



Role of International Organizations in Supporting Sustainable Public Procurement



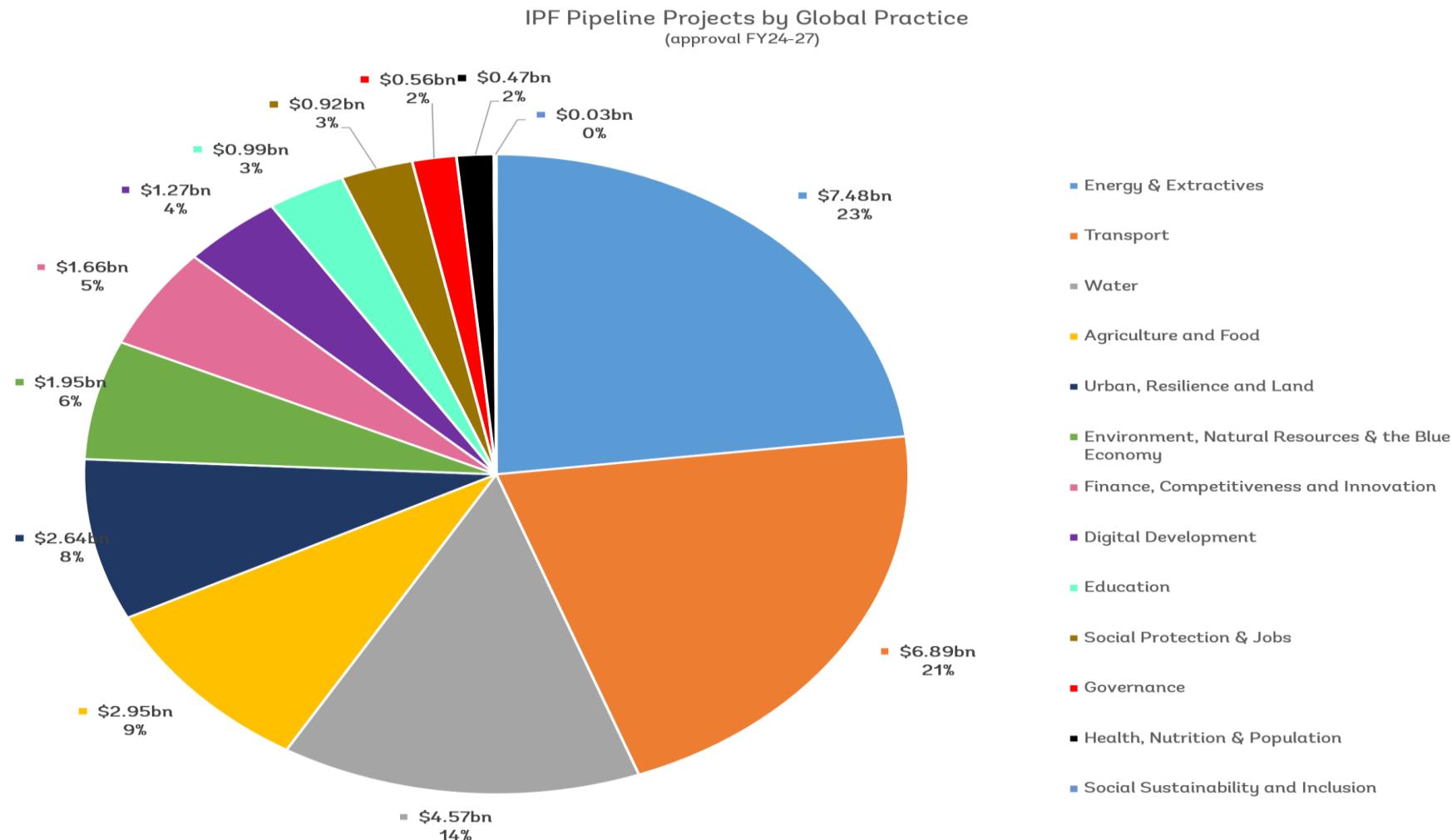
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PRIMO, Georgia

May 2024

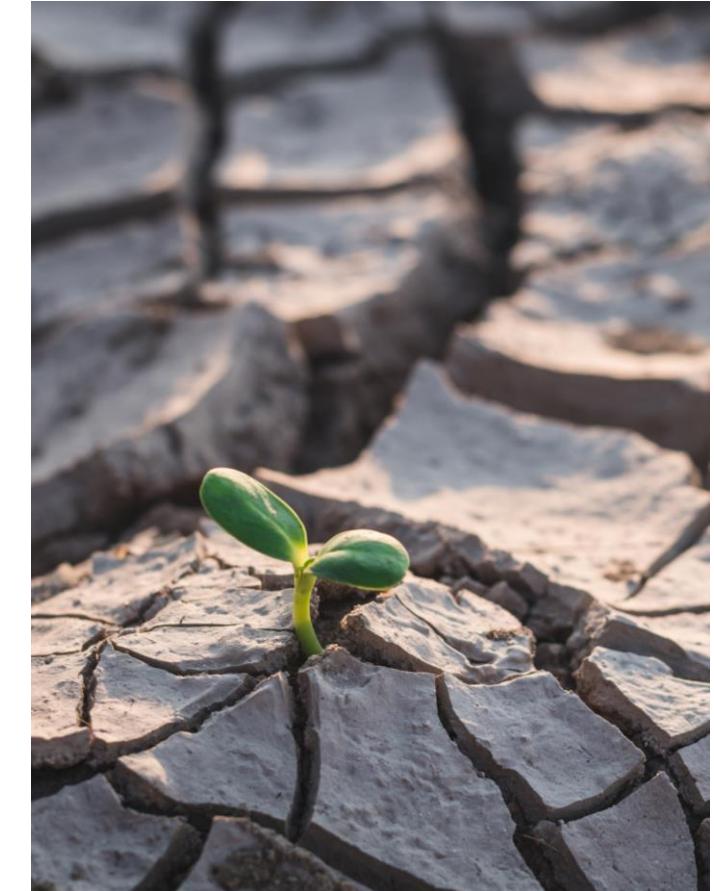
Bank's Pipeline Spend FY24 - 27

Pipeline IPF projects 2024 to 2027 by sector, commitment of more than \$32 billion



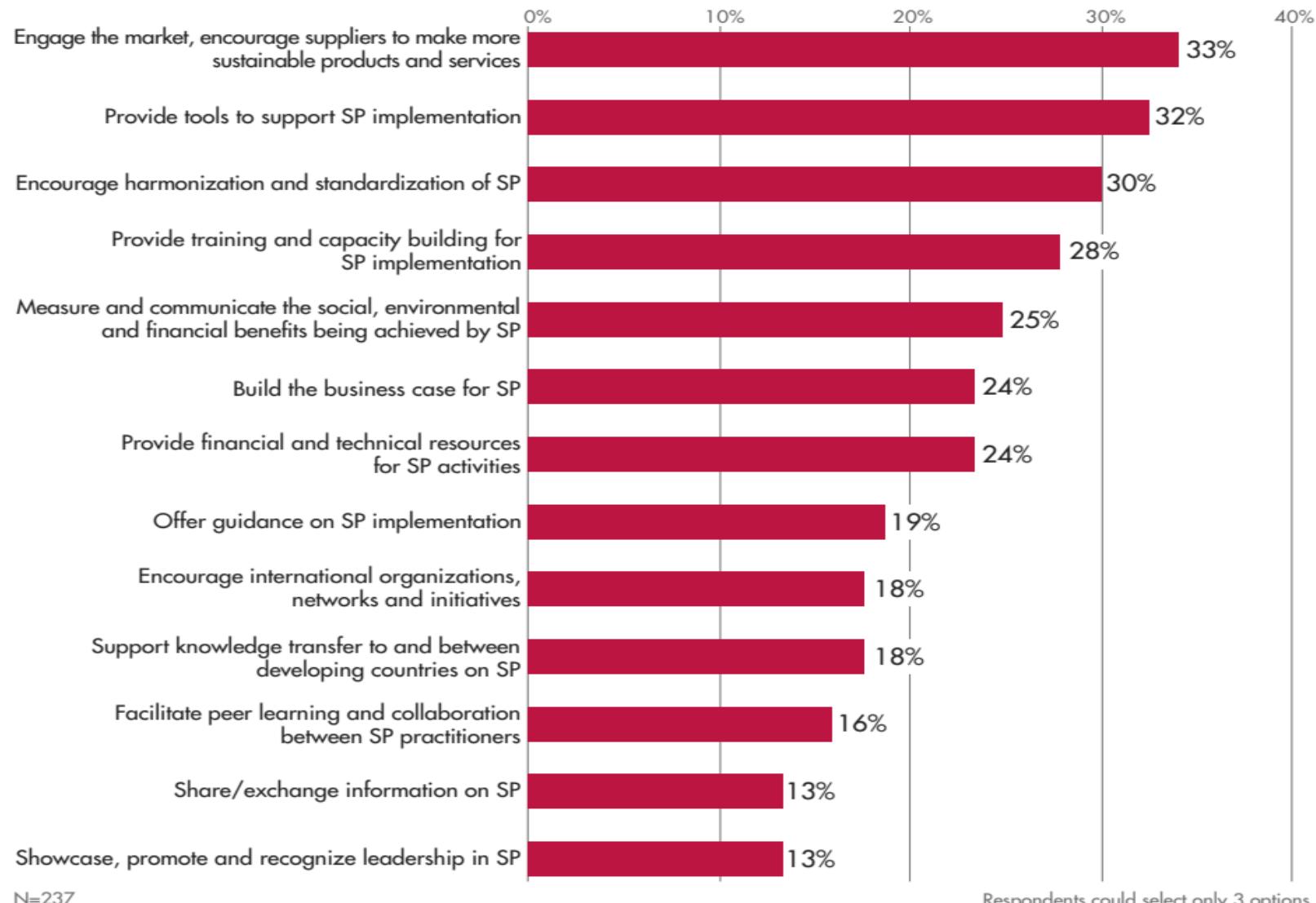
SPP - Ensuring a 'Just' Transition

- Recognition of the climate crisis is widespread; yet **Low-Income Countries (LICs)** are at the **forefront of its impacts** without contributing significantly to the causes
- Sustainable Public Procurement can **bolster local industries** and businesses, and **support local workers**
- It is important to **tailor approaches** to accommodate **regional variances, market capacity, and national policy priorities**



What support do countries want from international organizations?

Activities participants felt should be coordinated internationally



World Bank's Approach to Sustainability

Environmental and Social Framework (ESF)



- Ten standards covering around 50 procurement-related E&S issues
- Flexible, risk-based approach to mitigate a project's biggest E&S risks

Green, Resilient and Inclusive Development (GRID)

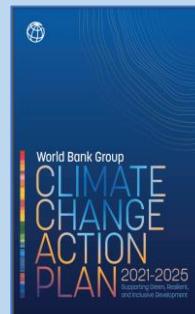


- Promotes economic growth that goes hand in hand with environmental goals and social inclusion
- Ensures Bank investment meets criteria to be green, resilient and inclusive

SPP

Climate Change Action Plan

- Integrating climate & development
- Identifying/prioritizing mitigation and adaptation opportunities
- Drive climate finance and leverage private capital to deliver results



Reinforced by the Paris Alignment strategy mandated from 1 July 2023

Climate Change Development Reports (CCDR)

- Core diagnostic reports
- Integrate climate change and development considerations
- Help prioritize most impactful actions to reduce GHG emissions and boost adaption and resilience



Mandated Use of Rated Criteria

Rated Criteria are used to evaluate the non-price attributes of bids/proposals, they evaluate and compare key technical requirements and how each supplier intends to address them

Through SPP lens = mechanism to identify and reward suppliers:

- who can **offer added value** in the design/build/operation of an asset that results in efficiency improvements
- **provide a sustainability proposal** that demonstrates an understanding of E&S risks and can put forward a sound methodology that addresses them (e.g. management of biodiversity risks, minimization of waste)
- put forward **key personnel that are experienced** in delivering projects that have a positive impact on the environment
- can **effectively use locally sourced sustainable materials**, eco-labels etc
- **proactively manage carbon emission reductions** throughout their own supply-chain

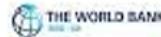
World Bank procurement resources available to support SPP

Targeted Suite of Guidance Docs



Sustainable Procurement
Sustainable Procurement in World Bank
Investment Project Financing

July 2016



- Four Guidance documents, each covering a project phase:
 - Introductory module: overview of SP
 - Concept phase: early influence on project
 - Appraisal: developing the PPSD
 - Implementation: contract management

F2F and Online Learning



- In-person 2-day training on SP/ESF initially targeting procurement practitioners
- 2 eLearning modules; an overview module (30 mins) and a detailed module for operations (1.5 hours)

Practical Tools



- Prototype tool soon launched, explaining how specific project environmental and social risks can be mitigated
- Set of draft clauses for use in national bidding documents

The future of SPP and the role of international organizations

"In a perfect world, which is not the current world, SPP would not be SPP. It would be regular public procurement. It would not be a 'thing', but just the way we are."

Aligned sustainability standards

A mutual-recognition framework to harmonize green requirements for businesses

Bridging the 'green cost premium'

How do we help cover the 'green premium' of increased upfront

New Technology

What is the role of social media and AI? How do we share new technologies and use them to lead to better sustainability

Net zero supply chains

What is procurement's role in measuring and reducing 'Scope 3' emissions (i.e. supply chain GHG emissions)

A global supplier collaboration

A global supplier conversation to cover the big issues such as 'who pays' and what industry must contribute





Thank You!

