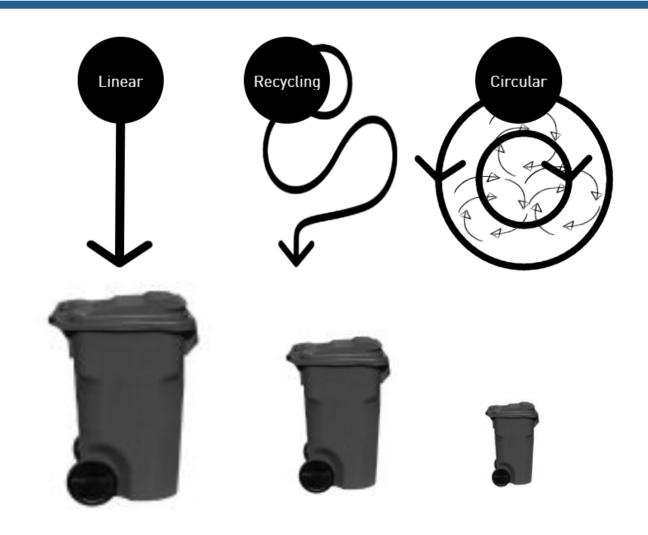
Circular Economy Procurement Implementation Plan & Framework RE: GM28.29

Presentation **Government Management Committee** June 5, 2018



Circular Economy Overview





CE Procurement Framework - Principles

CE Pilot testing will be based on the following core principles to:

- 1. Mitigate climate change and achieve a resilient low-carbon future, considering both operational and lifecycle emissions, and advancing community resilience in alignment with TransformTO.
- Minimize both the full lifecycle impacts and maximize the full utility of goods and services.
- 3. Achieve aspirational goals of zero waste, and to treat any remaining waste produced that cannot be reused or recycled as resource that has value.



CE Procurement Framework – Principles (Continued)

- 4. Align with the City's Supply Chain Transformation and be strategic, transparent, and encourage innovation while adhering to all City purchasing legislation and By-laws.
- 5. Align with City Council approved strategies aimed at improving environmental (i.e. reduction in greenhouse gas emissions), social (i.e. community health, wellbeing, employment) and economic (i.e. fiscal sustainability) outcomes.
- 4. Collaborate with relevant partners and sectors, including relevant local industry associations, to help drive innovation towards more circular services, products, and mutually beneficial solutions.



CE Framework - Goals

The aim of Circular Economy Procurement Framework is to develop an evidence-based and measurable circular procurement policy. The Circular Economy Procurement Framework, through pilots, will enable the City to achieve the following Circular Economy goals:

- 1. Increase the amount of goods and services that are regenerative by design, have lower lifecycle greenhouse gas emissions, are less toxic, and rely less on raw material extraction/consumption.
- 2. Increase the number of City contracts that are procured through a process that considers full value, lifecycle impact including greenhouse gases, resource potential, and maximum utility of goods and services.
- 3. Introduce the requirement for the re-examination of City contracts from a CE lens prior to issuing solicitations.



CE Framework – Objectives

The Circular Economy Procurement Framework will use the City's procurement processes to achieve the following objectives:

- Application of Circular Economy principles to procurement pilot projects, which close product, material, and service supplier loops. For example, consideration of:
 - a. Access to service over ownership
 - b. Reparability options
 - c. Measures of how products can be returned for repairs
 - d. Percentage of recycled content
 - e. Inclusion of details on Life cycle analysis (LCA) considerations including greenhouse gases
 - f. How design contributes to reducing carbon footprint



CE Framework – Objectives (Continued)

- Increased Circular Economy sector development by improving bidder's awareness of the Circular Economy Procurement Framework. For example:
 - a. Provision of guidance documents to vendors including assessment methodologies
 - b. Invitations to vendor days
- 3. Increased internal Circular Economy capacity-building, including the development of tools to enable staff to apply a circular procurement lens to City contracts, including, for example:
 - a. Circular Economy Information Guide for City staff and contractors
 - b. Maintenance of lists of suppliers currently undertaking circular approaches, organized by division
 - c. Updated procurement training to include Circular Economy procurement curriculum



CE Framework – Objectives (Continued)

- 4. Identification, selection, and refinement of future Circular Economy procurement metrics and Key Performance Indicators (KPIs) based on findings from pilots, including baseline metrics for the City of Toronto.
- 5. Positioning of the City of Toronto as a leader in Circular Economy and Ontario's first circular city through:
 - a. Developing an evidence-based Circular Economy procurement policy informed by extensive piloting and case study creation
 - Supporting Circular Economy capacity-building among City divisions, agencies and corporations.
 - Communicating, where possible, so that best practices can be shared and the framework modeled in other jurisdictions
 - d. Communicating Circular Economy principles to suppliers through market engagement
 - e. Establishing a Circular Economy public procurement Community of Practice of peer municipalities/not for profit organizations from the city and province



CE Framework - Implementation Timelines

