

Ministry of Environmental  
Protection and Regional  
Development  
Republic of Latvia

# **GPP Regulation in Latvia: how can environmental targets boost the economy?**

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# GPP - a powerful tool





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# GPP milestones in Latvia (I)



- **Sustainable Development Strategy of Latvia until 2030 (Latvia 2030), 2010**

"Energy efficiency and considerations of the life cycle analysis of products should be included in the criteria of state and local government procurement procedures"

- **Latvian National Development Plan (Latvia 2020), 2012**

"Wider supply of energy-efficient and ecological goods and services in public procurement ("green public procurement")

- **Latvian Environmental Policy Strategy for 2014–2020, 2014**

"GPP criteria and guidelines have been developed. Contracting authorities and decision makers are aware of GPP approach and availability of green products in the market".

- **National GPP Support Plan for 2015-2017, 2015**



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# GPP milestones in Latvia (II)



- **Public Procurement Law, 2006**
- **Law On the Procurement of Public Service Providers, 2010**
- **Law On Public Transport Services, 2008**
- **Cabinet of Ministers Regulations # 673 "On inclusion of environmental criteria and selection of award criteria in tendering for the procurement of food products and catering services", of 28.10. 2014**
- **Guidance for the National and Local Authorities how to promote GPP in Latvia and how to green construction works and services, 2008**
- **Latvian Government Action Plan for 2014**



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# GPP general conditions

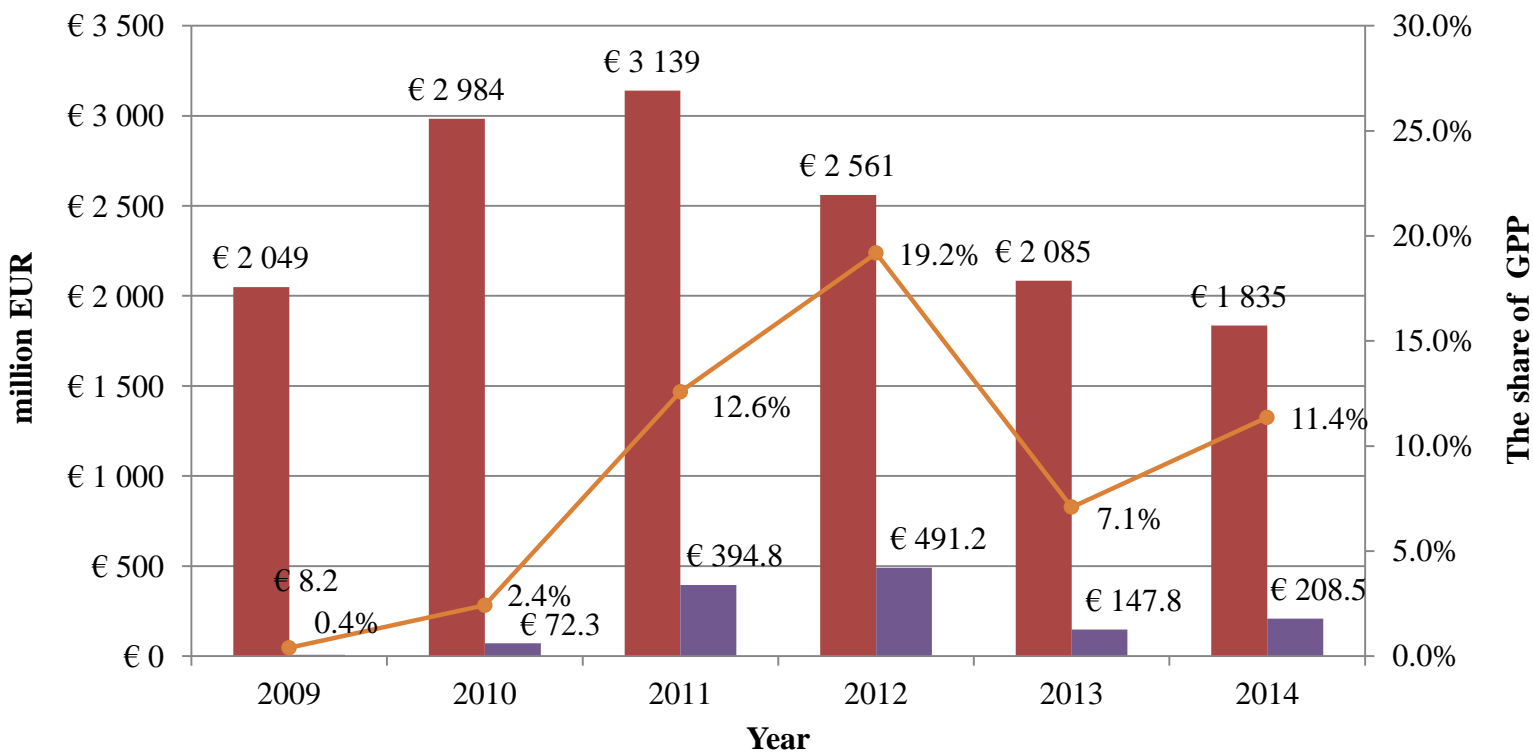
A Green Procurement is a purchase for which **at least one green procurement criteria** has been applied and its **financial expression is at least 5%** out of the total contract amount.





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# The share of GPP



■ Total contract value of public procurement, million EUR, without VAT

■ GPP total contract value, million EUR without VAT

—●— The share of GPP, %



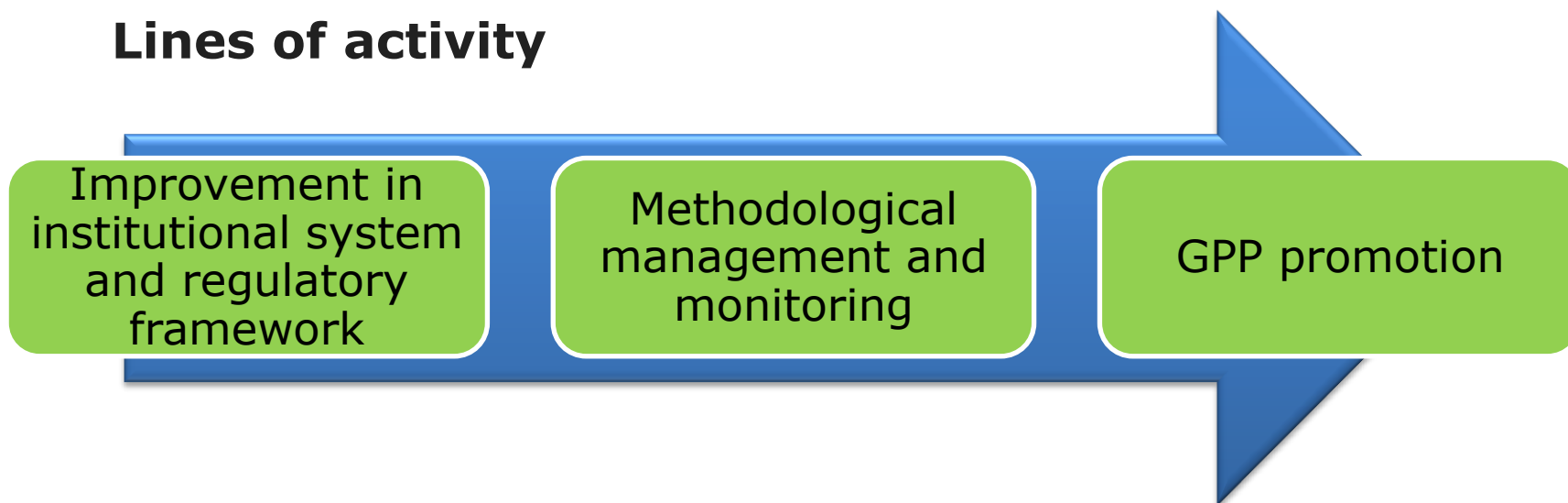
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# Green Public Procurement support plan for 2015-2017

## GPP target



## Lines of activity





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# Planned activities in 2015

**II q.**

- Annually until May 1st to prepare and submit an information notice about GP and GPP realization, including in public administration;

**III q.**

- Prepare the order of the Cabinet of Ministers with a request for compulsory annually achievable share of GPP in the total amount of the purchases made

**IV q.**

- Develop Cabinet of Ministers regulations which regulate GP and GPP implementation, supervision monitoring, develop evaluation of the life cycle of specific groups of goods;

**III;  
IV q.**

- To organize regular methodological seminars and trainings for merchants, state and municipal institutions about GPP performance and implementation in the procurement;





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# Planned activities in 2016

**II q.**

- To develop a life cycle expenses evaluation model for certain groups of goods;

**II q.**

- Ensure that the life cycle cost assessment could be used for an evaluation of advantageous tender

**IV q.**

- To ensure a wider "green" catalogue choice in the Electronic procurement system;



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# Planned activities in 2017

**IV q.**

- Improving eco - label and promote environmental management systems

**IV q.**

- Create a special marking for GP/GPP recognition in Latvia



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# Climate Change Financial Instrument

Climate Change Financial Instrument (CCFI) is a state budgetary programme of the Republic of Latvia, internationally known as Green Investment Scheme (GIS).

CCFI finances are based on revenues from the international emissions trading scheme under the Kyoto protocol.

The aim of CCFI is the reduction of greenhouse gas (GHG) emissions.





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# CCFI Summary on the Implementation of CCFI Tenders

First CCFI Open Tender was announced in July of 2009. Since then there were **16** Open Tenders organized.

Implementation of **2331** Projects are completed, **240** Projects are in the implementation stage.

More than EUR **204** million have been committed for Project implementation from CCFI; contracted CCFI financing amounts to more than EUR **192** million.

The following measures are being implemented within the framework of the projects:

- increase of energy efficiency;
- development of technologies reducing GHG emissions;
- technology conversion from fossil to renewable energy resources;
- providing information to the society regarding the importance and possibilities of GHG emission reduction;
- reducing GHG emissions in transport sector.



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# **CCFI Open Tenders with Green Public Procurement component**

## **CCFI Open Tenders where Green procurement was an assessment criteria of the project:**

- KPFI – 1 “Increase of Energy Efficiency in Municipal Buildings”;
- KPFI – 3 “Increase of Energy Performance in Higher Education Establishment Buildings”;
- KPFI – 5 “Complex Solutions for Greenhouse Gas Emission Reduction in State and Municipal Vocational Education Establishment Buildings”;
- KPFI – 6 “Complex Solutions for Greenhouse Gas Emission Reduction in Manufacturing Buildings”;
- KPFI – 7 “Complex Solutions for Greenhouse Gas Emission Reduction in Municipal Buildings”;
- KPFI - 10 “Low Energy Consumption Buildings”.



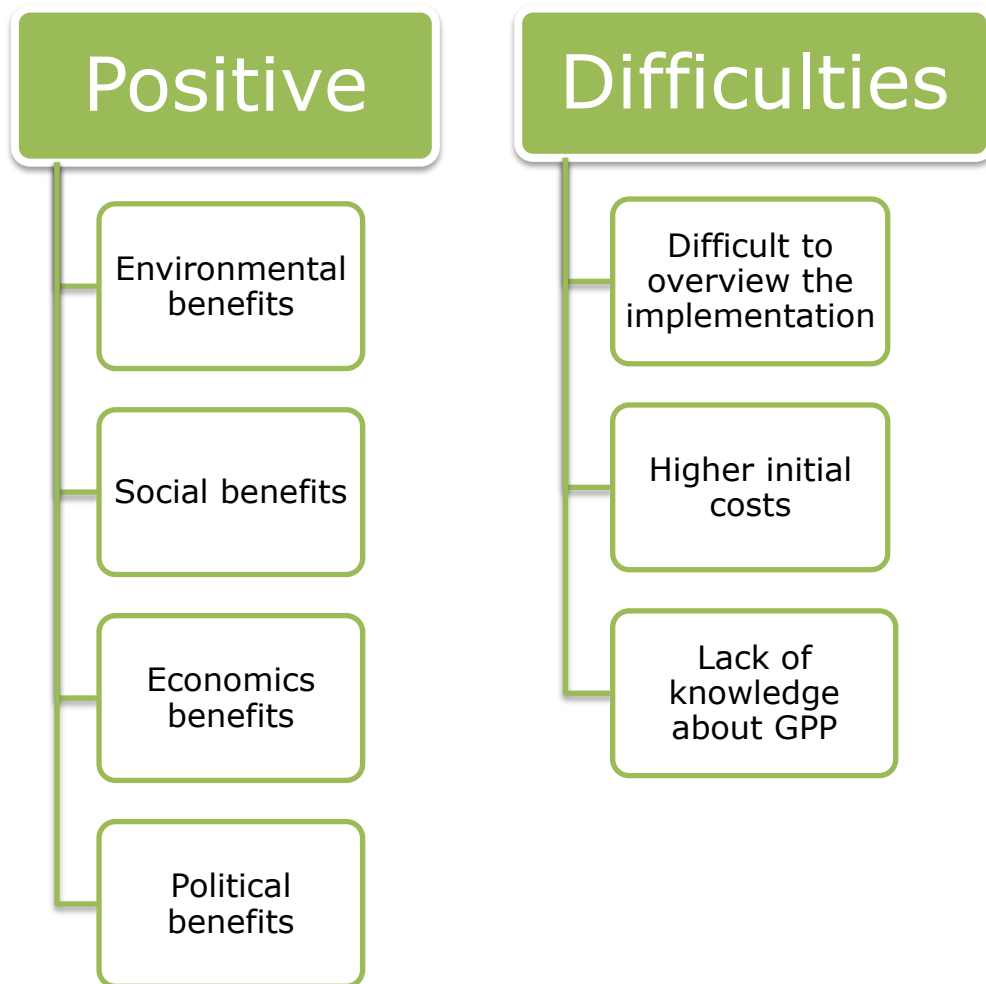
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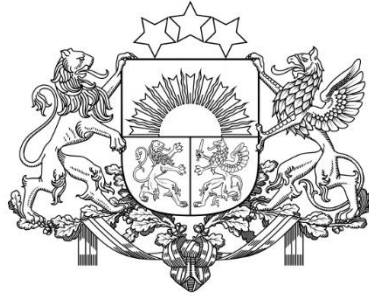
## Information on CCFI Open Tenders where GPP was implemented

Open Tender	Projects completed with GPP	Total of buildings in projects	CCFI financing, EUR
KPFI - 1	49	190	24 143 266
KPFI - 3	13	23	6 759 719
KPFI - 5	23	40	13 182 901
KPFI - 6	38	63	8 654 906
KPFI - 7	38	112	19 066 632
KPFI - 10	14	14	4 487 139
<b>Total:</b>	<b>175</b>	<b>442</b>	<b>76 294 563</b>



# Summary on application of GPP in CCFI projects





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**Thank you for your attention!**

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