## **GENERAL PROCUREMENT NOTICE**

REPUBLIC OF TÜRKİYE TÜRKIYE PMI CARBON MARKET DEVELOPMENT PROJECT GENERAL PROCUREMENT NOTICE Grant No. TF0C1425 Project ID No. P180248

The Republic of Türkiye through its Directorate for Climate Change (DoCC) has received financing in the amount of US\$ 4,95 million equivalent from the World Bank toward the cost of the Türkiye PMI Carbon Market Development Project, and it intends to apply part of the proceeds to payments for goods, non-consulting services and consulting services to be procured under this project.

The project will include the following components:

**Component 1. Policy Analysis and Roadmap for Development of Carbon Pricing Instruments** (**CPIs**). This component aims to set ground for developing a carbon pricing instrument within the existing legislative, institutional and policy framework of Türkiye including a detailed roadmap and timeline for the planned CPI.

**Component 2. Design and Implementation of Carbon Pricing.** The aim of this component would be to undertake a process for identifying the preferred design of carbon pricing in Türkiye. It will build on and complement prior PMR activities as well as work supported by other donors. It will involve consultations on the options under discussion, outlining the preferred design option and providing a roadmap for implementation.

- Sub-Component 2.1: National Emission Trading System. Outlining emission trading system (ETS) design options, drafting relevant legislative and regulatory documents, modelling the socioeconomic impacts of the ETS and developing emissions intensity benchmarks for Phase-1 of the ETS will be the main thematic areas to be studied within this sub-component.
- Sub-Component 2.2: Expanding carbon pricing. This sub-component will explore options for expanding the scope of carbon pricing considering the initial ETS coverage. This will include an assessment of a carbon tax, considering converting existing energy and relevant excise taxes to carbon taxes, as well as whether to expand the ETS, assessment of use a carbon tax to include additional sectors or usage of carbon tax together with ETS. According to the decision to be taken by the Government, relevant support will be provided for the preparation of draft legislation for Türkiye's expanded carbon pricing system.
- **Sub-Component 2.3: Domestic Crediting Mechanism**. The government is interested to explore the development of domestic crediting mechanism to generate offsets for compliance under the Turkish ETS. This sub-component will focus on designing and, as appropriate, implementing a domestic crediting mechanism.

**Component 3. Cross-Cutting Activities**. This component aims to ensure an enabling environment for carbon pricing and markets via conducting communication, stakeholder engagement and capacity building activities, supporting participation in international carbon

markets, and ensuring a just transition for those negatively affected.

Procurement of contracts financed by the World Bank will be conducted through the procedures as specified in the World Bank's Procurement Regulations for IPF Borrowers dated November 2020, (Procurement Regulations), and is open to all eligible firms and individuals as defined in the Procurement Regulations. After project negotiations, the World Bank shall arrange the publication on its external website of the agreed initial procurement plan and all subsequent updates once it has provided a no objection.

Specific procurement notices for contracts subject to open international competitive procurement will be announced, as they become available, in UN Development Business online, on the World Bank's external website and web site of DoCC (<u>https://iklim.gov.tr</u>) and one of the newspaper of national circulation in Türkiye and/or official gazette.

Other open procurements at national level, specific procurement notices will be announced as they become available on https://iklim.gov.tr/ and in the official gazette and/or in newspapers of national circulation.

Interested eligible firms and individuals who would wish to be considered for the provision of goods, non-consulting services and consulting services for the above mentioned project, or those requiring additional information, should contact the Recipient at the address below:

Ministry of Environment, Urbanization and Climate Change Directorate of Climate Change Contact Person: Eyüp Kaan MORALI – Head of Department Address: Çamlıca Mahallesi Anadolu Bulvarı No:64/2 06560 Yenimahalle/ANKARA Tel: +90 312 591 44 00 Fax: +90 312 591 44 03 E-mail: pmi@csb.gov.tr Website: https://iklim.gov.tr/