Inovação para Criação de Valor dentro de limites de Sustentabilidade

Framework the Natural Step Framework e sua aplicação em Políticas Públicas, Municipalidades e Empresas

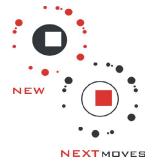
Comissão de Economia e Obras Públicas da AR



NEW NEXT FUTURES

(uma participada da New Next Moves e membro da rede the Natural Step)

Janeiro 2012





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Remembering Ray Anderson: at the forefront of sustainable business





Impact = Population x Affluence x Technology 1

From: Extractive, Linear



To: Renewable, Cyclical



In the words of Ray Anderson (2009): "Here is the business case for sustainability":

"Costs are down, not up, reflecting some 400 million dollars of avoided costs"



- "Produced and sold 85 M sq yards of climate-neutral carpet a powerful marketplace differentiator, increasing sales and profits."
- "Our people are galvanized... Leading to attracting the best people and bringing them together."
- "And the market goodwill is astonishing. No amount of advertising could have produced this..."
- "This dispels a myth too: this false choice between the environment and the economy."
- "What else is there? It is a better business model!"

"If we, a petro-intensive company, can do it, anybody can"





Achieving Mission Zero™

A promise to eliminate any negative impact Interface has on the environment by 2020.

"Climbing toward the summit of Mount Sustainability"



Source: Company website.

Note: Interface is one of the most proeminent adopters of The Natural Step framework.

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The Natural Step: origins

Late 1980s

Dr. Karl-Henrik Robèrt, a Swedish doctor and scientist:

From human cells to understanding the requirements for the continuation and wellbeing of human life.

Consensus reached across 50 scientists about what is needed to sustain the human civilization.

With the support of King of Sweden, this common vision was sent to every household and school in Sweden.



1990s

From the consensus doc, Dr. Robèrt worked out the Framework for Strategic Sustainable Development - and published "The Necessary Step" (1992).

He hired a team of advisors - The Natural Step (TNS) - to start working with Corporations and Municipalities.

Offered a chair at Chalmers University of Technology, he worked with a team to refine the Framework.

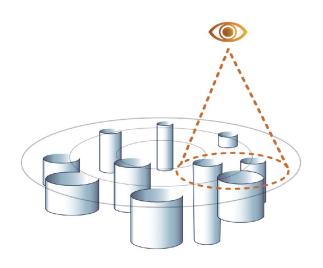
2000s

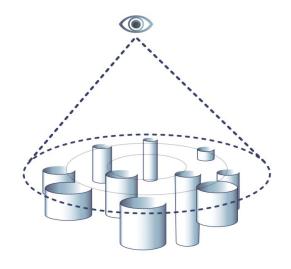
Growing cooperation between the Blekinge Institute of Technology (BTH) and the Natural Step.

At BTH a Master in Strategic Leadership towards Sustainability was created.

In May 2008, TNS, BTH and Lund University launched the Real Change Programme with universities and stakeholders worldwide.

The Natural Step Framework sheds light in a vast array of sustainability strategies and tools





A lot of concepts and tools regarding sustainability...



... needing a unifying and systemic framework

Key Questions (according to TNS)

- What is our shared definition of Sustainability and our future vision?
- What is the gap between the present situation and our future sustainability vision?
- What do we need to do to fill the gap and achieve our vison?

Sustainable Development was first officially described by the Brundtland Commission in 1987

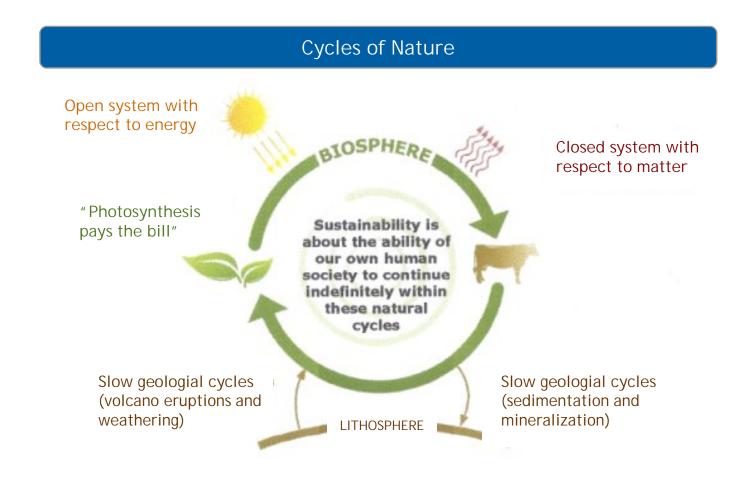


Gro Harlem Brundtland

Defining Sustainable Development

- "A development that meets the needs of the present without compromising the ability of future generations to meet their own needs."
 - World Commission on Environment and Development (WCED) 1987, Brundtland Report, "Our Common Future"

The Science underlying the Framework: the cycles of Nature



Nothing disappears

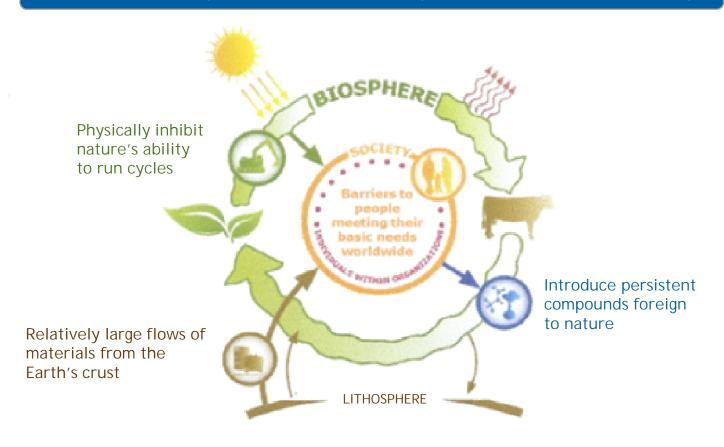
Everything spreads

Matter dispersion leads to quality reduction

Increases in material quality are produced by sun-driven processes

The Science underlying the Framework: influencing Nature's cycles

Mankind currently influences Nature's cycles in an unsustainable way



The Natural Step Framework: the Four System Conditions

TNS four System Conditions defining Sustainability

In a sustainable society, nature is not subject to systematically increasing...



... concentrations of substances extracted from the Earth's crust,



... concentrations of substances produced by society,



... degradation by physical means,

and, in that society...



... people are not subject to conditions that systematically undermine their capacity to meet their needs.

The fourth system condition within the Framework

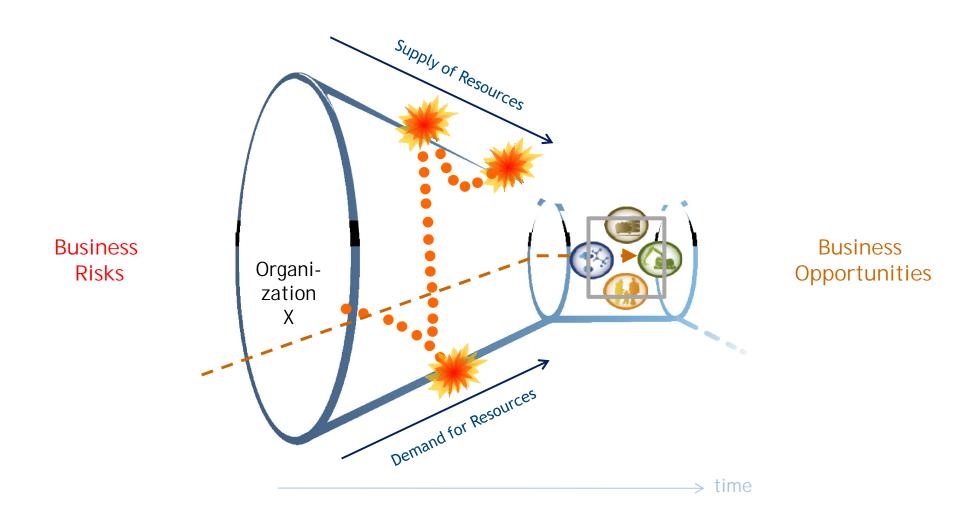
Basic Human Needs according to Manfred Max Neef



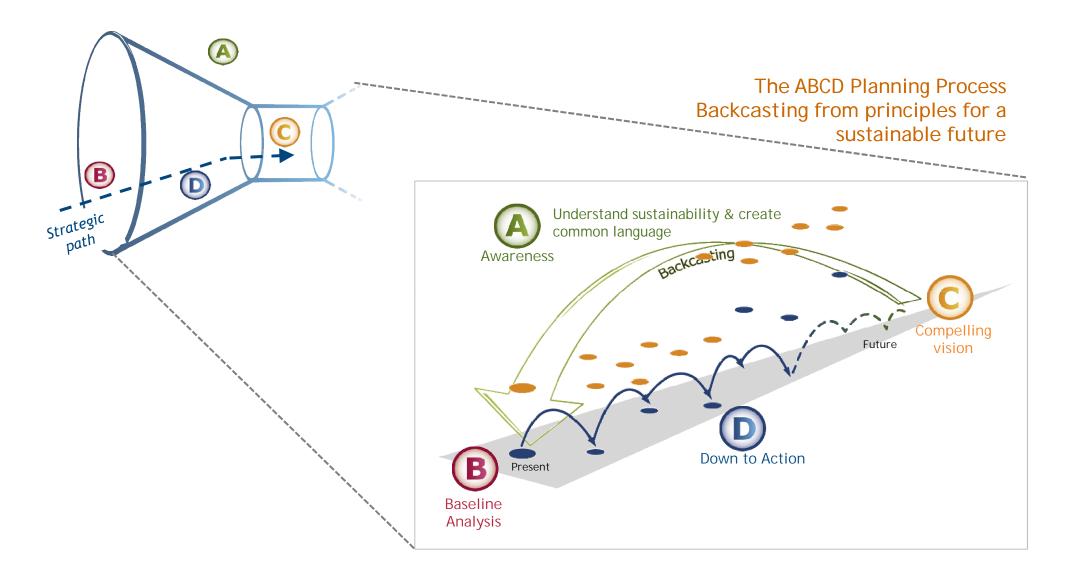


Basic human needs, all of which must be met in a sustainable society, are constant and finite, whereas the ways in which these are met are constantly changing.

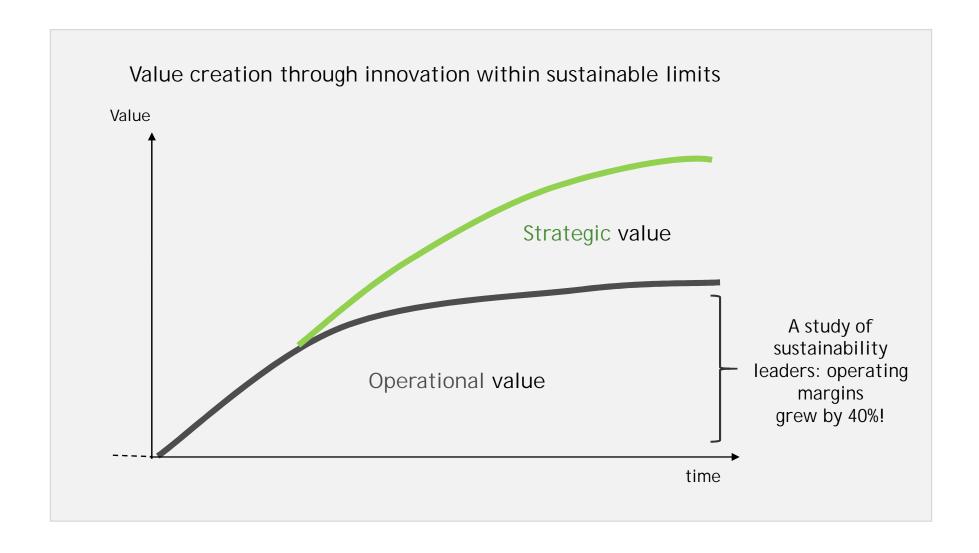
The Natural Step Framework: the Funnel metaphor



How to move towards sustainability using the Framework: the ABCD planning methodology



As an organization embarks on a journey using the Framework there is strong potential for strong value creation, both strategic and operational



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The Natural Step Framework and Network have been helping develop sustainable strategies in leading institutions worldwide

Public Administration Commercial Administration National level Governments & Other **Industries** Institutions Local level Municipalities & Regional bodies Corporations

The Natural Step: more than 20 years of work with leading corporations































































SHIFT the future











Who are the Sustainability leaders? - A survey in the MIT Sloan Mananagement Review



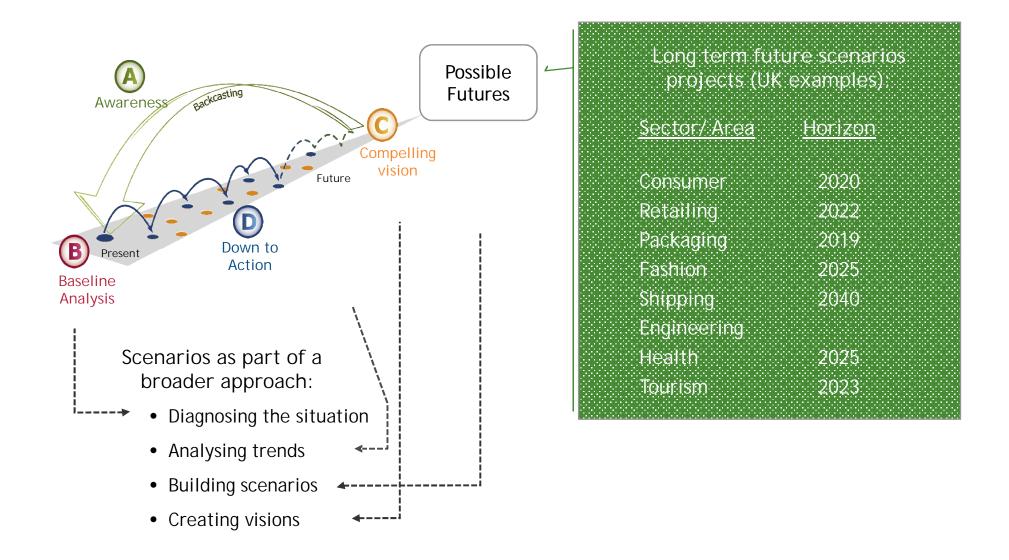
^{1 - &}quot;Sustainability: The 'Embracers' seize advantage", MIT Sloan Management Review.

The Natural Step Framework and Network have been helping develop sustainable strategies in leading institutions worldwide

Industries National level Governments & Other Institutions Local level Municipalities & Corporations Regional bodies Public Administration Commercial Administration

Developing future scenarios - an important input to create sustainable visions

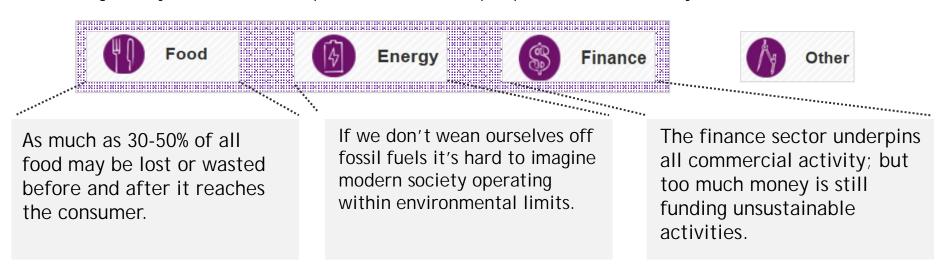




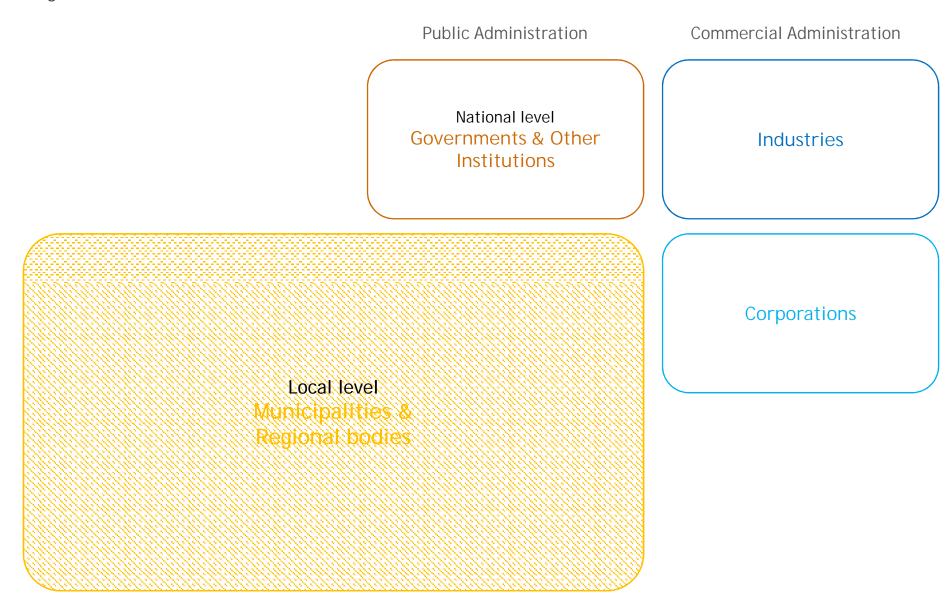


Inducing significant transformation based on three industry sectors

"three global systems which underpin our lives and the prospects for sustainability"



The Natural Step Framework and Network have been helping develop sustainable strategies in leading institutions worldwide



Evolution of eco-Municipalities in Sweden



1st Generation	2 nd Generation	3 rd Generation	4 th Generation	5 th Generation
1983 - 1986	1990 - 1992	1993 - 1998	1995	2000
 Suomussalmi (Finland) and Övertorneå (Sweden) became the 1st eco- municipalities Both struggled with serious economic and social depression Both Integrated ecological, social and economic action to shape their future. 	 14 more towns picked up the idea Orsa conference: the 16 agreed to: i. a common vision-led development strategy aiming at sustainability objectives was agreed upon; ii. develop a 3 year action program The work of these municipalities was presented at the 92 World Conference in Rio de Janeiro and helped shape the Agenda 21 guide. 	 A total of 55 cities and towns adopted the ecomunicipality concept Several municipalities applied for joint funding for sustainable development projects in trade, industry, housing and building All adopted the Natural Step framework. 	 SeKom, the national association of ecomunicipalities in Sweden, was created It helped develop municipal strategies and established a technical assistance centre for projects Through SeKom, Swedish ecomunicipalities made connections with sister communities in Estonia - in 2004, 20 of those had adopted the ecomunicipality concept Norway and Denmark also began ecomunicipality journeys 	approach to integrating sustainable practices through municipal governments and larger communities • Sundsvall and Robertsfors as two municipalities engaging on the system's approach • Learning curve allows to streamline the change process and reduce the

The Natural Step network - more than 20 years with municipalities



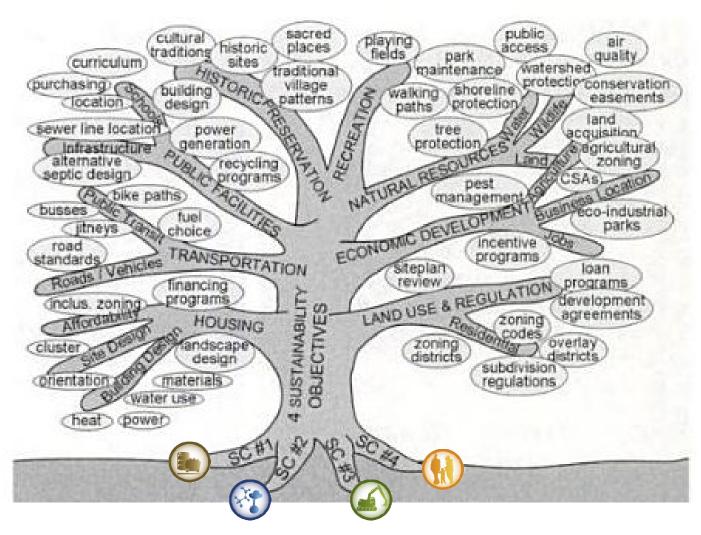


UK (Forum for the Future):
London - 10 yr sustainable work, Green Olympics
Bristol - long term sustainable planning
UK's city sustainability index



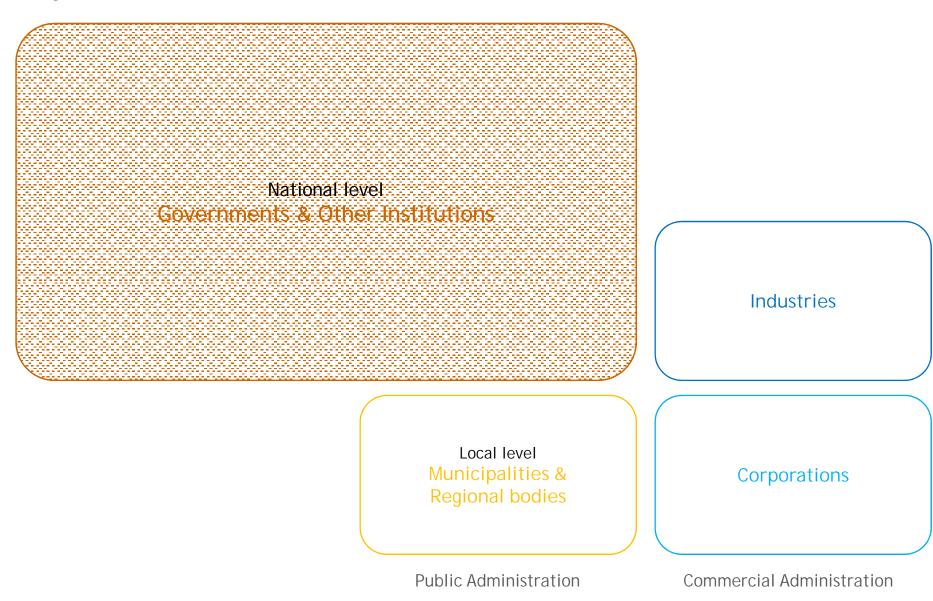
The municipal system "tree" as a metaphor





Vision of a Sustainable Community

The Natural Step Framework and Network have been helping develop sustainable strategies in leading institutions worldwide



The Natural Step Framework and Network as a source of inspiration and a driver for important moves toward sustainable development strategies in the public sector in Europe



UK

Sustainable development in public policy inspired by The Natural Step

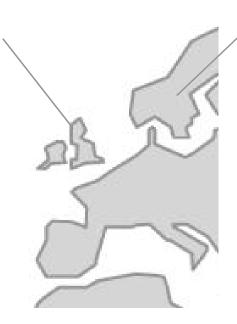


Sweden

Jonathon Porrit, Forum for the Future's founder, took the TNS framework to the UK.

He led the Sustain. Develop. Commission, an independent body reporting to the PM - work considered a world best practice.

Work is migrating to be embedded into all UK Gov's organizations and policies.



Karl-Henrik Robèrt, with the support of the scientific community, the king and large companies in Sweden, was able to induce an enormous mobilization of all the country.

The Natural Step framework became a source of inspiration of politicians and public sector officers, including MPs.

The Natural Step started the Swedish Youth Parliament for Sustainability in 1989 - for students' education purposes.





"Sustainable Sweden": The Government's Strategy in 1997-8

- "Sweden to act as a pioneer by demonstrating that ecological sustainability can be achieved by methods and measures that also strengthen the economy and increase employment, develop industry and the infrastructure, as well as improve the welfare of the population."
- Measures in most policy areas and allocation of funds to support local implementation programs.
- "The key to success is broad participation by all sectors of the community: the public sector, industry and business, organizations and individual citizens."
- Three primary objectives:

Protection of the environment

Efficient use of resources

Sustainable supplies of natural resources





"Sustainable Sweden": The Government's Strategy revision in 2002-03

- Drawn up in co-operation with the Left Party, the strategy is based on three key premises:
 - Sustainable development in Sweden can only be achieved with global and regional cooperation.
 - Sustainable development policies and measures must be mainstreamed, i.e. integrated into all areas.
 - Further action at national level will be needed to ensure long-term protection of critical resources.
- During its term of office (2002-2006) the government promised to focus on four key areas:

Environmentally driven growth and welfare

Good health (the most vital future's resource)

Policies for sustainable community planning

Child and youth policy (for an ageing society)

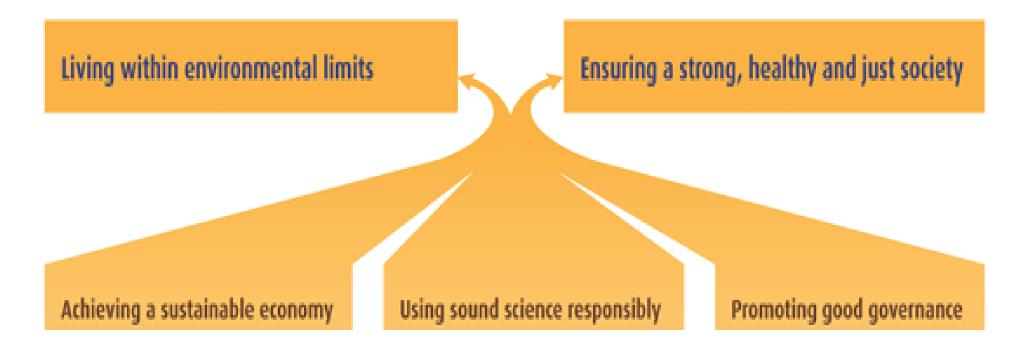
 The task of implementing Sustainable Sweden's strategy is the responsibility of the Government as a whole. It has set up a special body in the PM's Office, a Co-ordination Unit for Sustainable Development.

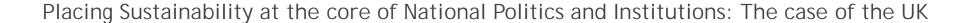


Placing Sustainability at the core of National Politics and Institutions: The case of the UK

The UK Government published 'Five Principles of Sustainable Development'

"In order for the UK to become more sustainable, it is important to have an agreed set of principles that can be used as a basis for co-ordinated national policies, strategies and action plans."







The UK's business case for Sustainable Development

A sustainable development approach will yield:

- reduced risks to organisations,
- enhanced resilience and responsiveness to economic
- and environmental shocks, cost savings and efficiencies,
- enhanced wellbeing of the workforce and,
- a more positive environmental impact of the organisation itself.





Bodies involved

Highlighting the importance of cooperation and participation, the Government has invited several bodies to make their own contributions to the National Sustainability Strategy

> German Council for Sustainable Development - created in 2001

Parliamentary Advisory Council on Sustainable Development - since 2006,

Federal states

Leading associations of local authorities

State Secretary Committee for Sustainable Development Germany's National Sustainability Strategy

Priority fields of action

The German government has drawn up a list of priority fields of action:

- 1. Energy/climate
- 2. Environmentally-friendly mobility
- 3. Healthy production and nutrition
- 4. Shaping demographic change
- 5. Innovation
- 6. Reducing land use, conserving open spaces
- 7. Accepting global responsibility

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An address from Sweden for the AR's Economy and Public Works Commission in Portugal

David Cook

Based in Stockholm, he is an Exec Ambassador of The Natural Step Intl

Until 2009, he was the Chief Executive of The Natural Step International...

... where he advised companies like Dow, Nike, Skanska, Scandic as well as Communities and Public agencies

Before, David was Chief Executive of a public/private partnership which planned, funded and built a new university in the UK. The project won a national award.

In 1997, David established The Natural Step in the UK through Forum for the Future, and focused primarily on working with big corporations.

David is a Fellow of the Royal Society of Arts and the author of The Natural Step - Towards a Sustainable Society.

He is currently a member of the World Economic Forum Global Advisory Council and the Sustainability External Advisory Committee of the Dow Chemical company.



The Sustainable development imperative

Sustainable Development From To (Traditional approach) (System's approach) Sustainability agenda with some relevance • Sustainability agenda is a key part of strategy • Led by a middle manager Led by a top executive Organization with limited knowledge of action Organization fully committed/ involved A chinese menu of initiatives Initiatives articulated towards a common goal Seen as a cost required to achieve compliance • A business case is required to shows a net benefit Long term Innovation Leadership perpective

Moving beyond compliance to create value within sustainable limits

Taking an industry leadership role in pushing the SD agenda

Leadership

Integrating SD at the core, in the organizational vision, strategy, operations and culture

Integration

Doing a bit more than regulatory requirements

Compliance +

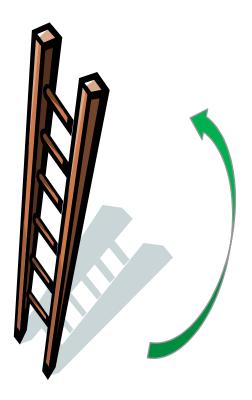
Doing just what's needed

(legally)

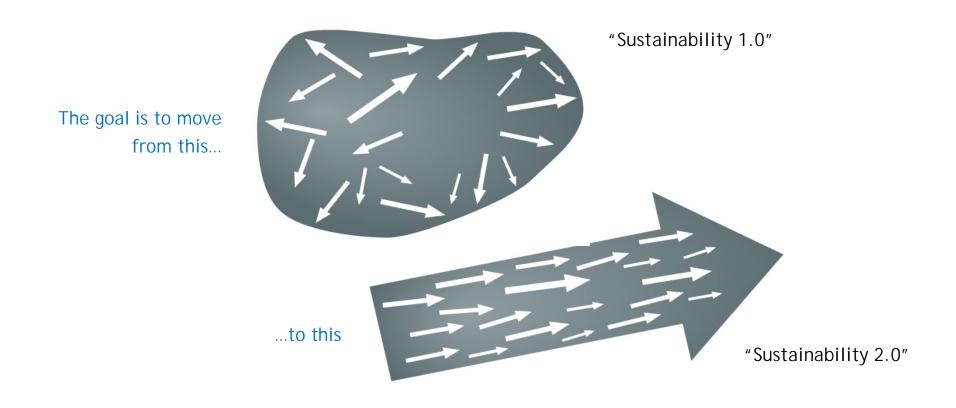
Compliance

Refusing to accept

reality • Denial



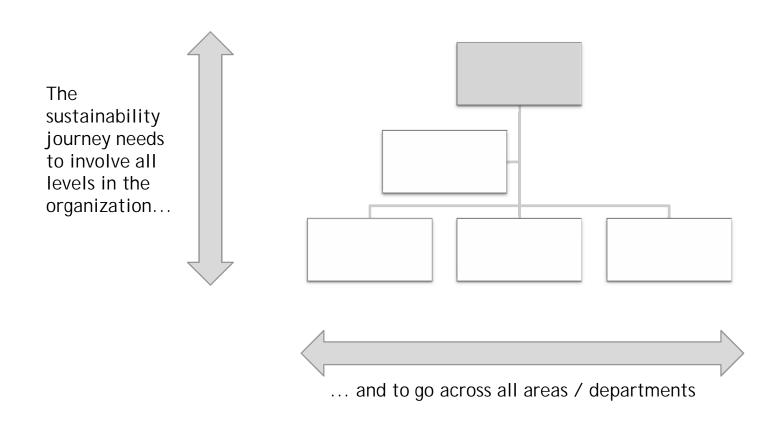
How to create value within sustainable limits: the need for a compass towards a vision



...with a shared vision

A vision without actions is a dream, actions without a vision is wasting time

Sustainability as a Journey requires mobilizing the entire Organization



Sustainability can be a powerful tool to handle the present crisis

"Sustainability is being embraced by companies as a way to survive during the recession and to be positioned strategically in the new economy afterwards."

Bob Willard, author, "The Sustainability Advantage"

"Unless we put the imperative of living within our means (...) absolutely at the heart of everything we do to dig ourselves out of this recession, then any economic reprieve that we enjoy at the end of that time will be as bittersweet as it will be short-lived."

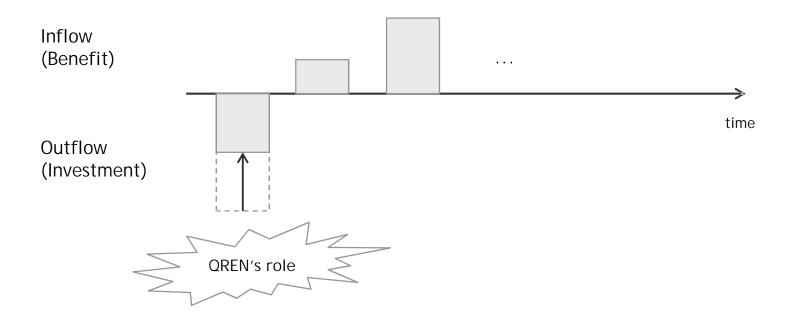
Jonathon Porritt, co-founder of Forum for the Future

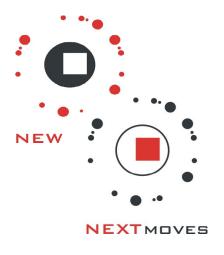
"We cannot solve our problems with the same thinking we used when we created them." Albert Finstein

The move of Sweden towards sustainable development was initiated 20 years ago in a time when the company faced deep economic and financial crisis

EU funds available to the Portuguese economy may constitute important enablers for organizations to embark in a sustainability journey

Business case for Sustainability initiative x





NEW NEXT FUTURES



Sustainability at the heart of corporations' and municipalities' strategies and operations