# Congestion Pricing for New York City

Past (2007-08) Failure, Future (2014-15) Success?

Presentation for

## International Forum on Economic Policies for Traffic Congestion and Tailpipe Emissions

12-13 December 2013 Hangzhou, Zhejiang Province, China

**Charles Komanoff • Nurture Nature Foundation • New York City** 

### **New York City Map**

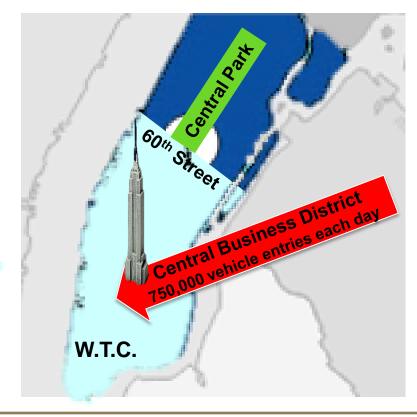
#### **Populations**

Manhattan: 1.6 million

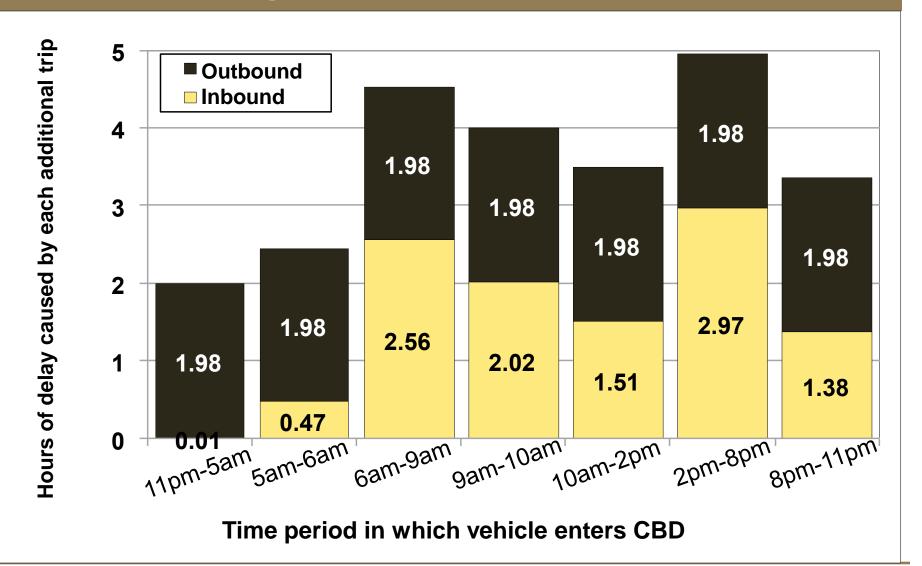
New York City: 8.3 million

NYC Metro Region: 20 million

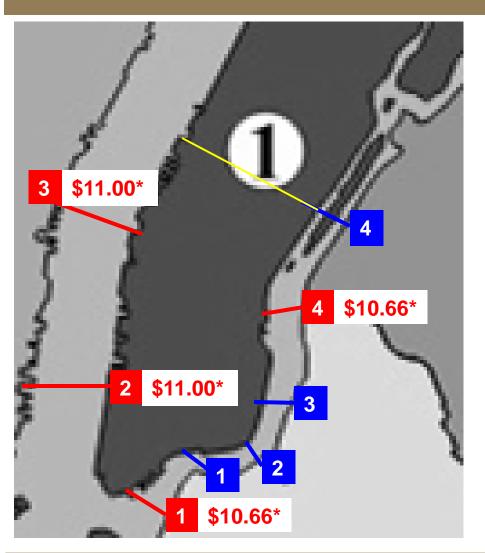




## Car trips to CBD impose enormous delays on other road users



## **Bridges & Tunnels to the CBD**



### **Bridges (FREE)**

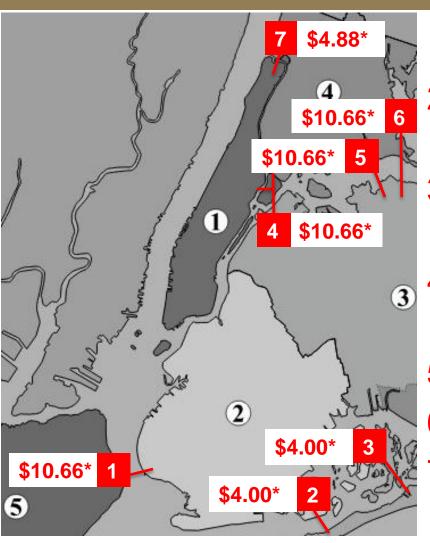
- 1. Brooklyn Bridge
- 2. Manhattan Bridge
- 3. Williamsburg Bridge
- 4. Queensboro Bridge

#### **Tunnels**

- 1. Brooklyn Battery Tunnel
- 2. Holland Tunnel
- 3. Lincoln Tunnel
- Queens Midtown Tunnel

<sup>\*</sup> Fee is based on round-trip.

## **MTA Bridges (far from CBD)**



- 1. Verrazano-Narrows Bridge
- Marine Parkway-Gil Hodges Memorial Bridge
- Cross Bay Veterans Memorial Bridge
- 4. Robert F. Kennedy-Triborough Bridge
- 5. Bronx-Whitestone Bridge
- 6. Throgs Neck Bridge
- 7. Henry Hudson Bridge

<sup>\*</sup> Fee is based on round-trip.

## What are NYC's traffic and transportation problems?

#### 1. Traffic Gridlock

(CBD 8 am - 6 pm average: 9 mph)



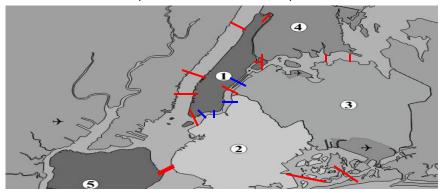
#### 2. Underfinanced Transit System

(aging buses & subways)



#### 3. Toll Imbalance

(inefficient & unfair)



#### 4. Tailpipe Pollution

(problem largely solved)



## What was Mayor Bloomberg's 2007-2008 Congestion Pricing Proposal?

- Private autos entering Manhattan CBD pay \$8.00 (round-trip). Rebates for tolls on "upstream" bridges and tunnels.
- Large trucks pay extra.
- All tolls are charged only 12 x 5 (6am-6pm, Mon-Fri).
- Taxicabs pay surcharge averaging \$0.25 instead of entry fee.
- MTA bridge tolls remain.

## **A Comparison**

#### **Bloomberg 2007-08: Summary**

#### **Vision**

Environmental

#### **Proponent**

Billionaire Mayor

#### **Features**

- \$8.00 round-trip, 12 x 5
- Small taxi surcharge
- MTA bridges unchanged

#### **Results**

- CBD Speed gain: 11%
- Net revenue: \$520M/year
- Manhattan pays: 13% of total
- MV share to CBD: 17% (now 19%)

## What is the "Move New York" Toll-Rebalancing Proposal?

- Private autos entering Manhattan CBD pay \$10.66 (round-trip) — same as MTA tunnels. No rebates.
- Large trucks pay extra, but only once per day.
- Taxicabs pay congestion-based surcharge averaging \$1.25 per trip instead of entry fee.
- All tolls are charged 24 x 7 (every hour of year).
- Reduce round-trip toll on all "major" MTA bridges by \$5.00 (for "minor" MTA bridges: \$2.00 off).

## **A Comparison**

### **Bloomberg 2007-08: Summary**

#### Move NY 2014-15: Summary

#### **Vision**

Environmental

#### **Main Proponent**

Billionaire Mayor

#### **Features**

- \$8.00 round-trip, 12 x 5
- Small taxi surcharge
- MTA bridges unchanged

#### Results

- CBD Speed gain (weekdays): 11%
- Net revenue: \$520M/year
- Manhattan pays: 13% of total
- MV share to CBD: 17% (now 19%)

#### **Vision**

Transport/Economy

#### **Main Proponents**

Business + Labor + Community

#### **Features**

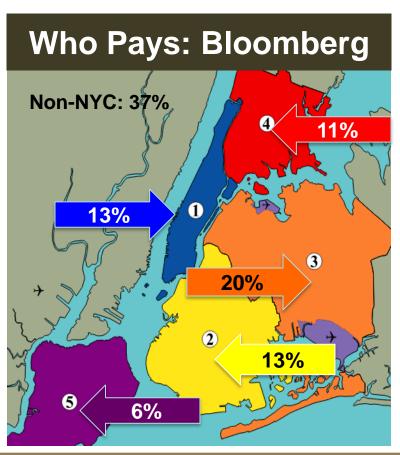
- \$10.66 round-trip, 24 x 7
- Large taxi surcharge
- MTA bridges \$5.00 less

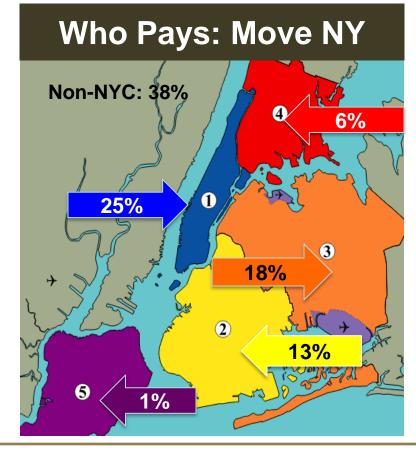
#### Results

- CBD Speed gain (weekdays): 20%
- Net revenue: \$1,500M/year
- Manhattan pays: 25% of total
- MV share to CBD: 16% (now 19%)

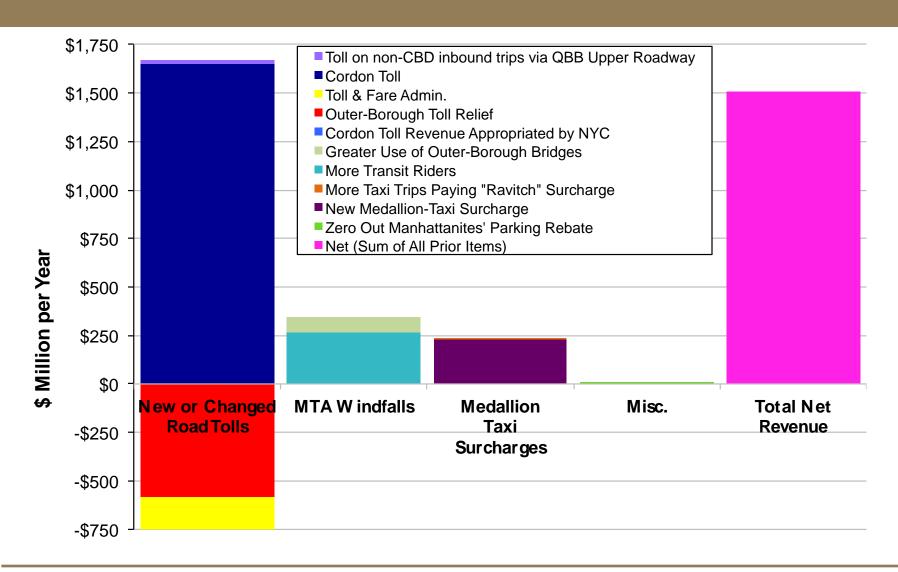
## Tolling needs taxi surcharge and non-CBD bridge discounts to balance burden

- 70% of cab use is by Manhattan residents.
- Few Manhattan residents use non-CBD bridges.

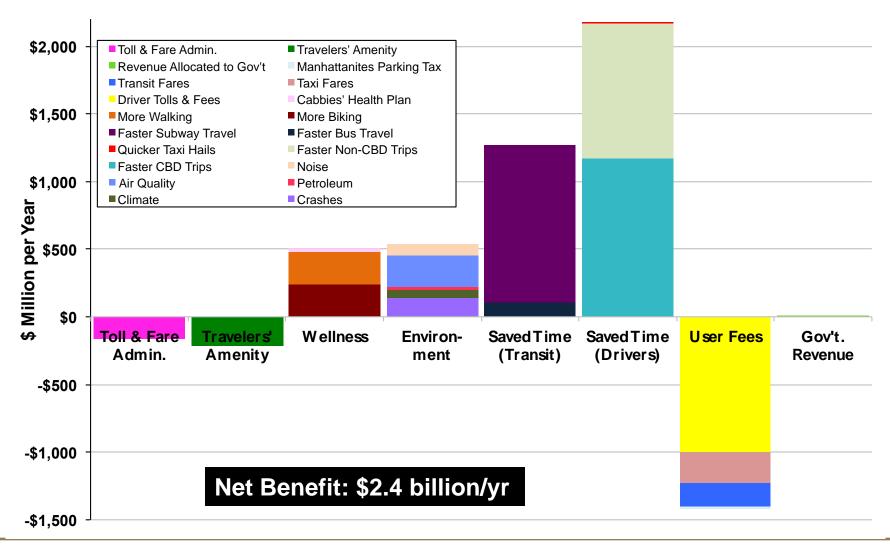




### **Revenue Sources: Move NY Plan**



### **Benefits and Costs: Move NY Plan**



## Move NY Campaign: Strategy + Schedule

- Emphasize:
  - Revenue (40%)
  - Efficiency (30%)
  - Toll Equity (20%)
  - Environment (10%)
- Quietly build public and political support.
- Late 2014-Early 2015 "window":
  - After New York State elections (Nov. 2014)
  - Plug hole in MTA Capital Plan (starts 2015)

## **Balanced Transportation Analyzer Spreadsheet Model (BTA)**

- 5 MB XLS (Excel 2007 or later).
- 62 "tabs" (interlinked).
- Runs modified scenarios in seconds.
- Open source:
  - http://www.nnyn.org/kheelplan/BTA\_1.1.xls
  - Or google "BTA 1.1" for link.