

# Dallas, TX

U.S. Construction Market | Market Snapshot Q2 - 2022

Dallas is expected to make big investments in its infrastructure in the coming years. The Dallas-Fort Worth Metroplex has grown by almost 20% over the last 10 years, with the majority of that being on the periphery. Thanks to single-family zoning laws, DFW has grown out rather than up, and today occupies an area roughly the size of New Jersey. Unlike many cities on the West Coast, which have essentially developed all usable land, Dallas has plenty of space for everyone. The terrain is flat and providing additional services is easy. Tying these communities together, however, requires upgrading existing highways and building access to these new developments.

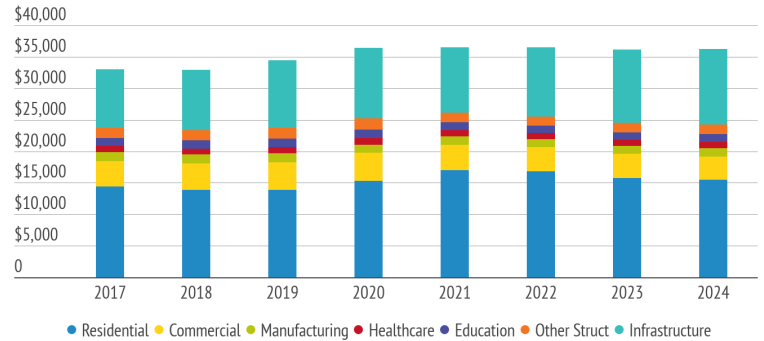
City officials are hoping to increase business travel to the DFW area (already one of the most popular destinations in the country) by investing in a new convention center downtown. It will break ground in 2024 and open four years later and will be attached to existing buildings. Once complete, Dallas will be able to rival Las Vegas and Chicago for large trade shows and conventions – and crucially, their attendees. This will hopefully drive demand for hotels, restaurants, and retail, and add potentially billions of dollars to the city's economy.

## Total Construction Market Volume by Sector (x \$1m, Nominalized 2012\$)

Sector		HISTORIC					FORECAST		
		2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Increase</b>	<b>Y-O-Y %</b>	-0.4%	4.6%	5.7%	0.3%	0.0%	-1.0%	0.3%	
Residential	Y-O-Y %	-3.7%	-0.3%	11.0%	10.6%	-1.1%	-6.0%	-1.8%	
Commercial	Y-O-Y %	4.2%	3.3%	0.3%	-8.2%	-4.8%	-1.9%	-2.2%	
Manufacturing	Y-O-Y %	-0.9%	8.4%	-10.7%	1.3%	-1.2%	-0.7%	1.0%	
Healthcare	Y-O-Y %	-2.4%	5.5%	5.0%	-2.6%	-4.7%	-0.6%	2.4%	
Education	Y-O-Y %	1.9%	5.0%	-0.4%	-10.3%	-2.2%	0.1%	1.8%	
Other Struct*	Y-O-Y %	1.0%	-0.6%	7.5%	-14.0%	-6.4%	4.6%	4.6%	
Infrastructure	Y-O-Y %	2.5%	12.7%	4.1%	-6.7%	5.3%	6.2%	3.0%	

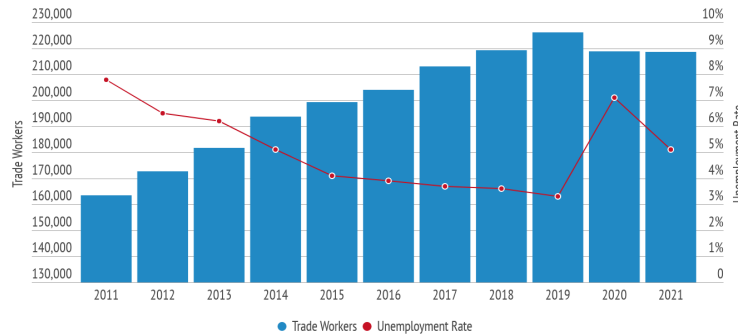
\* This includes religious buildings, amusement, government communications, and public recreation projects.

## Annual Volume (x\$1M, 2012\$)



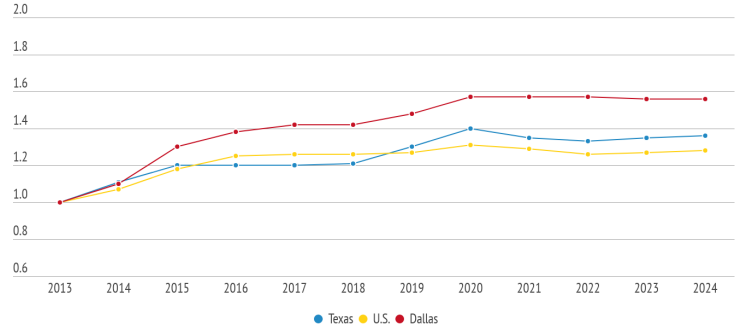
SOURCE: IHS-Markit

## Regional Construction Employment



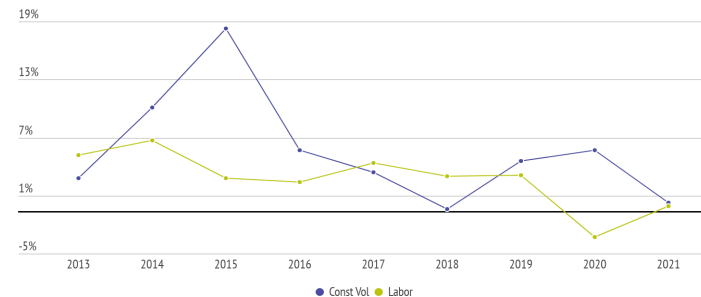
SOURCE: U.S. Bureau of Labor Statistics

## Construction Spending Index 2013-2023 (2013=1.0)



SOURCE: IHS-Markit

## Construction Volume vs Labor - Annual Increase/Decrease



SOURCE: ReedConnect

## Top Regional Projects Sorted by Construction Value

Project	Location	Value
Hyperloop One / Texas Triangle	Dallas	\$77.4B
CA Ventures McKinney	McKinney	\$22.0B
Texas Central Railway High-Speed Line	Dallas	\$18.0B
Samsung Semiconductor Chipmaking Plant	Taylor	\$17.0B
Genard Expansion	Houston	\$15.0B
Texas Instruments Semiconductor Wafer Fabrication Plants Construction	Sherman	\$15.0B
Blue Line HCT Corridor - Capital Metropolitan Transportation Authority	Austin	\$10.3B
Project Connect Orange Line Station	Austin	\$10.0B
Sempra Energy - Liquefied Natural Gas Export Terminal - Phase 1 Trains 1 & 2 / Port Arthur	Port Arthur	\$9.0B
Rio Grande LNG	Port Isabel	\$9.0B

SOURCE: ReedConnect