

State Final Demand – March Quarter 2017

ABS Cat. No. 5206.0

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State Final Demand increased by 0.5 per cent in the March Quarter 2017

ACT (seasonally adjusted¹)

Real State Final Demand (SFD) increased by 0.5 per cent in the March quarter 2017.

Through the year (tty)² to the March quarter 2017, SFD increased by 5.0 per cent.

National (seasonally adjusted)

Real Domestic Final Demand (DFD)³ increased by 0.3 per cent in the March quarter 2017.

Through the year to the March quarter 2017, DFD increased by 1.7 per cent.

Real Gross Domestic Product (GDP) increased by 0.3 per cent in the March quarter 2017.

Through the year to the March quarter 2017, GDP increased by 1.7 per cent.

Key Measures, March Quarter 2017, Chain Volume Measures,⁴ Seasonally Adjusted (a)

	Value (\$m)	Change (%)	
		Quarterly	tty
ACT			
State Final Demand	16,453	0.5	5.0
Australia			
Domestic Final Demand	423,515	0.3	1.7
Gross Domestic Product	423,935	0.3	1.7

Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

Commentary

Economic activity in the ACT, as measured by State Final Demand, increased by 0.5 per cent in the March quarter 2017, following a 1.2 per cent increase in the December Quarter 2016 (revised down from an increase of 1.6 per cent).

The March quarter's result for the ACT was the fourth highest outcome of any State or Territory, behind Victoria and South Australia (both up 1.4 per cent) and Tasmania (up 0.9 per cent). Public consumption and investment contributed nearly all of the growth in ACT State Final Demand; household consumption was weak and private investment detracted from growth in the March quarter 2017.

General government consumption increased by 0.7 per cent and contributed 0.4 percentage points to the overall rise in State Final Demand, while private consumption rose by 0.2 per cent with a very small contribution to the overall increase in State Final Demand in the quarter.

A 4.5 per cent increase in public investment contributed 0.3 percentage points to the rise in State Final Demand in the March quarter 2017. Of the increase in investment, ACT Government investment rose by 34.1 per cent and contributed 0.4 percentage points to the overall rise in State Final Demand, while National Government investment fell by 1.2 per cent, detracting 0.1 percentage points.

Private investment fell by 4.3 per cent, detracting 0.3 percentage points from the overall growth in the ACT's State Final Demand in the March quarter 2017. Dwelling investment fell by 11.6 per cent in the March quarter 2017, detracting 0.4 percentage points from the overall growth in State Final Demand.

¹ Seasonally adjusted data takes into account calendar effects so that the effects of other influences on the series may be clearly recognised.

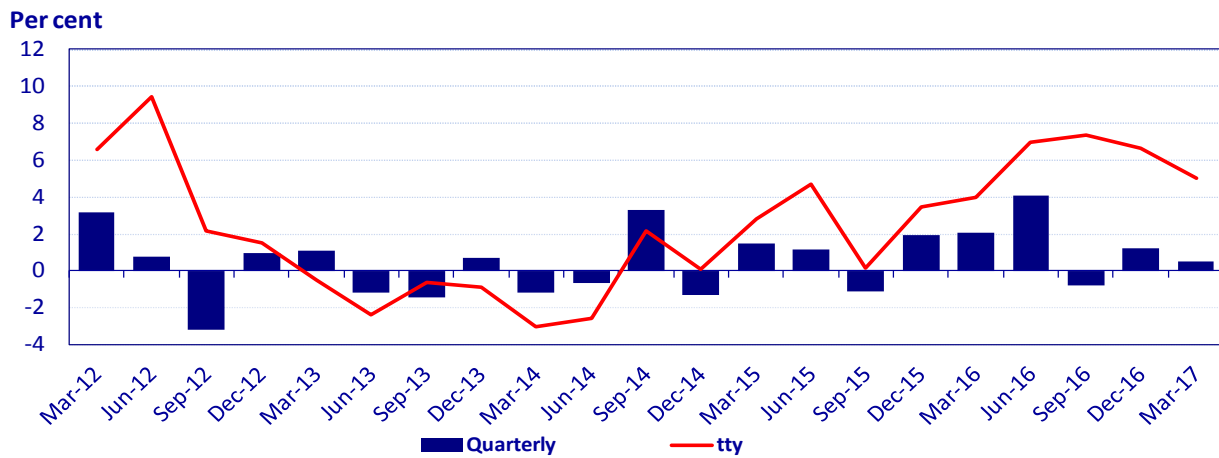
² Through the year (tty) is the percentage change from the same period (month/quarter) in the previous year.

³ Domestic Final Demand (DFD) is an equivalent measure to SFD at the national level.

⁴ Chain volume measures reflect changes in value after the direct effects of price changes have been eliminated and hence measure only volume changes.

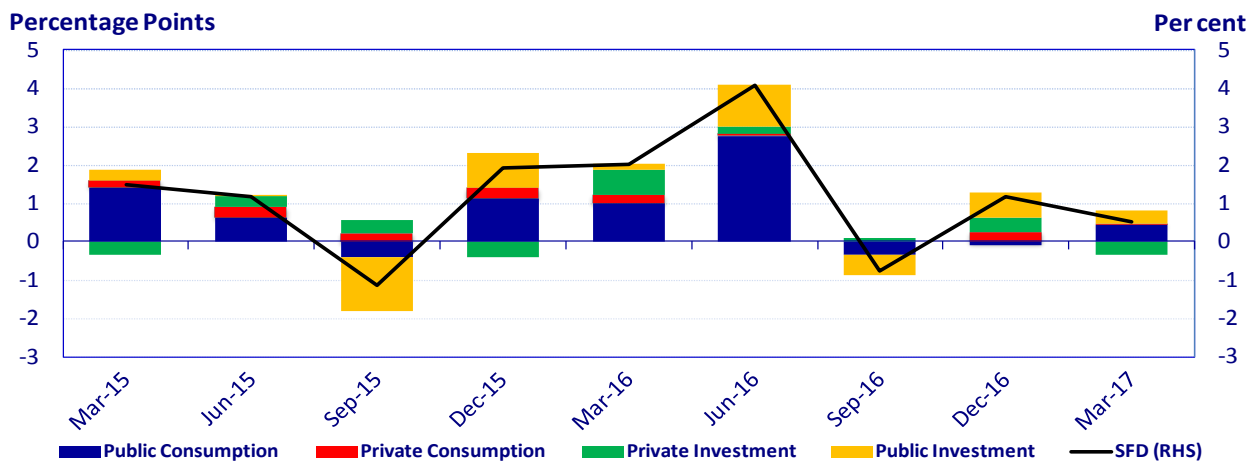
Through the year to the March quarter 2017, ACT State Final Demand grew by 5.0 per cent, the second highest of any jurisdiction. All components of ACT State Final Demand contributed positively to the through the year growth to the March quarter 2017. Western Australia (down 6.6 per cent) was the only jurisdiction to record a fall through the year to the March quarter 2017.

Growth in ACT SFD, Chain Volume Measures, Seasonally Adjusted (a)



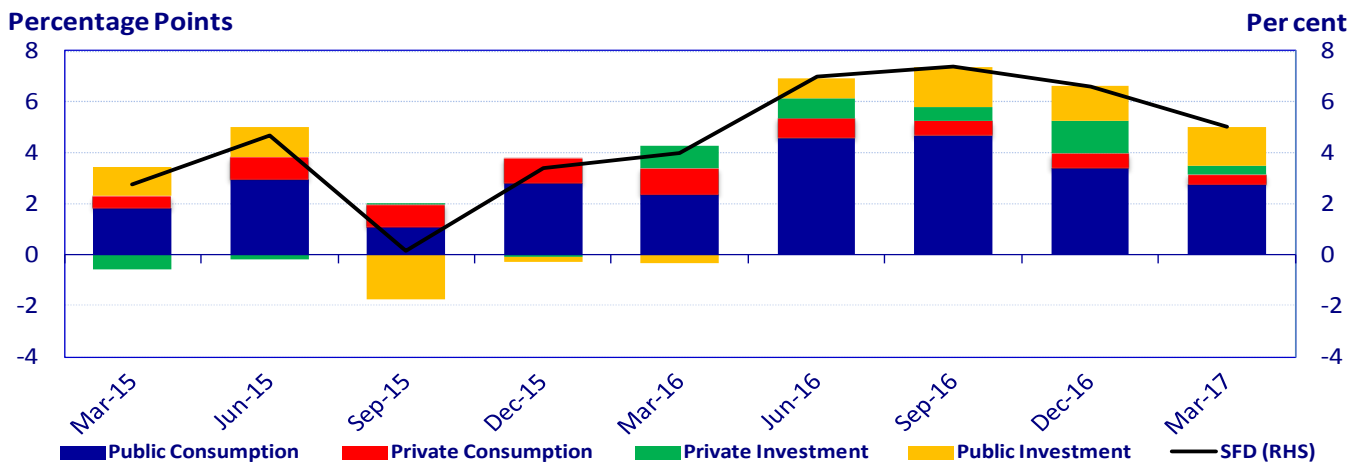
Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

Contribution to Quarterly Growth in ACT SFD, Chain Volume Measures, Seasonally Adjusted (a)



Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

Contribution to Through the Year Growth in ACT SFD, Chain Volume Measures, Seasonally Adjusted (a)



Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

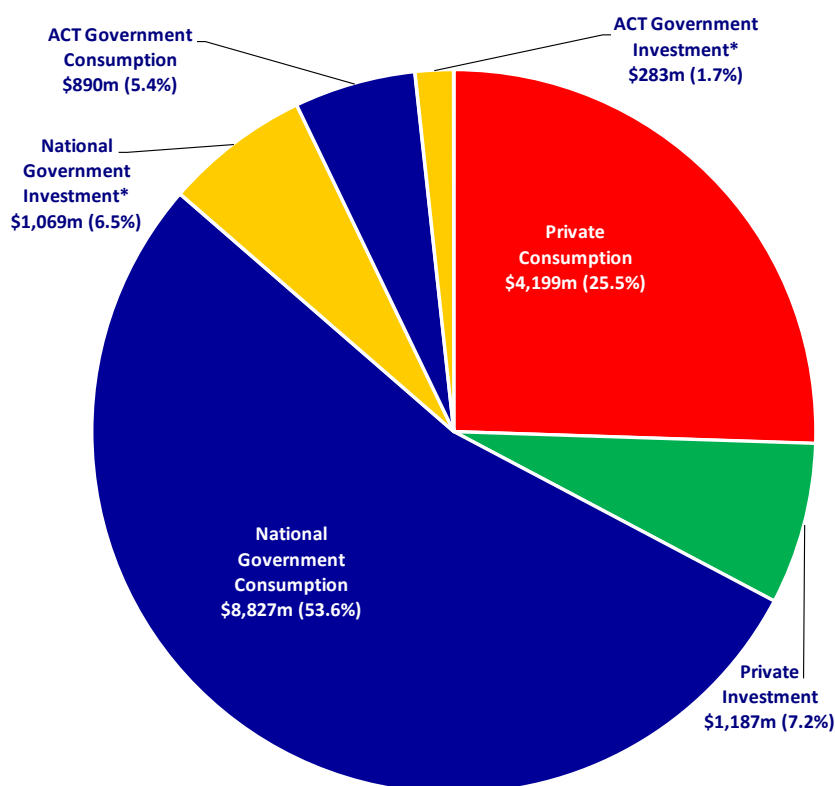
Components of ACT SFD, March Quarter 2017, Chain Volume Measures, Seasonally Adjusted (a)

	Value (\$m)	% Share of Quarterly SFD	Change (%)		Contribution to Growth	
			Quarterly	tty	Quarterly	tty
ACT Government Final Demand	1,173	7.1	7.2	5.4	0.5 ppts	0.4 ppts
ACT Government Consumption	890	5.4	0.8	0.1	0.0 ppts	0.0 ppts
ACT Government Investment*	283	1.7	34.1	26.3	0.4 ppts	0.4 ppts
National Government Final Demand	9,896	60.1	0.5	6.7	0.3 ppts	3.9 ppts
National Government Consumption	8,827	53.6	0.7	5.2	0.4 ppts	2.8 ppts
National Government Investment*	1,069	6.5	-1.2	20.8	-0.1 ppts	1.2 ppts
Private Final Demand	5,386	32.7	-0.8	2.1	-0.3 ppts	0.7 ppts
Private Consumption	4,199	25.5	0.2	1.5	0.0 ppts	0.4 ppts
Private Investment	1,187	7.2	-4.3	4.3	-0.3 ppts	0.3 ppts
State Final Demand	16,453	100.0	0.5	5.0	0.5 ppts	5.0 ppts

Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

* This includes investment by public corporations; Estimates may not add up due to rounding.

Components of ACT SFD, March Quarter 2017, Chain Volume Measures, Seasonally Adjusted (a)



Source: ABS Cat. No. 5206.0

(a) Reference year for chain volume measures is 2014–15.

* This includes investment by public corporations; Estimates may not add up due to rounding.

Detailed Components of ACT SFD, March Quarter 2017, Chain Volume Measures, Seasonally Adjusted (a)

	March Qtr 2017 Value (\$m)	% Share of Quarterly SFD	Change (%)		Contribution to Growth	
			Quarterly	tty	Quarterly	tty
Private consumption	4,199	25.5	0.2	1.5	0.0 ppts	0.4 ppts
Food	490	3.0	-0.4	-0.4	-0.0 ppts	-0.0 ppts
Cigarettes and tobacco	47	0.3	0.0	-4.1	0.0 ppts	-0.0 ppts
Alcoholic beverages	64	0.4	-1.5	0.0	-0.0 ppts	0.0 ppts
Clothing and footwear	135	0.8	-1.5	0.7	-0.0 ppts	0.0 ppts
Rent and other dwelling services	976	5.9	0.6	2.2	0.0 ppts	0.1 ppts
Electricity, gas and other fuel	55	0.3	3.8	10.0	0.0 ppts	0.0 ppts
Furnishings and household equipment	174	1.1	-1.1	1.8	-0.0 ppts	0.0 ppts
Health	235	1.4	0.4	7.3	0.0 ppts	0.1 ppts
Purchase of vehicles	99	0.6	-2.0	3.1	-0.0 ppts	0.0 ppts
Operation of vehicles	202	1.2	0.0	0.5	0.0 ppts	0.0 ppts
Transport services	157	1.0	1.9	1.9	0.0 ppts	0.0 ppts
Communications	94	0.6	2.2	6.8	0.0 ppts	0.0 ppts
Recreation and culture	377	2.3	0.3	0.8	0.0 ppts	0.0 ppts
Education services	208	1.3	0.5	2.5	0.0 ppts	0.0 ppts
Hotels, cafes and restaurants	269	1.6	0.7	-1.1	0.0 ppts	-0.0 ppts
Insurance and other financial services	363	2.2	0.6	3.7	0.0 ppts	0.1 ppts
Other goods and services	368	2.2	-0.3	4.0	-0.0 ppts	0.1 ppts
Net expenditure interstate	-114	-0.7	1.8	26.7	-0.0 ppts	-0.2 ppts
Private Investment	1,187	7.2	-4.3	4.3	-0.3 ppts	0.3 ppts
Dwellings - Total	440	2.7	-11.6	2.8	-0.4 ppts	0.1 ppts
<i>Dwellings - New and Used</i>	354	2.2	-13.7	3.8	-0.3 ppts	0.1 ppts
<i>Dwellings - Alterations and additions</i>	86	0.5	-2.3	0.0	-0.0 ppts	0.0 ppts
Ownership transfer costs	140	0.9	21.7	21.7	0.2 ppts	0.2 ppts
Business investment*	607	3.7	-3.2	1.8	-0.1 ppts	0.1 ppts
Non-dwelling construction - Total	293	1.8	-1.7	-3.3	-0.0 ppts	-0.1 ppts
<i>Non-dwelling construction - New building</i>	217	1.3	6.4	1.4	0.1 ppts	0.0 ppts
<i>Non-dwelling construction - New engineering construction</i>	82	0.5	-14.6	-8.9	-0.1 ppts	-0.1 ppts
<i>Non-dwelling construction - Net purchase of second hand assets</i>	-7	-0.0	250.0	600.0	-0.0 ppts	-0.0 ppts
Machinery and equipment - Total	124	0.8	-12.7	6.0	-0.1 ppts	0.0 ppts
<i>Machinery and equipment - New</i>	145	0.9	-11.0	8.2	-0.1 ppts	0.1 ppts
<i>Machinery and equipment - Net purchase of second hand assets</i>	-22	-0.1	4.8	22.2	-0.0 ppts	-0.0 ppts
Cultivated biological resources	0	0.0	-	-	0.0 ppts	0.0 ppts
Intellectual property products	190	1.2	1.6	8.6	0.0 ppts	0.1 ppts
Private Final Demand	5,386	32.7	-0.8	2.1	-0.3 ppts	0.7 ppts
Public consumption	9,716	59.1	0.7	4.7	0.4 ppts	2.8 ppts
National Government consumption	8,827	53.6	0.7	5.2	0.4 ppts	2.8 ppts
ACT Government consumption	890	5.4	0.8	0.1	0.0 ppts	0.0 ppts
Public investment	1,351	8.2	4.5	21.8	0.3 ppts	1.5 ppts
Public corporations	62	0.4	-3.1	21.6	-0.0 ppts	0.1 ppts
<i>National Government Public corporations</i>	30	0.2	-14.3	36.4	-0.0 ppts	0.1 ppts
<i>ACT Government Public corporations</i>	32	0.2	14.3	10.3	0.0 ppts	0.0 ppts
General government investment	1,290	7.8	4.9	21.9	0.4 ppts	1.5 ppts
<i>National Government investment</i>	1,039	6.3	-0.8	20.4	-0.0 ppts	1.1 ppts
<i>ACT Government investment</i>	251	1.5	37.2	28.7	0.4 ppts	0.4 ppts
Public Final Demand	11,067	67.3	1.2	6.5	0.8 ppts	4.3 ppts
State Final Demand	16,453	100.0	0.5	5.0	0.5 ppts	5.0 ppts

Source: ABS Cat. No. 5206.0; (a) Reference year for chain volume measures is 2014–15.

Notes: Estimates may not add up due to rounding; *Business investment is component of private investment, which is the sum of non-dwelling construction, machinery and equipment, cultivated biological resources, and intellectual property products.

Definition

"The key output of the state accounts is annual Gross State Product (GSP) which is directly comparable in concept to the national measure of Gross Domestic Product. The ABS does not produce quarterly GSP, but quarterly State Final Demand (SFD) is calculated. SFD is directly comparable to domestic final demand at the national level. It is a partial measure of GSP measured by the expenditure approach, in that this measure excludes both international and interstate trade, as well as changes in inventories. As such, the two measures should not be directly compared." Source: ABS Cat No. 5216.0, Paragraph 21.3

Economic Indicators for the Australian Capital Territory can be found at: <http://apps.treasury.act.gov.au/snapshot>

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