Implementation of new **Public Procurement** Law in Serbia First results and forthcoming steps

Borisav Knezevic, Public Procurement Office RESPA/Danilovgrad, 21 June 2013

New Public Procurement Law

- Adopted on 29 December 2012
- Entered into forcd on 6 January 2013
- Application started on 1st April 2013

Institutional set-up

- 2 most important institutions in PP field:
 - -Public Procurement Office
 - -Republican Comission for Protection of Rights in PP Procedures
- In the field of external control
 - -Supreme Audit Institution
- Almost no competences for Ministry of Finance and Economy (unlike under previous PPL)
- In the field of centralised procurement

-Administration for Joint Services of the Republican Bodies

Novelties

- New procedures and tools (competitive dialogue, FC, DPS)
- New institutes (civil supervisor-1bill. RSD+)
- Anticorruption provisions
- Publishing of all notices on PPO Portal (free of charge), except for values above 5 mill.RSD (and 10 mill RSD for works) that are published both on PPO Portal and on Portal of the Official Gazzette)

Novelties: Web-Portal/Increased transparency

- Mandatory use of CPV and search-mode that use CPV codes as key-words for search of notices
- mandatory publishing of tender documents
- mandatory publishing of small-value PP notices
- publishing of so called "negative-refferences"
- publishing of prior opinions for negotiated procedure

Novelties to be implemented

- Introduction of partial centralisation of PP (including centralisation of medicines and medical services)
- Central register of EOs to prove eligibility to participate on tenders
- New system of quarterly reporting on conducted PP
- E-system for creation and submission of CAs' annual plans of PP (to be submitted to the PPO and SAI)

NECESSARY BYLAWS

- ADOPTED ON TIME
- Fulfilled conditions for implementation of PPL

PPO ASSISTED IN PREPARATION OF BYLAWS FOR IMPLEMENTATION OF THE LAW

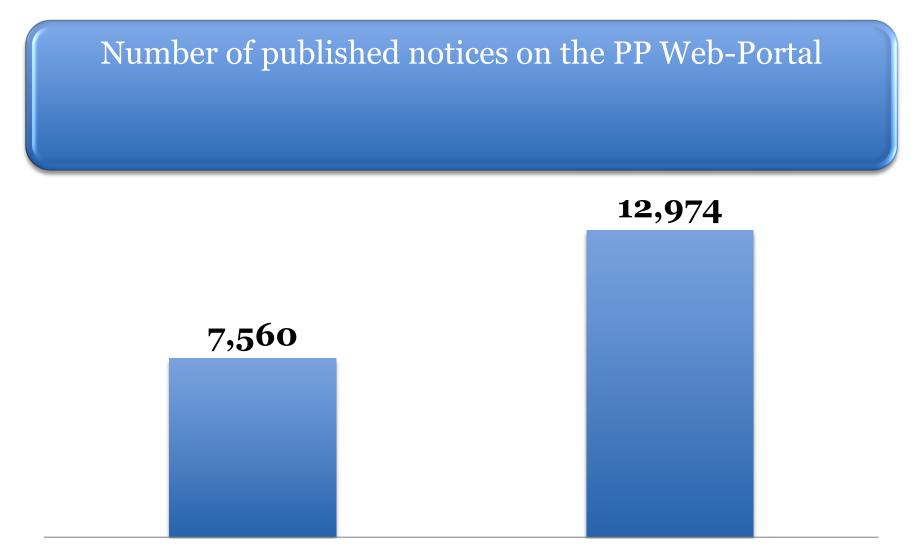
- TO MINISTRY OF HEALTH BYLAW ON CENTRALISED PURCHASING OF MEDICINES (adopted in March 2013)
- ADMINISTRATION FOR JOINT SERVICES

 BYLAW ON CENTRALISED PUBLIC
 PROCUREMENT

• **TO MINISTRY OF DEFENCE** – BYLAW ON CONFIDENTIAL PROCUREMENT

COMMON PROCUREMENT VOCABULARY

IT IS USED ON THE PORTAL, THE BYLAW WILL BE ADOPTED SOON



Number of notices published in period Number of notices published in period 1 April-15 May 2012 1 April-15 May 2013 Number of visits to the PP Web-Portal

Significantly increased transparency of public procurement

101,554

Number of visits in period 1 April-15 May 2012 Number of visits in period 1.april-15.maj 2013.

• THE INSTITUTE OF CIVIL SUPERVISOR HAS STARTED TO FUNCTION IN PRACTICE

- So far in 3 PP procedures:
- Pharmacy "Belgrade"
- Public Transport Company Belgrade
- Ministry of Interior

NEGGATIVE REFERENCES

• Are being applied for the first time, this possibility also existed earlier, but it was not used

PLANNED FOR 2ND HALF OF 2013

ACTION PLAN FOR IMPLEMENTATION OF STRATEGY FOR DEVELOPMENT OF PUBLIC PROCUREMENT

• (in cooperaion with SIGMA)

PLAN FOR FIGHT AGAINST CORRUPTON IN PUBLIC PROCUREMENT

 (in cooperation with Anticorruption Agency, deadline 6 October 2013)

INTERNAL ACT FOR PUBLIC PROCUREMENT PROCEDURES

(deadline 6 October 2013)

• RULEBOOK ON CERTIFICATION OF PP OFFICIALS (with expert assistance of EU)

> LIST OF CONTRACING AUTHORITIES

(beginning of 2014)

GOALS OF PUBLIC PROCUREMENT OFFICE FOR THE 2ND HALF OF 2013

- TO PROVIDE FULL APPLICATION OF THE PPL
- TO REDUCE THE SHARE OF NEGOTIATED PROCEDURE

STRENGTHENING OF COOPERAION WITH OTHER INSTITUIONS RELEVANT FOR PUBLIC PROCUREMENT IN ORDER TO ESTABLISH A DISCIPLINE IN APLICATION OF THE PPL IN A SYSTEMATIC WAY

- > USE OF INSTRUMENTS FOR IMPOSING SANCTIONS FOR BREACHING THE PPL
- **1) MISDEMEANOR CHARGES**

2) ESTABLISHING COOPERATION WITH PROSECUTOR'S OFFICE AND POLICE IN ORDER TO COPE WITH MORE COMPLEX FORMS OF BREACHING THE PPL

ADVISORY ASSISTANCE AND TRAINING OF CAs

PREPARATION OF GUIDELINES/INSTRUCIONS AND MODELS, TRAINING

PARTICULAR ATTENTION WHEN APPLY CENTRALISED PROCUREMENT AND NEW INSTITUTES/MECHANISMS, E.G. FRAMEWORK AGREMENTS STRENGTHENING OF EXPERT CAPACITIES AT LOCAL LEVEL AND ESTABLISHMENT OF BETTER CONTROL OF PUBLIC PROCUREMENT AT LOCAL LEVEL IN ORDER TO PROVIDE FULL APPLICATION OF THE LAW

PRECONDITIONS

- TO STRENGTHEN THE CAPACITIES OF PUBLIC PROCUREMENT OFFICE THUS ENABLING IT TO DELIVER NECESSARY SERVICES TO ITS CLIENTS (CONTRACTING AUTHORITIES AND BIDDERS)
- **PPO HAS ONLY 5 LAWYERS!**
- INTERNATIONAL ASSISTANCE

> THANK YOU FOR YOUR ATTENTION!