

# **Sustainable Distribution Centre**

Smarter, Sustainable Logistics

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Department for **Transport** 





department for Transport.

Funded by the





### What is the Sustainable Distribution Centre?



#### Freight consolidation

- Inbound Shipments
- Outbound Groupage
- Scheduled Collections/Deliveries
- Last Mile Logistics/ Pre Solent Logistics

### Storage Requirements

- Short/Medium/Long Term
- Rework/Out of Gauge/Inventory Management
- Shared User/Multi Functional

#### Sustainability

- Reduction in HGV Movements/Congestion
- Reduction in Pollution
- Out of Hours Utilisation
- Consolidated Deliveries

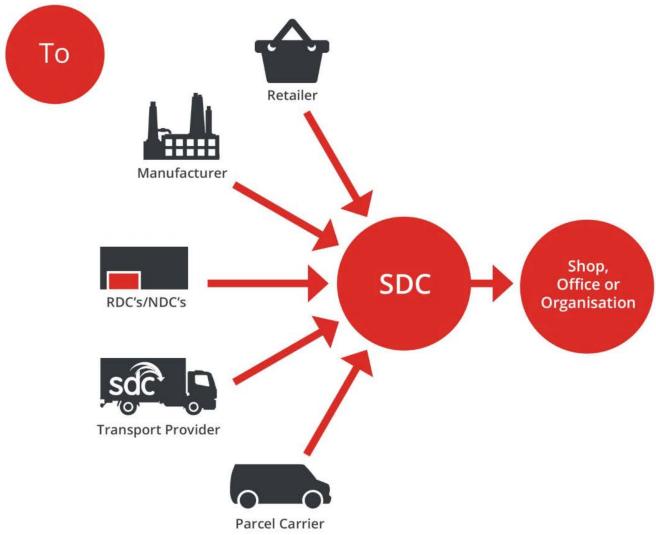


















# **Potential User Benefits**



- Reliable, controllable, direct scalable deliveries
- Increased sales/office space
- Increased ability to benefit from bulk buying
- Improved use of staff time/reduced staff cost
- Collection of returns and transfers + waste management
- Avoids congestion at delivery places
- Reduce delivery cost through cutting out last mile
- Fuel saving
- Opportunity for night time delivery
- Less delays through convenient times of travel
- Reduced wear and tear on vehicles and roads
- Less Congestion
- Less Pollution





# Particular benefits for public sector?

- Time saved through framework agreement as procurement already taken place for any public body in a 20 mile radius of the SDC
- Opportunity for savings through joint procurement (bulk buying)
- Potential savings through variable rates (only pay for what you use on a weekly basis)
- Factory Gate Pricing becomes possible
- By reducing the need for council properties you can reduce Capital borrowing by selling properties or rent out premises for extra income
- Demonstrate that you are trying to improve economy and environment at the same time







- In 2007, it was predicted that the level of traffic on the Southampton road network would increase by up to 40% by 2026.
- The SDC is forecast to reduce the number of HGV travelling into Southampton City Centre by up to 75%, (potentially 6,900 vehicle movements per annum excludes HGV travelling to the docks).
- It is hoped that the SDC will reduce Southampton's Carbon footprint by up to 75% and decrease the output of other harmful gases caused by HGV.
- The SDC will also reduce congestion in and around the city.







### Has it worked elsewhere?



- Bristol and Bath
  - CO2 & Nox reduction of:
    - 126 tonnes of CO2
    - 6680kgs of Nox
- Meadowhall Shopping Centre **Sheffield** 
  - Increased POS productivity
- London Heathrow
  - 60% Reduction of deliveries to select stores
- L.C.C.
  - CO2 Reduced by 75%
  - 68% Fewer deliveries







### **Challenges:**

Public sector lead times and existing contracts

1 year on the SDC is now being used by:

- Southampton City Council Corporate
- Records Management
- Southampton Hospital
- Solent GO
- New Forest District Council
- Solent University
- Southampton University





# Next steps?

- Continue to promote the benefits to the public sector across the region
- Replicate and promote a tailored Isle of Wight SDC service





# How can the Council and partners help?



- Spread the word
- Champion the SDC concept
- Use the SDC!





# Thank you for your time



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