

Secretariat

Treasury Board of Canada Secrétariat du Conseil du Trésor du Canada



# **Procurement Community Human Resources** Strategy and Initiatives for the Government of Canada

**Procurement Modernization Initiatives** 

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# **Procurement Modernization: A Government of Canada Priority**

#### **Alignment with Priorities**

The <u>Mandate Letter</u> of the Minister of Public Services and Procurement and Accessibility includes direction to **modernize procurement practices so that they are simpler and less administratively burdensome**.

The Mandate Letter of the President of Treasury Board and Minister of Digital Government specifies to modernize comptrollership, which includes procurement policies and community.

#### Public Procurement Ecosystem

- Slow and inflexible practices
- Heavily paper-based with few self-serve and automated tools
- Risk averse processes & culture with a one-size fits all approach

## **Emerging Technologies**

- Greater transparency & more robust risk management tools
- Enable transformational change & opportunities
- Better position & empower procurement professionals

Need modernized policies, processes, authorities, tools and training in support of procurement professionals and business owners

# **Shifting Focus**

- Heightened attention on value & more complex procurements
- Less emphasis on obtaining the lowest price
- Broadened interest in leveraging procurement

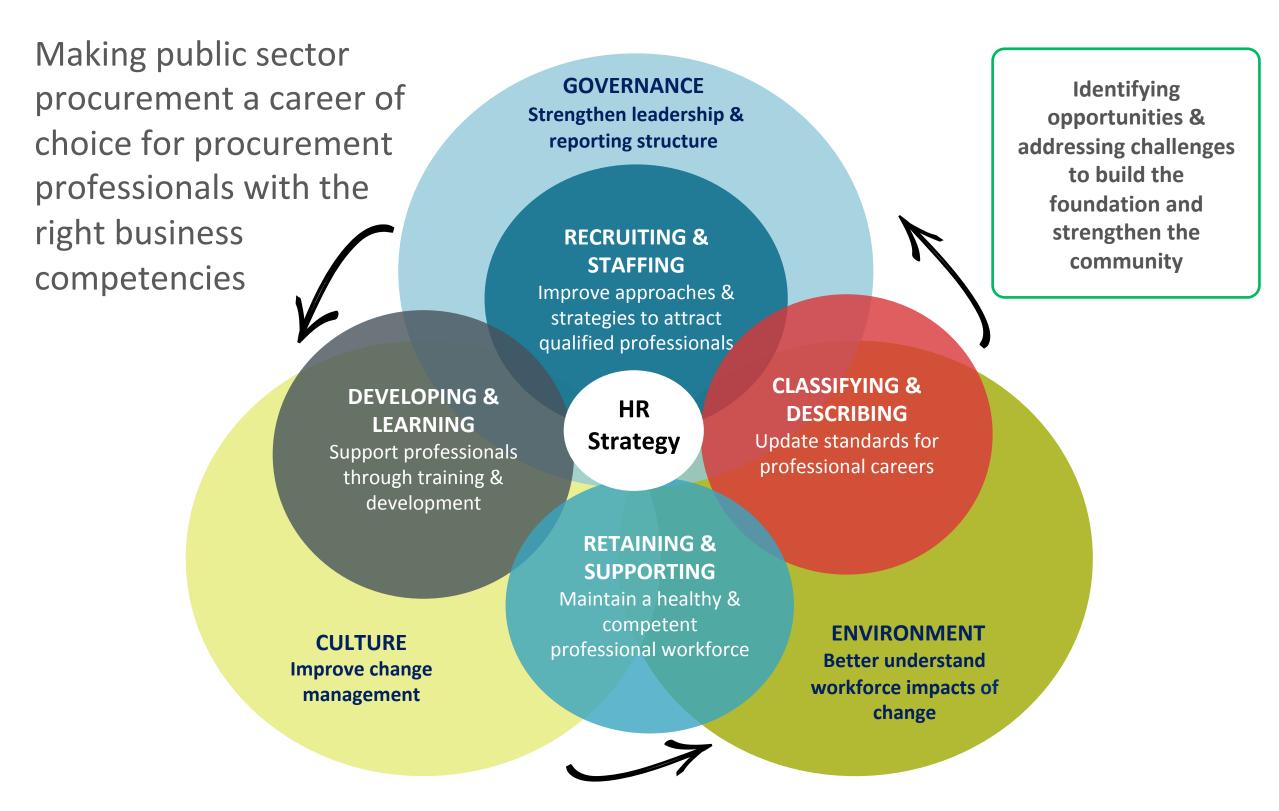
# **Eroding Public Trust**

- More public and political visibility & expectations from procurement
- Added attention on procurement cost overruns & delays, creating reputational risks

## **Better Information**

- Improved understanding of costs, loss of value & opportunities for better results
- More awareness of links between failed projects and contracting delays

# **Procurement Human Resources Strategy for the Government of Canada**

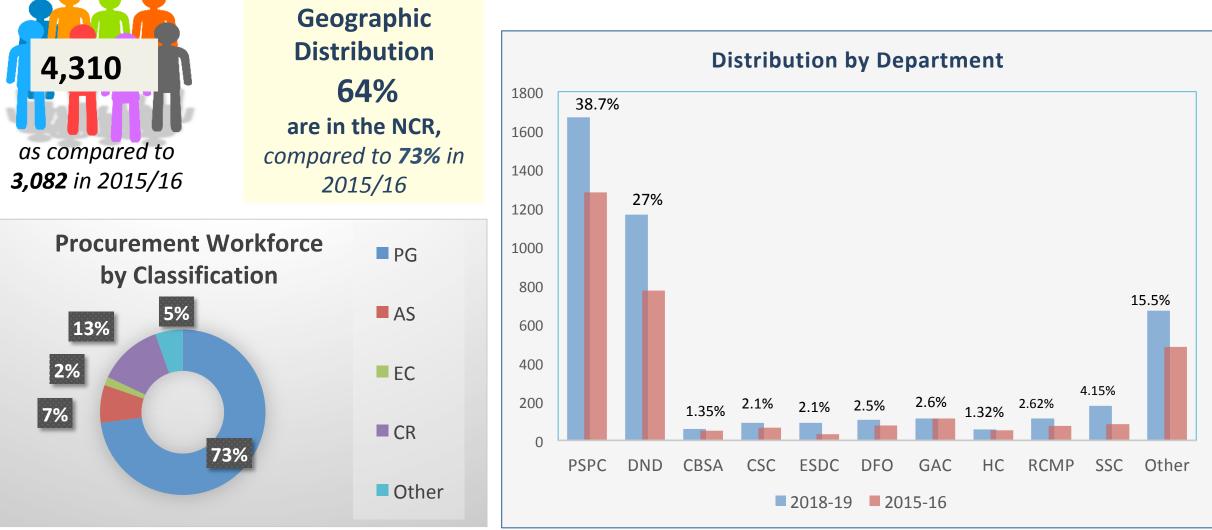


# Demographic Analysis - 2018/2019 Procurement Workforce\*\*

Environment

#### **Total Procurement Workforce 2018/19**

\*\*2018/19 stats represent Procurement Workforce at large 2015/16 stats are specific to the PG Classification



#### Profile of an aging workforce (PGs 2015/16):

| Average age: | Average years of     | Employees over   | Employees eligible to |
|--------------|----------------------|------------------|-----------------------|
| 46.2         | pensionable service: | 50 years of age: | retire in 2020-21:    |
| years        | 16                   | 42%              | <b>31.8%</b>          |

## **Post-Secondary & External Outreach**

#### **Recruitment & Staffing**

Need to better promote public procurement as a career choice

#### **Raise Profile of Procurement Careers**

#### **Campaign to Promote Professional Careers in Procurement**

- ➢ Raise the profile of federal procurement and strengthen the community for networking and collaboration.
- ➢ Target audience: students, private sector professionals, and government employees.
  GCcollab Group: "

<u>Procurement, Real Property, and Materiel Management Functional Communities</u>" was launched July 2018 and has grown to over 600 members. It is a platform for informationsharing, collaboration and posting career opportunities, and includes a department feature article depicting what it could be like to work as a procurement professional.

**Canada.ca Website:** Developed to promote federal procurement as a career of choice. Golive date planned for summer 2019.

#### **Public Service Commission (PSC) Recruitment Pilot Project**

➢Work with the PSC to promote and recruit to professional careers in public sector procurement.

# **PG National Recruitment Processes**

#### **Recruitment & Staffing**

#### Objective

GC always has immediate access to exceptional candidates to fill vacant procurement professionals positions

#### **Current State**

- Reactive staffing / long term acting assignments / poaching
- Significant variability & inconsistent competency profile
- 130 inefficient staffing processes per year
- Near exclusive focus on internal candidates

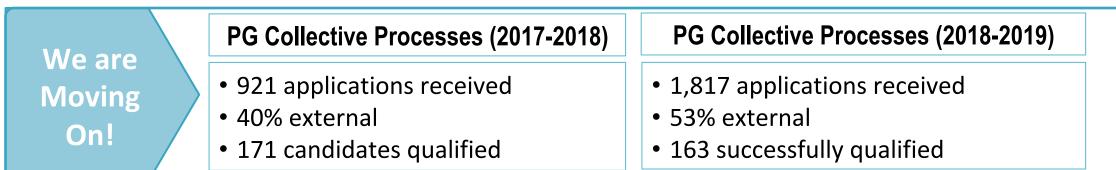
#### **Desired State**

- Focus on competencies\* required for long-term success such as business acumen, data analytics, negotiations, project management & risk management (see Annex)
- Reduce number of staffing processes
- Recruit from the **public & private** sectors

17 departments agreed to co-fund & work together to ensure a strong and sustainable procurement community!

CEAA, CSA, DFO, DND, HC, HOC, INAC, NRCAN, PSPC, SSC, TC, TBS, TSBC, ECCC, CBSA, DOJ, PCH

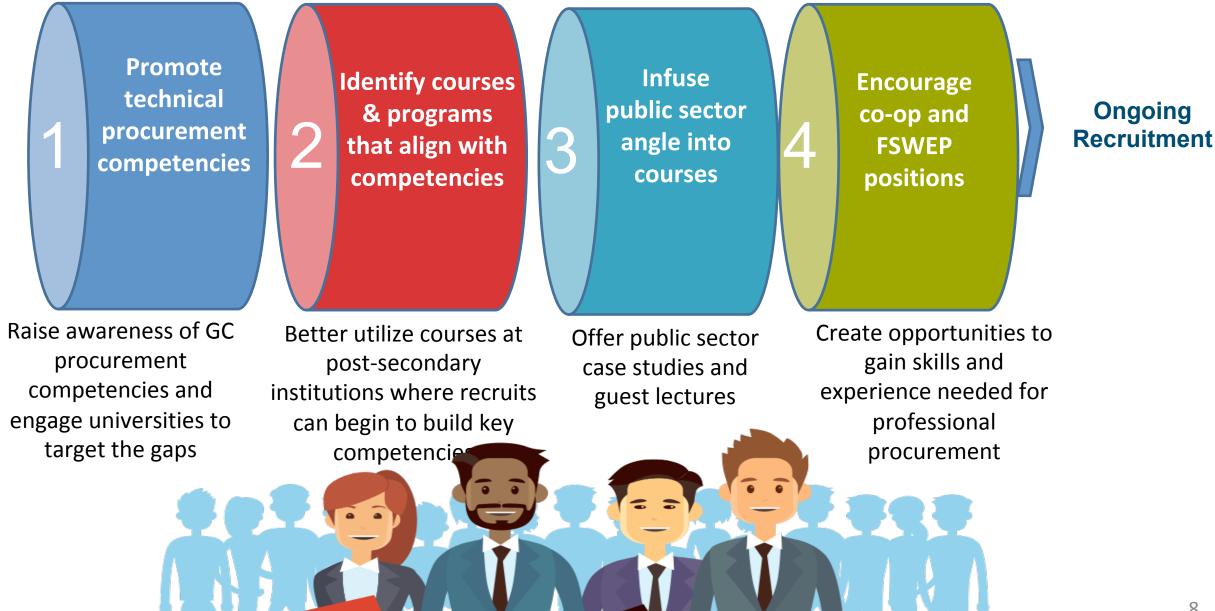




# **Roadmap for Partnerships with Universities & Colleges**

## **Recruitment & Staffing**

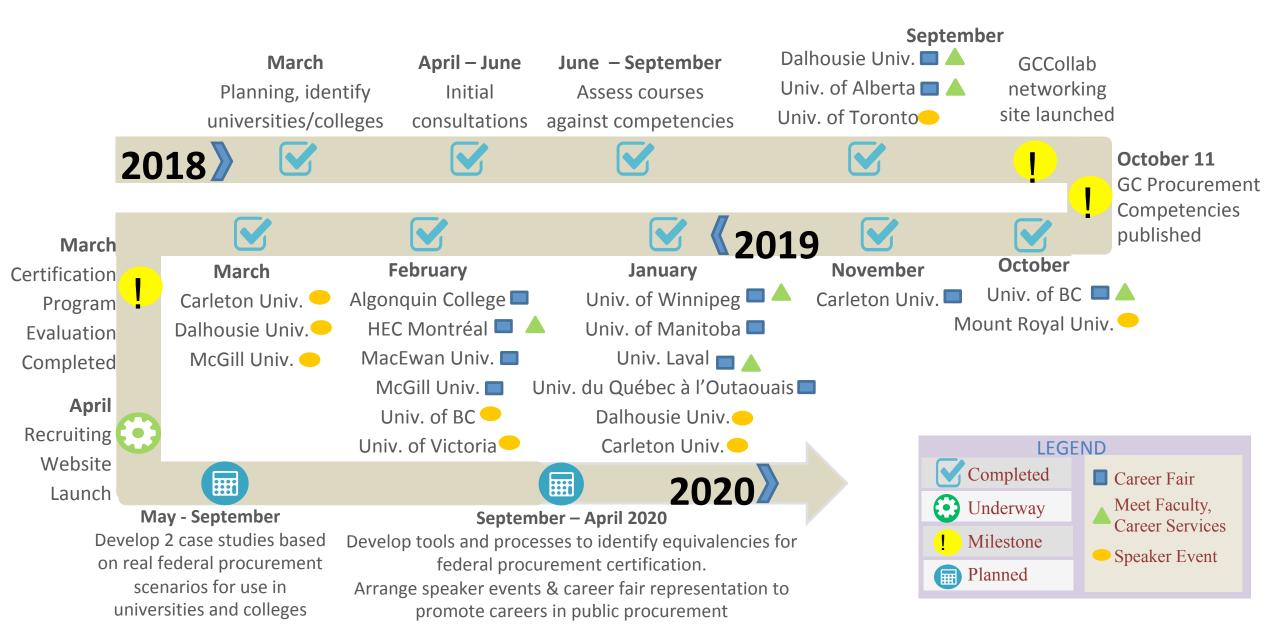
Strengthen relationships to create a pipeline of talent with the right competencies for careers in federal procurement



# **Roadmap for Partnerships - Activities**

#### **Recruitment & Staffing**

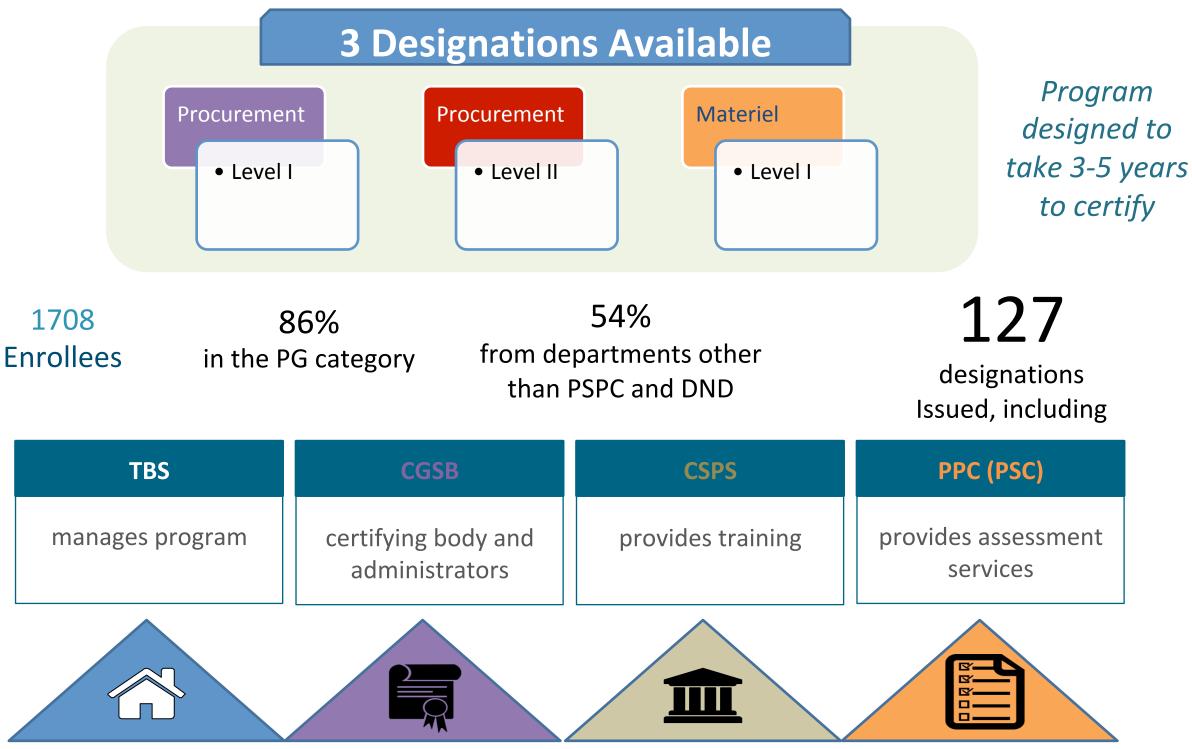
#### Prepare and attract talent for careers in federal professional procurement



The CMO participated in 10 career fairs across Canada to promote public sector procurement careers **2017-18:** 921 applications, 40% external **2018-19:** 1817 applications, 53% external

## **Current Certification Program**

#### **Development & Learning**



# **Comptrollership Leadership Development Program**

#### **Development & Learning**

#### COMPETENCIES

Key Leadership Competencies

OCG Guidance

Enhances and strengthens the leadership skills of the comptrollership communities.

**Transferable Skills** 

Launched in 2014 and customized to provide transferable skills specific to the comptrollership functions.

**Readiness Level** 

Enhances the readiness of the next generation of leaders by building job-related knowledge and leadership skills.

Professional Networking Create a network of colleagues amongst the comptrollership communities for collaborative problem-solving.

#### LEADERSHIP

EX-01 & minus 1 ready for advancement with CBC/CBC language profile

#### **ACTION LEARNING**

- On the job Learning
- Thought Leadership paper
- Leadership Workshops
- Board Meeting Simulation
- Individual coaching
- Networking

#### COMMUNITIES

- Internal Audit
- Finance
- Real Property
- Procurement
- Project Management

# **Procurement Community Onboarding Program**

#### **Development & Learning**

**Objective:** Provide consistency in how new members are introduced and integrated into the profession. Through orientation, consistent messaging and exchanges of knowledge and information, participants emerge with common understandings and expectations of their roles.

**Offer to those who are:** New to government, their department, or to the procurement profession, and/or enrolled at Management request

| Introduction/Welcoming Remarks                   | 0      | Welcome by the Champion of the Procurement Community, TBS  |  |  |
|--|--------|--|--|--|
| <b>Communities Management Office</b>             | 0<br>0 | Support offered by the Communities Management Office Services, programs, initiatives and competencies  |  |  |
| Public Services and Procurement Canada<br>(PSPC) | 0      | Role of PSPC in procurement and community  |  |  |
| Networking Break                                 |        |  |  |  |
|  |        |  |  |  |
| Panel Discussion of Procurement<br>Executives    |        | Panel discussion on procurement and careers<br>Directors Generals and Directors from 3 to 4 departments to<br>speak about their perspectives, opportunities and function |  |  |
|  | 0      | Directors Generals and Directors from 3 to 4 departments to  |  |  |

#### **Procurement Modernization Challenges & Testing a Solution**

#### Culture Department

- Limited strategic advice & procurement planning
- Uneven application & monitoring of policies
- Gaps in accountability & leadership for procurement

#### **Government-wide**

- Challenges advancing horizontal government priorities & being innovative
- Limited community talent management & professionalization

#### Outputs

- Clear departmental leadership & governance for procurements
- Standardized Procurement Management Frameworks
- Community networks to deliver **common initiatives** & exchange **best practices**
- Interdepartmental idea-sharing forum
- Government-wide capacity building & talent management

#### **Outcomes**

- Clarified & strengthened **procurement processes**
- Empowered and innovative community
- Increased adoption of best practices

- Improved focus & delivery of **horizontal initiatives**
- More desirable career of choice
- Stronger and healthier procurement workforce

# **Chief Procurement Office (CPO) Pilot Project – Why and How?**

# Culture

**Purpose:** Deliver a CPO pilot project to test a modernized accountability and leadership approach for procurement

**Approach:** Designate <u>CPO positions in</u> selected departments and establish a government-wide <u>CPO Council</u>

# Status Quo Departmental leadership for procurement takes various shapes and is oriented to differing Ministerial mandates and practices

# **Objectives: (February 2019 to 2020)**

- 1. Operationalize a **defined CPO model** 
  - a. Gather data on effects of CPO implementation
  - b. Identify success factors and obstacles
- 2. Assess the CPO Pilot according to the Project Review Plan
- 3. Identify requirements for investment & support for wider roll-out

#### **Governance Evolution**

# **Key Elements and Activities of the CPO Model**

# Culture

Leadership & Governance

- ✓ Provide leadership for the procurement function, along with the DH
- ✓ Provide a central focus and overall direction for procurement
- ✓ Direct access to the DH to provide advice and a voice for procurement at the senior management table
- ✓ Develop, strengthen and continuously improve the departmental procurement framework

#### Procurement Advice & Expertise

- Deliver strategic planning across procurement community in support of GC priorities
   Strengthen data analytics, agile practices and other elements of procurement modernization
- ✓ Provide an active challenge function and coordination with broader GC initiatives

Capacity Building & Talent Management

- ✓ Deliver Procurement Community recruitment, retention and talent management initiatives and other HR Strategy priorities
- ✓ Professionalization by adopting GC Procurement Community Competencies
- ✓ Position Procurement Community as a trusted advisor and strategic partner

# **CPO** <u>Council</u> Roles & Responsibilities

# Culture

#### A Council of CPOs will:

- Support a whole of government shared vision for the procurement function & workforce
- Influence government-wide procurement related decisions & directions
- Be an idea sharing & innovation forum

CPO Council Membership includes:

- Pilot CPOs (ESDC, RCMP, TC, PSPC, CEAA, SC, CBSA)
- Representatives of PSPC & SSC
- Representatives of key stakeholders (DND, GAC & DFO)

# Areas of activity:

Identifying, elaborating and promoting best procurement practices

Providing strategic advice on procurement and GC policy objectives



Enhancing procurement capacity

# **Pilot Project Review Plan**

# Culture

**Pilot Review** – Includes 3 phases to measure if procurement in government has been improved



# Key Questions to address through action-based evidence-gathering:

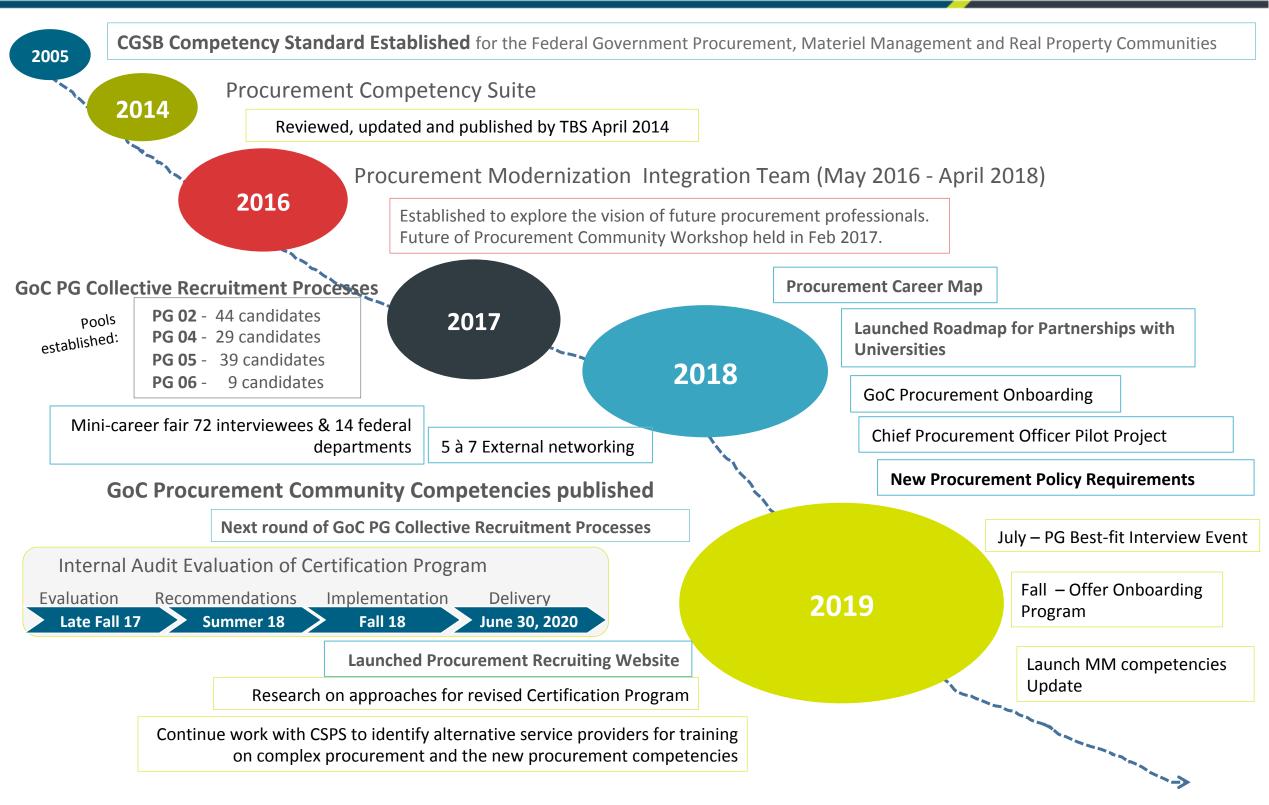
- Are deputies offered better advice on procurement?
- Has the procurement workforce been further professionalized?
- Are procurement processes and outcomes improved?
- Do business owners (end users) receive better procurement services?
- Do key participants recommend the CPO model?
- Has the sharing of best procurement practices across departments improved?

#### Methodology - Triangulation using multiple methods:

- Review of departmental Procurement Management Frameworks
- Interviews and surveys of CPOs and key participants
- Analysis of quantitative data (financial and human resources)

What are the needs (e.g. resources, policy, governance) to implement across government?

# **Critical Path of Procurement HR Initiatives**



### **ANNEX: Complete Procurement Community Competency Frame**

#### Culture

# KEY LEADERSHIP COMPETENCIES

Promote innovation, guide change KEY L COM Mandatory component of the

Uphold integrity & creispe(EX) Grown bill 26 cp bind and and chieve results

Create vision &

strategy

**GENERAL COMPETENCIES** 

Skills and abilities traditionally associated with successful on-the-job performance (Personnel Psychology Centre)

Adaptability Analytical thinking Client focus Continuous learning Collaboration with partners & stakeholders Creativity and innovation Critical judgment Decision making Effective interactive Communication

#### **PROCUREMENT COMPETENCIES**

#### **FUNCTIONAL**

Assessment and planning Acquisition Managing contracts & contract close-out TECHNICAL Negotiations Project management Risk management Data analytics

**Business Acumen** 

Information gathering & processing Initiative Leadership Managing conflicts Networking Organizational savvy Planning & organizing Problem solving Quality focus Relationship building Strategic orientation

#### CORE COMPETENCIES

Four core competencies for the federal public service who are subject to the Directive on Performance Management

Demonstrating integrity & respect

Thinking things through

Working effectively with others

Showing initiative & being action-oriented