Quality communication in the context of public procurement

Presented by Sarah Ireland
Director of Commissioning & Improvement

September 2017



What is quality communication in public procurement about?

It is about being clear on the **outcomes** that we are trying to achieve by:

- enabling strategic procurement
- articulating, understanding and shaping procurement exercises
- creating the market conditions to support innovation and building credibility with the suppliers

Quality communication uses two-way, proactive approaches

It works within the legal framework by fully utilising tools and mechanisms that are available and appropriate at different procurement stages



Why is communication important?

With all stakeholders

 Quality communication plays a crucial part in generating and inspiring innovation, best value for money and embedding added benefits

With suppliers

 It allows public procurement objectives to be shared with the suppliers and in return assures that contracting authorities have correct understanding of markets capabilities and capacities and can develop a realistic and effective tender specifications



Communication with suppliers at different procurement stages

Pre-procurement engagement	Procurement communication	Contract management
Communication is key, encouraged by EU procurement regulation and not subject to detailed procedure	Communication is open to all (e- portal), recorded and auditable; provides history of any pre- procurement engagement;	Communication channels established in procurement are used to build relationships with suppliers
Underpinned by principles of consultation, co-design and co-production & attracting smaller and new providers Pros&cons Resource intensive & requires planning, but saves time and resource in the procurement stage, can identify and mitigate any risks to either process or service	Clearly embeds & articulates all requirements (e.g. responsible procurement principles) Underpinned by principles of equal treatment, transparency, non-discrimination and proportionality Pros&cons If not governed by transparency and equal treatment it can be open to challenge; if applied consistently and correctly can make the procurement efficient and effective	Pros&cons Resource intensive but invest to save in communicating and mitigating potential issues, ensures that the supplier continues fulfilling the objectives and deliver their commitments

Using communication to embed responsible procurement principles - Croydon Council's View

- As a major contracting authority we have made a strategic decision to using our purchasing power to get our suppliers to give back to the community and support our strategic objectives
- The council was one of the first in started to take social value seriously even before the Public Social Value came into force
- This takes strong leadership and champions understanding the local community
- Being able to commutate with suppliers at different procurement stages and using different tool has been key in embedding this approach



First steps

Where to start as an organisation wanting to use quality communication with suppliers to introduce new objectives such as principles of responsible procurement:

Focus on professional awareness first
Invest in pre-procurement engagement
Use e-portal to communicate and keep record
Test your new approaches before rolling them out



First steps

Avoiding challenge:

- Clearly separate and communicate the difference between consultation (pre-procurement engagement) and any future competitive procurement
- <u>Do not give</u> any one potential supplier an advantage in bidding over another – for example, by providing one supplier with substantially more information than another – this could be overcome by publishing all information on your website to ensure equal access
- <u>Do not</u> shape your requirement in favour of any one particular potential supplier as a result of pre-procurement dialogue
- Engage in a way that <u>does not</u> disadvantage any one particular potential supplier or group of potential suppliers – for example, SMEs and mutual
- Record all your communications with suppliers and be able to provide an audit trail

