

MATH 151 Homework 17

Due 3/25

Read Sections 4.1 to 4.3.

Do Section 4.1 Exercises 3, 4, 8, 32, 36, 46, 48, 55, 67

Do Section 4.2 Exercises 7, 11, 15, 23, 32

Do Section 4.3 Exercise 6, 9

Also, do the following exercises.

SF41. A warehouse selling cement has to decide how often and how much to reorder. It is cheaper, on average, to place large orders to reduce the cost per unit. However, larger orders mean higher storage costs. The warehouse always reorders cement in the same quantity, q . The total weekly cost, C , of ordering and storage is given by

$$C = \frac{a}{q} + bq,$$

where a and b are positive constants.

- (a) Which of the terms a/q and bq represents the ordering cost and which represents the storage cost? Why?
- (b) What value of q gives the minimum total cost?