

Project 2

Section 1.6

4. a) exchange table

| Agriculture | Energy | Manufacturing | Transp. | Purchased by |
|-------------|--------|---------------|---------|----------------|
| .65 | .30 | .30 | .20 | Agriculture |
| .10 | .10 | .15 | .10 | Energy |
| .25 | .35 | .15 | .30 | Manufacturing |
| 0 | .25 | .40 | .40 | Transportation |
| Outputs | | | | Inputs |

b) Equilibrium Prices

$$\text{price Agriculture} = p_A = .65p_A + .30p_E + .30p_m + .20p_T$$

$$\text{price Energy} = p_E = .10p_A + .10p_E + .15p_m + .10p_T$$

$$\text{price Manufacturing} = p_m = .25p_A + .35p_E + .15p_m + .30p_T$$

$$\text{price Transporta} = p_T = 0 + .25p_E + .40p_m + .40p_T$$

$$\Rightarrow \left\{ \begin{array}{l} -.35p_A + .3p_E + .3p_m + .2p_T = 0 \\ .10p_A + -.9p_E + .15p_m + .1p_T = 0 \\ .25p_A + .35p_E - .85p_m + .3p_T = 0 \\ .25p_E + .4p_m - .6p_T = 0 \end{array} \right.$$

$$\left[\begin{array}{ccccc|c} -.35 & .3 & .3 & .2 & 1 & 0 \\ .1 & -.9 & .15 & .1 & 1 & 0 \\ .25 & .35 & -.85 & .3 & 1 & 0 \\ 0 & .25 & .4 & -.6 & 1 & 0 \end{array} \right]$$

After we put into rref we get

$$\rightarrow \begin{bmatrix} 1 & 0 & 0 & -2.03 & 0 \\ 0 & 1 & 0 & -.53 & 0 \\ 0 & 0 & 1 & -1.17 & 0 \\ 0 & 0 & 0 & 0 & 0 \end{bmatrix} \quad \begin{array}{l} \text{rounded to 2} \\ \text{decimal places} \end{array}$$

$$\Rightarrow \bar{P} = \begin{bmatrix} P_A \\ P_E \\ P_m \\ P_T \end{bmatrix} = \begin{bmatrix} 2.03 \\ .53 \\ 1.17 \\ 1 \end{bmatrix}$$

So one solution is

$$P_A = 203, P_E = 53, P_m = 117, P_T = 100$$

12. a) general traffic pattern

| Intersect | Flow in | Flow out |
|-----------|-------------|------------------|
| A | x_1 | $40 + x_3 + x_4$ |
| B | 200 | $x_1 + x_2$ |
| C | $x_2 + x_3$ | $100 + x_5$ |
| D | $x_4 + x_5$ | 60 |

$$\Rightarrow \begin{cases} x_1 = 40 + x_3 + x_4 \\ 200 = x_1 + x_2 \\ x_2 + x_3 = 100 + x_5 \\ x_4 + x_5 = 60 \end{cases}$$

$$\left[\begin{array}{ccccc|c} 1 & 0 & -1 & -1 & 0 & 40 \\ 1 & 1 & 0 & 0 & 0 & 200 \\ 0 & 1 & 1 & 0 & -1 & 100 \\ 0 & 0 & 0 & 1 & 1 & 60 \end{array} \right]$$

now we
row reduce
to get

$$\xrightarrow{\quad} \left[\begin{array}{ccccc|c} 1 & 0 & -1 & 0 & 1 & 100 \\ 0 & 1 & 1 & 0 & -1 & 100 \\ 0 & 0 & 0 & 1 & 1 & 60 \\ 0 & 0 & 0 & 0 & 0 & 0 \end{array} \right]$$

\uparrow \uparrow
so x_3 & x_5 are free

$$\Rightarrow \left\{ \begin{array}{l} x_1 = x_3 - x_5 + 100 \\ x_2 = -x_3 + x_5 + 100 \\ x_3 \text{ free} \\ x_4 = -x_5 + 60 \\ x_5 \text{ free} \end{array} \right.$$

b) general flow when x_4 is closed

$$\text{this means } x_4 = 0 \Rightarrow x_5 = 60$$

and plugging in for the rest of the equations we get :

$$\left\{ \begin{array}{l} x_1 = x_3 + 40 \\ x_2 = 160 - x_3 \\ x_3 \text{ free} \\ x_4 = 0 \\ x_5 = 60 \end{array} \right.$$

c) min value of x_1 when $x_4 = 0$

$$\text{we know } x_1 = x_3 + 40$$

and all the x_i 's are non-negative

$$\text{So } \min x_1 = 0 + 40 = \boxed{40} \quad (\text{when } x_3 = 0)$$

14. general flow & min x_6

| <u>intersection</u> | <u>flow in</u> | <u>flow out</u> |
|---------------------|----------------|-----------------|
| A | x_1 | $x_2 + 100$ |
| B | $x_2 + 50$ | x_3 |
| C | x_3 | $x_4 + 120$ |
| D | $x_4 + 150$ | x_5 |
| E | x_5 | $x_6 + 80$ |
| F | $x_6 + 100$ | x_1 |

$$\Rightarrow \left\{ \begin{array}{l} x_1 = x_2 + 100 \\ x_2 + 50 = x_3 \\ x_3 = x_4 + 120 \\ x_4 + 150 = x_5 \\ x_5 = x_6 + 80 \\ x_6 + 100 = x_1 \end{array} \right.$$

$$\Rightarrow \left\{ \begin{array}{l} x_1 = x_6 + 100 \\ x_2 = x_6 \\ x_3 = x_6 + 50 \\ x_4 = x_6 - 70 \\ x_5 = x_6 + 80 \\ x_6 \text{ free} \end{array} \right.$$

and all x_i 's must equal zero or larger, so smallest x_6 satisfies: $0 = x_6 - 70$
 OR $\min x_6 = 70$