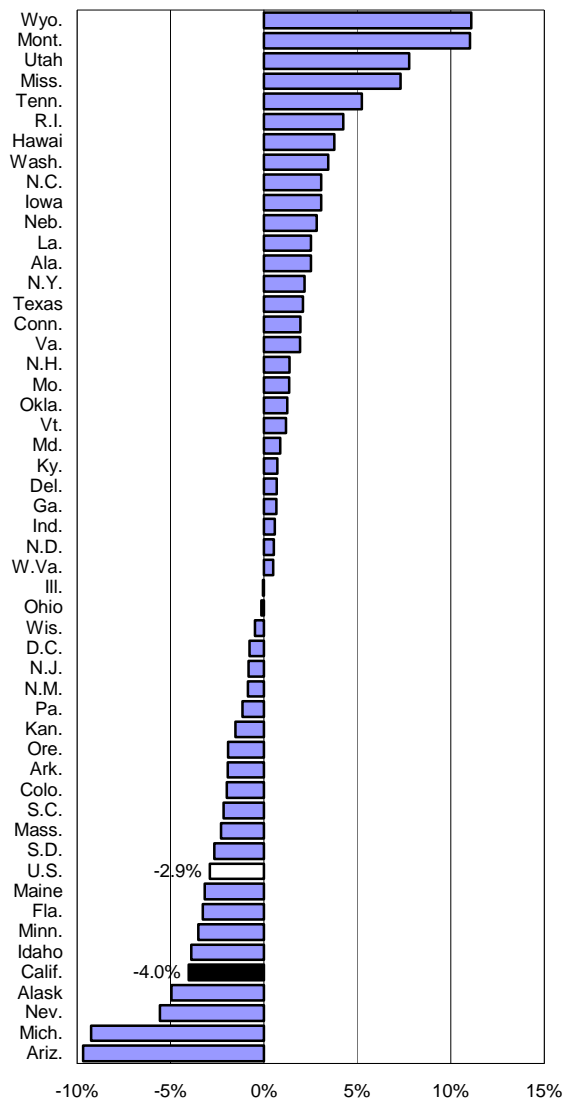


The Key Role of Construction in California's Economy

- The industry **employed 899,500 workers** in December 2007, 6% of the state's nonfarm employment of 15,291,400 and a decrease of 4% from one year before. Nationally, construction accounted for 5% of nonfarm employment but fell 2.9% over the year as homebuilding shrank.
- Construction **contributed \$83 billion to state GDP** of \$1,727 billion in 2006.
- **Annual pay** in 2006 in construction averaged \$48,321, 1% more than the private sector average of \$47,809. Nationally, construction pay averaged \$44,496, 5% more than the national private sector average of \$42,414.
- **Small business** is big in construction. California had 74,296 construction firms in 2005, of which 89% employed fewer than 20 workers. In addition, California had 207,214 construction firms without employees, mainly sole proprietorships, in 2005.
- California's **population** grew 0.8% from July 2006 to July 2007, 25th fastest of all states; the national growth rate was 1%. Population growth affects the demand for many types of construction.

Percent Change in Construction Employment
(December 2006 – December 2007)



2006 Average Annual Pay in Construction

