

## **Practical information**

#### **PROGRAMME**

O1:00 PM | Climate Action Accelerator Introduction O1:10 PM | Presentations O2:00 PM | Questions & Answers O2:30 PM | End

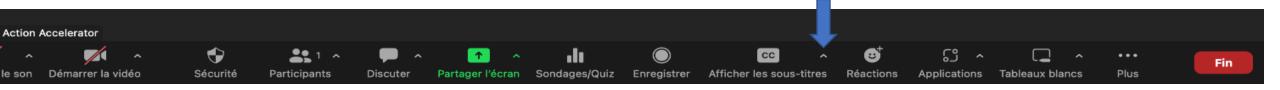
- This webinar is recorded and will be made available on replay on our website and Youtube channel.
- Please keep your audio and video off at all times, unless you are given the floor by the CAA moderator during the Q&A session.
- To ask a question, please write in the chat or raise your hand. The moderator will read questions and give the floor to attendees during the Q&A session.
- Translation to French is available via zoom.
- Link to webinar page: <a href="https://climateactionaccelerator.org/events/webinar-supplier-engagement/">https://climateactionaccelerator.org/events/webinar-supplier-engagement/</a>



## **Translation**

#### How to activate subtitles on Zoom?

1) Click on « Show captions» or « Afficher les sous-titres » in the bottom bar (small arrow to the right).



2) Select the spoken language and the language you want to translate into.





## Who are we?

The Climate Action Accelerator is a non-profit initiative based in Geneva that aims to mobilize a critical mass of community-based organisations around the world to scale up implementation of climate solutions, keep global warming well below 2°C and avoid the risk of dangerous drift.

The goal is to help move the aid, health and higher education sectors towards a radical transformation of their practices, pursuing emission reduction targets (-50% by 2030) and a 'net zero' trajectory, in line with the Paris Agreement.

## **Our objectives**

#### **EMPOWER**

Empower organizations to at least halve their emissions by 2030 through a hub of expertise and resources.

#### **CHAMPION**

Transform them into ambassadors of change within their networks, capable of influencing their peers.

#### COMMUNITY

Build a global community of action, sharing climate solutions as a universal common good, to scale up their deployment.



## **Our partners**















































## Our speakers today



Phoebe Bridges
Account Manager, CDP



Marcus McKay
Head of Sustainable Supply

Chains, UNOPS



Sarah Ouanhnon

Head of Net Zero Delivery
and Partnerships, Greener
NHS Programme, NHS

England



## **Supply Chain Engagement**

Climate Action Accelerator Webinar

Phoebe Bridges, Account Manager 18<sup>th</sup> January 2023



CDP is a global non-profit that runs the world's environmental disclosure system helping capital markets, companies and cities assess their environmental impact and build a net-zero, nature-positive economy.

CDP has the largest primary environmental dataset in the world used to map trends, model emissions data and pinpoint best practice. CDP's data also informs investment research, products, indices, and ESG ratings.

# 23,000+

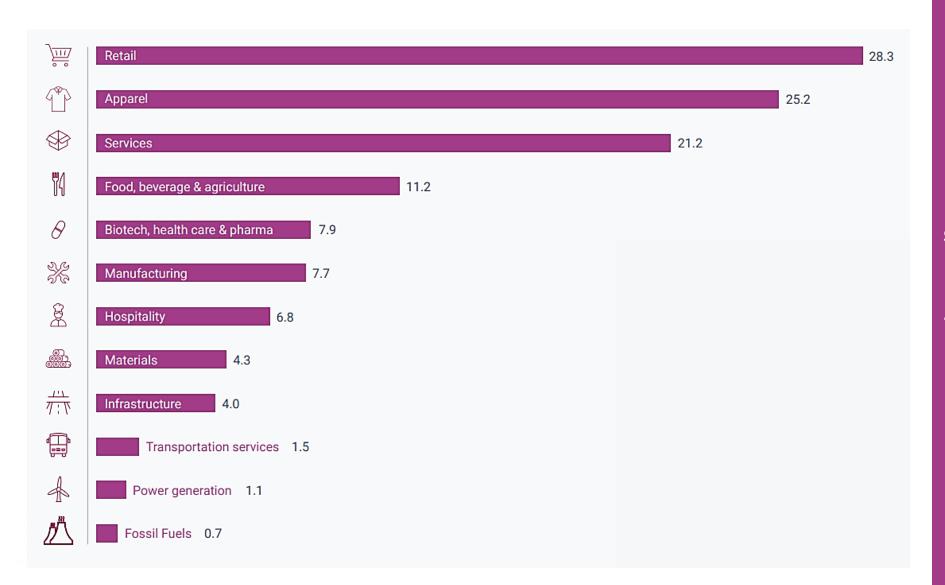
organizations around the world disclosed data through CDP in 2023

745+ investors, with US\$136 trillion of assets. 330 supply chain members



## Where does your biggest impact lie?

Supply chain emissions are significantly higher than direct operations emissions





On average, supply chain emissions are 11.4x higher than operational emissions

#CDPSupplyChain

Suppliers reported financial impacts of

US \$1.26tn

from environmental risks in the next 5 years.







Major buyers could face

# US \$120bn

in increased costs in the next 5 years due to environmental risks in their supply chains.

## **Key Challenges**







Uncertainty around best practice and what steps to take

Influencing suppliers to disclose and engage

Setting meaningful targets and tracking progress towards them







Deciphering insights from large volumes of complex data

Keeping up with complex policies and evolving regulation

Prohibitively high costs of doing all this on your own

## **CDP Supply Chain**



■ CDP Supply Chain members request their key suppliers to disclose environmental data through CDP's questionnaire/s every year.

#### The questionnaire:

- Collects quantitative and qualitative data which is comparable year on year.
- Informs strategic engagement with suppliers.
- Acts as a framework to track and implement best practices in environmental management.

#### **Climate Change**

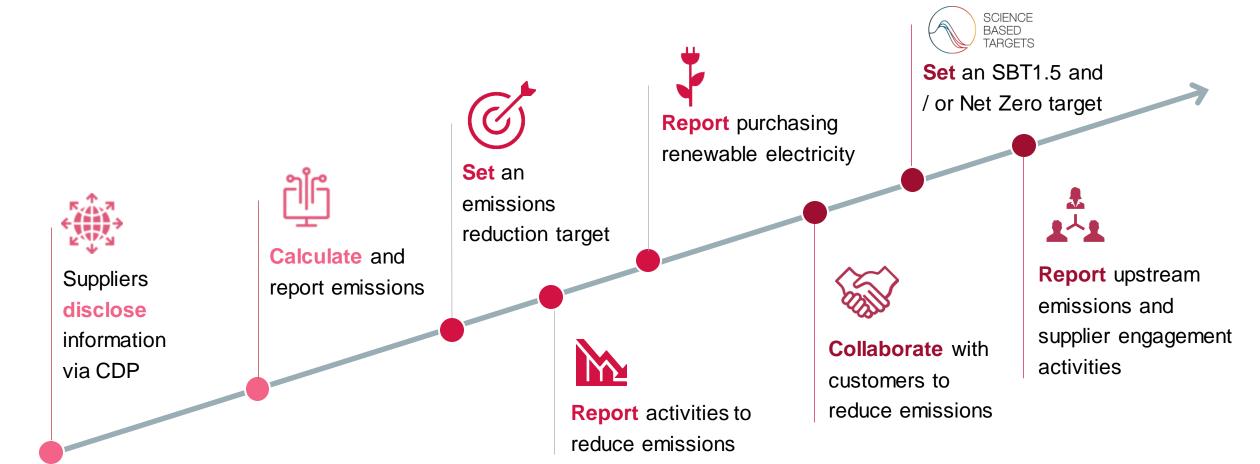
#### Key areas:

- Governance
- Risks and opportunities
- Strategy
- Targets
- Emissions
- Energy
- Climate-related metrics
- Carbon Pricing
- Biodiversity
- **▼** Supply chain module

## **Supplier Roadmap**

Supplier's journey to a low carbon economy





# How are companies influencing Scope 3 emissions through Supplier Engagement?



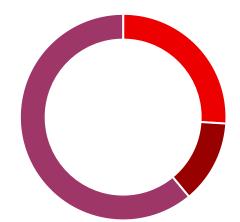
Companies reporting scope 3, purchased goods & services



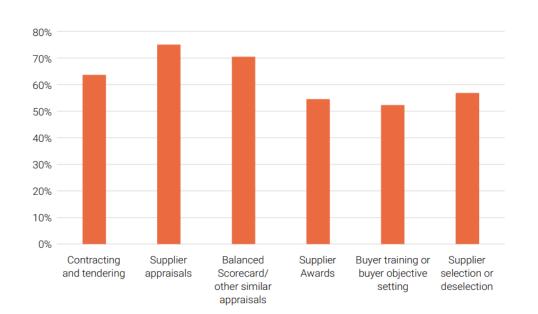
30% (6,475) reported asking suppliers to meet climate requirements as part of the purchasing process.



39% of companies reported engaging suppliers on climate



- Relevant, calculated: 6833 (26%)
- Relevant, not calculated: 3389 (13%)
- Not relevant or not calculated: 16,173 (61%)



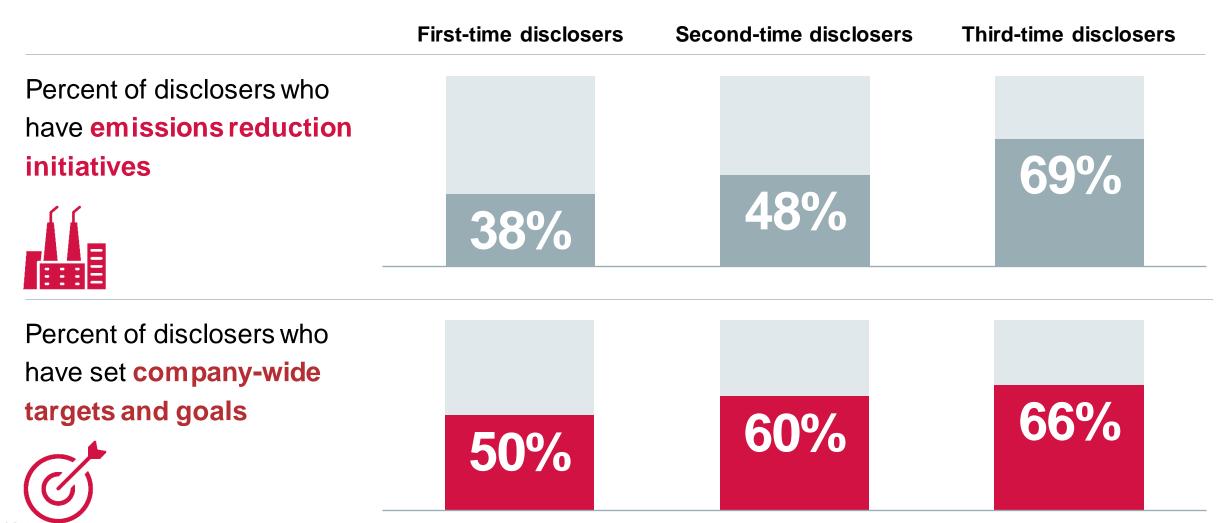
**75%** 

of CDP supply chain member companies reported including environmental metrics alongside cost and quality when conducting supplier appraisals

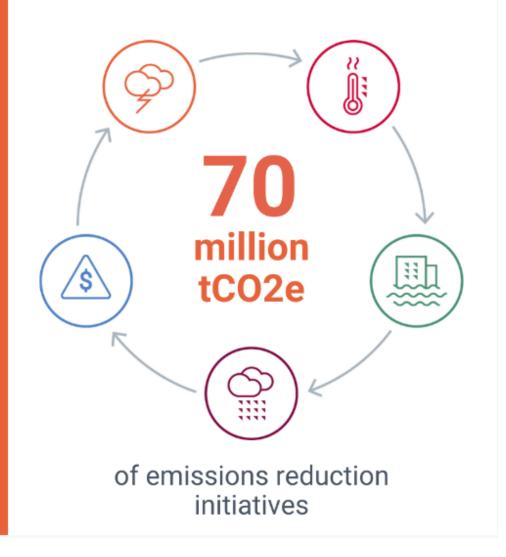
#### **Disclosure Works!**



Supplier improvement over time



In 2022, suppliers reported that engagement from CDP Supply Chain members drove...



## What can you do with supply chain data?



- Categorise suppliers based on maturity to help build capacity
- Use primary data in Scope 3 calculations and start to reduce emissions without changing spend!
- Purchase lower-intensity products and collaborate on product innovation
- Incentivise suppliers (e.g. supplier financing)
- Integrate data into procurement decision-making
- Cascade environmental management down the supply chain

# Thank You



Phoebe Bridges Phoebe Bridges

Phoebe.bridges@cdp.net



# The UNOPS Supplier Sustainability Programme

Climate Action Accelerator Webinar

12.01.2024

#### **Overview**

- 1 UNOPS at a Glance
- <sup>2</sup> UNOPS Sustainable Procurement Framework
  - Overview
  - SP Framework & Guidance Tool
  - . Climate Action
  - DRiVE
  - Possibilities Forum
- 3 Challenges





# **UNOPS Build The Future**

Infrastructure, procurement and project management services for sustainable development

UNOPS responds to its partners' needs in the world's most challenging environments.

In addition to providing tailored services, we offer five core service lines in support of our partners objectives:

- INFRASTRUCTURE
- PROCUREMENT
- PROJECT MANAGEMENT
- FINANCIAL MANAGEMENT
- HUMAN RESOURCES

#### **ADVISORY**

Developing national capacity in our core mandated areas.

#### **HOW WE WORK**

#### **TRANSACTIONAL**

Providing stand-alone HR management and procurement services.

#### **IMPLEMENTATION**

Implementing partners' projects efficiently and effectively with the involvement of all stakeholders.

#### **INVESTMENT**

Contributing to early-stage investment projects to leverage high-impact transformational initiatives in support of the 2030 Agenda for Sustainable Development.

## **UNOPS Procurement**



UNOPS is regarded as a leader and
front runner is sustainable
procurement within the UN system



In 2023, UNOPS procured **USD 1.6 billion** of goods, services and works



Procurement is **decentralized**, with above **96% done outside HQ** in Copenhagen, by Country Offices with delegated authority



**Top categories**: medical equipment and consumables, pharmaceuticals, construction, ICT equipment, demining and disarmament, vehicles - but demand driven



Approx. 40% of procurement volume done through Long Term Agreements, while the rest through ad-hoc tenders (approx. 1,700 tenders per year)



**Global supplier base** from +160 countries, including +5,600 different vendors in 2023



## **UNOPS Procurement 2023**

## Purchase for impact



#### Value for money

Best combination of whole life costs & quality



#### Fairness, integrity & transparency

Equal opportunities through open & clear rules



#### **Effective competition**

Full & diverse responses from the market



#### **Best interest of UNOPS & partners**

Alignment with mandates & objectives



\$1.6B

Procurement volume in 2023

**39% LOCAL** 

spend in same country as project in 2023

\$317m HEALTH

in 2023

5,600 SUPPLIERS

engaged in 2023 from 165 countries

\$601m UNDER EPP

38% of total procurement in 2023

1,005 PROJECTS

with procurement recorded in 2023

\$6.5 bn

delivery - procurement service line **2019-2023** 

46%

procurement service line % of delivery **2019- 2023** 

**1,500+ TENDERS** 

Awarded via eSourcing in 2023

169 TENDER AWARDS TO WOBS

Tenders awarded to women-owned businesses via eSourcing in 2023

4,700+ SUPPLIERS SCREENED FOR SUSTAINABILITY

Under the DRiVE self assessment in 2023

Find out more →



# **Procurement** and Climate



Public procurement activities are directly or indirectly responsible for 15% of global greenhouse gas (GHG) emissions.

World Economic Forum

#### PROCUREMENT GROUP STRATEGY

Procurement Group are focusing on three core elements, as part of our internal roadmap for implementing the UNOPS Climate Strategy

## MITIGATION MEASURES



ADAPTATION ACTIVITIES



**CAPACITY DEVELOPMENT** 

Carbon emission reductions in internal and external procurement

Climate risk management in procurement and supply chains

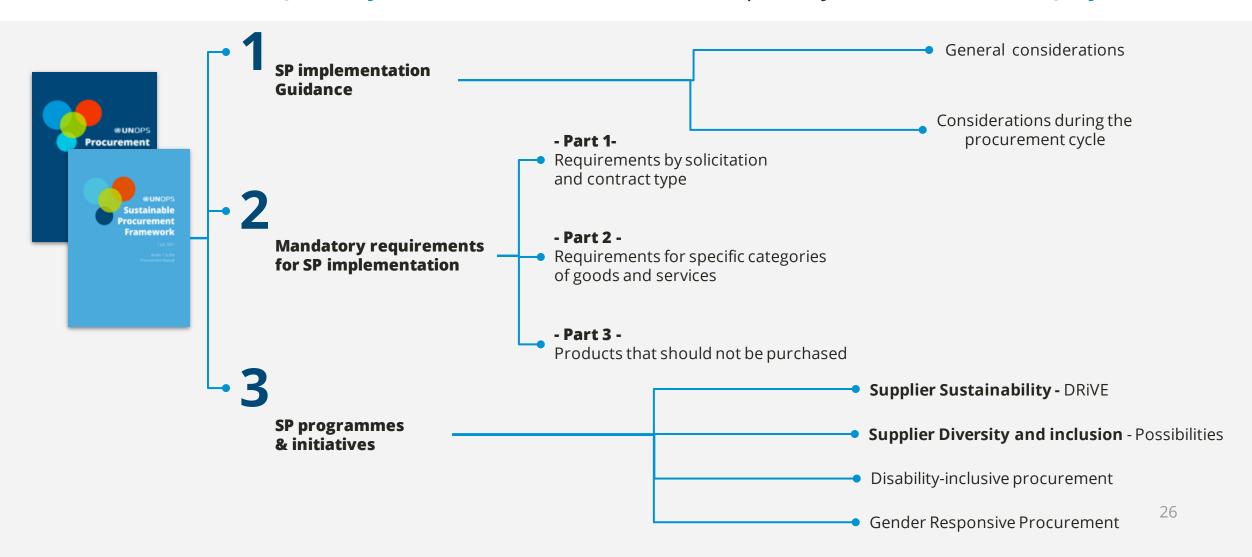
Upskilling and strengthening internal stakeholder & suppliers

- > SP Framework
- SP Criteria List
- SP Resource and Guidance Tool
- > DRIVE
- DRiVE Risk App

- UNOPSPossibilitiesForum
- SupplierResource Centre

## **UNOPS Sustainable Procurement Framework**

Released on 1st January 2020 time - Revised and made publicly available as of 1st July 2021



## **UNOPS SP Criteria List**

UNOPS has developed the <u>sustainable</u> <u>procurement criteria list</u> to help users identify the most suitable criteria to include in tenders.

It provides guidance for criteria selection to ensure that they are **relevant**, **applicable**, **understandable** and have the potential to **yield sustainability impacts**.





#### **UNOPS SP Criteria list**

Sustainability themes covered include...

**Environmental** sustainability



**Gender equality and** social inclusion



**Labour standards** 



**Climate change impact** 



**Disability inclusion** 



Health and safety



**Environment, social and** governance mgmt systems



- Disclosing emission data

- Standards for vehicles

- Bulk packaging

- Commitment to collaborate

- Labelling & standards for IT

- Demonstration of emission reduction

**Resource efficiency** 

#### **QUICK DATA**





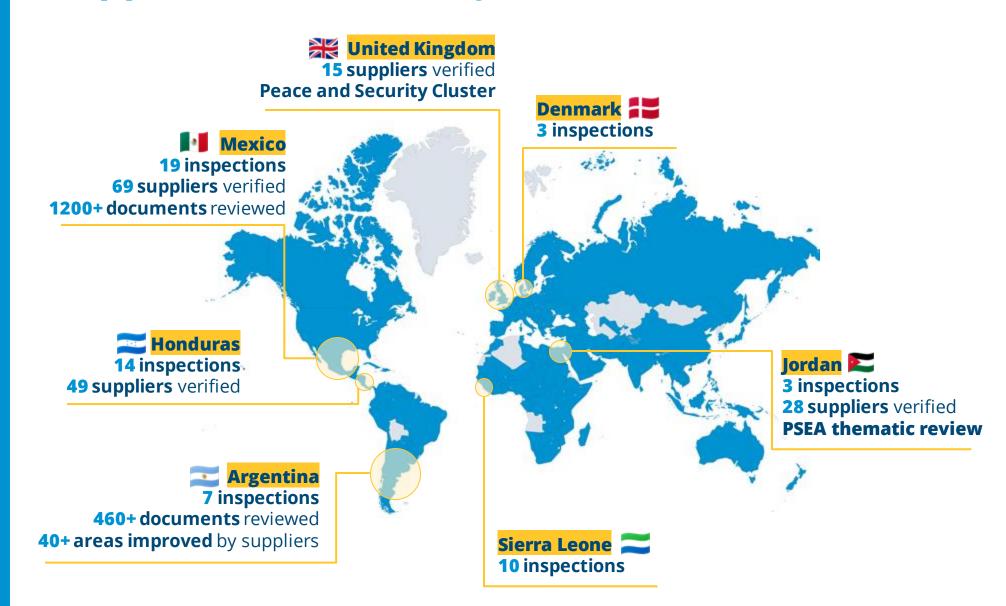
**10,000+** suppliers **180+** countries **200+** industries



**400 suppliers** verified:

- **368** desktop
- **61** onsite inspections
- **5000+** documents

## **Supplier Sustainability - DRIVE**



# Case study: Procurement of ICT equipment in Argentina

Since 2017, the UNOPS office in Argentina has supported the Ministry of Education of the City of Buenos Aires in implementing the "Assistance to the Integral Digital Education Plan". In 2022, UNOPS was requested to procure 40,000 laptops as well as spare parts for the project.

## Requirements included in the tender

- **Local assembly** of product
- Energy efficiency standards
- Availability of **spare parts**
- Sustainable **packaging** plan
- A commitment to collaborate, in order to establish a complete carbon footprint for netbooks.

#### **Results**

- **Economic savings** of 120,000 usd
- **Creation of local employment** opportunities (40 new workers)
- Waste minimization 8,000kg of packaging waste avoided
- Innovation: expansion of production line
- Energy efficiency
- GHG emissions from the production, logistics, packaging and final usage of the product.
- Issued CAPAs resulting in the <u>certification</u> of Buenos Aires Environmental Agency for one supplier.















#### **QUICK FACTS**



Launched in 2015



**12** UP Forums + 3 workshop 2022



Self Assessment Questionnaire released in June 2021



UP portal advancing to proactively engage private sector



#### Target groups:

- MSMEs
- WOBs
- YOBs
- And other diverse groups

## **Supplier Diversity & Inclusion**

## **UNOPS** Possibilities

**UNOPS Possibilities programme** is aimed at enhancing UNOPS efforts in ensuring **diversity and inclusion** in its supplier base, as well as strengthening supplier capacities in **climate** through the provision of guidelines and other resources to engage with our supplier community, mainly through our UP Forum events, including tailored workshops and the UP Toolbox.

UNOPS Possibilities further strengthens UNOPS focus on promoting gender and disability inclusion in our projects by ensuring that our procurement is gender-responsive and disability inclusive



## Challenges



#### **Emission Reduction**

- Mandate-driven
- Decentralized structure
- Competing priorities
- No control over project portfolio
- Limited influence on early project stages
- Challenges in remote regions with limited resources
- (Local) Suppliers with low maturity
- Low-carbon alternatives are scarce, expensive, or time-consuming in some regions.



## **GHG** Accounting and Data Availability

- Emission-relevant data at project level not systematically collected
- Scarcity of data (incl. emission factors) in the global south
- Data storage dispersed and in part incomplete
- Presently no ex-post data nor verification
- Ex-ante emissions calculation feasible and can inform decarbonization options, but resource intensive



## Scan and read the report

#purchaseforimpact



### **Greener NHS**



## NHS Net Zero Supplier Roadmap

Climate Action Accelerator Webinar

#### Sarah Ouanhnon

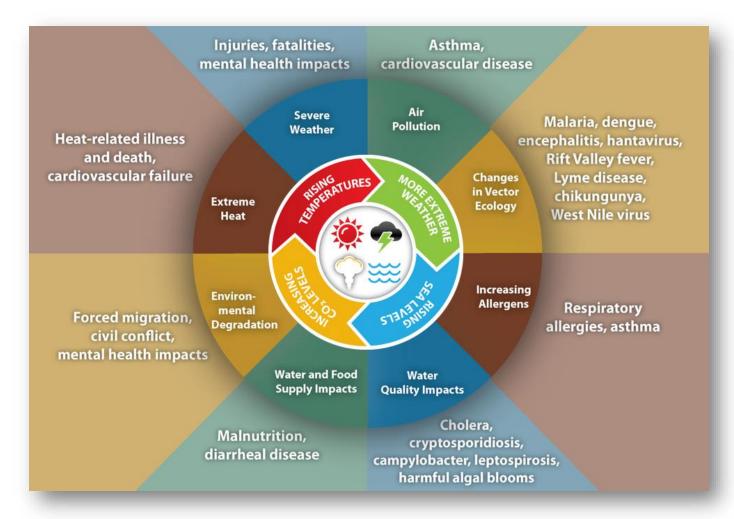
Head of Net Zero Delivery and Partnerships, NHS England 18<sup>th</sup> January 2024



## Why a Net Zero Health Service?

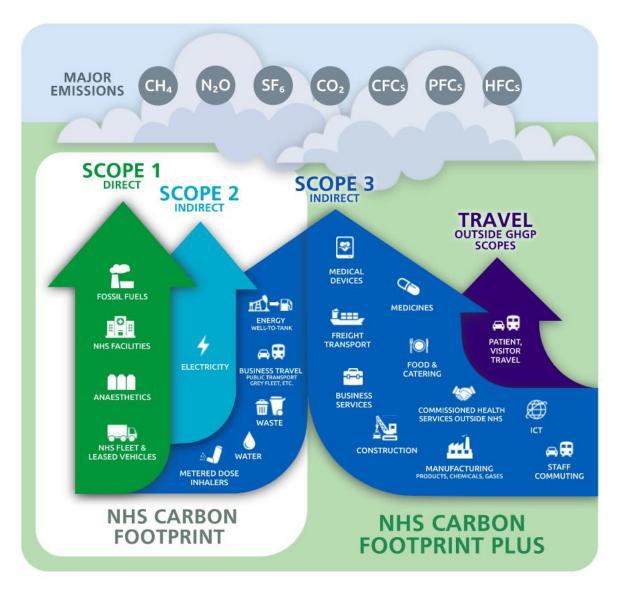
The Climate Emergency is a health emergency





Source: Center for Disease Control and Prevention. Climate effects on health. 2017

## The NHS Net Zero targets





#### Reaching Net zero carbon

- by 2040 for the emissions we control directly (the NHS Carbon Footprint)
  - with an ambition to reach an 80% reduction, compared with a 1990 baseline, by 2028 to 2032.
- by 2045 for all emissions, including those embedded in the supply chain (the NHS Carbon Footprint Plus)
  - with an ambition for an 80% reduction, compared with a 1990 baseline, by 2036 to 2039.

### **Areas of focus**

The Greener NHS programme is structured around key areas for action





















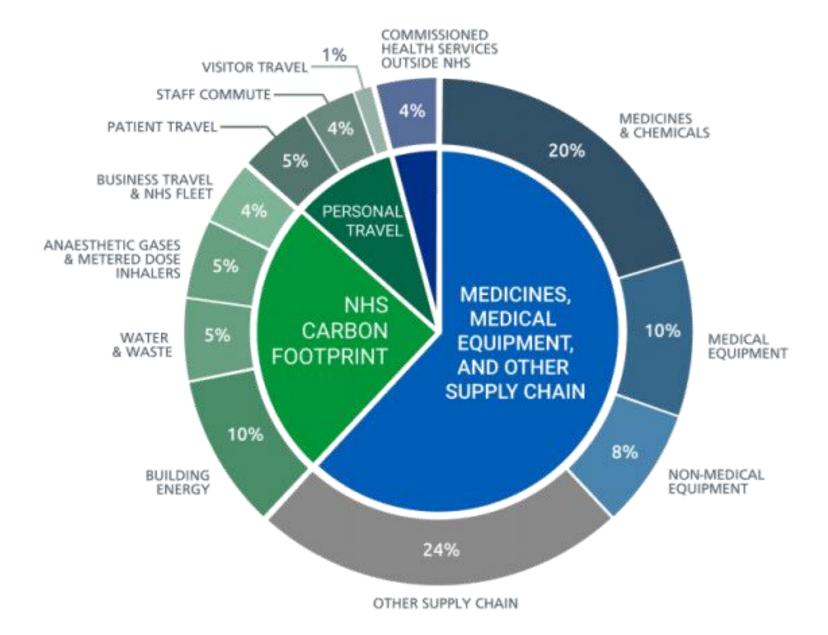


Data, analytics and monitoring



### The NHS carbon footprint





## Developing policy in partnership with suppliers



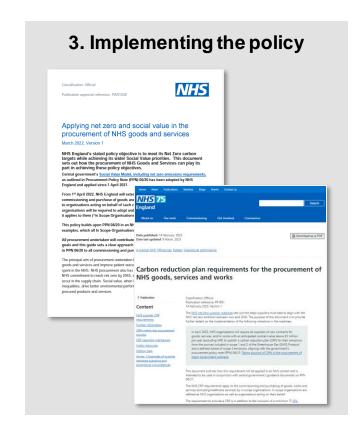
Since the NHS committed to reaching Net Zero, engagement with suppliers has been key in shaping our policy

#### 1. Setting the objective



"the long-term target is clear: before the end of the decade, the NHS will no longer purchase from suppliers that do not meet or exceed our commitment to net zero."

### 2. Engaging stakeholders and communicating a clear roadmap 2021 Supplier Survey: Scopes 1&2 emissions have GHG emissions targets scopes 1 & 2 Out of these, 48% have targets that align with or exceed 51% 35% respondents plan to have their scopes 1 & 2 targets published in the next 1-2 years



# The NHS Net Zero Supplier Roadmap: setting clear expectations





#### **Net Zero and Social Value**

All NHS procurements include a minimum 10% net zero and social value weighting. The <u>Net zero and social value guidance for NHS procurement teams</u> helps to unlock health-specific outcomes (building on <u>PPN 06/20</u>). Net Zero and Social Value will be applied via the Evergreen assessment for NHS England Medicines tenders.

# From April **2023/24**

#### **Carbon Reduction Plan**

For all new contracts above £5 million per annum, the NHS requires suppliers to publish a <u>Carbon Reduction Plan</u> for their UK <u>Scope 1 and 2 emissions</u> and a subset of scope 3 emissions as a minimum (aligning with PPN 06/21).

From April 2024: The requirement will be proportionately extended to cover all new procurements.

Net Zero Supplier
Roadmap
From April
2027

NHS

#### Carbon Reduction Plan for all emissions

All suppliers will be required to publicly report targets, emissions and publish a Carbon Reduction Plan for global emissions aligned to the NHS net zero target, for all of their Scope 1, 2 and 3 emissions.

### From April 2028

#### **Product-level Requirements**

New requirements will be introduced overseeing the provision of carbon footprinting for individual products supplied to the NHS. The NHS will work with suppliers and regulators to determine the scope and methodology.

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**Net Zero Supplier** 

Roadmap

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### **Net Zero and Social Value**



This requirement mandates that a minimum weighting of 10% of the total score for the tender evaluation should apply to net zero and social value across five themes. A question on Net zero is required in all procurements.



#### **Additional**

Additional commitments through contract delivery

It is about what social value the supplier will deliver as a result of winning the contract, so it is over and above what they are already doing.



#### **Appropriate**

Aligned with the tender request and NHS Priorities

The more aligned with the tender, and with NHS priorities more broadly, the better a response is likely to score.



#### Measurable

Concrete and Measurable KPIs

Having measurable KPIS that can be easily reviewed as part of contract management will likely improve the scoring as well as the supplier's ability to deliver against the commitments made.

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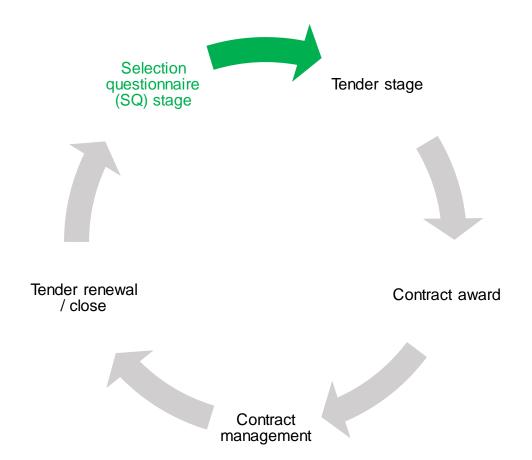
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## **Carbon Reduction Plans (CRPs)**



Template	UK government template available
Reporting method	Board approved, Public URL + SQ questions in procurement



CRP content	Key Information
General information	<ul> <li>Supplier Name.</li> <li>Publication Date.</li> <li>Declaration of CRP approval by the board of directors (or equivalent management body if no board is in place).</li> </ul>
Targets	<ul> <li>The year by which the company will achieve net zero.</li> <li>The emission scopes covered by the net zero target.</li> </ul>
Base Year Emissions	<ul> <li>Year the base year was set.</li> <li>Base year scope 1, 2, 3 emissions included and total (tCO<sub>2</sub>e).</li> </ul>
Reporting Year	<ul> <li>The year of the current reporting year.</li> <li>Current reporting year scope 1, 2, 3 emissions included and total (tCO<sub>2</sub>e).</li> </ul>
Carbon Reduction Projects	An overview of completed carbon reduction projects and those planned to be completed in the future.

### Supplier engagement – support available



A broad engagement programme has been established to support suppliers meet the requirements. An internal engagement programme has also been established to support NHS teams understand and apply the requirements.



Increasing Supplier
Awareness

- Direct communications.
- Communications via trade bodies/framework host.
- Trade body and industry events.
- Social media.
- Leadership presentations.



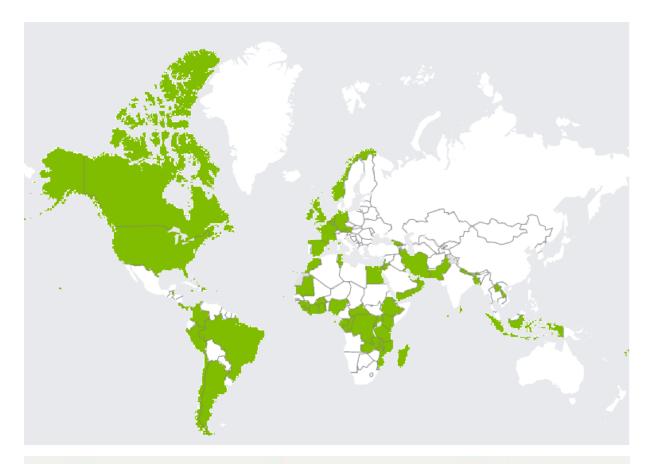
Providing Support to Clarify the Requirements

- Publication of <u>NHS CRP and NZC guidance</u>.
- Supplier support webinars (NHS and CCS).
- CRP Checking Service.
- Additional resources under consideration.

### International collaboration is essential













## HHS Shares Health Sector Climate Resilience and Emissions Reduction Announcements at COP28

Highlights include a new HHS Climate Change and Health Equity Strategy Supplement and planned work by federal health systems on clinical decarbonization

[...]

The HHS delegation also announced planned collaboration between federal health systems on clinical decarbonization, provided an update on the White House-HHS Health Sector Climate Pledge, and described ongoing collaboration with the National Health Service (NHS) of England and other nations to create aligned expectations for emissions reporting and target setting from health sector suppliers.



### How can I find out more about Greener NHS?



Find out more about the work of the Greener NHS team, and the progress towards the net zero goal:

- Visit <u>www.england.nhs.uk/greenernhs</u>
- Sign up to our newsletter <u>www.england.nhs.uk/email-bulletins/greener-nhs</u>
- Follow us on social media @GreenerNHS

### E-Learning module from Health Education England

The Greener NHS has endorsed this <u>E-Learning Module on Environmentally</u> <u>Sustainable Healthcare</u>, developed by NHS Health Education England and E-Learning for Healthcare, in partnership with the Centre for Sustainable Healthcare.



To learn more about further supplier engagement approaches, join our partner, the **Joint Initiative** for their upcoming webinar!



#### JOINT INITIATIVE FOR SUSTAINABLE HUMANITARIAN ASSISTANCE PACKAGING WASTE MANAGEMENT





### **PACKAGING MATTERS WEBINAR**

Sustainability in Supply Chains: Bringing Suppliers on Board

Thursday 1st February 14:30-15:45 CET | 8:30-9:45 ET

**REGISTER:** 

tinyurl.com/JI-webinar6-reg



# **EXPLORE ALL OUR SOLUTIONS**

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