



GST 78 – System Dynamics

Formal Description

System dynamics is the study of the causal mechanisms that generate and modify system behaviour through time. It examines how interactions within a system and between the system and its environment produce changes in system state and consequently influence the system's behaviour.

Plain English Explanation

In the previous module we saw that system behaviour describes the pattern of changes in a system's state through time.

System dynamics goes one step further. Rather than describing what the system does, it seeks to explain why the system behaves as it does.

System behaviour arises because components interact with one another and with the system's environment. These interactions involve continual transfers of matter, energy and information, causing the system's state to change over time. The network of causal interactions responsible for these changes constitutes the system's dynamics.

For example, the water level in a reservoir changes because rainfall, river inflows, evaporation and water consumption continually alter the balance of water entering and leaving the reservoir. The observed behaviour is the changing water level. The dynamics are the causal processes that produce those changes.

Similarly, the behaviour of a business may be observed through changes in sales, staffing and profitability. The dynamics underlying this behaviour include customer demand, production capacity, investment decisions, competition and government policy. These interacting causal processes explain why the business behaves as it does.

Because systems are organised into hierarchies, system dynamics also occur at multiple levels. Changes within a subsystem may influence the behaviour of its parent system, while changes occurring in the wider environment may propagate through the hierarchy to affect many subsystems. Understanding these interactions is essential when investigating complex systems.

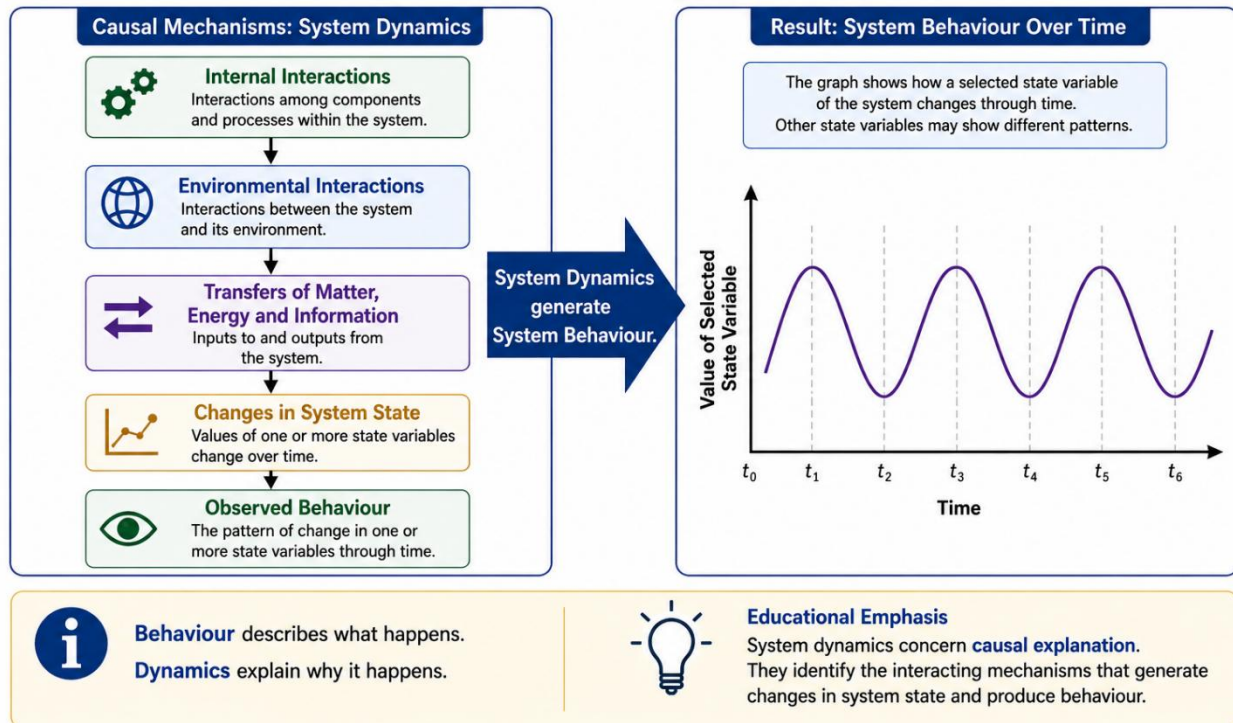
Studying system dynamics allows us not only to explain past behaviour but also to anticipate how systems may respond to future changes. This understanding forms the foundation for effective diagnosis, prediction and intervention.

In the next module we shall examine how these organisational principles recur throughout nested systems, giving rise to recursive organisation.



SYSTEM DYNAMICS

Explaining the Causes of System Behaviour



Examples

The behaviour of a forest ecosystem may be observed through changes in species populations over time. Its dynamics include reproduction, predation, nutrient cycling, climate, disease and competition, all of which interact to generate the observed patterns.

The behaviour of a city's transport network may be observed through changing traffic flows. Its dynamics include travel demand, road capacity, public transport availability, traffic management and weather conditions. These interacting processes explain why congestion develops, changes and sometimes resolves.

Provenance and Links

The study of system dynamics has become an important part of General Systems Theory and related disciplines concerned with understanding change over time. While system behaviour describes observable patterns of changing states, system dynamics investigates the organised causal interactions that generate those patterns. Understanding these causal mechanisms provides the basis for prediction, diagnosis and effective intervention in complex systems.



Practical Exercise

Choose a familiar system such as a business, a biological organism, a transport network or an ecosystem.

Identify one aspect of its behaviour that changes through time.

Then:

- Describe the observed behaviour.
- Identify the principal causal interactions that produce this behaviour.
- Explain how these interactions change the system's state.
- Describe how changes in the environment might alter these dynamics.

Finally, explain the difference between describing the system's behaviour and explaining its dynamics.