## Procurement Change Programme (1)



## PMMS delivers procurement influence and effective supplier relationship management

Client	Situation	Approach	Benefits
International Multi-Utility Group	<ul> <li>Purchasing process inconsistent across the business, limited strategic contribution</li> </ul>	<ul> <li>Purchasing benchmark undertaken, leading to a prioritised action plan, including</li> <li>Installation of Board</li> </ul>	<ul> <li>Purchasing contribution now on Executive agenda</li> <li>Substantial organisational change has aligned the Purchasing process to real business objectives.</li> </ul>
	<ul> <li>Client being 'widely exploited by supply base'</li> </ul>	level commitment to the Purchasing proposition	
	<ul> <li>Increasing market competition and a fixed revenue base meant value from suppliers needed to be maximised</li> </ul>	<ul> <li>Radical re-structure of the Purchasing process recognising that 'not all suppliers are equal'</li> <li>Extensive people and</li> </ul>	<ul> <li>Active, effective supplier relationship management generates demonstrable gains in supplier performance</li> </ul>
	Purchasing VFM called into question	process development activity  • Substantial cost savings (exceeding 30% in key supply markets)	