# Design of a Closed Supply Chain with regards to the Social and Environmental Impacts under Uncertainty

Omid Abdolazimi<sup>1</sup>, Mitra Salehi Esfandarani<sup>2</sup>, Ajith Abraham<sup>3</sup> <sup>1</sup> Department of Economy, Kharazmi University, Tehran, Iran <sup>2</sup> Department of Civil Engineering, University of Memphis, Memphis, TN, USA <sup>3</sup> Machine Intelligence Research (MIR) Labs, Scientific Network for Innovation and Research Excellence, Washington, USA omid15215@yahoo.com; mslhsfnd@memphis.edu; Ajith.abrham@ieee.org

#### Abstract

In recent years, the decrease of resources and the increase of environmental concerns regarding the burial of industrial waste have led to developing the integrated green supply chain. In this study, a multi-product, multi-level multi-objective closed-loop supply chain network is formulated in a way that considers the total profit, social responsibility, and environmental impacts. To overcome the innate uncertainty in some parameters such as transportation cost, operational costs, and customer demand, a robust counterpart based on the Bental-Nimrovski approach is developed. Finally, the performance of the deterministic and robust models evaluated by implementing the different experiments. The result shows the superiority of the deterministic model based on the mean of all objective functions and the robust model's superiority based on standard deviations.

Keywords: Closed Loop Supply Chain Network, Uncertainty, Multi-Objective Model

# **1** Introduction

Designing the supply chain network is considered one of the most critical strategic decisions in the last few decades. On the other hand, environmental concerns related to the supply chain network is growing, which leads researchers to focus more on reusing the defective products and prevent further waste to reduce environmental pollution and achieve profitability by considering social and commercial considerations [1, 2, 3]. Another concept that has been highlighted by researchers is considering corporate social responsibility (CSR) throughout the supply chain [4, 19-25]. This paper considers these aspects for a closed-loop supply chain through three objective functions: total profit, social responsibility, and environmental effects. The most important novelty of this paper is (I) considering the three aspects of economic, social, and environmental impacts simultaneously, (II) considering the robust approach (Bental-Nimrovski) to design a CLSC, (III) considering all levels of forward and reverse supply chain, and (IV) using the goal-achieving technique to solve the problem as a single-objective.

This paper is organized as follows: the literature review is presented precisely in Section 2. The mathematical model is described and formulated in Section 3. The

numerical example and comparisons based on two criteria are presented in Section 4. Finally, conclusions and future research are demonstrated in Section 5.

## 2 Literature Review

According to studies in the literature, designing the reverse and closed-loop supply chain network based on mixed-integer programming is a widely used approach [5]. Over the past decade, many reverse supply chain network design models have been developed as closed-loop supply chains. Wang and Hsu proposed a nonlinear model for the closed-loop supply chain network design. In this model, the potential locations of factories, distributors, and disposal centers are determined while the total cost was minimized [6]. Uster et al., designed a multi-product CLSC network that contains the collection and remanufacturing facilities in a forward and reverse loop. They used the Benders approach to minimize the fixed cost of locating facilities as well as transportation costs and processing costs [7]. Shih presented a mixed-integer programming model for the reverse logistics system. In this model, the transportation costs, fixed construction costs, and disposal costs of non-recoverable products were minimized [8]. Data uncertainty is an inevitable phenomenon in the supply chain field that needs to be addressed [9]. A probabilistic approach has been used in many studies to deal with this uncertainty [10, 11]. Lickens et al., presented a mixed-integer nonlinear programming model that considered the returned product rate as an uncertain parameter. They used the genetic algorithm to solve the model based on the differential evolution technique [12]. Recently, the green supply chain concepts and social responsibility in designing the supply chain network are highlighted. For example, Millet evaluated the criteria to achieve a robust supply chain that considered the economic, social, and environmental impacts simultaneously [13]. In the following section, the proposed mathematical model is presented.

## **3** Proposed Mathematical Model

The designed CLSC network in this paper is a multi-objective, multi-product, multilevel network that maximizes the total profit, social effects, and minimizes the environmental impacts simultaneously. In the following subsections, the sets, parameters, and decision variables are described.

## 3.1 Sets

- v The fixed supplier location
- c The fixed first market location
- *q* The fixed second market location
- *d* The fixed locations of disposal center
- *i* The potential locations for establishing the factory
- *j* The potential locations for establishing the distribution center
- *k* The potential locations for establishing the collection center
- *l* The potential locations for establishing the repair center
- s The potential locations for establishing the redistribution center
- r The potential locations for establishing the recycling center
- p Products
- *e* Raw material
- *h* Capacity levels for potential locations

## 3.2 Parameter

D.,	The much sain a cost of much sature in the first mented a
$Pr_{cp}$	The purchasing cost of product $p$ in the first market $c$ The purchasing cost of product $p$ in the second market $q$
$Prr_{qp}$	The purchasing cost of product $p$ in the second market $q$
$DE_{cp}$	The amount of demand for product $p$ in the first market $c$
$DDE_{qp}$	The amount of demand for product $p$ in the second market $q$
$FX_{ih}$	The fixed cost for establishing the factory $i$ with capacity level $h$
$FY_{jh}$	The fixed cost for establishing the distribution center $j$ with capacity level $h$
$FH_{kh}$	The fixed cost for establishing the collection center $k$ with capacity level $h$
$FW_{lh}$	The fixed cost for establishing the repair center $l$ with capacity level $h$ The fixed cost for establishing the redistribution center $s$ with capacity
$FO_{sh}$	level h
$FU_{rh}$	The fixed cost for establishing the recycling center $r$ with capacity level $h$
$SC_{ve}$	The purchasing cost of raw material $e$ from supplier $v$
$MC_{ip}$	The production cost of product p in factory i
$RMC_{ip}$	The reproduction cost of product $p$ in factory $i$
$DC_{jp}$	The holding cost of product $p$ in distribution center $j$
$CC_{kp}$	The inspection cost of product $p$ in collection center $j$
$DPC_{dp}$	The disposal cost of product $p$ in disposal center $d$
$RPC_{lp}$	The repair cost of product $p$ in repair center $l$
$RDC_{sp}$	The redistribution cost of product $p$ in redistribution center $s$
$RC_{rp}$	The recycling cost of product p in recycling center r
TVI <sub>vie</sub>	The cost of transporting raw material $e$ from supplier $v$ to factory $i$
$TIJ_{ijp}$	The cost of transporting product $p$ from factory $i$ to distribution center $j$
	The cost of transporting product $p$ from distribution center $j$ to the first
$TJC_{jcp}$	market <i>c</i>
$TCK_{ckp}$	The cost of transporting product $p$ from the first market $c$ to the collection center $k$
TKI <sub>kip</sub>	The cost of transporting product $p$ from collection center $k$ to the factory $i$
кір	for reproduction
$TKD_{kdp}$	The cost of transporting product $p$ from collection center $k$ to the disposal
кир	center d
$TKL_{klp}$	The cost of transporting product $p$ from collection center $k$ to the repair
<i>kip</i>	center l
$TKR_{krp}$	The cost of transporting product $p$ from collection center $k$ to the
1 III KIP	recycling center <i>i</i>
$TLS_{lsp}$	The cost of transporting product $p$ from repair center $l$ to the recycling
1 Do isp	center s
$TSQ_{sqp}$	The cost of transporting product $p$ from redistribution center $s$ to the
1≈£sqp	second market q
TRV <sub>rve</sub>	The cost of transporting raw material $e$ from recycling center $r$ to the
	supplier v
$CapV_{v}$	The maximum capacity of supplier v
$CapI_{ih}$	The maximum capacity of factory $i$ with capacity level $h$
$Cap J_{jh}$	The maximum capacity of distribution center $j$ with capacity level $h$

$CapK_{kh}$	The maximum capacity of collection center $k$ with capacity level $h$
$CapL_{lh}$	The maximum capacity of repair center $l$ with capacity level $h$
$CapS_{sh}$	The maximum capacity of redistribution center $s$ with capacity level $h$
$CapR_{rh}$	The maximum capacity of recycling center $r$ with capacity level $h$
RT	The rate of returned products from the first market to the collection center
RM	The rate of reproduction in factory
RS	The rate of recycling in recycling centers
RD	The disposal rate in disposal center
RR	The rate of repair in repair centers
$ heta_{JO}$	The normalized weighted factor for the created job opportunities in facility
	The normalized weight factor for the total number of lost working days
$ heta_{LD}$	due to workplace injury at the facility
	The number of created job opportunity in case of establishing factory <i>i</i>
$JOI_{ih}$	with capacity level h
	The number of created job opportunity in case of establishing distribution
$JOJ_{jh}$	center $j$ with capacity level $h$
	The number of created job opportunity in case of establishing collection
$JOK_{kh}$	center k with capacity level $h$
	The number of created job opportunity in case of establishing repair center $\pi$
$JOL_{lh}$	i with capacity level $h$
	The number of created job opportunity in case of establishing reproduction
$JOS_{sh}$	
	center $s$ with capacity level $h$
$JOR_{rh}$	The number of created job opportunity in case of establishing recycling
	center <i>r</i> with capacity level <i>h</i>
$LDI_{ih}$	Average lost working days due to the work injury in case of establishing
<i>in</i>	the factory <i>i</i> with capacity level <i>h</i>
$LDL_{lh}$	Average lost working days due to workplace injury in case of establishing
	the repair center l with capacity level h
$LDR_{rh}$	Average lost working days due to the workplace injury in case of
$LDR_{rh}$	establishing the recycling center $r$ with capacity level $h$
ETVI <sub>vie</sub>	The carbon emission rate for shipping the raw material <i>e</i> from supplier <i>v</i>
EI VI <sub>vie</sub>	to factory <i>i</i>
ETH	The amount of carbon emission for shipping product $p$ from factory $i$ to
$ETIJ_{ijp}$	distribution center <i>j</i>
	The amount of carbon emission for shipping product $p$ from distribution
$ETJC_{jcp}$	center <i>j</i> to first market <i>c</i>
FTOK	The amount of carbon emission for shipping product <i>p</i> from the first
$ETCK_{ckp}$	market $c$ to collection center $k$
	The amount of carbon emission for shipping product <i>p</i> from the first
$ETKI_{kip}$	market $c$ to factory $i$ for reproduction
	The amount of carbon emission for shipping product $p$ from the collection
$ETKD_{kdp}$	center k to disposal center $d$
	The amount of carbon emission for shipping product $p$ from the collection
$ETKL_{klp}$	
	center $k$ to repair center $l$
$ETKR_{krp}$	The amount of carbon emission for shipping product $p$ from the collection
	center k to recycling center r
$ETLS_{lsp}$	The amount of carbon emission for shipping product $p$ from repair center $l$

to redistribution center s

	to redistribution center s
$ETSQ_{sqp}$	The amount of carbon emission for shipping product $p$ from redistribution
$LISQ_{sqp}$	center s to the second market $q$
	The amount of carbon emission for shipping raw material <i>e</i> from recycling
$ETRV_{rvp}$	center r to the supplier v
$EM_{ip}$	The amount of carbon emission for producing product $p$ in factory $i$
$ERM_{ip}$	The amount of carbon emission for reproducing product $p$ in factory $i$
$ERP_{lp}^{r}$	The amount of carbon emission for repairing product $p$ in repair center $l$
	The amount of carbon emission for recycling product $p$ in recycling center
$ERC_{rp}$	l
NX	The maximum number of factory for establishment
NY	The maximum number of distribution center for establishment
NH	The maximum number of collection center for establishment
NW	The maximum number of repair center for establishment
NO	The maximum number of redistribution center for establishment
NU	The maximum number of recycling center for establishment
110	
3.3 I	Decision Variable
$QVI_{vie}$	The amount of raw material <i>e</i> transported from supplier <i>v</i> to factory <i>i</i>
$\widetilde{Q}IJ_{ijp}$	The amount of product $p$ transported from factory $i$ to distribution center $j$
	The amount of product $p$ transported from distribution center $j$ to first
$QJC_{jcp}$	market c
QCK <sub>ckp</sub>	The amount of product <i>p</i> transported from the first market <i>c</i> to collection
	center k
0.777	The amount of product <i>p</i> transported from the collection center <i>k</i> to factory
$QKI_{kip}$	<i>i</i> for reproduction
OVD	The amount of product $p$ transported from the collection center $k$ to
$QKD_{kdp}$	disposal center d
0.777	The amount of product $p$ transported from the collection center $k$ to repair
$QKL_{klp}$	center l
own	The amount of product $p$ transported from the collection center $k$ to
$QKR_{krp}$	recycling center r
010	The amount of product $p$ transported from the repair center $l$ to
$QLS_{lsp}$	redistribution center s
0.00	The amount of product $p$ transported from the redistribution center $s$ to the
$QSQ_{sqp}$	second market q
	The amount of product <i>p</i> transported from the recycling center <i>r</i> to supplier
$QRV_{rve}$	v
$X_{ih}$	If factory <i>i</i> with capacity level <i>h</i> is established, otherwise 0
$Y_{ih}$	If distribution center $j$ with capacity level $h$ is established, otherwise 0
	If collection center k with capacity level h is established, otherwise 0 If collection center k with capacity level h is established, otherwise 0
$T_{kh}$	
$W_{lh}$	If repair center $l$ with capacity level $h$ is established, otherwise 0
$O_{sh}$	If redistribution center $s$ with capacity level $h$ is established, otherwise 0
U <sub>rh</sub>	If recycling center $r$ with capacity level $h$ is established, otherwise 0

$$\begin{aligned} & \text{Max } Z_{J} = \left(\sum_{j}\sum_{c}\sum_{p}\Pr_{T_{p}}QJC_{j,p} + \sum_{s}\sum_{q}\sum_{p}\Pr_{T_{qr}}QSQ_{s,p}\right) - \\ & \left(\sum_{r}\sum_{h}FX_{h}X_{h} + \sum_{j}\sum_{h}FY_{h}Y_{jh} + \sum_{h}\sum_{h}FH_{hh}T_{hh} + \\ \sum_{r}\sum_{h}FW_{h}W_{h} + \sum_{r}\sum_{h}FO_{jh}O_{sh} + \sum_{r}\sum_{h}FU_{n}U_{dh}\right) - \\ & \left(\sum_{r}\sum_{r}\sum_{r}TVI_{vk}QVI_{vk} + \sum_{r}\sum_{j}\sum_{p}TIJ_{ip}QII_{ip} + \sum_{j}\sum_{c}\sum_{p}TJC_{j,p}QJC_{j,p} + \\ \sum_{c}\sum_{k}\sum_{p}TCK_{chp}QKL_{hh} + \sum_{k}\sum_{r}\sum_{p}TKR_{hp}QKR_{hp} + \sum_{k}\sum_{p}\sum_{p}TLS_{hp}QLS_{hp} + \\ & \sum_{r}\sum_{q}\sum_{p}TSQ_{up}QSQ_{up} + \sum_{r}\sum_{p}\sum_{r}TKR_{hp}QKR_{hp} + \sum_{k}\sum_{p}\sum_{p}TLS_{hp}QLS_{hp} + \\ & \sum_{r}\sum_{q}\sum_{p}TSQ_{up}QSQ_{up} + \sum_{r}\sum_{p}\sum_{r}RRC_{up}QKI_{hp} + \sum_{k}\sum_{p}\sum_{p}DC_{jp}QJC_{j,p} + \\ & \sum_{r}\sum_{q}\sum_{p}CC_{hp}QKL_{hh} + \sum_{k}\sum_{p}\sum_{p}RC_{up}QKR_{hp} + \sum_{k}\sum_{q}\sum_{p}RDC_{up}QLS_{hp} + \\ & \sum_{k}\sum_{p}\sum_{p}CC_{hp}QKL_{hh} + \sum_{k}\sum_{p}\sum_{p}RC_{up}QKR_{hp} + \sum_{k}\sum_{p}\sum_{p}RDC_{up}QLS_{hp} + \\ & \sum_{k}\sum_{p}\sum_{p}ETCQ_{up}QKL_{hh} + \sum_{r}\sum_{p}\sum_{p}RC_{up}QKR_{hp} + \sum_{r}\sum_{p}\sum_{p}RDC_{up}QLS_{hp} + \\ & \sum_{k}\sum_{p}\sum_{p}ETCK_{up}QKL_{hh} + \sum_{k}\sum_{p}\sum_{p}CETHI_{up}RC_{up}QKI_{hp} + \sum_{r}\sum_{p}\sum_{p}ETSQ_{up}QJC_{pr} + \\ & \sum_{k}\sum_{p}\sum_{p}ETCK_{up}QKL_{hh} + \sum_{p}\sum_{p}\sum_{p}RC_{up}QKR_{hp} + \sum_{p}\sum_{p}\sum_{p}RDC_{up}QLS_{hp} + \\ & Max Z_{2} = \theta_{JO} \left(\sum_{i}\sum_{n}JOI_{uh}W_{in} + \sum_{r}\sum_{p}JOJ_{uh}W_{in} + \sum_{r}\sum_{p}LDR_{uh}T_{uh}\right) - \\ & \theta_{LD} \left(\sum_{i}\sum_{n}JDI_{uh}W_{in} + \sum_{i}\sum_{p}\sum_{p}(ETHI_{up} + EM_{up})QH_{up} + \sum_{k}\sum_{p}\sum_{p}ETJC_{ip}QJC_{jp} + \\ & \sum_{k}\sum_{p}\sum_{p}ETSQ_{up}QSQ_{up} + \sum_{k}\sum_{r}\sum_{p}ETRV_{up}QRV_{re} + \\ & \sum_{k}\sum_{q}\sum_{p}ETSQ_{up}QSQ_{up} + \sum_{k}\sum_{r}\sum_{p}ETRV_{up}QRV_{re} + \\ & \sum_{k}\sum_{q}\sum_{p}ETSQ_{up}QSQ_{up} + \sum_{k}\sum_{r}\sum_{p}ETRV_{up}QRV_{re} + \\ & \sum_{k}\sum_{q}\sum_{p}ETSQ_{up}QSQ_{up} + + \sum_{r}\sum_{r}\sum_{p}ETRV_{up}QRV_{re} \\ \end{array} \right) \end{aligned}$$

The first objective function (Equation 1) maximizes the profits (total revenue minus total costs) from establishing the facilities in four parts. In the first part, the revenue obtained from the product's sale in the first and second market is computed. The fixed costs of establishing factory, distribution, collection, repair, redistribution, and recycling center are calculated in the second part. In the third part, the transportation cost between facilities is shown. Finally, in the fourth part, the operating cost of the supply chain is presented. The second objective function (Equation 2) maximizes the social effects of the supply chain network by maximizing the created job opportunities as well as minimizing the average lost days due to workplace

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injury. The third objective function (Equation 3) minimizes the environmental impacts,  $CO_2$  emission resulted from transportation, production, repair, and recycling throughout the supply chain.

Constraint

$$\sum_{j} \sum_{p} QIJ_{ijp} = \sum_{v} \sum_{e} QVI_{vie} + \sum_{k} \sum_{p} QKI_{kip} \qquad \forall i$$
(4)

$$\sum_{i} QIJ_{ijp} = \sum_{c} QJC_{jcp} \qquad \forall j, p$$
(5)

$$\sum_{j} QJC_{jcp} \ge DE_{cp} \qquad \forall c, p \tag{6}$$

$$\sum_{k} QCK_{ckp} = DE_{cp} \times RT \qquad \forall c, p$$
(7)

$$\sum_{d} QKD_{kdp} = \sum_{c} QCK_{ckp} \times RD \qquad \forall k, p$$
(8)

$$\sum_{l} QKL_{klp} = \sum_{c} QCK_{ckp} \times RR \qquad \forall k, p$$
(9)

$$\sum_{r} QKR_{km} = \sum_{c} QCK_{ckp} \times RS \qquad \forall k, p$$
(10)

$$\sum_{i} QKI_{kip} = \sum_{c} QCK_{ckp} \times RM \qquad \forall k, p$$
(11)

$$\sum_{c} QCK_{ckp} = \sum_{d} QKD_{kdp} + \sum_{i} QKI_{kip} + \sum_{l} QKL_{klp} + \sum_{r} QKR_{krp} \qquad \forall k, p$$
(12)

$$\sum_{k} QKL_{ckp} = \sum_{s} QLS_{lsp} \qquad \forall l, p$$
(13)
$$\sum_{k} QLS_{ckp} = \sum_{s} QSQ_{ckp} \qquad \forall c, p$$

$$\sum_{l} QLS_{lsp} = \sum_{q} QSQ_{sqp} \qquad \forall s, p \tag{14}$$

$$\sum_{s} QSQ_{sqp} \ge DDE_{qp} \qquad \forall q, p \tag{15}$$

$$\sum_{k} \sum_{p} QKR_{km} = \sum_{v} \sum_{e} QRV_{rve} \qquad \forall r$$
(16)

$$\sum_{i} \sum_{e} QVI_{vie} \le CapV_{v} \qquad \forall v$$
(17)

$$\sum_{j} \sum_{p} QIJ_{ijp} \leq \sum_{h} CapI_{ih}X_{ih} \qquad \forall i$$

$$\sum_{j} \sum_{p} QIC_{j} \leq \sum_{h} CapI_{jh}X_{jh} \qquad \forall i$$
(18)

$$\sum_{c} \sum_{p} QJC_{jcp} \leq \sum_{h} Cap J_{jh} I_{jh} \quad \forall j$$

$$\sum_{c} OCK \leq \sum_{h} Cap K_{c} T \qquad \forall k$$
(19)

$$\sum_{c} \sum_{p} \mathcal{O} \mathcal{C} \mathcal{K}_{ckp} \leq \sum_{h} \mathcal{C} ap \mathcal{K}_{kh} \mathcal{K}_{hh} \qquad \forall \mathcal{K}$$

$$(20)$$

$$\sum_{c} \mathcal{O} \mathcal{K}_{log} \leq \sum_{h} \mathcal{C} ap \mathcal{L}_{kh} \mathcal{W}_{hh} \qquad \forall l \qquad (21)$$

$$\sum_{k} \sum_{p} QLS_{kp} \leq \sum_{h} CapL_{sh}W_{sh} \qquad (21)$$

$$\sum_{k} \sum_{p} QKR_{krp} \leq \sum_{h} CapR_{th}U_{th} \qquad \forall r$$
(22)

$$\sum_{h} X_{ih} \le 1 \qquad \forall i \tag{24}$$

$$\sum_{h} Y_{jh} \le 1 \qquad \forall j \tag{25}$$

$$\sum_{h} T_{kh} \le 1 \qquad \forall k \tag{26}$$

$$\sum_{h} W_{lh} \le 1 \qquad \forall l \tag{27}$$

$$\sum_{h} O_{sh} \le 1 \qquad \forall s \tag{28}$$

$$\sum_{h}^{L} U_{ih} \leq 1 \qquad \forall r \tag{29}$$

$$\sum_{ih}^{L} X_{ih} \leq NX \qquad \forall i \tag{30}$$

$$\sum_{h}^{h} Y_{jh} \le NY \qquad \forall j \tag{31}$$

$$\sum_{h}^{N} I_{kh} \leq NH \qquad \forall k \qquad (32)$$

$$\sum_{h}^{N} W_{lh} \leq NW \qquad \forall l \qquad (33)$$

$$\sum_{h}^{n} O_{sh} \le NO \qquad \forall s \tag{34}$$

$$\sum_{h} U_{h} \le NU \qquad \forall r \tag{35}$$

$$X_{ih}, Y_{jh}, T_{kh}, W_{lh}, O_{sh}, U_{ih} \in \{0, 1\}$$
(36)

 $QVI_{vie}, QIJ_{ijp}, QJC_{jcp}, QCK_{ckp}, QKI_{kip}, QKD_{kdp}, QKL_{kip}, QKR_{kp}, QLS_{lsp}, QSQ_{sqp}, QRV_{rve} \ge 0$  (37)

Constraint 4 guarantees that the summation of inflows to each factory from all suppliers and collection centers is equal to the center's outflows. Constraint 5 ensures that the summation of the inflows to each distribution center from all production centers is equal to the summation of the outflows from these distribution centers. Constraint 6 ensures that the demand of all customers in the first market area is satisfied. Constraint 7 indicates the relationship between customer demand in first market areas and the returned products to collection centers. Constraint 8 shows that the outflows from the collection centers to all disposal centers are equal to the inflows to each collection center from all first market customers multiplied by the disposal ratio. Constraint 9 shows that the outflows from the collection centers to all repair centers are equal to the inflows to each collection center from all first market customers multiplied by the repair ratio. Constraint 10 shows that for each product, the outflows from the collection centers to all recycling centers are equal to the inflows to each collection center from all first market customers multiplied by the recycling ratio. Constraint 11 shows that the outflows from the collection centers to all factories are equal to the inflows to each collection center from all first market customers multiplied by the reproduction ratio. Constraint 12 shows that the inflows to each collection center from all the first market customers are equal to the sum of the outflows from this center to the repair, reproduction, recycling, and disposal centers. Constraint 13 ensures that the sum of the inflows to each repair center from all collection centers is equal to the summation of the outflows from these repair centers. Constraint 15 ensures that the demand of all customers in the second market is satisfied. Constraint 16 ensures that for each raw material, the sum of inflows to each recycling center from all collection centers is equal to the sum of the outflows from these recycling centers. Constraint 17 ensures that the sum of outflows from each supplier to all factories does not exceed the supplier's capacity for each raw material. Constraint 18 ensures that the total output from each factory to all distribution centers does not exceed the factories' capacity for each product. Constraint 19 ensures that the sum of the outflows from each distribution center to all first market customers does not exceed the distribution center's capacity for each product. Constraint 20 ensures that the total inflows to the collection centers from all customers in the first market do not exceed the collection centers' capacity. Constraint 21 ensures that the total inflows to the repair centers from all collection centers do not exceed the capacity's repair centers. Constraint 22 ensures that the total inflows to the redistribution centers from all collection centers do not exceed the redistribution centers' capacity. Constraint 23 ensures that the total inflows to recycling centers from collection centers do not exceed recycling centers' capacity. Constraints 24 to 29 ensure that the factories, distribution, collection, repair, redistribution, and recycling centers are built with at most one capacity level, respectively. Constraints 30 to 35 limit the maximum number of facilities, including factories, distribution, collection, repair, redistribution, and recycling centers for the establishment, respectively. Constraints 36 and 37 show the binary and positive variables of the model, respectively.

#### **4** Numerical Examples

In this section, five different scenarios are defined to evaluate the proposed deterministic model. To solve the model, GAMS, solver CPLEX with a system of Cori7 and RAM 16 GIG is used. In addition, to overcome the innate uncertainty, the Bental-Nimrovski approach is implemented. To compare the obtained results from deterministic and robust models, two criteria are defined, standard deviation and mean of solutions which are summarized in Table 1 [17, 18]. As was expected, the results demonstrate the superiority of the deterministic model in terms of the first criteria (mean) in most cases, which is due to implementing the Bental Nimrovski approach, which provides the worst optimized solutions. On the other hand, the robust model shows a better solution than the deterministic model in terms of standard deviation.

Г	Level of	Mean of the objective functions under tests					Standard deviation of the objective functions under tests						
Test	uncertain	Certain			Robust			Certain			Robust		
	ty	$Z_1$	$Z_2$	$Z_3$	$Z_1$	$Z_2$	$Z_3$	$Z_1$	$Z_2$	$Z_3$	$Z_1$	Z 2	$Z_3$
1	0.20	14713 89	142 5	4979	14434 91	139 5	6391	23280	14	105	12827	6	66
	0.50	14382 39	142 9	4971	14109 00	137 6	6559	53807	42	142	20108	3	25
	1	14683 08	143 7	4908	13728 03	136 5	6615	33885	24	63	18554	2	19
	0.20	18023 85	177 8	1336 2	19508 52	177 7	1716 9	95885	13 7	157	41117	2 0	10 2
2	0.50	18972 17	179 8	1357 1	18734 18	167 1	1737 6	15714 0	10 3	328	37141	3 7	46
	1	18489 15	174 4	1366 3	17579 35	161 8	1787 1	12559 0	13 0	110	43065	1 2	72
	0.20	25308 59	229 7	1300 3	25222 98	243 6	1738 3	70324	16 1	513	15913	8	24
3	0.50	24917 91	234 2	1295 4	24845 93	240 1	1756 1	37530	22 0	798	23407	3 3	10 5
	1	24690 14	235 7	1282 5	24116 94	210 7	1784 9	40128	10 9	103 0	16067	7 3	94
	0.20	28942 64	250 0	1369 2	27197 86	257 5	1831 8	78356	10 7	133	31941	2 8	22
4	0.50	29026 41	256 0	1383 4	26293 53	246 5	1847 2	81214	11 0	273	18249	1 4	15 0
	1	28545 46	247 5	1343 7	25480 31	241 5	1878 8	65352	11 1	256	33258	3 1	91
5	0.20	27294 94	320 8	1649 1	36136 48	300 5	1493 7	33430 8	22 6	226 2	10802 1	4	93 7
	0.50	23334 10	284 6	1563 8	34144 74	293 3	1672 6	25254 4	13 6	135 4	16227 4	4 6	39 9
	1	32841 02	302 0	1628 5	29561 61	275 7	1877 2	21169 3	13 9	182 5	10527 6	2 4	70 5

 Table 1. Mean and standard deviation of the objective functions under different numerical examples

#### 5 Conclusion

In this paper, a multi-objective robust optimization model for the closed-loop supply chain was presented. According to the multidimensional concept of sustainability, the goals of maximizing profits and social effects as well as minimizing the environmental impacts were considered. To formulate the problem, a mixed-integer linear programming model was proposed to design a closed-loop supply chain network. To extend the proposed model under uncertainty, some model parameters, such as first and second market customer demand, transportation costs between facilities, as well as operating costs related to each facility, were considered uncertain. Then, based on the Bental-Nimrovski approach, the robust counterparts presented. Finally, five different scenarios were defined to evaluate the deterministic and robust model's performance based on two criteria (mean and standard deviation of the objective functions). The results demonstrated the superiority of the deterministic model in most cases in terms of objective function's means, while the robust method had better performance in terms of standard deviation. In conjunction with the potential factories, distribution, collection, repair, redistribution, and recycling centers, as well as the number of products transported between facilities, were determined. Since the proposed robust model is NP-hard, it requires considerable solving time for the large dimension problems, so as future studies implementing the heuristic methods are recommended.

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