

Procurement Skills Accord

A timely solution



The Vision



The Ask of Industry

To create a level playing field in procurement, recognising investment in skills and reward suppliers in doing so to support a sustainably skilled sector workforce.



Our Collaborative Understanding



- Procurement needs to recognise and reward organisations who invest in sustainable skills
- Our infrastructure projects are reliant on having the right technical skills at the right time
- A skilled and sustainable workforce is vital to address industry risks such as an aging workforce and adjacent sector attraction
- Collaboration and sharing best practice is key to ensuring consistency across our sectors



Converting Challenge into Opportunity



PSA initiated with industry to **embed skills development in procurement processes**, in turn **increasing investment in supply chain skills** and **creating a sustainably skilled sector workforce**.

Our 'Success Criteria'



Skills development becomes an integral consideration in procurement



Suppliers are recognised for investing in their workforce



Participation is consistent across our sectors to drive the vision



The PSA addressing your needs



Providing key metrics on skills development to enable supply chain collaboration

- Gather insight on how suppliers support a sustainably skilled workforce
- Understand common challenges and collaborate to develop solutions

Driving investment in skills development through procurement

- Mitigate against project failure and additional costs by embedding skills development in procurement processes
- Drive time and cost efficiencies in procurement by recognising those who invest in skills

Raising the standard of technical capability and capacity development to build sustainability

- Reduce risk of project failure by strengthening supply chain competency and capability
- Align your values
 with supply chain to
 work towards a
 common goal of
 sustainable skills

Why the Procurement Skills Accord?





- Participation has grown year on year*
- Skills development and workforce resilience are now included within Achilles UVDB
- Technical training is on the up 3-year average of 12.4%**
- Skills is being increasingly considered in procurement activity 66% of signatories have skills embedded in procurement
- Increasing collaboration between clients and suppliers

Signatory Comments:

"The process benefits our organisation in terms of continually improving skills within our business which benefits ourselves and the wider industry"

"The PSA is aligned to our business vision of being an employer of choice where we specifically state the aim to hold an appropriately skilled workforce for both today and the long-term"

^{*}Signatory numbers have increased each year since 2016, excluding year 2020-21 due to the Coronavirus pandemic.

^{**3-}year period between 2017 - 2020.

What you can expect in return - Partners



Item	Description	Cost/ Benefit	Return on Engagement
Subscription	An annual fee of £2.5k for 12 months subscription	Direct Cost: £2,500	£4,000 Cost Benefit Net benefit £1,500 £3,700
Collaboration Group	Attendance at various network groups (£200/ meeting)	Indirect Cost: £800	£3,000 £5,000
Activity	Steering Group Members only – quarterly meeting attendance (£200/meeting)	Indirect Cost: £800	£2,000 £1,000
Annual Review Process	Resource to complete the Annual Review (approx.3 days)	Indirect Cost: £1,200	£-
Providing key metrics on skills development to enable supply chain collaboration	Time and cost efficiencies recognised through supplier reporting and insight.	Cost saving: £2,500	-£1,000 -£2,000 -£3,000
Driving investment in skills development through procurement	Reducing risk of project failure/delays through embedding skills development in procurement processes.	Significant risk reduction: £TBC	-£4,000 -£5,000 -£1,200 -£5,300
0 ,	Time and cost efficiencies recognised in procurement, by recognising those who invest in skills.	Cost saving: £5,000	-£6,000
Raising the standard of technical capability and capacity development to build sustainability	Reducing risk of supply chain capability and capacity, thus supporting project delivery and avoiding additional costs.	Risk reduction: £1,500	Collaboration of the best of t

What you can expect in return - Suppliers



Item	Description	Cost/ Benefit	Return on Engagement
Subscription	An annual fee of £750 for 12 months subscription	Direct Cost: £750	£2,000 Cost Benefit Net benefit £1,000 £2,150
Collaboration Group Activity	Attendance at various network groups (£200/ meeting)	Indirect Cost: £800	£1,500 £1,000
Annual Review Process	Resource to complete the Annual Review (approx.2 days)	Indirect Cost: £800	£500
Providing key metrics on skills development to enable supply chain collaboration	Time and cost efficiencies recognised through demonstrating workforce resilience.	Cost saving: £1,000	-£1,000 -£1,500
Driving investment in skills development through procurement	Realise the benefit of Clients recognising your skills development processes and how you address skills gaps and shortages when tendering.	Cost saving: £2,500	-£2,000 -£2,500 -£3,000
Raising the standard of technical capability and capacity development to build sustainability	Reducing risk of capability and capacity, thus supporting project delivery and avoiding additional costs and penalties.	Estimated value of risk reduction: £1,000	Thorogon of the follows of the follo

Next Steps



Address any further clarification questions

Submit 2021/22 PSA Registration Form

Provide PO/ Payment for annual subscription

Agree to Terms & Conditions

Assign internal resource to implement PSA

Network group/ collaboration activity

Year-end reporting



Contact Details



If you would like further information, or wish to speak with someone at Energy & Utility Skills, please get in touch:

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Useful Links:

Signatory Sharepoint Site

https://euskillsltd.sharepoint.com/sites/ProcurementSkillsAccord-SignatoryArea

Energy & Utilities Skills Partnership

https://www.euskills.co.uk/about/energy-utilities-skills-partnership/

Procurement Skills Accord Details

https://www.euskills.co.uk/about/energy-utilities-skills-partnership/skills-accord/