



# Transport models in use by the European Commission

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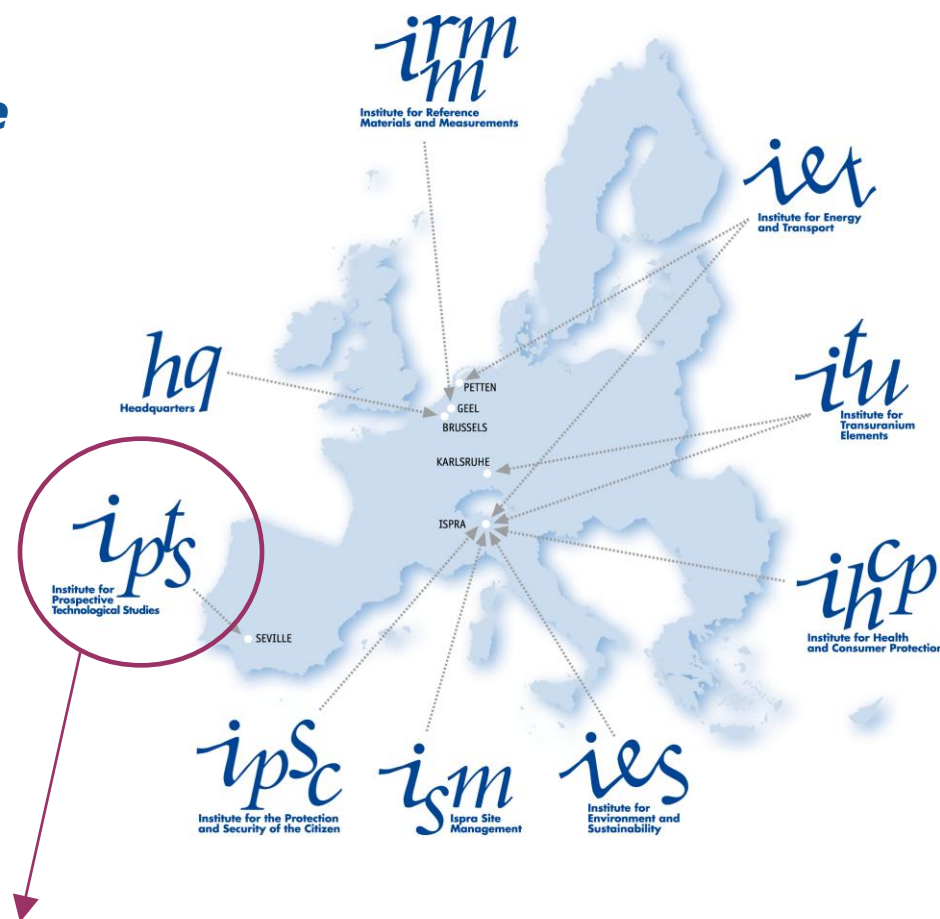
**Joint Research Centre**

***The European Commission's in-house science service***

## One Directorate-General of the European Commission

7 institutes in 5 countries: Italy, Belgium, Germany, The Netherlands, Spain

**Mission:** to provide customer-driven scientific and technical support for the conception, development, implementation and monitoring of EU policies.



**Unit ECET on Economics  
of Climate Change,  
Energy and Transport**



# Impact assessment and models in the European Commission

Before the European Commission proposes new initiatives it assesses the potential **economic**, **social** and **environmental** consequences that they may have.

Impact assessment is a process that **prepares evidence for political decision-makers** on the advantages and disadvantages of possible policy options by assessing their potential impacts.

**Analysing the impacts** of the options and **comparing the options** are two important steps in this process.

=> Impact assessment needs **quantitative tools and model-based analysis by the European Commission**

# Impact assessment and models in the European Commission



Requisites for assessing impacts of mitigation transport policies

**Time horizon** for Mitigation policies: 2030-2050

## **Baseline scenario:**

- Macro-economic assumptions (GDP, population, oil prices,...)
- Investments (e.g. transport infrastructures)
- Policies in place (MS and EU)
- Technology market

...

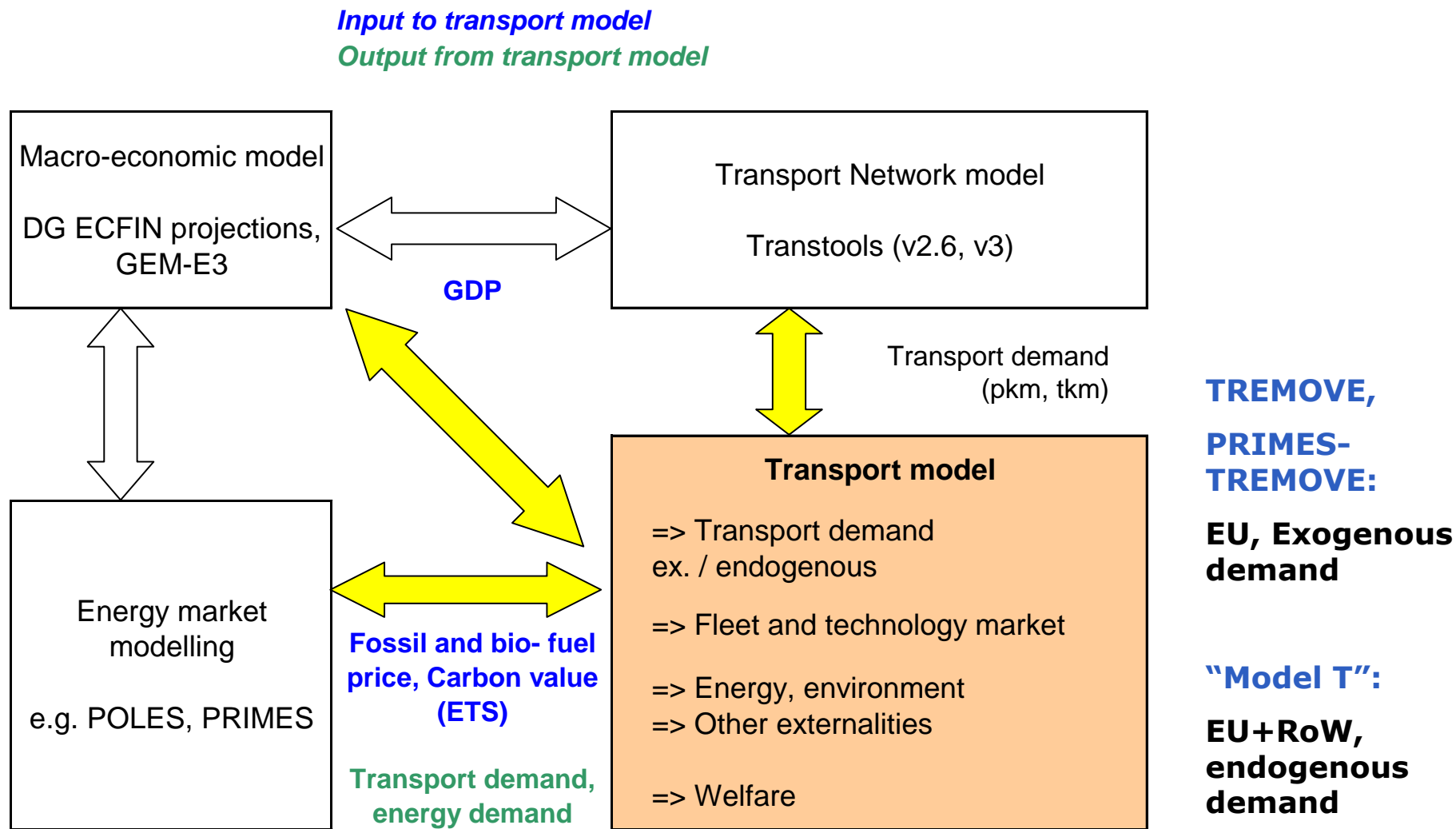
## **Policy scenarios**

- Impacts of policies against baseline:  
costs for the transport users, market changes, change in transport demand, energy use, GHG emissions, external costs, welfare

A coherent **modelling framework**

# Impact assessment and models in the European Commission

## A coherent modelling framework



# Overall landscape of transport models used for IA



## ***Two complementary models***

***TRANSTOOLS***: network based, endogenous demand, v3 in 2014  
<http://energy.jrc.ec.europa.eu/transtools/>

***TREMOVE***: fleets and emissions, applications for CO2 standards, gradually fading out of use (up to 2030)

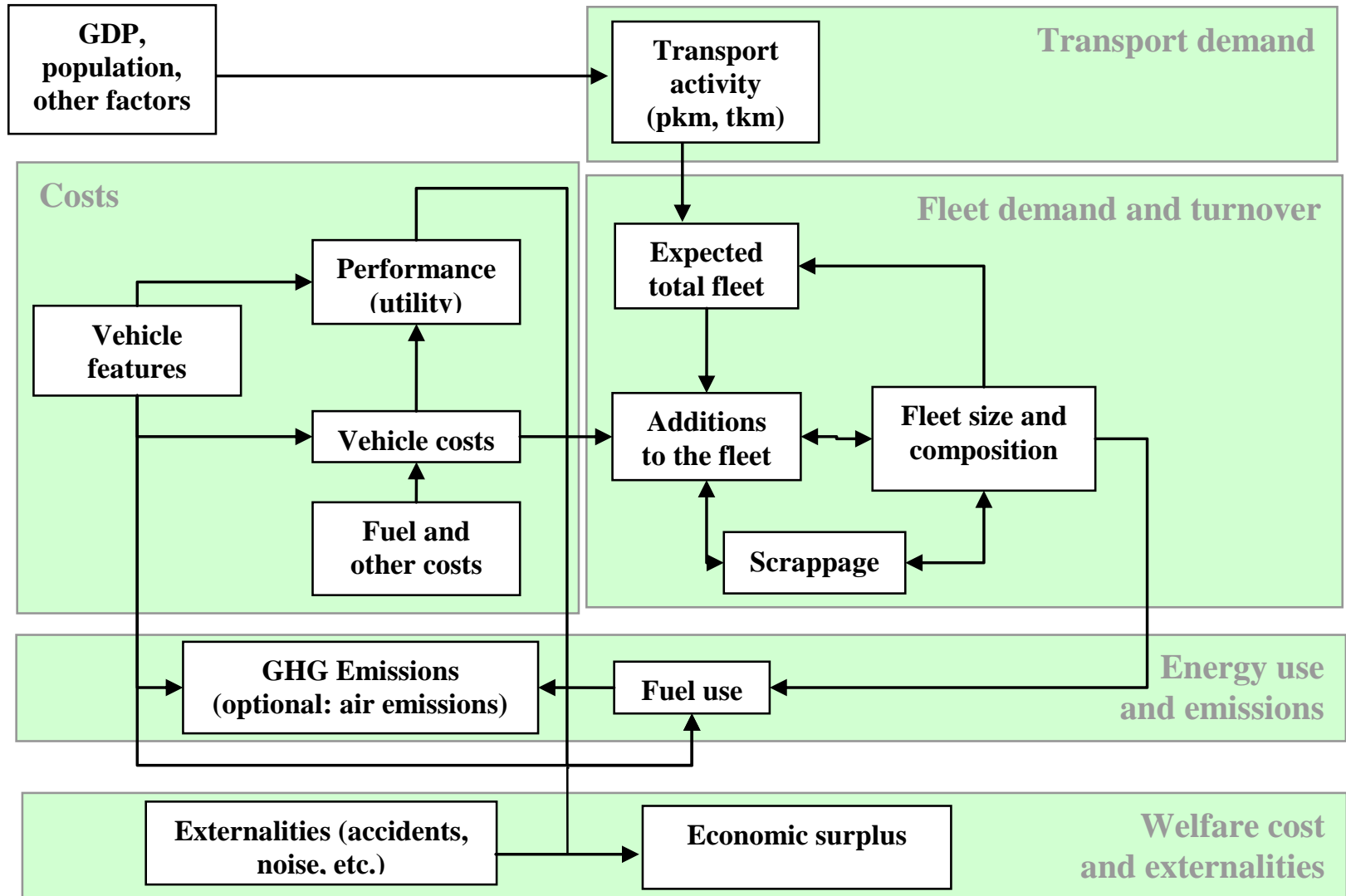
[www.tremove.org](http://www.tremove.org)

***PRIMES-TREMOVE***: TREMOVE-based, soft-link with PRIMES, external provider (up to 2050)

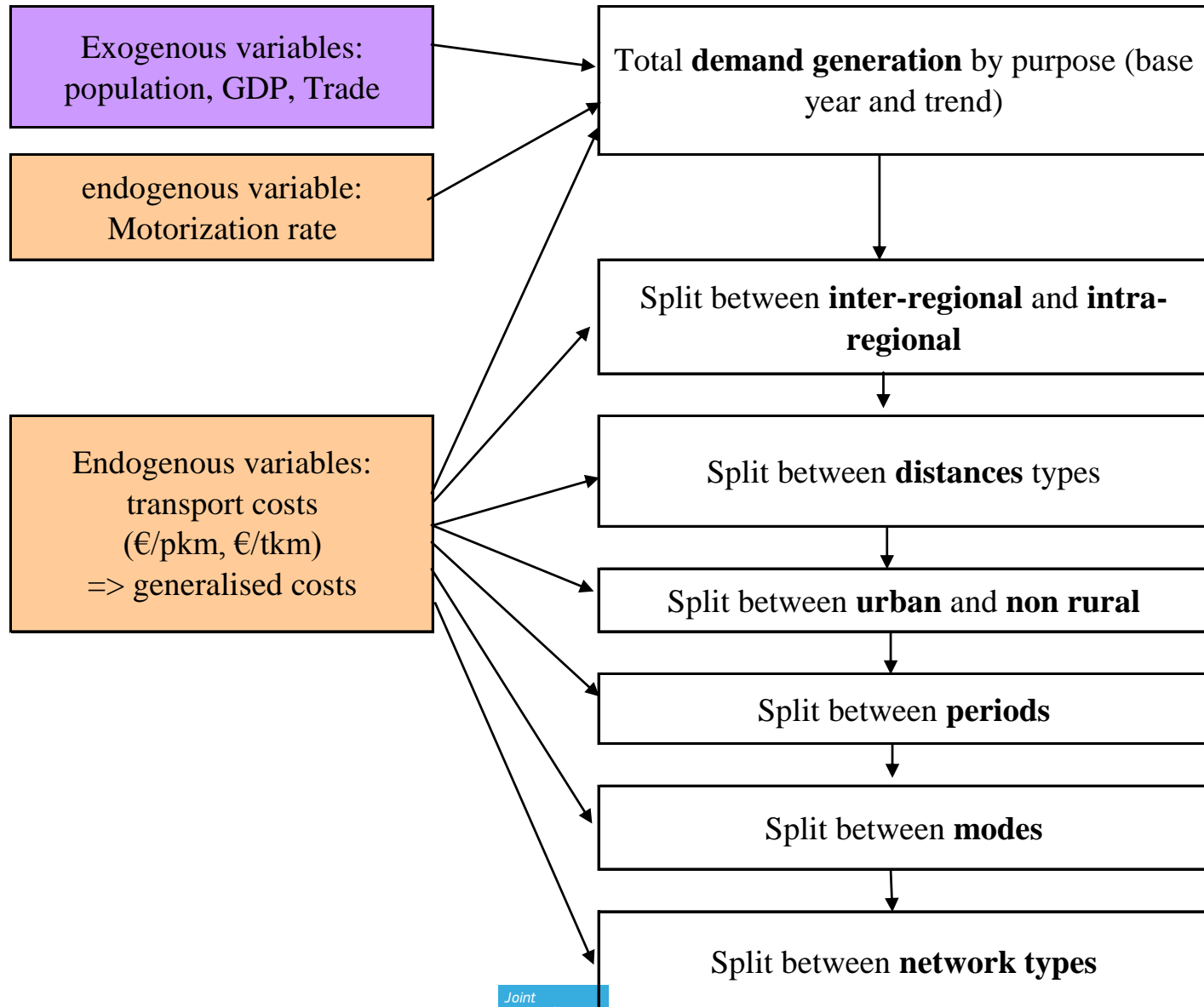
***Model T***: based on TREMOVE + POLES modules, (up to 2050), **endogenous** demand, maintained and operated by EC (JRC)

Rk: Different EU-funding framework (FP7, supporting contracts...)

# Overview of model T



# (inland) Transport demand





# Fleet and user choice

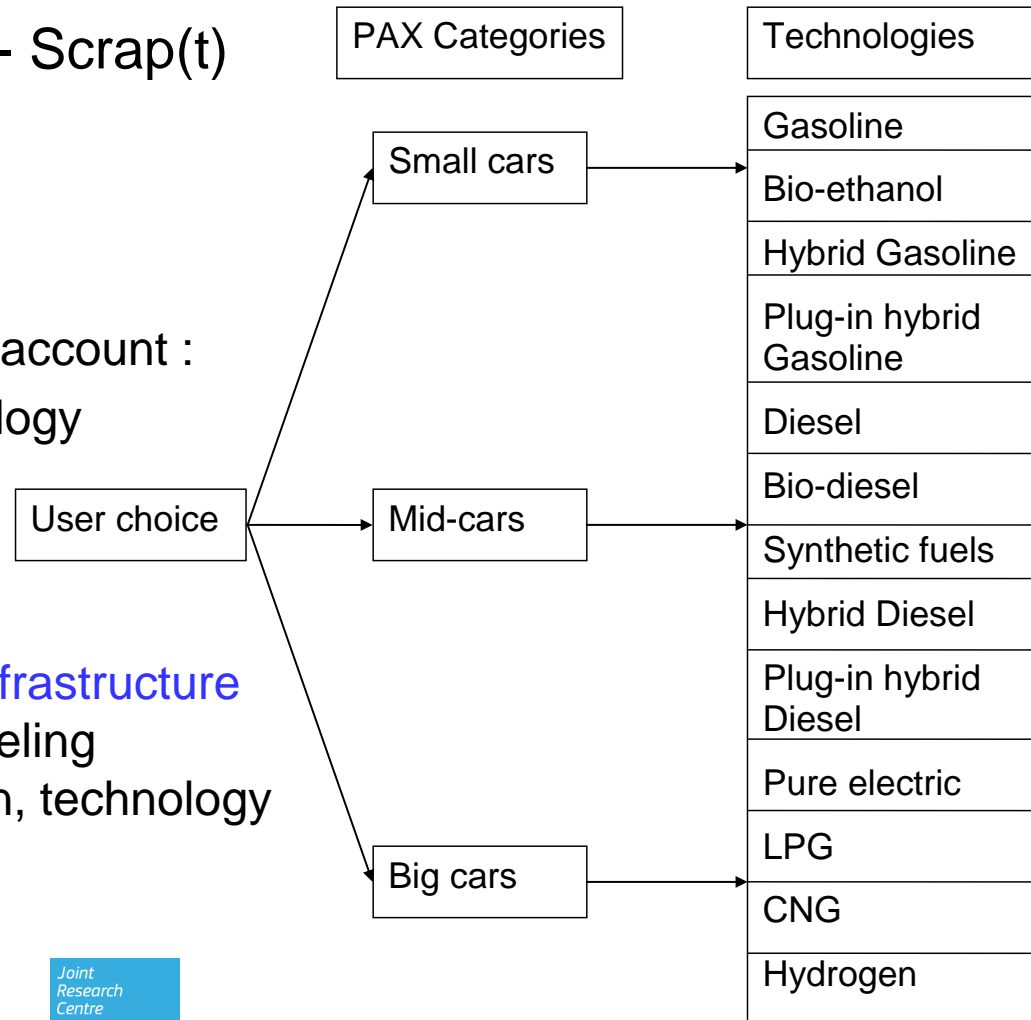
Fleet per vehicle category in year t :  $Fleet(t) = \frac{pkm(t)}{(occ. * mileage)}$

$$Fleet(t) = Fleet(t-1) + Sales(t) - Scrap(t)$$

## Vehicle sales and technology market:

Discrete choice modelling taking into account :

- Technology costs (including technology learning)
- Fuel costs
- Other non monetary utility factors
- And constraints from **Fuel supply infrastructure availability** (function of density of refueling infrastructure, trip distance and region, technology performance - e.g. battery capacity)



# Fleet demand and vehicle purchase

*Coverage of transport modes and travel range by different alternative fuels*

*(Report of the European Expert Group on Future Transport Fuels – January 2011)*

[http://ec.europa.eu/transport/urban/cts/future-transport-fuels\\_en.htm](http://ec.europa.eu/transport/urban/cts/future-transport-fuels_en.htm)

		Road/passenger			Road/freight			Rail	Water			Air
		short	med	long	short	med	long		inland	sea	maritime	
<b>Electric</b>	<b>BEV</b>	■			■			■				
	<b>HFC</b>	■	■		■				■			
	<b>Grid</b>	■			■			■				
<b>Biofuels (liquid)</b>		■			■				■			■
<b>Synfuels</b>		■			■				■			■
<b>Methane</b>	<b>CNG</b>	■			■							
	<b>CBG</b>	■			■							
	<b>LNG</b>	■			■		■	■				
<b>LPG</b>		■			■				■			

Calculating consumer surplus and quantifying the effects of policy and technological measures on welfare.

It calculates the absolute value of each element:

- consumer surplus,
- external effects,
- distortion effect (due to taxes and subsidies).

The model also considers externalities linked to

- Air pollution,
- congestion
- accident,
- noise,
- wear and tear

- **CO2 / fuel efficiency standards (1, 2)**
- **Fuel/CO2 taxation (2)**
- **Vehicle taxation (ownership, circulation tax, feebate) (2, 3)**
- **Road charging and internalisation (+ Transtools) (2)**
- **Logistics efficiency measures (changing load / occupancy)**
- **R&D (technology learning) (4)**
- **Fuel supply Infrastructure (4)**
- **Speed limits**

(1) Impact assessment of CO2 & car, CO2& van regulations

(2) Impact assessment Transport White Paper

(3) Feebate and scrappage systems in EU, Nemry et al, JRC, 2009,  
<http://ipts.jrc.ec.europa.eu/publications/pub.cfm?id=2579>

(4) Market penetration of electric cars, Nemry et al, JRC, 2010,  
[http://ftp.jrc.es/EURdoc/JRC58748\\_TN.pdf](http://ftp.jrc.es/EURdoc/JRC58748_TN.pdf)

*Thank You!*

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# Modes available in each transport context

## Passenger transport

		Car	Moped and motorcycle	Bus	Tram and metro	train	Airplane
Intercontinental							
Inter-regional							
Intra-regional	long distance						
	short distance	non urban					
		urban					

## Freight transport

		Truck	Train	Inland navigation	Maritime	Airplane
Intercontinental						
Inter-regional						
Intra-regional	long distance					
	short distance					