

#### LETTER FROM THE BOARD CHAIR

As the Downtown Detroit Business Improvement Zone celebrates its third anniversary, Downtown's popularity continues to rise and public perceptions about the quality of the services provided by the BIZ are positive.



Property owners contribute about \$4 million annually to augment city services and establish a high level of quality in priority service areas: safety and security, cleaning and hospitality, infrastructure planning, street and parks landscape maintenance, Downtown marketing and business outreach. The BIZ has become an integral element of Downtown operations.

The Business Improvement Zone is led by a board of directors comprised of a diverse group of community leaders representing property owners. They volunteer their time and expertise to assure contributors that resources are deployed transparently and with fiscal responsibility. The board contracts with the Downtown Detroit Partnership to manage daily operations. The BIZ is audited annually, and each audit to date has been entirely positive. In support of our commitment to transparency, all official records may be viewed at www. downtowndetroit.org/BIZ.

While this report summarizes our accomplishments in FY 2016-2017, please take notice of ongoing work and constant refinement of the BIZ throughout the Downtown. Attend a BIZ Connect event to network with our small business proprietors. And sample some tastes of Downtown on a Detroit Experience Factory Small BIZ Tour.

Enjoy new public spaces at Gratiot and Randolph and the Woodward Esplanade, maintained by the BIZ. Know that the BIZ is supporting public safety efforts by increasing security in public spaces, including a new night patrol vehicle equipped with a Lighthouse radio to communicate directly with the Detroit Police Department. The work of the BIZ helps foster an increasingly clean, safe and welcoming Downtown Detroit.

Thank you to all who contribute to funding the Downtown Detroit Business Improvement Zone and ensuring its success, including: property and business owners, BIZ and DDP Board members and other community leaders, the City of Detroit, numerous community partners, and our DDP/BIZ staff.

The BIZ serves as an example of a highly effective partnership, and together we are playing a vital role in the sustainment of Detroit's exciting positive momentum.

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Sincerely

Tricia Keith

Chair,

Board of Directors

Downtown Detroit Business Improvement Zone

#### LETTER FROM THE BIZ DIRECTOR

The Downtown Business Improvement Zone (BIZ) has created substantial improvements in the ever changing environment of the Downtown, since the inception in 2014. With the critical responsibility to create a vibrant Downtown, the BIZ oversees multiple supplemental services and resources for over 140 blocks and 550 properties, guided by the leadership of the volunteer BIZ board of directors that cover all corners and sectors of Downtown.

The BIZ team consists of dedicated individuals, who day in and day out, care for our community. Key to our efforts, the Ambassadors are the feet on the street providing hospitality and cleaning services to those who work, live and invest in the Downtown. Composed of more than 80 percent Detroiters, the Ambassadors have changed the perception of Downtown with their welcoming and hardworking attitudes, which can be seen any day of the week.

Over three years, we have been measuring regional perceptions of Downtown through the annual Downtown Perceptions Survey and Report. Not only have we seen a positive and encouraging trend towards our city's core, but we are also able to create direct dialogue with the community on actionable improvements. In this time, there has been an 11 percent increase in positive sentiment of residents from across the Detroit Metropolitan area on their impression of Downtown Detroit. We also will be installing 220 permanent trash receptacles in Downtown in Fall 2017, which was a direct result of the responses received.

During the BIZ fiscal year
beginning on July 1, 2016 and
ending June 30, 2017, the BIZ
recorded a year of tremendous
success. From quarterly
Downtown BIZ Connect meetings
attracting 200 businesses in total
to nearly tripling pedestrian
assists by Ambassadors, the BIZ
continues to expand its efforts to
support property and business
owners, creating positive interactions with
residents and visitors.

On behalf of the BIZ and DDP boards of directors, thank you for your continued collaboration and partnership in creating and sustaining a dynamic Downtown.

Sincerely,

Gina Cavaliere

Chief Community Impact Officer & BIZ Director Downtown Detroit Partnership





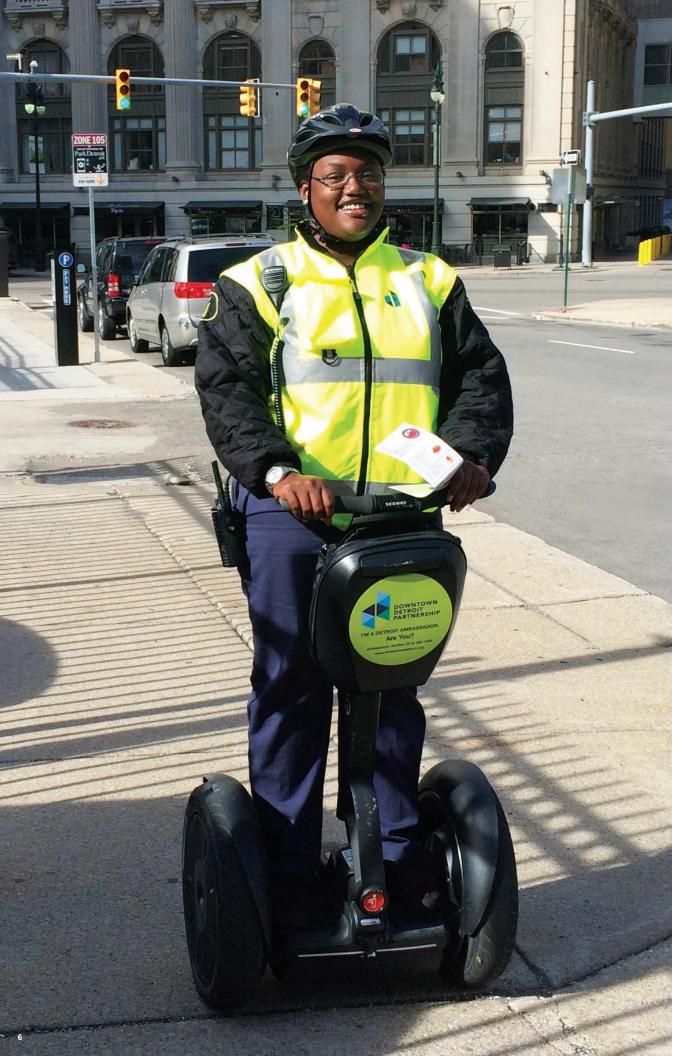
BIZ Area

Parks with

----- QLINE

The District

People Mover



## **AMBASSADOR PROGRAM**

Downtown's clean and hospitality teams, comprised of more than 80 percent Detroit residents, take care of our Downtown nearly seven days a week and 24 hours a day to create a welcoming Downtown environment. Strategically staffing major Downtown events, Downtown Ambassadors worked over 40,000 hours at events in 2016 to ensure a memorable experience for visitors. Supported events included the North American International Auto Show, Chevrolet Detroit Belle Isle Grand Prix, Greektown at Sundown and the over 900 events that take place in the Downtown Detroit parks and public spaces managed by the DDP, as well as numerous events on the Detroit RiverWalk and at Rivard Plaza led by the Detroit Riverfront Conservancy.

Downtown Detroit's Hospitality Ambassadors provide a welcoming smile, assisting pedestrians and motorists with a host of issues ranging from recommending a place to eat to locating a lost vehicle. Ambassadors are generally available 18 hours a day on foot and Segway to lend a helping hand.

The Ambassadors work tirelessly to keep over 140 blocks and the 39 miles of sidewalks and public spaces within the BIZ swept, scrubbed and pressure washed year round, removing thousands of pounds of trash and graffiti over the course of the year.

The infrastructure of the BIZ is leveraged to deliver similar services along the Riverfront and Jefferson all the way to Alter and in high traffic areas throughout Midtown in partnership with Midtown Detroit Inc., Jefferson East Inc. and the Detroit Riverfront Conservancy.

New this year, the BIZ partnered with the Grow Detroit's Young Talent program to employ young adults to enhance their educational, work readiness and leadership skills. The Ambassadors supported Detroit's youth and expanded their own reach by adding nine Teen Ambassadors for a six-week internship.

The Teen Ambassadors focused primarily on hospitality services by providing assistance with directions, restaurant locations and tourist attractions in Campus Martius Park and Rivard Plaza. They also experienced the first-hand connection between Downtown and Detroit's neighborhoods through community service. They worked in the Denby neighborhood on Detroit's upper east side on blight removal and beautification.

### Ambassador Work Hours



87,556 hours

BIZ Area

(BIZ Funded)

+

**40,078 hours**Contract Areas
and Events
(Separately Funded)

=

127,634 hours

### Trash Collected



291 tons BIZ

+

**216 tons**Contracts

+

**27 tons** *Events* 

=

**534** tons

(1,068,000 pounds)

Major violent crimes



-4%

Aggravated assaults



-10%

Major property crime



-6%

Larceny



-7%

Stats provided by the Wayne State University Center for Urban Studies

### **DOWNTOWN LIGHTING**

The BIZ, with support from Detroit's Downtown Development Authority, illuminates the Downtown each winter season. The lighting included about 250 snowflake-themed light pole ornaments and over 100,000 tree lights from November through February. These lighting elements enhance the physical characteristics of the Downtown parks and streets by brightening the streetscape, complementing the overall atmosphere of Downtown Detroit.

The BIZ has worked closely over the last year with the Public Lighting Authority (PLA), who led the effort to restore the lighting Downtown. The PLA finalized the installation of LED street lights and new circuits throughout 2016 and early 2017, ensuring the presence and availability of street lighting and power for supplemental lighting in Downtown.

Also in 2016, the BIZ partnered with the Detroit People Mover to include winter lighting elements at some of the stations. This came as a precursor to an expanded Downtown Lighting program to introduce supplemental lighting to the Downtown.

### INFRASTRUCTURE PLANNING

The BIZ works with DDP to improve Downtown mobility. New bike lanes will accompany the redesign of Capitol Park, and a proposed bike lane network will provide connectivity between the Downtown core and adjacent neighborhoods, including Midtown, Corktown and Eastern Market.

# PARK AND STREET LANDSCAPING

The BIZ Park and Street Landscaping team worked over 5,500 hours maintaining our Downtown in 2016.

Also in 2016, the BIZ maintained the landscaping in the Downtown Detroit Parks, including Cadillac Square, Capitol Park, Grand Circus Park and Paradise Valley Beatrice Buck Park. The BIZ employs environmentally responsible practices, such as watering the grounds at night.

During the winter months, the crews keep park paths clear of snow, making our Downtown more accessible and walkable.

# **SAFETY AND SECURITY**

Over the last year, the BIZ team has worked to align its activities with DDP's safety and security efforts to help reinforce many of the top priorities voiced by Downtown stakeholders. The BIZ was directly responsible for the utilization of secondary police officers to support the proactive patrol of crime hot-spots in Downtown, engaging uniformed Detroit Police Officers through the Detroit Police Department's Secondary Employment Program.



Perceptions Survey Results

Positive impression of Downtown Detroit



A healthy downtown is important to the region



Downtown is safe during the day



Downtown is welcoming



Downtown is walkable



### PERCEPTION SURVEY RESULTS

The DDP's third annual Downtown Detroit Perceptions Survey was distributed to Detroit communities and across the metro area, resulting in nearly 4,000 responses. The survey results showed a continued positive perception about Downtown Detroit among general audiences. The age segment of 35- to 44-year-olds had the highest overall positive impression of Downtown Detroit with a 94 percent rating. The survey also identified the top three destinations in Downtown: Campus Martius Park, Detroit RiverWalk and Renaissance Center.

Each year, the survey provides impactful data and feedback gathered from the community to help us better understand the services and programs needed.

### COMMUNITY AND BUSINESS OUTREACH

The BIZ team, through the Downtown BIZ Connect network, focuses on personally getting to know our Downtown small business owners and managers as an effective way to strengthen a sense of community while continuing to grow our network.

One of the primary ways our team interacts with members of the network is through frequent one-on-one meetings, where we gain knowledge of their background as business leaders and a deeper understanding of their current needs and challenges. Listening to what each business has to say, one visit at a time, is key to building strong relationships.

These efforts have helped Downtown business owners, as well as residential and commercial property owners and their representatives, to access available resources, information and important updates through BIZ Connect events held throughout the year. These events provided a major avenue for communication among businesses and were held quarterly in 2016, attracting nearly 200 attendees in total, which is a 50 percent increase over 2015.

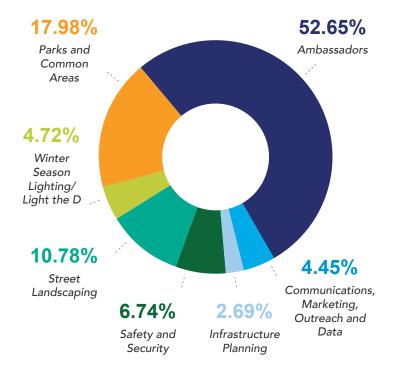
As a result of the BIZ Connect events and one-on-one efforts, community participants have continued to provide positive feedback and reach out to the BIZ team as the primary point of contact for assistance and information.





# **BIZ FINANCIALS**

2016-2017 Fiscal Year Expenses
Beginning July 1, 2016 and Ending June 30, 2017





## **DDP EXECUTIVE TEAM**

Eric Larson

Chief Executive Officer

Kelly Kozlowski

Chief Operating Officer

Paul Trulik

Chief Financial Officer

Gina Cavaliere

Chief Community Impact Officer and BIZ Director

Robert Gregory

Chief Public Space & Planning Officer

# **BIZ TEAM**

Racheal Allen

Operations Manager, Downtown Detroit Ambassador Program

Ryan Epstein

Program Manager, Ambassador Landscape and Supplemental Lighting Program

Julie Galvan

Program Manager, Small Business Outreach

Joshua Long

Data Program Manager

Alana Tucker

Project Manager

#### ADDITIONAL SUPPORT PROVIDED BY:

Jennifer Bright

Finance Director (DDP)

Krissy Johnson

Accountant (DDP)

Maryann Listman

Community Engagement Director (DDP)

Tarsha Nickerson

Executive Assistant

Kailey Poort

Corporate Communications Director (DDP)

and the entire DDP team

# 2016 DOWNTOWN DATA SNAPSHOT

#### 23 NEW DOWNTOWN RESTAURANT AND RETAIL ESTABLISHMENTS

ASHE Supply Co. Bad Luck

Broderick Grille

Calexico

Dessert Oasis

Detroit is the New Black

Dilla's Delights

GoGo's

Granite City Food & Brewery

Kit and Ace Maru Sushi

Nike Store

Norte Modern Mexican

Parc

Queens

Rockefellers Oyster Bar

The Royce

Rusted Crow

Savannah Blue

The Skip

Vault of Midnight

Wahlburgers

Warby Parker

# 3 HOTELS UNDER CONSTRUCTION

Wurlitzer Building Hotel
Element Detroit at the
Metropolitan Building
Foundation Hotel at the
Detroit Fire Department
Headquarters

# DOWNTOWN HOTEL ROOMS

4,482

Existing Rooms

306

Under Construction Rooms

643

Proposed Rooms

Source: CoStar. March, 2017.

# ASSESSED VALUE OF TAXABLE PARCELS, DOWNTOWN DETROIT BIZ

\$945,889,203

Source: City of Detroit Assessor. Downtown Detroit Business Improvement Zone Analysis. 2016 Tax Assessment. Note: Assessed value total does not include residential condominiums.

#### **DEVELOPMENTS UNDER CONSTRUCTION**

Development	Address	
28 Grand	28 Grand River Ave	
Capitol Park Lofts	1145 Griswold St	
DTE Energy Park	Grand River and First St	
Element Detroit at the Metropolitan Building	33 John R St	
Farwell Building	1249 Griswold St	
Foundation Hotel at the Detroit Fire Department Headquarters	230-250 W Larned St	
Little Caesars Headquarters	2125 Woodward Ave	
Philip Houze	415 Clifford St	
The District Detroit	Multiple	
The Gabriel Houze	1055 Washington Blvd	
The Griswold at Capital Park	1117 Griswold St	
Vinton Building	600 Woodward Ave	
Wurlitzer Building Hotel	1509 Broadway St	

Source: CoStar. 2017.

Note: List of projects under construction in 2016. Building renovations are not included.

#### DOWNTOWN DETROIT WALK SCORE®

**73**Very Walkable

**51**Good Transit

**58**Bikeable

Source: www.walkscore.com/MI/Detroit/Downtown. March, 2017.

# DOWNTOWN DETROIT BIZ, NEW BUILDING PERMITS



**Source:** City of Detroit Open Data Portal. data.detroitmi.gov. DDP Analysis. **Notes:** Includes building permits of type "New", "Additions" and "Alterations." Permits for alterations such as to fire suppression systems, cellular apparatus and temporary structures were excluded.

# GROSS RENT PER SQ FT IN DOWNTOWN BIZ BY TYPE OF USE

Service		Office	
\$10.00	\$11.84	\$21.80	\$21.17
2015	2016	2015	2016

**Source:** CoStar. 2016 Annual Average Rates. **Note:** Service includes restaurants, retail and similar uses.

# RESIDENTIAL UNITS IN DOWNTOWN DETROIT BIZ

3,127
Existing Units

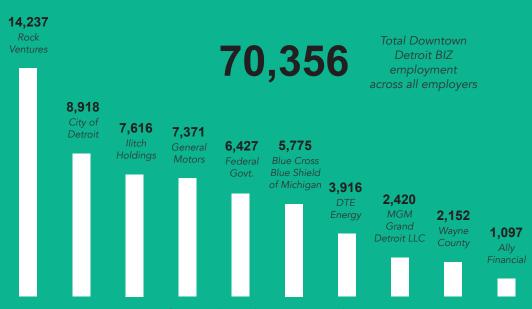
1,097

Under Renovation/ Construction

**1,808** *Proposed* 

**Source:** CoStar. March, 2017. **Note:** A small number of condominiums exist in the BI2 but are not included.

#### **EMPLOYMENT IN DOWNTOWN DETROIT BIZ**



Source: Crain's Detroit Business, 2016 List of Detroit Employers and SEMCOG/MDOT Employment Data. 2015 Estimate.

Notes: (1) This estimate is not comparable to previous estimates of Downtown Detroit's employment, as the data sources and methodologies are different. (2) Numbers are subject to change, as SEMCOG and MDOT continue to improve the database.

