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GovTech in Europe: Scoping its dynamics and fostering best practice

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Introduction

Background of the studies

- Twin studies:
 - Scoping GovTech Dynamics in the EU (Technical Report)
 - GovTech Practices in the EU (Science for Policy Report)
- Publication expected January 2022
- Based on research during 2021:
 - Interviews with startups, gov. officials, experts, non-traditional actors, etc.
 - Review of academic and grey literature
 - Stakeholder workshops
- Work managed under the Innovative Public Services Action of ISA²



Scoping GovTech Dynamics in the EU

European Commission

Understanding the GovTech market in the EU

GovTech definition:

- public sector engages with start-ups and SMEs to procure innovative technology solutions,
- for the provision of tech-based products and services,
- in order to innovate and improve existing public services.

• Dynamic market development

- Highly regulated by formalized procurement rules that favour risk reduction when purchasing technology
- Dominance of large system integrators
- Extremely diverse public sector market
- Buying off-the-shelf poses challenge to address innovative technology needs



Challenges of GovTech ecosystem actors

- **Government buyers**: stability, risk reduction, path dependencies & lock-ins, highly regulated procurement process
- **Start-ups**: entry barriers, dependency on VC with growth expectations, rather consolidated market space



GovTech incubator as an tool to complement existing instruments
New forms of public procurement of technological innovations





Existing forms of GovTech procurement

Catalytic procurement of public technology innovations Pre-commercial procurement of public technology innovations Adaptive procurement of public technology innovations Developmental procurement of public technology innovations







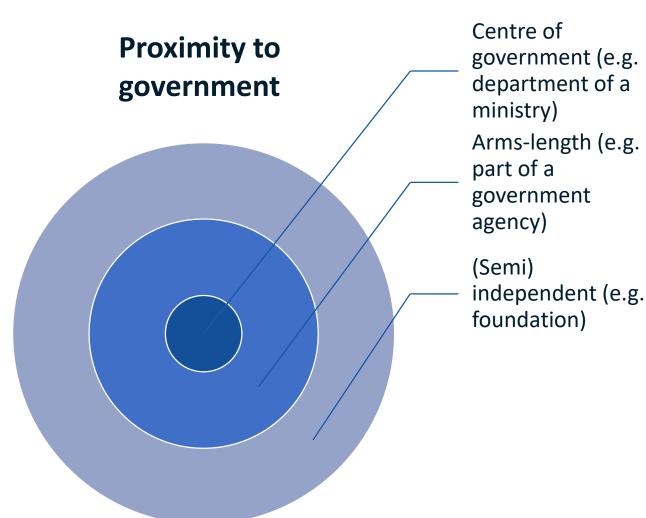




Fostering GovTech Best Practice



GovTech programmes – set up





GovTech programmes - activities

- Challenges and prizes
 - Open competitions to solve problems that at present lack solutions
- Hackathons
 - Time constrained design sprints aimed at rapid prototyping of solutions
- Acceleration programs
 - Structured, time constrained personal and business development programs, offered by both private and public sector entities, with the aim of 'accelerating' growth of already existing entities

Piloting and R&D grants

 Non-dilutable early-stage funding to accelerate research and development and experiment with state infrastructure

Ecosystem building

• Strategic convening, networking, matchmaking and advisory services to ease interactions between private and public sector



Lessons learnt for setup & running of GovTech programmes

Persistent individuals and lean teams Right funding at the right stage

Public value beyond growth

Proximity to executive power















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