# AN EVALUATION OF TELECOMMUTING AS A TRIP REDUCTION MEASURE

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#### **ABSTRACT**

Telecommuting, which is the performance of work at home or at a center close to home using telecommunications, has attracted growing interest among planners and researchers as a strategy for reducing travel demand. This paper investigates the potential of telecommuting as a trip reduction measure, using data obtained from a telecommuting pilot project involving State of California government employees.

In this pilot project, a three-day trip diary was administered, before and after telecommuting began, to telecommuters, a control group, and driving-age household members of both groups. A sample of 219 "stayers" is analyzed in this paper.

Findings include: telecommuting leads to a substantial reduction in trip generation, vehicle-miles traveled, peak period travel, car use, and freeway travel. It does not lead to an increase in non-work trips.

#### 1. INTRODUCTION

The evaluation of the impact of telecommunications on travel demand is a highly complex task. In the past, a variety of hypotheses have been advanced on this issue. An issue of particular importance is whether telecommunications technologies act as substitutes for travel or whether a complementary relationship exists between telecommunications and travel (e.g., Salomon, 1986; Mokhtarian, 1988; Nilles, 1988). Little empirical evidence appears to exist at present on the interaction between the two (Salomon, 1988).

The use of telecommunications to substitute for the commute to work has recently drawn extensive attention as a strategy for reducing travel demand. This came to be known as telecommuting, broadly defined as "the performance of work outside the traditional central office, either at home or at a neighborhood center close to home" (Kitamura, et al., 1990).

The potential of telecommuting as a means to mitigate urban traffic congestion, reduce transportation energy consumption, and improve air quality has motivated this study. The

objective of the study is to empirically measure the impact of telecommuting on household travel in conjunction with the State of California Telecommuting Pilot Project. Pilot Project has offered the first opportunity to gather non-proprietary data on household travel behavior to assess the impact of telecommuting. Other potential benefits of telecommuting (e.g., reduced office space requirements, increased worker productivity) have been examined by JALA Associates (1990), the principal contractor of the Pilot Project, and are not discussed in this paper.

Many hypotheses can be formulated on the impact of telecommuting on household travel (for related discussions, see Jovanis, 1983; and Salomon, 1986). It is convenient to classify these hypotheses according to the time frame into short-term and long-term hypotheses. The most direct short term hypothesis is that the number of trips generated by telecommuters will decrease due to the reduction in commute trips to and from work. Because work trips are most often made during the peak period, a decrease in peak-hour trips will follow as a direct consequence.

Furthermore, the eliminated need to travel to work would lead to savings in both time and monetary cost. This would in turn result in an increased availability of discretionary time, flexibility in activity scheduling, and some monetary saving. One may then hypothesize that these changes prompt new, discretionary trips such as social and shopping trips. Indeed, if the assumption is true that a person budgets a fixed amount of time for travel, then those commute trips eliminated by telecommuting may be replaced by new trips. Also, other destinations, timing and modes could be chosen for the existing non-work trips to reach more desirable destinations, or to travel at more convenient times, while using up the time saved.

Another consideration is that the absence of commute trips by itself may lead to changes in the location and timing of certain out-of-home activities, hence the destination and timing of trips. For example, grocery shopping which used to be done on the way home from work at a shopping center along a commute route, may be performed at a grocery store near the home in the late morning. One may surmise that the spatial distribution of trip ends may be concentrated around the home location rather than the work location when the worker telecommutes. This redistribution of trips may affect (suburban) congestion and air quality if telecommuting is widely implemented.

An important consequence of telecommuting is the removal of some of the work-related constraints -- a worker must report to work by 8:00 a.m., a lunch break must be taken between 12 noon and 1:00 p.m., and so on. Relaxation of these constraints is likely to reduce the need to link trips, i.e., consolidation of several stops into one home-to-home jourAs noted earlier, volunteer State employees also participated in the Pilot Project as members of a control group. The intent of forming the control group was to measure changes in travel patterns, energy use, and other measures of effectiveness that are due to changes in economy, gasoline prices, and other such factors that influence all individuals. The group would aid in separating the effect of telecommuting from the effects of these factors in the background. The control group members did not change their usual work schedules between the two waves.

## Description of the Survey Sample

The travel survey involved State employees from 14 agencies and their household members of driving age. The participants live and work mostly in the Sacramento area. In Wave 1, information about the participants and their household members of driving age was available from 430 persons out of the original group of 447 individuals. Of the 430 individuals, 252 were state employees, and 178 were their driving-age household members. Of the 252 state employees, 137 (54.3%) were scheduled to telecommute in the second wave and 115 (45.7%) were assigned to the control group.

Table 1 compares the number of respondents between the two waves. The number of respondents is 257 persons in Wave 2. The number of respondents who dropped out of the survey is not negligible. Of the 252 employees and 178 household members in Wave 1, usable travel diaries are available from 138 employees and 81 household members (these respondents will be referred to as "stayers" in this paper). unknown to what degree this rather high rate of attrition represents employees and their household members who: (i) were no longer participating in the Pilot Project due to outside factors such as retirement, promotion, reassignment, relocation, or organizational change; (ii) chose (or were asked by the manager) to stop telecommuting for internal reasons -- i.e., reasons related to telecommuting itself (family issues, lack of self-discipline, etc.); or (iii) continued to telecommute (or remain control members) but did not return the Wave 2 survey.

In addition to the stayers, 38 new people submitted Wave 2 surveys that had not participated in Wave 1.

TABLE 1: COMPOSITION OF STUDY SAMPLE ACROSS THE TWO SURVEY WAVES

Group	Wave 1,	Wave 2	Stayers
TC Employees	137	79	73
CG Employees	115	75	65
TC Household Members	93	56	45
CG Household Members	85	47	36

Two types of data files were created to analyze the travel characteristics of the project participants and their household members. One file contains personal and household information while the other contains trip information. The person file provides information on the respondent's project participation status (telecommuter, control group member, etc.), age, gender, employment, and relation to the State employee. This file also contains the respondent's home, work, school, and other activity locations frequently visited by the respondents, transit lines frequently used and household car ownership. This information has been geocoded for the analysis of spatial changes in urban travel patterns.

The trip files contain characteristics of each trip made by the respondent in each wave. The information includes trip origin and destination, trip beginning and ending times, trip purpose, approximate trip length in miles, mode used, and, if a car were used, beginning and ending odometer readings, the number of passengers, and the percentage of the trip spent on the freeway. The Wave 1 trip file contains 4808 trips reported by 430 persons in 269 households while that from Wave 2 contains 2389 trips reported by 257 respondents in 159 households.

#### 3. IMPACT OF TELECOMMUTING

The impact of telecommuting is statistically analyzed in this section using the sample of 219 participants who responded to both Wave 1 and Wave 2 surveys. These respondents consist of 73 telecommuter employees, 45 telecommuter household members, 65 control group employees and 36 control household members. Wave 2 travel characteristics of the telecommuters are further examined by day type (telecommuting or commuting day). On average, respondents telecommuted 1.3 days out of the three-day diary period.

The control group is used as a reference group in this assessment. The changes exhibited by telecommuters are evaluated relative to those shown by the control group members. Two types of comparisons are made: First, the travel characteristics are compared between the telecommuters and control group members within each wave, and second, comparison is made across the two waves for each group. For the first type of comparison, the pooled t-test is appropriate as the two groups can be considered as independent samples of different sample sizes. For the second comparison, the paired t-test is used as it allows for possible correlation among repeated observations of the same individuals (Snedecor and Cochran, 1989).

## Daily Average Trip Rates

Based on the daily average trip rates, the control group employees display a higher level of mobility in both waves

(Table 2). In Wave 1, the control group employees made an average of 4.30 trips per day, compared to 3.99 trips made by the telecommuters (this difference is not statistically significant at a 5% level). In Wave 2, the control group employees made 3.95 trips per person per day, while the telecommuters made a much lower daily average of 1.94 trips on telecommuting days. The difference, statistically significant at a 5% level, is expected because the telecommuters made at least two trips less (trips to and from work) than the control group on a telecommuting day.

On a commuting day in Wave 2, telecommuters averaged the same number of trips as in Wave 1. On a telecommuting day, the telecommuters make a significantly smaller number of trips when compared with Wave 1. The reduction in trip making shown by telecommuter household members across the two waves is also significant and noteworthy.

TABLE 2: NUMBER OF TRIPS PER DAY

Group	Wave 1	Wave 2-TC	Wave 2-C
Telecommuter Employees	3.99	1.94*	4.00
Control Group Employees	4.30	n/a	3.95
Telecommuter Household	3.98	n/a	3.08*
Control Group Household	3.53	n/a	3.30

\* significantly different from Wave 1 at a 5% level Wave 2-TC: Telecommuting Day in Wave 2

Wave 2-C: Commuting Day in Wave 2

#### Trip Rates by Purpose

In Table 3, average daily trip rates are presented for each wave by purpose and by project participation status. The "other" trip purposes include return home, social-recreation, visit friend/relative, personal business, shopping, serve passengers, medical, eat meal, and change mode.

Telecommuters make virtually no work trips on telecommuting days. On commuting days, they make the usual one work trip. All other groups showed statistically stable work trip rates across the two waves.

Contrary to what was hypothesized in the introduction, no increase in "other" trips, which include discretionary non-work trips, is observed for the telecommuters. Apparently, decreased travel needs, increased availability of discretionary time, and flexibility in work schedule brought about by telecommuting, did not lead to an increase in non-work trips.

In fact, between Wave 1 and Wave 2 a significant <u>decline</u> in the number of "other" trips is observed for telecommuters on telecommute days, and for telecommuter household members. For the telecommuters, this decline is explained by the fact that one fewer "return home" (i.e., returning home from

work) or "work-to-elsewhere" trip will be made on telecommuting days. The finding for household members, though, is unexpected. The indication is that telecommuting reduces trip generation for the entire household. Before this result can be generalized, however, further examination of the data and possibly a supplementary survey of household members are needed to examine the mechanism underlying this apparent reduction.

In any case, the result is encouraging because it indicates that telecommuting effectively serves as a trip reduction measure by eliminating some work trips without increasing non-work trips. at least in the short term.

TABLE 3: NUMBER OF TRIPS PER DAY BY PURPOSE

Group	Was	re 1	Wave	2-TC	Wave	2-C
	Work	Other	Work	Other	Work	Other
TC Employees	1.02	2.97	0.09*	1.85*	1.11	2.89
CG Employees	1.10	3.20	n/a	n/a	1.07	2.88
TC Household	0.74	3.24	n/a	n/a	0.70	2.38*
CG Household	0.60	2.93	n/a	n/a	0.77	2.53

\* significantly different from Wave 1 at a 5% level

Wave 2-TC: Telecommuting Day in Wave 2

Wave 2-C: Commuting Day in Wave 2

## Mode Use

Trip rates by car are summarized in Table 4. Car trips are defined here as those made in personal vehicles or State vehicles, and exclude carpooling or vanpooling. The decrease in car trips by telecommuters on a telecommuting day is noteworthy. This is a direct consequence of the reduction of commute trips by the introduction of telecommuting.

There is no indication that the availability of the car previously used by the telecommuters to commute, is inducing more car trips by household members. The household members of telecommuters have not increased car usage even though additional family cars have become available for their use. This may be because, in California and nationwide, there are about 0.99 personal-use vehicles per driving-age person (Lave, 1990). An idle vehicle will not be used by other family members if they already have vehicles of their own.

There is, however, some indication that changes in mode choice are greater among the telecommuters than the control group employees. Table 4 also presents the percentage share of car trips. The share of car trips among the control group employees shows practically no change between the waves. Among the telecommuter employees, the share increased somewhat from 81% to 91%. Associated with this increase is a chi-square statistic of 7.01, which, with one

degree of freedom, indicates an increase significant at a 5% level.

In this context, it is important to note that telecommuting can induce a series of changes in transport related decisions, including car ownership, residence location, and other life-style related choices. These changes, which tend to be observed only in the long run, could cause measurable changes in travel patterns, including mode use. It is desirable that the validity of the findings here, which are based on short-term data, be examined using observations obtained over a longer time span.

TABLE 4: CAR TRIPS PER DAY

Group	Wave 1	Wave 2-TC	Wave 2-C
TC Employees	3.25 (81)	1.77* (91)	3.25 (81)
CG Employees	3.17 (74)	n/a	2.88 (73)
TC Household	3.53 (89)	n/a	2.83*(92)
CG Household	2.72 (77)	n/a	2.69 (81)

<sup>\*</sup> significantly different from Wave 1 at a 5% level

## Peak Period Trip Generation

Telecommuting substantially reduced peak hour travel by the telecommuters, whereas the control group did not show any substantial reduction. Table 5 presents the number of departures during the morning and afternoon peak periods. The morning peak period is defined in this study as 7:00 to 8:59 a.m. and the afternoon peak period as 4:00 to 5:59 p.m.

TABLE 5: NUMBER OF PEAK PERIOD TRIPS PER DAY

Group	War	ve 1	Wave	2-TC	Wave	2-C
	MA	PM	MA	PM	AM	PM
TC Employees	0.89	0.99	0.24*	0.46*	0.82	1.16
CG Employees	0.86	1.13	n/a	n/a	0.98	1.15
TC Household	0.79	0.84	n/a	n/a	0.64*	0.65*
CG Household	0.62	0.60	n/a	n/a	0.50	0.83

<sup>\*</sup> significantly different from Wave 1 at a 5% level

The decrease in the number of peak-hour departures made by the telecommuters on telecommuting days in Wave 2 is significant for both morning and afternoon peak periods (at a 5% level). They made 73% fewer morning-peak departures and about 54% fewer afternoon-peak departures. The reduction in peak-hour trips is significant for the telecommuter household members as well. A decrease in peak hour trip genera-

<sup>( ):</sup> As a percentage of Total Trips per Day

Wave 2-TC: Telecommuting Day in Wave 2 Wave 2-C: Commuting Day in Wave 2

Wave 2-TC: Telecommuting Day in Wave 2

Wave 2-C: Commuting Day in Wave 2

tion appears to be a direct consequence of the introduction of telecommuting.

### Total Distance Traveled

The estimated average distance traveled decreased significantly in Wave 2 on telecommuting days. The average total distance traveled per day for each group is presented in Table 6. In Table 6, the average distance traveled is computed from the trip lengths reported by the respondents.

The telecommuters reduced the total distance traveled by about 40 miles per telecommuting day. This decrease is found to be highly significant. On commuting days, the telecommuters showed no increase in vehicle miles traveled over Wave 1. The control group employees showed relative stability in their vehicle miles traveled per day. The results thus clearly show that telecommuting leads to a reduction in total travel distance.

TABLE 6: AVERAGE TOTAL DISTANCE TRAVELED PER DAY (MILES)

Group	Wave 1	Wave 2-TC	Wave 2-C
Telecommuter Employees	53.7	13.2*	56.1
Control Group Employees	50.0	n/a	45.1
Telecommuter Household	36.4	n/a	33.1
Control Group Household	25.7	n/a	23.8

<sup>\*</sup> significantly different from Wave 1 at a 5% level

Wave 2-C: Commuting Day in Wave 2

TABLE 7: FREEWAY PERCENTAGE PER TRIP

Group	Wave 1	Wave 2-TC	Wave 2-C
Telecommuter Employees	53	10*	49
Control Group Employees	35	n/a	40
Telecommuter Household	31	n/a	30
Control Group Household	30	n/a	25

<sup>\*</sup> significantly different from Wave 1 at a 5% level

#### Freeway Percentages

The percentage of the trip spent on the freeway is shown in Table 7. The telecommuters are found to significantly re-

Wave 2-TC: Telecommuting Day in Wave 2

Wave 2-TC: Telecommuting Day in Wave 2 Wave 2-C: Commuting Day in Wave 2

The reduction in morning peak period trip generation for telecommuter and control group household members may, in part, be due to seasonal effects. While the entire Wave 1 survey occurred before closing of schools (i.e., before June), a portion of the Wave 2 survey took place in June after schools were closed. No school trips (which usually occur in peak periods) were observed during this period.

duce their freeway use on telecommuting days while showing stable freeway use on commuting days. All other groups also show relative stability in freeway use. The conjecture that telecommuters are choosing different destinations which are reachable by different routes is supported by this finding.

#### 4. CONCLUSIONS

The impact of telecommuting on travel demand is examined in this study, using three-day travel diary data obtained from State employees participating in the State of California Telecommute Pilot Project, and from their household members of driving age. Travel data were collected twice, before and after telecommuting started. The main body of the analysis presented in this report is based on trip records obtained from 219 respondents, of which 73 are telecommuters.

The results of the statistical analysis presented in this report offer strong empirical evidence that telecommuting is a viable trip reduction measure. The salient findings of this study can be summarized as follows:

- -- Telecommuting leads to a substantial reduction in trip generation. The observed reduction of two trips per telecommuting day corresponds to the two commute trips eliminated by telecommuting each day. Virtually no work trips were generated by the telecommuters in the Pilot Project on the days they telecommuted.
- -- Telecommuting does not lead to an increase in non-work trips. On the contrary, the evidence suggests that telecommuting leads not only telecommuters but also their household members to be more efficient in traveling.
- -- The total travel distance was reduced by 40 miles per telecommuting day in the study sample. On a telecommuting day, telecommuters traveled about 20% of the distance they normally traveled on commute days.
- -- Telecommuting reduces peak-period trips. On telecommuting days, morning-peak trips are reduced on the average by 73%, and afternoon-peak trips by about 54%.
- -- The household members of telecommuters do not increase car use even when additional family cars have become available for their use.
- -- Although the total <u>number</u> of car trips is lower, the <u>proportion</u> of trips made by car tends to be slightly greater among telecommuters. This is in part due to the reduced number of work trips, where transit is more likely to be used. Another contributing factor is the frequent use of the car for non-work trips made on telecommuting days.

-- Trips made on telecommuting days are much shorter and involve less freeway travel. This presumably reflects changes in the spatial distribution of trips as a result of telecommuting.

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