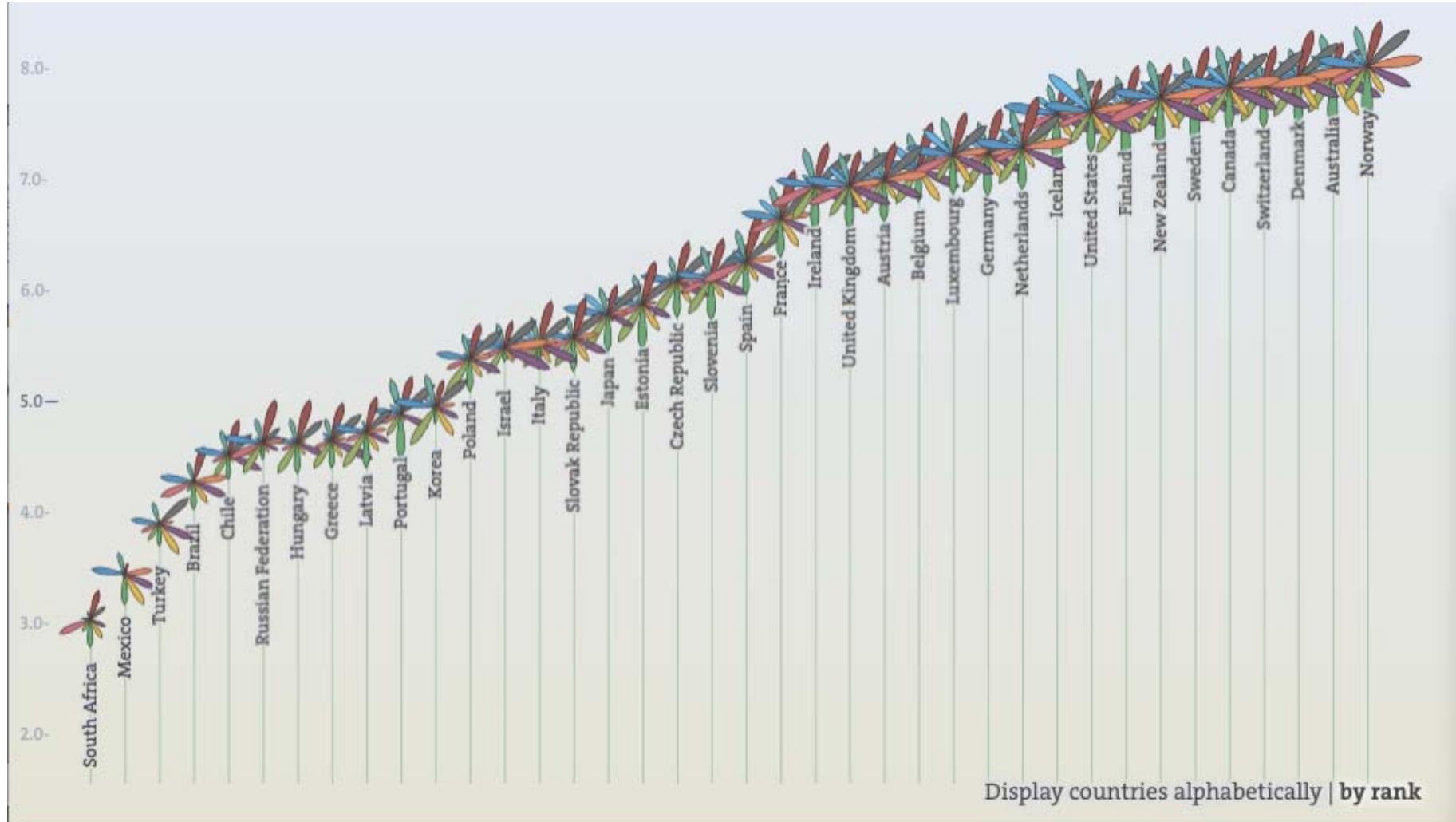


# DUNSTAN DIALOGUES

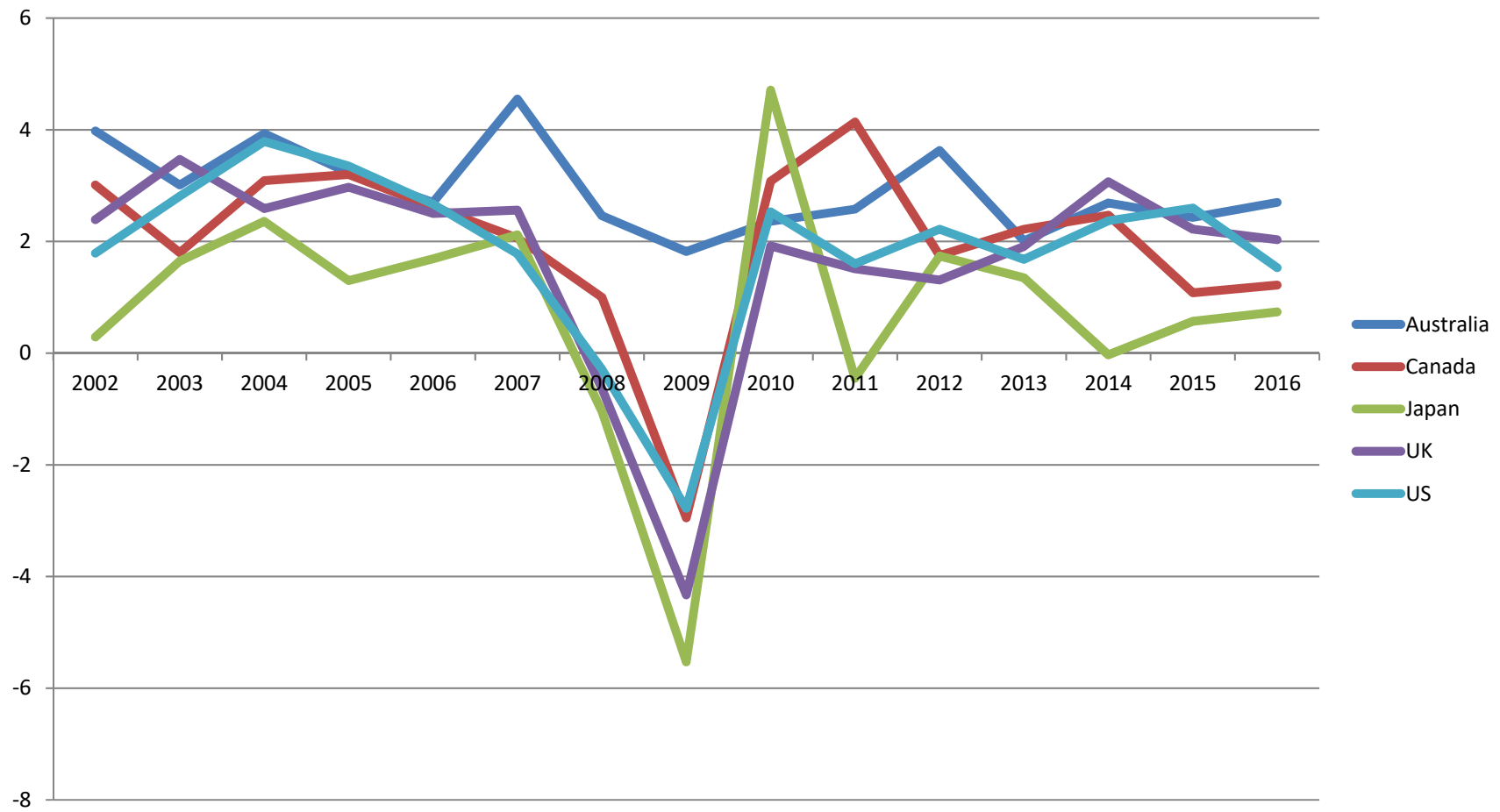


David Stoesz

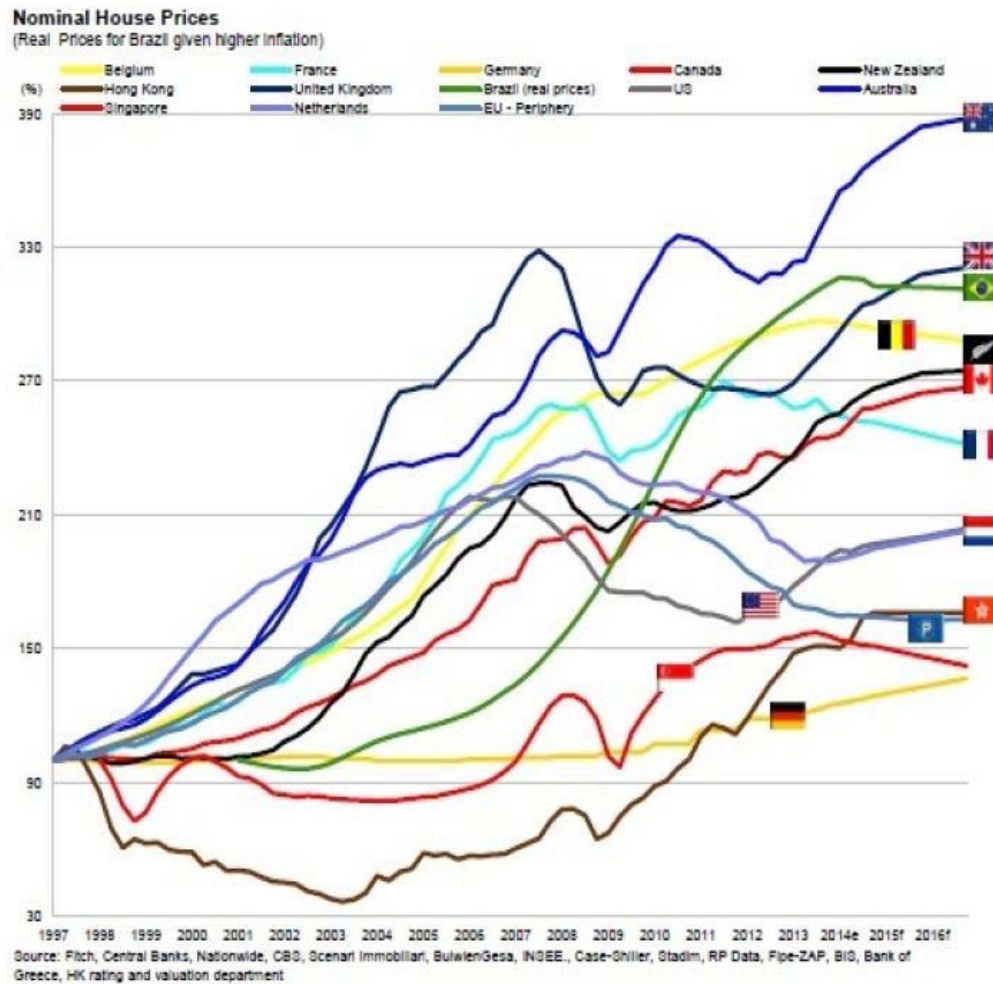
# Better Life Index, OECD



# GDP Growth in % and year

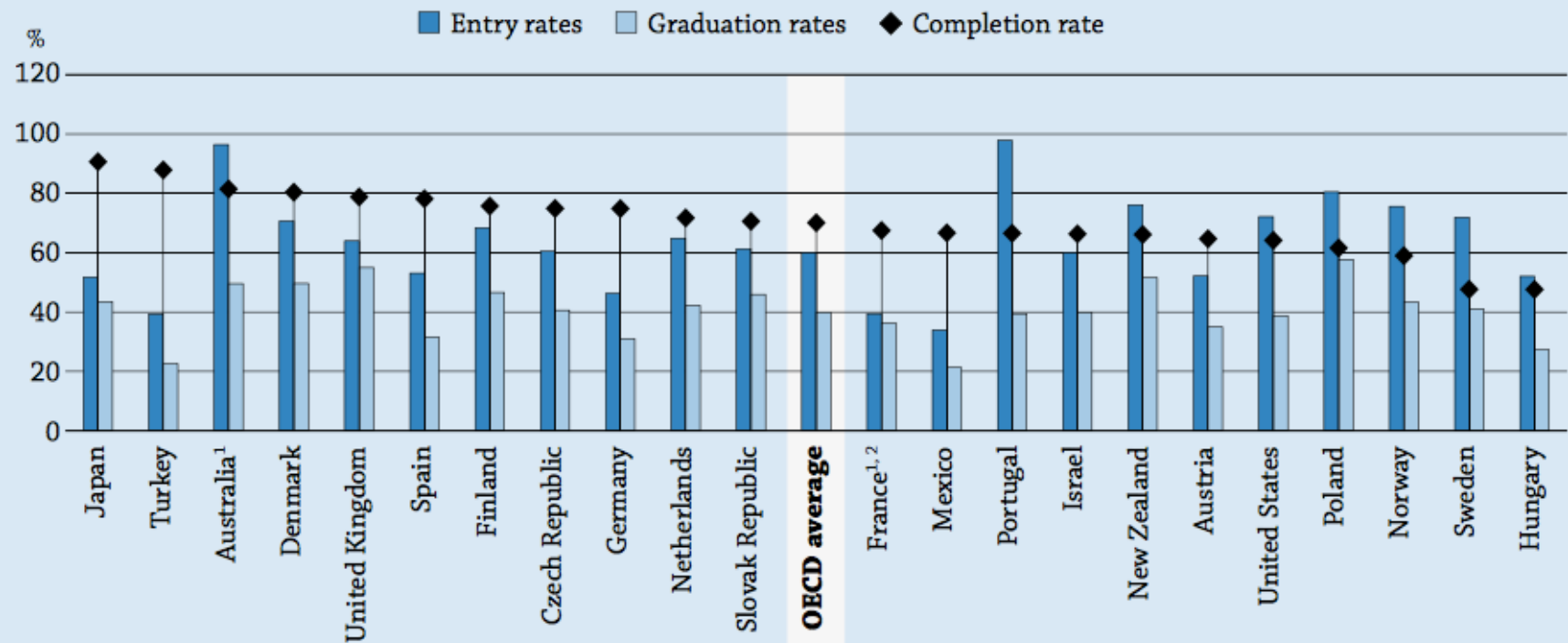


# Home Price Increases by Country

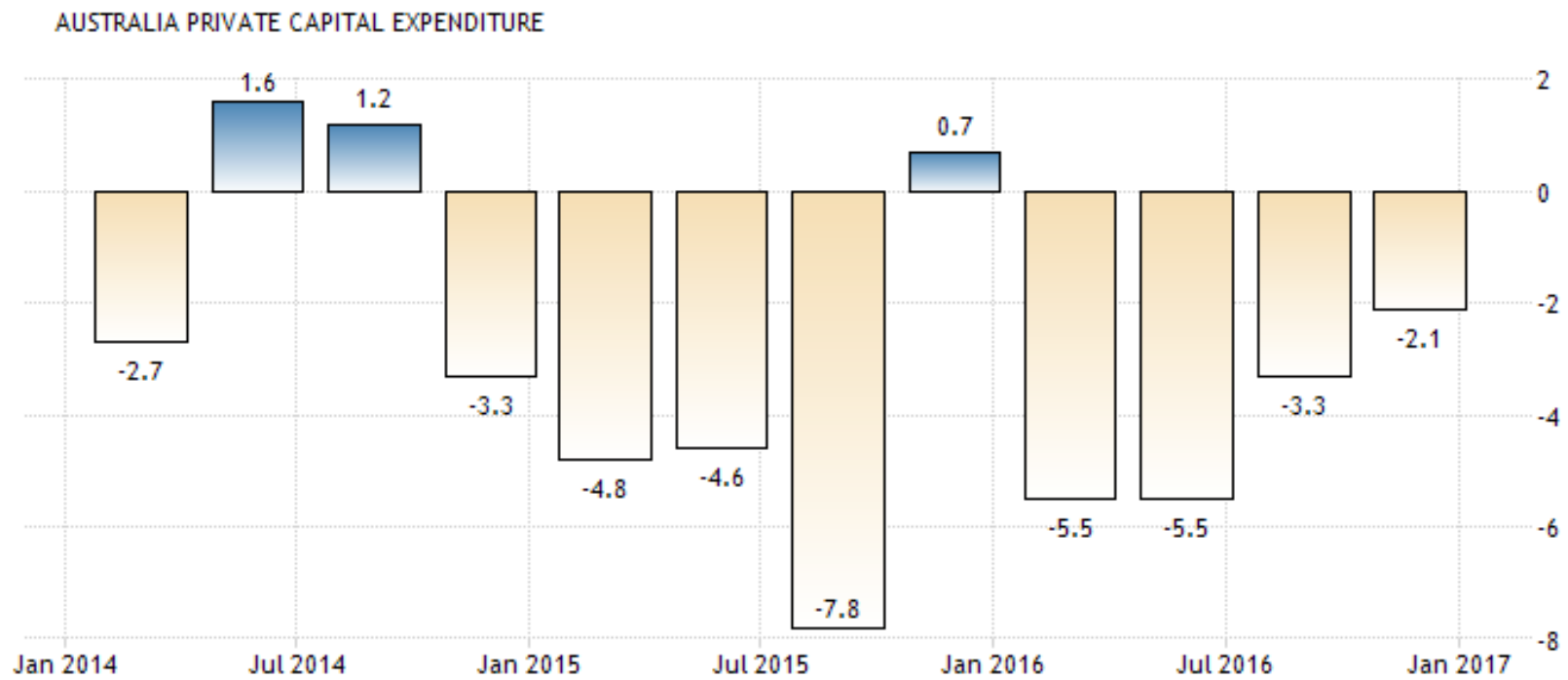


# College Completion by Country

Chart a. Entry, graduation and completion rates at tertiary-type A level (2011)



# Private Capital, Australia



SOURCE: WWW.TRADINGECONOMICS.COM | AUSTRALIAN BUREAU OF STATISTICS

**2.5 National Wellbeing Index**

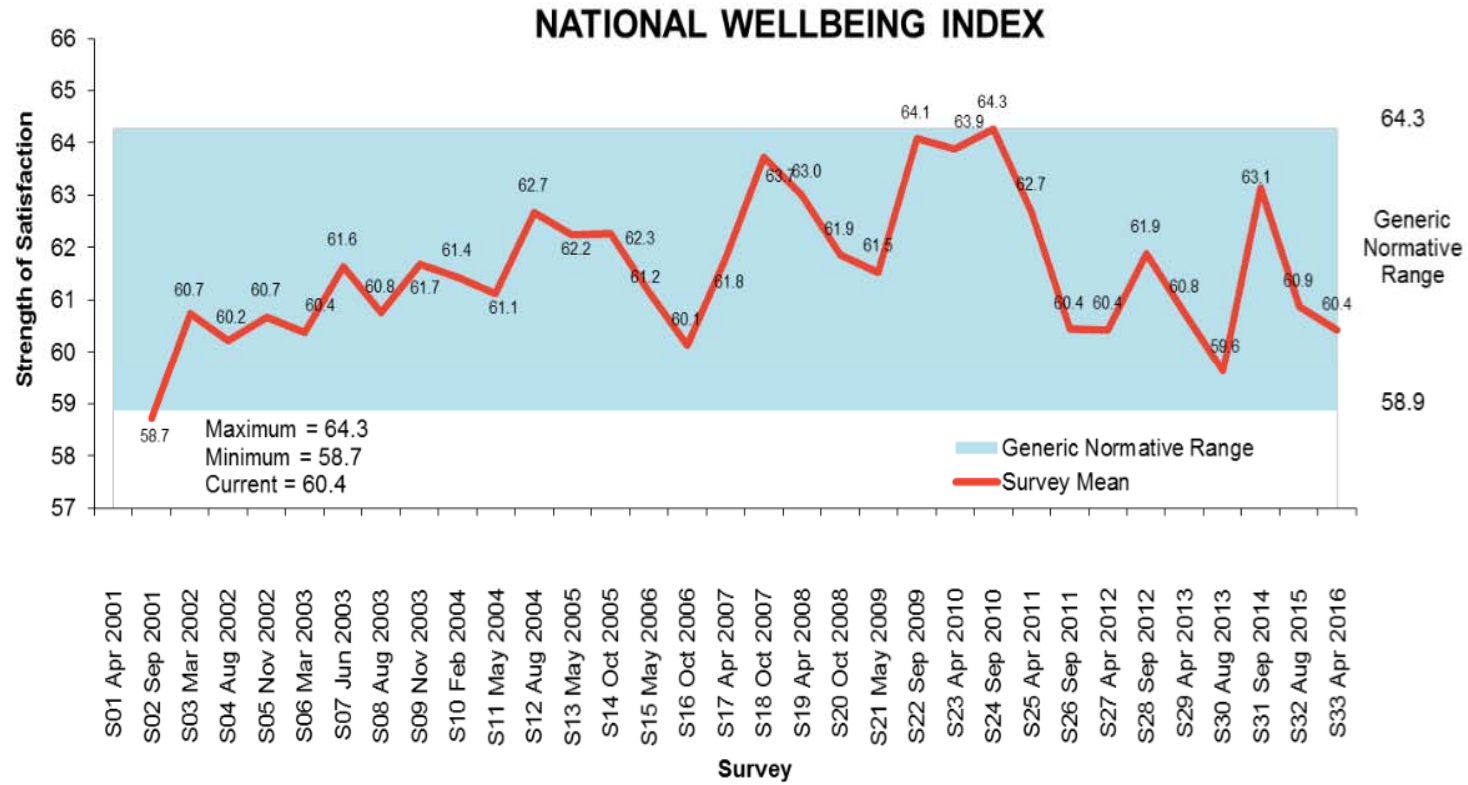


Figure 2.10 National Wellbeing Index

# Australia Development Accounts

- Modeled after Singapore's Central Provident Fund and Adelaide's SIB for the Homeless
- Three purposes: Accelerating upward mobility investing in human capital, capitalizing local and national development
- Utilizing recent innovations from
  - Behavior economics
  - Asset building
  - Impact investing



# ADA Structure

- The Default: 5% of a worker's wage diverted to ADA, with opt-out provision
- The Choice Architecture: Matched savings dedicated to (1) finishing vocational education or college, (2) purchasing a first-time home, and (3) starting a business
- The Match: 3:1 Aboriginal peoples, 2:1 for the poor, 1:1 for the general population
- The Conditions: ADAs are universal, not taxed, and heritable
- The Financing: Private investment, such as SIBs

# Scenarios

- Assuming median Australian wage of A\$50,000  
5% is \$2,500/year, under ADA matching  
\$7,500 for Aboriginal worker = \$10,000/yr.  
\$5,000 for poverty worker = \$7,500/yr.  
\$2,500 for other workers = \$5,000/yr.
- Assuming 100 workers in a community =  
A\$250,000/yr. deposited in a local bank, leverage  
for economic development projects
- Assuming 70% participation, 12 million workers  
generate A\$21billion/yr. in capital

# Questions?

“People put extra value on things when they devote their own labor to them.”

*The Economist*

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**Thank you for attending**

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