

Charging the polluters: A pricing model for road and railway noise

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- This study focus on the noise externality: “Travelers” likely to only consider the noise level inside the vehicle

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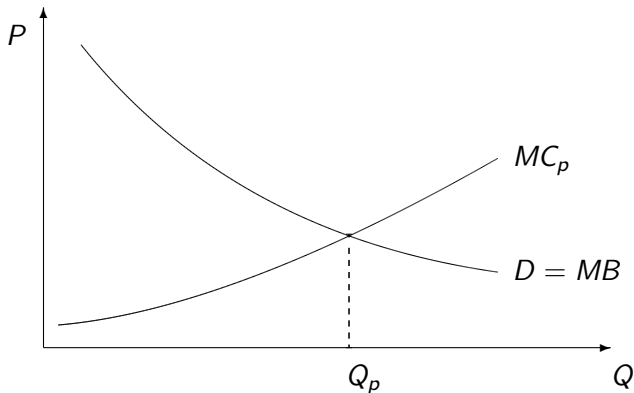
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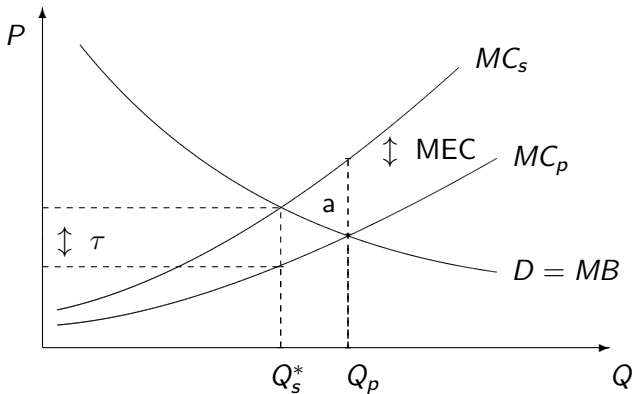
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Marginal cost pricing and economic efficiency



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Empirical model:

$$T = \sum_L c(L(\cdot))N(L)\Delta L$$

$$c(L(\cdot)) = \partial C(L(\cdot))/\partial L$$

$$N(L) = n(r)\Delta r$$

$$\Delta L = \partial L(\cdot)/\partial Q$$

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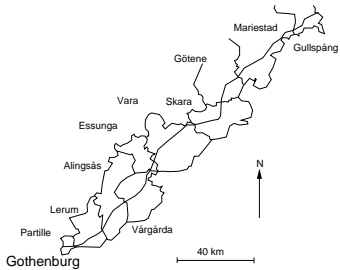
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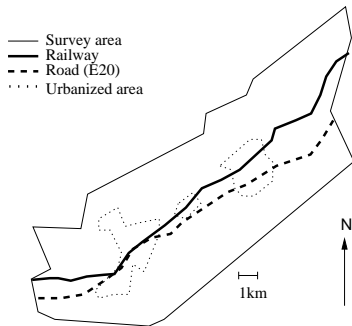
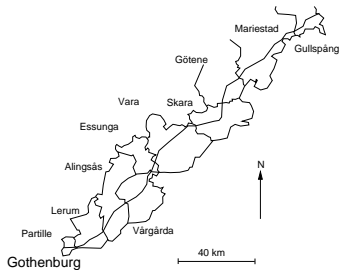
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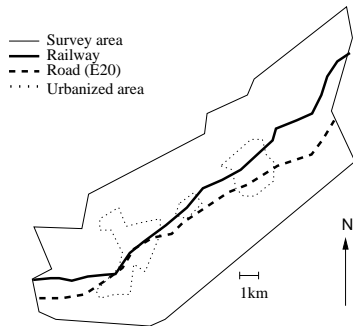
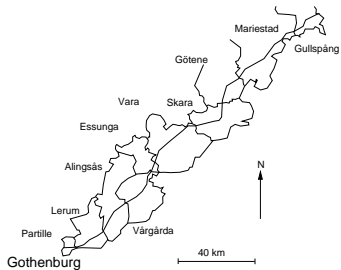
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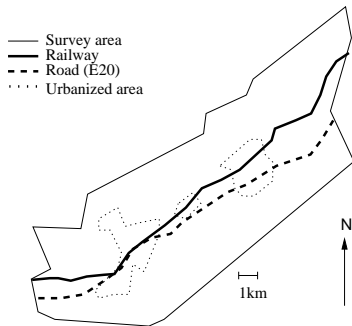
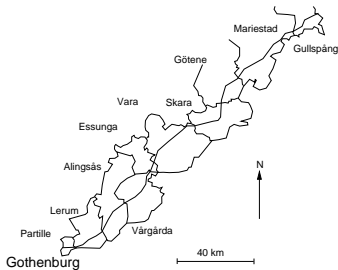


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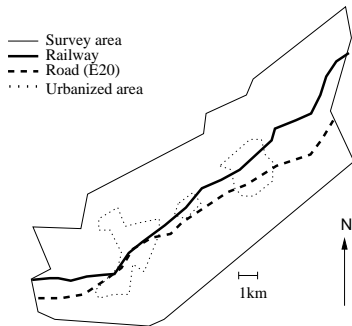
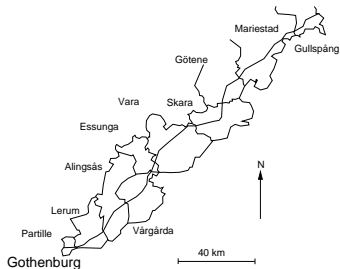


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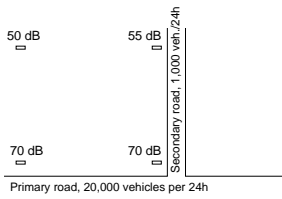
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- Quiet technology: Low-noise tires and retrofitting of breaks (from cast iron to K-blocks)

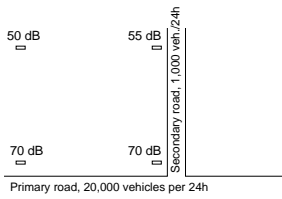
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- Observation where secondary sources dominate regarding road noise have been omitted \Rightarrow 10% have been removed

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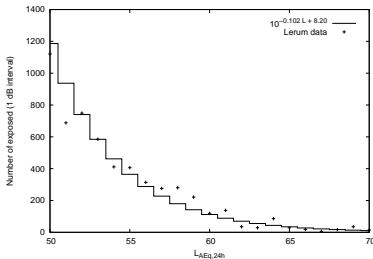
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	Change		REBUS		ASEK
			w/o health	w/ health	(w/ health)
Road	56	55	363	437	258
	66	65	495	569	568
	75	74	654	729	3,343
Railway	56	55	24	98	NA
	66	65	308	382	NA
	75	74	3,027	3,101	NA

Average exchange rate 2004: EUR 1 = SEK 9.13

Noise tariffs calculated per vehicle and unit

Vehicle	Speed km/h	Passengers/ Freight ^a	Tariff, SEK/km	
			per vehicle	per unit ^b
<u>Passenger traffic</u>				
Car	110	4	0.06	0.0148
Bus	90	50	0.24	0.0048
X2 high speed	135	310	0.37	0.0012
X14 EMU	135	350	0.29	0.0008
X60 EMU	135	370	0.07	0.0002
<u>Freight traffic</u>				
Truck	90	42	0.24	0.0057
Truck (low noise)	90	42	0.08	0.0018
Freight train	90	1500	2.82	0.0019
F. tr. (K-blocks)	90	1500	0.45	0.0003

SEK price level 2004.

a: Number of passenger and metric ton of freight, respectively.

b: Per passenger and metric ton for passenger and freight traffic, respectively.

Sensitivity analysis: Traffic and technology

SRMC of freight per metric ton relative to a reference case of no change

Parameter	Changes as percent and dB						
	-50%	-25%	-10%	±0	+10%	+25%	+50%
	-1.8dB	-1.0dB	-0.4dB	±0	+0.4dB	+1.0dB	+1.8dB
Total traffic volume							
Railway	0.988	0.994	0.997	1.000	1.003	1.006	1.011
Road	0.992	0.996	0.998	1.000	1.002	1.004	1.008
Noise level of vehicle							
Railway	0.668	0.801	0.910	1.000	1.099	1.248	1.494
Road	0.667	0.800	0.909	1.000	1.100	1.250	1.500
Noise level of fleet							
Railway	0.661	0.796	0.907	1.000	1.102	1.256	1.512
Road	0.661	0.796	0.907	1.000	1.102	1.256	1.512
Number of exposed							
Railway	0.667	0.800	0.909	1.000	1.100	1.250	1.500
Road	0.667	0.800	0.909	1.000	1.100	1.250	1.500

Railway and Road refers to a 1,500 and a 60 metric ton vehicle, respectively.

Sensitivity analysis: Monetary values

SRMC of freight per metric ton for binary changes relative to a reference case

Parameter	Ref.	Railway	Road
Including health comp.	1.00	1.87	1.11
Switch val. road/rail	1.00	8.28	0.12
ASEK 4 ^a val.	1.00	7.51	0.91
ASEK 4 ^a (5 dB rail bonus)	1.00	2.21	0.91

a: ASEK 4 refers to the official Swedish monetary noise values (SIKA, 2008).

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 - Based on traffic situation and “exposed” in Lerum

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 - discount rate chosen for estimating the monetary value (Andersson et al. 2010a)
- Important to examine the SRMC on both vehicle and passenger/ton of freight level

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Research in progress: Area classification

