

TRANSPORTATION- ROUTE OPTIMIZATION

This study focuses on optimizing on-demand restaurant delivery routes to reduce environmental impact, specifically fuel consumption and emissions. Using simulated data from Boston, MA, various time window strategies were evaluated to determine their effect on routing efficiency. The following 10 steps outline the methodology, from data retrieval and preparation to model building and application development, aimed at enhancing both operational efficiency and sustainability in meal delivery services.

1. Research Data

The study focuses on optimizing on-demand restaurant delivery to minimize environmental impact. Using a simulation in Boston, MA, data was generated with random customer and restaurant locations and delivery times, evaluating the effect of different time window structures on routing efficiency.

- **Objective:** The core objective of this research was to investigate how optimizing on-demand restaurant delivery routes could help reduce the environmental impact of such services.
 - **Simulated Orders:** The data was simulated with fictional orders, ensuring that the findings could be generalized to real-world scenarios while remaining adaptable to different geographic areas.
 - **Geographical Focus:** The simulation focused on Boston, MA, a dense urban area, to evaluate how varying distances between restaurants and customers impact delivery efficiency and environmental sustainability.
 - **Randomization Process:** Orders were randomized to create a diverse and representative sample of customer behavior and order timing. Random selection of addresses allowed the model to simulate the unpredictable nature of real-world order patterns.
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2. Data Retrieval

Simulated data was retrieved with random customer and restaurant locations in Boston, and random delivery times based on a normal distribution. VROOM, a routing optimization tool, was used to optimize delivery routes under different time window configurations.

- **Customer and Restaurant Locations:** The simulation generated random geographical coordinates for customers and restaurants within a defined area in Boston, taking into account factors such as population density and proximity to major roads.

- **Order Timing Distribution:** The order times followed a normal distribution centered around 12:05 pm, reflecting typical meal delivery demand during peak lunchtime hours. The standard deviation of 20 minutes allowed for reasonable variation in customer order timings.
 - **Flexibility in Time Windows:** Several time window configurations were introduced to study their effect on routing efficiency, offering insight into whether more flexibility can help reduce overall travel distance and emissions.
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3. Data Preparation

The dataset included 20 random instances with customer and restaurant locations, delivery times, and time windows, all constrained to a 12:00 pm to 1:00 pm window. The data was structured for analysis on distance, costs, and time window impacts.

- **Data Structuring:** The data was structured into a table with key fields such as customer and restaurant coordinates, order delivery time, time window constraints, and corresponding delivery costs and distances.
 - **Ensuring Consistency:** To maintain data quality, locations were verified for consistency in terms of coordinates, and all times were converted into the same time zone (Eastern Standard Time).
 - **Random Sampling:** Data was randomly sampled and generated 20 times to ensure that the results were reliable and not biased by a single set of generated data.
 - **Time Window Assignments:** Delivery time windows were predefined and categorized into fixed (e.g., 12:00 pm - 12:30 pm) and flexible windows (e.g., ± 5 , ± 10 , ± 15 minutes) to study their effects on the optimization process.
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4. Data Exploration

Exploratory Data Analysis (EDA) examined the distribution of distances, delivery times, and costs, along with identifying outliers and the impact of different time windows on routing efficiency.

- **Distance Analysis:** Initial data exploration focused on the distribution of distances between customer and restaurant pairs, considering the urban geography of Boston. This analysis helped to identify the challenges posed by long-distance deliveries in urban settings.
- **Cost Distribution:** The cost associated with each route was also explored, factoring in both the direct financial cost of the delivery and the environmental costs, such as fuel consumption and emissions.

- **Pattern Detection:** By visualizing the data, it was possible to detect trends, such as how clustered customers within a given radius could potentially reduce delivery costs when deliveries were grouped effectively.
 - **Time Window Impact:** The study examined how the time window structure (fixed vs. flexible) affected routing efficiency. Flexible windows provided more opportunities for grouping deliveries, which could result in reduced travel distances.
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5.Data Modeling

Various vehicle routing algorithms were applied using VROOM to optimize delivery routes. The models compared fixed vs. flexible time windows and assessed their impact on reducing fuel consumption and emissions.

- **Algorithm Implementation:** Various optimization algorithms, particularly VROOM, were used to model the delivery routes under different time window configurations. VROOM was chosen due to its robustness in solving vehicle routing problems efficiently.
 - **Routing Constraints:** Each model was constrained by the order time, the time window allowed for delivery, and the number of orders within each time window. These factors affected the optimization of delivery routes and ultimately the fuel consumption.
 - **Simulation of Different Scenarios:** Several different routing models were tested, including both fixed and flexible time windows. These models were used to simulate the potential environmental benefits of each approach.
 - **Performance Metrics:** The models were evaluated based on key performance metrics, including the total distance traveled by delivery vehicles, the total cost of delivery, and the associated environmental impact (measured in fuel consumption and emissions).
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6.Linear Regression

Linear regression analyzed the relationship between time window sizes and delivery efficiency, showing that larger windows (e.g., 30 minutes) reduced both delivery costs and distances, with environmental benefits.

- **Exploring Relationships:** Linear regression was employed to better understand the relationship between the flexibility of time windows and the efficiency of routing. This statistical technique helped quantify how changes in time window size (e.g., longer vs. shorter) would impact the total cost and distance traveled.

- **Cost vs. Distance Analysis:** The linear regression model revealed that larger time windows correlated with lower overall travel distances and reduced costs. This suggested that more flexible delivery windows could enhance the optimization process by reducing the need for last-minute route adjustments.
 - **Environmental Impact:** The model also helped to establish the link between time window flexibility and the reduction in environmental impact, as longer windows allowed for more efficient grouping of deliveries.
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7. Cleansing and Transforming Data

The data was cleansed to remove inconsistencies, standardized for location and time formats, and transformed into consistent time windows to ensure reliable analysis of different scenarios

- **Data Verification:** The data was rigorously verified for accuracy. Missing values, such as empty coordinates or times, were flagged and removed from the dataset to ensure that the analysis was based on accurate information.
 - **Time and Location Standardization:** All time values were standardized into a consistent format, while the locations were checked to ensure they fell within the desired geographical area of Boston. This step was essential to avoid discrepancies when generating routes.
 - **Categorical Data Transformation:** The time window constraints (+5, +10, ±15 minutes) were categorized and transformed into numerical values to ensure compatibility with optimization algorithms.
 - **Outlier Detection:** Any outliers in the delivery distance or time were flagged for further investigation to ensure that the model results were not skewed by extreme cases.
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8. Exploratory Data Analysis (EDA)

EDA visually explored key variables, such as delivery times and distances, identifying how overlapping time windows resulted in more efficient routes and revealing the trade-off between flexibility and cost/distance.

- **Distance and Cost Distribution:** EDA was conducted to visualize the distribution of delivery distances and costs across different scenarios. Box plots and histograms were used to examine how each scenario (e.g., Case A, Case B, etc.) affected the efficiency of delivery routes.
- **Time Window Analysis:** EDA also focused on the overlap between time windows and their impact on grouping deliveries. The study identified that overlapping time

windows allowed for more flexible scheduling, which often led to shorter routes and reduced delivery costs.

- **Customer Behavior Insights:** EDA helped uncover patterns in customer ordering behavior, such as peak demand times or geographical concentration, which could further inform the optimization process.
 - **Environmental Impact:** EDA was also used to assess the environmental benefits of different routing strategies, including the reduction of emissions associated with different delivery models.
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9. Building Models

Various routing models were built with both fixed and flexible time windows. The VROOM algorithm was used to optimize the routes, and models were evaluated based on their cost, distance, and environmental impact.

- **Case Scenario Modeling:** Several routing models were developed for different case scenarios, such as:
 - **Fixed Time Windows:** Deliveries are made within rigid time frames (e.g., 12:00 pm - 12:30 pm), limiting the flexibility of the delivery process.
 - **Flexible Time Windows:** A more flexible approach, with varying time frames (e.g., ± 5 , ± 10 , ± 15 minutes), was explored to evaluate its impact on route optimization.
 - **Route Optimization Algorithms:** VROOM, a well-known vehicle routing algorithm, was applied to each model to calculate the most efficient delivery routes. The algorithm considered all constraints (customer location, delivery time window, etc.) to minimize cost and distance.
 - **Performance Evaluation:** Each model's performance was measured in terms of total cost, distance, and environmental impact. The models were compared to identify which configuration offered the most environmentally friendly and cost-efficient solution.
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10. Presenting and Building Applications

An application was developed using routing optimization results, allowing delivery companies to input data and receive optimized routes. The study concluded that flexible time windows lead to more efficient routes, reducing environmental impact and operational costs.

Introduction

- **Purpose:** The study aimed to explore how the optimization of delivery time windows could minimize the environmental impact of on-demand restaurant delivery services.
- **Focus:** Key variables analyzed included the flexibility of time windows, routing algorithms, delivery distances, and associated costs.

Application Development

- **Functionality:** The application allows users to input customer and restaurant locations along with preferred delivery time windows. It then uses VROOM's optimization algorithm to calculate the most efficient routes for meal delivery, reducing both costs and environmental impact.
- **Output:** The application generates optimized routes and delivery schedules, offering delivery companies insights into how they can minimize their carbon footprint while improving operational efficiency.
- **Real-World Application:** The application can be used by meal delivery services to optimize their daily operations, providing a practical tool for making real-time routing decisions based on available delivery windows.

Conclusion

This case study demonstrated the significant impact that flexibility in delivery time windows can have on optimizing meal delivery routes. The results showed that larger time windows allowed for greater flexibility in scheduling deliveries, leading to reduced travel distances and lower costs. Furthermore, allowing overlapping time windows improved route optimization by enabling more deliveries to be made in a single stop. These findings emphasize the importance of time window flexibility in reducing the environmental impact of on-demand delivery services. The developed application can serve as a valuable tool for delivery service providers looking to improve operational efficiency and minimize their carbon footprint.