

Securing the Sustainability of Global Medical Nuclear Supply Chains Through Economic Cost Recovery, Risk Management, and Optimization

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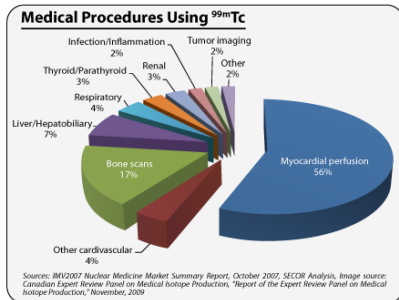
where a full list of references can be found.

- Background and Motivation
- The Sustainable Medical Nuclear Supply Chain Network Optimization Model
- The Computational Approach
- The Case Study
- Summary and Suggestions for Future Research

Background and Motivation

A **radioactive isotope** is bound to a pharmaceutical that is injected into the patient and travels to the site or organ of interest in order to construct an image for **medical diagnostic** purposes.

By using medical radioisotope techniques, health professionals can enable the earlier and more accurate detection of cardiac problems as well as cancer, the **two most common causes of death** (see Kochanek et al. (2011)).



Background and Motivation

Over **100,000** hospitals in the world use radioisotopes (World Nuclear Association (2011)).

Technetium, ^{99m}Tc , which is a decay product of Molybdenum-99, ^{99}Mo , is the most commonly used medical radioisotope, used in more than **80%** of the radioisotope injections, with more than **30 million** procedures worldwide each year.

Each day, **41,000** nuclear medical procedures are performed in the United States using Technetium-99m.

In 2008, **18.5 million doses** of ^{99m}Tc were injected in the US with **2/3** of them used for cardiac exams, with the other uses including bone scans (Lantheur Medical Imaging, Inc (2009)).

Background and Motivation

For over two decades, all of the Molybdenum necessary for US-based nuclear medical diagnostic procedures, which include diagnostics for two of the greatest killers, cancer and cardiac problems, comes from **foreign** sources.



Background and Motivation

All **producing countries** of ^{99}Mo , in principle, have agreed to convert to low enriched uranium (LEU).

Disadvantages:

LEU has a **lower production yield** than HEU and a greater number of targets needed to be irradiated with associated increased volumes of waste.

Indeed, according to Kramer (2011), the South African Nuclear Energy Corp (Necsa) believes that the LEU production process will approximately **double the amount of waste** generated in extracting the radioisotope, whereas other producers are likely to see a factor of **four increase** in their wastes.

⁹⁹Mo Supply Chain Challenges:

- The majority of the reactors are between **40 and 50 years old**. Several of the reactors currently used are due to be retired by the end of this decade (Seeverens (2010) and OECD Nuclear Energy Agency (2010a)).
- **Limitations in processing capabilities** make the world critically vulnerable to Molybdenum supply chain disruptions.
- The number of generator manufacturers is **under a dozen** (OECD Nuclear Energy Agency (2010b)).
- **Long-distance transportation** of the product during raises safety and security risks, and also results in greater decay of the product. LEU targets can be transport by multiple modes including by air.

Background and Motivation

Relevant papers that applied a **generalized network approach** in the modeling of optimization and equilibrium problems are as the following. Some of the theory in this presentation is from the first paper.

- Masoumi, A. H., Yu, M., and Nagurney, A., 2012. A supply chain generalized network oligopoly model for pharmaceuticals under brand differentiation and perishability. *Transportation Research E*, 48, 762-780.
- Nagurney, A., Masoumi, A., Yu, M., 2012. Supply chain network operations management of a blood banking system with cost and risk minimization. *Computational Management Science*, 9(2), 205-231.
- Yu, M., and Nagurney, A., 2012. Competitive food supply chain networks with application to fresh produce. *European Journal of Operational Research*, 223, 701-710.

We use a **variational inequality formulation** since such a formulation results in an elegant computational procedure.

- Nagurney, A., Aronson, J., 1989. A general dynamic spatial price network equilibrium model with gains and losses. *Networks*, 19, 751-769.
- Nagurney, A., Masoumi, A., Yu, M., 2012. Supply chain network operations management of a blood banking system with cost and risk minimization. *Computational Management Science*, 9(2), 205-231.
- Masoumi, A. H., Yu, M., and Nagurney, A., 2012. A supply chain generalized network oligopoly model for pharmaceuticals under brand differentiation and perishability. *Transportation Research E*, 48, 762-780.

Background and Motivation

In an earlier work,

Nagurney, A. and Nagurney, L., 2012. Medical nuclear supply chain design: A tractable network model and computational approach. *International Journal of Production Economics*, 140 (2), 865-874,

we focused on the **design and redesign** of medical nuclear supply chains, and the emphasis was on the long term.

Here, in contrast, our goal is to determine the true economic costs associated with this critical medical nuclear supply chain so as to **optimize existing processes**. We also focus on HEU versus LEU trade-offs in terms of waste and risk.

We model the supply chain network optimization problem as a **multicriteria system-optimization** problem.

- We identify the specific **losses** on the links/arcs through the use of the time decay of the radioisotope.
- We capture distinctions between LEU versus HEU target irradiation and processing.
- We consider total cost minimization associated with the **operational costs**, along with the **waste management costs**, and the **associated risk** of the various supply chain network activities since here the nuclear products are hazardous products and by-products.

The model's solution provides the **optimal levels** of production, transportation, and processing of the medical radioisotope.

We develop the economic cost recovery sustainable medical nuclear supply chain network optimization model, with a focus on ^{99}Mo , referred to, henceforth, as *Mo*. We note that the construction is also relevant, with minor modifications, to other radioisotopes, including **Iodine-131**.

The Network Topology of the Medical Nuclear Supply Chain

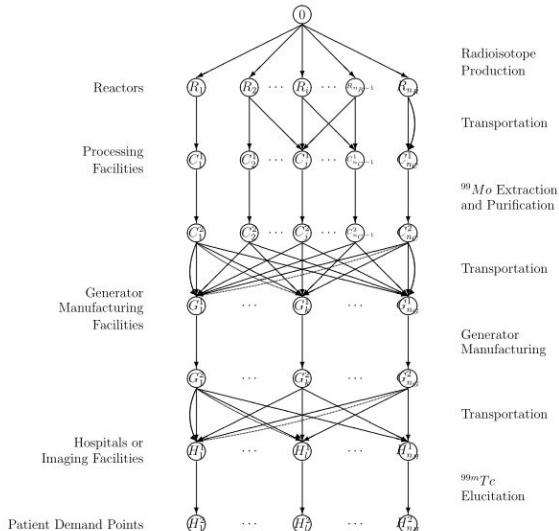


Figure: The Medical Nuclear Supply Chain Network Topology

$c_a(f_a)$: the unit operational cost function on link a .

f_a : the flow of the nuclear product on link a .

\mathcal{P}_k : the set of paths joining $(0, H_k^2)$.

\mathcal{P} : the set of all paths joining node 0 to the destination nodes.

np : the number of paths.

x_p : the (initial) flow of M_0 on path p .

d_k : the demand for the radioisotope at the demand point H_k^2 ; $k = 1, \dots, n_H$.

α_a : the percentage of decay and additional loss over link a . It can be modeled as the product of the radioactive decay multiplier α_{da} and the processing loss multiplier α_{la} . $\alpha_a \in (0, 1]$.

The activity of a radioisotope (in disintegrations per unit time)

$$\frac{dN}{dt} \propto N, \quad (1)$$

where $N = N(t)$ = the quantity of a radioisotope.

The quantity of a radioisotope in a time interval t

$$N(t) = N_0 e^{-\lambda t}, \quad (2)$$

where N_0 is the quantity present at the beginning of the interval and λ is the decay constant of the radioisotope (see Berger, Goldsmith, and Lewis (2004)).

The Link and Path Multipliers

The half-life $t_{1/2}$

$$t_{1/2} = \frac{\ln 2}{\lambda}. \quad (3)$$

The value of $t_{1/2}$ for *Mo* is **66.7** hours.

The radioactive decay multiplier α_{da}

$$\alpha_{da} = e^{-\lambda t_a}, \quad (4)$$

$$\alpha_{da} = e^{-\lambda t_a} = e^{-\ln 2 \frac{t_a}{t_{1/2}}} = 2^{-\frac{t_a}{t_{1/2}}}. \quad (5)$$

where t_a is the time spent on link *a*.

The Link and Path Multipliers

Different processing links may have different values for the processing loss multiplier α_{l_a} :

- For **transportation links**, $\alpha_{l_a} = 1$.
- For the top-most **manufacturing links**, $\alpha_{l_a} = 1$.

The final flow on a link

$$f'_a = \alpha_a f_a, \quad \forall a \in L. \quad (6)$$

Total discarding cost function on link a

$$\hat{z}_a = \hat{z}_a(f_a), \quad \forall a \in L. \quad (7)$$

total operational cost on link a

$$\hat{c}_a(f_a) = f_a \times c_a(f_a), \quad \forall a \in L. \quad (8)$$

The total operation cost functions and the total discarding functions are assumed to be **convex and continuously differentiable**.

Nonnegative link

$$x_p \geq 0, \quad \forall p \in \mathcal{P}, \quad (9)$$

Path multiplier

$$\mu_p \equiv \prod_{a \in p} \alpha_a, \quad \forall p \in \mathcal{P}, \quad (10)$$

where μ_p denote the multiplier corresponding to the loss on path p .

Thus the projected demand at demand point R_k is

Projected demand

$$d_k \equiv \sum_{p \in \mathcal{P}_k} \mu_p x_p, \quad k = 1, \dots, n_H. \quad (11)$$

Relationship between link flows and path flows

$$\alpha_{ap} \equiv \begin{cases} \delta_{ap} \prod_{a' < a} \alpha_{a'}, & \text{if } \{a' < a\} \neq \emptyset, \\ \delta_{ap}, & \text{if } \{a' < a\} = \emptyset, \end{cases} \quad (12)$$

where $\{a' < a\}$ denotes the set of the links preceding link a in path p , and δ_{ap} is defined as equal to one if link a is contained in path p ; otherwise, it is equal to zero, therefore

$$f_a = \sum_{p \in \mathcal{P}} x_p \alpha_{ap}, \quad \forall a \in L. \quad (13)$$

The total cost minimization objective

$$\text{Minimize } \sum_{a \in L} \hat{c}_a(f_a) + \sum_{a \in L} \hat{z}_a(f_a) \quad (14)$$

subject to: constraints (9), (11), and (13), and

$$f_a \leq \bar{u}_a, \quad \forall a \in L. \quad (15)$$

The total risk function on link a

$$\hat{r}_a = \hat{r}_a(f_a), \quad \forall a \in L. \quad (16)$$

The total risk functions are assumed to be **convex and continuously differentiable**.

For a **transportation link** a , the total risk function would measure the impact of the travel time, the population density that the transportation route goes through, the unit probability of an accident using the particular mode represented by the link, the area of the impact zone, the length of the link, etc., and, ideally, also include impact of human factors.

In the case of a **non-transportation processing link**, the function would capture analogous aspects but with a focus on the specific processing activity.

The minimization of total costs is not the only objective. A major challenge for a medical nuclear organization is to capture the **risk** associated with different activities in the nuclear supply chain network.

The Risk Minimization Objective Function

$$\text{Minimize } \sum_{a \in L} \hat{r}_a(f_a). \quad (17)$$

The multicriteria optimization problem in terms of link flow

$$\text{Minimize } \sum_{a \in L} \hat{c}_a(f_a) + \sum_{a \in L} \hat{z}_a(f_a) + \omega \sum_{a \in L} \hat{r}_a(f_a) \quad (18)$$

subject to: constraints: (9), (11), (13), and (15).

The multicriteria optimization problem in terms of path flow

$$\text{Minimize } \sum_{p \in \mathcal{P}} (\hat{C}_p(x) + \hat{Z}_p(x)) + \omega \sum_{p \in \mathcal{P}} \hat{R}_p(x) \quad (19)$$

subject to: constraints (9), (11), and (15),

The total cost and risk on path p :

$$\hat{C}_p(x) = x_p \times C_p(x), \forall p \in \mathcal{P}, \quad (20a)$$

$$\hat{Z}_p(x) = x_p \times Z_p(x), \forall p \in \mathcal{P}, \quad (20b)$$

$$\hat{R}_p(x) = x_p \times R_p(x), \forall p \in \mathcal{P}, \quad (20c)$$

The unit cost and risk functions on path p , in turn, defined as:

$$C_p(x) \equiv \sum_{a \in L} c_a(f_a) \alpha_{ap}, \forall p \in \mathcal{P}, \quad (21a)$$

$$Z_p(x) \equiv \sum_{a \in L} z_a(f_a) \alpha_{ap}, \forall p \in \mathcal{P}, \quad (21b)$$

$$R_p(x) \equiv \sum_{a \in L} r_a(f_a) \alpha_{ap}, \forall p \in \mathcal{P}, \quad (21c)$$

We associate the Lagrange multiplier γ_a with constraint (15) for each link a , and we denote the optimal Lagrange multiplier by γ_a^* , $\forall a \in L$. The Lagrange multipliers may be interpreted as shadow prices. We group these Lagrange multipliers into the vector γ .

Let K denote the feasible set such that:

$$K \equiv \{(x, \gamma) | x \in R_+^{n_p}, (11) \text{ and } (15) \text{ hold}, \gamma \in R_+^{n_L}\}. \quad (22)$$

We assume that the feasible set is nonempty.

Theorem

The optimization problem (19), subject to its constraints, is equivalent to the variational inequality problem: determine the vector of optimal path flows and the vector of optimal Lagrange multipliers $(x^*, \gamma^*) \in K$, such that:

$$\begin{aligned}
 & \sum_{k=1}^{n_R} \sum_{p \in \mathcal{P}_k} \left[\frac{\partial(\sum_{q \in \mathcal{P}} \hat{C}_q(x^*))}{\partial x_p} + \frac{\partial(\sum_{q \in \mathcal{P}} \hat{Z}_q(x^*))}{\partial x_p} \right. \\
 & \quad \left. + \sum_{a \in L} \gamma_a^* \delta_{ap} + \omega \frac{\partial(\sum_{q \in \mathcal{P}} \hat{R}_q(x^*))}{\partial x_p} \right] \times [x_p - x_p^*] \\
 & + \sum_{a \in L} \left[\bar{u}_a - \sum_{p \in \mathcal{P}} x_p^* \alpha_{ap} \right] \times [\gamma_a - \gamma_a^*] \geq 0, \quad \forall (x, \gamma) \in K. \quad (24)
 \end{aligned}$$

Theorem

determine the vector of optimal link flows and the vector of optimal Lagrange multipliers $(f^*, \gamma^*) \in K^1$, such that:

$$\sum_{a \in L} \left[\frac{\partial \hat{c}_a(f_a^*)}{\partial f_a} + \frac{\partial \hat{z}_a(f_a^*)}{\partial f_a} + \gamma_a^* + \omega \frac{\partial \hat{r}_a(f_a^*)}{\partial f_a} \right] \times [f_a - f_a^*] \\ + \sum_{a \in L} [\bar{u}_a - f_a^*] \times [\gamma_a - \gamma_a^*] \geq 0, \quad \forall (f, \gamma) \in K^1, \quad (25)$$

where K^1 denotes the feasible set:

$$K^1 \equiv \{(f, \gamma) | \exists x \geq 0, (9), (11), (13), \text{ and } (15) \text{ hold, and } \gamma \geq 0\}. \quad (26)$$

The Computational Approach

We propose the **modified projection method** (Korpelevich (1977)) in path flows. This algorithm, in the context of our new model, yields subproblems that can be solved exactly, and in closed form, for the path flows, using a variant of the exact equilibration algorithm, adapted to incorporate arc/path multipliers, along with explicit formulae for the Lagrange multipliers.

The modified projection method is guaranteed to converge if the function that enters the variational inequality satisfies **monotonicity and Lipschitz continuity** (see Nagurney (1999)) and that a solution exists, which is the case for our model.

The modified projection method

Step 0: Initialization

Set $X^0 \in \mathcal{K}$. Let $\mathcal{T} = 1$ and let η be a scalar such that $0 < \eta \leq \frac{1}{L}$, where L is the Lipschitz continuity constant.

Step 1: Computation

Compute $\tilde{X}^{\mathcal{T}}$ by solving the VI subproblem:

$$\langle \tilde{X}^{\mathcal{T}} + \eta F(X^{\mathcal{T}-1}) - X^{\mathcal{T}-1}, X - \tilde{X}^{\mathcal{T}} \rangle \geq 0, \quad \forall X \in \mathcal{K}. \quad (27)$$

Step 2: Adaptation

Compute $X^{\mathcal{T}}$ by solving the VI subproblem:

$$\langle X^{\mathcal{T}} + \eta F(\tilde{X}^{\mathcal{T}}) - X^{\mathcal{T}-1}, X - X^{\mathcal{T}} \rangle \geq 0, \quad \forall X \in \mathcal{K}. \quad (28)$$

Step 3: Convergence Verification

If $\max |X_l^{\mathcal{T}} - X_l^{\mathcal{T}-1}| \leq \epsilon$, for all l , with $\epsilon > 0$, a prespecified tolerance, then stop; else, set $\mathcal{T} =: \mathcal{T} + 1$, and go to Step 1.

Explicit Formulae for the Lagrange Multipliers at Step 1 (cf. (29))

$$\tilde{\gamma}_a^T = \max\{0, \gamma_a^{T-1} + \eta(\sum_{p \in \mathcal{P}} x_p^{T-1} \delta_{ap} - \bar{u}_a)\}, \quad \forall a \in L. \quad (29)$$

The Computational Approach

The path flow subproblems that one must solve in Step 1 (see (29)) have the following form for each demand point k ; $k = 1, \dots, n_H$:

$$\text{Minimize } \frac{1}{2} \sum_{p \in \mathcal{P}_k} x_p^2 + \sum_{p \in \mathcal{P}_k} h_p x_p \quad (30)$$

subject to:

$$d_k \equiv \sum_{p \in \mathcal{P}_k} \mu_p x_p, \quad (31)$$

$$x_p \geq 0, \quad \forall p \in \mathcal{P}_k, \quad (32)$$

where

$$h_p \equiv x_p^{T-1} - \eta \left[\frac{\partial(\sum_{q \in \mathcal{P}} \hat{C}_q(x^{T-1}))}{\partial x_p} + \frac{\partial(\sum_{q \in \mathcal{P}} \hat{Z}_q(x^{T-1}))}{\partial x_p} + \sum_{a \in L} \gamma_a^{T-1} \delta_{ap} + \omega \frac{\partial(\sum_{q \in \mathcal{P}} \hat{R}_q(x^{T-1}))}{\partial x_p} \right]$$

The Computational Approach

The induced path flow subproblems in (29) and (30) have a **special network structure** of the form given in Figure 2.

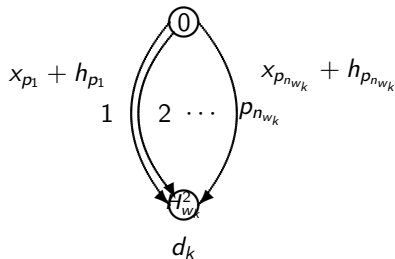


Figure: Special Network Structure of an Induced Path Flow Subproblem for Each Demand Point k

An Exact Equilibration Algorithm for a Generalized Specially Structured Network

Step 0: Sort

Sort the fixed terms $\frac{h_p}{\mu_p}$; $p \in \mathcal{P}_k$ in nondescending order and relabel the paths/links accordingly. Assume, from this point on, that they are relabeled. Set $r = 1$.

Step 1: Computation

Compute

$$\lambda_{w_k}^r = \frac{\sum_{i=1}^r \mu_{p_i} h_{p_i} + d_k}{\sum_{i=1}^r \mu_{p_i}^2}. \quad (33)$$

Step 2: Evaluation

If $\frac{h_{p_r}}{\mu_{p_r}} < \lambda_k^r \leq \frac{h_{p_{r+1}}}{\mu_{p_{r+1}}}$, then stop; set $s = r$ and go to Step 3; otherwise, let $r = r + 1$ and return to Step 1. If $r = n_k$, where n_k denotes the number of paths connecting destination node H_k^2 with origin node 0, then set $s = n_k$ and go to Step 3.

Step 3: Path Flow Determination

Set

$$\begin{aligned} x_{p_i} &= \mu_p \lambda_k^s - h_{p_i}, & i &= 1, \dots, s. \\ x_{p_i} &= 0, & i &= s + 1, \dots, n_k. \end{aligned} \quad (34)$$

The Case Study

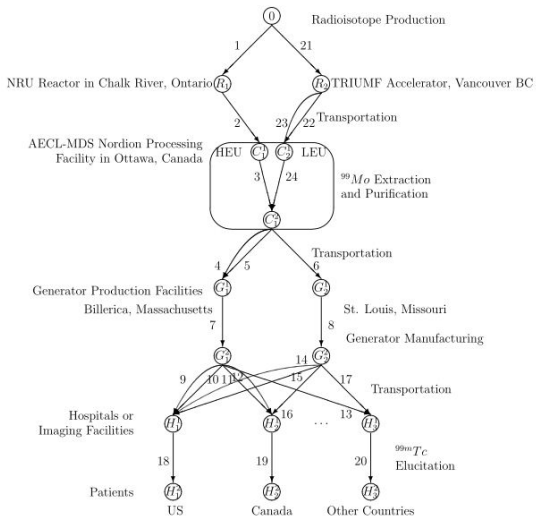


Figure: The Medical Nuclear Supply Chain Topology for ^{99}Mo from Canada to the United States, Canada, and Other Countries

The transportation links are assumed **not to be capacity limited** (that is, we assume very large capacities). In the computations, we set the value to **5,000,000** for all such links.

We implemented the modified projection method, along with the generalized exact equilibration algorithm, for the solution of our medical nuclear supply chain network case study. The ϵ in the convergence criterion was **10^{-6}** .

Data Sources and Estimations

We calculated the values of the arc multipliers α_a , for all links $a = 1, \dots, 24$, using data in the [OECD \(2010a\)](#) report and in the [National Research Council \(2009\)](#) report.

Operating cost data were taken from [OECD \(2010b\)](#) and converted to per Curie processed or generated.

The functional form of $\hat{z}_a(f_a)$ should be **consistent with** $\hat{c}_a(f_a)$. Moreover, the discarding cost of LEU processing (link 24) should be about twice the discarding costs for the HEU processing (link 3).

Data Sources and Estimations

The **risk functions** for transportation links were estimated based upon the overall accident rate per kilometer for aircraft and trucks carrying nuclear material as reported in Resnikoff (1992).

We assumed three demand points corresponding, respectively, to the collective demands in the **US, in Canada, and in other countries**.

The demands were : $d_1 = 3,600$, $d_2 = 1,800$, and $d_3 = 1,000$ and these denote the demands, in Curies, per week. These values were obtained by using the daily number of procedures in the US and extrapolating for the others.

The Case Study-Example 1

The weight ω was set equal to 1 in Example 1.

Link a	α_a	$\hat{c}_a(f_a)$	$\hat{z}_a(f_a)$	$\hat{r}_a(f_a)$	\bar{u}_a	f_a^*	λ_a^*
1	1.00	$2f_1^2 + 25.6f_1$	0.00	$2.00 \times 10^{-2}f_1$	33,353	9720.20	0.00
2	.969	$f_2^2 + 5f_2$	0.00	$3.18 \times 10^{-1}f_2$	large	9720.20	0.00
3	.706	$5f_3^2 + 192f_3$	$5f_3^2 + 80f_3$	$2.00 \times 10^{-3}f_3$	32,154	9419.35	0.00
4	.920	$2f_4^2 + 4f_4$	0.00	$1.59 \times 10^{-1}f_4$	large	3045.90	0.00
5	.901	$f_5^2 + f_5$	0.00	$2.16 \times 10^{-3}f_5$	large	2327.34	0.00
6	.915	$f_6^2 + 2f_6$	0.00	$6.9 \times 10^{-3}f_6$	large	4934.45	0.00
7	.804	$f_7^2 + 166f_7$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_7$	19, 981	4899.16	0.00
8	.804	$f_8^2 + 166f_8$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_8$	19, 981	4515.02	0.00
9	.883	$2f_9^2 + 4f_9$	0.00	$2.00 \times 10^{-4}f_9$	large	1623.06	0.00
10	.779	$f_{10}^2 + 1f_{10}$	0.00	$1.47 \times 10^{-2}f_{10}$	large	0.00	0.00
11	.883	$2f_{11}^2 + 4f_{11}$	0.00	$2.00 \times 10^{-4}f_{11}$	large	2038.51	0.00
12	.688	$f_{12}^2 + 2f_{12}$	0.00	$1.47 \times 10^{-2}f_{12}$	large	0.00	0.00
13	.688	$2.5f_{13}^2 + 2f_{13}$	0.00	$1.98 \times 10^{-4}f_{13}$	large	277.36	0.00
14	.883	$2f_{14}^2 + 2f_{14}$	0.00	$7.33 \times 10^{-3}f_{14}$	large	2453.95	0.00
15	.779	$f_{15}^2 + 7f_{15}$	0.00	$1.00 \times 10^{-4}f_{15}$	large	0.00	0.00
16	.688	$2f_{16}^2 + 4f_{16}$	0.00	$1.00 \times 10^{-4}f_{16}$	large	0.00	0.00
17	.688	$2f_{17}^2 + 6f_{17}$	0.00	$1.98 \times 10^{-5}f_{17}$	large	1176.13	0.00
18	1.00	$2f_{18}^2 + 800f_{18}$	$4f_{18}^2 + 80f_{18}$	$2.00 \times 10^{-5}f_{18}$	5, 000	3600.00	0.00
19	1.00	$f_{19}^2 + 600f_{19}$	$1f_{19}^2 + 60f_{19}$	$2.00 \times 10^{-5}f_{19}$	3, 000	1800.00	0.00
20	1.00	$f_{20}^2 + 300f_{20}$	$1f_{20}^2 + 30f_{20}$	$2.00 \times 10^{-5}f_{20}$	2, 000	1000.00	0.00
21	1.00	$4f_{21}^2 + 50f_{21}$	0.00	$2.00 \times 10^{-2}f_{21}$	10, 006	5867.24	0.00
22	.436	$6f_{22}^2 + 6f_{22}$	0.00	$1.04 \times 10^1f_{22}$	large	0.00	0.00
23	.883	$3f_{23}^2 + 21f_{23}$	0.00	$1.44 \times 10^{-2}f_{23}$	large	5867.24	0.00
24	.706	$5f_{24}^2 + 192f_{24}$	$10f_{24}^2 + 160f_{24}$	$2.00 \times 10^{-3}f_{24}$	10, 006	5180.77	0.00

Highlights of Example 1

- None of the links were operated at full capacity.
- The transportation links 10, 12, 15, 16, and 22 have zero flow.
- As speculated by Kramer (2011), that the new LEU production facility (cf. link 21) is expected to produce about 30% of the needs, and this was also the result obtained in our computation.
- The value of the objective function (cf. (18)) was: **2,096,149,888.00** whereas the total risk (cf. (17)) was: **4,060.81**.
- The demand was met at the demand points but, given the perishability of the radioisotope, many more Curies had to be produced and processed.

Case Study-Example 2

Example 2 is with a weight ω of 1000. The remainder of the input data were as in Table 1.

Link a	α_a	$\hat{c}_a(f_a)$	$\hat{z}_a(f_a)$	$\hat{r}_a(f_a)$	\bar{u}_a	f_a^*	λ_a^*
1	1.00	$2f_1^2 + 25.6f_1$	0.00	$2.00 \times 10^{-2}f_1$	33,353	9716.86	0.00
2	.969	$f_2^2 + 5f_2$	0.00	$3.18 \times 10^{-1}f_2$	large	9716.86	0.00
3	.706	$5f_3^2 + 192f_3$	$5f_3^2 + 80f_3$	$2.00 \times 10^{-3}f_3$	32,154	9415.64	0.00
4	.920	$2f_4^2 + 4f_4$	0.00	$1.59 \times 10^{-1}f_4$	large	3020.34	0.00
5	.901	$f_5^2 + f_5$	0.00	$2.16 \times 10^{-3}f_5$	large	2350.27	0.00
6	.915	$f_6^2 + 2f_6$	0.00	$6.9 \times 10^{-3}f_6$	large	4937.57	0.00
7	.804	$f_7^2 + 166f_7$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_7$	19,981	4896.31	0.00
8	.804	$f_8^2 + 166f_8$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_8$	19,981	4517.88	0.00
9	.883	$2f_9^2 + 4f_9$	0.00	$2.00 \times 10^{-4}f_9$	large	1622.27	0.00
10	.779	$f_{10}^2 + 1f_{10}$	0.00	$1.47 \times 10^{-2}f_{10}$	large	0.00	0.00
11	.883	$2f_{11}^2 + 4f_{11}$	0.00	$2.00 \times 10^{-4}f_{11}$	large	2038.51	0.00
12	.688	$f_{12}^2 + 2f_{12}$	0.00	$1.47 \times 10^{-2}f_{12}$	large	0.00	0.00
13	.688	$2.5f_{13}^2 + 2f_{13}$	0.00	$1.98 \times 10^{-4}f_{13}$	large	275.86	0.00
14	.883	$2f_{14}^2 + 2f_{14}$	0.00	$7.33 \times 10^{-3}f_{14}$	large	2454.74	0.00
15	.779	$f_{15}^2 + 7f_{15}$	0.00	$1.00 \times 10^{-4}f_{15}$	large	0.00	0.00
16	.688	$2f_{16}^2 + 4f_{16}$	0.00	$1.00 \times 10^{-4}f_{16}$	large	0.00	0.00
17	.688	$2f_{17}^2 + 6f_{17}$	0.00	$1.98 \times 10^{-5}f_{17}$	large	1177.63	0.00
18	1.00	$2f_{18}^2 + 800f_{18}$	$4f_{18}^2 + 80f_{18}$	$2.00 \times 10^{-5}f_{18}$	5,000	3600.00	0.00
19	1.00	$f_{19}^2 + 600f_{19}$	$1f_{19}^2 + 60f_{19}$	$2.00 \times 10^{-5}f_{19}$	3,000	1800.00	0.00
20	1.00	$f_{20}^2 + 300f_{20}$	$1f_{20}^2 + 30f_{20}$	$2.00 \times 10^{-5}f_{20}$	2,000	1000.00	0.00
21	1.00	$4f_{21}^2 + 50f_{21}$	0.00	$2.00 \times 10^{-2}f_{21}$	10,006	5872.24	0.00
22	.436	$6f_{22}^2 + 6f_{22}$	0.00	$1.04 \times 10^1f_{22}$	large	0.00	0.00
23	.883	$3f_{23}^2 + 21f_{23}$	0.00	$1.44 \times 10^{-2}f_{23}$	large	5872.24	0.00
24	.706	$5f_{24}^2 + 192f_{24}$	$10f_{24}^2 + 160f_{24}$	$2.00 \times 10^{-3}f_{24}$	10,006	5185.19	0.00

Highlights of Example 2

- The same links as in Example 1 had zero flows.
- The value of the objective function was now: **2,100,204,416.00** and the total risk was now: **4,055.70**.
- Note, for example, that the link flows shifted from links with higher total risk to those with lower total risk, such as the shift from link 1 to link 21.

Case Study-Example 3

We considered a medical nuclear supply chain disruption in the form of the NRU reactor's capacity being reduced to 9000.

Link a	α_a	$\hat{c}_a(f_a)$	$\hat{z}_a(f_a)$	$\hat{r}_a(f_a)$	\bar{u}_a	f_a^*	λ_a^*
1	1.00	$2f_1^2 + 25.6f_1$	0.00	$2.00 \times 10^{-2}f_1$	9000.00	9000.00	49667.88
2	.969	$f_2^2 + 5f_2$	0.00	$3.18 \times 10^{-1}f_2$	large	9000.00	0.00
3	.706	$5f_3^2 + 192f_3$	$5f_3^2 + 80f_3$	$2.00 \times 10^{-3}f_3$	32,154	8722.89	0.00
4	.920	$2f_4^2 + 4f_4$	0.00	$1.59 \times 10^{-1}f_4$	large	3173.72	0.00
5	.901	$f_5^2 + f_5$	0.00	$2.16 \times 10^{-3}f_5$	large	2168.41	0.00
6	.915	$f_6^2 + 2f_6$	0.00	$6.9 \times 10^{-3}f_6$	large	4962.43	0.00
7	.804	$f_7^2 + 166f_7$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_7$	19,981	4873.56	0.00
8	.804	$f_8^2 + 166f_8$	$2f_7^2 + 7f_7$	$2.00 \times 10^{-4}f_8$	19,981	4540.62	0.00
9	.883	$2f_9^2 + 4f_9$	0.00	$2.00 \times 10^{-4}f_9$	large	1612.58	0.00
10	.779	$f_{10}^2 + 1f_{10}$	0.00	$1.47 \times 10^{-2}f_{10}$	large	0.00	0.00
11	.883	$2f_{11}^2 + 4f_{11}$	0.00	$2.00 \times 10^{-4}f_{11}$	large	2038.51	0.00
12	.688	$f_{12}^2 + 2f_{12}$	0.00	$1.47 \times 10^{-2}f_{12}$	large	0.00	0.00
13	.688	$2.5f_{13}^2 + 2f_{13}$	0.00	$1.98 \times 10^{-4}f_{13}$	large	267.26	0.00
14	.883	$2f_{14}^2 + 2f_{14}$	0.00	$7.33 \times 10^{-3}f_{14}$	large	2464.43	0.00
15	.779	$f_{15}^2 + 7f_{15}$	0.00	$1.00 \times 10^{-4}f_{15}$	large	0.00	0.00
16	.688	$2f_{16}^2 + 4f_{16}$	0.00	$1.00 \times 10^{-4}f_{16}$	large	0.00	0.00
17	.688	$2f_{17}^2 + 6f_{17}$	0.00	$1.98 \times 10^{-5}f_{17}$	large	1186.23	0.00
18	1.00	$2f_{18}^2 + 800f_{18}$	$4f_{18}^2 + 80f_{18}$	$2.00 \times 10^{-5}f_{18}$	5,000	3600.00	0.00
19	1.00	$f_{19}^2 + 600f_{19}$	$1f_{19}^2 + 60f_{19}$	$2.00 \times 10^{-5}f_{19}$	3,000	1800.00	0.00
20	1.00	$f_{20}^2 + 300f_{20}$	$1f_{20}^2 + 30f_{20}$	$2.00 \times 10^{-5}f_{20}$	2,000	1000.00	0.00
21	1.00	$4f_{21}^2 + 50f_{21}$	0.00	$2.00 \times 10^{-2}f_{21}$	10,006	6650.96	0.00
22	.436	$6f_{22}^2 + 6f_{22}$	0.00	$1.04 \times 10^1f_{22}$	large	0.00	0.00
23	.883	$3f_{23}^2 + 21f_{23}$	0.00	$1.44 \times 10^{-2}f_{23}$	large	6650.96	0.00
24	.706	$5f_{24}^2 + 192f_{24}$	$10f_{24}^2 + 160f_{24}$	$2.00 \times 10^{-3}f_{24}$	10,006	5872.80	0.00

Highlights of Example 3

- The value of the objective function was now: **2,117,958,400.00** and the total risk was: **3865.07**. This was the lowest value obtained in the three examples.
- For this example, the total risk decreased even more significantly than that observed in Example 2 relative to Example 1.
- As the capacity associated with link 1 decreased, the link flows shifted to links with higher capacities and larger arc multipliers, such as the shift from link 1 to 21, and the shift from link 5 to link 4.

Summary and Suggestions for Future Research

We developed a new model of sustainable medical nuclear supply chain operations management that incorporates:

- the **time-dependent** and **perishable** nature of radioisotopes, and
- the **hazardous aspects** which affect not only the transportation modes but also waste management and risk management issues.

Summary and Suggestions for Future Research

The model is a generalized network model that includes **multicriteria decision-making** so that

- the organization can minimize **total operating** and
- the **waste management costs**, as well as
- the **risk** associated with the various medical nuclear supply chain network activities of processing, generator production, transportation, and ultimate usage in medical procedures at hospitals and other appropriate medical facilities.

Our model also traces the amount of the radioisotope that is **left** as a particular pathway of the supply chain is traversed.

Summary and Suggestions for Future Research

- The formulation of the model and the qualitative analysis utilize the theory of **variational inequalities** since it yields a very elegant procedure for computational purposes.
- Moreover, it provides us with the **foundation** to explore other scenarios as the technology landscape continues to evolve and to bring other participants into medical nuclear production.
- A numerical case study based on North America, with the focus of an existing HEU reactor and an LEU accelerator that is expected to come online soon, reveals the **generality and practicality** of our framework.

Summary and Suggestions for Future Research

An interesting question for future research would be the investigation of various types of **possible competition** associated with, for example, transportation service providers in the medical nuclear supply chain arena as well as competition among the generator manufacturing facilities.

Summary and Suggestions for Future Research

To develop such models one may utilize some of the concepts associated with **competitive multitiered** supply chain network equilibrium problems governed by Nash equilibria (see, e.g., Nagurney (2006)).

In addition it would be interesting to construct a **bi-objective** version of this model and analyze the Pareto set of solutions.

Thank you!



The Virtual Center for Supernetworks

Supernetworks for Optimal Decision-Making and Improving the Global Quality of Life

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Professor Tina Wakolbinger
U Mass PhD '07
visits the Center
February 19, 2013

The Virtual Center for Supernetworks at the Isenberg School of Management, under the directorship of Anna Nagurney, the John F. Smith Memorial Professor, is an interdisciplinary center, and includes the Supernetworks Laboratory for Computation and Visualization.

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<p>Announcements and Notes from the Center Director Professor Anna Nagurney</p> <p>Updated: April 2, 2013</p> 	<p>Professor Anna Nagurney's Blog</p> <p>RENeW</p> <p>Research, Education, Networks, and the World: A Female Professor Speaks</p>	<p>Sustaining the Supply Chain</p> <p>Mathematical Moments Podcast</p> 	<p>PBS VIDEO</p> <p>America Revealed</p> 
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