CH2MHILL.



Northwest Construction Consumer Council Current Issues Facing Supply Chain Managers John F. Mika, Senior Vice President of Procurement May 31, 2012

## For this presentation

- § CH2M HILL High Level Overview
- § Key Procurement Issues Today
- § CH2M HILL Strategies to Resolve
- § Questions & Answers

### CH2M HILL Today

We are an industry leader in consulting, design, design-build, operations, and program management.









- § Headquartered in Englewood, Colorado, USA
- § Nearly 30,000 employees
- § US\$6.4 billion in revenue
- § Employee-owned
- § Broadly diversified across multiple business sectors
- § Performing work in more than 60 countries worldwide

### CH2M HILL Today

#### Extraordinary projects around the world:









- § 2022 FIFA World Cup Qatar<sup>™</sup>
- § London 2012 Olympic and Paralympic Games
- § Panama Canal Expansion Program
- § U.S. Forces Korea Base Relocation in South Korea
- § Darling Downs Power Station in Queensland, Australia
- § North Slope offshore development in Prudhoe Bay, Alaska, USA

#### Solution Services

Specializing in full-service project delivery, CH2M HILL tailors its suite of services to deliver maximum value to each client.

Applied Sciences

Laboratory

Architecture & Planning

**Decontamination** 

& Decommissioning

**Energy Management** 

& Planning

Engineer-Procure-Construct

(EPC) and Design-Build

**Environmental Management** 

& Planning

**Industrial Safety** 

Lean Enterprise Solutions

O&M and Facilities

Management

**Procurement** 

Program &

Construction

Management

Security & Emergency

Management

Site/Infrastructure

**Planning** 

Sustainable Solutions

### The CH2M HILL Procurement Goal



- § In Top Quartile for Quality Performance
- § In Top Quartile for On Time Performance
- § In Top Quartile for Pricing Performance

### The Issues

- § Supplier Quality
- § Market and Spend Knowledge
- § Sourcing Platforms



§ Procurement Resource Talent



- § Supplier Quality
  - Risk BasedQualifications Process
  - Criticality RatingsProcess
  - Efficiency in Source
    Inspection Delivery
  - Measurement and Communication

- § Market and Spend Knowledge
  - Market
    - Economic Forecasting Sites
    - Trade Organizations
    - Direct Supplier / Subcontractor Surveys
    - Knowledge Sharing Site
  - Spend
    - Common Coding Protocols
    - Common System or Data Warehouse
    - Spend Analysts / Commodity
      Specialist







### **§**Sourcing Platforms

- Own resources on the ground, commercial and technical
- Local 3rd party source inspection qualified & trained to our standards
- Long term view vs. project view
- In country resource highly integrated with project teams
- Utilize technology to it's fullest

- § Procurement Resource Talent
  - PEP Process
  - Training Matrix by job description



- New College Hire Program
- Advance Degree Program
- Cross Business Group Assignments



Questions and Answers