

# **IDB Too good to waste:** initiative to mitigate methane emissions from waste in Latin America and the Caribbean **2024 Call for proposal guidelines.**

- This document has the objective of detailing the guidelines to apply to the call for proposals of the InterAmerican Development Bank (IDB) Too Good to Waste initiative.
- National, regional, and local governments can apply, including waste management operators from the 26 borrowing member countries<sup>1</sup> in Latin America and the Caribbean (LAC) of the IDB.
- The scope of the call for proposals is for municipal or urban solid waste projects with the objective of mitigating methane emissions and a circular economy.
- All proposals must be submitted through IDB call for proposals site https://www.iadb.org/en/how-we-can-work-together/calls-proposals. Proposals sent by any other means will not be considered.
- After the application is submitted there will be a confirmation email. During the process on the website the applicant can save a draft or preview before submitting, however, the button of submit proposal must be selected to finalize the process.
- Any questions regarding the application process should be directed to <u>residuoscirculares@iadb.org</u>. We encourage all applicants to read in detail these guidelines before sending enquiries.

## 1. Overview

Avoiding the 1.5°C increase in temperature by mitigating greenhouse gas (GHG) emissions by 2030 will shape the future of our planet. Methane mitigation is a crucial strategy to accomplish this task due to: (i) methane has a higher global warming potential compared to carbon dioxide and a shorter atmospheric lifetime, causing much more warming in fewer years; (ii) methane emissions have doubled since pre-industrial times; and (iii) results can be achieved cost-effectively: over 60% of measures to mitigate methane have low costs. Given the urgency of the challenge, a goal of mitigating at least 30 percent of methane emissions by 2030 (based 2020 levels) established on has been by the Global Methane Pledge (GMP).

Republic of Austria

CCAP

💳 Federal Ministry

Finance

PEPSICO

FUNDACIÓN

<sup>&</sup>lt;sup>1</sup> Revise the borrowing member countries here: <u>https://www.iadb.org/en/who-we-are/how-we-are-organized/borrowing-member-countries</u>

Waste is the third leading sector responsible for methane emissions generation worldwide (20%). As methane is produced due to different causes, abatement strategies must be implemented throughout the waste management chain. Leading solutions include: (i) preventing organic waste generation; (ii) implementing segregated collection and treatment of organic waste to avoid and deviate this waste fraction from final disposal places; (iii) implementing landfill biogas capture and valorization systems; and (iv) closing open dumpsites and minimizing the release of waste and the consequent GHG emissions to the environment.

Only in 2021, LAC generated 230 million tons of municipal solid waste (MSW),<sup>7</sup> approximately 13% of the world's generated waste. According to the <u>Solid Waste and</u> <u>Circular Economy Data Hub</u>, administered by IDB, over 40% of the MSW produced in the region in 2021 was sent to inadequate dumping sites, burned, or left in water bodies. Thus, 45% of the MSW generated was disposed in landfills (most of them without active biogas capture systems), and only 4% was recovered. Also, based on the International Monetary Fund projections, the waste sector contributed in 2021 to releasing over 345 million tons of GHG -mainly methane- to the atmosphere in LAC.

Committed towards the mitigation of GHG emissions and a circular economy, the IDB approved in 2023 the technical cooperation **Too Good to Waste** with resources from the <u>Global Methane Hub</u> and the <u>Aquafund</u>. The main objective of the initiative Too good to Waste<sup>2</sup> is to assist IDB's borrowing member countries in accelerating the implementation of solid waste management projects to mitigate methane emissions, therefore contributing to the goal established by the GMP of mitigating at least 30 percent of methane emissions by 2030.

#### 2. Objective of the Call

The objective of this call is to select one proposal of study/studies to be financed, as part of a portfolio of solid waste management bankable projects by the Too Good to Waste initiative.

#### 3. Financing activities:

The financing of the call of proposals corresponds to non-reimbursable resources for studies related to a proposal/project to advance into a circular economy and reduce methane emissions from the solid waste sector through consultancies.

<sup>&</sup>lt;sup>2</sup> The regional technical cooperation associated is the RG-T4317 approved in 2023 by the IDB. Complete information about the technical cooperation can be found in: <u>https://www.iadb.org/es/project-search</u>

The project scope should be municipal or urban solid waste. The resources cannot finance infrastructure or investment. <u>The financing may cover up to US\$ 200.000 for the studies</u> which can be executed through one or more consultancies (the proposal does not necessarily have to request the full budget).

## 4. Eligible beneficiaries:

National or local government entities as well as waste management operators from all 26 IDB<sup>3</sup> borrowing member countries can apply to this call for proposals. The proposal shall contain one project, only, per one specific area. However, the proposal may benefit a conglomerate of municipalities and may create or generate consortiums or associations.

For all cases, if selected, the beneficiary must provide (i) a letter of commitment (ii) a nonobjection letter from the government official liaison to the IDB prior to starting the execution of the resources. Both letters will be discussed in detail with the winner, and they are not a requirement to send the proposal as part of this call.

## 5. Sector and activities:

The current call for proposals is limited to subjects under urban or municipal solid waste<sup>4</sup> related to circular economy and methane mitigation. The studies to be financed can include activities such as:

- a. Avoiding municipal solid waste landfill through prevention of generation at the source, treatment (such as composting, anaerobic digestion, processing), and valorization.
- b. Active landfill biogas encapsulation, capture, flare, and/or energy recovery in final disposal facilities.
- c. Closure of open dumpsites with biogas emission capture and mitigation
- d. Use of artificial intelligence, business intelligence, software, or other technologies for waste management activities (collection, transport, valorization, etc.).

The type of studies to be financed include conceptual development, alternative analyzes, scheme design, site determination, pre-feasibility, feasibility, financing and procurement, engineer design, among others.

## 6. General Process

The proposal should consider a maximum of 10 months of execution of the studies.

## The details of the process are:

<sup>&</sup>lt;sup>3</sup> Revise the borrowing member countries here: <u>https://www.iadb.org/en/who-we-are/how-we-are-organized/borrowing-member-countries</u>

<sup>&</sup>lt;sup>4</sup> The proposal may include other flow of waste; however, the main focus must be municipal or urban waste.

- i. Submission of proposals,
- ii. Selection of proposals (IDB),
- iii. Announcement of winner beneficiary,
- iv. Submission of non-objection letter (winner-beneficiary),
- v. Negotiation of budget, activities, and products (IDB and beneficiary),
- vi. Agreement on the terms of reference for the execution of the proposal. Including number of contracts, type of consultancy, objective, activities, products, and timeline (IDB and beneficiary),
- vii. Procurement of contracts (IDB), and
- viii. Execution of the contracts and monitoring (IDB and beneficiary).

#### 7. Qualification criteria

- **a. Impact:** The tons of solid waste (especially organic waste) and therefore methane amount avoided or mitigated by the proposed project. This criterion will be evaluated in relation to the specific country and region.
- b. **Technical viability**: Project is based on widely proven technologies or has technical/logical structure that allows its implementation.
- c. **Sustainability:** Projects shall include as part of the studies the financial, environmental, and social sustainability for the implementation of the solution, and include an analysis of political and stakeholder positioning sustainability (refer to the instructions section).
- d. **Upstream and circular economy solution:** Solutions related to the upstream of the waste management chain (diversion, prevention, treatment, valorization) will be prioritized.
- e. **Replicability and scalability**: Projects allow for replication and scalability in the LAC region.
- f. **Social and gender inclusion**: Projects allow for gender equality, diversity, and inclusive employment, considering waste pickers, other vulnerable groups and/or other local organizations.

## I. Overall Timeline

Step	Actor	Activities
Submission of proposals	Applicants	Send the project proposal
Selection of proposals	IDB	Select the proposal

Terms of reference and negotiation	IDB - beneficiary	Agree on the terms of reference and budget (subject to non-objection letter) – second semester 2024
Execution	IDB - beneficiary	Project execution -2025

\*Dates are published on the website of the call for proposals: <u>https://openidb.brightidea.com/TooGoodtoWaste</u>

# **Project Proposal - template**

## Section 1: Contact information.

Type the contact information of the appreant.	1
Applicant name (name and surname)	
Applicant position (job title)	*The applicant should be a member or employee of the organization that is proposing this project and will be the beneficiary.
Applicant's Email	
Alternative email	
Applicant's Phone (including country code)	
How did you hear about this call for proposals?	Social Media (LinkedIn, Twitter) Email Announcement Word of Mouth IDB's Website or Blog Funding opportunities platform Direct Invitation from a funding agency or governmental body Event, Workshop, or Conference Online Search Other

Type the contact information of the applicant.

Select yes or no:

Do you accept the use of data for all	Yes/No
concerning the call for proposals?	

## Section 2: Project identification.

Type the main information about the project.

Project title	*Title should include objective and location
Short tagline for	*Describe in 1 sentence the project
your project	

Image for your	*Example: image with logo, image of the site, image for	
proposal	the proposal	
Select the country	* Any of the 26 IDB borrowing member countries.	
where the project		
will be		
implemented		
City/es,		
municipality/es.		
Name of the	(Organization will Be the Counterpart for This Project and	
organization which	the beneficiary)	
will be the		
counterpart or		
beneficiary for this		
project		
Select about the type	of applicant.	
Type of organization	n National government	
	Subnational government	
	Waste management operator	
	Other	

	Waste management operator
	Other
a. <u>If selected other</u>	
type the answer	
b. If selected	Public
operator choose:	Private
	Mix
Role of the organization in	Execute waste management activities
the waste management	Waste management authority
scheme for the project	Procure waste management activities
(one or more)	Design the waste management scheme
	Other
a. <u>If selected other.</u>	
Type the role:	

# Section 3: Project description.

Describe the proposal and the project in the section below.

Describe the problem intended to	*Maximum 200 words.
be solved by the project:	

Describe the solution proposed for	*Maximum 200 words.
the specific problem	
What is the estimated funding that	
you need to implement the studies	
of this proposal? Please keep in	
mind that the limit is US\$200.000	
What is the estimated duration of	*Maximum 10 months.
the studies in this proposal?	
What are the main activities and	* Maximum 300 words.
deliverables proposed for the	Description of the main activities to be
studies (including timeline)?	carried out by the studies (diagnosis,
	characterization, etc.), deliverables, budget,
	and timeline.
What is expected to change or	*Maximum 200 words.
impact to be achieved if the project	Provide numbers that can help us quantify
is implemented?	this impact.
What are the main challenges and	*Maximum 200 words.
risks of the project?	
Benefited population (number and	
location)	
What is the main objective of the	*Maximum 100 words.
project and the three main specific	
objectives of the project?	
Which are the main actors involved	*Maximum 200 words.
in the project and their roles?	
From the organization that acts as	*Technical team and their activities in the
counterpart or beneficiary, which	project (coordinator, technical advisors).
team will accompany the studies?	Maximum 200 words (annex CVs)
Select about the project.	

Describe the geographic scheme of	*Maximum 200 words.
the project (Specify if it is regional	
or not)	

# Section 4: Stage of the project.

Select the information below regarding the stage of the project. Is not mandatory to know all the answers to the following questions, especially if the proposal is related to early stages.

What type of study is the proposal	Conceptual development
requesting? (select one or more)	Alternative analyzes
	Scheme design
	Site determination
	Pre-feasibility
	Feasibility
	Permits, financing, procurement
	Engineer design, construction, operation
	Use of technologies as AI, BI, software
	Other
a. <u>If other</u> inform the type	
of study	
Have there been previous studies	*Maximum 200 words
for this project? (If yes, list the	For example, waste characterization or
studies and annex to your	environmental or social study or GHG
application at the end)	emissions (annex available studies).
Is there a site defined for the	Yes/No
project?	
a. If yes. What is the area	
available in hectares?	
b. The site for the project is	Yes/No
available for construction?	
L	1

Is there an estimate of the	Yes/No
investment cost of the project?	
a. <u>If yes to having</u>	*Example 100.000 USD.
investment cost. Please	
insert the estimated value in	
USD	
Is there an estimate of the	Yes/No
operational cost of the project?	
a. <u>If yes to having</u>	*Example 35 USD/ton.
operational cost. Please	
insert the estimated value in	
USD per ton.	
Is there currently a tariff for waste	Yes/No
management?	
a. <u>If yes</u> . How much is the	*Example 5 USD/person
tariff in average?	
(USD/inhabitant)	
What is the model of waste	Public
management contract in the city	Concession
or municipality of the project?	Public-private-partnership
(one or more)	Consortium
	Other
a. <u>If other</u> . What model?	

Type the information related to the financial sustainability of the project.

Type the information related to the infaneta	<u> </u>
How does the organization envision the	Maximum 200 words
implementation and posterior stages of	
the project (emphasize the political	
sustainability)?	
How does the organization plan to	
finance the project investment and the	Maximum 200 words
project operation?	

# Section 5: Characteristics and scope of the project.

Select the following questions about the characteristics of the project.

Is the main focus of the project	Yes/No
municipal/urban solid waste the	
focus of the project?	
Select the flow of waste related to	Organic municipal solid waste
the project	Inorganic municipal solid waste
	Both
Select the category of the project	Prevent the generation of municipal solid
(one or more)	waste
	Treatment or valorization of municipal
	solid waste
	Capture and valorization of biogas from
	disposal sites
	Closure of dumpsites with biogas
	management
	Source separation of waste – change of
	behavior
	Other
<u>a.</u> <u>If other</u> type the category	
b. If selected treatment or	Not defined
valorization, then select	Mechanical-biological treatment
the type of technology for	Energy valorization
the project	New technologies or pilots
	Other
b.1 If selected other, type the	
technology for the project	
Select the size of the project	Up to 100 ton/day
	Between 101 – up to 500 ton/day

	Between 501 – up to 1000 ton/day
	Between 1001 – up to 2500 ton/day
	Over 2501 ton/day
Is the project scalable or	Maximum 200 words
replicable? Explain	
Does this project relate to gender	Maximum 200 words
equality, diversity, inclusive	
employment, social inclusion?	
Explain	

7. Comments or additional	Non mandatory
information	

# **Section 6: Annexes**

- Previous studies (if applicable)
- CV of the main team from the applicant that will support the process.
- Certificate of existence and legal representation of the applicant (if applicable).

# Tags

Insert keywords of your project