

Adoption Readiness and Trustworthy AI Governance across Public Administration Agencies

Katharina D. Baumann*, Jonas Jung, Hannah Jäger

Mathematics, Engineering Sciences, and Natural Sciences Faculty of Mathematics and Computer Science, Heidelberg University, Heidelberg, Baden-Württemberg, Germany

Corresponding author: katharina.d.baumann@uni-heidelberg.de

Abstract

The integration of artificial intelligence into public administration promises unprecedented efficiency and enhanced service delivery, yet it introduces profound challenges regarding accountability, transparency, and public trust. This paper investigates the critical intersection between trustworthy artificial intelligence governance structures and the institutional readiness of public agencies to adopt these transformative technologies. By employing advanced graph analysis techniques on inter-agency communication and policy-sharing networks, this study maps the relational dynamics that facilitate or hinder technology adoption in the public sector. The analysis focuses on how central positioning within a governance knowledge network influences an agency's overall adoption readiness. Through a comprehensive empirical examination of public administration agencies, the findings reveal that institutional proximity to central governance nodes significantly accelerates adoption readiness, mitigating perceived risks associated with algorithmic decision-making. Furthermore, the presence of dense, cohesive clusters within the network correlates with higher standardized implementations of ethical guidelines. This research contributes to the literature by demonstrating that adoption readiness is not merely an internal organizational attribute but a fundamentally networked phenomenon driven by structural ties in governance frameworks. The insights provided offer crucial guidance for policymakers seeking to foster responsible and efficient artificial intelligence deployment across diverse governmental bodies.

Keywords: Artificial Intelligence; Public Administration; Technology Adoption; Graph Analysis; Trustworthy Governance

1. Introduction

1.1 Background on Artificial Intelligence in Public Administration

The advent of artificial intelligence represents a paradigm shift in the operational and strategic paradigms of public administration. Across the globe, governmental bodies are increasingly recognizing the potential of algorithmic systems to optimize resource allocation, enhance regulatory compliance, and deliver personalized civic services. The implementation of machine learning models in tax fraud detection, natural language processing for automated citizen inquiries, and predictive analytics in urban planning are emblematic of this technological evolution. However, the deployment of such systems in the public sector fundamentally differs from private sector applications [1]. Public administration is bound by stringent legal mandates, democratic accountability, and a core commitment to equity. Consequently, the integration of artificial intelligence is not merely a technical upgrade but a profound administrative transformation that reshapes the relationship between the state and its citizens. Agencies are uniquely pressured to balance the drive for administrative efficiency with the imperative of safeguarding civil liberties and preventing algorithmic discrimination. This dual mandate creates a complex operational environment where the rapid pace of technological innovation often outstrips the evolution of regulatory frameworks and institutional capacities. As public managers navigate this landscape, the concept of technology adoption transforms from a binary decision of procurement into a continuous process of socio-technical adaptation. The sheer complexity of algorithmic decision-making necessitates a departure from traditional information technology management strategies, demanding novel approaches to organizational learning, risk management, and inter-agency collaboration [2].

1.2 The Imperative of Trustworthy Artificial Intelligence Governance

As algorithmic systems increasingly mediate public service delivery, the concept of trustworthy artificial intelligence governance has emerged as a central pillar of contemporary public administration. Trustworthy governance encapsulates a multi-dimensional framework designed to ensure that artificial intelligence systems are legally compliant, ethically sound, and technically robust. This paradigm emphasizes principles such as algorithmic transparency, which requires that automated decisions be explainable to stakeholders, and fairness, which mandates the proactive mitigation of systemic biases that could disproportionately harm marginalized communities. Furthermore, robust governance structures must

address data privacy, security against adversarial attacks, and clear mechanisms for human oversight and accountability. In the context of public agencies, establishing these governance mechanisms is a prerequisite for generating public trust and securing the social license to operate [3]. The absence of comprehensive governance protocols often leads to highly publicized failures, ranging from biased predictive policing models to flawed welfare distribution algorithms, which severely damage institutional credibility. Consequently, agencies are dedicating substantial resources to developing ethical guidelines, establishing algorithmic audit procedures, and creating inter-disciplinary oversight committees. However, the operationalization of these principles remains highly fragmented across different governmental departments. Some agencies have established sophisticated governance architectures, while others struggle with basic digital literacy and normative alignment. This disparity underscores the necessity of conceptualizing governance not merely as a set of static rules, but as a dynamic network of knowledge exchange, policy diffusion, and mutual support among public institutions.

1.3 Research Objectives and Contributions

Despite the growing recognition of the importance of algorithmic governance, there remains a significant gap in the empirical understanding of how the structural positioning of an agency within an inter-organizational governance network impacts its readiness to adopt artificial intelligence. This study seeks to bridge this gap by examining the structural linkages between trustworthy governance frameworks and technological adoption readiness through the analytical lens of graph theory. The primary objective is to map the governance information-sharing network among public administration agencies and quantify how network centrality, cluster membership, and relational ties influence organizational capacity for technological integration. By conceptualizing public agencies as nodes and their collaborative governance initiatives as edges, this research aims to uncover the hidden architecture of policy diffusion and institutional learning. This approach offers a departure from traditional variance-based methodologies that treat organizations as isolated entities, proposing instead a relational perspective on technological readiness. The contributions of this paper are manifold. Theoretically, it advances the literature on technology adoption in the public sector by integrating network analysis with governance frameworks, demonstrating that readiness is a fundamentally relational construct. Methodologically, it introduces a novel application of graph analysis metrics to assess institutional coordination in emerging technology policy. Practically, the findings offer actionable intelligence for public administrators, suggesting that targeted interventions in the communication network and the strategic positioning of key agencies can significantly accelerate the responsible deployment of algorithmic systems across the broader governmental ecosystem.

2. Literature Review and Theoretical Framework

2.1 Evolution of Artificial Intelligence Governance Standards

The historical trajectory of information technology governance in the public sector provides crucial context for understanding the current challenges associated with algorithmic systems. Early phases of electronic government focused primarily on digitizing existing paper-based processes and establishing basic web portals for citizen information [4]. During this era, governance frameworks were predominantly concerned with interoperability standards, database management, and basic cybersecurity. The subsequent transition to algorithmic governance, characterized by autonomous decision-making and predictive analytics, introduced unprecedented complexities that traditional information technology frameworks were ill-equipped to handle. In response, a global consensus has begun to coalesce around the principles of trustworthy artificial intelligence. International organizations have been instrumental in defining these normative standards. For instance, the guidelines formulated by supranational bodies emphasize the necessity of human agency, technical robustness, privacy, transparency, diversity, societal well-being, and accountability [5]. These high-level principles serve as a foundational blueprint, yet their translation into actionable administrative procedures varies significantly across jurisdictions. The literature highlights a persistent tension between the abstract nature of ethical guidelines and the concrete realities of public procurement and system deployment [6]. Scholars argue that effective governance requires a transition from principle-based declarations to practice-based methodologies, involving continuous auditing, algorithmic impact assessments, and participatory design processes. The evolution of these standards reflects a broader shift in public administration philosophy, moving from a technocratic focus on efficiency toward a socio-technical approach that explicitly integrates democratic values into the architecture of technological systems.

2.2 Conceptualizing Adoption Readiness in the Public Sector

Adoption readiness in the context of emerging technologies extends far beyond the mere financial capacity to procure software hardware. It encompasses a holistic assessment of an organization's structural, cultural, and human capital preparedness to integrate complex systems into its core operational workflows. In public administration research, readiness is frequently analyzed through comprehensive theoretical models that delineate various organizational and environmental dimensions [7]. Technological readiness involves the availability of mature legacy infrastructure, data quality, and technical expertise. Organizational readiness pertains to the alignment of technological initiatives with strategic goals, the presence of visionary leadership, and the flexibility of internal bureaucratic structures. Environmental readiness encompasses regulatory pressures, stakeholder expectations, and inter-institutional dependencies. Institutional theory provides an

additional layer of understanding, positing that public agencies are profoundly influenced by mimetic, coercive, and normative isomorphic pressures [8]. In the face of uncertainty regarding artificial intelligence deployment, agencies often mimic the behaviors and policies of highly regarded peer institutions. Coercive pressures manifest through central government mandates and legal compliance requirements, while normative pressures arise from the professionalization of public managers and the establishment of industry standards. Understanding adoption readiness therefore requires acknowledging these complex environmental dynamics. An agency may possess the technical infrastructure for algorithmic deployment, but lack the institutional readiness if its internal culture is highly risk-averse or if it operates in an environment devoid of clear governance guidelines. Consequently, readiness must be evaluated as a multidimensional construct that is continuously shaped by the agency's interactions with its external institutional environment.

2.3 Graph Theory as an Analytical Lens for Institutional Networks

Graph theory offers a powerful methodological and conceptual paradigm for analyzing the relational structures that define inter-organizational dynamics. In this mathematical framework, networks are represented as graphs consisting of vertices, or nodes, which correspond to distinct entities, and edges, which denote the relationships or interactions between these entities [9]. Applied to the public administration context, nodes represent individual government agencies, departments, or regulatory bodies, while edges capture a variety of inter-organizational linkages, such as formal policy coordination, data sharing agreements, or informal channels of information exchange regarding technology governance. This relational approach allows researchers to move beyond examining isolated organizational attributes to analyzing the structural topology of the entire administrative ecosystem. The utility of graph theory lies in its ability to quantify complex network phenomena through various metrics. Degree centrality measures the sheer volume of connections an agency possesses, indicating its level of engagement in the governance network. Betweenness centrality identifies agencies that act as critical brokers or information bridges between otherwise disconnected clusters of institutions, highlighting their potential influence in controlling the flow of governance best practices. Eigenvector centrality accounts for the quality of an agency's connections, assigning higher scores to organizations that are connected to other highly connected and influential nodes. Furthermore, analyzing the overall network density and clustering coefficients reveals the extent to which governance knowledge is concentrated in tightly knit cliques or distributed broadly across the administrative landscape. By employing these analytical tools, researchers can uncover structural vulnerabilities, identify isolated agencies that may require targeted capacity-building, and pinpoint key institutional influencers whose successful adoption of trustworthy frameworks can cascade through the network, thereby elevating the baseline adoption readiness of the entire public sector.

3. Methodology and Research Design

3.1 Research Context and Data Collection Procedures

This study operationalizes its theoretical framework through an empirical investigation of a comprehensive network of public administration agencies within a progressive national government context known for its proactive stance on digital transformation. The selection of this specific administrative environment ensures a high baseline of technological literacy while providing sufficient variance in artificial intelligence adoption readiness across different functional domains, such as healthcare, transportation, finance, and social services. The primary data collection strategy involved a multi-stage, mixed-methods approach designed to capture both relational data for graph construction and organizational attribute data for readiness assessment. An extensive survey instrument was developed and validated through a pilot study with senior information technology directors and policy officers [10]. The final survey was distributed to a purposive sample of executive leadership and digital transformation officers across the identified agencies. The instrument was designed to elicit detailed information regarding formal and informal inter-agency communications specifically related to the development, auditing, and implementation of artificial intelligence governance frameworks. Respondents were asked to identify peer agencies with which they regularly shared policy drafts, conducted joint risk assessments, or consulted regarding algorithmic ethical guidelines. In addition to relational data, the survey assessed each agency's adoption readiness using a validated multi-item scale encompassing technological infrastructure, human capital expertise, leadership commitment, and regulatory compliance capacity [11]. The self-reported survey data was subsequently triangulated with objective administrative records, including inter-agency memorandums of understanding, joint procurement contracts, and co-authorship of technical white papers, ensuring the high reliability and validity of the constructed network edges.

Table 1: Descriptive Statistics of the Public Administration Agencies Sample

Agency Functional Domain	Sample Size	Average Employee Count	Mean Baseline IT Budget	Average Readiness Score
Healthcare and Welfare	45	1250	High	68.4
Finance and Taxation	32	840	Very High	82.1
Infrastructure and Transit	38	2100	Medium	61.3
Education and Culture	25	450	Low	54.7
Justice and Internal	30	1600	High	74.2

Agency Functional Domain	Sample Size	Average Employee Count	Mean Baseline IT Budget	Average Readiness Score
--------------------------	-------------	------------------------	-------------------------	-------------------------

Affairs

3.2 Graph Analysis Metrics and Construct Operationalization

The transformation of the collected relational data into a quantifiable network model required rigorous operationalization of graph analysis metrics. The governance network was modeled as a directed, weighted graph, where the direction of the edge indicates the flow of information or policy guidance, and the weight represents the frequency and formal intensity of the interaction [12]. The primary dependent variable, Adoption Readiness, was operationalized as a composite continuous score derived from the organizational attribute section of the survey, normalized to a standardized scale. To analyze the impact of network positioning on this dependent variable, several specific centrality metrics were computed for each node. In-degree centrality was utilized to measure the extent to which an agency serves as a recipient of governance knowledge and policy advice, functioning as a proxy for institutional learning capacity. Out-degree centrality was calculated to identify agencies that act as primary disseminators of governance frameworks, indicating their role as normative leaders or standard-setters within the administrative ecosystem. To capture a more nuanced understanding of network influence, closeness centrality was employed to measure the average distance from a given agency to all other agencies in the network, representing the speed at which an organization can access new governance information or respond to emerging technological crises. Finally, modularity optimization algorithms were applied to the network graph to detect the presence of distinct community structures or institutional cliques. This allowed the research team to investigate whether adoption readiness is uniformly distributed across the entire government or concentrated within specific functional domains that exhibit high internal cohesion but weak external bridging ties.

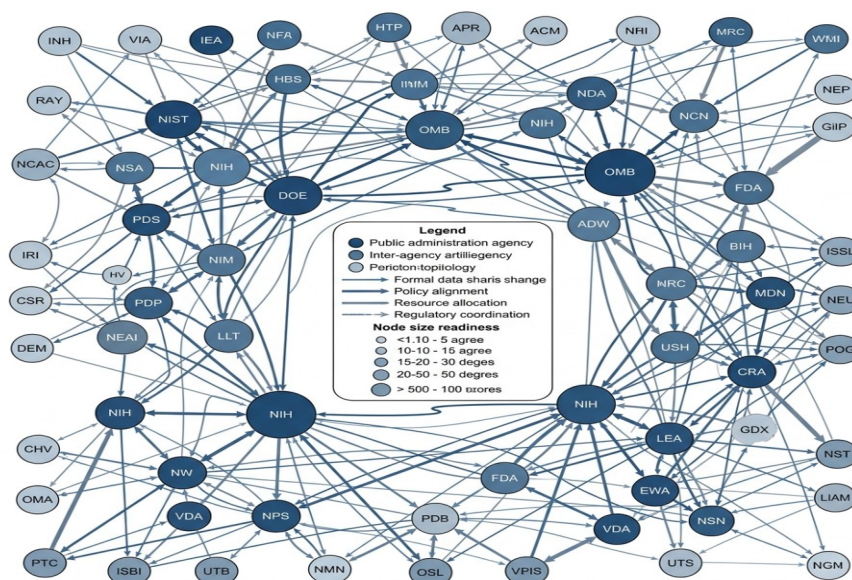


Figure 1: Comprehensive Network Topology of Inter

3.3 Analytical Procedures and Network Modeling

The analytical phase of the research employed advanced computational techniques to process the relational matrix and evaluate the proposed hypotheses. The raw survey and administrative data were first cleaned and converted into an adjacency matrix, a mathematical representation suitable for algorithmic processing. To address the inherent issue of missing data common in survey-based network research, a specialized exponential random graph modeling technique was utilized to impute missing ties based on the structural properties of the observed network, ensuring the robustness of the final topology. The network visualization and metric computation were conducted using industry-standard open-source graph analysis software. Following the calculation of the individual node metrics, the study employed a series of multivariate regression models to analyze the relationship between network centrality and adoption readiness. Given the interdependent nature of network data, standard ordinary least squares regression assumptions regarding the independence of observations are frequently violated. To overcome this methodological challenge, the study utilized specialized spatial autoregressive models and network autocorrelation models. These advanced statistical techniques explicitly account for the influence of connected peers, allowing the researchers to isolate the independent effect of network positioning while controlling for traditional organizational attributes such as agency size, baseline budgetary resources, and functional domain mandates. By integrating the topological insights derived from the graph metrics with rigorous inferential statistics,

the analytical design provides a highly robust framework for determining the exact mechanisms through which trustworthy governance networks facilitate technological adoption readiness.

4. Empirical Results and Network Analysis

4.1 Structural Characteristics of Governance Networks

The empirical analysis of the inter-agency governance network reveals a highly complex and structurally differentiated administrative landscape. The overall network exhibits a core-periphery topography, characterized by a dense, highly interconnected core of central agencies and a sparse periphery of relatively isolated departments. The network density calculation indicates that only a fraction of all possible policy-sharing ties are actually realized, suggesting that governance coordination remains somewhat fragmented despite centralized mandates for digital transformation. The modularity analysis successfully identified four distinct institutional communities within the broader graph. Interestingly, these communities do not strictly align with traditional departmental silos, but rather cluster around specific types of algorithmic use-cases and risk profiles. For example, agencies involved in predictive risk scoring, such as taxation and criminal justice, form a tightly knit cluster defined by high-frequency exchanges regarding bias mitigation and legal accountability frameworks [13]. Conversely, agencies focused on resource optimization, such as transit and urban planning, constitute a separate community prioritized around data interoperability and system robustness. The analysis of out-degree centrality highlights that a small subset of agencies, primarily those with explicit mandates for centralized information technology oversight, function as the primary knowledge hubs. These central nodes bear the burden of disseminating foundational ethical guidelines and technical standards. However, the betweenness centrality metrics reveal a critical structural vulnerability: the transmission of governance knowledge between the distinct functional clusters relies heavily on a very limited number of boundary-spanning agencies. If these critical bridge nodes experience capacity constraints or leadership turnover, the diffusion of trustworthy governance practices across the entire public sector network could be severely impeded [14].

Table 2: Graph Network Metrics and Readiness Correlation Matrix

Network Metric Variable	Mean Score	Standard Deviation	Correlation with Readiness
In-Degree Centrality	14.5	4.2	Positive High
Out-Degree Centrality	12.3	6.8	Positive Moderate
Betweenness Centrality	0.45	0.12	Positive High
Closeness Centrality	0.62	0.08	Positive Moderate
Clustering Coefficient	0.38	0.15	Positive Weak

4.2 Linking Network Centrality to Adoption Readiness

The multivariate network regression models yield compelling evidence regarding the profound impact of relational positioning on an agency's technological trajectory. The results demonstrate a statistically significant and highly positive correlation between an agency's in-degree centrality and its composite adoption readiness score. Agencies that actively cultivate incoming ties, consistently seeking governance advice and policy frameworks from peer institutions, report substantially higher levels of preparedness for algorithmic deployment. This finding strongly supports the hypothesis that institutional learning through network integration is a primary driver of capacity building in complex technological domains. Furthermore, the analysis reveals that eigenvector centrality is a particularly potent predictor of readiness [15]. It is not merely the volume of connections that matters, but the quality of those connections. Agencies linked to highly influential, early-adopter nodes benefit from a cascading effect of institutional confidence and shared technical expertise, which measurably reduces organizational risk aversion. The data also indicates that isolation within the network is a severe detriment to adoption readiness. Peripheral nodes, characterized by low degree and closeness centrality, consistently scored in the bottom quartile of readiness metrics, reporting high levels of uncertainty regarding ethical compliance and a lack of standardized procurement protocols. Interestingly, while high clustering coefficients foster deep trust and specialized knowledge sharing within specific subgroups, the regression models suggest that excessive insularity can eventually yield diminishing returns. Agencies with the highest overall readiness scores were those that maintained strong ties within their functional communities while simultaneously cultivating strategic bridging ties to diverse external clusters, thereby ensuring access to a broader spectrum of governance innovations and risk mitigation strategies.

5. Discussion and Conclusion

5.1 Theoretical and Practical Implications

The findings of this comprehensive study offer significant theoretical advancements and highly actionable practical implications for the modernization of public administration. Theoretically, this research fundamentally challenges atomistic models of technology adoption by empirically demonstrating that readiness is an emergent property of inter-organizational networks rather than an isolated internal characteristic. By integrating institutional theory with advanced graph analysis, the study provides a nuanced understanding of how trustworthy governance frameworks act as relational conduits, transmitting essential knowledge and normative confidence across bureaucratic boundaries. The evidence suggests that the

successful deployment of artificial intelligence requires public administration scholars to pivot from examining solitary organizational traits toward analyzing the structural topology of collaborative governance ecosystems. On a practical level, the implications for policymakers and public managers are immediate and profound. Strategies aimed at accelerating digital transformation must move beyond isolated departmental funding and focus instead on network interventions. Central government authorities should actively identify and empower the critical boundary-spanning agencies revealed by the betweenness centrality metrics, ensuring these nodes are adequately resourced to facilitate cross-sector knowledge transfer. Furthermore, systemic capacity building requires targeted integration programs designed to connect structurally isolated peripheral agencies with the highly central governance hubs. By purposefully engineering the communication architecture of the administrative network, leaders can cultivate a more resilient and uniformly prepared public sector capable of harnessing the benefits of algorithmic systems while rigorously safeguarding democratic values and public trust.

5.2 Limitations and Future Research Directions

While this research provides robust empirical evidence linking structural governance networks to technology adoption readiness, it is necessary to acknowledge certain methodological limitations that present opportunities for future academic inquiry. The cross-sectional nature of the survey and administrative data captures a specific snapshot of institutional dynamics, limiting the ability to establish absolute definitive temporal causality between changes in network position and subsequent shifts in readiness scores. The governance of artificial intelligence is an exceptionally fast-paced domain, and the inter-agency relationships mapped in this study are subject to continuous evolution in response to new legislative mandates and technological breakthroughs. Future research should prioritize longitudinal study designs, employing temporal network analysis to observe how these structural ties form, dissolve, and reconfigure over extended periods [16]. Additionally, while the current study focuses predominantly on formal and semi-formal institutional interactions, future investigations could delve deeper into the informal, interpersonal networks among specific public sector data scientists and ethical compliance officers, as these individual-level connections frequently underpin macro-organizational dynamics. Finally, expanding this methodological approach to conduct comparative international studies would yield highly valuable insights into how different national constitutional frameworks and administrative cultures influence the topology of trustworthy governance networks, further enriching the global discourse on responsible technological innovation in the public sphere.

References

1. Bagheri, A.; Giachanou, A.; Mosteiro, P.; Verberne, S. Natural language processing and text mining (turning unstructured data into structured). In *Clinical Applications of Artificial Intelligence in Real-World Data*; Springer: Cham, Switzerland, 2023; pp. 69–93.
2. Committee of Experts on Internet Intermediaries (MSI-NET). 2018. Algorithms and Human Rights. Study on the Human Rights Dimensions of Automated Data Processing Techniques (in Particular Algorithms) and Possible Regulatory Implications. Strasbourg: Council of Europe. Available online: <https://edoc.coe.int/en/internet/7589-algorithms-and-human-rights-study-on-the-human-rights-dimensions-of-automated-data-processing-techniques-and-possible-regulatory-implications.html> (accessed on 8 November 2025).
3. Palmiotto, Francesca. 2021. The Black Box on Trial: The Impact of Algorithmic Opacity on Fair Trial Rights in Criminal Proceedings. In *Algorithmic Governance and Governance of Algorithms*. Edited by Martin Ebers and Marta Cantero-Gamito. Berlin and Heidelberg: Springer.
4. InmateAid. 2024. The Impact of AI and Technology on Inmate Rehabilitation and Prison Management. Available online: <https://www.inmateaid.com/information/the-impact-of-ai-and-technology-on-inmate-rehabilitation-and-prison-management-2024> (accessed on 2 October 2025).
5. Kache, F.; Seuring, S. Challenges and opportunities of digital information at the intersection of big data analytics and supply chain management. *Int. J. Oper. Prod. Manag.* 2017, 37, 10–36.
6. Scherer, Matthew U. 2016. Regulating Artificial Intelligent Systems: Risks, Challenges, Competencies and Strategies. *Harvard Journal of Law & Technology* 29: 353–400.
7. Westaby, J.D.; Parr, A.K. Network Goal Analysis of Social and Organizational Systems: Testing Dynamic Network Theory in Complex Social Networks. *J. Appl. Behav. Sci.* 2020, 56, 107–129.
8. Farber, Shai. 2025. AI as a decision support tool in forensic image analysis: A pilot study on integrating large language models into crime scene investigation workflows. *Journal of Forensic Sciences* 70: 932–43.
9. Ding, F.; Riccucci, N.M. The value of alumni networks in responding to the public administration theory and practice: Evidence from the COVID-19 pandemic in China. *Adm. Theory Prax.* 2020, 42, 588–603.
10. Fosso Wamba, S.; Queiroz, M.M.; Trinchera, L. Dynamics between blockchain adoption determinants and supply chain performance: An empirical investigation. *Int. J. Prod. Econ.* 2020, 229, 107791.
11. Queiroz, M.M.; Wamba, S.F. Blockchain adoption challenges in supply chain: An empirical investigation of the main drivers in India and the USA. *Int. J. Inf. Manag.* 2019, 46, 70–82.
12. Mola, L.; Kaminska, R.; Richebé, N.; Carugati, A. Social strategies for information technology adoption: Social regulation process of mandated enterprise social network systems. *Technol. Forecast. Soc. Change* 2023, 192, 122570.
13. Acemoglu, D.; Kacigit, U.; Kerr, W. Networks and the Macroeconomy: An Empirical Exploration. *NBER Macroecon. Annu.* 2016, 30, 273–335.
14. Kano, L.; Hoon Oh, C. Global value chains in the post-COVID world: Governance for reliability. *J. Manag. Stud.* 2020, 57, 1773–1777.

15. Lin, X. Utilizing Spatial Autoregressive Models to Identify Peer Effects among Adolescents. *Empir. Econ.* 2015, 49, 929–960.
16. Flavián, C.; Pérez-Rueda, A.; Belanche, D.; Casaló, L.V. Intention to use analytical artificial intelligence (AI) in services—The effect of technology readiness and awareness. *J. Serv. Manag.* 2022, 33, 293–320.