



**TECHNICAL
REPORT**

Advancing a legal and sustainable global timber trade through the EU FLEGT action plan

Indonesia – Workshop “Strengthening Understanding by Multistakeholders of Timber Legality Assurance System (TLAS/SVLK) Pekanbaru, Sumatra, 20-21 March 2013



This project is funded by
The European Union

**1st Sumatra FLEGT Workshop on “Strengthening Understanding by
Multistakeholders on Timber Legality Assurance System” (TLAS/SVLK)
Report**

Pekanbaru, Sumatra, 20-21 March 2013

By: Nursamsu

Contribution: Afdhal Mahyuddin, Editor: Aditya Bayunanda

Disclaimer

**The contents of this publication are the sole responsibility of WWF Indonesia and can in
no way be taken to reflect the views of the European Union**

Introduction

The Ministry of Forestry is committed to solve problems in forestry sector and to promote forms of good forest governance through process of transparent and accountable good governance. This commitment is proved through initiative of Forest Law Enforcement and Governance (FLEG) Asia in September 2001. This initiative is continued with Forest Law Enforcement Governance and Trade (FLEGT) Action Plan in 2003, where Indonesia had been negotiating partnership agreement with European Union to avoid timber trade and timber production from illegal sources in Indonesia in the European Union market, while simultaneously timber trade and timber production from legal sources were promoted. .

Timber Legality Assurance System (TLAS) is developed as one of initiatives implemented to cope with illegal logging and promote legal wood as SVLK has been established since 2003 through multistakeholders process. This will be a core of the for the Voluntary Partnership Agreement (VPA) between Indonesia and European Union as it is called *Timber Legality Assurance System (TLAS)*. Under this system, all products covered in this agreement must have legality licenses to enter EU market. The Indonesian Government adopts SVLK as regulation in 2009 and its application starting in September 2010 including Assessment on Performance of Sustainable Production Forest Management (PK PHPL) and Timber Legality Verification (VLK).

SVLK which is decreed through Minister of Forestry's Regulation (Permenhut) Number No.P.38/Menhut-II/2009 has been revised through Permenhut P.68/Menhut-II/2011 and Permenhut P.45/Menhut-II/2012. Nevertheless, despite SVLK is developed through improvement process and multistakeholders processes which are accepted by all stakeholders, particularly at central level, but the effectiveness of this regulation's socialization to provincial level and district level has raised questions. However, inadequate understanding and weak commitment from the central government to provincial/district administration along with other parties to this system will cause risks to effectiveness of SVLK implementation and could ruin Indonesia's TLAS credibility.

Objectives

This event is aimed to strengthen the understanding by multistakeholders of TLAS process and development up to now, especially on its relevancy with the implementation in the Riau Province.

Output

Through this event, it is hoped to generate a strengthened understanding by the multistakeholders of TLAS development and its latest updates in both provincial and national levels. And, to ensure smooth implementation of the legality verification.

Methodology

Time & Place

The workshop was held on March 20-21, 2013. Took place at Pangeran Hotel Pekanbaru

Participants

The attending participants was about 60 people consisting 14 governmental participants, 26 NGO participants, 6 public participants, 4 media participants, 9 participants from forestry companies, and 1 participant from university.:

Issues Presented

- The Latest Timber Legality Assurance System (TLAS) within *Good Forestry Governance* Framework
- Timber Enterprises and the Situation of National and Provincial Forestry in Riau
- Timber Legality Verification System (SVLK) and its Anatomy

Presenters

- Director General of Forestry Enterprises, Cq: Directorate of Community Development of Forest Product Processing and Marketing, Ministry of Forestry
- BP2HP (Industrial Forest Utilization Monitoring Office) Region III Pekanbaru
- Multi-stakeholder Forestry Program (MFP)
- Assesment Institution/ Verification Institution
- Independent Forestry Monitoring Network (JPIK)
- Independent Monitor Alliance of Sumatera Forestry
- Management Unit

Organizer

The event was organized by SIAP-II Program, IWGFF, TII and WWF Indonesia - **Advancing a legal and sustainable global timber trade through the EU FLEGT action plan** collaborated with Focal Point Riau's Independent Forestry Monitoring Networks.

“Strengthening Understanding by Multistakeholders of Timber Legality Assurance System (TLAS/SVLK)” Workshop Schedule

Pekanbaru, March 20-21 2013

Time	Issues Presented	Presenters/Facilitator
Wednesday, March 20 2013		
08.00 am – 08.30 am	Participant Registration	Committee
08.30 am – 09.00 am	Workshop opening and introduction	WWF Indonesia
09.00 am – 10.30 am	SVLK within <i>Good Forestry Governance</i> Framework	MoF BUK
10.30 am – 10.45 am	Recess	
10.45 am – 12.30 pm	Timber Enterprises and Forestry Condition of Riau Province	BP2HP
12.30 am – 1.30 pm	Lunch break	
1.30 pm – 3.30 pm	Process and Latest Development of TLAS and Its Relevancy with FLEGT-VPA	MFP
3.30 pm - 3.45 pm	Recess	Committee
3.45 pm - 5.00 pm	TLAS Certification Process and Assesment Execution/ Auditting	LP/LV
Thursday, March 21 2013		
09.00 am -10.30 am	Assesment and Verification Process, Perspectives from Management Unit (Forestry Industry)	PT. Arara Abadi (Management Unit)
10.30 am -10.45 am	Recess	Committee
10.45 am -12.30 am	Independent Monitoring and TLAS in Riau Province	JPIK and APIKs
12.30 am – 1.30 pm	Lunch break	
1.30 pm – 2.00 pm	Conclusion and Recommendation	Facilitator
2.00 pm – 2.30 pm	Closing	WWF Indonesia

The course of workshop:

In general, this two-day workshop went alive, interesting and filled with argumentative debate and various opinions from each different stakeholder. The participants were enthusiastic following the ongoing explanation and discussion in which government, law enforcement officers, private parties and NGOs shared their different perspectives; some of them were critical on illegal logging issue, some were being positive towards critiques and advices.

Differences in implementing the rule of law in the field -because of different interests of each organization- as well as criticism for improving the implementation of TLAS became a hot topic to discuss about. Difference in perception occurred even at local level by the central government as the authority by the Ministry of Forestry was quite dominant, while the level of communication and understanding in the administration area was inadequate. Private parties complained of the high cost of certification, while NGOs were still feeling that independent monitors had less authority in monitoring because of limited access in the process as well as a variety of other obstacles.

However, the participants got a new and better understanding of TLAS by the speakers' information, and criticized those who are willing to accommodate their ideas and inputs. At least, there was a strong willingness of all participants to implement TLAS while encouraging improvement implementation and related rules.

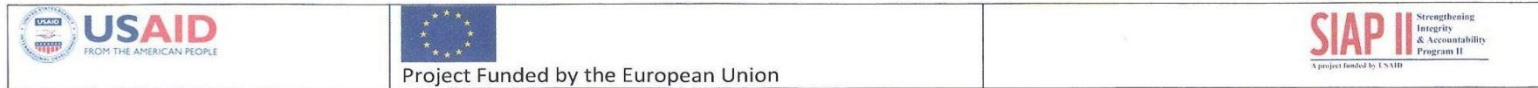
During the presentation delivered by the speakers, the dialogue and discussion gained some important points from this interaction as follows;

1. Rules of Timber Legality Assurance System (TLAS) are rules with rapid changes, from the Minister of Forestry Regulation No. 38 of 2009, then change No. 68 of 2011 and the last No. 45 of 2012. "Regulation of the Minister of Forestry About Standards and Guidelines Assessment of Sustainable Forest Management and Timber Legality Verification of License Holder or Forest Right In"
http://www.dephut.go.id/files/P38_09.pdf
http://www.dephut.go.id/files/P%2068_2011.pdf
http://www.dephut.go.id/apl/uploads/P.45_tahun_2012_tentang_perubahan_P.38_SVLK.pdf

2. The need to set the methodology used by the TLAS Independent Monitoring, while Assessor (LP) / Certification (LS) / Verification Agency (LV) has assessment criteria and indicators
3. LP / LS / LV at the time the assessment do not probe or not investigate as the police do, they are just more likely to look at the completeness of the document.
4. Five components or actors in TLVS; Ministry of Forestry, National Accreditation Committee (KAN), LP / LV, Management Unit (UM), Independent Monitoring (PI) must be in the same "wave / understanding / data access", but it's realized that PI has not enough data.
5. If there is an indicator in TLAS which cannot be assessed, for example before harvest, then it is put in the category of Not Applicable (NA) with acceptable excuses.
6. The status of timber grown in an area only requires the Certificate of Timber Origin (SKAU) or must meet CULTIVATION aspect (P.30/2012).
http://www.dephut.go.id/apl/uploads/P.30_2012_PenataanHasilHutanDariHutanHak_.pdf
7. LS / LP has a 'high risk management' if related to violation like 'wood-washing'.
8. The lack of understanding by the people on TLAS.
9. TLAS is the "Soft" strategy complementing the "Hard" strategy which is in the form of law enforcement.
10. The availability of TLAS information should not only come from the Ministry of Forestry, but also can be obtained from the LP / LV, UM, and Forestry Industry.
11. Role of Provincial and District Forestry Office related TLAS is to give feedback on performance of MW in the certification process, especially during the public consultation.
12. Costs of TLAS preparation and implementation are quite high for UM, and must be met by UM as a mandate / obligation. There should be a benefit assurance of the effort.
13. Self-approval including the incentives received by UM in TLAS is the facility for them.
14. There is no incentive from the aspect of market / price of the products that come from certified forest. However, acceptance of the buyer is obtained through the inclusion of the name on the contract documents.
15. Certification is a tool for UM's sustainable improvement.
16. Needs of efforts to increase consumers' awareness of certified products.
17. Frequent changes occurred in TLAS rules are also due to several requests of the parties. This change is an indicator of improvement over the rule.
18. TLAS challenges for PI are the sustainable system, access to information and the data, resources and capacity, and support

19. Independent Monitors needs to improve their improvisation in monitoring in order to also get public support.

Annex 1. Attendance list Day 1







Daftar Hadir

Workshop:

Penguatan Pemahaman Para-Pihak terhadap Sistem Verifikasi Legalitas Kayu (SVLK)
Pekanbaru, 20 Maret 2013

No	Nama	Lembaga/Instansi/Masyarakat	Email	No Kontak	Tandatangan	
1.	Azan Fury.		anahmuryi@anugrah-mgt.biz		[Signature]	L
2	Dendy H	PT SPL	dendy-herryadi@ANUGRAH-MGT.BIZ		[Signature]	L
3.	SRMITA PINEM	PT. NWR	srmita_pinem@anugrah-mgt.biz		[Signature]	P
4.	RAHMAT SEPTIADI	BLH INHIL	blhinhil@yahoo.com		[Signature]	L
5.	M. Nur Han	WWF	asangah@yahoo.com		[Signature]	L
6	JAISAL.	SERAPUNG		081270478359	[Signature]	L



7.	ISTIBOMAH .M.	KABUT RIAU (notulen)	calimejo13@gmail.com			P
8	EKO NOVITRA	BLH RELACAWAN				L
9	WAHYUDI	PT. PEBPI	rapancka@yaho.com			L
10	HERMAN.	SERAPUNG.		08238205783		L
11	WAG PRAMONO.	BUK	pramono@yaho.com	08238205783		L
12	Rudi Eko	BP2UP. ID	rudi@grad.com	—		L
13	Nursam	wag				L
14.	Willen P	IWGFF/SIAP II				L



Project Funded by the European Union



15	Arhi Valentinas	MAK KEHATI	arhivalentinas@gmail.com	0811.11.7143		L
16	Mulyono	BLH Pelalawan		0811 76897		L
17	TARMIZI	JUMKOH		08527474783-		L
18	NADAR.	JUMKOH.		081992533222		L
19	AKP N. SIPAHUTAN	POLOA RIAN		081371587731		L
20	M. Syarif H	PT Arwa Baki		0812 751 1792		L
21	Sera Noviany	- - -		08127547295		P
22	Farua Yusmichi.	District Kanger	fyusmichi@yahoo.com	005355322151		L



for a living planet





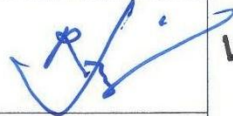

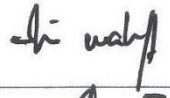
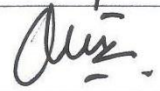
IWGFF

INDONESIA WORKING GROUP FOR FOREST FINANCE



TRANSPARENCY INTERNATIONAL



	23	Samuel Kumar	WWF Riau				L
26	25	ABUNG PRIYONO	DHUT INHIL		0811756073		L
27	26	Widya Astari	Kabut Riau		081276376323		P
28	27	Eko Suisantoso	SEKDES AARAPAN JAYA		081378747824		L
29	28	RARON	KADES H. JAYA		0813 78233339		L
30	29	HENDIKZOL	YMI		081265997532		L
31	30	SRI WATUNAI	RWWB		081378388506		P
32	31	MAZALDI	YMI		085271697060		L



USAID
FROM THE AMERICAN PEOPLE



Project Funded by the European Union

SIAP II Strengthening
Integrity
& Accountability
Program II
A project funded by USAID

22	32	ERWIN	DISHU INHU				L
22	33	Wira	Inhu Dishu				L
22	34	Anna Juliarti	FKKM				P
20	35	Sri Rahayu P	Fahubn Unilak				P
22	36	KAFDI	PERKUMPULAN ELANG				L
22	37	Oknur Zetern	Kabut Riru				L
20	38	DARUL QOTNI	DITRESKRINSUS POLDA RIAU				L
10	39	RDI K	MEDIA INDONESIA				L



WWF for a living planet

IWGFF

INDONESIA WORKING GROUP FOR FOREST FINANCE



**TRANSPARENCY
INTERNATIONAL**

NOT AN INDEPENDENT
ORGANIZATION





Project Funded by the European Union



40	Putri Hapsari	WWF - SIAP 2		08158087589		P
41	FATRA BUDIYANTO	RUMAH POKON	fatra.budiyanto@rumahpokon.org	08217484647		L
42	Linda Veronika	TI		085265533693		P
43	Gunawan	BASKETA Rm	gun-juntek@yahoo.com	081318031811		L
44	FAHRURRODZI	TRIGUN PKU	arhur_rdi@yahoo.co.id	081371153088		L
45	IRINA SARI	TI	irina.sari@gmail.com	081365401667		P
46	Alhamran Arian	SIAP 2 - WWF PKU	alhamran@yahoo.co	08171449285		L
47	PRYANU HALIM	KALITRA SWASTA	anal-uegeri.anda@unsw@gmail.com	081365742540		L



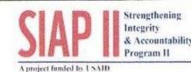
IWGGF
INDONESIA WORKING GROUP FOR FOREST FINANCE



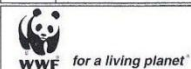
10	48	TEBUH SETIONO	TI - INDONESIA	tsetiono@ti.or.id	081264020200	<i>Tebru</i>	L
2	49	Warrick	walhi Riau	warrick13@yahoo.com	085263371613	<i>Warrick</i>	L
1	50	Harisansyah	walhi Riau		081276699967	<i>Haris</i>	L
2	51	MUSLIH	Dikalahr	muslih.gy@di.or.id	08127337233	<i>Muslih</i>	L
	52	D. Elarini	WWF - ID	elarini@wwf.or.id	(021355455829)	<i>Elarini</i>	P
1	53	MANGANDAR/ MURATI	BUMI RIATU	-	085271022058	<i>Mangandar</i>	L
1	54	Kunni Masrohanti	Riau Pos	kunni.masrohanti@yahoo.co.id	08126849986	<i>Kunni</i>	P
2	55	Teddy - H	Apikis Riau	teddyhant@yahoo.co.id	08127676181	<i>Teddy</i>	L



Project Funded by the European Union



56	H KAM SEPIAWAN	JPIK RIAU	hisansetawan95@gmail.com	0812 760 822 32		L
57	Lorencius S.	PT RAPP	lorencius67@yahoo.com	0812 986 777 90		L
58	Alchmas	Pt. Ayamayu	madlarn@yahoo.com	0812 828 6310		L
59	Piza Subprana	WWF	rsukurno@wfp.or.id	6813 637 66 981		P
60	Zainuri Hasyim	JPIK	zhayh@gnit.co	0811 754 403		



IWGGF
INDONESIA WORKING GROUP ON FOREST FINANCE



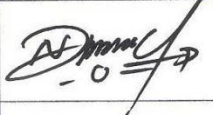

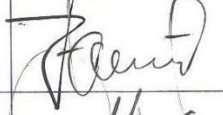





Annex 2. Attendance list Day 2

 USAID FROM THE AMERICAN PEOPLE	 Project Funded by the European Union	SIAP II Strengthening Integrity & Accountability Program II <small>A project funded by USAID</small>
--	---	---

Daftar Hadir

Workshop:
Penguatan Pemahaman Para-Pihak terhadap Sistem Verifikasi Legalitas Kayu (SVLK)
Pekanbaru, 21 Maret 2013

No	Nama	Lembaga/Instansi/Masyarakat	Email	No Kontak	Tandatangan
1	Samful Komar	MWP Riau			
2	TARMIZI	JUMRAH		085274797875	
3	NARAZUDDIN	JUMRAH			
4	ERWIN	DISHUT INHU		081365455162	
5	HERMAN.	SERAPUNG.			
6	EKO SUBISANTOSO	HARAPAN JOYA		0813 78747874	

 WWF for a living planet	IWGFF INDONESIA WORKING GROUP ON FOREST TENURE	 TRANSPARENCY INTERNATIONAL Indonesia	
--	--	--	---



Project Funded by the European Union



✓ 7	Sri Rahayu P	Fak. Kehutanan Unilak	sri rahayu-pn@yahoo.co.id	0816 373 468	<u>Prahayu P.</u>	P
✓ 8	Purnomo	BP2HP		0812 762 2521	<u>Purnomo</u>	L
✓ 9	Rendi Hidayat	- - -	vtk-27@yahoo.com	0813 259 0535	<u>Rendi</u>	L
✓ 10	ABUNG PRIYONO	DISHUT INHIL		0811 75 6073	<u>Abung Priyono</u>	L
✓ 11	RAHMAT SEPTIADI	BLH INHIL		0852 714 77687	<u>Rahmat Septiadi</u>	L
✓ 12	WAHYUDI	PT. PEBRI	oapamcoker@yahoo.com	0812 764 7693	<u>Wahyudi</u>	L
✓ 13	JAISAL	JERAPUNG			<u>Jaaisal</u>	L
✓ 14	HENDRIZOL	YMP	igong.pionano.com	0813 65 997 554	<u>Hendrizol</u>	L



IWGGF
INDONESIA WORKING GROUP ON FOREST TENURE





Project Funded by the European Union



✓ 15	Zhinneri Hastin	JPK	081754403		zhinneri@siap.id	L
✓ 16	Aran Juny					L
✓ 17	Sera Noviany	Sinarmas	08127547295	sernovy@yahoo.com	Sera	P
✓ 18	Deady H	PT SRL				L
✓ 19	M. Syarif H.	RTA / SMF	08127511392	syarifhida@shbo.com		L
20	ALFAMREN ARRAWAN	WWF / SIAP II	081371449285	arrawan@yahoo		L
✓ 21	Gumawan	BKSDA PIG	08131883588	gun-jutck@yahoo.com		L
✓ 22	Anna Juliarti	FKKM	082172110069	anna-juliarti@yahoo.com		P



IWGGF
INDONESIA WORKING GROUP FOR FOREST FINANCE

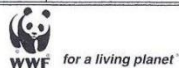




Project Funded by the European Union



23	Akti Valentino	MFE-KEHATI	akti.valentino@gmail.com	0811.11.7143		L
24	Nur Samra	WWF	nsams02@yahoo.com	0811 758 2217		L
25	Widya Astuti	Yayasan Kabut	ashleywiwid@yahoo.com	081276376323		P
26	Rafdi	ESAG	adank_elang@yahoo.com			L
27	Okmi Zedra	Kabut Riau	zedra.07@yahoo.co.id	0857 6730 7407		L
28	Teddy H	Afiks Riau	teddykabut@yahoo.co.id	08127676181		L
29	Afolhal M	WWF	afolhalmya@yahoo.co.uk	081389768248		L
30	Putri Hapsari	WWF/SIAP-II		08158087589		P



IWGGF
INDONESIA WORKING GROUP ON FOREST FINANCE





Project Funded by the European Union



31	Lorencius S.	PT RAPP	lorencius87@yahoo.com	021278677790		L
32	NURHASAN FADIL S.	BP2HP WIL. III	nurhasanfadila@gmail.com	085271538005		L
33	Willem P.	IWGFF / SIAP II				L
34	Mu. Fauzan	BP2HP IUI	rudoko@gmail.com	081319206080		L
35	MARBALEI	XMM	florizal.d@gmail.com	085276097060		L
36	RIVADIN H	MMP	ri/wamin@gmail.com	08136544120		L
37	Hasan S	2P1K RIAU	hasansetiawan5@gmail.com	081276082282		L
38	Istiqomah M.	Kabuf Riau	calme.jois@gmail.com	081266391234		P



for a living planet

IWGFF

INDONESIA WORKING GROUP FOR FOREST TENURE





Project Funded by the European Union



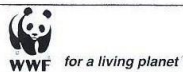
✓ 39	Isykhul Hakim	Legisprax	auden.esi- audalus@gmail.com			L
✓ 40	Muslim	Dikalehu				L
41	Margaretha M.	WWF				P
✓ 42	DARUL QOTNI	DITRES RIMSUS POLDA RIAU				L.
✓ 43	Warrik	Walhi Riau	warrik13@gmail.com	085263371613		L
✓ 44	SRI WAHYUNI	RUMS				P
45	D. Elharuni	WWF.	drini@wwf.or.id	081385455221		P
46	Istiqomah M.	Kabut Riau	calline-joi@gmail.com	081266 381234		
		IWGFF INDONESIA WORKING GROUP FOR FOREST FINANCE				



Project Funded by the European Union



47.	FATRA BUDIYANTO	RUMAH POHON	fatra.budiyanto@rumahpohon.org	082174846479	
48	WIRA	DISHOT INHO			
49	Piza Sukriane	WWF		081365766981	
50	FAH RURRODZI	TRABUN PKE			



IWGFF
INDONESIA WORKING GROUP FOR FOREST TENURE



Annex 3. Pictures



Presentation by Director General of Forestry Enterprises, Cq: Directorate of Community Development of Forest Product Processing and Marketing, Ministry of Forestry "SVLK within Good Forestry Governance Framework"



Presentation by Multi-stakeholder Forestry Program (MFP) "Process and Latest Development of TLAS and Its Relevancy with FLEGT-VPA"



Presentation by PT. Arara Abadi (Management Unit) "Assessment and Verification Process, Perspectives from Management Unit (Forestry Industry)"



Presentation by Assessment Institution/Verification Institution "TLAS Certification Process and Assessment Execution/ Auditing"



Presentation by BP2HP (Industrial Forest Utilization Monitoring Office) Region III Pekanbaru "Timber Enterprises and Forestry Condition of Riau Province"



Presentation by JPIK and APIKS Riau "Independent Monitoring and TLAS in Riau Province"



Participants are asking questions during discussion session