



Update on Project Governance Research in Norway

Concept International Symposium 19 September 2024

Gro Holst Volden, Programme Director Concept Research Programme, NTNU

The Concept Programme

- Trailing research
- Funded by the Ministry of Finance since 2002
- Follows projects under the State Project Model
- 300+ projects since year 2000
- The perspective of the financing party; project governance
- Placed at the Norwegian University of Science and Technology in Trondheim
- https://www.ntnu.edu/concept

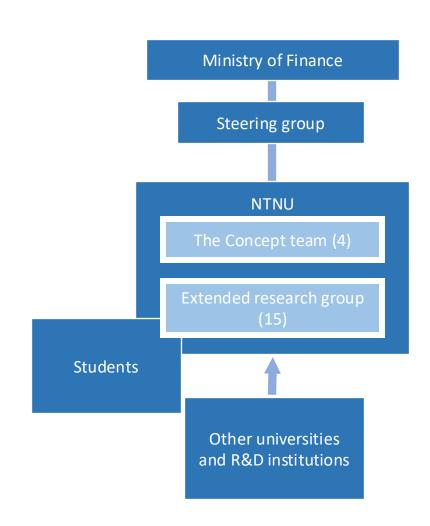








The Concept Programme



Researchers present at the symposium



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Erik Valestrand



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Two main objectives

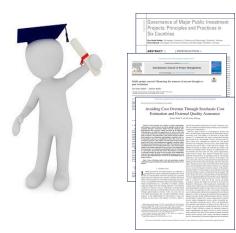
1 Improve the Norwegian State Project Model (practical)

We share lessons learned among projects and government agencies. We help the Ministry of Finance ensure that the scheme is in line with best practice.



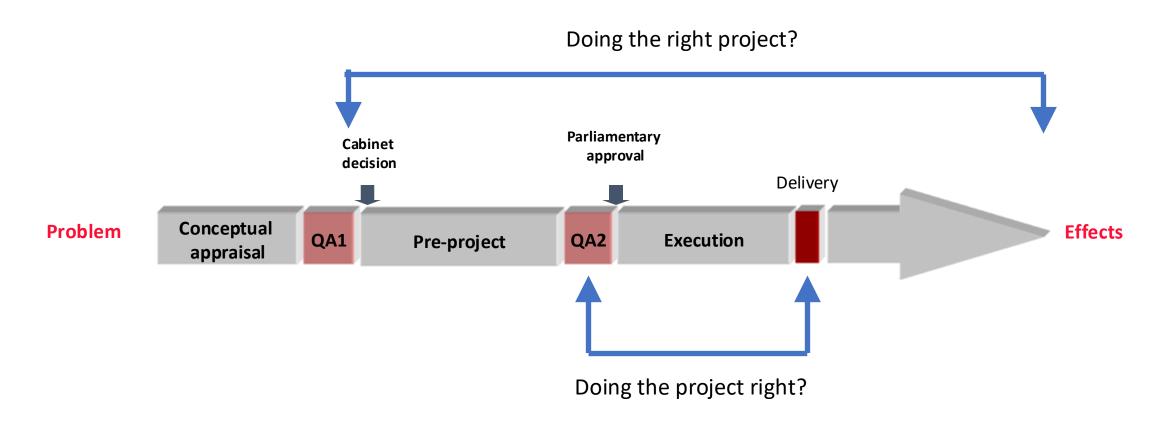
2 Contribute to the knowledge base (theoretical)

We manage a database of all projects under the QA scheme. We publish high-quality research through peer reviewed journals and conferences.



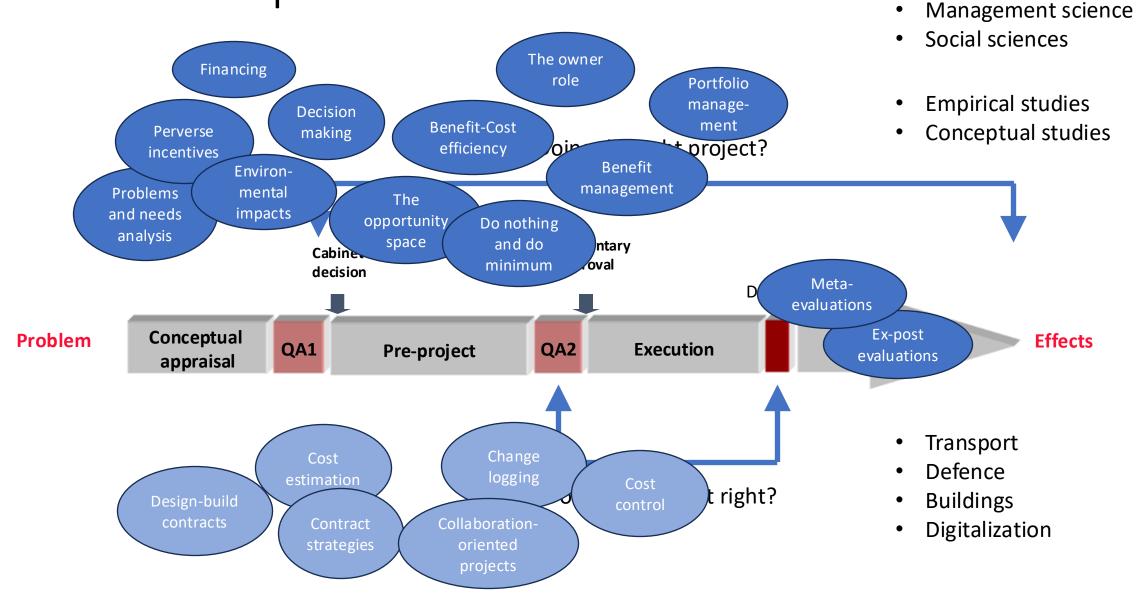
We follow projects in the State Project Model

- aimed to ensure successful projects on several levels



Doing the right project wrong, is better than doing the wrong project right

Research topics

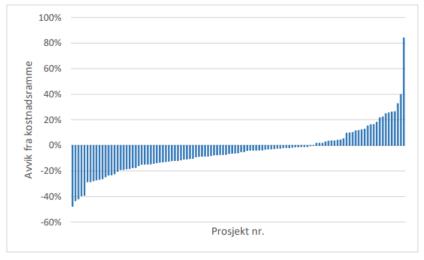


Engineering

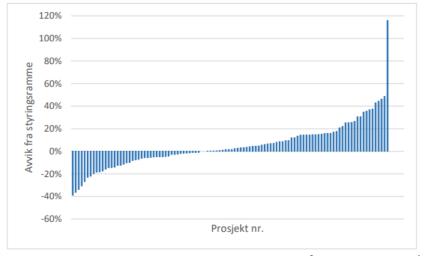
Economics

We demonstrate what works and what doesn't

- Project practice has improved and become more harmonized
- QA2 has provided the government with good cost control on a portfolio level
- QA1 ensures that project selection is based on a broad assessment of strategic goals
- Concept as a hub for development of knowledge
- Remaining challenges are related to, inter alia, project initiation, life cycle cost perspectives, benefit and cost management in the pre-project phase, programme and portfolio management, use of post-project evaluation and other data from previous projects.

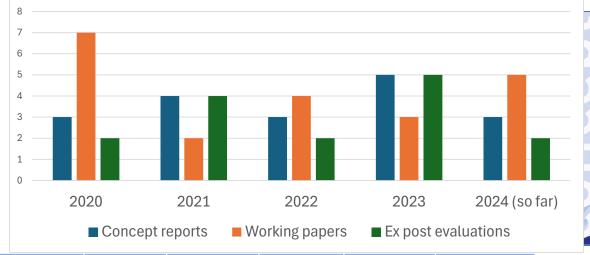


Deviance from budget (N=111)



Deviance from target cost (N=106)

Publications



Publications		2020	2021	2022	2023	2024 (so far)	
Norwegian	Concept reports	3	4	3	5	3	
	Working papers	7	2	4	3	5	
	Ex post evaluations	2	4	2	5	2	
	Booklets	3	6	4	3	0	
	Newsletters	4	4	4	4	4	
	Op-eds and feature articles	16	23	6	13	4	
	Master theses	12	10	10	10	4	
English	Scientific papers	3	6	3	7	4	
	Book chapters	10	4	1	4	2	



Anne Strand Alfredsen Larsen, Helene

Cost estimation in major

uncertainty

public projects' front-end phase – how to ensure realistic estimates under high

Berg, Ole Jonny Klakegg, Morten Welde, Jan Alexander Langlo and Nils O.E.

Atle Engel

Experier

Extensive dissemmination and networking

- Webinars, seminars, workshops, and other types of dialogue with ministries, agencies and QA consultants
- Collaboration with international network in academia and government
- LinkedIn account (new!)



Some recent and ongoing research topics

Do-nothing, Do-minimum or Do-something?

We studied 112 project appraisals and found:

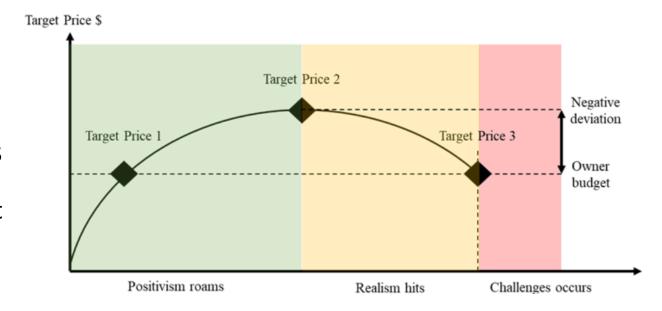
- The *do-nothing* alternative was
 - not treated as a viable option
 - low transparency
 - <u>never</u> recommended (although it was best value for money in many cases)
- Do-minimum alternatives were
 - included in only 1/3 of appraisals
 - tended to be negatively biased
 - recommended in only 2/112 cases



To ensure more efficient use of society's resources, the *do-nothing* and *do-minimum* alternatives must be treated more seriously in appraisals.

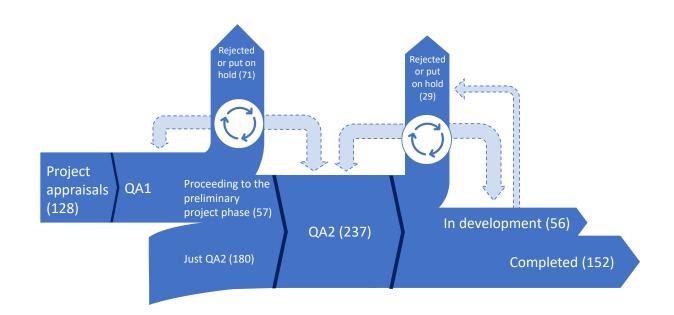
Collaboration-oriented projects – positive and negative experiences

- Collaborative contract strategies are common, but come in many forms
- The potential benefits of collaborative strategies are well documented in case studies
- A study of 105 projects found that the most common challenges and barriers were related to
 - The contract (incentives, finding the right target price)
 - The collaborative phase
 - Project organization
 - «Soft elements»



Decision-maker's use of appraisals and QAs

- Political processes have their own rationality, and reports may be used opportunistically
- The problem of path dependency (pre-determined solution)
- Difficult to reject proposals, easier to put on hold indefinitely



International book project

- Volume to be published by Wiley July 2025
- The focus is on governance arrangements (stage-gate models) for government investment projects, introduced by the authorities (national level)
- Target group: policymakers
- Contributions from experts in nine countries, and multi-national organizations



Future priorities for the Concept programme

- There are still many challenges in public projects, and many underresearched topics.
- More and better use of ex-post evaluation to improve future projects
- Collaboration with other universities and R&D institutions in Norway and abroad
- We welcome your views and ideas



Enjoy the symposium and make the most out of it!



