1	The influence of ride-hailing on travel frequency and mode choice
2	Kunbo Shi <sup>a</sup> , Rui Shao <sup>a*</sup> , Jonas De Vos <sup>b</sup> , Long Cheng <sup>a</sup> , Frank Witlox <sup>a,c,d</sup>
3	a. Department of Geography, Ghent University, Ghent, Belgium
4	b. Bartlett School of Planning, University College London, London, UK
5	c. Department of Geography, University of Tartu, Tartu, Estonia
6	d. College of Civil Aviation, Nanjing University of Aeronautics and Astronautics,
7	Nanjing, China
8	* Corresponding author. E-mail: rui.shao@ugent.be
9	E-mail addresses: K. Shi, kunbo.shi@ugent.be; J. De Vos, jonas.devos@ucl.ac.uk; L.
10	Cheng, long.cheng@ugent.be; F. Witlox, frank.witlox@ugent.be

11

# 12 The influence of ride-hailing on travel frequency and mode choice

Abstract: Using data derived from 597 face-to-face interviews with ride-hailing users in 13 Chengdu, China, we examined the influence of ride-hailing on travel frequency and 14 mode choice and further analyzed what the main determinants for these are. The results 15 indicate that 16.8% of the respondents increase their frequency of trips because of the 16 adoption of ride-hailing services, suggesting a complementary effect of ride-hailing on 17 travel. Meanwhile, the use of traditional travel modes is considerably substituted by 18 ride-hailing services. Particularly, around half of the respondents indicated a substitution 19 of ride-hailing for sustainable modes (i.e., public transit, cycling, and walking), which 20 may thus generate environmental problems (e.g., increasing greenhouse gas emissions). 21 Additionally, regression outcomes show that higher accessibility to bus stations is 22 negatively correlated with the shift from sustainable modes to ride-hailing. Therefore, 23 optimizing the access to bus facilities may be effective to cope with potential 24 transportation problems imposed by ride-hailing. 25

Keywords: ride-hailing services; travel behavior; mode choices; built environment;
Chengdu (China)

28

### 29 1. Introduction

App-based ride-hailing (also named "ridesourcing") is an emerging travel option that 30 allows travelers to use an application on smartphones (such as Uber, Lyft, and Didi 31 Chuxing) to request a car ride in real-time from potential suppliers (Rayle et al., 2016). 32 Ride-hailing has unique advantages over traditional travel modes. When using 33 34 ride-hailing services, for example, waiting time is usually shorter and more reliable than taxicab services, and travelers do not need to cruise for parking (Clewlow & Mishra, 35 2017; Rayle et al., 2016). Given these advantages, the use of ride-hailing services has 36 increased substantially in recent years. In 2018, 516 million people were users of 37 ride-hailing services around the world. The global revenue in the ride-hailing sector 38 reached approximately US \$ 66 billion. China has been the largest market, and its 39 40 revenue was US \$ 35 billion, amounting to 53% of the global revenue. The United States 41 ranked in the second place with a revenue of US \$ 18 billion (Haitou Academy, 2020).

42 It has been widely acknowledged that the great use of ride-hailing services can impact travel behavior, including trip frequency, travel mode choices, and vehicle miles traveled 43 (e.g., Acheampong et al., 2020; Henao & Marshall, 2019; Tang et al., 2020; Wu & 44 MacKenzie, 2021). However, previous empirical studies reveal inconsistent results 45 regarding the influence of ride-hailing on travel (particularly on trip frequency and modal 46 shifts). For example, some research indicates that ride-hailing is likely to increase trip 47 frequency (e.g., Henao & Marshall, 2019; Jiao et al., 2020; Rayle et al., 2016). In contrast, 48 some scholars argue that ride-hailing has a negligible effect on trip frequency (e.g., Kong 49

et al., 2020a; Tang et al., 2020). With regard to modal shifts, some researchers find that 50 public transit is most likely substituted by ride-hailing (e.g., Chen et al., 2018; Henao & 51 52 Marshall, 2019). However, some studies suggest that the most substituted mode is taxi (e.g., Shen et al., 2020; Tang et al., 2020; Tirachini & Gomez-Lobo, 2020) or private car 53 (e.g., Alemi et al., 2018a; Möller et al., 2019). These inconsistent findings make it hard 54 for urban planners and policymakers to evaluate how and to what extent ride-hailing 55 services have changed transportation systems and whether possible measures need to be 56 implemented to cope with these changes. 57

58 In sum, researchers so far have not provided a clear answer on whether and how ride-hailing influences travel behavior. This could be attributed to the limitation of 59 measurement methods. In previous studies, a stated preference design only regarding a 60 specific trip (e.g., the most recent trip) is often used to measure the impacts of 61 ride-hailing on trip frequency and mode choice. However, the design may generate 62 measurement errors. Particularly, it may underestimate the extent to which ride-hailing 63 64 influences trip frequency (more details will be discussed in the section of Literature Review). In addition, researchers argue that travel impacts of ride-hailing services may 65 66 differ by geographical contexts (Alemi et al., 2018b; Hall et al., 2018). Most existing empirical attention has been paid to American contexts (e.g., Alemi et al., 2018a; 67 Clewlow & Mishra, 2017; Henao & Marshall, 2019; Jiao et al., 2020; Möller et al., 2019; 68 Rayle et al., 2016; Kong et al., 2020a). Compared to the United States, however, China -69 70 as the largest ride-hailing market – has not been fully investigated regarding this topic. Against this background, using data collected from Chengdu, China in 2019 and 71

optimizing the measurement method used in previous studies, this paper aims to 72 reexamine whether and how ride-hailing influences trip frequency and modal shifts, and 73 74 analyze what the main determinants for these are. By doing so, the present study will help clarify how and to what extent ride-hailing services have changed transportation systems 75 76 and shed light on the mechanism behind these changes, thus yielding policy recommendations. The remainder of this study is organized as follows. In Section 2, 77 previous studies are reviewed. Data used in the present study are introduced in Section 3. 78 In Section 4, the results are presented. We end this study with conclusions and discussion 79 80 in Section 5.

## 81 2. Literature review

## 82 2.1 Effects of ride-hailing on travel

With the wide adoption of ride-hailing in recent years, an increasing body of research has 83 explored how ride-hailing influences travel behavior. Nonetheless, this topic remains 84 poorly understood, because results from previous studies are inconsistent and even 85 86 conflicting in at least two aspects. The first debate is about whether and to what extent ride-hailing increases trip frequency. Compared to traditional travel modes, ride-hailing 87 services are often considered more flexible, reliable, and convenient (Acheampong et al., 88 2020; Clewlow & Mishra, 2017; Rayle et al., 2016). Therefore, it can be reasonably 89 assumed that the use of ride-hailing services can generate additional trips (i.e., 90 complementary effect). However, not all previous studies support this assumption. Using 91 92 a stated preference method, many researchers ask respondents whether they would have

made a specific trip (e.g., the most recent ride-hailing trip or the ride-hailing trip made 93 during the survey) if ride-hailing services had not been available (Alemi et al., 2018a; 94 95 Gehrke et al., 2019; Henao & Marshall, 2019; Lavieri & Bhat, 2019; Rayle et al., 2016; Tang et al., 2020; Tirachini & Gomez-Lobo, 2020). The proportion of respondents who 96 would not have traveled in the absence of ride-hailing services differs largely among 97 these studies. For example, Henao and Marshall (2019) revealed that 12.2% of 98 respondents would not have traveled, confirming the complementary effect. In contrast, 99 Tang et al. (2020) indicated that only 0.4% of respondents would not have traveled, likely 100 101 supporting the neutrality effect.

102 The study by Hampshire et al. (2017) pointed to another story. On May 7, 2016, Uber and Lyft – two ride-hailing companies – suspended their services in Austin, Texas. Using this 103 "natural experiment", Hampshire and colleagues compared trip frequencies of 1080 104 residents pre- and post-suspension. They found that - of these residents - 696 (64.4%) 105 indicated a decrease in trip frequency after the service suspension, while only 105 (9.7%) 106 107 reported an increase in trip frequency. Meanwhile, the average monthly frequency of trips decreased from 5.65 pre-suspension to 2.01 post-suspension. The results suggested that 108 109 ride-hailing has a substantially complementary effect on trip frequency. In particular, the 110 share (64.4%) of respondents indicating an increase in trip frequency due to ride-hailing services is much higher than that in other studies  $(0.4\% \sim 12.2\%)$ . 111

In addition, another two studies explore the relationship between ride-hailing and personal trips in a different way. Using data derived from the 2017 National Household Travel Survey of the United States and applying negative binomial regression models,

6 / 48

Jiao et al. (2020) found a significant and positive association between the use of ride-hailing services and trip frequency, which seems to support the complementary effect. Surprisingly, using the same data and estimating a structural equation model, Kong et al. (2020a) revealed that the association is statistically insignificant, thereby confirming the neutrality effect.

The second debate is about the traditional travel modes that are most substituted by 120 ride-hailing services. Using a stated preference method, researchers measure the degree 121 of the substitution of ride-hailing services for traditional modes by asking respondents to 122 123 indicate which mode they would have taken for a specific trip if/when ride-hailing 124 services had not been available. Results frequently suggest that taxi is the most substituted mode by ride-hailing services, because respondents who would have used a 125 126 taxi in the absence of ride-hailing services account for the largest share (Alemi et al., 2018a; de Souza Silva et al., 2018; Rayle et al., 2016; Shen et al., 2020; Tang et al., 2020; 127 Tirachini & Gomez-Lobo, 2020). However, other evidence shows that the most 128 substituted mode is public transit (Chen et al., 2018; Gehrke et al., 2019; Henao & 129 Marshall, 2019; Lewis & MacKenzie, 2017) or private car (Hampshire et al., 2017; 130 Lavieri & Bhat, 2019; Möller et al., 2019). Furthermore, two studies measure the 131 substitution effects of ride-hailing on other modes by asking respondents to directly 132 report the changes in the use of other modes after they started using ride-hailing services. 133 Alemi et al. (2018a) found that respondents are most likely to reduce the amount of 134 135 driving after starting using ride-hailing services. Clewlow and Mishra (2017) revealed that public bus is the most reduced mode after using ride-hailing services. 136

The two debates may be partly attributed to the variation in the local contexts between the 137 studied cities (Alemi et al., 2018b). Hall et al. (2018) confirmed the spatial heterogeneity 138 139 of the effects of ride-hailing services on the use of public transit in the United States. They found that ride-hailing decreases the use of public transit by 5.9% in smaller cities. 140 In larger cities, however, ride-hailing slightly increases the use of public transit by 0.8%. 141 Therefore, providing evidence from various contexts can significantly contribute to a 142 better understanding of the travel impacts of ride-hailing. However, most previous studies 143 empirically analyze this issue in the context of the United States (e.g., Alemi et al., 2018a; 144 145 Clewlow & Mishra, 2017; Gehrke et al., 2019; Hampshire et al., 2017; Henao & Marshall, 2019; Lavieri & Bhat, 2019; Lewis & MacKenzie, 2017; Möller et al., 2019; Rayle et al., 146 2016; Jiao et al., 2020; Kong et al., 2020a; Rayle et al., 2016). We can only be aware of a 147 148 few empirical studies from China - the largest ride-hailing market in the world (e.g., Chen et al., 2018; Tang et al., 2020). Interestingly, as reviewed above, these China-based 149 150 studies lead to inconsistent results regarding the most replaced mode by ride-hailing 151 services. Therefore, there is a need to provide additional evidence from China to clarify 152 the debatable issues.

Notably, most existing studies apply a stated preference (SP) method to design a question only regarding a specific trip (e.g., the most recent ride-hailing trip) to infer the influence of ride-hailing on travel, which may generate measurement errors. When measuring the impacts on trip frequency, the SP method can only assess whether this specific trip is additionally generated by ride-hailing. It can hardly indicate whether other trips made by the same person are generated by ride-hailing. In other words, the overall impacts on trip

frequency cannot be fully pictured. Therefore, this method may underestimate the 159 complementary effects of ride-hailing services on trip frequency. Compared to all studies 160 161 adopting the SP method, the study by Hampshire et al. (2017) using a natural experiment in Austin, Texas showed a much stronger complementary effect on trip frequency, which 162 confirms our assumption to some extent. When measuring the substitution effects on 163 traditional modes, the SP method crudely assumes that – for a certain person – only one 164 travel mode can be replaced by ride-hailing services. This violates the reality that an 165 individual may shift away from multiple modes to ride-hailing, and the extent may differ 166 167 by modes. For example, a person often shifts the travel mode from bus to ride-hailing but sometimes from private car to ride-hailing. Following the method, this person can only 168 indicate bus as the substituted mode. The modal shift from private car to ride-hailing 169 170 cannot be measured, although this shift actually exists for her/him. In other words, a traditional travel mode will be considered substituted in the method only when this mode 171 is most likely replaced with ride-hailing. Consequently, the substitution degree for each 172 173 traditional mode may be underestimated compared to real situations. Therefore, the current SP-based design regarding a specific trip needs to be improved. 174

175 2.2 Factors influencing changes in trip frequency and modal shifts

As reviewed above, quite a number of studies have empirically analyzed whether people increase their trip frequencies due to ride-hailing services and whether they shift away from traditional modes to ride-hailing. However, as a timely topic, the factors influencing the changes in trip frequency and modal shifts are rarely explored in these studies.

180 To the best of our knowledge, only three publications investigated the influential factors 9/48

of changes in trip frequency due to the use of ride-hailing services. Tirachini and 181 Gomez-Lobo (2020) revealed that low-income groups are more inclined to make 182 183 additional trips because of ride-hailing, particularly after midnight (0:00 am-6:00 am). A possible reason is that transit services - a commonly-used mode by low-income people -184 are hardly available after midnight. In such a situation, ride-hailing services make it 185 possible for them to engage in activities, thus inducing new trips. The study by Gehrke et 186 al. (2019) indicated that people possessing a transit pass, using pooled ride-hailing 187 services, or residing in areas with a high employment-population ratio tend to increase 188 189 trip frequency due to ride-hailing. Additionally, passengers' latent travel demand is less likely generated when parking issues are their motivations for using ride-hailing services. 190 Lavieri and Bhat (2019) found that young people, part-time employees, those who are 191 192 self-employed, and those living in multi-worker households and urban neighborhoods are more likely to increase trip frequency due to ride-hailing. Additional trips are also more 193 likely generated by ride-hailing during non-evening periods. However, possible 194 195 explanations for the above-mentioned findings are absent in the work of both Gehrke et al. (2019) and Lavieri and Bhat (2019). 196

A few studies explore the factors influencing mode shifts from traditional transportation means to ride-hailing. These factors can be roughly classified into five categories, i.e. sociodemographics, built environment, trip attributes, motivations, and ride-hailing frequency. (1) *Sociodemographics*. A gender difference in mode shifts is found by Lavieri and Bhat (2019), indicating that women are more likely to shift their travel modes from walking, cycling, or transit to ride-hailing. It is widely acknowledged that low-income

people are more likely to shift their travel modes from active modes (i.e., walking and 203 cycling) or transit to ride-hailing, possibly because they prefer to make trips by walking, 204 205 cycling, or public transit (Gehrke et al., 2019; Lavieri & Bhat, 2019; Tang et al., 2020; Tirachini & Gomez-Lobo, 2020). In contrast, high-income groups have a greater 206 tendency to reduce the use of cars or taxis due to ride-hailing, mainly because they are 207 more likely to be car or taxi users (Lavieri & Bhat, 2019; Tirachini & Gomez-Lobo, 208 2020). Age and educational background are also considered in previous studies. For 209 example, Lavieri and Bhat (2019) found that young and well-educated people are more 210 211 likely to shift their travel modes from walking, cycling, or transit to ride-hailing. Meanwhile, older adults and those who are better educated tend to replace taxi trips with 212 ride-hailing. Furthermore, a high availability of a specific travel mode usually leads to a 213 214 high likelihood of shifting from this mode to ride-hailing. The study by Gehrke et al. (2019) suggested that people who possess a transit pass are more likely to substitute 215 ride-hailing services for public transit. Those who own a personal bicycle are more 216 217 inclined to substitute ride-hailing services for active modes.

(2) *Built environment*. Residents in rural areas are found to have a greater tendency to
replace taxi trips with ride-hailing (Lavieri & Bhat, 2019), while those in denser areas are
more inclined to reduce the use of public transit due to ride-hailing (Kong et al., 2020b).
This seems reasonable because normally rural residents are more likely to use taxis but
less likely to use public transit compared to their counterparts in denser areas. Regarding
accessibility to public transit facilities, previous studies yield mixed findings. Some
researchers revealed that high accessibility to transit stations tends to result in a high

likelihood of shifting from public transit to ride-hailing (Gehrke et al., 2019; Kong et al., 225 226 2020b). This is a reasonable finding because passengers with high accessibility to transit 227 services are more likely to be transit users, thus having a high probability of reducing transit trips due to ride-hailing. However, the work by Tang et al. (2020) pointed out that 228 residents are less likely to use ride-hailing services rather than metros in cities with 229 higher accessibility to metro services. They assumed that the advantages of metro 230 services (e.g., high level of time reliability and low costs) are possible explanations for 231 232 the result. In addition, other built environment elements such as housing price, land use 233 diversity, and road density are also examined by Kong et al. (2020b), who found that these elements are positively associated with the mode shift from public transit to 234 ride-hailing. 235

(3) Trip attributes. Trip distances/durations seem to influence mode shifts. For long trips, 236 passengers are less likely to substitute ride-hailing for private cars and taxis, possibly 237 because ride-hailing services are more expensive than the two traditional modes when 238 239 trips are long (Tang et al., 2020). For short trips – as expected – people are more inclined to shift from walking and cycling to ride-hailing (Gehrke et al., 2019). Temporal 240 241 characteristics are also considered in previous studies. It is found that public transit, walking, or cycling are more likely replaced by ride-hailing services when trips are made 242 during peak hours (Gehrke et al., 2019; Tirachini & Gomez-Lobo, 2020). Additionally, 243 people have a high tendency to shift from public transit to ride-hailing on weekdays 244 245 (Tirachini & Gomez-Lobo, 2020).

246

(4) Motivations. Previous studies have consistently suggested that positive motivations

for using ride-hailing services encourage the shift from traditional modes to ride-hailing. 247 For example, Tang et al. (2020) revealed that people who consider the costs of 248 249 ride-hailing services lower are more likely to substitute ride-hailing services for buses. Those who feel encumbered by parking problems and driving restrictions are more likely 250 to substitute ride-hailing services for private cars. Gehrke et al. (2019) indicated that 251 public transit is more likely replaced by ride-hailing services when people adopt 252 ride-hailing services because these services are quicker than public transit or transit 253 services are unavailable. People have a greater tendency to shift from public transit and 254 255 active modes to ride-hailing when they use ride-hailing services because of poor weather conditions. 256

(5) *Ride-hailing frequency*. The role of ride-hailing frequency in mode shifts was
examined in the work by Lavieri and Bhat (2019). They found that infrequent ride-hailing
users are more likely to shift their travel modes from walking, cycling, or transit to
ride-hailing.

261 From these existing studies, some lessons can be learned. First, the issue of influential factors has not fully addressed. In particular, very little research explores the driving 262 factors of the increase in trip frequency. Consequently, there is still a lack of an in-depth 263 understanding of the mechanism behind the travel impacts of ride-hailing services. 264 Second, as one of the usual influential factors of travel, the built environment is only 265 considered in a few studies (e.g., Gehrke et al., 2019; Kong et al., 2020b; Lavieri & Bhat, 266 2019; Tang et al., 2020). There is a need to further explore the role of the built 267 environment in whether individuals increase trip frequency due to ride-hailing and in 268

13 / 48

whether they shift away from traditional modes to ride-hailing. Thus, it will help be clear 269 270 whether built environment interventions are effective to make travel toward sustainable 271 modes in the age of ride-hailing. Third, some potential factors such as ICT use and travel attitudes are missing in previous studies. It has been found that ICT use can positively 272 273 contribute to the adoption of ride-hailing services (Alemi et al., 2018a, 2018b, 2019; Fu, 2020; Kong et al., 2020a). Therefore, it can be reasonably assumed that ICT use may 274 influence changes in travel due to ride-hailing. In addition, attitudes toward travel modes 275 are commonly considered as the factors impacting travel behavior (particularly travel 276 277 mode choices) (De Vos et al., 2021; Guan et al., 2020; Lin et al., 2017). Therefore, attitudes may also play roles in changes in travel (e.g., modal shifts) due to ride-hailing. 278 Importantly, the issue of self-selection can be largely addressed when travel attitudes are 279 280 controlled for (Cao, 2015; Mokhtarian & Cao, 2008). Consequently, the actual influence of the built environment on changes in travel frequency and mode choices can be 281 accurately measured. 282

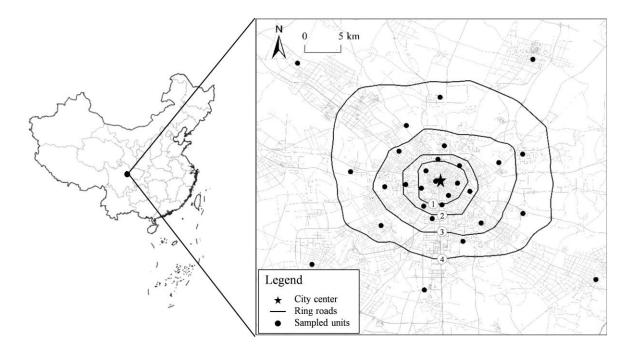
In sum, there still exist some research limitations in previous studies. To address them, the present study will provide evidence from a Chinese context (i.e., Chengdu, China) to empirically reexamine the impacts of ride-hailing on trip frequency and travel modes and further investigate their determinants (particularly focusing on the roles of the built environment, ICT use, and travel attitudes).

288 3. Data

289 The data used in the present study are mainly derived from a face-to-face structured

14 / 48

survey between June and August 2019 in Chengdu, China. A two-stage sampling 290 approach was used to conduct the survey. At the first stage, the sampled units were 291 292 selected. In Chengdu, there is a roughly continuous decrease in the urbanization level from the city center to the fringe. Given this situation, the main urban area of Chengdu 293 294 was divided into five sub-areas by four ring roads in the survey (see Figure 1). The closer a sub-area is to the city center, the more highly urbanized it is. In each sub-area, 5-7 295 residential neighborhoods were geographically randomly selected as sampled units, thus 296 leading to 29 sampled units in total. At the second stage, respondents were recruited at 297 298 public spaces of these selected neighborhoods or/and by randomly knocking on doors at these neighborhoods. 299



300

301

Figure 1 The location of Chengdu city and sampled units

In the end, a total of 1011 residents participated in this survey. Because we aim to explorethe travel effects of ride-hailing, the users of ride-hailing services are the target

304 population in the present study. Among these participants, 597 indicated that they had used ride-hailing services and completed this survey, thus being used as valid respondents 305 in this study. Their characteristics are reported in Table 1. Notably, it has been widely 306 acknowledged that young people and those with high educational levels and high 307 incomes are more likely to be users of ride-hailing services (e.g., Acheampong et al., 308 309 2020; Alemi et al., 2018a, 2018b, 2019; Lewis & MacKenzie, 2017). This may be the main reason why the valid respondents in Table 1 are relatively young, better educated, 310 and wealthy. Nevertheless, it is hard to assess the representativeness of these valid 311 respondents because the characteristics of the population using ride-hailing services in 312 Chengdu or China are unavailable. 313

314

Variables	Descriptions	Ν	%
Gender	Male (Value=1)	276	46.2
	Female (Value=0)	321	53.8
Age (years)	20 or younger (Value=1)	93	15.6
	21-30 (Value=2)	337	56.4
	31-40 (Value=3)	113	18.9
	41 or more (Value=4)	54	9.0
Education	High school or less (Value=1)	88	14.8
	Colleges/technical school (Value=2)	201	33.7
	Undergraduate school (Value=3)	251	42.1
	Graduate school or more (Value=4)	56	9.4
Household annual	5 or less (Value=1)	56	9.4
income (10000 RMB)	6-10 (Value=2)	141	23.7
	11-15 (Value=3)	140	23.5
	16-20 (Value=4)	114	19.2
	21 or more (Value=5)	144	24.2
Having a driver's license	Yes (Value=1)	355	59.7
	No (Value=0)	240	40.3
Household car ownership	Yes (Value=1)	396	66.3
	No (Value=0)	201	33.7

## Table 1 Sociodemographics of valid respondents

**316** Note: 1 RMB was around US \$ 0.145 in 2019.

317 3.1 Measurement of the changes in trip frequency

Applying a stated preference method, previous studies usually measure the changes in trip frequency due to ride-hailing by asking respondents to indicate whether they would have made a specific trip (e.g., the last trip they had actually made by ride-hailing) in the absence of ride-hailing services. Following this method, we asked respondents to recall

322	their experiences of the most recent trip by ride-hailing and to answer the question:
323	"Would you have made this trip if ride-hailing services had been unavailable?".
324	As we argued in Section 2.1, however, this method regarding a specific trip may
325	underestimate the effects on trip frequency. To address this potential limitation,
326	respondents were also asked: "How would your trip frequency change if ride-hailing
327	services were unavailable?". They could answer this question with "decrease", "no
328	change", or "increase".
329	By asking the two questions, we can analyze the impacts of ride-hailing services on trip
330	frequency in greater detail.
331	3.2 Measurement of modal shifts
332	A stated preference method may also be problematic to measure the shift from other
333	travel modes to ride-hailing services when the question is designed only for a specific trip.
334	Therefore, we designed the following five questions to ask respondents in our survey:
335	• How would the frequency of trips by taxi change for you if ride-hailing services were
336	unavailable?
337	• How would the frequency of trips by car change for you if ride-hailing services were
338	unavailable?
339	• How would the frequency of trips by public transit (i.e., bus and metro) change for
340	you if ride-hailing services were unavailable?
341	• How would the frequency of cycling trips change for you if ride-hailing services

18 / 48

342 were unavailable?

How would the frequency of walking trips change for you if ride-hailing services
were unavailable?

Respondents were asked to separately answer the five questions with "decrease", "no change", or "increase". Modal shifts can thus be inferred from their answers.

347 3.3 Explanatory variables

According to previous studies and our assumptions in Section 2.2, five categories of variables are used in the present study to explain whether individuals change their trip frequency due to ride-hailing and whether they shift away from traditional travel modes to ride-hailing services.

The first category refers to sociodemographic factors, including gender, age, educational background, household income, possession of a driver's license, and car ownership. Gender, possession of a driver's license, and car ownership are measured using dummy variables. Other attributes are measured on ordinal scales. The values assigned to them are reported in Table 1.

The second category is the use of ICT, which is indicated by four dimensions: the number of years using the internet, the daily time spent using the internet on PCs, the number of years using smartphones, and the daily time spent using the internet on smartphones. The four dimensions are measured on ordinal scales, which are shown in Table 2.

361

ICT use	Descriptions	Ν	%
Years of using the internet	2 or less (Value=1)	37	6.2
	3-5 (Value=2)	122	20.4
	6-8 (Value=3)	210	35.2
	9-11 (Value=4)	134	22.4
	12 or more (Value=5)	94	15.7
Daily time of using the internet on	2 (Value=1)	224	37.5
PCs (hours)	3-4 (Value=2)	141	23.6
	5-6 (Value=3)	111	18.6
	7 or more (Value=4)	121	20.3
Years of using the internet on	4 or less (Value=1)	80	13.4
smartphones	5-6 (Value=2)	171	28.6
	7-8 (Value=3)	201	33.7
	9 or more (Value=4)	145	24.3
Daily time of using the internet on	3 (Value=1)	178	29.8
smartphones (hours)	4-5 (Value=2)	201	33.7
	6-7 (Value=3)	109	18.3
	8 or more (Value=4)	109	18.3

The third category refers to the built environment. According to previous studies reviewed in Section 2.2, we assume that the built environment (accessibility to transportation infrastructures in particular) is likely to affect changes in trip frequency and mode choices due to ride-hailing. In addition, residential density (or population density) is often expected to relate to trip frequency and mode choices as well (Ewing & Cervero, 2010). In the end, a total of five built environment elements are selected as potentially explanatory factors (see Table 3). All built environment data were derived

from Map.Baidu.com, which is one of the most used e-maps in China. Bus stations, metro stations, parking spaces, and residential locations were collected in November 2017, and the street networks in December 2019. It should be noted that – in Chinese large cities (e.g., Shanghai, Chengdu) – the maximum distance of access trips by walking is 800 meters for most residents (Pan et al., 2012). Therefore, an 800 m buffer was applied to extract these built environment elements.

376

## Table 3 Measurement of built environment

Built environment elements	Descriptions	Mean	S.D.	
	Number of bus stations within an 800 m	10.6	0.4	
Accessibility to bus stations	buffer around residence	10.6	8.4	
A 11 1177 2 2 2 2 2 2	Existence of metro stations within an 800	0.3	0.4	
Accessibility to metro stations	m buffer around residence (yes=1, no=0)			
A 11112 - 11	Number of parking spaces within an 800	19.6	20.5	
Accessibility to parking spaces	m buffer around residence			
	Length of street within an 800 m buffer			
Street density	around residence (km)	22.2	7.6	
<b>N 11 11 1</b>	Number of residential locations within an	25.5	27.0	
Residential density	800 m buffer around residence	35.6	27.9	

377 The fourth category is attitudes toward traditional travel modes. Corresponding to Section

378 3.2, we collected data regarding the attitudes toward five traditional modes in the survey

- by asking participants to separately respond to the following five statements:
- I like making trips by taxi (i.e., pro-taxi);

• I like making trips by car (i.e., pro-car);

• I like making trips by public transit (i.e., pro-transit);

• I like making cycling trips (i.e., pro-bicycle);

• I like making walking trips (i.e., pro-walk).

385 The answers were measured on a five-point scale ranging from "strongly disagree"386 (value=1) to "strongly agree" (value=5).

The fifth category is ride-hailing frequency, which is self-reported by respondents andmeasured on a monthly basis.

389 4. Results

390 4.1 Changes in trip frequency

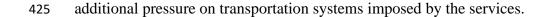
In the section, using two methods, we examine whether people increase their trip 391 frequencies due to ride-hailing services. First, respondents were asked to respond to the 392 393 question regarding their most recent ride-hailing trip – "Would you have made this trip if ride-hailing services had been unavailable?". A total of 590 respondents completed the 394 question. Among them, 76 (12.9%) reported that they would not have traveled. This result 395 is close to the finding (12.2%) by Henao and Marshall (2019) who measured the impacts 396 using the same method in the Denver region (US). This result suggests that ride-hailing 397 398 does increase trip frequency.

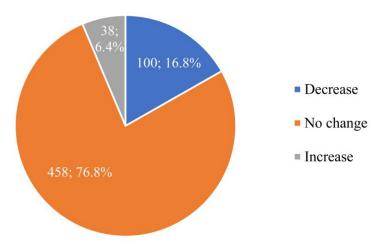
We assume that the above method may – to some extent – underestimate the impacts of ride-hailing services on trip frequency. Then, respondents were asked in another way, "How would your trip frequency change if ride-hailing services were unavailable?". A total of 596 respondents completed this question. Their answers are reported in Figure 2.

22 / 48

Approximately 16.8% indicated a decrease in trip frequency in the absence of ride-hailing 403 services, which is higher than the 12.9% that we measured with the former method. This 404 405 result supports our assumption that the former method underestimates the impacts on trip frequency. It can therefore be concluded that ride-hailing services do result in an increase 406 in trip frequency (i.e., complementary effect), which is in line with many previous studies. 407 The complementary effect can largely be attributed to the unique advantages of 408 ride-hailing services over traditional modes - i.e., in that they can be considered more 409 convenient, reliable, and efficient (Clewlow & Mishra, 2017; Rayle et al., 2016). 410

411 Notably and interestingly, around 6.4% of respondents reported an increase in trip 412 frequency in the absence of ride-hailing services. This result is roughly consistent with the study by Hampshire et al. (2017) who also observed a few people (9.7%) decreasing 413 trip frequencies due to ride-hailing in Austin, Texas. The substitution of ride-hailing for 414 trips could be mainly explained by travel costs. Normally, the costs of ride-hailing 415 services are higher compared to some traditional modes like public transit and active 416 417 modes. Using ride-hailing services may increase travel costs particularly for people who often use transit or active modes (e.g., non-car owners). In addition, the costs of running 418 419 traditional taxis somewhat increase because of the fierce competition with ride-hailing in 420 China. To compensate for extra running costs, taxi companies have raised the price of traditional taxi services in many Chinese cities, thus increasing the travel costs for taxi 421 users. Therefore, travelers may reduce trip frequencies for saving money after starting to 422 423 use ride-hailing services. The substitution of ride-hailing services for trips can offset the complementary effects of the services to some extent, thus somewhat alleviating the 424





#### 426

427 Figure 2 The changes in trip frequency if ride-hailing services were not available

A multinomial logistic (MNL) model is subsequently applied to investigate the 428 determinants of changes in trip frequency due to ride-hailing. Based on Figure 2, 429 respondents who indicated "increase", "no change", and "decrease" in trip frequency in 430 the absence of ride-hailing services are categorized into three groups of "substitution" 431 (N=38), "neutrality" (N=458), and "complementarity" (N=100), respectively. The three 432 433 groups are considered as the dependent variables of the MNL model (the group of "neutrality" is used as the reference group). All explanatory factors in Section 3.3 are 434 435 employed as the independent variables in the initial model. Meanwhile, to increase the 436 efficiency of estimators, a backward stepwise approach is applied in the modeling process to remove insignificant independent variables from the model. According to Hosmer et al. 437 (2013), a value ranging from 0.15 to 0.20 is highly recommended as the threshold of 438 439 p-value to select valid explanatory variables in a stepwise regression. Nevertheless, we relax the threshold value to 0.30, in order to improve the goodness-of-fit of the model. 440

This means that insignificant independent variables are removed from the initial model step by step until all left variables have a significance level of p<0.30. In the end, nine variables are included in the final model (see Table 4). In a MNL model, the assumption of independence of irrelevant alternatives is required. A generalized Hausman test indicates that the final model does not violate this assumption.

Given the relatively low pseudo  $R^2$ , a prediction-success table (McFadden, 1997; Roorda 446 et al., 2006) is further introduced to examine the validity of the MNL model. The 447 prediction-success rates are calculated following a probability-weighted principle, which 448 449 is often considered more appropriate than a traditional unit-weighted approach (Kim & 450 Mokhtarian, 2018; Shi et al., 2020). The results in Table 5 show that the overall prediction success rate is highly acceptable (65.4%), although the prediction success rates 451 for both substitution and complementarity are quite low (16.4% and 21.4%, respectively). 452 This suggests that the MNL model is quite reliable. 453

As shown in Table 4, there is a significant gender difference in the decrease in trip 454 455 frequency due to ride-hailing. Men – compared to women – are more likely to decrease their trip frequencies. Younger people have a higher likelihood to increase trip 456 frequencies because of the use of ride-hailing services, which is in line with the finding of 457 Lavieri and Bhat (2019). This may be because ride-hailing services – as an emerging 458 travel mode – are more attractive for young groups, thus likely stimulating them to make 459 additional trips. Expectedly, people in households not owning a car are more likely to 460 461 reduce trips because of ride-hailing services. Compared to car owners, these non-car owners may use taxis, public transit, and active modes more frequently. In this situation, 462

travel costs are more likely to increase for them after starting to use ride-hailing services.
Therefore, they may be inclined to decrease trip frequencies to reduce travel costs. Not
surprisingly, the greater use of ICT makes people more likely to increase trip frequencies
due to ride-hailing.

People who have a positive attitude toward taxis are more likely to decrease trip 467 frequencies due to ride-hailing. As mentioned above, ride-hailing services have raised the 468 price of traditional taxi services due to the fierce competition between them in China. 469 Consequently, people who prefer using traditional taxis need to pay more for traveling, 470 471 thus possibly inhibiting their out-of-home activity participation. Another possible reason 472 is that ride-hailing services are usually considered more convenient, reliable, and efficient than traditional taxi services (Clewlow & Mishra, 2017; Rayle et al., 2016). Traditional 473 taxi users may become aware of these ride-hailing advantages over traditional taxi 474 services after adopting ride-hailing services, thus reducing the use of traditional taxi 475 services. In addition, frequent ride-hailing users are more likely to both increase and 476 477 decrease trip frequencies due to ride-hailing services. The more frequently people use ride-hailing services, the more likely they increase trip frequency, which is in line with 478 479 expectations. On the other hand, the frequent use of ride-hailing services may increase travel costs, which may make people reduce travel frequency for saving money. None of 480 the built environment elements is significantly associated with changes in trip frequency. 481

482

(Neutral	ity=ref.)			
	Substitution		Complementarity	
Explanatory factors	В	S.E.	В	S.E.
Sociodemographics				
Gender	1.09***	0.39	-0.00	0.24
Age	-0.24	0.23	-0.47**	0.18
Education	-0.32	0.23	0.14	0.15
Car ownership	-0.80**	0.37	0.00	0.25
ICT use				
Year of using the internet	-0.37**	0.18	0.08	0.12
Daily time of using the internet on PCs	0.20	0.18	0.21*	0.11
Daily time of using the internet on smartphones	-0.31	0.20	-0.09	0.12
Travel attitudes				
Pro-taxi	0.76***	0.21	0.12	0.12
Frequency of using ride-hailing services	0.05**	0.02	0.05***	0.02
Constant	-2.93**	1.17	-2.13***	0.74
McFadden's $R^2$	0.097			
Number of observations	565			

## Table 4 MNL outcomes regarding the changes in trip frequency due to ride-hailing

485 Note: \*\* p<0.05, \*\*\*p<0.01; Variables that are removed from the model because of

486 insignificance (p>0.30) are omitted.

#### 487

## Table 5 Prediction success rates of the MNL model

Categories	Prediction success rates (%)
Substitution	16.4
No change	78.9
Complementarity	21.4
Total	65.4

488 4.2 Modal shifts

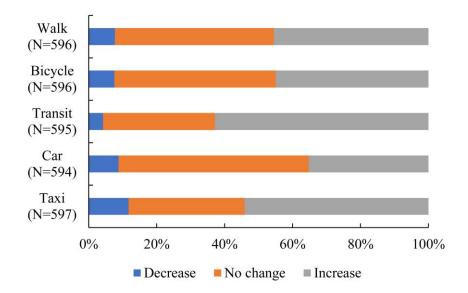
In this section, we aim to explore whether and how people shift away from traditional 489 modes to ride-hailing (i.e., modal shifts). Figure 3 shows respondents' answers when they 490 were asked to indicate how their trip frequencies by traditional modes would change if 491 ride-hailing services were unavailable. Overall, a considerable share of respondents 492 493 (35.2%-62.9%) reported an increase in frequencies. This implies that ride-hailing does reduce the use of traditional travel modes. In particular, people shifting away from public 494 transit to ride-hailing account for the highest proportion (i.e., 62.9%), which means that 495 public transit is the most substituted mode by ride-hailing. This result is consistent with 496 previous studies (e.g., Chen et al., 2018; Clewlow & Mishra 2017; Gehrke et al., 2019; 497 Henao & Marshall, 2019; Lewis & MacKenzie, 2017). The extent of the substitution for 498 499 taxi (54.1%) is in the second place. This confirms fierce competition between ride-hailing services and traditional taxi services (Contreras & Paz, 2018; Rayle et al., 2016). 500

Cycling and walking are replaced by ride-hailing for 45.0% and 45.5% of respondents, 501 502 respectively. This result seems counterintuitive but reasonable. In reality, people usually 503 make trips by multiple modes (i.e., multimodal trips). Particularly for transit trips, travelers mostly make walking or/and cycling trips to/from transit stations (Guo et al., 504 505 2020, 2021). When multimodal trips are replaced by ride-hailing trips, the method in the present study allows respondents to report substitution for all modes used in these trips 506 (Alemi et al., 2018a). This is the main reason why the substitution shares for cycling and 507 walking seem quite higher than expectations. Notably, we assume that it is worthwhile to 508 take feeder modes into account because feeder trips would have been made by travelers if 509

510 ride-hailing services were unavailable.

In addition, respondents who shift away from cars to ride-hailing account for the least 511 512 share (35.2%). This result is inconsistent with the findings by some studies from the United States showing that car trips are most replaced by ride-hailing services (e.g., 513 Hampshire et al., 2017; Lavieri & Bhat, 2019; Möller et al., 2019). Specifically, Alemi et 514 al. (2018a) applying a similar method revealed that 58.2% of the Generation X (born in 515 1981-1997) and 70.1% of the Millennials (born in 1965-1980) reported a decrease in car 516 use in California. Both shares are much higher than that (35.2%) observed in the present 517 518 study. It may be mainly attributed to the difference in the degree of car ownership 519 between China and the United States. Compared to the United States, China has a much lower level of car ownership. According to data disclosed in 2015, the number of 520 passenger vehicles per 1000 inhabitants was 380 in the United States, while the number 521 was only 98 in China (Knoema, 2017). This means that non-car owners account for a 522 much higher share in China. As a result, more people in China would not change rather 523 524 than increase the frequency of car trips in the absence of ride-hailing services.

In sum, it can be expected that the modal shift from traditional modes to ride-hailing (in particular the shifts from sustainable modes, e.g., public transit, cycling, and walking) are generating additional pressure on transportation systems, e.g., an increase in road congestion, vehicle kilometers traveled, fuel consumptions, and carbon emissions.



### 529

530 Figure 3 The changes in travel frequency by modes if ride-hailing services were not

531

# available

As observed above, quite a number of respondents shift away from traditional modes to 532 ride-hailing. Therefore, a binary logistic method is applied to explore the determinants of 533 these modal shifts in the following three steps. First, a set of binary variables is created 534 for each traditional mode. A value of one is assigned when a respondent indicated an 535 increase in the use of traditional modes in the absence of ride-hailing services, and 536 otherwise a value of zero is given. Second, using the five sets of binary variables as the 537 dependent variables and all explanatory factors in Section 3.3 as the independent 538 variables, five initial binary logistic models are developed, respectively. Third, similarly, 539 a backward stepwise approach (the threshold of p-value is set to 0.30) is also used to 540 remove far insignificant independent variables from each model. The outcomes of all 541 final models are reported in Table 6. Similarly, a prediction-success table (see Table 7) 542 543 based on a probability-weighted principle is presented to assess the validity of these binary logistic models. The results indicate that the overall prediction success rates range 544

from 53.6% to 62.4%, reaching an acceptable level.

Sociodemographic factors including gender, educational attainment, household income, 546 possession of a driver's license, and car ownership are found to be significantly 547 associated with the modal shifts. Compared to women, men are more likely to substitute 548 ride-hailing for driving, possibly since in China men like driving more than women (Yang 549 et al., 2013). Meanwhile, ride-hailing services have three major advantages over driving 550 551 in China. First, people can avoid cruising for parking when using ride-hailing services. Second, ride-hailing is an option for car users after drinking alcohol (Clewlow & Mishra, 552 553 2017). Third, driving restriction policies are implemented in many Chinese large cities 554 (e.g., Beijing, Shanghai, Chengdu). Car users tend to adopt ride-hailing services when their cars are not allowed to use (Tang et al., 2020). Consequently, men are more likely to 555 substitute ride-hailing for driving. Older respondents are more likely to substitute 556 ride-hailing for taxi and car trips, while younger respondents are more likely to substitute 557 ride-hailing for cycling trips. This result is roughly consistent with the finding of Lavieri 558 559 & Bhat (2019).

Better-educated respondents are more inclined to substitute ride-hailing services for all travel modes (it is insignificant only for bicycle). This result could be attributed to their more openness to emerging things, e.g., ride-hailing services. Therefore, they are more likely to abandon traditional modes when ride-hailing services are an option. High-income people have a higher likelihood to replace taxicab services with ride-hailing services, which is consistent with the result observed by Tirachini and Gomez-Lobo (2020). As mentioned before, some expensive ride-hailing services are of higher quality

than traditional taxicab services (Tang et al., 2020). These services may be more 567 attractive for high-income groups, and thus stimulate them to displace traditional taxicab 568 569 services. People with higher access to car use (i.e., having a driver's license and owning a car) tend to be frequent car users and are thus more likely to shift away from cars to 570 571 ride-hailing services. In contrast, those with lower access to car use usually make few car trips, therefore likely substituting ride-hailing for other modes (e.g., walking and cycling) 572 rather than cars. This is in line with our expectations. Consequently, they have a higher 573 574 likelihood to shift away from active modes to ride-hailing services.

575 ICT use also plays a significant role in modal shifts. Surprisingly, the greater use of the 576 internet on PCs is negatively related to the shifts from taxi, transit, and walking to ride-hailing services. A possible reason is that more daily time spent on PCs - which 577 usually requires a fixed in-door place – makes people travel less, thus leading to a lower 578 likelihood of shifting away from traditional modes to ride-hailing services. As expected, 579 people with more experience using smartphones are more likely to substitute ride-hailing 580 581 trips for car and taxi trips. However, they are less inclined to shift from bicycles to ride-hailing services. In China, the widespread use of smartphones greatly encourages 582 583 cycling trips dominated by app-based bike-sharing systems. People with frequent use of smartphones may tend to make trips by bicycle because of lower costs instead of the 584 adoption of ride-hailing services. This result seems to indicate competition between 585 bike-sharing and ride-hailing systems among frequent smartphone users. 586

In addition, the built environment influences modal shifts created by ride-hailing. Theresults show a negative association between higher accessibility to bus stations and the

32 / 48

shift from transit to ride-hailing. This means that people are more likely to substitute 589 ride-hailing for transit trips when it is inconvenient to access bus services, which is a 590 591 reasonable finding. Correspondingly - as the most used feeder modes of bus trips cycling and walking trips are less likely substituted. In contrast, there is a positive 592 593 correlation between higher accessibility to metro stations and the shift from transit to ride-hailing, although the correlation is insignificant (p=0.131). This implies that people 594 are somewhat more likely to replace transit trips with ride-hailing when they have higher 595 accessibility to metro services. Normally, those with higher accessibility to metro services 596 597 tend to be frequent metro users. Consequently, they may also have a higher likelihood of shifting away from metro to ride-hailing because of the advantages of ride-hailing 598 services over metro services. Similarly, higher accessibility to metro stations tends to 599 600 result in a shift from cycling and ride-hailing because cycling is usually used as a feeder mode of metro trips (Guo et al., 2020, 2021). The result regarding the accessibility to 601 metro stations is roughly in line with the finding of Gehrke et al. (2019). 602

603 Higher accessibility to parking spaces has a positive association with shifts from the use of taxis and cars to ride-hailing. Parking spaces are also required for ride-hailing services 604 605 because drivers often need to wait for passengers. In this circumstance, drivers may be 606 more likely to accept orders from areas with sufficient provision of parking spaces. As a result, trips by traditional modes are more likely to be substituted by ride-hailing trips in 607 these areas. A higher road density is positively correlated with the shift from cycling to 608 609 ride-hailing. A possible explanation is that a higher road density usually means a cycling-friendly environment (Cervero et al., 2009). People in such an environment may 610

be more likely to make cycling trips and therefore have a higher likelihood to replace cycling with ride-hailing. Moreover, a higher residential density is negatively associated with shifts from motorized modes (i.e., taxi, car, and transit) to ride-hailing. In general, daily life services are densely offered in areas with a high residential density. Residents living in these areas usually make short-distance trips by non-motorized modes (e.g., walking). Therefore, they have a lower likelihood to reduce motorized modes due to ride-hailing.

As expected, attitudes toward traditional modes are related to modal shifts. People with positive attitudes toward car, transit, and bicycle are more likely to substitute ride-hailing trips for car, transit, and cycling trips, respectively. This is a reasonable result. Normally, an individual uses a specific mode frequently when he/she has a positive attitude toward the mode. However, when ride-hailing services with marked advantages over the mode are available, he/she is also more likely to shift away from the mode to ride-hailing.

Moreover, frequent use of ride-hailing services is positively associated with the shift from cars to ride-hailing, which means that the more frequently people use ride-hailing services, the more likely they reduce driving.

		Transit	Bicycle	Walk
0.22	0.41*	-	-	-
0.20*	0.31**	-0.18	-0.23*	_
0.29***	0.18	0.35***	0.18	0.23**
0.14**	-	-	_	_
_	0.76***	-0.24	-0.50**	-0.48**
-	0.58***	-0.29	_	-0.34*
-0.10	_	_	-0.13	_
-0.15*	_	-0.21**	_	-0.16*
0.16	0.28**	-	_	-
_	-0.10	0.15*	-0.28***	-0.13
_	_	-0.02*	-0.03**	-0.04***
_	_	0.32	0.62***	0.27
0.01**	0.01*	_	_	0.01
-0.02	-0.02	_	0.03*	0.02
	0.20* 0.29*** 0.14** - - - - - 0.10 -0.15* 0.16 - - - - 0.01**	$0.20^*$ $0.31^{**}$ $0.29^{***}$ $0.18$ $0.14^{**}$ $  0.76^{***}$ $ 0.58^{***}$ $ 0.58^{***}$ $-0.10$ $ -0.16$ $0.28^{**}$ $ -0.10$ $    0.01^{**}$ $0.01^{*}$	$0.20^*$ $0.31^{**}$ $-0.18$ $0.29^{***}$ $0.18$ $0.35^{***}$ $0.14^{**}$ $   0.76^{***}$ $-0.24$ $ 0.58^{***}$ $-0.29$ $-0.10$ $  -0.15^*$ $ -0.21^{**}$ $0.16$ $0.28^{**}$ $  -0.10$ $0.15^*$ $ -0.10$ $0.15^*$ $ -0.02^*$ $ -0.32$ $0.01^{**}$ $0.01^*$ $-$	$\begin{array}{cccccccccccccccccccccccccccccccccccc$

Table 6 Regression outcomes regarding the substitution of ride-hailing for traditional travel modes

Table 6 Continued					
Residential density	-0.01**	-0.01*	-0.01**	_	-0.01
Travel attitudes					
Pro-taxi	_	-	-0.12	-	-
Pro-car	_	0.20*	-0.14	-	-
Pro-transit	_	-0.16	0.31***	-	0.11
Pro-bicycle	-0.10	-0.13	-	0.52***	-
Pro-walk	_	0.14	-	-	-
Frequency of using ride-hailing services	_	0.04***	_	0.01	0.01
Constant	-0.35	-3.22***	0.80	-1.17*	-0.18
McFadden's $R^2$	0.052	0.142	0.064	0.106	0.052
Number of observations	564	541	561	544	544

628

Note: \* p<0.10, \*\* p<0.05, \*\*\* p<0.01; "–" Variables with a significance level of p>0.30 are removed from models.

629

## Table 7 Prediction success rates (%) of binary logistic models

Substitution	Taxi	Car	Transit	Bicycle	Walk
Yes	58.2	46.7	66.9	53.0	50.7
No	48.6	70.9	41.2	60.7	56.2
Total	53.9	62.4	57.6	57.2	53.6

## 5. Discussion and conclusion

The increasing use of ride-hailing services is profoundly shaping travel behaviors, particularly in countries like the United States and China, where there are a huge number of ride-hailing users. In the present study, we provide empirical evidence from 597 valid face-to-face interviews in Chengdu, China to analyze whether and how ride-hailing influences trip frequency and travel modes. By doing so, the present study makes contributions to the body of literature in the following three aspects. First, most empirical studies are from the context of the United States and provide inconsistent and even conflicting results regarding the influence of ride-hailing on travel. The present study providing empirical evidence from a Chinese context can help clarify the debatable topic. Second, we argue that the often-used measurement method for the influence of ride-hailing on travel in prior research may lead to imprecise outcomes. The present study has attempted to improve the measurement method, which can be expected to correct the bias of the estimates in previous studies. Third, the factors driving the influence of ride-hailing on travel are not fully explored in previous studies. The present study has investigated the determinants of whether people change trip frequencies and mode choices due to ride-hailing. The results can help contribute to the understanding of the mechanism behind the implication of ride-hailing services for travel.

The major findings of the present study are as follows. First, around 16.8% of respondents increased their trip frequencies because of ride-hailing services, while

37 / 48

only 6.4% decreased their trip frequencies. This means that - to some extent - new trips are generated by ride-hailing, suggesting a complementary effect of ride-hailing on travel. An MNL model reveals that the additional trips may be mainly contributed by young people, frequent ride-hailing users, and those who are experienced in using ICT. Second, the adoption of ride-hailing services has considerable substitution effects on the use of traditional travel modes (i.e., taxi, car, public transit, cycling, and walking). Specifically, public transit is the most substituted mode. It is worth noting that - because of the COVID-19 crisis - public transport is commonly considered unsafe compared to other motorized modes (e.g., private car, taxi, ride-hailing services) (De Vos, 2020; van Wee & Witlox, 2021). Additionally, people use the internet more frequently due to the pandemic (van Wee & Witlox, 2021), thus possibly accelerating the adoption of ride-hailing services. Therefore, it can be expected that the modal shift from public transit to ride-hailing has been facilitated to a large extent since the outbreak of the pandemic. Furthermore, binary logistic models indicate that various factors such as sociodemographics, ICT use, the built environment, attitudes toward traditional modes, and the frequency of ride-hailing are significantly associated with the substitution of ride-hailing services for traditional modes. Meanwhile, the associations between some influential factors and the substitution effect differ by traditional modes.

At least two policy implications can be learned from the present study. First, given the effects of ride-hailing on travel frequency and travel modes, it can be concluded that additional pressure is being generated by using ride-hailing services. In particular, we

38 / 48

find that ride-hailing users have high likelihoods (45.0%-62.9%) to shift away from sustainable travel modes (i.e., public transit, cycling, and walking) to ride-hailing services, which may lead to an increase in road congestion, vehicle miles traveled, fuel consumptions, and greenhouse gas emissions. Therefore, ride-hailing may be an emerging barrier to the sustainable development of transportation systems. Second, we reveal that the built environment is significantly correlated with shifts from traditional modes to ride-hailing. Especially, higher accessibility to bus services can significantly reduce the likelihood of the substitution of ride-hailing for sustainable modes. Therefore, optimizing the access to bus services may be particularly effective to alleviate the transportation challenge caused by ride-hailing.

Although we have shed light on the travel effects of ride-hailing services, some limitations exist in the present study. First, we argue that the influence of ride-hailing services on travel may differ by various geographical contexts. In the present study, only empirical evidence from the city of Chengdu is provided, which may – to some extent – limit the generalization of the findings. Second, there is a two-year gap between data regarding the built environment and travel behavior. Consequently, the role of the built environment in regression models might be somewhat underestimated. Third, the values of McFadden's  $R^2$  (ranging from 0.052 to 0.142) in regression models are relatively small. This implies that some potentially influential factors are not considered in the present study, such as the frequency of trips by traditional modes, the use of e-payment, and the built environment around workplaces. Notably, attitudes toward ride-hailing services are also absent in these regression models due to the

39 / 48

limitation of data availability, although attitudes toward traditional travel modes are included. Consequently, the issue of residential self-selection may not be fully addressed. Fourth, we only confirm that the use of ride-hailing services does increase the frequency of total trips and has a substitution effect on the use of traditional modes. However, it remains unknown how many trips are exactly generated in total and how many trips by traditional modes are exactly replaced by ride-hailing. We encourage future studies to consider the above limitations in order to further deepen the knowledge on the impacts of ride-hailing on travel behavior.

## **Declaration of Competing Interest**

None.

## Acknowledgements

This work was supported by the National Natural Science Foundation of China (Grant number 71801041), the Research Foundation – Flanders (FWO) (Grant number 12F2519N), and the China Scholarship Council. Frank Witlox acknowledges the funding from the Estonian Research Council (Grant number PUT PRG306). The authors would like to thank three anonymous reviewers for their insightful suggestions on the earlier version of the paper.

## References

- Acheampong, R. A., Siiba, A., Okyere, D. K., & Tuffour, J. P. (2020).
  Mobility-on-demand: An empirical study of internet-based ride-hailing adoption factors, travel characteristics and mode substitution effects. Transportation Research Part C: Emerging Technologies, https://doi.org/10.1016/j.trc.2020.102638.
- Alemi, F., Circella, G., Handy, S., & Mokhtarian, P. (2018a). What influences travelers to use Uber? Exploring the factors affecting the adoption of on-demand ride services in California. Travel Behaviour and Society, 13, 88-104.
- Alemi, F., Circella, G., Mokhtarian, P., & Handy, S. (2018b). Exploring the latent constructs behind the use of ridehailing in California. Journal of Choice Modelling, 29, 47-62.
- Alemi, F., Circella, G., Mokhtarian, P., & Handy, S. (2019). What drives the use of ridehailing in California? Ordered probit models of the usage frequency of Uber and Lyft. Transportation Research Part C: Emerging Technologies, 102, 233-248.
- Cao, X. (2015). Examining the impacts of neighborhood design and residential self-selection on active travel: A methodological assessment. Urban Geography, 36(2), 236-255.
- Cervero, R., Sarmiento, O. L., Jacoby, E., Gomez, L. F., & Neiman, A. (2009).Influences of built environments on walking and cycling: lessons from Bogotá. International Journal of Sustainable Transportation, 3(4), 203-226.
- Chen, X., Zheng, H., Wang, Z., & Chen, X. (2018). Exploring impacts of on-demand 42 / 48

ridesplitting on mobility via real-world ridesourcing data and questionnaires. Transportation, https://doi.org/10.1007/s11116-018-9916-1.

- Clewlow, R. R., & Mishra, G. S. (2017). Disruptive transportation: The adoption, utilization, and impacts of ride-hailing in the United States. Institute of Transportation Studies, University of California, Davis, Research Report UCD-ITS-RR-17-07.
- Contreras, S. D., & Paz, A. (2018). The effects of ride-hailing companies on the taxicab industry in Las Vegas, Nevada. Transportation Research Part A: Policy and Practice, 115, 63-70.
- de Souza Silva, L. A., de Andrade, M. O., & Maia, M. L. A. (2018). How does the ride-hailing systems demand affect individual transport regulation? Research in Transportation Economics, 69, 600-606.
- De Vos, J. (2020). The effect of COVID-19 and subsequent social distancing on travel behavior. Transportation Research Interdisciplinary Perspectives, https://doi.org/10.1016/j.trip.2020.100121.
- De Vos, J., Cheng, L., Kamruzzaman, M., & Witlox, F. (2021). The indirect effect of the built environment on travel mode choice: A focus on recent movers. Journal of Transport Geography, https://doi.org/10.1016/j.jtrangeo.2021.102983.
- Ewing, R., & Cervero, R. (2010). Travel and the built environment: A meta-analysis. Journal of the American Planning Association, 76(3), 265-294.
- Fu, X. M. (2020). Does heavy ICT usage contribute to the adoption of ride-hailing app? Travel Behaviour and Society, 21, 101-108.

- Gehrke, S. R., Felix, A., & Reardon, T. G. (2019). Substitution of ride-hailing services for more sustainable travel options in the greater Boston region. Transportation Research Record, 2673, 438-446.
- Guan, X., Wang, D., & Cao, X. (2020). The role of residential self-selection in land use-travel research: A review of recent findings. Transport Reviews, 40(3), 267-287.
- Guo, Y., Yang, L., Huang, W., & Guo, Y. (2020). Traffic safety perception, attitude, and feeder mode choice of metro commute: Evidence from Shenzhen. International Journal of Environmental Research and Public Health, https://doi.org/10.3390/ijerph17249402.
- Guo, Y., Yang, L., Lu, Y., & Zhao, R. (2021). Dockless bike-sharing as a feeder mode of metro commute? The role of the feeder-related built environment: Analytical framework and empirical evidence. Sustainable Cities and Society, https://doi.org/10.1016/j.scs.2020.102594.
- Haitou Academy. (2020). Research report on the e-hailing industry. Available at: https://www.haitouglobal.com/zh-cn/academy/uploads/25/file/public/202006/202 00615154420\_wqtfkc6e17.pdf (Accessed on April 13, 2021).
- Hall, J. D., Palsson, C., & Price, J. (2018). Is Uber a substitute or complement for public transit? Journal of Urban Economics, 108, 36-50.
- Hampshire, R. C., Simek, C., Fabusuyi, T., Di, X., & Chen, X. (2017). Measuring the impact of an unanticipated suspension of ride-sourcing in Austin, Texas. Available at SSRN: http://dx.doi.org/10.2139/ssrn.2977969 (Accessed on

April 6, 2021).

- Henao, A., & Marshall, W. E. (2019). The impact of ride-hailing on vehicle miles traveled. Transportation, 46(6), 2173-2194.
- Hosmer Jr., D.W., Lemeshow, S., Sturdivant, R.X. (2013). Applied Logistic Regression. Wiley, London.
- Jiao, J., Bischak, C., & Hyden, S. (2020). The impact of shared mobility on trip generation behavior in the US: Findings from the 2017 National Household Travel Survey. Travel Behaviour and Society, 19, 1-7.
- Kim, S. H., & Mokhtarian, P. L. (2018). Taste heterogeneity as an alternative form of endogeneity bias: Investigating the attitude-moderated effects of built environment and socio-demographics on vehicle ownership using latent class modeling. Transportation Research Part A: Policy and Practice, 116, 130-150.
- Knoema. (2017). The world's top car-owning countries. Available at: https://cn.knoema.com/infographics/gfwhcg/the-world-s-top-car-owning-countries (Accessed on April 13, 2021).
- Kong, H., Moody, J., & Zhao, J. (2020a). ICT's impacts on ride-hailing use and individual travel. Transportation Research Part A: Policy and Practice, https://doi.org/10.1016/j.tra.2020.08.012.
- Kong, H., Zhang, X., & Zhao, J. (2020b). How does ridesourcing substitute for public transit? A geospatial perspective in Chengdu, China. Journal of Transport Geography, https://doi.org/10.1016/j.jtrangeo.2020.102769.

Lavieri, P. S., & Bhat, C. R. (2019). Investigating objective and subjective factors

influencing the adoption, frequency, and characteristics of ride-hailing trips. Transportation Research Part C: Emerging Technologies, 105, 100-125.

- Lewis, E. O. C., & MacKenzie, D. (2017). UberHOP in Seattle: who, why, and how? Transportation Research Record, 2650, 101-111.
- Lin, T., Wang, D., & Guan, X. (2017). The built environment, travel attitude, and travel behavior: Residential self-selection or residential determination? Journal of Transport Geography, 65, 111-122.
- McFadden, D. (1977). Quantitative methods for analysing travel behaviour of individuals: some recent developments (pp. 279-318). Routledge.
- Mokhtarian, P. L., & Cao, X. (2008). Examining the impacts of residential self-selection on travel behavior: A focus on methodologies. Transportation Research Part B: Methodological, 42(3), 204-228.
- Möller, T., Padhi, A., Pinner, D., & Tschiesner, A. (2019). The future of mobility is at our doorstep. McKinsey Center for Future Mobility. Available at: https://www.mckinsey.com/industries/automotive-and-assembly/our-insights/the-f uture-of-mobility-is-at-our-doorstep (Accessed on April 16, 2021).
- Pan, H., Shen, Q., & Xue, S. (2010). Intermodal transfer between bicycles and rail transit in Shanghai, China. Transportation Research Record, 2144, 181-188.
- Rayle, L., Dai, D., Chan, N., Cervero, R., & Shaheen, S. (2016). Just a better taxi? A survey-based comparison of taxis, transit, and ridesourcing services in San Francisco. Transport Policy, 45, 168-178.

Roorda, M., Miller, E. J., & Kruchten, N. (2006). Incorporating within-household

interactions into mode choice model with genetic algorithm for parameter estimation. Transportation Research Record, 1985, 171-179.

- Shen, H., Zou, B., Lin, J., & Liu, P. (2020). Modeling travel mode choice of young with differentiated people E-hailing ride services in Nanjing China. Transportation Research D: Transport Environment, Part and https://doi.org/10.1016/j.trd.2019.102216.
- Shi, K., Cheng, L., De Vos, J., Yang, Y., Cao, W., & Witlox, F. (2020). How does purchasing intangible services online influence the travel to consume these services? A focus on a Chinese context. Transportation, https://doi.org/10.1007/s11116-020-10141-9.
- Tang, B. J., Li, X. Y., Yu, B., & Wei, Y. M. (2020). How app-based ride-hailing services influence travel behavior: An empirical study from China. International Journal of Sustainable Transportation, 14(7), 554-568.
- Tirachini, A. (2020). Ride-hailing, travel behaviour and sustainable mobility: an international review. Transportation, 47(4), 2011-2047.
- Tirachini, A., & Gomez-Lobo, A. (2020). Does ride-hailing increase or decrease vehicle kilometers traveled (VKT)? A simulation approach for Santiago de Chile. International Journal of Sustainable Transportation, 14(3), 187-204.
- van Wee, B., & Witlox, F. (2021). COVID-19 and its long-term effects on activity participation and travel behaviour: A multiperspective view. Journal of Transport Geography, https://doi.org/10.1016/j.jtrangeo.2021.103144.

Wu, X., & MacKenzie, D. (2021). Assessing the VMT effect of ridesourcing services

in the US. Transportation Research Part D: Transport and Environment, https://doi.org/10.1016/j.trd.2021.102816.

Yang, M., Li, D., Wang, W., Zhao, J., & Chen, X. (2013). Modeling gender-based differences in mode choice considering time-use pattern: analysis of bicycle, public transit, and car use in Suzhou, China. Advances in Mechanical Engineering, https://doi.org/10.1155/2013/706918.