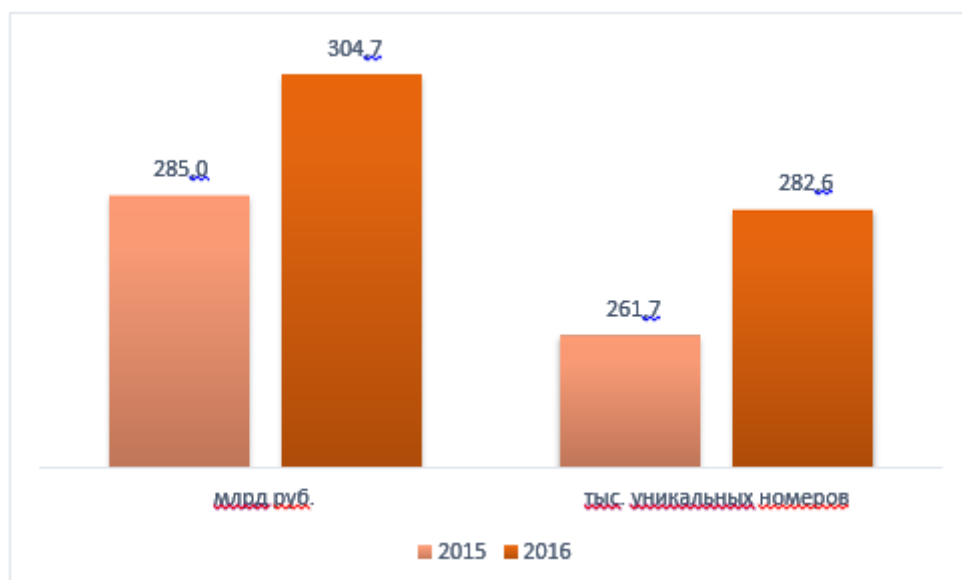


## **In 2016, the savings on the purchase of medicines under Federal Law # 44 amounted to more than 10%, with a 7% increase in purchases.**

In 2016, the amount of completed tenders for the purchase of medicines under Federal Law # 44-FZ1 reached 304.74 billion rubles, which is 7% higher than a year before, with the savings of approximately 13% compared to the originally announced amount of tenders. The number of purchases increased by 8% and amounted to approximately 282 thousand unique order numbers, while the number of recipients decreased by 3% compared to 2015 (Figure 1). The Ministry of Health of the Russian Federation is the largest buyer of tenders for procurement under Federal Law # 44. In 2016, it commissioned medicinal products worth 52.42 billion rubles, which is 4% less than in the previous year. In 2016, there were approximately 4% of savings compared to the initially announced tender amount, versus 1% in 2015.

<sup>1</sup> The procurement of medicinal products for meeting public needs in accordance with Federal Law # 44-FZ dated 04/05/2013 "On the contract system in the procurement of goods, works and services for meeting public and municipal needs."

### ***Trends in completed tenders for medicinal products procurement under Federal Law # 44 in 2015-2016.***



Source: AlphaRM - Monitoring of public procurement. Purchase orders. Figure 1

In 2016, the largest share of purchases under Federal Law # 44 in monetary terms belongs to the Central Federal District with a share of almost 40%. It is followed by the Volga, North-Western and Siberian federal districts with the shares of about 15%, 11% and 11% respectively (Figure 2).

### ***Distribution of the purchases under Federal Law # 44 by federal districts, in monetary terms (rubles, %), 2016.***



\* As the Crimean Federal District was legally abolished from July 28, 2016, and its territories were included in the Southern Federal District, all historical data on the Crimean Federal District are included in the data on the Southern Federal District for the entire historical period.

Source: AlphaRM - Monitoring of public procurement. Purchase orders. Figure 2.

In 2016, electronic auctions accounted for the largest share of the purchases under Federal Law # 44, classified by the method of finding the supplier (more than 95% in monetary terms). About 2.5% of tenders are for purchase from a single supplier; a little less than 1% can be attributed to requests for quotations.

**Distribution of purchases under Federal Law # 44 by the method of finding the supplier, in monetary terms (rubles, %), 2016.**



Source: AlphaRM - Monitoring of public procurement. Purchase orders. Figure 3.