

Calculating indicators with PythonBiogeme

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SERIES ON BIOGEME

1 Introduction

The package Biogeme (biogeme.epfl.ch) is designed to estimate the parameters of various models using maximum likelihood estimation. It is particularly designed for discrete choice models. But it can also be used to extract indicators from estimated model. In this document, we describe how to calculate some indicators particularly relevant in the context of discrete choice models.

2 The model

We consider a case study involving a transportation mode choice model, using revealed preference data collected in Switzerland in 2009 and 2010 (see Atasoy et al., 2013). The model is a nested logit model with 3 alternatives: public transportation, car and slow modes. The utility functions are defined as:

where ASC_CAR, ASC_SM, BETA_TIME_FULLTIME, BETA_TIME_OTHER, BETA_DIST_MALE, BETA_DIST_FEMALE, BETA_DIST_UNREPORTED, BETA_COST, are parameters to be estimated, TimePT_scale, MarginalCostPT_scaled, TimeCar_scale, CostCarCHF_scale, distance_km_scale are attributes and fulltime, notfulltime, male, female, unreportedGender are socio-economic characteristics. The two alternatives "public transportation" and "slow modes" are grouped into a nested. The complete specification is available in the file 01nestedEstimation.py, reported in Section A.1. We refer the reader to Bierlaire (2016) for an introduction to the syntax.

The parameters are estimated using PythonBiogeme. Their values are reported in Table 1. A file named 01nestedEstimation_param.py is also generated. It contains the values of the estimated parameters written in PythonBiogeme syntax, as well as the code necessary to perform a sensitivity analysis. This code provides the variance-covariance matrix of the estimates.

| | | | Robust | | |
|-----------|------------------------|----------|------------|--------|---------|
| Parameter | | Coeff. | Asympt. | | |
| number | Description | estimate | std. error | t-stat | p-value |
| 1 | ASC_CAR | 0.261 | 0.100 | 2.61 | 0.01 |
| 2 | ASC_SM | 0.0590 | 0.217 | 0.27 | 0.79 |
| 3 | BETA_COST | -0.716 | 0.138 | -5.18 | 0.00 |
| 4 | BETA_DIST_FEMALE | -0.831 | 0.193 | -4.31 | 0.00 |
| 5 | BETA_DIST_MALE | -0.686 | 0.161 | -4.27 | 0.00 |
| 6 | BETA_DIST_UNREPORTED | -0.703 | 0.196 | -3.58 | 0.00 |
| 7 | $BETA_TIME_FULLTIME$ | -1.60 | 0.333 | -4.80 | 0.00 |
| 8 | BETA_TIME_OTHER | -0.577 | 0.296 | -1.95 | 0.05 |
| 9 | NEST_NOCAR | 1.53 | 0.306 | 5.00 | 0.00 |

Summary statistics

Number of observations = 1906

Number of excluded observations = 359

Number of estimated parameters = 9

$$\begin{array}{rcl} \mathcal{L}(\beta_0) & = & -2093.955 \\ \mathcal{L}(\widehat{\beta}) & = & -1298.498 \\ -2[\mathcal{L}(\beta_0) - \mathcal{L}(\widehat{\beta})] & = & 1590.913 \\ \rho^2 & = & 0.380 \\ \bar{\rho}^2 & = & 0.376 \end{array}$$

Table 1: Nested logit model: estimated parameters

3 Market shares and revenues

Once the model has been estimated, it must be used to derive useful indicators. PythonBiogeme provides a simulation feature for this purpose. We start by describing how to calculate market shares using sample numeration. It is necessary to have a sample of individuals from the population. For each of them, the value of each of the variables involved in the model must be known. Note that it is possible to use the same sample that what used for estimation, but only if it contains revealed preferences data. It is the procedure used in this document.

More formally, consider a choice model $P_n(i|x_n, C_n)$ providing the probability that individual n chooses alternative i within the choice set C_n , given the explanatory variables x_n . In order to calculate the market shares in the population of size N, a sample of N_s individuals is drawn. As it is rarely possible to draw from the population with equal sampling probability, it is assumed that stratified sampling has been used, and that each individual n in the sample is associated with a weight w_n correcting for sampling biases. The weights are normalized such that

$$N_s = \sum_{n=1}^{N_s} w_n. \tag{1}$$

An estimator of the market share of alternative i in the population is

$$W_{i} = \frac{1}{N_s} \sum_{n=1}^{N_s} w_n P_n(i|x_n, C_n).$$
 (2)

If the alternative i involves a price variable p_{in} , the expected revenues generated by i is

$$R_{i} = \frac{N}{N_{s}} \sum_{n=1}^{N_{s}} w_{n} p_{in} P_{n}(i|x_{n}, p_{in}, C_{n}). \tag{3}$$

In practice, the size of the population is rarely known, and the above quantity is used only in the context of price optimization. In this case, the factor N/N_s can be omitted.

To calculate (2) and (3) with PythonBiogeme, a specification file must be generated in our example, the file 02nestedSimulation.py, reported in Section A.2, has been generated as follows:

- 1. Start with a copy of the model estimation file 01nestedEstimation.py.
- 2. Replace all Beta statements by the equivalent statements in the file 01nestedEstimation_param.py.

- 3. Copy and paste the code for the sensitivity analysis, that is
 - the names of the parameters: names=...
 - the values of the variance-covariance matrix: values=...



• the definition of the matrix itself:

```
vc = bioMatrix (9, names, values)
BIOGEME OBJECT.VARCOVAR = vc
```

4. Remove the statement related to the estimation:

```
BIOGEME_OBJECT.ESTIMATE = Sum(logprob, 'obsiter')
```

5. Replace it by the statement for simulation:

```
BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsIter')
```

The simulate variable must be a dictionary describing what has to be calculated during the sample enumeration. In this case, we calculate, for each individual in the sample, the choice probability of each alternative. We also calculate the expected revenue generated by each individual for the public transportation companies, using the following statement:

Each entry of this dictionary corresponds to a quantity that will be calculated. The key of the entry is a string, that will be used for the reporting. The value must be a valid formula describing the calculation. In our example, we have defined

```
prob_pt = nested(V, av, nests, 0)
prob_car = nested(V, av, nests, 1)
prob_sm = nested(V, av, nests, 2)
```

In the output of the estimation (see the file 01nestedEstimation.html), the sum of all weights have been calculated using the statement

```
BIOGEME.OBJECT.STATISTICS [\ \verb"`Sum" of weights"] = Sum(Weight, \verb"'obsIter")
```

The reported result is 0.814484. Therefore, in order to verify (1), we introduce the following statements:

```
theWeight = Weight * 1906 / 0.814484
BIOGEME_OBJECT.WEIGHT = theWeight
```

as there are 1906 entries in the data file.

In order to prepare for the calculation of elasticities, we have also included the following statements:

```
BIOGEME_OBJECT.STATISTICS['Normalization for elasticities PT'] = \
Sum(theWeight * prob_pt ,'obsIter')
BIOGEME_OBJECT.STATISTICS['Normalization for elasticities CAR'] = \
Sum(theWeight * prob_car ,'obsIter')
BIOGEME_OBJECT.STATISTICS['Normalization for elasticities SM'] = \
Sum(theWeight * prob_sm ,'obsIter')
```

The reasons are discussed in the next section.

The simulation is performed using the statement

```
python biogeme \ \ 02\,nested Simulation \ \ optima.\, dat
```

It generates the file 02nestedSimulation.html, that contains the following sections:

- The preamble reports information about the version of PythonBiogeme, useful URLs and the names of the files involved in the run.
- Statistics: this section is the same as for the estimation, and reports the requested statistics:

```
Alt. 0 available:
                                                   1906
                                  Alt. 0 chosen:
                                                   536
                               Alt. 1 available:
                                                   1906
                                  Alt. 1 chosen:
                                                   1256
                               Alt. 2 available:
                                                   1906
                                  Alt. 2 chosen:
                                                   114
Cte loglikelihood (only for full choice sets):
                                                   -1524.92
                                Gender: females:
                                                   871
                                  Gender: males:
                                                   943
                            Gender: unreported:
                                                   92
           Normalization for elasticities CAR:
                                                   1244.77
            Normalization for elasticities PT:
                                                   535.086
            Normalization for elasticities SM:
                                                   126.147
                            Null loglikelihood:
                                                   -2093.96
                             Number of entries:
                                                   1906
                         Occupation: full time:
                                                   798
                                 Sum of weights:
                                                   0.814484
```

- The simulation report contains two parts: the aggregate values, and the detailed records. We start by describing the latter. It reports, for each row of the sample file, the weight w_n (last column) and, for each entry in the dictionary defined by BIOGEME_OBJECT.SIMULATE
 - 1. the calculated quantity,

2. the 90% confidence interval for this quantity. It is calculated using simulation. As the estimates have been obtained from maximum likelihood, they are (asymptotically) normally distributed. Therefore, we draw from a multivariate normal distribution $N(\widehat{\beta}, \widehat{\Sigma})$, where $\widehat{\beta}$ is the vector of estimated parameters, and $\widehat{\Sigma}$ is the variance-covariance matrix defined by the BIOGEME OBJECT.VARCOVAR statement. The number of draws is controlled by the parameter NbrOfDrawsForSensitivityAnalysis. The requested quantity is calculated for each realization, and the 5% and the 95% quantiles of the obtained simulated values are reported to generate the 90% confidence interval. Note that the confidence interval is reported only if the statement

$BIOGEME_OBJECT.VARCOVAR = vc$

is present. If you do not need the confidence intervals, simply remove this statement from the .py file.

- Simulation report: aggregate values. For each calculated quantity, aggregate indicators are calculated. Denote by z_n a calculated quantity (the probability that individual n chooses the car alternative, for instance). Then, the following aggregate values are reported, together with the associated confidence interval (if requested):
 - Total:

$$\sum_{n=1}^{N_s} z_n. \tag{4}$$

- Weighted total:

$$\sum_{n=1}^{N_s} w_n z_n. \tag{5}$$

– Average:

$$\frac{1}{N_s} \sum_{n=1}^{N_s} z_n. \tag{6}$$

- Weighted average:

$$\frac{1}{N_s} \sum_{n=1}^{N_s} w_n z_n. \tag{7}$$

- Non zeros:

$$\sum_{n=1}^{N_s} \delta(z_n \neq 0), \tag{8}$$

where

$$\delta(z_n \neq 0) = \begin{cases} 1 & \text{if } z_n \neq 0, \\ 0 & \text{otherwise.} \end{cases}$$
 (9)

Non zeros average:

$$\frac{\sum_{n=1}^{N_s} z_n}{\sum_{n=1}^{N_s} \delta(z_n \neq 0)}.$$
 (10)

- Weighted non zeros average:

$$\frac{\sum_{n=1}^{N_s} w_n z_n}{\sum_{n=1}^{N_s} \delta(z_n \neq 0)}.$$
 (11)

- Minimum:

$$\min_{\mathfrak{n}} z_{\mathfrak{n}}. \tag{12}$$

- Maximum:

$$\max_{n} z_{n}. \tag{13}$$

Therefore, the result of (2) is available in the row "Weighted average". In this example, the market shares are:

- car: 65.3078% (confidence interval: [60.5884%,69.0407%]),
- public transportation: 28.0738% (confidence interval: [23.603%,32.391%],
- slow modes: 6.61844% (confidence interval: 4.54637%,10.417%).

The result of (3) is obtained in the row "Weighted total". In this case, the expected revenue (generated by the individuals in the sample) is 3018.29 (confidence interval: [2442.87,3826.36]).

4 Elasticities

Consider now one of the variables involved in the model: x_{ink} . The objective is to anticipate the impact of a change of the value of this variable on the choice of individual n, and on the market share of alternative i.

4.1 Point elasticities

We assume that the relative (infinitesimal) change of the variable is the same for every individual in the population, that is

$$\frac{\partial x_{ink}}{x_{ink}} = \frac{\partial x_{ipk}}{x_{ipk}} = \frac{\partial x_{ik}}{x_{ik}},\tag{14}$$

where

$$x_{ik} = \frac{1}{N_s} \sum_{n=1}^{N_s} x_{ink}.$$
 (15)

The disaggregate direct point elasticity of the model with respect to the variable x_{ink} is defined as

$$\mathsf{E}_{\mathsf{x}_{\mathsf{ink}}}^{\mathsf{P}_{\mathsf{n}}(\mathsf{i})} = \frac{\partial \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}},\mathcal{C}_{\mathsf{n}})}{\partial \mathsf{x}_{\mathsf{ink}}} \frac{\mathsf{x}_{\mathsf{ink}}}{\mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}},\mathcal{C}_{\mathsf{n}})}.$$
 (16)

It is called

- disaggregate, because it refers to the choice model related to a specific individual,
- direct, because it measures the impact of a change of an attribute of alternative i on the choice probability of the same alternative,
- point, because we consider an infinitesimal change of the variable.

The aggregate direct point elasticity of the model with respect to the average value x_{ik} is defined as

$$\mathsf{E}_{\mathsf{x}_{ik}}^{W_{i}} = \frac{\partial W_{i}}{\partial \mathsf{x}_{ik}} \frac{\mathsf{x}_{ik}}{W_{i}}.\tag{17}$$

Using (2), we obtain

$$\mathsf{E}_{\mathsf{x}_{\mathrm{i}k}}^{W_{\mathrm{i}}} = \frac{1}{\mathsf{N}_{\mathrm{s}}} \sum_{\mathrm{n=1}}^{\mathsf{N}_{\mathrm{s}}} w_{\mathrm{n}} \frac{\partial \mathsf{P}_{\mathrm{n}}(\mathsf{i}|\mathsf{x}_{\mathrm{n}}, \mathcal{C}_{\mathrm{n}})}{\partial \mathsf{x}_{\mathrm{i}k}} \frac{\mathsf{x}_{\mathrm{i}k}}{W_{\mathrm{i}}}. \tag{18}$$

From (14), we obtain

$$\mathsf{E}_{\mathsf{x}_{ik}}^{W_{i}} = \frac{1}{\mathsf{N}_{s}} \sum_{\mathsf{n}=1}^{\mathsf{N}_{s}} w_{\mathsf{n}} \frac{\partial \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}{\partial \mathsf{x}_{\mathsf{ink}}} \frac{\mathsf{x}_{\mathsf{ink}}}{W_{i}} = \frac{1}{\mathsf{N}_{s}} \sum_{\mathsf{n}=1}^{\mathsf{N}_{s}} w_{\mathsf{n}} \mathsf{E}_{\mathsf{x}_{\mathsf{ink}}}^{\mathsf{P}_{\mathsf{n}}(\mathsf{i})} \frac{\mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}{W_{i}}, \quad (19)$$

where the second equation is derived from (16). Using (2) again, we obtain

$$\mathsf{E}_{\mathsf{x}_{\mathsf{i}\mathsf{k}}}^{W_{\mathsf{i}}} = \sum_{\mathsf{n}=1}^{\mathsf{N}_{\mathsf{s}}} \mathsf{E}_{\mathsf{x}_{\mathsf{i}\mathsf{n}\mathsf{k}}}^{\mathsf{P}_{\mathsf{n}}(\mathsf{i})} \frac{w_{\mathsf{n}} \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}{\sum_{\mathsf{n}=1}^{\mathsf{N}_{\mathsf{s}}} w_{\mathsf{n}} \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}.$$
 (20)

This equation shows that the calculation of aggregate elasticities involves a weighted sum of disaggregate elasticities. However, the weight is not w_n as for the market share, but a normalized version of $w_n P_n(i|x_n, C_n)$.

The disaggregate cross point elasticity of the model with respect to the variable x_{ink} is defined as

$$\mathsf{E}_{\mathsf{x}_{j\mathrm{n}k}}^{\mathsf{P}_{\mathsf{n}}(\mathsf{i})} = \frac{\partial \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}},\mathcal{C}_{\mathsf{n}})}{\partial \mathsf{x}_{\mathsf{j}\mathsf{n}k}} \frac{\mathsf{x}_{\mathsf{j}\mathsf{n}k}}{\mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}},\mathcal{C}_{\mathsf{n}})}.$$
 (21)

It is called *cross* elasticity because it measures the sensitivity of the model for alternative i with respect to a modification of the attribute of another alternative.

4.2 Arc elasticities

A similar derivation can be done for arc elasticities. In this case, the relative change of the variable is not infinitesimal anymore. The idea is to analyze a before/after scenario. The variable x_{ink} in the before scenario becomes $x_{ink} + \Delta x_{ink}$ in the after scenario. As above, we assume that the relative change of the variable is the same for every individual in the population, that is

$$\frac{\Delta x_{\text{ink}}}{x_{\text{ink}}} = \frac{\Delta x_{\text{ipk}}}{x_{\text{ipk}}} = \frac{\Delta x_{\text{ik}}}{x_{\text{ik}}},\tag{22}$$

where x_{ik} is defined by (15). The disaggregate direct arc elasticity of the model with respect to the variable x_{ink} is defined as

$$\mathsf{E}_{\mathsf{x}_{\mathsf{ink}}}^{\mathsf{P}_{\mathsf{n}}(\mathsf{i})} = \frac{\Delta \mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}{\Delta \mathsf{x}_{\mathsf{ink}}} \frac{\mathsf{x}_{\mathsf{ink}}}{\mathsf{P}_{\mathsf{n}}(\mathsf{i}|\mathsf{x}_{\mathsf{n}}, \mathcal{C}_{\mathsf{n}})}.$$
 (23)

The aggregate direct arc elasticity of the model with respect to the average value x_{ik} is defined as

$$\mathsf{E}_{\mathsf{x}_{ik}}^{W_{i}} = \frac{\Delta W_{i}}{\Delta \mathsf{x}_{ik}} \frac{\mathsf{x}_{ik}}{W_{i}}.\tag{24}$$

The two quantities are also related by (20), following the exact same derivation as for the point elasticity.

4.3 Using PythonBiogeme for disaggregate point elasticities

The calculation of (16) involves derivatives. For simple models such as logit, the analytical formula of these derivatives can easily be derived. However, their derivation for advanced models can be tedious. It is common to make

mistakes in the derivation itself, and even more common to make mistakes in the implementation. Therefore, PythonBiogeme provides an operator that calculates the derivative of a formula. This is illustrated in the file 03 nestedElasticities .py, reported in Section A.3. The statements that trigger the calculation of the elasticities are:

```
elas_pt_time = Derive(prob_pt, 'TimePT') * TimePT / prob_pt
elas_pt_cost = Derive(prob_pt, 'MarginalCostPT') * MarginalCostPT / prob_pt
elas_car_time = Derive(prob_car, 'TimeCar') * TimeCar / prob_car
elas_car_cost = Derive(prob_car, 'CostCarCHF') * CostCarCHF / prob_car
elas_sm_dist = Derive(prob_sm, 'distance_km') * distance_km / prob_sm
```

The above syntax should be self-explanatory. But there is an important aspect to take into account. In the context of the estimation of the parameters of the model, the variables have been scaled in order to improve the numerical properties of the likelihood function, using statements like

```
TimePT_scaled = DefineVariable('TimePT_scaled', TimePT / 200)
```

But the variable of interest, for the sake of applications, is TimePT, not TimePT_scaled. The problem is that the DefineVariable operator is designed to preprocess the data file. It can be seen as a way to add another column in the data file, defining a new variable. It means that it looses the analytical relationship between the new variable and the original one. Therefore, PythonBiogeme is not able to properly calculate the derivatives. Consequently, all statements such as

```
TimePT_scaled = DefineVariable('TimePT_scaled', TimePT / 200 ) should be replaced by statements such as
```

```
TimePT\_scaled = TimePT / 200
```

is order to maintain the analytical structure of the formula to be derived.

4.4 Using PythonBiogeme for aggregate point elasticities

The aggregate point elasticities can be obtained by aggregating the disaggregate elasticities, using (20). This requires the calculation of the normalization factors

$$\sum_{n=1}^{N_s} w_n P_n(i|x_n, C_n). \tag{25}$$

This has been performed during the previous simulation using the statements

```
\label{eq:biogement}  \begin{aligned} \text{BIOGEME\_OBJECT.STATISTICS}\left[ \text{'Normalization for elasticities PT'} \right] &= \\ \text{Sum}(\text{theWeight * prob\_pt ','obsIter'}) \end{aligned}
```

```
\label{eq:biogemenobject} BIOGEME\_OBJECT.STATISTICS \cite{CAR'} = \cite{Sum(theWeight * prob\_car ,'obsIter')} \\ BIOGEME\_OBJECT.STATISTICS \cite{Sum(theWeight * prob\_sm ,'obsIter')} \\ = \cite{Sum(theWeight * prob\_sm ,'obsIter')} \\
```

Therefore, we have now included the following statements:

```
normalization_pt = 535.086
normalization_car = 1244.77
normalization_sm = 126.147
```

The quantities that must be calculated for each individual, in order to derive the aggregate elasticities correspond to the following entries in the dictionary:

```
'Agg. Elast. PT - Time': elas_pt_time * prob_pt / normalization_pt,
'Agg. Elast. PT - Cost': elas_pt_cost * prob_pt / normalization_pt,
'Agg. Elast. Car - Time': elas_car_time * prob_car / normalization_car,
'Agg. Elast. Car - Cost': elas_car_cost * prob_car / normalization_car,
'Agg. Elast. Slow modes - Distance': elas_sm_dist * prob_sm / normalization_sm
```

Note that the weights have not been included in the above formula, so that the values of the aggregate elasticities can be found in the row "Weighted total":

- Car cost: -0.0906321,
- Car travel time: -0.0440771,
- Public transportation cost: -0.320246,
- Public transportation travel time: -0.274315,
- Slow model distance: -1.09095.

Equivalently, we could have used statements like

```
'Agg. Elast. PT - Time': theWeight * elas_pt_time * prob_pt / normalization_pt, and the aggregate value would have been found in the row "Total" instead of "Weighted total'. Note also that we have omitted to report the confidence intervals in this example, by commenting out the statement:
```

```
\#BIOGEME\_OBJECT.VARCOVAR = vc
```

4.5 Using PythonBiogeme for cross elasticities

The calculation of (21) is performed in a similar way as the direct elasticities, using the following statements:

```
elas_car_cost = Derive(prob_car,'MarginalCostPT') * MarginalCostPT / prob_car
elas_car_time = Derive(prob_car,'TimePT') * TimePT / prob_car
elas_pt_cost = Derive(prob_pt,'CostCarCHF') * CostCarCHF / prob_pt
elas_pt_time = Derive(prob_pt,'TimeCar') * TimeCar / prob_pt
```

They calculate the following elasticities:

- choice of car with respect to the marginal cost of public transportation,
- choice of car with respect to travel time by public transportation,
- choice of public transportation with respect to cost of the car,
- choice of public transportation with respect to travel time by car.

The corresponding aggregate elasticities are calculated exactly like for the direct case, and their values can be found in the row "Weighted total".

```
• Agg. Elast. Car - Cost PT: 0.123008
```

• Agg. Elast. Car - Time PT: 0.106567

• Agg. Elast. PT - Cost car: 0.199984

• Agg. Elast. PT - Time car: 0.0953097

Note that these values are now positive. Indeed, when the travel time or travel cost of a competing mode increase, the market share increases.

4.6 Using PythonBiogeme for arc elasticities

Arc elasticities require a before and after scenarios. In this case, we calculate the sensitivity of the market share of the slow mode alternative when there is a uniform increase of 1 kilometer.

The "before" scenario is represented by the same model as above. The after scenario is modeled using the following statements:

Then, the arc elasticity is calculated as

```
\begin{array}{l} elas\_sm\_dist = \\ (prob\_sm\_after - prob\_sm) * distance\_km / (prob\_sm * delta\_dist) \end{array}
```

The aggregate elasticity is calculated as explained above. It is equal here to -1.00708, and the confidence interval is [-1.7212,-0.562574].

5 Willingness to pay

If the model contains a cost or price variable (like in this model), it is possible to analyze the trade-off between any variable and money. It reflects the willingness of the decision maker to pay for a modification of another variable of the model. A typical example in transportation is the *value of time*, that is the amount of money a traveler is willing to pay in order to decrease her travel time.

Let c_{in} be the cost of alternative i for individual n. Let x_{in} be the value of another variable of the model. Let $V_{in}(c_{in}, x_{in})$ be the value of the utility function. Consider a scenario where the variable under interest takes the value $x_{in} + \delta_{in}^{x}$. We denote by δ_{in}^{c} the additional cost that would achieve the same utility, that is

$$V_{in}(c_{in} + \delta_{in}^c, x_{in} + \delta_{in}^x) = V_{in}(c_{in}, x_{in}).$$
(26)

The willingness to pay is defined as the additional cost per unit of x, that is

$$\delta_{\rm in}^{\rm c}/\delta_{\rm in}^{\rm x},$$
 (27)

and is obtained by solving Equation (26). If x_{in} and c_{in} appear linearly in the utility function, that is if

$$V_{\rm in}(c_{\rm in}, \chi_{\rm in}) = \beta_{\rm c} c_{\rm in} + \beta_{\rm x} \chi_{\rm in} + \cdots, \qquad (28)$$

and

$$V_{in}(c_{in} + \delta_{in}^c, x_{in} + \delta_{in}^x) = \beta_c(c_{in} + \delta_{in}^c) + \beta_x(x_{in} + \delta_{in}^x) + \cdots$$
 (29)

Therefore, (27) is

$$\delta_{\rm in}^{\rm c}/\delta_{\rm in}^{\rm x} = -\beta_{\rm x}/\beta_{\rm c}. \tag{30}$$

If x_{in} is a continuous variable, and if V_{in} is differentiable in x_{in} and c_{in} , we can invoke Taylor's theorem in (26):

$$\begin{split} V_{\text{in}}(c_{\text{in}},x_{\text{in}}) &= V_{\text{in}}(c_{\text{in}} + \delta_{\text{in}}^{c},x_{\text{in}} + \delta_{\text{in}}^{x}) \\ &\approx V_{\text{in}}(c_{\text{in}},x_{\text{in}}) + \delta_{\text{in}}^{c} \frac{\partial V_{\text{in}}}{\partial c_{\text{in}}}(c_{\text{in}},x_{\text{in}}) + \delta_{\text{in}}^{x} \frac{\partial V_{\text{in}}}{\partial x_{\text{in}}}(c_{\text{in}},x_{\text{in}}) \end{split} \tag{31}$$

Therefore, the willingness to pay is equal to

$$\frac{\delta_{\text{in}}^c}{\delta_{\text{in}}^x} = -\frac{(\partial V_{\text{in}}/\partial x_{\text{in}})(c_{\text{in}}, x_{\text{in}})}{(\partial V_{\text{in}}/\partial c_{\text{in}})(c_{\text{in}}, x_{\text{in}})}.$$
(32)

Note that if x_{in} and c_{in} appear linearly in the utility function, (32) is the same as (30). If we consider now a scenario where the variable under interest takes the value $x_{in} - \delta_{in}^{x}$, the same derivation leads to

$$\frac{\delta_{in}^{c}}{\delta_{in}^{x}} = \frac{(\partial V_{in}/\partial x_{in})(c_{in}, x_{in})}{(\partial V_{in}/\partial c_{in})(c_{in}, x_{in})}.$$
(33)

The calculation of the value of time corresponds to such a scenario.

$$\frac{\delta_{\text{in}}^{c}}{\delta_{\text{in}}^{t}} = \frac{(\partial V_{\text{in}}/\partial t_{\text{in}})(c_{\text{in}}, t_{\text{in}})}{(\partial V_{\text{in}}/\partial c_{\text{in}})(c_{\text{in}}, t_{\text{in}})} = \frac{\beta_{t}}{\beta_{c}},$$
(34)

where the last equation assumes that V is linear in these variables. Note that, in this special case of linear utility functions, the value of time is constant across individuals, and is also independent of $\delta_{\rm in}^t$. This is not true in general.

The calculation of (33) involves the calculation of derivatives. It is done in Pythonbiogeme using the following statements:

The full specification file can be found in Section A.6. The aggregate values are found in the "Weighted average" row of the report file: 3.95822 CHF/hour (confidence interval: [1.98696,7.81565]). Note that this value is abnormally low, which is a sign of a poor specification of the model. Note also that, with this specification, the value of time is the same for car and public transportation, as the coefficients of the time and cost variables are generic.

Finally, it is important to look at the distribution of the willingness to pay in the population/sample. The detailed records of the report file allows you to do so. It is easy to drag and drop the HTML report file into your favorite spreadsheet software in order to perform additional statistics. In this example, the value of time takes two values, depending on the employment status of the individual:

- Full time: 6.68992 (confidence interval: [4.15056, 11.1866])
- Not full time: 2.41847 (confidence interval: [0.829511, 5.91561])

6 Conclusion

PythonBiogeme is a flexible tool that allows to extract useful indicators from complex models. In this document, we have presented how some indicators relevant for discrete choice models can be generated. The HTML format of the report not only allows to display the report in your favorite browser. It also allows to import the generated values in a spreadsheet for more manipulations.

A Complete specification files

A.1 01nestedEstimation.py

```
## File 01 nested Estimation.py
  ## Simple nested logit model for the Optima case study
  ## Wed May 10 10:55:12 2017
   from biogeme import *
  from headers import *
  from loglikelihood import *
  from statistics import *
  from nested import *
10
  ### Three alternatives:
11
  # CAR: automobile
  # PT: public transportation
13
  # SM: slow mode (walking, biking)
  ### List of parameters to be estimated
16
  ASC\_CAR = Beta(`ASC\_CAR', 0, -10000, 10000, 0)
17
  ASC\_SM = Beta('ASC\_SM', 0, -10000, 10000, 0)
  BETA_TIME_FULLTIME = Beta('BETA_TIME_FULLTIME', 0, -10000, 10000, 0)
  BETA\_TIME\_OTHER = Beta('BETA\_TIME\_OTHER', 0, -10000, 10000, 0)
  BETA\_DIST\_MALE = Beta('BETA\_DIST\_MALE', 0, -10000, 10000, 0)
21
  BETA_DIST_FEMALE = Beta('BETA_DIST_FEMALE', 0, -10000, 10000, 0)
  BETA_DIST_UNREPORTED = Beta('BETA_DIST_UNREPORTED', 0, -10000, 10000, 0)
  BETA\_COST = Beta('BETA\_COST', 0, -10000, 10000, 0)
25
26
  ###Definition of variables:
27
  # For numerical reasons, it is good practice to scale the data to
28
  # that the values of the parameters are around 1.0.
29
30
  # The following statements are designed to preprocess the data.
  # It is like creating a new columns in the data file. This
  # should be preferred to the statement like
33
  \# TimePT\_scaled = Time\_PT / 200.0
   # which will cause the division to be reevaluated again and again,
  # throuh the iterations. For models taking a long time to
36
  \#\ estimate, it may make a significant\ difference.
37
  TimePT_scaled = DefineVariable('TimePT_scaled', TimePT / 200)
   TimeCar_scaled = DefineVariable('TimeCar_scaled', TimeCar / 200
40
   MarginalCostPT_scaled = DefineVariable('MarginalCostPT_scaled',
41
                                            MarginalCostPT / 10 )
   CostCarCHF_scaled = DefineVariable('CostCarCHF_scaled',
43
                                        CostCarCHF / 10 )
44
```

```
distance_km_scaled = DefineVariable('distance_km_scaled',
                                          distance_km / 5 )
46
   male = Define Variable ('male', Gender == 1)
48
   female = Define Variable ('female', Gender == 2)
49
   unreportedGender = DefineVariable ('unreportedGender', Gender == -1)
50
51
   fulltime = Define Variable ('fulltime', OccupStat == 1)
52
   notfulltime = Define Variable ('notfulltime', OccupStat != 1)
53
   ### Definition of utility functions:
55
   V_PT = BETA_TIME_FULLTIME * TimePT_scaled * fulltime + \
56
          BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
57
          BETA_COST * MarginalCostPT_scaled
58
   V_CAR = ASC_CAR + \setminus
59
           BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
60
           BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
61
           BETA_COST * CostCarCHF_scaled
   V_SM = ASC_SM + \setminus
63
          BETA_DIST_MALE * distance_km_scaled * male + \
64
          BETA_DIST_FEMALE * distance_km_scaled * female + \
65
          BETA\_DIST\_UNREPORTED * distance\_km\_scaled * unreportedGender
66
67
   # Associate utility functions with the numbering of alternatives
68
   V = \{0: VPT,
69
        1: V_CAR,
70
        2: V_SM}
71
72
   \# Associate the availability conditions with the alternatives.
   \# In this example all alternatives are available for each individual.
   av = \{0: 1,
75
         1: 1,
76
         2: 1
77
78
   ### DEFINITION OF THE NESTS:
79
   # 1: nests parameter
80
   # 2: list of alternatives
81
82
   NEST\_NOCAR = Beta('NEST\_NOCAR', 1, 1.0, 10, 0)
83
84
   CAR = 1.0 , [ 1]
85
   NO_{CAR} = NEST_{CAR}, [ 0, 2]
86
   nests = CAR, NO\_CAR
87
88
   # All observations verifying the following expression will not be
   # considered for estimation
   BIOGEME\_OBJECT.EXCLUDE = Choice == -1
91
92
93
```

```
# The choice model is a nested logit, with availability conditions
    logprob = lognested (V, av, nests, Choice)
95
    # Defines an itertor on the data
97
    rowIterator('obsIter')
98
99
   \#Statistics
100
    nullLoglikelihood (av, 'obsIter')
101
    choiceSet = [0, 1, 2]
102
    cteLoglikelihood(choiceSet, Choice, 'obsIter')
103
    availability Statistics (av, 'obsIter')
104
105
   BIOGEME\_OBJECT.STATISTICS['Gender: males'] = \setminus
106
                          Sum(male, 'obsIter')
107
   BIOGEME_OBJECT.STATISTICS['Gender: females'] = \
108
                          Sum(female, 'obsIter')
109
   BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
110
                          Sum(unreportedGender, 'obsIter')
111
   BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = \
112
                          Sum(fulltime, 'obsIter')
113
   BIOGEME\_OBJECT.STATISTICS['Sum of weights'] = \setminus
114
                          Sum(Weight, 'obsIter')
115
116
   # Define the likelihood function for the estimation
117
   BIOGEME_OBJECT.ESTIMATE = Sum(logprob, 'obsiter')
118
   BIOGEME_OBJECT.PARAMETERS['optimizationAlgorithm'] = "CFSQP"
```

A.2 02nestedSimulation.py

```
## File 02nestedSimulation.py
  ## Simple nested logit model for the Optima case study
  ## Wed May 10 11:24:32 2017
3
  from biogeme import *
5
  from headers import *
  from statistics import *
  from nested import *
  ### Three alternatives:
10
  # CAR: automobile
11
  # PT: public transportation
12
  # SM: slow mode (walking, biking)
13
  ### List of parameters and their estimated value.
15
  ASC\_CAR = Beta(,ASC\_CAR,0.261291,-10000,10000,0,ASC\_CAR,)
16
  ASC\_SM = Beta(`ASC\_SM', 0.0590204, -10000, 10000, 0, `ASC\_SM')
17
  BETA_TIME_FULLTIME = \
18
   Beta('BETA_TIME_FULLTIME', -1.59709, -10000, 10000, 0, 'BETA_TIME_FULLTIME')
19
  BETA\_TIME\_OTHER = \setminus
```

```
Beta ('BETA_TIME_OTHER', -0.577362, -10000, 10000, 0, 'BETA_TIME_OTHER')
21
   BETA\_DIST\_MALE = \setminus
22
    {\tt Beta('BETA\_DIST\_MALE', -0.686327, -10000, 10000, 0, 'BETA\_DIST\_MALE')}
   BETA_DIST_FEMALE = \setminus
24
    Beta ('BETA_DIST_FEMALE', -0.83121, -10000, 10000, 0, 'BETA_DIST_FEMALE')
25
   BETA_DIST_UNREPORTED = \
26
    Beta('\mathtt{BETA\_DIST\_UNREPORTED'}, -0.702974, -10000, 10000, 0, '\mathtt{BETA\_DIST\_UNREPORTED'})
28
    Beta ('BETA_COST', -0.716192, -10000, 10000, 0, 'BETA_COST')
29
30
31
   ###Definition of variables:
32
   # For numerical reasons, it is good practice to scale the data to
33
   # that the values of the parameters are around 1.0.
34
   # The following statements are designed to preprocess the data. It is
36
   # like creating a new columns in the data file. This should be
37
   # preferred to the statement like
   \# TimePT\_scaled = Time\_PT / 200.0
   # which will cause the division to be reevaluated again and again,
   \#\ throuh\ the\ iterations . For models taking a long time to estimate, it
41
   # may make a significant difference.
43
   TimePT_scaled = DefineVariable('TimePT_scaled', TimePT / 200 )
44
   TimeCar_scaled = DefineVariable('TimeCar_scaled', TimeCar / 200)
45
   MarginalCostPT_scaled = DefineVariable('MarginalCostPT_scaled',
                                              MarginalCostPT / 10 )
47
   CostCarCHF_scaled = DefineVariable('CostCarCHF_scaled',
48
                                         CostCarCHF / 10 )
49
   distance_km_scaled = DefineVariable('distance_km_scaled',
                                           distance_km / 5 )
51
52
   male = Define Variable ('male', Gender == 1)
   female = DefineVariable('female', Gender == 2)
   unreportedGender = DefineVariable ('unreportedGender', Gender = -1)
55
56
   fulltime = Define Variable ('fulltime', OccupStat == 1)
   notfulltime = DefineVariable ('notfulltime', OccupStat != 1)
58
59
   ### Definition of utility functions:
60
   V\_PT = BETA\_TIME\_FULLTIME * TimePT\_scaled * fulltime + \setminus
61
          BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
62
          BETA\_COST * MarginalCostPT\_scaled
63
   V_CAR = ASC_CAR + \
64
           BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
65
           BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
66
           BETA_COST * CostCarCHF_scaled
67
   V_SM = ASC_SM + \setminus
68
          BETA_DIST_MALE * distance_km_scaled * male + \
```

```
BETA_DIST_FEMALE * distance_km_scaled * female + \
70
           BETA\_DIST\_UNREPORTED * distance\_km\_scaled * unreportedGender
71
72
73
   # Associate utility functions with the numbering of alternatives
74
   V = \{0: VPT,
75
         1: V_CAR,
         2: V\_SM
77
78
   # Associate the availability conditions with the alternatives.
79
80
   \# In this example all alternatives are available for each individual.
   av = \{0: 1,
81
          1: 1,
82
          2: 1
83
84
   ### DEFINITION OF THE NESTS:
85
   # 1: nests parameter
86
   # 2: list of alternatives
87
88
   NEST.NOCAR = Beta(`NEST_NOCAR', 1.52853, 1, 10, 0, `NEST_NOCAR')
89
90
91
   CAR = 1.0 , [ 1]
92
   NO_{CAR} = NEST_{CAR}, [ 0,
   nests = CAR, NO\_CAR
94
   # All observations verifying the following expression will not be
96
   # considered for estimation
97
   exclude = (Choice)
   BIOGEME\_OBJECT.EXCLUDE = exclude
100
101
   ## This has been copied-pasted from the file 01nestedEstimation_param.py
102
   ## Code for the sensitivity analysis generated after the estimation of the model
104
   names = ['ASC_CAR','ASC_SM','BETA_COST','BETA_DIST_FEMALE','BETA_DIST_MALE','BETA_I
105
   values = [[0.0100225, -0.0023271, 0.00151986, 0.00285251, 0.00621963, 0.00247439, 0.02359]
   vc = bioMatrix (9, names, values)
107
   BIOGEME\_OBJECT.VARCOVAR = vc
108
109
110
111
   # The choice model is a nested logit
112
   prob_pt = nested (V, av, nests, 0)
   prob_car = nested(V, av, nests, 1)
   prob_sm = nested(V, av, nests, 2)
115
116
   # Defines an itertor on the data
117
   rowIterator('obsIter')
```

```
119
        #Statistics
120
        nullLoglikelihood (av, 'obsIter')
121
        choiceSet = [0,1,2]
122
         cteLoglikelihood(choiceSet, Choice, 'obsIter')
123
         availabilityStatistics(av,'obsIter')
124
125
        # Each weight is normalized so that the sum of weights is equal to the
126
        # number of entries (1906).
127
        # The normalization factor has been calculated during estimation
128
129
        theWeight = Weight * 1906 / 0.814484
130
131
        BIOGEME_OBJECT.STATISTICS['Gender: males'] = \
132
                                                          Sum(male, 'obsIter')
133
        BIOGEME_OBJECT.STATISTICS['Gender: females'] = \
134
                                                          Sum(female, 'obsIter')
135
        BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
136
                                                          Sum(unreportedGender, 'obsIter')
137
        BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = \
138
                                                          Sum(fulltime, 'obsIter')
139
        BIOGEME_OBJECT.STATISTICS['Sum of weights'] = \
140
                                                          Sum(Weight, 'obsIter')
141
        BIOGEME_OBJECT.STATISTICS['Number of entries'] = \
142
                                                          Sum(1-exclude, 'obsIter')
143
        {
m BIOGEME.OBJECT.STATISTICS} \left[ \ {
m `Normalization for elasticities PT'} 
ight] = \setminus {
m (and its properties)} = {
m (constraints)} = {
m (constraints)
144
                                                          Sum(theWeight * prob_pt ,'obsIter')
145
        \operatorname{BIOGEME.OBJECT.STATISTICS}['Normalization for elasticities CAR'] = \setminus
146
                                                          Sum(theWeight * prob_car ,'obsIter')
147
        BIOGEME\_OBJECT.STATISTICS['Normalization for elasticities SM'] = \
148
                                                          Sum(theWeight * prob_sm , 'obsIter')
149
150
        # Define the dictionary for the simulation.
151
        simulate = {'Prob. car': prob_car,
152
                                       'Prob. public transportation': prob_pt,
153
                                      'Prob. slow modes': prob_sm,
154
                                      'Revenue public transportation':
155
                                                       prob_pt * MarginalCostPT}
156
157
        BIOGEME_OBJECT.WEIGHT = theWeight
158
        BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsIter')
159
```

A.3 03 nestedElasticities .py

```
## File 03 nested Elasticities.py
## Simple nested logit model for the Optima case study
## Calculation of direct point elasticities
## Wed May 10 12:20:59 2017
```

```
from biogeme import *
   from headers import *
   from statistics import *
   from nested import *
10
   ### Three alternatives:
11
   # CAR: automobile
   # PT: public transportation
13
   \# SM: slow mode (walking, biking)
14
15
   ### List of parameters and their estimated value.
16
   ASC\_CAR = Beta('ASC\_CAR', 0.261291, -10000, 10000, 0, 'ASC\_CAR')
17
   ASC\_SM = Beta(`ASC\_SM', 0.0590204, -10000, 10000, 0, `ASC\_SM')
   BETA\_TIME\_FULLTIME = \setminus
19
    Beta ('BETA_TIME_FULLTIME', -1.59709, -10000, 10000, 0, 'BETA_TIME_FULLTIME')
   BETA\_TIME\_OTHER = \setminus
21
    Beta ('BETA_TIME_OTHER', -0.577362, -10000, 10000, 0, 'BETA_TIME_OTHER')
22
   BETA_DIST_MALE = \setminus
23
    Beta('BETA_DIST_MALE', -0.686327, -10000, 10000, 0, 'BETA_DIST_MALE')
24
   BETA\_DIST\_FEMALE = \setminus
25
    Beta('BETA\_DIST\_FEMALE', -0.83121, -10000, 10000, 0, 'BETA\_DIST\_FEMALE')
26
   BETA\_DIST\_UNREPORTED = \setminus
27
    Beta ('BETA_DIST_UNREPORTED', -0.702974, -10000, 10000, 0, 'BETA_DIST_UNREPORTED')
   BETA\_COST = \setminus
29
    Beta ('BETA_COST', -0.716192, -10000, 10000, 0, 'BETA_COST')
30
   ###Definition of variables:
32
   \# For numerical reasons, it is good practice to scale the data to
33
   # that the values of the parameters are around 1.0.
34
   ### Warning: when calculation derivatives, the total formula must be
36
   ### known to Biogeme. In this case, the use of
37
   ### "Define Variable" must be omitted, if the derivatives must be
   ### calculated with respect to the original variables (as is often the
39
   ### case)
40
41
   # TimePT_scaled = DefineVariable('TimePT_scaled', TimePT
                                                                   / 200)
42
   TimePT\_scaled = TimePT
43
44
   \#TimeCar\_scaled = DefineVariable('TimeCar\_scaled', TimeCar
45
   200)
   TimeCar\_scaled = TimeCar
                                      200
46
47
   \#MarginalCostPT\_scaled = DefineVariable (`MarginalCostPT\_scaled', MarginalCostPT
48
   MarginalCostPT\_scaled = MarginalCostPT
49
   \#CostCarCHF\_scaled = DefineVariable('CostCarCHF\_scaled', CostCarCHF
   / 10 )
```

```
CostCarCHF\_scaled = CostCarCHF
                                      / 10
53
   \#distance\_km\_scaled = DefineVariable('distance\_km\_scaled', distance\_km
   distance_km_scaled = distance_km
55
56
   male = Define Variable ('male', Gender == 1)
   female = Define Variable ('female', Gender == 2)
58
   unreportedGender = DefineVariable ('unreportedGender', Gender == -1)
59
   fulltime = DefineVariable('fulltime', OccupStat == 1)
61
   notfulltime = Define Variable ('notfulltime', OccupStat != 1)
62
63
   ### Definition of utility functions:
64
65
   V.PT = BETA_TIME_FULLTIME * TimePT_scaled * fulltime + \
66
          BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
67
          BETA_COST * MarginalCostPT_scaled
   V_CAR = ASC_CAR + \setminus
69
           BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
70
           BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
71
           BETA\_COST * CostCarCHF\_scaled
72
   V_SM = ASC_SM + \setminus
73
          BETA_DIST_MALE * distance_km_scaled * male + \
74
          BETA_DIST_FEMALE * distance_km_scaled * female + \
75
          BETA_DIST_UNREPORTED * distance_km_scaled * unreportedGender
76
77
   # Associate utility functions with the numbering of alternatives
78
   V = \{0: V\_PT,
79
        1: V_CAR,
        2: V_SM}
81
82
   # Associate the availability conditions with the alternatives.
83
   \# In this example all alternatives are available for each individual.
   av = \{0: 1,
85
         1: 1,
86
         2: 1
87
88
   ### DEFINITION OF THE NESTS:
89
   # 1: nests parameter
90
   # 2: list of alternatives
91
   NEST\_NOCAR = Beta(`NEST\_NOCAR', 1.52853, 1, 10, 0, `NEST\_NOCAR')
93
94
   CAR = 1.0 , [ 1]
96
   NO_{CAR} = NEST_{NOCAR} , [ 0,
97
   nests = CAR, NO\_CAR
98
```

```
# All observations verifying the following expression will not be
100
   # considered for estimation
101
   exclude = (Choice = -1)
   BIOGEME_OBJECT.EXCLUDE = exclude
103
104
105
   ##
106
      This has been copied-pasted from the file 01nestedEstimation_param.py
107
   ##
108
   ## Code for the sensitivity analysis generated after the estimation of the model
109
   names = ['ASC_CAR','ASC_SM','BETA_COST','BETA_DIST_FEMALE','BETA_DIST_MALE','BETA_I
110
   values = [[0.0100225, -0.0023271, 0.00151986, 0.00285251, 0.00621963, 0.00247439, 0.02359]]
111
   vc = bioMatrix (9, names, values)
112
   \#BIOGEME\_OBJECT.VARCOVAR = vc
113
114
115
116
   # The choice model is a nested logit
117
   prob_pt = nested(V, av, nests, 0)
118
   prob_car = nested (V, av, nests, 1)
119
   prob_sm = nested(V, av, nests, 2)
120
121
   elas_pt_time = Derive(prob_pt, 'TimePT') * TimePT / prob_pt
122
   elas_pt_cost = Derive(prob_pt,'MarginalCostPT') * MarginalCostPT / prob_pt
123
   elas_car_time = Derive(prob_car, 'TimeCar') * TimeCar / prob_car
124
   elas_car_cost = Derive(prob_car, 'CostCarCHF') * CostCarCHF / prob_car
   elas_sm_dist = Derive(prob_sm,'distance_km') * distance_km / prob_sm
126
127
   # Defines an itertor on the data
128
   rowIterator('obsIter')
129
   #Statistics
130
   nullLoglikelihood (av, 'obsIter')
131
   choiceSet = [0,1,2]
132
    cteLoglikelihood(choiceSet, Choice, 'obsIter')
    availability Statistics (av, 'obsIter')
134
135
   # Each weight is normalized so that the sum of weights is equal to the
136
   # numer of entries (1906)
137
   # The normalization factor has been calculated during estimation
138
139
   theWeight = Weight * 1906 / 0.814484
140
    normalization_pt = 535.086
141
   normalization\_car = 1244.77
142
   normalization\_sm = 126.147
143
   BIOGEME_OBJECT.STATISTICS['Gender: males'] = \
145
                         Sum(male, 'obsIter')
146
   BIOGEME_OBJECT.STATISTICS['Gender: females'] = \
147
                         Sum(female, 'obsIter')
```

148

```
BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
149
                         Sum(unreportedGender, 'obsIter')
   BIOGEME\_OBJECT.STATISTICS['Occupation: full time'] = \
151
                         Sum(fulltime, 'obsIter')
152
   BIOGEME_OBJECT.STATISTICS['Sum of weights'] = \
153
                         Sum(Weight, 'obsIter')
154
   BIOGEME.OBJECT.STATISTICS['Number of entries'] = \setminus
155
                         Sum(1-exclude, 'obsIter')
156
   BIOGEME.OBJECT.STATISTICS['Normalization for elasticities PT'] = \setminus
157
                         Sum(theWeight * prob_pt ,'obsIter')
158
                         	ext{TISTICS}[ 'Normalization for elasticities CAR'] = ackslash
   BIOGEME_OBJECT.STAT
159
160
                         Sum(theWeight * prob_car ,'obsIter')
   BIOGEME\_OBJECT.STATISTICS['Normalization for elasticities SM'] = \setminus
161
                         Sum(theWeight * prob_sm , 'obsIter')
162
   BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = Sum(fulltime, 'obsIter')
163
164
   \# Define the dictionary for the simulation.
165
   simulate = {'Disag. Elast. PT - Time': elas_pt_time,
166
                 'Disag. Elast. PT - Cost': elas_pt_cost,
167
                 'Disag. Elast. Car - Time': elas\_car\_time,
168
                 'Disag. Elast. Car - Cost': elas\_car\_cost,
169
                 'Disag. Elast. Slow modes - Distance': elas_sm_dist,
170
                 'Agg. Elast. PT - Time': elas_pt_time * prob_pt / normalization_pt,
171
                 'Agg. Elast. PT - Cost': elas_pt_cost * prob_pt / normalization_pt,
172
                 'Agg. Elast. Car - Time': elas_car_time * prob_car / normalization_car
173
                 'Agg. Elast. Car - Cost': elas_car_cost * prob_car / normalization_car
                 'Agg. Elast. Slow modes - Distance': elas_sm_dist * prob_sm / normalize
175
176
177
   BIOGEME_OBJECT.WEIGHT = theWeight
   BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsIter')
```

A.4 04 nestedElasticities .py

```
## File 04 nested Elasticities.py
  ## Simple nested logit model for the Optima case study
  ## Calculation of cross point elasticities
  ## Thu May 11 16:38:05 2017
4
  from biogeme import *
6
  from headers import *
  from statistics import *
  from nested import *
10
  ### Three alternatives:
11
  # CAR: automobile
12
  # PT: public transportation
  \# SM: slow mode (walking, biking)
15
```

```
### List of parameters and their estimated value.
   ASC\_CAR = Beta(`ASC\_CAR', 0.261291, -10000, 10000, 0, `ASC\_CAR')
17
   ASC\_SM = Beta(`ASC\_SM', 0.0590204, -10000, 10000, 0, `ASC\_SM')
   BETA_TIME_FULLTIME = \
19
    Beta('BETA\_TIME\_FULLTIME', -1.59709, -10000, 10000, 0, 'BETA\_TIME\_FULLTIME'))
20
   BETA\_TIME\_OTHER = \setminus
21
   Beta ('BETA_TIME_OTHER', -0.577362, -10000, 10000, 0, 'BETA_TIME_OTHER')
   BETA\_DIST\_MALE = \setminus
23
   Beta('BETA_DIST_MALE', -0.686327, -10000, 10000, 0, 'BETA_DIST_MALE')
24
   BETA\_DIST\_FEMALE = \
25
    Beta ('BETA_DIST_FEMALE', -0.83121, -10000, 10000, 0, 'BETA_DIST_FEMALE')
26
   BETA_DIST_UNREPORTED = \
27
    Beta ('BETA_DIST_UNREPORTED', -0.702974, -10000, 10000, 0, 'BETA_DIST_UNREPORTED')
28
   BETA\_COST = \setminus
29
    Beta ('BETA_COST', -0.716192, -10000, 10000, 0, 'BETA_COST')
30
31
32
   ###Definition of variables:
33
   \# For numerical reasons, it is good practice to scale the data to
34
   # that the values of the parameters are around 1.0.
35
36
   ### Warning: when calculation derivatives, the total formula must be
37
   ### known to Biogeme. In this case, the use of
38
   ### "Define Variable" must be omitted, if the derivatives must be
39
   ### calculated with respect to the original variables (as is often the
40
   ### case)
41
42
   # TimePT_scaled = Define Variable ('TimePT_scaled', TimePT
                                                                        200 )
43
   TimePT\_scaled = TimePT
                              /
44
45
   \#TimeCar\_scaled = DefineVariable('TimeCar\_scaled', TimeCar
46
   TimeCar\_scaled = TimeCar
47
   \#MarginalCostPT\_scaled = DefineVariable('MarginalCostPT\_scaled', MarginalCostPT
49
   MarginalCostPT\_scaled = MarginalCostPT
51
   \#CostCarCHF\_scaled = DefineVariable('CostCarCHF\_scaled', CostCarCHF)
52
   CostCarCHF\_scaled = CostCarCHF
   \#distance\_km\_scaled = DefineVariable('distance\_km\_scaled', distance\_km
55
   /~~5~)
   distance_km_scaled = distance_km
57
   male = Define Variable ('male', Gender == 1)
58
   female = Define Variable ('female', Gender == 2)
59
   unreportedGender = DefineVariable ('unreportedGender', Gender == -1)
```

```
61
   fulltime = Define Variable ('fulltime', OccupStat == 1)
62
   notfulltime = DefineVariable('notfulltime', OccupStat != 1)
64
   ### Definition of utility functions:
65
66
   V_PT = BETA_TIME_FULLTIME * TimePT_scaled * fulltime + \
67
           BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
68
           BETA_COST * MarginalCostPT_scaled
69
   V_CAR = ASC_CAR + \setminus
70
            BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
71
            BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
72
            BETA_COST * CostCarCHF_scaled
73
   V\_SM = ASC\_SM + \setminus
74
           BETA_DIST_MALE * distance_km_scaled * male + \
75
           BETA-DIST-FEMALE * distance_km_scaled * female + \
76
           BETA_DIST_UNREPORTED * distance_km_scaled * unreportedGender
77
   # Associate utility functions with the numbering of alternatives
79
   V = \{0: VPT,
80
         1: V_CAR,
81
         2: V_SM}
82
83
   \# Associate the availability conditions with the alternatives.
84
   # In this example all alternatives are available for each individual.
85
   av = \{0: 1,
86
          1: 1,
87
          2: 1
88
89
   ### DEFINITION OF THE NESTS:
   # 1: nests parameter
91
   # 2: list of alternatives
92
93
   NEST_NOCAR = Beta('NEST_NOCAR', 1.52853, 1, 10, 0, 'NEST_NOCAR')
95
96
   CAR = 1.0 , [ 1]
97
   NO_{-}CAR = NEST_{-}NOCAR , [ 0, 2]
   nests = CAR, NO\_CAR
99
100
   # All observations verifying the following expression will not be
101
   # considered for estimation
102
   exclude = (Choice
                        = -1)
103
   BIOGEME\_OBJECT.EXCLUDE = exclude
104
105
106
107
   ## This has been copied-pasted from the file 01nestedEstimation_param.py
108
109
   ##
```

```
## Code for the sensitivity analysis generated after the estimation of the model
110
    names = ['ASC_CAR','ASC_SM','BETA_COST','BETA_DIST_FEMALE','BETA_DIST_MALE','BETA_
111
    values \ = \ [[0.0100225, -0.0023271, 0.00151986, 0.00285251, 0.00621963, 0.00247439, 0.02359]
    vc = bioMatrix (9, names, values)
113
    \#BIOGEME\_OBJECT.VARCOVAR = vc
114
115
116
117
   # The choice model is a nested logit
118
    prob_pt = nested (V, av, nests, 0)
119
120
    prob_car = nested(V, av, nests, 1)
    prob_sm = nested(V, av, nests, 2)
121
122
    elas_car_cost = Derive(prob_car,'MarginalCostPT') * MarginalCostPT / prob_car
123
    elas_car_time = Derive(prob_car, 'TimePT') * TimePT / prob_car
    elas_pt_cost = Derive(prob_pt, 'CostCarCHF') * CostCarCHF / prob_pt
125
    elas_pt_time = Derive(prob_pt, 'TimeCar') * TimeCar / prob_pt
126
127
    # Defines an itertor on the data
128
    rowIterator('obsIter')
129
   #Statistics
130
    nullLoglikelihood (av, 'obsIter')
131
    choiceSet = [0,1,2]
132
    cteLoglikelihood (choiceSet, Choice, 'obsIter')
133
    availability Statistics (av, 'obsIter')
134
135
    theWeight = Weight * 1906 / 0.814484
136
    normalization_pt = 535.086
137
    normalization\_car = 1244.77
138
    normalization\_sm = 126.147
139
140
   BIOGEME_OBJECT.STATISTICS['Gender: males'] = \
141
                          Sum(male, 'obsIter')
142
   BIOGEME_OBJECT.STATISTICS['Gender: females'] = \
143
                          Sum(female, 'obsIter')
144
   BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
145
                          Sum(unreportedGender, 'obsIter')
146
   BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = \
147
                          Sum(fulltime, 'obsIter')
148
   BIOGEME\_OBJECT.\,STATISTICS\,[\,\text{'Sum of weights'}\,] \,\,=\,\, \backslash
149
                          Sum(Weight, 'obsIter')
150
                          \mathrm{TISTICS}\left[ 'Number of entries'\left[ -1\right] = 1
   BIOGEME_OBJECT.STAT
151
                          Sum(1-exclude, 'obsIter')
152
   BIOGEME.OBJECT.STATISTICS['Normalization for elasticities PT'] = \setminus
153
                          Sum(theWeight * prob_pt ,'obsIter')
   BIOGEME_OBJECT.STATISTICS['Normalization for elasticities CAR'] = \
155
                          Sum(theWeight * prob_car ,'obsIter')
156
   BIOGEME.OBJECT.STATISTICS['Normalization for elasticities SM'] = \
157
```

158

Sum(theWeight * prob_sm , 'obsIter')

```
BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = Sum(fulltime, 'obsiter')
159
160
   \# Define the dictionary for the simulation.
161
   simulate = {\mbox{'Disag. Elast. PT - Time car': } elas_pt_time}
162
                'Disag. Elast. PT - Cost car': elas_pt_cost,
163
                'Disag. Elast. Car - Time PT': elas_car_time,
164
                'Disag. Elast. Car - Cost PT': elas_car_cost,
165
                'Agg. Elast. Car - Cost PT': elas_car_cost * prob_car / normalization_c
166
                'Agg. Elast. Car - Time PT': elas_car_time * prob_car / normalization_c
167
                'Agg. Elast. PT - Cost car': elas_pt_cost * prob_pt / normalization_pt
                'Agg. Elast. PT - Time car': elas_pt_time * prob_pt / normalization_pt
169
170
   # Each weight is normalized so that the sum of weights is equal to the numer of en
171
   BIOGEME_OBJECT.WEIGHT = theWeight
   BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsiter')
```

A.5 05 nestedElasticities .py

```
## File 05 nested Elasticities.py
   ## Simple nested logit model for the Optima case study
   ## Calculation of direct arc elasticities
   ## Thu May 11 16:38:05 2017
   from biogeme import *
   from headers import *
   from statistics import *
   from nested import *
9
10
   ### Three alternatives:
11
   # CAR: automobile
12
   # PT: public transportation
   # SM: slow mode (walking, biking)
14
15
   ### List of parameters and their estimated value.
16
   ASC\_CAR = Beta(`ASC\_CAR', 0.261291, -10000, 10000, 0, `ASC\_CAR')
   ASC.SM = Beta('ASC_SM', 0.0590204, -10000, 10000, 0, 'ASC_SM')
   BETA_TIME_FULLTIME = \
19
   Beta('BETA_TIME_FULLTIME', -1.59709, -10000, 10000, 0, 'BETA_TIME_FULLTIME')
20
   BETA\_TIME\_OTHER = \
21
    Beta ('BETA_TIME_OTHER', -0.577362, -10000, 10000, 0, 'BETA_TIME_OTHER')
22
   BETA\_DIST\_MALE = \setminus
23
    Beta('BETA_DIST_MALE', -0.686327, -10000, 10000, 0, 'BETA_DIST_MALE')
24
   BETA\_DIST\_FEMALE = \setminus
25
    Beta ('BETA_DIST_FEMALE', -0.83121, -10000, 10000, 0, 'BETA_DIST_FEMALE')
26
   BETA_DIST_UNREPORTED = \
27
    \texttt{Beta}(\texttt{'BETA\_DIST\_UNREPORTED'}, -0.702974, -10000, 10000, 0, \texttt{'BETA\_DIST\_UNREPORTED'})
28
29
    Beta ('BETA_COST', -0.716192, -10000, 10000, 0, 'BETA_COST')
30
31
```

```
###Definition of variables:
  # For numerical reasons, it is good practice to scale the data to
33
   # that the values of the parameters are around 1.0.
  ### Warning: when calculation derivatives, the total formula must be
36
  ### known to Biogeme. In this case, the use of
37
  ### "Define Variable" must be omitted, if the derivatives must be
  ### calculated with respect to the original variables (as is often the
39
  ### case)
40
41
42
   delta_dist = 1
43
   \# TimePT\_scaled = DefineVariable('TimePT\_scaled', TimePT
                                                                      200 )
44
   TimePT\_scaled = TimePT
                              /
45
46
  \#TimeCar\_scaled = DefineVariable('TimeCar\_scaled', TimeCar
47
   TimeCar\_scaled = TimeCar
49
  \#MarginalCostPT\_scaled = DefineVariable (`MarginalCostPT\_scaled', MarginalCostPT
50
   MarginalCostPT\_scaled = MarginalCostPT
51
52
  \#CostCarCHF\_scaled = DefineVariable('CostCarCHF\_scaled', CostCarCHF
53
   CostCarCHF\_scaled = CostCarCHF
55
  \#distance\_km\_scaled = DefineVariable('distance\_km\_scaled', distance\_km
56
   distance_km_scaled = distance_km
   distance_km_scaled_after = (distance_km + delta_dist)
58
59
   male = Define Variable ('male', Gender == 1)
60
   female = DefineVariable('female', Gender == 2)
   unreportedGender = DefineVariable ('unreportedGender', Gender == -1)
62
63
   fulltime = Define Variable ('fulltime', OccupStat == 1)
   notfulltime = Define Variable ('notfulltime', OccupStat != 1)
65
66
   ### Definition of utility functions:
67
68
   V_PT = BETA_TIME_FULLTIME * TimePT_scaled * fulltime + \
69
          BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
70
          BETA_COST * MarginalCostPT_scaled
71
   V_CAR = ASC_CAR + 
72
           BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
73
           BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
74
           BETA_COST * CostCarCHF_scaled
75
  V_SM = ASC_SM + \setminus
```

```
BETA_DIST_MALE * distance_km_scaled * male + \
 77
                          BETA_DIST_FEMALE * distance_km_scaled * female + \setminus
 78
                         BETA\_DIST\_UNREPORTED * distance\_km\_scaled * unreportedGender
 79
 80
         V_SM_after = ASC_SM + \setminus
 81
                          BETA_DIST_MALE * distance_km_scaled_after * male + \
 82
                         BETA_DIST_FEMALE * distance_km_scaled_after * female + \
 83
                         BETA_DIST_UNREPORTED * distance_km_scaled_after * unreportedGender
 84
 85
 86
        # Associate utility functions with the numbering of alternatives
 87
        V = \{0: VPT,
 88
                     1: V_CAR,
 89
                     2: V_SM}
 90
 91
         V_{after} = \{0: V_{T},
 92
                                    1: V_CAR,
 93
                                    2: V_SM_after}
 94
 95
        \# Associate the availability conditions with the alternatives.
 96
        # In this example all alternatives are available for each individual.
 97
        av = \{0: one,
                       1: one,
 99
                       2: one}
100
101
        ### DEFINITION OF THE NESTS:
102
        # 1: nests parameter
103
        # 2: list of alternatives
104
105
        NEST_NOCAR = Beta('NEST_NOCAR', 1.52853, 1, 10, 0, 'NEST_NOCAR')
106
107
108
        CAR = 1.0 , [1]
109
        NO_{CAR} = NEST_{NOCAR} , [ 0,
        nests = CAR, NO\_CAR
111
112
        # All observations verifying the following expression will not be
113
        \# considered for estimation
        exclude = (Choice)
                                                         = -1)
115
        BIOGEME_OBJECT.EXCLUDE = exclude
116
117
118
        ##
119
        ## This has been copied-pasted from the file 01nestedEstimation_param.py
120
        ## Code for the sensitivity analysis generated after the estimation of the model
        names = ['ASC_CAR', 'ASC_SM', 'BETA_COST', 'BETA_DIST_FEMALE', 'BETA_DIST_MALE', 'BE
123
        values = [[0.0100225, -0.0023271, 0.00151986, 0.00285251, 0.00621963, 0.00247439, 0.02359]]
124
        vc = bioMatrix (9, names, values)
```

```
BIOGEME\_OBJECT.VARCOVAR = vc
126
127
    # The choice model is a nested logit
128
    prob_pt = nested(V, av, nests, 0)
129
    prob_car = nested(V, av, nests, 1)
130
    prob_sm = nested(V, av, nests, 2)
131
132
    prob_pt_after = nested (V_after, av, nests, 0)
133
    prob_car_after = nested (V_after, av, nests, 1)
134
    prob_sm_after = nested(V_after, av, nests, 2)
135
136
    elas_sm_dist = (prob_sm_after - prob_sm) * distance_km / (prob_sm * delta_dist)
137
138
    # Defines an iterator on the data
139
    rowIterator('obsIter')
140
   #Statistics
141
    nullLoglikelihood (av, 'obsIter')
142
    choiceSet = [0,1,2]
143
    cteLoglikelihood(choiceSet, Choice, 'obsIter')
144
    availability Statistics (av, 'obsIter')
145
146
    theWeight = Weight * 1906 / 0.814484
147
    normalization_pt = 535.086
148
    normalization\_car = 1244.77
149
    normalization\_sm = 126.147
150
151
   BIOGEME_OBJECT.STATISTICS['Gender: males'] = \
152
                          Sum(male, 'obsIter')
153
   BIOGEME_OBJECT.STATISTICS['Gender: females'] = \
154
                          Sum(female, 'obsIter')
155
   BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
156
                          Sum(unreportedGender, 'obsIter')
157
   BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = \
158
                          Sum(fulltime, 'obsIter')
   BIOGEME_OBJECT.STATISTICS['Sum of weights'] = \
160
                          Sum(Weight, 'obsIter')
161
   BIOGEME_OBJECT.STATISTICS['Number of entries'] = \
162
                          Sum(1-exclude, 'obsIter')
163
   BIOGEME\_OBJECT.STATISTICS['Normalization for elasticities PT'] = \
164
                          Sum(theWeight * prob_pt ,'obsIter')
165
   BIOGEME_OBJECT.STATISTICS['Normalization for elasticities CAR'] = \
166
                          Sum(theWeight * prob_car , 'obsIter')
167
   \operatorname{BIOGEME.OBJECT.STATISTICS}['Normalization for elasticities \operatorname{SM'}] = \setminus
168
                          Sum(theWeight * prob_sm , 'obsIter')
169
   BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = Sum(fulltime, 'obsiter')
170
171
172
    \# Define the dictionary for the simulation.
173
    simulate = {'Disag. Elast. SM - Distance': elas_sm_dist,
```

```
'Agg. Elast. SM - Distance': elas_sm_dist * prob_sm / normalization_sm

176

177 # Each weight is normalized so that the sum of weights is equal to the numer of en

178 BIOGEME_OBJECT.WEIGHT = theWeight

179 BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsIter')
```

A.6 06nestedWTP.py

```
## File 06nestedWTP.py
1
   ## Simple nested logit model for the Optima case study
   ## Thu May 11 17:23:04 2017
   from biogeme import *
   from headers import *
   from statistics import *
   from nested import *
   ### Three alternatives:
10
   # CAR: automobile
11
   # PT: public transportation
   # SM: slow mode (walking, biking)
13
14
   ### List of parameters and their estimated value.
15
   ASC\_CAR = Beta(`ASC\_CAR', 0.261291, -10000, 10000, 0, `ASC\_CAR')
16
   ASC\_SM = Beta('ASC\_SM', 0.0590204, -10000, 10000, 0, 'ASC\_SM')
17
   BETA_TIME_FULLTIME = \
18
    Beta('BETA_TIME_FULLTIME', -1.59709, -10000, 10000, 0, 'BETA_TIME_FULLTIME')
19
20
   BETA\_TIME\_OTHER = \setminus
    Beta ('BETA_TIME_OTHER', -0.577362, -10000, 10000, 0, 'BETA_TIME_OTHER')
21
   BETA\_DIST\_MALE = \setminus
22
    {\tt Beta('BETA\_DIST\_MALE', -0.686327, -10000, 10000, 0, 'BETA\_DIST\_MALE')}
23
   BETA_DIST_FEMALE = \setminus
24
    Beta ('BETA_DIST_FEMALE', -0.83121, -10000, 10000, 0, 'BETA_DIST_FEMALE')
25
   BETA_DIST_UNREPORTED = \
26
    Beta('BETA\_DIST\_UNREPORTED', -0.702974, -10000, 10000, 0, 'BETA\_DIST\_UNREPORTED')
    Beta ('BETA_COST', -0.716192, -10000,10000,0, 'BETA_COST')
29
30
   ###Definition of variables:
31
   # For numerical reasons, it is good practice to scale the data to
32
   # that the values of the parameters are around 1.0.
33
34
   ### Warning: when calculation derivatives, the total formula must be
   ### known to Biogeme. In this case, the use of
36
   \#\#\# "Define Variable" must be omitted, if the derivatives must be
37
   ### calculated with respect to the original variables (as is often the
   ### case)
39
40
  \# TimePT\_scaled = DefineVariable('TimePT\_scaled', TimePT / 200')
```

```
TimePT\_scaled = TimePT
42
43
   \#TimeCar\_scaled = DefineVariable('TimeCar\_scaled', TimeCar
   TimeCar\_scaled = TimeCar
45
46
  \#MarginalCostPT\_scaled = DefineVariable ('MarginalCostPT\_scaled', MarginalCostPT
47
   MarginalCostPT\_scaled = MarginalCostPT
48
  \#CostCarCHF\_scaled = DefineVariable('CostCarCHF\_scaled', CostCarCHF)
50
   CostCarCHF\_scaled = CostCarCHF
51
52
  \#distance\_km\_scaled = DefineVariable('distance\_km\_scaled', distance\_km
   distance_km_scaled = distance_km
                                       / 5
56
   male = Define Variable ('male', Gender == 1)
57
   female = Define Variable ('female', Gender == 2)
58
   unreportedGender = DefineVariable ('unreportedGender', Gender == -1)
60
   fulltime = Define Variable ('fulltime', OccupStat == 1)
61
   notfulltime = DefineVariable('notfulltime', OccupStat != 1)
62
   ### Definition of utility functions:
64
   V\_PT = BETA\_TIME\_FULLTIME * TimePT\_scaled * fulltime + \setminus
65
          BETA_TIME_OTHER * TimePT_scaled * notfulltime + \
66
          BETA_COST * MarginalCostPT_scaled
67
   V_CAR = ASC_CAR + \
68
           BETA_TIME_FULLTIME * TimeCar_scaled * fulltime + \
69
           BETA_TIME_OTHER * TimeCar_scaled * notfulltime + \
70
           BETA\_COST * CostCarCHF\_scaled
71
   V\_SM = ASC\_SM + \setminus
72
          BETA_DIST_MALE * distance_km_scaled * male + \
73
          BETA_DIST_FEMALE * distance_km_scaled * female + \
74
          BETA_DIST_UNREPORTED * distance_km_scaled * unreportedGender
75
76
   # It is advised to use the Derive operator, in order to take care
77
   # automatically of the scaled variables.
78
79
   WTP_PT_TIME = Derive(V_PT, 'TimePT') / Derive(V_PT, 'MarginalCostPT')
80
  WTP_CAR_TIME = Derive(V_CAR, 'TimeCar') / Derive(V_CAR, 'CostCarCHF')
81
  # All observations verifying the following expression will not be
83
  # considered for estimation
84
  exclude = (Choice
                      = -1)
85
```

 $BIOGEME_OBJECT.EXCLUDE = exclude$

```
87
 88
        ## This has been copied-pasted from the file 01nestedEstimation_param.py
 90
 91
        \#\# Code for the sensitivity analysis generated after the estimation of the model
        names = ['ASC_CAR', 'ASC_SM', 'BETA_COST', 'BETA_DIST_FEMALE', 'BETA_DIST_MALE', 'BE
         values = \begin{bmatrix} [0.0100225, -0.0023271, 0.00151986, 0.00285251, 0.00621963, 0.00247439, 0.02359] \end{bmatrix}
 94
         vc = bioMatrix (9, names, values)
 95
        BIOGEME\_OBJECT.VARCOVAR = vc
 97
 98
        # Defines an itertor on the data
 99
         rowIterator('obsIter')
100
101
         theWeight = Weight * 1906 / 0.814484
102
103
104
105
        BIOGEME_OBJECT.STATISTICS['Gender: males'] = \
                                                           Sum(male, 'obsIter')
106
        BIOGEME\_OBJECT.STATISTICS['Gender: females'] = \setminus
107
                                                           Sum(female, 'obsIter')
108
        BIOGEME_OBJECT.STATISTICS['Gender: unreported'] = \
109
                                                           Sum(unreportedGender, 'obsIter')
110
        BIOGEME_OBJECT.STATISTICS['Occupation: full time'] = \
111
                                                           Sum(fulltime, 'obsIter')
112
        BIOGEME\_OBJECT.\,STATISTICS\,[\,\,{}^{,}Sum\ of\ weights\,{}^{,}\,]\ =\ \backslash
113
                                                           Sum(Weight, 'obsIter')
114
        BIOGEME_OBJECT.STATISTICS['Number of entries'] = \
115
                                                           Sum(1-exclude, 'obsIter')
116
117
         simulate = {'PT: Time': TimePT,
118
                                       'PT: Value of time (CHF/min)': WTP_PT_TIME,
119
                                       'PT: Value of time (CHF/h)': 60 * WTP_PT_TIME,
120
                                       'Car: Time': TimeCar,
121
                                       'Car: Value of time (CHF/min)': WTP_CAR_TIME,
122
                                       'Car: Value of time (CHF/h)': 60 * WTP_CAR_TIME,
123
                                       'Male': male,
124
                                       'Full time': fulltime }
125
126
        # Each weight is normalized so that the sum of weights is equal to the
127
        # number of entries (1906).
        BIOGEME\_OBJECT.WEIGHT = theWeight
        BIOGEME_OBJECT.SIMULATE = Enumerate(simulate, 'obsIter')
```

References

- Atasoy, B., Glerum, A. and Bierlaire, M. (2013). Attitudes towards mode choice in switzerland, disP The Planning Review $\mathbf{49}(2)$: 101–117.
- Bierlaire, M. (2016). Pythonbiogeme: a short introduction, *Technical Report TRANSP-OR 160706*, Transport and Mobility Laboratory, Ecole Polytechnique Fédérale de Lausanne.