

13: Project Stakeholder Management

IT4306 - IT Project Management

Level II - Semester 4





Learning Outcomes

- To identify various types of stakeholder
- To identify the role of a project stakeholder throughout the life of a software project.
- Describe the contents of a stakeholder management plan and methods of controlling stakeholder engagement

Why Project Stakeholder Management?

- It is a critical factor in overall project success.
- The core purpose is to identify all people and/ or organizations affected by the project, analyze their expectations, and effectively manage them.

Project Stakeholder Management Process

- Identify Stakeholders
 - Identify all individuals and organizations involved or affected by the project.
 - Determine the best ways to manage each such identified stakeholder.
- Planning Stakeholder Management
 - Analyze the stakeholder requirements and strategize on how to engage stakeholders effectively.
- Managing Stakeholder Engagement
 - Communicate and work with project stakeholders to satisfy their expectations.
- Controlling Stakeholder Engagement
 - Monitor stakeholder relationships and adjust strategies to engage each stakeholder.

Artifacts of the Stakeholder Management Process

Initiating Stage

- The requirement is to identify the stakeholders
- Develop a stakeholder register

Planning Stage

- The requirement is to plan stakeholder management
- Stakeholder management plan and project document updates are the expected outputs.

Executing Stage

- The requirement is to manage stakeholder engagement
- Outputs of this stage would be issue logs, change requests, project management plan updates, organizational process assets updates

Monitoring and Controlling

- The requirement is to control the engagement of stakeholders
- Outputs of this stage would be work performance information, change requests and organizational process assets updates

Identifying Stakeholders

- Two types
 - Internal (e.g., project sponsor, project team)
 - External (e.g. customers)
- Focus should be on the stakeholders with the most direct ties to a project.

6

Stakeholder Register

- Includes basic information about the stakeholders, such as:
 - Identification information
 - Assessment information
 - Stakeholder classification
- Classification of stakeholders determines the approach for managing stakeholder relationships.
 - Power/Interest grid is a useful tool to group stakeholders based on their level of authority and the level of concern for the outcomes of the project.

Stakeholder Engagement Levels

- Stakeholders can be categorized into five engagement levels as follows:
 - Unaware
 - Resistant
 - Neutral
 - Supportive
 - Leading

Planning Stakeholder Management

 After identifying stakeholders, the project team should develop a plan for managing stakeholders.

- The plan may include but is not limited to:
 - Current and desired level of engagement
 - Interrelationships between stakeholders
 - Communication requirements
 - Possible management strategies for each stakeholder
- It is important to note that some of the information in stakeholder management plans is sensitive, and care needs to be taken when managing such information.

Management of Stakeholder Engagement

• The success of a project is often determined and is measured in terms of the satisfaction of each stakeholder involved.

 Various ranking systems and matrices, such as the expectation management matrices, are used to manage stakeholder engagement.

Controlling Stakeholder Engagement

 One cannot control stakeholders; however, their level of engagement can be controlled.

- It is important to set the proper tone at the beginning of the project.
- To control engagement
 - Stakeholders can be invited to actively participate in a kick-off meeting rather than just attending it.
 - The project schedule should include activities and deliverables related to stakeholder engagement such as surveys, reviews, demonstrations, and sign-offs.