CONTENTS

Section

PART 1

KEY CONCEPTS AND APPLICATION

Contracting authorities

Regulated procurements

Regulated contracts

Framework agreements and dynamic purchasing systems

PART 2

GENERAL DUTIES AND PROCUREMENT STRATEGIES

General duties

Procurement strategy and annual report

SP Bill 38

Session 4 (2013)
PART 3

SPECIFIC DUTIES

Publication of notices on Public Contracts website
17 Public Contracts website
18 Publication of contract notices and award notices

Community benefit requirements
19 Community benefit requirements
20 Community benefit requirements in major contracts
21 Guidance on community benefit requirements

Selection of tenderers
22 Exclusion of economic operators on grounds of criminal activity
23 Selection of tenderers
24 Guidance on selection of tenderers

Technical specifications
25 Technical specifications

Charges for participation in procurement process
26 Charges for participation in procurement process

Giving of reasons
27 Giving of reasons to unsuccessful participants
28 Request for further information
29 Withholding information

Contracts register
30 Contracts register

Procurement of recycled and recyclable products etc.
31 Amendment of Climate Change (Scotland) Act 2009

PART 4

REMEDIES

32 Actionable duties
33 Procedure and time limits
34 Determination by the court

PART 5

GENERAL

Interpretation
35 The Directive, Public Contracts Regulations and EU-regulated procurements
36 General interpretation

Final provisions
37 Ancillary provision
38 Subordinate legislation
39 Commencement
40 Short title

Schedule—Contracting authorities
   Part 1—Scottish Administration and Scottish Parliament
   Part 2—Local government
   Part 3—Others
Procurement Reform (Scotland) Bill

[AS INTRODUCED]

An Act of the Scottish Parliament to make provision about the procedures relating to the award of certain public contracts; to require certain authorities to produce procurement strategies and annual reports; and for connected purposes.

PART 1

KEY CONCEPTS AND APPLICATION

Contracting authorities

1

(1) For the purposes of this Act, a “contracting authority” is—
   (a) a body, office-holder or other person listed in the schedule, or
   (b) any other person who is a contracting authority for the purposes of the Public Contracts Regulations and whose functions—
      (i) are exercisable in or as regards Scotland, and
      (ii) do not relate to reserved matters within the meaning of the Scotland Act 1998 (c.46).

(2) The Scottish Ministers may by order modify the meaning of “contracting authority” for the purposes of this Act.

(3) An order under subsection (2) may amend subsection (1) and the schedule.

Regulated procurements

2

For the purposes of this Act, a “regulated procurement” is—
   (a) the seeking of offers in relation to a proposed regulated contract by a contracting authority,
   (b) the award of a regulated contract by a contracting authority.
Regulated contracts

3 Regulated contracts

(1) A contract is regulated if—
   (a) it is a public contract,
   (b) the estimated value of the contract (see section 5) is equal to or greater than the contract threshold, and
   (c) the contract is not an excluded contract (see section 4).

(2) For the purposes of this Act, the contract threshold is as follows—

<table>
<thead>
<tr>
<th>Type of contract</th>
<th>Threshold</th>
</tr>
</thead>
<tbody>
<tr>
<td>Public contract (other than a public works contract)</td>
<td>£50,000</td>
</tr>
<tr>
<td>Public works contract</td>
<td>£2,000,000</td>
</tr>
</tbody>
</table>

(3) The Scottish Ministers may by order amend the table in subsection (2) so as to substitute for the figures specified there for the time being such other figures as they consider appropriate.

4 Excluded contracts

(1) A contract is an excluded contract for the purposes of section 3 if it is a contract of a kind mentioned in paragraph (1) or (2) of regulation 6 of the Public Contract Regulations.

(2) The Scottish Ministers may by regulations amend subsection (1) so as to modify the kinds of contracts which are or are not excluded contracts.

5 Estimated value of contract

(1) For the purposes of this Act, the estimated value of a contract is the value of the total consideration (not including value added tax) which the contracting authority expects to be payable under or by virtue of the contract.

(2) The Scottish Ministers may by regulations make further provision about how the estimated value of a contract is to be determined.

Framework agreements and dynamic purchasing systems

6 Framework agreements and call-off contracts

(1) For the purposes of this Act—
   (a) a framework agreement is an agreement between one or more contracting authorities and one or more economic operators, the purpose of which is to establish the terms governing public contracts to be awarded during a given period, in particular with regard to price and, where appropriate, the quantity envisaged,
   (b) a call-off contract is a contract awarded under a framework agreement.

(2) This Act applies to framework agreements and call-off contracts as follows—
(a) a framework agreement is treated as a public contract for the purposes of section 3 (and references to “contract” elsewhere in this Act are to be construed accordingly),

(b) the following provisions do not apply to a regulated procurement in so far as it relates to a call-off contract—

(i) section 8(2),
(ii) section 10,
(iii) section 18(1),
(iv) section 22.

7 Dynamic purchasing systems

(1) The Scottish Ministers may by regulations make provision about dynamic purchasing systems including, in particular, provision—

(a) applying this Act to the establishment and operation of a dynamic purchasing system as it applies to the carrying out of a regulated procurement with such modifications as the regulations may specify,

(b) modifying the application of this Act to a contract awarded under a dynamic purchasing system.

(2) For the purposes of subsection (1), a dynamic purchasing system is an electronic system—

(a) established by a contracting authority to purchase goods, services or works which are—

(i) commonly used by the authority, and
(ii) readily available on the market, and

(b) which is open to any economic operator who satisfies selection criteria specified by the contracting authority.

8 General duties

General duties

(1) A contracting authority must, in carrying out a regulated procurement—

(a) treat relevant economic operators equally and without discrimination,

(b) act in a transparent and proportionate manner.

(2) A contracting authority must also comply with the sustainable procurement duty.

(3) However, a contracting authority must not do anything in pursuance of subsection (2) that would conflict with its duty under subsection (1).

(4) A relevant economic operator is an economic operator who is a national of, or is established in—

(a) a member State, or
4  

Procurement Reform (Scotland) Bill  
Part 2—General duties and procurement strategies

(b) Iceland, Liechtenstein or Norway.

(5) Subsection (1) does not apply in relation to an EU-regulated procurement.

9  
Sustainable procurement duty

(1) For the purposes of this Act, the sustainable procurement duty is the duty of a contracting authority—

(a) before carrying out a regulated procurement, to consider how in conducting the procurement process it can—

(i) improve the economic, social, and environmental wellbeing of the authority’s area,

(ii) facilitate the involvement of small and medium enterprises, third sector bodies and supported businesses in the process, and

(iii) promote innovation, and

(b) in carrying out the procurement, to act with a view to securing such improvements identified as a result of paragraph (a)(i).

(2) The contracting authority must consider under subsection (1) only matters that are relevant to what is proposed to be procured and, in doing so, consider the extent to which it is proportionate in all the circumstances to take those matters into account.

(3) In this section—

“small and medium enterprises” means businesses with not more than 250 employees,

“third sector bodies” means organisations (other than bodies established under an enactment) that exist wholly or mainly to provide benefits for society or the environment.

10  
Supported businesses

(1) Despite section 8, a contracting authority may restrict participation in a regulated procurement (other than an EU-regulated procurement) to supported businesses only.

(2) Where a contracting authority restricts participation under subsection (1), it must state that fact in the contract notice.

(3) For the purposes of this Act, a “supported business” is an economic operator who operates a supported business, supported employment programme or supported factory within the meaning of regulation 7 of the Public Contracts Regulations.

(4) The Scottish Ministers may by order amend this section so as to modify the meaning of “supported business” for the purposes of this Act.

Procurement strategy and annual report

11  
Procurement strategy

(1) A contracting authority which expects to have significant procurement expenditure in the next financial year must, before the start of that year—

(a) prepare a procurement strategy setting out how the authority intends to carry out regulated procurements, or
(b) review its procurement strategy for the current financial year and make such revisions to it as the authority considers appropriate.

(2) Subsection (3) applies where a contracting authority—

(a) has not, in relation to a financial year, prepared or reviewed a strategy under subsection (1), and

(b) becomes aware of the likelihood of having significant procurement expenditure during that year.

(3) The contracting authority must, as soon as practicable after it becomes aware of the likelihood of having significant procurement expenditure—

(a) prepare a procurement strategy setting out how the authority intends to carry out regulated procurements, or

(b) review its most recent procurement strategy and make such revisions to it as the authority considers appropriate.

(4) An authority has significant procurement expenditure in a year if the sum of the estimated values of the contracts to which its regulated procurements in that year relate is equal to or greater than £5,000,000.

(5) The procurement strategy must, in particular—

(a) set out how the authority intends to ensure that its regulated procurements will—

(i) contribute to the carrying out of its functions and the achievement of its purposes,

(ii) deliver value for money, and

(iii) be carried out in compliance with its duties under section 8,

(b) include a statement of the authority’s general policy on—

(i) the use of community benefit requirements, and

(ii) consulting and engaging with those affected by its procurements,

(c) set out how the authority intends to ensure that, so far as reasonably practicable, the following payments are made no later than 30 days after the invoice (or similar claim) relating to the payment is presented—

(i) payments due by the authority to a contractor,

(ii) payments due by a contractor to a sub-contractor,

(iii) payments due by a sub-contractor to a sub-contractor,

(d) address such other matters as the Scottish Ministers may by order specify.

(6) The Scottish Ministers may by order modify subsection (4) so as to substitute for the figure specified there for the time being such other figure as they consider appropriate.

12 Joint strategies

A group of two or more contracting authorities may have a joint procurement strategy for both or, as the case may be, all of the authorities in the group.
Compliance with strategy

A contracting authority which is required to prepare or review a procurement strategy in relation to a financial year must ensure that its regulated procurements in that year are, so far as reasonably practicable, carried out in accordance with its strategy.

Annual procurement reports

(1) A contracting authority which is required to prepare or revise a procurement strategy in relation to a financial year must prepare an annual procurement report on its regulated procurement activities as soon as reasonably practicable after the end of that financial year.

(2) The report must include—
(a) a summary of the regulated procurements that have been completed during the year covered by the report,
(b) a review of whether those procurements complied with the authority’s procurement strategy,
(c) to the extent that any regulated procurements did not comply, a statement of how the authority intends to ensure that future regulated procurements do comply,
(d) a summary of the regulated procurements the authority expects to commence in the next two financial years,
(e) such other information as the Scottish Ministers may by order specify.

(3) For the purposes of subsection (2)(a), a regulated procurement is completed when the award notice is published or when it otherwise comes to an end.

Publication etc.

(1) A contracting authority must publish—
(a) the procurement strategy prepared under section 11,
(b) any revised strategy prepared under that section,
(c) the annual procurement report prepared under section 14.

(2) Publication is to be in such manner as the authority considers appropriate but must include publication on the internet.

(3) On publishing a document under subsection (1), the authority must notify the Scottish Ministers.

Guidance

(1) The Scottish Ministers must issue guidance to contracting authorities on the preparation and publication of procurement strategies and annual procurement reports.

(2) The guidance may, in particular, cover—
(a) consultation to be undertaken in relation to the preparation of a strategy,
(b) the form and content of strategies and reports,
(c) the process by which an authority approves its strategy.

(3) The guidance may include a model procurement strategy and model annual report.
(4) Contracting authorities must have regard to any guidance issued under this section.

PART 3

SPECIFIC DUTIES

Publication of notices on Public Contracts website

17 Public Contracts website

(1) The Scottish Ministers must establish and maintain a website (the “Public Contracts website”) for the purpose of publicising, in relation to regulated procurements—
   (a) the seeking of offers, and
   (b) the award of contracts.

(2) The Scottish Ministers may use the Public Contracts website for such other purposes as they consider appropriate.

18 Publication of contract notices and award notices

(1) A contracting authority must publicise its intention to seek offers as part of a regulated procurement on the Public Contracts website.

(2) A contracting authority must publicise the award of a contract under a regulated procurement on the Public Contracts website.

(3) The Scottish Ministers may by regulations make further provision about publication under this section.

(4) The regulations may, in particular, make provision—
   (a) requiring the duties under subsection (1) and (2) to be complied with within a specified period,
   (b) providing that, in relation to regulated procurements of a specified description—
      (i) the duty in subsection (1) or (2) need not be complied with, or
      (ii) the duty need only be complied with in specified circumstances,
   (c) specifying the information that must be publicised,
   (d) providing that a contracting authority may withhold information from publication in specified circumstances.

(5) In subsection (4), “specified” means specified in the regulations.

(6) In this Act—
   “contract notice” means the information published in accordance with subsection (1),
   “award notice” means the information published in accordance with subsection (2).
Community benefit requirements

19 Community benefit requirements
For the purposes of this Act, a community benefit requirement is a contractual requirement imposed by a contracting authority—

(a) relating to—

(i) training and recruitment, or

(ii) the availability of sub-contracting opportunities, or

(b) which is otherwise intended to improve the economic, social or environmental wellbeing of the authority’s area in a way additional to the main purpose of the contract in which the requirement is included.

20 Community benefit requirements in major contracts
(1) This section applies where a contracting authority proposes to carry out a regulated procurement in relation to which the estimated value of the contract is equal to or greater than £4,000,000.

(2) The contracting authority must, before carrying out the procurement, consider whether to impose community benefit requirements as part of the procurement.

(3) The contracting authority must, in the contract notice relating to the procurement, include—

(a) a summary of the community benefit requirements it intends to include in the contract, or

(b) where it does not intend to include any such requirements, a statement of its reasons for not including any requirements.

(4) Where community benefit requirements are included in a contract, the contracting authority must include in the award notice a statement of the benefits it considers will be derived from those requirements.

(5) The Scottish Ministers may by order modify subsection (1) so as to substitute for the figure specified there for the time being such other figure as they consider appropriate.

21 Guidance on community benefit requirements
(1) The Scottish Ministers may issue guidance on the use of community benefit requirements.

(2) The guidance may, in particular, cover—

(a) consultation that should take place before a contracting authority determines whether or not to include community benefit requirements in a contract to which section 20 applies,

(b) the information that should be contained in a contract notice and award notice in relation to community benefit requirements,

(c) the circumstances in which inclusion of community benefit requirements would or would not be appropriate.

(3) Contracting authorities must have regard to any guidance issued under this section.
Selection of tenderers

22 Exclusion of economic operators on grounds of criminal activity

(1) The Scottish Ministers may by regulations require a contracting authority to exclude an economic operator from the process relating to a regulated procurement (other than an EU-regulated procurement) if any of the following have been convicted of an offence specified in the regulations—
   (a) the economic operator,
   (b) a director, secretary, office-holder, or partner of the economic operator, or
   (c) another person having powers of representation, decision-making or control in relation to the economic operator.

(2) Regulations under this section may make provision—
   (a) specifying evidence that is to be conclusive in determining whether or not a person has been convicted of an offence,
   (b) specifying circumstances in which a contracting authority may award a contract to an economic operator despite being otherwise prohibited from doing so under the regulations.

23 Selection of tenderers

(1) The Scottish Ministers may by regulations make further provision about the selection by contracting authorities of economic operators to participate in the process relating to a regulated procurement (other than an EU-regulated procurement) including, in particular, provision about—
   (a) the use of minimum standard requirements to assess the suitability of economic operators in relation to a regulated procurement,
   (b) the circumstances in which an economic operator may or may not be excluded on the basis of criteria specified in the regulations,
   (c) the procedure that is to be followed in determining whether or not to exclude an economic operator.

(2) In subsection (1)(a), a minimum standard requirement is a requirement that an economic operator has a particular financial standing, technical ability or other characteristic.

(3) Without prejudice to the generality of subsection (1)(b), criteria which may be specified in the regulations include—
   (a) that—
      (i) the economic operator,
      (ii) a director, secretary, office-holder or partner of the economic operator, or
      (iii) another person having powers of representation, decision-making or control in relation to the economic operator,
   has been convicted of an offence,
   (b) that the economic operator has failed to comply with—
      (i) an obligation to pay tax, or
(ii) another statutory duty (other than by committing an offence) specified in the regulations,

(c) that the economic operator has committed an act of misconduct of a kind specified in the regulations,

(d) that the economic operator has entered into an agreement with another economic operator aimed at distorting competition,

(e) that the economic operator does not have a licence, possession of which is necessary to perform the contract,

(f) that the economic operator is not a member of a regulatory body, membership of which is necessary to perform the contract,

(g) that the economic operator has granted a trust deed for creditors or become otherwise apparently insolvent or is the subject of a petition presented for sequestration,

(h) that a receiver or administrator has been appointed in relation to the economic operator,

(i) that the economic operator’s performance in relation to another regulated procurement was not satisfactory.

(4) Regulations under this section may make provision specifying evidence that is to be conclusive in determining whether or not such criteria are met.

24 Guidance on selection of tenderers

(1) The Scottish Ministers may issue guidance about the selection of economic operators to take part in the process relating to a regulated procurement.

(2) The guidance may, in particular, cover—

(a) the use of questionnaires in the assessment of the suitability of economic operators,

(b) the matters relating to the recruitment and terms of engagement of persons involved in producing, providing or constructing the subject matter of the regulated procurement that are to be taken into account in assessing the suitability of an economic operator.

(3) Contracting authorities must have regard to any guidance issued under subsection (1).

Technical specifications

25 Technical specifications

(1) The Scottish Ministers may by regulations make provision about the use of technical specifications in regulated procurements (other than EU-regulated procurements).

(2) In this section, a technical specification is a specification which defines required characteristics of—

(a) goods, services or works,

(b) the way in which the goods, services or works are to be produced, provided or constructed,
(c) any process relating to another stage in the life cycle of the goods, services or works.

(3) Regulations under this section may, in particular, make provision or further provision about—

5 (a) the matters which are to be taken into account by contracting authorities in determining which technical specifications are to be imposed,

(b) the extent to which technical specifications may—

(ii) include requirements based on the performance or functionality of the goods, services or works,

(c) circumstances in which a contracting authority must treat a tender as complying with a technical specification,

(d) the wording of technical specifications.

Charges for participation in procurement process

26 Charges for participation in procurement process

A contracting authority must not charge an economic operator a fee for participating in any part of the process relating to a regulated procurement (including a fee to provide any document required to participate in that process).

Giving of reasons

27 Giving of reasons to unsuccessful participants

(1) This section applies to a regulated procurement (other than an EU-regulated procurement).

(2) A contracting authority must, as soon as reasonably practicable after deciding to exclude an economic operator from participating in the procurement process at any stage before the economic operator has submitted a tender, notify its decision to the economic operator.

(3) A notice under subsection (2) must include the following information—

(a) the names of the economic operators who have not been so excluded,

(b) the criteria used to exclude the economic operator in question,

(c) the contracting authority’s scoring (if any), against those criteria, of the economic operator.

(4) A contracting authority must, as soon as reasonably practicable after deciding to award a contract, notify its decision to all unsuccessful tenderers.

(5) A notice under subsection (4) must include the following information—

(a) the name of the successful tenderer,

(b) the criteria used to award the contract,

(c) the contracting authority’s scoring, against those criteria, of the unsuccessful tenderer and the successful tenderer.
28 Request for further information

(1) The following persons may request further information in relation to a regulated procurement (other than an EU-regulated procurement)—

(a) an economic operator who was excluded from participating in the procurement process before it submitted a tender,

(b) an unsuccessful tenderer,

(c) the successful tenderer.

(2) The request must be—

(a) in writing, and

(b) made before the end of the period of 30 days beginning on—

(i) in the case of a person mentioned in subsection (1)(a) or (b), the day the person received a notice under section 27,

(ii) in the case of the successful tenderer, the day on which it was notified of the decision to award the contract.

(3) The contracting authority must, before the end of the period of 30 days beginning on the day it receives the request, provide the relevant information.

(4) The relevant information is—

(a) in the case of an economic operator excluded from the participating in the procurement process, a summary of the reasons why the economic operator was excluded,

(b) in the case of an unsuccessful tenderer—

(i) a summary of the reasons why the tenderer was unsuccessful, and

(ii) the characteristics and relative advantages of the successful tender,

(c) in the case of the successful tenderer, a description of any improvements the contracting authority considers the tenderer could have made to its tender.

29 Withholding information

Despite sections 27 and 28, the contracting authority may withhold information from a person if it considers that disclosure would—

(a) impede law enforcement or otherwise be contrary to the public interest,

(b) prejudice the commercial interests of any person, or

(c) prejudice fair competition between economic operators.

Contracts register

30 Contracts register

(1) A contracting authority must keep and maintain a register of contracts (a “contracts register”).

(2) The contracts that must be registered are any contracts entered into as a result of a regulated procurement.
(3) In relation to each contract, a contracts register must contain the following information—

(a) the date of award,
(b) the name of the contractor,
(c) the subject matter,
(d) the estimated value,
(e) the start date,
(f) the end date provided for in the contract (disregarding any option to extend the contract) or, where there is no date specified, a description of the circumstances in which the contract will end,
(g) the duration of any period for which the contract can be extended.

(4) The authority may delete an entry in its contracts register only after the contract to which it relates has expired or been terminated.

(5) The authority must make the information contained in its contracts register publicly available on the internet and by such other means as it considers appropriate.

(6) However, the authority may withhold an entry or part of an entry in the register if it considers that making it publicly available would—

(a) impede law enforcement or otherwise be contrary to the public interest,
(b) prejudice the commercial interests of any person, or
(c) prejudice fair competition between economic operators.

Procurement of recycled and recyclable products etc.

31 Amendment of Climate Change (Scotland) Act 2009

After section 82 of the Climate Change (Scotland) Act 2009 (asp 12) insert—

"82A Procurement of recycled and recyclable products etc.

(1) The Scottish Ministers may by regulations require specified contracting authorities to ensure that—

(a) a specified proportion of the goods or works procured by or on behalf of the authorities, or
(b) a specified proportion of the materials used in the production, provision or construction of goods, services or works so procured,

fall within subsection (2).

(2) Something falls within this subsection if—

(a) it has been used already (including where it has been refurbished since that use),
(b) it has been remanufactured, or
(c) it is designed to be repaired, reused, refurbished, remanufactured or recycled.

(3) The regulations may, in particular, make provision about—

(a) the circumstances in which the requirement applies,
(b) the kinds of things in relation to which the requirement applies,
(c) how the specified proportions are to be determined,
(d) the circumstances in which a person may apply to the Scottish Ministers to have the requirement disapplied,
(e) subject to section 89—
   (i) the enforcement authority in relation to the regulations, and
   (ii) the functions of that authority,
(f) the keeping of records and their production to the enforcement authority,
(g) the enforcement of the duties imposed by the regulations,
(h) offences in relation to failures to comply with requirements of the regulations.

(4) The enforcement authority must have regard to any guidance given by the Scottish Ministers to it in relation to the functions conferred on it by the regulations.

(5) Persons to whom the regulations apply must have regard to any guidance given by—
   (a) the Scottish Ministers,
   (b) the enforcement authority,

   to them in relation to the requirements imposed by the regulations.

(6) In this section—

   “contracting authority” has the meaning given by section 1 of the Procurement Reform (Scotland) Act 2014,
   “specified” means specified in the regulations.”.

**PART 4**

**REMEDIERS**

**32 Actionable duties**

(1) This section applies to a regulated procurement (other than an EU-regulated procurement).

(2) A relevant person may bring proceedings against a contracting authority if—
   (a) the person sought, seeks, or would have wished, to be the person to whom the regulated contract is awarded,
   (b) the contracting authority is not complying or has not complied with its duties imposed under or by virtue of section 8, 18, 22, 23, 24, 25, 26, 27 or, as the case may be, section 28, and
   (c) in consequence of that failure the relevant person suffers, or risks suffering, loss or damage.

(3) A relevant person is an economic operator who is a national of, or is established in—
   (a) a member State, or
(b) Iceland, Liechtenstein or Norway.

33 Procedure and time limits

(1) Proceedings under section 32 may be brought in the sheriff court or the Court of Session.

(2) Before bringing proceedings under section 32, the relevant person must notify the contracting authority of—

(a) the failure by the contracting authority to comply with a duty mentioned in subsection (2)(b) of that section, and

(b) the relevant person’s intention to bring proceedings in respect of that failure to comply.

(3) The relevant person must bring proceedings under section 32 before the end of—

(a) the period of 30 days beginning with the day on which the relevant person first knew or ought to have known that grounds for beginning the proceedings had arisen, or

(b) such longer period of up to 3 months from that day as the court considers appropriate.

(4) A longer period may be fixed under subsection (3)(b) only if the court considers that there is good reason for doing so.

34 Determination by the court

(1) This section applies to the court in determining proceedings brought under section 32.

(2) The court may by interim order suspend—

(a) the procedure leading to the award of the regulated contract,

(b) the implementation of any decision or action taken by a contracting authority in relation to that procedure.

(3) In deciding whether to grant an interim order under subsection (2), the court must decide whether the negative consequences of such an order are likely to outweigh the benefits, having regard to the following considerations—

(a) that decisions taken by a contracting authority must be reviewed effectively and, in particular, as rapidly as possible,

(b) the probable consequences of an interim order for all interests likely to be harmed, and

(c) the public interest.

(4) The court may if satisfied that a decision or action of the contracting authority was in breach of a duty mentioned in section 32(2)(b), take one or more of the following steps—

(a) order the setting aside of that decision or action,

(b) order the contracting authority to amend any document,

(c) award damages to the relevant person who has suffered loss or damage in consequence of the failure of the contracting authority to comply with its duty.
(5) If the breach of the duty by the contracting authority is in relation to a regulated contract which has been entered into, the court may only make an award under section (4)(c).

(6) Nothing in this section affects any power that the court may have by virtue of any other enactment or rule of law.

**PART 5**

**GENERAL**

**Interpretation**

35 **The Directive, Public Contracts Regulations and EU-regulated procurements**

(1) In this Act—


(b) “the Public Contracts Regulations” means the Public Contracts (Scotland) Regulations 2012 (S.S.I. 2012/88), and

(c) an “EU-regulated procurement” is a regulated procurement to which the Public Contracts Regulations apply by virtue of regulation 5(1).

(2) The Scottish Ministers may by order—

(a) amend the definition of “the Directive” so as to substitute for the Directive for the time being specified there such successor Directive as they consider appropriate,

(b) amend the definition of “the Public Contracts Regulations” so as to substitute for the regulations for the time being specified there such other instrument as they consider appropriate.

(3) An order under subsection (2) may make such consequential modifications to subsection (1) and any other provision of this Act as the Scottish Ministers consider appropriate.

36 **General interpretation**

(1) In this Act—

“award notice” has the meaning given in section 18(6),

“community benefit requirement” has the meaning given in section 19,

“contract notice” has the meaning given in section 18(6),

“contracting authority” has the meaning given in section 1,

“economic operator” means any person who offers the execution of works, the supply of products or the provision of services on the market,

“financial year” means the period of 12 months in respect of which the accounts of the contracting authority in question are prepared,

“public contract” has the same meaning as in the Directive,

“Public Contracts website” has the meaning given in section 17,

“public works contract” has the same meaning as in the Directive,

“regulated procurement” has the meaning given in section 2.
(2) In this Act, a contracting authority’s area is the area by reference to which the contracting authority primarily exercises its functions, disregarding any areas outside Scotland.

Final provisions

5 37 Ancillary provision

(1) The Scottish Ministers may by order make such supplementary, incidental, consequential, transitional or transitory provision or savings as they consider necessary or expedient for the purposes of, or in connection with, any provision made by or under this Act.

(2) An order under subsection (1) may modify any enactment (including this Act).

38 Subordinate legislation

(1) Any power conferred by this Act on the Scottish Ministers to make an order or regulations includes the power to make—

(a) different provision for different cases or descriptions of case or for different purposes,

(b) such incidental, supplementary, consequential, transitional, transitory or saving provision as the Scottish Ministers consider necessary or expedient.

(2) Orders or regulations made under the following provisions are subject to the affirmative procedure—

(a) section 1(2),

(b) section 3(3),

(c) section 4(2),

(d) section 11(6),

(e) section 20(5),

(f) section 35(2),

(g) section 37 (but only if the order adds to, replaces or omits any part of the text of an Act).

(3) Any other orders or regulations made under this Act are subject to the negative procedure.

(4) This section does not apply to an order under section 39(2).

39 Commencement

(1) This section and sections 35, 36, 37, 38 and 40 come into force on the day of Royal Assent.

(2) The other provisions of this Act come into force on such day as the Scottish Ministers may by order appoint.

(3) An order under subsection (2) may contain such transitional, transitory or saving provision as the Scottish Ministers consider necessary or expedient.
40 **Short title**

The short title of this Act is the Procurement Reform (Scotland) Act 2014.
SCHEDULE
(introduced by section 1)

CONTRACTING AUTHORITIES

PART 1

SCOTTISH ADMINISTRATION AND SCOTTISH PARLIAMENT

5

1 Scottish Ministers
2 Scottish Parliamentary Corporate Body
3 Queen’s and Lord Treasurer’s Remembrancer
4 Keeper of the Records of Scotland
5 Keeper of the Registers of Scotland
6 Registrar General of Births, Deaths and Marriages for Scotland
7 Her Majesty’s Inspectors of Constabulary
8 Her Majesty’s Chief Inspector of Prisons for Scotland
9 Her Majesty’s Inspector of Anatomy for Scotland
10 Her Majesty’s inspectors of schools (that is to say, the inspectors of schools appointed by Her Majesty on the recommendation of the Scottish Ministers under the Education (Scotland) Act 1980 (c.44))
11 Office of the Scottish Charity Regulator
12 Procurators fiscal
13 Scottish Housing Regulator

PART 2

LOCAL GOVERNMENT

14 A local authority
15 A joint board established by order under section 62A(1) or 62B(1) of the Local Government (Scotland) Act 1973 (c.65)

PART 3

OTHERS

16 Accounts Commission for Scotland
17 Architecture and Design Scotland
18 Audit Scotland
19 Auditor General for Scotland
20 Board of Trustees for the National Galleries of Scotland
21 Board of Trustees of the National Museums of Scotland
22 Board of Trustees of the Royal Botanic Garden, Edinburgh
23 Bòrd na Gàidhlig
24 Chief constable of the Police Service of Scotland
25 Children’s Hearings Scotland
26 Commission for Ethical Standards in Public Life in Scotland
27 Commissioner for Children and Young People in Scotland
28 Common Services Agency for the Scottish Health Service
29 Creative Scotland
30 Crofting Commission
31 A Health Board (constituted under section 2(1)(a) of the National Health Service (Scotland) Act 1978 (c.29))
32 Healthcare Improvement Scotland
33 Her Majesty’s Chief Inspector of Prosecution in Scotland
34 Highlands and Islands Enterprise
35 Lands Tribunal for Scotland
36 Local Government Boundary Commission for Scotland
37 Mental Welfare Commission for Scotland
38 National Library of Scotland
39 A National Park authority established by virtue of a designation order under section 6 of the National Parks (Scotland) Act 2000 (asp 10)
40 Parole Board for Scotland
41 Police Investigations and Review Commissioner
42 Private rented housing panel
43 Royal Commission on the Ancient and Historical Monuments of Scotland
44 Scottish Children’s Reporter Administration
45 Scottish Commission for Human Rights
46 Scottish Court Service
47 Scottish Criminal Cases Review Commission
48 Scottish Enterprise
49 Scottish Environment Protection Agency
50 Scottish Fire and Rescue Service
51 Scottish Further and Higher Education Funding Council
52 Scottish Information Commissioner
53 Scottish Land Court
54 Scottish Law Commission
55 Scottish Legal Aid Board
56 Scottish Legal Complaints Commission
<table>
<thead>
<tr>
<th></th>
<th>Organization Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>57</td>
<td>Scottish Natural Heritage</td>
</tr>
<tr>
<td>58</td>
<td>Scottish Police Authority</td>
</tr>
<tr>
<td>59</td>
<td>Scottish Public Services Ombudsman</td>
</tr>
<tr>
<td>60</td>
<td>Scottish Qualifications Authority</td>
</tr>
<tr>
<td>61</td>
<td>Scottish Road Works Commissioner</td>
</tr>
<tr>
<td>62</td>
<td>Scottish Social Services Council</td>
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<tr>
<td>63</td>
<td>Scottish Sports Council</td>
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<td>64</td>
<td>Social Care and Social Work Improvement Scotland</td>
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<td>65</td>
<td>A Special Health Board (constituted under section 2(1)(b) of the National Health Service (Scotland) Act 1978 (c.29))</td>
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<tr>
<td>66</td>
<td>Standards Commission for Scotland</td>
</tr>
<tr>
<td>67</td>
<td>The Skills Development Scotland Co. Ltd (registered number SC202659)</td>
</tr>
<tr>
<td>68</td>
<td>VisitScotland</td>
</tr>
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<td>69</td>
<td>Water Industry Commission for Scotland</td>
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Procurement Reform (Scotland) Bill
[AS INTRODUCED]

An Act of the Scottish Parliament to make provision about the procedures relating to the award of certain public contracts; to require certain authorities to produce procurement strategies and annual reports; and for connected purposes.

Introduced by: Nicola Sturgeon
On: 3 October 2013
Bill type: Government Bill