MEASURING & MANAGING SUSTAINABILITY PERFORMANCE

ISO20400.org webinar, 26th May 2020 Charles Naud, Consultant *Action Sustainability*

WELCOME







If you have **QUESTIONS**, please write them down in the chat box

Please, ensure your line is **MUTED**

SLIDES will be distributed afterwards

About this webinar

This <u>WEBINAR</u> will provide organisations with the knowledge and tools to help address the issue of <u>reporting and managing sustainability</u> <u>across your supply chain and projects.</u>

We aim to:

- ✓ Define performance management and its key benefits
- ✓ Develop a process for effective performance management



Today's agenda



WHAT is sustainability performance management?



WHY is managing performance essential for business success?





Manage performance

1. Plan: <u>INTENTION</u>

2. Measure: <u>COLLECTION</u>

3. Report: <u>REDACTION</u>

4. Manage progress: <u>ACTION</u>



Across your activities & assets

At a corporate level

Annual Reports

Investor indices and frameworks





At project level

Before/after



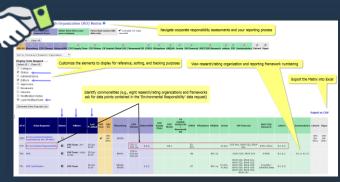
Certifications





In your supply chain

- Annual audits
- Frequent reporting
- Contractual obligations



Driving trends



Companies held accountable



Managing risks



Business decision makers



New micro & macro trends



Technology



Regulatory compliance



Why it matters...





Improves reputation and competitive differentiation



Risk management

Highlighting risks and taking action



Efficiency

Helping make decision processes more efficient; cost reduction



Proactive approach

How can we improve?

What are the main challenges?



Lack of understanding

What impact can it make?



Lack of engagement

Perceived as last priority; No sustainability culture in the organisation



Lack of standardization

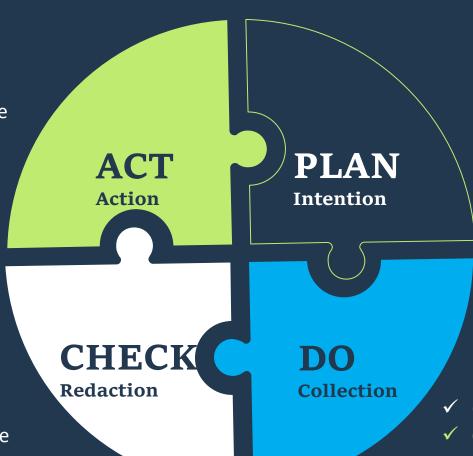
Multiplicity of reporting requirements leads to duplicity/confusion



Performance Management Process

- Use the results to influence decisions that will improve performance.
- ✓ **Implement** projects to deliver the benefits.
- Report and discuss findings with stakeholders, obtaining input on how to continuously improve.

- ✓ Monitor and measure performance against metrics, indicators and targets.
- Analyse performance to measure value delivered and identify opportunities.



- ✓ Define your sustainability **strategy** and identify scope and stakeholders.
- ✓ **Identify** what to measure, manage and report.
- ✓ Establish **indicators**, **metrics**, **targets** in accordance with policies and strategies.
- ✓ Establish the **processes and tools** to help manage performance.
- ✓ Identify roles and responsibilities.
- Identify frequency at which performance will be measured.

- ✓ Carry out **performance**.
- ✓ Collect relevant and accurate data.

Do not forget...



Determine your **BASELINE**



Define your **STAKEHOLDERS**



Establish reporting FREQUENCY



Make reporting **CONTRACTUAL**



Explore **TOOLS** and **RESOURCES** to support the process (& audits)



Use a **COMMON LANGUAGE**

Use a common language









GOAL

TARGET

INDICATOR

METRIC

The overall aim or desired result.

e.g. Reduce the amount of waste being sent to landfill, resulting in environmental and cost benefits

The specific aim you are trying to achieve. Often a numerical value.

e.g. 90% waste diverted from landfill

Indicates the progress against the target.

e.g. % of waste diverted from landfill

A standard of measurement that tracks simply tracks performance, used to create the indicator.

E.g. 'Total waste generated (tonnes)' and 'Total waste diverted from landfill (tonnes)'

A practical example



MANAGE YOUR SUSTAINABILITY PERFORMANCE

Red Amber Green dashboards indicate your performance against key sustainability areas that are material to organizations

Thank You

Charles.naud@actionsustainability.com

+44 (0) 7884 664 188