

# GRPs that contribute to formalisation and the global economy

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#### GRPs that contribute to formalisation and the global economy: THE BASICS

#### The regulatory practice:

- Administrative Simplification
- Licensing and Permitting

### 1. How they contribute to formalisation and the global economy

- If implemented correctly, they make easier the opening, running and growing of a business
- Benefit entrepreneurial and SME profoundly (in a disproportionate way!)

## 2. Key aspects for successful implementation

- Focus on pareto rule: 20% of licenses and permits that generate 80% of the impact
- Requires REAL commitment from political leaders to support reform efforts and eliminate resistance

#### Cutting Red Tape Hyp Is Administrative Complicated? LOOKING BERCHID 2010



3. Contribution by the OECD

OECD Best practice principles in Licensing and permitting (soon!)

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#### GRPs that contribute to formalisation and the global economy: THE CLASSICS

### 1. How they contribute to formalisation and the global economy

- Regulations based on evidence: regulations that are "fit-for-purpose":
  - Pursue a legitimate public policy objective
  - Generate more benefits than costs
  - Avoid unnecessary burdens for citizens and businesses

### 2. Key aspects for successful implementation

- Enabling factors: legal basis, oversight, generate capacities
- Requires REAL commitment from political leaders to support reform efforts and eliminate resistance

#### The regulatory practice:

- Regulatory Impact
  Assessment (Ex ante)
- Stakeholder engagement (Consultation)
- Ex post analysis

#### 3. Contribution by the OECD



GRPs that contribute to formalisation and the global economy: THE FRONTIER TOPICS

### The regulatory practice:

- Regulatory Enforcement and Inspections (REI)
- Agile Regulatory Governance (Agile)
- International Regulatory Cooperation (IRC)

### 1. How they contribute to formalisation and the global economy

- Proper and easy compliance with rules and standards help businesses become global (REI)
- Harnessing innovation and data can make the regulatory framework more adaptable so businesses can take advantage of technology (Agile)
- Coherence and convergence of rules across countries for the global benefit (IRC)

### 2. Key aspects for successful implementation

- Intensive use of data
- Willingness to experimentation (and learn from mistakes)
- Engagement with a wide range of stakeholders

#### 3. Contribution by the OECD



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#### Restricted Use - À usage restreint





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