Contractor Training Challenges and Opportunities in a tough market

Tim Magoffin – General Manager Haynes Group of Companies







Where are we?

- 280 employees across
 - Mackay, Qld (Head Office)
 - Brisbane, Qld
 - Chinchilla, Qld
 - Singleton, NSW
 - Kalgoorlie, WA







Current Business Sectors Serviced

- ➤ Mechanical Field Service Mining, CSG/LNG and Energy sectors
- **▶** Workshop Rebuilds / Overhauls Mining, CSG/LNG, Energy and Civil Construction sectors
- ➤ On Site Repairs and Maintenance Mining, CSG/LNG and Civil Construction sectors
- > Crane Hire Mining, Civil Construction, Energy and CSG/LNG sectors.
- ➤ Labour Hire Mining, CSG/LNG, Energy, Refractory, Rail and Civil Construction.
- > Specialised Specialised Lifting/Refractory/Membrane/HDPE Lining Services.
- **→** Haynes Auto Glass Mining, CSG/LNG sectors.

"No one's making softer rocks"







Workshop Overhauls, Rebuilds and Components









Field Service and on-site labour casual and rostered roles









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Who are we? – Some context

Multi disciplinary business

- Heavy Mobile Equipment overhaul and repair specialists
- Workshop facilities in Mackay Qld, Singleton NSW and Kalgoorlie WA
- Field Service capability
- Labour resourcing across industries but with a historically strong Bowen Basin coal industry presence and strong reputation in the Diesel Fitting space







Who are we? – Some context

Trade Training focus

- 20 year history of commitment to apprentice training
- Currently 18 apprentices predominately Diesel Fitting
- 3 commenced in January 15
- 115 work experience placements in 2014
- Hosted apprentices, Rio Tinto, BMA, Anglo, Thiess
- Compete strongly against pure "body shop" Labour Hire businesses who simply advertise for tradespeople







Challenges & Opportunities in the "New Normal" environment

- "Challenge the supply chain" mantra
- Good Cop / Bad Cop Procurement / Operations
- Appreciating the value of a contracting organisation that actually trains
- The labour rate / skills shortage nexus. Where's the tipping point
- Tank without a gun
- Profit isn't a dirty word, it assists focus and safety







"Challenge the Supply Chain"

- "Challenge the Supply Chain" should not mean strip the supply chain
- "Don't cut into the muscle"
- Partnerships, history and ethical behavior still matter!









Good Cop / Bad Cop The Procurement / Operations trick





- There is a price point where quality, service and most importantly safety suffers
- Operations have a sounder knowledge of where that point is







Appreciating the value of training

- Our safest tradespeople are the ones we train ourselves
- Labour procurement decisions should include weighting for organisations that are adding to the gene pool
- Appreciation of costs involved in maintaining facilities and training programs







The labour rate / skills shortage nexus. Where's the tipping point?

- In certain classification and areas we have a labour shortage
- Lifestyle patterns have changed across the Bowen Basin
- There is a \$ per hour tipping point
- People aren't on the couch waiting for the phone
- Operators with significant and crucial maintenance outage or breakdown response needs are exposed
- Partnerships and relationships (and training) still matter







A tank without a gun









Profitability, training and safety







