

Strategic Approach to Scale Up Use of e-GP: The Philippine Story

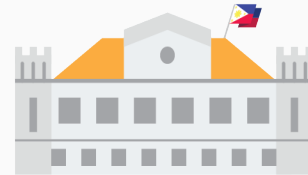


Scaling Up Use of eGP

Outline

- A. The Enabling Environment for eGP
- B. Establishment of the PhilGEPS
- C. Scaling Approach
 - i. Government
 - ii. Market Operators
 - iii. SAI and CSO
- D. Challenges in Scaling Up Use of eGP
- E. Enhanced Utilization: Moving Forward

Scaling Up Use of eGP



A. The Enabling Environment for eGP

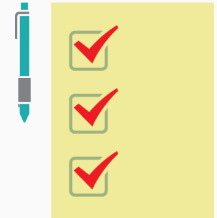
1. Establishment of the Legal Framework for eGP

- Executive Order No. 322, 2000
- Executive Order No. 40, 2001
- Republic Act No. 9184, 2003 – The Government Procurement Reform Act (GPRA)



Scaling Up Use of eGP

- GPRA: Principles of Public Procurement



Scaling Up Use of eGP



A. The Enabling Environment for eGP

2. Establishment of the Philippine Government Electronic Procurement System (PhilGEPS)

- Single electronic portal that shall serve as the primary and definitive source of information on all government procurement opportunities.

3. Creation of the Government Procurement Policy Board (GPPB)

- Body that formulates and amends public procurement policies, rules and regulations.



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B. Establishment of the PhilGEPS

1. Establish an **open, transparent, efficient, economical and competitive** marketplace for government procurement;
2. Secure **advantageous price/contract** for Government;
3. Build the framework to **continuously improve the procurement process**; and
4. Maintain **sustainability of its operations** over the long term.

PhilGEPS Journey



Pilot Electronic Procurement System 2000

E-Bulletin Board

Subscriber's Registry

E-Catalogue

PhilGEPS 2006

E-Bulletin Board

Subscriber's Registry

E-Catalogue

Expanded PhilGEPS 2011

Virtual Store

INP

GOP-OMR

E-Payment

E-Bid Submission

Auditor/CSO Module

APP



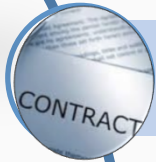
Current PhilGEPS Functionalities



Features of the Modernized PhilGEPS



Annual Procurement Plan



Contract Management



NPRI enabled



Connection with Various e-payment Facilities



Business Intelligence Capability



Connection with Various Government Registration System

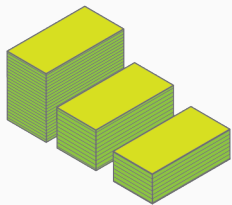
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C. Scaling Approach

1. Government – through the GPPB, to enforce use of PhilGEPS.

- a. Mandatory Registration of Procuring Entities / Contracting Authorities.
- b. Posting of the following in the PhilGEPS:
 - Posting of Invitation to Bid /RFP/RFQ
 - Posting of Supplemental/Bid Bulletins
 - Posting of Notice of Award
 - Posting of Contract and Notice to Proceed



Scaling Up Use of eGP

C. Scaling Approach



... Continuation:

- c. Incentivize Posting through the use of the Performance Based-Bonus (PBB) : Yearly Bonus of Government Employees.
- d. Reduce Advertisement of Procurement Opportunities in Newspapers of general nationwide circulation.
- e. Medium for the Centralized Procurement of Common-Use Supplies and Equipment / Electronic Catalogue.
- f. Budget Accountability - Registration of SAI Auditors for Purposes of Post Audit of procurement transactions .



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C. Scaling Approach



... Continuation:

- g. Source of Evidence – Ombudsman, in case of criminal prosecution.
- h. Repository – List of Blacklisted Suppliers , Contractors and Consultants.
- i. Continuing Enhancement of the System to Adapt to the Changes in the Procurement Environment.
- j. Communication Medium, Market Scan and Peer Review.
- k. Capacity Development and Training – Use of PhilGEPS.



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C. Scaling Approach



2. Market Operators – through directives from the GPPB to use PhilGEPS

a. Mandatory Registration of bidders: GOP-OMR – PhilGEPS Certificate of Registration.

b. Rationalized registration fees.



c. Participation in Procurement Opportunities.



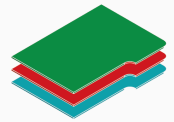
d. Efficient submission of Eligibility documents – to prevent disqualifications.

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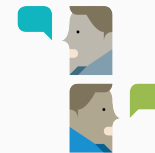
C. Scaling Approach

... Continuation:

e. Automatic Matching of Business Opportunities.



f. Price Validation and Comparison .



g. Feedback Tool – relative to the efficiency of the System, procurement procedures.



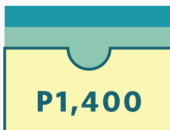
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C. Scaling Approach

3. Supreme Auditing Institution / Civil Society Organizations – participation through mandate of the law.



- a. Registration in the PhilGEPS as Auditors / Observers.
- b. Monitoring of procurement activities.
- c. Accountability of Budget Execution – Post audit of transactions



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D. Challenges in Scaling Up Use of eGP

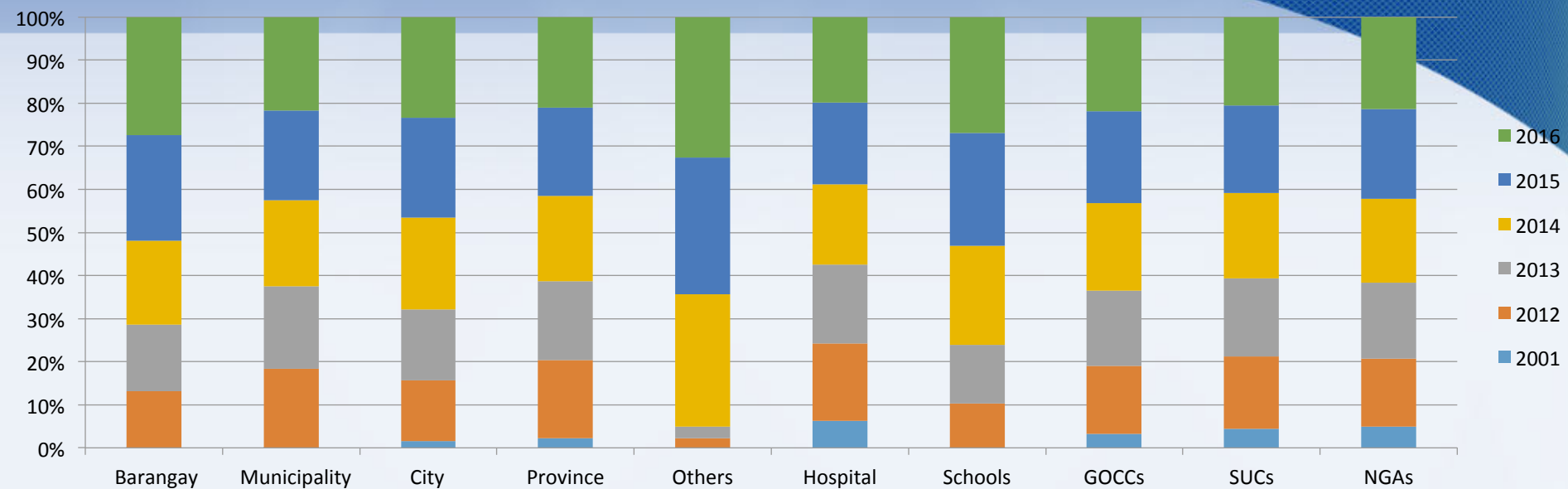
1. Use by Procuring Entities / Contracting Authorities
2. Lack of CSO Participation and Reporting
3. Slow Internet Connection
4. No e-GP solution (Off the shelf) that is one size fits all;

Scaling Up Use of eGP

D. Challenges in Scaling Up Use of eGP

5. Process must be streamlined first before computerization.
6. Policy changes must adopt to modern technology.
7. Working Relationship of the Joint Venture partners (Service Contractor) and the commitment and level of involvement of both are crucial.
8. Availability of the other e-Government Systems for linkage.

NUMBER OF AGENCIES REGISTERED

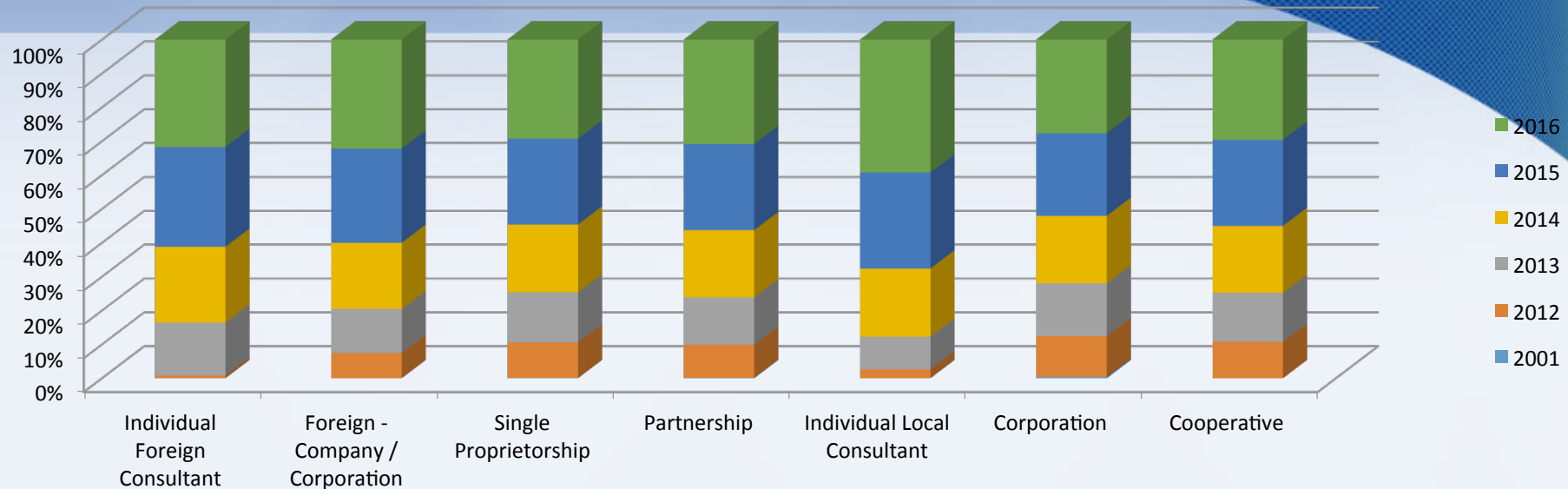


	2001	2012	2013	2014	2015	2016
Barangay	2	7,869	9,168	11,604	14,511	16,330
Municipality	4	1,387	1,443	1,513	1,582	1,636
City	18	162	189	246	266	270
Province	10	82	83	89	93	95
Others		6	7	82	85	87
Hospital	34	99	100	102	104	109
Schools	26	2,307	3,090	5,233	5,930	6,097
GOCCs	222	1,088	1,203	1,400	1,474	1,507
SUCs	77	292	316	344	353	358
NGAs	744	2,377	2,636	2,927	3,120	3,212

Data as of August 31, 2016

TOTAL : 29,701

NUMBER OF SUPPLIERS REGISTERED

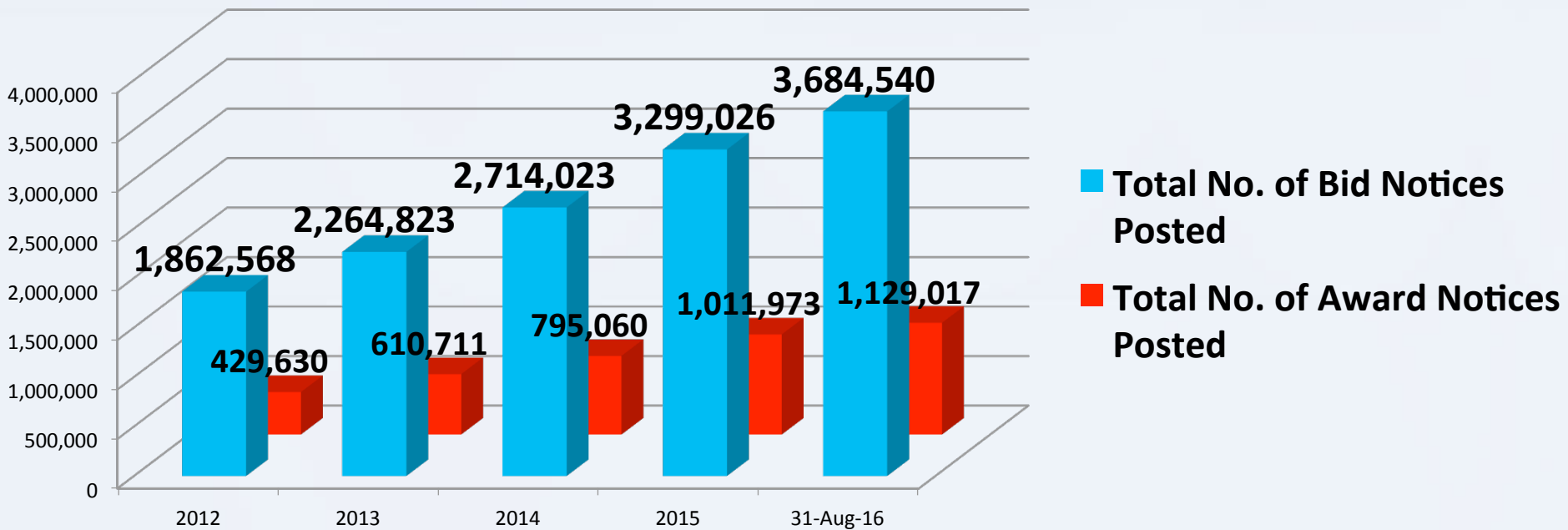


FORM OF ORGANIZATION	2001	2012	2013	2014	2015	2016
Individual Foreign Consultant		2	42	60	79	85
Foreign - Company / Corporation		401	697	1,054	1,496	1,733
Single Proprietorship	61	21,736	30,599	41,338	52,411	60,447
Partnership	6	608	871	1,230	1,578	1,918
Individual Local Consultant		312	1,144	2,386	3,367	4,654
Corporation	362	10,765	13,954	17,844	21,889	24,743
Cooperative	1	828	1,106	1,523	1,955	2,276

Data as of August 31, 2016

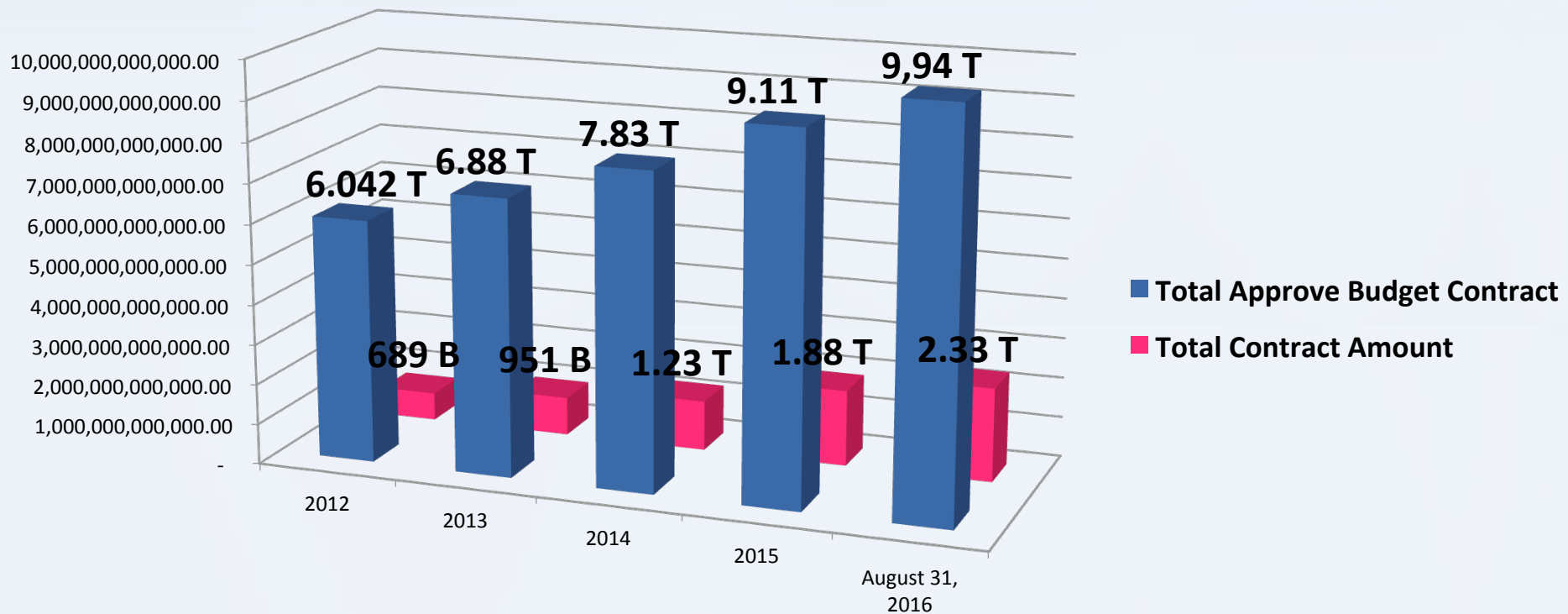
TOTAL : 95,856

NUMBER OF BID AND AWARD NOTICES

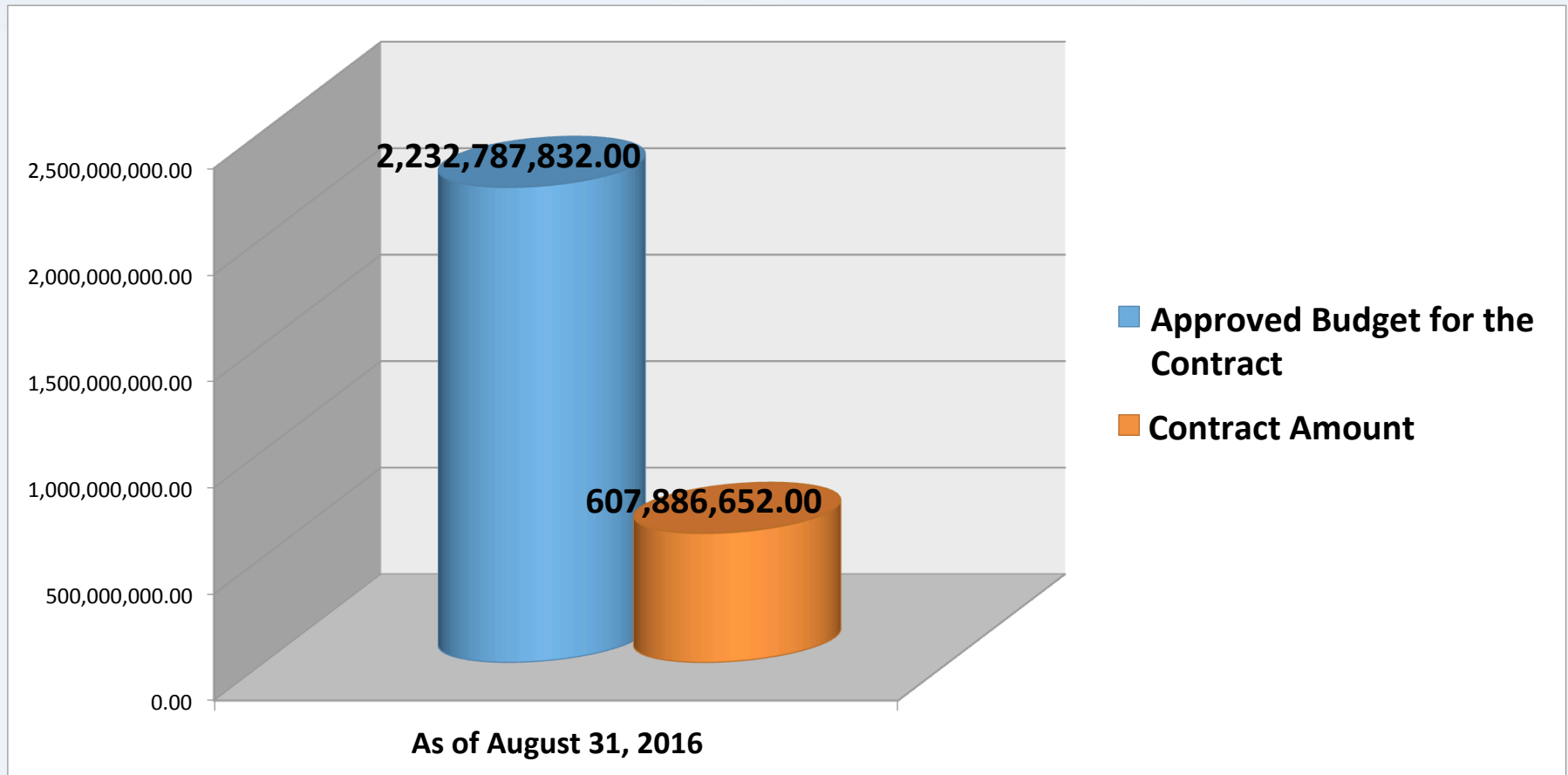


Data as of August 31, 2016

ABC AND CONTRACT AMOUNT COMPARISON



AMOUNT OF TRANSACTIONS SUBJECTED TO E-BIDDING IN PS- PHILGEPS



** Data as of August 31, 2016*

Scaling Up Use of eGP

E. Enhanced Utilization: Moving Forward

- **Electronic Procurement**
 - eShopping / eReverse Auction
- **Removal of Newspaper Advertisement – Posting in PhilGEPS Solely.**
- **Monitoring and Assessment Tool – Agency Procurement Compliance and Performance Indicator Tool (APCPI) / Online Procurement Performance and Compliance System (OPPCIS).**
- **Procurement Records Management.**
- **Enhanced PhilGEPS Modernization.**



The eProcurement System: Food for Thought



The country's eProcurement System is going through an arduous journey, where we achieve gains and encounter challenges... either way, we should always persevere to achieve our goal, that is:

**TO EFFICIENTLY SERVE OUR COUNTRY
AND OUR PEOPLE THRU THE DELIVERY OF
GOODS, WORKS AND SERVICES THRU
eGP...**



Thank You...

Dennis S. Santiago

Executive Director V

Government Procurement Policy Board – Technical Support Office

