



Government Procurement Reform

Seize the opportunities

Key Reform aspects

- 4 Year programme
- Not just about savings
- Transform procurement thinking
- Build Procurement as a strategic activity

Four themes

- Cost savings
- Build capability and capacity of procurers
- Enhanced NZ business participation
- Improved:
 - governance,
 - oversight and;
 - accountability

Cost savings

- Expenditure data
- Expenditure analysis and categorisation
 - All of government
 - Sector specific
 - Geographic
 - Agency
- Establish CoE to deliver agreed contracts
- Launch simplified, standardised processes, tools



Build capacity and capability

- Strategic Procurement Reviews
- Agency specific actions
- Procurer competency standards
- Training needs analysis
- Training programmes
- Central funding to CoE training/CIPS
- Funded placements to others
- Graduate programme

Enhanced NZ Business Participation

- Reform high compliance items
- Cut red tape
- Streamline policy/processes
- SME opportunities (prime/sub-contract)
- Skills development opportunities
- Improve transparency
- Examine mandatory timeframes

Governance, oversight & accountability

- Prime Minister/Ministers to champion
- ECC to monitor/gate keep
- CE expectations
- Savings methodology/measurement
- Added value measures
- Streamline transaction processing
- Stop un-official buying

Conclusion

- Significant investment
- Demonstrate procurement value
- Challenge to deliver tangible results
- Major change project
- Need to surrender traditional approaches
- Success equals more investment
- Procurement contribution to New Zealand