

Meeting of the Terpercaya Working Group

Minutes of Meeting

Day/date:	Thursday September 15, 2022
Time:	16:00 – 18:00 Jakarta time
Venue:	Pullman Hotel, Jakarta
Moderator:	Pak Rully Amrullah (EFI)
Participants:	See Annex 1

Agenda

1. Welcome remarks and KAMI/Terpercaya update
2. Update on recent activities
 - a. LPEM UI
 - b. Surveyor Indonesia
 - c. Javlec
3. Discussion
4. Closing

1 Welcome remarks and KAMI/Terpercaya update

Rully Amrullah from EFI served as the meeting moderator and started by thanking everyone for coming. He delivered a presentation on KAMI/Terpercaya updates and introduced the three new Terpercaya partners (Institute for Economic and Social Research, Faculty of Economics and Business, University of Indonesia (LPEM FEB UI), Javlec, and PT Surveyor Indonesia) who will conduct activities to support Terpercaya/KAMI.

In terms of the Terpercaya Data Platform, Rully explained in his presentation that data associated with 6 out of the 23 indicators is ready and has been uploaded to the data platform. Bappenas has sent letters to relevant Ministries/Agencies to help complete the data for the remaining indicators. A Bappenas taskforce will be established to help facilitate the data sharing process and to further develop the platform, which will be handled by PT Surveyor Indonesia moving forward. The platform will be hosted on Bappenas' Pusdatin server.

Rully explained that Bappenas has been preparing a draft ministerial decree to help mainstream Terpercaya across ministries/agencies and across subnational jurisdictions.

Rully explained the plan for launching the Terpercaya Initiative at a G20-related event in Bali in November, which will be supported by many stakeholders involved in the Terpercaya Working Group. For example, LTKL is coordinating with the Ministry of Investment/BKPM, which will oversee several relevant G20 activities. USAID SEGAR is also preparing a virtual tour of participating districts. Further, as part of the launching, there will also be a declaration signed by ministries/agencies, local governments, and EFI on support for Terpercaya.

Rully shared information about the plan for a study visit to Europe bringing representatives from the Indonesian government and CSOs to meet with EU based stakeholders. Pak Anang will provide a suggestion on the potential timing for this visit soon.

2 Update on recent activities

Jeremy Broadhead (KAMI project manager) thanked everyone for coming and for the continued support and interest and provided a brief update on recent activities including the KAMI Advisory Committee meeting in Malaysia and a meeting with Pak Anang, as well as recent contracts launched with LPEM FEB UI, Javlec, and PT Surveyor Indonesia and planned work on independent monitoring and verification options. The partners/service providers will be in touch with members of the Terpercaya Working Group regarding implementation of their respective activities.

2.1 *Institute for Economic and Social Research, Faculty of Economics and Business, University of Indonesia (LPEM UI)*

Ibu Alin explained LPEM FEB UI activities under the contract with EFI, focusing on assessing the views of stakeholders on the anticipated changes in global markets, especially in Europe, and how Indonesia can develop opportunities accordingly. Activities include mapping and analysing regulations in the EU, UK, US, and Indonesia, as well as in-depth interviews and focus group discussions with key stakeholders on their perceptions about regulatory changes at the global level and what can be done in anticipation of such changes. Importantly, 'Global Markets Indicators' will be developed to serve as an enabler for Indonesia to reap benefits. Data associated with the potential indicators will be assessed and hopefully will be linked with the Terpercaya data platform.

2.2 *Surveyor Indonesia*

Pak Nata from PT Surveyor Indonesia explained activities related to jurisdictional traceability and Terpercaya Data Platform that will be conducted, for example how testing and user training will be held, in addition to establishing intensive coordination with relevant technical ministries and the districts.

2.3 *Javlec*

Pak Iraq explained that Javlec will be testing Terpercaya Indicators at the jurisdictional level, focusing on two districts: Katingan and Kotawaringin Timur. Javlec has been working in Kotawaringin Timur since 2017. The forest and land use governance in the district has been improving over time and it now has a RAD-KSB (action plan on palm oil). At the moment, Javlec is supporting the mechanism for STDB/ plantation registration certificate issuance and will also be working on smallholder mapping. To support Terpercaya, Javlec will raise awareness and facilitate efforts to meet Terpercaya data needs, including through the development of DAK fiscal transfer mechanism.

Pak Iraq also explained how with other KAMI partners Javlec seeks to provide support in the implementation of SJI, especially strengthening the implementation of smallholder registration and ISPO certification for smallholders in relation to EUDR.

3 Discussion

Guntur from RSPO remarked about the similarities and intersection between Terpercaya/KAMI with RSPO's jurisdictional approach and stated that jurisdictional approaches need strong leadership from the government. The RSPO jurisdictional approach is currently looking into incentives that can be given to local governments.

Tika from LTKL noted the intensive discussions that have been held with other members of the Terpercaya Working Group. She explained how LTKL's KDSD (subnational government competitiveness framework) includes Terpercaya Indicators. Tika also remarked on the importance for Terpercaya of a strong legal basis to ensure its success at the national and subnational levels. LTKL is coordinating with the Ministry of Investment/BKPM to encourage investment based on jurisdictional sustainability. LTKL is also working toward a joint declaration by all districts supporting Terpercaya using the momentum of G20.

Angga from WWF described an open-source traceability application form developed by WWF currently available on Playstore which is being tested in Tesso Nilo area, Riau. The application allows users to check legal and environmental risks in addition to allowing traceability to plantation level. In

addition, WWF has been working on High Conservation Value (HCV) area identification in Sumatra and Kalimantan. Angga noted that traceability is already accommodated in the current ISPO, thus the homework is to connect ISPO's traceability mechanism with market requirements. WWF is currently discussing with Bappenas a draft document on traceability incentives involving smallholders, growers, traders, and refineries.

Darto from SPKS said he's interested in the work of LPEM FEB UI and the gaps that will be identified and also how PT SI's work on traceability. He asked whether the studies conducted under KAMI could influence and possibly alter EU's regulations and policies. Darto mentioned that during a visit to SPKS members in Siak, Ambassador Picket promised to help improve connectivity between smallholders and market, either via a legality or traceability approach. Darto also noted that Terpercaya indicators were piloted a few years ago in a few districts. From the piloting, it was clear that the districts do not have full authority on forestry issues and that district stakeholders have limitations when it comes to data collection. There were also some suggestions provided by district level stakeholders on methodologies associated with certain indicators. Darto encouraged Javlec to discuss with SPKS on lessons learned from previous activities.

In response to Darto's remarks, Jeremy said that Terpercaya/KAMI works to help districts maintain access to global markets by providing credible information. A roadmap to further assist Indonesian stakeholders in promoting sustainable palm oil can be developed, and hopefully funding can be found for the implementation of the roadmap. Jeremy also noted that in their deliberation, the EU Parliament included suggestions to strengthen provisions related to FPIC and indigenous people's rights in the deforestation regulation proposal.

Adhi from Proforest reiterated Proforest's commitment to support Terpercaya in the districts they are supporting, particularly Siak and Pelalawan. A while ago, they facilitated a meeting between Siak and Pak Anang.

Hendri from Pisagro noted the importance of synergy to strengthen traceability, inclusivity, and access to finance. The palm oil working group within Pisagro is developing a multistakeholder forum focusing on support to smallholders, with support from financial institutions.

Susi from Astra Agro Lestari wanted to know how Terpercaya can be integrated with ISPO, particularly how district governments can support ISPO certification, for example by issuing STDBs. Currently, not many stakeholders are interested in ISPO certification. While Astra Agro Lestari have formed cooperation with 80,000 smallholders, there are many also who rely on delivery orders rather than having direct connections to companies. On the other hand, companies cannot make promises regarding independent smallholders, as they are free to trade their fresh fruit bunches.

Guntur from RSPO responded that certification for smallholders is not easy especially when benefits are lacking. There are some lessons from the efforts to certify smallholders by RSPO and partners. For example, facilitation by NGOs need to be done on a full-time basis. They also only want to listen to those they trust, e.g. certain NGO staff and other smallholders who have previously been involved. Guntur also mentioned the importance of creating multistakeholder collaboration at the local level, involving funders and those with field capacity.

Thomas from EFI reiterated that the global market indicators presented are initial ideas that need to be developed further to ensure that they can help operators with due diligence statements. The indicators should not be too complex, however. Such efforts will help Indonesia in terms of legality, sustainability, and traceability, which Pak Anang often mentioned.

Tika from LTKL informed participants that on November 11 there will be a B20 investment forum event organised by the Ministry of Investment and KADIN. More discussions will be needed between partners to plan for the Terpercaya Data Platform launching and the joint declaration at the G20. She also noted the importance of involving the private sector in the event. A matrix detailing who should do what will be developed and consulted with members of the Terpercaya Working Group.

Josi from USAID SEGAR said she's pleased to hear about KAMI progress, including about the study that will be conducted by LPEM FEB UI. USAID SEGAR is also working to champion Terpercaya in Seruyan and Kutai Timur.

Erwin from PT Surveyor Indonesia noted the bigger framework of European Green Deal 2050 and how all the activities are already aligned to the framework. He suggested that weekly or biweekly meetings are held to ensure key components are ready before November.

4 Closing

Rully thanked everyone for participating in the meeting and closed the meeting.

Meeting minutes prepared by EFI.

26 September 2022.

Annex 1: List of Participants

No	Name	Gender	Institution
1	Abi Rahman	M	Proforest
2	Ristika Putri	F	LTKL
3	Josi Khatarina	F	USAID SEGAR
4	Hendry M	M	PisAgro
5	Angga P. Putra	M	WWF Indonesia
6	Susila Darma Wati	F	GAPKI
7	Marselinus Andri	M	SPKS
8	Mansuetus Darto	M	SPKS
9	Firza	F	SPKS
10	Guntur Prabowo	M	RSPO
11	Imam A El Marzuq	M	RSPO
12	Alin Halimatussadiyah	F	LPEM UI
13	Roes Ebara Gifani Lufti	M	LPEM UI
14	M. Nur Ghiffari	M	LPEM UI
15	Rohni Sanyoto	M	Javlec
16	Arifin Ma'ruf	M	Javlec
17	Ibrahim	M	Javlec
18	Martinus Nata	M	Surveyor Indonesia
19	Erwin Widodo	M	Surveyor Indonesia
20	Rosiku Falah	M	Surveyor Indonesia
21	Jhonson Lumbantoruan	M	Surveyor Indonesia
22	Muhrina A.S. Hasibuan	F	Surveyor Indonesia
23	Jeremy Broadhead	M	EFI
24	Rully Amrullah	M	EFI
25	Satrio Wicaksono	M	EFI
26	Thomas Sembres	M	EFI