## PROCUREMENT

"the acquisition of goods, services or works from an external source" IS IT CHANGING?

Procurement redefined by technology

#### Numbers to know

Cloud-based delivery models such as Software as a Service (SaaS) and Cloud Computing has sent shockwaves throughout the IT industry the last couple of years.

With professional analysts estimating a compound annual growth rate of around **20% up** until **2014**, resulting in a market worth **\$148.8 Billion**.

## Logos to think



#### Australian Government

Department of Finance and Deregulation Australian Government Information Management Office



#### HMGovernment G-Cloud



#### Logos to think



**Microsoft** 



#### Benefits

Essentially the same as they are for any organization, large or small, public or private:

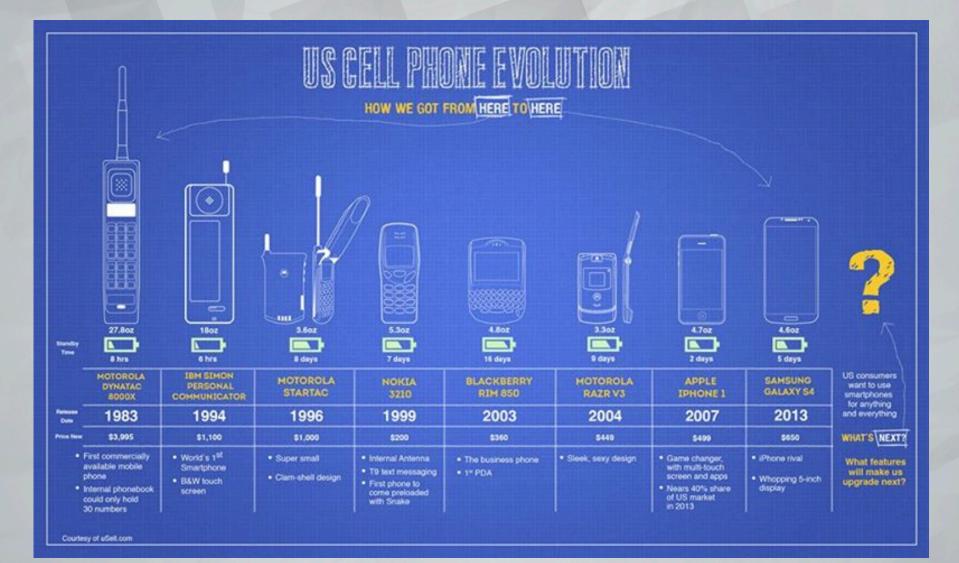


#### **Rethinking Procurement** Changes in technology require a change in Thailand is changing, technology is growing

perception of procurement from a project based to service based

- 1. No need to wait for the budget. Just pay per use or on per transaction.
- 2. No need to issue the Term of Reference (TOR) & auction to select the vendor.
- 3. No time needed from budget to implementation
- 4. Easy to scalable.
- 5. Shortage of skill in information, and communication technology sector
- 6. Technology change very fast.

### **Changing of Technology**



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#### Frustrations & what we CAN DO

Many public sector organizations see the benefits of cloud-based services, but are frustrated by:

- "Opaque" procurement processes or lack of appropriate processes for procuring cloud "on-demand"
- Poor information about the actual cost of cloud services and how they compare both with internal IT costs and different suppliers' costs
- Misgivings about the security and compliance status of some cloud offerings both as part of the government cloud and "outside" the government cloud

#### What we CAN DO



Learn from people who have done it before

When in doubt, copy, and innovate

Look inward, and find.







# Thank you