



# The Economic Impact of Construction in the United States and Virginia

## Economic Impact of Construction:

- U.S. gross domestic product (GDP)—the value of all goods and services produced in the country—totalled \$29 trillion at a seasonally adjusted annual rate in the 2<sup>nd</sup> quarter of 2024; construction contributed \$1.3 trillion (4.5%).
- In Virginia, construction contributed \$38 billion (5.0%) of the state’s GDP of \$759 billion.
- There were 943,000 construction establishments in the U.S. in the 1<sup>st</sup> quarter of 2024, including 23,200 in Virginia. (An establishment is a fixed business location; about 99% of construction firms have only one establishment.)

## Construction Spending:

- Nonresidential spending in the U.S. totalled \$1.1 trillion in 2023 (\$706 billion private, \$440 billion public).
- Residential construction spending employed 8.3 million workers in August 2024, an increase of 228,000 (2.8%) from August 2023 and an increase of 8.7% from February 2020, the peak pre-pandemic month.
- Construction employment in Virginia in August 2024 totalled 227,300 an increase of 11,800 (6%) from August 2023 and an increase of 20,000 or 10% from February 2020.

## Construction Industry Pay:

- Construction jobs pay well. In Virginia, 3 out of the 5 most numerous construction occupations had median annual pay exceeding the median for all employees in 2023. (Half of workers earn more than the median; half earn less.)

