

eCities 2020 Summary

iLabs, The Center for Innovation Research
College of Business
University of Michigan-Dearborn

eCities is an annual research study that examines community-level factors that foster entrepreneurship and small business development. The focus is on entrepreneurship and small business growth because of their importance to the expansion and diversification of regional economies and job creation. The primary purpose of eCities is to understand the impact of the strategies and success stories of Michigan communities across the state. The data collected not only provides a means for benchmarking performance, but it also allows communities to learn from the qualities and efforts of their neighboring communities.

Background

Across the country, economic development activities are carried out by various entities, including state agencies, regional associations, and counties. While these broader organizations engage in promoting economic development in Michigan, similar activities are also undertaken by many townships, cities, and villages. Given this, the eCities project uses the community as the unit of measurement, and not a county or metropolitan area, as other studies have used.

The eCities project seeks to provide benchmarking tools and overview reports for participating communities and has incorporated new ways to learn from the success stories of local communities across the state. While there is no single solution for every community, the success stories allow communities to understand strategies that can be tailored to local resources and communities. Helping local communities, who often have the most impact on small and entrepreneurial firms, provides an opportunity to improve the environment for entrepreneurialism throughout the state. Since its inception in 2007, eCities has grown from 14 to over 250 eligible communities and more than 300 communities invited to participate each year. As communities continue to demonstrate their interest in the annual project, the eCities team is implementing new ways to benchmark community progress and offer more comprehensive analysis to participating communities.





Data Sources

This year, five-year's worth of publicly available data on communities was collected by the eCities team to analyze trends surrounding business and economic cycles. Such data demonstrates growth, investments, and the cost of doing business within the communities.

More specifically, eCities examined eleven publicly available data points relating to community growth and investment metrics that impact the business community. Data was collected on 277 Michigan communities from 54 of the 83 counties in the state. Communities were chosen based on population, geography, and relative size within counties.

Property Values (7 data points): Examines the changes in the amount of real commercial property, real industrial property, real total property, personal commercial property, personal industrial property, total personal property, and overall total property

Property Taxes (I data point): Examines the changes in the average non-homestead tax rate

Governmental Assets (3 data points): Examines the changes in non-depreciated, depreciated, and total governmental assets

2020 Five-Star and Four-Star Communities

A total of 206 communities were recognized as 5-star and 4-star communities. The 5-star and 4-star communities in the eCities project are part of a group of Michigan communities that have seen the strongest growth in business development over the past five years, while controlling the costs of doing business in town.





Five-Star Honored Communities

Allendale Charter Township City of Ann Arbor Antwerp Township Armada Township **Bedford Township** City of Berkley City of Birmingham Brandon Charter Township Bridgeport Charter Township City of Brighton Brownstown Charter Township Byron Township Caledonia Charter Township Cambridge Township Cascade Charter Township Chesaning Township Charter Township of Clinton Commerce Charter Township Davison Township Delhi Charter Township Delta Charter Township City of Detroit DeWitt Township City of East Grand Rapids City of East Lansing City of Eastpointe Elmwood Charter Township **Emmett Township**

City of Farmington City of Farmington Hills City of Fenton Fenton Charter Township City of Ferndale City of Flushing Gaines Township Garfield Charter Township Genoa Charter Township Georgetown Charter Township City of Gladstone City of Grand Blanc Grand Haven Charter Township City of Grand Ledge City of Grand Rapids Green Oak Charter Township City of Grosse Pointe Farms City of Grosse Pointe Park City of Grosse Pointe Woods Hamburg Township City of Hamtramck Harrison Charter Township Hartland Township City of Hazel Park Highland Charter Township City of Houghton City of Hudsonville City of Ironwood

City of Kentwood City of Laingsburg City of Lapeer Leighton Township Leoni Township Lyon Charter Township Macomb Township City of Madison Heights Manchester Township Marine City City of Marysville Milford Charter Township Mount Morris Charter Township Mundy Charter Township City of New Baltimore City of Niles Northville Charter Township City of Novi City of Oak Park Oakland Charter Township Oceola Township Orion Charter Township Oshtemo Charter Township City of Owosso Paradise Township City of Perry Plainfield Charter Township Plymouth Charter Township

Port Huron Charter Township City of Reading City of Richmond City of Rochester Hills City of Romulus City of Royal Oak Shelby Charter Township Springfield Township City of St. Clair City of St. Johns City of St. Louis City of Sterling Heights Superior Charter Township Texas Charter Township City of Troy Tyrone Township City of Utica Vassar Township Vienna Charter Township City of Walker Washington Charter Township Waterford Charter Township West Bloomfield Charter Township White Lake Charter Township City of Wixom City of Wyoming Charter Township of Ypsilanti





Four-Star Honored Communities

City of Albion Grand Blanc Township City of Allen Park City of Grand Haven City of Alma Grand Rapids Charter Township Atlas Township City of Grandville City of Auburn Hills City of Grosse Pointe Bangor Charter Township City of Harper Woods City of Belding Holland Charter Township City of Holland Benton Charter Township City of Benton Harbor Holly Township Blackman Charter Township City of Howell Blendon Township City of Huntington Woods Bloomfield Charter Township Huron Charter Township City of Burton Independence Charter Township Cannon Township City of Kalamazoo Canton Charter Township Kochville Township City of Charlotte City of Lansing Chesterfield Charter Township Lawrence Township City of Clawson City of Livonia Marquette Charter Township City of Coldwater Comstock Charter Township City of Mason City of Davison City of Melvindale City of Dearborn Meridian Charter Township City of Dearborn Heights City of Milan East Bay Charter Township City of Mount Pleasant City of Escanaba City of Northville City of Flint City of Norton Shores Flint Charter Township Charter Township of Oxford

Park Township

Pere Marquette Charter Township

City of Petoskey

Pittsfield Charter Township

City of Plymouth
City of Pontiac

City of Port Huron City of Portage City of Rochester City of Rockford City of Roseville Saginaw Charter Township City of Saline Saugatuck Township City of Sault Ste. Marie City of South Lyon City of Southfield City of Southgate Spring Lake Township City of St. Clair Shores St. Joseph Charter Township City of Sturgis Summit Township Township of Sumpter City of Taylor City of Tecumseh Thomas Township Traverse City Union Charter Township Van Buren Charter Township City of Walled Lake City of Warren City of Westland City of Williamston City of Woodhaven City of Ypsilanti



City of Frankenmuth

Frenchtown Charter Township

Fruitport Charter Township

Genesee Charter Township



City of Zeeland

Highlights

This year, the 277 eligible communities from 54 counties span the state of Michigan and are home to 70% of its population. Over the five-year period of 2015-2019, these communities increased their capital assets by an average of 2.4% per year by investments such as library equipment, building, water, and sewage improvements, and street renovations. In 2019 alone, these communities spent over \$25.2 billion on such investments. Further, these places are home to 87% of Michigan's real commercial property and have 65% of the state's total property value.

In 2020, eCities recognized 206 municipalities as four- and five-star communities. The four- and five-star communities come from 43 Michigan counties. These communities vary in size, with some being the most populated places in the state, to others being home to just over 1,000 residents. From 2015-2019, these communities were able to grow property values by 5.87% and capital assets, up 2.34%.

Conclusion

eCities 2020 marked more than a decade of helping communities to improve the state's entrepreneurial climate by collecting and sharing the strategies and successes of Michigan municipalities and providing an understanding of what strategies are successful in engaging the business community. The eCities project highlights how local governments from across Michigan are growing their communities and supporting businesses. As a university, the University of Michigan-Dearborn wants to share the successes and educate about the best practices that can be used by other communities in the state. As the nature of economic development evolves, eCities is a tool to help local governments demonstrate their role in the changing economy. These governments are supporting unique and innovative efforts locally, while collaborating regionally to help Michigan businesses compete in an ever-changing business climate.

Much like the entrepreneurs whom they covet, communities need to understand that strategies cannot be copied and applied without consideration. Communities need to recognize and match their resources to best meet the needs of their businesses if they are to encourage growth and attract entrepreneurial investment.

To learn more about the eCities project or iLabs, please contact kporembi@umich.edu. eCities 2021 will launch in May 2021. Visit the eCities website for more information and updates.



