CHAPTER 5 PUBLIC PROCUREMENT

Priority 5.1 Giving an organisation for procurement the task of guaranteeing a coherent policy and steering its implementation

1 Schedule of legislative alignment

Table 5.1.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|-------------------------|--|-------|-----------------------|------------------|
| 1 | | Necessary Legislation for Tasking an Organisation for Developing and Monitoring a Coherent and Applicable Policy within a Comprehensive Approach on Public Procurement | | Ministry of Finance | 2009 |

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

Table 5.1.2

| No | Requirements | Year | | | |
|-------|--|------|--|--|--|
| (Mini | (Ministry of Finance) | | | | |
| 1 | Strengthening of the administrative capacity of the existing department within the General Directorate of Budget and Fiscal Policy of the Ministry of Finance with a view to develop a coherent and applicable policy within a comprehensive approach on public procurement and ensure effective and efficient monitoring of the implementation of this policy | 2009 | | | |

3 Financial requirements and resources

Table 5.1.3 (Euro)

| Requirements (Ministry of Finance) | Year | National Budget | EU sources | Other | Total |
|--|------|-----------------|------------|-------|--------|
| I- Investment | | | | | |
| II- Legislative approximation and implementation | | | | | |
| - Personnel | | | | | |
| - Training | | | | | |
| Strengthening the administrative capacity of the existing department within the General Directorate of Budget and Fiscal Policy of the Ministry of Finance | 2009 | | 10,000 | | 10,000 |
| - Consultancy | | | | | |
| - Translation | | | | | |
| - Other | | | | | |
| Total | | | 10,000 | | 10,000 |

Priority 5.2 Presenting a comprehensive strategy which will include all reforms necessary for legislative alignment and institutional capacity building in order to comply with the acquis

1 Schedule of legislative alignment

Table 5.2.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|-------------------------|---------------------------|--|-----------------------|------------------|
| 1 | | Document | Presenting a comprehensive strategy including all reforms necessary in terms of legislative alignment and institutional capacity building in order to comply with EU acquis under Public Procurement Chapter | • | 2009 |

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

No institutional capacity building requirement is envisaged under this priority at this stage.

3 Financial requirements and resources

No financial requirement is envisaged under this priority at this stage.

Priority 5.3 Implementing the public procurement strategy

1 Schedule of legislative alignment

Table 5.3.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|--|--|---|--|------------------|
| 1 | Directive No. 2004/17/EC | Law on the Contracts of Entities Acting in the Fields of Energy, Water, Transport, Postal Services | Regulating procurement procedures within the framework of alignment with the EU acquis, for the entities and enterprises operating in the water, energy, transportation and postal sectors | Ministry of Finance, Public Procurement Authority | 2009-2010 |
| 2 | Directive No. 2004/18/EC | Public Procurement Law | Introducing a new law on Public Procurement, which will bring the scope and exceptions of Turkish PPL in line with the EU acquis and overcome the shortcomings and deficiencies on the implementation of the Law. | Ministry of Finance, Public Procurement Authority | 2009-2010 |
| 3 | Directive No. 2004/18/EC | Legal Arrangement regarding Concessions Awarded for Certain Investments and Services | Regulating the procurement procedures for awarding concessions, which has gradually become a common practice all around the world. Ensuring harmonization of procedures for awarding concessions according to the EU and other international rules | Ministry of Finance Public Procurement Authority Undersecretariat of State Planning Organization Undersecretariat of Treasury | 2009-2010 |
| 4 | Directive No. 2004/18/EC Green Paper No. COM/2004/0327 | Law on Realization of Certain Investments and Services within the Framework of Public-Private Partnership Models | Regulating the Public-Private Partnerships procedures (PPPs), which are used widely throughout the world, for realizing infrastructure investments. The Law envisages regulating procedures and principles of realizing certain investments and services of the entities by the real or legal persons through public-private partnership model contracts subject to private law. The tender procedure within this framework will be subject to Public Procurement Law. | Undersecretariat of State Planning Organization | 2009-2010 |

Table 5.3.1 (Continued)

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|--------------------------|---|--|---------------------------------|------------------|
| 5 | Directive No. 2004/18/EC | Implementing Regulation on Procedures and Principles of Electronic Procurement, Amendments on existing Implementation Regulations | Implementing the amendment in the Public Procurement Law No. 4734 regarding electronic procurement, and transposing other amendments to current implementing regulations. | Public Procurement Authority | 2009 |
| 6 | Directive No. 2004/17/EC | Implementation Regulation of the Law on Entities acting in the fields of Energy, Water, Transport and Postal Services ¹ | Regulating the procurement procedures of the entities operating in water, energy, transport and postal sectors . | Public Procurement Authority | 2010 |
| 7 | Directive No. 2004/18/EC | Secondary Legislation on Concessions Granted for Certain Investments and Services ² | Regulating the procurement procedures concerning concessions awarded for certain investments and services. | Public Procurement Authority | 2010 |
| 8 | Directive No. 2004/18/EC | Implementing Regulation Amending the Implementing Regulation on Procurement of Goods ³ | In order to overcome the shortcomings and deficiencies on the implementation of the Law, putting into force the amendments and regulations in Law No. 4734 and Law No. 4735, and bringing the implementation in line with the EU practices, procedures and principles. | Public Procurement Authority | 2010 |
| 9 | Directive No. 2004/18/EC | Implementing Regulation Amending the Implementing Regulation on Procurement of Services ⁴ | In order to overcome the shortcomings and deficiencies on the implementation of the Law, putting into force the amendments and regulations in Law No. 4734 and Law No. 4735, and bringing the implementation in line with the EU practices, procedures and principles. | Public Procurement Authority | 2010 |

It will be enacted after the adoption of Law on the Contracts of Entities Acting in the Fields of Energy, Water, Transport, Postal Services (Table 5.3.1., Line 2)

It will be enacted after the adoption of Legal Arrangement regarding Concessions Granted for Certain Investments and Services (Table 5.3.1., Line 4)

It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3)

It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3)

Table 5.3.1 (Continued)

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|--|---|---|---------------------------------|------------------|
| 10 | Directive No. 2004/18/EC | Implementing Regulation Amending the Implementing Regulation on Procurement of Works ⁵ | In order to overcome the shortcomings and deficiencies on the implementation of the Law, putting into force the amendments and regulations in Law No. 4734 and Law No. 4735, and bringing the implementation in line with the EU practices, procedures and principles. | Public Procurement Authority | 2010 |
| 11 | Directive No. 2004/18/EC | Implementing Regulation Amending the Implementing Regulation on Procurement of Consultancy Services ⁶ | In order to overcome the shortcomings and deficiencies on the implementation of the Law, putting into force the amendments and regulations in Law No. 4734 and Law No. 4735, and bringing the implementation in line with the EU practices, procedures and principles. | Public Procurement Authority | 2010 |
| 12 | Directives No. 2004/18/EC and 89/665/EC, 2004/17/EC and 92/13/EC | Implementing Regulation Amending the Implementing Regulation on Administrative Applications against Procurements ⁷ | In order to overcome the shortcomings and deficiencies on the implementation of the Law regarding complaint procedures and ., putting in to force the amendments and regulations of Law No. 4734 and Law No. 4735, and bringing the implementation in line with EU practices, procedures and principles with the enforcement of the Draft Procurement Law on Entities operating in Energy, Water, Transport, and Postal Services. | Public Procurement Authority | 2010 |
| 13 | Directives No. 2004/18/EC and 89/665/EC, 2004/17/EC and 92/13/EC | Communiqué on Administrative Applications against Procurements ⁸ | With the enactment of the Draft Procurement Law on Entities Operating in Energy, Water, Transport, and Postal Services, and of the Public Procurement Law, effectuating relevant arrangements and ensuring implementation to be in accordance with EU practices, standards and principles. | Public Procurement Authority | 2010 |

⁵ It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3) ⁶ It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3) ⁷ It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3) ⁸ It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3)

Table 5.3.1 (Continued)

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|--|--|--|---|------------------------------|
| 14 | Directives No. 2004/18/EC and 2004/17/EC | Communiqué Amending the General Communiqué of Public Procurements ⁹ | Making necessary amendments on the General Communiqué for a better understanding and implementation of the regulations within the framework of alignment with the EU acquis by the entities. | Public Procurement Authority | 2010 |
| 15 | Directive No. 2004/18/EC | Implementing Regulation of the Law on the Realization of Certain Investments and Services within the Framework of Public-Private Partnership Models ¹⁰ | Enacting secondary legislation on public-private partnerships. | Undersecretariat of State Planning Organization | 2010 |
| _ | Directive No. 2004/18/EC Regulation No. 2003/2151 | Law Amending the Public Procurement Law and Public Procurement Contracts Law | Alignment to EU legislation in terms of domestic preferences and the use of Common Procurement Vocabulary (CPV) of the EU | Ministry of Finance, Public Procurement Authority | Upon accession 11 |
| 17 | Directive No. 2001/78/EC | Transposing EU Legislation Regarding Standard Forms to Turkish Legislation. | Establishing the infrastructure of the standard forms concerning the publication of the tender notices which will be submitted to Official Journal of the EU upon accession and ensuring uniform application, facilitating the implementation, thereby improving transparency and competition until accession. | Public Procurement Authority | Upon accession ¹² |

⁹ It will be enacted after the adoption of Public Procurement Law(Table 5.3.1., Line 3)

10 It will be enacted after the adoption of Law on the Realization of Certain Investments and Services within the Framework of Public-Private Partnership Models (Table 5.3.1., Line 5)

11 Required arrangements for legislative alignment will be made one year prior to membership and enter into force upon accession.

12 Required arrangements for legislative alignment will be made one year prior to membership and enter into force upon accession.

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

Table 5.3.2

| No | Requirements | Year | | | | | |
|-------|--|-----------|--|--|--|--|--|
| (Publ | Public Procurement Authority) | | | | | | |
| 1 | Restructuring of the Public Procurement Authority in parallel with the legal arrangements | 2009-2013 | | | | | |
| 2 | Training program of the trainers for the public procurement experts for the implementation of the aligned Public Procurement Law | 2009-2013 | | | | | |
| 3 | Restructuring and strengthening of the Electronic Public Procurement Platform in order to disseminate electronic public procurements | 2009-2013 | | | | | |
| 4 | Training of the users of Electronic Public Procurement Platform | 2009-2013 | | | | | |
| 5 | Exchange of experience and training in the member states in order to increase the skills of the Authority's staff on the amendments to comply with the EU acquis; especially on the implementation of electronic procurement, dynamic purchasing system and framework agreements | 2009-2013 | | | | | |
| 6 | Training the stakeholders on the novelties introduced by the alignment process to the EU acquis and their implementation (in terms of electronic auction, dynamic purchasing system and other electronic procurement implementation) | 2009-2013 | | | | | |
| 7 | Training of stakeholders on the implementation of the legislation on Concessions and Public-Private Partnership | 2009-2013 | | | | | |
| 8 | Strengthening the capacity of the Public Procurement Authority and other related institutions for the implementation of Law on the Contracts of Entities Operating in the Fields of Energy, Water, Transport, Postal Services | 2009-2013 | | | | | |
| 9 | Strengthening the capacity of related institutions for effective implementation of the remedies system. | 2009-2013 | | | | | |
| 10 | Establishment of certification systems relating to qualification of economic operators in order to provide efficiency and standardization in public procurements. | 2009-2013 | | | | | |

3 Financial requirements and resources

Table 5.3.3 (Euro)

| (Euro) | | | | | |
|--|-----------|-----------------|------------|-------|--------------------------|
| Requirements (Public Procurement Authority) | Year | National Budget | EU sources | Other | Total |
| I- Investment | 2010-2012 | 4,000,000 | 12,000,000 | - | 16,000.000 ¹³ |
| II- Legislative approximation and implementation | | | | | |
| - Personnel | | | | | |
| - Training | 2010-2012 | 1,000,000 | 3,000,000 | - | 4,000,000 14 |
| - Consultancy | 2010-2012 | 200,000 | 600,000 | - | 800,000 |
| - Translation | 2010-2012 | 100,000 | | - | 100,000 |
| - Other | 2010-2012 | 25,000 | 75,000 | - | 100,000 |
| Total | | 5,325,000 | 15,675,000 | | 21,000,000 |

Priority 5.4 Promoting the use of electronic means in procurement procedures

1 Schedule of legislative alignment

Legislative alignment measures envisaged under this priority are mentioned in Table 5.3.1.

$\underline{\textbf{2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation}$

Institutional capacity building requirements envisaged under this priority are mentioned in Table 5.3.2.

3 Financial requirements and resources

Financial requirements envisaged under this priority are mentioned in Table 5.3.3.

¹³ Figures for investment within the tables refer to the investments to be made in order to implement electronic procurement procedures.

¹⁴ Training activities are envisaged on the issues such as concessions and public-private partnership; contracts of entities acting in the fields of energy, water, transport, postal services; framework agreement, dynamic purchasing system, electronic auction, electronic procurement implementations...etc. and also covering other public institutions and administrations.