

14th session

**UNECE Team of Specialists on Innovation and Competitiveness Policies** 

# **Exploring the power of transformative innovation**

14 - 15 NOVEMBER 2022 | ROOM XVIII | PALAIS DES NATIONS | GENEVA & ONLINE

# Item 3 Review of work since the thirteenth session

## **I4SDR**

# Innovation for Sustainable Development Review



- Assesses national innovation governance; provides concrete suggestions for improvement
- The Review looks at three dimensions:
  - 1. Economic development and innovation performance
  - 2. The national innovation system and innovation governance
  - 3. Topics of importance to the country (e.g. science-industry linkages, innovation in specific sectors, innovation-enhancing procurement, start-up support, and diaspora engagement)

## Value added:

- Structural reform based on international best practices
- Primary research and large-set of interviews
- Concrete reform recommendations



# Capacity building follow-up to I4SDR – Georgia



## **Topic requested by Government of Georgia:**

Innovation-enhancing procurement (IEP)

## **Beneficiaries:**

- State Procurement Agency of Georgia
- Georgia's Innovation and Technology Agency

## **Activities:**

- Handbook on IEP for Georgia
  - > Translated into GEO
- September 2022: Study visit to Norway
  - ➤ Thank you Norwegian partners!





## Innovation for Sustainable Development Reviews – Republic of Moldova February 2022

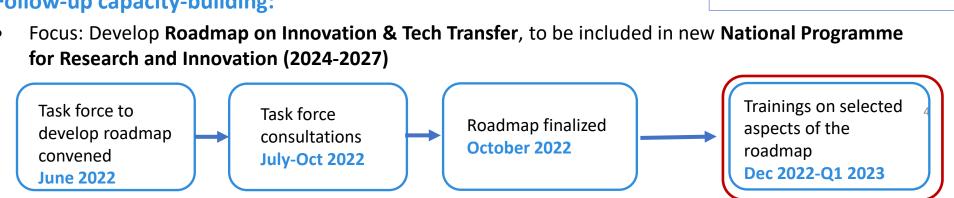


### **Selected recommendations:**

- **Reform institutional and legislative framework** for innovation policy
- **Enhance policy coordination & alignment** across all levels of government, to improve targeting and effectiveness of policy actions
- **Improve linkages** 
  - between PROs & private sector,
  - between IT sector & existing "pockets of excellence" & the higher educational institutions
- Develop sector-specific TT and innovation infrastructure,
  - Link to national development priorities & Smart Specialization efforts
- Flexible infrastructure for diaspora engagement

## Follow-up capacity-building:

for Research and Innovation (2024-2027)



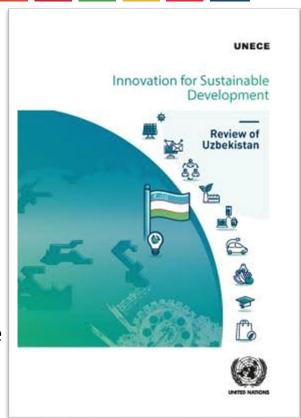


# Innovation for Sustainable Development Reviews – Uzbekistan March 2022



## **Selected recommendations:**

- Clarify & streamline mandates of regional departments
- Define strategic frameworks of innovation centres & incubators
- Expanded consultation services on financing for innovation
- A more flexible, dynamic model of SIL that builds on the opportunities afforded by trade and investment openness
- Strengthened capacities of firms as well as PROs, a stronger role
  of foreign technology providers as well as a greater intermediary
  role of PROs for knowledge transfer and upgrading in the private
  sector



## **Next Steps:**

- Leverage SPECA innovation strategy to implement recommendations
- Follow-up capacity building with UNDA support
- Explore future, more comprehensive cooperation

# Innovation for Sustainable Development Reviews – Armenia Ongoing



Q1-Q2 2022: With the support of the I4SDR coordination group, UNECE conducted extensive desk and background research for the first chapters of the publication

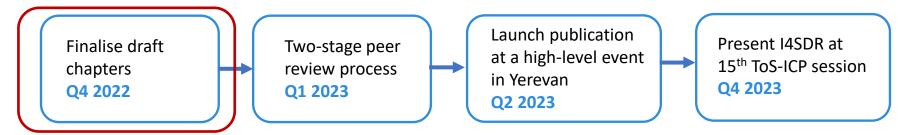
Q3 2022: UNECE and experts conducted in-person fact-finding meeting to Yerevan, meeting with around 100 public and private sector representatives



## **Initial findings:**

- Clear need to **strengthen national innovation system**, introducing the right incentives and mechanisms to ensure synergies, alignment, and complementarity of innovation policy across all levels of government
- Strategies and policies are developed in isolation, causing a fragmented and sometimes incoherent policy environment for innovation
- Policy processes and institutional capacities, such as stakeholder dialogue and effective monitoring and evaluation throughout the policy cycle, are not fully effective. This inhibits inclusive and impactful policy delivery

#### **Next steps:**





## **Background:**

- Review preparations launched in early February 2022
- The initially discussed timelines have become untenable due to the current situation.
- Ministry of Education and Science of Ukraine has confirmed interest in continuing I4SDR
- Initial meetings have been held with the national focal point and MESU to discuss focus areas and the way forward.

## **Progress:**

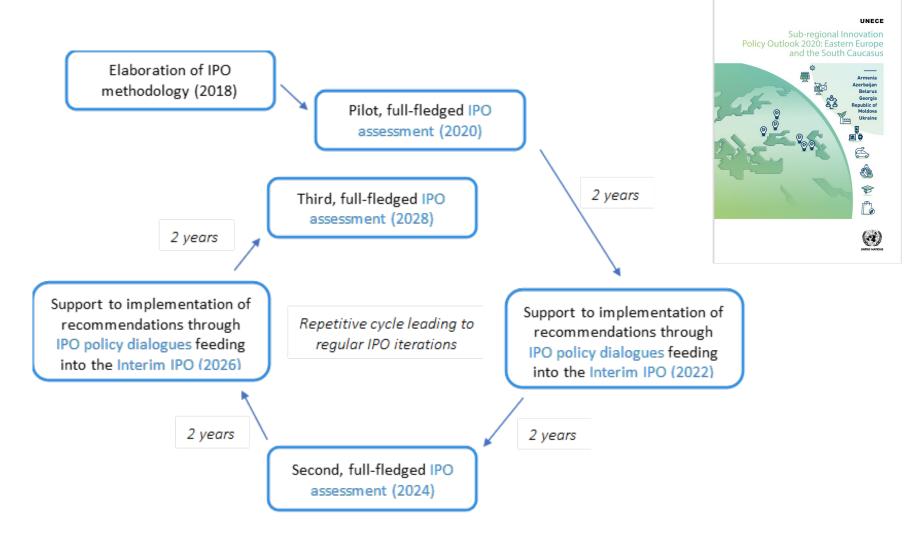
- One in-depth chapter chosen by the Government: "Innovation policy monitoring and evaluation"
- Desk research completed by a leading international expert

## **Next Steps:**

 UNECE and Ukraine to maintain continuous dialogue, to agree on a revised timeline and structure

# **Sub-regional Innovation Policy Outlook (IPO)**

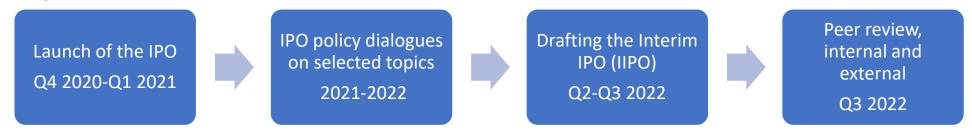




# IPO Policy Dialogue and the Interim Sub-regional Innovation Policy Outlook



## IPO process overview 2020-2022:



## Selected initial findings of the IIPO (2022):

- Recent crises, threatening global health, trade and security, and deepened existing inequalities >
  Important to find new ways of creating value
- Imperative to increase resilience and address structural weaknesses of EESC economies, e.g., high reliance on commodity exports, remittances
- Need to enhance absorptive capacity of private sector; increase R&D investments; and strengthen collection, reporting and analysis of innovation data to feed into national innovation strategies and support
- Domestic PROs would benefit from R&D capabilities to address the needs for technology upgrading, and incentives and support mechanisms for SBL
- IEP useful for advancing societal goals as a demand-side policy instrument → helps public sector overcome market failures by facilitating the diffusion of certain goods and services, and ensuring a sufficient critical mass to encourage R&D investments.

## **UN-ECE Transformative Innovation Network (ETIN)**



## **Background:**

ETIN core activity under new xb project

"Reinforcing the innovation ecosystem in the UNECE region to promote innovation and digital technologies for sustainable development and for the circular economy transition"

- Financed by the German Federal Ministry for Economic Affairs and Climate Action (BMWK)
- Two workstreams:
  - i. Understanding the promise and peril of transformative innovation,
  - ii. Strengthening the role of government and agencies promoting transformative innovation

#### **Initial activities:**

- First meetings with prospective members in May & June 2022
- UNECE Innovation Matters podcast: 8 episodes released, 9 upcoming

#### Official launch:

- 14 November 2022: At 14th session of the UNECE Team of Specialists
- on Innovation and Competitiveness Policies







## **Task Force on Innovation Policy Principles**



## **Background:**

- Task Force established in spring 2021, mandated by
- 12<sup>th</sup> session of ToS-ICP
- Purpose:
  - Articulate & consolidate ToS-ICP expertise
  - Increase visibility
  - Strengthen dissemination and application

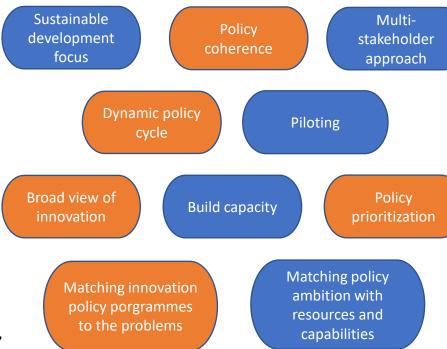
#### **Current status:**

- First draft of the Principles produced and revised
- 11 strategic guiding principles

## **Next steps:**

- More discussion needed on:
  - Sustainable development and mission-driven innovation,
  - The innovation policy needs of transition economies,
  - Strategy for disseminating the principles etc.

## 11 strategic guiding principles



Request Bureau to guide on the way forward, taking into account similarities with ETIN



# **SPECA Innovation Strategy for Sustainable Development**

UNDA project: "Strengthening innovation policies for SPECA countries in support of the 2030 Agenda for Sustainable Development":

- Supporting Innovative High-Growth Enterprises in the SPECA sub-region → Online training (Feb 2022), policy handbook (upcoming)
- New Approaches to Innovation Policy in the Transition Economies of the SPECA Sub-region → Webinar (May 2022), policy paper (upcoming)
- Initiation of a SPECA Network of Business Incubators and Accelerators for **Sustainable Development**, with webinars/online trainings on:
  - > Fostering innovative entrepreneurship through education (Sep 2022)
  - ➤ Online Training: Effective operation and development of a business incubator and start-up accelerator (Sep 2022)

Annual session of the SPECA Working Group on Innovation and Technology for Sustainable Development with ESCAP (July 2022)





## Policy Document: "Leveraging Innovation for the Circular Economy"



- ✓ ToS-ICP 13<sup>th</sup> session outcome (November 2021) "Leveraging Innovation for the Circular Economy": policy paper with good practices (ECE/CECI/2022/3)
- ✓ CICPPP decision (May 2022):

The Committee endorsed the policy recommendations on "Leveraging Innovation for the Circular Economy" (ECE/CECI/2022/3) and requested the secretariat to electronically disseminate them and to make use of their conclusions in future capacity-building activities and policy advisory work, including in the context of the UNDA project "Accelerating the transition towards a Circular Economy in the ECE region".



## **UNDA-funded project:**

# "Accelerating the transition towards a circular economy in the ECE region"



## **Circular STEP**

Multi-stakeholder knowledge sharing network on the circular economy

"Sustainable and Innovation-Enhancing Public Procurement for the Circular Economy and Sustainable Use of Natural Resources"

Regional Policy Dialogue (15 November 2022) & Policy Paper

MSME Support: Innovations & Circular Economy

Webinars (25 May & 1 June 2022)

2021 -2024

6 pilot countries

8+ priority areas Support the design
& implementation
of national policies,
programmes,
& strategies for
promoting
a circular economy



Thank you!





