

# Challenges

**<1> Problem: Financing Digital Gov**

**<2> Solution - Infrastructure Thinking**

**<3> Challenge - Policy**

Institute for  
Innovation and  
Public Purpose



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**Government**  
**Institute for Innovation and Public Purpose**  
**University College London**  
**@daeaves**

**<1> Global Challenge -  
Financing Digital  
Government**

**Who led the digital transformation  
of your organization?**

**A) CEO**

**B) CTO**

**C) COVID-19**

# The problem:

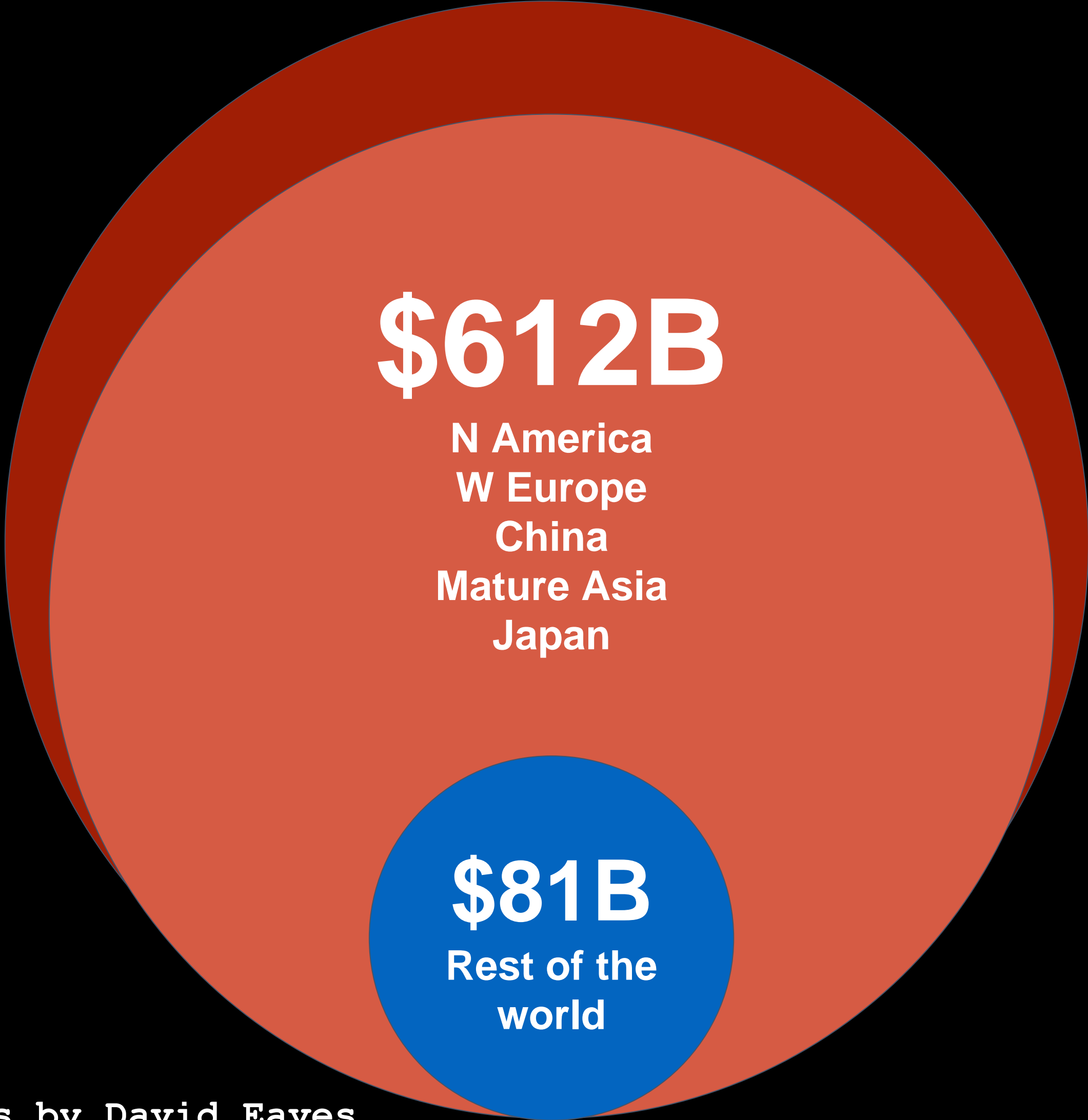
Current models of funding digital government cannot and will not scale.

We need a new “infrastructure” approach to funding digital to drive development

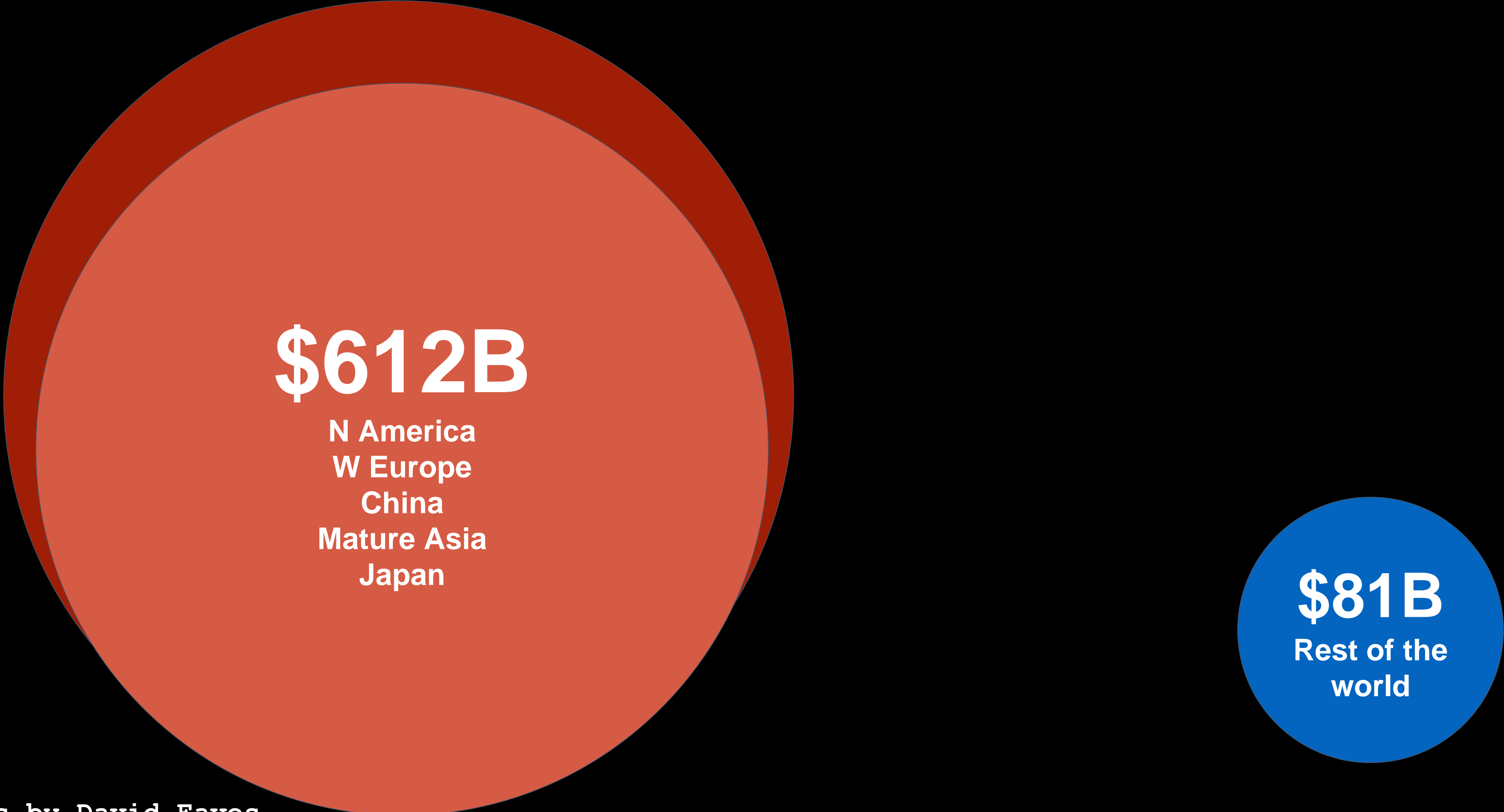
# Global Government IT Spend

**\$693 Billion**  
**2022**

# Global Government IT Spend (Total Dollars)



# Global Government IT Spend (Total Dollars)

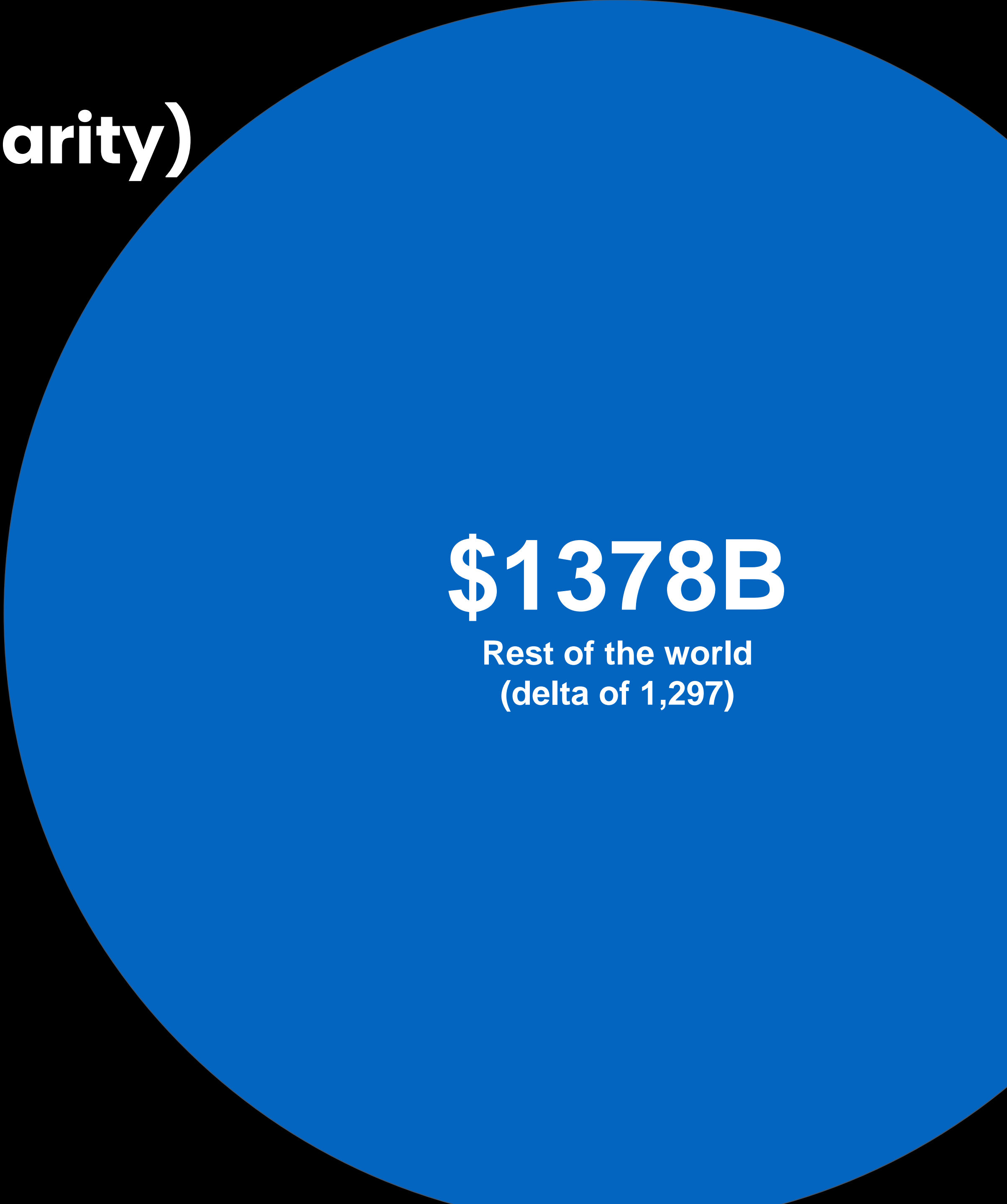
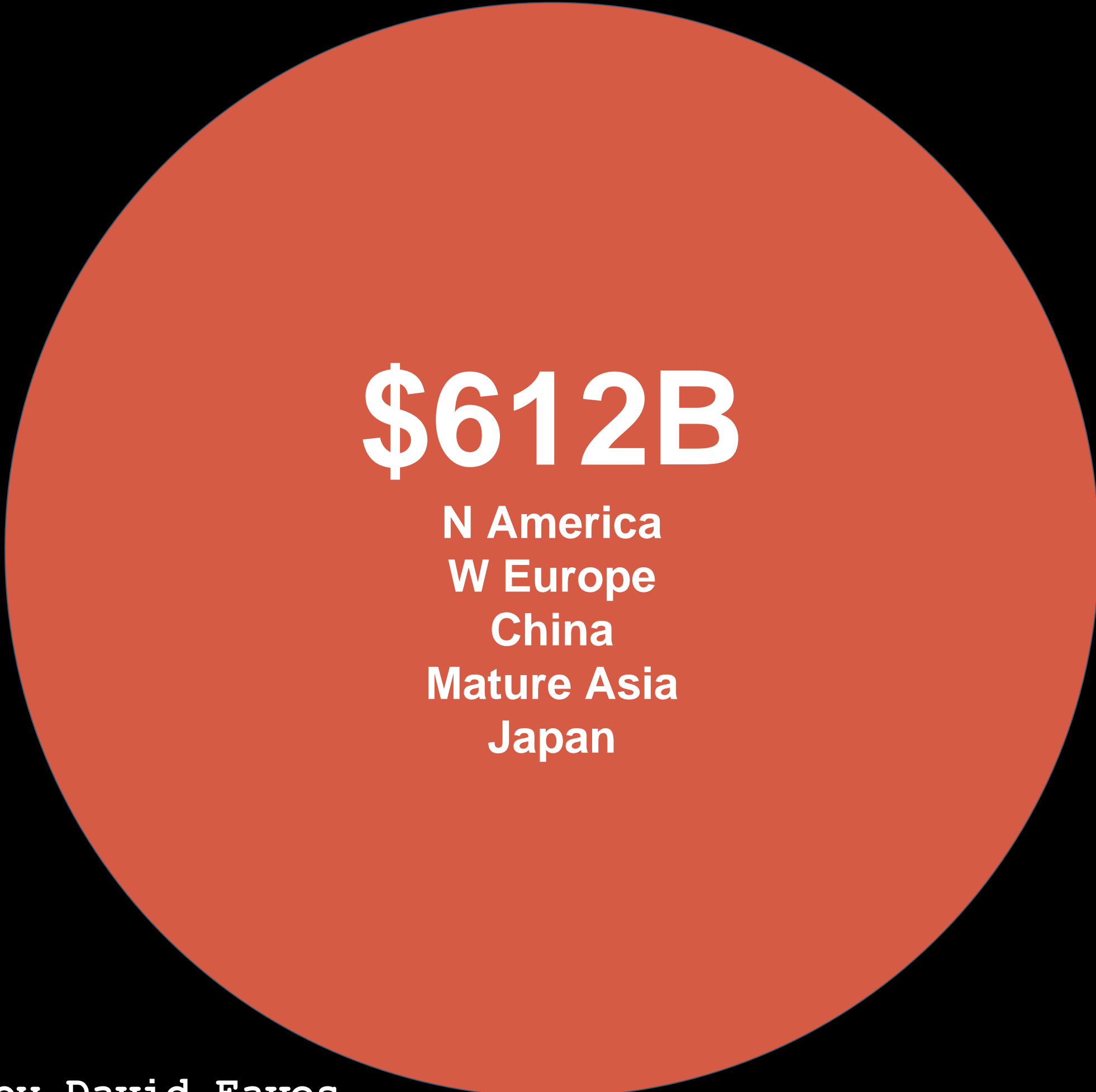




# Global Government IT Spend (per capita)



# Global Government IT Spend (parity)



# Global Government IT Spend (parity)

**\$612B**

- N America
- W Europe
- China
- Mature Asia
- Japan

**\$1378B**

Rest of the world  
(delta of 1,297)

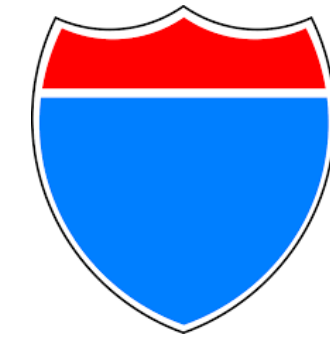
Delta of \$1,297B

Total Official Development Assistance from all OECD countries (2021): 178.9 billion  
7x increase needed

**<2> National -  
(New) Infrastructure Thinking**

**First -  
(Old) Infrastructure Thinking**

**Highways leverage  
a form of platform  
thinking.**

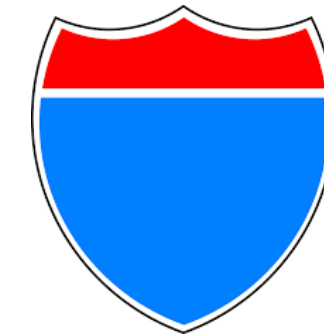


**Fed Highways**

Shipping



Mack trucks



Fed Highways



Errands

Shipping

Commuting

Leisure



Smart

Mack trucks

Ford

Lotus



Fed Highways

Errands

Shipping

Commuting

Leisure

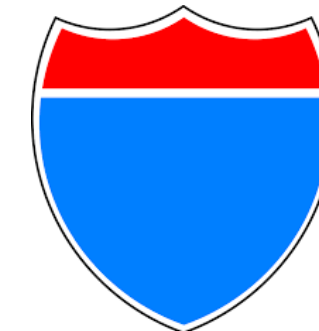


Smart

Mack trucks

Ford

Lotus



State Highway

Fed Highways

Local Roads

Activities

Errands

Shipping

Commuting

Leisure

Application Layer



Smart



Mack trucks



Ford



Lotus

Regulatory Layer



Highway Act



CAFE



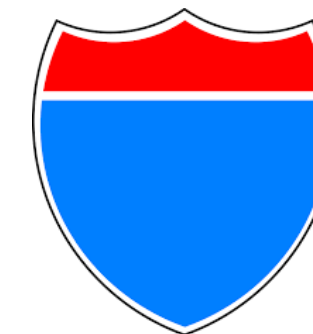
AASHTO

...

Network Layer



State Highway



Fed Highways



Local Roads

**High  
Variability**

**Stable  
Interfaces**

**Low  
Variability  
(Core)**

**High  
Variability**

Errands

Shipping

Commuting

Leisure



Smart

Mack trucks

Ford

Lotus

**Stable  
Interfaces**



Highway Act

CAFE

AASHTO

...

**Low  
Variability  
(Core)**



State Highway

Fed Highways

Local Roads

**What Government  
looks like today,  
*digitally.***

**Department**

**Application**

**Database**

Department

Tax Dept

DMV

Social Services

HR Intranet



Department

Tax Dept

DMV

Social Services

HR Intranet

Application

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Department

Tax Dept

DMV

Social Services

HR Intranet

Application

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Sign On

Address Search

SIN request

Form

Database

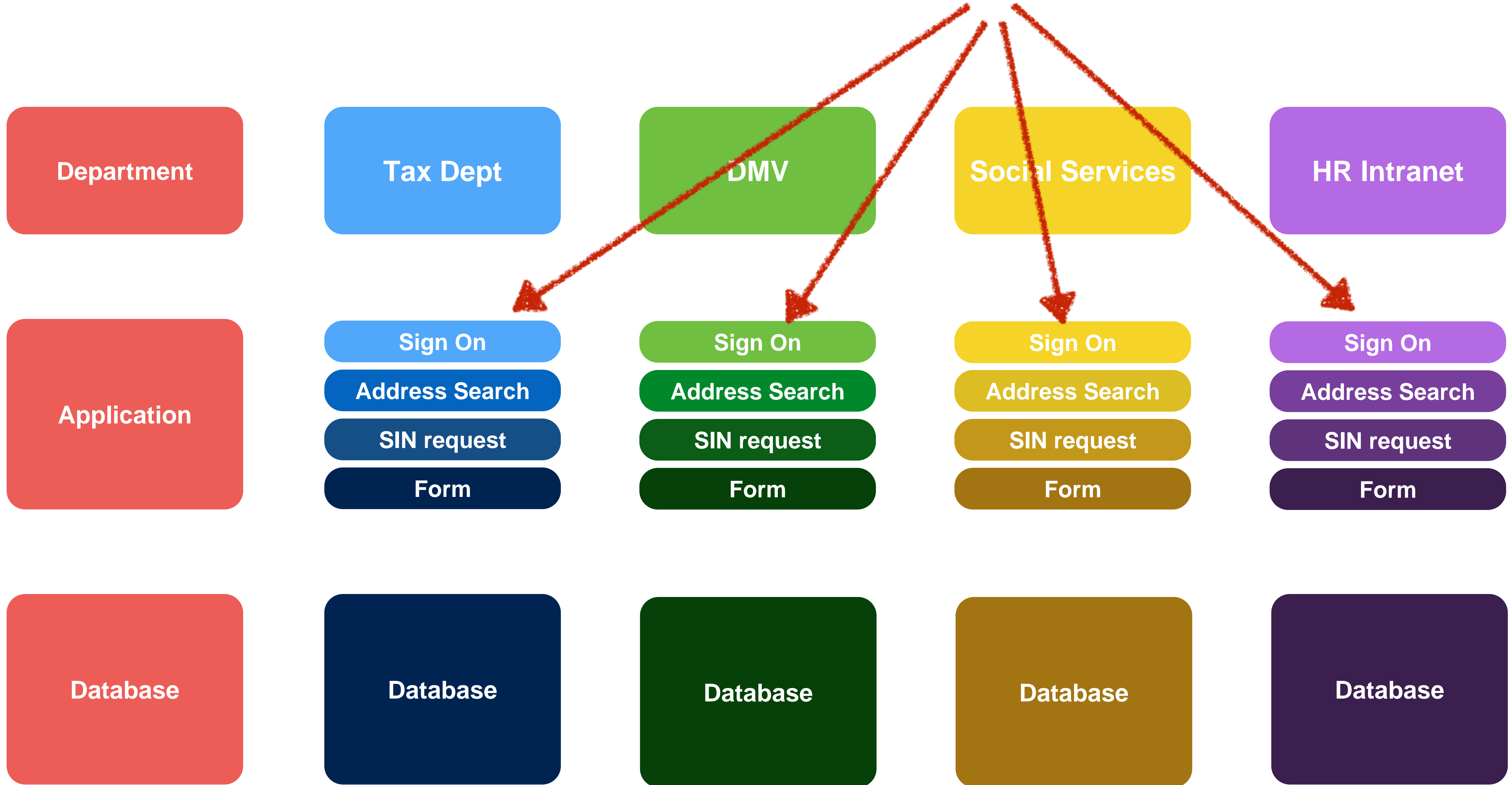
Database

Database

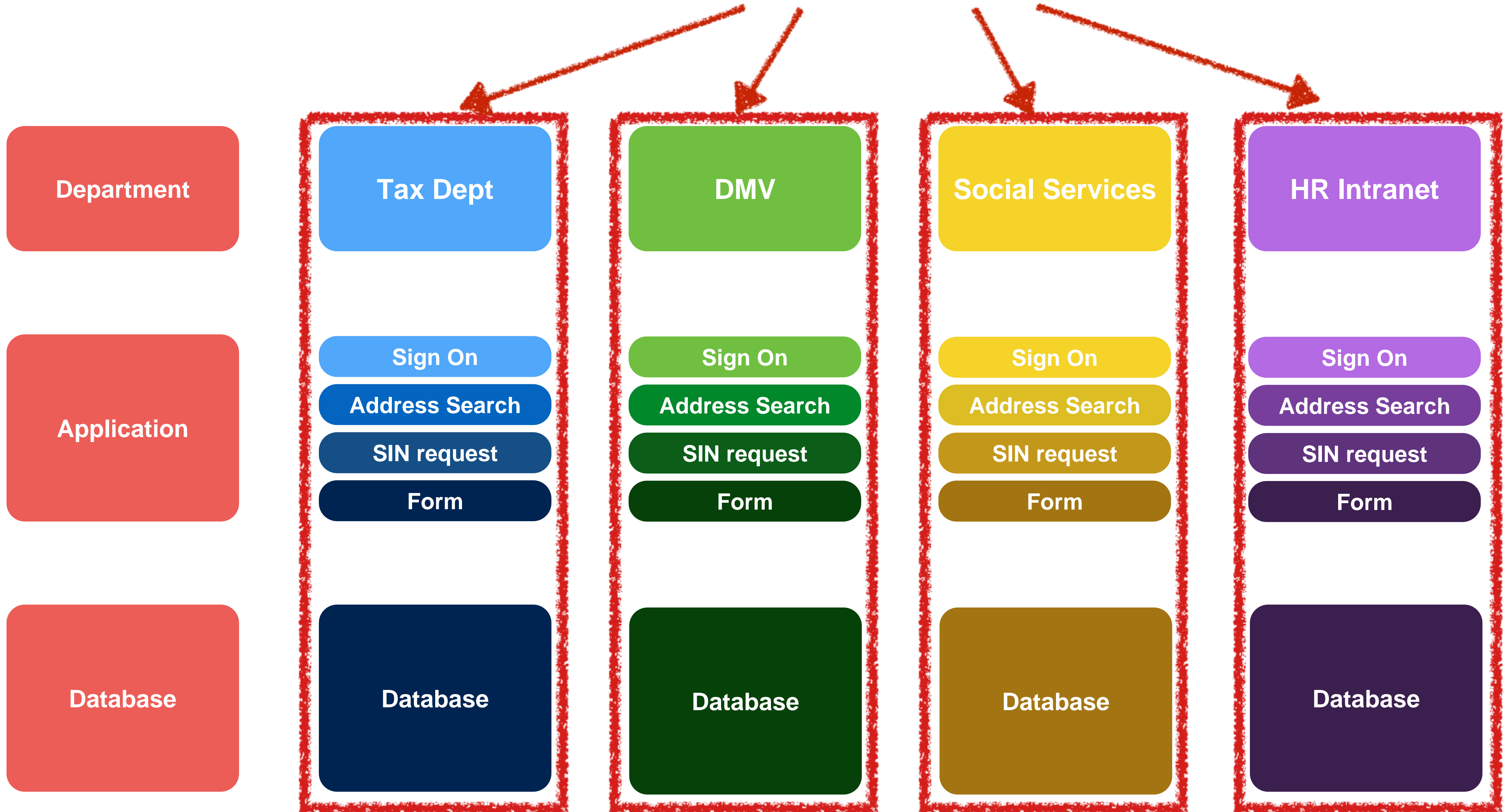
Database

Database

# Duplication, Few standards, etc...



# Vertical accountabilities



**Actually...**

Department

Tax Dept

Department

Tax Dept

Application

Sign On

Sign On

Sign On

Sign On

Address Search

Address Search

Address Search

Address Search

SIN request

SIN request

SIN request

SIN request

Form

Form

Form

Form



# Duplication

Department

Tax Dept

Application

Sign On  
Address Search  
SIN request  
Form

Database

Sign On  
Address Search  
SIN request  
Form

My Desktop Computer

Sign On  
Address Search  
SIN request  
Form

Unsecured Excel Spreadsheet in shared folder

Sign On  
Address Search  
SIN request  
Form

???  
(likely dropbox)



**What does an  
infrastructure view of  
government look like?**

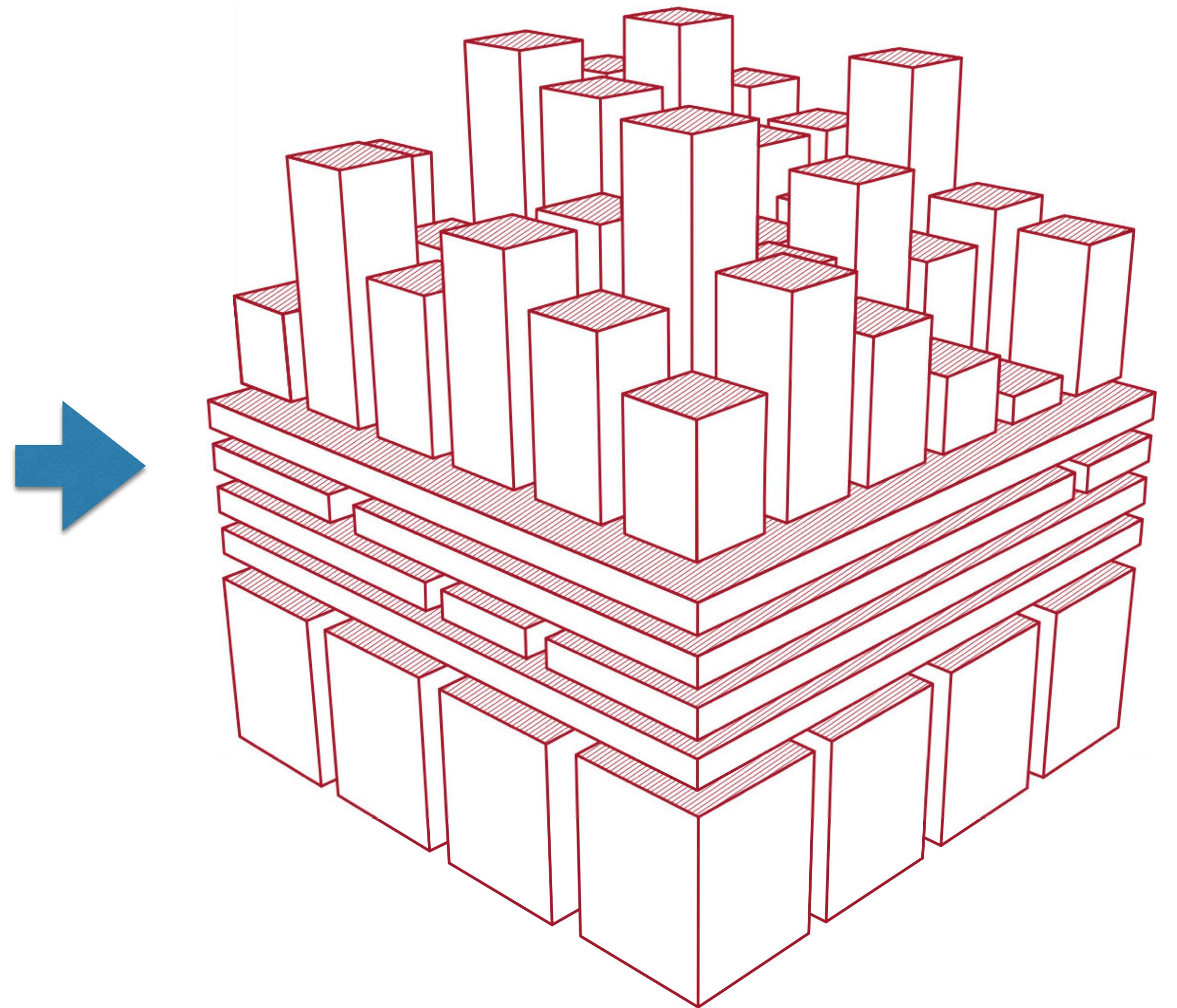
# Silo



# Silo



# Infrastructure

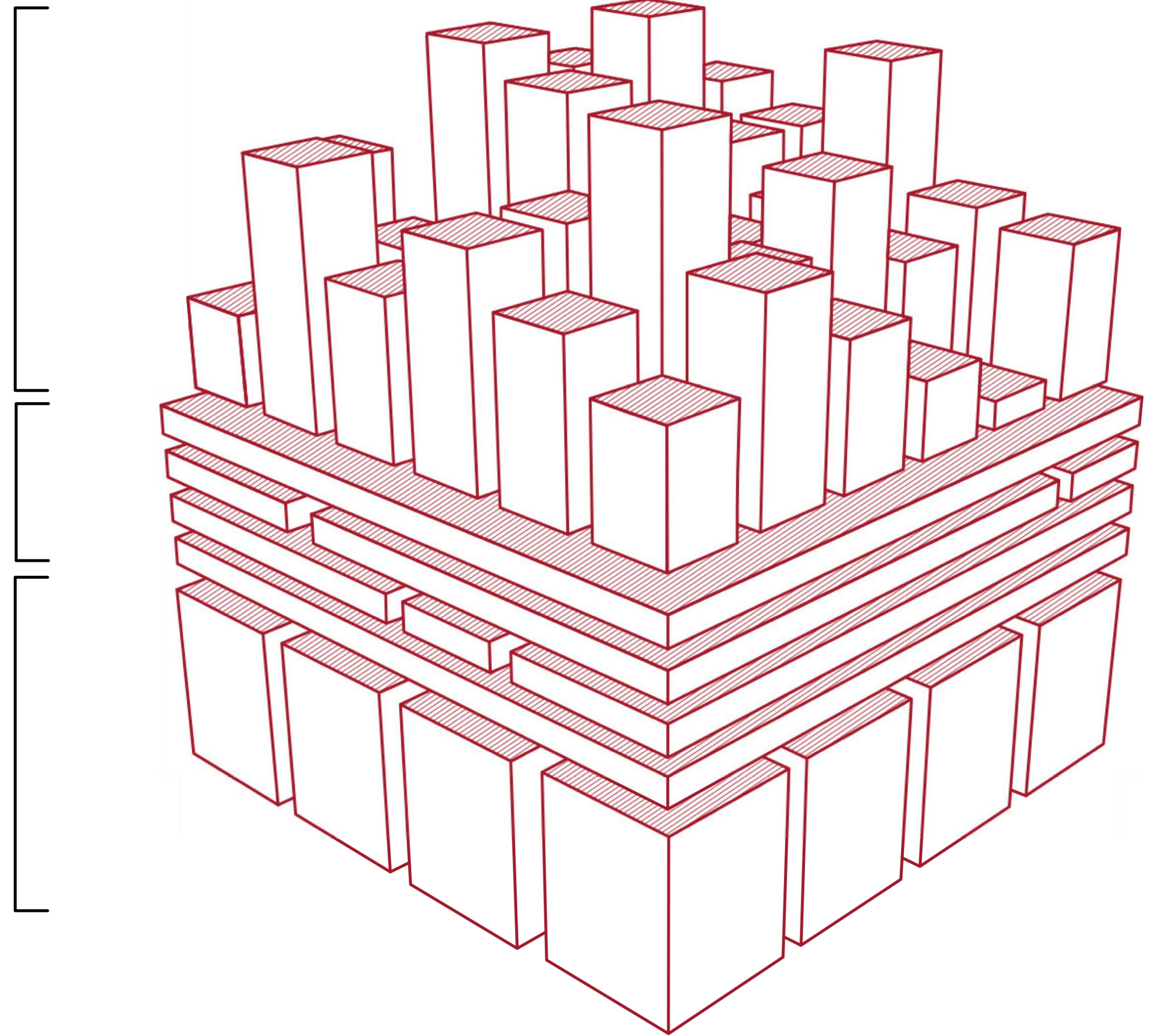




# Services

# Components

# Data





# Services

Get a passport

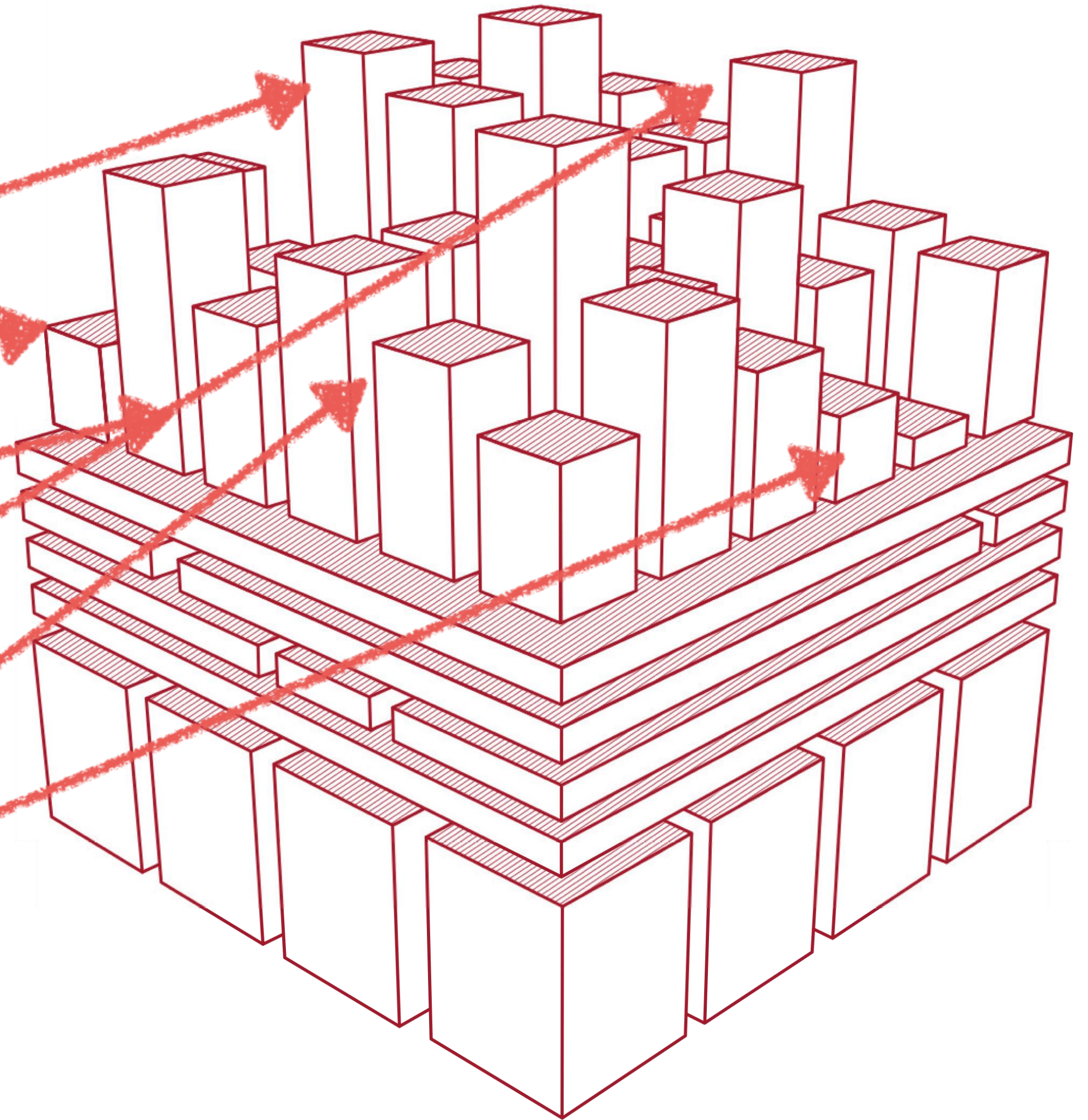
Pay Taxes

Find a Job

Hire a Temporary Worker

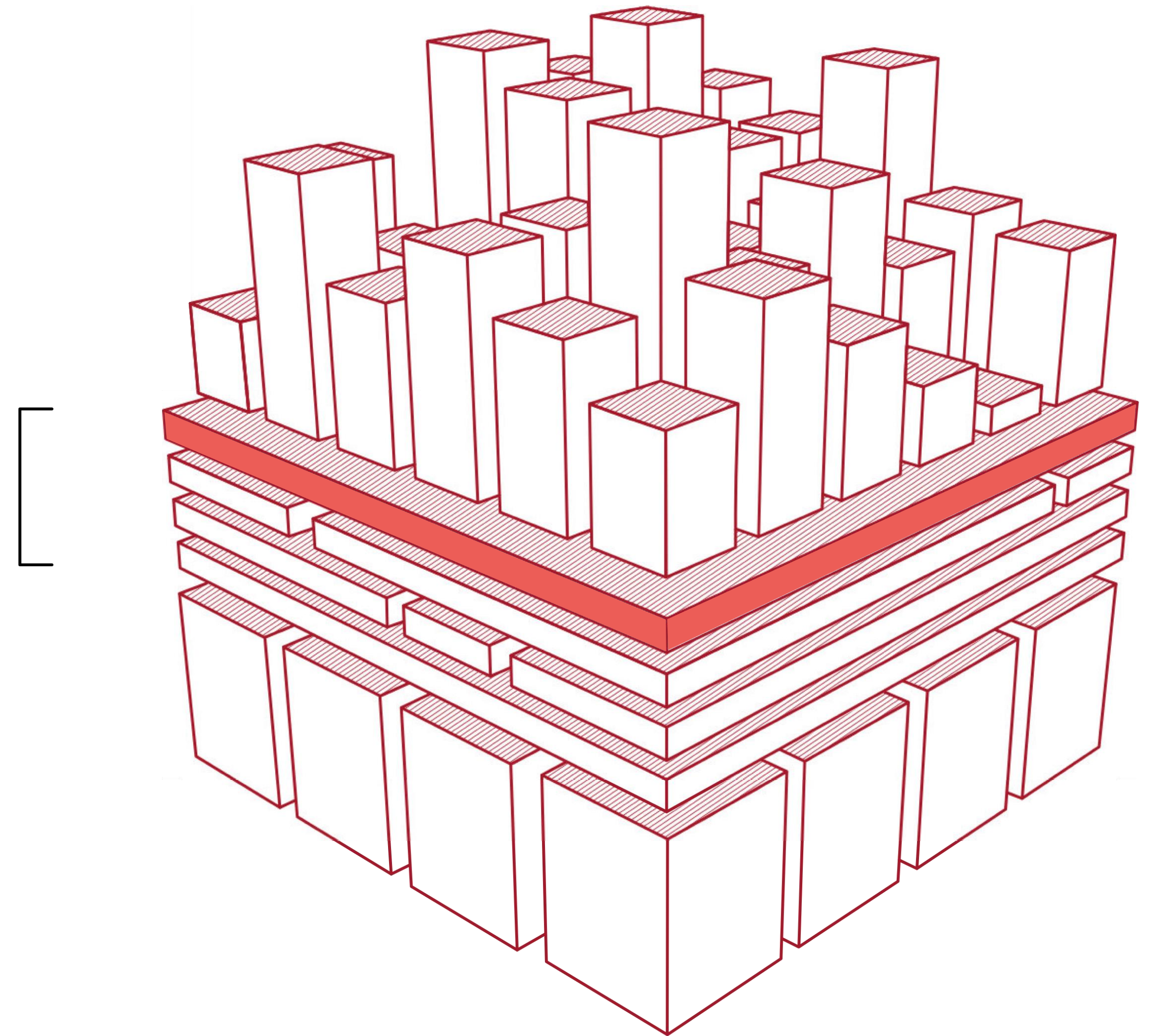
Apply for Employer Insurance

Apply for a Student Loan





# Authentication

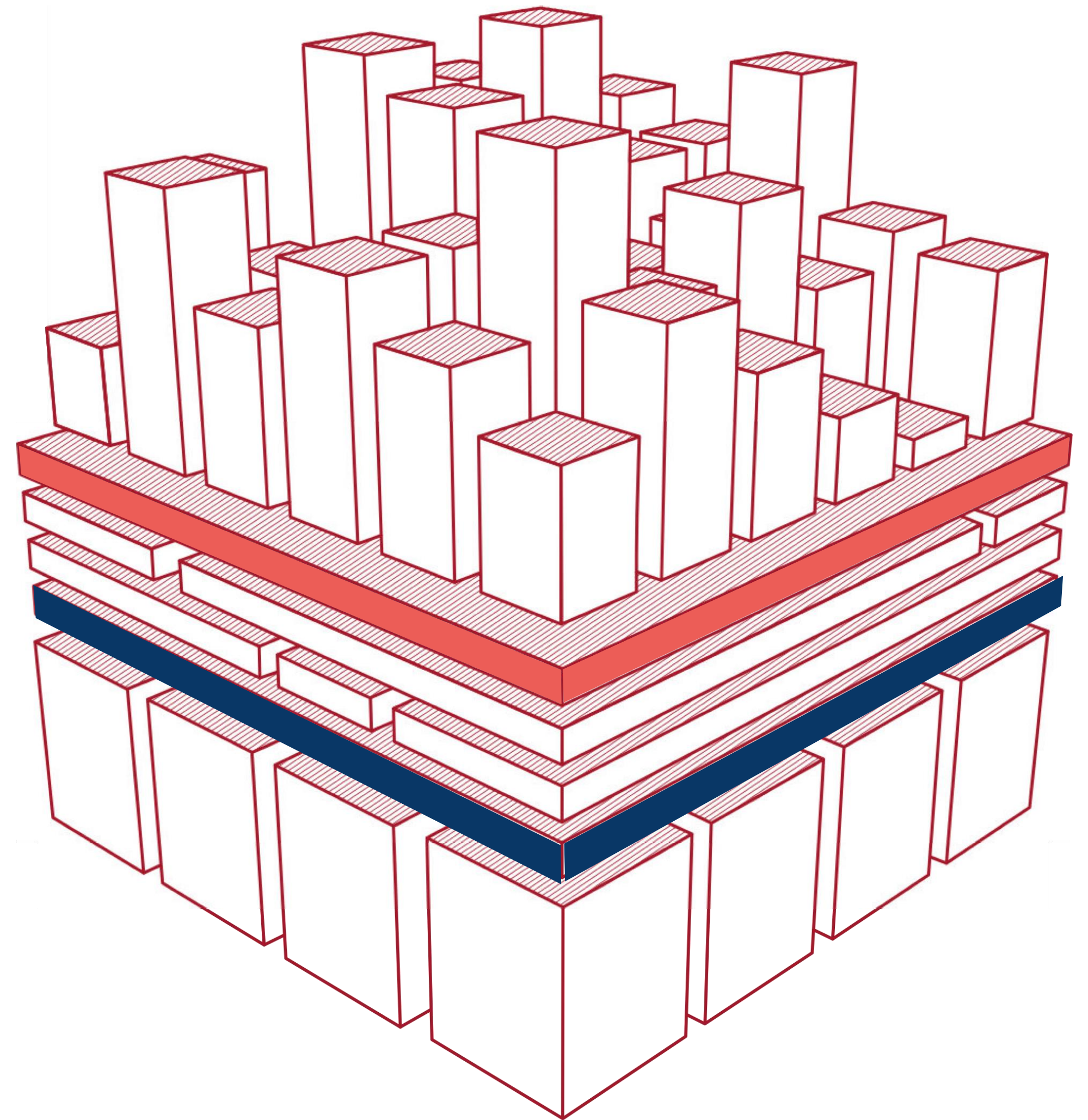
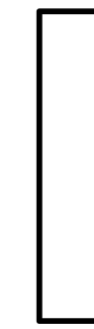




# Authentication



# Payments





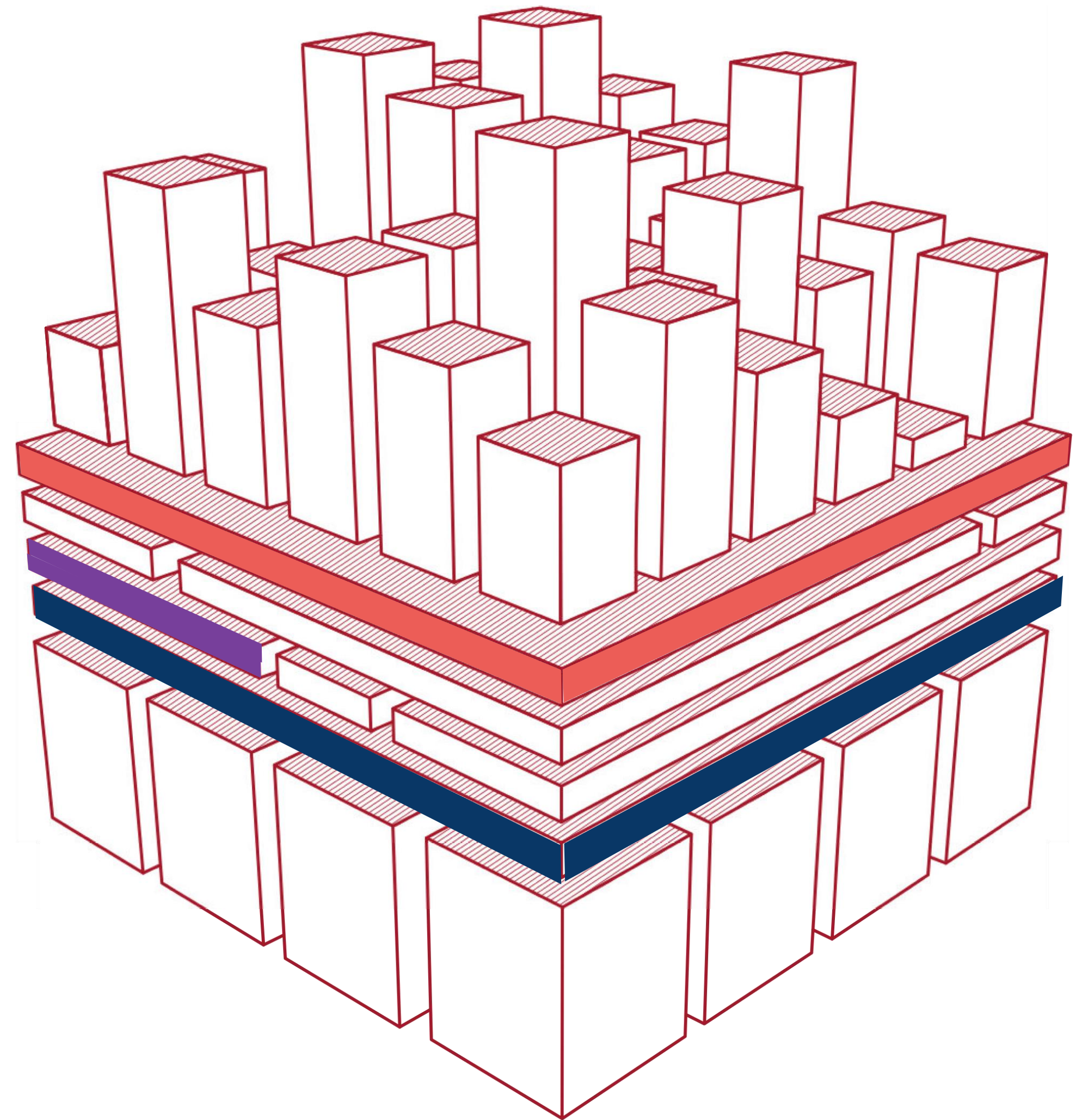
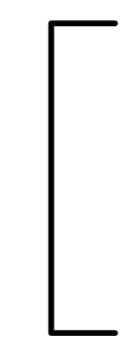
# Authentication



# Payments



# Data Exchange





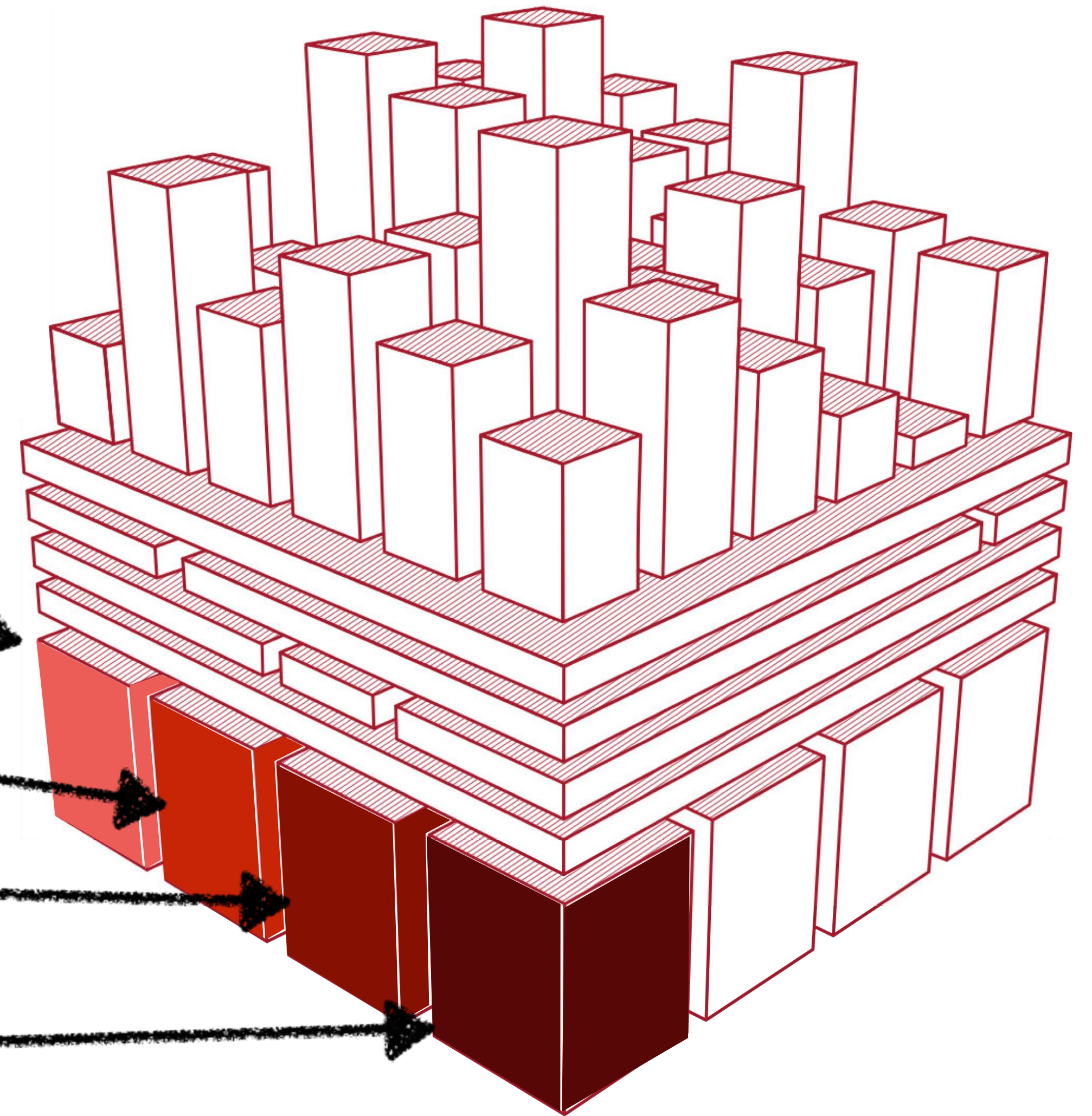
# Data (Registries)

Unique Identifier

Vehicle Registry

GIS Data

Healthcare Records

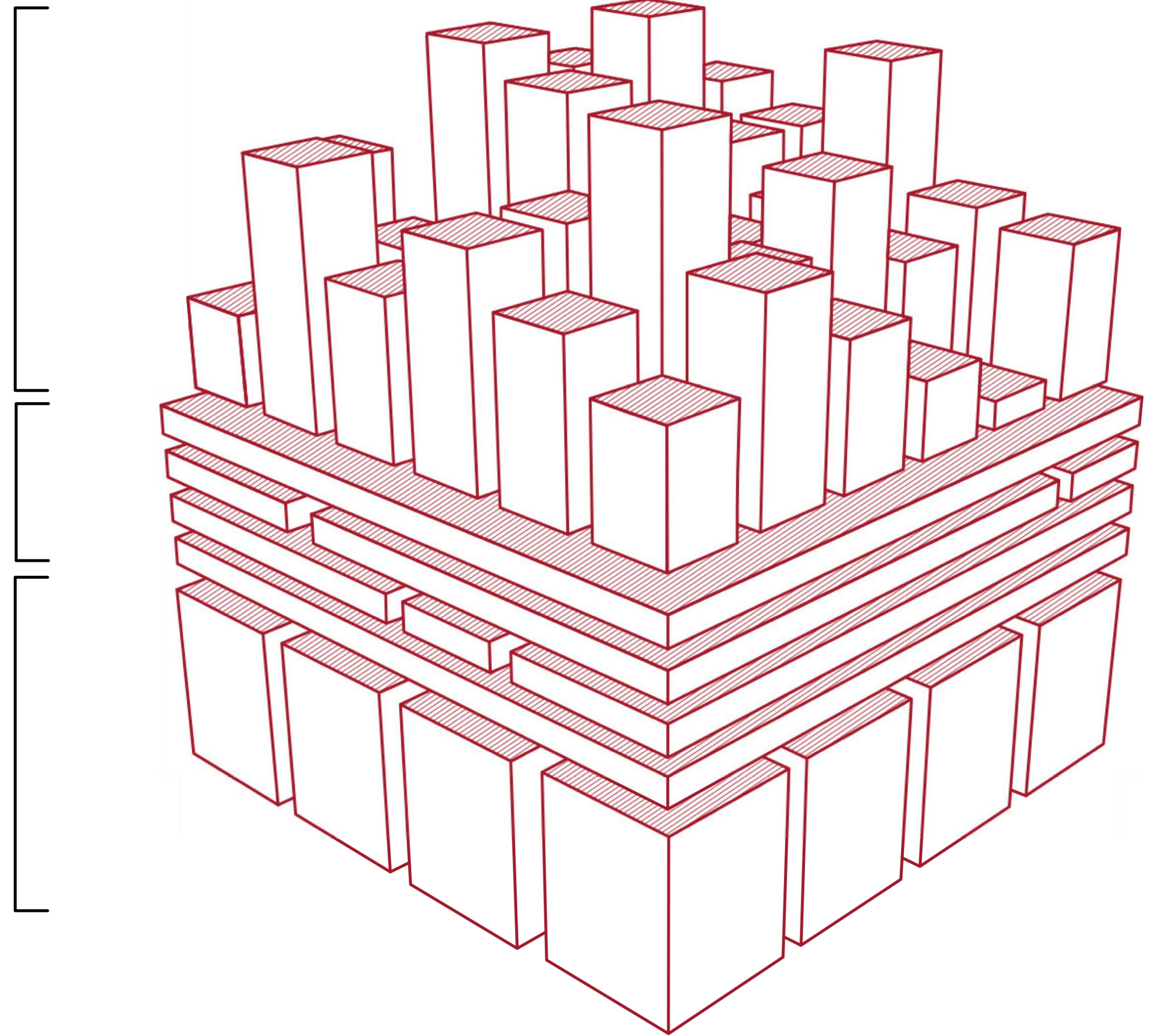




# Services

# Components

# Data

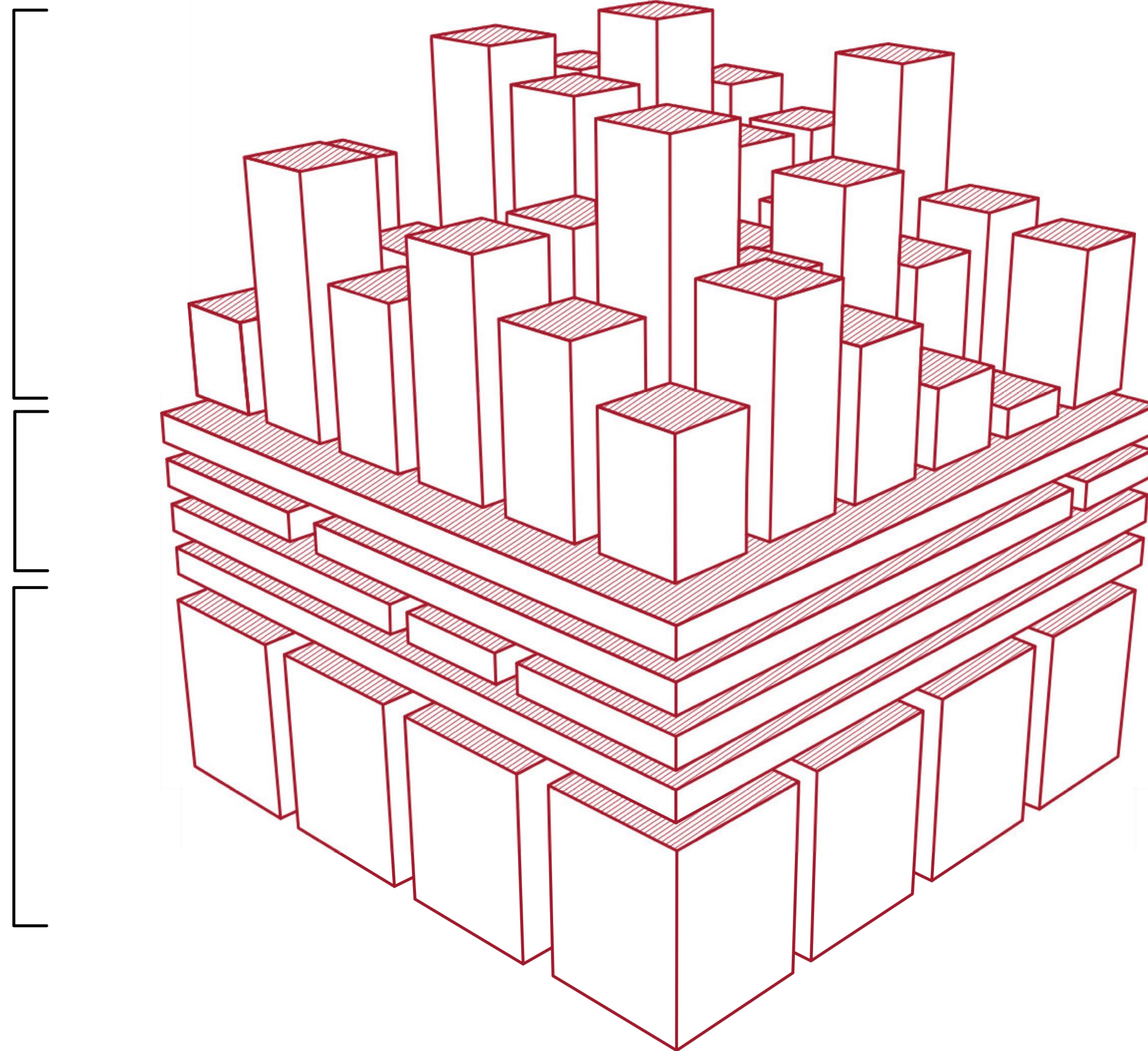




**High Variability**

**Stable Interfaces**

**Low Variability  
(Core)**



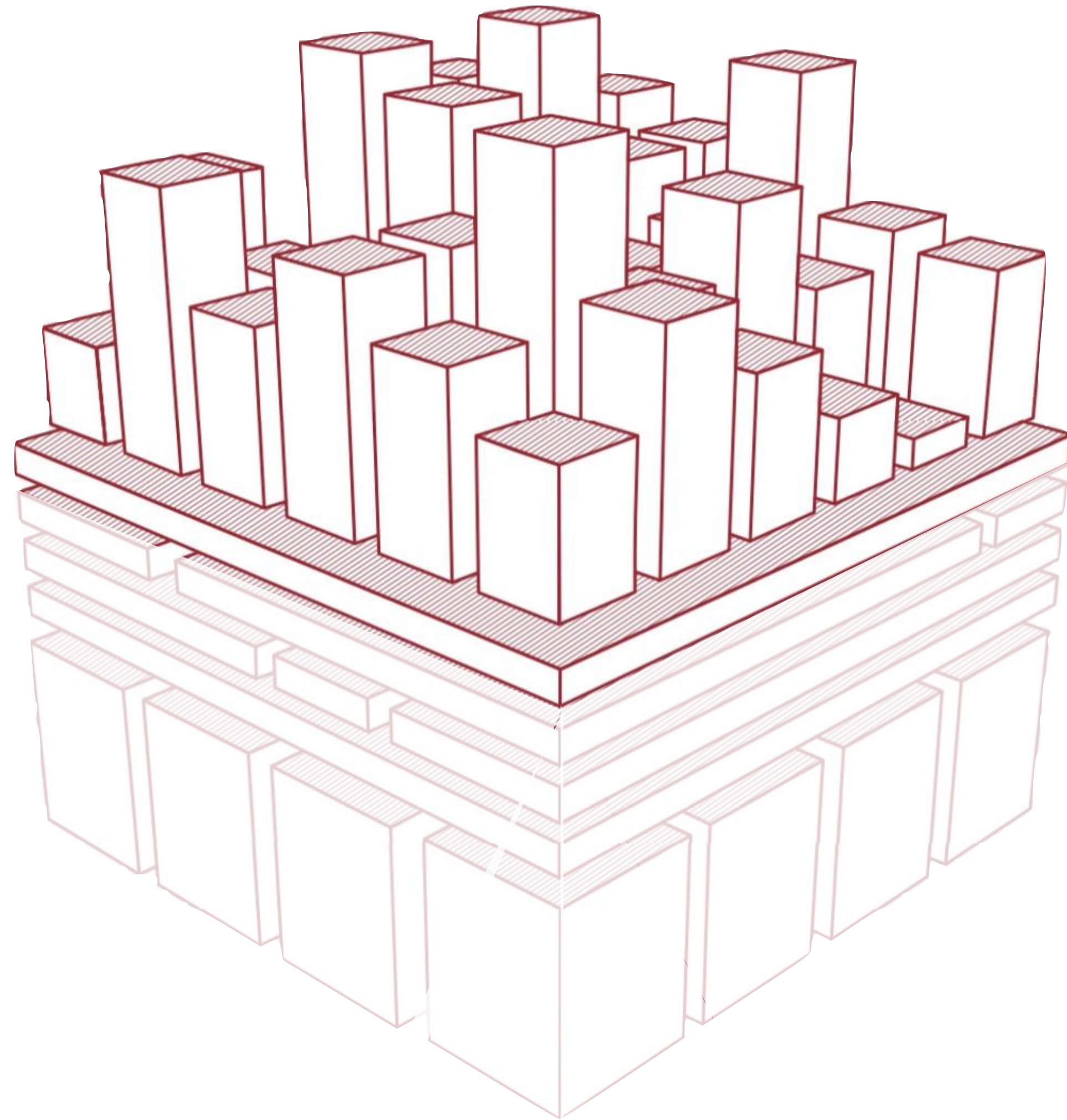


**Digital public infrastructure (DPI) are **society-wide, digital capabilities** that are **essential to participation** in society and markets as a citizen, entrepreneur, and consumer in a digital era. Because it is essential, public institutions should **guarantee** that DPI is **inclusive, foundational, interoperable, publicly accountable.****

**DPI can be a powerful  
driver for  
transformation**

# Come in High

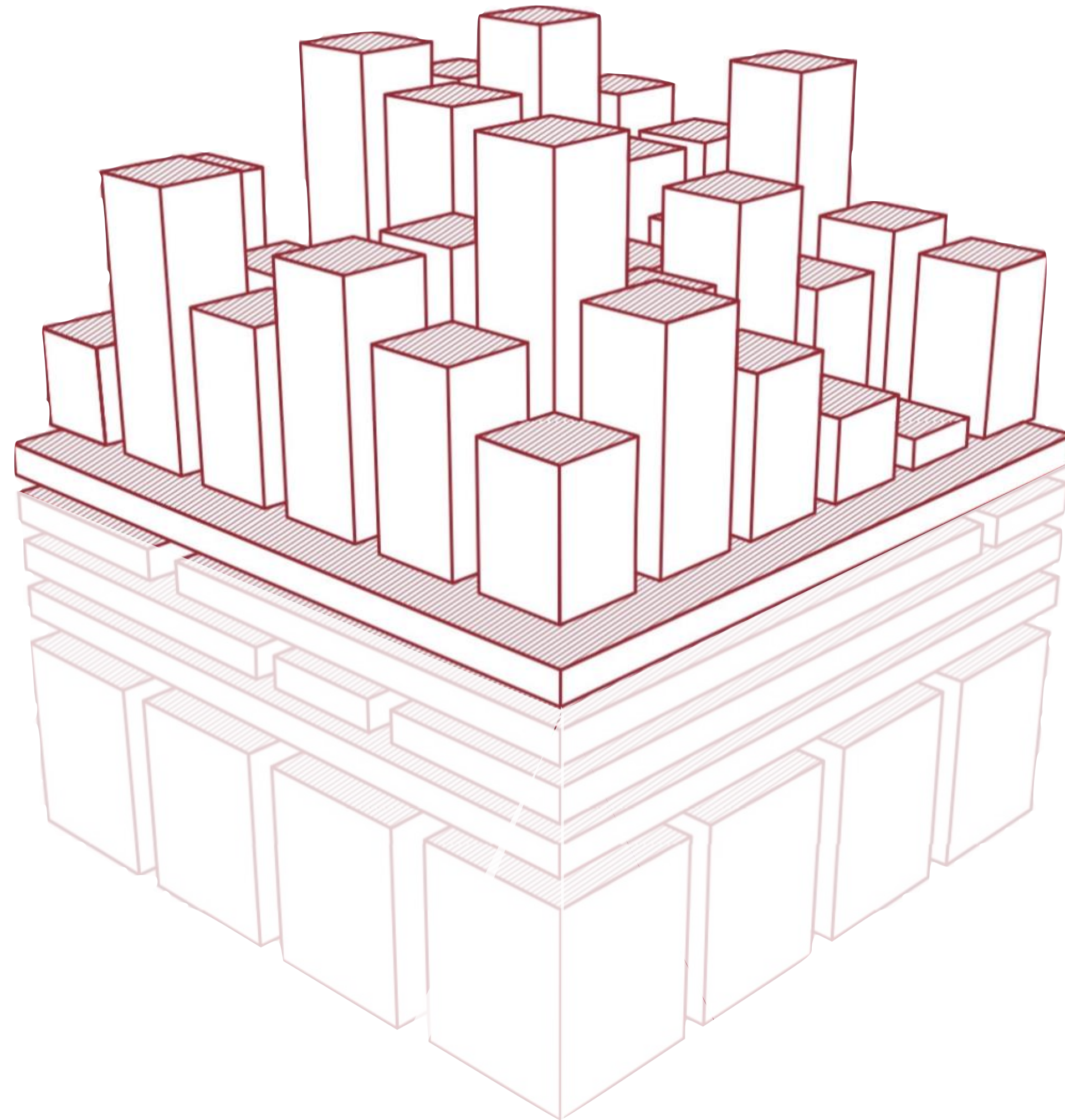
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# Come in High

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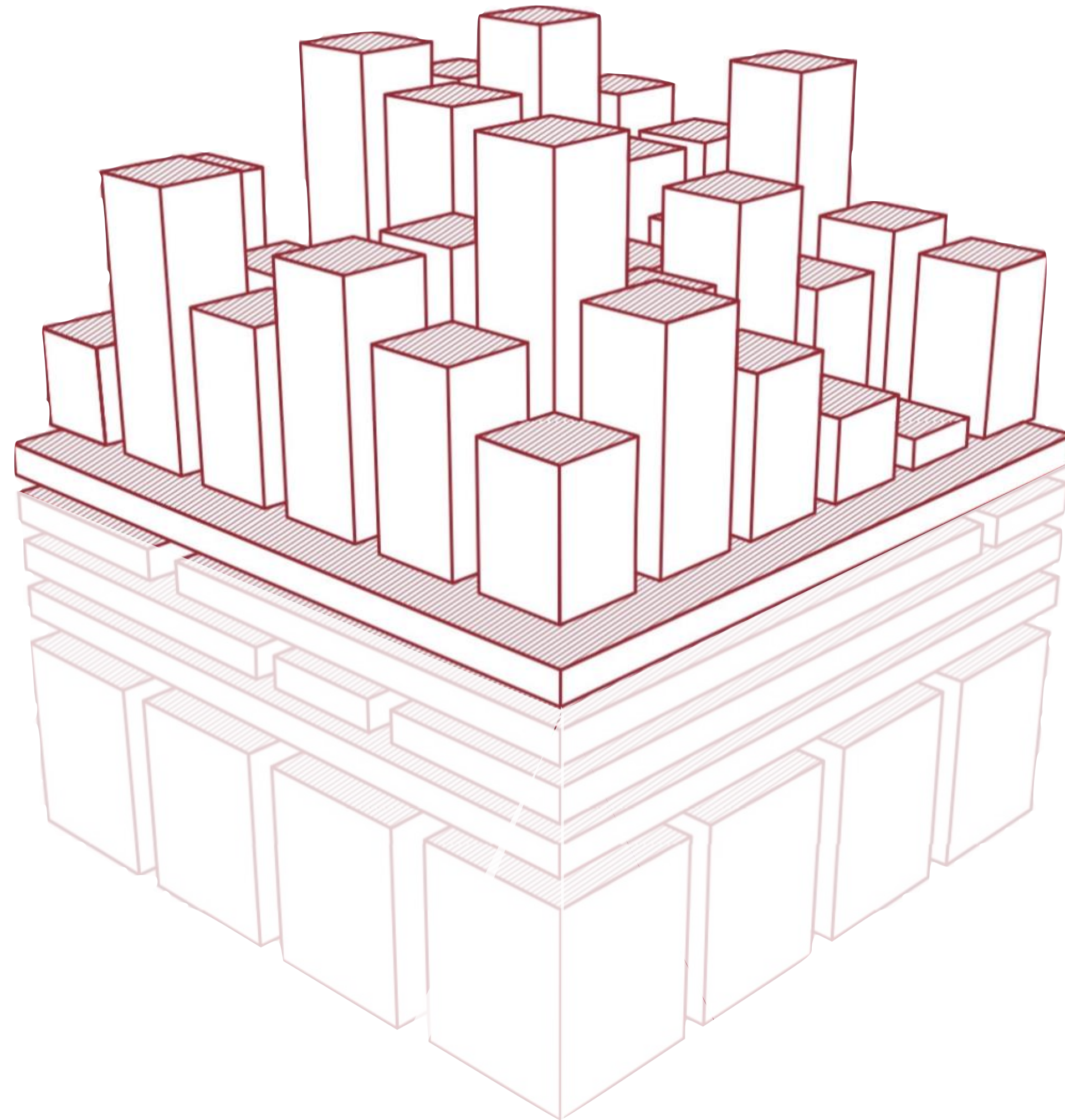
**GOV.UK**



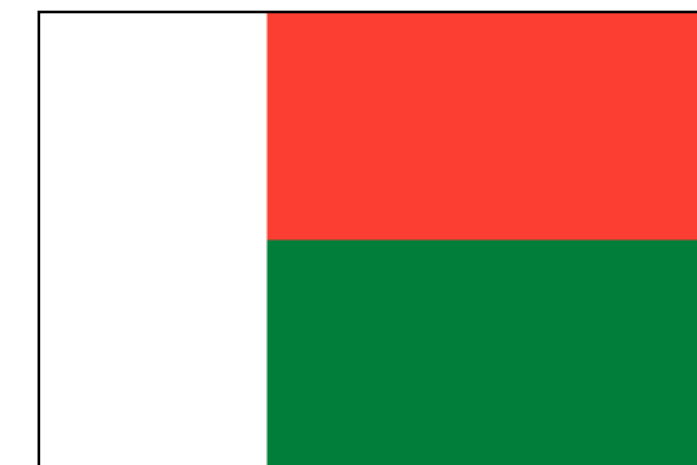


# Come in High

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**GOV.UK**

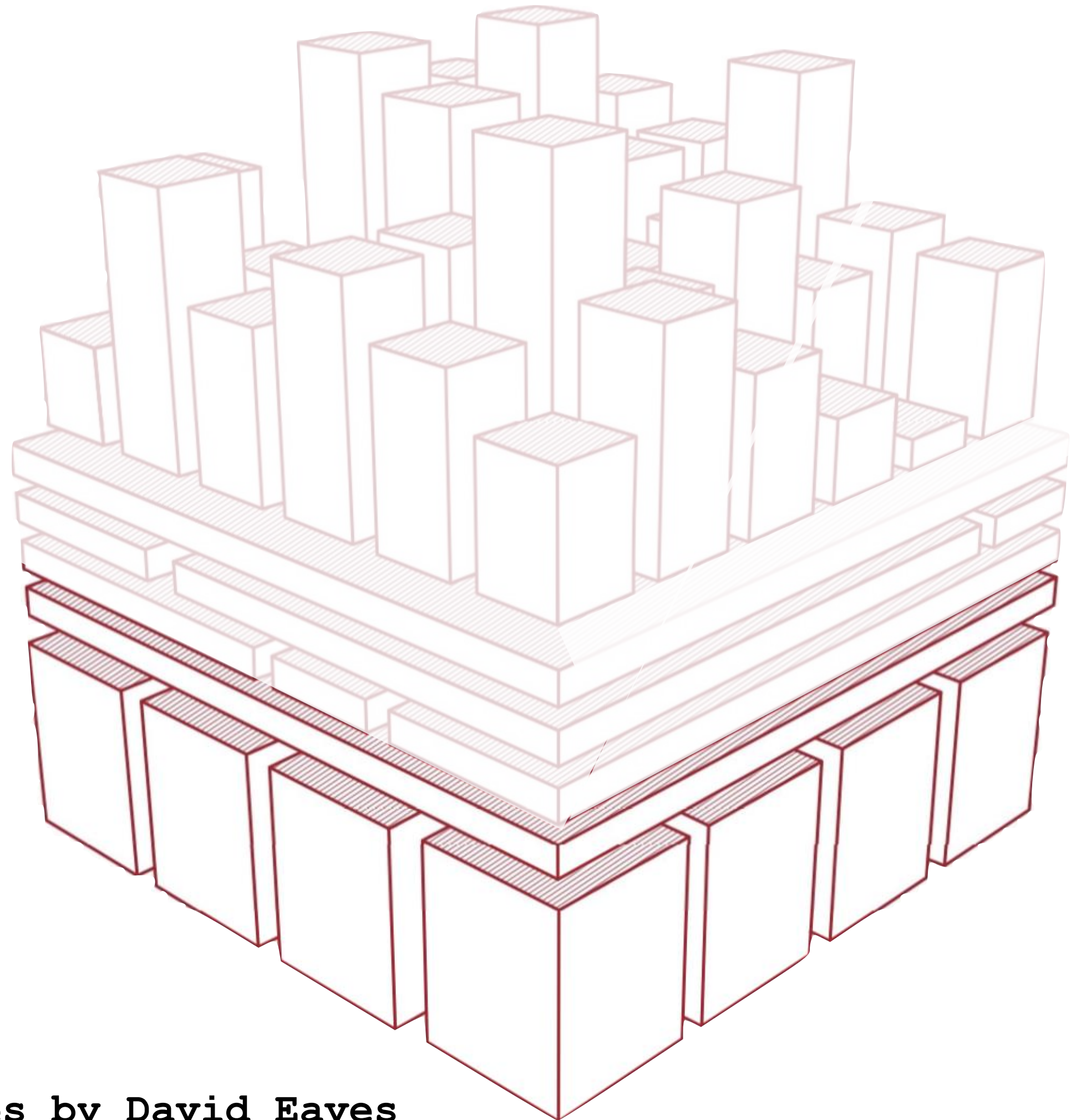


**Madagascar**



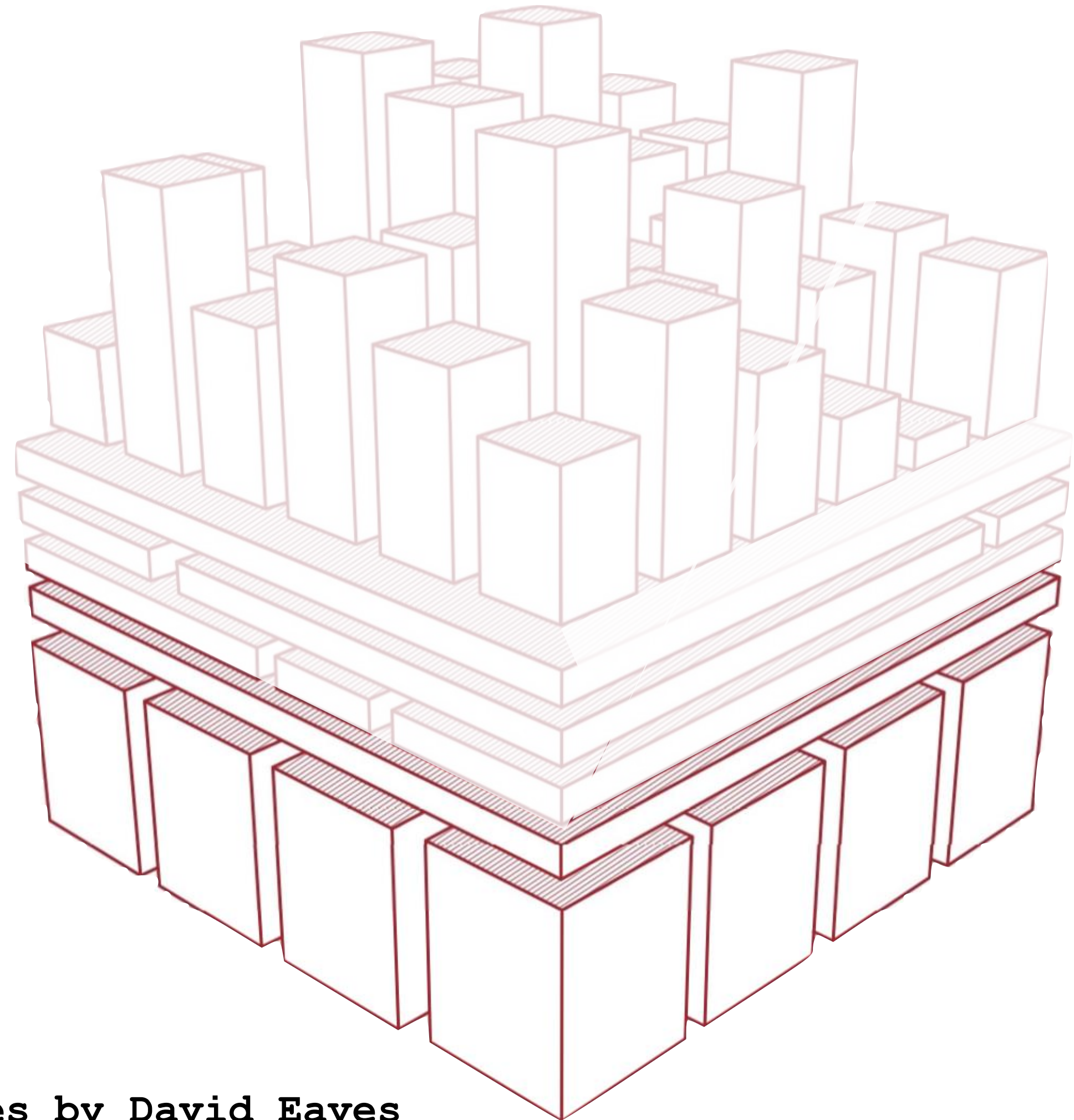
# Come in Low

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# Come in Low

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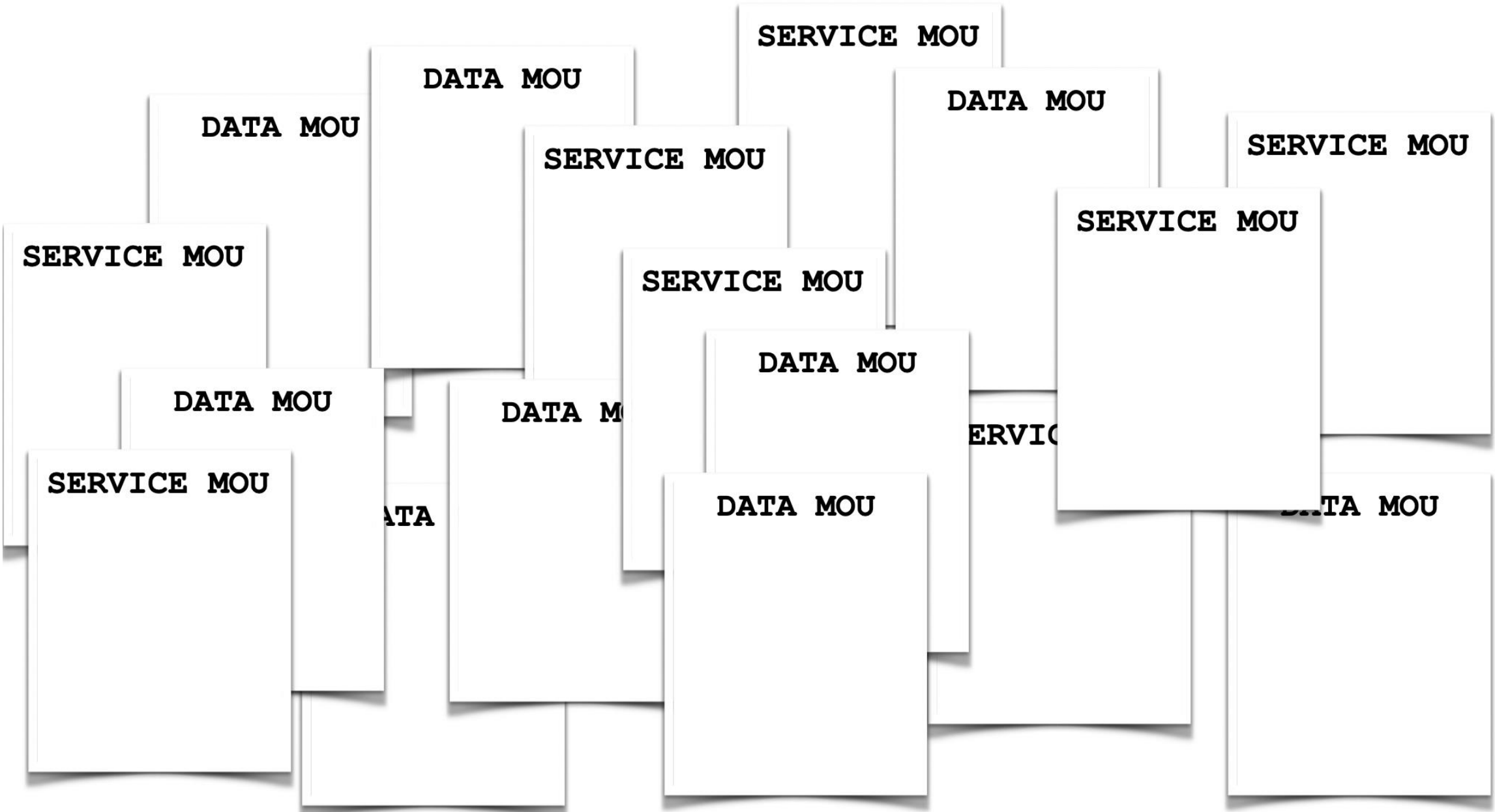
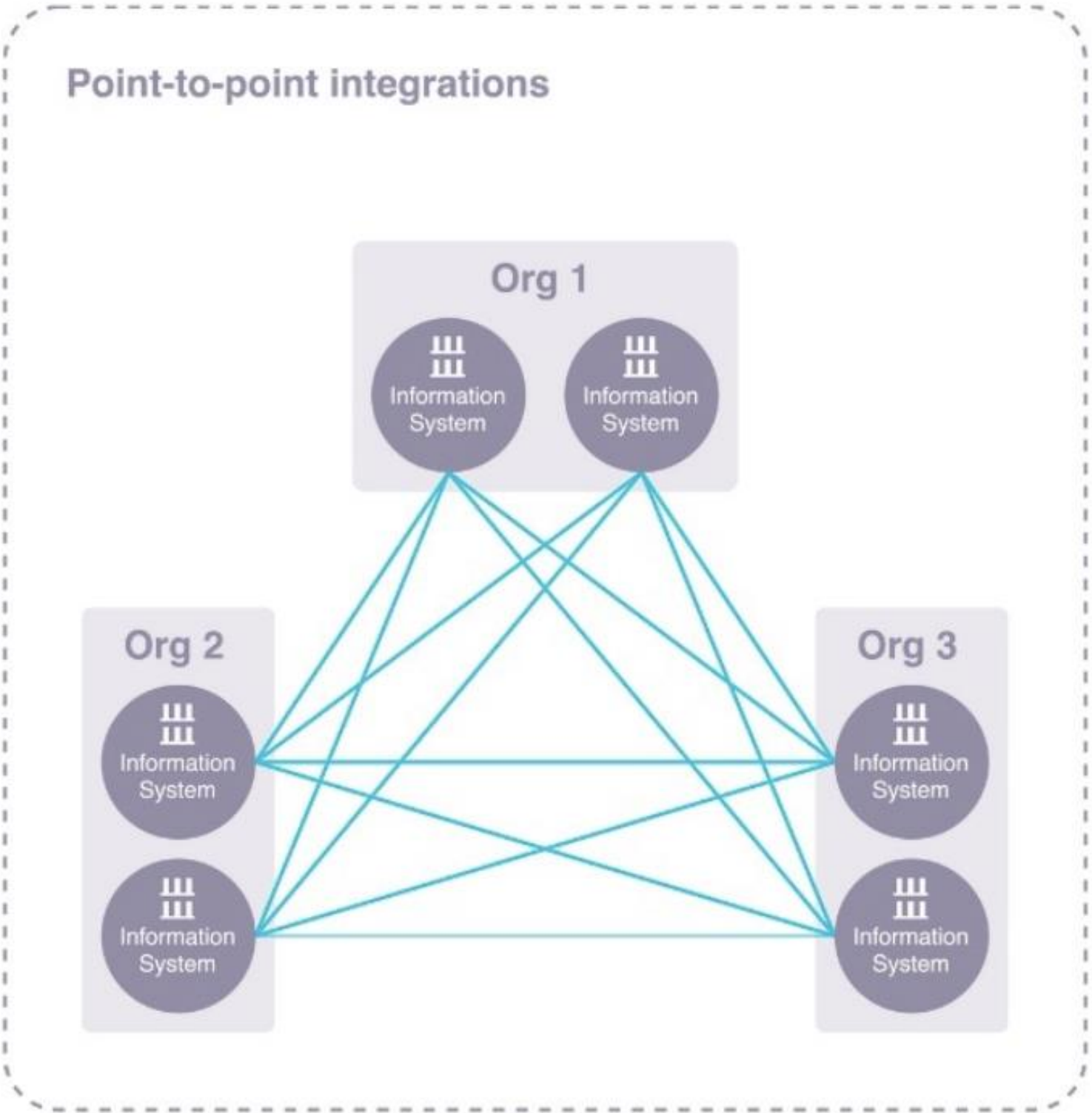


e-Estonia.com  
The Digital Society





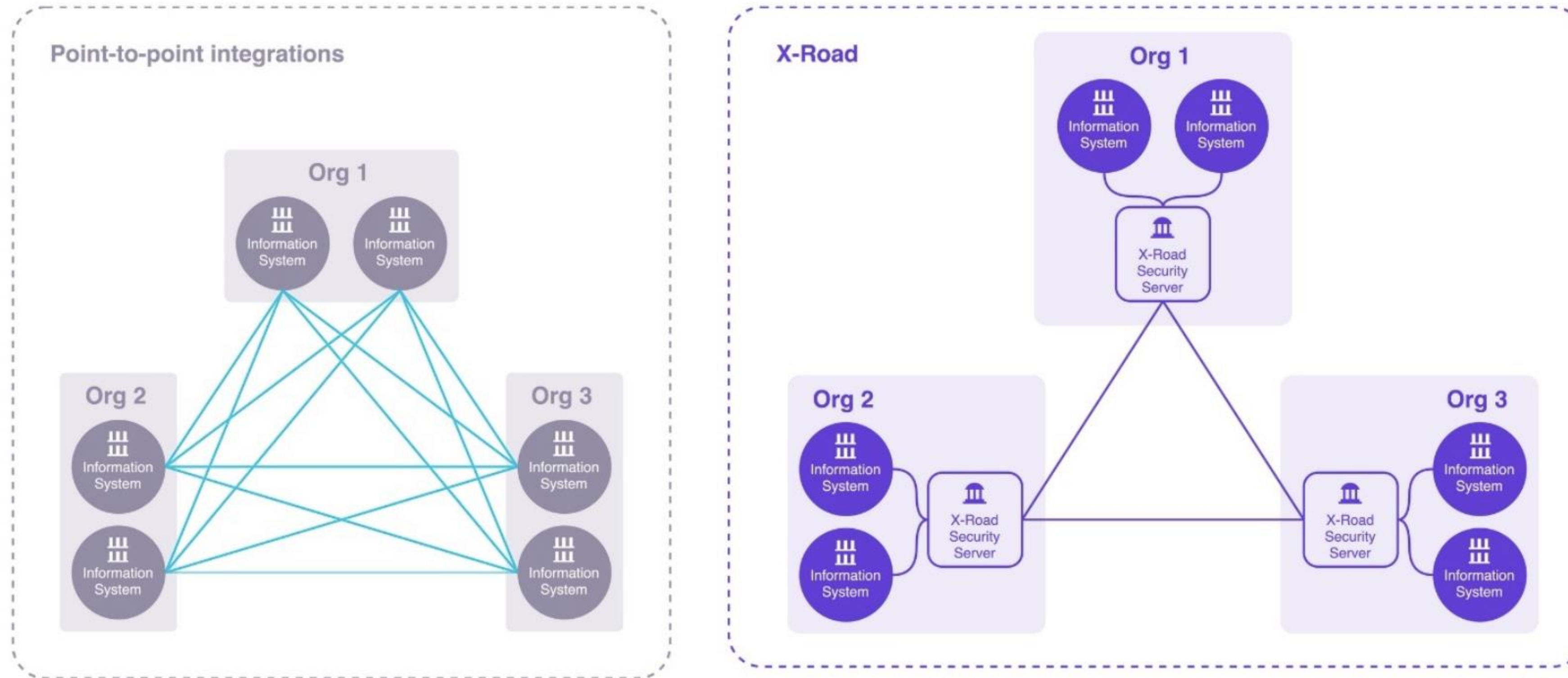
# Come in Low



# Come in Low



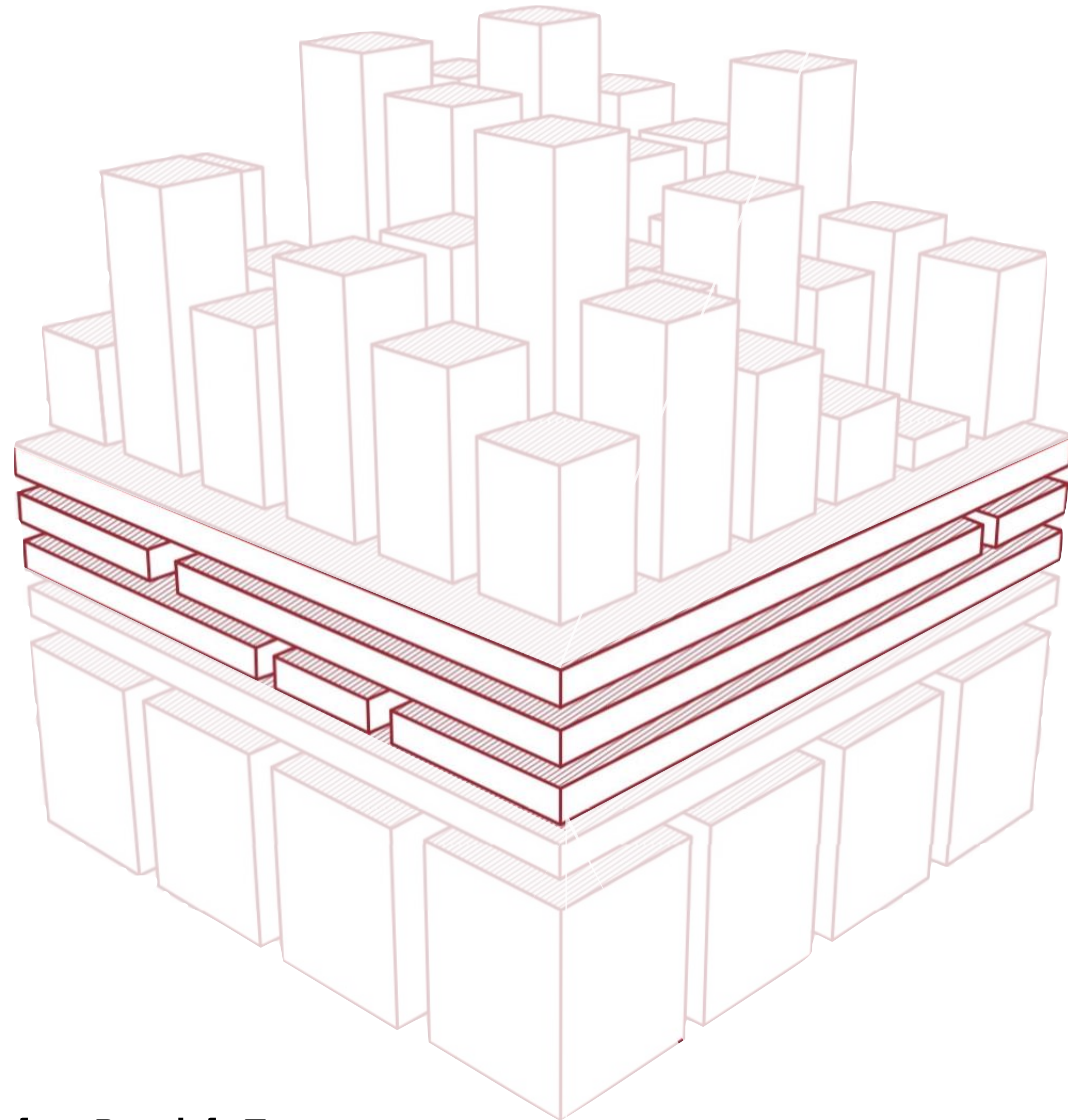
## X-ROAD VS POINT-TO-POINT





# Components First

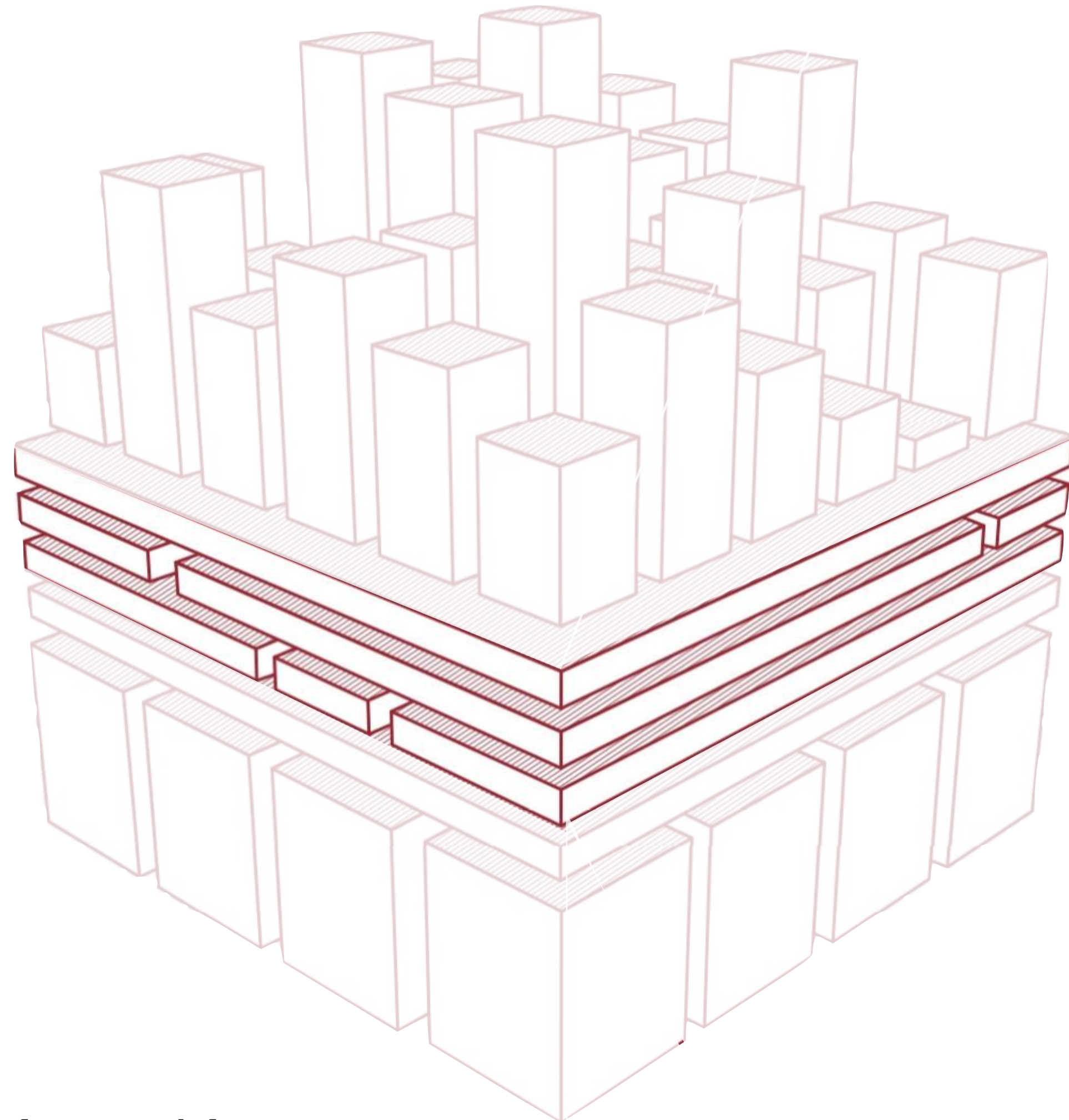
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# Components First

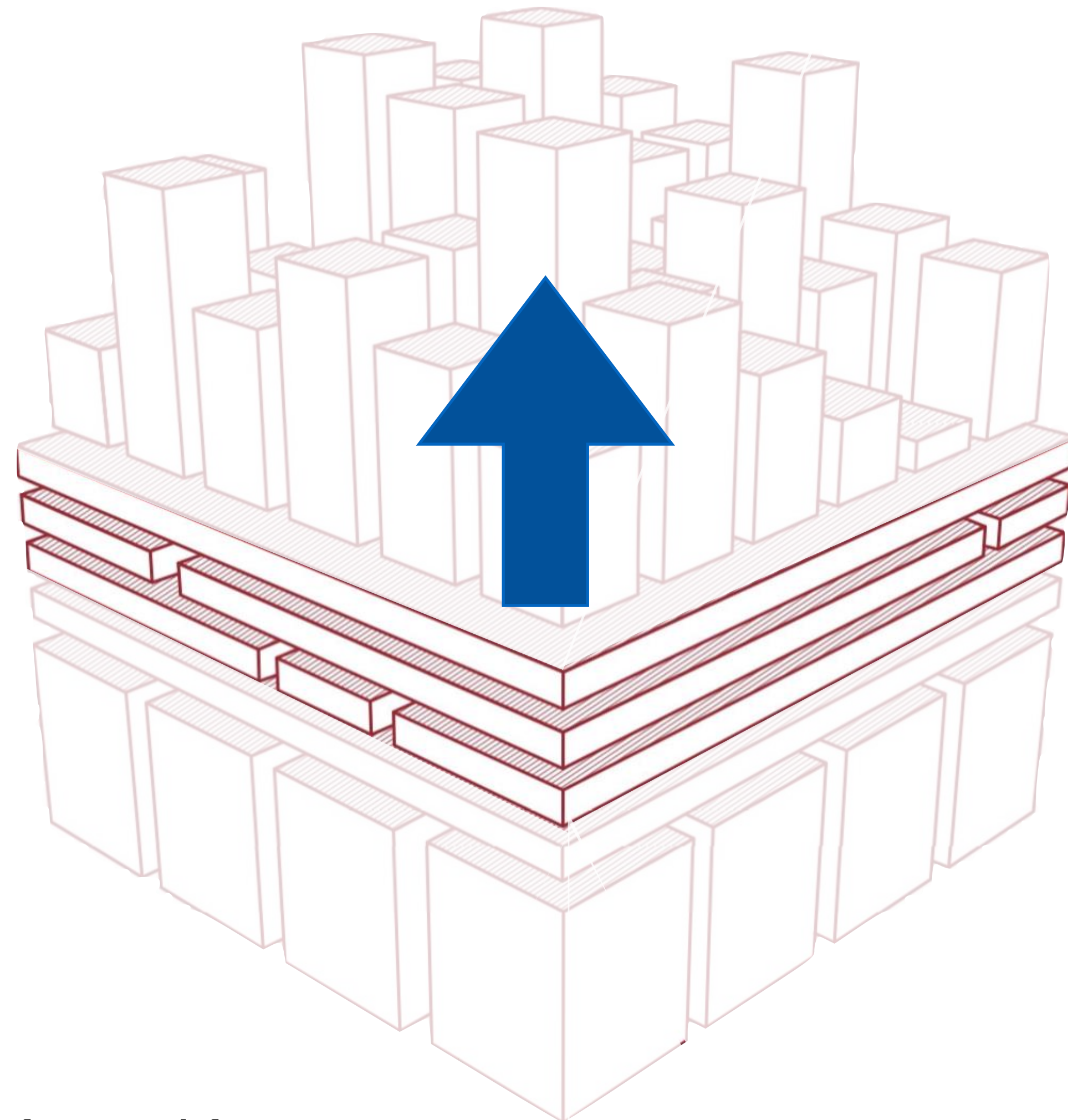
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# Components First

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**Improve government and private sector services by making it simpler**

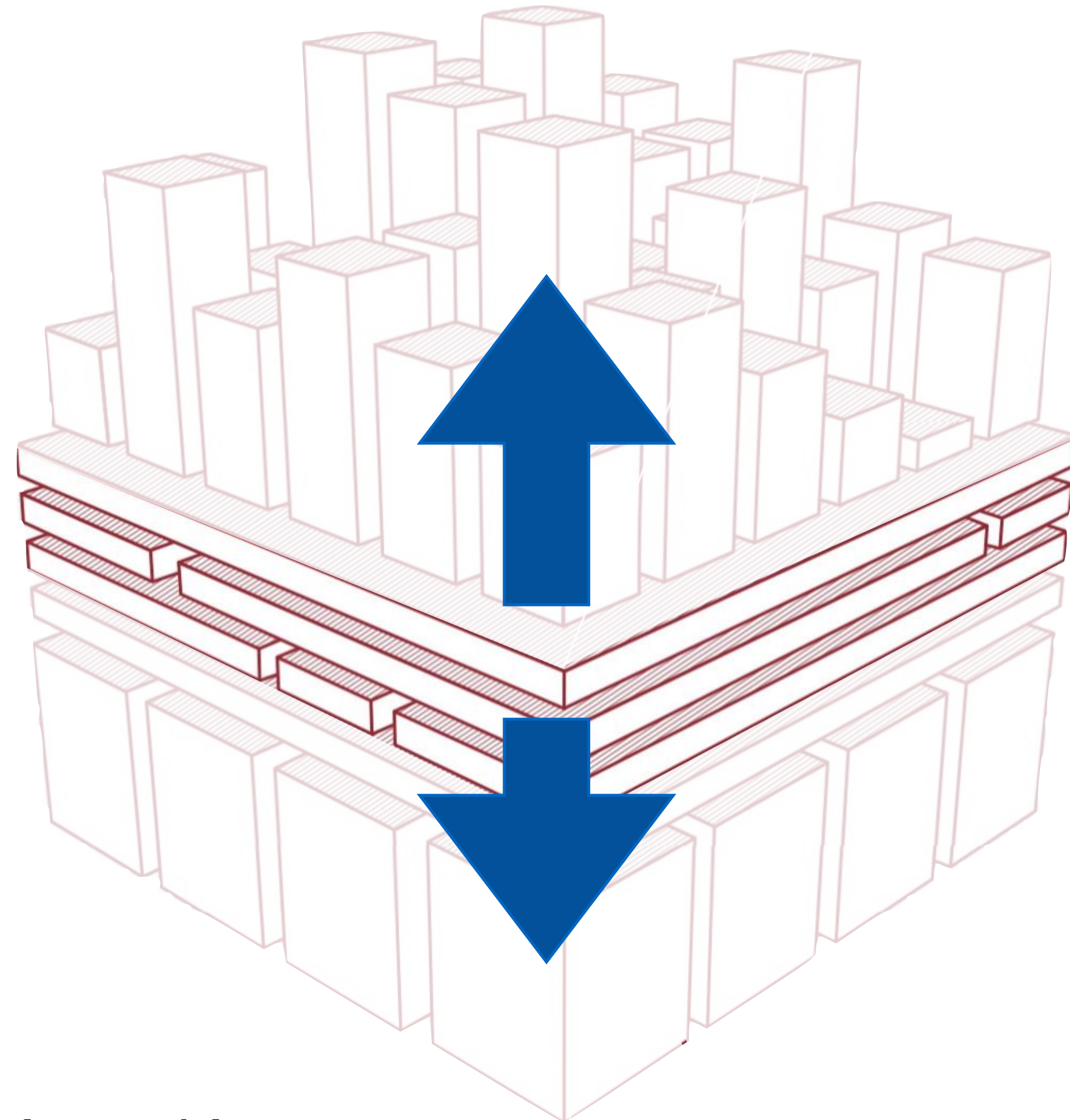


**Improve government and private sector services by making it simpler**



# Components First

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**Improve government and private sector services by making it simpler**



**Using Unique IDs to organise government data**



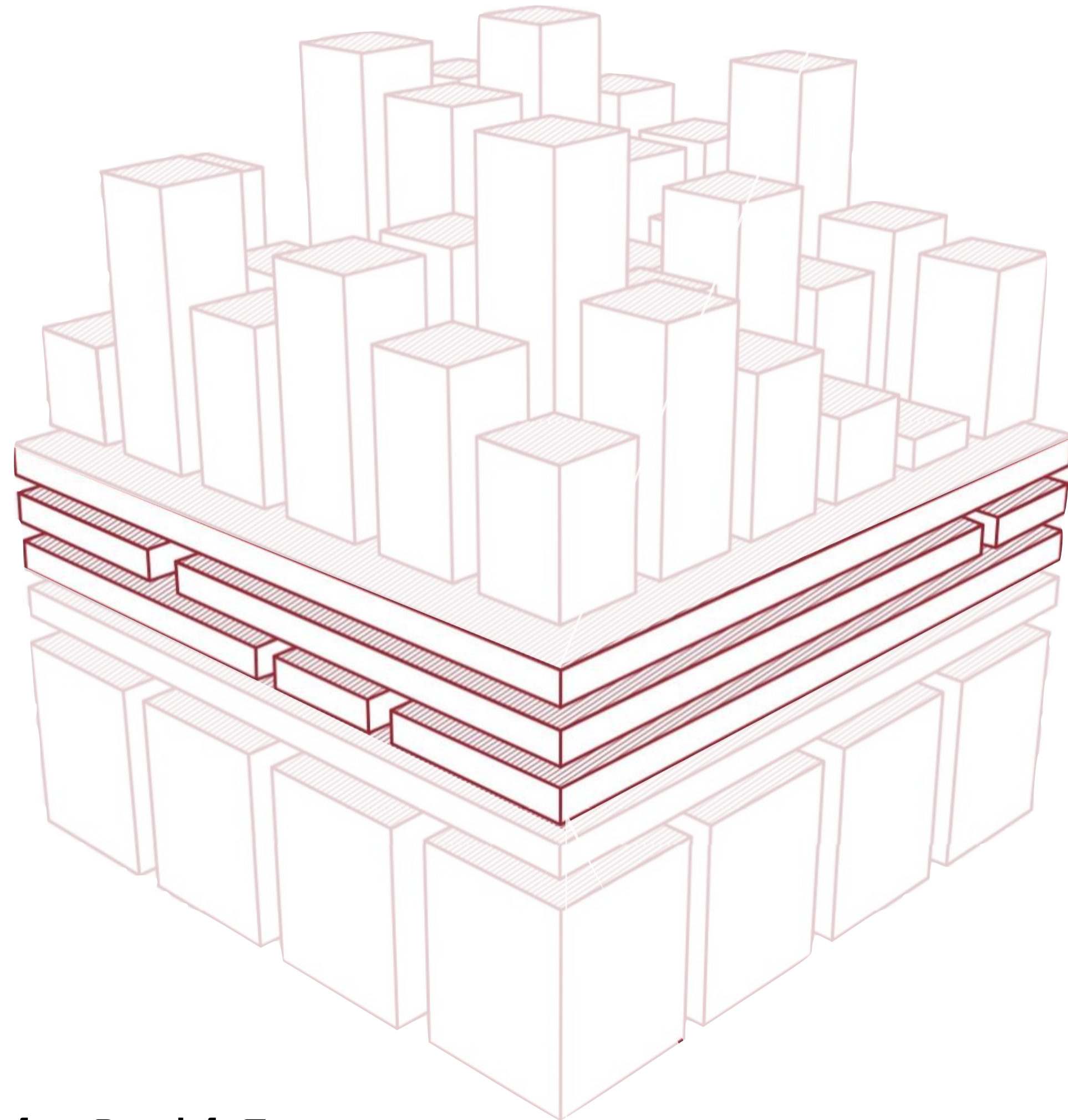
# **<3> Policy and Technology Challenge**

The tech will be easy.  
The **governance** will be  
hard.

# Technology

# Policy

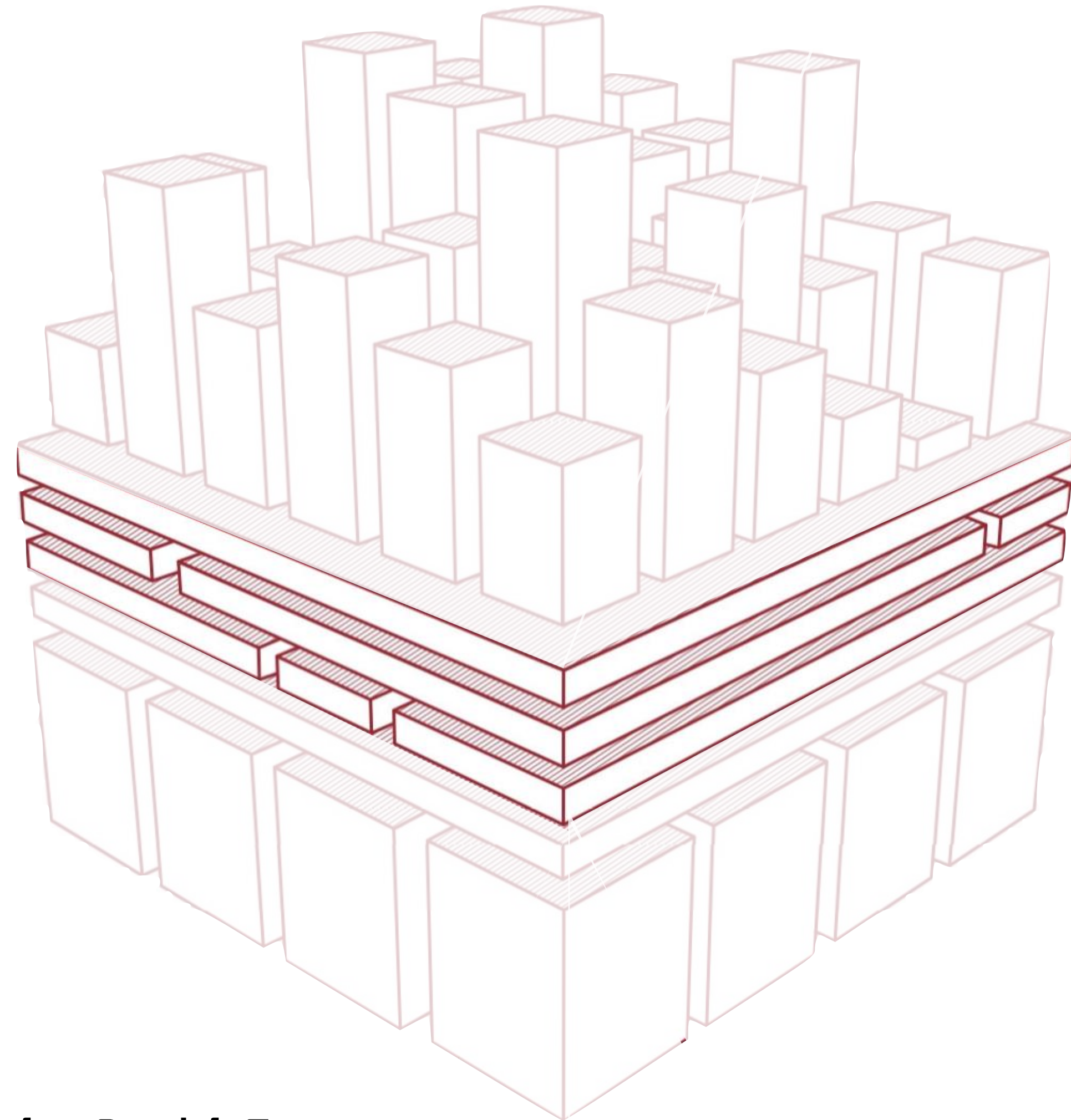
**Who owns operations of shared services?**





# Technology

# Policy



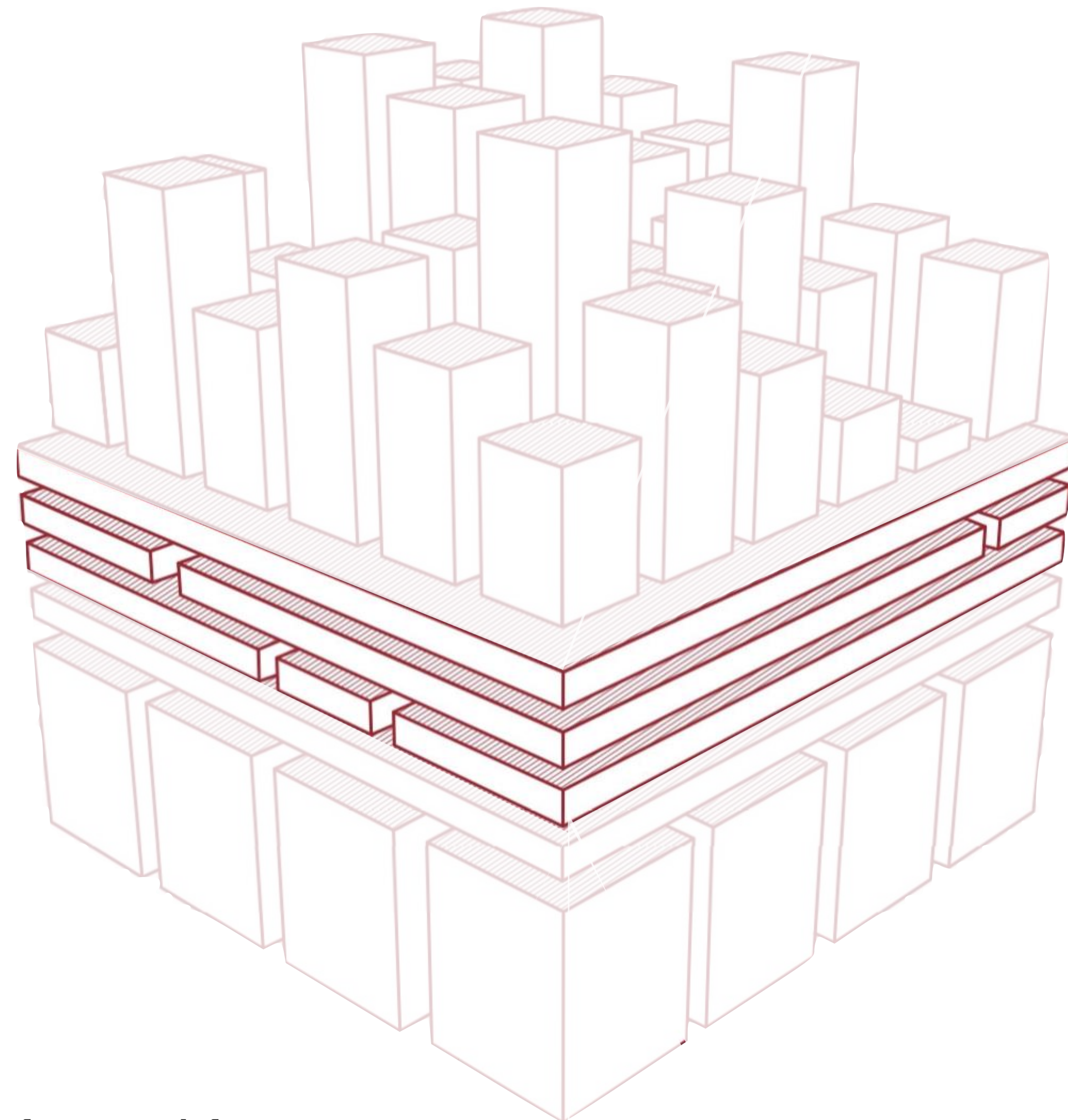
**Who owns operations of shared services?**

**Who enforces compliance and standards?**



# Technology

# Policy



**Who owns operations of shared services?**

**Who enforces compliance and standards?**

**Supporting Privacy/Security Legislation?**

**Who is accountable for security/cyber?**

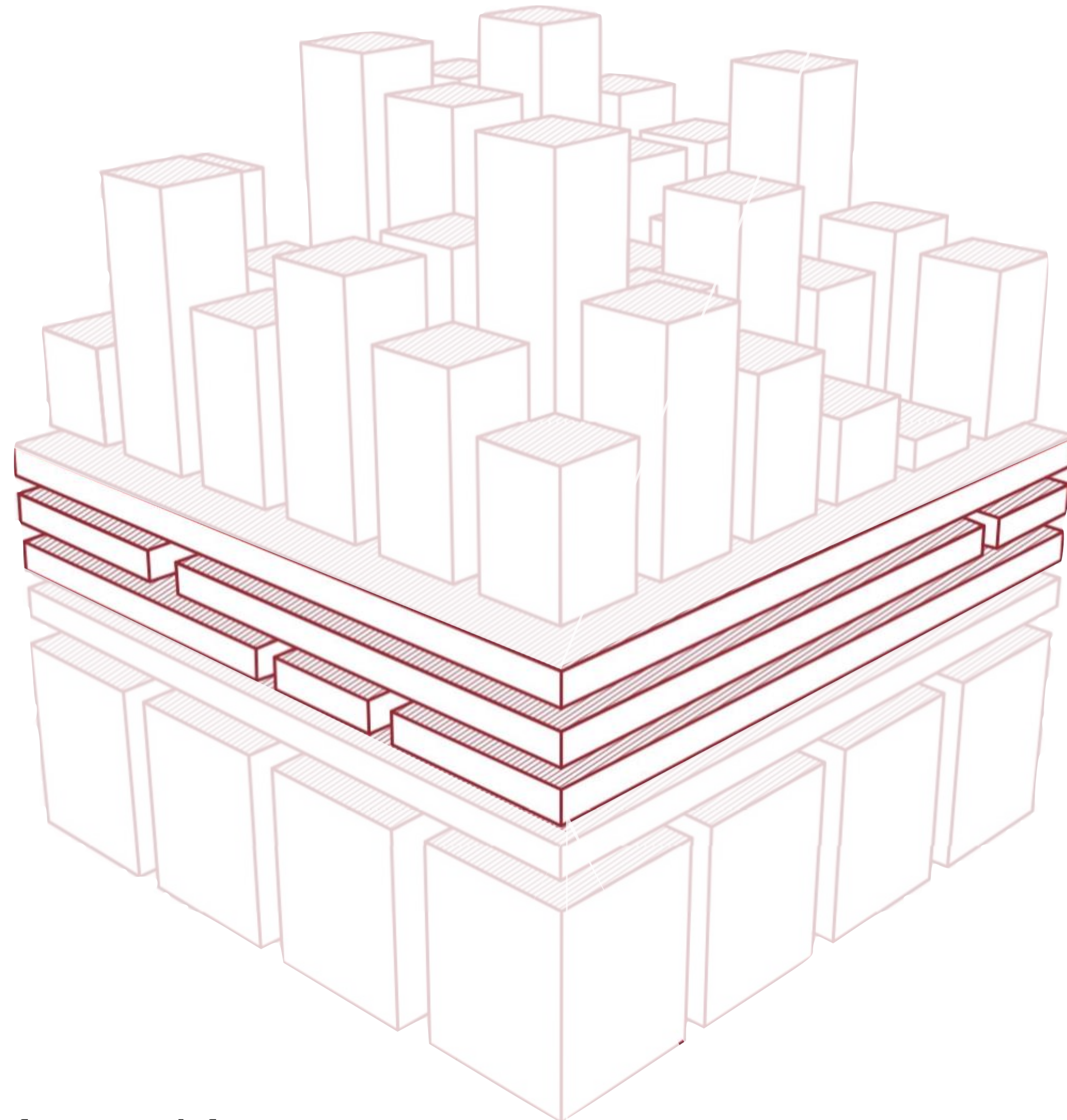
**Who is accountable for privacy?**

**Who is accountable for privacy?**



# Technology

# Policy



**Who owns operations of shared services?**

**Who enforces compliance and standards?**

**Supporting Privacy/Security Legislation?**

**Who is accountable for security/cyber?**

**Who is accountable for privacy?**

**Who is accountable for privacy?**

**Is their sufficient connectivity to ensure public access**

**Who manages remediation?**

# Governance

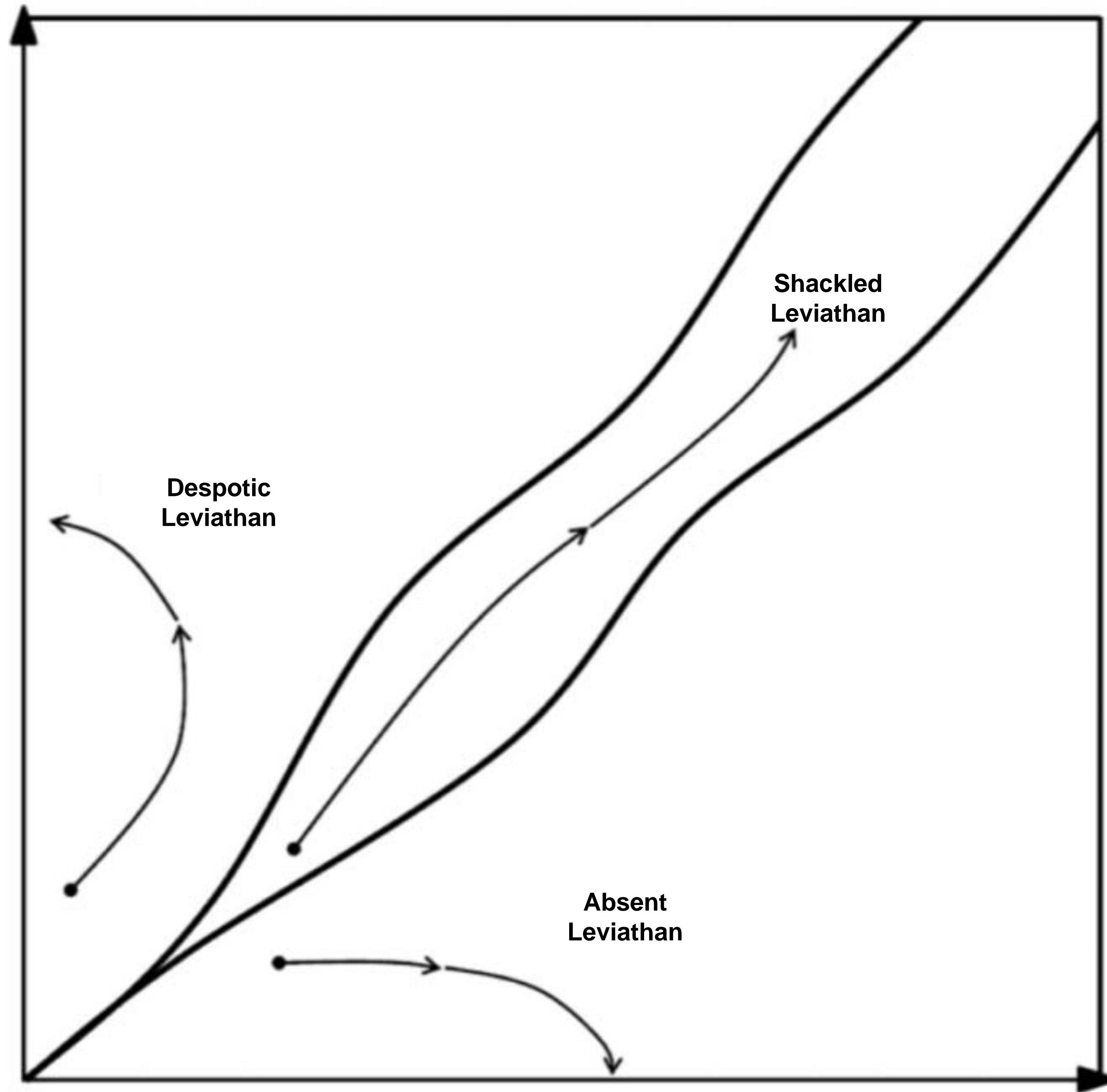


Image the Narrow Corridor by Daron Acemoglu and James A. Robinson



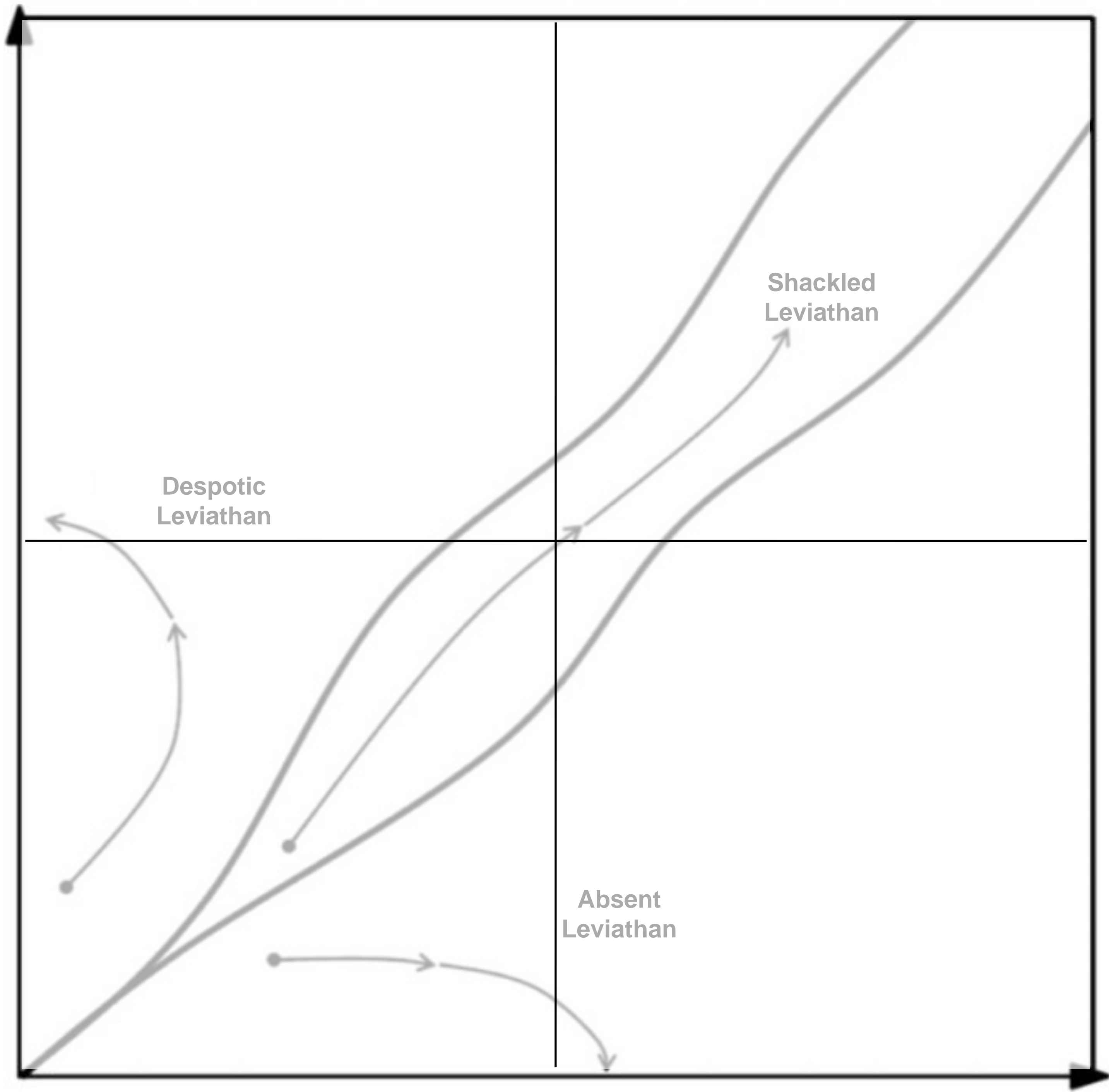


Image the Narrow Corridor by Daron Acemoglu and James A. Robinson

## The Surveillance State

Services may be efficient, but new capabilities do not emerge from society.

Despotic  
Leviathan

## Inclusive and Safe Governance

DPI create new public goods and support individual empowerment. Services are efficient and new capabilities emerge that require new governance models.

Shackled  
Leviathan

## Failure to Launch

A lack of trust in all players prevents the benefits of digital technologies being accrued by any actors.

Absent  
Leviathan

## Extractive

The increased capabilities of digital technologies are controlled by and largely benefit the private sector.

## The Surveillance State

## Inclusive and Safe Governance

You can read more on this idea and concept here.

<https://ash.harvard.edu/narrow-corridor-and-future-digital-government>

capabilities do not emerge from society.

Or here:

individual empowerment. Services are efficient and new capabilities emerge

Despotic Leviathan

### Failure to

A lack of players prevents benefits of technology accrued by



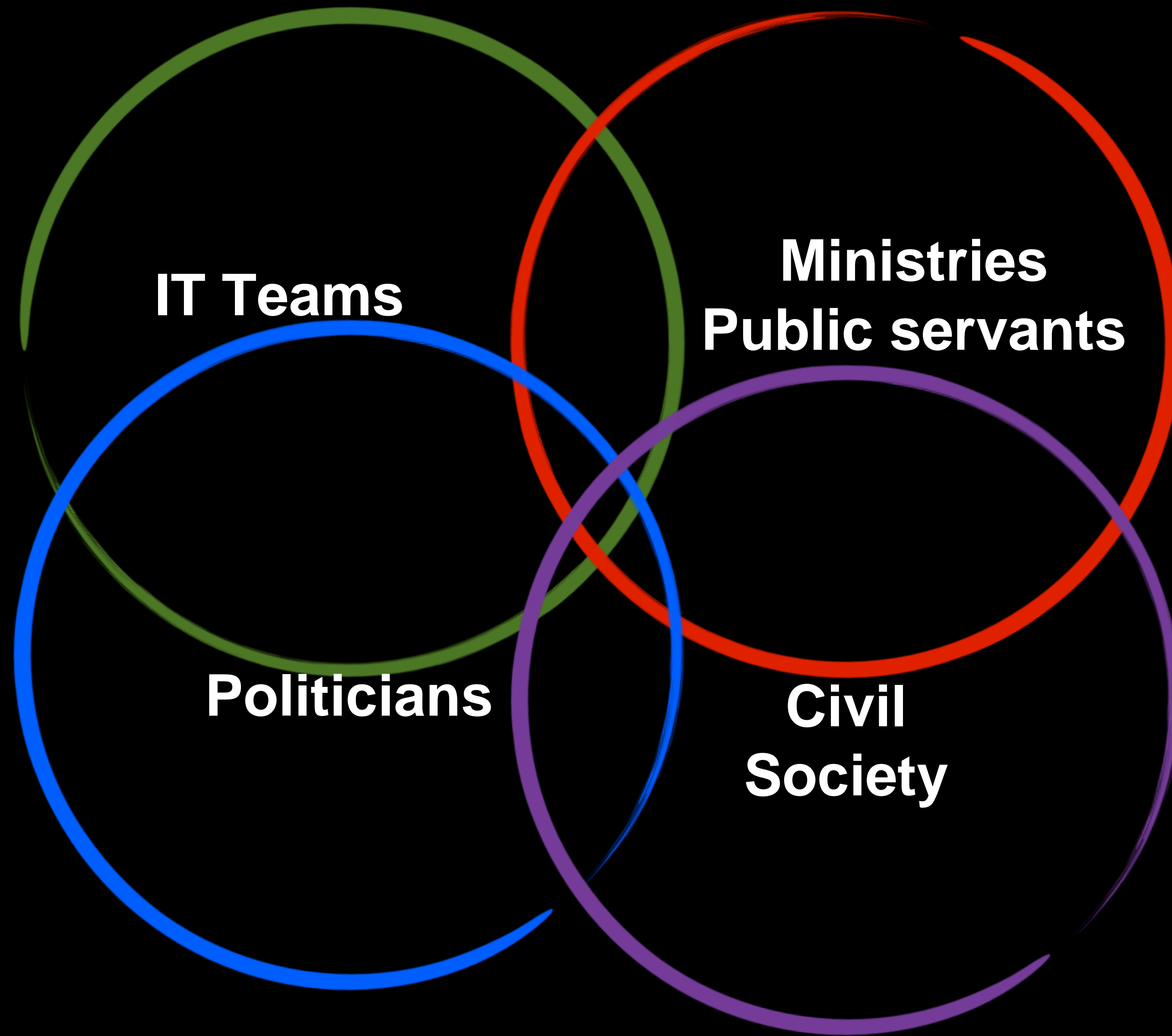
create new models.

### Active

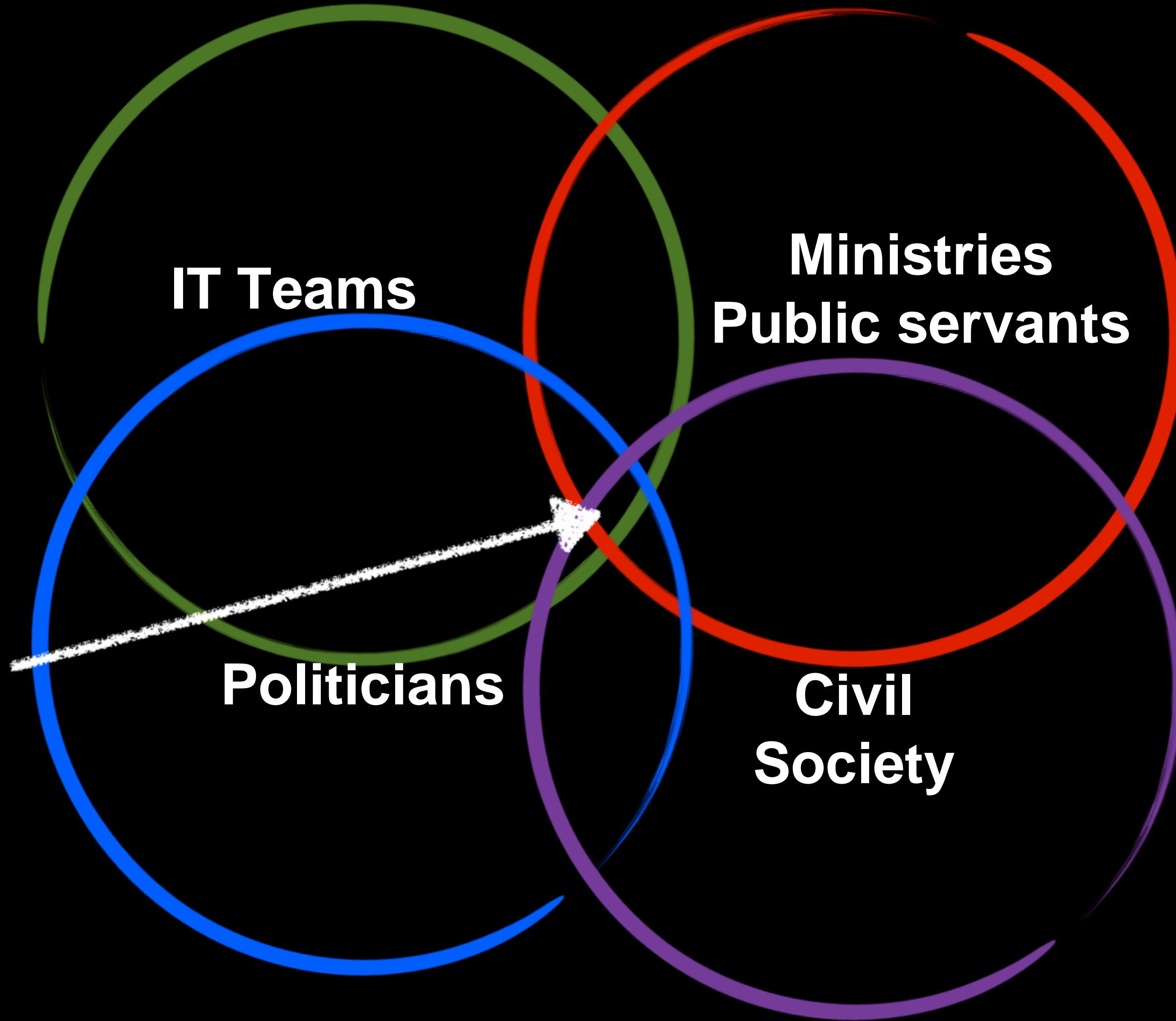
Increased benefits of digital technologies are realized by and benefit the private sector.



# Coalition Building



**Window for DPI**





**We need Hug**

**The Lawyers**

**The Politicians**

**Civil Society**

**IT Dept**

# **In Summary**

**There isn't enough Money**  
**Need New forms of Governance**  
**DPI capabilities are inevitable**  
**Coalition Building**

Institute for  
Innovation and  
Public Purpose



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**david@codevelop.fund**

**d.eaves@ucl.ac.uk**





# Some additional Thoughts

[What is Digital Public Infrastructure](#)

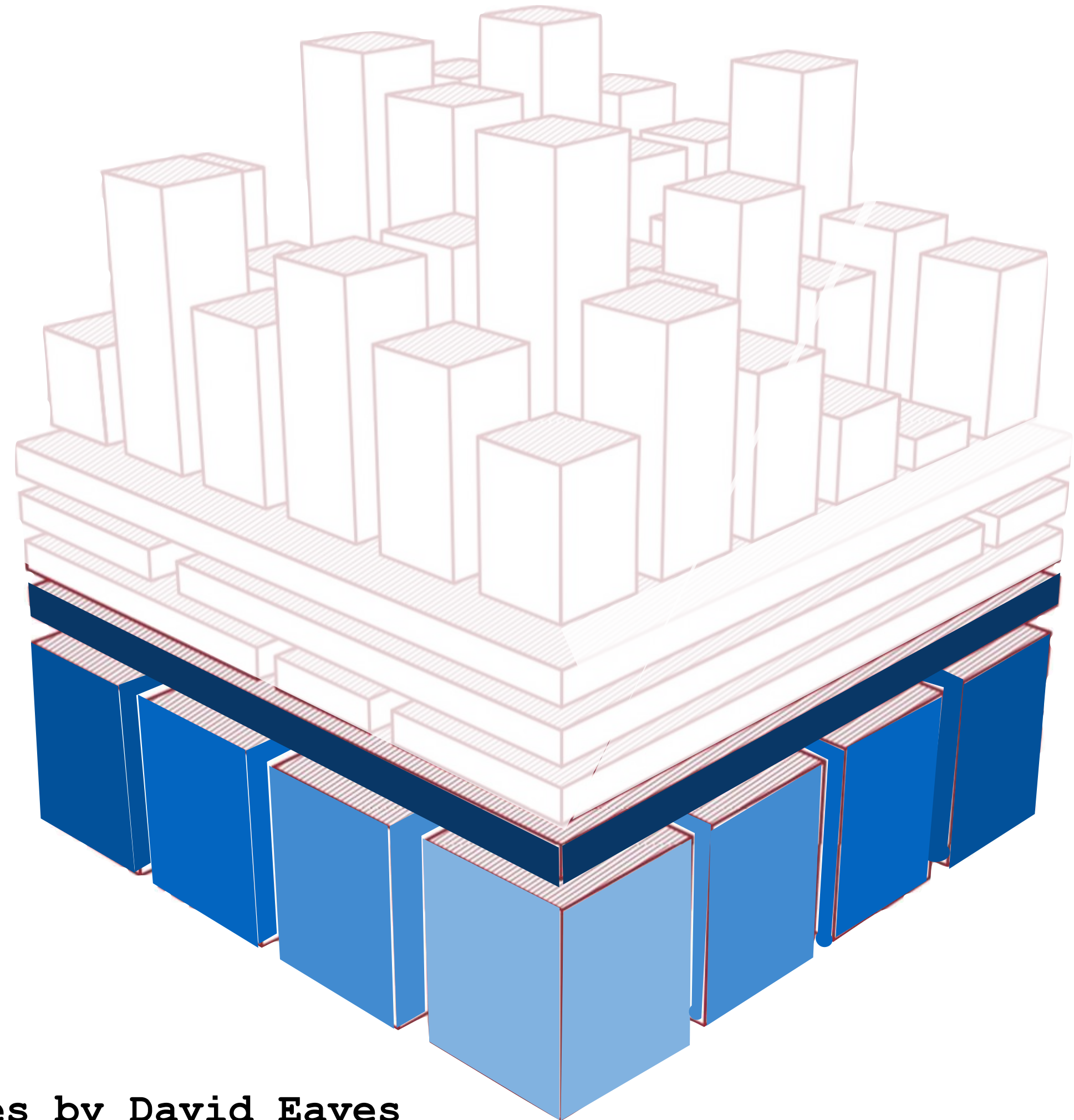
[Government as a Platform: How Policy Makers Should Think about the Foundations of Digital Public Infrastructure](#)

[Funding Digital Government Initiatives](#)

[The Digital Systems Every Country Needs to Succeed in the 21st Century](#)

# Come in Low

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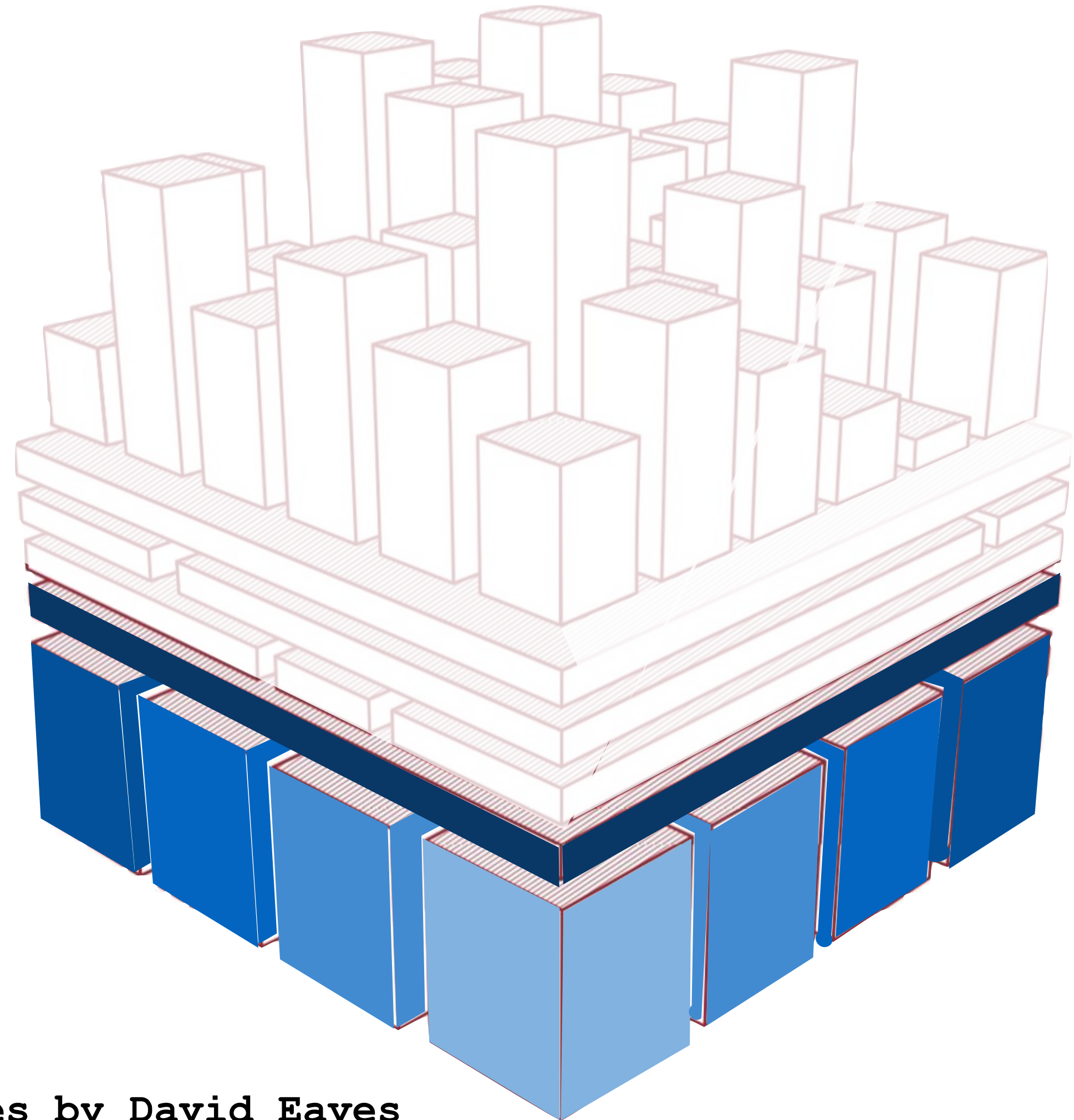


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# Come in Low

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