



Chapter 6

Procurement



Learning Objectives

- To understand the relationship between procurement, purchasing, and supply management
- To examine procurement objectives
- To learn about supplier selection and evaluation
- To understand quality issues in procurement
- To examine global procurement
- To learn about investment recovery
- To examine socially responsible procurement



Procurement

- **Key Terms**

- Bribes
- Excess (surplus) materials
- Global procurement (sourcing)
- Investment recovery
- ISO 9000
- Kickbacks

- **Key Terms**

- Lean six sigma
- Malcolm Baldrige National Quality Award
- Multiple sourcing
- Obsolete materials
- Procurement (Purchasing)
- Procurement card