

### "Crop Apartheid" or "Role Model"?

Perspectives of Bioenergy Sustainability Certification

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#### Biofuels certification under the EU RED

# Bio-Ökopoli

**EU** Biofuel certification

Legitimate & effective?

RED II & Palm Oil Ban

- EU Renewable Energy Directive (RED)
  - 10% target for biofuels to be reached in 2020
- Target is tied to (ecological) sustainability criteria
  - Compliance with these criteria can be proven via an voluntary (private) certification scheme (VCS) that is recognized by the European Commission (EC)
- A hybrid (public-private) governance system, promising legitimacy and effectiveness
- → Can it live up to this promise?
- → A 'role model' for the bioeconomy?





#### Overview of EC-recognized VCSs

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**HVO KZR** SQC **UFAS TASCC AACS** Sys-RED-ISCC Bon-**RSB** 2BSvs **RSPO** Gafta **Better** Red **RTRS** IniG Biom. Tractor tem cert sucro MSI MSI Owner Agr. Assoc. MSI Agr. MSI Firm Firm Agr. Agr. Agr. Agr. Agr. Assoc./ Agr. /MSI Ind. Ind. Ind. Ind. Ind. MSI Ind. Ind. Ind. World France S-E GB GB Re-Ger-South World Fin-Poland GB GB GB Au-World South wide wide Asia stria wide gion many Amer. land Amer. Oil-Wide Wide Wide Wide Palm Wide Wide Wide Wide Wide Wide Wide Wide Feed-Sugar Soy stock range range range range Oil seeds range range range range range range range cane range **Supply** Full France Full Full Full Full Partly Full Partly Partly Partly Partly Full Full Partly Full Chain Scope Exten-Man-Exten-Exten-Exten-Man-Exten-Man-Man-Man-Man-Man-Man-Man-Exten-Mandatory ded ded ded ded datory datory datory datory datory datory datory datory ded datory ded





#### Legitimacy of private governance

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Palm Oil Ban Conflict

- When can private (or hybrid) governance be considered democratically legitimate?
- Following a framework to evaluate democratic legitimacy of governance, legitimacy is distinguished into 3 subcategories
  - Input legitimacy
    - Participation and decision-making structure
  - Throughput legitimacy
    - Transparency, control and accountability
  - Output legitimacy
    - Effectiveness and social acceptance





#### Input legitimacy

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- De jure: what does the EC require?
  - Nothing
- De facto: what do the EC-recognized VCSs actually do beyond that?
  - Not much
  - Only 6 of 16 VCSs are multi-stakeholder schemes
    - RSB, RSPO, Bonsucro, RTRS, ISCC, Better Biomass
  - Even these MSI are mostly dominated by industry actors
  - Adequate procedures to ensure equal participation of all affected stakeholders are rarely installed





#### Throughput legitimacy

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- De jure: what does the EC require?
  - Documentation management system
  - Transparency and reporting obligations
  - Independent audits of certified firms
  - Certain skills and no conflict of interest of auditors
- De facto: what do the EC-recognized VCSs actually do beyond that?
  - Again, only MSIs go beyond EC requirements,
     e.g.
    - Mandatory local stakeholder consultation
    - Sophisticated grievance procedures





#### Output legitimacy

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- Only ecological sustainability criteria are considered under the RED
  - Only the 6 MSI go beyond these and include social criteria
- Practical implementation often deficient because of
  - Poorly specified criteria and indicators
  - Varying auditing standards
  - Varying knowledge and competence of auditors
  - Questionable financing of audits
- Seems to lead to a 'race-to-the-bottom' in the biofuels certification market
  - Biggest market shares for least ambitious (and therefore often cheapest) VCSs





# Conclusion on legitimacy and effectiveness of the EU biofuels sustainability governance system



- The promise of private-public governance is at best – partly fulfilled in EU biofuel sustainability governance
- However: biofuel Certification under the RED is a field trial and should therefore not be dismissed right away
- → Can it still be a 'role model' for the bioeconomy?





#### Excursus: RED II and conflicts over palm oil

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**RED II & Palm Oil Ban** 

- Recast of the RED (RED II) in 2018
  - Not many changes to the certification system
  - But a palm oil ban was discussed and proposed by the European Parliament
- Led to massive protest from Malaysian and Indonesian politicians, companies and citizens
  - "Crop apartheid", "colonial attitudes", etc.
- The palm oil ban was eventually removed from the final version of the RED II
  - Be it for the protests or not...





# Discussion: Sustainability certification (from the Global North) under fire

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- From the North (or the feedstock importing countries) itself
  - Being accused of serving as a fig leaf for environmental degradation and human rights violations by Civil Society Organizations
- From the South (or the feedstock producing countries)
  - Being accused of disrespecting their sovereignty and of neo-colonial behavior
  - Malaysia and Indonesia have already initiated alternative sustainability certification schemes (MSPO and ISPO)
    - With the support of the respective industries, who have partially left RSPO in this context





#### Conclusion: no 'role model' just yet...



EU Biofuel certification

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Palm Oil Ban Conflict

- The hybrid governance system of biofuel sustainability certification under the RED does not exactly live up to its promise of legitimacy and effectiveness
  - Even though it shouldn't be abandoned just yet
- Sustainability claims from the Global North are increasingly challenged by (some) countries of the Global South
  - That already begin to withdraw and develop alternative systems
- → If the hybrid governance system of biofuel sustainability certification under the RED is to be a ,role model' for the bioeconomy, aspects of democratic legitimacy have to be taken more seriously
  - → Otherwise, it's not going to work...





### Thank you for your attention!



Questions?

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