

# Facts are sacred: the power of information

### Mike Owen, CIPFA President Thursday 4 December 2014





### Do we know the power of information?

- We think we know the power of data; it has become a truism of our age.
- Data is now spoken about as an article of faith, in almost a religious way.
- "I'm a bit of a freak for evidence-based analysis. I strongly believe in data."

-Sir Gus O'Donnell, former Cabinet Secretary and economist

- But in the age of "Big Data" we can't just collect and store data.
- It's not how much you've got, but how good is it and how do you use it.



### The challenges of data

There are four questions we must ask ourselves if we are to use our data well:

- Have we got the right data?
- How good is what we've got?
- How well are we using that information?
- Is what we doing with that data actually helping us perform our jobs better?



## The problems with data

Of course no matter how good your data is it's never perfect.

- Data doesn't act, it must be used.
- "Dirty" or incorrect data can lead to the wrong decisions
- We must strive for consistency and uniformity in the way we collect and use data.
- We know that our information should be verified before we use it.
- Publish and be damned! If we only ever just publish data, we're not using it effectively.

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## Verified information supports good decisions

- Not only should the information we use be verified but it should be framed within the organisational, political and financial context.
- It should also reflect genuine customer need.
- Good evidence supports good decisions.
- Unverified information is gossip – we shouldn't be making decisions on the basis of gossip.





### We need to use the information we have

"The goal is to turn data into information, and information into insight."

-Carly Fiorina, former executive, president, and chair of Hewlett-Packard Co.

- We need to use the information we have in the most useful way possible for the organisations we work for.
- It must provide insight which leads to action.
- This is where CIPFA can help you.
- We have decades of experience and insight into using data to improve and increase performance.



### How CIPFA uses information

#### Benchmarking:

- Benchmarking provides authorities with a way to compare their performance against others.
- Gives league tables against other similar councils.
- Allows authorities to identifying both areas of concern or of good practice.
- Provides objective tools to communicate internally and with stakeholders on performance.



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## How CIPFA uses information

#### How not to use benchmarking

Can often be used merely as a process of publishing comparative data.





Compare Neasure IMDIOVE

#### How to use benchmarking

- Benchmarking must always be used as part of a cycle of improvement.
- Each step of the process leads through to the next in a closed circle of continuous service improvement.



### **How CIPFA uses information**

#### **Management Information**

- Faced with information we can either use it for box ticking or organisational knowledge.
- Management Information must be used for more than to demonstrate that managers are overseeing performance.
- Instead it must be used to learn about how the organisation is working.
- Once equipped with this insight managers can then lead their organisation.



### Effective benchmarking: an example

#### North Yorkshire County Council (NYCC):

Recently undertook review of Children & Families work. Used CIPFA's benchmarking as a large part of review.

The context: NYCC

- Largest geographical county in England
- 465 Looked After Children (LAC)
- 377 Children In Need (CIN)
- 470 Child Protection cases
- 132,000 0-19 children
- 318 Primary Schools
- 44 Secondary Schools
- 10 Special Schools
- £37.1M Gross Budget Children's Social Care (CSC)



### Effective benchmarking: an example

#### NYCC review:

Children's Social Care transformation using benchmarking as significant contributor to the review:

- Total service staffing review and restructure
- Used section C on social worker structure and efficiencies to find out about other LA initiatives
- Used contact list for very specific queries good network (e.g. LSCB chair costs, Head of Safeguarding costs)
- Benefits: no agency staff; good retention and recruitment; reduction in LAC; good platform for future reductions
- Challenge: exploiting the informal network for additional information; reciprocating other people's requests for information



### Effective benchmarking: an example

### North Yorkshire County Council (NYCC):

Lessons learnt by NYCC:

- Benchmarking a good discipline.
- Important to reach out beyond your own "bubble" and search out best practice.
- Need to invest time to get value out of it need to commit to reciprocating even if not your priority.
- One of several tools to review performance we're slaves to the figures but we value the insights.
- Oversight of LAC budget requires constant vigilance. The benchmarking club collects information for a fraction of the cost that it would take an individual authority – therefore, regarded as good VFM.

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### Conclusions

- In an age of big data all of us are expected to use what we gather effectively.
- In an age of austerity and ongoing cuts and savings, data can offer the insight we need to improve performance and save money.
- But data doesn't act on its own, it needs to be used and used well.
- CIPFA has decades of experience of this and are happy to help your organisation to improve the way it uses data and improve delivery for citizens.