Betina Bergmann Madsen, Budget Teamet Børne- og Ungdomsforvaltningen

# The power of public food procument in the City of Copenhagen.

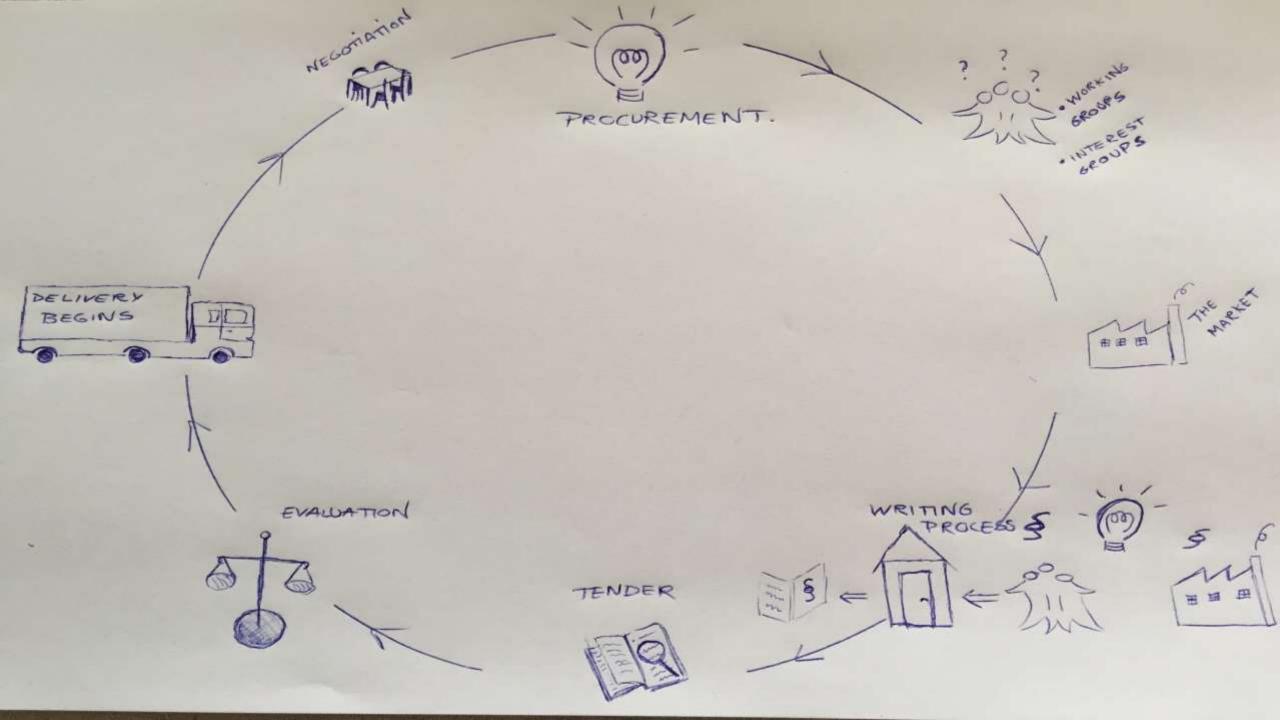
Together we can make the world's most sustainable public procurement

## The road to 90% organic

- Copenhagen Eco-Metropolis 2001 vision stated in 90% organic target, and was implementet with 3 subtargets: 60% by 2006, 75% by 2011 & 90% by 2015
- **Cost of conversion**: approx. 1 mill. EURO per year for training and other cost to the conversion agents.
- Training for kitchenstaff: cook from scratch, less waste, less meat more greens, use seasonal products = organic food with no added cost
- Rotation programmes for unemployed. Receive training and replace kitchen staff during courses = employment rate of 83 %
- Organic principles integrated in public kitchens.
- Organic consumption is increasingly being measured by government certification
- Change in procurement, market development, products in season, diversity, sensory evaluation,



- **Procurement** is the act of acquiring, buying goods, services or works from an external source, often via a <u>tendering</u> or bid process. It is favourable that the goods, services or works are appropriate and that they are procured at the best possible <u>cost</u> to meet the needs of the acquirer in terms of quality and quantity, time, and location. Corporations and public bodies often define processes intended to promote fair and open competition for their business while minimizing exposure to fraud and collusion.
- Public procurement generally is an important sector of the economy. In Europe, public procurement accounts for 16.3% of the Community <u>GDP</u>



### The role of the procurement lawyer

- The procurement officers are one of the keyes to making sustainable tenders. They have a unike opportunity to created these much needed changes. Being a procurement lawyer is not just an ordinary office job, as a procurement lawyer and public purchaser, you are a **very important key in bringing the political goal to life.**
- The small changes that you can write into the tender documents may be the decisive factor that contributes to the **food chain starting to move in a more sustainable direction** which then can create noticeable changes in primary production also in distant countries.



# Copenhagen 2006

From 45% to 90% in 9 years - no extra costs (!)

# Food procurement in the municipality of Copenhagen

- 90% organic in 2015
- Approx. 80,000 daily meals
- Approx. 40,000 diners daily
- 900,000,000 kg annually.
- 700-800 tons per month.
- 1100 kitchens in 925 locations
- Approx. **1700** employees in the kitchens
- Approx. **38,000,000** EUR in annual food consumption
- **10 %** of all municipal procurement in Denmark



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### Organic principles integrated in public kitchens.

• More fruit and vegtables in season, and more on the plate

- Less meat different meat
- More potatoes
- Baking bread and cake
- More or different use of bread and grains
- Critical use of full-and semimanufactures,more ingredients
- Old housekeeping virtues -Rational kitchen operation (less waste)





Ham



# Brining the policy into life

The procurement specialist **Rules and regulations** Municipality knowledge - politics of food **Conversion agents** Organic and sustainable conversion High quality in public meals Market dialogue Market knowledge - sustainable goals in production Kitchen dialogue Kitchen needs - what works and what need to be changed

<u>Opportunity to do it differently – seeing new potentials.</u>



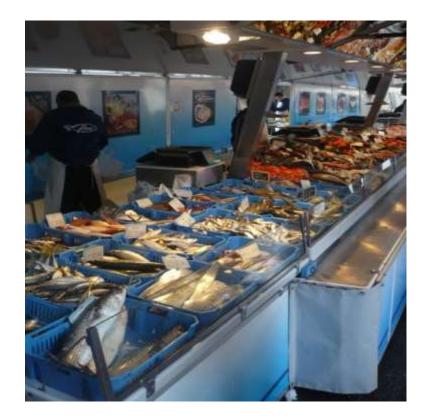
### Dialogue with the kitchen and the market - prior to tender



- Prior to writing the tender, it is important to ask the kitchen about their needs.
- That is followed by having a market dialogue what can the market deliver, and how?
- Keeping in close contact with the kitchens during the process of writing the tender.
- Inviting the market to another market dialogue. After this meeting the market can ask written questions, which are published (anonymous) with an answer to all participants.

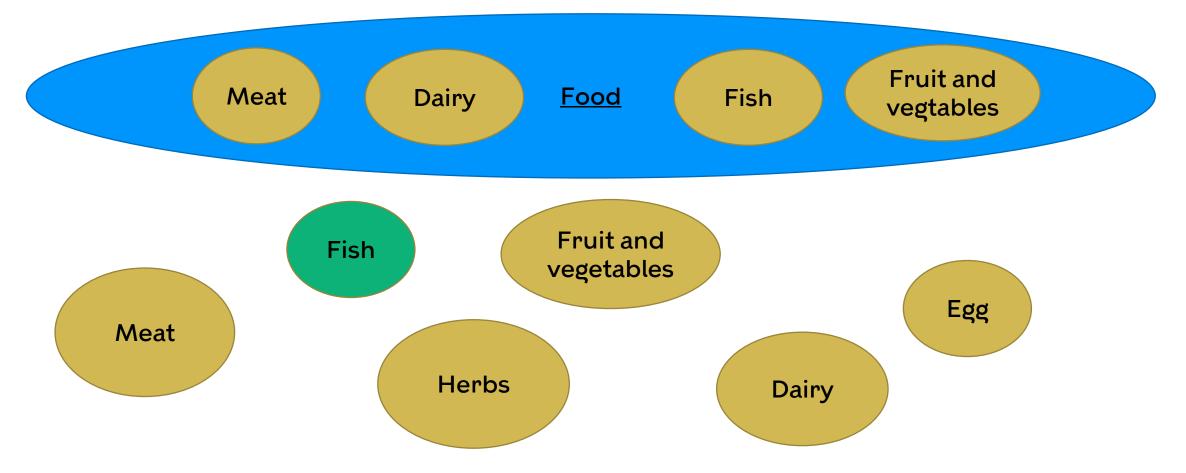
# Food procurement - one supplier?

- How do we define the individual agreements ?
- Fragmented supplier market
- Based on the vendor side
- Widest possible competition
- Calculation of threshold values



# Wholesaler or supplier of ...

- How do we define the individual agreements ?
- Fragmented supplier market
- Based on the vendor side
- Widest possible competition
- Calculation of threshold values



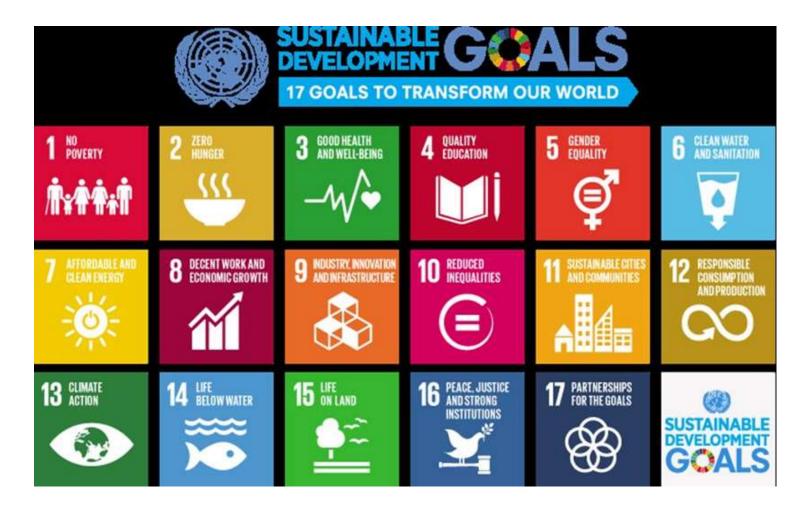
### Dialogue with the kitchen and the market after the tender is published

- 10 days after the tender is published, another market dialogue takes place. Here the procurement officer talks about the tender, why did it turn out this way, what are the thoughts behind it, and why some of the comments from the last market dialogue has been implemented, and some have not. This is an informational meeting only, questions can be asked, but everything is recorded and published (for now in writing) afterwards.
- The meeting is in Copenhagen called Market monologue.



# The sustainability criteria currently identified as relevant to work with are as follows:

- 100 % organic
- SDG in tenders
- Packaging
- Prevent food waste
- Seasonality and diversity
- Climate-friendly food / climate weight
- Packaging
- Sustainable soy and palmoil
- Sustainable fresh fish
- Fairly traded certified goods
- Transport
- Nutrition in procurement
- Procurement as a tool for teaching and reaching goals beyond buying food
- <u>Our approach to food | Mad og</u>
   <u>Måltider (kk.dk)</u>



Københavns Kommune



- Emphasis will be placed on how many of the fresh products are delivered in packaging made of PET.
- As a result, 322 items were delivered in PET.
- The packaging must bear sorting instructions during the first two years of the contract.
- The packaging must also be whole and clean and as far as possible it must be possible to recycle it either for reuse or recycling.
- Where possible, packaging should consist of recycled cardboard (or plastic) and not consist partly of cardboard (or plastic) combined with other materials.



## Transport

- No air transport
- The supplier has signed up 30 cars to lift the agreement and at the start of the contract 12 of these hybrid cars and the remaining journeys will be delivered in trucks that comply with Euronorm 6.
- During the first year, together with the supplier, and in close cooperation with the municipality's units, we will work to minimize the total number of kilometers driven on the agreement.



#### Københavns Kommune

# Food waste

- During the contract period, the supplier must register, report and prevent food waste.
- The reduction of the tenderer's food waste as a focus area in the collaboration, and if we can see that an item generates food waste, we will change the status from stock item to order item.
- Save the food in the webshop.





Sidehoved

### Diversity and seasonality in fruit and vegetables - the applecase

- Using seasonal diversity as a criteria in the tender, by giving more points to the bidder who offered the greatest variety.
- Supplying with an "all round" version for all year were it is necessary (i.e. apples, potatoes...)
- This makes sure that we can bring the seasons into the public meals, elderlies not going out any more can still feel season.
- We were offered 86 different apples in the tenders, and the winner offer had 38 different apples in season.
- This is used by the kitchen staff to teach the children about taste, the different use and why diversity is im



#### WACKER

lome



#### SMARTFRESH

#### Fresh as the Day it was Harvested



Crunchy apples, months after being harvested? Certainly! One small molecule is all it takes to keep Mother Nature in suspense for a while. Cyclodextrins from WACKER encapsulate the active ingredient and release it as needed.

"An apple a day keeps the doctor away." Yet again, grandma is proven right. Nutritionists strongly recommend that we eat fruit and vegetables as an essential part of a healthy diet. Their advice is for us to eat five servings of fruit or vegetables a day. But people



#### CYCLODEXTRINS - MOLECULAR ICE-CREAM CONES

CREATING TOMORROW'S SOLUTIONS

Cyclodextrins are natural degradation products of starch. They are composed of glucose units grouped in the shape of a truncated ice-cream cone. This cone has space for any guest molecule of appropriate size and chemical nature.

Host and guest are only held together by weak physico-chemical forces. Under suitable conditions, mostly in the presence of water, the guest is released again, chemically unchanged.

WACKER FINE CHEMICALS produces cyclodextrins biotechnologically from plant raw materials. Their trade name is CAVAMAX<sup>®</sup>.

Cyclodextrin inclusion complexes are already used in many areas, for example in pharmaceuticals and cosmetics, textiles and food.

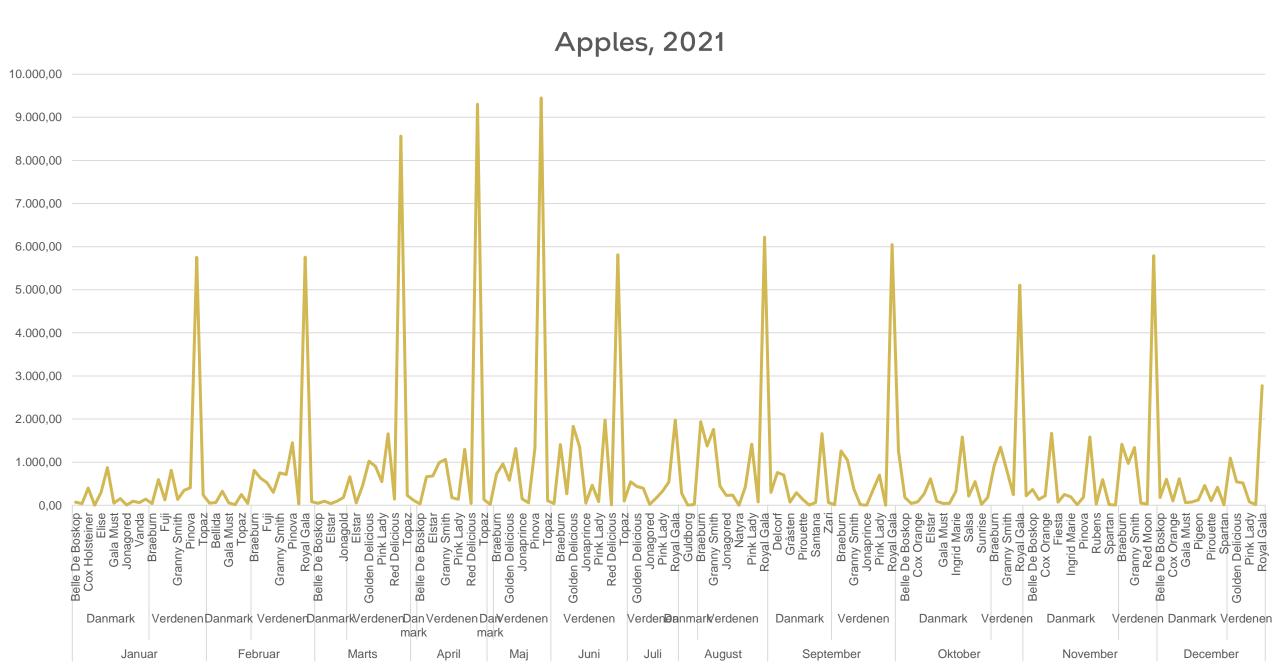
ETHYLENE AND ITS OPPONENT

# 2021 and 2022 in numbers: Apples

### • 2021

- Eco
  - Yes: 134.686 kg (90%)
    No: 14.764 kg (10%)
- Kilo in all: 149.450 kg
- Sorts: 42
- Country
  - Denmark: 21.748 kg (14.5%)
    World: 127 702 kg (85.5%)

- 2022
  - Eco
    - •Yes: 130.680 kg (91%)
    - No: 13.276 kg (9%)
  - Kilo in all: 143.956
  - Sorts: 28
  - Country
    - Denmark: 22.784 kg (16%)
      World: 121.172 kg (84%)



#### Københavns Kommune

Apples, 2022 8.000,00 7.000,00 6.000,00 5.000,00 4.000,00 3.000,00 2.000,00 1.000,00 0,00 Braeburn Granny Smith Pink Lady Royal Gala Pink Lady Royal Gala Pink Lady Royal Gala Gråsten Ingrid Marie Elstar Sunrise Zari Pinova Topaz Topaz Jonagold Topaz Bonita Bonita Braeburn Sunrise Sunrise Elstar Pirouette Belle de Boskop Gala Must Ingrid Marie Pinova Bellida Golden Delicious Elstar Bonita Pink Lady Royal Gala Granny Smith Pinova Pink Lady Cox orange Belle de Boskop Topaz Boskop Spartan Braeburn Granny Smith Gala Must Jonagold Belle de Boskop Golden Delicious Belle de Boskop Gala Must Braeburn Golden Delicious Royal Gala Golden Delicious Granny Smith Pink Lady Royal Gala Discovery Gråsten Braeburn Granny Smith Pink Lady Aroma Rød Gråsten Ingrid Marie Golden Delicious Royal Gala Golden Delicious Royal Gala Pilot Pilot Verdenen Danmark Verdenen Danmark Danmark Verdenen Danmark Danmark Verdenen Verdenen DanmarkVerden@anmavlerden@annværdenen VerdeneDanmaikkerdenen Verdenen Danmark Oktober Februar Marts Maj Juli November Januar April Juni August September

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### **Best value**

You often get what you pay for.

- 40% on price
- 60% on:
  - Testing the quality
    - an expert team
    - measurable
  - Sustainability criteria



### **Sensory evaluation**

- Technical specifications can lead to standardization suitable for buying food?
- Developing technical specifications and quality demands is a specialized task, and a timeconsuming one – most municipalities have neither
- How do we specify diversity and seasonality?
- Food quality is hard to specify sensory evaluation is necessary. Lowest price – for the product of the right quality!



- A representative selection of products
- Unspecified before the tender
- Blind tasting
- Judged according to criteria
- Skilled proffesionals/kitchen staff
- 25 30 % award criteria, minimum



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## **Competition on price or...?**

Underkriterier	Vægtning	Delkriterier	Vægtning
Price	40 %	Varelinje sortiment	90 %
		Supplerende sortiment	10 %
Enviroment	25 %	Green veichles	40 %
		Packaging	20 %
		Fairtrade	20 %
		MSC/ASC	20 %
Diversity	10 %	Fruith and vegtables	
Quality	25 %		



### **Official dietary guidelines**

The Official Dietary Guidelines - good for health and climate are:

- Eat plant-rich, varied and not too much
- Eat more vegetables and fruit
- Eat less meat choose legumes and fish
- Eat wholegrain foods
- Choose vegetable oils and low-fat dairy products
- Eat less sweet, salty and fatty food
- Thirsty? Drink water
- <u>Official Dietary Guidelines (altomkost.dk)</u>

### Spis planterigt, varieret og ikke for meget



### Protien transition supported by Climate weight

- Climate weighting reflects recommendations from DTU that have emerged in the collaboration on the implementation of the principles in the Copenhagen strategy for food and meals on nutritious and climatefriendly meals. It is a way to put a focus on the food that we want to put a focus on in the future when cooking more climate friendly food.
- Evaluation calculation: (Climate weight x Tonnage x Price per kilogram)
- Then the next key question comes along what does a public meal cost right now, and what will it cost after the protein transition we are working on the calculation method within the **Food Trail project**.





## Fish in season from SME

- Asking for a box of unspecified fresh fish in season delivered every week to the kindergartens.
- Two Cook books (elderly and children)
- Calender with seasons and what to use instead of fish that are not in season







### Københavns Kommune Potato tender -CÒACH

- SME and farmer
- Movie from a farmer
- Visit to the farm
- Potato home to grow
- Teaching material
  - How to become a farmer
  - How does a potato become into 10







### Kartoffelkit - How to

Nu skal du til at lægge din kartofiel, men vær forsigtig. Det er vigtigt at spirerne på kartofierne likke falder at

- Pyld potten ca, halvt op med jord
- O Læg forsigtigt en læggekartoffel ned i spanden med jord
- Dask kantofferne forsigtig til med ca. 10 cm jord - her er det vigtigtikke at trykke på jorden
- O Vand din kartoffelplante

- Dekorer din potte med klistermærker - Huskatskrive navn på den
- Ø Når du kommer hjern, skal du stille din kartoffelplante, så den kan få sollys

Herfra skal din kartoffelplante have sol, vand og kærligt opsyn fra dig. Gennem YouTube film fra Mejnerts Melle får du viden om at dyrke kartofier og du bliver guidet i, hvornår din kartoffelplante skal vandes.



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The project has received funding innovation programme under Grant Agreement n. 101000812



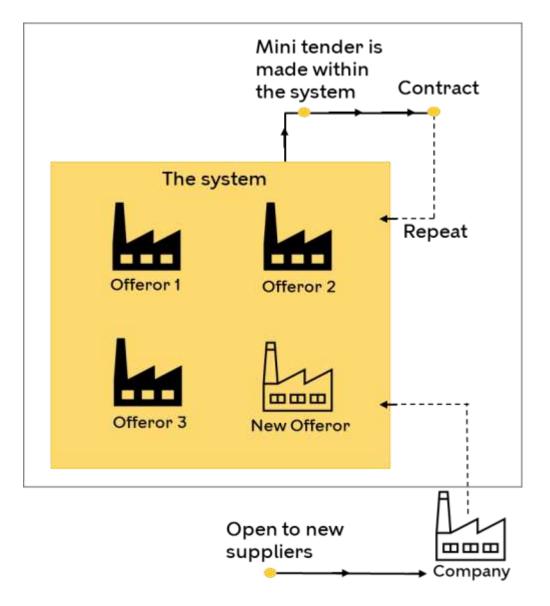
## **Contract managment**

- Customer meeting the supplier.
- Handbook to the kitchen staff written together with the supplier
- Are you getting what you want?
- Statistic from the big supplier to ensure the contract clauses are followed





# Dynamic purchasing system (DPS)



A DPS is an **electronic procurement method** used for the supply of **goods and/or services that are generally available on the market**. (furniture, canteens, food)

Its an **open market solution** where suppliers can join the system at any time if they fulfill the selection criteria.

- The market is not closed for a long period

- If the suppliers does not fulfill the selection criteria, they can always apply to enter the system again

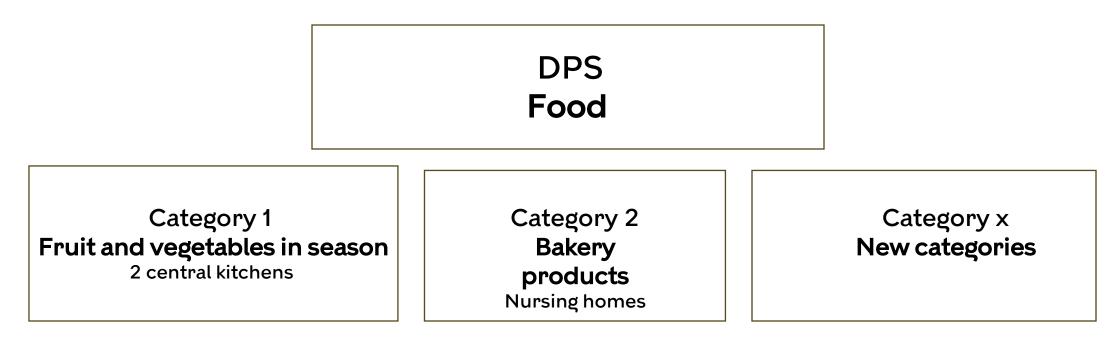
# What is a DPS

- There is no limit on the number of suppliers
- The system has no maximum on validity period
- The system is **free for suppliers**



- It can be divided into categories of products, works or services
  - The supplier can apply to become a supplier for as many suitable categories as it wishes
- A DPS gives the suppliers the **opportunity to submit a new offer** every time the contracting authority makes an invitation to tender in the system
- The suppliers in the system are **not obligated to bid on the tenders**
- There is **no guarantee of business** even if the supplier is selected as an approved supplier





- Small tender material (50 pages)
- The farmers only have to deliver to two kitchens in Copenhagen
- We will make small contracts so the SMEs has a chance to bit on our tenders
  - Small amounts
  - Short periods of time

### Book a field with quinoa or asparagus and try to buy the whole chicken instead of just the legs and the brest meat.

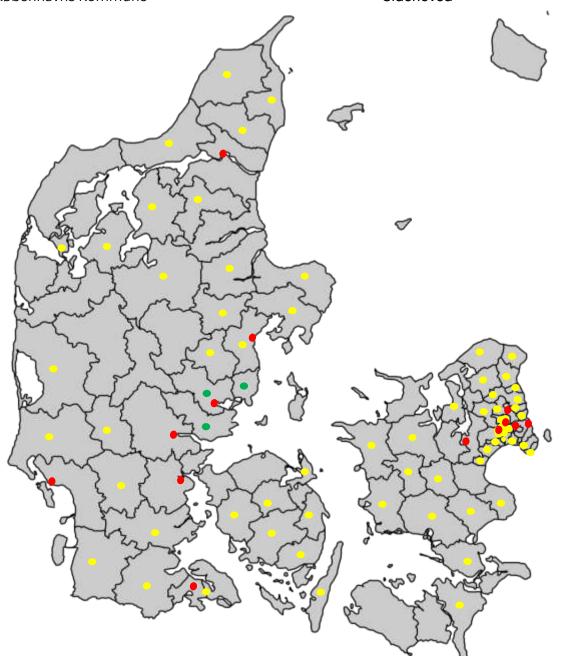




#### The National Procurement Officer Network and The Inspiration Catalouge



- The National Procurement Officer Network is hostede by the Danish Ministry og Enviroment and chaired by the Municipality of Copenhagen. We share knowledge, encourage and inspire each other.
- The Inspiration Catalogue is a catalogue of green initiatives. The intention is that the catalog will go in depth with different topics, and provide inspiration for how they can be incorporated into tenders in different ways. The facilitator continues to gather inspiration and add new topics so that the material is continuously updated with "State of the art - for the moment".



## **DK Netværk**

- Kommuner i Fællesindkøb Midt Kommuner i SKI aftale
- Albertslund
- Esbjerg
- Frederiksberg
- Kolding
- Gladsaxe
- København
- Odense
- Roskilde
- Sønderborg
- Vejle
- Ålborg
- Århus
- Høje Tåstrup

#### Regioner

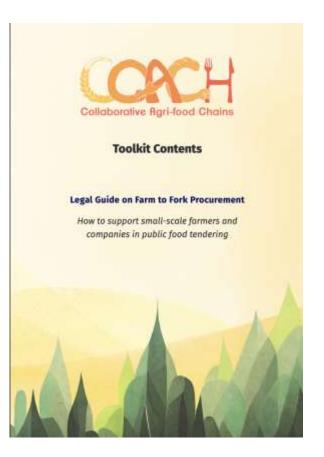
Region Midt Region H Region Syd

## The teaching material



- A description of the stages it may be useful to go through in the **preparation of the tender**.
  - The analysis of the **policy objectives** to which one is subject both locally, nationally, and internationally.
  - **Statistic** of what usually is bought and what demands is important at the end user.
  - What can the market deliver and how far are they in their transition to becoming more sustainable?
  - Preparation of **draft tender documents**
- How to conduct a legal market dialogue meeting
- A description of the **documents which are most often included** in a call for tenders and the characteristics of the various documents.
- Knowledge about **Sustainability criteria** are describes
- Most importantly **methodes that have been used in procurement** on how to incorperate the sustainable criteria are described.
- https://apps.who.int/iris/handle/10665/363337

#### **Legal Guide on Farm to Fork Procurement**



- How to support small-scale farmers and companies in public food tendering.
- This guide aims to offer practical legal advice to public procurers and stakeholders interested in connecting public food procurement with small-scale farmers and SMEs, focusing on short food supply chains.
- The guide addresses procurement methods, organization, and criteria aligned with the COACH project's goals of sourcing healthy, sustainable, and affordable food from local suppliers.
- The toolkit provides insights into making tender processes more accessible to SMEs and farmers, covering topics ranging from legal considerations for tenders below thresholds to criteria for tenders above thresholds, and exploring innovative approaches like dynamic food procurement.

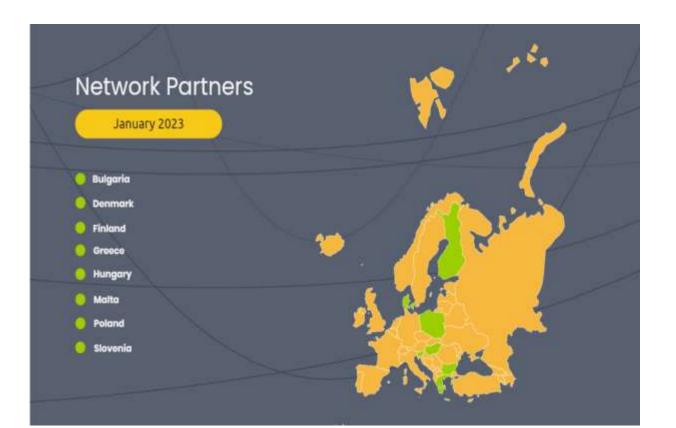
## Guidelines

- <u>JRC Publications Repository EU GPP criteria for Food procurement, Catering</u> services and vending machines (europa.eu)
- <u>EU GPP criteria for food procurement, catering services and vending machines | One</u> <u>Planet network</u>
- <u>Public Procurement StratKIT Sustainable Public Meal Toolkit (sustainable-public-meal.eu)</u>
- <u>Public food procurement for sustainable food systems and healthy diets Volume 1</u> (fao.org)
- <u>Public food procurement for sustainable food systems and healthy diets Volume 2</u> (fao.org)

**EU LEVEL** DG Sante/DG Grow (National Focal Points Cross Network) European public food procuremen t "officer" network Ministry responsible for NATIONAL public procurement LEVEL (National Focal Point) REGIONAL Public food procurement officer in the LEVEL institutions (e.g.: school, kindergarten, **LOCAL LEVEL** pediatric hospital) and/or at the municipality level

National Focal Points

Work Package 7 - Public procurement of food in public institutions: a pilot EU approach









# EU food procurement officer group



#### New food strategy – new contract

- Health promotion
- Co2 reduction
- Waste management
- Climate weight

Find articles about food procurement in Copenhagen, The Apple case and the Food strategy at my LinkedIN profile: Betina Bergmann Madsen City of Copenhagen www.maaltider.kk.dk

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