







# City innovation and public value

"Yes, local governments innovate!"

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Observatory of **Public Sector Innovation** 





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## PIRET TÕNURIST

INNOVATION SPECIALIST AND LEAD ON SYSTEMS THINKING OBSERVATORY OF PUBLIC SECTOR INNOVATION

# SYSTEMS APPROACHES TO CREATING PUBLIC VALUE ON THE CITY LEVEL

## WHY DO WE NEED CHANGE?

SYSTEMS ARE NOT FAILING; THEY ARE WORKING FOR THE AIMS THEY WERE DESIGNED...
IT IS THE AIMS THAT HAVE CHANGED

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#### **END OF KNOWN KNOWNS**

Uncertainty is on the rise and not everything can evidenced (in time)



#### **MENS ET MANUS**

There is a need for reflection in action: fuzzy fronts and open ends



#### **COMPLEXITY**

Problems are becoming increasingly complex, while out solutions remain reductionist



#### **CONTEXTUAL VARIANCE**

Most problems are contextual and akin to the system they derive from. Toolkit fatigue – not all processes can be described in linear actions



## PROXIMATE FAILURE, DISTANT IMPACT

Increasingly todays interventions – and failures – will have long-term effects



#### **NEW AIMS**

The way we live our lives has changed and so have our expectations of government and public services



## Tactics for systems change

TO CREATE THE POSSIBILITY TO INITIATE AND CARRY OUT PROJECTS FOR SYSTEMS CHANGE IN THE PUBLIC SECTOR



#### **PEOPLE**

Combining a diverse set of people:

"If you know everyone in the room: you will fail"



#### **PLACE**

Creating the neutral space to deliberate and set back from the everyday system



#### **DWELLING**

Creating the time and conditions to think and deliberate on the end purpose



#### CONNECTING

Connecting to all stakeholders to both inform the process and form advocacy coalitions



#### **FRAMING**

Framing the issue based on the outcome/purpose (public value) not existing system structures



#### **DESIGNING**

Based on the analysis before, designing solutions that may have systemic effects



#### **EXPERIMENTING**

Reducing uncertainty by experimenting on a smaller scale with different solutions and clear action plans



#### **PROTOTYPING**

Creating a prototype for scale that can be tested by diverse populations



#### **STEWARDING**

Guiding and supporting the process by both creating the resources and political backing for change



#### MEANINGFUL MEASUREMENT

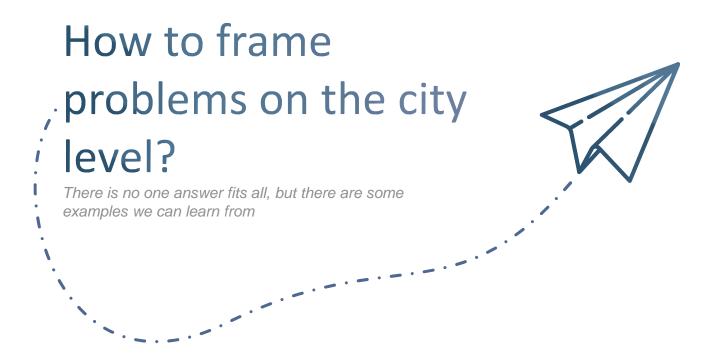
Measuring the effects based on the outcomes wanted to achieve, not proxies

### SMART CITIES - FOR WHOM?

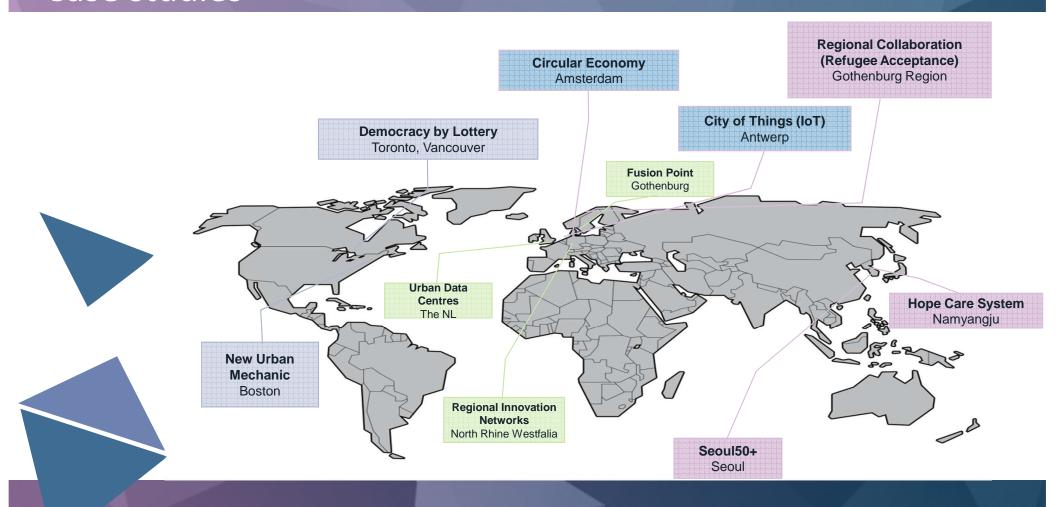
Transformative change on the city level

- How to frame public value around complex challenges on the city level?
- Technology push at smart cities, but what value and for whom?
- How to have a deliberative process with stakeholders and citizens?
- How to use the information in building a future vision of cities?
- What scale to work on to make challenges actionable?





# Case studies



### SMART CITIES - FOR WHOM?

#### Transformative change on the city level: main challenges

#### **CONTEXTUAL NEEDS**

- Not all cities have the same needs
- Issues cities face today do not follow administrative bounds (city vs suburb vs region vs state)
- Variety of strategies to reach the same aims



# Lack of dedicated analytical capacity and other resources (money, time etc.) around innovation and smart solutions

- Difficulty in ascertaining the real public value connected to projects (Antwerp)
- Funder and private sector perspective starts to domineer the agenda (Boston, Antwerp, Gothenburg, FP)
- Cities have little time to react and research does not inform processes in time (Gothenburg, FP)
- Engineering over public value (Antwerp, Amsterdam)



## Fragmented agendas: different silos and agencies dealing with specialized issues

- Discussions around technologies (IoT, circular economy etc.) affecting the whole of government difficult (e.g., Amsterdam): experimentation vs working on scale
- At the same time, precedents in different areas (procurement, data ownership etc.) start to affect cities ability to define a coherent agenda (Amsterdam, Antwerp)



# New deliberation approaches require sharing of power with citizens and stakeholders which is difficult for city governments

- Both top-down and bottom-up approaches present, but some level of political buy-in is necessary (e.g., Seoul, Namyangju, Gothenburg, Boston), however it become a double edged sword in the long run (e.g., Boston, Gothenburg)
- Lowest common denominator collaboration (Gothenburg) and alternative strategies
- User perspective as the legitimizing factor (Boston, Toronto, Vancouver); however, getting into systemic issues becomes difficult
- Sharing of power is much easier in areas of prior government blind spots or new emerging policy fields (Seoul, Namyangju, NRW); much difficult in more traditional fields (urban planning – Gothenburg; water governance – Amsterdam)









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