NACCTFO Conference

July 11-13, 2018 Nashville, TN Joseph Gacioch

Smart Cities,
Engaged Communities

Assistant City Manager,
City of Ferndale, Michigan

July 12, 2018

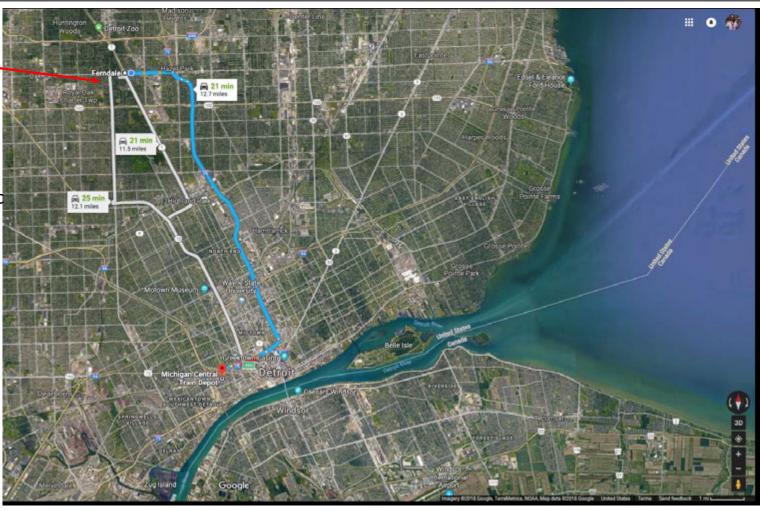
Here We Are

Woodward Avenue:

 1909: 1st concrete highway

1916: Detroit – Pontiac

• 1919 – 1st traffic light



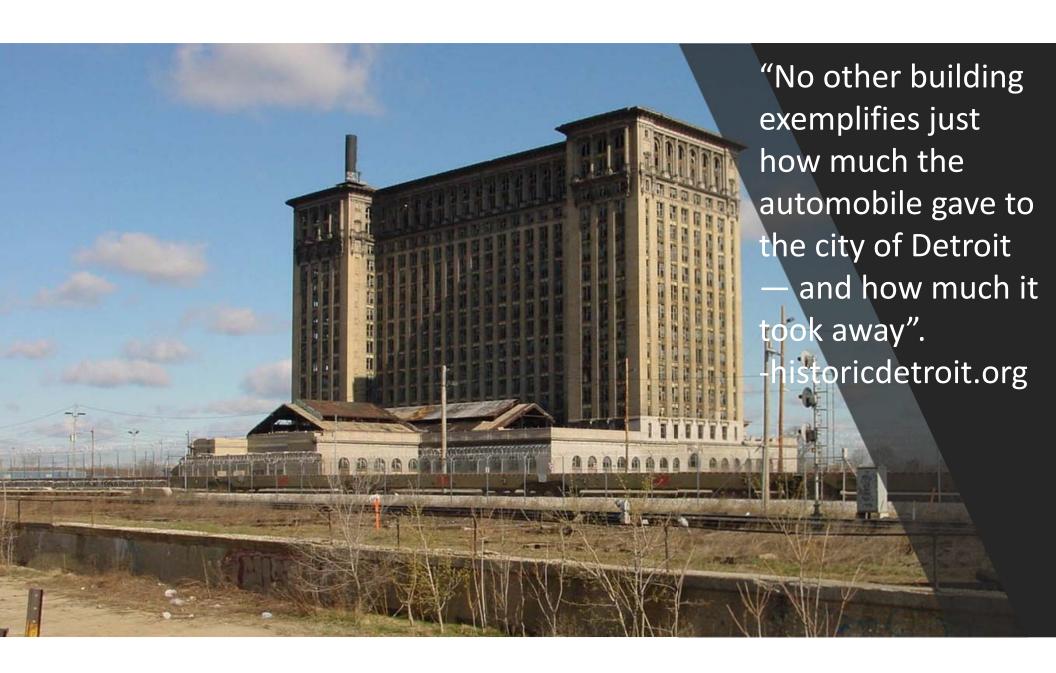
Michigan Central Station

Michigan Central Train Depot 1920s Rendering



Quick Facts

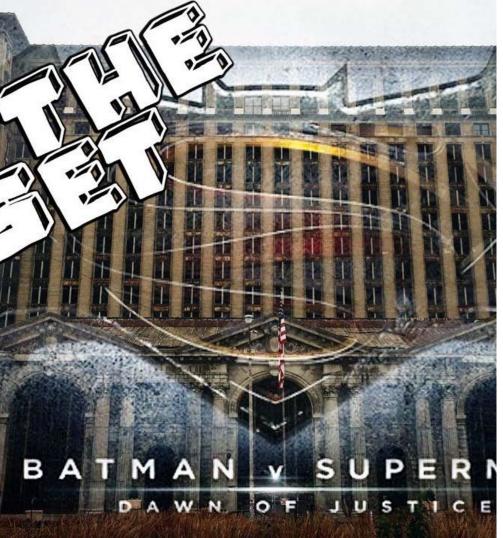
- Inter Rail Depot: 1914-1988
- 230 feet
 - The tallest train station in the world at the time
- Owned by New York Central System
 - NY Central Station Architects









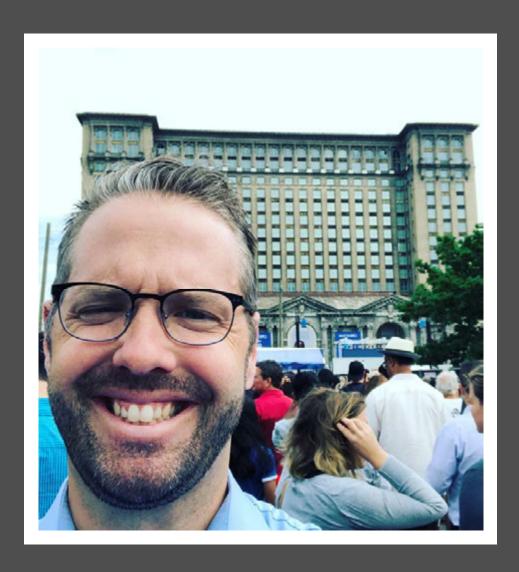


Forced Disruption

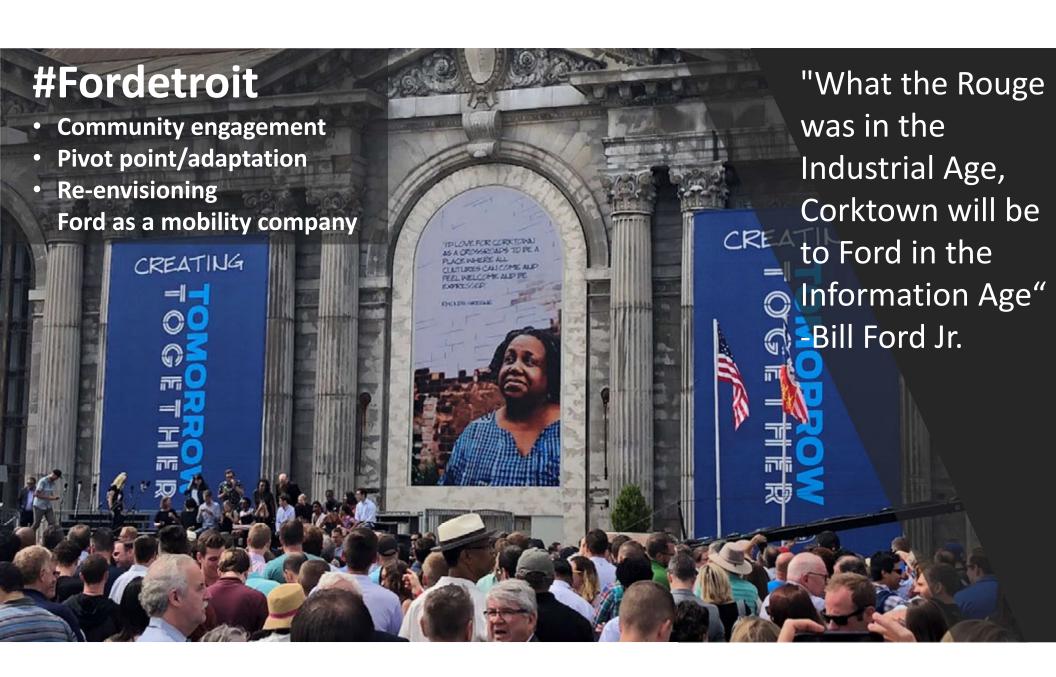
Automobiles

Rise of Passenger Airfare

Detroit's Population Decline







Live polling To join, text once:

JosephGacioc467 to 22333



Do you agree with Ford's decision to pivot resources toward technology and mobility?

Strongly agree - you can't trust millenials and those next gens - start planning!

Agree - Bold move, a feel good story, but it's never fun to be the first.

On the fence - eeek!!! C

Disagree - Risky business, isolating customers and your workforce, sounds like a waste of time and money

Big Mistake - you're Ford Motor Company -stick with

cars!

Who I Am
Chief Innovation Officer
Assistant City Executive
2012 - 2018

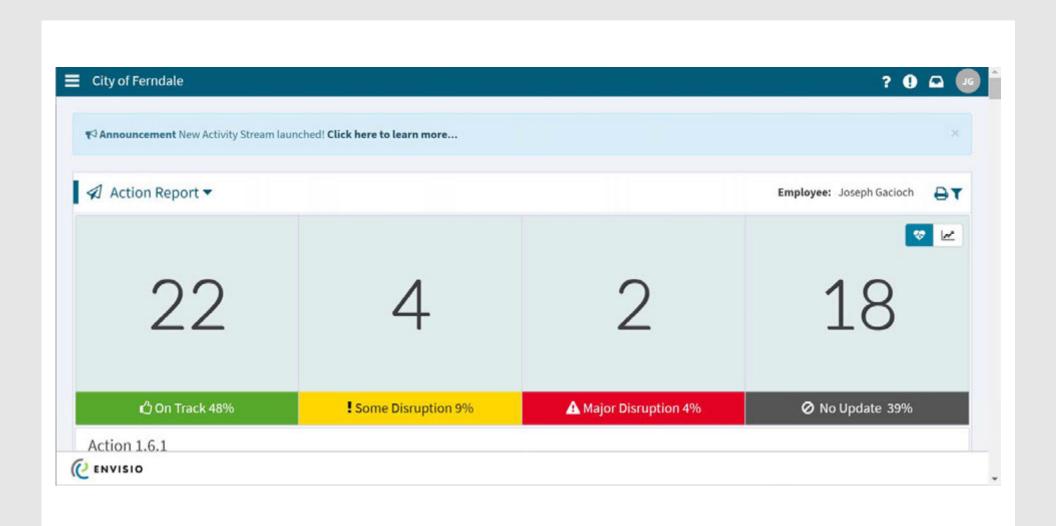
Innovation

Technology

Strategic Plan

Culture Change







OUR COMMUNITY VISION

Ferndale Community: The benchmark for a modern community that embraces the richness of diversity and brings inclusive hospitality to life.

OUR ORGANIZATIONAL MISSION

City: We are Stewards of progress, anticipating needs Engaged with our community, serving with excellence.

The Focus

Smart Cities Overview

- Introduction to Smart Places
- County Show Ponies

IoT

- Internet of Things
- 5G & Small Cells
- Ferndale: SMART Planning

Blockchain Technology

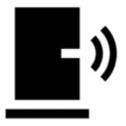
- Introduction to the Blockchain
- CryptoCurrency

What does it all mean?

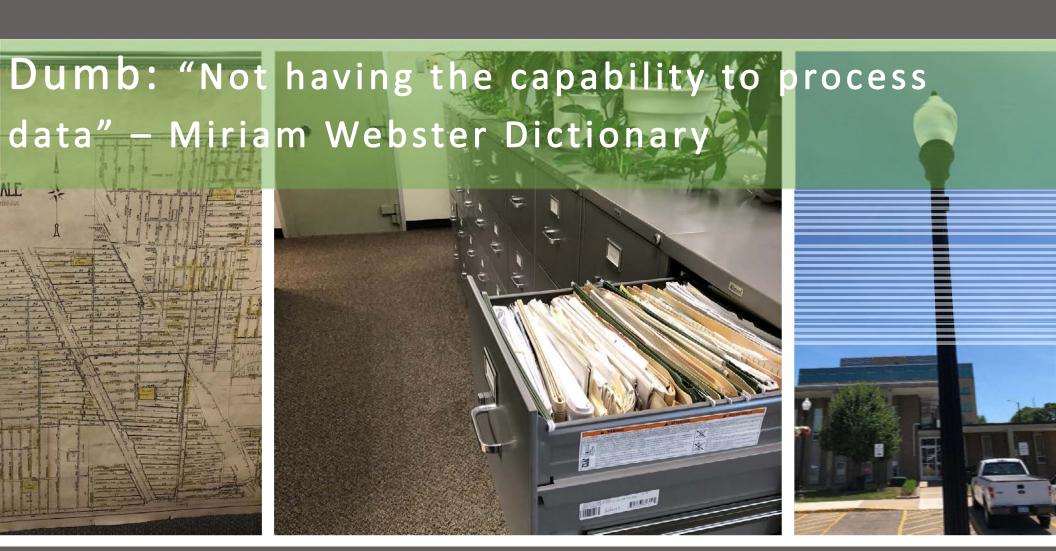
- Setting the Tone
- Smart Planning
- Resources







Smart Places & the things that make them smart



Common Area: Lighting

Dumb Lighting



No outage reporting, low light/high crime areas, energy costs/inefficiencies, municipal billing inaccuracies

Smart Lighting



Automated reporting, data dashboards, connected light controls, account billing reporting – energy transparency, efficiency

Common Area: Smart Parking

Dumb Parking



No real time data, tampering, inefficient

Smart Parking





Park. Pay. Be on your way.

Ferndale is transferring to a new, more convenient parking app - allow us to introduce you to ParkFerndale.



Real time information, data dashboards, improved revenues guided parking space availability, reduced emissions

Burgeoning Area: Traffic Control

Dumb Traffic Control



No real time data, susceptible to driver errors, signal times Determined by static traffic movement studies

Smart Traffic Control



Automated reporting, data dashboards, connected lights to street sensors & vehicle tech – troubleshoot driver errors

4 Pillars for Smart Places

SmartRegions.Org

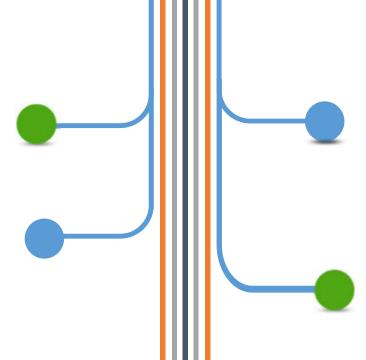
Connectivity/ Engagement

The internet, device connections, data, and information communication are at the heart of Smart Cities.

More connected devices equates to more opportunities for G2C engagement.

Sustainability

Smart devices improve business processes, efficiencies, and create new opportunities for <u>urban</u> and rural areas alike.



Mobility

Ensuring adequate accessible transportation infrastructure is in place to serve all community and business needs. Mobility is beyond Point A – B – it's about access: education, economy, family, community, health centers

Public Safety

Improved response times, better access to data, crime prevention, open data transparency and initiatives and increased open dialogue on privacy policy with more devices in public areas.

Welcome to Jack's Smart City

Can you guess who sponsored this video?

NACo Smart County Featured Show Ponies

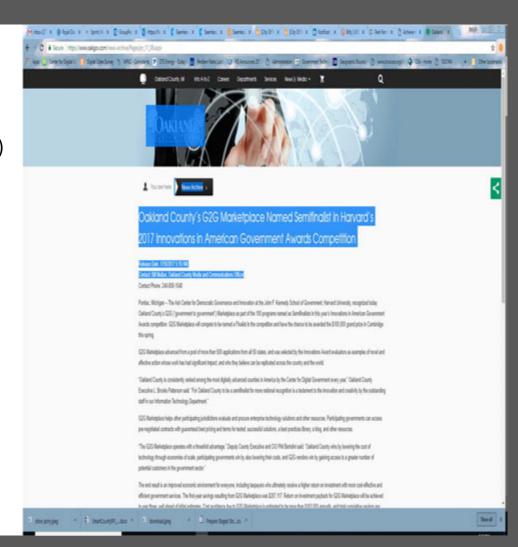


Oakland County, MI

- G2G Marketplace
- > Tier 1 Objectives: Provide Software as a Service (SaaS)
 - ➤ Access to pre-negotiated contracts
 - Best Practices
 - Scaled Pricing

"The G2G Marketplace operates with a threefold advantage. Oakland County wins by lowering the cost of technology through economies of scale, participating governments win by also lowering their costs, and G2G vendors win by gaining access to a greater number of potential customers in the government sector."

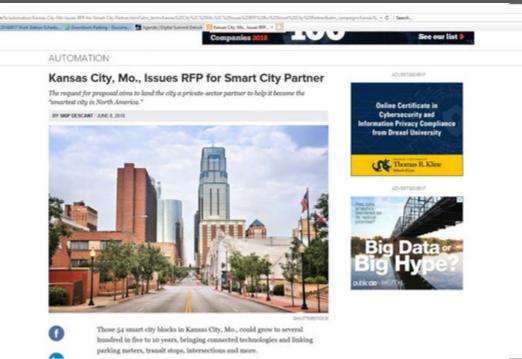
County CIO - Phil Bertolini



Kansas City, MO / Platte County

- RFP for Smart Partner Mobility | public safety | quality of life
- > Smart Transit line (10 miles)
 - > 1,800 Wi-Fi access points
 - > 900 traffic sensors
 - > 90 information kiosks
- ➤ 10-30 year Smart Plan Development
- Smart water-metering/stormwater
- Public health alerts
- Gunshot detection

"Residents and visitors are using the Wi-Fi often enough that data on where and when they travel through the district can be tracked. Bennett referred to one street corner a large number of people walked by in the morning. Realizing there were no restaurants in the area, he informed the city's economic development council — which secured bids for a new restaurant". Bob Bennet — CINO, Kansas City, MO



Smart Rural Places

Can you guess who sponsored this video?



Resources

- NTCA:
- https://www.ntca.org/
- Foundation for Rural Services (FRS) https://www.frs.org/
- 2018 County Grant Winners:
 - Hocking County, Ohio
 - Brown County, Illinois
 - Allegany County, New York

Smart Rural County Featured Show Ponies

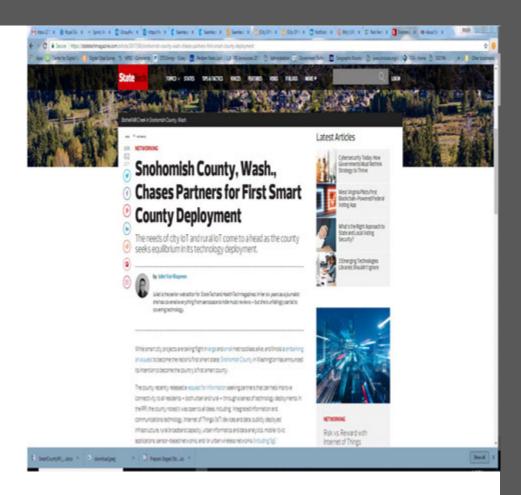


Snohomish County, Wa

- > 5/2017: Released RFI Smart County Development
- > Tier 1 Objectives: Become nations 1st Smart County!
 - > Broadband/wireless: rural and urban areas
 - > Leverage roadways
 - > IoT in traffic signals, signs

"If you start thinking about the things that we see coming on the horizon five to ten years out, like selfdriving cars, and those things that come with it, we think about the road infrastructure that's needed for that"

-County CIO - Trevor Esko



Goodhue County/ Red Wing, MN

- ➤ 46,000 population state banner for gigabit fiber!
- > Objectives:
 - Workforce development,
 - Tech youth skills training @ 7 school districts
 - > Economic Development
 - > 36 startups recruited
 - Angel investment fund for startups established county wide
 - Public Health
 - Wells and Septic Tank Tracking using GIS/GPS – info shared across agencies

March 15, 2018

Red Wing Ignite to lead state

News Contributor

Red Wing Ignite kicked off a new chapter in its five-year history by branding a new outreach effort called "Ignite Minnesota" on Feb. 27.

After recently being named a Smart Gigabit Community by US Ignite, and becoming the first rural community to join this international network, Red Wing Ignite has spun that energy into the Ignite Minnesota effort.

Click Here to read the full article

■ Comment o Likes Share

January 31, 2018

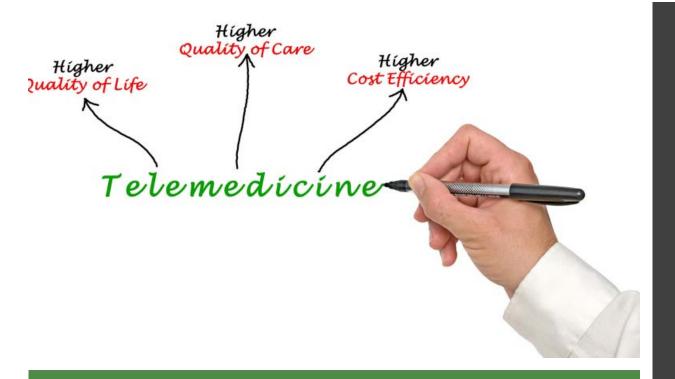


"Wallace, a UAB School of Medicine nephrologist, was the first U.S. physician to use telehealth to replace a comprehensive face-to-face visit for home dialysis patients. He uses a high-definition camera and a Bluetooth-enabled stethoscope to examine a patient on dialysis"

UAB Telemedicine

- 2015: UAB begins with 4 Counties
- 2018: 30 Counties!

2018 Funding: \$500,000 in USDA Grants

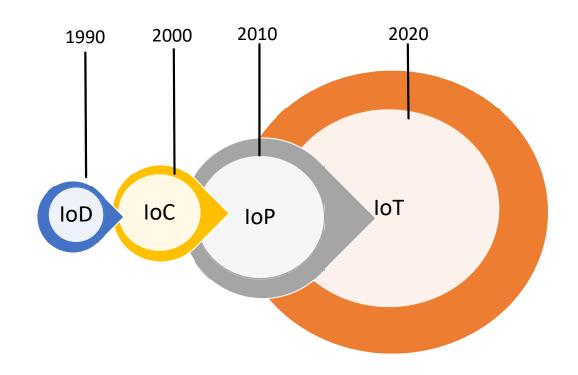


Resources

USDA Rural Development Grant

- Boring YouTube Orientation Video
 - https://www.youtube.com/w atch?v=puppjyY0N6E&featur e=youtu.be
- Application Information Website:
 - https://www.rd.usda.gov/programs-services/distance-learning-telemedicine-grants

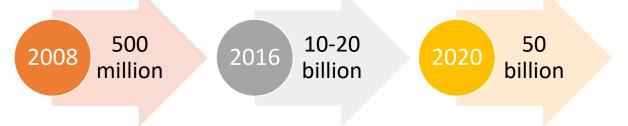




- Documents
- Commerce
- People
- Things

Evolution of Connection

Connected Devices World Wide



Regional and organizational competitive advantage will be dependent upon:

How they manage data unleashed by IoT objects.

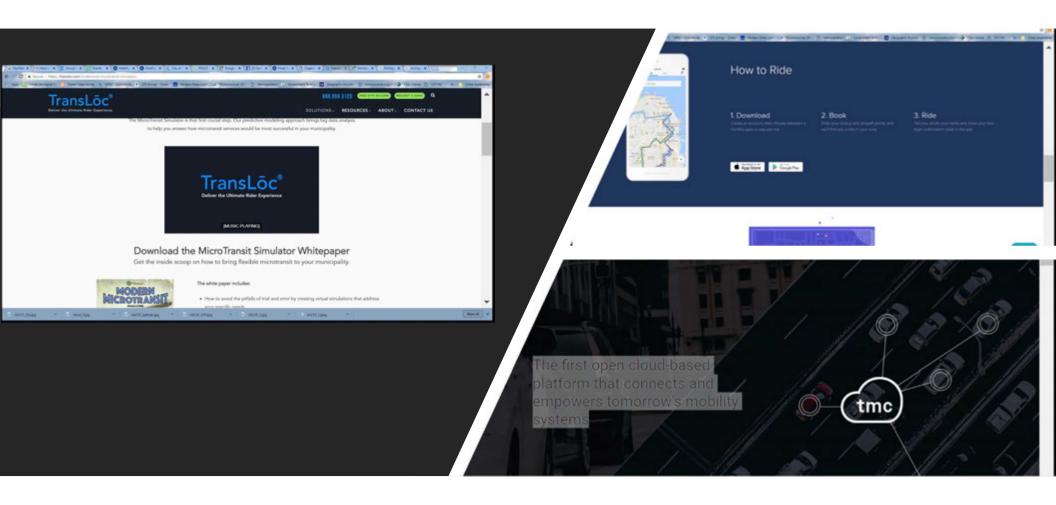
In some form, every organization will have to become data-centric in its approach and outlook.

"The New Age of Data Will Transform the Way We Work,
Live, and Communicate."

Dr. Shawn DuBravac,Author of the DigitalDestiny

Ford Mobility Group Scaling to market through aggressive acquisitions

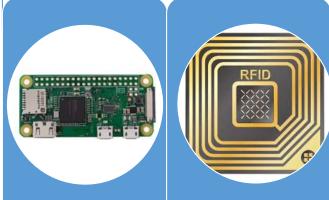
Chariot • Transit • Ride Sharing (Ferndale in September, 2018) • Trans Loc • Big Data/Al based analytics • Ford can help cities/transit operators predict transit costs, usability • Autonomic – Cloud based Operating System



Dumb things: add these components

(Fridges, thermostats, watches, coffee makers, trash cans, compactors)





Micro

Computer





Internet Connection



Digital
Identity (IP
Address,
device
name, etc.)

Smart Device Cocktail

Group
Exercise:

Let's talk trash

Downtown Waste Improvement Project

PROBLEM AREAS

- Illegal dumping (businesses/residents)
- Can overflows
- Vermin sightings
- Downtown cleanliness
- Recycling treated like trash waste stream use unknown
- Capital budget reactive not proactive
- No performance metrics not outcome oriented



Describe how Smart Tech can solve Ferndale's waste problems – 5 minutes Work with your groups at your tables

Identify as many ways as possible that smart solutions can solve my problem.

In what ways might I explore using a smart device besides waste collection?

Example Solution

Measurable Sustainability

Total Waste Containment

- Compacted units higher efficiencies
 Cloud connected waste management
- Communicate real time fill status
- Vermin or movement detection alerts
- Illegal dumping/unusual volume alerts



IoT Conclusion

Surge Causes

- Price of sensors have dropped
 50% over past decade
 - Goldman Sachs
- Processing costs have dropped 60% - spurring widespread adoption of mobile technology

Near – Term Predictions

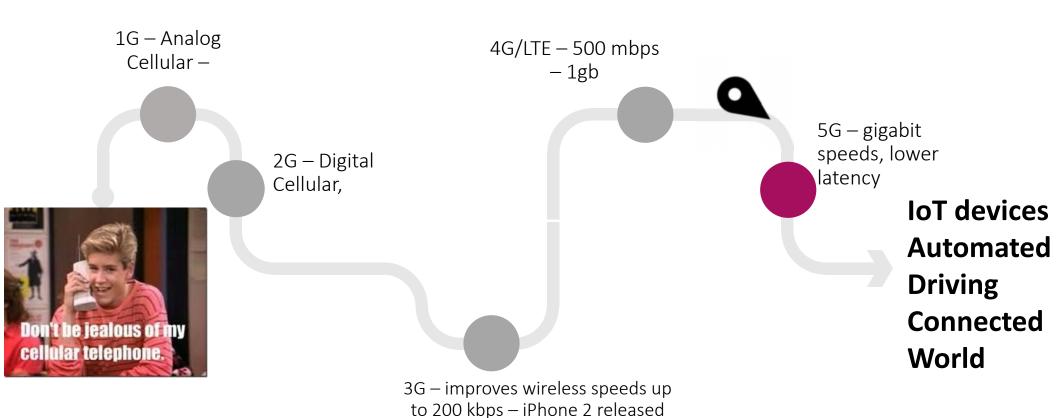
- Freight companies assisted drivin g/automated driving – communicat ing smart routes
- Utilities: more properties, construction industry, and utilities join on a smart grid
- Property: private and public proper ty maintenance can move from cor rective to preventative with the use of intelligent sensors.

PyeongChang 2018 Winter Olympics

Intel & S. Korea show the world 5G capability



Wireless Technology Generations (G)



CDMA, GSM

5G relies upon small cell site communications

Quick Facts:

Sites typically located - 500 feet apart Typical locations: utility poles, traffic lights, bus shelters, train stations, public infrastructure

	Latency	Self-driving vehicles
4G / LTE	53.1 milliseconds	②
5G	1 millisecond	•

5G Cell Service Is Coming. Who Decides Where It Goes?







A concept design, left, and two other designs showing how streetlights and utility poles can be modified with equipment, often accompanied by a container on the ground that can be disguised as a mailbox, to deliver 5G cellular signals.

From left: Crown Castle International; Scientists for Wired Technology; City of Lincoln, Neb.

By Allan Holmes

March 2, 2018









WASHINGTON - The future of cellular service is coming to a neighborhood near you.

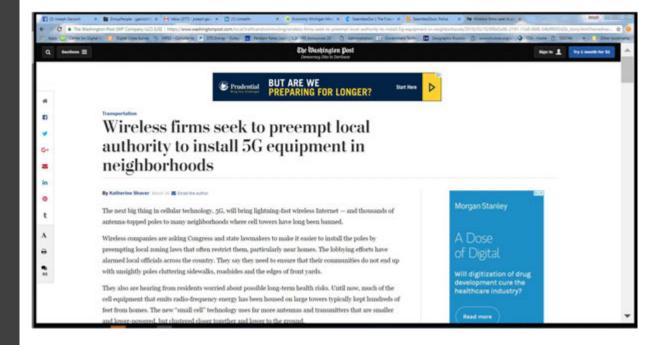
But who gets to decide when, where and how it gets delivered is still a heated fight.

The new technology, known as 5G, delivers wireless internet at far faster speeds than existing cellular connections. But it also requires different hardware to deliver the signals.

Instead of relying on large towers placed far apart, the new signals will come from smaller equipment placed an average of 500 feet apart in neighborhoods and business districts. Much of the equipment will be on streetlights or utility poles, often accompanied by containers the size of

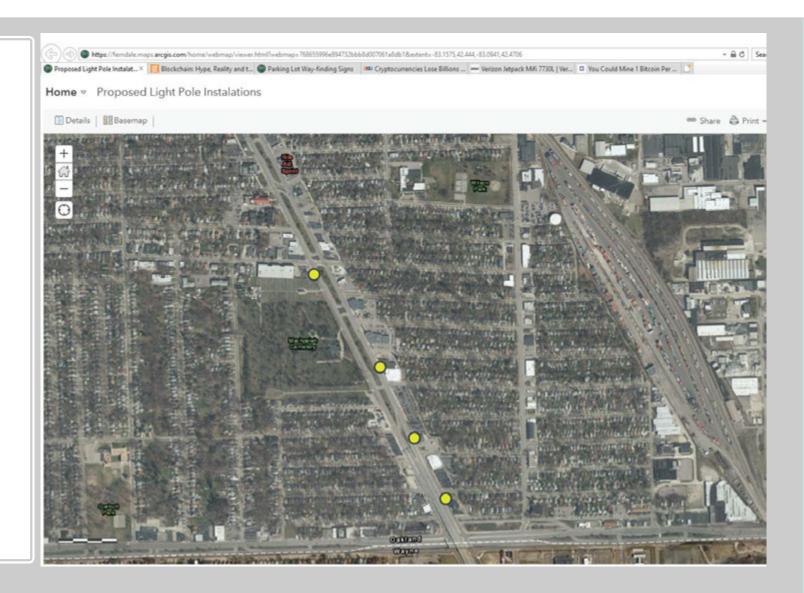
Constituents' Voices

- Health Concerns
- Zoning Preemption
- Visual Pollution
- Fee Exemption



2018: 1st Agreement with AT&T

- 4 pole locations
- City owned light poles
- \$1,000 per year/pole



5G Cell Site Summary

Major American Market Players

- Mobilitie
- AT&T / Cingular Wireless / Bell Companies
- Verizon Communications Plans to launch 5G to 30 million American households in 2019-20.
- Qualcomm
- Cisco

Group
Discussion:

Concerns with 5G?

How would your rank your biggest concerns around 5G and IoT technology?

Rapidity of change, it's difficult to keep up!

Privacy? B

Preemption of local control C

Liability? - What happens when technology fails - who is at fault?

Unknown concerns, this technology will not impact our community

Plan Smart

Sensor?

Measure?

Analysis?

Relevant?

Time



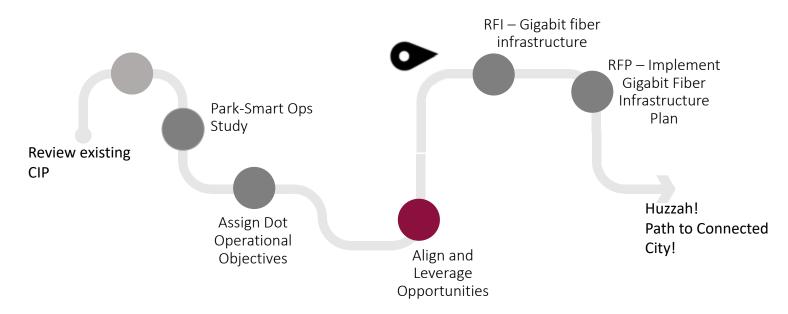


CAPITAL IMPROVEMENT PLAN

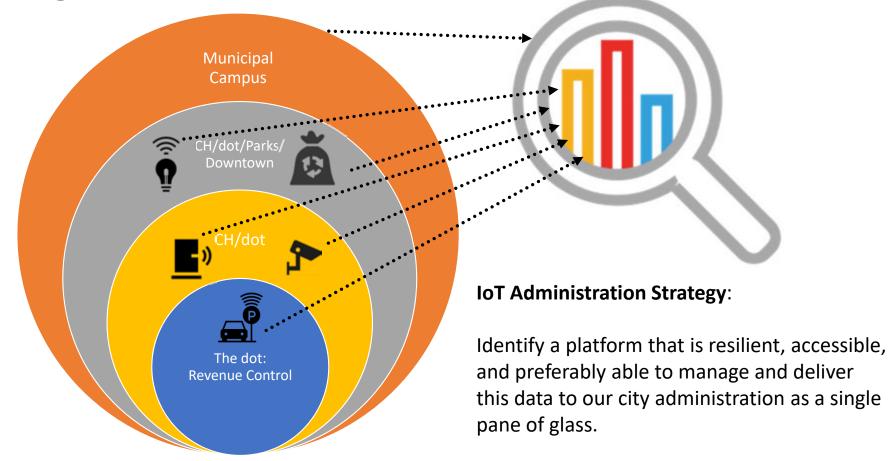
CITY OF FERNDALE

FISCAL YEARS 2017-2021

Ferndale Downtown Development (The dot) Catalyzes Smart Cities Roadmap



Aligning Standards





Blockchain Technology

& Maya

What feelings or words come to mind when you hear Blockchain or Bitcoin?



Blockchain - what is it?

In the Know:

- Decentralized Ledger
 - Peer to Peer transfer of assets
 - Immutable public Record of transaction

2 Blockchain Categories

1

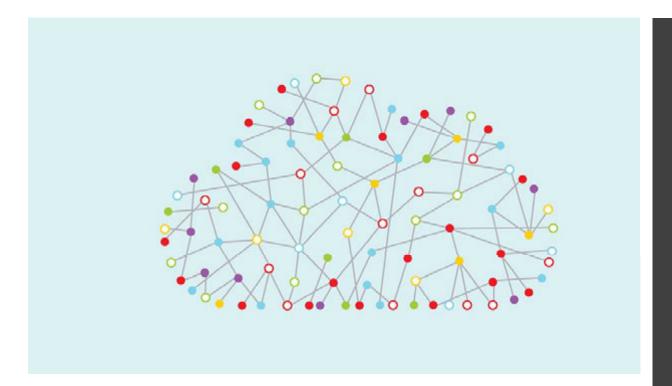
Permission Blockchains

- Read/write permissions controlled on the blockchain.
- Examples:
 - Microsoft, Ripple, Bank of America, Intel are all exploring Etherium Blockchain



Public Blockchains

- Decentralized and open, anyone can join, read/write data as long as they follow protocol.
 - Bitcoin is the most prominent example of a public blockchain.



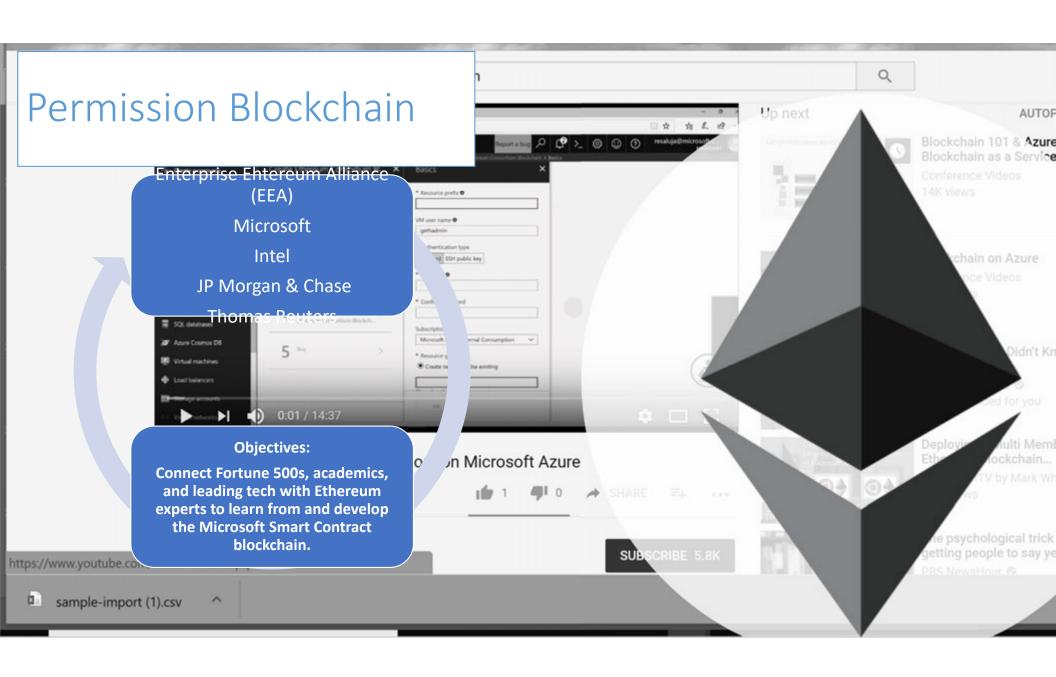
Blockchain Potential

Information Security

Remove Intermediaries

Records Redundancy / High Availability

Democratizaiton of Information



Cook County Land Records Project:

2000 properties recorded as digital abstracts using Blockchain – presented on websites

Results/Early Feedback

- Property information available
- Property conveyance could be tracked using cryptography
- Property scammers targeted/stunted
- Complicated Costly to scale statewide

If scaled- title insurance could potentially be eliminated – saving millions for tax payers

Blockchain Initiative

State Pollution Control Board

4 State Departments

Cook County Recorder of Deeds

Velox.RE

Ragnar Lifthrasir – founder of Velox.RE and IBREA: International Blockchain Real Estate Association

- #Proptech
- Blockchain Real estate
- Consultant Chicago
- Permissionless title conveyance

Federal Government

- Smart Contracts
- Anti-money laundering/Terrorism
- Supply chain modeling

Implication: Do you participate in -

- CDBG, Hud, other pass through funds?
- Federal contracts?

If so – Blockchain is part of your future.

Federal Blockchain

Dept. Experiments

GSA

Secretary of State

Treasury



Early Challenges

A Developing Technology:

- Public blockchain is still inefficient at processing transactions between peers.
- Private Blockchains require intermediaries, are beating public to market



6/6/18 - 7/1/18

Observations:

- No regulation means no solid direction / trust barriers
- Highly volatile value: Bitcoin value dropped 25% in one day and stabilized after.
- Unclear on other coin investments, only a handful were known to me through research.

BitCoin – My personal experiment

Process

Reddit – Digital Currency Exchange

CoinBase
Digital Currency
Exchange

\$25 – BitCoin Investment

GDAX for Trades

How would you describe your organization's interest in the blockchain?

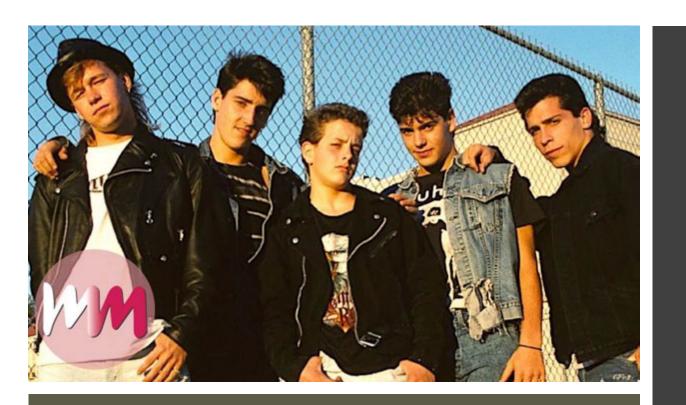
We are actively planning - more videos and electronic music - let's dance with Ragnar!

We are seeking to understand the Blockchain and Cryptocurrencygood information to have

Blockchain makes me feel like Maya learning how to eat - slow and messy, but we'll get there

Cash and coin - no digital currency for me, thank you very much.





New Kids on the Blockchain

Group
Discussion:

West Hollywood #Wehosmartcity



Smart Places Strategic Plan

- Sustainability
- Mobility
- Access to government
- Resiliency
- Transparency

NewCastle, Australia



Smart Places Strategic Plan

- Smart City Plan (identify partnerships strategies)
- Regional Incubator Project talent /network development
- Hunter Innovation Project (HIP) infrastructure plan

Resources & Funding Opportunities

Federal

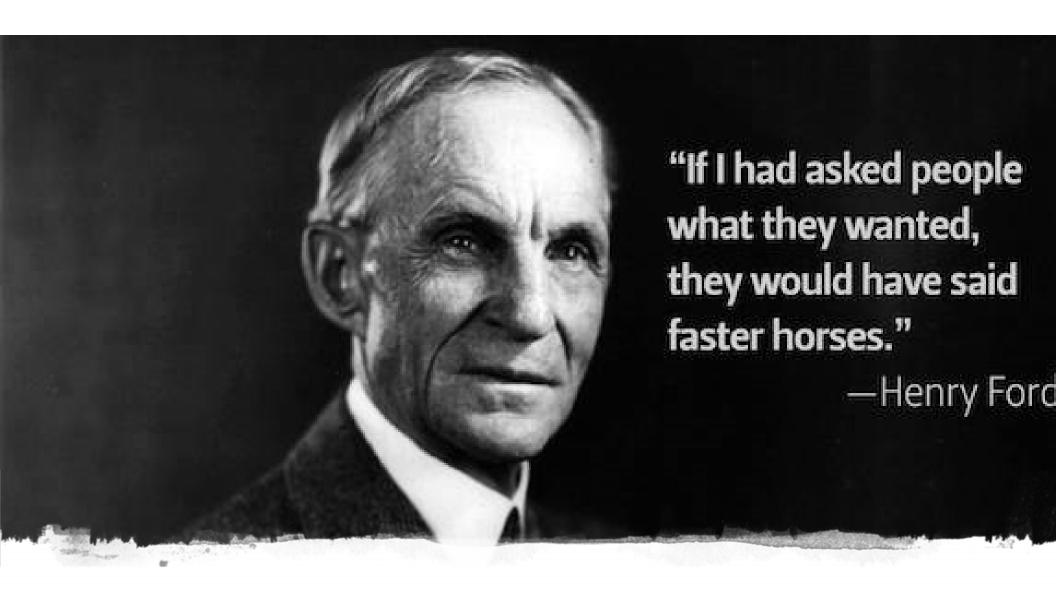
- Networking & Information Tech R&D Program: https://www.nitrd.gov/apps/smartcity/index.aspx
- General Services Administration: https://www.gsa.gov/technology/government-it-initiatives/emerging-citizen-technology/blockchain

Associations

- Smart Cities Council: https://www.nitrd.gov/apps/smartcity/index.aspx
- Rural Broadband Association: https://www.ntca.org/
- NACo: Resilient Counties Initiative: http://www.naco.org/resources/signature-projects/resilient-counties-initiative

Media

- IoT: Sensing the Next Wave, AIG and the NY Times Future Places Report -https://paidpost.nytimes.com/aig/sensing-the-next-wave.html
- Blockchain: <u>www.blockgeeks.com</u> Get an introduction to Blockchain, learn about industry disruptions, register for classes!



1/2018:

Bill Ford Jr. –Wall St. Journal

Prior to Ford's purchase of the Detroit Train Depot and Ford's mobility strategy shift



What does this all mean?

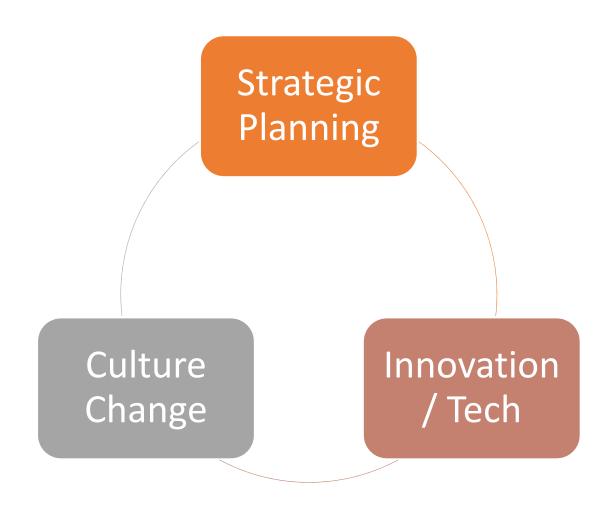
Culture Change:
Ford Mobility vs Ford Motor

Planning:

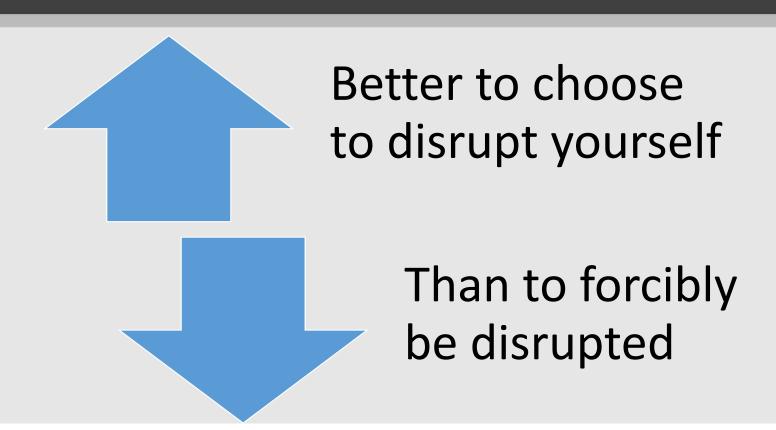
Market research, talent, & acquisitions

Innovation / Tech:

Train Station Mobility Campus, transit, mobility, and IoT tech



Living in an age of Disruption



Thank you!

- **in** Joseph Gacioch
- @JosephGacioch

