

CONSTRUCTION WORK DONE

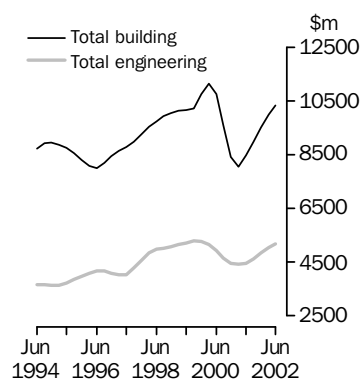
AUSTRALIA
PRELIMINARY

EMBARGO: 11:30AM (CANBERRA TIME) TUES 27 AUG 2002

JUNE QTR KEY FIGURES

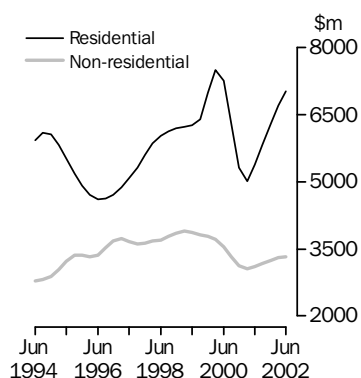
Value of construction work done

Volume terms
Trend estimates



Value of building work done

Volume terms
Trend estimates



TREND ESTIMATES (a)	Jun qtr 02 \$m	Mar qtr 02 to Jun qtr 02 % change	Jun qtr 01 to Jun qtr 02 % change
Value of work done			
Building	10 339.9	3.3	22.0
Residential	7 030.8	4.9	30.7
Non-residential	3 329.8	0.8	7.5
Engineering	5 194.8	3.1	16.4
Total construction	15 563.5	3.4	20.2

SEASONALLY ADJUSTED (a)	Jun qtr 02 \$m	Mar qtr 02 to Jun qtr 02 % change	Jun qtr 01 to Jun qtr 02 % change
Value of work done			
Building	10305.0	2.4	23.7
Residential	7 013.8	4.7	32.9
Non-residential	3 291.2	-2.1	7.6
Engineering	5 098.8	-3.9	9.9
Total construction	15 403.8	0.2	18.7

(a) Chain volume measures, reference year 2000-01.

JUNE QTR KEY POINTS

VALUE OF CONSTRUCTION WORK DONE, VOLUME TERMS

TREND ESTIMATES

- The trend estimate of building work done rose 3.3% in the June quarter 2002. For the fifth successive quarter, the overall trend growth was driven by growth in the new residential sector, amounting to 5.1% in the latest quarter.
- Engineering work done rose 3.1%, also the fifth successive quarterly increase. In the latest quarter, work for the private sector rose 12.4%, while the public sector fell 3.3%.
- Total construction work done rose 3.4%, with growth in the last five quarters being driven by the private sector.

SEASONALLY ADJUSTED ESTIMATES

- The seasonally adjusted estimate of building work done rose 2.4% in the June quarter 2002, to \$10,305.0m. Work done on new residential buildings rose 3.1% to \$5,912.4m, a level exceeded only by the March and June quarters of 2000. Work on alterations and additions jumped 13.7% to \$1,101.4m, the second highest level on record. Non-residential building work fell by 2.1% to \$3,291.2m.
- Engineering work done fell 3.9% to \$5,098.8m. Work for the private sector fell 9.1% to \$2,519.6m, still 47.5% above the level of a year earlier. See also Significant Revisions This Issue on page 2.
- Total construction work rose 0.2% to \$15,403.8m, the sixth successive quarterly increase.

- For further information about these and related statistics, contact Tony Bammann on Adelaide 08 8237 7316, or the National Information and Referral Service on 1300 135 070.

NOTES

FORTHCOMING ISSUES

ISSUE (Quarter)	RELEASE DATE
September 2002	27 November 2002
December 2002	26 February 2003

ABOUT THIS ISSUE

This publication provides an early indication of trends in building and engineering construction activity. The data are estimates based on a response rate of approximately 85% of the value of building work done and 80% of the value of engineering work done during the quarter. More comprehensive and updated results will be released in *Building Activity, Australia* (cat. no. 8752.0) on 11 October 2002 and in *Engineering Construction Activity, Australia* (cat. no. 8762.0) on 10 October 2002.

The ABS is planning to expand the content of this publication to include details by states and territories of original data for Total Building Work Done, Total Engineering Work Done and Total Construction Work Done in current prices.

SIGNIFICANT REVISIONS THIS ISSUE

A substantial revision has been made to the March quarter 2002 estimates of the value of engineering construction work done.

Data on the value of engineering construction work done are used to compile the national accounts estimates of private gross fixed capital formation on other buildings and structures and construction industry gross value added, but there are some differences in how they are recorded. In the national accounts, capital work done, whether undertaken in Australia or overseas on behalf of Australian residents, is recorded at the time ownership changes and is reflected as such in capital formation and imports statistics. The same applies to exports when work is done in Australia on behalf of a foreign resident. In contrast, the value of engineering construction work done reported in this publication, which includes the value of locally manufactured or imported components that are integral to the construction, is only recorded when associated with actual engineering construction work done in Australian territory.

Much of the revision to the March quarter 2002 estimates of engineering construction work done includes items manufactured overseas in earlier periods and installed in the March quarter 2002. However, as explained above, in compiling the national accounts and balance of payments statistics, the value of production, capital formation, exports and imports will be included at the time ownership changed, resulting in revisions from the September quarter 2000.

CHANGES IN THIS ISSUE

Quarterly chain volume data incorporate a new base year, 2000–2001, which has resulted in revisions to growth rates, small in most cases, for the last few years. In addition, the reference year has been advanced to 2000–2001, which has resulted in revisions to levels, but not growth rates, for all periods.

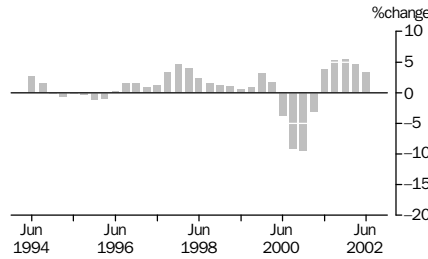
Susan Linacre
Acting Australian Statistician

CONSTRUCTION WORK DONE: Chain volume measures(a)

TREND PERCENTAGE CHANGE

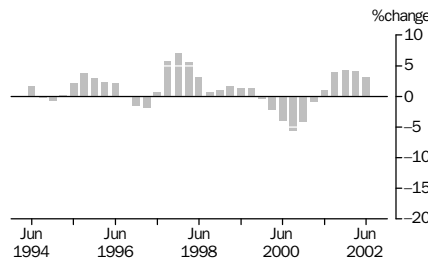
NOTE: Trend estimates are subject to revisions. See Explanatory Notes, paragraph 28.

TOTAL CONSTRUCTION



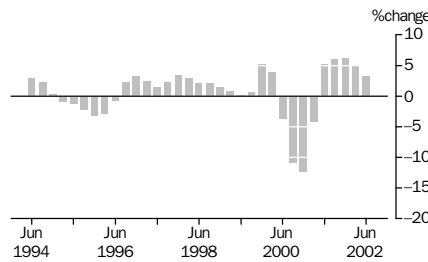
The total value of construction work done rose for the fifth successive quarter, but the rate of growth has slowed over the last two quarters.

Engineering



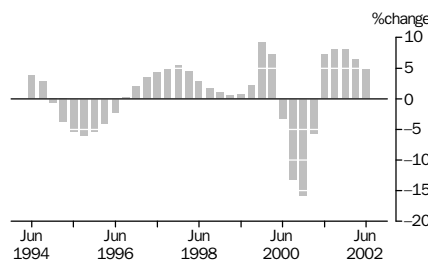
Engineering construction work done has also risen for each of the last five quarters, but to a lesser extent than total construction.

Building



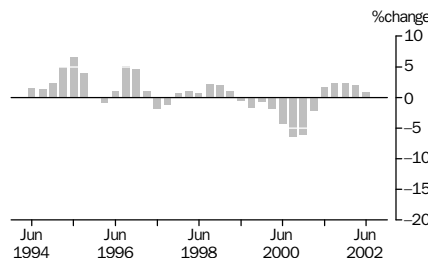
Building work done grew for the fifth successive quarter, but the rate of growth declined to 3.3% in the June quarter.

Residential



The rate of growth in the trend estimate continues to be strong, but has eased over the last two quarters.

Non-residential



The trend estimate rose for the fifth successive quarter, but the rate of growth is decreasing.

(a) Reference year 2000-01.

1

CONSTRUCTION WORK DONE, Chain volume measures(a): All series

Period	BUILDING WORK DONE.....			ENGINEERING WORK DONE(b).....			CONSTRUCTION WORK DONE.....		
	Private	Public	Total	Private	Public	Total	Private	Public	Total
ORIGINAL (\$m)									
1999-00	39 412.0	4 416.6	43 770.4	8 043.1	12 545.8	20 589.8	47 412.3	16 962.2	64 260.9
2000-01	29 547.2	4 106.6	33 653.8	6 682.3	11 462.2	18 144.5	36 229.5	15 568.8	51 798.3
2001-02	34 763.3	4 213.2	38 976.6	8 800.5	10 859.6	19 660.1	43 563.9	15 072.8	58 636.7
2001									
Mar qtr	6 723.5	972.6	7 698.2	1 524.7	2 560.9	4 085.1	8 248.5	3 533.7	11 781.5
Jun qtr	7 387.1	1 068.0	8 456.8	1 692.5	3 381.9	5 073.2	9 080.6	4 449.6	13 543.1
Sep qtr	8 182.9	1 097.0	9 279.9	1 871.4	2 533.2	4 404.6	10 054.3	3 630.2	13 684.5
Dec qtr	8 833.4	1 104.3	9 937.7	1 831.0	2 882.6	4 713.6	10 664.4	3 986.9	14 651.3
2002									
Mar qtr	8 318.1	963.9	9 282.0	2 576.7	2 461.0	5 037.7	10 894.8	3 424.9	14 319.7
Jun qtr	9 428.9	1 048.1	10 477.0	2 521.4	2 982.8	5 504.2	11 950.3	4 030.9	15 981.2
SEASONALLY ADJUSTED (\$m)									
2001									
Mar qtr	7 310.4	1 069.8	8 367.1	1 658.4	2 640.8	4 298.9	8 969.2	3 711.5	12 659.9
Jun qtr	7 335.1	1 002.4	8 333.7	1 708.0	2 932.0	4 638.5	9 044.9	3 933.8	12 977.4
Sep qtr	7 911.8	1 093.1	9 025.6	1 779.3	2 838.3	4 617.5	9 691.0	3 931.4	13 643.1
Dec qtr	8 513.8	1 071.8	9 582.8	1 729.4	2 907.2	4 636.6	10 243.2	3 979.1	14 219.5
2002									
Mar qtr	9 013.1	1 063.2	10 063.2	2 772.2	2 534.9	5 307.1	11 785.3	3 598.2	15 370.4
Jun qtr	9 324.6	985.1	10 305.0	2 519.6	2 579.2	5 098.8	11 844.3	3 564.2	15 403.8
TREND ESTIMATES (\$m)									
2001									
Mar qtr	7 047.8	1 020.6	8 065.7	1 667.5	2 751.4	4 418.4	8 718.4	3 772.3	12 486.7
Jun qtr	7 432.8	1 045.4	8 477.9	1 652.8	2 812.8	4 464.8	9 086.8	3 858.2	12 942.9
Sep qtr	7 910.2	1 069.9	8 985.7	1 758.8	2 879.6	4 637.9	9 669.4	3 949.3	13 624.8
Dec qtr	8 459.4	1 069.1	9 533.4	2 041.0	2 792.0	4 837.4	10 499.1	3 861.1	14 368.1
2002									
Mar qtr	8 963.4	1 048.4	10 007.5	2 382.1	2 655.8	5 040.6	11 344.6	3 704.3	15 046.5
Jun qtr	9 373.2	1 015.0	10 339.9	2 676.9	2 569.3	5 194.8	12 070.6	3 584.3	15 563.5

(a) Reference year for chain volume measures is 2000-01. See paragraphs 29-32 of the Explanatory Notes.

(b) Engineering work done is classified by the sector of intended owner.

2

CONSTRUCTION WORK DONE, Chain volume measures(a): **All series**—Percentage change

Period	BUILDING WORK DONE.....			ENGINEERING WORK DONE(b).....			CONSTRUCTION WORK DONE.....		
	Private	Public	Total	Private	Public	Total	Private	Public	Total
ORIGINAL (% change from preceding period)									
1999-00	10.6	-4.1	8.8	-11.5	10.0	0.5	5.9	6.0	5.9
2000-01	-25.0	-7.0	-23.1	-16.9	-8.6	-11.9	-23.6	-8.2	-19.4
2001-02	17.7	2.6	15.8	31.7	-5.3	8.4	20.2	-3.2	13.2
2001									
Mar qtr	-9.4	-4.0	-8.7	-12.1	-4.3	-7.4	-9.9	-4.2	-8.3
Jun qtr	9.9	9.8	9.9	11.0	32.1	24.2	10.1	25.9	15.0
Sep qtr	10.8	2.7	9.7	10.6	-25.1	-13.2	10.7	-18.4	1.0
Dec qtr	7.9	0.7	7.1	-2.2	13.8	7.0	6.1	9.8	7.1
2002									
Mar qtr	-5.8	-12.7	-6.6	40.7	-14.6	6.9	2.2	-14.1	-2.3
Jun qtr	13.4	8.7	12.9	-2.1	21.2	9.3	9.7	17.7	11.6
SEASONALLY ADJUSTED (% change from preceding period)									
2001									
Mar qtr	2.2	8.8	2.9	0.2	-2.4	-1.4	1.8	0.6	1.3
Jun qtr	0.3	-6.3	-0.4	3.0	11.0	7.9	0.8	6.0	2.5
Sep qtr	7.9	9.0	8.3	4.2	-3.2	-0.5	7.1	-0.1	5.1
Dec qtr	7.6	-1.9	6.2	-2.8	2.4	0.4	5.7	1.2	4.2
2002									
Mar qtr	5.9	-0.8	5.0	60.3	-12.8	14.5	15.1	-9.6	8.1
Jun qtr	3.5	-7.3	2.4	-9.1	1.7	-3.9	0.5	-0.9	0.2
TREND ESTIMATES (% change from preceding period)									
2001									
Mar qtr	-4.8	-0.8	-4.3	1.5	-2.4	-1.0	-3.6	-2.0	-3.1
Jun qtr	5.5	2.4	5.1	-0.9	2.2	1.0	4.2	2.3	3.7
Sep qtr	6.4	2.3	6.0	6.4	2.4	3.9	6.4	2.4	5.3
Dec qtr	6.9	-0.1	6.1	16.0	-3.0	4.3	8.6	-2.2	5.5
2002									
Mar qtr	6.0	-1.9	5.0	16.7	-4.9	4.2	8.1	-4.1	4.7
Jun qtr	4.6	-3.2	3.3	12.4	-3.3	3.1	6.4	-3.2	3.4

(a) Reference year for chain volume measures is 2000-01. See paragraphs 29-32 of the Explanatory Notes.

(b) Engineering work done is classified by the sector of intended owner.

Period	BUILDING WORK DONE(a).....			ENGINEERING WORK DONE(b).....			CONSTRUCTION WORK DONE(a).....		
	Private	Public	Total	Private	Public	Total	Private	Public	Total
ORIGINAL (\$m)									
1999-00	35 958.4	4 283.4	40 241.9	7 786.0	12 121.6	19 907.5	43 744.4	16 405.0	60 149.4
2000-01	29 547.2	4 106.6	33 653.8	6 682.3	11 461.4	18 143.7	36 229.5	15 568.0	51 797.5
2001-02	35 261.1	4 236.8	39 497.9	8 972.3	11 037.1	20 009.4	44 233.3	15 273.9	59 507.3
2001									
Mar qtr	6 733.6	973.8	7 707.4	1 536.9	2 575.0	4 112.0	8 270.6	3 548.8	11 819.4
Jun qtr	7 395.3	1 066.0	8 461.4	1 708.3	3 408.7	5 117.0	9 103.7	4 474.7	13 578.4
Sep qtr	8 206.6	1 094.0	9 300.6	1 897.7	2 562.0	4 459.8	10 104.3	3 656.0	13 760.4
Dec qtr	8 917.2	1 104.6	10 021.8	1 863.2	2 918.6	4 781.8	10 780.4	4 023.2	14 803.6
2002									
Mar qtr	8 460.6	971.6	9 432.2	2 623.2	2 502.2	5 125.4	11 083.8	3 473.8	14 557.6
Jun qtr	9 676.7	1 066.6	10 743.3	2 588.2	3 054.3	5 642.5	12 264.8	4 120.9	16 385.7
SEASONALLY ADJUSTED (\$m)									
2001									
Mar qtr	7 312.6	1 073.5	8 370.5	1 672.8	2 656.5	4 329.3	8 985.4	3 730.0	12 699.8
Jun qtr	7 341.0	1 002.7	8 339.8	1 729.7	2 957.2	4 686.9	9 070.7	3 959.9	13 026.7
Sep qtr	7 941.6	1 092.2	9 052.5	1 816.7	2 874.7	4 691.4	9 758.3	3 966.9	13 743.9
Dec qtr	8 606.0	1 073.3	9 673.9	1 776.8	2 949.6	4 726.4	10 382.8	4 022.9	14 400.3
2002									
Mar qtr	9 182.7	1 072.2	10 238.5	2 855.5	2 583.8	5 439.3	12 038.2	3 656.0	15 677.7
Jun qtr	9 587.2	1 002.7	10 581.5	2 619.5	2 647.8	5 267.3	12 206.7	3 650.5	15 848.9
TREND ESTIMATES (\$m)									
2001									
Mar qtr	7 173.5	1 024.2	8 192.9	1 676.8	2 939.5	4 616.3	8 850.3	3 963.7	12 809.2
Jun qtr	7 433.4	1 046.0	8 481.1	1 675.4	2 927.5	4 603.0	9 108.8	3 973.5	13 084.1
Sep qtr	7 946.6	1 069.5	9 020.0	1 795.0	2 915.0	4 710.0	9 741.6	3 984.5	13 730.0
Dec qtr	8 553.4	1 072.3	9 624.9	2 095.9	2 825.7	4 921.6	10 649.3	3 898.0	14 546.5
2002									
Mar qtr	9 134.1	1 057.5	10 182.4	2 459.6	2 709.8	5 169.4	11 593.7	3 767.3	15 351.8
Jun qtr	9 648.1	1 023.1	10 652.6	2 775.1	2 613.3	5 388.4	12 423.2	3 636.5	16 041.1

(a) From the September quarter 2000 data is inclusive of the non-deductible GST payable on residential buildings.

(b) Engineering work done is classified by the sector of intended owner.

4

CONSTRUCTION WORK DONE, Current prices: All series—Percentage change

Period	BUILDING WORK DONE(a).....			ENGINEERING WORK DONE(b).....			CONSTRUCTION WORK DONE(a).....		
	Private	Public	Total	Private	Public	Total	Private	Public	Total
ORIGINAL (% change from preceding period)									
1999-00	16.1	-0.6	14.0	-7.6	12.7	3.8	11.0	8.9	10.4
2000-01	-17.8	-4.1	-16.4	-14.2	-5.4	-8.9	-17.2	-5.1	-13.9
2001-02	19.3	3.2	17.4	34.3	-3.7	10.3	22.1	-1.9	14.9
2001									
Mar qtr	-9.2	-4.0	-8.5	-10.9	-3.4	-6.3	-9.5	-3.6	-7.8
Jun qtr	9.8	9.5	9.8	11.2	32.4	24.4	10.1	26.1	14.9
Sep qtr	11.0	2.6	9.9	11.1	-24.8	-12.8	11.0	-18.3	1.3
Dec qtr	8.7	1.0	7.8	-1.8	13.9	7.2	6.7	10.0	7.6
2002									
Mar qtr	-5.1	-12.0	-5.9	40.8	-14.3	7.2	2.8	-13.7	-1.7
Jun qtr	14.4	9.8	13.9	-1.3	22.1	10.1	10.7	18.6	12.6
SEASONALLY ADJUSTED (% change from preceding period)									
2001									
Mar qtr	2.4	8.8	3.0	1.8	-1.5	-0.3	2.3	1.3	1.9
Jun qtr	0.4	-6.6	-0.4	3.4	11.3	8.3	0.9	6.2	2.6
Sep qtr	8.2	8.9	8.5	5.0	-2.8	0.1	7.6	0.2	5.5
Dec qtr	8.4	-1.7	6.9	-2.2	2.6	0.7	6.4	1.4	4.8
2002									
Mar qtr	6.7	-0.1	5.8	60.7	-12.4	15.1	15.9	-9.1	8.9
Jun qtr	4.4	-6.5	3.4	-8.3	2.5	-3.2	1.4	-0.2	1.1
TREND ESTIMATES (% change from preceding period)									
2001									
Mar qtr	-2.8	-0.7	-2.4	2.4	-1.6	-0.2	-1.9	-1.4	-1.6
Jun qtr	3.6	2.1	3.5	-0.1	-0.4	-0.3	2.9	0.2	2.1
Sep qtr	6.9	2.2	6.4	7.1	-0.4	2.3	6.9	0.3	4.9
Dec qtr	7.6	0.3	6.7	16.8	-3.1	4.5	9.3	-2.2	5.9
2002									
Mar qtr	6.8	-1.4	5.8	17.4	-4.1	5.0	8.9	-3.4	5.5
Jun qtr	5.6	-3.2	4.6	12.8	-3.6	4.2	7.2	-3.5	4.5

(a) From the September quarter 2000 data is inclusive of the non-deductible GST payable on residential buildings.

(b) Engineering work done is classified by the sector of intended owner.

Period	NEW RESIDENTIAL.....		ALTERATIONS AND ADDITIONS TO RESIDENTIAL BUILDING.....		TOTAL RESIDENTIAL.....		NON-RESIDENTIAL.....		TOTAL BUILDING.....	
	Private	Total	Private	Total	Private	Total	Private	Total	Private	Total
ORIGINAL (\$m)										
1999-00	23 980.5	24 471.7	4 300.9	4 430.3	28 282.4	28 903.4	11 201.7	14 995.9	39 412.0	43 770.4
2000-01	17 389.7	17 811.6	3 255.3	3 395.0	20 645.0	21 206.6	8 902.2	12 447.2	29 547.2	33 653.8
2001-02	21 407.8	21 877.1	3 886.1	4 047.6	25 293.9	25 924.7	9 469.5	13 051.9	34 763.3	38 976.6
2001										
Mar qtr	3 941.3	4 033.6	776.0	811.8	4 717.1	4 845.1	2 007.7	2 852.0	6 723.5	7 698.2
Jun qtr	4 311.2	4 410.5	880.4	931.2	5 191.2	5 341.2	2 197.2	3 115.7	7 387.1	8 456.8
Sep qtr	4 930.9	5 046.6	935.3	978.7	5 866.2	6 025.3	2 316.7	3 254.6	8 182.9	9 279.9
Dec qtr	5 342.0	5 477.5	1 031.6	1 065.8	6 373.6	6 543.2	2 459.8	3 394.5	8 833.4	9 937.7
2002										
Mar qtr	5 214.6	5 321.1	875.3	912.0	6 089.9	6 233.2	2 228.2	3 048.8	8 318.1	9 282.0
Jun qtr	5 920.2	6 031.9	1 043.9	1 091.1	6 964.2	7 123.0	2 464.8	3 354.0	9 428.9	10 477.0
SEASONALLY ADJUSTED (\$m)										
2001										
Mar qtr	4 242.9	4 356.4	831.4	860.6	5 074.3	5 216.9	2 232.4	3 144.1	7 310.4	8 367.1
Jun qtr	4 241.3	4 338.0	888.6	937.9	5 129.6	5 275.6	2 205.1	3 059.2	7 335.1	8 333.7
Sep qtr	4 774.2	4 880.8	920.0	968.8	5 694.3	5 849.6	2 217.5	3 176.0	7 911.8	9 025.6
Dec qtr	5 229.3	5 351.3	970.8	1 008.9	6 200.1	6 360.2	2 313.7	3 222.6	8 513.8	9 582.8
2002										
Mar qtr	5 599.9	5 732.6	939.6	968.5	6 539.5	6 701.1	2 473.7	3 362.1	9 013.1	10 063.2
Jun qtr	5 804.5	5 912.4	1 055.6	1 101.4	6 860.1	7 013.8	2 464.5	3 291.2	9 324.6	10 305.0
TREND ESTIMATES (\$m)										
2001										
Mar qtr	4 070.8	4 175.2	804.1	839.3	4 874.7	5 014.3	2 168.2	3 044.9	7 047.8	8 065.7
Jun qtr	4 348.7	4 451.9	884.9	928.3	5 233.4	5 380.0	2 197.9	3 096.4	7 432.8	8 477.9
Sep qtr	4 740.9	4 851.4	921.7	966.5	5 662.5	5 817.8	2 247.4	3 167.8	7 910.2	8 985.7
Dec qtr	5 182.2	5 301.0	950.6	990.2	6 131.9	6 290.6	2 328.1	3 240.8	8 459.4	9 533.4
2002										
Mar qtr	5 560.3	5 682.9	983.1	1 019.6	6 543.0	6 702.3	2 420.7	3 304.0	8 963.4	10 007.5
Jun qtr	5 850.7	5 970.4	1 015.4	1 055.7	6 873.5	7 030.8	2 494.0	3 329.8	9 373.2	10 339.9

(a) Reference year for chain volume measures is 2000-01. See paragraphs 29-32 of the Explanatory Notes.

Period	NEW RESIDENTIAL...		ALTERATIONS AND ADDITIONS TO RESIDENTIAL BUILDING.....		TOTAL RESIDENTIAL...		NON-RESIDENTIAL..		TOTAL BUILDING.....	
	Private	Total	Private	Total	Private	Total	Private	Total	Private	Total
ORIGINAL (% change from preceding period)										
1999-00	18.3	17.3	13.2	13.2	17.5	16.7	-2.3	-2.4	10.6	8.8
2000-01	-27.5	-27.2	-24.3	-23.4	-27.0	-26.6	-20.5	-17.0	-25.0	-23.1
2001-02	23.1	22.8	19.4	19.2	22.5	22.2	6.4	4.9	17.7	15.8
2001										
Mar qtr	-8.3	-8.5	-7.2	-5.7	-8.1	-8.0	-12.0	-9.8	-9.4	-8.7
Jun qtr	9.4	9.3	13.4	14.7	10.1	10.2	9.4	9.2	9.9	9.9
Sep qtr	14.4	14.4	6.2	5.1	13.0	12.8	5.4	4.5	10.8	9.7
Dec qtr	8.3	8.5	10.3	8.9	8.6	8.6	6.2	4.3	7.9	7.1
2002										
Mar qtr	-2.4	-2.9	-15.2	-14.4	-4.5	-4.7	-9.4	-10.2	-5.8	-6.6
Jun qtr	13.5	13.4	19.3	19.6	14.4	14.3	10.6	10.0	13.4	12.9
SEASONALLY ADJUSTED (% change from preceding quarter)										
2001										
Mar qtr	0.6	1.0	6.0	5.9	1.5	1.7	3.7	4.7	2.2	2.9
Jun qtr	—	-0.4	6.9	9.0	1.1	1.1	-1.2	-2.7	0.3	-0.4
Sep qtr	12.6	12.5	3.5	3.3	11.0	10.9	0.6	3.8	7.9	8.3
Dec qtr	9.5	9.6	5.5	4.1	8.9	8.7	4.3	1.5	7.6	6.2
2002										
Mar qtr	7.1	7.1	-3.2	-4.0	5.5	5.4	6.9	4.3	5.9	5.0
Jun qtr	3.7	3.1	12.3	13.7	4.9	4.7	-0.4	-2.1	3.5	2.4
TREND ESTIMATES (% change from preceding quarter)										
2001										
Mar qtr	-7.1	-7.0	0.9	1.4	-5.9	-5.7	-2.5	-2.3	-4.8	-4.3
Jun qtr	6.8	6.6	10.0	10.6	7.4	7.3	1.4	1.7	5.5	5.1
Sep qtr	9.0	9.0	4.2	4.1	8.2	8.1	2.2	2.3	6.4	6.0
Dec qtr	9.3	9.3	3.1	2.5	8.3	8.1	3.6	2.3	6.9	6.1
2002										
Mar qtr	7.3	7.2	3.4	3.0	6.7	6.5	4.0	1.9	6.0	5.0
Jun qtr	5.2	5.1	3.3	3.5	5.1	4.9	3.0	0.8	4.6	3.3

(a) Reference year for chain volume measures is 2000-01. See paragraphs 29-32 of the Explanatory Notes.

7

VALUE OF BUILDING WORK DONE, Current prices: **All series**

Period	NEW RESIDENTIAL(a)...		ALTERATIONS AND ADDITIONS TO RESIDENTIAL BUILDING(a).....		TOTAL RESIDENTIAL(a)...		NON-RESIDENTIAL.....		TOTAL BUILDING(a).....	
	Private	Total	Private	Total	Private	Total	Private	Total	Private	Total
ORIGINAL (\$m)										
1999-00	21 217.0	21 658.8	3 779.4	3 892.9	24 996.4	25 551.7	10 962.0	14 690.1	35 958.4	40 241.9
2000-01	17 389.7	17 811.5	3 255.3	3 395.0	20 645.0	21 206.6	8 902.2	12 447.2	29 547.2	33 653.8
2001-02	21 759.2	22 233.7	3 974.3	4 139.6	25 733.5	26 373.3	9 527.6	13 124.6	35 261.1	39 497.9
2001										
Mar qtr	3 945.5	4 037.7	776.9	812.8	4 722.4	4 850.5	2 011.2	2 856.9	6 733.6	7 707.4
Jun qtr	4 315.0	4 413.6	883.9	934.8	5 198.9	5 348.5	2 196.4	3 112.9	7 395.3	8 461.4
Sep qtr	4 949.0	5 064.2	943.8	987.6	5 892.7	6 051.8	2 313.9	3 248.8	8 206.6	9 300.6
Dec qtr	5 402.9	5 539.2	1 051.4	1 086.1	6 454.3	6 625.3	2 462.9	3 396.5	8 917.2	10 021.8
2002										
Mar qtr	5 316.4	5 424.6	899.0	936.7	6 215.4	6 361.4	2 245.2	3 070.8	8 460.6	9 432.2
Jun qtr	6 090.9	6 205.6	1 080.2	1 129.1	7 171.1	7 334.8	2 505.5	3 408.5	9 676.7	10 743.3
SEASONALLY ADJUSTED (\$m)										
2001										
Mar qtr	4 242.8	4 356.2	833.7	862.9	5 076.5	5 219.1	2 236.1	3 151.4	7 312.6	8 370.5
Jun qtr	4 242.3	4 338.5	893.2	942.5	5 135.5	5 281.0	2 205.5	3 058.9	7 341.0	8 339.8
Sep qtr	4 794.5	4 901.2	928.8	977.8	5 723.4	5 879.0	2 218.3	3 173.5	7 941.6	9 052.5
Dec qtr	5 295.2	5 418.7	989.4	1 027.9	6 284.6	6 446.6	2 321.4	3 227.3	8 606.0	9 673.9
2002										
Mar qtr	5 719.5	5 855.3	964.8	994.2	6 684.3	6 849.5	2 498.4	3 389.0	9 182.7	10 238.5
Jun qtr	5 983.7	6 095.4	1 091.7	1 139.0	7 075.5	7 234.4	2 511.7	3 347.1	9 587.2	10 581.5
TREND ESTIMATES (\$m)										
2001										
Mar qtr	4 173.6	4 277.7	828.8	864.5	5 002.4	5 142.2	2 171.1	3 050.6	7 173.5	8 192.9
Jun qtr	4 351.4	4 454.2	882.9	929.7	5 234.3	5 383.9	2 199.0	3 097.2	7 433.4	8 481.1
Sep qtr	4 766.1	4 876.9	931.7	976.7	5 697.8	5 853.6	2 248.8	3 166.4	7 946.6	9 020.0
Dec qtr	5 248.3	5 368.5	967.4	1 007.8	6 215.3	6 375.9	2 338.4	3 249.2	8 553.4	9 624.9
2002										
Mar qtr	5 679.4	5 804.7	1 009.0	1 046.5	6 688.3	6 851.0	2 446.1	3 331.5	9 134.1	10 182.4
Jun qtr	6 041.3	6 165.1	1 056.3	1 095.0	7 101.1	7 263.5	2 542.2	3 386.0	9 648.1	10 652.6

(a) From the September quarter 2000 data is inclusive of the non-deductible GST payable on residential buildings.

Period	NEW RESIDENTIAL(a)		ALTERATIONS AND ADDITIONS TO RESIDENTIAL BUILDING(a).....		TOTAL RESIDENTIAL(a)		NON-RESIDENTIAL		TOTAL BUILDING(a)...	
	Private	Total	Private	Total	Private	Total	Private	Total	Private	Total
ORIGINAL (% change from preceding period)										
1999-00	24.8	23.7	19.8	19.8	24.0	23.1	1.3	1.1	16.1	14.0
2000-01	-18.0	-17.8	-13.9	-12.8	-17.4	-17.0	-18.8	-15.3	-17.8	-16.4
2001-02	25.1	24.8	22.1	21.9	24.6	24.4	7.0	5.4	19.3	17.4
2001										
Mar qtr	-8.1	-8.3	-6.8	-5.2	-7.9	-7.8	-12.0	-9.8	-9.2	-8.5
Jun qtr	9.4	9.3	13.8	15.0	10.1	10.3	9.2	9.0	9.8	9.8
Sep qtr	14.7	14.7	6.8	5.6	13.3	13.1	5.3	4.4	11.0	9.9
Dec qtr	9.2	9.4	11.4	10.0	9.5	9.5	6.4	4.5	8.7	7.8
2002										
Mar qtr	-1.6	-2.1	-14.5	-13.8	-3.7	-4.0	-8.8	-9.6	-5.1	-5.9
Jun qtr	14.6	14.4	20.2	20.5	15.4	15.3	11.6	11.0	14.4	13.9
SEASONALLY ADJUSTED (% change from preceding quarter)										
2001										
Mar qtr	0.9	1.2	6.4	6.4	1.8	2.0	3.8	4.7	2.4	3.0
Jun qtr	—	-0.4	7.1	9.2	1.2	1.2	-1.4	-2.9	0.4	-0.4
Sep qtr	13.0	13.0	4.0	3.7	11.4	11.3	0.6	3.7	8.2	8.5
Dec qtr	10.4	10.6	6.5	5.1	9.8	9.7	4.6	1.7	8.4	6.9
2002										
Mar qtr	8.0	8.1	-2.5	-3.3	6.4	6.3	7.6	5.0	6.7	5.8
Jun qtr	4.6	4.1	13.2	14.6	5.9	5.6	0.5	-1.2	4.4	3.4
TREND ESTIMATES (% change from preceding quarter)										
2001										
Mar qtr	-3.7	-3.7	1.0	4.1	-3.0	-2.5	-2.4	-2.2	-2.8	-2.4
Jun qtr	4.3	4.1	6.5	7.5	4.6	4.7	1.3	1.5	3.6	3.5
Sep qtr	9.5	9.5	5.5	5.1	8.9	8.7	2.3	2.2	6.9	6.4
Dec qtr	10.1	10.1	3.8	3.2	9.1	8.9	4.0	2.6	7.6	6.7
2002										
Mar qtr	8.2	8.1	4.3	3.8	7.6	7.5	4.6	2.5	6.8	5.8
Jun qtr	6.4	6.2	4.7	4.6	6.2	6.0	3.9	1.6	5.6	4.6

(a) From the September quarter 2000 data is inclusive of the non-deductible GST payable on residential buildings.

EXPLANATORY NOTES

INTRODUCTION

1 This publication contains preliminary estimates of building and engineering construction work done during the quarter. The estimates of building work done are from the quarterly Building Activity Survey and are based upon a response of approximately 85% of the value of work done during the quarter. The estimates of engineering work done are from the quarterly Engineering Construction Survey and are based upon a response of approximately 80% of the value of work done during the quarter. More comprehensive and updated results will be available shortly in *Building Activity, Australia* (cat. no. 8752.0) and *Engineering Construction Activity, Australia* (cat. no. 8762.0).

SCOPE AND COVERAGE

2 The scope of the Building Activity Survey is building activity which includes construction of new building, and alterations and additions to existing buildings. Value of building activity includes the costs of materials fixed in place, labour, and architects fees. It excludes the value of land and landscaping and non-building components such as fencing, paving, roadworks, tennis courts, outdoor pools and car parks.

3 The building statistics were compiled on the basis of returns collected from builders and other individuals and organisations engaged in building activity. From the March quarter 2002, the quarterly survey consists of a sample survey of private sector building jobs involving residential building jobs valued at \$10,000 or more and non-residential building jobs valued at \$50,000 or more and a complete enumeration of all such public sector buildings jobs.

4 The scope of the Engineering Construction Survey is the value of all engineering construction work undertaken in Australia. For the Engineering Construction Survey all management units recorded on the ABS central register of businesses and classified to the construction industry and all other units known to be undertaking engineering construction work (from trade journals, newspapers, etc.), are included in the survey framework.

5 The cost of land and the value of building construction is excluded from the scope of the Engineering Construction Survey. Where projects include elements of both building and engineering construction every effort is taken to exclude the building component from the engineering construction statistics. Repair and maintenance activity is also excluded as are the value of any transfers of existing assets, the value of installed machinery and equipment not integral to the structure and the expenses for relocation of utility services. A contract for the installation of machinery and equipment which is an integral part of a construction project is included.

RELATIONSHIP WITH NATIONAL ACCOUNTS

6 Data on the value of work done on the construction of new residential buildings, alterations and additions to residential buildings, private sector non-residential buildings and the value of total and new engineering construction activity are the major sources of data which are used to compile the national accounts estimates for private gross fixed capital formation on dwellings, and other buildings and structures. However, there are some adjustments to the survey data which are made in the process of compiling these national accounts series. Allowances are made for the value of building activity which is out of scope of the Building Activity Survey and the Engineering Construction Survey. Such activity includes work done on projects which fall below the size cut-offs used for the surveys and also the value of work done which is undertaken without obtaining a building permit, either because such a permit is not required or because the requisite permit is not obtained. The national accounts estimates also make allowances for purchases (less sales) of buildings and other structures from (to) the public sector.

TREATMENT OF THE GST

7 Statistics on value of work (current prices) show residential building work done on a GST inclusive basis and non-residential work and engineering construction work done on a GST exclusive basis. This approach is consistent with that adopted in the Australian National Accounts which is based on the conceptual framework described in the 1993 edition of the international statistical standard System of National Accounts (SNA93).

8 SNA93 requires value added taxes (VAT), such as the GST, to be recorded on a net basis where:

- (a) both outputs of goods and services and imports are valued excluding invoiced VAT
- (b) purchases of goods and services are recorded including non-deductible VAT.

Under the net system, VAT is recorded as being payable by purchasers, not sellers, and then only by those purchasers who are not able to deduct it. Almost all VAT is therefore recorded in the SNA93 as being paid on final uses—mainly on household consumption. Small amounts of VAT, may however, be paid by businesses in respect of certain kinds of purchases on which VAT may not be deductible.

9 The ABS records value of work done inclusive of GST in respect of residential construction and exclusive of GST in respect of non-residential construction and engineering construction. Purchasers of residential structures are unable to deduct GST from the purchase price. For non-residential structures and engineering construction, the reverse is true in most circumstances.

10 Total construction work is derived by adding total building work and total engineering construction work. To derive total building activity it is appropriate to add the residential and non-residential components. Valuation of the components of the total is consistent, since, for both components, the value of work done is recorded inclusive of non-deductible GST paid by the purchaser. As such, total building activity and total construction includes the non-deductible GST payable on residential building.

11 As estimates for engineering work are provided on a GST exclusive basis, and the majority of construction materials used were exempt from Wholesale Sales Tax, the introduction of the GST had little direct effect on the estimates of engineering construction.

DEFINITIONS

12 A *building* is defined as a rigid, fixed and permanent structure which has a roof. Its intended purpose is primarily to house people, plant, machinery, vehicles, goods or livestock. An integral feature of a building's design, to satisfy its intended use, is the provision for regular access by persons.

13 A *dwelling unit* is defined as a self-contained suite of rooms, including cooking and bathing facilities and intended for long-term residential use. Units (whether self-contained or not) within buildings offering institutional care, such as hospitals, or temporary accommodation such as motels, hostels and holiday apartments, are not defined as dwelling units. The value of units of this type is included in non-residential building.

14 A *residential building* is defined as a building predominantly consisting of one or more dwelling units. Residential buildings can be either *houses* or *other residential buildings*:

- A *house* is defined as a detached building predominantly used for long-term residential purposes and consisting of only one dwelling unit. Thus, detached 'granny flats' and detached dwelling units (such as caretakers' residences) associated with non-residential buildings are defined as houses for the purpose of these statistics.
- An *other residential building* is defined as a building which is predominantly used for long-term residential purposes and which contains (or has attached to it) more than one dwelling unit (e.g. includes townhouses, duplexes, blocks of flats, apartment buildings, etc.).

15 A *non-residential building* is primarily intended for purposes other than long term residential purposes.

16 *Alterations and additions* refer to building activity carried out on existing building. It includes adding to or diminishing floor area, altering the structural design of a building and affixing rigid components which are integral to the functioning of the building.

17 The *value of engineering work done for the private sector* consists of the value of work done on prime contracts, plus speculative contracts, plus work done on own account.

18 The *value of building and engineering work done during the period* represents the estimated value of work actually carried out during the quarter on jobs which have commenced.

CLASSIFICATION: OWNERSHIP

19 The ownership of a building is classified as either *private sector* or *public sector*, according to the sector of the intended owner of the completed building or project as evident at the time of approval.

20 Engineering projects are classified as either *private sector* or *public sector* according to the expected ownership of the project at the time of completion.

RELIABILITY OF THE ESTIMATES

21 The estimates of engineering activity in this publication are based on a sample survey as are the estimates of private sector building activity. A complete enumeration of public sector building activity is done. Because data are not collected for all engineering jobs nor for all building jobs, the published estimates are subject to sampling variability. Relative standard errors give a measure of this variability and therefore indicate the degree of confidence that can be attached to the data.

EXPLANATORY NOTES *continued*

RELIABILITY OF THE ESTIMATES *continued*

22 Relative standard errors for the value of work done in the June quarter 2002 are given below. There is 67% confidence that the actual value would be within one standard error of the sample estimate, and 95% confidence that it lies within two standard errors.

	%
New private residential building	0.9
Total private residential building	0.8
Private non-residential building	1.7
Total private building	0.7
Total residential building	0.8
Total non-residential building	1.2
Total building	0.7
Engineering for the private sector	1.8
Total engineering	1.1

SEASONAL ADJUSTMENT

23 In the seasonally adjusted series, account has been taken of normal seasonal factors and the effect of movement in the date of Easter which may, in successive years, affect figures for different quarters.

24 Since seasonally adjusted statistics reflect both irregular and trend movements, an upward or downward movement in a seasonally adjusted series does not necessarily indicate a change of trend. Particular care should therefore be taken in interpreting individual quarter-to-quarter movements. In most instances, the seasonally adjusted components of a series add to the seasonally adjusted total. However, for Building Work Done, the 'Public' series shown in tables 1 and 3 has been seasonally adjusted independently. As a consequence, while the unadjusted components in the original series shown add to the totals, the adjusted 'Private' and 'Public' components of both 'Building Work Done' and 'Construction Work Done' may not add to the respective totals.

25 The seasonal factors are reviewed annually to take account of each additional year's data. The results of the latest review for Construction Work Done are reflected in the December quarter issue each year.

TREND ESTIMATES

26 Seasonally adjusted series can be smoothed to reduce the impact of the irregular component in the adjusted series. This smoothed seasonally adjusted series is called a trend estimate.

27 The trend estimates are derived by applying a 7-term Henderson moving average to the seasonally adjusted series. The 7-term Henderson average (like all Henderson averages) is symmetric but, as the end of a time series is approached, asymmetric forms of the average are applied. Unlike weights of the standard 7-term Henderson moving average, the weights employed here have been tailored to suit the particular characteristics of individual series.

EXPLANATORY NOTES *continued*

TREND ESTIMATES *continued*

28 While the smoothing technique described in paragraphs 26 and 27 enables trend estimates to be produced for recent quarters, it does result in revisions to the estimates for the most recent three quarters as additional observations become available. There may also be revisions because of changes in the original data and as a result of the re-estimation of the seasonal factors. For further information, see *Information Paper: A Guide to Interpreting Time Series — Monitoring Trends: an Overview* (cat. no. 1348.0) or contact the Assistant Director, Time Series Analysis on Canberra 02 6252 6076.

CHAIN VOLUME MEASURES

29 Chain volume estimates of the value of work done are presented in original, seasonally adjusted and trend terms.

30 While current price estimates of value of work done reflect both price and volume changes, chain volume estimates measure changes in value after the direct effects of price changes have been eliminated and therefore only reflect volume changes. The direct impact of the GST is a price change, and hence is removed from chain volume estimates. The deflators used to revalue the current price estimates in this publication are derived from the same price data underlying the deflators compiled for the dwellings and new other building components, and the new engineering construction component, of the national accounts aggregate 'Gross fixed capital formation'.

31 The chain volume measures of work done appearing in this publication are annually reweighted chain Laspeyres indexes referenced to current price values in a chosen reference year (currently 2000–2001). The reference year is updated annually in the June quarter publication. Each year's data in the value of work done series are based on the prices of the previous year, except for the quarters of the latest incomplete year which are based upon the current reference year (i.e. 2000–2001). Comparability with previous years is achieved by linking (or chaining) the series together to form a continuous time series. Further information on the nature and concepts of chain volume measures is contained in the ABS *Information Paper: Introduction of Chain Volume Measures in the Australian National Accounts* (cat. no. 5248.0).

32 The factors used to seasonally adjust the chain volume series are identical to those used to adjust the corresponding current price series.

ACKNOWLEDGMENT

33 ABS publications draw extensively on information provided freely by individuals, businesses, governments and other organisations. Their continued cooperation is very much appreciated: without it, the wide range of statistics published by the ABS would not be available. Information received by the ABS is treated in strict confidence as required by the *Census and Statistics Act 1905*.

EXPLANATORY NOTES *continued*

RELATED PRODUCTS

34 Users may also wish to refer to the following publications which are available from ABS Bookshops:

Building Activity, Australia: Dwelling Unit Commencements, Preliminary (cat. no. 8750.0)—issued quarterly

Building Activity, Australia (cat. no. 8752.0)—issued quarterly

Building Approvals, Australia (cat. no. 8731.0)—issued monthly

Private Sector Construction Industry, Australia, 1996–97 (cat. no. 8772.0)

Engineering Construction Activity, Australia (cat. no. 8762.0)—issued quarterly

House Price Indexes: Eight Capital Cities (cat. no. 6416.0)—issued quarterly

Housing Finance for Owner Occupation, Australia (cat. no. 5609.0)—issued monthly

Producer Price Indexes, Australia (cat. no. 6427.0)—issued quarterly.

35 Current publications and other products released by the ABS are listed in the *Catalogue of Publications and Products* (cat. no. 1101.0). The Catalogue is available from any ABS office or the ABS web site <<http://www.abs.gov.au>>. The ABS also issues a daily Release Advice on the web site which details products to be released in the week ahead.

ABS DATA AVAILABLE ON REQUEST

36 As well as the statistics included in this and related publications, the ABS may have other relevant data available on request. Inquiries should be made to the National Information and Referral Service on 1300 135 070.

SYMBOLS AND OTHER USAGES

ABS	Australian Bureau of Statistics
n.a.	not available
..	not applicable
—	nil or rounded to zero

Where figures have been rounded, discrepancies may occur between sums of the component items and totals.

FOR MORE INFORMATION...

- INTERNET* **www.abs.gov.au** the ABS web site is the best place to start for access to summary data from our latest publications, information about the ABS, advice about upcoming releases, our catalogue, and Australia Now—a statistical profile.
- LIBRARY* A range of ABS publications is available from public and tertiary libraries Australia-wide. Contact your nearest library to determine whether it has the ABS statistics you require, or visit our web site for a list of libraries.
- CPI INFOLINE* For current and historical Consumer Price Index data, call 1902 981 074 (call cost 77c per minute).
- DIAL-A-STATISTIC* For the latest figures for National Accounts, Balance of Payments, Labour Force, Average Weekly Earnings, Estimated Resident Population and the Consumer Price Index call 1900 986 400 (call cost 77c per minute).

INFORMATION SERVICE

Data which have been published and can be provided within five minutes are free of charge. Our information consultants can also help you to access the full range of ABS information—ABS user-pays services can be tailored to your needs, time frame and budget. Publications may be purchased. Specialists are on hand to help you with analytical or methodological advice.

- PHONE* **1300 135 070**
- EMAIL* **client.services@abs.gov.au**
- FAX* 1300 135 211
- POST* Client Services, ABS, GPO Box 796, Sydney 1041

WHY NOT SUBSCRIBE?

ABS subscription services provide regular, convenient and prompt deliveries of ABS publications and products as they are released. Email delivery of monthly and quarterly publications is available.

- PHONE* 1300 366 323
- EMAIL* subscriptions@abs.gov.au
- FAX* 03 9615 7848
- POST* Subscription Services, ABS, GPO Box 2796Y, Melbourne 3001



2875500006023
ISSN 1445-6966

RRP \$18.00