Estimating External Costs of Transportation in Regional Areas
Using Available Statistical Data the Case of the Region of Campania

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ABSTRACT

In this paper simplified methods for estimating the external costs due to transportation in regional areas are proposed. The methods are based on data available by national and regional statistical sources and do not need specific surveys; they allow obtaining approximate estimates useful for a preliminary evaluation of transportation plans, policies and projects. In more detail, a negative externality is defined as a cost that is produced by subject A and is borne by subject B; moreover, subject A does not consider the effects of his/her behaviour on subject B and does not compensate subject B for the costs that this last one is forced to bear. In this paper after a literature review on methodologies proposed for estimating external costs, in national and international ambits, the main external costs produced by transportation systems in the Region of Campania are estimated. The main external costs considered are: greenhouse gas emissions, air pollution, noise, accidents and congestion. In the paper the secondary external costs are neglected; the main ones are: water and soil pollution; landscape and nature damages; upstream and downstream effects; visual intrusion; separation effects; soil occupancy. In this paper the external costs estimated are the ones produced not only by road traffic, that anyway is the main “culprit”, but also by rail and air transportation systems. The evaluation of external costs has required the collection of several data on the regional mobility and the estimation of veh-kms per year produced in Campania by cars and freight vehicles. The estimation of veh-kms per year is based on circulating vehicles, subdivided by the COPERT classification, and on average yearly distances covered by each vehicle class. Other regional statistical data are collected about regional rail transport and air services at the main airports of the region. Moreover, since the evaluation of some external costs is based on damages on human health, it required to give a value to human life and to health damages. The results show as the largest costs are due to air pollution (38.0 %) and accidents (28.2 %); noise amounts to 18.4 %, while less importance is assumed by congestion (10.6 %) and greenhouse gas emissions (4.8 %). Moreover, the results show also as the amount of external costs overcomes 4 € billions per year and is equal about to 4.7 % of regional GDP; in particular, it is highlighted as the environmental costs (greenhouse gas emissions, air pollution and noise) overcome 60 % of total costs. The obtained results have shown as the external costs are significant respect to other costs of transportation systems and as they should be always evaluated when public funds are invested for improving transportation systems.

Introduction

Transportation system costs are generally classified in three main groups: the service production costs, the user costs and the external costs. The service production costs are borne by public bodies, (state-owned or private) enterprises or local authorities as regards the maintenance and construction of infrastructures (roads, highways, railways, stations, airports, etc.), and by (state-owned or private) transit companies as regards the purchase and maintenance of transit vehicles (buses, trains, airplanes, etc.) and as regards the management of transit systems (employees, fuel, overheads, taxes, insurance costs, other running costs, etc.). The costs borne by users of transit systems are mainly private car purchasing, maintenance costs, fuel, highway fares, transit fares, parking fares, etc. The external costs, instead, even if are produced by running and use of transportation systems, are borne by the whole community; indeed, also who does not use the transportation system bears these costs. It is important to note that also a (great) part of the service production costs (e.g. infrastructure maintenance and construction costs of public roads and public subsidies to transit systems) are borne by the whole community; these costs are already (totally or in part) internalised in the transportation system since it can be assumed that they are covered by the taxes on fuel (excises) and on vehicles (road taxes) that are paid by the users. If these taxes cover more than the amount of these costs, the difference can be seen as a partial internalisation of external costs; vice versa, if these taxes cover less than the amount of these costs the difference should be summed to external costs. The external costs usually considered are sometime called social costs, since they impact on the society and represent the externalities of the transportation system. The externality concept assumes an important role inside the classic microeconomic theory and it has been widely discussed in the literature since 1920 (Marshall, 1920; Pigou, 1920; Scitovsky, 1954;
The externalities produced by transportation systems can be negative (e.g. air and noise pollution) or positive (e.g. a new metro line that improves the value of buildings in its influence areas); in the following the paper will focus on the main negative externalities of transportation systems.

Examining the different definitions, it can be summarised that a negative externality is a cost that is produced by subject A and is borne by subject B; moreover, subject A does not consider the effects of his/her behaviour on subject B and does not compensate subject B for the costs that this last one is forced to bear.

In the field of transportation systems, in general, subject A represents the users and subject B represents the whole collectivity. Beginning from 90 the interest for the external cost evaluation produced by transportation systems is really increased, mainly for the numerous studies on the effects produced by greenhouse gas emissions on climate changes. The importance of evaluation of external costs has been highlighted in several documents of international and communitarian policy (European Commission, 1995, 2001; United Nations, 2005). In particular, the European Union has promoted and financed several research projects in this field (CORINAIR, 1988; EXTERNE, 2005; COPERT, 2005; UNITE, 2005). The Kyoto Protocol, to which the European Community countries agreed, indicates the greenhouse gases reduction objectives; in this context, transportation systems are one of economic sectors with the higher impact on emissions. Therefore, estimating external costs assumes an important role inside the evaluation of transportation projects, plans and policies. The aim of this paper is to propose some simplified procedures for estimating the main transportation external costs in regional areas, using available national and/or regional statistical data, without the need of specific surveys, and the results of other specific studies on external costs developed in Italy and in Europe.

The proposed procedures are applied to the region of Campania (Italy), but they can be applied without difficulties to other regions in Italy and, if the data are available, also to regions of other European Countries. Since the proposed procedures are based on some simplifying assumptions, that are not removable without specific (expensive) surveys, the obtained results should be seen as an approximate estimation of external costs useful in preliminary studies.

This paper will focus only on the methods for estimating the main external costs without examining how part of them are eventually already internalised (if there is a positive difference between taxes paid by users and service production costs); this problem will be object of further researches.

Definitions and literature review

The external costs produced by transportation systems can be classified in two groups: main costs and secondary costs. The main costs are the ones that are quantitatively prominent and that have been studied in the literature more or less widely. The secondary ones are the costs that produce less important and/or not easily quantifiable effects; in general, they have not been studied systematically.

The main external costs are due to:

- greenhouse gas emissions; the greenhouse gases (CO2, CH4, H2O, N2O, O3, etc.) are naturally present in the atmosphere and, therefore, are not assumed as pollutants from a technical point of view. The high concentration of these gases (mainly the CO2) increases the greenhouse effect, producing an increase in the average temperature of the planet, with serious climatic consequences.
- air pollution; transportation engines emit in the atmosphere some pollutants (SO2, NOx, PM10, CO, etc.). An high concentration of these gases cause damages to human health, buildings and cultivations.
- noise; transportation systems are noise sources. Besides disturbance, the noise produces health damages to residents in the more exposed zones.
- accidents; transportation accidents, mainly caused by road systems, are an important social problem. The costs produced by accidents are almost totally assumed as external, because the users do not perceive the accident risk and because the accident costs fall prevalently on collectivity (e.g. pain and suffering imposed to others).
- congestion; the increment of transportation costs due to congestion is not captured by the price system so the congestion costs are assumed as external, even if they are borne by users; they can be estimated by quantifying the users’ lost time.

The secondary external costs are numerous; the most important are: water and soil pollution; landscape and nature damages; upstream and downstream effects; visual intrusion; separation effects; soil occupancy. In this paper only the main external costs will be examined.

Depending on the aim of the study, the externalities can be calculated as total, medium or marginal costs. The total cost is the total amount of externalities produced by the transportation system, the medium cost represents the external cost...
per traffic unit (veh-km, pass-km, t-km) and the marginal cost is the external cost due to a unitary increment of traffic unit in the system; the second one is the ratio between total cost and total traffic units, while the third one is the derivative of total cost function with respect to traffic unit. Figure 1 depicts the differences among the three kinds of cost. This paper will focus on the calculation of total costs.

In the literature several studies deal with the estimation of external costs. The Green Paper of European Commission (1995) reports in the Annex 2 a brief exam of approaches that has been proposed for valuating the external costs in monetary terms. Some studies do not propose analytical methods but only some suggestions for estimate the external costs (EMT, 1998; Nash, 1999). Other studies refer to national (Samson et al., 1998; Proost and Van Dender, 1999) or European corridor (Nash, 2000; QUITS, 2005) case studies.

Marginal cost estimation is studied in the European research projects RECORDIT (2005), as regards the freight transportation, and UNITE (2005) in more general terms; the marginal external costs in urban areas are studied in the paper by Mayeres et al. (1996). Estimation of external medium costs is studied by Dings (1991), for the air transport, and by Malbach and Schneider (2002) for the main transport modes.

A recent study (INFRAS/IWW, 2004), that updates previous reports (INFRAS/IWW, 1995, 2000), estimates the total external costs of transportation systems in 17 European countries (15 European Union countries plus Norway and Switzerland).

This study considers, besides the main 5 costs before mentioned, also the nature and landscape costs, the upstream and downstream costs and the urban effects due to the barrier effect for pedestrians and cyclists.

The estimated total amount of these costs overcomes 650 billion € per year, equal to the 7.3 % of European GDP. The road system is the main guilty (83.7 %), followed by air system (14.0 %), rail system (1.9 %) and maritime system (0.4 %). This study gives also some results about medium and marginal costs.

Quinet (2004) compared different studies proposed in the literature, using the meta-analysis, and highlighted the wide dispersion of results, due to specific differences among the different contexts (economics, social, etc.), to the different kinds of costs considered, to the different assumptions introduced in the estimation mathematical models and to the unitary values given to some important parameters (value of life, value of time, etc.).

**External cost estimation**

In this section the main total external costs due to transportation systems are estimated for the region of Campania, using simplified methods based on available statistical data and on the results of national and European studies; all costs are estimated at year 2003. The proposed methods can be easily used for estimating the external costs also for other Italian regions and, if all data are available, for regions of other European countries.

In general, the external costs produced by road, rail and air transportation are estimated. For accidents and congestion only the external costs due to road transportation are examined; indeed, this mode causes the greater part of these costs. In the estimation of air pollution costs only the effects on human health are considered, neglecting the effects on buildings and cultivations.

**The region of Campania**

The region of Campania is sited in the south of Italy and is the second Italian region (after Lombardia) as regards the population (5,701,931 inhabitants); it is the Italian region with the high population density (419 inhabitants/km2) since it has a surface of 13,595 km2. The chief town is Naples that has 1,004,500 inhabitants (the third in Italy as regards the population after Rome and Milan) with a very high population density equal to 8,566 inhabitants/km2.

The road network of the Campania region (Ministero delle Infrastrutture e dei Trasporti, 2005) is constituted by 445 km of motorways, 2,660 km of national roads, 6,927 km of provincial roads and 41,739 km of municipal roads (of whom 19,119 km are extra-urban). The regional rail network is constituted by 1,210 km of railway lines (of whom 528 km of double tracks); other 153 km of railway lines are under construction. The railway extra-urban services are about 18 million train-km per year; the MetroCampania project will provide at 2010 an increment of services until 31 million train-km per year (Regione Campania, 2002). The public bus services produce 343 million bus-km per year. Napoli Capodichino
international airport manages about 2.3 million passengers per year (ENAC, 2005). The GDP (Gross Domestic Product) of Campania region is 87,817.1 millions € at year 2003.

Value of Life, Value of Time and road veh-km estimation
The methods for estimating the external costs require, among other things, the following important input data: the Value of Life, the Value of Time and road veh-km/year (total road traffic).

The entity of the Value of Life (VOL) influences highly the external cost estimates due to air pollution, noise and accidents. In the literature several authors studied the problem of estimating the VOL; a recent literature review (de Blaeij et al., 2003) shows as the values adopted in different studies are very disperse: from 113,000 € to 24,000,000 €.

In this paper, it is adopted as reference value the one proposed by two recent studies developed in Europe (INFRAS/IWW, 2004; UNITE, 2005); they proposed to adopt, for the year 2000, the value of 1,500,000 €, to adapt to the specific socio-economic condition using the pro-capita GDP.

The value adopted in this paper, therefore, is calculated taking account that the average pro-capita GDP in Campania is the 71.9 % of the average one in Europe and that it has been incremented between 2000 and 2003 (at current prices) by 15.2 % (ISTAT, 2005c). So, the adopted VOL is 1,242,545 €. The formula used for estimating the regional VOL is the following:

$$\text{VOL}_r = 1,500,000 \times \left( \frac{\text{GDPPCR}_{2000}}{\text{GDPPCE}_{2000}} \right) \times \left( \frac{\text{GDPPCE}_{2000}}{\text{GDPPCR}_{2000}} \right)$$

where

- \(\text{VOL}_r\) is the regional Value of Life (€);
- \(\text{GDPPCR}_{2000}\) is the regional Gross Domestic Product Pro Capita (€/inhabitant) at year 2000;
- \(\text{GDPPCE}_{2000}\) is the european Gross Domestic Product Pro Capita (€/inhabitant) at year 2000;
- \(\text{GDPPCR}_{2003}\) is the regional Gross Domestic Product Pro Capita (€/inhabitant) at year 2003.

The VOL can be seen as a shade-variable that represents policy choices; so, in the evaluation of transportation plans or policies can be chosen higher (or lower) values in function of the importance that policy makers would give to transportation safety and environment.

The Value of Time (VOT) generally it is assumed different for each trip reason; in this paper we adopt the values proposed in a research developed in Italy (ENEA, 2003) that fixes 7.74 €/h for job/study trips and 1.93 €/h for other trips. Obviously, for each country or region it should be adopted the value that represents in the best way the specific socio-economic conditions.

The estimation of external costs due to greenhouse gas emissions, air pollution and congestion requires the road veh-kms/year as input data; the veh-kms/year have to be subdivided for different vehicle category and for different kinds of roads.

These data are not directly available from national statistical sources at regional level for Italy, except for (urban and extra-urban) buses, which data are available by contracts between public transit firms and local authorities.

Therefore, it is necessary to provide a method for estimating these values, using other available statistical data.

For estimating the veh-kms/year in Campania, the ACI (2005a) database was used; this database reports for each Italian region the circulating vehicles subdivided by the COPERT (2005) classification. Therefore, it is possible to know the number of vehicles by kind of vehicle (motorcycles, cars, trucks, etc.), by kind of fuel (petrol, diesel, gas, etc.), by kind of piston displacement (under 1.4 litres, between 1.4 and 2.0 litres, over 2.0 litres) and by kind of European antipollution regulations (ECE, EURO I, EURO II, etc.).

This database does not contain data on scooters and motor bicycles (under 0.05 litres), since they are not registered in Italy; the number of these vehicles is estimated using the data estimated by ACI and ISTAT (2004) for Italy: 5,076,413 motor bicycles at year 2003. Assuming that the percentage of motor bicycles in Campania in comparison with the total in Italy is equal to the corresponding percentage of motorcycles (obtaining by ACI data), it is possible to estimate 453,739 motor bicycles.

Table 1 summarises data on circulating vehicles aggregated by kind of vehicle and kind of fuel. The buses are not considered since their veh-kms are deductible by contracts between transit firms and local administrations. A research developed by APAT (2005a) reports an estimation of average yearly distances covered in Italy by each kind of vehicle and the percentage of these distances on urban roads, extra-urban roads and motorways; these has been estimated for being used inside the COPERT model.

Since the yearly distances covered are average values for Italy, in order to improve the estimation’s precision, they have been corrected taking in account the yearly average fuel (petrol, diesel and gas) consumption per vehicle in Italy and the same value in Campania (data available by ACI, 2005b). This correction leads to reduce the average distances covered by petrol vehicles of 20 % and by diesel vehicles of 22 %, and to increase them of 22 % for gas vehicles.
Therefore, the formula adopted for estimating veh-km/year in a region is the following:

\[
VKM_j = VEH_j \times ADC_j^{IT} \times ACON_j^{R} / ACON_j^{IT}
\]

where

- \(VKM_j\) indicates the estimated veh-kms/year in the region for the kind of vehicle \(j\);
- \(VEH_j\) indicates the number of circulating vehicles of kind \(j\) in the region;
- \(ADC_j^{IT}\) is the average yearly distances covered by vehicles of kind \(j\) in Italy;
- \(ACON_j^{R}\) is the average yearly fuel consumption per vehicle of kind \(j\) in the region;
- \(ACON_j^{IT}\) is the average yearly fuel consumption per vehicle of kind \(j\) in Italy.

It is necessary to specify that the veh-kms so estimated are the ones produced by Campania vehicles even if a part of them is performed outside the region; moreover, some veh-kms on the Campania's roads are generated by outside vehicles. These errors can be considered acceptable because in part they compensate each other and in part because the external costs regard the whole society (also the inhabitants of other regions). Table 2 summarises the results of the veh-kms estimation.

<table>
<thead>
<tr>
<th>Vehicle</th>
<th>Veh-km/year (Urban)</th>
<th>Veh-km/year (Extra-Urb.)</th>
<th>Veh-km/year (Motorways)</th>
<th>Veh-km/year (Total)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Petrol cars</td>
<td>7,047,620,872</td>
<td>8,382,280,084</td>
<td>951,420,454</td>
<td>9,755,213,526</td>
</tr>
<tr>
<td>Diesel cars</td>
<td>1,552,923,762</td>
<td>5,956,232,646</td>
<td>3,499,115,802</td>
<td>15,878,103,129</td>
</tr>
<tr>
<td>Gas cars</td>
<td>1,153,698,649</td>
<td>1,538,264,865</td>
<td>1,153,698,649</td>
<td>3,845,662,162</td>
</tr>
<tr>
<td>Not identified cars</td>
<td>970,243</td>
<td>1,325,535</td>
<td>619,399</td>
<td>2,915,177</td>
</tr>
<tr>
<td>Total</td>
<td>9,755,213,526</td>
<td>15,878,103,129</td>
<td>5,604,854,304</td>
<td>31,238,170,959</td>
</tr>
<tr>
<td>Petrol light trucks (under 3.5 t)</td>
<td>59,646,100</td>
<td>131,221,420</td>
<td>47,716,880</td>
<td>238,584,400</td>
</tr>
<tr>
<td>Diesel light trucks (under 3.5 t)</td>
<td>597,820,698</td>
<td>1,315,205,535</td>
<td>478,236,558</td>
<td>2,391,282,790</td>
</tr>
<tr>
<td>Petrol heavy trucks (over 3.5 t)</td>
<td>1,117,120</td>
<td>3,351,360</td>
<td>1,089,192</td>
<td>5,557,672</td>
</tr>
<tr>
<td>Diesel heavy trucks (over 3.5 t)</td>
<td>361,953,813</td>
<td>1,172,682,537</td>
<td>1,441,247,730</td>
<td>2,975,884,080</td>
</tr>
<tr>
<td>Not identified trucks</td>
<td>66,055,509</td>
<td>184,646,489</td>
<td>140,368,892</td>
<td>391,070,890</td>
</tr>
<tr>
<td>Total</td>
<td>1,086,593,239</td>
<td>2,807,107,341</td>
<td>2,108,679,252</td>
<td>6,002,379,832</td>
</tr>
<tr>
<td>Motorcycles</td>
<td>1,421,626,530</td>
<td>829,282,143</td>
<td>118,468,878</td>
<td>2,369,377,550</td>
</tr>
<tr>
<td>Motor bicycles</td>
<td>1,429,277,563</td>
<td>612,547,527</td>
<td>0</td>
<td>2,041,825,090</td>
</tr>
<tr>
<td>Total</td>
<td>3,463,451,620</td>
<td>1,441,829,669</td>
<td>118,468,878</td>
<td>4,411,202,640</td>
</tr>
<tr>
<td>Buses (contracts 2003)</td>
<td>107,168,422</td>
<td>236,272,317</td>
<td>0</td>
<td>343,440,740</td>
</tr>
<tr>
<td>Total</td>
<td>107,168,422</td>
<td>236,272,317</td>
<td>0</td>
<td>343,440,740</td>
</tr>
</tbody>
</table>

Table 2 – Estimation of veh-km/year in Campania.
**Greenhouse gas emissions**

Earth’s atmosphere is composed of several gases; the more important are oxygen (O), carbon dioxide (CO\(_2\)) and water steam (H\(_2\)O). Other gases present in the atmosphere are methane (CH\(_4\)), nitrogen protoxide (N\(_2\)O) and ozone (O\(_3\)) that are produced by natural sources, and other artificial compounds. The carbon dioxide and the water steam are the gases that produce the greenhouse effect, that makes it possible that the sun energy, which arrives on the Earth, is not entirely dispersed towards the space, allowing that the average temperature of the planet is about 34° C. Without the greenhouse effect the life should not be possible on the Earth.

In last decades, the excessive production of carbon dioxide by industries, combustion engine vehicles, thermoelectric power stations and houses (heating) have been increased the CO\(_2\) concentration in the atmosphere, causing the well-known global warming (increase of the average temperature of the planet). This temperature increase can produce catastrophic climate changes.

In order to tackle this situation, the Kyoto Protocol commits the industrialised countries to reduce the yearly CO\(_2\) emissions before the 2010 respect to the emissions at year 1990.

The estimation of external costs due to greenhouse gases generally is obtained (INFRAS/IWW, 2004; UNITE, 2005) estimating the total emissions of equivalent CO\(_2\) and multiplying these quantities by a unitary cost; this last one represents a shadow value of a CO\(_2\) ton that, in most cases, is assumed as the average cost that the country should bear for reducing the emissions, in order to respect the Kyoto Protocol. The definition of the shadow value is not univocal and not simple to fix; the values proposed in the literature vary from 20 €/t to 135 €/t (INFRAS/IWW, 2004).

In particular, the minimum value (20 €/t), that it is adopted in this paper for estimating the external costs for the region of Campania, represents the lowest limit for the costs that are necessary for complying with the Kyoto Protocol (Capros and Mantzos, 2000) and it is the value assumed in the Italian case study by the european project UNITE (2005).

The greenhouse gases considered in the estimates are carbon dioxide (CO\(_2\)), methane (CH\(_4\)) and nitrogen protoxide (N\(_2\)O); the emissions of the last two ones are converted in CO\(_2\) equivalent ton by the following conversion rates: 1 t CH\(_4\) = 21 t CO\(_2\) eq.; 1 t N\(_2\)O = 310 t CO\(_2\) eq.

The estimation of the greenhouse gas emissions due to road transportation is obtained by the specific emissions per veh-km, deducible by the APAT (2005a) inventory (see table 3), and by veh-km/year in Campania (see table 2).

The results are summarised in table 4.

<table>
<thead>
<tr>
<th>Vehicle</th>
<th>Urban roads [g/veh-km]</th>
<th>Extra-urban roads [g/veh-km]</th>
<th>Motorways [g/veh-km]</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>CO(_2)</td>
<td>CH(_4)</td>
<td>N(_2)O</td>
</tr>
<tr>
<td>Petrol cars</td>
<td>279.435</td>
<td>0.278</td>
<td>0.030</td>
</tr>
<tr>
<td>Diesel cars</td>
<td>262.170</td>
<td>0.009</td>
<td>0.027</td>
</tr>
<tr>
<td>Gas cars</td>
<td>230.325</td>
<td>0.109</td>
<td>0.015</td>
</tr>
<tr>
<td>Not identified cars</td>
<td>270.878</td>
<td>0.215</td>
<td>0.028</td>
</tr>
<tr>
<td>Petrol light trucks (under 3.5 t)</td>
<td>470.821</td>
<td>0.291</td>
<td>0.024</td>
</tr>
<tr>
<td>Diesel light trucks (under 3.5 t)</td>
<td>355.668</td>
<td>0.010</td>
<td>0.017</td>
</tr>
<tr>
<td>Petrol heavy trucks (over 3.5 t)</td>
<td>699.645</td>
<td>0.140</td>
<td>0.006</td>
</tr>
<tr>
<td>Diesel heavy trucks (over 3.5 t)</td>
<td>975.521</td>
<td>0.126</td>
<td>0.030</td>
</tr>
<tr>
<td>Not identified trucks</td>
<td>582.618</td>
<td>0.068</td>
<td>0.022</td>
</tr>
<tr>
<td>Buses</td>
<td>975.521</td>
<td>0.126</td>
<td>0.030</td>
</tr>
<tr>
<td>Motor bicycles</td>
<td>99.388</td>
<td>0.203</td>
<td>0.001</td>
</tr>
<tr>
<td>Motorcycles</td>
<td>92.537</td>
<td>0.200</td>
<td>0.002</td>
</tr>
</tbody>
</table>

Table 3 – Specific road traffic greenhouse gas emissions (source: APAT, 2005a).

For rail transportation the total emissions due to electric traction have been estimated multiplying the kWhs consumed by rail public transportation firms in Campania (data given by the firms) by the estimated CO\(_2\) eq. specific emission, equal to 489 g/kWh; this value (ENEA, 2003) was estimated on the basis of data provided by the national energy operator (GRTN), by ENEL (Italian electricity distributor) and by other public electric energy producers. Table 5 shows the results for the rail system.

For the air transportation, only the emissions produced in the phases of landing and taking-off (LTO-cycles) have been considered; more precisely, only the flights of the Napoli Capodichino airport have been referred to, differentiated in national and international flights. The air traffic data are obtained from ENAC (2005) for the year 2003. The specific emissions are obtained by APAT (2005a) inventory and are summarised in table 6.
Greenhouse gas | Urban roads | Extra-urban roads | Motorways | Total |
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>CO₂</td>
<td>3,653,690</td>
<td>3,630,739</td>
<td>2,250,210</td>
<td>9,534,639</td>
</tr>
<tr>
<td>CH₄</td>
<td>2,761</td>
<td>727</td>
<td>199</td>
<td>3,887</td>
</tr>
<tr>
<td>N₂O</td>
<td>302</td>
<td>357</td>
<td>194</td>
<td>853</td>
</tr>
<tr>
<td>CO₂ equiv.</td>
<td>3,805,313</td>
<td>3,756,645</td>
<td>2,314,420</td>
<td>9,876,378</td>
</tr>
</tbody>
</table>

Table 4 – Estimation of total CO₂ eq. road traffic emission in Campania.

<table>
<thead>
<tr>
<th>Transit firm</th>
<th>kWh/ year</th>
<th>Specific CO₂ eq. [g/kWh]</th>
<th>Yearly emission [t/year]</th>
</tr>
</thead>
<tbody>
<tr>
<td>A.N.M.</td>
<td>5,500,000</td>
<td>489</td>
<td>2,690</td>
</tr>
<tr>
<td>Circumvesuviana</td>
<td>33,195,000</td>
<td>16,232</td>
<td>540,357</td>
</tr>
<tr>
<td>MetroCampaniaN.E.</td>
<td>2,800,000</td>
<td>1,369</td>
<td>3,817</td>
</tr>
<tr>
<td>Metronapoli</td>
<td>30,000,000</td>
<td>14,670</td>
<td>440,100</td>
</tr>
<tr>
<td>SEPSA</td>
<td>12,240,000</td>
<td>5,985</td>
<td>76,654</td>
</tr>
<tr>
<td>Total</td>
<td>83,735,000</td>
<td>40,946</td>
<td>347,766</td>
</tr>
</tbody>
</table>

Table 5 – Estimation of total CO₂ eq. rail emission in Campania.

<table>
<thead>
<tr>
<th>Flight</th>
<th>Greenhouse gas [g/LTO]</th>
<th>CO₂</th>
<th>CH₄</th>
<th>N₂O</th>
</tr>
</thead>
<tbody>
<tr>
<td>National</td>
<td>2,147.21</td>
<td>169.99</td>
<td>100.00</td>
<td></td>
</tr>
<tr>
<td>International</td>
<td>2,804.07</td>
<td>355.39</td>
<td>300.00</td>
<td></td>
</tr>
</tbody>
</table>

Table 6 – Specific greenhouse gas emissions from air traffic (source: APAT, 2005a).

Table 7 reports the estimation of total greenhouse gas emissions due to air traffic of Napoli Capodichino airport; the LTO cycles are the half of the movements reported on the stats: indeed, the movements are the sum of landing and take-off operations.

<table>
<thead>
<tr>
<th>CO₂ [t/year]</th>
<th>CH₄ [t/year]</th>
<th>N₂O [t/year]</th>
<th>CO₂ equiv. [t/year]</th>
</tr>
</thead>
<tbody>
<tr>
<td>41</td>
<td>26</td>
<td>67</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>3</td>
<td>7</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>3</td>
<td>5</td>
<td></td>
</tr>
<tr>
<td>701</td>
<td>965</td>
<td>1,666</td>
<td></td>
</tr>
</tbody>
</table>

Table 7 – Estimation of total CO₂ eq. air traffic emission in Campania.

Table 8 summarises the estimated external costs due to greenhouse gas emissions in Campania, that amount almost to 200 million euros per year and are nearly totally due to road transportation.

<table>
<thead>
<tr>
<th>Mode</th>
<th>Yearly emission [t CO₂ eq./year]</th>
<th>Specific external cost [€/t CO₂ eq.]</th>
<th>Total external cost [€/year]</th>
</tr>
</thead>
<tbody>
<tr>
<td>Road</td>
<td>9,876,378</td>
<td>20</td>
<td>197,527,560</td>
</tr>
<tr>
<td>Rail</td>
<td>40,946</td>
<td>20</td>
<td>818,920</td>
</tr>
<tr>
<td>Air</td>
<td>1,666</td>
<td>20</td>
<td>33,317</td>
</tr>
<tr>
<td>Total</td>
<td>9,918,990</td>
<td></td>
<td>198,379,797</td>
</tr>
</tbody>
</table>

Table 8 – Estimation of greenhouse gas external costs in Campania.

Air pollution

The air pollution is one of the main reasons of quality of life reduction in the great cities; it damages people’s health, cultivations and buildings. Accurate descriptions of pollutants, of their damages and of the influence of transportation on total pollution can be found in the wide literature (see for instance Bickel and Friedrich, 2001). An estimation of air pollution external costs produced in Italy by road transportation is reported in Daniels and Chiabai (1998). In this paper the estimation of air pollution external costs produced by transportation systems in Campania is obtained in function of the total emissions of the main pollutants: sulphur dioxide (SO₂), nitrogen oxides (NOₓ), particulate matter (PM10), carbon monoxide (CO) and non-methane volatile organic compounds (NMVOC).
The specific emissions, as well as for greenhouse gases, are deduced by the APAT (2005a) inventory, for the different vehicle categories (see table 9).

Total emissions are obtained by multiplying the veh-km/year of each kind of vehicle (see table 2) by the corresponding specific emission, in the different contexts (Urban, Extraurban, Motorway). Table 10 summarises the obtained results. Similar results can be obtained by using the COPERT (2005) software to the region of Campania; indeed, the APAT inventory data are based on the COPERT model.

Total emissions of rail transportation have been estimated in function of kWhs consumed every year from the rail firms in Campania (see table 5) and of the unitary pollution emissions per kWh (see table 11); these last ones are deduced by the study by ENEA (2003). In table 11 are summarised also the total emission in Campania due to rail transportation.

Similarly to the procedure adopted for greenhouse gas emissions, air pollution emissions due to air transportation are estimated in function of LTO cycles of Capodichino airport (ENAC, 2005) and of the specific emissions (APAT, 2005a) reported in table 12. Table 13 summarises the results for air transportation.
SO₂ | NOₓ | PM₁₀ | CO | NMVOC
---|---|---|---|---
Urban roads
Petrol cars | 0.011 | 1.063 | 0.034 | 24.458 | 3.733
Diesel cars | 0.047 | 0.949 | 0.275 | 1.089 | 0.267
Gas cars | 0.000 | 1.343 | 0.045 | 8.935 | 1.697
Not identified cars | 0.015 | 1.078 | 0.074 | 18.902 | 2.940
Petrol light trucks | 0.019 | 1.792 | 0.047 | 48.740 | 6.276
Diesel light trucks | 0.064 | 2.399 | 0.366 | 1.383 | 0.274
Petrol heavy trucks | 0.028 | 4.353 | 0.488 | 66.313 | 6.567
Diesel heavy trucks | 0.176 | 12.027 | 0.890 | 3.891 | 2.119
Not identified trucks | 0.101 | 5.780 | 0.533 | 5.111 | 1.286
Buses | 0.176 | 12.027 | 0.890 | 3.891 | 2.119
Motor bicycles | 0.004 | 0.122 | 0.042 | 19.996 | 2.255
Motorcycles | 0.004 | 0.122 | 0.042 | 19.996 | 2.255

Extra-urban roads
Petrol cars | 0.006 | 0.837 | 0.025 | 3.548 | 0.534
Diesel cars | 0.027 | 0.554 | 0.120 | 0.368 | 0.092
Gas cars | 0.000 | 1.877 | 0.038 | 1.659 | 0.497
Not identified cars | 0.013 | 0.832 | 0.062 | 2.172 | 0.365
Petrol light trucks | 0.008 | 1.995 | 0.047 | 4.557 | 0.621
Diesel light trucks | 0.036 | 0.918 | 0.217 | 0.677 | 0.099
Petrol heavy trucks | 0.019 | 7.255 | 0.488 | 52.103 | 5.159
Diesel heavy trucks | 0.109 | 6.308 | 0.502 | 1.941 | 0.521
Not identified trucks | 0.109 | 6.308 | 0.502 | 1.941 | 0.521
Buses | 0.109 | 6.308 | 0.502 | 1.941 | 0.521
Motor bicycles | 0.004 | 0.122 | 0.042 | 19.996 | 2.255
Motorcycles | 0.004 | 0.122 | 0.042 | 19.996 | 2.255

Motorways
Petrol cars | 0.007 | 1.162 | 0.023 | 3.988 | 0.448
Diesel cars | 0.034 | 0.829 | 0.169 | 0.331 | 0.032
Gas cars | 0.000 | 2.237 | 0.035 | 14.819 | 0.318
Not identified cars | 0.022 | 1.175 | 0.117 | 3.934 | 0.162
Petrol light trucks | 0.008 | 2.340 | 0.047 | 8.938 | 0.662
Diesel light trucks | 0.047 | 1.199 | 0.264 | 0.885 | 0.094
Petrol heavy trucks | 0.021 | 7.255 | 0.488 | 42.103 | 3.283
Diesel heavy trucks | 0.124 | 6.772 | 0.464 | 1.941 | 0.776
Not identified trucks | 0.102 | 5.311 | 0.405 | 1.664 | 0.609
Buses | 0.102 | 5.311 | 0.405 | 1.664 | 0.609
Motor bicycles | 0.004 | 0.122 | 0.042 | 19.996 | 2.255
Motorcycles | 0.005 | 0.383 | 0.042 | 29.614 | 1.928

Table 9 – Specific road traffic pollutant emissions in g/veh-km (source: APAT, 2005a).

SO₂ | NOₓ | CO | NMVOC
---|---|---|---
Urban roads | 291 | 18,300 | 1,635 | 237,790 | 45,094
Extra-urban roads | 430 | 24,248 | 2,158 | 63,966 | 13,178
Motorways | 342 | 17,832 | 1,513 | 29,069 | 2,418
Total | **1,063** | **60,560** | **5,306** | **330,455** | **60,690**

Table 10 – Estimation of total pollutant emissions due to road traffic in Campania (t/year).

The estimation of external costs due to air pollution can be obtained multiplying total emissions by a unitary damage cost (€/t), different for every pollutant and for urban and extra-urban areas.

As unitary damage costs can be adopted the ones proposed in the study developed by ENEA (2003); these values have been estimated on the basis of results of the European project EXTERNE (2005), on the exposed population and on the effects on the health due to pollutants.

The unitary damage costs reported in the ENEA study are estimated assuming a Value of Life (VOL) equal to 3,700,558 €. For adopting these estimates in this paper making comparable the results of air pollution with the other external costs that are based on VOL value (noise and accidents), it has been necessary to reduce the unitary damage costs in function of the value previously estimated (1,242,545 €).

The monetary unitary damage costs so obtained are reported in table 14.

For calculating the total external costs the following hypotheses are assumed:

Table 11 – Unitary (source: ENEA, 2003) and total (in Campania) emissions due to rail transportation.

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Unitary emission (national flights) [kg/LTO]</th>
<th>Unitary emission (international flights) [kg/LTO]</th>
</tr>
</thead>
<tbody>
<tr>
<td>SO₂</td>
<td>0.674</td>
<td>0.879</td>
</tr>
<tr>
<td>NOₓ</td>
<td>8.252</td>
<td>10.854</td>
</tr>
<tr>
<td>PM₁₀</td>
<td>0.384</td>
<td>0.462</td>
</tr>
<tr>
<td>CO</td>
<td>7.331</td>
<td>11.637</td>
</tr>
<tr>
<td>NMVOC</td>
<td>1.601</td>
<td>3.347</td>
</tr>
</tbody>
</table>

Table 12 – Specific air transportation pollutant emissions (source: APAT, 2005a).

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>National flight emissions [t/year]</th>
<th>International flight emissions [t/year]</th>
<th>Total emissions [t/year]</th>
</tr>
</thead>
<tbody>
<tr>
<td>SO₂</td>
<td>12.87</td>
<td>8.21</td>
<td>21.08</td>
</tr>
<tr>
<td>NOₓ</td>
<td>157.62</td>
<td>101.38</td>
<td>259.00</td>
</tr>
<tr>
<td>PM₁₀</td>
<td>7.33</td>
<td>4.32</td>
<td>11.65</td>
</tr>
<tr>
<td>CO</td>
<td>23.03</td>
<td>11.65</td>
<td>34.68</td>
</tr>
<tr>
<td>NMVOC</td>
<td>30.58</td>
<td>31.26</td>
<td>61.84</td>
</tr>
</tbody>
</table>

Table 13 – Estimation of total emissions due to air transportation in Campania.
- the emissions due to road transportation on extra-urban roads and on motorways are produced in extra-urban ambit, the other ones in urban ambit;
- the emissions due to rail transportation are produced in extra-urban ambit (since the thermoelectric power stations are generally sited outside urban areas);
- the emissions due to air transportation are produced in urban ambit, since the Capodichino airport is located inside Naples urban area.

The estimated results are summarised in table 15; they overcome 1.5 billion € per year.

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Urban ambit (€/t)</th>
<th>Extra-urban ambit (€/t)</th>
</tr>
</thead>
<tbody>
<tr>
<td>SO₂</td>
<td>14,818.22</td>
<td>3,899.06</td>
</tr>
<tr>
<td>NOₓ</td>
<td>5,063.52</td>
<td>3,538.31</td>
</tr>
<tr>
<td>PM₁₀</td>
<td>748,695.19</td>
<td>4,619.47</td>
</tr>
<tr>
<td>CO</td>
<td>9.42</td>
<td>1.09</td>
</tr>
<tr>
<td>NMVOC</td>
<td>1,260.81</td>
<td>376.32</td>
</tr>
</tbody>
</table>

Table 14 – Unitary damage costs due to pollutant emissions (elaboration on ENEA, 2003, data).

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Urban ambit (€)/year</th>
<th>Extra-urban ambit (€)/year</th>
</tr>
</thead>
<tbody>
<tr>
<td>SO₂</td>
<td>4,618,537</td>
<td>3,666,533</td>
</tr>
<tr>
<td>NOₓ</td>
<td>93,976,805</td>
<td>149,739,936</td>
</tr>
<tr>
<td>PM₁₀</td>
<td>1,232,679,439</td>
<td>4,619,47</td>
</tr>
<tr>
<td>CO</td>
<td>2,241,643</td>
<td>100,695</td>
</tr>
<tr>
<td>NMVOC</td>
<td>56,933,357</td>
<td>376.32</td>
</tr>
</tbody>
</table>

Table 15 – Estimation of external costs due to air pollution in Campania.

Noise

The noise caused by transportation systems generally is assumed as a real source of pollution that has effects on human health and on quality of life.

The calculation of external costs due to noise is not simple, particularly for lack of data; indeed, several studies in the literature (Amici della Terra and Ferrovie dello Stato, 2002; INFRAS/IWW, 2004; UNITE, 2005) are based on the number of people exposed to different noise levels. They used data on the people exposed to several noise levels in the cities with more than 10,000 inhabitants, disaggregated for transportation mode. Since specific data for the Campania Region are not available, it is necessary to assume that the exposition rate in Campania is equal to the Italian average.

Table 16 reports people exposed to different noise levels in Campania’s cities with a population over 10,000 inhabitants. Generally, it is possible to calculate the external costs due to noise considering the following items:
- willingness to pay for reducing the noise;
- costs related to heart disease risk;
- medical treatment costs.

The first item represents how much is the willing to pay for reducing the noise level under the threshold of 65 dB(A) by day and of 55 dB(A) by night. The estimation of this willingness to pay should require a specific Stated Preference survey.

In this paper we use the values reported in the INFRAS/IWW (2004) study, adapted to the Campania’s pro-capita GDP. Table 17 reports...
these values for different transportation modes and different noise levels.

<table>
<thead>
<tr>
<th>Noise level [dB(A)]</th>
<th>Road</th>
<th>Rail</th>
<th>Air</th>
</tr>
</thead>
<tbody>
<tr>
<td>55-65</td>
<td>1,561,752</td>
<td>295,514</td>
<td>119,768</td>
</tr>
<tr>
<td>60-65</td>
<td>1,025,402</td>
<td>211,329</td>
<td>86,354</td>
</tr>
<tr>
<td>65-70</td>
<td>594,065</td>
<td>109,787</td>
<td>37,319</td>
</tr>
<tr>
<td>70-75</td>
<td>178,350</td>
<td>33,847</td>
<td>16,924</td>
</tr>
<tr>
<td>&gt;75</td>
<td>50,771</td>
<td>8,245</td>
<td>9,981</td>
</tr>
</tbody>
</table>

Table 16 – Estimation of people exposed to different noise levels in Campania.

Using these values for the willingness to pay, the corresponding item of external cost should amount to 476,528,003 €/year.

The second item is related to the increment of death risk due to noise; Babish et al. (1993, 1994) showed that the increment of acute myocardial infarction is 20% for people that are exposed to a noise level between 65 and 75 dB(A) and 70% if the noise level is over 75 dB(A).

For estimating the deaths due to noise can be adopted the following formula:

\[ DIC_{NOISE} = (x_{65} - x_{NE}) PC_{65} + (x_{75} - x_{NE}) PC_{75} \]

where

\[ DIC_{NOISE} \] represents the heart disease deaths in Campania due to noise;
\[ x_{NE} \] is the heart disease risk per inhabitant exposed to noise under 65 dB(A);
\[ x_{65} \] is the heart disease risk per inhabitant exposed to noise between 65 and 75 dB(A);
\[ x_{75} \] is the heart disease risk per inhabitant exposed to noise over 75 dB(A);
\[ PC_{65} \] is the Campania population exposed to noise between 65 and 75 dB(A), equal to 970,292 inhabitants (see table 16);
\[ PC_{75} \] is the Campania population exposed to noise over 75 dB(A), equal to 68,997 inhabitants (see table 16).

The heart disease risks can be estimated solving the following equation system:

\[ DIC = x_{NE} PC_{75} + (x_{65} - x_{NE}) PC_{65} + (x_{75} - x_{NE}) PC_{75} \]

\[ x_{65} = 1.2 x_{NE} \]
\[ x_{75} = 1.7 x_{NE} \]

With these values, the heart disease deaths in Campania due to noise can be estimated in 118 that, multiplied by the VOL (1,245,545 €), gives an estimated total cost equal to 147,167,747 €/year.

The third cost item is related to the medical treatment costs borne by society due to noise. The research MOSCA (2002) estimated for Germany that each person exposed to a noise level over 65 dB(A) bears an additional cost for medical treatments equal to 130 €/year. Assuming the same value, the medical treatment cost can be estimated equal to 135,107,150 €/year.

Summing the three cost items, the estimated total external cost produced by noise is equal to 758,803,320 €/year.

**Accidents**

Every year in European Union the road accidents cause over 40,000 fatalities and 1 million injuries; over the social problems, economic damages are caused.

In a first estimate of European Union the damage amount about to 160 billion euros per year.

One of the objectives declared by European Commission, as reported in the White Paper on transport policy (European Commission, 2001), is to reduce the road accidents of 50% between 2000 and 2010.

As regards Italy, the data (ISTAT, 2005b) show 225,141 accidents, 6,015 fatalities and 318,961 injuries. In Campania the registered accidents are over 9,400 and they caused 347 fatalities and over 14,000 injuries. Table 18 reports accident data subdivided by province. The ISTAT specifies that the registered data are probably underestimated for several reasons: are registered only accidents that caused damage to people and only fatalities that occurred within 30 days by accident; many accidents with light injuries are not declared.

Anyway, in this paper it has been preferred to use the official data, without amplifying those using uncertain corrective coefficients. The external cost items due to road accidents estimated in this paper are:
The material damage are not assumed as external costs since they are fully covered by insurances that are paid by users. For estimating the people damage costs, it is necessary to establish a unitary cost for fatality, for serious injury and for light injury. As regards the fatality cost, the value previously estimated is adopted (1,242,545 €); INFRAS/IWW (2004) proposes a medium value equal to 200,000 € for serious injury and equal to 15,000 € for light injury. Adapting these values to pro-capita GDP of Campania's inhabitants, the values of 165,673 € per serious injury and of 12,425 € per light injury are obtained. ISTAT estimates that the 80 % of injuries can be assumed light and the 20 % can be assumed serious; under this assumption in Campania in the year 2003 there were 2,864 serious injuries and 11,457 light injuries. The estimated people damage cost in the Campania Region amounts to 1,048,038,315 €/year. Following the suggestions of UNITE (2005) project, the productivity and consumption losses can be estimated assuming 10 inactivity days for light injuries and 25 inactivity days for serious injuries. For Campania Region the daily production loss is equal to 89.36 € per employed person, while the consumption loss is equal to 21.74 € per unemployed person (both values are estimated adapting UNITE values to pro-capita GDP in Campania). In Campania Region the percentage of employed people is 26 % (ISTAT, 2005e); assuming the same percentage among casualties, the costs due to productivity and consumption losses is 7,321,354 €/year. From available ISTAT (2005a) data it is possible to estimate the average medical treatment cost per accident equal to 2,796.33 €, inclusive of hospital, first aid and rehabilitation costs. Using this value the total medical treatment cost amounts to 26,388,966 €/year. From the same ISTAT data it is possible to estimate the administrative and judiciary costs per accident as 8,380.51 €; the total cost due to these items is equal to 83,333,474 €/year. Therefore, the total external cost due to road accidents is estimated equal to 1,165,082,109 €/year. This cost is partially already internalised by insurances (paid by users); indeed, in Italy a part of insurance premium is devolved directly to National Health Service. Another part of premium indemnities material damage (that are not considered external costs) and people damage; a study for estimating the part of accident costs already internalised will be object of further research.

### Congestion

The congestion affects mainly the road transportation, especially in urban areas. The evaluation of externalities due to congestion can be obtained by estimating the time lost by users in the congested system respect the case of absence of congestion. Other more effective methods can be based on the users' surplus evaluation, but they should require studies on the demand elasticity. In this paper the congestion costs will be estimated only for road transportation. For estimating the external costs due to congestion, the total travel time that should be spent by car users in Campania if the congestion level is equal to the average in Italy has been estimated. This estimate is obtained by the veh-kms/year for each car category and by the average yearly speeds desumed by APAT (2005a), for each ambit (see table 19).

### Table 18 – Accidents registered in Campania at 2003 (source: ISTAT, 2005b).

<table>
<thead>
<tr>
<th>Province</th>
<th>Accidents</th>
<th>Fatalities</th>
<th>Injuries</th>
</tr>
</thead>
<tbody>
<tr>
<td>Avellino</td>
<td>648</td>
<td>40</td>
<td>926</td>
</tr>
<tr>
<td>Benevento</td>
<td>448</td>
<td>15</td>
<td>756</td>
</tr>
<tr>
<td>Caserta</td>
<td>1,087</td>
<td>81</td>
<td>1,832</td>
</tr>
<tr>
<td>Napoli</td>
<td>4,604</td>
<td>128</td>
<td>6,869</td>
</tr>
<tr>
<td>Salerno</td>
<td>2,650</td>
<td>83</td>
<td>3,938</td>
</tr>
<tr>
<td><strong>Campania</strong></td>
<td><strong>9,437</strong></td>
<td><strong>347</strong></td>
<td><strong>14,321</strong></td>
</tr>
</tbody>
</table>

### Table 19 – Estimation of hours spent in a year in car in Campania under the assumption that the average congestion is equal to the average Italian congestion.

<table>
<thead>
<tr>
<th>Car</th>
<th>Urban roads</th>
<th>Extra-urban roads</th>
<th>Motorways</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Petrol</td>
<td>187,903,146</td>
<td>132,719,606</td>
<td>29,587,615</td>
<td>350,210,367</td>
</tr>
<tr>
<td>Diesel</td>
<td>62,116,950</td>
<td>98,010,064</td>
<td>30,142,118</td>
<td>190,269,132</td>
</tr>
<tr>
<td>Gas</td>
<td>46,147,946</td>
<td>23,665,613</td>
<td>9,614,155</td>
<td>79,427,713</td>
</tr>
<tr>
<td>Not id.</td>
<td>38,810</td>
<td>21,351</td>
<td>5,417</td>
<td>65,578</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>296,206,852</strong></td>
<td><strong>254,416,634</strong></td>
<td><strong>69,349,306</strong></td>
<td><strong>619,972,792</strong></td>
</tr>
</tbody>
</table>

The ISFORT (2005) survey shows that the average speed in Campania is equal to the 89.9 % of the average Italian value; the same survey shows that the 48.8 % of trips are made for job/study purposes. Applying the ratio between average Italian speed and average Campania speed to the total hours of table 19, it is possible to obtain a total number of hours equal to 690,491,024; therefore the lost hours for congestion can be assumed equal to 70,518,232, of which the 48.8 % (34,412,897) for job/study trips. These hours has to be multiplied by the average car occupancy factor, which can be assumed equal to 1.3; therefore, lost hours are 91,673,702, among which 44,736,767 for job/study trips and 46,936,935 for other trips.
The external cost can be estimated multiplying lost hours for VOT (€/h); as seen in subsection 3.2, ENEA (2003) proposed 7.74 €/h for job/study trips and 1.93 €/h for other purpose trips. With these values the estimated congestion cost amounts to 436,850,858 €/year.

It is necessary to specify that the external cost so estimated is minimal, since the average Italian conditions cannot assumed uncongested and that the effects on freight transportation has been neglected.

**Cost summary**

Table 20 and Figure 2 summarise external costs produced by transportation system in Campania. It can be noted that the largest costs are due to air pollution (38.0 %) and accidents (28.2 %); noise amounts to 18.4 %, while less importance is assumed by congestion (10.6 %) and greenhouse gas emissions (4.8 %). The total cost overcomes 4.1 billions euros per year, equal about to 4.7 % of regional GDP.

<table>
<thead>
<tr>
<th>Cost Item</th>
<th>Total cost [€/year]</th>
<th>Cost per inhabitant [€/inhabitant-year]</th>
</tr>
</thead>
<tbody>
<tr>
<td>Greenhouse gases</td>
<td>198,379,809</td>
<td>34.79</td>
</tr>
<tr>
<td>Air pollution</td>
<td>1,566,816,773</td>
<td>274.79</td>
</tr>
<tr>
<td>Noise</td>
<td>758,803,320</td>
<td>133.08</td>
</tr>
<tr>
<td>Accidents</td>
<td>1,165,082,109</td>
<td>204.33</td>
</tr>
<tr>
<td>Congestion</td>
<td>436,850,858</td>
<td>76.61</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>4,125,932,870</strong></td>
<td><strong>723.60</strong></td>
</tr>
</tbody>
</table>

Table 20 – Estimation of external costs in Campania region.

In particular, the environmental costs (air pollution, noise and greenhouse gas emissions) are over the 60 % of total external costs.

**Discussion**

The estimation methods proposed in this paper are based on some assumptions and it is useful to discuss them in order to understand the goodness of obtained solutions.

The costs of greenhouse gas emissions are estimated in function of yearly traffic, specific emissions and unitary CO2 cost. The first two terms can be considered reliable; indeed, the procedure proposed for estimating the veh-kms/year is based on official data on number of vehicles and on the estimation of yearly distance covered by vehicles, proposed by a government agency on the basis of specific studies.

Other traffic data (air and rail transportation) are deduced by official stats and the specific emissions are also deduced by official data.

Moreover, the differentiation among kinds of roads (urban, extra-urban and motorways) allows to obtain good estimates. The unitary CO2 cost, instead, is a term that is more uncertain and less reliable. Indeed, the adopted value is a minimum of a very wide interval (from 20 € to 135 €) and it was estimated (Capros and Mantzos, 2000) under optimistic assumptions for industrialised countries about the kind of the emission trade model (Full Trade). If this assumption is removed, the costs of greenhouse gas emissions should reach very higher values, up to over 6 times the estimated values. From this point of view, the estimated value can be seen as minimal.

Air pollution costs are estimated with a procedure similar to the previous one. Also in this case the uncertainty is related to the unitary emission costs (see table 14); these values are obtained adapting the values estimated by ENEA (2003) to the VOL assumed in this paper. The ENEA study elaborated data coming from several sources, among which the EXTERNE (2005) project, and they can be assumed valid as average values for Italy; the higher population density in Campania region probably amplifies the effects on people health, but at now it is not possible to obtain better estimates. This problem has to be studied in further researches.

About the noise costs, the uncertainties are related mainly to the willing to pay values; indeed, more times the “declared” willing to pay does not represent a “real” value. Therefore, in order to improve the results it can be useful to propose methods based on hedonic prices, which seem to be more suitable for estimating noise costs. Also in this case, they need specific surveys and studies that are not yet available in Campania region.

About the accident costs, the main uncertainty is related to the VOL; in particular, assuming the same VOL for accidents and for noise and air pollution can be seen as a forcing. Indeed, the average age of road accident victims is, generally, lower than the...
victims caused by health damage due to air pollution and noise. So, other (greater) shadow values can be politically assumed, especially in the evaluation and comparison of transportation plans and policies aimed to reduce road accidents.

The estimation of congestion costs is based on a comparison between congestion in the region and average Italian congestion. The main limit of the procedure is related to the absence of congestion estimates for other transportation modes and for freight transport. Sometime these costs are not considered as external, since they are borne by users. About the monetary evaluation of road congestion, the main uncertainty is related to the VOT that should be different for different user classes: it should be estimated each time.

Even though these limits and uncertainties, the proposed procedures are useful for a first estimation of main external costs due to transportation; these approximate estimates can be used inside preliminary evaluations of transportation projects, plans and policies.

Conclusion

In this paper simplified methods for estimating the external costs due to transportation in regional areas are proposed. The advantages of proposed methods are related to the possibility to use input data easily available from official stats, without the necessity of providing specific surveys. An approximate estimation of external costs is useful for evaluating transportation plans and policies, in particular if they are devoted to the reduction of environmental impacts. The results obtained for the region of Campania show as the amount of external costs is equal about to 4.7 % of regional GDP and, in particular, as the environmental costs (greenhouse gas emissions, air pollution and noise) overcome the 60 % of total costs. Further research will be addressed to improve the precision of proposed methods, mainly as regards the specific costs of air pollution and of greenhouse gas emissions.

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