



Department of Administration
Budget and Management Division

Cavalier Johnson
Mayor

Preston Cole
Administration Director

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Budget and Management Director

October 11, 2023

MEMORANDUM

To: Finance and Personnel Committee Members
From: Mason Lavey, Budget & Fiscal Policy Manager
Subject: 2024 Demolition Costs

DPW-Operations Demolition

Public Works: In-House Demolition - Initial Costs						
Salaries	Fringe	Operating	Equipment	Special Funds	Other Costs	Total
\$ 451,401	\$ 203,130	\$ -	\$ -	\$ 1,128,000	\$ 864,000	\$ 2,646,531

Salary & Fringe Detail					
Description	FTE	Salaries	Fringe	Other Costs	Total
Fleet Ops and Training Manager	0.50	\$ 45,047	\$ 20,271	\$ -	\$ 65,318
Special Equipment Operator 3	1.00	72,201	32,490	-	104,691
Equipment Operator 3	1.00	65,488	29,470	-	94,958
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Special Equipment Operator 3	1.00	72,201	32,490	-	104,691
Equipment Operator 3	1.00	65,488	29,470	-	94,958
Equipment Operator 3	1.00	65,488	29,470	-	94,958
Total	6.50	\$ 451,401	\$ 203,130	\$ -	\$ 654,531

Special Fund Detail				
Description	Operating	Equipment	Other Costs	Total
Demolition Permit & Disposal Fees	\$ 505,000	\$ -	\$ -	\$ 505,000
Demolition Fuel	53,000	-	-	\$ 53,000
Additional Equipment	-	570,000	-	\$ 570,000
Total	\$ 558,000	\$ 570,000	\$ -	\$ 1,128,000

Public Works: In-House Demolition - Second Year Costs						
Salaries	Fringe	Operating	Equipment	Special Funds	Other Costs	Total
\$ 460,429	\$ 207,193	\$ -	\$ -	\$ 580,320	\$ 881,280	\$ 2,129,222

The Mayor's proposed plan for in-house demolition in 2024 consists of the preparation (Abatement & Utility Disconnection) and removal of up to 90 units. Removing a total of 90 units in 2024 is an estimate and will depend on whether it is the removal of commercial or residential units.



The Department of Neighborhood Services (DNS) preparation and abatement costs total \$864,000 or \$9,600 per unit. These costs are budgeted as DNS capital costs in the 2024 capital budget to avoid interdepartmental reimbursements.

Department of Neighborhood Services Demolition

Department of Neighborhood Services: Demolition Costs		
Unit Cost	Units	Total Contracted Cost
\$ 24,444	90.00	\$ 2,200,000

The proposed plan for DNS demolitions in 2024 consists of the preparation (Abatement & Utility Disconnection) of up to 180 units. DNS will be prepping 90 units for contracted demolition and 90 units for DPW in-house demolition.

Summary

Summary of Budget & Costs				
Department	Units - Demolition	Units - Abated	Demolition Budget	Total Demolition Cost
Department of Neighborhood Serv	90.00	180.00	\$ 3,064,000	\$ 2,200,000
DPW-Operations	90.00	-	\$ 1,782,531	\$ 2,646,531
Total	180.00	180.00	\$ 4,846,531	\$ 4,846,531

Total in-house demolition costs will be reduced in 2025 and beyond as new equipment is only needed in 2024. The total cost of demolition in 2025 will be approximately \$2,129,000 which is slightly lower than the projected contracted cost at \$2,200,000.

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