## S&T Foresight in Central and Eastern Europe

#### Attila Havas

Institute of Economics,
Centre for Regional and Economic Studies,
Hungarian Academy of Sciences

International Conference on Economic and Social Development, HSE, Moscow, 1-4 April 2014

#### **Outline**

Introduction: why Foresight

Foresight in CEE: diversity

Needs and opportunities for Foresight in CEE

**Conclusions and prospects** 

**Appendix: International co-operation** 

#### Policy Challenges (all countries)

Complex, inter-related challenges (quality of life, HR, social gaps, globalisation, environment, etc.)

⇒ new approaches, methods

Change attitudes and norms (at all levels)

**Develop new skills** 

Speed of technological changes vs. ability to devise appropriate policies

**Cut budget deficits** 

Improve accountability

Ease social concerns about new technologies

Facilitate co-operation, networking

#### Policy Challenges (emerging economies)

General pressures: even stronger

Fragile international competitiveness

Poor quality of life

Brain drain → circulation

Short ↔ long-term issues constant tensions global crisis (2008)

Raise the profile of STI issues in politics and devising economic policies

Foresight

Innovation policy

Strengthened, re-aligned NIS

#### Foresight in CEE

## Practically all CEE countries have some foresight experience

#### **Diversity**

- foresight, key technologies, other prospective techniques
- methods (Delphi, futures, ...)
- frequency/ repetition
- geographic scope: national, regional
- sponsors: EC, national and regional gov'ts

#### Size as a challenge

## **Needs and Opportunities for Foresight in CEE**

- 1) 'General' needs for, and relevance of, foresight
- 2) Transition
  fundamental political, economic and social changes

  Major changes in the environment
  economic, political, technological, environmental, etc.
- 1 & 2 ⇒ even stronger needs for strategic thinking in CEE BUT ...

#### Needs and Opportunities for F in CEE (2)

- 3) Discredited long-term thinking (failure of central planning)
- 4) Policy-makers do not rely on modern decisionpreparatory tools (do not know or reject them?)
- 5) Most policy-makers do not understand the role of RTDI in socio-economic development
  - Science-push model of innovation
  - spending on R&D when "we can afford" and/ or for boosting prestige
  - isolated ST and I policies [if the latter exist at all...]
  - lack of co-ordination of major policies (as elements of a broad socio-economic development strategy)

#### Needs and Opportunities for F in CEE (3)

 $3 \& 4 \& 5 \Rightarrow$ 

## Slim chances for [serious] foresight programmes:

- serious consideration/implementation of policy recommendations
- new decision-making culture
   new way of thinking
   communication, co-operation, and consensus
   commitments to take joint/ orchestrated action, based
   on a shared vision

#### Needs and Opportunities for F in CEE (4)

#### Exceptions are due to

- 'enlightened' policy-makers (working in isolation in their own organisation/ the gov't)
- 'fashion' [me too] or 'demonstration' effects: other countries are conducting foresight ⇒ we cannot be seen as 'laggards'
- external pressure and/ or funding opportunities

the early 2000s smart specialisation strategies (EU SF 2014-2020)

#### Needs and Opportunities for F in CEE (5)

'History does matter' cf. evolutionary economics of innovation

CEE countries had been dominated by external powers for centuries — some did not exist for decades/ centuries

Authoritarian systems for decades in the 20<sup>th</sup> century

#### Needs and Opportunities for F in CEE (6)

#### Legacy/ repercussions:

- Vertical, hierarchical links prevailed for long
- No opportunity for gaining experience in
  - o horizontal co-ordination
  - o communication, dialogues among equal partners
  - o networking and co-operation
  - o building trust
  - o reaching consensus
- Breaching the rules := heroic, patriotic behaviour
  - tacit opposition against the 'evil' state/ external power

#### **Conclusions and Prospects**

Complexities of economically, socially and environmentally sustainable development & the role of STI policies in tackling them

Foresight processes can assist decisionmakers facing these tasks STI policies and *beyond* 

⇒ F is a policy preparatory tool not a scientific project!

#### **Conclusions and Prospects (2)**

**Legacy of the CEE countries** → **Prospects** of foresight

Mind-set, skills, experience: decisionmakers vs. organisers, methodological experts of foresight programmes

⇒ 'Tailored' capacity building efforts

Responsibilities of decision-makers vs. participants of foresight programmes

#### **Conclusions and Prospects (3)**

Cost of foresight; results of other countries' F programmes ⇒ just "borrow" those results

**BUT** F is relevant in small(er), less developed countries, at the semi-periphery, too:

- SWOT, relevant strategies
- process benefits
- NIS

#### Programme design is crucial

relevant objectives (developing new technologies and/ or diffusing and exploiting knowledge), themes/ topics, methods and questions, participants, communication strategy

#### **Conclusions and Prospects (4)**

#### International co-operation in F can help in

- changing attitudes
- creating synergies and economies of scale
- offering additional financial and intellectual resources

#### Request from the EC (S3 processes)

2014-2020 is too short a time horizon for most themes/ topics ⇒ this strategy setting process should be embedded in a foresight programme with a longer time horizon (and perhaps a broader approach)

Thanks!

Questions, comments?

attila.havas@krtk.mta.hu

# Annex: International Co-operation for/ in Foresight Programmes

#### Questions

'Hot potato': ex/inclusion of partners, sensitivity, etc. Issues (selection of topics)

#### **Participation**

selection of participants (countries, communities)
practical difficulties (costs, logistics, language, etc.)
different backgrounds (norms, attitudes, ways of thinking)

#### Methodological difficulties → experiments

#### **Possibilities**

joint background studies (on general STEPI trends) scenarios on European/global developments partially 'aligned' (national) scenarios (structure, variables)

#### **Possibilities**

Informal or semi-formal methodological cooperation

transfer of methodological experience/ expertise at face-to-face meetings, discussions, seminars organised for the clients, participants

Formalised methodological co-operation: following the same set of methods, e.g. in the frame of a project, but not aligning the content/substance of the programme

#### Possibilities (2)

#### Jointly designed, simultaneously run national/ regional programmes

- same/ similar topics/ themes and methods;
- · nationally/regionally organised panels, WGs, etc.
- comparative analysis of results at the end of the programme (nationally and/or by a small, international group of experts)

### Truly co-operative, jointly designed, organised and financed multi-country [region] programmes

- a single set of topics/ themes and methods
- participants from a number of countries working closely together, e.g. as members of the same panel;
- producing and analysing the (preliminary) results together, during the programme