

Connected Government Levels in The Netherlands

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- 1. Brief Introduction to The Netherlands
- 2. Connection between Government Levels
 - Vision and Structure
 - Cooperating on different government levels



1. 'Polder Model'

Netherlands - Formed by the water...



- The Dutch polder model is consensus decision-making, based on consensus-based economic and social policy making
- The polder model means "a pragmatic recognition of pluriformity" and "cooperation despite differences".
- Mutual cooperation since the <u>Middle Ages</u> is a strategy preserving land (<u>polders</u>) reclaimed from the sea, which requires constant pumping and maintenance of the <u>dykes</u>.
- Societies living in the same polder were forced to cooperate as unanimous agreement on shared responsibility, to preserve life & income



One of the most densely populated countries





Government tiers

- European Union
- Central government
- 12 Provinces
- 23 waterboards
- 355 Municipalities
- Overseas special municipalities Bonaire, Saba, St. Eustatius Autonomous Countries: Curaçao, Aruba and St. Maarten



Central Government

- Structure:
 - Parliament (2 chambers)
 - Cabinet with prime minister
 - King (head of state)
- Tasks:
 - Foreign affairs, taxation, legal framework



Provinces

Structure:

- Elected Council (provinciale staten)
- Executive Council (gedeputeerde staten)
- Kings commissioner (appointed by the Crown)

Tasks:

- Nature, management of provincial public transport, arts and culture
- Guiding spatial planning, provincial economy



Local government

- Elected Council
- Aldermen (vice mayors) appointed by the Council and not necessarily out of members of the Council
- Mayor appointed by the Crown on recommendation of the Council.



Local government structure

Mayor

- Chairs the board
- Ensures unity of policy
- Ensures safety and public order
- Ensures citizens participation

The Council

- Has legislative powers
- Specialized committees

Aldermen

- "Vice Mayors"
- implements policy
- >18.000 inhabitants : full time function

City Manager

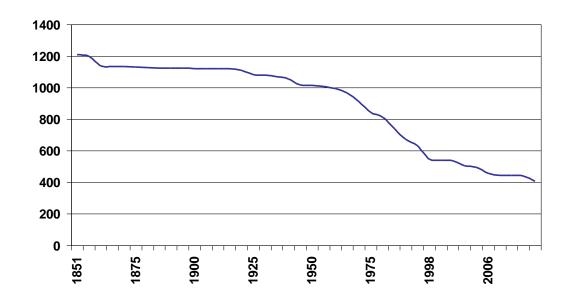
- Attends all meetings of the Board of Mayor and Aldermen
- Central manager of all civil servants
- Chairs management team of municipality

Board of Mayor and Aldermen (Board) has executive powers



355 Municipalities

- Since 2019 there are 355 municipalities
- The last 60 years has seen a decrease in the number of municipalities of almost 600
- The Netherlands is the only country in Europe in which the number of municipalities has been decreasing yearly





Tasks of municipalities

- Housing & Spatial Planning
- Welfare
- Traffic and Mobility
- Environment
- Public Safety

Additional Decentralised since 2015:

- Youth Care
- General Healthcare
- Welfare



Decentralization of Social Domain

- For better servicing: Let the City Council decide upon social priorities – between legal boundaries
- As a budgetary measure: On a local level the social needs are better understood & dealth with
- As an organizational measure: Central Government should not deal with regulation on a personal level
- Resulted in doubling the Municipalities Budget
- Requested new Legislation & Regulation

Too early to give a final evaluation: some improvements have been reached, other still not...



Income sources of municipalities in 2016

	bln euro	%
General grant	27.3	48%
Specific grants	6.2	11%
Taxation & user charges	9.3	16%
Other income	14.2	25%
Total income	56.9	100%



VNG: Netherlands Association of Municipalities

- 1912: VNG established by 28 municipalities
- 1950: All municipalities voluntary member of the association



Focus remaining presentation

Estonia on the crossroad whether and what to <u>centralize or</u> <u>decentralize</u> due to <u>migration from rural to urban areas</u>, while the wish is to maintain the <u>level of service</u> across the country.



2. Connection between Government Levels



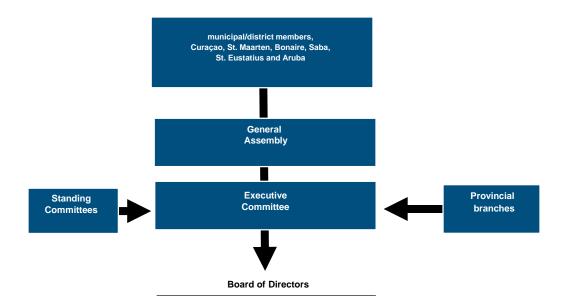
The European Charter of Local Self-Government affirms
the role of <u>communities as the first level for the exercise of democracy</u>. The principle of <u>local self-government</u> is embedded in domestic law.

 <u>Legislation</u> is based upon consensus model between Central & Local Government

Incentives: Carrot & Stick



Organisation of VNG

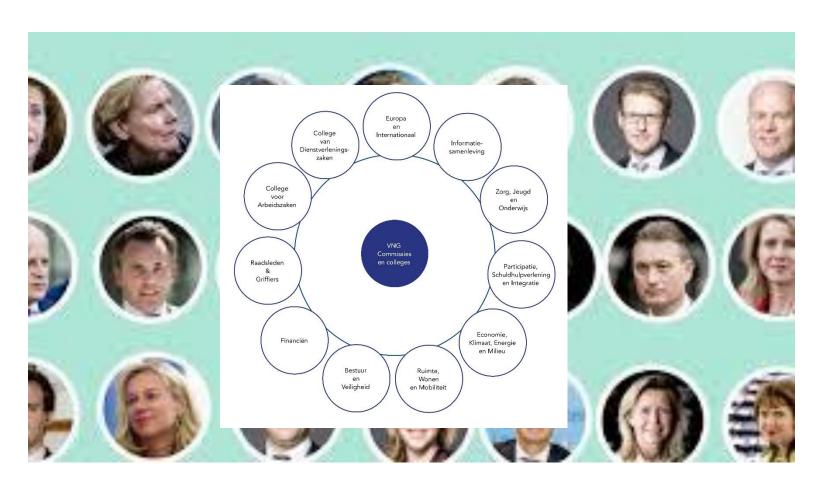








Implementing government strategies



VNG Governors negotiating directly with Ministers



Transparency through Monitoring

 Transparency in combination with Local Democraty stimulates willingness to improve on a local level.

Data about 15 themes

 Sources most diverse: Municipalities, CBS etc...

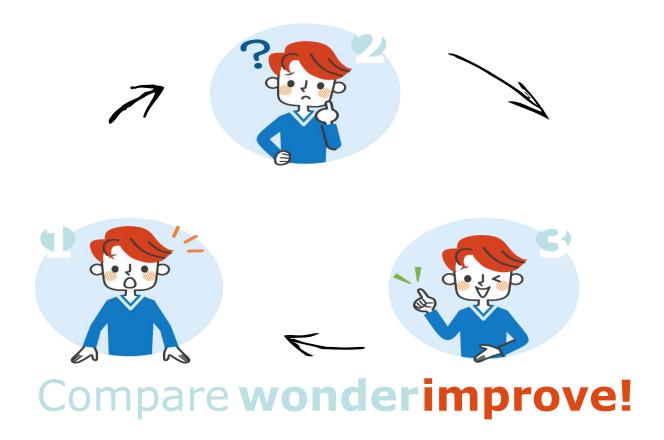
'Managed by <u>VNG Realisatie</u>'

Waarstaatjegemeente.nl WSJG

Benchmarks demonstrate level of implementation of (Central) government policy objectives



Implementation of Benchmarking



Aim of Benchmarking is Benchlearning: Benefits are on a local level







WSJG

- VNG disperses information from a variety of sources, which is then presented on the local level. This information is public in order to support <u>municipal executives</u>, <u>civil servants</u>, <u>council</u> <u>members</u>, the <u>media and the public</u>.
- The data give local insight and enables to <u>compare municipal</u> <u>information</u> with other (regions of) municipalities

.

- WSJG builds on the national standards of municipal reporting
 - Vertically: to other levels of government, for instance annual budget indicators
 - Horizontally: accountability within the municipal political context



Real-time Transparency

https://www.waarstaatjegemeente.nl/
dashboard/Openbare-orde-enveiligheid/



Other Benchmarks

- <u>Vensters</u> ("Windows") is a Benchmark into Operational Management, Service Delivery and Integrity (<u>www.venstersvoorbedrijfsvoering.nl</u>)
- Vensters is an instrument that allows municipalities, provinces and water boards to gain an overview of the performance and functioning of their management. The information is not public.
- Vensters was nominated for the prestigious EPSA-award 2017 (https://epsa2017.eu)
- In the field of information security, VNG has developed a self assessing tool for municipalities ENSIA (https://www.ensia.nl) for the strengthening of horizontal accountability.

With these instruments VNG ensures the use of political administrative and/or common sector-standards



Measures for good local government services across the country

- Benchmarks & Benchlerning
- Service standards through Municipal Service Catalogue
- Architecture Standards through Municipal Standards Catalogue
- Legal requirements, as for Web forms (Inclusion)
- Support and advice through <u>VNG Realisatie</u>



Central Government may intervene by "Article 12 Procedure"

- A Dutch municipality with an Article 12 status has been placed under financial restraints by central government because of a structurally bad financial situation.
- Article 12 municipalities must meet a number of conditions one of which being a <u>strict financial supervision</u> of the State or Province to receive extra money.
- One of the possibilities also being placed under preventive supervision <u>until a balanced budget</u> is presented.
- Number of article 12 municipalities in 2018: 2

Before things get worse a Mayor would contact Minister promptly, or vice-versa...



Cooperation Central & Local Government: through Inter Administrative Program (IBP)

To adress societal challenges:

- Mutual dependency between both levels
- Acting on a level of equivalence
- We aim to work as 1 authority: this unburdens citizens and speeds up procedures
- Every municipality can choose its own priorities
- IBP dos <u>not include</u> decentralization or the transfer of tasks to local governments



Societal challenges within IBP

- Climate and energy
- 2. Housing
- 3. Regional economy
- 4. Living countryside
- 5. Social policy
- Migrants well prepared
- 7. Avoid and solve problematic debts
- 8. Good governance
- 9. Suitable financial relations
- 10. Overall themes



The IBP-pledges

- 1. Societal challenges are the heart of our cooperation
- 2. Adressing Challenges collectively
- 3. It takes time to cooperate
- 4. Be good and tell it / Show don't tell
- 5. Arrange a mandate and margin for negotiations
- 6. Things will go wrong. Keep learning!
- 7. Code Inter Administrative Relationships
 - Before any legislation/regulation is definitive
 - Central Government has to know all consequences on a local level first
 - Impact Analysis is commissioned by Central Government, Involving Local Government



IBP in Practice

- Cooperation between municipalities, national government, provinces and water boards <u>intensified</u>.
- Support from the IBP-program helps to tackle challenges and to distribute knowledge and good practices
- Less legislation
- The IBP helps to solve hick-ups in equivalent and reciprocal cooperation
- The challenges differ greatly
- Cooperation is hard when we don't agree on the framework/ negotiate
- Paradigm shift combined with actual challenges is hard sometimes
- Too many subjects



Summarizing

NL Trends

...with regard to centralising or decentralising due to migration from rural to urban areas & effect on the level of service across the country.

- ✓ Migration wave to urban areas seems almost completed
- ✓ Strong Decentralisation (even Welfare since 2017) "Central what has to stay, <u>Decentral</u> what is possible"
- ✓ Central Policies & Local Customisation (Polder Model)
- ✓ High Service level through eGovernment & extensive municipal network