# Plumbing, Heating, and Air-Conditioning Contractors: 2002

Issued December 2004

EC02-23I-238220

## **2002 Economic Census** *Construction* Industry Series



Helping You Make Informed Decisions

U.S. Department of Commerce Economics and Statistics Administration U.S. CENSUS BUREAU



#### ACKNOWLEDGMENTS

This report was prepared in the Manufacturing and Construction Division under the direction of **Judy M. Dodds**, Assistant Division Chief for Census and Related Programs who was responsible for the overall planning, management, and coordination. **Susan Bucci**, Chief, Construction and Minerals Branch, assisted by **Michael Blake**, Section Chief, and **Raphael Corrado**, **Tom Flood**, **Robert Miller**, and **Robert Rosati**, Special Assistants, performed the planning and implementation. **Delsey Newman**, **Donald Powers**, **John Roehl**, **Linda Taylor**, **Michael Taylor**, and **Robert Wright** provided primary staff assistance. **Mendel D. Gayle**, Chief, Census and Related Programs Support Branch, assisted by **Kimberly DePhillip**, Section Chief, performed overall coordination of the publication process. **Patrick Duck**, **Michael Flaherty**, **Taylor C. Murph**, **Wanda Sledd**, and **Veronica White** provided primary staff assistance.

Mathematical and statistical techniques, as well as the coverage operations, were provided by **Paul Hsen**, Assistant Division Chief for Research and Methodology Programs, assisted by **Stacey Cole**, Chief, Manufacturing Methodology Branch, and **Robert Struble**, Section Chief. **Jeffrey Dalzell** and **Cathy Gregor** provided primary staff assistance.

Eddie J. Salyers, Assistant Division Chief of Economic Planning and Coordination Division, was responsible for overseeing the editing and tabulation procedures and the interactive analytical software. **Dennis Shoemaker** and **Kim Wortman**, Special Assistants, John D. Ward, Chief, Analytical Branch, and Brandy L. Yarbrough, Chief, Edit Branch, were responsible for developing the systems and procedures for data collection, editing, review, and correction. Donna L. Hambric, Chief of the Economic Planning Staff, was responsible for overseeing the systems and information for dissemination. Douglas J. Miller, Chief, Tables and Dissemination Branch, assisted by Lisa Aispuro, Jamie Fleming, Keith Fuller, Andrew W. Hait, and Kathy G. Padgett were responsible for developing the data dissemination systems and procedures.

The Geography Division staff, **Robert LaMacchia**, Chief, developed geographic coding procedures and associated computer programs.

The Economic Statistical Methods and Programming Division, **Howard R. Hogan**, Chief, developed and coordinated the computer processing systems. **Barry F. Sessamen**, Assistant Division Chief for Post Collection, was responsible for design and implementation of the processing system and computer programs. **Gary T. Sheridan**, Chief, Macro Analytical Branch, assisted by **Apparao V. Katikineni** and **Edward F. Johnson** provided computer programming and implementation.

The Systems Support Division provided the table composition system. **Robert Joseph Brown**, Table Image Processing System (TIPS) Senior Software Engineer, was responsible for the design and development of the TIPS, under the supervision of **Robert J. Bateman**, Assistant Division Chief, Information Systems.

The staff of the National Processing Center performed mailout preparation and receipt operations, clerical and analytical review activities, and data entry.

**Margaret A. Smith, Bernadette J. Beasley, Michael T. Browne**, and **Alan R. Plisch** of the Administrative and Customer Services Division, **Walter C. Odom**, Chief, provided publication and printing management, graphics design and composition, and editorial review for print and electronic media. General direction and production management were provided by **James R. Clark**, Assistant Division Chief, and **Susan L. Rappa**, Chief, Publications Services Branch.

Special acknowledgment is also due the many businesses whose cooperation contributed to the publication of these data.

# Plumbing, Heating, and Air-Conditioning Contractors: 2002

Issued December 2004

EC02-23I-238220

### 2002 Economic Census

*Construction* Industry Series





U.S. Department of Commerce Donald L. Evans, Secretary

> Theodore W. Kassinger, Deputy Secretary

Economics and Statistics Administration Kathleen B. Cooper, Under Secretary for Economic Affairs

> U.S. CENSUS BUREAU Charles Louis Kincannon, Director



#### Economics and Statistics Administration

**Kathleen B. Cooper,** Under Secretary for Economic Affairs



#### U.S. CENSUS BUREAU Charles Louis Kincannon, Director

**Hermann Habermann,** Deputy Director and Chief Operating Officer

**Vacant,** Principal Associate Director for Programs

**Frederick T. Knickerbocker,** Associate Director for Economic Programs

**Thomas L. Mesenbourg,** Assistant Director for Economic Programs

William G. Bostic, Jr., Chief, Manufacturing and Construction Division

#### CONTENTS

	duction to the Economic Censusstruction	v ix
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11.	<ul> <li>Industry Statistics on 2002 NAICS Basis Distributed Among 1997 NAICS-Based Industries for the United States: 2002</li> <li>Employment Statistics for Establishments by State: 2002</li> <li>General Statistics for Establishments by State: 2002</li> <li>Detailed Statistics for Establishments: 2002</li> <li>Selected Statistics for Establishments by Employment Size Class: 2002</li> <li>Selected Statistics for Establishments by Value of Business Done Size Class: 2002</li> <li>Value of Construction Work for Establishments by Type of Construction: 2002</li> <li>Selected Statistics for Establishments by Specialization in Types of Construction: 2002</li> <li>Value of Business Done for Establishments by Kind-of-Business Activity: 2002</li> <li>Selected Statistics for Establishments by Specialization in Kind-of-Business Activity: 2002</li> <li>Value of Construction Work for Establishments by Location of Construction Work for Establishments by Specialization of Construction Work for Establishments by Specialization in</li> </ul>	1 2 3 4 5 6 7 8 10 11
App	endixes	
A. B. C. D. E. F.	Explanation of Terms NAICS Codes, Titles, and Descriptions Methodology Geographic Notes Metropolitan and Micropolitan Statistical Areas Detailed NAICS and Bridge Code Titles: 2002	A–1 B–1 C–1  F–1

-- Not applicable for this report.

## Introduction to the Economic Census

#### PURPOSES AND USES OF THE ECONOMIC CENSUS

The economic census is the major source of facts about the structure and functioning of the nation's economy. It provides essential information for government, business, industry, and the general public. Title 13 of the United States Code (Sections 131, 191, and 224) directs the Census Bureau to take the economic census every 5 years, covering years ending in "2" and "7."

The economic census furnishes an important part of the framework for such composite measures as the gross domestic product estimates, input/output measures, production and price indexes, and other statistical series that measure short-term changes in economic conditions. Specific uses of economic census data include the following:

- Policymaking agencies of the federal government use the data to monitor economic activity and to assess the effectiveness of policies.
- State and local governments use the data to assess business activities and tax bases within their jurisdictions and to develop programs to attract business.
- Trade associations study trends in their own and competing industries, which allows them to keep their members informed of market changes.
- Individual businesses use the data to locate potential markets and to analyze their own production and sales performance relative to industry or area averages.

#### **INDUSTRY CLASSIFICATIONS**

Data from the 2002 Economic Census are published primarily according to the 2002 North American Industry Classification System (NAICS). NAICS was first adopted in the United States, Canada, and Mexico in 1997. The 2002 Economic Census covers the following NAICS sectors:

21 22 23	Mining Utilities Construction
31-33	Manufacturing
42	Wholesale Trade
44-45	Retail Trade
48-49	Transportation and Warehousing
51	Information
52	Finance and Insurance
53	Real Estate and Rental and Leasing
54	Professional, Scientific, and Technical Services
55	Management of Companies and Enterprises
56	Administrative and Support and Waste Management and Remediation Services
61	Educational Services
62	Health Care and Social Assistance
71	Arts, Entertainment, and Recreation
72	Accommodation and Food Services
81	Other Services (except Public Administration)

(Not listed above are the Agriculture, Forestry, Fishing, and Hunting sector (NAICS 11), partially covered by the census of agriculture conducted by the U.S. Department of Agriculture, and the Public Administration sector (NAICS 92), largely covered by the census of governments conducted by the Census Bureau.)

The 20 NAICS sectors are subdivided into 100 subsectors (three-digit codes), 317 industry groups (four-digit codes), and, as implemented in the United States, 1,179 industries (six-digit codes).

#### **RELATIONSHIP TO HISTORICAL INDUSTRY CLASSIFICATIONS**

Prior to the 1997 Economic Census, data were published according to the Standard Industrial Classification (SIC) system. While many of the individual NAICS industries correspond directly to industries as defined under the SIC system, most of the higher level groupings do not. Particular care should be taken in comparing data for retail trade, wholesale trade, and manufacturing, which are sector titles used in both NAICS and SIC, but cover somewhat different groups of industries. The 1997 Economic Census *Bridge Between NAICS and SIC* demonstrates the relationships between NAICS and SIC industries. Where changes are significant, it may not be possible to construct time series that include data for points both before and after 1997.

Most industry classifications remained unchanged between 1997 and 2002, but NAICS 2002 includes substantial revisions within the construction and wholesale trade sectors, and a number of revisions for the retail trade and information sectors. These changes are noted in industry definitions and will be demonstrated in the *Bridge Between NAICS 2002 and NAICS 1997*.

For 2002, data for enterprise support establishments (those functioning primarily to support the activities of their company's operating establishments, such as a warehouse or a research and development laboratory) are included in the industry that reflects their activities (such as warehousing). For 1997, such establishments were termed auxiliaries and were excluded from industry totals.

#### **BASIS OF REPORTING**

The economic census is conducted on an establishment basis. A company operating at more than one location is required to file a separate report for each store, factory, shop, or other location. Each establishment is assigned a separate industry classification based on its primary activity and not that of its parent company. (For selected industries, only payroll, employment, and classification are collected for individual establishments, while other data are collected on a consolidated basis.)

#### **GEOGRAPHIC AREA CODING**

Accurate and complete information on the physical location of each establishment is required to tabulate the census data for states, metropolitan and micropolitan statistical areas, counties, and corporate municipalities (places) including cities, towns, townships, villages, and boroughs. Respondents were required to report their physical location (street address, municipality, county, and state) if it differed from their mailing address. For establishments not surveyed by mail (and those single-establishment companies that did not provide acceptable information on physical location), location information from administrative sources is used as a basis for coding.

#### AVAILABILITY OF ADDITIONAL DATA

All results of the 2002 Economic Census are available on the Census Bureau Internet site (www.census.gov) and on digital versatile discs (DVD-ROMs) for sale by the Census Bureau. The American FactFinder system at the Internet site allows selective retrieval and downloading of the data. For more information, including a description of reports being issued, see the Internet site, write to the U.S. Census Bureau, Washington, DC 20233-6100, or call Customer Services at 301-763-4100.

#### HISTORICAL INFORMATION

The economic census has been taken as an integrated program at 5-year intervals since 1967 and before that for 1954, 1958, and 1963. Prior to that time, individual components of the economic census were taken separately at varying intervals.

The economic census traces its beginnings to the 1810 Decennial Census, when questions on manufacturing were included with those for population. Coverage of economic activities was expanded for the 1840 Decennial Census and subsequent censuses to include mining and some commercial activities. The 1905 Manufactures Census was the first time a census was taken apart

from the regular decennial population census. Censuses covering retail and wholesale trade and construction industries were added in 1930, as were some service trades in 1933. Censuses of construction, manufacturing, and the other business censuses were suspended during World War II.

The 1954 Economic Census was the first census to be fully integrated, providing comparable census data across economic sectors and using consistent time periods, concepts, definitions, classifications, and reporting units. It was the first census to be taken by mail, using lists of firms provided by the administrative records of other federal agencies. Since 1963, administrative records also have been used to provide basic statistics for very small firms, reducing or eliminating the need to send them census report forms.

The range of industries covered in the economic census expanded between 1967 and 2002. The census of construction industries began on a regular basis in 1967, and the scope of service industries, introduced in 1933, was broadened in 1967, 1977, and 1987. While a few transportation industries were covered as early as 1963, it was not until 1992 that the census broadened to include all of transportation, communications, and utilities. Also new for 1992 was coverage of financial, insurance, and real estate industries. With these additions, the economic census and the separate census of governments and census of agriculture collectively covered roughly 98 percent of all economic activity. New for 2002 is coverage of four industries classified in the agriculture, forestry, and fishing sector under the SIC system: landscape architectural services, landscaping services, veterinary services, and pet care services.

Printed statistical reports from the 1992 and earlier censuses provide historical figures for the study of long-term time series and are available in some large libraries. Reports for 1997 were published primarily on the Internet and copies of 1992 reports are also available there. CD-ROMs issued from the 1987, 1992, and 1997 Economic Censuses contain databases that include all or nearly all data published in print, plus additional statistics, such as ZIP Code statistics, published only on CD-ROM.

#### SOURCES FOR MORE INFORMATION

More information about the scope, coverage, classification system, data items, and publications for the 2002 Economic Census and related surveys is published in the *Guide to the 2002 Economic Census* at www.census.gov/econ/census02/guide. More information on the methodology, procedures, and history of the census will be published in the *History of the 2002 Economic Census* at www.census.gov/econ/www/history.html.

This page is intentionally blank.

## Construction

#### SCOPE

The Construction sector (sector 23) comprises establishments primarily engaged in the construction of buildings or engineering projects (e.g., highways and utility systems). Establishments primarily engaged in the preparation of sites for new construction and establishments primarily engaged in subdividing land for sale, as building sites also are included in this sector.

Construction work done may include new work, additions, alterations, or maintenance and repairs. Activities of these establishments generally are managed at a fixed place of business, but they usually perform construction activities at multiple project sites. Production responsibilities for establishments in this sector are usually specified in (1) contracts with the owners of construction projects (prime contracts) or (2) contracts with other construction establishments (subcontracts).

Establishments primarily engaged in contracts that include responsibility for all aspects of individual construction projects are commonly known as general contractors, but also may be known as design-builders, construction managers, turnkey contractors, or (in cases where two or more establishments jointly secure a general contract) joint-venture contractors. Construction managers that provide oversight and scheduling only (i.e., agency) as well as construction managers that are responsible for the entire project (i.e., at risk) are included as general contractor type establishments. Establishments of the "general contractor type" frequently arrange construction of separate parts of their projects through subcontracts with other construction establishments.

Establishments primarily engaged in activities to produce a specific component (e.g., masonry, painting, and electrical work) of a construction project are commonly known as specialty trade contractors. Activities of specialty trade contractors are usually subcontracted from other construction establishments but, especially in remodeling and repair construction, the work may be done directly for the owner of the property.

Establishments primarily engaged in activities to construct buildings to be sold on sites that they own are known as operative builders, but also may be known as speculative builders or merchant builders. Operative builders produce buildings in a manner similar to general contractors, but their production processes also include site acquisition and securing of financial backing. Operative builders are most often associated with the construction of residential buildings. Like general contractors, they may subcontract all or part of the actual construction work on their buildings.

There are substantial differences in the types of equipment, work force skills, and other inputs required by establishments in this sector. To highlight these differences and variations in the underlying production functions, this sector is divided into three subsectors.

Subsector 236, Construction of Buildings, comprises establishments of the general contractor type and operative builders involved in the construction of buildings. Subsector 237, Heavy and Civil Engineering Construction, comprises establishments involved in the construction of engineering projects. Subsector 238, Specialty Trade Contractors, comprises establishments engaged in specialty trade activities generally needed in the construction of all types of buildings.

**Exclusions.** Force account construction is construction work performed by an enterprise primarily engaged in some business other than construction for its own account and use, using employees of the enterprise. This activity is not included in the construction sector unless the construction work performed is the primary activity of a separate establishment of the enterprise.

The installation and the ongoing repair and maintenance of telecommunications and utility networks is excluded from construction when the establishments performing the work are not independent contractors. Although a growing proportion of this work is subcontracted to independent contractors in the Construction Sector, the operating units of telecommunications and utility companies performing this work are included with the telecommunications or utility activities.

The tabulations for this sector do not include central administrative offices, warehouses, or other establishments that serve construction establishments within the same organization. Data for such establishments are classified according to the nature of the service they provide. For example, separate headquarters establishments are reported in NAICS Sector 55, Management of Companies and Enterprises.

The reports described below exclude establishments of firms with no paid employees. These "nonemployers," typically self-employed individuals or partnerships operating businesses that they have not chosen to incorporate, are reported separately in *Nonemployer Statistics*. The contribution of nonemployers, relatively large for this sector, may be examined at www.census.gov/nonemployerimpact.

**Definitions.** Industry categories are defined in Appendix B, NAICS Codes, Titles, and Descriptions. Other terms are defined in Appendix A, Explanation of Terms.

#### REPORTS

The following reports provide statistics on this sector.

**Industry Series.** There are 31 reports, each covering a single NAICS industry (six-digit code). These reports include such statistics as number of establishments, employment, payroll, value added by construction, cost of materials, value of construction work, value of business done, capital expenditures, etc. The industry reports also include selected statistics for states. While most of the state data in the industry series reports are by physical location of the establishment, some data are available by reported location of the construction work. The data in industry reports are preliminary and subject to change in the following reports.

**Geographic Area Series.** There are 51 separate reports, one for each state and the District of Columbia. Each state report present similar statistics at the "all construction" level for each state.

#### **Subject Series:**

- **Industry General Summary.** This report contains industry statistics summarized in one report. It includes higher levels of aggregation than the industry reports, as well as revisions to the data made after the release of the industry reports.
- Industry Kind Of Business and Type of Construction Summary. This report contains industry kind of business and types of construction statistics summarized in one report. It includes higher levels of aggregation than the industry reports, as well as revisions to the data made after the release of the industry reports.
- **Geographic Area Summary.** This report contains industry and geographic area statistics summarized in one report. It includes higher levels of aggregation than the industry and state reports, as well as revisions to the data made after the release of the industry and state reports.

**Other reports.** Data for this sector are also included in reports with multisector coverage, including *Nonemployer Statistics, Comparative Statistics, Bridge Between 2002 NAICS and 1997 NAICS, Business Expenses,* and the Survey of Business Owners reports.

#### **GEOGRAPHIC AREAS COVERED**

- 1. The United States as a whole.
- 2. States and the District of Columbia.
- x Construction

- 3. Census regions. The regions are made up of groups of states as follows:
  - a. Northeast region: Connecticut, Maine, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Rhode Island, Vermont
  - b. Midwest region: Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Ohio, South Dakota, Wisconsin
  - c. South region: Alabama, Arkansas, Delaware, District of Columbia, Florida, Georgia, Kentucky, Louisiana, Maryland, Mississippi, North Carolina, Oklahoma, South Carolina, Tennessee, Texas, Virginia, West Virginia
  - d. West region: Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, New Mexico, Oregon, Utah, Washington, Wyoming

#### **DOLLAR VALUES**

All dollar values presented are expressed in current dollars; i.e., 2002 data are expressed in 2002 dollars, and 1997 data, in 1997 dollars. Consequently, when making comparisons with prior years, users of the data should consider the changes in prices that have occurred.

All dollar values are shown in thousands of dollars.

#### COMPARABILITY OF THE 1997 AND 2002 ECONOMIC CENSUSES

Both the 2002 Economic Census and the 1997 Economic Census present data based on the North American Industry Classification System (NAICS). There were substantial revisions made to the entire construction sector, for 2002. These changes are:

- 1. Each subsector has been reclassified in 2002 to:
  - 236—Construction of Buildings
  - 237—Heavy and Civil Engineering Construction
  - 238—Specialty Trade Contractors
- 2. Adopted several mining industries:
  - oil and gas pipeline and related structures construction, now in Industry 237120
  - site preparation and related construction activities on a contract or fee basis, now in Industry 238910.

More detailed information of NAICS changes from 1997 to 2002, may be examined at http://www.census.gov/epcd/naics02/n02ton97.htm.

In addition, there have been several additional data tables added, which did not exist in 1997. These tables for 2002 include e-commerce value of business done and leased and nonleased detail employment statistics by subsectors. Also included is housing starts by single NAICS industry (six-digit code).

#### **RELIABILITY OF DATA**

All data compiled for this sector are subject to nonsampling errors. Nonsampling errors can be attributed to many sources: inability to identify all cases in the actual universe; definition and classification difficulties; differences in the interpretation of questions; errors in recording or coding the data obtained; and other errors of collection, response, coverage, processing, and estimation for missing or misreported data.

No direct measurement of these effects has been obtained except for estimation for missing or misreported data, as by the percentages shown in the tables. Precautionary steps were taken in all phases of the collection, processing, and tabulation of the data in an effort to minimize the effects of nonsampling errors. More information on the reliability of the data is included in Appendix C, Methodology.

#### DISCLOSURE

In accordance with federal law governing census reports (Title 13 of the United States Code), no data are published that would disclose the operations of an individual establishment or company. However, the number of establishments in a specific industry or geographic area is not considered a disclosure; therefore, this information may be released even though other information is withheld. Techniques employed to limit disclosure are discussed at www.census.gov/epcd/ec02/disclosure.htm.

#### AVAILABILITY OF MORE FREQUENT ECONOMIC DATA

The U.S. Census Bureau's monthly Construction Reports, Series C30, Value of New Construction Put in Place contain data related to construction sector census data. The main difference is that the C30 series covers all new construction put in place without regard to who is performing the construction activity. The construction sector census data covers both new construction and maintenance and repair work done by establishments classified in the construction industries. Significant amounts of construction are done by establishments classified outside of construction (real estate, manufacturing, utilities, and communications, for example), as both "force account" construction and construction done for others. In addition, the C30 series includes construction-related expenses such as architectural and engineering costs and the costs of materials supplied by owners that are normally not reflected in construction sector census data.

Data contained in the 2002 construction sector may also differ from industry data in Employment and Earnings Statistics, published by the Bureau of Labor Statistics and Statistics of Income, published by the Internal Revenue Service. These differences arise from varying definitions of scope, coverage, timing, classification, and methodology.

In additon, the County Business Patterns program offers annual statistics on the number of establishments, employment, and payroll classified by industry within each county, and Statistics of U.S. Businesses provides annual statistics classified by the employment size of the enterprise, further classified by industry for the United States, and by broader categories for states and metropolitan areas.

#### **CONTACTS FOR DATA USERS**

Questions about these data may be directed to the U.S. Census Bureau, Manufacturing & Construction Division, Information Services Center, 301-763-4673 or ask.census.gov.

#### **ABBREVIATIONS AND SYMBOLS**

The following abbreviations and symbols are used with these data:

- A Standard error of 100 percent or more
- D Withheld to avoid disclosing data of individual companies; data are included in higher level totals
- F Exceeds 100 percent because data include establishments with payroll exceeding revenue
- N Not available or not comparable
- S Withheld because estimates did not meet publication standards
- X Not applicable
- Z Less than half the unit shown
- a 0 to 19 employees
- b 20 to 99 employees
- c 100 to 249 employees
- e 250 to 499 employees
- f 500 to 999 employees
- g 1,000 to 2,499 employees
- h 2,500 to 4,999 employees
- i 5,000 to 9,999 employees i 10,000 to 24,999 employees
- k 25,000 to 49,999 employees
- l 50,000 to 99,999 employees
- m 100,000 employees or more

- 10 to 19 percent estimated 20 to 29 percent estimated р
- q r
- Revised
- s
- nsk
- Sampling error exceeds 40 percent Not specified by kind Represents zero (page image/print only) Consolidated city Independent city
- (CC)
- (IC)

# Table 1. Industry Statistics on 2002 NAICS Basis Distributed Among 1997 NAICS-Based Industries for the United States: 2002

[Thousand dollars unless otherwise noted. Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A. For detailed title descriptions, see Appendix F]

2002 NAICS code	1997 bridge code	Industry or bridge	Number of estab- lishments	Total number of employees	Total payroll	Value of construction work <sup>1</sup>	Net value of construction work	Value added	Cost of materials, components, supplies, and fuels	Capital expenditures, other than land
			А	В	с	D	E	F	G	н
238220		Plumbing, heating, and air-conditioning contractors	87 501	974 368	35 942 262	117 785 785	105 323 163	66 878 082	39 400 181	1 837 897
	23511000	Plumbing, heating, and air-conditioning contractors (pt)	87 443	973 364	35 906 778	117 682 869	105 236 865	66 803 636	39 382 240	1 834 497
	23595000	Building equipment and other machinery installation contractors (pt)	58	1 005	35 484	102 916	86 297	74 446	17 941	3 400

<sup>1</sup>For the 2002 Economic Census, the definition of value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definition.

### Table 2. Employment Statistics for Establishments by State: 2002

[Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, nonsampling error, and geographical definitions, see note at end of table. For information on geographic areas followed by \*, see Appendix D. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

		Number of	employees	Ν	lumber of cons	truction workers	S	Pa (thousan	yroll Id dollars)	Relative standard
Location of establishment	Number of estab- lishments	Total	Con- struction workers	January to March	April to June	July to September	October to December	Total	Con- struction workers	error of estimate (percent) for column—
	А	В	С	D	E	F	G	н	1	В
238220, Plumbing, heating, and air- conditioning contractors										
United States	87 501	974 368	712 452	S	726 131	735 393	711 835	35 942 262	25 619 932	1
Alabama	1 425	16 279	12 433	10 625	13 047	13 105	12 956	430 252	308 967	2
Alaska	209	2 228	1 653	1 474	1 544	1 883	1 709	97 193	72 876	7
Arizona	1 508	18 586	14 019	13 026	14 178	14 589	14 284	584 041	420 668	3
Arkansas	1 045	8 066	5 939	5 204	6 281	6 336	5 936	209 991	154 099	4
California	7 251	95 674	69 918	64 923	71 866	72 794	70 086	3 846 448	2 701 946	3
Colorado	2 015	20 715	15 714	14 616	16 520	16 406	15 314	753 883	547 419	3
Connecticut	1 299	11 426	8 220	7 312	8 471	8 643	8 456	465 055	322 154	3
Delaware	307	4 112	3 187	3 099	3 198	3 339	3 111	157 576	D	5
District of Columbia	22	786	516	511	506	524	523	40 085	21 379	-
Florida	5 019	57 881	41 564	40 065	42 243	42 171	41 777	1 823 204	1 258 964	2
Georgia	2 534	28 419	20 760	19 826	21 253	21 418	20 542	944 212	653 972	4
Hawaii	280	2 320	1 653	1 582	1 651	1 680	1 699	96 844	65 305	9
Idaho	581	5 318	4 037	3 765	4 126	4 202	4 055	170 647	133 184	3
Illinois	3 807	44 713	32 589	33 253	32 822	32 101	32 179	2 052 539	1 503 988	3
Indiana	1 843	23 719	17 304	16 657	17 376	17 713	17 472	991 141	753 297	3
lowa Kansas Kentucky Louisiana Maine	1 068 946 1 219 1 469 458	10 399 10 046 12 827 13 850 3 946	7 697 7 323 9 638 10 118 2 633	6 987 6 908 9 237 9 262 2 404	8 190 7 316 9 677 10 383 2 698	7 980 7 647 10 022 10 915 2 684	7 633 7 419 9 614 9 913 2 745	372 291 367 219 408 927 419 948 114 586	266 275 264 596 307 205 291 819 76 227	3 3 5 7
Maryland	2 043 2 519 3 047 1 616 654	29 222 24 002 33 162 20 131 6 482	21 964 17 295 24 354 14 800 4 963	21 164 16 782 23 051 14 095 4 974	22 239 17 471 25 216 14 833 5 060	22 759 17 616 25 153 15 586 5 093	21 695 17 311 23 996 14 687 4 725	1 131 064 1 007 904 1 319 789 842 593 184 147	797 680 715 867 957 926 601 832 132 811	2 3 3 5
Missouri .	1 813	19 878	14 460	14 142	14 561	14 835	14 301	801 854	580 960	3
Montana .	432	3 096	2 282	1 876	2 351	2 462	2 438	92 499	68 335	7
Nebraska .	683	6 859	5 053	4 703	5 141	5 262	5 106	236 196	177 052	3
Nevada .	497	8 727	6 731	6 311	6 619	6 717	7 277	325 159	236 085	7
New Hampshire .	531	4 365	3 178	3 076	3 164	3 179	3 293	179 570	123 215	5
New Jersey	3 527	31 012	22 118	21 592	22 534	22 466	21 883	1 319 889	949 574	3
New Mexico	579	4 934	3 714	3 453	3 746	3 836	3 820	147 852	104 343	7
New York	5 746	55 878	40 229	38 135	40 362	41 484	40 934	2 304 763	1 594 555	3
North Carolina	2 951	31 716	22 993	22 236	23 514	23 484	22 737	992 231	684 213	2
North Dakota	272	2 470	1 916	1 759	2 099	1 960	1 846	87 633	D	4
Ohio	3 494	38 761	27 813	26 231	28 040	29 147	27 835	1 440 407	1 035 653	2
Oklahoma	1 158	8 413	6 262	6 082	6 478	6 423	6 063	256 922	185 111	3
Oregon	1 031	11 979	8 589	8 254	8 776	8 871	8 456	475 266	332 135	3
Pennsylvania	3 651	41 647	30 163	28 610	30 587	31 406	30 048	1 600 874	1 156 067	3
Rhode Island	397	3 675	2 816	2 502	2 902	2 995	2 866	136 580	99 426	6
South Carolina	1 471	15 075	10 643	10 152	10 869	11 048	10 504	461 390	327 225	3
South Dakota	337	2 841	2 087	1 801	2 157	2 219	2 171	83 704	58 708	3
Tennessee.	1 329	19 555	14 302	13 951	14 321	14 545	14 391	640 808	459 267	2
Texas	5 628	74 047	54 643	52 113	56 307	56 545	53 606	2 427 844	1 729 375	3
Utah	891	8 599	6 478	6 398	6 536	6 620	6 359	270 881	202 660	4
Vermont	281	1 776	1 307	1 437	1 394	1 231	1 166	62 004	43 093	8
	2 525	30 691	22 982	21 139	23 773	24 077	22 941	999 269	699 847	3
	1 601	18 929	13 374	12 224	13 483	14 029	13 762	771 215	539 445	4
	411	3 090	2 315	2 175	2 376	2 388	2 320	92 540	70 544	7
	1 818	20 454	14 584	14 225	14 714	14 656	14 743	855 264	617 952	3
	262	1 591	1 130	1 074	1 164	1 149	1 132	48 071	D	8

### Table 3. General Statistics for Establishments by State: 2002

[Thousand dollars unless otherwise noted. Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, nonsampling error, and geographical definitions, see note at end of table. For information on geographic areas followed by \*, see Appendix D. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Location of establishment	E1	Value of construction work <sup>2</sup>	Net value of construction work	Value added	Cost of materials, components, supplies, and fuels	Cost of construction work subcontracted out to others	Total rental costs	Capital expend- itures, other than land	End-of-year gross book value of depreciable assets	error of	standard estimate ent) for mn-
	A	В	с	D	E	F	G	н	L	с	н
238220, Plumbing, heating, and air- conditioning contractors											
United States	1 2 - 1 1 1	117 785 785 1 486 266 384 009 1 957 356 799 157 12 348 324	105 323 163 1 335 026 315 779 1 815 586 733 666 11 176 186	66 878 082 818 944 209 645 1 048 567 438 746 7 219 967	39 400 181 547 075 110 136 776 410 305 198 4 018 868	12 462 622 151 240 68 230 141 770 65 491 1 172 138	1 913 836 27 315 5 227 34 897 14 066 220 791	1 837 897 23 509 5 679 31 360 18 636 159 086	S 290 264 38 067 264 734 143 602 1 379 541	- 3 5 3 5 2	1 6 7 8 11 6
Colorado . Connecticut . Delaware . District of Columbia Florida .	1 2 1 1	2 354 130 1 576 996 466 051 117 971 6 238 129	2 119 118 1 420 933 423 604 D 5 623 316	1 325 667 929 762 275 565 71 124 3 414 651	821 432 504 432 152 589 29 263 2 266 488	235 012 156 063 42 447 D 614 813	39 970 25 349 8 583 2 139 95 941	32 069 33 415 8 141 1 503 121 985	277 315 204 471 61 135 13 194 797 735	2 3 4 S 2	6 12 4 - 3
Georgia Hawaii Idaho Illinois Indiana	1 1 1 1	3 436 673 358 921 546 120 6 103 440 2 962 739	3 055 853 322 867 498 667 5 497 917 2 544 565	1 851 844 197 562 299 925 3 756 225 1 704 087	1 226 368 129 870 211 224 1 769 005 869 252	380 819 36 053 47 453 605 523 418 174	58 283 6 875 8 781 100 596 53 614	69 373 3 383 9 633 85 480 44 331	455 712 35 667 68 704 678 503 383 437	4 8 3 2 2	4 13 4 6 14
lowa . Kansas Kentucky Louisiana Maine	- 1 1 1	1 191 466 1 225 206 1 357 063 1 439 726 393 322	1 057 441 1 070 515 1 235 103 1 265 444 356 787	655 448 649 710 771 886 777 030 221 625	429 826 431 111 469 639 497 169 141 012	134 024 154 691 121 960 174 283 36 535	19 693 17 039 23 385 23 841 5 976	21 441 16 461 23 261 29 949 7 991	195 012 157 091 213 805 206 571 63 075	2 2 5 5	6 5 14 17
Maryland Massachusetts Michigan Minnesota Mississippi	1 2 1 - 2	3 903 426 3 531 603 4 333 866 2 869 964 754 581	3 320 118 3 028 454 3 840 947 2 588 826 683 606	2 090 301 2 004 051 2 537 704 1 662 334 402 127	1 252 186 1 038 135 1 338 122 961 326 283 974	583 308 503 149 492 919 281 138 70 975	60 994 48 898 72 144 50 240 10 805	46 674 53 725 61 291 50 953 19 315	412 934 374 145 517 389 371 596 133 694	2 2 3 2 5	6 13 6 7 19
Missouri Montana Nebraska Nevada Newada New Hampshire	1 2 - 2 2	2 538 164 356 269 819 918 1 093 301 535 046	2 261 591 311 282 729 336 1 015 045 482 837	1 432 464 182 602 413 453 669 019 308 537	849 634 135 009 321 124 350 843 179 259	276 573 44 987 90 582 78 256 52 209	33 258 6 009 11 161 16 811 8 642	39 012 7 917 13 247 13 038 9 060	316 221 60 228 136 486 89 094 65 819	2 7 2 6 4	6 13 11 10 8
New Jersey New Mexico New York North Carolina North Dakota	2 1 2 1 -	4 192 136 541 393 7 554 021 3 225 498 292 117	3 725 573 491 217 6 612 164 2 888 425 257 146	2 519 115 302 576 4 316 369 1 789 608 153 815	1 225 623 191 137 2 333 826 1 125 922 105 405	466 562 50 176 941 858 337 072 34 971	63 778 8 476 112 826 57 384 4 386	59 631 11 156 102 407 53 437 4 246	438 476 81 059 785 784 492 974 48 732	2 6 2 2 3	6 16 4 7 9
Ohio. Oklahoma. Oregon Pennsylvania Rhode Island	1 1 1 3	4 603 389 906 621 1 440 390 5 284 960 490 872	4 102 841 829 415 1 307 867 4 683 368 430 654	2 670 123 494 542 820 169 3 045 892 259 703	1 468 365 341 921 506 559 1 677 707 171 994	500 549 77 207 132 523 601 592 60 217	79 918 14 125 22 697 80 222 6 453	66 850 15 434 17 683 83 627 6 508	591 855 136 060 156 741 680 491 46 030	2 3 2 4	5 6 5 7
South Carolina	2 1 1 1 1	1 395 221 333 758 2 291 636 7 995 926 1 010 226	1 283 841 311 005 2 090 568 7 195 231 896 459	771 453 173 539 1 252 575 4 394 161 546 742	518 348 141 297 845 946 2 871 664 353 933	111 381 22 754 201 068 800 694 113 766	23 803 3 739 36 992 121 622 16 539	19 856 18 812 52 247 117 242 12 732	203 862 65 198 316 106 1 021 758 127 915	3 2 3 3	6 3 4 5 6
Vermont Virginia Washington West Virginia Wisconsin Wyoming	2 1 1 - 1	207 788 3 032 746 2 469 407 296 407 2 575 754 166 318	187 828 2 779 629 2 207 511 277 298 2 382 971 D	113 013 1 738 782 1 393 599 180 188 1 507 365 94 180	77 190 1 073 626 853 946 99 089 941 196 59 507	19 961 253 117 261 896 19 109 192 783 D	3 350 47 652 44 707 4 113 45 933 3 797	2 827 49 327 32 908 4 589 41 098 4 361	30 717 400 329 370 312 35 685 405 451 27 087	9 2 3 6 2 S	15 7 15 5 16

<sup>1</sup>Construction receipts were obtained from census respondent forms. For establishments whose respondent forms were not received at the time data were tabulated, these data were calculated using industry averages and imputation for nonresponse. The following symbols are shown where estimated imputation-based data on construction receipts account for 10 percent or more of the figures shown: 1–10 to 19 percent; 2–30 to 39 percent; 4–40 to 49 percent; 5–50 to 59 percent; 6–60 to 69 percent; 8–90 to 89 percent; 8–90 to 60 percent; 8–90 to 60 percent; 8–90 to 89 percent; 8–90 to 70 to 79 percent; 8–90 to 89 percent; 8–90 to 70 to 79 percent; 8–90 to 89 percent; 8–90 to 80 percent; 8–90 to 89 percent; 8–90 to 80 percent; 8–90 to 89 percent; 8–90 to 80 percent; 8

### Table 4. Detailed Statistics for Establishments: 2002

[Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Item	Value	Relative standard error of estimate (percent)
238220, Plumbing, heating, and air-conditioning contractors		
All establishments number	87 501	1
All employees number	974 368	1
Construction workers in March       number.         Construction workers in May       number.         Construction workers in August       number.         Construction workers in November       number.         Average number of construction workers       number.	S 726 131 735 393 711 835 712 452	S 1 1 1 1
Other employees in March number. Other employees in May number. Other employees in August number. Other employees in November number. Average number of other employees number.	S 257 811 261 941 261 405 261 916	S 1 1 1
Total payroll         \$1,000.           Construction workers         \$1,000.           Other employees         \$1,000.	35 942 26 25 619 932 10 322 330	- - 1
First-quarter payroll, all employees \$1,000	8 733 693	-
Fringe benefits, all employees       \$1,000.         Legally required expenditures       \$1,000.         Voluntary expenditures       \$1,000.	9 326 660 4 861 969 4 464 691	1
Value of business done <sup>1</sup> \$1,000.         Value of construction work <sup>1</sup> \$1,000.         Value of construction work on government owned projects       \$1,000.         Value of construction work on federally owned projects       \$1,000.         Value of construction work on state and locally owned projects       \$1,000.         Value of construction work on state and locally owned projects       \$1,000.         Value of construction work on privately owned projects       \$1,000.         Other business receipts       \$1,000.	118 740 885 117 785 785 25 407 206 6 836 230 18 570 976 92 378 579 955 100	- - 1 1 1 3
Value of construction work subcontracted in from others	62 989 676	1
Net value of construction work \$1,000	105 323 163	-
Value added\$1,000	66 878 082	1
Selected costs.       \$1,000.         Materials, parts, and supplies       \$1,000.         Construction work subcontracted out to others       \$1,000.         Selected power, fuels, and lubricants       \$1,000.         Purchased electricity       \$1,000.         Natural gas and manufactured gas       \$1,000.         Gasoline and diesel fuel       \$1,000.         On-highway use of gasoline and diesel fuel       \$1,000.         All other fuels and lubricants       \$1,000.	51 862 803 37 813 136 12 462 622 1 587 045 263 532 106 837 1 167 983 1 086 953 81 030 48 694	1 1 1 1 4 4 1 1 2 4
Total rental costs         \$1,000.           Machinery and equipment.         \$1,000.           Buildings         \$1,000.	1 913 836 889 133 1 024 703	1
Selected purchased services         \$1,000.           Communication services         \$1,000.           Repairs to buildings and other structures         \$1,000.           Repairs to machinery and equipment         \$1,000.           Legal services         \$1,000.           Accounting, auditing, and bookkeeping services         \$1,000.           Advertising and promotional services         \$1,000.	3 675 805 1 012 703 518 107 785 457 229 859 416 47 S	1 1 1 3 3 4 5
Beginning-of-year gross book value of depreciable assets       \$1,000.         Capital expenditures, other than land       \$1,000.         Retirements and disposition of depreciable assets       \$1,000.	13 662 064 1 837 897 S	1 1 S
End-of-year gross book value of depreciable assets \$1,000	s	s
Depreciation charges during year \$1,000	1 666 352	1
Establishments with inventories       number.         Value of construction work for establishments with inventories       \$1,000.         End-of-2002, inventories of materials and supplies       \$1,000.         End-of-2001, inventories of materials and supplies       \$1,000.	28 570 57 629 835 1 845 675 1 724 821	- - 2 2
Establishments with no inventories	44 669 48 392 125	=
Establishments not reporting inventories	14 263 11 763 826	=

<sup>1</sup>For the 2002 Economic Census, the definitions of value of business done and value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definitions.

### Table 5. Selected Statistics for Establishments by Employment Size Class: 2002

[Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Employment size class	E1	Number of estab- lishments	Total number of employees	Total payroll	Value of business done <sup>2</sup>	Value of construction work <sup>2</sup>	Net value of construction work	Value added	Cost of materials, components, supplies, and fuels	Cost of construction work subcontracted out to others	Relative standard error of estimate (percent) for column—
	A	В	С	D	E	F	G	н	1	J	С
238220, Plumbing, heating, and air- conditioning contractors											
All establishments	1	87 501	974 368	35 942 262	118 740 885	117 785 785	105 323 163	66 878 082	39 400 181	12 462 622	1
1 to 4 employees 5 to 9 employees	=	46 507 19 233	98 197 124 682	2 396 404 3 635 485	10 394 201 12 180 461	10 330 012 12 072 884	9 687 847 11 295 276	5 852 775 7 057 692	3 899 261 4 345 161	642 165 777 608	2
10 to 19 employees	-	11 620 6 979	155 274 206 624	5 471 724 8 193 334	16 774 782 25 279 522	16 616 667 25 036 095	15 378 251 22 723 509	9 885 762 14 582 615	5 650 605 8 384 320	1 238 415 2 312 587	2
50 to 99 employees	-	2 007	136 816	5 789 358	18 741 145	18 573 512	16 246 893	10 258 016	6 156 509	2 326 619	1
100 to 249 employees	1 -	892 185	131 304 61 287	5 604 200 2 544 919	19 151 617 8 569 134	19 050 229 8 498 738	16 372 133 7 181 883	10 288 381 4 618 031	6 185 141 2 634 248	2 678 096 1 316 855	1
250 to 499 employees 500 to 999 employees	-	67	42 967	1 616 252	5 924 201	5 884 825	4 893 206	3 200 448	1 732 134	991 619	_
1,000 employees or more	-	11	17 218	690 587	1 725 823	1 722 823	1 544 164	1 134 361	412 803	178 659	-

<sup>1</sup>Construction receipts were obtained from census respondent forms. For establishments whose respondent forms were not received at the time data were tabulated, these data were calculated using industry averages and imputation for nonresponse. The following symbols are shown where estimated imputation-based data on construction receipts account for 10 percent or more of the figures shown: 1–10 to 19 percent; 2–20 to 29 percent; 3–30 to 39 percent; 4–40 to 49 percent; 5–50 to 59 percent; 6–60 to 69 percent; 7–70 to 79 percent; 8–80 to 89 percent; 9–90 percent or more. <sup>2</sup> For the 2002 Economic Census, the definitions of value of business done and value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definitions.

### Table 6. Selected Statistics for Establishments by Value of Business Done Size Class: 2002

[Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Dollar value size class	E1	Number of estab- lishments	Total number of employees	Total payroll	Value of business done <sup>2</sup>	Value of construction work <sup>2</sup>	Net value of construction work	Value added	Cost of materials, components, supplies, and fuels	Cost of construction work subcontracted out to others	Relative standard error of estimate (percent) for column—
	A	В	С	D	E	F	G	н	I	J	G
238220, Plumbing, heating, and air- conditioning contractors											
All establishments Establishments with value of business done –	1	87 501	974 368	35 942 262	118 740 885	117 785 785	105 323 163	66 878 082	39 400 181	12 462 622	_
Less than \$25,000 \$25,000 to \$49,999	3	63 2 366 6 831	S S 9 329	S S 141 768	S S 516 401	S S 513 302	S S 482 275	S S 305 577	S S 179 798	S S 31 027	S
\$50,000 to \$99,999 \$100,000 to \$249,999 \$250,000 to \$499,999	-	22 881 20 143	47 362 81 082	949 116 2 025 720	3 889 777 7 183 622	3 871 021 7 121 673	3 643 167 6 747 470	2 265 956 4 162 696	1 395 968 2 646 723	227 853 374 203	3 3
\$500,000 to \$999,999 \$1,000,000 to \$2,499,999 \$2,500,000 to \$4,999,999	-	14 548 11 773 4 578	108 662 171 905 130 916	3 150 775 6 010 717 5 250 555	18 133 132	10 080 791 17 943 160 15 719 596	9 525 147 16 832 796 14 380 600	5 907 289 10 741 967 9 219 224	3 704 485 6 280 801 5 311 078	555 644 1 110 364 1 338 996	2 2 1
\$5,000,000 to \$9,999,999 \$10,000,000 or more	-	2 486 1 832	132 114 290 441	5 505 044 12 878 579		16 990 560 45 456 950	15 155 146 38 473 979	9 558 079 24 663 302	5 741 023 14 111 265	1 835 414 6 982 971	1 -

<sup>1</sup>Construction receipts were obtained from census respondent forms. For establishments whose respondent forms were not received at the time data were tabulated, these data were calculated using industry averages and imputation for nonresponse. The following symbols are shown where estimated imputation-based data on construction receipts account for 10 percent or more of the figures shown: 1–10 to 19 percent; 2–20 to 29 percent; 3–30 to 39 percent; 4–40 to 49 percent; 5–50 to 59 percent; 6–60 to 69 percent; 7–70 to 79 percent; 8–80 to 89 percent; 9–90 percent or more. <sup>2</sup>For the 2002 Economic Census, the definitions of value of business done and value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definitions.

### Table 7. Value of Construction Work for Establishments by Type of Construction: 2002

[Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

		Value of cons	truction work1					
Type of construction	Total	New construction	Additions, alterations, or reconstruction	Maintenance and repair	Relative s	andard error of es	stimate (percent) fo	or column—
	А	В	С	D	А	В	С	D
238220, Plumbing, heating, and air-conditioning contractors								
Total	117 785 785	59 127 042	28 884 167	29 774 577	-	-	1	1
Building construction, total Single-family houses, detached and attached Single-family houses, detached Single-family houses, attached Other manufacturing and light industrial buildings, such as factories, assembly plants, and industrial research	111 566 876 37 458 666 32 803 653 4 655 013	56 350 917 19 000 254 16 690 587 2 309 666	27 373 503 6 577 374 5 871 314 706 060	27 842 456 11 881 038 10 241 752 1 639 286	- 1 1 3	1 1 1 5	1 2 2 4	1 1 2 4
Aboratories	10 201 433 13 623 274	4 545 170 6 329 965	3 245 439 3 965 740	2 410 823 3 327 569	1 1	1 1	1 1	1 2
other commercial buildings	11 147 972 11 146 272 27 989 259	5 269 020 6 175 769 15 030 739	2 522 825 3 857 691 7 204 433	3 356 127 1 112 812 5 754 086	1 1 1	1 1 1	2 1 1	2 3 1
Nonbuilding construction, total Other nonbuilding construction	6 106 637 6 106 637	2 663 852 2 663 852	1 510 664 1 510 664	1 932 121 1 932 121	1	1 1	22	3 3
Construction work, nsk	112 273	112 273	-	-	-	-	-	-

<sup>1</sup>For the 2002 Economic Census, the definition of value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definition.

# Table 8. Selected Statistics for Establishments by Specialization in Types of Construction: 2002

[Thousand dollars unless otherise noted. Detail may not add to total because of rounding. This table presents selected statistics for establishments according to degree of specialization in major types of construction work. If number of establishments or value of construction work for a given type of specialization are relatively insignificant, data may not be shown. In addition, data are not shown in this table where distribution of the value of construction work by type of construction was not provided in Table 7. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at the end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

sampling error, and nonsampling error, see note at the end	of table. For mea	ning of abbreviati	ons and symbols,	see introductory t	text. For explanation	on of terms, see A	ppendix A]	
Item	Number of estab- lishments	Total number of employees	Total payroll	Value of construction work for specialized type	Net value of construction work	Value added	Cost of construction work subcontracted out to others	Relative standard error of estimate (percent) for column—
	А	В	С	D	E	F	G	G
238220, Plumbing, heating, and air-conditioning contractors								
Total Establishments specializing 51 percent or more	87 501 64 190	974 368 593 303	35 942 262 20 534 537	X 56 198 029	105 323 163 62 123 326	66 878 082 38 866 662	12 462 622 6 534 836	1 1
Building construction, total								
Establishments specializing 51 percent or more	62 489	566 457	19 454 426	53 780 243	59 616 993	37 089 678	6 082 273	2
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	22 333 10 820 9 983 8 399 7 274 3 679	170 274 88 828 81 888 86 507 85 926 53 035	5 703 238 2 819 575 2 737 912 3 028 440 3 127 713 2 037 548	19 836 348 8 953 551 7 774 661 7 481 893 6 218 888 3 514 902	18 099 551 8 964 416 8 645 013 9 147 647 8 958 662 5 801 704	11 278 289 5 368 288 5 345 536 5 681 757 5 623 159 3 792 649	1 736 797 640 252 822 886 1 098 083 1 039 123 745 132	4 3 2 4 1 2
Single-family houses, detached and attached								
Establishments specializing 51 percent or more	48 433	334 000	9 745 039	29 296 619	32 401 426	19 658 067	1 838 966	4
Specialization 100 percent	18 043 9 250 8 180 6 123 4 331 2 506	110 969 65 388 53 912 43 834 38 624 21 273	3 201 683 1 848 915 1 554 645 1 318 850 1 150 193 670 753	12 046 514 6 098 484 4 534 030 3 209 882 2 291 485 1 116 224	$\begin{array}{c} 11 \ 245 \ 920 \\ 6 \ 254 \ 033 \\ 5 \ 245 \ 261 \\ 4 \ 181 \ 533 \\ 3 \ 528 \ 227 \\ 1 \ 946 \ 452 \end{array}$	6 870 227 3 659 939 3 142 438 2 539 465 2 196 008 1 249 991	800 593 287 273 264 623 188 249 160 567 137 661	9 5 5 5 4 5
Single-family houses, detached								
Establishments specializing 51 percent or more	44 727	310 893	9 068 897	27 264 935	30 030 582	18 156 894	1 713 001	4
Specialization 100 percent	16 868 8 652 7 444 5 509 3 966 2 288	105 240 62 016 49 632 39 260 35 080 19 664	3 063 554 1 755 426 1 413 787 1 186 041 1 031 831 618 258	11 419 609 5 756 665 4 159 961 2 856 758 2 054 933 1 017 010	10 652 608 5 906 023 4 817 020 3 722 676 3 159 529 1 772 727	6 457 138 3 434 448 2 887 301 2 259 913 1 975 111 1 142 983	767 001 265 530 238 705 166 319 146 763 128 683	9 3 5 5 4 5
Single-family houses, attached								
Establishments specializing 51 percent or more	3 706	23 108	676 141	2 031 684	2 370 844	1 501 173	125 965	13
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	1 175 597 736 613 365 218	5 729 3 372 4 280 4 574 3 544 1 609	138 129 93 489 140 858 132 809 118 362 52 495	626 905 341 819 374 069 353 124 236 552 99 215	593 312 348 010 428 241 458 857 368 698 173 725	413 088 225 491 255 137 279 552 220 897 107 009	33 593 21 742 25 918 21 930 13 804 8 978	35 49 13 12 14 16
Other manufacturing and light industrial buildings, such as factories, assembly plants, and industrial research laboratories								
Establishments specializing 51 percent or more	1 860	44 406	2 128 504	5 018 824	5 352 744	3 590 700	760 630	1
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	922 121 119 250 319 129	19 168 3 410 3 996 5 617 6 389 5 826	909 551 165 414 184 991 260 655 312 178 295 716	2 532 766 418 752 465 875 533 398 590 631 477 402	2 262 484 394 593 500 657 639 900 818 405 736 705	1 565 685 263 080 377 767 396 305 500 944 486 920	270 282 54 450 68 791 97 047 133 093 136 968	1 4 1 2 1 2
Office buildings								
Establishments specializing 51 percent or more	2 426	42 884	1 874 214	4 881 368	5 485 409	3 499 021	853 201	1
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	822 267 300 398 472 164	9 780 4 114 5 617 8 376 8 612 6 385	396 780 182 589 266 962 346 404 406 536 274 943	1 354 115 567 251 743 169 908 314 873 275 435 243	1 175 497 549 705 774 144 1 094 288 1 161 424 730 351	703 442 360 096 537 385 680 321 717 256 500 521	178 618 67 776 133 501 156 305 227 803 89 198	4 7 3 2 2 2
Stores, restaurants, and automobile service stations, and other commercial buildings								
Establishments specializing 51 percent or more	3 965	49 730	1 855 663	4 495 704	5 223 451	3 455 160	520 980	2
Specialization 100 percent	1 265 371 688 619 635 387	13 565 4 134 5 953 8 996 8 802 8 279	531 906 160 968 233 525 318 920 320 223 290 121	$\begin{array}{c} 1 & 636 & 597 \\ 469 & 648 \\ 534 & 673 \\ 787 & 140 \\ 566 & 956 \\ 500 & 690 \end{array}$	1 498 795 459 563 610 521 928 354 850 503 875 714	997 510 302 706 393 651 603 244 561 174 596 876	137 802 41 940 44 873 149 778 68 973 77 615	4 5 5 3 5 4
Educational buildings								
Establishments specializing 51 percent or more	1 795	35 838	1 473 193	4 061 338	4 440 289	2 795 337	1 074 360	2
Specialization 100 percent	213 343 232 418 445 145	2 568 5 016 5 251 9 560 9 312 4 131	111 917 180 803 216 583 364 663 400 046 199 179	431 852 622 312 707 510 1 025 266 874 057 400 342	338 533 544 609 664 481 1 136 853 1 161 109 594 702	210 966 313 980 410 553 728 087 742 033 389 718	93 319 120 757 195 676 276 415 239 431 148 762	17 6 3 3 4 4
See feetpotes at and of table								

See footnotes at end of table

#### Construction-Industry Series

# Table 8. Selected Statistics for Establishments by Specialization in Types of Construction: 2002–Con.

[Thousand dollars unless otherise noted. Detail may not add to total because of rounding. This table presents selected statistics for establishments according to degree of specialization in major types of construction work. If number of establishments or value of construction work for a given type of specialization are relatively insignificant, data may not be shown. In addition, data are not shown in this table where distribution of the value of construction work by type of construction was not provided in Table 7. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at the end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Item	Number of estab- lishments	Total number of employees	Total payroll	Value of construction work for specialized type	Net value of construction work	Value added	Cost of construction work subcontracted out to others	Relative standard error of estimate (percent) for column-
	А	В	с	D	E	F	G	G
Other building construction								
Establishments specializing 51 percent or more	4 010	59 599	2 377 813	6 026 390	6 713 674	4 091 392	1 034 136	5
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	1 068 468 464 590 1 072 348	14 223 6 766 7 158 10 124 14 188 7 141	551 401 280 886 281 205 418 948 538 537 306 837	1 834 504 777 103 789 405 1 017 892 1 022 485 585 000	1 578 322 761 912 849 948 1 166 719 1 438 994 917 780	930 460 468 486 483 742 734 336 905 746 568 622	256 183 68 058 115 423 230 290 209 255 154 928	8 9 5 20 3 6
Nonbuilding construction, total								
Establishments specializing 51 percent or more	1 525	25 796	1 040 957	2 305 514	2 404 578	1 702 193	442 045	5
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	1 022 107 24 112 229 32	14 874 1 713 1 179 2 596 3 061 2 372	458 386 93 945 60 624 120 531 161 517 145 954	1 187 970 233 199 114 926 226 918 288 127 254 374	1 078 285 202 658 117 884 268 091 386 839 350 821	755 815 173 655 96 747 163 081 257 401 255 493	109 684 48 972 25 091 42 321 78 580 137 397	10 35 2 4 1 2
Other nonbuilding construction								
Establishments specializing 51 percent or more	1 525	25 796	1 040 957	2 305 514	2 404 578	1 702 193	442 045	5
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	1 022 107 24 112 229 32	14 874 1 713 1 179 2 596 3 061 2 372	458 386 93 945 60 624 120 531 161 517 145 954	1 187 970 233 199 114 926 226 918 288 127 254 374	1 078 285 202 658 117 884 268 091 386 839 350 821	755 815 173 655 96 747 163 081 257 401 255 493	109 684 48 972 25 091 42 321 78 580 137 397	10 35 2 4 1 2
Construction work, nsk								
Establishments specializing 51 percent or more	176	1 050	39 155	112 273	101 755	74 791	10 518	-
Specialization 100 percent	176	1 050	39 155	112 273	101 755	74 791	10 518	-

### Table 9. Value of Business Done for Establishments by Kind-of-Business Activity: 2002

[Thousand dollars unless otherwise noted. Detail may not add to total because of rounding. Based on their primary business activity or combination of activities, establishments were classified into this specific industry. These establishments, however, may also be engaged in other kinds of business activities. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Primary and other kind of business activities	Value of business done <sup>1</sup>	Relative standard error of estimate (percent)
238220, Plumbing, heating, and air-conditioning contractors		
Total	118 740 885	-
Special trade contractors, total	100 297 766 49 425 445 17 811 996 33 060 325	1 1 1 1
All other construction activities	17 425 375	1
Other business activities secondary to construction activities, total	943 763 943 763	33
Kind of business activity, nsk	73 981	9

<sup>1</sup>For the 2002 Economic Census, the definition of value of business done has been modified from the 1997 Economic Census definition. See Appendix A for the modified definition.

# Table 10. Selected Statistics for Establishments by Specialization in Kind-of-Business Activity: 2002

[Thousand dollars unless otherwise noted. Detail may not add to total because of rounding. This table presents selected statistics for establishments according to degree of specialization by major activity of construction work. If number of establishments or value of construction work for a given type of specialization are relatively insignificant, data may not be shown. In addition, data are not shown in this table where distribution of the value of business done by kind of business activity was not provided in Table 9. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, and nonsampling error, see note at end of table. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

sampling error, and nonsampling error, see note at end o	table. I of mean	ng of appreviations	s and symbols, see	s introductory text.		i territs, see Apper		
Item	Number of estab- lishments	Total number of employees	Total payroll	Value of construction work for specialized kind of business	Net value of construction work	Value added	Cost of construction work subcontracted out to others	Relative standard error of estimate (percent) for column—
	A	В	С	D	E	F	G	G
238220, Plumbing, heating, and air-conditioning contractors								
Total Establishments specializing 51 percent or more	87 501 85 190	974 368 943 531	35 942 262 34 749 621	X 101 423 440	105 323 163 102 200 432	66 878 082 64 897 846	12 462 622 12 063 345	1 1
Special trade contractors, total								
Establishments specializing 51 percent or more	77 180	828 799	30 150 597	89 543 425	90 072 752	56 678 284	10 774 610	1
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	53 572 6 435 4 262 4 463 4 301 4 145	514 992 68 677 49 437 50 184 60 072 85 437	18 129 954 2 440 744 1 808 199 1 920 587 2 196 073 3 655 039	62 329 785 7 280 784 4 989 920 4 472 491 4 354 139 6 116 307	56 253 469 7 036 948 5 367 207 5 427 304 6 131 230 9 856 595	35 271 628 4 425 103 3 307 979 3 332 311 3 955 026 6 386 237	6 076 316 689 474 651 106 688 443 838 966 1 830 305	2 4 1 2 2 1
Heating, ventilation and air-conditioning contractor (HVAC)								
Establishments specializing 51 percent or more	36 345	413 392	15 077 645	44 843 001	45 736 143	28 424 482	4 769 818	1
Specialization 100 percent . Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 70 to 69 percent Specialization 51 to 59 percent	25 496 3 161 1 974 1 959 1 801 1 954	252 584 37 165 26 733 24 300 27 940 44 669	8 914 130 1 301 880 951 427 932 775 1 076 601 1 900 833	30 930 024 3 900 613 2 602 040 2 166 425 2 123 625 3 120 274	28 344 874 3 824 341 2 841 413 2 624 029 3 013 655 5 087 830	17 493 061 2 323 710 1 724 810 1 602 555 1 980 851 3 299 494	2 585 150 310 781 294 504 325 365 369 871 884 146	2 3 2 3 1 2
Mechanical contractor								
Establishments specializing 51 percent or more	3 219	119 411	5 330 712	16 069 385	14 744 179	9 470 815	3 499 949	1
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	2 121 138 148 169 287 357	75 136 5 954 6 680 6 868 8 121 16 652	3 254 930 272 553 318 916 340 696 323 386 820 232	11 422 606 879 863 891 465 825 041 682 999 1 367 411	9 305 993 738 543 864 039 921 182 880 591 2 033 831	5 930 246 485 070 546 247 584 213 598 068 1 326 971	2 116 613 195 462 205 970 203 097 212 947 565 860	1 8 2 2 2 1
Plumbing contractor								
Establishments specializing 51 percent or more	37 615	295 997	9 742 240	28 631 039	29 592 430	18 782 987	2 504 844	3
Specialization 100 percent . Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 70 to 69 percent Specialization 51 to 59 percent	25 955 3 136 2 141 2 335 2 213 1 834	187 272 25 557 16 024 19 016 24 011 24 116	5 960 895 866 312 537 855 647 116 796 087 933 975	19 977 155 2 500 308 1 496 414 1 481 025 1 547 515 1 628 623	18 602 603 2 474 064 1 661 755 1 882 092 2 236 983 2 734 933	11 848 320 1 616 324 1 036 922 1 145 542 1 376 107 1 759 772	1 374 552 183 231 150 632 159 980 256 149 380 299	5 10 4 5 3
All other construction activities								
Establishments specializing 51 percent or more	7 993	114 308	4 575 212	11 812 424	12 066 441	8 170 805	1 282 383	3
Specialization 100 percent Specialization 90 to 99 percent Specialization 80 to 89 percent Specialization 70 to 79 percent Specialization 60 to 69 percent Specialization 51 to 59 percent	5 527 752 362 525 304 522	75 705 10 341 5 162 7 169 4 939 10 992	2 830 103 483 568 225 490 276 704 229 314 530 032	8 107 601 1 225 335 582 000 570 929 436 976 889 583	7 531 197 1 179 806 580 559 670 917 627 153 1 476 810	5 151 769 800 023 415 691 488 540 394 665 920 118	576 404 147 979 130 891 105 822 75 157 246 129	5 2 2 4 6 8
Kind of business activity, nsk								
Establishments specializing 51 percent or more	17	423	23 812	67 591	61 239	48 757	6 352	7
Specialization 100 percent	17	423	23 812	67 591	61 239	48 757	6 352	7

# Table 11. Value of Construction Work for Establishments by Location of Construction Work: 2002

[Thousand dollars unless otherwise noted. Detail may not add to total because of rounding. Data based on the 2002 Economic Census. For information on confidentiality protection, sampling error, nonsampling error, and geographical definitions, see note at end of table. For information on geographic areas followed by \*, see Appendix D. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see Appendix A]

Location of construction work	Value of construction work <sup>1</sup>	Relative standard error of estimate (percent) for column—
238220, Plumbing, heating, and air-conditioning contractors		
United States Construction work done in-	117 785 785	-
Alabama	1 473 664	2
Alaska	388 165	4
Arizona	2 030 119	3
Arkansas	755 617	5
California	12 051 737	2
Colorado	2 405 746	2
Connecticut	1 703 431	3
Delaware	430 658	3
District of Columbia	593 638	2
Florida	6 301 205	2
Georgia	3 409 940	5
Hawaii.	380 827	7
Idaho.	537 545	3
Illinois	6 255 128	2
Indiana	2 757 032	2
lowa	1 183 950	2
Kansas	1 149 451	2
Kentucky	1 450 695	2
Louisiana	1 372 204	5
Maine	390 967	5
Maryland	3 017 159	2
Massachusetts .	3 511 514	2
Michigan .	4 478 262	2
Minnesota .	2 861 940	2
Mississippi .	869 053	5
Missouri	2 477 098	2
Montana	358 513	7
Nebraska	786 712	2
Nevada	1 206 834	5
New Hampshire	509 771	4
New Jersey .	4 065 988	2
New Mexico .	567 642	5
New York .	7 732 702	2
North Carolina	3 219 548	2
North Dakota .	260 236	4
Ohio	4 462 779	2
Oklahoma	941 971	3
Oregon	1 610 962	4
Pennsylvania	5 283 062	2
Rhode Island	492 480	4
South Carolina	1 483 792	3
South Dakota	319 353	3
Tennessee	2 098 289	2
Texas	8 146 269	3
Utah	926 063	3
Vermont	207 427 3 417 506 2 433 761 373 032 2 455 033 189 314	9 2 3 4 2 7

<sup>1</sup>For the 2002 Economic Census, the definition of value of construction work has been modified from the 1997 Economic Census definition. See Appendix A for the modified definition.

## Appendix A. Explanation of Terms

#### **ESTABLISHMENT**

A relatively permanent office, or other place of business, where the usual business activities related to construction are conducted. Generally, a relatively permanent office is one which has been established for the management of more than one project or job and which is expected to be maintained on a continuing basis.

Number of establishments includes all establishments that were in business at any time during the year. It covers all full-year and part-year operations. Construction establishments which were inactive or idle for the entire year were not included.

#### NUMBER OF EMPLOYEES

Includes all full-time and part-time individuals on the payrolls of construction establishments during any part of the pay period which included the 12th of March, May, August, and November. Included are individuals on paid sick leave, paid holidays, paid vacations, and salaried officers and executives of a corporation. Excluded are subcontractors and their employees; full- or part-time leased employees whose payroll was filed under an employee leasing company's Employer Identification Number; temporary staffing obtained from a staffing service; and proprietors and partners of unincorporated businesses.

Includes all permanent full-time and part-time employees who are on the payrolls of establishments who worked or received pay for any part of the pay period including the 12th of March, May, August, and November.

The all employees or total number of employees number is the sum of construction workers plus other employees who were on the payroll during the pay periods including the 12th of March, May, August, and November, divided by four.

#### **Construction workers**

Includes all payroll workers (up through the working supervisory level) directly engaged in construction operations, such as painters, carpenters, plumbers, and electricians. Included are journeymen, mechanics, apprentices, laborers, truck drivers and helpers, equipment operators, on-site record keepers, and security guards. Supervisory employees above the working foreman level are excluded from this category and are included in the other employees category.

The average number of construction workers is the sum of construction workers who were on the payroll during the pay periods including the 12th of March, May, August, and November, divided by four.

#### **Other employees**

Includes payroll employees in executive, purchasing, accounting, personnel, professional, technical activities, and routine office functions. Also included are supervisory employees above the working foreman level.

The average number of other employees is the sum of other employees who were on the payroll during the pay periods including the 12th of March, May, August, and November, divided by four.

#### PAYROLL

Includes the gross earnings paid in the reporting year to all employees on the payroll of construction establishments. It includes all forms of compensation such as salaries, wages, commissions, dismissal pay, bonuses, and vacation and sick leave pay, prior to deductions such as employees'

#### Construction

Social Security contributions, withholding taxes, group insurance, union dues, and savings bonds. The total includes salaries of officers of these establishments, if a corporation, but excludes payments to the proprietor or partners, if unincorporated.

#### **Payroll for Construction Workers**

Includes the gross earnings paid in the reporting year to all construction workers on the payroll of construction establishments. It includes all forms of compensation such as salaries, wages, commissions, dismissal pay, bonuses, and vacation and sick leave pay, prior to deductions such as employees' Social security contributions, withholding taxes, group insurance, union dues, and savings bonds.

#### Payroll for Other Employees

Includes the gross earnings paid in the reporting year to all other employees on the payroll of construction establishments. It includes all forms of compensation such as salaries, wages, commissions, dismissal pay, bonuses, and vacations and sick leave pay, prior to deductions such as employees' Social Security contributions, withholding taxes, group insurance, union dues, and savings bonds. Payroll of other employees excludes salaries of the proprietor or partners, if unincorporated.

#### FIRST-QUARTER PAYROLL FOR ALL EMPLOYEES

Includes the gross earnings paid in the first quarter of the reporting year to all employees on the payroll of construction establishments. The first-quarter payroll period is the first quarterly pay period which includes March 12. Included are all forms of compensation such as salaries, wages, commissions, dismissal pay, bonuses, and vacation and sick leave pay, prior to such deductions as employees' Social Security contributions, withholding taxes, group insurance, union dues, and savings bonds. It also includes salaries of officers of these establishments, if a corporation, but excludes payments to the proprietor or partners, if unincorporated.

#### FRINGE BENEFITS FOR ALL EMPLOYEES

Includes the total sum of fringe benefits of all full-time and part-time employees on the payrolls of construction establishments during any part of the pay period which included the 12th of the months specified on the report form. Includes expenditures made by the employer for legally required and voluntary fringe benefit programs for employees.

#### Legally Required Expenditures

Includes expenditures made by the employer for Social Security and Medicare contributions, unemployment compensation, worker's compensation, and state temporary disability payments.

#### **Voluntary Expenditures**

Includes expenditures made by the employer for life insurance premiums, pension plans, insurance premiums on hospital and medical plans, welfare plans, and union negotiated benefits.

#### VALUE OF BUSINESS DONE

Includes the sum of value of construction work and other business receipts. Value of business done is the sum of receipts, billings, or sales from establishments of construction business activities plus receipts from other business activities.

#### **Value of Construction Work**

In the 1987-1997 censuses, the value of construction work was collected to measure actual construction activity done during the year. Studies have shown that respondents were not able to accurately report these data. In 2002, receipts, billings, or sales for construction work was collected. This item includes the receipts, billings, or sales for construction work done by building contractors, heavy and civil engineering construction contractors, and specialty trade contractors. Included are new construction, additions, alterations or reconstruction, and maintenance and repair construction work. Establishments engaged in the sale and installation of construction components such as plumbing, heating, and central air-conditioning supplies and equipment; lumber and building materials; paint, glass, and wallpaper; and electrical and wiring supplies, elevators, or escalators were instructed to include both the value for the installation and receipts covering the price of the items installed. Excluded are the cost of industrial and other special machinery and equipment that are not an integral part of a structure and receipts from business operations in foreign countries.

The value of construction work consists of several components that are summed up individually to get the total value of construction work. These components are:

- 1. Value of construction work on government owned projects. This is the total of all projects owned by federal, state, and local governments:
  - a. Value of construction work on federally owned projects. This is the value of construction work for projects owned by the federal government.
  - b. Value of construction work on state and locally owned projects. This is the summed total value of construction work for all projects owned by state and local governments.
- 2. Value of construction work on privately owned projects. This is the value of construction work for projects owned privately (excluding government owned projects).

#### **Other Business Receipts**

Includes the receipts for all other business activities done by an establishment in the current year. Includes business receipts not reported as value of construction work. This includes business receipts from retail and wholesale trade, rental of equipment without operator, manufacturing, transportation, legal services, insurance, finance, rental of property and other real estate operations, and other nonconstruction activities. Receipts for separately definable architectural and engineering work for others are also included here. Excluded are nonoperating income such as interest, dividends, the sale of fixed assets, or receipts from other business operations in foreign countries.

#### **NET VALUE OF CONSTRUCTION WORK**

Includes the value of construction work less the cost of construction work subcontracted out to others.

#### VALUE ADDED

This measure of construction activity is equal to value of business done, less costs for construction work subcontracted out to others and costs for materials, components, supplies, and fuels.

#### VALUE OF CONSTRUCTION WORK SUBCONTRACTED IN FROM OTHERS

Includes the value of construction work done by reporting establishments as subcontractors to other contractors or builders. Establishments were asked to report the approximate percent of total value of construction work accounted for by such work, and the percentages reported were applied to the reported value of construction work to develop a dollar value.

#### **CONSTRUCTION RECEIPTS PERCENT ESTIMATED**

Construction receipts were obtained from census respondent forms. For establishments whose respondent forms were not received at the time data were tabulated, the data were calculated using industry averages and imputation for nonresponse.

#### SELECTED COSTS

Includes the direct charges actually paid or payable for costs incurred for purchases of materials, components, and supplies; costs of construction work subcontracted out to others; and costs for selected power, fuels, and lubricants. Capital expenditures and rental costs for machinery, equipment, and structures are not included.

#### Cost of Materials, Components, and Supplies

Includes the costs for materials, components, and supplies used by establishments in the construction or reconstruction of buildings, structures, or other facilities plus costs for materials bought and resold to others. Also included are costs made for direct purchases of materials, components, and supplies although the purchases were subsequently provided to subcontractors for their use. Supplies include expendable tools which are charged to current accounts. Freight and other direct charges representing only that amount paid after discounts and the value of materials, components, and supplies obtained from other establishments of the respondent's company are also included. Excluded from this item are the cost of fuels, lubricants, electric energy, and industrial and other specialized machinery and equipment such as printing presses; computer systems that are not an integral part of a structure; and materials furnished to contractors by the owners of projects.

#### **Cost of Construction Work Subcontracted Out to Others**

Includes all costs for construction work subcontracted out to other construction contractors during the reporting year. Excluded from this item are costs to the reporting establishment for its purchases of materials, components, and supplies provided to a subcontractor for use. These costs are reported under costs for materials, components, and supplies. Also excluded are costs for the rental of machinery or equipment.

#### Cost of Selected Power, Fuels, and Lubricants

Includes costs for fuels including gasoline, diesel fuel and lubricants, and electric energy purchased during the year from other companies or received from other establishments of the company. Also included are costs for natural gas, manufactured gas, fuel oil, and coal and coke products.

The components of selected power, fuels, and lubricants are:

- 1. Purchased electricity. This is the cost of electric energy purchased during the year from other companies or received from other establishments of the company.
- 2. Natural gas and manufactured gas. This is the cost of natural gas and manufactured gas purchased during the year from other companies or received from other establishments of the company.
- 3. Gasoline and diesel fuel. This is the cost of gasoline and diesel fuel purchased during the year from other companies or received from other establishments of the company. This cost in broken down into two different uses of gasoline and diesel fuel. They are:
  - a. On-highway use of gasoline and diesel fuel. This is the cost of gasoline and diesel fuel purchased during the year to fuel highway vehicles. A highway vehicle is any self-propelled vehicle designed to carry a load over public highways, whether or not the vehicle was also designed to perform other functions. Examples of vehicles designed to carry a load over public highways are passenger automobiles, trucks, and truck tractors. If a vehicle can be used for a combination of on-highway and off-highway uses and has one fuel tank, the fuel use is not considered off-highway. An example of this is a concrete-mixer truck where the truck engine operates both the engine and the mixing unit by a power take-off and is fueled by a single tank. None of the fuel used in this vehicle is off-highway because of the on-highway use. If the vehicle has separate fuel tanks and engines, the fuel in a tank used for non-highway use may be considered off-highway use.

- b. Off-highway use of gasoline and diesel fuel. This is the cost of gasoline and diesel fuel purchased during the reporting year for off-highway use. Off-highway fuel use is the use of fuel for trade, business, or income producing activity. In most cases, off-highway fuel use does not include use in a highway vehicle registered or required to be registered for use on public highways.
- 4. All other fuels and lubricants. This is the cost of fuels and lubricants purchased during the year from other companies or received from other establishments of the company that are not included as costs in any of these categories: natural gas; manufactured gas; gasoline; and diesel fuel.

#### COSTS OF MATERIALS, COMPONENTS, SUPPLIES, AND FUELS

Includes the costs for materials, components, and supplies used by establishments in the construction or reconstruction of buildings, structures, or other facilities plus costs for materials bought and resold to others. Also included is the costs for fuels. These include gasoline, diesel fuel, lubricants, electric energy purchased during the year from other companies or received from other establishments of the company, and costs for natural and manufactured gas, fuel oil, and coal and coke products. Excluded from this item are industrial and other specialized machinery and equipment, such as printing presses; computer systems that are not an integral part of a structure; and materials furnished to contractors by the owners of projects.

#### **RENTAL PAYMENTS**

Includes the total rental costs for renting and/or leasing construction machinery and equipment, transportation equipment, production equipment, office equipment, furniture and fixtures, scaf-folding, office space, and buildings. It excludes costs for the rental of land. It also excludes costs under agreements that in effect are conditional sales contracts such as capital leases. Such costs are included in capital expenditures.

#### SELECTED PURCHASED SERVICES

Includes the costs for services purchased from other companies that are paid directly by an establishment that are normally considered as overhead or non-job-related costs. Included are only the cost of repairs necessary to maintain property and equipment. Excluded are the cost of improvements that increase the value of property or the cost of adapting the property for another use. Such costs are included in capital expenditures. Also excluded are the salaries paid to employees and cost of construction activities subcontracted to others already reported within the selected costs of an establishment.

Included in the cost of selected purchased services for communication services is the actual expense incurred or payable during the year for any type of communication. Such types of communication include telephone, data transmission, telegraph, Internet, connectivity, FAX, telex, photo transmission, paging, cellular telephone, on-line access and related services, etc.

Included in the cost of selected purchased services for repairs to buildings and other structures is the actual expense incurred or payable during the year for any type of repair to buildings and other structures. Such types of repair include maintenance and repair of buildings, job-site trailers, and other structures. Excluded are janitorial services.

The cost of selected purchased services for repairs to machinery and equipment is the actual expense incurred or payable during the year for any type of repairs made to structures and equipment by outside companies or from other establishments of the same company. Such types of repairs to machinery and equipment include maintenance and repair of construction equipment and tools; machinery; and office equipment, furniture, and vehicles, including related service contracts.

Included in the cost of selected purchased services for legal services is the actual expense incurred or payable during the year for any type of legal services. Excluded are the salaries paid to employees of the establishment for these services.

#### Construction

Included in the cost of selected purchased services for accounting, auditing, and bookkeeping services is the actual expense incurred or payable during the year for these services. Excluded are the salaries paid to employees of the establishment for these services.

Included in the cost of selected purchased services for advertising and promotional services is the actual expense incurred or payable during the year for these services. Such types of advertising and promotional services include advertising, marketing, promotional, or public relations services.

# GROSS BOOK VALUE OF DEPRECIABLE ASSETS AT BEGINNING OF YEAR (BOY) AND END OF YEAR (EOY)

Includes the value of depreciable assets for the beginning of year (BOY) and end of year (EOY). Gross value of depreciable assets are usually the original costs of the assets at the beginning of the year. The gross value of depreciable assets (BOY), plus any capital expenditures for new and used depreciable assets in the reporting year, minus the gross value of depreciable assets sold, retired, scrapped, destroyed, etc. in the reporting year, comprise gross book value of depreciable assets (EOY). Depreciable assets are the fixed tangible property of the establishment for which depreciation accounts are ordinarily maintained.

#### CAPITAL EXPENDITURES, OTHER THAN LAND

Includes capital expenditures that will be charged to the fixed assets accounts and for which depreciation accounts are ordinarily maintained. Includes the cost of capital improvements that were made during the year that increased the value of property or adapted the property for another use. Capital expenditures for leasehold improvements made to property leased from others are also included. Land expenditures are not included as capital expenditures. If any building or equipment had been acquired under a capital leasing arrangement that meet the criteria set down by the Financial Accounting Standards Board (FASB), respondents were instructed to report the original cost or market value as a fixed asset and as a capital expenditure, if acquired in the reporting year. If the lease qualified as an operating lease, respondents were instructed not to include the value of the building and equipment as a fixed asset or capital expenditure. If capital expenditures were not recorded directly at the establishment level but handled centrally at a company or division level, respondents were requested to report appropriate estimates for the individual establishments.

#### **RETIREMENTS AND DISPOSITION OF DEPRECIABLE ASSETS**

Includes the gross value of depreciable assets sold, retired, scrapped, destroyed, abandoned, etc., during the year. The values shown are the acquisition costs of the retired assets. This item also includes the value of assets (at acquisition cost rather than current market value) transferred to other establishments of the same company.

#### **DEPRECIATION CHARGES DURING YEAR**

Includes the depreciation expenses of the establishment during the reporting year. These expenses are charged against depreciable assets which are the fixed tangible property of the establishment for which depreciation accounts are ordinarily maintained.

#### NUMBER OF ESTABLISHMENTS WITH INVENTORIES

Includes all establishments with payroll that reported a dollar amount of inventory. Includes the number of establishments that were in business at any time during the reporting year. It covers all full-year and part-year operations. Construction establishments that were inactive or idle for the entire year were not included.

#### Value of Construction Work for Establishments With Inventories

Includes the value of construction work for establishments with payroll that reported a dollar amount of inventory in the reporting year.

#### **BEGINNING- AND END-OF-YEAR INVENTORIES OF MATERIALS AND SUPPLIES**

Includes the inventories of materials and supplies owned at the beginning and end of the reporting year by establishments with payroll. Includes all of the materials and supplies that are owned regardless of where they are held. Excludes materials that are owned by others but held by the reporting establishment. Builders who built on their own account for sale were requested to exclude work in progress and finished units not sold from inventories. Inventories of multiestablishment companies were instructed to be reported by the establishment that is responsible for the inventories, even if these inventories were held at a separate location.

#### NUMBER OF ESTABLISHMENTS WITH NO INVENTORIES

Includes all establishments with payroll that reported having no inventories of materials and supplies during the reporting year. Includes the number of establishments that were in business at any time during the reporting year. It covers all full-year and part-year operations. Construction establishments that were inactive or idle for the entire reporting year were not included.

#### Value of Construction Work for Establishments With No Inventories

Includes the value of construction work for establishments with payroll that reported having no dollar amount of inventory in the reporting year.

#### NUMBER OF ESTABLISHMENTS NOT REPORTING INVENTORIES

Includes all establishments with payroll that did not report a dollar amount for inventories of materials and supplies during the reporting year. It covers all full-year and part-year operations. Construction establishments that were inactive or idle for the entire reporting year were not included.

#### Value of Construction Work for Establishments Not Reporting Inventories

Includes the value of construction work for establishments that did not report a dollar amount for inventories of materials and supplies, and the value of construction work for establishments that did not complete a census form.

#### VALUE OF CONSTRUCTION WORK BY TYPE OF CONSTRUCTION

Includes the dollar value of construction work according to the specified types of construction. There are three categories of construction. They are:

- 1. New construction. The original construction work done on a project including all finishing work on the original building or structure. Land development work on the site and demolition of existing structures are also included.
- 2. Additions, alterations, or reconstruction. The construction work which adds to the value or useful life of an existing building or structure or which adapts a building or structure to a new or different use. Included are "major replacements" of building systems such as the installation of a new roof or heating system and the resurfacing of streets or highways. This contrasts to the repair of a hole in a roof or the routine patching of highways and streets, which would be classified as maintenance and repair.
- 3. Maintenance and repair. The incidental construction work which keeps a property in ordinary working condition. Excluded are trash and snow removal, lawn maintenance and landscaping, cleaning, and janitorial services.

#### **Types of Construction**

Provides data by the types of buildings, structures, or other facilities being constructed or worked on by construction establishments in the reporting year. Respondents were instructed that each building, structure, or other facility should be classified in terms of its function. For example, a restaurant building was to be classified in the restaurant category whether it was designed as a commercial restaurant building or an auxiliary unit of an educational institution. If respondents

#### Construction

worked on more than one type of building or structure in a multibuilding complex, they were instructed to report separately for each building or type of structure. If they worked on a building that had more than one purpose; i.e., office and residential, or commercial, they were to classify the building by its major purpose. In addition, all respondents were requested to report the percentage of the value of construction work done for new construction, additions, alterations, or reconstruction, and maintenance and repair work for each of these types. There are two types of construction:

- 1. Building Construction. The details for this type of construction are defined as:
  - Single-family houses, detached. Includes all fully detached residential buildings constructed for one family use.
  - Single-family houses, attached, including townhouses and townhouse-type condominiums. Includes all residential buildings with two or more living quarters side by side, completely independent of one another, and separated by an unbroken party or lot line wall from ground to roof.
  - Apartment buildings, apartment-type condominiums, and cooperatives. Includes apartment rentals, high-rise, low-rise, or any structures containing two or more housing units, excluding attached single-family houses.
  - Dormitories and barracks. Includes school dormitories and military or nonmilitary barracks that are nonhousekeeping structures.
  - Other manufacturing and industrial buildings. Includes all manufacturing and industrial buildings and plants that are used to house production and assembly activities. Note that industrial parks should be classified under its primary usage such as warehouses, office space, commercial, or industrial type buildings. Heavy industrial facilities such as blast furnaces, petroleum refineries, and chemical complexes are not included in this category but are reported under nonbuilding construction.
  - Manufacturing and industrial warehouses. Includes all warehouses which are intended for industrial activities.
  - Hotels and motels. Includes hotels, motels, bed-and-breakfast inns, and tourist cabins intended for transient accommodations. Also included are hotel and motel conference centers.
  - Office buildings. Includes all buildings that are used primarily for office space or for government administrative offices. Also included are banks or financial buildings that are three stories or more. Medical office buildings are reported under hospitals and institutional buildings.
  - All other miscellaneous commercial buildings. Includes all buildings that are intended for use primarily in the retail and service trades, i.e., shopping centers, department stores, drug stores, restaurants, public garages, auto service stations, and one or two story bank or financial institutions.
  - Commercial warehouses. Includes distribution buildings and mini-storage units intended for commercial use. Also included are storage warehouses.
  - Religious buildings. Includes all buildings that are intended for religious services or functions such as churches, synagogues, convents, monasteries, and seminaries.
  - Educational buildings. Includes all buildings that are used directly in administrative and instructional activities such as colleges, universities, elementary and secondary schools, correspondence, commercial, and trade schools. Libraries, museums, and art galleries, as well as laboratories that are not a part of a manufacturing or commercial establishment, are also included.

- Health care and institutional buildings. Includes hospitals, medical office buildings, and all other buildings that are intended to provide health and institutional care such as clinics, infirmaries, sanitariums, nursing homes, homes for the aged, and orphanages.
- Public safety buildings. Includes detention centers, prisons, fire stations, and rescue squad buildings.
- Farm buildings, nonresidential. Includes nonresidential farm buildings such as barns, poultry houses, implement sheds, and farm silos.
- Amusement, social, and recreational buildings. Includes buildings that are used primarily for entertainment, social, and recreational activities such as sports arenas, convention centers, theaters, music halls, golf and country club buildings, fitness centers, and bowling alleys.
- Indoor swimming pools. Includes pools that are inside a building.
- Indoor ice rinks. Includes ice rinks that are inside a building.
- Grain elevators and dry cleaning plants. Includes grain and storage elevators and dry cleaning plants.
- Waste disposal plants. Includes recycling centers, garbage disposal plants, incinerator disposed facilities, and material recovery facilities.
- Miscellaneous building construction. Includes all other nonresidential buildings such as fire stations, post offices, and bus and air passenger terminals and hangars.
- 2. Nonbuilding Construction. The details for this type of construction are defined as:
  - Highways, streets, and related work. Includes streets, roads, alleys, sidewalks, curbs and gutters, culverts, erosion control, installation of guard rails, highway signs, and lighting. Also includes earthwork protective structures when used in connection with road improvements.
  - Airport runways and related work. Includes airport runways, taxiways, aprons, and related work.
  - Private driveways and parking areas. Includes all nonstructural parking areas and private driveways of all surface types.
  - Bridges and elevated highways. Includes viaducts and overpasses, roads, highways, railroads, and causeways built on structural supports.
  - Tunnels. Includes highway, pedestrian, railroad, and water distribution tunnels.
  - Sewers, sewer lines, septic tanks, and related facilities. Includes sanitary and storm sewers, pumping stations, septic systems, and related facilities.
  - Water mains and related facilities. Includes water supply systems, pumping stations, and related facilities.
  - Oil and gas pipeline construction. Includes pipelines for the transmission of gas, petroleum products, and liquefied gases.
  - Power and communication transmission lines, towers, and related facilities. Includes electric power lines, telephone and telegraph lines, fiber optic cables, cable television lines, television and radio towers, and electric light and power facilities.
  - Power plants and cogeneration plants, except hydroelectric. Includes electric and steam generating plants, cogenerating plants, and nuclear plants.
  - Power plant, hydroelectric. Includes all types of hydroelectric power generating plants.
  - Blast furnaces, chemical complexes, etc. Includes coke ovens and mining appurtenances such as tipples and washeries.

- Sewage treatment plants. Includes sewage treatment and waste disposal plants.
- Water treatment plants. Includes water filtration and water softening plants.
- Urban mass transit. Includes subways, street cars, and light rail systems.
- Railroad construction. Includes the construction of railroad beds, tracks, freight yards, and signal towers for railroad systems, excluding urban mass transit.
- Conservation and development construction. Includes land reclamation, irrigation projects, drainage canals, levees, jetties, breakwaters, and flood control projects.
- Dam and reservoir construction. Includes hydroelectric, water supply, and flood control dams and reservoirs.
- Dry and Solid waste disposal. Includes all dry and solid waste disposal sites where nonhazardous waste is buried.
- Harbor and port facilities. Includes docks, piers, and wharves.
- Marine construction. Includes dredging, underwater rock removal, breakwaters, navigational channels, and locks.
- Petrochemical plants and petroleum refineries. Includes petroleum related facilities.
- Outdoor swimming pools. Includes wading pools and reflecting pools.
- Fencing. Includes all types of fencing, except electronic containment fencing for pets.
- Electronic containment fencing. Includes all types of electronic containment fencing for pets.
- Recreational facilities. Includes athletic fields, golf courses, outdoor tennis courts, trails, and camps.
- Ships. Includes special trade contractors working on ships and boats such as painters, carpenters, joiners, electricians, etc.
- Oil and gas fields. Includes road construction, land clearing contracting, land moving contracting, and land leveling contracting in oil and gas fields.
- Oil and gas field gathering lines. Includes land clearing contracting, land moving contracting, and land leveling contracting.
- Coal mines. Includes land clearing contracting, land moving contracting, and land leveling contracting.
- Metal mines. Includes land clearing contracting, land moving contracting, and land leveling contracting.
- Nonmetallic mines. Includes land clearing contracting, land moving contracting, and land leveling contracting.
- All other miscellaneous nonbuilding construction. Includes all other types of nonbuilding construction.

#### **KINDS OF BUSINESS ACTIVITIES**

Includes dollar value of business done by business activity. Primary activities are construction activities that generate fifty-one percent or more of an establishment's dollar value of business done. Also included are other kinds of business activities. Other kinds of business activities include business receipts not reported as value of construction work. This item includes business receipts from retail and wholesale trade, rental of equipment without an operator, manufacturing, transportation, legal services, insurance, finance, rental of property and other real estate operations, and other nonconstruction activities. Receipts for separately definable architectural and engineering work for others are also included in other kinds of business activities.

#### VALUE OF CONSTRUCTION WORK FOR SPECIALIZED TYPE AND KIND OF BUSINESS

Includes value of construction work for one of two specialized categories. These categories include types of construction and kind-of-business activity. A construction establishment specializes in a type of construction when fifty-one percent or more of the construction work done is in one construction industry. The construction establishment reports each type of construction it performs as a percent of value of construction work. Types of construction refers to the types of buildings, structures, or facilities constructed or worked on by construction establishments in the reporting year. Specialization in types of construction displays data for establishments with payroll that falls within each percent range of specialization. A construction establishment specializes in a kind-of-business activity when fifty-one percent or more of the construction work done by the establishment is performed in one type of business activity. The construction establishment reports each kind-of-business activity engaged in as a percent of value of construction work. Kindof-business activity refers to the kinds of business activities construction establishments perform throughout the reporting year. Examples of kind-of-business activity include highway and street construction, electrical contracting, carpentry contracting, and concrete contracting. Specialization in kind-of-business activity displays data for establishments with payroll that fall within each percent range of specialization.

#### SPECIALIZATION PERCENT

Includes data for establishments with payroll that fall within each percent range of specialization.

#### VALUE OF CONSTRUCTION WORK FOR ESTABLISHMENTS BY LOCATION OF WORK

This is the value of construction done in particular states by establishment. An establishment can do construction in one or more states.

## Appendix B. NAICS Codes, Titles, and Descriptions

#### 238220 PLUMBING, HEATING, AND AIR-CONDITIONING CONTRACTORS

This U.S. industry comprises establishments primarily engaged in installing and servicing plumbing, heating, and air-conditioning equipment. Contractors in this industry may provide both parts and labor when performing work. The work performed may include new work, additions, alterations, maintenance, and repairs.

## Appendix C. Methodology

#### SOURCES OF THE DATA

The construction sector includes approximately 650,000 establishments that were detemined to be in-scope of the 2002 Economic Census — Construction. This number includes those industries in the North American Industry Classification System (NAICS) definition of construction with at least one paid employee in 2002.

Establishments in the 2002 Economic Census are divided into those sent report forms and those not sent report forms. The coverage of and the method of obtaining census information from each are described below:

1. Establishments sent a report form:

Sample frame establishments. The sample frame consisted of the entire construction universe; there were no subpopulations that were explicitly removed from the sample frame. The sample frame was compiled from a list of all construction companies in the active records of the Internal Revenue Service (IRS) and the Social Security Administration (SSA) that are subject to the payment of Federal Insurance Contributions Act taxes. Under special arrangements, to safeguard their confidentiality, the U.S. Census Bureau obtains information on the location and classification of the companies, as well as their payroll and receipts data from these sources. Unfortunately, these sources do not provide establishment level information for companies with multiple locations. For multilocation companies, the establishment level information is directly obtained from the U.S. Census Bureau's Company Organization Survey. For single-location companies, the IRS-SSA information is generally sufficient for assigning the company to a specific six-digit NAICS industry code.

The 2002 NAICS structure for the construction sector was significantly revised from the 1997 NAICS structure. Initially, only a small proportion of the establishments in the sample frame could be directly assigned a 2002 NAICS industry code with a high degree of confidence. Therefore, a special classification card was mailed to 150,000 construction establishments in early 2002. The goal of this classification card was to obtain the current NAICS industry code prior to assembly of the sample frame for the economic census — construction sample.

- 2. Establishments not sent a report form:
  - a. Nonsample frame establishments. There were a limited number of establishments included in the business register who were completely unclassified at the time of the economic census — construction sampling operation. These establishments were mailed a general classification card in early 2003. A portion of these were ultimately determined to be in-scope of the economic census — construction. Since this determination was not made until after the sample selection operation had been completed; these establishments were treated as a supplement to the original universe and were sampled independently for inclusion in the derived estimates.
  - b. All nonemployers, i.e., all firms subject to federal income tax, with no paid employees, were also excluded from the 2002 sample frame, as in previous censuses. Nonemployers with significant levels of receipts data were identified and included in the census mailout under the presumption that the nonemployer status may have been incorrect. Those determined to have employees are included in this report. Data for nonemployers are not included in this report, but are released in the annual *Nonemployer Statistics* series.

The report forms used to collect information for establishments in this sector are available at help.econ.census.gov/econhelp/resources/.

A more detailed examination of census methodology is presented in the *History of the Economic Census* at www.census.gov/econ/www/history.html.

#### INDUSTRY CLASSIFICATION OF ESTABLISHMENTS

The classifications for all establishments covered in the 2002 Economic Census — Construction are classified in 1 of 31 industries in accordance with the industry definitions in the *North American Industry Classification System (NAICS), United States, 2002* manual. Changes between 1997 and 2002 affecting this sector are discussed in the text at the beginning of this report. Tables at www.census.gov/epcd/naics02/n02ton97.htm identify those industries that changed between the 1997 North American Industry Classification System (NAICS) and 2002 NAICS.

In the NAICS system, an industry is generally defined as a group of establishments that use similar processes or have similar business activities. To the extent practical, the system uses supply-based or production-oriented concepts in defining industries. The resulting group of establishments must be significant in terms of number, value added by construction, value of business done, and number of employees.

The coding system works in such a way that the definitions progressively become narrower with successive additions of numerical digits. In the construction sector for 2002, there are 3 subsectors (three-digit NAICS), 10 industry groups (four-digit NAICS), 28 NAICS industries (five-digit NAICS) that are comparable with Canadian and Mexican classification, and 31 U.S. industries (six-digit NAICS).

#### ESTABLISHMENT BASIS OF REPORTING

The 2002 Economic Census — Construction is conducted on an establishment basis. A construction establishment is defined as a relatively permanent office or other place of business where the usual business activities related to construction are conducted. With some exceptions, a relatively permanent office is one that has been established for the management of more than one project or job and that is expected to be maintained on a continuing basis. Such establishment activities include, but are not limited to, estimating, bidding, purchasing, supervising, and operation of the actual construction work being conducted at one or more construction sites. Separate construction reports were not required for each project or construction site.

Companies with more than one construction establishment were required to submit a separate report for each establishment operated during any part of the census year. The construction sector figures represent a tabulation of records for individual establishments, rather than for companies.

If an establishment was engaged in construction and one or more distinctly different lines of economic activity at the same place of business, it was requested to file a separate report for each activity, provided that the activity was of substantial size and separate records were maintained. If a separate establishment report could not be prepared for each activity, then a construction report was requested covering all activities of that establishment providing that the value of construction work exceeded the gross receipts from each of its other activities.

The 2002 Economic Census — Construction excludes data for central administrative offices (CAOs). These would include separately operated administrative offices, warehouses, garages, and other auxiliary units that service construction establishments of the same company. These data are published in a separate report series.

#### **DESCRIPTION OF THE SAMPLE FRAME**

The major objective of the sample design was to provide a sample that would provide reliable estimates at the state by industry level. For sample efficiency considerations, the establishments in the initial 2002 construction frame were partitioned into two components for developing estimates within the sample frame. The details of each are described below:

1. Probability-proportionate-to-size (pps) sample. There were three non-overlapping strata for sample selection. An independent sample was selected within each state by industry cell. The details of each stratum were defined as:

- Stratum 1. This stratum was comprised of approximately 12,000 establishments associated with multilocation companies. The establishments of these multiunit companies were included in the construction sample with certainty.
- Stratum 2. This stratum was comprised of approximately 145,000 single-location companies that could be classified into a valid 2002 NAICS industry. These cases accounted for approximately 75 percent of the payroll associated with single-location companies in construction. The industry code for most of these establishments was determined from the special classification card that was mailed in early 2002. This group was partitioned into state by NAICS (six-digit) cells and an independent sample selected from each cell. Within each cell, a probability-proportionate-to-size (pps) sampling strategy was used. Under this approach, the probability of selection for the sample for larger establishments is higher than for smaller establishments. There were approximately 80,000 establishments selected from this group.
- Stratum 3. This stratum was comprised of the remaining single-location companies. For these companies, we did not have an updated 2002 NAICS industry code. The most recent classification information available for these companies was their 1997 NAICS. Using this 1997 NAICS industry code, this stratum was partitioned into state by NAICS (four-digit) cells; and an independent sample selected from each cell. Again, probability-proportionateto-size sampling methodology was utilized. There were approximately 30,000 establishments selected from this group.

Subsequent to the initial census mail-out, companies that initiated operations in 2002 were identified via administrative sources. To assure proper representation of the entire in-scope population, simple random samples of these new operations were selected and mailed separately.

2. Estimation and variances. Based on the response data, establishments were assigned to the appropriate NAICS (six-digit) industry. At each level of tabulation, unbiased estimates were derived by summing the weighted establishment data where the establishment sample weight was equal to the inverse of its probability of selection for the construction sample.

The resulting estimates were generated from one of many possible samples and are subject to sampling variability. Estimates of this sample variability were independently derived at all levels of aggregation. These sampling variances were then aggregated to the publication levels for the computation of the relative standard errors.

#### **RELIABILITY OF DATA**

The estimates developed from the sample can differ somewhat from the results of a survey covering all companies in the sample lists, but are otherwise conducted under essentially the same conditions as the actual sample survey. The estimates of the magnitude of the sampling errors (the difference between the estimates obtained and the results theoretically obtained from a comparable, complete-coverage survey) are provided by the standard errors of estimates.

The particular sample selected for the construction sector is one of many similar probability samples that, by chance, might have been selected under the same specifications. Each of the possible samples would yield somewhat different sets of results, and the standard errors are measures of the variation of all the possible sample estimates around the theoretically, comparable, complete-coverage values.

Estimates of the standard errors have been computed from the sample data. They are presented in the form of relative standard errors that are the standard errors divided by the estimated values to which they refer.

In conjunction with its associated estimate, the relative standard error may be used to define confidence intervals, or ranges that would include the comparable, complete-coverage value for specified percentages of all the possible samples.

The complete-coverage value would be included in the range:

#### Construction

- From one standard error below to one standard error above the derived estimate for about twothirds of all possible samples.
- From two standard errors below to two standard errors above the derived estimate for about 19 out of 20 of all possible samples.
- From three standard errors below to three standard errors above the derived estimate for nearly all samples.

An inference is that the comparable complete-survey result would fall within the indicated ranges and the relative frequencies shown. Those proportions, therefore, may be interpreted as defining the confidence that the estimates from a particular sample would differ from complete-coverage results by as much as one, two, or three standard errors, respectively.

For example, suppose an estimated total is shown at 50,000 with an associated relative standard error of 2 percent, that is, a standard error of 1,000 (2 percent of 50,000). There is approximately 67 percent confidence that the interval 49,000 to 51,000 includes the complete-coverage total, about 95 percent confidence that the interval 48,000 to 52,000 includes the complete-coverage total, and almost certain confidence that the interval 47,000 to 53,000 includes the complete-coverage total.

In addition to the sample errors, the estimates are subject to various response and operational errors: errors of collection; reporting; coding; transcription; imputation for nonresponse, etc. These operational errors also would occur if a complete canvass were to be conducted under the same conditions as the survey. Explicit measures of their effects generally are not available. However, it is believed that most of the important operational errors were detected and corrected during the U.S. Census Bureau's review of the data for reasonableness and consistency. The small operational errors usually remain. To some extent, they are compensating in the aggregated totals shown. When important operational errors were detected too late to correct the estimates, the data were suppressed or were specifically qualified in the tables.

As derived, the estimated standard errors included part of the effect of the operational errors. The total errors, which depend upon the joint effect of the sampling and operational errors, are usually of the order of size indicated by the standard error, or moderately higher. However, for particular estimates, the total error may considerably exceed the standard error shown. Any figures shown in the tables of this publication having an associated standard error exceeding 75 percent may be combined with higher level totals, creating a broader aggregate, which then may be of acceptable reliability.

#### **DUPLICATION IN VALUE OF CONSTRUCTION WORK**

The aggregate of value of construction work reported by all construction establishments in each of the industry, geographic area, or other groupings contains varying amounts of duplication. This is because the construction work of one firm may be subcontracted to other construction firms and may also be included in the subcontractors' value of construction work. Also, part of the value of construction results from the use of products of nonconstruction industries as input materials. These products are counted in the nonconstruction industry, as well as part of the value of construction. Value added avoids this duplication and is, for most purposes, the best measure for comparing the relative economic importance of industries or geographic areas. Value added for construction industries is defined as the dollar value of business done less costs for construction work subcontracted to others and payments for materials, components, supplies, and fuels.

#### DISCLOSURE

In accordance with federal law governing census reports (Title 13 of the United States Code), no data are published that would disclose the operations of an individual establishment or company. However, the number of establishments in a specific industry or geographic area is not considered a disclosure; therefore, this information may be released even though other information is withheld. Techniques employed to limit disclosure are discussed at www.census.gov/epcd/ec02/disclosure.htm.

## Appendix D. Geographic Notes

Not applicable for this report.

## Appendix E. Metropolitan and Micropolitan Statistical Areas

Not applicable for this report.

## Appendix F. Detailed NAICS and Bridge Code Titles: 2002

[The NAICS code title shown in Table 1 is a standard NAICS title from the North American Industry Classification System Manual. A more detailed title description for the NAICS code shown in Table 1 is included in this appendix]

included in this	appendix]	
2002 NAICS code	1997 bridge code	Detailed 2002 NAICS and 1997 bridge code title description
236115	23321000	New single family housing construction (except operative builders) Single family housing construction, general contractors
236116	23322000	New multifamily housing construction (except operative builders) Multifamily housing construction, general contractors
236117	23321000 23322000	New housing operative builders Single family housing construction, operative builders Multifamily housing construction, operative builders
236118	23321000 23322000	Residential remodelers Remodeling contractors, single family housing Remodeling contractors, multifamily housing
236210	23331000 23493000 23499000	Industrial building construction Other manufacturing and industrial building construction Other industrial nonbuilding construction Waste disposal plant construction
236220	23322000 23331000 23332000 23599000	Commercial and institutional building construction Barrack and dormitory construction Grain elevators, dry cleaning plants, and manufacturing and industrial warehouses construction Commercial and institutional building construction Indoor swimming pool contractors
237110	23491000 23499000 23581000	Water and sewer line and related structures construction Water and sewer line, mains, and related structures (including pumping stations, etc.) construction Sewage and water treatment plants and irrigation systems construction Water well drilling contractors
237120	21311200 23491000 23493000	Oil and gas pipeline and related structures construction Construction of oil and gas field gathering lines Oil and gas pipelines, mains, and related and related structures (including oil storage tanks, etc) construction Petrochemical plants and refineries construction
237130	23492000 23493000	Power and communication line and related structures construction Power and communication transmission line construction Power generation plants and transformer stations construction, except hydroelectric
237210	23311000	Land subdivision Land subdivision and land development
237310	23411000 23412000 23521000	Highway, street, and bridge construction Highway and street construction Bridge construction Highway and traffic line painting contractors
237990	22412000 23499000 23599000	Other heavy and civil engineering construction Tunnel construction All other heavy and civil engineering construction Anchored earth retention contractors
238110	23571000	Poured concrete foundation and structure contractors Concrete (except paving) contractors
238120	23591000	Structural steel and precast concrete contractors Other structural steel erection contractors
238130	23551000	Framing contractors Framing carpentry contractors
238140	23541000 23542000	Masonry contractors Masonry and stone contractors Stucco contractors
238150	23592000	Glass and glazing contractors Glass and glazing contractors
238160	23561000	Roofing contractors Roofing contractors
238170	23561000	Siding contractors Siding (including gutters and downspouts) contractors
238190	23591000 23599000	Other foundation, structure, and building exterior contractors Metal curtain walls and metal furring installation contractors Forming, ornamental metal work installation, and foundation, structure, and building exterior contractors
238210	23511000 23531000	Electrical contractors Environmental controls installation contractors Electrical contractors
238220	23511000 23595000	Plumbing, heating, and air-conditioning contractors Other plumbing, heating, and air-conditioning contractors Scrubber, dust collection, and other industrial ventilation installation contractors
238290	23595000 23599000	Other building equipment contractors Other building equipment and machinery installation contractors Boiler, duct, and pipe insulation and service station equipment, lightning rod, bowling alley, church bell, and tower clock installation contractors
238310	23542000	Drywall and insulation contractors Other drywall, plastering, acoustical, and insulation contractors
238320	23521000	Painting and wall covering contractors Other painting and wall covering contractors

#### Construction-Industry Series

[The NAICS code title shown in Table 1 is a standard NAICS title from the North American Industry Classification System Manual. A more detailed title description for the NAICS code shown in Table 1 is included in this appendix]

2002 NAICS code	1997 bridge code	Detailed 2002 NAICS and 1997 bridge code title description
238330	23552000	Flooring contractors Floor laying and other floor contractors
238340	23543000	Tile and terrazzo contractors Tile, marble, terrazzo, and mosaic contractors
238350	23551000	Finish carpentry contractors Finish carpentry contractors
238390	23561000 23599000	Other building finishing contractors Sheet metal, except roofing and siding contractors Trade show exhibits installation and dismantling, spectator seating, modular furniture, window covering fixture installation, and other building finishing contractors
238910	21311200 21311300 21311400 21311500 23499000 23593000 23594000 23599000	Site preparation contractors Site preparation and related construction activities for oil and gas operations Site preparation and related construction activities for coal mining Site preparation and related construction activities for metal mining Site preparation and related construction activities for nonmetallic mining, except fuels Construction equipment (except cranes) rental with operator and right-of-way clearing and line slashing, blasting, and trenching contractors Excavation contractors Wrecking and demolition contractors Dewatering and core drilling and test boring for construction contractors
238990	23499000 23571000 23599000 56172000	All other specialty trade contractors Crane rental with operator Residential and commercial asphalt, brick, and concrete paving contractors All other special trade contractors Cleaning building exteriors, except sand blasting