

MEET YOUR LOCAL EXPERT



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Kirk manages the Washington, DC office.

With more than 23 years of industry experience, Kirk is responsible for project leadership for both public and private sector clients.

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COST CONSIDERATIONS THINGS TO WATCH OUT FOR



MATERIAL PROCUREMENT The Washington DC market is still seeing delays in material procurement. This is due to shipping constraints and labor shortages. Project schedules are being pushed out longer, and contractors are forced to issue packages early to meet project schedules.



UP-AND-COMING Residential and mixed-use projects are by far the busiest in the Washington, DC metropolitan region with K-12 and higher education projects continuing to see an uprise in activity.



BIDDING ENVIRONMENT The bidding environment continues to be non-competitive, as the market is saturated with new projects; with the on-going labor shortages, the cost of projects continues to rise. Sub-contractor availability continues to remain limited.

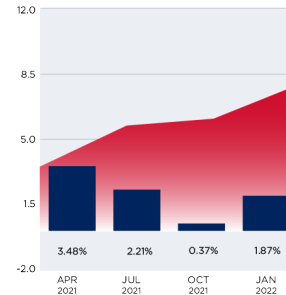


INFRASTRUCTURE The new trillion dollar bi-partisan infrastructure bill was passed into law in November. The legislation will put \$110 billion into roads, bridges, and other major projects. It will invest \$66 billion in freight and passenger rail, including potential upgrades to Amtrak. It will direct \$39 billion into public transit systems.

CONSTRUCTION COST DRIVERS

MATERIALS	APPROX. CHANGE Q4 2021-Q1 2022
Rebar	▲ 7.0%
Structural Steel	▲ 0.9%
Ready-Mix Concrete	▲ 1.8%
Lumber	▲ 39.9%
Copper	▼ -3.3%
Plumbing Fixtures	▲ 0.7%
Diesel	▲ 4.1%

CITY COST INDEX



PROJECTED MARKET TRENDS

8.15%
DC YOY
escalation rate

8.04%
National YOY
escalation rate



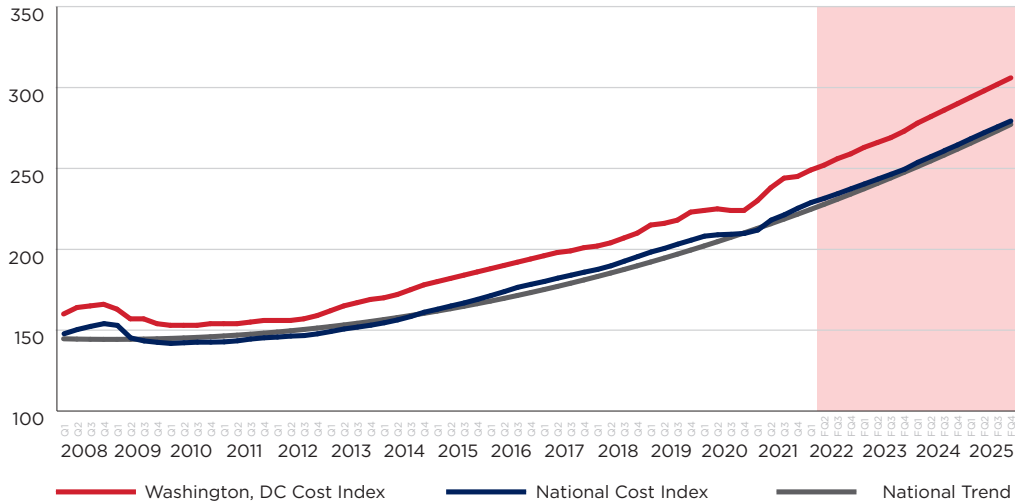
DON'T MISS OUT ON FUTURE INSIGHTS!



For more than 20 years, we have published a quarterly construction cost report to provide you with the most accurate and up-to-date construction pricing information in the market.

SCAN TO SUBSCRIBE

CONSTRUCTION COST INDEX, ESCALATION, AND TRENDS



ABOUT THE CHART

This chart compares our National Construction Cost Index with local escalation, the construction cycle trend, and provides our projection through 2025.

WHAT THIS MEANS FOR YOU

Based on the current market, here is some advice: consider early release and pre-purchase packages, identify long-lead items, develop strategic cost planning with potential value engineering, strategize material selection and be flexible to alternatives, and review contract language.