INTERROGATING SOCIAL SUSTAINABILITY IN THE BIOFUELS SECTOR IN LATIN AMERICA: GLOBAL STANDARDS AND LOCAL EXPERIENCES IN BRAZIL AND COLOMBIA





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Interrogating Social Sustainability in the Biofuels Sector in Latin America: Global Standards and Local Experiences in Mexico, Brazil and Colombia

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Presentation Outline

- 1. Background- Emergence of Biofuels
- 2. Environmental and Social Sustainability
- 3. Sugarcane and Palm Production in Colombia
- 4. Palm Oil Production in Brazil
- 5. Challenges for Sustainability/ Governance Tools
- 6. Conclusions



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Biofuels: A Win-Win Approach That Can Serve the Poor

Peter Hazell and Joachim von Braun

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Background

Dramatic growth in biofuel production around the world -2000s

- Key role of governments (mandates for production and use)
- EU 2009 Renewable Energy Directive (RED)
 - Interest in importing biofuels from Latin America
- US 2008 Renewable Fuels Standard (RFS2)
- Expansion of Multi Stakeholder Initiatives (MSI) to certify environmental and social sustainability
 - MSI composed of non state, corporate and NGO actors; legitimacy through broad stakeholder participation

 Examples: Bonsucro, Roundtable Sustainable Bioenergy (RSB), Roundtable Sustainable Palm (RSP), Roundtable Responsible Soy (RTRS)

Background

- MSI certification and standards are necessary for imports to the EU
- Standards emphasize environmental requirements:
 - reduction of GHG emissions
 - biofuels production does not occur on lands with high biodiversity or conservation areas
- Standards have fewer social requirements
 - Should ensure that labor and land tenure laws, human rights are respected
 - Should improve livelihoods for local communities

Research Objectives

Multi-site comparative research interrogates:

How are global standards translated into local places?

(Silva-Castenada, 2012; Selfa, Bain and Moreno, 2014; Kohne, 2014; Klooster, 2011; German et al 2011; Bailis and Baka, 2011; Elgert, 2012)

How can we enact and measure social sustainability, i.e. livelihoods and resilience?
 (Hunsberger, et al. 2013; Stattman and Mol, 2013; Wilkinson and Herrera, 2013)

Palm oil in the World



Source: FAO 2012 - http://faostat.fao.org

Colombia Case



- Colombia is one of larger biofuel producers in Latin America (both sugarcane ethanol and palm oil)
 President Uribe (2002-10) established biofuel production and use mandates; they not yet been met
 Major strategy for rural development, context of armed conflict
 - Goal to become exporter of biofuels
- Long history of entrenched unequal land distribution patterns
- Expansion area into Los Llanos



Colombia Los Llanos Region

Colombia Case: Los Llanos

- History of being a frontier, outside of government control
- Armed conflict and paramilitary groups
- Government and biofuel companies describe it as a region that lacks forests or reserve areas, with 'underutilized lands' that have been inefficiently used for cattle ranching
 Framed as 'Ideal' for biofuels because not
 - there are no food crops

Colombia Case: Challenges

- Environmental groups contend the region contains a variety of ecosystems and cultural groups that have become invisible in push for biofuel expansion.
- Cultural diversity represented in an indigenous population estimated at 57,000
- Land grabbing by Colombian and foreign companies for palm oil production
- Easy to accomplish these grabs because of lack of state control, regulation and no rule of law

Colombia Case: Los LLanos



Territory includes tropical savannahs, wetlands, tropical forests and mountain ecosystems.

Colombia Case: Social Sustainability Challenges?

- Palm producers in Los Llanos are getting certification for Roundtable on Sustainable Palm (RSPO)
 - RSPO requires that land tenure, labor and human rights laws are respected and no conservation or high biodiversity areas are used for palm production
- In Colombia, palm companies are more concerned about gaining RSPO certification to access EU markets than they are about local sustainability
- Colombian state is ineffective at regulating companies to ensure they are adhering to sustainbility (local and global)

Brazil Case: Palm Oil and Social Inclusion





Brazil

- Long history of Sugarcane Ethanol production (1970s), second largest ethanol producer in the world
 - Brazil was criticized for labor and environmental conditions (i.e. burning) associated with sugarcane for ethanol
- In 2004, National Program of Biodiesel Use and Production (PNPB) was launched, with the goal to expand biodiesel production and increase its share in the Brazilian energy matrix.
- PNPB promotes social inclusion by targeting crops grown by small farmers for biodiesel (castor, palm oil)

Brazil

- 2010, Brazil launched the National Program of Sustainable Palm Oil Production (PSOP) to expand palm oil through more socially and environmentally sustainable production.
- Palm oil has high labor needs, and is targeted for production on 'degraded' pasture lands identified by zoning
- Para, Amazon has 86% of national palm production
- Big companies (Vale mining, Petrobras, ADM) buying or renting land for palm production

Palm Oil in Brazil

Area harvested (ha) of palm oil in Brazil and World



Source: FAO 2012 - http://faostat.fao.org

Agro-ecological zoning



Pará State: Main production region





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Source: PAM/IBGE 2011

Brazil Challenges

- Social Fuel Seal (SFS) given to companies who purchase diesel from small farmers (castor and palm oil)
 - Challenges in past have been lack of production capacity by small farmers to produce enough oil to blend with diesel, so soybean oil is used instead
- Reinforces advantages of large soya producers

Brazil Challenges to Palm Expansion in Para

- Land use changes to palm monocultures
- Food security issues as small farmers lack subsistence food production and rely on income from palm to buy food
- Some small farmers abandon or sell land leading to greater land concentration
- Traditional communities (quilombolos and others) who do not want to participate in palm production face disruption of the livelihoods

Brazil



Field site locations in Para

Pilot Interviews

4 municipalities

 Moju, Acará, Concórdia do Pará and Tomé-Açu

23 families
interviewed
15 with palm oil
8 with other crops

First contact with biodiesel companies

- Belém Bioenergia (Galp and Petrobras)
- Biopalma (Vale)
- Dendetauá





Brazil Social Sustainability Challenges?

- Social Fuel Seal that was focused on 'social inclusion' of smaller farmers in the palm sector is not working as intended yet
- Resistance from traditional communities to palm
- Community concerns about impacts of pesticides on local water resources
- Jobs are created, unclear about future financial viability



Summary

- Governments throughout the Americas have incentivized biofuel production but have done less to manage social and environmental impacts
- 'Land grabbing' by national and foreign companies was justified by framing lands as 'marginal' 'abandoned', 'degraded', 'empty, 'underutilized', or 'inefficient
- Land use changes directly or indirectly impact the sustainable livelihoods of local peoples as access to land and natural resources was restricted
- Biofuels are not an overwhelming "win-win" for rural communities, though they may be for some (large) producers.

Conclusions:

Social and Environmental Sustainability of Biofuels?

- Governance tools like standards and certifications (RSPO, RSB, Bonsucro, and SFS) are imperfect
- Certifications are premised on compliance with global standard but often ignore local social and environmental conditions
- Need for developing robust policy and governance tools, such as MSIs, that can protect and enhance rural livelihoods
- Regardless of policy/governance instrument, need for incorporating local stakeholders into analysis, design and implementation of bioenergy projects

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