Working Paper

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The Role of Collaboration and Functional Governance in Regional Economic Development

Bv

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Regional Economic Performance in British Columbia Workshop

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### **Purpose**

Purpose – to provide overview of regional economic networks and patterns of cooperation in comparative jurisdictions and determine how these networks impact economic performance

#### **Process**

- Analysis of literature
- Review of economic development programs in BC
- Selection of case studies
- Discussion of key findings

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### **Presentation Outline**

- Functional collaborative governance
- Collaboration and economic performance
- Economic Development in BC Context
- Case Studies
  - Cascadia
  - New Zealand Partnership Program
  - Canada's Technology Triangle
- Lessons Learned

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# **Regional Economies**

- More focus on regions as drivers of national and international economy
  - Vancouver's CMA accounts for 53% of BC's GDP
- Issues span territorial divisions:
  - Transportation
  - Environmental
  - Security

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# **Functional Governance**

Functional Governance – describes *collaborative* governance arrangements which can overlap multiple territorial jurisdictions and address specific issues i.e.

- Pacific NorthWest Economic Region fosters economic development in Pacific NW
- Public-Private Partnership of the American states, Canadian provinces and business leaders

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# **Collaboration & Economic** Performance

Functional collaborative governance:

- Address challenges and creates opportunities across boundaries
- Link networks of public, private and not-for profit sectors, research institutions
- Improve cooperation and trust

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### **BC Context**

- Flexible and collaborative regional governance system
- Economic development programs targeting infrastructure investment, innovation and underperforming areas/sectors
- More collaboration necessary on regional economic development

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## **Case Studies**

- Cases selected based on existing accessible research and:
  - Complimentary to BC's flexible and collaborative regional governance system
  - Support increased regional economic development collaboration

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## Other Potential Cases

- Other Cases:
  - □ European Union INTERREG program
  - Greater Houston Partnership (US)
  - James Irvine Foundation Collaborative Regional Initiatives (US)
  - □ Alberta Economic Alliances (CAN)
    - Multiple Regions
  - Okanagan Partnership (CAN)

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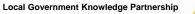


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## Case Study #1

Cascadia - Cross-border region including BC, Washington State and beyond...

- Multiple overlapping cooperative governance networks addressing specific issues:
  - Economic Development
  - Transportation
  - Sustainable Development
  - Environment





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# Case Study #1

#### Cascadia Lessons Learned -

- Governance networks reframe issues and create opportunities not addressed by traditional territorial governments
  - PNWER security, energy and tourism initiatives
- Governance networks can develop and be sustainable in the absence of legislative or financial frameworks
- Private / not-for-profit sectors provide funding to support networks



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# Case Study #2

### New Zealand Regional Partnership **Program**

- State funding for regional economic strategic planning and capacity building
- Locally driven partnerships
- Participation from:
  - State/Regional/Local Governments
  - Private sector
  - Tertiary institutions



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# Case Study #2

### New Zealand Regional Partnership **Program Lessons Learned**

- Capacity building critical to success of regional economic development networks Appropriate to scale of region
- 'Top-down' state funding can successfully encourage initiatives not undertaken by local government (or other organizations)
- Implementation flexibility important and achievable for a uniform state program



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# Case Study #3

### Canada's Technology Triangle (CTT) - Region of Waterloo, Ontario

- Local Government initiative to increase regional economic collaboration
- Resulted in joint marketing and information portal for the Region of Waterloo



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# Case Study #3

### Canada's Technology Triangle Lessons Learned

- Regional cleavages can seriously limit the scope of economic collaboration
- 'Bottom-up' local initiatives require capacity building to support regional collaboration
- Lack of collaboration can limit economic development opportunities

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### Lessons Learned

- Collaborative governance networks can form:
  - in the absence of policy and legislative frameworks;
  - through 'top-down' state investment; or
  - by local 'bottom-up' initiatives
- Collaborative regional governance requires trust and cooperation
- Incentives and capacity building critical to fostering collaborative regional governance

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