

Sets

Client Location Set = \mathcal{J}

Fixed Facilities Location Set = $\mathcal{I}_{\text{Fixed}}$

Possible Location Set = $\mathcal{I} = \mathcal{I}_{\text{Fixed}} \cup \mathcal{J}$

Variables

$$y[i] = \begin{cases} 1, & \text{if a facility is open at location } i \\ 0, & \text{otherwise} \end{cases}, \quad \forall i \in \mathcal{I}$$

$$x[i, j] = \begin{cases} 1, & \text{if the client demand at } j \text{ is served by facility at } i \\ 0, & \text{otherwise} \end{cases}, \quad \forall i \in \mathcal{I}, \forall j \in \mathcal{J}$$

Parameters

P = Total of located facilities

$\text{cost_matrix}[i, j]$ = cost of client demand at j being served by the facility at i , $\forall i \in \mathcal{I}, \forall j \in \mathcal{J}$

Objective function

Minimize $\text{total_costs} = \sum_{i \in \mathcal{I}} \sum_{j \in \mathcal{J}} \text{cost_matrix}[i, j] \cdot x[i, j]$

Subject to

- (1) $\sum_{i \in \mathcal{I}} y[i] = P$
- (2) $\sum_{i \in \mathcal{I}} x[i, j] = 1, \quad \forall j \in \mathcal{J}$
- (3) $x[i, j] \leq y[i], \quad \forall i \in \mathcal{I}, \forall j \in \mathcal{J}$
- (4) $y[i] = 1, \quad \forall i \in \mathcal{I}_{\text{Fixed}}$
- (5) $y[j] = 0, \quad \forall j \in \mathcal{J}$, if $\exists i \in \mathcal{I}_{\text{Fixed}}$ such that $j \in \text{fixed_facilities}[i].\text{exclusive_region}$
- (6) $x[i, j] = 1, \quad \forall i \in \mathcal{I}_{\text{Fixed}}, \forall j \in \mathcal{J}$, if $j \in \text{fixed_facilities}[i].\text{exclusive_region}$
- (7) $\sum_{j \in \mathcal{J}} \text{clients}[j].\text{demand} \cdot x[i, j] \geq \text{fixed_facilities}[i].\text{min_demand}, \quad \forall i \in \mathcal{I}_{\text{Fixed}}$
- (8) $\sum_{j \in \mathcal{J}} \text{clients}[j].\text{demand} \cdot x[i, j] \leq \text{fixed_facilities}[i].\text{max_demand}, \quad \forall i \in \mathcal{I}_{\text{Fixed}}$