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Digitalizing infrastructure, digital platforms and public services

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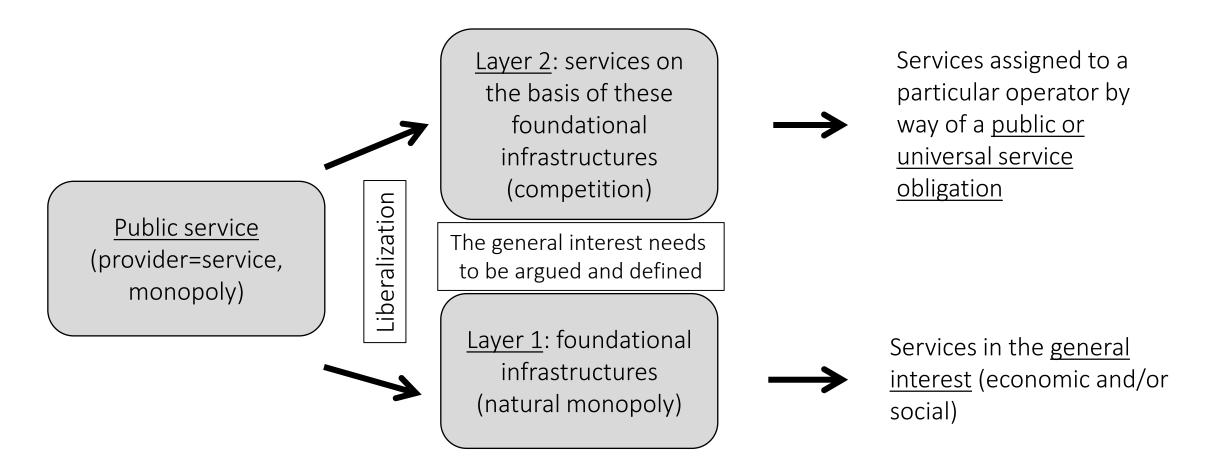


Argument and structure

- The public services and public policy dimension of digitalization is not yet sufficiently <u>understood</u>, and even less so <u>conceptualized</u>
- As a first step, we need a good understanding of what <u>public service</u> is; we do this by referring to the liberalized <u>infrastructures</u>
- In a second step, we will show of <u>digitalization</u> affects infrastructures and try to understand the nature of <u>digital platforms</u>
- In a third step, we will in particular look at the <u>effects of digitalization</u> on the <u>public services</u> of infrastructures
- Finally, we will discuss the <u>public services dimension of digital platforms</u> and ensuing regulatory interventions

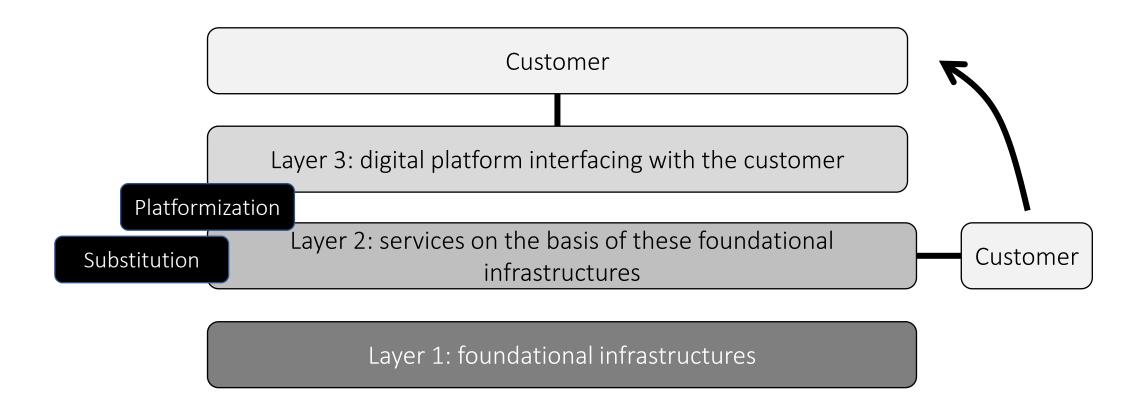


What are public services?



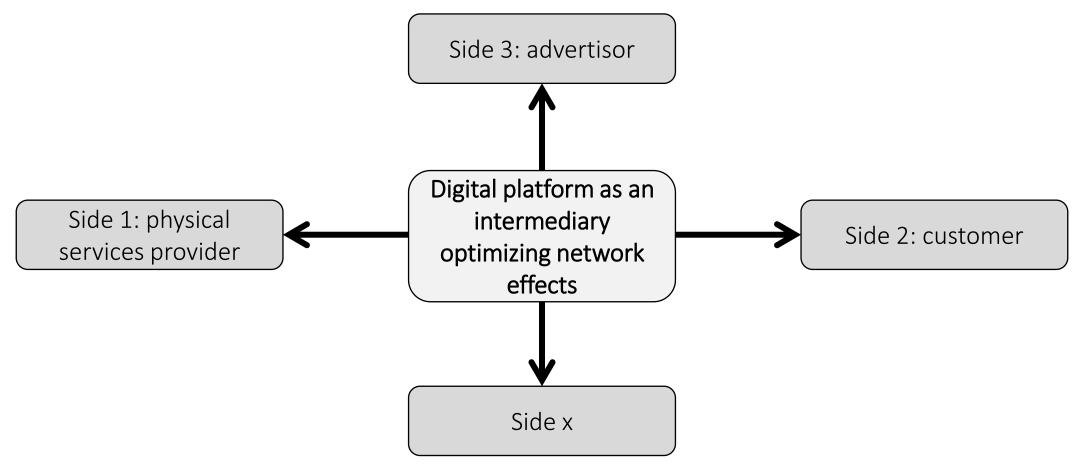


Impacts of digitalization



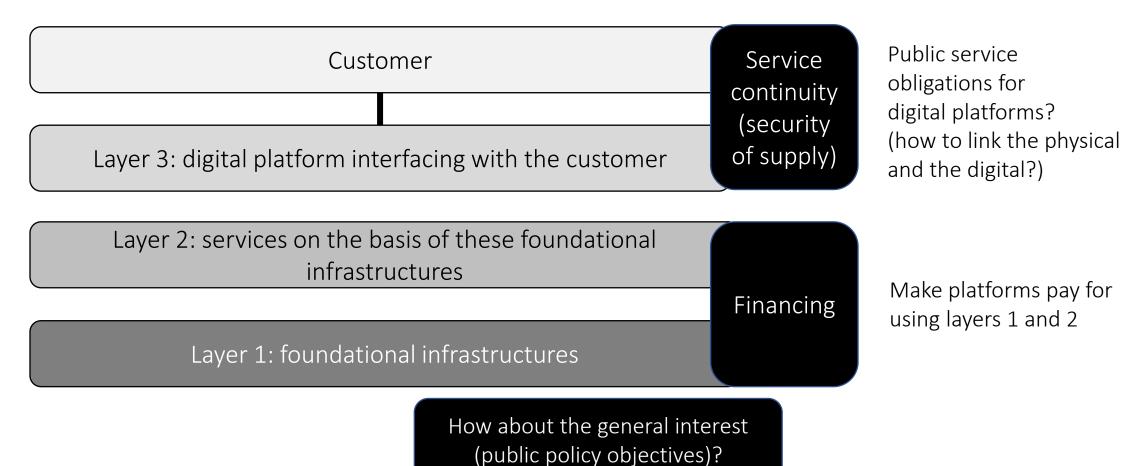


The nature of digital platforms





Impacts of digitalization on existing public services





Governing platforms in the general interest

• Implementing public policy objectives at the local level:

- "smart city" platforms in the public interest as "digital PPPs"
- city authorities as intermediaires between "data" providers and platforms (contractual arrangements)
- > platforms as an integral part of the urban public service "ecosystem"
- Layer 3 (digital platform) as a "new network industry":
 - unbundling of layer 3
 - PSOs when needed, decentralized (see point above)
 - digital infrastructures (data collection, transmission, storage) governed in the general interest (ownership or regulation, probably at EU level)
- EU governance (regulation) for addressing "platform power":
 - digital sovereignty regulations for public interest infrastructures
 - disciplining global private platforms (DMA, GDPR)



Conclusion

Challenge	Governance level	Conceptualization	Policy instrument
Ensuring public	Local, urban,	Digital-physical	Public ownership,
services objectives	metropolitan	ecosystem	public-private
			partnership,
			obligations through
			contracts
Continuity of service	National (EU)	Unbundled digital	Regulation
Security of supply		layer, focus on the	Public ownership
		digital infrastructure in	·
		the general interest	(digital sovereignty)
Financing and more	EU	Network effects	Regulating platforms
generally platform		leading to	for abuse of market
power		monopolization	power

