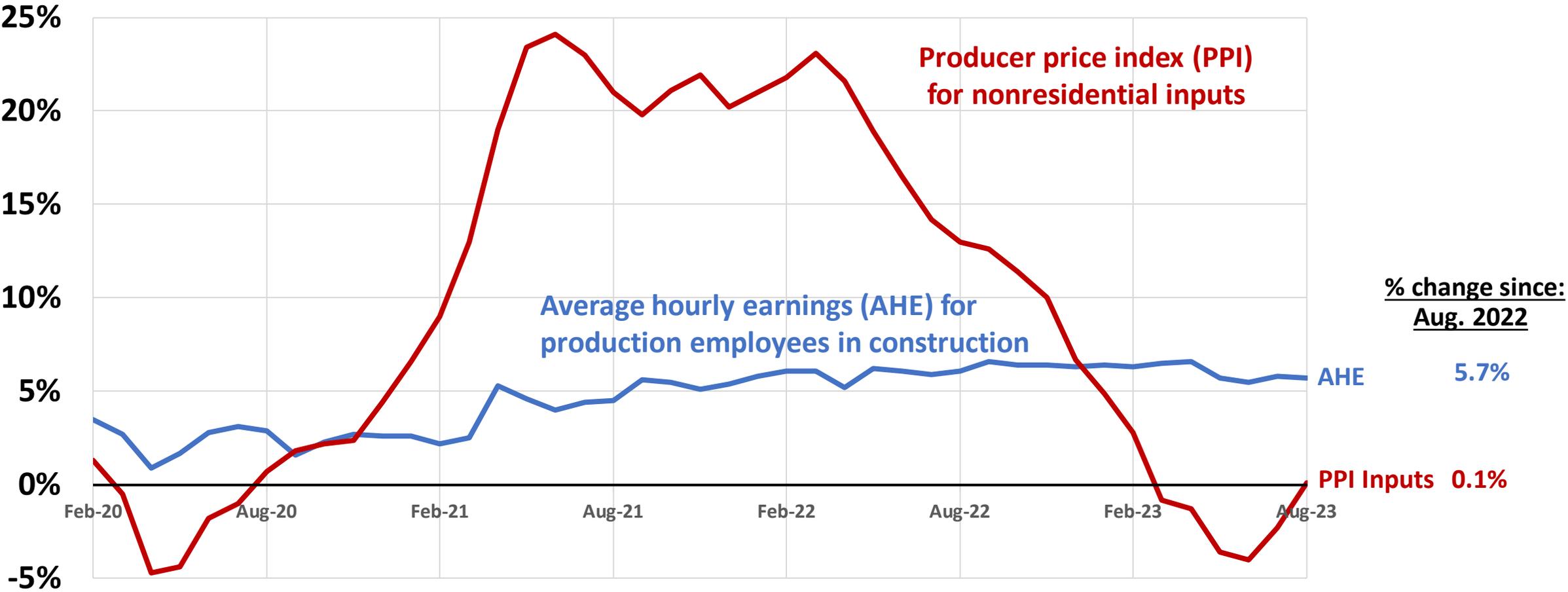


Construction inputs & labor costs



Year-over-year change in PPI for nonresidential inputs & AHE for production employees in construction, Feb. 2020 – Aug. 2023



1 | Source: Bureau of Labor Statistics, PPI, www.bls.gov/ppi ; Current Employment Statistics, AHE, <https://www.bls.gov/ces/> (©2023 The Associated General Contractors of America, Inc.)

Some construction costs remain volatile

producer price indexes, 1 - & 12-mo. change (not seasonally adjusted)



August 2023 change from:
July 2023 **August 2022**
(1 month) **(12 months)**

Cement	0.0%	11.0%
Ready-mix concrete	0.4%	9.6%
Diesel fuel	34.6%	-14.4%

Subcontractor price indexes, nonresidential building work

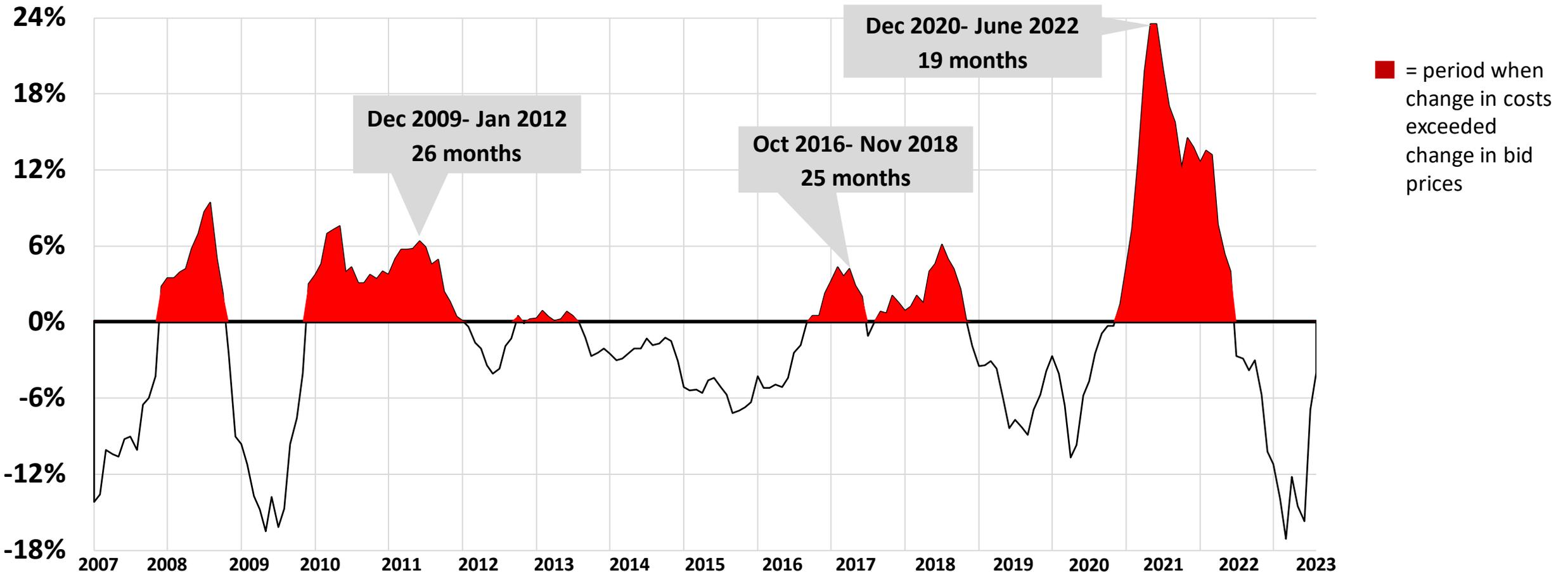
Roofing contractors	-0.1%	11.9%
Plumbing contractors	-1.5%	7.1%
Electrical contractors	-1.4%	4.7%
Concrete contractors	0.1%	-1.8%

Cost squeeze on contractors can reappear suddenly, last 2+ years

Difference between year-over-year change in materials costs vs. bid prices, Jan 2007-Aug 2023



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3 | Source: BLS, www.bls.gov/ppi, producer price indexes for goods inputs to nonresidential construction (material costs) and new school building construction (bid prices)