

Orlando, FL

U.S. Construction Market | Market Snapshot Q1 - 2021

Orlando had a modest decline of less than 1% in 2020, as the residential sector heated up to offset many of the reductions seen in other sectors. This should be the same story for 2021, where we expect a 2.7% increase in total construction market volume and an 11.8% increase in the residential construction sector. Overall, while 2021 is expected to be a rebound year for Orlando, the first quarter is expected to be flat before the uptick starts in the second quarter; the boost will occur in the third quarter

onwards. Owing to people from various walks of life choosing to reside in the suburbs of Orlando, this city is going through major population growth. Another reason for the growing economy and population expansion in Orlando is the developed transportation infrastructure, which makes traveling between destinations more convenient. Florida's unemployment rate declined to 4.8% in January as businesses continued to reopen and key service industries started to see more customers as COVID-19 wanes.

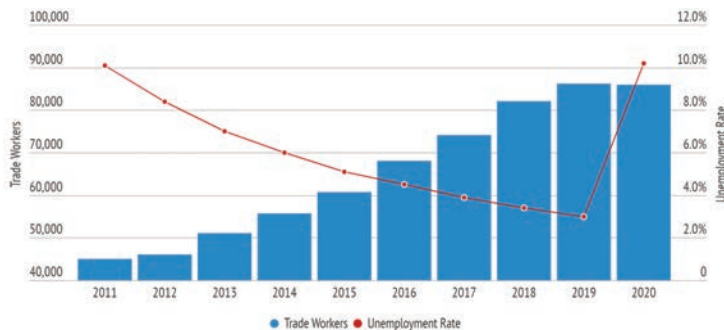
Total Construction Market Volume by Sector (x \$1m, Nominalized 2012\$)

Sector	2016	2017	2018	2019	2020	2021	2022	2023
Total (x \$1m)	11,777	11,692	12,577	12,997	12,879	13,223	13,893	13,959
Residential	5,411	5,432	6,263	6,280	6,402	7,158	7,484	7,488
Commercial	1,432	1,498	1,554	1,534	1,432	1,287	1,278	1,287
Manufacturing	250	225	227	250	230	205	203	201
Healthcare	339	359	345	373	378	383	394	397
Education	442	465	472	476	468	446	476	492
Other Struct*	637	691	715	681	681	604	583	574
Infrastructure	3,266	3,021	3,000	3,403	3,289	3,141	3,476	3,521
Total Increase	Y-O-Y %	-0.7%	7.6%	3.3%	-0.9%	2.7%	5.1%	0.5%
Residential	Y-O-Y %	0.4%	15.3%	0.3%	1.9%	11.8%	4.5%	0.1%
Commercial	Y-O-Y %	4.6%	3.7%	-1.3%	-6.6%	-10.2%	-0.7%	0.7%
Manufacturing	Y-O-Y %	-10.0%	1.0%	9.9%	-7.9%	-10.8%	-1.0%	-1.0%
Healthcare	Y-O-Y %	6.0%	-3.7%	7.9%	1.4%	1.4%	2.8%	0.8%
Education	Y-O-Y %	5.2%	1.5%	1.0%	-1.8%	-4.6%	6.8%	3.3%
Other Struct*	Y-O-Y %	8.4%	3.4%	-4.7%	-0.1%	-11.3%	-3.4%	-1.5%
Infrastructure	Y-O-Y %	-7.5%	-0.7%	13.4%	-3.4%	-4.5%	10.7%	1.3%

SOURCE: IHS-Markit

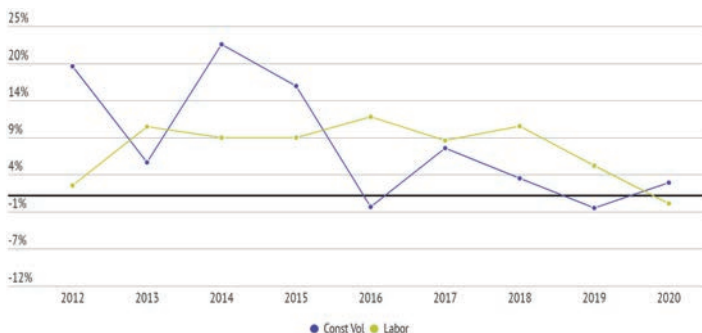
* This includes religious buildings, amusement, government communications and public recreation projects.

Regional Construction Employment



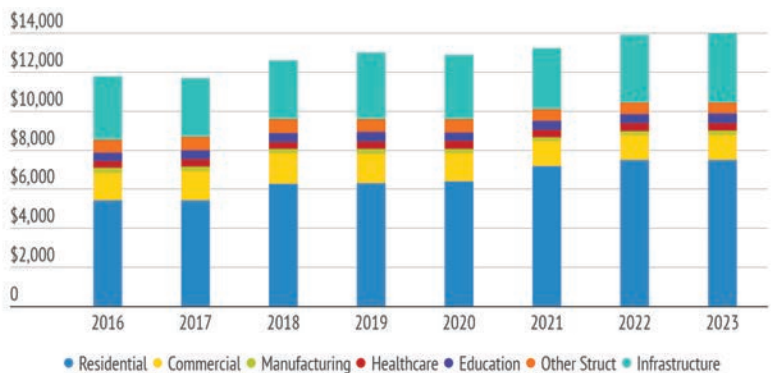
SOURCE: U.S. Bureau of Labor Statistics

Construction Volume vs Labor - Annual Increase/Decrease



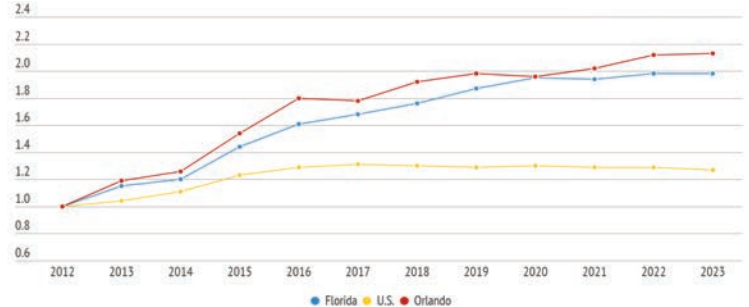
SOURCE: ReedConnect

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



SOURCE: IHS-Markit

Construction Spending Index 2010-2021 (2010=1.0)



SOURCE: IHS-Markit

Top Regional Projects Sorted by Construction Value

Project	Location	Value
Brownie Wise Mixed Use	Kissimmee	\$0.4B
Cannongate Mixed-Use	Orlando	\$0.3B
SKYPLEX Entertainment Complex	Orlando	\$0.3B
Camden Market Orlando	Orlando	\$0.3B
Palm Parkway Timeshare Units	Orlando	\$0.2B
Treasure Cove Vacation Club	Orlando	\$0.2B
Sunterra Resorts	Orlando	\$0.1B
Quadrangle PD Student Housing	Orlando	\$0.1B
Jet Blue Orlando Support Center Expansion	Orlando	\$0.1B
Venus Theme Park Expansion	Orlando	\$0.1B

SOURCE: ReedConnect