



Co-funded by the European Union

Circular Minds

Background

The Circular Minds project investigates how organisations can make the transition to a circular way of working and what is needed to achieve this in terms of governance and policy. Public procurement, which accounts for 14% of EU GDP, offers great potential in this regard. However, many circular pilots struggle with lasting impact due to organisational obstacles and resistance. Circular Minds bridges this gap by analysing where organisations get stuck and focuses on public institutions to:

- Promote new circular initiatives
- Improve policy with practical tools
- Change thought patterns by sharing insights
- Scale up successful approaches.

Focus project

A change in the circular mindset is needed not only among buyers, but also among other stakeholders involved within the procurement cycle (Figure 1). A shift in mindset is also required within the supply chain(s) to achieve circular ambitions.

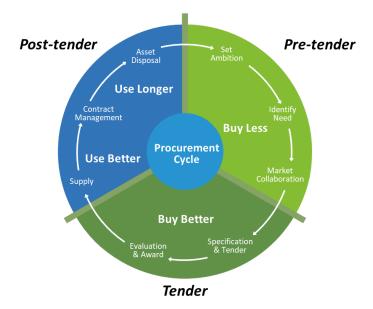


Figure 1 Procurement cycle (Source: CFIT)

Project Definition of Mindset

Based on existing definitions, changing a mindset requires a fundamental shift in the way organisations and individuals perceive, think, and approach their vision, mission, objectives, and

roles. This involves altering attitudes and perspectives, which in turn influences behaviour, decisions, and the overall vision of goal achievement.

Behaviour change

Behaviour change refers to the process by which organisations and individuals adjust their actions, approaches, and procedures in response to internal or external stimuli. This involves **deliberate efforts to adopt new behaviours, eliminate undesirable behaviours, or modify existing behaviours** to achieve specific goals or desired outcomes.

Tool

For the first phase of the project, in which the situation of the organisation is mapped, a tool has been developed: the *Mindset Indicators Assessment Framework*.

With the help of this tool, a picture of the willingness to change can be formed for scaling up pilots of circular practices throughout the procurement cycle (see Figure 1) from organisational, regulatory and cultural perspectives and an Action Plan for change is developed.

The Mindset Indicators Assessment Framework is a set of indicators that describe the mindset of a unit (organisation/department/project) based on the COM-B Model. The COM-B model states that behaviour is influenced by three essential factors: Motivation, Capacity, and Ability, which collectively determine whether someone is able to exhibit a certain behaviour. In addition, there are 5 levels of ambition and progress: 1) basic, 2) assurance, 3) application, 4) expansion, 5) leadership. The assessment framework can be used to determine where the unit stands in the present and what needs to be worked towards within a selected period.

Mindset Indicators

The broad definitions of mindset and behaviour change help clarify indicators that can be used to determine shifts in mindset and the rate of progress. For example:

- 1. Deliberate efforts to adopt new behaviours e.g., evidence of new policies, increased awareness; Evidence of circular procurement actions across the entire procurement cycle.
- Elimination of undesirable behaviour for example, barriers within the organisational structure; poor communication between procurement stakeholders; sticking to "business as usual"; avoidance of new ideas, etc.
- 3. Adapting existing behaviours for example, changing existing procurement processes to ensure circularity is embedded in all procurement decisions in a proportionate way, improving the monitoring and reporting of procurement results and impacts.



Mindset Shift Indicators	Foundation Level 1	Embed Level 2	Practice Level 3	Enhance Level 4	Lead Level 5
Motivation					
M1 Ambitions	 No Circular Procurement (CP) ambition being set 	 Ambitions being set at individual level (bottom up) 	 Ambition being set at project level 	 Ambition being set at departmental level (e.g. Procurement, Finance technical etc) 	 Ambition to scale -up has been set at organisation level
M2 Policies	 No sustainable (or circular) procurement policy set 	 A sustainable procurement policy has been produced by the organisation 	 A Circular Procurement policy and actions have replaced the initial sustainability policy Or – sustainability policy explicitly references circular outcomes 	 A CP policy is in place (with review dates & owners) and is supported by a strategy and action plan, with targets and timescales for delivery 	 A circular and sustainability policy (and supporting materials) is directly linked to CE, Sustainability, Social and Environmental policies at organisational level
M3 Internal buy-in to scaling up	 No internal buy-in to sustainable procurement actions within the organisation 	 Sustainable procurement recognised across organisation and procurement function working towards wider organisational CP buy-in 	 Operational teams recognise their role in CP and the procurement cycle but no high level (Senior Management) buy- in to scaling up 	 Senior leadership has recognised CP as a strategic mechanism for scaling up, but operational teams are still being brought onboard 	 Circular Procurement is recognised as a strategic function by the Senior Leadership team and operational functions across the organisation
M4 Communication	 No communication internally or externally on ambitions 	 Basic internal communication of SP/CP policy aims 	 All relevant procurement stakeholders are aware of CP ambitions and procurement function recognise their roles and responsibilities 	 All relevant procurement stakeholders aware of CP ambitions and recognise their roles and responsibilities and external peer to peer collaboration and knowledge sharing 	 Internal and external communication on CP outcomes regularly undertaken alongside regular reporting to SMT on progress against CP actions
Capabilities					
C1 Awareness	 There is little or no awareness of Circular Procurement and benefits 	 Awareness of Sustainable Procurement and potential benefits of a holistic circular approach across the product procurement lifecycle. 	 Procurement function and core stakeholders fully aware of CP benefits and benefits of scaling up 	 Full awareness across the organisation and scaling up being implemented alongside external peer-to-peer knowledge sharing 	 Full awareness across all organisation functions and scale up has been achieved.
C2 Capacity	 No capabilities assessment has been made 	 Understanding of capabilities and skills gaps 	 Core procurement team skills and capacity building complete and capacity building across wider stakeholders is in planning 	 Core team capacity and skills reviewed and updated regularly and capacity building across wider stakeholders is underway 	 Fully resourced roll-out of capacity and skills-building across wider procurement stakeholders and reviewed regularly
Opportunities					
O1 Procurement Processes	 Standard procurement processes in place with basic or minimal ad hoc consideration of SP on tender-by-tender basis 	 Tender-based approach to embedding SP through existing criteria on a consistent basis 	 Pre-tender procurement procedures in place (including market dialogues) to identify CP opportunities for key tenders 	 Pre-tender CP assessments embedded in procedures and implemented on consistent basis. Forward planning of procurement is also undertaken regularly 	 Pre-tender, tender and contract management procedures have been linked together along with a category management approach for prioritised categories
O2 Organisational (infra)structure	 Organisation structure acts as a barrier to identifying circular economy outcomes 	 Organisation recognises circular benefits, but structure only enables limited action e.g. pilots 	 Organisation structure and processes capable of limited change to adopt elements of circular procurement pilots 	 Processes are being changed as required and organisation undertaking review of structural changes required to enable scale-up 	 Organisation in the process of, or completed, relevant structural changes to enable scaling up