Public Procurement Experience of Pakistan

(4th South Asian Regional Public Procurement Conference)

By

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Sequence of Presentation

1. Regulatory Structure
2. Performance at a glimpse
3. Initiatives
4. Way forward
Public Procurement Regulatory Structure of Pakistan

• Federal Public Procurement Ordinance 2002 and Public Procurement Rules 2004
• Sindh Public Procurement Act 2009 and Rules 2010
• Punjab Public Procurement Act 2009 and Rules 2014
• KP Public Procurement Act 2012 and Rules 2014
• Balochistan Public Procurement Act 2009 and Rules 2014
Management and Administration of the Authority

Composition of the Federal PPRA Board:

(1) Secretary, Finance Division (Chairperson)
(2) Secretary, Ministry of Industries and Production (Member)
(3) Secretary, Defence Production Division (Member)
(4) Secretary, Ministry of Water and Power (Member)
(5) Secretary, Ministry of Housing and Works (Member)
(6) Secretary, Ministry of Communications (Member)
(7) Three Members from private sector (Member)
(8) Managing Director (Member) / Secretary
# Performance of PPRA

271876 tenders monitored/uploaded on PPRA website during the Financial Years 2004-2016

<table>
<thead>
<tr>
<th>Financial Year</th>
<th>Organizations</th>
<th>Tender Uploaded</th>
<th>Average Daily Tenders</th>
<th>PP Rules Violations</th>
<th>% Violations</th>
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<tbody>
<tr>
<td>2004-05</td>
<td>255</td>
<td>11905</td>
<td>32.62</td>
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<td>2005-06</td>
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<td>2009-10</td>
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<td>2506</td>
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<td>38230</td>
<td>104.74</td>
<td>4054</td>
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</table>
Performance of PPRA

• After uploading of PP Rules Violations at PPRA website in Financial Year 2017 the Compliance of PP Rules increased from 1% to 30%.

• Procurement Plans of 174 Federal Procurement Agencies were uploaded during the current financial year.
Initiatives

1. Harmonization
2. Procurement Professionalization
3. E-procurement
4. Procurement MIS
Harmonization

An Advisory Group formed by heads of all PPRAs formed which aims to:

i. Harmonize the procurement rules

ii. Use single set of Standard Bidding Documents across the county

iii. Use unitary e-procurement system

National Procurement Strategy 2013-16 is being updated in March to adjust these milestones.
Procurement Professionalization

Mandatory Certification for procurement Professionals

• PPRA is
  – developing a menu of training modules (online free of cost, half day, one week, three weeks)
  – Partnering with public and private sector academic institutions to offer certified programs for officials of implementing entities
Procurement Professionalization

- Placing Procurement courses at public service entry level training
- Coordinating with Higher Education Commission to introduce courses at degree level in various disciplines
E-Procurement

• Federal and some provincial PPRAs have adopted the e-procurement strategy

• For implementation, as the first step the procurement module available in the Financial Management System is activated to link budgets with procurement plans and register payments for selected set of procurements.
Procurement MIS

- Two of the provincial PPRAs have developed and are running MISes which require entities to upload data for procurement plans linked with budget activities, procurement procedures, advertisement, bid submittal date and other details, summary of evaluation, contract award, and contract completion information.

- PPRAs will use this data for performance analysis.
Way Forward

• Developing a full fledged e-procurement system for large contracts dovetailed with the Accounting system
Thanks