FAIRTRADE & Corporate Social Responsibility



A Guide for Business and Government

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Background and Context

- Colonisation, Displacement, Slavery
- Land re-distribution
- Small scale farming (1-3 acres)
- Lack of subsidies / climate change
- Globalisation
- Trade preference erosion WTO
- Poverty: 2 billion exist <£1.35 / day.



What is FAIRTRADE?



Fairtrade is a trading partnership, based on dialogue, transparency and respect, that seeks greater equity in international trade.

It contributes to sustainable development by offering better trading conditions to, and securing the rights of, marginalised producers and workers in the developing world "Global South".

Corporate Social Responsibility (CSR)



- Self-regulating where a business monitors and ensures its active compliance in the spirit of the law, ethical standards, and international norms.
- A process with the aim to embrace **responsibility** for the company's actions and encourage a positive impact through its activities on the environment, consumers, employees, communities, and all other members of the public sphere.

What is the FAIRTRADE Mark?



The FAIRTRADE Certification Mark is an independent consumer label which can ONLY appear on products from the <u>DEVELOPING WORLD</u>.

*** Does not compete with local farming.

While there are other ethical labels, Fairtrade is the ONLY certification whose purpose is to tackle poverty and empower producers in developing countries.

The Fairtrade Mark certifies products not companies.

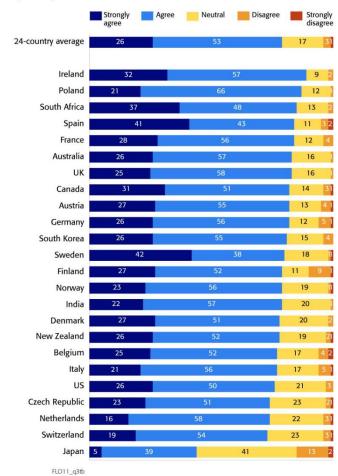
Making a difference INTERNATIONALLY through LOCAL action.



Fairtrade....Role of Business

Companies Can Play an Important Role in Reducing Poverty through the Way They Do Their Business

By Country, 2011



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FAIRTRADE

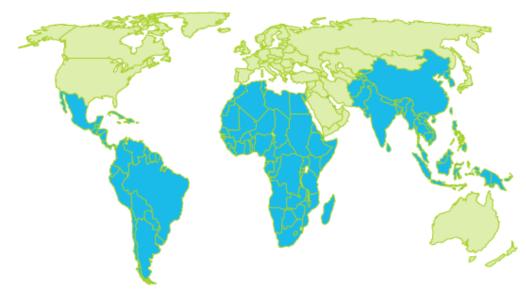
What does Fairtrade deliver?



- A guaranteed set minimum price that covers sustainable production, specific to the region in question and irrespective of market conditions.
- 2. A social premium fund that goes directly to the farmers to decide democratically how they wish to invest in social and economic projects in their communities.
- 3. A high quality product produced under the strictest environmental (pesticide consideration) and social (no child labour, no trafficking) conditions.

Fairtrade Internationally

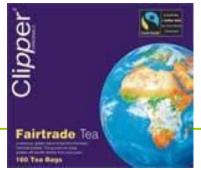




- 2012 Fairtrade Sales: £3.8 billion worldwide.
- 2012 Fairtrade Sales: UK £1.57 billion (40.8% Y/Y Growth)
 Ireland €160 million
- Working with 658 producer organisations across
 3 continents in 67 different countries.
- This translates into 8 million people directly benefiting from Fairtrade. STATISTIC: £1 per household/week

From 1994...







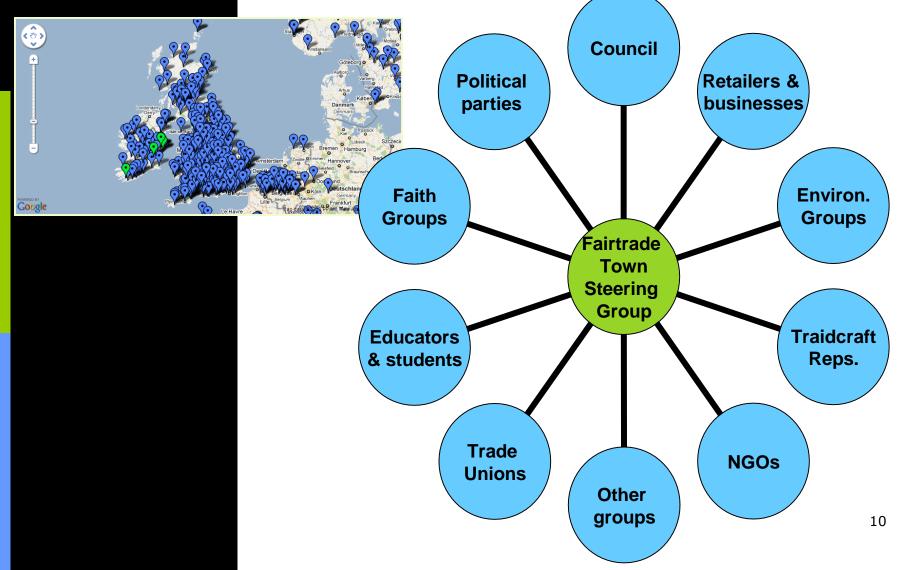
To 2013...



Fairtrade Towns

www.fairtradetowns.org





Fairtrade in Northern Ireland



Belfast: First Fairtrade Town (City Status) - June 2005 Belfast: First Fairtrade Town (City Status) in the UK and Ireland to hold dual accreditation – March 2006

Antrim, Bangor, Dundonald, Newry, Rathlin Island and Warrenpoint are also Fairtrade Towns with 8 others currently working towards accreditation.

Queen's University, Ulster University and St. Mary's University College are Fairtrade institutions, with many schools and churches also Fairtrade accredited.

100% Fairtrade

Green & Black, Kit Kat 4 finger, Maltesers,
Ben & Jerry's ice cream, Tate & Lyle sugar
Cadbury's Dairy Milk, Sainsbury's bananas, Starbuck's
Ground Espresso, Co-op Chocolate



Public and Private Sector - Highlights

- NI Assembly Fairtrade motion passed unanimously;
 Catering/Hospitality- 100% Fairtrade coffee.
- DfP CPD: Fairtrade Procurement Guide
- EU: Fairtrade Criteria Ruling Public Procurement
- OFMdFM: Sustainable Development Strategy / Plan
- 11 of 26 local Councils passed resolutions and have Fairtrade policies serving Fairtrade products (for example, in meetings, offices, canteens and hospitality) - 100% Fairtrade coffee/tea.
- BITC: Fairtrade Guide 100% Fairtrade coffee/tea.
- NIHE, Unison, Equality Commission, BA, Virgin, Graham Construction - 100% Fairtrade tea/coffee/sugar.

RECOMMENDATION:

Establish All Party Group on Fairtrade Potential Business/Retailer Forum



Switch to Fairtrade... It's Simple

Request your supplier/caterer to provide a list of Fairtrade products



Commit to supply at least two different Fairtrade products



Develop and/or review your sustainable policy to include Fairtrade



Encourage your clients, staff and family to choose Fairtrade



Encourage other businesses to supply Fairtrade or as a requirement when tendering for a contract have a Fairtrade policy



Look for the FAIRTRADE Mark on products. It's your guarantee that disadvantaged farmers and workers in the developing world are getting a better deal.



Switch to Fairtrade... It's Simple



What GRAHAM did



GRAHAM incorporated Fairtrade products into its business through its sustainable procurement policy. The company switched to Fairtrade tea and coffee and added Fairtrade chocolate to vending machines in all of its offices and construction sites. The company raised the profile of Fairtrade internally during Fairtrade Fortnight and added incentives for sites to take part in the 'Big Swap', with chocolate, bananas, fruit juices and cereal bars substituted for Fairtrade products. Jacqueline Gibson, Sustainability Coordinator at GRAHAM was pleased to support Fairtrade,"Introducing Fairtrade to our business, not only promoted the range of Fairtrade products available to our staff, but also demonstrated to clients that we are committed to being socially responsibly in all aspects of our business. Many visitors have actually commended our efforts in using Fairtrade certified products and we have the confidence we are supporting farmers and communities in developing lands. In choosing Fairtrade products, we were able to make annual cost savings too!"

Request your supplier/caterer to provide a list of Fairtrade products



Develop and/or review your sustainable policy to include Fairtrade

Encourage your clients, staff and family to choose Fairtrade

Encourage other businesses to supply Fairtrade or as a requirement when tendering for a contract have a Fairtrade policy

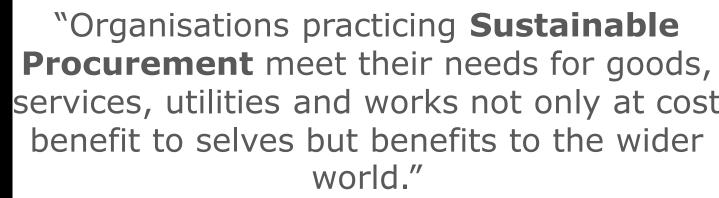


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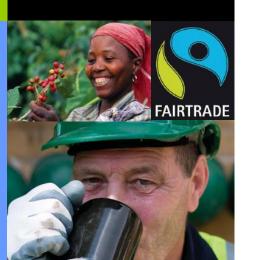
Sustainable & Ethical Procurement





Ethical consumerism is the intentional purchase of products and services that the customer considers to be made ethically. This may mean with minimal harm to or exploitation of humans, animals and/or the natural environment

..taking into account social, economic and environmental impact purchasing has on people and communities....



Market Drivers













Recent Pre-Qualification Question for University of Sheffield to Build a New Wing

9.5	Do you have a sustainability policy?	YES / NO
	If NO what is your company's position on sustainability	
9.6	Please explain your organisation's stance on ethical sourcing – do you seek to ensure that the products you buy/produce are not exploiting child labour, developing world labour or economies, and that you meet recognised fair trade standards wherever possible.	

Government Drivers



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BRE Environmental & Sustainability Standard



BES 6001: ISSUE 1.0

Framework Standard for the Responsible Sourcing of Construction Products

This BRE Environmental & Sustainability Standard describes the organisational governance, supply chain management and environmental and social aspects to be addressed in the certification and approval of the responsible sourcing of construction products

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Improving the Government Construction Client

Achieving Sustainability In Construction Procurement

Sustainability Action Plan



Government Construction Clients Group

Construction Materials

Aspire | Aim | Achieve





> Construction

Landfill

> Halving Waste to

Tools and Guidance

> How Do I Reduce Waste

Construction Materials

Bricks and blocks Floor and Wall Coverings

Material change for a better environment

This Certificate

is awarded to

Graham

In recognition of their benchmarking as measured against the BES6001 standard, through their participation in the

Responsible Sourcing Materials Programme

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Trevor Neilands Director/Chief Executive Signed on behalf of Northern Regional College

Packaging

Plasterboard & Gypsum

Plastic

Tiles and Board

Wood

Glass Insulation

Case Studies

> Events & Training

The RSM Programme is delivered through the Carbon Zero Initiative funded by the Department for Employment and Learning Innovation Fund: Employer Support Programme





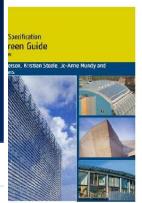






carbon zerojni







coverings

ard













Fairtrade Certified Products





ADE

Implementing Fairtrade... the journey







2008

- January business case; £152/yr saving in one office of 80
- July adopted Sustainable Procurement Policy purchased first FT Coffee & Tea for HQ

2009

- Internal communications campaign all offices
- Radio Foyle media coverage report

2010

- Joined Fairtrade Belfast Committee
- 4 flagship sites across UK with FT fruit and beverages

2011

- Sponsored FT Business Awards in Belfast City Hall
- Celebrated 10 yrs in Scotland Edinburgh Castle FT wine
- Awareness initiatives for sites Lagan College, Translink and Tor Bank

2012

- Sponsored FT Business Awards
- Assisted in FT Fortnight Launch in Stormont (invited clients)
- Presented to Ballynahinch Girl Guides
- FT Coffee morning and tasting event in HQ and Belfast offices



On-going Fairtrade Initiatives.....









- Posters with our Pledge on Sites
- Publicly Display Fairtrade Policy on website
- Sub contractor Contract Agreement
- Support Supply Chain (via BITC, CEF, policy templates)
- Sit on Fairtrade Belfast Committee
- One off presentations / awareness to 8 colleges in 2012
- Ongoing marketing to win further public sector work
- 8 offices Vending Machines Fairtrade chocolate
- 30% construction sites
- 11 regional offices Tea, Coffee, Sugar
- Assumptions Coffee:
 - 1.4 million cups of tea and or coffee a year if applied to all sites (avg 2/day)
 - Current office figures drink avg. 2 cups a day = 201,600 cups a year
 - Market demand for 5 acres of FT coffee farms in developing lands
 - 5 acres of coffee farm employs 70 people
 - ½ tonne coffee logistics





Benefits / Outcomes



- Over 70% global Tea and Coffee comes from Developing countries, so GRAHAM doing their bit to help alleviate poverty through purchasing power
- Acknowledge climate change (due to actions of the west) will adversely affect yields (of Third world) so committed to a guaranteed premium community wage
- Non FT farmers resorting to growing CHAT (illegal drug) when coffee prices fall due to climate change thus supporting a legal and sustainable future

Thinking locally and globally about our impact to increase quality of life, support economic growth and protect our environment to guarantee our future survival.

- Social premium goes into community projects
- Economic steady income to break poverty trap
- Environment less artificial chemicals in land & water



Q & A / Discussion



CHANGE TODAY CHOOSE FAIRTRADE

