## Readme

## Group4

## April 9, 2022

## 1 Model Parameters and Variables

- D(t): The actual demand at time t.
- $F_r(t)$ : The expected demand at time t.
- $I_r(t)$ : Retailer's inventory level at time t.
- $R_r(t)$ : Retailer's receipt amount at time t.
- $S_r(t)$ : Retailer's delivery amount at time t.
- $O_r(t)$ : Retailer's order amount at time t.
- $S_d(t)$ : Distribution center's delivery amount to retailers at time t.
- $I_d(t)$ : Distribution center's inventory level at time t.
- $R_d(t)$ : Distribution center's receipt amount at time t.
- $W_d(t)$ : Distribution center's in-transit inventory at time t.
- $O_d(t)$ : Distribution center's order amount at time t.
- $I_r^0(t)$ : Retailer's expected inventory levels at time t.
- $I_d^0(t)$ : Distribution center's expected inventory levels at time t.
- $I^{\tilde{0}}(t)$  : Warehouse-distribution center system's expected inventory levels at time t.
- $S_w(t)$ : Warehouse's delivery amount to distribution center at time t.
- $I_w(t)$ : Warehouse's inventory level at time t.
- $R_w(t)$ : Warehouse's receipt amount at time t.
- I(t): Warehouse-distribution center system's inventory level at time t.
- O(t): Warehouse-distribution center system's order amount at time t.
- Y(t): Supplier's work-in-process inventory at time t.
- 0(t): Supplier's expected in-process inventory at time t.
- $\alpha_S$ : The adjustment coefficient of inventory.
- $\alpha_{SL}$  : The adjustment coefficient of work-in-process inventory or stock on the way.
- $T_P$ : Transport lead time.
- $T_C$ : Production lead time.
- $G_r$ : Safety inventory coefficient of retailer.
- $G_d$ : Safety inventory coefficient of distribution center.
- $G_w$ : Safety inventory coefficient of warehouse.