ABSTRACT

MUHAMMAD MUSYAFFAK FAUZI. The Role of Agricultural Sector in Indonesian Economic : Social Accounting Matrix Model. (ARIEF DARYANTO as Chairman, SJAFRI MANGKUPRAWIRA and ERWIDODO as Members of Advisory Committee)

The attention of government to the agricultural development during this time is large enough, but from the amount of the policies that be released often less of touch and to accelerate to the performance of agricultural sector so that the role of agricultural sector in national economy is not optimal yet. The objective of this study is in order to analize the role of agricultural sector in national economy to identify the effect of income path of agriculture sector to the housing income and to formulate the agricultural development policy that have the most highest of influence to the housing income, the labor, production and economy sector entirely. In order to answer all of such purpose in this study used social accounting matrix model (SAM).

Some important findings be concluded from this research namely (1) base on the quality of multiplier numbering side (VM, HM, FM, OSM, PM and GM) to 39 production sectors show nine production sectors that have level between first to ten come from agricultural sector and agro industry sector namely paddy milling industry sub sector, paddy, sugar cane, livestock cattle beef sector, corn, livestock and its production, godds plant agricultural, wood industry and the production of plantation, (2) Agricultural sector have the multiplier effect that be reflected more to the agriculture businessman housing industrial, (3) the elementary path of agriculture sector that ends in the housing which have the low income and the labor of agriculture in general only through the channel of production sector, labor and ends in housing, some the Agricultural sectors that have the basic path such as namely corn, food, beverage and tobacco, Forestry industry and hunting industry, oil industry and fat and also paddy milling industry and (4) The best policy of agricultural development that motivate the economy aggregately and to repair the income distribution is the policy in production and price sector. Both of these policies have the abilities to increase the income, the production factor, household institution and the better production sector.

Key words: role of agricultural sector, agricultural development policy, income path effect, social accounting matrix.