

SMEs' access to public procurement

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Workshop 'Opportunities for SMEs; Realistic Expectations', UNICE Public Procurement-Conference, Oslo, 30 September 2004





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Background and objective

- The public procurement market is large:
 - around 16% of EU's gross domestic product
- European directives apply to around 16% of all public procurement ('European-scale')
- Objective EC DG Enterprise:
 - a greater opening-up of the public procurement market for SMEs
- Study objective:
 - measuring the access of SMEs to 'European-scale' public procurement and identifying possibilities to improve the access of SMEs to public procurement



Approach

- creation of database with PP-contracts and enterprise characteristics
- national situation analysis in all (15) MS
- surveys amongst successful SMEs and awarding authorities
- statistical analysis and reporting
- recommendations



It was the first time ever that such a study was conducted at European level!



Access of SMEs

- Successful involvement of SMEs on PP-market (in 2001): 78% of the winners was an SME
- There is room for improvement since 99.8% in the population of enterprises is SME
- Success of SMEs varies over countries:
 65% in UK to 92% in Luxembourg
- SMEs obtain more contracts from local authorities, mostly alone (!), and smaller contracts... than large enterprises



Experiences of SMEs (EU-level)

- Although successful SMEs are experienced in PP (tender a lot, PP is mostly part of their strategy, and update adm. documents regularly)...
- ...they face the following main problems: shortage of information, unclear information, administrative burden, short time span
- Improvement is expected by more (electronic) information and less administrative burden
- SMEs think they benefit from prior information, pre-selection and external help and training





Experiences of Awarding Authorities (EU-level)

- SMEs' strong point: flexibility
- SMEs' weak points: financial capacity and continuity
- Expected key solutions for improving access of SMEs to public procurement: more and better information, and simplification of rules





Expectation New Directives

Main problems SMEs

- 1. shortage of, and unclear information
- 2. administrative burdens
- 3. short time span

New Directives: solutions?

- more electronic information, competitive dialogue
 - simplification of rules
- more clear selection criteria, eprocurement (please, give the extra time to the suppliers)





It might be a step forward