

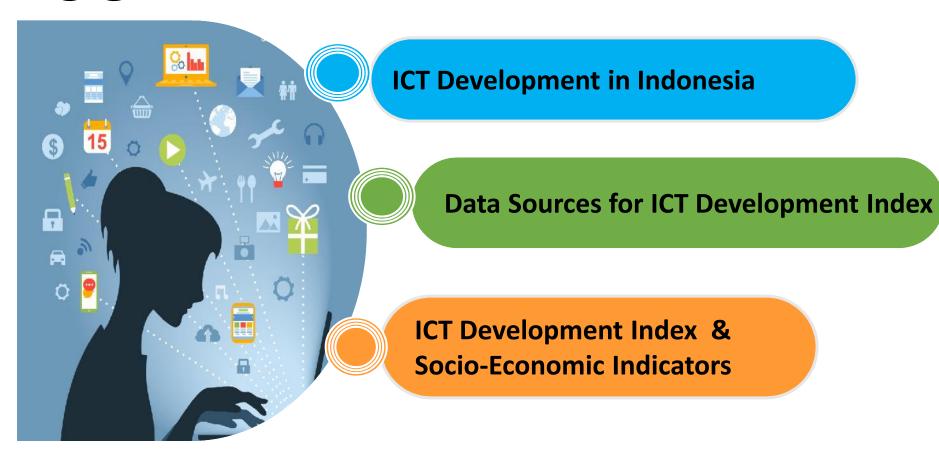


A Closer Look at the ICT Development Index: "A Case of Indonesia"

Presented in forum of
ITU Multi Country Training Workshop for
National Focal Points on ICT Indicators and Measurements
Myanmar, 15-18 March 2016



OUTLINE





ICT Development in Indonesia

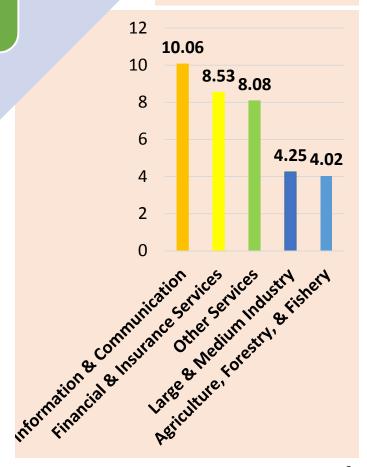
Information Society Era

Needs of Information Exchange: increased

Internet
Access needs
to be faster

- ICT can accelerate GDP growth:
 Intensive use of ICT by business sector,
 government sector, and household sector;
- 2. Shifting from mobile cellular towards mobile internet access;
- 3. Rapidly exchange information at anytime, anywhere, and to anyone;
- 4. Phenomenon of Digital Divide in Indonesia:
 Gap of ICT Development level among regions and whithin region in Indonesia

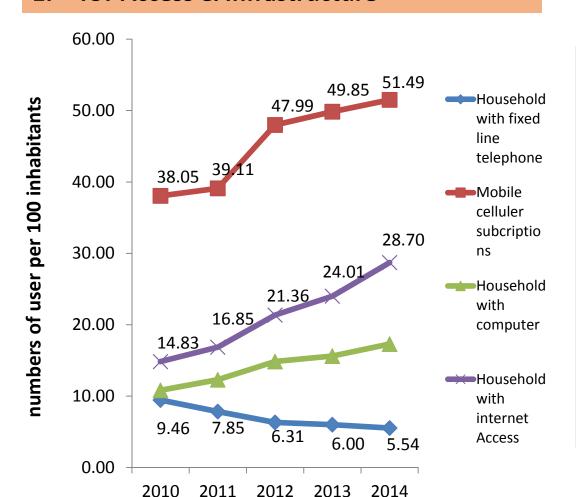
GDP Growth: share by Some Industrial Sector, 2015





ICT Development in Indonesia

1. ICT Access & Infrastructure



- 1. Fixed-telephone subscriptions
- Mobile-cellular telephone subscriptions
- 3. Percentage of household with computer
- 4. Percentage of household with internet access

Note:

- 5. International Internet Bandwidth per internet user is not presented in this graph. It is processed from MCIT data.
- ✓ In 2014, it is about 6"225 (bit/s)

Data Source: BPS, Indonesia Telecommunication Statistics 2014 (based on SUSENAS 2014)

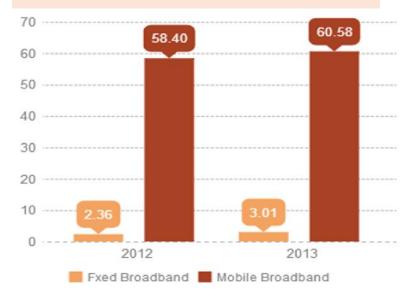




2. ICT Use

- 6. Percentage of individuals using the internet
- 7. Fixed (wired)-broadband subcriptions
- 8. Wireless-broadband subcriptions

Fixed Broadband & Mobile Broadband subscription (in million)



Internet User by GENDER





In **2014**, **18.83%** of men in Indonesia access the internet



Only **15.45%** women (5 years old and more) who access the internet in **2014**

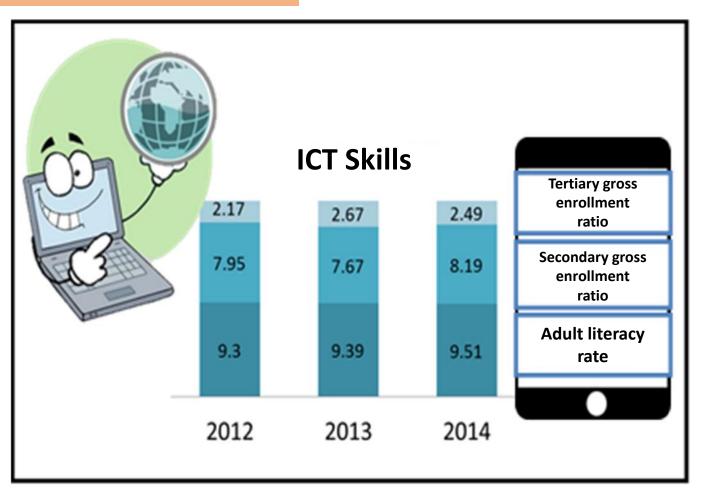
Source: BPS, Telecommunication Statistics (based on Susenas 2014)



ICT Development in Indonesia

3. ICT Skills

- 9. Adult literacy rate
- 10. Secondary gross enrollment ratio
- 11. Tertiary gross enrollment ratio



Data Source: BPS, Education Statistics 2014 (based on SUSENAS 2014)

Adult literacy rate and secondary gross enrollment ratio had good and high achievements during 2012–2014. On the other hand, the achievement of tertiary gross enrollment ratio was low.



DATA SOURCES FOR ICT DEVELOPMENT INDEX

Pelopor Data Statistik Terpercaya Untuk Semua

No.	Indicator	Data Source		
1.	Fixed-telephone subcription per 100 inhabitants	Ministry of Communication and Information Technology (MCIT)		
1.	rixeu-telephone subcription per 100 illiabitants	BPS, National Socio-Economic Survey (Susenas)		
2.	Mobile-cellular telephone subcriptions per 100 inhabitants	BPS, Susenas		
3.	Interportional interport handwidth (hit/s) nor interport was	MCIT		
3.	International internet bandwidht (bit/s) per internet user	BPS, Susenas		
4.	Percentage of household with computer	BPS, Susenas		
5.	Percentage of household with internet access	BPS, Susenas		
6.	Percentage of individuals using the internet	BPS, Susenas		
7.	Fixed (wired)-broadband subcriptions per 100	MCIT		
7.	inhabitants	BPS, Susenas		
8.	Wireless-broadband subcriptions per 100 inhabitants	MCIT		
0.	Wireless-bioaubanu subcriptions per 100 illiabitants	BPS, Susenas		
9.	Adult literacy rate	BPS, Susenas		
10.	Secondary gross enrollment ratio	BPS, Susenas		
11.	Tertiary gross enrollment ratio	BPS, Susenas		





Rank of Indonesia IDI in the World, 2012-2014:

IDI level of Indonesia in "MIDLE" position:

Encourage Gov to put more effort to improve ICT Dev

2012

106 out of 166 countries 106th out of 166 countries

2013

2014

Comparison of Value & Rank of Indonesia IDI Sub-index, and Selected Countries, 2014

108th out of 167 countries

	Acc	ess	Us	е	Skil			
Countries	Value	Rank	Value	Rank	Value	Rank	Value	Rank
(1)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
South Korea	9,00	9	8,42	4	9,82	2	8.93	1
Singapore	8,64	14	7,61	16	7,93	59	8.08	19
Myanmar	2.47	156	0.58	151	5.22	123	2.27	142
Laos	3.03	137	0.64	144	4.94	130	2.45	138
Malaysia	6,61	63	4,76	58	6,57	101	5.9	64
Thailand	5,20	92	4,28	64	7,83	64	5.36	74
Indonesia	4,60	102	1,79	114	6,93	96	3.94	108

Source: ITU



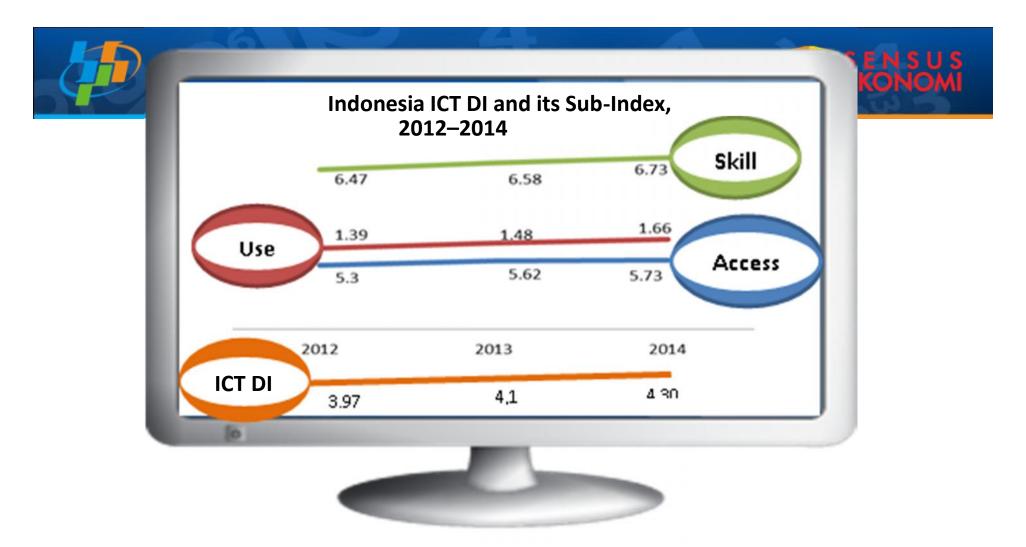
ICT Development Disparity



Development Index 2010-2014

In Asia, the highest ICT development level

The position of Indonesia was above Myanmar and Laos.

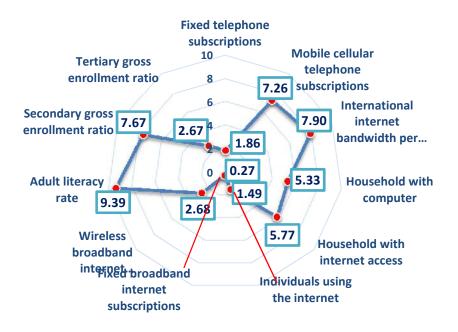


- ICT use, ICT skill, and ICT access increased year by year during 2012–2014.
- ICT skill has the highest contribution to ICT Development Index in Indonesia.

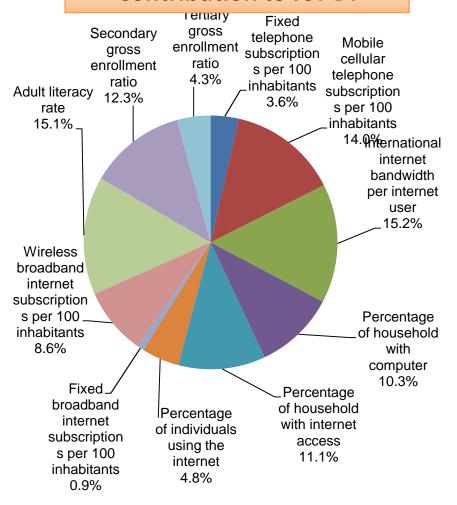


Indonesia ICT Development Index 2013

Achievement



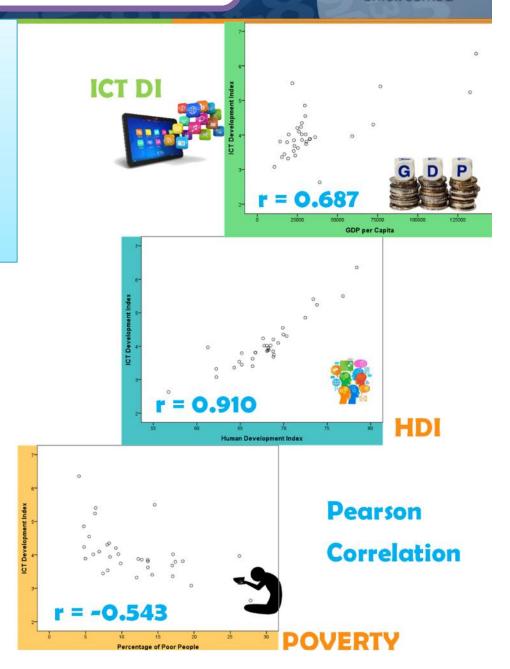
Contribution to ICT DI



ICT Development Index & Socio-Economic Indicators

Spearman Rank Correlation between sub-national IDI and other indicators:

- 1. IDI vs HDI: 0.829
- 2. IDI vs GDP per Capita: 0.202
- 3. IDI vs Poverty (Percentage of Poor People):
 - -0.601
 - ICT DI has strong and positive relationship with GDP per capita based on Pearson correlation.
 - ➤ ICT DI has strong and positive relationship with HDI.
 - > ICT DI has negative relationship with poverty.



IDI will accelerate Economic Growth of ICT Industry



The growth of *ICT Development Index* (IDI) 1 point index, will accelerate value added of *ICT* industry in GDP by 2.873%

Equation of the model:

Economic Growth ICT Industry = 8,855 + 2.873 IDI

IDI OF SUB-NATIONAL LEVEL in Indonesia, 2012



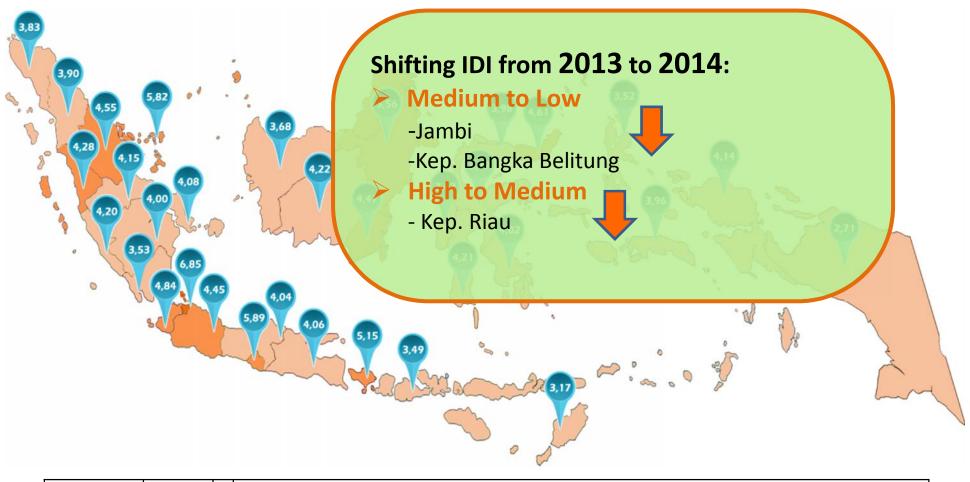
Low		:	Aceh, Sumatera Utara, Jambi, Sumatera Selatan, Bengkulu, Lampung, Kep. Bangka Belitung, Jawa Tengah, Jawa Timur, Nusa Tenggara Barat, Nusa Tenggara Timur, Kalimantan Barat, Kalimantan Tengah, Sulawesi Tengah, Sulawesi Selatan, Sulawesi Tenggara, Gorontalo, Sulawesi Barat, Maluku, Maluku Utara, Papua
Medi	um		Sumatera Barat, Riau, Kepulauan Riau, Jawa Barat, DI Yogyakarta, Banten, Bali, Kalimantan Selatan, Kalimantan Timur, Sulawesi Utara, Papua Barat
High		:	DKI Jakarta

IDI OF SUB-NATIONAL LEVEL in Indonesia, 2013



Low	:	Aceh, Sumatera Utara, Sumatera Selatan, Bengkulu, Lampung, Jawa Tengah, Jawa Timur, Nusa Tenggara Barat, Nusa Tenggara Timur, Kalimantan Barat, Kalimantan Tengah, Sulawesi Tengah, Sulawesi Selatan, Sulawesi Tenggara, Gorontalo, Sulawesi Barat, Maluku, Maluku Utara, Papua Barat, Papua
Medium	:	Sumatera Barat, Riau, Jambi, Kep. Bangka Belitung, Jawa Barat, DI Yogyakarta, Banten, Bali, Kalimantan Selatan, Kalimantan Timur, Sulawesi Utara
High	:	Kepulauan Riau, DKI Jakarta

IDI OF SUB-NATIONAL LEVEL in Indonesia, 2014

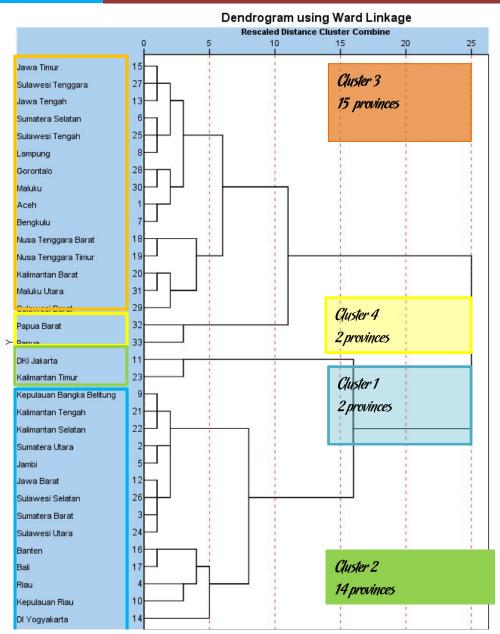


	Low	:	Aceh, Sumatera Utara, Jambi, Sumatera Selatan, Bengkulu, Lampung, Kep. Bangka Belitung, Jawa Tengah, Jawa Timur, Nusa Tenggara Barat, Nusa Tenggara Timur, Kalimantan Barat, Kalimantan Tengah, Sulawesi Tengah, Sulawesi Selatan, Sulawesi Tenggara, Gorontalo, Sulawesi Barat, Maluku, Maluku Utara, Papua Barat, Papua
	Medium	:	Sumatera Barat, Riau, Kepulauan Riau, Jawa Barat, DI Yogyakarta, Banten, Bali, Kalimantan Selatan, Kalimantan Timur, Sulawesi Utara
	High	:	DKI Jakarta



Disparity Between Provinces: Digital Divide Phenomenon in Indonesia (2014)





- ☐ Cluster analysis divides 33 provinces in Indonesia based on 4 variables into 4 clusters:
 GDP per Capita
 HDI
 - ICT Development Index Percentage of Poor People
- ☐ Each cluster has their own characteristics based on 4 variables. Provinces in the same clusters have similar characteristics.
- ☐ For example, cluster 1 has high GDP per capita, high HDI, high ICT DI, and low percentage of poor people.
- ☐ Cluster 4 has low GDP per capita, low HDI, low, ICT DI, and high percentage of poor people.



CONCLUSION

IDI: need more understanding and concern

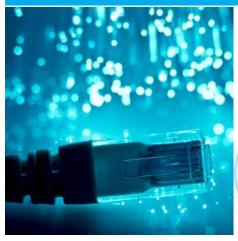
- 1. IDI is a very sensitive index
 - Depending on data source
 - Depending on definition in collecting data
 - > Depending on ideal value
 - Depending on area, national vs sub-national
- 2. IDI is a composite Index, the figures:
 - ✓ Depend on each component index
 - ✓ Depend on the weight
- 3. Importance of IDI
 - Indicator of country performances
 - Policy evaluation in ICT Development
 - Could be use to promote economic growth acceleration
 - ➤ Have significant relationship with some socio-economic indicators
- 4. IDI of Indonesia at Sub-National Level:
 - ✓ The more urban the region, the higher the IDI
 - ✓ Limitation of data sources for computing 11 ICT Indicators, esp. for International Internet Bandwidth, and fixed and wireless Broadband subscriptions



Thank You

Any questions and suggestion, email to: elen@bps.go.id kti@bps.go.id

The Agent of Trustworthy Statistical Data for All









ICT DI Value and Rank of Some Countries (2007, 2008, 2010)

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Country	20	07	20	08	2010	
Country	Value	Rank	Value	Rank	Value	Rank
(1)	(2)	(3)	(4)	(5)	(6)	(7)
Korea (Rep.)	7.23	2	7.8	1	8.4	1
Sweden	7.27	1	7.53	2	8.21	2
Iceland	7.06	4	7.12	7	7.96	4
Denmark	7.18	3	7.46	3	8.01	3
Finland	6.7	11	6.92	12	7.89	5
Australia	6.51	14	6.78	14	6.75	21
Jepang	6.89	7	701	11	7.75	8
Singapore	6.47	15	6.71	15	7.47	10
Brunei D	4.77	42	4.97	44	4.85	52
Malaysia	3.66	55	3.96	57	4.63	57
Vietnam	2.61	93	2.76	91	3.41	86
Thailand	3.03	75	3.03	80	3.29	89
Indonesia	2.15	108	2.39	107	3.01	97
Philipine	2.61	95	2.69	95	3.04	94
Cambodia	1.52	121	1.63	120	1.88	119
Lao PDR	1.6	117	1.64	119	1.84	120
Myanmar	1.6	118	-	-	1.65	129
Total Negara		159		152		155

ICT DI Value and Rank of Some Countries (2011-2014)

							1	
Country	20	011	201	2	2013	3	2014	
Country	Value	Rank	Value	Rank	Value	Rank	Value	Rank
(1)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Korea (Rep.)	8.51	1	8.81	1	8.85	2	8.93	1
Sweden	8.41	2	8.68	3	8.67	3	8.67	5
Iceland	8.12	4	8.58	4	8.64	4	8.86	3
Denmark	8.18	3	8.78	2	8.86	1	8.88	2
Finland	7.99	5	8.27	8	8.27	8	8.36	12
Australia	7.54	15	8.03	12	8.18	12	8.29	13
Jepang	7.77	8	8.15	10	8.22	11	8.47	11
Singapore	7.55	14	7.85	15	7.9	16	8.08	19
Brunei D	4.93	56	5.36	63	5.43	66	5.53	71
Malaysia	4.81	59	5.18	66	5.2	71	5.9	64
Vietnam	3.65	86	3.8	88	4.09	101	4.28	102
Thailand	3.42	94	3.94	99	4.76	81	5.36	74
Indonesia	3.14	97	3.7	106	3.83	106	3.94	108
Philipine	3.14	98	3.91	102	4.02	103	4.57	98
Cambodia	2.05	121	2.54	127	2.61	127	2.74	120
Lao PDR	1.99	122	2.25	130	2.35	134	2.45	138
Myanmar	1.7	132	1.75	148	1.82	150	2.27	142
Total Negara		157		166		166		167

Indonesia ICT Development Index Value and Rank

Year	Value	Rank
(1)	(2)	(3)
2002	1.54	109 (154 countries)
2007	2.15	108 (159 countries)
2008	2.39	107 (152 countries)
2010	3.01	97 (155 countries)
2011	3.14	97 (157 countries)
2012	3.70	106 (166 countries)
2013	3.83	106 (166 countries)
2014	3.94	108 (167 countries)

Source: Measuring The Information Society Publication, ITU





No.	Indicator	Data Source	Data Type	Explanation				
ICT A	ICT Access & Infrastructure Sub Index							
1.	Fixed-telephone subcription per 100 inhabitants	Ministry of Communication and Information Technology (MCIT)	The number of fixed-telephone subcription (Annual report of telecommunication operator)					
		National Socio- Economic Survey	Household with telephone (sum and proportion) (VSEN13.K Blok VIII Rincian 1)	As a tool for breaking down into provincial level.				
2.	Mobile-cellular telephone subcriptions per 100 inhabitants	National Socio- Economic Survey	The number of inhabitants with active mobile-cellular telephone (VSEN13.K Blok VIII Rincian 2b)					

No.	Indicator	Data Source	Data Type	Explanation
3.	International internet bandwidht (bit/s) per internet user	MCIT	<u>International</u> internet bandwidht	
		National Socio- Economic Survey	Inhabitants who have internet access in every locations (VSEN13.K Blok V.C Rincian 20)	As denominator (the number of internet user)
4.	Percentage of household with computer	National Socio- Economic Survey	Percentage of household with/mastering computer (VSEN13.K Blok VIII Rincian 3)	
5.	Percentage of household with internet access	National Socio- Economic Survey	Percentage of household with 1 or more member access internet at home or via mobile phone (VSEN13.K Blok V.C Rincian 21 kode 1 & kode 5)	Individual data approach, individual who access internet at home and via mobile phone, then it is aggregated to household level

No.	Indicator	Data Source	Data Type	Explanation				
ICT (ICT Use Sub Index							
6.	Percentage of individuals using the internet	National Socio- Economic Survey	Percentage of inhabitants with internet access in every locations (VSEN13.K Blok V.C Rincian 20)					
7.	Fixed (wired)-broadband subcriptions per 100 inhabitants	Ministry of Communicati on and Information	The number of <i>fix broadband</i> internet customer	Leased line & xDSL				
		National Socio- Economic Survey	Percentage of inhabitants with internet access at home, office, school, and internet cafe (VSEN13.K Blok V.C Rincian 21 kode 1 s/d kode 4)	As a tool for breaking down into provincial level.				
8.	Wireless-broadband subcriptions per 100 inhabitants	Ministry of Communicati on and Information	The number of broadband internet <u>wireless</u> customer					
		National Socio- Economic Survey	Percentage of inhabitants with internet access via mobile phone and others devices (VSEN13.K Blok V.C Rincian 21 kode 5 & kode 6)	As a tool for breaking down into provincial level.				

No.	Indicator Data Source Data Type		Data Type	Explanation			
ICT Skill Sub Index							
9.	Adult literacy rate	National Socio- Economic Survey	Percentage of more than 15 years old inhabitants who are literate	 Education Statistics Sub Directorate (BPS/Website official statistics) 			
10.	Secondary gross enrollment ratio	National Socio- Economic Survey	Gross enrollment ratio for Junior High Scholl, Senior High School, and the same level	Education Statistics Sub Directorate			
11.	Tertiary gross enrollment ratio	National Socio- Economic Survey	Gross enrollment ratio for college (D1 s/d S1)	• Education Statistics Sub Directorate			

