## Local and Regional Government Finland Finnish local e-government – situation and trends

Heikki Lunnas 28.9.2007

What is the Finnish local e-government?

Independent municipalities with own funding resources and responsible on all welfare services



## **Finnish Public Government**

#### State government

- Central state government
- Regional state government
- Local state government

#### Staff 110.000



Local government
Municipalities
Subregional local government (owned by municipalities)
Regional local government (owned by municipalities)

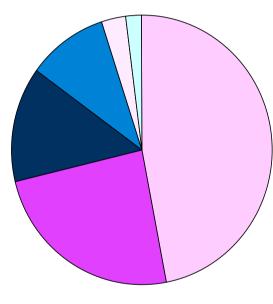
Control by citizen's

Staff 430.000

## **Structure reform**

416 => 300 municipalities

## **Total municipal sector expenditure**



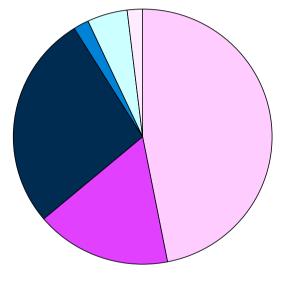
Estimate for 2005 (external expenditure)



Social welfare and health care 48 %, 14.8 billion euro

- Education and culture 24 %, 7.3 billion euro
- Other operating expenditure 14 %, 4.2 billion euro
- Investment expenditure 10 %, 3.0 billion euro
- Loan repayments 3 %, 0.8 billion euro
- Other expenditure
   1%, 0.4 billion euro
   Total 30.5 billion euro

### **Total municipal sector income**





- Tax revenues 47 %, 14.1 billion euro
- State subsidies 17 %, 5.2 billion euro
- Operating revenues27 %, 8.3 billion euro
- Investment income 2 %, 0.7 billion euro
- Loans 5 %, 1.6 billion euro
- Other income 2 %, 0.5 billion euro

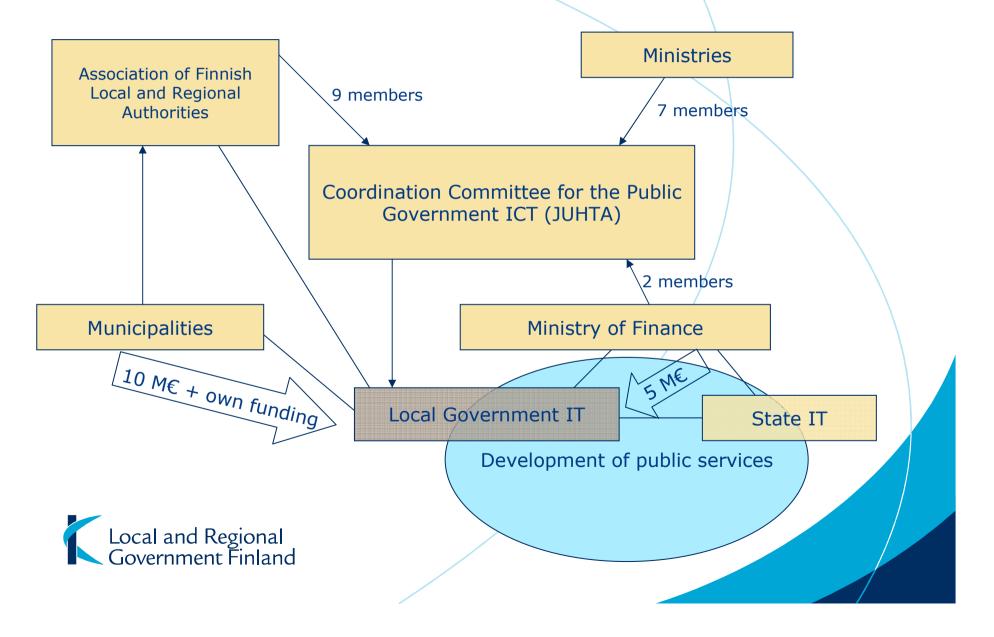
Total 30.4 billion euro

## **National Cooperation**

# Flexibility for the future: From organisation-oriented ICT to structure-free ICT



## Public government coordination 2007-2008



## **National services**

- Basic registers
  - Population, housing and buildings, real estates, maps
- Joint sectoral information services
  - Social and health care CRM, education, agriculture, environmental permissions, electronic archive
- Joint services
  - identification and payments for customers (VETUMA), public procurement (<u>HILMA</u>), legislation (<u>FINLEX</u>)
- Recommendations
  - Content, architecture, procurement
- Other services
  - Banks, professional skills

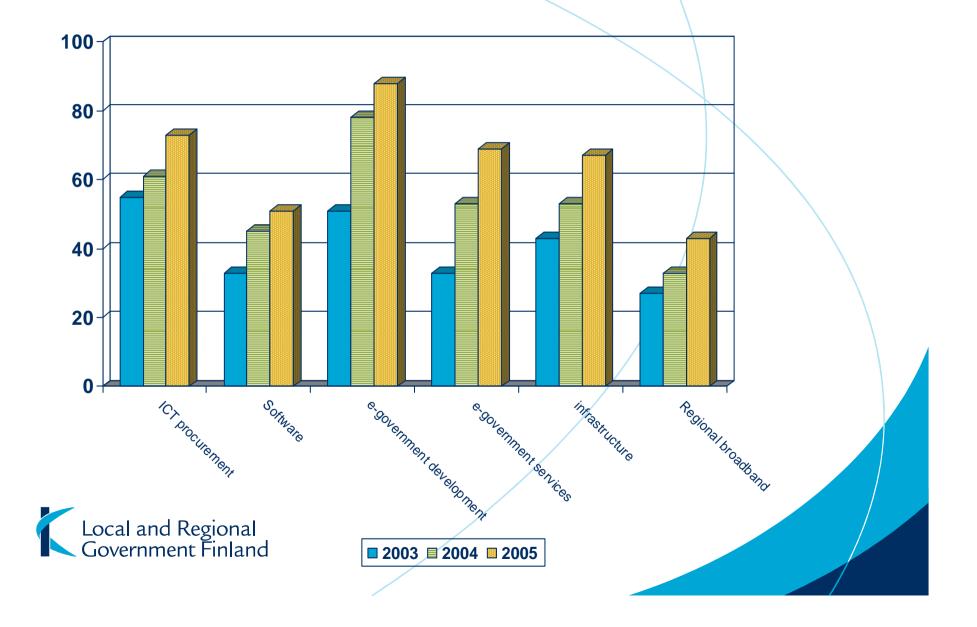


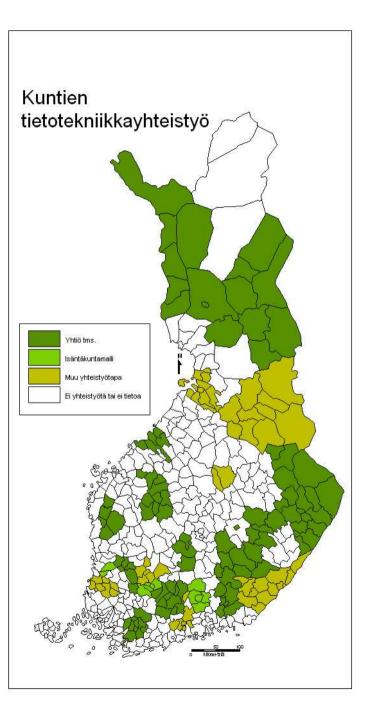
## **Growing ICT-cooperation in the local government**

## **More global ICT-market**

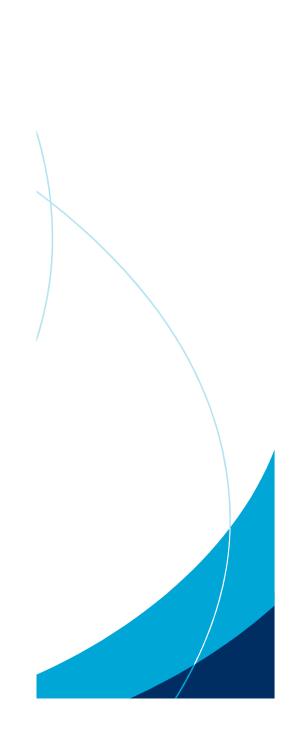


## Local government ICT co-operation (% of municipalities)

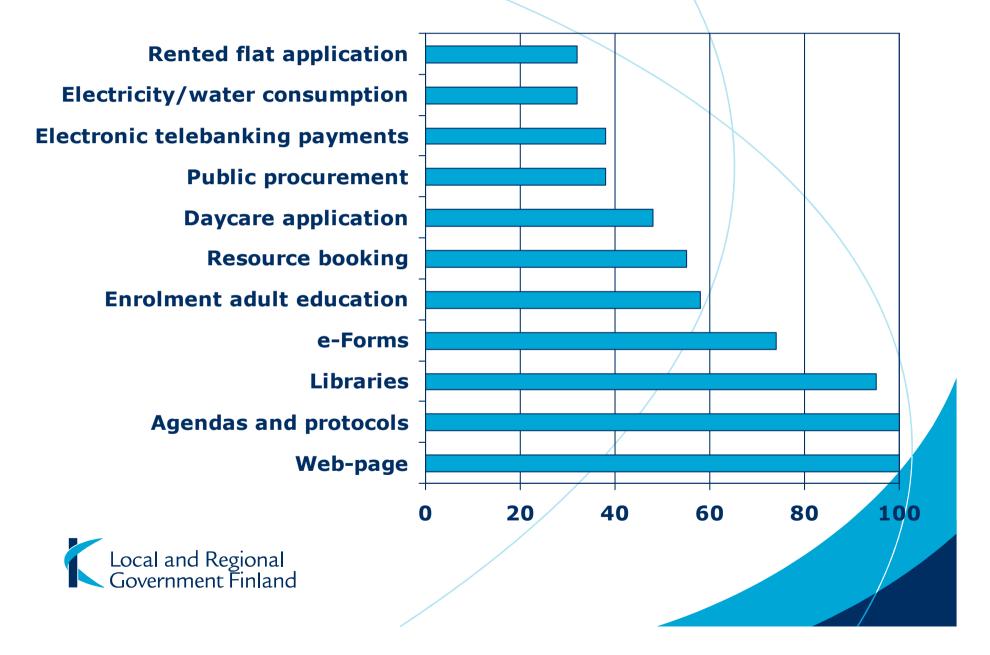






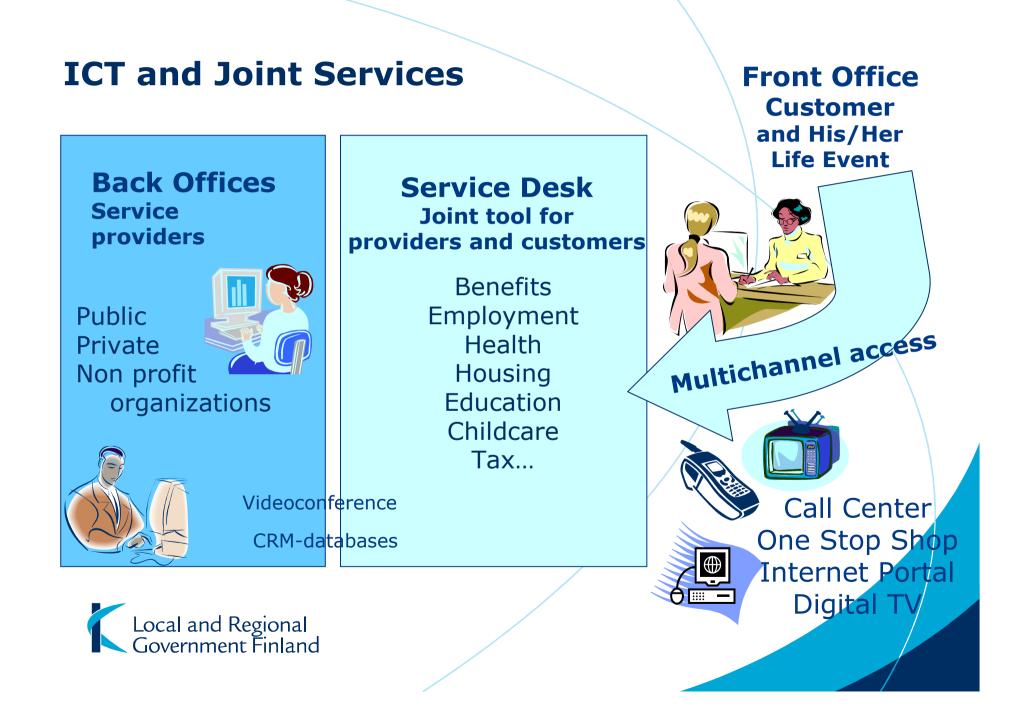


## E-Services in the Finnish Municipalities (% of municipalities)



# Joint and seamless services over the organisational boarders



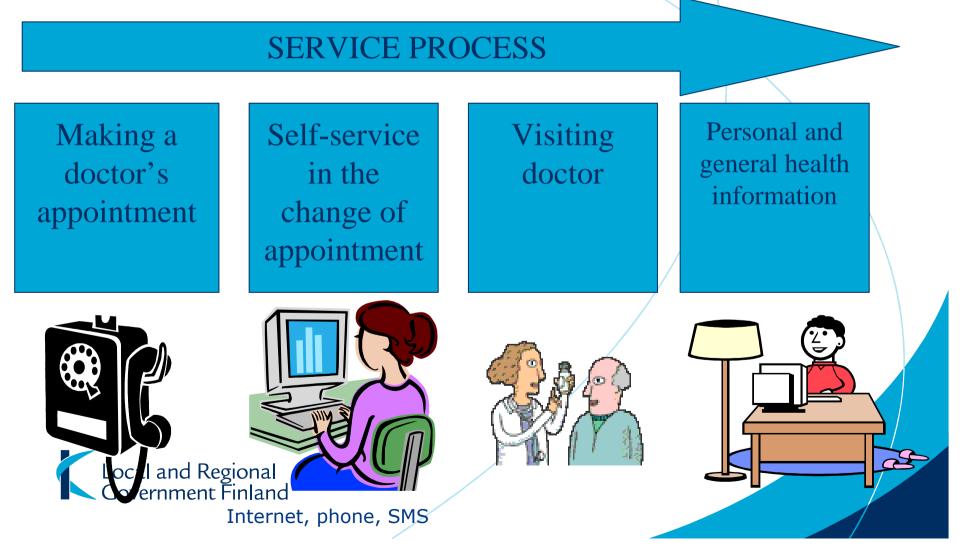


## Multichannel approach combining traditional services and self-service



## Multichannel

MULTICHANNEL DOES NOT MEAN THE USE OF ALL POSSIBLE CHANNELS IN EVERY SERVICE, BUT THE USE OF THE MOST APPROPRIATE CHANNELS IN THE SINGLE PARTS OF THE SERVICE PROCESS



## **Benefits of the location-based systems**



## Locating staff and customers



Local logistics Public transport Assisting living at home Own responsibility on health Mobile staff Security issues Building management

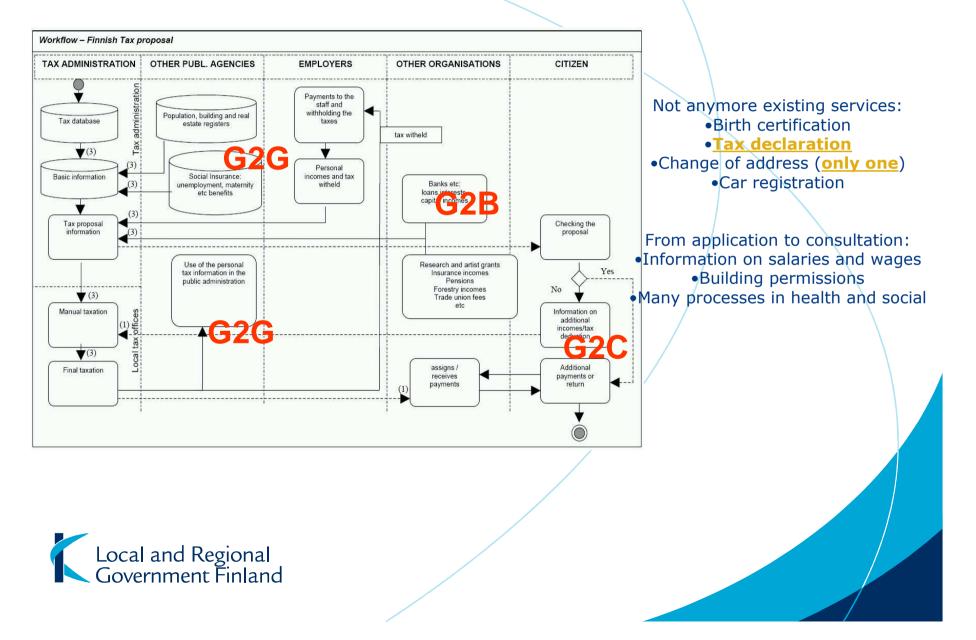
http://www.hkl.fi/kartta



## **E-government = less services?**



## **Killing unnecessary services**



## Conclusions

- Rethinking of the processes is not enough, rethinking of the services is also needed
- Develop ICT for the local government of the future
- New services need new kind of co-operation between the organisations (public, private, third)
- How to avoid digital divide in e-government?
  - Development of the services in all channels with the same ICT
  - Right channel for every part of the process
- Self-service approach important
- Basic element of a good e-government is a good government



## Warm Thanks!

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