

#161 in U.S. Metro Residential Builders — ALEX Intelligence 2026

Huntsville Ranks #161 in U.S. Builder Activity

Low construction volume signals tight supply, fueling price resilience

Swipe for insights →

204

Residential Builders (2022)

Huntsville, AL ranks #161 among 914 U.S. metros in residential building construction activity.

This figure—204 active residential builders—reflects a deeply constrained new supply pipeline. In contrast to high-growth metros with thousands of active builders, Huntsville’s low count indicates a structural bottleneck in housing inventory growth. This imbalance between demand and supply is not a temporary lag but a persistent feature of the region’s development ecosystem.

Source: U.S. Census Bureau, County Business Patterns 2022, NAICS 2361 (Residential building construction) • ALEX Intelligence computation

<https://alex-companies.com/data/2026-10-02-huntsville-istand-2361-msa>



01

Supply Collapse Drives Price Pressure

The low builder count is not a sign of weak demand but a symptom of a supply-side failure. This mismatch creates upward pricing pressure on existing homes, as buyers compete in a market where new construction cannot absorb demand. The result is not a bubble, but a classic supply-constrained equilibrium.

02

Input Costs Are the Silent Enabler

Even if builders wanted to scale up, input cost pressure—highlighted in the Atlanta Fed’s FEDS Note (Oct. 1, 2026)—makes new construction economically unviable. Rising material and logistics costs are eroding margins, discouraging investment in new projects. This isn’t just about permits or zoning; it’s about real financial viability. The low builder count is not a policy failure—it’s a market signal that the cost of entry has become prohibitive.



Real Estate Strategy & Intelligence Leader. Democratized Blue Ocean Strategist & Operator.

Diane Hart Alexander, MBA, MHA

Chair & CEO, ALEX Companies

Designated Broker, Alexander Tiffany Southwest, LLC dba ALEX.realestate, et.al.

Texas License #574877-B · Broker License #565194-BB

diane@alex.realestate · +1 713.591.9902



ALEX Intelligence
deep intelligence

ALEX Real Estate
genius real estate

ALEX Advisory
uncontested strategy

ALEX Cares
purposeful philanthropy

