

MEMO



TO: Mayor Dwain Hahs and Members of the Board of Aldermen

FROM: Larry Miller, Building & Planning Manager

DATE: February 20, 2024

SUBJECT: 2023 Annual Building Permit Totals

The highlights of the City of Jackson's annual building permit report for 2023 are listed below. Please see the attached permit tally for all individual categories and all comparisons for the past five years. The significant increase in construction material costs due to inflation and higher interest rates can be assumed to have affected values for the year.

- The total construction value in 2023 was \$24,898,282 compared to the total construction value of \$28,567,359 in 2022.
- New single-family home construction decreased by fourteen this year, with 23 new homes starting in 2023 compared to 39 new homes beginning in 2022. The total calculated construction value for single-family homes in 2023 was \$7,054,550, compared to 2022's \$7,369,190. The average new home construction value in 2023 is \$282,182, higher than the 2022 average of \$188,953.
- Residential remodeling totaled 14 projects this past year at a total declared value of \$181,589, compared to 33 projects in 2022 at \$405,200.
- New commercial construction projects totaled 5 new commercial buildings started in 2023 at a total value of \$6,106,845. The previous year saw 7 new commercial buildings with a total value of \$5,735,577.
- Commercial remodel & addition projects increased, totaling 22 projects for 2023 with a construction value of \$8,909,043 compared to 24 projects totaling \$5,078,306 in 2022.
- The top five construction permits issued for 2023 were:
 - 2421 E Jackson Blvd – New commercial building for Codes (Good Day Farm) - \$3,500,000
 - 2550 Industrial Dr – Build out of an empty commercial building - \$2,690,000
 - 1204 Lenco Ave – Commercial remodel of Midwest Sterilization Corp - \$1,925,000
 - 451 Cane Creek Rd – New commercial building for SERVPRO – \$1,600,000
 - 420 Florence Dr – Upgrades to the City of Jackson water plant #2 - \$1,269,000

(Note: Values for new construction and additions are from the contractor's estimated actual costs filled out on the permit application. Construction values do not include land costs.)