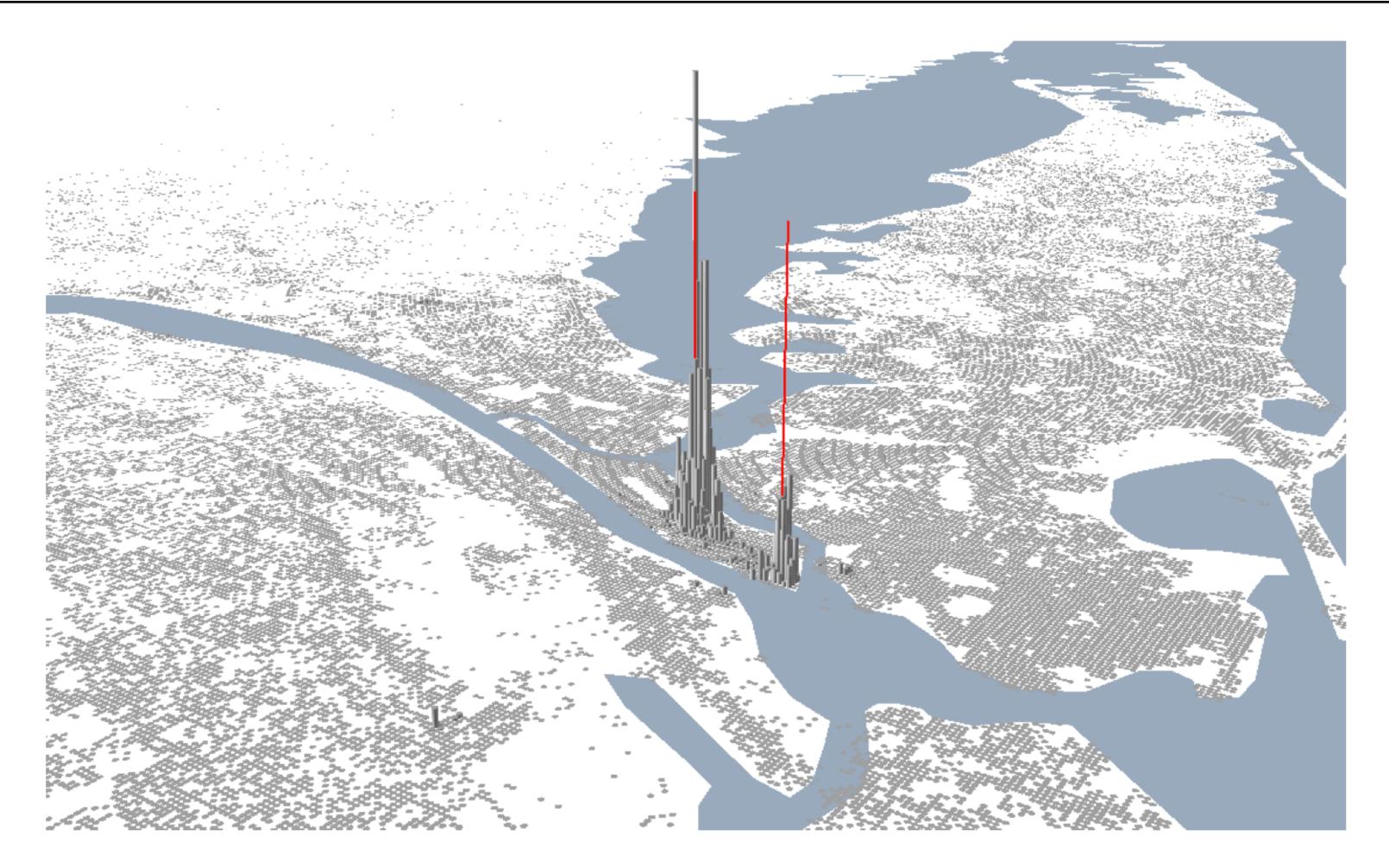
Transportation Infrastructure and City-Center Accessibility in the US and Europe

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Productive Jobs in Central Business Districts



Geographic concentration of prime service employment in NY (Ahlfeldt et al. 2020)

Expanding Commute Access

1. Housing supply? Land use restrictions, political resistance.

Hsieh and Moretti 2019; Ganong and Shoag 2017

2. Transportation infrastructure?

- This paper: car vs. transit-based access.
 - Define Accessibility Zones (AZ): area w/i x min. of CBD by car or transit.
 - Canonical Spatial Model: welfare-relevant measure of CBD accessibility.
 - Quantify car vs. transit accessibility and its implications.

Preview of Results

- 1. Public transit accessibility zone area in Europe > US, reverse for cars.
- 2. Car > transit accessibility zones (almost) everywhere.
 - US → greater access to area in theory.
- 3. Augment land areas with population density.
 - In practice, US provides fewer people access by car or transit.
- 4. Car orientation: tradeoffs, negative externalities [cross-city, Baum-Snow '07 IV]
 - Less green space, higher emissions, worse health outcomes.

Literature

Access to CBD

- Hansen (1959); Ingram (1971); Wu and Levinson (2020); Bento, Cropper, Mobarak, Vinha (2005); Hsieh and Moretti (2019); Monte, Redding, Rossi-Hansberg (2018), Heblich, Redding, Sturm (2018)
- Using Optimal Public Transit and Driving Route Tools
 - Akbar, Couture, Duranton, Storeygard (2021); Kreindler (2022); Hanna, Kreindler, and Olken (2017); Akbar and Duranton (2018); Couture, Duranton, Turner (2018); Miyauchi, Nakajima, Redding (2021)
- Effects of new transportation infrastructure on...
 - Commuting (Ahlfeldt, Redding, Sturm, Wolf 2015; Heuermann and Schmieder 2018; Tsivanidis 2022), Collaboration (Dong, Kahn, Zheng 2018), Gender Wage Gap (Liu and Su 2020), Pollution (Gendron-Carrier, Gonzalez-Navarro, Polloni, Turner 2020; Chen and Walley 2012), Suburbanization (Baum-Snow 2007)
- Transportation and Urban Form → Health and Environment
 - Glaeser (2011); Glaeser, Kahn (2010); Gendron-Carrier, Gonzalez-Navarro, Polloni, Turner (2020); Currie,
 Walker (2011); Chay and Greenstone (2005); Davis (2008)

•

Part I: Theory

A Closed City

- Closed city; mass $\bar{L}=1$ of workers; single work location with wage w
- Residential locations indexed by i = 1, ..., I differ in
 - ...their land supply A_i
 - ...their mode-m-specific commuting time au_i^m to CBD
- Workers choose residential location and commuting mode
 - ...Cobb-Douglas preferences over land and final consumption good
 - ...Fréchet preference shock $\eta_i^m(\omega)$ for location-mode (dispersion θ)

Equilibrium System

• Worker ω chooses residential location + commuting mode to max utility:

$$\max_{i,m} \frac{w(1 - \tau_i^m)}{r_i^{\alpha}} \eta_i^m(\omega) \Rightarrow \phi_i^m = \frac{(w(1 - \tau_i^m)r_i^{-\alpha})^{\theta}}{\sum_{k,m} (w(1 - \tau_k^m)r_k^{-\alpha})^{\theta}}$$

• The rental rate clears the land market in location i:

$$r_i A_i = \alpha w \sum_{m} \phi_i^m$$

• Two equations pin down equilibrium variables $\{r_i, \phi_i^m\}_{i,m}$.

Welfare -> Empirical Measure

• Welfare with discrete commuting times, indexed by κ :

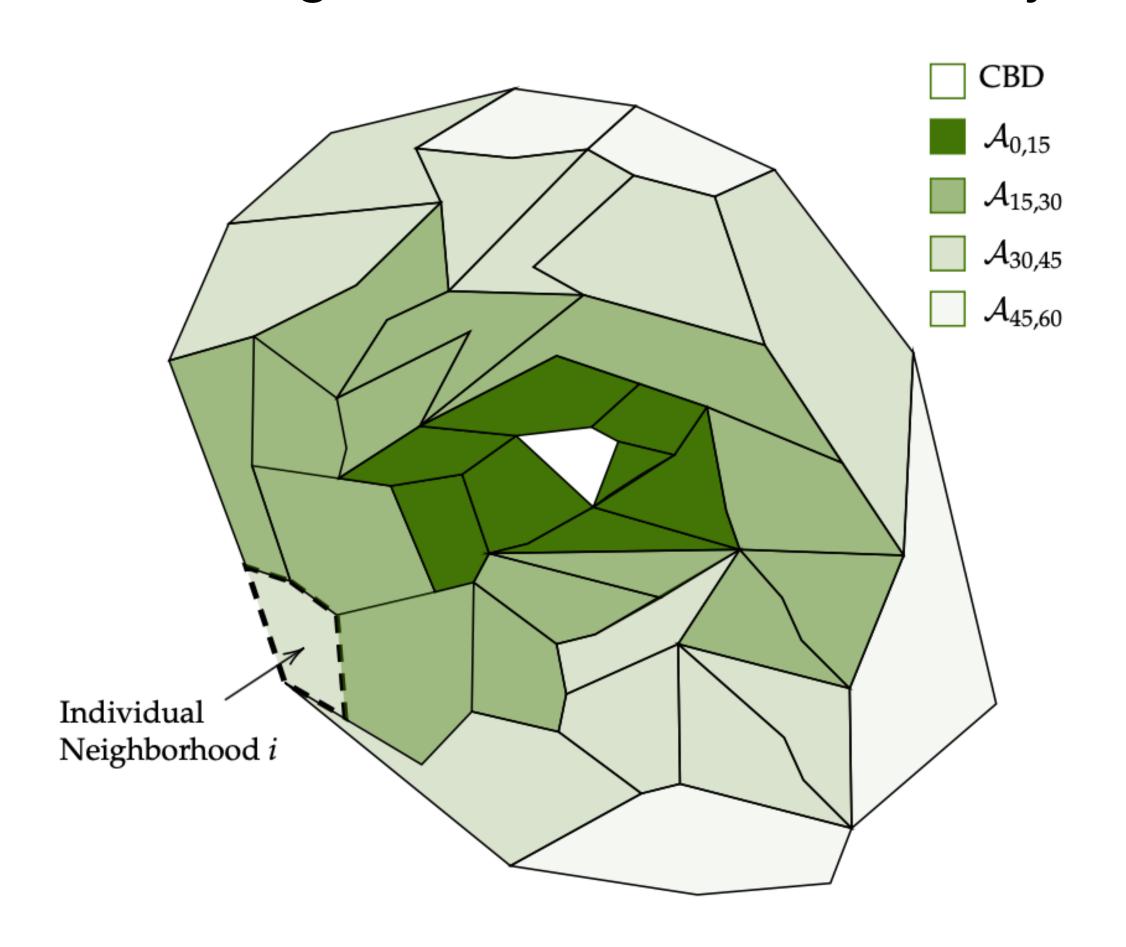
$$\tilde{u} = \sum_{m} \sum_{\kappa} \left(1 - \tau(\kappa) \right)^{l} \bar{\psi}^{m}(\kappa) \mathcal{A}^{m}(\kappa)$$

- Accessibility Zones $\mathcal{A}^m(\kappa)$: area s.t. reach CBD in $\tau(\kappa)$ min. on mode m
 - ▶ \uparrow <u>land</u> w/i short commute $\rightarrow \downarrow$ rents, commute times $\rightarrow \uparrow$ welfare.
 - $\mathcal{A}^m(\kappa)$ = welfare-relevant measure of CBD accessibility.
- This paper: compute $\mathcal{A}^m(\kappa)$ for many commuting times, modes, cities

Part II: Measuring CBD-Accessibility

Accessibility Zones

x to x+15-minute commuting "catchment" area of a city's CBD on given mode

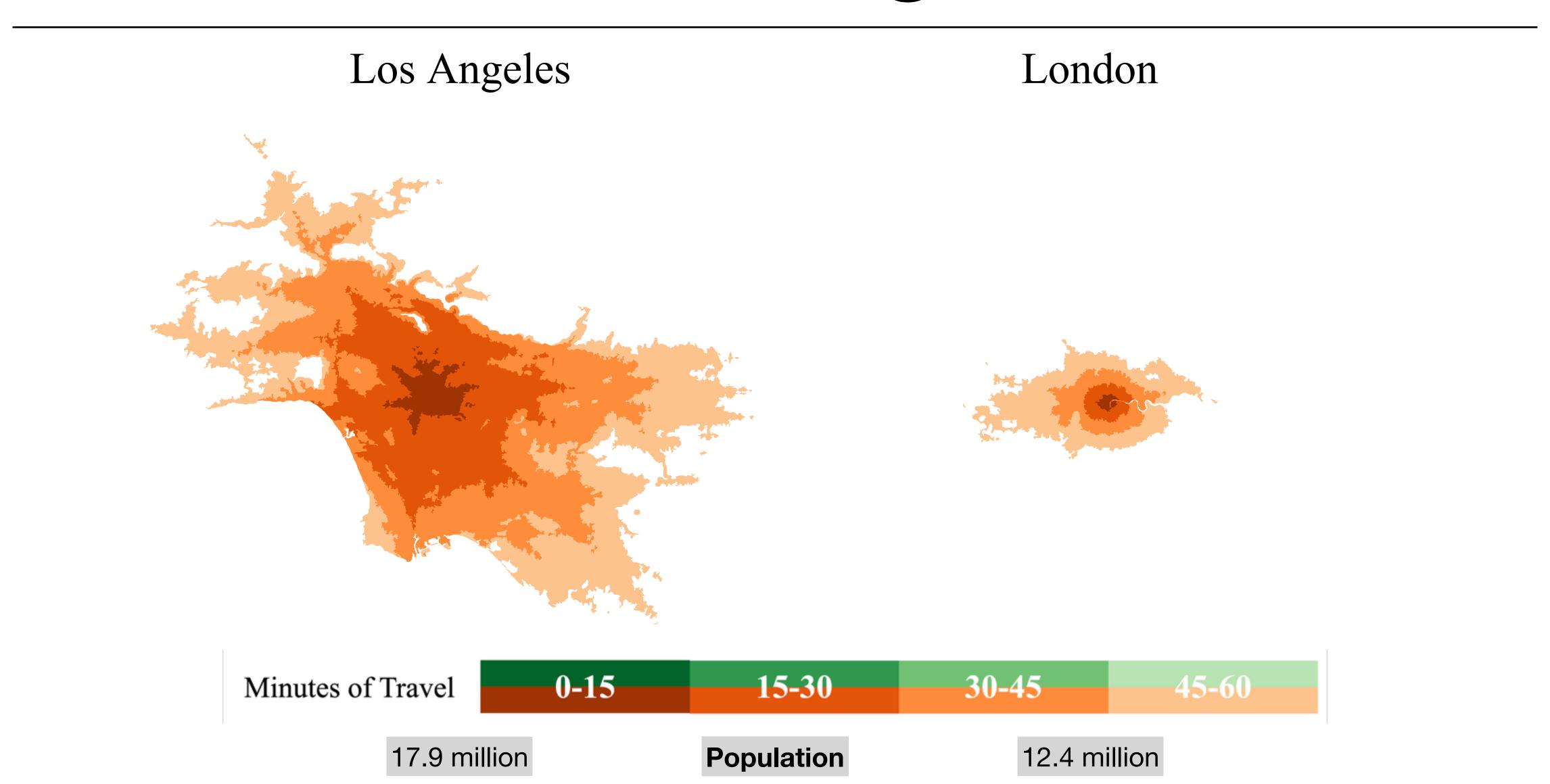


Computation

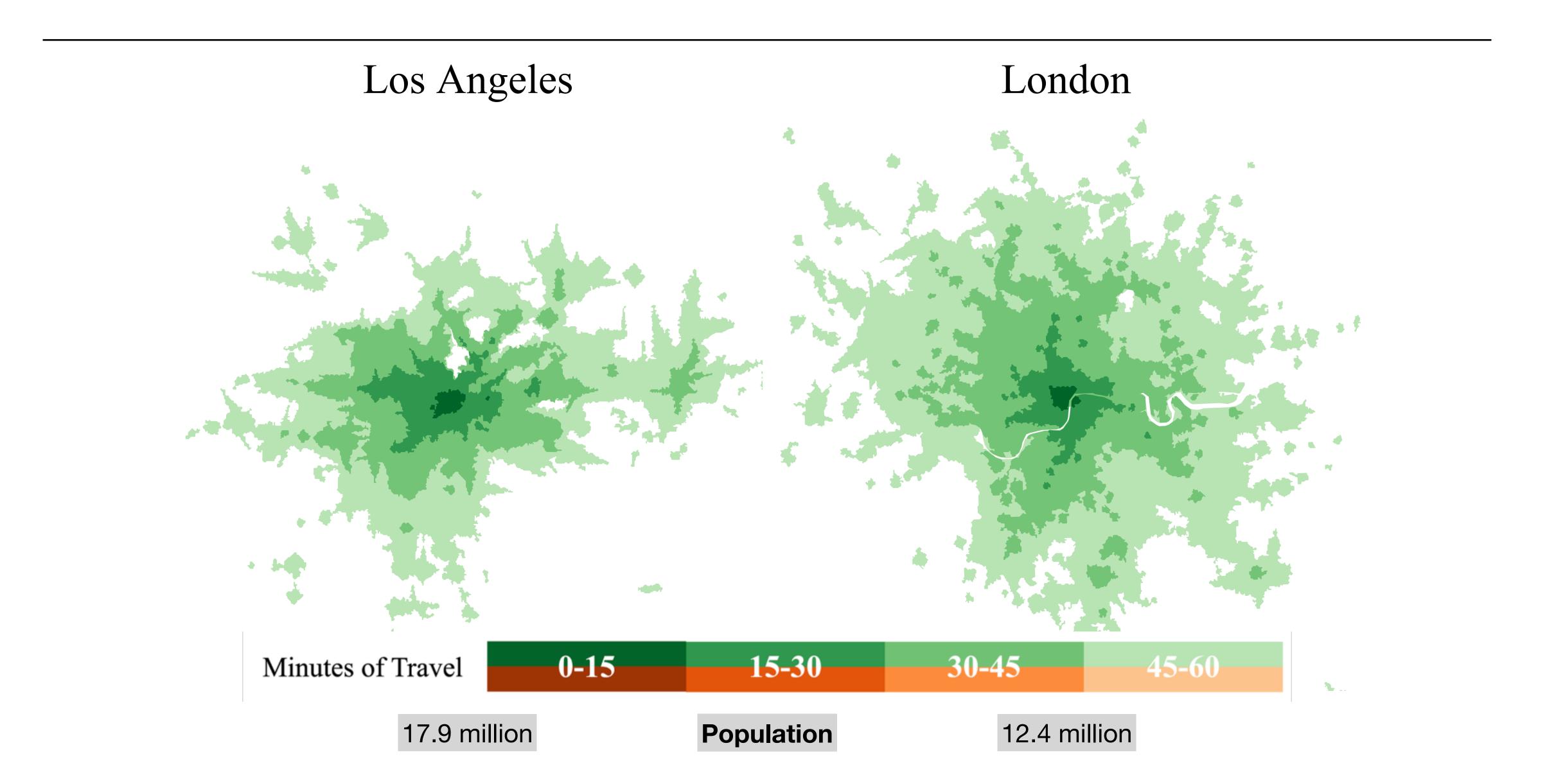
- Use TravelTime Isochrone API to compute for
 - Public transit and car
 - Different times of the day (rush hour and non-rush)
 - 0-15/15-30/30-45/45-60 minute commutes
 - 50 largest US and 50 largest European cities



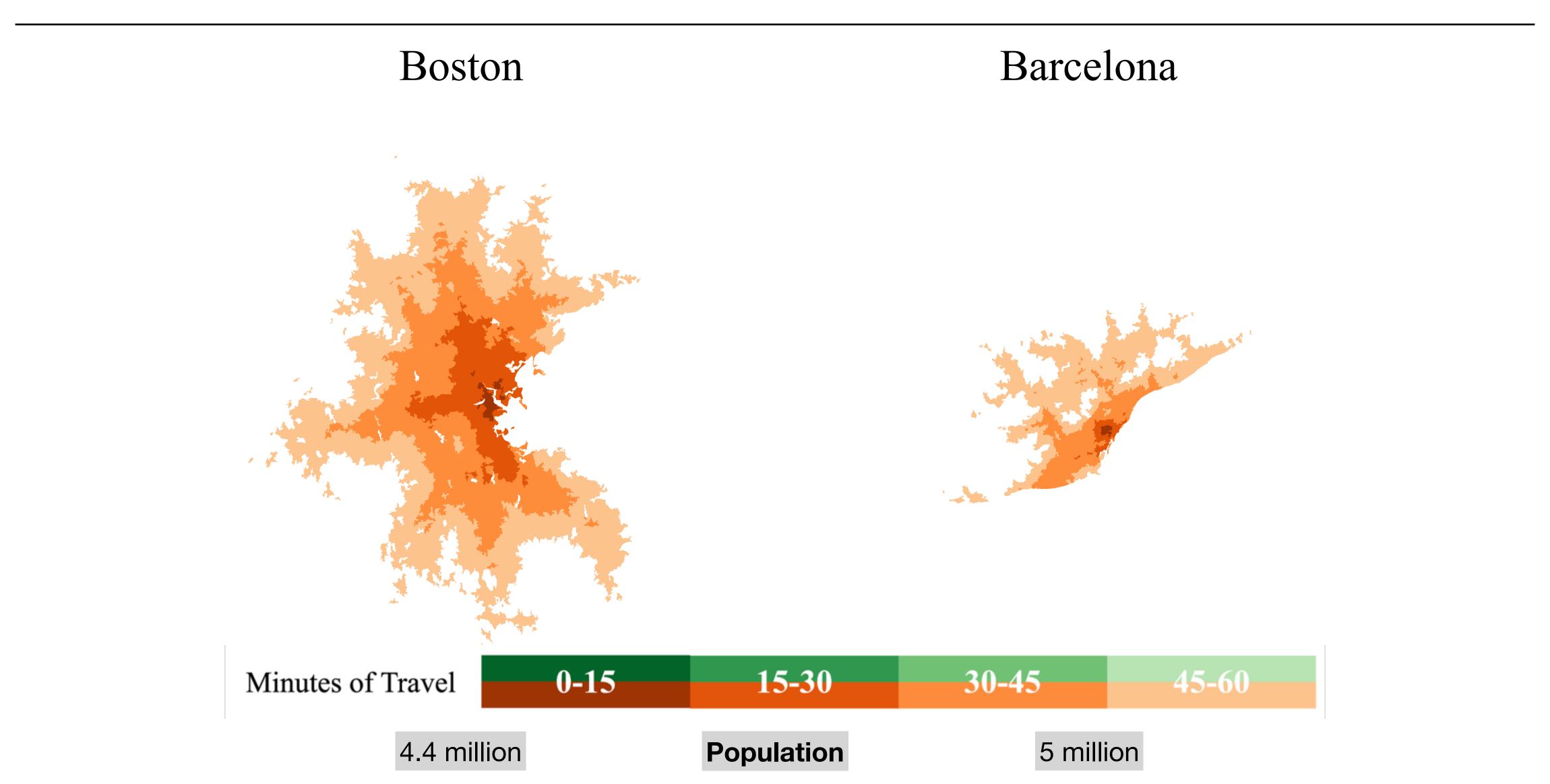
Driving



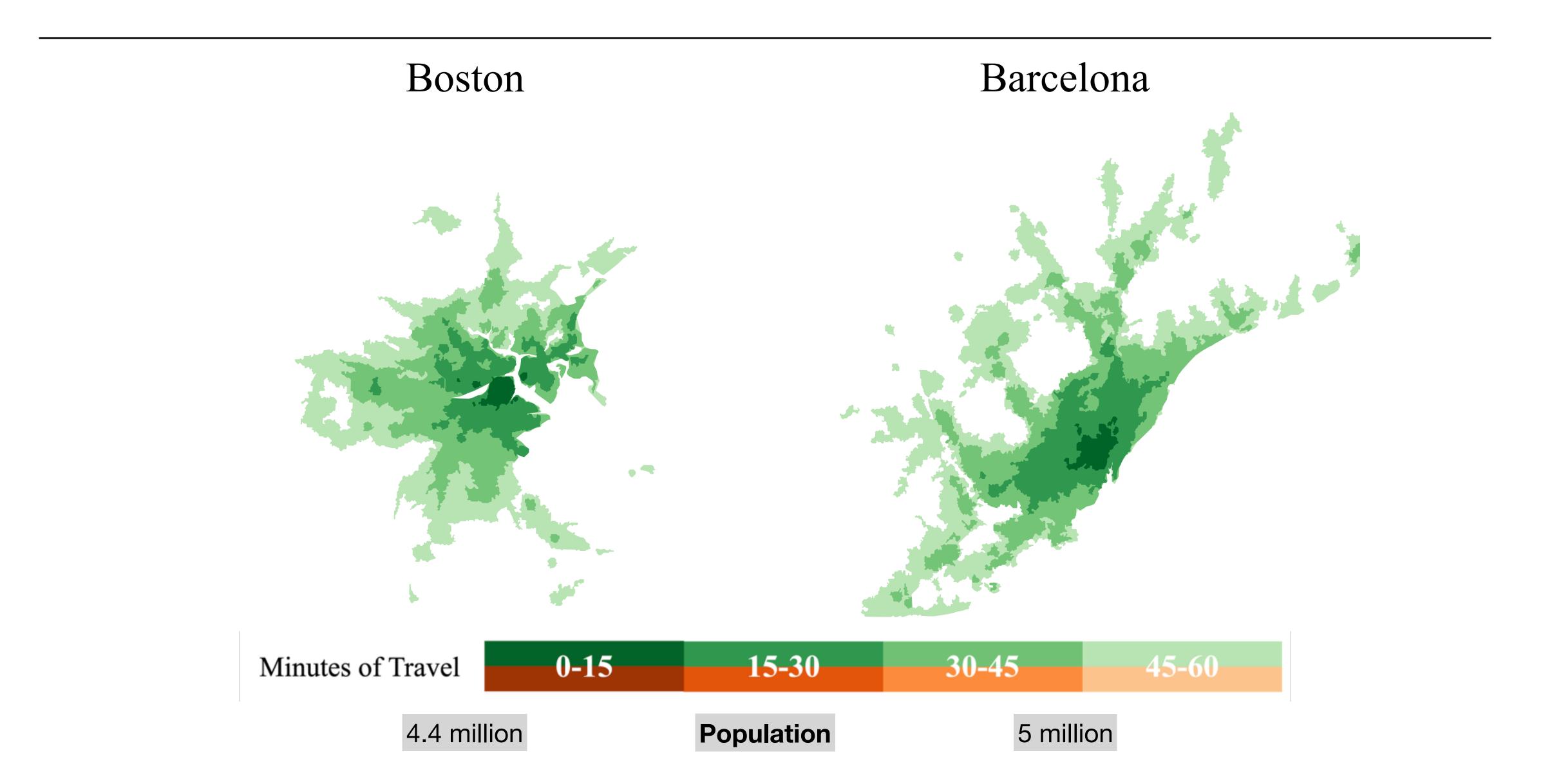
Public Transit



Driving



Public Transit



US Better Car Accessibility, Europe Better Transit

Table: Average Accessibility Zone Areas by Region, Mode (km²)

		Car			Public Transit		
Min.	US	US Europe		US	US Europe		
0-15	85.94	21.72	3.96	3.86	6.65	0.58	
15-30	725.95	256.05	2.84**	29.70	61.17	0.58	
30-45	1493.27	863.23	1.73***	91.18	160.05	0.57***	
45-60	2260.38	1702.59	1.33***	149.93	262.01	0.57***	

Cars Always Greater Accessibility

Table: Average Accessibility Zone Areas by Region, Mode (km²)

		Car			Public Transit		
Min.	US	Europe	Ratio	US	Europe	Ratio	
0-15	85.94	21.72	3.96	3.86	6.65	0.58	
15-30	725.95 1493.27	21.72 256.05	2.84**	29.70	61.17	0.49***	
30-45	1493.27	863.23	1.73***	91.18		0.57***	
45-60	2260.38	1702.59	1.33***	149.93	262.01	0.57***	

Highways Facilitate Bus Trips





"Speed refutes one of the most pervasive myths about metropolitan transit systems in the U.S. — that no one rides the bus in Los Angeles — with its economically and racially diverse ensemble of riders, who must work together and with Jack Traven to keep the bus going until the bomb is dismantled." — <u>The Outline</u>

Housing vs. Land Supply

Preferences over exogenously-supplied housing, not land ⇒ Welfare:

$$\tilde{u} = \sum_{m} \sum_{\kappa} \left(1 - \tau(\kappa) \right)^{l} \bar{\psi}^{m}(\kappa) h^{m}(\kappa) \mathcal{A}^{m}(\kappa)$$

• Measure not only area, but also <u>residential development density</u> $h^m(\kappa)!$ $Proxy \rightarrow \text{population density}.$

...But *Population Densities* Differ Across US vs. Europe Accessibility Zones

Table: Average Accessibility Zone Population Densities by Region, Mode

	Car			Public Transit		
Min.	US	Europe	Ratio	US	Europe	Ratio
0-15	2845.71	10156.64	0.28***	3953.04	11601.79	0.34***
15-30	1594.23	5054.32	0.32***	3303.13	7975.15	0.41***
30-45	740.52	1998.94	0.37***	2537.88	4258.53	0.60***
45-60	359.23	809.45	0.44	1999.14	2362.16	0.85

Europe: Better Access to Population

Table: Average Accessibility Zone Populations by Region, Mode (in 000s)

	Car			Public Transit		
Min.	US	Europe	Ratio	US	Europe	Ratio
0-15	191	167	1.14	18	85	0.22
1	1036	801	1.29	119	501	0.24***
30-45	1036	1053	0.98	269	660	0.41***
45-60	696	1036	0.67***	359	627	0.57***

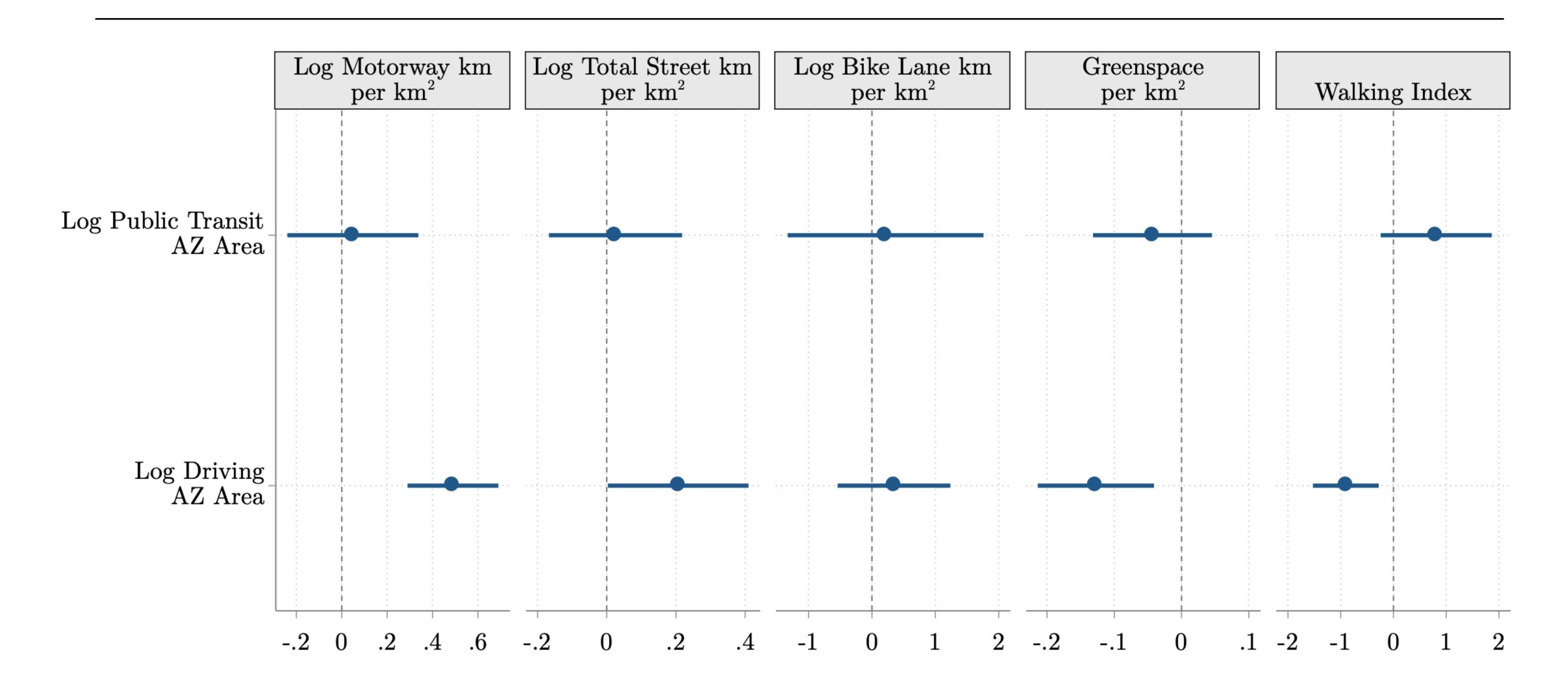
Part III: Implications of Car Orientation

Quantifying Implications of Car Orientation

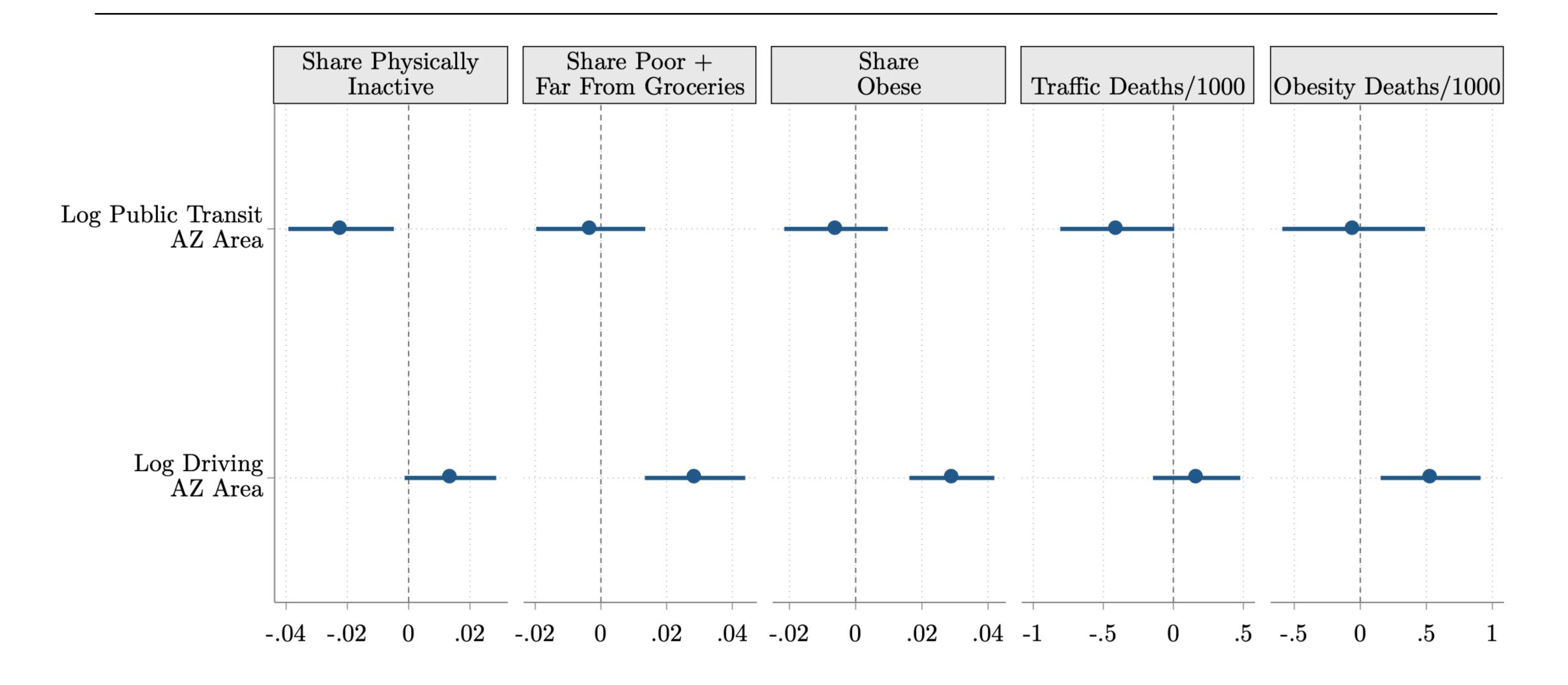
- 1. Residualize land use, health, emissions outcomes at county level
 - demographic, environmental, sectoral controls

- 2. Regress average residual on 0-60' AZ areas at metro-area level
 - ► OLS + Baum-Snow ('07) 1947 highway plan IV

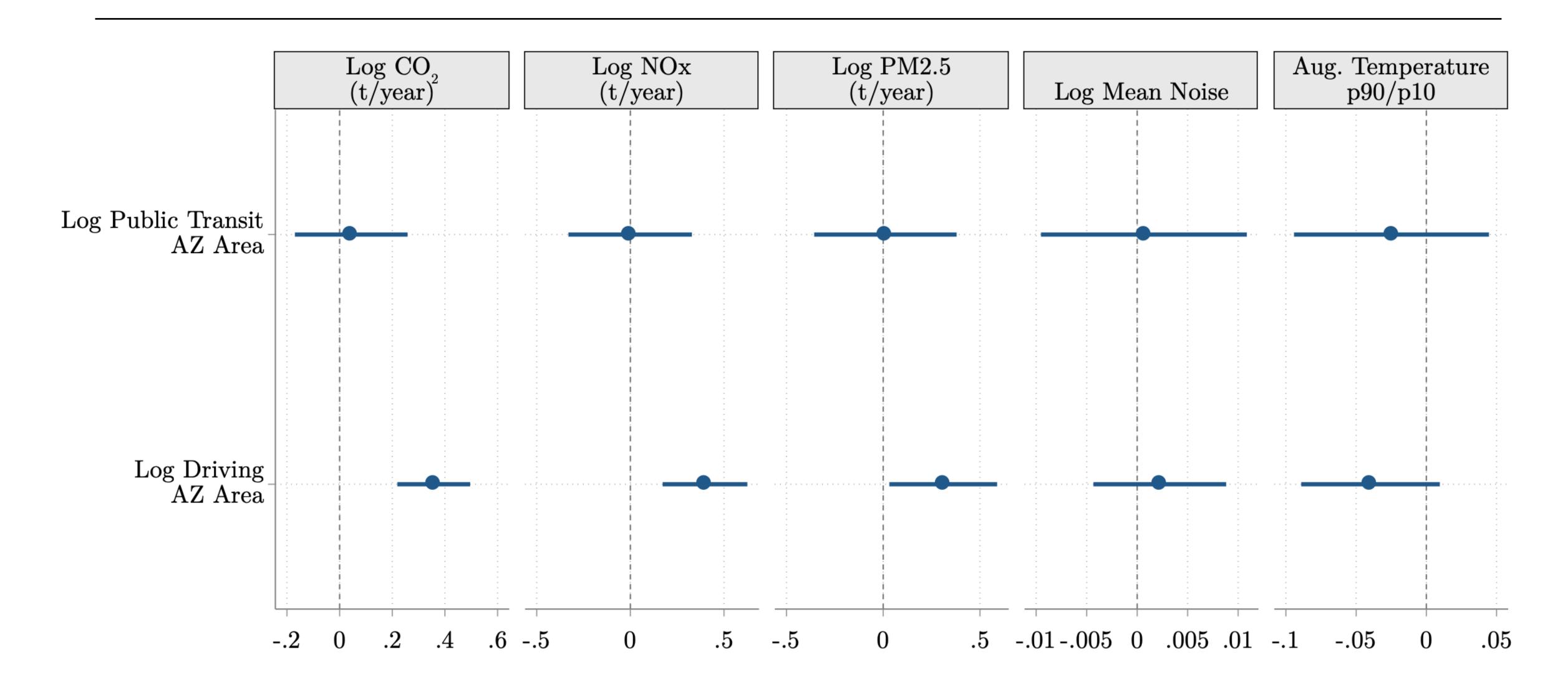
Land Use



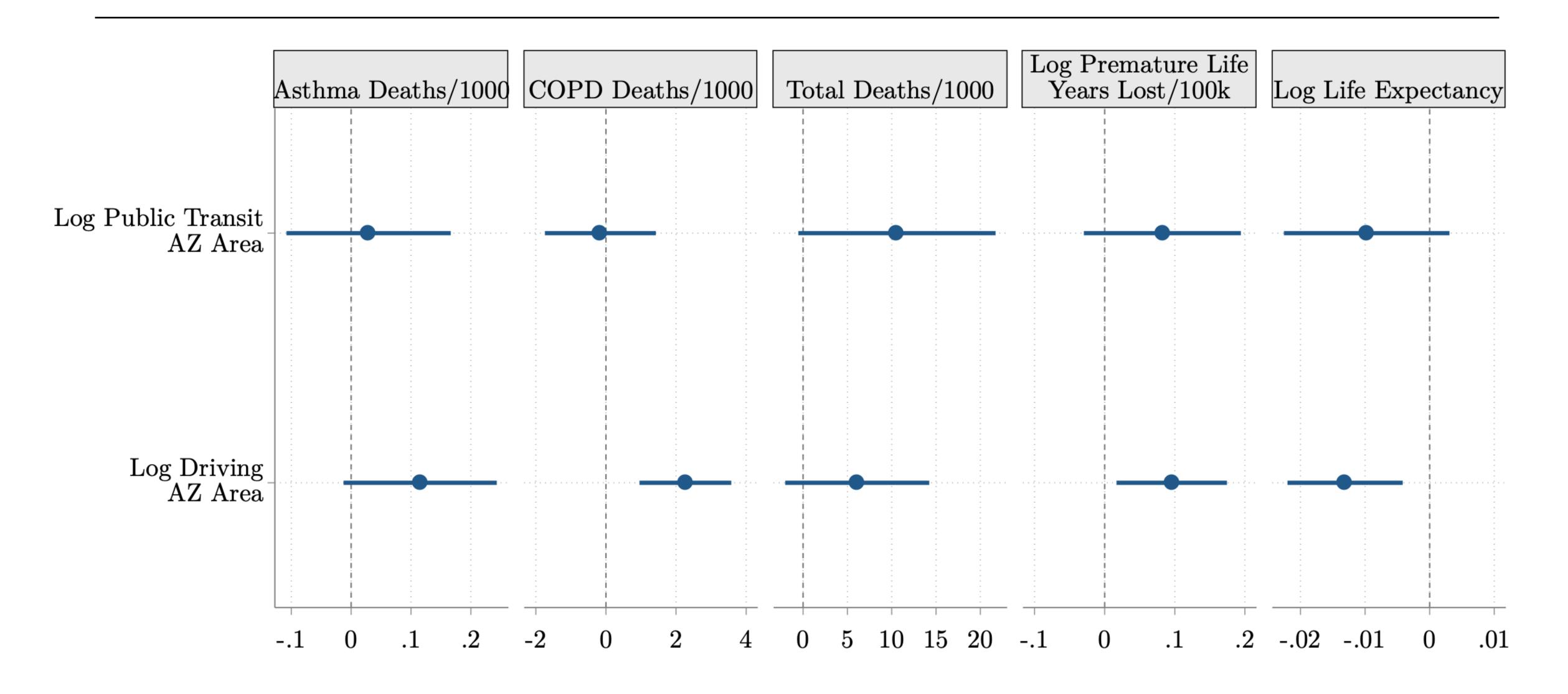
Direct Health Externalities



Pollution



Indirect Health Externalities

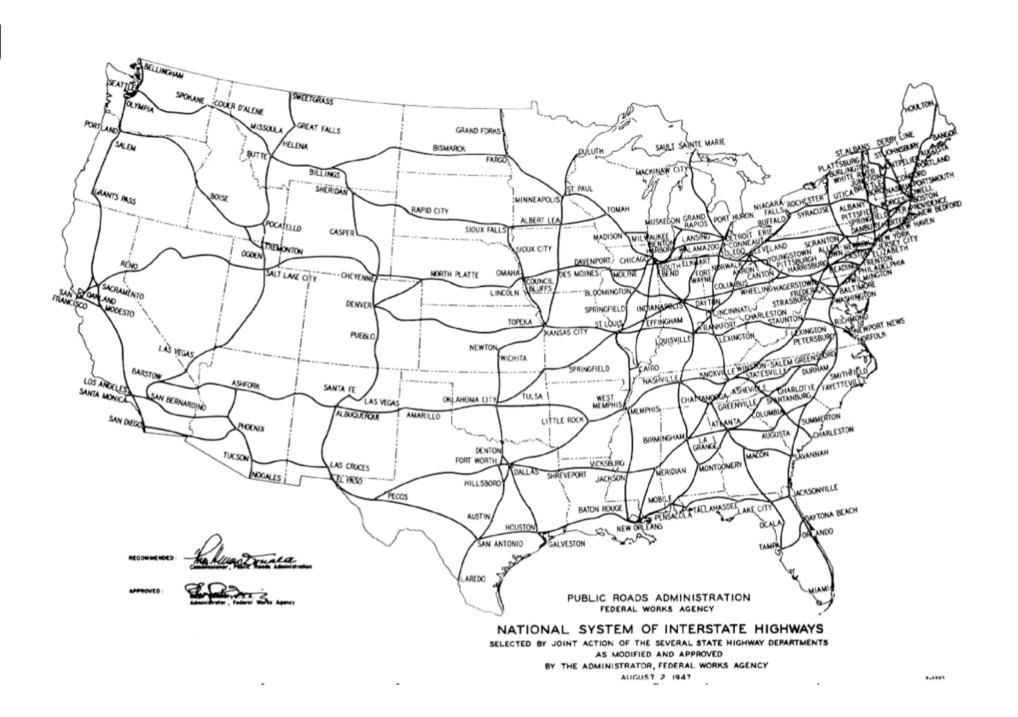


IV: 1947 Interstate Highway Plan (Baum-Snow '07)

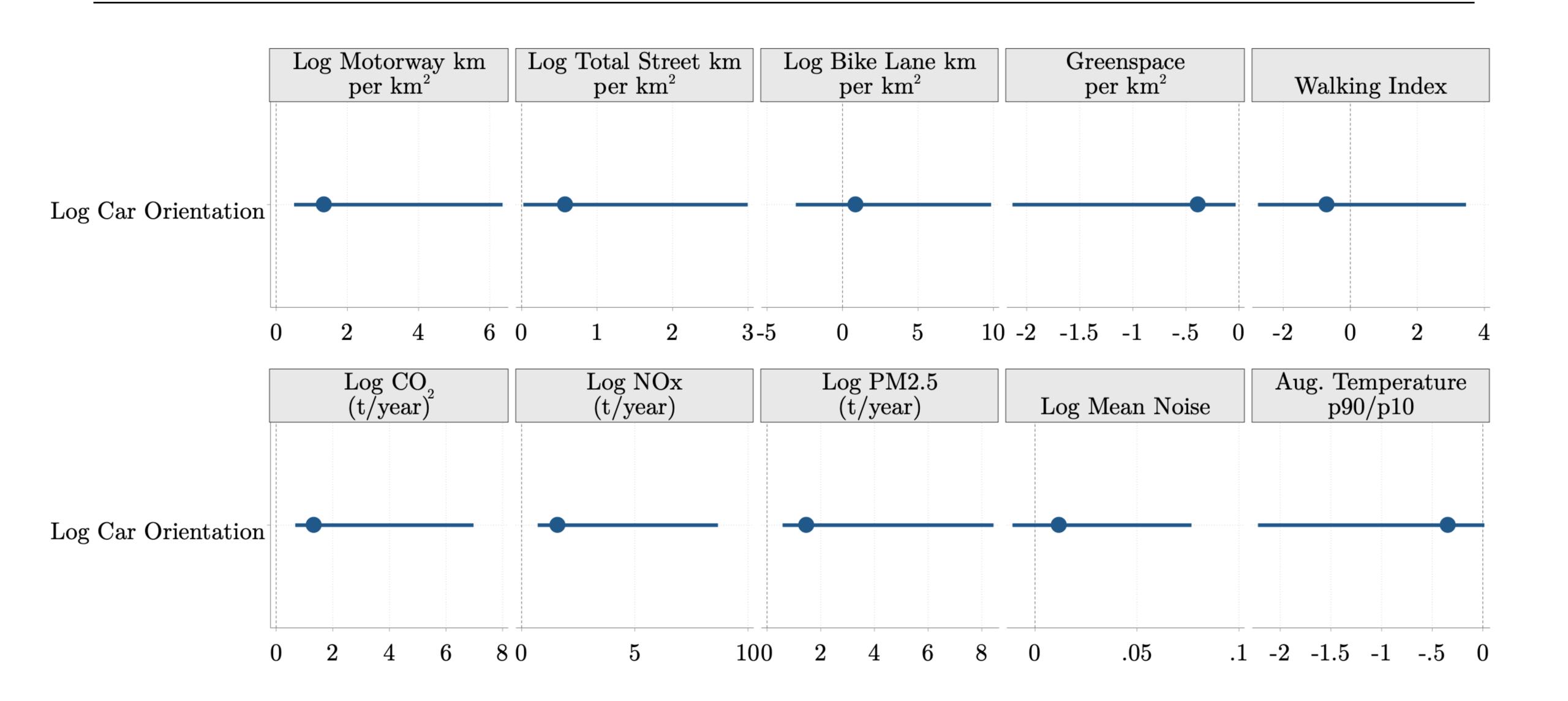
- Defense and trade, not local commuting
- Independent variable = car orientation
 - ► (0,60)-minute car/transit AZ area
- IV = # planned highway rays thru CBD
- First stage:

$$\beta_{\#rays} = .102 * *, se = 0.043$$

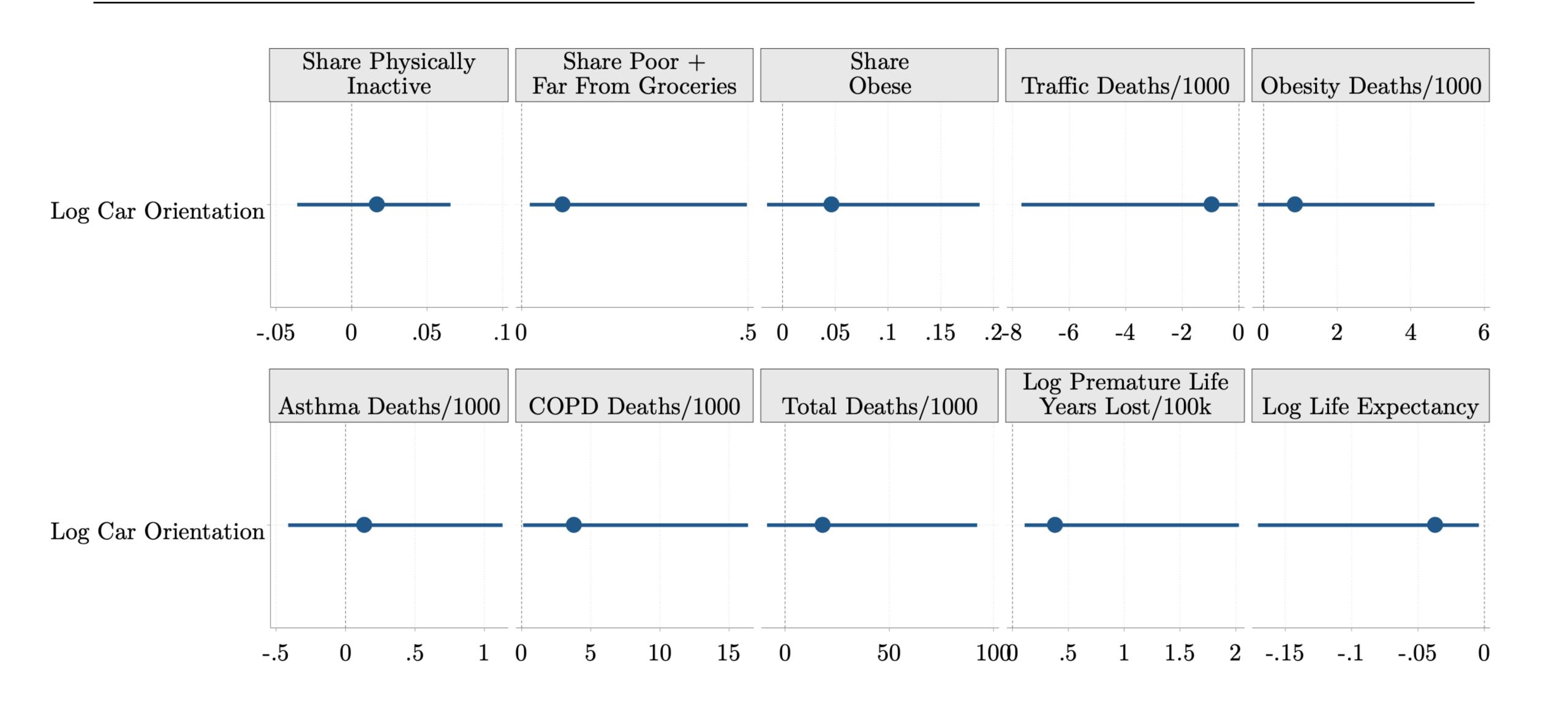
$$F = 5.7 \Rightarrow weak IV$$



Land Use and Pollution



Health Externalities



Policy Insights

- 1. Cars, versus public transit:
 - + provide city-center access to <u>larger areas</u> and populations
 - negative externalities (land use, pollution) + health costs
- 2. Road investments need complementary land-use policy changes.
- Accessibility Zones = easily replicable \Rightarrow guide policy evaluations.

Thank you!

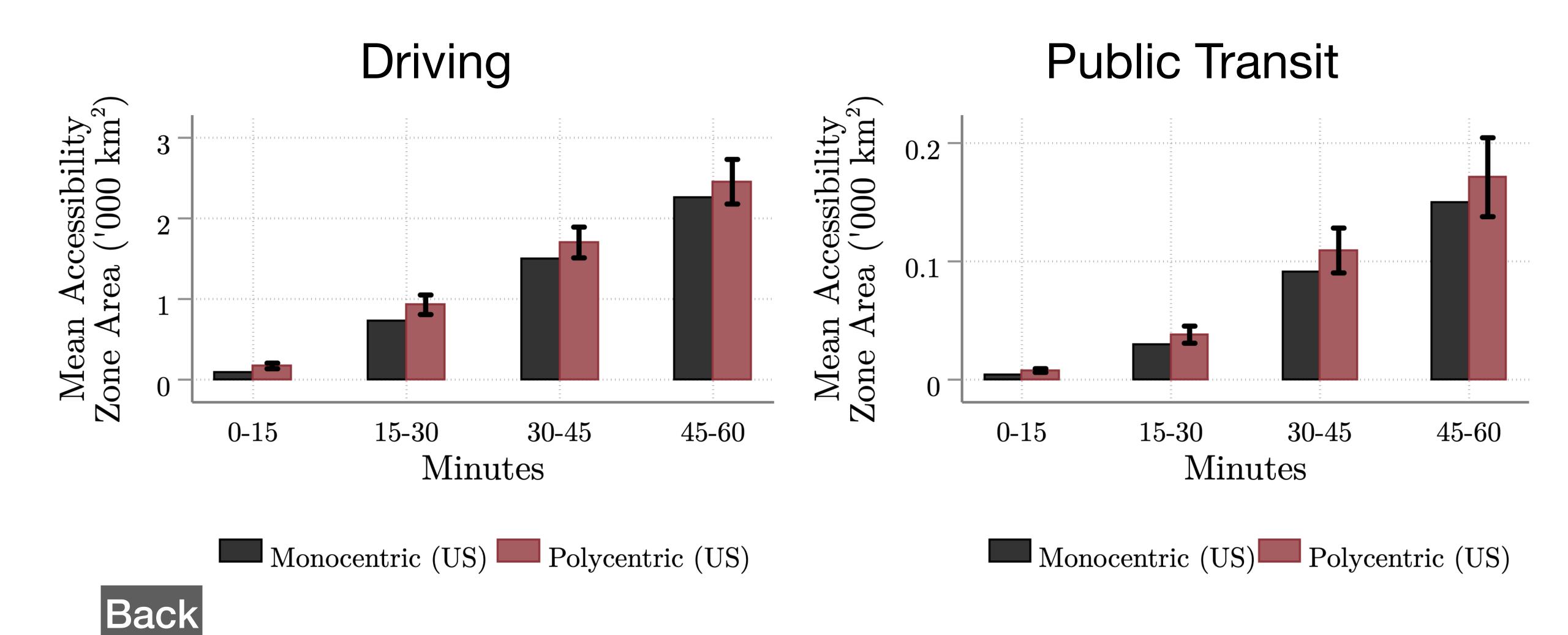
Park & Ride Not Much Better

Table: Average Accessibility Zone Areas by Region, Mode (km²)

	Car		Public Transit		Driving+Train or Public Transit		
Min.	US	UK	US	UK	US	UK	
0-15	85.94	34.66	3.86	3.85	84.39***	34.93***	
15-30	725.95	343.19	29.70	35.21	13.52***	27.48	
30-45	1493.27	1008.06	91.18	143.19	87.98	231.15**	
45-60	2260.38	1822.47	149.93	286.80	165.94*	561.66***	



Multiple Employment Centers



"Park & Ride"? Gains in Cities with Rail

45-60 Minutes

