



Australian Government

PSPPCM010 Manage procurement risk

Release: 1

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Modification History

Release	Comments
1	<p>This unit was released in PSP Public Sector Training Package release 1.0 and meets the Standards for Training Packages.</p> <p>This unit supersedes and is equivalent to PSPPROC505A Manage procurement risk.</p> <ul style="list-style-type: none"> • Unit code updated • Content and formatting updated to comply with new standards • All PC transitioned from passive to active voice

Application

This unit describes the skills required to manage risks associated with all stages of procurement. It includes assessing risk, and preparing, implementing and reviewing a risk management plan.

This unit applies to those working as public sector staff in roles that involve managing procurement risks.

The skills and knowledge described in this unit must be applied within the legislative, regulatory and policy environment in which they are carried out. Organisational policies and procedures must be consulted and adhered to.

Those undertaking this unit would work autonomously while performing complex tasks, in familiar contexts.

No licensing, legislative or certification requirements apply to unit at the time of publication.

Competency Field

Procurement

Elements and Performance Criteria

ELEMENTS	PERFORMANCE CRITERIA
Elements describe	Performance criteria describe the performance needed to demonstrate

the essential outcomes	achievement of the element. Where bold italicised text is used, further information is detailed in the range of conditions section.
1. Assess risk	<p>1.1 Identify legislation, policies, business processes and resources impacting the contract.</p> <p>1.2 Identify procurement outcomes and internal inputs required.</p> <p>1.3 Identify and confirm critical success factors required.</p> <p>1.4 Identify non trivial procurement risks.</p> <p>1.5 Identify potential probity risks.</p> <p>1.6 Analyse causes of risk and their potential impact.</p> <p>1.7 Determine likelihood and consequences of risks and develop risk assessments.</p>
2. Prepare risk management plan	<p>2.1 Develop preliminary risk management plan to address risks identified in planning phase.</p> <p>2.2 Identify acceptable risks and those requiring treatment.</p> <p>2.3 Design treatments to reduce risks to an acceptable level.</p> <p>2.4 Develop plans for implementing new treatments, additional risk controls or modifications to existing controls.</p> <p>2.5 Monitor risk level at key points during procurement process and, review and adjust risk management plan to cover procurement activity risks not already identified.</p>
3. Implement and review risk management plan	<p>3.1 Implement risk controls and treatments according to the treatment plan.</p> <p>3.2 Implement risk management plan, monitor and revise to include potential or emerging risks during the life of the procurement activity.</p> <p>3.3 Improve risk treatments and controls using review results.</p>

Foundation Skills

Foundation skills are embedded within the elements and performance criteria of this unit.

Unit Mapping Information

Links

Companion Volume implementation guides are found in VETNet - <https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=bebbece7-ff48-4d2c-8876-405679019623>

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