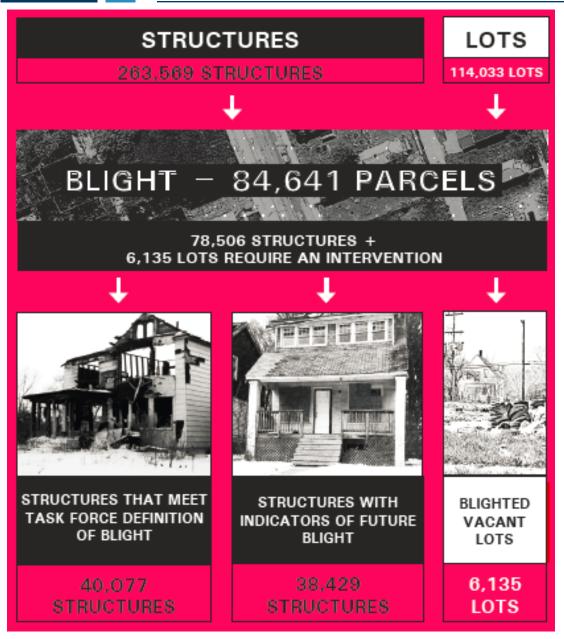


Blight Remediation & the Detroit Future City Plan

Detroit's blight is a key impediment to economic growth



- City has only budgeted\$400 million over the next10 years for remediation
- The Detroit Blight Removal Task Force Report is the only comprehensive analysis of the problem with recommended solutions



Remediation, Intervention, Salvation...

78,506 TOTAL STRUCTURES NEEDING INTERVENTION

MOTOR CITY MAPPING CATEGORIES:

NEIGHBORHOOD STRUCTURES

SINGLE-FAMILY

Residential Structures 4 Units or Less (legally defined as single-family)

72,328

MULTI-FAMILY

Residential Structures Over 4 Units (legally defined as multi-family)

707

NEIGHBORHOOD COMMERCIAL

Commercial Structures with lot size smaller than 25,000 square feet

3,904

LARGE-SCALE COMMERCIAL STRUCTURES

LARGE-SCALE COMMERCIAL

Commercial Structures with lot size greater than 25,000 square feet

220

INDUSTRIAL

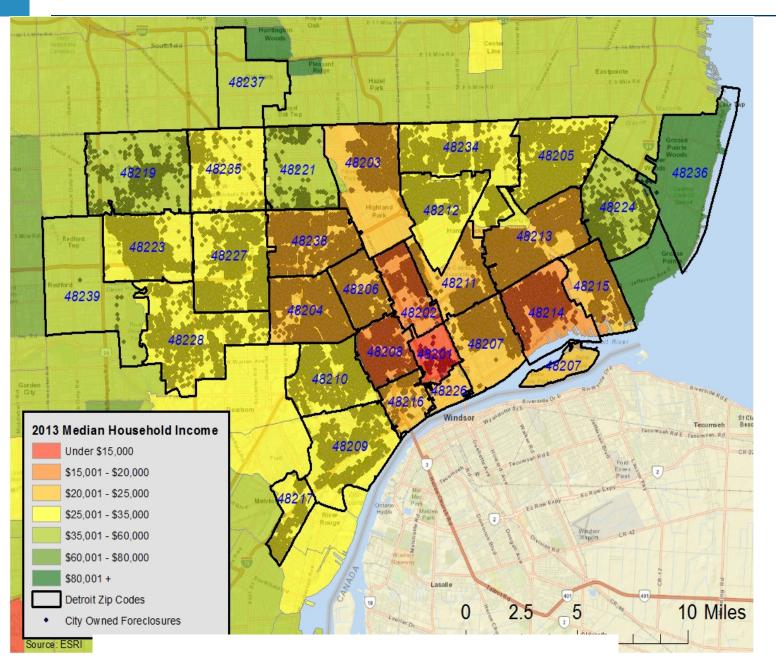
Industrial Structures with lot size greater than 25,000 square feet

339

- Blight remediation costs
 - RESIDENTIAL \$677MM - \$800MM
 - COMMERCIAL \$500MM - \$1 billion
 - TOTAL ESTIMATED COST \$1.3 - \$1.8 billion



City Owned Foreclosure Portfolio by Median Income & Zip code







Detroit Future City Plan Summary



Detroit Future City Plan – January 2013

- A comprehensive Urban Renewal Plan for the City of Detroit with a 20 year implementation horizon:
 - ■Stabilize public safety and blight removal: Years 1 5
 - ■Improve development of businesses, housing, retail: Years 5 10
 - ■Sustain new City infrastructure systems in place: Years 10 20
- Assumes stabilized population between 600,000 and 800,000

Source: Detroit Future City Plan

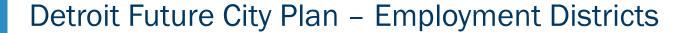


Five key elements for policy

- Economic Growth Establishes four primary employment districts: (1)
 Digital/Creative; (2) Eds & Meds; (3) Industrial/Creative; (4) Global Trade/Industrial
- Land Use Bases land use decisions on physical & market conditions; reorganizes around neighborhoods, industry, and landscape; and converts vacant land into a new open space system
- City Systems Realigns transportation infrastructure for a smaller population and creates faster connections between the Employment Districts and neighborhoods
- **Neighborhood**s –walkable, mixed-use neighborhoods and prioritizes safety initiatives and City services
- Land and Buildings Assets Targets vacant land and buildings in Employment Districts for economic growth; transforms largely vacant areas into greenways

Source: Detroit Future City Plan





Southwest – Capitalizing on International Trade

- 4th among domestic MSA's in terms of export value \$49B
- Leverage current assets: Detroit Intermodal Freight Terminal and Port of Detroit
- Develop new international trade crossing with aim to become world's largest non-coastal transportation, logistics and distribution hub

Mt. Elliot – Creating a modern Industrial and Intermodal Freight District

- Largest industrial corridor in the city by employment
- Capture growth in resurgent auto industry and investment in industrial park
- Future geared toward assembly and distribution of automobiles, aerospace and other technologies

Eastern Market – Center for food-related jobs and production in the region

- Focus on retail, packaging, food/beverage processing
- Leverage current assets: Pepsi Co Plant and Resource Recovery Plant
- Invest urban farms and markets to create a thriving, food based marketplace

Corktown – A new entrepreneurial district

- Goal to make the City's most desirable 24/7 work and live neighborhood
- Leveraging close proximity to downtown amenities to attract investment in vacant lots
- Vision of tech incubators, education centers and premier office and retail space

Downtown – A city center with an Information Technology hub

- Leverage key assets: including 3 professional sports stadiums and 3 casinos
- Poised to become the best location for small/medium corporations, tech incubators, and financial services firms

Midtown – Education and Medical center

- Henry Ford Health System has invested \$1B to create a 300-acre, mixed-use campus
- Goal to create world class health, arts and entertainment center, using Wayne State University as an anchor

McNichols – Detroit's Secondary Education and Medical Corridor

- Requires targeted investment from districts primary hospitals and universities to improve physical character of the area
- Goal to connect education and medical institutions
- Mixed use retail and supporting services, using medical and education as an anchor



City of Detroit Owned Properties - Detroit Future City Plan

