# Modernisation of public procurement

Proposal for a directive of the European Parliament and of the Council

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Tarabella's report

- > Administrative simplification
- > E-Procurement
- Sustainability of public procurement
  - New criteria for MEAT
  - Abnormally Low Tenders (ALTs)
  - Sub-contracting
  - Public services' protection
- Conclusion

## **Objectives of Tarabella's Report**

Simplification of the rules and greater flexibility for contracting authorities and economic operators

Reinforcement of sustainability in public procurement

Improve efficiency of public spending

# Simplification and more flexible rules

Wide use of public public cooperation, which allows to contracting authorities to not apply the directive if they fulfill the conditions established by it

Light regime for social and health care services
 Simplification of procedures and more flexibility related to social services through
 Prior Information Notice (PIN)

**Contract notice** 

### E-procurement

The administrative simplification and the decreased expenditure, through the mandatory use of E-Procurement, will help both contracting authorities and economic operators.

**RESULT: BEST VALUE FOR MONEY** 

Sustainable public procurement New criteria for MEAT

> Application of the « Most Economically Advantageous Tender»

Improvement of environmental criteria

Introduction of social criteria

#### Sustainable public procurement

Public procurement criteria

- Selection and award criteria, as well as exclusion grounds must be linked to the respect of:
  - Collective labour agreements
  - Environmental law
- All these criteria are instruments for the contracting authorities to take into account in order to deliver better quality procurement
  Reinforcement of the rules on Abnormally Low
  - Tenders (ALTs)

Sub-contracting

End of « unfair sub-contracting »

Economic operators shall provide detailed informations on the amount of the subcontract and on its subcontractor

Member States may establish a liability principle throughout the sub-contracting chain

#### Public services protection

A key provision states the principle of free administration of public authorities

- > Increasing of threshold for social and healt care services from 500 000 to 750 000 €
- > Affordability, high quality and sustainability criteria for social and health care services

Possibility to put in place reserved contract for organisations pursuing mission of public interest

## Conclusion

Sustainable public procurement, based on new environmental and social criteria, public health protection, as well as a stricter control on ALTs represent the most efficient instruments in order to increase the quality and trans-nationality of public procurement.

Sustainability criteria are essential in order to fight against social dumping and unfair competition within and beyond EU's borders.