

Webinar June 20<sup>th</sup> 12:00 - 13:30 (UTC+2)

Sustainability at scale: Landscape approaches and 'beyond certification'





## Welcome







Guest speaker
Peter D'Angremond
President and CEO of
Fairtrade Netherlands

# Looking at "certification and beyond"

Peter d'Angremond CEO Fairtrade Netherlands | Max Havelaar



# Certification: a valuable point of departure

# Certification is a valuable instrument to kickstart a change process



- To organize, to empower and to change trading practices
- Sustainability standards improve market access, profitability and production for certified businesses and enhance reputation while reducing risk for manufacturers and retailers
- Contribute to achievement of SDG's and UN Human Rights agenda





Businesses experience range of benefits from using sustainability standards



# ESSENCE OF FAIRTRADE



# WHAT IS FAIRTRADE?

Fairtrade works on reducing root causes of human rights violations

Non-inclusive pricing and unfair trading practices are root causes of...... child labour, forced labour, deforestation, discrimination.....

#### **Key Interventions:**

- Democratic organization of farmers & workers
- Multi stakeholder standard setting and independent 3rd party certification & labelling
- Minimum price based on costs of sustainable production
- Fixed Fairtrade premium
- Inclusive and community based





## robust standards



# How to distinguish?

## Common perceptions on certification:

- It's complex
- It's inefficient
- It's costly
- It's showing limited impact
- It only works for a specific segment of the market and for a specific sort of farmers.
- It cannot solve everything (nor does it intend to)

# Reflecting on the challenges

- Impact: there is a gap between what people think certification can do and what certification actually can do
- Who is accountable for certification impact? Accountability of certification schemes vs. Corporate responsibility

#### So.....

- Do we discard certification with its benefits?
- If so, what alternatives (proven effective) exist that have demonstrated to meet the challenges?
- Do alternatives offer Multi Stakeholder participation, independence, farmer inclusivity and empowerment?

# FAIRTRADE RATED AS TOP CERTIFICATION SCHEME

# Certification schemes differ greatly from each other.....



- Fairtrade is the best certification scheme in the mainstream market
- Traceability exceeds UTZ & Rainforest.
- Fairtrade, Hand-in-Hand & Naturland are the only certification schemes that guarantee a minimum price



Fairtrade has done the most to make commitments to living wages



Fairtrade is superior to others in a.o. comprehensiveness and quality of criteria



BOND ranked Fairtrade in the

TOP 2 OF 48
NGOs for transparency

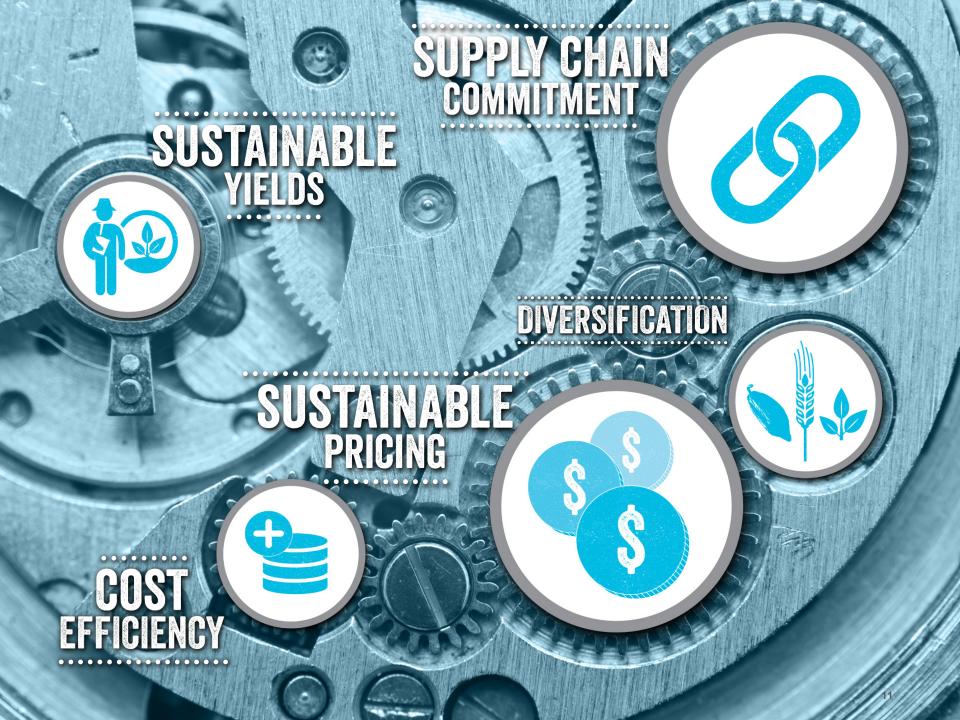
# a strong point of departure....

Frame this discussion as

"Certification .... And beyond"

(rather than Beyond Certification)

- Certification can improve
- Corporate participation must improve (i.e achieving living income/living wage can only be reached with a participating procurement)
- We can't solve all issues with a sustainability standard
- All actors in supply chains should focus on working together, combining their efforts
- Sustainability is a <u>shared responsibility</u>



# SUSTAINABILITY IS OUR

# RESPONSIBILITY





Webinar June 20<sup>th</sup> 12:00 - 13:30 (UTC+2)

Sustainability at scale: Landscape approaches and 'beyond certification'





## Welcome





























# Working with multiple stakeholders





















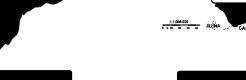


# Working a different scales





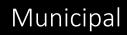




Global

Country

Provincial



JURUENA











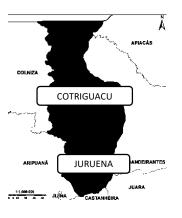
## 1. Government engagement



NDCs: zero illegal deforestation by 2030 12 million ha of forests restored by 2030



Produce, Conserve, Include targets



Municipal

Produce, Conserve, Include targets



Why is it important?
Long term certainty, "derisking" investments











# 2. Supply chain approach















## 3. Production, Protection, Inclusion Compact





#### **Produce targets**

e.g. to recuperate 121,608 hectares of low-productivity pastureland by 2023

#### **Protect targets**

e.g. to maintain 78% of forest vegetation in accordance to the rights and duties of the Forest Code

#### **Include targets**

e.g. to regularize 100% of family farming plots of land by 2023

#### **Cotrigacu Municipality Compact Signatories:**

City Mayor, SEMA, Timber sector, Rural Syndicate, Settlement representatives, ONF Brasil Gestão Florestal Ltda, Mato Grosso Sustainable Municipalities Program, PCI Strategy MT, SIMNO, EMPAER MT, IDH



Why is it important?
Shared vision and common targets



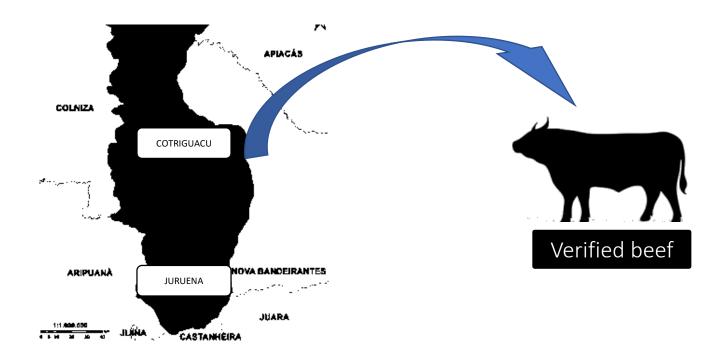








# Verified sourcing area





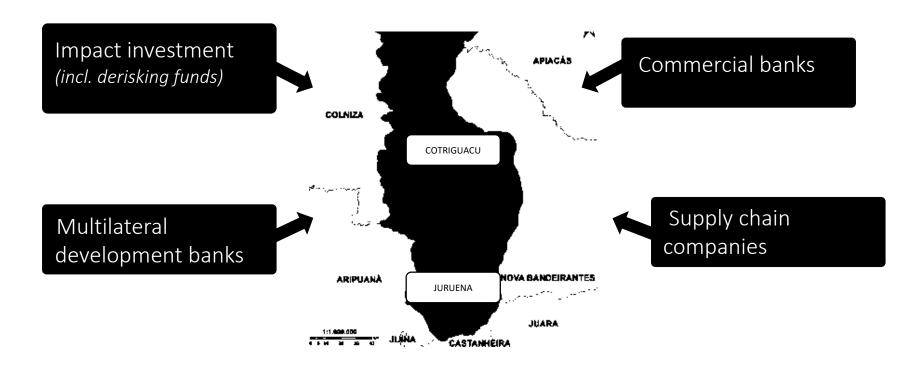








# Clear investment pipelines













## Creating project pipelines

1. Government engagement



2. Supply chain approach



3. PPI Compact





Increase investment "readiness"

Develop business models and projects that can be "investment-ready"





































Webinar June 20<sup>th</sup> 12:00 - 13:30 (UTC+2)

Sustainability at scale: Landscape approaches and 'beyond certification'





## Welcome









Our world is confronted by increasingly complex and global sustainability challenges. Despite efforts by public and private sector, we are unable to tackle them in a structural way.

These complex and sector-wide issues **go beyond the responsibility and capacity of single actors and require broad stakeholder action**, including
producer and consumer governments.

Tackling these structural challenges requires **effective collaborative action** at the **scale of the landscape**.

# However, first we need to define the ideal state: a sustainable landscape



### A sustainable landscape...

- Recognizes the **limits and tradeoffs** between the various interconnected **values**, **goods**, **and services** it has to offer;
- Addresses these limits and tradeoffs in a spatially explicit, integrated manner;
- Reconciles stakeholders' **needs**, **preferences**, **and aspirations**;
- Uses adaptive management and continuous learning to deal with dynamic processes, nonlinear relationships, external shocks, and unforeseen interactions and thresholds.

# Getting to these sustainable landscapes generally requires the realization of three goals

Ultimately, the goal of any landscape or regional approach is threefold:



- 1) Drive inclusion and commitment of the whole economic landscape
- 2) Increase the impact and efficiency of current sustainability efforts
- 3) Tackle sector-wide problems at the relevant scale and with relevant local stakeholders

# Additionally, a sustainable landscape can be approached from three main avenues

Sustainable landscape



#### Landscape approach

 Integrated land use management, reconciling social, environmental, and economic value, functions, and goals;

#### **Regional** (sourcing) approach



- Sustainable sourcing & de-risking;
- Single commodity;

#### **Jurisdictional approach**



- Political boundaries;
- Multi-stakeholder, explicitly including governments;

# Example: a replicable model for sustainable production regions



#### The challenge

A leading coffee multinational wanted an **approach to strengthen and empower local initiatives** that would allow them to address regional coffee sustainability challenges in their sourcing regions in an inclusive way.





Convene around a shared vision



Develop an action plan based on regional prio's & root causes



Determine shared actions, divide roles & responsibilities



Clarify the benefit logic of the ideal and intermediate states



Determine how to measure success and improve



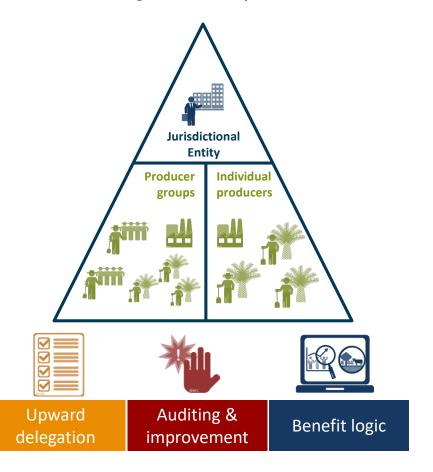
6.
Set up a fit-forpurpose
organization
to replicate

# **Example: Jurisdictional Approach to Certification**



#### What was the challenge?

A standard-setting body is seeking to link their certification model to a regional approach. At the same time, they needed to maintain the **inclusiveness of all producers** in sustainable production while **tackling sector-wide problems** at scale.





# Success factors for a sustainable landscape approach

- 1) A clear & shared definition of success;
- 2) Using available tools, rethinking their implementation (e.g. assurance, claims);
- 3) Building and strengthening local capacity and ownership—a flexible process for involving local stakeholders for regional specification;
- 4) Local, multi-stakeholder leadership to ensure no single agenda takes priority over shared one;
- 5) Measurement, evaluation and adaptive management to improve and scale;
- 6) Clear government commitment from an early stage.



