Package 'nonparaeff'

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Title Nonparametric Methods for Measuring Efficiency and Productivity
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Description Efficiency and productivity indices are measured using this package. This package contains functions for measuring efficiency and productivity of decision making units (DMUs) under the framework of Data Envelopment Analysis (DEA) and its variations.
Imports geometry, Hmisc, lpSolve
Suggests pwt, psych
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additive

Linear Programming for the Additive Model

Description

Solve the Additive Model under the VRS assumption

Usage

```
additive(base = NULL, frontier = NULL, noutput = 1)
```

Arguments

A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

Details

The additive model under the VRS assumption is as follows:

$$\begin{split} \theta_{ADD}^{k*} &= \max_{\lambda, s^+, s^-} \left(\sum_{m=1}^M s_m^- + \sum_{n=1}^N s_n^+ \right) \\ s.t. \ \ x_m^k &= \sum_{j=1}^J x_m^j \lambda^j + s_n^- \ (m=1,2,\cdots,M); \\ y_n^k &= \sum_{j=1}^J y_n^j \lambda^j + s_n^- \ (n=1,2,\cdots,N); \\ \sum_{j=1}^J \lambda^j &= 1; \qquad \lambda^j \geq 0 \ (j=1,2,\cdots,J); \ s_m^- \geq 0 \ (m=1,2,\cdots,M); \ s_n^+ \geq 0 \ (n=1,2,\cdots,N). \end{split}$$

Value

A data frame with J1*(J1+M+N), which has efficiency scores, optimal weightes and optimal slacks. Take a look at the example below.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

ar.dual.dea 3

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

```
sbm.tone, sbm.vrs
```

Examples

ar.dual.dea

Assurance Region Data Envelopment Aanlysis (AR-DEA)

Description

Solve the AR-DEA

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Arguments

base	A data set for DMUs to be evaluated. A data frame with $J1*(M+N)$ dimention, where J1 is the number of DMUs, M for the number of inputs, and N for the number of outputs.
frontier	A data set for DMUs to be used in constructing a production possibility set (PPS). A data frame with J2*(M+N) dimention, where J2 is the number of DMUs, M for the number of inputs, and N for the number of outputs.
noutput	The number of outputs (N).
orientation	Orientation of measurement. 1 for the input-oriented measure, and 2 for the output-oriented measure.
rts	Returns to scale. 1 for the CRS assumption, and 2 for the VRS assumption.
ar.l	A data frame for the assurance region of which is the left-hand.
ar.r	A vector for the assurance region of which is the right-hand.
ar.dir	A vector for the assurance region of which is the direction.
dual	Logical.

Details

The AR model under the CRS assumption is calculated. For model specification, take a look at Cooper et al. (2007).

Value

A data frame with J1*(M+N), which has efficiency scores, optimal virtual prices. Take a look at the example below.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

dea, dual.dea

cost.dea 5

Examples

cost.dea

Linear Programming for Cost Minimization

Description

Solve the Cost Minimization Probem with Given Input Prices

Usage

```
cost.dea(base = NULL, frontier = NULL, noutput = 1, input.price = NULL)
```

Arguments

A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (M).

input.price A vector for market prices of input factors.

Details

The cost minimization problem under the CRS assumption is calculated. For model specification, take a look at Cooper et al. (2007).

Value

A data frame with J1*(M+6), which has optimal M input factors, minimized cost when overally efficient, minimized cost when technically-efficient, revealed cost, overall efficiency, allocative efficiency, and technical efficiency.

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Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). Efficiency Analysis: Data Envelopment Analysis. Press (in Korean).

See Also

revenue.dea

Examples

ddf

Linear Programming for the Directional Distance Function

Description

Solve the Additive Model under the VRS assumption

Usage

```
ddf(base = NULL, frontier = NULL, noutput = 1, direction = NULL)
```

Arguments

Trusta set for Division to the variation of the first of	base	A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,
---	------	--

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

direction A directional vector for inputs and outputs.

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Details

The DDF under the VRS assumption is calculated. For model specification, take a look at Cooper et al. (2007).

Value

A data frame with J1*(J1+M+N), of which has efficiency scores, optimal weightes and optimal slacks. Take a look at the example below.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

direc.dea

Examples

```
## Simple Example of one input and one output. 

my.dat \leftarrow data.frame(y = c(1, 2, 4, 6, 7, 9, 9),

x = c(3, 2, 6, 4, 8, 8, 10))

(re \leftarrow ddf(my.dat, noutput = 1, direction = c(1, 1)))
```

dea

Linear Programming for the Data Envelopment Analysis

Description

Solve input(output)-oriented DEA under the CRS (VRS)

```
dea(base = NULL, frontier = NULL, noutput = 1, orientation=1, rts = 1, onlytheta = FALSE)
```

8 dea

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

orientation Orientation of measurement. 1 for the input-oriented measure, and 2 for the

output-oriented measure.

rts Returns to scale. 1 for the CRS assumption, and 2 for the VRS assumption.

onlytheta Logical. If onlytheta is TRUE, then only efficiency scores are obtained. If it is

FALSE, then optimal lambda's and slacks are also obtained.

Details

The input (output) -oriented DEA under the CRS (VRS) assumption are calcuated. For model specification, take a look at Cooper et al. (2007).

Value

If onlytheta is TRUE, then a (J1*1) data.frame is obtained. If onlytheta if FALSE, then a data frame with a J1*(J1+M+N) dimension is obtained, in which optimal weights, input slacks and output slacks are presented.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean)

See Also

dual.dea

direc.dea 9

```
## input-oriented DEA under the CRS assumption (2 inputs and 1 output)
tab3.3.dat <- data.frame(y = c(1, 1, 1, 1, 1, 1),
                               x1 = c(1, 3, 6, 2, 5, 9),
                               x2 = c(4, 1, 1, 8, 5, 2))
re <- dea(base=tab3.3.dat, noutput = 1, orientation = 1, rts = 1)
## finding references points
(ref <- data.frame(y = c(tab3.3.dat$y + re$slack.y1),</pre>
x1 = c(tab3.3.dat$x1 * re$eff - re$slack.x1),
x2 = c(tab3.3.dat$x2 * re$eff - re$slack.x2)))
## output-oriented DEA under the CRS assumption (1 input and 2 outputs)
tab5.1.dat \leftarrow data.frame(y1 = c(4, 8, 8, 4, 3, 1),
                         y2 = c(9, 6, 4, 3, 5, 6),
                          x = c(1, 1, 1, 1, 1, 1)
(re <- dea(tab5.1.dat, noutput = 2, orientation = 2, rts = 1))</pre>
## input-oriented DEA under the VRS assumption (1 input and 1 output)
tab6.1.dat \leftarrow data.frame(y = c(1, 2, 4, 6, 7, 9, 9),
                               x = c(3, 2, 6, 4, 8, 8, 10))
(re <- dea(tab6.1.dat, noutput = 1, orientation = 1, rts = 2))</pre>
## output-oriented DEA under the VRS assumtion (1 input and 1 output)
(re <- dea(tab6.1.dat, noutput = 1, orientation = 2, rts = 2))</pre>
## scale efficiency
re.crs <-
    dea(tab6.1.dat, noutput = 1, orientation = 1, rts = 1,onlytheta = TRUE)
re.vrs<-
    dea(tab6.1.dat, noutput = 1, orientation = 1, rts = 2,
         onlytheta = TRUE)
scale.eff <- re.crs/re.vrs
## finding DRS, IRS, CRS
dat6.1 \leftarrow data.frame(y = c(1, 2, 4, 6, 7, 9, 9),
     x = c(3, 2, 6, 4, 8, 8, 10))
re <- dea(dat6.1, noutput = 1, rts = 1)
lambdas <- re[, 2:8]
apply(lambdas, 1, sum)
```

direc.dea

Linear Programming for the Directional Distance Function with Undesirable Outputs

Description

Solve the DDF with undesirable outputs. The directional vecor is (y's, b's).

```
direc.dea(base = NULL, frontier = NULL, ngood = 1, nbad = 1)
```

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Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+P+Q) dimen-

tion, where J1 is the number of DMUs, M for the number of inputs, P for the

number of good outputs, and Q for the undesirable outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+P+Q) dimention, where J2 is the number of DMUs, M for the number of inputs, P for the number of good outputs, and Q for

the undesirable outputs

ngood The number of good outputs (P).

The number of bad outputs (Q).

Details

The DDF with undesirable outputs under the CRS assumption is calculated. For model specification, take a look at Chung et al. (1997).

Value

A J1 vector of which is inefficiency score.

Author(s)

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References

Chung, Y. Fare, R. and Grosskopf, S. (1997). Productivity and undesirable outputs: A directional distance function approach. *Journal of Environmental Management* 51(3):229-240.

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

ddf

```
## Simple Example of one input, one good output, and one bad output. my.dat <- data.frame(yg = c(2, 5, 7, 8, 3, 4, 6), yb = c(1, 2, 4, 7, 4, 5, 6), x = c(1, 1, 1, 1, 1, 1, 1)) direc.dea(my.dat, ngood = 1, nbad = 1)
```

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dual.dea	Linear Programming for the Dual Data Envelopment Analysis	

Description

Solve the Dual DEA

Usage

```
dual.dea(base = NULL, frontier = NULL, noutput = 1, orientation=1, rts = 1)
```

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

orientation Orientation of measurement. 1 for the input-oriented measure, and 2 for the

output-oriented measure.

rts Returns to scale. 1 for the CRS assumption, and 2 for the VRS assumption.

Details

The input-oriented dual DEA under the CRS assumption is calculated. For model specification, take a look at Cooper et al. (2007).

Value

A data frame with J1*(1+M+N) dimension, of which has efficiency scores, optimal virtual prices for inputs and outputs.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

12 effdea.b.f

See Also

dea

Examples

effdea.b.f

Linear Programming for the Data Envelopment Analysis

Description

Solve input(output)-oriented DEA under the CRS (VRS) with convexhull. Do not use when the total number of inputs and outputs are greater than eight. If used, it may take more than hundreds day to get results.

Usage

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

orientation Orientation of measurement. 1 for the input-oriented measure, and 2 for the

output-oriented measure.

rts Returns to scale. 1 for the CRS assumption, and 2 for the VRS assumption.

convhull Logical. If this is TRUE, very efficient calculation of efficiency score is used.

However, when the total number of inputs and outputs is larger than eight, it is very slow for this option. In cases when the total number of inputs and outputs

is larger than eight, use FALSE for this argument.

faremalm2

Details

This function uses the convhull function in geometry package. After finding convex hull of *frontier* by using the convhull function. points on the convex hull are used in constructing the second production possibility set (PPS). Then efficiency scores in *base* are calculated based on the second PPS.

Value

A data frame with J1*1 dimension, which shows efficiency scores.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). Efficiency Analysis: Data Envelopment Analysis. Press (in Korean)

See Also

dual.dea

Examples

faremalm2

Linear Programming for the Malmquist Productivity Growth Index

Description

Calculate productivity growth index under the DEA framework.

```
faremalm2(dat = NULL, noutput = 1, id = "id", year = "year")
```

14 faremalm2

Arguments

dat	A data frame to be evaluated. The format of this data frame is data.frame(id, year, outputs, inputs). This data frame should have a balanced panel data form.
noutput	The number of outputs.
id	A column name for the producer index.
year	A column name for the time index.

Details

The Malmquist productivity growth index is calculated. For model specification, take a look at Fare et al. (1994).

Value

A data frame with (id: the id index of the original data. time: the time index of the original data. y's: original outputs x's: original inputs Dt2t2: $D^{t+1}(x^{t+1}, y^{t+1})$ Dtt2: $D^t(x^{t+1}, y^{t+1})$ Dt2t: $D^{t+1}(x^t, y^t)$ ec: efficiency change tc: technical change pc: productivity change

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Fare, R., Grosskopf, S., Norris, M. and Zhang, Z. (1994). Productivity growth, technical progress and efficiency change in industrialized countries. *American Economic Review*, 84(1):66-83.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

dea

fdh 15

```
head(my.dat)
my.oecd.ctry <- c("AUS", "AUT", "BEL", "CAN", "CHE", "DNK", "ESP",
                     "FIN", "FRA", "GBR", "GER", "GRC", "IRL", "ISL",
                     "ITA", "JPN", "KOR", "LUX", "MEX", "NLD", "NOR",
                     "NZL", "PRT", "SWE", "TUR", "USA", "DEU")
my.dat <- my.dat[my.dat$wbcode %in% my.oecd.ctry,]</pre>
my.dat <- my.dat[my.dat$year %in% 1980:1990,]</pre>
my.dat$rgdpl <- as.numeric(my.dat$rgdpl) ## GDP per capita</pre>
my.dat$pop <- as.numeric(my.dat$pop) ## total population (1000)</pre>
my.dat$rgdpwok <- as.numeric(my.dat$rgdpwok) ## GDP per labor</pre>
my.dat$kapw <- as.numeric(my.dat$kapw) ## Capital stock per labor</pre>
my.dat$gdp <- my.dat$rgdpl * my.dat$pop ## Total GDP of a country</pre>
my.dat$labor <- with(my.dat, gdp/rgdpwok) ## Total labor force</pre>
my.dat$capital <- with(my.dat, kapw * labor) ## Toal capital stock</pre>
oecd <- my.dat[, c("wbcode", "year", "gdp", "labor", "capital")]</pre>
re.oecd <- faremalm2(dat = oecd, noutput = 1, id = "wbcode", year =
"year")
## productivity growth for each country
pc.c <- tapply(re.oecd$pc, re.oecd$wbcode, geometric.mean)</pre>
## a trend of productivity growth of OECD countries
pc.y <- tapply(re.oecd$pc, re.oecd$year, geometric.mean)</pre>
## efficiency change for each country
ec.c <- tapply(re.oecd$ec, re.oecd$wbcode, geometric.mean)</pre>
## a trend of efficiency change of OECD countries
ec.y <- tapply(re.oecd$ec, re.oecd$year, geometric.mean)</pre>
```

fdh

Linear Programming for the Free Disposable Hull

Description

Solve input(output)-oriented FDH

Usage

```
fdh(base = NULL, frontier = NULL, noutput = 1, orientation=1)
```

Arguments

A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

orientation Orientation of measurement. 1 for the input-oriented measure, and 2 for the

output-oriented measure.

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Details

The input (output) -oriented FDH is calculated.

Value

A data frame of J1*1 dimention which shows efficiency scores.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). Efficiency Analysis: Data Envelopment Analysis. Press (in Korean).

See Also

dea, orderm

Examples

int.dea

Linear Programming for the Data Envelopment Analysis with Integer-valued Inputs.

Description

Solve input-oriented DEA under the CRS

```
int.dea(base = NULL, frontier = NULL, noutput = 1, intinput = 1,
orientation=1, epsilon = 1e-06)
```

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Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

Intinput The number of integer inputs.

orientation Orientation of measurement. 1 for the input-oriented measure, and 2 for the

output-oriented measure. This argument is ignored.

epsilon Non-Armechidean number. Use the default value.

Details

The input-oriented IDEA under the CRS assumption is calcualted. See Kuosmanen and Matin (2009).

Value

A data frame of J1*(1+J1+N+M+Q+Q), which shows efficiency scores, optimal weightes, optimal slacks for outputs and inputs, optimal slacks for integer-valued inputs, and optimal integer inputs.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Kuomanen, T. and Matin, R. (2009). Theory of integer-valued data envelopment analysis. *European Journal of Operational Research* 192(2):658-667

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

dea

```
int.dat <- data.frame(y = c(1, 1, 1, 1, 1), x1 = c(2, 7, 3, 7, 9), \\ x2 = c(4, 1, 4, 2, 4))int.dea(int.dat, noutput = 1, intinput = 1)
```

18 lp2

1p2

Linear Programming with Free Variables

Description

Solve LP with free variables

Usage

```
lp2(direction = "min", objective.in, const.mat, const.dir,
    const.rhs, free.var = NULL)
```

Arguments

direction	Character string giving direction of optimization: "min" (default) or "max."
objective.in	Numeric vector of coefficients of objective function
const.mat	Matrix of numeric constraint coefficients, one row per constraint, one column per variable (unless transpose.constraints = FALSE; see below).
const.dir	Vector of character strings giving the direction of the constraint: each value should be one of "<," "<=," "==," ">," or ">=". (In each pair the two values are identical.)
const.rhs	Vector of numeric values for the right-hand sides of the constraints.
free.var	Vector of numeric values for indicating free variables. If this argument is NULL, no free variables is included.

Details

lp2 extends lpSolve::lp() to incorporate free variables easily.

Value

```
An lp object. See 'lp.object' for details.
```

Author(s)

```
Dong-hyun Oh, <oh.donghyun77@gmail.com>
```

See Also

1p

orderm 19

Examples

```
# Set up problem: maximize
# x1 + 9 x2 + x3 subject to
# x1 + 2 x2 + 3 x3 <= 9
# 3 x1 + 2 x2 + 2 x3 <= 15
#
f.obj <- c(1, 9, 3)
f.con <- matrix (c(1, 2, 3, 3, 2, 2), nrow=2, byrow=TRUE)
f.dir <- c("<=", "<=")
f.rhs <- c(9, 15)
#
# Now run.
#
lp2("max", f.obj, f.con, f.dir, f.rhs)
lp2("max", f.obj, f.con, f.dir, f.rhs, free.var = c(0, 1, 0))</pre>
```

orderm

Efficiency Measures with the order-m Method.

Description

Calculate order-m efficiency scores

Usage

```
orderm(base = NULL, frontier = NULL, noutput = 1, orientation=1, M = 25, B = 500)
```

Arguments

base	A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention, where J1 is the number of DMUs, M for the number of inputs, and N for the number of outputs.
frontier	A data set for DMUs to be used in constructing a production possibility set (PPS). A data frame with J2*(M+N) dimention, where J2 is the number of DMUs, M for the number of inputs, and N for the number of outputs.
noutput	The number of outputs (N).
orientation	Orientation of measurement. 1 for the input-oriented measure, and 2 for the output-oriented measure.
М	The number of elements in each of the bootstrapped samples.

The number of bootstap replicates

Details

В

See Simar (2003).

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Value

A data frame with J1*1 dimention, which shows efficiency scores.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

Simar, L. (2003). Detecting outliers in frontier models: A simple approach. *Journal of Productivity Analysis*, 20(3):391-424.

See Also

fdh

Examples

```
x <- abs(runif(200, min = 0.1, max = 4))
y <- 3*x*abs(rnorm(200))
dat.orderm <- data.frame(y = y, x = x)
dat.orderm.out <- rbind(dat.orderm, c(4, 0.1)) ## add one outlier.
(eff <- orderm(dat.orderm.out, noutput = 1, M = 25, B = 20))</pre>
```

revenue.dea

Linear Programming for Revenue Maximization

Description

Solve the Revenue Maximization Probem with Given Output Prices

Usage

```
revenue.dea(base = NULL, frontier = NULL, noutput = 1, output.price = NULL)
```

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to be used in constructing a production possibility set

(PPS). A data frame with J2*(M+N) dimention, where J2 is the number of

DMUs, M for the number of inputs, and N for the number of outputs.

noutput The number of outputs (M).

output.price A vector for market prices of outputs.

sbm.tone 21

Details

The revenue maximization problem under the CRS assumption is calculated. See Cooper et al. (2007).

Value

A data frame with J1*(N+6), which has optimal N output factors, maximized revenue when overally efficient, maximized revenue when technically-efficient, revealed revenue, overall efficiency, allocative efficiency, and technical efficiency.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

See Also

cost.dea

Examples

sbm.tone

Linear Programming for the Slacks-based Model under the CRS

Description

Solve Slacks-based Model under the CRS (Tone, 2001)

```
sbm.tone(base= NULL, frontier = NULL, noutput = 1)
```

sbm.tone

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to construct a production possibility set (PPS). A data

frame with J2*(M+N) dimention, where J2 is the number of DMUs, M for the

number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

Details

The SBM under the CRS assumption is calculated. See Tone (2001).

Value

A data frame with (1+J1+M+N), which shows efficiency scores, optimal weights, and optiaml input and output slacks.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

Tone, K. (2001). A slacks-based measure of efficiency in data envelopment analysis. *European Journal of Operational Research*, 130(3):498-509.

See Also

sbm.vrs

```
tab7.6.dat <- data.frame(y = c(1, 1, 1, 1, 1, 1),

x1 = c(1, 3, 6, 2, 5, 9),

x2 = c(4, 1, 1, 8, 5, 2))

(re <- sbm.tone(tab7.6.dat, noutput = 1))
```

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sbm.vrs	Linear Programming for the Slacks-based Model under the VRS
---------	---

Description

Solve Slacks-based Model under the VRS (Tone, 2001)

Usage

```
sbm.vrs(base= NULL, frontier = NULL, noutput = 1)
```

Arguments

base A data set for DMUs to be evaluated. A data frame with J1*(M+N) dimention,

where J1 is the number of DMUs, M for the number of inputs, and N for the

number of outputs.

frontier A data set for DMUs to construct a production possibility set (PPS). A data

frame with J2*(M+N) dimention, where J2 is the number of DMUs, M for the

number of inputs, and N for the number of outputs.

noutput The number of outputs (N).

Details

The SBM under the VRS assumption is calculated. See Tone (2001).

Value

A data frame with (1+J1+M+N), which shows efficiency scores, optimal weights, and optiaml input and output slacks.

Author(s)

Dong-hyun Oh, <oh.donghyun77@gmail.com>

References

Cooper, W., Seiford, L. and Tone, K. (2007). *Data envelopment analysis: a comprehensive text with models, applications, references and DEA-solver software* (2nd ed.). Springer Verlag, New York.

Lee, J. and Oh, D. (forthcoming). *Efficiency Analysis: Data Envelopment Analysis*. Press (in Korean).

Tone, K. (2001). A slacks-based measure of efficiency in data envelopment analysis. *European Journal of Operational Research*, 130(3):498-509.

See Also

sbm.tone

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