Engaging Employees in "Going Green"

A Guide for Small Businesses

This guide presents 10 proven ways to engage employees in your company's environmental and social goals. It is based on 30 years of academic and industry research and is designed for HR managers, trainers and employees responsible for health and safety and the environment.

Why Go Green?

impact of the entire sector.

Companies have at least four reasons to improve their impacts on the environment and the community:

- 1. Cut Costs. Replacing lighting fixtures alone can reduce a company's energy use 25 to 30 per cent.
- 2. Increase Revenues. Customers will pay up to 10 per cent more for products that are green (e.g. made from recycled materials) or ethical (e.g. fair trade).¹
- 3. Find and Keep Great Employees. Employees look for social responsibility and environmental commitment when selecting employers.² Because finding qualified workers is a top priority for Canadian small business owners,³ being good to people and the planet is no longer just "nice to do."
- 4. It's Good Business. Governments, suppliers, customers and employees are talking about the role companies play in the environment and society. Smart business leaders want to be part of that conversation.

What Success Looks Like: Signs of Engaged Employees

Engaged employees: 1) understand that financial, environmental and social issues are connected; and 2) believe their organization is addressing all three. These are signs employees are engaged in environmental and social goals:

	The HR manager hires people who are committed to customers, employees and the environment.
	Employees are rewarded for reaching environmental targets, such as reducing waste or energy use.
	Employees build the company's sustainability values into their personal lives – choosing to carpool or bike to
	work, volunteer in the community, pack lunches from home, etc.
	Salespeople know the environmental and social impacts of the company's products or services (e.g. their
	carbon footprint or energy consumption, whether they were produced locally or are fair trade). They use these
	qualities to distinguish their company's products or services from competitors'.
	Front-line staff regularly identify ways to reduce energy or water use.
	Staff make business decisions based not just on profit potential but on what is "the right thing to do."
	Employees engage in community initiatives such as park beautification projects and fundraisers.
	When considering products from new suppliers, purchasing managers automatically screen the products to
	see if they meet the company's environmental or ethical criteria.
П	The president (or another senior employee) drives industry-wide efforts to improve the environmental or social

¹ Cotte, J. 2009. Socially conscious consumerism: Executive briefing on the body of knowledge. Network for Business Sustainability. http://nbs.net/knowledge/consumer/consumerism/executive-report-consumerism/>.

² Grolleau, G. 2012. Green not (only) for profit: An empirical examination of the effect of environmental-related standards on employees' recruitment. *Resource and Energy Economics*, 34; 74-92.

³ Allies. 2012. *Global talent for SMEs: Building bridges and making connections*. http://alliescanada.ca/wp-content/uploads/2010/05/SMEs-Report-English1.pdf.

Ten Ways to Engage Employees in "Going Green"

Jump in! Begin where you can and continue to add activities. More tactics will help you make environmental and social concerns a central part of your workplace and help you find and keep great employees.

Legend: \$ = How much it will cost your	company = How much of your time it will take
1. Be a Role Model Don't just say it, do it. \$	 □ Be the first to ride your bike to work. □ Sort your lunch waste into garbage, compost and recyclables.
2. Start at the Top Signal the importance of environmental and social commitments by putting senior people in charge of projects. \$	 Ensure company-wide environmental committees include senior staff members. Assign major projects, like going carbon neutral or environmental auditing, to the most senior operations person.
3. Put Your Money Where Your Mouth Is Allocate time and money to environmental and social initiatives. \$\$\$\$\$\$	 ☐ Give employees company time to participate in volunteer projects. ☐ Buy energy efficient equipment or lights. ☐ Buy carbon credits to offset the greenhouse gases your company produces. ☐ Offer employees flexible work hours or mobile work options.
4. Put It into Writing Policies make your corporate values explicit, clarifying expectations and helping employees make better decisions. \$	 □ Update your corporate values to include social and environmental goals. □ Publish "green" goals on your website. □ Create policies and codes of conduct that support your goals. □ Include "green" successes in your annual report.
5. Build Sustainability into Day-To-Day Operations \$ to \$\$\$ ☼ to ����	 □ Set thermostats one degree closer to the outside temperature. □ Reduce paper use by printing less. □ Turn off lights and electronics when not in use. □ Conduct life cycle assessments on key products and work with consultants or industry peers to reduce their impacts.
6. Make It Someone's Job Ensure employees are responsible for environmental and social performance. \$ \$ \times \times \times	☐ Create a new role dedicated to sustainability or build the duties into an existing position (e.g. in health and safety or human resources).
7. Provide Training \$\$ ⊕⊕	 At new employee orientation, teach employees about the company's environmental goals and why they matter. Train employees on issues specific to their jobs, such as waste management, health and safety, and sustainable procurement.
8. Explain How It Affects Them Employees may view environmental or social programs as unwelcome additions to an already-full workload. Explain how the programs relate to their roles.	 For the financial officers: show the dollar savings you expect to get from investments in energy-efficient equipment. For the sales reps: explain how volunteering with a local community group will improve customer loyalty.

9. Assemble Champions
Engage employees of varying seniority
throughout the company. Programs that
are not just "top-down" get more
employee buy-in.

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10. Let Employees Experiment Encourage employees to figure out how they can make a difference and let them try out new ideas.

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- ☐ Find employees who are already passionate about your environmental or social goals and encourage them to build a "Green Team" that reports to you or senior staff.
- □ Let them organize zero-waste lunches or toy/food drives, sponsor local sports teams, raise money for disaster relief, serve meals to homeless or at-risk youth, or participate in a fundraising walk.
 □ Encourage employees to suggest ways of saving energy or

Retail Case Study: Artopex Inc.

Put It into Writing. Quebec furniture manufacturer Artopex produced its first sustainability report in 2011. Despite not being required to report publicly, the family-run business felt it was important to share its sustainability vision and progress with customers, suppliers and the community.

Start at the Top. Artopex President Daniel Pelletier is an ardent advocate who expresses his commitment to people and the environment at every opportunity: in reports and presentations, and in day-to-day business decisions.

Make It Someone's Job. One employee is dedicated to ensuring the company's manufacturing operations consistently meet ISO 14001 and 9001 standards (for environmental management and quality, respectively). Sustainable Development Coordinator Jean Barbeau is responsible for the company's overall sustainability plan, along with a colleague in marketing.

Provide Training. Artopex trains all new employees on the company's sustainability goals and provides a four-hour training session on ISO 14001 adherence. The company is also considering a plan to train all current employees about sustainability. "It will be a major commitment, but we think it's important for every employee to understand and embrace our sustainability goals," said Barbeau. Artopex is considering partnering with a third-party organization to deliver the company-wide training.

Assemble Champions. Artopex has two committees dedicated to the company's business and sustainability goals. The four-person pilot committee includes Barbeau, the vice-president, the marketing director and the director in charge of ISO 14001. The 12-person management committee meets every three or four months to discuss goals, new ideas and the sustainability report contents. The committee includes Artopex's president and representatives from finance, human resources, purchasing, etc. "Having management committee members from across the company ensures sustainability goals are relevant to all areas of the organization," said Barbeau.

Let Employees Experiment. Artopex employees experiment often, finding ways to improve their manufacturing process: "Employees meet in small groups and challenge the way we do things," said Barbeau. "The focus initially is improving productivity, but their improvements almost always lead to improvements in quality of life as well – for employees and for the end users of our products."

For a complete copy of Artopex's 2010-2011 sustainability report visit www.artopex.com.

Service Case Study: Montreal Alouettes

Put It into Writing. In 2008, the Montreal Alouettes developed a sustainability program called "EnvironmentALS" and published a report outlining the program's goals. "The EnvironmentALS plan is like a sustainability playbook for Alouettes players and employees," said Rémy Paré, Director of Game Operations. "It clearly outlines our environmental goals and values, and every year we update the plan to report on progress and add new targets."

Make It Someone's Job and Build Sustainability into Day-to-Day Operations. Paré is the person responsible for the Alouettes' sustainability goals. As part of his job overseeing club operations, he sources non-toxic, biodegradable cleaning products for the stadium maintenance crews. He ensures the club prints on environmentally-friendly paper using vegetable-based inks and uses electronic invoicing for clients. Paré also works with the marketing team to develop garbage can signage and scoreboard messages that encourage fans to recycle pop cans at the game and take shorter showers at home.

Provide Training. Experts from the Al Gore Foundation's "Climate Project" and the David Suzuki Foundation come in to educate players and employees about environmental issues. The players then visit local classrooms to teach students about important issues like climate change.

Put Your Money Where Your Mouth Is. The Alouettes don't own their home stadium: they lease it for just 10 days a year. However, when the stadium underwent renovations in 2010, the club paid to install ultra-low flush toilets, plant extra trees and shrubs, and build a green roof on the ticket office.

Let Employees Experiment and Explain How Sustainability Affects Them. A few times a year, the club does a garbage audit in its administrative offices. Paré sorts through everything the 45-person administrative staff has thrown away, separates waste from recyclables and emails his colleagues a one-page summary of the results. The activity raises awareness among Alouettes employees about their personal actions and reminds them of the company's goals.

Signs the Alouettes Have a Sustainability Culture. Environmentalism is so engrained in the Alouettes' culture, they even take it with them: "We brought our own recycling bins to a company golf tournament once," said Paré with a shrug. "We didn't think it was unusual: sustainability has become automatic."

To read the Alouettes' "EnvironmentALS" sustainability report, visit www.montrealalouettes.com.

Manufacturing Case Study: Kal Tire

Kal Tire has built environmental and community stewardship into its culture since the company's founding nearly 60 years ago. Headquartered in Vernon, British Columbia, the family-run company sells and services tires for retail, commercial and mining customers.

Put It into Writing: Following a voluntary environmental assessment in 2005, the company developed a formal corporate strategy dedicated to environmental and social responsibility. The strategy describes the company's overarching commitments to CSR in statements such as: "We are committed to giving back locally by growing healthy and safe communities for families of our customers and team members."

Kal Tire's corporate social responsibility (CSR) strategy also includes specific annual objectives for its core CSR areas: community, the environment and team members. The specific environment targets for 2012 to 2013 are:

- 1. Mitigate impacts on climate change by reducing energy consumption and carbon footprint.
- 2. Divert waste from the landfill by increasing recycling rates.
- 3. Be a leader in tire stewardship and retreading in order to minimize products' environmental impacts.

Make It Someone's Job: Kal Tire created a new role responsible for CSR strategy. "This is a first for Kal Tire," said Corporate Social Responsibility Coordinator Kevin McCarty. "Before creating a full-time CSR coordinator position, Kal Tire was doing a lot of important things for the environment and the community, but they didn't have any one person dedicated to CSR. Creating a dedicated role is a sign of Kal Tire's commitment to being a responsible citizen."

Build Sustainability into Day-to-Day Operations: In addition to making facility improvements, such as replacing traditional lights with energy-efficient ones, Kal Tire has focused on extending the life of its products through tire retreading: buffing off the old tread and applying new tread. The retreading initiative extends tire life, which saves customers money and diverts used tires from landfills.

Kal Tire also plays a leadership role in provincial Tire Stewardship programs, ensuring scrap tires that cannot be retreaded are properly disposed of and recycled into new products when possible. "We don't just sell a tire and never look back," said McCarty. "We do a lot to capture that tire and add more value to it."

Contributors

The following people contributed to this guide: Jean Barbeau, Artopex Inc.; Marc Brazeau, Automotive Industries Association; Diane Brisbois, Retail Council of Canada; Rob Grand, Grassroots Store; Brenda Jones, Canadian Association of Petroleum Producers; Bob MacDonald, Wakefield Canada; John MacDonald, Ideal Supply; Kevin McCarty, Kal Tire; Derek Nighbor, Food & Consumer Products of Canada; Cheryl Paradowski, Purchasing Management Association of Canada; Rémy Paré, Montreal Alouettes; Michael Vandenbergh, Vanderbilt University.

This guide is based on research by the Network for Business Sustainability and management professor Stephanie Bertels. For more resources, visit www.nbs.net.