

The 2014 *Indigenous Expenditure Report* was released on 12 December 2014. The Report is the third in a series that provides estimates of expenditure on services provided to Aboriginal and Torres Strait Islander people by the Australian Government, and State and Territory governments.

The Report provides an overview of six broad areas of expenditure – early child development and education and training; healthy lives; economic participation; home environment; safe and supportive communities; and other government services.

More detailed estimates and data for previous years are available from the project website.

Interpreting the results

Estimating the Indigenous component of expenditure – especially for mainstream services – is complex, and many data quality and methodological challenges are yet to be resolved. Some of these challenges are state and territory specific. The Report provides information to assist in interpreting the estimates, including the strengths and limitations of the data and method and the context in which services are provided.

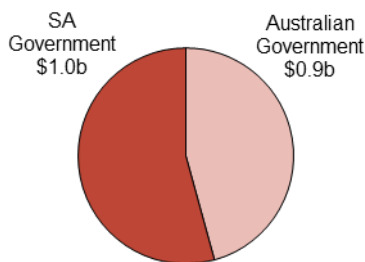
Expenditure patterns in South Australia in 2012-13

Figure 1. Total government direct expenditure



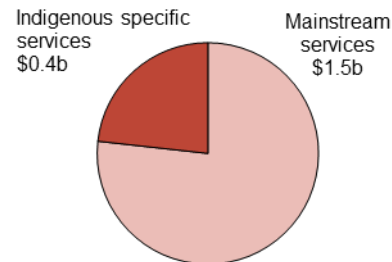
Total government direct Indigenous expenditure was estimated to be \$1.9 billion, accounting for 4.9 per cent of total government direct expenditure in South Australia.

Figure 2. Funding source of total government direct expenditure



The Australian Government accounted for \$865 million (46 per cent) of direct Indigenous expenditure, with the remaining \$1.0 billion (54 per cent) provided by the South Australian Government.

Figure 3. Composition of direct Indigenous expenditure



Mainstream services accounted for \$1.5 billion (77 per cent) of direct Indigenous expenditure, with the remaining \$440 million (23 per cent) provided through Indigenous specific (targeted) services.

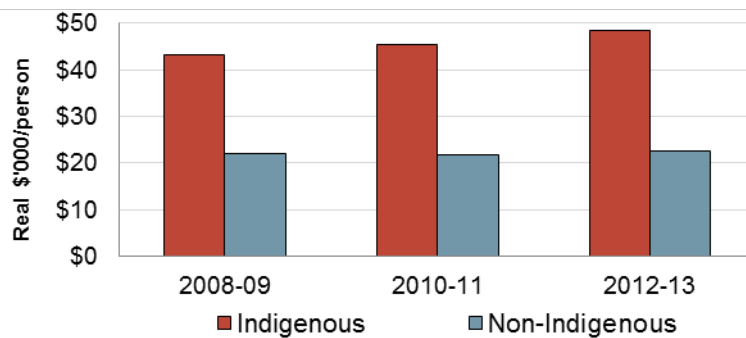
South Australia

Expenditure per person in South Australia

Aboriginal and Torres Strait Islander Australians made up 2.3 per cent of the South Australian population at 30 June 2013.

Estimated expenditure per person in 2012-13 was \$48 527 for Aboriginal and Torres Strait Islander Australians, compared with \$22 702 for non-Indigenous Australians (a ratio of 2.14:1). Between 2008-09 and 2012-13, total government direct Indigenous expenditure increased by \$346 million (22 per cent) in real terms, equivalent to an increase of \$5219 per person (see figure 4).

Figure 4. Total government direct expenditure per person in South Australia^{a, b, c}



^a Direct expenditure includes government outlays on services and programs (including income support) that are paid directly to individuals, non-government service providers, or local governments. ^b Per head of population expenditure is not the same as expenditure per user, and should not be interpreted as a proxy for unit cost. ^c Expenditure for 2008-09 and 2010-11 has been expressed in real (constant 2012-13 dollars) terms using the General Government Final Consumption Expenditure deflator (chain price index).

Source: 2014 Indigenous Expenditure Report database

The \$25 825 per person difference in expenditure between Aboriginal and Torres Strait Islander Australians and non-Indigenous Australians in 2012-13 reflected the combined effects of:

- *greater intensity of service use* (\$16 056 or 62 per cent) – Aboriginal and Torres Strait Islander Australians, on average, use more services per person because of greater need, and because of population characteristics such as the younger age profile of the Aboriginal and Torres Strait Islander population
- *higher costs of providing services* (\$9769 or 38 per cent) – it can cost more to provide services to Aboriginal and Torres Strait Islander Australians if mainstream services are more expensive to provide (for example, because of location), or if Aboriginal and Torres Strait Islander Australians receive targeted services in addition to mainstream services (for example, liaison officers in hospitals).

Variations in expenditure in South Australia over the six broad areas

There were significant variations in levels and patterns of expenditure across expenditure categories in 2012-13.

Early child development, and education and training

This includes expenditure on preschool and childcare; school education; and tertiary education.

2014

Information in this factsheet is from the 2014 Indigenous Expenditure Report, published by the Steering Committee for the Review of Government Provision. The Report can be found on the project website: www.pc.gov.au/research/recurring/ier. Printed copies of the Report are available from Canprint Communications (ph 1300 889 873 or email: sales@infoservices.com.au). For further information contact the Secretariat: (03) 9653 2100.

South Australia

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 2.40:1 (\$7684 per Aboriginal and Torres Strait Islander Australian compared with \$3202 per non-Indigenous Australian).

Healthy lives

This includes expenditure on hospital services; public and community health services; and other health care subsidies and support services.

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 2.24:1 (\$11 155 per Aboriginal and Torres Strait Islander Australian compared with \$4980 per non-Indigenous Australian).

Economic participation

This includes expenditure on labour and employment services and social security support.

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 1.60:1 (\$8973 per Aboriginal and Torres Strait Islander Australian compared with \$5597 per non-Indigenous Australian).

Home environment

This includes expenditure on housing services; community and environment services; and transport and communications services.

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 1.97:1 (\$3719 per Aboriginal and Torres Strait Islander Australian compared with \$1888 per non-Indigenous Australian).

Safe and supportive communities

This includes expenditure on public order and safety; community support and welfare; and recreation and culture.

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 4.42:1 (\$12 787 per Aboriginal and Torres Strait Islander Australian compared with \$2890 per non-Indigenous Australian).

Other government expenditure

This includes expenditure on general government (such as the operations of legislative and executive affairs and defence services); and support to industry.

The ratio of Indigenous to non-Indigenous expenditure per person in South Australia was 1.02:1 (\$4209 per Aboriginal and Torres Strait Islander Australian compared with \$4145 per non-Indigenous Australian).

2014

Information in this factsheet is from the *2014 Indigenous Expenditure Report*, published by the Steering Committee for the Review of Government Provision. The Report can be found on the project website: www.pc.gov.au/research/recurring/ier. Printed copies of the Report are available from Canprint Communications (ph 1300 889 873 or email: sales@infoservices.com.au). For further information contact the Secretariat: (03) 9653 2100.

South Australia

Table 1 Australian Government *plus* South Australian Government direct expenditure, South Australia, 2012-13^{a, b, c}

	Total expenditure				Expenditure per head of population ^d		
	Indig.	Non-Indig.	Total	Indig. share	Indig.	Non-Indig.	Ratio ^e
	\$m	\$m	\$m	%	\$/person	\$/person	ratio
Early child development and Education and training							
Early childhood	32	512	544	5.9	819	314	2.61
School education	205	3 228	3 433	6.0	5 262	1 978	2.66
Tertiary education	62	1 486	1 548	4.0	1 603	910	1.76
Total	300	5 225	5 525	5.4	7 684	3 202	2.40
Healthy lives							
Hospital services	260	4 285	4 545	5.7	6 676	2 626	2.54
Public and community health	108	590	698	15.5	2 780	361	7.69
Health care subsidies & support	66	3 251	3 318	2.0	1 699	1 992	0.85
Total	435	8 126	8 561	5.1	11 155	4 980	2.24
Economic participation							
Labour & employment	66	749	815	8.1	1 689	459	3.68
Social security support	284	8 385	8 669	3.3	7 284	5 138	1.42
Total	350	9 134	9 484	3.7	8 973	5 597	1.60
Home environment							
Housing	56	740	796	7.0	1 432	454	3.16
Community and environment	66	1 255	1 321	5.0	1 690	769	2.20
Transport & communications	23	1 086	1 109	2.1	596	665	0.90
Total	145	3 081	3 226	4.5	3 719	1 888	1.97
Safe and supportive communities							
Public order and safety	211	1 573	1 785	11.8	5 415	964	5.62
Community support & welfare	260	2 519	2 779	9.4	6 681	1 544	4.33
Recreation and culture	27	623	650	4.1	692	382	1.81
Total	498	4 716	5 214	9.6	12 787	2 890	4.42
Other government expenditure							
General govt and defence	149	6 136	6 285	2.4	3 820	3 760	1.02
Support to industry	15	628	643	2.4	389	385	1.01
Total	164	6 764	6 928	2.4	4 209	4 145	1.02
TOTAL EXPENDITURE	1 892	37 045	38 937	4.9	48 527	22 702	2.14

^a Direct expenditure includes government outlays on services and programs (including income support) that are paid directly to individuals, non-government service providers, or local governments. ^b Refer to the Report for more detail on the estimates and specific guidelines for the use and interpretation of these data. ^c Totals may not sum due to rounding. ^d Per head of population expenditure is not the same as expenditure per user, and should not be interpreted as a proxy for unit cost. ^e The ratio of total Indigenous expenditure per person to total non-Indigenous expenditure per person.

Source: 2014 Indigenous Expenditure Report database.

2014

Information in this factsheet is from the 2014 Indigenous Expenditure Report, published by the Steering Committee for the Review of Government Provision. The Report can be found on the project website: www.pc.gov.au/research/recurring/ier. Printed copies of the Report are available from Canprint Communications (ph 1300 889 873 or email: sales@infoservices.com.au). For further information contact the Secretariat: (03) 9653 2100.

South Australia

Table 2 Australian Government and South Australian Government direct expenditure, South Australia, 2012-13^{a, b, c}

	Total expenditure				Expenditure per head of population ^d		
	Indig.	Non-Indig.	Total	Indig. share	Indig.	Non-Indig.	Ratio ^e
	\$m	\$m	\$m	%	\$/person	\$/person	ratio
Early child development and Education and training							
Australian Government	56	1 375	1 430	3.9	1 426	843	1.69
SA Government	244	3 851	4 095	6.0	6 258	2 360	2.65
Total	300	5 225	5 525	5.4	7 684	3 202	2.40
Healthy lives							
Australian Government	146	3 328	3 474	4.2	3 745	2 040	1.84
SA Government	289	4 798	5 087	5.7	7 410	2 940	2.52
Total	435	8 126	8 561	5.1	11 155	4 980	2.24
Economic participation							
Australian Government	343	8 854	9 196	3.7	8 789	5 425	1.62
SA Government	7	280	287	2.5	184	172	1.07
Total	350	9 134	9 484	3.7	8 973	5 597	1.60
Home environment							
Australian Government	59	1 039	1 098	5.3	1 506	637	2.36
SA Government	86	2 042	2 128	4.1	2 213	1 251	1.77
Total	145	3 081	3 226	4.5	3 719	1 888	1.97
Safe and supportive communities							
Australian Government	139	2 152	2 290	6.0	3 553	1 319	2.69
SA Government	360	2 564	2 924	12.3	9 234	1 571	5.88
Total	498	4 716	5 214	9.6	12 787	2 890	4.42
Other government expenditure							
Australian Government	124	5 095	5 219	2.4	3 170	3 122	1.02
SA Government	41	1 668	1 709	2.4	1 039	1 022	1.02
Total	164	6 764	6 928	2.4	4 209	4 145	1.02
All direct expenditure							
Australian Government	865	21 843	22 708	3.8	22 189	13 385	1.66
SA Government	1 027	15 203	16 229	6.3	26 337	9 316	2.83
Total	1 892	37 045	38 937	4.9	48 527	22 702	2.14

^a Direct expenditure includes government outlays on services and programs (including income support) that are paid directly to individuals, non-government service providers, or local governments. ^b Refer to the Report for more detail on the estimates and specific guidelines for the use and interpretation of these data. ^c Totals may not sum due to rounding. ^d Per head of population expenditure is not the same as expenditure per user, and should not be interpreted as a proxy for unit cost. ^e The ratio of total Indigenous expenditure per person to total non-Indigenous expenditure per person.

Source: 2014 Indigenous Expenditure Report database.

2014

Information in this factsheet is from the 2014 Indigenous Expenditure Report, published by the Steering Committee for the Review of Government Provision. The Report can be found on the project website: www.pc.gov.au/research/recurring/ier. Printed copies of the Report are available from Canprint Communications (ph 1300 889 873 or email: sales@infoservices.com.au). For further information contact the Secretariat: (03) 9653 2100.

South Australia

Table 3 Real Australian Government and South Australian Government direct expenditure, South Australia, 2008-09, 2010-11, 2012-13 (2012-13 dollars)^{a, b, c}

	Total expenditure				Expenditure per head of population ^d		
	Indig.	Non-Indig.	Total	Indig. share	Indig.	Non-Indig.	Ratio ^e
	\$m	\$m	\$m	%	\$/person	\$/person	ratio
All direct expenditure 2008-09^f							
Australian Government	665	20 371	21 036	3.2	18 633	12 949	1.44
SA Government	881	14 275	15 155	5.8	24 675	9 074	2.72
Total	1 546	34 646	36 191	4.3	43 308	22 022	1.97
All direct expenditure 2010-11^f							
Australian Government	728	20 425	21 152	3.4	19 455	12 748	1.53
SA Government	975	14 487	15 462	6.3	26 075	9 042	2.88
Total	1 703	34 911	36 614	4.7	45 531	21 789	2.09
All direct expenditure 2012-13							
Australian Government	865	21 843	22 708	3.8	22 189	13 385	1.66
SA Government	1 027	15 203	16 229	6.3	26 337	9 316	2.83
Total	1 892	37 045	38 937	4.9	48 527	22 702	2.14

^a Direct expenditure includes government outlays on services and programs (including income support) that are paid directly to individuals, non-government service providers, or local governments. ^b Refer to the Report for more detail on the estimates and specific guidelines for the use and interpretation of these data. ^c Totals may not sum due to rounding. ^d Per head of population expenditure is not the same as expenditure per user, and should not be interpreted as a proxy for unit cost. ^e The ratio of total Indigenous expenditure per person to total non-Indigenous expenditure per person. ^f Expenditure for 2008-09 and 2010-11 has been expressed in real (constant 2012-13 dollars) terms using the General Government Final Consumption Expenditure deflator (chain price index).

Source: 2014 Indigenous Expenditure Report database.

2014

Information in this factsheet is from the 2014 Indigenous Expenditure Report, published by the Steering Committee for the Review of Government Provision. The Report can be found on the project website: www.pc.gov.au/research/recurring/ier. Printed copies of the Report are available from Canprint Communications (ph 1300 889 873 or email: sales@infoservices.com.au). For further information contact the Secretariat: (03) 9653 2100.