

Procurement Management Process

Need recognition

Planning
Analysing
Incl. stakeholders

Purchase requisition

Incl. electrics doc.
Information about goods, services

Requisition review

Functional managers to review orders

Solicitation process

Make a procurement & solicitation plan

Evaluation & contract

Evaluate committee agenda
Terms & Conditions

Order Mngmt

Incl. examining the purchasing order, good receipts

Invoice approval

Administration
Payment

Procurement in Michael Porter's value chain:

Support Processes	Corporate Management					Margin
	Human Resource Management					
	Finance and Accounting					
	Technology Development					
Procurement						
Core Business Processes	New Product Development	Operations	Distribution	Service	Marketing and Sales	



A procurement management system oversees the assessment, choice, and establishment of official contracts with suppliers. It additionally oversees continuous supplier connections and the transactional acquisition of goods and services. It collaborates with accounts payable to finalize the source-to-settle cycle by handling supplier invoices for payment.