PSPPCM024 Manage fundamental aspects of supply chain

Release: 1
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Modification History

<table>
<thead>
<tr>
<th>Release</th>
<th>Comments</th>
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<tbody>
<tr>
<td>1</td>
<td>This unit was released in PSP Public Sector Training Package release 1.0 and meets the Standards for Training Packages. This unit supersedes and is equivalent to PSPPROC608 Manage fundamental aspects of supply chain.</td>
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<tr>
<td></td>
<td>• Unit code updated</td>
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<td></td>
<td>• Content and formatting updated to comply with new standards</td>
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<td>• All PC transitioned from passive to active voice</td>
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Application

This unit describes the skills required to manage the fundamental aspects of a supply chain. This includes managing the supply chain in terms of capacity, creation of constructive competition, developing alternate methods of supply, sustainable practice, environmental and social responsibilities and cost.

This unit applies to those working in roles involving supply chain management.

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 independently seeking advice as required, performing complex tasks in a range of familiar and unfamiliar contexts.

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

Procurement

### Elements and Performance Criteria

<table>
<thead>
<tr>
<th>ELEMENTS</th>
<th>PERFORMANCE CRITERIA</th>
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<tbody>
<tr>
<td>Elements describe the essential outcomes</td>
<td>Performance criteria describe the performance needed to demonstrate achievement of the element. Where bold italicised text is used, further information is detailed in the range of conditions section.</td>
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</tbody>
</table>
| 1. Establish the business needs of the buying organisation | 1.1 Identify outcomes and strategic themes from corporate planning documents and senior management.  
1.2 Determine requirements for collaborative planning and forecasting in the supply chain.  
1.3 Assess the fundamental aspects of the supply chain and the importance of integrating the supply chain to achieving outcomes.  
1.4 Identify and acknowledge vulnerabilities and opportunities in the supply chain.  
1.5 Document the supply chain requirements. |
| 2. Develop strategies to manage supply chain  | 2.1 Formulate and use effective communication strategies to engage internal stakeholders, external and market stakeholders.  
2.2 Review the fundamental aspects of the supply chain and recommend actions to reduce vulnerability or achieve better value for money or policy outcomes.  
2.3 Assess supplier capabilities and capacity against customer requirements.  
2.4 Establish effective working relationships between suppliers and customers.  
2.5 Encourage innovation and manage risks in the supply chain. Consider and document alternative strategies where appropriate.  
2.6 Address legal, ethical, environmental, sustainability and Corporate Social Responsibility (CSR) principles through the supply chain. |
| 3. Develop and implement continuous improvement strategies | 3.1 Baseline current supply chain performance and measure against relevant benchmarks.  
3.2 Review the effectiveness at each level of the supply chain including staff and customers.  
3.3 Identify and analyse trends and changes in supply chain fundamentals and organisational influence over time.  
3.4 Make, influence or recommend appropriate changes to current supply chain management strategies to support continuous |
Foundation Skills
Foundation skills are embedded within the elements and performance criteria of this unit.

Unit Mapping Information
This unit supersedes and is equivalent to PSPPROC608 Manage fundamental aspects of supply chain.

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