

Federal Department of Economic Affairs, Education and Research EAER

State Secretariat for Economic Affairs SECO and Federal Office for Agriculture FOAG

# **Management Response**

of the State Secretariat for Economic Affairs SECO and the

Federal Office for Agriculture FOAG

to the

## **Swiss Report on Enhancing Innovation in Rural Regions**

by the

Organisation for Economic Co-operation and Development OECD

December 2022

#### 1. Acknowledgements

The State Secretariat for Economic Affairs (hereafter SECO) and the Federal Office for Agriculture (hereafter FOAG) would like to extend their gratitude to the Organisation for Economic Co-operation and Development (hereafter OECD) for considering Switzerland as one of the five country case studies conducted in the project "Enhancing Innovation in Rural Areas" and for the precious recommendations received. SECO and FOAG would also like to thank all the people on federal and cantonal level involved in the country case study.

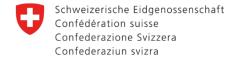
### 2. Recommendations and Response

In its report "Enhancing Innovation in Rural Regions", the OECD addresses the innovation landscape in Switzerland's rural areas.

Based on existing policies, information received during the online pre-missions and the visit to Switzer-land in September 2021, the OECD recommends that SECO and other relevant stakeholders such as FOAG should consider taking action in the following areas:

- Policy design
- Co-ordination
- Enabling conditions: Access to services
- Special focus: Agri-food Innovation

In this Management Response, comments on the recommendations are provided by SECO (Promotion Activities Directorate) for Parts A-C and FOAG for Part D, in consultation with the State Secretariat for Education, Research and Innovation (SERI), the Swiss Innovation Agency Innosuisse, the Federal Office for the Environment (FOEN), the Federal Statistical Office (FSO), the Federal Office for Spatial Development (ARE) and the Regional Innovation Systems (RIS).



Federal Department of Economic Affairs, Education and Research EAER

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### A. Recommendations on Policy design:

|     | OECD-Recommendation   | Management Response   |   |   |  |
|-----|---|---|---|---|--|
|     | SECO should expand the scope and target groups of rural and regional innovation initiatives by:       |   |   |   |  |
| A 1 | Further broadening the <b>scope</b> of innovation programmes beyond purely tech-<br>based innovation. | Agree   | Partly agree  | Disagree  |  |
| A 1 |   | Innovation is often unders In rural areas in particula about innovation and to promotion also takes this has long pursued a broad promote process innovation derstanding and sometine and business models, but i.e. those in which universitive practice-oriented projugated through Innotour knowledge building in tout ities for women, young articulate to a region? | r, however, it is importation focus on specific challs into account: the New dunderstanding of innotion in particular. Innosulates promotes innovation tends to focus on 'sciently knowledge can make ects in tourism in rural (promotion of innovation). | ant to think more broadly enges. Swiss innovation we Regional Policy (NRP) evation and also seeks to isse also has a broad union in products, services ence-based innovations', are a contribution. Innovaregions can also be supported in the support of the services as well as specific activated migrants, if they con- |  |
|     |   | tribute to a region's econocriteria.  | omic development and  | meet the NRP's eligibility  |  |
|     |   | Further developments in with this recommendation broaden NRP innovation   | on and plans, among   | other things, to further  |  |

- Reinforcing the development of **programmes** targeted at small firms, start-ups and nascent entrepreneurs in rural places. This includes outreach to regions not typically covered by the current regional innovation systems. Such development can include:
  - The adoption of the OECD Recommendation of the Council on SME and Entrepreneurship Policy (2022)
  - Supporting SMEs by facilitating the adoption of digital technologies, strengthening digital skills and encouraging and supporting under-represented or disadvantaged groups; and keeping in mind the accrued challenges for access to finance and resources for rural regions.
  - Encouraging the expansion and development of initiatives to encourage the creation of new firms that provide diversified services.
  - Encouraging networking events, challenge-based initiatives (such as the Innovation Boosters managed by Innosuisse) and interaction with schools to build the entrepreneurial mindset from an early age.
  - Considering creating programmes to provide specific support to firms run by women and youth.

| Agree | Partly agree | Disagree |
|-------|--------------|----------|
|       |              |          |

The promotion of innovation in small and medium-sized enterprises, support in dealing with digitalisation, support in setting up companies, networking and special support for young people and women are important concerns that Swiss innovation promotion already takes into account and where it also plans further developments in the future. The Regional Innovation Systems (RIS) within the framework of the NRP already cover a large part of Switzerland and thus also rural areas. Linking rural, mountain and border regions to the innovation dynamics of urban centres is at the core of RIS promotion. An extension of individual RIS to further areas is currently being examined in the cantons concerned.

SECO has taken note of the OECD *Recommendation of the Council on SME and Entrepreneurship Policy* and found that a great deal has been implemented. SECO will analyse the recommendations with a focus on SMEs in rural areas and incorporate them into its work as the situation requires.

Digitalisation and the strengthening of digital skills is a key theme in the current Dispatch on Promotion Activities 2019-2023, which forms the basis for SME promotion, tourism promotion, New Regional Policy and export and location promotion. This aspect will be strengthened in the Dispatch on Promotion Activities 2024-2027, also in terms of the NRP.

The creation of new firms is supported both digitally via the EasyGov.swiss online counter and via specific RIS activities and coaching. Since its launch in 2017, the EasyGov one-stop shop has been continuously expanded and now offers companies over 45 different official processes. The EasyGov offering is to be further expanded in the legislative period 2024-2027.

|     |   | SECO and Innosuisse welcome and promote exchanges between the in novation boosters and the RIS and hold annual networking events to the end.  In Switzerland, the education system largely falls under the remit of the cantons, which is why the federal government plays no active role here.  The RIS concept 2024+ envisages the promotion of specific activities for women, young and older professionals or migrants if they contribute to a region's economic development and meet the NRP's eligibility criteria Various cantons have already planned activities in that regard. |   |                         |
|-----|---|--|---|-------------------------|
| A 3 | Broadening the selection of <b>coaches and mentors</b> and increase the number and variety of potential coaches to foster interlinkages between sectors to re-  | Agree  | Partly agree  | Disagree                |
|     | <ul> <li>Diversifying qualifications for mentors.</li> <li>Exploring more opportunities for peer-to-peer mentoring and coaching.</li> <li>Supplementing coaches with R&amp;D experience or understanding of Innosuisse programmes, such as those in the Innosuisse network, with those having a background in business development or other areas, and encouraging the up-take of information classes for coaches without knowledge of Innosuisse resources.</li> </ul> | eas for companies are vita regions.  SECO supports this recornovations by the RIS and other. Measures are alreament.  Within the framework of the coming funding periodocaching. The needs of Sfurther developed. Stronger   | ained coaches and mentors with skills in the key development companies are vital to the competitiveness of Switzerland.  Supports this recommendation. It supports the development has by the RIS and ensures that the coaches complement Measures are already being taken to ensure appropriate developing funding period, so companies will receive support the gramework of SMEs are regularly surveyed and the interest of the RIS and the interest will also help to broaden the range of support on offer |                         |
| A 4 | <ul> <li>Increasing the awareness and demand for university-linkages among entre-<br/>preneurs, such that research initiatives are not primarily led by the university</li> </ul>   | Agree  | Partly agree  | Disagree                |
|     | research. This can involve awareness-raising initiatives and information dissemination through mentoring, counselling and network events and services.  | The networking of univers<br>(triple helix approach) is a<br>In the NRP, the linkage tal   | key success factor for i  | nnovation in companies. |

of RIS thematic platforms, and on the other via specific funding projects (e.g. also within the framework of Interreg), in which universities and companies are jointly involved.

Furthermore, the RIS can raise awareness about the issue in companies

#### Building a culture of experimentation:

A 5

- Engaging in collaborative initiatives in physical spaces, such as innovation sandboxes, challenge-based initiatives, Living Labs and experimentation-specific grants that allow innovators to test solutions for the future at local level, mimicking real-life situations. This could greatly benefit from a closer co-ordination with other government bodies such as Innosuisse's Innovation Booster programmes and cantonal and municipal level innovation or development offices. Such initiatives can include:
  - Innovation sandboxes with a narrow, time-limited focus. Based on the outcomes of such experiments, governments can decide whether to adapt policies to encourage the upscaling of such experiments.
  - Challenge-based initiatives that tie funding, mentoring and other opportunities to solving regional priorities (both physical and online).
  - Living Labs with a physical space where individuals may experiment on the development of new products and services, often accompanied by material and in-kind services.
  - Specific grants that allow companies to access physical and digital networks that help them to think outside the box or test prototypes or new services.

## Agree Partly agree Disagree

through coaching/mentoring.

Sandboxes and other experimental spaces are important vessels for testing further developments before they are adopted in regular processes. Innovation partners support such approaches and will continue to enable them in the future, as long as they are compatible with legal requirements.

SECO and Innosuisse welcome and encourage exchanges between the innovation boosters and the RIS.

The RIS concept 2024+ allows for experimental approaches under certain circumstances. In terms of implementation, the partners will determine under which conditions experimental approaches can be used in projects and increased risks taken. At the same time, measures to mitigate these risks will be defined, e.g. iterative project design, systematic learning from failures and empowerment of actors in planning and implementation.

Experimental spaces are also made possible more broadly at various levels in regional development. For example, SECO has launched NRP pilot measures for mountain regions for the period 2020-2023. These pilot measures offer broad scope for experimentation (more flexible handling of NRP funding criteria, easy support for project promoters in project preparation, living labs for developing and implementing unconventional ideas,

|     |  | etc.). NRP programmes can include innovative support offers for actors and living labs in their implementation programmes if they want to.  Under the model projects for sustainable spatial development (MoVo), eight federal offices are promoting new approaches and methods so that local, regional and cantonal actors are given an incentive to develop solution ideas and test them on the ground.  The Council for Spatial Planning, an extra-parliamentary commission that advises the Federal Council and the Federal Administration on spatially relevant matters, and the Advisory Group on Mountain Areas, an expert group appointed by Federal Councillor Guy Parmelin, have explicitly called for such approaches to be examined. Clarifications are under way. In the case of spatial experimental areas, however, the spatial planning and environmental law sets clear guidelines, especially when it comes to construction measures in sensitive areas. |  |   |
|-----|--|--|--|---|
| A 6 | <ul> <li>Increasing flexibility and bottom-up solutions, by:         <ul> <li>Allowing for a certain agility in the programme, giving entrepreneurs the opportunity to bring forward ideas and requests for funding, for example, through an experimentation fund.</li> <li>Adjusting pre-existing programmes to integrate greater lead times, accept incremental advances as programme outcomes or encourage learning from failures.</li> </ul> </li> </ul> | Agree  SECO is increasing flexible possibility of using expering 2024+. The exact design at the same time, SECO use of taxpayers' money.  Bottom-up solutions are a  | nental approaches envis<br>is still being elaborated.<br>is obliged to proceed c | saged in the RIS conceptautiously as it is making |
| A 7 | <ul> <li>Promoting public sector innovation, or innovation inside the policy-making process. This can include:</li> <li>The adoption of new policy tools (i.e. open government, foresight and planning tools).</li> </ul>  | Agree  Innovation in the public se   | Partly agree   | Disagree<br>lifferent ways.                       |

| <ul> <li>New methods of re-enforcing the consultation process with non-government actors.</li> <li>Funds for experimentation pools that can be accessed for testing out new ways of delivering public services before scaling up.</li> </ul> | The EasyGov.swiss online to carry out administrative gle point of contact. Under from Regulatory Costs (Edrafted, the Federal Count public services on EasyGot tonal authorities, as well as bodies are to be obliged to companies via EasyGov. concluded in August 2021. tary consultations will folloout Under the National Data Note of it wants to make data main efficient through the multishould only have to provice The Federal Statistical Of NaDB programme.  Switzerland's Open Gover was adopted by the Federal open and freely usable ad The federal government a experimental approaches is precisely here that the action of the control of | procedures simply and or the Federal Act on the Business Relief Act), whicil is proposing to expove. When applying federals external federal and or make their digital public Consultation on the Business are the Federal Council's win the period 2022-20 Management (NaDB) propagement in the public stiple use of data: Individe certain information fice (FSO) is responsible the propagement of the public stiple and council in 2018. This ministrative data available supports projects in (MoVo, pilot measure to | efficiently through a sin- he Relief of Businesses which is currently being and the range of digital ral law, federal and can- cantonal administrative ic services accessible to business Relief Act was dispatch and parliamen- 023.  Diject, the Federal Coun- sector simpler and more viduals and companies to the authorities once. Die for implementing the  or the years 2019 to 2023 as strategy aims to make ble to the public.  I which there is room for for mountain regions). It |  |
|--|---|--|--|--|
| Monitoring and Evaluation:  SECO, in collaboration with other federal agencies and cantonal departments, should contribute to monitoring and evaluating innovation programmes in rural   |   |  |  |  |
| regions by:  | Agree   | Partly agree   | Disagree   |  |

 Reinforcing how monitoring and evaluation practices, such as the existing regional development monitoring, feed into innovation strategies, as is the case in science and technology foresight monitoring in Japan and the monitoring for demographic trends analysis in Korea. This could include:

A 8

- A central strategic unit of RIS in SECO that works in collaboration with the Federal Statistical Office (FSO) and cantonal offices based on:
  - Access to shared data on RIS and non-RIS catchment areas.
  - The sharing of results on good practices as part of the regular co-ordination meetings.
  - The improvement of data-sharing and open data practices, between RIS, cantons and the FSO. Include precautionary measures such as aggregation and confidentiality controls that can help provide information while still respecting privacy regulation.
  - The implementation of the OECD Recommendation of the Council on Enhancing Access to and Sharing of Data (OECD, 2021) that, for example, recommends adopting and regularly reviewing coherent, flexible and scalable data governance frameworks; and adopting a technologyneutral and agile legal and regulatory environment.
- Piloting a unified customer relationship management (CRM) system, which would track individuals' access to different services across and between cantons and RIS, and other agencies such as FOAG. This can be incentivised through financial mechanisms, or through the role of a data champion that pilots the benefits of data-sharing and uses data sharing best practices (OECD, 2021) to demonstrate how practical, legal and financial barriers could be overcome. It could provide the following information and measures:
  - Account for the location (municipality/canton/RIS) of the companies, or the persons, who participate in coaching, information and networking events.

The development and sharing of regional data is important as a basis for coordinated further development. The agencies responsible for regional development and innovation already work closely with the Federal Statistical Office and regularly exchange information. Among other things, projects are currently under way to produce variables according to different geographical levels (in particular according to the urban-rural gradient) and on the development of basic spatial statistical units, which should enable a more precise analysis of rural areas.

The data exchanged is regularly incorporated into the further development of federal policies.

Cantons, regions and other actors with links to regional development can commission special evaluations from regiosuisse on the regional-economic development of desired areas and spaces (regional monitoring). In addition, regiosuisse also carries out impact measurements for NRP and Interreg projects. Since 2012, over 30 projects have already been assessed.

In addition, SECO has defined impact models with standardised and measurable targets for the NRP, the sustainability concept and the RIS, which have been agreed with the FSC and the RIS network. As of 2028, these will have to be reported separately for the RIS so that they can be compared more easily.

There is no political will for a unified CRM and the question of effort and benefit would arise. Resources should primarily be focused on specific implementations.

With regard to the NRP, it should be emphasised that the cantons are flexible and can respond to the needs of the region.

- Account for the number of companies and location of companies referred by the RIS to other innovation promotion agencies (Innosuisse etc.).
- Account for the number and location of companies that are referred to coaches / funding agencies in other in other cantons of the RIS, as well as number and location of companies referred to coaches / promotion in other RIS.
- Account for number and location of companies that used the individual cantonal antennas (points of entry), and the number of these that have then used i) a service at the corresponding RIS; and ii) a service at another RIS or another innovation promotion agency and the location of these services.
- Implementing impact evaluation and monitoring using rigorous measurement procedures that include counterfactuals or randomised control trials.

#### B. Recommendations on Co-ordination:

|     | OECD Recommendation  | Management Response  |  |  |  |
|-----|--|--|--|--|--|
|     | SECO, Innosuisse and other Cantonal providers of innovation services should increase co-ordination and coherence between and within agencies to improve outcomes in rural areas by:  |  |  |  |  |
| B 1 | Developing strategic <b>consultations</b> with local partners and academics to provide input into the inter-agency and cantonal working group on rural and   | Agree Partly agree Disagree  |  |  |  |
|     | regional development. For example, this can be done at the phase of joint elaboration of Innosuisse and RIS strategies, or through a centre-of-government initiative such as was done in the United States in the White House Rural Council.  O Reinforce consultation mechanisms with departments in the federal and canton offices in charge of continuous education and unskilling for older. | The involvement of various actors in the further development of the strategy is a central principle of Swiss federalism. Cooperation between the various organisations already exists and is being continuously developed. |  |  |  |
|     |  | SECO and SERI welcome the recommendation regarding further training and improving the skills of older employees and will examine possible courses of action.   |  |  |  |

- Increasing horizontal co-ordination efforts with relevant federal, cantonal and RIS agencies.
  - This includes, for example, efforts to increase rural-proofing and co-ordination with those in the employment, education and spatial development networks, to create a strategy for addressing demographic disparities in age-based and gender-based participation rates in the rural economy.
  - Consider facilitating co-ordination mechanisms through institutionalising the role of regional brokers that act as a co-ordination mechanism between cantonal and public employment partners on cross-cutting issues such as regional skills development and digital skills strategies.
  - Jointly build strategic programmes for rural areas or regions, in particular, programmes between the RIS and FOAG. For example, agricultural policy instruments or programmes such as *Projekte zur regionalen Entwicklung* (PRE), *Förderung von Qualität und Nachhaltigkeit* (QuNaV) or resource projects can be complemented by the RIS, Innosuisse and cantonal programmes.

Agree Partly agree Disagree

At federal level, there are various platforms for coordination and cooperation between federal agencies. In the area of innovation promotion, these include the "Federal Innovation Network" led by SERI, in which all federal agencies concerned with innovation topics regularly exchange information and address current issues. In addition, there is an annual exchange between Innosuisse and SECO, in which joint projects such as the Innoday and new areas of cooperation are discussed.

In terms of coherent spatial development, the Spatial Planning Conference (SPC) ensures the horizontal coordination of the various sectoral policies and spatially relevant tasks. In the Federal Network for Coherent Urban-Rural Spatial Development (BN KoRE), federal agencies work together on links and implement joint projects. The Federal Network for Spatial Observation ensures regular exchanges on spatial observation topics. Furthermore, the Tripartite Conference (TC) is a central political and strategic body for the promotion of vertical cooperation between communes, cities, cantons and the federal government as well as between urban and rural areas. The TC deals with spatially relevant topics of national interest and contributes to the development of a common agglomeration policy and policy for rural and mountain areas.

Coordination and cooperation are continuously cultivated and strengthened in these bodies.

An important role is also played by the Regional Management offices, regional development agencies, which are usually not only the regional contact point for the NRP, but also for other funding programmes and initiatives for regional development.

RIS services are also open to participants in FOAG projects, provided they meet the relevant criteria.

| В 3 | • | Fostering <b>policy coherence</b> through rural-urban linkages for innovation across territories, federal agencies, SECO and cantonal offices by:  | Agree  | Partly agree  | Disagree   |
|-----|---|--|--|---|--|
|     |   | <ul> <li>Strengthening the consultation and convening power of the Federal Network on Coherent Urban-Rural Spatial Development to be aware of and assess ongoing co-ordination needs between the Agglomeration Policy, the Policy for Rural and Mountainous Areas, and synergies for sectoral policies.</li> <li>Giving RIS a more prominent role in the promotion of urban-rural partnerships for innovation.</li> <li>Providing incentives to accelerate the adoption of supra-cantonal development strategies.</li> </ul> | urban, rural and mounta<br>Strategy for Switzerland<br>the coherent spatial development<br>ations. Coherent spatial<br>development and to resernment's various sector<br>corresponding policies level play an important ropment. The agglomera<br>areas also make important ropments where they make | ain regions can move form<br>I serves as an orientation<br>relopment (KoRE) approa-<br>ent in mountain regions, real<br>I development helps to e-<br>solve and avoid potential of<br>oral policies of relevance to<br>and activities at cantonal<br>role in the implementation<br>ation policy and the policy<br>ant contributions as cross | patial development so that ward together. The Spatial framework. It is based on ach, which aims for coordinated areas and agglomer-exploit synergies in spatial conflicts. The federal govos spatial development and I, regional and communal of coherent spatial develop for rural and mountain secutting policies.  RIS will support developments and development development and development and mountain secutions are supported by the secution of the se |

## C. Recommendations on Enabling conditions: Access to services:

|     | OECD Recommendation  | Management Response  |              |          |  |
|-----|--|--|--------------|----------|--|
|     | SECO, with its relevant federal and cantonal partners, should focus on how to reduce administrative complexity and simplify access to services for innovation especially in rural areas, by: |  |              |          |  |
| C 1 | Complementing physical entry points with an <i>online one-stop-shop</i> that contains access and details about public innovation support, from RIS,  | Agree  | Partly agree | Disagree |  |
|     | Innosuisse and cantonal offices, making support accessible from anywhere   | Innosuisse already has the Innosuisse Guide for its programmes. SECO is currently developing a location promotion guide. |              |          |  |

|     |   | A classic one-stop shop is not very realistic in the near future due to Switzerland's federal system. This has already been examined and clearly rejected on previous occasions because many implementations are shaped by cantonal or even communal regulations. Instead, as announced in the overview of innovation policy, a no-wrong-door principle is aimed for, where permeability between the actors and offers is ensured through networking.  Furthermore, regiosuisse, in cooperation with four federal offices (SECO, ARE, FOAG and FOEN), has created an interactive tool that lists available funding for projects in the field of regional development. |   |          |  |
|-----|---|---|---|----------|--|
| C 2 | <ul> <li>Designating an outreach person that contacts rural SMEs directly and<br/>speaks to them to inform them about offers, such as those in the Rural</li> </ul> | Agree   | Partly agree  | Disagree |  |
|     | Partners Network in the United States, or the Community Futures programme in Canada.  | There are regional managers in most Swiss regions who have precisely this role, among others. They are supported by the NRP. In some RIS there are also additional coordinators (e.g. the KAM in the RIS Mittelland).   |   |          |  |
| С 3 | Developing targeted communication and branding strategies and making  | Agree   | Partly agree  | Disagree |  |
|     | also include developing specific entry events that inform about the offers of RIS.  |   | Generating and disseminating knowledge is an important basis for promoting innovation. Various organisations actively play a part; for the NRP, for example, it is regiosuisse, the platform for regional development in Switzerland. |          |  |
| gre |   |   | In the coming programmes, communication will be intensified and defined in greater detail. The topic of RIS is to be anchored more firmly on the region suisse platform.  |          |  |
| C 4 | Considering further integrating Innosuisse and RIS services by creating shared support roles where more mentors and coaches jointly take on RI.                     |   | Partly agree  | Disagree |  |
|     |   | The exchange between  | The exchange between Innosuisse mentors and RIS coaches is important. In some RIS, the Innosuisse mentors are employed by the RIS. Due to dif-  |          |  |

|     |  | ferent innovation promotion priorities between the RIS and Innosuisse, systematic integration is difficult to implement, also because of different kinds of expertise. However, coordination between the two remains key. |  |   |
|-----|--|---|--|---|
|     | SECO and the RIS can better accommodate regional innovation support to add   | ress change from megatre  | ends by:   |   |
| C 5 | <ul> <li>Considering establishing an inter-agency monitoring observatory to monitor trends that signal structural change and projected trends within rural regions that feed into innovation strategies. This entity should:         <ul> <li>Participate in co-ordination and provide guidance for national and regional innovation strategies and agendas.</li> <li>Be composed of partners from regional and local authorities, academic institutes, the FSO, the private sector and social partners.</li> <li>Anticipate change and develop strategies for supporting the transition of current firms in rural areas into new business models.</li> <li>Encourage adaptability to new market conditions or other global factors such as climate and demographic change, while avoiding over-dependence on traditional industries.</li> </ul> </li> </ul> | sponse.  Megatrends such as dig addressed in the NRP Promotion Activities 202   | gitalisation and sustainab<br>and are also an importa<br>24-2027 and in the RIS o  | ole development are already<br>ant topic in the Dispatch on<br>concept 2024+.                         |
|     | Monitor challenges for women, youth, migrants and older workers.   |   |  |   |
|     | Demographic change:  |   |  |   |
| C 6 | Improving knowledge and data gathering on women- and youth led-innovation and entrepreneurship in rural areas, including by measuring the im-  | Agree   | Partly agree   | Disagree  |
|     | pact of policies on harder-to-reach populations such as women, older workers and younger workers in the strategy for monitoring and evaluation.  | these data is not curre<br>comprehensive databas<br>cially with regard to wo<br>ever, no explicit data is<br>monitoring study on the  | ntly a priority. In the ages in the form of the annumen as managers of ages collected on 'entreprendes situation of Women in | dation A8 and the related reable development are already tant topic in the Dispatch on concept 2024+. |

|      |     |   | any data on this either. The FOAG is not planning any specific surver present.  |  |  |
|------|-----|---|---|--|--|
| C 7  | •   | <b>Mainstreaming</b> gender and age diversity requirements into projects and programmes and improving the outreach to these groups.   | Agree   | Partly agree   | Disagree   |
|      |     |   | older professionals and   |  | ties for women, young and<br>le to be better promoted.<br>nding developments.  |
| C 8  | •   | Setting <b>targets</b> for encouraging entrepreneurship and opportunities for women and other harder-to-reach communities in the NRP through busi-  | Agree   | Partly agree   | Disagree   |
|      |     | ness support measures targeted to different population groups.  | Increased promotion is measures.  | supported, among other t                             | nings, through specific RIS  |
| C 9  | •   | Establishing a <b>gender and youth strategy</b> within the RIS structure to evaluate how programme policies can better accommodate female and young entrepreneurs and workers in science, technology, engineering, and mathematics (STEM) learning and adult education. | Agree   | Partly agree   | Disagree   |
|      |     |   |   |  |  |
| C 10 | •   | cession to the RIS coaching to better cater to rural needs.   | Agree   | Partly agree   | Disagree   |
|      |     |   | The RIS determine coaching topics based on the demand in the respective region. |  |  |
|      | Cli | imate change:   |   |  |  |
| C 11 | •   | climate change and net-zero emissions targets, including by:  Considering requiring all businesses that receive support for innovations to demonstrate their compatibility with net-zero-emission targets and contributions to climate change                           | Agree   | Partly agree   | Disagree   |
|      |     |   | continually increasing. I tainable Development S                                | n 2021, the Federal Cour<br>trategy (SDS) and an ass | tation of federal policies is<br>ncil adopted the 2030 Sus-<br>ociated action plan. All fed-<br>mplementation of the SDS |

- Helping firms assess possible climate risks (physical, price, product, regulation) and improve energy and waste efficiency in their businesses and across value chains.
- Supporting firm know-how on building data and monitoring practices for firms focused on emissions and net-zero progress.
- Encouraging good practices on power sourcing from new renewable resources, minimising waste, saving energy, water and materials, and recycling and reusing materials or waste, while offering green products and services.

and the accompanying objectives through their sectoral policies and instruments.

Infrastructures with significant spatial impacts can only be realised after a prior environmental impact assessment. Generally, all projects, and infrastructure projects in particular, are subject to the strict requirements set out in the applicable laws, ordinances, procedures and consultations.

In the Dispatch on Promotion Activities 2024-2027, the promotion of sustainable development is one of five overarching goals. Climate protection and adapting to climate change are included as strands of action to achieve this goal. The Dispatch on Promotion Activities 2024-2027 includes, among other things, the New Regional Policy (NRP) and tourism policy, which are particularly relevant for rural areas.

SECO has drawn up a concept paper on how the NRP will deal with the issue of sustainable development from the 2024+ funding period. Raising awareness among NRP actors for climate change and measures to tackle it are part of this concept. However, the NRP will continue to give priority to creating sustainable economic prospects and will neither finance purely environmental projects nor become a climate policy steering instrument. However, the social and environmental aspects of sustainability will be emphasised and explicitly addressed more clearly than before. The NRP will also work more actively than before to incorporate the principles of sustainable development into projects. The proactive identification of opportunities for the valorisation and preservation of landscape, biodiversity and building culture in line with the Swiss Landscape Concept is a promising approach.

The Federal Office for Spatial Development (ARE) is currently developing a 2030 Agenda toolbox for companies (focus on SMEs). In doing so, ARE is responding to the need of Swiss companies for orientation and support in their efforts to become more sustainable. The toolbox is based on existing principles and processes and is intended to demonstrate the added value of sustainable action for companies in different economic sectors. In addition,

|      |   |   |  | companies domiciled and/or active in Switzerland will be made aware of the importance of responsible corporate governance and supported in its implementation. The toolbox is to be completed and published in 2023. This toolbox will make a significant contribution to implementation of the 2030 Sustainable Development Strategy and 2030 Agenda (SDG 12.6). |                          |  |
|------|---|---|--|---|--------------------------|--|
| C 12 | • |   | ncouraging RIS staff to facilitate <b>networks and dialogue</b> around innova-<br>in for climate change, including by:                     | Agree   | Partly agree             | Disagree   |
|      |   | 0 | Fostering system thinking and collaboration amongst public, not-for-profit actors and businesses.  | patch on Promotion Acti   | vities 2024-2027 and the | nat is addressed in the Dis-<br>Sustainability Concept and |
|      |   | 0 | Exploring assessment tools and competitions for climate-friendly innovations.  | promoting the circular e  | conomy in the regions, o | iod. A practical toolbox for<br>communes and cities is al- |
|      |   | 0 | Strategically connecting to other circular economy initiatives and measures being developed in Switzerland. In this context, the RIS could | I identitying and planning circular economy projects are pi   |                          |  |
|      |   |   | also further leverage learning from the circular economy toolbox, currently under development, though the NRP.                             |   |                          |  |
|      |   | 0 | Establishing a strong connection to the Innosuisse Innovation Booster "Applied Circular Sustainability."                                   |   |                          |  |

## D. Recommendations on Special focus: Agri-food Innovation:

|     | OECD Recommendation   | Management Response  |              |          |  |  |  |
|-----|---|--|--------------|----------|--|--|--|
|     | To support agricultural innovation the FOAG, in collaboration with SECO, should work on:  |  |              |          |  |  |  |
| D 1 | Considering the implementation of R&D and innovation and technology adoption data collection and survey to the agricultural sector, in collaboration with the Swiss FSO and university partners such as the KOF Swiss Economic Institute that conducts innovation surveys on behalf of SECO. Currently, the national R&D survey excludes the agricultural sector. | Agree  | Partly agree | Disagree |  |  |  |
|     |   | So far, high-tech innovation and corresponding technology adoption have mainly been considered a phenomenon of the food industry rather than one of (family) farms. For the future orientation of agricultural policy, fostering know-how and innovation will gain importance. Accordingly, re-assessing |              |          |  |  |  |

|     |   |  | data, e.g. by including the agricultural sector in existing surveys, could be considered.  |              |   |
|-----|---|--|--|--------------|---|
| D 2 | • | <b>Re-orienting public expenditures</b> to support agriculture towards investments in innovation systems, covering both knowledge generation and its transfer to the sector, should be made central to agricultural support policies.  | Agree  | Partly agree | Disagree  |
|     |   |  | Agricultural policy in Switzerland has a clear constitutional mandate. Innovation has an important role to play and public support in this area is important. However, to achieve important objectives of Swiss agricultural policy (like the provision of public services such as food security, landscape preservation or decentralised settlement of the countryside), other policy instruments remain key. |              |   |
| D 3 | • | Co-ordinating and collaborating with the RIS, for example by:  | Agree  | Partly agree | Disagree  |
|     |   | <ul> <li>Incorporating offers to support entrepreneurs by the RIS in the agricultural supply chain and ecosystem, supplementing with programmes from the FOAG and the independent cantonal agricultural offices.</li> <li>Improving collaboration between RIS, the FOAG and independent cantonal agricultural offices, when offering support and services in: information, consulting, networking, infrastructure and financing between RIS and cantonal agricultural advisory services, some of which offer similar but tailor-made support for farmers, for example, Innovativi Puure.</li> <li>Promoting more systematic communication of successful innovation cases from RIS (such as Star'Terre) to improve scaling up and institutional learning.</li> <li>Improving systematic knowledge exchange between research, advisory services, education and the needs of farmers, to speed-up innovation and technology adoption:         <ul> <li>Consider creating a digital platform for a systematic exchange between research and advisory services, such as those offered by the RIS, that takes into account the needs of the farmer and/or agricultural processing firms, whether these needs are technical, process-related, funding, entrepreneurial or others. This digital platform or</li> </ul> </li> </ul> | <ul> <li>initiatives since these tasks are mainly cantonal domains.</li> <li>We partially agree with the idea of the creation of a digital platform can reduce transaction costs. Its implementation, hever, would mainly be a cantonal task (see above). FOAG, howe could support efforts undertaken by the cantons.</li> <li>We partially agree with the development of a FOAG-SECO-strategy</li> </ul>      |              | cularly with the RIS. How- rect intervention of federal s extension services or ag- n of good examples. ween cantonal agricultural provide incentives for such onal domains. ation of a digital platform. s. Its implementation, how- e above). FOAG, however, tons. I FOAG-SECO-strategy re- on support by cantonal ag- i strategy mainly concerns however, incentivise closer |

website can have two main tabs, one outlining institutional offers and services that farmers can access, the other geared towards knowledge sharing and peer learning for researchers, academics and the like. This online platform can be incorporated as a part of a new structure of supply chain known as "net chains" (a combination of networks and chains). Such a platform would also help outline the knowledge base and analytical tools that are made available and guide decision-making processes, as identified under the monitoring and evaluation recommendations.

- Building a FOAG-SECO co-ordination strategy may include one of the following options:
  - 1) The FOAG creates a system that mirrors the structure of SECO's RIS, in consultation and co-ordination with pre-existing efforts.
  - 2) The FOAG and SECO co-create a national system that incorporates the agri-food subsector into the RIS initiatives. This can be considered an *extension of RIS services* jointly with the FOAG and the cantonal agricultural advisory services, in rural regions.
  - 3) Cantonal and regional agricultural advisory services, including on a multi-cantonal level, and RIS work closer together by jointly providing discretionary funds that individuals and associations may apply for to request support from the bottom up, through cantons and their choice of funders. For example, a centralised portal for support and funding available, as outlined previously, could be the platform for this co-ordination.

Under Options 1 to 3, the role of SECO would be to collaborate, cocreate and provide access to its network of institutions, mentors, counsellors and advisory services.

Under the current legal framework, creating systematic networking between all AIS actors that engages both the federal and regional levels including universities, research institutes, agricultural colleges and agricultural offices that provide extension services at the canton level. The FOAG can continue to co-finance multi-actor research and extension

 We agree with the recommendation to increase networking within the AKIS. This is already the case today at an ad-hoc or project level to keep transaction costs at a reasonable level for all stakeholders.

We agree with decentralising research and development, particularly at AGROSCOPE. This recommendation has already been implemented ( $\rightarrow$  decentral research stations).

| projects and networking activities. This initiative can be managed at both |  |  |  |  |  |  |
|--|--|--|--|--|--|--|
| federal and cantonal levels, as it proposes a collaboration and            |  |  |  |  |  |  |
| knowledge sharing of innovations pertaining to agriculture amongst dif-    |  |  |  |  |  |  |
| ferent relevant stakeholders.  |  |  |  |  |  |  |

 Developing initiatives by other institutions such as Agroscope or AGRIDEA to expand efforts to better connect to farmers through alreadycreated publicly available platforms and by integrating the work of their decentralised research stations and insights from their pilot and demonstration projects on different themes.