

How to evaluate noise-
abatement measures in transport?

Transport noise

- Noise is costly to society
 - Social cost in EU22 over 40 billion euro (Den Boer & Schroten, 2008)
- Nois-abatement measures
 - First best
 - Pigouvian taxation
 - Source based
 - Silent tires, silent tarmac, less traffic
 - End-of-pipe
 - Sound barrier walls, insulation

How to measure the marginal costs?

- Social optimum where $MSB=MSC$
- Marginal social benefit of abatement
 - Hedonic pricing
 - Contingent valuation (some number is better than no number)
- Marginal cost of abatement
 - Construction price of sound-barrier walls
 - Price of sound proofing your house

In practice

- Obtain the costs of transport noise
- Investigate the (under)provision of sound-barrier walls or silent tarmac
- Viability of novel solutions for traffic-noise

Literature

- Microeconomic foundations

- » Verhoef, E., Nijkamp, P., & Rietveld, P. (1995). Second-best regulation of road transport externalities. *Journal of transport economics and policy*, 147-167.

- Hedonic pricing

- » Rosen, S. (1974). Hedonic prices and implicit markets: product differentiation in pure competition. *The journal of political economy*, 34-55.
- » Williams, A. W. (1991). A guide to valuing transport externalities by hedonic means. *Transport Reviews*, 11(4), 311-324.
- » Pope, J. C. (2008). Buyer information and the hedonic: the impact of a seller disclosure on the implicit price for airport noise. *Journal of Urban Economics*, 63(2), 498-516.

Literature

- Contingent Valuation

- » Mitchell, R. C., & Carson, R. T. (2013). *Using surveys to value public goods: the contingent valuation method*. Routledge.
- » Navrud, S. (2000, August). Economic benefits of a program to reduce transportation and community noise—A contingent valuation survey. In *Proceedings of Internoise* (Vol. 5, pp. 3395-3400).
- » Wardman, M., & Bristow, A. L. (2004). Traffic related noise and air quality valuations: evidence from stated preference residential choice models. *Transportation Research Part D: Transport and Environment*, 9(1), 1-27.

Goal of my Research Project

- To develop a framework to investigate the efficiency of (noise-)abatement measures in transport