



**New York City Council**  
**Hon. Adrienne Adams, Speaker of the Council**  
**Majority Whip Selvena Brooks-Powers, Chair**  
**Committee on Transportation and Infrastructure**

**Report on the Fiscal 2026 Preliminary Plan,  
the Fiscal 2026 Preliminary Capital Commitment Plan  
and the Fiscal 2025 Preliminary Mayor’s Management Report for  
the Department of Design and Construction**

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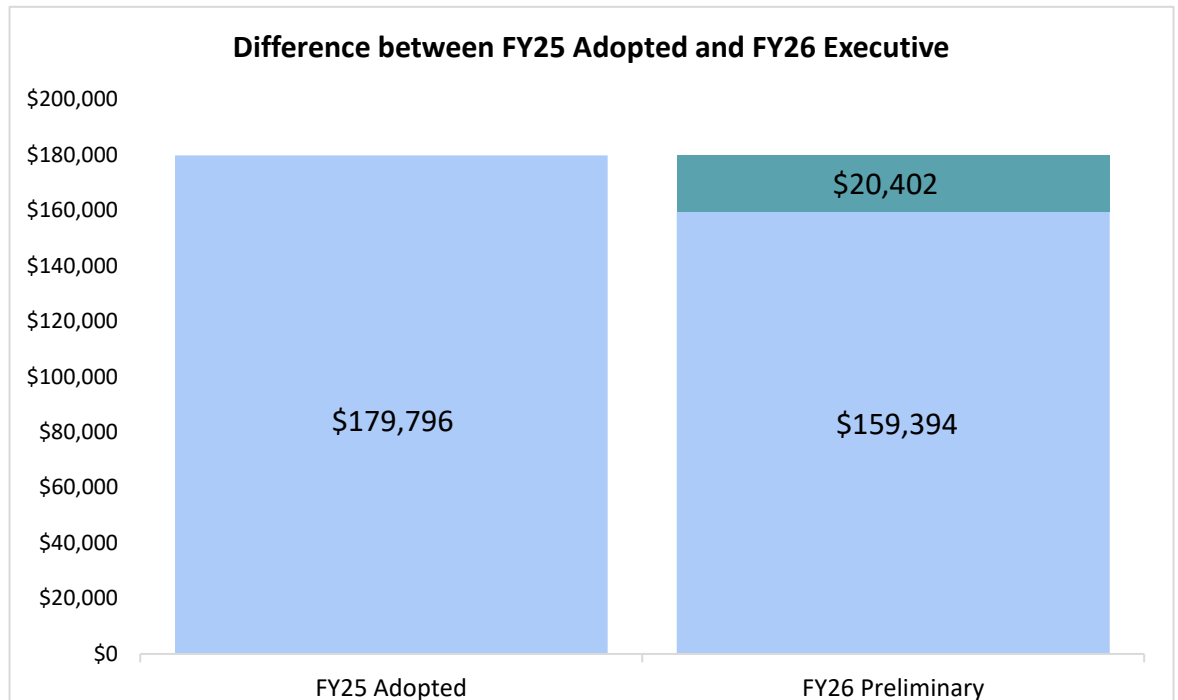
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**Fiscal 2026 Preliminary Plan**

**Department of Design and Construction Budget Overview**

The Preliminary Financial Plan for Fiscal 2025-2029 (Preliminary Plan), includes a proposed Fiscal 2026 budget of \$159.4 million for the Department of Design and Construction (DDC). DDC’s Fiscal 2026 budget in the Preliminary Plan is \$191,301 more than its \$159.2 million Fiscal 2026 budget in the November Financial Plan. The Fiscal 2026 Preliminary Budget is \$20.4 million less than the Fiscal 2025 Adopted Budget, as shown in the table below.

FY25	FY26
(\$2.2 million) since Adopt.	\$199,653 since Adopt.
↓	↑
(\$21.9 million) since Nov.	\$191,301 since Nov.
↓	↑

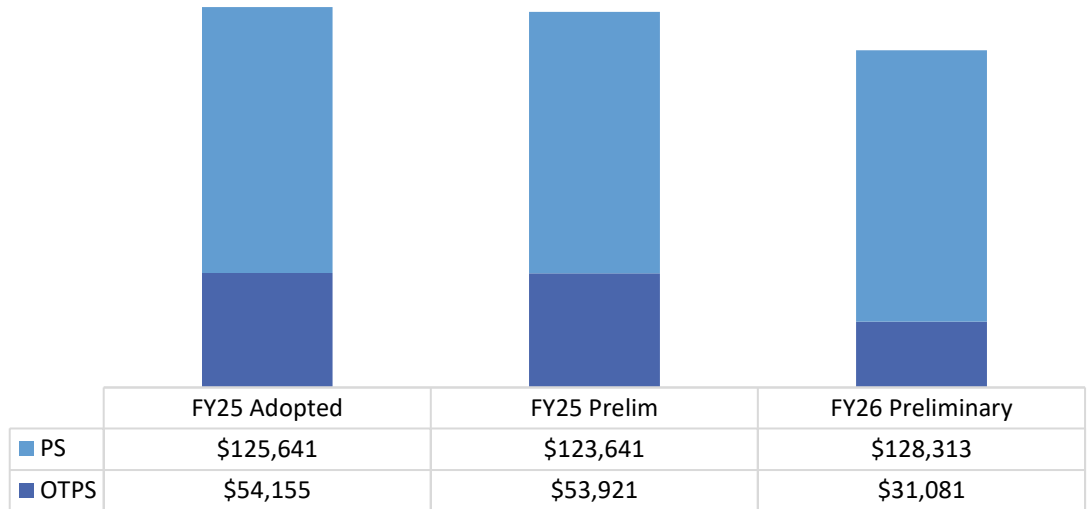


*Dollars in Thousands*  
Source: New York City Office of Management and Budget

**PS and  
OTPS:**

**PS:  
\$128.3 million**

**OTPS:  
\$31.1 million**



*Dollars in Thousands  
Source: New York City Office of Management and Budget*

**Agency  
Financial  
Summary**

<i>Dollars in Thousands</i>	FY23 Actual	FY24 Actual	FY25 Adopted	Preliminary Plan		*Difference
				FY25	FY26	FY26 - FY25
<b>Budget by Unit of Appropriation</b>						
001 - Design and Engineering - PS	\$115,189	\$118,536	\$116,277	\$114,277	\$118,713	\$2,436
002 - Design and Engineering - OTPS	113,216	53,395	21,310	37,293	21,240	(69)
003 - Exec, Admin, and Capital Planning - PS	0	0	9,364	9,364	9,600	236
004 - Exec, Admin, and Capital Planning - OTPS	0	0	32,846	16,628	9,840	(23,005)
<b>TOTAL</b>	<b>\$228,406</b>	<b>\$171,932</b>	<b>\$179,796</b>	<b>\$177,562</b>	<b>\$159,394</b>	<b>(\$20,402)</b>
<b>Funding</b>						
City			\$42,210	\$23,724	\$19,440	(\$22,770)
Other Categorical			0	275	0	0
Capital-IFA			137,586	134,507	139,954	2,367
Federal - Community Development			0	6,295	0	0
Federal - Other			0	10,689	0	0
Intra-City			0	2,071	0	0
<b>TOTAL</b>			<b>\$179,796</b>	<b>\$177,562</b>	<b>\$159,394</b>	<b>(\$20,402)</b>
<b>Budgeted Headcount</b>						
Full-Time Positions - Civilian	1,054	1,076	1,183	1,177	1,177	(6)
<b>TOTAL</b>	<b>1,054</b>	<b>1,076</b>	<b>1,183</b>	<b>1,177</b>	<b>1,177</b>	<b>(6)</b>

*\*The difference of Fiscal 2026 Preliminary Budget compared to Fiscal 2025 Adopted Budget.  
Source: New York City Office of Management and Budget*

**Agency Contract Budget:**

**FY26 Contract Budget: \$3.2 million**

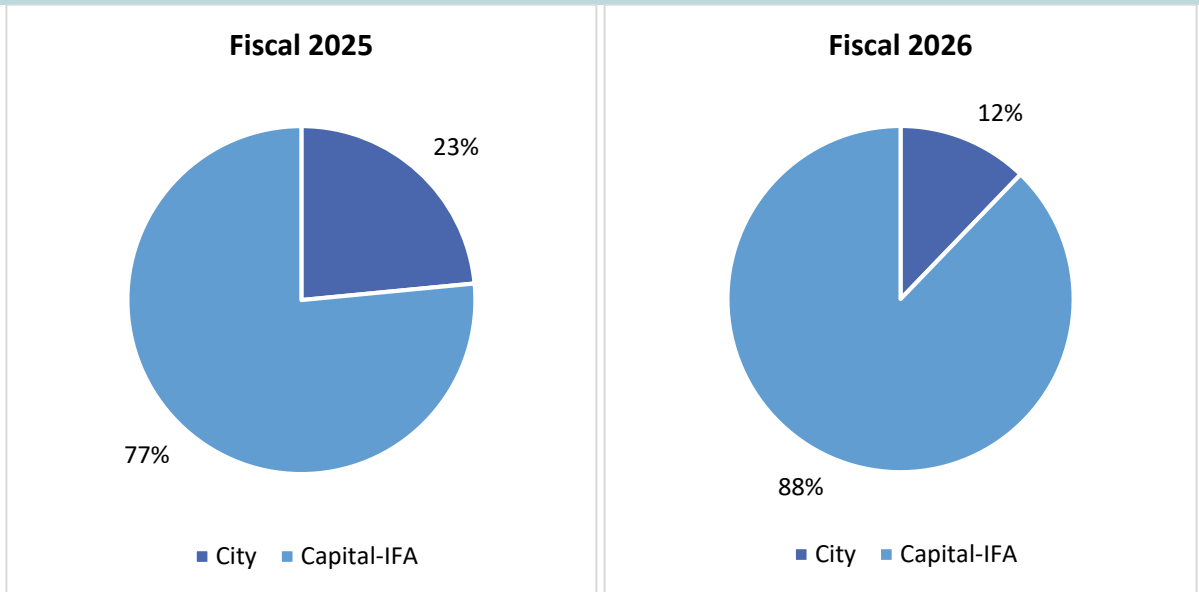
**Number of Contracts in FY26: 58**

*Dollars in Thousands*

Category	FY25 Adopted	Number of Contracts	FY26 Preliminary	Number of Contracts
Cleaning Services	\$15	3	\$15	3
Contractual Services - General	2,523	6	1,510	6
Data Processing Equipment Maintenance	336	6	336	6
Maintenance and Repairs - General	100	7	100	7
Municipal Waste Disposal	3	1	3	1
Office Equipment Maintenance	94	6	94	6
Professional Services - Computer	170	4	170	4
Professional Services - Other	5,134	12	100	6
Security Services	384	11	384	11
Temporary Services	110	3	110	3
Training Program for City Employees	300	4	300	4
Transportation Expenditures	35	1	35	1
<b>TOTAL</b>	<b>\$9,207</b>	<b>64</b>	<b>\$3,155</b>	<b>58</b>

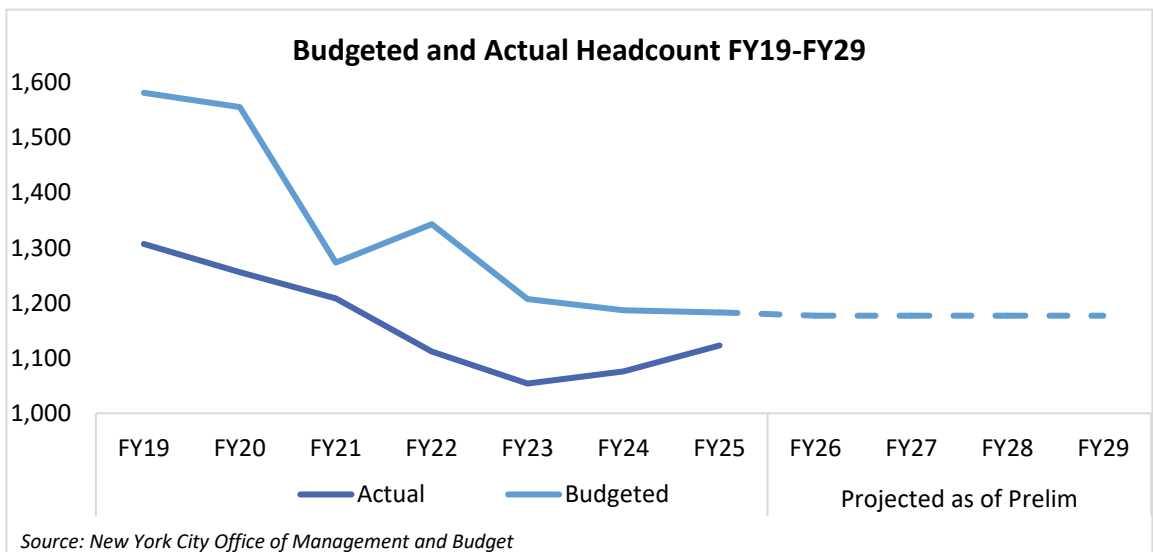
*Source: New York City Office of Management and Budget*

**Agency Budget by Funding Source**



*Source: New York City Office of Management and Budget*

**Budgeted Headcount**  
**FY26 full-time positions: 1,177**  
**FY25 full-time positions: 1,177**  
**Actual Headcount as of January: 1,123**



*Source: New York City Office of Management and Budget*

**Vacancies as of January: 54**

*Note: Budgeted and actual headcounts are as of the end of the fiscal year, except for FY26 where budgeted headcount is as of the Preliminary Plan and actual headcount is as of January 2025.*

**Preliminary Plan Changes**

	<b>FY25 = (\$21,878)</b>	<b>FY26 = \$191</b>	<b>FY27 = (\$588)</b>	<b>FY28 = (\$588)</b>	<b>FY29 = (\$588)</b>
<b>New Needs =</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Other Adjustments =</b>	<b>(\$1,892)</b>	<b>\$191</b>	<b>(\$588)</b>	<b>(\$588)</b>	<b>(\$588)</b>
<b>Savings =</b>	<b>(\$19,985)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

*Dollars in Thousands*

*Savings in this chart are the sum of all expense savings, from all revenue sources, including but not limited to, City, State, and federal savings.*

**FY26 Changes in Preliminary Plan:**  
**Total: \$191,301**  
**New Needs: \$0**  
**Other Adjustments: \$191,301**

**Significant Preliminary Plan Changes**

**Other Adjustments**

- **Less Than Anticipated Spending Adjustments.** In the Preliminary Plan, there was a reduction of \$1.0 million in other than personal services (OTPS) Capital Inter-Fund Agreement (IFA) funding and a reduction of \$1.5 million in personal services (PS) Capital-IFA funding in Fiscal 2025 only. These adjustments were made based on current headcount and a re-estimation of expected administrative needs.
- **Asylum Seeker Response.** In the Preliminary Plan, \$779,521 in City funding was transferred from the Department of Homeless Services to DDC in Fiscal 2026 only for DDC’s work in the City’s asylum seeker response efforts. DDC expects to use this funding to procure additional construction management services for the dismantling and closure of various shelter sites.
- **253 Broadway.** In the Preliminary Plan, \$731,969 in Intra-City funding was transferred from the Department of Citywide Administrative Services to DDC in Fiscal 2025 only for a non-capitally eligible door replacement in the boiler room.
- **Capital Inter-Fund Agreement Realignment.** In the Preliminary Plan there was a baselined reduction of six positions and \$588,220 in Capital-IFA funding starting in Fiscal 2025. DDC would be allowed to utilize this funding to upgrade salaries of existing positions.

**Savings**

- **Asylum Seeker Response.** In the Preliminary Plan, there was a \$20.0 million reduction in City funding in Fiscal 2025 only as part of the citywide asylum seeker response re-estimate. This funding was to support expenses related to DDC’s role in overseeing the construction of temporary shelters. DDC has identified a surplus in the current fiscal year as actual spending has been lower than what was previously projected.

**Preliminary  
Mayor’s  
Management  
Report**

The Preliminary Mayor's Management Report (PMMR) for Fiscal 2025 reports on one service area and three goals for DDC. Noteworthy metrics that were reported are detailed below.

- **Quality Assurance and Safety Standards.** There were six construction-related injuries in the first four months of Fiscal 2025 at DDC-managed construction sites, a 33.3 percent decrease from the nine that occurred during the same period in the previous year. According to the PMMR, there were no deaths in the first four months of Fiscal 2025, compared to two during the same period last year. According to the New York Committee for Occupational Safety and Health’s (NYCOSH) *2025 Deadly Skyline Report*<sup>1</sup>, construction worker deaths have been increasing in recent years. In 2023 30 construction workers died on the job in the City, the deadliest year for construction workers since NYCOSH began tracking the data in 2013. DDC’s improvement in this metric is positive, especially given the concerns expressed in the NYCOSH report.
- **Roadway Lane Miles.** According to the PMMR, DDC completed 10.6 miles of roadway lane mile reconstruction in the first four months of Fiscal 2025 compared to 7.1 miles that were completed during that period in Fiscal 2024, a 49.3 percent increase. In Fiscal 2024, DDC completed only 20.3 lane miles, down from Fiscal 2023 when they constructed a total of 33.6 lane miles and Fiscal 2022 when they constructed 41.5 lane miles.

<sup>1</sup>Source: [2025 Deadly Skyline Report](#)

**Capital Plan  
Overview**

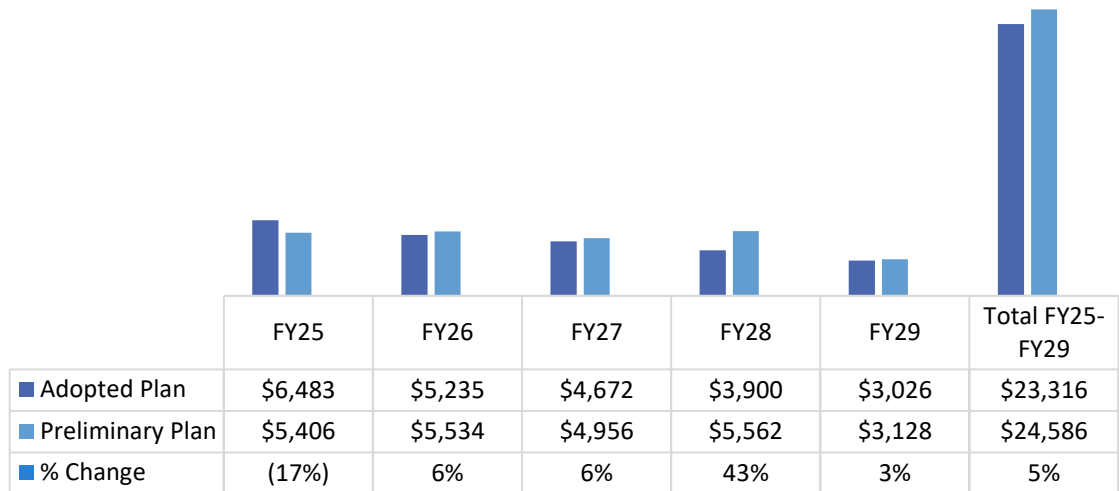
On January 16, 2025, Mayor Eric Adams released the Preliminary Ten-Year Capital Strategy for Fiscal Years 2026-2035 (Ten-Year Strategy), the Capital Commitment Plan for Fiscal 2025-2029 (Commitment Plan) and the Fiscal 2026 Preliminary Capital Budget (Capital Budget).

DDC manages capital projects for 19 city agencies and entities. Commitments for projects managed by DDC for Fiscal 2025 through 2029, as presented in the Preliminary Commitment Plan, total \$24.59 billion, 5.4 percent greater than the total for the same period presented in the Adopted Commitment Plan released in June.

DDC manages 21.7 percent of the City’s total \$113.19 billion Fiscal 2025 through 2029 Plan.

**Capital  
Commitment  
Plan**

**Fiscal 2025-2029 Capital Commitment Plan Managed by DDC**



*Dollars in Millions  
Source: New York City Office of Management and Budget*

**Preliminary  
Capital  
Commitment  
Plan  
Highlights**

- **Borough Based Jails.** In the Preliminary Commitment Plan there is \$12.84 billion allocated for the new borough-based jails in Brooklyn, Queens, Manhattan, and the Bronx. Due to various delays as well as a growing jail population, the Mayor’s Office of Management and Budget (OMB) believes that the closure of Rikers Island and the subsequent transfer to borough-based jails will not happen by the 2027 legally mandated deadline. This is the largest project that is currently being managed by DDC, constituting 52.2 percent of the total commitments managed by the Department.
- **East Side Coastal Resiliency Project.** The East Side Coastal Resiliency Project is a capital project funded by both the City and federal government which is intended to reduce flood risk and damage from coastal storms and sea level rise in the Lower East Side of Manhattan. The project is located between East 25<sup>th</sup> Street and Montgomery Street in Manhattan. The Preliminary Capital Commitment Plan includes \$687.7 million across the plan period for this project.
- **Raised Crosswalks Design Build.** In the Preliminary Commitment Plan there is \$101.7 million committed for raised crosswalks design build. Raised crosswalks are pedestrian crosswalks which are at a greater elevation than the surrounding road; the crosswalks force cars to slow down while driving through a crosswalk. These funds will allow for the construction of 127 raised crosswalks at priority intersections across the City along with Americans with Disabilities Act (ADA) compliant pedestrian ramps at all corners, APS signals, utility relocation, and surface grading for drainage. In the Preliminary Commitment Plan, \$57.7 million was rolled from Fiscal 2025 to Fiscal 2026 but the shift in funding is not expected to impact the timeline of the project.
- **Harper Street Asphalt Plant.** In the Preliminary Commitment Plan there is \$76.9 million committed for the reconstruction of the Harper Street Asphalt Plant. The Harper Street Asphalt Plant is used by the Department of Transportation’s (DOT) for street pavement maintenance. The plant is currently operational, however the building and plant equipment require upgrades, as the facility is susceptible to flood events. The project

includes site demolition, installation of new plan operations, vehicles, foundation design for asphalt equipment, design of support buildings, and installation of a curb and fence.

**Budget  
Actions in  
the  
November  
and  
Preliminary  
Plans**

<i>Dollars in Thousands</i>	FY25			FY26		
	City	Non-City	Total	City	Non-City	Total
<b>DDC Budget as of the Adopted FY25 Plan</b>	<b>\$42,210</b>	<b>\$137,587</b>	<b>\$179,797</b>	<b>\$18,661</b>	<b>\$140,533</b>	<b>\$159,194</b>
<b>Changes Introduced in the November 2024 Plan</b>						
<b>New Needs</b>						
Hunter's Point Library Remediation Work	\$1,200	\$0	\$1,200	\$0	\$0	\$0
<b>Subtotal, New Needs</b>	<b>\$1,200</b>	<b>\$0</b>	<b>\$1,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Other Adjustments</b>						
253 Broadway Façade	\$0	\$731	\$731	\$0	\$0	\$0
Bronx Consultant	0	2	2	0	0	0
Collective Bargaining Agreements	0	9	9	0	8	8
Department of Cultural Affairs	0	275	275	0	0	0
East Side Coastal Resiliency Project	0	2,053	2,053	0	0	0
Federal Grant for H+H	0	10,689	10,689	0	0	0
Mentor Program	0	6	6	0	0	0
OMB Replenish Claims Payment Fund	0	2,204	2,204	0	0	0
Park Slope Armory	0	265	265	0	0	0
Perkins Eastman Proposal	0	8	8	0	0	0
Red Hook	0	694	694	0	0	0
Technical Adjustments	0	1	1	0	0	0
Tishman Construction	0	185	185	0	0	0
Topographical Survey Rollover from FY24	0	877	877	0	0	0
Unused Funds Rollover from FY24	0	204	204	0	0	0
Vehicle Cleaning	0	95	95	0	0	0
Wetland Restoration Planting	0	145	145	0	0	0
<b>Subtotal, Other Adjustments</b>	<b>\$0</b>	<b>\$18,443</b>	<b>\$18,443</b>	<b>\$0</b>	<b>\$8</b>	<b>\$8</b>
<b>TOTAL, All Changes in November 2024 Plan</b>	<b>\$1,200</b>	<b>\$18,443</b>	<b>\$19,643</b>	<b>\$0</b>	<b>\$8</b>	<b>\$8</b>
<b>DDC Budget as of the November 2024 Plan</b>	<b>\$43,410</b>	<b>\$156,030</b>	<b>\$199,440</b>	<b>\$18,661</b>	<b>\$140,541</b>	<b>\$159,203</b>
<b>Changes Introduced in the FY26 Preliminary Plan</b>						
<b>Other Adjustments</b>						
253 Broadway Façade	\$0	\$732	\$732	\$0	\$0	\$0
Asylum Seeker City Funding Reallocation	0	0	0	780	0	780
CPSD Transfer to DDC	300	0	300	0	0	0
Eneractive Solutions	0	6	6	0	0	0
IFA Position Realignment	0	(588)	(588)	0	(588)	(588)
Increase PAA funding	0	79	79	0	0	0
Less Than Anticipated IFA OTPS Spending	0	(1,000)	(1,000)	0	0	0
Less Than Anticipated IFA PS Spending	0	(1,500)	(1,500)	0	0	0
Technical Adjustments	0	80	80	0	0	0
<b>Subtotal, Other Adjustments</b>	<b>\$300</b>	<b>(\$2,192)</b>	<b>(\$1,892)</b>	<b>\$780</b>	<b>(\$588)</b>	<b>\$191</b>
<b>Savings</b>						
Asylum Seeker Re-estimate	(\$19,985)	\$0	(\$19,985)	\$0	\$0	\$0
<b>Subtotal, Savings</b>	<b>(\$19,985)</b>	<b>\$0</b>	<b>(\$19,985)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, All Changes in the FY26 Preliminary Plan</b>	<b>(\$19,685)</b>	<b>(\$2,192)</b>	<b>(\$21,878)</b>	<b>\$780</b>	<b>(\$588)</b>	<b>\$191</b>
<b>AGENCY Budget as of the FY26 Preliminary Plan</b>	<b>\$23,724</b>	<b>\$153,838</b>	<b>\$177,562</b>	<b>\$19,440</b>	<b>\$139,953</b>	<b>\$159,393</b>

Source: New York City Office of Management and Budget

**Budget by  
Units of  
Appropriation**

**Design and Engineering: 001- PS and 002- OTPS**

*Dollars in Thousands*

	FY23	FY24	FY25	Preliminary Plan		*Difference
	Actual	Actual	Adopted	FY25	FY26	FY26-FY25
<b>Spending</b>						
<b>Personal Services</b>						
Full-Time Salaried - Civilian	\$104,644	\$109,897	\$112,638	\$110,638	\$115,075	\$2,437
Unsalariated	371	672	520	520	524	4
Additional Gross Pay	6,205	5,708	2,068	2,068	2,042	(26)
Additional Gross Pay - Labor						
Reserve	2,282	819	0	0	0	0
Overtime - Civilian	1,690	1,457	1,051	1,051	1,072	21
P.S. Other	(4)	(19)	0	0	0	0
Fringe Benefits	3	2	0	0	0	0
<b>Subtotal</b>	<b>\$115,189</b>	<b>\$118,536</b>	<b>\$116,277</b>	<b>\$114,277</b>	<b>\$118,713</b>	<b>\$2,436</b>
<b>Other Than Personal Services</b>						
Contractual Services	\$73,224	\$14,117	\$1,336	\$12,290	\$1,336	\$0
Contractual Services - Professional Services	18,879	17,903	270	6,582	270	0
Contractual Services - Waste Export	1	3	3	3	3	0
Fixed & Misc. Charges	4,477	4,964	153	69	84	(69)
Property & Equipment	412	405	600	800	600	0
Supplies & Materials	1,326	1,176	2,128	1,836	2,128	0
Other Services & Charges	14,897	14,827	16,820	15,713	16,820	0
<b>Subtotal</b>	<b>\$113,216</b>	<b>\$53,395</b>	<b>\$21,310</b>	<b>\$37,293</b>	<b>\$21,240</b>	<b>(\$69)</b>
<b>TOTAL</b>	<b>\$228,406</b>	<b>\$171,932</b>	<b>\$137,586</b>	<b>\$151,570</b>	<b>\$139,954</b>	<b>\$2,367</b>
<b>Funding</b>						
City Funds			\$0	\$78	\$0	\$0
Capital-IFA			137,586	134,507	139,954	2,367
Federal - Community Development			0	6,295	0	0
Federal - Other			0	10,689	0	0
<b>TOTAL</b>	<b>\$228,406</b>	<b>\$171,932</b>	<b>\$137,586</b>	<b>\$151,570</b>	<b>\$139,954</b>	<b>\$2,367</b>
<b>Budgeted Headcount</b>						
Full-Time Positions - Civilian	1,054	1,076	1,095	1,089	1,089	(6)
<b>TOTAL</b>	<b>1,054</b>	<b>1,076</b>	<b>1,095</b>	<b>1,089</b>	<b>1,089</b>	<b>(6)</b>

*\*The difference of Fiscal 2026 Preliminary Budget compared to Fiscal 2025 Adopted Budget.*

*Source: New York City Office of Management and Budget*



**Executive, Admin, and Capital Planning: 003 - PS and 004 - OTPS**

*Dollars in Thousands*

	FY23 Actual	FY24 Actual	FY25 Adopted	Preliminary Plan		*Difference FY26-FY25
				FY25	FY26	
<b>Spending</b>						
<b>Personal Services</b>						
Full-Time Salaried - Civilian	\$0	\$0	\$9,300	\$9,300	\$9,535	\$235
Unsalaries & Other Salaried	0	0	10	10	11	0
Additional Gross Pay	0	0	30	30	30	0
Overtime - Civilian	0	0	23	23	23	0
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,364</b>	<b>\$9,364</b>	<b>\$9,600</b>	<b>\$236</b>
<b>Other Than Personal Services</b>						
Contractual Services	\$0	\$0	\$2,564	\$6,638	\$1,548	(\$1,017)
Contractual Services - Professional Services	0	0	5,035	4,269	0	(5,035)
Property & Equipment	0	0	32	1	32	0
Other Services & Charges	0	0	25,211	5,716	8,257	(16,954)
Supplies & Materials	0	0	4	4	4	0
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$32,846</b>	<b>\$16,628</b>	<b>\$9,840</b>	<b>(\$23,005)</b>
<b>TOTAL</b>	<b>\$0</b>	<b>\$0</b>	<b>\$42,210</b>	<b>\$25,992</b>	<b>\$19,440</b>	<b>(\$22,770)</b>
<b>Funding</b>						
City			\$42,210	\$23,646	\$19,440	(\$22,770)
Intra-City			0	2,071	0	0
Other Categorical			0	275	0	0
<b>TOTAL</b>	<b>\$0</b>	<b>\$0</b>	<b>\$42,210</b>	<b>\$25,992</b>	<b>\$19,440</b>	<b>(\$22,770)</b>
<b>Budgeted Headcount</b>						
Full-Time Positions - Civilian	0	0	88	88	88	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>88</b>	<b>88</b>	<b>88</b>	<b>0</b>

*\*The difference of Fiscal 2026 Preliminary Budget compared to Fiscal 2025 Adopted Budget.*

*Source: New York City Office of Management and Budget*

**Miscellaneous Revenue**

The Preliminary Plan includes approximately \$50,000 of DDC miscellaneous revenue in Fiscal 2026, which is equal to the Fiscal 2025 budget at Adoption.

<i>Dollars in Thousands</i>						
Revenue Sources	FY23	FY24	FY25	Preliminary Plan		*Difference
	Actual	Actual	Adopted	FY25	FY26	FY26-FY25
Bid Documents Fees	\$26	\$0	\$50	\$50	\$50	\$0
<b>TOTAL</b>	<b>\$26</b>	<b>\$0</b>	<b>\$50</b>	<b>\$50</b>	<b>\$50</b>	<b>\$0</b>

*\*The difference of Fiscal 2026 Preliminary Budget compared to Fiscal 2025 Adopted Budget.  
Source: New York City Office of Management and Budget*