# Competitive Landscape of Parallel Framework Agreements

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#### **Outline**

- 1. What are parallel framework agreements?
- 2. Objective criteria
- 3. Competition perspective
- 4. Conclusions



## **Parallel Framework Agreements**

- the same/overlapping scope
- the same time
- the same market
- created by the same/different CAs
- do not have to be identical





Parallel Framework Agreements		
	identical	partially overlapping
established by different contracting authorities	1st category: different CAs operating in the same market create the same parallel framework agreements	2nd category: different CAs operating in the same market create partially overlapping parallel framework agreements
established internally by one contracting authority	3rd category: one CA creates internally identical parallel framework agreements	4th category: one CA creates internally partially overlapping parallel framework agreements



#### **Objective Criteria**

- the choice among parallel agreements full discretion;
- objective criteria set up in the procurement documents (?)
- when the criteria are objective?
- is it feasible?

transparency v. flexibility



# **Competition Perspective**

"framework agreements should not be used improperly or in such a way as to prevent, restrict or distort competition" Directive 2014/24/EU, Recital 62

"the design of procurement shall not be made with the intention of excluding it from the scope of this Directive or artificially narrowing competition"

*Directive 2014/24/EU, Article 18.1* 





## **Competition Perspective - Benefits & Risks**

- market entry barriers
- SMEs
- dominant position
- risk of collusion

- presence of objective rules on choice
- category of the parallel agreement involved
- market (scope and breadth of agreements)
- number of suppliers

#### **Conclusions**

 parallel framework agreements have the potential to boost competition if employed correctly

 transparent rules on the choice among available agreements established in the procurement documents for framework agreements



