# eafip Workshop on Innovation Procurement in the Energy sector

Achievements and outcomes of the European SMART SPP project

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# Green public procrurement



### Innovation - some hurdles to overcome



- Little interaction between consumers and producers resulting in:
  - Procurers not being aware of potential opportunities & market developments
  - Companies/suppliers not clear on future public sector requirements
- Legal uncertainty: Procurers reluctant to engage with potential suppliers outside procurement actions
- Lack of resources for organising more complex procurement procedures
- Lowest purchase price still deciding factor instead of whole life-cycle cost of product/service





### Procura+ European Sustainable Procurement Network

The SMART SPP project is taking place within the framework of the Procura<sup>+</sup> Network that supports public authorities in implementing sustainable procurement, promotes their achievements, and exchanges best practice from participants across Europe.

### **Consortium partners**

- ICLEI-Local Governments for Sustainability
- Association Ecoinstitut for Applied Ecology
- Eastern Shires Purchasing Organisation
- German Federal Association of eco-Counselling
- Oeko-Institut e.V. Institute for Applied Ecology
- LNEG, Portugal

- Local Energy Agency Cascais
- Municipality of Kolding
- Barcelona City Council
- Global to Local Ltd
- The London Borough of Bromley

Supported by:



# SMART SPP - Objectives

- Identify/research how public authorities can achieve highly energy-efficient solutions through greater market engagement
- Pilot actions in 5 European authorities for emerging technologies (LED lighting, electric mobility)
- To prepare guidance based on the research and piloting for any European public authority to use.
- Tool on Life-cycle costing and CO<sub>2</sub> assessment in procurement





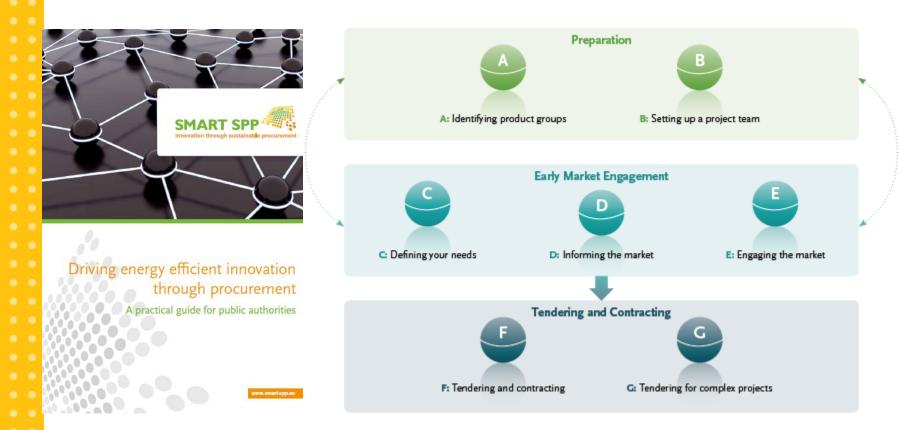




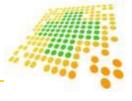


### Outcomes - Guidance

 A practical guide how to drive innovation through sustainable procurement, available in English,
 Danish, Portuguese, Spanish (print + online pdf)

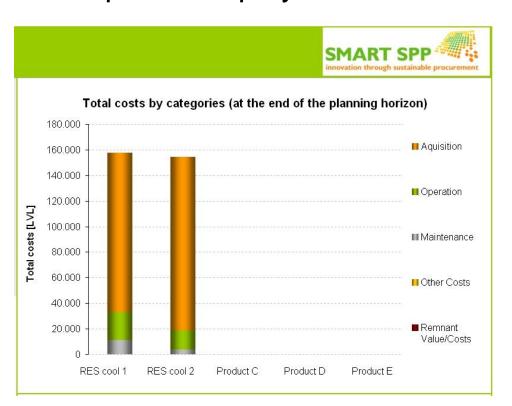


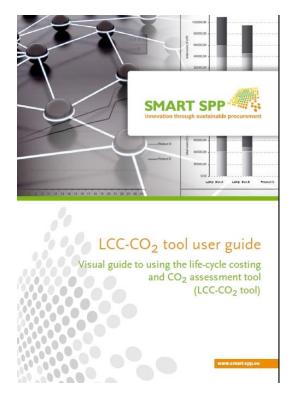




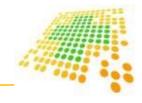
### Microsoft Excel® Tool vs. 2.1 (EN, ES)

- Supports procurers in calculating life cycle costs and CO<sub>2</sub> emissions of innovative products and services
- LCC = acquisition, maintenance, operation, disposal
- Graphical display of results and tender evaluation





# Purpose of the Tool

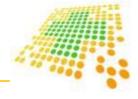


- Supports procurement decision-making, e.g. by tender evaluation
- Can be applied for all products and services relevant in public procurement
- Can also be used for assessment of current solutions and for monitoring purposes
- Enables public communication of reduced cost and CO<sub>2</sub> emissions

## Outcomes - Tendering

- Partners and associate partners used the SMART
  SPP approach in tendering worth over 80 Mio. EUR
- Inter-departamental and inter-municipal cooperation increased with over 200 municipal staff being involved in the pre-procurement activities
- Technical solutions (LED lighting, electric mobility) will reduce energy consumption and CO<sub>2</sub> emissions by 30 90 percent, accounting for an estimated reduction of 5,3 GWh/a
- Over 250 energy managers, procurers and financial staff trained in applying lifecycle costing and CO<sub>2</sub> assessment in public procurement





#### Further information available at:

- → <u>www.smart-spp.eu/guidance</u> SMART SPP guidance
- <u>www.procuraplus.org</u> Procura+ Sustainable Procurement Network

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