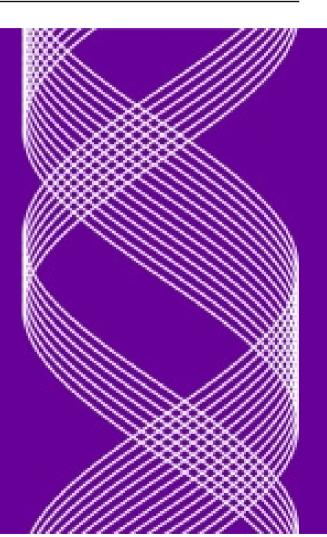


#### The UK Experience of Regulatory Impact Assessment

#### Karen Hill Better Regulation Executive Cabinet Office





# **A Potted History**

- <u>De</u>-regulation to <u>better</u> regulation
- Move from DTI to Cabinet Office
- Introduction of Regulatory Impact Assessments in 1998
- Better Regulation Executive from May 2005



## **Principles of Good Regulation**

- Proportionality
- Accountability
- Consistency
- Transparency
- Targeting

# Inappropriate or ill-informed regulation can:

- Create unnecessary bureaucracy
- Add to firms' costs
- Inhibit competition
- Damage small businesses
- Create barriers to new firms
- Be unenforceable



#### This is what it can lead to...





#### **UK RIA Process**

#### **Prompts key questions:**

- Why is change needed?
- How can we get there?
- What are the alternatives to regulation?
- Enforcement & monitoring?
- Do the benefits justify the costs?

#### **UK RIA Process**

#### **Provides a framework for policy makers:**

- Evidence-based options analysis
- Risk and cost/benefit assessment
- Unintended consequences
- Effective consultation
- Planned implementation
- Informed decision-making

### **Continuous Improvement...**

- Strong branding
- Networks across government
- High compliance focus on quality
- Web-based guidance
- Rolling out beyond central government
- Culture change

#### **Changes During 2004**

RIAs strengthened and extended:

- PM scrutiny of major regulatory proposals
- RIAs have to be agreed with BRE
- Social and environmental impacts
- Public sector proposals

#### **Changes during 2005**

• More tomorrow.....





More information ?

Better Regulation Executive www.cabinet-office.gov.uk /regulation

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