

**COUNCIL OF MINISTERS REGULATIONS REGULATION TO PROVIDE FOR THE ESTABLISHMENT OF THE CONSTRUCTION INDUSTRY COUNCIL**

WHEREAS it is found that stakeholders of the construction industry have pivotal role in the process of managing the sector in an integrated manner as well as causing expeditious and modern system by designing vision and direction towards developing efficient construction industry;

WHEREAS it is found important to create stakeholder forum that formulate and deliberate on policy ideas to enhance the contribution of the construction industry in the overall national development, identifying shortcomings in the industry through studies and propose alternative solutions, synthesize proven global practices and implementation mechanisms, formulate ideas that would help the practical implementation of policies, programs, laws and strategic issues that help to develop various aspects of the industry;

WHEREAS it is necessary to create a council that plays pivotal role towards the synchronization of the construction industry with the missions and goals of relevant engineering, architectural, and technology of higher learning institutions and Technical Vocational Educational Training with a view of creating competent human resource that would respond to the needs of the industry and further the need to create a globally competent construction industry;

NOW, THEREFORE, these Regulations are hereby issued by the Council of Ministers pursuant to Article 5 of the Definition of Powers and Duties of the Executive Organs of the Federal Democratic Republic of Ethiopia Proclamation No. 916/2016.

**1. Short Title**

These Regulations may be cited as the “Construction Industry Council Establishment Council of Ministers Regulations No ----/2017”.

**2. Definitions**

In these Regulations unless the context requires otherwise:

- 1/ “construction” means the development of engineered physical infrastructures below and/or above the ground which is supported by works, services and machinery through the process of operating, maintaining, rehabilitating, upgrading or demolishing ;
- 2/ “construction industry” means an industry representing the construction services and/or works by which various natural and fabricated inputs are converted in to construction outputs required for socio-economic development purpose;
- 3/ “Minister” or “Ministry” means Minister or Ministry of Construction respectively.

- 4/ “Council” means Construction Industrialization Council to be established by these regulations;
- 5/ “Region” means member States of the Federal Democratic Republic of Ethiopia pursuant to Article 47(1) of the Constitution and shall include Addis Ababa and Dire Dawa City Administrations;
- 6/ “Person” means any natural or juridical person;

### **3. Establishment**

The Construction Industry Council (hereinafter referred to as the “Council”) is hereby established.

### **4. Objective**

The objective of the Council shall be to deliberate and provide direction on policy ideas to enhance the contribution of the construction industry in the overall national development.

### **5. Powers and Duties of the Council**

The Council shall have the powers and duties to:

- 1/ evaluate the implementation of policies, strategies, and laws that directly or indirectly contribute for the transformation of the construction industry; deliberate on policy, laws and procedural ideas that may enhance their implementation; set implementation direction;
- 2/ hear and deliberate on current and strategic issues of the Sector to be presented by the Ministry based on the implementation of Growth and Transformation plan; and set implementation directions;
- 3/ hear and deliberate the study identified challenges; and best practices on performance regarding the Federal Government’s Mega projects; and give directions on their implementation;
- 4/ hear and deliberate on relevant study documents from various actors and stakeholders of the Sector; give implementation directions;
- 5/ with the view leading the construction industry’s transformation, provide direction for and monitor the performance of all stakeholders with regard to the effective utilization of their capacity;
- 6/ provide structural and implementation directions to ensure the contribution of professional associations of the Sector for the quality and healthy competition and well as appropriate equity in construction industry as well as to strengthen their role in fighting corrupt practices;

- 7/ hear report and deliberate on identification of viability, analysis and develop implementation modality of national and international proven practices for the transformation of the construction industry and provide direction to that effect;
- 8/ give direction on the conduct of sustainable and periodic forums of stakeholders that would improve performance of construction industry and modernization of its business processes; and monitor their implementation;
- 9/ with the view of broadening the construction industry finance sources, identify different options based on research and give implementation direction towards organizing and using proven practices; monitor the same;
- 10/ facilitate and create conducive environment in order to make domestic construction companies to be internationally competitive; deliberate on the same; provide policy direction and action plans; and monitor its implementation;
- 11/ deliberate on matters where the construction industry and relevant engineering, building and technological establishment of higher education as well as technical and vocational schools create relationship to produce trained, ethically sound and skilled human resource that meets the needs of the Sector; issue direction, monitor its implementation;
- 12/ deliberate on and establish a system whereby the construction industry actors and stakeholders be acknowledged and awarded; issue direction; and monitor its implementation;
- 13/ deliberate on the modalities for joint study and research undertakings with other stakeholders for the elimination or reduction of undesirable effects of construction works on natural resources and the environment, deliberate on research and study findings, and give direction on their implementation.

## **6. Members of the Council**

- 1/ The Council shall have the following members:
  - a) Officials of appropriate government organs;
  - b) President of Regional States, Mayors of City Administrations of Addis Ababa and Dire Dawa;
  - c) Representatives of the concerned government offices and institutions;
  - d) Representatives of the private sector;
  - e) Representatives of other appropriate bodies.
- 2/ The Council shall be presided over by the Prime Minister ;and the Construction Minister shall serve as secretary.

- 3/ without prejudice to sub-article (1) of this Article, the Council may invite other Federal and Regional Authorities as well as professionals to participate in Council meeting.

**7. Meetings of the Council**

- 1/ The Council shall convene its regular meetings once a year; provided; however, it may hold meeting at any time if called by the Chairperson; as may be necessary.
- 2/ There shall be quorum when more than half of members of the Council are present at a meeting.
- 3/ without prejudice to the provision of this Article, the Council may adopt its own rules of procedure.

**8. Secretariat and Technical committee of the Council**

The Council shall have;

- 1/ a Secretariat to be organized within the Ministry and
- 2/ a Technical Committee to be assigned by the Government.

**9. Powers to Issue Directives**

The Ministry may issue directives for the implementation of these Regulations.

**10. Inapplicable Laws**

No regulation, directive or practice inconsistent with these Regulations shall have effect with respect to matters covered in these Regulations.

**11. Effective date**

These Regulations shall come into force on the date of their publication in the Federal Negaret Gazeta.

Addis Ababa, -----, 2017

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PRIME MINISTER OF THE FEDERAL DEMOCRATIC  
REPUBLIC OF ETHIOPIA