Business Support Training for the Biofuel Sector Training Program

#### Practical Research and Interview Skills

#### **II: Stakeholders**

Africa Caribbean Pacific Science and Technology Programme

Capacity-Building Non-food Bio-oil Supply chains Grant Contract: FED/2009/217066



# Stakeholder Overview

#### What is a Stakeholder?

• Individuals, groups or organisations with an interest in the development of, or outcome of the initiative

#### Why is Stakeholder Management Important?

- Potential pitfalls in stakeholder management are typically not engaging with the right stakeholders, at the right time with the right information, through the right channels.
- Impede on the success:
  - Disengaged stakeholders
  - Inaccurate information
  - Inadequate progress
  - High resistance
  - Insufficient buy-in



## **Identify Stakeholders**



### Stakeholder Profile



## **Classify Stakeholders**



### **Classify stakeholders**



- Identify the level of stakeholder **importance** in terms of the project e.g.
  - Level of impact stakeholder could generate
  - Current stakeholder interest / attitude towards this project
- Identify the level of stakeholder influence in terms of project deliverables e.g.
  - Potential funding / sponsorship
  - Subject matter relevance and experience
  - Years in the biofuel or related industry
  - Relevant patents implemented
  - Successful projects implemented
  - Relevant know-how



#### **Importance / Influence Matrix**

high

high

**Degree of importance** 

#### **Degree of influence**

nnot its

activities or involved in project

management.

	<b>A</b> . Stakeholders who have a high level of subject matter knowledge/experience AND whose actions can affect the project's ability to meet its objectives. The project needs to ensure that their interests are fully represented in the coalition. Overall impact on the project will require good relationships to be developed with these stakeholders	<b>B.</b> Stakeholders who have a high level of subject matter knowledge or experience BUT whose actions cannot affect the project's ability to meet its objectives. The project needs to ensure that their interests are fully represented in the coalition
	<b>C</b> . Stakeholders whose actions can affect the project's ability to meet its objectives BUT who have a low level of subject matter knowledge or experience. They may be a source of risk, and you will need to explore means of monitoring and managing that risk	<b>D</b> . Stakeholders who have a low level of subject matter knowledge or experience AND whose actions cannot affect the project's ability to meet its objectives. They may require limited monitoring or informing of progress but are of low priority. They are unlikely to be the subject of project

## Stakeholder Management Process



- Expectations: need to understand, quantify and document stakeholder's needs and expectations.
- Influence: Stakeholders can negatively affect the project by:
  - Not providing feedback on interim deliverables
  - Delaying the approval process
  - Not providing any direction
  - Discrediting the project in public (activism/protest action etc.)
  - The best way to influence the stakeholders is to:
    - Educate them about the benefits of the project
    - Build rapport by making people feel important
    - Knowing what they expect
    - Keeping them informed





### Stakeholder Management Process

