

ANU-ABS 2016 Census Data Symposium

Income distribution, and neighbourhood inequality

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Why study income and inequality and why the Census?

Why study income?

 Predictor of access to economic resources and subjective wellbeing (at national and individual level)

Why study income inequality?

- Inequality may be a determinant of other outcomes within a society
- Income inequality is also an important determinant of the poverty reducing impacts of economic growth.
- Diminishing marginal utility of income with regards to happiness and other measures of subjective wellbeing.
- Many members of society care about the way resources are spread

Why the Census?

- Consistent (but imperfect) measure going back decades
- Allows us to look at variation and change at local level



Australian National University How is income changing according to the 2016 Census?

33 What is the total of all income the person usually receives?	\$3,000 or more per week \$156,000 or more per year \$3,000 or more per week \$156,000 or more per year
Mark one box only.	\$2,000 - \$2,999 per week \$104,000 - \$155,999 per year \$2,000 - \$2,999 per week \$104,000 - \$155,999 per year
 Do not deduct: tax, superannuation contributions, amounts salary sacrificed, or any other automatic deductions. 	\$1,750 - \$1,999 per week \$91,000 - \$103,999 per year \$91,000 - \$103,999 per year
Include: Wages and salaries	\$1,500 - \$1,749 per week \$78,000 - \$90,999 per year \$78,000 - \$90,999 per year
Regular overtime Commissions and bonuses	\$1,250 - \$1,499 per week \$65,000 - \$77,999 per year \$65,000 - \$77,999 per year
Government pensions, benefits and allowances - Age pension - Youth and student	\$1,000 - \$1,249 per week \$52,000 - \$64,999 per year \$52,000 - \$64,999 per year
- Family tax benefit - Parenting payment - Disability support pension - Any other government	\$800 - \$999 per week \$41,600 - \$51,999 per year \$41,600 - \$51,999 per year
Disability support pension - Any other government Newstart allowance pension/allowance Profit or loss from	\$650 - \$799 per week \$33,800 - \$41,599 per year \$33,800 - \$41,599 per year
 Unincorporated business/farm (e.g. sole traders, partnerships) 	\$500 - \$649 per week \$26,000 - \$33,799 per year \$26,000 - \$33,799 per year
- Rental properties Other income	\$400 - \$499 per week \$20,800 - \$25,999 per year \$20,800 - \$25,999 per year
- Income from - Interest superannuation - Dividends from shares - Private pensions - Workers' compensation	\$300 - \$399 per week \$15,600 - \$20,799 per year \$15,600 - \$20,799 per year
- Child support - Any other income	\$150 - \$299 per week \$7,800 - \$15,599 per year \$1,500 - \$15,599 per year
Information from this question provides an indication of living standards in different areas.	\$1 - \$149 per week \$1 - \$7,799 per year \$1 - \$7,799 per year
(i) Go to census.abs.gov.au for more information.	Nil income Nil income
	Negative income Negative income

	2001	2006	2011	2016
Personal (\$)	\$549	\$588	\$633	\$662
Household (\$)	\$1,148	\$1,298	\$1,348	\$1,432

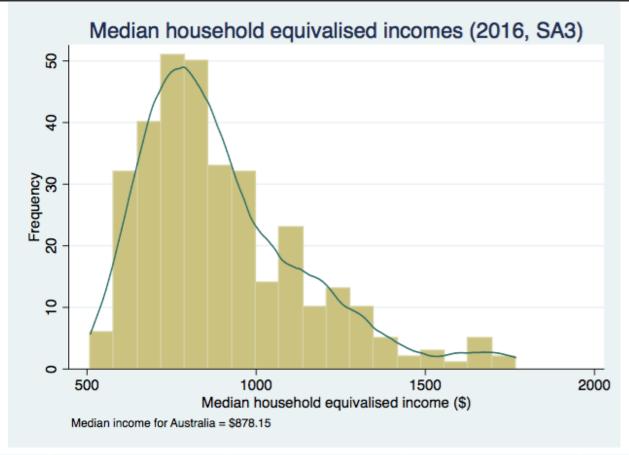


Australian National University Change in the income distribution

	2011	2016	%change
10th percentile	\$334	\$348	4.3
20th percentile	\$416	\$457	9.7
50th percentile (median)	\$835	\$878	5.2
80th percentile	\$1,505	\$1,580	5.0
90th percentile	\$2,000	\$2,035	1.8
90/10 Ratio	6.0	5.8	-2.4
80/20 Ratio	3.6	3.5	-4.3



Incomes across Australia



Year	Richest to poorest	Richest to middle	Middle to poorest	80 th to 20th
2011	3.272	2.184	1.497	1.549
2016	3.465	2.091	1.657	1.555