#### Multi Actor Multi Criteria Analysis for sustainable city distribution: a new assessment framework

#### Lauriane Milan, Cathy Macharis





Vrije Universiteit Brussel 🛛

MOSI Transport & Logistiek



#### Sustainable Logistics



Insecurity in traffic, or external security (hazardous substances)

# Logistics is a condition for economic activity, but it also causes nuisance



# Why do urban distribution solutions tend to fail?





Vrije Universiteit Brussel

# Why it fails



#### Actors involved







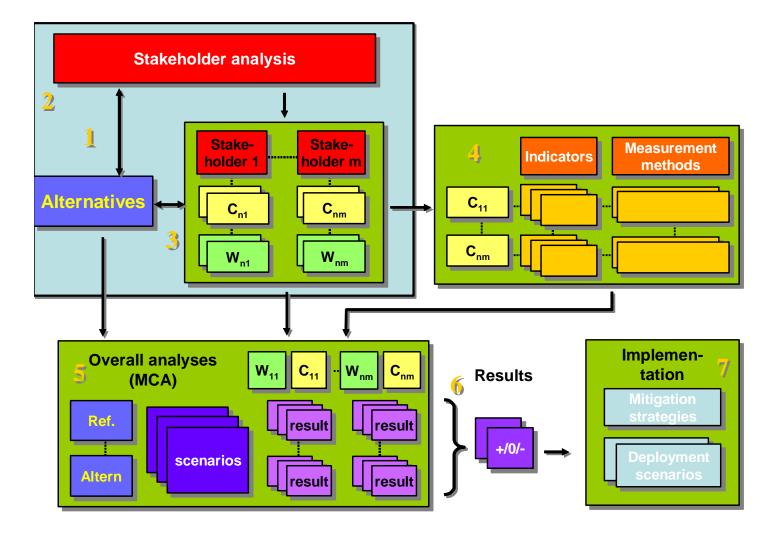
#### Authorities

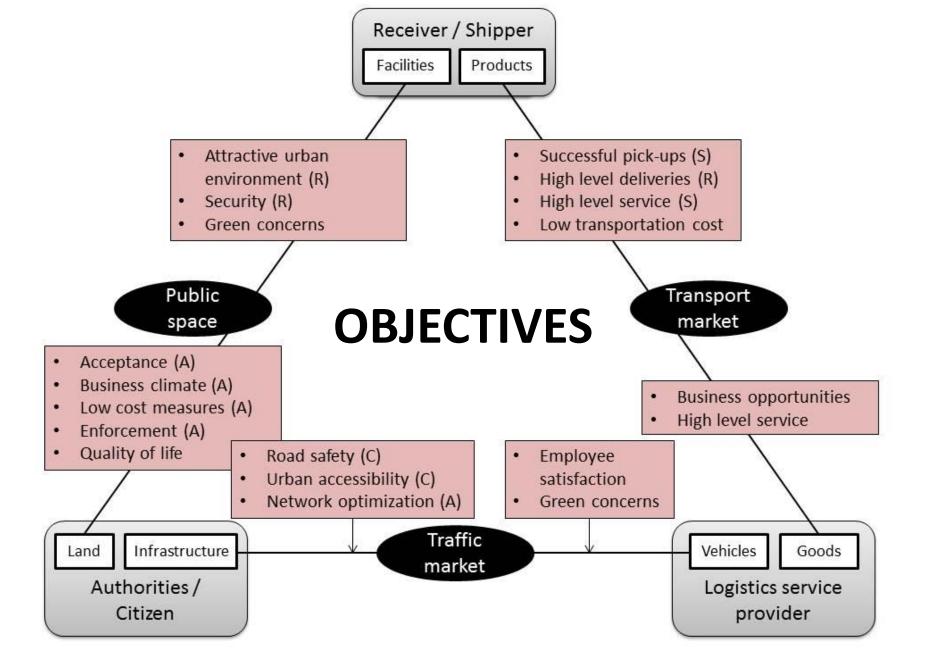


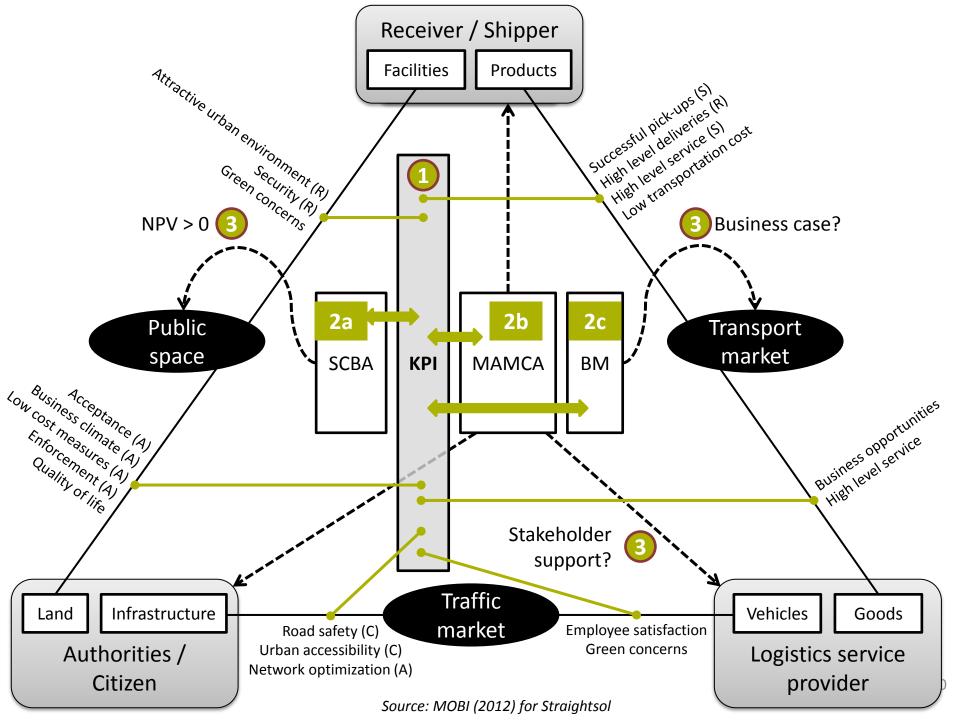




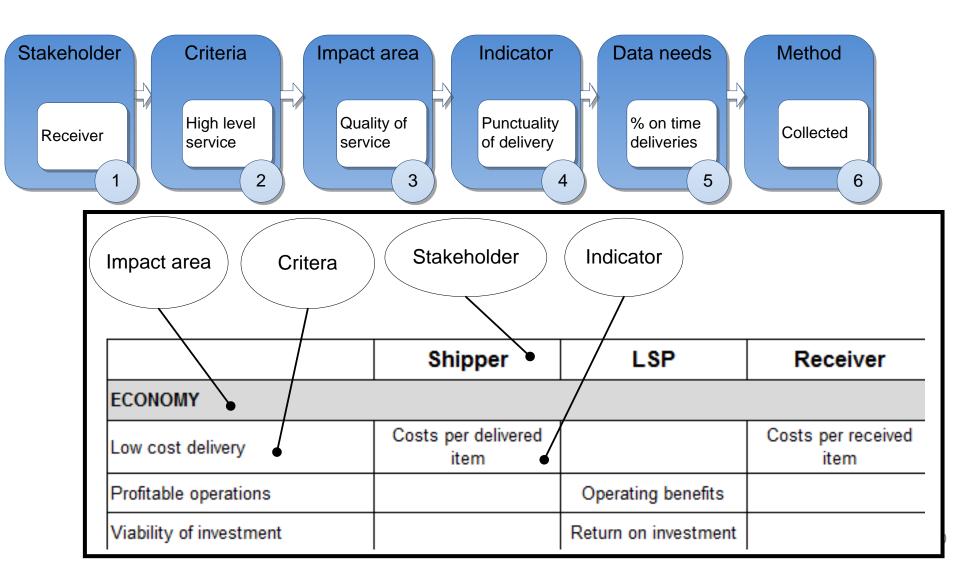
#### Multi Actor Multi Criteria Analysis MAMCA (*Macharis, 2004*)







#### Indicators



# Oslo Norway : Information sharing in last mile distribution

 Aim: More predictable and efficient deliveries
Venue: Stovner Centre –Steen & Strøm AS, Scandinavia's leading shopping centre company





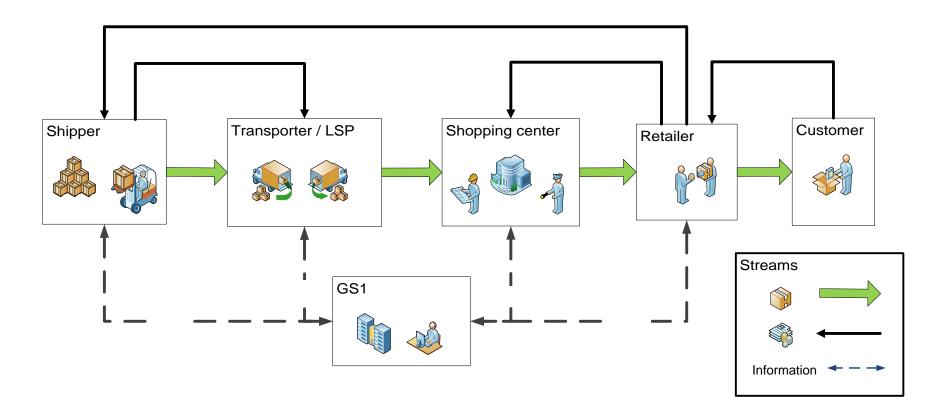
# Motivation

- No manual controls of the receipts in the unloading areas shared by many retail shops
- Trucks occupy freight reception areas in shopping centres for long times because the norm is that the driver has to accompany the goods from the unloading area to the individual stores
- Congestion of the unloading area and long inhouse delivery time

# Motivation

- A shipment to be delivered on Monday could arrive as early as Friday and as late as Monday afternoon: extra staff/extra hours needed
- Retailer don't know if their goods will arrive on time
- Event information from 'checkpoints' in the transport value chain would make planning easier for shops
- Merchandise delivered on days with many customers can be unguarded outside the shop for almost a whole day exposed for theft

### Demonstration: solution proposed



Information collection and sharing
Buffer storage function

# Information collection and sharing







#### Buffer storage function









#### Scenarios

- Business As Usual
- Demonstration in the shopping center with 6 shops involved
- □ Scaled demonstration with 50 shops involved
- Scaled demonstration with 50 shops involved and a delivery drop off point: instead of security guard, secure lockers

#### Stakeholders involved

Stakeholder name	Description	Shipper	Logistics service provider	Receiver	Citizen	Local authority
Stovner senter	Shopping centre manager. Facilitator of delivery areas, rents space to retailers		Х	Х		
Oslo municipality	Local authorities, who support the demonstration. Is involved in the demonstration planning					X
Citizens	Citizens of the city of Oslo and the surrounding area.				Х	
Posten Norge Bring Parcels	Logistic Service Provider		Х			
Tollpost Globe	Logistic Service Provider		Х			
Schenker	Logistic Service Provider		Х			
Sentraldistribusjon	Distributes more than 16 million books per year through its warehouses,	Х	(X)			
Ark Bokhandel at Stovner center	Book-seller, receives deliveries from Sentraldistribusjon			Х		
Nille	Distribution of commodities to 350 retail stores in Norway	Х		Х		
Jernia	Distribution of hardware to 165 retail stores in Norway and 75 I Sweden	Х		Х		
Gresvig	Distribution of sport and apparel products to 324 stores	Х		Х		
Mester Grønn	Wholesaler and retailer flower products to 100 stores	Х	Х	Х		
Dressmann/Varner	Wholesaler and retailer selling apparel products in 400 stores in Norway an 6other countries	Х		Х		19/30

# The multi-criteria analysis methods

AHP : Allocation of weights by stakeholders
Expert Choice Comparion for survey

GDSS - PROMETHEE - GAIA : Analysis per stakeholder and Multi - actor view
D-Sight for MCDA

# Allocation of weights

Which of the two objectives displayed, "Quality of life" and "Enforcement", is more important with respect to «City distribution»?





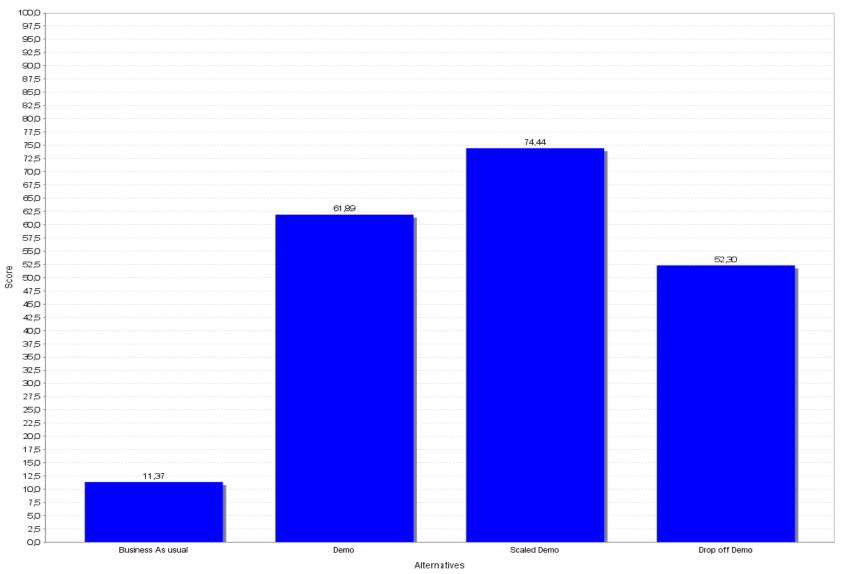
Auto advance



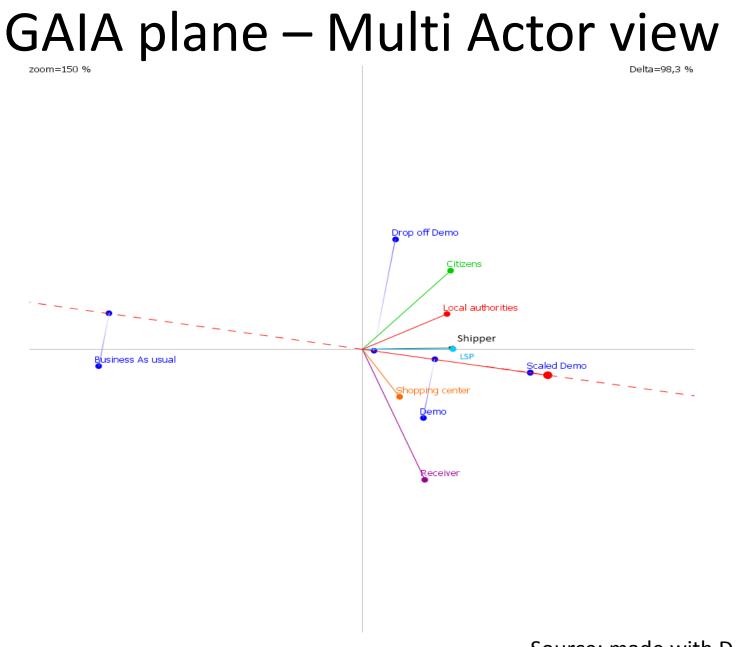
#### Stakeholder weights

Stakeholder	Criterion	Criterion definition	Weight	
group				
Logistics	Profitable operations	Making profit by providing logistics services	32.1	
Service	Viability of investment	A positive return on investment	17.4	
Providers	High level service	Receiver and shipper satisfaction	26.4	
	Employee satisfaction	Employees are satisfied with their work and working environment	14.6	
	Green concerns	Positive attitude towards environmental impact	9.5	
Shippers	Successful pick-ups	Punctual and secure pick-ups with no damage	13.7	
	Cost deliveries	Low out-of-pocket costs for transport	51.6	
	High level service	Receiver satisfaction	25.6	
	Green concerns	Positive attitude towards environmental impact	9.1	
Receivers	Convenient high level deliveries	Deliveries that do not compromise the receiver operations	11.6	
	Attractive urban environment	Nice and liveable surroundings	5.7	
	Green concerns	Positive attitude towards environmental impact	4.4	
	Security	Security of the goods, less thefts	17.7	
	Transportation costs	Low costs to receive goods	60.6	
Shopping center	Quality of service	Deliveries that do not compromise the receiver operations	10.0	
	Security	Security of the goods, less thefts	5.0	
	Financial viability	Making a profit by providing logistics services		
	Employee satisfaction	Employees are satisfied with their work and working environment	5.0	
	Attractive environment	Nice surroundings	40.0	
Citizens	Emissions	Reduce emissions of CO2, NOx, PM2.5, PM10	61.2	
	Visual nuisance	Less space occupacy by trucks	11.8	
	Urban accessibility	Reduce freight transport, less congestion	27.0	
Local	Positive business climate	Attractive environment for companies	19.4	
authorities	Quality of life	Attractive environment for citizens	15.7	
	Social political acceptance	Citizens support for measures	44.8	
	Network optimization	Optimal use of existing infrastructure	20.1	

#### Promethee II - ranking

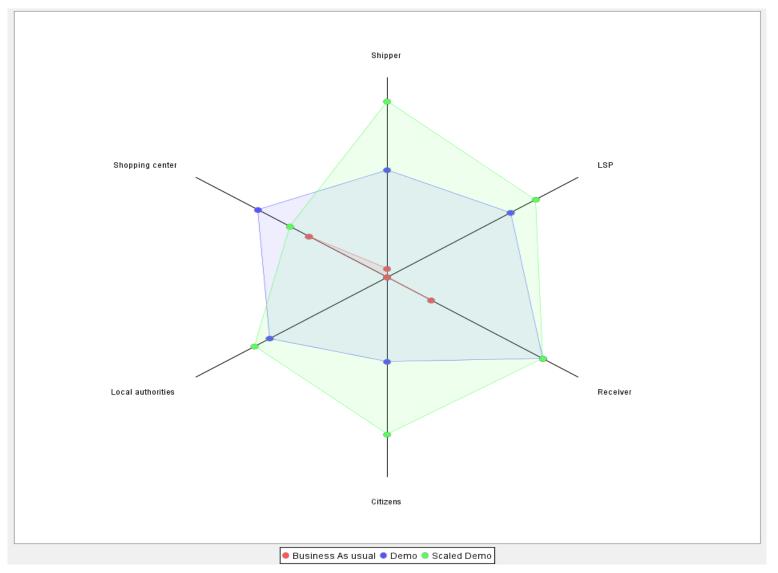


Source: made with D-Sight<sub>23/30</sub>



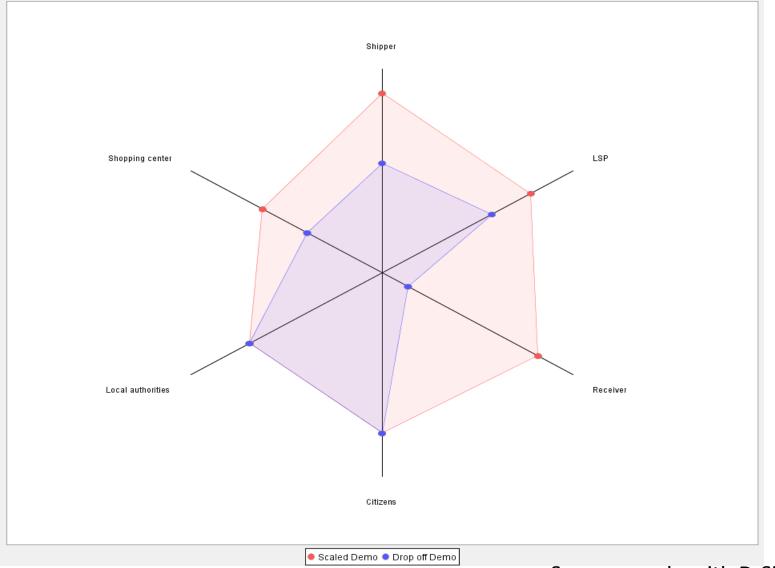
Source: made with D-Sight<sub>24/30</sub>

# Spider web – Multi Actor view



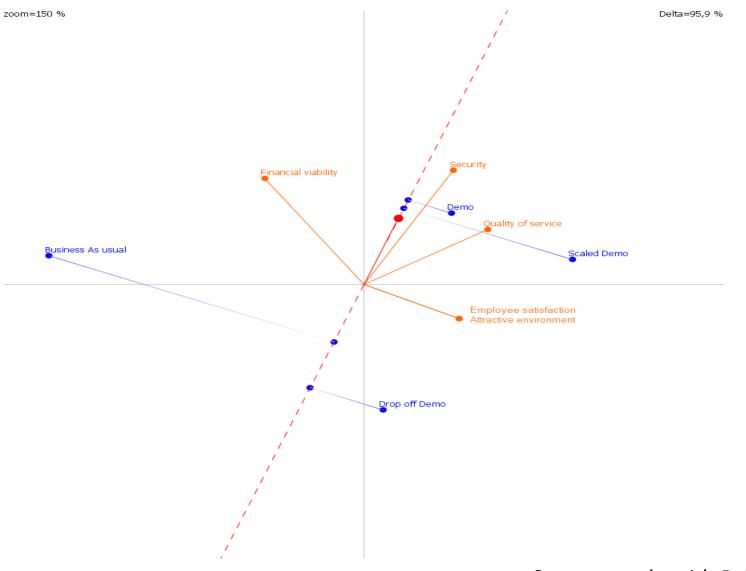
Source: made with D-Sight<sub>25/30</sub>

# Spider web – Multi Actor view



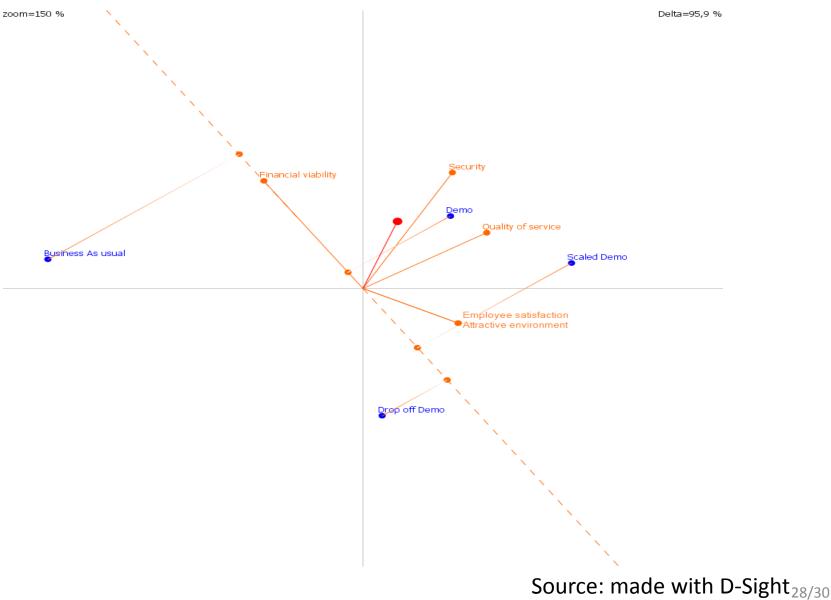
Source: made with D-Sight<sub>26/30</sub>

#### GAIA plane – Shopping center



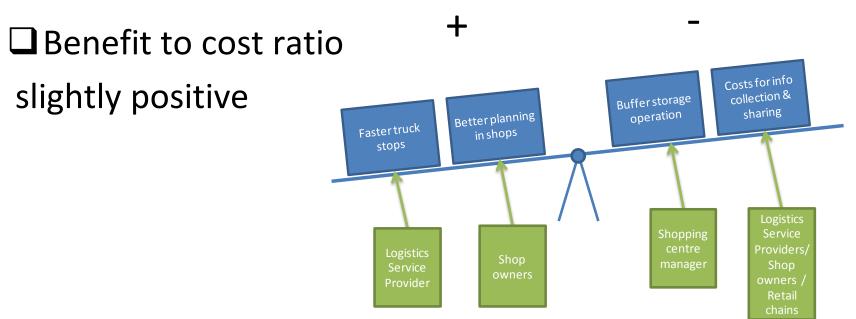
Source: made with D-Sight<sub>27/30</sub>

#### GAIA plane – Shopping center



#### Demo actual outcomes

- Reduce in-house delivery times to store
- Better information on expected delivery times
- Better planning of shop activities due to better last mile supply chain visibility



#### Perspectives and exploitation

- The demo implied increased contact and understanding between the stakeholders
- Organisational and business aspects important for further roll-out – transfer of benefits between stakeholders
- Steen & Strøm : new shopping centre at Økern (design 2014, opening 2018)

□ Logistics service providers interested but wait for initiatives

### Conclusions

- The City Distribution dedicated Multi Actor Multi Criteria Analysis framework is currently applied to STRAIGHTSOL demonstrations
- Takes into account the objectives of all stakeholders during the evaluation
- Provides a coherent indicator set linked with concrete applications
- Input for clear recommendations and road maps for a large scale implementation of innovative concepts throughout Europe

# Thank you for your attention!

#### http://mobi.vub.ac.be/ http://www.straightsol.eu/

#### Lauriane.Milan@vub.ac.be



Vrije Universiteit Brussel



#### References

- MACHARIS, C. and S. MELO (Eds.), 2011, City Distribution and Urban Freight Transport: Multiple Perspectives, Edward Elgar Publishing, Cheltenham, pp. 263.
- MACHARIS, C. "Multi-criteria Analysis as a Tool to Include Stakeholders in Project Evaluation: The MAMCA Method", in HAEZENDONCK, E. (Ed.), 2007, *Transport Project Evaluation*. *Extending the Social Cost–Benefit Approach*, Cheltenham, Edward Elgar, pp. 115-131.
- MACHARIS, C., DE WITTE, A. and L. TURCKSIN, 2010, "The multi-actor multi-criteria analysis (MAMCA): Application in the Flemish long term decision making process on mobility and logistics", *Transport Policy*, 17, pp. 303-311
- MACHARIS, C.; DE WITTE, A., AND J. AMPE, 2009, "The multi-actor, multi-criteria analysis methodology (MAMCA) for the evaluation of transport projects: theory and practice", *Journal of Advanced Transportation*, vol.43, nr. 2, pp.183-202.
- MACHARIS, C., LEBEAU, K., TURCKSIN, L., 2012, "Multi Actor Multi Criteria Analysis (MAMCA) as a tool to support sustainable decisions: state of use." *Decision Support Systems* Vol. 54, 610–620.
- MACHARIS, C., MILAN, L., VERLINDE, S., VAN LIER, T., 2012, "Urban and inter-urban freight transport: A stakeholder based impact assessment framework", in: S. Weijers and W. Dullaert, Bijdragen Vervoerslogistieke werkdagen, 29-30 November, Venlo, University Press, Zelzate, pp. 255-268.
- MACHARIS, C. ,BRANS, JP., MARESCHAL, B., 1998, "The GDSS PROMETHEE Procedure," *Journal of Decision Systems*, 7, pp 283-307