

The future of Public Procurement

Strategic Procurement Team

Public Procurement – DG GROW – C2

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BRIEFING

MISSION AND ACTIVITIES



The Power of the Public Purse

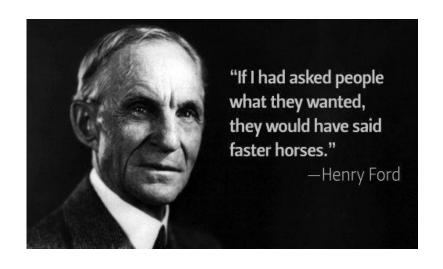
 Public Procurement is the flywheel for delivering PUBLIC VALUE within our democratic system with tax payer's money







Procurement of Innovation: Time is NOW



- Faster
- Better
- More affordable





EU Legal Framework

The Procurement Directives:

What are the possibilities?

Answer:

- Legal framework supports the ambition
- Just do it!





Example: Guidance on Innovation

City of Copenhagen: Replacing Street Lights

Overall policy objectives:

- custom designed Led Lantern for streets
- Save energy and CO2
- Improve quality of lightening and increase of security/comfort
- Central management of lights and integration with traffic density







Different approach to procurement:

- Different procedure: competitive dialogue
- Different award criteria: price 25%, task performance and organization 25%, lighting solution 20%, energy and environmental qualities 30%.
- Take time! Prepare, Consult Market! Duration 16 months till signature contract







- 57% reduction on energy consumption
- Reduction of maintenance costs of 1.6 million a year on an investment of 26 mln.

Details are available at:

https://spice-project.eu/

https://spice-project.eu/wp-content/uploads/sites/14/2017/08/Copenhagen_Street_Light.pdf



When you start your journey

Source: Paul Iske, Professor – Institute of Brilliant Failures, Maastricht (Ecoprocura 2018)

NT + OO = EOO

New Technology Old Organisation

Expensive Old Organisation



Get in the helicopter



Internal organisational changes needed for innovation procurement

- Loosing the Silo's, working cross departmental and organisational
- Professionalization of the procurement function and introducing risk management



Get in the helicopter



External organisation changes needed for innovation procurement:

- Increase of collaboration
- Sharing of Resources (Intelligence, Costs)
- Increase of Speed of Things (digital, hyper connectivity)



When you start your journey: reality

Source: Paul Iske, Professor – Institute of Brilliant Failures, Maastricht (Ecoprocura 2018)







Procurement within European Commission

- DG GROW C2 (public procurement), team Strategic Procurement
- Collaborate within GROW, examples: B4 (procurement data), C3 (Concessions)
- Align commission's Activities on Procurement (co-hair Steering group with RTD): CNECT, ENV, CLIMA, ENER, HOME, SANTE, REGIO etc.
- Enhanced cooperation with RTD and European Innovation Council (Work programme and EIC-calls)



Funding an European procurement community

Ongoing Projects:

- Big Buyers for Climate and Environment
 - More info: https://bigbuyers.eu/
- Experimenting Innovation 'broker' role
- Public Procurement of innovation Calls



Funding an European procurement community

Training schemes Central Purchasing bodies

More information : https://ppe.bbg.gv.at/

NEW: Digital Collaborative space for European public buyers



Knowledge Building



- Guidances (Innovation, Buy Social)
- Webinars (Buy Social and Innovation Guide: Connection to Ecosystem, IPR, Risk Management)
- Studies (Value of Innovation)





Registration: https://webgate.ec.europa.eu/cas/login?loginRequestId=ECAS_LR-35811038-5vtizKmBUXhmnYvwU34iU8ePI7icFdhd6zajQYdC7htqUmctiBpIy8Yy0InJjo2Vp8ezPNpla1EKe0KCEdxjwam-yntOf97TTHqozwcSofbotzm-UH8AbzLn1bWmDHx5IzIn7POtRxZgZ8Yscgct7TJMLZXq5DneBooRS0obReUjBuzLTIN6HwXixQIBNMXgpex8M8G



Conclusion

- Change is here to stay operating in a rapidly changing world
- It will have an effect on your procurement function
- Start deal with it before it starts dealing with you!



Let's keep in touch!



Website European Commission on Public Procurement https://ec.europa.eu/growth/single-market/public-procurement_en



Actors for social procurement Impact https://www.linkedin.com/groups/12541336/



Agents of Innovation Procurement https://www.linkedin.com/groups/12467827/



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Thank you



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