

### Ministry of Environment and Forestry, Indonesia

#### CHALLENGES OF GPP & ECO-LABELLING; INDONESIA PERSPECTIVES

The International Symposium on GPP and Ecolabelling towards Sustainable Consumption & Production

Tokyo, Japan, 11-12 December 2014

## OUTLINE

- Preface
- 10 YFP SCP Indonesia
- Ecolabel and GPP Regulations
- Mechanisms of Ecolabel Implementation
- The infrastructures for Implementation
- GPP Development

## INDONESIA..., A GROWING ECONOM

#### Indonesia today ...

16th-largest economy in the world
45 million members of the consuming class

53% of the population in cities producing 74% of GDP

55 million skilled workers in the Indonesian economy

\$0.5 trillion

market opportunity in consumer services, agriculture and fisheries, resources, and education



7th-largest economy in the world

135 million members of the consuming class

71% of the population in cities producing 86% of GDP

113 million skilled workers needed

\$1.8 trillion

market opportunity in consumer services, agriculture and fisheries, resources, and education

## What we want: Our Vision.....



Improvement of living quality of the people and a clean and healthy environment

## 10 YFP SCP INDONESIA

- 10YFP SCP Indonesia launched by H.E Minister Balthasar Kambuaya, Minister of Environment on 5 June 2013
- Cross cutting programs performed by related Ministries and institutions

### 10 Y SCP INDONESIA TARGETS

- □ Phase 1 (2013-2015) Implementation Plan of SCP; "Quick Wins" through the Thematic Program: "Green Building", "Green Public Procurement", "Green Industry", "Green Tourism";
- Green Public Procurement can be one of the important policy instrument in the development of green markets worldwide

#### **10 Y SCP INDONESIA TARGETS**

**Target 1** 

Target 2

Target 3

Inclusion of SCP into five year plan (RPJMN 2015 – 2019) Asset
Development
&
Management:
Development
of SCP
Resource Pool
Indonesia

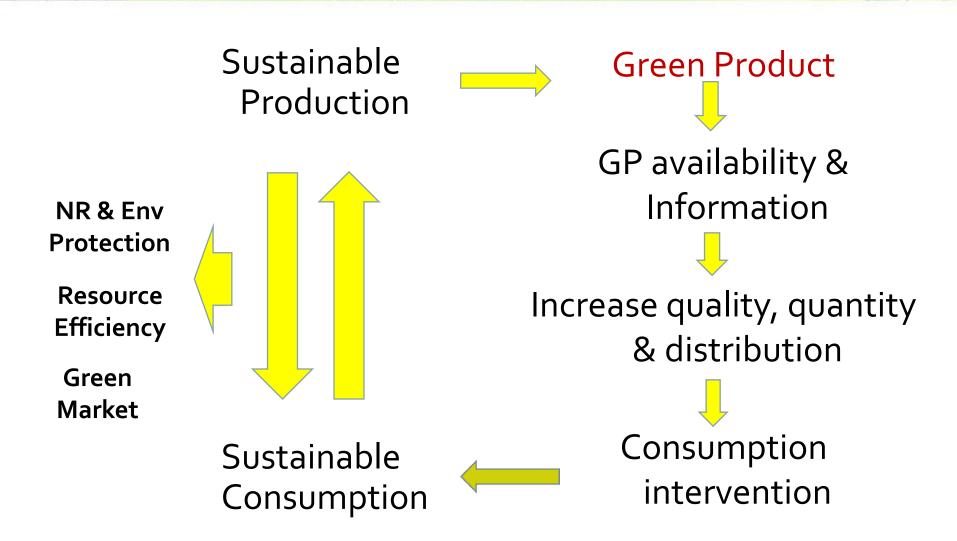
Quick wins GPP Green Building

Green Industry
Green Tourism

### 10 YSCP INDONESIA

- Phase 1 (2013-2015) Implementation Plan of SCP; "Quick Wins" through the Thematic Program: "Green Building", "Green Public Procurement", "Green Industry", "Green Tourism";
- Green Public Procurement can be one of the important policy instrument in the development of green markets worldwide

### INDONESIA SCP STRATEGY



#### **ECOLABEL AND GPP REGULATION**

- ☐ The mandate of the Law 32/2009 Environmental Protection & Management requires:
  - •Article 43 paragraph (3) a: Government and Local Government to develop and implement Economic Instrument of Environment; "incentives/ disincentives in the form of environmentally friendly procurement of goods and services
  - ■Article 43 paragraph (3) g: Procurement which provides the preference/priority on the goods and Services which labeled environmentally friendly (labelling system);
- ☐ Presidential Decree No. 54 Year 2010 has addressed Environmentally Friendly Concept in G and S procurement; Article 105
- ☐ Minister of Environment Decree No. o2 Year 2014 has addressed Inclusion of Ecolabel Logo/Label for environmentally friendly/ green product

## The Objectives

- Materialize synergy of negative impact control to environment of product life cycle
- Encourage demand and supply of environmentally friendly products
- To stimulate businesses and industries to deliver environmentally friendly products, which include any goods or services
- To help consumers/ members of society identify and select environmentally friendly products

#### References

- The Standard of ISO 14020 General Principles of Environmental labels and declarations, and ISO 14024 Guideline of Ecolabel Type I
  - The Standard of ISO 14021: Environmental Label and Declarationsself Declared Environmental Claims (Type II Environmental Labelling)

### **ECOLABEL TYPE**

- Ecolabel Type I is based on multi criteria agreed by the stakeholders, certified by the third party programme that award as license which authorizes, the environmental labels on products/ packaging
- Ecolabel Type II is based on claims of producers and retailers, verified by third party
- The implementation of ecolabel is proactive and voluntarily in nature

## INDONESIAN ECOLABEL LOGO



## Ramah Lingkungan

#### The Meaning of the logo

The basic form of balance is taken from the philosophical symbol of the East Asian nations (Yin Yang) as universal symbol. The picture of leaves that represent the symbol of environment engraved touching but without crossing each other to illustrate harmony.

The colors of dark green and light green is taken from the color of leaves that represent the elements of environment. The colors are selected to yield a harmonious color composition, far from contrasting or opposing elements.

# REFERENCE FOR CRITERIA FORMULATION

- ISO 14024 Environmental labels and declarations – Type I ecolabeling – Principles and Guidelines
- Current laws and regulations
- International Conventions
- Standards related to products
- Similar criteria in other ecolabel programsiah Lingkungan

# THE STRUCTURE OF ECOLABEL TYPE I CRITERIA

- The scope of product category
- Criteria & Benchmark: related to the considerations of significant environmental aspects along products' life cycle

## Ramah Lingkungan

# THE STRUCTURE OF ECOLABEL TYPE I CRITERIA continued.....

- > Prerequisites:
  - a. Compliance with environmental legal requirements
  - b. Implementation of Environmental Management System
  - c. Fulfillment of quality standard and or implementation of Quality Management System
  - d. Environmentally friendly product packaging
- > Examination method/ verification measures

#### TYPE I ECOLABEL CRITERIA

- 1. Un-coating printing paper
- 2. sanitary tissue paper
- 3. wrapping paper
- 4. Detergent powder for domestic laundry
- 5. Leather
- 6. Leather casual shoes
- 7. Textile
- 8. Dry cell
- 9. Coating paper
- 10. Water-base paint
- 11. Plastic shopping bag
- 12. Ceramics tile

#### **ECOLABEL MECHANISM**

#### Multi-criteria ecolabel

- •SNI Ecolabel criteria formulated in KLHTC
- •Ecolabel Certification Body accredited by National Accreditation Committee
- •Ecolabel certificate issuance by the LSE and registration to MoE
- •Inclusion of the Ecolabel logo by the certificate holder



#### Self-declared ecolabel

- Environmental aspects of the claim + evidence supporting the claim
- Ecolabel Verification Body registered by MoE
- The issuance and registration of self-declared eco-label recommendations to MoE
- Inclusion of the Ecolabel logo Self declared by the registration holder

#### TYPE I ECOLABEL IMPLEMENTATION

- Product category: Un-coating printing paper
- Number of products certification: 19 branded from 4 enterprises
- 2 (two) accredited ecolabel certification bodies (LSE)
  - Mutu Agung Lestari (Maleco)
  - Pulp and Paper International Certification Services (PaPICS)
- Kinds of environmental labeling product (based on self-declare)

## Type I Ecolabel Implementation

No.	PRODUK	PRODUSEN	VERIFIKASI	IDENTIFIKASI
1.	Kertas fotocopy	PT. Pindo Deli Pulp and Paper Mills II Tbk	Sertifikat ekolabel (kesesuaian dengan SNI 19-7188.1.3- 2006 Kriteria ekolabel – Bagian 1: Kategori produk kertas– Seksi 3: Kertas cetak tanpa salut)	
		PT. Riau Andalan Kertas		
		PT. Indah Kiat Pulp & Paper, Tbk		
		PT. Pabrik Kertas Tjiwi Kimia Tbk		
2.	Kertas cetak	PT. Pindo Deli Pulp and Paper Mills II Tbk		
3.	Kertas offset printing	PT. Riau Andalan Kertas		
4.	Kertas woodfree (plano)	PT. Pindo Deli Pulp and Paper Mills II Tbk		
5.	Kertas presentasi	PT. Riau Andalan Kertas		

#### THE IMPLEMENTATION OF TYPE II ECOLABEL

- 2 (two) environmental labeling product (based on self-declare) :
  - Recycled wraping paper product
  - Degradable plastic product (Resin polyethylene)
- 1 registered ecolabel verification bodies (LVE)

Pulp and Paper International Certification Services (PaPICS) with scope paper and plastic



# AMOUNT OF PUBLIC PROCUREMENT IN INDONESIA

- Worldwide 15-20% of Government expenditures
- Government budget Indonesia: 1,800 trillion
- About 540 trillion (30%) for public procurement



#### INFRASTRUCTURE FOR IMPLEMENTATION

- □ Ecolabel Multi criteria-Environment-friendly (Type I):
  - Minister of Environment Regulations (MD 02/2014)
  - 12 eco-label criteria in Indonesian National Standard and certification system accredited by KAN;
  - Indonesian Ecolabel logo
  - Indonesian Eco-label Scheme
- ☐ Verified self-declared Ecolabel (Type II):
  - Minister of Environment Regulations (MD 02/2014)
  - Guidelines for Self-declared Indonesian Ecolabel
  - Self-declared ecolabel logo
  - Self-declared ecolabel scheme
- ☐GPP criteria for products that do not yet have
- ecolabel multicriteria verification and self-declared
- (to be arranged)
- ☐ Draft regulation for GPP Technical Committe
- ☐ Related Ministries Initiatives Green Products

### ANOTHER INFRASTRUCTURES

Government	Activities	Government	Activities
Activities		Institution	
Ministry of Environment	CE SEA	Ministry of Public Works	Green Sustainable Construction
	Ramah Lingkungan		
Ministry of Forestry	Indonesian LEGAL Wood	Ministry of Tourism and Creative Economy	Green Tourism
Ministry of Energy	Tingkat Hemat  Control Production  Control Pro	National Public Procurement Agency	Sustainable Public Procurement

# GREEN LIST ESTABLISHMENT SCHEME



#### **Policy Process**

Conduct market & spending survey



Select priority product groups



Select priority attributes

#### **Technical Work**

Publish criteria and verification means



Define method for verification



Define (or revise) minimum criteria

#### **Continues Process**

Invite industry & suppliers to apply



Check applications



ОК

Reject for Improvement

Use for GPP



Publish GREEN LIST

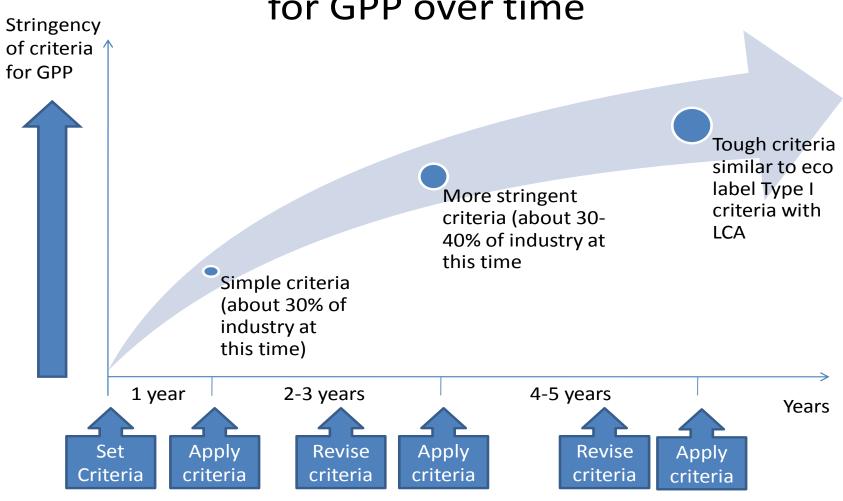


Product or service on GREEN LIST



Accept

## Setting and revising green product criteria for GPP over time



## Scheme for Green Product Specification and Verification (GPSV) for GPP

• Develop Green Product Criteria for GPP

Ш

IV

VI

Describe required means for proof of Product Conformity

 Publish Green Product Criteria and means for proof of Product Conformity for GPP

 Invite producers to propose products for Verification and collect proof provided by suppliers

 Compare products and provided proof with criteria and conduct Verification

 Prepare GREEN List of all those products that fulfil criteria for GPP

#### CONSTRAINS

- Lack of awareness both of producers and consumers
- Lack of data and information of environmental labeling products availability particularly product with self declare basis.
- Directory eco-product not available

#### CHALLENGES

- Existing ecolabel criteria (type I) can be used as one of the GPP instrument/criteria
- Encourage producers to use a type I ecolabel criteria that already exist in their product
- Accelerate the development of ecolabel criteria for type II, so it can also be used as an instrument/criteria in GPP
- Improve the initiative to develop other criteria for GPP criteria when existing inadequate and
- Integrating the various criteria that have been developed to implement GPP



#### Directorate for Standardization and Technology Ministry of Environment and Forestry

B Building 6 Floor

Jl. D.I. Panjaitan Kav. 24

Telp: 021 - 85906167

Email: susy\_nurmayanti @yahoo.co.id