

SUSTAINABLE PURCHASING COMPONENTS OF THE GRI AND ISO 26000

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OVERVIEW

The following is an excerpt of the sustainable purchasing components of the Global Reporting Initiative and the ISO 26000 international CSR standards.

GLOBAL REPORTING INITIATIVE

<https://www.globalreporting.org/resourcelibrary/GRIG4-Part1-Reporting-Principles-and-Standard-Disclosures.pdf>

Aspect: Indirect Economic Impacts

SIGNIFICANT INDIRECT ECONOMIC IMPACTS, INCLUDING THE EXTENT OF IMPACTS (G4-EC8), p. 51

Jobs supported in the supply chain or distribution chain.

Aspect: Procurement Practices

PROPORTION OF SPENDING ON LOCAL SUPPLIERS AT SIGNIFICANT LOCATIONS OF OPERATION (G4-EC9), p. 51

Report the percentage of the procurement budget used for significant locations of operation spent on suppliers local to that operation (such as percentage of products and services purchased locally).

Report the organization's geographical definition of 'local'.

Report the definition used for 'significant locations of operation' Aspect: Supplier Environmental Assessment.

Aspect: Energy

ENERGY CONSUMPTION OUTSIDE OF THE ORGANIZATION (G4-EN4), p. 53

Report energy consumed outside of the organization, in joules or multiples.

Report standards, methodologies, and assumptions used.

Report the source of the conversion factors used.

Aspect: Emissions

OTHER INDIRECT GREENHOUSE GAS (GHG) EMISSIONS (SCOPE 3) (G4-EN17), p. 58

Report gross other indirect (Scope 3) GHG emissions in metric tons of CO₂ equivalent, excluding indirect emissions from the generation of purchased or acquired electricity, heating, cooling, and steam consumed by the organization (these indirect emissions are reported in Indicator G4-EN16). Exclude any GHG trades, such as purchases, sales, or transfers of offsets or allowances.

Report gases included in the calculation, if available.

Report biogenic CO₂ emissions in metric tons of CO₂ equivalent separately from the gross other indirect (Scope 3) GHG emissions.

Report other indirect (Scope 3) emissions categories and activities included in the calculation.

Report the chosen base year, the rationale for choosing the base year, emissions in the base year, and the context for any significant changes in emissions that triggered recalculations of base year emissions.

Report standards, methodologies, and assumptions used.

Report the source of the emission factors used and the global warming potential (GWP) rates used or a reference to the GWP source, if available.

Aspect: Supplier Environmental Assessment

PERCENTAGE OF NEW SUPPLIERS THAT WERE SCREENED USING ENVIRONMENTAL CRITERIA (G4-EN32), p. 63

Report the percentage of new suppliers that were screened using environmental criteria.

SIGNIFICANT ACTUAL AND POTENTIAL NEGATIVE ENVIRONMENTAL IMPACTS IN THE SUPPLY CHAIN AND ACTIONS TAKEN (G4-EN33) p. 63

Report the number of suppliers subject to environmental impact assessments.

Report the number of suppliers identified as having significant actual and potential negative environmental impacts.

Report the significant actual and potential negative environmental impacts identified in the supply chain.

Report the percentage of suppliers identified as having significant actual and potential negative environmental impacts with which improvements were agreed upon as a result of assessment.

Report the percentage of suppliers identified as having significant actual and potential negative environmental impacts with which relationships were terminated as a result of assessment, and why

Aspect: Occupational Health and Safety

TYPE OF INJURY AND RATES OF INJURY, OCCUPATIONAL DISEASES, LOST DAYS, AND ABSENTEEISM, AND TOTAL NUMBER OF WORK-RELATED FATALITIES, BY REGION AND BY GENDER (G4-LA6), p. 66

Report types of injury, injury rate (IR), occupational diseases rate (ODR), lost day rate (LDR), absentee rate (AR) and work-related fatalities for independent contractors working on-site to whom the organization is liable for the general safety of the working environment, by:

- Region
- Gender

Aspect: Supplier Assessment of Labour Practices

PERCENTAGE OF NEW SUPPLIERS THAT WERE SCREENED USING LABOR PRACTICES CRITERIA (G4-LA14), p. 69

Report the percentage of new suppliers that were screened using labor practices criteria.

SIGNIFICANT ACTUAL AND POTENTIAL NEGATIVE IMPACTS FOR LABOR PRACTICES IN THE SUPPLY CHAIN AND ACTIONS TAKEN (G4-LA15), p. 69

Report the number of suppliers subject to impact assessments for labor practices.

Report the number of suppliers identified as having significant actual and potential negative impacts for labor practices.

Report the significant actual and potential negative impacts for labor practices identified in the supply chain.

Report the percentage of suppliers identified as having significant actual and potential negative impacts for labor practices with which improvements were agreed upon as a result of assessment.

Report the percentage of suppliers identified as having significant actual and potential negative impacts for labor practices with which relationships were terminated as a result of assessment, and why.

Aspect: Freedom of Association and Collective Bargaining

OPERATIONS AND SUPPLIERS IDENTIFIED IN WHICH THE RIGHT TO EXERCISE FREEDOM OF ASSOCIATION AND COLLECTIVE BARGAINING MAY BE VIOLATED OR AT SIGNIFICANT RISK, AND MEASURES TAKEN TO SUPPORT THESE RIGHTS (G4-HR4), p. 72

Report operations and suppliers in which employee rights to exercise freedom of association or collective bargaining may be violated or at significant risk either in terms of:

- Type of operation (such as manufacturing plant) and supplier
- Countries or geographical areas with operations and suppliers considered at risk

Aspect: Child Labour

OPERATIONS AND SUPPLIERS IDENTIFIED AS HAVING SIGNIFICANT RISK FOR INCIDENTS OF CHILD LABOR, AND MEASURES TAKEN TO CONTRIBUTE TO THE EFFECTIVE ABOLITION OF CHILD LABOR (G4-HR5), p. 72

Report operations and suppliers considered to have significant risk for incidents of:

- Child labor
- Young workers exposed to hazardous work

Report operations and suppliers considered to have significant risk for incidents of child labor either in terms of:

- Type of operation (such as manufacturing plant) and supplier
- Countries or geographical areas with operations and suppliers considered at risk

Aspect: Forced or Compulsory Labour

OPERATIONS AND SUPPLIERS IDENTIFIED AS HAVING SIGNIFICANT RISK FOR INCIDENTS OF FORCED OR COMPULSORY LABOR, AND MEASURES TO CONTRIBUTE TO THE ELIMINATION OF ALL FORMS OF FORCED OR COMPULSORY LABOR (G4-HR6), p. 73

Report operations and suppliers considered to have significant risk for incidents of forced or compulsory labor either in terms of:

- Type of operation (such as manufacturing plant) and supplier
- Countries or geographical areas with operations and suppliers considered at risk

Aspect: Supplier Human Rights Assessment

PERCENTAGE OF NEW SUPPLIERS THAT WERE SCREENED USING HUMAN RIGHTS CRITERIA (GR4-HR10), p. 74

Report the percentage of new suppliers that were screened using human rights criteria.

SIGNIFICANT ACTUAL AND POTENTIAL NEGATIVE HUMAN RIGHTS IMPACTS IN THE SUPPLY CHAIN AND ACTIONS TAKEN (G4-HR11), p. 74

Report the number of suppliers subject to human rights impact assessments.

Report the number of suppliers identified as having significant actual and potential negative human rights impacts.

Report the significant actual and potential negative human rights impacts identified in the supply chain.

Report the percentage of suppliers identified as having significant actual and potential negative human rights impacts with which improvements were agreed upon as a result of assessment.

Report the percentage of suppliers identified as having significant actual and potential negative human rights impacts with which relationships were terminated as a result of assessment, and why.

Aspect: Anti-corruption

COMMUNICATION AND TRAINING ON ANTI-CORRUPTION POLICIES AND PROCEDURES (G4-SO4), p. 77

Report the total number and percentage of business partners that the organization's anti-corruption policies and procedures have been communicated to, broken down by type of business partner and region.

CONFIRMED INCIDENTS OF CORRUPTION AND ACTIONS TAKEN (G4-SO5), p. 77

Report the total number of confirmed incidents when contracts with business partners were terminated or not renewed due to violations related to corruption.

Aspect: Supplier Assessment for Impacts on Society

PERCENTAGE OF NEW SUPPLIERS THAT WERE SCREENED USING CRITERIA FOR IMPACTS ON SOCIETY (G4-SO9), p. 78

Report the percentage of new suppliers that were screened using criteria for impacts on society.

SIGNIFICANT ACTUAL AND POTENTIAL NEGATIVE IMPACTS ON SOCIETY IN THE SUPPLY CHAIN AND ACTIONS TAKEN (G4-SO10), p. 79

Report the number of suppliers subject to assessments for impacts on society.

Report the number of suppliers identified as having significant actual and potential negative impacts on society.

Report the significant actual and potential negative impacts on society identified in the supply chain.

Report the percentage of suppliers identified as having significant actual and potential negative impacts on society with which improvements were agreed upon as a result of assessment.

Report the percentage of suppliers identified as having significant actual and potential negative impacts on society with which relationships were terminated as a result of assessment, and why.

ISO 26000

<http://www.iso.org/iso/home/standards/iso26000.htm>

Fair operating practices issues 4: Promoting social responsibility in the value chain (p. 50-51)

An organization should consider the potential impacts or unintended consequences of its procurement and purchasing decisions on other organizations and take due care to avoid or minimize any negative impacts. It can also stimulate demand for socially responsible products and services.

To promote social responsibility in its value chain and organization should:

- Integrate ethical, social, environmental and gender equality criteria and health and safety in its purchasing, distribution and contracting policies and practices to improve consistency with social responsibility objectives
- Encourage other organizations to adopt similar policies
- Carry out appropriate due diligence and monitoring of the organizations with which it has relationships, with a view to preventing compromise of the organization's commitments to social responsibility
- Consider providing support to small business, including awareness raising on issues of social responsibility and best practice and additional assistance (for example, technical, capacity building or other resources) to meet socially responsible objectives
- Actively participate in raising the awareness of organizations with which it has relationships about principles and issues of social responsibility
- Promote fair and practical treatment of the costs and benefits of implementing socially responsible practices throughout the value chain, including where possible enhancing the capacity of organizations in the value chain to meet socially responsible objectives.