Advancing Metropolitan Modelling for the Analysis of Urban Sustainability Policies

Modeling and optimization of multimodal urban networks with limited parking and dynamic pricing By Nikolas Geroliminis and Nan Zheng (EPFL) Comments by André de Palma (ENS Cachan) January 17, 2015

The economics of Parking

- Parking is a common property problem
 - Weitzman, 1971. Free access vs private ownership as alternative systems for managing common property, *Journal of Economic Theory* 8, 225–234.
- Pricing parking congestion
 - Glazer, A. and E. Niskanen. 1992. Parking fees and congestion. *Regional Science and Urban Economics* 22: 123-132.
- Time of use and parking
 - Arnott, de Palma, and Lindsey. 1992. A temporal and spatial equilibrium analysis of commuter parking, *Journal of Public Economics* 45: 301-335.
- Long-term impacts of parking (in relation with this conference):
 S: consider the impact of parking on (re)location

Commuter choices: nested Logit

Stage 1: mode choice. Choice between private transportation and bus. Stage 2: Conditional of the choice of private transportation, choice between on-street parking and Garage

Externalities

- 3 types of drivers:
 - Downtown drivers
 - Drivers cruising
 - Drivers commuting
- 3 levels of negative externalities:
 - Cruising cars slow down downtown drivers (---)
 - Downtown drivers slow down downtown drivers (--)
 - Drivers commuting slow down drivers commuting (-)

Instruments and stakeholders

- Price of on-street parking p_{oc}(t)
- Price of garage $p_g(t)$

Q : in practice, price depend also on space x: $p_{oc}(t;x)$ and $p_g(t;x)$: \rightarrow What is the trade-off between price and distance (e.g. walked)?

Stakeholders: city (*mayor*), private operators, *residents*, commuters, *shop owners*

Instruments

- Price of on street parking p_{oc}(t)
- Price of garage p_g(t)

City operator manage on street-parking and maximize welfare.

Q : Are cities maximizing welfare?

R : In practice, city operators are in charge on some part of the city only. **Q** : What does it mean to maximize welfare *locally* (and not globally)? Do nothing can be better!

Private operator manage garage and maximize profits .. "deluxe rent".

R : Private operators may wish to manage part on the surrounding on-street parking to reduce "unfair" competition.

Regulation of parking

Without cruising:

Q : Can *the public operator attain* first-best social optimum, charging only on-street parking?

Q : Can the *private operators*, under monopolistic competition attain the social optimum, charging only on-street parking?

Q : Welfare analysis if *part of on-street parking* is managed by several private operators (queue reduce price competition)?

With cruising

Q : Same questions....

MFD (Macroscopic fundamental diagram)

- Aggregation micro-foundation
- E.g. two fluid model, as a results of microscopic statistical laws.
- Stochastic dimension away

Q : How the unstable branch of the speed flow can be taken into account in the CBA.

Dynamic assignment

 The choice at time t depends on the costs at time t, but should depend on the cost at time t^a = t+tt(t)

Suggestion: use the arrival time of previous day in the iterative procedure.

Here discrete time procedure \rightarrow

S : Try analytically a continuous time model

$$P_{i}^{m} t : \text{Production (mode m, time t)}$$

$$N_{i}^{m} t : \text{Vehicle accumulation (mode m, time t)}$$

$$P_{i}^{m} t = G_{i}^{m} \begin{bmatrix} N_{i}^{m} t \end{bmatrix}$$

$$v_{i}^{m} t : \text{Average speed}$$

$$v_{i}^{m} t = \frac{P_{i}^{m} t}{N_{i}^{m} t} = \frac{G_{i}^{m} \begin{bmatrix} N_{i}^{m} t \end{bmatrix}}{N_{i}^{m} t} = \Phi \begin{bmatrix} N_{i}^{m} t \end{bmatrix} \text{ Q: Flow congestion?}$$

Units:

$$\begin{bmatrix} v_i^m & t \end{bmatrix} = Km / h$$
$$\begin{bmatrix} P_i^m & t \end{bmatrix} = ?$$
$$\begin{bmatrix} N_i^m & \bullet \end{bmatrix} = ?$$

1+1=1

Proof:

