

# Transparent public procurement

## Background

Launch of the electronic system of public procurements Prozorro (rather than paper tenders) is intended to reduce corruption through increasing transparency and efficiency, boosting competition and introducing online bidding procedures. All public procurements (of state and local budgets, and state companies) have been transferred to Prozorro.

## Timeline

### **The Anti-Corruption Action Center calls on the President Volodymyr Zelenskyi to prevent changes in “rules of the game” in public procurements**

30.06.2021

On June 3, 2021, the Verkhovna Rada adopted draft law No. “On Amendments to the Law of Ukraine “On Public Procurements” and other laws regarding improving the system of appeals against public procurements”. Member of Parliament Arseniy Pushkarenko proposed the amendment at the last moment of adoption the draft law. Amendment No.35 was supported by Members of [...]

### **Transparency, but lack of accountability: how to overcome public procurements corruption? AntAC study**

22.11.2018

In Ukraine before the 2013 - 2014 Revolution of Dignity public procurements were one of the most widely used tools of embezzlement and misappropriation. To address the issue, procurement reform was put as a priority on the state's reforms agenda. In December 2015, the Ukrainian Parliament passed a new framework law aimed at fundamental change of the approach to conducting [...]

### **AntAC lawyers managed to terminate a 360,000 USD public procurement contract with a blacklisted company**

12.10.2018

Anti-Corruption Action Center has achieved termination of public procurement contract on conveyers details. The contract amounted to 10 million UAH (around 360,000 USD). The winning company LLC

“Ukrmet Group” turned out to be banned from taking part in public procurements till 2021. In July 2018 Ukraine’s antimonopoly committee brought it to liability for the anti-competitive [...]

## **AnTAC achieved termination of 42 million UAH contract: authorities tried to pay twice for the same road repairs**

23.08.2018

Anticorruption Action Center has achieved the cancellation of a tender worth more than 42 million UAH. The authorities wanted to spend this money on already paid repair of roads in Ternopil region. Thus, in June this year the Department of Capital Construction of the Ternopil Regional State Administration announced a tender for road repairs in region [...]

## **AntAC stopped ‘siphoning’ of 23 million UAH**

17.08.2018

During July 2018 the AntAC has achieved termination of seven contracts of public procurements. NGO prevented misappropriation of public funds amounting to 23 million UAH. Four of seven public procurements contracts were terminated since one of the sides was a company blacklisted by the Antimonopoly Committee of Ukraine for violation of competition on public bids. According [...]

## **AntAC achieved termination of contract of public procurement with blacklisted company**

29.06.2018

Anti-Corruption Action Centre has achieved the termination of contract of public procurement totaling 3 million UAH, where one of the side was company blacklisted by the Antimonopoly Committee of Ukraine for violation of competition on public bids. On May, 2018 LLC EURO-RECONSTRUKTSIYA, that provides hot water and heating to Kyiv citizens, held a tender for [...]

## **AntAC prevented misappropriation of public funds on procurements in education**

15.06.2018

AntAC has achieved the termination of public procurement contract totalling 12 million UAH. Winning company is turned out to have been connected with their only one competitor. On that score the AntAC addressed the Antimonopoly Committee of Ukraine, the customer and the head of Busk state regional administration regarding violation of competition on public bids, [...]

## **AntAC prevented misappropriation of public funds on procurements**

08.06.2018

During April 2018 AntAC has achieved the termination of three contracts of public procurements, where one of the sides was a company blacklisted by the Antimonopoly Committee of Ukraine for violation of competition on public bids. Thus, blacklisted LLC "Production Association "Kovelsilmash" had concluded agreements with SE "Lvivvugillya" and with a regional branch of PJSC "Ukrainian [...]"

## **AntAC achieved termination of 21 million UAH agreement with all participants of tender being connected people**

08.11.2017

AntAC achieved termination of a 21 million UAH agreement, where all participants of the tender were connected. The Department on housing and utilities of the Dnipropetrovsk oblast state administration ordered construction of a water supply line from Kryvyi Rig town to the village Zelenyi Hay. AntAC lawyers detected that all participants of the tender are [...]"

## **Analysis of new procurement system**

15.11.2016

AntAC presented its analysis of the efficiency of the new system of procurements in 2015-2016.

## **Introduction of Prozorro procurement system**

25.12.2015

The Parliament adopted the Law "On public procurements" which introduced the new system of public procurements Prozorro.

# **Documents**

## **SBC**

"Transparency and competitiveness in public procurement via significant reduction of the list of exceptions from the sphere of public procurement, ensuring competitive procurement and access to information related to public procurement, in particular by public enterprises"

Full doc:

## **IMF**

Prior actions: "Parliament will pass a new public procurement law to strengthen governance and checks and balances, including reducing exemptions from regular competitive procedures. "

Full doc: <https://www.imf.org/external/np/loi/2014/ukr/081814.pdf>