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Building integrity where corruption is not seen as a major problem

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- Some places are more corrupt than others.
- Corruption the norm?
- Corruption the exception?

• Transgression/ system



Components of public corruption

- Demand exceeds supply something of value is traded
- A motivated offender
- A concealed transaction
- A violation of law or process
- Damage to the public interest



Corruption in:

• Making public policy - distorting policy directions

Implementing public policy - distorting policy outcomes



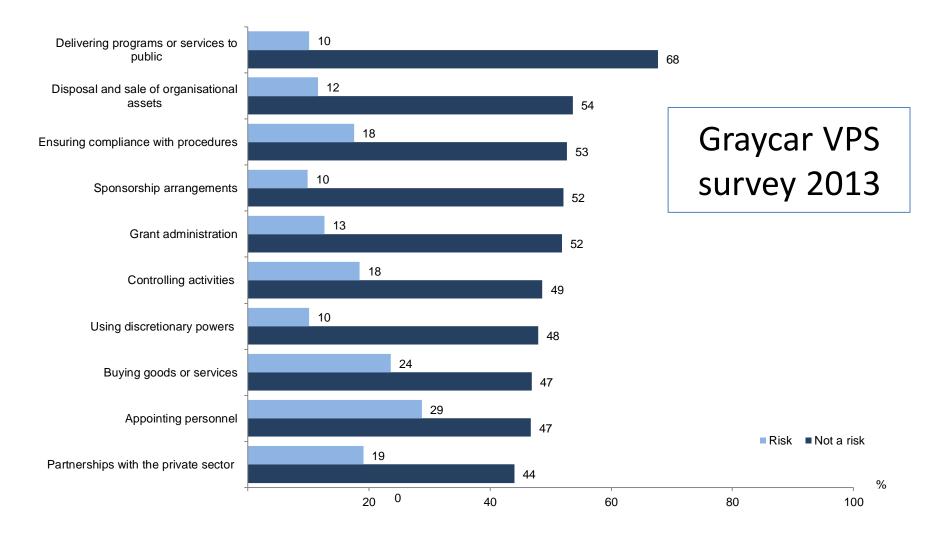
Bribes paid for public service (%)

Source: Global corruption barometer 2013

| Country | % |
|--------------|----|
| Sierra Leone | 84 |
| Zimbabwe | 62 |
| Kyrgyzstan | 45 |
| Liberia | 75 |
| Finland | 1 |
| Denmark | 1 |
| Japan | 1 |
| Australia | 1 |



Perceived Risk of Corruption



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| Corruption in Department/Agency | Opportunity % | Suspected % | Observed % |
|--|---------------|-------------|------------|
| Base: Total sample | 839 | 839 | 839 |
| Bribery | 32 | 4 | 1 |
| Abuse of discretion | 58 | 28 | 15 |
| Misuse of info or material | 68 | 32 | 15 |
| Conflict of interest | 72 | 38 | 20 |
| Hiring friends or family for public service jobs | 53 | 38 | 25 |
| Perverting the course of justice | 16 | 3 | 2 |
| Hiring one's own or family company to provide services | 33 | 18 | 9 |
| Don't know | 3 | 6 | 4 |
| Prefer not to say | 0 | 1 | 4 |

VPS survey

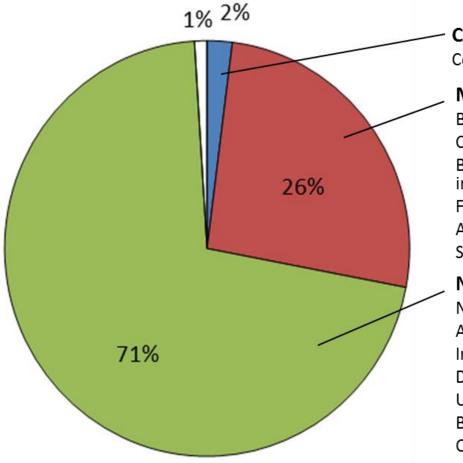
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Most complaints to anti-corruption agencies in Australia are not about corruption



CCC allegations 2011-12 N= 5,912



Corruption

Maybe corruption

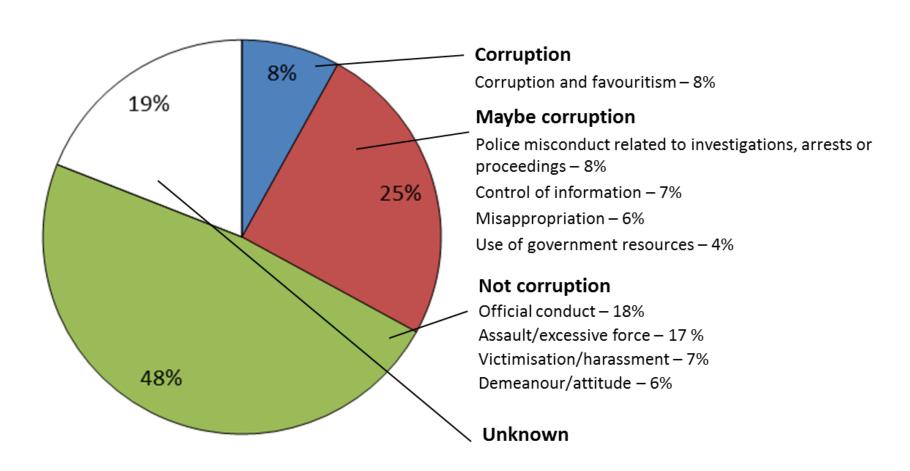
Breach of code of conduct/policy/procedures – 11% Conflict of interest or improper association – 5% Breach of confidentiality/misuse of information/improper disclosure – 3% Fraud/falsification/fabrication – 3% Abuse of power – 2% Stealing/theft – 2%

Not corruption

Neglect of duty or failure to act - 35% Assault - physical/excessive use of force - 10 % Inappropriate behaviour - 7% Drugs-related misconduct - 5% Unprofessional conduct, demeanour/attitude language - 5% Bullying/intimidation/harassment - 4% Other - 5%



CMC allegations 2011-12 N= 12,559





What is being corrupted?

- event
- process
- culture



- Corrupt Individuals
- Corrupt Groups
- Corrupt Organisations
- Corrupt Societies

• Corrupt events

Different controls



Situational Measures

(Clarke and Cornish)

- Increase the effort (to behave corruptly)
- Increase the risks (of corrupt behavior)
- Reduce the rewards (of corrupt behavior)
- Remove excuses (for corrupt behavior)



Threats to integrity

- Peer culture
- Denial of responsibility/ accountability
- Rigidity
- Dominant informal actors
- Diversity challenges
- Silence

(Dobel)



Ethical decision making plays out in

- Individual values
- Managerial roles
- Organisational frameworks



- Delivery of services
- Financial management
- Resource and service procurement
- Human Resource Management
- Leadership



Prevention Matrix for Low Corruption

Environments (Graycar and Masters)

CORRUPTION PREVENTION STRATEGIES

| | Change the effort | Change the risk and rewards | Value integrity | Raise awareness |
|----------------------------------|-------------------|-----------------------------------|--------------------|--------------------|
| Delivery of services | | | | |
| Financial management | | | | |
| Resource and service procurement | | | | |
| Human Resource Management | | | | |
| Leadership | | | | |

PUBLIC SECTOR FUNCTIONS



• Proactive measures (fill in the squares)

and

• Examine slippage points



Slippage points

- Culture
- Process
- Temptation
- Managerial incompetence/ wilful disregard



Analysis of slippage points

- Conditions
- Processes
- Detection
- Prevention