



# THE PROJECT STAKEHOLDER ANALYSIS PROCESS

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- → Exploratory Study
- → 40+ Stakeholder Analyses Reviewed on Projects in Several Categories, Including Construction & Civil Infrastructure Development



→ Objective: To Explore and Supplement Existing Approaches Used for Analyzing Stakeholders on Projects to Improve Effectiveness of Primary Stakeholder Management & Secondary Stakeholder Engagement

#### FACT: Stakeholders are

- A Major Critical Sucess Factor on Projects (Project Performance Surveys, Project Practice)
- A Big Risk Factor & Problem Causer for Projects (Negative Impact on Project Performance, Premature Project Termination)
- A Source of Opportunity for Projects
   (Beneficial for Projects)
- Often Inappropriately Managed/Engaged by Projects (Observed Conflicts, High Level of Opposition)



#### PRIMARY STAKEHOLDERS

Contractual & Legal Obligations

**Senior Management** 

**Project Partners** 

**Project Sponsor** 

Project Client & Output Users

Project Board or Steering Committee

**Project Financers** 

Program or Project Management Office Project Advisors
& Consultants

Chief Project Officer Program Manager Project Contractors & Subcontractors

Functional & Resource Managers

Project Suppliers/Vendors

**Project Manager** 

Local, State & Federal Government Entities

#### SECONDARY STAKEHOLDERS

No Contractual & Legal Obligations

Consumer Interest Groups

Media

**Civic Organizations** 

Academia

Political Organizations Individuals & Local Communities

Religious Organizations

**General Public** 

Other Not-for-Profit Organizations

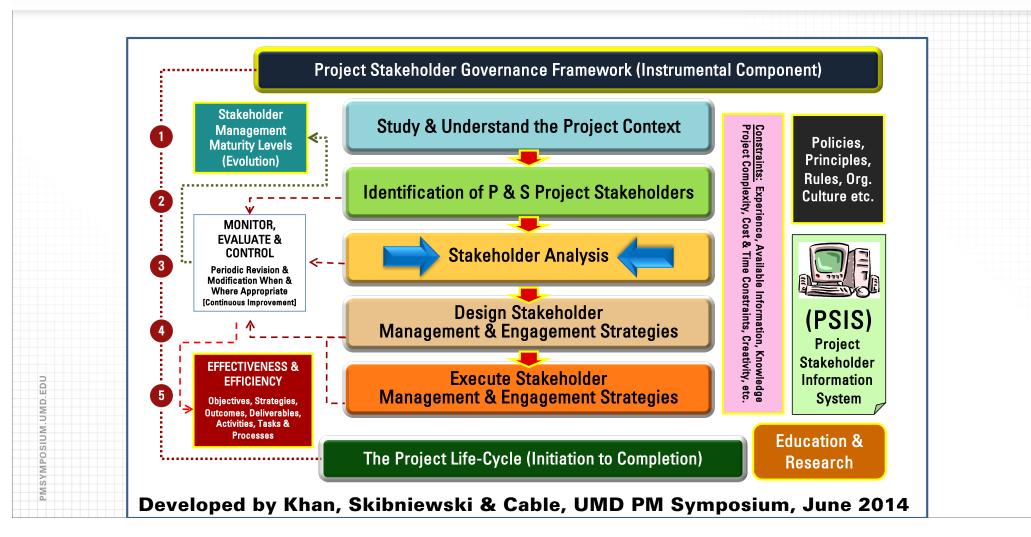
Municipal, State, Federal Government

**Professional Associations**  Countries, Country Groupings, The World

**Tourists** 

All Other Stakeholders

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## Preconditions for an Excellent Stakeholder Analysis

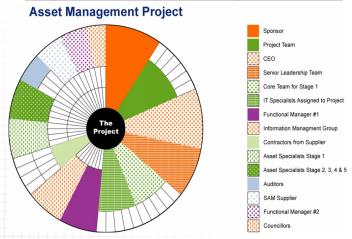
- Interest & Committment
   (from top level of organization downwards, strictly adhered to stakeholder policy, sustainability)
- Financial Guarantee
   (Stakeholder Analysis, Management/Engagement)
- Technical & Institutional Support Infrastructure (e.g. Stakeholder Information System, PMO)
- Stakeholder Analysts
   (Knowledge, Skills, Experience, Creative Talent)
- High-Quality Information on Stakeholders
   (accurate, specific, reliable, relevant, complete, up-to-date, actionable, comprehensible, legal etc.)
- Set of Powerful & <u>Integrated</u> Analytical Tools



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#### Power and Influence Stakeholder Map

	Keep Satisfied			Manage Closely				
High	Our Patients Clinical Governance Pathology Pharmacy NRAS, ARMA, Arthritis Care	Clinical Organisational Development OPACCS / Medical Pharmacy IRAS, ARMA,			or nt ogy rvices cords	Choose & Book Pain Services 'Leeds' Kirklees PCT Calderdale PCT		
Power	Monitor (Minimum Effort)			Keep Informed				
Low	Leeds University Huddersfield University  Professional Bodies The Press		Kirklees & Calderdale Councils' 'Transport' 'R&D' Orthopaedics Portering / Estates		'IMT' Radiology Human Resources A&E SHA			
	Low					High		
			Inte	rest				

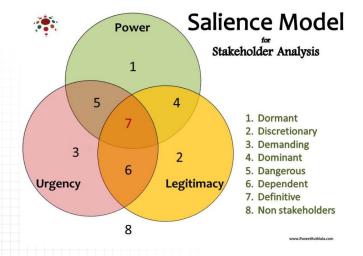


#### HEALTHY CITIES - BANGLADESH

Table 1: Stakeholder Analysis - Chittagong Healthy City Programme

Stakeholder	Interests	Potential	Relative priorities
stakenoider	interects	project impact	of Interest
Primary		project impact	or mitoroot
Sium dwellers	improved opportunity for income generation	(+)	
Sium dwellers	Safe environment	(+) (+)	1
	Development in the slums	(+)	I
	Clean city	(+)	
Sweepers (women)	Improved lob opportunities	(+)	1
owecpers (monitory)	Safe environment	(+)	
	Education for children	(+)	
	Clean environment	(+)	
Schools	Increased facilities such as sanitary latrines	(+)	1
	Status as a "healthy school"	(+)	
Rickshaw pullers	Clean, well-kept roads	(+)	1
	Increased Income	(+)	I
	Improved health of the family	(+)	
Hawkers	Better standard of living	(+)	1
	Increased employment	(+)	I .
	Education for children Increased services (e.g. sanitary latrines	(+)	
	and tube wells)	(+)	
	Clean environment	(+)	
Labourer association	Peace and harmony	(+)	1
ZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZ	City development	(+)	1 -
	Improved work opportunities	(+)	I
Youth	Improved quality of education	(+)	1
	Clean environment	(+)	1
	Health services	(+)	I
	Improved planning of city activities	(+)	
Tenants	Clean environment	(+)	1
	Safe neighbourhood	(+)	
Secondary			
Political leaders	Ownership of project	(+/-)	2
	Control over resources	(+/-)	
	Public support	(+/-)	I
Municipality staff	Job opportunities	(+/-)	3
	Opportunities for travel	(-)	
	Making contacts	(+)	I
	Access to funds	(-)	
Project staff	Control over funds	(+/-)	2
	Status	(+/-)	I
	Doing a good job	(+)	
Health ministry	Achieving common objectives	(+)	1
	A means of getting inter-sectoral support	(+)	
WHO	Institutional learning	(+)	2
	Achieving "Health for All" objectives	(+)	
	Generation of additional funds	(+/-)	
NGOs	Achieving common objectives Making contacts/networking	(+) (+)	1
•			
Businessmen	Increased Income Better business	(+/-)	3
		(+/-)	_
Homeowners	Higher rents Safe clean city	(-) (+/-)	2
	Healthy environment	(+)	
Medical staff	Increased awareness of public	(+/-)	3
nneurcal starr	Additional health facilities	(+/-) (+/-)	3
	Increased Income	(-)	
UNICEF	Achieving common objectives	(+)	2
			3
Religious leaders	Their role in a development project Religious and social influence	(+/-) (+/-)	3
	mengroup and social influence	(-1-)	

Stakeholder	Motivations, Constraints, and Findings	Interest in Toponym Practice	Influence in Toponym Practice	
Head of government (national to local level) 1	Not interested in details, just results	Medium	Medium	
National naming Internal coordination authority (between public agencies)		High	High	
Regional representative council	Lack of information on toponym practice	Low	Medium	
Local committees	Budgeting and human resources	Medium	High	
Surveyors <sup>2</sup>	Lack of skills and knowledge	Low	High	
Traditional leaders	Frequent language barrier	Medium	High	
Local residents	Expect to promote their neighborhood	High	High	
Academia	Not entirely interested, it depends on the expertise	Low	Medium	
Non-government organizations or mapping communities	Specific rules and platforms	Medium	Low	



Defining ke	ey roles for organiza	ational enga	gement	
Stakeholder	Strategic Importance	Current Commitment	Involvement	Goals/Needs Tell
Steering Committee	Defines and prioritizes use of resources to drive transformation	5	Decision Making	Define ideal customer experience     Define key performance measures     Provide timely information     Guide deployment of efforts
Leadership	Provides resource support and endorsement for transformational leadership	4	Support	Overview of key activities/service issues     Overview of performance measures     Overview of all activities
Council	Provides a sounding board for decisions; ensures efforts are supported across the organization	4	Guidance	Participate in surveys     Contribute benchmarking data     Identify existing efforts / initiatives
Operations	Elicit feedback and gather information from all members and their organizations	3	Administration	Implement strategy     Translate leading practices     Report on successes
Staff	Streamline process and increase capacity; improve brand performance	3	Feedback	Demonstrate expected behaviors     Support leading practices     Provide feedback on leading practices

Stakeholder Analysis Matrix - www.tools.qdev.org.					tools 4 dex			
Stakeholder Analysis Matrix								
Stakeholder Name	Contact Person Phone, Email, Website, Address	Impact How much does the project impact them? (Low, Medium, High)	Influence How much influence do they have over the project? (Low, Medium, High)	What is important to the stakeholder?	How could the stakeholder contribute to the project?	How could the stakeholder block the project?	Strategy for engaging the stakeholder	
EXAMPLE Nurses & Midwives Union	Carlos Davida cdavida@nu.org 0998 765 287	High	High	Maintaining working conditions for nurses	Agree for union members to implement the new reforms	Going on strike	Monthly round- table discussions	
Patient Advocacy Group	Viki Chan vchan⊕pag.org 888 587 101	High	Medium	Maximising quality of care for patients	Communicate with other stakeholders to express their support for reforms	Making complaints about quality of service after the reports	Information and feedback meetings every 6 months	
Sunday Times Newspaper	Jane Smith jsmith@stn.com 888 587 101	Low	High	Getting a good story	Print stories that support the new reforms	Printing stories that oppose the new reforms	Quarterly press meetings	
	-							

**Shortcomings of Current Approaches: Dimensionality & Time Factor** 



# Suggested Stakeholder Analysis Tools

#### Primary Stakeholders

- SWOT-Analysis
- Attributes Analysis
- Issues & Complications Analysis
- Scoring Models

# **Secondary Stakeholders**

- SWOT-Analysis
- Attributes Analysis
- Scenario & Project Impact Analysis

#### Sources of Information on Primary & Secondary Stakeholders

Analyze ALL Primary
Stakeholders
(Individual, Organizational)

Analyze Supportive & Adversarial Secondary Stakeholders Separately and Collectively BUT

Analyze All Known

Powerful Secondary

Stakeholders

Individually

- Organizational Profiles
- Employment Records
- Performance Appraisals
- Project Documentation
- Other Project Managers & Teams
- Surveys & Interviews
- Observation
- Newspapers & Magazines
- Case Studies
- Websites of Stakeholders
  - (Organizational, Individual)
- Government Agencies
- Subject Matter Experts
- Informants
- Etc.

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# PROJECT PRIMARY STAKEHOLDERS





**Strengths** 

**Flexibility** 

**Professionalism** 

Good Reputation

**Experience** 

Creativity

Cooperativeness

**Dependability** 

Process Maturity

**Build Long-term** 

Relationships

Resource Strength

**Client Orientation** 

Quality Focus

Learn New Systems, Tools & Processes

Professional Networking

> Leverage Strengths

Foreign Experience

**Make Name** 

**Opportunities** 

Weaknesses

Absence of Some Indicated Strengths

Khan, Skibniewski and Cable

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Cumbersome Procedures

Lacking

Incentives

Sluggishness

Staff Turnover Resource Bottlenecks

Shifting Priorities

**Underperformance** 

Unprofessional Conduct

**Insolvency** 

**Decline in Interest** 

**Leakage of Project Information** 

**Threats** 

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# Stakeholder Attribute Analysis

#### **MOTIVATION**

Positivity of Stakeholder to Project (Fulfillment of Needs & Wants)

#### **EXPECTATION**

Future Impacts on Stakeholder (Positive and/or Negative Over Time)

#### **CONCERN**

Negativity of Stakeholder to Project (Worries, Misgivings, Apprehension)

#### **PERCEPTION**

Compare Expectation to Project Reality (Expectation-Perception Gap)

#### **ATTITUDE**

Feeling of Stakeholder About Project (Like, Indifferent, Dislike)

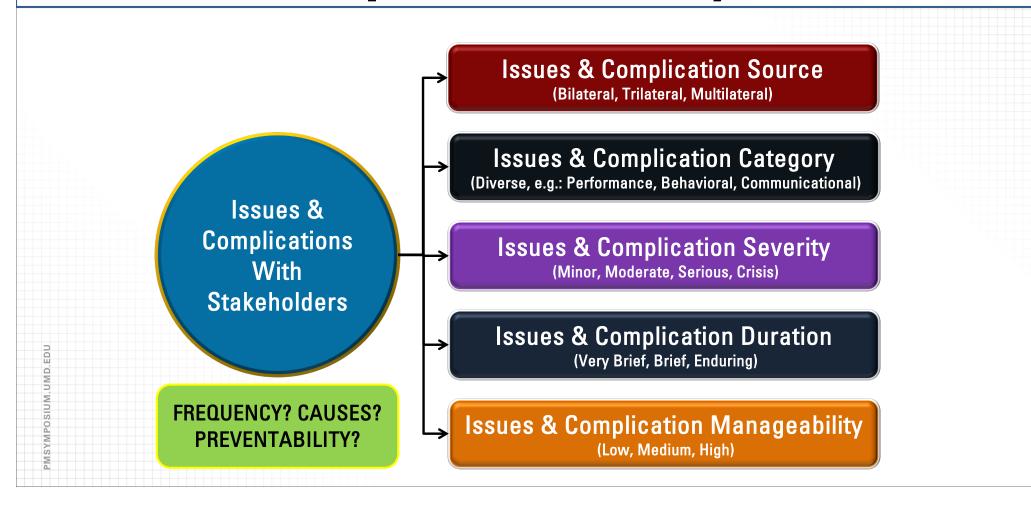
#### **BEHAVIOR**

Outward Manifestation of Attitude (Supportive, Indifferent, Adversarial)

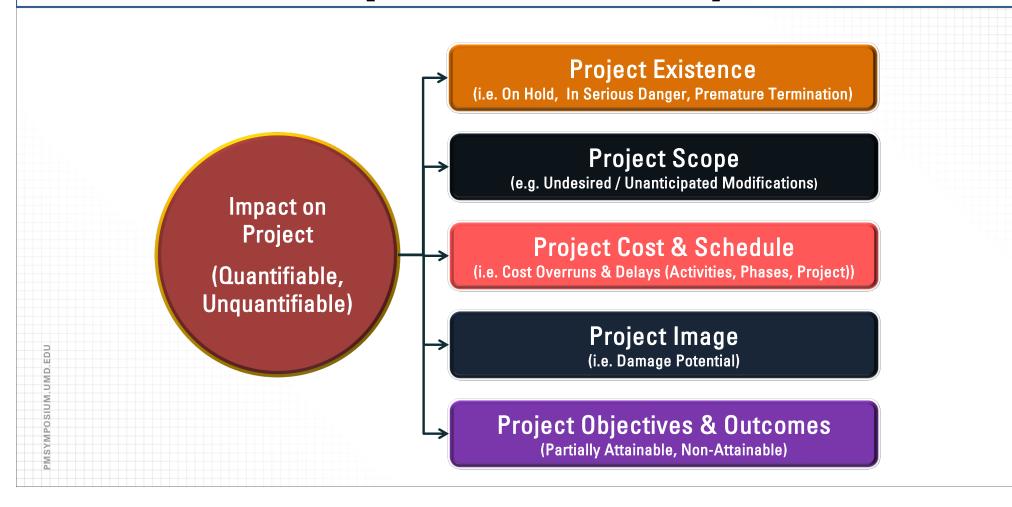
Developed by Khan, Skibniewski & Cable, UMD PM Symposium, 2017

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# Stakeholder Issues & Complications Analysis



# Stakeholder Issues & Complications Analysis







## **Stakeholder Scoring Models**

	Stakeholder A	Stakeholder B	Stakeholder C	Stakeholder D
Criteria 1	A1	B1	C1	D1
Criteria 2	A2	B2	C2	D2
Criteria 3	A3	В3	C3	D3
Criteria 4	A4	B4	C4	D4
Criteria 5	A5	B5	C5	D5
Criteria 6	A6	В6	C6	D6
Criteria 7	A7	В7	C7	D7
Criteria 8	A8	В8	C8	D8
Criteria N	AN	BN	CN	DN
TOTAL SCORE	Σ(A1+AN)	Σ(B1+BN)	Σ(C1+CN)	Σ(D1+DN)





## Stakeholder Scoring Models: Vendor Example

	WF	Vendor A	Vendor B	Vendor C	Vendor D
Cost	3	8	5	9	7
Market Share	1	3	2	4	1
Service	3	8	10	7	6
JIT-System	2	10	0	0	10
Flexibility	3	7	9	8	8
Reputation	2	8	9	7	8
TOTAL SCORE		111	92	90	100



# PROJECT SECONDARY STAKEHOLDERS



## Strengths

Well-Informed About Project & Consequences

**Tenacity** 

**Persuasiveness** 

Access to Resources

**Determination** 

Skill at Forming Alliances

Knowledge of Available Options

**ICT Skills** 

#### Weaknesses

May 9-10, 2019

Absence of Some Indicated Strengths

**Disunity** 

**Disinterested** 

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**UMD Project Management Symposium** 

**Lacking Time & Resources** 

**Openness to Change** 

**Resource Providers** 

Willingness to Enter Dialogue With Project

Influenceability

Passive Become Active Supporters

Prioritize Powerful Stakeholders

**Adversaries Become Supporters** 

**Opportunities** 

**Legal Action** 

Administrative Intervention

**Demonstrations** 

Supporters Turn Hostile **Petitions** 

**Political Challenge** 

Media Campaign

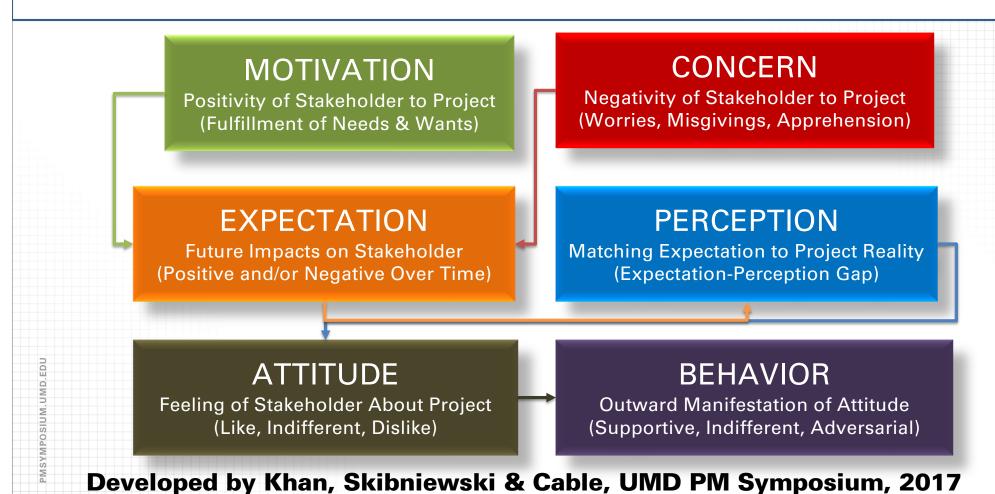
**Violent Intimidation** 

Alliances, Coalitions

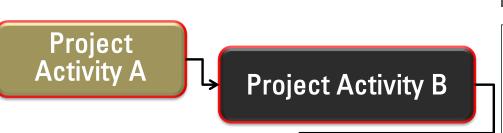
**Threats** 

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# **Project Stakeholder Attribute Analysis**







'What-If' Stakeholders Exercise their Options (Soft, Hard, Illicit) For or Against the Project? How Will This Affect Project Success Dimensions?



















- Cost Overrun?
- Schedule Overrun?
- Unwanted Scope Modification?
- Future Benefits Realization?
- Non-Attainment of Objectives?
- Image Loss?
- Client & Stakeholder Satisfaction?
- Premature Termination?

# THANK YOU!



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# QUESTIONS & COMMENTS



PROJECT MANAGEMENT

CENTER FOR EXCELLENCE