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Construction procurement —

Part 5:

Participation of targeted enterprises in contracts

Marchés de construction —

Partie 5: Participation des entreprises cibles aux contrats



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Contents		Page	
Forew	ord	iv	
Introduction		v	
1	Scope	1	
2	Terms and definitions	1	
3 3.1	RequirementsContract participation goal	4	
3.2 3.2.1	Achieving the contract participation goalGeneral		
3.2.1 3.2.2 3.2.3	Verification of the status of targeted enterprises	4 5	
3.3 3.3.1 3.3.2	Contract participation goal credits	6	
4 4.1 4.2 4.3	Compliance with requirements	7 7	
5 5.1 5.2 5.3 5.4	Records	8 8 8	
6	Sanctions	9	
Annex	A (informative) Commentary	10	
Annex	B (informative) Preparation of targeting data associated with this part of ISO 10845 for inclusion in the scope of work	19	
Annex	C (normative) Contract participation goal implementation plan (targeting strategy A)	22	
Annex	D (normative) Letter of undertaking from a targeted enterprise to act as a subcontractor, supplier, manufacturer or service provider	27	
Annex	E (normative) Joint venture disclosure form	28	
Annex	F (informative) Examples of how contractors can fulfil their contract participation goal obligations	36	
Annex	G (informative) Tendered contract participation goal (targeting strategy A)	38	
Annex	H (informative) Sample tender evaluation schedule where use is made of this part of ISO 10845	42	
Annex	I (informative) Contract schedule for targeted enterprises	44	

Bibliography......48

Foreword

ISO (the International Organization for Standardization) is a worldwide federation of national standards bodies (ISO member bodies). The work of preparing International Standards is normally carried out through ISO technical committees. Each member body interested in a subject for which a technical committee has been established has the right to be represented on that committee. International organizations, governmental and non-governmental, in liaison with ISO, also take part in the work. ISO collaborates closely with the International Electrotechnical Commission (IEC) on all matters of electrotechnical standardization.

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The main task of technical committees is to prepare International Standards. Draft International Standards adopted by the technical committees are circulated to the member bodies for voting. Publication as an International Standard requires approval by at least 75 % of the member bodies casting a vote.

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ISO 10845-5 was prepared by Technical Committee ISO/TC 59, Buildings and civil engineering works.

ISO 10845 consists of the following parts, under the general title Construction procurement:

- Part 1: Processes, methods and procedures
- Part 2: Formatting and compilation of procurement documentation
- Part 3: Standard conditions of tender
- Part 4: Standard conditions for the calling for expressions of interest
- Part 5: Participation of targeted enterprises in contracts
- Part 6: Participation of targeted partners in joint ventures in contracts
- Part 7: Participation of local enterprises and labour in contracts
- Part 8: Participation of targeted labour in contracts

Introduction

Procurement is the process which creates, manages and fulfils contracts. Procurement can, as such, be described as a succession of logically related actions occurring or performed in a definite manner and which culminate in the completion of a major deliverable or the attainment of a milestone. Processes, in turn, are underpinned by methods (i.e. a documented, systematically-ordered collection of rules or approaches) and procedures (i.e. the formal steps to be taken in the performance of a specific task), which are informed and shaped by the policy of an organization. Methods and procedures can, likewise, be documented and linked to processes.

It is becoming increasingly more important to consider procurement-related deliverables other than those relating to the primary purpose of the procurement itself, particularly those relating to poverty reduction, job creation, local economic development and local industry development. Key performance indicators relating to the engagement of enterprises, joint venture partners, local resources and local labour in contracts are needed to set targets in contracts or to measure procurement outcomes. Processes, procedures and methods are required to quantify, measure and verify a contractor's performance in relation to such indicators in an auditable manner.