Vehicle for Hire: Issues & Opportunities

October 20, 2015 Regular Council RTS 11077

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Photo: Tyler Ingram

TAXI

TAX





- 1. Background and Current State
- 2. Consultation and Evaluation Process
- 3. Conclusions & Recommendations



October 1, 2014 Council created a temporary moratorium on new taxis and requested:

- 1. Measures to expand taxi service through environmental, safety and service standards
- 2. Response to 38 suburban taxis
- 3. Measures enabling customers to benefit from ridesharing technology without undermining industry standards





First known taxi regulations in England in 1635 in order to address taxi-related traffic congestion

Many countries followed suit

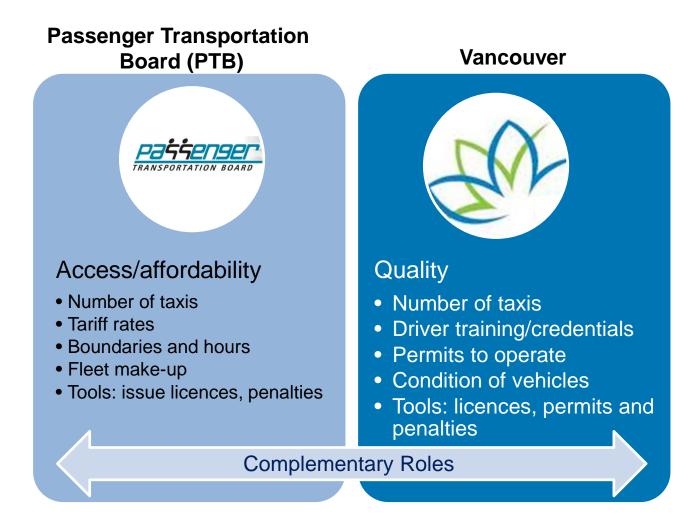
 E.g. United States, Sweden, Australia, New Zealand, Korea, Ireland, Japan and Canada

Issues continue to be:

- taxi supply
- territorial boundaries
- driver training and
- passenger experience

JURISDICTION





TAXI INDUSTRY



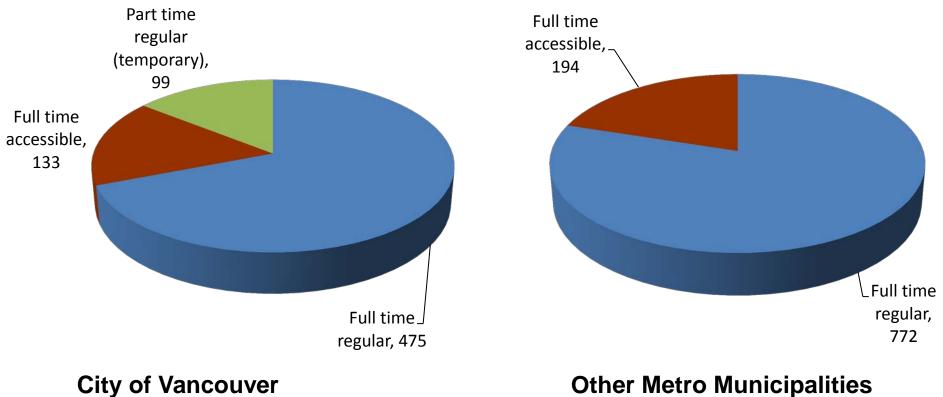
Public Taxi Industry Interests Interests Guaranteed supply for unfavourable fares: Economic viability -slow periods -disabled passengers -intoxicated passengers **Consistent Rates**

Eco-friendly vehicles

Certainty/clarity in regulations

of licences

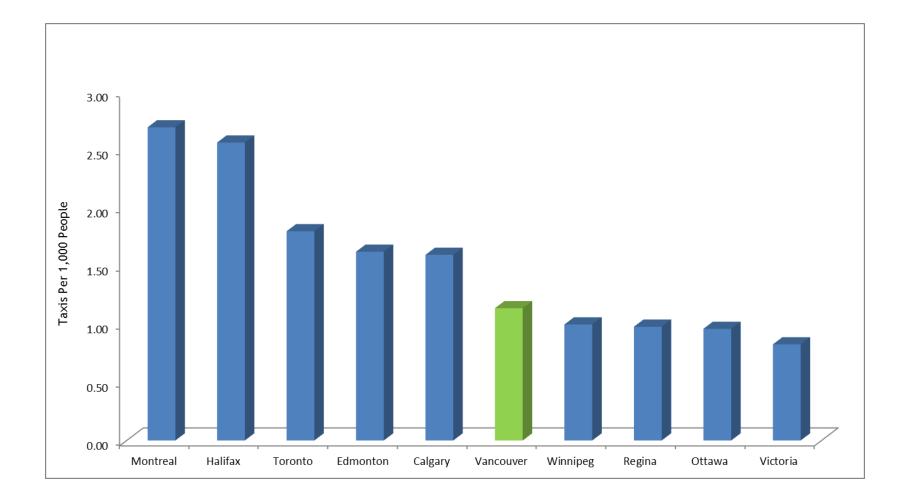
LOCAL TAXI SUPPLY



1.14 taxis:1,000 people

Other Metro Municipalities 0.56 taxis:1,000 people

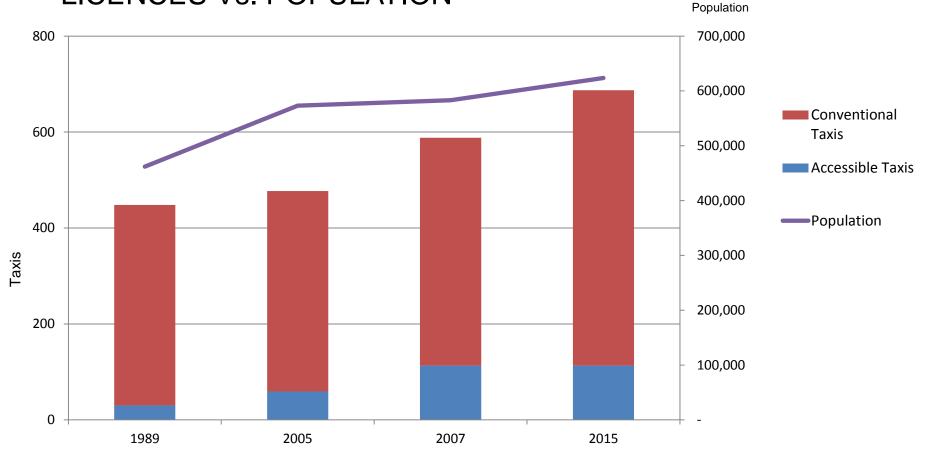
NATIONWIDE TAXI SUPPLY



TAXI SUPPLY GROWTH



VANCOUVER TAXI SUPPLY: LICENCES Vs. POPULATION



Note: for purposes of readability, date intervals are unequal. Sources: Licences and Inspections; Statistics Canada

PUBLIC OPINION



- A 2014 public opinion survey (Metro Vancouver) found that taxi passengers reported¹:
 - \succ long wait times/no show (54%)
 - indirect route taken by driver (29%)
 - reckless driving (24%)
 - unclean vehicle (16%)
 - personal safety at risk because could not hail taxi (9%)
- When looking to hire a car service, people valued¹:
 - > Cost (64%)
 - > Safety (58%)
 - Speed of service (52%)
 - Transparent transactions (48%)

¹ **Source:** Insights West, *Metro Vancouver Attitudes to Transportation Options*, 2014. Note: survey canvassed Metro Vancouver attitudes, and thus may not accurately reflect Vancouver taxi service.

CHANGING PUBLIC INTERESTS





Aging population



Rise of car-free and car-lite



Technological advances



Environmental awareness

OUR APPROACH



Research and Evaluation: October 2014 to February 2015 Dialogue with Stakeholders Sessions: April 2015 onwards

Evaluation and Recommendation: August to September 2015



GLENN SIGURDSON

-Professional Mediator

-Adjunct Professor and Executive in Residence of the SFU Beedie School of Business

-Mediator with deep experience in facilitating discussions toward agreement

JESSICA BRATTY

-Trainer and lecturer in on governance, collaboration and sustainability

-Senior Associate with the Responsible Minerals Sector Initiative

VEHICLE FOR HIRE DIALOGUES



- Purpose: enable input from regulators, transportation providers, users, and institutional stakeholders
- Process
 - Five Inclusive Dialogue Sessions
 - 14 meetings of 3 working groups
- Outcomes:
 - Ground Rules for Dialogue
 - Informed discussions and greater understanding among stakeholders
 - Consensus not achieved on all issues, but understanding improved
 - Stakeholders willing to continue

DIALOGUE PARTICIPANTS

BC Limousine Association BC Taxi Association Black Top Cab CERES Citizens for Accessible Neighbourhoods COSCO Delta Sunshine and Tsawwassen Taxi Delta Surrey Green Cabs / Delta Sunshine Taxi **Disability Alliance BC** Downtown Vancouver Business Improvement Association Guildford Cab Jangula & Company / Gvt Relations for VTA Justice Institute of BC Kimber Cabs Legacy Limosine MacLure's Taxi Member, Users Advisory Committee, TransLink Metro Vancouver Alliance Newton Whalley Taxi

North Shore Taxi **Passenger Transportation Board** Passenger Transportation Branch Persons with Disabilities Advisory Committee Port Metro Vancouver **Richmond Centre for Disability Ripe Rides** Seniors Advisory Committee, Transportation Sunshine Cabs Surrey Metro Taxi **Tourism Vancouver** Translink Uber Vancouver Board of Trade Vancouver Economic Commission Vancouver Liquor Primary Association Vancouver Police Department Taxi Detail Vancouver Taxi Vancouver Taxi Association Vice Chair, Seniors Advisory Committee, City of Vancouver Yellow Cab YVR

EVALUATION



A. Consultation

- Participation from key industry and user stakeholders

B. Research

- national (e.g. Calgary, Toronto, Montreal) and international (Portland, Chicago) benchmarking
- best practices review
- taxi experts (e.g. Chow, Hara, Gillen)
- C. Data examination

CHANGING INDUSTRY



1. Suburban Taxi Licences



2. Ridesharing





Currently:

- Suburban taxis may drop off in Vancouver, but not pick up
- In 2012 the PTB approved 38 part-time suburban taxi licenses to pickup Downtown during peak weekend times
- The PTB approved these 38 licences to address:
 - long wait times
 - taxi unavailability
 - trip refusals, especially for trips to the suburbs
- Vancouver is the region's weekend entertainment destination
 - taxi services facilitate safe rides home for bar patrons



Staff Recommendations:

- Lift moratorium to increase service, including allowing 38 part-time suburban taxi licenses to pick-up in downtown during peak times.
- Data from suburban taxi companies along with increased enforcement can address non-licensed suburban taxi companies from operating in Vancouver.

Ridesharing is:

- For hire private vehicle service provided by (usually) nonprofessional drivers using their personal vehicles
- Uncontrolled supply (and surge pricing) to meet demand
- Not carpooling (i.e. the driver's motivation is to earn income)
- Companies offering ridesharing are referred to as Transportation Network Companies (TNCs)
- Smartphone APP platform for connecting riders to closest driver, cashless payment and reciprocated driver and customer reviews

<u>A</u>M

Staff Recommendations:

- Issue of regional significance requiring additional consideration
- Staff recommend examination of issues and opportunities
- Stakeholders: regional local governments, the PTB, ICBC, taxi and ridesharing industries, disabled community, seniors, the Port and Tourism Vancouver

STAFF CONCLUSIONS



- I. Opportunities to advance safety and service, especially for accessible taxis
- II. Additional taxi supply (Vancouver and suburbanbased)
- III. Additional enforcement
- IV. Regional-level taxi planning, including data monitoring
- V. Consideration of ridesharing issues and opportunities

RECOMMENDED APPROACH



- Extend appreciation to stakeholders and urge a regional policy direction;
- 2. Approve bylaw updates, including increased service and safety measures; and
- 3. Work with regional partners in further examination of rideshare platforms

See report for specific recommendations.



