



SUPPLIERS PARTNERSHIP
FOR THE ENVIRONMENT

**Suppliers Partnership for the Environment (SP)
3rd Quarter Membership Meeting (Virtual)
July 15 - 16, 2020**

DRAFT MEETING MINUTES

July 15, 2020

SP's Chair, Kevin Butt, Toyota Motor NA, called the meeting to order at 9:00am EDT on July 15, 2020, reviewing SP's antitrust guidelines and recommending that everyone indicate in their notes of the meeting that the guidelines were reviewed and that they would be complied with.

Mr. Butt recognized and thanked Russell Brynolf, FTS Technologies, on behalf of SP for his vision, leadership and service as Vice Chair of the Executive Committee from 2010-2020 and congratulated him on his retirement. Mr. Butt announced that two updates had been made to SP's 2020 Executive Committee roster due to a vacancy, including the appointment of Jack Nunes, Lear, as SP's Vice Chair and Vickie Lewis, VMX International, as SP's Work Group Chair. Mr. Butt then discussed SP's renewed vision of an automotive industry with positive environmental impact and the objectives of the SP Executive Committee going forward.

Steve Hellem, SP, moderated a panel discussion on Exploring Automakers Long-Term Environmental Sustainability Goals.

- Andy Hobbs, Ford, shared information on Ford's manufacturing environmental strategic direction. He provided examples of Ford's current goals and actions related to carbon, water and waste, as well as its aspirations for the future in these areas.
- Kevin Butt, Toyota, shared information on Toyota's six Environmental Challenge 2050 goals, how these goals contribute to the UN SDGs, and Toyota's focus areas in North America related to water, carbon, materials and biodiversity.
- Rae Howard, GM, shared information on GM's corporate vision and its beyond 2020 environmental goals relating to materials, waste, carbon, energy and water. She also shared information on GM's work with STEAM programs on sustainability issues.
- Alissa Yakali, Honda, shared information on Honda North America's 2030 vision and the programs it has developed to engage and support suppliers in reducing carbon emissions. She announced that Honda NA is launching the second phase of a supplier program with Manufacture 2030 focused on driving continuous improvement across its NA supply base, and that the collaborative program is designed to allow for participation from other SP OEMs in the future.
- Al Johnston, FCA, shared information on FCA's 2020 environmental sustainability goals and the progress that has been achieved to date related to energy, carbon, water and waste targets. He noted that FCA is currently in the process of finalizing its beyond 2020 goals and would expect to be able to share this information with SP later in the year.

It was noted that this panel session was designed to provide a high-level introduction to automakers' environmental goals and that a follow up session would be scheduled for the next quarter to address these topics in greater detail. It was also noted that additional information on the Manufacture 2030 / Honda program would be shared with SP members.

Martin Chilcott, Manufacture 2030, moderated a panel discussion on How Suppliers Are Contributing to Industry Environmental Goals.

- Dr.-Ing. Uwe Steinkoetter shared information on Bosch's progress and ambition of achieving zero net carbon emissions for scope 1 and 2 by 2020, and its ambition for absolute scope 3 reduction by 2030 in line with science-based targets. He shared information on Bosch's carbon neutrality toolbox and examples of strategies and projects that have been implemented to support this effort.

- Jim Laney, DENSO, shared information on DENSO's EcoVision 2025 goals and shared examples of the methods the company is using to achieve those goals, and how they are doing so. He also shared information on how DENSO has re-organized around a centralized SHE management structure to further improve performance.
- Jack Nunes, Lear, shared information on Lear's sustainability goals today and the anticipated focus areas of Lear's next generation sustainability goals. He discussed the process of identifying and setting corporate goals and key issues and challenges companies need to consider through that process, as well as the opportunity for more Collaborative Goal Setting and Performance Management going forward.

Following the panel, attendees had the opportunity to view member submitted posters highlighting environmental sustainability programs and projects.

The first day of the membership meeting was adjourned at 12:30pm EDT on July 15, 2020.

July 16, 2020

SP's Chair, Kevin Butt, Toyota Motor NA, called the meeting back to order at 9:00am EDT on July 16, 2020, reviewing SP's antitrust guidelines and recommending that everyone indicate in their notes of the meeting that the guidelines were reviewed and that they would be complied with.

Kellen Mahoney, SP, moderated a panel discussion on Driving Action through Collaboration.

- Margaret O'Gorman, Wildlife Habitat Council, discussed the increasing recognition of the value of nature and ecosystem services, and the linkages between biodiversity and climate goals. She discussed the range of ways conservation efforts and nature-based solutions can contribute to companies' operational, community and business goals, along with global climate goals and the SDGs. She also shared information on WHC's collaboration with SP on pollinator projects and goals to expand this collaboration to advance use of nature-based solutions as a pollution prevention tool across the supply chain.
- Tim Juliani, World Wildlife Fund, discussed WWF's work with US businesses on climate issues, and the solutions it is developing to address common barriers to action. He discussed WWF's work through initiatives such as the Climate Business Network, Science Based Targets Initiative, Renewable Thermal Collaborative, and Renewable Energy Buyers Alliance, and opportunities for companies to engage in such efforts to reduce carbon emission of their operations and their supply chain.
- Nena Shaw, US EPA, introduced EPA's Smart Sectors program and the current goals and sectors included within the program. She provided updates on recent EPA announcements including the COVID enforcement policy, Spring Regulatory Agenda, List N COVID Disinfectants, and plans for America Recycles Week. She highlighted several potential opportunities for further dialogue with SP, including sharing information with EPA's Office of Chemical Safety and Pollution Prevention on SP and WHC's work on pollinators and nature-based solutions, as well as sharing information / input with EPA's America Recycles Week team on the automotive industry's work related to sustainable materials.

Vickie Lewis, VMX International, moderated a panel discussion on Sustainable Materials Management.

- Geraldine Barnuevo, GM, shared information on GM's sustainability strategy and current targets related to sustainable material content, vehicle recycling and EV battery recycling. She also discussed the impact of supplier operations and materials sourcing in these areas, and potential next generation sustainability goals and collaborative opportunities related to GM's supply chain.
- Brett Stevens, TerraCycle, shared information on the current state of recycling in the US and TerraCycle's mission to recycle the unrecyclable. He then shared several case studies illustrating how the company has worked with customers in various industries to develop and execute solutions for challenging waste streams.
- Shane Litchey, FCA, shared information on designing automotive packaging systems for material reuse and factors and constraints that need to be considered in determining if/when reuse is feasible. He then provided several case studies illustrating how FCA has reduced packaging waste in its operations, and the business and environmental benefits associated with these efforts.

Mr. Butt thanked the speakers and participants for their engagement throughout the meetings and invited attendees to join SP's work group efforts and work together with other members on the issues discussed. It was noted that the SP Executive Committee would be meeting within the next 30 days to follow up and advance action on these issues.

The meeting was adjourned at 12:30pm EDT on July 16, 2020.

ACTION ITEMS

- SP will post speakers' presentations on the SP member website and distribute the meeting's minutes.
- SP will work with the Executive Committee and Work Group leads to evaluate and address collaborative opportunities identified through the discussions.
- SP will work with the Executive Committee to review and continually improve virtual meeting format, content and technology used to engage members.
- SP will confirm plans / dates for the Q4 membership meeting and distribute additional details to members once confirmed.

Respectfully submitted,

Kellen Mahoney
Program Director