PUBLIC PROCUREMENT REFORM

FACTSHEET No. 2: SIMPLIFYING THE RULES FOR BIDDERS

Reduction of administrative burden

Bidders may prove their suitability, financial status and abilities with **self-declarations** instead of providing full documentary evidence as previously required. The **European Single Procurement Document**, a standard self-declaration form will facilitate this.

Only the winning bidder will have to provide full documentary evidence. This can be done either by the winning bidder or the contracting authority can get the information directly from national databases if the winning bidder indicates the relevant databases in his European Single Procurement Document.

Overview of burden reduction measures:

	Old rules	New rules
At the start	All bidders: full documentary	All bidders: European Single
	evidence	Procurement document (standard
of a procurement		self-declaration form)
procedure	Overall burden: high	Consult boundary laws
	KG KG KG KG	Overall burden: low
	ACT ACT ACT	
At the end		Winning bidder: full documentary
-f		evidence or link to national
of a procurement		databases
procedure		Overall burden: low

Enhanced access to public procurement for SMEs

• Financial situation of bidders

Contracting authorities should accept all bidders with an adequate financial status for the contract. In the past, smaller bidders were often excluded because the contracting authorities asked for high annual turnover figures even for contracts of a low monetary value. In the future, the required annual turnover should normally not be higher than twice the contract value.

Awarding contracts in small portions (lots)

Large contracts can often be divided into smaller portions which allow the participation of smaller undertakings. Contracting authorities are therefore **encouraged to divide larger**

contracts into lots. However, they may still not split contracts into lots, but then they will have to explain why.

Overview of SME access enhancing measures:

	Old rules	New rules
Financial situation of bidders	No strict limits for turnover requirements	Annual turnover of bidders must not be higher than twice the contract value.
	Required turn over Actual turn over Contract value	Required turn over Contract value
		Deviation from this rule requires explanations
Awarding contracts in small portions (lots)	Free choice for contracting authorities whether to split contracts into lots or not	Splitting into lots becomes the rule
	Contract	Lot Lot Lot
	SME	SME
		Deviation from this rule requires an explanation