

# The Federal Ministry's Plans for the Textile Industry

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**1 QUICK CHECK:** Systain Consulting GmbH

2 **QUICK CHECK:** The Textiles Partnership

**3 PLAN OF ACTION:** From 1.0 to 2.0

4 CURRENT STATUS QUO: Working Groups and Steering Committee

**5 OUTLOOK:** The Future Role of the Textiles Partnership





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Where are the hot spots? – Major environmental and social impacts are located in the supply chain





### Systain is headquartered in Germany, operates four international offices and has an extensive global partner network





References:



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#### SYSTAIN CONSULTING GMBH

### Systain is the expert for global and complex challenges in the fields of social responsibility and environmental matters





Sustainability Strategy



Sustainable Supply Chains



Social & Eco Footprinting



Social Compliance



Assurance & Verification



**Capacity Building** 





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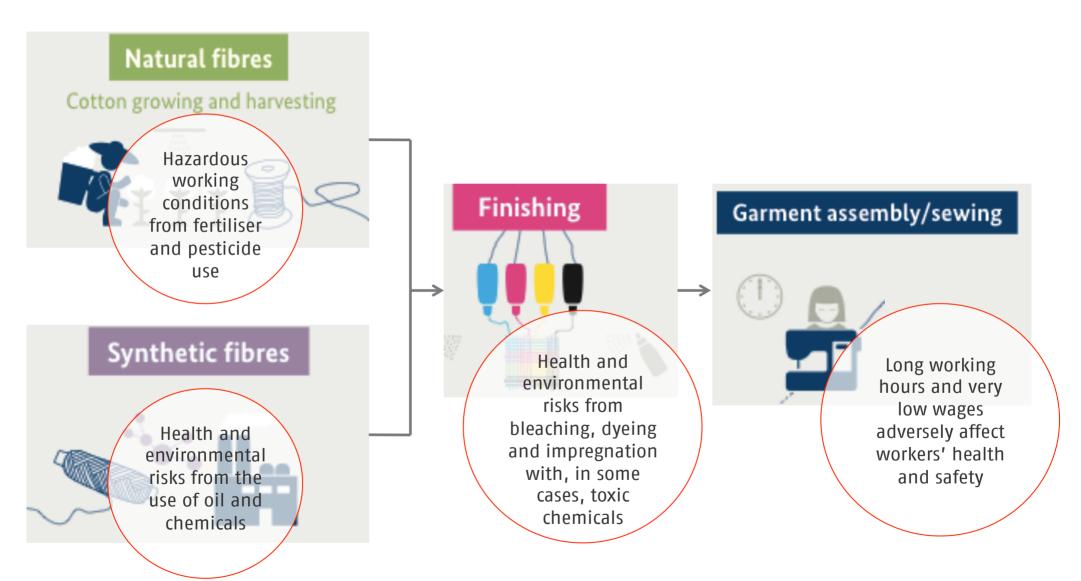
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### There are many challenges in the textiles industry – some examples





# The ,Partnership for Sustainable Textiles' aims to improve sustainability in the textile supply chains



#### FACT SHEET

- Initiated by Dr. Gerd Müller, Federal Minister for Economic Cooperation and Development in October 2014
- The multi-stakeholder initiative aims to achieve sustainable improvements in the garment industry
- Currently 164 members
- Key topics are
  - **1 ENVIRONMENTAL** (e.g. chemical safety, protection of soil and biodiversity)
  - 2 **SOCIAL** (e.g. living wages, social security, prohibition of forced- and child labour)
  - **3 ECONOMIC** (e.g. corruption, purchasing practices)



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### Since its beginning the Textile Partnership is of high public and political interest





# Initiatives on European level: The DK/NL/UK Plans of Action vary widely in scope and in the approach taken









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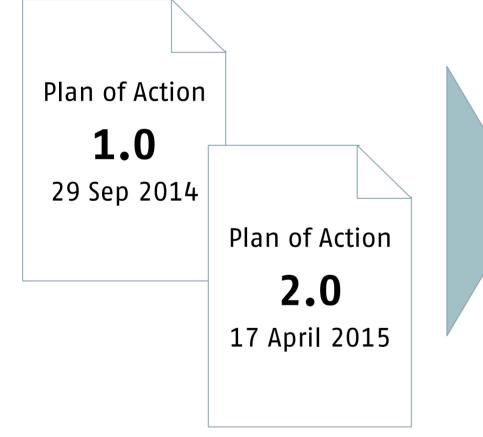
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The Plan of Action

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The Plan of Action defines **binding standards** for the production and processing of raw materials in the textiles and garment industry. In April 2015 the steering committee and the textile industry agreed on a joint action plan 2.0 as foundation for a broad-based support



#### Sustainable textiles

### Basis now in place for broad-based participation by the private sector in Textiles Partnership



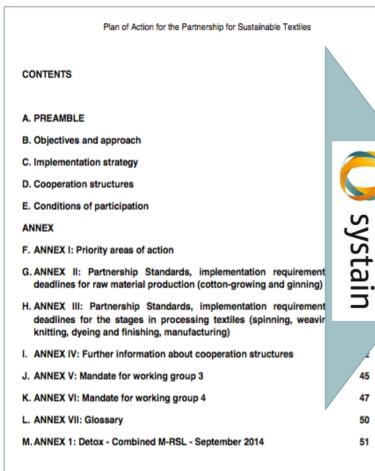
22.04.2015 | Berlin – The steering committee of the Partnership for Sustainable Textiles, the German Development Ministry and the textile industry have put in

### BMZ press service

### Getting from 1.0 to 2.0 was a long and intense process



#### PLAN OF ACTION 1.0



#### **IDENTIFIED ENTRY BARRIERS**

**1) COMMITMENT** Risks resulting from the binding nature of the Plan of Action

### **2) CLARIFICATION** A lack of clarity with regard to certain demands and concepts

### 3) PARTNERSHIP SPIRIT

A lack of "partnership spirit" with regard to responsibilities

#### 4) UNFAIR COMPETITION

Unfair competition due to unequal market conditions

### 5) ENVIRONMENTAL DEMANDS

Technically inaccurate environmental demands

# Certain workshops took place before the negotiations with the former interim steering committee started



#### January – March 2015

Preliminary analysis of the Plan of Action 1.0 identifying the **major entry points**, explaining the pinpointed entry points + first outline of possible solutions

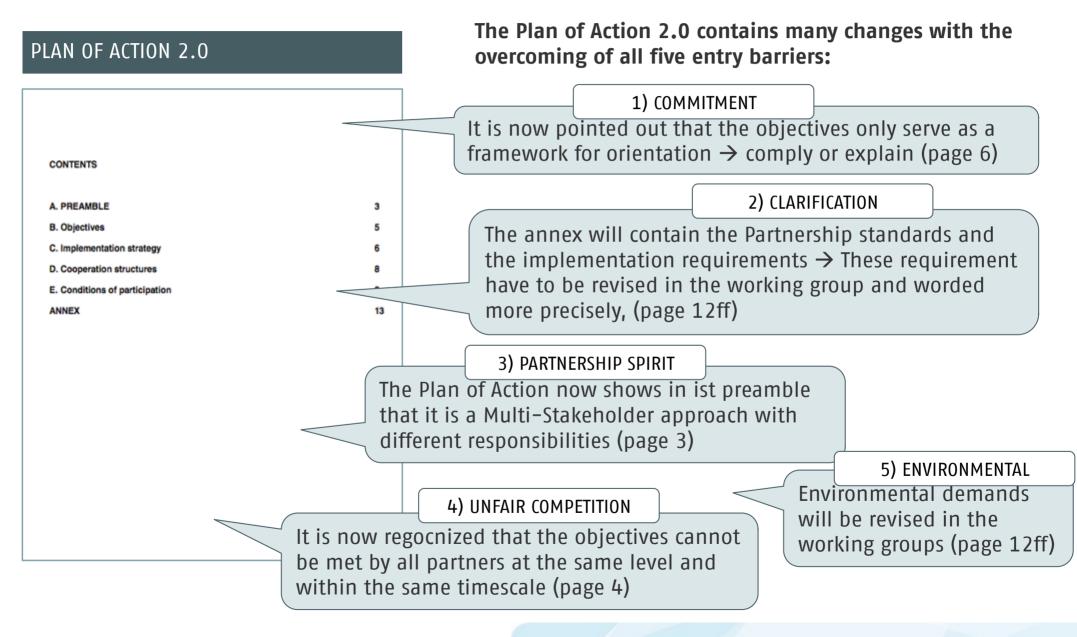
Several workshops with core working group



### April 2015 Negotiations between the former interim steering committee, business federations and certain companies started. Negotiations ended end of April 2015 with an Plan of Action 2.0 Federal Ministry for Economic Cooperation HDE DGB hessnatu otto group Gesamtverband textil+mode kik Clean Clothes Campaign VAUDE

### In April 2015 the "new" Plan of Action 2.0 was published









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### Governance: Steering Committee

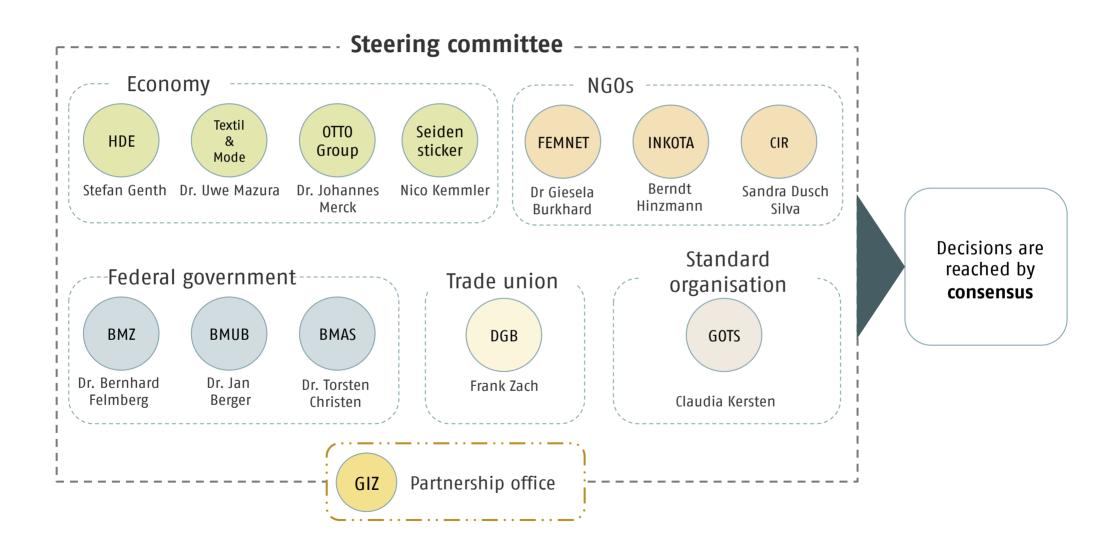


A Steering Committee that represents the various stakeholders via member groups is responsible for strategic steering and development of the Partnership.



### The new steering committee has 12 members and reaches decisions in consensus





### Content: Working groups



Time-limited expert groups that work on thematic or regional issues and report back to the Steering Committee and the Partnership Secretariat.

### 1) Chemical management

2) Living wage & Social standards

3) Review process

WORKING GROUPS

- 4) Implementation & Internationalization
- 5) Natural fibres, in particular cotton

### 6) Communication

#### Members:

- Members of the Textiles Partnership with special expertise or external experts
- The Steering Committee nominates the members of each working group, considering a balanced mix of all stakeholder groups

### Way of working:

- The working group develops decision papers for the Steering Committee
- The mandate ends 31.08 or 01.10.2016





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# Now the Textile Partnership seems to have arrived in the industry



One year after the start of the German Textiles Partnership....

.... the main entry barriers have been eliminated

.... the Group of Seven (G7) is seeing a good example in the Textiles Partnership to set social and ecological standards worldwide

### The main goals of the Partnership for Sustainable Textiles over the next 12–18 months



"First, we want tangibly improve both the situation of the textile workers and the environmental situation in the producer countries. Secondly, we want to ensure that, in the future, consumers can make an informed decision about buying sustainably made clothing.

It is up to the Textiles Partnership to make practical proposals on how to achieve this."

#### Two minutes with... Dr Gerd Müller,

Federal Minister for Economic Cooperation and Development, Germany



"What we want to achieve is that textiles are produced in **decent conditions.** The Partnership for Sustainable Textiles is looking at the **textiles industry all around the world.** 

We can only change the market if we all pull together – meaning governments, businesses and their associations, trade unions, NGOs and every individual consumer" "There are numerous recognised **sustainability standards**, such as the ILO's core labour standards, the FWF or GOTS. We in the Textiles Partnership want to reward such committment." Source: Ecotextile, Nr. 69, Page 26/27 A sustainable production of textiles will become more important in future – with or without the Partnership of Sustainable Textiles

### OUTLOOK

- The 'Partnership for Sustainable Textiles' will probably not achieve a massive progress within 2015 due to the recent start of the working groups
- But the ,Partnership of Sustainable Textiles' puts "Sustainability" on top of the agenda. Due to ....
  - rising stakeholder pressure
  - rising regulatory requirements

... the importance to ensure an improved sustainability in its textile supply chains has strongly increased

Sustainability in the textile sector has gained political importance!





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