





#### Stakeholders Mobilization for Successful Structural Reforms

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Fiscal Implications of Structural Reforms





## **Topics in this presentation:**

- What are structural reforms and preconditions for their success?
- Who are stakeholders in the context of public sector in general and structural reforms in particular?
- What is value added of stakeholder inclusion and mobilization in each stage of the policy design and implementation?







# **STRUCTURAL REFORM**

- At its simplest, structural reforms imply changes to the way the government works.
- In a country with <u>low share of women on labour market</u>, provide daycare facilities for kids and vocational education for these women to provide pre-conditions for their employment.
- In a <u>corrupt country</u>, force ministers to declare their financial interests which will make it more difficult to award government contracts to firms in which they are investors → <u>improving the</u> <u>quality of public services and lower their cost</u>
- Digitalization.
- Going green.

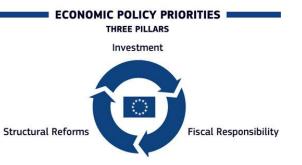






### **Preconditions for successful SRs**

- Ownership
- Big picture approach clear identification
- Parallel work of all levels of government, up to the every official in LMs
- Strong support of PMO, strong will of MoF
- Timing
- Public acceptance / media









## **Stakeholders in SRs**

- SRs are not there for the sake of being there
- Meant to improve public service efficiency, availability, business environment, public finance sustainability, ...
- Stakeholders therefore not government and its officials – but people (taxpayers) and businesses
- Also members of parliament, they adopt laws
- How and when do we address them?







## **Stakeholders in SRs**

- Experts / Academia expert solution finders
- Government and MPs decision makers
- Media / reporters messengers
- Social partners / trade unions / NGOs / general public – affected by SRs







#### **Stakeholders - what is the value added?**

- SRs <u>cannot</u> be successfully implemented <u>w/o</u> involving a broad range of <u>stakeholders</u>
- Stakeholders allow for <u>hedging and mitigating risk</u> during all phases
- Key gains include synchronising/goal congruence (design), consistency, effectiveness and <u>broad</u> <u>support</u> of proposed measures (negotiations), <u>better control</u> over content of proposed acts resilience and inertia during government and parliamentary procedures (implementation)





#### Stakeholders – it takes a lot and it does not pay off easily or immediately

Your investment in any of identified/relevant stakeholders – presentation of:

- <u>Vision</u> and goals of the structural reform
- <u>Real</u> and »<u>fake</u>« <u>issues</u> (test and confirm or deny all public/political exposed concepts & »public truths« including their particular concerns)
- Possible <u>measures/solutions</u> and which and how they were selected
- What will be expected <u>results</u> and likely <u>side effects</u>
- State plainly what is your <u>mandate</u>, and honestly assess <u>what can be achieved</u>
- Understand their goals and interest and engage in forming broader goal congruence (what's in it for them)
- What do you expect from them (if you don't... it is not a stakeholder) => examples







#### Thank you!



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