

**ADDIS ABABA UNIVERSITY**  
**ADDIS ABABA INSTITUTE OF TECHNOLOGY**  
**SCHOOL OF CIVIL AND ENVIRONMENTAL ENGINEERING**



**APPLICATION OF MULTI-CRITERIA DECISION-MAKING BASED ON  
COMBINED ANALYTIC HIERARCHY PROCESS AND LINEAR  
PROGRAMMING AS AN ALTERNATIVE FOR PROJECT SELECTION: THE  
CASE OF ETHIOPIAN ROAD AUTHORITY ROAD PROJECTS**

A Thesis Submitted to The School of Graduate Studies of Addis Ababa University in Partial Fulfillment of the Requirement for The Degree of Master of Science in Civil Engineering (Construction Technology and Management)

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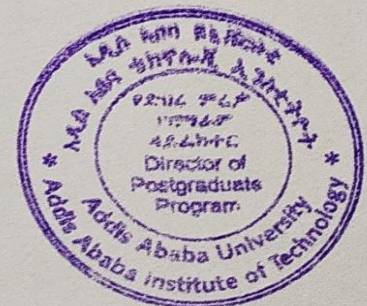
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## STATEMENT OF DECLARATION

I hereby declare that this thesis entitled “*Application of Multi-Criteria Decision-Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects*” is my original work. The work has not been presented for any other university and is not concurrently submitted in candidature of any other degree, that all sources of material used for the thesis have been duly acknowledged.

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## ABSTRACT

*Resources are limited for pursuing and funding new projects hence the challenge is to prioritize, select and allocate optimally. Ethiopian public projects encountered challenges in selecting best projects, finishing in time and cost. The project selection methods commonly used are quantitative in nature and they lack to account for intangible factors which can affect the outcome of project appraisals. An integrated Analytic Hierarchy Process and Linear Programming model that considered both quantitative and qualitative factors in choosing capital project is presented. The combined model is applied in Ethiopian Roads Authority road projects with Planning and Development Commission and Ministry of Finance as prime stakeholders in project selections. Research surveys were conducted in those organizations and secondary documents were used for the analysis. The results indicated project characteristics, with 0.5 weight, were ranked higher than other criteria related to the firm characteristic and external factors with weights of 0.36 and 0.14 respectively. The most important project selection sub-criteria found to be profit, measure of worth, project risk, financial standing, and resources with the overall weight of 0.15, 0.13, 0.12, 0.10 and 0.09 respectively. Others are economic factors, experience, technical ability, size & complexity, duration, organization culture, environmental, location factors, social responsibility, and political factors with weights of 0.07, 0.07, 0.07, 0.06, 0.04, 0.03, 0.02, 0.02, 0.02, and 0.01 respectively. Four projects out of six total projects were selected to have the most use of resources under the available resource constraints. The study provides a simple framework that can be used by organizations to make these challenging decisions. The integrated model is recommended for its ability to capture all possible factors, optimality advantage and applicability in different situations with refining the selection criteria.*

**Key Words:** Analytic Hierarchy Process, Linear Programming, Projects, Project Appraisal, Resource Constraint, Optimality

## **LIST OF ACRONYMS/ABBREVIATIONS**

- AADT** : Average Annual Daily Traffic
- AHP**: Analytic Hierarchy Process
- B-CR**: Benefit-Cost Ratio
- CBA**: Cost Benefit Analysis
- CEA**: Cost-Effectiveness Approach
- CI**: Consistency Index
- CR**: Consistency Ratio
- EIRR**: Economic Internal Rate of Return
- ENPV**: Economic Net Present Value
- ERA**: Ethiopia Roads Authority
- ETB**: Ethiopian Birr
- FIRR**: Financial Internal Rate of Return
- FNPV**: Financial Net Present Value
- FY**: Fiscal Year
- GC**: Gregorian calendar
- ILP**: Integer Linear Programming
- LP**: Linear Programming
- MCA**: Multi-Criteria Analysis
- MCDM**: Multi-Criteria Decision Making
- MoF**: Ministry of Finance
- PDC**: Planning & Development Commission
- R.I**: Random Index
- RRA**: Regional Roads Authority
- RSDP**: Road Sector Development Program
- WB**: World Bank
- WRO**: Woreda Roads Authority

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# CHAPTER ONE

## INTRODUCTION

### 1.1. Background of the Study

Construction industry is an important sector in the economies of nations and plays a key role in their socio-economic growth. The Ethiopian construction industry accounts for 8.5% of the Gross Domestic Product [1]. Ethiopia is the second most populous countries in Africa with huge demand for construction products, including transportation infrastructures. In the context of Ethiopia, “road is the most important infrastructure that provides access to rural and urban areas in the country. Road plays crucial role to reduce transportation cost and support economic growth in the country” [2].

Construction projects are vital to economy in providing physical infrastructures, industries, housing needs of the society. Despite the construction industry’s significant contribution to the economy of Ethiopia, its performance remains generally low. For instance, road construction projects are important components of the economy which have rippling effect in the production, manufacturing, and service sectors of the aggregate economy. In spite of their importance, Ethiopian road projects have been suffering from a serious drawback, which is partly due to improper project selection [2].

[2] stated the project management skill gap is among the basic reasons for projects to deviate from their intended quality, time, and cost. With increased demand for public work projects, there is a need to focus on efficiency of construction project services. During the last decades, various methods have been utilized to reduce construction projects under performances and its effects. Among the potential strategies to foster the sectors development is selecting the proper projects. One of the innovative approaches in this regard is to use multi-criteria decision-making method to select proper construction projects. Hence, proper selection of road projects helps the country to invest on highly prioritized works under serious resource constraint. Project selection, a crucial and challenging decision in many client organizations, is periodic activity involved in selecting a portfolio of projects, that meets an organization’s stated objectives without exceeding available resources.

[3] Stated that roads in Ethiopia have been built and expanded; however, it is not always a success story, there are critics that challenge the success of those projects like constructing roads in low traffic volume areas. The public bodies might have some objectives to invest in those areas, but unless these investment projects have adequate economic return, their positive effects could not be sustainable. According to (Enea and Piazza, (2004), as cited in [4] the challenge in project selection attributed to the involvement of different goals (organization's objectives and priorities) and the large number of attributes to consider, financial benefits, intangible benefits, availability of resources and risk level of the projects.

Over the last decades, quantitative capital budgeting techniques that provide the highest return over a given period of time have been employed to select projects. Capital budgeting involves selecting the best project or projects that maximizes the investment criteria without exceeding the available limited budget. Typically project owners use optimization techniques using a measure of worth such as the Net Present Value (NPV) and the Internal Rate of Return (IRR). However, these methods lack to take into consideration of intangible factors that can affect the results of project assessments. Qualitative factors include organizational culture, experience, project location, political and economic environment [4]. Therefore, there is a need to develop a method for project selection for client organizations that can take into consideration both tangible and intangible factors. Multi-Criteria Decision Making (MCDM) techniques, such as the Analytic Hierarchy Process (AHP), have the ability to evaluate quantitative and qualitative criteria; researches showed that AHP results are simple, and suitable tool for project selection criteria prioritization and Linear Programming for optimizing resources. Therefore, a combined Analytic Hierarchy Process (AHP) and Linear Programming (LP) approach can be used to select and optimize projects to enhance the quality of capital budgeting.

The study focuses on selection of the road projects considering different qualitative and quantitative criteria that are well known in the scientific world. AHP decision making method is used to select and prioritize the proper projects selection criteria and LP is used to constrain against the limited resources in Capital Budgeting. Hence, the framework or technique undertaken in this study is helpful to transform the objectives of selecting better projects into

reality as a set of rules or systematic methodologies which are known in making significant impact on the organizational goals.

## **1.2. Problem Statement**

Construction industry plays a key role in socio-economic growth of Ethiopia. In today's world, any sector has a competition to its areas of business. Hence, in order to survive, improving effectiveness and efficiency is the better way, partly by appropriate projects selection. Researches/studies including [3] showed construction projects in Ethiopia are not much competitive to meet owner's and citizens expectation which partly requires an examination of alternative techniques for best possible project selections.

In Ethiopia, significant finance allotted for the roads sub-sector, the 2020 Ministry of Finance (MoF) Medium Term Expenditure Framework (MTEF) showed, the capital budget for the ERA as; 38.2 billion ETB from treasury, 279 million ETB from grant and 7.86 billion ETB from loans. But Ethiopian Roads Authority 23 years RSDP report stated that "most areas in the country were isolated from economic centers, market and basic social services. The existing road network is largely in deteriorated condition". [3] Stated "some federal roads in Ethiopia are constructed in the remote areas where the traffic volumes are far below the minimum average. Some of the road projects with higher Annual Average Daily Traffic (AADT) are not given priority for investment and some of the roads are constructed with low standard. These projects could not generate sufficient additional revenues for the government, nor could they cover their running and maintenance cost. On the other hand, the government has no financial capacity and is not allocating sufficient funds for maintenance and operation. In view of that, it is envisaged important to evaluate and research for the road projects investment prioritization methods and to study better techniques". Therefore, the size, complexity, resource requirements, and impacts of those development projects underline the need to choose projects wisely.

[5] study showed that ERA has its own road projects investment prioritization and selection criteria. However, there is no weighting for each criterion to evaluate all projects in equal ground. She forwarded recommendation "as mitigation and intervention measures, that the roads authorities should develop new selection and prioritization of road projects investment".

The selection of proper construction projects can be defined as a Multi-Criteria Decision Making (MCDM) problem as multi-criteria with different weights are used. Hence, in order to overcome the challenges, multi-criteria decision-making methods have been proposed to select the proper projects by ranking the alternatives and to use constrained linear optimization for available budgeting considering serious shortage of finance in developing countries like Ethiopia. Studies such as [6] showed that MCDM methods have been successfully applied to the infrastructure project selection problems.

AHP is a simple, and suitable tool for project selection which is mostly used in infrastructure management as studied by [6], can be used to prioritize and weight the project selection criteria and use it to the particular organizations' list of projects, finally, they can be linearly optimized against the budget ceiling. Therefore, this research discussed about project selection techniques to overcome selection problems and offer recommendation for improvements in project success. For that reason, the MCDM methods, which take into account multiple criteria and rank the alternatives analytically, are used to solve road construction project selection problems.

### **1.3. Research Objectives**

#### **1.3.1. General Objective**

The overall objective is to study and recommend the use of multi-criteria decision making for projects selection through the analytic hierarchical scientific decision-making system and linear programming under limited resources.

#### **1.3.2. Specific Objectives**

- ☞ To apply the use of multi-criteria decision-making method through combined approaches of Analytic Hierarchy Process and Linear Programming in Ethiopian road construction industry for effective & efficient projects selection.
- ☞ To recommend projects selection decision making process by providing simple hierarchical prioritizing framework.

## 1.4. Research Questions

- ☞ How does the implementation of multi-criteria decision-making method through combined AHP and LP help in road construction project selection to meet objectives?

## 1.5. Methodology of the Study

The research involves the use of primary and secondary data. Primary data were collected through questionnaires from Planning and Development Commission of Ethiopia, Ministry of Finance, and Ethiopian Roads Authority. Through the desk study pertinent literature in the area of project selection was identified. The currently used project selection methods, the allotted budgets, the projects profile information were gathered from those three organizations.

A research approach known as combined Analytic Hierarchy process (AHP) and Linear Programming (LP) was applied in this thesis. AHP is a tool and technique for the mathematical treatment of decision problems, and it is recommended for stakeholder's decision-makers. LP is a mathematical tool and technique; "ways to formulate real-world problems in mathematical terms (models), techniques for solving the models, and engines for executing the steps of algorithms". The technique can be used for optimum allocation of scarce resources subject to a set of limitations or restrictions on the use of available resources.

The questionnaire of the survey on the data collection tool seek to compare project selection factors for AHP analysis. The results of AHP process are augmented with LP to optimize and select projects with the available resources.

## 1.6. Significance of the Study

The study provides information on methods and techniques for project selection using the scientific analytic hierarchy process and linear optimization systems. Studies on project selection, prioritization and optimization are core areas of research in the field of project portfolio management, for which this would be significant. This helps project clients, financiers, economic planners, and other stakeholders. The method enables project leaders, managers, and their project selection teams to exercise their knowledge, intuition, professional

judgment, and at the same time to address the context and specifies the selection of particular projects.

### **1.7. Limitations and Scope of the Study**

The scope of this study is limited to use of combined AHP and LP techniques to facilitate and offer recommendations and overcome problems of road construction projects selection. The questionnaires from under study organization experts were used for prioritizing literature reviewed project selection criteria in AHP; then project selection criteria treated six previous road projects from MoF data base with different features which were used in LP analysis. It's being research in partial fulfillment of an academic qualification; it didn't consider all road projects. The technique, mathematical programming, does not replace the knowledge and experience of experts, but it gives insights for the decision-making system.

### **1.8. Organization of the Thesis**

The thesis is organized with five chapters. The first chapter begins the basic research information as an introduction part of the research. The second chapter devoted to the review of related literatures and followed by the third chapter which covers research methodologies used in order to achieve the objectives of the study. The fourth chapter encompasses the presentation of results, analysis and interpretation of the findings, and discussions part. The last chapter comprises the conclusions made, and recommendations forwarded based on the major findings of the study.

## **CHAPTER TWO**

### **LITERATURE REVIEW**

Chapter one discussed the motivation behind the thesis, need statement, objectives, methodology, and the expected outcome. This chapter provides background and a literature review about project selections. It covers research that has been previously conducted on methods used by different researchers and organizations to improve effective and efficient project selections.

#### **2.1. Introduction**

##### **2.1.1. Projects Definition**

A project is a temporary endeavor undertaken to create a unique product, service or result. The temporary nature of projects indicates a definite beginning and end. The end is reached when the project's objectives have been achieved or when the project is terminated because its objectives will not or cannot met, or even the need for the project no longer exists. Temporary does not necessarily mean short in duration since most projects are undertaken to create a lasting outcome [6].

The proclamation No.1210/2020, [7] to provide for the federal government public projects administration and management system defines “project as investments carried out by the project implementing bodies for the acquisition or improvement of fixed assets, to accelerate economic growth, fill market failures, which is undertaken in limited resource, time and place or economic sectors”.

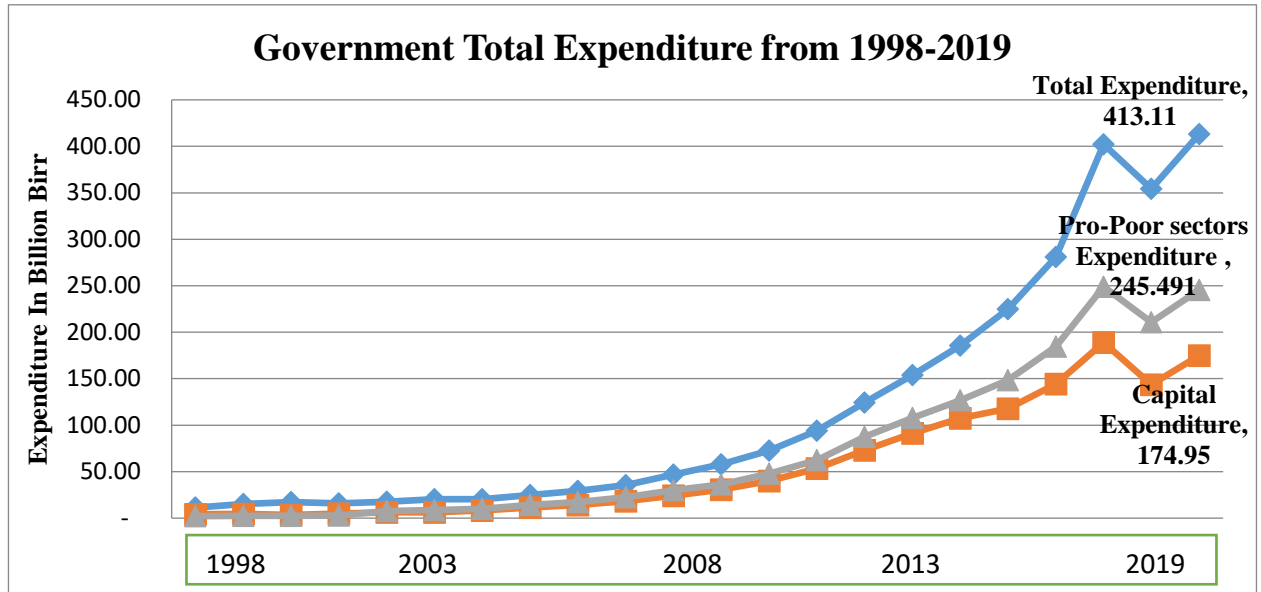
Projects in general are policy implementation tools using limited available resources (finance, work force and materials) for accomplishing development programs and plans. How to select, prepare, complete, operate and maintain the right projects are important issues to be considered for using a country's resource for development [3]. According to their study, some federal road projects have been implemented in areas of low traffic volume in which the government might have its own social and political objectives. Similarly housing development projects are implemented in different regions of the country that costs huge resource. According to their evaluation, some towns had completed apartments that did not attract end-

users, and the project implementation process was stopped before the project objectives were fulfilled. The financial recovery of the projects was not as expected and the contribution of the projects toward the strategic goal of the program was not significant. This in turn could affect the sustainability and long-term effects of the projects. Consequently, the size, environmental and social impacts of the investments underline the need to choose projects wisely, which is effective and efficient project identification, formulation, appraisal, selection and prioritization [3].

According to [6] project management is “the application of knowledge, skills and techniques to project activities to meet the project requirements”. A project that meets requirements is a project which produces the expected results within the scope, budget and on the schedule. In addition, project must add the maximum value possible to the organization. Correspondingly, projects should add value at the national level as capital projects are change driving initiatives as opposed to the government day to day recurrent services. Underneath explains the Ethiopia government expenditure for capital projects across decades.

### **2.1.2. Ethiopia Expenditure for Capital Projects**

In the past years, the Ethiopian government spent significant resources for capital projects to meet the demands of the public at large as shown in the following figure. The huge efforts undertaken so far to expand infrastructure has already begun to pay off in terms of economic growth and development. However, there are still infrastructure deficits that need to be bridged. Even though the government tried to meet the needs of the economy and the society, it is much inefficient and low level of road infrastructure facility that can carry the growing population and economy [1]. So, effective and efficient selection of projects for better use of the resources is mandatory to relive from debt pressure and to meet the society’s socio-economic demand.



Source: From MoFC report, 2020

**Figure 2-1: Ethiopian Federal Government total expenditure from 1998-2019**

If we consider the road sector only, the data from [2] shows, physical works have been undertaken on a total of 159,218.4 km of roads excluding routine maintenance work and community roads. Over the past 23 years, 34.1 % of the total RSDP expenditure was on rehabilitation and upgrading roads, 32.2 % was on construction of link roads, 4.5 % was on construction of expressways, 4.2 % on maintenance of federal roads, 11.5 % on regional road construction and maintenance and 10.7 % on Woreda roads and 2.6 % was on institutional support projects and other activities at the federal level and 0.2 % for maintenance of urban roads. “Around 84 % of the RSDP financing cover the last twenty-three years came from internal sources, where the government of Ethiopia has financed 78 %, 5.9% from the office of the Road Fund and the community has contributed 1 % of the total finance of RSDP. The remaining 15.1% was pooled from the development partners” [2]. The basic motive of this research is considering the above fact that the government treasury finances most of the ERA road projects which needs effective and efficient road prioritization and selection methodologies to relive the encountered project challenges.

### 2.1.3. Project Selection

Projects are considered the building blocks in the planning and execution of organizational strategies. [6] stated projects originate from the strategic development of the nation or the

sector under study; they are tools to achieve the development objectives set out in the planning documents of the organizations. Since the capital available at any given time for new projects is limited, management must use capital budgeting techniques to decide which projects will yield the most return on investment over an applicable period. It is a process by which a business determines whether projects such as building a new plant or investing in a new product development is worth pursuing. [8]. Similar to any projects, road construction projects are subject of more demands today. Competition has forced firms to submit projects with minimal benefits in order to stay in business. In addition to their multi-stakeholder nature, projects are becoming more and more complex and risky.

In many cases, financial criteria are the only criteria considered in project selection decisions. Selection process based on qualitative and quantitative criteria have been used for decision making to justify capital investment and resource allocations. In others, the project selection decision-making process is based on the experience and feeling of the top management. Usually, the decision that results from these methodologies can be very debatable.[9] Projects can be grouped into programs and portfolios of programs. A program is defined as “a group of related projects managed in integration to control and obtain benefits not available from managing them individually”. Programs allow companies to enhance the performance of related projects sharing resources and synchronizing efforts. In broader context, a portfolio is a “collection of projects or programs and other work that are grouped together to facilitate effective management of that work to meet strategic business objectives” [6]. Portfolio categorization, evaluation, prioritization and selection are essential processes for portfolio management and plays important roles in efforts to accomplish organizational strategic goals.

[10] stated the fundamental problem of decision theory such as project selection is how to derive weights for a set of activities according to importance of selection factors. Importance is usually judged by several criteria that may be shared by some or all of the activities. Weighting of activities with respect to importance is a process of multi-criterion decision making. So, in general, project selection is multi-criteria decision-making problem. There are many different multi-criteria decision methods found by researchers around the world. From these methods the following five are most widely used, weighted sum model, weighted product model, Analytic Hierarchy Process, elimination and choice translating reality and

techniques for order preference by similarity to ideal solutions. Therefore, projects require conceptual identification systems, rigorous appraisal, prioritization and selection to survive under such limited resource constraints.

#### **2.1.4. Project Selection Using Multi-Criteria Decision Making**

In a typical organization, projects compete for limited resources and hence the challenge is to prioritize projects in accordance with the strategic goals of the organization and then allocate optimally scarce resources in a manner that will maximize the organization's wealth. The methods commonly used are quantitative in nature and they fail to take account for qualitative or intangible factors which are real factors that can affect the outcome of project appraisals. [8]. Popular traditional methods of capital budgeting that depend on quantitative measures include net present value (NPV), internal rate of return (IRR) using discounted cash flow (DCF), and payback period. These traditional allocation methods depend on quantified or tangible measures but fail to capture the intangible or qualitative measures such as risk of project, priorities between business units and subsidiaries, priorities within groups, discretionary versus required projects, statutory project (government requirement), social responsibility (community development) and other factors that lie within the strategic project portfolio. Besides, there are other projects like research and development (R&D) which are necessary for the long-term survival of companies but are simply difficult to assess or put into normal financial return model using the traditional methods. Additionally, their lack of managerial flexibility especially in a world of very dynamic business environment results in capital budgeting failures. Experience has shown that non-financial criteria should be included in project selection decision modeling.

[9] stated project selection is an essential process for portfolio management and plays an important role in accomplishing organizational goals. The study shows simple examples, which includes formulation and solution of the problem using 0-1 integer programming (one objective portfolio) and goal programming (multiple objectives portfolio) and finally concluded mathematical programming methods can improve the quality of the decision-making process reducing subjectivity and optimizing resource allocation in the projects that add more value to the organizations. Their study presents a literature review of the techniques used in project selection, numerical methods, and non-numeric methods.

Numeric methods include financial models, scoring, and optimization models in which this study focuses on the last one. The Numeric selection methods rank and rate the candidate projects according quantitative and qualitative normalized criteria. Criteria usually include financial benefits, productivity, reliability, environmental impact, and risks associated with each project alternative. According to [9] project selection process can be undertaken using mathematical programming models. The basic objective of linear programming is to maximize or minimize an objective function and meet some constraints at the same time. The formulation of the linear programming problem includes the definition of decision variables, objective function, and constraints.

Non-numeric Selection methods are also used in different industries because these methods are simple and take into consideration the experience and know-how of the decision makers. Some of these methods are sacred cow, operating or competitive necessity and comparative approaches. The sacred cow, it is high level executive based on her or his experience, knowledge and authority level decide that the organization must develop a specific project. This method is common in many kinds of business; however, decisions resulting might be questionable due to subjective assessment of the decision maker or poor technical and economic justification. The operating/competitive necessity selects the projects that are needed to keep the business running, under certain circumstances; an organization must undertake some projects to assure its sustainability in the long-term. On the other hand, the comparative approaches uses a pool of experts that rank a set of alternatives in a sequence taking into consideration quantitative and qualitative criteria produces a list of ranked projects according to the judgment of the members in the decision pool.

In infrastructure management, multi-criteria decision making (MCDM) has emerged as a decision support tool to integrate various technical information and stakeholder values [11]. Different MCDM techniques and tools have been developed. The study by [11] presents a comprehensive review on the application of MCDM literature in the field of infrastructure management. Approximately 300 published papers were identified that report MCDM literature applications in the field of infrastructure management areas including water resources, construction building technology, transport science technology, transportation infrastructure management, asset management, water distribution network, and pavement

management. The review was limited to articles published in referred journal and reputed conferences over the period of more than 30 years, the majority of the scholarly articles collected from the Web of science data base which accesses articles from over 10,000 journals worldwide, including journal of multi-criteria decision analysis and international journal of multi-criteria decision making which were searched separately since they publish important papers in the field.

The study by [11] focused on the following MCDM methods; Weighted Sum Model (WSM) and Weighted Product Model (WPM), Compromise Programming (CP), Analytic Hierarchy Process (AHP), ELimination Et Choix Traduisant la REalite (ELECTRE), Technique for Order of Preference by Similarity to Ideal Solution (TOPSIS), The Preference Ranking Organization MEmethod for Enrichment Evaluations (PROMETHEE), and VIKOR, Serbian name 'Vlse Kriterijumska Optmizacija Kompromisno Resenje'.

The study by [11] briefly explain the above methods as follows through reviewing different scholarly papers. Weighted sum method concept is searching for the weighted sums obtained from the performance ratings of each alternative on all criteria. It is necessary to process the normalization of the decision matrix into a scale comparable to all alternatives. The end result of the performance value is derived from the sum of the matrix elements of the normalized matrix element with the corresponding preference weight of the matrix column. Compromise Programming (CP) is a methodology that deals with problems of hierarchical nature which was developed by Zeleny later extended by others as composite programming. It is easy to use and well understandable when compared with more sophisticated methods but time consuming. ELECTRE used indirect method that ranks alternatives by means of pair-wise comparison, and due to complex computational procedure, it is time consuming without using specific software. The main strengths of the method are applicable even when there is missing information, incomparable alternatives, incorporation of uncertainties is required, and applicable for both quantitative and qualitative attributes. VIKOR is a method to solve MCDM problems with conflicting and non-commensurable (attributes with different units) criteria, assuming that compromise can be acceptable for conflict resolution, and when the decision-maker wants a solution that is the closest to the ideal solution, the alternatives can be evaluated according to all established criteria. The main strength of VIKOR is applicable even when

decision-maker is not able or does not know to express his/her preference at the beginning of system design, and algorithm can be performed without interactive participation of decision-makers. TOPSIS is introduced by Hwang and Yoon and its principle is the chosen alternative must have the closest distance from the ideal situation and furthest from the ideal solution from a geometric point of view using the Euclidean distance to determine the relative proximity of an alternative with the optimal solution. The positive ideal solution ( $A^+$ ) is defined as the sum of all the best alternative values for each attribute, while the ideal solution ( $A^-$ ) consists of all worst values achieved for each attribute. PROMETHEE is one of the methods of determining the order or priority in MCDM. The alleged predominance of criteria used is the use of value in outranking relationships. The use of promethea is to determine and produce decisions from several alternatives. The key issues are simplicity, clarity, and stability.

According to (Huang et al., 2011) as cited in [11] the above mentioned MCDM approaches share some common mathematical elements; values for alternatives are assigned for each criterion, and then multiplied by corresponding weights and finally combined to produce a total score. The approaches differ significantly in the details of how criteria values are assigned and combined. The processes have different information or knowledge requirements, and the calculated scores have different mathematical properties and, thus, slightly different values and meanings. The study sated the strength of AHP as it is applicable when exact and total parameters is collected, decision problems can be fragmented into smallest elements making evidence of each criterion applied, applicable for either single or multiple problems since it incorporates both qualitative and quantitative criteria, calculation of consistency ratio to assure decision makers. The limitation is as loss of information can occur due to potential compensation between good scores on some criteria and bad scores on other criteria.

The study results of [11] suggest that there is a significant growth in MCDM applications in infrastructure management and have been successfully used. The most commonly applied methods were AHP with 24 %, ELECTRE and PROMETHEE with 6.3 %, CP with 4.7%, TOPSIS with 5.3%, WSM with 3.3%, and VIKOR with 2 %. As the study reviewed wide range of related papers across decades, it is pertinent representative as far as MCDM methods comparison is considered.

Organizations now rely on projects as an important competitive factor for implementation strategies. According to (Shank, 1996) cited in [12] “areas of project selection decision that have been poorly covered in textbooks and receive only slightly improved attention in journals”. The literatures focusing on financial consideration of projects, the yes and no decision assumed to flow logically from quantitative analysis has no detailed documentation in literature. Furthermore, the quantitative analysis of the incremental cash flows of projects received practically no attention in the formal literature, and that which examines the qualitative aspects of projects are ignored because it cannot be quantified. Studies dedicated to the project prioritization and selection problem with abundant methods, like the strategic intent in projects, factors in selecting projects and various qualitative and quantitative project selection models with the purpose of answering the question of whether organizations are doing the right projects.

#### **2.1.4. Construction Projects Selection**

The construction projects selection processes are well established in the literatures which clearly defines the procedures. Construction clients like Road Authorities face difficulty in selecting projects which offer attractive return on their investment. Additionally, they cannot undertake all projects concurrently due to limited resources and other constraints. Therefore, they must select the most feasible projects, which maximize positive results such as economic growth and development. and minimize any negative outcomes such as technical deficiency, environmental harm, etc. this increases the need for relying on a set of selection criteria for prioritizing projects. As stated in [5] in the developing world, the challenges in road infrastructure investment become even more daunting as manifested by the staggering size of infrastructure funding gap. It stated that project prioritization and selection in the public sector is in general a very complex and delicate problem due to huge investments, limited budget, conflicts between relevant criteria, influences of the state of politics and government. Effective prioritization of infrastructure projects is challenged by a series of constraints including institutionalized inefficiency, inadequate data obstructing decision-making, insufficient coordination among various stakeholders, lack of public consultation, lack of technical capacity for project evaluation and prioritization, and lack of consideration of possible alternatives in the infrastructure planning.

According to [4], the factors affecting project selection in the construction industry are grouped in three main categories: Project characteristic, owner (firm) characteristics and external factors. At some point, the categories seem to have conceptual overlaps such as project measure of worth and economic factor. However, measure of worth is directly looking for the project ability to return on its investment while the economic factor encompasses all economic factors/variables in national or regional unit undertaking that particular project. The project characteristics category is related to the project itself, the expected utility of the project and the strategic benefit of the project to the client organization. It consists of five criteria; profit, risk, measure of worth, size and complexity and duration. [13] Profit refers to the direct or indirect revenue/return to the society expected from the project as in the case of toll roads or the economic internal rate of return in other public roads. The risks are different criterions which are internal to the project which can arise from different perspectives from technical to social issues. Measure of worth is used to estimate the project feasibility based on quantifiable or tangible measures such as net present value (NPV), internal rate of return, payback period and benefit-cost ratio. The size and complexity criterion includes the need for coordination and management of the technological elements. The duration is the total time required to complete the project to meet its objectives.

The second category owner (firm) characteristics are related to the financial and non-financial strength and capability of the owner to handle projects. This category includes five criteria: organizational culture, experience, financial standing, technical ability, and available resources. The organization culture is how fit the project is for the organization goals and objectives. Experience is about the capability and past experience and the lessons gained from previous projects. The financial standing refers to the financial strength of the firm (owner) in terms of budget, and capital. [14]. The technical ability is the capability of the firm to handle the technological and innovation aspect of the project to complete successfully. The resources criterion refers to resource availability as of the project needs. The external factors category represents the interaction of the firm and its surroundings comprising five factors: environment, economic, location, political and social responsibilities. The environment factors are related to the wellbeing and overall impact of the project to the sustainability of the surrounding. The economic factors are the economic conditions, both macro and micro, in which the organization competes. The location criterion refers to the geographic location as it

affects the mobilization cost, accessibility and availability of electricity and water supply [13]. The political factors are related to government policies, laws and regulations, threat of power, etc. The social responsibility criterion includes the social impacts of the project. The following figure illustrates the project selection criteria used to prioritize by AHP and use them in linear optimization of limited resources for list of projects. Most of the project selection factors or variables studied in the literatures are included either in one way or the other in the following table studied by [4] as a source.

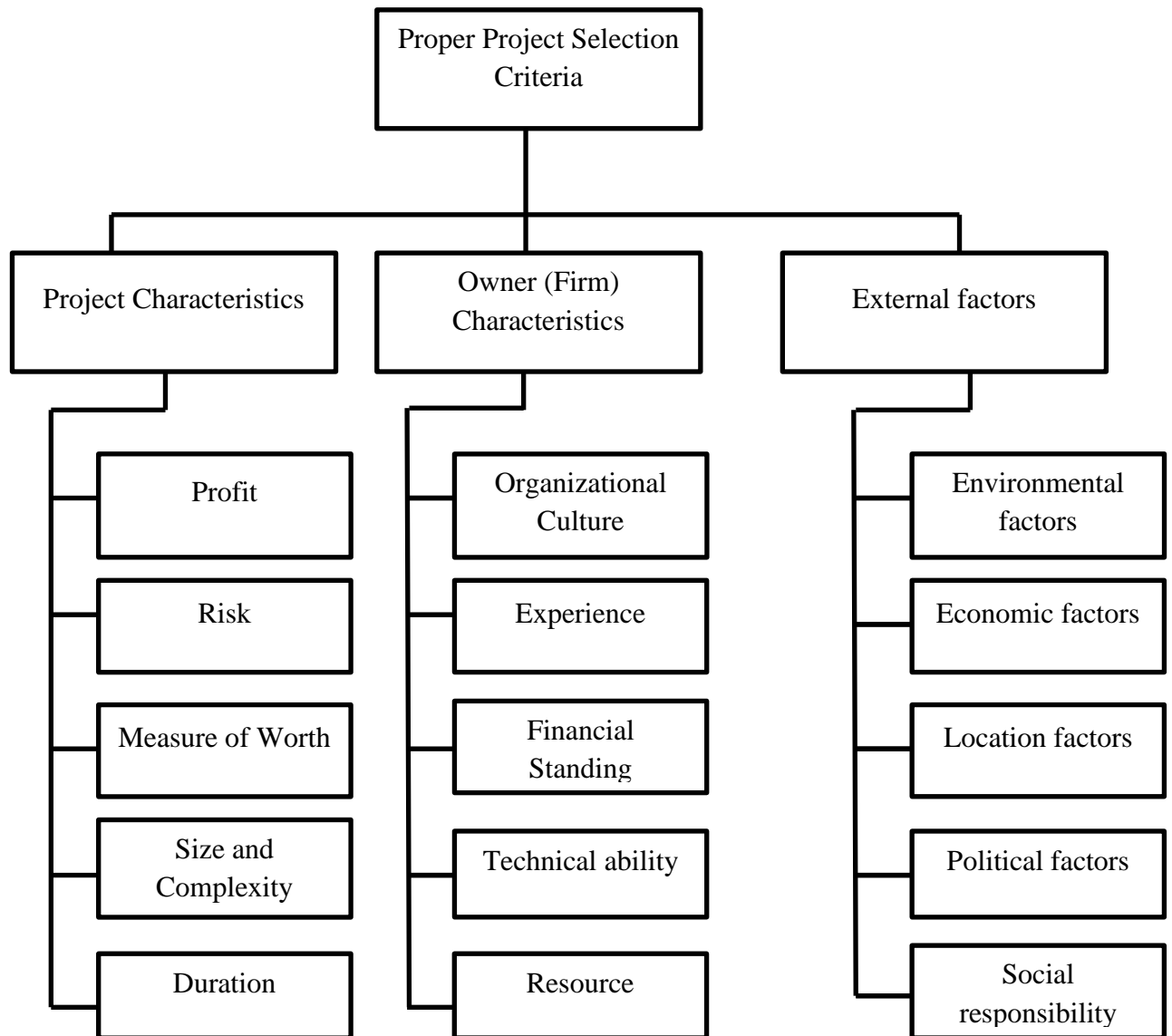


Figure 2-2: Factors affecting project selection

Raballand, 2013 cited in [15] stated the common professional mistake in project selection is to prioritize economic investment based on road deterioration and traffic demand. According to the study, “it was revealed that Zambian road project selection is mostly based on population density and poverty levels. Areas with low population density were prioritized between 2008 and 2011 and also areas with higher poverty rating were considered priority this led to low road infrastructure development in areas with higher economic activities such as cooper belt”.

The study of [12] also identified different road project selection variables or factors from enormous literatures ranging from economic, political, community, organizational, technical, marketing, financial, administrative, personnel and others. The study listed project selection criteria for different project types including general project selection, rural road projects in Indonesia, road improvement by the central government, construction project selection in Nigeria, Research & Development project selection, BOT projects using AHP, infrastructure project selection, selection of construction project, R & D projects by other author, ministry of defense construction projects in Thailand, enterprise information system using Monte Carlo & Analytical Network Process (ANP), new product development project selection, regional road projects using ANP, management of change or IT projects, and public sector construction project selection. Underneath, the research area related to construction and road project types, including the World Bank project appraisal document, are taken as shown in the following table.

**Table 2-1: Factors influencing different types of projects selection**

| Author(s)                   | Selection Criteria   |                                       | Project Type                     |
|-----------------------------|--|---------------------------------------|----------------------------------|
| Mohanty (1992)              | Intrinsic Criteria   |                                       | General Project Type             |
|                             | 1. Project-Identification ability                            | 4. managing attitudes                 |                                  |
|                             | 2. Resource requirements and availabilities                  | 5. the time horizon of the project    |                                  |
|                             | 3. Past experiences of the organization in managing projects |                                       |                                  |
|                             | Extrinsic Criteria   |                                       |                                  |
|                             | 1. The risk/return ratio                                     | 4.The socio-economic climate          |                                  |
|                             | 2. The market environment                                    | 5. Legal & technological implications |                                  |
|                             | 3.Government policies and regulations                        |                                       |                                  |
| Leinbach and Cromley (1983) | Road project selection variables                             |                                       | Rural road projects in Indonesia |
|                             | 1. Total population  | 11. Road length                       |                                  |
|                             | 2. Threshold population                                      | 12. Bridge costs                      |                                  |
|                             | 3. Total agricultural land                                   | 13. Estate land                       |                                  |
|                             | 4. Potential agricultural land                               | 14. Off season unemployment           |                                  |
|                             | 5.Resource conversion equipment                              | 15. Competing road                    |                                  |
|                             | 6. Higher order connection                                   | 16. Distance to surface materials     |                                  |
| 7. Internal access          | 17. Project total cost                                       |                                       |                                  |

| Author(s)                                    | Selection Criteria  |  | Project Type                              |
|--|---|--|---|
|  | 8. Integrated development scheme  | 18. Self-help level                    |   |
|  | 9. Daily market distance  | 19. Project constructed                |   |
|  | 10. Facilities served   |  |   |
| Garret (1991)                                | Identified four influencing factors   |  | Road investment by the central government |
|  | 1. Economic   | 3. Community                           |   |
|  | 2. Political  | 4. Organizational                      |   |
|  | However, Garrett concludes that economics, social and organizational are the factors with the most significant impact on a selection of process |  |   |
| Okpala (1991)                                | 1. Availability of capital  | 6. Management                          | Construction project selection in Nigeria |
|  | 2. Economic situation   | 7. Competitive activities              |   |
|  | 3. Profitability  | 8. Viability                           |   |
|  | 4. Political situation  | 9. Uncertainty & risk level            |   |
|  | 5. Benefit  | 10. Project competitiveness            |   |
| World Bank project appraisal document (2003) | 1. Project development objective  | 6. Sustainability and risks            | Infrastructure project selection          |
|  | 2. Strategic context  | 7. Main conditions                     |   |
|  | 3. Project description  | 8. Readiness for implementation        |   |
|  | 4. Project rationale  | 9. Compliance with bank policies       |   |
|  | 5. Project analysis   |  |   |
| Lin and Chen (2004)                          | 1. Competence and capitals  | 4. Possibility of project continuation |   |

| Author(s)                | Selection Criteria                 |                                       | Project Type                                 |
|--------------------------|------------------------------------|---------------------------------------|--|
|                          | 2.Reputation of the organization   | 5.Possibility of project continuation | Selection of construction project            |
|                          | 3. Undertaking of the organization | 6. Danger and rivalry                 |  |
| Putri (2011)             | 1. Condition of the road           | 4. Land use                           | Regional road projects using ANP             |
|                          | 2. Traffic volume                  | 5. Policy                             |  |
|                          | 3. Economic                        |                                       |  |
| Unuafe et al. (2016)     | 1. Security                        | 10. Expected ROI                      | Public Sector Construction project selection |
|                          | 2. Planning                        | 11. Corruption                        |  |
|                          | 3. Geography & climate             | 12. Competitiveness                   |  |
|                          | 4. Administrative excess           | 13. Political reality                 |  |
|                          | 5. Availability of fund            | 14. Strategic fit                     |  |
|                          | 6. Availability of manpower        | 15. Project specific risk             |  |
|                          | 7. Feasibility & viability         | 16. Leadership                        |  |
|                          | 8. Economic situation              | 17. Competence of selection           |  |
| 9. Technological ability |                                    |                                       |  |

Source: Adapted from Unuafe, 2018, (P,87)

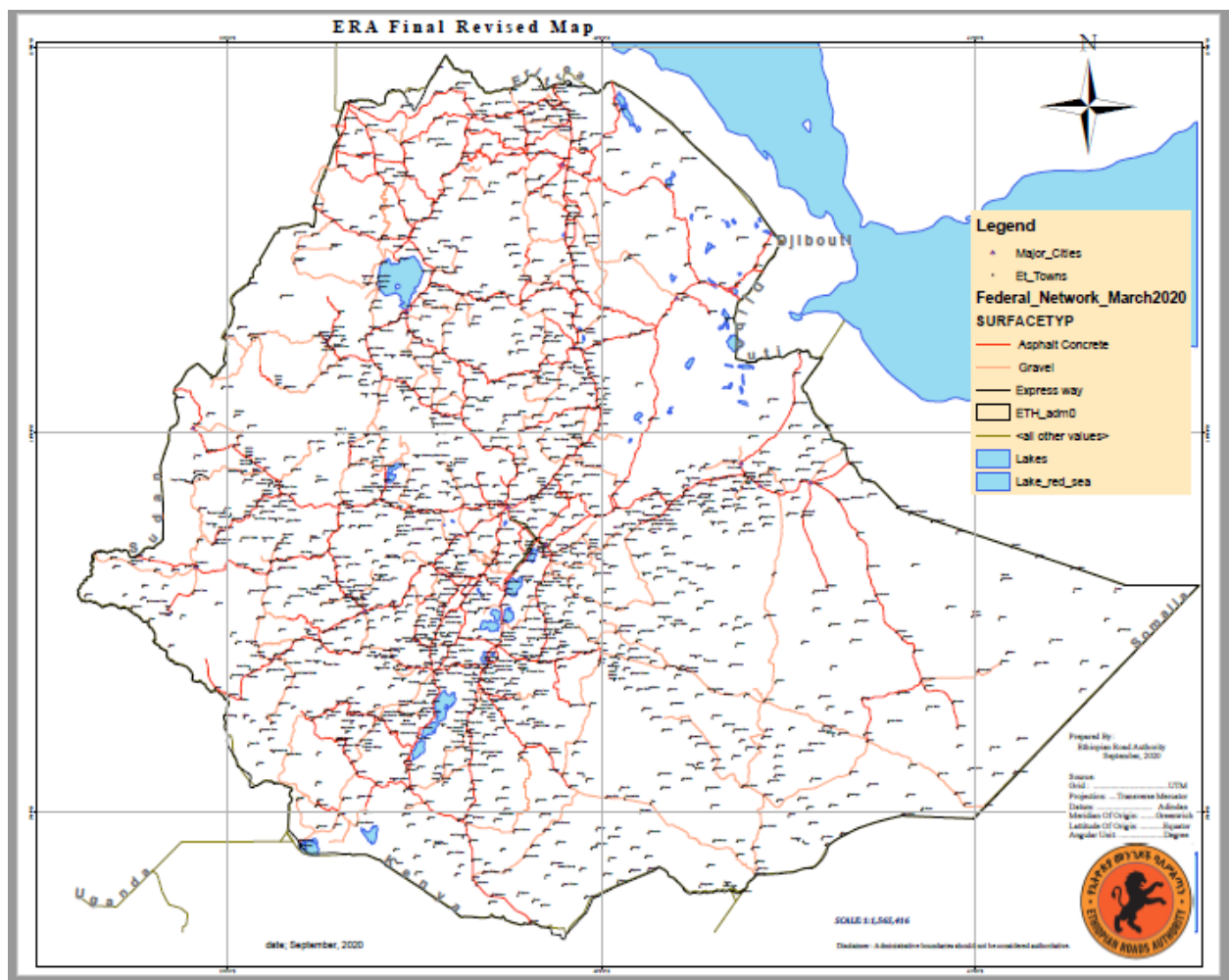
## **2.2. Road Transport Projects Prioritization and Selection**

### **2.2.1. Road Transport Infrastructure**

Road infrastructure has been considered as one of the most expensive and extensive infrastructure assets of the built environment globally. Road is one of the most important infrastructures that provides access to rural and urban areas in the country. Road plays crucial role to reduce transportation costs as well as physical exhaustion of the people and support economic growth in the country. According to researches, the provision of a new or improving an existing road mostly results in immediate effects such as employment opportunities in construction, reducing transport cost, and higher traffic. Often, with over a period of some years, the effects may produce more long-lasting and structural changes, or impacts. So, impacts are essentially from medium to long term changes i.e., over a 3–10-year period in agricultural production, non-road related employment, non-agricultural production, social pattern and some others. In Ethiopia, most areas were isolated from economic centers for years, market and basic social services. According to the RSDP of ERA, the existing road network was largely deteriorated and was in poor condition. Hence, the transportation sector was initially developed to contribute to Ethiopia's social and economic development and poverty reduction efforts by providing an efficient transport system, resulting in improved access, and movement of people and goods, improved agricultural production and marketing, a better access to social and economic facilities, and increased economic exploitation of the natural resources, amongst others [5].

The government of Ethiopia has recognized that limited road network coverage and poor condition of the existing road network have been an impediment to economic recovery and economic growth. Therefore, to address the problems in the road sector; the government has launched the Road Sector Development Program (RSDP) in 1997 with considerable support from the development partners. Since then, four phases of RSDP were implemented over the period of 1997-2015 and the fifth phase; RSDP V implemented from July 2015 to June 2020. [2]. In general, the objective of the RSDP was to expand the road transport infrastructure and to improve the existing network through upgrading and road maintenance as well as building domestic contracting capacity. The country's road network has increased from 26,550km in

1997 to 144,027km in 2020 (average growth of 7.5 %). Over the twenty-three years of RSDP, physical works consisting of rehabilitation and upgrading of trunk and link roads, construction of new link roads, rural roads & district roads and maintenance of federal and regional roads have been done by ERA, Regional Roads Authorities (RRA) and Woreda Road Offices (WRO) and the community and municipalities. Series of policy and institutional reforms have been implemented in the sector, which have enhanced implementation capacity of road projects and effectiveness of Road Asset Management. [16]. The following figure illustrates the Ethiopian federal road network as of March 2020; it shows the networks of asphalt concrete road, gravel, expressway across the geography of the entire nation [17].



Source: Adapted from (Ethiopian Roads Authority, 2020)

Figure 2-3: Ethiopian federal road network as of March 2020

The level of urbanization, motorization and deteriorating infrastructures in developing countries have been facing the enormous challenge of delivering sustainable forms of infrastructures with scarce resources. Therefore, prioritizing projects based on transparent and evidence-based decision-making process has emerged as one of the most promising ways to bridge such enormous funding gaps especially for developing countries. Project prioritization is widely used globally as a tool to evaluate and rank projects; but the methods differ greatly across nations.

There are varying reasons for infrastructure planning and investments such as overstrained and congested existing systems; trying to sustain an acceptable level of service; national or development issues; promoting local economic growth; or safety and environmental objectives. According to (Preston, 1996) cited in [5] the decision and evaluation of infrastructure investments are influenced by three components. Those are to determine investment priorities, some mixture of operational/technical, strategic/political and socio-economic studies have to be conducted. Operational analysis addresses questions concerning technical effectiveness of the investment to find the technically most superior solution, strategic assessment determine the potential of long-term, entirely new and innovative technology investments on a political level, and socio-economic evaluation tries to measure impacts of the investment on society now and in the future; to evaluate and estimate the social worthiness/social welfare of the project; and to achieve an optimal allocation of scarce resources. On the other hand (Hine et al. 2003) cited in [5] select five major categories of criteria. Those are economic, engineering, environmental, social, and risk/political categories.

According to (Mak, 1978) cited in [5] project prioritization process should be considered simply as a tool in decision-making, as a part of broader project programming process and is still subject to human bias. Priorities that are subjectively established run the risk of personal engineering bias, lack of comprehensiveness, and political bias. Furthermore, the increasing number and magnitude and complexity of the programs will make the subjective analysis unmanageable. First and foremost, there is the issue of rationality, one with clear steps and sequence is considered as rational procedures as of many literatures. This idea is critical as it differentiate between studied systematic methodologies that can be consistently replicated versus one without a well-defined structure. Underneath, the Ethiopian Roads Authority

(ERA) project prioritization and selection method and related literature reviews for different practices were reviewed.

### **2.2.2. Road Project Identification Process**

[5] studied and evaluated the Ethiopian Federal Road projects investment prioritization practice. According to the study, main road projects in Ethiopia starts with identification of potential projects, which will best contribute to government objectives and development of economic sectors (such as: agriculture, mining, tourism, industry). The basis for identification might be as a result of economic development potential of the specific area, developing import-export corridor, improve accessibility, increased traffic level, improving road condition. Therefore, processes to meet the basic accesses and a participatory “bottom-up” and “top-down” planning approach are used.

According to [16], ERA uses three project identification processes. The first is projects identified by the regional road authorities and recommended to ERA for implementation. This is basically a bottom-up approach where the regional road authorities’ study, consult with their local people according to their governing structure and identify the potential projects. The second is projects identified by the ERA, new roads for construction and existing roads for rehabilitation. In the case of new roads, ERA gives priorities to accessibility, location that needs an access road which does not have any road in that area and roads with traffic overflow where the existing road could not accommodate the existing traffic. On the other hand, in the case of road projects for upgrading/rehabilitation, the main factor for the identification of projects is traffic surveys on the existing road conditions expressed in terms of International Roughness Index. The third is, exceptional projects, exceptions can be made for some projects based on national policy programs such as food security, security problems, import-export corridor, industrial zones, and new infrastructure areas like dams or sugar factories. This is typical top-down approach of project identification as it cascades from the cross-sectorial integration or macro planning process. In addition, due to only working relationship (not having structural relationship) between ERA and regional road authorities, ERA would not verify that identified roads projects on regional/zonal level which were selected based on appropriate criteria, directly consult the community when/before selecting the projects and performs its own public needs assessment regarding road demands.

### **2.2.3. Road Project Prioritization and Selection Process**

The considerable funding gaps for infrastructure projects needs prioritizing projects at a system level based on transparent and evidence-based decision-making process. The main concern of any prioritization systems is evaluating identified projects and ranks them in order of importance. The level of complexity of the project prioritization processes, though, varies greatly. The minimum condition for consideration as an acceptable methodology in project selections or in any application, first and foremost, there is the issue of rationality with clear steps and sequences as opposed to non-rational process which is open to the bias of the evaluator. The second is defensibility, as the one open to scrutiny with respect to the data used in the process and which resultant scores or rankings assigned to projects evaluated are related to the attributes of the proposed improvements.

Each prioritization system will be unique, although each will likely involve the following steps: starting from selecting criteria to evaluate projects, creating performance measures to compute project compliance to those criteria, combining scores for each performance measure in some way, and finally ranking the projects in order of importance.

According to [5] selection and priority setting methods for basic access road transport infrastructure consists of two broad types of methodologies which are usually applied in succession: screening and ranking. The first level, screening decreases the number of investment alternatives given budgetary constraints, by targeting poor or disadvantaged communities or eliminating low-priority links of the network. After screening methods have been applied to a set of investment choices, resources are still unlikely to be sufficient to finance the balance of the remaining desirable interventions, and hence a ranking or prioritization exercise is required. The Multi-Criteria Analysis (MCA), Cost-Effectiveness Analysis (CEA) and Cost-Benefit Analysis (CBA) are the main ranking methods in use. MCA is commonly used method in road transport infrastructure investments, a decision-making approach for situations in which a single-criterion approach is incapable of providing the required assessment framework due to usually conflicting criteria. The main phases of MCA are identification of criteria and preferences, criteria evaluation and weights generation, prioritization and ranking, then sensitivity analysis. Cost-Effectiveness Analysis compares the cost of interventions with their intended impacts, widely used to appraise investments in the

social sector, however rarely been used in the transport sector. This is mainly due to the belief that the impacts of transport interventions are mainly economic in nature and should be measured. But with the increased focus on the poverty and social impacts of transport investments, and their justification on these broader grounds, CEA has recently become more prominent. CBA is the most common approach for the economic evaluation of road investments which accounts for a comprehensive accounting of all the real costs and benefits associated with a road project. It uses producer surplus methods and consumer surplus method. The producer surplus method requires assumptions concerning the impact of transport investments on the productivity and output which are difficult to assess, overtime road transport infrastructure put more emphasis on social rather than economic objectives, the application and relevance of the producer surplus method has decreased in recent years. On the other hand, the consumer surplus methods attempt to take into account of uncertainty related to the input assumptions and an expanded treatment of user benefits, which is on the side of the consumer of the service.

According to [9] selection of projects had passed through different stages of preparation. The early stages of project selection and preliminary prioritization were based on a multi-criteria approach (MCA). Ethiopian Roads Authority (ERA) has its own criteria to prioritize road projects, 5 criteria for new roads and 5 criteria for rehabilitation/upgrading projects. After preliminary selection using the MCA approach, the project preparation moved to feasibility studies stage where a detailed economic and environmental analysis was carried out.

**Preliminary selection of road upgrading projects:** Five criteria were used for preliminary selection of road projects. These criteria with the respective weights are: Annual Average Daily Traffic (AADT) on the proposed road with 30 % weight in which roads with high traffic rate are given priority; network connectivity with 20 % weight in which roads which improve the efficiency of the road network connectivity are given priority; road condition with 20 % weight in which priority is given to roads or sections of road that were in a poor condition; investment potential with 10 % weight in which priority is given to roads connecting places with high investment potential, and import/export corridor and regional integration roads with 20 % weight in which priority is given to upgrading import/export and regional integration corridors [16].

**Preliminary selection of new roads:** Five criteria are applied for preliminary selection of new roads. These criteria with the respective weights are: roads to economic development potential with 20 % weight in which priority is given to the construction of new roads providing access to areas with unexploited natural resources; road to surplus food crops and cash crops growing areas with 20 % weight; missing links with 20 % weight in which costs and time of travelling could be reduced significantly by constructing link or short access roads between some towns in the country; new access population centers with 30 % weight in which priority is given to roads providing access to large isolated communities, and roads to government identified emerging regions or isolated areas with 10 % weight [16].

**Final prioritization and selection:** It is during the feasibility stage that final project selection was made on the basis of economic viability. Though the identified projects will not be properly analyzed and calculated based on the available weightings criteria, all criteria would be addressed and checked at the project feasibility study stage [16]. All new construction and upgrading projects are selected based on the conventional Producer Surplus approach or Highway Development and Management (HDM 4) tool analysis results, as found appropriate in order to compare the total discounted costs with the total benefits. Feasibility studies for most of the road's ear-marked for upgrading or new construction were underway or well advanced. Finalization of procurement for civil works and consultancy for those projects scheduled to start in the early years of the program was well advanced. The Roads Economic Decision Model (RED), developed by the World Bank, was used to improve the decision-making process for the development and maintenance of low-volume regional roads. The model performs an economic evaluation of road investment options using the consumer surplus approach and was customized to the characteristics and needs of low-volume roads. Hence, the final prioritization and selection criteria were addressed through respective feasibility study.

#### **2.2.4. Effectiveness, Challenges and the Way Forward**

Effective and efficient prioritization of infrastructure projects are hindered by a series of constraints, including inefficiency of institutional structures, lack of data to support decision-making, inadequate coordination among various stakeholders, lack of public consultation, lack of technical capacity for project programming, and lack of consideration of possible

alternatives in the infrastructure planning [18]. The major challenges of setting priorities for infrastructure development in developing countries are lack of: systematic approach to deal with competing objectives among social, economic and environmental issues, integration of involved stakeholders, public participation in consultation and monitoring in the transport planning process, consistency of project prioritization strategies in decision-making process, and risk management to ensure the potential costs and benefits are equitably allocated. So, according to, [19] transport project evaluation has become a very complex task due to “incomplete information on, for example, the environmental impact of certain investments, uncertainty of exact traffic evaluation and pay-offs, an increasing set of regulations and regulatory bodies and controversy on the methodology to be used for the valuation of environmental and social impacts.”

According to [5] ERA would not perform project’s post-evaluation studies on government-financed projects due to different reasons; hence, there is no means to verify the constructed project’s effectiveness and whether they are giving the desired benefits. In addition, feedback assessment would not be carried out from the public and its own road asset management department on the constructed roads. So, ex-post evaluations are not done in detail (since the establishment of prioritization criteria within ERA), evaluation and or revision of such criteria have not been performed. Therefore, the main purpose of ex-post evaluation of project is to learn lessons for future prioritization and selection of projects, if not done, it will be among the challenges to be addressed in the future. In general, the challenges of ERA’s Road prioritization and selection process are, budget limitations, rapid rate of traffic growth, regional competition, excessive public demand, local consultants and contractor’s capacity problem, lack of integration with other infrastructure development institutions, decision makers’ interest, poor maintenance practice and lack of sufficient data. Even though such challenges, the study puts the overall performance as good for the last two decades in improving the country’s road networks and road conditions even if it indicate the necessity of better systematic tool for project prioritization and selection [5].

The related literatures puts the following recommendations to improve the current ERA’s road projects selection and prioritization practice; institutions should have qualified experts and leaders to enhance their project implementation, monitoring and evaluation capacity, improve

their maintenance management practices, the road project selection and the routes selection should consider the environmental sustainability, safety, compensation, and ensure to have sufficient data on the assets to use them on systematic project selection methodologies. Finally, researcher such as [5], who studied the evaluation of road projects investment prioritization method in Ethiopia, recommends ERA to establish multi-criteria decision model/s for infrastructure development in which this paper partly tries to study on it.

### **2.2.5. Experiences of Some Developing Countries**

In the above, short summary of the practice of road projects selection and prioritization practice is presented for better insight of Ethiopian practice. “In a developing country like Nigeria, various government development plans in the past have been formulated towards overcoming the shortage in infrastructure supply capacity. However, despite these past efforts to support the expanding populace, access to adequate infrastructure by citizens remains a mirage. In Sub-Saharan Africa which is lagging behind the rest of the world in its level of infrastructure development, thereby blocking the quick movement of goods and people on the continent and increasing transport costs to as much as twice that of any typical Asian country” [12]. Therefore, it is crucial to identify and select projects that will enable the nation pursue its strategic objectives since the provision of infrastructures like roads has been acknowledged as the major source of a more productive and competitive national economy.

The research done in developing country such as Gabon pre-evaluation and selection of road projects showed “classical economic criteria alone cannot reflect the entire economic and social reality of the road. Consequently, other criteria should be added, highlighting such factors as the specificity of production made possible, its commercialization level, its impact on the objective of integrating population within the national community and the administrative and social needs met. The inevitable multiplicity of road projects filing for public financing and the generally implicit existence of financial limitations force the government of Gabon to be selective as of the preliminary project identification phase.” [20]. Hence, the research showed how road project selection is difficult and multi-criteria decision-making problem under constrained resources. It recommends government should have a road project pre-evaluation and selection method that adapts to the specific conditions of Gabon

and eliminates the problems inherent in improvisation. Below, different tools and techniques to be used for project prioritization and selection are discussed.

As in (KPMG, 2014) cited in [15], “the most common problem today for Africa’s Infrastructure development decision makers is that making ‘yes or no’ choices with incomplete and/or inadequate information. This is as a result of poor initial research and studies into potential construction projects and highlights the need to involve the right people in infrastructure development from both public and private sectors.” As (Oppong, 2014) cited in [15], the study on infrastructure development in Africa concluded that most governments do not set the right priorities in project section and state that most projects were ad-hoc and misplaced. Good project planning efforts entail that selected projects meet intended objectives and expectations of the general public rather than being white elephants.

[15] studied road construction planning practice in Zambia. The study identified some of the problems like non-adherence to strategic plans, political interference, poor project prioritization, uncoordinated contract procurement, procuring contracts before confirmation of funds availability, government bureaucracy, inconsideration of vendor past performance during tendering and inappropriate project designs. The study identified that road sector government implemented works proceeded to tendering and procuring works without proper planning, scope definition, cost estimates and designs. These challenges were among the critical reasons for the Zambian government to “announce the suspension of procurement of roads and other infrastructure development projects in 2016. This was in an effort to enable the government clear the outstanding debt on the running projects as well as to minimize further stress on the national treasury which was already experiencing difficulties in meeting its obligations towards vendors.” Hence, the above government intervention is a clear indicator of the dangerous impacts of improper project selections.

[21] puts, in developing countries like Ethiopia, an effective and efficient methodology has not been employed adequately and the selection and prioritization of projects lacks systematic quantification of road project attributes as per standards. Decision making bodies who are responsible for maintenance of immense lengths of roadways and associated facilities, transportation agencies frequently have to decide which sections of highways, from the road network, need immediate attention and which can be deferred. A variety of factors influence

this decision, the pavement condition is one of these important factors. Economic, political, and a host of other factors must be evaluated integrated with pavement condition before project selection may be made. The study by [21] used nine criteria influencing decision making in pavement maintenance management system which are average annual daily traffic, vehicle composition, type of distress, severity, extent, project cost, accident rate, drainage condition and land use.

The study of [12] indicated that despite the development of various frameworks to assist in the appraisal and selection of government projects, failures are still being recorded with government projects. In developing countries, where frameworks are rarely used, the problems are encountered. The study aimed at investigating the practice of construction project selection process within the Nigerian public sector in order to inform theories of decision making from the perspective of developing nations and project management practice. While there is vast empirical literature on project selection focusing on the development of selection models such as sensitivity analysis, economic models, cluster analysis, decision theory, simulation, analytic hierarchy process, pair-wise comparison for information system (IS) projects, research and development (R&D) projects, and contractor selection in the developed countries, surprisingly much less attention has been given regarding the empirical analysis of public construction project selection mechanisms in Nigeria. In the Nigerian context, the focus has been on causes and effects of abandoned projects [14].

Despite the considerable research and commentary into the causes of capital project failure and the wide applicability of project selection models, in the developed world projects are still facing. In the Nigerian context where frameworks are rarely used, the problems are compounded. [12]. Its findings revealed that with the increase in population, incidence of infrastructure shortage has continued to increase in Nigeria, causing a severe challenge, especially to the Nigerian government. The finding of the study revealed that a visible theoretical project selection framework to support public sector decision makers in making project decisions is still lacking. The significance and complications surrounding project selection within the Nigeria context, call for the development of a systematic approach that can aid decision makers in the evaluation and selection of projects. The study concludes the importance of a systematic project selection framework by proposing a selection framework

and guidelines/protocols that will aid decision makers to be consistent in assessing and selecting construction projects within the Nigeria public sector.

The identified a number of factors as influencing the project selection process within the public sector and these have been grouped under six categories: technical factors, stakeholders' expectation factors, financial feasibility factors, social factors, strategic alignment factors and external factors. According to (Olusegun and Michael, 2011) in [12] the causes and effects of abandonment of construction projects in Nigeria concludes that not only projects are not selected based on selection criteria or models but also influenced by other factors. The authors in that study identified factors such as: inadequate project fund and planning, inflation, bankruptcy of contractor, variation of project scope, political factor, death of client, incompetent project manager, incorrect estimate, inadequate cost control, faulty design, and delayed payment responsible for the high rate of abandoned projects in Nigeria. In the following table, comparative analysis of different project selection methods is presented from the [12] study.

**Table 2-2: Comparative analysis of different project selection method**

| Selection Methods   | Advantages   | Disadvantages   |
|---|--|---|
| Financial Investment Analysis: NPV, ROI, DCFs, payback period | Considers time value of money in the context of the project alongside the firm itself  | It should be incorrect because it does not consider strategic benefit   |
|   | Easy to make decisions and control and prevent waste and loss and get the most beneficial projects   | Pays no attention to resource limitation problem  |
|   |  | The focus is on short-term goals  |
| Multi-Attribute Decision Model (MADM)                         | MADM assists in the event where selection factors cannot be quantified. It facilitates base for manipulating further complex scientific models   | Trends to sacrifice some factors for others whenever there are conflicting factors  |
|   | Mathematical models condense resolution time and aids in attaining best decision. In comparison with other optimization methods, linear programming is more flexible and considered the most appropriate method for solving complex problems. Maximal optimal utilization of factors of production. It provides an organization with a database through information of | It is possible that no single decision may be reached due to unrealistic assumptions.<br>It is difficult to apply due to its complexity and lengthy calculations involved.<br>Linear programming lacks operational flexibility in the sense that it is difficult to alter or change the system once the objective function and the constraint equations have been applied to the problem. |

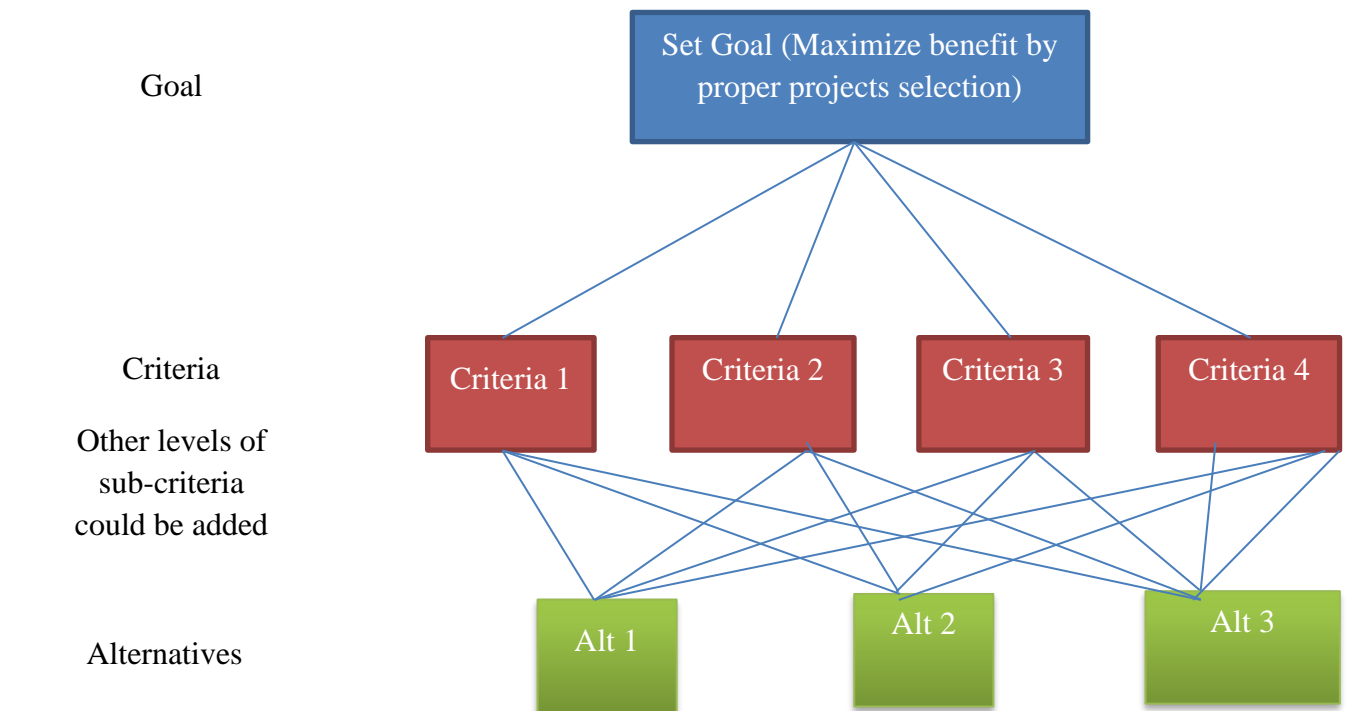
| Selection Methods                | Advantages   | Disadvantages  |
|----------------------------------|--|--|
| Linear and Integer Programming   | various alternatives generated which in turn helps in judicious allocation of resources.   | Linear programming only provides a solution to a single objective; hence in situations where an organization has conflicting multiple objectives, linear programming is never the best method to employ. |
| Zero-1 Goal Programming          | Has the ability to reconcile contradictory tangible criteria from diverse stakeholders into go, no-go decision.  | Qualitative factors, risk and uncertainty are outside its coverage<br>Not suitable for solving large problems  |
| Fuzzy Logic                      | Integrates the amount of confidence of decision makers that may momentarily impact on decision making  | Over reliant on concise mathematical scrutiny.   |
| Analytic Hierarchy Process (AHP) | Easy to use<br>Permits the lively involvement of decision makers in attaining consensus<br>AHP helps to elicit the complex judgments of different experts in a common platform<br>It also ensures accuracy in the sense that it has an in-built method to check the inconsistency of judgments.<br>Tangible and intangible individual principles as well as collective principles can be incorporated. | Not appropriate in deprecatory resource restriction conditions   |

| Selection Methods                      | Advantages   | Disadvantages   |
|--|--|---|
| Analytic Network Process (ANP)         | Provides healthier solution for interdependent standards   | Using ANP to compare other options is complicated   |
| Scoring & Ranking                      | Takes into account a wide variety of criteria from financial and tactical fields subject to organizational need  | Simple to apply but does not guarantee resource practicability  |
| Research and Development Method (R &D) | For small-scale testing  | The affirmative relations between small-scale result and large-scale prospect cannot be surely assumed. The riskiness of real projects remains higher than beta testing         |
| Strategic bucket                       | Creates a resilient relationship among allotting funds and strategy of organization.<br>Permits the application of diverse criteria for different strategic sets of projects | Requires top management time and commitment<br><br>Apportionment of resources to tactical groups does not guarantee focus on a particular project with highest financial return |
| Strategic Index                        | Projects selected are aligned with the organization's strategy.<br>Stimulates better administrative participation into the project selection process                         | Unsuccessful in delivering the most financially beneficial set of projects<br><br>Does not take risk into consideration while selecting projects                                |

Source: Adapted from (Unuafe, 2018), (P, 69)

### 2.3. Analytic Hierarchy Process (AHP) and Linear Programming (LP)

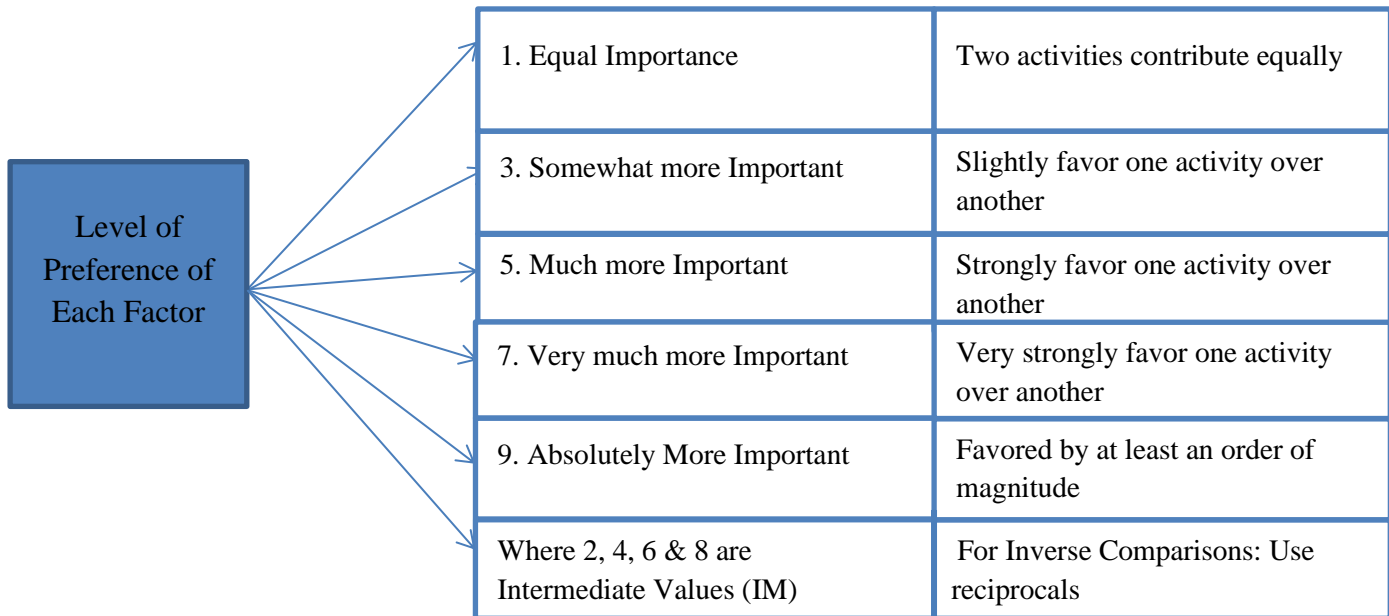
There are different methods to be used in prioritization and selection of projects; the methods used often depend on the nature of the problem. The Analytical Hierarchy Process (AHP) is one of the methods which offer a systematic way of evaluating complex problems, is easy to use, and integrates the opinion of experts. AHP separates complex decision-making problems into elements within a simplified hierarchical system. By using AHP, the study determines a goal, identifies and categorizes selection criteria and take actions by applying the appropriate techniques. Mostly, this technique considers the following steps: Identify the basic criteria associated with the construction project process from literatures, specify them in certain categories, structure the decision factors in a hierarchy, conduct survey of construction industry professionals and analyze the data and discuss the results. Finally, those prioritized project selection criteria treat projects under constrained resource when combined with other optimization techniques.



Source: Own drawing

Figure 2-4: Example of the hierarchy structure

The above figure demonstrates the decision-making problem as a hierarchy of criteria and alternatives. On top is the goal that each level works toward reaching in the project objective. Therefore, the criteria levels and sub-levels will illustrate the categories of criteria and the last level will show where implementation of different alternatives will be considered for improving the achievement of the project goal. So, a pair-wise comparison scale for comparing selection criteria for AHP preference will be as follows:

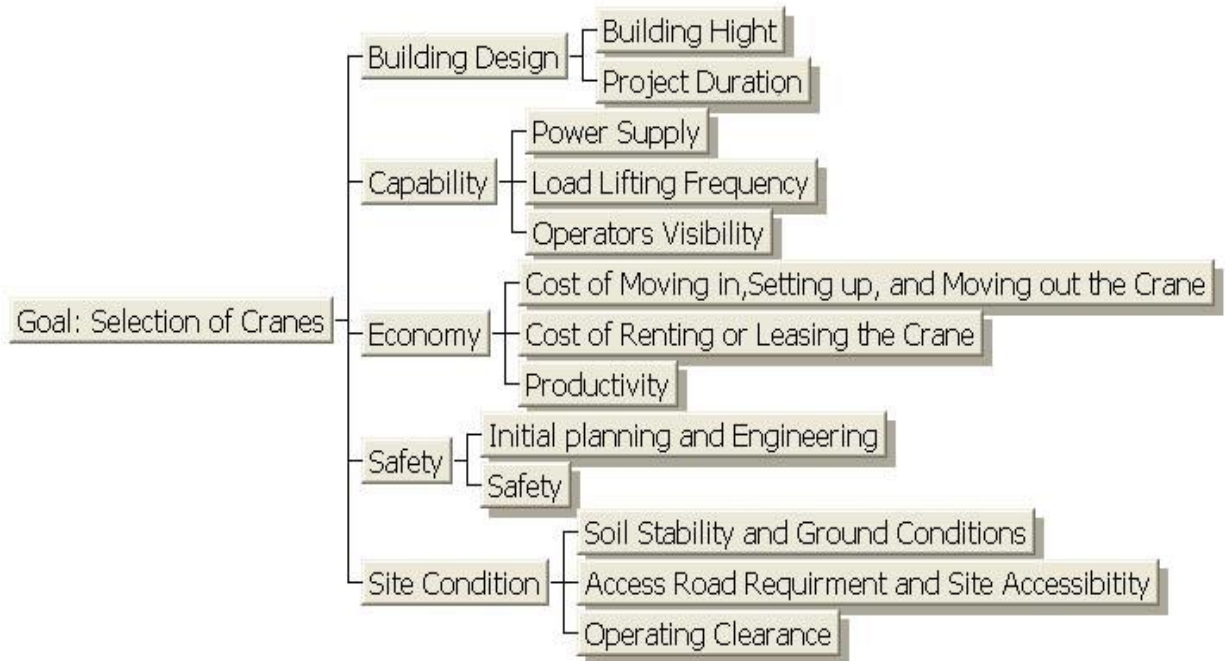


Source: Adapted from (T.L. Satty, 1990)

**Figure 2-5: Pair-wise comparison scale for AHP preferences**

The AHP is also used in other aspects of the construction industry. For instance, study in the selection of construction equipment, cranes using AHP studied by [22] stated, it is “due to the central role of cranes in construction operations, specialists in the construction industries have cooperated in the development of structured methods and software to help select the best crane type in construction sites. Crane selection is a time-consuming process which needs extensive data collection. The process of crane selection is a multi-criteria decision-making problem with conflicting and diverse objectives”. In [22], a systematic methodology is presented under the consideration of multiple factors and objectives that are witnessed to be crucial to the construction process. The model includes building an analytic hierarchy structure with a tree of hierarchical criteria and alternatives, AHP, to ease the decision making. Three alternative crane types were considered, namely, Tower, Derrick and mobile cranes. Their result

indicated that the judgment was consistent, precise and justifiable. Study presented hierarchical model to select the best crane that will serve the construction process in a fairly optimized manner. This is performed through matching the effect of the tree of sub-goals according to their weights of importance. The following criteria are considered, building design, capability, economy, safety, and site condition. So, the following figure shows the developed hierarchical structure of the problem in which the first level has the goal of selecting the optimal crane type. The second level consists of five criteria, under which there are further sub-criteria. The last level of the hierarchy comprises of the three alternatives of the available crane types. In general, they used the following AHP crane selection criteria.

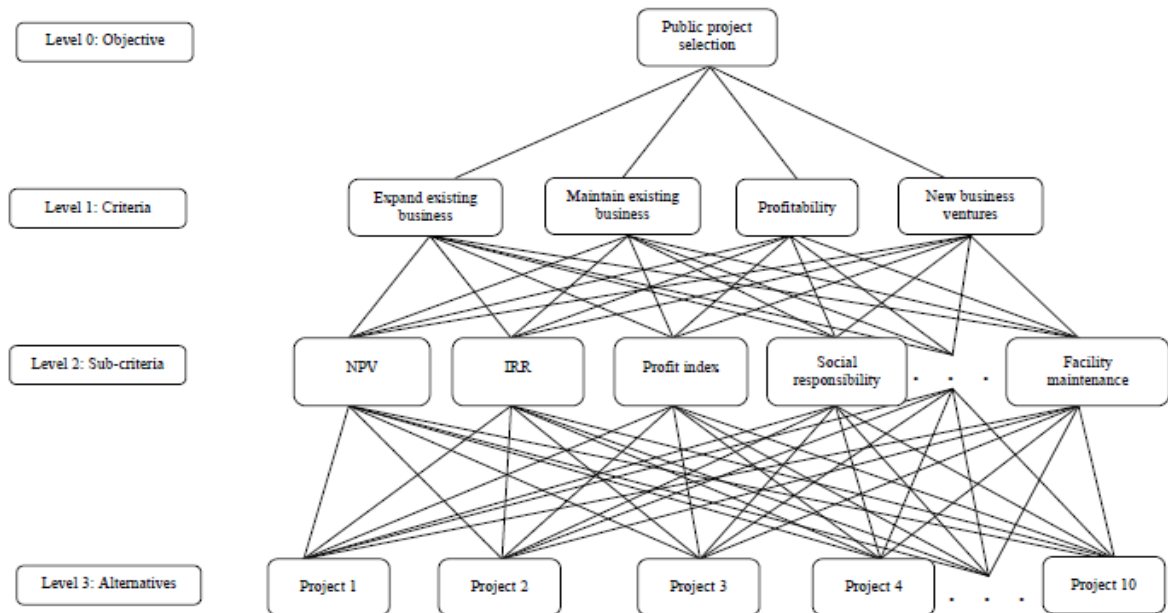


Source: Adapted from D. Dalalah, F. AL-Oqla & M. Hayajneh, 2010

**Figure 2-6: Example: AHP crane selection hierarchy**

As shown in the figure, after establishing the decision hierarchy, set of pair-wise comparison matrices are developed for all levels of the hierarchy. An element in the higher level is assumed to be the governing element for those in the lower level of the hierarchy. The elements in the lower level are compared with respect to each other according to their effect on the governing element above. This yields a square matrix of judgments; the pair-wise comparison is performed on the basis of how an element dominates the other.

According to [8] traditional methods like NPV and IRR are used to estimate project profitability, but these methods do not capture all the factors that influence the budgeting process. Moreover, these financial methods lack the flexibility and ease for modifying the budget in future times. They put; the weightings (rankings) obtained from analysis provide more realistic estimates of the weights needed in the mathematical programming models. In the study, created reliable framework for project prioritization and selection decision that ensures a formal linkage between capital budgeting decision and organization objectives, developed a project selection model that is capable of capturing both tangible (quantitative) and intangible (qualitative) factors in determining project profitability and made project selection process efficient and effective which is flexible and easily modifiable to accommodate change. Based on top management judgment, they generally agreed that capital projects selections will be principally based on the four major factors: expansion of existing business, maintenance of existing business, profit making and new business ventures. As in the following figure, their model has a three-tier hierarchical structure whose main goal is the effective and efficient selection of capital projects in the public sector arena.



Source: Adapted from I.Ehie, E.Oyatoye & I. Joseph, 2016

Figure 2-7: The hierarchical structure of the AHP model

### **Linear Mathematical Optimization Problem:**

It is an optimization problem in which we minimize (or maximizes) a linear function. The function that we minimize (or maximize) and constraints can be described by linear functions. The linear optimization (LO) is the technique that studies these problems, it is also known by the name of linear programming, a term introduced by George Dantzig to 1947, but this name tends to be abandoned because of possible confusion with the concept of computer programming. LP use for solving real world problems: According to [23], Linear Programming is part of a great revolutionary development which has given mankind the ability to state general goals and to lay out a path of detailed decisions to take in order to “best” achieve its goals when faced with practical situations of great complexity. The tools for doing this are “ways to formulate real-world problems in detailed mathematical terms (models), techniques for solving the models (algorithms), and engines for executing the steps of algorithms (computers and software)”.

According to [24] mathematical optimization methods can be used in project selection decision process, the study presents the reviews on optimization methods and a practical use case in portfolio management area using the objectives of maximizing the organizational benefits, minimize cost and consider the constraints and strategic objectives. So, project portfolio selection can be used using several techniques, numeric and non-numeric methods, and linear and nonlinear optimization methods for mono-objective and multi-objective problems. The study considers the application of integer linear programming method to select one of the eight projects, those that will maximize its financial profit (profit, in terms of monetary value less the cost of capital) under the constraints of the available budget and the interrelationship in between those candidate projects. Finally, it concludes the advantages of the method remains the objectivity and accuracy of the results they present to decision makers. Optimization techniques consider relationships between projects and other factors that other methods do not consider. They allow the user to explore scenarios through sensitivity analysis for each factor in the objective function and the constraints. Mathematical programming and optimization technique rely on the availability and quality of the information about the candidate projects. The more knowledge on the candidate projects to be prioritized and selected, the more accurate the evaluation and selection process.

[25] stated project selection involves decision making and it plays a crucial role in any organization. Therefore, selecting not just the right projects but also the right mix of projects for the portfolio is considered as one of the most important tasks for organizations to ensure the achievement of the corporate strategy within limited resources and capabilities of the organization. Prioritizing and selecting optimal project portfolio can be very challenging especially with a large number of projects with multiple constraints and interdependencies.

The study puts “an integer linear programming model for project selection was developed and applied in a selected organization in Nigeria. The model seeks to optimize the mix of the projects to be undertaken while keeping the total cost and project interdependency as constraints. The study recommends “the model can also be used to plan an optimal mix of project portfolio for a future date within the limitations of a given set of constraints and interdependence”.

The following points shows the procedures of the [25] study on an Integer Linear Programming Model (ILP) for project portfolio selection. An integer linear program deals with the optimization of function of variables, that is, objective function, subject to a set of linear inequalities known as constraints. It made the following assumptions in model formulations:

- The objective function and the constraints equations are linear
- All coefficients in the objective function and constraint equations are defined with certainty
- The decision variables are considered to be integer
- The budget is fixed. That is, the total fund available to carry out the selected projects is known and fixed
- Project interdependencies exist. That is, projects could be mutually exclusive, complementary, or non-dependent

**The general ILP:** In canonical form, the integer linear programming problem may be stated as [25];

Optimize  $Z(X)$

Subject to  $g(X)$

Where;

$X$  is the binary decision variable which is a zero-one decision vector

$Z(X)$  is the objective function

$g(X)$  is the matrix of constraints

**Decision Variables:** The decision variables are defined by:

$$X_i = \begin{cases} 1, & \text{If project } i \text{ is selected or included in the portfolio} \\ 0, & \text{if otherwise} \end{cases}$$

Where  $i = 1 \dots N$

And  $N$  is the total number of projects being considered.  $X_i$  is the binary decision variable. It is a 'yes' or 'no' decision on each project.

**Objective Function:** the objective function is expressed thus:

$$\text{Max } Z = \sum_{i=1}^N a_i X_i$$

Where;

$Z$  is the value function to be optimized (maximized)

$X_i$  is 1 or 0 depending in whether project  $i$  is selected or not

$a_i$  is the priority level of each project, i.e., all projects are considered not to be of the same importance.

**Constraints:** the objective function is subject to the following constraints

$$\sum_{i=1}^N C_i \leq AF$$

Where:

$N$  = the total number of projects being included

$C_i$  = cost of each project

$AF$  = budget or finance available for all the projects

The rest are the project relationship constraints: such as mutual exclusiveness, complementary relationship and mandatory projects which were expressed mathematically. The mandatory and mutual exclusiveness relationship was used in this study.

The objective function seeks to maximize the total number of projects to be incorporated in the portfolio and subject to a set of constraints. From the above model, the constraints include resource constraints such as finance, or budget, mutual exclusiveness, mandatory and interdependency among projects.

Applying the model gives the following where the coefficients are priority levels of each project, and  $X_i$  are projects.

Maximize  $Z = 6X_1 + 2X_2 + 4X_3 + 5X_4 + 5X_5 + 6X_6 + X_7 + 2X_8 + 3X_9 + 4X_{10} + 5X_{11} + 3X_{12} + 3X_{13}$

$5X_{14} + 4X_{15} + 2X_{16}$ , where the coefficients are priority levels of the project (1-6).

Subject to:

$6300X_1 + 950X_2 + 1600X_3 + 1200X_4 + 890X_5 + 9000X_6 + 8300X_7 + 10500X_8 + 18400X_9 + 850X_{10} + 1400X_{11} + 980X_{12} + 19000X_{13} + 1850X_{14} + 2000X_{15} + 1000X_{16} \leq 100,000$  (total budget), where the coefficients are the cost of each project.

Finally, the model has not only prioritized the projects, but it has also given an optimum project mix based on the weights, mutual exclusiveness, complementarities, and interdependencies. The model can also be used to plan project portfolio for a future date within the limitations of a given set of constraints.

Using the integer linear programming, only the projects with higher priority in AHP calculation and falling within the budgetary constraint were selected. Therefore, some projects of higher priority were selected, and the budget was not exceeded. Other remaining projects that were not selected could be represented during a subsequent plan period for consideration. The analysis of the study results showed that “a total of 11 projects out of 16 were eligible for selection in the period under review”. The total cost of the selected project was 90 % of the total budget. Generally, apart from not prioritizing and obtaining an optimal project mix, the community would have spread its entire resources on the 16 projects with some of them being

abandoned later. Hence, with 90% usage of the total budget, it was good to implement only the 11 projects rather than starting the whole 16 projects getting in difficult situation at the end. In conclusion, the study shows that the model may be successfully applied to existing organizations to select optimum project portfolio and handle project interdependency, provides a good project mix within budgetary constraints and project interdependency, and may also be used to plan project portfolio for a future date within the limitations of a given set of constraints.

### **2.3.1. Combined use of AHP and LP**

The combined AHP and LP research approach is a method to prioritize construction Projects selection criteria under some constraints. [26] Research indicated that the approach, integrated AHP with LP can definitely make a more realistic and promising decision than stand-alone AHP only, the review shows more focus has been confined to the integrated AHPs. It can be integrated with other techniques, for instance, mathematical programming in order to consider not only both qualitative and quantitative factors, but also some resource limitations. The research not only provides evidence that the integrated AHPs are better than the stand-alone AHP, but also aids the researchers and decision makers in applying the integrated AHPs effectively. Among 66 journal articles reviewed and reported by [27], 33 papers (50%) integrated the AHP with the mathematical programming techniques, including integer linear programming (ILP), mixed integer linear programming (MILP) and goal programming (GP). The Analytic Hierarchy Process (AHP) and Linear Programming (LP) techniques have been used in project selection; however, their combined use is rather limited. The overall goal is to choose the best projects that maximize the overall benefit for the owner. [27] studied the application of the multi-criteria decision-making methods for project selection, it provided decision methods for project managers in construction companies. It integrated the AHP with other two, Delphi method and technique for order preference by similarity to ideal solution. As a result, the criteria for selection are determined by expert opinions, and then assign the weight of criteria by AHP. Finally, the other methods were used to evaluate alternatives which are found prioritized by weight for project. So, the study recommends the integrated use of AHP with other techniques to prioritize and select projects as it is helpful to find the priority weights of each selection criteria and constrain projects with the available resource.

[8] study on a comparison between the integrated model and the capital budgeting technique shows that the integrated model outperformed the common capital budgeting method in choosing the projects that best meet the organization's overall goal. They used an integrated analytic hierarchy process (AHP) and linear programming (LP) model that considered both quantitative and qualitative factors in choosing the best capital project options from a list of present competing projects. Their integrated model was applied in a developing country within the Nigerian National Petroleum Corporation (NNPC), the national oil and Gas Company engaged in adding value in the nation's hydrocarbon resources, in selecting capital projects that meet the organization's strategic goals. In their methodology, the prioritized weights (ratios) of the individual projects obtained from AHP were used as the pre-emptive weights of the decision variables of the resulting LP model that examines the profitability of the organization.

## **2.4. Summary**

Different researches/studies on project prioritization and selection using multi-criteria decision making analysis are done and recommended using MCDM as in the combination of Analytical Hierarchy Process and Linear Programming helps practitioners and academicians in making complex decisions. Those approaches are common to use in construction industry through equipment selection, contractor selection, risk assessment and others uses. But there is limitation of relevant study done in Ethiopian construction sector on how it will help to overcome the present challenges of construction projects selections and prioritization to meet project objectives under constrained resource envelope. According to [5] "regarding the overall application of ERA road projects prioritization criteria under the current criteria, the criteria specified for prioritization of road projects would be verified through feasibility study of the road projects. However, the literature reviews revealed that the feasibility studies of the projects only show the viability of those specific projects without giving scores, and hence comparison/ranking would not be performed between projects based on the said prioritization criteria weighting." This is the basic gaps on this study area which needs research intervention for alternative project selection framework as partial contribution for future improvements.

The project selection methods are used often depending on the nature of the problem. The Analytical Hierarchy Process (AHP), mathematical programming and optimization

techniques are among the different methodologies used in project selection. The complexity of mathematical programming can be reduced for the end-user with the development of a decision support system, which assists the decision maker in choosing the set of projects that adds more value to the organization. Some of the advantages of optimization models are they lead to optimal project selection without bias and subjectivity. Optimization techniques consider relationship between projects and other factors that other methods do not consider. Their potential is based on their capacity to customization according to the needs of the decision-making team. The objectivity and robustness of the project selection process is improved setting the objective function and constraints that best reflect a particular situation.

In this study the researcher chosen to use the AHP method as an alternative to the existing project system, which offers a systematic way of evaluating complex problems, is easy to use, and integrates the opinion of experts. AHP separates complex decision-making problems into elements within a simplified hierarchical system, and it is convenient to integrate with other tools like Linear Programming.

## CHAPTER THREE

### RESEARCH METHODOLOGY

Chapter 2 provided backgrounds and literature review covering several aspects of the thesis objective. This chapter presents the research methodology, which includes the research design, method, approach, and survey used in this thesis.

#### 3.1. Research Design

The overall objective of the research is to study the combined Analytical Hierarchy Process (AHP) and Linear Programming (LP) techniques for decision making on prioritization and selection of road construction projects to meet objectives. The fundamental problem of making decision is how to derive weights for asset of activities according to importance which is usually judged by several criteria that may be shared by some or all the activities. Weighting of criteria regarding their importance is a process of multi-criterion decision making. The following diagram shows the conceptual flow of the research design.

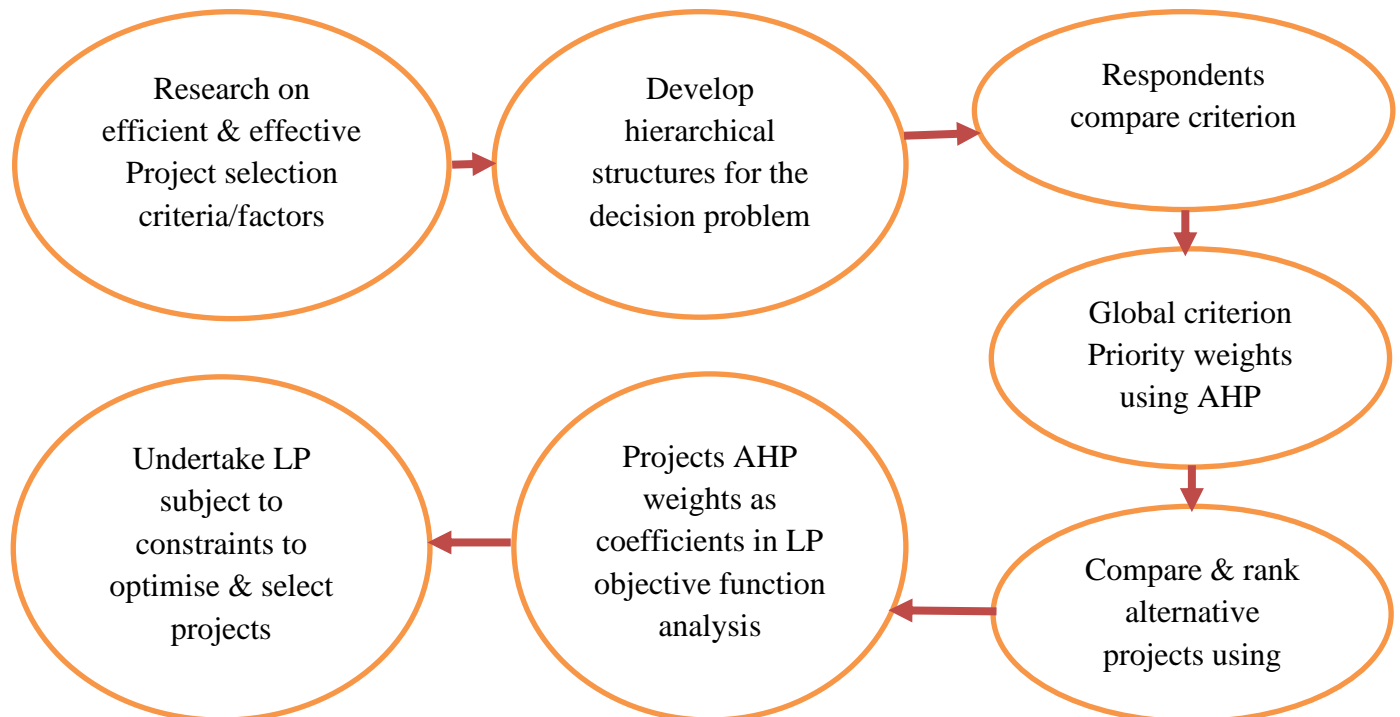


Figure 3-1: Research design combined AHP & LP Approach

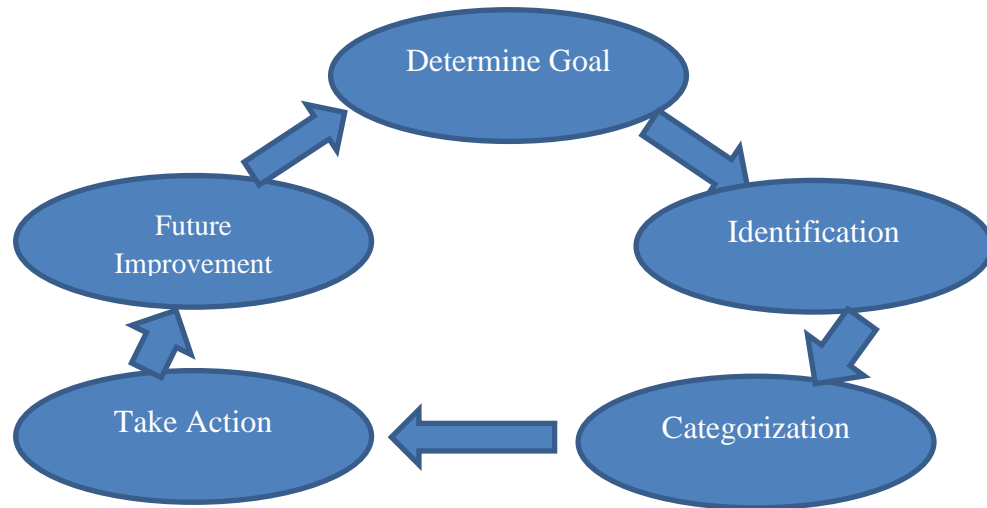
A research approach by integrating AHP and LP was applied in this study. AHP is a method for the mathematical handling of decision problems, and it is recommended for stakeholders' decision makers. Linear programming is a technique for optimum allocation of scarce resources subject to a set of limitations or restrictions on the use of available resources. They had been successfully used in different fields and disciplines. AHP's ability to handle both qualitative and quantitative data makes it an ideal methodology for some prioritization problems. [28] stated AHP should be a science of scaling based on mathematics, philosophy, and psychology. The objective of this approach is to use the weights, also known as priorities, to simply implement the most important activities by rank. The problem then, is to find the strength or priority of criteria and then compose the results to obtain a single overall priority for all alternatives projects.

The research identified a group of project selection criteria, by adapting and extending presented by literatures. After searching the project selection criteria in the literatures, for the validation purpose, the researcher discussed with different department experts and managers on those criteria based on values, strategic direction, and available resources. The participants were from the three public organizations used in this study as described in the tools/instruments below. Three main criteria and fifteen sub-criteria were identified from related research reviews and all of the discussants replied that these criteria and sub-criteria were necessary for the ranking of road projects. List of those fifteen projects selections criteria is within the categories related to project characteristics, firm (owner) characteristics and external factors. Finally, the contents and descriptions of the criteria in the questionnaire were modified by incorporating comments. Then for the gathering of data on the application of construction projects selection techniques, the decision factors were put in a hierarchy and survey was sent to respondents. AHP process was then applied to analyze and prioritize these techniques in each level of the process in order to examine the relationship between projects selection and its objective. Finally, those prioritized project selection criteria features were treated with the projects under study and constrained optimization was done with the available capital budgeting. From medium-term expenditure framework (MTEF) of MoF, the road sectors annual allocated budget was found, which serve as resource constraint in linear optimization. Similarly, with regard to validity, piloting the questionnaires, Cronbach's alpha calculation and consistency analysis was done, and the results are discussed in chapter four.

Diverse selection methods have been developed to assist decision makers in making decisions, some are not extensively employed either on the basis that they are complex and difficult for decision makers to understand, or they address only a few of the highlighted concerns. In studies, quantitative issues widely analyzed, qualitative issues also certainly affect the outcome of project decisions although they are more often not well comprehended and normally given adequate attention. To this end, the methodology of this research studies a simple hierarchical framework to select proper projects using the combined advantages of each technique i.e., Analytic Hierarchy Process and Linear Programming.

### **3.1.1. Research Process**

1. Projects selection criteria survey was sent to the organizations under study for AHP analysis. The basic approach or steps of for studying selection methods are;
  - a. Define the goal of the decision- What do the study want to decide, for what purpose, and what are the alternatives?
  - b. Structure the decision problem in a hierarchy-what are the categories and criteria that figure into decision?
  - c. Pair comparison of criteria in each category- Which do the study prefer, and how much does the study prefer one or the other?
  - d. Calculate the priorities and consistency index-were the comparisons logical and consistent?
  - e. Evaluate alternatives according to the priorities identified-what alternative optimum solution is there to the decision problem?
2. Linear Optimization with resource constraints (from allocated capital budgeting): the AHP prioritized project selection criteria from the respondents of the target organizations treated six demonstratives anonymous road projects. The priority ratios (weights) obtained from the AHP were used as the coefficients of the decision variables in the linear programming.



Source: Own drawing

**Figure 3-2: AHP for decision making**

### 3.1.2. Tools/Instruments

The research data was collected from primary and secondary sources. The primary data was collected by using cross-sectional questionnaire surveys. Detailed information was collected from those who are involved in the road construction projects as project evaluator, supervisors, project implementation specialists and other experienced professionals. The survey objective is to quantify relative priorities for a set of factors and alternatives on a ratio scale, based on the responses of the professionals' experience. Transforming the decision-making problem into hierarchy of criteria and alternatives was proposed from literatures i.e., the categorizations comply with a set of different project selection criterion, and the criteria are then prioritized for decision making. Then a pair wise comparison matrix was constructed for all elements.

The secondary data were collected from ERA plan, capital projects status report, projects approved for expenditure, thesis works, electronic retrieval, journals, and relevant books. After identifying key selection criteria, the second step was to assess the weights of these criterions through the pair-wise comparison questionnaires in AHP based on the response of professionals from:

- Ethiopian Roads Authority (ERA): responsible for road construction projects initiation, implementation, operation, and maintenance.

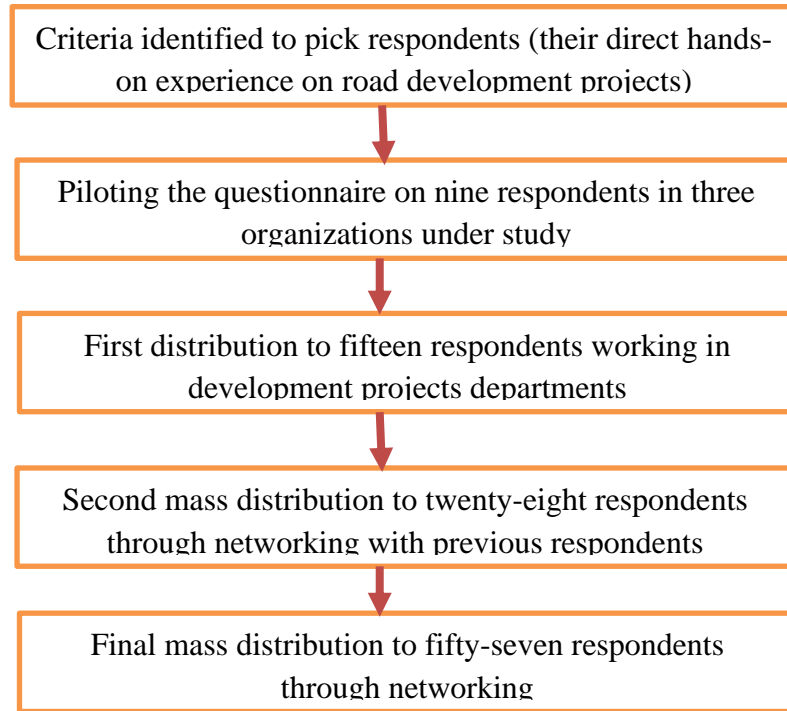
- Planning and Development Commission (PDC): responsible for appraisal, selection, monitoring, and evaluation of public development projects.
- Ministry of Finance (MoF): responsible for public development projects budgeting and monitoring.

A questionnaire was prepared to inquire the respondents experience and designed to enable pair-wise comparisons using the AHP methodology. The questionnaire designed in such a way that it is clear, short and in line with specific and general objectives in light of getting a high response rate from the participants. Furthermore, to collect comprehensive and demonstrative data, since respondents may be from different professional disciplines and organizational views, definitions and explanations were written in the questionnaire. Pre-testing the questionnaire before mass distribution was undertaken to check reliability, validity, and to check the appropriateness of data collection instruments. The respondents answered the questions consistently and responded that the parameters in the question can measure the objectives of the study. The next step was computing the priority (weight) for each main category and criterion by using Microsoft-Excel as per the procedures shown in chapter four. Using a prioritization matrix is a proven technique for making tough decisions in an objective way. It is a simple tool that provides a way to sort a diverse set of items into an order of prioritization matrix importance by deriving a numerical value. So, creating and using a prioritization matrix involves five simple steps: determining the criteria and rating scale; establishing criteria weight; creating the matrix; work to score projects; and discussing results and prioritize the list.

Next, the third step, the priority weights obtained from the AHP used as the coefficients of the decision variables in the linear programming for optimal allocation of the budgets for those six selected anonymous road projects which are from MoF data base. As some of the projects for this study might have conflict of interests, it was decided not to mention the names of the projects and hence, projects are identified with sequential numbers as shown in chapter four. It being research in partial fulfillment of an academic qualification, it didn't look at all the projects but some upon which reasonable conclusions can be deduced.

### **3.1.3. Sampling Technique**

For the purpose of collecting data, the study conducted a survey on professionals working in Ethiopian Roads Authority (ERA), Planning and Development Commission (PDC) and Ministry of Finance (MoF) which are prime stakeholders in public road projects selection. The survey was sent to project management professionals who are actively engaged in road projects, targeting decision makers, project development specialists, Engineers, and related disciplines. At the second stage, purposive sampling was used to select employees and managers who are very familiar with the practices and challenges of the project selections. So, the target experienced professionals from those organizations who have hands-on experience on the project evaluation, selection and prioritization was the target respondents. Hence, purposive sampling method was used, first judgmental/ criteria-based sampling (the criteria were targeting employees with hands on experience and duty on road development projects), then snowball/networking techniques were used. The total sample size is one hundred respondents (considering 3 organizations and number of directly involved departments in project selection); since responding the questionnaire requires a high level of competence and expertise and for the purpose of identifying the target population, the researcher was assisted by employees of the respective institution. The networking was done, first contacting the development projects workstream staffs and coordinators, second contacting other project implementing, and budgeting work streams assisted by the first respondents. The following figure illustrates sampling and data collection processes.



**Figure 3-3: Sampling and data collection process**

### **3.2. Method of Data Analysis**

According to [29] data analysis refers to the process of evaluating data using analytical and logical reasoning to examine each component of the provided data. Absolute and relative measurements were used for the determination of the score of the criteria. In relative measurements, the pair-wise comparison is developed for each alternative in the scale of 1 to 9. The level of preference of one criteria/factor over another getting more importance across 1 to 9. The relative score of each criterion is determined by eigenvector found with normalized matrix using AHP. In absolute measurement, as shown in chapter four, projects were compared each other based on the absolute nature/profiles of projects found in their feasibility studies after identifying highest project selection criteria from AHP analysis.

According to [10], the Analytical Hierarchy Process is a decision-aiding method aimed at quantifying relative priorities for a set of alternatives on a ratio scale, based on the subjective judgment of the decision maker. It is a philosophy based on the intention to provide a comprehensive and rational framework for structuring a decision problem, for representing

and quantifying its elements, for relating those elements to overall goals, and for evaluating alternative solutions.

The first task was developing the AHP hierarchy structure for the decision problem. The criteria were selected, and alternatives were identified. The data was collected from respondents of the three organizations, Ethiopian Roads Authority, Planning and Development Commission, and Ministry of Finance. The respondents compared the criteria against each other. Then, the data was encoded in MS-Excel and data analysis techniques in multi-criteria decision making were done. Preference analysis, preference weighting, comparison matrix, computation of priorities, percent ratio of priorities and results for each level and method validations, Cronbach's alpha calculations, consistency analysis, consistency measure, consistency Index (C.I), Random Index (R.I), Consistency Ratio (C.R) and consistency results were analyzed. It is good to measure the level of consistency among all the respondents regarding the weight of selection criteria. The consistency measures lie on reason behind AHPs subjective base on scaling based on mathematics, philosophy, and psychology.

The score (weight) of each project was found by multiplying the score of projects for each criterion by its global weight and then adding them to find the overall score of each project. This was done by MS-Excel. Finally, those prioritized project section criteria's features from AHP analysis treated the randomly selected six projects characteristics under study and linearly constrained them with the available capital budgeting, a process of Linear Programming (LP).

The global priority weights of criteria for project selection were determined from AHP analysis, then the projects were compared each other to obtain the local priorities of each project. After the projects have been prioritized using AHP, the weights of each project were used as the coefficients of the decision variable in the objective function of a linear programming. The weights of projects actually show the contribution of each project towards meeting the organization objectives, efficient and effective project selection. Thus, maximizing these weights can be translated to maximizing benefit for the organization in terms of selection factors. Finally, the projects were selected and linearly optimized subject to constraints using MS-Excel solver.

## CHAPTER FOUR

### DATA ANALYSIS AND RESULTS

Chapter 3 discussed the research methodology, approach and survey used in this thesis. This chapter demonstrates data collection process, analysis, validation, the results obtained. It also explains utilization of AHP and LP method and presents the results.

#### 4.1 Data Collection

##### 4.1.1 Work Experience of Survey Respondents

The questionnaire was distributed through personal delivery method followed with immediate collection of completed questionnaire. The data of respondents of the survey was analyzed according to the participants' level of experience and organization as illustrated in figure 4.1 and 4.2 respectively.

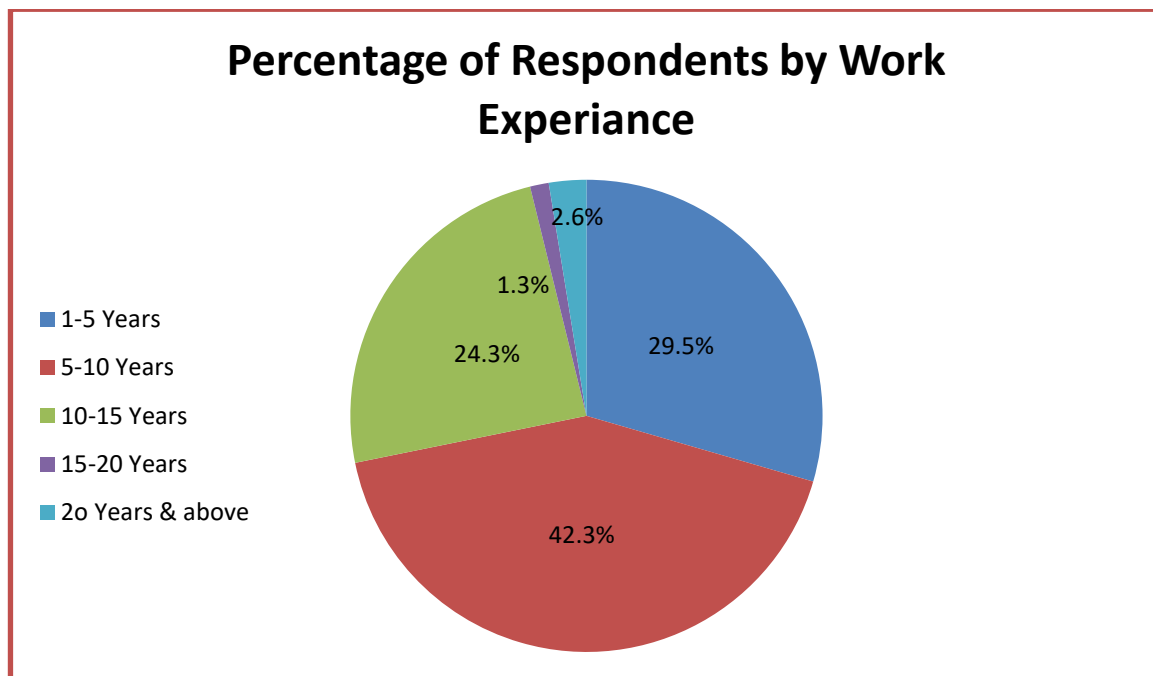
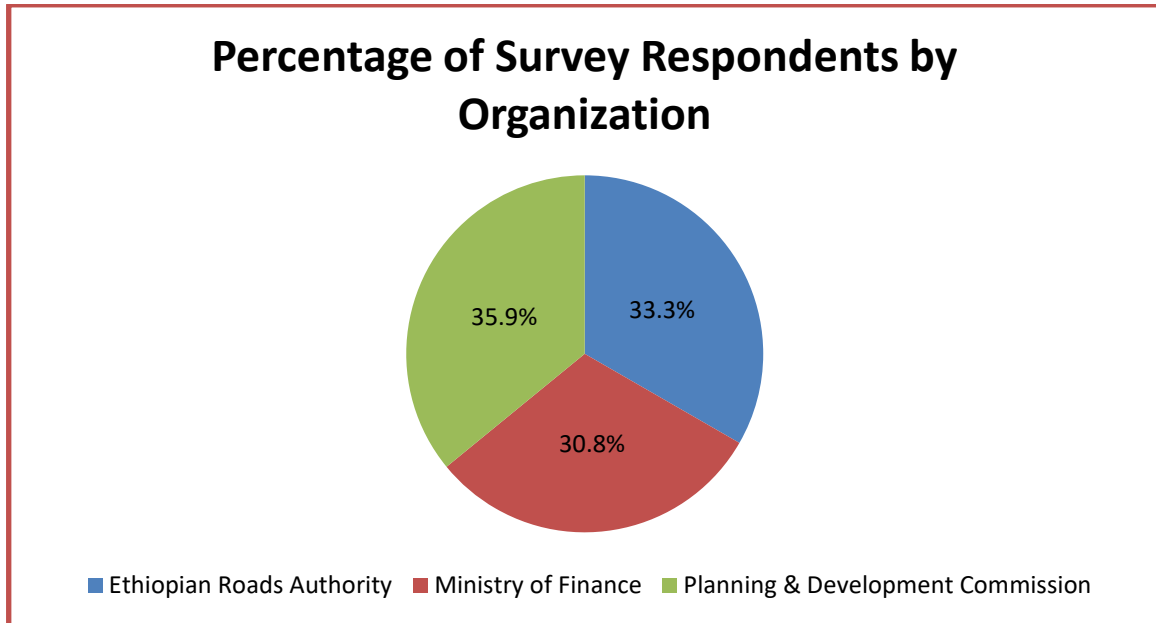


Figure 4-1: Distribution of survey respondents by level of experience



**Figure 4-2: Distribution of survey respondents by organizations**

#### **4.1.2 Respondents responses**

There were 100 questionnaires included in the survey with the response rate of 88 % despite the questionnaire requires high level of expertise and commitment. Among them 10 were rejected due to failure to fill the questionnaire completely. Hence, 78 surveys are used for the analysis.

### **4.2 Data Analysis**

#### **4.2.1 Analytic Hierarchy Process Analysis**

In this study, a decision hierarchy structured and AHP was applied in order to examine the relationship between road construction projects selection criteria and their importance to meet objectives. The model used has a three-tier analytical hierarchical structure whose main goal is providing alternative technique for selection of road projects in the public sector arena, the case of Ethiopian Roads Authority.

##### **4.2.1.1 Preference Analysis and Preference Weighting**

Evaluating the pair-wise comparison questions judged by all targeted project management professionals experience was done. According to [28] “the fundamental scale of the AHP is a scale of absolute numbers used to answer the basic question in all pair-wise comparisons: how

many times more dominant is one element than the other?” Based on this principle, to obtain the set of overall priorities for a decision problem, synthesizing the judgment was made in the pair-wise comparison. The data is weighted and added in order to give a single number to indicate the priority of each element on a scale of 1 to 9 as per the definition of weights given below.

**Table 4-1: Pair-wise comparison scale**

| Weight             | Definition  | Explanation   |
|--------------------|---|---|
| 1                  | Equal importance  | Two activities contribute equally to the objective  |
| 3                  | Weak importance of one over another                       | Experience and judgment slightly favor one activity over another                                |
| 5                  | Essential or strong importance                            | Experience and judgment strongly favor one activity over another                                |
| 7                  | Very strong or demonstrated importance                    | An activity is favored very strongly over another; its dominance demonstrated in practice       |
| 9                  | Absolute importance                                       | The evidence favoring one activity over another is of the highest possible order of affirmation |
| 2,4,6,8            | Intermediate values between the two adjacent scale values | When compromise is needed   |
| <b>Reciprocals</b> | For Inverse comparisons                                   | A reasonable assumption   |

Source: From T.L.Satty, 1990

#### 4.2.1.2 Comparison Matrix

To evaluate the pair-wise comparison, a comparison matrix was created for all criteria. The following figure illustrates (shows) the result matrix of criteria from all respondents as an example, where the coding and the remaining matrixes, calculations, analysis for the survey, and respondents’ responses is illustrated in the Appendix B.

**Table 4-2: Comparison matrix**

| Pairwise Comparison Matrix |             |             |                  |                    |              |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
|----------------------------|-------------|-------------|------------------|--------------------|--------------|------------------|--------------|-------------------|---------------------|--------------|------------------------|-----------------------|------------------|-----------------------|-------------------|
| Parameter                  | Profit      | Risk        | Measure of Worth | Financial Standing | Resource     | Economic Factors | Experience   | Technical Ability | Size and Complexity | Duration     | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors |
| Profit                     | 1.00        | 3.58        | 2.47             | 3.04               | 3.91         | 4.68             | 4.45         | 3.45              | 3.74                | 4.73         | 5.79                   | 6.24                  | 5.68             | 5.85                  | 6.65              |
| Risk                       | 0.28        | 1.00        | 2.40             | 2.84               | 2.82         | 4.36             | 3.98         | 3.46              | 3.85                | 4.41         | 5.47                   | 6.21                  | 5.74             | 5.49                  | 6.45              |
| Measure of Worth           | 0.41        | 0.42        | 1.00             | 3.10               | 4.18         | 4.86             | 4.49         | 3.30              | 3.73                | 4.91         | 5.76                   | 6.22                  | 5.67             | 5.95                  | 6.68              |
| Financial Standing         | 0.33        | 0.35        | 0.32             | 1.00               | 3.41         | 4.29             | 3.91         | 3.09              | 3.59                | 4.58         | 5.72                   | 6.40                  | 5.67             | 5.60                  | 6.40              |
| Resource                   | 0.26        | 0.36        | 0.24             | 0.29               | 1.00         | 3.90             | 3.34         | 3.02              | 3.27                | 4.26         | 5.51                   | 6.27                  | 5.97             | 5.64                  | 6.45              |
| Economic Factors           | 0.21        | 0.23        | 0.21             | 0.23               | 0.26         | 1.00             | 2.99         | 2.62              | 2.93                | 3.77         | 5.51                   | 5.72                  | 5.51             | 5.31                  | 5.97              |
| Experience                 | 0.22        | 0.25        | 0.22             | 0.26               | 0.30         | 0.33             | 1.00         | 2.98              | 3.02                | 3.65         | 5.16                   | 5.60                  | 4.92             | 5.42                  | 5.90              |
| Technical Ability          | 0.29        | 0.29        | 0.30             | 0.32               | 0.33         | 0.38             | 0.34         | 1.00              | 3.53                | 4.40         | 5.51                   | 5.90                  | 5.41             | 5.38                  | 6.12              |
| Size and Complexity        | 0.27        | 0.26        | 0.27             | 0.28               | 0.31         | 0.34             | 0.33         | 0.28              | 1.00                | 3.71         | 5.27                   | 5.41                  | 4.81             | 5.25                  | 5.86              |
| Duration                   | 0.21        | 0.23        | 0.20             | 0.22               | 0.23         | 0.27             | 0.27         | 0.23              | 0.27                | 1.00         | 4.60                   | 5.29                  | 5.23             | 5.05                  | 6.17              |
| Organizational Culture     | 0.17        | 0.18        | 0.17             | 0.17               | 0.18         | 0.18             | 0.19         | 0.18              | 0.19                | 0.22         | 1.00                   | 3.78                  | 3.46             | 3.65                  | 5.00              |
| Environmental Factors      | 0.16        | 0.16        | 0.16             | 0.16               | 0.16         | 0.17             | 0.18         | 0.17              | 0.18                | 0.19         | 0.26                   | 1.00                  | 3.48             | 3.09                  | 4.17              |
| Location Factors           | 0.18        | 0.17        | 0.18             | 0.18               | 0.17         | 0.18             | 0.20         | 0.18              | 0.21                | 0.19         | 0.29                   | 0.29                  | 1.00             | 3.11                  | 3.78              |
| Social Responsibility      | 0.17        | 0.18        | 0.17             | 0.18               | 0.18         | 0.19             | 0.18         | 0.19              | 0.19                | 0.20         | 0.27                   | 0.32                  | 0.32             | 1.00                  | 3.79              |
| Political Factors          | 0.15        | 0.16        | 0.15             | 0.16               | 0.16         | 0.17             | 0.17         | 0.16              | 0.17                | 0.16         | 0.20                   | 0.24                  | 0.26             | 0.26                  | 1.00              |
| <b>Total</b>               | <b>4.31</b> | <b>7.81</b> | <b>8.47</b>      | <b>12.42</b>       | <b>17.58</b> | <b>25.32</b>     | <b>26.03</b> | <b>24.31</b>      | <b>29.86</b>        | <b>40.37</b> | <b>56.34</b>           | <b>64.89</b>          | <b>63.15</b>     | <b>66.05</b>          | <b>80.39</b>      |

The matrix was established by making rows and columns to have the same parameters. For example, if the second row is risk, the second column is also risk; if the third row is measure of worth, the third column is also measure of worth. The matrix was arranged and a score range of 1 to 9 was selected and allocated, where increasing score implies the increasing row importance than column. The diagonal of the matrix was allocated a score of 1 since it compares one element with itself. Each element is compared in the corresponding level and calibrated on a numerical scale. This requires  $n(n-1)/2$  comparisons, where  $n$  is the number of elements with considerations that diagonal elements are equal to one and other elements are simply the reciprocals of earlier comparisons.

#### 4.2.1.3 Internal Consistency Check Using Cronbach's Alpha

Research based on measurement must be concerned with the accuracy, dependability or reliability of measurement. A reliability coefficient demonstrates whether the test designer was correct in expecting a certain collection of items to yield interpretable statements about individual differences. [30].

Cronbach's alpha, also known as coefficient alpha, is a measure used to assess the reliability, or specifically internal consistency, of a set of scale or test (e.g., questionnaires). In other words, the reliability of any measurement refers to the extent to which it is a consistent measure of a concept, and Cronbach's alpha is one way of measuring the strength of that consistency.

Cronbach's alpha is computed by correlating the score for each scale item with the total score for each observation (usually individual survey respondents or test takers), and then comparing that to the variance for all individual item scores:

$$\alpha = \frac{K}{K-1} \left( 1 - \frac{\sum_{i=1}^K \sigma_{Y_i}^2}{\sigma_X^2} \right)$$

Where: K refers to the number/quantity of components/items or questions

$\sigma_{Y_i}^2$  refers to the variance associated with item  $i$

$\sigma_X^2$  refers to the variance associated with the observed total scores

Using the above formula in MS-Excel, the results are:

$$K = 105$$

$$\sum \sigma_{Y_i}^2 = 601.87$$

$$\sigma_X^2 = 9735.23, \text{ and}$$

The Cronbach's alpha ( $\alpha$ ) was calculated as 0.95.

Cronbach's alpha typically ranges from 0 to 1. Interpretation of Cronbach's alpha is with a lack of agreement regarding the appropriate range of acceptability. Values closer to 1.0 indicate a greater internal consistency of the variables in the scale. In other words, higher

Cronbach's alpha values shows greater scale reliability. A frequently specified acceptable range is a value of 0.70 or above. According to Nunnally, (1967) as stated in [31], recommended 0.50 to 0.60 for the early stages of research, 0.8 for basic research tools, and 0.9 and above for minimally tolerable estimates. To this end, the alpha of this research is acceptable since it is above the cutoff, as per the recommendations for all types of research.

#### 4.2.1.4 Computation of Priorities

The following steps show the overall procedures of calculating the priorities starting from developing the model.

##### Step 1: Develop a model

The chart with goal, selection criteria to prioritize from is presented below. The basic project selection decision factors are categorized in to three where different features are included within each category.

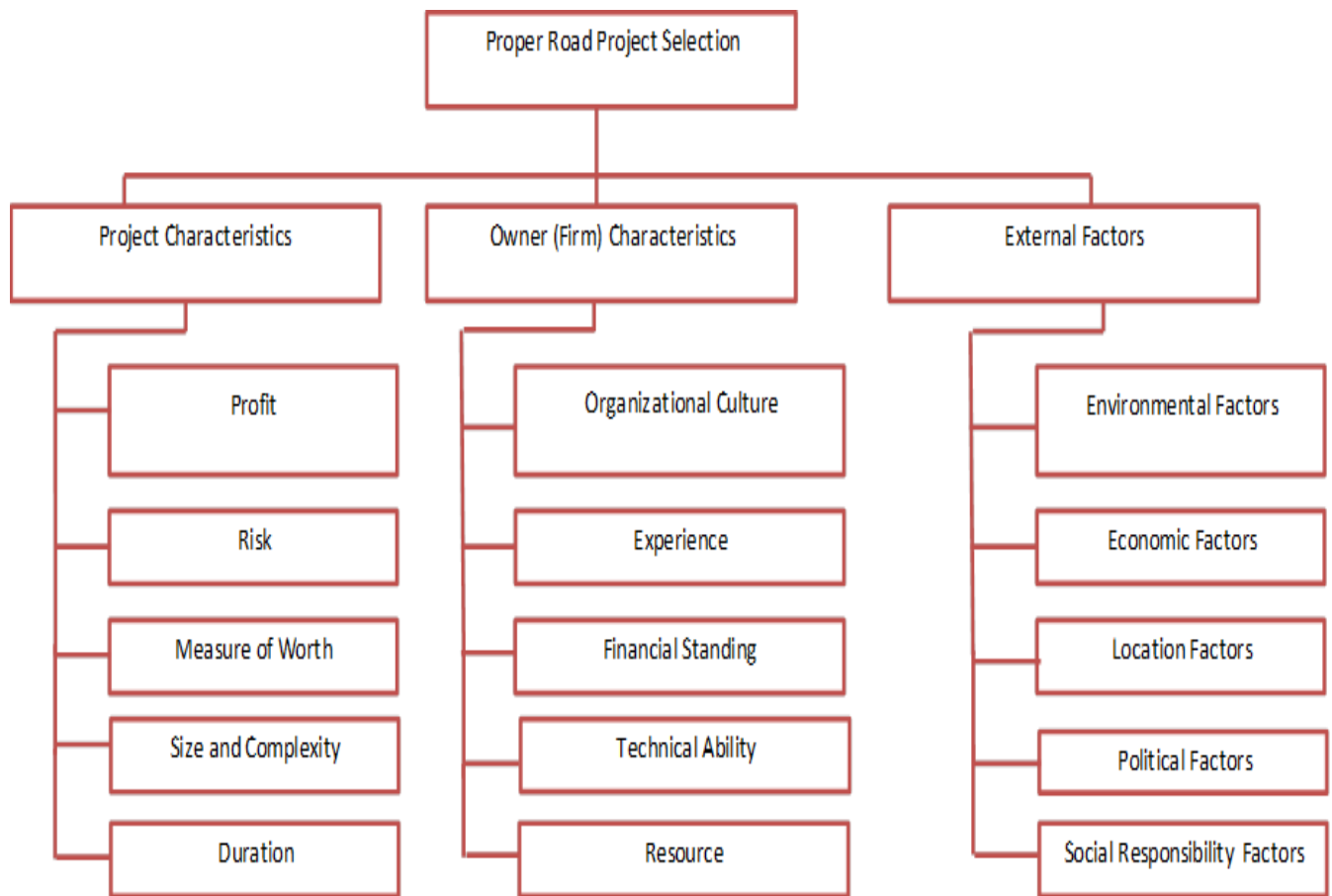


Figure 4-3: Factors affecting project selection

**Step 2:** Derive priorities (weights) for the criteria

To compute the priorities, scores were normalized first. This step is to normalize the matrix by totaling the numbers in each column. Each entry in the column is then divided by the column sum to yield its normalized score. The sum of each column is one. The mathematical normalizations steps can be summarized as follows:

For the matrix of pair-wise elements:

$$\begin{bmatrix} C_{11} & C_{12} & C_{13} \\ C_{21} & C_{22} & C_{23} \\ C_{31} & C_{32} & C_{33} \end{bmatrix}$$

a) Sum the values in each column of the pair-wise matrix

$$C_{ij} = \sum_{i=1}^n C_{ij}$$

b) Divide each element in the matrix by its column total to generate a normalized pair-wise matrix

$$X_{ij} = \frac{C_{ij}}{\sum_{i=1}^n C_{ij}} = \begin{bmatrix} W_{11} & W_{12} & W_{13} \\ W_{21} & W_{22} & W_{23} \\ W_{31} & W_{32} & W_{33} \end{bmatrix}$$

c) Divide the sum of the normalized column of matrix by the number of criteria used (n) to generate weighted matrix.

$$W_{ij} = \frac{\sum_{i=1}^n W_{ij}}{n} = \begin{bmatrix} W_{11} \\ W_{21} \\ W_{31} \end{bmatrix}$$

The table below illustrates an example for normalization and priorities calculations.

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

**Table 4-3: Normalization and priority calculations**

| Normalization and priority calculation |        |      |                  |                    |          |                  |            |                   |                   |          |                        |                       |                  |                       |                   |                     |                              |
|--|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|-------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|---------------------|------------------------------|
| Parameter                              | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size & Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Total (Sum of Rows) | Priority (criterion weights) |
| Profit                                 | 0.23   | 0.46 | 0.29             | 0.24               | 0.22     | 0.18             | 0.17       | 0.14              | 0.13              | 0.12     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 2.65                | 0.18                         |
| Risk                                   | 0.06   | 0.13 | 0.28             | 0.23               | 0.16     | 0.17             | 0.15       | 0.14              | 0.13              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.08                  | 0.08              | 2.02                | 0.13                         |
| Measure of Worth                       | 0.09   | 0.05 | 0.12             | 0.25               | 0.24     | 0.19             | 0.17       | 0.14              | 0.12              | 0.12     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 1.96                | 0.13                         |
| Financial Standing                     | 0.08   | 0.05 | 0.04             | 0.08               | 0.19     | 0.17             | 0.15       | 0.13              | 0.12              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.08                  | 0.08              | 1.57                | 0.10                         |
| Resource                               | 0.06   | 0.05 | 0.03             | 0.02               | 0.06     | 0.15             | 0.13       | 0.12              | 0.11              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 1.29                | 0.09                         |
| Economic Factors                       | 0.05   | 0.03 | 0.02             | 0.02               | 0.01     | 0.04             | 0.11       | 0.11              | 0.10              | 0.09     | 0.10                   | 0.09                  | 0.09             | 0.08                  | 0.07              | 1.02                | 0.07                         |
| Experience                             | 0.05   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.04       | 0.12              | 0.10              | 0.09     | 0.09                   | 0.09                  | 0.08             | 0.08                  | 0.07              | 0.93                | 0.06                         |
| Technical Ability                      | 0.07   | 0.04 | 0.04             | 0.03               | 0.02     | 0.02             | 0.01       | 0.04              | 0.12              | 0.11     | 0.10                   | 0.09                  | 0.09             | 0.08                  | 0.08              | 0.91                | 0.06                         |
| Size and Complexity                    | 0.06   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.01       | 0.01              | 0.03              | 0.09     | 0.09                   | 0.08                  | 0.08             | 0.08                  | 0.07              | 0.74                | 0.05                         |
| Duration                               | 0.05   | 0.03 | 0.02             | 0.02               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.02     | 0.08                   | 0.08                  | 0.08             | 0.08                  | 0.08              | 0.60                | 0.04                         |
| Organizational Culture                 | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.01     | 0.02                   | 0.06                  | 0.05             | 0.06                  | 0.06              | 0.39                | 0.03                         |
| Environmental Factors                  | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.02                  | 0.06             | 0.05                  | 0.05              | 0.30                | 0.02                         |
| Location Factors                       | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.01                   | 0.00                  | 0.02             | 0.05                  | 0.05              | 0.26                | 0.02                         |
| Social Responsibility                  | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.00                  | 0.01             | 0.02                  | 0.05              | 0.22                | 0.01                         |
| Political Factors                      | 0.03   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.00                  | 0.00             | 0.00                  | 0.01              | 0.15                | 0.01                         |
| <b>Total</b>                           | 1.00   | 1.00 | 1.00             | 1.00               | 1.00     | 1.00             | 1.00       | 1.00              | 1.00              | 1.00     | 1.00                   | 1.00                  | 1.00             | 1.00                  | 1.00              | <b>Total</b>        | <b>1.00</b>                  |

#### 4.2.1.5 Percent Ratio of Priorities and Results

Through computation of all matrix scores prioritization was achieved. The matrix below shows the relative priorities of each decision factors.

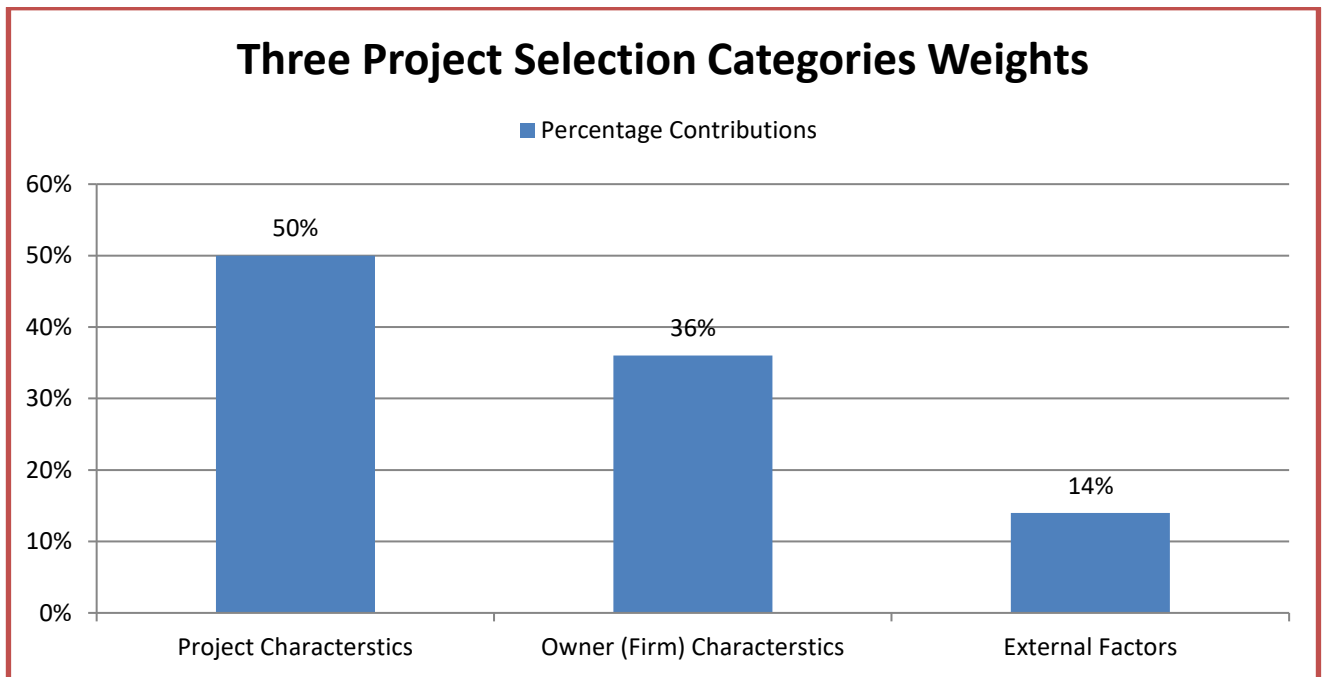
|                             |      |
|-----------------------------|------|
| Project Profit.....         | 0.15 |
| Project Risk.....           | 0.12 |
| Measure of Worth.....       | 0.13 |
| Financial Standing.....     | 0.10 |
| Resource.....               | 0.09 |
| Economic Factors.....       | 0.07 |
| Experience.....             | 0.07 |
| Technical Ability.....      | 0.07 |
| Size and Complexity.....    | 0.06 |
| Duration.....               | 0.04 |
| Organizational Culture..... | 0.03 |
| Environmental Factors.....  | 0.02 |
| Location Factors.....       | 0.02 |
| Social Responsibility.....  | 0.02 |
| Political Factors.....      | 0.01 |

Hence, through AHP calculation procedures as shown in the above table and in the appendix B in detail, among the three basic categorical factors related to project characteristics are weighted 0.50 with profit ( 0.15), risk (0.12), measure of worth (0.13), size and complexity (0.06), and duration (0.04); related to owner (firm ) characteristics are 0.36 with organizational culture (0.03), experience (0.07), financial standing (0.10), technical ability (0.07), and resource(0.09), and related to external factors are weighted only 0.14 with environmental factors (0.02), economic factors (0.07), location factors (0.02), political factors (0.01), and social responsibility (0.02).

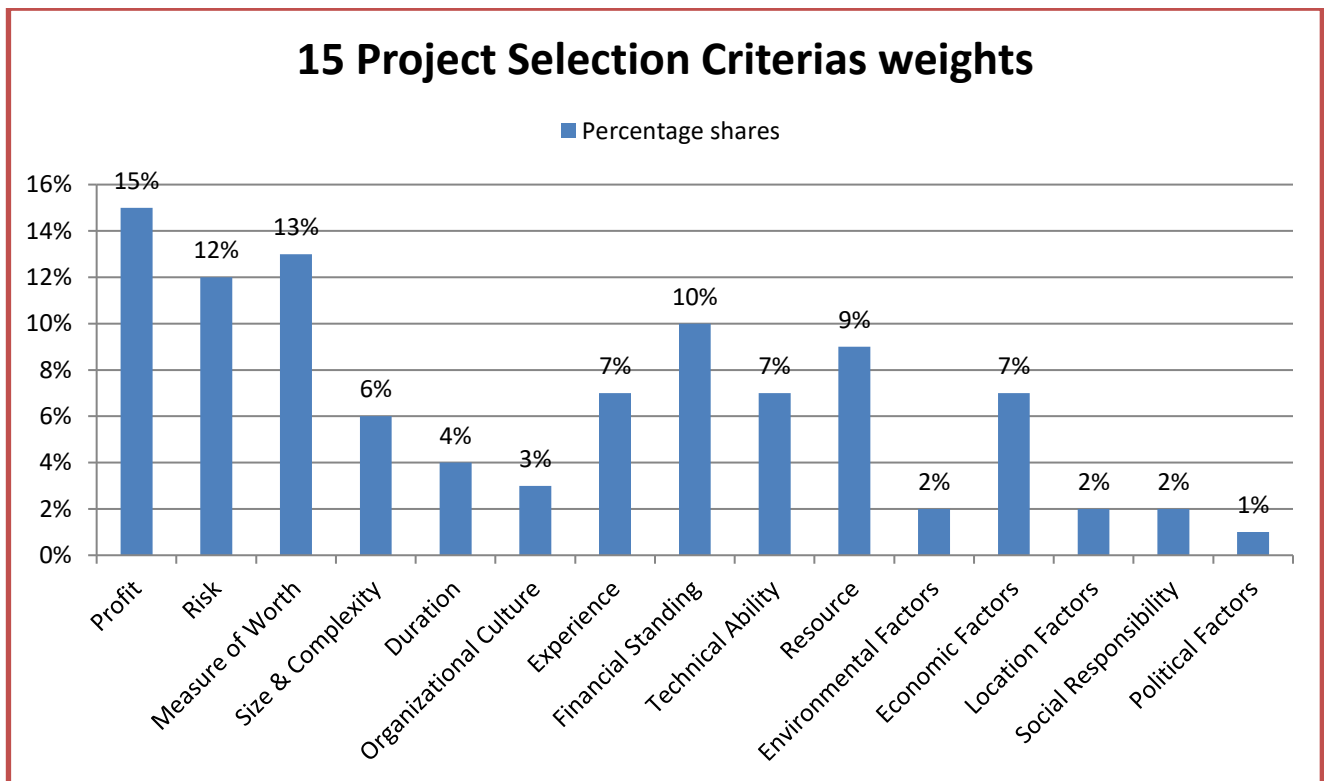
**Table 4-4: Priority weights for categories and each decision factors**

| <b>Decision Factors<br/>Category</b> | <b>Selection<br/>Criterion/Decision<br/>Factors</b> | <b>Percentage</b> | <b>Rank</b>      |
|--------------------------------------|---|-------------------|------------------|
| Project Characteristics              | Profit  | 15%               | 1 <sup>st</sup>  |
|                                      | Measure of Worth                                    | 13%               | 2 <sup>nd</sup>  |
|                                      | Risk  | 12%               | 3 <sup>rd</sup>  |
|                                      | Size and Complexity                                 | 6%                | 9 <sup>th</sup>  |
|                                      | Duration  | 4%                | 10 <sup>th</sup> |
|                                      | <b>Sub-Total</b>                                    | <b>50%</b>        |                  |
|                                      | Financial Standing                                  | 10%               | 4 <sup>th</sup>  |
|                                      | Resource  | 9%                | 5 <sup>th</sup>  |
|                                      | Experience  | 7%                | 6 <sup>th</sup>  |
|                                      | Technical Ability                                   | 7%                | 6 <sup>th</sup>  |
|                                      | Organizational Culture                              | 3%                | 11 <sup>th</sup> |
|                                      |   |                   |                  |
|                                      | <b>Sub-Total</b>                                    | <b>36%</b>        |                  |
|                                      | Economic Factors                                    | 7%                | 6 <sup>th</sup>  |
|                                      | Environmental Factors                               | 2%                | 12 <sup>th</sup> |
|                                      | Location Factors                                    | 2%                | 12 <sup>th</sup> |
|                                      | Social Responsibility                               | 2%                | 12 <sup>th</sup> |
|                                      | Political Factors                                   | 1%                | 15 <sup>th</sup> |
| <b>Sub-Total</b>                     | <b>14%</b>  |                   |                  |
| <b>Total</b>                         |   | <b>100%</b>       |                  |

The following bar chart illustrates the priority weights of the three broad categories and the fifteen criteria for better presentation.



**Figure 4-4: Three broad categorical project selection factors percentage contributions**



**Figure 4-5: The fifteen project selection criteria percentage contributions**

#### **4.2.1.6 Method Validation**

Reliability and validity are ensured in this section. To validate the results and methods used in these decision-making problems, it is important to know how good its consistency is. The importance of this step is to not base the decision on judgments that have such low consistency that they appear to be random.

**Piloting the Questionnaires:** It was done before mass distributions. Pre-testing a survey is the way to make sure that it is going to deliver the data that were expected to receive, in terms of validity and reliability. It is designed to make sure that people understand the questions and to indicate that something may be wrong with the survey. So, it helps to determine the strengths and weaknesses concerning question format, wording and order, question variation, meaning, task difficulty, respondent's interest, and attention. To be reliable, a survey question must be answered the same way each time. It was assessed by comparing the responses gave in one pretest with answers in another pretest. The survey question's validity is determined by how well it measures the concepts it is intended to measure. The comments given on the questionnaire design and the overall aspects were incorporated. The pre-test survey shows the respondents answered the survey questionnaires consistently the same way since the questions are brief marking in one of the levels of preference. The respondents answered during discussion that the questions can measure the intended objectives of the study. In the pre-testing the questionnaire, the priority weights or percentages across the project selection criteria were as follows; project characteristics (0.6) with profit (0.17), measure of worth (0.14), risk (0.13), size and complexity (0.09), and duration (0.07); owner (firm ) characteristics (0.32) with financial standing (0.09), experience (0.06), technical ability (0.06), resource (0.06), and organization culture (0.05); external factors (0.08) with economic factors (0.03), environmental factors (0.02), 0.01 for location, political and social responsibility factors. The result from the pilot questionnaires had structural similarity with the results of the mass distributions even though some factors ranking difference occurs.

#### **Consistency Analysis**

As per [10], consistency means that “when we have a basic amount of row data, all other data can be logically deduced from it. In doing pair-wise comparison to relate  $n$  activities so that each one is represented in the data at least once, we do  $n-1$  pair-wise comparison judgments.

From them all other judgments can be deduced simply by using the following kind of relation.” It could be computed by calculating the consistency measure, consistency index, and consistency ratio.

### Consistency Measure

Decision accuracy refers to the extent to which classifications based on test scores match those that would have been made if the scores did not contain any measurement error. Accuracy must be estimated because errorless test scores do not exist. According to [10], “to get a crude estimate of consistency, multiply the matrix of comparisons on the right by the estimated solution vector obtaining a new vector. If divide the first components of this vector by the first component of the estimated solution vector, the second component of the new vector by the second component of the estimated solution vector and so on, we obtain another vector. If we take the sum of the components of this vector and divide by the number of components, we have an approximation to a number lambda maximum to use in estimating as reflected in the proportionality of preferences.” The following steps illustrate the estimation process:

1) Consistency vector was calculated by multiplying the pair-wise matrix by the weights vector

$$\begin{bmatrix} C_{11} & C_{12} & C_{13} \\ C_{21} & C_{22} & C_{23} \\ C_{31} & C_{32} & C_{33} \end{bmatrix} \times \begin{bmatrix} W_{11} \\ W_{22} \\ W_{31} \end{bmatrix} = \begin{bmatrix} C_v 11 \\ C_v 21 \\ C_v 31 \end{bmatrix}$$

2) Then it was accomplished by dividing the weighted sum vector with criterion weights

$$C_v 11 = \frac{1}{W_{11}} [C_{11}W_{11} + C_{12}W_{21} + C_{13}W_{31}]$$

$$C_v 21 = \frac{1}{W_{21}} [C_{21}W_{11} + C_{22}W_{21} + C_{23}W_{31}]$$

$$C_v 31 = \frac{1}{W_{31}} [C_{31}W_{11} + C_{32}W_{21} + C_{33}W_{31}]$$

3)  $\lambda_{Max}$  was calculated by averaging the value of the consistency vector

$$\lambda_{Max} = \frac{\sum_{i=1}^n C_v ij}{n}, \text{ the following table illustrates the calculations for the above steps.}$$

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**Table 4-5: Consistency Ratio & Consistency Index calculations**

| Consistency Calculations |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    |                                    |   |
|--------------------------|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|--------------------|------------------------------------|---|
|                          | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Weighted sum value | Criterion Weights                  | Lambda ( $\lambda$ =Weighted sum/criterion weights) |
| <b>Weights</b>           | 0.18   | 0.13 | 0.13             | 0.10               | 0.09     | 0.07             | 0.06       | 0.06              | 0.05                | 0.04     | 0.03                   | 0.02                  | 0.02             | 0.01                  | 0.01              |                    |                                    |   |
| Profit                   | 1.00   | 3.58 | 2.47             | 3.04               | 3.91     | 4.68             | 4.45       | 3.45              | 3.74                | 4.73     | 5.79                   | 6.24                  | 5.68             | 5.85                  | 6.65              | 3.34               | 0.18                               | 19  |
| Risk                     | 0.28   | 1.00 | 2.40             | 2.84               | 2.82     | 4.36             | 3.98       | 3.46              | 3.85                | 4.41     | 5.47                   | 6.21                  | 5.74             | 5.49                  | 6.45              | 2.67               | 0.13                               | 20  |
| Measure of Worth         | 0.41   | 0.42 | 1.00             | 3.10               | 4.18     | 4.86             | 4.49       | 3.30              | 3.73                | 4.91     | 5.76                   | 6.22                  | 5.67             | 5.95                  | 6.68              | 2.67               | 0.13                               | 20  |
| Financial Standing       | 0.33   | 0.35 | 0.32             | 1.00               | 3.41     | 4.29             | 3.91       | 3.09              | 3.59                | 4.58     | 5.72                   | 6.40                  | 5.67             | 5.60                  | 6.40              | 2.17               | 0.10                               | 21  |
| Resource                 | 0.26   | 0.36 | 0.24             | 0.29               | 1.00     | 3.90             | 3.34       | 3.02              | 3.27                | 4.26     | 5.51                   | 6.27                  | 5.97             | 5.64                  | 6.45              | 1.76               | 0.09                               | 20  |
| Economic Factors         | 0.21   | 0.23 | 0.21             | 0.23               | 0.26     | 1.00             | 2.99       | 2.62              | 2.93                | 3.77     | 5.51                   | 5.72                  | 5.51             | 5.31                  | 5.97              | 1.35               | 0.07                               | 20  |
| Experience               | 0.22   | 0.25 | 0.22             | 0.26               | 0.30     | 0.33             | 1.00       | 2.98              | 3.02                | 3.65     | 5.16                   | 5.60                  | 4.92             | 5.42                  | 5.90              | 1.19               | 0.06                               | 19  |
| Technical Ability        | 0.29   | 0.29 | 0.30             | 0.32               | 0.33     | 0.38             | 0.34       | 1.00              | 3.53                | 4.40     | 5.51                   | 5.90                  | 5.41             | 5.38                  | 6.12              | 1.16               | 0.06                               | 19  |
| Size and Complexity      | 0.27   | 0.26 | 0.27             | 0.28               | 0.31     | 0.34             | 0.33       | 0.28              | 1.00                | 3.71     | 5.27                   | 5.41                  | 4.81             | 5.25                  | 5.86              | 0.90               | 0.05                               | 18  |
| Duration                 | 0.21   | 0.23 | 0.20             | 0.22               | 0.23     | 0.27             | 0.27       | 0.23              | 0.27                | 1.00     | 4.60                   | 5.29                  | 5.23             | 5.05                  | 6.17              | 0.70               | 0.04                               | 18  |
| Organizational Culture   | 0.17   | 0.18 | 0.17             | 0.17               | 0.18     | 0.18             | 0.19       | 0.18              | 0.19                | 0.22     | 1.00                   | 3.78                  | 3.46             | 3.65                  | 5.00              | 0.43               | 0.03                               | 16  |
| Environmental Factors    | 0.16   | 0.16 | 0.16             | 0.16               | 0.16     | 0.17             | 0.18       | 0.17              | 0.18                | 0.19     | 0.26                   | 1.00                  | 3.48             | 3.09                  | 4.17              | 0.32               | 0.02                               | 16  |
| Location Factors         | 0.18   | 0.17 | 0.18             | 0.18               | 0.17     | 0.18             | 0.20       | 0.18              | 0.21                | 0.19     | 0.29                   | 0.29                  | 1.00             | 3.11                  | 3.78              | 0.27               | 0.02                               | 15  |
| Social Responsibility    | 0.17   | 0.18 | 0.17             | 0.18               | 0.18     | 0.19             | 0.18       | 0.19              | 0.19                | 0.20     | 0.27                   | 0.32                  | 0.32             | 1.00                  | 3.79              | 0.23               | 0.01                               | 16  |
| Political Factors        | 0.15   | 0.16 | 0.15             | 0.16               | 0.16     | 0.17             | 0.17       | 0.16              | 0.17                | 0.16     | 0.20                   | 0.24                  | 0.26             | 0.26                  | 1.00              | 0.17               | 0.01                               | 17  |
|                          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    | $\lambda$ (Sum)                    | 275   |
|                          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    | $\lambda_{max}$ =Average of Lambda | 18  |
|                          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    | C.I=( $\lambda_{max}$ -n)/(n-1)    | 0.214   |
|                          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    | R.I (for n=15)                     | 1.59  |
|                          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                    | C.R = C.I/R.I                      | 0.1348  |

### Consistency Index (C.I)

Deviation from consistency is called consistency index and can be calculated using the following steps:

- 1) Multiply each column of the pair-wise comparison matrix by the corresponding weight
- 2) Divide sum of rows entries by the corresponding weight
- 3) Compute the average of the values from step 2, denote it by  $\lambda_{max}$
- 4) The approximate CI is:

$$CI = \frac{\lambda_{max} - n}{n - 1}, \text{ Where } n \text{ is the number of criteria,}$$

$$\text{Then } CI = \frac{18 - 15}{15 - 1} = 0.214$$

### Random Index (R.I)

The consistency index of a randomly generated reciprocal matrix from the scale of 1 to 9 with reciprocal forced called Random Index (R.I) [10]. The following table gives an average of R.I. for matrixes of order 1-15. The first row is an order of the matrix (number of attributes or criteria), and the second row is the average R.I. Hence, for 15 criteria, the R.I is 1.59.

**Table 4-6: Random Index Scale**

| n  | 1   | 2   | 3   | 4   | 5   | 6   | 7   | 8   | 9   | 10  | 11  | 12  | 13  | 14  | 15  |
|----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| R. | 0.0 | 0.0 | 0.5 | 0.9 | 1.1 | 1.2 | 1.3 | 1.4 | 1.4 | 1.4 | 1.5 | 1.4 | 1.5 | 1.5 | 1.5 |
| I  | 0   | 0   | 8   | 0   | 2   | 4   | 2   | 1   | 5   | 9   | 1   | 8   | 6   | 7   | 9   |

### Consistency Ratio (C.R)

According to [10], “the AHP measures the overall consistency of judgments by means of Consistency Ratio. It was calculated by taking the ratio of C.I to the average R.I for the same order matrix.” The value of the consistency ratio should be 0.1 or less. For practical purpose, even a CR which is above 0.1 percent with few figures is considered. If it is much higher than 0.1, the judgment may be somewhat random and should be adjusted. During pre-testing this study questionnaire with only 10 respondents in those three organizations, the CR was calculated as 0.085. It is expected that upon mass distribution with such high expertise

questionnaires in higher number of respondents with different subjective response may differ slightly.

$$\text{Consistency ratio } CR = \frac{\text{Consistency Index}}{\text{Random Index}}$$

$$CR = 0.214/1.59 = 0.1348$$

### **Consistency Adjustment**

The accuracy of the AHP model is dependent on the quality of the decision (the pair-wise comparisons) of the participants which is subjective in nature. The consistency check was reassuring, as humans are by their nature inconsistent, and being encouraged to be consistent added a degree of rigor to the comparisons procedure. [28] puts “AHP should be a science of scaling based on mathematics, philosophy, and psychology”. As a clarification of inconsistency ration, [32] stated that “usually we cannot be so certain of our judgments that we would insist on forcing consistency in the pair-wise comparison matrix. Rather, we guess our filling or judgments in all the positions except the diagonals (which are always one), so we may not be perfectly consistent, but that is the way we tend to work.” He suggested that one way to improve consistency is to rank the activities by a simple order based on the weights obtained in the first run. A second pair-wise comparison matrix is then developed with this knowledge of ranking in mind”. Then, the consistency generally is better. So, the second pair-wise comparison matrix was developed by simple ordering based on the weights obtained in the first run. In the Appendix B, the simple ordering ranks, the adjusted pair-wise comparison matrixes, the adjusted normalization and priority calculations, the adjusted consistency measurement calculations are presented. The table below shows the consistency ratio, and consistency index calculations.

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**Table 4-7: Adjusted consistency index and consistency ratio calculations**

| Adjusted Consistency Calculations |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |   |                   |   |
|-----------------------------------|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|---|-------------------|---|
|                                   | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Weighted Sum Value                              | Criterion Weights | Lambda (λ)=Weighted sum/Criterion weights |
| Weights                           | 0.15   | 0.12 | 0.13             | 0.10               | 0.09     | 0.07             | 0.07       | 0.07              | 0.06                | 0.04     | 0.03                   | 0.02                  | 0.02             | 0.02                  | 0.01              |   |                   |   |
| Profit                            | 1.00   | 2.00 | 1.50             | 2.00               | 3.00     | 3.00             | 3.00       | 2.00              | 3.00                | 4.00     | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              | 2.44  | 0.15              | 16.60                                     |
| Risk                              | 0.50   | 1.00 | 1.50             | 2.00               | 2.00     | 3.00             | 3.00       | 2.00              | 3.00                | 3.00     | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              | 2.08  | 0.12              | 16.80                                     |
| Measure of Worth                  | 0.66   | 0.66 | 1.00             | 2.00               | 3.00     | 4.00             | 3.00       | 2.00              | 3.00                | 4.00     | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              | 2.23  | 0.13              | 17.16                                     |
| Financial Standing                | 0.50   | 0.50 | 0.50             | 1.00               | 2.00     | 3.00             | 3.00       | 2.00              | 2.00                | 3.00     | 5.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.74  | 0.10              | 17.19                                     |
| Resource                          | 0.33   | 0.50 | 0.33             | 0.50               | 1.00     | 3.00             | 2.00       | 2.00              | 2.00                | 3.00     | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              | 1.47  | 0.09              | 17.03                                     |
| Economic Factors                  | 0.33   | 0.33 | 0.25             | 0.33               | 0.33     | 1.00             | 2.00       | 1.50              | 2.00                | 3.00     | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.17  | 0.07              | 16.70                                     |
| Experience                        | 0.33   | 0.33 | 0.33             | 0.33               | 0.50     | 0.50             | 1.00       | 2.00              | 2.00                | 2.00     | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 1.07  | 0.07              | 16.37                                     |
| Technical Ability                 | 0.50   | 0.50 | 0.50             | 0.50               | 0.50     | 0.66             | 0.50       | 1.00              | 2.00                | 3.00     | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.12  | 0.07              | 16.10                                     |
| Size and Complexity               | 0.33   | 0.33 | 0.33             | 0.50               | 0.50     | 0.50             | 0.50       | 0.50              | 1.00                | 3.00     | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 0.92  | 0.06              | 16.05                                     |
| Duration                          | 0.25   | 0.33 | 0.25             | 0.33               | 0.33     | 0.33             | 0.50       | 0.33              | 0.33                | 1.00     | 3.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 0.69  | 0.04              | 15.50                                     |
| Organizational Culture            | 0.20   | 0.25 | 0.20             | 0.20               | 0.25     | 0.25             | 0.25       | 0.25              | 0.25                | 0.33     | 1.00                   | 3.00                  | 2.00             | 2.00                  | 4.00              | 0.42  | 0.03              | 15.05                                     |
| Environmental Factors             | 0.20   | 0.20 | 0.20             | 0.20               | 0.20     | 0.20             | 0.25       | 0.20              | 0.25                | 0.25     | 0.33                   | 1.00                  | 2.00             | 2.00                  | 3.00              | 0.33  | 0.02              | 14.89                                     |
| Location Factors                  | 0.25   | 0.20 | 0.25             | 0.25               | 0.20     | 0.25             | 0.25       | 0.25              | 0.25                | 0.25     | 0.50                   | 0.50                  | 1.00             | 2.00                  | 3.00              | 0.33  | 0.02              | 14.99                                     |
| Social Responsibility             | 0.20   | 0.25 | 0.20             | 0.25               | 0.25     | 0.25             | 0.25       | 0.25              | 0.22                | 0.25     | 0.50                   | 0.50                  | 0.50             | 1.00                  | 3.00              | 0.29  | 0.02              | 15.09                                     |
| Political Factors                 | 0.20   | 0.20 | 0.20             | 0.20               | 0.20     | 0.20             | 0.20       | 0.20              | 0.20                | 0.20     | 0.25                   | 0.33                  | 0.33             | 0.33                  | 1.00              | 0.22  | 0.01              | 15.55                                     |
|                                   |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda(\text{Sum})$                           |                   | <b>241.06</b>                             |
|                                   |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda_{\text{max}}=\text{Average of Lambda}$ |                   | <b>16.07</b>                              |
|                                   |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\text{C.I.}=(\lambda_{\text{max}}-n)/(n-1)$    |                   | <b>0.08</b>                               |
|                                   |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\text{R.I. (for } n=15)$                       |                   | <b>1.59</b>                               |
|                                   |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\text{C.R.}=\text{C.I./R.I}$                   |                   | <b>0.048</b>                              |

**CR < 0.1 (Acceptable)**

The survey results previously described helps in gaining an insight into the way how prioritization is made in project selection criteria to meet project objectives for stakeholder’s decision making. The overall analysis of results of priorities could be illustrated as shown in the following figure using the AHP hierarchical chart used in the data collections.

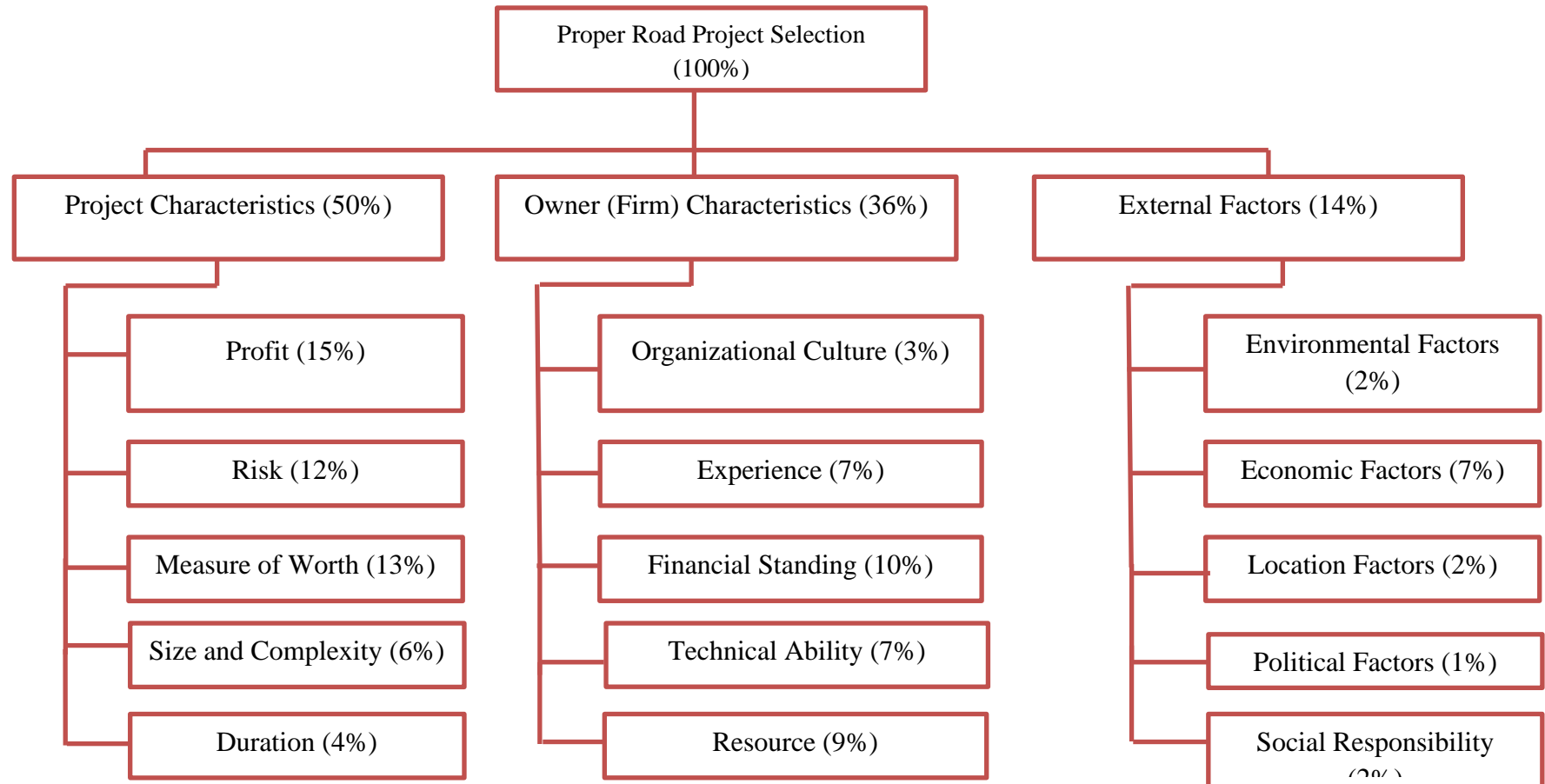


Figure 4-6: Weights assigned for factors affecting project selection

#### **4.2.1.7 Derive Overall Priorities (Model Synthesis)**

For this study, the available investing options for the organization are considered as six road projects started in 2020/21 G.C. To simplify calculations, reduce the time for pair-wise comparisons of alternatives against each selection factor and to accelerate work, the top five factors are selected for pair-wise comparison purposes. These five criteria are profit, measure of worth, project risk, financial standings, and resource.

Finally, the overall priorities (model synthesis) derived and final decision was made. The global weights (priorities) calculated by AHP process as in the previous steps. Then, local priorities (preference) of the alternative projects were obtained by comparing each other with respect to selected top five criterions. The alternative projects were compared using the objective features of the projects i.e., by maximizing or minimizing with respective of best features in that particular criterion. Finally, the score (weight) of each project is then calculated.

The project selection criteria are divided into three broad categories: Project Characteristics, Firm Characteristics, and External Factors. Each category includes a set of five criteria. The lowest level of the hierarchy is the set of alternatives (projects). Once the criteria are selected and alternatives are identified, the decision maker compared the projects against each other in terms of meeting each section criterion. The score (weight) of each project is then calculated. The decomposition of the problem into a hierarchy is presented in the following figure.

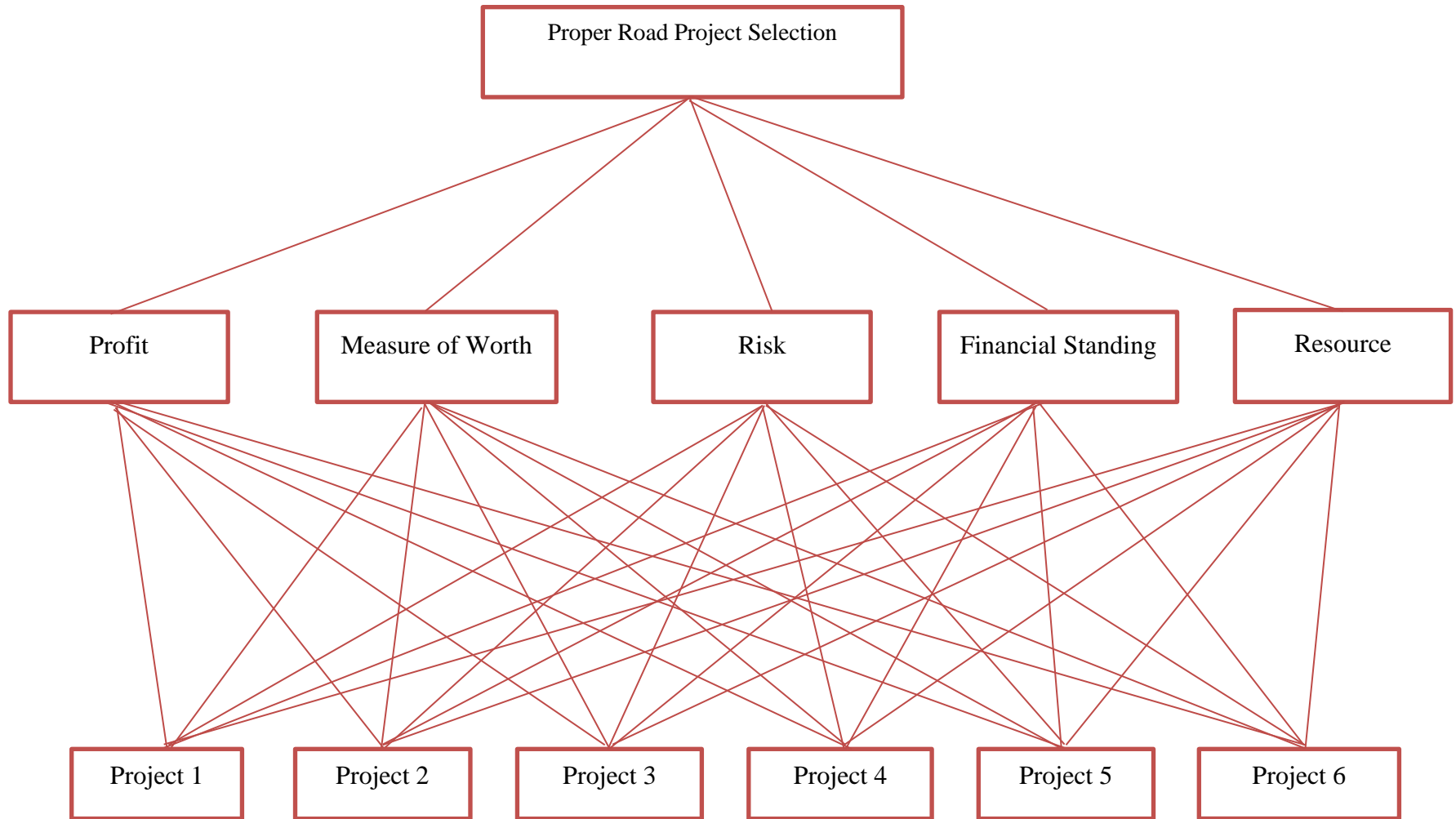


Figure 4-7: Decomposition of the problem into a hierarchy

### **Capital Projects Profile**

The project profile of the six anonymous projects is presented which are alternatives in AHP priority and linear optimization calculations. As some of the projects for this study might have conflict of interests, it was decided not to mention the names of the projects and hence, projects are identified with sequential numbers. However, all the required data has been gathered and included in the study.

**Project 1 (P1):** The project is in central Ethiopia with 100 km length with the total cost of 1,306,509, 000 ETB. The project document indicates, the project road, an existing gravel road connects three woreda in the regional state. It has a variable carriage width ranging from 6m to 8m, with very poor to medium riding quality, and was built with (Design Standard) DS5. In general, it has rough gravel wearing course surfacing (with complete gravel loss at some sections), can be rated as road in fair to poor condition. The existing average travel speed on the road is about 40km/h with sections having running speed as low as 35km/h and it passes through mainly rolling to mountainous terrain. The project road will be designed for DS-5 standard with improvement to asphalt concrete.

The project was started at 2020/21 GC budget year. Its length is 100km with road functional classification of main access road. The project area climate classification is temperate with minimum and maximum elevation of 1570-2170m respectively. The forecasted traffic volume is 1,420 at 2038. The transport demand in the immediate influence area includes the proximity to major towns. The EIRR is 25.5 %, the NPV is 4,003.23 million ETB and B/C ratio of 3.7.

**Project 2 (P2):** The project road is located in the southeast part of Ethiopia. The total project length is 140km with functional classifications of link road. It was started in 2020/21 GC budget year with expected future traffic of 679 forecasted in 2038. The climate classification of the project area is hot-arid climate zone with the mean annual rainfall less than 450mm. The project cost is 2,878,405,998.33 ETB. The road improvement project to asphalt concrete has NPV of 2,438 million ETB, 1.98 benefit-cost ratio, and 19.33 % EIRR.

**Project 3 (P3):** The project was started at 2020/21 G.C budget year. Its cost is 9.240 billion ETB with the total length of 308 km running from the center of the country to the south. It was started in 2020/21 GC budget year.

The project feasibility undertaken by consultants of ERA shows, the project corridor width is 7.3m carriageway standards and 3.0 m shoulders in rural areas and additional 3.5m parking lanes and 2.5 m sidewalks in urban areas. The project's functional classification is link road with climatic classification of cold and temperate at an elevation from 1,800-3000m. The road traffic volume classification, Annual Average Daily Traffic (AADT) is from 3,000-10,000. The project AADT forecasted to be 13,693 at 2038. The project has EIRR is 43.8 %, benefit –cost ratio of 5.02, and the NPV calculated at 10.23 % is 25,425.11 million ETB.

**Project 4 (P4):** The project length is 90 km to be built in northern Ethiopia 580km from Addis Ababa with total project cost of 3.5284 billion ETB. The project construction period is 4 years aimed at upgrading to the paved road standard. It is started at 2020/2021 G.C budget year.

The project Annual Average Daily Traffic (AADT) is 152 in 2020 and it is projected to be 875 in 2038. The economic indicators done at 10.23 % discount rate are EIRR of 11.9 % and NPV of 196 million ETB.

**Project 5 (P5):** The project is 103.9km running in western Ethiopia with project cost of 2.072 billion ETB started in 2020/21 GC budget year. The road functional classification is link road with minimum and maximum elevation of 492.06m and 1002.4m above sea level with arid climate. It is classified as DC-5 as per ERA geometric design manual. The project traffic is 460 at 2023 and forecasted to be 1592 in 2038.

ERA's consultant had done the economic analysis and the NPV is 987.07 million ETB, the B/C ratio is 2.129 with EIRR of 17.3%.

**Project 6 (P6):** The project is located in the northern Ethiopia 650 km from Addis Ababa. The project length is 72 km started in 2020/21 G.C budget year. The project road functional classification is DC-5 with temperate climate classification. The traffic on the project road is estimated at about 330 AADT in the year of opening (2024). The project traffic road in 2038 is projected to be 1107.

The project EIRR is 18.2 % and NPV of 2,372,000.9 ETB calculated at 10.23 % discount rate. The project cost is 1.79 billion ETB. Construction period has been scheduled for four years, and it started in 2020/21 GC budget year.

The results of each project, which is grasped from the projects profile, for those five criteria are presented in the following tables.

**Table 4-8: Project Profiles**

|             | <b>Benefit-Cost Ratio (B/C)</b> | <b>EIRR</b> | <b>Project Cost (ETB)</b> | <b>Road Length KM)</b> | <b>AADT @ 2038 G.C</b> | <b>Functional Classifications</b> |
|-------------|---------------------------------|-------------|---------------------------|------------------------|------------------------|-----------------------------------|
| <b>P(1)</b> | 3.7                             | 25.5%       | 2.29 billion              | 100                    | 1420                   | Main access road                  |
| <b>P(2)</b> | 1.98                            | 19.33%      | 2.89 billion              | 140                    | 679                    | Link Road                         |
| <b>P(3)</b> | 5.02                            | 43.8%       | 9.240 billion             | 308                    | 16,693                 | Link Road                         |
| <b>P(4)</b> | 4.9                             | 11.9%       | 3.53 billion              | 90                     | 875                    | Link Road                         |
| <b>P(5)</b> | 1.858                           | 17.3%       | 2.072 billion             | 103.9                  | 1592                   | Link Road                         |
| <b>P(6)</b> | 2.517                           | 18.2%       | 1.79 billion              | 72                     | 1107                   | Link Road                         |

The Economic Internal Rate of Return (EIRR) is considered as profit indicator, Benefit-Cost ratio (B/C) as measure of worth indicator, and the project cost as resource indicator. Profit in this case is the direct (as in the case of toll roads) or indirect revenue/return the society and the government benefits in investing in public road infrastructures. The financial standing which is the firm characteristics is considered equal for all projects since they are executed by the same firm in the public sector arena. Had it been in private sector, it may vary depending on the type of the project since the orientation and goal of the private and public firms differ. The project risks are categorized based on the discounted cash flow rate of return (DCFROR) considering high risks are taken expecting high returns naturally. [8, p. 275] Therefore, low risk (DCFROR; 10%to 20 %), medium risk (DCFROR; 21% to 35 %), and high-risk (DCFROR; above 35 %). Hence, corresponding with the EIRR of each project as in the above threshold, on the scale of 1-5; low risk is assigned as 1, medium risk as 3, and high-risk as 5.

**Table 4-9: Project profiles with selection factors**

|                  | <b>Profit</b> | <b>Measure of Worth</b> | <b>Project Risk</b> | <b>Financial Standing</b> | <b>Resource</b> |
|------------------|---------------|-------------------------|---------------------|---------------------------|-----------------|
| <b>Project 1</b> | 25.5%         | 3.7                     | 3                   | 1                         | 2.29 billion    |
| <b>Project 2</b> | 19.33%        | 1.98                    | 1                   | 1                         | 2.89 billion    |
| <b>Project 3</b> | 43.8%         | 5.02                    | 5                   | 1                         | 9.240 billion   |
| <b>Project 4</b> | 11.9%         | 4.9                     | 1                   | 1                         | 3.53 billion    |
| <b>Project 5</b> | 17.3%         | 1.858                   | 1                   | 1                         | 2.072 billion   |
| <b>Project 6</b> | 18.2%         | 2.517                   | 1                   | 1                         | 1.79 billion    |

The comparison of each of those projects against the listed five criteria is presented below. The comparison is made by preferring whether to increase or decrease the criteria characteristics and benchmarking one of the projects to evaluate it with the other ones. The normalization of the matrixes, the local priority calculations, the consistency index, and constituency ratio calculations are presented in the Appendix B part.

Then, the overall priority weight for each project is calculated by multiplying the score of each project for each criterion by its global weights (by taking only the top five criteria), and then adding them to find out the overall score of each project.

**Table 4-10: Comparison matrices and local priorities for each project**

| Profit               | P1   | P2             | P3   | P4             | P5            | P6   | Priority Vector   | Measure of Worth     | P1   | P2            | P3   | P4   | P5             | P6   | Priority Vector |
|----------------------|------|----------------|------|----------------|---------------|------|-------------------|----------------------|------|---------------|------|------|----------------|------|-----------------|
| <b>P1</b>            | 1    | 1.32           | 0.58 | 2.14           | 1.47          | 1.4  | <b>0.19</b>       | P1                   | 1    | 1.86          | 0.74 | 0.76 | 2              | 1.47 | <b>0.19</b>     |
| <b>P2</b>            | 0.75 | 1              | 0.44 | 1.62           | 1.11          | 1.06 | <b>0.14</b>       | P2                   | 0.54 | 1             | 0.39 | 0.4  | 1.06           | 0.79 | <b>0.10</b>     |
| <b>P3</b>            | 1.72 | 2.27           | 1    | 3.7            | 2.56          | 2.38 | <b>0.32</b>       | P3                   | 1.35 | 2.56          | 1    | 1.02 | 2.7            | 2    | <b>0.25</b>     |
| <b>P4</b>            | 0.46 | 0.62           | 0.27 | 1              | 0.68          | 0.65 | <b>0.09</b>       | P4                   | 1.32 | 2.5           | 0.98 | 1    | 2.63           | 1.95 | <b>0.25</b>     |
| <b>P5</b>            | 0.68 | 0.9            | 0.39 | 1.47           | 1             | 0.95 | <b>0.13</b>       | P5                   | 0.5  | 0.63          | 0.37 | 0.38 | 1              | 0.74 | <b>0.09</b>     |
| <b>P6</b>            | 0.71 | 0.94           | 0.42 | 1.53           | 1.05          | 1    | <b>0.13</b>       | P6                   | 0.68 | 1.27          | 0.5  | 0.51 | 1.35           | 1    | <b>0.13</b>     |
| $\lambda_{max}=6.01$ |      | CI=0.00227423  |      |                | CR=0.001834   |      |                   | $\lambda_{max}=6.02$ |      | CI=0.03871524 |      |      | CR:0.003122197 |      |                 |
| Risk                 | P1   | P2             | P3   | P4             | P5            | P6   | Priority Vector   | Financial Standing   | P1   | P2            | P3   | P4   | P5             | P6   | Priority Vector |
| <b>P1</b>            | 1    | 0.33           | 1.66 | 0.33           | 0.33          | 0.33 | <b>0.07</b>       | <b>P1</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| <b>P2</b>            | 3    | 1              | 5    | 1              | 1             | 1    | <b>0.22</b>       | <b>P2</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| <b>P3</b>            | 0.6  | 0.2            | 1    | 0.2            | 0.2           | 0.2  | <b>0.04</b>       | <b>P3</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| <b>P4</b>            | 3    | 1              | 5    | 1              | 1             | 1    | <b>0.22</b>       | <b>P4</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| <b>P5</b>            | 3    | 1              | 5    | 1              | 1             | 1    | <b>0.22</b>       | <b>P5</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| <b>P6</b>            | 3    | 1              | 5    | 1              | 1             | 1    | <b>0.22</b>       | <b>P6</b>            | 1    | 1             | 1    | 1    | 1              | 1    | <b>0.17</b>     |
| $\lambda_{max}=5.84$ |      | CI=-0.03       |      | CR=-0.02504181 |               |      | $\lambda_{max}=6$ |                      |      | CI=0          |      | CR=0 |                |      |                 |
| Resource             | P1   | P2             | P3   | P4             | P5            | P6   | Priority Vector   |                      |      |               |      |      |                |      |                 |
| <b>P1</b>            | 1    | 1.26           | 4    | 1.54           | 0.9           | 0.79 | <b>0.20</b>       |                      |      |               |      |      |                |      |                 |
| <b>P2</b>            | 0.79 | 1              | 3.2  | 1.22           | 0.72          | 0.62 | <b>0.16</b>       |                      |      |               |      |      |                |      |                 |
| <b>P3</b>            | 0.25 | 0.31           | 1    | 0.38           | 0.22          | 0.19 | <b>0.05</b>       |                      |      |               |      |      |                |      |                 |
| <b>P4</b>            | 0.65 | 0.82           | 2.63 | 1              | 0.58          | 0.51 | <b>0.13</b>       |                      |      |               |      |      |                |      |                 |
| <b>P5</b>            | 1.1  | 1.39           | 4.54 | 1.72           | 1             | 0.87 | <b>0.22</b>       |                      |      |               |      |      |                |      |                 |
| <b>P6</b>            | 1.27 | 1.61           | 5.1  | 1.97           | 1.15          | 1    | <b>0.25</b>       |                      |      |               |      |      |                |      |                 |
| $\lambda_{max}=6.08$ |      | CI=0.015251337 |      |                | CR=0.01229946 |      |                   |                      |      |               |      |      |                |      |                 |

**Table 4-11: Local and global priorities for each project**

|           | Profit<br>(0.254) | Measure of<br>Worth<br>(0.221) | Project<br>Risk<br>(0.203) | Financial<br>Standing<br>(0.169) | Resource<br>(0.153) |              |
|-----------|-------------------|--------------------------------|----------------------------|----------------------------------|---------------------|--------------|
| Project 1 | <b>0.19</b>       | <b>0.19</b>                    | <b>0.07</b>                | <b>0.17</b>                      | <b>0.20</b>         | <b>0.163</b> |
| Project 2 | <b>0.14</b>       | <b>0.10</b>                    | <b>0.22</b>                | <b>0.17</b>                      | <b>0.16</b>         | <b>0.155</b> |
| Project 3 | <b>0.32</b>       | <b>0.25</b>                    | <b>0.04</b>                | <b>0.17</b>                      | <b>0.05</b>         | <b>0.18</b>  |
| Project 4 | <b>0.09</b>       | <b>0.25</b>                    | <b>0.22</b>                | <b>0.17</b>                      | <b>0.13</b>         | <b>0.17</b>  |
| Project 5 | <b>0.13</b>       | <b>0.09</b>                    | <b>0.22</b>                | <b>0.17</b>                      | <b>0.22</b>         | <b>0.159</b> |
| Project 6 | <b>0.13</b>       | <b>0.13</b>                    | <b>0.22</b>                | <b>0.17</b>                      | <b>0.25</b>         | <b>0.173</b> |

The matrix presentation of the above table is as follows:

$$\begin{matrix}
 & \text{P} & \text{Mea} & \text{Pro} & \text{Fina} & \text{R} \\
 & \text{r} & \text{sure} & \text{jec} & \text{ncia} & \text{es} \\
 & \text{o} & \text{of} & \text{t} & \text{l} & \text{ou} \\
 & \text{fi} & \text{Wor} & \text{Ris} & \text{Stan} & \text{rc} \\
 & \text{t} & \text{th} & \text{k} & \text{ding} & \text{e}
 \end{matrix}$$

$$\begin{matrix}
 P1 = \\
 P2 = \\
 P3 = \\
 P4 = \\
 P5 = \\
 P6 =
 \end{matrix}
 \begin{bmatrix}
 0.19 & 0.19 & 0.07 & 0.17 & 0.2 \\
 0.14 & 0.1 & 0.22 & 0.17 & 0.16 \\
 0.32 & 0.25 & 0.04 & 0.17 & 0.05 \\
 0.09 & 0.25 & 0.22 & 0.17 & 0.13 \\
 0.13 & 0.09 & 0.22 & 0.17 & 0.22 \\
 0.13 & 0.13 & 0.22 & 0.17 & 0.25
 \end{bmatrix}
 \times
 \begin{bmatrix}
 0.254 \\
 0.221 \\
 0.203 \\
 0.169 \\
 0.153
 \end{bmatrix}$$

In order to find out the overall priority, the score (weight) for each project is calculated by multiplying the score of each project for each criterion by its global weight and then adding them to find out the overall score of each project. Then, the overall priorities of each project and the ranks are presented below:

**Table 4-12: Alternatives/projects weighting and ranking**

| <b>Alternatives</b> | <b>Overall Priority Weights</b> | <b>Ranks</b>    |
|---------------------|---------------------------------|-----------------|
| <b>Project 1</b>    | 0.163                           | 4 <sup>th</sup> |
| <b>Project 2</b>    | 0.155                           | 6 <sup>th</sup> |
| <b>Project 3</b>    | 0.18                            | 1 <sup>st</sup> |
| <b>Project 4</b>    | 0.17                            | 3 <sup>rd</sup> |
| <b>Project 5</b>    | 0.159                           | 5 <sup>th</sup> |
| <b>Project 6</b>    | 0.173                           | 2 <sup>nd</sup> |

Then, the overall priorities (weights) of each project are used as the coefficients in linear programming while selecting the projects based on the resource constraint.

#### **4.2.2 Linear Programming (LP) Analysis**

Linear Programming is a mathematical tool; “ways to formulate real-world problems in mathematical terms (models), techniques for solving the models, and engines for executing the steps of algorithms”. Linear programming (0 & 1 integer programming) is used for budget constraints after selecting six road projects from database and analyzing using the topmost prioritized five criteria from AHP analysis.

Organizations are challenged in selecting projects which contributes most for their objectives. Additionally, they cannot undertake all projects concurrently due to limited resources and other constraints. Therefore, they must select the most feasible projects, which maximizes positive results such as profits, reputation, etc. and minimize any negative outcomes such as technical deficiency, environmental harm, etc.

Many road projects were up under the Ethiopian federal government for 2020/21 G.C budget year. According to Ministry of Finance (MoF) 2020/21 federal government capital budget, the annual budget available for the road sector was 58,080,201,000 ETB (around 58 billion ETB) as shown in the budget code of 15/00/000/273. According to the budget code, among this budget, 50 billion (86%) is from treasury, 7,821,731,000 (13.56%) is from loan and 258,470,000 (0.44%) is from foreign assistance. This capital budget is including ongoing

projects, road rehabilitation, upgrading, maintenance works, bridge constructions, projects feasibility studies as well as new road construction projects. The number of new road projects already entered into budget are 151 with 18,894,705,000 ETB (more than 18 billion ETB) free fiscal space in the capital budget assigned for new projects having 32.53 percent of the total assigned capital budget for all types of works. The above calculations are done by the researcher by having the 2020/21 allotted capital budget for Ethiopian roads Authority and the federal government's annual capital budgets for all government sectors. It is revealed that upon discussions with experts, the portfolio management in the budgeting process is still to be strengthened as it is difficult to explore the free fiscal space by subtracting the new projects expenditure from the total allotted capital budget for all works. This is basically the main challenges of government budgeting due to a number of stakeholders with different roles and interests. The document showing the 2020/21 allotted capital budgets for ERA is around 34 pages for all ongoing projects, road rehabilitation, upgrading, maintenance works, bridge constructions, projects feasibility studies and new projects. For better illustration, the researcher own tabulation showing the new projects first year expenditures, the budget codes, and sources of finance are presented in appendix C.

The researcher selected six anonymous projects which started in 2020/21 budget year, considering those sample projects financed by the government, availability of enough data about the project, and functional classification similarity of the roads. Then the average annual allotted expenditure was divided into the number of newly entered road projects to find the expenditure of one project at specified year. Hence, the average budget ceiling for six projects is 750,783,000, then those six projects were constrained against this available financial resource.

The following calculations show the use of binary integer linear programming in project selection. This study uses ERA's six candidate projects and investigated which projects increase the overall benefits. Maximizing the AHP priority weights actually shows the contribution of each projects towards meeting the organization objective of selecting proper projects. The available budget, the first-year expenditure of projects, and the AHP priority weights associated for each project are shown in table below.

**Table 4-13: Linear optimization table**

| <b>Project Information</b>            | <b>Project 1</b> | <b>Project 2</b> | <b>Project 3</b> | <b>Project 4</b> | <b>Project 5</b> | <b>Project 6</b> | <b>Constraint (ETB)</b> |
|---------------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|-------------------------|
| <b>Priority Weights</b>               | 0.163            | 0.155            | 0.18             | 0.17             | 0.159            | 0.173            |                         |
| <b>Annual Budget (in Million ETB)</b> | 52.5             | 205              | 335              | 88.5             | 176.5            | 90               | 750,783,000             |

The notations are defined as follows:

$X_1=1$  if project 1 is selected, 0 otherwise

$X_2=1$  if project 2 is selected, 0 otherwise

Or

$X_j$ : Binary decision variable for project  $j$ ,  $j=1$  (if project  $j$  is selected, 0 otherwise)

$n$ : Number of projects

$J$ : Project number,  $j=1$  to  $n$

$Z$ =Total Benefits

$C_j$ : Overall benefit on the ranking of project  $j$  from the score of AHP analysis

$a_{ij}$ : Amount of capital  $i$  required by project  $j$

$D_i$ : Total capital available

The weights of projects actually show the contribution of each project towards meeting the organization objectives. Thus, maximizing these weights can be translated to maximizing benefit for the owner in terms of selection factors. So, the objective function of the resulting LP model is to maximize the benefit of the organization is stated as follows.

$$Z_{max} = \sum_{j=1}^n C_j X_j \quad \forall_j$$

$$Z_{max} = 0.163X_1 + 0.155X_2 + 0.18X_3 + 0.17X_4 + 0.159X_5 + 0.173X_6$$

The decision variables, represented as  $X_j$  are the selection of project  $j$  for  $j= 1, 2, \dots, n$ . The value of  $X_j$  is one if the project is accepted and zero if it is rejected.

Subject to the following constraint:

- a. Availability of capital

$$\sum a_{ij} X_j \leq D_i \quad \forall_{i,j}$$

$$52.5X_1 + 205X_2 + 335X_3 + 88.5X_4 + 176X_5 + 90X_6 \leq 750.783$$

- b. If a case when there are two projects that are disjointed, since the two projects are in the same geographic regions, that is, if for example project  $j$  is selected, then project  $i$  cannot be selected. The case is described by the following constraint:

$$X_4 + X_6 \leq 1$$

- c. At most five out of six projects constraints; maximum of only five out of six projects can be executed due to the implementation capability of the organization; with available capital base on individual project requirements, hence we have:

$$X_1 + X_2 + \dots + X_6 \leq 5$$

- d.  $X_j \geq 0 \quad \forall_{i,j}$  or  $X_j=0-1$  (binary decision variable)

Then following table from excel-solver resulted which projects are selected with quantification of the coefficient of decision variables.

**Table 4-14: Excel-solver linear optimization calculations**

| Linear Optimization Using Excel-Solver  |     |            |     |   |
|---|-----|------------|-----|---|
| <b>Variables</b>  |     |            |     |   |
| Project 1(X1)   |     | 1          |     |   |
| Project 2(X2)   |     | 0          |     |   |
| Project 3(X3)   |     | 1          |     |   |
| Project 4(X4)   |     | 1          |     |   |
| Project 5(X5)   |     | 1          |     |   |
| Project (6X6)   |     | 0          |     |   |
| <b>Objective Function</b>   |     |            |     |   |
| Maximize  |     | 0.68       |     |   |
| <b>Constraints</b>  |     |            |     |   |
|   | LHS | Inequality | RHS |   |
| Constraint 1  | 652 | <=         | 751 | LHS Left Hand Side<br>RHS Right Hand Side |
| Constraint 2  | 1   | <=         | 1   |   |
| Constraint 3  | 4   | <=         | 5   |   |
| Constraint 4  | X1  | Binary     |     |   |
| Constraint 5  | X2  | Binary     |     |   |
| Constraint 6  | X3  | Binary     |     |   |
| Constraint 7  | X4  | Binary     |     |   |
| Constraint 8  | X5  | Binary     |     |   |
| Constraint 9  | X6  | Binary     |     |   |
| Maximum value for the objective function is 0.679 with X1=1, X2=0, X3=1, X4=1, X5=1, and X6=0 |     |            |     |   |

The optimal solution is found to be Projects 1, 3, 4, and 5 with a combined benefit of 0.679. This infers the organization should invest in project 1, 3, 4, and 5 in order to maximize their benefit. It also means that by investing in those projects, the organization gets 67.9 percent of benefit in terms of the five decision factors. Hence, if the organization invests in all projects, it may get loaded during the implementation period either due to finance or implementation capability which hampers the successful completion of projects within time and cost. Of the 750,783,000 ETB budgeted, 652 million ETB will be finally allocated to the four projects selected.

### 4.3 Discussion of Results

The capital project selection decisions are crucial to the achievement of organizational objectives that in turn will ensure the benefit and long-term survival. To this end, it is essential that organizations capital project selection process be effective and efficient so that decision makers and planners should make conscious efforts in reviewing and seeking better models for choosing among competing capital projects. The AHP model was used to compare the relative importance of the main project selection factors.

The result revealed that participants agreed that project related characteristics was far more important and should be the major focus taking the highest priority. The owner or firm related characteristics ranked second indicating that after projects natures had been enhanced professionals preferred going into execution agencies characteristics. External factors are the third important, an indication that inside-out strategy that professionals want to be more proactive by enhancing what is intrinsic to them and face the external factors.

Among the three basic categorical factors related to project characteristics are weighted 0.50 with profit ( 0.15), risk (0.12), measure of worth (0.13), size and complexity (0.06), and duration (0.04); related to owner (firm ) characteristics are 0.36 with organizational culture (0.03), experience (0.07), financial standing (0.10), technical ability (0.07), and resource(0.09), and related to external factors are weighted only 0.14 with environmental factors (0.02), economic factors (0.07), location factors (0.02), political factors (0.01), and social responsibility (0.02). Based on the integrated AHP-LP model, Projects *P1*, *P3*, *P4* and *P5* were selected while *P2* and *P6* were dropped.

The categories related project characteristics are ranked first, it is convincing that neglecting project characteristics like project risk, measure of worth can significantly decrease the chance of achieving project objectives on time, within budget and meeting required functional performance. If we take project risk specifically, it is one of the most important criteria for project clients. The construction industry, in comparison to other industries, is subjected to more risks because construction activities have the unique features such as challenging environment being far from coordinating head office, long duration, complex processes, etc.

## CHAPTER FIVE

### CONCLUSIONS AND RECOMMENDATIONS

Chapter 4 illustrated the data collection process, analysis, validation, and the final results obtained. This chapter includes the summary of the study and the conclusions drawn from the research conducted on applying Analytic Hierarchy Process and Linear Programming for project selection decision making to meet the overall project objectives. The recommendations for implementation and future research are also discussed in this chapter.

#### 5.1 Conclusions

Resources are limited for pursuing and funding new projects. An effective project selection and prioritization method ensures optimal resource utilization. As a result, they need to be prioritized using criteria that reflect the objectives of project undertaking organizations. Optimization methods for project selection mostly focused on quantitative factors, thus failing to consider intangible and qualitative measures such as organizational culture, the external environment the project operates. On the other hand, MCDM techniques lack the ability to determine the optimum solution when resource is constrained. The integrated AHP-LP provides a useful tool to assist decision maker, especially for those projects with many risks, since it takes out the deficiency of traditional methods and adds the advantage of assigning resources in a most favorable manner.

In this study, the key project selection criteria are identified and assessed based on the nature of Ethiopian Roads Authority, Planning and Development Commission and Ministry of Finance project professionals. The identified criteria will help project client organizations to select the most appropriate projects that provide the most benefit. Using these criteria reduces the probability of project failures and increases the chances of achieving successful completion. This results in budget and effort saving that can be used to undertake other projects that are needed for the country's development.

The results indicate that criteria related to project characteristics, with 0.5 weight, were ranked higher than other criteria related to the firm characteristic and external factors with weights of 0.36 and 0.14 respectively. The most important project selection sub-criteria are profit,

measure of worth, project risk, financial standing, and resources with the overall weight of 0.15, 0.13, 0.12, 0.10 and 0.09 respectively. Four projects among six projects were selected to have the most use of resources under constraints. Capital budgeting techniques selects projects with higher Net Present Value or Internal Rate of Return without other project selection factors this integrates modes incorporates.

The proposed model considers all the different criteria simultaneously. It has the ability to capture both qualitative and quantitative factors in determining the most suitable project portfolio. The use of AHP ensures the full involvement and participation of key decision makers and ensures the consistency of the decision. The model also ensures alignment of the selection decision with the owner's objectives and gives an advantage to owners to allocate the limited resources in an optimal manner in order to maximize benefit.

## **5.2 Recommendations**

The proposed model combines the use of AHP and LP. AHP was used for the pair-wise comparisons amongst the selection criteria and later to compare the available projects against these criteria. The overall weight for each project is calculated and used as a coefficient in the LP. The study offers an application of the model to solve the selection problem and helps validate AHP-LP as an alternative effective decision-making tool. The model can be applied in real life scenarios as is or modified according to the need of owner or organizations can even develop their own comprehensive individual sets of selection criteria as of the situation.

The integrated AHP-LP model is recommended as an alternative technique for its ability to capture all possible factors that affect a capital project selection and its optimality advantage as demonstrated in this study. It is also recommended for its participatory and consensus approach as the top management and critical experts can agree on the main objectives of the organizations, prioritize, and cascade down to functional departments. Other capital budgeting techniques selects projects with limited quantitative criteria such as higher Net Present Value or Internal Rate of Return without other project selection factors this integrates modes incorporates.

Despite that AHP-LP model is good for structuring a capital project selection problem, it uses one-directional hierarchical relationships between the factors. This is an assumption that does not consider the many possible relationship between the factors. AHP does not explicitly consider the interaction between various factors. Overcoming such challenges, customizing the decision factors, and expanding to other sectors of economy are recommendations for further research. This study helps to identify the gaps in the available literature related to the project selection in the Ethiopian public projects and provides a framework that can be used by organizations to make these decisions. The results can also be used by researchers as they can refine the criteria that are applicable in different situations.

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## **APPENDIX A: RESEARCH SURVEY (QUESTIONNAIRE)**

Dear Sir/Madam,

My name is Tewodros Abera and I am a graduate student at Addis Ababa University conducting thesis research for my master degree on: “**Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects**”.

### **Objective:**

-To analyze and gain better understanding on the topic how Analytic Hierarchy Process (AHP) and Linear Programming (LP) can be used to select better projects **using experts’ response and objective natures of the projects.**

### **Explanation:**

-Figure 1: provides a hierarchy chart of the rating factors (in below attached survey file).

-Table 1: provide the definitions of the various rating factors.

**Note:** The Analytic Hierarchy Process (AHP) is a decision-aiding method aims at quantifying relative priorities for a given set of alternatives on a ratio scale, based on the judgment of the decision-maker. While, Linear Programming (LP) is a mathematical tool; “ways to formulate real-world problems in mathematical terms (models), techniques for solving the models, and engines for executing the steps of algorithms”.

-The information provided will be used only in support of the academic research.

-Your completion of this survey is completely voluntary.

-If you have any concern about the survey, please contact: [tabere71@gmail.com](mailto:tabere71@gmail.com): +251(9)20255504.

I would like to thank you in advance for your assistance.

Sincerely,

Tewodros Abera,

Graduate Student

School of Civil & Environmental Engineering, Construction Technology & Management Stream

Addis Ababa University Institute of Technology

## Section One: General

1. **Organization Name:** \_\_\_\_\_
2. **Educational Background:** \_\_\_\_\_
3. **Your Position:** \_\_\_\_\_
4. **Your Experience:**
  - A. Less than 5 Years
  - B. 5-10Years
  - C. 10-15 Years
  - D. 15-20Years
  - E. More than 20 Years

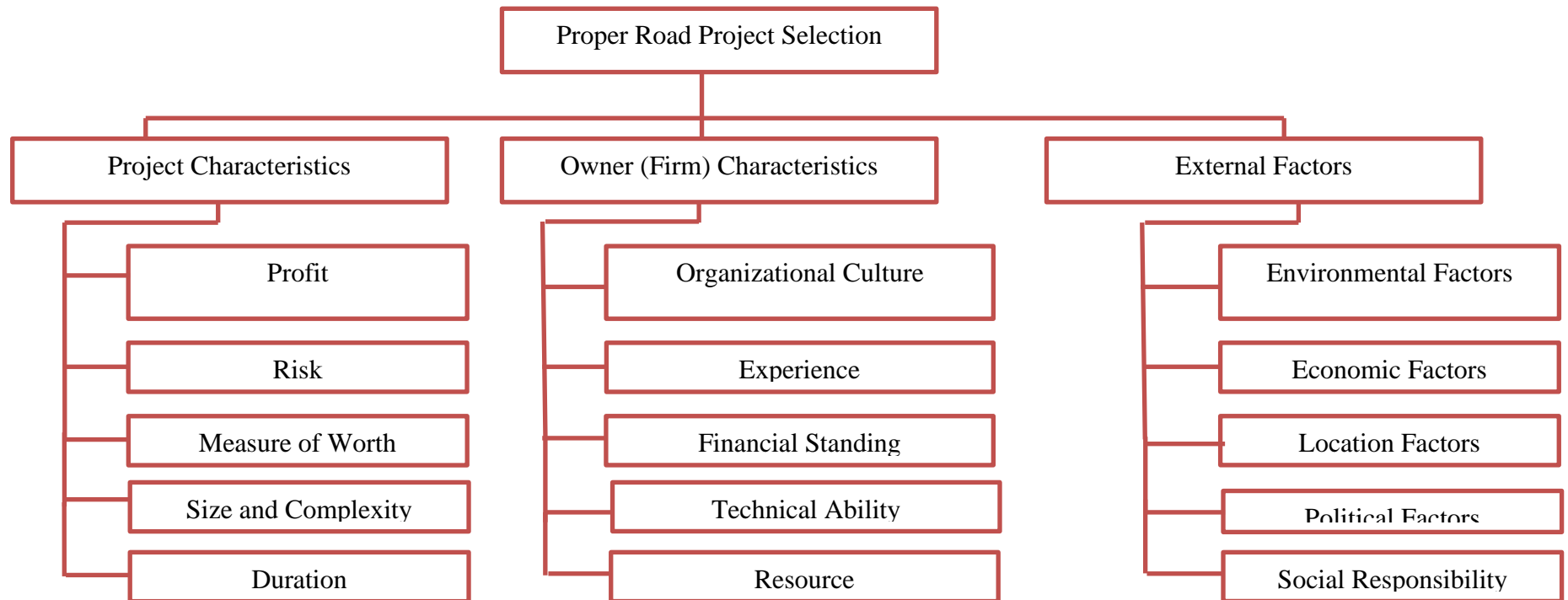
## Section Two: Questions to Fill and Set of Instructions

|                                       |  |   |
|---------------------------------------|--|---|
| Level of Preference<br>of Each Factor | (1) Equal Importance                           | Two activities contribute equally             |
|                                       | (3) Somewhat more Important                    | Slightly favor one activity over another      |
|                                       | (5) Much more Important                        | Strongly favor one activity over another      |
|                                       | (7) Very much more Important                   | Very strongly favor one activity over another |
|                                       | (9) Absolutely More Important                  | Favored by at least an order of magnitude     |
|                                       | Where 2, 4, 6 & 8 are Intermediate Values (IM) | For Inverse Comparisons: Use reciprocals      |

From the middle table below, please select the appropriate level of preference of each factor on the **left** to the factor on the **right**.

**For Example:** If you say: Criteria 1 is very much important to Criteria 2; Criteria 1 is equal importance to criteria 3: You mark X as shown below. IM is Intermediate Value as shown in the above figure.

| Factor/ Criteria | is | Level of Preference |   |   |   |   |    | to | Factor/Criteria |
|------------------|----|---------------------|---|---|---|---|----|----|-----------------|
|                  |    | 1                   | 3 | 5 | 7 | 9 | IM |    |                 |
| Criteria 1       |    |                     |   |   | X |   |    |    | Criteria 2      |
|                  |    | X                   |   |   |   |   |    |    | Criteria 3      |



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| Title                                | Definition   |
|--------------------------------------|--|
| <b>Project Characteristics</b>       | <b>Related to the project itself, the expected utility of the project and the strategic benefit of the project to the client organization</b>                            |
| Profit                               | Refers to the amount of expected profit for the project  |
| Risk                                 | Refers to the internal project risks such as lack of technical data, shortage of resources, inadequate expertise etc.  |
| Measure of Worth                     | Estimates the project feasibility based on quantifiable or tangible measures such as net present value, internal rate of return, payback period and benefit-cost ratio   |
| Size & Complexity                    | Criterion includes the need for coordination and management of the technological and other elements.   |
| Duration                             | The total time required to complete the project  |
| <b>Owners (Firm) Characteristics</b> | <b>Related to strength and capability of the owner to handle available projects both financially and non-financially.</b>  |
| Organizational Culture               | How fit the project is within the mission and strategic direction of the organization.   |
| Experience                           | Experience is about the capability and past experience and the lessons gained from previous projects.  |
| Financial Standing                   | Refers to the financial strength of the firm (owner) in terms of budget, capital and their ability to raise adequate capital through different means like credit         |
| Technical Ability                    | Capability of the firm to handle and apply technological, innovation and research aspect of the project to complete successfully   |
| Resource                             | Refers to resource availability (technical expert personnel, human resources, materials and equipment) of required specification at precise time at the project location |
| <b>External Factors</b>              | <b>Category represents the interaction of the firm and its surroundings.</b>   |
| Environmental Factors                | Ecologic sensitiveness and overall impact to the sustainability of the surrounding & to the society at large.  |
| Economic Factors                     | Economic conditions, both macro and micro, in which the organization competes  |
| Location Factors                     | Refers to the geographic location as it affects the mobilization cost, accessibility and availability of electricity and water supply and others                         |
| Political Factors                    | Are related to government policies, laws and regulations, threat of war, etc.  |
| Social Responsibility Factors        | Includes the social impacts of the project, minimizing negate impacts on society   |

### Questions to Fill (Respond)

| Factor/ Criteria |    | Level of Preference |   |   |   |   |    |                   | Factors/Criteria |                        |
|------------------|----|---------------------|---|---|---|---|----|-------------------|------------------|------------------------|
| Profit           | is | 1                   | 3 | 5 | 7 | 9 | IM |                   |                  |                        |
|                  |    |                     |   |   |   |   |    |                   | to               | Risk                   |
|                  |    |                     |   |   |   |   |    |                   | >>               | Measure of Worth       |
|                  |    |                     |   |   |   |   |    |                   | >>               | Financial Standing     |
|                  |    |                     |   |   |   |   |    |                   | to               | Resource               |
|                  |    |                     |   |   |   |   |    |                   | >>               | Economic Factors       |
|                  |    |                     |   |   |   |   |    |                   | to               | Experience             |
|                  |    |                     |   |   |   |   |    |                   | >>               | Technical Ability      |
|                  |    |                     |   |   |   |   |    |                   | >>               | Size and Complexity    |
|                  |    |                     |   |   |   |   |    |                   | to               | Duration               |
|                  |    |                     |   |   |   |   |    |                   | >>               | Organizational Culture |
|                  |    |                     |   |   |   |   |    |                   | >>               | Environmental Factors  |
|                  |    |                     |   |   |   |   |    |                   | to               | Location Factors       |
|                  |    |                     |   |   |   |   |    |                   | >>               | Social Responsibility  |
|                  |    |                     |   |   |   |   | to | Political Factors |                  |                        |
| Factor/ Criteria |    | Level of Preference |   |   |   |   |    |                   | Factors/Criteria |                        |
| Risk             | is | 1                   | 3 | 5 | 7 | 9 | IM |                   |                  |                        |
|                  |    |                     |   |   |   |   |    |                   | to               | Measure of Worth       |
|                  |    |                     |   |   |   |   |    |                   | >>               | Financial Standing     |
|                  |    |                     |   |   |   |   |    |                   | >>               | Resource               |
|                  |    |                     |   |   |   |   |    |                   | to               | Economic Factors       |
|                  |    |                     |   |   |   |   |    |                   | >>               | Experience             |
|                  |    |                     |   |   |   |   |    |                   | to               | Technical Ability      |
|                  |    |                     |   |   |   |   |    |                   | >>               | Size and Complexity    |
|                  |    |                     |   |   |   |   | >> | Duration          |                  |                        |

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|                         |    |                            |          |          |          |          |           |  |    |                         |                        |
|-------------------------|----|----------------------------|----------|----------|----------|----------|-----------|--|----|-------------------------|------------------------|
|                         |    |                            |          |          |          |          |           |  | to | Organizational Culture  |                        |
|                         |    |                            |          |          |          |          |           |  | >> | Environmental Factors   |                        |
|                         |    |                            |          |          |          |          |           |  | >> | Location Factors        |                        |
|                         |    |                            |          |          |          |          |           |  | to | Social Responsibility   |                        |
|                         |    |                            |          |          |          |          |           |  | to | Political Factors       |                        |
| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |  |    | <b>Factors/Criteria</b> |                        |
| Measure of Worth        | is | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |  |    |                         |                        |
|                         |    |                            |          |          |          |          |           |  | to | Financial Standing      |                        |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Resource               |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Economic Factors       |
|                         |    |                            |          |          |          |          |           |  |    | to                      | Experience             |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Technical Ability      |
|                         |    |                            |          |          |          |          |           |  |    | to                      | Size and Complexity    |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Duration               |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Organizational Culture |
|                         |    |                            |          |          |          |          |           |  |    | to                      | Environmental Factors  |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Location Factors       |
|                         |    |                            |          |          |          |          |           |  |    | >>                      | Social Responsibility  |
|                         |    |                            |          |          |          |          |           |  |    | to                      | Political Factors      |
| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |  |    | <b>Factor/Criteria</b>  |                        |
|                         |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |  |    |                         |                        |
|                         |    |                            |          |          |          |          |           |  | to | Resource                |                        |

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|                         |    |                            |          |          |          |          |           |                       |                         |                        |
|-------------------------|----|----------------------------|----------|----------|----------|----------|-----------|-----------------------|-------------------------|------------------------|
| Financial Standing      | is |                            |          |          |          |          |           | >>                    | Economic Factors        |                        |
|                         |    |                            |          |          |          |          |           | >>                    | Experience              |                        |
|                         |    |                            |          |          |          |          |           | to                    | Technical Ability       |                        |
|                         |    |                            |          |          |          |          |           | >>                    | Size and Complexity     |                        |
|                         |    |                            |          |          |          |          |           | to                    | Duration                |                        |
|                         |    |                            |          |          |          |          |           | >>                    | Organizational Culture  |                        |
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|                         |    |                            |          |          |          |          |           | to                    | Location Factors        |                        |
|                         |    |                            |          |          |          |          |           | >>                    | Social Responsibility   |                        |
|                         |    |                            |          |          |          |          |           | to                    | Political Factors       |                        |
| <b>Factor/ Criteria</b> | is | <b>Level of Preference</b> |          |          |          |          |           |                       | <b>Factors/Criteria</b> |                        |
|                         |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |                       |                         |                        |
| Resource                |    |                            |          |          |          |          |           |                       | to                      | Economic Factors       |
|                         |    |                            |          |          |          |          |           |                       | >>                      | Experience             |
|                         |    |                            |          |          |          |          |           |                       | >>                      | Technical Ability      |
|                         |    |                            |          |          |          |          |           |                       | to                      | Size and Complexity    |
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|                         |    |                            |          |          |          |          |           |                       | to                      | Organizational Culture |
|                         |    |                            |          |          |          |          |           |                       | >>                      | Environmental Factors  |
|                         |    |                            |          |          |          |          |           |                       | >>                      | Location Factors       |
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|                         |    |                            |          |          |          |          | to        | Political Factors     |                         |                        |
| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |                       | <b>Factors/Criteria</b> |                        |
|                         |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |                       |                         |                        |
|                         |    |                            |          |          |          |          |           | to                    | Experience              |                        |

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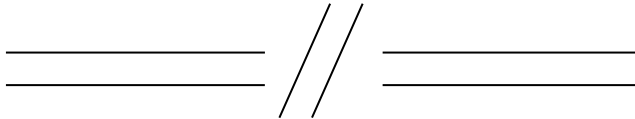
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| Economic Factors        | is |                            |          |          |          |          |           | >>                | Technical Ability       |                        |
|                         |    |                            |          |          |          |          |           | >>                | Size and Complexity     |                        |
|                         |    |                            |          |          |          |          |           | to                | Duration                |                        |
|                         |    |                            |          |          |          |          |           | >>                | Organizational Culture  |                        |
|                         |    |                            |          |          |          |          |           | to                | Environmental Factors   |                        |
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|                         |    |                            |          |          |          |          |           | to                | Political Factors       |                        |
| <b>Factor/ Criteria</b> | is | <b>Level of Preference</b> |          |          |          |          |           |                   | <b>Factors/Criteria</b> |                        |
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| Experience              |    |                            |          |          |          |          |           |                   | to                      | Technical Ability      |
|                         |    |                            |          |          |          |          |           |                   | >>                      | Size and Complexity    |
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|                         |    |                            |          |          |          |          |           |                   | to                      | Organizational Culture |
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|                         |    |                            |          |          |          |          |           |                   | >>                      | Social Responsibility  |
|                         |    |                            |          |          |          |          | to        | Political Factors |                         |                        |
| <b>Factor/ Criteria</b> | is | <b>Level of Preference</b> |          |          |          |          |           |                   | <b>Factor/Criteria</b>  |                        |
|                         |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |                   |                         |                        |
| Technical Ability       |    |                            |          |          |          |          |           |                   | to                      | Size and Complexity    |
|                         |    |                            |          |          |          |          |           |                   | >>                      | Duration               |
|                         |    |                            |          |          |          |          |           |                   | >>                      | Organizational Culture |
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|                         |    |                            |          |          |          |          |           | to | Political Factors      |
| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |    | <b>Factor/Criteria</b> |
| Size and Complexity     | is | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                        |
|                         |    |                            |          |          |          |          |           | to | Duration               |
|                         |    |                            |          |          |          |          |           | >> | Organizational Culture |
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| Duration                | is | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                        |
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| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |    | <b>Factor/Criteria</b> |
| Organizational Culture  | is | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                        |
|                         |    |                            |          |          |          |          |           | to | Environmental Factors  |
|                         |    |                            |          |          |          |          |           | >> | Location Factors       |
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|                         |    |                            |          |          |          |          |           | to | Political Factors      |
| <b>Factor/ Criteria</b> |    | <b>Level of Preference</b> |          |          |          |          |           |    | <b>Factor/Criteria</b> |
| Environmental Factors   | is | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                        |
|                         |    |                            |          |          |          |          |           | to | Location Factors       |

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|                         |    |                            |          |          |          |          |           | to | Political Factors     |                        |
| <b>Factor/ Criteria</b> | is | <b>Level of Preference</b> |          |          |          |          |           |    |                       | <b>Factor/Criteria</b> |
| Location Factors        |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                       |                        |
|                         |    |                            |          |          |          |          |           |    |                       |                        |
|                         |    |                            |          |          |          |          |           | >> | Political Factors     |                        |
| <b>Factor/ Criteria</b> | is | <b>Level of Preference</b> |          |          |          |          |           |    |                       | <b>Factor/Criteria</b> |
| Social Responsibility   |    | <b>1</b>                   | <b>3</b> | <b>5</b> | <b>7</b> | <b>9</b> | <b>IM</b> |    |                       |                        |
|                         |    |                            |          |          |          |          |           |    |                       |                        |



**Thank You!!!**

## APPENDIX B: DATA ANALYSIS

| Pairwise Comparison Table Coding |        |      |                  |                    |          |                  |            |                   |                   |          |                        |                       |                  |                       |                   |
|----------------------------------|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|-------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|
| Parameters                       | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size & complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors |
| Profit                           | 1      | A    | B                | C                  | D        | E                | F          | G                 | H                 | I        | J                      | K                     | L                | M                     | N                 |
| Risk                             | 1/A    | 1    | O                | P                  | Q        | R                | S          | T                 | U                 | V        | W                      | X                     | Y                | Z                     | Z1                |
| Measure of Worth                 | 1/B    | 1/O  | 1                | Z2                 | Z3       | Z4               | Z5         | Z6                | Z7                | Z8       | Z9                     | Z10                   | Z11              | Z12                   | Z13               |
| Financial Standing               | 1/C    | 1/P  | 1/Z2             | 1                  | Z14      | Z15              | Z16        | Z17               | Z18               | Z19      | Z20                    | Z21                   | Z22              | Z23                   | Z24               |
| Resource                         | 1/D    | 1/Q  | 1/Z3             | 1/Z14              | 1        | Z25              | Z26        | Z27               | Z28               | Z29      | Z30                    | Z31                   | Z32              | Z33                   | Z34               |
| Economic Factors                 | 1/E    | 1/R  | 1/Z4             | 1/Z15              | 1/Z25    | 1                | Z35        | Z36               | Z37               | Z38      | Z39                    | Z40                   | Z41              | Z42                   | Z43               |
| Experience                       | 1/F    | 1/S  | 1/Z5             | 1/Z16              | 1/Z26    | 1/Z35            | 1          | Z44               | Z45               | Z46      | Z47                    | Z48                   | Z49              | Z50                   | Z51               |
| Technical Ability                | 1/G    | 1/T  | 1/Z6             | 1/Z17              | 1/Z27    | 1/Z36            | 1/Z44      | 1                 | Z52               | Z53      | Z54                    | Z55                   | Z56              | Z57                   | Z58               |
| Size & complexity                | 1/H    | 1/U  | 1/Z7             | 1/Z18              | 1/Z28    | 1/Z37            | 1/Z45      | 1/Z52             | 1                 | Z59      | Z60                    | Z61                   | Z62              | Z63                   | Z64               |
| Duration                         | 1/I    | 1/V  | 1/Z8             | 1/Z19              | 1/Z29    | 1/Z38            | 1/Z46      | 1/Z53             | 1/Z59             | 1        | Z65                    | Z66                   | Z67              | Z68                   | Z69               |
| Organizational culture           | 1/J    | 1/W  | 1/Z9             | 1/Z20              | 1/Z30    | 1/Z39            | 1/Z47      | 1/Z54             | 1/Z60             | 1/Z65    | 1                      | Z70                   | Z71              | Z72                   | Z73               |
| Environmental Factors            | 1/K    | 1/X  | 1/Z10            | 1/Z21              | 1/Z31    | 1/Z40            | 1/Z48      | Z1/55             | 1/Z61             | 1/Z66    | 1/Z70                  | 1                     | Z74              | Z75                   | Z76               |
| Location Factors                 | 1/L    | 1/Y  | 1/Z11            | 1/Z22              | 1/Z32    | 1/Z41            | 1/Z49      | 1/Z56             | 1/Z62             | 1/Z67    | 1/Z71                  | 1/Z74                 | 1                | Z77                   | Z78               |
| Social Responsibility            | 1/M    | 1/Z  | 1/Z12            | 1/Z23              | 1/Z33    | 1/Z42            | 1/Z50      | 1/Z57             | 1/Z63             | 1/Z68    | 1/Z72                  | 1/Z75                 | 1/Z77            | 1                     | Z79               |
| Political Factors                | 1/N    | 1/Z1 | 1/Z13            | 1/Z24              | 1/Z34    | 1/Z43            | 1/Z51      | 1/Z58             | 1/Z64             | 1/Z69    | 1/Z73                  | 1/Z76                 | 1/Z78            | 1/Z79                 | 1                 |

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| Pairwise Comparison Matrix |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |
|----------------------------|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|
| Parameter                  | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors |
| Profit                     | 1.00   | 3.58 | 2.47             | 3.04               | 3.91     | 4.68             | 4.45       | 3.45              | 3.74                | 4.73     | 5.79                   | 6.24                  | 5.68             | 5.85                  | 6.65              |
| Risk                       | 0.28   | 1.00 | 2.40             | 2.84               | 2.82     | 4.36             | 3.98       | 3.46              | 3.85                | 4.41     | 5.47                   | 6.21                  | 5.74             | 5.49                  | 6.45              |
| Measure of Worth           | 0.41   | 0.42 | 1.00             | 3.10               | 4.18     | 4.86             | 4.49       | 3.30              | 3.73                | 4.91     | 5.76                   | 6.22                  | 5.67             | 5.95                  | 6.68              |
| Financial Standing         | 0.33   | 0.35 | 0.32             | 1.00               | 3.41     | 4.29             | 3.91       | 3.09              | 3.59                | 4.58     | 5.72                   | 6.40                  | 5.67             | 5.60                  | 6.40              |
| Resource                   | 0.26   | 0.36 | 0.24             | 0.29               | 1.00     | 3.90             | 3.34       | 3.02              | 3.27                | 4.26     | 5.51                   | 6.27                  | 5.97             | 5.64                  | 6.45              |
| Economic Factors           | 0.21   | 0.23 | 0.21             | 0.23               | 0.26     | 1.00             | 2.99       | 2.62              | 2.93                | 3.77     | 5.51                   | 5.72                  | 5.51             | 5.31                  | 5.97              |
| Experience                 | 0.22   | 0.25 | 0.22             | 0.26               | 0.30     | 0.33             | 1.00       | 2.98              | 3.02                | 3.65     | 5.16                   | 5.60                  | 4.92             | 5.42                  | 5.90              |
| Technical Ability          | 0.29   | 0.29 | 0.30             | 0.32               | 0.33     | 0.38             | 0.34       | 1.00              | 3.53                | 4.40     | 5.51                   | 5.90                  | 5.41             | 5.38                  | 6.12              |
| Size and Complexity        | 0.27   | 0.26 | 0.27             | 0.28               | 0.31     | 0.34             | 0.33       | 0.28              | 1.00                | 3.71     | 5.27                   | 5.41                  | 4.81             | 5.25                  | 5.86              |
| Duration                   | 0.21   | 0.23 | 0.20             | 0.22               | 0.23     | 0.27             | 0.27       | 0.23              | 0.27                | 1.00     | 4.60                   | 5.29                  | 5.23             | 5.05                  | 6.17              |
| Organizational Culture     | 0.17   | 0.18 | 0.17             | 0.17               | 0.18     | 0.18             | 0.19       | 0.18              | 0.19                | 0.22     | 1.00                   | 3.78                  | 3.46             | 3.65                  | 5.00              |
| Environmental Factors      | 0.16   | 0.16 | 0.16             | 0.16               | 0.16     | 0.17             | 0.18       | 0.17              | 0.18                | 0.19     | 0.26                   | 1.00                  | 3.48             | 3.09                  | 4.17              |
| Location Factors           | 0.18   | 0.17 | 0.18             | 0.18               | 0.17     | 0.18             | 0.20       | 0.18              | 0.21                | 0.19     | 0.29                   | 0.29                  | 1.00             | 3.11                  | 3.78              |
| Social Responsibility      | 0.17   | 0.18 | 0.17             | 0.18               | 0.18     | 0.19             | 0.18       | 0.19              | 0.19                | 0.20     | 0.27                   | 0.32                  | 0.32             | 1.00                  | 3.79              |
| Political Factors          | 0.15   | 0.16 | 0.15             | 0.16               | 0.16     | 0.17             | 0.17       | 0.16              | 0.17                | 0.16     | 0.20                   | 0.24                  | 0.26             | 0.26                  | 1.00              |
| Total                      | 4.31   | 7.81 | 8.47             | 12.42              | 17.58    | 25.32            | 26.03      | 24.31             | 29.86               | 40.37    | 56.34                  | 64.89                 | 63.15            | 66.05                 | 80.39             |

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| <b>Normalization and priority calculation</b> |        |      |                  |                    |          |                  |            |                   |                   |          |                        |                       |                  |                       |                   |                     |                              |
|---|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|-------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|---------------------|------------------------------|
| Parameter                                     | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size & Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Total (Sum of Rows) | Priority (criterion weights) |
| Profit  | 0.23   | 0.46 | 0.29             | 0.24               | 0.22     | 0.18             | 0.17       | 0.14              | 0.13              | 0.12     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 2.65                | 0.18                         |
| Risk  | 0.06   | 0.13 | 0.28             | 0.23               | 0.16     | 0.17             | 0.15       | 0.14              | 0.13              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.08                  | 0.08              | 2.02                | 0.13                         |
| Measure of Worth                              | 0.09   | 0.05 | 0.12             | 0.25               | 0.24     | 0.19             | 0.17       | 0.14              | 0.12              | 0.12     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 1.96                | 0.13                         |
| Financial Standing                            | 0.08   | 0.05 | 0.04             | 0.08               | 0.19     | 0.17             | 0.15       | 0.13              | 0.12              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.08                  | 0.08              | 1.57                | 0.10                         |
| Resource                                      | 0.06   | 0.05 | 0.03             | 0.02               | 0.06     | 0.15             | 0.13       | 0.12              | 0.11              | 0.11     | 0.10                   | 0.10                  | 0.09             | 0.09                  | 0.08              | 1.29                | 0.09                         |
| Economic Factors                              | 0.05   | 0.03 | 0.02             | 0.02               | 0.01     | 0.04             | 0.11       | 0.11              | 0.10              | 0.09     | 0.10                   | 0.09                  | 0.09             | 0.08                  | 0.07              | 1.02                | 0.07                         |
| Experience                                    | 0.05   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.04       | 0.12              | 0.10              | 0.09     | 0.09                   | 0.09                  | 0.08             | 0.08                  | 0.07              | 0.93                | 0.06                         |
| Technical Ability                             | 0.07   | 0.04 | 0.04             | 0.03               | 0.02     | 0.02             | 0.01       | 0.04              | 0.12              | 0.11     | 0.10                   | 0.09                  | 0.09             | 0.08                  | 0.08              | 0.91                | 0.06                         |
| Size and Complexity                           | 0.06   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.01       | 0.01              | 0.03              | 0.09     | 0.09                   | 0.08                  | 0.08             | 0.08                  | 0.07              | 0.74                | 0.05                         |
| Duration                                      | 0.05   | 0.03 | 0.02             | 0.02               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.02     | 0.08                   | 0.08                  | 0.08             | 0.08                  | 0.08              | 0.60                | 0.04                         |
| Organizational Culture                        | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.01     | 0.02                   | 0.06                  | 0.05             | 0.06                  | 0.06              | 0.39                | 0.03                         |
| Environmental Factors                         | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.02                  | 0.06             | 0.05                  | 0.05              | 0.30                | 0.02                         |
| Location Factors                              | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.01                   | 0.00                  | 0.02             | 0.05                  | 0.05              | 0.26                | 0.02                         |
| Social Responsibility                         | 0.04   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.00                  | 0.01             | 0.02                  | 0.05              | 0.22                | 0.01                         |
| Political Factors                             | 0.03   | 0.02 | 0.02             | 0.01               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01              | 0.00     | 0.00                   | 0.00                  | 0.00             | 0.00                  | 0.01              | 0.15                | 0.01                         |
| <b>Total</b>                                  | 1.00   | 1.00 | 1.00             | 1.00               | 1.00     | 1.00             | 1.00       | 1.00              | 1.00              | 1.00     | 1.00                   | 1.00                  | 1.00             | 1.00                  | 1.00              | <b>Total</b>        | <b>1.00</b>                  |

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| <b>Consistency Calculations</b> |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                                    |                   |   |
|---------------------------------|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|------------------------------------|-------------------|---|
|                                 | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Weighted sum value                 | Criterion Weights | Lambda (λ)=Weighted sum/criterion weights |
| <b>Weights</b>                  | 0.18   | 0.13 | 0.13             | 0.10               | 0.09     | 0.07             | 0.06       | 0.06              | 0.05                | 0.04     | 0.03                   | 0.02                  | 0.02             | 0.01                  | 0.01              |                                    |                   |   |
| Profit                          | 1.00   | 3.58 | 2.47             | 3.04               | 3.91     | 4.68             | 4.45       | 3.45              | 3.74                | 4.73     | 5.79                   | 6.24                  | 5.68             | 5.85                  | 6.65              | 3.34                               | 0.18              | 19  |
| Risk                            | 0.28   | 1.00 | 2.40             | 2.84               | 2.82     | 4.36             | 3.98       | 3.46              | 3.85                | 4.41     | 5.47                   | 6.21                  | 5.74             | 5.49                  | 6.45              | 2.67                               | 0.13              | 20  |
| Measure of Worth                | 0.41   | 0.42 | 1.00             | 3.10               | 4.18     | 4.86             | 4.49       | 3.30              | 3.73                | 4.91     | 5.76                   | 6.22                  | 5.67             | 5.95                  | 6.68              | 2.67                               | 0.13              | 20  |
| Financial Standing              | 0.33   | 0.35 | 0.32             | 1.00               | 3.41     | 4.29             | 3.91       | 3.09              | 3.59                | 4.58     | 5.72                   | 6.40                  | 5.67             | 5.60                  | 6.40              | 2.17                               | 0.10              | 21  |
| Resource                        | 0.26   | 0.36 | 0.24             | 0.29               | 1.00     | 3.90             | 3.34       | 3.02              | 3.27                | 4.26     | 5.51                   | 6.27                  | 5.97             | 5.64                  | 6.45              | 1.76                               | 0.09              | 20  |
| Economic Factors                | 0.21   | 0.23 | 0.21             | 0.23               | 0.26     | 1.00             | 2.99       | 2.62              | 2.93                | 3.77     | 5.51                   | 5.72                  | 5.51             | 5.31                  | 5.97              | 1.35                               | 0.07              | 20  |
| Experience                      | 0.22   | 0.25 | 0.22             | 0.26               | 0.30     | 0.33             | 1.00       | 2.98              | 3.02                | 3.65     | 5.16                   | 5.60                  | 4.92             | 5.42                  | 5.90              | 1.19                               | 0.06              | 19  |
| Technical Ability               | 0.29   | 0.29 | 0.30             | 0.32               | 0.33     | 0.38             | 0.34       | 1.00              | 3.53                | 4.40     | 5.51                   | 5.90                  | 5.41             | 5.38                  | 6.12              | 1.16                               | 0.06              | 19  |
| Size and Complexity             | 0.27   | 0.26 | 0.27             | 0.28               | 0.31     | 0.34             | 0.33       | 0.28              | 1.00                | 3.71     | 5.27                   | 5.41                  | 4.81             | 5.25                  | 5.86              | 0.90                               | 0.05              | 18  |
| Duration                        | 0.21   | 0.23 | 0.20             | 0.22               | 0.23     | 0.27             | 0.27       | 0.23              | 0.27                | 1.00     | 4.60                   | 5.29                  | 5.23             | 5.05                  | 6.17              | 0.70                               | 0.04              | 18  |
| Organizational Culture          | 0.17   | 0.18 | 0.17             | 0.17               | 0.18     | 0.18             | 0.19       | 0.18              | 0.19                | 0.22     | 1.00                   | 3.78                  | 3.46             | 3.65                  | 5.00              | 0.43                               | 0.03              | 16  |
| Environmental Factors           | 0.16   | 0.16 | 0.16             | 0.16               | 0.16     | 0.17             | 0.18       | 0.17              | 0.18                | 0.19     | 0.26                   | 1.00                  | 3.48             | 3.09                  | 4.17              | 0.32                               | 0.02              | 16  |
| Location Factors                | 0.18   | 0.17 | 0.18             | 0.18               | 0.17     | 0.18             | 0.20       | 0.18              | 0.21                | 0.19     | 0.29                   | 0.29                  | 1.00             | 3.11                  | 3.78              | 0.27                               | 0.02              | 15  |
| Social Responsibility           | 0.17   | 0.18 | 0.17             | 0.18               | 0.18     | 0.19             | 0.18       | 0.19              | 0.19                | 0.20     | 0.27                   | 0.32                  | 0.32             | 1.00                  | 3.79              | 0.23                               | 0.01              | 16  |
| Political Factors               | 0.15   | 0.16 | 0.15             | 0.16               | 0.16     | 0.17             | 0.17       | 0.16              | 0.17                | 0.16     | 0.20                   | 0.24                  | 0.26             | 0.26                  | 1.00              | 0.17                               | 0.01              | 17  |
|                                 |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda$ (Sum)                    |                   | 275                                       |
|                                 |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda_{max}$ =Average of Lambda |                   | 18  |
|                                 |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | C.I=( $\lambda_{max}$ -n)/(n-1)    |                   | 0.214                                     |
|                                 |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | R.I (for n=15)                     |                   | 1.59                                      |
|                                 |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | C.R = C.I/R.I                      |                   | 0.1348                                    |

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### Adjusted Pairwise Comparison Matrix

| Parameter                           | Profit      | Risk        | Measure of Worth | Financial Standing | Resource     | Economic Factors | Experience   | Technical Ability | Size and Complexity | Duration     | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors |
|-------------------------------------|-------------|-------------|------------------|--------------------|--------------|------------------|--------------|-------------------|---------------------|--------------|------------------------|-----------------------|------------------|-----------------------|-------------------|
| Profit                              | 1.00        | 2.00        | 1.50             | 2.00               | 3.00         | 3.00             | 3.00         | 2.00              | 3.00                | 4.00         | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              |
| Risk                                | 0.50        | 1.00        | 1.50             | 2.00               | 2.00         | 3.00             | 3.00         | 2.00              | 3.00                | 3.00         | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              |
| Measure of Worth                    | 0.66        | 0.66        | 1.00             | 2.00               | 3.00         | 4.00             | 3.00         | 2.00              | 3.00                | 4.00         | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              |
| Financial Standing                  | 0.50        | 0.50        | 0.50             | 1.00               | 2.00         | 3.00             | 3.00         | 2.00              | 2.00                | 3.00         | 5.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              |
| Resource                            | 0.33        | 0.50        | 0.33             | 0.50               | 1.00         | 3.00             | 2.00         | 2.00              | 2.00                | 3.00         | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              |
| Economic Factors                    | 0.33        | 0.33        | 0.25             | 0.33               | 0.33         | 1.00             | 2.00         | 1.50              | 2.00                | 3.00         | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              |
| Experience                          | 0.33        | 0.33        | 0.33             | 0.33               | 0.50         | 0.50             | 1.00         | 2.00              | 2.00                | 2.00         | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              |
| Technical Ability                   | 0.50        | 0.50        | 0.50             | 0.50               | 0.50         | 0.66             | 0.50         | 1.00              | 2.00                | 3.00         | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              |
| Size and Complexity                 | 0.33        | 0.33        | 0.33             | 0.50               | 0.50         | 0.50             | 0.50         | 0.50              | 1.00                | 3.00         | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              |
| Duration                            | 0.25        | 0.33        | 0.25             | 0.33               | 0.33         | 0.33             | 0.50         | 0.33              | 0.33                | 1.00         | 3.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              |
| Organizational Culture              | 0.20        | 0.25        | 0.20             | 0.20               | 0.25         | 0.25             | 0.25         | 0.25              | 0.25                | 0.33         | 1.00                   | 3.00                  | 2.00             | 2.00                  | 4.00              |
| Environmental Factors               | 0.20        | 0.20        | 0.20             | 0.20               | 0.20         | 0.20             | 0.25         | 0.20              | 0.25                | 0.25         | 0.33                   | 1.00                  | 2.00             | 2.00                  | 3.00              |
| Location Factors                    | 0.25        | 0.20        | 0.25             | 0.25               | 0.20         | 0.25             | 0.25         | 0.25              | 0.25                | 0.25         | 0.50                   | 0.50                  | 1.00             | 2.00                  | 3.00              |
| Social Responsibility               | 0.20        | 0.25        | 0.20             | 0.25               | 0.25         | 0.25             | 0.25         | 0.25              | 0.22                | 0.25         | 0.50                   | 0.50                  | 0.50             | 1.00                  | 3.00              |
| Political Factors                   | 0.20        | 0.20        | 0.20             | 0.20               | 0.20         | 0.20             | 0.20         | 0.20              | 0.20                | 0.20         | 0.25                   | 0.33                  | 0.33             | 0.33                  | 1.00              |
| <b>Total</b>                        | <b>5.78</b> | <b>7.58</b> | <b>7.54</b>      | <b>10.59</b>       | <b>14.26</b> | <b>20.14</b>     | <b>19.70</b> | <b>16.48</b>      | <b>21.50</b>        | <b>30.28</b> | <b>44.58</b>           | <b>52.33</b>          | <b>47.83</b>     | <b>49.33</b>          | <b>64.00</b>      |
| <b>Adjusting using simple order</b> |             |             |                  |                    |              |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
| First Run Value                     | 2           | 3           | 4                | 5                  | >6           |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
| Simple Ordering                     | >=2.7       | >=3.7       | >=4.7            | >=5.7              | >=6.7        |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
| Adjusted Value                      | 2           | 3           | 4                | 5                  | 6            |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
| Simple Ordering                     | <=2.7       | <=3.7       | <=4.7            | <=5.7              | <=6.7        |                  |              |                   |                     |              |                        |                       |                  |                       |                   |
| Adjusted Value                      | 1.5         | 2           | 3                | 4                  | 5            |                  |              |                   |                     |              |                        |                       |                  |                       |                   |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| <b>Adjusted Normalization Calculation</b> |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |                     |                              |
|---|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|---------------------|------------------------------|
| Parameter                                 | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Total (Sum of rows) | Priority (Criterion Weights) |
| Profit                                    | 0.17   | 0.26 | 0.20             | 0.19               | 0.21     | 0.15             | 0.15       | 0.12              | 0.14                | 0.13     | 0.11                   | 0.10                  | 0.08             | 0.10                  | 0.08              | 2.20                | 0.15                         |
| Risk                                      | 0.09   | 0.13 | 0.20             | 0.19               | 0.14     | 0.15             | 0.15       | 0.12              | 0.14                | 0.10     | 0.09                   | 0.10                  | 0.10             | 0.08                  | 0.08              | 1.86                | 0.12                         |
| Measure of Worth                          | 0.11   | 0.09 | 0.13             | 0.19               | 0.21     | 0.20             | 0.15       | 0.12              | 0.14                | 0.13     | 0.11                   | 0.10                  | 0.08             | 0.10                  | 0.08              | 1.95                | 0.13                         |
| Financial Standing                        | 0.09   | 0.07 | 0.07             | 0.09               | 0.14     | 0.15             | 0.15       | 0.12              | 0.09                | 0.10     | 0.11                   | 0.10                  | 0.08             | 0.08                  | 0.08              | 1.52                | 0.10                         |
| Resource                                  | 0.06   | 0.07 | 0.04             | 0.05               | 0.07     | 0.15             | 0.10       | 0.12              | 0.09                | 0.10     | 0.09                   | 0.10                  | 0.10             | 0.08                  | 0.08              | 1.30                | 0.09                         |
| Economic Factors                          | 0.06   | 0.04 | 0.03             | 0.03               | 0.02     | 0.05             | 0.10       | 0.09              | 0.09                | 0.10     | 0.09                   | 0.10                  | 0.08             | 0.08                  | 0.08              | 1.05                | 0.07                         |
| Experience                                | 0.06   | 0.04 | 0.04             | 0.03               | 0.04     | 0.02             | 0.05       | 0.12              | 0.09                | 0.07     | 0.09                   | 0.08                  | 0.08             | 0.08                  | 0.08              | 0.98                | 0.07                         |
| Technical Ability                         | 0.09   | 0.07 | 0.07             | 0.05               | 0.04     | 0.03             | 0.03       | 0.06              | 0.09                | 0.10     | 0.09                   | 0.10                  | 0.08             | 0.08                  | 0.08              | 1.04                | 0.07                         |
| Size and Complexity                       | 0.06   | 0.04 | 0.04             | 0.05               | 0.04     | 0.02             | 0.03       | 0.03              | 0.05                | 0.10     | 0.09                   | 0.08                  | 0.08             | 0.08                  | 0.08              | 0.86                | 0.06                         |
| Duration                                  | 0.04   | 0.04 | 0.03             | 0.03               | 0.02     | 0.02             | 0.03       | 0.02              | 0.02                | 0.03     | 0.07                   | 0.08                  | 0.08             | 0.08                  | 0.08              | 0.67                | 0.04                         |
| Organizational Culture                    | 0.03   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.01       | 0.02              | 0.01                | 0.01     | 0.02                   | 0.06                  | 0.04             | 0.04                  | 0.06              | 0.42                | 0.03                         |
| Environmental Factors                     | 0.03   | 0.03 | 0.03             | 0.02               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01                | 0.01     | 0.01                   | 0.02                  | 0.04             | 0.04                  | 0.05              | 0.33                | 0.02                         |
| Location Factors                          | 0.04   | 0.03 | 0.03             | 0.02               | 0.01     | 0.01             | 0.01       | 0.02              | 0.01                | 0.01     | 0.01                   | 0.01                  | 0.02             | 0.04                  | 0.05              | 0.33                | 0.02                         |
| Social Responsibility                     | 0.03   | 0.03 | 0.03             | 0.02               | 0.02     | 0.01             | 0.01       | 0.02              | 0.01                | 0.01     | 0.01                   | 0.01                  | 0.01             | 0.02                  | 0.05              | 0.29                | 0.02                         |
| Political Factors                         | 0.03   | 0.03 | 0.03             | 0.02               | 0.01     | 0.01             | 0.01       | 0.01              | 0.01                | 0.01     | 0.01                   | 0.01                  | 0.01             | 0.01                  | 0.02              | 0.21                | 0.01                         |
| Total                                     | 1.00   | 1.00 | 1.00             | 1.00               | 1.00     | 1.00             | 1.00       | 1.00              | 1.00                | 1.00     | 1.00                   | 1.00                  | 1.00             | 1.00                  | 1.00              | Total               | 1.00                         |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| <b>Adjusted Consistency Calculations</b> |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |   |                   |   |
|--|--------|------|------------------|--------------------|----------|------------------|------------|-------------------|---------------------|----------|------------------------|-----------------------|------------------|-----------------------|-------------------|---|-------------------|---|
|  | Profit | Risk | Measure of Worth | Financial Standing | Resource | Economic Factors | Experience | Technical Ability | Size and Complexity | Duration | Organizational Culture | Environmental Factors | Location Factors | Social Responsibility | Political Factors | Weighted Sum Value                              | Criterion Weights | Lambda (l)=Weighted sum/Criterion weights |
| Weights                                  | 0.15   | 0.12 | 0.13             | 0.10               | 0.09     | 0.07             | 0.07       | 0.07              | 0.06                | 0.04     | 0.03                   | 0.02                  | 0.02             | 0.02                  | 0.01              |   |                   |   |
| Profit                                   | 1.00   | 2.00 | 1.50             | 2.00               | 3.00     | 3.00             | 3.00       | 2.00              | 3.00                | 4.00     | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              | 2.44  | 0.15              | 16.60                                     |
| Risk                                     | 0.50   | 1.00 | 1.50             | 2.00               | 2.00     | 3.00             | 3.00       | 2.00              | 3.00                | 3.00     | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              | 2.08  | 0.12              | 16.80                                     |
| Measure of Worth                         | 0.66   | 0.66 | 1.00             | 2.00               | 3.00     | 4.00             | 3.00       | 2.00              | 3.00                | 4.00     | 5.00                   | 5.00                  | 4.00             | 5.00                  | 5.00              | 2.23  | 0.13              | 17.16                                     |
| Financial Standing                       | 0.50   | 0.50 | 0.50             | 1.00               | 2.00     | 3.00             | 3.00       | 2.00              | 2.00                | 3.00     | 5.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.74  | 0.10              | 17.19                                     |
| Resource                                 | 0.33   | 0.50 | 0.33             | 0.50               | 1.00     | 3.00             | 2.00       | 2.00              | 2.00                | 3.00     | 4.00                   | 5.00                  | 5.00             | 4.00                  | 5.00              | 1.47  | 0.09              | 17.03                                     |
| Economic Factors                         | 0.33   | 0.33 | 0.25             | 0.33               | 0.33     | 1.00             | 2.00       | 1.50              | 2.00                | 3.00     | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.17  | 0.07              | 16.70                                     |
| Experience                               | 0.33   | 0.33 | 0.33             | 0.33               | 0.50     | 0.50             | 1.00       | 2.00              | 2.00                | 2.00     | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 1.07  | 0.07              | 16.37                                     |
| Technical Ability                        | 0.50   | 0.50 | 0.50             | 0.50               | 0.50     | 0.66             | 0.50       | 1.00              | 2.00                | 3.00     | 4.00                   | 5.00                  | 4.00             | 4.00                  | 5.00              | 1.12  | 0.07              | 16.10                                     |
| Size and Complexity                      | 0.33   | 0.33 | 0.33             | 0.50               | 0.50     | 0.50             | 0.50       | 0.50              | 1.00                | 3.00     | 4.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 0.92  | 0.06              | 16.05                                     |
| Duration                                 | 0.25   | 0.33 | 0.25             | 0.33               | 0.33     | 0.33             | 0.50       | 0.33              | 0.33                | 1.00     | 3.00                   | 4.00                  | 4.00             | 4.00                  | 5.00              | 0.69  | 0.04              | 15.50                                     |
| Organizational Culture                   | 0.20   | 0.25 | 0.20             | 0.20               | 0.25     | 0.25             | 0.25       | 0.25              | 0.25                | 0.33     | 1.00                   | 3.00                  | 2.00             | 2.00                  | 4.00              | 0.42  | 0.03              | 15.05                                     |
| Environmental Factors                    | 0.20   | 0.20 | 0.20             | 0.20               | 0.20     | 0.20             | 0.25       | 0.20              | 0.25                | 0.25     | 0.33                   | 1.00                  | 2.00             | 2.00                  | 3.00              | 0.33  | 0.02              | 14.89                                     |
| Location Factors                         | 0.25   | 0.20 | 0.25             | 0.25               | 0.20     | 0.25             | 0.25       | 0.25              | 0.25                | 0.25     | 0.50                   | 0.50                  | 1.00             | 2.00                  | 3.00              | 0.33  | 0.02              | 14.99                                     |
| Social Responsibility                    | 0.20   | 0.25 | 0.20             | 0.25               | 0.25     | 0.25             | 0.25       | 0.25              | 0.22                | 0.25     | 0.50                   | 0.50                  | 0.50             | 1.00                  | 3.00              | 0.29  | 0.02              | 15.09                                     |
| Political Factors                        | 0.20   | 0.20 | 0.20             | 0.20               | 0.20     | 0.20             | 0.20       | 0.20              | 0.20                | 0.20     | 0.25                   | 0.33                  | 0.33             | 0.33                  | 1.00              | 0.22  | 0.01              | 15.55                                     |
|  |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda_i(\text{Sum})$                         | <b>241.06</b>     |   |
|  |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $\lambda_{\text{max}}=\text{Average of Lambda}$ | <b>16.07</b>      |   |
|  |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $C.I=(\lambda_{\text{max}}-n)/(n-1)$            | <b>0.08</b>       |   |
|  |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | R.I (for n=15)                                  | <b>1.59</b>       |   |
|  |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   | $C.R = C.I/R.I$                                 | <b>0.048</b>      |   |
| <b>CR &lt; 0.1 (Acceptable)</b>          |        |      |                  |                    |          |                  |            |                   |                     |          |                        |                       |                  |                       |                   |   |                   |   |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| <b>Project Comparison in AHP</b>   |  |                         |                    |        |                    |                             |      |  |  |  |  |  |                  |                  |      |                    |          |      |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
|--|--|-------------------------|--------------------|--------|--------------------|-----------------------------|------|--|--|--|--|--|------------------|------------------|------|--------------------|----------|------|------|-------|------|--|--|--|--|--|--|--------------|--|------|------|-------|------|------|------|---|--|--|--|--|--|--------------------|----|----|----|----|----|----|----|---|--|--|--|--|--|--------------|----|------|------|-------|------|------|------|------|
| Local priority Weights (preferences) of the alternative projects with respect to each criterion, just grasped from project profile |  |                         |                    |        |                    |                             |      |  |  |  |  | Local priority Weights (preferences) of the alternative projects with respect to each criterion, by increasing or decreasing |                  |                  |      |                    |          |      |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
|  |  | ↑ Measure of Profit (%) | ↑ Measure of Worth | ↓ Risk | Financial Standing | ↓ Resource (In billion ETB) |      |  |  |  |  |  | Profit           | Measure of Worth | Risk | Financial Standing | Resource |      |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 1</b>   |  | 25.5                    | 3.7                | 3      | 1                  | 2.29                        |      |  |  |  |  |  | <b>Project 1</b> | 0.58             | 0.74 | 0.33               | 1.00     | 0.78 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 2</b>   |  | 19.33                   | 1.98               | 1      | 1                  | 2.89                        |      |  |  |  |  |  | <b>Project 2</b> | 0.44             | 0.39 | 1.00               | 2.00     | 0.62 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 3</b>   |  | 43.8                    | 5.02               | 5      | 1                  | 9.24                        |      |  |  |  |  |  | <b>Project 3</b> | 1.00             | 1.00 | 0.20               | 3.00     | 0.19 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 4</b>   |  | 11.9                    | 4.9                | 1      | 1                  | 3.53                        |      |  |  |  |  |  | <b>Project 4</b> | 0.27             | 0.98 | 1.00               | 4.00     | 0.51 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 5</b>   |  | 17.3                    | 1.858              | 1      | 1                  | 2.072                       |      |  |  |  |  |  | <b>Project 5</b> | 0.39             | 0.37 | 1.00               | 5.00     | 0.86 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| <b>Project 6</b>   |  | 18.2                    | 2.517              | 1      | 1                  | 1.79                        |      |  |  |  |  |  | <b>Project 6</b> | 0.42             | 0.50 | 1.00               | 6.00     | 1.00 |      |       |      |  |  |  |  |  |  |              |  |      |      |       |      |      |      |   |  |  |  |  |  |                    |    |    |    |    |    |    |    |   |  |  |  |  |  |              |    |      |      |       |      |      |      |      |
| Profit   |  | P1                      | P2                 | P3     | P4                 | P5                          | P6   |  |  |  |  |  |                  | Measure of Worth |      | P1                 | P2       | P3   | P4   | P5    | P6   |  |  |  |  |  |  | Risk         |  | P1   | P2   | P3    | P4   | P5   | P6   |   |  |  |  |  |  | Financial Standing |    | P1 | P2 | P3 | P4 | P5 | P6 |   |  |  |  |  |  | Resource     |    | P1   | P2   | P3    | P4   | P5   | P6   |      |
| P1   |  | 1                       | 1.32               | 0.58   | 2.14               | 1.47                        | 1.4  |  |  |  |  |  |                  | P1               |      | 1                  | 1.86     | 0.74 | 0.76 | 2     | 1.47 |  |  |  |  |  |  | P1           |  | 1    | 0.33 | 1.66  | 0.33 | 0.33 | 0.33 |   |  |  |  |  |  | P1                 |    | 1  | 1  | 1  | 1  | 1  | 1  |   |  |  |  |  |  | P1           |    | 1    | 1.26 | 4     | 1.54 | 0.9  | 0.79 |      |
| P2   |  | 0.75                    | 1                  | 0.44   | 1.62               | 1.11                        | 1.06 |  |  |  |  |  |                  | P2               |      | 0.54               | 1        | 0.39 | 0.4  | 1.06  | 0.79 |  |  |  |  |  |  | P2           |  | 3    | 1    | 5     | 1    | 1    | 1    | 1 |  |  |  |  |  |                    | P2 |    | 1  | 1  | 1  | 1  | 1  | 1 |  |  |  |  |  |              | P2 |      | 0.79 | 1     | 3.2  | 1.22 | 0.72 | 0.62 |
| P3   |  | 1.72                    | 2.27               | 1      | 3.7                | 2.56                        | 2.38 |  |  |  |  |  |                  | P3               |      | 1.35               | 2.56     | 1    | 1.02 | 2.7   | 2    |  |  |  |  |  |  | P3           |  | 0.6  | 0.2  | 1     | 0.2  | 0.2  | 0.2  |   |  |  |  |  |  | P3                 |    | 1  | 1  | 1  | 1  | 1  | 1  |   |  |  |  |  |  | P3           |    | 0.25 | 0.31 | 1     | 0.38 | 0.22 | 0.19 |      |
| P4   |  | 0.46                    | 0.62               | 0.27   | 1                  | 0.68                        | 0.65 |  |  |  |  |  |                  | P4               |      | 1.32               | 2.5      | 0.98 | 1    | 2.63  | 1.95 |  |  |  |  |  |  | P4           |  | 3    | 1    | 5     | 1    | 1    | 1    |   |  |  |  |  |  | P4                 |    | 1  | 1  | 1  | 1  | 1  | 1  |   |  |  |  |  |  | P4           |    | 0.65 | 0.82 | 2.63  | 1    | 0.58 | 0.51 |      |
| P5   |  | 0.68                    | 0.9                | 0.39   | 1.47               | 1                           | 0.95 |  |  |  |  |  |                  | P5               |      | 0.5                | 0.63     | 0.37 | 0.38 | 1     | 0.74 |  |  |  |  |  |  | P5           |  | 3    | 1    | 5     | 1    | 1    | 1    |   |  |  |  |  |  | P5                 |    | 1  | 1  | 1  | 1  | 1  | 1  |   |  |  |  |  |  | P5           |    | 1.1  | 1.39 | 4.54  | 1.72 | 1    | 0.87 |      |
| P6   |  | 0.71                    | 0.94               | 0.42   | 1.53               | 1.05                        | 1    |  |  |  |  |  |                  | P6               |      | 0.68               | 1.27     | 0.5  | 0.51 | 1.35  | 1    |  |  |  |  |  |  | P6           |  | 3    | 1    | 5     | 1    | 1    | 1    | 1 |  |  |  |  |  |                    | P6 |    | 1  | 1  | 1  | 1  | 1  | 1 |  |  |  |  |  |              | P6 |      | 1.27 | 1.61  | 5.1  | 1.97 | 1.15 | 1    |
| <b>Total</b>   |  | 5.32                    | 7.05               | 3.1    | 11.46              | 7.87                        | 7.44 |  |  |  |  |  |                  | <b>Total</b>     |      | 5.39               | 9.82     | 3.98 | 4.07 | 10.74 | 7.95 |  |  |  |  |  |  | <b>Total</b> |  | 13.6 | 4.53 | 22.66 | 4.53 | 4.53 | 4.53 |   |  |  |  |  |  | <b>Total</b>       |    | 6  | 6  | 6  | 6  | 6  | 6  |   |  |  |  |  |  | <b>Total</b> |    | 5.06 | 6.39 | 20.47 | 7.83 | 4.57 | 3.98 |      |

**Normalization and Priority Calculation**

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| Profit | P1   | P2    | P3   | P4   | P5   | P6   | Total (Sum of rows) | Priority Weights |
|--------|------|-------|------|------|------|------|---------------------|------------------|
| P1     | 0.19 | 0.187 | 0.19 | 0.19 | 0.19 | 0.19 | 1.12                | 0.19             |
| P2     | 0.14 | 0.142 | 0.14 | 0.14 | 0.14 | 0.14 | 0.85                | 0.14             |
| P3     | 0.32 | 0.322 | 0.32 | 0.32 | 0.33 | 0.32 | 1.94                | 0.32             |
| P4     | 0.09 | 0.088 | 0.09 | 0.09 | 0.09 | 0.09 | 0.52                | 0.09             |
| P5     | 0.13 | 0.128 | 0.13 | 0.13 | 0.13 | 0.13 | 0.76                | 0.13             |
| P6     | 0.13 | 0.133 | 0.14 | 0.13 | 0.13 | 0.13 | 0.80                | 0.13             |
| Total  |      |       |      |      |      |      | 1.00                |                  |

| Measure of Worth | P1   | P2      | P3   | P4   | P5   | P6   | Total (Sum of rows) | Priority Weights |
|------------------|------|---------|------|------|------|------|---------------------|------------------|
| P1               | 0.19 | 0.18941 | 0.19 | 0.19 | 0.19 | 0.18 | 1.12                | 0.19             |
| P2               | 0.1  | 0.10183 | 0.1  | 0.1  | 0.1  | 0.1  | 0.60                | 0.10             |
| P3               | 0.25 | 0.26069 | 0.25 | 0.25 | 0.25 | 0.25 | 1.52                | 0.25             |
| P4               | 0.24 | 0.25458 | 0.25 | 0.25 | 0.24 | 0.25 | 1.48                | 0.25             |
| P5               | 0.09 | 0.06415 | 0.09 | 0.09 | 0.09 | 0.09 | 0.53                | 0.09             |
| P6               | 0.13 | 0.12933 | 0.13 | 0.13 | 0.13 | 0.13 | 0.76                | 0.13             |
| Total            |      |         |      |      |      |      | 1                   |                  |

| Risk  | P1   | P2   | P3   | P4   | P5   | P6   | Total (Sum of rows) | Priority Weights |
|-------|------|------|------|------|------|------|---------------------|------------------|
| P1    | 0.07 | 0.07 | 0.07 | 0.07 | 0.07 | 0.07 | 0.44                | 0.07             |
| P2    | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 1.32                | 0.22             |
| P3    | 0.04 | 0.04 | 0.04 | 0.04 | 0.04 | 0.04 | 0.26                | 0.04             |
| P4    | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 1.32                | 0.22             |
| P5    | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 1.32                | 0.22             |
| P6    | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 1.32                | 0.22             |
| Total |      |      |      |      |      |      | 1                   |                  |

| Financial Standing | P1   | P2   | P3   | P4   | P5   | P6   | Total (Sum of rows) | Priority Weights |
|--------------------|------|------|------|------|------|------|---------------------|------------------|
| P1                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| P2                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| P3                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| P4                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| P5                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| P6                 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 1                   | 0.17             |
| Total              |      |      |      |      |      |      | 1.00                |                  |

| Resource | P1   | P2   | P3   | P4   | P5   | P6   | Total (Sum of rows) | Priority Weights |
|----------|------|------|------|------|------|------|---------------------|------------------|
| P1       | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 1.18                | 0.20             |
| P2       | 0.16 | 0.16 | 0.16 | 0.16 | 0.16 | 0.16 | 0.94                | 0.16             |
| P3       | 0.05 | 0.05 | 0.05 | 0.05 | 0.05 | 0.05 | 0.29                | 0.05             |
| P4       | 0.13 | 0.13 | 0.13 | 0.13 | 0.13 | 0.13 | 0.77                | 0.13             |
| P5       | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 0.22 | 1.31                | 0.22             |
| P6       | 0.25 | 0.25 | 0.25 | 0.25 | 0.25 | 0.25 | 1.51                | 0.25             |
| Total    |      |      |      |      |      |      | 1.00                |                  |

**Consistency Calculation**

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| Profit                 |      |      |      |      |      |              |       |                  |  | Measure of Worth                          |                  |      |      |      |      |      |              |           |                  |  |   |
|------------------------|------|------|------|------|------|--------------|-------|------------------|--|---|------------------|------|------|------|------|------|--------------|-----------|------------------|--|---|
| P1                     | P2   | P3   | P4   | P5   | P6   | Weighted Sum |       | Priority Weights |  | Lambda (l)=Weighted sum/Criterion weights | P1               | P2   | P3   | P4   | P5   | P6   | Weighted Sum |           | Priority Weights |  | Lambda (l)=Weighted sum/Criterion weights |
| Priority Weights       | 0.19 | 0.14 | 0.32 | 0.09 | 0.13 | 0.13         | Value | Priority Weights |  |   | Priority Weights | 0.19 | 0.1  | 0.25 | 0.25 | 0.09 | 0.13         | Sum Value | Priority Weights |  |   |
| P1                     | 1    | 1.32 | 0.58 | 2.14 | 1.47 | 1.4          | 1.13  | 0.19             |  | 6.01                                      | P1               | 1    | 1.86 | 0.74 | 0.76 | 2    | 1.47         | 1.12      | 0.19             |  | 6.02                                      |
| P2                     | 0.75 | 1    | 0.44 | 1.62 | 1.11 | 1.06         | 0.85  | 0.14             |  | 6.01                                      | P2               | 0.54 | 1    | 0.39 | 0.4  | 1.06 | 0.79         | 0.60      | 0.10             |  | 6.02                                      |
| P3                     | 1.72 | 2.27 | 1    | 3.7  | 2.56 | 2.38         | 1.94  | 0.32             |  | 6.01                                      | P3               | 1.35 | 2.56 | 1    | 1.02 | 2.7  | 2            | 1.52      | 0.25             |  | 6.02                                      |
| P4                     | 0.46 | 0.62 | 0.27 | 1    | 0.68 | 0.65         | 0.52  | 0.09             |  | 6.01                                      | P4               | 1.32 | 2.5  | 0.98 | 1    | 2.63 | 1.95         | 1.49      | 0.25             |  | 6.02                                      |
| P5                     | 0.68 | 0.9  | 0.39 | 1.47 | 1    | 0.95         | 0.77  | 0.13             |  | 6.01                                      | P5               | 0.5  | 0.63 | 0.37 | 0.38 | 1    | 0.74         | 0.53      | 0.09             |  | 6.03                                      |
| P6                     | 0.71 | 0.94 | 0.42 | 1.53 | 1.05 | 1            | 0.81  | 0.13             |  | 6.01                                      | P6               | 0.68 | 1.27 | 0.5  | 0.51 | 1.35 | 1            | 0.76      | 0.13             |  | 6.02                                      |
| I(Sum)                 |      |      |      |      |      |              |       |                  |  | I(Sum)                                    |                  |      |      |      |      |      |              |           |                  |  |   |
| Imax=Average of Lambda |      |      |      |      |      |              |       |                  |  | Imax=Average of Lambda                    |                  |      |      |      |      |      |              |           |                  |  |   |
| C.I= (Imax-n)/(n-1)    |      |      |      |      |      |              |       |                  |  | C.I= (Imax-n)/(n-1)                       |                  |      |      |      |      |      |              |           |                  |  |   |
| R.I (for n=6)          |      |      |      |      |      |              |       |                  |  | R.I (for n=6)                             |                  |      |      |      |      |      |              |           |                  |  |   |
| CR < 0.1 (Acceptable)  |      |      |      |      |      |              |       |                  |  | CR < 0.1 (Acceptable)                     |                  |      |      |      |      |      |              |           |                  |  |   |
| C.R = C.I/R.I          |      |      |      |      |      |              |       |                  |  | C.R = C.I/R.I                             |                  |      |      |      |      |      |              |           |                  |  |   |

| Risk                   |      |      |      |      |      |              |           |                  |  | Financial Standing                        |                  |      |      |      |      |      |              |           |                  | Resource               |   |                  |      |      |      |      |      |              |           |                  |  |   |
|------------------------|------|------|------|------|------|--------------|-----------|------------------|--|---|------------------|------|------|------|------|------|--------------|-----------|------------------|------------------------|---|------------------|------|------|------|------|------|--------------|-----------|------------------|--|---|
| P1                     | P2   | P3   | P4   | P5   | P6   | Weighted Sum |           | Priority Weights |  | Lambda (l)=Weighted sum/Criterion weights | P1               | P2   | P3   | P4   | P5   | P6   | Weighted Sum |           | Priority Weights |                        | Lambda (l)=Weighted sum/Criterion weights | P1               | P2   | P3   | P4   | P5   | P6   | Weighted Sum |           | Priority Weights |  | Lambda (l)=Weighted sum/Criterion weights |
| Priority Weights       | 0.07 | 0.22 | 0.04 | 0.22 | 0.22 | 0.22         | Sum Value | Priority Weights |  |   | Priority Weights | 0.17 | 0.17 | 0.17 | 0.17 | 0.17 | 0.17         | Sum Value | Priority Weights |                        |   | Priority Weights | 0.2  | 0.16 | 0.05 | 0.13 | 0.22 | 0.25         | Sum Value | Priority Weights |  |   |
| P1                     | 1    | 0.33 | 1.66 | 0.33 | 0.33 | 0.33         | 0.43      | 0.07             |  | 5.84                                      | P1               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P1               | 1    | 1.26 | 4    | 1.54 | 0.9  | 0.79         | 1.20      | 0.20             |  | 6.08                                      |
| P2                     | 3    | 1    | 5    | 1    | 1    | 1            | 1.29      | 0.22             |  | 5.84                                      | P2               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P2               | 0.79 | 1    | 3.2  | 1.22 | 0.72 | 0.62         | 0.95      | 0.16             |  | 6.08                                      |
| P3                     | 0.6  | 0.2  | 1    | 0.2  | 0.2  | 0.2          | 0.26      | 0.04             |  | 5.84                                      | P3               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P3               | 0.25 | 0.31 | 1    | 0.38 | 0.22 | 0.19         | 0.29      | 0.05             |  | 6.08                                      |
| P4                     | 3    | 1    | 5    | 1    | 1    | 1            | 1.29      | 0.22             |  | 5.84                                      | P4               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P4               | 0.65 | 0.82 | 2.63 | 1    | 0.58 | 0.51         | 0.78      | 0.13             |  | 6.08                                      |
| P5                     | 3    | 1    | 5    | 1    | 1    | 1            | 1.29      | 0.22             |  | 5.84                                      | P5               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P5               | 1.1  | 1.39 | 4.54 | 1.72 | 1    | 0.87         | 1.33      | 0.22             |  | 6.08                                      |
| P6                     | 3    | 1    | 5    | 1    | 1    | 1            | 1.29      | 0.22             |  | 5.84                                      | P6               | 1    | 1    | 1    | 1    | 1    | 1            | 1.02      | 0.17             |                        | 6   | P6               | 1.27 | 1.61 | 5.1  | 1.97 | 1.15 | 1            | 1.53      | 0.25             |  | 6.08                                      |
| I(Sum)                 |      |      |      |      |      |              |           |                  |  | I(Sum)                                    |                  |      |      |      |      |      |              |           |                  | I(Sum)                 |   |                  |      |      |      |      |      |              |           |                  |  |   |
| Imax=Average of Lambda |      |      |      |      |      |              |           |                  |  | Imax=Average of Lambda                    |                  |      |      |      |      |      |              |           |                  | Imax=Average of Lambda |   |                  |      |      |      |      |      |              |           |                  |  |   |
| C.I= (Imax-n)/(n-1)    |      |      |      |      |      |              |           |                  |  | C.I= (Imax-n)/(n-1)                       |                  |      |      |      |      |      |              |           |                  | C.I= (Imax-n)/(n-1)    |   |                  |      |      |      |      |      |              |           |                  |  |   |
| R.I (for n=6)          |      |      |      |      |      |              |           |                  |  | R.I (for n=6)                             |                  |      |      |      |      |      |              |           |                  | R.I (for n=6)          |   |                  |      |      |      |      |      |              |           |                  |  |   |
| CR < 0.1 (Acceptable)  |      |      |      |      |      |              |           |                  |  | CR < 0.1 (Acceptable)                     |                  |      |      |      |      |      |              |           |                  | CR < 0.1 (Acceptable)  |   |                  |      |      |      |      |      |              |           |                  |  |   |
| C.R = C.I/R.I          |      |      |      |      |      |              |           |                  |  | C.R = C.I/R.I                             |                  |      |      |      |      |      |              |           |                  | C.R = C.I/R.I          |   |                  |      |      |      |      |      |              |           |                  |  |   |

## APPENDIX C: 2020/21 G.C ERA ALLOTTED CAPITAL BUDGET FOR NEW PROJECTS (OWN TABULATION)

| NoteThat: ERA 2020/21 G.C alloted capita budget for all works including rehabilitation, upgrading, maintenace & feasibility study works is 58,080,201,000 ETB |  |                             |           |               |           |
|---|--|-----------------------------|-----------|---------------|-----------|
| <b>Own Tabulation: ERA 2020/21 G.C alloted capital budget for new projects</b>  |  |                             |           |               |           |
| MoF Budget Code   | Project Name                                 | Finance source in (000 ETB) |           |               |           |
|   |  | Treasury                    | Loan      | Foreign Grant | Total     |
| 273/02/02/00/034  | Abay bridge access road                      | 65,000                      |           |               | 65,000    |
| 273/03/02/00/035  | Shashemene-Alaba                             | 250,000                     |           |               | 250,000   |
| 273/03/02/00/192  | Alemgena-Butajira-Sodolot-1                  | 97,000                      |           |               | 97,000    |
| 273/03/02/00/193  | Alemgena-Butajira-Sodolot-2                  | 238,000                     |           |               | 238,000   |
| 273/03/02/00/194  | Arbaminch-Wezeka-Konso-Jinka-lot 1           | 115,000                     |           |               | 115,000   |
| 273/03/02/00/195  | Arbaminch-Wezeka-Konso-Jinka-lot 2           | 115,000                     |           |               | 115,000   |
| 273/03/02/00/191  | Ginir-Gode                                   | 52,500                      |           |               | 52,500    |
| 273/04/02/00/115  | Nekemete Bure Contract 1                     | 70,357                      | 232,978   |               | 303,335   |
| 273/04/02/00/117  | Nekemete Bure Contract 3                     | 78,019                      | 306,900   |               | 384,919   |
| 273/04/02/00/142  | Jimma-Chida                                  | 70,251                      | 345,103   |               | 415,354   |
| 273/04/02/00/159  | Dombidolo-Gambella                           | 137,500                     |           |               | 137,500   |
| 273/04/02/00/163  | Adele-Grawa                                  | 281,244                     |           |               | 281,244   |
| 273/04/02/00/166  | Diredawa-Shinile & diredawa town bypass road | 104,000                     |           |               | 104,000   |
| 273/04/02/00/172  | Dira-Masha-lot 2                             | 138,500                     |           |               | 138,500   |
| 273/04/02/00/173  | Negele-Boren- Dolooda-melka Sufti- lot 1     | 110,000                     |           |               | 110,000   |
| 273/04/02/00/398  | Seka-Atnago-alga-seyo-Shenen-guder-lot 2     | 232,000                     |           |               | 232,000   |
| 273/04/02/00/399  | Nejo-jarso-South Sudan border-lot 1          | 150,000                     |           |               | 150,000   |
| 273/04/02/00/175  | Kombolcha-Mekanselam                         | 95                          |           |               | 95,000    |
| 273/04/02/00/176  | Mekanselam-Abay bridge-Gindeweyne            | 100,000                     |           |               | 100,000   |
| 273/04/02/00/400  | Seka-Atnago-alga-seyo-Shenen-guder-lot 1     | 83,500                      |           |               | 83,500    |
| 273/04/02/00/401  | Nejo-jarso-South Sudan border-lot 2          | 78,500                      |           |               | 78,500    |
| 273/04/02/00/403  | Negele-Boren- Dolooda-melka Sufti- lot 2     | 70,000                      |           |               | 70,000    |
| 273/04/02/00/404  | Negele-Boren- Dolooda-melka Sufti- lot 3     | 70,000                      |           |               | 70,000    |
| 273/04/02/00/405  | Seka-Atnago-alga-seyo-Shenen-guder-lot 3     | 33,500                      |           |               | 33,500    |
| 273/04/02/00/406  | Agaro-Gera-Medabo                            | 52,500                      |           |               | 52,500    |
| 273/04/02/00/407  | Wacha-Maje                                   | 27,000                      |           |               | 27,000    |
| 273/04/02/00/408  | Gilgele-Belese-Dibate-Wenbera                | 22,000                      |           |               | 22,000    |
| 273/04/02/00/409  | Goba-negele borena                           | 27,700                      |           |               | 27,700    |
| 273/02/02/00/027  | Adama-Awash Express way                      | 14,768                      | 1,089,750 |               | 1,204,218 |
| 273/05/02/00/043  | Salayish-omo                                 | 72,448                      |           |               | 72,448    |
| 273/05/02/00/076  | Shebele-Imi                                  | 92,500                      |           |               | 92,500    |
| 273/05/02/00/202  | Hayke-bitsima-chifra                         | 165,000                     |           |               | 165,000   |
| 273/05/02/00/207  | Derme-Shakiso                                | 115,000                     |           |               | 115,000   |
| 273/05/02/00/210  | Shambu-Agamsa                                | 60,000                      | 523,425   |               | 583,425   |
| 273/05/02/00/214  | Hawila-Weranche                              | 135,000                     |           |               | 135,000   |
| 273/05/02/00/221  | Endesilassie-Rama-lot 1                      | 160,000                     |           |               | 160,000   |
| 273/05/02/00/222  | Yaso-Galso-Debate-lot 1                      | 223,000                     |           |               | 223,000   |
| 273/05/02/00/223  | Eleya-Makye                                  | 117,000                     |           |               | 117,000   |
| 273/05/02/00/224  | Etang-Wankye-mera                            | 152,000                     |           |               | 152,000   |
| 273/05/02/00/229  | Jigjiga-Segege-lot 2                         | 160,000                     |           |               | 160,000   |
| 273/05/02/00/230  | Gode-Hargele-lot 1                           | 180,000                     |           |               | 180,000   |
| 273/05/02/00/235  | Gimbe-Tenta                                  | 215,000                     |           |               | 215,000   |
| 273/05/02/00/240  | Kimer dingaye-Guna                           | 33,000                      |           |               | 33,000    |
| 273/05/02/00/251  | BozhaboreON-Bilalo                           | 121,000                     |           |               | 121,000   |
| 273/05/02/00/253  | Addis Alem-Maygeba-maytemene                 | 147,000                     |           |               | 147,000   |
| 273/05/02/00/246  | Zalambesa-edegahamuse-lot 1                  | 90,000                      |           |               | 90,000    |

| <b>Own Tabulation: ERA 2020/21 G.C allotted capital budget for new projects</b> |                                   |                                    |             |                      |              |
|---|-----------------------------------|------------------------------------|-------------|----------------------|--------------|
| <b>MoF Budget Code</b>  | <b>Project Name</b>               | <b>Finance source in (000 ETB)</b> |             |                      |              |
|   |                                   | <b>Treasury</b>                    | <b>Loan</b> | <b>Foreign Grant</b> | <b>Total</b> |
| 273/05/02/00/248  | Dubti-Biyokobebe-contract 1       | 110,000                            |             |                      | 110,000      |
| 273/05/02/00/255  | Fike-Segege-denane-lot 3          | 126,000                            |             |                      | 126,000      |
| 273/05/02/00/263  | Gode-Ferfere-lot 2                | 205,000                            |             |                      | 205,000      |
| 273/05/02/00/265  | Cheti-Gordmole-lot 3              | 234,200                            |             |                      | 234,200      |
| 273/05/02/00/266  | Nekemete-koncho                   | 191,200                            |             |                      | 191,200      |
| 273/05/02/00/267  | Pawijuction-Renaissance dam-lot 2 | 95,000                             |             |                      | 95,000       |
| 273/05/02/00/270  | Gode-Hargele-lot 2                | 135,000                            |             |                      | 135,000      |
| 273/05/02/00/271  | Bulbula-Bireshelko                | 222,000                            |             |                      | 222,000      |
| 273/05/02/00/274  | Debremarkose-mota-lot 1           | 57,000                             | 305,142     |                      | 362,142      |
| 273/05/02/00/275  | Debremarkose-mota-lot 2           | 60,118                             | 329,939     |                      | 390,057      |
| 273/05/02/00/276  | Dila-Shakiso-lot 1                | 58,500                             | 497,534     |                      | 556,034      |
| 273/05/02/00/277  | Arsi robe-Al-lot 1                | 128,000                            |             |                      | 128,000      |
| 273/05/02/00/278  | omo-maje-lot 2                    | 151,000                            |             |                      | 151,000      |
| 273/05/02/00/279  | Yaso-chagni-lot 2                 | 260,000                            |             |                      | 260,000      |
| 273/05/02/00/280  | Kemte-koncho-lot 1                | 169,000                            |             |                      | 169,000      |
| 273/05/02/00/281  | Tenta-Gashena-lot 2               | 115,000                            |             |                      | 115,000      |
| 273/05/02/00/282  | Debremarkose-chagni-lot 2         | 155,000                            |             |                      | 155,000      |
| 273/05/02/00/283  | Debremarkose-chagni-lot 3         | 154,000                            |             |                      | 154,000      |
| 273/05/02/00/284  | Homosha-hidase dam-lot 1          | 128,000                            |             |                      | 128,000      |
| 273/05/02/00/285  | Shekehussen-delosebro             | 169,000                            |             |                      | 169,000      |
| 273/05/02/00/286  | Guliso-biji-lot 1                 | 139,000                            |             |                      | 139,000      |
| 273/05/02/00/287  | Weldehana-Durgi                   | 161,500                            |             |                      | 161,500      |
| 273/05/02/00/288  | Kobo-lalibela-lot 2               | 93,500                             |             |                      | 93,500       |
| 273/05/02/00/289  | Supe-Kilo                         | 158,000                            |             |                      | 158,000      |
| 273/05/02/00/290  | Dembecha-Fersebate-Adate-lot 1    | 138,000                            |             |                      | 138,000      |
| 273/05/02/00/291  | Desse town bypass                 | 23,000                             |             |                      | 23,000       |
| 273/05/02/00/292  | Mettu town bypass                 | 23,598                             |             |                      | 23,598       |
| 273/05/02/00/293  | Mehalemeda-milemile-lot 1         | 170,000                            |             |                      | 170,000      |
| 273/05/02/00/294  | Durebate-metema-lot 1             | 189,000                            |             |                      | 189,000      |
| 273/05/02/00/295  | Durebate-metema-lot 2             | 174,000                            |             |                      | 174,000      |
| 273/05/02/00/296  | Durebate-metema-lot 3             | 179,000                            |             |                      | 179,000      |
| 273/05/02/00/297  | Dangela-Jawi                      | 154,000                            |             |                      | 154,000      |
| 273/05/02/00/298  | Bonosha-Achamo                    | 59,000                             |             |                      | 59,000       |
| 273/05/02/00/299  | Dima-Kibisi-lot 1                 | 218,000                            |             |                      | 218,000      |
| 273/05/02/00/301  | Alaba-Angecho-wato                | 171,000                            |             |                      | 171,000      |
| 273/05/02/00/302  | Alamta-dela-lot 1                 | 129,000                            |             |                      | 129,000      |
| 273/05/02/00/304  | Gelego-guba-lot 1                 | 140,000                            |             |                      | 140,000      |
| 273/05/02/00/305  | Goge-akobo-lot 1                  | 179,000                            |             |                      | 179,000      |
| 273/05/02/00/306  | Turmi-Weito                       | 193,000                            |             |                      | 193,000      |
| 273/05/02/00/308  | Gimbi-Metu-lot 1                  | 128,000                            |             |                      | 128,000      |
| 273/05/02/00/309  | Jiga-tilile-lot 2                 | 142,000                            |             |                      | 142,000      |
| 273/05/02/00/310  | Tongo-Asosa                       | 116,000                            |             |                      | 116,000      |
| 273/05/02/00/311  | Chanka-gidami                     | 84,000                             |             |                      | 84,000       |
| 273/05/02/00/312  | Bulehora-Shakiso                  | 178,500                            |             |                      | 178,500      |
| 273/05/02/00/313  | Jigjiga town bypass road          | 33,997                             |             |                      | 33,997       |
| 273/05/02/00/300  | Dayo-kibremengiste                | 158,000                            |             |                      | 158,000      |
| 273/05/02/00/315  | Metema-Sanja-lot 2                | 68,000                             |             |                      | 68,000       |
| 273/05/02/00/314  | Juhare-guguftu-lot 1              | 77,500                             |             |                      | 77,500       |
| 273/05/02/00/316  | Durgi-omo-nada-lot 3              | 72,500                             |             |                      | 72,500       |
| 273/05/02/00/318  | Golago-ttewodros town-guba-lot 2  | 98,000                             |             |                      | 98,000       |

| <b>Own Tabulation: ERA 2020/21 G.C allotted capital budget for new projects</b> |                                      |                                    |             |                      |              |
|---|--------------------------------------|------------------------------------|-------------|----------------------|--------------|
| <b>MoF Budget Code</b>  | <b>Project Name</b>                  | <b>Finance source in (000 ETB)</b> |             |                      |              |
|   |                                      | <b>Treasury</b>                    | <b>Loan</b> | <b>Foreign Grant</b> | <b>Total</b> |
| 273/05/02/00/319  | Fike-denane-lot 1                    | 76,000                             |             |                      | 76,000       |
| 273/05/02/00/320  | Fike-denane-lot 2                    | 81,000                             |             |                      | 81,000       |
| 273/05/02/00/321  | Dubti-Bitokobeb-cont 3               | 86,000                             |             |                      | 86,000       |
| 273/05/02/00/322  | Dubti-Bitokobeb-cont 4               | 86,000                             |             |                      | 86,000       |
| 273/05/02/00/323  | Dombidola-Gambela-lot 2              | 63,500                             |             |                      | 63,500       |
| 273/05/02/00/324  | Zalambesa-edegahamuse-lot 2          | 58,500                             |             |                      | 58,500       |
| 273/05/02/00/325  | Debremarkose-chagni-lot 4            | 138,500                            |             |                      | 138,500      |
| 273/05/02/00/326  | Dembecha-Fersebate-Adate-lot 2       | 60,500                             |             |                      | 60,500       |
| 273/05/02/00/327  | Jiga-tilile-lot 1                    | 123,500                            |             |                      | 123,500      |
| 273/05/02/00/328  | Mehalemeda-milemile-lot 2            | 68,500                             |             |                      | 68,500       |
| 273/05/02/00/329  | Dima-Kibishi-lot 2                   | 158,500                            |             |                      | 158,500      |
| 273/05/02/00/331  | Fishagenete-segene-gebelebino-lot 3  | 138,500                            |             |                      | 138,500      |
| 273/05/02/00/332  | Gambela-abebo-dima-lot 3             | 68,500                             |             |                      | 68,500       |
| 273/05/02/00/333  | Dila-Shakiso-lot 2                   | 58,000                             |             |                      | 58,000       |
| 273/05/02/00/334  | Homosha-hidase dam-lot 2             | 48,500                             |             |                      | 48,500       |
| 273/05/02/00/335  | Kobo-lalibela-lot 1                  | 88,500                             |             |                      | 88,500       |
| 273/05/02/00/336  | Guliso-biji-lot 2                    | 73,500                             |             |                      | 73,500       |
| 273/05/02/00/337  | Guliso-biji-lot 3                    | 73,500                             |             |                      | 73,500       |
| 273/05/02/00/338  | Alamta-dela-lot 2                    | 68,500                             |             |                      | 68,500       |
| 273/05/02/00/339  | Gimbi-Metu-lot 2                     | 78,500                             |             |                      | 78,500       |
| 273/05/02/00/340  | Gode-Jore-Akobo-lot 2                | 73,500                             |             |                      | 73,500       |
| 273/05/02/00/341  | Bulehora-Shakiso-kibremengiste-lot 2 | 68,500                             |             |                      | 68,500       |
| 273/05/02/00/343  | Sodo-tercha-lot 3                    | 48,500                             |             |                      | 48,500       |
| 273/05/02/00/344  | Morca-chano-lot 2                    | 33,500                             |             |                      | 33,500       |
| 273/05/02/00/345  | Hamusete-este-lot 3                  | 58,500                             |             |                      | 58,500       |
| 273/05/02/00/346  | Hagayo-metu                          | 85,000                             |             |                      | 85,000       |
| 273/05/02/00/347  | Halaba-Irba junction                 | 101,000                            |             |                      | 101,000      |
| 273/05/02/00/348  | Gerehusenaye-siro                    | 41,000                             |             |                      | 41,000       |
| 273/05/02/00/349  | Sekota-Addis zemen                   | 90,000                             |             |                      | 90,000       |
| 273/05/02/00/350  | Bati-kemese                          | 97,000                             |             |                      | 97,000       |
| 273/05/02/00/351  | Kesa-Gimjabeta-ambela                | 52,500                             |             |                      | 52,500       |
| 273/05/02/00/352  | Hawassa-Chiko                        | 36,500                             |             |                      | 36,500       |
| 273/05/02/00/353  | Aletawendo-dila                      | 31,000                             |             |                      | 31,000       |
| 273/05/02/00/354  | Hosana-Jako                          | 36,000                             |             |                      | 36,000       |
| 273/05/02/00/355  | Filtu-Moyale                         | 50,000                             |             |                      | 50,000       |
| 273/05/02/00/356  | Ibantu-Yaso                          | 36,500                             |             |                      | 36,500       |
| 273/05/02/00/357  | Pegnanege-Rike                       | 41,500                             |             |                      | 41,500       |
| 273/05/02/00/358  | Tolta-sepere                         | 46,000                             |             |                      | 46,000       |
| 273/05/02/00/359  | Bishoftu-Expressroad access          | 42,500                             |             |                      | 42,500       |
| 273/05/02/00/367  | Adola-harenfama                      | 43,500                             |             |                      | 43,500       |
| 273/05/02/00/360  | Gendesheno-keyemaberate-lot 1        | 22,000                             |             |                      | 22,000       |
| 273/05/02/00/361  | Maksegete-degoma-arbaya-adi junction | 18,000                             |             |                      | 18,000       |
| 273/05/02/00/362  | Chebera-gudumu                       | 58,500                             |             |                      | 58,500       |
| 273/05/02/00/363  | Bure-Gomere                          | 12,000                             |             |                      | 12,000       |
| 273/05/02/00/364  | Hoja-dure-kenate                     | 22,000                             |             |                      | 22,000       |
| 273/05/02/00/364  | Kofele-bilalo junction               | 22,000                             |             |                      | 22,000       |
| 273/05/02/00/366  | Deghamdo-degahabure                  | 22,000                             |             |                      | 22,000       |
| 273/05/02/00/368  | Adigu-Yechala                        | 17,000                             |             |                      | 17,000       |
| 273/05/02/00/369  | Birki-asibi junction                 | 17,000                             |             |                      | 17,000       |
| 273/05/02/00/370  | Ninnango-too/Ongonge/                | 17,000                             |             |                      | 17,000       |
| 273/05/02/00/371  | Semera-Mehoni                        | 12,000                             |             |                      | 12,000       |
| 273/07/02/00/012  | Dawa bridge                          | 51,071                             |             |                      | 51,071       |
| 273/07/02/00/013  | Weleka bridge                        | 45,263                             |             |                      | 45,263       |
| 273/07/02/00/018  | Tekeze bridge/humera/                | 18,500                             |             |                      | 18,500       |
| 273/07/02/00/019  | Merebe bridge/Adiabune-merebe/       | 13,000                             |             |                      | 13,000       |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

**APPENDIX D: RESPONDENTS RESPONSE DATA**

|                        |                        | Respondents Data (1-25) |   |   |   |   |   |   |   |   |      |      |    |      |      |    |      |      |      |    |    |      |      |      |    |    |   |
|------------------------|------------------------|-------------------------|---|---|---|---|---|---|---|---|------|------|----|------|------|----|------|------|------|----|----|------|------|------|----|----|---|
|                        | Coding                 | 1                       | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10   | 11   | 12 | 13   | 14   | 15 | 16   | 17   | 18   | 19 | 20 | 21   | 22   | 23   | 24 | 25 |   |
| Profit                 | Risk                   | A                       | 3 | 7 | 5 | 1 | 1 | 3 | 5 | 5 | 5    | 0.2  | 9  | 3    | 1    | 1  | 5    | 5    | 1    | 3  | 5  | 3    | 0.33 | 0.2  | 3  | 3  | 1 |
|                        | Measure of Worth       | B                       | 9 | 1 | 3 | 7 | 1 | 1 | 3 | 5 | 3    | 0.14 | 5  | 1    | 0.2  | 1  | 3    | 5    | 0.2  | 1  | 3  | 1    | 0.2  | 0.14 | 1  | 1  | 1 |
|                        | Financial Standing     | C                       | 7 | 5 | 3 | 7 | 4 | 1 | 7 | 7 | 3    | 0.33 | 3  | 3    | 0.33 | 3  | 3    | 1    | 0.33 | 1  | 7  | 1    | 1    | 0.2  | 1  | 1  | 3 |
|                        | Resource               | D                       | 9 | 6 | 3 | 7 | 9 | 3 | 7 | 7 | 3    | 1    | 3  | 5    | 1    | 3  | 5    | 1    | 1    | 3  | 7  | 3    | 1    | 1    | 3  | 3  | 5 |
|                        | Economic Factors       | E                       | 7 | 3 | 1 | 3 | 1 | 5 | 7 | 7 | 5    | 1    | 7  | 5    | 1    | 3  | 2    | 7    | 3    | 5  | 7  | 3    | 3    | 1    | 3  | 5  | 7 |
|                        | Experience             | F                       | 5 | 1 | 3 | 3 | 9 | 3 | 5 | 9 | 5    | 0.33 | 3  | 5    | 0.33 | 1  | 5    | 5    | 0.33 | 5  | 7  | 1    | 1    | 1    | 3  | 5  | 9 |
|                        | Technical Ability      | G                       | 9 | 1 | 2 | 3 | 9 | 6 | 3 | 7 | 1    | 0.33 | 7  | 1    | 0.14 | 3  | 3    | 0.33 | 0.14 | 2  | 7  | 3    | 0.33 | 0.33 | 1  | 1  | 9 |
|                        | Size and Complexity    | H                       | 5 | 1 | 3 | 1 | 1 | 5 | 3 | 9 | 4    | 0.2  | 7  | 3    | 0.2  | 1  | 3    | 5    | 0.5  | 3  | 9  | 5    | 1    | 0.33 | 3  | 1  | 8 |
|                        | Duration               | I                       | 7 | 5 | 7 | 5 | 9 | 5 | 3 | 9 | 5    | 2    | 9  | 1    | 1    | 1  | 5    | 1    | 1    | 5  | 9  | 7    | 3    | 1    | 3  | 5  | 8 |
|                        | Organizational Culture | J                       | 3 | 7 | 3 | 5 | 1 | 7 | 9 | 9 | 5    | 3    | 1  | 7    | 5    | 5  | 7    | 1    | 5    | 6  | 3  | 9    | 5    | 1    | 5  | 7  | 8 |
|                        | Environmental Factors  | K                       | 7 | 7 | 9 | 5 | 1 | 9 | 3 | 9 | 7    | 5    | 7  | 5    | 6    | 7  | 7    | 7    | 7    | 9  | 3  | 5    | 9    | 5    | 5  | 9  | 4 |
|                        | Location Factors       | L                       | 5 | 1 | 7 | 5 | 1 | 7 | 9 | 9 | 5    | 1    | 7  | 7    | 5    | 1  | 6    | 9    | 3    | 7  | 3  | 5    | 3    | 5    | 3  | 5  | 2 |
|                        | Social Responsibility  | M                       | 7 | 3 | 7 | 5 | 7 | 7 | 9 | 9 | 3    | 1    | 7  | 7    | 5    | 7  | 7    | 1    | 3    | 7  | 9  | 7    | 5    | 3    | 5  | 5  | 2 |
|                        | Political Factors      | N                       | 2 | 7 | 9 | 9 | 1 | 9 | 7 | 9 | 7    | 9    | 3  | 8    | 5    | 9  | 9    | 8    | 9    | 3  | 7  | 7    | 4    | 4    | 5  | 7  | 2 |
| Measure of Worth       | O                      | 3                       | 1 | 1 | 9 | 1 | 1 | 3 | 3 | 1 | 0.33 | 1    | 1  | 0.33 | 1    | 1  | 1    | 0.33 | 1    | 7  | 1  | 0.2  | 1    | 5    | 1  | 9  |   |
| Financial Standing     | P                      | 3                       | 2 | 2 | 3 | 9 | 1 | 3 | 1 | 3 | 1    | 1    | 1  | 0.33 | 3    | 1  | 3    | 0.33 | 1    | 5  | 1  | 1    | 2    | 3    | 1  | 9  |   |
| Resource               | Q                      | 5                       | 1 | 3 | 5 | 9 | 1 | 5 | 3 | 2 | 1    | 1    | 1  | 1    | 1    | 2  | 0.33 | 1    | 2    | 7  | 3  | 1    | 3    | 3    | 3  | 9  |   |
| Economic Factors       | R                      | 3                       | 5 | 3 | 9 | 7 | 3 | 5 | 3 | 3 | 3    | 1    | 3  | 3    | 1    | 3  | 3    | 3    | 3    | 5  | 3  | 3    | 5    | 5    | 5  | 9  |   |
| Experience             | S                      | 3                       | 1 | 1 | 9 | 1 | 5 | 3 | 3 | 3 | 1    | 3    | 1  | 1    | 3    | 3  | 0.2  | 1    | 5    | 9  | 3  | 1    | 3    | 3    | 5  | 9  |   |
| Technical Ability      | T                      | 7                       | 3 | 1 | 1 | 9 | 3 | 1 | 3 | 1 | 0.33 | 1    | 1  | 0.2  | 1    | 3  | 7    | 0.2  | 3    | 9  | 3  | 0.33 | 1    | 3    | 3  | 9  |   |
| Size and Complexity    | U                      | 3                       | 1 | 3 | 3 | 9 | 5 | 1 | 3 | 3 | 0.2  | 1    | 3  | 0.33 | 3    | 1  | 1    | 0.33 | 4    | 9  | 5  | 0.33 | 1    | 7    | 3  | 9  |   |
| Duration               | V                      | 7                       | 5 | 4 | 3 | 9 | 7 | 1 | 3 | 5 | 1    | 1    | 3  | 1    | 3    | 4  | 5    | 1    | 3    | 7  | 3  | 2    | 2    | 3    | 5  | 8  |   |
| Organizational Culture | W                      | 5                       | 5 | 7 | 3 | 4 | 3 | 7 | 3 | 7 | 5    | 1    | 7  | 5    | 1    | 5  | 7    | 5    | 5    | 3  | 7  | 5    | 5    | 5    | 7  | 8  |   |
| Environmental Factors  | X                      | 7                       | 6 | 7 | 9 | 9 | 7 | 3 | 3 | 9 | 7    | 1    | 3  | 6    | 7    | 7  | 3    | 7    | 7    | 3  | 9  | 7    | 9    | 5    | 9  | 8  |   |
| Location Factors       | Y                      | 4                       | 7 | 5 | 9 | 9 | 5 | 7 | 5 | 7 | 4    | 1    | 7  | 4    | 5    | 5  | 7    | 3    | 5    | 5  | 7  | 5    | 5    | 5    | 7  | 9  |   |
| Social Responsibility  | Z                      | 9                       | 5 | 6 | 9 | 7 | 3 | 7 | 5 | 9 | 4    | 1    | 9  | 4    | 1    | 5  | 3    | 3    | 3    | 5  | 7  | 5    | 3    | 5    | 7  | 6  |   |
| Political Factors      | Z1                     | 4                       | 5 | 9 | 9 | 9 | 7 | 5 | 9 | 9 | 8    | 9    | 5  | 9    | 1    | 7  | 5    | 9    | 8    | 5  | 9  | 8    | 7    | 5    | 9  | 9  |   |
| Measure of Worth       | Z2                     | 6                       | 5 | 3 | 1 | 1 | 1 | 5 | 7 | 1 | 1    | 1    | 3  | 1    | 1    | 1  | 1    | 3    | 3    | 5  | 1  | 3    | 3    | 1    | 1  | 9  |   |
| Resource               | Z3                     | 9                       | 3 | 3 | 3 | 9 | 2 | 7 | 5 | 2 | 1    | 1    | 5  | 1    | 3    | 2  | 2    | 2    | 4    | 1  | 2  | 2    | 2    | 2    | 3  | 9  |   |
| Economic Factors       | Z4                     | 3                       | 5 | 1 | 7 | 9 | 3 | 7 | 5 | 2 | 2    | 1    | 5  | 2    | 5    | 3  | 3    | 5    | 4    | 3  | 2  | 2    | 2    | 2    | 5  | 9  |   |
| Experience             | Z5                     | 3                       | 5 | 4 | 5 | 4 | 3 | 5 | 5 | 5 | 2    | 3    | 3  | 2    | 1    | 3  | 5    | 4    | 5    | 3  | 5  | 5    | 3    | 2    | 5  | 9  |   |
| Technical Ability      | Z6                     | 8                       | 3 | 3 | 5 | 9 | 1 | 1 | 5 | 1 | 0.2  | 1    | 1  | 0.33 | 1    | 1  | 1    | 0.33 | 1    | 5  | 3  | 3    | 1    | 3    | 3  | 9  |   |
| Size and Complexity    | Z7                     | 2                       | 5 | 3 | 5 | 1 | 1 | 3 | 5 | 2 | 0.33 | 1    | 3  | 1    | 1    | 3  | 5    | 1    | 2    | 7  | 5  | 1    | 1    | 2    | 3  | 9  |   |
| Duration               | Z8                     | 8                       | 7 | 5 | 7 | 7 | 5 | 3 | 7 | 5 | 1    | 1    | 2  | 5    | 4    | 3  | 2    | 3    | 7    | 7  | 3  | 2    | 2    | 7    | 9  |    |   |
| Organizational Culture | Z9                     | 3                       | 7 | 3 | 9 | 6 | 7 | 7 | 7 | 9 | 5    | 1    | 7  | 4    | 5    | 7  | 5    | 4    | 6    | 9  | 7  | 5    | 5    | 3    | 7  | 7  |   |
| Environmental Factors  | Z10                    | 7                       | 9 | 7 | 7 | 9 | 7 | 3 | 5 | 5 | 7    | 1    | 3  | 8    | 1    | 9  | 3    | 8    | 8    | 9  | 9  | 8    | 9    | 3    | 9  | 7  |   |
| Location Factors       | Z11                    | 3                       | 7 | 7 | 7 | 7 | 5 | 9 | 5 | 6 | 5    | 1    | 7  | 6    | 5    | 7  | 1    | 5    | 5    | 9  | 7  | 7    | 3    | 1    | 7  | 4  |   |
| Social Responsibility  | Z12                    | 7                       | 7 | 5 | 7 | 9 | 5 | 9 | 5 | 3 | 5    | 1    | 7  | 5    | 3    | 9  | 5    | 6    | 5    | 8  | 9  | 6    | 3    | 1    | 5  | 4  |   |
| Political Factors      | Z13                    | 3                       | 7 | 9 | 7 | 9 | 7 | 7 | 7 | 9 | 6    | 9    | 3  | 9    | 1    | 9  | 7    | 9    | 6    | 9  | 9  | 9    | 9    | 1    | 9  | 4  |   |
| Financial Standing     | Z14                    | 1                       | 1 | 3 | 9 | 1 | 3 | 3 | 7 | 1 | 1    | 1    | 1  | 1    | 1    | 3  | 3    | 3    | 3    | 1  | 3  | 3    | 1    | 5    | 3  | 5  |   |
| Economic Factors       | Z15                    | 1                       | 1 | 3 | 9 | 1 | 3 | 3 | 7 | 3 | 2    | 1    | 3  | 2    | 5    | 3  | 5    | 5    | 5    | 3  | 5  | 3    | 5    | 3    | 5  | 5  |   |
| Experience             | Z16                    | 3                       | 3 | 5 | 5 | 1 | 5 | 3 | 7 | 3 | 1    | 1    | 1  | 5    | 3    | 5  | 1    | 3    | 5    | 5  | 3  | 1    | 3    | 5    | 7  |    |   |
| Technical Ability      | Z17                    | 1                       | 1 | 5 | 3 | 1 | 3 | 1 | 7 | 1 | 0.33 | 5    | 1  | 0.33 | 5    | 1  | 3    | 0.33 | 2    | 7  | 5  | 1    | 0.33 | 5    | 3  | 7  |   |
| Size and Complexity    | Z18                    | 3                       | 5 | 3 | 9 | 9 | 5 | 1 | 7 | 3 | 0.2  | 7    | 3  | 1    | 3    | 3  | 5    | 0.33 | 3    | 7  | 5  | 1    | 0.2  | 5    | 3  | 9  |   |
| Duration               | Z19                    | 2                       | 2 | 2 | 3 | 4 | 7 | 3 | 7 | 2 | 1    | 2    | 2  | 2    | 7    | 2  | 2    | 1    | 4    | 7  | 7  | 3    | 2    | 2    | 7  |    |   |
| Organizational Culture | Z20                    | 3                       | 7 | 3 | 9 | 4 | 7 | 7 | 7 | 5 | 7    | 9    | 7  | 3    | 7    | 5  | 5    | 7    | 5    | 7  | 6  | 5    | 3    | 7    | 5  |    |   |
| Environmental Factors  | Z21                    | 3                       | 7 | 7 | 9 | 1 | 9 | 3 | 9 | 9 | 7    | 1    | 1  | 9    | 7    | 7  | 7    | 9    | 5    | 9  | 8  | 9    | 3    | 9    | 5  |    |   |
| Location Factors       | Z22                    | 2                       | 7 | 7 | 9 | 1 | 6 | 7 | 5 | 7 | 4    | 7    | 5  | 5    | 1    | 5  | 3    | 5    | 7    | 5  | 7  | 5    | 5    | 3    | 7  | 7  |   |
| Social Responsibility  | Z23                    | 2                       | 9 | 5 | 3 | 1 | 6 | 9 | 7 | 5 | 4    | 7    | 7  | 5    | 5    | 5  | 5    | 5    | 5    | 8  | 5  | 7    | 5    | 3    | 3  | 5  |   |
| Political Factors      | Z24                    | 3                       | 9 | 9 | 3 | 1 | 9 | 9 | 7 | 9 | 8    | 9    | 3  | 7    | 3    | 7  | 7    | 8    | 9    | 5  | 7  | 9    | 8    | 5    | 7  | 5  |   |
| Resource               | Z25                    | 3                       | 7 | 1 | 9 | 9 | 2 | 3 | 3 | 1 | 2    | 3    | 3  | 1    | 5    | 3  | 9    | 0.33 | 1    | 7  | 3  | 1    | 1    | 9    | 3  | 7  |   |
| Experience             | Z26                    | 2                       | 5 | 2 | 3 | 1 | 3 | 1 | 3 | 3 | 1    | 1    | 1  | 1    | 3    | 3  | 0.33 | 3    | 5    | 5  | 1  | 1    | 5    | 5    | 5  |    |   |
| Technical Ability      | Z27                    | 3                       | 5 | 3 | 3 | 1 | 1 | 1 | 5 | 1 | 0.33 | 7    | 1  | 0.33 | 7    | 1  | 7    | 0.14 | 1    | 1  | 3  | 0.33 | 0.2  | 3    | 3  | 7  |   |
| Size and Complexity    | Z28                    | 1                       | 3 | 3 | 7 | 9 | 1 | 1 | 5 | 1 | 3    | 7    | 1  | 0.2  | 7    | 3  | 7    | 1    | 2    | 1  | 3  | 1    | 0.33 | 7    | 3  | 5  |   |
| Duration               | Z29                    | 3                       | 7 | 5 | 7 | 9 | 5 | 1 | 5 | 3 | 1    | 7    | 1  | 3    | 7    | 3  | 5    | 1    | 3    | 3  | 5  | 4    | 2    | 7    | 5  | 7  |   |
| Organizational Culture | Z30                    | 3                       | 9 | 3 | 7 | 4 | 8 | 7 | 5 | 5 | 5    | 5    | 7  | 5    | 7    | 5  | 7    | 3    | 5    | 3  | 7  | 5    | 5    | 4    | 7  | 7  |   |
| Environmental Factors  | Z31                    | 5                       | 9 | 9 | 7 | 9 | 9 | 3 | 5 | 7 | 8    | 1    | 3  | 5    | 7    | 9  | 5    | 7    | 7    | 3  | 7  | 7    | 9    | 8    | 7  |    |   |
| Location Factors       | Z32                    | 2                       | 8 | 7 | 7 | 9 | 6 | 7 | 7 | 5 | 2    | 7    | 5  | 9    | 5    | 7  | 3    | 5    | 5    | 5  | 5  | 5    | 7    | 9    | 9  | 6  |   |
| Social Responsibility  | Z33                    | 3                       | 8 | 7 | 7 | 6 | 8 | 9 | 7 | 7 | 5    | 7    | 7  | 5    | 7    | 3  | 5    | 3    | 3    | 5  | 5  | 5    | 7    | 9    | 9  | 4  |   |
| Political Factors      | Z34                    | 8                       | 8 | 7 | 7 | 1 | 9 | 7 | 7 | 9 | 9    | 7    | 5  | 7    | 7    | 9  | 5    | 3    | 5    | 5  | 9  | 7    | 8    | 9    | 9  | 4  |   |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| Respondents Data (1-25) |                        |        |   |   |   |   |   |   |   |   |   |      |    |    |      |    |    |       |      |    |    |    |      |      |    |    |    |
|-------------------------|------------------------|--------|---|---|---|---|---|---|---|---|---|------|----|----|------|----|----|-------|------|----|----|----|------|------|----|----|----|
|                         |                        | Coding | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10   | 11 | 12 | 13   | 14 | 15 | 16    | 17   | 18 | 19 | 20 | 21   | 22   | 23 | 24 | 25 |
| Economic Factors        | Experience             | Z35    | 1 | 1 | 3 | 3 | 3 | 1 | 1 | 5 | 3 | 1    | 3  | 1  | 1    | 1  | 2  | 5     | 0.33 | 3  | 9  | 3  | 0.33 | 1    | 4  | 3  | 5  |
|                         | Technical Ability      | Z36    | 2 | 1 | 3 | 7 | 3 | 1 | 1 | 5 | 1 | 0.33 | 3  | 1  | 0.33 | 1  | 1  | 3     | 0.2  | 1  | 7  | 1  | 0.2  | 0.33 | 4  | 3  | 5  |
|                         | Size and Complexity    | Z37    | 3 | 5 | 3 | 7 | 1 | 1 | 1 | 5 | 3 | 0.2  | 3  | 1  | 0.33 | 1  | 1  | 5     | 1    | 1  | 5  | 3  | 0.33 | 0.33 | 9  | 3  | 5  |
|                         | Duration               | Z38    | 4 | 3 | 4 | 5 | 1 | 2 | 1 | 3 | 5 | 2    | 3  | 1  | 1    | 1  | 3  | 9     | 1    | 2  | 5  | 5  | 3    | 2    | 5  | 7  | 5  |
|                         | Organizational Culture | Z39    | 3 | 5 | 3 | 7 | 6 | 7 | 5 | 5 | 4 | 5    | 3  | 5  | 4    | 3  | 7  | 3     | 3    | 4  | 3  | 5  | 5    | 5    | 7  | 7  | 5  |
|                         | Environmental Factors  | Z40    | 2 | 5 | 7 | 7 | 8 | 7 | 3 | 3 | 9 | 6    | 1  | 3  | 6    | 1  | 9  | 5     | 5    | 6  | 3  | 7  | 5    | 9    | 9  | 5  | 3  |
|                         | Location Factors       | Z41    | 3 | 7 | 5 | 9 | 8 | 5 | 9 | 3 | 7 | 4    | 1  | 7  | 4    | 3  | 7  | 3     | 5    | 7  | 1  | 7  | 5    | 5    | 9  | 5  | 3  |
|                         | Social Responsibility  | Z42    | 4 | 7 | 5 | 9 | 1 | 5 | 7 | 3 | 7 | 5    | 1  | 9  | 4    | 3  | 5  | 0.2   | 5    | 5  | 3  | 5  | 5    | 5    | 9  | 7  | 3  |
|                         | Political Factors      | Z43    | 3 | 7 | 9 | 9 | 1 | 6 | 7 | 3 | 9 | 9    | 7  | 7  | 8    | 1  | 9  | 1     | 3    | 9  | 3  | 7  | 7    | 6    | 9  | 9  | 3  |
| Experience              | Technical Ability      | Z44    | 3 | 3 | 2 | 9 | 2 | 1 | 1 | 9 | 1 | 0.33 | 5  | 1  | 0.33 | 5  | 3  | 5     | 0.2  | 1  | 1  | 1  | 0.33 | 0.2  | 7  | 1  | 7  |
|                         | Size and Complexity    | Z45    | 2 | 7 | 1 | 5 | 9 | 1 | 1 | 9 | 1 | 0.2  | 5  | 1  | 1    | 3  | 1  | 9     | 0.33 | 1  | 3  | 1  | 0.33 | 0.33 | 6  | 1  | 7  |
|                         | Duration               | Z46    | 1 | 5 | 2 | 9 | 9 | 2 | 1 | 9 | 3 | 1    | 7  | 1  | 1    | 3  | 2  | 3     | 1    | 2  | 3  | 3  | 3    | 1    | 9  | 3  | 9  |
|                         | Organizational Culture | Z47    | 1 | 7 | 3 | 9 | 1 | 5 | 5 | 9 | 5 | 3    | 7  | 5  | 3    | 3  | 7  | 0.2   | 3    | 7  | 5  | 5  | 3    | 5    | 9  | 5  | 9  |
|                         | Environmental Factors  | Z48    | 3 | 7 | 7 | 7 | 9 | 7 | 3 | 9 | 8 | 5    | 7  | 1  | 5    | 5  | 7  | 7     | 5    | 7  | 5  | 7  | 5    | 8    | 2  | 5  | 7  |
|                         | Location Factors       | Z49    | 4 | 7 | 5 | 5 | 4 | 5 | 7 | 9 | 6 | 3    | 7  | 5  | 5    | 3  | 5  | 0.143 | 3    | 5  | 5  | 5  | 3    | 5    | 2  | 3  | 9  |
|                         | Social Responsibility  | Z50    | 1 | 7 | 3 | 5 | 9 | 5 | 7 | 7 | 5 | 3    | 7  | 7  | 5    | 5  | 5  | 5     | 3    | 7  | 7  | 5  | 3    | 3    | 7  | 3  | 9  |
|                         | Political Factors      | Z51    | 2 | 7 | 7 | 5 | 1 | 8 | 5 | 7 | 8 | 5    | 7  | 5  | 6    | 7  | 9  | 7     | 7    | 7  | 5  | 7  | 8    | 3    | 7  | 7  | 9  |
| Technical Ability       | Size and Complexity    | Z52    | 7 | 7 | 1 | 9 | 9 | 2 | 3 | 5 | 1 | 1    | 7  | 3  | 1    | 7  | 1  | 5     | 1    | 2  | 1  | 1  | 1    | 1    | 5  | 1  | 9  |
|                         | Duration               | Z53    | 7 | 7 | 4 | 9 | 9 | 5 | 1 | 5 | 3 | 3    | 7  | 1  | 2    | 7  | 5  | 5     | 3    | 2  | 1  | 3  | 3    | 2    | 5  | 5  | 7  |
|                         | Organizational Culture | Z54    | 7 | 7 | 5 | 7 | 9 | 5 | 7 | 5 | 6 | 5    | 5  | 7  | 4    | 7  | 4  | 1     | 5    | 5  | 3  | 5  | 5    | 5    | 5  | 5  | 9  |
|                         | Environmental Factors  | Z55    | 5 | 7 | 7 | 7 | 1 | 7 | 3 | 5 | 8 | 7    | 5  | 3  | 7    | 5  | 7  | 3     | 7    | 7  | 3  | 7  | 7    | 9    | 3  | 7  | 7  |
|                         | Location Factors       | Z56    | 7 | 7 | 7 | 7 | 1 | 5 | 9 | 5 | 5 | 3    | 3  | 5  | 6    | 5  | 5  | 5     | 6    | 5  | 3  | 5  | 5    | 3    | 3  | 5  | 7  |
|                         | Social Responsibility  | Z57    | 9 | 7 | 5 | 7 | 6 | 5 | 7 | 5 | 5 | 3    | 7  | 7  | 6    | 1  | 5  | 7     | 6    | 3  | 5  | 5  | 5    | 3    | 3  | 5  | 9  |
|                         | Political Factors      | Z58    | 9 | 7 | 7 | 7 | 1 | 7 | 5 | 5 | 8 | 8    | 7  | 3  | 9    | 7  | 7  | 5     | 9    | 7  | 3  | 9  | 8    | 3    | 3  | 9  | 8  |
| Size and Complexity     | Duration               | Z59    | 2 | 5 | 3 | 9 | 9 | 3 | 1 | 3 | 2 | 3    | 1  | 1  | 3    | 7  | 3  | 3     | 3    | 4  | 7  | 3  | 3    | 3    | 7  | 5  | 1  |
|                         | Organizational Culture | Z60    | 3 | 5 | 5 | 7 | 9 | 7 | 5 | 7 | 5 | 7    | 5  | 5  | 4    | 5  | 5  | 5     | 5    | 7  | 5  | 5  | 5    | 5    | 4  | 5  | 1  |
|                         | Environmental Factors  | Z61    | 1 | 7 | 6 | 7 | 1 | 9 | 1 | 7 | 7 | 7    | 5  | 3  | 6    | 7  | 7  | 1     | 7    | 7  | 5  | 7  | 7    | 7    | 4  | 7  | 5  |
|                         | Location Factors       | Z62    | 2 | 5 | 5 | 5 | 1 | 7 | 5 | 3 | 5 | 5    | 5  | 5  | 5    | 1  | 5  | 5     | 5    | 7  | 5  | 5  | 5    | 5    | 2  | 7  | 1  |
|                         | Social Responsibility  | Z63    | 4 | 7 | 7 | 5 | 3 | 7 | 7 | 9 | 3 | 5    | 5  | 7  | 5    | 7  | 6  | 0.2   | 6    | 5  | 7  | 5  | 5    | 5    | 2  | 5  | 5  |
|                         | Political Factors      | Z64    | 5 | 7 | 7 | 5 | 1 | 8 | 5 | 9 | 7 | 7    | 3  | 7  | 7    | 1  | 9  | 3     | 8    | 9  | 9  | 7  | 7    | 8    | 2  | 7  | 5  |
| Duration                | Organizational Culture | Z65    | 1 | 7 | 3 | 7 | 1 | 5 | 7 | 9 | 3 | 3    | 7  | 5  | 3    | 7  | 3  | 5     | 3    | 3  | 9  | 3  | 3    | 3    | 3  | 5  | 1  |
|                         | Environmental Factors  | Z66    | 3 | 7 | 9 | 9 | 1 | 6 | 3 | 9 | 9 | 5    | 7  | 3  | 3    | 9  | 5  | 3     | 5    | 6  | 1  | 5  | 5    | 5    | 2  | 7  | 5  |
|                         | Location Factors       | Z67    | 1 | 7 | 7 | 9 | 9 | 7 | 7 | 7 | 7 | 3    | 7  | 5  | 3    | 7  | 3  | 5     | 3    | 4  | 1  | 3  | 5    | 3    | 2  | 7  | 7  |
|                         | Social Responsibility  | Z68    | 1 | 7 | 5 | 5 | 5 | 7 | 7 | 9 | 5 | 3    | 7  | 7  | 3    | 7  | 3  | 5     | 3    | 5  | 3  | 3  | 5    | 3    | 2  | 5  | 9  |
|                         | Political Factors      | Z69    | 2 | 7 | 9 | 5 | 1 | 9 | 5 | 9 | 9 | 6    | 7  | 7  | 5    | 7  | 7  | 7     | 2    | 7  | 7  | 7  | 6    | 6    | 2  | 9  | 9  |
| Organizational Culture  | Environmental Factors  | Z70    | 2 | 5 | 7 | 9 | 2 | 3 | 1 | 3 | 3 | 1    | 2  | 1  | 1    | 7  | 7  | 3     | 2    | 5  | 9  | 5  | 3    | 3    | 5  | 5  | 5  |
|                         | Location Factors       | Z71    | 3 | 3 | 5 | 9 | 2 | 1 | 5 | 3 | 5 | 1    | 2  | 3  | 1    | 7  | 5  | 7     | 1    | 3  | 9  | 3  | 1    | 1    | 5  | 3  | 3  |
|                         | Social Responsibility  | Z72    | 2 | 5 | 3 | 9 | 2 | 1 | 7 | 9 | 3 | 1    | 2  | 1  | 1    | 7  | 5  | 5     | 1    | 1  | 7  | 3  | 1    | 1    | 5  | 3  | 7  |
|                         | Political Factors      | Z73    | 3 | 5 | 6 | 9 | 4 | 5 | 5 | 9 | 7 | 2    | 2  | 1  | 3    | 7  | 7  | 7     | 4    | 6  | 9  | 5  | 4    | 4    | 5  | 5  | 9  |
| Environmental Factors   | Location Factors       | Z74    | 1 | 1 | 2 | 9 | 9 | 1 | 5 | 3 | 1 | 0.2  | 1  | 5  | 0.33 | 7  | 1  | 5     | 3    | 5  | 7  | 5  | 0.33 | 1    | 5  | 3  | 3  |
|                         | Social Responsibility  | Z75    | 1 | 1 | 1 | 9 | 7 | 1 | 7 | 3 | 1 | 1    | 5  | 3  | 0.33 | 7  | 1  | 7     | 1    | 3  | 9  | 5  | 0.33 | 1    | 2  | 1  | 7  |
|                         | Political Factors      | Z76    | 2 | 1 | 3 | 9 | 5 | 5 | 5 | 3 | 3 | 5    | 7  | 1  | 1    | 7  | 3  | 5     | 2    | 5  | 9  | 7  | 3    | 2    | 2  | 5  | 8  |
| Location Factors        | Social Responsibility  | Z77    | 2 | 3 | 1 | 7 | 9 | 3 | 1 | 3 | 1 | 1    | 2  | 3  | 0.33 | 1  | 1  | 7     | 1    | 1  | 7  | 3  | 1    | 1    | 2  | 1  | 9  |
|                         | Political Factors      | Z78    | 2 | 3 | 5 | 7 | 1 | 5 | 1 | 3 | 3 | 5    | 2  | 1  | 1    | 3  | 5  | 5     | 3    | 5  | 9  | 5  | 3    | 2    | 2  | 7  | 7  |
| Social Responsibility   | Political Factors      | Z79    | 3 | 3 | 5 | 9 | 3 | 5 | 3 | 9 | 1 | 3    | 7  | 1  | 1    | 5  | 1  | 9     | 1    | 1  | 9  | 5  | 3    | 1    | 5  | 5  | 5  |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

|                        |                        |                    | Respondents Response (26-50) |    |    |      |      |    |    |    |    |      |      |    |    |    |      |      |    |    |    |    |      |      |      |      |    |   |
|------------------------|------------------------|--------------------|------------------------------|----|----|------|------|----|----|----|----|------|------|----|----|----|------|------|----|----|----|----|------|------|------|------|----|---|
|                        |                        | Coding             | 26                           | 27 | 28 | 29   | 30   | 31 | 32 | 33 | 34 | 35   | 36   | 37 | 38 | 39 | 40   | 41   | 42 | 43 | 44 | 45 | 46   | 47   | 48   | 49   | 50 |   |
| Profit                 | Risk                   | A                  | 9                            | 9  | 3  | 1    | 0.2  | 3  | 9  | 1  | 3  | 0.2  | 1    | 3  | 3  | 3  | 1    | 5    | 1  | 3  | 2  | 9  | 9    | 0.2  | 3    | 3    | 9  |   |
|                        | Measure of Worth       | B                  | 9                            | 9  | 1  | 0.2  | 0.2  | 1  | 9  | 3  | 1  | 0.14 | 5    | 1  | 1  | 7  | 0.33 | 3    | 7  | 1  | 1  | 1  | 5    | 0.14 | 1    | 1    | 7  |   |
|                        | Financial Standing     | C                  | 9                            | 9  | 1  | 0.33 | 0.33 | 1  | 9  | 3  | 1  | 0.33 | 7    | 1  | 1  | 5  | 0.2  | 5    | 1  | 3  | 1  | 5  | 9    | 0.33 | 3    | 1    | 7  |   |
|                        | Resource               | D                  | 9                            | 7  | 3  | 1    | 1    | 3  | 9  | 7  | 1  | 1    | 7    | 3  | 3  | 5  | 1    | 5    | 1  | 5  | 5  | 3  | 9    | 1    | 3    | 2    | 9  |   |
|                        | Economic Factors       | E                  | 9                            | 7  | 5  | 3    | 3    | 5  | 9  | 9  | 3  | 1    | 5    | 7  | 5  | 7  | 3    | 3    | 3  | 7  | 7  | 7  | 7    | 1    | 5    | 2    | 5  |   |
|                        | Experience             | F                  | 7                            | 7  | 3  | 1    | 1    | 5  | 7  | 7  | 5  | 1    | 7    | 7  | 5  | 3  | 1    | 3    | 3  | 3  | 7  | 4  | 9    | 1    | 5    | 3    | 9  |   |
|                        | Technical Ability      | G                  | 7                            | 9  | 6  | 1    | 0.33 | 5  | 9  | 5  | 3  | 1    | 5    | 7  | 5  | 3  | 1    | 3    | 7  | 1  | 1  | 2  | 9    | 1    | 3    | 1    | 3  |   |
|                        | Size and Complexity    | H                  | 7                            | 9  | 5  | 1    | 0.2  | 5  | 5  | 3  | 4  | 1    | 5    | 3  | 5  | 5  | 1    | 3    | 7  | 7  | 1  | 2  | 5    | 1    | 5    | 1    | 9  |   |
|                        | Duration               | I                  | 5                            | 9  | 5  | 3    | 3    | 7  | 9  | 1  | 7  | 3    | 7    | 3  | 7  | 7  | 7    | 2    | 5  | 9  | 3  | 1  | 9    | 9    | 3    | 5    | 4  | 1 |
|                        | Organizational Culture | J                  | 9                            | 7  | 7  | 5    | 5    | 7  | 9  | 1  | 7  | 5    | 7    | 7  | 7  | 3  | 5    | 5    | 3  | 5  | 9  | 3  | 5    | 5    | 7    | 5    | 9  |   |
|                        | Environmental Factors  | K                  | 5                            | 9  | 9  | 9    | 9    | 9  | 7  | 1  | 9  | 7    | 3    | 7  | 9  | 5  | 9    | 5    | 5  | 1  | 3  | 7  | 9    | 7    | 7    | 7    | 9  |   |
|                        | Location Factors       | L                  | 9                            | 9  | 7  | 5    | 5    | 7  | 5  | 3  | 7  | 2    | 1    | 9  | 7  | 7  | 5    | 7    | 3  | 7  | 7  | 6  | 7    | 3    | 5    | 5    | 7  |   |
|                        | Social Responsibility  | M                  | 3                            | 9  | 7  | 5    | 3    | 7  | 9  | 3  | 9  | 2    | 5    | 9  | 7  | 7  | 5    | 9    | 1  | 3  | 9  | 8  | 9    | 3    | 7    | 5    | 5  |   |
|                        | Political Factors      | N                  | 7                            | 9  | 9  | 7    | 7    | 9  | 7  | 5  | 9  | 7    | 5    | 1  | 9  | 7  | 9    | 3    | 9  | 3  | 5  | 8  | 9    | 7    | 9    | 9    | 9  |   |
| Risk                   | Measure of Worth       | O                  | 9                            | 7  | 1  | 1    | 0.33 | 1  | 9  | 7  | 1  | 1    | 3    | 1  | 1  | 1  | 1    | 3    | 1  | 1  | 2  | 3  | 0.33 | 1    | 0.33 | 5    |    |   |
|                        | Financial Standing     | P                  | 7                            | 7  | 1  | 1    | 1    | 1  | 9  | 5  | 1  | 1    | 5    | 3  | 1  | 3  | 1    | 3    | 3  | 3  | 1  | 5  | 5    | 0.33 | 1    | 0.33 | 9  |   |
|                        | Resource               | Q                  | 7                            | 7  | 1  | 3    | 1    | 1  | 5  | 5  | 1  | 3    | 3    | 1  | 1  | 3  | 1    | 3    | 3  | 5  | 3  | 3  | 0.3  | 1    | 1    | 3    | 3  |   |
|                        | Economic Factors       | R                  | 7                            | 9  | 3  | 3    | 3    | 3  | 7  | 7  | 2  | 3    | 3    | 7  | 3  | 5  | 3    | 5    | 3  | 7  | 7  | 3  | 7    | 1    | 5    | 3    | 9  |   |
|                        | Experience             | S                  | 9                            | 9  | 5  | 1    | 0.33 | 5  | 6  | 9  | 2  | 1    | 7    | 7  | 5  | 5  | 1    | 5    | 5  | 3  | 7  | 2  | 7    | 1    | 5    | 1    | 1  |   |
|                        | Technical Ability      | T                  | 9                            | 9  | 3  | 1    | 0.2  | 5  | 9  | 7  | 1  | 1    | 5    | 7  | 5  | 3  | 1    | 5    | 5  | 1  | 1  | 2  | 9    | 1    | 3    | 1    | 5  |   |
|                        | Size and Complexity    | U                  | 9                            | 9  | 5  | 1    | 0.33 | 5  | 7  | 5  | 1  | 1    | 5    | 9  | 5  | 3  | 1    | 3    | 7  | 1  | 3  | 7  | 9    | 1    | 3    | 1    | 9  |   |
|                        | Duration               | V                  | 3                            | 9  | 7  | 2    | 3    | 7  | 9  | 3  | 7  | 2    | 5    | 3  | 7  | 3  | 2    | 3    | 7  | 3  | 1  | 4  | 5    | 3    | 5    | 5    | 9  |   |
|                        | Organizational Culture | W                  | 3                            | 7  | 3  | 3    | 5    | 7  | 7  | 1  | 5  | 5    | 7    | 3  | 7  | 3  | 5    | 3    | 3  | 7  | 9  | 3  | 3    | 5    | 5    | 5    | 9  |   |
|                        | Environmental Factors  | X                  | 9                            | 7  | 7  | 7    | 7    | 9  | 5  | 1  | 9  | 8    | 3    | 9  | 9  | 5  | 8    | 5    | 1  | 3  | 5  | 5  | 7    | 9    | 9    | 7    | 9  |   |
|                        | Location Factors       | Y                  | 5                            | 7  | 5  | 5    | 5    | 7  | 9  | 3  | 5  | 6    | 3    | 3  | 7  | 5  | 3    | 5    | 5  | 7  | 9  | 3  | 5    | 8    | 7    | 5    | 7  |   |
|                        | Social Responsibility  | Z                  | 1                            | 9  | 3  | 3    | 5    | 7  | 7  | 3  | 7  | 5    | 7    | 3  | 7  | 7  | 3    | 3    | 3  | 7  | 7  | 5  | 3    | 6    | 7    | 5    | 3  |   |
|                        | Political Factors      | Z1                 | 9                            | 9  | 7  | 7    | 8    | 7  | 3  | 3  | 9  | 6    | 1    | 7  | 9  | 7  | 5    | 9    | 7  | 5  | 3  | 3  | 9    | 9    | 9    | 7    | 7  |   |
|                        | Measure of Worth       | Financial Standing | Z2                           | 9  | 9  | 1    | 3    | 1  | 1  | 9  | 1  | 2    | 0.33 | 3  | 7  | 3  | 1    | 0.33 | 7  | 9  | 3  | 4  | 1    | 7    | 3    | 1    | 3  | 7 |
| Resource               |                        | Z3                 | 9                            | 9  | 2  | 5    | 3    | 3  | 9  | 5  | 3  | 3    | 5    | 7  | 5  | 3  | 3    | 7    | 9  | 7  | 1  | 5  | 7    | 3    | 1    | 3    | 9  |   |
| Economic Factors       |                        | Z4                 | 9                            | 7  | 3  | 5    | 5    | 5  | 9  | 5  | 5  | 3    | 7    | 7  | 5  | 3  | 5    | 7    | 9  | 7  | 7  | 5  | 5    | 5    | 5    | 5    | 7  |   |
| Experience             |                        | Z5                 | 7                            | 7  | 3  | 3    | 3    | 5  | 7  | 5  | 3  | 4    | 7    | 7  | 5  | 5  | 3    | 5    | 1  | 5  | 7  | 4  | 5    | 5    | 5    | 3    | 3  |   |
| Technical Ability      |                        | Z6                 | 7                            | 5  | 1  | 1    | 1    | 5  | 9  | 5  | 1  | 2    | 5    | 3  | 5  | 1  | 1    | 5    | 7  | 1  | 1  | 2  | 7    | 3    | 3    | 1    | 3  |   |
| Size and Complexity    |                        | Z7                 | 5                            | 5  | 1  | 1    | 1    | 5  | 9  | 7  | 3  | 3    | 3    | 1  | 5  | 3  | 1    | 5    | 7  | 3  | 3  | 2  | 9    | 3    | 5    | 1    | 7  |   |
| Duration               |                        | Z8                 | 5                            | 7  | 5  | 2    | 3    | 7  | 9  | 3  | 5  | 4    | 3    | 1  | 7  | 7  | 3    | 5    | 1  | 3  | 1  | 3  | 7    | 3    | 7    | 3    | 9  |   |
| Organizational Culture |                        | Z9                 | 7                            | 3  | 7  | 5    | 5    | 7  | 1  | 9  | 7  | 5    | 7    | 3  | 9  | 5  | 5    | 5    | 1  | 7  | 7  | 3  | 5    | 5    | 7    | 5    | 9  |   |
| Environmental Factors  |                        | Z10                | 7                            | 3  | 7  | 8    | 7    | 9  | 1  | 9  | 9  | 9    | 5    | 5  | 9  | 5  | 8    | 5    | 1  | 5  | 1  | 6  | 7    | 9    | 9    | 7    | 9  |   |
| Location Factors       |                        | Z11                | 3                            | 3  | 5  | 5    | 5    | 7  | 7  | 9  | 5  | 5    | 3    | 1  | 9  | 7  | 5    | 5    | 3  | 9  | 7  | 4  | 5    | 5    | 7    | 5    | 5  |   |
| Social Responsibility  |                        | Z12                | 3                            | 3  | 5  | 5    | 5    | 7  | 1  | 9  | 5  | 5    | 7    | 1  | 9  | 7  | 5    | 5    | 3  | 7  | 9  | 3  | 9    | 4    | 7    | 5    | 9  |   |
| Political Factors      |                        | Z13                | 3                            | 7  | 7  | 9    | 7    | 9  | 1  | 9  | 7  | 9    | 1    | 5  | 9  | 7  | 9    | 7    | 3  | 5  | 3  | 3  | 9    | 9    | 9    | 7    | 3  |   |
| Financial Standing     |                        | Resource           | Z14                          | 9  | 5  | 3    | 1    | 3  | 3  | 1  | 3  | 3    | 1    | 9  | 7  | 3  | 3    | 1    | 5  | 9  | 1  | 2  | 1    | 9    | 3    | 3    | 3  | 9 |
|                        |                        | Economic Factors   | Z15                          | 9  | 5  | 3    | 3    | 3  | 3  | 1  | 5  | 5    | 3    | 7  | 7  | 5  | 5    | 3    | 5  | 9  | 3  | 7  | 7    | 7    | 5    | 4    | 3  | 1 |
|                        | Experience             | Z16                | 5                            | 5  | 5  | 1    | 1    | 5  | 5  | 5  | 3  | 3    | 5    | 7  | 5  | 5  | 1    | 3    | 5  | 1  | 5  | 7  | 9    | 3    | 5    | 3    | 7  |   |
|                        | Technical Ability      | Z17                | 7                            | 5  | 3  | 0.33 | 0.33 | 3  | 1  | 1  | 1  | 1    | 5    | 7  | 5  | 3  | 1    | 3    | 9  | 1  | 1  | 3  | 9    | 1    | 5    | 1    | 9  |   |
|                        | Size and Complexity    | Z18                | 5                            | 5  | 5  | 0.2  | 1    | 3  | 3  | 1  | 3  | 1    | 5    | 1  | 5  | 3  | 1    | 3    | 9  | 1  | 1  | 3  | 7    | 3    | 5    | 1    | 5  |   |
|                        | Duration               | Z19                | 5                            | 7  | 7  | 2    | 3    | 5  | 6  | 1  | 5  | 3    | 3    | 3  | 7  | 5  | 3    | 3    | 9  | 1  | 1  | 3  | 7    | 3    | 7    | 5    | 1  |   |
|                        | Organizational Culture | Z20                | 5                            | 7  | 7  | 5    | 5    | 7  | 1  | 1  | 7  | 4    | 7    | 3  | 7  | 7  | 5    | 3    | 5  | 7  | 7  | 4  | 5    | 5    | 7    | 5    | 9  |   |
|                        | Environmental Factors  | Z21                | 5                            | 7  | 9  | 7    | 9    | 9  | 5  | 5  | 9  | 8    | 3    | 7  | 9  | 7  | 9    | 3    | 1  | 5  | 3  | 6  | 5    | 9    | 9    | 7    | 9  |   |
|                        | Location Factors       | Z22                | 5                            | 7  | 6  | 3    | 7    | 7  | 7  | 5  | 5  | 5    | 3    | 3  | 7  | 5  | 3    | 3    | 1  | 5  | 9  | 6  | 3    | 7    | 9    | 7    | 9  |   |
|                        | Social Responsibility  | Z23                | 5                            | 5  | 6  | 3    | 7    | 5  | 1  | 5  | 7  | 8    | 7    | 3  | 7  | 5  | 3    | 3    | 1  | 7  | 9  | 3  | 9    | 7    | 9    | 7    | 9  |   |
|                        | Political Factors      | Z24                | 5                            | 5  | 9  | 9    | 9    | 7  | 1  | 5  | 9  | 9    | 1    | 7  | 9  | 9  | 7    | 3    | 5  | 3  | 7  | 8  | 9    | 9    | 9    | 9    | 3  |   |
|                        | Resource               | Economic Factors   | Z25                          | 9  | 9  | 2    | 1    | 3  | 3  | 1  | 3  | 3    | 1    | 7  | 9  | 3  | 3    | 3    | 5  | 9  | 3  | 6  | 5    | 7    | 3    | 3    | 1  | 9 |
|                        |                        | Experience         | Z26                          | 7  | 9  | 3    | 1    | 1  | 5  | 1  | 5  | 5    | 2    | 7  | 1  | 3  | 3    | 1    | 5  | 9  | 3  | 1  | 5    | 7    | 3    | 3    | 3  | 1 |
|                        |                        | Technical Ability  | Z27                          | 5  | 7  | 1    | 1    | 1  | 3  | 1  | 1  | 3    | 2    | 7  | 7  | 3  | 5    | 1    | 5  | 9  | 1  | 1  | 5    | 9    | 1    | 1    | 1  | 7 |
| Size and Complexity    |                        | Z28                | 5                            | 7  | 1  | 1    | 1    | 3  | 1  | 3  | 3  | 2    | 5    | 1  | 3  | 3  | 1    | 5    | 9  | 1  | 1  | 5  | 7    | 1    | 1    | 1    | 3  |   |
| Duration               |                        | Z29                | 7                            | 7  | 5  | 2    | 3    | 5  | 3  | 3  | 5  | 5    | 3    | 1  | 5  | 7  | 2    | 5    | 9  | 3  | 1  | 3  | 7    | 3    | 5    | 3    | 9  |   |
| Organizational Culture |                        | Z30                | 5                            | 5  | 8  | 5    | 5    | 5  | 1  | 5  | 7  | 5    | 7    | 7  | 5  | 3  | 5    | 7    | 5  | 7  | 9  | 3  | 5    | 3    | 7    | 6    | 9  |   |
| Environmental Factors  |                        | Z31                | 9                            | 5  | 9  | 8    | 9    | 9  | 1  | 5  | 7  | 9    | 5    | 7  | 7  | 9  | 5    | 1    | 5  | 3  | 8  | 7  | 7    | 9    | 8    | 9    |    |   |
| Location Factors       |                        | Z32                | 9                            | 9  | 6  | 5    | 6    | 7  | 1  | 3  | 7  | 5    | 3    | 7  | 5  | 5  | 4    | 5    | 9  | 7  | 7  | 6  | 7    | 5    | 7    | 5    | 7  |   |
| Social Responsibility  |                        | Z33                | 5                            | 9  | 8  | 3    | 9    | 5  | 3  | 3  | 5  | 5    | 7    | 1  | 5  | 5  | 5    | 5    | 1  | 9  | 9  | 6  | 5    | 5    | 7    | 5    | 9  |   |
| Political Factors      |                        | Z34                | 9                            | 9  | 9  | 8    | 6    | 7  | 1  | 3  | 7  | 9    | 3    | 3  | 7  | 7  | 7    | 7    | 9  | 7  | 7  | 8  | 5    | 9    | 9    | 7    | 9  |   |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

|                        |                        |                   | Respondents Response (26-50) |    |    |      |      |    |    |    |    |    |      |    |    |    |    |    |    |    |    |    |      |      |    |    |    |   |  |  |
|------------------------|------------------------|-------------------|------------------------------|----|----|------|------|----|----|----|----|----|------|----|----|----|----|----|----|----|----|----|------|------|----|----|----|---|--|--|
|                        |                        | Coding            | 26                           | 27 | 28 | 29   | 30   | 31 | 32 | 33 | 34 | 35 | 36   | 37 | 38 | 39 | 40 | 41 | 42 | 43 | 44 | 45 | 46   | 47   | 48 | 49 | 50 |   |  |  |
| Economic Factors       | Experience             | Z35               | 7                            | 5  | 1  | 0.33 | 0.33 | 3  | 9  | 3  | 2  | 1  | 7    | 5  | 3  | 3  | 1  | 5  | 9  | 1  | 1  | 3  | 7    | 1    | 1  | 3  | 7  |   |  |  |
|                        | Technical Ability      | Z36               | 9                            | 5  | 1  | 0.2  | 0.2  | 1  | 1  | 5  | 1  | 1  | 5    | 5  | 3  | 3  | 1  | 5  | 9  | 1  | 1  | 5  | 7    | 0.33 | 1  | 1  | 5  |   |  |  |
|                        | Size and Complexity    | Z37               | 7                            | 7  | 1  | 0.33 | 0.33 | 1  | 1  | 5  | 1  | 1  | 5    | 5  | 3  | 3  | 1  | 5  | 9  | 3  | 1  | 5  | 7    | 0.33 | 1  | 1  | 9  |   |  |  |
|                        | Duration               | Z38               | 7                            | 7  | 2  | 2    | 3    | 3  | 3  | 7  | 2  | 2  | 3    | 5  | 5  | 5  | 2  | 5  | 9  | 1  | 1  | 4  | 7    | 3    | 5  | 3  | 9  |   |  |  |
|                        | Organizational Culture | Z39               | 9                            | 7  | 7  | 4    | 5    | 5  | 1  | 7  | 7  | 5  | 7    | 3  | 7  | 5  | 5  | 5  | 7  | 7  | 7  | 8  | 5    | 5    | 7  | 5  | 9  |   |  |  |
|                        | Environmental Factors  | Z40               | 9                            | 7  | 7  | 9    | 7    | 7  | 1  | 7  | 7  | 9  | 5    | 3  | 9  | 9  | 9  | 5  | 1  | 3  | 3  | 3  | 5    | 7    | 9  | 8  | 7  |   |  |  |
|                        | Location Factors       | Z41               | 9                            | 9  | 5  | 4    | 5    | 5  | 1  | 1  | 5  | 3  | 5    | 7  | 7  | 6  | 5  | 5  | 9  | 7  | 5  | 3  | 5    | 5    | 9  | 5  | 7  |   |  |  |
|                        | Social Responsibility  | Z42               | 5                            | 9  | 5  | 4    | 5    | 3  | 1  | 1  | 5  | 3  | 7    | 1  | 9  | 9  | 5  | 3  | 1  | 5  | 9  | 3  | 7    | 5    | 9  | 5  | 7  |   |  |  |
|                        | Political Factors      | Z43               | 9                            | 9  | 6  | 9    | 9    | 7  | 1  | 1  | 7  | 7  | 1    | 5  | 9  | 9  | 7  | 7  | 3  | 5  | 3  | 3  | 7    | 7    | 9  | 7  | 3  |   |  |  |
|                        | Experience             | Technical Ability | Z44                          | 9  | 9  | 1    | 0.33 | 1  | 1  | 1  | 1  | 2  | 0.33 | 7  | 9  | 1  | 3  | 1  | 5  | 9  | 1  | 1  | 1    | 7    | 1  | 1  | 1  | 9 |  |  |
|                        | Size and Complexity    | Z45               | 9                            | 9  | 1  | 0.33 | 1    | 1  | 1  | 1  | 2  | 1  | 5    | 5  | 1  | 5  | 1  | 5  | 9  | 1  | 1  | 1  | 7    | 1    | 1  | 1  | 7  |   |  |  |
|                        | Duration               | Z46               | 3                            | 7  | 2  | 1    | 3    | 1  | 1  | 1  | 5  | 3  | 7    | 3  | 3  | 5  | 3  | 5  | 9  | 1  | 3  | 1  | 7    | 2    | 5  | 3  | 9  |   |  |  |
|                        | Organizational Culture | Z47               | 7                            | 7  | 5  | 3    | 5    | 5  | 1  | 1  | 7  | 3  | 9    | 3  | 7  | 5  | 3  | 5  | 9  | 5  | 7  | 3  | 5    | 5    | 7  | 5  | 3  |   |  |  |
|                        | Environmental Factors  | Z48               | 5                            | 9  | 7  | 7    | 9    | 7  | 1  | 1  | 7  | 7  | 3    | 1  | 9  | 3  | 7  | 5  | 3  | 1  | 3  | 8  | 5    | 7    | 9  | 8  | 9  |   |  |  |
|                        | Location Factors       | Z49               | 5                            | 9  | 5  | 3    | 7    | 5  | 3  | 1  | 5  | 5  | 1    | 1  | 7  | 3  | 5  | 5  | 3  | 7  | 5  | 5  | 5    | 5    | 7  | 5  | 5  |   |  |  |
|                        | Social Responsibility  | Z50               | 5                            | 9  | 5  | 3    | 7    | 5  | 1  | 1  | 5  | 5  | 7    | 1  | 7  | 5  | 5  | 5  | 1  | 5  | 7  | 5  | 7    | 5    | 9  | 5  | 7  |   |  |  |
|                        | Political Factors      | Z51               | 5                            | 7  | 8  | 8    | 9    | 7  | 1  | 1  | 9  | 7  | 1    | 1  | 9  | 5  | 7  | 9  | 1  | 3  | 5  | 8  | 1    | 8    | 9  | 9  | 9  |   |  |  |
| Technical Ability      | Size and Complexity    | Z52               | 9                            | 7  | 2  | 3    | 1    | 1  | 1  | 1  | 1  | 3  | 5    | 7  | 1  | 3  | 1  | 7  | 9  | 3  | 1  | 7  | 9    | 1    | 1  | 1  | 5  |   |  |  |
|                        | Duration               | Z53               | 9                            | 7  | 5  | 5    | 3    | 3  | 1  | 1  | 2  | 5  | 7    | 5  | 3  | 5  | 3  | 7  | 9  | 1  | 1  | 7  | 7    | 3    | 5  | 3  | 9  |   |  |  |
|                        | Organizational Culture | Z54               | 9                            | 5  | 5  | 5    | 5    | 5  | 1  | 3  | 5  | 5  | 7    | 3  | 5  | 3  | 3  | 7  | 9  | 7  | 5  | 3  | 7    | 5    | 7  | 3  | 7  |   |  |  |
|                        | Environmental Factors  | Z55               | 7                            | 7  | 7  | 8    | 7    | 7  | 1  | 3  | 9  | 9  | 7    | 3  | 7  | 5  | 7  | 5  | 1  | 3  | 3  | 8  | 7    | 9    | 9  | 9  | 9  |   |  |  |
|                        | Location Factors       | Z56               | 7                            | 5  | 5  | 6    | 6    | 5  | 1  | 3  | 7  | 7  | 7    | 3  | 7  | 3  | 5  | 5  | 1  | 7  | 7  | 5  | 7    | 5    | 5  | 5  | 3  |   |  |  |
|                        | Social Responsibility  | Z57               | 1                            | 5  | 5  | 4    | 5    | 3  | 3  | 1  | 7  | 5  | 9    | 1  | 7  | 5  | 5  | 7  | 1  | 5  | 5  | 6  | 5    | 5    | 5  | 3  | 1  |   |  |  |
|                        | Political Factors      | Z58               | 1                            | 5  | 7  | 9    | 8    | 5  | 9  | 1  | 9  | 9  | 3    | 1  | 9  | 5  | 5  | 9  | 1  | 5  | 3  | 8  | 3    | 9    | 7  | 9  | 3  |   |  |  |
| Size and Complexity    | Duration               | Z59               | 9                            | 9  | 3  | 1    | 3    | 3  | 1  | 1  | 3  | 3  | 3    | 7  | 5  | 5  | 3  | 7  | 9  | 1  | 1  | 1  | 5    | 2    | 3  | 3  | 9  |   |  |  |
|                        | Organizational Culture | Z60               | 9                            | 9  | 7  | 3    | 5    | 5  | 1  | 3  | 5  | 5  | 7    | 3  | 7  | 5  | 5  | 5  | 9  | 5  | 5  | 4  | 7    | 5    | 5  | 5  | 7  |   |  |  |
|                        | Environmental Factors  | Z61               | 5                            | 5  | 9  | 5    | 7    | 7  | 1  | 3  | 7  | 7  | 5    | 7  | 9  | 5  | 9  | 3  | 7  | 3  | 3  | 5  | 5    | 7    | 7  | 7  | 5  |   |  |  |
|                        | Location Factors       | Z62               | 5                            | 5  | 7  | 3    | 5    | 5  | 1  | 1  | 5  | 5  | 5    | 7  | 7  | 3  | 5  | 5  | 7  | 5  | 5  | 5  | 7    | 5    | 5  | 5  | 1  |   |  |  |
|                        | Social Responsibility  | Z63               | 1                            | 5  | 7  | 3    | 5    | 5  | 9  | 1  | 5  | 5  | 9    | 1  | 7  | 5  | 5  | 3  | 3  | 7  | 7  | 6  | 7    | 5    | 5  | 5  | 5  |   |  |  |
|                        | Political Factors      | Z64               | 1                            | 5  | 8  | 8    | 8    | 7  | 9  | 1  | 7  | 7  | 5    | 1  | 9  | 5  | 7  | 7  | 5  | 3  | 5  | 8  | 9    | 8    | 7  | 7  | 9  |   |  |  |
| Duration               | Organizational Culture | Z65               | 7                            | 5  | 5  | 3    | 3    | 5  | 1  | 1  | 5  | 3  | 7    | 3  | 3  | 7  | 3  | 3  | 9  | 5  | 5  | 4  | 5    | 3    | 4  | 3  | 9  |   |  |  |
|                        | Environmental Factors  | Z66               | 9                            | 5  | 6  | 7    | 5    | 7  | 1  | 3  | 7  | 7  | 5    | 5  | 7  | 5  | 5  | 5  | 7  | 3  | 3  | 7  | 7    | 7    | 5  | 7  | 7  |   |  |  |
|                        | Location Factors       | Z67               | 9                            | 7  | 7  | 5    | 3    | 5  | 1  | 3  | 7  | 5  | 5    | 5  | 5  | 5  | 3  | 5  | 9  | 5  | 7  | 7  | 5    | 5    | 5  | 3  | 9  |   |  |  |
|                        | Social Responsibility  | Z68               | 5                            | 7  | 7  | 5    | 3    | 5  | 1  | 3  | 5  | 5  | 7    | 1  | 5  | 5  | 3  | 5  | 7  | 7  | 7  | 6  | 7    | 3    | 5  | 3  | 1  |   |  |  |
|                        | Political Factors      | Z69               | 7                            | 7  | 9  | 9    | 7    | 9  | 1  | 3  | 7  | 7  | 5    | 1  | 7  | 7  | 7  | 9  | 5  | 5  | 3  | 7  | 5    | 7    | 7  | 7  | 9  |   |  |  |
| Organizational Culture | Environmental Factors  | Z70               | 5                            | 3  | 3  | 3    | 3    | 5  | 1  | 7  | 3  | 1  | 7    | 1  | 5  | 7  | 3  | 3  | 1  | 1  | 1  | 8  | 3    | 3    | 3  | 5  | 5  |   |  |  |
|                        | Location Factors       | Z71               | 5                            | 3  | 1  | 1    | 1    | 3  | 3  | 7  | 1  | 1  | 7    | 1  | 3  | 7  | 1  | 3  | 3  | 3  | 5  | 3  | 3    | 1    | 3  | 3  | 7  |   |  |  |
|                        | Social Responsibility  | Z72               | 5                            | 3  | 1  | 1    | 1    | 1  | 1  | 7  | 3  | 1  | 7    | 1  | 3  | 7  | 3  | 3  | 3  | 1  | 3  | 7  | 7    | 3    | 3  | 3  | 9  |   |  |  |
|                        | Political Factors      | Z73               | 5                            | 3  | 5  | 3    | 7    | 7  | 1  | 7  | 6  | 3  | 5    | 1  | 7  | 7  | 5  | 9  | 7  | 1  | 1  | 8  | 9    | 5    | 5  | 7  | 7  |   |  |  |
| Environmental Factors  | Location Factors       | Z74               | 9                            | 9  | 1  | 0.33 | 0.2  | 1  | 1  | 7  | 1  | 1  | 7    | 7  | 1  | 1  | 1  | 5  | 7  | 5  | 7  | 1  | 7    | 1    | 1  | 1  | 9  |   |  |  |
|                        | Social Responsibility  | Z75               | 1                            | 9  | 1  | 1    | 0.33 | 1  | 9  | 7  | 1  | 1  | 7    | 1  | 1  | 3  | 1  | 5  | 3  | 3  | 3  | 4  | 7    | 1    | 1  | 1  | 1  |   |  |  |
|                        | Political Factors      | Z76               | 9                            | 9  | 5  | 2    | 5    | 3  | 9  | 7  | 2  | 3  | 5    | 1  | 5  | 3  | 1  | 9  | 7  | 1  | 3  | 8  | 9    | 2    | 3  | 3  | 5  |   |  |  |
| Location Factors       | Social Responsibility  | Z77               | 9                            | 7  | 3  | 2    | 1    | 1  | 9  | 1  | 1  | 1  | 7    | 1  | 3  | 3  | 1  | 5  | 5  | 1  | 3  | 3  | 7    | 1    | 1  | 3  | 7  |   |  |  |
|                        | Political Factors      | Z78               | 9                            | 7  | 5  | 4    | 3    | 5  | 1  | 1  | 5  | 3  | 5    | 1  | 5  | 3  | 3  | 5  | 7  | 1  | 1  | 8  | 0.14 | 3    | 5  | 5  | 5  |   |  |  |
| Social Responsibility  | Political Factors      | Z79               | 9                            | 7  | 5  | 1    | 1    | 1  | 1  | 5  | 3  | 3  | 5    | 5  | 7  | 3  | 1  | 9  | 9  | 3  | 3  | 3  | 9    | 1    | 1  | 3  | 3  |   |  |  |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

| Respondents Response (51-78) |                        |                    |     |    |    |    |    |    |     |      |      |      |    |    |      |    |    |    |    |      |    |    |    |    |      |    |    |    |    |   |   |
|------------------------------|------------------------|--------------------|-----|----|----|----|----|----|-----|------|------|------|----|----|------|----|----|----|----|------|----|----|----|----|------|----|----|----|----|---|---|
|                              | Coding                 | 51                 | 52  | 53 | 54 | 55 | 56 | 57 | 58  | 59   | 60   | 61   | 62 | 63 | 64   | 65 | 66 | 67 | 68 | 69   | 70 | 71 | 72 | 73 | 74   | 75 | 76 | 77 | 78 |   |   |
| Profit                       | Risk                   | A                  | 1   | 5  | 9  | 1  | 9  | 3  | 5   | 0.33 | 3    | 1    | 9  | 3  | 1    | 5  | 3  | 3  | 3  | 3    | 3  | 1  | 9  | 3  | 0.33 | 9  | 5  | 5  | 3  | 1 |   |
|                              | Measure of Worth       | B                  | 5   | 1  | 1  | 1  | 1  | 3  | 1   | 0.33 | 1    | 1    | 3  | 1  | 1    | 3  | 1  | 1  | 1  | 3    | 1  | 9  | 1  | 1  | 0.33 | 7  | 3  | 1  | 5  | 3 |   |
|                              | Financial Standing     | C                  | 7   | 3  | 3  | 1  | 1  | 3  | 1   | 0.2  | 1    | 1    | 7  | 3  | 1    | 3  | 1  | 5  | 3  | 0.2  | 1  | 1  | 5  | 1  | 1    | 7  | 3  | 9  | 3  | 5 |   |
|                              | Resource               | D                  | 7   | 5  | 3  | 3  | 1  | 1  | 2   | 1    | 3    | 3    | 5  | 5  | 1    | 5  | 3  | 5  | 5  | 5    | 3  | 1  | 1  | 1  | 1    | 9  | 3  | 7  | 5  | 7 |   |
|                              | Economic Factors       | E                  | 5   | 5  | 7  | 5  | 1  | 1  | 5   | 1    | 5    | 0.33 | 7  | 7  | 1    | 5  | 5  | 7  | 7  | 3    | 5  | 9  | 5  | 5  | 1    | 5  | 5  | 9  | 7  | 7 |   |
|                              | Experience             | F                  | 9   | 5  | 9  | 5  | 1  | 1  | 5   | 1    | 5    | 5    | 5  | 5  | 3    | 5  | 5  | 5  | 7  | 5    | 5  | 5  | 3  | 1  | 9    | 7  | 3  | 5  | 9  |   |   |
|                              | Technical Ability      | G                  | 5   | 1  | 1  | 3  | 1  | 1  | 3   | 1    | 5    | 2    | 1  | 1  | 1    | 5  | 5  | 3  | 1  | 7    | 3  | 9  | 3  | 3  | 1    | 5  | 5  | 3  | 5  | 7 |   |
|                              | Size and Complexity    | H                  | 5   | 3  | 3  | 3  | 1  | 1  | 3   | 1    | 5    | 4    | 5  | 3  | 7    | 3  | 5  | 1  | 3  | 3    | 3  | 7  | 7  | 3  | 1    | 3  | 5  | 9  | 5  | 7 |   |
|                              | Duration               | I                  | 7   | 1  | 3  | 3  | 1  | 3  | 5   | 3    | 7    | 7    | 1  | 1  | 9    | 4  | 7  | 1  | 3  | 3    | 5  | 7  | 3  | 5  | 3    | 9  | 7  | 5  | 7  | 5 |   |
|                              | Organizational Culture | J                  | 7   | 9  | 7  | 5  | 3  | 1  | 7   | 5    | 9    | 9    | 9  | 5  | 7    | 7  | 9  | 9  | 3  | 7    | 9  | 1  | 7  | 5  | 2    | 9  | 5  | 6  | 9  |   |   |
|                              | Environmental Factors  | K                  | 3   | 1  | 9  | 7  | 7  | 1  | 8   | 5    | 7    | 9    | 5  | 3  | 3    | 9  | 9  | 3  | 3  | 5    | 9  | 9  | 3  | 7  | 7    | 2  | 9  | 5  | 8  | 7 |   |
|                              | Location Factors       | L                  | 1   | 7  | 9  | 5  | 5  | 1  | 7   | 3    | 7    | 9    | 9  | 5  | 2    | 5  | 7  | 7  | 7  | 5    | 7  | 7  | 5  | 7  | 5    | 9  | 9  | 7  | 9  |   |   |
|                              | Social Responsibility  | M                  | 5   | 9  | 7  | 7  | 5  | 1  | 5   | 3    | 9    | 9    | 9  | 7  | 2    | 5  | 7  | 9  | 9  | 3    | 7  | 9  | 3  | 5  | 5    | 9  | 1  | 9  | 5  |   |   |
|                              | Political Factors      | N                  | 5   | 7  | 7  | 9  | 9  | 1  | 7   | 5    | 9    | 7    | 7  | 3  | 1    | 7  | 9  | 5  | 5  | 7    | 9  | 1  | 5  | 7  | 7    | 3  | 9  | 9  | 9  | 7 |   |
| Risk                         | Measure of Worth       | O                  | 3   | 1  | 7  | 1  | 1  | 1  | 0.2 | 1    | 3    | 1    | 1  | 1  | 1    | 1  | 1  | 1  | 3  | 1    | 9  | 5  | 1  | 1  | 7    | 1  | 1  | 1  | 9  |   |   |
|                              | Financial Standing     | P                  | 5   | 3  | 5  | 1  | 1  | 7  | 1   | 1    | 2    | 3    | 3  | 1  | 1    | 1  | 4  | 1  | 1  | 1    | 4  | 7  | 1  | 1  | 9    | 1  | 9  | 1  | 9  |   |   |
|                              | Resource               | Q                  | 3   | 3  | 5  | 3  | 1  | 1  | 1   | 1    | 1    | 3    | 5  | 3  | 1    | 1  | 1  | 5  | 3  | 3    | 3  | 7  | 5  | 1  | 3    | 7  | 1  | 3  | 1  | 3 |   |
|                              | Economic Factors       | R                  | 3   | 1  | 7  | 5  | 1  | 7  | 3   | 3    | 3    | 9    | 7  | 5  | 0.33 | 2  | 3  | 5  | 5  | 5    | 5  | 9  | 3  | 3  | 3    | 5  | 4  | 7  | 5  | 5 |   |
|                              | Experience             | S                  | 7   | 3  | 7  | 5  | 3  | 5  | 2   | 1    | 1    | 7    | 5  | 3  | 1    | 3  | 5  | 5  | 3  | 5    | 3  | 7  | 3  | 3  | 3    | 9  | 3  | 5  | 5  | 9 |   |
|                              | Technical Ability      | T                  | 5   | 1  | 1  | 3  | 7  | 7  | 2   | 1    | 1    | 7    | 1  | 1  | 1    | 1  | 5  | 1  | 1  | 5    | 3  | 1  | 7  | 3  | 1    | 9  | 3  | 7  | 5  | 7 |   |
|                              | Size and Complexity    | U                  | 5   | 3  | 5  | 3  | 7  | 7  | 3   | 1    | 3    | 1    | 3  | 1  | 2    | 3  | 5  | 3  | 3  | 3    | 4  | 9  | 9  | 3  | 1    | 7  | 3  | 3  | 4  | 7 |   |
|                              | Duration               | V                  | 5   | 1  | 1  | 5  | 3  | 7  | 4   | 3    | 5    | 5    | 3  | 3  | 7    | 5  | 7  | 1  | 1  | 1    | 5  | 9  | 5  | 5  | 5    | 9  | 7  | 9  | 6  | 3 |   |
|                              | Organizational Culture | W                  | 7   | 7  | 7  | 7  | 1  | 7  | 5   | 5    | 7    | 7    | 9  | 7  | 4    | 7  | 7  | 7  | 7  | 5    | 7  | 7  | 3  | 7  | 5    | 5  | 9  | 7  | 7  | 9 |   |
|                              | Environmental Factors  | X                  | 3   | 1  | 7  | 9  | 3  | 1  | 7   | 7    | 9    | 8    | 3  | 5  | 1    | 9  | 9  | 5  | 5  | 3    | 9  | 9  | 3  | 7  | 7    | 7  | 9  | 1  | 9  | 7 |   |
|                              | Location Factors       | Y                  | 3   | 5  | 9  | 7  | 7  | 3  | 7   | 3    | 7    | 7    | 9  | 7  | 1    | 7  | 7  | 7  | 7  | 7    | 7  | 3  | 5  | 7  | 5    | 7  | 6  | 5  | 7  | 5 |   |
|                              | Social Responsibility  | Z                  | 7   | 9  | 5  | 5  | 6  | 7  | 5   | 3    | 7    | 6    | 9  | 9  | 1    | 5  | 7  | 5  | 9  | 3    | 9  | 9  | 3  | 5  | 5    | 9  | 6  | 3  | 9  | 5 |   |
|                              | Political Factors      | Z1                 | 1   | 7  | 5  | 9  | 3  | 7  | 9   | 7    | 9    | 8    | 7  | 3  | 1    | 7  | 7  | 3  | 5  | 1    | 9  | 1  | 5  | 7  | 7    | 5  | 9  | 1  | 9  | 7 |   |
|                              | Measure of Worth       | Financial Standing | Z2  | 3  | 1  | 7  | 1  | 3  | 7   | 2    | 0.33 | 1    | 1  | 1  | 1    | 1  | 1  | 1  | 3  | 3    | 1  | 7  | 9  | 1  | 1    | 9  | 1  | 1  | 1  | 9 |   |
| Resource                     |                        | Z3                 | 5   | 3  | 5  | 3  | 3  | 5  | 3   | 2    | 3    | 2    | 3  | 3  | 2    | 3  | 5  | 5  | 5  | 3    | 1  | 5  | 1  | 3  | 9    | 3  | 3  | 3  | 9  |   |   |
| Economic Factors             |                        | Z4                 | 7   | 5  | 9  | 5  | 7  | 3  | 4   | 3    | 5    | 3    | 5  | 3  | 3    | 5  | 3  | 5  | 1  | 5    | 9  | 9  | 3  | 3  | 5    | 5  | 3  | 5  | 1  |   |   |
| Experience                   |                        | Z5                 | 7   | 5  | 1  | 5  | 9  | 7  | 5   | 1    | 5    | 5    | 5  | 5  | 7    | 3  | 5  | 3  | 3  | 3    | 5  | 9  | 5  | 3  | 1    | 5  | 5  | 9  | 3  | 5 |   |
| Technical Ability            |                        | Z6                 | 5   | 1  | 5  | 3  | 9  | 3  | 2   | 1    | 5    | 3    | 1  | 3  | 1    | 5  | 5  | 1  | 1  | 5    | 5  | 1  | 5  | 3  | 0.33 | 7  | 5  | 7  | 3  | 7 |   |
| Size and Complexity          |                        | Z7                 | 3   | 1  | 3  | 3  | 9  | 5  | 3   | 1    | 5    | 7    | 3  | 1  | 7    | 3  | 5  | 3  | 3  | 5    | 4  | 7  | 7  | 3  | 0.33 | 3  | 5  | 7  | 5  | 9 |   |
| Duration                     |                        | Z8                 | 3   | 1  | 9  | 5  | 9  | 5  | 5   | 3    | 7    | 9    | 1  | 7  | 9    | 5  | 7  | 7  | 1  | 7    | 4  | 7  | 5  | 5  | 3    | 5  | 7  | 9  | 5  | 7 |   |
| Organizational Culture       |                        | Z9                 | 7   | 9  | 9  | 7  | 7  | 5  | 5   | 5    | 7    | 9    | 5  | 7  | 4    | 7  | 7  | 3  | 7  | 5    | 7  | 9  | 3  | 7  | 5    | 3  | 8  | 3  | 7  | 5 |   |
| Environmental Factors        |                        | Z10                | 5   | 1  | 1  | 7  | 9  | 1  | 7   | 7    | 9    | 8    | 3  | 3  | 5    | 9  | 9  | 3  | 3  | 9    | 9  | 5  | 9  | 7  | 1    | 8  | 7  | 9  | 7  |   |   |
| Location Factors             |                        | Z11                | 1   | 3  | 7  | 5  | 9  | 7  | 5   | 5    | 9    | 5    | 9  | 7  | 7    | 7  | 9  | 7  | 3  | 5    | 6  | 5  | 7  | 5  | 1    | 6  | 9  | 7  | 9  |   |   |
| Social Responsibility        |                        | Z12                | 7   | 9  | 9  | 5  | 1  | 7  | 5   | 5    | 9    | 6    | 9  | 9  | 6    | 9  | 7  | 9  | 9  | 3    | 9  | 9  | 3  | 7  | 5    | 3  | 8  | 5  | 7  | 7 |   |
| Political Factors            |                        | Z13                | 1   | 9  | 9  | 9  | 5  | 7  | 7   | 5    | 9    | 7    | 7  | 5  | 1    | 9  | 9  | 7  | 7  | 3    | 9  | 2  | 5  | 9  | 9    | 7  | 8  | 9  | 9  | 7 |   |
| Financial Standing           |                        | Resource           | Z14 | 9  | 1  | 7  | 1  | 1  | 1   | 3    | 3    | 1    | 1  | 5  | 5    | 2  | 3  | 3  | 1  | 1    | 1  | 9  | 7  | 1  | 3    | 7  | 3  | 3  | 3  | 9 |   |
|                              |                        | Economic Factors   | Z15 | 7  | 5  | 9  | 3  | 1  | 5   | 3    | 3    | 3    | 7  | 3  | 3    | 3  | 3  | 5  | 3  | 3    | 3  | 3  | 9  | 7  | 3    | 3  | 5  | 5  | 3  | 5 | 7 |
|                              | Experience             | Z16                | 5   | 5  | 1  | 3  | 1  | 1  | 3   | 1    | 5    | 9    | 3  | 1  | 7    | 3  | 5  | 5  | 1  | 5    | 3  | 9  | 5  | 3  | 3    | 5  | 4  | 5  | 5  | 5 |   |
|                              | Technical Ability      | Z17                | 5   | 1  | 1  | 3  | 1  | 3  | 2   | 1    | 5    | 3    | 1  | 1  | 1    | 3  | 1  | 1  | 5  | 3    | 7  | 7  | 3  | 1  | 5    | 4  | 5  | 5  | 7  |   |   |
|                              | Size and Complexity    | Z18                | 5   | 1  | 1  | 1  | 5  | 1  | 5   | 1    | 5    | 3    | 3  | 1  | 7    | 2  | 3  | 1  | 1  | 5    | 5  | 9  | 7  | 5  | 1    | 3  | 3  | 3  | 5  | 7 |   |
|                              | Duration               | Z19                | 3   | 1  | 7  | 5  | 7  | 1  | 5   | 5    | 7    | 5    | 1  | 3  | 9    | 5  | 5  | 1  | 1  | 7    | 7  | 9  | 7  | 5  | 3    | 7  | 6  | 7  | 7  | 5 |   |
|                              | Organizational Culture | Z20                | 7   | 7  | 5  | 5  | 3  | 1  | 7   | 6    | 7    | 7    | 9  | 7  | 7    | 5  | 7  | 9  | 7  | 3    | 7  | 9  | 5  | 5  | 2    | 7  | 3  | 7  | 7  |   |   |
|                              | Environmental Factors  | Z21                | 3   | 5  | 9  | 7  | 1  | 7  | 5   | 8    | 9    | 5    | 3  | 3  | 5    | 7  | 9  | 7  | 3  | 7    | 9  | 9  | 5  | 7  | 7    | 6  | 9  | 5  | 9  | 5 |   |
|                              | Location Factors       | Z22                | 3   | 7  | 9  | 5  | 3  | 7  | 5   | 7    | 7    | 7    | 9  | 5  | 7    | 5  | 7  | 9  | 7  | 3    | 9  | 9  | 3  | 5  | 5    | 4  | 4  | 7  | 8  | 7 |   |
|                              | Social Responsibility  | Z23                | 7   | 7  | 7  | 5  | 1  | 7  | 4   | 3    | 7    | 6    | 7  | 7  | 6    | 3  | 5  | 9  | 5  | 5    | 7  | 9  | 5  | 5  | 7    | 7  | 6  | 3  | 8  | 7 |   |
|                              | Political Factors      | Z24                | 1   | 7  | 9  | 7  | 1  | 7  | 7   | 9    | 9    | 5    | 7  | 3  | 3    | 7  | 7  | 3  | 3  | 3    | 9  | 1  | 7  | 7  | 9    | 8  | 9  | 5  | 9  | 5 |   |
|                              | Resource               | Economic Factors   | Z25 | 7  | 1  | 5  | 1  | 1  | 5   | 3    | 1    | 3    | 3  | 1  | 1    | 3  | 3  | 3  | 3  | 3    | 3  | 4  | 7  | 7  | 3    | 1  | 9  | 3  | 5  | 3 | 9 |
|                              |                        | Experience         | Z26 | 7  | 1  | 3  | 1  | 5  | 1   | 2    | 3    | 5    | 5  | 1  | 1    | 2  | 3  | 5  | 1  | 1    | 5  | 3  | 7  | 9  | 3    | 1  | 7  | 3  | 7  | 3 | 5 |
|                              |                        | Technical Ability  | Z27 | 7  | 1  | 1  | 1  | 5  | 1   | 1    | 1    | 3    | 7  | 1  | 1    | 1  | 3  | 1  | 1  | 5    | 3  | 3  | 7  | 1  | 1    | 7  | 3  | 7  | 3  | 5 |   |
| Size and Complexity          |                        | Z28                | 5   | 1  | 5  | 1  | 7  | 1  | 1   | 4    | 5    | 5    | 3  | 3  | 5    | 1  | 3  | 1  | 1  | 7    | 3  | 7  | 5  | 1  | 0.33 | 5  | 3  | 3  | 3  | 9 |   |
| Duration                     |                        | Z29                | 3   | 1  | 1  | 3  | 7  | 5  | 5   | 5    | 5    | 3    | 1  | 1  | 3    | 5  | 5  | 1  | 3  | 0.33 | 5  | 9  | 3  | 3  | 1    | 9  | 7  | 9  | 6  | 3 |   |
| Organizational Culture       |                        | Z30                |     |    |    |    |    |    |     |      |      |      |    |    |      |    |    |    |    |      |    |    |    |    |      |    |    |    |    |   |   |

Application of Multi-Criteria Decision Making Based on Combined Analytic Hierarchy Process and Linear Programming as an Alternative for Project Selection: The Case of Ethiopian Road Authority Road Projects

|                        |                        | Respondents Response (51-78) |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |    |      |    |    |    |    |    |
|------------------------|------------------------|------------------------------|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|------|----|----|----|----|----|
|                        |                        | Coding                       | 51 | 52 | 53 | 54 | 55 | 56 | 57 | 58 | 59 | 60 | 61 | 62 | 63 | 64 | 65 | 66 | 67 | 68 | 69 | 70 | 71 | 72 | 73   | 74 | 75 | 76 | 77 | 78 |
| Economic Factors       | Experience             | Z35                          | 7  | 1  | 1  | 1  | 7  | 1  | 2  | 3  | 3  | 5  | 1  | 1  | 7  | 3  | 3  | 1  | 1  | 3  | 3  | 1  | 7  | 1  | 3    | 5  | 3  | 1  | 1  | 5  |
|                        | Technical Ability      | Z36                          | 5  | 1  | 1  | 1  | 9  | 1  | 1  | 1  | 5  | 3  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 3  | 3  | 3  | 7  | 1    | 1  | 5  | 3  | 3  | 5  |
|                        | Size and Complexity    | Z37                          | 5  | 1  | 3  | 1  | 5  | 1  | 2  | 1  | 5  | 2  | 1  | 3  | 3  | 2  | 1  | 1  | 1  | 3  | 3  | 3  | 5  | 1  | 1    | 7  | 3  | 3  | 3  | 7  |
|                        | Duration               | Z38                          | 3  | 1  | 1  | 3  | 5  | 1  | 5  | 6  | 7  | 7  | 1  | 1  | 7  | 3  | 3  | 1  | 1  | 3  | 5  | 5  | 5  | 3  | 3    | 7  | 4  | 5  | 5  | 5  |
|                        | Organizational Culture | Z39                          | 7  | 7  | 7  | 5  | 7  | 1  | 7  | 7  | 7  | 3  | 7  | 7  | 8  | 5  | 5  | 9  | 5  | 3  | 7  | 1  | 3  | 5  | 5    | 9  | 7  | 3  | 8  | 7  |
| Environmental Factors  | Location Factors       | Z40                          | 5  | 3  | 5  | 7  | 1  | 1  | 7  | 7  | 9  | 9  | 3  | 3  | 3  | 7  | 7  | 3  | 3  | 9  | 9  | 5  | 7  | 5  | 9    | 9  | 1  | 9  | 7  |    |
|                        | Social Responsibility  | Z41                          | 3  | 7  | 7  | 5  | 3  | 1  | 7  | 5  | 7  | 3  | 7  | 9  | 5  | 5  | 5  | 7  | 5  | 3  | 7  | 7  | 7  | 5  | 5    | 9  | 7  | 7  | 8  | 5  |
|                        | Political Factors      | Z42                          | 7  | 9  | 9  | 5  | 1  | 1  | 7  | 5  | 7  | 3  | 9  | 7  | 3  | 9  | 3  | 9  | 7  | 3  | 7  | 9  | 5  | 5  | 5    | 5  | 6  | 7  | 8  | 5  |
|                        | Political Factors      | Z43                          | 1  | 5  | 7  | 7  | 3  | 1  | 7  | 9  | 7  | 7  | 5  | 3  | 1  | 9  | 7  | 5  | 5  | 3  | 9  | 1  | 7  | 7  | 7    | 9  | 9  | 5  | 9  | 9  |
| Experience             | Technical Ability      | Z44                          | 7  | 1  | 1  | 3  | 1  | 1  | 2  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 1  | 7  | 1  | 9  | 7  | 1  | 0.33 | 9  | 1  | 9  | 1  | 9  |
|                        | Size and Complexity    | Z45                          | 5  | 1  | 3  | 1  | 3  | 1  | 3  | 1  | 1  | 3  | 1  | 3  | 2  | 1  | 1  | 1  | 1  | 7  | 1  | 9  | 9  | 1  | 0.33 | 7  | 1  | 7  | 1  | 7  |
|                        | Duration               | Z46                          | 7  | 1  | 1  | 1  | 1  | 1  | 5  | 3  | 3  | 7  | 3  | 3  | 9  | 2  | 1  | 3  | 1  | 3  | 3  | 9  | 5  | 3  | 1    | 5  | 3  | 7  | 3  | 5  |
|                        | Organizational Culture | Z47                          | 9  | 9  | 9  | 7  | 1  | 1  | 7  | 6  | 5  | 2  | 7  | 7  | 5  | 5  | 7  | 5  | 3  | 5  | 7  | 3  | 3  | 3  | 9    | 6  | 5  | 5  | 7  |    |
| Environmental Factors  | Location Factors       | Z48                          | 3  | 3  | 1  | 7  | 1  | 5  | 9  | 9  | 7  | 7  | 3  | 3  | 2  | 7  | 7  | 5  | 3  | 3  | 7  | 9  | 5  | 5  | 5    | 7  | 8  | 5  | 7  | 5  |
|                        | Social Responsibility  | Z49                          | 1  | 7  | 7  | 5  | 1  | 5  | 7  | 7  | 5  | 9  | 9  | 5  | 1  | 5  | 5  | 7  | 5  | 3  | 6  | 3  | 7  | 3  | 3    | 9  | 6  | 3  | 6  | 7  |
|                        | Political Factors      | Z50                          | 7  | 9  | 9  | 5  | 1  | 7  | 5  | 7  | 5  | 7  | 7  | 9  | 1  | 3  | 5  | 9  | 5  | 5  | 8  | 9  | 3  | 3  | 3    | 9  | 8  | 3  | 6  | 5  |
|                        | Political Factors      | Z51                          | 1  | 5  | 9  | 7  | 1  | 7  | 7  | 9  | 7  | 9  | 7  | 3  | 1  | 9  | 7  | 5  | 3  | 5  | 9  | 1  | 5  | 5  | 5    | 5  | 9  | 1  | 8  | 7  |
| Technical Ability      | Size and Complexity    | Z52                          | 5  | 3  | 1  | 1  | 3  | 1  | 1  | 1  | 1  | 3  | 1  | 1  | 7  | 1  | 1  | 3  | 3  | 7  | 1  | 7  | 9  | 1  | 1    | 7  | 3  | 9  | 3  | 9  |
|                        | Duration               | Z53                          | 7  | 3  | 1  | 3  | 5  | 7  | 4  | 2  | 3  | 7  | 1  | 1  | 9  | 3  | 3  | 1  | 1  | 5  | 3  | 9  | 5  | 3  | 3    | 3  | 4  | 9  | 6  | 5  |
|                        | Organizational Culture | Z54                          | 7  | 7  | 7  | 5  | 5  | 1  | 5  | 5  | 5  | 9  | 7  | 5  | 5  | 5  | 7  | 5  | 7  | 5  | 7  | 5  | 5  | 5  | 5    | 7  | 7  | 5  | 8  | 7  |
| Environmental Factors  | Location Factors       | Z55                          | 7  | 3  | 3  | 7  | 1  | 7  | 7  | 7  | 7  | 9  | 3  | 9  | 3  | 6  | 7  | 3  | 3  | 3  | 7  | 9  | 5  | 7  | 5    | 7  | 3  | 9  | 7  |    |
|                        | Social Responsibility  | Z56                          | 7  | 7  | 9  | 5  | 3  | 7  | 5  | 3  | 5  | 9  | 9  | 9  | 3  | 5  | 5  | 9  | 5  | 3  | 7  | 5  | 3  | 7  | 5    | 9  | 7  | 3  | 9  | 5  |
|                        | Political Factors      | Z57                          | 9  | 9  | 9  | 5  | 1  | 7  | 5  | 5  | 7  | 9  | 9  | 7  | 5  | 3  | 7  | 7  | 3  | 8  | 9  | 3  | 7  | 5  | 9    | 6  | 3  | 8  | 7  |    |
|                        | Political Factors      | Z58                          | 3  | 7  | 9  | 9  | 3  | 7  | 9  | 7  | 9  | 9  | 7  | 2  | 3  | 7  | 5  | 5  | 5  | 3  | 9  | 1  | 5  | 9  | 7    | 9  | 9  | 1  | 9  | 5  |
| Size and Complexity    | Duration               | Z59                          | 3  | 1  | 1  | 3  | 1  | 5  | 4  | 3  | 3  | 5  | 1  | 1  | 2  | 2  | 3  | 1  | 1  | 3  | 3  | 9  | 9  | 3  | 3    | 9  | 3  | 5  | 3  | 5  |
|                        | Organizational Culture | Z60                          | 7  | 9  | 7  | 3  | 1  | 1  | 5  | 4  | 5  | 3  | 7  | 5  | 1  | 5  | 5  | 9  | 5  | 7  | 5  | 9  | 4  | 5  | 5    | 5  | 5  | 3  | 7  | 7  |
| Environmental Factors  | Location Factors       | Z61                          | 5  | 3  | 1  | 5  | 1  | 1  | 3  | 7  | 7  | 7  | 3  | 1  | 3  | 7  | 7  | 3  | 3  | 7  | 9  | 7  | 7  | 7  | 7    | 9  | 8  | 3  | 9  | 5  |
|                        | Social Responsibility  | Z62                          | 5  | 4  | 7  | 3  | 1  | 1  | 3  | 5  | 5  | 5  | 9  | 5  | 1  | 5  | 5  | 7  | 5  | 3  | 5  | 7  | 7  | 7  | 5    | 9  | 7  | 5  | 7  | 7  |
|                        | Political Factors      | Z63                          | 9  | 9  | 5  | 3  | 1  | 5  | 5  | 5  | 9  | 9  | 9  | 1  | 5  | 5  | 9  | 5  | 3  | 5  | 9  | 5  | 5  | 3  | 1    | 8  | 1  | 7  | 5  |    |
|                        | Political Factors      | Z64                          | 5  | 5  | 9  | 7  | 1  | 5  | 7  | 7  | 7  | 2  | 7  | 7  | 1  | 7  | 7  | 5  | 3  | 5  | 7  | 1  | 5  | 7  | 7    | 1  | 9  | 1  | 8  | 5  |
| Duration               | Organizational Culture | Z65                          | 7  | 9  | 7  | 5  | 1  | 1  | 3  | 4  | 3  | 5  | 9  | 9  | 1  | 4  | 5  | 9  | 5  | 3  | 4  | 7  | 5  | 3  | 3    | 7  | 3  | 5  | 5  | 7  |
|                        | Environmental Factors  | Z66                          | 5  | 1  | 1  | 7  | 1  | 1  | 6  | 7  | 5  | 7  | 3  | 3  | 1  | 7  | 7  | 5  | 3  | 3  | 7  | 9  | 7  | 5  | 5    | 7  | 7  | 7  | 7  | 5  |
|                        | Location Factors       | Z67                          | 5  | 7  | 5  | 5  | 1  | 1  | 7  | 3  | 3  | 3  | 7  | 7  | 3  | 5  | 5  | 7  | 5  | 5  | 5  | 7  | 9  | 5  | 3    | 7  | 5  | 7  | 5  | 7  |
|                        | Social Responsibility  | Z68                          | 7  | 9  | 7  | 5  | 1  | 5  | 5  | 3  | 5  | 9  | 9  | 9  | 1  | 5  | 5  | 7  | 5  | 3  | 7  | 9  | 5  | 3  | 3    | 5  | 7  | 3  | 5  | 5  |
|                        | Political Factors      | Z69                          | 5  | 5  | 7  | 9  | 1  | 5  | 7  | 7  | 7  | 9  | 5  | 9  | 1  | 7  | 9  | 3  | 3  | 8  | 1  | 7  | 7  | 5  | 7    | 9  | 9  | 7  | 5  |    |
| Organizational Culture | Environmental Factors  | Z70                          | 7  | 1  | 1  | 7  | 1  | 5  | 3  | 3  | 5  | 9  | 3  | 1  | 1  | 5  | 5  | 1  | 1  | 3  | 3  | 9  | 5  | 3  | 3    | 9  | 5  | 1  | 1  | 5  |
|                        | Location Factors       | Z71                          | 7  | 3  | 3  | 5  | 1  | 5  | 3  | 1  | 3  | 7  | 5  | 3  | 1  | 3  | 3  | 3  | 3  | 3  | 1  | 5  | 7  | 3  | 1    | 7  | 3  | 3  | 1  | 7  |
|                        | Social Responsibility  | Z72                          | 7  | 7  | 1  | 5  | 1  | 5  | 1  | 1  | 3  | 9  | 3  | 5  | 1  | 3  | 1  | 3  | 5  | 3  | 3  | 9  | 5  | 1  | 1    | 9  | 3  | 3  | 1  | 7  |
|                        | Political Factors      | Z73                          | 5  | 9  | 1  | 7  | 1  | 5  | 5  | 5  | 7  | 9  | 1  | 3  | 1  | 5  | 7  | 1  | 3  | 3  | 5  | 1  | 7  | 5  | 5    | 7  | 7  | 1  | 5  | 5  |
| Environmental Factors  | Location Factors       | Z74                          | 7  | 7  | 5  | 1  | 7  | 1  | 2  | 1  | 3  | 7  | 1  | 7  | 3  | 3  | 1  | 5  | 3  | 1  | 1  | 1  | 3  | 1  | 0.33 | 9  | 1  | 7  | 1  | 7  |
|                        | Social Responsibility  | Z75                          | 7  | 9  | 7  | 1  | 1  | 1  | 1  | 1  | 1  | 3  | 3  | 3  | 5  | 1  | 2  | 1  | 3  | 3  | 1  | 1  | 7  | 5  | 1    | 1  | 5  | 1  | 3  | 1  |
|                        | Political Factors      | Z76                          | 5  | 5  | 5  | 3  | 3  | 5  | 3  | 3  | 5  | 3  | 5  | 3  | 1  | 4  | 3  | 3  | 1  | 1  | 3  | 2  | 7  | 3  | 3    | 5  | 3  | 1  | 3  | 7  |
| Location Factors       | Social Responsibility  | Z77                          | 7  | 5  | 3  | 1  | 1  | 1  | 1  | 3  | 3  | 3  | 3  | 1  | 1  | 3  | 1  | 1  | 5  | 1  | 5  | 9  | 4  | 1  | 1    | 5  | 3  | 3  | 3  | 7  |
|                        | Political Factors      | Z78                          | 5  | 3  | 5  | 3  | 1  | 1  | 1  | 3  | 5  | 5  | 5  | 1  | 1  | 1  | 7  | 5  | 1  | 3  | 6  | 2  | 3  | 3  | 3    | 5  | 5  | 7  | 3  | 5  |
| Social Responsibility  | Political Factors      | Z79                          | 5  | 1  | 1  | 3  | 5  | 1  | 1  | 3  | 5  | 5  | 3  | 3  | 1  | 5  | 1  | 1  | 1  | 3  | 5  | 2  | 6  | 5  | 1    | 7  | 3  | 7  | 3  | 5  |