



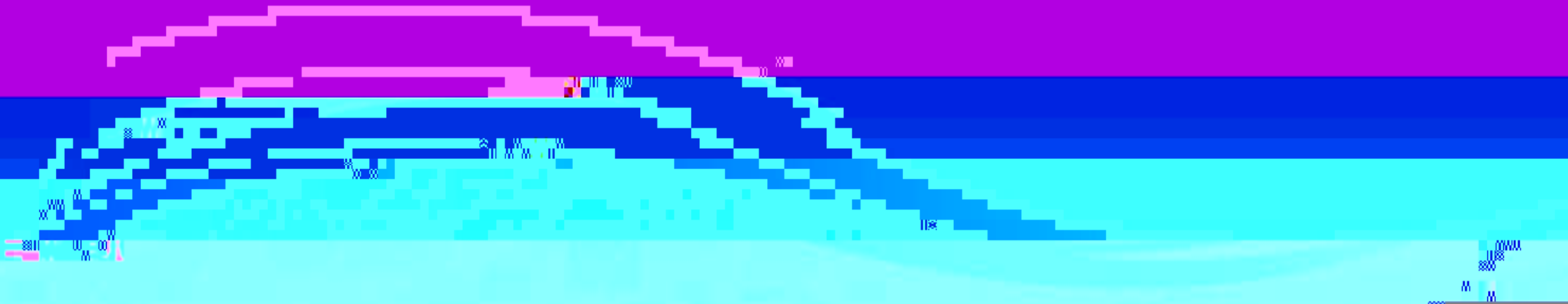
كشافة



PROCUREMENT AGENCY

ment.

Progress towards the K&S Procurement Unit



The Georgian public procurement system at a glance



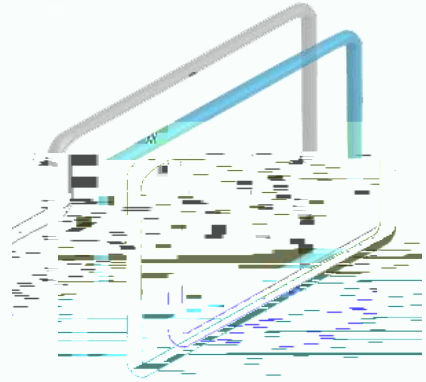
The Georgian public procurement system has been transformed, from one that was labelled "high-risk" in 2009, to one that achieved the highest rating a few years later

"100% Paper based tenders

"

THE FUTURE



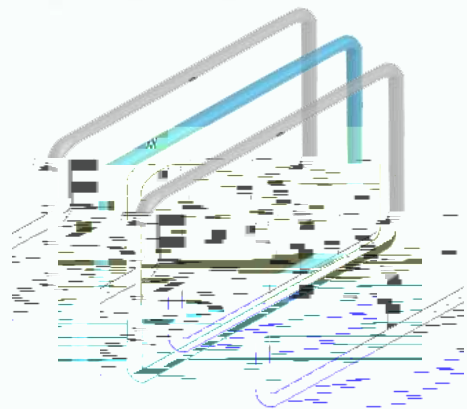


სახელმწიფო შესყიდვების



Private Sector (Supply)

22.172 suppliers participate in public tenders
number of foreign companies exceeds **648**

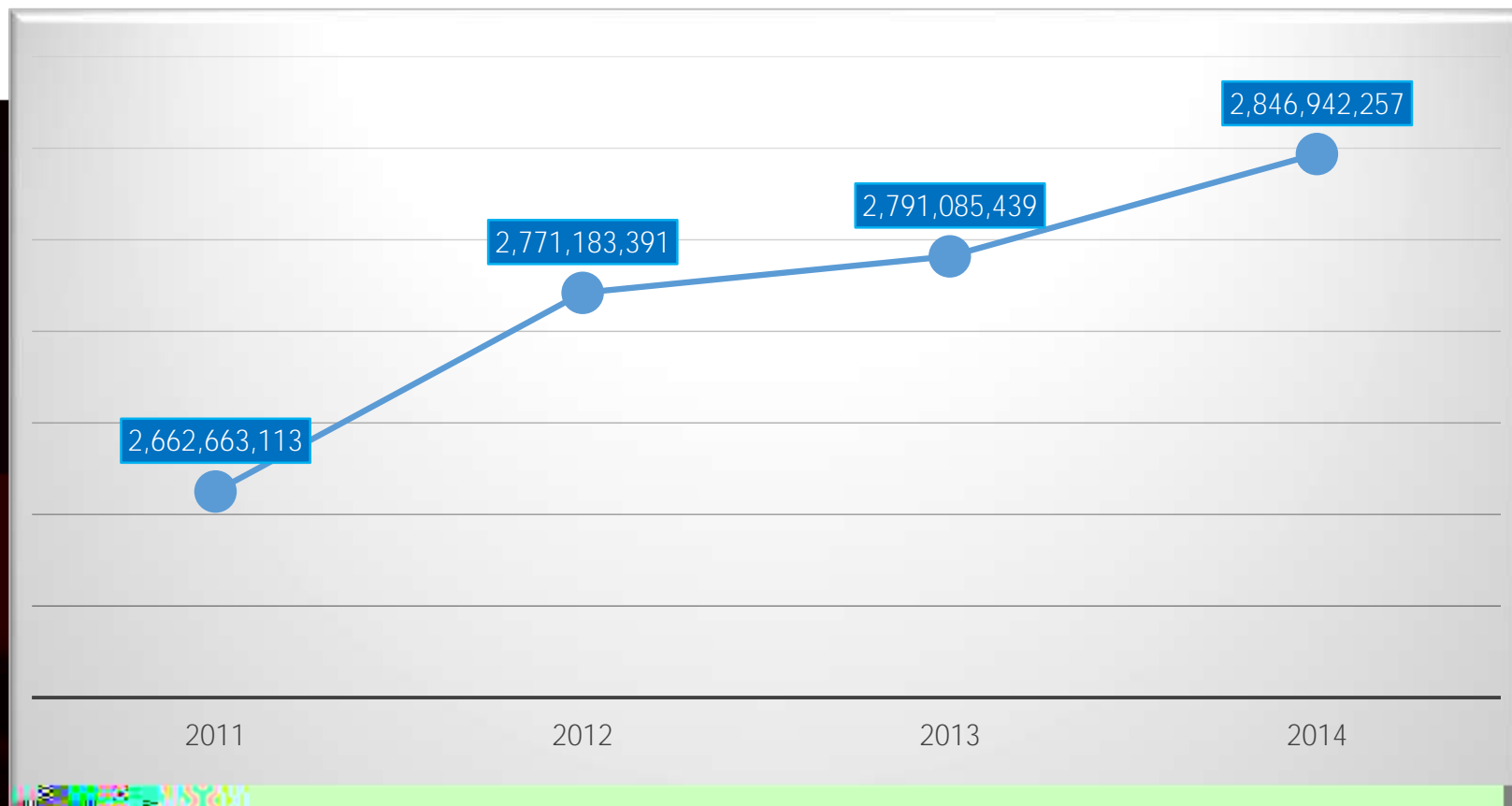


სახელმწიფო შესყიდვები



Private Sector (Supply)

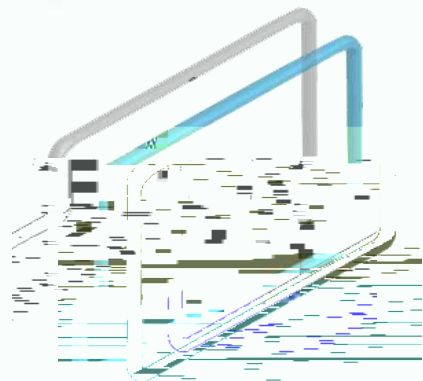
Contract value by years



Private Sector (Supply)

Average number of bidders in tender: 2.06 (2011: 1.73)

	Average Number of bidders
2011	1,73
2012	

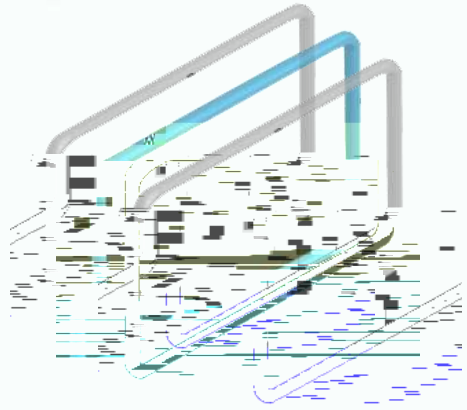


სახელმწიფო შესყიდვების ავტომატიზირებული სისტემა

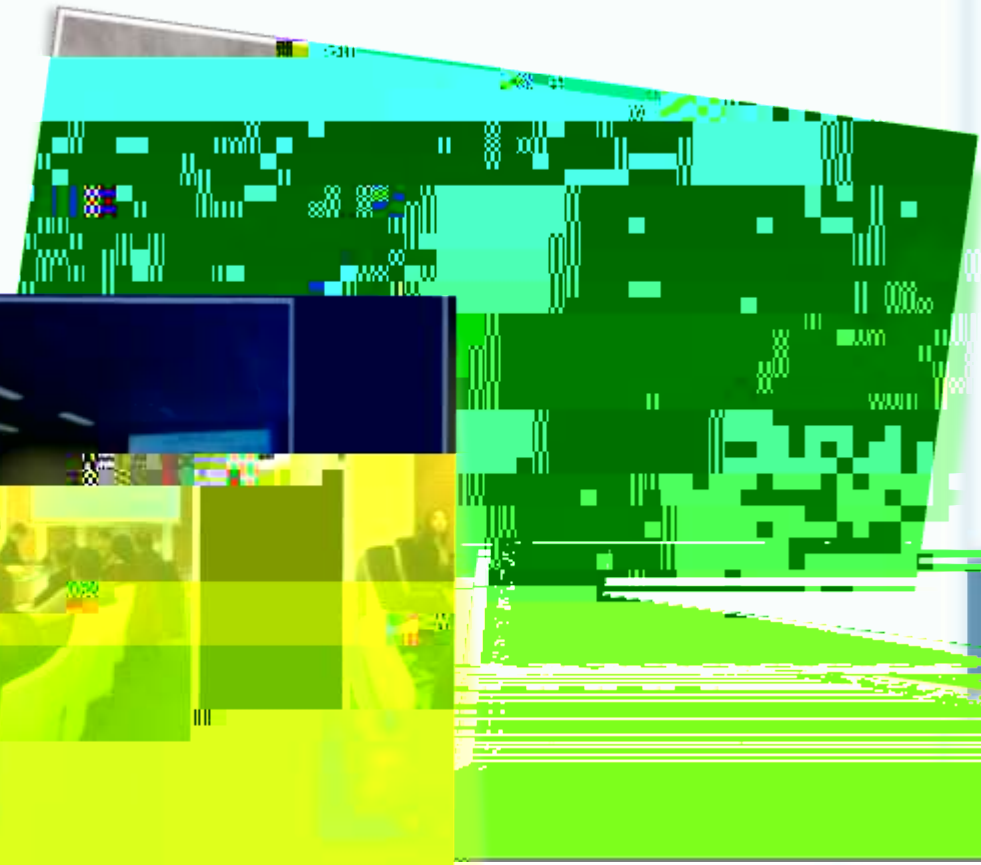


Institutional Framework

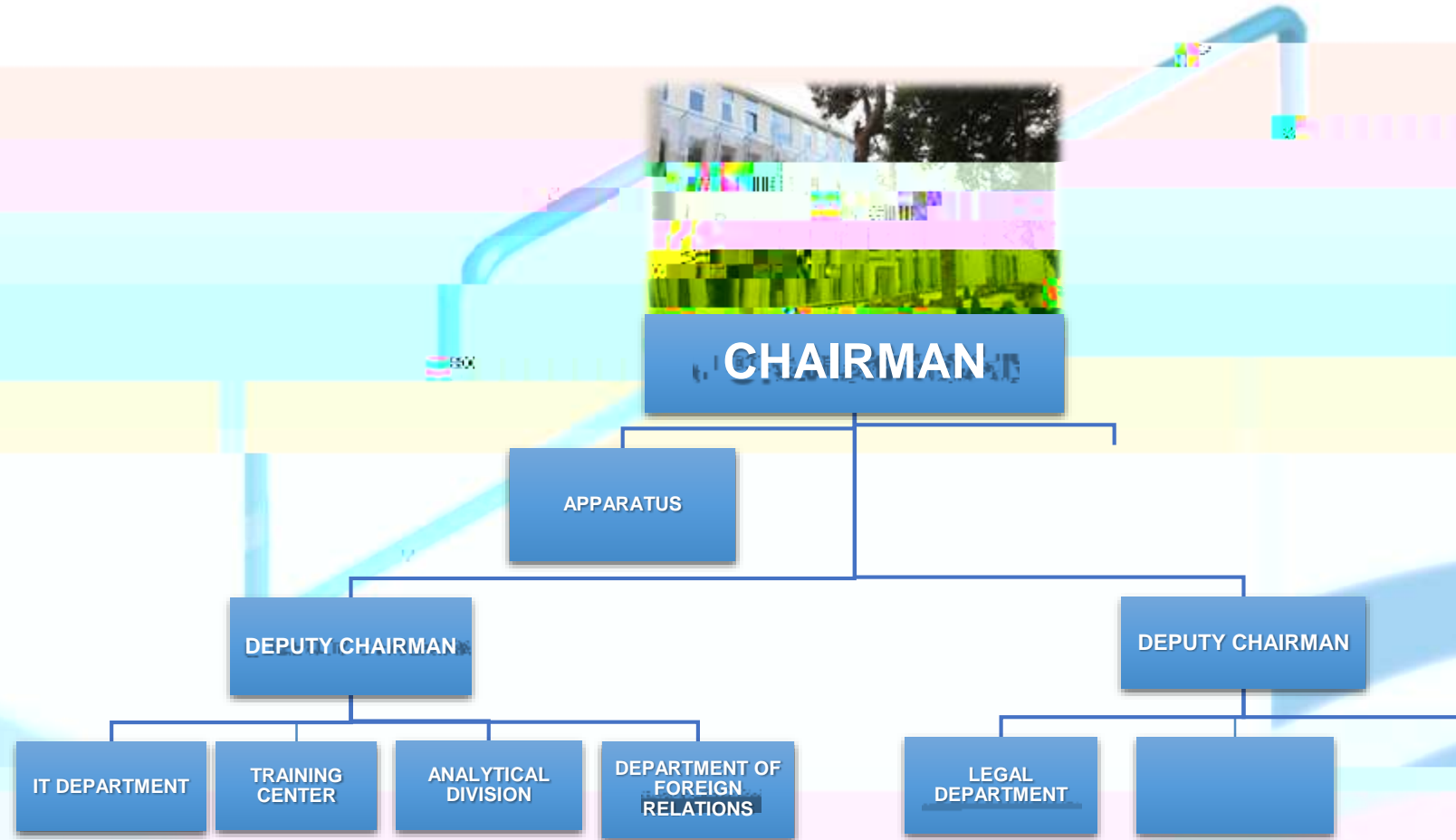
State Procurement Agency (SPA) - strong and independent authority striving to contribute to a competitive market economy by developing a transparent and equal environment in the Georgian public procurement system



სახელმწიფო შესყიდვების ავტორიტეტი

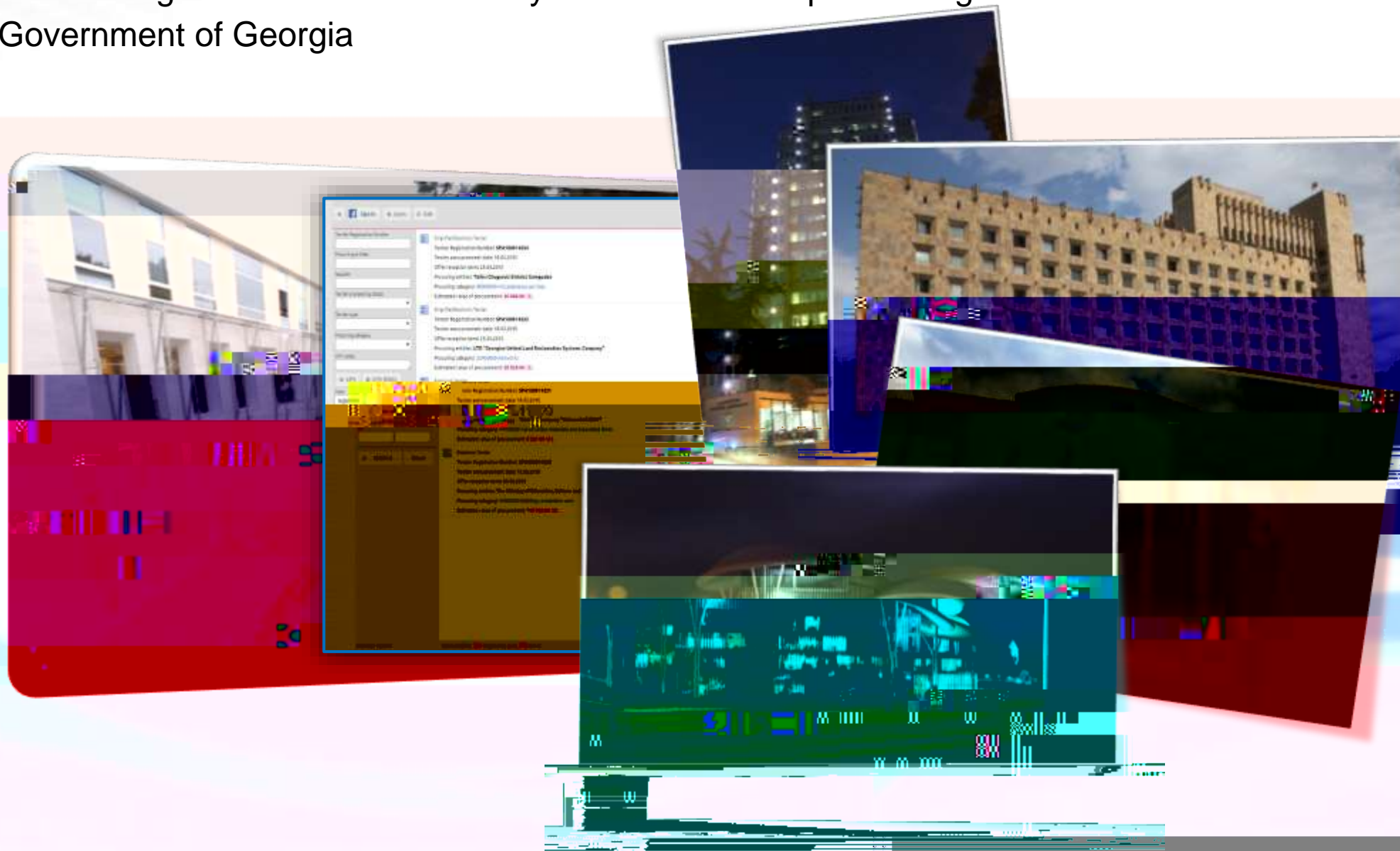


Institutional Framework



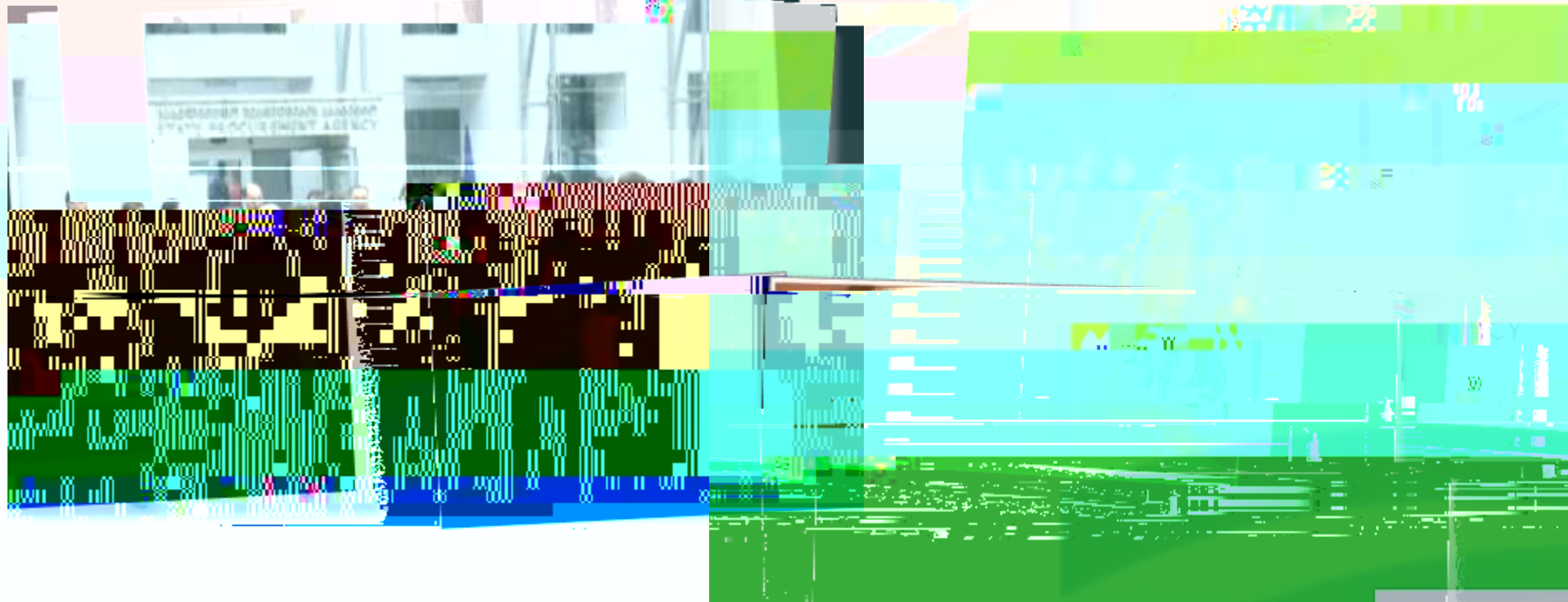
Institutional Framework

SPA manages the e-Procurement system and central purchasing initiatives for the Government of Georgia



Institutional Framework

Since 2014 Training Centre was established, which provides relevant and clear procurement related information and counseling services for the public as well as private sector.



Dispute Resolution Board (DRB)

Created on 6 December 2010

Acts as the review and remedies body for public procurement procedures

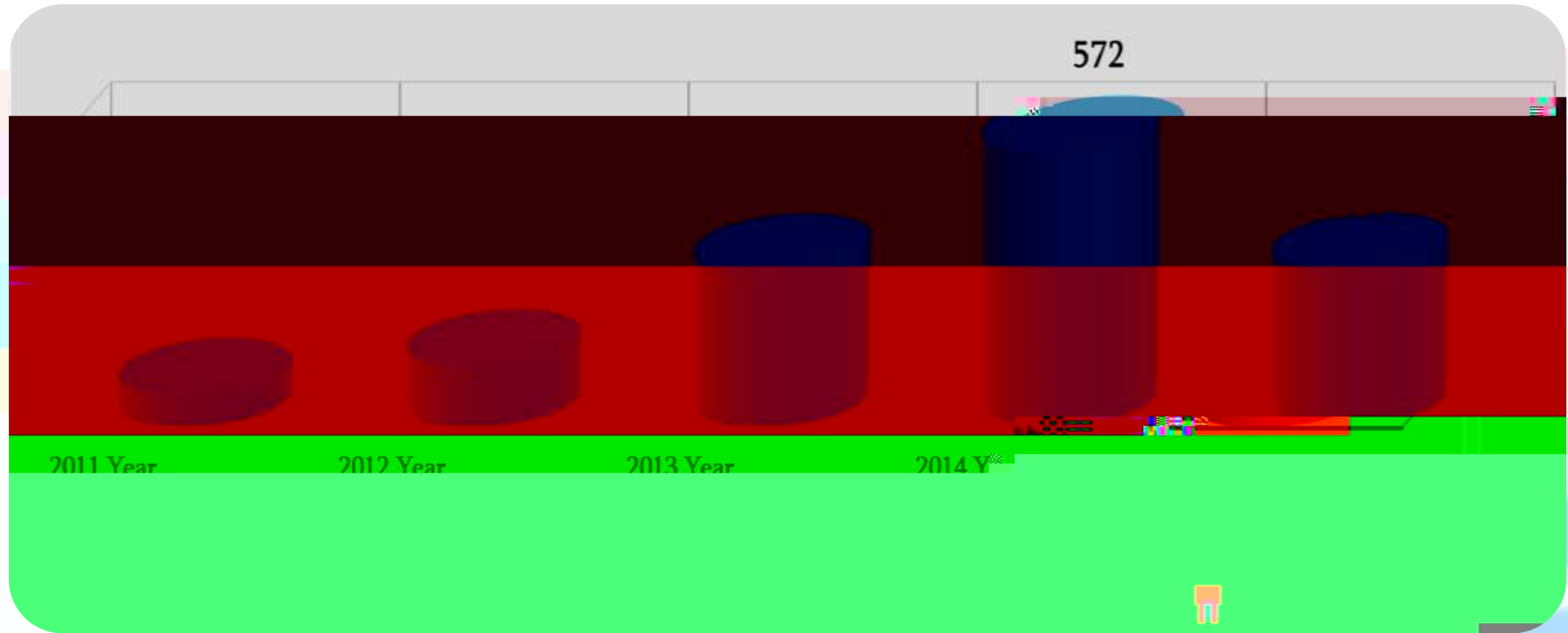
Consists of six members; representatives of the SPA and the NGO sector

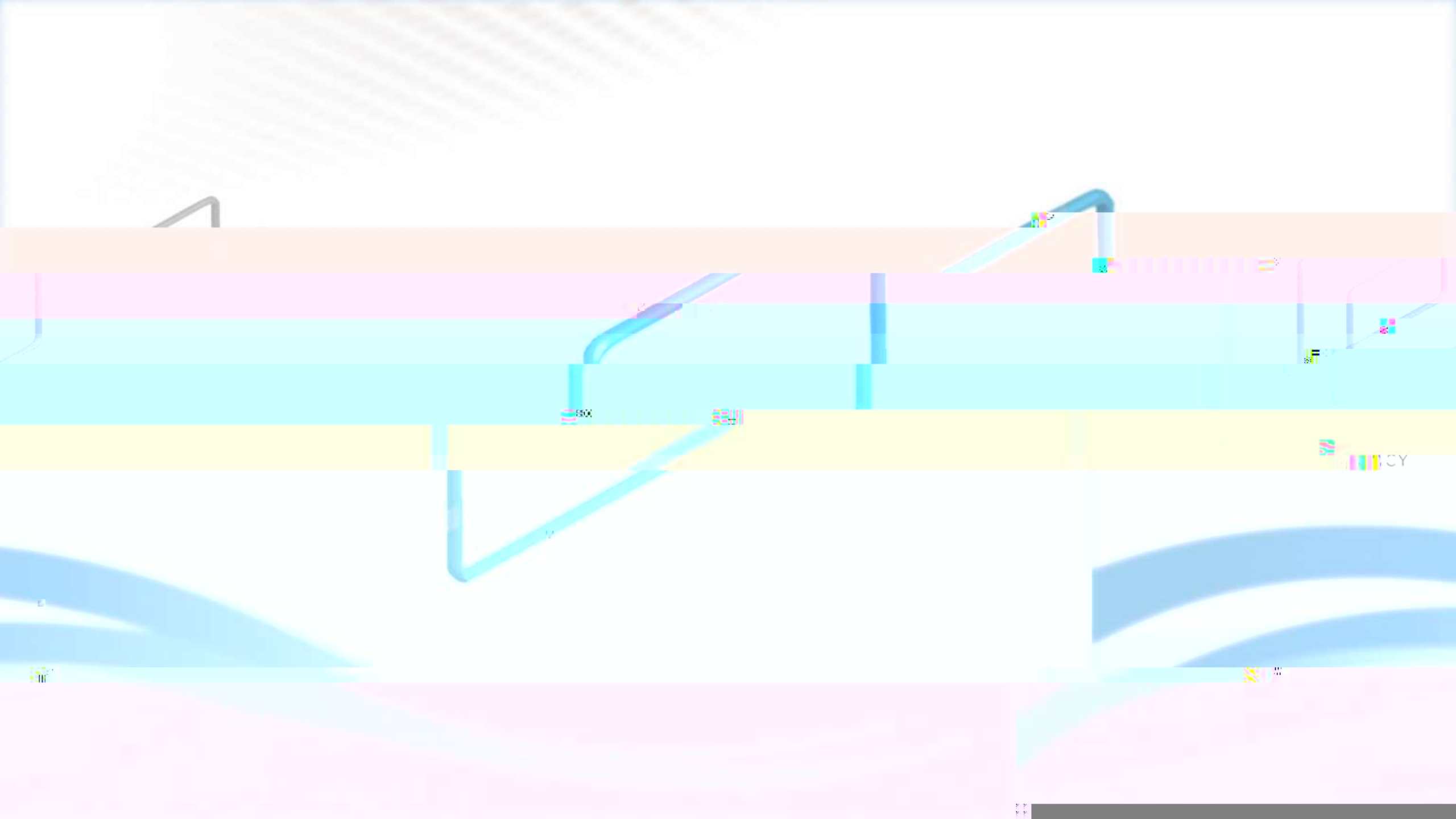
Any entity or person interested in participating in a public procurement procedure may appeal the actions of a procurement entity or a tender committee to the DRB

eDRB is available 24/7 via the eProcurement system. Submission of appeal takes less than two minutes

During this period the eDRB will review the appeal and the results will be published in the eProcurement system

Number of appeals filed with the eDRB (as of 5-May-15)





Technological Framework

Single and smart e-Procurement system: transparent, simple, multilingual and user-friendly minimizing administrative requirements and preventing mistakes

All procurement-related information is available online, to any interested person - It is possible to track every transaction, every procuring officer, every supplier, to produce indicators, look for behavioral patterns

” Any communication with contracting authority is transparent. Any registered user can question any tender using Q&A module. Tender committee is obliged to answer.

Everyone sees everything

Annual Procurement Plan

Tender Notice

Tender Documentation

Questions related to tender notice and documentation/Answers of procuring entity

Tender Proposals/Bids

Decisions of tender evaluation Commissions

All relevant correspondence

All data on disputes, including application and decision

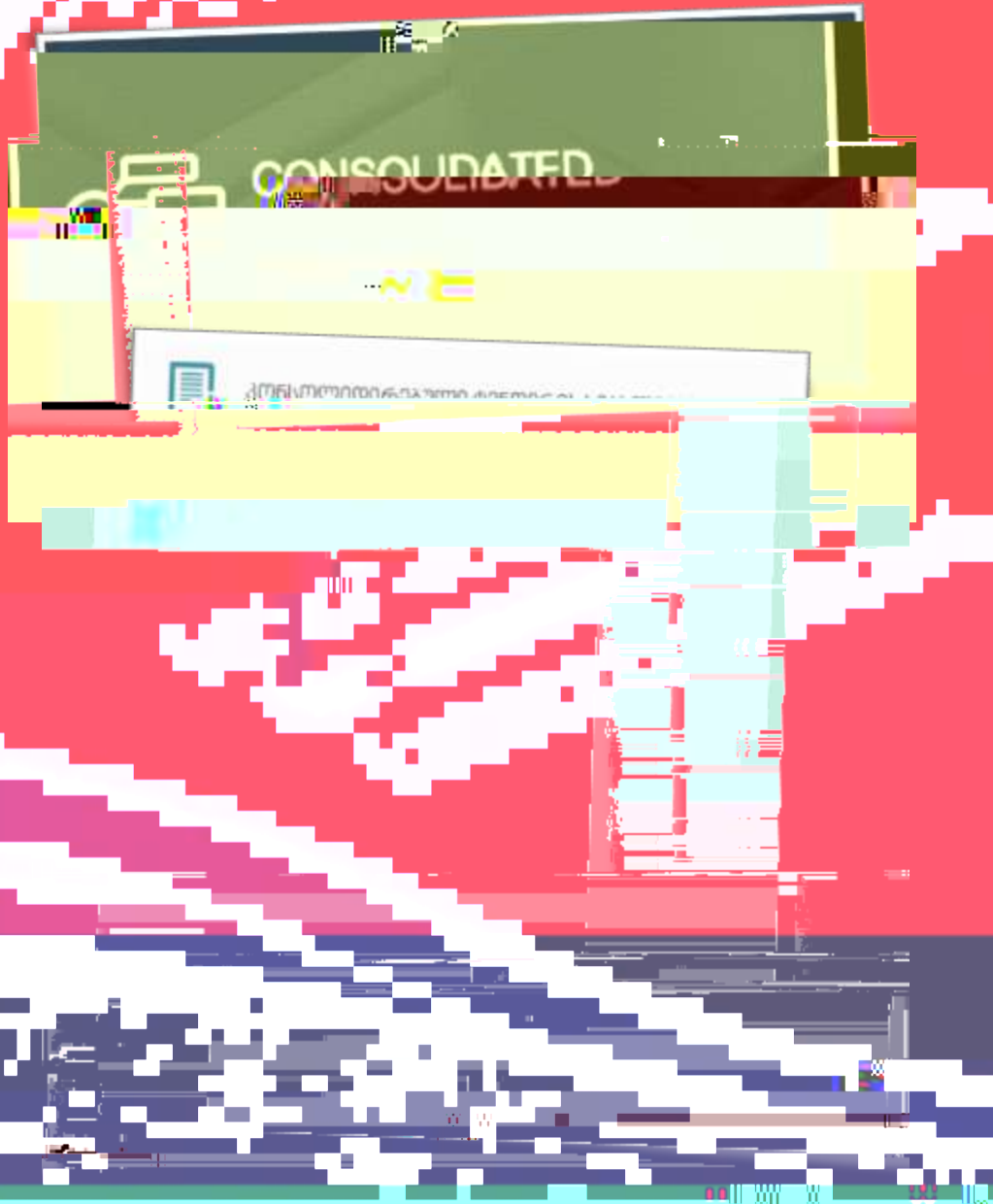
Contracts and amendments

Payments made through the eTreasury





Why Consolidated Tenders ?



- “ Reduces the number of No Bids Received tenders
- “ Consequently, reduces the number of simplified (direct) procurement (retail price)
- “ Cost saving
- “ Improves transparency
- “ Reduces administrative resources of procuring entities
- “ Optimizes irrational expenditure of budgetary funds
- “ Product/Service quality control
- “ Reduces expensive and irrelevant procuring [à b & o d ~ ! & @ e ^

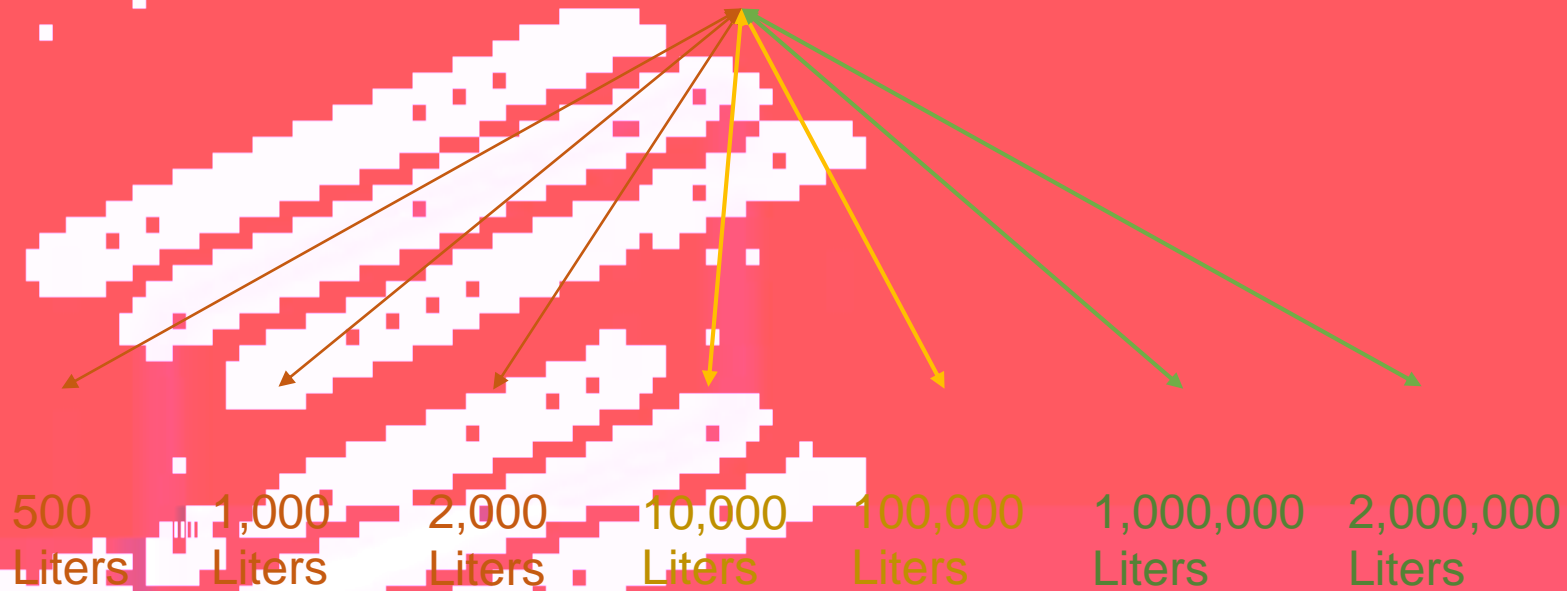
Consolidated Tenders

- “ Unified, Centralized state procurement procedure of the same/similar type of procuring
- “ Consolidated Tenders occur:
 - through electronic system of state procurement
 - as an electronic online auction
- “ Bidders express willingness to undertake the specified procuring object at a price
- “ After announcement of the winner, procuring entities can make a contract on the state procurement with the winner supplier.









Procuring entities with a different number of demands

- “ **Small scale tender (direct) procurement** **no interest to bid (retail price)** **No Bids Received** **simplified irrational spending of budgetary funds**
- “ **Medium scale tender** **indifferent to bid** **moderate discounts** **less irrational spending of budgetary funds**
- “ **Large scale tender** **high interest, high competition, high portion of discounts** **optimized rational spending of budgetary funds**

Innovative monitoring mechanism – “AGAI” system

to control the consumption of the fuel by car fleet

How does the system work?

- “ Oil stations use nozzles with information recognition feature
- “ When nozzle touches the car tank, it automatically reads the tag installed in the tank
- “ System anticipates action, only after receiving the information from the tank

Advantages of the system:

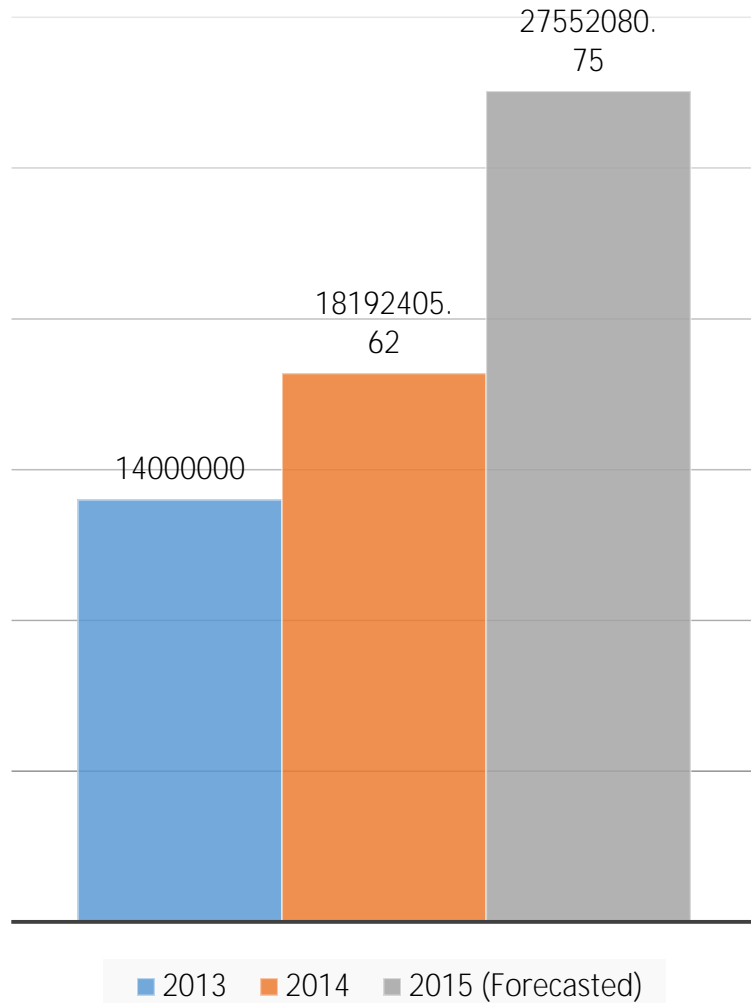
- “ Tracks fuel inventory
- “ Simplifies Car fleet management
- “ Secures fuel inventory for authorized as well as reasonable use

Since the implemented system is one of the most sophisticated, reasonable and prioritized method of controlling

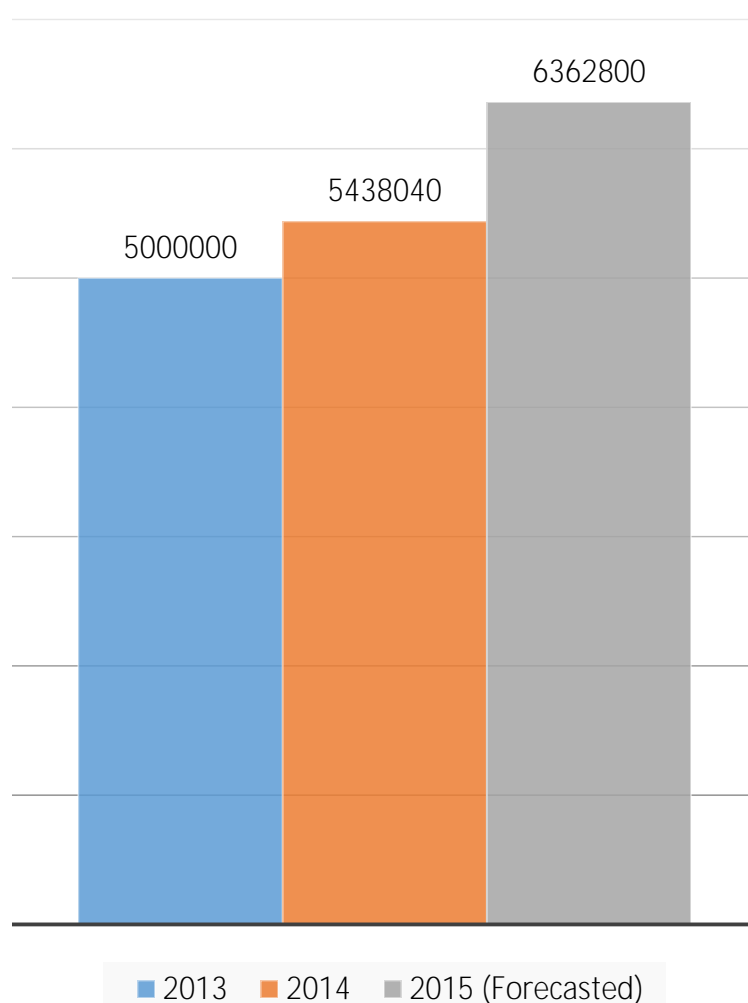
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Budgetary Funds Economy (shown in GEL)

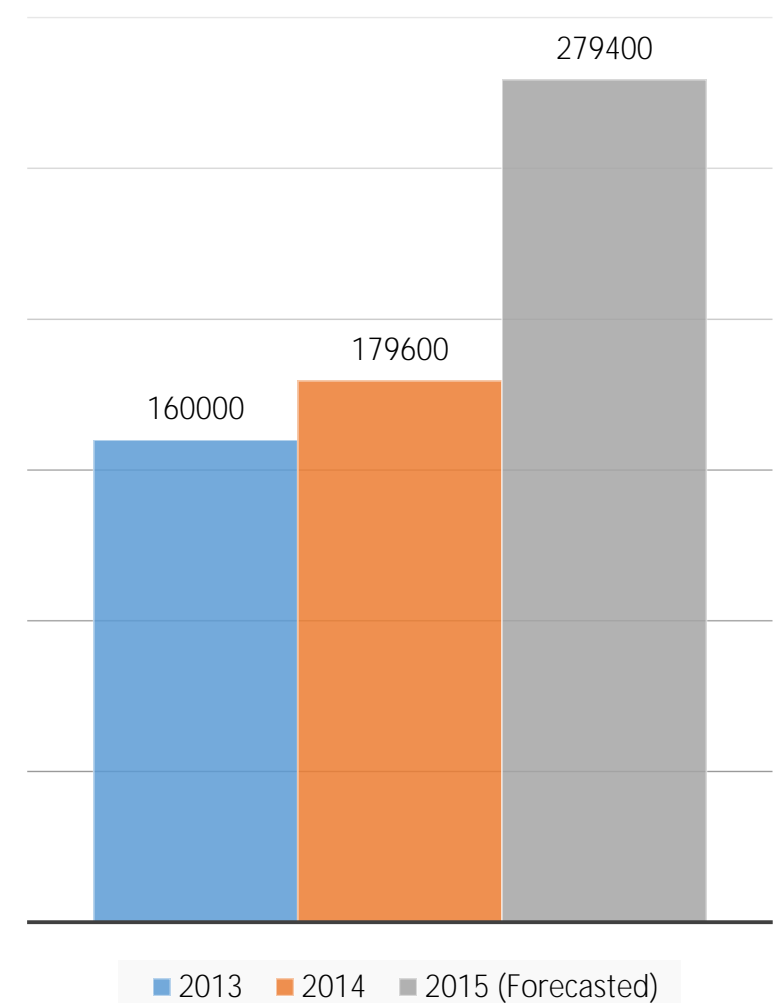
Fuel



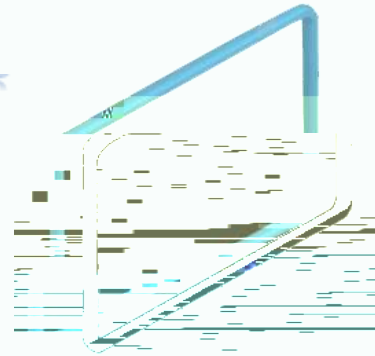
Computers



Paper



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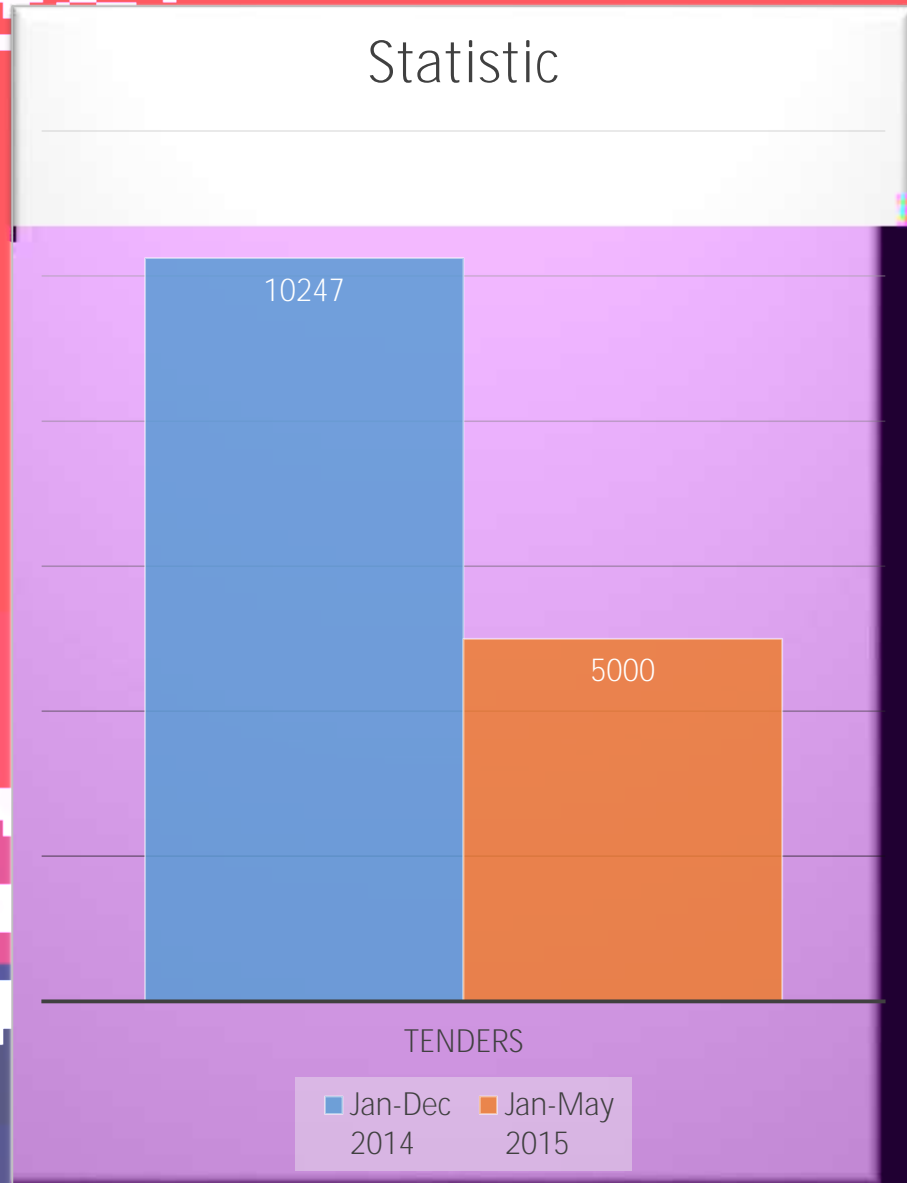
Who Monitors ?

Direct

SPA Monitoring
Department

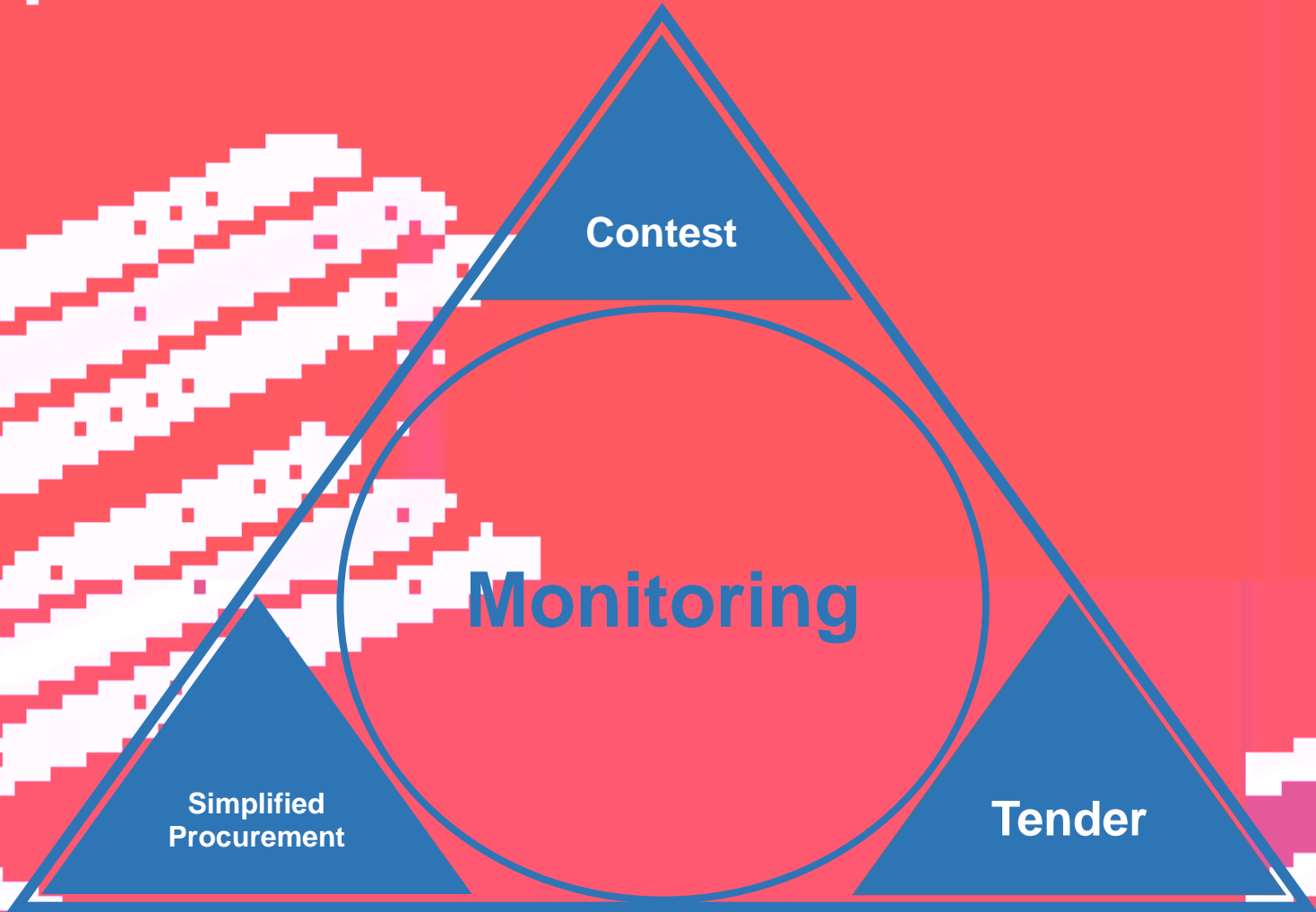
Division of Simplified
Contracts, Contests and
State Procurement Plans

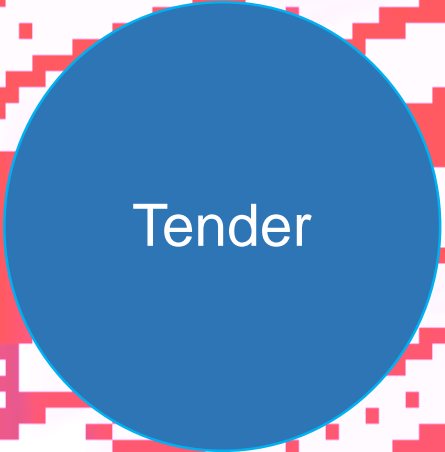
Tender Monitoring Statistics 2014-2015



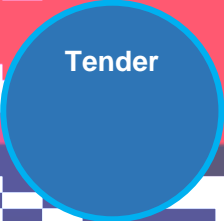
Simplified Procurement Monitoring Statistics 2014-2015





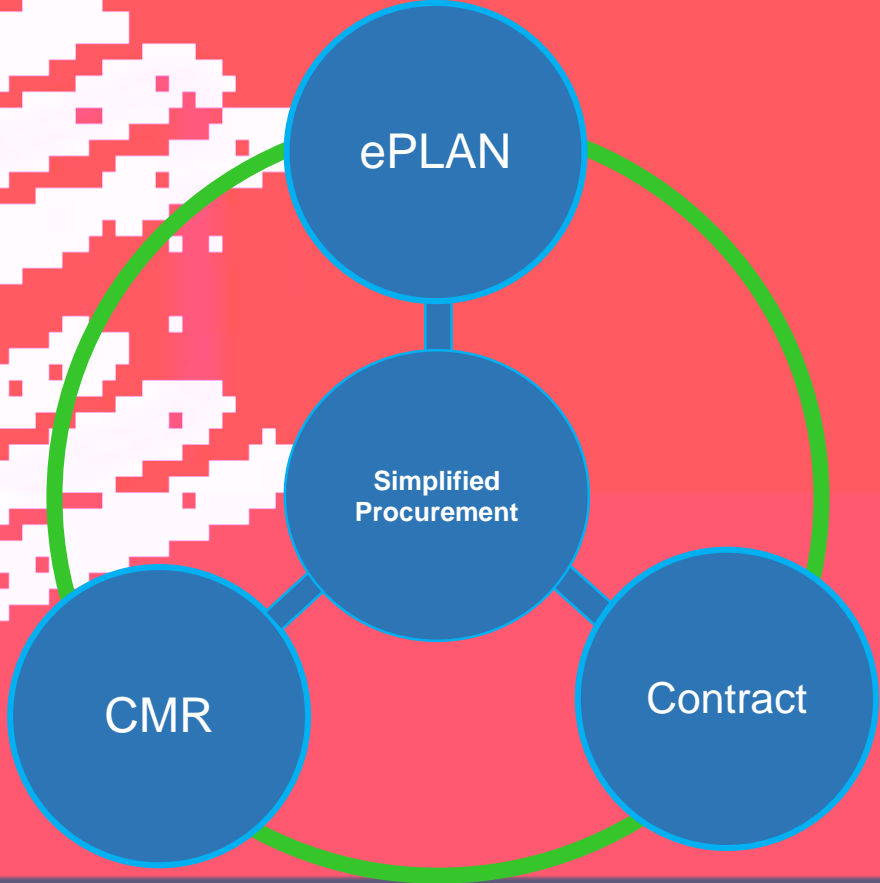


Tender



Tender

Simplified Procurement Procedure







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