

South Australia: an economy in transition

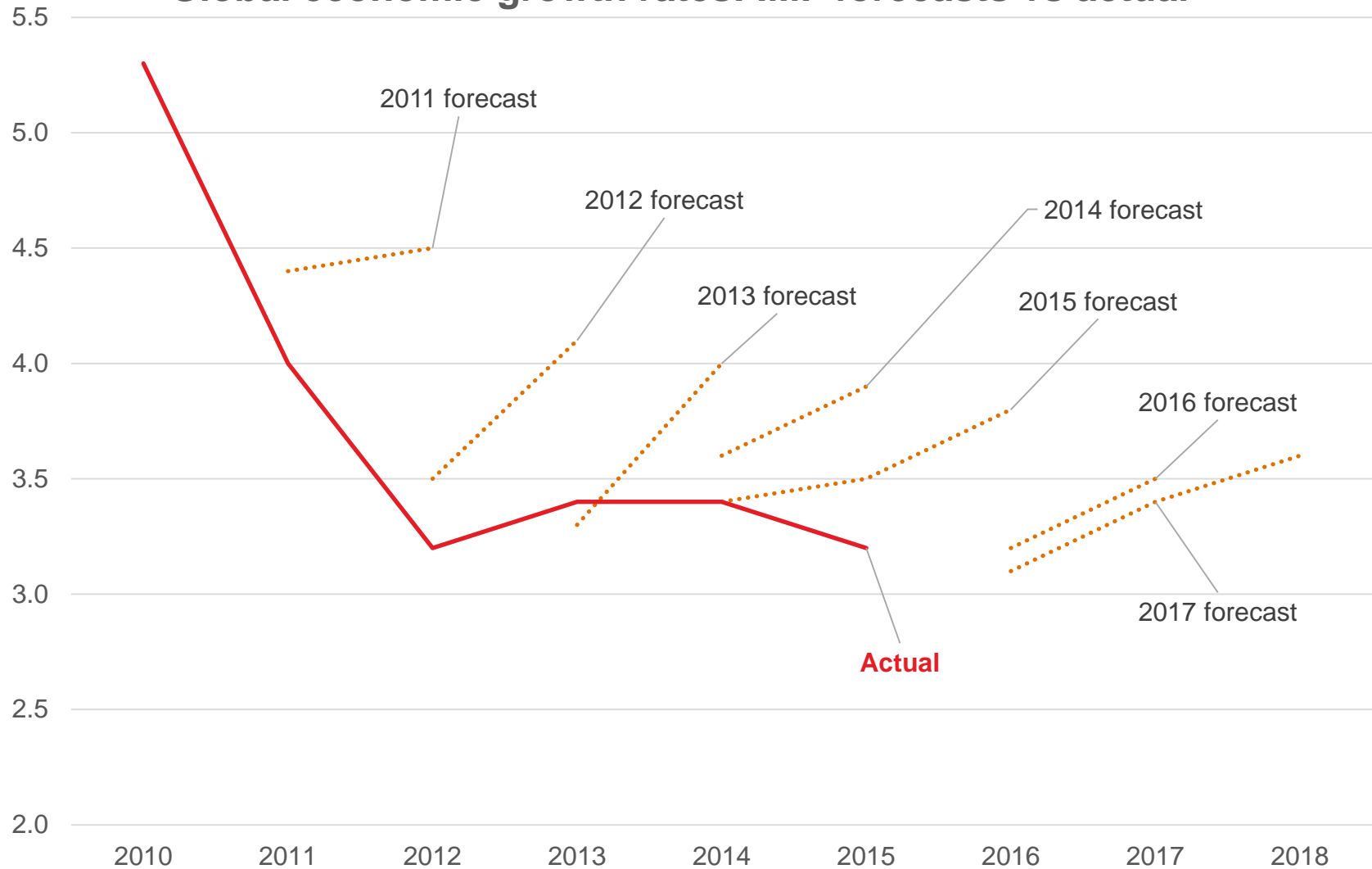
Don Dunstan Foundation/IPAA:
Social Capital Residencies Showcase Event
2 May 2017

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



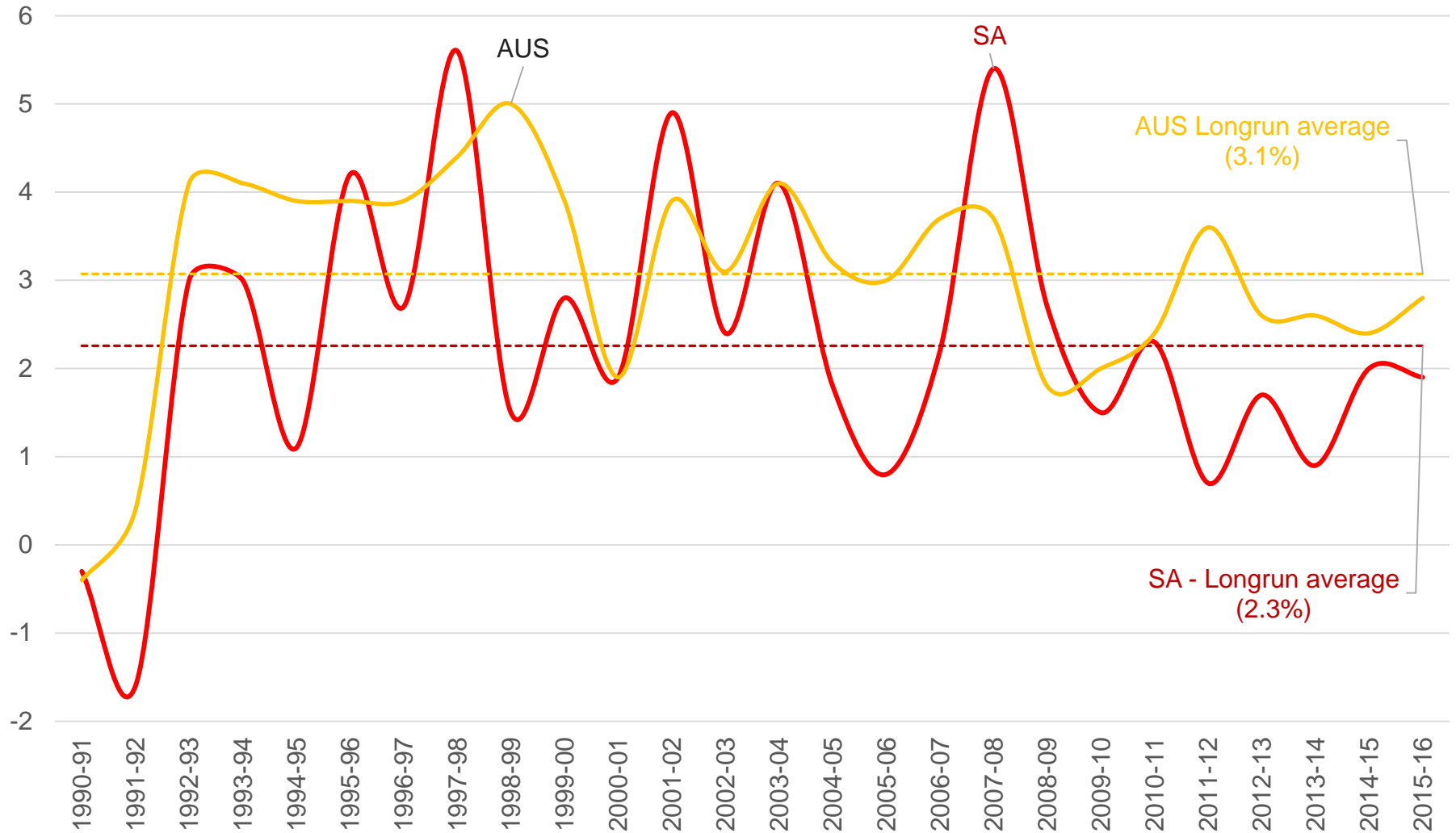
GFC recovery?

Global economic growth rates: IMF forecasts vs actual



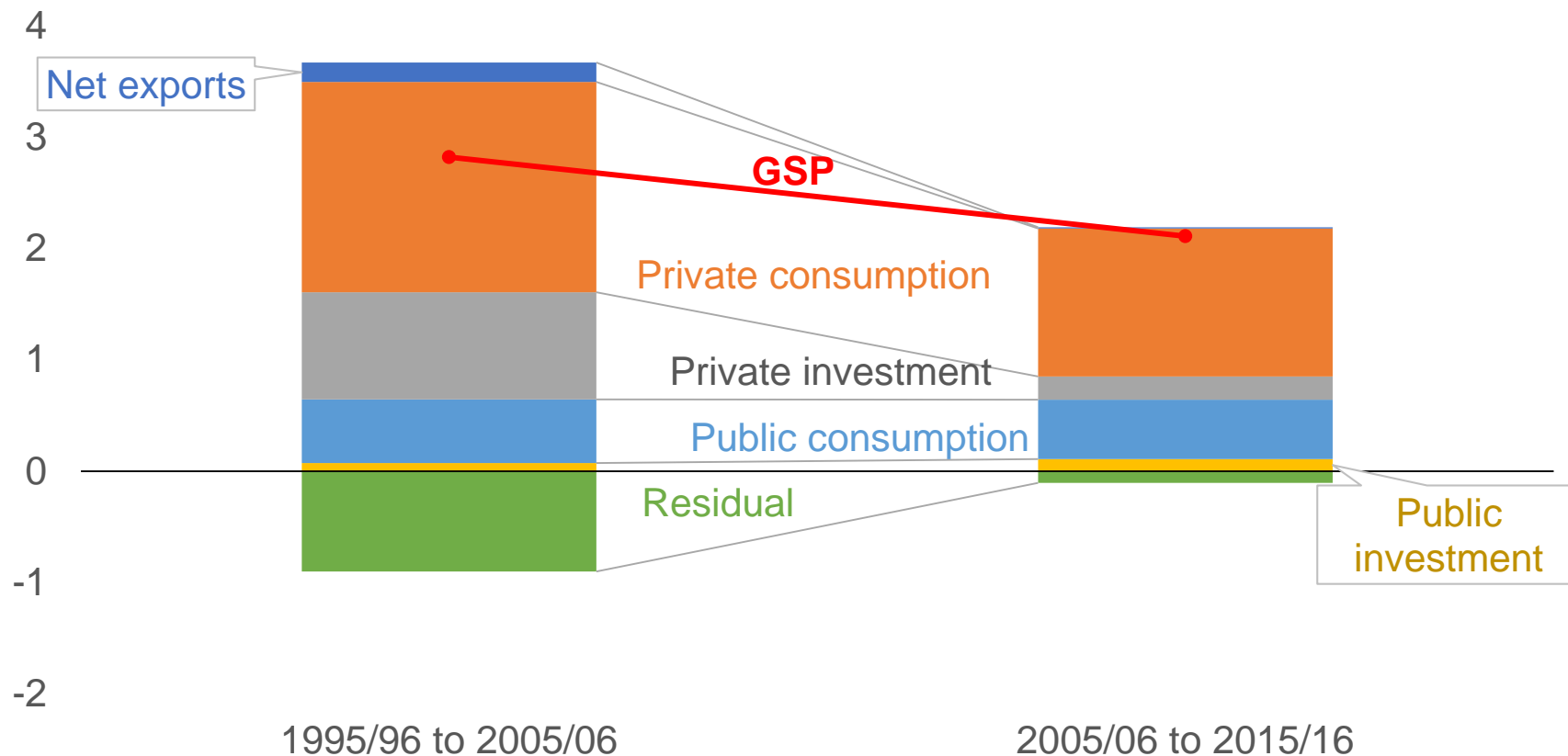
Economic growth

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

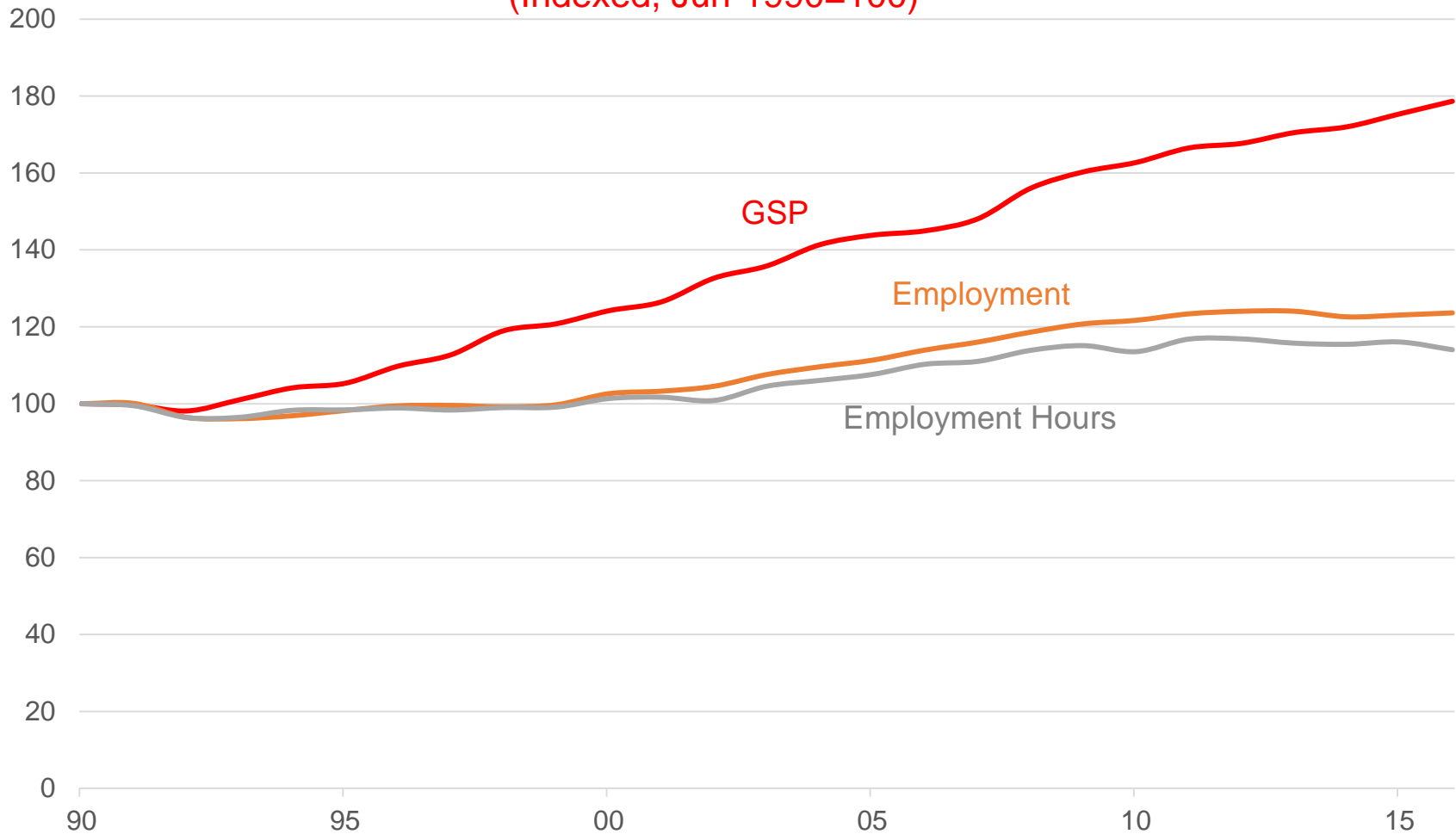


There has been a very significant decline in the growth real income of Australian households in the periods since the GFC.

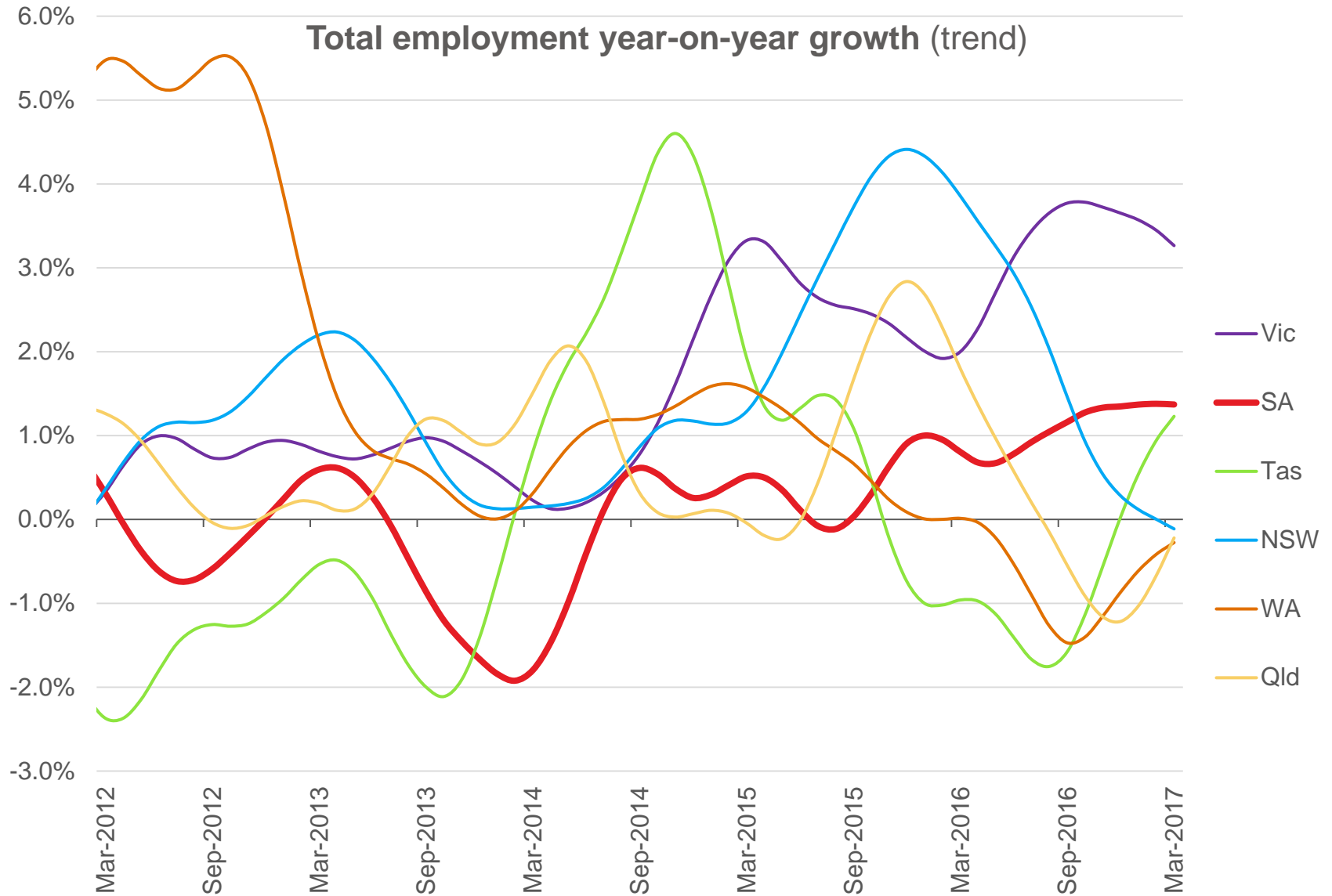
Growth in review



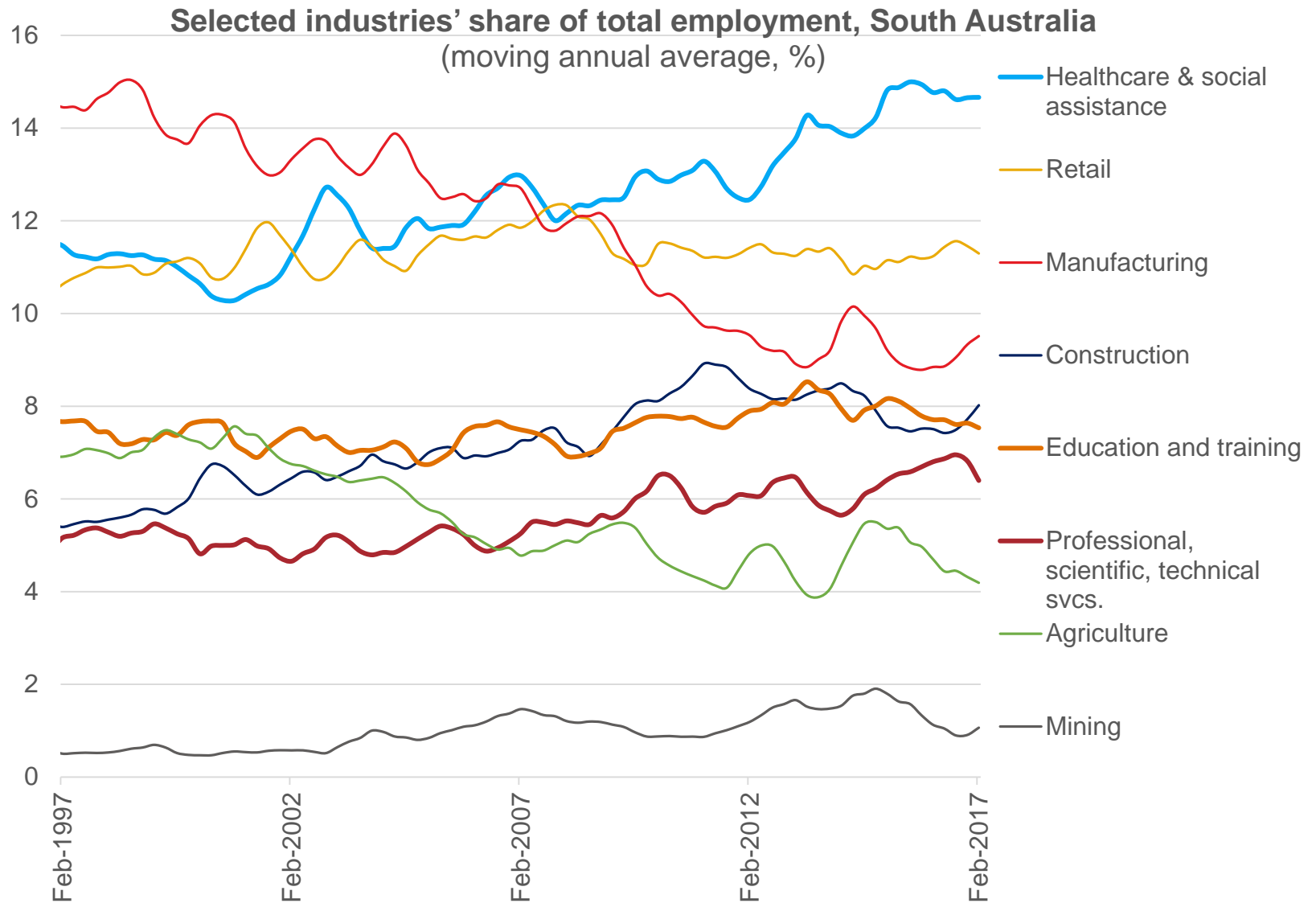
GSP, employment, hours worked, SA (Indexed, Jun-1990=100)



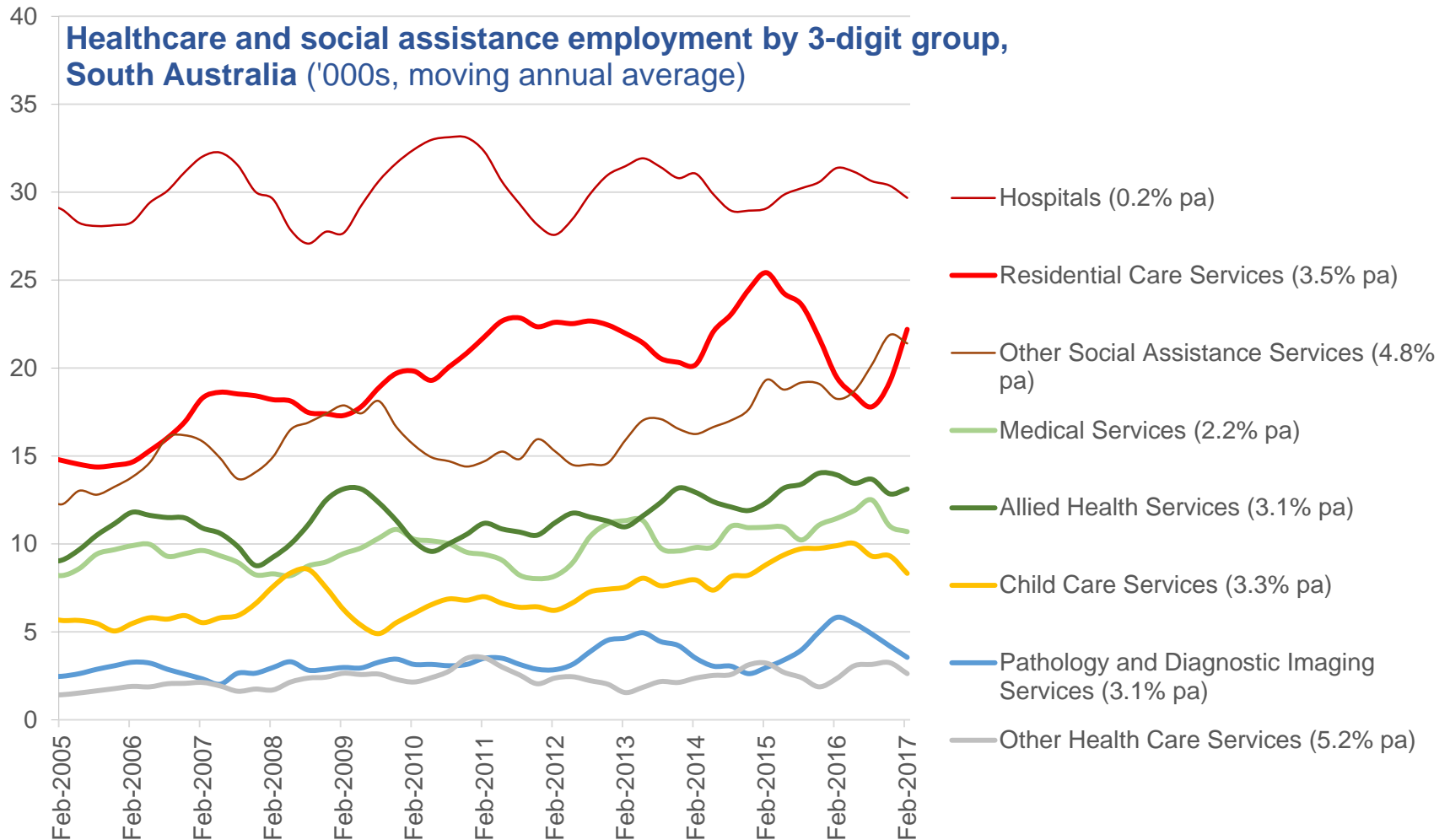
Growth in employment



Employment by industry

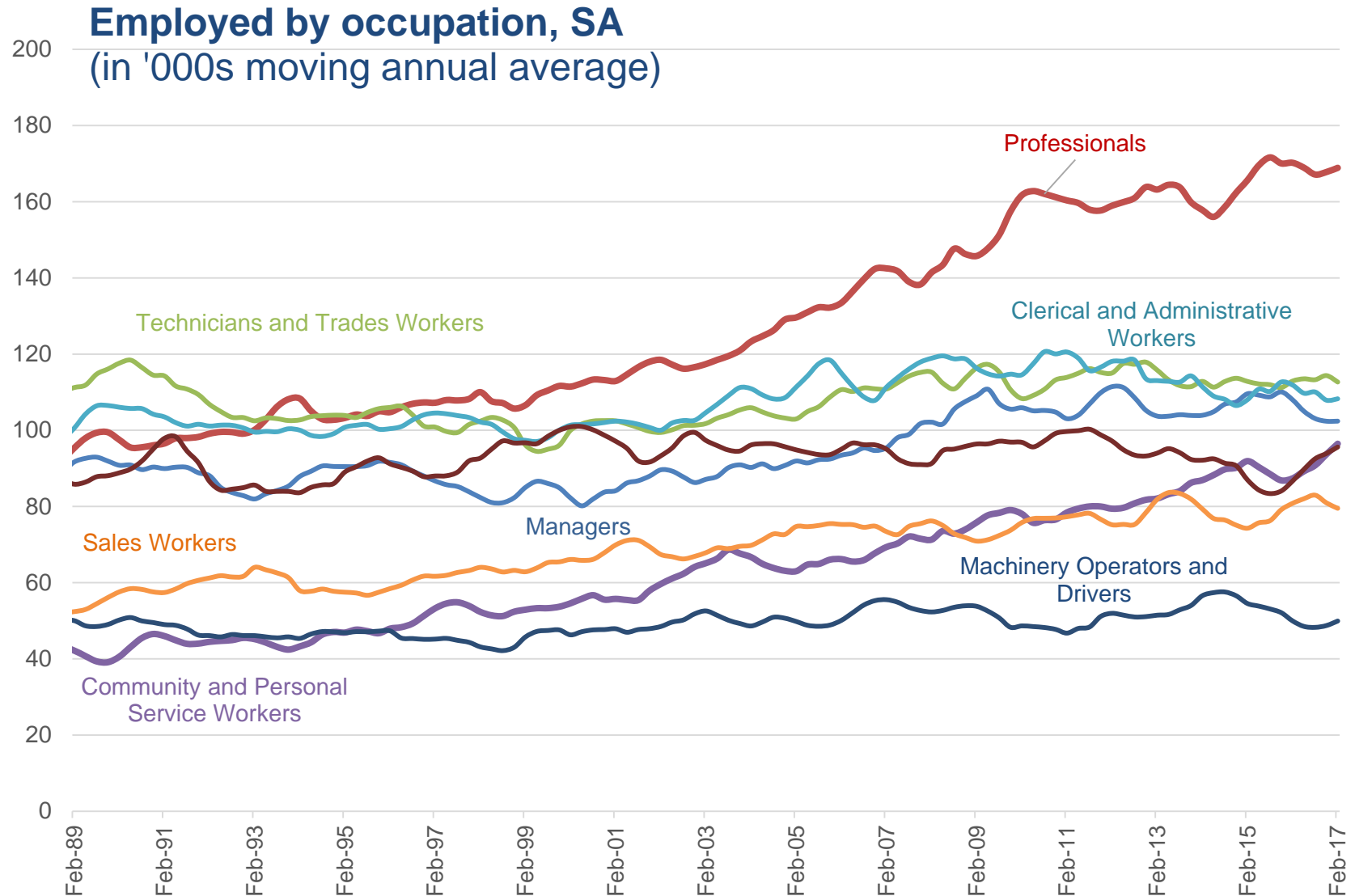


Health care, social assistance



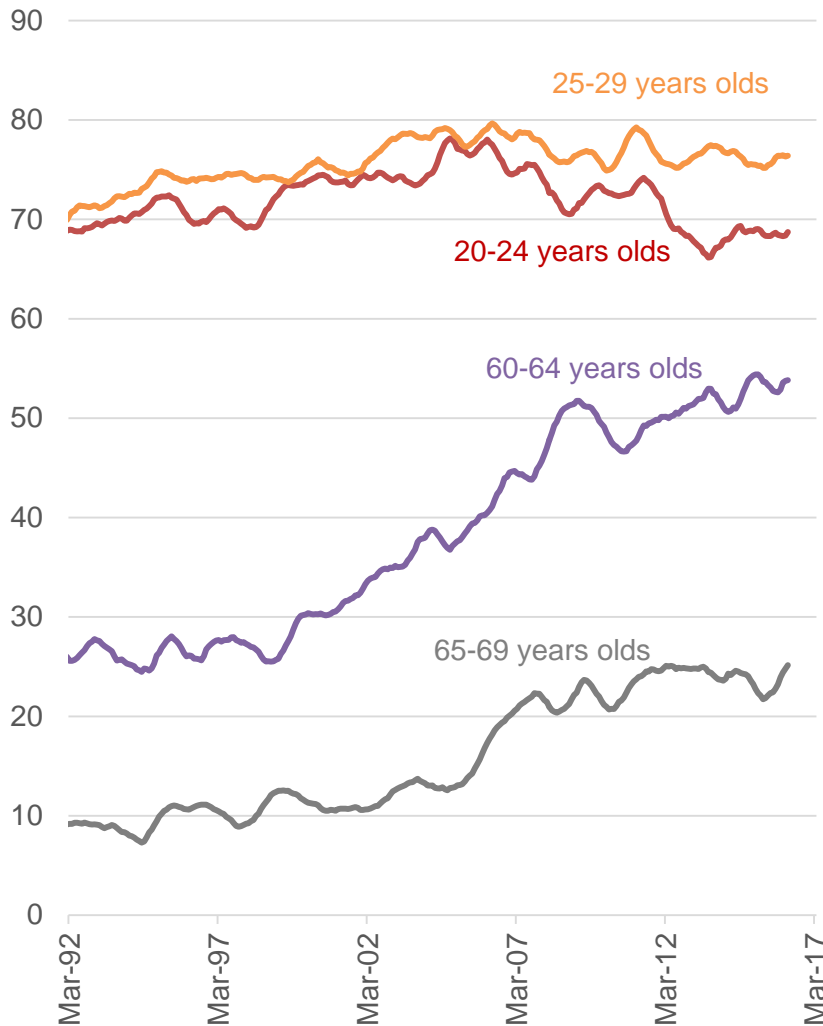
- Employment growth has been driven in particular by **residential care services**, **medical and other health care services**, and **other social assistance services**. These are assumed to be predominantly non-government service providers.

What jobs are growing?

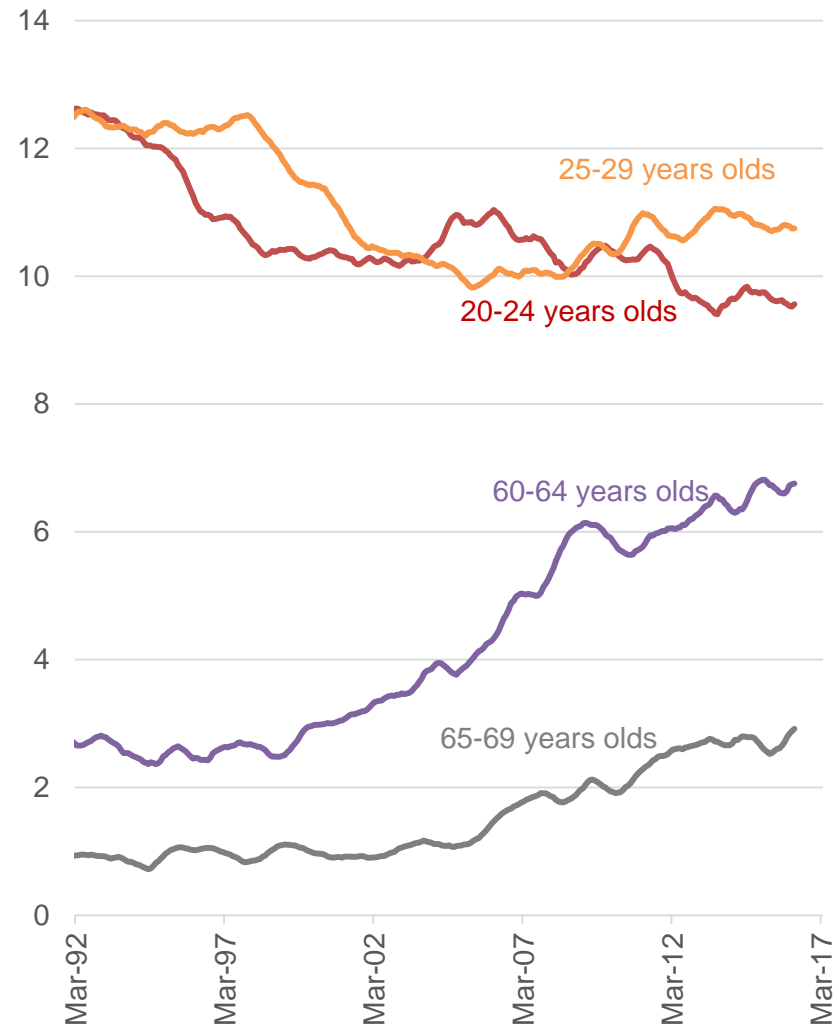


Ageing workforce

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

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=19 Australia

Pillar 2: Financing

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

7 Australia

Pillar 3: Entrepreneurship

- 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