

Water Industry - Agile Procurement Strategy

Objective: How can we accelerate the delivery of existing and new water infrastructure projects and services to support NZ's economic recovery and support local employment and engagement with SMEs post COVID 19?



Approach:

1. The Working Group has identified 8 potential procurement levers to support an agile procurement strategy for the sector.
2. Each lever needs to be developed and applied to the sector based on the following factors:
 - The scale of work being performed in an area/ region
 - The risk profile and level of complexity of the projects to be delivered
 - The Value for Money that can be achieved by utilising the appropriate procurement level
 - The speed at which the projects can be restarted/ commenced
3. Each lever needs to be scoped and an integrated program of work needs to be developed across the sector and a Taskforce similar to the Construction Sector Accord be used to provide governance, advocacy and stakeholder management across the sector.
4. Leverage the NZ Construction Procurement Guidelines for projects over \$9m to demonstrate Value for Money.

Potential Procurement Levers



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Long Term Investment Planning

Develop multi year planning horizon project pipeline across the sector to develop a sustainable industry

LEVER
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Today:

1. 1 year capital project planning
2. 3 year Long Term Plan
3. Projects procured individually
4. Adhoc pipeline that inhibits development of national delivery capability
5. Intermittent use of procurement frameworks across the sector

Tomorrow:

1. 4-5 year capital project pipeline
2. 10 year Long Term Plan
3. Programmes created to develop Value for Money synergies
4. Strategic procurement programme across the water sector
5. National Capability development due to funding and project increased certainty
6. Widespread use of a number of procurement delivery models that reflects the risk profile, complexity and value of the projects.