Global Trends in Public Sector Innovation

Co-creation & Future-oriented Innovation



Marco Daglio
Head of Unit
Observatory for Public Sector Innovation
OECD Public Governance Directorate



What we do Turn the new into the normal.

We support governments in leveraging new approaches to achieve local, national and global policy priorities and deliver on their commitments. We learn from the past, anticipate the future, and build solutions today.

25+

Countries supported, member and **non-members**, since 2011

Uncover what's next

Data collection & policy analysis

Turn the new into the normal

Country-specific analysis and capacity-building

Provide trusted advice

Recommendations & good practices

Steered by
OECD Public Governance Committee
OPSI National Contact Points





Government Innovation

Accelerating innovation foresight and experimentation to improve government responsiveness

Innovation governance

Innovation measurement

Missionoriented approaches

Innovation capacity assessment

Innovation management & skills Government anticipation

Anticipatory governance

Capacity for strategic foresight Innovative public services

Innovative design methods

Innovation enablers and inhibitors

Global trends in govt innovation Behavioral Science

Governance of behavioural science in government

Behavioural Science for the green transition

Steered by the PGC through the Network of the National Contact Points of the Observatory of Public Sector Innovation



OECD DECLARATION ON PUBLIC SECTOR INNOVATION



The **OECD Declaration on Public Sector Innovation** acknowledges the need to adopt a proactive strategy to respond, adapt to and anticipate public sector challenges. Since the 22nd of May 2019, **43 countries** (including Japan) have adhered to the Declaration, stating their commitment with five high-level principles:

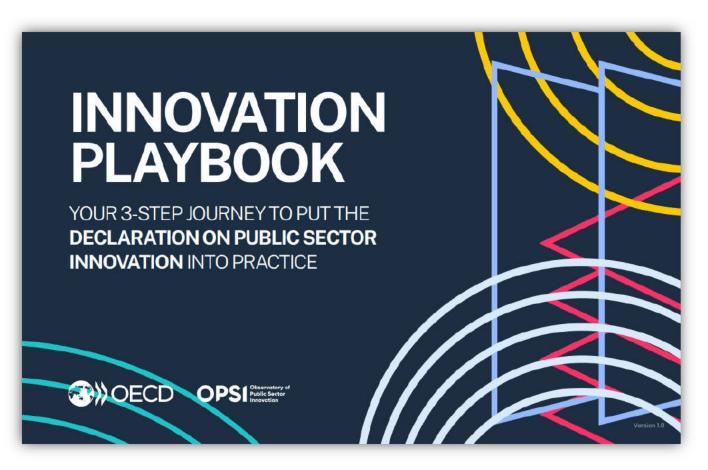


INNOVATION PLAYBOOK



Designed to offer top-officials and middle-managers a three-step journey that enables them to connect their challenges to the principles of the Declaration, assess their capacities to deal with them in innovative ways, and select and apply actions, tools and case studies to leverage change on the ground.







What is public sector innovation?

.... novel or new to the context (e.g. new process, improved user-centred service, way of engaging citizens)

.... it must be implemented

.... designed for impact

What is public sector innovation?



..must be applied (it is not just a new idea). Types of public sector innovations, such as:

to that context. Innovative approaches include:

...uses approaches that are novel

- Strategy innovations
- Process innovations
- Service innovations
- Regulatory innovations
- Communications innovations

- Data analytics
- · Behavioural science
- User research and human centred design
- Artificial intelligence
- Strategic foresight

...causes something to change.
Depending on the context, it
might help to:

- Improve policy outcomes (economic growth, living standards).
- Reduce government costs
- Increase public satisfaction
- Increase public trust
- Increase innovative capacity



Innovation case (1989)

Brazil's participatory budgets

- Problem: Income inequality, corruption and lack of transparency, limited citizen participation.
- Solution: Participatory budgeting introduced in Porto Alegre to democratize budget allocation and promoting equitable development.



- Improved resource allocation, enhanced civic engagement, strengthened trust in public institutions.
- Replicated and became a global influence (New York, Seoul, and others)



Innovation case (2024)

South Korea's Al Deepfake Detection Tool

- **Problem:** Proliferation of deepfake technology, cyber harassment and privacy concerns, erosion of public trust, technical challenges in detection.
- Solution: Police AI-powered deepfake detection tool through advanced AI
 algorithm, real-time detection, integration with law enforcement, public
 awareness and education.



 Enhanced law enforcement capabilities, increased public trust, criminal discourage, global leadership in cybersecurity.

Source: Deepbrain AI | DeepBrain AI, National Police Agency Unveil Deepfake Detection Solution, Police develop deepfake detection tool totamp out Aldriven crimes | Yonhap News Agency



Process innovation(2023)

Simplifying forms in the UK

- Problem: PDF based forms are less accessible, harder to use, and 8 minutes slower to process (on average) than HTML forms. It would take the UK Gov Form Building team 70 years to convert all existing PDF forms to HTML forms.
- Solution: UK Government Digital Service created a 'Form-Building tool' which enables teams to build their own forms with less specialist help and more consistency across government.



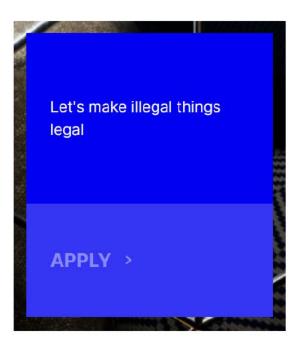


Policy innovation (2017)

Removing regulatory barriers in Estonia

- Problem: The Ministry of Economy Affairs and Communications wanted to remove regulatory barriers to new entrepreneurs, but didn't know how to identify which changes would unlock new services or products.
- **Solution:** "Accelerate Estonia" invites entrepreneurs to propose changes to regulations. Selected entrepreneurs receive support to pilot innovations while regulatory changes are tested.







What do these examples have in common?

Innovation is not only ideation, but rather, it's a process that enables ideas to flow towards impact.

OECD GLOBAL TRENDS ON PUBLIC SECTOR INNOVATION



The report on **Global Trends on Public Sector Innovation** offers Governments the opportunity to understand the strategic and practical questions of public sector innovation.

Our analysis surfaced **5 emerging trends** that governments are pursuing in their mission to bring relevant, human-centric, and valuable **public services**.

790

83

These trends, built on concrete experiences and examples, can **pave the way** for governments to improve their services.

1

Forward-looking and **co-design** for service strategies

2

Automation and **AI** to power the machine

3

Personalisation for all to improve access and inclusion 4

Data insights to enhance design, performance and management

5

Public services
as public spaces
to empower users
and build trust



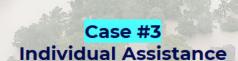
Case #1 Future-oriented life events

The "New in Norway"
programme leveraging
foresight techniques to
develop future personas,
allowing for the anticipation
of users' evolving needs,
resulting in proactively
address the anticipated
needs of future users,
supporting the further work
of (re)designing the services.



Case #2 Automated social benefits for newborns

Portuguese Social Security takes a proactive approach by automatically notifying families of the family allowance entitlement immediately upon the baby's registration at the maternity ward, eliminating barriers to access and ensuring the inclusion of every newborn in the system.



For Disaster Survivors

Building on years of feedback from users, applicants for disaster assistance are now provided with a simple, personalised platform with easy navigation, visual progress tracking and individualised information collection, resulting in a reduction in registration time by more than 15%.



Case #4 Leverage IoT to monitor services delivery

The InnOvaTe Programme monitors challenges related to "public spaces" using Internet of Things (IoT) technology, generating new data to improve insights and outcomes in areas such as transportation decisionmaking, early flood warning systems, and monitoring of unused buildings to prevent antisocial behaviour. The project has yielded other impressive results, including saving five lives and reducing fly-tipping by close to 80%.



France has designed this initiative to invite citizens and civil society organisations, together with public officials, to take a leading role in the definition of solutions to address challenges in public services. This unique approach involves assembling a jury of 15 citizens to evaluate proposals for public services improvements submitted by fellow citizens and civil society organisations.





Towards a framework to enable a trustworthy use of AI in the public sector



Engagement: Where key actors need to be involved to implement actions targeting specific challenges

Enablers: Areas where policy actions can be prioritised to establish a solid enabling environment and unlock the full-scale adoption of AI in the public sector

Guardrails: Options for policy levers governments can consider to secure a trustworhty and responsible use

Impact: Governments can consider three potential impacts to align AI use with relevant public policy objectives.



Why Co-creation matters in public sector?

- Governments alone cannot design effective and inclusive public services.
- Co-creation leverages collective intelligence citizens, public servants, businesses, and communities collaborate to identify challenges and design solutions together.
- Creates greater legitimacy, trust, and efficiency in policymaking and service delivery.



Samverket, Sweden

Samverket is a Swedish co-working initiative enabling public sector collaboration, fostering cross-agency networking, learning, and innovation in a neutral workspace.



Public agencies often operate in isolation, leading to inefficiencies. Samverket provides a platform where **civil servants collaborate across sectors**.



Inspired by the **third-place concept**, it removes hierarchical barriers, encouraging spontaneous **knowledge exchange and joint problem-solving**.



Managed by community facilitators who curate discussions and networking, including regular co-learning events, workshops, and innovation labs which drive practical solutions.





"beta.gouv.fr" is an incubation programme enabling co-creation between public agencies and digital experts, using an agile, user-driven approach to build impactful, citizen-centric services.



Uses an **agile**, **user-driven model** to develop digital services, encouraging **rapid prototyping and iteration** based on **real-world feedback**.



Civil servants are **trained as innovators** and paired with **digital experts**. Projects evolve through **four structured phases**: **investigation, construction, acceleration, and transfer**.



Projects are reviewed **every six months**—successful ones scale, others pivot or stop, ensuring that digital solutions **remain relevant, efficient, and user-focused**.



Tiger Teams, Dept of Labor (USA)

Tiger Teams are **cross**functional expert groups that co-create **state-level** unemployment insurance improvements, enhancing equity, efficiency, and fraud prevention nationwide.



While being part of U.S. Department of Labor, Tiger Teams **embed within state agencies**, working directly with policymakers and administrators to **diagnose system challenges** and co-design **tailored solutions**.



Teams focus on three pillars—Equity & Accessibility, Timeliness & Backlog, and Fraud Prevention—delivering quick, practical recommendations backed by federal grants.



Lessons learned from state collaborations are used to **develop best practices**, **tools**, **and resources**, accelerating **system-wide transformation** across the U.S. unemployment insurance system.



Why Future-oriented innovation?

There is the need to introduce innovative perspectives and future-oriented decision in policy making



Traditional Governance Approach



 Run on long research and drafting cycles, with policy implementation accordingly



Approach needed for uncertain policy environment

- Account for unforeseen challenges, anticipate different futures, and act in preparation
- Respond quickly to evolving issues and iterate policy as issues changes over time



Talent Management and Ageing, Slovenia

The Slovenian Ministry of Public Administration worked with OPSI to explore the future of talent management in the public administration in the face of an ageing workforce and evolving work dynamics.



Slovenia used strategic foresight to scan the horizon and anticipate future needs in public administration, resulting in four scenarios to explore the future of talent management.



Sense-making around the scenarios with policy and talent management experts led to the development of four actionable innovations to prepare for future changes



The resulting report presents trends, promising practices and recommendations for effective ageing and talent management in the public administrations across EUPAN member states.



Future Generations Commissioner, Wales

In 2015, the Government of Wales adopted the Wellbeing of Future Generations Act. The Act introduces a vision for Wales in 2050 in the form of national well-being goals and obliges policymakers to consider long-term perspectives.



A national conversation, 'Wales We Want' informed the Act by engaging the public to develop a set of ambitious long-term goals to ensure sustainable development.



A Future Generations Commissioner is appointed by Welsh Ministers with a mandate to advise, assist, challenge and monitor public bodies regarding their well-being objectives.



The Future Generations Commissioner team has expertise in foresight and provides support and training to policymakers to understand and apply anticipatory methods, as well as producing a Future Trends Report



Finland's Anticipatory Governance System

Finland has a wellestablished system for anticipatory governance which involves a wide range of actors within and outside of government and processes to integrate **anticipation** into policymaking.



During each electoral term, the Government submits to Parliament a **Report on the Future**, which systematically synthesises futures knowledge to promote discussion across government on issues that will be important in the future.



The Government Foresight Group, which advises on the Report, is a group of foresight experts with a role to 'develop and strengthen the links between foresight activities and decision-making processes'.



The Parliamentary Committee for the Future conducts proactive and on-going dialogue with the Government on major future possibilities as well as problems and the means for solving them

EMBRACE INNOVATION



Public service is not just about administration—it is about shaping the future of our communities and societies.

The challenges we face today—aging populations, digital transformation, climate resilience—demand **new ways of working**.

Co-creation and anticipation are not abstract ideas; they are concrete tools that will allow us to build more human, resilient, and effective public services.

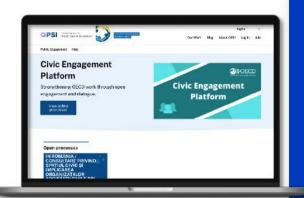
A PLATFORM FOR INNOVATION





Case Study Platform

A collection of hundreds of public sector innovation case studies from all around the world and all levels of government.

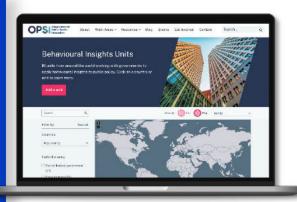


Public Engagement Platform

An easy-to-use resource to gather stakeholder's feedback and hold discussions on key topics

BI Knowledge Hub

An interactive world map featuring BI units as well as ongoing, completed and preregistered projects from around the world.



<u>Toolkit Navigator</u>

A curated compendium of freely available toolkits for public sector innovation and transformation



The best way to predict the future is to areate it, together.





Get in touch

Marco Daglio

Head of the Observatory of Public Sector Innovation (OPSI) OECD Public Governance Directorate

