

Construction in Maine

Our Concerns

- ❖ Today vs Q3, Q4 and 2021
- ❖ Available Workforce Today vs Stable Workforce Tomorrow
- ❖ Private Work Today, Public & Private Work in 2021



Initial Challenges

- ❖ AGC America Surveyed Contractors Weekly Throughout Pandemic.
- ❖ In general projects slowed, production slowed.
- ❖ Maine vertical contractors first to report drop in private work.
- ❖ Four weeks into shutdown site work contractors report local planned projects halted.
- ❖ Nationally nearly one million construction jobs lost nationwide in April, and in Maine 1,200 construction jobs lost.

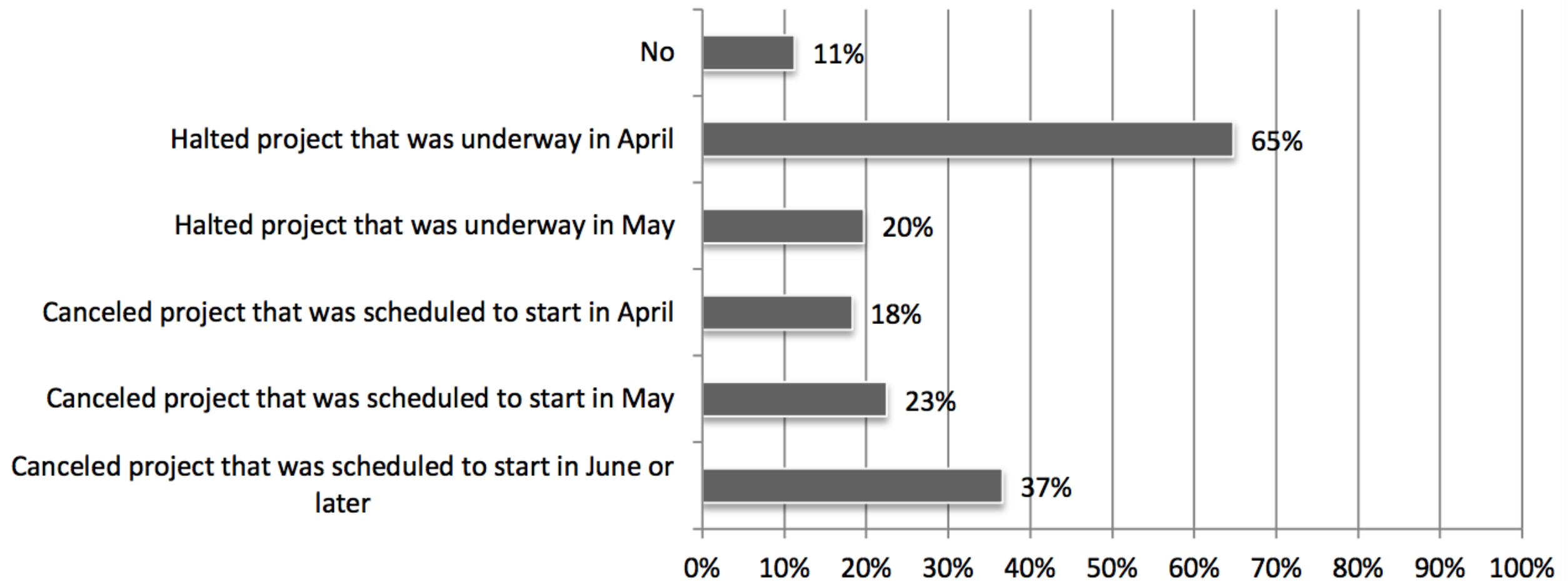


Job Numbers by Month

- ❖ March 2020: 29,800
- ❖ April 2020: 28,700
- ❖ May 2020: 29,400 (Compared to May 2019: 29,700)
 - ❖ What division had the bump, did losses continue in vertical?
- ❖ Rank 14th in the Country in 12 month gain or loss with -1% or 300 jobs

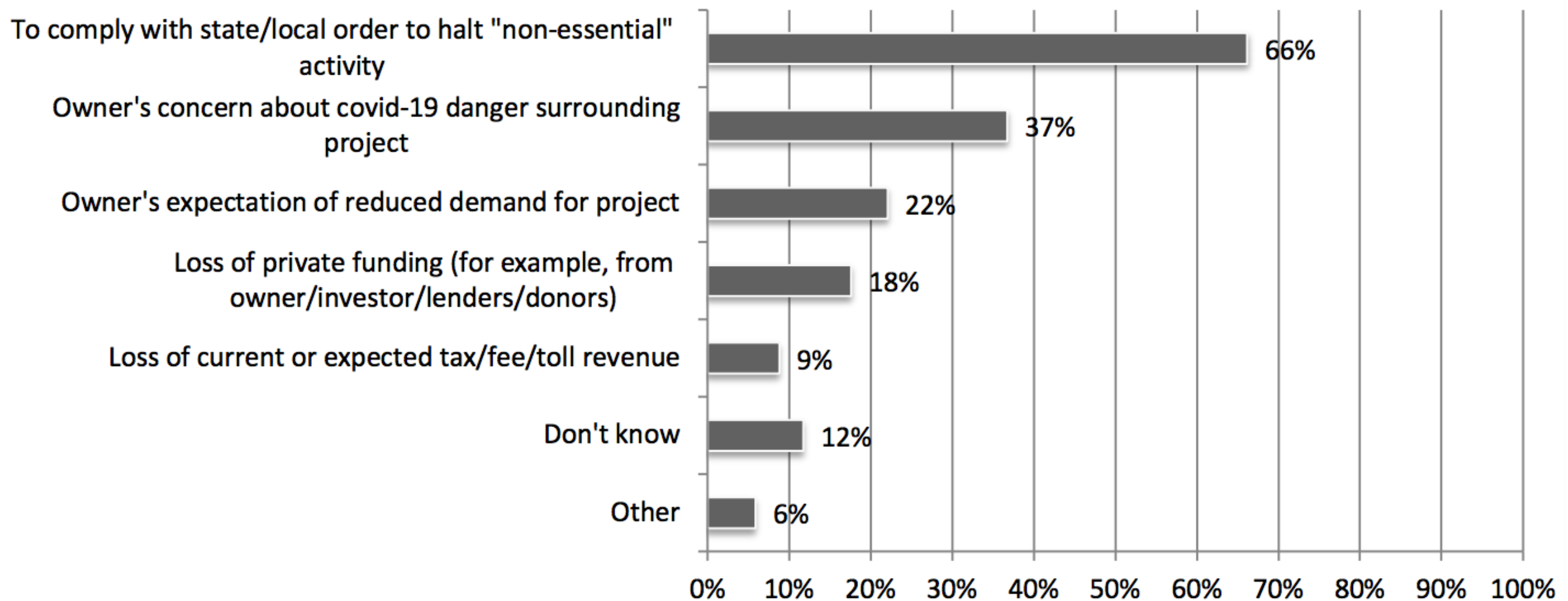
Market Survey May 2020

1. Did an owner (including a public owner regarding its own projects) direct you to halt or cancel work on any current or upcoming projects? (check all that apply) Responses: 71.



Market Survey May 2020

2. To the best of your knowledge, why did the owner halt construction? (check all that apply) Responses: 68.



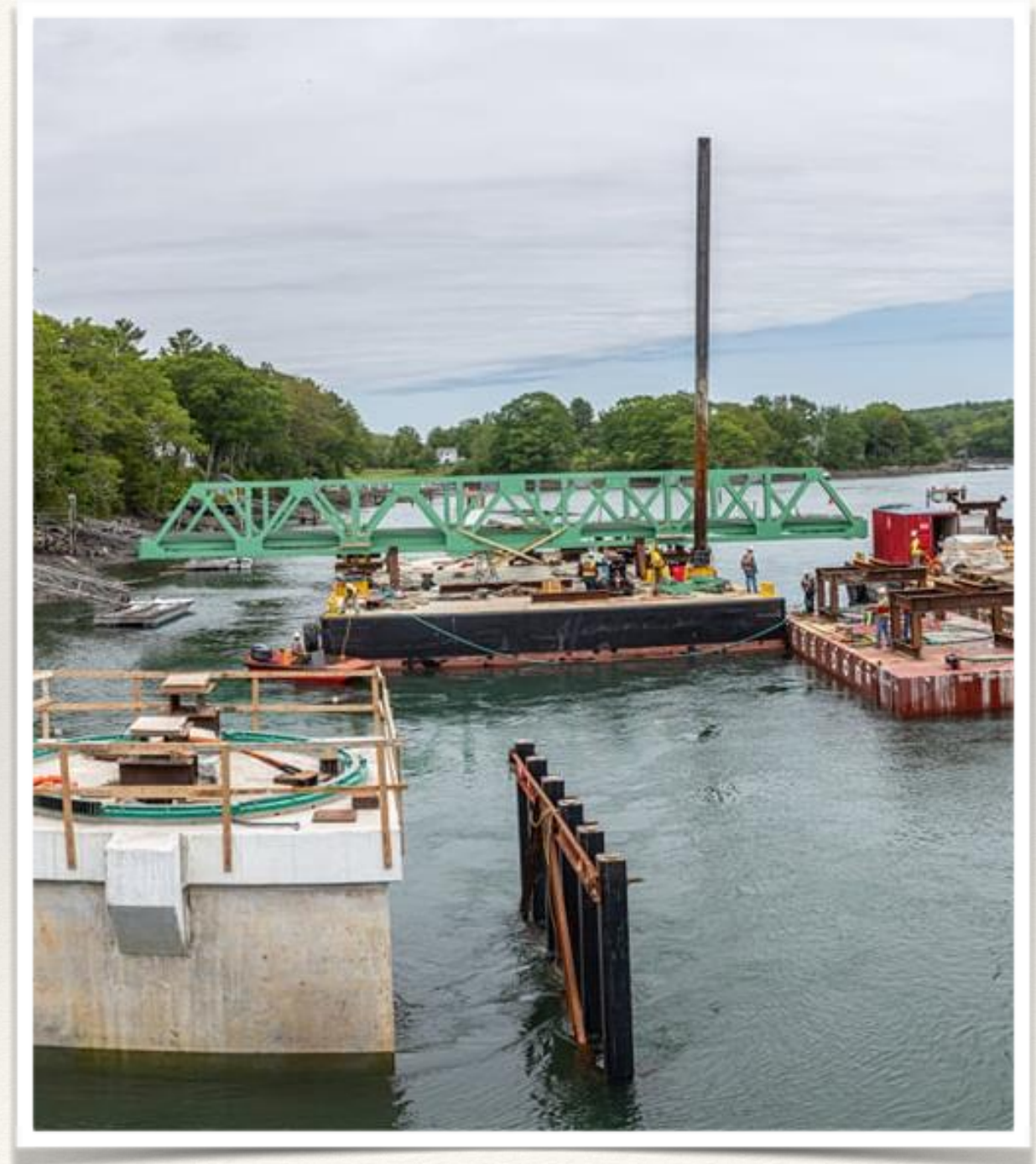
Concerns by Division: Vertical

- ❖ Subcontractors reported report in April project cancellations allowed project availability
- ❖ Some firms reported 50% loss of anticipated projects
- ❖ Private sector investment in retail, hospitality construction
- ❖ Projects halted and concerns with municipal projects such as public safety buildings, schools, other city buildings.
- ❖ State funded projects for 2021
- ❖ Higher education projects for 2021



Concerns by Division: Site Work/Highway

- ❖ Locally funded Water/wastewater projects, how much revenue lost for districts? (Commercial use of systems)
- ❖ Vertical project drops in 2021.
- ❖ Culvert investment drops off in 2021.
- ❖ Loss of Gas Tax Revenue \$125+/-
- ❖ Toll Revenue Drops



Open Questions for the Industry

- ❖ Recruiting is challenged today with new unemployment programs.
- ❖ Can the industry maintain in 2021?
- ❖ What programs can stimulate private investment?
- ❖ Will public infrastructure fill gap in private work in 2021?



**AGC
MAINE**

THE CONSTRUCTION
ASSOCIATION

Questions?

matt@agcmaine.org

Cell 207-530-3001

www.agcmaine.org
