STRATEGIC BUSINESS PLAN

ISO/TC 260 Human Resource Management July 2023 (5th edition)

EXECUTIVE SUMMARY

In response to the growing maturity and internationalization of Strategic Human Resource Management (HRM), the International Organization for Standardization (ISO) formed a Technical Committee (TC) 260 in 2011 to assist organizations to improve effectiveness through standards and standardization of the practices in the recruitment, retention, development, engagement, and deployment of their workforce. The aim of the HRM standards developed by ISO/ TC260 is to contribute to sustainable performance and value creation for stakeholders.

This Strategic Business Plan (SBP) is an introduction to the strategy and operation of ISO/TC260. It examines the challenges organizations face in HRM and highlights the potential impact of and opportunities arising from the application of HRM standards to develop evidence based HRM practices in these organizations.

ISO/ TC260 strategy includes the development of a HRM capstone standard that outlines the requirements for a principled approach to HRM with policies, processes and systems that recognize that organizations have a key role to play in furthering the UN Sustainable Development Goals and in ensuring Environment, Social and Governance (ESG) factors are integral.

The SBP also flags the key stakeholders and liaisons to ensure relevance and applicability of the standards developed and being developed by ISO/ TC 260. It also highlights key sections and updates on key sections of the ISO Directives Parts I and II that helpfully outline the development process of standards.

This SBP is reviewed annually.

1 INTRODUCTION

ISO formed TC 260 in 2011 to support organizations in the professional management of their workforce. This edition of the SBP marks the 12th anniversary of a relatively new area of standardization. This document provides a view of the directions likely in HRM and the role of standards and standardization in offering evidence-based guidance to organizations and individuals with people management responsibilities.

The professional and ethical management of people at work, together with the appropriate integration of technologies, is central to decent work and organizational effectiveness. Disruptions to the post-War consensus on international rules, business/ trade conventions underpinning globalization, the global public health crisis, and other social and technological disruptions have forced organizations to re-examine where and how they can continue to create value. Increasing automation and advances in Artificial Intelligence [AI] (Brynjolfsson & McAfee, 2015), the composition and diversity of any organization's workforce (both employed and contingent) remain significant input factors and sources of value creation (or destruction) in any modern organization (Wong et al., 2019). Not surprisingly, the attraction, development, wellbeing, and deployment of the workforce is an area of focus.

The adoption of ISO/ TC260 standards is voluntary and it is for organizations to decide what is material to their context when applying these, including the decision to benchmark within their industry sector or to seek third-party accreditation. It is assumed that users of standards are compliant with the regulations and agreements within which they operate. ISO/ TC260 standards, therefore, do not supplant or undermine existing legal obligations.

1.1 Main Objectives and Priorities of ISO/TC260

The aim of ISO/TC 260 is to improve the performance of people management in individual organizations. The evidence-based standards and standardization developed through the consensus of international experts in HRM, and adjacent disciplines (e.g., behavioral sciences, measurement, etc.) provide confidence that the people management function will meet internationally agreed standards of competence and professionalism. These standards, when appropriately implemented, ensure that business-continuity risks are properly assessed and that the value-creation role of the human resources of an organization is properly acknowledged and measured. ISO/TC260 standards actively support the UN Sustainable Development Goals (SDGs, Figure 1; ISO, 2018), and current published standards reference SDG3-Good health and wellbeing, SDG4-Good education, SDG5- Gender equality, SDG8-Decent work and economic growth, SDG9-Industry, innovation and infrastructure, and SDG10-Reduced inequalities.



Figure 1 - The UN Sustainable Development Goals (SDGs) https://sdgs.un.org/goals

ISO/ TC260 HRM Standards are intended to be used by organizations, HRM professionals and by those engaged in people management. For many countries that currently do not have a history of HRM professional practices, these Standards will provide guidance, development, and pathways to the professionalization of the management of people.

2 ORGANIZATIONAL ENVIRONMENT OF ISO TC 260

2.1 Description of the Organizational Environment and Stakeholders

Challenges to organizational leadership

The challenges and tensions leaders must navigate are difficult and complex. In a hyper-connected 24-hour news cycle world fed by social media, the leadership of any modern organization must be socially and politically aware of all the shifts that are shaping the role and expectations of numerous stakeholders, not just those of customers, clients, shareholders, and the workforce.

Some day-to-day challenges include:

 building an organization so it embodies its purpose. This purpose attracts and retains needed talent and earns the organization the social license to operate as a responsible business

- incorporating Environmental, Social and Governance (ESG) factors as a fundamental value especially the existential challenge of the Climate Emergency and the maturation of sustainability reporting
- navigating and honoring the, oftentimes, competing interests of diverse stakeholders

 environmentalists, regulators, owners, bankers, politicians, suppliers, workers,
 and their communities, globally, with all the cultural distinctions, and socio economic inequalities
- understanding the digital disruptors (e.g., technology platforms, AI etc.) and adapting to/ adopting the technologies to build relevant business value propositions
- recognizing the risks (e.g., cyber-security, algorithmic bias, climate change, resilience) and opportunities (e.g., new business models, markets, new dimensions of scalability) available to the organization, and
- developing, re-deploying and re-skilling the workforce so that the people with the knowledge, skills and abilities can deliver value to organizational stakeholders.

Some challenges are philosophical questions. For instance, who bears the risks of change/disruption – the organization, the individual, or the State? Some are strategic. For example, what are acceptable tradeoffs between shareholder value and other longer-term impacts like the environment now that regulatory compliance is not sufficient to earn the social license to operate. Some are more pragmatic. For example, the leverage organizations have to nudge their supply chain partners towards social responsibly and their role in providing decent work.

To anticipate and respond to these challenges, the attraction, development, and deployment of people is a key factor to organisational relevance of Strategic HRM.

Since this ISO TC was founded in 2011, the practice of strategic HRM as an organizational function, whether formally or informally assigned within organizations, large or small, continues to evolve. Regardless of whether organizations have a dedicated HRM function, all will, at some point, or another require the support of HRM throughout the employment life cycle.

In order to lead and respond to change in an evolving, and oftentimes disruptive external environment, building sustainable value in any organization requires the responsible allocation of resources, the ethical deployment of people and their skills, and respect for their wellbeing. This comes from a clear and thoughtful understanding of an organization's strategy and the capabilities within the workforce, and the implications for the employment relationship.

In 2020, a global survey of people professionals (CIPD, 2020a) focused on the key trends/issues impacting work in the decade ahead. The identified concerns included ensuring organizational internal capability can change to respond to the external business

environment, recognizing and capitalizing on technology, and, critically, the role and purpose of responsible business in delivering sustainability, fairness, and social value. These concerns can be addressed with the support of technology, and the insights derived from data analytics, but ultimately, by talented, capable people properly supported by their organization. This cannot be underestimated.

In another global survey on the foreseeable people management challenges facing organizations published by the Boston Consulting Group-World Federation of People Management Association, 'Creating People Advantage' (BCG-WFPMA, 2021), 6,686 HRM and business professionals self-reported on their current capabilities and the areas where capability was prioritized. The level of agreement reflects the number of respondents who felt capability in the area was deemed 'high' or 'somewhat high' (Table 1).

Current HRM capability (ranked top 10)	Agreement that capability was 'high' or 'somewhat high' (%) N=6,686	Future HRM capability needed (ranked top 10)	Agreement that capability was a 'high or 'somewhat high' priority (%) N=6,686
01.Health and safety	58%	01.People & HR strategy	90%
02.Employee relations	50%	02.Leadership behaviours & development	88%
03.Policy management	47%	03.Employee engagement & wellbeing	88%
04.People & HR strategy	44%	04.Up & reskilling and learning & development	87%
05.Recruiting strategy & process	43%	05.Strategic workforce planning	85%
06.Employee engagement & wellbeing	42%	06.Employer branding	84%
07.Onboarding	42%	07.Purpose & culture activation	84%
08.Employer branding	41%	08.Change management capabilities	84%
09.Performance management	40%	09.Health & safety	84%
10.Purpose & culture activation	39%	10.Recruiting strategy & process	81%

Table 1 - Assessment of current and future priorities in HRM capability (BCG/WFPMA, 2021)

While there were distinctions across markets, the report noted that the rankings along current capabilities and future importance, aggregated in Table 1 above, were consistent across several dimensions, including industry, company size, and the seniority of respondents in their organizations.

Mapping current capabilities and future importance across the practice areas in HRM explored in the BCG-WFPMA 2021 survey, three consistent interconnected concerns emerge: digital transformation, talent, and the future of work.

Digital technologies (see CIPD, 2020a) offer new ways of working for the organization and raise expectations of the workforce to explore various flexible, hybrid patterns of work. This seems to include more evidence-based decisions using data, analytical tools, and the integration of greater automation, AI, and consequently greater use of performance metrics. Establishing sound principles and standards for effective people management and performance require the standardization of terms, principles, measures (see Fitz-Enz & Mattox II, 2014), and quality, with reviews for improvements inbuilt – strengths of the ISO/TC260 approach.

Both studies (CIPD, 2020; BCG-WFPMA 2021) indicate a remarkable consistency in the near-term external and internal concerns of organizations across the world. Other work that we monitor include the Cranet Network for HRM Research (https://cranet.la.psu.edu/) and the Gallup State of the Global Workplace (https://www.gallup.com/workplace/349484/state-of-the-global-workplace-2022-report.aspx).

In tandem with the growth in measurement, "evidence-based management" (Pfeffer & Sutton, 2006; Barends & Rousseau, 2018) appears to be gathering momentum (Gifford, 2016; BCG-WFPMA, 2021). In the CIPD People Profession Survey (CIPD, 2020b), over two-thirds of in-house (67%) and over four-fifths of independent professionals (84%) reported that they were able to use evidence to improve their practice. The same survey found that people analytics and data skills are in high demand, but basic analytics capability is lacking across the profession.

There is an opportunity for HRM practitioners to invest significantly in this capability to make a step-change in evidence-based practice (see Houghton & Spence, 2017). HRM will need to demonstrate that its measures, systems, or policies in people management correlate positively with measures of effectiveness and value creation for the organization, stakeholders, and society. Qualitative work by McKinsey (2020) has indicated that people analytics capability is now an integral part of the HRM function in high performing organizations.

Given that the nature of work itself is being transformed by AI (see e.g., Brynjolfsson & McAfee, 2015) and next generation Information and Communications Technology (ICT) (e.g.,

Internet of Things; virtual reality, etc.) standards on workforce planning, knowledge management and human capital reporting will be increasingly relevant to the attraction, development, and deployment of talented people. These standards also increase transparency to and confidence of the organization's stakeholders. Equipping organizational leaders and managers with knowledge and skills to manage a variety of relationships and ways of working will be important to meeting and sustaining organizational objectives.

The standards developed in ISO/ TC260 are designed to provide principled and evidence-based approaches to managing people at work. The standards are also for organizations to examine their current capability against goals and to redesign and improve practices to benefit the workforce, their customers, and other stakeholders so that the organization remains resilient in an ever-changing environment.

One of the benefits of standardization is agreement on HR vocabulary and workforce measurement. Interest in human capital data is on the rise (SEC, 2020). In addition to management quality, capital markets are interested in human capital data providing forward-looking data information (McKinsey, 2020). These could include work reorganization, investments in new training and development approaches or recruitment systems with upfront costs and medium-term benefits (see Krausert, 2017).

In the past decade, the shift from shareholder to stakeholder capitalism has accelerated. Organizations are now expected not just to be compliant with prevailing regulations but to be held accountable for their human, environmental, social, and human impact. In 2020, the US Securities and Exchange Commission updated reporting requirements to include human capital (SEC, 2020). In 2021, the International Integrated Reporting Council (IIRC) and the Sustainability Accounting Standards Board (SASB) announced a merger to form The Value Reporting Foundation (VRF). In August 2022, the VRF was consolidated under the International Financial Reporting Standards (IFRS) Foundation to develop a comprehensive global baseline for sustainability reporting standards under IFRS Foundation's new International Sustainability Standards Board's (ISSB). In 2022, the European Financial Reporting Advisory Group (EFRAG) launched a public consultation on EU Sustainability Reporting Standards (ESRS) in support of the Corporate Sustainability Reporting Directive (CSRD). Of immediate relevance will be the consultation conclusions drawn on Exposure Draft ESRS S1, Own Workforce, and Exposure Draft, Workers in the Value Chain. The growing importance of integrated reporting (see WEF, 2020) including that of human capital, is an opportunity for the HRM standards developed under ISO/TC260.

The potential stakeholders with an interest in HRM standards include:

- 1. Organizations of all sizes and sectors (e.g., cooperatives; non-profits, etc.)
- 2. Government and governance agencies (public agencies providing health care; social benefits; retraining; regulators; other standards setters; credit rating agencies etc.)
- 3. Capital providers (e.g., banks; investors, etc.)

- 4. Representative bodies (e.g., trade unions; works councils; employee resource groups (ERGs) and other voice mechanisms; employer associations, etc.)
- 5. Communities of professional practice (e.g., HRM; consultants; researchers; managers, academics, etc.)
- 6. Individuals and society (e.g., employees/ workers; managers; senior leaders; HRM students; families, Non-Governmental Organizations (NGOs), etc.).

3 BENEFITS EXPECTED FROM THE WORK OF THE ISO/TC 260

The benefits of applying ISO/ TC260 standards to attract, develop and deploy the workforce include improved productivity, workforce satisfaction, engagement and focus are also anticipated as a benefit of applying these standards. These benefits will be achieved through the appropriate application of an integrated set of standards aligned closely to Strategic HRM and the employment lifecycle (see Figure 2).

The main goal of Strategic HRM is to deliver organizational outcomes by leveraging the value creation potential of the workforce. As illustrated in Figure 2, a successful organization in terms of human capital management can attract, develop, and deploy the human resources in an ethical, sustainable, and effective manner using the appropriate knowledge and techniques in recruitment, onboarding, learning and development, performance management, talent management and so on.

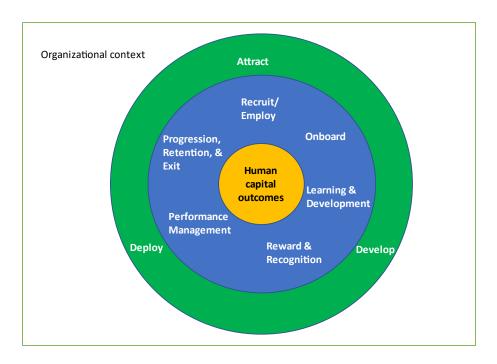


Figure 2 - The context and domains of HRM at the organizational level

For the purposes of the SBP, and for the standards developed by ISO/TC260, the context is that of the organization. The details of this employment lifecycle are not meant to be prescriptive. It is meant to be indicative of high-level activities organizations may or may not require, based on the size, sector, maturity of the organization and other contexts. The organization must respond to the external environment and the specificities of what is material at present and what improvements and changes are required in the near future. Figure 2 above should be underpinned by the relevant technology, data quality, governance, and risk management practices.

As an example of externalities that may be material, an organization making investment or divestment decisions may need to look at demographic shifts that affect access to workers. In Figure 3, labour participation rates in 2000, 2010, and 2020 across several regions/countries are compared. Notwithstanding skills, policies, incentives and disincentives for labour participation and productivity, in countries where employment participation from the adult workforce has increased or remained constant (such as U.K., Germany, OECD members generally), organizational managers will need effective HRM policies, processes, and practices to invest in automation, or to deploy talented and qualified people from countries/regions with a higher percentage of employable adults (e.g., India, lower income Asia-Pacific countries & Western and Central Africa) in order to maintain the appropriate skills and talent in the organization's workforce.

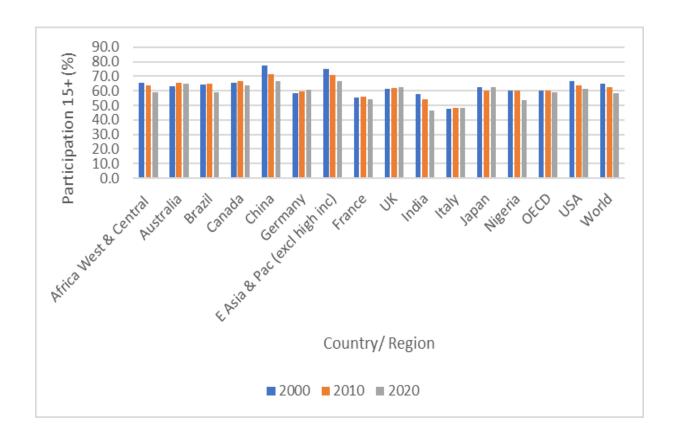


Figure 3 - Labour Force Participation Rates (Percentage of total population 15+ years, ILO modelled data)

Source: World Bank (2021) https://data.worldbank.org/indicator/SL.TLF.CACT.ZS

In addition to availability, there is the question of quality. Using OECD degree-level educational attainment statistics as a crude proxy of talent in Figure 4 below, there is a wide variance across some of the countries already featured in Figure 3.

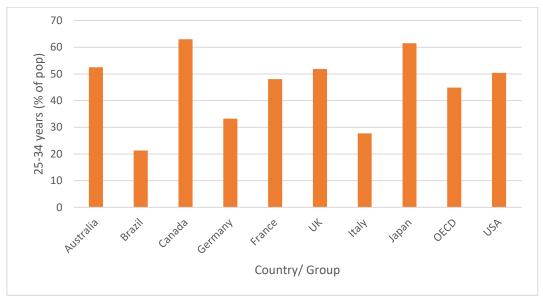


Figure 4 - Population with tertiary education (Percentage of population 25-34. 2019 data or latest)

Source: OECD (2021)

According to an OECD report on higher education systems (OECD, 2019), the global tertiary level population is expected to nearly double and to reach three hundred million by 2030. China and India together are projected to account for nearly half of tertiary level awards worldwide, reflecting the growing investment and influence of higher education in Asia. This shifting distribution also reflects the population trends between Asia and those in Europe and North America.

If these trends continue, the need to nimbly attract, develop and deploy talent will compel organizations to professionalize their HRM practices, particularly in emerging economies. Companies that exploit this opportunity will quickly become more productive than they would be if they focused on traditional growth strategies.¹

¹ "A 1995 American report on the relationship between education and productivity at 3,100 U.S. workplaces suggests that a 10 percent increase in workforce education leads to, on average, an 8.6 percent gain in productivity (https://www.nytimes.com/1995/05/14/us/study-ties-educational-gains-to-more-productivity-growth.html).

Anticipated benefits in HRM standards and standardization apply to all industry sectors, complexity, sizes, and types of organizations.

These benefits include:

- Clarification of the value that human resource management creates and maintains in organizations.
- Greater consistency in the terminology used in human resource management to facilitate mobility, trade, knowledge, and practice exchange.
- Organizational practice staying current with emerging evidence and applied research as the standards evolve through each revision.
- Inclusion of perspectives of relevant global stakeholders and experts in the field.
- A means of assessing the maturity of an organization regarding human resource and workforce practice.
- Consistent measures and processes to aid the quality and contextual interpretation of people data, benchmarking, trend analysis, and measuring the effectiveness of HRM practices.
- A consistent framework to assist root cause analysis when issues do exist.
- Improvements in the quality of and access to talent in the labour marketplace.
- Improvements in the quality of HRM practice, thereby improving organizational support to the workforce.
- A framework of interconnected standards to serve as guidance.
- A global set of human capital reporting standards with metrics.

4 REPRESENTATION AND PARTICIPATION IN THE ISO TC

4.1 Participating (P) and Observing (O) Members of the ISO Committee

All National Standardization Bodies (NSB) with membership of ISO have the right to participate in the work of technical committees and subcommittees. Participating ('P') members give an undertaking to participate actively in and contribute to the work of the technical committee and have an obligation to review and vote on questions formally submitted within the TC or its subcommittees, on new work item proposals, enquiry drafts and final drafts. Observing ('O') members follow the work of the technical committee and receive committee documents. These 'O' members have the right to submit comments and

comparison, a 10 percent investment in the traditional capital stock of equipment increase productivity by only 3.4 percent." (Evans, Pucik & Barsoux, 2002, p. 33). See also Decker et al. (1997).

to attend meetings. Members are urged by their NSBs to proactively conduct regular outreach and engagement exercises with relevant communities of practice and, where they exist, with national social partners, to ensure a broad, diverse, and representative national voice.

ISO/ TC260 at present has 35 'P' members and 30 'O' members. The list of current members of the TC and their corresponding national Standards bodies may be accessed at: https://www.iso.org/committee/628737.html?view=participation

4.2 Analysis of the Participation

ISO/TC 260 welcomes the broadest possible participation of ISO members and recognizes that special attention must be given to the needs of developing nations and small and medium-sized businesses. The TC will strive for a well-balanced geographical spread that encompasses North America, Central and South America, Middle East, Africa, Asia, Oceania, and Europe.

ISO/TC 260 has identified the following specific geographical areas that are currently underrepresented:

- Africa.
- Central and South America.
- Asia.
- Middle East.
- Eastern Europe.

ISO/TC 260 commits to address this under-representation. The members of this TC will seek to engage more countries and build further liaisons to achieve the aims of this TC. ISO/TC 260 is committed to reaching out to developing countries wherever practicable.

4.3 Liaison relationships

To ensure that standards and standardization consider developments in adjacent and related fields, the technical committee may establish, where appropriate, liaisons with other technical committees and with other organizations who are interested parties in the development of standards under ISO/ TC260. These are made possible through the appointment of a designated Liaison Representative or Liaison Representatives to follow the work of another technical committee and/or its subcommittees, with which a liaison has

been established. These representatives have the responsibility of submitting progress reports to the secretariat by which they have been appointed.

Liaison Representatives shall have the right to participate in the meetings of the TC or subcommittee whose work they have been appointed to follow but shall not have the right to vote. They may contribute to the discussion in meetings, including the submission of written comments, on matters within the competence of their own TC and based on feedback that they have collected from their own committee. They may also attend meetings of working groups of the TC or subcommittee, but only to contribute the viewpoint of their own TC on matters within its competence. These international experts work collaboratively to reach consensus and with full consideration of feedback comments from the diverse stakeholders.

The work of ISO/TC 260 is of interest to a broad spectrum of other TCs and international organizations, for example ISO TC176 Quality Management and the World Federation of People Management Associations (WFPMA). The current list of liaisons may be accessed at https://www.iso.org/committee/628737.html.

5 OBJECTIVES OF THE ISO TC AND STRATEGIES FOR THEIR ACHIEVEMENT

5.1 Defined Objectives of the ISO TC 260

The following are general objectives of ISO/TC 260:

- Create standards that recognize the needs of organizations throughout the world, remaining sensitive to their applicability given business scope, size, complexity, maturity, or culture.
- Develop a common terminology of HRM terms and definitions to establish consistency of functions and processes and to enable international comparison.
- Provide clear guidance to organizations to improve HRM practice and increase confidence that HRM practice is consistent, transparent, and fair.
- Provide clear guidance on workforce metrics to support evidence-based people management practices and sustainable organizational performance.
- Ensure that the guidance and indicative practices in the published standards are consistent with UN Sustainable Development Goals (SDGs).

5.2 Identified Strategies to Achieve the ISO TC260's Defined Objectives

ISO/TC 260 intends to use a variety of strategies to achieve its objectives and create overall priorities for the TC. The strategies will include but will not be limited to the following:

- Prioritizing projects, such as developing a common human resource management terminology and creating an overarching framework from which to work.
- Using available research and data to help guide trends and needs for the profession.
- Meeting in person at least annually for a plenary meeting and other face-to-face meetings for task groups and work groups as practical and allowable by schedules and finances; meeting virtually as part of business as usual.
- Creating liaisons with as many other appropriate TCs as is practical and necessary to carry out the work of the TC and liaising with other global organizations outside of TCs as is appropriate and practical.
- Co-locating plenary meetings whenever possible with other ISO TCs and organizations, such as WFPMA and others.

(See section 7 for a brief description of the structure of ISO/TC 260.)

5.3 Overarching framework for HRM standards under ISO/TC260

ISO/ TC260 work projects have been organized as follows:

- 5.3.1 High level principles of people management In the standards published by ISO/ TC260, this is encapsulated by the guidance on the professional and ethical management of people in organizations.
- 5.3.2 Core capabilities for people management in an organization Based on a body of knowledge in HRM (CIPD, 2021a, HRCI, 2017), these are strategic capabilities underpinning the people management function within any organization.
- 5.3.2.1 Strategy and organizational management. Professional people management contributes to an organization's strategy and its outcomes. Strategic HRM integrates the demands of the organization and those of its people and various functions to deliver sustainable advantage to a variety of stakeholders.
- 5.3.2.2 Workforce planning. The application of sound principles and practice to workforce planning is a source of competitive advantage where selection, deployment and development of an organization's people is sustainable, considering the longer-term strategic direction as well as the more immediate operational requirements.
- 5.3.2.3 People risk management. Key is the appreciation and mitigation of people risks. This includes scanning the horizon for potential threats, collection and analysis of data,

mitigation, and readiness. This includes but extends beyond compliance with workforce regulations.

5.3.2.4 Organizational culture/ behaviour. This recognizes that the knowledge and skilled ethical application of knowledge on human behaviour is fundamental to people management. The evidence is that job quality and the experience of work in an organization is influenced by job design and the nature of work; relationships at work; employee voice mechanisms and work-life balance (CIPD, 2021b).

5.3.2.5 Evidence-based practice. This reflects the body of knowledge necessary for the professional practice of HRM and the supporting data, measurement, analysis, and interpretation that supports that practice. Standards developed in ISO/ TC260 are expected to review the evidence underpinning the recommendations in the various standards. Evidence-based management is the use of the best available evidence for the issue under investigation drawn from four main sources – the scientific literature (empirical), internal organizational data, stakeholder's values and concerns, and practitioner expertise. This model is developed by the Center for Evidence-based Management (Barends & Rousseau, 2018; Figure 5).



Figure 5 - CEBMA Evidence-based management model (Barends & Rousseau, 2018).

5.4 The future development of standards under ISO/TC260

In the eleven years in existence, the experts working within ISO/ TC260 have seen new demands and priorities placed on the HRM function. In the Covid 19 pandemic, the role of HRM in ensuring the health, safety and wellbeing of the workforce while ensuring business

continuity has demonstrated the value of a professional function that regularly reviews its policies, processes with the help of its stakeholders.

The TC in assessing market feedback is planning to integrate the programme through a high-level management system standard that sets at its heart the principle of sustainable human governance, supported in turn by standards that reflect the priorities of each organisation as the HRM function evolves.

5.4.1 Organizing framework for a HRM system

A high-level capstone Standard setting out the principles of a sustainable HRM system (see e.g., Aust (Ehnert) et al., 2020) will be developed and will reference the key requirements of such a system, that is to attract, develop and deploy human capital to serve the organization and the wider societal goals. Underpinning this high-level system will be the various capabilities and technical knowledge required for the professional practice of HRM.

Whilst this HRM capstone Standard will resemble the working of HRM in larger organizations, the value to smaller organizations is a coherent map of HRM capabilities that they too will require as they mature and grow.

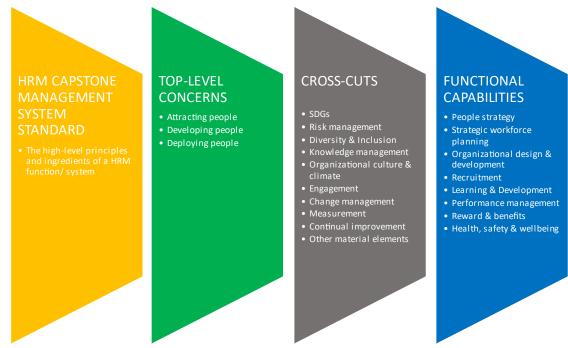


Figure 6 - Integrated system of sustainable HRM standards

The high-level HRM capstone Standard provides a framework for a HRM system at the organizational level. This capstone Management System Standard (MSS) is supported by guidance standards on functional HRM areas developed by ISO/ TC260 (see Figure 6). There are several categories from the high-level strategic guidance on the people strategy, the strategic workforce plan and the design and develop of the organization, and there are guidance standards that provide the assurance that the operational processes are fit for purpose and competently delivered, for example in recruitment and in learning and development. The HRM capstone Standard, therefore, aims to deepen and consolidate the application of evidence, knowledge, and expertise to the proper management of people in organizations. The organizing categories for ISO/ TC260 standards are illustrated in Figure 7 below.

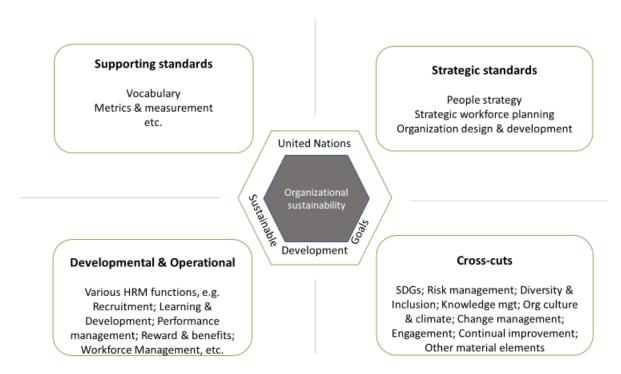


Figure 7 - Categories of ISO/ TC260 HRM standards in support of organizational sustainability

5.4.2 Crosscuts informing HRM standards development

In addition, there are many organizational concerns and goals where the HRM function has the data and levers to contribute meaningfully to wider organizational objectives (see Figure 6). Areas like ESG, knowledge management and sharing, valuing the workforce, risk and opportunity management, diversity and inclusion all contribute to organizational effectiveness as well as to renew the organization's social license to operate. Figure 7 provides an illustration of how the different types of standards developed or being developed operate together to form a well-developed people management function while integrating wider societal and organization-wide concerns into the usual way of working for a 21st century

organization. And for HRM professionals, the system recognizes that HRM has a significant bearing on organizational effectiveness, and the attraction, development, and deployment of the workforce in any modern economy is a major contributor to value creation.

5.4.3 Priorities for future guidance standards under ISO/ TC260 In determining which work proposals should go through as new work items, the intended proposals should fall within:

- the scope and strategy of sustainable HRM under ISO/TC260
- meet the requirements as outlined above in Figure 6
- provide a clear benefit to organizations and their stakeholders
- develop and provide evidence for the HRM profession and its practices.

5.5 Management of Project Timelines

5.5.1 Convenors of each TC work program/ work group shall comply with the 2022 ISO/IEC Directives, Part 1 - Consolidated ISO Supplement – Procedures for the technical work – procedures specific to ISO (13th edition), and the 2021 ISO/IEC Directives, Part 2 (9th edition). The TC shall establish, for each project on its program of work, target dates for the completion of each of the following steps:

- Completion of the first working draft.
- Circulation of the first committee draft.
- Circulation of the enquiry draft.
- Circulation of the final draft International Standard.
- Publication (including translations where appropriate) of the International Standard.
- 5.5.2 These ISO development stages guide WG convenors on the milestones towards efficient project management and publication of International Standards. The default timeline is 36 months from formal approval to publication.
- 5.5.3 In establishing target dates, the relationships between projects shall be considered. Priority shall be given to those projects intended to lead to International Standards upon which other International Standards will depend for their implementation.
- 5.5.4 All target dates shall be kept under review and amended as necessary at the plenary and shall be clearly indicated in the program of work. Revised target dates shall be notified to the technical management board.

5.5.5 As stated in 2.1.6.2 of the ISO Directives, Part 1 (2022), should the limit date for a Draft International Standard (DIS) (Stage 40.00) or publication (Stage 60.60) be exceeded, the committee has 6 months to act to resolve the issue. Should no resolution be possible, the project is automatically cancelled.

6 FACTORS AFFECTING COMPLETION AND IMPLEMENTATION OF THE ISO TC WORK PROGRAM

HRM, while rapidly evolving, remains a relatively new, underdeveloped area of standardization. The number of participating and observing countries remains stable and as awareness and value of the committee's work grows is generating more enquiries from interested countries. There are notable gaps, such as South America, and the large emerging economies. In addition, the practice of HRM is not yet professionalized in some countries that lack strong HRM association to provide a national-level representation to the ISO/TC260 work.

That said, the ISO/TC260 leadership recognizes the importance of involving developing countries in the standards work and will continue to encourage delegates from developing countries to participate actively in areas of responsibility within the TC and Subcommittee structures.

Other risks include the lack of capacity and expert participation with the growth in the number of work tracks. Of concern is the development and publication of technical specifications in HRM metrics. The development framework (Figure 6) provides an indicative roadmap for new work item proposals under this TC. For a list of active work programs under ISO/ TC260 please see

https://www.iso.org/committee/628737/x/catalogue/p/0/u/1/w/0/d/0.

7 STRUCTURE, CURRENT PROJECTS, AND PUBLICATIONS OF THE ISO TC

The reporting structure for ISO/ TC260, illustrated in Figure 8 below, is consistent with the ISO protocol and structure. The ISO Central Secretariat oversees global standards development. The Technical Management Board (TMB) reports to the Central Secretariat and oversees TC operations. ISO/ TC 260 develops ISO standards and is administered by the American National Standards Institute (ANSI) on behalf of the Human Resource Certification Institute (HRCI), the designated secretariat. ISO/ TC 260 oversees work groups that develop HRM standards in different areas. The Working Groups (WGs) and Task Groups (TGs) take on topics that are discussed and voted on by participating countries and national standards boards and mirror committees. In addition, the reporting structure includes a Chairman's

Advisory Group (CAG) and other committees as needed throughout the evolution of the TC, such as a communications committee.

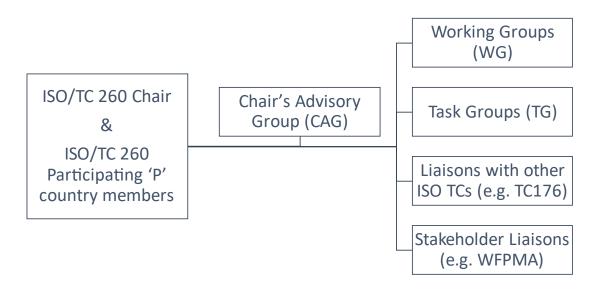


Figure 8 - ISO/TC 260 Reporting Structure

This information is available on the ISO's website:

http://www.iso.org/iso/home/standards development/list of iso technical committees/is o technical committee.htm?commid=628737 https://committee.iso.org/home/tc260

The following information is available at the above link:

- About (Secretariat, Secretary, Chair, date of creation, scope, etc.).
- Contact details.
- Structure (subcommittees and working groups).
- Liaisons.
- Meetings.
- Tools.
- Work programs (published standards and standards under development).

The following useful reference documents are also included on the ISO and ISO/TC260 website:

- TC Content Structure document (Melbourne plenary 2012) of Standards Document.
- Structure of the ISO Committee.

- Current projects of the ISO TC and its subcommittees.
- Publications of the ISO TC and its subcommittees.
- Glossary of terms and abbreviations used in ISO TC Business Plans.
- General information on the principles of ISO's technical work.
- ISO Directive, Part 1, Procedures for the technical work.
- ISO Directive, Part 2, Rules for the drafting and presentation of ISO Standards.
- Draft Standards Structure Document N73.
- IS02600 Guidance on social responsibility.

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