# Setting the scene How the UK supports innovation

Dan Hodges Head of Economics and Performance

Innovate UK

#### Overview

- Introduction to Innovate UK
  - Who we are
  - What we do
  - How we do it
- The wider innovation landscape in the UK
- How we approach evaluation
- The future: UK Research and Innovation

# Innovate UK – the UK's innovation agency

Innovate UK drives productivity and growth by supporting businesses to realise the potential of new technologies, develop ideas and make them a commercial success.

To stay competitive as an advanced economy, we need to do things that others cannot do, or to do things in different and better ways.



Investment of since 2007

industry match funding taking the total value of projects above

£3.75bn

Up to

£16bn

in added value to the economy

up to £7.30

We've funded around projects

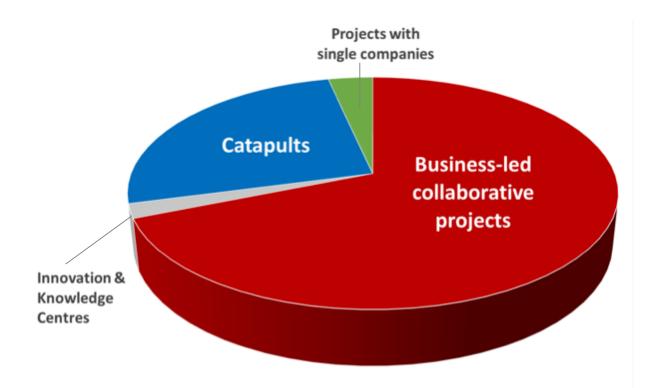
unique organisations involved

for every **£1** we've invested.

8 jobs for each organisation involved

70,000 jobs created in total

#### Where does Innovate UK funding go?



- ~80% of collaborative projects involve research base partner
- We work with >140
   individual research base organisations (incl.
   Institutes and RTOs)

#### Interacting with businesses

- The role of our Innovation Leads
- Scoping funding competitions
  - What support businesses need in order to develop their technology and to grow and scale
  - What challenges existing projects/businesses have faced that further support could help with
  - Liaison with industry experts
- Follow-up with funded businesses
  - Monitoring Officer role in monitoring projects
  - Innovation Lead role in managing portfolio



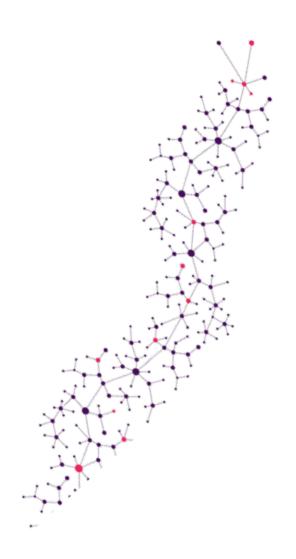






#### Innovate UK's business networks

- Linking businesses with academics, government, partners and funding.
- Guiding and helping businesses navigate all the support opportunities that exist.
- The Knowledge Transfer Network (KTN) and Enterprise Europe Network (EEN) help companies nationally and regionally.



# Driving innovation by developing talent



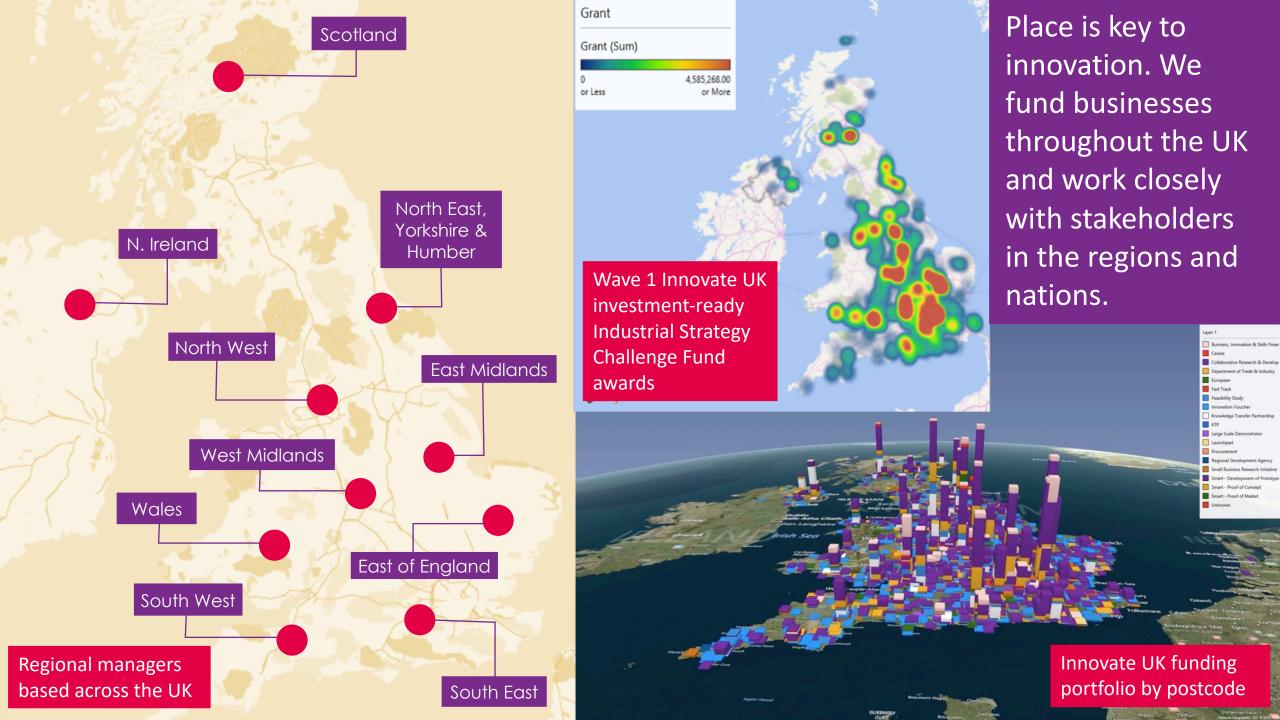
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Knowledge Transfer Partnerships bring together academic expertise and growing businesses, developing skills



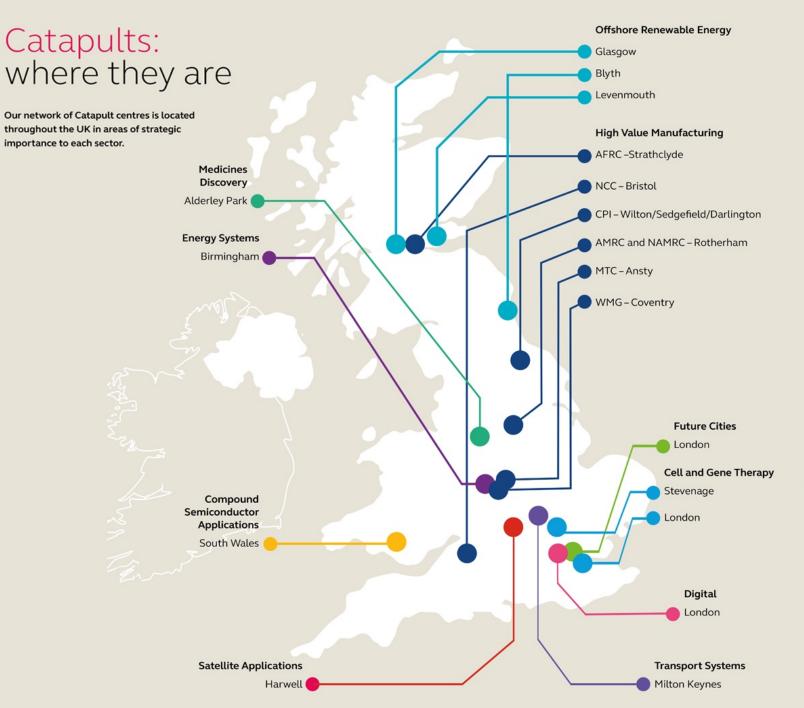


The infocus Women in Innovation funded 15 female entrepreneurs, the campaign received coverage through the BBC and the FT, and exhibited at the Getty Gallery



# As the UK's innovation agency, we work with 75 countries





"To innovate, we need open centres where academia and business can get together and drive forward great ideas into manufactured products. And that's what the Catapults are delivering for us."

> Juergen Maier, Chief Executive, Siemens UK





### Investing in science, research and innovation

We must become a more innovative economy and do more to commercialise our world leading science base to drive growth across the UK

# **Industrial Strategy Challenge Fund**

- Industry-led and powered by multi-disciplinary research and business academic collaboration
- Develop UK industries that are fit for the future, driving progress in technologies where the UK can become a world-leader in research and commercialisation

## This is not business as usual....

- Focused on improving productivity and economic benefit across the UK
- Learning from the DARPA approach
- Clear measureable challenges are needed
- Needs clear industry buy-in to be successful and should be ambitious









# Industrial Strategy Challenge Fund



Medicines manufacturing technologies



Robots for a safer world



Batteries for clean and flexible energy storage



Self-driving vehicles

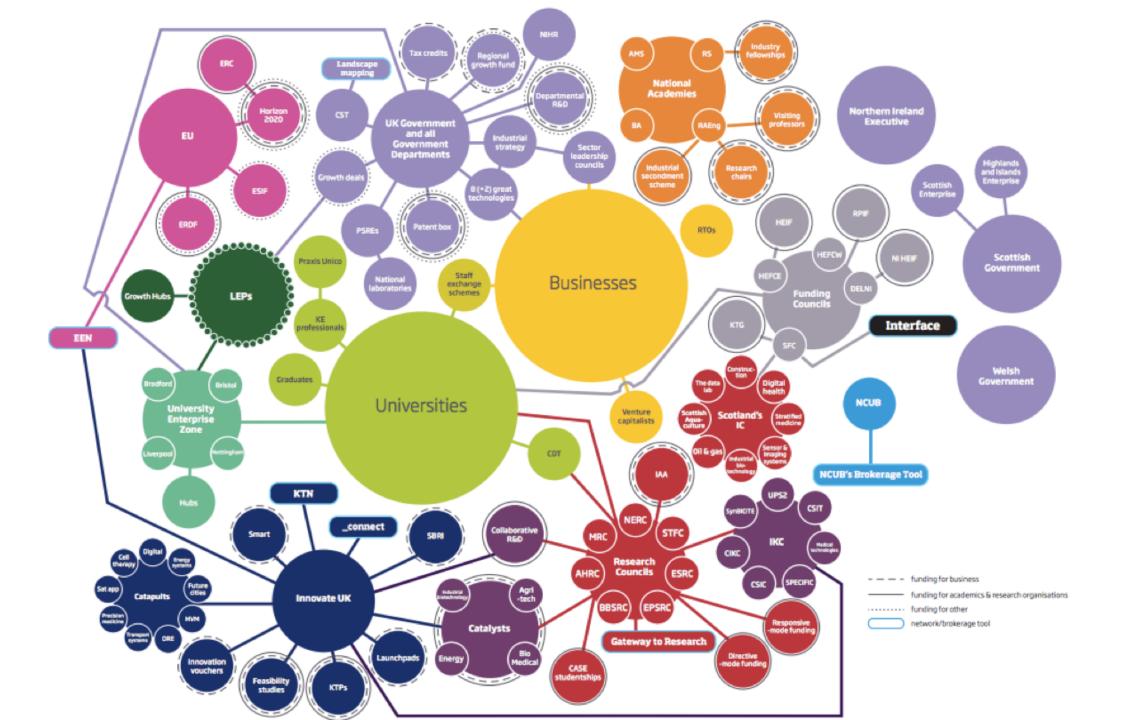


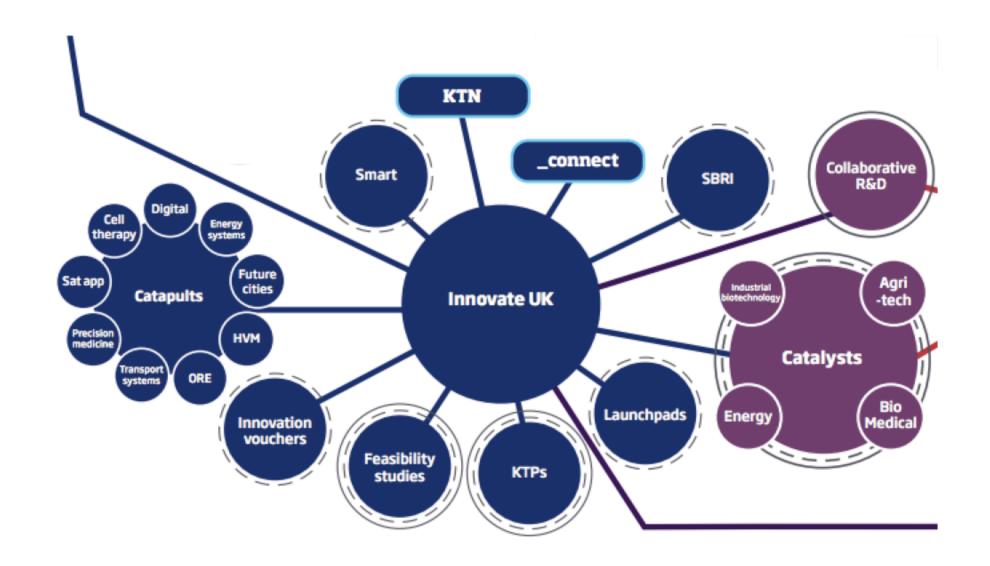
Manufacturing and materials of the future



Satellites and space technology

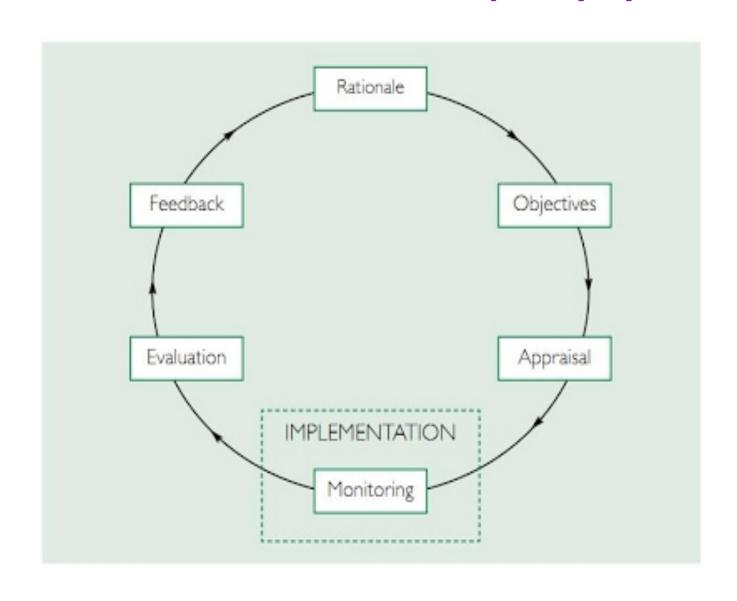
# Innovate UK sits in a complex research and innovation ecoysytem





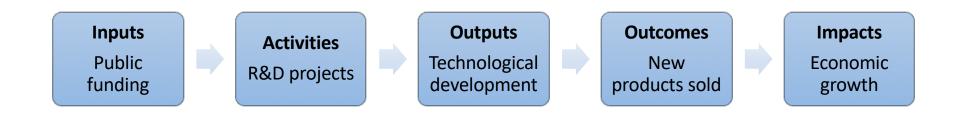
# Approach to evaluation

### **Evaluation in Innovate UK – the policy cycle**

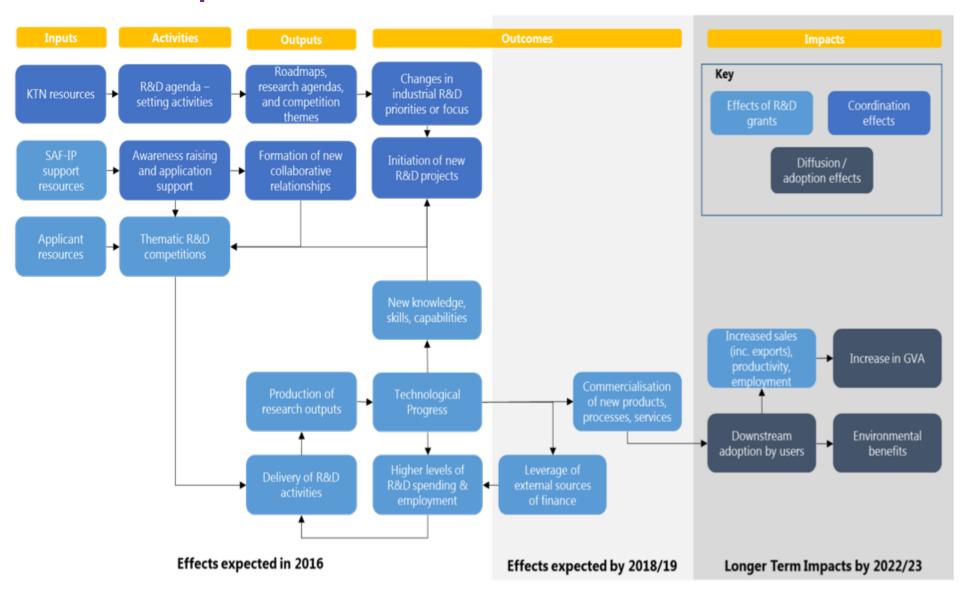


#### **Evaluation in Innovate UK – design**

- Our first step is to form the steering group.
  - In house evaluation lead
  - Programme lead
  - External stakeholders
- Next we design a logic model for the programme.



# Logic model for the sustainable agriculture and food innovation platform



#### **Evaluation in Innovate UK – design**

- Consider adjustments to implementation to allow for more robust evaluation
- Define the audience(s)
- Identify the objectives and research questions.
- Identify the likely more appropriate evaluation approach(es).
- Define the monitoring framework.
- Define evaluation governance.
- Conduct the evaluation!

#### **Evaluation in Innovate UK – commissioning**

- Most of our evaluations are commissioned to external, independent researchers.
- Set the research specification for the evaluation;
  - Provide background to the programme, set out the research questions, and provide details on what data will be made available.
  - Set expectations around robustness what we do, and do not, want to see.
  - We do expect to see a control group approach wherever possible.
  - Have an idea of what the most robust practical approach would be, but allow bidders space to make their own suggestions.
- Use an open, competitive procurement process

#### **Evaluation in Innovate UK – control group**

- Our funding for innovation is awarded competitively.
- A call for applications goes out, companies or consortia complete application forms, and these are scored and ranked.
- We fund from the top, with an element of portfolio building.
- We stop funding either when we run out of money, or a pre-agreed quality threshold is reached.
- On average, we want to fund around half of all applications, but can only afford to fund a quarter.
- The "high-quality, unsuccessful" group therefore becomes our most solid control group.
- But it is still not perfect...

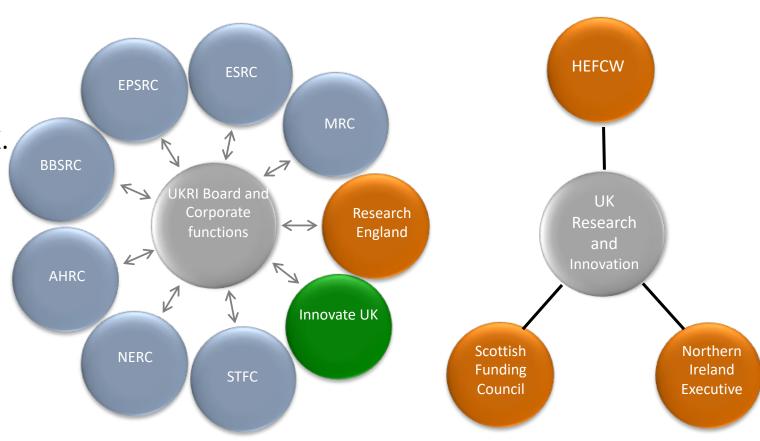
#### **Evaluation in Innovate UK – methodologies**

- Randomised control trials
- Regression discontinuity design
- Difference-in-difference analysis (with or without matching)
- Qualitative approaches;
  - Case studies
  - Interviews
- Contribution analysis

## Introduction to UK Research and Innovation

#### What is UK Research and Innovation?

UK Research and Innovation, launching in April 2018, will be the new funding organisation for research and innovation in the UK. It brings together the seven UK research councils, Innovate UK and a new organisation, Research England, working closely with its partner organisations in the devolved administrations.



#### Mission statement

outstanding organisation that ensures the UK maintains its world leading position in research and innovation

#### <u>Knowledge</u>

Push the frontiers of human knowledge

#### **Economy**

Deliver economic impact and create better jobs

#### Society

by supporting our society to become stronger and healthier

# UK Research and Innovation by numbers

- More than £6.5 billion in combined budget per year
- 3,900 research and business grants issued every year
- 151 universities receiving research funding
- 38 institutes, laboratories, units, campuses and innovation catapults

# Maximising impact

We will maximise impact from the research we fund, with three key strategic strands:

- We will push the frontiers of human knowledge
- We will deliver economic impact and create better jobs
- We will create social impact by supporting our society and others to become stronger, healthier and more resilient.

A key objective will be to develop a national research and innovation strategy which is based on evidence and maximises impact.

# Supporting research and innovation

#### Our key objectives

- Be the unified voice for continued strengthening of the UK research and innovation system, nationally and internationally
- Lead on the development and delivery of a coherent national research and innovation strategy
- Ensure better prioritisation of resources, especially for the best interdisciplinary and crosscutting research, as well as longer term investment in research infrastructure
- Maximise the impact of Innovate UK in supporting business-led innovation
- Promote stronger commercialisation, business and policy links and wider societal engagement with publicly funded research

# Supporting research and innovation

#### Our key objectives

- Nurture and improve the talent pipeline for research and innovation
- Champion equality, diversity and inclusion across the research and innovation sector, and support a healthy and high-integrity culture
- Deliver a simpler, well-functioning research and innovation ecosystem which is easier to use and helps build collaborative partnerships
- Be a great place to work, which inspires, engages and learns from its people
- Deliver a step-change in administrative efficiency, including through combining corporate functions

# Next steps

- Transition phase (current): the creation of a fully functioning organisation by 1 April 2018
- **Transformation phase**: building on current cross-council best practice, developing new ways of working together.

#### **Short-term priorities:**

- Develop an international strategy to maintain UK's reputation as a world-leading research and innovation nation
- Develop advice on allocating the additional £4.7bn from the Autumn Statement 2016 to ensure that research and innovation is at the heart of the government's Industrial Strategy
- Build UK Research and Innovation so it is a strong, resilient and agile organisation and a great place to work.