SUSTAINABILITY AND CLIMATE CHANGE ADVISORY

# Sustainability in Practice

#### **Howard Gray**

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#### CGI in the UK & Australia



ENERGY - UTILITIES	ENERGY – OIL & GAS	PROPERTY & CONSTRUCTION	SPACE	EDUCATION	HEALTH & SOCIAL CARE	AEROSPACE	MARITIME	TRANSPORT & LOGISTICS
CENTRAL GOVERNMENT	LOCAL GOVERNMENT	DEFENCE & INTELLIGENCE	RETAIL & CONSUMER SERVICES	COMMUNICATION	IS MEDIA	MANUFACTURING	BANKING & FINANCIAL MARKETS	INSURANCE 2

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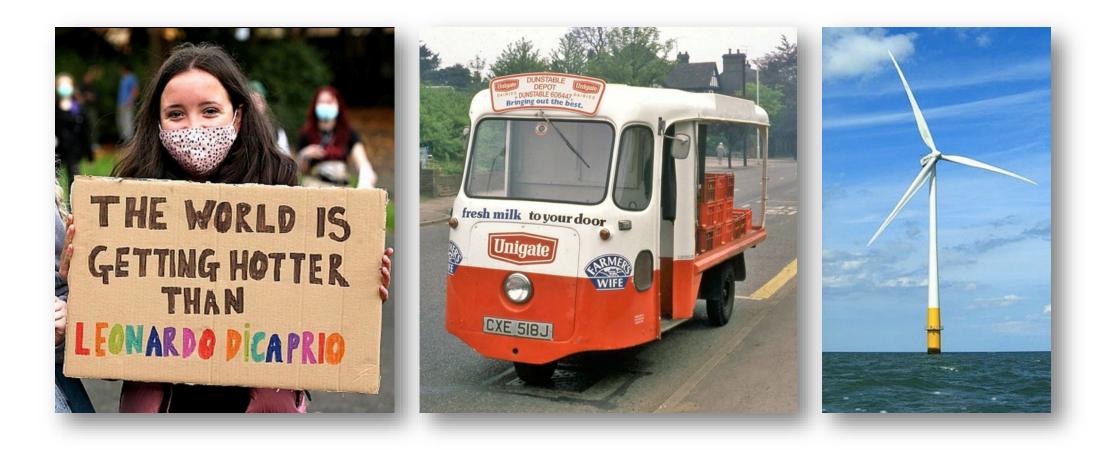
### Selection of UK & AUS clients



# Climate change context, defining sustainability and why this is good for business



### Climate crisis context





**NEWS** 

# Wind is main source of UK electricity for first time



Wind turbines have generated more electricity than gas for the first time in the UK.

In the first three months of this year a third of the country's electricity came from wind farms, research from Imperial College London has shown.

National Grid has also confirmed that April saw a record period of solar energy generation.

# Renewable energy projects worth billions stuck on hold



#### Billions of pounds' worth of green energy projects are on hold because they cannot plug into the UK's electricity system, BBC research shows.

Some new solar and wind sites are waiting up to 10 to 15 years to be connected because of a lack of capacity in the system - known as the "grid".

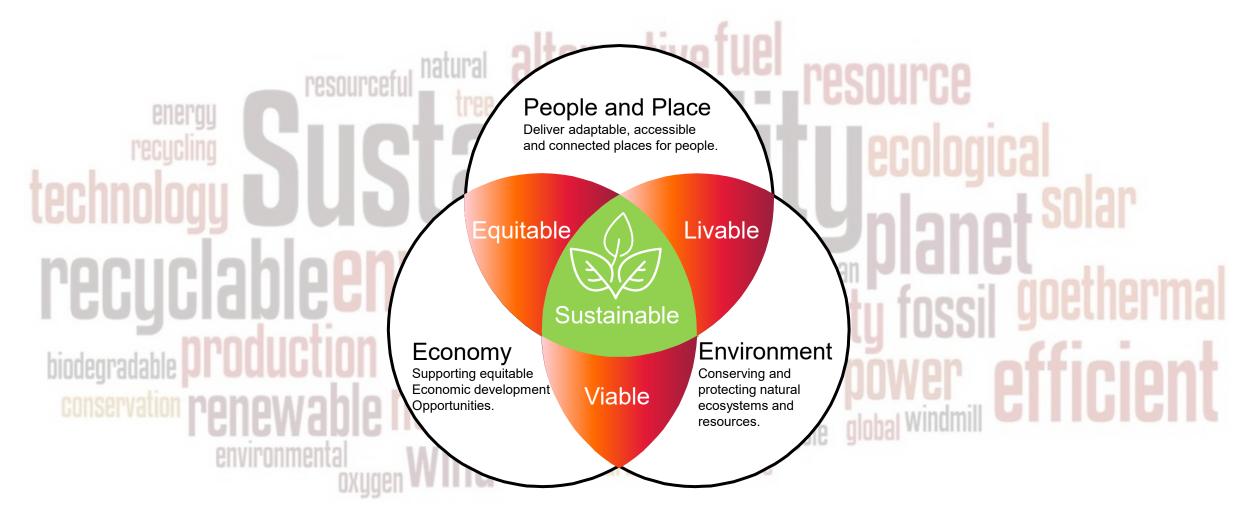
Renewable energy companies worry it could threaten UK climate targets.

National Grid, which manages the system, acknowledges the problem but says fundamental reform is needed.

The UK currently has a 2035 target for 100% of its electricity to be produced without carbon emissions.



### **Defining sustainability**





### Responsible Business at CGI

We are proud of being a Responsible Business and are committed to a more inclusive and sustainable world



#### **Responsible Operations**

Good governance, modern slavery compliance, alignment with UN Global Compact and Sustainable Development Goals



### The benefits of becoming a responsible business

#### **Competitive Market**

Strengthen your position in a competitive market by demonstrating that your values align with those of your customers.

#### **Demands for Credibility**

The demand from stakeholders for credentials around sustainability has, and will undoubtedly, continue to rise.

#### **Retain & Attract employees**

It's not only your customers that care about your sustainability credentials - your employees, and potential employees, do too.

#### It's good for business

Committing to a sustainable business journey gives you the opportunity to drive innovation, engagement and increase competitiveness.

#### It's the right thing to do

Over and above the benefits it brings to the overall health of your business, it's simply the right thing to do for our people and our planet.

# CGI

### The opportunity offered by sustainability

### **66**%

#### CONSUMERS

Studies show consumers are willing to pay more for purpose-driven products or services that have a positive social impact, even if they previously purchased alternatives.

### 20%

#### PROFITABILITY

Analysis of the market shows corporate responsibility practices lead to **20% increase in revenues.** 

### **50**%

#### MORALE

Studies show companies with strong sustainability programs **experience improved performance**, including 33% increased loyalty, 16% increased productivity, and 50% reduced turnover.

### 80%

#### **NEW MARKETS**

Surveys show younger consumers are 84% **more likely to trust a brand**, 82% more likely to recommend it, and more likely to purchase from it.

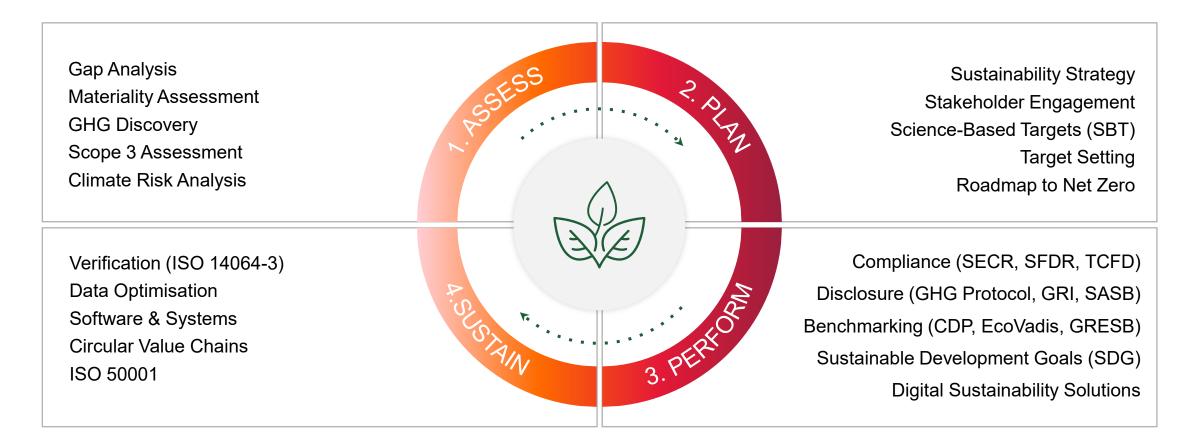
### Working with clients Three areas of focus

### Sustainability & Climate Change Advisory



### **Delivering pathways to Net Zero**

### Guiding you on your journey to Net Zero



# **SMART Technology Solutions**



#### Smart Building IoT Technology

Smart building sensors that measure heat, light and power, but also occupancy and air quality. Open architecture that integrates within existing systems and anticipates failure to enable proactive maintenance.



#### CGI SensorInsights360 - Improving citizen wellbeing through IoT

A scalable, real-time data platform that delivers an endto-end approach to IoT and asset management.



#### Smart Building Retrofit Decision Making

Thermal imaging technology and intelligent platform to prioritise retrofit investment



#### Active Travel - Smart community platforms

Promoting healthy and sustainable travel, with the aim of making walking and cycling the preferred ways of getting around over shorter distances.



#### Door James - Enabling flexible working

A platform to simplify flexible workspace and resource booking.



90% of the world's data has been created in the last two years





# 68% of data that is created is then never used or touched again

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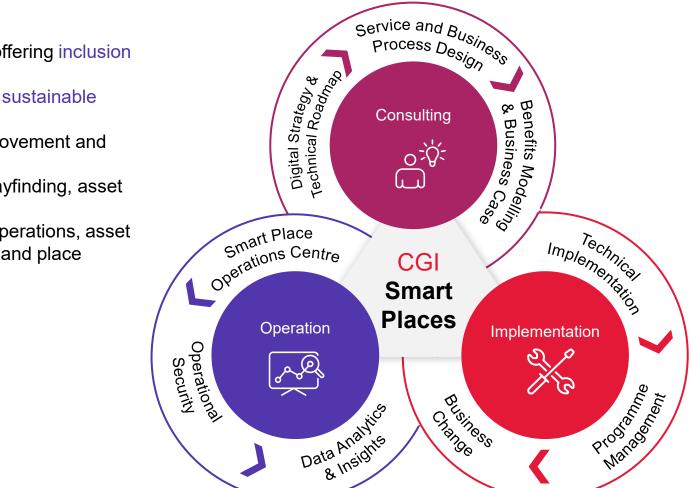
CGI Internal

# Sectoral Overview

**Higher Education** 

#### **Digital Led Campus**

An insights-led, technology enabled university environment

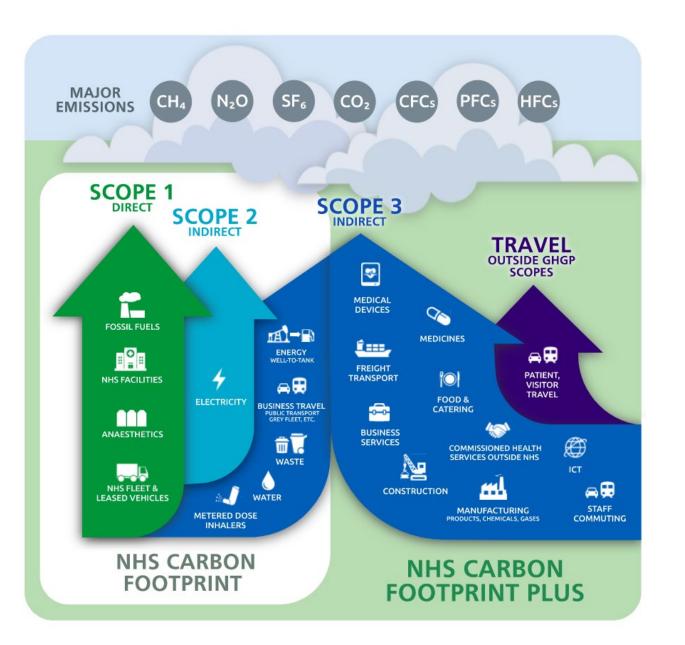


→ Safe environments offering inclusion for all

- → Green vigilance and sustainable resources
- → Health, wellbeing, movement and proactive support
- → Secure buildings, wayfinding, asset tracking
- → Efficient, proactive operations, asset lifespan, community and place synergies
- $\rightarrow$  Basis of Digital Twin

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### Sectoral Overview NHS England



### **NHS** England

"The NHS has already made significant progress decarbonising our care, but as the largest employer in Britain, responsible for around 4% of the nation's carbon emissions, if this country is to succeed in its overarching climate goals the NHS has to be a major part of the solution."

Sir Simon Stevens, NHS Chief Executive

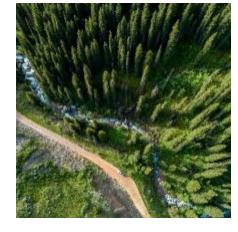
# Cascading requirements to SMEs

### CGI UK Net Zero Programme Targets & Goals











To achieve **our 1.5°C** Emission Reduction Science Based Targets.

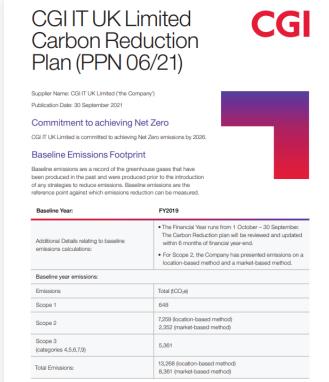
By reducing our absolute GHG emissions by 46% for our own operations (scope 1 & 2) & by 46% for business travel (scope 3) by FY26 from an FY19 base year. To neutralise our remaining residual emissions through investing in verified, carbon removal projects. To achieve our **Scope 3 Engagement target** by the end of FY26 – to ensure 50% of our suppliers by spend, covering purchased goods and services & capital goods, will have set science-based targets by the end of FY26.

To align with the latest climate science and put in place operational practices, policies, partnerships and actions that **protect our environment**.



### Procurement Policy Note 06/21: Taking account of Carbon Reduction Plans in the procurement of major government contracts 27 August 2021

- Anticipated contract value >£5m from 30 September 2021
- Requirement for bidding suppliers to provide a Carbon Reduction Plan
- Confirming the supplier's commitment to achieving Net Zero by 2050 in the UK
- Setting out the environmental management measures that they have in place and which will be in effect and utilised during the performance of the contract.



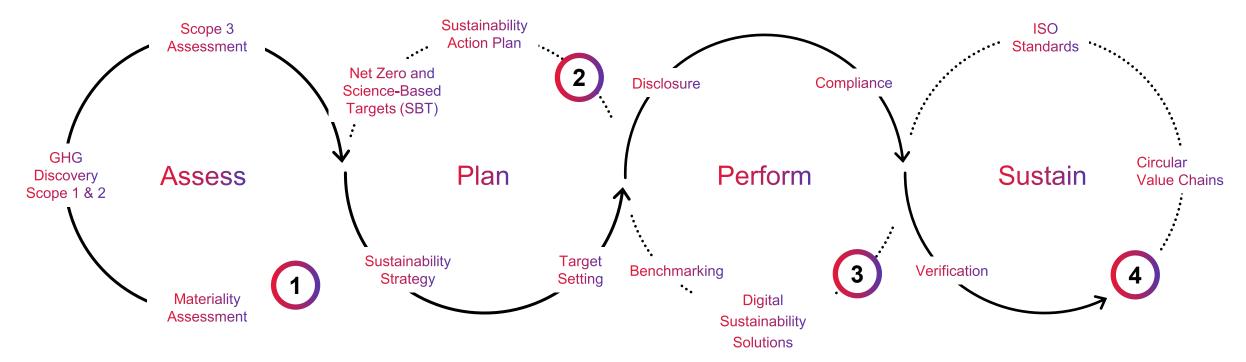


### The changing SME landscape

### Net zero supplier roadmap

- From April 2022: all NHS procurements will include a minimum 10% net zero and social value weighting. The <u>net zero and social value guidance for NHS procurement teams</u> will help unlock health-specific outcomes (building on <u>PPN 06/20</u>).
- From April 2023: for all contracts above £5 million per annum, the NHS will require suppliers to publish a Carbon Reduction Plan for their UK <u>Scope 1 and 2</u> emissions and a subset of scope 3 emissions as a minimum (aligning with <u>PPN 06/21</u>). The <u>Carbon Reduction Plan (CRP)</u> requirements for the procurement of NHS goods, services and works guidance outlines what will be required of suppliers and how it will be implemented.
- From April 2024: the NHS will extend the requirement for a Carbon Reduction Plan to cover all procurements.

#### SUSTAINABILITY AND CLIMATE CHANGE ADVISORY



**CGI's Green Start** programme is designed to be accessible and affordable for small and mediumsized enterprises (SMEs). To be eligible for this package, an SME would need to express an interest in developing a sustainability program and reporting on their environmental, social, and governance (ESG) practices.



#### CGI GreenStart

## Questions

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