Revisiting Tomorrow: Navigating with Foresight

Lessons from the Commission for the Future and the New Zealand Planning Council

REVISITING TOMORRO

NEW ZEALAND AT THE TURNING POINT



abase: New Zaskaud Phonoing Cassail members and staff – First meeting on April 5 1977. Photograph from Archives New Zaskaud. Back row from left: Tad Theospace, Pater Wishing, R.W. Stelle, Mersya Prelime, Don Boath, Rongi Mate King, Robes Irvine, Brian Pine, Ken Publington (Director), Noel Longh Front raw from left: Clears Drahe, George Goir, Sir Frank Holoses (Clear), Kerris Vander, Anne Delomara.

About the Commission for the Future and

THE PLANNING COUNCIL

Putting a new product

on the market

FRANK HOLMES NZ Economist, April 1977 Issue

a satisfactory mechanism for co-ordina-tion—"planning in compartments"—

standing at the start."

The NZ Planning Council which the Government has approved is different in several ways from the old NDC. For will have its own secretariat which wil

Te Puna Mātauranga o Aotearoa



LIBERTINE BLENDS

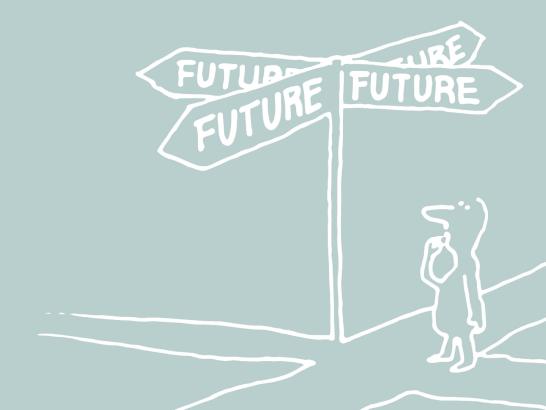


WILLIS BOND & CO.



Wendy McGuinness



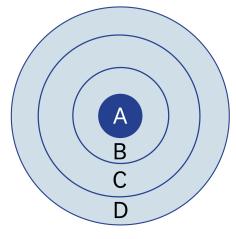


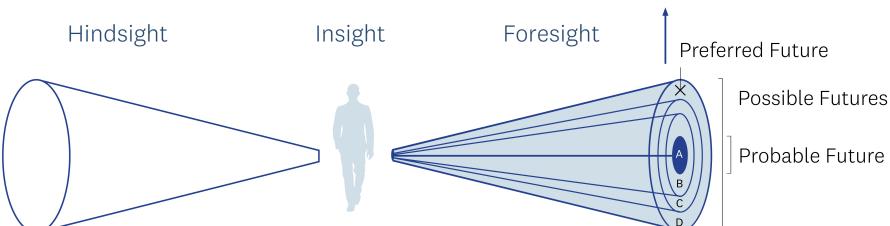
New Zealand at the Turning Point



Part 1: The Futures Context

Cone of Plausibility



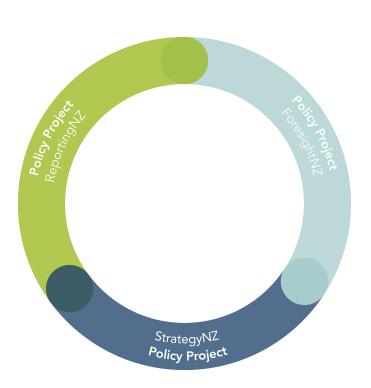


Policy tools

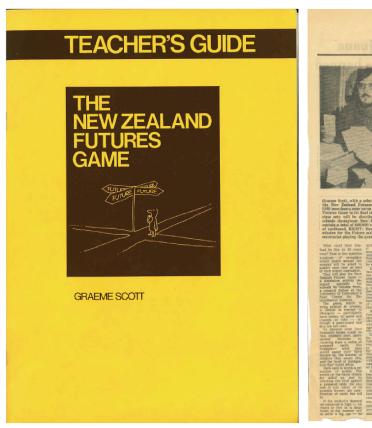
Reporting is about meeting the needs of the user. Skills include the ability to identify the type of information users need to make decisions and understand a range of futures (e.g. what content, in what format, in what time frame and based on what level of assurance).

Foresight is about creativity, curiosity and exploration. Skills include the ability to see patterns, develop scenarios, test assumptions and identify wild cards.

Strategy is about working out the means to an end. Skills include thinking about the best way to use resources and relationships to achieve desired outputs and outcomes.



New Zealand Futures Game





ForesightNZ Playing Cards



Part 2: The New Zealand Context

Timeline

1960	Industrial Development Conference (Labour)		
1963	Export Development Conferences (National)		
1968-69	National Development Conference (National)		
1976	Task Force on Economic and Social Planning (National)		
1977	New Zealand Planning Act 1977 (National)		
1982	Commission for the Future disestablished (National)		
1986	Environment Act 1986 establishes PCE (Labour)		
1991	New Zealand Planning Council disestablished (National)		
1992	Crown Research Institutes Act 1992 (National)		
2010	New Zealand Productivity Commission Act (National)		
2019	Infrastructure Commission/Te Waihanga (Labour)		
2019-20	Zero Carbon Bill will establish Climate Change Commission (Non-partisan)		

1976 Report of the Task Force on Economic and Social Planning

'Governments should not draw the conclusion from this experience [NDC] that targets and guidelines should play no part in future planning. Rather they should conclude that planning is unlikely to be effective unless there is continual appraisal of the extent to which the objectives of planning are being achieved, and if they are not, whether it is the objectives or the policies and programmes which need to be **altered**' (p. 17).



1972 NDC ASSUMPTIONS, TARGETS AND OUTCOME 1970-1975 (Average % per annum growth)

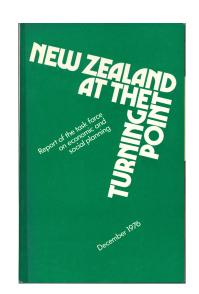
(Average % per annum growth)				
		NDC Assumptions or Targets 1970–76	Outcome 1970-75	
1. Population		1.6	1.8	
2. Labour Force		2.0	2.2	
3. Real Output per Labour Force Member		2.2	1.8	
a. A b. A c. N d. F	e of Export: All Goods & Services Agricultural Products Manufactured Products Forestry Products Services	5.5 2.5 18.3 14.8 8.7	0.7 -4.7 12.6 1.2 14.0	
5. Volume	e of Imports of Goods and Services	5.5	10.5	
6. Volume of Consumption		4.0	6.0	
7. Real Gross Domestic Product		4.4	4.0	
8. Investment/gdp ratio		2.3	5.0	
9. Imports/gdp ratio		1.0	6.5	
10. Money Incomes per person employed (corrected for productivity)		-	11.4	
11. Import Prices		4.8	10.5	
12. Price Level (Gross Domestic Expenditure Deflator)		4.7	9.3	
13. Terms of Trade		-1.0	0.7	

1976 Report of the Task Force on Economic and Social Planning

'New Zealand does not at present have appropriate techniques and institutions to carry out long-term appraisal of trends, issues and options which is necessary to ensure that policy is geared to strike a wise balance in the development of our society' (p. xii).

'The material examined in this report suggests that New Zealand is at some sort of turning point. To the extent that the issues confronting governments, and individual citizens, are likely to become more rather than less complex, a serious planning effort is worth trying' (p. xvii).

'The Task Force hopes that the Planning Council will be established in a Planning Act which also encompasses the Commission for the Future, and **that there will be bipartisan support** for legislation which protects the independence of the Council and the status of those appointed to it' (p. xiv).



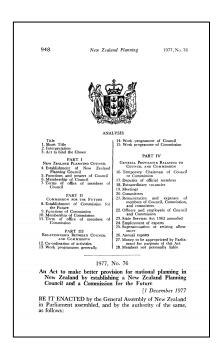
What were they 'trying' out?

- 1. Long-term thinking
 - A two-tier approach long-term explorative (30 years) and short-term planning (10 years)
- 2. Integrate economic, social and environmental factors
 - Bringing a wide range of experts together
 - Possibility a first
- 3. Integrate central and local planning
- 4. Adopt a non-partisan approach
- 5. Highly consultative
 - Public (rather than Parliament) focused

1. Commission for the Future (1977)

Excerpt from New Zealand Planning Act 1977, section 9: Functions of the Commission

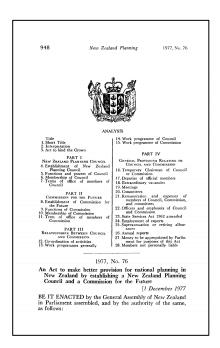
- (1) The general functions of the Commission shall be—
 - (a) To study the *possibilities* for the long-term economic and social development of New Zealand:
 - (b) To make information on those *possibilities* available to all Members of Parliament, and to publish such information for wider dissemination:
 - (c) To promote discussion on those *possibilities* and information relating to them:
 - (d) To report to the Minister on those possibilities.



2. New Zealand Planning Council (1977)

Excerpt from the New Zealand Planning Act 1977, section 5: Functions and powers of the Council

- (1) The general functions of the Council shall be—
 - (a) To advise the Government on planning for social, economic, and cultural development in New Zealand:
 - (b) To assist the Government to co-ordinate such planning:
 - (c) To comment to the Government on programmes for social, economic, and cultural development in New Zealand, and to recommend the priorities that should be accorded to them:
 - (d) To act as focal point for a process of consultative planning about New Zealand's medium-term development: ... (k).



3. Parliamentary Commissioner for the Environment (1986)

Excerpt from the Environment Act 1986, section 16: Functions of the Commissioner

- (1) The functions of the Commissioner shall be—
 - (a) with the objective of maintaining and improving the quality of the environment, to review from time to time the system of agencies and processes established by the Government to manage the allocation, use, and preservation of natural and physical resources, and to report the results of any such review to the House of Representatives and to such other bodies or persons as the Commissioner considers appropriate...

4. Crown Research Institutes (1992)

Excerpt from the Crown Research Institutes Act 1992, section 5: Principles of operation

- (1) Every Crown Research Institute shall, in fulfilling its purpose, operate in accordance with the following principles:
 - (a) that research undertaken by a Crown Research Institute should be undertaken for the benefit of New Zealand ...
 - (d) that a Crown Research Institute should promote and facilitate the application of—
 - (i) the results of research; and
 - (ii) technological developments ...
 - (f) that a Crown Research Institute should be an organisation that exhibits a sense of social responsibility by having regard to the interests of the community in which it operates and by endeavouring to accommodate or encourage those interests when able to do so.

5. Productivity Commission (2010)

Excerpt from New Zealand Productivity Commission Act 2010, section 7: Purpose of Commission

The principal purpose of the Commission is to provide advice to the Government on improving productivity in a way that is directed to supporting the overall well-being of New Zealanders, having regard to a wide range of communities of interest and population groups in New Zealand society.

6. New Zealand Infrastructure Commission/ Te Waihanga (2019)

Excerpt from New Zealand Infrastructure Commission/Te Waihanga Bill 2019, section 9: Main function of Commission

The main function of the Commission is to co-ordinate, develop, and promote an approach to infrastructure that encourages infrastructure, and services that result from the infrastructure, that improve the well-being of New Zealanders.

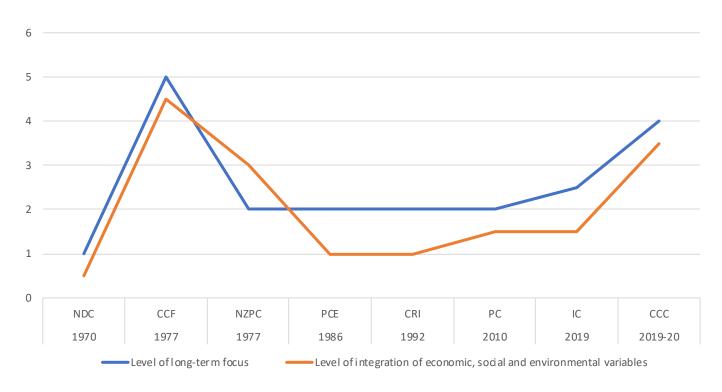
7. Climate Change Commission (2019/20)

Excerpt from the Climate Change Response (Zero Carbon) Amendment Bill (as at October 2019), section 5B: Purposes of Commission

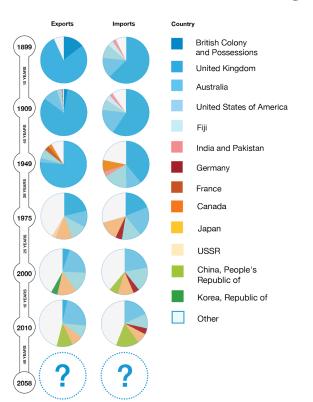
The purposes of the Commission are—

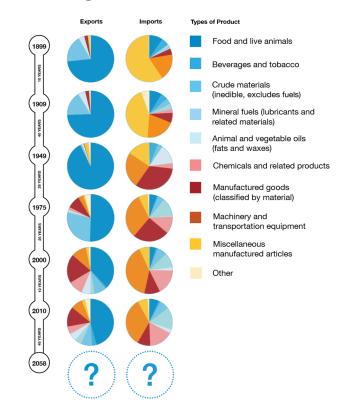
- (a) to provide independent, expert advice to the Government on mitigating climate change (including through reducing emissions of greenhouse gases) and adapting to the effects of climate change; and
- (b) to monitor and review the Government's progress towards its emissions reduction and adaptation goals.

Relationship between long-term future focus and integrated thinking



New Zealand Official Yearbook import and export data - by country and product





1970s

- Population reaches 3 million
- Two oil crises 1973 and 1979 (carless) days)
- Britain joined the Europe Communities in 1973
- Rising inflation (price and wage freezes)
- Unemployment
- Balance-of-payment difficulties
- I and march
- Occupation of Bastion Point
- Dawn Raids
- Anti-nuclear movement.

2020s...?

- Population reaches 5 million
- Global climate crisis
- Global emissions crisis
- Brexit and the rise of populism
- Poverty and inequality
- Aging population
- Antibiotic resistance
- Water quality issues
- Mental health crisis
- Terrorism and white supremacy
- Social media regulation issues 23

Hon Hugh Templeton – 13 Dec 2010 Lessons from the Commission for the Future

'I did not put the time that I should have into trying to oversee and nurture the Planning Council and certainly the Commission for the Future. I basically blame myself for the Commission for the Future going off the rails on the security issue and inducing Muldoon to dump it.'



Part 3: The Global Context

1.1958

Problems of simplicity Two variables

Dr Warren Weaver described the 17th, 18th and 19th centuries as the period in which physical science learned how to analyse two-variable problems.

These are problems where '... the behaviour of the first quantity can be described with a useful degree of accuracy by taking into account only its dependence upon the second quantity, and by neglecting the minor influence of other factors.'

(Undertaken first, before 1900)

Problems of organised complexity Many interrelated variables

Weaver goes on to describe a great middle region that had remained relatively untouched by science and yet was critical for the future of humankind:

'... But much more important than the mere number of variables is the fact that these variables are all interrelated ... They are all problems which involve dealing simultaneously with a sizeable number of factors which are interrelated into an organic whole.'

(Undertaken last, from 1950)

Problems of disorganised complexity Numerous random variables

'[A] large billiard table with millions of balls flying about on its surface, colliding with one another and with the side rails? '...The great surprise is that the problem now becomes easier: the methods of statistical mechanics are now applicable. ... On the average how far does a ball move before it is hit by some other ball? On the average how many impacts per second does a ball experience?'

(Undertaken second, between 1900 and 1950)

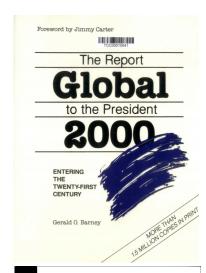
2.1980

'The Global 2000 Report to the President presents a picture that can be painted only in broad strokes and with a brush still in need of additional bristles. It is, however, the most complete and consistent such picture ever painted by the U.S. Government.

Many rapid and undesirable developments are foreseen if public policies concerning population stabilization, resource conservation, and environmental protection remain unchanged over the coming decades.

Vigorous and determined new initiatives are needed around the world. These initiatives need to be taken soon while the picture is yet fluid and nations are still preparing to enter the twenty-first century' (p. iv).

This report was also quoted in George Preddey's 1981 Commission for the Future report Future Contingencies: 1. Natural Disaster.



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1. NATURAL DISASTER



G.F. PREDDEY COMMISSION FOR THE FUTURE

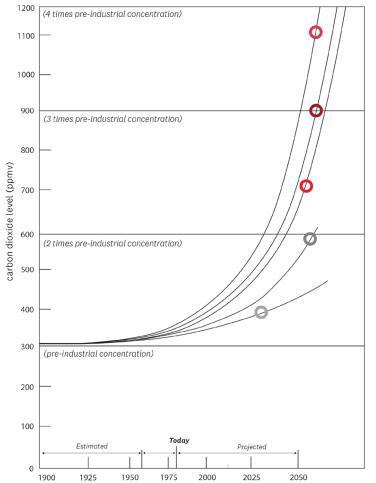
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2. 1980 cont.

'Probably the most serious anthropogenic threats to the stability of climate are CO₂ emissions and releases of chemicals that deplete stratospheric ozone. In both cases it is impossible for an individual nation to protect itself against the consequences of other nations' actions. These problems are truly global in scope, and there is no human institution now established that can adequately address them' (p. 269).

In 2019

- 1. The scenarios were accurate (in September 2019 we are 408.41 ppm, well over 40 ppmv).
- 2. If the first two scenarios were implemented in 1985 we would not have a climate crisis in 2019.



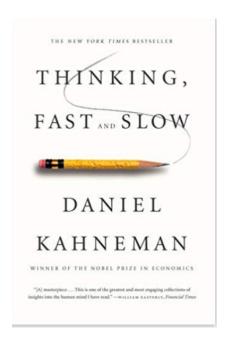
- Synthetic fuels replace all world oil; coal replaces all world gas; growth rate = 4.3% per year for each; 55% airborne fraction.
- Historic mix and amounts of fossil fuels (no syntethic fuels); growth rate = 4.3% per year; 55% airborne fraction.
- Dept. of Energy's world energy sceneric, (NEP 2); 40% airborne fraction.
- Natural gas replaces all world coal and half of world oil (no syntethic fuels); growth rate = 4.3% per year 55% airborne fraction.
- No growth in fossil fuels after 1985.

3. 2015: 'Growing, Fast and Slow' speech

'What follows is a cocktail of economics, history, sociology and psychology. For those seeking a common denominator, it is sitting between your ears. Psychologist Daniel Kahneman says the brain has two ways of thinking (fast and slow). The same may be true, and for many of the same reasons, when understanding growth (fast and slow).'

The question Haldane explores is which comes first: sociological or technological transformation?

'Sociological transformation supported, perhaps preceded, technological transformation ... And sociological transformation was at least as important as technological transformation in catalysing the lift-off in growth.'



Speakers



Rt Hon Jim Bolger



Dame Silvia Cartwright



Peter Rankin



Tāmati Kruger



Amy Fletcher



Wendy McGuinness



Madeleine Foreman

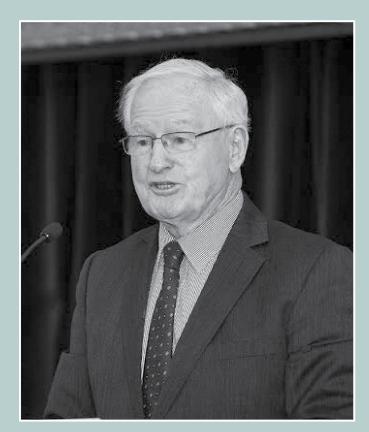


Sally Hett



Samu Telefoni

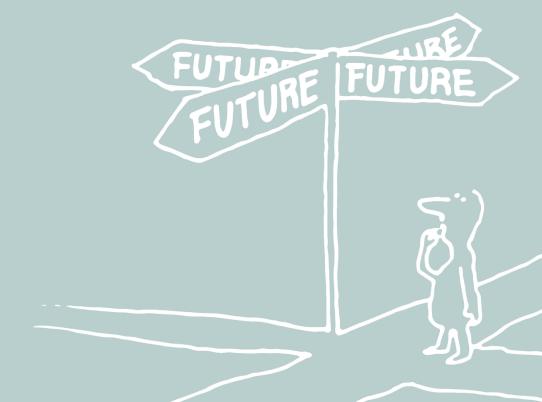
Rt Hon Jim Bolger



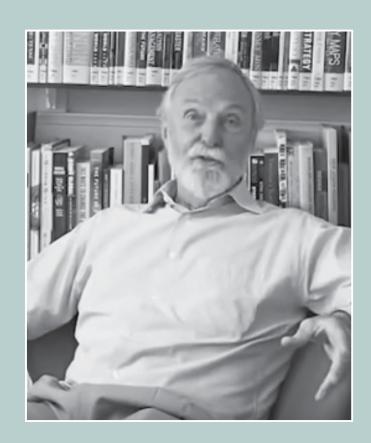


Dame Silvia Cartwright





Peter Rankin





1. Crucial Elements

- Urgent v Important
- Information base for people to understand
- Positive path forward base for people to act
- Trust in Fairness costs/benefits fairly shared

2. Information

- Economic Monitoring Group
- Maori Round Table
- Population
- Social
- Income and wealth distribution
- Sectoral
- Employment
- Environment

3. Positive Path

- Sector employment forecasts
- Tomorrows Skills
- To schools
- To Hui a Iwi

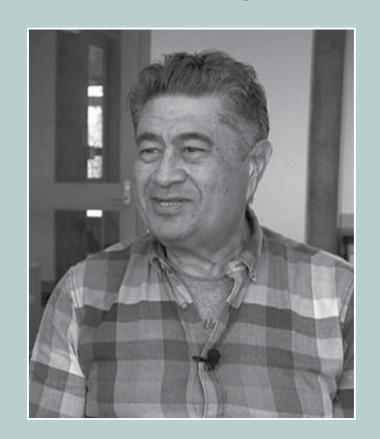
4. Trust in Fairness

- NZ has become an increasingly unfair society
- Wealth = freedom to choose; power to resist
- Poverty = lack of choice
- Change favours those who can choose
- Poor will need resources
- Trust that costs and benefits will be shared fairly

5. Embedding Foresight for Action

- No single institution
- DPMC Treasury
- All Ministries trends and challenges
- Local government improve LTPs
- McGuinness Institute

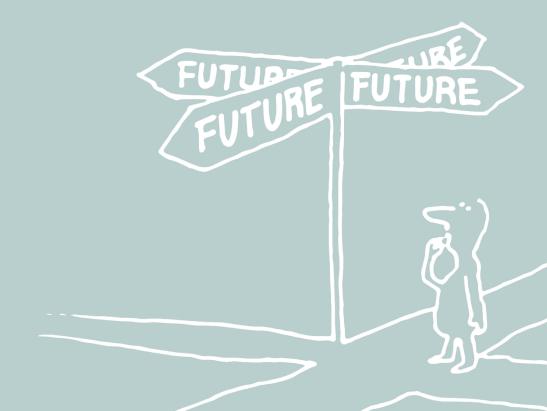
Tāmati Kruger





Amy Fletcher





Thank you

Level 2, 5 Cable Street PO Box 24222 Wellington 6142 New Zealand

Phone | +64 4 499 8888 Email | enquiries@mcguinnessinstitute.org



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