

Enhancing Efficiency and Expertise through Government Procurement Agency

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1. Use of Public Procurement Agency

- Diverse Models of using Procurement Agencies
 - Public Sector Agency: Central govt. / Public enterprise
 - Public Sector Agencies & Private Sector Agents
 - Direct Procurement by Each Public entity
 - Korea's Public Procurement Model
 - Central Public Procurement Agency: Public Procurement Service
 - Centralized & Decentralized Procurement
- ※ In 2011, centralized procurement through PPS was 34% (USD 34 billion) of Korea's total Procurement (99.8 billion)

2. Enhancing Procurement Efficiency through PPS

- Enhancing Procurement Efficiency
 - Concentrated expertise and professional workforce
 - Administrative efficiency
- ※ Standardized processes, forms & specifications
- Saving budget through price/cost analysis
 - ※ In 2009, PPS's price analysis reduced procurement budget by 13.9% for goods & services, and 6.4% for construction works
 - Saving budget through MAS contracts
 - ※ 2011 survey on 6 sample MAS-contracted products showed significantly lower price compared to average market price

3. Strengthening Procurement Workforce

- Public Procurement Education Institute (PPEI)
 - Trains 900 PPS procurement officials, 160,000 staff from other public organizations, and 300, 000 suppliers
- PPEI Training Programs for Public Officials
 - Subjects
 - ※ Basic / Purchasing / Construction Works / Foreign Procurement
Asset Mgt. / Real Property Mgt. / e-procurement
 - ※ 5 cyber courses
- PPEI Specialized Programs for PPS Officials
 - ※ Entry course / PPS MBA / Goods & Services / Construction Works
- Contracting Officer's Certification Program
 - ※ Procurement Specialist / Contracting Officer / Cost Analyst