

SaaS Procurement Platform built on Azure



## Simplify and Transform Procurement

# VendorPanel

## Challenges

#### Organisations struggle to:

- Control decentralised sourcing
- Aggregate procurement (eg across government)
- Use procurement to support policy goals
- 40-60% of sourcing is decentralised & lost in mail (source: ArcBlue whitepaper)
- Lack of transparency: risk
- Social procurement & 'buy local' are major policy objectives in gov & corp



## **Ideal Solution**

#### Integrated Source-to-Contract platform

- Secure, high availability cloud
- UI drives buyer & supplier adoption
- Drives social & local impact
- Intelligent analytics & insights
- Consolidates sourcing from local & certified social impact suppliers, prequalified & preferred supplier panels, and sector collaborative contracts
- Enables Social Procurement Frameworks



## Desired Outcomes

#### **Transform decentralised procurement**

- Reduced financial and probity risk
- Greater value and savings
- Measurable social & economic outcomes
- Data- & insight-driven optimisation
- Proven with 1,200 Govs and Corporates
- 9.74% Cost Avoidance (audited data)
- 84% of spend goes locally (audited data)
- 2.5 hrs saved per quote (client study)



## VendorPanel: Source-to-Contract platform built on Azure

# VendorPanel

## Reduce risk in decentralised procurement & drive policy outcomes

Increased Value	Governance & Probity	Insights & Control	Positive Social Outcomes
• Create competitive tension in all sourcing activity	• Drive compliance with regulations or policy	<ul> <li>Identify opportunities to improve category spend</li> </ul>	<ul> <li>Access verified social marketplaces such as Supply</li> </ul>
• Enable collaborative sourcing across sectors, groups or regions	<ul> <li>Provide a framework for efficient org-wide procurement</li> </ul>	<ul> <li>Management</li> <li>Analyse supply chain capability; build resilience &amp;</li> </ul>	<ul><li>Nation, BuyAbility, Social Traders</li><li>Drive spend, measure impact</li></ul>
<ul> <li>Optimise use of preferred suppliers</li> </ul>	<ul> <li>Generate audit trail of every sourcing event</li> </ul>	f every diversity <ul> <li>Automate admin of tenders,</li> </ul>	<ul><li>at State or community level</li><li>Develop supply chain</li></ul>
<ul> <li>Save 2.5 hours admin per sourcing event</li> </ul>	Create supplier confidence in procurement processes	contract management, compliance documentation	capability in key sectors / geographies

"There was no configuration to do, setup was a clear, step-by-step process and feedback from agencies, departments and suppliers tells us that the user experience is great." - Victoria Government Technology Procurement Group

## VendorPanel + Microsoft

## VendorPanel

By putting clients in control of all decentralised procurement (tenders, preferred suppliers, marketplaces) in the secure and scalable Azure cloud, Microsoft and VendorPanel transform this key function. Helping budget-holders find and engage with suppliers easily and efficiently gives clients greater value and reduced compliance risk, while delivering against policy goals.

## Solution Alignment

#### For Executives

Senior Enterprise, State Government and State Agency managers will know that decentralised spend is managed efficiently, with reduced legal, financial and reputational risk.



#### For Procurement Teams

**Procurement teams** get tools, data and insights to drive best practice while allowing departmental managers to get on with operational procurement.



#### For Economic Development

**Economic development professionals** can leverage mainstream procurement spend to support social procurement, regeneration, and other programs - and can measure results.



# Successfully used by single agencies, or on a Whole-of-Government basis

# VendorPanel



Operates a decentralised model. Procurement was delegated to local managers, with limited visibility and control.

- Processes loosely defined, difficult to monitor
- RFQs and supplier selection lacked oversight
- Buyers struggled to find specialist providers
- No formal panels or preferred supplier arrangements
- Access only to historic spend data, with few real insights
- → Rapid implementation in January 2018 allowed a new Head of Procurement to show concrete progress on a path to change
- → 750 buyers + 2,000 suppliers on-boarded in two months and 1,000+ RFQs posted in the first four months
- → New insights quickly drove strategic decision-making
- → Once major spend categories were identified and understood, panels of preferred suppliers were set up in line with best practice, providing improved value to Parks



After inviting EOIs from a dozen vendors, Vic Gov replaced SAP Ariba with VendorPanel in 2017.

- First categories implemented: eServices and IT Infrastructure, allowing buyers to go to market and award contracts
- Now Sole Supplier for eProcurement: any Dept or Agency can licence VendorPanel without having to go to market
- Vic Gov has since selected VendorPanel to deliver its Whole-of-Government Social
- → \$81.49m in non-Tender eServices procurement was managed in the first 12 months.
- → Benefits seen by Victoria Government have included:
  - Organisation-wide reporting and analysis of procurement
  - Efficiency in supplier management through handoff of registration and automation of compliance monitoring
  - Reduced need for staff to support Buyer queries