New Partners For Smart Growth

"Parking Management: How To Reform An Underperforming Municipal Asset"



## Introduction

Arthur Noriega Chief Executive Officer Miami Parking Authority



#### Personal Background

CEO at MPA since Dec. 1999

- Development Director from 1996-1998
- Valuable Background for return as CEO
- Familiarity with the operation, the politics and the constituency



## Agency / City Background

- Finances
- Brand
- Politics





 From 1997 to 1999, total revenue grew from only 10.5 million to 10.8 million. Revenue growth had been fairly stagnant with annual growth at only 3%



### Brand







# Look / Style G-1 G-2









#### **Politics**

#### Scandals:

 November 1996: "Operation Greenpalm"
 Federal Government indicts several city officials for bribery and corruption.

 December 1996: Governor appoints state oversight board to resolve city's financial crisis. (City's bonds are reduced to "Junk" rating)



### Politics (cont.)

 July 1997: City Commissioner is indicted on money laundering and mortgage fraud after only 9 months in office.

 At the time, it was considered the worst municipal financial crisis in the country. The late 1990's were abysmal.



These were some tough hurdles to overcome. Where to start first?

MPA first needed to be a stronger financial resource
 Develop a plan
 Set Goals





- Keeping them simple at the start was crucial since we were about to re-engineer the agency
  - 1. Grow revenues
  - 2. Begin an aggressive development plan
  - 3. Change public perception



#### **Grow Revenues**

- Become a better resource and revenue generator to the city
  - More creative and diverse income streams
  - Flexible and innovative rate structures
  - Third Party Management
- Increase bonding capacity
- "Parking should be friendly, never free"



#### **Development Plan**

- Transition from stand alone parking structures to mixed use / multipurpose projects
- Develop real estate driven sources of income
- Put in place an annual planning process and 5 year development plan



#### **Development Plan (cont.)**

- Identify locations in emerging neighborhoods for site acquisition
- Look for joint venture opportunities as a first option



### **Change Public Perception**

- Focus groups revealed that the agency had a negative perception
- Known almost exclusively as the "Ticket writers"
- Business community saw MPA as a
  - burden, not an asset
- Old institutional look





### Key Components of "The Plan"

- 1. Upgrade Resources
- 2. Re-branding
- 3. Technology
- 4. Programs



#### Resources

Talent

 Employees
 Consultants

 Financing



### Talent

- "Why start with your Talent?"
  - Single most important resource
  - Only way to effect changes quickly and improve the organizational structure
  - New ideas and creativity
  - Allows for more comprehensive access to information by expanding the network. Better people, better network.



#### Improvements

- Turned over senior staff by 60% in first two years.
  - Recruited professionals with improved skills and experience in development, planning and operations
  - Increased investment in training and professional development by 120%



#### Improvements (cont.)

- Formalized pool of consultants that incorporated multiple skill sets that complimented existing staff
- Consultants were both local an national in order to provide a broader scope of experience

\*MPA, over time, became recognized as an agency that developed its talent and we later became a "seed" organization.



#### The "Re-Brand"

Changed the look and feel of Agency

Customer service
Secret Shopper
Logo
Signage
Advertising



### MPA gets a makeover!





3 WAYS TO SAVE ON PARKING IN THE CITY OF MIAMI



PART PART

### **Expand Relationship with Media**

- Hired an outside public relations / marketing firm
- Developed annual media plan
- Invited print, radio, television and social media representatives to all of our meetings and events.
- Increased Twitter and Facebook utilization



### Technology

- MPA had always kept pace with the industry in terms of equipment; the goal was to become an industry leader
- To do this, we had to commit resources that included people and money.
  - We expanded the IT staff by 50%
  - Invested over \$6M in revenue control and collection equipment, back office hardware and software
  - New T1 and VOIP communication infrastructure



## **New Payment Options**







#### Improved and Increased Functionality of Agencies Website

- Design and look modified as logo evolved
- Function expanded
  - Parking locator
  - Payment platforms
  - Customer Service interface
  - Public relations
  - Procurement
- -MPA was one of the first municipal operations in North America to develop a "pay by cell phone" program.





- Coconut Grove Parking Trust Fund
- Pay by Cell
- Residential Parking
  - Monthly
  - Visitor
  - Decal



#### Programs (cont.)

- Park and Ride
- CBD "Park and Shop"
- Centralized Valet
- Bike Sharing



#### **The Results!**

- Recent focus groups show an overwhelming change in MPA's image. We are seen as an innovator and as being much more responsive
- In the last ten years our revenues have grown by 150%. A substantial improvement over the marginal 3% growth in the 90's.



### **Growth Through Development**

• We built 5 surface and 3 multi deck, mixed use parking structures.



#### Oak Avenue Garage





#### Courthouse Center



#### **Growth Through Expansion**

- MPA embarked on a third party management program that grew our operational size by 30%.
- We began to consult for other municipalities



#### **Professional Recognition**

- 2004 IPI Award of Merit P&D Program
- 2006 IPI Award of Merit MVP Program
- 2008 IPI Parking Organization of the Year
- 2010 Builder's Association Sub-Contractor of the Year
- 2010 FPA Award of Excellence for New Construction



