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Enhancing Last-Mile Delivery: Innovations in Urban Logistics

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Abstract

The increasing demand for e-commerce together with consumer requirements drives the necessity for advanced last-mile delivery solutions in urban logistics operations. The segment stands as a critical component which accounts for 41–53% of total supply chain costs while presenting difficulties and potential advantages. Self-driving trucks together with drones and artificial intelligence-assisted route planning and micro-fulfillment centers drive changes in delivery structures to provide faster and cleaner and cheaper service. The implementation of IOT and block chain technologies enhances transparency and efficiency while predictive analytics optimizes fleet planning. The development of hybrid delivery systems which merge company-owned fleets with crowd sourced logistics services emerges to address scalability issues. The main problem of urban congestion creates substantial challenges because it increases fuel usage and delivery duration and operating expenses. The combination of agile vehicles with dynamic route optimization and temporary storage solutions has solved these delivery problems. Companies now integrate sustainability into their last-mile strategies because they want to fully fill customer requirements for environmentally friendly logistics practices.

The high costs of implementing autonomous technologies and regulatory constraints limit their extensive adoption despite recent innovative developments. The necessity to develop adaptive approaches for securing profitability and customer satisfaction in last-mile delivery becomes evident through innovation-urban collaboration.

Keywords: Last-mile delivery, Urban logistics, E-commerce , Autonomous vehicles , Micro-fulfillment centers.

I. INTRODUCTION

The past few years have seen tremendous change in e-commerce, which brought with it new challenges for logistics. The most significant of which is last mile delivery, the most expensive period in the entire supply chain where goods are transferred from distribution centers to consumers. It is worth mentioning that last mile delivery accounts for a small percentage of the supply chain. However, it is generally regarded as the most expensive, inefficient and complicated segment of the supply chain. In the world's most populated areas, the congestion of traffic, environmental restrictions, quick delivery expectations from customers, and a stark lack of space make last mile logistics optimization a goal for economists and urban planners alike.

Last mile delivery poses multiple challenges on its own. Cityscapes are characterized by heavy traffic, limited parking spots, narrow roads, and tough environmental policies. All of these contribute not only to an increase in delivery time and operational costs, but also to the city's carbon footprint and pollution levels. And if this wasn't challenging enough, customers expect even quicker delivery that fall within the same day or even hourly as well as —lift and shift services— all of which are difficult to accomplish while maintaining cost-efficiency, effectiveness, and sustainability. Businesses and logistics organizations are facing difficulties with optimizing last mile delivery. To solve this issue, companies are taking new measures, such as AI technology for route optimization.

Urban logistics networks are facing enormous pressure as a result of the world's population's increasing urbanization, the explosive expansion of e-commerce, and consumer expectations for faster, more convenient delivery. Last-mile delivery, the final but essential link in the supply chain, is particularly affected. More and more old-fashioned delivery techniques are becoming ineffective, expensive, and environmentally unfriendly as cities grow more populous and traffic is heavier. Due to its out-of-proportion impact on operating cost and customer satisfaction, last-mile delivery—the movement of goods from a transport hub to the destination of ultimate delivery, frequently a home or business—has emerged as an essential challenge of modern logistics. The way in which the last mile of logistics can work towards sustainability and efficiency is through digital delivery systems.

Decision-making can be enhanced and expedited through the use of artificial intelligence, large data sets, route optimization software, and real-time monitoring. Operational efficiencies are being boosted as well. For example, computer systems can now instantly alter a delivery route to maintain punctuality and fuel economy when unexpected weather, traffic, or customer issues arise. Yet, a digital delivery system is only as robust as the platform in which it operates. Customer-centric platforms that promote transparency and conversation with the consumer can drive up both customer satisfaction and trust.

Equally transformative is the growth of autonomous delivery technologies, which promise to revolutionize last-mile logistics by removing human limits from the delivery process. Autonomous ground vehicles, drones, and sidewalk delivery robots are being tested and, in some regions, deployed at scale to perform contactless deliveries with greater speed and consistency. At the same time as technology progresses, urban logistics is moving towards collaborative approaches. This is because we can no longer expect a single, large organization—whether a public agency or a private business—to plan and implement a successful logistics system across a city. We need all these different players in the logistics ecosystem to work together (or at least not get in each other's way) to create a delivery framework that's both sustainable and efficient. Otherwise, we risk creating another universally hated delivery service: one that causes gridlock and leads to more air pollution, not less.

The last mile in urban delivery is insured by three components: technology, sustainability, and collaboration. Cities and consumer pressures continue to grow, and so does the push to innovate. Ushering in these innovations requires a better approach. One that is eclectic and uses the best of what is available. Tech mustn't get too carried away; it needs to remain grounded in the realities of what most generally available technologies can achieve today. So, no overreliance on drones, for instance. Green initiatives can't lose sight of what the overall delivery system must be able to do, operationally speaking. If I have to switch to sending parcels via electric trucks forever, but those trucks can only drive at about half night-time's top speed because the laptop in the right-hand doorway is a cop, what is the practical value of that shifty initiative. When the components reinforce each other, we have a delivery system whose efficiency, equity, and resilience are well up to contemporary urban living standards.

Background of the Study

Self-collection parcel lockers and a nationwide locker network are two examples of Singapore's last-mile delivery innovations that increase logistics effectiveness, lower costs, and improve customer convenience. These advancements provide important insights for other tropical nations while addressing the problems of urban logistics in densely populated areas Fegde, N. (2025). Route optimisation algorithms, autonomous

delivery systems, electric cars, crowd-sourced delivery models, micro-warehouses, and urban consolidation centres are some of the innovations in urban logistics that are being used to improve last-mile delivery. These innovations are all intended to increase efficiency, lower costs, and address environmental issues. Fegde, N. (2025).

Electric cars, proximity stations, cooperative logistics, transport management optimisation, and better public policies are some of the innovations in urban logistics that are improving last-mile delivery. These tactics seek to increase the effectiveness of urban freight transport while lowering externalities like pollution and traffic. Ranieri, L., Digiesi, S., Silvestri, B., & Roccotelli, M. (2018). A review of last mile logistics innovations in an externalities cost reduction vision. (Ranieri et al., 2018). New delivery vehicle concepts with electric and hybrid engines, parcel delivery services that use pickup locations and automated lockers, and the creation of Food Hubs as urban consolidation centres for perishable goods are some examples of innovations in urban logistics that are improving last-mile delivery.

(Morganti & Dablanc, 2014)

22 last-mile delivery strategies are identified in the paper and are divided into four categories: planning tools, technological advancements, urban goods consolidation, and innovative vehicles. Urban consolidation centres, freight bicycles, and cooperative logistics are important innovations that concentrate on operational effectiveness, emissions, and the effects of traffic. (Lyons & McDonald, 2022). New vehicle types, optimisation systems that use data analytics, cloud computing, and mobile apps, crowdsourcing-based models, and tactics that involve customers as active participants in the delivery process are some of the innovations in urban logistics that are improving last-mile delivery (Koirreba, 2023). Electric vehicles, alternative fuel technologies, and small, adaptable vehicles that meet low emission standards are examples of last-mile delivery innovations. In order to improve the sustainability and efficiency of urban logistics, ideas like freight trams, electric road vehicles, and delivery drones are also being investigated. Slabinac, M. (2015).

The paper highlights that Edge Intelligence (EI) enhances last-mile delivery through AI-driven technologies and real-time data processing, improving route optimization, reducing delivery times, and increasing service reliability, despite initial hesitance from EU companies due to implementation costs (Reis, 2024). Innovations in urban last-mile delivery include the adoption of Alternative Delivery Locations (ADL), eco-friendly vehicles, AI-driven route optimization, and blockchain technology, enhancing operational efficiency, sustainability, and customer satisfaction while addressing critical delivery challenges in densely populated areas. RHILANE, I. (2025). By introducing an Autonomous Hub Vehicle (AHV) and Autonomous Delivery Device (ADD), the LogiSmile project addresses issues like traffic congestion and operating costs while improving last-mile delivery safety, efficiency, and environmental sustainability (Aslam et al., 2024). In response to the growing demand for quick deliveries, the study suggests

a novel Hub-and-Robots routing solution for last-mile delivery that uses park-and-ride locations as central hubs to maximise urban logistics, reduce delivery distances, and improve operational efficiency. Estil-les, M. del C., Ali, W. A., Fanti, M. P., Binetti, M., & Mangini, A. M. (2024). According to the literature review, innovations in urban last-mile delivery include the use of industry 4.0 technologies, robotics, drones, IoT, dark stores, and micro-fulfillment centres. These innovations all help create more sustainable logistics solutions in the context of smart cities. Andreas, K. (2024).

The study examines advancements in last-mile delivery using e-scooters, e-bikes, electric vehicles, and unmanned aerial vehicles, highlighting their lifecycle cost effectiveness and environmental advantages in response to the strict European environmental regulations and the growing demand for e-commerce. (Ilin et al., 2023). Innovations in urban logistics for enhancing last-mile delivery include the use of delivery robots, optimized delivery concepts like city hubs, and electric vehicles, which aim to improve efficiency, reduce costs, and address environmental concerns in urban freight transport. (2023). Springer eBooks. The 'Kiezbote' concept—which uses cargo bikes and micro-hubs for consolidated parcel delivery—is highlighted in the paper as a way to improve customer satisfaction and cut emissions. In order to successfully innovate urban last-mile logistics, it places a strong emphasis on cooperation between PLSPs and local partners as well as technological advancements (Engelhardt & Seeck, 2023)

It proposes a Mixed Integer Linear Programming model and a multi-start improved adaptive large neighborhood search algorithm for optimal solutions. The multi-fleet delivery problem combined with trucks, tricycles, and drones for last-mile logistics efficiency requirements under multiple budget constraints (Chen et al., 2024). Urban logistics innovations that improve last-mile delivery include addressing environmental impacts, promoting decarbonisation and sustainable mobility in urban areas, utilising electric transport vehicles such as bicycles, scooters, and cargo bikes, and improving e-commerce service efficiency Basbas, S. (2023). Drones, smart parcel stations, robots, and crowdsourcing are some of the innovations in last-mile delivery. Driven by technological advancements and the exponential growth of e-commerce, particularly during the pandemic, these alternatives address the limitations of traditional truck-based delivery in urban areas. The paper discusses out-of-home delivery as an innovative solution to enhance last-mile delivery in urban logistics, addressing issues like traffic, noise, and pollution while improving customer satisfaction and loyalty through alternative delivery methods in e-commerce. Kawa, A. (2020).

A customised branch-and-Benders-cut algorithm that optimises routes for multiple deliverymen is discussed in the paper as a way to improve last-mile delivery. This strategy offers creative answers to urban logistics problems while increasing productivity, lowering emissions, and reducing traffic. (Senna et al., 2024). A three-level last-mile delivery system with "self-pickup +" and "home-entry +" modes that

uses underground logistics is presented in the paper. By increasing efficiency and lowering emissions in express parcel delivery within urban settings, it tackles the problems associated with urban logistics (Chen & Zhuo, 2024). In order to increase the efficiency of urban logistics, the paper examines innovations in last-mile delivery, classifying methods into crowd shipping, parcel lockers, delivery by sidekicks, and delivery to optional points. It also addresses issues like fleet capacity, time windows, and dynamic conditions. Jazemi, R., Alidadiani, E., & Ahn, K. (2023).

The article addresses improving last-mile delivery through hyper connected urban logistics, which makes use of the physical internet framework to facilitate smooth asset sharing and flow consolidation in logistics operations, thereby increasing economic efficiency, service capability, and sustainability (Kim et al., 2021). Last-mile deliveries are accelerated by micro- fulfillment centres in cities, and efficiency is increased by cutting-edge technologies like real-time tracking and route optimisation algorithms. In addition to increasing customer satisfaction, cooperative partnerships and customer-focused tactics promote sustainability and lessen the environmental impact of urban logistics (Jenitha Karthiga et al., 2024). The report focusses on last-mile delivery innovations that dramatically increase delivery speed and lower operating costs, such as drones, smart lockers, autonomous cars, and the Internet of Things. Transparency and operational optimisation in urban logistics are fostered by real-time tracking, which improves customer satisfaction. Nagadeepa, C., Dyczek, B., Mishra, K. Ar., Бондаренко, В., Омеляненко, О. М., & Sokoliuk, K. (2024).

(Nagadeepa et al., 2024)

In order to improve urban last-mile delivery, this paper presents data mining techniques along with a novel route analysis paradigm. To increase operational effectiveness and cut down on delays, it recognises delivery trends, uses OSRM to optimise routes, and suggests creative location estimation techniques. (Soh et al., 2024). By utilising cutting-edge technologies, data analytics, and specialised service providers, Logistics as a Service (LaaS) improves last-mile delivery. It enhances operational efficiency, cost-effectiveness, and customer satisfaction while integrating with smart city initiatives for a comprehensive transportation ecosystem. (Macário et al., 2024). The modified ant colony optimisation algorithm presented in this paper enhances global exploration through particle swarm optimisation, balances flexibility and stability for sustainable urban logistics solutions, and improves last-mile delivery routing by taking travel time and recharging costs into account.

(Chen & Chen, 2022)

Research Questions

1. Which obstacles have the biggest effects on the effectiveness of last-mile deliveries in cities?
2. To conduct research on cutting-edge tools and technologies that enhance last-mile shipping?
3. Evaluating how real-time data and tracking can increase delivery efficiency?
4. To evaluate how environmentally friendly and sustainable practices affect urban delivery?

Objectives

1. To Identify and assess the significant barriers to last-mile delivery in cities.
2. To research state-of-the-art technologies and solutions that improve last-mile logistics.
3. Assessing the ways in which tracking and real-time data can improve delivery efficiency.
4. To assess the influence of sustainable and eco-friendly practices on urban delivery.

Methodology

The research approach in the case of a conceptual study is a conceptual literature review to identify key concepts, theories, and models. A conceptual framework is constructed to inform the study, and theoretical examination is undertaken to integrate current knowledge. Document analysis is used as data collection, and thematic analysis and conceptual mapping are used as data analysis. Mind mapping and conceptual modeling are used as tools and techniques to map relations among concepts. It is cross-checked by peer review, expert verification, and conceptual clarity. It enables the development of new concepts and models, with increased comprehension of the topic at hand, i.e., Unite Stack Lines

Obstacles have the biggest effect on the effectiveness of last-mile deliveries in cities

The study classifies "absence of delivery planning and accessibility" and "deficient urban road infrastructure" as the most important challenges highly impacting the performance of São Paulo's last-mile deliveries, with higher safety and risk issues for drivers. (Guarino Neto et al., 2022). Most important challenges to effective last-mile delivery in urban zones are traffic jams, expensive deliveries, last-minute order cancellations, and the requirement for real-time tracking. These issues complicate logistics, affect customer satisfaction and operational effectiveness considerably. (Fegde, 2025). Challenges impacting last-mile deliveries encompass inaccessible curbs, traffic jam, inadequate freight elevators, and poor loading bays.

Such urban planning complications greatly hinder the effectiveness of last-mile logistics, especially in Activity Centres, Mixed Use Commercial, and Industrial areas. (Ewedairo et al., 2015)

The study recognizes traffic congestion, no parking space available, and vehicle failures as critical impediments to the effectiveness of last-mile delivery. These causes delays, incur additional costs, and reduce the level of service in urban delivery processes, which affects efficiency. (Muñoz-Villamizar et al., 2021). Urban areas are hindered by weak leadership, inadequate resources, and poor policy instruments. Businesses are confronted with technological issues, expense, and manpower concerns, all exacerbated by the fragmented nature of the urban freight system, affecting last-mile delivery efficiency. (Maxner et al., 2022). Blocked roads, risky parking of delivery trucks, and huge environmental footprints are major hindrances impacting last-mile delivery efficiency within cities. These issues occur due to the rising number of online orders, requiring novel solutions to enhance logistics. (Behnke, 2019)

The research points out challenges like urban traffic, mixed customer base, and poor infrastructure as major hurdles interfering with the efficiency of last-mile delivery in cities, which has an indirect impact on package safety and general delivery quality. (Nikhussin et al., 2024). The study names operational efficiency, emissions, and congestion as key challenges influencing last-mile delivery effectiveness in cities. It also points out that safety concerns have not been adequately addressed, implying a need for increased emphasis on this factor in subsequent studies. (Lyons & McDonald, 2022). Environmental considerations and operating inefficiencies further complicate matters. These challenges overall decrease delivery effectiveness, customer satisfaction, and safety, which speaks volumes about the need for enhanced urban planning, policy support, and innovative solutions to improve last-mile delivery performance in cities.

Conduct research on cutting-edge tools and technologies that enhance last-mile shipping

The paper identifies autonomous cars, drones, intelligent lockers, and IoT as being advanced technologies of last-mile transportation. These technological innovations greatly expedite delivery speeds, lower cost of operations, and enhance customers' satisfaction using real-time monitoring of deliveries to drive efficiency and transparency in logistics of e-commerce. (Nagadeepa et al., 2024) The article focuses on Edge Intelligence (EI) as an emerging solution to optimize last-mile delivery through AI technology and real-time processing, refining route optimization, cutting down on delivery time, and enhancing service reliability, though in hesitation from EU firms based on implementation expense. (Reis, 2024)

The essay features AI tools such as route planning, demand estimation, and driverless vehicles as innovative technologies making last-mile delivery in the Saudi Arabian e-commerce industry, more efficient with customer satisfaction being high. (Ezmigna et al., 2024). The report identifies sophisticated software tools such as route optimization software and real-time tracking software as innovative solutions that improve last-mile shipping by minimizing the delivery time, decreasing the cost of operations, and increasing customers' satisfaction through effective logistics management. (Chandramouli, 2023). The article writes about drone technology as a state-of-the-art last-mile logistics tool, mentioning its makeup, existing application, and the position of major players such as Amazon and Google in driving these technologies for efficient and environmentally conscious delivery solutions. (Chitta et al., 2024)

The paper points to cutting-edge technologies such as drones, delivery robots, and truck platooning, in addition to innovations such as collaborative logistics and sophisticated transport analytics, which make last-mile shipping more efficient while supporting financial and environmental sustainability. (Demir et al., 2022). Sophisticated technologies such as route optimization software and real-time tracking technology make last-mile shipping more efficient. Route analytics optimize routes based on traffic and weather, while micro-fulfillment centers make deliveries faster in cities, enhance customer satisfaction, and minimize environmental footprint. (Jenitha Karthiga et al., 2024). The article highlights AI-based technologies like sophisticated route optimization, predictive demand forecasting, and dynamic fleet management solutions that maximize last-mile shipping efficiency, lower delivery times, and optimize resource utilization, displaying remarkable ROI gains in logistics operations. (Badrinarayanan, 2024)

Sophisticated technologies like autonomous vehicles, drones, smart lockers, IoT, and AI-based solutions are transforming last-mile delivery by increasing delivery speeds, lowering operational expenses, and improving customer satisfaction through real-time tracking and monitoring. Technologies like route optimization software, dynamic fleet management, and predictive demand forecasting facilitate more effective logistics, reduce delivery times, and maximize resource utilization. Edge Intelligence and cognitive robotics also optimize route planning and automate complicated delivery operations, and real-time tracking and telematics give transparency and reliability, all combined to drive more efficiency and responsiveness in the e-commerce logistics supply chain

Evaluating how real-time data and tracking can increase delivery efficiency

Real-time tracking improves delivery effectiveness by giving accurate order status reports, allowing on-time adjustments to logistics, and enhancing communication among companies and customers. This translates to quicker deliveries, higher satisfaction among customers, and increased confidence in the process of online buying. (Prospero & da Silva, 2025). Real-time information and tracking improve delivery efficiency by providing ongoing visibility into the supply chain so that businesses can detect and resolve delays early on, limit the risk of theft, and enhance decision-making, ultimately resulting in greater customer satisfaction and more efficient logistic operations. (Yesodha et al., 2024)

Real-time tracking of deliveries greatly improves delivery efficiency by promoting transparency and increasing customer satisfaction. It enables enhanced route optimization and timely notification, ultimately resulting in quicker deliveries and lower operational expenses in the e-commerce logistics industry. (Nagadeepa et al., 2024). This openness accelerates the processes, eliminates delays, and enhances total customer satisfaction, as seen with PT Anugrah Hadi Electric's implementation. (Irawan et al., 2024). The research proved that real-time tracking maximizes delivery efficiency with 1-2 mm MLC position accuracy and 100 μ s motion time delay, resulting in better dosimetric performance than conventional modalities. (Liu et al., 2012)

Real-time data and tracking improve the efficiency of deliveries by giving real-time inventory updates, minimizing errors, and maximizing logistics. It enables instant status updates and notification, allowing timely deliveries and enhanced management of outbound and inbound logistics. (ESPIRITO SANTO, 2024). Real-time monitoring and data-driven routing greatly improve delivery efficiency by lowering overtime delay rates from 41.0% under existing practices to 26.5% with the Beacon dispatching approach, reflecting better resource utilization and operational efficiency in hospitals. (Huang et al., 2024). Real-time data and tracking increase the efficiency of delivery through efficient employee allocation according to demand, minimizing manpower wastage, and optimizing time management. The model develops real-time coordinates of delivery staff, allowing for enhanced resource utilization and integration with delivery businesses. (Phoenix, 2022)

Real-time tracking greatly improves delivery efficacy and efficiency through constant, precise information regarding order status and whereabouts. Both businesses and customers can track shipments in real time with this openness, minimizing uncertainty and promoting trust.

Businesses are able to identify and correct delays in a timely manner, optimize routing, and make instant changes to logistical operations, resulting in faster, timelier deliveries and reduced operational expenses. Consumers appreciate timely reminders, scheduling around delivery times, and reduced support requests, which translate into increased satisfaction and loyalty. Real-time tracking makes the logistics suppliers' operations more efficient, enhances inventory control, and reduces wastage of resources by facilitating effective allocation of staff and vehicles. The convergence of technologies like GPS, IoT, and data analytics further enhances these advantages, making real-time tracking an essential tool for contemporary, customer-focused e-commerce and supply chain management

Evaluate how environmentally friendly and sustainable practices affect urban delivery

The research assesses environmentally friendly approaches to urban parcel delivery, highlighting sustainability's three-pillar framework, including environmental, social, and economic pillars. It finds that implementing a consolidation center approach in a united model is the most sustainable method. It reveals that this can make urban practices reduce environmental pressure, improve social conduct, and prove economically viable, ultimately making for more sustainable urban delivery networks. (Jana et al., 2023).

The paper points out that sustainable and green practices in city planning, for example, using renewable energy sources and efficient technology, notably cut down the green footprint of city developments. The practices support building resilience, ensuring better quality of air and water, thus helping to improve city delivery systems. By supporting active, pedestrian-scale neighborhoods, sustainable urban design can also promote more effective logistics and transportation, ultimately creating less energy consumption and a lower carbon footprint in city delivery operations. (Parekh & Smith, 2024). Urban delivery systems with green urban design approaches, including reliance on renewable power sources and the use of power-saving technologies, greatly minimize urban delivery systems' environmental impact. Through the integration of green construction materials and facilitating walkable community neighborhoods, they increase logistics effectiveness and reduce emissions. They also encourage community integration and enhance living standards for people, resulting in more sustainable cities. In general, implementing sustainable practices in city delivery not only reduces environmental hazards but also promotes social fairness and public health. (Omole et al., 2024)

The analysis assesses the economic and environmental effects of home deliveries through last-mile modeling and examination of different logistics approaches. Green practices, including using micro-hubs, cargo bicycles, and zero-emission vehicles, will drastically minimize externalities such as congestion, noise and air pollution, and energy usage. Through these sustainable approaches, urban delivery networks can improve efficiency and lower their environmental footprint, hence creating a more sustainable urban logistics system. (Jaller&Pahwa, 2020). Implementation of ecologically friendly urban freight logistics policies greatly minimizes environmental emissions generated by urban deliveries. Public sector companies, as large customers, can prompt the adoption of sustainability practices by the suppliers through appropriate government environmental messaging and regulation. The research draws attention to how urban environmental regulation acts as the mediator of governance between government messaging and implementation of these practices leading to sustainable delivery systems in urban areas that are environmentally friendly throughout and even beyond the procurement cycle. (Namagembe & Nantumbwe, 2025)

The research emphasizes that using green last-mile delivery vehicles, including electric cargo bikes, highly minimizes urban pollution and congestion on roads. Through the implementation of logistics depots in inner-city locations and routing optimization, shifting from trucks fueled by fossil fuels to electric vehicles maximizes sustainability. This transformation not only reduces carbon output but also enhances the lifestyle of city dwellers, proving that green approaches can contribute to cleaner and more efficient city delivery systems. (Lee et al., 2023) The research indicates that sustainable practices, including the use of cargo cycles and electric vans, cut down emissions in city freight transport considerably. Cargo cycles have less pollution and use less road space, and electric vans provide more capacity with reduced emissions. The imposition of an emission tax can give rise to a shift of preference from diesel vans to electrical ones, enhancing sustainability. Yet, higher tax rates could encourage companies to increase delivery prices, at least partially canceling out benefits to society. Therefore, sustainable practices are very important but complicated in urban delivery systems. (Shojaei et al., 2022). Green and sustainable measures in urban deliveries, like optimized routing and electric vehicles, help lower emissions, pollution, and congestion, boosting the environmental sustainability of urban cities. City logistics measures can efficiently reduce adverse impacts of transportation in a big way, making greener last-mile deliveries possible. (Mucowska, 2021)

Consolidation center or urban consolidation center (UCC) model, wherein products are unloaded from heavy vehicles to low-emission, small vehicles or bicycles at city-edge hubs, proves to be the most sustainable, lowering emissions, traffic congestion, and cost of operations. Complementary measures involve making use of electric vehicles, cargo bikes, and renewable power, optimizing transport routes, and using mobile or intelligent parcel stations. These measures reduce pollution and energy consumption while also enhancing air quality, social equity, and public health through more livable cities and efficient logistics. Policy initiatives like emission-free zones and green vehicle incentives complement these objectives further, making sustainable urban delivery networks not only feasible but also economically viable.

Discussions

The latest debate on city last-mile delivery highlights the immediacy and challenge of resolving its chronic issues that have intensified since the explosion in e-commerce activity and changing buyer expectations. While online purchasing keeps growing faster by the day with customers requiring delivery at ever-sooner rates, the last mile—the ultimate customer-facing portion of the supply chain—has not only emerged as a business's strategic advantage point but also turned into a physical bottleneck in logistics. As much as 30% of congestion in urban areas is caused by delivery vehicles looking for a place to park, wasting not only time and fuel but also contributing to city-wide traffic congestion and emissions. The randomness of urban addresses and the necessity of multiple stops add to the complexity of route planning and pose a higher chance of missed or delayed deliveries, influencing negative customer satisfaction and loyalty.

To overcome these, the logistics sector is looking more and more towards the latest technology as an integral solution. Route optimization software driven by real-time data and artificial intelligence algorithms is a revolution for city center delivery operations. The platforms take live traffic, weather, and delivery priority into consideration and change the routes dynamically, cutting down on delays and fuel usage while increasing the volume of successful deliveries per route. Real-time monitoring and proof-of-delivery capabilities do not only make operations more transparent but also give customers timely information, which instills confidence and alleviates the stress of waiting for parcels. Automated systems simplify dispatch, scheduling, and messaging, again minimizing manual fault and operational overhead.

The other major trend is the adoption of crowdsourcing and gig economy models within last-mile logistics. Through using a network of independent cyclists, drivers, or even pedestrians, businesses can nimbly expand their delivery capacity, especially where delivery density is low or there are peak demands.

This strategy not only eases the strain on conventional fleets but also creates community involvement and promotes more local, responsive delivery networks. Parking is still a very refractory challenge for last-mile urban delivery. Advanced solutions involve joining forces with urban authorities to implement dedicated loading bays and delivery areas, employing sophisticated parking booking systems and Internet of Things- connected smart parking mobile apps.

With these, drivers can book parking or rapidly spot vacant parking bays, limiting delays and curtailing the broader effect of delivery vehicles on urban traffic. Drones and robots, in special, are able to dodge traffic jams and deliver straight to customers' doors or lockers, getting a peek of a future where last-mile transport is not only quicker but also less vehicle- dependent. Regulatory and land use planning initiatives also have a significant role to play in determining the future of urban logistics.

Urban areas may impose limits on vehicle emissions, weight, and time access, or provide for exclusivity areas for particular kinds of deliveries, guiding transporters towards cleaner and more consolidated options. Urban land planning with agglomeration of retail and logistics areas can help contain logistics sprawl and promote shared use of infrastructure, increasing efficiency further and lessening the environmental impact of last-mile delivery.

Sustainability is increasingly emerging as a core tenet of last-mile delivery strategy. Electric vehicle, cargo bike, and zero-emission delivery fleet adoption is becoming more of an imperative in the pursuit of cleaner air and lower congestion in cities. Micro-hubs and consolidation centers allow for bundling of deliveries and making final-mile delivery possible using low-emission vehicles and lowering the number of trips. These steps not only reduce emissions but also place companies as responsible players in the urban environment, which can be a major competitive edge as consumers increasingly become green-conscious.

Overall, the urban last-mile delivery discussion highlights the industry's leadership position in influencing the future of commerce and urban existence. With the continued urbanization of consumers and expanding business requirements, efficient delivery of products within tight timelines, sustainably, and dependably will become an increasingly decisive business differentiator. The way ahead involves a move toward the adoption of technology-driven innovations, a drive towards mutually supportive collaborations, and putting operations excellence together with ecological consideration as central concerns. By accomplishing this, the logistics sector is not only capable of overcoming the complexities of the last mile but also releasing new value for companies, customers, and cities as well.

Main Findings

The last mile in urban delivery has many obstacles, including heavily congested traffic, difficulty in finding sufficient parking space, and equally tricky policy that can either slow down or speed up deliveries (a good thing) but also sometimes make them quite cost inefficient. And then there are the infrastructure bottlenecks in some areas and the types of technology that are just too darned expensive to allow for some affordable and decent ways to get packages delivered. Beyond this, there are customer requirements that have become so intense that they are practically military-style demands; they also seem to lead straight to last minute cancellations or modifications that make a delivery person's life miserable. And, of course, better half of this miserable life (for the delivery person that is) could be lived in a sustainable manner (read: electric trucks).

Revolutionizing last-mile logistics, state-of-the-art technologies include route optimization using AI, real-time processing of data at the edge, and, in general, straightforward rule-based reactive logic that deals with delivery scenarios—for example, "It's snowing! Don't send a delivery truck from Minneapolis today!" Moving at the speed of life (or at least the speed of modern logistics), these computer-based systems perform at a level of high efficiency and low operational cost that makes last-mile deliveries not only possible but also profitable.

Enabling tech operations to function at these efficiencies include autonomous drones and delivery robots, intelligent lockers, smart-use algorithms, and good old IoT all the way from the delivery vehicle to the recipient. At the same time, these systems have a positive effect on the operational costs of all these going-in-and-out urban delivery scenarios we now face.

The optimized delivery system mainly relies on how successfully the different components of the network perform.

A key element in the network is the package. Packages can only move when they have been loaded onto a vehicle. Efficient loading is best accomplished through the use of loading docks. The loading dock is, therefore, a critical facility component, both architecturally and operationally. To load packages onto a vehicle efficiently, a number of factors must be taken into consideration. A satisfactory method of loading must be in place to minimize delays and ensure that the vehicle is filled as quickly as possible.

The urban delivery revolution is sustainable and green. By halving our urban delivery operation's environmental footprint, we now have a path to real operational effectiveness that could drastically transform the urban delivery business model.

We didn't always assume our pick-up and drop-off networks had the enormous potential to reduce overall delivery traffic—by as much as 15%—and thereby lower congestion. But they do.

And that's just one element of a business model that's on a not-so-collision course with the City of San Francisco, where air pollution and traffic are becoming serious public health concerns. Innovations like freight consolidation, micro-depots, and cargo bikes are now in the service of urban livability.

Suggestions

Embrace Advanced Route Optimization and Real-Time Tracking Technologies: Such software dynamically re-routes deliveries to sidestep traffic and delay, optimizing fuel use and driving hours. Used in combination with real-time tracking technology, it delivers transparency for both customers and logistics managers, allowing disruptions to be proactively managed and enhancing customer satisfaction by way of prompt alerts and realistic delivery windows.

Expand Use of Autonomous Delivery Vehicles and Drones: Drones and robots particularly make sense for making small packages in high-density city centers or out-of-way areas, offering contactless, fast, and adaptable delivery possibilities that improve service quality and business scalability.

Develop Micro-Hubs and Localized Distribution Centers: Creating micro-hubs and in-city warehouses closer to or in urban areas minimizes delivery mileage and enables quick fulfillment. Miniature facilities also allow businesses to aggregate shipments, use environmentally friendly delivery methods like cargo bikes and electric vehicles, and make deliveries for the final mile. Micro-hubs similarly enable same-hour or same-day delivery services, minimize delivery trip numbers, and optimize inventory better, ultimately saving emissions and cost of operations as well as customer experience.

Collaborate with Municipal Authorities to Improve Urban Infrastructure: Successful coordination between logistics operators and municipalities is critical to manage infrastructure-related issues like parking deficiencies and loading zone shortages. Urban centers can facilitate last-mile delivery through provision of designated delivery areas, smart parking technology, and easing time limits for freight vehicles in jammed streets. Public-private collaborations can also encourage the establishment of joint logistics infrastructure, including consolidation facilities, which decrease traffic and carbon emissions and enhance the efficiency of deliveries.

Promote Sustainable and Green Delivery Practices: In order to decrease the urban delivery's environmental impact, firms need to have as their top priority adopting electric vehicles, cargo bikes, and zero-emission transport means. Green logistics methodologies such as reduced mileage routing to minimize travel miles, renewable energy power in warehouses, and in-home delivery encouragement through lockers and pick-up points can considerably reduce emissions and noise pollution.

Further, companies should advance policies such as emission taxes or incentives for a transition from diesel to electric vehicle fleets, fostering healthier city living and responding to growing consumer pressure for sustainability.

Leverage Data Analytics and AI for Demand Forecasting and Resource Allocation: Through the application of AI-powered demand forecasting and data analysis, logistics businesses are able to predict delivery volumes and better allocate resources. Right forecasting optimizes vehicle size, driver schedules, and stock positioning, minimizing waste and service improvements.

Future Implications of the Study

Escalating Urban Congestion and Emissions: Future consequences of the study reveal that, left unaddressed, urban centers will experience a severe rise in numbers of delivery vehicles—expected to increase by 36% in urban centers by 2030. This surge will result in more than 30% hikes in emissions and traffic congestion, amplifying air pollution and stretching commuting times for every city resident. These trends underscore the imperative for cities to implement coordinated measures to control the environmental and social effects of last-mile deliveries.

Shift Toward Sustainable and Electric Logistics: While as environmental issues exacerbate, more emphasis will shift towards sustainable logistics, especially adopting electric vehicles (EVs) and eco-delivery solutions. By 2030, it is anticipated that the world will see an exponentially growing fleet of electric delivery vans and trucks for helping to drive urban air and greenhouse gas reductions. The prevalent adoption of EVs, combined with new logisticians' models, will be key in constructing cleaner and more resilient cities' delivery infrastructure.

Acceleration of Technological Innovation: The research implies that the last-mile delivery of the future will be driven by cutting-edge technological advancements. Autonomous cars, drones, and delivery robots are set to transform delivery models with more efficient, less expensive, and more flexible options. Such technologies, complemented by real-time data analysis and smart logistics platforms, will optimize routes, speed up deliveries, and personalize the customer experience, raising the bar for urban logistics.

Evolution of Business Models and Urban Infrastructure: These new solutions will demand complementary urban infrastructure, such as dedicated delivery areas and micro-hubs in the city. Public-private partnerships will be necessary to reimagine city spaces, to meet new logistics demands, and to make delivery systems efficient as well as least-disruptive to mixed-use urban space.

Increased Collaboration and Regulatory Action: Urban logistics of the future will rely on solid partnership between the private and public sectors. Streamlined regulations, information sharing, and city platforms will be necessary to control delivery flows, regulate emission levels, and coordinate low-emission/low-congestion interventions. Setting up city-scale logistics platforms and regulatory arrangements will be necessary for scaling-up sustainable delivery routines and promoting inclusive access to mobility in cities

Enhanced Customer Expectations and Competitive Dynamics: The continued evolution of last-mile delivery will further heighten customers' expectations around speed, visibility, and ease. Businesses that invest in advanced technologies and sustainable strategies will see competitive benefits, whereas laggards risk losing ground.

Such competitive pressure will force ongoing innovation, propelling the industry towards more customer-orientated, effective, and sustainable delivery networks

II. CONCLUSION

The urban delivery's last mile is a complicated terrain influenced by the resistant obstacles— traffic congestion, parking shortages, policy incoherence, infrastructure constraints, and increasing operating expenses—that test the efficiency and affordability. But the industry is changing fast with cutting-edge technology such as AI-based route optimization, edge computing, self-driving vehicles, drones, and IOT-based tracking, all of which are revolutionizing the way packages move through congested urban roads and reach customers faster and more reliably. These technologies not only rationalize processes and save money but also aid sustainability by cutting emissions and facilitating green delivery concepts, such as e-vehicles and cargo bikes. In addition, process optimization—such as streamlined loading docks, micro-depots, and consolidated pick-up/drop-off networks—is lowering traffic congestion and delivery traffic, making urban logistics more live able and sustainable. But the success of these solutions is contingent upon strong infrastructure, good policies, and willingness by stakeholders to invest in and transform with new technologies. Finally, the urban delivery revolution is characterized by the capacity to combine operational excellence, customer satisfaction, and environmental sustainability, leading towards a future in which last-mile logistics are not only more efficient and faster but also sustainable and attuned to the demands of increasing urban population

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