



#### **Contribution-based Reorganisation**

RSN - North West Regional Seminar 7 October 2019



### lan Kirby PROGRAMME DIRECTOR (C.Co)

### What We'll Cover

Introductions

Who are CIPFA C.Co

**Current Trends and Sector Insights** 

A Model Based Upon Contribution

How Good is your boring?

**Good Practice** 





# The Nature of Our Work

Supporting local authorities and the wider public service

- Commercial Agenda
  - Outsourcing
  - In-sourcing
  - Commercial/Target Operating Modelling
  - Healthchecks and Gateway reviews

- Fair cost of Care
- Remedial Advisor (Contractual)
- Service Review & Transformation
- Digital Delivery &

Transformation

- Outdoor Education
- Training & Development
- Governance Review
- Investigation (inc. Interview

Under Caution) C.Co; CIPFA's consultancy service





Nichola Glover-Edge, Director of Commissioning, Cheshire East Council

## What does the local government future look like?

#### A mixed picture...

- New ways of working
- More trading companies and shared service arrangements will be created
- Increased focus on governance, business models and capabilities as the sector learns lessons of what works and what does not

#### however...

- Risk that we continue to 'salami slice'
- An increase in outsourced contracts being insourced and some providers choosing to walk away from local government market
- Not all councils commercial ventures are successful and some will be brought back inhouse



### Introducing the contribution model?

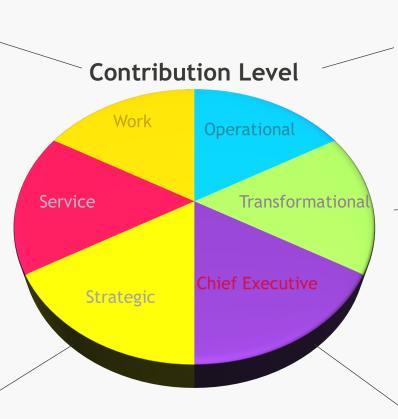
- Our proposed approach to designing a high-level change structure is to use a model that assesses individual role contribution rather than who they are, what they are paid, what their title is or where they currently report to in the organisation
- The model is focused on the contribution that a 'role' makes in enabling transformation/ change to be implemented over period of up to 5 years. Contribution determined as:
  - Chief Executive
  - Strategic
  - Transformational
  - Operational (multiple services)
  - Service (single service)
  - Work (single focus activity)
- The model is not linear and does not therefore specify that a particular role has to report in to another particular role
- Provides a clear narrative and rationale for 'organisational' change
- Allows the assessment of 'contribution' using the design tool

#### The Contribution Model

People who provide professional advice/ run a case load and or deliver routine or standard tasks as part of a service.

With day to day management of a team/unit, 'service' takes its shape from the work/processes — required to deliver a service as part of an operational unit.

These roles shape strategic intent and organisational boundaries/ parameters and ensure strategic choices can be delivered effectively. Accountable for ensuring the right culture and capability to deliver the choices made



The organisation of 'as is' services into operational units. Developing and delivering the operational plan for a combination of services and ensuring business processes are managed to meet agreed service outcomes within available resource

Working across the whole organisation, Leaders who shape strategic intent into transformational programmes of work.

Leads the top team to drive for strategic outcomes. Focused on influencing the external environment. Providing nonpolitical leadership and accountable for the long term success of the organisation

# How ready are you for change?

"in Local Government there is no substitute for doing boring well"

- Max Caller (2018)
- Culture, Behaviours & People
- Governance, Control and Informed Decision-making
- Financial & Non-Financial Performance
  Management Framework
- Internal Audit





### **Transformation Take-Away**

If you only take three things from this session...

1. Take a methodical approach

2. Go in with your eyes wide open

3. Culture cannot be underestimated



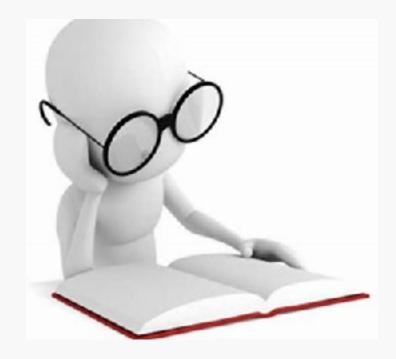


## **Further Reading**

C.Co Website: <u>www.wearec.co</u>

### Northamptonshire Best Value Report:

https://www.gov.uk/government/uploads/system/ uploads/attachment\_data/file/690731/ Best\_Value\_Inspection\_NCC.pdf





MANIK	
THANK	
you!	



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