# ROAD FREIGHT MODELS TO ACCELERATE GREEN TRANSITION IN EUROPE

Sheba Nair<sup>1</sup>, Erika Kallionpaa<sup>1</sup> & Heikki Liimatainen<sup>1</sup>

<sup>1</sup> Transport Research Centre Verne, Tampere University, Finland

10th International Workshop on Sustainable Road Freight Transport 2023

4th - 5th December 2023, Cambridge, UK



## **Agenda**

- Background
- Purpose, Aim & Research Questions
- Methodology
- Findings
- Future Directions
- Practical Implication & Limitation
- Key Takeaways



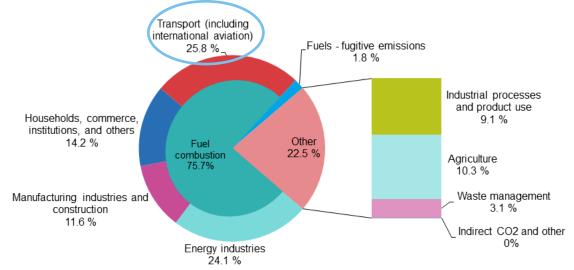
Source: Stock Images



## **Background - General**

- Global urban population is expanding.
- Fossil Fuels are still essential & still a source of energy.
- Reducing dependency on fossil fuels is a huge challenge.

#### Greenhouse gas emissions by IPCC source sector, EU, 2019



Source: EEA, republished by Eurostat (online data code: env\_air\_gge)

eurostat O

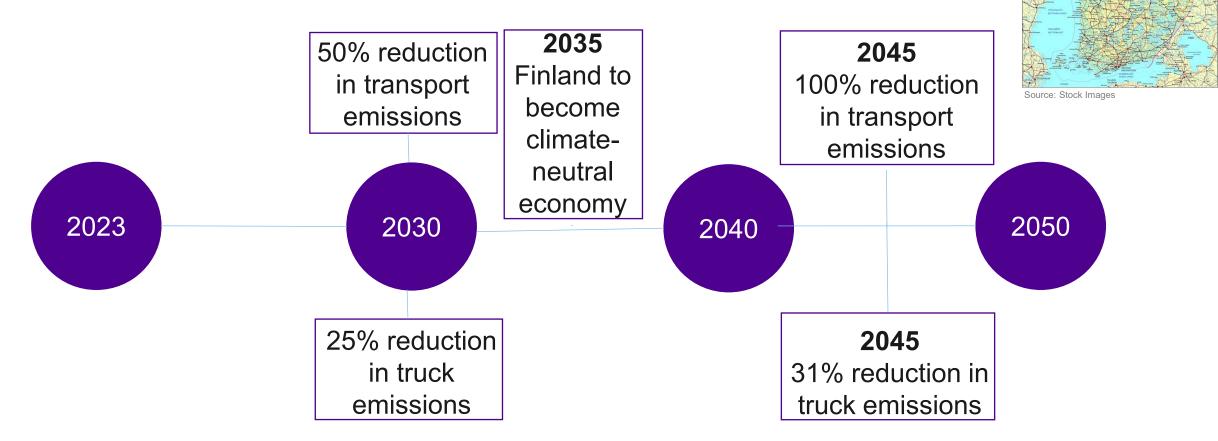
Source: European Environment Agency (2022)

### TRANSPORT EMISSIONS IN THE EU Greenhouse gas emissions breakdown by transport mode (2019)0.4% Railways Road transportation 0.5% Other 60.6% Cars Cars 13.4% Civil aviation 14.0% Water navigation 1.3% Motorcycles Heavy duty trucks 11.0% Light duty trucks



## **Background - Finland**

• Finland – 85% tonnes of goods use road transport



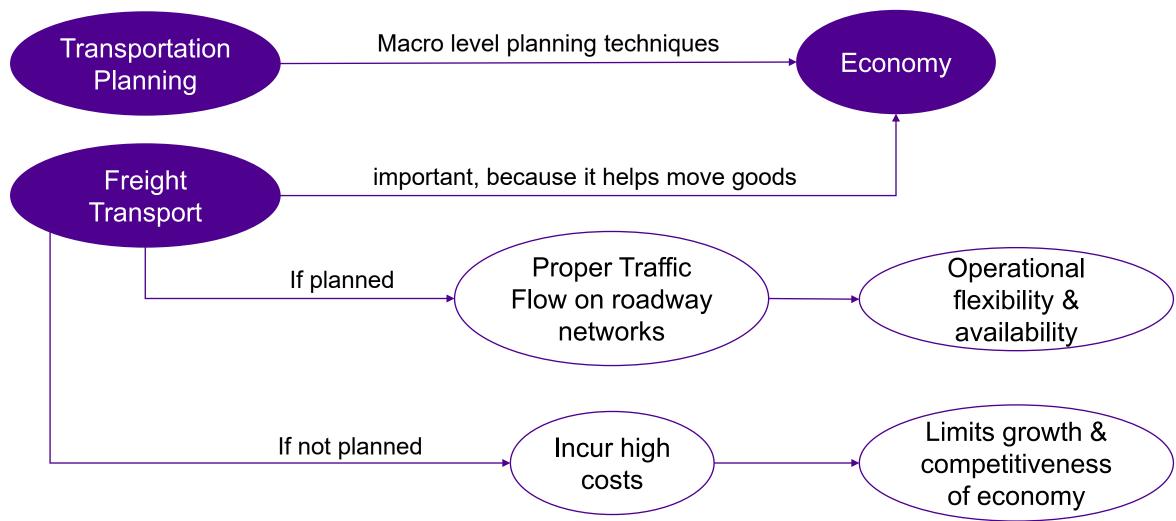
Source: Traficom (2023). Goods transport in Finland. Goods transport in Finland, Tieto Traficom (accessed on 1 June 2023)

LVM (2021). Roadmap to fossil-free transport: Government resolution on reducing domestic transport's greenhouse gas emissions, Publications of the Ministry of Transport and Communications 2021:19. http://urn.fi/URN:ISBN:978-952-243-604-7.

Data.Traficom (2022). CO2 emissions from transport by mode of transport and region. https://tieto.traficom.fi/en/statistics/co2-emissions-transport-mode-transport-and-region (accessed on 1 June 2023)



# **Background – Transportation Planning**



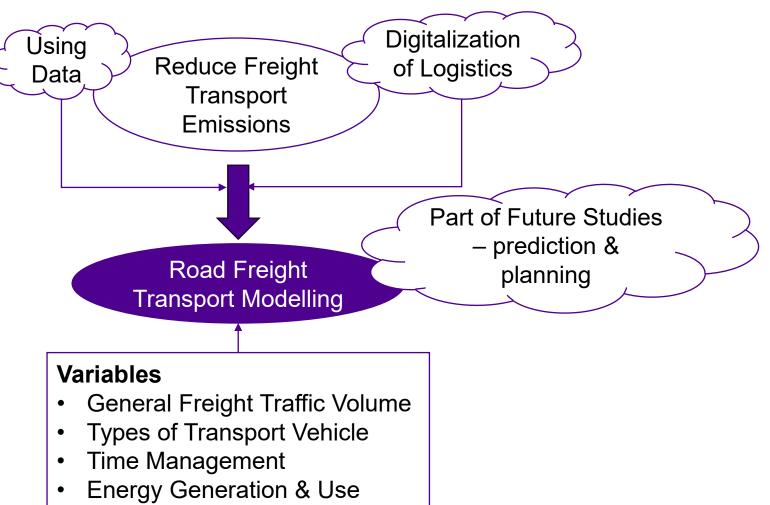
Source: Arbués, P., Baños, J. (2016). A dynamic approach to road freight flows modeling in Spain, Transportation, 43, 549-564. Havenga, J. H., le Reux, P. P. T., Simpson, Z. P. (2018). A heavy goods vehicle fleet forecast for South Africa, Journal of Transport and Supply Chain Management, 12(0), a342. Yu, Z., Khan, A. R., Thomas, G., Jameel, K., Tanveer, M., Janjua, L. (2022). Nexuses be-tween international trade, renewable energy, and transport services: Leading toward practical implications and trade policies, Frontiers in Environmental Science.



# **Background - Road Freight Transport Modelling**

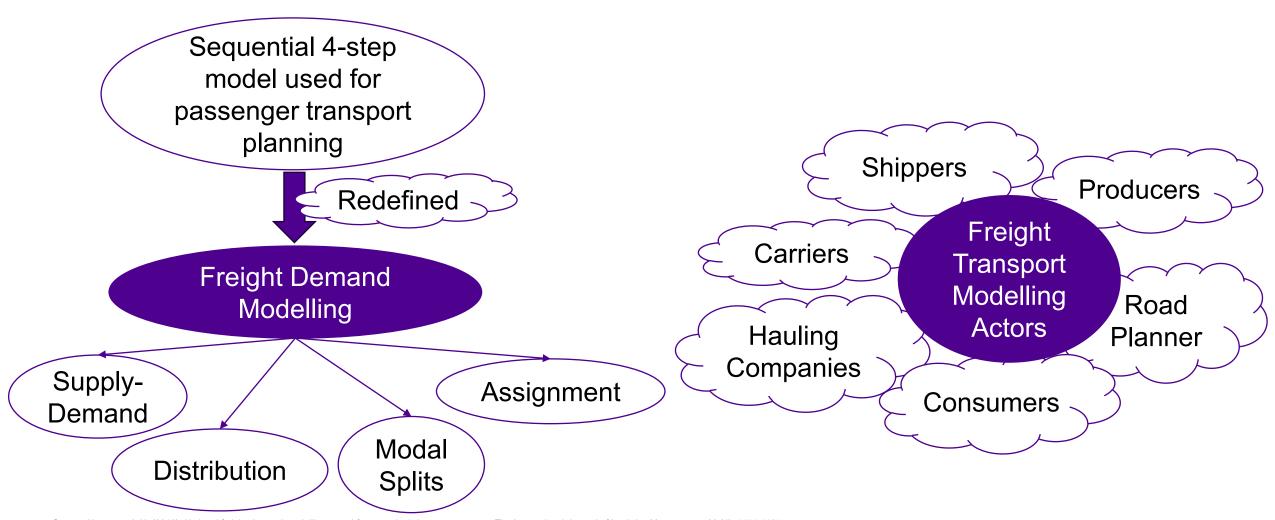


Source: Stock Images





# **Background – Road Freight Transport Modelling**



Source: Havenga, J. H. (2018). National freight demand modelling: a tool for macrologistics manage-ment, The International Journal of Logistics Management 29 (4), 1171-1195. Rosenberg, E., Espegrena, K., Danebergs, J., Fridstrøm, L., Hovi, I. B., Madslien, A. (2023). Modelling the interaction between the energy system and road freight, Transportation Research Part D: Transport and Environment, 114. Nair et al. (2023)



## Purpose, Aim & Research Questions

- **PURPOSE**: To understand how to integrate electric freight vehicles in the future national road freight model of Finland.
- AIM: To identify & describe the existing road freight transport models & road freight traffic flows in different European countries.

### RESEARCH QUESTIONS:

- I. What are the current road freight transport models?
- II. How are the road freight transport models developed & for what purposes are they used?
- III. How can electrified road freight transport be modelled to strengthen the green transition by adoption of electric freight vehicles?



# Methodology

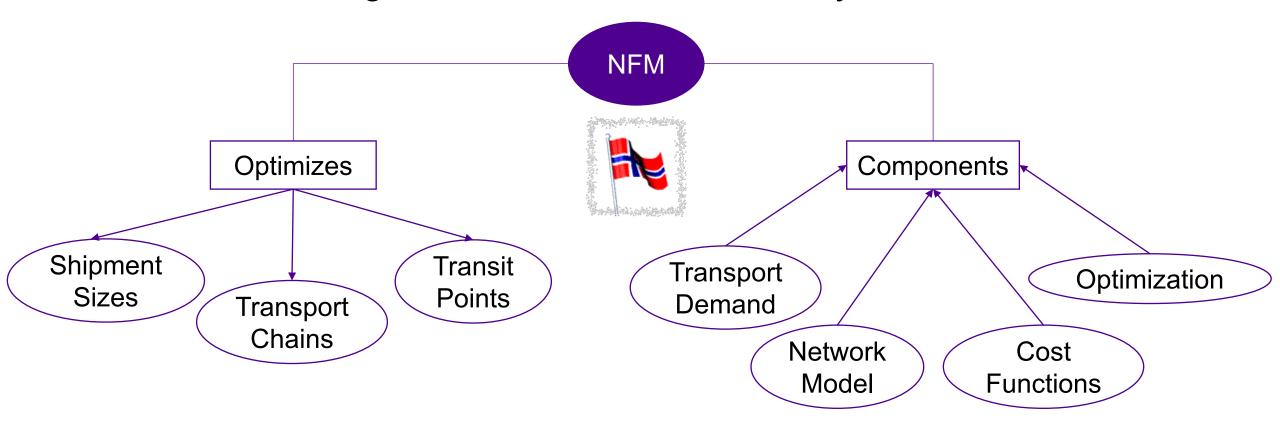
- Literature review
  - Searched for articles on Scopus' database
  - Keywords used:
    - ➤ "Road freight"
    - > "transport"
    - >"traffic"
    - > "modelling"
    - >"model"
    - >"flow"
    - ➤ "density"
  - Most relevant articles after filtering = 15



Picture: Erika Kallionpää



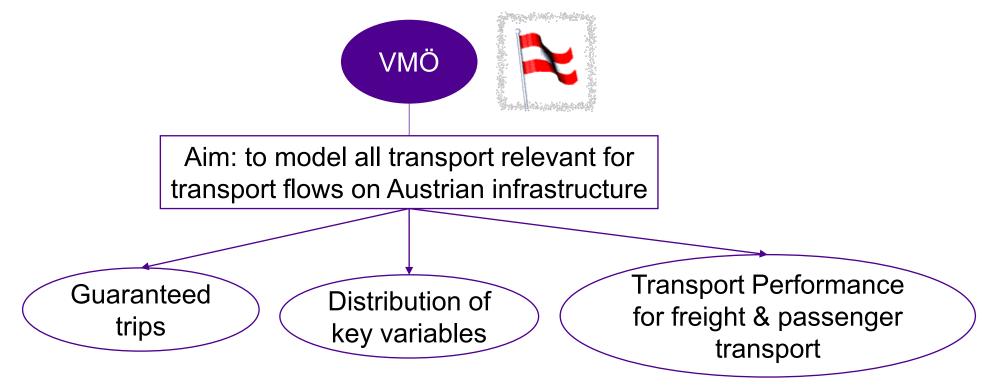
The National Freight Model or NFM for Norway



Source: Rosenberg, E., Espegrena, K., Danebergs, J., Fridstrøm, L., Hovi, I. B., Madslien, A. (2023). Modelling the interaction between the energy system and road freight, Transportation Research Part D: Transport and Environment, 114.



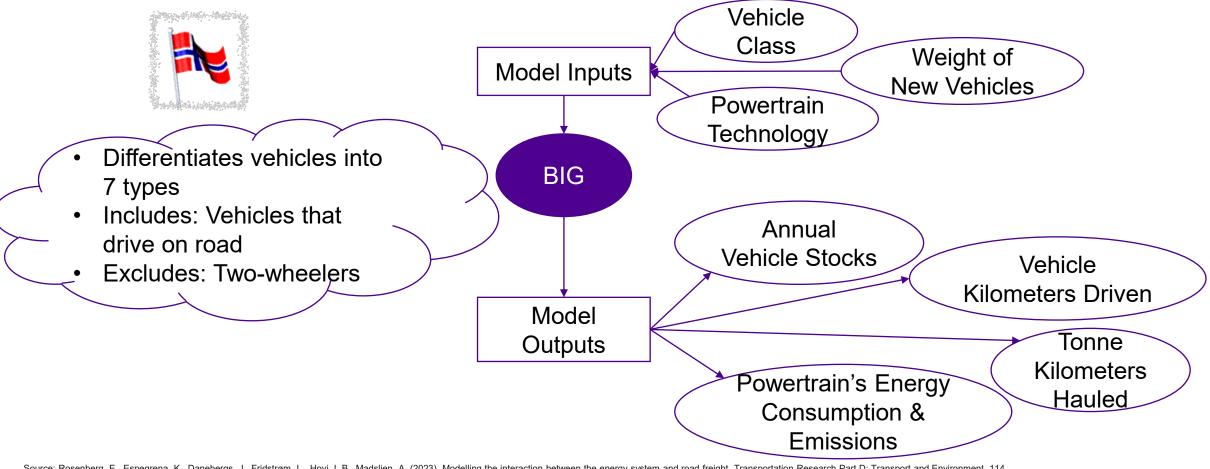
National transport model Austria (Verkehrsmodell Österreich, VMÖ)



Source: Grebe, S. de Jong, G., Wampera, C., Obermayer, C., Pompl, R. (2020). VMÖ – A new strate-gic transport model for Austria, 47th European Transport Conference 2019. Transportation Research Procedia, 49, 95–106.



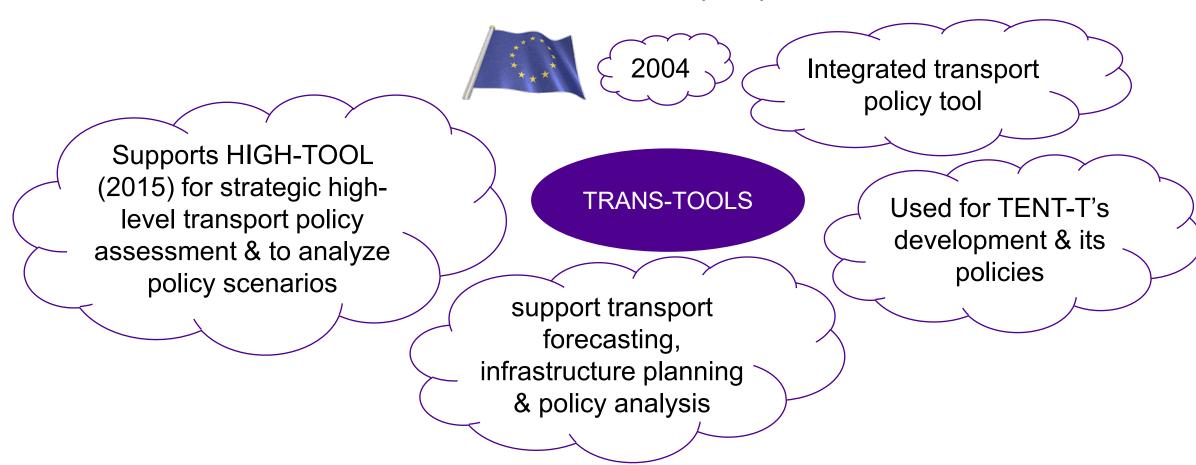
Stock-flow model (BIG) of the Norwegian vehicle fleet



Source: Rosenberg, E., Espegrena, K., Danebergs, J., Fridstrøm, L., Hovi, I. B., Madslien, A. (2023). Modelling the interaction between the energy system and road freight, Transportation Research Part D: Transport and Environment, 114.



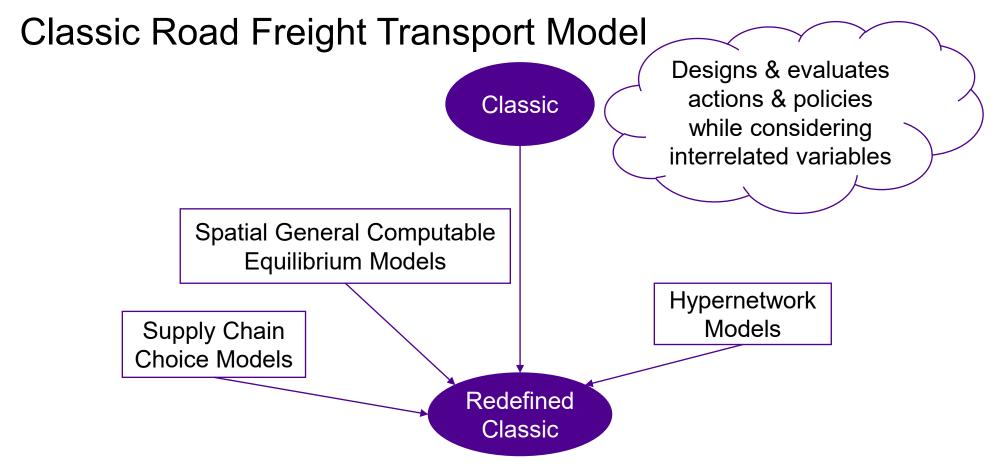
TRANS-TOOLS of the European Union (EU)



Source: Havenga, J. H. (2018). National freight demand modelling: a tool for macrologistics manage-ment, The International Journal of Logistics Management 29 (4), 1171-1195.



# Findings- Development of Road Freight Transport Models



Source: Arbués, P., Baños, J. (2016). A dynamic approach to road freight flows modeling in Spain, Transportation, 43, 549–564.

Havenga, J. H. (2018). National freight demand modelling: a tool for macrologistics manage-ment, The International Journal of Logistics Management 29 (4), 1171-1195.

Nair et al. (2023)



# Findings - Development of Road Freight Transport Models

TRM Survey in France

TRM Survey Domestic Road Freight survey

#### **Targetted Information**

- location of loading
- location of unloading
- category of good transported
- reported tonnes
- reported tonne-kilometers

### **Sampling Information**

statistical weight of each truck

#### **Contextual Information**

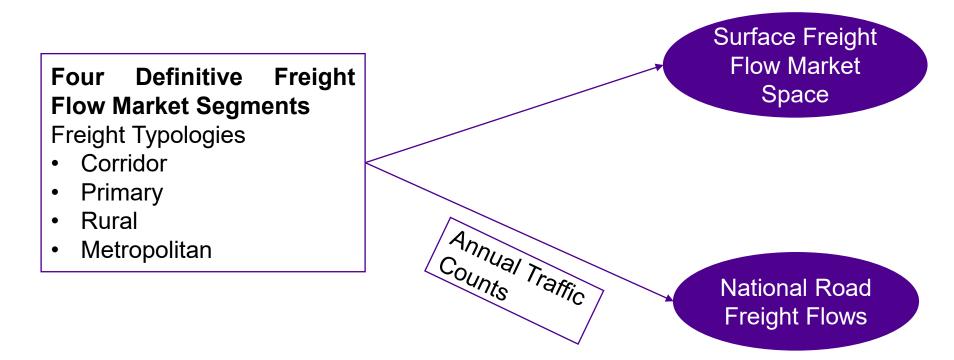
- age of vehicle
- type of vehicle
- activity of transporter
- region of registration

Source: Courtonne, J.-Y., Longaretti, P.-Y., Dupré, D. (2017). Uncertainties of Domestic Road Freight Statistics: Insights for Regional Material Flow Studies, Journal of Industrial Ecology, 22 (5)



# Findings - Development of Road Freight Transport Models

Methodology for South Africa's National Freight Flow Model



Source: Havenga, J. H., Pienaar, W. J. (2012). The creation and application of a national freight flow model for South Africa, Journal of the South African Institution of Civil Engineering, 54 (1), 2-13.



#### **Policies**

- to assess impact of transport policies
- to form policies to use multimodal network for freight transport optimally

# Demand Patterns, Market & Schedules

- to understand spatial location demand patterns
- to structure the market
- to understand schedule of goods vehicle fleet

### **Infrastructure Development**

- to develop transport infrastructure & related policies
- to conduct CBA on decisions regarding transport infrastructure development
- to conduct integrated planning for national infrastructure development
- to develop optimal network

# Mode Of Transport, Vehicle Type & Fuel Type

- to make informed decisions on investments in certain transport modes
- to improve vehicle utilization
   & fuel efficiency
- to shift to alternative transport modes & lower use of carbon fuels
- to estimate future vehicle fleet requirements

Source: Gallo, M., Marinelli, M. (2023). The Use of Hydrogen for Traction in Freight Transport: Estimating the Reduction in Fuel Consumption and Emissions in a Regional Context, Energies, 16(1), 508. Havenga, J. H. (2018). National freight demand modelling: a tool for macrologistics manage-ment, The International Journal of Logistics Management 29 (4), 1171-1195. Havenga, J. H., le Reux, P. P. T., Simpson, Z. P. (2018). A heavy goods vehicle fleet forecast for South Africa, Journal of Transport and Supply Chain Management, 12(0), a342. Havenga, J. H., Pienaar, W. J. (2012). The creation and application of a national freight flow model for South Africa, Journal of the South African Institution of Civil Engineering, 54 (1), 2-13. Naiaf, P., Famili, S. (2013). Application of an Intelligent Fuzzy Regression Algorithm in Road Freight Transportation Modelling, Promet—Traffic & Transportation, 25(4), 311-322.



# Findings - Green Transition By Modelling Electric Freight Vehicles in Road Freight Transport Models

Road Freight Model
+
Scenario-based
approach

Help policymakers understand role of electrification in road freight transport

### Policymakers design policies

- To promote decarbonization of road freight transport
- To achieve environmental- & emission reduction targets
- To plan & develop charging-& refueling infrastructure



Source: González Palencia, J. C., Nguyen, V. T., Araki, M., Shiga, S. (2020). The Role of Powertrain Electrification in Achieving Deep Decarbonization in Road Freight Transport, Energies, 13 (10), 2459.

Source: Stock Images
Rosenberg, E., Espegrena, K., Danebergs, J., Fridstrøm, L., Hovi, I. B., Madslien, A. (2023). Modelling the interaction between the energy system and road freight, Transportation Research Part D: Transport and Environment, 114.



## **Future directions**

The paper is part of research project

SIX HOVE (Sustainable industry X – Heavy on-road vehicles ecosystem)

Aim: to produce a roadmap for the promotion of electrification of trucks in Finland.

- In the future, the project would lead us to create a <u>national road</u> <u>freight transport model</u> in Finland to facilitate green transition.
- With the background information from this study, we plan to take this research further by conducting a <u>systematic literature review</u> by expanding the inclusion criteria (to sources beyond journal articles, e.g., policy articles).



## **Practical Implication & Limitation**

- **Practical Implication**: The newly developed Finnish model would serve as a <u>decision support tool</u> for public authorities & companies when considering investments in charging stations & hydrogen refueling stations for electric freight vehicles (BEVs & FCEVs), for deciding the optimal location of charging or refueling infrastructure in logistics centers & on the road network.
- Limitation: There are only a few journal articles on integration of electric freight vehicles & road freight transport models.



# **Key Takeaways**

### **Current Road Freight Transport Models**

- NFM Norway
- VMÖ Austria
- BIG Norway
- TRANS-TOOLS, EU
- HIGH-TOOL, EU

# Purpose of Road Freight Transport Models

- To design good policies
- To develop infrastructure
- To understand demand patterns, the market & schedules
- To choose the mode(s) of transport, vehicle type & fuel type

# Development of Road Freight Transport Models

- By redesigning classic road freight transport model
- By combining
  - spatial general computable equilibrium models
  - supply chain choice models
  - hypernetwork models

# Integration of electric freight vehicles in Road Freight Transport

Road Freight Transport Models are necessary for policymakers:

- To understand the role of electrification of road freight transport
- To design policies to decarbonize & to reduce emissions of the transport sector



# Thank you! Kiitos!

## **Sheba Nair**

Doctoral Researcher, M.Sc. (Germany)

Doctoral Thesis Title: The Emerging Electric

Vehicle Market In Finland – Managing The

Uncertainties In The Finnish Electric Vehicle

Ecosystem

Email-sheba.nair@tuni.fi

Twitter - @shebanair

## Erika Kallionpää

University Instructor, M.Sc. (Tech)

**Logistics & Transportation** 

Mobile - +358 40 849 0287

Email- erika.kallionpaa@tuni.fi

## Heikki Liimatainen

Professor, D.Sc. (Tech)

**Transport Transformation** 

Email-heikki.liimatainen@tuni.fi

Twitter - @liikenneproffa