



The Republic of Uzbekistan

e-Procurement development



Deputy Head of Treasury – Head of Operational Department

F. Nurmukhamedov

TABLE OF CONTENT

1

**e-Public Procurement in
Uzbekistan**

2

**Monitoring and oversight of Public
Procurement in Uzbekistan**

3

**Perspectives and main directions of
e-Procurement development in Uzbekistan**

COUNTRY OVERVIEW



Location: Central Asia

Bordering with: Kazakhstan, Kyrgyzstan, Tajikistan, Turkmenistan and Afghanistan.

The administrative-territorial structure: The Republic of Karakalpakstan, 12 regions, 156 districts, 123 cities and towns.

The capital: Tashkent; **The population:** over 30 million.



1

e-Public Procurement in Uzbekistan



The Resolution of President of the Republic of Uzbekistan on February 7, 2011 № RP-1475 “On the optimization of the public procurement system and widening of involvement of small business in to it”

All organizations carrying public procurement through centralized sources must place announcements on upcoming procurements in special information portal not later than 10 days prior to determination of suppliers of goods (works, services)

A new mechanism of public procurement including fixing of quotas allocated to small business established

Preference is given to small business *ceteris paribus* in public procurement tendering

A new, more advanced, open and transparent mechanism of public procurement established



Public procurement procedures

Up to USD300

- **Direct contracts without competitive biddings**

USD300-100 000 (list of supplies defined by Governmental commission on public procurement)

- **Electronic biddings**

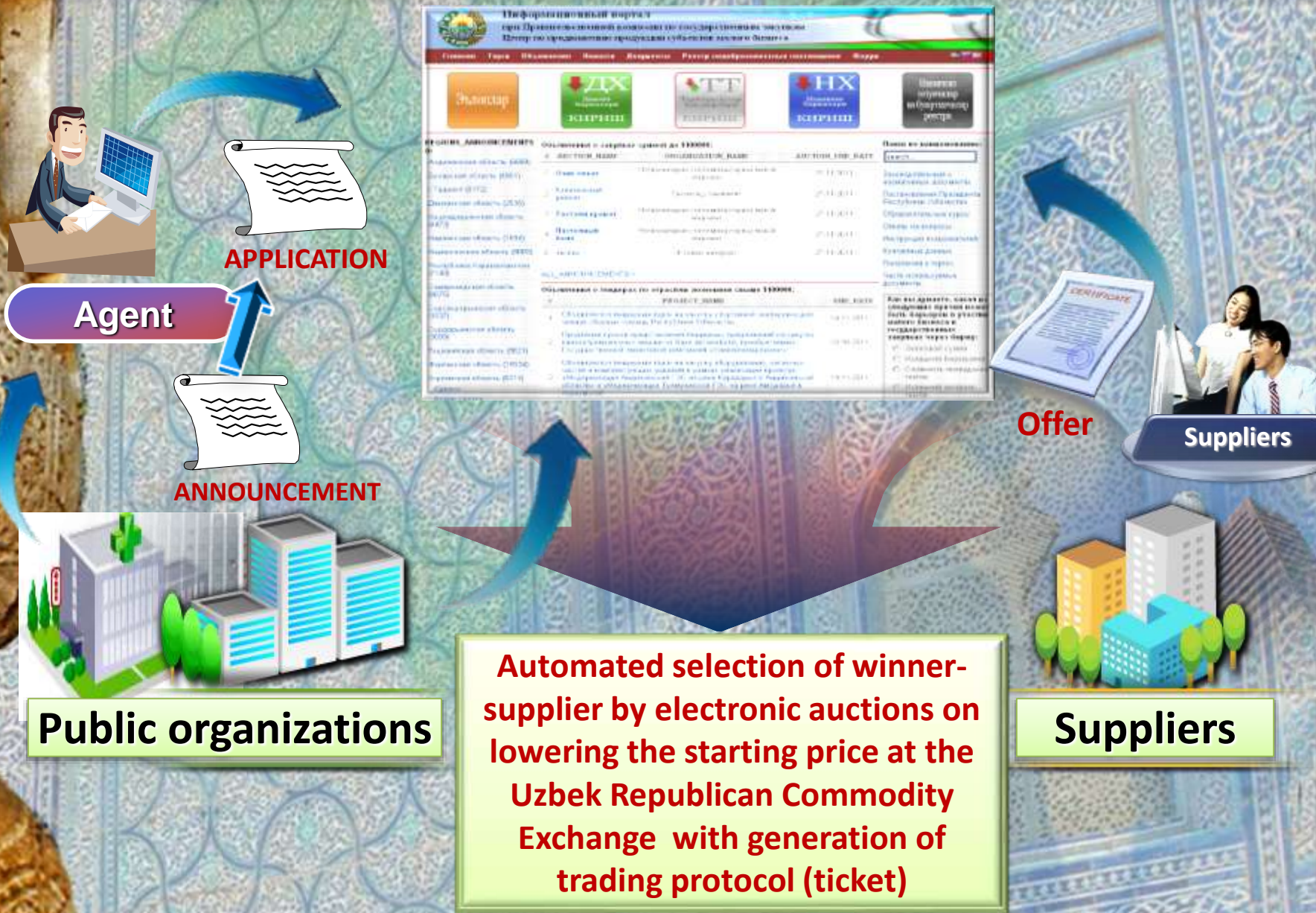
USD300-100 000 (except of supplies defined by Governmental commission on public procurement)

- **Contracts based on competitive biddings (announcement on information portal)**

More than USD100 000

- **Tendering under the Resolution of the Cabinet of Ministers №456 from 21.11.2000**

Public procurement of selected goods (works, services) carrying out through e-trade, organized by the Uzbek Republican Commodity Exchange



General outline of organizing and conducting electronic auctions on lowering the starting price at the Uzbek Republican Commodity Exchange

Trades are conducted in electronic system on gradual reduction of the starting price

Bidding, selection of the winners of auction, the registration of contracts and the generation of trading protocol (ticket) are carried out by software package of electronic system

In the course of trading electronic system among the applications of suppliers the system automatically selects the supplier with the lowest price which is displayed in the electronic system and made available to all bidders: customers and suppliers at the moment



Positive results of e-public procurement system

Transparency

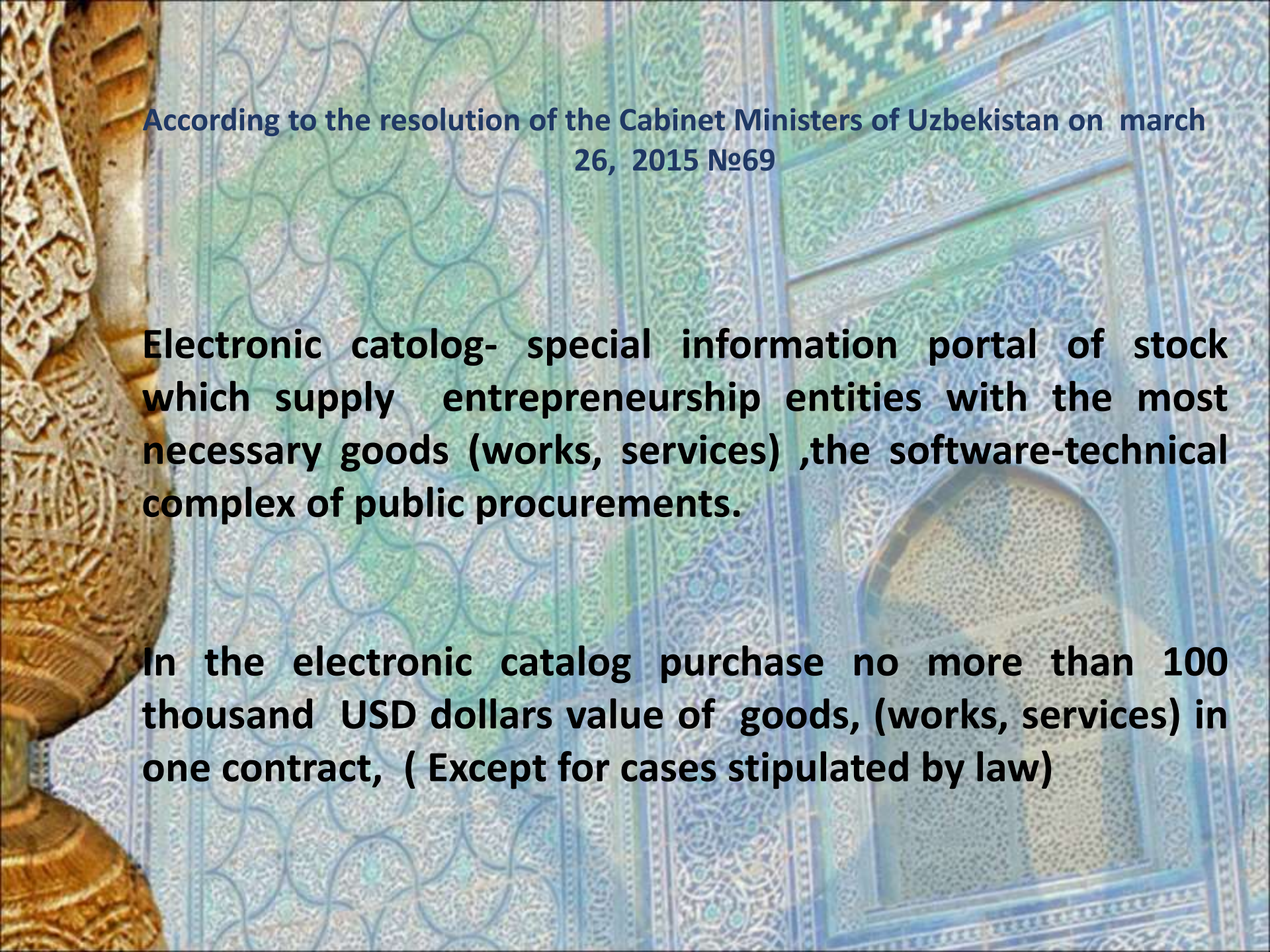
Requirement of compulsory advance (10 days) placing of announcement/application on estimated public procurement prevents artificial limitation of the number of potential suppliers

Efficiency

Bidding, selection of the winners of auction, the registration of contracts and the generation of trading protocol (ticket) are carried out by software package of electronic system.

Corruption free

Determination of winner is carried out automatically by information system which eliminates appearance of subjectivism by the officials of organization-purchaser



According to the resolution of the Cabinet Ministers of Uzbekistan on march 26, 2015 №69

Electronic catalog- special information portal of stock which supply entrepreneurship entities with the most necessary goods (works, services) ,the software-technical complex of public procurements.

In the electronic catalog purchase no more than 100 thousand USD dollars value of goods, (works, services) in one contract, (Except for cases stipulated by law)

The purpose of the establishment of e-catalog

*The implementation of the public procurements for urgent or unexpectedly necessary goods **works, services***

The advantages of the system



**Acceleration of
procurement process**

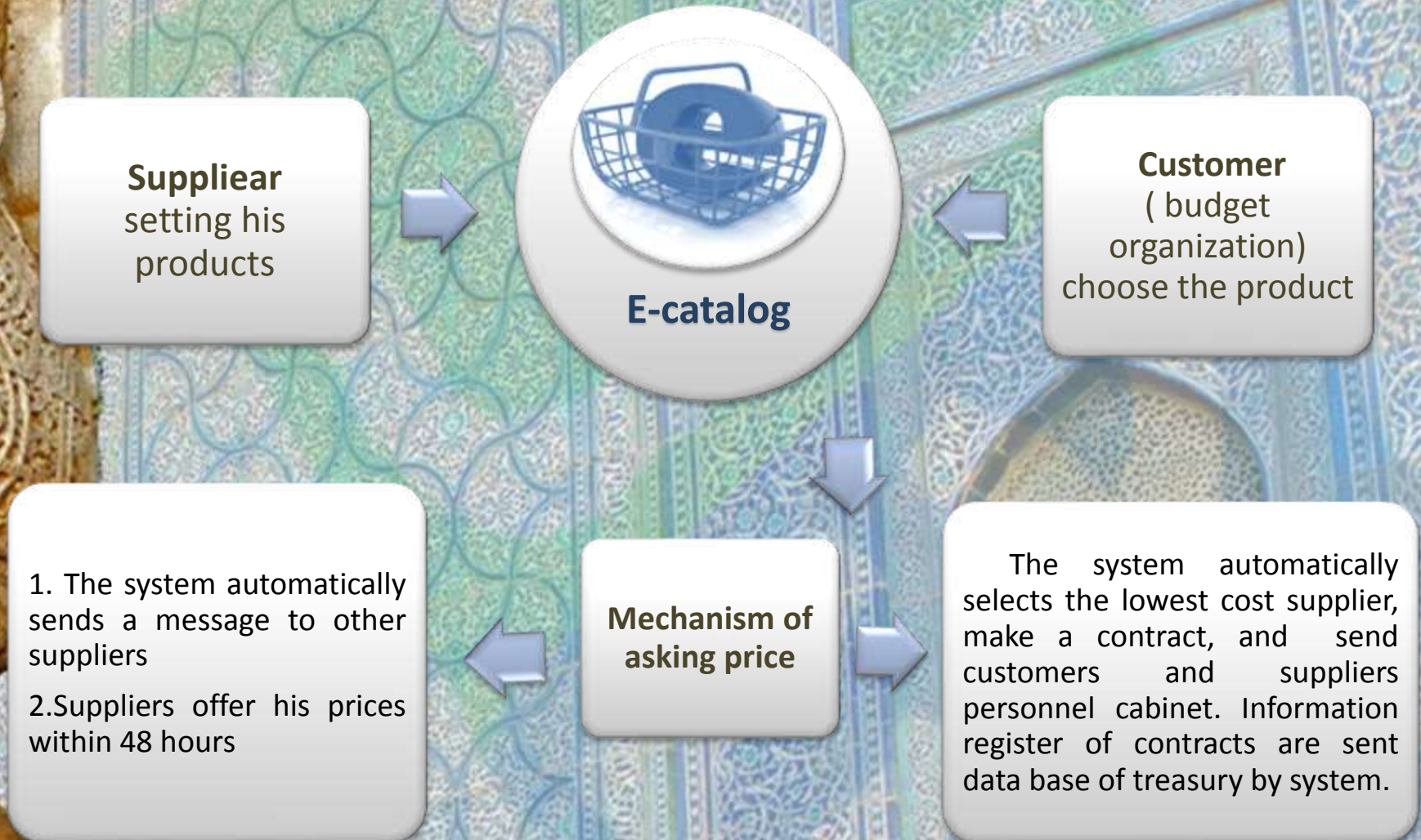


**Simplification of
procurement process**



Simply searching

Working mechanism of E-catalog





Monitoring and oversight of Public Procurement in Uzbekistan

Regulation of the Cabinet #100 dated April 1, 2011

Working body is the Treasury under the Ministry of Finance(MOF) of Uzbekistan

Main tasks are:

- **Creation and maintaining the information database on the Public Procurement, oversight over the price formation under the public procurement**
- **Supervision over the enforcement of the decisions of the Government Commission by the state entities, local government, economic and government management bodies and economic entities and other conducting public procurement of goods, services and works.**

Main functions of the working body are:

- **Monitoring and analyses of the public procurement process and fulfilment of the quotas allocated for the local small business entities, preparation of the analytical and proposals for consideration of the Government Commission.**
- **Addressing the decisions and orders of the Government Commission to the appropriate Government and economic entities, local Government bodies, other organizations and commercial structures conducting public procurement, and also oversight over their implementation**



3

Perspectives and main directions of e-Procurement development in Uzbekistan

The ways of developing PPS in Uzbekistan

Developing of law bases on PPS system in 2015 year



Preparing and re-preparing qualified personnel on procurement process



Creating a single information system of PPS

International Cooperation in e-Procurement

France

- Cooperation in the sphere of public finance development
-

Korea

- e-Procurement F/S in 2009 by KIPA according to MOU
 - MOUs with PPS
-

UNDP & WB

- Strategy of development of Public Procurement System in Uzbekistan 2014-2025 years.
 - Working out of the Law “On public procurement”
-



Thank you!