Public Procurement Capacity Development Institute

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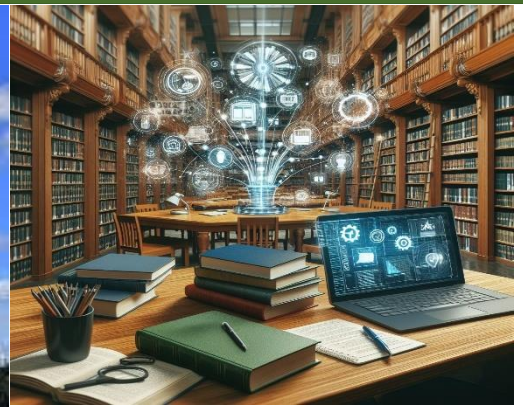
KONEPS

Public Procurement Sharing Platform in Korea



2025. 4. 30

한국조달연구원

KOREA INSTITUTE OF PROCUREMENT

Name : Jung Jin-Sung

Department : PPS

Public Procurement Capacity Development Institute

Contact : +82-10-3036-4759

E-Mail : jsjung@korea.kr

<Careers>

(2025.02~) Adjunct Professor of Public Procurement at Chungbuk Health & Science University

(2023.07~) Full-time Professor of Public Procurement Competency Development Institute

(2022.01~2022.11) Reform and revision of laws and systems related to public procurement

(2017.02~2021.12) Management of public procurement contract operations

- Information Technology and Service Contract
- Suppliers and customer support and management
- Director of a Local PPS Office

(1994.02-2017.02) Building and operating the KONEPS

Contents

I. Public Procurement in Korea

II. KONEPS Overview

III. Efficiency of public procurement

IV. Transparency and Fairness in public procurement

Ⅰ. Public Procurement in Korea

1. Role of the Public Procurement Service

The Role of the PPS(Public Procurement Service)

*As of December 2024

Procurement Service

- Goods Procurement(23B USD)
- Service Contract(6.2B USD)
- Construction Contract(19B USD)
- Construction cost review or Management (20B USD)

Stockpile Management

- Nonferrous Metal(6) , Rare Metal(8) Emergency supply and demand control material(5)
- Reserved(251M USD) Released (290M USD)

→ Stability of Price and Supply

Public Procurement Service

Goods & Property Management

- Goods(16M items , 17B USD)
- Property(25.6% of the country's total area)

KONEPS Management

- Centralized Procurement system
- Korea ON-line E-Procurement System

2. Public procurement policy in Korea

Centralized & Decentralized Procurement

- Central government entities are required to use PPS services for procurement above the threshold value

Goods & Services	above 77,000 USD (100,000,000 KRW)
Construction Works	above $2,310,000 USD (3,000,000,000 KRW)

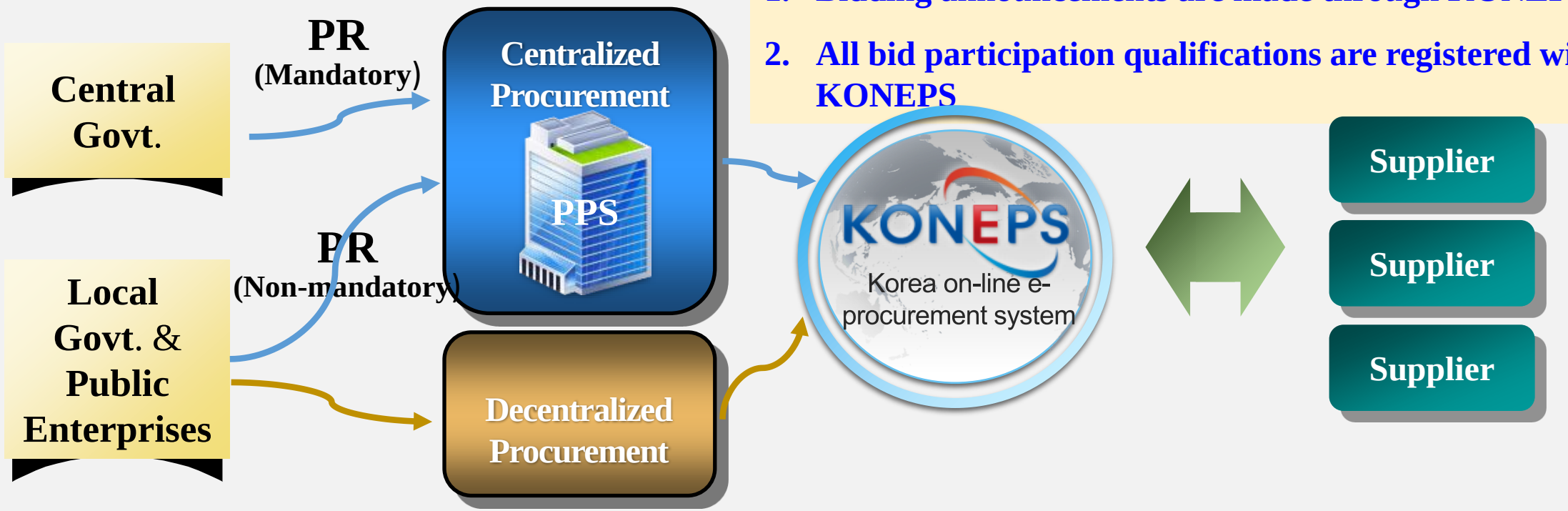
- Local govt. entities and public enterprises may procure either autonomously or use PPS services
- All public entities should purchase from PPS's Public shopping malls* whenever applicable

✓Of PPS's procurement, 48.4% was upon mandatory procurement request and 51.1% was upon non-mandatory procurement request

* Public shopping malls : unit-price framework contracts for commercial products established by PPS. All public entities may place orders against MAS contracts.

3. Public procurement system in Korea

1. **Bidding announcements are made through KONEPS**
2. **All bid participation qualifications are registered with KONEPS**



✓ **Other Procurement system in Korea(28)**

- Central government: Defense Acquisition Program Administration
- Public enterprise(24): Korea Railroad corp. Korea Electronic Power Corporation etc.)
- bidding system for special part(3): S2B, e-aT, k-apt

4. e-Procurement Laws & Regulations

Laws on electronic documents and signatures

- ❖ Framework Act On Electronic Documents And Transactions
- ❖ Digital Signature Act
- ❖ Electronic Government Act

Laws on public procurement

- ❖ Act On Contracts To Which The State Is A Party (for central Gov.)
- ❖ Act On Contracts To Which A Local Government Is A Party (for Local Gov.)
- ❖ Government Procurement Act (for PPS)

Law on e-Procurement

- ❖ Electronic Procurement Utilization And Promotion Act(2013. 3. 22)
  - ▪ Enforcement Decree, Enforcement Rule(2013. 9. 17)

- ❖ 17 types Rules of contract (including Government Bidding and Contract Execution Standards)
- ❖ 9 types Rules of e-Procurement (including Special Notice for Electronic Bidding)

Ⅱ. KONEPS Overview

1. Concept of KONEPS

Public Procurement Platform
that electronically handles
the **entire procurement process**

※ 나라장터 : National Market
- '02 Trademark application
- '04 Trademark registration
  (No. 41-0106226-000)

KONEPS(Korea On-line E-Procurement System)

Public Institutions

Single window for public procurement

Integrated bidding information

Suppliers

Participation in bidding for all public institutions
through one registration of KONEPS

2. Launch the KONEPS

Beginning of e-procurement

1997~2001

Centralized e-Procurement system
(e-Procurement EDI)

KONEPS development

2001~2002

One of the 11 key projects for e-government

- Establishment of Basic Plan for G2B Activation(2001)
- Full Grown Promotion of G2B Project(2002)

Launch the KONEPS

2002.10

Single window of e-procurement for public entities

2. Launch the KONEPS

11 key projects for e-government

- **Innovation in Services**
  - Government-wide e-Procurement System
  - Single Window for Civil Services
  - Integrated Social Security Information System
  - Internet-based National Taxation System
- **Administrative Productivity**
  - National Finance System
  - Integrated Administration System for Local Governments
  - Nation-wide Educational Administration System
  - Standardised Human Resources Management System
  - Consolidation of e-Document Exchange and e-Reporting
- **Infrastructure**
  - E-Authentication and e-Signature System
  - Government-wide Information Technology Governance Environment

3. Continuous improvement in KONEPS

2002
- KONEPS Service Launch

2008 ~ 2006
- Public Shopping mall (2006)
- Online technical evaluation (2008)

2011 ~ 2010
- Fingerprint recognition electronic bidding(2010)
- Mobile Electronic Bidding(2011)

2012
- KONEPS framework improvement

2015 ~ 2013
- Subcontracting Management System(2013)
- Public Procurement Statistics System(2014)
- KONEPS for the private sector(2015)

2022 ~ 2016
- Mall dedicated to Venture and Start-up companies(2016)
- Mall dedicated to Innovative Products(2020)
- Mall dedicated to Service transactions(2022)

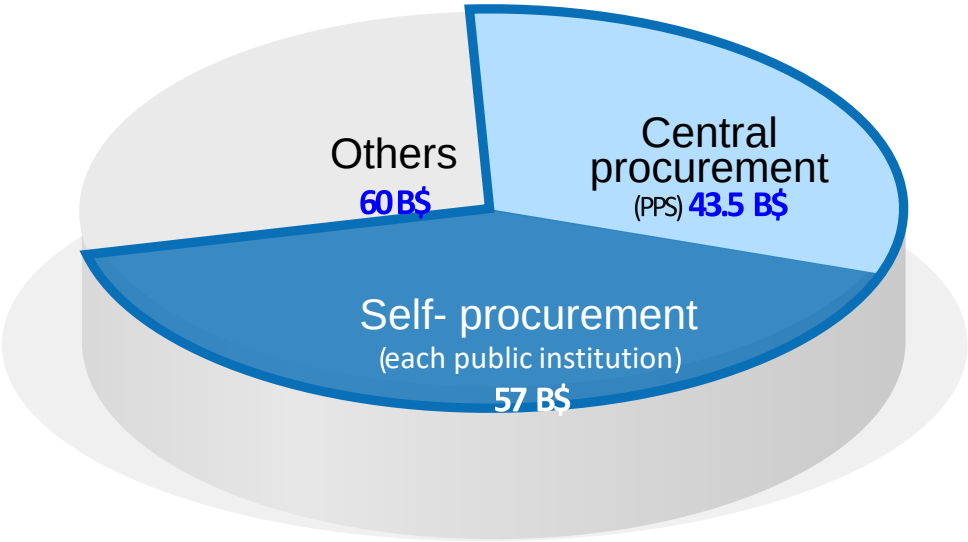
Establishment of the **master plan** and **performing the project**

Next-generation KONEPS project
(2021 ~ 2024)

4. Scale of public procurement using KONEPS in Korea

Korea's annual public procurement transaction results 160 billion dollars

*As of December 2023



Of the total public procurement transactions
(160 billion dollars),
the size of the KONEPS is around
(100 billion dollars)

handwritten contract : 9.3billion $ (5.8%)

*As of December 2024

User Size	Buyer : 71,757 Supplier : 602,681
Size of bid use	Electronic Tender Notice : 558,787 Bid participants : 47,980,000 Electronic bidding execution : 291,398 Electronic contract : 1,111,916
System linkage status	linked to **183** institutions and businesses 38 in '02 → 141 in '13 → 183 in '25

5. KONESP Users

End-user institutions

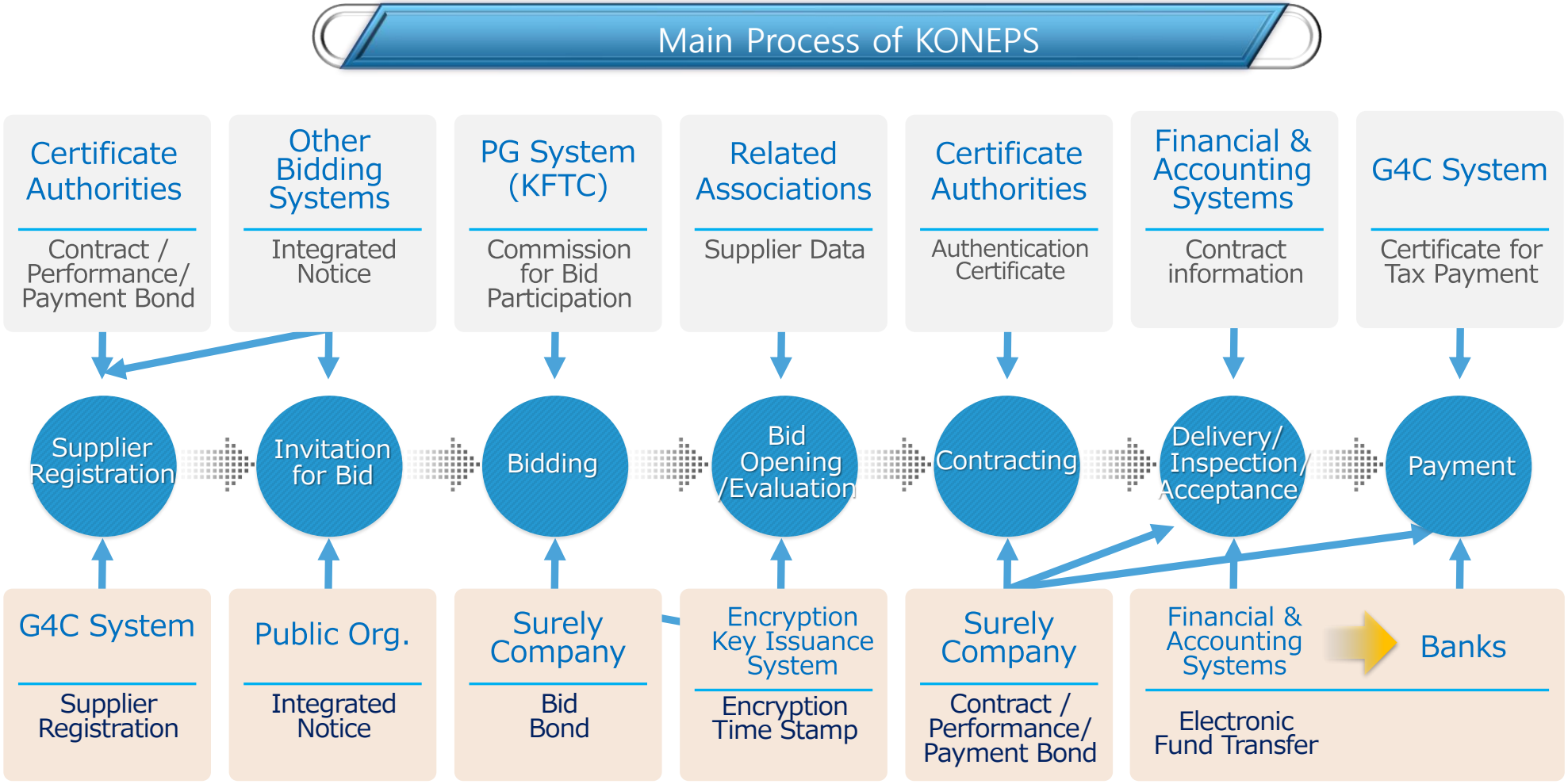
classification	Central Gov.	Local agency		Public Corporation				Non-classified agency	Total
		Local Gov.	educational facilities	Public corporation	Quasi-Gov. institution	Non-classified public institution	local public corporation		
num.	5,608	7,162	12,840	1,088	1,462	539	286	42,772	**71,757**
Rate	7.82%	9.98%	17.89%	1.52%	2.04%	0.75%	0.40%	59.61%	

Suppliers

99.07%

classification	Large enterprise	Middle-standing Enterprise	Small-medium Enterprise	Non-profit Organization	Total
num.	1,281	4,309	583,351	13,740	**602,681**
Rate	0.21%	0.71%	96.79%	2.28%	

6. Interoperated with external system



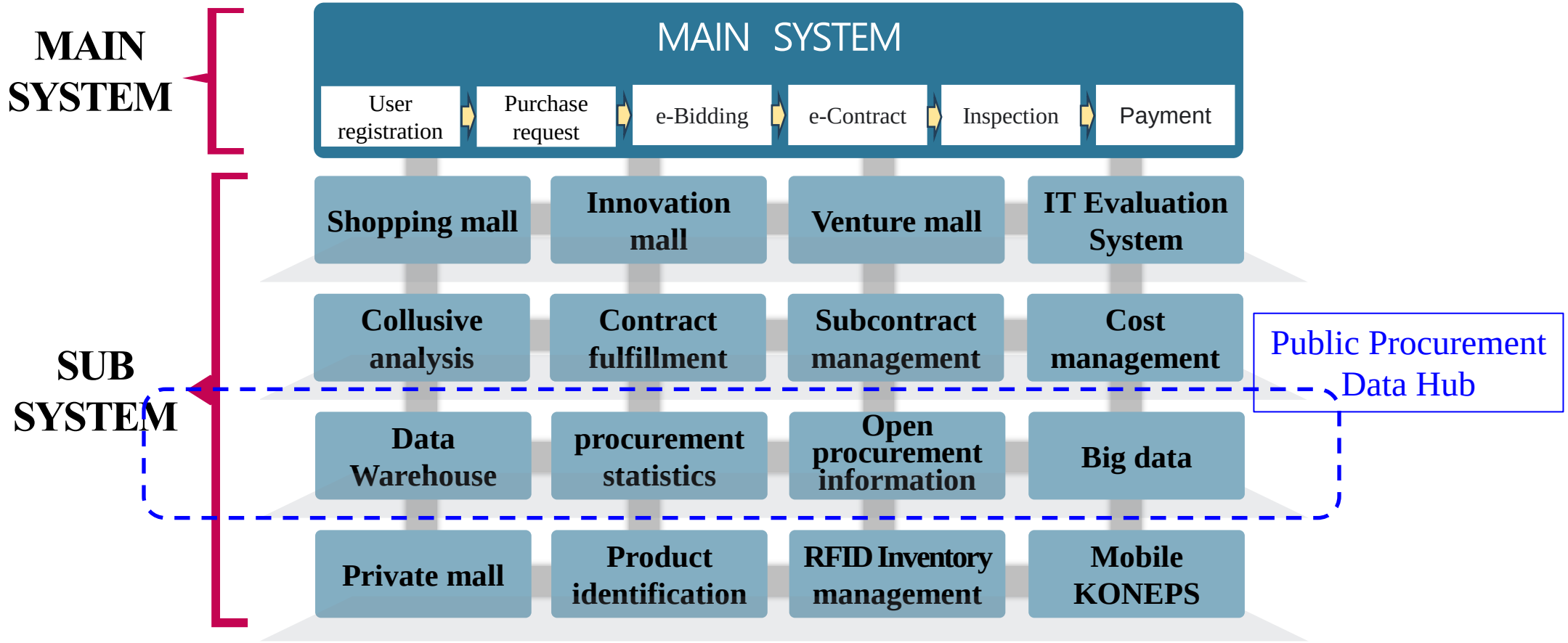
Online Transaction

- **All processes are digitalized** from supplier registration to payment
- **One-stop service** is provided by using the linkage with **183 external systems**

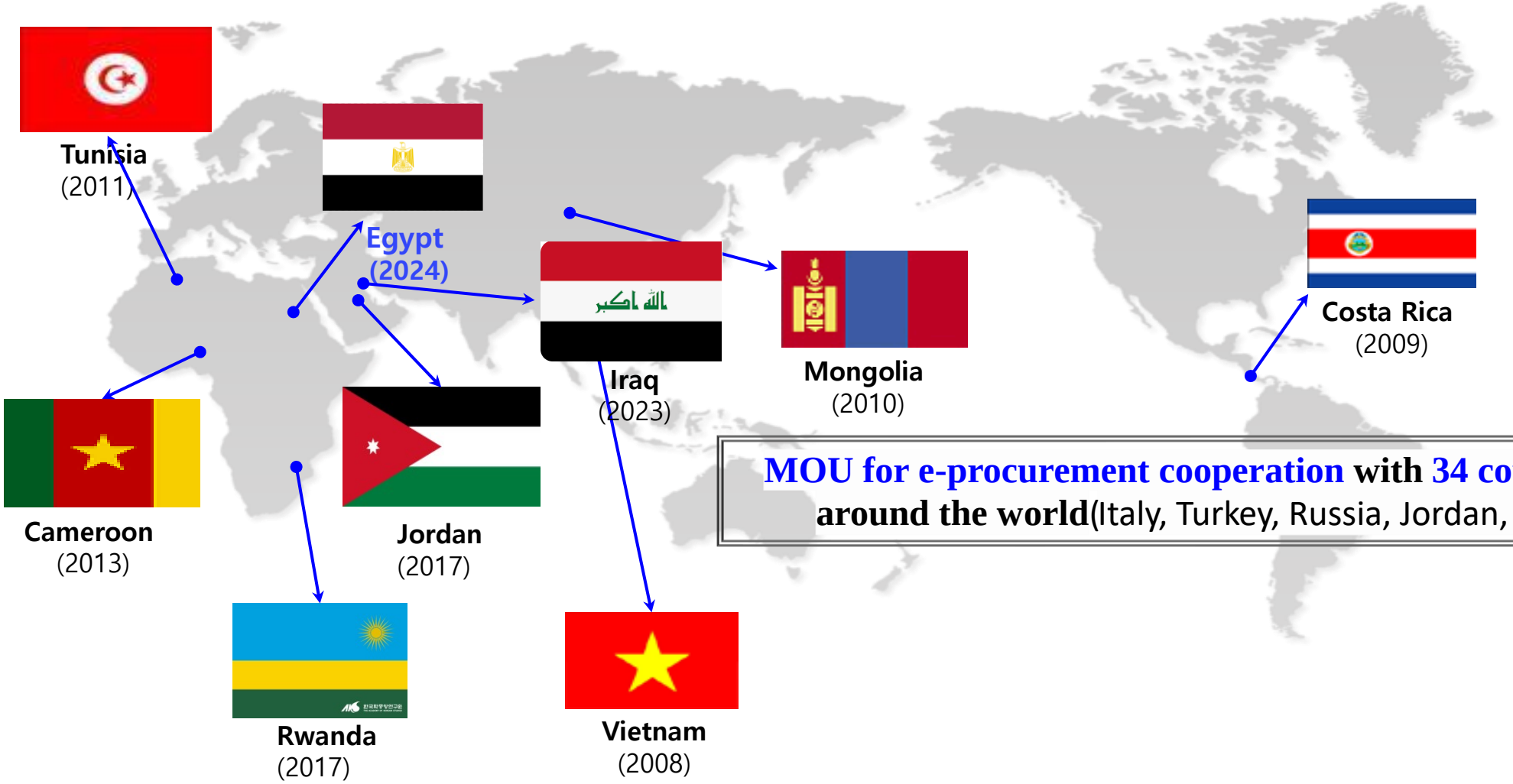
7. KONEPS Main system & Subsidiary system

KONEPS connects the main system and 29 sub systems in a complex and organic way

KONEPS System



8. KONEPS in the world

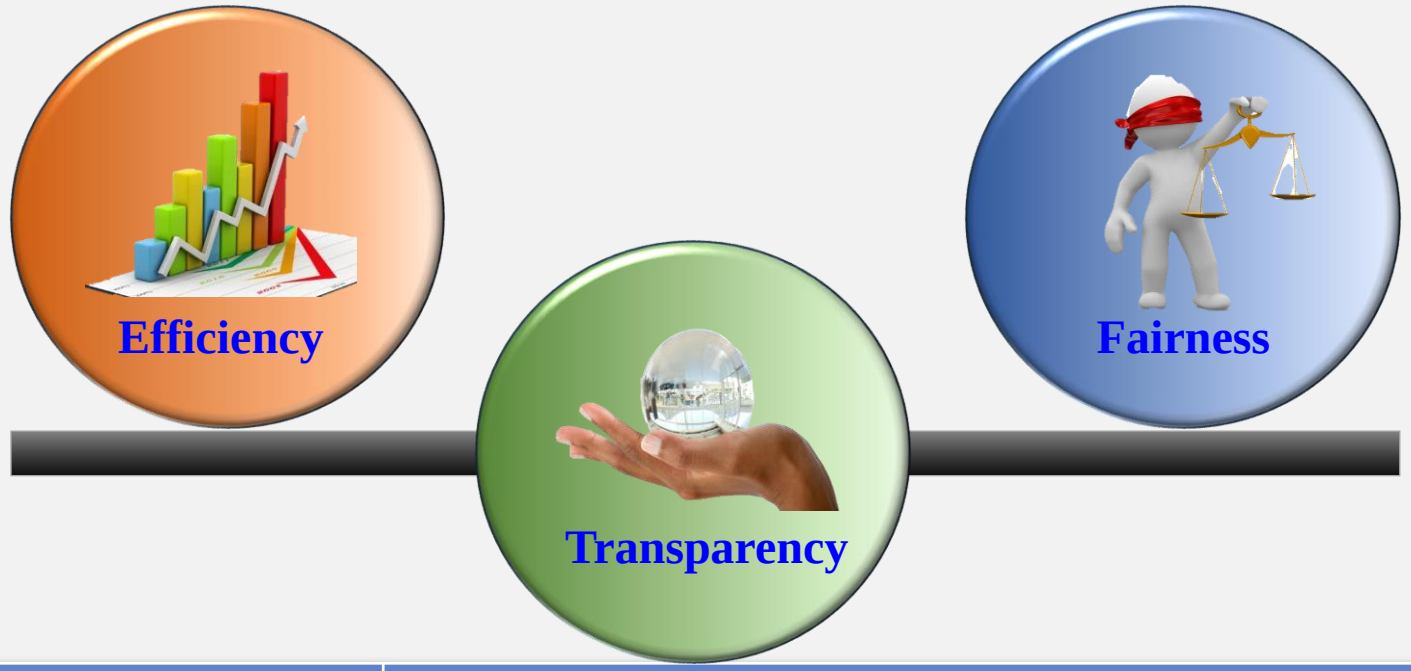


MOU for e-procurement cooperation with 34 countries around the world(Italy, Turkey, Russia, Jordan, etc)

Ⅲ. Efficiency of public procurement

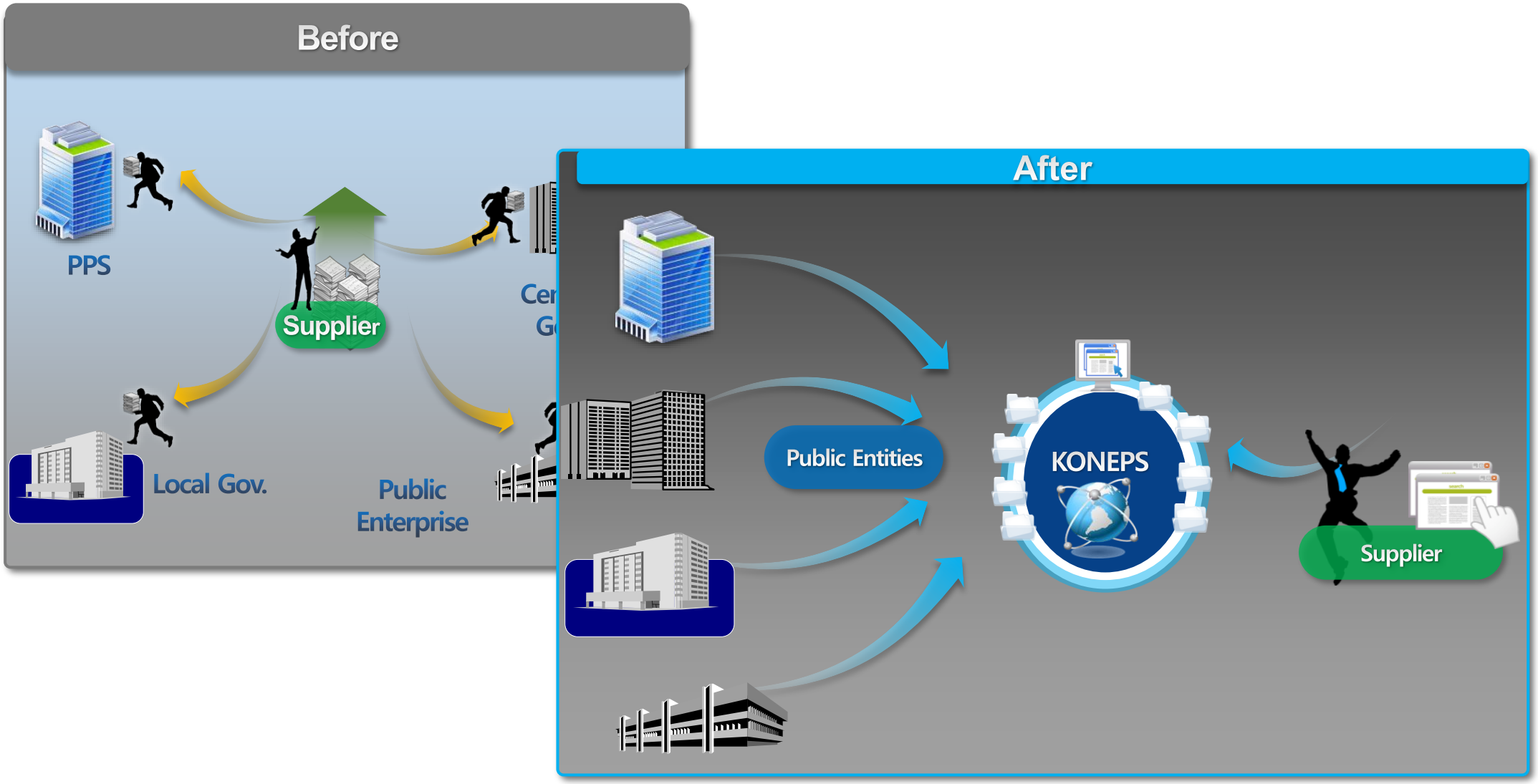
1. The three principles of public procurement

Balance between Efficiency and Fairness

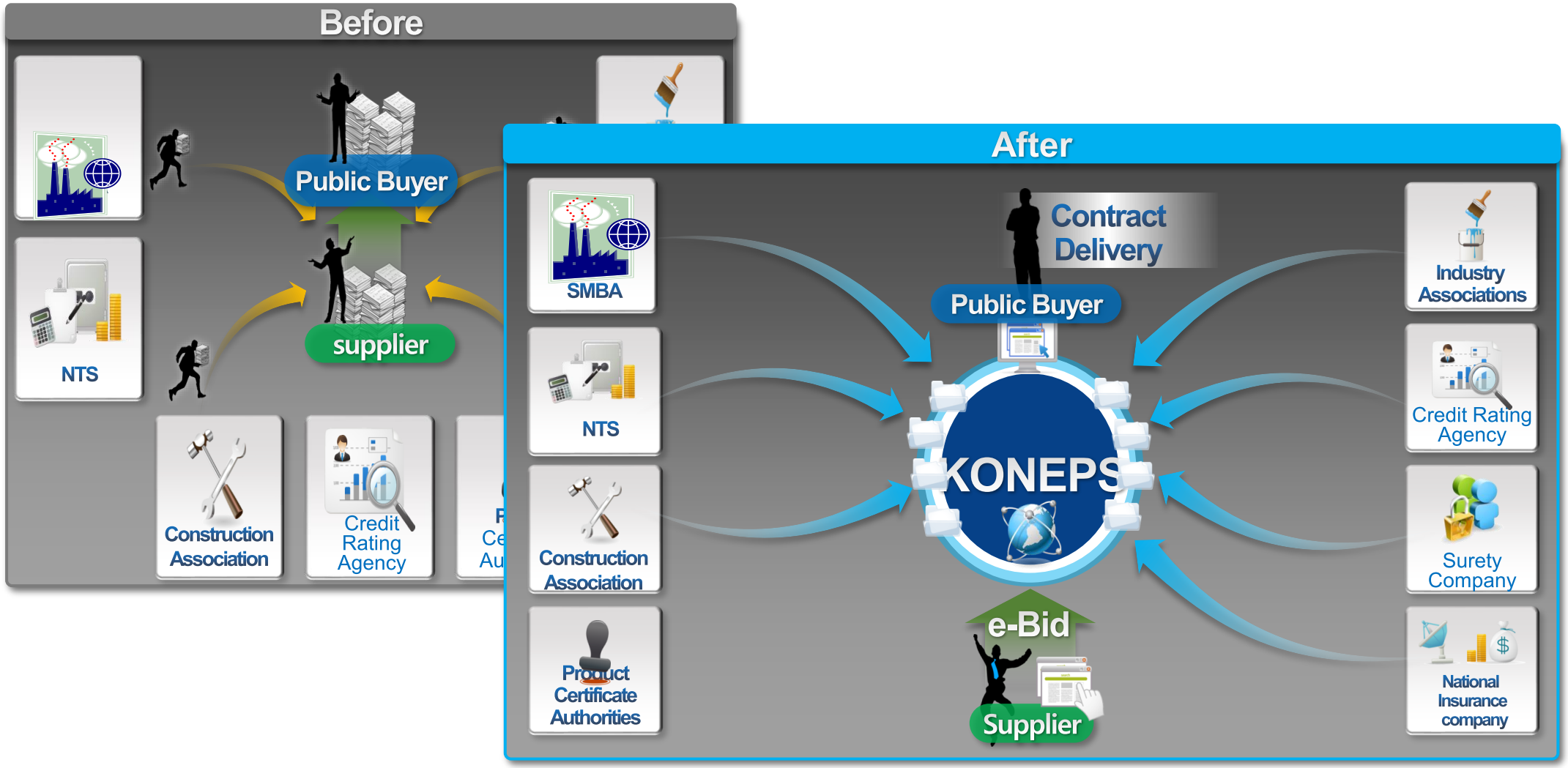


Private sector	Focus on Results over Process
Public sector	Focus on Process over Results

2. Single window for public procurement



3. One-Stop Service by information sharing



4. Pre-registration and sharing of biding qualifications

❖ Eligibility for bidding participation **must be proven by documents** issued by the relevant agency

❖ **In order to efficiently carry out** competitive bidding work,

- qualifications for participation in competitive bidding can be **registered in advance** and qualifications for bidding participation **can be granted through this**.

However, the prerequisites must be met

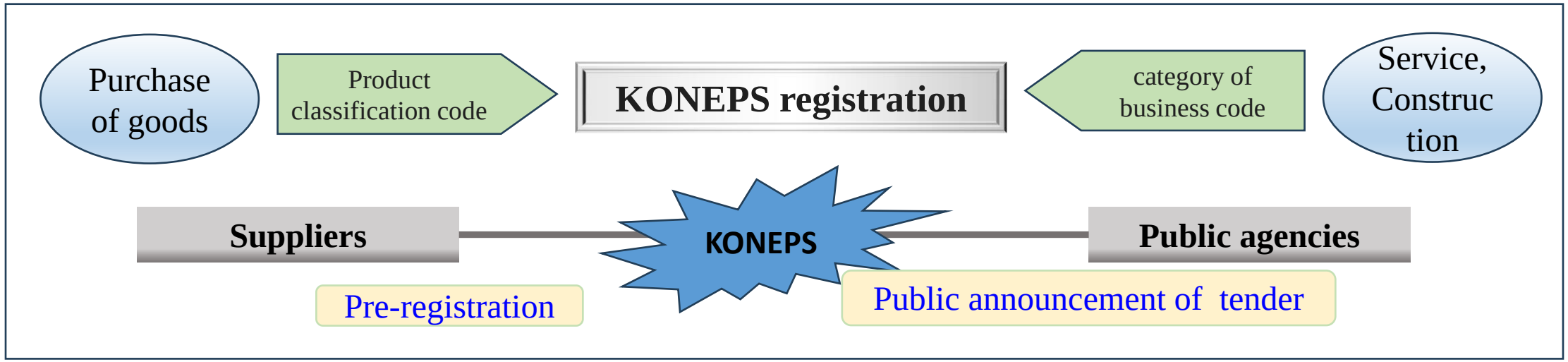
❖ Competitive bidding qualifications **can be registered with KONEPS in advance**, which is **considered to have been registered with other government offices**

4. Pre-registration and sharing of biding qualifications

❖ **Registration** of competitive bidding qualifications **and issuance of registration certificates** according to goods, construction, and services

- **Check documents** issued by related agencies required for business registration
- **Business verification** (corporate registration certificate, business registration certificate)
- Check whether it is **manufactured or not**

- Regulations for registration of qualifications to participate in bidding -



5. Replace bid deposit with payment memorandum

❖ The deposit is a system to **ensure the faithful performance** of public procurement participants

Bid deposit, contract deposit, payment deposit, defect deposit, etc

❖ **Bid deposit** : Penalty to be imposed if the successful bidder **refuses to conclude the contract**

!! It must be returned to bidders who did not win the bid

❖ **Replacement with payment memorandum**(1999)

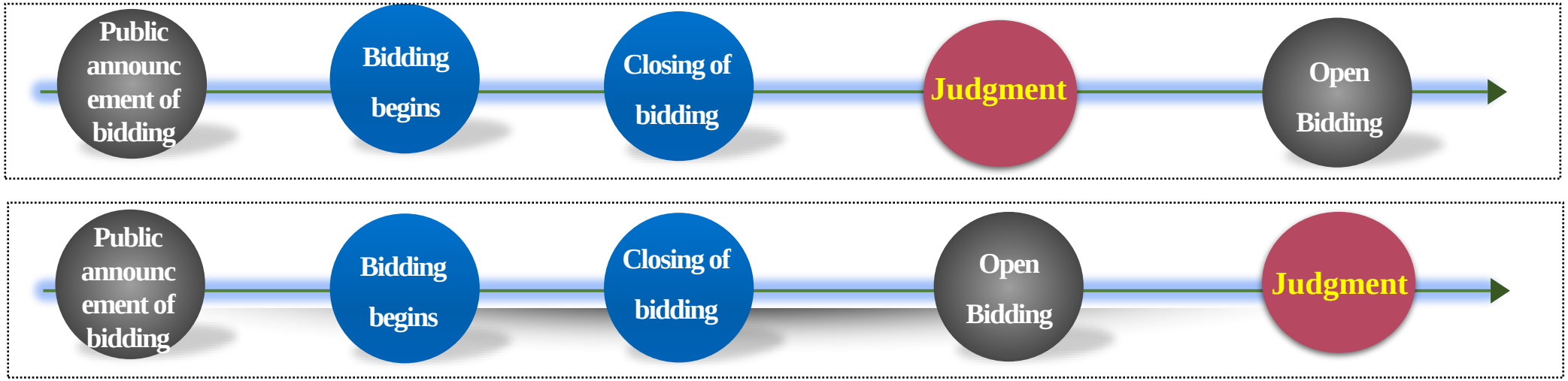
Except when there is a risk of avoiding the conclusion of a contract

6. Post-judgment of qualifications for participation

❖ **Judgment of bid participation qualifications** :

- **(pre-judgment)** Judgment before bid opening
- **(post judgment)** Decision made after bid opening to shorten bidding time

- KONEPS terms and conditions-



[Example] KONEPS bidding process time

Public announcement of bidding

[공고일반]

공고종류	실공고	게시일시	
입찰공고번호	85 - 00	참조번호	
공고명	재건축 전기공사		
공고기관		수요기관	
입찰방식	전자입찰	낙찰방법	공고서 참조
계약방법	일반경쟁	국제입찰구분	국내입찰
재입찰	재입찰 허용 (재입찰시 예비가격을 다시 생성하여 예정가격이 산정됩니다.)		
발주계획번호	3-1-2023-B550234-000045	공사현장	대전광역시 유성구
국내/국제 입찰사유	국제입찰 비대상(고시금액 이하 또는 대상기관아님)		
WTO품목번호	건설공사		
건설산업기본법 적용대상여부	비대상		
입찰자격	공고서 참조		
관련공고			

Bidding opening completion date and time: **2023. 11. 6 14:35**

Bidding opening date and time: **2023. 11. 6 11:00**

[입찰집행 및 진행 정보]

공고담당자	042-821-27	집행관	
입찰개시일시	2023/10/28 10:00:00	입찰마감일시	2023/11/06 10:00:00
개찰(입찰)일시	2023/11/06 11:00:00	개찰장소	국가종합전자조달시스템(나라장터)
입찰참가자격등록 마감일시	2023/11/05 18:00:00 조달청 입찰참가자격등록 가능시간은 평일 09:00~18:00 이며, 토요일, 일요일 및 공휴일은 업무처리가 ※ 본 입찰에 참여하고자 하는 업체는 입찰참가자격등록마감일시까지 나라장터에 경쟁입찰참가자격등록		

[예정가격 결정 및 입찰금액 정보]

예가방법	복수예가 : 4 (추첨예가) / 15 (총예가)	추첨번호공개여부	비공개
추정금액	₩1,233,256,360원		
추정가격 (부가가치세 불포함)	₩948,000,000원	부가가치세	₩94,800,000원
관급금액(관급자설치관급자재금액)	₩543,439,090원	관급금액(도급자설치관급자재금액)	₩190,456,360원

Tender result disclosure screen

[입찰결과]

입찰공고번호	20231033985-00 공고상세	참조번호	TF230832AD
공명	전기공사		
공기관		수요기관	국방과학연구소
집행관	석정우	추정금액	
실제개찰일시	2023/11/06 14:35	복수예비가 및 예정가격	보기
적격심사결과	조회		
유의사항	※ 사전판정 과정에서 부적격 처리된 업체의 투찰금액과 투찰률은 표시되지 않습니다. ※ 2019.08.01. 이후 기준으로 개정된 조달청 기준 적격심사 대상 낙찰방법의 경우 낙찰하한율(%)은 (입찰가격-A)/(예정가격-A)*100(%)으로 계산됩니다. ※ 판정관련 문의 및 심사결과 관련 문의는 해당 공고 건의 공고 담당자에게 하시기 바랍니다. ※ 개찰결과 비고 항목의 표기내용 설명 ◎ 「적격점수미달」 - 시공경험 및 경영상태 등 수행능력평가 예상점수를 합산한 평가결과입니다 ◎ 「순공사원가98%미만」 - 「조달청 시설공사 적격심사세부기준」에 따라 예정가격 중 순공사원가의 98% 미만으로 입찰한 자는 심사대상에서 제외합니다.		

Number of participating companies : **11,696**

[개찰 순위] ※ 사업자등록번호 검색 [참여 업체수 : 11696 개사]

순위	사업자 등록번호	업체명	대표자명	입찰금액(원)	투찰률 (%)	(입찰가격-A)/(예정가격-A)*100	추첨 번호	투찰일시	비고
1	6378101135	주식회사 원진전력	허진욱	955,557,190	91.485	90.824	06 04	2023/11/02 21:28:27	
		주식회사	양진원	955,561,957	91.485	90.824	12 02	2023/11/06 09:33:26	
		건영전력	박종윤	955,562,340	91.485	90.824	02 04	2023/11/03 11:48:58	
4	1198648296	주식회사 다인전설	김종오	955,562,910	91.485	90.824	14 02	2023/11/02 06:43:53	
5	2268102180	정화통신(주)	우동명	955,563,000	91.485	90.824	11 06	2023/11/03 14:50:41	

Bid opening time: **3h 35m**

7. Cost Savings of KONEPS

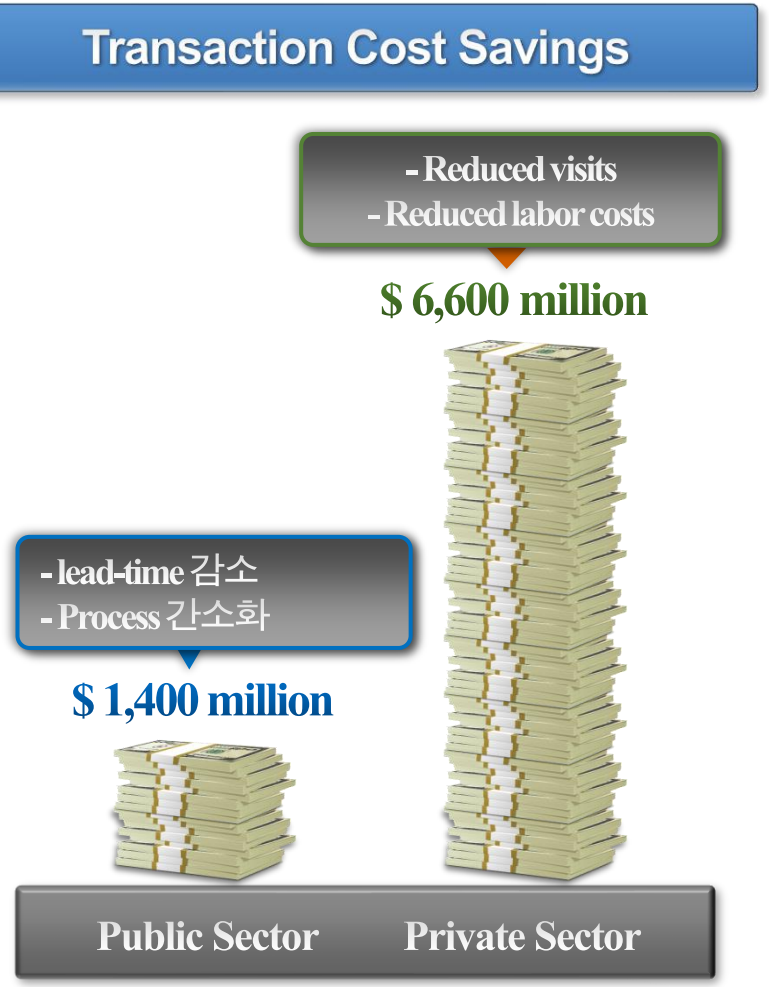
- KONEPS is saving transaction costs of USD 8 billion annually
  - ✓ Private Sector : USD 6.6 billion
  - ✓ Public Sector : USD 1.4 billion

  (Hanyang University, 2008)

- Increased efficiency
  - ✓ Receiving bids, validating related docs. and selecting the winning bid

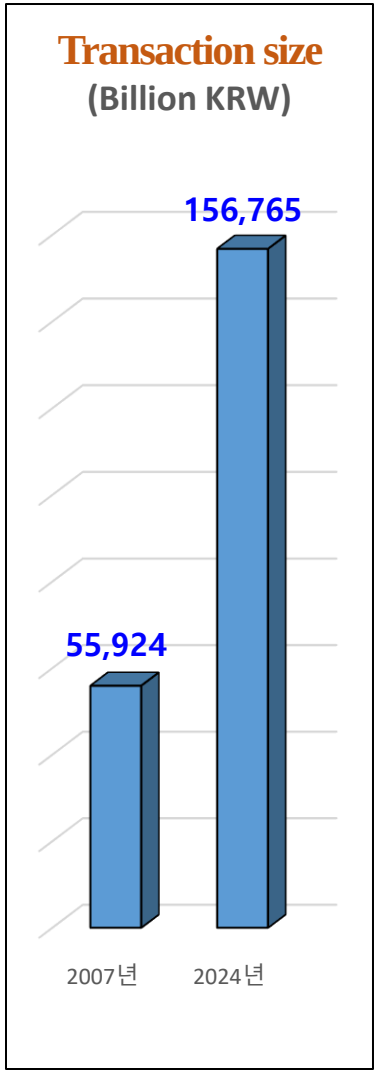
Before	over 30 hrs
After	less than 2 hrs

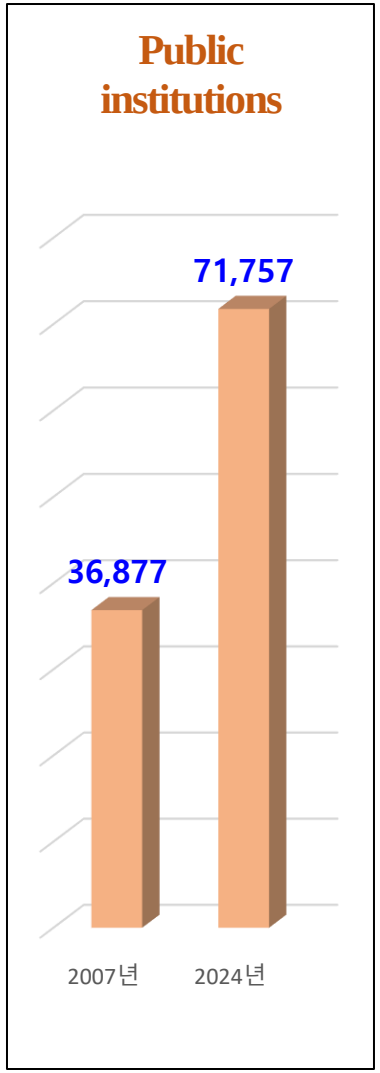
  - ✓ Reduction of 7.8 million pages of paper documents per year

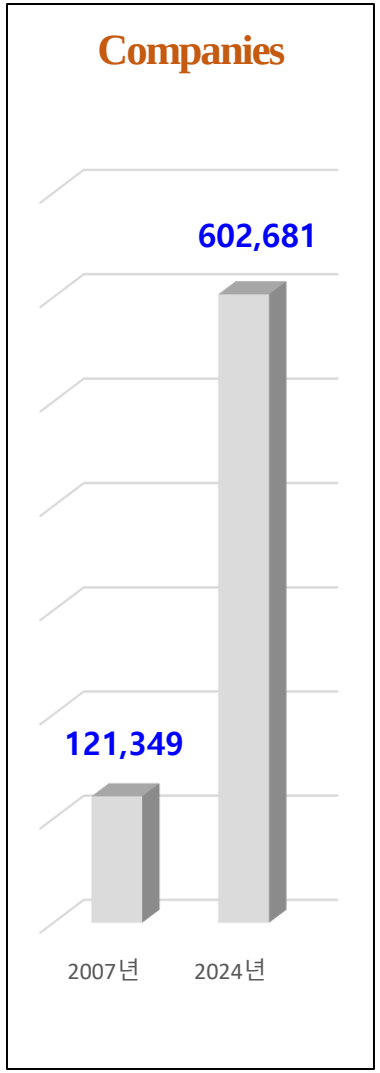


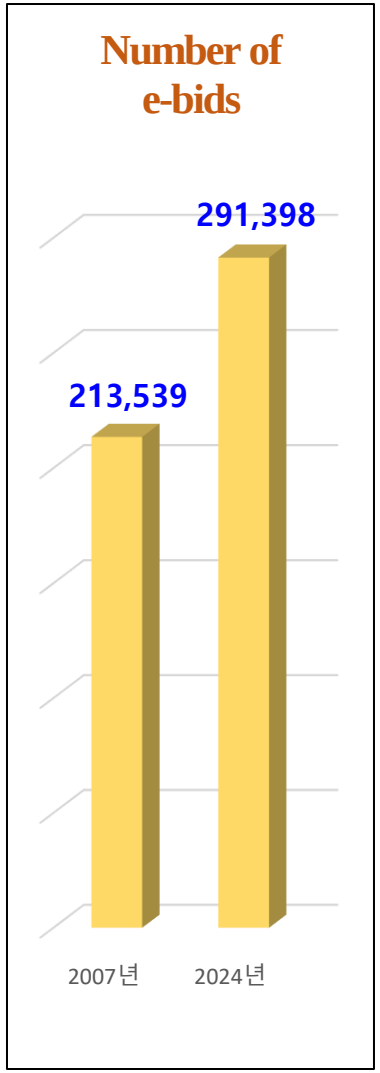
❖ 55,924 Billion KRW (2007) => 143,203 Billion KRW (2024) (2.8-FOLD)

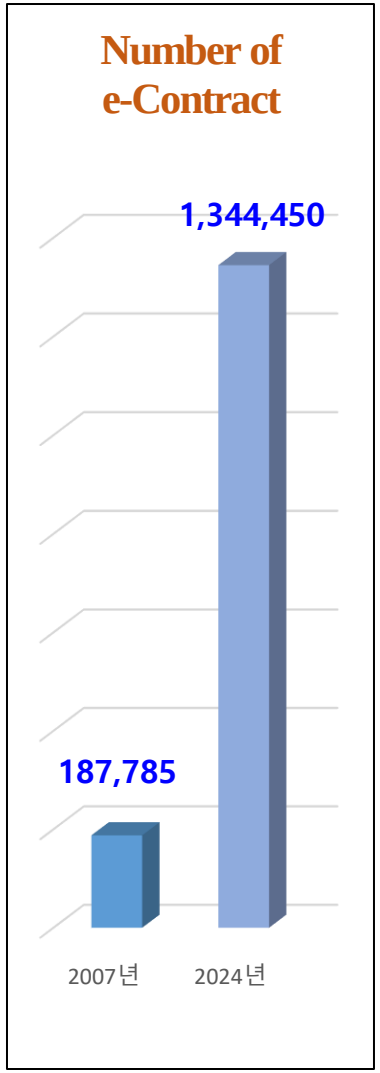
8. Comparison of KONEPS usage in 2007 and 2024

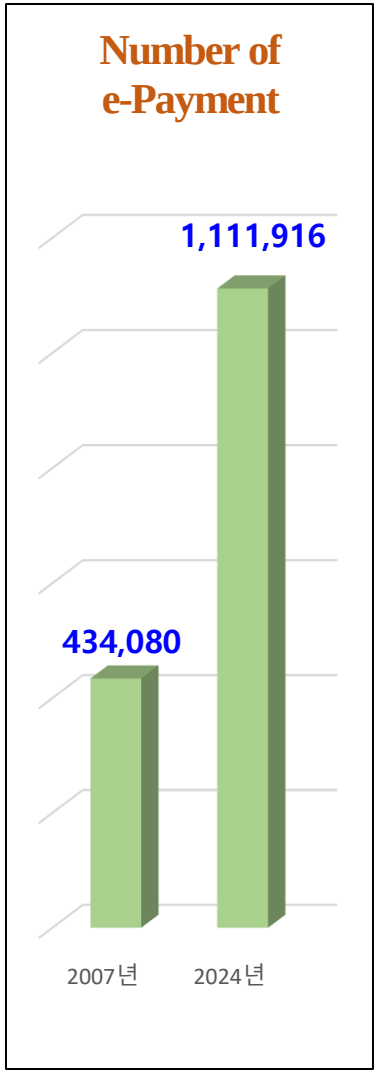












9. Achieving policy objectives through KONEPS

❖ **Efficient means of implementing government policies**

Support new technology products, environmental protection products, socially disadvantaged and socially responsible companies

❖ **Additional points for bidding, Theme mall, Exclusive mall**

Technical Innovation Policy

- Net Excellent Technology New Excellent Product
- K-Mark/Korean Standard Product
- Good Software / Good Design Product
- Excellent Performance Certificated Product
- Patent / Utility Model Product

Green Policy

- High Efficient energy Equipment
- Save energy Product
- Eco-Label Certificated Product
- Recycled Product

Social Support Policy

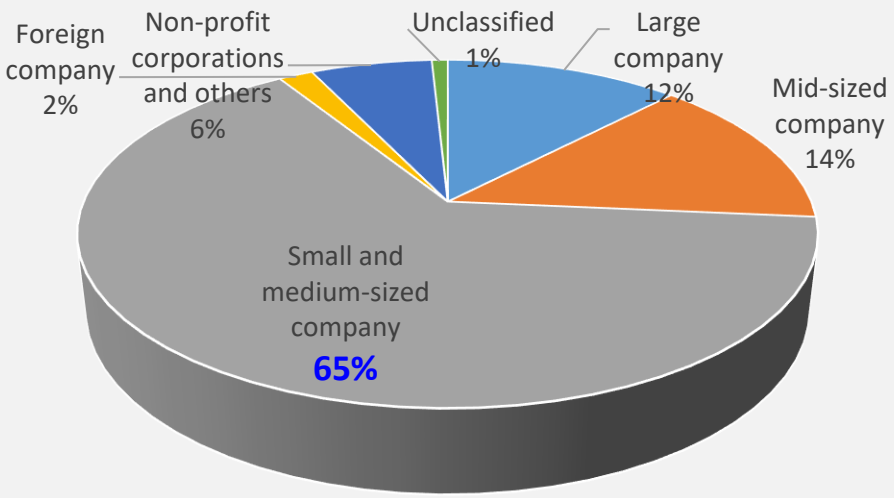
- Disabled person's Product
- Organizations of Patriots and Veterans' Product
- Woman Business Enterprise
- Culture goods
- Disabled person-Owned Enterprise
- Social enterprise

9. Achieving policy objectives through KONEPS

Performance by company size (Entire)

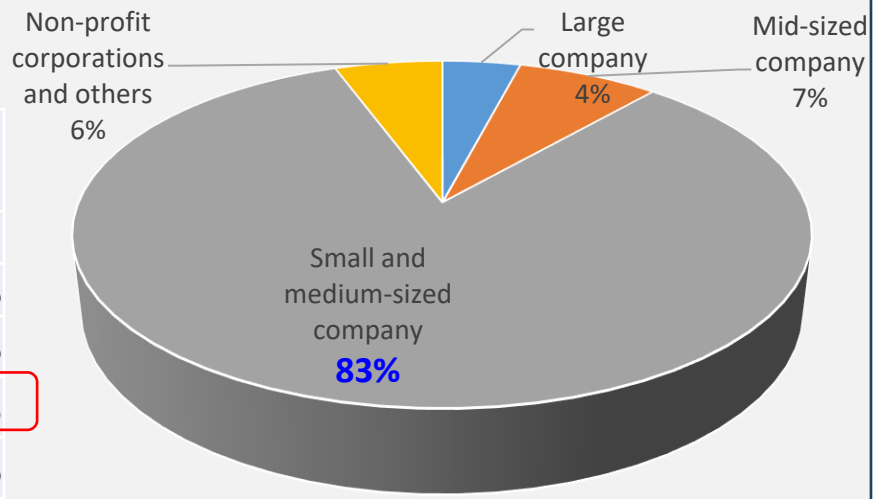
(단위 : Billion KRW)

Company classification	Number of contracts	Amount	Ratio
Large company	2,185,00	255,66	12.26%
Mid-sized company	294,23	295,35	14.16%
Small and medium-sized company	6,313,38	1,348,06	64.63%
Foreign company	2,61	37,31	1.79%
Non-profit corporations and others	438,53	132,02	6.33%
Unclassified	902,69	17,45	0.84%
Total	10,136,44	2,085,85	100.00%



Performance by company size (KONEPS)

Company classification	Central procurement		Distributed procurement		Total	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Large company	79,92	13.23%	33,76	4.08%	113,68	7.94%
Mid-sized company	73,24	12.12%	61,18	7.39%	134,42	9.39%
Small and medium-sized company	437,22	72.36%	686,34	82.91%	1,123,56	78.46%
Non-profit corporations and others	13,86	2.29%	46,51	5.62%	60,37	4.22%
Total	604,24	100.00%	827,79	100.00%	1,432,03	100.00%



IV. Transparency and Fairness in public procurement

1. KONEPS Mandatory Use Regulations

❖ **Public announcement of bidding** : Should be publicly announced **using KONEPS**

※ Parallel if necessary : Daily newspapers (central GOV.) or homepages (local GOV.)

❖ **Submission of bid** : Must apply **using KONEPS**

※ In exceptional cases : direct bidding, postal mail bidding is possible: international bidding etc

❖ **Purchase through quotation :** Should be done **by way of competition using KONEPS**

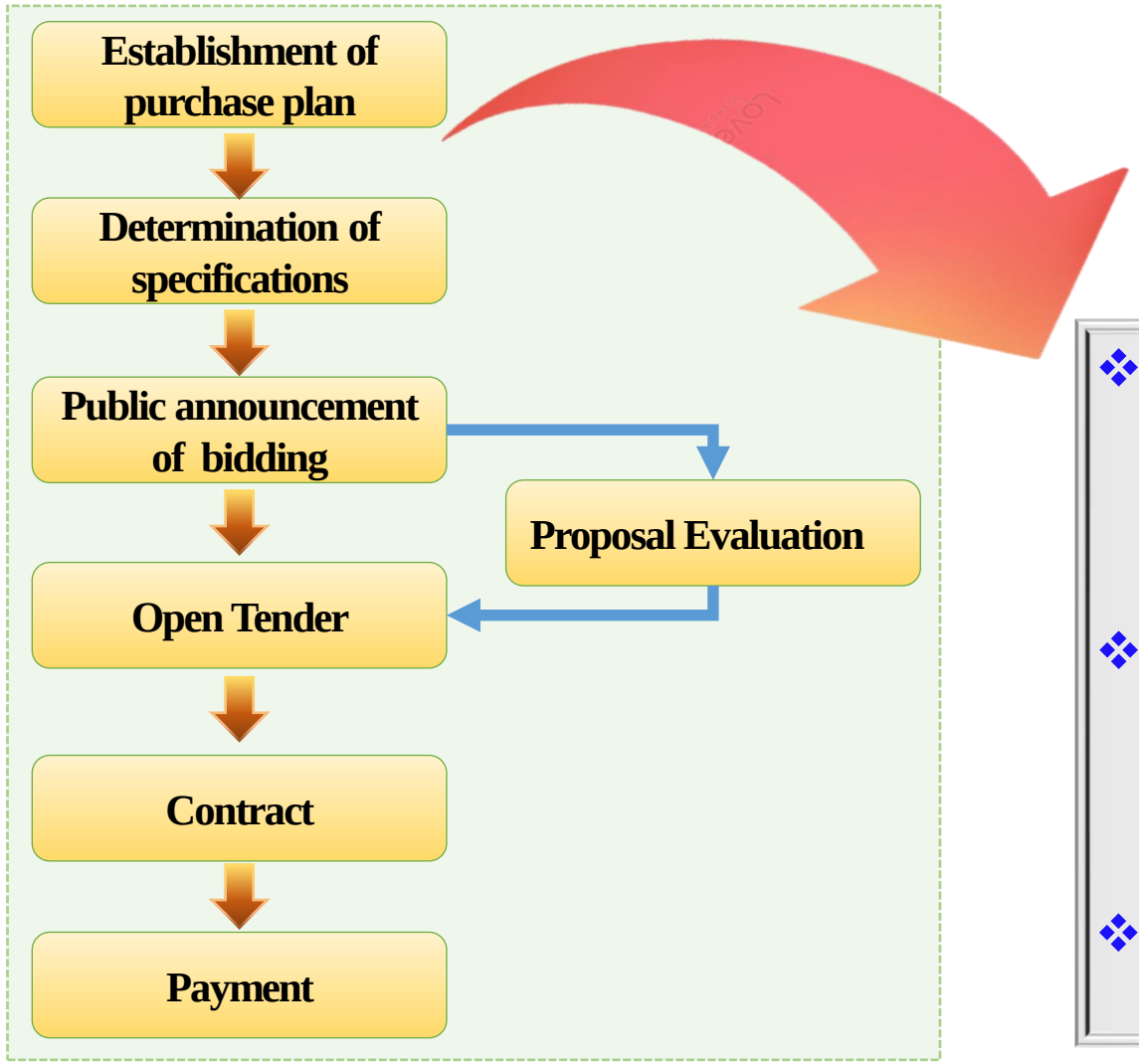
❖ **Submission of technical proposals** : In principle, submission is made **using KONEPS**

※ In exceptional cases, submissions may be made by e-mail or postal mail

❖ Central governments and local governments **cannot separately bid** for goods or services **contracted by the PPS at a unit price.**

※ Number of businesses : 13,835 Number of Items : 1,016,745, Amount supplied 18 Billion $

2. Disclose information at each stage of procurement



❖ **Disclosure of purchase plan to KONEPS**

Central GOV. : quarterly

Local GOV. : When plan is established, without delay

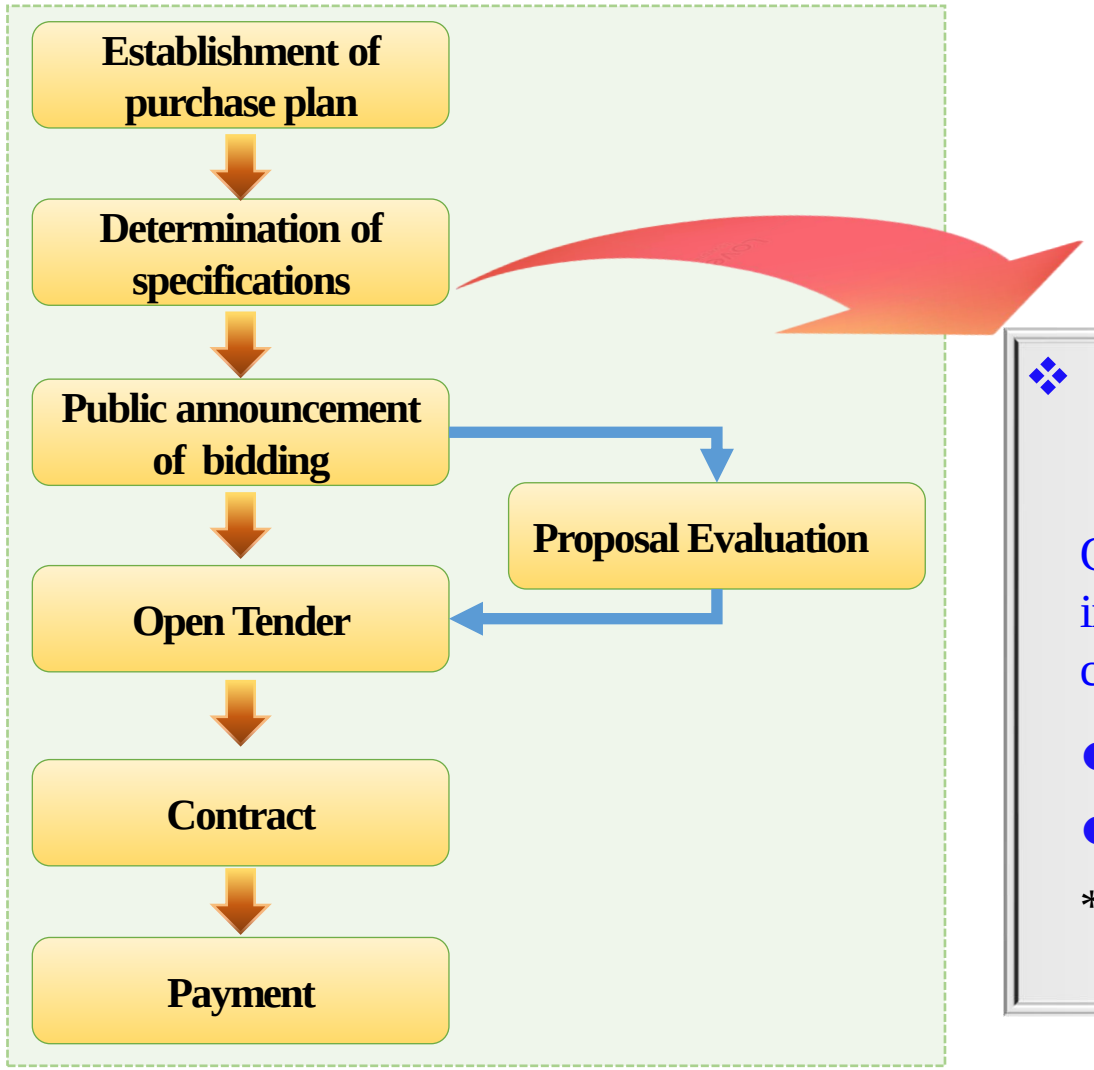
❖ **What is revealed**

Purchasing agency, purchase time, item, amount, bidding method, **person in charge and contact information**, etc

❖ **Negotiated contracts also require the purchase plan to be disclosed.**

2. Disclose information at each stage of procurement

2. Determination of specifications



❖ **Disclose detailed specifications** of items to be purchased prior to bidding announcement.

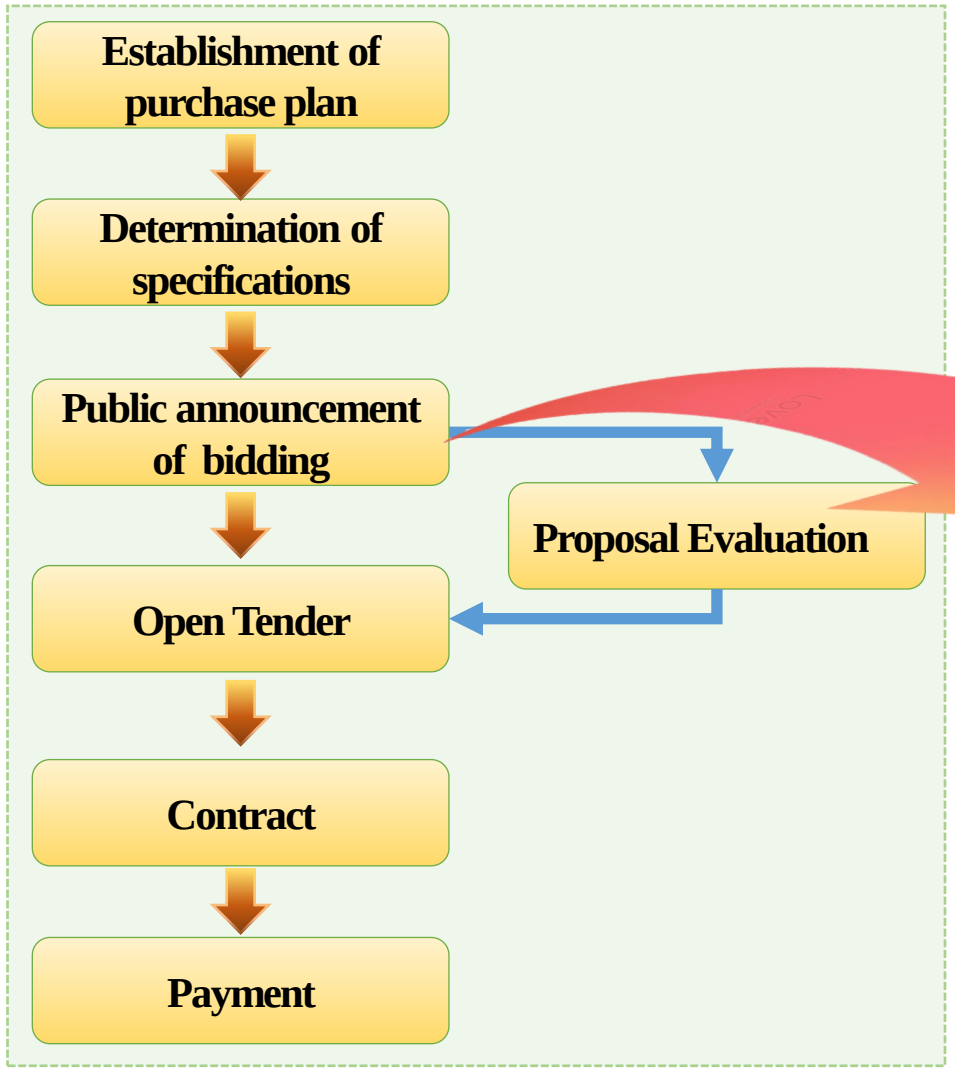
Companies participating in the bidding are directly inspected to see if specific specifications that may limit competition are included.

- Item: Specification sheet
- Service: Task details

* First implemented by the PPS, then legislated by the Legislative Research Service (2016)

2. Disclose information at each stage of procurement

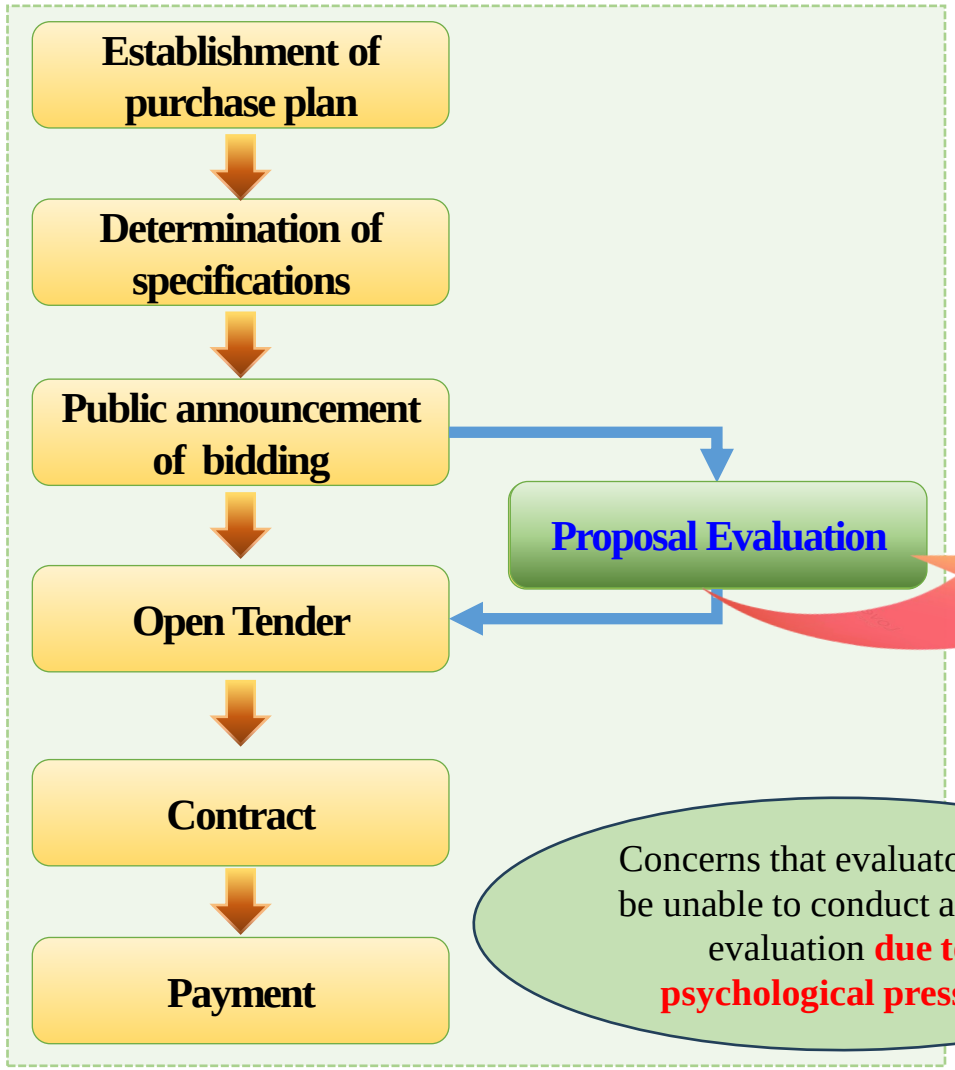
3. Public announcement of bidding



❖ **Bidding announcements from all public institutions,** including central agencies, local governments, and public enterprises, are **posted on the KONEPS.**

- More than 20 items, including the place and date of bidding , are stipulated in the law
- All bidding information that does not require security is provided to KONEPS in the form of attachments.

4. Proposal Evaluation



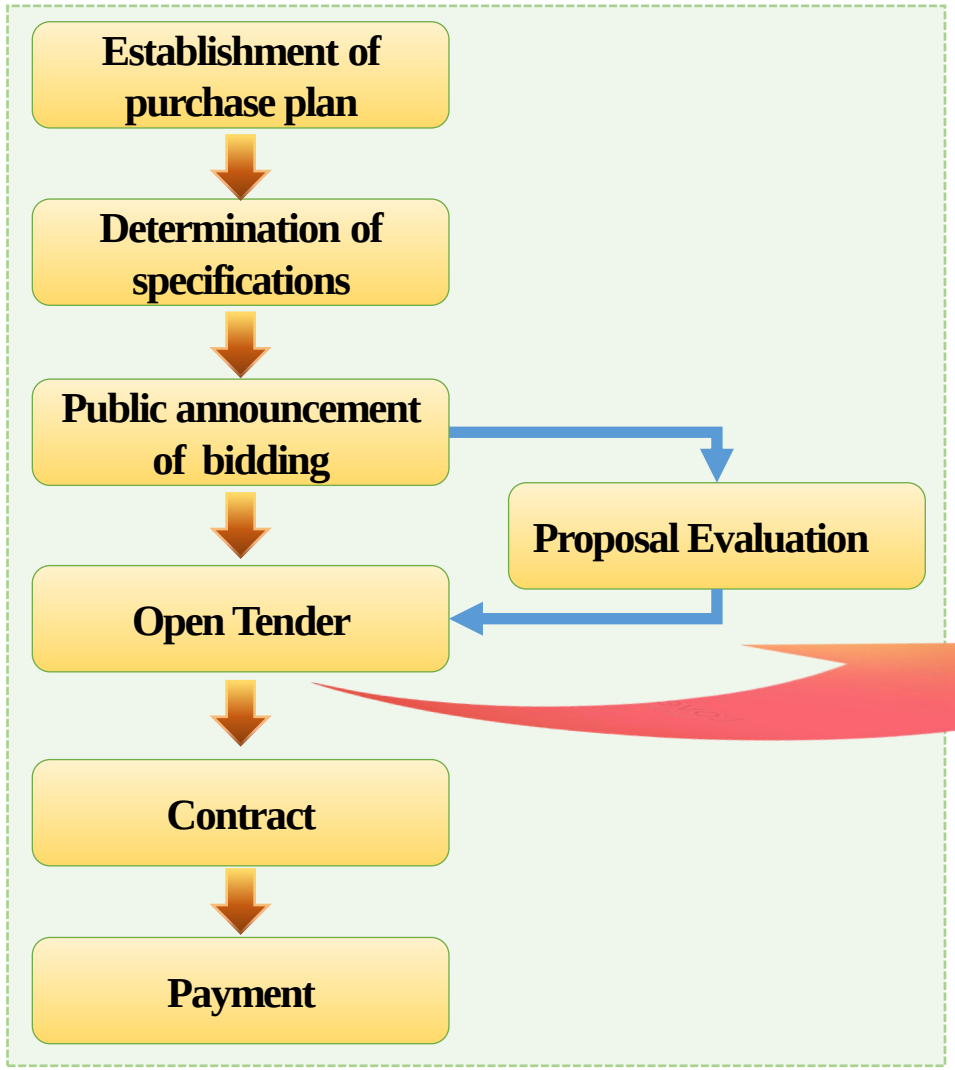
Concerns that evaluators may be unable to conduct a proper evaluation **due to psychological pressure**

- After the evaluation of the technical proposal is completed, the **results must be made public immediately**

  Detailed scores are disclosed for each evaluation item by evaluator.

  The names of the evaluators are not disclosed.

5. Open Tender



❖ A bid is opened, **the results are immediately made public.**

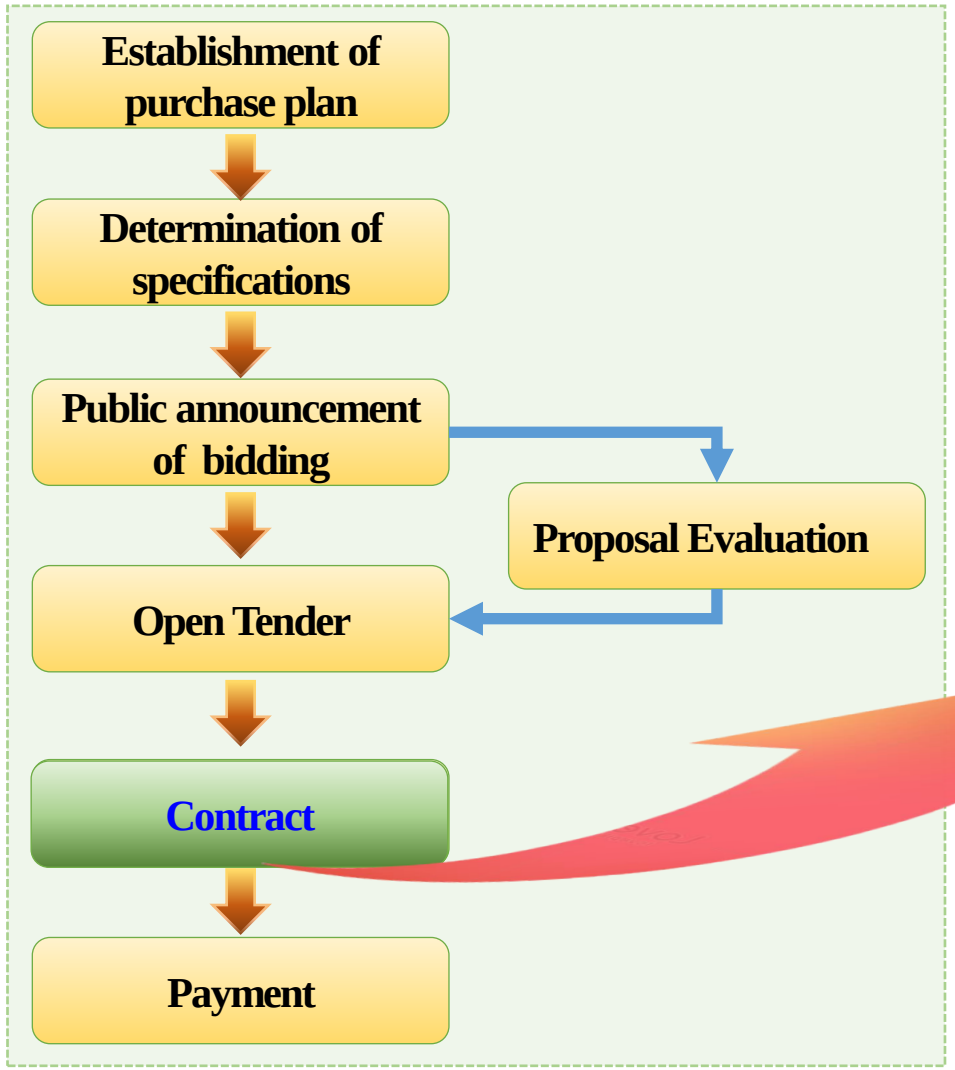
The list of companies that submitted bids, the bid amount, and even the time of bid are disclosed.

Once the bid opening results are published, they **cannot be changed or re-opened** under any circumstances.

※ What if the bid was conducted incorrectly?

2. Disclose information at each stage of procurement

6. Contract



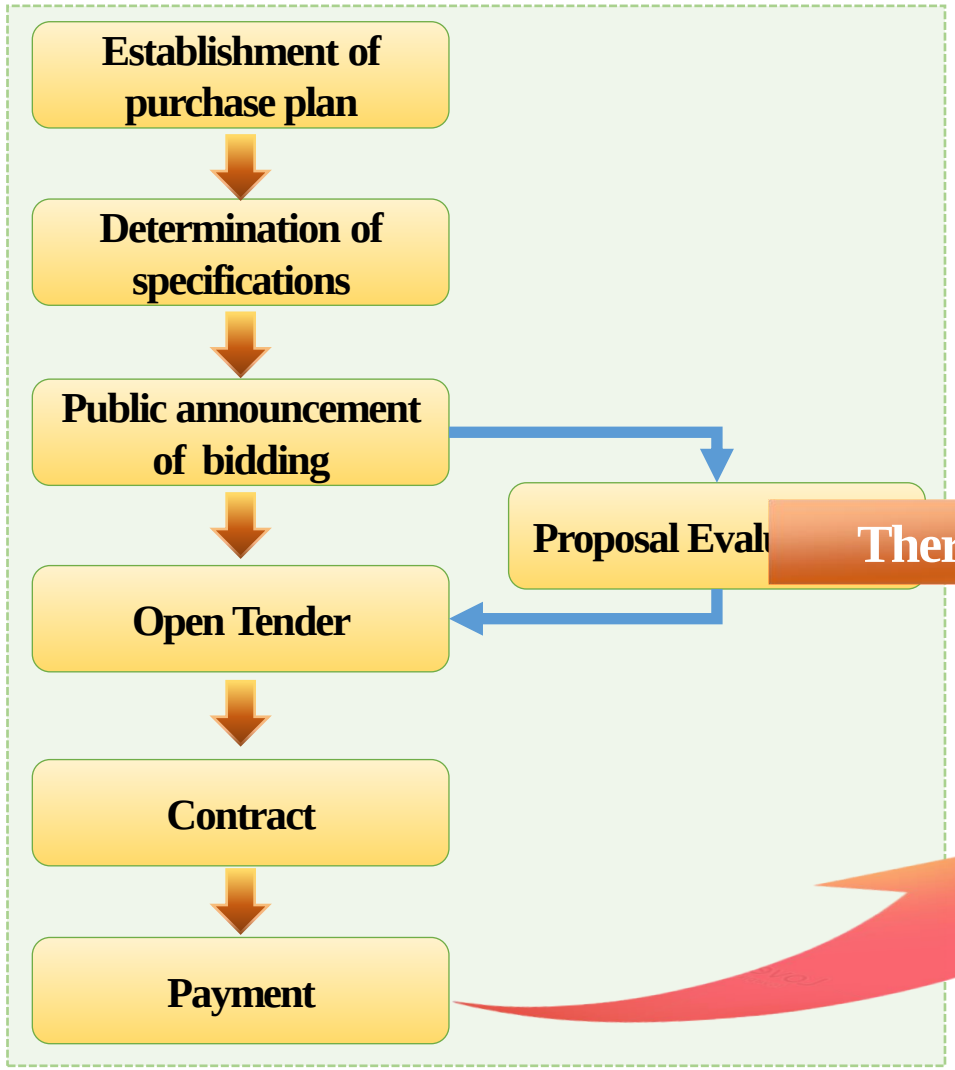
❖ Public institutions must disclose **all details of their contracts**

Including **negotiated contracts** and **contracts not concluded in KONEPS**

Excluding contracts requiring confidentiality **as stipulated by law**

2. Disclose information at each stage of procurement

7. Payment

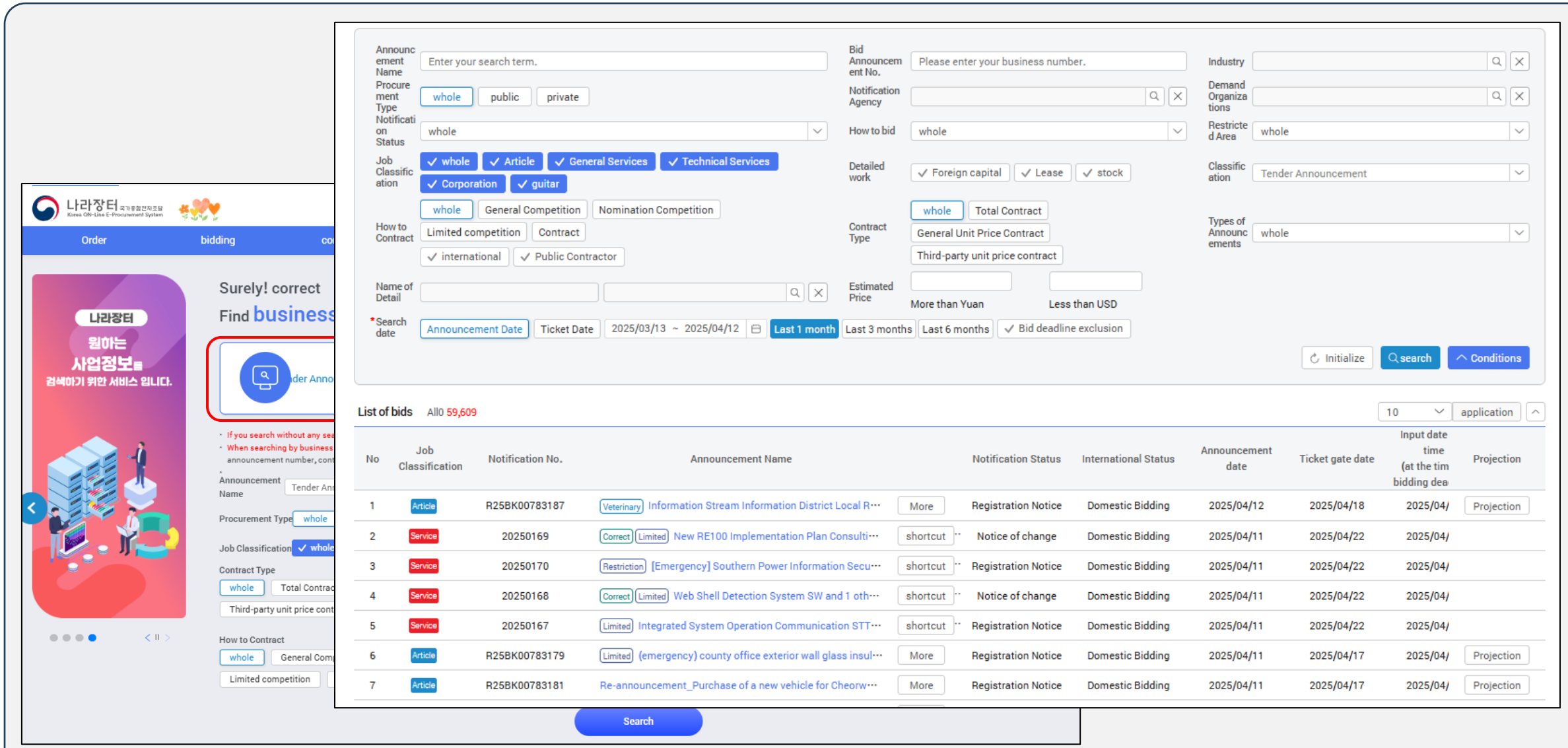


There is no need to visit public institutions at any stage of work.

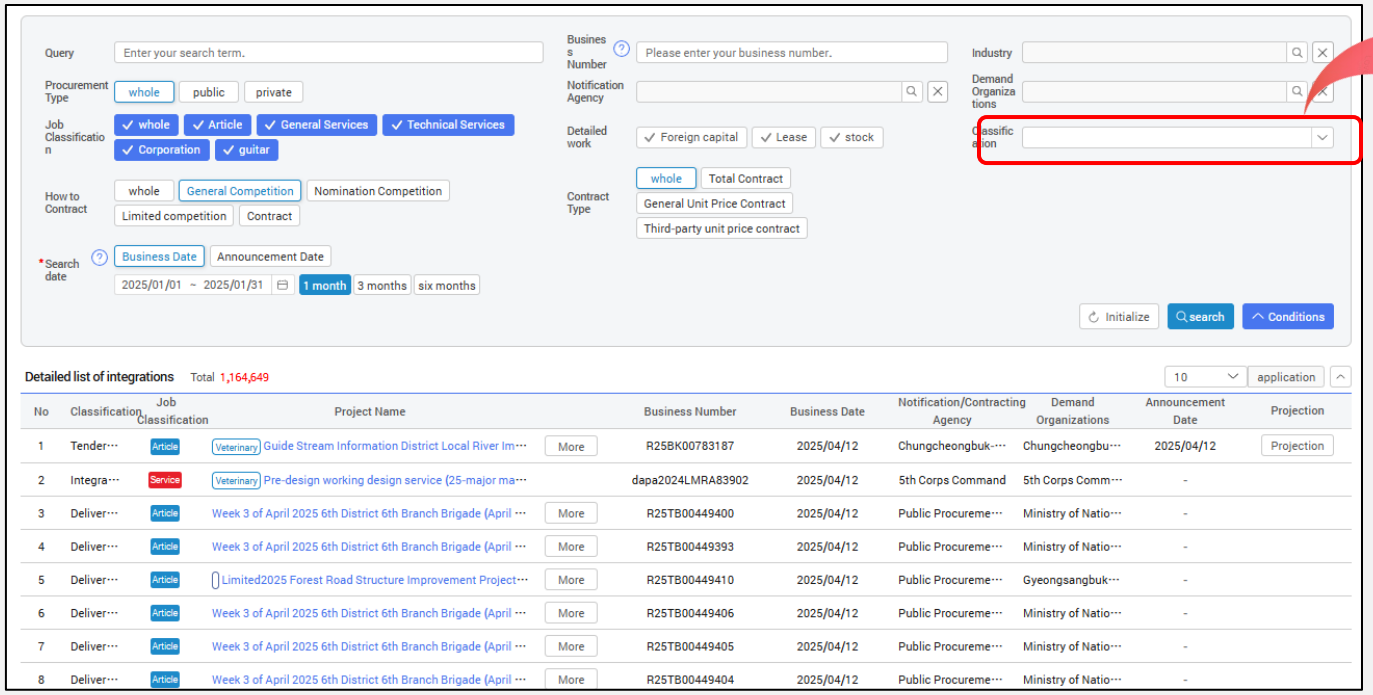
❖ **Disclosure of delivery inspection results and payment status**

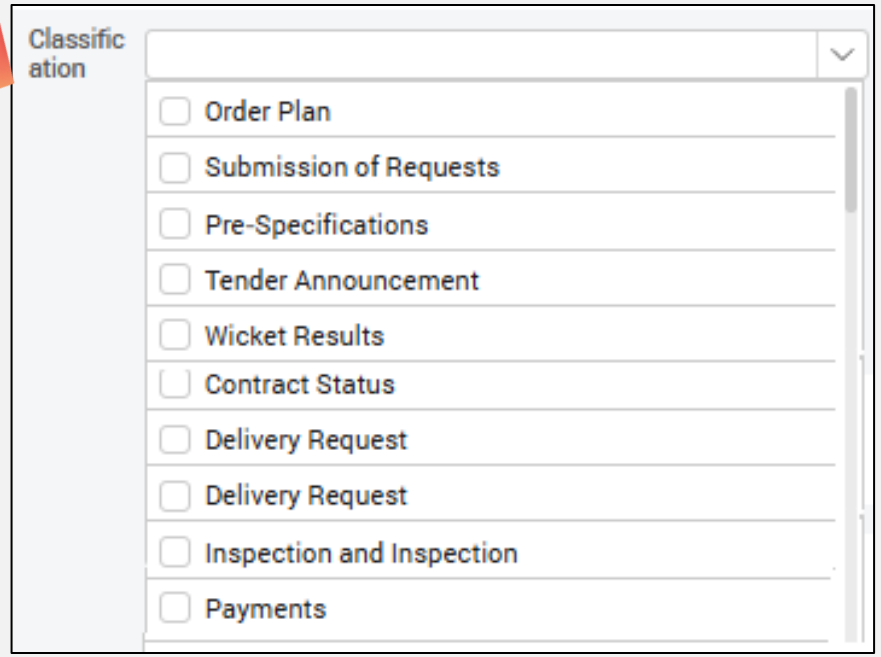
Date of payment, amount, company received, etc

3. Example of information disclosure by KONESP



3. Example of information disclosure by KONESP





3. Example of information disclosure by KONESP

Detailed list of integrations Total 1,164,649

No	Classification	Job Classification	Project Name		Busin
1	Wicket ···	Article	Purchase of main respiratory regulator	More	202
2	Reque···	Article	Daeamsan Wildflower Rail Train Construction Project (2nd)	More	002
3	Tender···	Article	[Marines] purchase of 4 types of diving equipment	More	202
4	Contra···	Article	Manufacture and supply of water bottles for Army, Navy, A···	Close	00
5	Contra···	Article	Manufacture and supply of water bottles for Army, Navy, A···	More	00
6	Contra···	Article	Manufacture and supply of water bottles for Army, Navy, A···	More	00
7	Contra···	Article	Manufacture and supply of water bottles for Army, Navy, A···	More	00
8	Contra···	Article	Manufacture and supply of water bottles for Army, Navy, A···	More	00
9	Tender···	Article	Correct Article	More	202
10	Wicket ···	Article	Article	More	202

Pending

Order Plan	Submission of Requests	Pre-Specifications	Tender Announcement 3	Ticket gates
Order Plan Number none	Request Receipt Number 0023B00264	Pre-specification number 1281268	Bid Announcement No. 20230443731	Bid Announcem No. 202304437
Order Date none	Submission processing date 2023-04-13	Specification Publication Date 2023-04-13	Announcement Posting Date 2023-04-26	Ticket Date 2023-05-04

« < 1 2 3 4 5 6 7 8 > »

Integrated search detail screen

Contract Status

Inspection and Inspection

Payments

Payments

Payout number	0024710176 7	Contract number	0023A0309
Contract Name	Manufacture and supply of water bottles for Army, Navy, Air Force, and Marine Corps	Contract Amount	121,681,200 won
Contractor Name	Makethings Inc.	Representative Name	Chun Nayoung
Prosecutor Inspection Number	9024902162100		

Information on Demand Organizations

Organization Name	Marine Corps Unit 3170	Department in charge	Office of the Financial Staff
Contact Name	Lee Jungwon	Contact Phone Number	054-299-2086

Contractor Information

Company Name	Makethings Inc.	Representative Name	Chun Nayoung
Contact Name	Chun Nayoung		

Payout Information

Expenditure Pavilion		Expenditure	Normal
Days of delay	127	Amount of Expenses	0 won
Request amount	20,840,600 won	Payment Decision Amount	0 won
Deduction	0 won	Advance Payment Amount	40,000,000 won
Foreign treasury amount	won	Advance payment liquidation amount	40,000,000 won
Supply Price	won	Amount of compensation for delay	5,795,060 won
VAT	won	Deductible amount	won

Related (correction/cancellation) announcement

Similar Announcements

Manufacture and supply of water bottles f···
20230431551-001
(Urgent Notice) 24 years of manufacturin···
20240816124-000

output Close

4. Eradication of corruption in the contract payment process

금융

Business Post

경남은행 횡령사고 금액 3천억

차화영 기자

[비즈니스포스트] BNK경남은행 횡령 사고 규모가 3천억 원대로 알려졌던 것의 6배 수준이다.

20일 금융감독원은 최근 경남은행에서 발생한 부동산 해 긴급 현장검사를 실시한 결과 은행투자금융부 직원 됐다고 밝혔다.

횡령 사고로는 역대 최대 규모로 알려졌다.

횡령에 따른 경남은행의 순손실 규모는 595억 원으로 집계됐다.

15년 동안 PF 대출 업무를 담당해온 이모씨는 2009년 5월부터 2022년 7월까지 본인이 관리하던 17곳 PF 사업장에서 모두 2998억 원을 횡령한 것으로 파악됐다.

▲20일 2988억

85억 횡령 수자원공

안준영 기자 jyoung@busan.com

입력 : 2022-09-19 10:39:01

국내 첫 스마트시티

85억 원을 횡령해 중형을 5월 26일 보도)이 2억 원을

부산지법 서부지원 형사4 선고했다고 19일 밝혔다.

A 씨는 2014년 1월부터 2 입금한 보증금 2억 원을

제주일보

HOME > 사회 > 사회일반

1200만원 횡령한 서귀포시 공무원 적발..감사원 파면 요구

김두영 기자 | 승인 2024.05.09

서귀포시, 10일 인사위원회 통해 징계 수위 결

1000만원이 넘는 공금을 횡령한 서귀포시 공무원이

감사원은 9일 '2023년 공직비리 기동감찰' 주요 감사 공무원 A씨(6급)에 대해 파면 징계를 요구했다.

감사원에 따르면 서귀포시 소속 회계 담당 공무원인 A씨 포시 모 읍사무소와 보건소에서 근무하면서 관급자재 대금 300여 만을 조달청에 지급하는 과정에서 조달청이 아닌 자신의 계좌로 입금하는 등 10차례에 걸쳐 1208만원을 횡령한 것으로 밝혀졌다.

A씨는 횡령한 자금으로 의류를 구입하거나 생활비 등으로 사용한 것으로 밝혀졌다.

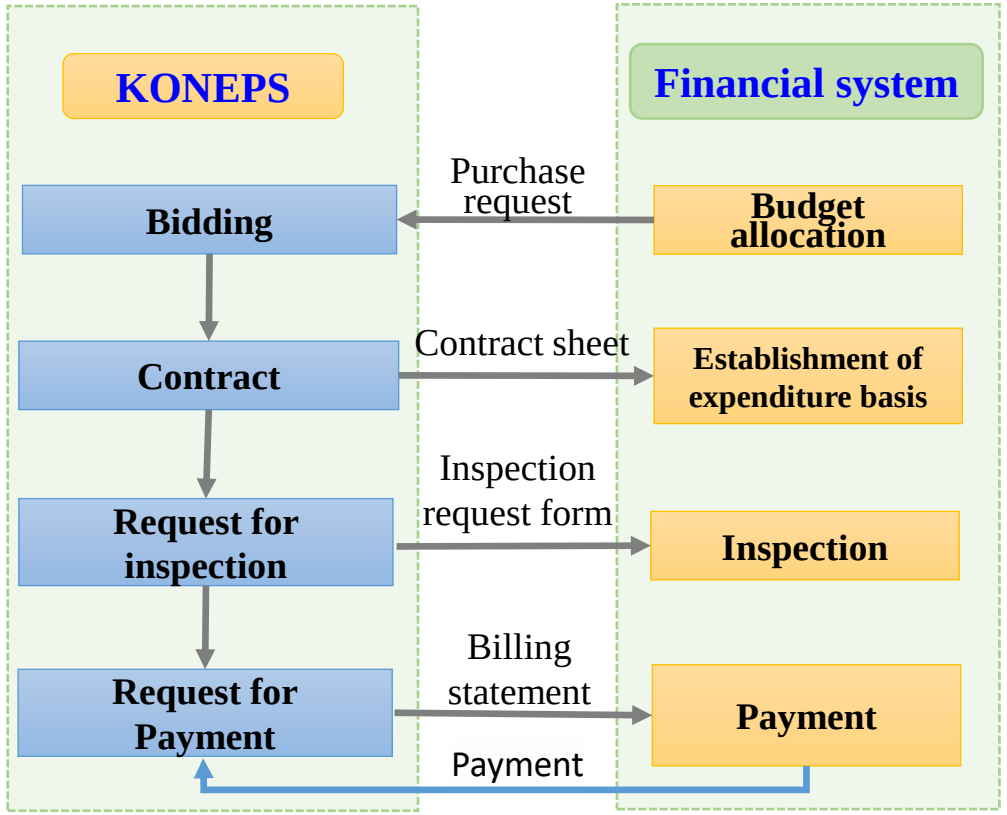
특히 A씨는 자신의 횡령 사실이 드러나지 않도록 세금계산서 등 관련 서류를 변조하는 수법으로 허위 지출경비를 만들거나 다른 경비를 부풀려 집행한 것으로 조사됐다.

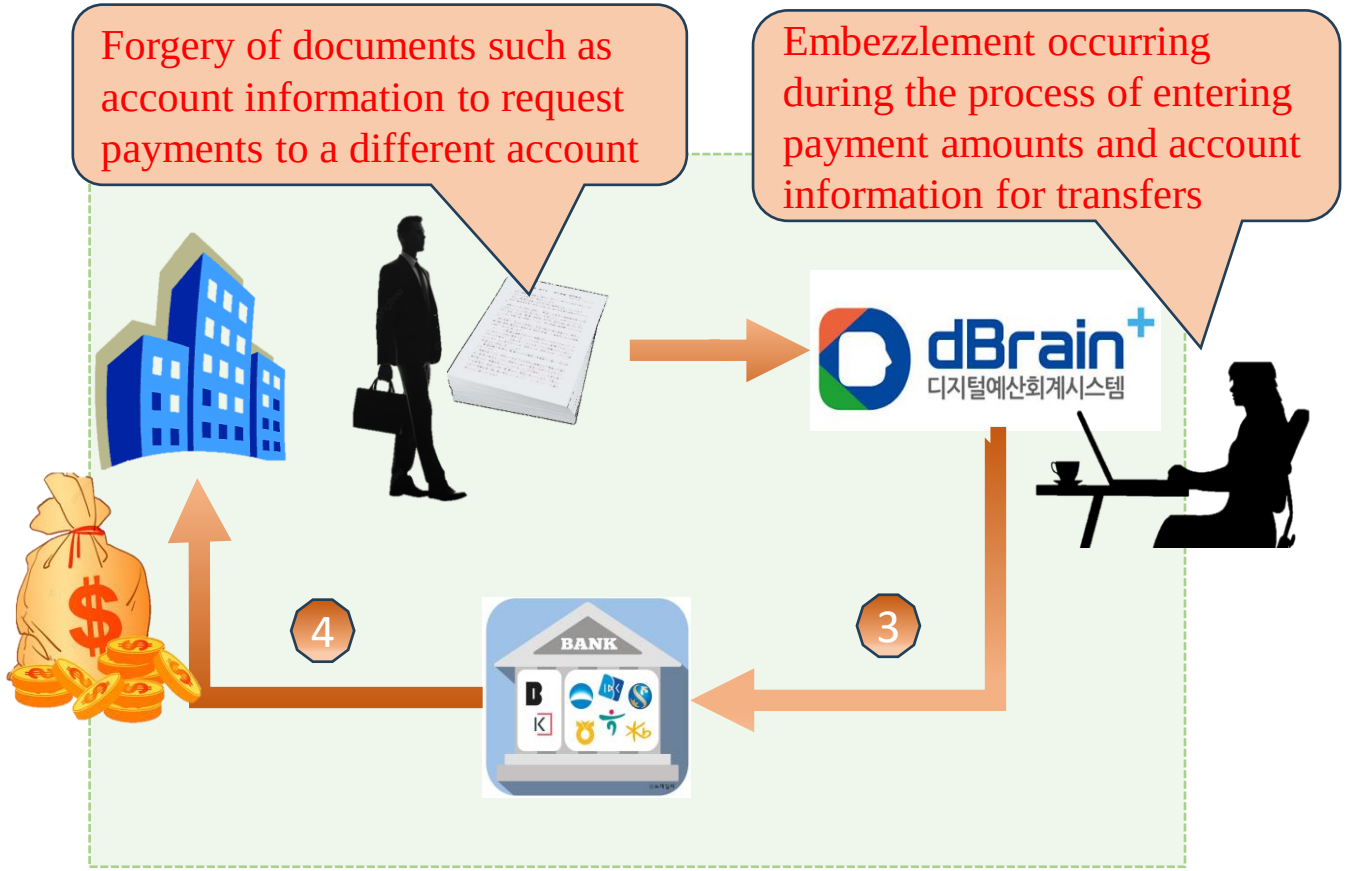
A OO City official was caught embezzling $8,800. The Board of Audit and Inspection requested his dismissal.

4. Eradication of corruption in the contract payment process

Transparent and prompt payment of contract amount

through the connection between the **financial system** and the **procurement system**





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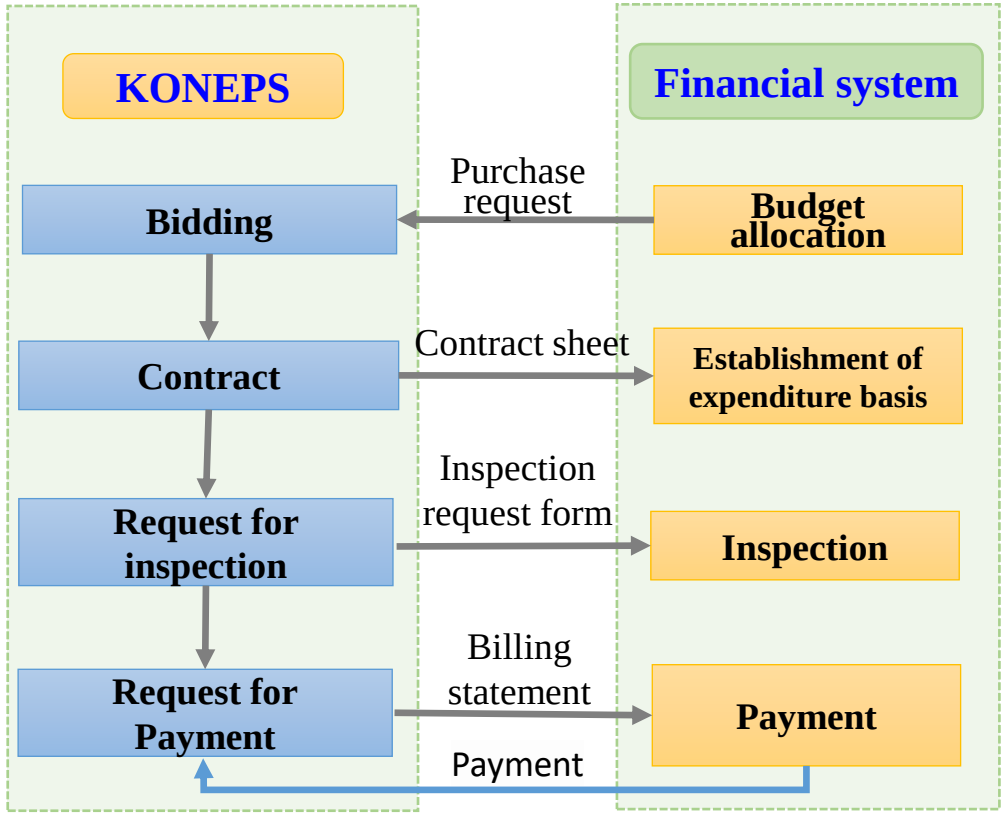
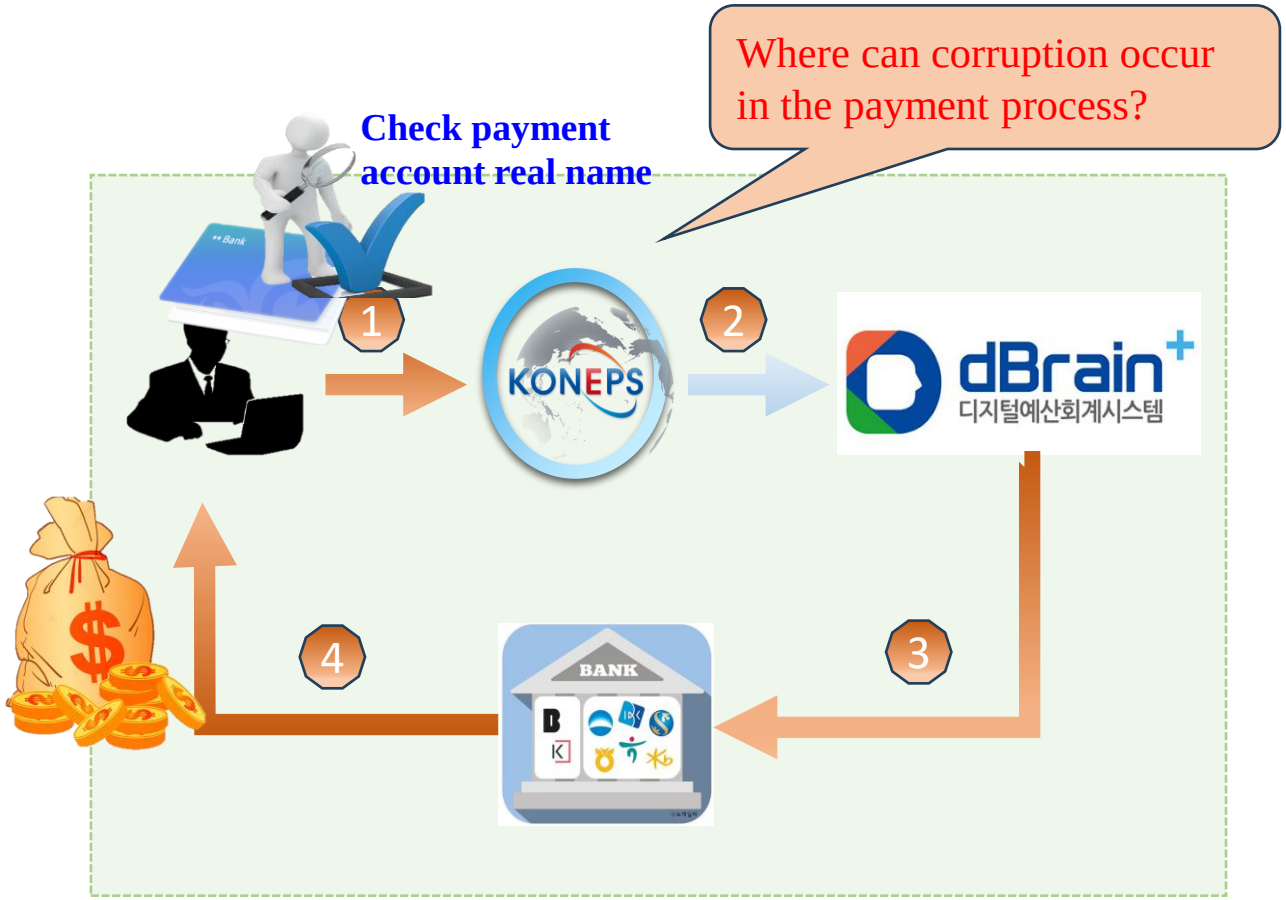




5. Transparent and fair technology proposal evaluation

Items and Score of Evaluation

	Contents	Score
Total		100
Technical Ability	-Technology & Knowledge - Technician, Organization, Management skills -Project Management Plan - Support Knowledge and Management after Project -Career of Conduct of Similar Projects -States of finance or Management -Collaboration	80 ~ 90
Bidding Price		10 ~ 20

- Creating evaluation items favorable to specific companies
- Selecting evaluation committee members favorable to specific companies
- Informing the list of evaluation committee members to the company, leading to bribery of the evaluators by the company
- Bias towards specific companies by the demand institution during the evaluation process and the influence of influential evaluators (Big Mouths)
- Distortion of evaluation results through discussions

5. Transparent and fair technology proposal evaluation

- ❖ Evaluation items cannot be arbitrarily set.
- ❖ The evaluation items are disclosed to and verified by the companies.
- ❖ Even contract officers cannot know the selected evaluation committee members until one hour before the technical evaluation.

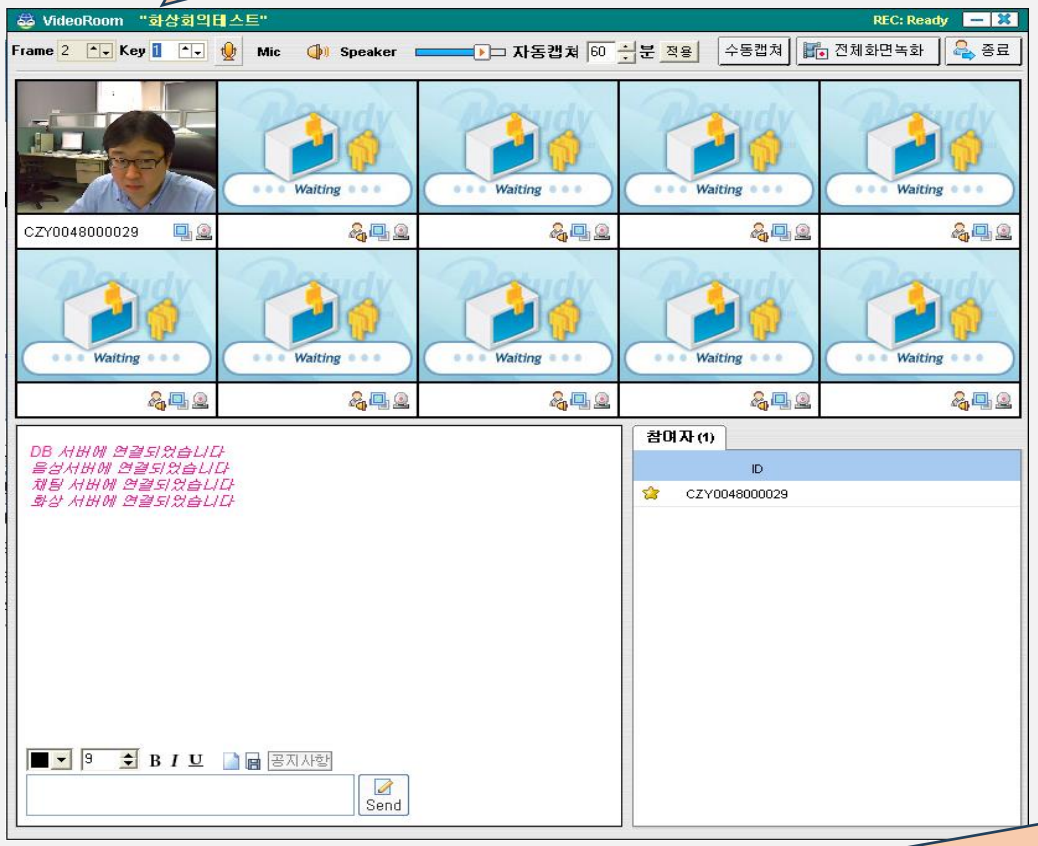
❖ KONEPS operate a pool of **7,400 evaluators** in **17 evaluation areas**

- SW business technology evaluation, design contest company selection, etc

❖ Select evaluators using the **ARS automatic selection system**.

5. Transparent and fair technology proposal evaluation

Online evaluation monitoring screen

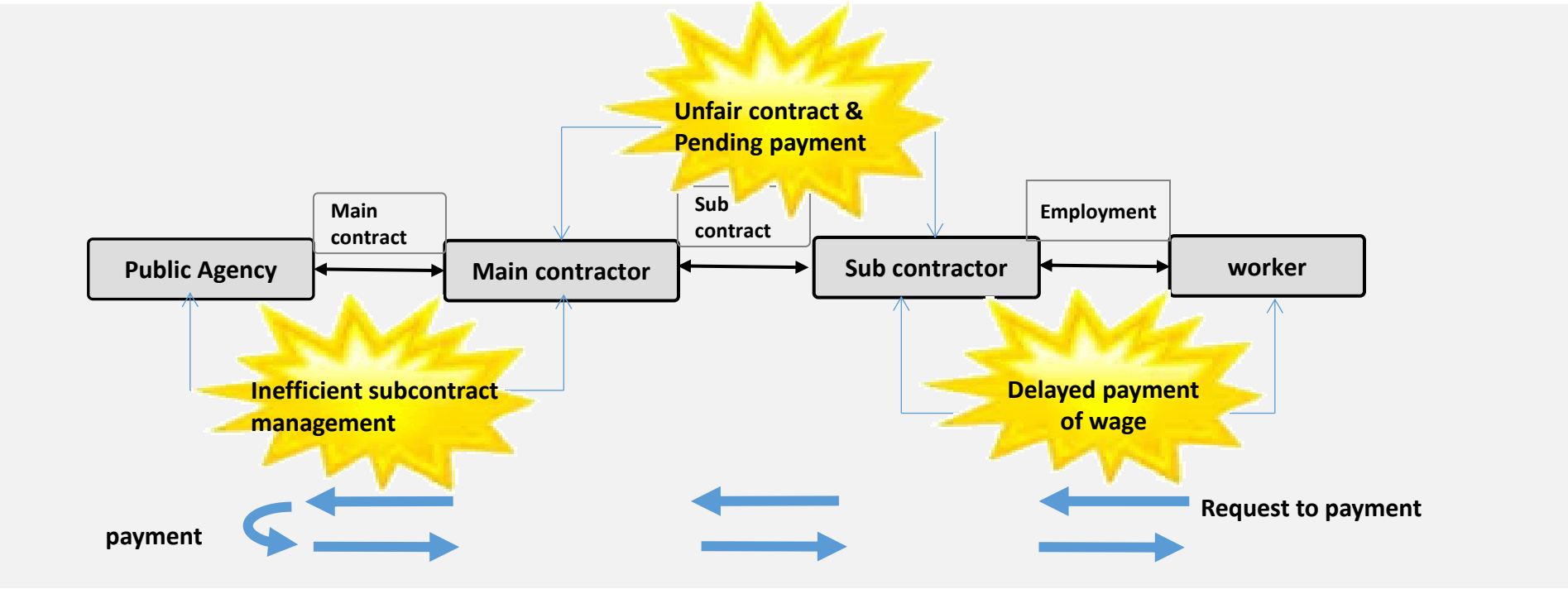


Item-by-item evaluation score input screen

5. Eradicate subcontracting corruption

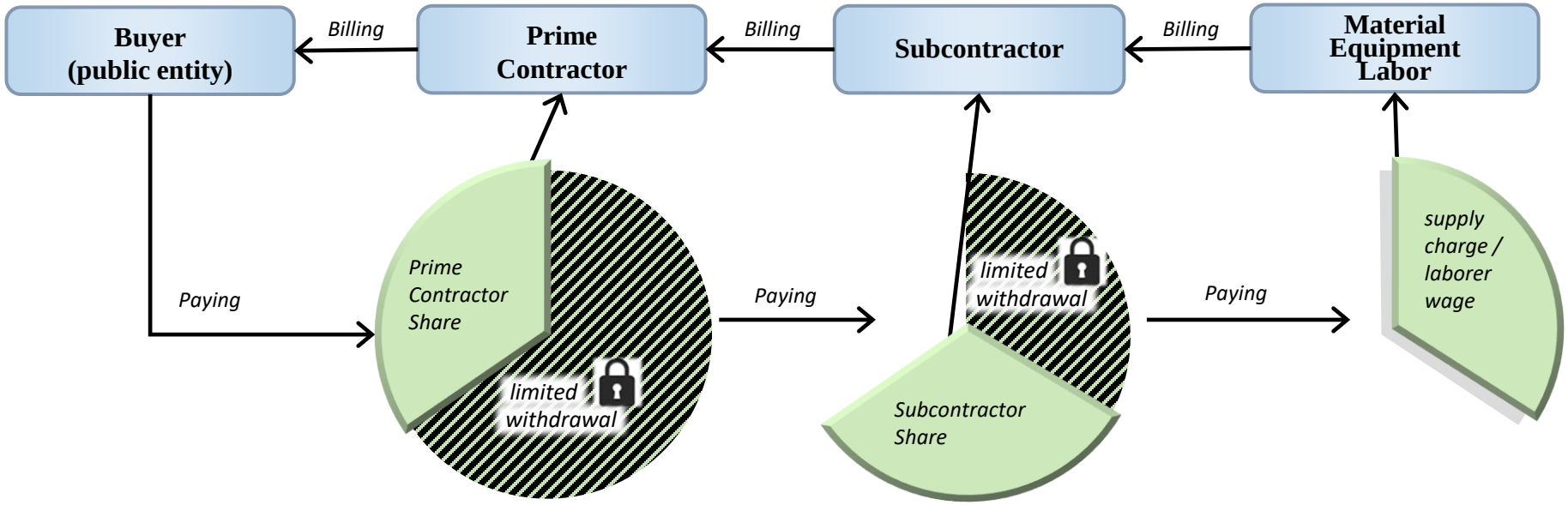
❖ **Of complaints regarding construction, sub-contracting accounted for 84%**
(Anti Corruption & Civil Rights Commission, '16)
* Contents : Reduced Payment / Delayed Payment / No Payment for Modified Price / Back-door Deal

➡ **Process subcontracts and payments in real time** for **fair and efficient management** of subcontracts



5. Eradicate subcontracting corruption

Payment Flow of Subcontract Management System



- ✓ Payment for Subcontracts / Rental Fees for Materials·Equipment / Labor Fees are transferred to the bank account for a prime contractor
- ✓ Restriction of money withdrawal allows a prime contractor to draw only its portion
- ✓ Prime contractor cannot draw the portions of payment for subcontractors, material and equipment firms, and labors

Sub-Contract : **109,714**, **49 Billion USD**, Payment : **47 Billion USD** (‘23)

Thank you

Jung Jin-Sung

jsjung@korea.kr

010-3036-4759

Q&A