# **Freight Day VI**

#### **City Logistics Solutions for Express Package Delivery**

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## Challenges Faced by The Express Courier Industry



High last-mile delivery costs including cost of transportation and parking



Inefficient distribution (logistics) systems



Provide greener delivery options



#### **Urban Logistics** offer unique tailor-made solutions for the transport of goods in cities by consolidating & creating innovative solutions for the future through the use of information and communication technologies.

## **Overview of Solutions for Express Couriers**

#### Facility-to-Facility Distribution



Mobile Hubs



#### **Consolidation Centres**



**Express Tricycles** 

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#### Last Mile Delivery





#### **Pack Stations**

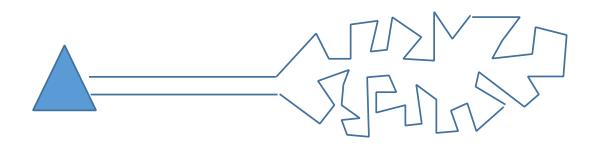
## **Overview of Solutions for Express Couriers**

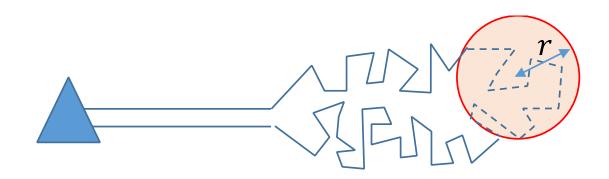


## **Pack Stations**



## Vehicle Routing with/without Pack-Stations





Without Pack-Stations

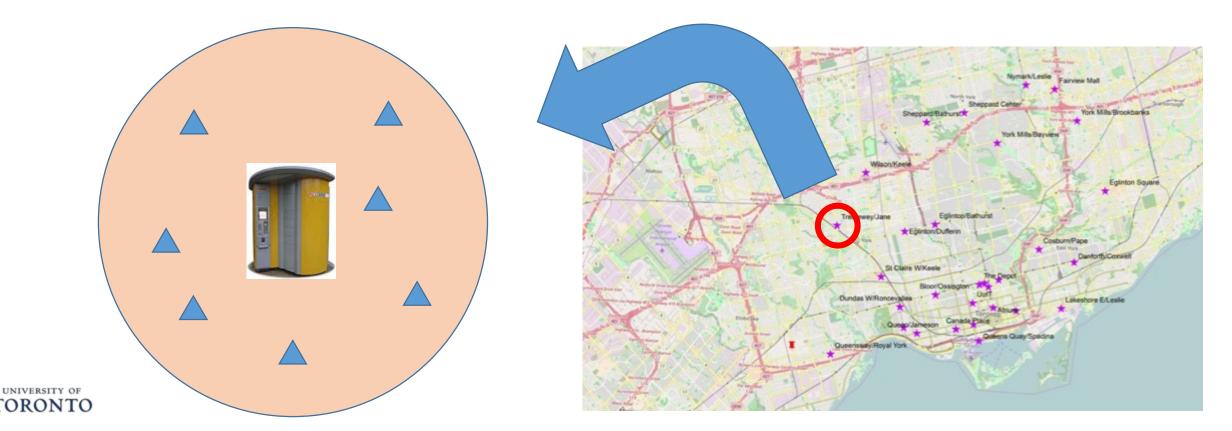
With Pack-Stations



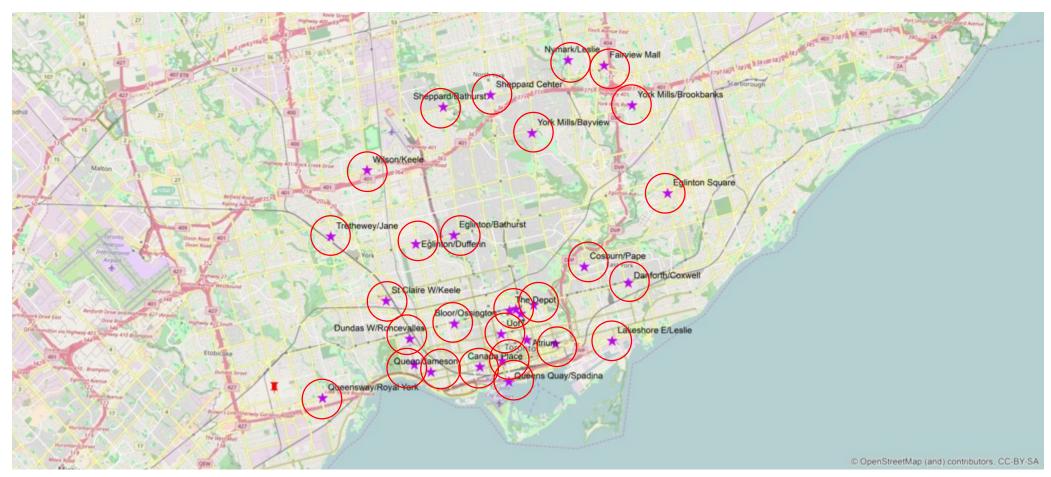
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## Where to Locate Pack-Stations?

Build pack-station if 
$$g < k\pi r^2 \sqrt{D}$$

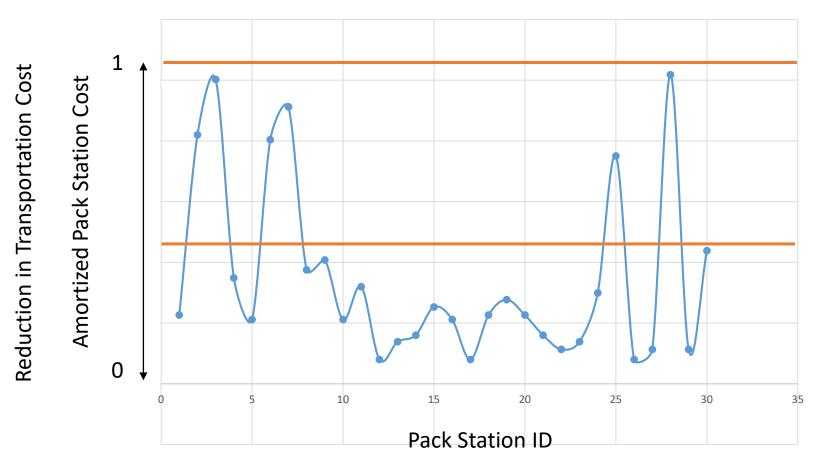


### 200 m Radius of Each Pack Station



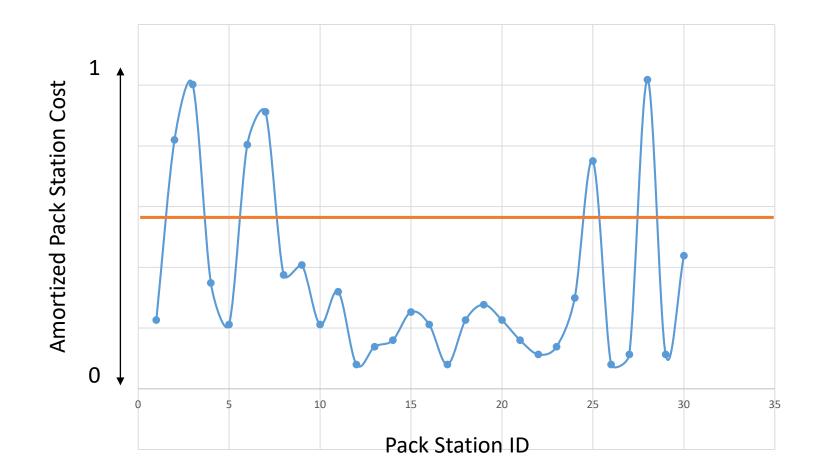


### Which Pack-Stations to Open?





### Which Pack-Stations to Open?





## At Facility Cost g = 0.75



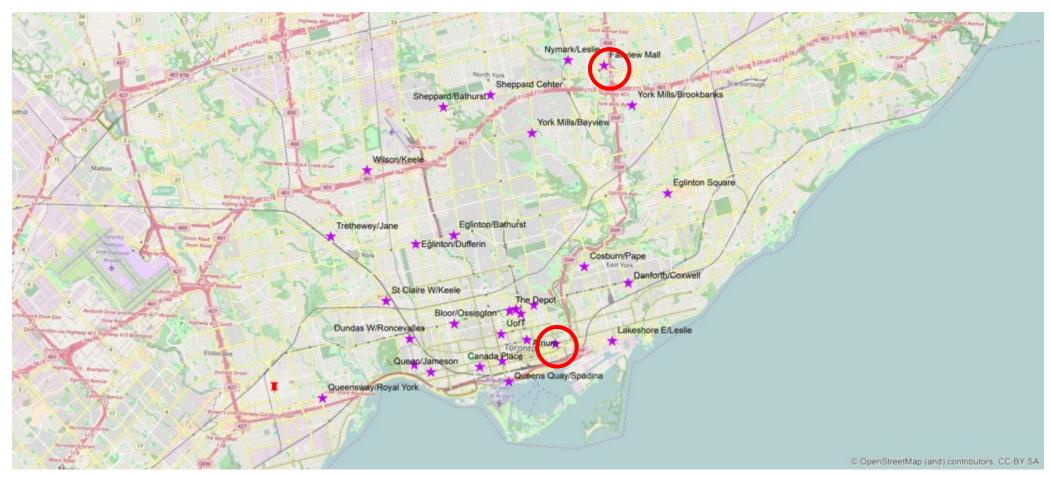


## At Facility Cost g = 0.85





## At Facility Cost g = 0.95

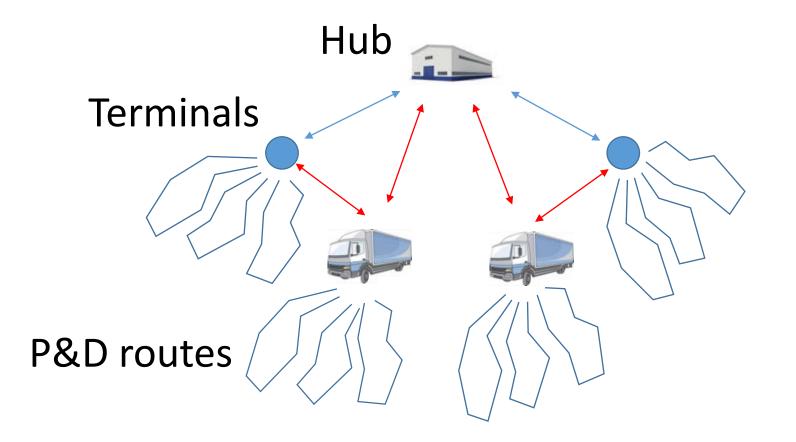




## Mobile Hubs

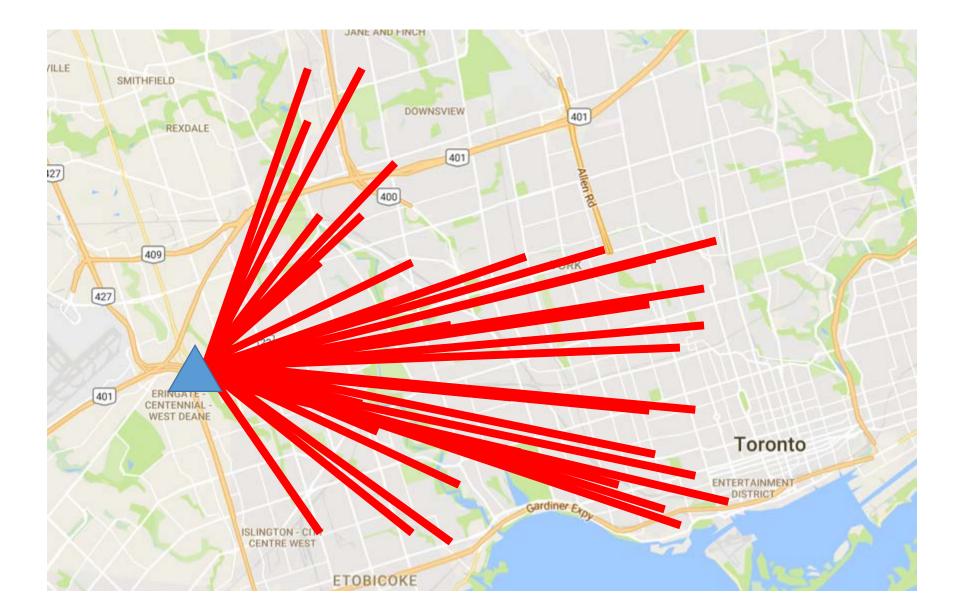


## Mobile Hubs in The Distribution Network





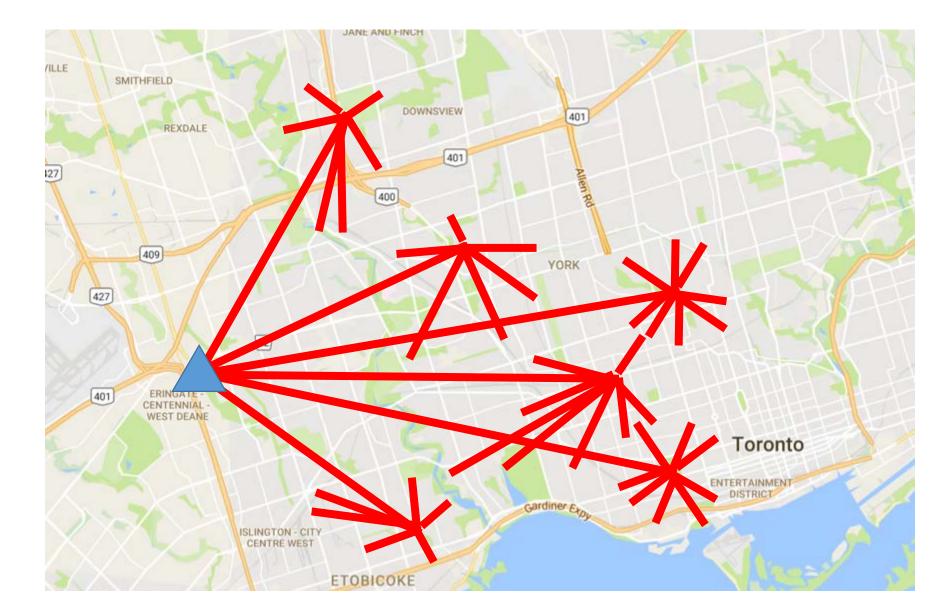
## Base Case (Without Mobile Hubs)



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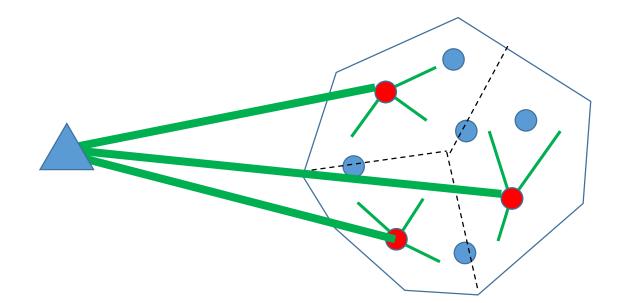
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## Impact of Mobile Hubs on The Line-Haul Distance

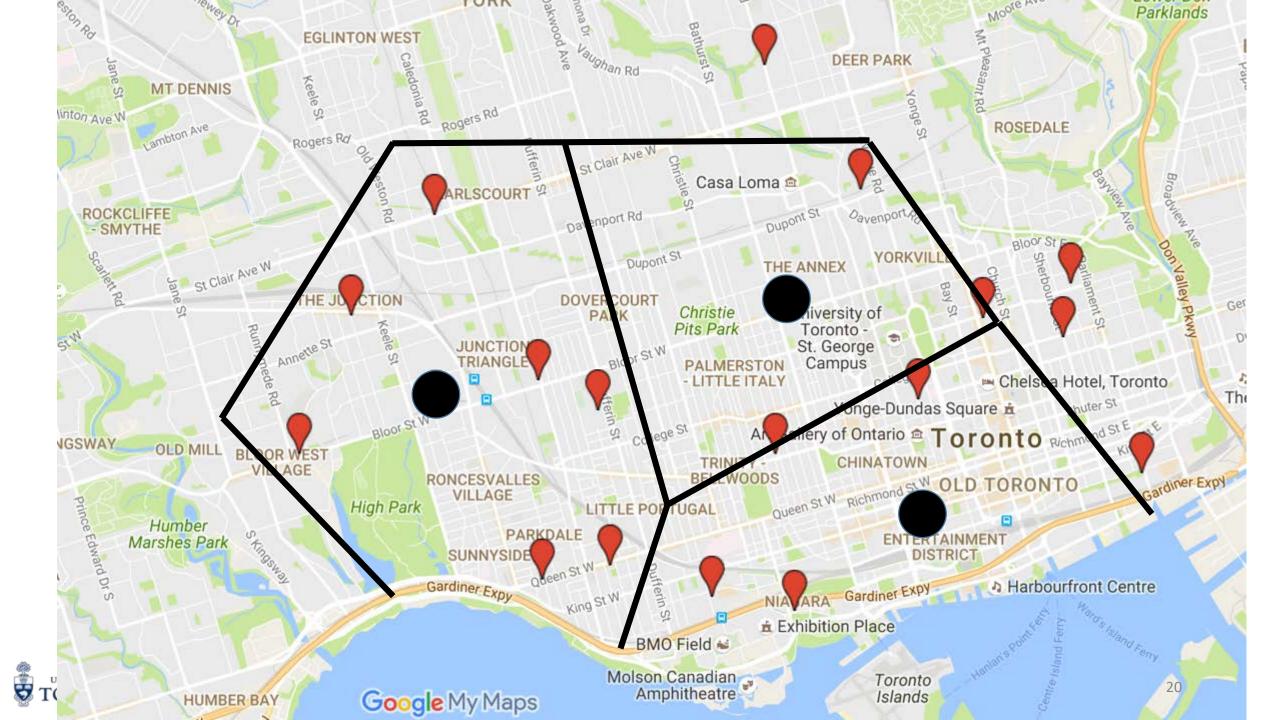




## Locating Mobile Hub Locations (parking lots)





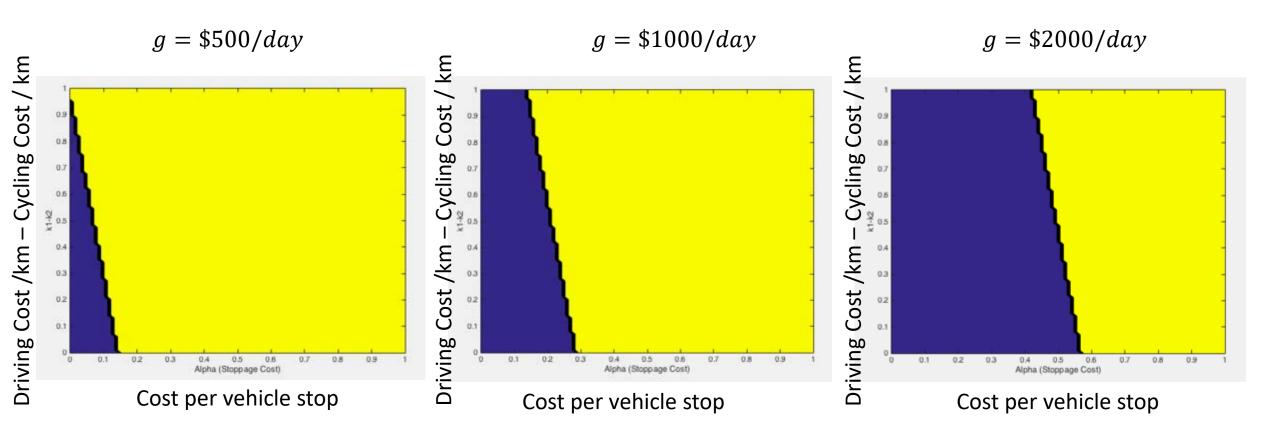




## **Express Tricycles**



## Quantitative Analysis of Eaton Centre Walk Network





Yellow: Build the cycling facility Blue: Do not build the cycling facility

# Key findings

- Mobile hubs reduce the line-haul cost
- Pack stations reduce the local travel cost
- The effectiveness of a mobile-hub relies on the size of the line-haul trucks and the distance between the terminal and the service area
- The effectiveness of pack stations relies on the amortized cost of operating each pack station and the delivery density around the station



#### Questions?

