### Sustainability Performance Assessment of Public Sector Organizations: Implementation

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### Introduction

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  - \* With a goal of sustainability the framework is a tool that can be used by government agencies
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Top down At the organizational level At the individual level

Bottom up





### Organizational level

- \* Provide overview of research findings on how the SPS framework can work in your organization by looking at:
  - \* The effectiveness of planning (i.e. performance indicators, targets and action plans)
  - \* How consensus on key organizational process between manager and managers and politicians boosts performance
  - \* How the relationship between management innovation such as the sustainable performance assessment framework and performance management systems boosts performance

### Broad support for planning

- \* Meta-analysis in local government
- \* 14 empirical studies with statistical 138 tests
- \* Planning—performance indicators, benchmarking, targets, action plans—has a positive relationship with organizational performance

Not statistically significant 38%

Statistically significant Positive 60%

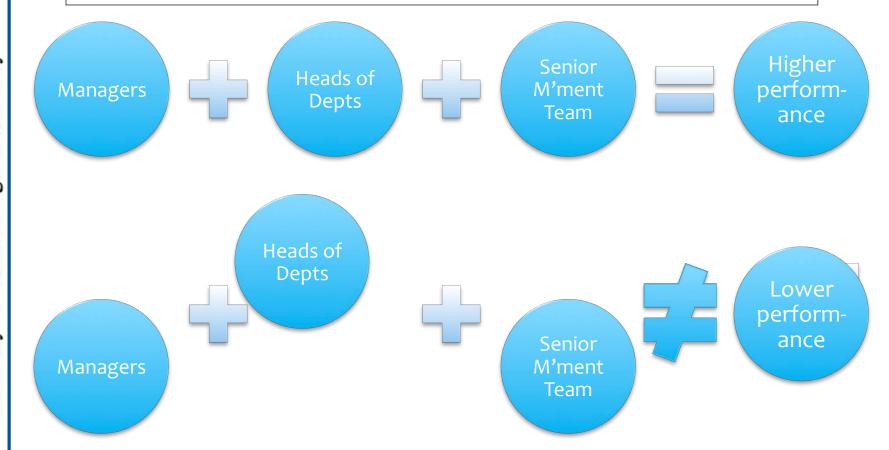
Statistically significant Negative 2%

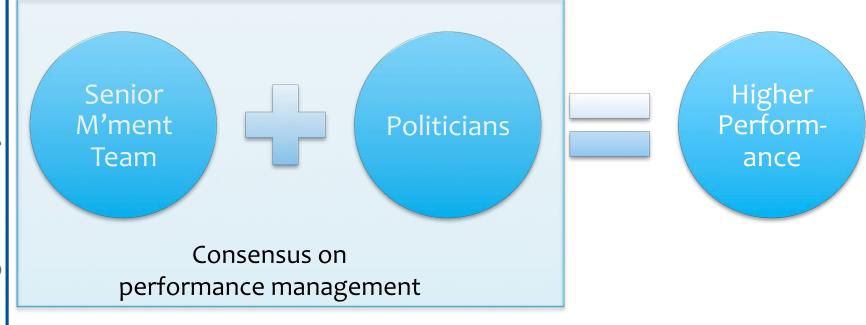
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### Consensus, Strategy and Performance

Strategy Formulation: how objectives and actions are selected (rational planning)

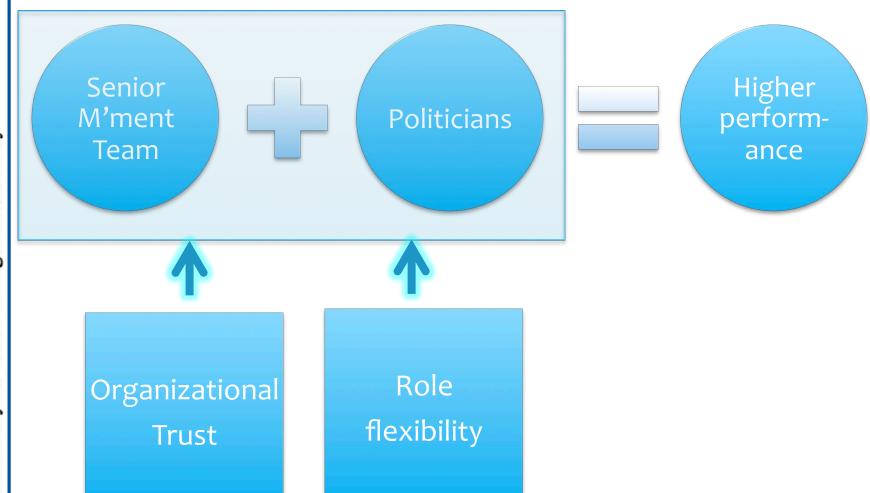
Strategy Content: action through which organizations propose to achieve goals, modify circumstances, realize opportunities (defending, prospecting)





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### Consensus, Performance Measurement and Performance



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## Management innovation, performance measurement and performance

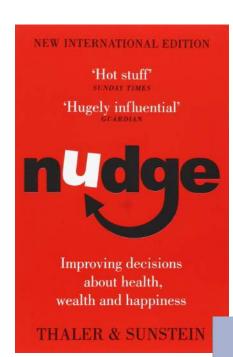
Systems of Setting targets Action plan for feedback Management Higher Performance Innovation e.g. Organizational Management SPS Framework Performance Statistical relationship significant Statistical relationship insignificant

### Shaping individual behaviour

- \*Question: your agency has adopted the SPS Framework: what might your agency do to achieve change in human behaviour that works towards the targets?
- \* Nudging: using experimental research methods to provide robust evidence on changing behaviour

### much social science (including public policy) research is observational





### Nudging behaviour

- \* On tax demands explained that "most people in your local area had already paid their tax" led to a increase payment rates 15 percent, collected money early and freed up tax collectors time
- Use of smart meters to give consumer feedback on energy consumption results in typical savings of 2-4%
- Point of decision
   experiments on the use
   of stairs over lifts to
   promote health and
   sustainability

#### Nudge, Nudge, Think, Think

Experimenting with Ways to Change Civic Behaviour Peter John et al.



### Hong Kong nudge example

- 3 LINK Reit Shopping Malls: 1 control and 2 interventions
- Dependent Variable: Weighed recycling materials: Collected and weighed by Student Interns (MA in Public Policy and Management).





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#### Treatments in intervention malls

**Part 1: Directional Sign** 



Range: 10 ~ 115 sec

Average: 55 sec

Part 2: Stop Sign



### treatments (cont'd)



### Results

Intervention mall: 47% increase in recycling rate

Control mall: 27% increase in recycling rate

Nudge led to a 20% increase in the recycling rate

### Discussion

- \* At the organizational level
  - \* Use SPS framework provides performance indicators and good practice examples
  - \* SPS framework is a management innovation, alone it may not deliver results
  - \* Build a performance management system (indicators, targets, action plans and feedback)
- \* At the individual level
  - \* Can build robust evidence on how to influence human behavior (employees, citizens etc.) towards attaining targets

## Thank you and over to Donald