

¹Road Network Structure and Air Pollution: Moving
²Beyond the Fundamental Law of Road Congestion

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Abstract

Transportation is one of the primary contributors to local pollution stocks and flows. This paper considers how the structure of local road networks and the accompanying vehicular emissions might affect pollution stocks and flows. A pollution stock and flow model building on the Fundamental Law of Road Congestion that considers the impact of road network structure is presented and used to generate hypotheses for how the structure of road networks should affect pollution stocks and flows. The main avenues for these effects are via traffic congestion and the opportunity cost of driving. Using topological indices to describe the structure of road networks, these hypotheses are tested using a Hausman-Taylor approach using a measure of urban form as an instrument to address the endogeneity of the network structure. Evidence is found supporting the hypotheses that better connected road networks, i.e., those with fewer bottlenecks and which generally allow for more efficient traversal, lead to lower levels of pollution stocks and flows. Evidence is also found that drivers adapt to more circuitous road networks with lower levels of driving. These mechanisms are confirmed by regressing measures of congestion and the opportunity cost of driving against the topological indices.

Keywords: Air Pollution; Centrality; Congestion; Opportunity Cost of Driving; Particulate Matter; Road Network; Topological Index

²⁴ 1 Introduction

²⁵ Air pollution is one of the most economically significant externalities facing the world today.
²⁶ Whether one considers global climate change, health outcomes, or productivity, the economic con-
²⁷ sequences of air pollution are extensive (Oswald and Stern, 2019). This is especially true in urban
²⁸ settings where dense populations live with some of the worst air quality (Liu et al., 2018).

²⁹ One of the largest emitters of pollutants, especially of acutely harmful pollutants, is the trans-
³⁰ portation sector (Kahn and Schwartz, 2008). Transportation accounts for approximately 30% of
³¹ total greenhouse gas emissions in the United States (US) (Knittel, 2012). In Europe, transportation
³² emissions contribute to as many as 400,000 premature deaths per year (Amato et al., 2014). Given
³³ these effects, a pressing concern of policy makers across the globe is to reduce vehicular emissions.

³⁴ One option policy makers have to address the pollution impacts from transportation, especially
³⁵ in rapidly growing regions, is strategic development of their local road network. The fundamental
³⁶ law of road congestion from Downs (1962) and confirmed by Duranton and Turner (2011) asserts
³⁷ that simply building more roads will not reduce emissions, and in fact should increase emissions
³⁸ because increases in lane miles will lead to an equiproportional increase in vehicle miles travelled,
³⁹ yielding constant levels of congestion. If we view vehicular emissions as a function of driving dura-
⁴⁰ tion and the instantaneous emissions over the duration of the trip (e.g., congestion), then increased
⁴¹ vehicle miles travelled with unchanged congestion should lead to more pollution.

⁴² However, Duranton and Turner (2011) did not consider that strategic placement of additional
⁴³ lane miles could potentially mitigate this effect. Local policy makers can create alternative routes
⁴⁴ which improve the connectivity of the road network and eliminate bottlenecks. While the existing
⁴⁵ literature on the fundamental law of road congestion makes it clear that adding additional lane miles
⁴⁶ to existing roadways will only increase vehicular emissions, building new roads to create these
⁴⁷ additional lane miles alters the structure of the local road network. This increases the connectivity
⁴⁸ of the local road network, and, in particular if newly constructed roads intersect with many existing

49 roads, offers a plethora of alternative routes. Traffic can then be dispersed across many routes rather
50 than just one, thereby creating the potential for a reduction in congestion. Furthermore, new roads
51 could offer more direct or more emissions-efficient routes.

52 In light of these possibilities, this paper seeks to determine if the structure of a municipal road
53 network affects local ambient air pollution levels. First, a theoretical application of the fundamental
54 law of road congestion is developed to generate hypotheses on the impact of the structure of road
55 networks on pollution stocks and flows through a simple theoretical application of the fundamental
56 law of road congestion to a pollution stock and flow model. These hypotheses are then tested
57 empirically using municipal level data on road networks in Virginia and ambient levels of the
58 transportation-relevant air pollutant fine particulate matter (PM2.5). By considering a municipality
59 as a set of road segments and intersections, the structure of the road network tells us about the
60 nature of alternative routes/detours and thus the efficiency of driving with respect to vehicular
61 emissions. Using a series of topological indices which describe specific aspects of the structure of
62 road networks, and density as a measure of urban form as an instrument to address the potential
63 endogeneity of the road network, an estimate of the effect of road network structure on ambient air
64 pollution levels (stocks) will be obtained using a Hausman-Taylor instrumental variables approach.
65 A first-differenced model using the same instrument is also used to estimate the effect of road
66 network structure on vehicular emissions (flows). The results indicate that both stocks and flows
67 of PM2.5 can be reduced through more efficient road network structures as characterized as being
68 denser, and by having more robustly connected topologies. To verify that the mechanisms claimed
69 to be responsible for this effect, namely congestion and the opportunity cost of driving, are indeed
70 responsible for this improvement, measures of each of these mechanisms are regressed against the
71 topological indices.

72 This paper contributes to our understanding of the impact of road network structure on trans-
73 portation related pollution and provides policy solutions that can help to address several traffic
74 related externalities. In doing so, this paper also provides evidence that road network structure

75 affects driving patterns through traffic congestion and the opportunity cost of driving. This means
76 that the fundamental law of road congestion is not a general principle, i.e., the fundamental law
77 of road congestion does not hold when additional highway lane miles are built in the form of new
78 roads which increase the connectivity of the road network.

79 **2 Theoretical Framework**

80 Building upon the fundamental law of road congestion, we develop a theoretical framework related
81 to pollution stocks and flows. We first model $E_{i,t}$ which denotes the emissions of a given pollutant in
82 municipality i at time t . Emissions sources are numerous, therefore we distinguish among sources
83 of emissions ($S_{i,t}$) across both municipalities/space (i) and time (t), each with its accompanying
84 pollution intensity ($\rho_{s,i,t}$) which also varies across space and time. Since vehicular emissions are
85 dependent upon driving, which is measured in vehicle miles travelled ($VMT_{i,t}$), vehicular emissions
86 are given by $\rho_{v,i,t}VMT_{i,t}$. Thus, we obtain the following expression for total emissions.

$$E_{i,t} = \rho_{v,i,t} \cdot VMT_{i,t} + \sum_{s \neq v} (\rho_{s,i,t} \cdot S_{i,t}) \quad (1)$$

87 In other words, emissions from a single source are the product of the quantity consumed or
88 produced of that emissions producing process, and $E_{i,t}$ is simply the sum of emissions from all
89 emissions sources.

90 As emissions are flows of pollutants, pollution levels represent the pollution stocks. Given a
91 pollutant decay rate δ , the pollution stock can be modelled as follows

$$P_{i,t} = E_{i,t} + (1 - \delta)P_{i,t-1} \quad (2)$$

92 Rewriting Equation 2 purely in terms of emissions and differentiating between emissions from
93 vehicles and emissions from other sources yields

$$P_{i,T} = \rho_{v,i,t} \sum_{t=0}^T (1-\delta)^{T-t} VMT_{i,t} + \sum_{s \neq v} \rho_{s,i,t} \sum_{t=0}^T (1-\delta)^{T-t} S_{i,t} \quad (3)$$

94 Thus, the impact of $VMT_{i,t}$ on emissions flows and stocks, $E_{i,t}$ and $P_{i,T}$, are given by Equations
95 4 and 5, respectively.

$$\frac{\partial E_{i,t}}{\partial VMT_{i,t}} = \rho_{v,i,t} \quad (4)$$

$$\frac{\partial P_{i,T}}{\partial VMT_{i,t}} = \rho_{v,i,t} (1-\delta)^{T-t} \quad (5)$$

96 This theoretical model suggests that $\rho_{v,i,t}$ is critical to pollution dynamics in the model. Since
97 we are interested in the effect o the structure of the road network, it is important that we include
98 this in our theoretical model. Thus, to test this, we assume that the functional form of $\rho_{v,i,t}$ and
99 $VMT_{i,t}$ are given by the following two equations.

$$\rho_{v,i,t} = \rho_{v,i,t}(T_{i,t}, C_i(N_i)) \quad (6)$$

$$VMT_{i,t} = VMT_{i,t}(C_i(N_i), \theta_{i,t}(N_i)) \quad (7)$$

100 where $T_{i,t}$ denotes the level of vehicular pollution abatement technology (e.g., the age of cars, the
101 distribution of electric v. gasoline v. diesel, etc.), N_i denotes the structure of the road network,
102 $C_i(N_i)$ denotes the level of traffic congestion across the road network, and $\theta_{i,t}(N_i)$ denotes the
103 opportunity cost of driving.

104 We can then look at the partial derivative of the road network on the pollution intensity of
105 driving.

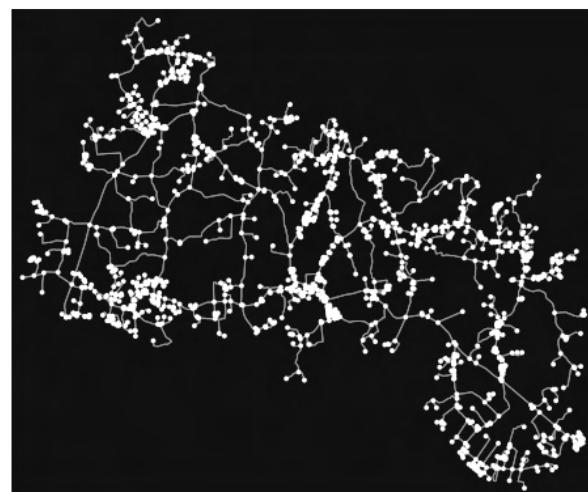
$$\frac{\partial \rho_{v,i,t}}{\partial N_i} = \frac{\partial \rho_{v,i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \quad (8)$$

106 The first term on the right hand side of Equation 8 represents the marginal impact of congestion
107 on the pollution intensity of driving and therefore should be positive; i.e., more congestion leads to
108 more pollution per unit of driving. The second term on the right hand side represents the marginal
109 impact of the road network on congestion. Ultimately the sign of this term will depend upon which
110 aspect of the road network we choose to quantify, but for illustrative purposes, consider a measure
111 of how connected the network is, where larger values indicate a better connected road network. In
112 this case we should expect a negative sign for this term since a better connected network offers
113 more alternative routes between any two destinations and should decrease traffic congestion. For
114 intuition on the connectivity of road networks, consider Figure 1. This figure provides an example
115 of the road network of two different counties in Virginia. On the top is Arlington County, an
116 example of a relatively dense, well-connected road network. On the bottom is Charles City County,
117 an example of a relatively sparse network with fewer alternate routes available to drivers.

118 Building upon the fundamental law of road congestion, we have to consider the impact of the
119 structure of the road network on driving. The fundamental law of road congestion asserts that an
120 increase in lane miles - no matter where in the network they occur - leads to an equiproportional
121 increase in $VMT_{i,t}$. However, the fundamental law of road congestion is based on adding lane miles
122 to existing roads, and is not likely an accurate descriptor of adding lane miles to a road network
123 in the form of new roads which alter the topology of the road network. Adding lane miles in
124 the form of new roads can lead to better connected road networks which could potential decrease
125 the level of congestion experienced in a given road network. And even if the fundamental law of
126 road congestion does hold in the sense that the level of congestion remains constant, another very
127 important consideration is the opportunity cost of driving. By improving the connectivity of a road
128 network, even conditional on the same level of congestion, the time of a given trip will not increase,
129 and in some cases it will actually decrease.

130 Thus given Equation 5, we can examine how VMT changes when the road network changes by
131 examining the partial derivative as shown in Equation 9. $VMT_{i,t}$ is a function of the structure of the

Figure 1: An example of the road network of two different counties in Virginia. On the top is Arlington County, an example of a relatively dense, well-connected road network. On the bottom is Charles City County, an example of a relatively sparse network with fewer alternate routes available to drivers.



¹³² road network via both congestion (C_i) and opportunity cost ($\theta_{i,t}$).

$$\frac{\partial VMT_{i,t}}{\partial N_i} = \left(\frac{\partial VMT_{i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \left(\frac{\partial VMT_{i,t}}{\partial \theta_{i,t}} \cdot \frac{\partial \theta_{i,t}}{\partial N_i} \right) \quad (9)$$

¹³³ If we continue to assume that larger values of N_i correspond to better connected networks, all
¹³⁴ individual partial derivatives are negative, hence the two terms added together are both positive and
¹³⁵ the overall sign of the partial derivative of vehicle miles travelled with respect to the structure of
¹³⁶ the road network is positive.

¹³⁷ Given this, we hypothesize that the impact of road network structure on pollution is as follows.

¹³⁸ In Equation 10 we estimate the impact of road networks on pollution flows.

$$\begin{aligned} \frac{\partial E_{i,t}}{\partial N_i} &= VMT_{i,t} \left(\frac{\partial \rho_{v,i,t}}{\partial N_i} \right) + \rho_{v,i,t} \left(\frac{\partial VMT_{i,t}}{\partial N_i} \right) \\ &= VMT_{i,t} \left(\frac{\partial \rho_{v,i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \rho_{v,i,t} \left(\left(\frac{\partial VMT_{i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \left(\frac{\partial VMT_{i,t}}{\partial \theta_{i,t}} \cdot \frac{\partial \theta_{i,t}}{\partial N_i} \right) \right) \end{aligned} \quad (10)$$

¹³⁹ Since we have a negative and a positive term added together, there is no clear prediction how
¹⁴⁰ an improvement in the structure of a road network ought to affect emission flows.

¹⁴¹ In Equation 11 we turn our attention to pollution stocks rather than flows, and assuming that a
¹⁴² change in the structure of the road network occurs at time τ , we have that

$$\begin{aligned} \frac{\partial P_{i,T}}{\partial N_i} &= \left(\frac{\partial P_{i,T}}{\partial \rho_{v,i,t}} \cdot \frac{\partial \rho_{v,i,t}}{\partial N_i} \right) + \left(\frac{\partial P_{i,T}}{\partial VMT_{i,t}} \cdot \frac{\partial VMT_{i,t}}{\partial N_i} \right) \\ &= \left(\frac{\partial P_{i,T}}{\partial \rho_{v,i,t}} \cdot \frac{\partial \rho_{v,i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \left(\frac{\partial P_{i,T}}{\partial VMT_{i,t}} \cdot \left(\frac{\partial VMT_{i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \left(\frac{\partial VMT_{i,t}}{\partial \theta_{i,t}} \cdot \frac{\partial \theta_{i,t}}{\partial N_i} \right) \right) \\ &= \left[\sum_{t=\tau}^T (1-\delta)^{T-t} VMT_{i,t} \right] \left(\frac{\partial \rho_{v,i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) \\ &\quad + \left[\sum_{t=\tau}^T (1-\delta)^{T-t} \rho_{v,i,t} \right] \left(\left(\frac{\partial VMT_{i,t}}{\partial C_i} \cdot \frac{\partial C_i}{\partial N_i} \right) + \left(\frac{\partial VMT_{i,t}}{\partial \theta_{i,t}} \cdot \frac{\partial \theta_{i,t}}{\partial N_i} \right) \right) \end{aligned} \quad (11)$$

¹⁴³ Again, given that there are both positive and negative effects, there is no clear theoretical pre-
¹⁴⁴ diction about the direction of the change.

¹⁴⁵ Thus, it is an empirical question about how these changes in road networks will affect pollution
¹⁴⁶ stocks and flows. To implement this empirically, the partial derivatives from Equations 10 and
¹⁴⁷ 11 will be represented using a series of topological indices which each describe a specific aspect
¹⁴⁸ of the structure of the road network. By the nature of the specificity of these topological indices,
¹⁴⁹ some will be better descriptors of the connectivity of road networks, serving as a better measure
¹⁵⁰ of network effects on congestion, while others will be better descriptors of the opportunity cost
¹⁵¹ of driving. A detailed discussion of the topological indices used in this paper, and of topological
¹⁵² indices in general, is provided in Section 5.

¹⁵³ **3 Traffic and Pollution**

¹⁵⁴ ***3.1 Consequences of Vehicular Emissions***

¹⁵⁵ As we saw in the previous section, road network structure is the crux of congestion externality
¹⁵⁶ related tradeoffs. Denser, better connected networks increase the efficiency (and thus decrease the
¹⁵⁷ pollution intensity) of traversing the network, thereby reducing emissions conditional on a fixed
¹⁵⁸ quantity of vehicle miles travelled. The potential to reduce pollution is critical for several economic
¹⁵⁹ reasons, reasons as diverse and expansive as health, productivity, migration, and property values.

¹⁶⁰ Knittel et al. (2016) used an IV approach to causally link pollution from driving to increased
¹⁶¹ infant mortality, lower birth weights, and more premature births. Using the implementation of
¹⁶² E-Zpass as a natural experiment, Currie and Walker (2011) found that decreased emissions due
¹⁶³ to decreased congestion at the toll plazas caused improved birth outcomes among mothers living
¹⁶⁴ near these toll plazas. Using superstition around the number four as a source of exogeneity and
¹⁶⁵ a license plate based driving ban in China, Zhong et al. (2017) also found a causal link between

¹⁶⁶ driving and air pollution, but further found that policy can significantly impact driving habits and,
¹⁶⁷ consequentially, pollution from driving.

¹⁶⁸ Access to road network can also affect productivity. For instance, Shamdasani (2021) showed
¹⁶⁹ that in rural India, when farmers gained access to the road network, they were able to diversify their
¹⁷⁰ crop portfolios, growing higher return crops and improving their welfare. When access to the road
¹⁷¹ network already exists, there are other means of increasing one's welfare. For instance, in Italy,
¹⁷² Germani et al. (2021) found that pollution levels, to which driving contributes heavily, influence
¹⁷³ migration to other regions of the country with less air pollution in an effort to improve on welfare
¹⁷⁴ through health gains.

¹⁷⁵ For those who remain stationary, traffic related pollution can affect property values as well.
¹⁷⁶ Using the fact that Iran began to produce more low grade gasoline as a consequence of sanctions,
¹⁷⁷ Amini et al. (2021) found that increases in air pollution led to decreases in house prices. Higgins
¹⁷⁸ et al. (2019) similarly found that increased pollution decreases house prices. They also found
¹⁷⁹ evidence of the tradeoff between location in the road network and pollution insofar as they found
¹⁸⁰ that while home owners value accessibility within road networks, the disamenity of air pollution
¹⁸¹ can entirely offset gains from superior locations in the network.

¹⁸² One particularly interesting finding regarding decisions on where to live and pollution from
¹⁸³ driving was by Sider et al. (2013) who showed that those who emit the most pollution from driving
¹⁸⁴ tend to live in areas with the highest air quality. This raises the question of equity, and also further
¹⁸⁵ signifies the importance of policies aimed at reducing emissions from driving. But what can be
¹⁸⁶ done?

¹⁸⁷ **3.2 Relevant Policy Measures**

¹⁸⁸ One simple mechanism for addressing emissions from driving is a fuel tax. Sipes and Mendelsohn
¹⁸⁹ (2001) found that driving is price inelastic as driving decreased only mildly in California when a tax

on gasoline was implemented. Building on this, Spiller et al. (2014) confirmed the price inelastic nature of driving, but found that part of this reduction in driving is due to increased use of public transit. The authors provide support for recycling fuel tax revenues into public transit to increase this effect. This result confirms a paper by Anderson (2014) which used strikes by public transit workers to find that public transit substantially decreases traffic congestion, with delays increasing by as much as 47% while public transit services were unavailable. In addition to increased use of public transit, Bento et al. (2013) showed that fuel taxes also lead to increased carpooling. Inspired by the success of fuel taxes, Montag (2015) argues in favor of fuel taxes, but points out that fuel taxes need not be used in isolation and can instead be the basis of a more complete policy approach to reducing emissions from driving.

One potential complement for fuel taxes is to subsidize the purchasing of electric vehicles. However, as Holland et al. (2016) showed, subsidies can very quickly become too large and ultimately lead to deadweight loss. Compounding on this inefficiency is an equity issue. Electric vehicles do not emit pollution while they are being driven, but the electricity generated to power the vehicle does emit pollution. Since this pollution occurs elsewhere, a clear equity issue arises. Another downside of this approach is that it does not address congestion, and could potentially increase congestion due to the purchasing of additional/secondary vehicles.

Another potential complement to fuel taxes is congestion pricing. Congestion pricing has well founded theoretical support, e.g., (Arnott, 2013). But the evidence for congestion pricing does not end there. Tang (2021) found that the London Congestion Charge, which charged a fee to any driver entering the charge zone, significantly decreased traffic in the charge zone. With decreased traffic comes decreased pollution, but, per the authors' findings, a corresponding increase in property values due to the decreased traffic based congestion externalities.

Perhaps the most drastic means of reducing traffic is to preclude certain vehicles or drivers from driving altogether by implementing traffic bans. The aforementioned paper by Zhong et al. (2017) was an example of a study of a traffic ban. Han et al. (2020) similarly studied a traffic

216 ban in China and found that it decreased pollution from driving and, consequentially, decreased
217 mortality rates, most notably among older women. For a traffic ban implemented in Chile, Rivera
218 (2021) implemented a fuzzy regression discontinuity design and found that the ban was successful
219 in decreasing both traffic and pollution. Davis (2008) studied a license plate based traffic ban in
220 Mexico City, but found a null result, i.e., the traffic ban did not reduce pollution levels in the city.
221 In fact, drivers responded by increasing the number of vehicles used since an additional vehicle is
222 one means of being able to drive on days when one's primary vehicle would not be permitted on the
223 roads. Heading yet further in the wrong direction, Zhang et al. (2017) developed and empirically
224 tested a theoretical model which showed that, in certain scenarios, license plate based traffic bans
225 can actually increase emissions from driving. While increased driving and emissions is certainly a
226 case of an unintended policy consequence, another example uncovered by Carrillo et al. (2018) is
227 an increase in crime. By using the discontinuity of the border of the geographical area cover by the
228 traffic ban, they found that crime increased substantially.

229 Given the price inelasticity of gasoline, the inefficiencies that can arise from subsidizing electric
230 vehicles, and the potential for traffic bans to fail because they incentivize additional vehicle pur-
231 chases, not to mention the series of equity issues that arise from many of these policy options, what
232 else can be done? One remaining option which has yet to be explored in the literature is to optimize
233 the structure of road networks. While many urban land use and transportation models do exist, e.g.,
234 (Ahmed et al., 2022), these models do not directly consider the structure and connectivity of the
235 road network.

236 The key requirement for the structure of road networks to affect pollution lies in the fact that the
237 structure of road networks also affects the behavior of drivers. Daniel et al. (2009) created a model
238 to study optimal driver behavior in road networks with known bottlenecks which cause excessive
239 traffic congestion, demonstrating that changes to the structure of the network can indeed affect the
240 behavior of drivers. Simulations performed by Tsekeris and Geroliminis (2013) supported having
241 a larger, denser, mixed-use urban core which has optimized the proportion of land allocated to

242 transportation, as this structure should reduce traffic congestion.

243 While not all cities can benefit from this approach, it certainly would seem to have potential
244 in at least some situations, particularly, whenever a city is expected to experience rapid growth.
245 Consider the case of a new, massive production facility or warehouse being built just outside of
246 a small city. That city can expect substantial growth, and may even be required to immediately
247 expand certain traffic related infrastructure as part of a bid to host this new facility. Planning how
248 the city expands, as this paper will eventually show, has the potential to profoundly affect the
249 contribution to pollution levels caused by traffic. Optimizing the structure of the road network is a
250 critical component to experiencing lower levels of air pollution and a reduction in the disamenities
251 caused by air pollution.

252 **4 Methodology**

253 **4.1 Pollution Stocks**

254 First we consider the impact of road network structure on pollution stocks based on Equation 11.
255 Since myriad factors affect the pollution stock of a given municipality, e.g., the industrial compo-
256 sition of the municipality, and since the structure of the road network can affect, in this case, the
257 industrial composition of the municipality through transportation costs, it is clear that the structure
258 of the road networks is endogenous. For the same reason, it is also clear that we must control for
259 municipal level heterogeneity with municipal level fixed effects. However, the structure of the road
260 network over relatively short time scales (and in the case of this study) does not change. This means
261 that we need to include two time invariant datum for each municipality in our regressions, which,
262 unfortunately, leads to a collinearity problem. To address this, a Hausman-Taylor instrumental vari-
263 ables model is used.

264 The Hausman-Taylor model is a two-stage IV model which relies on both fixed and random

265 effects to overcome the collinearity problem with the topological indices and the municipal level
 266 fixed effects (Hausman and Taylor, 1981). The first stage of the Hausman-Taylor IV model uses
 267 population density as an instrument to predict the topological index. Following standard practice, a
 268 correlation matrix supporting the validity of our instrument is shown in Table 1. The second stage
 269 of the model is specified as follows where $y_{i,t}^p$ denotes the stock of pollutant p in municipality i on
 270 day t , N_i denotes the road network for municipality i , $\hat{f}_\tau(N_i)$ denotes the (instrumented) topological
 271 index τ of the road network N_i , the matrix $X_{i,t}$ contains the time varying controls (weather data), γ_i
 272 is a municipality level fixed effect, $\omega_{w(t)}$ is a week of year fixed effect, $\delta_{d(t)}$ is a day of week fixed
 273 effect, and $\varepsilon_{i,t}^p$ is the residual.

$$y_{i,t}^p = \theta \hat{f}_\tau(N_i) + \beta X_{i,t} + \gamma_i + \omega_{w(t)} + \delta_{d(t)} + \varepsilon_{i,t}^p \quad (12)$$

274 The parameter of interest in this model is θ which tells us about the impact of road network
 275 structure on pollution stocks. In the stocks and flows model, $\theta f_\tau(N_i)$ comes from Equation 11.
 276 Per the motivating theory, the expected sign of theta is indeterminate, and in practice will depend
 277 upon which topological index we consider (recall Section 5). The magnitude of the effect of road
 278 network structure on pollution stocks, the parameter θ will not carry specific meaning given that
 279 topological indices are not exactly equivalent to the partial derivative from Equation 11 but merely
 280 an approximation of this. Thus, it will not be reasonable to interpret the magnitude of θ , only the
 281 sign and statistical significance.

282 **4.2 Pollution Flows**

283 In addition to considering pollution stocks, we also consider pollution flows. Since no papers
 284 to date consider the impact of road networks structure on pollution outcomes or use topological
 285 indices, it is highly important that results are robust in the sense that they are consistent for both

Table 1: A correlations matrix for the variables included in this study with stronger correlations colored in deeper shades of red. As can be seen in the instrument Density correlates strongly with the four topological indices.

	MEBC	MLC	Circuity	Pct3-way	PM2.5	Temp	Precip	Wind	Density
MEBC	1	0.997087	0.646082	0.485655	-0.064	-0.02221	0.053826	0.04102	-0.4306
MLC	0.997087	1	0.603221	0.483729	-0.06826	-0.01635	0.055396	0.046314	-0.39939
Circuity	0.646082	0.603221	1	0.469803	0.028029	-0.10421	0.019448	-0.18083	-0.69336
Pct3-way	0.485655	0.483729	0.469803	1	-0.07333	-0.11404	0.038953	-0.20866	-0.37893
PM2.5	-0.064	-0.06826	0.028029	-0.07333	1	0.170722	-0.17983	-0.3617	0.017296
Temp	-0.02221	-0.01635	-0.10421	-0.11404	0.170722	1	0.065204	-0.09684	0.08443
Precip	0.053826	0.055396	0.019448	0.038953	-0.17983	0.065204	1	0.051308	0.0038
Wind	0.04102	0.046314	-0.18083	-0.20866	-0.3617	-0.09684	0.051308	1	0.118294
Density	-0.4306	-0.39939	-0.69336	-0.37893	0.017296	0.08443	0.0038	0.118294	1

286 pollution stocks and flows.

287 To determine the impact of road network structure on pollution flows, a first differenced model
288 of pollution stocks is used. The model is specified as follows where $\Delta y_{i,t}^p$ denotes the change in the
289 pollution stock of pollutant p in municipality i on day t , N_i denotes the road network for municipi-
290 city i , $\hat{f}_\tau(N_i)$ denotes the (instrumented) topological index τ of the road network N_i , the matrix
291 $X_{i,t}$ contains the time varying controls (weather data), γ_i is a municipality level fixed effect, $\omega_{w(t)}$
292 is a week of year fixed effect, $\delta_{d(t)}$ is a day of week fixed effect, and $\varepsilon_{i,t}^p$ is the residual. The
293 first differenced model still includes the municipal level fixed effect to account for local emissions
294 from sources other than transportation, e.g., power plants. manufactoryes, etc. Because the mu-
295 nicipal level fixed effect is included, a Hausman-Taylor approach is again used to estimate θ , the
296 parameter of interest.

$$\Delta y_{i,t}^p = \theta \hat{f}_\tau(N_i) + \beta X_{i,t} + \gamma_i + \omega_{w(t)} + \delta_{d(t)} + \varepsilon_{i,t}^p \quad (13)$$

297 5 Measuring the Structure of Road Networks

298 Broadly speaking, a road network is a representation of the roads in a given geographical region
299 and the way in which they interconnect, where vertices represent intersections and edges represent
300 road segments (Marshall, 2016). Since directionality is critical for determining how users can ac-
301 cess different regions of the network, and since information such as the physical distance between
302 locations within the road network determine optimal, road networks can be more specifically repre-
303 sented as weighted multi-digraphs (Boeing, 2017b). In fact, the default means of constructing road
304 networks as mathematical objects in the current leading software (OSMnx) is to convert a two lane
305 road segment into two separate road segments, directed opposite of one another (Boeing, 2017a).
306 The rationale for this is that once on a road segment, a driver cannot simple turn around in the
307 middle of the road and change direction.

308 In order to help motivate our modelling of road networks, it is helpful to define a road network
309 mathematically. Let $N = N(V, E)$ be a road network where V is the set of vertices/intersection, and
310 E is the set of edges/road segments. In network theoretic terms, for two intersections v_i and v_j in
311 $V(N)$ connected by a road segment allowing drivers to traverse from v_i to v_j , the edge $e = v_i v_j$ may
312 be expressed more fully as the pair $e = (v_i v_j, I(e))$ where $I(e)$ represents the set of all additional
313 information contained in the network data about the road segment represented by the edge e . Such
314 data may include the length, the speed limit, the amount of traffic flow, or any other pertinent
315 information about the road segment. To illustrate an example of a road network, consider the
316 example of the road network of Hopewell, Virginia presented in Figure 2.

317 Representing a road network in such a way is particularly useful as it allows us to use network
318 theoretic tools to assess various structural aspects of the road network. For example, we can assess
319 connectivity and how impacted drivers are when portions of the road network are closed due to dis-
320 ruptions such as traffic accidents, road construction, or inclement weather (Jenelius and Mattsson,
321 2015).

Figure 2: The road network of the city of Hopewell, Virginia. Edges in this network represent road segments, while vertices represent intersections. In this representation, data on direction is encoded into the edges and multiple edges between two vertices are stacked so that the visual representation is as clean as possible.



322 To do this, we need to condense each road network into a scalar which conveys some important
323 fact about a given road network. Following (Sakakibara et al., 2004), this is done through the use
324 of topological indices. Topological indices are used widely throughout applied network theory, in
325 fields ranging from the study of transportation networks (Sakakibara et al., 2004), to the study of
326 social networks Qi et al. (2017), to computational chemistry (Prabhu et al., 2020). In the case of
327 Sakakibara et al. (2004), topological indices were used to help study the vulnerability of different
328 cities in the Hanshin region of Japan to a possible earthquake by measuring how isolated within the
329 network each city in the region is.

330 An individual topological index will provide information on a single aspect of the network.
331 While there are numerous topological indices, not all are relevant or applicable to road networks.
332 In this paper, only topological indices with clear economic interpretations in the context of road
333 networks will be considered.

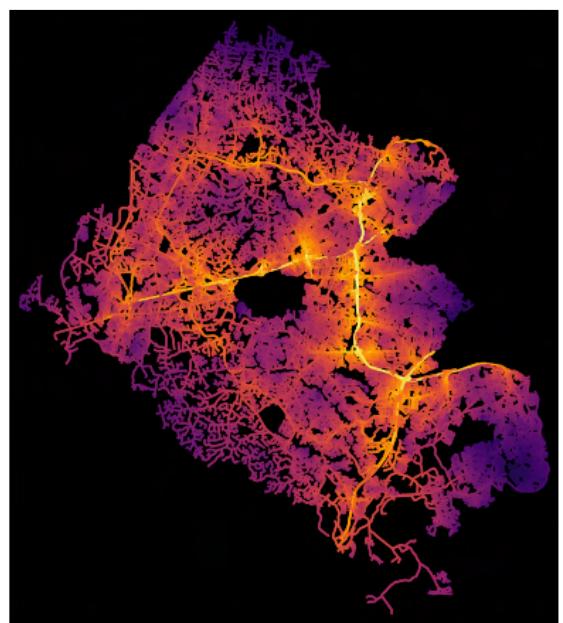
334 The first topological index presented is the mean edge betweenness centrality. Edge between-
335 ness centrality has been used to identify critical road segments in terms of traffic flow and vulne-
336 rability to risks such as flooding (Casali and Heinemann, 2019; Tachaudomdach et al., 2021). In the
337 context of a road network, edge betweenness centrality measures how critical each road segment
338 is to traversing through the network in terms of the proportion of shortest paths between all pairs
339 of vertices that pass through each road segment. Edge betweenness centrality assigns a value for
340 to each road segment in the network. By considering the mean value over all road segments in
341 a network, we obtain a measure of how important an average road is to efficiently traversing the
342 network, i.e., how much travel disruption via detours would occur if an arbitrary road was closed
343 somewhere in the network. The expression for the mean edge betweenness centrality of a network
344 N is given by Equation 14 where $\sigma(s, t)$ is the number of shortest paths from s to t , and $\sigma(s, t|e)$ is
345 the number of shortest paths from s to t which contain e . It is easy to see that this value is bounded
346 between zero and one (note that it is just an average proportion).

$$MEBC(N) = \frac{1}{|E|} \sum_{e \in E} \sum_{s,t \in V} \frac{\sigma(s,t|e)}{\sigma(s,t)} \quad (14)$$

347 To help improve intuition for edge betweenness centrality, consider Figure 3 which shows the
 348 road networks of Hopewell, Virginia and Fairfax County, Virginia where each road segment is
 349 colored according to its edge betweenness centrality. Brighter yellows represent the road segments
 350 with the greatest edge betweenness centrality and darker purples represent the road segments with
 351 the lowest edge betweenness centrality. In the case of Hopewell, the roads near the center of the
 352 city prove to be the most critical for efficiently traversing the road network. Notice that in the very
 353 center of the city, however, there is a portion of the network that is relatively less connected and,
 354 consequentially, less critical for efficiently traversing the road network. In the case of the much
 355 larger road network of Fairfax County, the bright yellow streaks are Interstate 66, Interstate 95, and
 356 the Capital Beltway.

357 Since the goal is to determine the impact of road structure on ambient pollution levels, it is im-
 358 portant to know how to interpret estimated regression coefficients for each topological index. In this
 359 case, road networks with a larger mean edge betweenness centrality should have a greater degree
 360 of disruption to the flow of traffic whenever some critical road segment is closed. Intuitively, this
 361 can be viewed as a measure of bottlenecks within a road network; a road network with a greater
 362 mean edge betweenness centrality is more likely to suffer from more bottlenecks. In particular,
 363 these bottlenecks are a result of the inefficiencies of re-routing leading to long detours. This is
 364 because smaller values of edge betweenness centrality are assigned to road segments that lie on rel-
 365 atively few shortest paths between destinations while larger values of edge betweenness centrality
 366 are assigned to roads that lie on a large proportion of shortest paths between destinations. When
 367 many alternative routes exists (lower mean edge betweenness centrality), the likelihood of a spe-
 368 cific road segment lying on a shortest path between a specific pair of locations in the road network
 369 is lower than when relatively few alternative routes exist. This is verified below in Figure 4 which

Figure 3: This figure shows the road networks for Hopewell, VA (top) and Fairfax County, VA (bottom). Road segments are colored according to their edge betweenness centrality - brighter yellows indicate road segments with the greatest edge betweenness centrality while darker purples indicate road segments with the lowest edge betweenness centrality.



370 shows four road networks; the top two road networks have relatively small mean edge betweenness
371 centralities while the two bottom road networks have relatively large mean edge betweenness cen-
372 tralities. It is easy to spot bottlenecks and the potential for long detours due to road closures in the
373 two road networks on the bottom (with relatively large mean edge betweenness centralities).

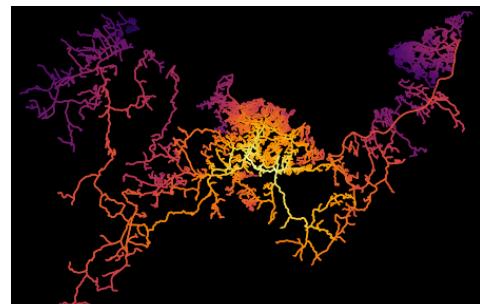
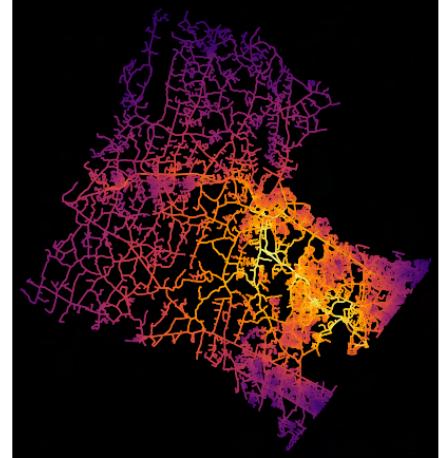
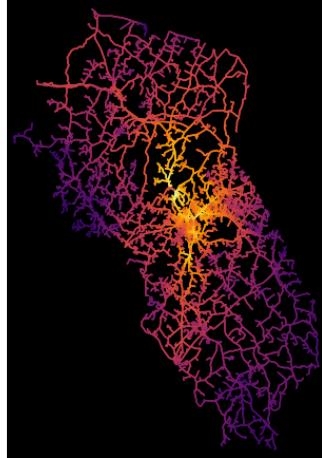
374 Another key topological index that measures the vertex/intersection analog of edge between
375 centrality is called load centrality. Load centrality has been used to identify key intersections in
376 transportation networks whose closure would significantly disrupt transportation flows, increasing
377 transportation costs and times (Liu et al., 2019). Mean load centrality considers the average im-
378 pact to travel across the network due to the closure of an intersection (and thus all incident road
379 segments). The formula for mean load centrality is analogous to that of mean edge betweenness
380 centrality. Mean load centrality, defined in Equation 15, is included in this discussion for two rea-
381 sons. First, the use of both provides intuition into the difference in consequences between closing a
382 road segment versus closing an intersection - namely that all incident road segments are effectively
383 closed as well in the latter case (at least to through traffic). Second, we should expect similar results
384 for these two topological indices in our analyses.

$$MLC(N) = \frac{1}{|V|} \sum_{v \in V} \sum_{s \neq v \neq t \in V} \frac{\sigma(s, t | v)}{\sigma(s, t)} \quad (15)$$

385 As an alternative measure of the connectivity of a road network which we use in our analysis,
386 designed specifically to look at the likelihood of additional routes being available to a driver, is
387 the percentage of three-way intersections. Since most intersections are either three or four-way
388 intersections, three-way intersections come at the expense of four-way intersections, and so an
389 increase in the proportion of three-way intersections implies a decreased presence of alternative
390 routes available at intersections throughout the road network.

391 Finally, we consider circuitry, which is a measure of the amount of excess driving required to
392 traverse a given route in the network. Circuitry is defined as the ratio of the distances between

Figure 4: The top two municipalities (Fauquier County and Loudoun County, from left to right) are two municipalities with edge betweenness centralities below both the mean and median in the sample. These two counties offer many alternative routes and it is easy to see that the size of a detour created by a specific road closure will only ever be but so large. The bottom two municipalities (Fredericksburg (city) and Roanoke County, from left to right) are two of the municipalities with the largest mean edge betweenness centralities (each is greater than both the sample mean and median). It is easy to spot bottlenecks and the potential for long detours due to road closures in these two municipalities.



393 locations in the network and the Euclidean distance between those same locations. Road networks
394 with higher values for circuitry require longer trips on average, thereby increasing the opportunity
395 cost of driving. Formally, circuitry is defined in Equation 16 where $d_N(u, v)$ denotes the minimum
396 travel distance through network N between locations u and v , and $d_E(u, v)$ denotes the Euclidean
397 distance between those same two locations.

$$Circuitry(N) = \frac{\sum_{u,v \subseteq V(N)} d_N(u, v)}{\sum_{u,v \subseteq V(N)} d_E(u, v)} \quad (16)$$

398 Interested readers can find detailed figures of the road networks studied in this paper in Appen-
399 dices A and B.

400 **6 Data**

401 **6.1 Pollution Data**

402 To measure the impact of road network structure on pollution, we use pollution data on the Com-
403 monwealth of Virginia from the EPA Air Quality System. Specifically, the pollutant considered
404 in this study is particulate matter (PM2.5). This pollutant was chosen since gasoline, diesel, and
405 electric cars all produce PM2.5 when in use. Due to the fact that EPA monitoring stations typi-
406 cally do not record data for all pollutants, the EPA data limits the geographical scope of this paper.
407 The Commonwealth of Virginia was chosen because it offers consistent transportation policies
408 (opposed to a multi-state study) and because Virginia offers diverse municipality types (cities are
409 independent of counties in Virginia) and thus diverse road network structures, all existing within a
410 relatively confined geographical area. Using EPA sites in Virginia which record pollution data of
411 interest during the time frame of this study leaves us with 38 different cities and counties for which
412 there is sufficient pollution data. All observations on each day during the time period covered in

413 this paper (January 1 to December 31, 2020) from every site in each municipality are averaged to
414 create mean county level pollution data for each day that data was available.

415 **6.2 Road Networks**

416 The key variables of interest in this paper are a series of topological indices describing various
417 structural aspects of municipal road networks as described above. To compute these topological
418 indices, road networks were obtained from OpenStreetMap (OSM) using the OSMnx module in
419 Python (Boeing, 2017a). As road networks are multi-digraphs, this means that every road segment
420 is directed from one intersection to another; recall that in the case of a two-way street, each road
421 segment is represented as two distinct segments oriented in opposite directions.

422 Using this definition of a road network, we can represent a road network N as a $|V| \times |V|$ matrix
423 $A(N)$, called the adjacency matrix of the road network, where the i^{th} row and the i^{th} column denote
424 intersection i and where the element A_{ij} indicates whether or not a road segment exists from inter-
425 section i to intersection j with either a one (the road segment exists) or a zero (the road segment
426 does not exist). Each topological index is then computed using the adjacency matrix $A(N)$ for each
427 municipal road network.

428 **6.3 Weather Data**

429 Since weather affects pollution levels, and since weather data varies over time, data for several
430 pertinent weather variables from NOAA are included. The weather variables include temperature,
431 wind speed, and precipitation. Observations of weather data are at the municipality-day level.

Table 2: Summary statistics for pollution levels and the topological indices.

	Mean	SD	Min	Median	Max	
Mean Edge Betweenness Centrality	0.005	0.003	0.001	0.004	0.011	
Mean Load Centrality	0.011	0.006	0.002	0.010	0.025	
Circuitry	1.092	0.033	1.041	1.087	1.186	
Percent 3-way Intersections	0.556	0.031	0.492	0.558	0.638	
Particulate Matter (PM2.5) (ug/m^3)	6.626	3.082	0.000	6.200	29.600	
Temperature (°F)	58.332	14.997	10.600	57.900	89.700	
Precipitation (inches)	0.135	0.398	0.000	0.000	5.780	
Wind Speed (mph)	5.310	3.411	0.000	4.600	26.400	
Density (people per sq. mi.)	1567.836	2325.952	36.832	489.694	10665.230	

432 7 Results and Discussion

433 7.1 Pollution Stocks

434 We begin with the results for pollution stocks. Estimates of θ for each pollutant-topological index
 435 combination can be found in Table 3.

436 The first topological index we use is mean edge betweenness centrality, a measure of how
 437 important road segments are to efficiently traversing the road network. Assuming that the mean
 438 edge betweenness centrality of a road network is a good descriptor of network connectivity (which
 439 is the intention behind choosing this topological index), the expected sign of θ is positive. We find
 440 a positive and statistically significant result for mean edge betweenness centrality, indicating that
 441 more bottlenecks in road networks leads to higher levels of pollution, potentially through increased
 442 congestion. Conditional on this topological index being a good descriptor of the opportunity cost of
 443 driving, this result conforms with theoretical expectations. In other words, road networks in which
 444 roads are more likely to have bottlenecks at critical junctures for efficiently traversing the network

445 are less efficiently designed and contribute to higher pollution levels.

446 Mean load centrality, a vertex analog of edge betweenness centrality, has very similar results to
447 mean edge betweenness centrality. The sign of θ is positive and statistically significant which is not
448 surprising since all we have done is change our focus from the importance of road segments to the
449 importance of intersections for efficiently traversing the road network. The consistency between
450 the edge and vertex based notions of centrality provides credibility to the use of these topological
451 indices as a measure of the structure of municipal road networks.

452 Similar to the first two topological indices, the percentage of three-way intersections in the
453 network was chosen with the expectation that it is a better predictor of network connectivity than
454 the opportunity cost of driving. This result again confirms the model, as we have a positive and
455 statistically significant estimate.

456 The final topological index is the circuity of the network. Circuity was chosen as a viable
457 candidate as a good descriptor of the opportunity cost of driving. Given this, we should expect a
458 negative value for θ , and this is precisely what we find. Drivers are likely driving less in more
459 circuitous networks due to the higher opportunity cost of driving, thereby leading to lower levels
460 of pollution stocks.

461 Altogether, these results indicate two key takeaways. First, relevant topological indices can be
462 used as reliable measures of the structure of a road network. Second, we have established sound
463 evidence that the structure of municipal road networks has an effect on ambient pollution levels.

Table 3: Estimated values of θ for each pollutant-topological index pair from the Hausman-Taylor model for the impact of road network structure on pollution stocks. *** denotes statistical significance at the 1% level, ** denotes statistical significance at the 5% level, and * denotes statistical significance at the 10% level. There are $N = 2,915$ observations included in the regressions. Robust standard errors are provided in parentheses.

	Fine Particulate Matter			
Mean Edge Betweenness Centrality	303.776** (150.425)			
Mean Load Centrality		120.496** (59.668)		
Percentage of 3-Way Intersections			12.421** (6.151)	
Circuitry				-14.425** (7.143)
Temperature	0.012 (0.012)	0.012 (0.012)	0.012 (0.012)	0.012 (0.012)
Precipitation	-0.611*** (0.101)	-0.611*** (0.101)	-0.611*** (0.101)	-0.611*** (0.101)
Wind Speed	-0.130*** (0.018)	-0.130*** (0.018)	-0.130*** (0.018)	-0.130*** (0.018)

464 7.2 Pollution Flows

465 Next we turn our attention to pollution flows. Our theoretical framework suggests that we should
 466 expect to see the same signs for θ in these models that we expected to see in the case of pollution
 467 stocks. Results are presented in Table 4.

468 In these results, for our three measures of congestion, mean edge betweenness centrality mean
 469 load centrality, and the percentage of three-way intersections, we continue to get positive and statis-
 470 tically significant results in terms of increased pollution. This consistency further validates the use
 471 of topological indices, the model, and the plausibility of increased congestion from less robustly
 472 connected road networks leading to higher levels of pollution stocks.

473 Unlike in the results for pollution stocks, the estimate for circuitry is positive and statistically
 474 significant. However, the opposite signs do not necessarily represent a contradiction. In fact, a
 475 strong economic argument can be made that this coefficient should be positive for pollution flows.
 476 The negative estimate found in the pollution stocks regression indicates that drivers have reached

477 a lower equilibrium level of driving in municipalities with more circuitous road networks. But in
 478 the short run commitments are much less flexible and the opportunity cost of driving may be much
 479 lower. Thus, in the short run, driving more circuitous routes between locations in the road network
 480 could increase vehicle miles travelled since traversing these routes requires more driving, not less.

Table 4: Estimated values of θ for each pollutant-topological index pair from the Hausman-Taylor model for the impact of road network structure on pollution flows. *** denotes statistical significance at the 1% level, ** denotes statistical significance at the 5% level, and * denotes statistical significance at the 10% level. There are $N = 1,789$ observations included in the regressions. Robust standard errors are provided in parentheses.

	Fine Particulate Matter			
Mean Edge Betweenness Centrality	51.593** (25.979)			
Mean Load Centrality		23.310** (11.738)		
Percentage of 3-Way Intersections			70.435** (35.467)	
Circuitry				5.289** (2.663)
Temperature	-0.080*** (0.0117)	-0.080*** (0.017)	-0.080*** (0.017)	-0.080*** (0.017)
Precipitation	-0.654*** (0.170)	-0.654*** (0.170)	-0.654*** (0.170)	-0.654*** (0.170)
Wind Speed	-0.121*** (0.027)	-0.121*** (0.027)	-0.121*** (0.027)	-0.121*** (0.027)

481 8 Mechanism Validation

482 In the previous section, it was shown that the structure of a road network has an impact on pollution
 483 stocks and flows, and the nature of this relationship was described for each of the four topological
 484 indices considered in this paper. However, these results were interpreted within the context of an
 485 assumed framework. In this section we validate our four topological indices, showing that they are
 486 indeed satisfactory measures of either congestion or of the opportunity cost of driving.

487 To do this, we regress a measure of congestion and a measure of average commute times against

Table 5: Summary statistics for the topological indices, mechanisms, and controls for the cross section of metro areas used in this section.

	Mean	SD	Min	Median	Max	
Mean Edge Betweenness Centrality	0.002	0.001	0.000	0.001	0.005	
Mean Load Centrality	0.004	0.002	0.001	0.004	0.014	
Circuitry	1.047	0.019	1.012	1.043	1.089	
Congestion	1.093	0.031	1.050	1.080	1.170	
Mean Commute Time (minutes)	27.884	3.657	21.400	27.500	37.700	
Density (people per sq. mi.)	5768.510	5005.294	1123.000	4256.000	29298.000	
Capital	0.314	0.469	0.000	0.000	1.000	
Trips (per capita)	34.218	38.159	3.300	23.400	229.800	
Ln(Population)	14.854	0.824	13.862	14.676	18.143	

488 each of the topological indices. We use data from 51 major US metropolitan areas to construct our
 489 measures of congestion and of the opportunity cost of driving. Data from the Bureau of Transporta-
 490 tion Statistics is used to construct a measure of congestion using the ratio of drive times during peak
 491 traffic to drive times during free flow traffic; and data from the US Census Bureau provides mean
 492 commute times, a measure of the opportunity cost of driving. Once again we construct road net-
 493 works using OSMnx. In these regressions, we also control for other factors that are related to both
 494 network structure and congestion or the opportunity cost of driving, including population, the per
 495 capita annual number of public transit rides, and an indicator for whether or not each metro area is a
 496 state capital, using data from the Federal Transit Administration’s National Transit Database. Den-
 497 sity, as a measure of urban form, is again used as an instrument. The IV regressions are specified
 498 as shown in Equation 17. Summary statistics for the data can be found in Table 5.

$$y_i^m = \theta f_\tau(N_i) + \beta X + \varepsilon_i^m \quad (17)$$

499 As shown in Table 6, results from the mechanisms models confirm the assumptions made about

500 what the topological indices are describing. Both mean edge betweenness centrality and mean load
 501 centrality lead to larger congestion ratios. As these two topological indices are used to measure the
 502 presence of bottlenecks in road networks, and since bottlenecks should lead to more congestion,
 503 these results confirm that higher levels of mean edge betweenness centrality or mean load centrality
 504 cause higher levels of pollution through increased congestion.

505 Turning our attention to the mean commute time models, we see that there is a positive and
 506 statistically significant effect attributable to circuity. Since circuity was intended to be a measure of
 507 the opportunity cost of driving, we can confirm that the lower levels of pollution stocks observed
 508 in municipalities with more circuitous road networks can be explained by less driving occurring as
 509 a consequence of greater commute times. Similarly, the higher levels of pollution flows observed
 510 in municipalities with more circuitous road networks can be explained by drivers having fixed
 511 commitments in the short run, commitments which require greater time spent driving and thus
 512 higher levels of vehicular emissions.

Table 6: Estimated values of θ for each mechanism-topological index pair from the IV model for the impact of road network structure on pollution inducing mechanisms. *** denotes statistical significance at the 1% level, ** denotes statistical significance at the 5% level, and * denotes statistical significance at the 10% level. There are $N = 51$ observations in each cross section. Robust standard errors are provided in parentheses.

	Congestion Ratio			In(Mean Commute Time)		
Mean Edge Betweenness Centrality	29.017*** (5.919)			-74.879 (67.074)		
Mean Load Centrality	8.717*** (3.097)			-31.823 (28.812)		
Circuity	-0.842 (0.557)			3.265* (1.888)		
Capital	-0.004 (0.004)	-0.002 (0.005)	0.011*** (0.003)	0.057*** (0.014)	0.059*** (0.017)	0.011 (0.016)
ln(Public Transit)	0.004 (0.017)	0.005 (0.015)	0.003 (0.013)	0.063*** (0.003)	0.065*** (0.005)	0.076*** (0.012)
ln(Population)	0.033*** (0.010)	0.030*** (0.010)	0.018*** (0.003)	0.053* (0.027)	0.049* (0.028)	0.093*** (0.002)
Constant	0.547*** (0.108)	0.596*** (0.111)	1.694*** (0.580)	2.423*** (0.512)	2.494*** (0.544)	-1.720 (2.045)

513 9 Conclusion

514 Transportation is among the leading causes of air pollution. The structure of road networks affects
515 transportation patterns and thus levels and flows of air pollution. Assuming the fundamental law of
516 road congestion, a simple theoretical framework of the contribution of transportation to air pollution
517 stocks and flows was used to make predictions about the indirect effect of the structure of road
518 networks on air pollution stocks and flows.

519 Several topological indices were used to describe the structure of municipal road networks and
520 to measure congestion and the opportunity cost of driving. Using these topological indices with
521 Hausman-Taylor IV models and measures of urban form as an instrument, we found that road
522 network structure does indeed affect air pollution stocks and flows in a way which conforms to our
523 theoretically derived hypotheses.

524 To confirm that the topological indices used were good proxies for congestion and the opportu-
525 nity cost of driving, we also regressed measures of congestion and the opportunity cost of driving
526 against the topological indices over a cross section of 51 of the largest metro areas in the United
527 States. Results from these regressions further confirmed that the topological indices are valid mea-
528 sures for what they were used to measure, specifically that they were valid measures of congestion
529 and of the opportunity cost of driving.

530 The paper makes important contributions to the literature on pollution and traffic patterns, sug-
531 gesting that reducing congestion and improving the efficiency of road networks can help reduce
532 pollution, at least in the context of the United States. It also suggests that the fundamental law
533 of road congestion is not a general principle, i.e., the fundamental law of road congestion does
534 not necessarily hold when additional highway lane miles are built in the form of new roads which
535 increase the connectivity of the road network.

536 The most important policy implications are two-fold. The first applies to new or rapidly expand-
537 ing urban(izing) areas in North America. Consider the case of a small city or even a rural/suburban

538 area gaining a massive distribution center for some large company. Rapid expansion of this munic-
539 ipality is likely to ensue. Policymakers can reduce the impacts of the traffic thus minimizing the
540 pollution impacts by designing road networks that allow for more efficient traversal and have fewer
541 potential bottlenecks that lead to increased congestion.

542 An extension of this applies to cities which straddle rivers which could benefit from the con-
543 struction of additional bridges which connect the distinct sides of the city. In these cities, when
544 ever a single bridge is closed, the spillover effects would ripple across large portions of the city,
545 increasing congestion. Conversely, the construction of an additional bridge could have spillover
546 effects which decrease congestion throughout nearby portions of the city. However, as observed in
547 our results, this congestion effect could potentially be outweighed by the corresponding change in
548 the opportunity cost of driving arising from a better connected road network.

549 A second major policy implication of this research pertains to the design of cities overall.
550 Specifically, in order to reduce vehicular emissions in car-dominated cities, road networks should
551 be designed in a manner which reduces bottlenecks. This means that, in direct contradiction of
552 the fundamental law of road congestion, additional highway lane miles can potentially be used to
553 reduce congestion - the key here is that these additional lane miles must be created in a manner
554 which increases the connectivity of the road network, i.e., additional lanes miles must be created in
555 a manner which eliminates bottlenecks. If this is successfully done then increased lane miles could
556 very well lead to reduced congestion and, by extension, pollution.

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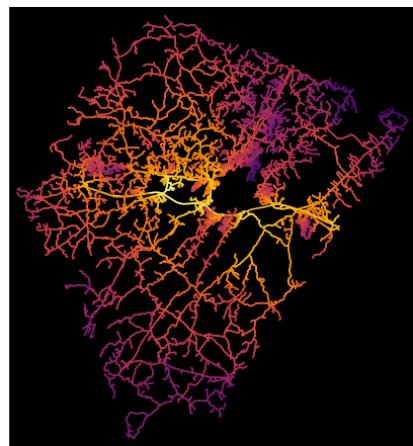
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655 A Virginia Municipality Road Networks

656 This appendix contains two figures for each road network for the Virginia municipalities. The first
657 figure shows the road network with road segments colored according to their edge betweenness cen-
658 trality; brighter colored road segments are relatively more critical for efficiently traversing a road
659 network. The second figure shows the road network with vertices used to denote the intersections.

660 Albemarle County



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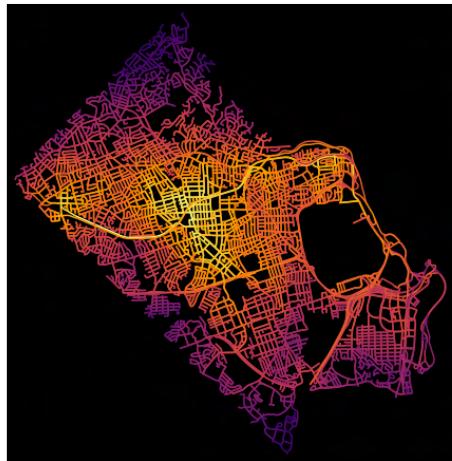
662 Alexandria



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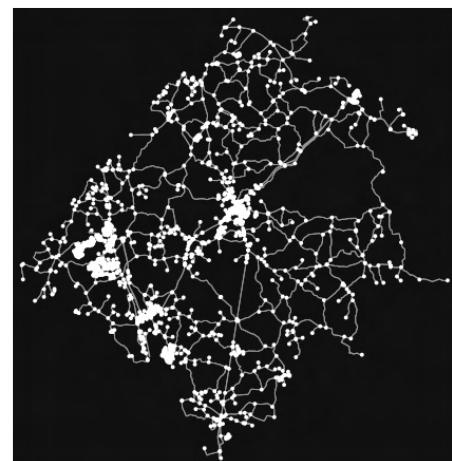
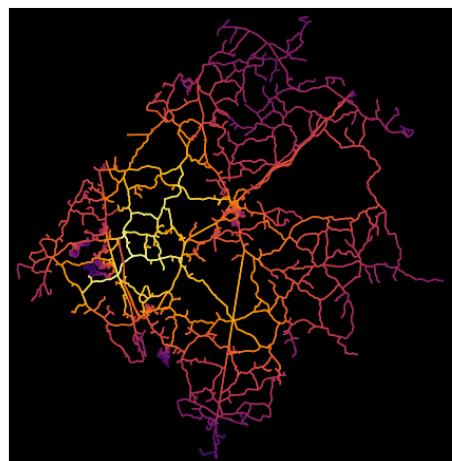
Arlington County



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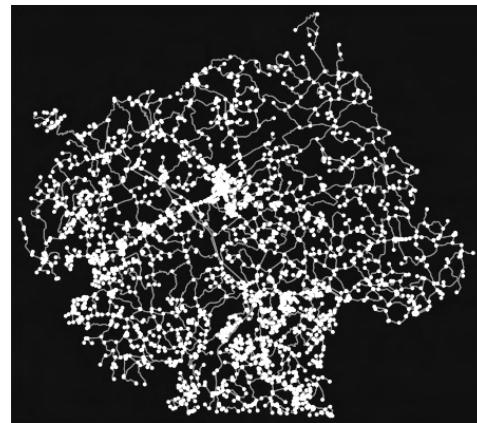
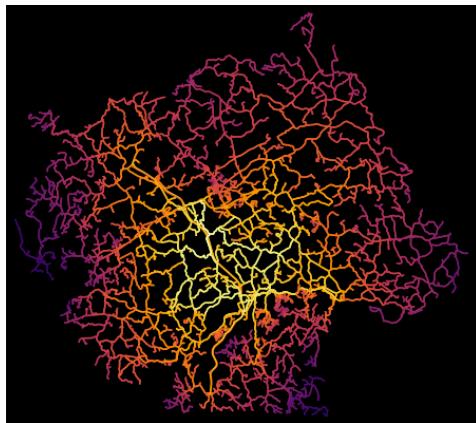
Caroline County



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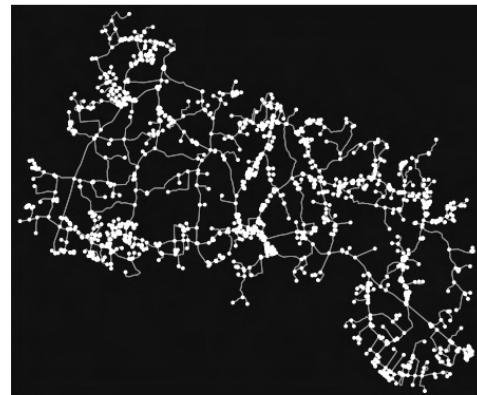
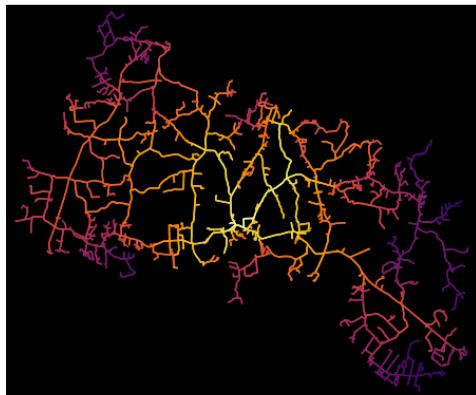
Carroll County



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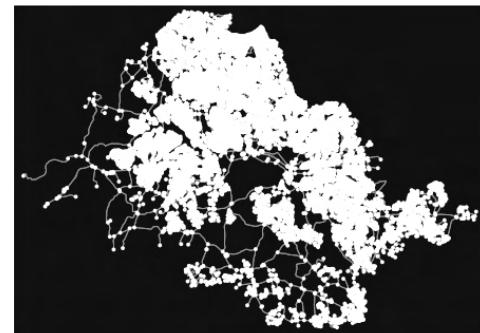
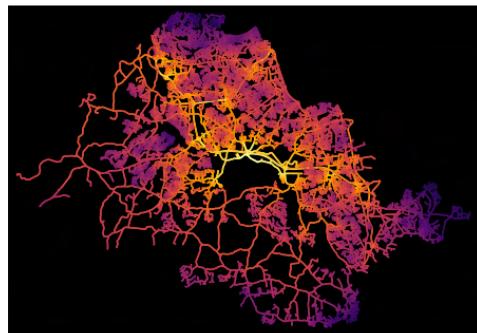
Charles City County



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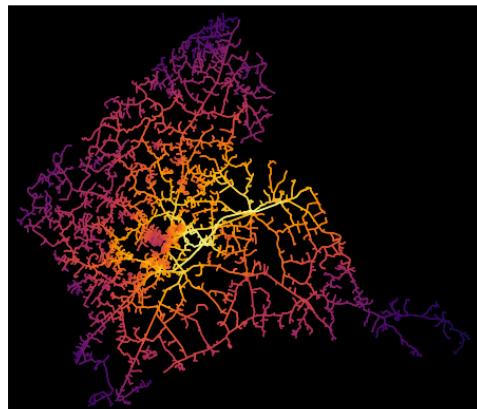
Chesterfield County



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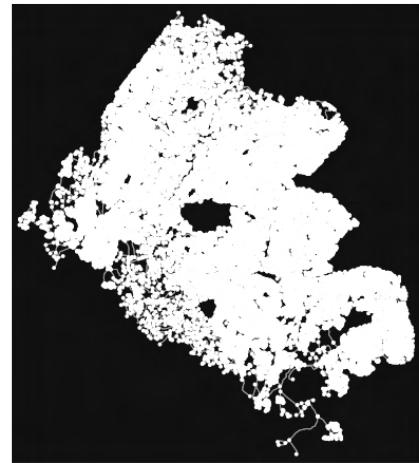
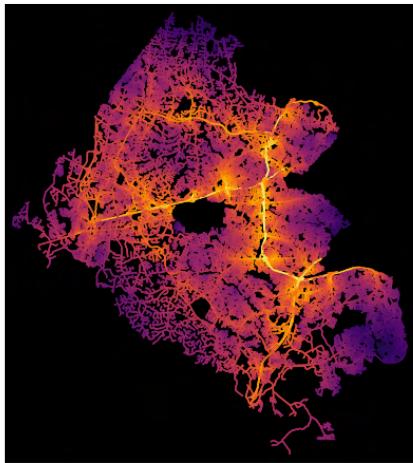
Culpeper County



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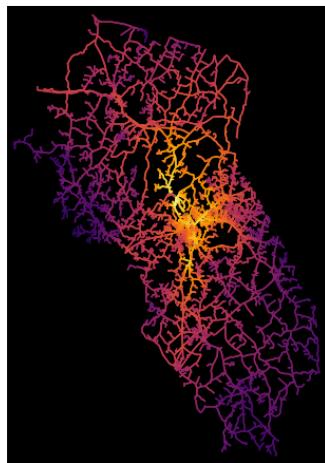
Fairfax County



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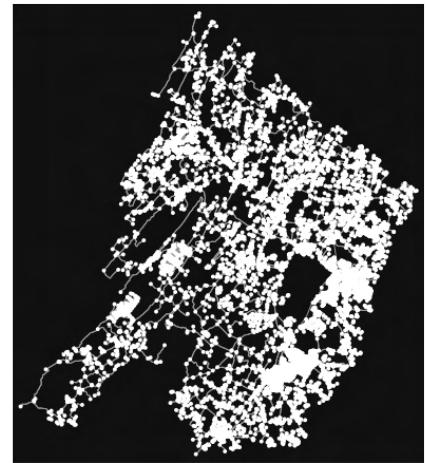
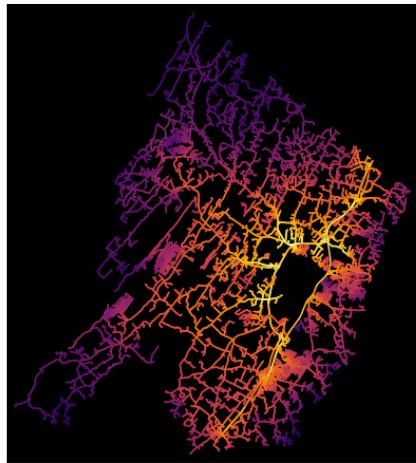
Fauquier County



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Frederick County



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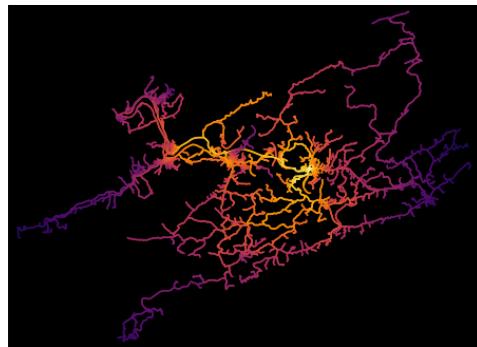
Fredericksburg



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Giles County



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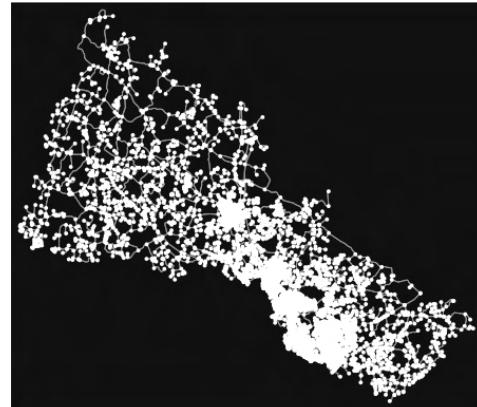
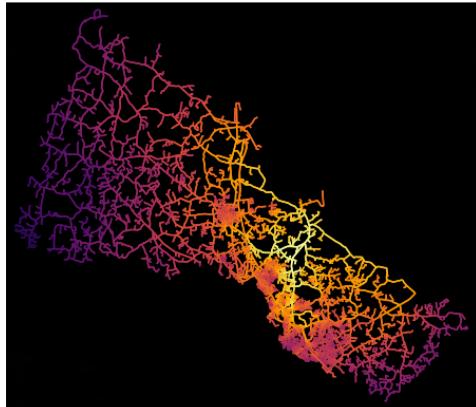
Hampton



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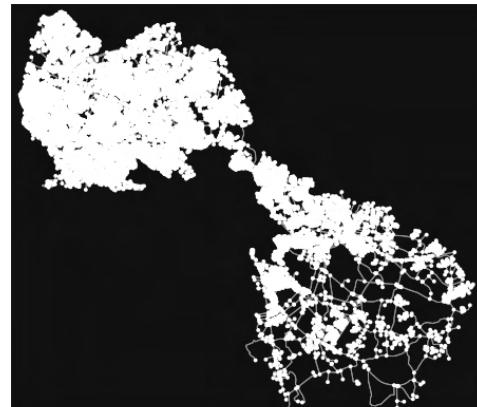
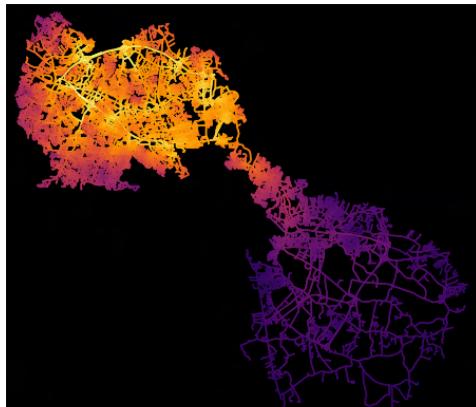
Hanover County



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Henrico County



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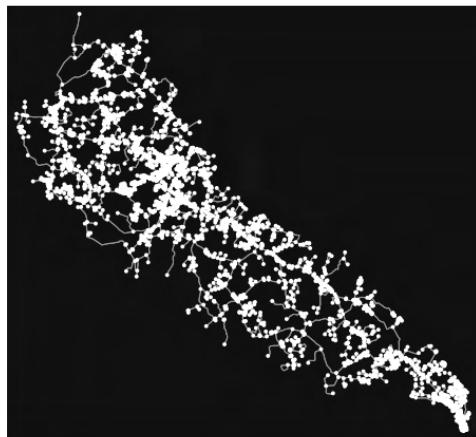
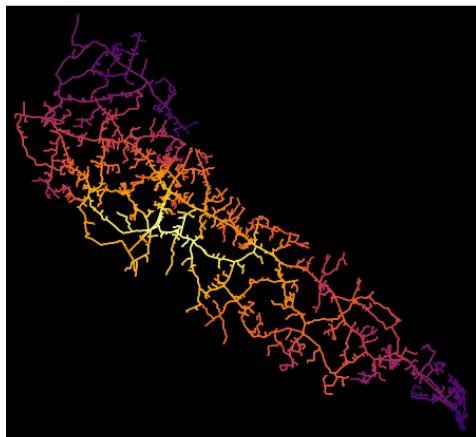
Hopewell



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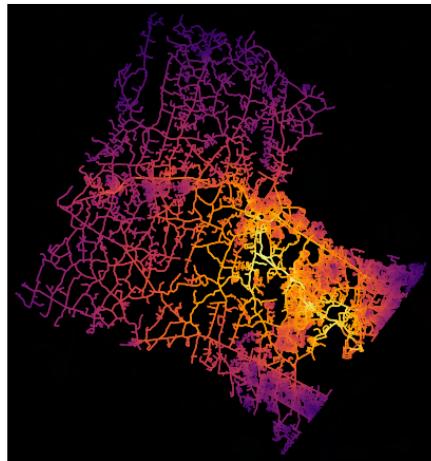
King William County



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Loudoun County



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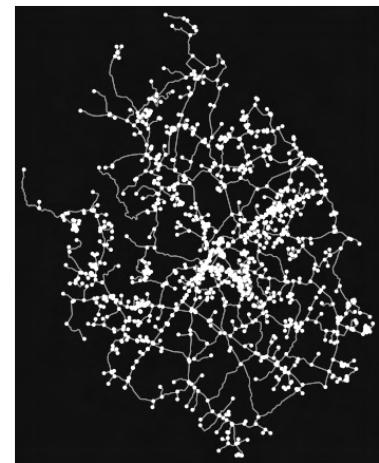
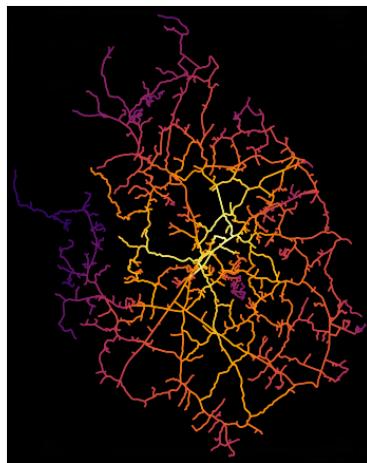
Lynchburg



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Madison County



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Newport News

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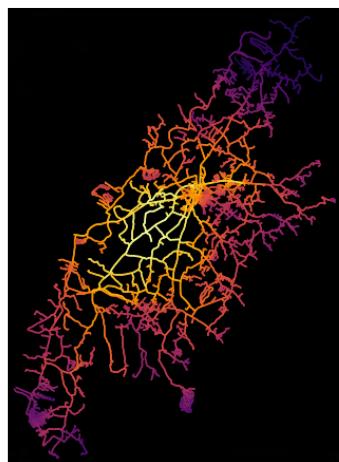
Norfolk



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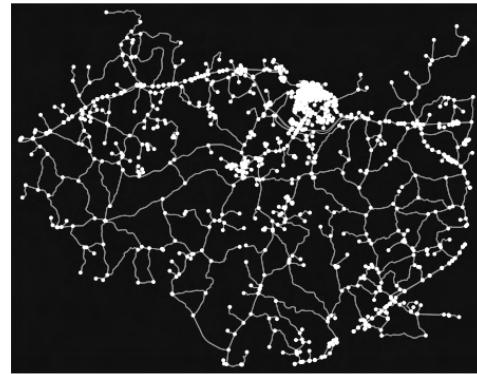
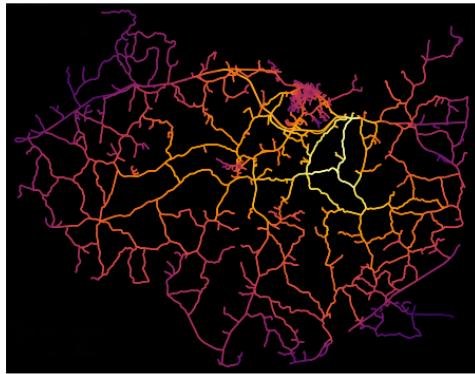
Page County



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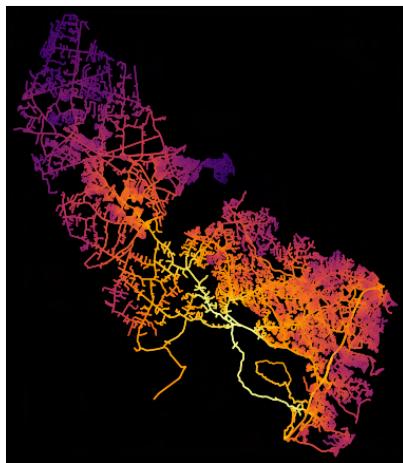
Prince Edward County



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Prince William County



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Richmond



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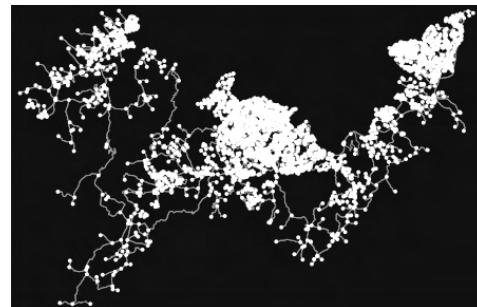
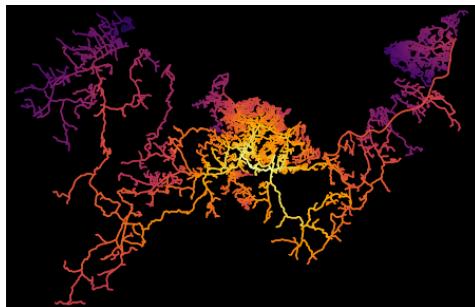
Roanoke



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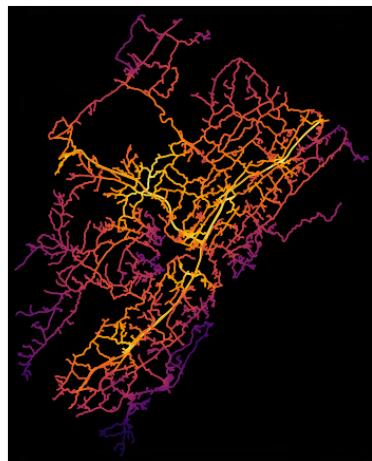
Roanoke County



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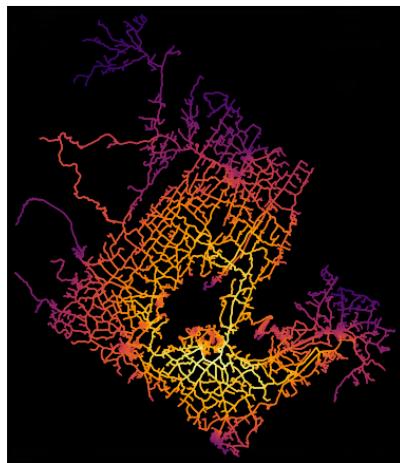
Rockbridge County



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Rockingham County



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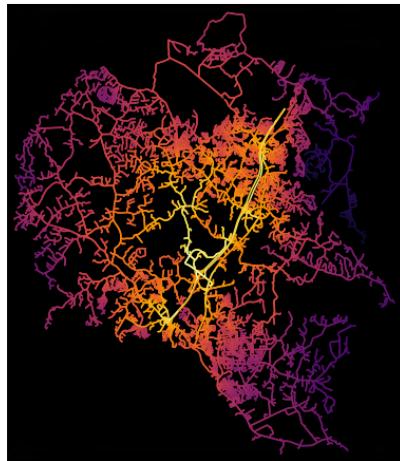
Salem



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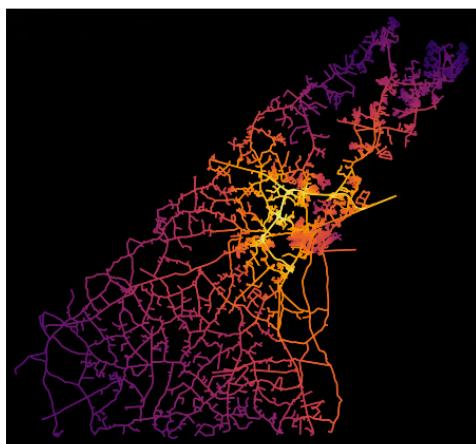
Stafford County



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Suffolk



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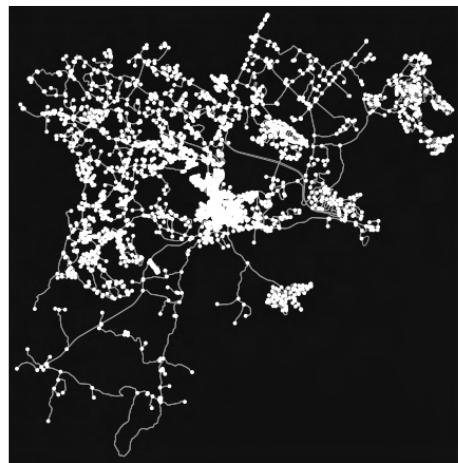
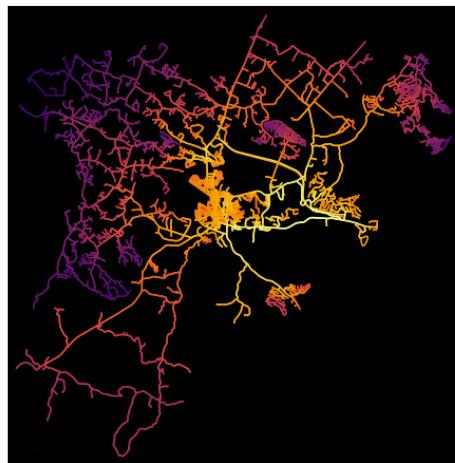
Virginia Beach



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Warren County



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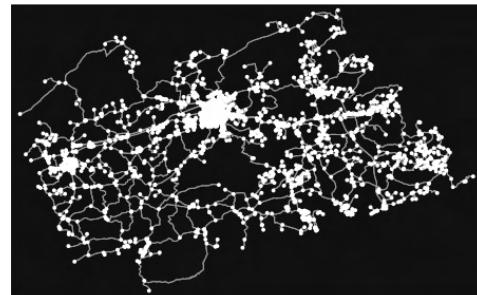
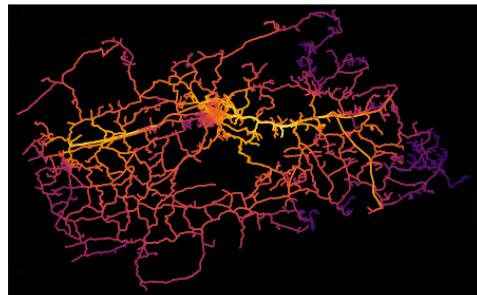
Winchester



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Wythe County

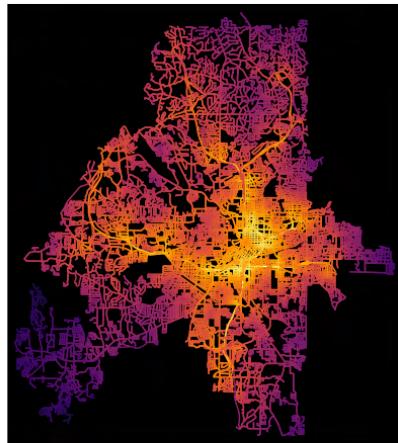


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736 **B Large Metro Area Road Networks**

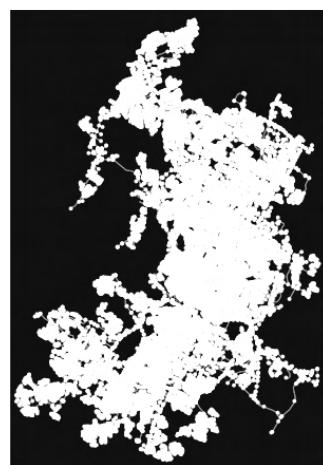
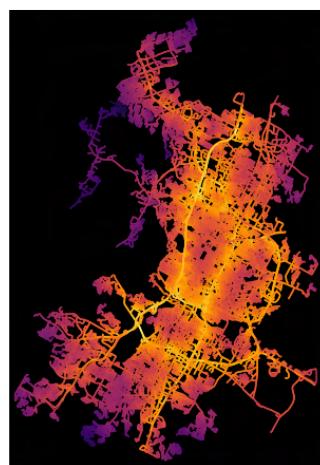
737 This appendix contains two figures for each road network for the 51 large US metro areas. The first
738 figure shows the road network with road segments colored according to their edge betweenness cen-
739 trality; brighter colored road segments are relatively more critical for efficiently traversing a road
740 network. The second figure shows the road network with vertices used to denote the intersections.

741 Atlanta, GA



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743 Austin, TX



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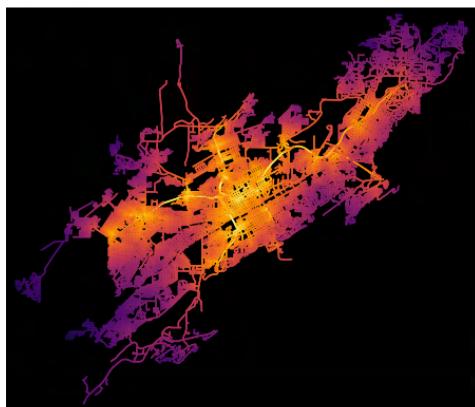
Baltimore, MD



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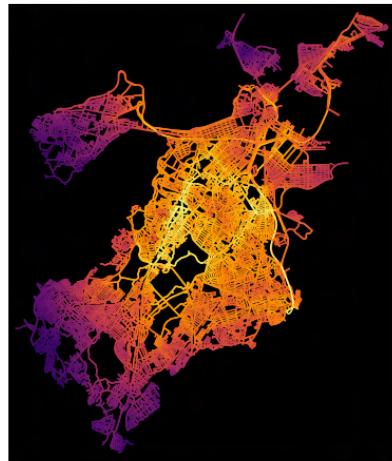
Birmingham, AL



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Boston, MA



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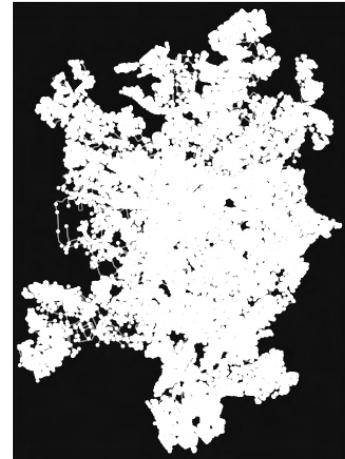
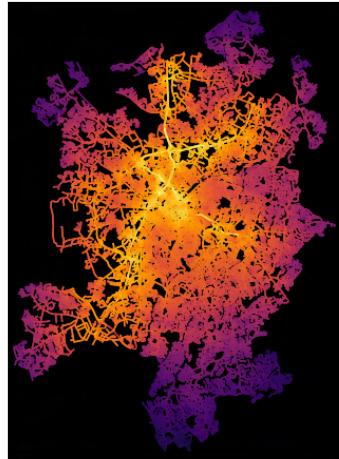
Buffalo, NY



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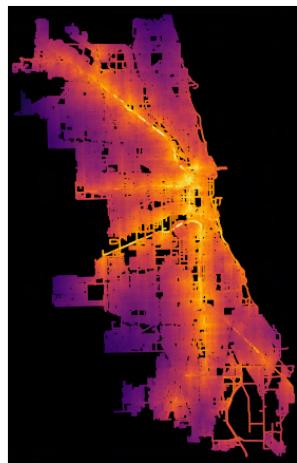
Charlotte, NC



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Chicago, IL



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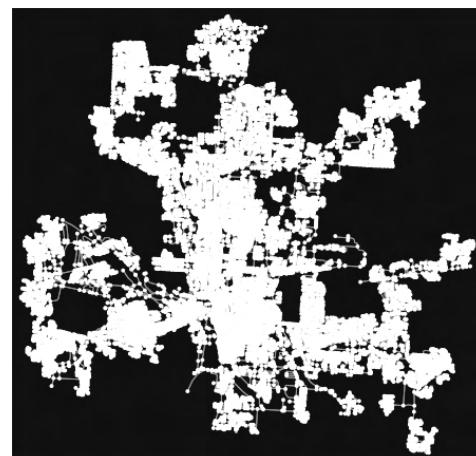
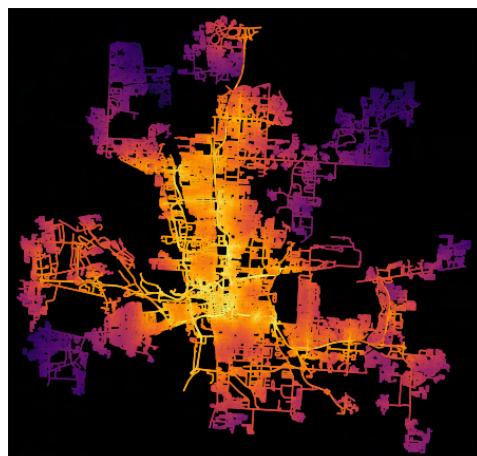
Cincinnati, OH



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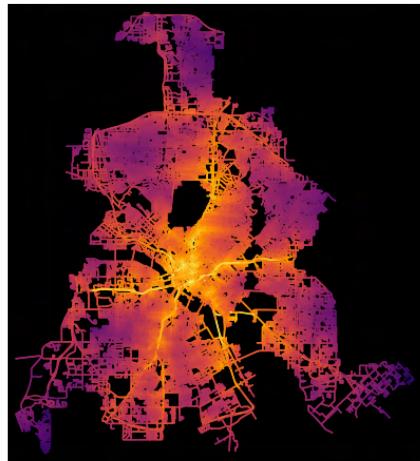
Columbus, OH



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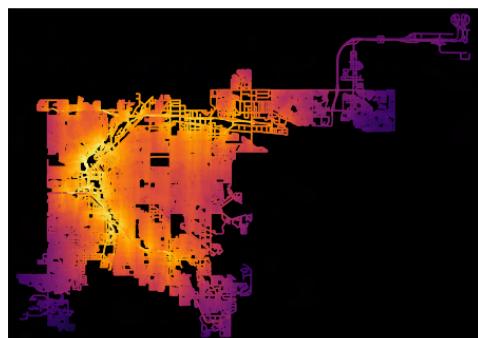
Dallas, TX



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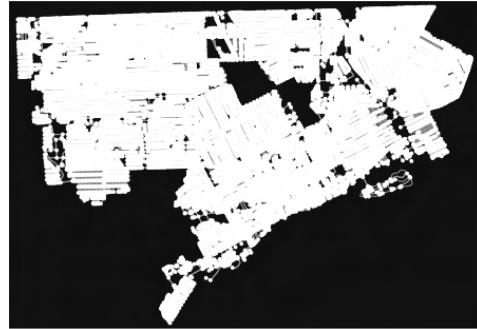
Denver, CO



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Detroit, MI



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Grand Rapids, MI



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Hartford, CT



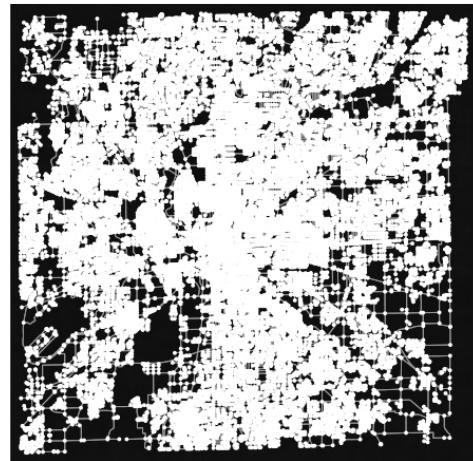
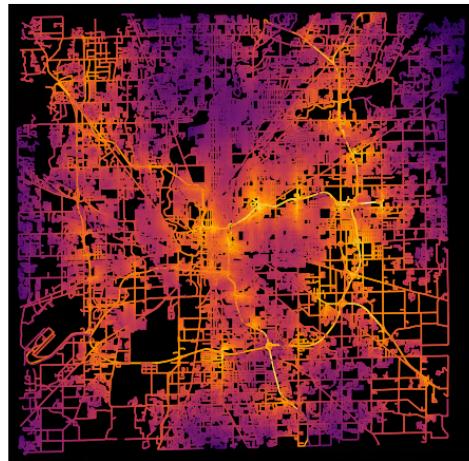
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Houston, TX

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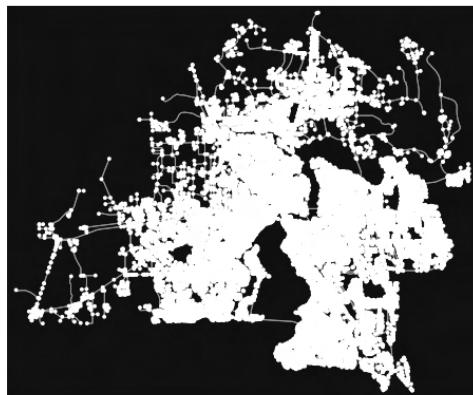
Indianapolis, IN



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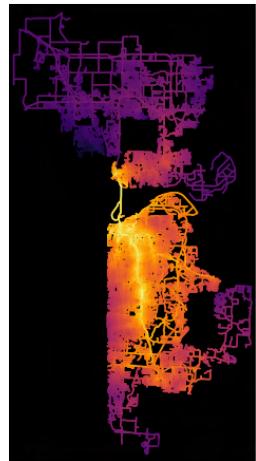
Jacksonville, FL



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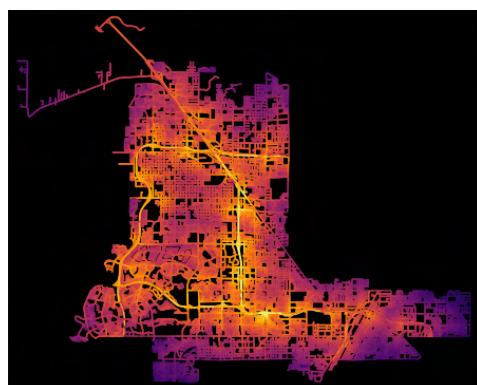
Kansas City, MO



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Las Vegas, NV



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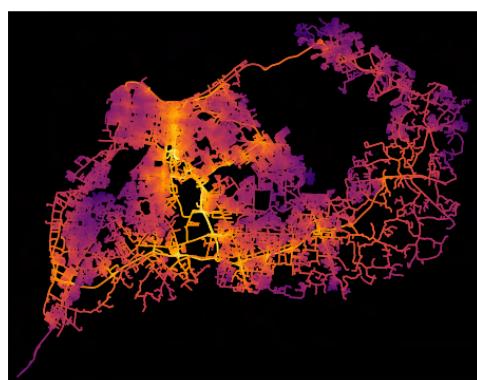
Los Angeles, CA



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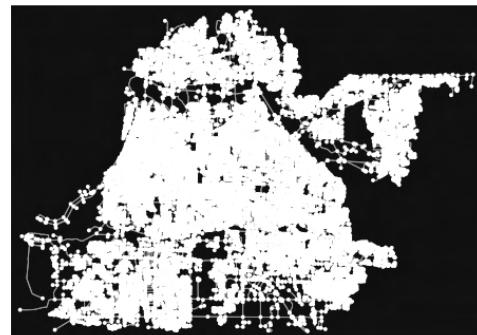
Louisville, KY



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Memphis, TN



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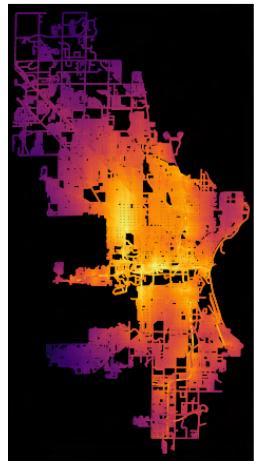
Miami, FL



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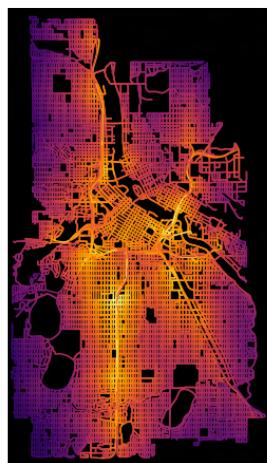
Milwaukee, WI



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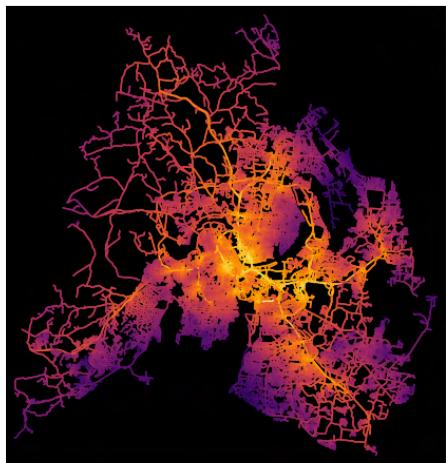
Minneapolis, MI



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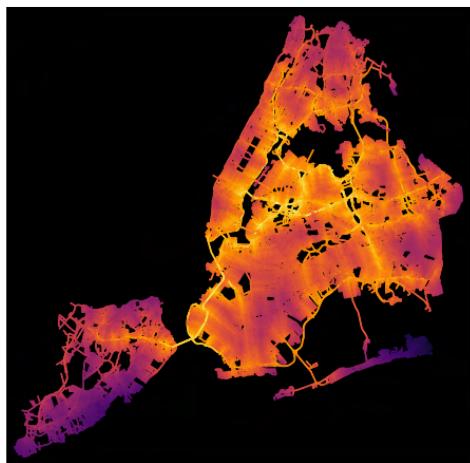
Nashville, TN



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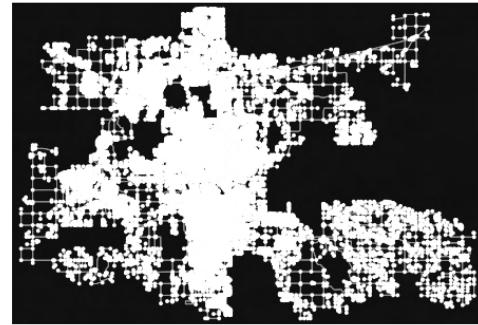
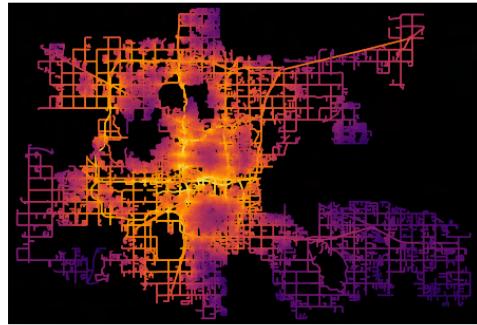
New York, NY



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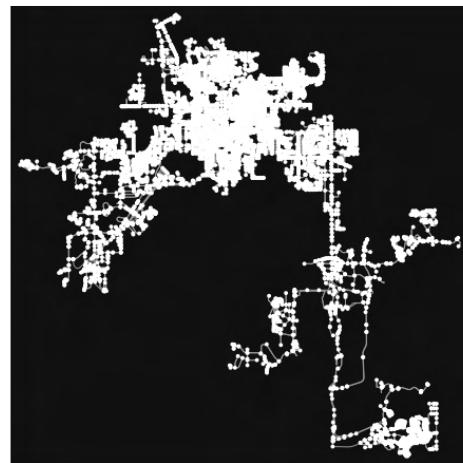
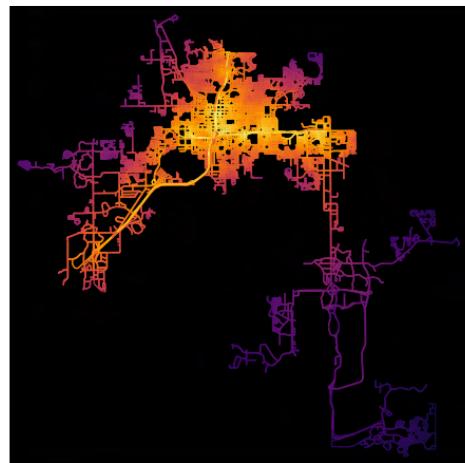
Oklahoma City, OK



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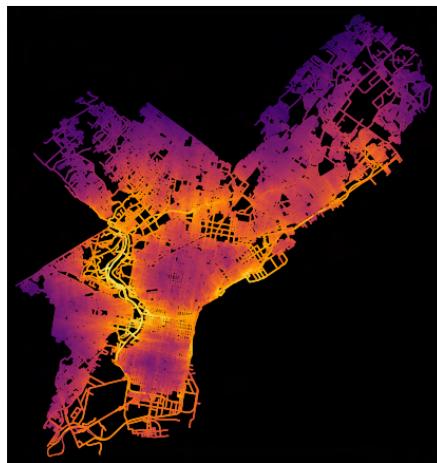
Orlando, FL



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Philadelphia, PA



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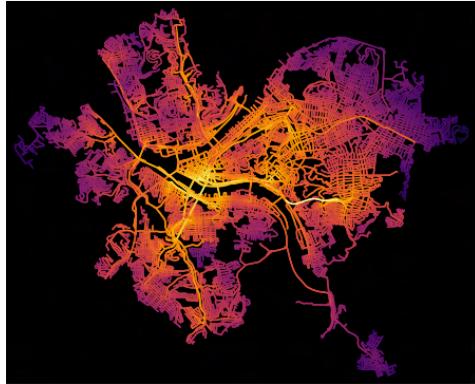
Phoenix, AZ



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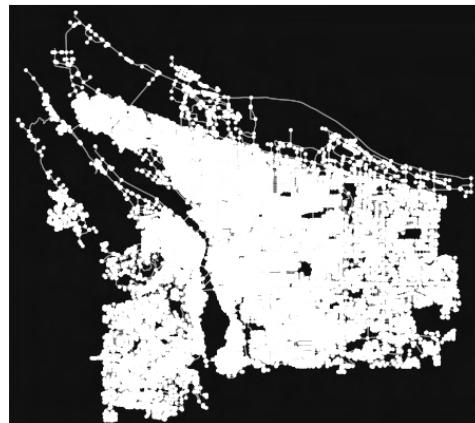
Pittsburgh, PA



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Portland, OR



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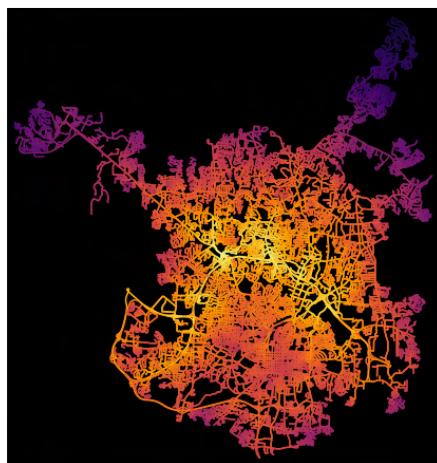
Providence, RI



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Raleigh, NC



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Richmond, VA



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Riverside, CA



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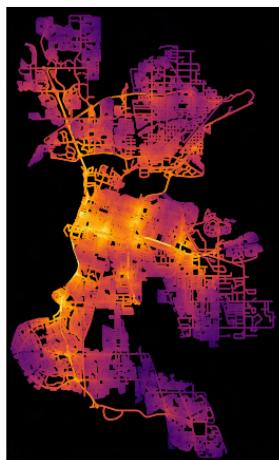
Rochester, NY



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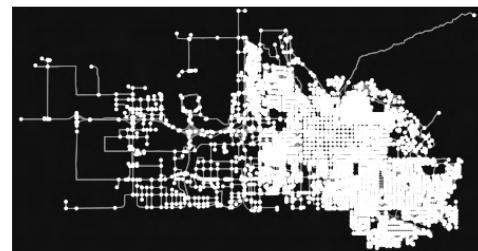
Sacramento, CA



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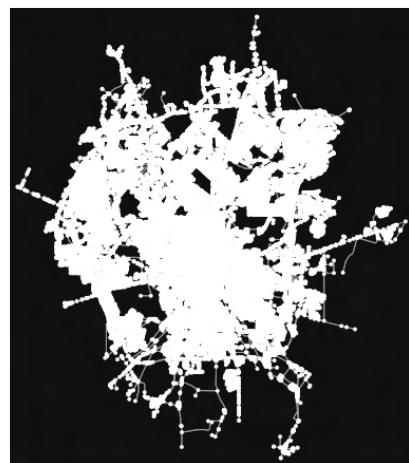
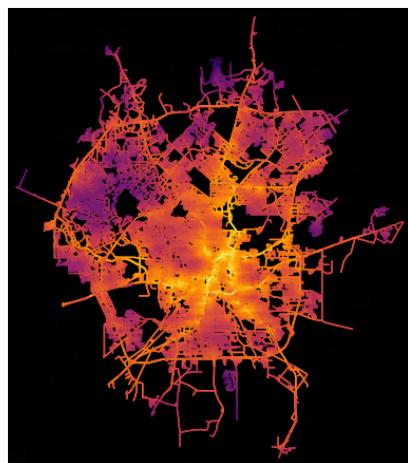
Salt Lake City, UT



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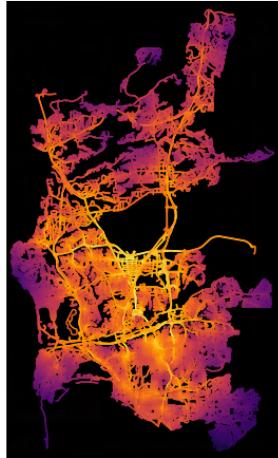
San Antonio, TX



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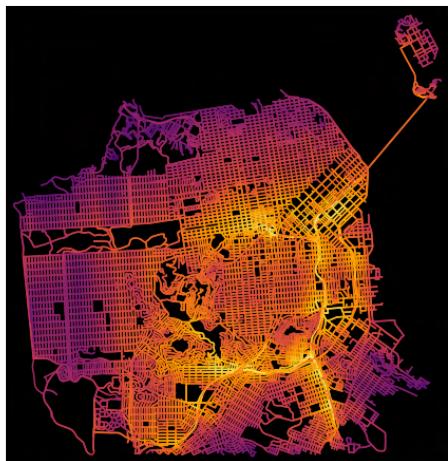
San Diego, CA



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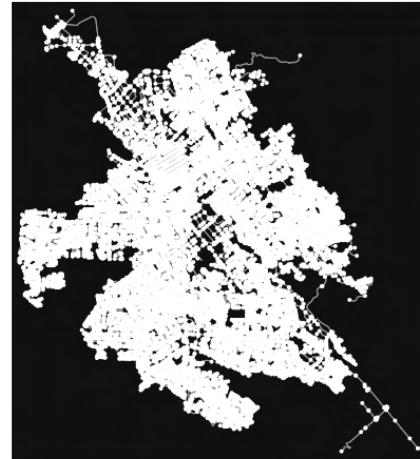
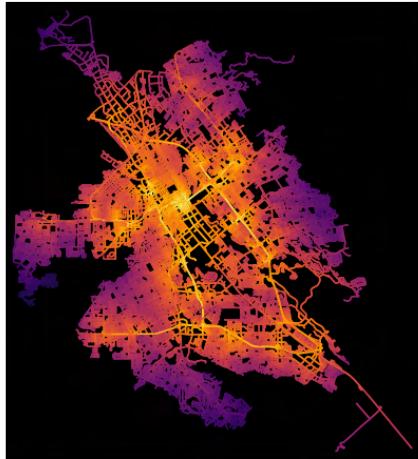
San Francisco, CA



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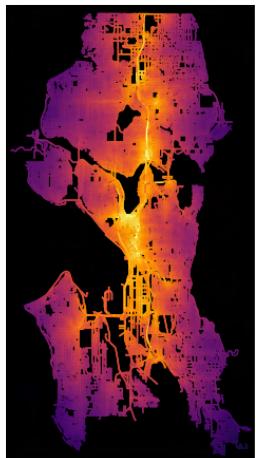
San Jose, CA



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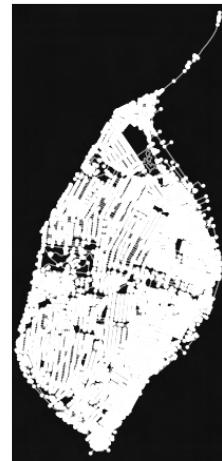
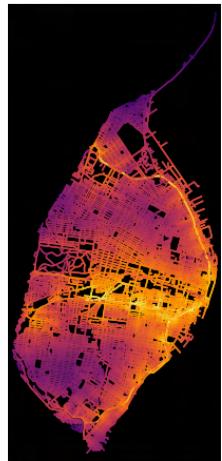
Seattle, WA



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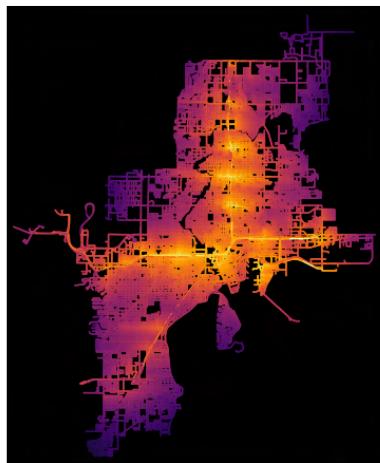
St. Louis, MO



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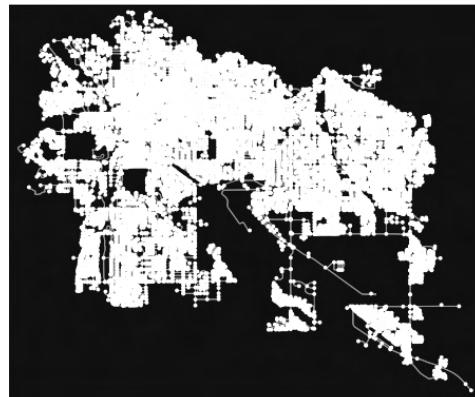
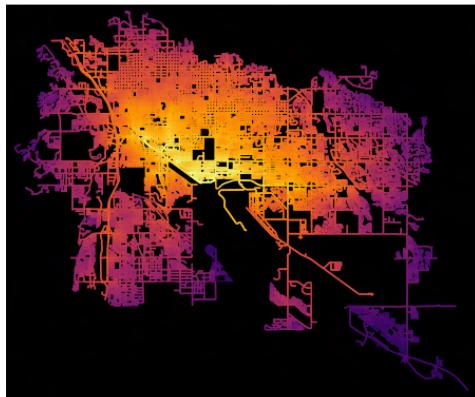
Tampa, FL



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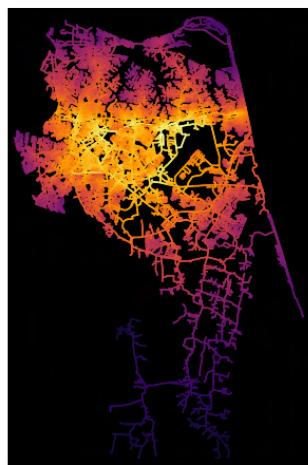
Tucson, AX



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Virginia Beach, VA



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Washington, DC



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