

MAXIMIZING TAXI EARNINGS THROUGH DATA-DRIVEN INSIGHTS

NYC TRIP ANALYSIS | CHRISTIAN | 21 MAY 2025



OVERVIEW

Problem Statement

The company lacks insights into when and where taxi operations are most profitable. There is also limited understanding of what factors most influence total earnings and tips. This hampers the ability to make informed operational, pricing, and staffing decisions

Goal

To uncover patterns in time, location, and trip characteristics that significantly impact total earnings and tips. This analysis aims to deliver actionable recommendations that can improve operational efficiency, optimize resource allocation, and enhance revenue.

TAXI SERVICE OPERATORS

responsible for managing fleets and maximizing revenue

CITY TRANSPORTATION MANAGERS

interested in traffic, congestion, and service efficiency

PRICING AND STRATEGY TEAMS

focused on optimizing fare structures and customer satisfaction

DATASET

68211 Rows

20 Columns

4334 Missing Values

174 Invalid Values

43 Outliers



Fare Breakdown

- fare_amount
- extra
- mta_tax
- tip_amount
- tolls_amount
- ehail_fee
- improvement_surcharge
- congestion_surcharge

Passanger & Distance

- passenger_count
- trip_distance

Payment Info

• payment_type

Location Data

- PULocationID
- DOLocationID
- RatecodeID

Trip Info

- VendorID
- lpep_pickup_datetime
- lpep_dropoff_datetime
- store_and_fwd_flag
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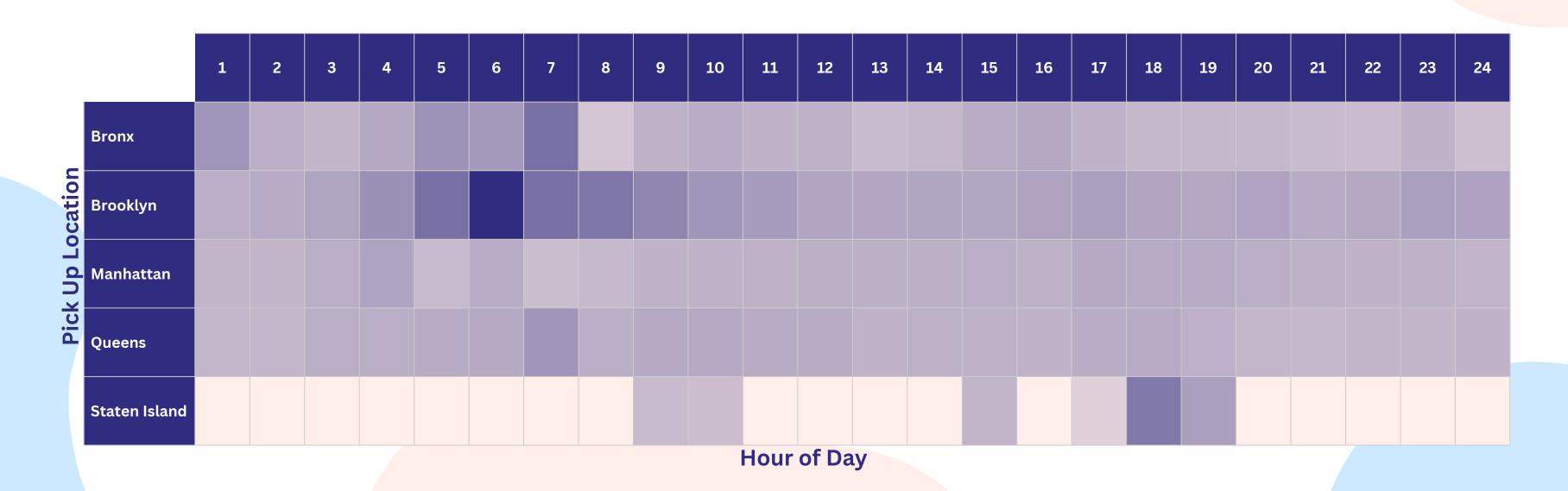
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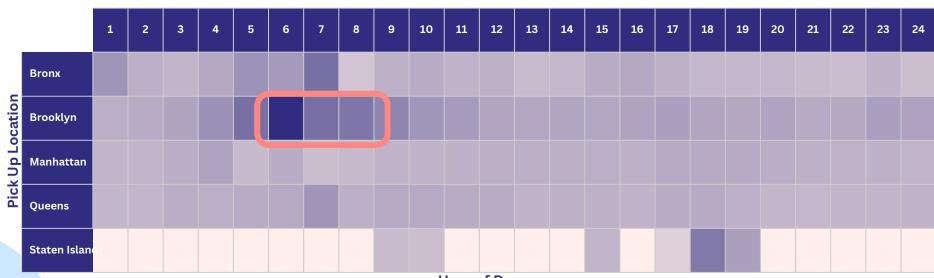
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Average Earnings (Total ammount + Tip ammount) per Trip by Pickup Location and Hour



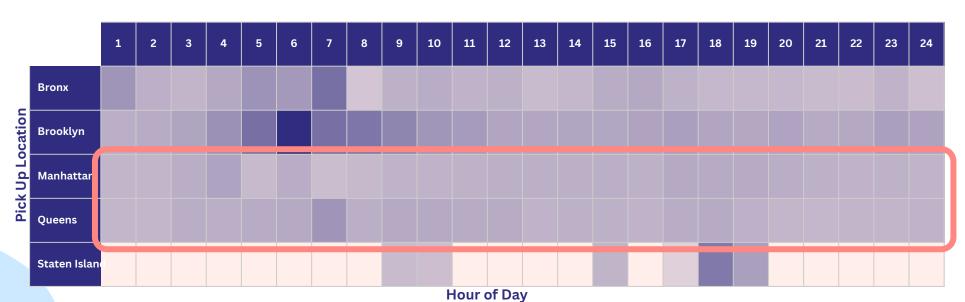


Brooklyn delivers the highest earnings during morning hours (6–8 AM), supported by the longest average trip duration (21.68 mins)

Hour of Day	1	O	u	r	0	f	D	ay	1
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Pickup Location	Avg. Earnings	Avg. Trip Distance	Avg. Duration	Count of Trips
Brooklyn	28.54	3.34	21.68	4397
Staten Island	26.14	3.48	15	8
Manhattan	23.33	2.51	17.20	27278
Queens	23.21	3.01	19.45	10673
Bronx	23.28	3.58	18.40	366





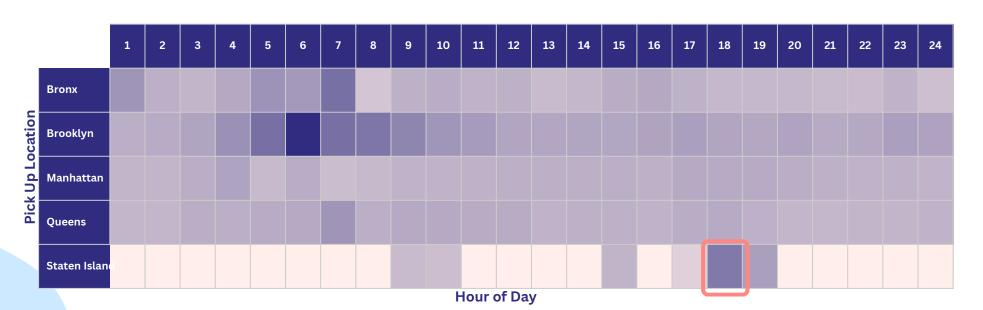
Manhattan and Queens are busy zones with high trip counts, but shorter rides mean lower earnings per trip.

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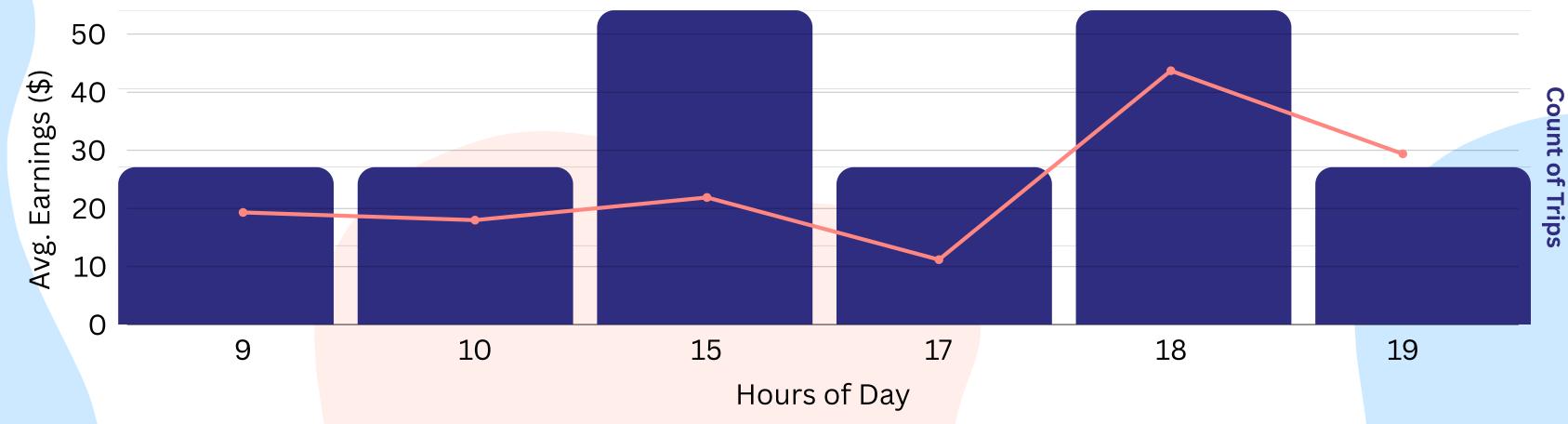
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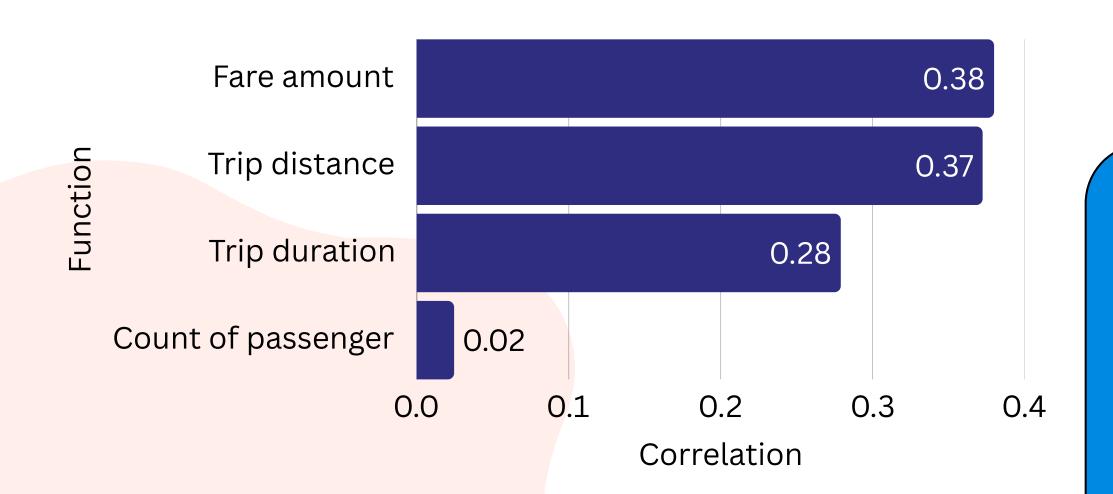




Staten Island shows an earnings spike at 6 PM. Although trip volume is low, these rides are longer and more profitable a golden window worth targeting.



THE SECRETES BEHIND BIGGER TIPS

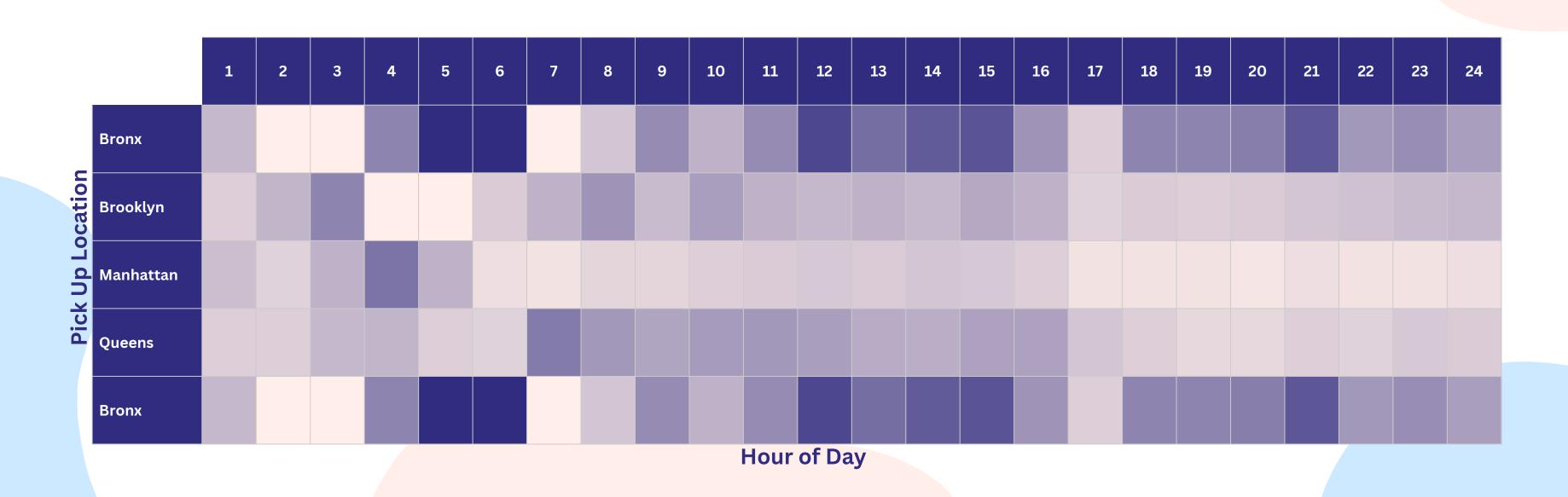




Fare amount and trip distance have the strongest correlation with tip amount



WHEN BUSY DOESN'T MEAN PROFITABLE

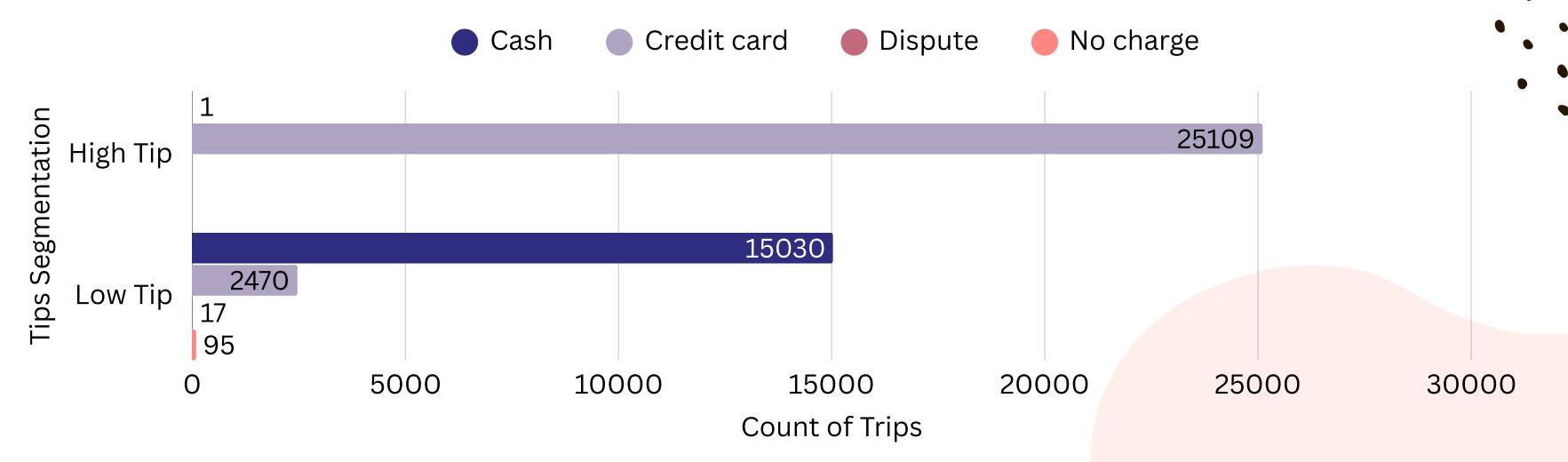


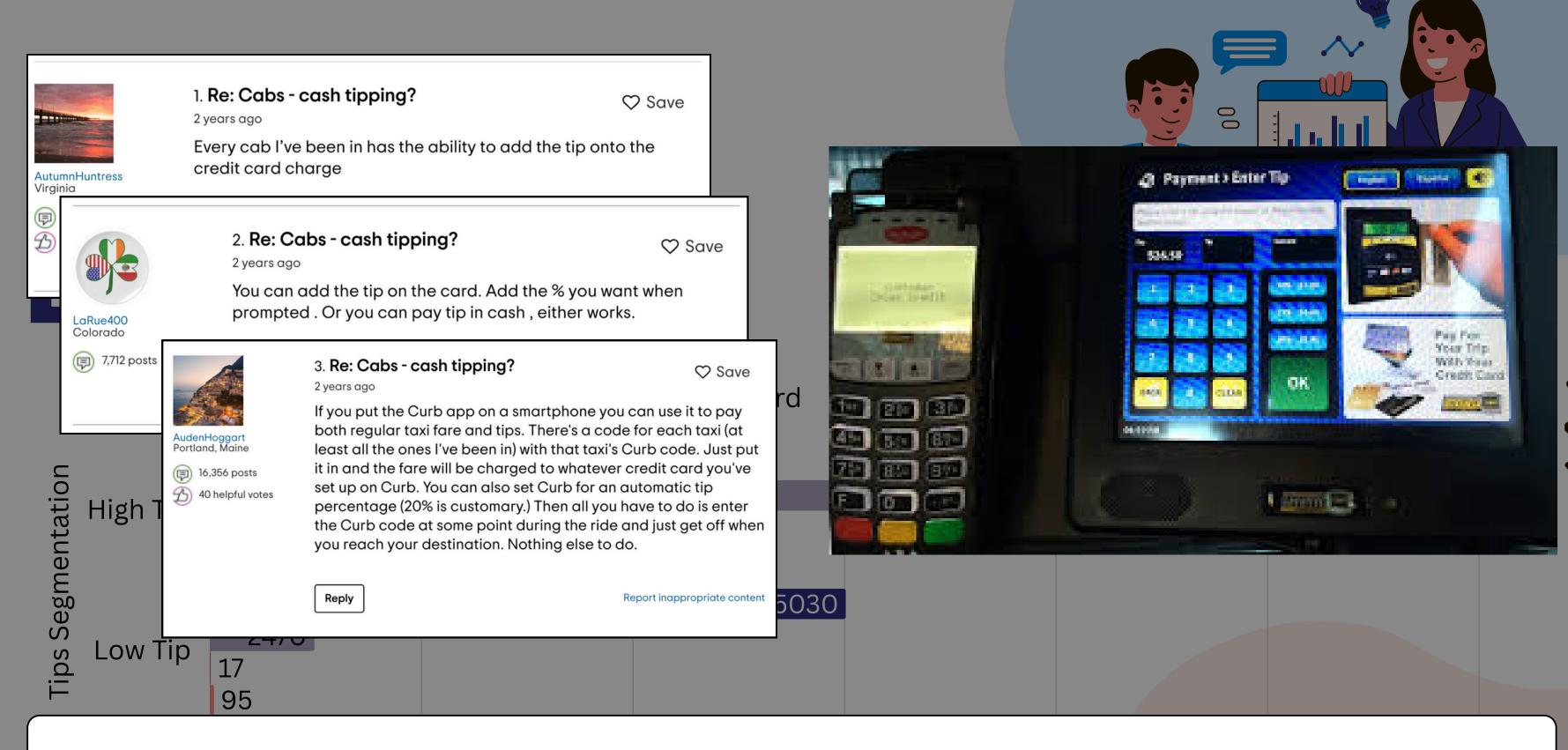
Bronx and Brooklyn early morning hours have high rates of low-efficiency trips

DIGITAL PAYMENTS, BETTER TIPS



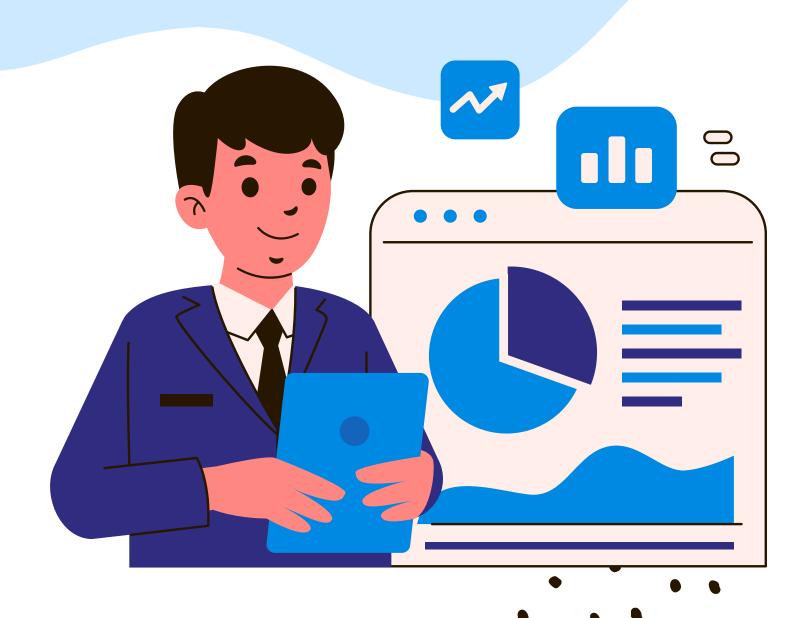
High-tip trips are almost all paid with credit cards.





https://www.tripadvisor.com/ShowTopic-g60763-i5-k14259376-Cabs_cash_tipping-New_York_City_New_York.html

CONCLUSION



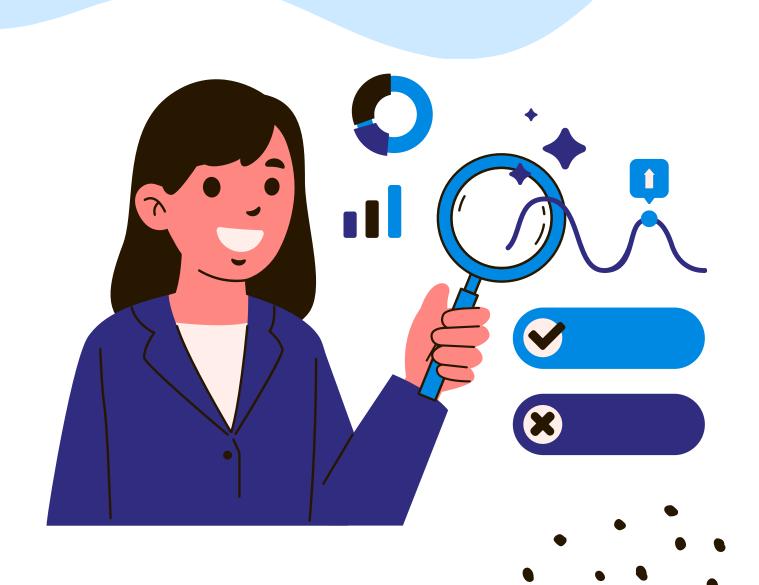
BROOKLYN MORNINGS AND STATEN ISLAND EVENINGS OFFER THE MOST PROFITABLE TRIPS.

MANHATTAN AND QUEENS, WHILE BUSY, GENERATE LOWER PER-TRIP INCOME DUE TO SHORTER RIDE DISTANCES

LOW-EFFICIENCY RIDES IN THE EARLY MORNING
SHOULD BE AVOIDED TO REDUCE WASTED
TIME AND FUEL

LONGER TRIPS AND DIGITAL PAYMENTS RESULT IN BETTER TIPS, WHILE CASH AND SHORT RIDES ARE LESS REWARDING

RECOMMENDATIONS

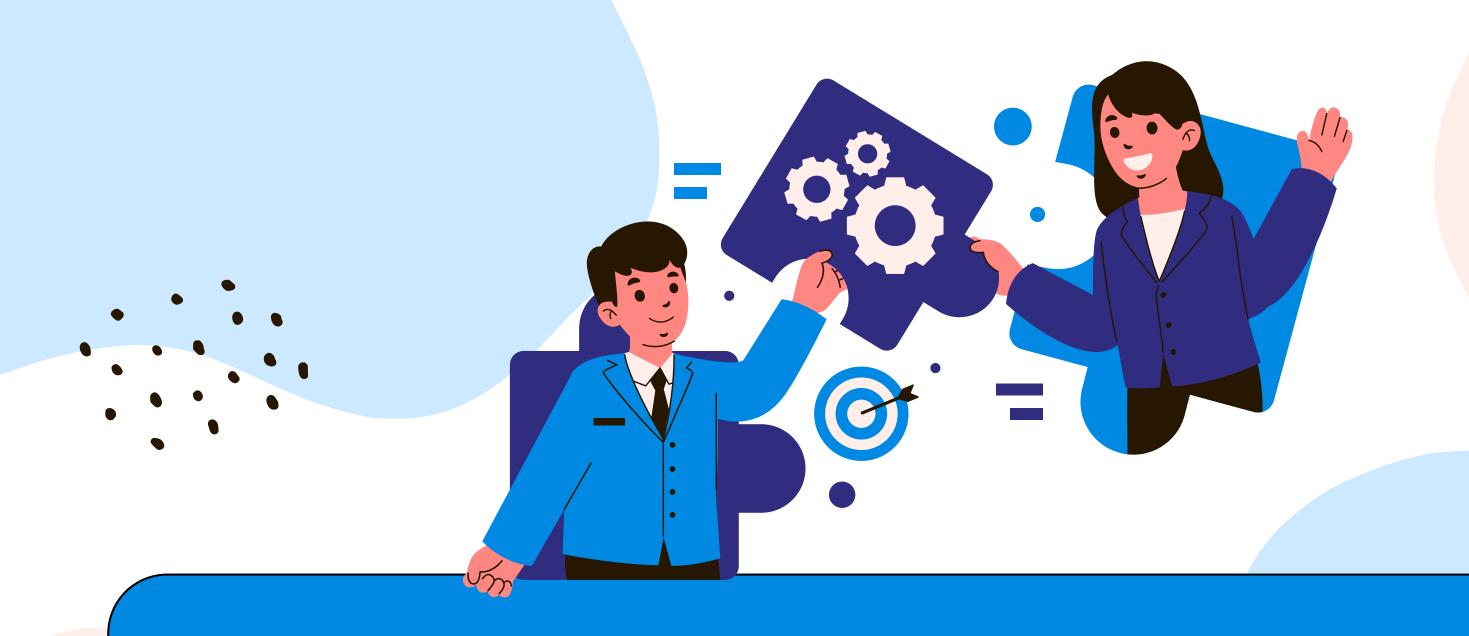


START IN BROOKLYN MORNINGS, SWITCH TO STATEN ISLAND EVENINGS

PREFER LONGER DURATION TRIPS

AVOID LOW EFFICIENCY TRIPS IN EARLY HOURS, ESPECIALLY IN BRONX

ENCOURAGE DIGITAL PAYMENTS TO INCREASE TIPPING ODDS



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