

QUESTION

An electrical shop replenishes its supply of a specialized type of bulb at the beginning of each week. The demand in a week for this type of bulb has a Poisson distribution with mean 3.

Find the smallest number of bulbs which should be in stock at the beginning of the week to be at least 90% confident of satisfying the demand in a week. If the number in stock at the beginning of the week is set at that number find the expected number of satisfied demands in the week.

ANSWER

Demand $\sim P(3)$. We can use either $p(x) = \frac{e^{-3}3^x}{x!}$ or tables to find $F(x)$.

$p(0) = .050$	$F(0) = .050$
$p(1) = .149$	$F(1) = .199$
$p(2) = .224$	$F(2) = .423$
$p(3) = .224$	$F(3) = .647$
$P(4) = .168$	$F(4) = .815$
	$F(5) = .916$

(Note that there are two modes, 2 and 3.)

Hence the least number to be at least 90% certain is 5. So stock 5. If the demand is 0, 1, 2, 3, 4 then the satisfied demand is 0, 1, 2, 3, 4. If the demand is ≥ 5 then the satisfied demand is 5.

$$\begin{aligned} E(\text{satisfied demand}) &= 0p(0) + 1p(1) + 2p(2) + 3p(3) + 4p(4) + 5(p(5) + p(6) + \dots) \\ &= 0p(0) + 1p(1) + 2p(2) + 3p(3) + 4p(4) + 5(1 - p(4)) \\ &= .149 + .448 + .672 + .672 + 5 \times .185 = 2.866 \end{aligned}$$