

MEETING GO 48-20-25

STANDING COMMITTEE ON GOVERNMENT OPERATIONS

THURSDAY, MAY 15, 2025 EAGLE ROOM, LEGISLATIVE ASSEMBLY 2:30 PM

AGENDA

- 1. Call to Order
- 2. Prayer
- 3. Review and Adoption of Agenda
- 4. Declarations of Conflict of Interest
- 5. Public Matters
 - a) Technical briefing on the development of an Indigenous Procurement Policy
- 6. In Camera Matters
 - a) Debrief
 - b) Committee business NTPC governance study
 - c) Committee business Statutory review of the *Northwest Territories Heritage Fund Act*
 - d) Correspondence review:
 - i. 2025-04-29 Minister Responsible for the Public Utilities Board Followup on response to proposed policy direction to the PUB
 - ii. 2025-05-11 Alternatives North Follow-up on Indigenous Employment Policy submission
- 7. New Business
- 8. Date and Time of Next Meeting: Thursday, May 22, 2025 at 10:30 a.m.
- 9. Adjournment



Development of a GNWT Indigenous Procurement Policy

Standing Committee on Government Operations

May 15, 2025

Government of Northwest Territories

Purpose of Presentation

- Why the GNWT is developing an Indigenous Procurement Policy
- Key elements under consideration
- Approaches to increase participation of Indigenous businesses in GNWT procurement
- Engagement to date and next steps

Why have an IPP?

Enhance opportunities for Indigenous businesses to participate in GNWT procurement opportunities

Recommendation from the Procurement Review

Specifically support Indigenous businesses

Keep government \$ in the NWT

Support economic reconciliation

Report on contracts issued to NWT Indigenous Businesses

Key Pieces of the IPP

1. Define an NWT Indigenous business

 Identify potential approaches to support NWT Indigenous businesses in GNWT procurement opportunities Transparency is a priority



Proposed Definition

NWT Indigenous Business:

A business registered under the Business Incentive Policy in which Indigenous peoples who are recognized members and descendent of a First Nations, Métis, or Inuit people indigenous to the present boundaries of the NWT have majority (more than 50%) of realized economic and monetary benefits, and majority (more than 50%) management control of the business.

Potential change: Indigenous peoples of Canada (as defined by s.35 of the Constitution Act) that are resident in the NWT

Approaches for further consideration

- The final policy may include <u>multiple</u> approaches
- Separate from existing land claim obligations

fair and competitive procurement process

meaningful opportunities for Indigenous businesses





Approach #1

Adjust the Order of Priority for procurement less than \$25,000

- Amend the Business Incentive Policy order of priority
- Whenever possible, for goods, services and construction valued at less than \$25,000, priority should be given to NWT Indigenous businesses in the local community.

Example:

A purchase contract for a boat engine.

Quote A: \$20,000 from a local NWT Indigenous registered businesses Quote B: \$20,000 from a local BIP registered businesses

Quote A would be successful



Approach #2

Bid Adjustment for contracts \$25,000 or more

- On top of Business Incentive Policy bid adjustments, add a bid adjustment of 5% for NWT Indigenous businesses
- Subcontracting
 - the amount subcontracted to NWT Indigenous businesses would qualify as a bid adjustment
- Joint Ventures
 - work done by the NWT Indigenous business would count towards "NWT Indigenous business content" and be applicable for the bid adjustment

Example:

A local NWT Indigenous registered business could get the following bid adjustments

Total	25%
Indigenous business	5%
Local content	5%
NWT content	15%



Approach #3

Targeted Work Packages

- Find opportunities on projects for NWT Indigenous businesses to participate without having to bid on the entire scope
- Work with Indigenous businesses to understand their interest and capacity to participate in the project
- Set this as a work package identified in an RFP for public competition
- Bid adjustments would still apply
- Concerns raised Businesses want to choose their own subcontractors as they will be held accountable for their performance



January

• Engagement restarted with Indigenous governments and Indigenous organizations & ongoing throughout policy development

April & May

- Public engagement focused on businesses in the NWT
- Standing Committee

June to November

- What We Heard Report created and shared publicly
- Develop policy based on feedback
- Consultation
- Return to Standing Committee

December

Goal to have final policy by end of 2025

Questions & Feedback