## Social Innovation Ecosystems – A Seedbed for Innovation?

Judith TERSTRIEP | 22 June 2017 | Regional Helix 2017



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# INTRODUCTION

## Why Social Innovation ?

#### **State of Play in Europe**



**GDP Growth in 2017** 



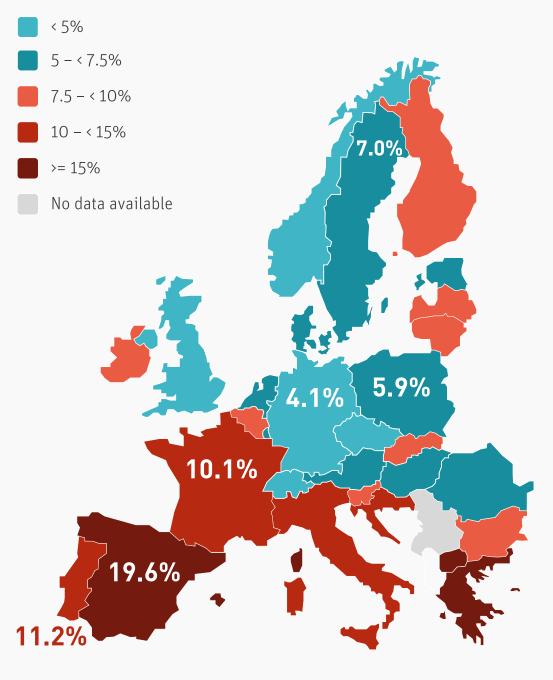
**»Global Economic Outlook:** 

Better, but not good enough«

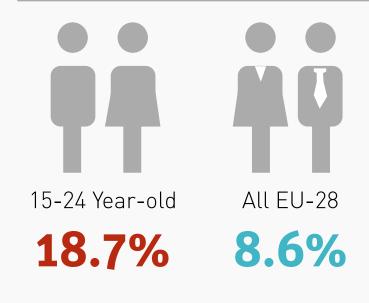
Source: OECD 2017

23.7% of people in EU-28 were at risk of poverty or social exclusion

Source: Eurostat 2016 (lfst\_r\_lfu3rt)

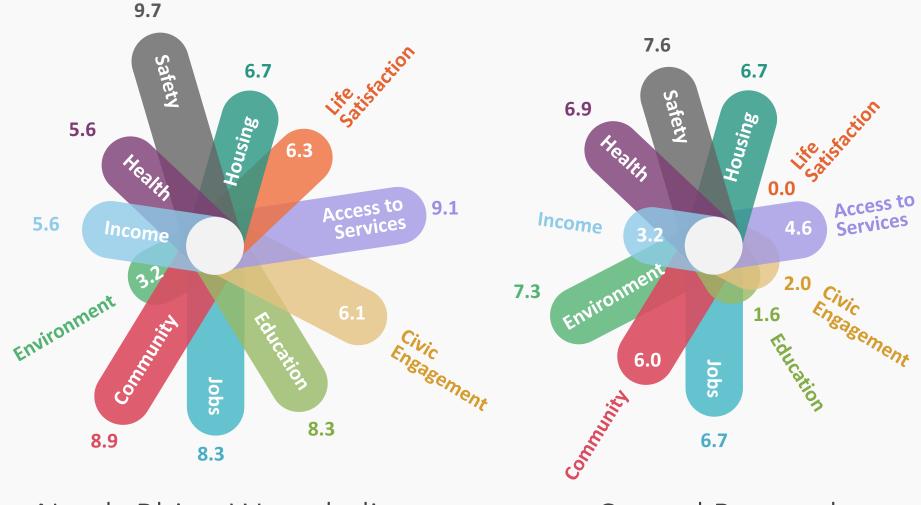


Average Unemployment (2016)



Source: Eurostat 2016 (lfst\_r\_lfu3rt) 4

#### **OECD Better Life Index**



North-Rhine Westphalia

Central Portugal

# THE CONCEPT OF SI

#### Multiplicity of Actors, Processes & Structures



## Definitions

Social Innovation refers to a novel solution to a social problem that is more effective, efficient, sustainable, or just than existing solutions and for which the value created accrues primarily to society as a whole

Phills et al. (2008), p. 36

#### **Social Entrepreneurship**

[...] a **dynamic process** of performing socially innovative activities with an entrepreneurial mindset.

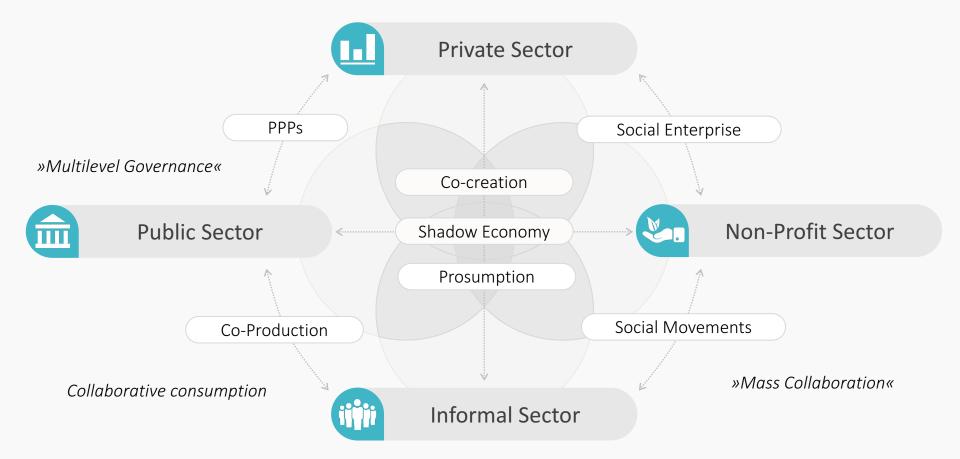
(Kleverbeck et al., 2017, p. 51)

#### **Social Enterprise**

[...] an **organisation** that exists for social purpose and engages in commercial activities to fulfil its mission, using market-based techniques.

(Kleverbeck et al., 2017, p. 50)

#### **Social Innovation Actors**



#### **Actors involved in SI**

NPO/NO

Public Bod

Private Compa

Research & Educati

Foundatio

Individuals & Netwo

Social Enterpr

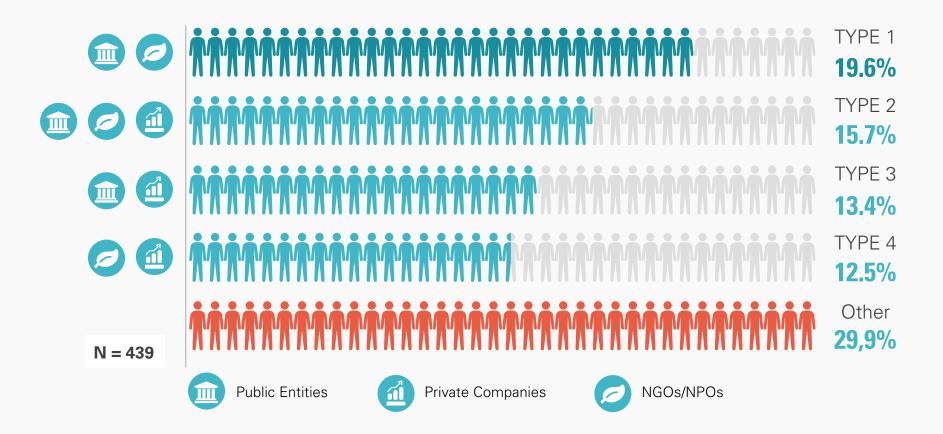
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N = 928

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| ions  | <b>***********</b> *******************       | <b>13,9%</b> |
| orks  | <b>***********</b> ********************      | <b>13,9%</b> |
| orise | <b>**********</b> ****                       | 12,5%        |
| PPP   | <b>****</b> **                               | <b>6,5%</b>  |
| ther  |  | <b>9,9%</b>  |

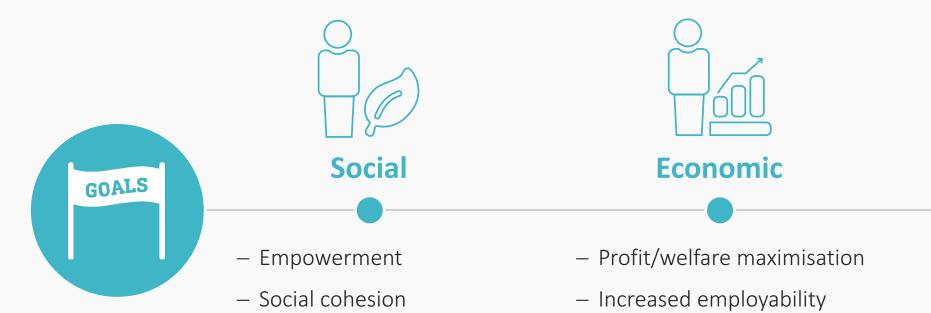
#### **Alliance Partner**



#### **Social Innovation Actors' Roles**



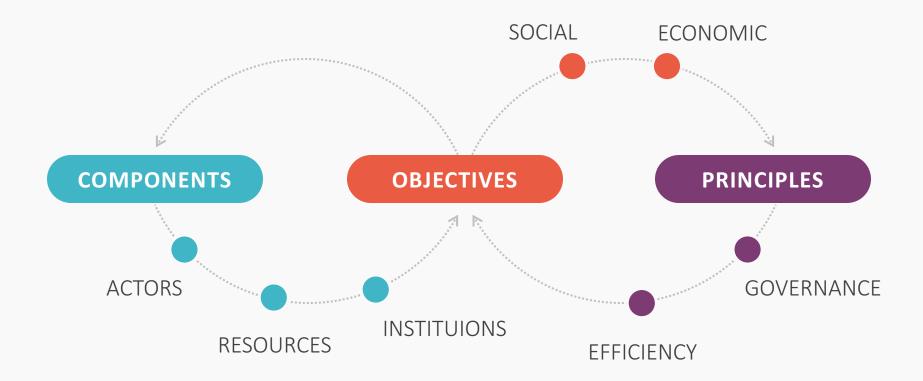
## Objectives



- Inclusion
- Enhanced quality of life
- Social impact

- Cost reduction
- Discharge of public budgets
- Inclusion

#### **Interplay of Components, Objectives & Principles**



#### **Focal Levels**



- Single social innovation, users, innovators, beneficiaries
- Individual impact
- Organisations & networks => transactional environment
- Institutional change
- Society => social structures & regulations (e.g. welfare regime)
- Social change

# RSIS

#### An Ecosystem for Social Innovation

#### Preconditions



## RIS

## RSIS



- Knowledge provider
- Human capital

- Seldom involved
- Unclear role

Innovator

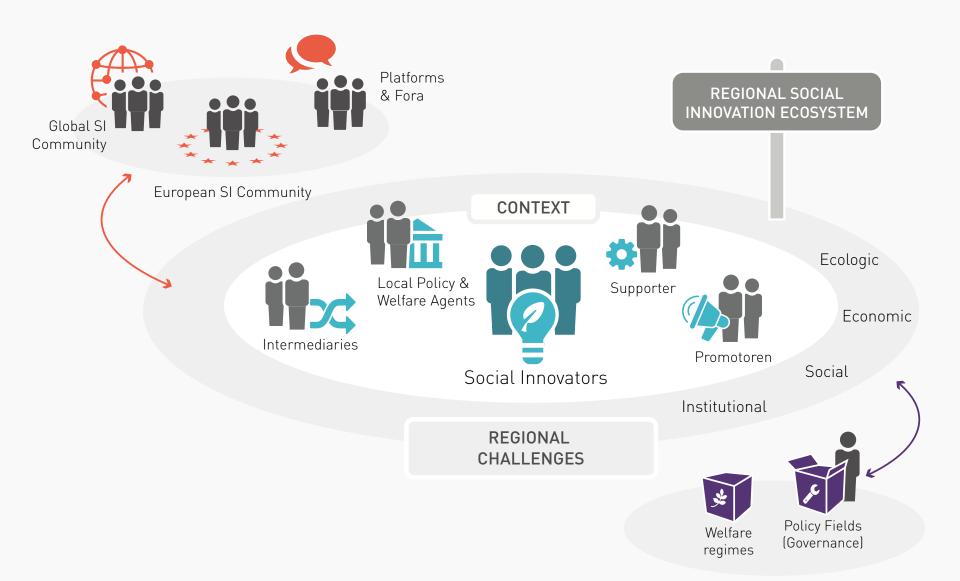
- Social Enterprise (Innovator)
- Supporter

- Representing the market
- Open Innovation
- Co-production
- Provision of infrastructure

- Innovator
- Beneficiary
- Knowledge provider
- Innovator
- Promotor

No explicit role

- Innovator
- Knowledge provider



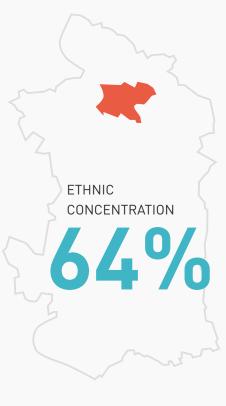


« Exchange Education for Accommodation », unfolding the potential of children from deprived households through the establishment of a prevention chain in Duisburg Marxloh.

YEAR INNOVATION PROCESSFROM THE FIRST IDEA TOTHE IMPLEMENTATION

XX

**TARGET GROUP** CHILDREN AGED 6 TO 10 IN DUISBURG MARXLOH



Duisburg-Marxloh



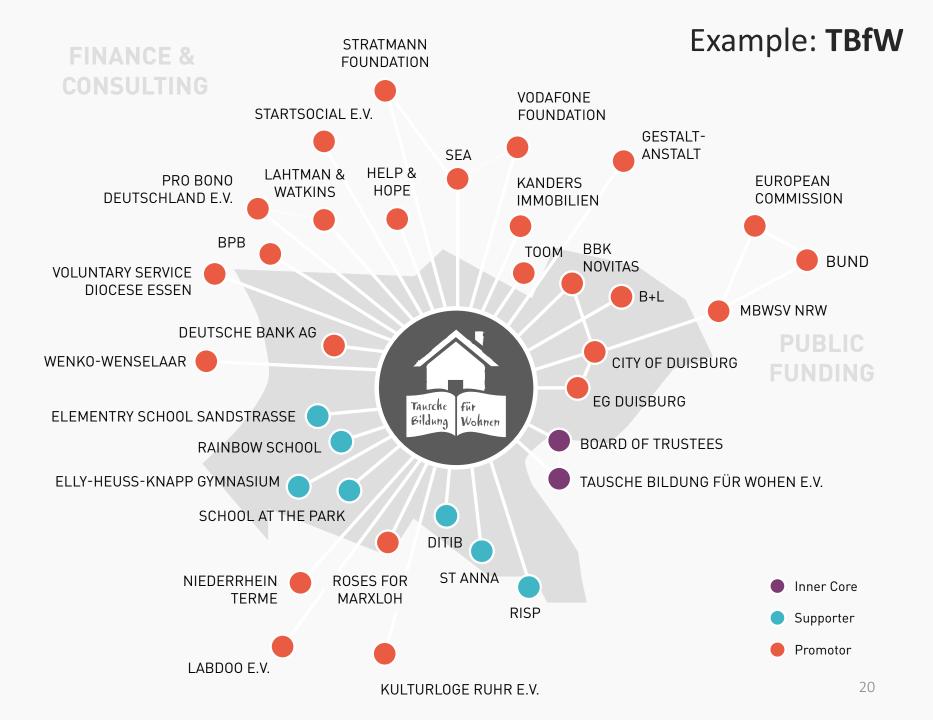
ESTIMATED ANNUAL BUDGET

350 CHILDREN CHILDREN 350 DE CHILDREN BARTNER

STAFF COSTS

STAKEHOLDERS INVOLVEMENT - NETWORK EVOLUTION





## **Questions & Discussion**



#### POTENTIAL

Is social innovation a promising avenue towards smart and inclusive growth?



#### REGION

Is there a potential for social innovation in your region? And what are your expectations as regards regional development?



#### ROLES

Where in the RSIS would you position yourself/your organisation? What could be your role?

#### References

**Kleverbeck, M., Terstriep, J., Deserti, A. & F. Rizzo (2017):** Social Entrepreneurship: The Challenge of Hybridity. In: David, A.; Hamburg, I. (Eds.), *Entrepreneurship and Entrepreneurial Skills in Europe*, Bielefeld/Toronto: Barbara Budrich Publishers, 47-76.

Phills, J. R., Deiglmeier, K. & Miller, Dale T. (2008): Rediscovering Social Innovation. *Stanford Social Innovation Review*, 6(4): 34-43.

**OEDC (2017):** *OECD Economic Outlook,* Volume 2017 Issue 1, OECD Publishing, Paris. <u>http://dx.doi.org/10.1787/eco\_outlook-v2017-1-en</u>

OECD (2017): Better Life Index. http://www.oecdbetterlifeindex.org

#### **Additional Readings**

**Terstriep, J.** (ed., 2016): Boosting SI's Economic and Social Impact. Gelsenkirchen: Institute for Work and Technology. <u>http://simpact-project.eu/publications/info/SIMPACT\_Brochure\_final\_web.pdf</u>

Komatsu, T., Deserti, A. & F. Rizzo (2016): Social Innovation Business Toolbox. Gelsenkirchen: Institute for Work and Technology. <u>http://simpact-project.eu/tools/toolbox\_business\_web.pdf</u>

**Dhondt S. et al. (2016):** Social Innovation Evaluation Toolbox. Gelsenkirchen: Institute for Work and Technology. <a href="http://simpact-project.eu/tools/toolbox\_evaluation\_web.pdf">http://simpact-project.eu/tools/toolbox\_evaluation\_web.pdf</a>