CONSTRUCTION

Contract construction is a major industry in Hawaii and during 1965, Honolulu ranked fifth nationally in the value of building permits issued. Only New York, Los Angeles, Houston and Chicago exceeded Honolulu in this respect according to a Dun and Bradstreet report.

In a study of all housing units authorized by each of the jurisdictions included within metropolitan areas, only 20 other metropolitan areas exceeded Honolulu--even though Honolulu ranks 54th in population.

The value of construction put in place during 1967 totaled \$346.8 million, somewhat lower than 1966. However, reports of the first quarter of 1968 indicate that construction is moving ahead.

During 1967, an average of 17,200 persons were employed in contract construction compared with 18,900 the previous year.

Sources of information on construction include the F. W. Dodge reports of building permits issued for private construction by the building departments of the four counties. The Department of Planning and Economic Development serves as a processing center for these reports and receives monthly and annual summaries. The value of construction put in place for the state and counties is reported monthly and annually for both fiscal and calendar years by the Department of Taxation. The value of construction contracts awarded in Hawaii by government and private agencies is reported monthly and annually by the General Contractors Association of Hawaii in their Comparative Box Score.

A summary of job bid schedules and construction news is published weekly by the magazine, <u>Builders Report Pacific</u>. A monthly construction cost index and an annual review of construction plans are published by the same company. The monthly <u>Economic Indicators</u>, published by the First National Bank of Hawaii and the monthly <u>Review of Business and Economic Conditions</u> published by the Bank of Hawaii cover construction news.

Table 65. -- TOTAL VALUE OF CONSTRUCTION PUT IN PLACE IN HAWAII BY COUNTY:
1958 TO 1967
(in millions of dollars)

Year ending Dec. 31	State of Hawaii	City-County of Honolulu	Hawaii County	Kauai County	Maui County
1958 1959 1960 1961 1962 1963 1964 1965 1966	174.4 206.8 268.5 267.3 257.0 265.2 302.9 338.6 392.4 346.8	162.8 196.8 255.5 248.2 232.9 242.5 277.3 306.8 357.4 316.9	7.0 5.5 5.6 9.1 12.2 11.2 12.4 17.0 15.5 14.2	1.9 2.4 2.7 3.7 4.2 4.6 4.8 5.4 6.3 5.0	2.7 2.1 4.7 6.3 7.7 6.9 8.4 9.4 13.2

Source: Department of Taxation, <u>Tax Base for Certain Taxes</u>, <u>Year Ending December 31</u> for years shown.

Table 66. -- VALUE OF CONSTRUCTION CONTRACTS AWARDED IN HAWAII AND OTHER CONSTRUCTION TRENDS: 1958 TO 1967

Year ending	Total contracts	Construction cost	Average va building per	Value of Federal	
Dec. 31	awarded ¹ (in millions)	index ²	Single-family residences	Apartment units	construction (in millions)
1958 1959 1960 1961 1962 1963 1964 1965 1966	\$ 281.1 203.3 251.4 241.4 258.2 397.7 357.4 381.4	132.3 138.0 142.0 147.2 154.2 161.5 168.0 175.0 185.9 193.7	\$10,360 10,600 11,607 12,222 12,942 12,889 13,549 13,870 15,700 16,671	\$ 6,812 8,381 9,167 7,499 11,186 9,056 9,274 10,525 14,450 13,518	\$66.9 25.5 42.5 12.2 15.0 35.4 53.9 37.1 23.1 36.3

- 1. Includes federal and local government contracts and private construction.
- 2. Base: 1950-1954 = 100.

Sources: Total contracts awarded and value of Federal construction are from the General Contractors Association, Comparative Box Score; other data from Bank of Hawaii, Construction in Hawaii 1967 and records.

Table 67. -- VALUE OF PRIVATE OWNERSHIP CONSTRUCTION AUTHORIZED BY BUILDING PERMITS IN HAWAII, BY COUNTY:

1960 TO 1967

(in millions of dollars)

Year ending Dec. 31	State of Hawaii	City-County of Honolulu	Hawaii County	Kauai County	Maui County
1960 1961 1962 1963 1964 1965 1966	134.4 111.7 157.8 110.4 138.7 211.4 203.1 204.2	124.6 94.2 141.4 91.5 109.9 179.4 173.9 168.6	4.0 8.6 7.5 8.4 14.1 13.1 13.9	1.8 3.6 2.6 4.3 6.5 7.2 4.0 9.0	4.1 5.2 6.3 6.1 8.2 11.7 11.3 12.8

Source: Department of Planning and Economic Development, from summaries of building permits of private ownership projects.

Table 68. -- CONSTRUCTION OF ONE AND TWO-FAMILY DWELLINGS AND APARTMENT UNITS IN HAWAII, BY COUNTY: 1960 TO 1967

Category and	The	Hawaii	Honolulu	Kauai	Maui
year authorized	State	County	County	County	County ¹
New one-family dwellings: 1960	4,867	196	4,189	118	364
	4,113	300	3,412	120	281
	4,448	363	3,654	112	319
	4,321	441	3,352	184	344
	4,551	431	3,671	181	268
	5,480	431	4,512	202	335
	3,954	453	2,944	212	345
	3,930	393	3,005	160	372
New two-family dwellings: 1960	88 222 176 192 100 178 80 54	10 4 2 - 4 12 4	76 216 170 182 90 132 52 46	2 - 8 - 14 12 -	- 2 4 2 10 28 4 4
New apartments: 19592 1960 1961 19623 1963 1964 1965 1966 1967	4,373 3,203 2,241 3,273 2,540 2,917 5,799 6,495 3,341	- 24 10 90 17 90 61	4,373 3,193 2,146 3,182 2,299 2,868 5,555 6,320 3,159	- 54 9 10 4 6 12 4	- 10 17 72 141 28 148 102 160
Other activity: 4 1960	-1,283	-202	- 939	-104	- 38
	-1,014	- 70	- 875	- 70	+ 1
	-1,828	- 79	-1,647	- 74	- 28
	- 880	-126	- 667	- 55	- 32
	-1,026	-144	- 685	-145	- 52
	-1,016	- 64	- 794	-136	- 22
	- 982	- 57	- 788	- 96	- 41
	-1,123	- 82	- 722	-276	- 43

- 1. Includes Kalawao County. The 1961 data are revised.
- 2. Excludes 498 Oahu units authorized but not built.
- 3. Excludes 244 Oahu units authorized but not built and 650 non-residential units in an apartment-hotel complex.
 - 4. Net change from demolition, conversion, or disaster.

Source: Honolulu Redevelopment Agency, <u>Redevelopment and Housing Research</u> April 1968 from reports of City and County of Honolulu Building Department and the Departments of Public Works, Counties of Hawaii, Kauai, and Maui, of building permits issued.

Housing in Hawaii has continued to expand to meet the needs of the rapidly increasing population. Since 1960, more than 33,000 housing units have been completed in the state.

Honolulu, although ranking 54th among metropolitan areas in population, ranked 21st in number of permits issued for housing units in 1965.

Most single-family homes are of one-story design, well adapted to the "indoor-outdoor" type of living encouraged by the year-round warm climate. Land is expensive in Hawaii, and houses are often sold on a "leasehold" basis in which the purchaser owns the home but leases the property for a set time, usually 55 to 99 years.

High-rise apartments and apartment hotels, once found only in Waikiki, are now being built throughout the state. Hawaii was the first state to permit condominium ownership and this type of housing is becoming increasingly popular for both resort and residential units.

Sources of information on housing are numerous. County Building Departments report the building permits issued for private construction and the Department of Planning and Economic Development processes these reports for the F. W. Dodge Company studies. The Honolulu Redevelopment Agency publishes an annual report, Redevelopment and Housing Research, with monthly supplements. The Bank of Hawaii issues an annual report called Construction in Hawaii.

The Hawaii Housing Authority (public housing), the City-County of Honolulu's Office of the Urban Renewal Coordinator, Hawaii Council for Housing Action, the Home Builders Association and the Honolulu Board of Realtors are among government and private agencies providing information on various aspects of housing

Table 69. -- HOUSING UNITS IN HAWAII, BY COUNTY: 1950 TO 1968

Year	State	City-County of	Hawaii	Kauai	Maui
(April 1)	Total	Honolulu	County	County	County
1950 1951 1952 1953 1954 1955 1956 1957 1958 1960 1961 1962 1963 1964 1965 1966 1966	120,606 123,941 126,499 129,769 132,732 137,675 141,266 145,184 149,156 154,950 165,506 174,438 180,710 186,044 192,580 198,994 208,980 218,248 226,671	83,175 85,991 88,004 91,078 93,978 98,817 102,194 105,975 109,868 115,680 125,795 134,362 139,970 144,529 150,171 155,892 164,867 172,917 180,603	17,176 17,440 17,670 17,737 17,638 17,681 17,742 17,800 17,838 17,825 18,118 18,128 18,128 18,421 18,786 19,105 19,428 19,845 20,371 20,696	8,378 8,432 8,487 8,541 8,597 8,652 8,761 8,830 8,892 8,904 8,996 9,012 9,089 9,158 9,306 9,349 9,434 9,676 9,628	11,877 12,078 12,338 12,413 12,519 12,525 12,569 12,579 12,558 12,541 12,597 12,936 12,230 13,571 13,998 14,325 14,834 15,284 15,744

Source: Honolulu Redevelopment Agency, <u>Honolulu Redevelopment and Housing Research</u>, July of years given. Estimates are for total units, (not occupied units) and include public and private housing.

Table 70. -- BUILDING PERMITS ISSUED FOR PRIVATE ONE-FAMILY DWELLINGS IN HAWAII, BY COUNTY: 1960 TO 1967

Year	State Total	City-County of Honolulu	Hawaii County	Kauai County	Maui County
1960 1961 1962 1963 1964 1965 1966	4,863 4,090 4,456 4,287 4,554 5,486 3,954 3,675	4,189 3,412 3,654 3,352 3,671 4,512 2,944 2,754	197 291 363 422 420 431 453 393	113 116 119 180 187 205 212	364 271 320 333 276 338 345 372

Source: Department of Planning and Economic Development, developed from reports submitted by county building departments.

Table 71. -- SELECTED CHARACTERISTICS FOR F.H.A. HOMES IN HAWAII AND CALIFORNIA 1966

	New	homes	Existing homes		
Subject	Hawaii	California	Hawaii	California	
Median property value Avg. market price of equiv. site Est. construction cost per sq. ft Average price of site per sq. ft Avg. area of house per sq. ft Avg. number of rooms	\$27,224 11,259 16.13 1.68 1,058 5.2 9.1	1	\$26,786 12,437 1.92 1,000 5.3 7.1	\$17,694 5,627 .85 1,166 5.5 4.0	
Full basement (percent)	0.5 \$ 22.19 \$ 22.80	1.4	\$ 22.41 \$ 18.70	0.6 \$ 18.67 \$ 30.73	

Source: Federal Housing Administration, $\underline{\text{FHA Homes 1966, Data for States and Selected}}$ Areas on Characteristics of FHA Operations under Section 203.