

# Solomon Energy

## Situation

Solomon Energy is a multi-billion dollar utility provider in the greater Colorado area with \$500M in annual revenue. It owns its own HQ building in Denver Colorado.

## Complication

Solomon management is considering selling its current 100 story building in uptown Denver to buy another building in Denver to accommodate its growing workforce.

## Question

The CFO is concerned that the cost of moving out of Solomon's current building will not justify the benefits, and has hired you to determine whether or not the company should move.

# Cost Data

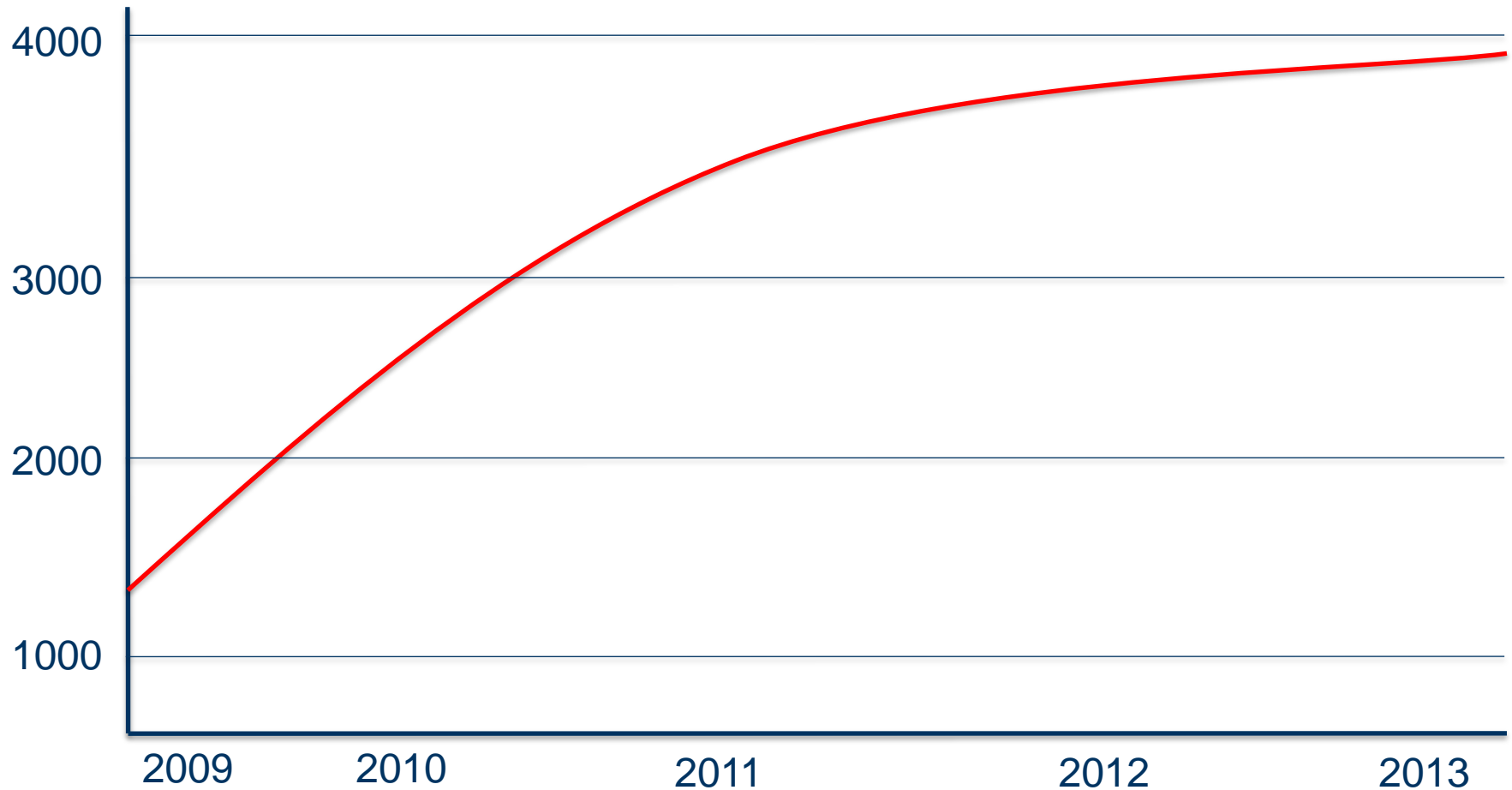
Current Building	Proposed Building	Cost to Move	Employees
\$315M	\$330M	\$6M	3750

Annual Costs		
	Current Building	Proposed Building
Taxes	\$12M	\$14M
Utilities	\$12M	\$6M
Insurance	\$3M	\$4M
Maintenance	\$11M	\$10M
Staff	\$1.5M	\$3M

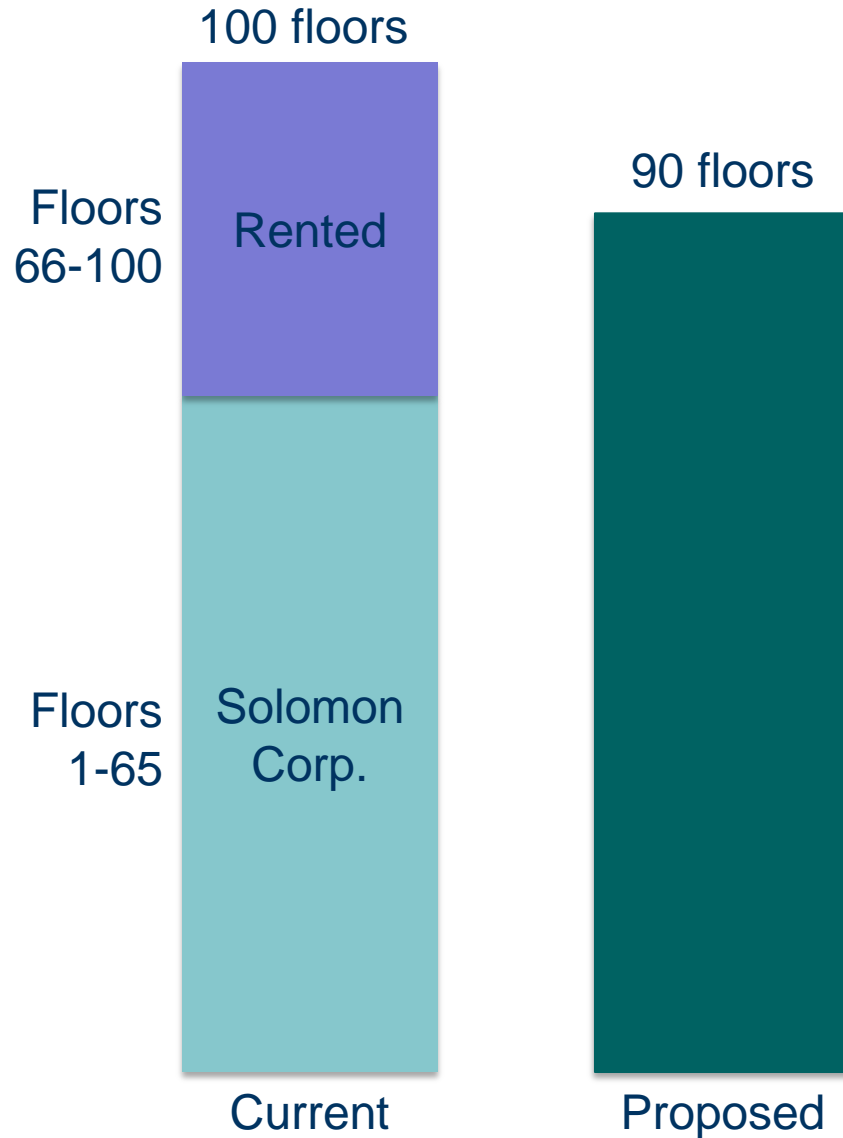
# Employment Trends

## Expected Employees Needed

Employees



# Current Occupation and Needs



	Current Building	Proposed Building
Floors Needed	About 75	About 80

# Rent Breakdown by Building

