

The Los Angeles market has continued the slowdown that began at the beginning of the year. It has one of the highest costs of living in the country, and restrictive zoning laws mean that almost all developable land is already in use. To this end, officials have amended zoning laws across the state particularly with support from Mayor Karen Bass with a hope to provide more affordable housing and support for small business.

Despite the slowdown, the city's strong economy has reliably supported new construction. This is especially true of the entertainment and technology sectors, of which LA is a leader. Los Angeles has the third largest economy of any city in the world, behind only Tokyo and New York. Elements indicating a slowdown are starting to be seen across the city particularly in the urban cores.

Los Angeles, CA

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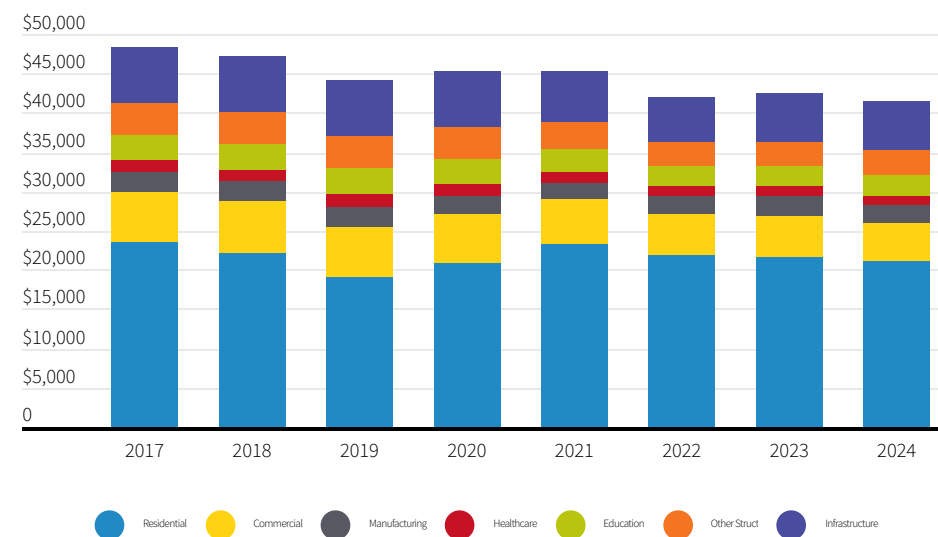
Total Construction Market Volume by Sector (x \$1m, Nominalized 2012\$)

Sector	2017	2018	2019	2020	2021	2022	2023	2024
Total Increase	2.2%	-2.3%	-6.5%	2.4%	0.3%	-7.6%	1.3%	-2.2%
Residential	7.7%	-5.4%	-14.6%	9.7%	11.4%	-6.1%	-0.5%	-2.2%
Commercial	4.2%	2.8%	0.4%	-3.8%	-10.6%	-7.8%	-0.9%	-7.7%
Manufacturing	-15.4%	-5.2%	4.1%	-11.3%	-3.6%	8.7%	6.1%	-10.9%
Healthcare	5.7%	-2.9%	-1.1%	0.8%	-4.0%	-7.8%	-0.9%	1.4%
Education	3.7%	1.6%	3.4%	-3.3%	-15.8%	-11.8%	0.4%	2.1%
Other Structure*	3.7%	1.2%	-3.8%	0.3%	-8.1%	-9.3%	-2.1%	0.9%
Infrastructure	-10.1%	1.3%	1.8%	-2.2%	-8.3%	-15.6%	11.5%	2.0%

◀ HISTORIC FORECAST ▶

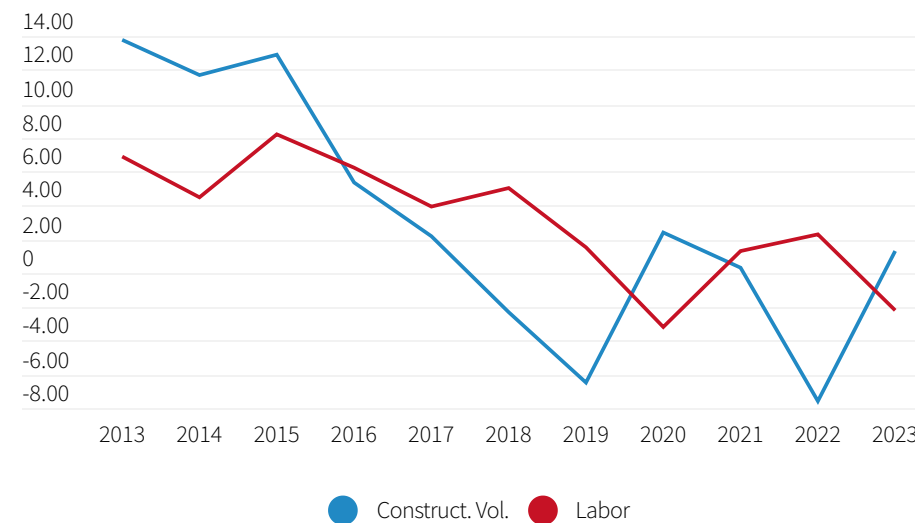
* This includes religious buildings, amusement, government communications, and public recreation projects.

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



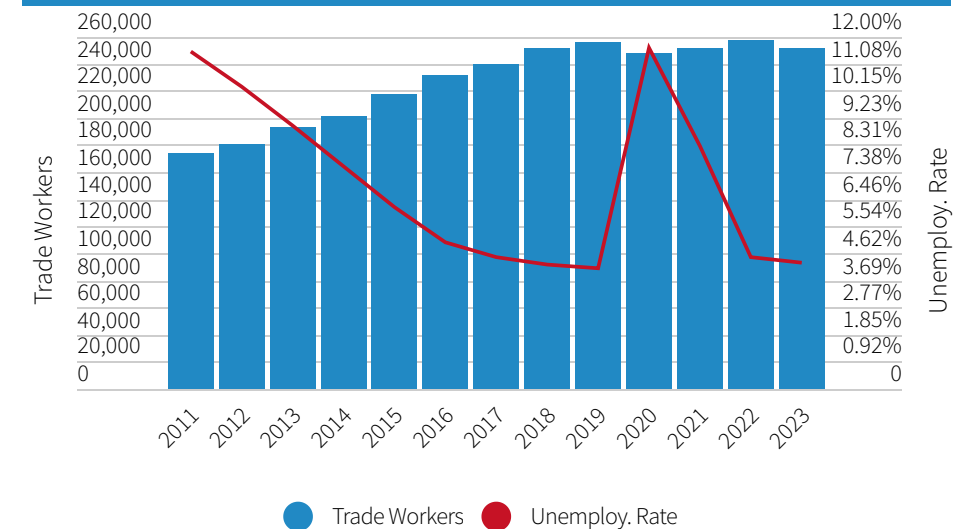
SOURCE: IHS-Market

Construction Volume vs Labor - Annual Increase/Decrease



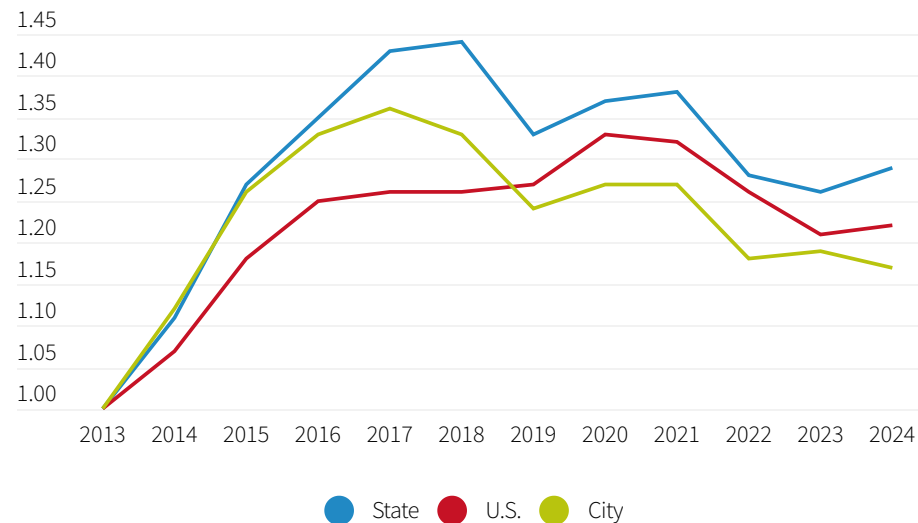
SOURCE: ReedConnect

Regional Construction Employment



SOURCE: U.S. Bureau of Labor Statistics

Construction Spending Index 2013-2024 (2013=1.0)



SOURCE: IHS-Market

Top Regional Projects Sorted by Construction Value

Project Name	Location	Value
Warner Center 2035	Los Angeles	\$5B
One Beverly Hills Mixed-Use Development	Beverly Hills	\$2B
CONRAC Facility	Los Angeles	\$2B
6 AM Art District Mixed Use	Los Angeles	\$2B
Hollywood Park Redevelopment	Inglewood	\$2B
Promenade 2035	Los Angeles	\$1.5B
Intuit Dome	Inglewood	\$1.2B
San Pedro Waterfront Project	San Pedro	\$1.2B
Hollywood Center Mixed Use Complex	Los Angeles	\$1B
LAX/Metro Transit Center	Los Angeles	\$900M

SOURCE: ReedConnect