

Labor Market Assessment: 0957.00 – Civil and Construction Management Technology Construction Management (Associate Degree; Certificate)

Los Angeles Center of Excellence, April 2022

Summary

| Program Endorsement: | Endorsed: All Criteria Met | Endorsed: Some Criteria Me | Not Endorsed | | |
|--|----------------------------|-----------------------------|--------------|--|--|
| | Program Endors | sement Criteria | | | |
| Supply Gap: | Yes 🗹 | <u> </u> | No 🗆 | | |
| Living Wage: (Entry-Level, 25 th) | Yes ☑ No □ | | | | |
| Education: | Yes 🗹 | | No 🗆 | | |
| | Emerging O | ccupation(s) | | | |
| Yes | | | No ☑ | | |

The Los Angeles Center of Excellence for Labor Market Research (LA COE) prepared this report to provide regional labor market supply and demand data related to two middle-skill occupations:

- Construction managers (11-9021); and
- First-line supervisors of construction trades and extraction workers (47-1011).

Middle-skill occupations typically require some postsecondary education, but less than a bachelor's degree.¹ Although the occupation, construction managers, typically requires a bachelor's degree, it is considered middle-skill because nearly one-third of workers in the field have completed some college or an associate degree. This report is intended to help determine whether there is demand in the local labor market that is not being met by the supply from community college programs that align with the relevant occupations.

Based on the available data, there appears to be a supply gap in the region for the two occupations of interest. In addition to both occupations having entry-level wages that exceed the self-sufficiency standard wage in both Los Angeles and Orange counties, nearly one-third of current workers in the field have completed some college or an associate degree as their highest level of education. **Due to all of the criteria being met, the LA COE endorses this proposed program.** Detailed reasons include:

The COE classifies middle-skill jobs as the following:

All occupations that require an educational requirement of some college, associate degree or apprenticeship;

All occupations that require a bachelor's degree, but also have more than one-third of their existing labor force with an educational attainment of some college or associate degree; or

All occupations that require a high school diploma or equivalent or no formal education, but also require short- to long-term on-the-job training where multiple community colleges have existing programs.

Demand:

- Supply Gap Criteria Over the next five years, there is projected to be 3,973 jobs
 available annually in the region due to new job growth and replacements, which is
 more than the 395 awards conferred annually by educational institutions in the
 region.
- Living Wage Criteria In Los Angeles County, both of these occupations have entry-level wages above the self-sufficiency standard hourly wage (\$18.10/hour).²
- Educational Criteria Within the LA/OC region, 53% of the annual job openings for occupations studied in this report typically require a high school diploma or equivalent.
 - National-level educational attainment data indicates that between 30.5% and 32% of workers in the field have completed some college or an associate degree.

Supply:

- Between 2017 and 2020, 16 community colleges in the LA/OC region issued awards in programs that have historically trained for the occupations of interest, conferring an average of 356 awards.
- Between 2016 and 2019, non-community college institutions in the region conferred an average of 39 awards.

² Self-Sufficiency Standard wage data was pulled from The Self-Sufficiency Standard Tool for California. For more information, visit: http://selfsufficiencystandard.org/california.

Occupational Demand

Exhibit 1 shows the five-year occupational demand projections for the two occupations of interest. In the Los Angeles/Orange County region, the number of jobs related to these occupations is projected to increase by 6% through 2025. There will be nearly 4,000 job openings per year through 2025 due to job growth and replacements.

This report includes employment projection data by Emsi which uses EDD information. Emsi's projections are modeled on recorded (historical) employment figures and incorporate several underlying assumptions, including the assumption that the economy, during the projection period, will be at approximately full employment. To the extent that a recession or labor shock, such as the economic effects of COVID-19, can cause long-term structural change, it may impact the projections. At this time, it is not possible to quantify the full impact of COVID-19 on projections of industry and occupational employment. Therefore, the projections included in this report do not take the full impacts of COVID-19 into account.

| Geography | 2020 Jobs | 2025 Jobs | 2020-2025 Change | 2020-2025 % Change | Annual Openings |
|-------------|-----------|-----------|---------------------|-----------------------|--------------------|
| Los Angeles | 27,868 | 29,566 | 1,698 | 6% | 2,741 |
| Orange | 12,936 | 13,549 | 613 | 5% | 1,232 |
| Total | 40,803 | 43,114 | 2,311 | 6% | 3,973 |

Exhibit 1: Occupational demand in Los Angeles and Orange Counties³

Wages

The labor market endorsement in this report considers the hourly wages for the two occupations in Los Angeles County, as they relate to the county's self-sufficiency standard wage. Orange County wages are included below in order to provide a complete analysis of the LA/OC region. Detailed wage information, by county, is included in Appendix A.

Los Angeles County – Both occupations in this report have entry-level wages <u>above</u> the self-sufficiency standard wage for one adult (\$18.10 in Los Angeles County). Typical entry-level hourly wages are in a range between \$20.08 and \$26.77; experienced workers can expect to earn wages between \$47.72 and \$65.04.

Orange County – Both occupations in this report have entry-level wages <u>above</u> the self-sufficiency standard wage for one adult (\$20.63 in Orange County). Typical entry-level hourly wages are in a range between \$30.22 and \$32.09; experienced workers can expect to earn wages between \$51.97 and \$76.44.

³ Five-year change represents new job additions to the workforce. Annual openings include new jobs and replacement jobs that result from retirements and separations.

Job Postings

Over the past 12 months, there have been 8,741 online job postings related to the two occupations of interest. Exhibit 2 displays the number of job postings by occupation. The majority of job postings (80%) were for construction managers. The highest number of job postings were for project managers, construction managers, superintendents, construction superintendents, construction managers, project coordinators, and assistant project managers. The top skills were project management, construction management, quality assurance and control, occupational health and safety, estimating, and cost control. The top employers, by number of job postings, in the region were Rosendin Electric Incorporated, Sunrun, Hill International Incorporated, and Cordoba Corporation.

It is important to note that the job postings data included in this section reflects online job postings listed in the past 12 months and does not yet demonstrate the full impact of COVID-19. While employers have generally posted fewer online job postings since the beginning of the pandemic, the long-term effects are currently unknown.

Construction Managers (11-9021)

First-Line Supervisors of Construction Trades and Extraction Workers (47-1011)

1,764

Exhibit 2: Job postings by occupation (last 12 months)

Educational Attainment

The Bureau of Labor Statistics (BLS) lists the following typical entry-level education levels for the occupations in this report:

- Bachelor's degree: construction managers (11-9021)
- High school diploma or equivalent: first-line supervisors of construction trades and extraction workers (47-1011)

In the LA/OC region, the majority of annual job openings (53%) typically require a high school diploma or equivalent. National-level educational attainment data indicates that between 30.5% and 32% of workers in the field have completed some college or an associate degree.

Educational Supply

Community College Supply – Exhibit 3 shows the annual and three-year average number of awards conferred by community colleges in programs that have historically trained for the occupations of interest. The colleges with the most completions in the region are Orange Coast, Santa Ana, and LA Southwest.

Exhibit 3: Regional community college awards (certificates and degrees), 2017-2020

| TOP Code | Program | College | 2017-18 Awards | 2018-19 Awards | 2019-20 Awards | 3-Year Average |
|----------|--------------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| | | Compton | 2 | 1 | - | 1 |
| | | El Camino | 7 | 11 | 1 <i>7</i> | 12 |
| | | LA Southwest | - | - | 152 | 51 |
| | | Long Beach | - | - | 60 | 20 |
| 0952.00 | Construction Crafts | Pasadena | 1 | 1 | 1 | 1 |
| 0932.00 | Technology | LA Subtotal | 10 | 13 | 230 | 84 |
| | | Fullerton | 11 | 14 | 8 | 11 |
| | | Orange Coast | 56 | 91 | 37 | 61 |
| | | Santa Ana | 12 | 72 | 85 | 56 |
| | | OC Subtotal | 79 | 1 <i>77</i> | 130 | 129 |
| | Supply | Subtotal/Average | 89 | 190 | 360 | 213 |
| | Carpentry | LA Trade-Tech | 38 | 21 | 27 | 29 |
| | | LA Subtotal | 38 | 21 | 27 | 29 |
| 0952.10 | | Fullerton | - | 3 | - | 1 |
| | | Santiago Canyon | - | 1 | 2 | 1 |
| | | OC Subtotal | - | 4 | 2 | 2 |
| | Supply | Subtotal/Average | 38 | 25 | 29 | 31 |
| | | East LA | - | - | 1 | 0 |
| | Civil and | LA Valley | 5 | 6 | 13 | 8 |
| 0957.00 | Construction | Mt San Antonio | 3 | - | 11 | 5 |
| 0737.00 | Management Technology | LA Subtotal | 8 | 6 | 25 | 13 |
| | reclinology | Fullerton | 11 | 12 | 11 | 11 |
| | | OC Subtotal | 11 | 12 | 11 | 11 |
| | Supply | Subtotal/Average | 19 | 18 | 36 | 24 |
| 0957.20 | Construction | Pasadena | 9 | 7 | 21 | 12 |
| 0737.20 | Inspection | LA Subtotal | 9 | 7 | 21 | 12 |

| TOP Code | Program | College | 2017-18 Awards | 2018-19 Awards | 2019-20 Awards | 3-Year Average |
|----------|-------------------------|-----------------|-------------------|-------------------|-------------------|-------------------|
| | | Coastline | 12 | 15 | 11 | 13 |
| | | Fullerton | 8 | 11 | 4 | 8 |
| | | Saddleback | 3 | 10 | 15 | 9 |
| | | Santiago Canyon | - | - | 15 | 5 |
| | | OC Subtotal | 23 | 36 | 45 | 35 |
| | Supply Subtotal/Average | | | 43 | 66 | 47 |
| | | Citrus | 9 | 27 | 22 | 19 |
| | | LA Trade-Tech | 2 | - | - | 1 |
| 2102.10 | Public Works | LA Subtotal | 11 | 27 | 22 | 20 |
| | | Santiago Canyon | 18 | 19 | 26 | 21 |
| | | OC Subtotal | 18 | 19 | 26 | 21 |
| | Supply Subtotal/Average | | | 46 | 48 | 41 |
| | Supply Total/Average | | | 322 | 539 | 356 |

Non-Community College Supply – For a comprehensive regional supply analysis, it is important to consider the supply from other institutions in the region that may provide training programs related to construction management. Exhibit 4 displays the annual and three-year average number of awards conferred in relevant programs. Between 2016 and 2019, non-community college institutions in the region conferred an average of 39 awards.

Exhibit 4: Regional non-community college awards, 2016-2019

| CIP | Program | Institution | 2016-17 Awards | 2017-18 Awards | 2018-19 Awards | 3-Year Average |
|---------------------|---|---|-------------------|-------------------|-------------------|-------------------|
| | Construction | California State Polytechnic University- Pomona | 58 | 58 | 47 | 54 |
| 15.1001 Engineering | Engineering Technology/Technician | California State University-Long Beach | 38 | 53 | 52 | 48 |
| | California State University-Northridge | 18 | 10 | 15 | 14 | |
| | | Supply Total/Average | 38 | 40 | 38 | 39 |

Appendix A: Occupational demand and wage data by county

Exhibit 5. Los Angeles County

| Occupation (SOC) | 2020 Jobs | 2025 Jobs | 5-Yr Change | 5-Yr % Change | Annual Openings | Entry- Level Hourly Earnings (25 th Percentile) | Median Hourly Earnings | Experienced Hourly Earnings (75 th Percentile) |
|---|--------------|--------------|----------------|------------------|--------------------|---|------------------------------|---|
| Construction Managers (11-9021) | 13,988 | 15,432 | 1,444 | 10% | 1,328 | \$20.08 | \$37.34 | \$65.04 |
| First-Line Supervisors of Construction Trades and Extraction Workers (47-1011) | 13,880 | 14,134 | 254 | 2% | 1,413 | \$26.77 | \$35.87 | \$47.72 |
| Total | 27,868 | 29,566 | 1,698 | 6% | 2,741 | - | - | - |

Exhibit 6. Orange County

| Occupation (SOC) | 2020 Jobs | 2025 Jobs | 5-Yr Change | 5-Yr % Change | Annual Openings | Entry- Level Hourly Earnings (25th Percentile) | Median Hourly Earnings | Experienced Hourly Earnings (75th Percentile) |
|---|--------------|---------------|----------------|------------------|--------------------|---|------------------------------|---|
| Construction Managers (11-9021) | 5,963 | 6,413 | 450 | 8% | 527 | \$32.09 | \$47.80 | \$76.44 |
| First-Line Supervisors of Construction Trades and Extraction Workers (47-1011) | 6,973 | <i>7</i> ,135 | 162 | 2% | 705 | \$30.22 | \$39.84 | \$51.97 |
| Total | 12,936 | 13,549 | 613 | 5% | 1,232 | - | - | - |

Exhibit 7. Los Angeles and Orange Counties

| Occupation (SOC) | 2020 Jobs | 2025 Jobs | 5-Yr Change | 5-Yr % Change | Annual Openings | Typical Entry- Level Education |
|--|--------------|--------------|----------------|------------------|--------------------|-----------------------------------|
| Construction Managers (11-9021) | 19,951 | 21,845 | 1,894 | 9% | 1,855 | Bachelor's degree |
| First-Line Supervisors of Construction Trades and Extraction Workers (47-1011) | 20,853 | 21,269 | 416 | 2% | 2,118 | HS diploma or equivalent |
| Total | 40,803 | 43,114 | 2,311 | 6% | 3,973 | - |

Appendix B: Sources

- O*NET Online
- Labor Insight/Jobs (Burning Glass)
- Economic Modeling Specialists, International (Emsi)
- Bureau of Labor Statistics (BLS)
- California Employment Development Department, Labor Market Information Division, OES
- California Community Colleges Chancellor's Office Management Information Systems (MIS)
- Self-Sufficiency Standard at the Center for Women's Welfare, University of Washington
- Chancellor's Office Curriculum Inventory (COCI 2.0)

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