Innovating Public Procurement through Korea ON-line E-Procurement System

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Functions of KONEPS

Single Window for Public Procurement
- All public tender notices and related information are available at a single website
- Bidders can participate in all public biddings after one-time registration

Integration of Entire Procurement Procedures
- Entire process ranging from vendor registration, tender notice, bidding, contract awarding through payment
- Easily issue purchase order at the Online Shopping Mall

One-stop Service
- 166 types of documents are handled online thru the data exchange linkage with 100 other information systems
KONEPS processes the entire procurement procedures through the 4 major sub-systems: e-bidding, e-contracting, e-payment & the online shopping mall.

**e-Bidding**
- Tender notice / Bidding
- Price Assessment
- Evaluation / Analysis

**e-Contracting**
- Contract Registration
- Composition and Sealing of Contracts
- Contract Review

**e-Payment**
- E-Payment
- Expenditure Mgmt.
- Fee Management

**Online Shopping Mall**
- Product Registration
- E-Catalogue
- Product Search
- Online Purchase Order
Impacts of KONEPS

Enhanced efficiency and transparency

Saves $8.1 bil. of transaction costs annually

- $6.6 bil. on the suppliers’ side & $1.5 bil. in the public sector
- Reduction of physical contacts, contract-related documents, and etc
- Savings of labor time for searching for tender information
- Additionally, budget savings from increased competition

Creates transparent doing-business environments

- Minimizes face-to-face contacts
- All the information are gathered on a real time basis
- The number of bid participants has increased by 300%
Impacts of KONEPS

Extended coverage & increased productivity

Covers public procurement more broadly

- More than 70% of total public procurement is conducted thru KONEPS
- $122 bil. (Total PP) > $86 bil. (KONEPS) > $42.7 bil. (PPS)

Increases productivity by 500%

- Barometer of productivity = No. of contracts / No. of employees
- Contracts per employee: 179 (yr. 1997) → 890 (yr. 2008)