Evaluating government spending 2022

CECAN Webinar:

Evaluating government spending: Findings and recommendations from the

latest National Audit Office report

Tuesday 15th March 2022, 13:00 – 14:00 GMT

Presenter: Phil Bradburn, National Audit Office (hosted by Nigel Gilbert)

Welcome to our **CECAN Webinar**.

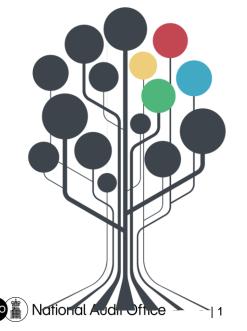
All participants are muted. Only the Presenter & CECAN Host can speak. The webinar will start at **13:00 GMT.**

Phil will speak for around 45 minutes and will answer questions at the end.

Please submit your questions at any point during the webinar via the Q&A box in the Zoom webinar control panel.

Today's webinar will be recorded and made available on the CECAN website.

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Evaluating government spending

National Audit Office

March 2022

An introduction to the **National Audit Office**



The UK's independent public spending watchdog.

We support Parliament in holding government to account and help improve public services through our high-quality audits

Evaluating government spending 2022



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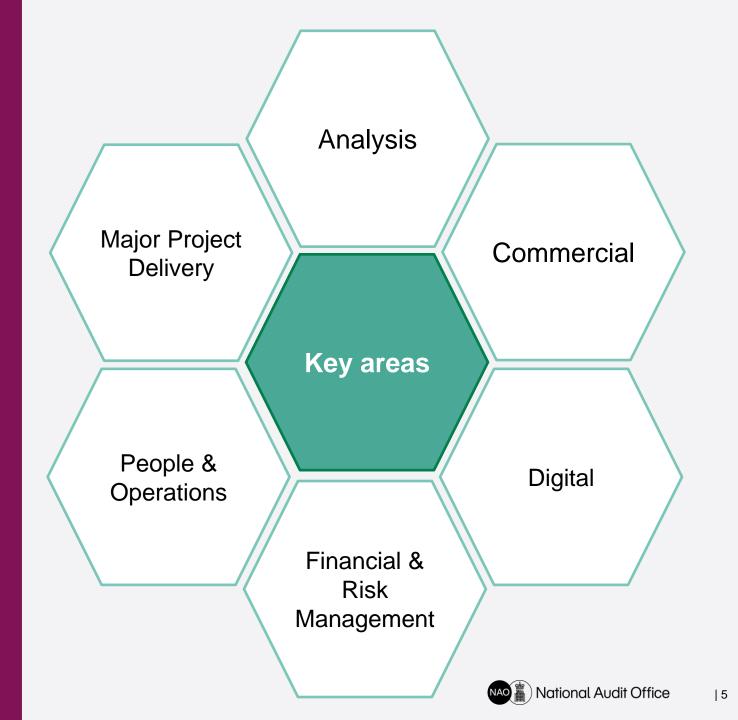
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Sharing our insights

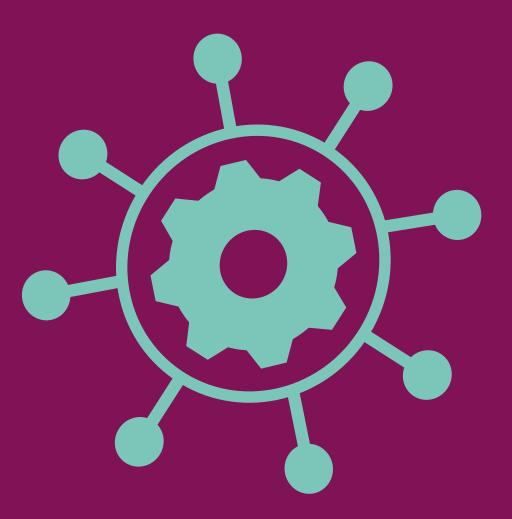


We share our unique insights on challenges facing government to make it easier for others to understand and apply the lessons from our work

Key areas of cross-cutting expertise



Evaluating government spending



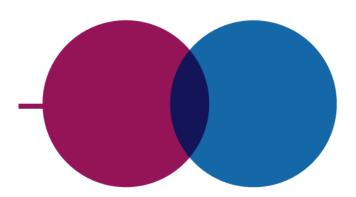


Evaluating government spending 2022

Scope

- Examines the government's progress in developing the provision and use of evaluation evidence across government since our 2013 report Evaluation in government
- Primarily focuses on the role of the centre of government (i.e. HM Treasury, Cabinet Office and the Analysis Function) in setting out requirements, incentives and oversight arrangements for departments
- Considers the government's progress in addressing systemic barriers to the provision of evaluation and use of evaluation evidence





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HM Treasury, Cabinet Office

REPORT

by the Comptroller and Auditor General

SESSION 2021-22 2 DECEMBER 2021 HC 860

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What share of planned expenditure on the Government Major Projects Portfolio had robust evaluation plans in place?

- a. Less than 10%
- b. 10% to 30%
- c. 31% to 60%
- d. 61% to 90%
- e. More than 90%

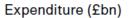


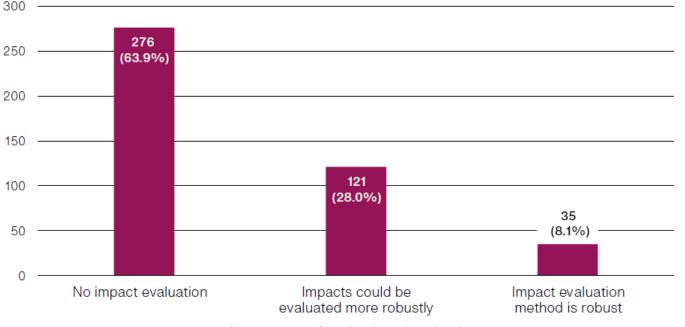
Much government activity is poorly evaluated or not at all

Figure 2

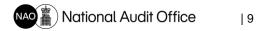
Evaluation gap across the Government Major Projects Portfolio, December 2019

In 2019, the Prime Minister's Implementation Unit's assessment found that only 8% of £432 billion planned expenditure on the Government Major Projects Portfolio had plans for a sufficiently robust impact evaluation





Assessment of evaluation plans in place

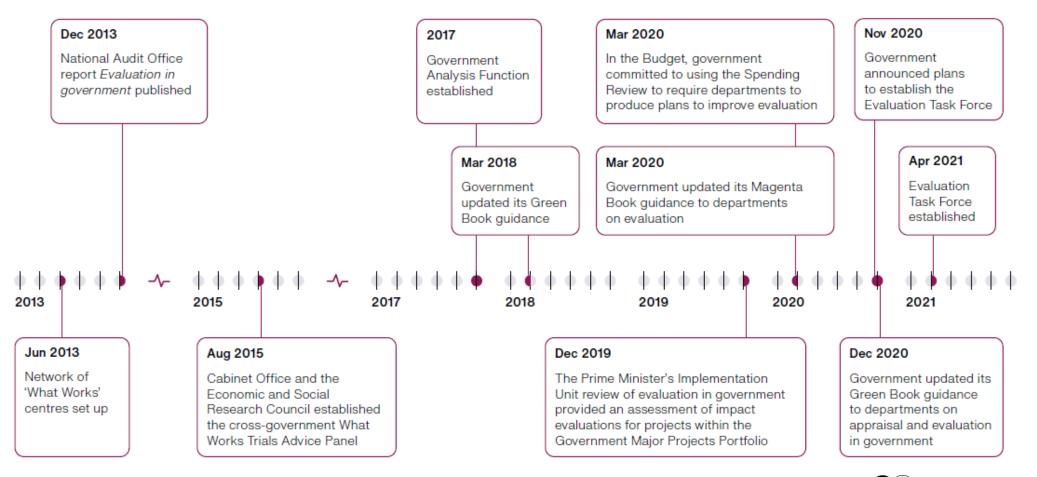


What's happened since our report in 2013?

Figure 3

Timeline of important evaluation-related developments since 2013

Since 2020, the centre of government has been increasingly proactive in providing leadership and strategic direction for evaluation activities across government





What are the two most common barriers to using evaluation to inform decision making in government departments?

- a. Opportunities to learn are not adequately built into policy design and delivery
- b. Lack of pressure/ demand from senior policy colleagues in support of evaluation evidence
- c. The knowledge base of evaluation evidence is difficult to access to find out what works
- d. Insufficient capacity of analysts to help policy-makers understand evaluation evidence
- e. Evaluation evidence is not available when it is needed
- f. Evaluation evidence is not understood enough by policy-makers



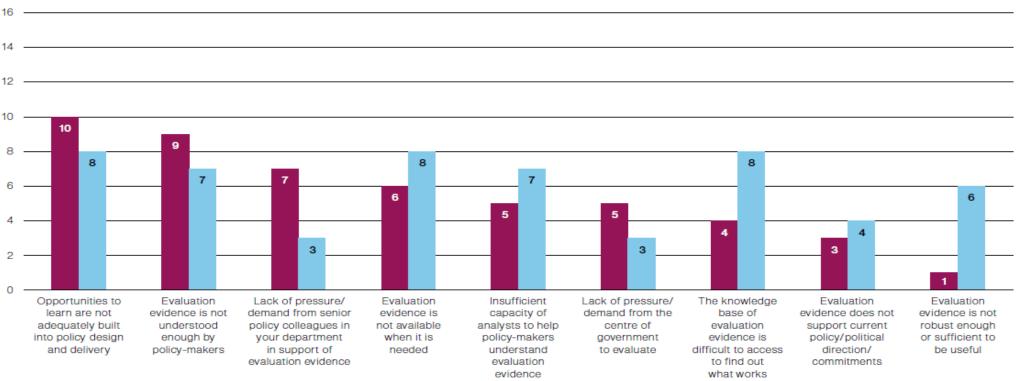
We found persistent barriers to using evaluation evidence

Figure 6

Barriers to using evaluation evidence to inform decision-making in government departments

Our surveys of chief analysts and heads of policy profession found that they had different views on the most commonly selected barriers to using evaluation to inform decision-making

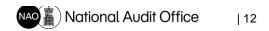
Count of views strongly agreeing or agreeing



Potential barriers to evaluation

- Chief analysts
- Heads of policy profession

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How many departments (out of 16) have an evaluation strategy covering their whole department?

- a. 3 or fewer
- b. 4 8
- c. 9 12
- d. 13 or more



We found limitations in the current evaluation system...

Taking a more strategic approach to evaluation Clarity on roles and responsibilities

Oversight from the centre of government

Gaps in departments' evaluation strategies

Understanding of evaluation spend/staff



...and gaps in actions on policy design, skills and understanding at senior levels

Areas to improve

Challenges in building evaluation into policy design and delivery

Enhancing understanding of the value of evaluation at senior levels

Improving skills of analysts and policy community

Mixed awareness of central evaluation support



Bridging the gap between policy and evaluation

We saw evidence of actions taken to better embed evaluation in policy-making in our case study departments





Figure 7

Chief analysts' awareness of evaluation support provided by the centre of government

Our survey of chief analysts found that there was substantial variation in awareness of different types of evaluation support

Type of support

Support with synthesising existing evidence 12 4 to inform policy design Support with recruiting evaluation specialists 8 8 Support with commissioning evaluations 8 8 Support with integrating evaluation plans 7 9 into policy design Support with working across departments on 7 9 evaluating shared outcomes Support with cross-departmental data sharing 5 11 5 11 Practical evaluation support on projects/programmes 12 Support with generating demand for evaluations 4 Support with access to evaluation design advice 2 14 0 2 6 8 10 12 14 16 4 Count of chief analysts

Awareness of support is mixed...

Unaware this support is available

Aware this support is available

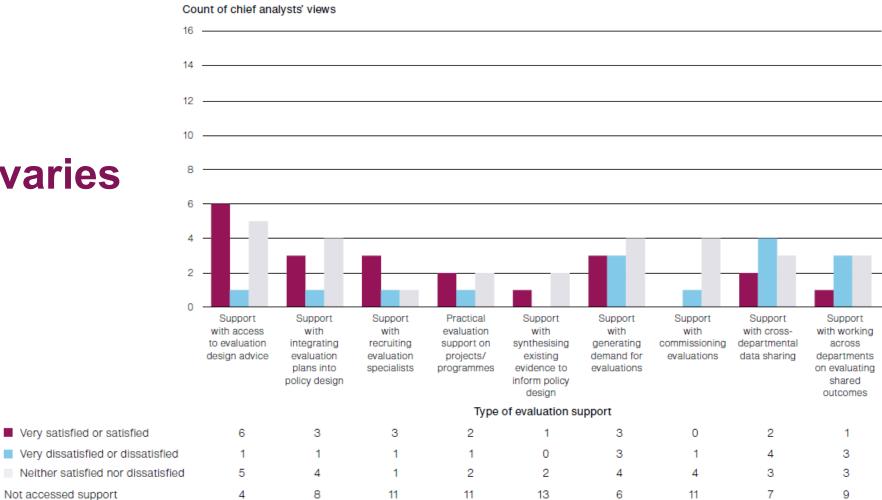


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Figure 8

Chief analysts' satisfaction with the evaluation support accessed by their departments

Our survey of chief analysts found a mixed picture of their satisfaction with evaluation support provided by the centre of government. They were most satisfied with support on access to evaluation design and least satisfied with support on cross-departmental data-sharing



... satisfaction varies

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Embedding change and using evaluation findings

Areas to improve

Transparency and publication

Managing knowledge and using it widely

Capturing and publicising improved outcomes due to evaluation



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Conclusion

While individual departments have **undertaken initiatives** to improve evaluation, the use of evaluation continues to be **variable and inconsistent**, and government has been **slow to address the known barriers** to improvement. As a result government cannot have confidence its spending in many policy areas is making a difference. Government has recently **committed to improve evaluations**, included requirements relating to evaluation in some spending decisions, and strengthened capacity through the creation of the Analysis Function and a central Evaluation Task Force. **These interventions will take time to mature**. Nevertheless, this renewed focus on evaluation is a welcome step to using evidence better and improving value for money.

Government needs to **clarify responsibilities**, **oversight** and **communication** of evaluation evidence. Building on the reforms it has made, and the efforts of individual departments, government will have to **do more to address the systemic barriers** to effective evaluation and the **application of evaluation evidence to policy-making**. Otherwise it will not be able to ensure evaluations drive improved outcomes.



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Thank you

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