# 2017-18 PILOT

# **Exploring Supplier Development** in British Columbia





Slobal Competitiveness through Operational Excellence









### Global Competitiveness

To ensure a strong, diverse and stable provincial economy, the **Government of British Columbia** seeks to realize greater participation in global supply chains by B.C. businesses.

Global proponents and prime contractors behind major industrial activities have consistently indicated that entry into their global supply chains requires local companies to be both *qualified* and *competitive*.

In response to the needs of industry, the Province is **exploring the creation of a multi-year**, **multi-sector supplier development program**.



### BC Supplier Development Concept



The concept is to model a program after the best practices in supplier development from around the world and focuses on *Operational Excellence*.

### Our Vision for B.C. Supplier Development



British Columbia businesses all across the province have access to a highly effective and affordable program of support to assist their companies in achieving global competitiveness through operational excellence.



# Scope of Support



Support to businesses would be delivered in the following ways:

Awareness Create a broader and deeper understanding of

competitiveness among B.C. businesses.

• **Assessment** Whole-of-business assessments performed with results

reported against global benchmarks for world-class

performance.

Mentoring Mentors from global OEM/Prime/Tier1 companies guide and

support companies through their transformational efforts.

Training High quality, affordable training offered along with expert

support and coaching; all tailored to the specific needs of

the participating company.

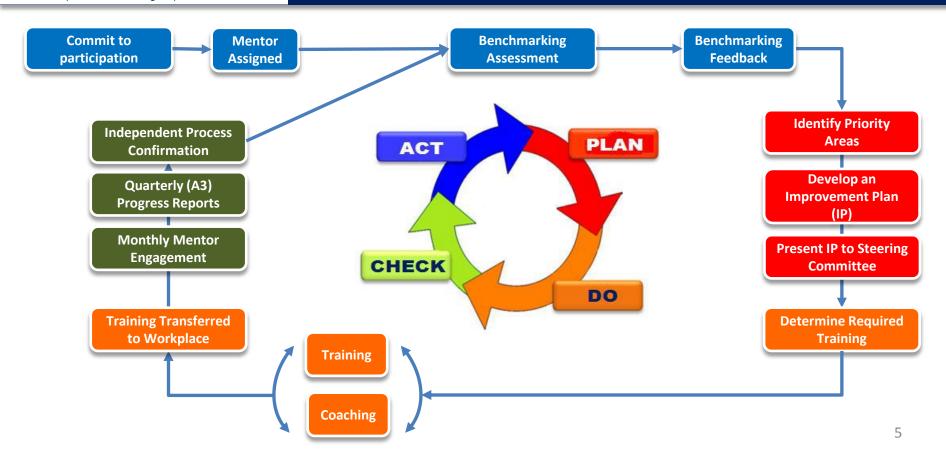
**Accountability** Using independent verifications and a Steering Committee

of senior executives from partner OEM/Prime/Tier1 companies, participants are held accountable to their

planned improvement activities.



# Program Cycle

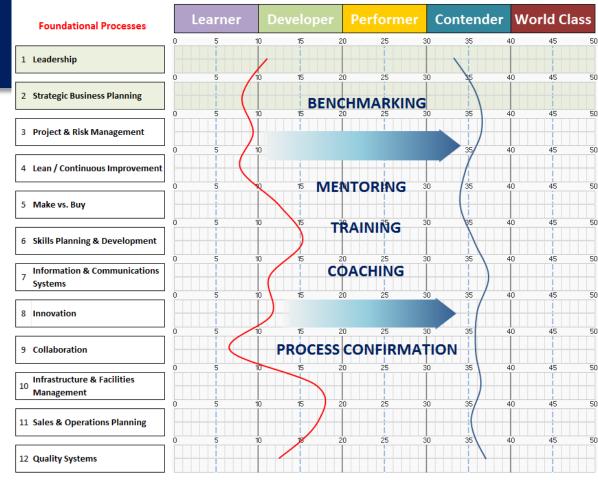


### Benchmarking

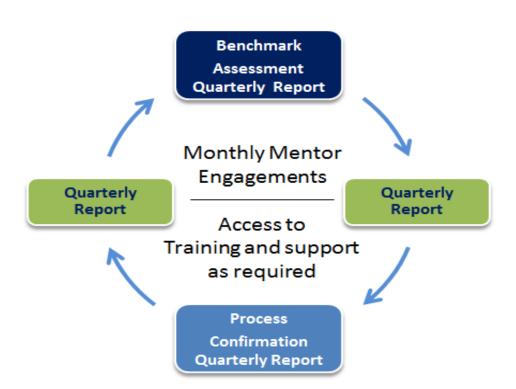
Assessments look across the entire business; **12** foundational elements.



- Performance is scored across a multi-level scale from Beginner to World-Class;
- based on
   benchmarks
   established by
   global
   OEM/Prime
   companies.



# Multi-Year Program



- Sustained program to support companies over longer term
- Multi-year participation commitment by companies
- Annual benchmarked improvement cycle
- Quarterly reporting to the steering committee for feedback and accountability



### Operational Excellence

### Focusing on operational excellence:

- *facilitates the pull of innovation* and allows the adoption and application of new technology in the most productive ways possible;
- *opens productive capacity* and creates the capability to pursue new products and new markets (exports);
- enables the most effective and efficient utilization of resources, including skilled workers; and
- creates an environment for *elevating* the *performance* of companies *across the whole supply chain*.

# Benefits to Participants

- Provides a structured approach to improvement aligned to your business strategy.
- Creates direct linkages to large, top-tier companies through both mentors and Steering Committee reviews.
- Offers *access to affordable, high-quality training and expert support* in critical areas of business operations.
- Immediately *differentiates your business to the market* as a company committed to improvement and operational excellence.
- **Delivers an assessment of your company's performance** across the whole of the business **to global standards for competitiveness**.



# 2016 Pilot Project

- Designed to validate program design and delivery
  - Captures all major components: Mentoring; Benchmarking; Improvement Planning; Steering
     Committee Reviews & Process Confirmation
  - Training of local Assessors
  - Testing of training materials and methods Leadership & Strategic Business Planning
- Industry support:

Participant: Wesgar Inc.

Mentor: Cascade Aerospace

**Steering Committee:** 

Avcorp, MTU Maintenance Canada; Babcock Canada; BC Hydro; Seaspan ULC















# Pilot Company Feedback

- The resources provided to us through the program ... and the mechanics of providing feedback have exceeded our expectations.
- "The program gives us the skeleton and we put the meat on the bones."
- The pace has been good, it gives us time to get our work done. Knowing we are working to a schedule keeps us on track and making progress.
- "Every minute and every dollar invested has been worth it."
- "The program's initial focus on leadership and strategic planning is bang on"
- Lastly and more importantly, Wesgar is ready to sign up for the second phase of the program. We can't emphasis strongly enough the value that BC SDP has brought to us in a relatively short period of time.



# Going Forward

### 2017/18 Pilot Schedule:

•	Select	participating	companies	
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- Detailed program introduction
- Benchmark assessment
- Quarterly Steering Committee meetings
- Training and expert support
- Process Confirmation
- Pilot project complete

May 2017

June 2017

September 2017

Oct 2017/Jan 2018/Mar 2018

Oct 2017-Mar 2018

March 2018

March 31, 2018

# British Columbia **Supplier Development Pilot**



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