

# Applying the Jurisdictional Approach to Sustainable Commodity Supply Chains

Framing the Subject



#### Plenary Session - Day 2

Jurisdictional Approaches to Green Development Conference Jakarta, Indonesia

12 Nov 2012



### Purpose of Session

Advance understanding of how Jurisdictional Approaches can help build Sustainable Commodity Supply Chains

- 1 Why is Jurisdictional Approach needed?
- What are key challenges and opportunities ahead?
- 3 What incentives are needed to drive transformation?



# Agenda

• 10 min Welcome & Framing the Session

• 10 min Panelist Introductions & Remarks

• 40 min *Panel Discussion* 

• 25 min Questions from the Floor

• 5 min *Concluding Remarks* 



# Pressure for Change



#### **Controversial Commodities**

AOS











# **Underlying Causes of Concern**

Controversy = Where x How



#### Focus of Effort

#### Government

• Improve Legal Framework & Strengthen Enforcement



#### Focus of Effort

#### Government

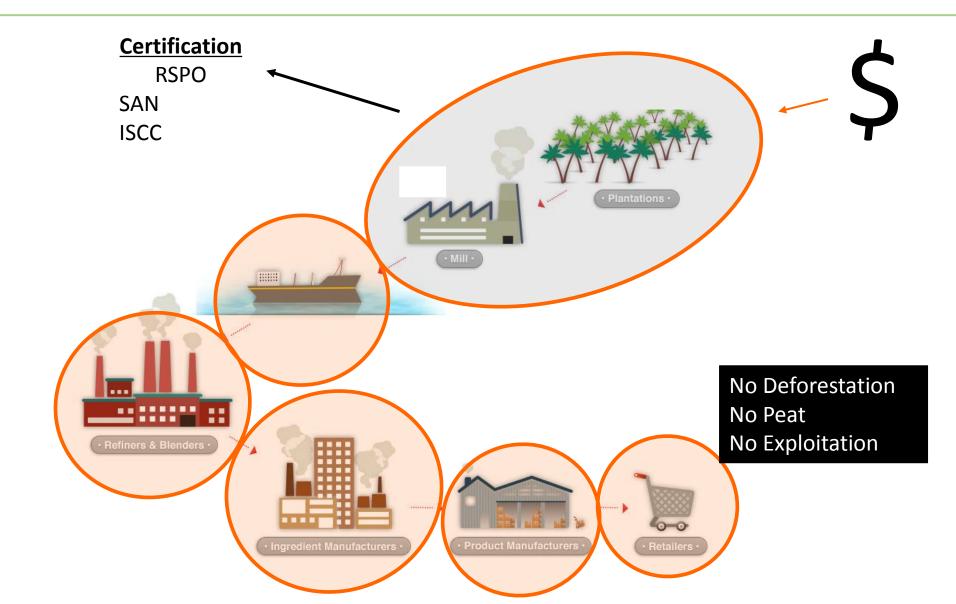
• Improve Legal Framework & Strengthen Enforcement

#### **Private Sector**

- Create Accountability & Reward Leadership
- Raise Standards



# Pressuring the Commodity Supply Chain



#### **Limitations on Private Sector Efforts**

- Limited reach (and requirements?) of certification
- Supply Chain commitments 'raise the bar' and extend reach - but still suffer leakage
- Impact on landscapes of other sectors
- Government policy not always supportive



#### Focus of Effort

#### **Private Sector**

- Create Accountability
- Raise Standards

#### **Community Based Approaches**

How to Achieve Impact of the Landscape? Recognition of Customary Rights & Promote



# Jurisdictional Approach to ILM

#### The Basics

- Landscapes generate diverse social, environmental and production values
- Creates multiple demands on land

#### The Goal

Allocate land to the 'right' uses?

#### Diagnose Commodity Supply Chain Impacts

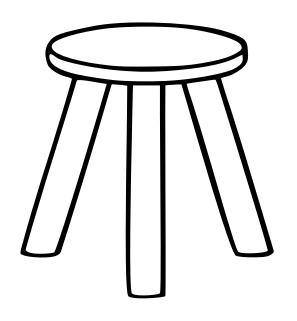
How commodity production impacts landscape values

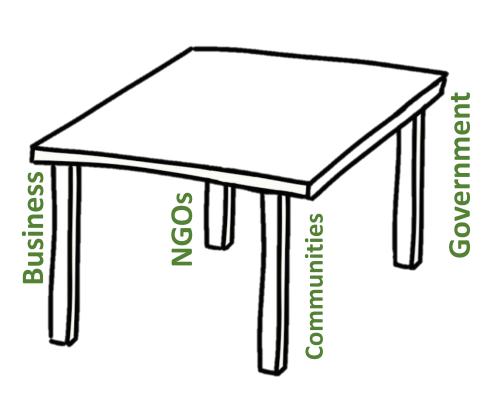
#### Allocate Production & Protection to the 'Right' Places

- Steer production to where it's appropriate
- Strengthen protection where it's not



# **Analogies**







# Thank You



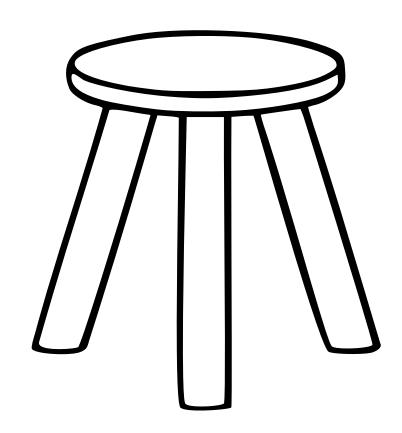
# **Key Themes of Discussion**

#### Transforming Commodity Supply Chains will require

- Building a common vision
- Building constituency for effective policy, enforcement, reward and penalty
- Understanding and appreciating cost & benefits of transformation, then build incentive structures around this
- Public-Private partnerships will be key → form, function & funding?



# **Analogies**





# **Analogies**

