

# South Australia: an economy in transition

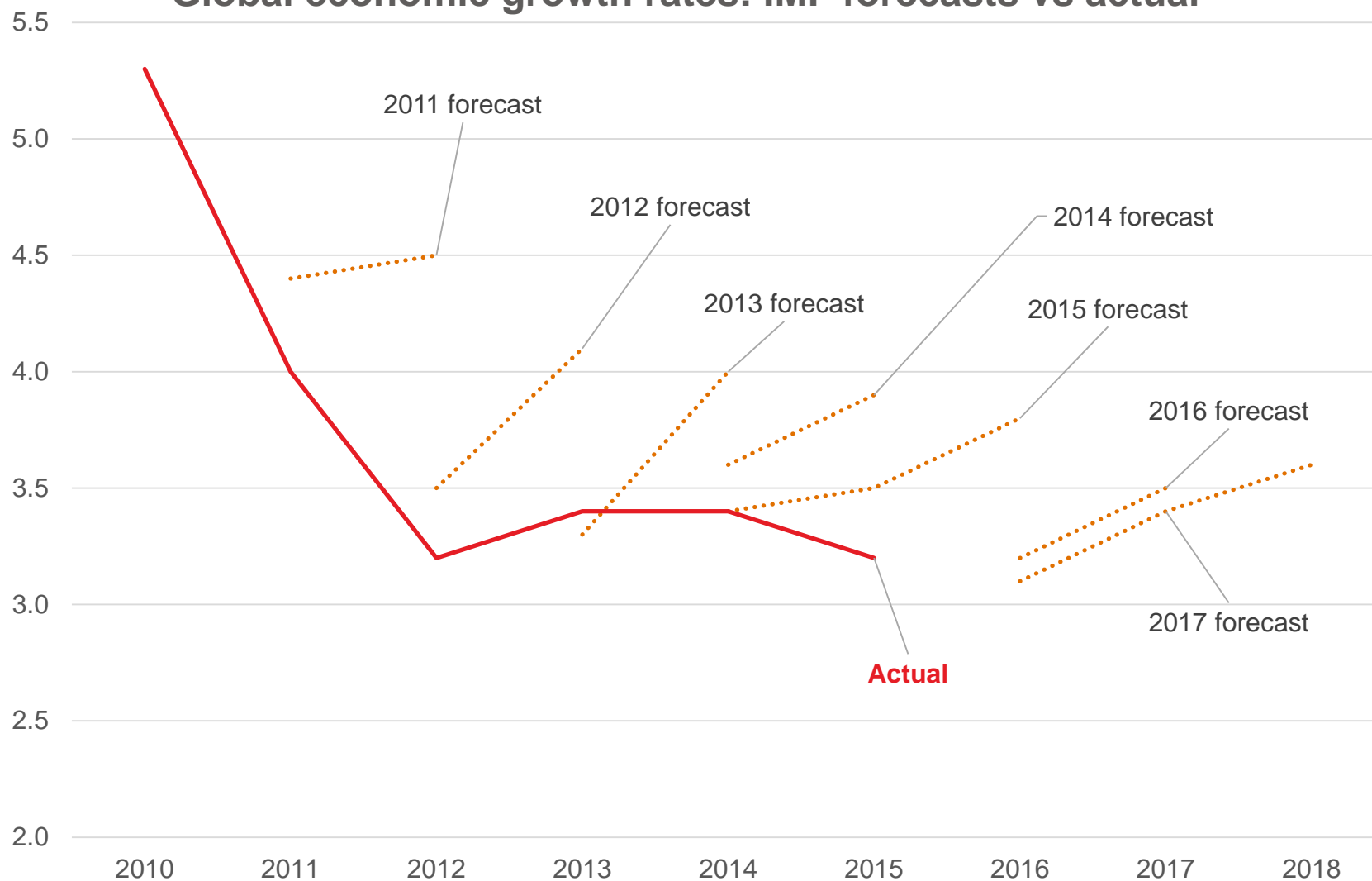
Don Dunstan Foundation/IPAA:  
Social Capital Residencies Showcase Event  
2 May 2017

Matthew Winefield  
Office of the Chief Economist  
Department of the Premier and Cabinet



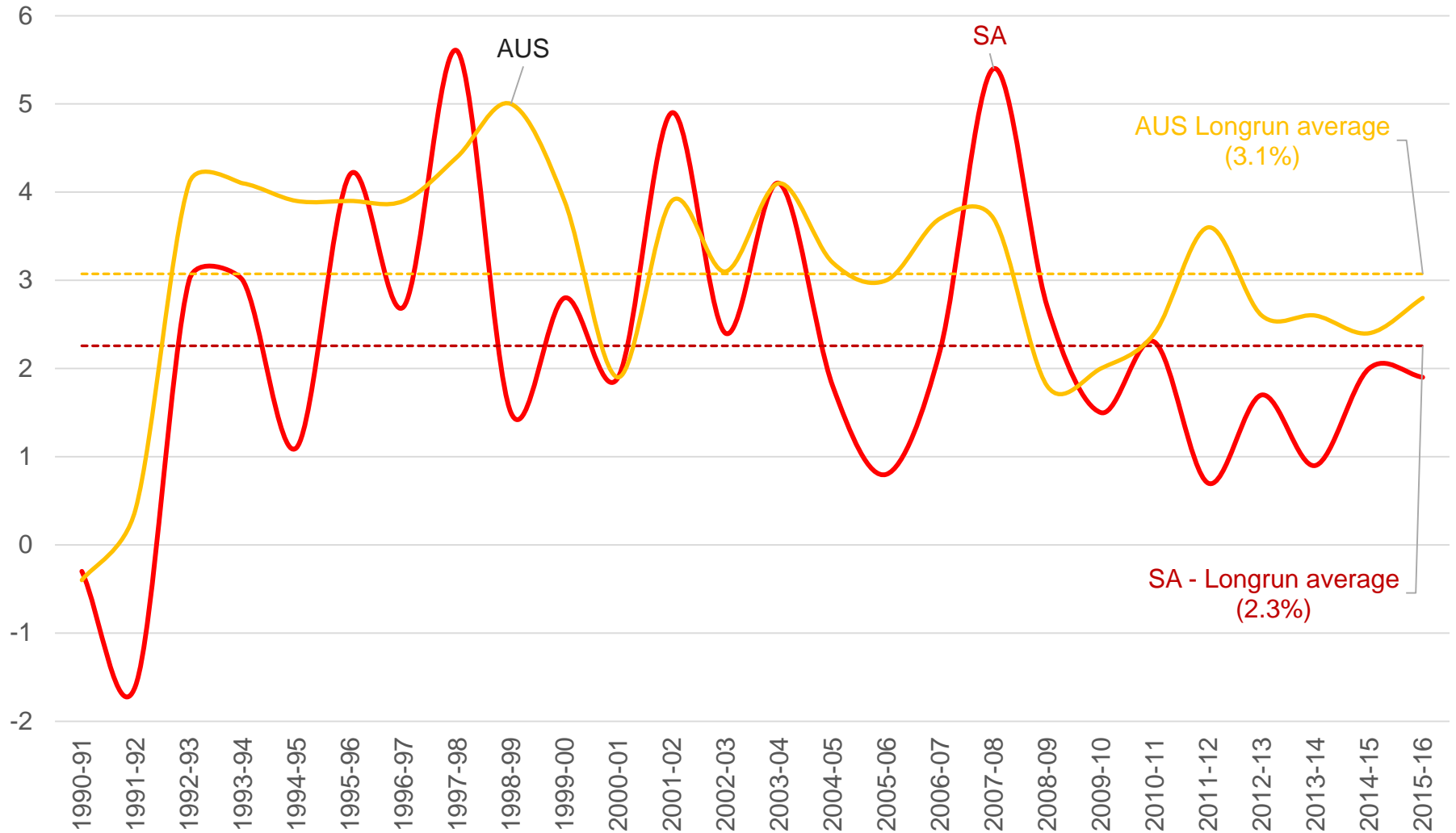
# GFC recovery?

## Global economic growth rates: IMF forecasts vs actual



# Economic growth

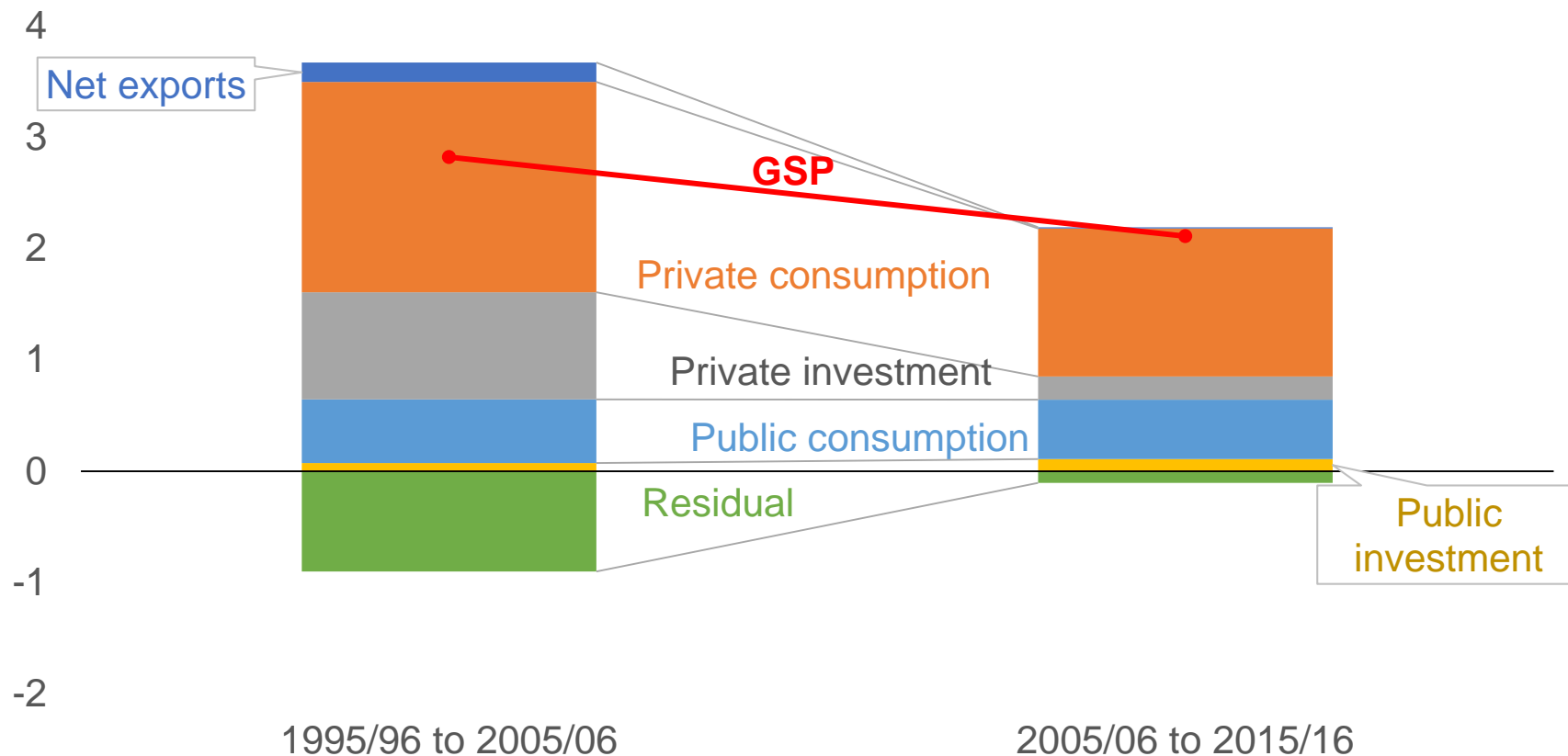
## Real GSP/GDP growth (%), South Australia and Australia



# Growth drivers

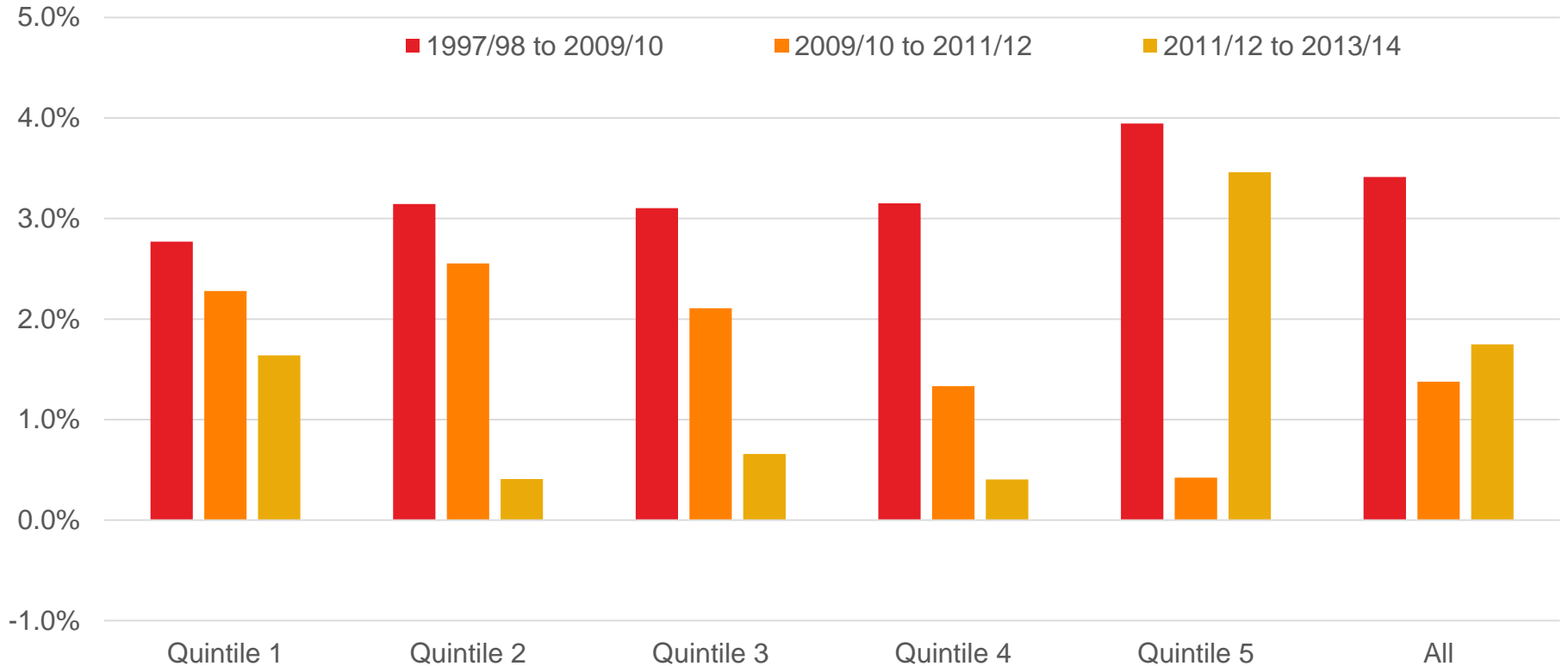


## GSP growth drivers, SA (% point contribution to average real annual growth)



# Household incomes

## Average annual change in real disposable household income - AUSTRALIA

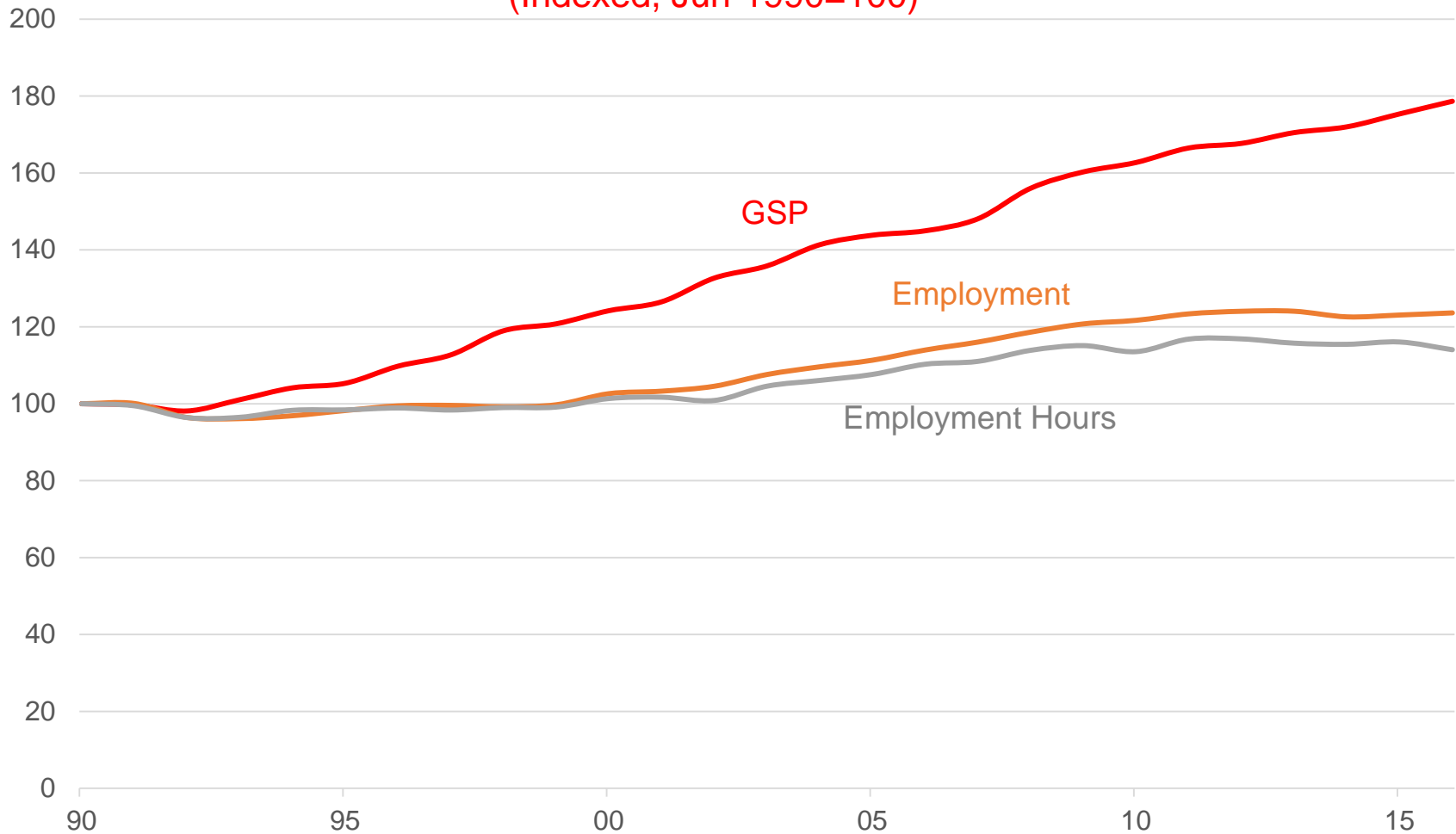


There has been a very significant decline in the growth real income of Australian households in the periods since the GFC.

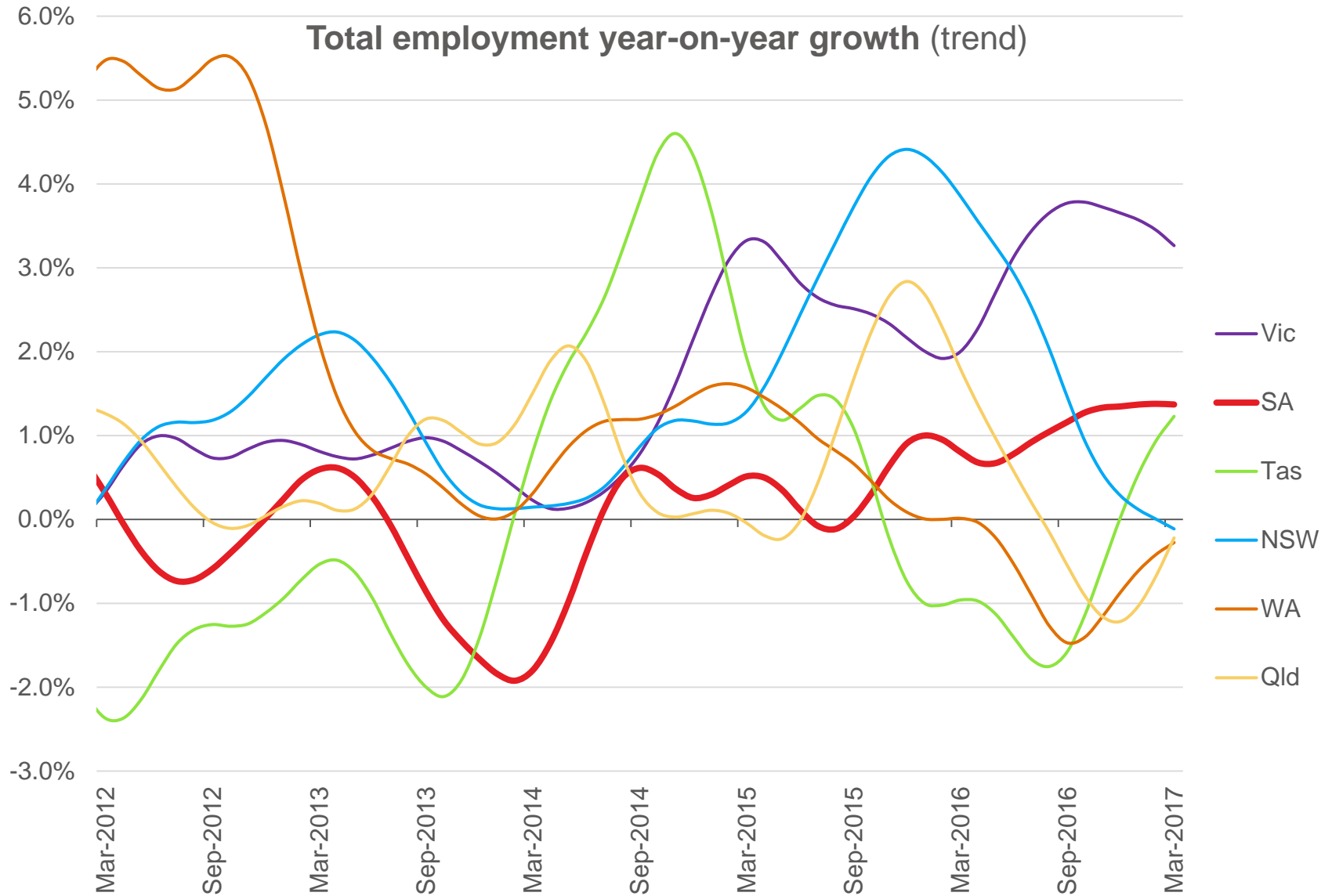
# Growth in review



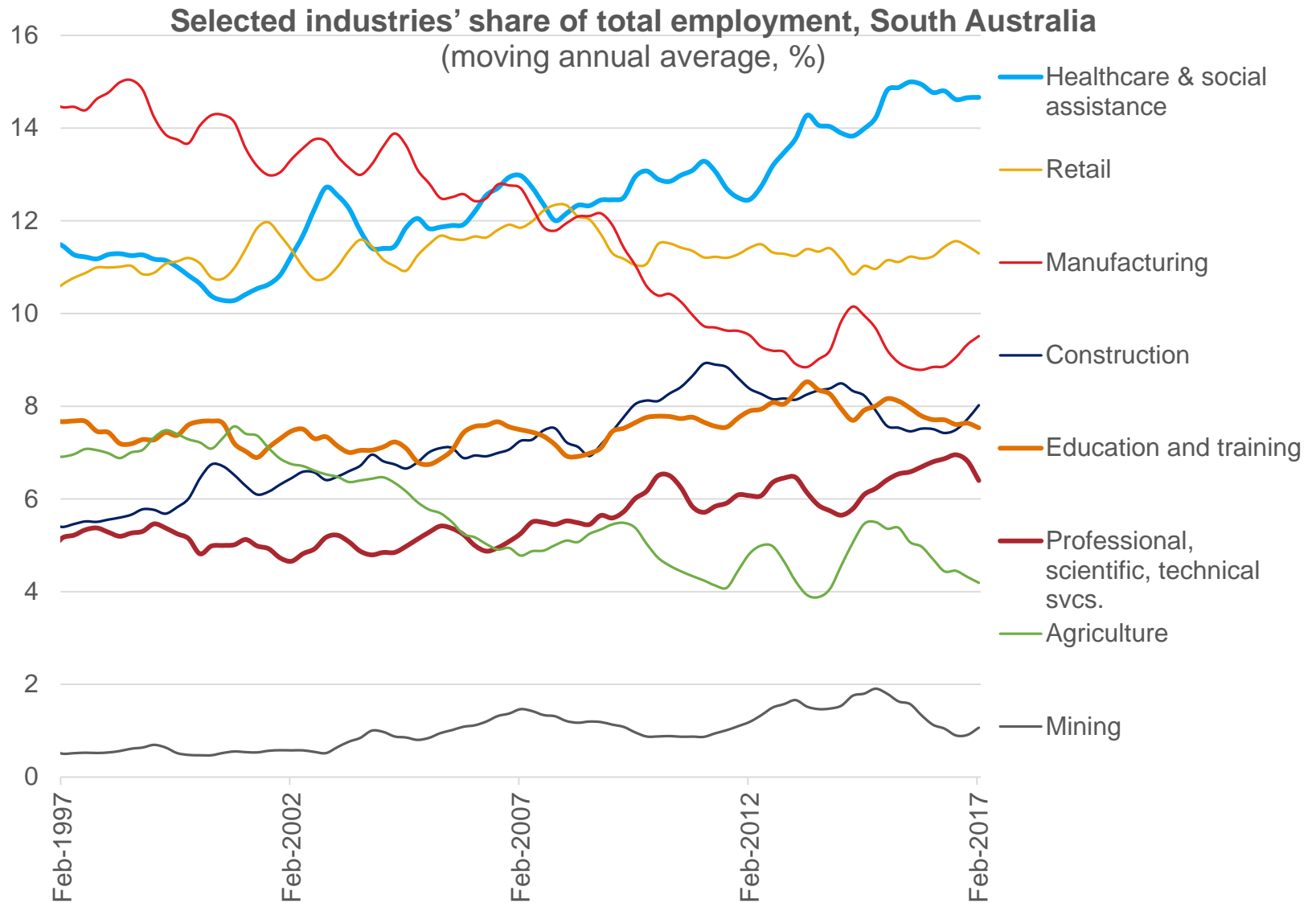
**GSP, employment, hours worked, SA**  
(Indexed, Jun-1990=100)



# Growth in employment

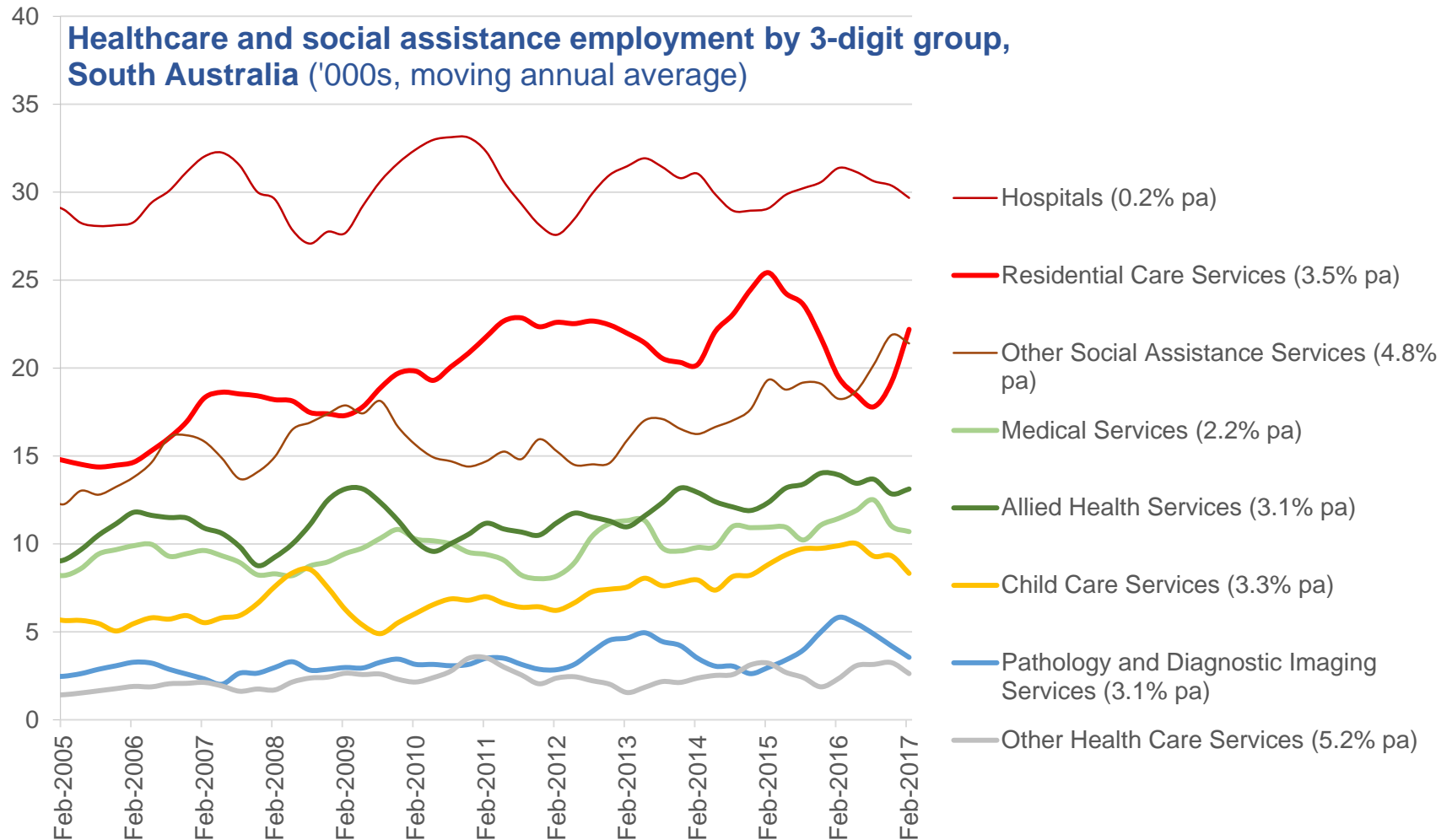


# Employment by industry



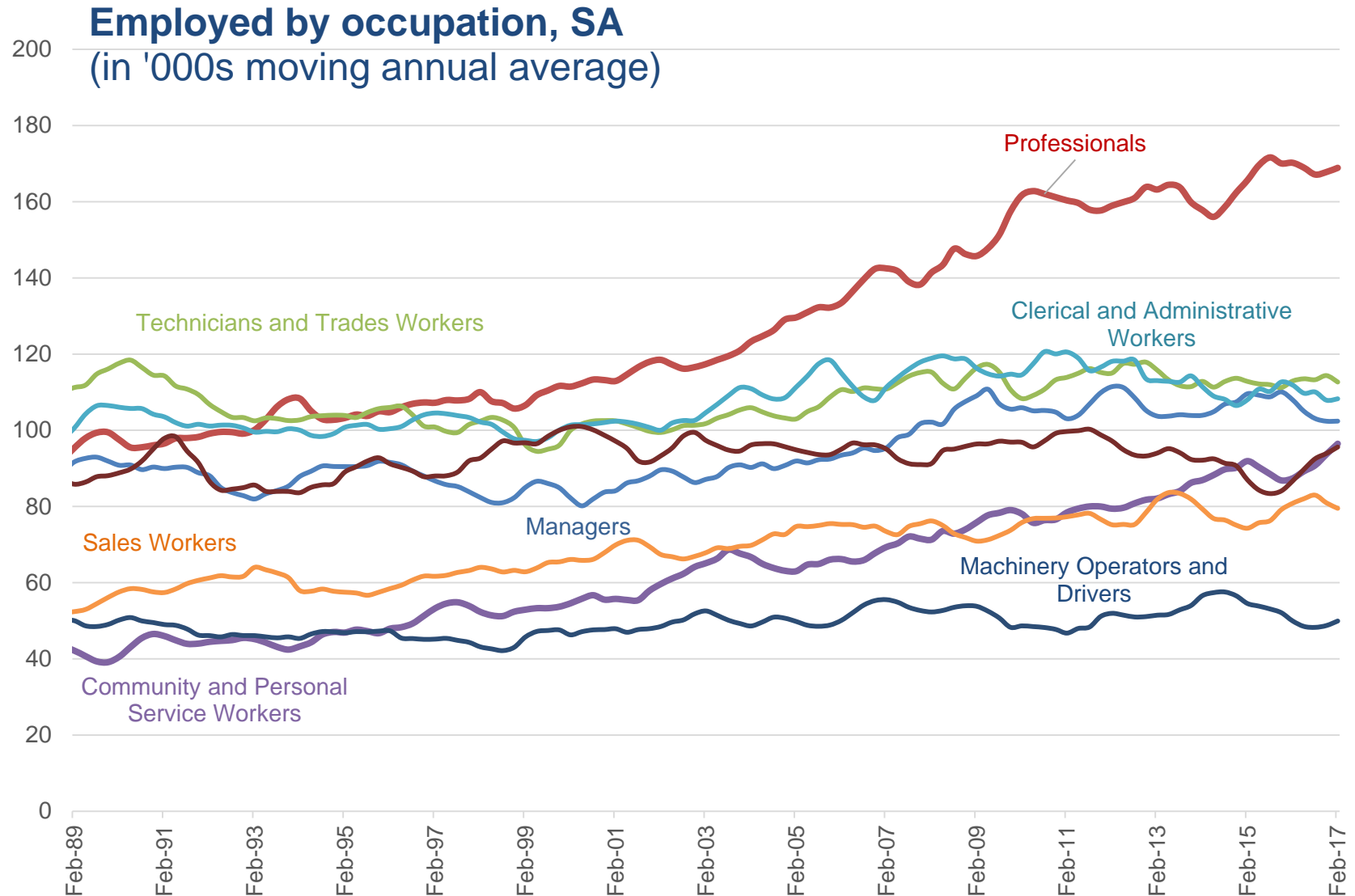


# Health care, social assistance



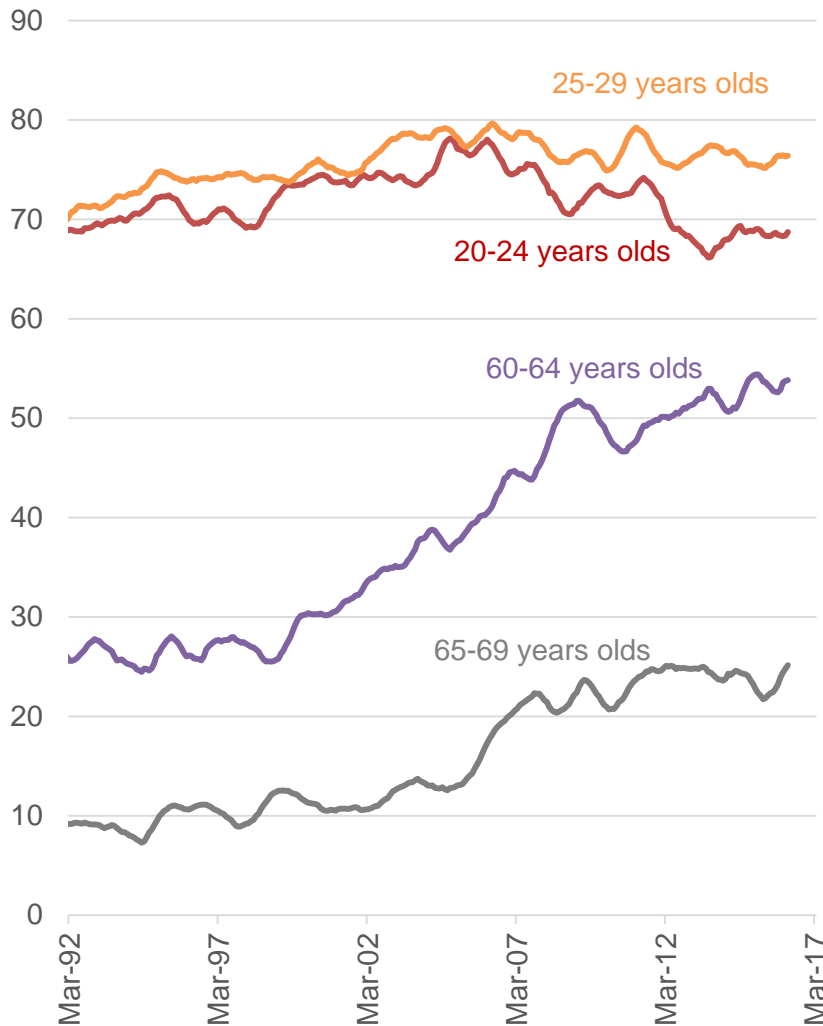
- Employment growth has been driven in particular by **residential care services**, **medical and other health care services**, and **other social assistance services**. These are assumed to be predominantly non-government service providers.

# What jobs are growing?

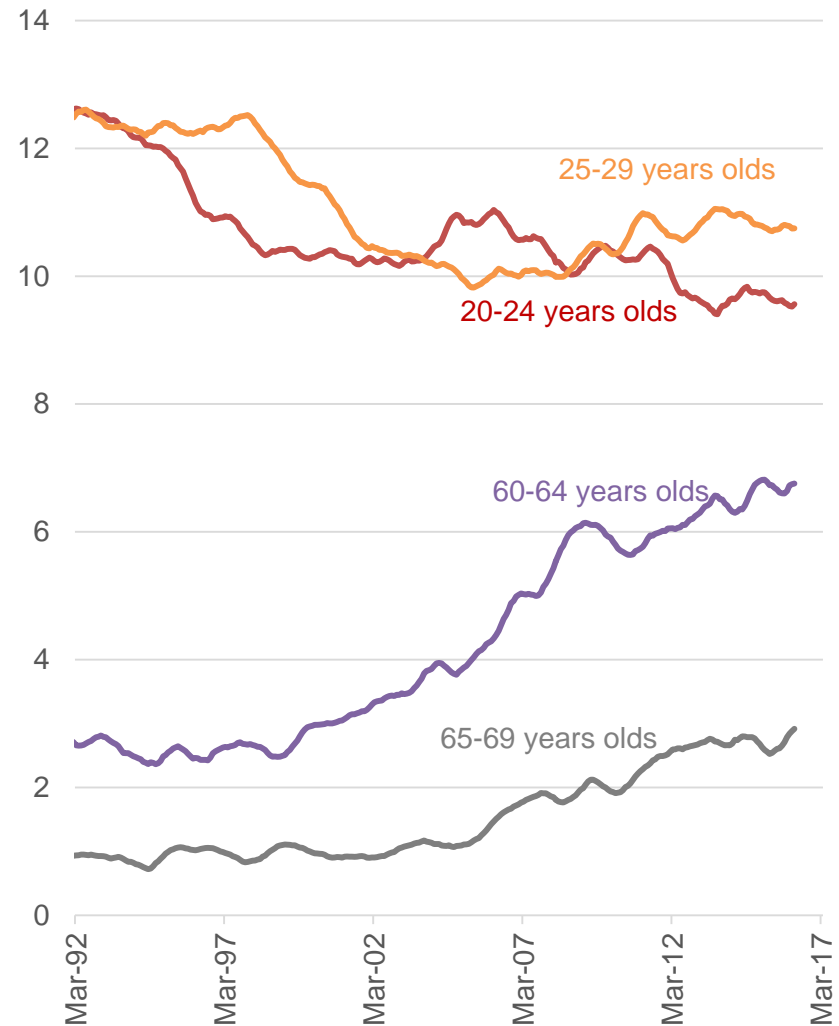


# Ageing workforce

## Employment/Population (%)



## Share of employed workers (%)



# Impact investment growth



According to Social Finance (UK), as of the end of 2016:

- 74 social impact bonds announced
- Total value \$278 million (capital raised)
- 106,551 lives will be affected by programs financed.

According to the Cwth Department of Employment:

- SEDIF funding has mobilised 124% of the original public investment (\$20 million)
- Direct effect on 64 social enterprises
- Modest indirect effect on 424 social enterprises
- Positive social outcomes for 9,051 people.

# Social Innovation Index 2016

Overall: Australia ranked **13th**

## Pillar 1: Policy and institutional framework

- 1 UK
- 2 United States
- 3 France
- 4 Canada
- 5 South Korea
- 6 Belgium

...

**=19 Australia**

## Pillar 2: Financing

- 1 Canada
- 2 United States
- 3 Belgium
- 4 Denmark
- 5 UK
- 6 Ireland

**7 Australia**

## Pillar 3: Entre- preneurship

- 1 United States
- 2 Finland
- 3 New Zealand
- 4 UK
- 5 Ireland
- 6 Switzerland

...

**15 Australia**

## Pillar 4: Society

- 1 Iceland
- 2 Denmark
- 3 Ireland
- 4 Norway
- 5 New Zealand
- 6 Netherlands

**7 Australia**