Supplemental Material

Integrating Public Transport in Sustainable Last Mile Delivery

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1 Proofs of the theorems

1.1 Proof of Theorem 1

We begin by showing that, without valid inequalities (1i) and (1j), the optimal solution of the continuous relaxation of the 3T-DPPT can be arbitrarily small. Consider an instance with a single customer, $C = \{c\}$, a single in-stop $S^{\text{in}} = \{s_1\}$ and a single out-stop $S^{\text{out}} = \{s_2\}$. The instance consists of one truck and one courier. Assume that both the truck and the courier have enough capacity to carry c's parcel, that c's time window corresponds to the entire planning horizon, and that W^{max} and L^{max} are equal to the planning horizon's length. Consider a bus line running through s_1 and s_2 , with n buses scheduled during the time horizon, i.e., $\mathcal{P} = \{p_1, \dots, p_n\}$. Because of the assumptions above, $\mathcal{P}_{s_1c}^{\text{in}} = \mathcal{P}_{s_2c}^{\text{out}} = \mathcal{P}$.

Then set \mathcal{R}^{D} consists of routes of type (o, s_1, o) , with one route for each feasible start time. Analogously, \mathcal{R}^{F} consists of routes of type (s_2, c, s_2) , with one route for each feasible start time. All the routes in \mathcal{R}^{D} have the same cost c_D , and all the routes in \mathcal{R}^{F} have the same cost c_F .

Consider a route $r_d \in \mathcal{R}^D$ such that $t_{r_ds_1} \leq t_{s_1}^{p_1}$ and a route $r_f \in \mathcal{R}^F$ such that $t_{r_fs_2} \geq t_{s_2}^{p_n}$. An optimal solution of LP(1⁻) is: $x_{r_d} = y_{r_f} = \frac{1}{n}$ and $z_{s_1pc}^{\text{in}} = z_{s_2pc}^{\text{out}} = \frac{1}{n}$ for all $p \in \mathcal{P}$. This solution satisfies constraints (1b)–(1h), and results in an objective value of $\frac{1}{n}(c_D + c_F)$. Considering an instance with a sufficiently large number of buses n, then, one can make the objective value as small as desired.

We now consider the optimal solution of LP(1) for the same instance, i.e., the optimal solution of formulation 1 where (1i) and (1j) are included. Whatever the value of variables x and y in the solution of the relaxation, because of constraints (1i) and (1j), their respective sum is equal to 1. Thus the solution value is $c_D + c_F$ and $\frac{\text{LP}(1)}{\text{LP}(1^-)} = \frac{c_D + c_F}{\frac{1}{n}(c_D + c_F)} = n$ which tends to infinity for $n \to \infty$.

More in general, constraints (1i) and (1j) guarantee that the value of LP(1) is always positive with a lower bound corresponding to the sum of the least cost route in \mathcal{R}^D and \mathcal{R}^F . This lower bound is invalid in case constraints (1i) and (1j) are removed.

1.2 Proof of Proposition 1

To prove that L_{P_1} dominates L_{P_2} we shall prove that: (i) L_{P_1} can be extended to any *complete* route (i.e., ending at the CDC) to which L_{P_2} can be extended, and (ii) the corresponding extension of L_{P_1} has a cost better or equal than the extension of L_{P_2} .

Assume that L_{P_2} is extended by a sequence of nodes $(s_1, c_1), \ldots, (s_k, c_k)$. This implies that $s_i \in \mathcal{S}_{P_2} \subseteq \mathcal{S}_{P_1}$, $c_i \in \mathcal{C}_{P_2} \subseteq \mathcal{C}_{P_1}$, for $i = 1, \ldots, k$, and $\sum_{i=1}^k q_{c_i} \leq Q_{P_2} \leq Q_{P_1}$. Therefore, L_{P_1} can also be extended by the same sequence, thus proving (i). Now, the cost function for the extension of L_{P_1} to a node $w = (s, c) \in V$ is

$$\bar{C}_{P_1+w}(t) = \nu_{sc}(t) + \bar{C}_{P_1}(t - t_{vw}) + c_{vw} \le \nu_{sc}(t) + \bar{C}_{P_2}(t - t_{vw}) + c_{vw} = \bar{C}_{P_2+w}(t),$$

where $v = v_{P_1} = v_{P_2}$. Hence, any sequence of extensions applied to both labels L_{P_1} and L_{P_2} will give routes in which the cost of the former is always better or equal to the cost of the latter, thus proving (ii).

As mentioned in Section 5.1.1, a key factor for the correctness of the dominance rule presented above is that the reduced cost associated with the label is calculated with respect to the ending vertex of the path, i.e., $\bar{C}_P(t)$, and not with respect to the starting time from the CDC, $C_P(t)$, as done by Tagmouti, Gendreau and Potvin (2007). Indeed, consider the example depicted in Figure 1 where, for

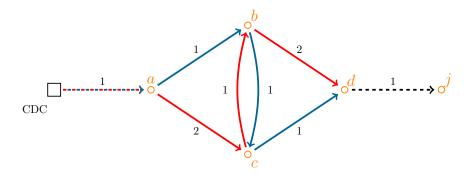


Figure 1: Example graph highlighting the importance of using $\bar{C}_P(t)$ over $C_P(t)$ in the dominance rule.

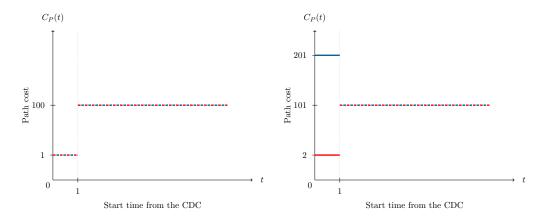


Figure 2: Cost functions of paths ending at vertex d (left) and paths extended to vertex j (right). Costs are in function to starting time from the CDC (as in Tagmouti, Gendreau and Potvin 2007).

ease of exposition, we do not consider the capacity constraint and where the numbers close to each arc are the corresponding travelling times.

The red and blue paths both end at vertex d. The total travel time is four for the blue path and six for the red one. We now extend the paths to vertex j. In our instance, the cost functions associated with each vertex of the graph are constant zero, except for vertices a and j where they are

$$C_a(t) = \begin{cases} 1 & \text{for } t \le 2\\ 100 & \text{for } t > 2 \end{cases}$$
 $C_j(t) = \begin{cases} 200 & \text{for } t \le 6\\ 1 & \text{for } t > 6. \end{cases}$

If we used the rule proposed by Tagmouti, Gendreau and Potvin 2007, calculating the costs with respect to the starting time from vertex the CDC, i.e., using $C_P(t)$, we would obtain the costs depicted in Figure 2 (left). The blue and red paths have the same cost for all values of t. Because the total travel time of the blue path is lower, it would dominate the red one. However, extending both labels to vertex j we get the costs depicted in Figure 2 (right). Here we see that the red path is no longer dominated because it has a lower cost for start times $t \leq 1$. In this example, in fact, it is preferable to arrive soon to node a but late to node d. Since trucks cannot wait at nodes, it is better to take a longer route between nodes a and d. Figure 3 shows the costs of the blue and red paths at vertex d, when computing costs using the arrival times at the nodes, i.e., using cost function $\bar{C}_P(t)$.

This example shows that we cannot apply the rule proposed by Tagmouti, Gendreau and Potvin (2007) to our case because trucks cannot wait along the route, and cost functions associated with nodes might be decreasing.

As a side note, we remark that there exists some ambiguity in the problem setting presented in Tagmouti, Gendreau and Potvin 2007. On one side, the compact problem formulation presented in

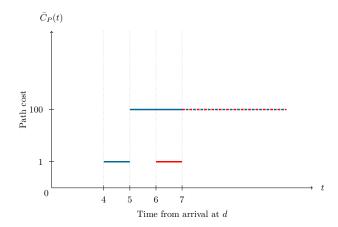


Figure 3: Cost functions of paths ending at vertex d, in function to arrival times (i.e., $\bar{C}_P(t)$).

the paper allows for waiting at customers. However, the problem description states that waiting is not allowed. Moreover, the way in which the cost function associated with each partial path is calculated is such that waiting at customers is not allowed.

2 A MIP approach to the pricing subproblem

The pricing problem SP_x can be tackled as a MIP and solved using a black-box solver. On small instances for which we can solve SP_x to optimality, the MIP formulation usually performs worse than the specialised approaches presented in Sections 5.1.1 and 5.1.2. Even when solving the pricing problem heuristically, the methods of Section 6.1 produce columns with lower reduced cost in a shorter time. On the other hand, the advantage of the MIP approach is that it promptly provides us with a lower (dual) bound on the reduced cost of a truck column. Such a bound can be exploited to obtain a dual bound for the entire 3T-DPPT, as in Section 3.1.

Keeping in mind the notation introduced in Table 1, consider variables $w_{ij} \in \{0,1\}$ defined for $i, j \in \{o\} \cup \mathcal{S}^{\text{in}} \ (i \neq j)$ and taking value 1 iff j is visited immediately after i. Let $\pi_s \geq 0$ be a variable representing the departure time from $s \in \mathcal{S}^{\text{in}}$, if s is visited. Let $\gamma_{sc} \in \{0,1\}$ be a binary variable taking value 1 iff the route delivers the parcel of $c \in \mathcal{C}$ at in-stop $s \in \mathcal{S}^{\text{in}}$. Finally, let $\delta_{spc} \in \{0,1\}$ be a binary variable taking value 1 iff the route delivers the parcel of $c \in \mathcal{C}$ at in-stop $s \in \mathcal{S}^{\text{in}}$ at a time compatible with pick-up by bus $p \in \mathcal{P}_{sc}^{\text{in}}$. Then a MIP model to solve SP_x reads as follows:

$$\min \sum_{i,j \in \{o\} \cup \mathcal{S}^{\text{in}}} c_{ij} w_{ij} + \sum_{c \in \mathcal{C}} \sum_{s \in \mathcal{S}_c^{\text{in}}} \lambda_c^{(1i)} \gamma_{sc} + \sum_{c \in \mathcal{C}} \sum_{s \in \mathcal{S}_c^{\text{in}}} \sum_{p \in \mathcal{P}_{cs}^{\text{in}}} \lambda_{spc}^{(1g)} \delta_{spc}$$
(1a)

s.t.
$$\sum_{s \in \mathcal{S}^{\text{in}}} w_{os} = \sum_{s \in \mathcal{S}^{\text{in}}} w_{so} = 1 \tag{1b}$$

$$\sum_{\substack{s' \in \{o\} \cup \mathcal{S}^{\text{in}} \\ s' \neq s}} w_{ss'} = \sum_{\substack{s' \in \{o\} \cup \mathcal{S}^{\text{in}} \\ s' \neq s}} w_{s's} \qquad \forall s \in \mathcal{S}^{\text{in}}$$

$$(1c)$$

$$\pi_i + l_{ij} + T_j - M(1 - w_{ij}) \le \pi_j \qquad \forall i, j \in \mathcal{S}^{\text{in}} \cup \{0\}, \ i \ne j, j \ne 0$$
 (1d)

$$\pi_j \le \pi_i + l_{ij} + T_j + M(1 - w_{ij})$$
 $\forall i, j \in \mathcal{S}^{\text{in}} \cup \{0\}, \ i \ne j, j \ne 0$ (1e)

$$t_p^s - W^{\max} - M(1 - \delta_{spc}) \le \pi_s$$
 $\forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_c^{\text{in}}, \ \forall p \in \mathcal{P}_{sc}^{\text{in}}$ (1f)

$$\pi_s \le t_p^s + M(1 - \delta_{spc})$$
 $\forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_c^{\text{in}}, \ \forall p \in \mathcal{P}_{sc}^{\text{in}}$ (1g)

Set	Description
S	Set of bus stops.
\mathcal{C}	Set of customers.
${\cal P}$	Set of buses.
${\mathcal S}^{ ext{in}}\subset {\mathcal S}$	Stops where buses can pick parcels up (in-stops).
$\mathcal{S}_p^{ ext{in}} \subseteq \mathcal{S}^{ ext{in}} \ \mathcal{S}_c^{ ext{in}} \subset \mathcal{S}^{ ext{in}}$	In-stops served by bus $p \in \mathcal{P}$.
	In-stops that can be used to deliver a parcel to customer $c \in \mathcal{C}$.
$\mathcal{P}_{sc}^{\mathrm{in}} \subseteq \mathcal{P}$	Buses serving in-stop $s \in \mathcal{S}^{\text{in}}$ at a time compatible with carrying the parcel of customer $c \in \mathcal{C}$.
Parameter	Description
0	Location of the CDC.
$c_{ij} \ge 0$	Truck travel cost from location i to j ; $i, j \in \{o\} \cup S^{\text{in}}$.
$l_{ij} \ge 0$	Truck travel time from location i to j ; $i, j \in \{o\} \cup S^{\text{in}}$.
$T_s \ge 0$	Service time at bus stop $s \in \mathcal{S}^{\text{in}}$.
$t_p^s \ge 0$	Scheduled arrival time of bus $p \in \mathcal{P}$ at stop $s \in \mathcal{S}_p^{\text{in}}$.
$W_{-}^{\max} \geq 0$	Maximum time a parcel can wait at a stop.
$Q^{\mathrm{D}} \geq 0$	Truck capacity.
M > 0	A sufficiently large number.
Variable	Description
$w_{ij} \in \{0, 1\}$	Takes value one if and only if the truck travels directly from location i to j ; $i, j \in \{o\} \cup S^{\text{in}}$.
$\pi_s \ge 0$	Truck departure time from in-stop $s \in \mathcal{S}^{\text{in}}$. Its value is unspecified if the truck does not visit in-stop s.
$\gamma_{sc} \in \{0, 1\}$	Takes value one if and only if the truck delivers the parcel of customer $c \in \mathcal{C}$ at in-stop $s \in \mathcal{S}^{\text{in}}$.
δ_{spc} \in	Takes value one if and only if the truck delivers the parcel of customer $c \in \mathcal{C}$ at in-stop $s \in \mathcal{S}^{\text{in}}$ at a time
{0, 1}	compatible with pick-up by bus $p \in \mathcal{P}_{cs}^{\text{in}}$.

Table 1: Main notation used in Section 2.

$$\delta_{spc} \leq \gamma_{sc} \qquad \forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_{c}^{\text{in}}, \ \forall p \in \mathcal{P}_{sc}^{\text{in}} \qquad (1h)$$

$$\gamma_{sc} \leq \sum_{p \in \mathcal{P}_{sc}^{\text{in}}} \delta_{spc} \qquad \forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_{c}^{\text{in}} \qquad (1i)$$

$$\gamma_{sc} \leq \sum_{i \in \{o\} \cup \mathcal{S}^{\text{in}}} w_{is} \qquad \forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_{c}^{\text{in}} \qquad (1j)$$

$$w_{ij} \leq \sum_{c \in \mathcal{C}} \gamma_{jc} \qquad \forall i \in \{o\} \cup \mathcal{S}^{\text{in}}, \ \forall j \in \mathcal{S}^{\text{in}} \setminus \{i\} \qquad (1k)$$

$$\sum_{s \in \mathcal{S}_{c}^{\text{in}}} \gamma_{sc} \leq 1 \qquad \forall c \in \mathcal{C} \qquad (1l)$$

$$\sum_{c \in \mathcal{C}} \sum_{s \in \mathcal{S}_{c}} q_{c} \gamma_{sc} \leq Q^{D} \qquad (1m)$$

$$w_{ij} \in \{0, 1\} \qquad \forall i, j \in \{o\} \cup \mathcal{S}^{\text{in}}, \ i \neq j \qquad (1n)$$

$$\pi_{s} \geq 0 \qquad \forall s \in \mathcal{S}^{\text{in}} \qquad (1o)$$

$$\gamma_{sc} \in \{0, 1\} \qquad \forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_{c}^{\text{in}} \qquad (1p)$$

$$\delta_{spc} \in \{0, 1\} \qquad \forall c \in \mathcal{C}, \ \forall s \in \mathcal{S}_{c}^{\text{in}}, \ \forall p \in \mathcal{P}_{sc}^{\text{in}}, \ (1q)$$

where M>0 is a sufficiently large number. The objective function (1a) minimises the reduced cost of the route (but for constant term $\lambda^{(1b)}$). Constraints (1b) and (1c) are classical arc-based formulation constraints ensuring flow, elementarity, and starting and ending at the CDC. Constraints (1d) are MTZ-like constraints used to set the value of variables π_s while Constraints (1e) forbids the truck to delay its route at a stop. Variables π and δ are linked through constraints (1f) and (1g); γ and δ through constraints (1h) and (1i); w and γ through constraints (1j) and (1k). Finally, constraints (1l) ensure that each parcel is delivered at most once, and (1m) make sure that the truck's capacity is respected.

3 Details of the bounding techniques

3.1 Lagrangean bound

Consider an optimal solution to the RRMP when potentially not all negative reduced cost columns have been generated. The corresponding dual solution, which we denote with $\bar{\lambda}$, can be unfeasible for the dual of MP_{CONT}. This is because a missing column in RRMP may correspond to a violated constraint in the dual. Therefore, its objective value \bar{Z} is not a valid dual bound for MP_{CONT}. The key idea behind the first bounding technique is to provide a way to restore the dual feasibility of $\bar{\lambda}$. In this way, we obtain a new dual-feasible solution $\tilde{\lambda}$ with dual objective value \tilde{Z} . By weak duality, \tilde{Z} is a valid dual bound for MP_{CONT} and, therefore, for the 3T-DPPT.

Let \bar{Z}^{D} be a lower bound for the minimum reduced cost of a truck route, and \bar{Z}_{s}^{F} be a lower bound for the minimum reduced cost of a courier route starting from $s \in \mathcal{S}^{\mathrm{out}}$. In other words, the following inequalities hold for \bar{Z}^{D} and \bar{Z}_{s}^{F} :

$$\bar{Z}^{\mathrm{D}} \leq \min_{r \in \mathcal{R}^{\mathrm{D}}} \left\{ c_r + \bar{\lambda}^{(1\mathrm{b})} - \sum_{c \in \mathcal{C}_r} \bar{\lambda}_c^{(1\mathrm{i})} - \sum_{c \in \mathcal{C}_r} \sum_{p \in \mathcal{P}_c} \sum_{\substack{s \in \mathcal{S}_{pc}^{\mathrm{out}} \\ s.t. \ r \in \mathcal{R}^{\mathrm{D}}}} \bar{\lambda}_{spc}^{(1\mathrm{g})} \right\}$$
(2)

$$\bar{Z}_{s}^{\mathrm{F}} \leq \min_{r \in \mathcal{R}_{s}^{\mathrm{F}}} \left\{ c_{r} + \bar{\lambda}_{s}^{(1c)} - \sum_{c \in \mathcal{C}_{r}} \bar{\lambda}_{c}^{(1j)} - \sum_{c \in \mathcal{C}_{r}} \sum_{\substack{p \in \mathcal{P}_{c} \\ \text{s.t. } r \in \mathcal{R}_{spc}^{\mathrm{F}}}} \bar{\lambda}_{spc}^{(1h)} \right\}.$$

$$(3)$$

Consider now the dual solution $\tilde{\lambda}$ obtained from $\bar{\lambda}$ modifying the following components:

$$\tilde{\lambda}^{(1b)} = \bar{\lambda}^{(1b)} - \bar{Z}^{D} \tag{4}$$

$$\tilde{\lambda}_s^{(1c)} = \bar{\lambda}_s^{(1c)} - \bar{Z}_s^{F} \quad \forall s \in \mathcal{S}^{\text{out}}.$$
 (5)

Theorem SM.1 establishes that $\tilde{\lambda}$ is, indeed, feasible for the dual of MP_{CONT}. The corresponding dual bound \tilde{Z} , takes value

$$\tilde{Z} = \bar{Z} - (\tilde{\lambda}^{(1b)} - \bar{\lambda}^{(1b)}) \cdot |D| - \sum_{s \in \mathcal{S}^{\text{out}}} (\tilde{\lambda}_s^{(1c)} - \bar{\lambda}_s^{(1c)}) \cdot n_s.$$

Theorem SM.1. Dual solution $\tilde{\lambda}$ obtained modifying $\bar{\lambda}$ according to (4) and (5), and keeping all other components equal, is feasible for the dual of MP_{CONT}.

Proof. Violated dual constraints correspond to missing primal variables x and y. There are two families of such constraints:

$$-\lambda^{(1b)} + \sum_{c \in \mathcal{C}_r} \lambda_c^{(1i)} + \sum_{c \in \mathcal{C}_r} \sum_{p \in \mathcal{P}_c} \sum_{\substack{s \in \mathcal{S}_{pc}^{\text{out}} \\ \text{s.t. } r \in \mathcal{R}_{spc}^{D}}} \lambda_{spc}^{(1g)} \le c_r \qquad \forall r \in \mathcal{R}^D$$
 (6)

$$-\lambda_s^{(1c)} + \sum_{c \in \mathcal{C}_r} \lambda_c^{(1j)} + \sum_{c \in \mathcal{C}_r} \sum_{\substack{p \in \mathcal{P}_c \\ \text{s.t. } r \in \mathcal{R}_{spc}^{\text{F}}}} \lambda_{spc}^{(1h)} \le c_r \qquad \forall s \in \mathcal{S}^{\text{out}}, \ \forall r \in \mathcal{R}_s^{\text{F}}.$$
 (7)

Furthermore, $\lambda^{(1b)}$ only appears in (6) and $\lambda^{(1c)}$ only appears in (7). It follows that we shall prove that $\tilde{\lambda}^{(1b)}$ satisfies (6) and non-negativity constraints and that $\tilde{\lambda}^{(1c)}$ satisfies (7) and non-negativity constraints.

Indeed, (2) and (4) imply that (6) is satisfied. Analogously, (7) follows from (3) and (5). Finally, we remark that the RHS of (2) and (3) are non-positive if negative reduced cost columns are missing from the reduced sets, and thus the non-negativity of $\tilde{\lambda}^{(1b)}$ and $\tilde{\lambda}^{(1c)}$ follows. In case any of the two RHS is strictly positive, then one can always set the corresponding LHS (\bar{Z}^D or \bar{Z}_s^F) equal to zero. In this case, the corresponding component of $\tilde{\lambda}$ is equal to the original component in $\bar{\lambda}$, and this component satisfies both the dual constraint and the non-negativity condition.

Finally, we explain how to obtain lower bounds $\bar{Z}^{\rm D}$ and $\bar{Z}_s^{\rm F}$. Because, in practice, we can always solve ${\rm SP}_y$ to optimality in fractions of a second, we simply use the RHS of (3) as the value of $\bar{Z}_s^{\rm F}$. We then focus on $\bar{Z}^{\rm D}$. A straightforward approach to bound the reduced cost of a truck route involves relaxing some of the constraints of ${\rm SP}_x$. In particular, one can relax the "hard" in-stop and customer elementarity constraints by applying the state-space relaxation technique (Christofides, Mingozzi and Toth 1981) to the labelling algorithms proposed in Sections 5.1.1 and 5.1.2. In practice, however, such relaxed subproblems are still time-consuming and produce loose bounds. Therefore, we decide to use a dual bound from the MIP model introduced in Section 2. We solve the model with a black-box solver and a short time limit and use the best dual bound returned by the solver.

3.2 Decomposition bound

We solve the GVRPTW introduced in Section 5.3 via branch-price-and-cut, adapting the algorithm presented by Pessoa et al. (2023). We make two modifications to their model. First, we add support for time windows, introducing a time resource and appropriate bounds in the pricing problem. Second, we change the VrpSolver (Pessoa et al. 2020) edge mapping to consider a directed graph and an asymmetric vehicle routing problem. The reason is that once time windows are introduced, the direction in which each route is traversed becomes essential.

4 Generating an initial set of first-tier columns

To initialise the column generation algorithm, we populate \mathcal{R}^{D} and \mathcal{R}^{F} with dummy columns which have: (i) a very high cost c_r ; (ii) coefficient zero in all inequalities (1b) and (1c); (iii) coefficient one in all inequalities (1g), (1h), (1i) and (1j). Any solution of MP which selects a dummy column is infeasible for the 3T-DPPT.

Algorithm 1 Procedure to generate the initial columns of \mathcal{R}^{D} .

```
1: \bar{\mathcal{C}} \leftarrow \emptyset
                                                                                                                                             > set of covered customers
 2: \bar{\mathcal{R}} \leftarrow \emptyset
                                                                                                                                   ▷ set of routes without start time
 3: Phase 1: greedy creation 4: while \bar{C} \neq C do
           r \leftarrow (o)
                                                                                                                                                 ▷ create an empty route
 6:
           Q_r \leftarrow 0
                                                                                                                                       ▷ initialise truck used capacity
 7:
                                                                                                                                                         while S \neq \emptyset and Q_r \leq Q^D do
Let S be the stop in S closest to the endpoint of S
 8:
 9:
10:
                Append s to r
11:
                \underline{S} \leftarrow \underline{S} \setminus \{s\}
                                                                                                                                            ▶ update available in-stops
                for c \in (\bar{\mathcal{C}} \setminus \bar{\mathcal{C}}) \cap \mathcal{C}_s do
12:
                     if Q_r + q_c \leq Q^D then
13:
                          Route r will deliver c at s
14:
                          Q_r \leftarrow Q_r + q_c
\bar{C} \leftarrow \bar{C} \cup \{c\}
15:
                                                                                                                                                 ▶ update truck capacity
                             \leftarrow \bar{\mathcal{C}} \cup \{c\}
16:
                                                                                                                                           ▶ update covered customers
           \bar{\mathcal{R}} \leftarrow \bar{\mathcal{R}} \cup \{r\}
17:
                                                                                                                                        > Add new route to initial set
18: Phase 2: greedy augmentation
19: for r \in \bar{\mathcal{R}} do
           for in-stop s visited by r do
20:
21:
                for customer c not covered by r do
                                                                                                                                      \triangleright c is covered by another route
                     if Q_r + q_c \leq Q^{\mathrm{D}} then
Route r will deliver c at s
22:
23:
                           Q_r \leftarrow Q_r + q_c
24:
25: Phase 3: time assignment
26: T \leftarrow \{\text{possible start times}\}
27: for r \in \bar{\mathcal{R}} do
           for start time t \in \bar{T} do
28:
29:
                r_t \leftarrow a copy of r with truck start time t
30:
                for customer c covered by r_t do
                     s \leftarrow \text{in-stop at which } r_t \text{ delivers } c's parcel
31:
                     t' \leftarrow \text{time at which } c's parcel is ready for bus pick-up at s, according to r_t
32:
                     if t' \not\in \Theta_{sc} then
33:
                                                                                                                                      \triangleright no bus can pick up c's parcel
34:
                         Remove c from route r_t
                \mathcal{R}^{\mathrm{D}} \leftarrow \mathcal{R}^{\mathrm{D}} \cup \{r_t\}
35:
```

To speed up the convergence of the pricing algorithm, in addition to the dummy column, we populate \mathcal{R}^D with feasible columns generated through Algorithm 1. In the first phase, the algorithm creates a set of truck routes without specifying their start time. It greedily adds new routes until all customers are served. In the second phase, for each route, it tries to fill the truck capacity greedily, adding more parcels to the route. This means that some parcels might be present in more than one route. This, however, is not a problem due to set-covering constraints (1i) and the fact that constraints (1g) ensure that exactly one parcel per client will be loaded onto a bus. In the last phase, each route is copied multiple times, changing its start time. When assigning times, it can happen that a route delivers c's parcel at an in-stop s at time t', but there is no bus which can pick up the parcel at a compatible time, i.e., $t' \notin \Theta_{sc}$, where Θ_{sc} is defined in A. In this case, such a route would lead to a worse continuous relaxation because it would cover row (1i) for customer c, but not row (1g) associated with c. Therefore, in the third phase, we remove from each route all parcels with no compatible bus.

5 Detailed numerical results

Table 2 shows the solutions obtained by our methods on the instances from Mandal and Archetti 2023, and a comparison of these with the results for the compact formulation (CF) and with the best results obtained by the decomposition heuristics (DH) proposed in Mandal and Archetti 2023. Column *Instance* is the instance number. The following three columns display the cost of the best solution found by CF, DH and our work, respectively. An empty cell indicates that the method could not find any feasible solution for the instance. The columns under the label "*Improvement of our work vs*" reports the percentage objective cost improvement of the best of our methods compared with: CF; the best of Mandal and Archetti's decomposition heuristics; and the best between the latter two, respectively. The summary table at the bottom reports the number of instances in which the best solution found by our method has better, worse or the same cost as the best solution from Mandal and Archetti 2023, either CF or DH.

6 The compact formulation of (Mandal and Archetti 2023) and our improvement

In the following, we detail the modifications required to forbid trucks from waiting at public transit stops to the formulation presented by Mandal and Archetti (2023). The notation used in that paper is different from the one used in our paper. The reader should refer to Mandal and Archetti's Table 1 for the list of sets and parameters and Table 2 for the list of decision variables. The formulation is presented in (3.1)–(3.35), in Section 1 of (Mandal and Archetti 2023). For the sake of completeness, we recall here that decision variable t^1_{ud} represents the time at which truck $d \in \mathcal{D}$ leaves stop u (or the CDC for u = 0) and binary decision variable w_{uvd} equals 1 if truck $d \in \mathcal{D}$ traverses arc (u, v). Also, parameters T^1_{uvd} and T'_v represent the time needed by for truck $d \in \mathcal{D}$ to traverse arc (u, v) and the service time at stop v, respectively. The following constraints are added to the formulation to prevent trucks from waiting at public transit stops:

$$t_{vd}^{1} \le t_{ud}^{1} + T_{uvd}^{1} + T_{v}^{\prime} + M(1 - w_{uvd}), \quad \forall i, j \in \mathcal{S}^{\text{in}} \cup \{0\}, \ i \ne j, \ j \ne 0, \ \forall d \in \mathcal{D}$$
 (8)

where M > 0 is a sufficiently large number.

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		Best se	tting from	Improvement of our work vs		
Instance	CF	DH	This work	CF	DH	Best
1	2295.02	2295.02	2295.02	0.00 %	0.00 %	0.00 %
2	1460.23	1544.11	1460.23	0.00~%	5.43~%	0.00 %
3	1250.02	1364.22	1250.02	0.00~%	8.37~%	0.00 %
4	2182.70	2300.73	2182.70	0.00~%	5.13~%	0.00 %
5	1826.87	1921.52	1754.81	3.94~%	8.68~%	3.94~%
6	1929.18	2201.15	1929.18	0.00~%	12.36 %	0.00 %
7	2876.60	2992.42	2657.61	7.61~%	11.19~%	7.61~%
8	3402.97	3720.52	3402.97	0.00~%	8.54~%	0.00~%
9	2630.94	2748.94	2473.11	6.00~%	10.03~%	6.00~%
10	_	3303.32	3109.95	_	5.85~%	5.85~%
11	3294.88	3502.31	3107.72	5.68~%	11.27~%	5.68~%
12	4852.02	4540.10	4347.14	10.41~%	4.25~%	$\boldsymbol{4.25~\%}$
13	_	3957.66	4170.87	_	-5.39 %	-5.39 %
14	_	3532.50	3424.44	_	3.06~%	3.06~%
15	_	4113.17	3851.36	_	6.37~%	$\boldsymbol{6.37~\%}$
16	_	6491.98	5585.94	_	13.96~%	13.96~%
17	_	5690.91	5176.37	_	9.04~%	$\boldsymbol{9.04~\%}$
18	_	4817.65	4842.93	_	-0.52~%	-0.52~%
19	_	8102.66	7509.90	_	7.32~%	7.32~%
20	_	6941.22	6421.23	_	7.49~%	$\boldsymbol{7.49~\%}$
21	_	6315.74	5623.39	_	10.96~%	10.96~%
22	_	7184.62	5994.22	_	16.57~%	16.57~%
23	_	6388.33	6001.21	_	6.06~%	6.06~%
24	_	8350.63	8012.50	_	4.05~%	4.05~%
		# Better cost:		18	21	16
		,,,	Worse cost:	0	2	2
		#	Same cost:	6	1	6

Table 2: Solutions obtained by our methods on the instances from Mandal and Archetti 2023, compared with the results for the compact formulation (CF) and with the best results obtained by the decomposition heuristics (DH) proposed in the mentioned literature.

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