

# the defining characteristics of high performing public sector organisations

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#### good governance ...

- ends: "salus
  populi ... "
- means:
   procedural
   justice
- modern
  pressures:
  plural and
  connected;
  24/7; 360degrees



Ambrogio Lorenzetti (1338) Allegory of Good Government Palazza Pubblico, Sienna

#### management that delivers

- better more effective, higher standards, higher quality, more responsive, more personalised, greater coverage
- quicker speed of response, speed of change, speed of product to market, the "urgency of now" and the demanding consumer
- cheaper better efficiency, VfM and productivity are not good enough: overall costs to the taxpayer need to be lower

## the horror of people management



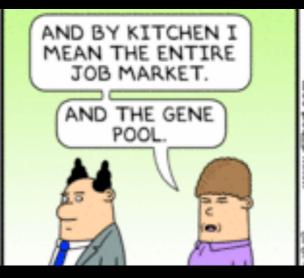














## productivity and services ...

productivity of haircuts



productivity of hip replacements



#### focus on overlaps not gaps

GAPS between policies, public agencies and services cry to be filled to improve overall service effectiveness ...

however, that tends to increase cost

OVERLAPS among policies, public agencies and services need to be identified to eliminate duplication, waste and inefficiencies ...

so as to reduce overall cost

### four sites of inefficiency ...

- individualpractice
- operationalservice processes
- organisational rigidities
- system-wide

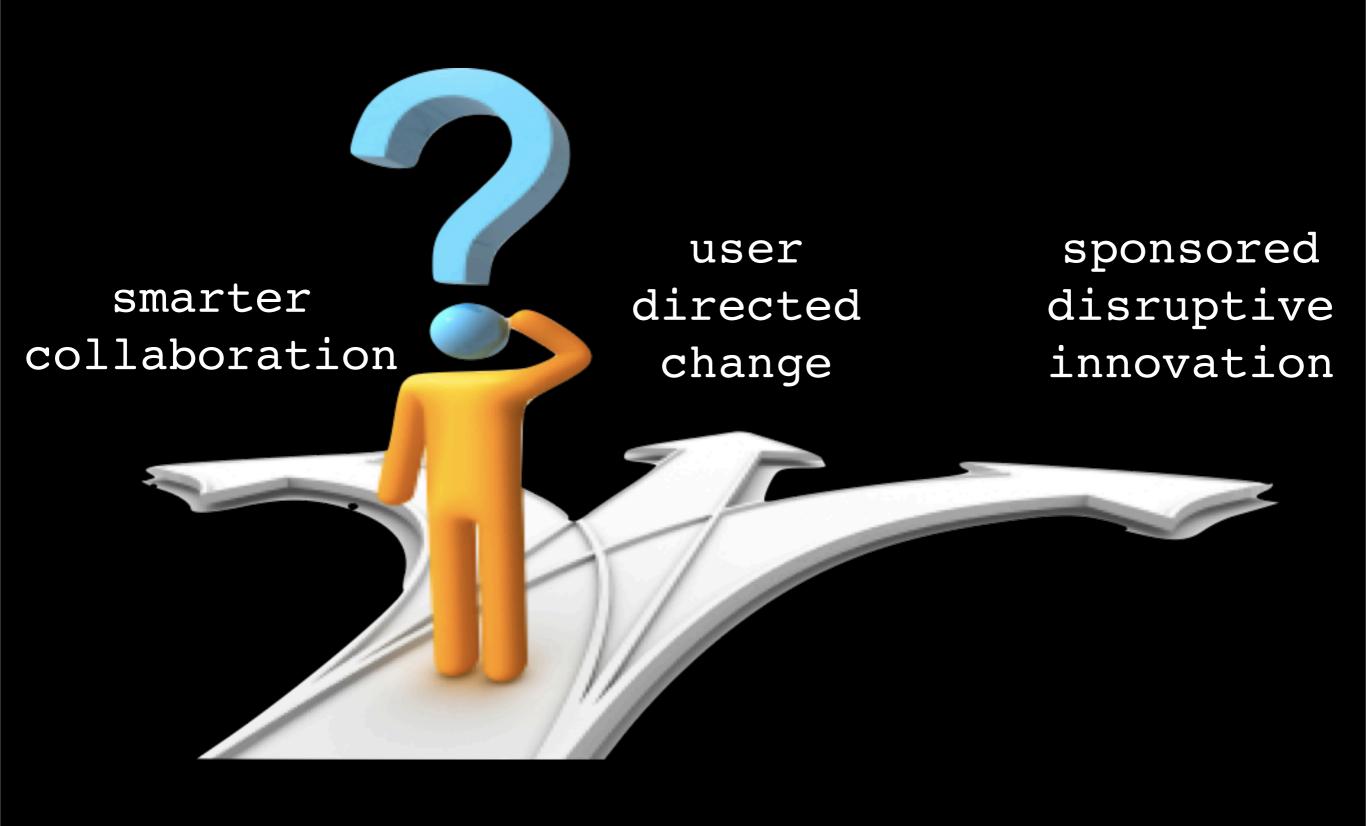
#### four sources of economies

- scale
- scope
- flow
- penetration

### service design, organising work & sourcing ...

- vast majority of cost is structured into how the service is designed ...
- BPI vs service redesign (echo of Deming v Peters)
- the way work is organised and how staff are structured into specialties and how they are coordinated - "layers and spans"
- sourcing strategy mixed economy based on degree of supply market rivalry

#### three routes for PSR



#### 168 hours:

we are all equal in one respect

• finite attention and time

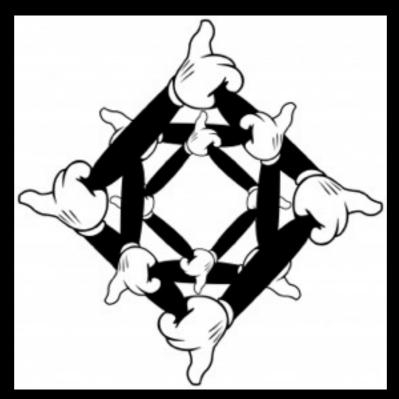
#### SO

- stretch your organisation's talents, exercise its imagination
- politics: art of the possible, management: craft of the soluble

#### conclusion ...

- manage costs and the drivers of future costs not just budget and spend to budget
- annual budgets but we are managing a monthly downward flight path for 36 months at least
- a spirit of "can do", that is curious for better social results, plus a culture of forgiveness





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