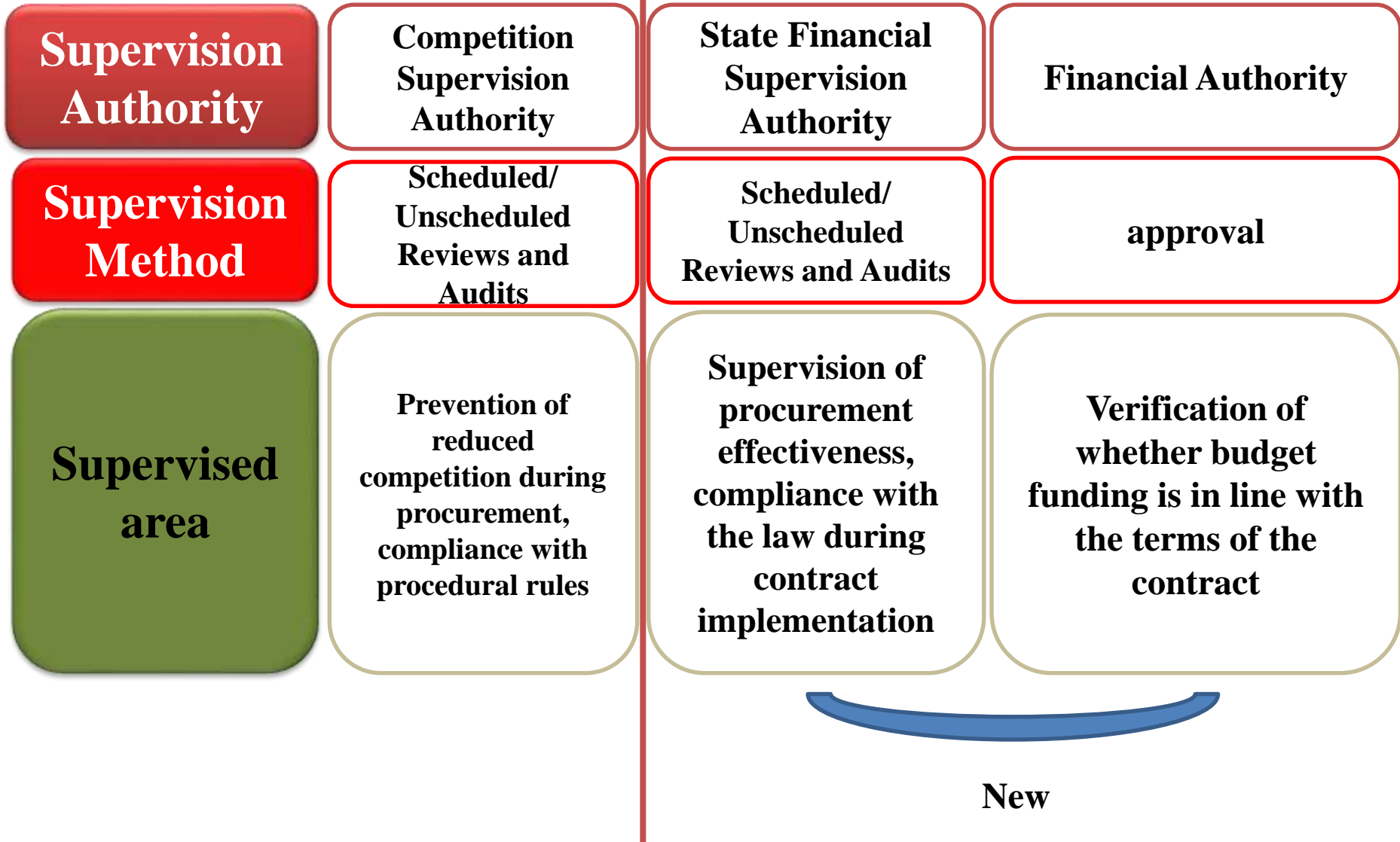




# **Supervision and Oversight in Procurement as a Tool of Efficient Project Implementation**

# Control in Procurement



# Supervision and Oversight Tools in Procurement

Bank management  
of public contracts

Treasury  
management  
of public contracts

Contract register

Requirements to  
procured items and  
their standard  
costs

# Bank Management of Public Contracts (1)

The aim of bank management of public contracts is *to set up by the customer (in some cases by the supplier (contractor, implementing agency) of an efficient project management system* under project implementation using common rules.

## Tasks of bank management of contracts:

- **for the customer:** efficient use of resources/fulfillment of functions (including under state and municipal programs);
- **for the supplier:** minimization of costs related to investment project implementation (with provision of quality of its implementation)/reduced interest rates/reduced bank guarantee payments;
- **for the bank:** loan repayment/no calls for bank guarantees in cash by the customer/receipt of payment for services provided.

## Bank Management of Public Contracts (2)

Simple management of public contracts

1) Monitoring of payments to suppliers, contractors, implementing agencies, subcontractors and co-implementing agencies engaged in the contract

2) Communication of monitoring results to the customer

3) Provision of other services that make it possible to ensure that accepted goods, works and services are consistent with the terms of the contract

Expanded management of public contracts

# Treasury Management of Public Contracts

The price of the public contract exceeds 1 billion rubles.

Condition of the transfer of advance payments to the accounts opened for the regional branches of the Federal Treasury in the offices of the Central Bank of the Russian Federation

Advance payment

is transferred on the basis of  
the payment order

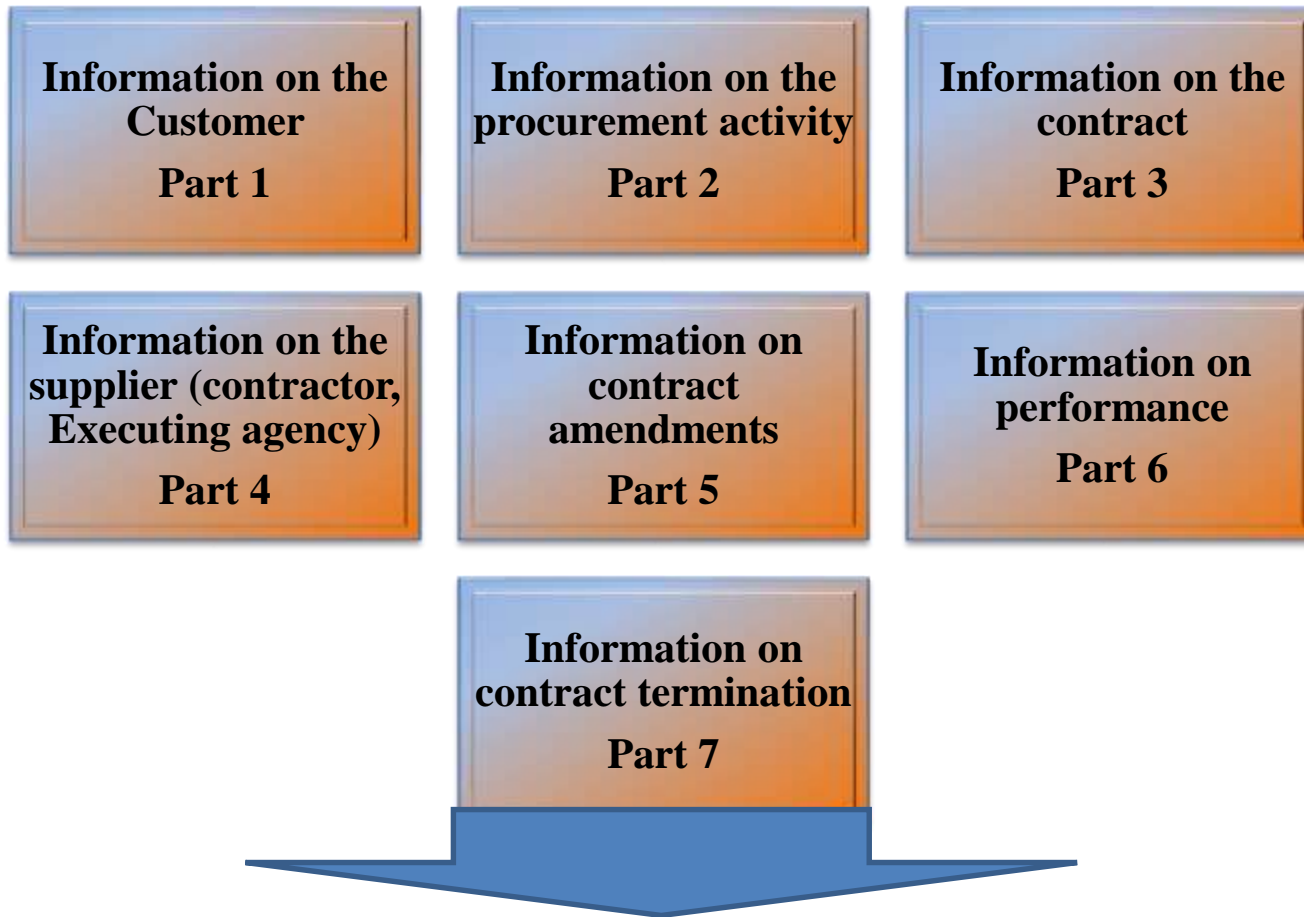
Account of the legal entity opened for the Federal Treasury in the Central Bank

- Ban to transfer funds:
- to accounts opened in a banking institution;
  - as a contribution to the charter capital of another legal entity;
  - to place funds on deposit accounts.

Advance payments in cash based on the payment order that confirms a money liability

**Treasury supervision of budget funds disbursement**

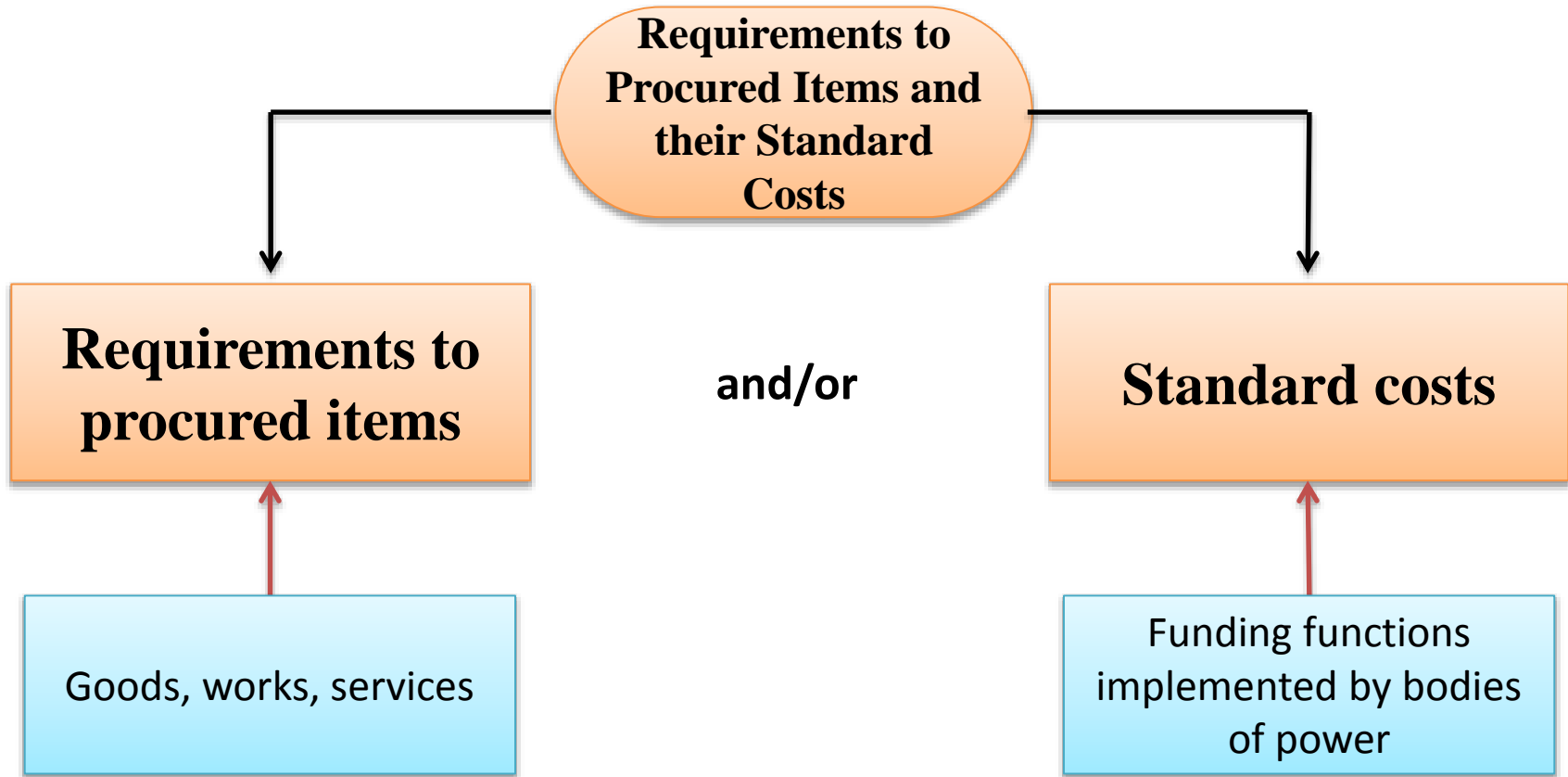
# Contract Register



Citizens' oversight

# Requirements to Procured Items and their Standard Costs

## Types of Requirements to Procured Items and their Standard Costs (1)





## Types of Requirements to Procured Items and their Standard Costs (2)

Requirements on the basis of **requirements to goods** (works, services) mean defined properties of a certain product that make it suitable for use for the purpose of delivery of state (municipal) services and fulfillment of functions

**Requirements** must determine the following properties of the product:

- functional;
- ergonomic;
- aesthetic;
- technological;
- ecological;
- reliability;
- safety and security

**Standard costs** define maximum costs in monetary terms to finance functions of a specific public official (groups of public officials)

**Calculation formulas** take into account:

- Standard financing rates of logistical support of public authorities;
- Service life of fixed assets;
- Staff size;
- Remaining fixed assets and inventory stock
- Unit price of products (works, services)

# Application of Requirements to Procured Items and their Standard Costs in Procurement

## Standard Costs

1

In planning procurement of goods, works and services to prepare the procurement plan

2

In the budget process to prepare justification of budget appropriations to procure goods, works and services for the purpose of funding state and municipal functions

## Requirements to Procured Items

Exclusion of procurement of goods, works and services that have excess consumer properties or are luxury items



**Ministry of Finance of the Russian Federation**

**THANK YOU FOR ATTENTION!**