Specification of Competency Standards for the Logistics Industry Unit of Competency

Functional Area - Planning and Design of Logistics Solutions

Title	Evaluate suppliers/contractors
Code	LOSAPD408B
Range	This unit of competency is applicable to logistics service providers. Practitioners should be able to exercise discretion and judgment to evaluate suppliers/contractors within organisational policy and procedures.
Level	4
Credit	3 (For Reference Only)
Competency	Performance Requirements 1. Knowledge of supplier management
	 Know about the principles of supplier management Understand company policy and procedures
	2. Analyse supply requirements
	 Identify specifications of and purpose of purchasing the required goods/services Establish criteria to evaluate the performance of existing suppliers/contractors Determine quantities of required goods/services from each supplier/contractor Identify frequency of ordering/requesting of goods/services
	3. Evaluate potential contractors/suppliers
	 Identify suppliers/contractors of requested goods/services Obtain comparative costing for goods/materials/services Assess ability of suppliers/contractors to provide a consistent level of performance Evaluate suppliers/contractors against established criteria Shortlist the number of suppliers/contractor and establish a prioritised list based on the cost competitiveness and capacity of suppliers/contractors whom can provide a quality service Document the results of the selection processes Maintain a record on the information and data generated during the selection process
Assessment Criteria	The integrated outcome requirements of this unit of competency are:
	Capable of analysing supply requirements; andCapable of evaluating potential contractors/suppliers
Remark	