

FIDIC Capacity Building Committee

## Workshop 8 – Sept 4, 2004 Benchmarking – How does your firm match up with the competition?

FIDIC Annual Conference Copenhagen, Denmark September 12 - 15, 2004



- Introduction FIDIC Capacity Building Committee Activities – John Ritchie
- 2. Benchmarking Activities Peter Boswell
- Member Firm Benchmarking in Australia –
   Therese Charles and Barry Nielsen
- 4. Discussion:

Support for benchmarking?
Important indicators?
Country initiatives?

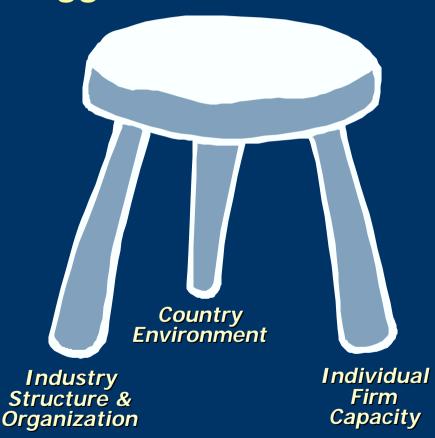


#### Capacity Building – FIDIC Initiatives 1999 – Present

- 1. Capacity Building Definitions
- 2. The FIDIC TFCB 1999 2004
  - TOR
  - Principal Outputs
- 3. The FIDIC CBC 2004 -
  - TOR
  - Action Plan



# Capacity Building Definitions "The 3-Legged Stool"





### Capacity Building Definitions

#### **Building capacity involves:**

#### The Country Environment

- Stable and equitable business environment
- Clear rules and regulations for consultants
- QBS wherever possible
- Build an improved integrity environment (TI Index)

#### Industry Structure and Organization

- Building capacity of MA staff, budget, governance
- Improving representation of industry
- Programs especially government liaison, group action, capacity building

#### Individual Firm Capacity

- Firm management effectiveness
- Human resources capacity attract the best and brightest
- Effective project, integrity and quality management



### FIDIC Capacity Building Task Force 1999 - 200

#### Task Force TOR

- 1. Define present status of CE industry in Developing Countries
- Identify problems faced by CE firms in Developing Countries
- Identify outsourcing opportunities for local CE firms in Developing Countries
- 4. Identify opportunities for projects to strengthen MA's and CE firms in Developing Countries
- 5. Assess adverse impacts of IFI procurement rules on Developing Country CE firms



### FIDIC Capacity Building Task Force 1999 - 200

### Principal Task Force Outputs

- Policy Paper 2001
- MA Benchmarking Index
- Development of Annual Survey
- Comments on IFI Procurement Policy Changes
- Guide to Practice & Training Manual



#### TFCB OUTPUTS - POLICY PAPER 2001

Policy Initiatives
Financial Initiatives
Legislative Initiatives

Emphasis on sustainable economic development and a favourable business environment – not on favoured treatment or handouts

Copies are available to FIDIC MA's to assist in lobbying governments



#### TFCB OUTPUTS – POLICY PAPER 2001

### The Role of the Consulting Industry

- Promote a favourable business environment
- Promote strengthened MA's
- Develop meaningful industry benchmarks
- Assist with building capacity of individual firms



#### TFCB OUTPUTS – GUIDE TO PRACTICE & TRAINING MANUAL

#### Purpose and Background of Manual

- Originally written by Mr. W. Lewis 1993 to 1994, with World Bank assistance to FIDIC
- Updated 2001 2003 by Task Force, with specialist contributions
- Orientation is to a "young" firm with aspirations to become a sustainable consulting business
- Well suited to firms based in developing countries
- Portions also useful management training programs within any firm

#### TFCB OUTPUTS – GUIDE TO PRACTICE & TRAINING MANUA

#### **Overview Outline**

- 1. Introduction
- The Consulting Industry
- 3. Organizing a Consulting Firm
- 4. Administration and Organization of the Firm's Activities
- 5. Business Development
- 6. Human Resources Management
- Financial Management
- 8. Client Relationships and Communications
- Sustainable Development
- 10. Risk Management
- 11. Quality Management
- 12. Integrity Management
- 13. Integrated Performance Measurement



#### FIDIC CAPACITY BUILDING COMMITTEE 2004 -

#### Committee TOR

#### Objective:

Develop & implement FIDIC's CB program, through actions of MA's

#### TOR:

- 1. Gap analysis MA's, firms focus efforts CBC
- Promote CB at each annual conference CBC
- 3. Advise on information needs CBC
- 4. Promote benchmarking to MA's CBC
- 5. Advise on firm and MA problems and solutions CBC to MA's
- 6. Monitor IFI procurement practices CBC
- Guide FIDIC's management training program CBC to MA's
- 8. Form linkages that benefit FIDIC CBC
- Promote bilateral CB projects CBC to MA's



#### FIDIC CAPACITY BUILDING COMMITTEE 2004 -

#### Committee Action Plan

- 1. CB events for 2005 Beijing Conference
- Set standards for MA benchmark surveys
- 3. Assist Developing Country MA's with CB initiatives
- 4. Comment on proposed changes to IFI procurement practices
- Actions re FIDIC management training program use of new Manual top priority for 2004/2005
- 6. Participate in WFEO meeting June 2004
- Identify and pursue specific bilateral CB projects may be delayed



### In Summary:

- FIDIC's Task Force on Capacity Building achieved a great deal - including several important "products".
- Capacity Building is viewed by FIDIC as a continuing need. The Task Force has now become a standing Committee.
- The TOR of the new Capacity Building Committee builds on the achievements of the Task Force, and aims to develop sustainable CB programs
- Top priority to Training programs Manual
- We are looking for the first sites for training