


**Escalation Rate Assumptions  
For DOE Projects  
(January 2003)**



FY	Project Categories *									
	Construction		EM		IT		O&M		R&D	
2002	1.000	N/A	1.000	N/A	1.000	N/A	1.000	N/A	1.000	N/A
2003	1.021	2.1%	1.020	2.0%	1.008	0.8%	1.018	1.8%	1.023	2.3%
2004	1.046	2.5%	1.047	2.7%	1.017	0.9%	1.045	2.6%	1.051	2.8%
2005	1.076	2.9%	1.075	2.7%	1.022	0.5%	1.073	2.7%	1.080	2.7%
2006	1.106	2.8%	1.103	2.6%	1.032	1.0%	1.101	2.6%	1.108	2.6%
2007	1.135	2.6%	1.130	2.4%	1.041	0.8%	1.127	2.4%	1.136	2.5%
2008	1.164	2.6%	1.157	2.4%	1.049	0.8%	1.154	2.4%	1.164	2.5%

These Rates are based on Material and Labor data contained in the Energy Supply Model, provided by DRI-WEFA (now Global Insight), in January 2002. Locally obtained rates, different from those above, may be used. Additional advice and assistance can be obtained from OECM. Points of Contact: T. Ross Hallman, National Energy Technology Laboratory (NETL), 304-285-4837 or Terry Brennan, NETL, 412-386-5989.

\* Note that Project Categories are aligned with those Project Categories in the Project Assessment and Reporting System (PARS), which are included as follows:

**Construction:**

Vertical: Examples: General Building Construction, Administration Buildings, Lab Facilities.

Horizontal: Railroads, Road Work, Bridges, Tunneling, Site Improvements, Site Utilities, Dams / Waterways

Facilities / Infrastructure: Chemical Plants, Vitrification Plants, Process Plants, Incinerators, Accelerators, One-of-a-Kind Facilities, and Modifications.

**Environmental Management:**

Restoration: Groundwater Remediation, Soils Remediation

D&D/d&d: Reactors, Process Facilities, Administration Facilities, Medical Facilities, Laboratory Facilities, Security Facilities

\* These items contain new or revised reporting requirements for the FY 2005 Field Budget Call