**Price of anarchy for reliability-based traffic assignment and network design**

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**Abstract**

This paper proposes reliability-based system-optimal traffic assignment under supply uncertainty based on the concept of the total system travel time budget, and defines the price of anarchy for the corresponding user equilibrium traffic assignment. An analytical formula for a set of the upper bounds of the price of anarchy for the equilibrium assignment to the networks with polynomial link travel time functions is derived. These bounds are proven to be independent of the network topology and demands. The formula for the minimum upper bound is also derived and can be reduced to the upper bound formula for traditional user equilibrium assignment as a special case. The price of anarchy for the traditional (reliability-based) user equilibrium network design problem with polynomial link travel time functions is also proven to be bounded by the upper bound of that for traditional (reliability-based) user equilibrium traffic assignment with the same set of polynomial link travel time functions.

**Keywords:** reliability-based traffic assignment; network design problem; price of anarchy

## Introduction

In a transportation network, road users always selfishly choose their own shortest paths to their individual destinations. This is captured by user equilibrium (UE) traffic assignment, in which every road user traveling from the same origin to the same destination bears an exactly identical travel time. In contrast to UE traffic assignment, system-optimal (SO) traffic assignment aims to minimize the total system travel time (TSTT).

Many studies have quantified the worst-case ratio of TSTT at UE to that at SO, which was first termed the “price of anarchy” (PoA) by Koutsoupias and Papadimitriou (1999). Roughgarden and Tardos (2002) mainly studied the PoA for traditional UE traffic assignment with fixed demand, in which the link travel time function is separable and link capacity constraints are not considered. Since then, four major lines of research have arisen:

* arc capacity constraints;
* demand and link travel time/cost functions;
* other equilibrium principles and multiple user classes; and
* road pricing considerations.

Correa et al. (2004) provided one example of a study belonging to the first line of research. They extended the study of Roughgarden and Tardos (2002) and examined the PoA in traditional UE traffic assignment with capacity constraints. The first line of research has received little attention because the results do not differ significantly from those found by Roughgarden and Tardos (2002).

The second line of research focuses on relaxing the assumption related to the time/cost functions used and considers elastic instead of fixed demand. For instance, Chau and Sim (2003) extended the study of Roughgarden and Tardos (2002) to consider the case in which link travel cost functions are non-separable but symmetric (a case that can include separable functions), and the demand of each origin-destination (O-D) pair is elastic. Perakis (2004) further considered the case in which the cost functions are both asymmetric and non-separable but the demand is fixed. Han et al. (2008a) extended their studies by considering elastic demand.

Apart from the investigation of the PoA for traditional UE traffic assignment, the third line of research considers other traffic assignment problems and more user classes. For example, Guo et al. (2010) proposed a PoA for stochastic UE traffic assignment, and Han and Yang (2008) studied the PoA for the multi-class, multi-criterion traffic equilibrium problem. In both of these studies, the travel time of a road user was usually assumed to be deterministic, which might not have reflected the actual travel time of the road user given the neglect of supply or demand stochasticity. Travelers may be risk averse and select a safer route to arrive at their individual destinations on time. It is important to extend the PoA analysis to reliability-based UE (RUE) traffic assignment to explore this issue. In addition, most RUE traffic assignment studies (e.g., Liu et al., 2009; Chen and Zhou, 2010; Sumalee and Xu, 2010) have made assumptions related to the functional form of the distribution of link travel time or capacity, such as normal distribution and log-normal distribution. However, in practice, it is not only resource consuming and expensive to obtain the data necessary to form a probability distribution function for link travel time, but it is also difficult to verify its validity in some cases because the data (such as data related to earthquake or hazardous material incidents) collected during a short period may be insufficient. This raises the need to relax these assumptions to examine the PoA for RUE traffic assignment.

The fourth line of research related to the PoA focuses on situations involving tolls (e.g., Xiao et al., 2007; Han and Yang, 2008; Han et al., 2008b). Various PoA definitions have been proposed. However, the PoA should have potential applications to many other transportation engineering problems, such as the road network design problem (NDP) (e.g., Abdulaal and Leblanc, 1979; Boyce, 1984; Yang and Bell, 1998; Meng et al., 2001; Meng and Yang, 2002; Ng and Waller, 2009b), because the road tolling or pricing problem can be considered a special case of the road NDP. In a road NDP, the optimal link expansion must be considered, which makes it difficult to derive the upper bound of the PoA for the NDP directly from the theoretical result of the PoA with a pricing consideration. Establishing an analytical formula for the upper bound of the PoA remains a big challenge. Furthermore, because reliability-based road network design has received much attention from many scholars (e.g., Sumalee et al., 2006, 2009; Ng and Waller, 2009a), it is worthwhile to examine the applications of the PoA to the reliability-based NDP.

*Distribution-free* reliability-based system-optimal (RSO) and RUE traffic assignment problems, analogous to SO and UE traffic assignment, are proposed and examined in this paper to define a PoA for the RUE assignment problem, where “distribution-free” means that the results are independent of the functional form of the probability distribution. In the RSO traffic assignment problem, users are assumed to minimize the total system travel time budget (TSTTB) (i.e., the sum of the mean TSTT plus a safety margin). In the RUE traffic assignment problem, users are assumed to select the route with the lowest users’ travel time budget (TTB) involved. Both problems are assumed to have fixed demand but travel time is uncertain due to supply uncertainty. Unlike the study by Liu et al. (2009), this study considers the risk-averse behavior of travelers and the system manager. Unlike Ordoñez and Stier-Moses (2010), who focused on analyzing different formulations for reliability-based traffic assignment, this study derives an analytical form of the (minimum) upper bound of the PoA for the RUE traffic assignment problem that involves polynomial link travel time functions and examines the properties of the minimum upper bound. The loss of tightness of the bound is also discussed.

To mathematically analyze the PoA for NDPs, a PoA is defined in this paper for the traditional user equilibrium network design problem (UE-NDP), i.e., the continuous NDP that considers link expansion under budgetary and capacity constraints, with link additions included as a special case. The analysis is further extended to distribution-free reliability-based NDPs where the objective is to minimize the TSTTB. The two versions, i.e., the reliability-based user equilibrium network design problem (RUE-NDP) and the reliability-based system-optimal network design problem (RSO-NDP) are also defined, which correspond to the traditional UE-NDP and system-optimal network design problem (SO-NDP), respectively. RUE assignment is used to depict users’ route choices in the RUE-NDP. A definition of the PoA is proposed for a RUE-NDP, and the relation between its upper bound and that for the RUE traffic assignment is examined.

This paper makes the following contributions.

* It proposes distribution-free RSO and RUE traffic assignment problems that consider risk aversion and supply uncertainty, and analyzes the properties of the related problems, along with the existence and uniqueness of related solutions.
* It introduces the concept of a TSTTB.
* It proposes a definition of the PoA for RUE traffic assignment and derives an upper bound of the PoA when the travel time functions are polynomial.
* It proves that the upper bound is independent of the demand pattern and network topology.
* It mathematically examines the properties of the minimum upper bound in terms of the problem parameters and proves that the minimum upper bound can be reduced to the bound given in the study by Roughgarden and Tardos (2002) as a special case.
* It proposes a definition of the PoA for the traditional UE-NDP and proves that it is bounded by the upper bound of the PoA for traditional UE traffic assignment with the same set of polynomial link travel time functions as the UE-NDP..
* It proposes distribution-free RSO- and RUE-NDPs using the concepts of TSTTB and TTB.
* It proposes a definition of the PoA for the RUE-NDP and proves that it is bounded by the upper bound of the PoA for RUE traffic assignment with the same set of polynomial link travel time functions as the RUE-NDP.

The remainder of the paper is organized as follows. Section 2 provides a brief review of the PoA for traditional traffic assignment. Section 3 examines reliability-based traffic assignment and derives its upper bound, including the upper bound of the PoA mentioned in Section 2 as a special case. Section 4 extends consideration of the PoA to the traditional NDP. It shows that the upper bound of the PoA in Section 2 is also an upper bound of the PoA for the traditional UE-NDP. Section 5 further extends the analysis of the PoA in Section 4 to reliability-based NDPs and proves that its upper bound is bounded by the bound derived in Section 3. Finally, Section 6 concludes the paper.

## 2. Review of the price of anarchy for traffic assignment without uncertainty

Consider a transportation network *G*(*N*, *A*) with multiple O-D pairs, where *N* denotes the set of nodes and *A* denotes the set of links in the network. The demands between the O-D pairs are fixed. The following notations (Table 1) are defined for ease of discussion.

**Table 1 Notations**

|  |  |
| --- | --- |
|  | Set of positive integers |
|  | Set of O-D pairs |
|  | Set of paths between O-D pair *rsRS* |
|  | Travel demand between O-D pair *rsRS* |
|  | Flow on link *a**A* |
|  | Travel time function of link *a**A* |
|  | Free-flow travel time for link *a**A* |
|  | (Initial) capacity of link *a**A* |
|  | Indicator variable that equals 1 if link *a**A* is on path *pPrs* between O-D pair *rsRS*, and 0 otherwise |
|  | Travel time on path *pPrs* between O-D pair *rsRS* |
|  | TTB on path *pPrs* between O-D pair *rsRS* |
|  | Flow on path *pPrs* between O-D pair *rsRS* |
|  | Minimum travel time between O-D pair *rsRS* |
|  | Minimum TTB between O-D pair *rsRS* |
|  | Standard deviation of |
|  | PoA for traditional UE traffic assignment |
| **f** | Path flow vector, |
| **v** | Link flow vector, |
|  | UE link flow vector |
|  | SO link flow vector |
|  | Demand vector |
|  | Vector of polynomial link travel time functions |
|  | Set of feasible path flow vectors |
|  | Set of feasible link flow vectors |

According to the preceding setting, two traditional traffic assignment problems have been proposed in the literature: SO and UE. The SO traffic assignment problem assigns traffic based on the second principle of Wardrop (1952), which states that the average journey time is minimal. This problem determines a link flow pattern to minimize the TSTT and can be mathematically expressed as

,

where  denotes the TSTT at the link flow solution **v**.

The UE problem assigns traffic according to Wardrop’s first principle, which implies that the travel times on used routes are not greater than the travel times on unused routes between the same O-D pair. The UE conditions for route flows can be written as follows:



where . The UE problem can be formulated into the following variational inequality: to determine  such that



The TSTT at UE is generally higher than that at SO. To measure the relative increase in the TSTT at UE to that at SO, the PoA of an instance is introduced and defined as

.

If  is the set of all instances with polynomial travel time functions, then the PoA of *I* defined as . Roughgarden (2003) proved that when the link travel time functions are polynomial with the highest degree  , the following is true: , where

.

However, Roughgarden’s study was based on the assumption of no uncertainty in the network, which is not the case in reality.

## 3. Price of anarchy for reliability-based traffic assignment

## 3.1. Supply and travel time uncertainty

Network supply uncertainty refers to the variations in link capacities or free-flow travel times caused by disruptions to the network such as accidents, road maintenance, weather, and traffic management and control (Lo et al., 2006; Chen and Zhou, 2010). The classical approach to capturing supply uncertainty in a network model is to assume that each link capacity or free-flow travel time follows a certain distribution and that the link travel time distribution can be derived. Because a link capacity or free-flow travel time variation leads to a variation in the link travel time, an alternative approach is to focus directly on modeling travel time variations due to supply uncertainty (e.g., Ng and Waller, 2009; Chen and Zhou, 2010).

Denote the random variable  as the *actual* travel time on link . It is defined as follows:



where  is a deterministic travel time on link *predicted by a link performance function*, and  is the random error between the *actual* and predicted link travel times. The expectation of the error term is null, i.e.,  (e.g., Ng and Waller, 2009a), implying that  Therandom error **  captures the effect of supply uncertainty on the travel time on link *a*. The error may correlate to errors on other links, but it is independent of the predicted travel times of any of the other links*.* To avoid loss of generality, no specific functional form of the distribution of  is assumed. For a network without supply uncertainty,  is simply zero.

To facilitate the examination, the following assumptions are introduced.

**A1.** The standard deviation of the error term, , is finite. Thus,  is also finite and equals . The random errors of two links  and ,  (and also the two travel times) may be correlated. Their correlation is expressed as  and equals .

**A2.** The predicted link travel time function  takes the following polynomial form:

,

where  denotes the coefficient associated with , and  is the degree of the polynomial function. Denote , which is assumed to be positive. Then, the function can be expressed as

.

**Remark 1**: The polynomial function includes BPR-type functions as a special case, with the form , where the constant term  is the minimum free-flow travel time on link *a* under supply uncertainty and free-flow travel time when there is no uncertainty.  and . The constant  is the (maximum) capacity and  is a coefficient associated with the link flow in the BPR function.

**Remark 2**: The coefficient  is larger than zero because it represents free flow travel time. The highest degree  is assumed to be positive because the situation of at least one link having flow-dependent travel time is considered. If *n* is allowed to be zero, the PoA must be one, which is not our interest.

**Remark 3**: Yang et al. (2008) examined the PoA of selfish routing with atomic Cournot-Nash players, each controlling a strictly positive splittable amount of flow. They used the link travel time function with the form , a special case of .

**Remark 4**: The travel time function is positive, continuous, separable, differentiable, monotone, and convex. If the degree of the function is larger than one, it is strictly convex.

Under assumption A1,  and  are both bounded, as stated in Propositions 1 and 2.

**Proposition 1.** For an individual link  in the network, there exists at least one non-negative multiplier  (i.e., ) such that



**Proof.** Set , which is finite because  is finite according to A1. Then,   must not be less than  because the mean travel time  must not be less than the free-flow travel time  based on assumption A2. This completes the proof. ■

**Proposition 2.** The travel time covariance between any two links  and  is bounded by ,:



**Proof.** According to the *Cauchy-Schwarz Inequality,* the following can be obtained:

.

According to Proposition 1,  and . Hence, the right side of is not greater than a non-negative number , which is also true when the absolute value sign is removed. This completes the proof. ■

**Example 1: Illustration for Propositions 1 and 2**

The example network has one O-D pair: (A, C). The demand level is 1. The travel time functions for the three links and their standard deviations are listed in Table 2. The travel time covariances are ; ; and .

|  |  |  |
| --- | --- | --- |
| **Table 2 Link performance functions and standard deviations** | | |
| Link |  |  |
| 1 | 1+5 | 0.07 |
| 2 | 6.07 | 0 |
| 3 | 0.1+0.1 | 0.005 |

A

B

C

1

2

3

**Figure 1 Example network**

Based on the above setting,  for each link can be set to . That is, , , and .

Furthermore, the covariances are bounded under any feasible flow patterns according to Proposition 2.

Clearly,  and  hold when . By definition, = 1 as this is the only link connected to C. Hence, . The minimum travel time on link 1 occurs when = 0. Under this worst case,  and . More flow on link 1 leads to a larger left side. Therefore, condition is satisfied for any feasible flow pattern.■

## 3.2. The mean and standard deviation of path and total system travel times

Denote the random variable  as the *actual* travel time on path ** between O-D pair **, whose expression is



Because the link flows are deterministic, the expectation and standard deviation of  can, respectively, be obtained by

 and



Let the random variable TSTTR be the *actual* TSTT, which can be expressed as



Because the link flows are deterministic, the expectation and standard deviation of TSTTR can, respectively, be written as

 and



## 3.3. Path travel time budget and reliability-based user equilibrium assignment

When faced with travel time uncertainties, travelers often depart early and reserve extra time for their trips to avoid late arrival. The concept of TTB was proposed to capture this behavior in traffic assignment (see Lo et al., 2006; Siu and Lo, 2008; Ordoñez and Stier-Moses, 2010).

A TTB is defined as the mean trip travel time plus the safety margin. The safety margin represents the extra time reserved by travelers. It is often defined as the standard deviation of the trip travel time multiplied by a parameter that represents their degree of risk aversion and relates to their probability of being late. For instance, if a traveler’s path travel time follows a normal distribution and the value of the parameter equals 1.65, then the probability of the traveler arriving at his/her destination on time is 95%. However, if the value equals zero instead, then the probability is only 50%. This concept can be used in traffic assignment that considers supply uncertainty (e.g., Lo et al., 2006) or demand uncertainty (e.g., Shao et al., 2006; Lam et al., 2008).

Regardless of the functional form of the distribution of uncertainty, the larger is the TTB compared with the mean travel time, the larger is the safety margin, the more extra time is reserved by travelers to avoid being late, and the more risk averse are the travelers.

The concept and behavioral principle used by Lo et al. (2006) for traffic assignment is adopted in this study. The path TTB  is formulated as follows:



where  is a non-negative parameter called the *traveler’s risk aversion factor*. It measures the extent to which a traveler is risk averse and how he/she makes tradeoffs between the mean and standard deviation of trip travel time. A large value implies that the traveler places more weight on the effect of uncertainty, as reflected by the standard deviation. The  value should be calibrated from transportation survey data (see Lo et al., 2006; Szeto et al., 2011) and depends on the purpose of the trip, as demonstrated by Lo et al. (2006) using their survey data. In this paper, it is assumed that travelers are homogeneous, and as such, the  values for all users are identical. However, unlike other studies, this paper does not require any assumption related to the functional form of link travel time distribution.

Similar to Lo et al. (2006), this paper *postulates that travelers acquire the expectations and variabilities of path travel times based on their past experiences and factor these variabilities into their route choice considerations* in the form of a TTB. Moreover, all travelers want to minimize their TTBs. An equilibrium is reached only if the TTBs of all used routes are not higher than those of unused routes. This equilibrium is referred to as RUE, and the flow pattern at RUE satisfies the following:



The constraints of RUE assignment are the same as those of traditional UE assignment except that the (minimum) path travel time is replaced by a (minimum) path TTB. Note that the travel time budget is expressed in terms of means, standard deviations and covariances of link travel times for the purpose of the deviation of upper bounds of the PoA later. The information of the covariances of link travel times are not needed in route choice decision when the mean and standard deviation of path travel times are known.

**Example 2: Reliability-based user equilibrium example**

The network setting in Example 1 is used here. In Figure 1, the upper and lower paths between O-D pair (A, C) are referred to as paths 1 and 2, respectively. Assume  equals 1.

Based on , , and , the two path TTBs in terms of link flows are:

, and

.

According to the flow conservation and the relation between link and path flows,  and . Hence,  and .

The flow pattern and the minimum TTB at RUE are discussed below.

When all users choose path 1 (i.e.,  and ),  = 6.275  and the RUE condition is satisfied. Hence, this flow pattern is at RUE and the minimum TTB is 6.275.■

To solve for a route flow solution that satisfies condition for general cases using existing projection methods (e.g., Han and Lo, 2002) and to analyze the existence and uniqueness of solutions, the following variational inequality (VI) problem is proposed.

**Proposition 3.** The RUE assignment problem can be expressed as the following VI problem: to determine **** such that



where  is the TTB at RUE.

**Proof.** This proof follows that provided in a study by Smith (1979) by replacing the path travel time with a path TTB. ■

The solution set of VI is convex because the intersection of the nonnegative orthant and linear constraint is a convex set. The solution set is bounded because the route flows cannot be larger than the corresponding demand. The set is also closed because it includes the feasible solutions on the boundary. Hence, the set is compact. Because the link travel time functions are continuous with respect to path flows, the mapping function  is also continuous with respect to path flows. Based on Theorem 1.4 provided in a study by Nagurney (1993), there exists an optimal path flow solution to VI .

In terms of solution uniqueness, it is well known that even the traditional UE assignment problem may have multiple path flow solutions. Hence, it is expected that an optimal solution to VI may not be unique unless the mapping function is strictly monotone[[1]](#footnote-1) with respect to path flows.

If is strictly monotone with respect to , then both the optimal link flow solution and  are unique (see Appendix A). If  is only monotone with respect to , then  is unique (see also Appendix A).

Similar to robust optimization-based traffic assignment (e.g., Sun et al., 2014), reliability-based traffic assignment is distribution free in the sense that knowledge of the distribution of each link travel time is not required. Instead, only partial information related to the distribution is required for the RUE assignment problem: the mean, standard deviation, and covariance of the random variables, i.e., the link travel times. This requirement contrasts with that of robust optimization-based traffic assignment, which requires the modeler to explicitly define an uncertainty set to be, for example, the box or ellipsoidal uncertainty set, for each random variable.

The VI problem is path based (i.e., using path flows as decision variables) and cannot be reformulated as link based (i.e., using link flows as decision variables) as in a classical UE assignment in general because

* there are correlations among link travel times, and
* even if there are no correlations among link travel times, path TTBs are not link separable.

These properties make derivation of the upper bound of the PoA for RUE assignment difficult, and we are unable to follow the derivation for the classical UE assignment directly. The two exceptions are that when there is no supply uncertainty (i.e., link travel time variances and covariances are null) or when  equals zero, the VI problem can be reduced to a classical UE assignment, which can be expressed as a link-based VI problem.

## 3.4. Total system travel time budget and reliability-based system optimum assignment

Without considering uncertainty in traffic assignment, the classical system performance measure is the TSTT. The TSTT under SO traffic assignment has the best system performance because the TSTT has been minimized. For a network with supply uncertainty, it is essential for the system manager to be risk averse to account for the TSTT variation and make an appropriate tradeoff between the mean performance and performance variation. The TSTT variation may be large such that the mean TSTT is much smaller than the actual TSTT and is unsuitable for reflecting the actual, very bad performance. To address this issue, the concept of the TSTTB is introduced and defined as:



where *R* is a non-negative parameter that represents the degree of the *system manager*’s risk aversion, and the TSTTB is the manager’s largest acceptable TSTT. Similar to the travelers’ risk aversionfactor, a larger *R* value means that the system manager is more risk averse, the safety margin is larger, and the probability of the actual TSTT being greater than the TSTTB is smaller. In the special case where *R* = 1, the performance measure TSTTB is simply the sum of the mean and standard deviation of the TSTT (e.g., Ng and Waller, 2009a), and the safety margin exactly equals the standard deviation. When *R* = 0, the manager ignores the variation of the TSTT, and only the mean TSTT is used as a system performance measure. This concept is different from the current TTB concept in the sense that whereas the TSTTB is a system measure considered by system managers, the path TTB is a route measure considered by travelers.

The definition of the TSTTBis consistent with the definition of the total TTB proposed by Chen et al. (2007). It is simply formulated using a different approach. Chen et al. (2007) defined the total TTB using the chance constraint approach without explicitly using the mean and variance of the TSTT, both of which are used to define the TSTTB in this paper. The formulation approach taken in this paper has the following advantages. First, the concept of the TSTTB is easy to understand as its mathematical structure is similar to that of the TTB. Second, this paper lends new insights into the TSTTB, including an interpretation of the *R* value, the concept of the system manager’s safety margin, and the concept of the largest acceptable TSTT.

Analogous to SO assignment, the TSTTB is used to define RSO assignment. It can be mathematically expressed as the following minimization program:



where  is the TSTTB at RSO. Unlike Uchida and Iida (1993), the objective function further captures the standard deviation of the TSTTto model the risk aversion of system managers. This program can be solved by existing optimization software packages.

**Example 3: Reliability-based system-optimal example**

The network setting in Examples 1 and 2 are used here. Assume *R* equals 2.

By flow conservation, we have . This together with , , , , and lead to:





An RSO flow pattern and the minimum TSTTB are given in the following.

Because  is strictly convex, the minimum flow on link 1 can be obtained by setting the derivative to zero, resulting in , , and the minimum TSTTB of 5.037. ■

Clearly, the solution set of problem is non-empty. Moreover, the set is bounded by linear constraints. It is also closed because it includes the feasible solutions on the boundary. Therefore, it is compact. Based on A2, all the terms in the TSTTB and hence the objective function of problem are continuous with respect to link flows. According to Weierstrass’ Theorem, there exists a solution to the optimization problem .

The solution set of problem is convex because the set is formed by linear constraints. If the objective function of problem is also strictly convex over , then problem is a convex programming problem with a unique global minimum.

## 3.5. Properties of reliability-based traffic assignment

This section states three properties of flow patterns, which will be used to derive the upper bound of the PoA for RUE.

**Lemma 1**. Given a feasible link flow pattern , the corresponding  is bounded by



**Proof.** Based on Propositions 1 and 2,

.

Because the condition  holds for any given, applying this condition to the square root term in inequality gives

.

Substituting into gives the second inequality of . The lower bound of  can easily be obtained by setting . This completes the proof. ■

**Remark:** There are no square root terms in the lower and upper bounds of the TSTTB, which is favorable because they become linkwise additive functions. This property simplifies the derivation of the upper bound of the PoA in Section 3.7.

**Lemma 2**. Given ,  is bounded by



**Proof.** The proof is similar to that for Lemma 1 except that is used in the derivation instead of .■

Remark: Lemma 2 gives the upper and lower bounds for the path TTB and is used to prove Lemma 3.

Let  and  be an optimal flow on link  obtained by RSO and RUE assignments, respectively; ****; and ****. Using these notations, Lemma 3 can be stated as follows.

**Lemma 3**.In reliability-based traffic assignment, given  and , the following condition always holds:



**Proof.** Denote  and  as the upper and lower bounds of  in Lemma 2, i.e.,  and . Then,

, and

.

For a feasible flow pattern **** , the path flows are non-negative. Hence, can be modified to obtain



By subtracting from both sides of ,



The right side of is non-negative according to . Hence, the left side of is non-negative, which implies that



Based on inequality and , it can be similarly deduced that



Based on inequalities and ,



By definition,  and  are linkwise additive. Hence, the left and right sides of can both be expressed in terms of link flows. The left side can be expressed as



The square-bracket term in the last equality condition of equals the feasible flow on link *a*, **, associated with . Hence,



It can similarly be deduced that



Based on and , the path-based inequality can be expressed as a link-based inequality:



Because ** is any feasible link flow, it can be replaced by  to obtain after rearranging the resulting expression. This completes the proof. ■

## 3.6. Price of anarchy for reliability-based user equilibrium

Similar to the PoA for UE, a PoA is proposed below to measure the relative increase in the TSTTB at RUE to that at RSO.

**Definition 1.** For RUE, the PoA of an instance , denoted as , is defined as

.

**Remark 1**: To simplify the notation,  is omitted in the following analysis. By definition,  because  is obtained by selecting link flows to minimize the TSTTB. Hence, .

**Remark 2**: If  is the set of all instances with polynomial travel time functions, then PoA of  is .

**Example 4: PoA for reliability-based user equilibrium**

Using the information in Examples 1-3, we can determine the PoA.

In Example 2, at RUE, . Substituting it to the expression for  and , = 6.200 and = 0.075. Hence, TSTTB == 6.350. In Example 3, the TSTTB at RSO is 5.037. Thus, .■

The non-uniqueness of RSO and RUE solutions does not affect the PoA because all multiple RSO solutions of the same instance give the same TSTTB and all multiple RUE solutions of the same instance give the same TSTTB.

## 3.7. Derivation of the upper bound of the price of anarchy

The numerator and denominator in the PoA (see ) are both not link-separable. The PoA is enlarged so that both they become link-separable and some of the techniques used to derive the upper bound of the PoA of UE can be applied to that for RUE.

Define



where



,

,

and  is a small positive number less than one. The above conditions lead to

.

**Remark**: Both  and  are non-empty sets with a common lower bound of zero. Thus,  is non-empty.

**Lemma 4.** Given a non-negative link flow  (e.g., an RUE link flow), , for any feasible flow on that link, i.e., , the following is always true:



where  is a power to ;  is a positive coefficient associated with , , and  is defined as

.

**Proof.** See Appendix B.

**Remark 1**: Lemma 4 can also be evoked by any non-negative numbers  and .

**Remark 2**: The power  cannot be zero because  is not defined at . However,  is still considered in the derivation of the PoA. See the proof of Lemma 6 in Appendix D.

**Remark 3**: Lemma 4 still holds if  is positive.

**Lemma 5**. The factor  is *strictly decreasing* in terms of  and *positive*, where .

**Proof.** See Appendix C.

**Lemma 6.** For an individual link , given an RSO link flow , its link travel time , an RUE link flow , and its link travel time , the following is always true:



in which  is the largest degree in all of the polynomial link performance functions, and .

**Proof.** See Appendix D.

**Proposition 4.** For an individual link , given an RSO link flow , its link travel time , an RUE link flow , and its link travel time , the following is true:

,

where  and .

**Proof.**

Since , according to *Lemma 5*,  is positive. Hence, both the left and right sides of in *Lemma 6* are non-negative. If , both sides of are positive. Dividing  by the left and right sides of respectively, we have



When , there are two cases. If , the denominator of the left side of equals zero. However, this case is exclusive from our consideration. Because the link is exclusive from the network if it is unused in all circumstances. If , the denominator is always larger than zero because  and



However, the left side of still equals zero (because the numerator is zero), which is obviously not greater than the right side of . This completes the proof. ■

**Proposition 5.** For reliability-based traffic assignment, define  as follows:

,

where . Then,

.

**Proof.** Substituting  and  into the equalities in *Lemma 1*, respectively, we obtain

 and



Both the left and right sides of and are positive due to A2. Therefore, both sides of can be divided by , to obtain



According to condition , the left side of is bounded by , leading to

.

Because  is non-negative (see *Lemma 3*) and  is positive, the denominator on the right side of has this property:

.

Furthermore, based on *Lemmas 5* and *6* and the non-negativity of link flow and travel time, we have



where the second inequality becomes strict when  holds and becomes equality when  holds. Because demand is positive by definition, not all RUE link flows () are zero. Hence, taking summation on both sides of over all links, we get

.

Dividing the numerator on the right side of by both the left and right sides of respectively, we have

.

Based on and , we obtain . This completes the proof. ■

**Proposition 6.** For reliability-based traffic assignment, the following is true:

,

where  and .

**Proof.**  Based on the proof of Proposition 4, if , the denominator of the left side of is positive. Because  for any given, , , , apply this condition to to obtain

.

The value of  is non-decreasing with an increase in the value of  because *R* is non-negative. Moreover, the value of  is decreasing with an increase in the value of  because the second term of  in must be negative and the power of 1+ in the second term, i.e., , must be larger than 1. Thus,

.

From conditions and , the same statement in Proposition 6 can be concluded. This completes the proof. ■

**Theorem 1.** The PoA of for reliability-based traffic assignment is bounded as follows:

,

where

,



, and

**** is a small positive number less than one.

**Proof.** It follows directly from Propositions 5 and 6 that are true for any given instance *I*. ■

**Remark 1:** The results in Theorem 1 implies that  is also bounded by the right side of .

**Remark 2:** Note that the right side of indeed defines a *set* of upper bounds of the PoA because  can take any values within . In practice, the minimum upper bound is the most preferable. Denote it as , which is attained at a particular value  as discussed below.

**Theorem 2.** Given the values of , , and , the minimum upper bound  occurs at

,

where

, and

.

Moreover,



**Proof.** The factor  only appears in the denominator of the upper bound of the PoA, i.e., , and the maximum denominator value gives . Hence, the proof can be reduced to determine a global maximum  of .

The first and second derivatives of  in terms of  are

 and

,

respectively. The second derivative is always negative because  is positive and the other inputs are non-negative. This implies that  is a strictly concave function of , and a global maximum can only occur at either

1. the stationary point , where the first derivative equals zero, or
2. a boundary of the feasible range of .

The first case occurs when the feasible range contains  because the boundaries are not binding at optimality. Otherwise, the second case occurs. Moreover,  is a strictly increasing function of  when  < .

Let  be . Consider two cases:  and .

First, when , the feasible range becomes  according to . There are two scenarios in this case, i.e.,  and . In the former,  exists within the feasible range of  and hence  = . In the latter,  is a strictly increasing function in the feasible range considered whose maximum is reached at the upper boundary . Therefore,  = . In summary, .

Second, when , the feasible range becomes  according to . The upper boundary  must be greater than  because for any positive integer of *n*,



This means that  must exist within the feasible range of . Thus, .

Summarizing two cases, , which is identical to .

Substituting - and to the right side of the inequality in Theorem 1, we can obtain  as shown in . This completes the proof. ■

**Example 5. Minimum upper bound of the PoA**

Using the results in Theorem 2, we candetermine  for the instance described in Examples 1-4.

According to the link performance functions in Table 2, . By the definition of , .

Based on and ,  and . Thus, . As a result,

 (see ).■

**Remark:** The PoA in Example 4 is 1.261, which is bounded by . It does not equal  because the PoA for the instance considered is not the worst case, and there is a loss in the tightness in deriving .

**Theorem 3.** The upper bounds of the PoA for reliability-based traffic assignment is independent of the network topology  and demand .

**Proof.** The right side of does not depend on . Thus, the statement follows.

## 3.8. Analyses of the minimum upper bound of the price of anarchy

To explain this loss of tightness of the minimum upper bound and analyze the effect of the risk averseness of users and system managers on the bound, this section first examines how the value of the bound is independently affected by its inputs: *R*, *n*, **, and . For the purpose of analysis,  is rewritten as follows:



in which

, and

.

**Proposition 8.** The minimum upper bound  is linearly increasing in terms of *R*.

**Proof.** According to , the denominator is independent of *R* in each of the two cases. Moreover, the optimal value of  is also independent of *R.* Therefore, when examining the relation between  and *R* in each case, the denominator can be treated as a constant, which is positive according to *Lemma 5* under . Moreover, in each case, the factor *R* is only involved in the numerator of . Its coefficient is positive, and the power is one. Thus,  is linearly increasing in terms of *R* when other parameter values are fixed. Furthermore, when they are fixed, only one of the two cases occurs. As such, the statement follows. This completes the proof. ■

**Proposition 9.** The minimum upper bound  is strictly increasing in terms of *n*.

**Proof.** The parameter *n* affects the value of, and both *n* and are only involved in the denominator of . Hence, the properties of the denominator can be made a focus. Two mutually exclusive cases are considered.

First, when  for , , and according to , the denominator is  shown in . The first derivative of  in terms of  is

.

Because  is smaller than 1, the first derivative is always negative. Thus,  must be a strictly decreasing function of .

Second, when  for , , and the denominator equals  shown in . Because  is smaller than 1, the function  must be a strictly decreasing function of .

In summary, the denominator must be a strictly decreasing function of , and hence  must be strictly increasing in terms of . This completes the proof. ■

**Remark**: The minimum upper bound is only an estimate to the PoA. It cannot be concluded whether the PoA (strictly) increases with the maximum degree. This is left for future research.

**Proposition 10.** The minimum upper bound  is strictly increasing in terms of *.*

**Proof.** The proof is similar to that for Proposition 9. When , , and the denominator equals , which is clearly a strictly decreasing function of . However, when , the denominator equals , which is also a decreasing function of . Hence, the statement follows. This completes the proof. ■

**Remark 1**: When , the second derivative of  in terms of  is . Because the second derivative must be positive,  is a convex function of  when . However, when , the second derivative is , which may not always be positive. Hence, it cannot be concluded that  is a convex function of  when .

**Remark 2**: According to Propositions 8 and 10, the minimum upper bound of the PoA increases either with an increasing level of risk aversion of the system manager or of the travelers. However, the effects of their risk aversions on the bound may be different because it may increase nonlinearly with  but increases linearly with *R*.

**Proposition 11.** The minimum upper bound  is strictly increasing in terms of *.*

**Proof.** The numerator in in both cases increases with . Following the proof for Proposition 10, it can be concluded that the denominator is strictly increasing in terms of . Hence, the statement follows. This completes the proof. ■

**Remark**: The convexity of  in terms of  can similarly not be concluded.

Similar to Yang et al. (2008),  includes the upper bound of Roughgarden (2005) as a special case as stated below:

**Corollary 1.** If either 1) = 0 or 2)  holds, then  is reduced to , the upper bound obtained by Roughgarden (2005).

**Proof.** If either sufficient condition 1) or 2) holds, , and . Substituting = 0 or  into the upper equation in , . This completes the proof. ■

When  = 0, there is no network uncertainty. When , both the users and system manager are risk neutral and do not consider safety margins. In both cases, TSTTB and RUE traffic assignment are reduced to TSTT and UE traffic assignment, respectively. Hence, it is reasonable that  is reduced to the upper bound of Roughgarden (2005) if either sufficient condition is satisfied.

**Example 6: The effects of *R*, **, and **

To illustrate the effects of *R*, **, and the standard deviation of link travel time on the minimum upper bound (or ****), Figures 2a, b, and c are plotted based on the settings in Examples 1-3 that except the standard deviation  is 0.01. In each of these figures, only one of the three values is varied, and the minimum upper bound and the corresponding lower bound of the PoA of , i.e., the PoA of the instance in interest, are also shown.

1. **the effect of standard deviation**

**(b) the effect of *λ* (c) the effect of *R***

**Figure 2 Lower bound and minimum upper bounds subject to the variation of σ(*T*1), *λ* and *R***

Because the free flow travel time of Link 1 equals one and link 1 determines the value of  in the current setting,  and  are numerically equal to each other. Hence, varying  is equivalent to varying . The minimum upper bound plotted in Figure 2(a) is strictly increasing in terms of (or ), and consistent with the result in Proposition 11. Moreover, it is convex in the range considered. Similarly, in Figure 2(b), the minimum upper bound is strictly increasing in terms of  and consistent with the result in Proposition 10. Furthermore, the curve seems to be straight. The curve in Figure 2(c) does accurately reflect the result in Proposition 8 that the upper bound is linearly increasing in terms of . The lower bound, on the other hand, is very close to each other, and is slowly decreasing in Figures 2a and b but is slowly increasing in Figure 2c. The gap between the lower bound and the corresponding minimum upper bound increases as the parameters get larger. Note that the figures only give the PoA of given instances (or the lower bounds), not the PoA of. Hence, the loss of tightness of the minimum upper bound cannot be concluded by having a large gap observed.■

The major reasons for the loss of tightness of  are summarized in the following:

1. The enlargements of safety margins in Lemmas 1 and 3: The safety margins of users and the system manager are enlarged by removing the square root operations. When  or  becomes larger, the enlargement is larger, and  is looser.
2. The choice of : When one of the values of  is set to be a very large value,  equals that value, but the flow patterns of RSO and RUE for any given instance remain unchanged and equation still holds. This means that the worst PoA is not affected by the choice, but  is larger according to Proposition 11. Hence, the loss of tightness can be because each chosen value of  is not smallest.
3. The way to express uncertainty in the upper bound: Because the smallest value of  of each link that satisfies differs from each other and only the largest one is used for deriving , the derived bound is not tighter than the bound containing the individual value of .

## 4. Price of anarchy for the traditional user equilibrium network design problem

The PoA has also been examined in tolling problems (e.g., Xiao et al., 2007; Han and Yang, 2008; Han et al., 2008b), a special case of NDPs according to the definition of Magnanti and Wong (1984). However, the PoA for traditional NDPs has not been studied. The optimal selection of link expansions in or link additions to an existing transportation network presents a traditional transportation NDP (e.g., Adbulaal and Leblanc, 1979; Yang and Bell, 1998). Both SO (e.g., Dantzig et al. 1979) and UE-NDPs (e.g., Abdulaal and Leblanc, 1979) have been addressed in the literature. Their main difference is that whereas the UE-NDP considers the selfish route choice behavior of travelers, the SO-NDP assumes that users are cooperative and choose paths to optimize the TSTT. In terms of model structure, compared with the SO-NDP, the UE-NDP includes UE constraints as extra constraints, which tightens the feasible solution set in general. Hence, the optimal TSTT obtained from the SO-NDP is always better than that obtained from the UE-NDP. To bound the proportion of TSTT increase due to the additional consideration of UE constraints in the NDP, a PoA for the UE-NDP is proposed in this section, one that is analogous to that found in UE traffic assignment.

Consider the link expansions in a traditional NDP. The capacity of a candidate link increases if the link is selected for improvement and remains unchanged if it is not selected. Note that this NDP can also consider link additions if the initial capacity of a candidate link is very close to zero. If the capacity of that link increases, then a link is effectively added to the network.

Recall that the capacity of a link *a*, i.e., , can be captured by some of the coefficients as stated in Remark 1 after . Denote the capacity increment or link capacity improvements as . The total capacity of a link *a* after design implementation becomes  and alters some of the coefficients in the polynomial link travel time function. Denote the polynomial link travel time function after design implementation as . The feasible set of link expansions is denoted as



in which  is the total road construction budget (and is nonnegative).  is the construction cost for link *a*, and  represents the maximum allowable expansion.

Based on the preceding notations, the SO-NDP can be formulated as follows:



The solution set of program is formed by linear constraints and hence is convex. It is also closed and non-empty. The objective function is continuous in terms of decision variables. Hence, a solution exists to the problem. Because the link travel time function and the solution set are convex in terms of link flows, the objective function is strictly convex in terms of link flows. If the function is also strictly convex in terms of link capacity improvements, then the solution is unique and also the corresponding TSTT. If not, the TSTT at all global minima must still be the same by definition.

The UE-NDP can be written as follows:



subject to .

Following the discussion of the SO-NDP, it is clear that a solution exists to the problem. It is well known that the UE-NDP can be formulated into a bi-level non-convex minimization program (Yang and Bell, 1998) that may not have a unique solution.

Denote an optimal solution to the SO-NDP as a vector (**,**), in which  is an optimal link expansion vector and **** is an optimal link flow vector and a function of ****. The optimal TSTT to the SO-NDP can be represented as . Moreover, denote  and  as an optimal solution to the UE-NDP and the corresponding TSTT, respectively. The PoA  for a traditional UE-NDP can be defined as follows.

**Definition 2.** For UE-NDP, the PoA of an instance  is defined as

.

This PoA indicates how well the resources (e.g., the budget) have been allocated to improve system performance (i.e., the TSTT). An upper bound of  is presented in the following theorem. Denote  as the set of all instances of the UE-NDP with polynomial travel time functions. Then, the PoA of  is .

**Theorem 3.** The PoA of an instance  for a traditional UE-NDP is bounded by

,

in which  is the upper bound of the PoA derived by Roughgarden (2005) for a traditional UE traffic assignment problem with polynomial travel time functions .

**Proof.** Consider a network with the link capacity expansion set according to .  and  are the respective SO and UE link flow vectors obtained under this link expansion strategy. The theorem introduced by Roughgarden (2005) (see ) can be used to obtain

.

Moreover,  is a feasible solution to the UE-NDP. Thus, the numerator of the left side of is not less than the optimal objective value of the UE-NDP. Therefore, inequality can be revised by replacing the numerator with  to obtain

.

The left side of is , and condition holds for anynetwork topology and demand pattern. Hence, the result follows. This completes the proof. ■

**Remark 1:** Theorem 3 is equivalent to . This theorem is applicable at any budget level. It is also applicable even when the travel time functions are not polynomial. In such case,  should be replaced by the upper bound of the PoA for UE assignment with the travel time functions considered).

**Remark 2**: Theorem 3 is quite intuitive. Consider an unlimited budget. Then, the improved network has almost no congestion regardless of whether the improvement is based on the SO or UE design principle. (The travel time on each link almost equals its free flow travel time.) Consequently, the ratio  is very close to one and must be smaller than an upper bound for a traditional UE traffic assignment problem of the same instance before any link expansion, which is always larger than one. The latter is always bounded by the PoA of *I* that consider the same set of polynomial link performance functions as the UE-NDP. Consider another extreme case where the budget is zero. The SO- and UE-NDPs become SO and UE assignments, respectively. An upper bound for a traditional UE traffic assignment problem must also be an upper bound for the UE-NDP with the same set of polynomial link performance functions as the assignment problem..

**Remark 3**: In general, when the budget is larger, the resultant network is less congested (or the TSTT is lower) regardless of whether it is improved under the SO or UE design principle, but the two resultant TSTTs are closer than those before improvement. Hence, the PoA is smaller than that before the improvement and is closer to one.

## 5. Price of anarchy for the reliability-based network design problem

When confronted with network supply uncertainty, the system manager should consider the TSTT variation in the network design objective. When the TSTT variation is larger, a design that minimizes only the mean TSTT is not necessarily better than a design that minimizes both the mean TSTT and its variation. The mean TSTT may greatly underestimate the actual TSTT due to a large uncertainty. Therefore, the system manager should be risk averse and take extreme system performance into account. The current distribution-free reliability-based design model (e.g., Ng and Waller, 2009a) only considers the mean and standard deviation of the TSTT. In this paper, this consideration is relaxed via the addition of a multiplier to the standard deviation. This relaxation allows a more conservative design via a larger multiplier value. Thus, this section proposes using the TSTTB mentioned in Section 3.4 as the design objective.

Two types of NDPs are proposed: the RSO-NDP and the RUE-NDP. The RSO-NDP is analogous to the SO-NDP. It only has a different design objective and can be formulated into a single-level optimization program as follows:



If the selfish routing behavior of users is also considered, the RUE constraints mentioned in Section 3.3 must be incorporated into the design problem, resulting in the RUE-NDP, which can be formulated into a bi-level, non-linear, non-convex optimization program as follows:



subject to .

Following the discussion in Sections 3.4, and 4, it is clear that a solution exists to the two problems, but multiple solutions are also possible.

Denote  and as an optimal solution to the RSO-NDP and RUE-NDP, respectively. The PoA  for the reliability-based NDP can be defined similar to that for the RUE and network design mentioned in Sections 3 and 4 as follows.

**Definition 3.** For the RUE-NDP, the PoA of  is defined as

.

Denote  as the set of all instances of the RUE-NDP with polynomial travel time functions. Then, the PoA of  is .

Following the derivation process in Theorem 3, the upper bound of  can be obtained, which is stated below.

**Theorem 4.** The PoA of  is bounded by the upper bound of the PoA for reliability-based traffic assignment with polynomial travel time functions . That is,

,

where , and  is the set of all instances of the RUE-NDP with polynomial travel time functions .

Similarly,  is bounded by the right side of . Following the results of Theorems 3 and 4, the following theorem can be concluded.

**Theorem 5.** The upper bounds of the PoA for the traditional UE-NDP and RUE-NDP are independent of the network topology , demand , and budget .

## 6. Conclusion

In this paper, an RSO assignment problem under supply uncertainty is proposed based on the concept of TSTTB, and the existence and uniqueness of a solution to the problem are analyzed. The PoA of RUE traffic assignment with supply uncertainty is also defined. Based on the properties of the two reliability-based assignment problems, a set of upper bounds of the PoA is derived using polynomial link travel time functions and is proven to be independent of any network topology and demand pattern. The minimum upper bound is proven to be consistent with the upper bound of the PoA of traditional UE traffic assignment when network uncertainty is ignored by both the users and system manager or when no network uncertainty exists. The properties of the minimum upper bound in terms of the parameters of the RUE assignment problem are examined. The loss of tightness of the bound is also discussed.

A PoA is defined for the traditional UE-NDP in which link expansion and addition are considered and the objective is to minimize the TSTT under budgetary and link expansion constraints. The PoA is proven not to exceed the upper bound of the PoA for traditional UE traffic assignment with the same set of polynomial link performance functions as the UE-NDP. This analysis is extended to the reliability-based NDPs. RUE- and RSO-NDPs are proposed with the objective of minimizing the TSTTB, and a PoA for the RUE-NDP is defined. The PoA is also proven not to exceed the upper bound of the PoA for RUE traffic assignment with the same set of polynomial link performance function as the RUE-NDP.

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**Appendix A: Uniqueness of RUE link flows and minimum travel time budgets**

Denote  and  as two different RUE path flow solutions.  and  are the travel time budgets associated with path *p* and O-D pair *rs* corresponding to  and , respectively.  and  are the RUE flows on link *a* corresponding to  and , respectively. Based on Proposition 3, the followings are true:

, and

.

Adding the above inequalities gives

,

which can be rewritten as

 or



Because of , the second summation term on the left side of is zero. The first summation term can be expressed in terms of link flows due to  and . Hence, can be reduced to

 or

.

According to the monotone and separable properties,

.

Conditions and lead to

.

If the link performance function is strictly monotone with respect to its link flow, implies = , which further implies that the mean travel time on each link at RUE is unique and the minimum travel time budget for each OD pair is unique.

If the link performance function is only monotone with respect to its link flow, implies , and hence the minimum travel time budget for each OD pair is unique.

**Appendix B: The proof of Lemma 4**

Denote the left side of as a function :

,

which is continuous. The highest degree of  in  is , which is always larger than or equal to two because . Thus, the second derivative of  in terms of  is



which is positive in  for all . Thus, the function  is a strictly convex function in terms of  in the region of . The minimum value of  in  is attained at the stationary point of the first-order condition of the objective function :



At the stationary point ,



The stationary point in the region of  is

.

 is always greater than zero if > 0 because both the numerator and denominator of the squared bracket term in are positive. Thus, it can be concluded that the stationary point  always exists in the region of  if > 0. The minimum function value is

.

By definition, , which is equivalent to in Lemma 4.

If , then , which is a special case of . This completes the proof. ■

**Appendix C: The proof of Lemma 5**

Consider a relaxed function of , denoted as , where (i.e.,  is a positive real number). Because  is a continuous function of , the derivative of  can be taken in terms of to obtain

=

The sign of  depends solely on the sign of  in the above expression because of . Because  (see ),

the right side of the above is not greater than  due to the definition of . Hence,

.

Based on the above condition,

and , .

Therefore, the sign of  is negative, and  is strictly decreasing in terms of . The variable  can be a positive integer, and hence **** is also decreasing in terms of .

Furthermore, because (see ) and ,

.

Due to , the right side of the above inequality is less , leading to:

.

By multiplying both sides of the above inequality by a positive number ,

.

It can then be concluded that

.

According to the above,  is both strictly decreasing in terms of  and positive. This completes the proof. ■

**Appendix D: The proof of Lemma 6**

According to *Lemma 5*,  is a decreasing function in terms of  when . Thus,



Based on the above relationship and condition in *Lemma 4* , for any integer ,



When , the left side of equals



The term  in the right side of is always non-negative because  (i.e.,  and ). The term  is also non-negative. Thus, the first term on the right side of is non-negative. Hence, the right side of is larger than or equal to the second term in the right side, leading to



Clearly, from definition ,  is not less than  for any . Hence, also holds for *m* = 0. Taking summation from *m* = 0 to *n*, and replacing  with , becomes



After replacing  with  and  with , the inequality in Lemma 6 can be obtained. This completes the proof. ■

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1. A vector function ***F*** is strictly monotone on a non-empty set *C* if for all vectors , . [↑](#footnote-ref-1)