# MICROTRANSIT

Chuck Ellinger, Council Member At-Large Environmental Quality & Public Works Committee February 6, 2024

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## Why is Public Transit Important?

### Investments in transit benefits cities and communities



Every **\$1** invested in public transportation generates **\$5** in economic returns



A household can save nearly \$13,000 by taking public transportation and living with one less car



Home values were up to **24%** higher near public transportation than in other areas

200

Traveling by public transportation is **10X** safer per mile than traveling by automobile

Source: https://www.apta.com/news-publications/public-transportation-facts/

### Investments in transit benefits cities and communities



A 1% decrease in unemployment boosts economic output by 2%1...

But up to **30%** of potential workers lack reliable transportation<sup>2</sup>



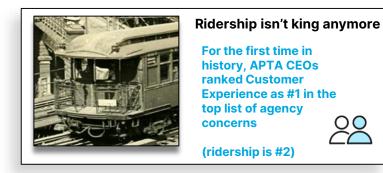
Poor health reduces potential economic output by **15%**<sup>3</sup>...

However, **1 in 5** Americans without access to transportation go without medical care<sup>4</sup>

- 1. https://www.businessinsider.com/personal-finance/okuns-law
- https://www.wspa.com/news/state-news/report-lack-of-transportation-main-barrier-for-those-looking-for-jobs-in-ruralsc/
- 3. https://www.mckinsey.com/industries/healthcare/our-insights/how-prioritizing-health-could-help-rebuild-economies
- 4. https://www.rwjf.org/en/insights/our-research/2023/04/more-than-one-in-five-adults-with-limited-public-transitaccess-forgo-healthcare-because-of-transportation-barriers.html

## The digital transportation revolution currently underway is driven by powerful national trends









in 2020 were caused by

CO



**Gas prices are** up. Congestion is returning to pre-COVID





## Introduction to Microtransit

## What is microtransit?

Microtransit (sometimes called "**on-demand transit**") is public transportation that captures trip requests and groups passengers into **shared rides**, in real-time.

- Anyone can use the service
- Fleet of vehicles 'roam' a defined 'zone'
- Pickup wait usually 10 25 minutes
- Can travel anywhere within the zone
- Riders typically pay a regular bus fare
- You must make a booking to travel



## How microtransit is deployed by Cities

**"Turnkey"** Partnership







**Branded Vehicle Fleet** 



Drivers, Operations, and Support Teams

## **Community Impact**

**Community Impact** 

Microtransit helps residents access the services they need, keeping them healthy, happy, and productive

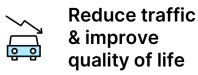


Cover more neighborhoods

Improve
access to
health care



Attract employers & retain workers





# Via works closely with our partners to create transit services that meet the community's needs



Memphis, TN

73% of riders do not own a personal vehicle



**Birmingham**, AL

80% more jobs accessible within a 30 minute ride



Chandler, AZ

54% of trips are to and from schools Via's transit solutions are often used by riders who rely on us to provide efficient, affordable mobility options

## Affordable



80% of riders make less than \$50k per year

## Equitable



50% of riders identify as people of color

## Reliable



60% of riders use our solutions to get to work



70% of riders don't own a personal vehicle



**30%** of riders have a disability that affects their use of transit



**30%** of riders use our services to connect to other transit options

## Via's partnerships help change the public perception of transit



NATIONAL

This small city ditched its buses. Its public Uber-like service has been a big hit

July 19, 2022 - 11:02 AM ET

NICK DE LA CANAL



#### Bloomberg

**CITYLAB** 

CityLab Transportation

#### How Jersey City Got to Zero Traffic Deaths on Its Streets

This town outside of New York City scored the biggest traffic safety success story of 2022. Here's how they did it.

By John Surico December 28, 2022 at 8:00 AM EST



*"We can have great jobs, great employment opportunities - but if you don't have ways to get there, it doesn't matter. And I love this initiative because it's innovative."* 

- *Rep. Garrett Graves* on the launch of our Baton Rouge/CATS service

#### **Community Impact**

## Mayors on microtransit



"Via Jersey City is breaking ridership records and connecting the exact communities we targeted with more affordable service to close transit gaps."

- Steven Fulop, Mayor of Jersey City, NJ



"This new first-last mile connection will help ensure that South Seattle residents have more options for safely and quickly getting to key transit hubs."

- Jenny A. Durkan, Former Mayor of Seattle, Washington

We have hit on something that is tremendously successful that is getting the ridership we've all been hoping for at a fraction of the costs of traditional transportation."

— Jeff Williams, Former Mayor of Arlington, TX



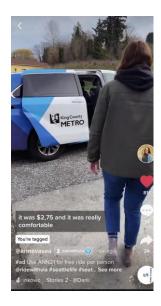
### Microtransit solutions are valuable to diverse communities



## The Rider Experience

## Directly engaging with community members is critical to success

#### **Growth Marketing**



#### **Targeted Messaging**

#### **Rider Engagement**





# Riders are able to book and track trips through a variety of methods



# The Via Rider app offers an intuitive and easy-to-navigate way for riders to book and track trips on an on-demand service

Booking a ride is simple and only takes a few seconds:

- 1. Select origin and destination
- 1. View available trip options and details, and select preferred option
- 1. Receive instructions and track the vehicle before and during the ride

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Pay On Board: ORCA >	Est. Arrive at 16:49	\$2.75 →		
Start from A 5427 232nd Avenue Southeast, Issaquah	★ 1 → 母 FLEX → ★ 2 為 12 Min From Juanita Woodinville V Ave NE	Vay NE & 115th	Hoppin in 8 min •	
500	Est. Arrive at 16:54	\$2.75		
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Where would you like to go?   Tap to search destination	Depart at 16:38, 17:08, 17:36 From I- Woodinville Way NE	105 & Juanita	David H Vehicle type Toyota Yaris	9
raveling alone?	42 min · Est. Arrive at 17:20		Vehicle no.180 Plate no. 54035701	
Tap to add your home address			Dropoff at Nachmani 4	
Tap to add your work address	Pay On	( <u>&amp;</u> 1)	• 4432 🔗 1	.)
Bothell Park & Ride	Book This Ride		Walk to Nachmani 24	

While most riders will be directed to an efficient Virtual Bus Stop, riders with mobility challenges can receive curb-to-curb service



Via's technology and support services are designed to ensure every rider can access and thrive in the transit network



Wheelchair accessible vehicles



Options for unbanked riders



Call-in bookings



Web accessible rider tools (e.g., WCAG 2.1 AA)



Multilingual rider app

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Multi-channel communications

## Microtransit Success Stories

**CASE STUDY** 



250+ average trips per day

15

minute average wait time

**1.8X** average daily trips per rider

### Memphis Area Transit Authority: Memphis, Tenn.

#### **Problem:**

Poor access to jobs in downtown Memphis and the medical district, paired with inaccessible parking surrounding this area

#### Solution:

- Replaced an underperforming fixed route shuttle and added an on-demand, flexible and affordable transportation option for the underserved Memphis area
- Made it easier to reach the Medical District without a private vehicle
- Alleviates the city's need to build additional transit infrastructure by allowing riders to connect to existing underutilized transit options



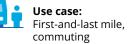
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Whether you are a commuter, resident, patient, or student the new Groove On-Demand provides a low cost sharedtransit opportunity."

— Lauren Crabtree, Transportation Program Manager of the Downtown Memphis Commission



Urban





**Fleet:** 4 vehicles, including 2 WAVs **CASE STUDY** 

83%

of fixed routes connect to the on-demand service

**15x** 

increase in ridership over 4 years (219k+ rides)

**14x** 

Increase in service coverage

### COTA: Greater Columbus, OH.

#### **Problem:**

Transit coverage loss of several fixed-route bus lines due to pandemic-related drop in ridership

#### Solution:

- In partnership with Via, COTA launched its first microtransit service in July 2019. Since then, they have introduced three additional zones.
- Riders can connect to 19 different fixed routes
- Riders can book rides through a mobile application or by phone, and rides are free if making a connection to a fixed route service.
- Ninety six percent of COTA Plus riders have rated the service 5 out of 5 stars.



### 

We know our community will move differently. We will need to adapt as things...evolve."

— COTA CEO Joanna Pinkerton









## City of Birmingham, Alabama



79% Increased access to jobs and hospital within 30 min

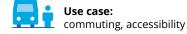
**24%** of riders earn less than \$25k per year

**54%** 

of riders report using the service to access essential errands









**Fleet:** 7 vehicles including WAVs



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## Funding a Microtransit Program

**Funding Support** 

Via helps our partners identify and access funding sources for turnkey services



**VIO** Proprietary & Confidential.

## Examples of how microtransit services are funded

	Via Partner	Service Size	Federal Formula Funds	Federal Grant	State Grants	Local Funds	Public - Private Partnership
	City of Wilson, NC	31 mi <sup>2</sup>	$\bigotimes$	$\bigotimes$		$\bigotimes$	
	City of Valdosta, GA	49 mi <sup>2</sup>	$\bigotimes$			$\bigotimes$	
	City of Jersey City, NJ	17 mi <sup>2</sup>				$\bigotimes$	$\bigotimes$
Richmond	City of Richmond, CA	4 mi <sup>2</sup>			$\bigotimes$	$\bigotimes$	
	City of Arlington, TX	101 mi <sup>2</sup>	$\bigotimes$	$\bigotimes$		$\bigotimes$	
Worcester Regionel Transit Authority	Worcester Regional Transit Authority (Worcester, MA)	26 mi <sup>2</sup>			$\bigotimes$	$\bigotimes$	
High Valley TRANSIT	High Valley Transit (Summit County, UT)	63 mi <sup>2</sup>				$\bigotimes$	
	City of Memphis, TN	29 mi <sup>2</sup>					$\bigotimes$
King County METRO	King County Metro (Seattle, WA)	26 mi <sup>2</sup>	$\bigotimes$	$\bigotimes$		$\bigotimes$	

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## Via leverages our industry experience and connections to help partners turn pilots into long-term, sustainably-funded services



# Via collaborates with local employers to secure funding for programs that improve workforce mobility



Atlanta, GA

Funded by local businesses, with additional revenue from in-app advertising & promotions



#### Memphis, TN

**Co-funded** by the Downtown Memphis Commission & the Memphis Medical District



#### Valdosta, GA

Established partnerships with local businesses to cover the cost of rides for their employees

# Ultimately, microtransit can be funded sustainably through a variety of unique means based on local dynamics

Fare revenue / advertising Federal competitive grants State / local competitive grants Local dollars (taxes, general fund, etc.) Federal formula dollars (5307 for urban areas, 5311 for rural areas, and 5310 for ADA accessible services)

