

UPDATE ON THE IMPLEMENTATION OF THE STATE GDP COMPUTATION PROJECT IN NIGERIA



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By

‘Tunde Lawal

Director (Macroeconomic Analysis)

National Planning Commission

The Presidency



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1.0 Introduction



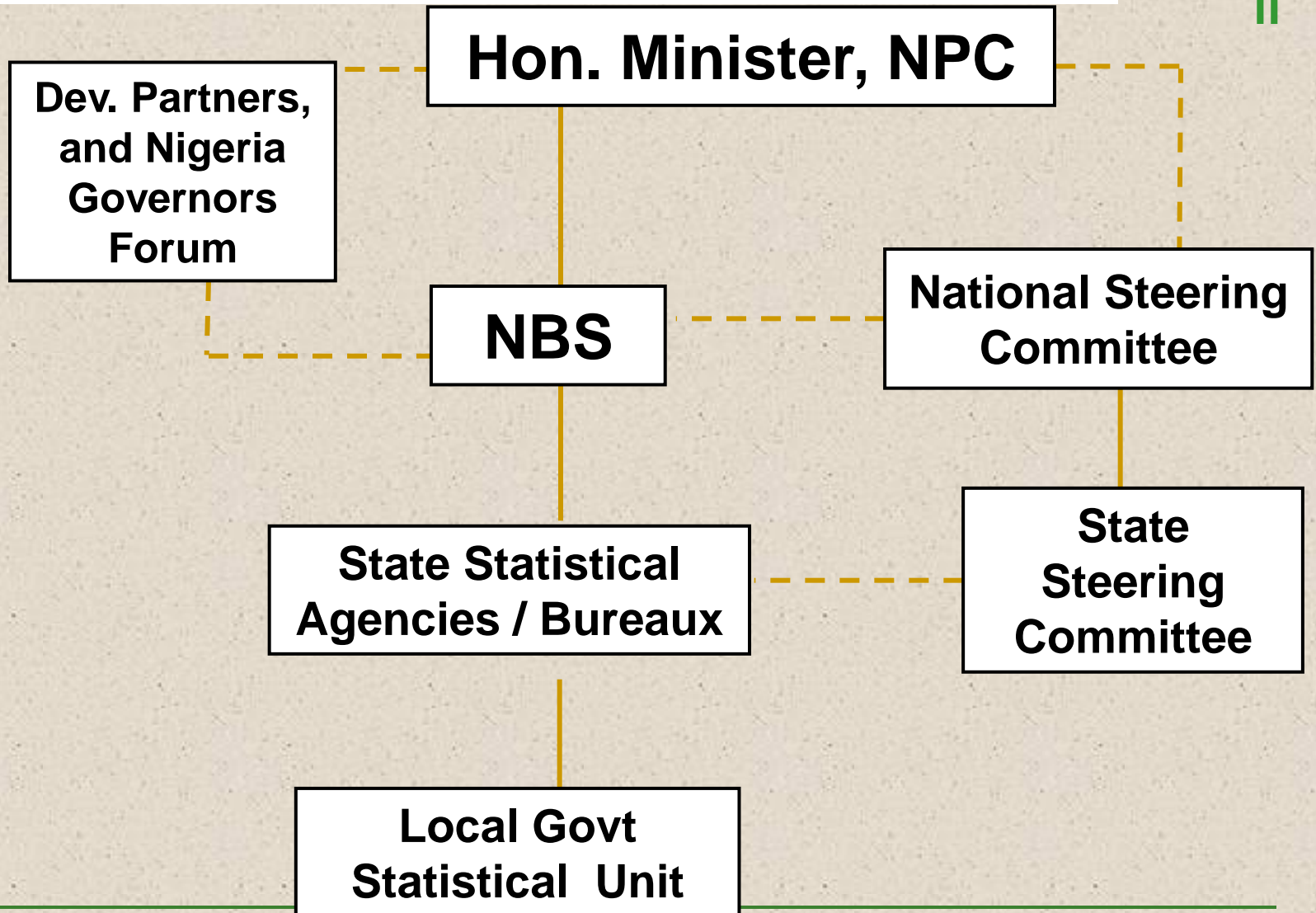
- The concept of the States' Gross Domestic Product (GDP) is relatively novel across the globe
 - Compared to the National GDP that has its origin well over a century ago
- Measuring the States' GDP will provide the most comprehensive and reliable measure of economic activity at the sub-national level.
- It will also:
 - allow for comprehensive and reliable measure of economic activity;
 - spur growth & development;
 - generate healthy competition among states;
 - serve as a guide for potential investors in making investment decisions; and
 - facilitate the rating of individual states by the rating agencies.

2.0 Process Adopted for States' GDP Computation in Nigeria



- The process leading to the States' GDP computation programme in Nigeria was initiated by the National Planning Commission in 2010.
 - This was in response to the need to further disaggregate the GDP data series for enhanced management of the national and sub-national economies.
 - The exercise is being coordinated by the National Planning Commission, in close collaboration with the National Bureau of Statistics (NBS).
 - The institutional framework for the SGDP programme is highlighted below:

Institutional Framework For State GDP Computation In Nigeria





3.0 Workplan and Funding Arrangement

- The programme is designed to be implemented in two phases
 - As highlighted in Table 1 below:

Table 1: Phasing of States' GDP programme implementation

Phases	Period of implementation (Year)	
	Start period	End Period
Phase 1	December 2011	November 2013
Phase 2	December 2013	August 2014

- The key activities in the Roadmap are:
 - The development of appropriate methodology, standards and procedures;
 - Sensitization/ advocacy programme;

3.0 Workplan and Funding Arrangement (Cont'd)



- Needs assessment survey of the States' Statistical Bureaux and Planning Commissions in 12 States and FCT; and
 - The pilot survey of the seven states, namely: Lagos, Niger, Rivers, Cross River, Anambra, Kano and Gombe.
- The estimated financial cost of the project at inception is N1.044 billion
 - To be borne by the Federal and State Governments and the development partners in the ratio of 30:50:20.

S/No.	Stakeholders	Ratio (%)	Amount
1.	Federal Government	30%	N313.2 million
2.	36 States + FCT	50%	N522 million or N14.1 million each
3.	Development Partners	20%	N208.8 million

3.0 Workplan and Funding Arrangement (Cont'd)



- The Federal Government and Development partners, in particular UNDP, have made financial contributions towards the States' GDP computation programme.
 - The State Governments have also made progress in their contribution towards the project.
 - Twenty one States and FCT have contributed the sum of N14.1 million each.
 - The Fifteen States that are yet to pay are:
 - Abia, Adamawa, Bauchi, Bayelsa,
 - Benue, Borno, Edo, Imo, Kaduna, Kebbi, Nasarawa,
 - Kwara, Katsina, Zamfara, and Benue.



4.0 Progress Made So Far

- The process of computing SGDP has reached an advanced stage
- Completed sensitization Flag-off exercises in six pilot states selected from each of the geo-political zones
- Conducted Needs Assessment at the State Statistical and Planning Agencies in 12 States and FCT
 - The validation of the Needs Assessment Report of the 12 pilot States was conducted in December 14, 2012
- Listing and updating of establishment frames by the NBS
- Survey instruments and training manuals developed by the NBS
- Capacity building conducted by NBS



4.0 Progress made so far (Cont'd)

- Headquarter training conducted
- TOT at zonal level conducted
- Field work activities in the seven pilot states completed by NBS
 - Analysis of returns also finalized
- Results of the computed GDP for the 7 pilot States are ready
 - Results presented to States Statisticians General and the National Steering Committee
 - To be validated by Executive State Governors of Pilot State before they are formally released to the public
 - Expected to start validation in Cross River State in Nov 2013



4.0 Progress Made so far (Cont'd)

- 21 States and FCT have so far made contributions
 - Jigawa, Yobe, Ogun, - Osun, Anambra, Kano,
 - Gombe, Cross River, Rivers, - Ondo, Niger, Sokoto, Kogi,
 - Oyo, Ebonyi, Lagos, - Ekiti, Delta, Akwa Ibom, -
Enugu and Taraba
- The Federal Govt (NPC, CBN & NBS-Technical) also made contributions
- 15 States yet to pay are:
 - Abia, Adamawa, Imo, - Bayelsa, Bauchi, Borno,
 - Kwara, Kaduna, Katsina, - Benue, Plateau, Kebbi, Edo,
 - Nasarawa and Zamfara
- Development partners, in particular UNDP made financial & technical contributions



4.0 Progress Made so far (Cont'd)

- HMNP usually provides an update on SGDP exercise to the Executive Governors of the States at NEC
 - The key actions taken on the SGDP arising from the NEC meeting are:
 - The Hon. Minister/Deputy Chairman of NPC has formally written all the Executive Governors, intimating them of the key decisions reached with respect to the State GDP computation programme:
 - Detailed report on the Needs Assessment of States' Statistical Agencies and Planning Commissions have been forwarded by the HMNPC to the 12 pilot states and FCT.



4.0 Progress Made so far (Cont'd)

- The key message of the report is that there are significant capacity and infrastructure gaps that need to be bridged for the States' GDP computation programme to be sustainable:
 - The States need to work closely with the NPC and the NBS to address the capacity and infrastructure related gaps in the States' Statistical Bureaux and Planning Commissions
 - In order to ensure the sustainability of the States' GDP computation programme in Nigeria



5.0 Where are We Today?

- The results of GDP computed for the 7 pilot States are ready
 - The NBS worked closely with officials of the States' Statistical Bureaux in accomplishing the task
- The States affected are:
 - Niger State - NC
 - Kano State - NW
 - Rivers State - SS
 - Cross River State - SS
 - Lagos State - SW
 - Gombe State - NE
 - Anambra State - SE
- Results to be validated by Executive State Governors before formal release to the public
 - Letters written to affected States proposing dates for the exercise



6.0 Next Steps for Completion of 1st Phase of State GDP Programme

- The next step for the exercise is to validate the States GDP data for the seven pilot States.
 - This is to ensure wider acceptability for the results of the States' GDP.
 - The HSMNP to lead a team of stakeholders to each of the 7 pilot states in the various zones of the country in **2013**



6.0 Next Steps for Completion of 1st Phase of State GDP Programme (Cont'd)

- This is aimed at allowing for validation of the SGDP data, by the State Governors, and their Commissioners, as well as other related stakeholders in the State, before, they are formally released to the public.
- Results to be released to the public thereafter
- Effectively marking the end of completion of the first phase
 - The 2nd phase of the SGDP computation is expected to span November 2013 to June 2014
 - The second phase of the Needs Assessment Survey of States' statistical agencies and planning commissions is expected to commence in November/December 2013.

7.0 What Role for the States' Hon. Commissioners of Economic Planning



- Give their political buy-in to the SGDP computation programme
- Implement the recommendations arising from the Needs Assessment Survey of States Statistical and Planning Commissions
- Establish Statistical Bureau in States' where they are not available
- Pay up financial contribution in States that are yet to pay
- Attend the validation workshops with PSs and other relevant officials
 - Pilot States' commissioners should assist in obtaining suitable dates from their Executive Governors for the validation exercise in November 2013



Thank You

