IGL2018 Global Conference

Matt Homer, June 2018
What barriers do government innovators face?

- Weak or inconsistent political will / mandate
- Lack of enthusiasm or support from others in government
- Siloed organizational structures in government
- Limited relevant technology talent within government
- Risk averse culture with limited incentives to innovate
- Legacy systems and vendor capture
- Procurement processes that are misaligned with modern digital platforms
- Lack of citizen confidence/trust in government
Many approaches to overcoming these barriers are being tested.

Countries with an Existing or Proposed Regulatory Sandbox as of August 2017 (CGAP)
Example of Demonstration / POC Model

**TECHNICAL ASSISTANCE**
- Experts in regulation, supervision and the use of artificial intelligence and other technologies support partnering financial authorities and innovators.

**PROJECT MANAGEMENT**
- Management of entire process from identification of use case and selection of innovators through development and testing of prototype RegTech solution.

**BRIDGE WITH INNOVATORS**
- Selection of innovators to prototype RegTech solution (through competition).
- Funding selected innovators.

**KNOWLEDGE EXCHANGE**
- Peer learning opportunities (both in-person and online) with cohort of financial authorities, expert FinTech advisors, and other selected stakeholders in the emerging RegTech community.

**REGTECH FOR REGULATORS ACCELERATOR**

**MONTHS 1-6**
- Defining the opportunity: Assessing partnering with financial authorities their needs, selecting a specific area of opportunity, and defining the requirements of potential solutions.

**MONTHS 7-10**
- Identifying potential solutions: Engaging innovators through competitions to crowdsource innovative ideas that meet regulatory and supervisory needs.

**MONTHS 10-20**
- Testing prototypes: Co-design, development, and testing of ideas among financial authorities and innovators.

[r2accelerator.org]
Thank you!
Example of Massive Platform / Infrastructure Innovation

indistack.org
### How are Government Innovators Addressing Barriers?

<table>
<thead>
<tr>
<th>Barriers</th>
<th>Solutions</th>
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<tbody>
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