How to Win Business by Being Sustainable

Ethical purchasing and what buyers are looking for from you

The Ark Conference Centre **Dinwoodie Drive** Basingstoke RG24 9NN







Friday 10th October 2014 8.30 – 11.30 AGENDA

Arrival, registration and breakfast

9.00	Welcome - Wendy Buckley, <u>Carbon Footprint</u> – Chair of the North Hampshire Network and
9.10	Legal update John Mitchell, <i>Partner - <u>Blake Morgan</u></i>

9.30 Ethical Procurement WWF - Julia Young

9.55 How to Tender for Council Contracts and The Social Values Act 2012

Helen Taylor-Cobb, Senior Procurement and Contracts Officer, Basingstoke and Deane Borough Council

10.20 Refreshment break

10.35 Case Study – YBC Cleaning Services Ltd

Working with clients to achieve their environmental objectives; adopting energy efficient and waste management work practices.

11.00 Questions and discussion

Wendy Buckley

11.30 Close - Networking

Supported by:











Climate Change Levy – data centres

- CCL is applied to energy bills of most commercial organinsations
- Firms which are in sectors which have a climate Change Agreement with the government are eligible for relief
- The relief is conditional on energy efficiency targets being met
- The relief is 90% of the CCL
- The data centre sector has just entered into a CCA and will now be eligible for the reliefs



Lettings standards

- Minimum Energy Efficiency Standard Regulations:
 - From1 April 2018 no property can be let if EPC is rated F or G
 - Landlord must first undertake all measures that can be funded by the Green Deal (i.e. Golden Rule compliant)
- Tenant's Energy Efficiency Improvement Regulations:
 - From1 April 2016 domestic tenant can ask for consent to carry out Green Deal or ECO type improvements
 - If tenant leaves liability for repayment shifts to the incoming tenant



Green leases

- In general terms a tenant has no control over what a landlord does or does not do to improve the environmental efficiency of a building
- Tenant is obliged to pay the service charge whatever
- Green leases bring a co-operative approach to the issue
- Principles set out on the Better Building Partnership website
 - http://www.betterbuildingspartnership.co.uk/workinggroups/green-leases/green-lease-toolkit

Air pollution



- NO₂ levels in Oxford Street are higher than those in Beijing (Kings College)
- The government has failed many of its environmental goals (Environment Audit Committee)
- London, Birmingham and Leeds will continue to fail the air pollution targets for another 20 years (DEFRA)
- Southampton and Portsmouth will continue to fail the targets for another 16 years

Recycling



- The Environmental Audit Committee has called on government to:
 - Encourage the circular society
 - Simplify and standardise the UK system for the collection of waste and recyclates
- The Circular Economy Taskforce has called on government to:
 - Move responsibility for collection from local to regional level
 - Design collection systems according to the needs of reprocessors rather than a duty to dispose of unwanted items



Green Deal savaged by ASA again

- 6 of 10 complaints upheld in relation to a Green Deal promotional campaign backed by DECC:
 - The ad was misleading by suggesting that savings on energy bills were "guaranteed"
 - Neither of two case studies referred to in the ad had been funded by the Green Deal
 - Assessors should not have been described as "impartial" as they are not
 - A claim relating to the projected increase in value of a property was misleading







One planet. The only one we have.



We currently use natural resources as if we had 1.5 planets.





We'll need more than 2 planets by 2030 if we carry on as we are.

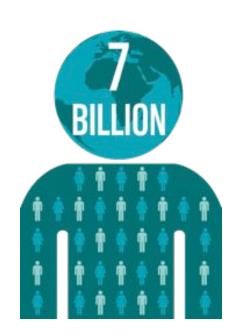




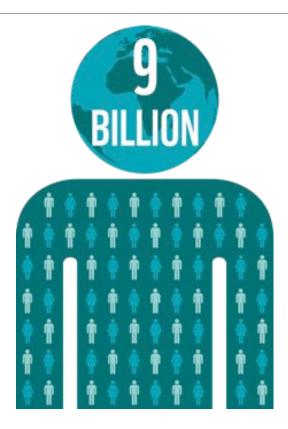
The Living Planet Report 2014

- Living Planet Index (LPI) –
 52% decline since 1970
- Ecological Footprint (EF) alarming 50% overshoot
- Poorest countries bearing the brunt
- Better choices "Business as usual" will not stop the decline.

The world's population is set to grow from 7 billion today...



...to more than 9 billion by 2050.

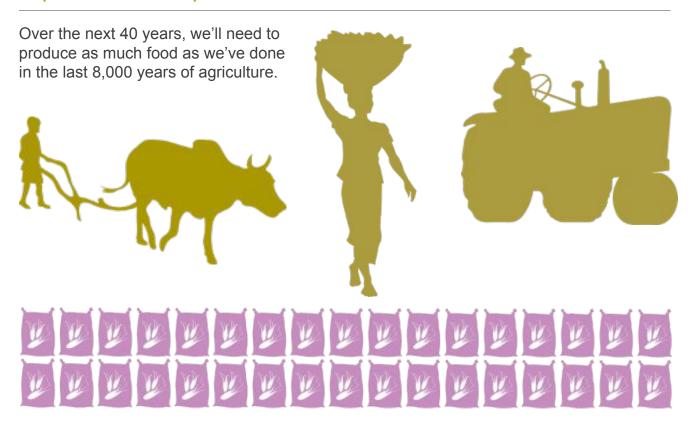


Per capita income is set to rise by 290%...

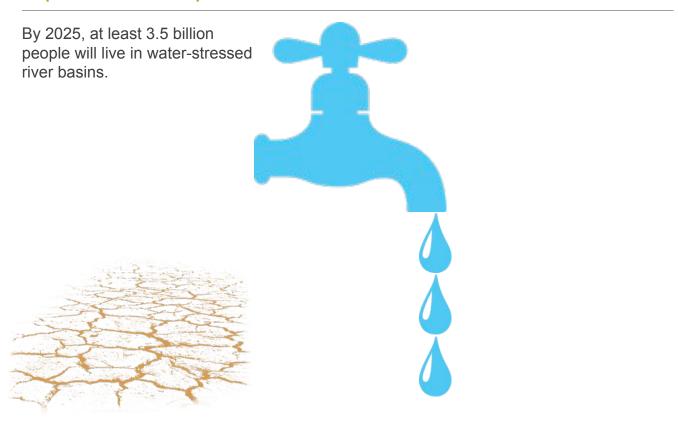




A planet under pressure

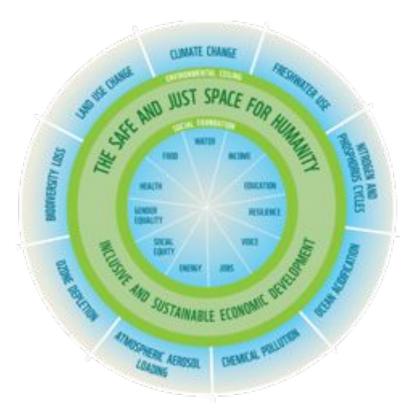


A planet under pressure



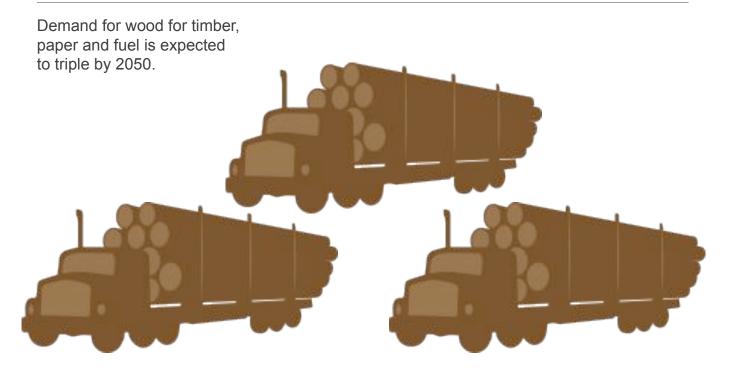
Panning-out: nature and society

The Oxfam Doughnut – A safe and just operating space for humanity



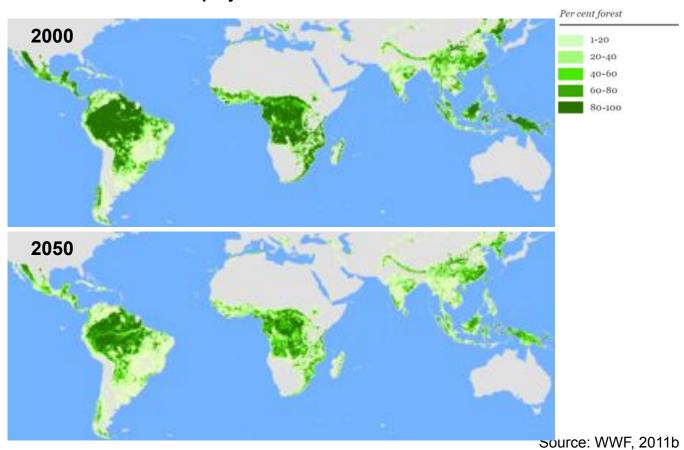
Source: Raworth, 2012

A planet under pressure



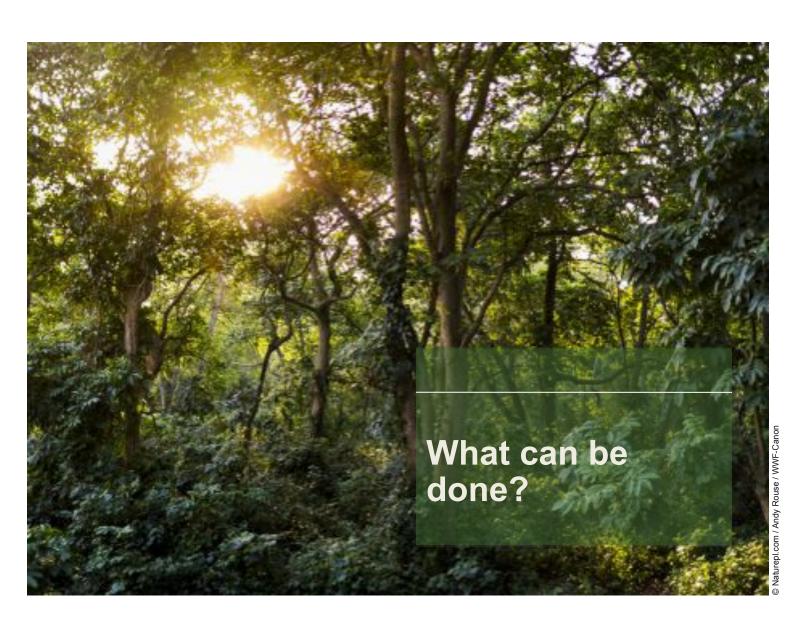
Panning-out: forest cover

Forest area in 2000 and projected forest area in 2050

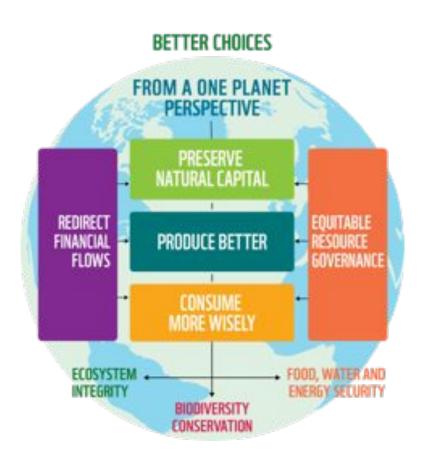


Environmental changes affect us all

- Human well-being depends on natural resources such as water, arable land, fish and wood; and ecosystem services such as pollination, nutrient cycling and erosion control.
- Putting ecosystems at the centre of planning and managing activities that depend on natural resources brings economic and social benefits.
- While the world's poorest continue to be most vulnerable, the interconnected issues of food, water and energy security affect us all.
- For the first time in history, the majority of the world's population lives in cities, with urbanization growing fastest in the developing world.



WWF's One Planet Perspective



Source: WWF, 2012

How do you play your part?

Living within the planet's means is possible

Two themes most individuals and businesses can easily help with:

Preserve natural capital.

Consume more wisely.

Individuals, communities, businesses, cities and governments are making better choices to protect natural capital and reduce their footprint, with environmental, social and economic benefits

Changing our course and finding alternative pathways will not be easy. But **it can be done**.

But where to start?

- POLICY what do you want to say about your business approach to sustainable and ethical sourcing?
- IMPLEMENTATION identify some main priorities, especially if you have any risks, then progressively take manageable steps to improve
- MONITORING & AUDITING check your progress and how you feel you are delivering as a business, get help where you need it
- TRANSPARENCY be honest about your work in this area, but share it with others both to help you keep improving, and to get positive reinforcement for your actions



Case: timber and paper

- UNDERSTAND THE LAW: EUROPEAN TIMBER REGULATION
- GUIDANCE FREELY AVAILABLE: http://shop.bsigroup.com
- Work with your suppliers to understand details, and potential risks or opportunities
- Look for credentials









DIFFERENTIATION



How do we motivate forest management to the highest possible environmental and social standards?

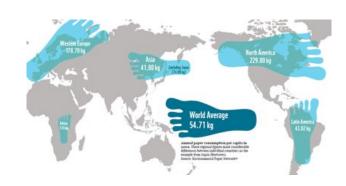
Forest certification is an important tool to improve practices, via a market driven mechanism

Differentiated your business on sustainable and ethical performance, as well as your products and those you plan to buy



Footprint - consumption









How to Tender for Council Contracts and The Social Values Act (SVA) 2012

Helen Taylor-Cobb
Senior Procurement and Contracts Officer



Agenda

- Strategy
- SVA Our Bit
- SVA Your Bit
- Tender Thresholds & the Procurement Process
- Successful Tendering
- How to Access Opportunities
- Q&A



The Strategy

Procurement and Contract Management Vision

"To ensure the delivery of best value, priority outcomes for our community through providing a strategic procurement and contract management function that is an exemplar of recognised good practice."





Social Values Act 2012

Social Values Act 2012 requires public bodies to consider:

- how the services they commission and procure might improve the economic, social and environmental wellbeing of the area.
- i.e. the additional benefit to the community from a commissioning/procurement process over and above the direct purchasing of goods, services and outcomes



What can you do?

- Think about what you do NOW.
- USP articulate it!!
- Plan & Engage!
- One question does not a tender make.....



Procurement Thresholds

<u>Threshold</u>	Tender Requirement
Basingstoke and Deane Borough Council	
£2,500 - £50,000	3 quotations or suitable framework agreement
£50,000 – OJEU (EU) Thresholds	4 tenders invited via advertisement on South East Business Portal or suitable framework agreement
Official Journal of the European Union (OJEU)	
Works Contracts - £4,322,012;	1/8/67
Supplies Contracts - £172,514;	5 tenders invited advertised via Tender Electronics Daily
Services Contracts - £172,514	(TED) or suitable EU complaint framework or contract
	/A & 01/11/15/07

Threshold - total contract value including the value of any contract extension period



Request for Quotation

Advertise and Bid

- •Invite minimum 3 suppliers to quote
- •Requirement issued and completed

Evaluate

Submitted responses evaluated in accordance with the published evaluation criteria

Award

· Award notified and order placed



Open Tender Procedure

Advertise and Bid

- •Advert on South East Business Portal or OJEU Contract Notice
- •Interest expressed and Invitation to Tenders (ITTs) issued and completed

Evaluate

Submitted ITTs evaluated in accordance with the published evaluation criteria

Award

Standstill period mandatory for OJEU process



Restricted Tender Procedure



- Advert on South East Business Portal or OJEU Contract Notice
- Pre-Qualification Questionnaire (PQQ) completed

Selection

- PQQ Evaluation and shortlist agreed
- Invitations to tender (ITT) issued

Evaluate

Submitted ITTs evaluated in accordance with the published evaluation criteria

Award

Standstill period mandatory for OJEU process



Our Tender Evaluation

- Balance of cost and quality most economically advantageous
- Standard is 60% cost, 40% quality but this can be amended to suit the requirement
- Evaluation must be <u>relevant</u> and <u>proportionate</u> to the subject matter, and these could include:
 - technical merit;
 - aesthetic and functional characteristics;
 - economic, environmental and social well-being characteristics;
 - running costs;
 - technical assistance;
 - delivery date/delivery period/period of completion.



Successful Tendering

- Read the evaluation award criteria carefully
- Make sure you answer all the questions
- Include or lose!
- Don't provide lots of information that has not been asked for
- Ask questions
- Don't miss the deadlines
- If you're unsuccessful ask for feedback you are entitled to this!

Good luck!





How to access opportunities

And finally......

Advertised contract opportunities for BDBC can be found here:

www.businessportal.southeastiep.gov.uk

www.ted.europa.eu

More information about our processes can be found on our website:

www.basingstoke.gov.uk/browse/business/tendersand-contracts



'Fighting Grime Together!'

A Case Study: Sustainability



Who are we?

- Commercial Cleaning Company
- Over 100 Sites
- 85% Clients by Recommendation
- Inspire 2012 Service Excellence Award



YBC Cleaning





"What if we don't change at all ... and something magical just happens?"

www.shutterstock.com - 128236091



Sustain Resources for Future Generations

- NOT just ability to generate profit...
- NOT just about Compliance...
- ALL ABOUT embedding a new Culture



Before...

No recycling

• No Environmental Policy

 No Environmental Management Systems







The Solution for us...

- Use External Consultants to Implement Environment & Management Systems
- ISO 14001 Reduce Waste & Cost through Environmental Commitment: International Organisation for Standardisation/Voluntary
- ISO 9001 More Structure/Organised
- Different from our Competitors/BICSc



What did we We now change? Recycle!





Recycle Head Office & All Sites:

Introduced new Recycling points
 Paper/plastic/cardboard/glass/compost even!

 Most clients Education/new generation Responsibility

- Reuse Refuse Bags
- Microfibre Cloths/Chemicals
- ENCOURAGE clients Hand dryers
- Recycle Equipment/Tenders



Environmental Training

Energy Efficient

• Reduced Vehicles 15 - 9

Smaller Deliveries

 New Innovations: Steam/My Research



YBC Cleaning

The Results:

•WINNING and RETAINING business!



•We saved 2% on Consumables & Overheads

•You can make savings too!



A Case Study: Sustainability

Any Questions?

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Award Winner¹





Award Winner





