



**The Sustainable Consumption and Production (SCP)  
Policy Project – Indonesia  
GREEN PUBLIC PROCUREMENT**

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# Overview

- I. The Status Quo in Indonesia
- II. Challenges
- III. Recommendations of Consultant / Our Plan



# I. What do we have?

## Indonesian GPP scheme and framework

- Vision and Policies
- Leadership
- Culture
- Structure
- System and Processes
- Strategy
- Staff capacity



## Vision of LKPP

- *Promoting credible public procurement toward people prosperity through implementation of sustainable public procurement.*



# Act 32 of 2009 on Environmental Protection and Management

- urging government and regional governments to 'Procure eco-friendly goods and services




# President Regulation Number 54 year 2010 (*Perpres No. 54/2010*) on Public Procurement

- Procurement of *eco-friendly goods and services and development of an environmental labelling system*
- Paragraph 8, Articles 42 and 43, require Government and Local Government to develop and implement “Economic Instrument of Environment”, which includes GPP, described as ‘procurement which provides the preference/ priority on the goods/ services which are labeled “environmentally friendly”’



# Presidential Regulation 70/2012 regarding Public Procurement

- stipulating the need to promote Green and sustainable public procurement
- The concept of eco-friendly in public procurement *can be* applied in the bidding documents in the form of certain requirements, which may lead to the use of natural resources wisely and support the preservation of the environment



# Presidential Decree No. 80 of 2003 on Public Procurement was revised by LKPP in 2009

- *(2) the eco-friendly concept can be inserted in selection documents covering specific requirements of wisely-exploited natural resources and environmental preservation."*





## II. Challenges

- Government regulations not fully developed (issue of audits)
- Green criteria specification and verification system not yet established
- Implementation in pilot areas
- Up-scaling to all government institutions, provinces and districts



## III. Recommendations / Plan

It has to be established:

- Vision, policies, Leadership, Culture, Structure, System and Processes, Strategy, Staff capacity
- On national level: for (I) GPP in general and for (II) Green Product Criteria and their verification system
- On regional level



# GOI **Draft** Regulation on Economic Environmental Instruments

- In the procurement of goods and services, Government and Local Governments prioritize the use of goods and services that are environmentally friendly
- collect data on the use of environmentally friendly goods and services
- report the use of the balance sheet of environmentally friendly goods and services to the Minister.
- The Minister shall publicize the use of environmentally friendly goods and services.

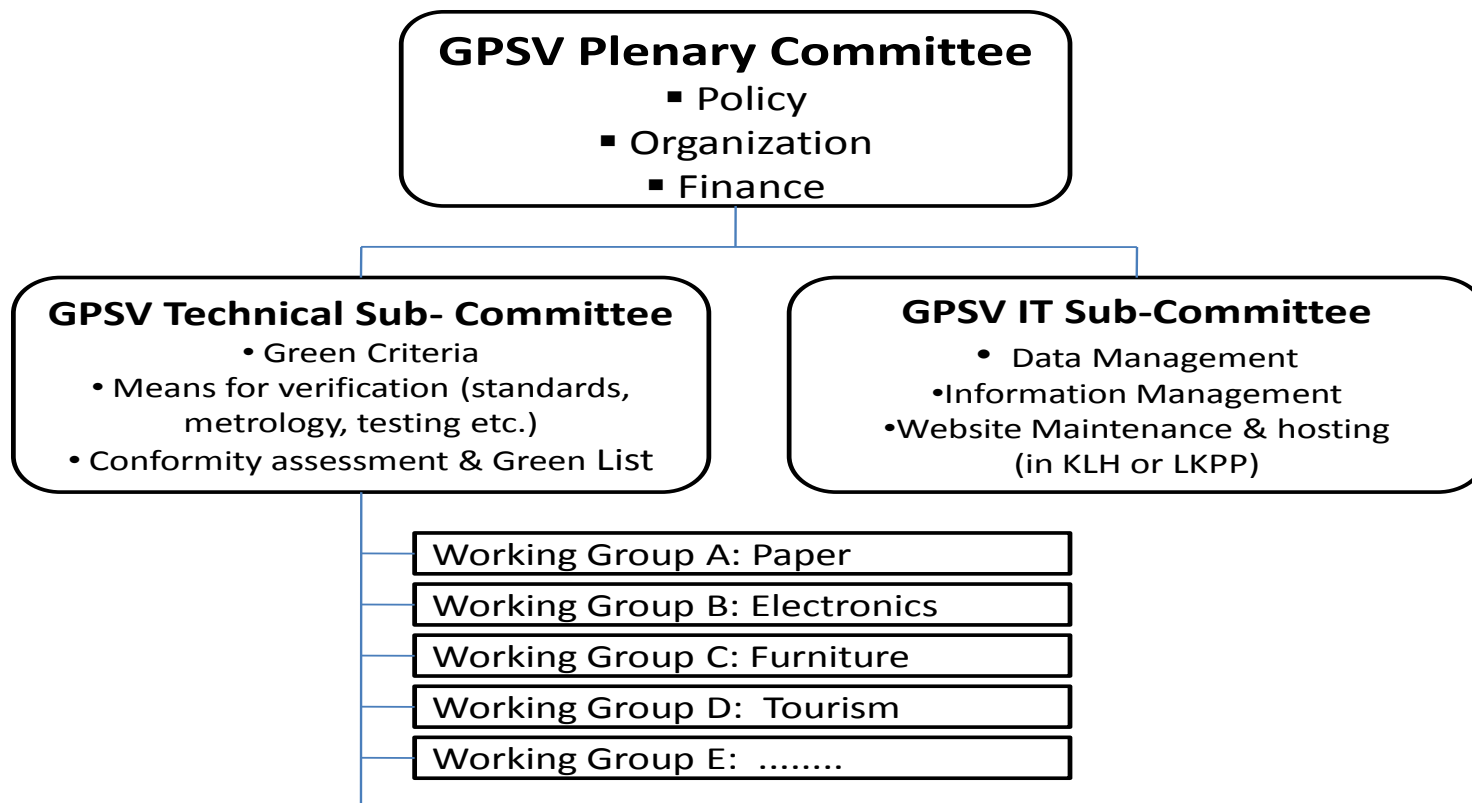


# GPP

- Establishment of a Green Procurement Task Force (nationally and in regions)
- Vision, Policy formulated (nationally and in regions)
- SCP strategy developed (nationally and in regions)
- Processes and SOPs are established (including LCC)
- Awareness of procurement officers and auditors
- Culture developed
- Information on GPP disseminated
- Monitoring systems established

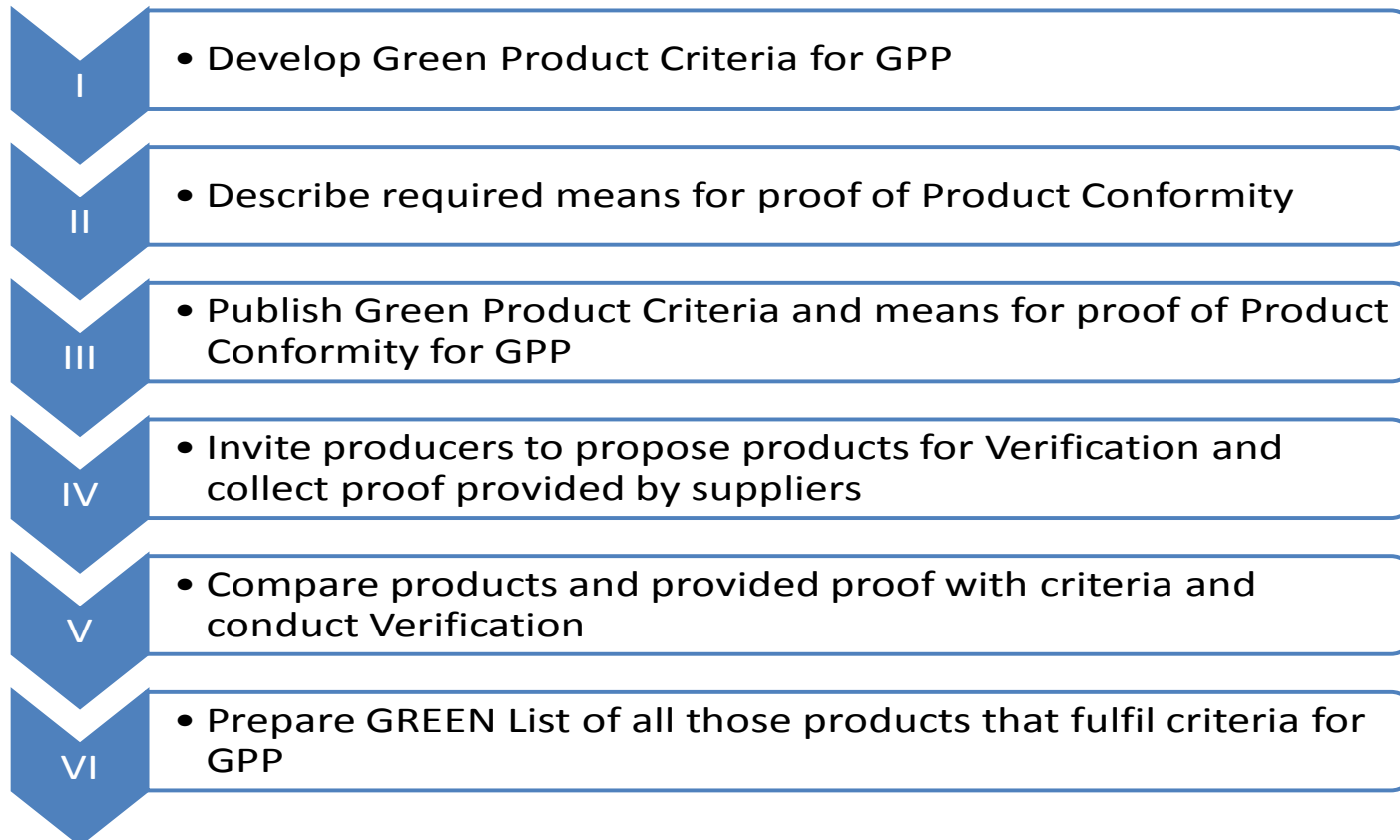
# Green Product Specification and Verification (GPSV) for Green Public Procurement

## Structure of Committee on Green Product Specification and Verification (GPSV) for GPP



# Process

## Scheme for Green Product Specification and Verification (GPSV) for GPP



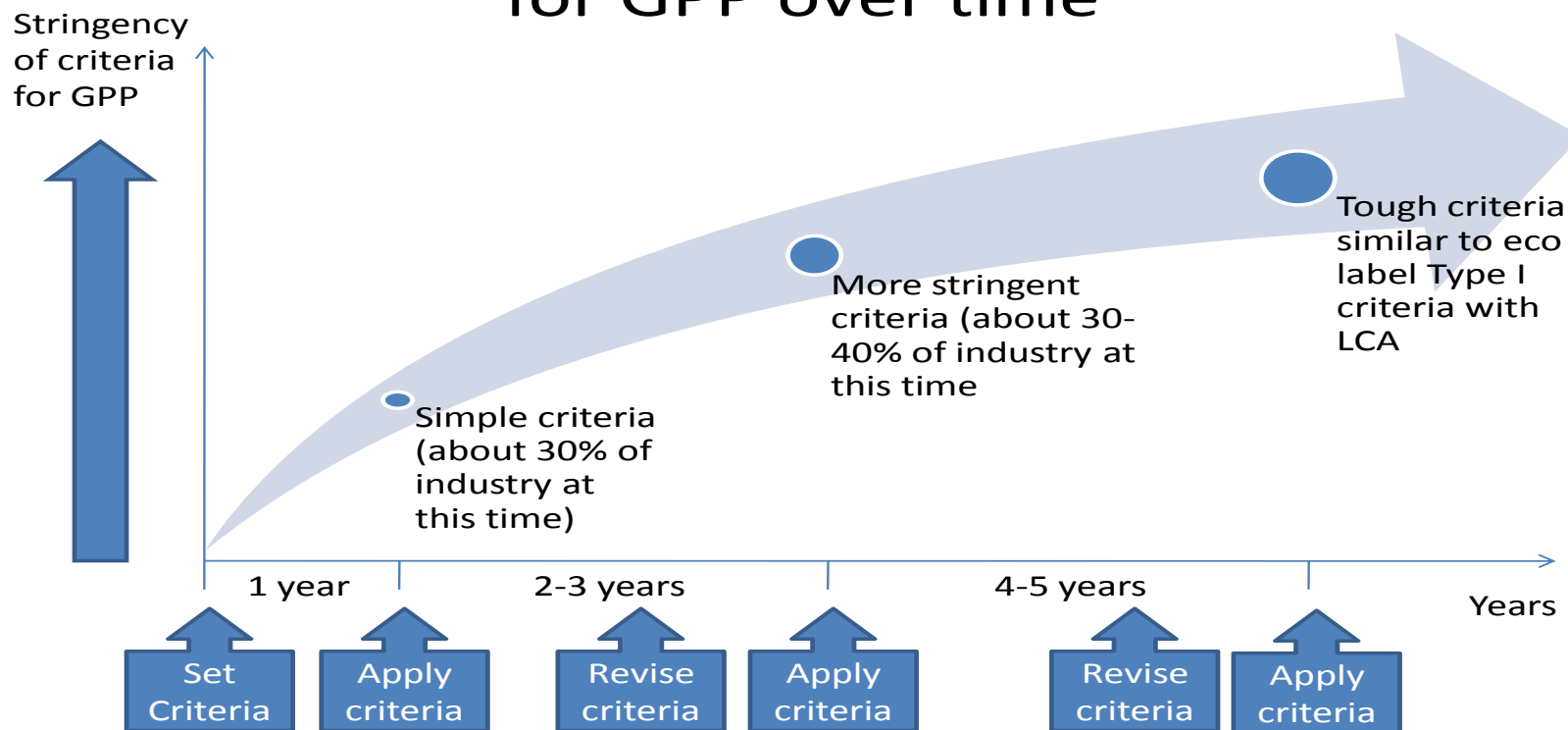


# Issues

- Should GPP Green Product criteria same or different to ecolabel criteria?
- Inclusion in e-purchasing process
- How stringent should be the criteria?



# Setting and revising green product criteria for GPP over time







**Thank you for your attention !**