Sustainable and innovation procurement journeys – Municipality of Budapest

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Introduction

- The Municipality of Budapest
- The Mayor’s Office
- Public Companies owned by the Municipality
The influences and the influencers

- 1992 EUROCITIES
- 2008 Covenant of Mayors
- 2012 Climate-KIC
- 2015 CEPPI project
- 2016 Compact of Mayors
- 2017-2018 Climate Strategy of Budapest – MITIGATION ADAPTATION AWARENESS RAISING TARGETS FOR 2020/2030/2050
- 2017-2018 European Green Capital candidate city
- 2016 Global Lead Cities Network on Sustainable Public Procurement
- 2018 PROCURA+ and ICLEI membership
Sustainable procurement targets of Budapest

1. By 2018, Sustainable, Innovation and Green Procurement Strategy for Budapest
2. By the end of 2018, 169 electric chargers will be implemented in the city
3. By 2020, 100% of the procurement processes will integrate sustainability and green aspects
4. By 2020, 70% of the newly purchased public transportation vehicles in Budapest will be clean
5. By 2020 21% reduction of CO2-emission and increased energy savings
6. By 2020, at least 30% of the evaluation criterias in the procurement processes will follow be determined upon sustainable principles
7. By 2020, at least one training program per year will be accomplished for the employees
Implementation of SPP Strategy in Budapest

A brief lookback on our former SPP achievements - Examples

• Inauguration of public bicycle-sharing system („BUBI”) to reduce CO2 emmission
• Construction of connecting tramway tracks on the Buda side to replace some bus lines and reduce CO2 emission
• Green criteria in the procurement process for the lighting of the Liberty Bridge
• Construction of a new Central Sewage Farm and laying of more than 200 km of new pipes to reduce waste water discharged into River Danube by more than 30 %
Short-term plans, activities

- State-wide implementation of the Electric Procurement System by 2018 in accordance with the EU directives (reduced use of paper)
- Purchasing a software which is able to calculate Life-cycle assessment (LCA) software (focal point of the Hungarian Act on Public Procurement) in 2018
- Purchasing e-vehicles for the City Hall, installment of e-charging points

- Best Value instead of the cheapest price as the major evaluation criteria
- Implementing contractual commitments determined by sustainable principles
- Continuous evaluation and monitoring of sustainability performance in PP
- Continuous trainings, workshops, peer learning activities for procurers
- Implementation of sustainability and green aspects in internal regulation
Mid-term goals

• Select and employ skilled staff – motivated and open minded colleagues help innovation and sustainability

• Develop motivation scheme for employees in terms of energy efficiency/sustainability/innovation.

• SPP actions, objectives and best practices to be described in Climate Strategy of Budapest and the Environmental Programme (2022-2027)

• Active involvement in international initiatives, e.g. EUROCITIES, Covenant of Mayors

• Energy efficiency measures to be implemented in internal regulations
Mid-term goals

- Professional consultation platform with city districts - Climate Change Platform of Budapest
- Improve communication between districts and Municipality, citizens and decision makers
- Support LED developments in the city

- Promote large scale infrastructural projects (e.g. 1100 e-charging point installation)
Mid-term goals

- Motivate utility companies to cooperate and implement energy projects
- Review of existing strategies and promote zero emission and positive energy developments (buildings and transport area)
- Create guidelines and recommendations to universities within the framework of existing cooperation agreements/involve healthcare sector (Semmelweis University is a member of the Climate Change Platform)
Exploring Synergies

- **Political engagement** – Acceptance of SIPP Strategy
- **Capacity Building**
- **Supportive regulatory system**
- **International networking** – CEPPI

- **Adequate financial environment** – ISCO model + Urban Development Fund
THANK YOU FOR YOUR KIND ATTENTION!

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