#### SCOTTISH STATUTORY INSTRUMENTS

## 2008 No. 376

# PUBLIC PROCUREMENT

The Public Contracts and Utilities Contracts (Postal Services and Common Procurement Vocabulary Codes) Amendment (Scotland) Regulations 2008

Made - - - - 17th November 2008 Laid before the Scottish Parliament - - - 18th November 2008 Coming into force - 12th December 2008

The Scottish Ministers make the following Regulations in exercise of the powers conferred by section 2(2) of the European Communities Act 1972(1).

### Citation, commencement, interpretation and extent

- 1.—(1) These Regulations may be cited as the Public Contracts and Utilities Contracts (Postal Services and Common Procurement Vocabulary Codes) Amendment (Scotland) Regulations 2008 and come into force on 12th December 2008.
  - (2) These Regulations extend to Scotland only.
  - (3) In these Regulations-
    - "Public Contracts Regulations" means the Public Contracts (Scotland) Regulations 2006(2); and
    - "Utilities Contracts Regulations" means the Utilities Contracts (Scotland) Regulations 2006(3).

## **Amendment of the Public Contracts Regulations**

- **2.**—(1) The Public Contracts Regulations are amended as follows.
- (2) In Schedule 1 (GPA Annex 1 Contracting Authorities) to the Public Contracts Regulations, omit "Postal Business of the Post Office".

<sup>(1) 1972</sup> c. 68. Section 2(2) was amended by the Scotland Act 1998 (c. 46), Schedule 8, paragraph 15 and the Legislative and Regulatory Reform Act 2006 (c. 51), section 27(1). The function conferred upon the Minister of the Crown under section 2(2) of the European Communities Act 1972, insofar as within devolved competence, was transferred to the Scotlish Ministers by virtue of section 53 of the Scotland Act 1998.

<sup>(2)</sup> S.S.I. 2006/1, amended by S.I.2007/2157, S.S.I. 2007/565, 2008/94 and 2008/291.

<sup>(3)</sup> S.S.I. 2006/2, amended by S.I. 2007/2157, S.S.I. 2007/565, 2008/94 and 2008/291.

- (3) In Schedule 2 (Activities constituting works), in the column headed "Notes" in Class 45.21 (general construction of buildings and civil engineering works)—
  - (a) after "long-distance pipelines," and before "communication" omit "urban"; and
  - (b) after the note relating to "long-distance pipelines, communication and power lines," insert "Urban pipelines, urban communication and power lines".

## **Amendment of the Utilities Contracts Regulations**

- **3.**—(1) The Utilities Contracts Regulations are amended as follows.
- (2) In regulation 6 (general exclusions), at the end of paragraph (l) (financial services) insert ", except where these Regulations apply by virtue of Part T of Schedule 1 (see paragraph 23(d) in the second column of that Schedule)".
- (3) In Schedule 1 (Utilities), after the table relating to category 7 insert the table contained in the Schedule to these Regulations.
- (4) In Schedule 2 (Activities constituting works), in the column headed "Notes" in Class 45.21 (general construction of buildings and civil engineering works)—
  - (a) after "long-distance pipelines" and before "communication", omit "urban"; and
  - (b) after the note relating to "long-distance pipelines, communication and power lines", insert "Urban pipelines, urban communication and power lines".

## **Transitional provision**

- **4.**—(1) Nothing in these Regulations affects any contract award procedure or design contest commenced in accordance with the Public Contracts Regulations before 12th December 2008.
- (2) For that purpose, a procedure or contest has been commenced before 12th December 2008 if, before that date—
  - (a) a contract notice has been sent to the Official Journal in accordance with the Public Contracts Regulations in order to invite offers or requests to be selected to tender for or to negotiate in respect of a proposed public contract;
  - (b) in any case where there is no requirement to send a contract notice to the Official Journal in accordance with the Public Contracts Regulations, the contracting authority has despatched any form of advertisement seeking offers or expressions of interest in a proposed public contract;
  - (c) where there is no such advertising, the contracting authority has contacted any economic operator in order to seek expressions of interest or offers in respect of a proposed public contract; or
  - (d) the contracting authority has sent a notice to the Official Journal in accordance with the Public Contracts Regulations in order to hold a design contest.
- (3) Where a framework agreement has been concluded under the Public Contracts Regulations before 12th December 2008, nothing in these Regulations affects the award of any specific contract under that framework agreement.
- (4) Expressions used in this regulation have the meanings given in the Public Contracts Regulations.

St Andrew's House, Edinburgh 17th November 2008

JOHN SWINNEY
A member of the Scottish Executive

## **SCHEDULE**

Regulation 3(3)

"CATEGORY 8 – POSTAL SERVICES

PART T

Royal Mail Group Limited.

Any other relevant person.

**22.** Activities relating to the provision of postal services. For the purposes of this paragraph:

(a) "postal services" means services consisting of the clearance, sorting, routing and delivery of postal items; and

(b) "postal items" means items addressed in the final form in which they are to be carried, irrespective of weight. In addition to items of correspondence, such items

also include

books, catalogues, newspapers, periodicals and postal packages containing merchandise with or without commercial value, irrespective of weight.

23. Activities relating to the provision of the following services, but only where the conditions specified in paragraph 24 are satisfied:

- (a) mail
  service
  management
  services
  (services
  both
  preceding
  and
  subsequent
  to
  despatch,
  such as
  "mailroom
  management
  services");
- (b) added-value services linked to and provided entirely by electronic means (including

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the
    secure
    transmission
    coded
    documents
   by
    electronic
    means,
    address
    management
    services
    and
    transmission
    registered
    electronic
    mail);
(c) services
    concerning
    postal
    items
    not
    included
    in
    paragraph
    22,
    such as
    direct
    mail
    bearing
    no
    address;
(d) financial
    services
    which
    are-
      (i) specified
         in
         category
         6
         of
         Part
         Α
         of
         Schedule 3;
     (ii) referred
         to
```

regulation 6(1)

in

including in particular postal money orders and postal giro transfers;

- (e) philatelic services; and
- (f) logistics services (services combining physical delivery and/or warehousing with other non-postal functions).
- 24. In relation to any service described in paragraph 23, the conditions are that—
  - (a) the service is provided by a relevant person which also provides services within paragraph 22; and
  - (b) the conditions set out in Article

30(1) of the Utilities Directive are not satisfied in respect of the services within paragraph 22 which the relevant person providing."

## **EXPLANATORY NOTE**

(This note is not part of the Regulations)

These Regulations amend the Public Contracts (Scotland) Regulations 2006 (S.S.I. 2006/01) ("the Public Contracts Regulations") and the Utilities Contracts (Scotland) Regulations 2006 (S.S.I. 2006/02) ("the Utilities Contracts Regulations"). The amendments implement Article 6 of Council Directive

2004/17/EC (O.J. L 134, 30.4.2004, p.1) ("the Utilities Directive") concerning the co-ordination of procurement procedures of entities operating in the water, energy, transport and postal service sectors. Most of the provisions of that Directive are already implemented by the Utilities Contracts Regulations. Article 71 of the Directive allowed an additional period for the implementation of article 6.

Regulation 2 amends the Public Contracts Regulations to remove the Postal Business of the Post Office from the list of "Schedule 1 entities" for the purposes of those Regulations. Those Regulations implement (for Scotland) Council Directive 2004/18/EC (O.J. L 134, 30.4.2004, p.114) ("the Public Sector Directive") concerning the co-ordination of procedures for the award of public works contracts, public supply contracts and public services contracts. This amendment reflects the extension of the scope of the Utilities Contracts Regulations and the corresponding reduction in the scope of the Public Contracts Regulations (by virtue of regulation 6(1) of the latter Regulations), implementing article 12 of the Public Sector Directive.

Regulation 2(3) makes amending provision to the Public Contracts Regulations to correct an error in Class 45.21 of Schedule 2, as amended by Schedule 1 to the Public Contracts and Utilities Contracts (Common Procurement Vocabulary Codes) Amendment (Scotland) Regulations 2008 (S.S.I. 2008/291). The note to Class 45.21 now refers to "Long-distance pipelines, communication and power lines"; a separate entry is added to refer to "Urban pipelines, urban communication

and power lines" to correctly update the Common Procurement Vocabulary Codes as required by Commission Regulation (EC) 213/2008.

Regulation 3 and the Schedule amend the Utilities Contracts Regulations to bring within the scope of those Regulations the Royal Mail Group Limited and any other "relevant person" (as defined by regulation 3(2) of those Regulations) carrying out activities relating to the provision of postal and certain related services.

Regulation 3(2) makes amending provision to the Utilities Contracts Regulations to correct an error in Class 45.21 of Schedule 3 as amended by Schedule 2 to the Public Contracts and Utilities Contracts (Common Procurement Vocabulary Codes) Amendment (Scotland) Regulations 2008 (S.S.I. 2008/291). The note to Class 45.21 now refers to "Long-distance pipelines, communication and power lines"; a separate entry is added to refer to "urban pipelines, urban communication and power lines" to correctly update the Common Procurement Vocabulary Codes as required by Commission Regulation (EC) 213/2008.