



# Air Transport Demand

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# Air Transport Demand

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- Demand for air transport between two cities or two regions depends on
  - Socio-economic characteristics of the regions
  - The characteristics of the transportation system that links them



# Air Transport Demand

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- Models to evaluate air transportation demand most often evaluate
  - The number of potential passengers
  - The number of passenger kilometers that can be achieved
  - The expected number of operations (take offs and landings)
  - A percentage share of the number of air passengers out of the total number of passengers



# Air Transport Demand Estimation

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- The process of forecasting transportation demand most often comprises the following steps:
  - Trip generation
  - Trip distribution
  - Modal split
  - Trip assignment



# Classification: Competitive Mode

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- Whether or not the model includes competitive modes of transportation
  - Models that are independent of the characteristics of alternative modes of transportation
  - Multimode models



# Independent of Other Modes

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- The airplane is the predominant mode of transportation on many long-distance traffic routes. Therefore, demand for air transportation on long-haul routes should be estimated independently of other modes of transportation.



# Multimode

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- Multimode models are primarily used to estimate demand for air transportation on short-haul routes.
- Air transportation demand on shorter routes is usually estimated simultaneously with the estimation of demand on other modes of transportation.



# Classification: Macro vs. Micro

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- Classification of air transportation demand model
  - Macroscopic models
  - Microscopic models





# Classification: Macro vs. Micro

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- Macroscopic models are used to estimate the development level of air transportation in a certain country or region
  - Estimate
    - The number of passengers
    - The number of airplane operations
    - The number of passenger kilometers



# Classification: Macro vs. Micro

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- Microscopic models estimate
  - Demand between two cities
  - The passenger traffic at an airport
  - The number of passengers along a specific route
  - The number of passengers in each class



# Macroscopic Models

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- Macroscopic Models : Demand is a function of time
  - Factors that affect the number of passengers are not taken into consideration



# Macroscopic Models

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$t$  : time

$y$  : the number of air passengers that changes over time

## ○ Model 1

$k, m$ , ; parameters

$$y = kt + m$$

- Model calibration : can be the least squares method



# Macroscopic Models

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- Model 2

$$y = a \cdot b^t$$

- logarithmic form

$$\log y = \log a + t \cdot \log b$$

- Advantage :  $a, b$  can be estimated using the least square method

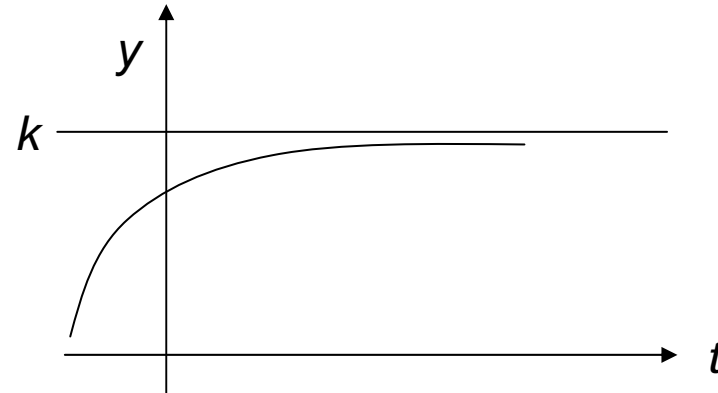
# Macroscopic Models

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- Model 3 : modified exponential curve

$$y = k + a \cdot b^t$$

- When  $a < 0, b < 1$



- $k$  : fixed saturation level



# Macroscopic Models

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- Model 4 : Gompertz curve

$$y = k \cdot a^{b^t}$$

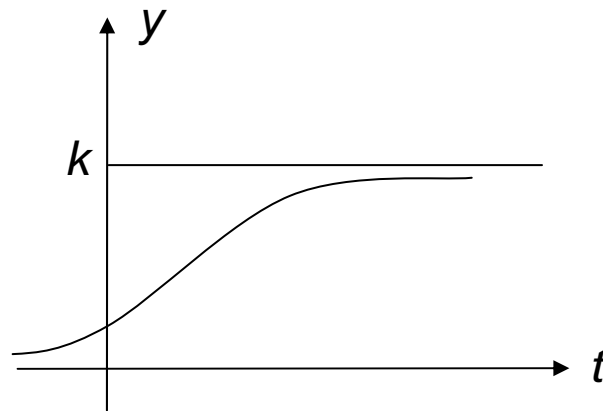
- Logarithmic form

$$\log y = \log k + b^t \cdot \log a$$

# Macroscopic Models

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- When  $\log a < 0, b < 1$



- $k$  : saturation level



# Macroscopic Models

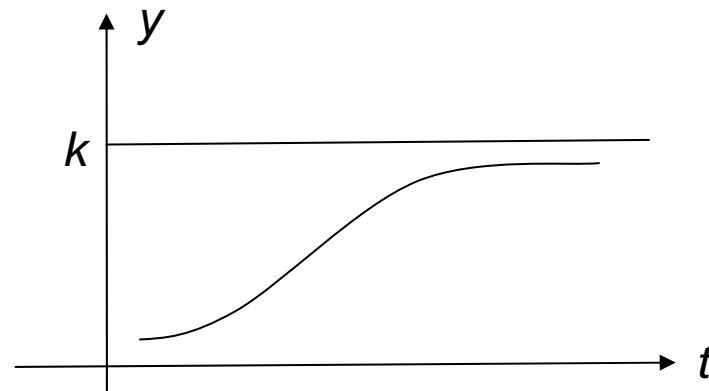
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## ○ Model 5: Logistic curve

- Logistic curve, or called Pearl-Reed curve

$$y = \frac{k}{1 + b \cdot e^{-at}}$$

- Has a shape similar to the Gompertz curve





# Macroscopic Models

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- The least squares method cannot be applied to estimate the parameters of :
  - Modified exponential curves
  - Pearl-Reed curve
  - Gompertz curve
- The three-point methods have proven very successful in estimation the parameters of these curves



# Macroscopic Models

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- Macroscopic models : Demand is a function of socio-economic characteristics
  - Dependent variables
    - The number of passengers
    - The number of operations
    - The number of passenger kilometers
  - Independent variables
    - Chosen from socio-economic characteristics and characteristics of the transportation system



# Macroscopic Models

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- Most often socio-economic
  - Population
  - National income
  - Personal consumption
  - Volume of trade
  - Number of tourist
- Most often transportation system
  - The cost of transportation
  - Speed / travel time



# Macroscopic Models

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Model :

$m$  : the total number of socio-economic characteristics

$n$  : the total number of transportation system characteristics

$y_t$  : the number of air passengers in time  $t$

$S_{it}$  : the value of the  $i$ -th socio-economic characteristics in time  $t$

$T_{jt}$  : the value of the  $j$ -th transportation system characteristics in time  $t$

$a, b_i, c_j$  : parameter

$$y_t = a \prod_{i=1}^m S_{it}^{b_i} \prod_{j=1}^n T_{jt}^{c_j}$$



# Macroscopic Models

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- Logarithmic form

$$\log y_t = \log a + \sum_{i=1}^m b_i \cdot \log S_{it} + \sum_{j=1}^n C_j \cdot \log T_{jt}$$

- $a, b_i, c_j$  parameters estimation :
  - Multiple regression technique
  - Maximum likelihood function



# Trip Distribution

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- Trip distribution models
  - When the total number of trips that a region can generate has been established, the trips are then distributed.
  - Trip distribution : establishes the number of trips between individual zones.
- Commonly used models
  - Entropy model
  - Gravity model



# Trip Distribution

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## ○ The Gravity model

- an analogy to Newton's Law of Gravity

$$f_{ij} = k \frac{A_i \cdot B_j}{d_{ij}^2}$$

$f_{ij}$  : the number of trips between city  $i$  and city  $j$

$k$  : constant

$A_i$  : the “size” of city  $i$

$B_j$  : the “size” of city  $j$

$d_{ij}$  : the distance between city  $i$  and city  $j$





# Trip Distribution

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- $A_i, B_j$  is most often taken as the number of emitted or attracted trips , i.e.  $A_i = a_i, B_j = b_j$
- Problems in the original gravity model : not satisfied by the following flow conservation equations

$$\sum_{j=1}^n f_{ij} = a_i , \sum_{i=1}^m f_{ij} = b_j$$



# Trip Distribution

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- Modified Gravity model

$$f_{ij} = k_i \cdot a_i \cdot k_j \cdot b_j \cdot f(d_{ij})$$

$k_i, k_j$ : coefficients associated with the number of trips emitted or attracted by the cities

$f(d_{ij})$ : distance function, can be distance, travel time...etc., or a combination of different variables



# Trip Distribution

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Since  $\sum_{j=1}^n f_{ij} = a_i$

$$\sum_{j=1}^n k_i \cdot a_i \cdot k_j \cdot b_j \cdot f(d_{ij}) = a_i$$

$$k_i = \frac{1}{\sum_{j=1}^n k_j \cdot b_j \cdot f(d_{ij})}$$

Similarly  $\sum_{i=1}^m f_{ij} = b_j$

$$k_j = \frac{1}{\sum_{i=1}^m k_i \cdot a_i \cdot f(d_{ij})}$$



# Multimode Models

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- Multimode models

- Aggregated models

- Aggregated models take certain socio-economic characteristics into consideration.

- Disaggregated models

- Disaggregated models start with the individual as the one making the decision to travel and therefore operate with certain socio-economic characteristics related to the individual, obtained by surveying passengers.
    - Disaggregated models can also quantify the effect of comfort or the feeling of safety.



# Multimode Models

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- Aggregated models : abstract mode model
- Disaggregated models : choice models