# POLICY NOTE

# THE PUBLIC PROCUREMENT (AGREEMENT ON GOVERNMENT PROCUREMENT) (THRESHOLDS) (MISCELLANEOUS AMENDMENTS) (SCOTLAND) REGULATIONS 2023

#### SSI 2023/300

The above instrument was made in exercise of the powers conferred by regulations 5A(4) and 83A(2) of the Public Contracts (Scotland) Regulations 2015, regulations 15A(4) and 108A(2) of the Utilities Contracts (Scotland) Regulations 2016, regulations 8A(4) and 60ZA(2) of the Concession Contracts (Scotland) Regulations 2016 and sections 1(1)(a) and 4(1)(d) of the Trade Act 2021 and all other powers enabling them to do so. The instrument is subject to negative procedure.

#### **Summary Box**

This instrument makes amendments to Scottish procurement regulations for the purpose of updating the financial thresholds that apply to public procurement, in line with the United Kingdom's obligations under the Agreement on Government Procurement's thresholds (GPA).

## **Policy Objectives**

The thresholds set out in the United Kingdom's coverage schedule of the World Trade Organisation's GPA are denominated in Special Drawing Rights. Scottish Ministers are required to update the sterling value of these thresholds, set out in domestic legislation, to reflect currency fluctuations every two years.

Calculations are carried out in accordance with the methodology set out in Section 5A of the Public Contracts (Scotland) Regulations 2015, Section 15A of the Utilities Contracts (Scotland) Regulations 2016 and Section 8A of the Concession Contracts (Scotland) Regulations 2016. The calculation is based on the average value of sterling for the two years to 31 August 2023.

The updated financial thresholds, which will take effect from 1 January 2024 show a less than 1% increase from the current thresholds.

The UK Government will amend the relevant legislation in force elsewhere in the UK; thresholds will remain aligned across the UK.

This SSI is needed in order to fulfil international obligations.

## **EU Alignment Consideration**

While this instrument is not relevant to the Scottish Government's policy to maintain alignment with the EU, the EU, like the UK, is party to the GPA and the European

Commission is expected to update the thresholds applicable in the EU according to the same methodology.

## Consultation

There has been no consultation on this instrument as it contains only minor and technical provisions needed to comply with an international obligation. The Scottish Government does not have any discretion in the matter.

# **Impact Assessments**

Impact assessments have not been carried out in relation to this instrument as no, or no significant, impact on the private, voluntary or public sector is foreseen.

## **Financial Effects**

The Minister for Community Wealth and Public Finance confirms that no BRIA is necessary as the instrument has no financial effects on the Scottish Government, local government or on business.

Scottish Government Scottish Procurement and Property Directorate

October 2023