





















## SeloVerde-MG: science and technology in support of agricultural transparency and traceability in Minas Gerais

23th Oct, 2024

**Cofinanced by** 











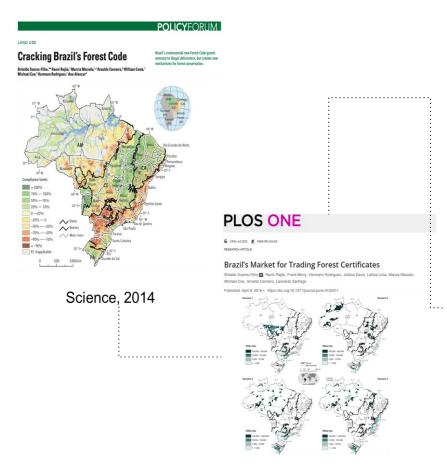








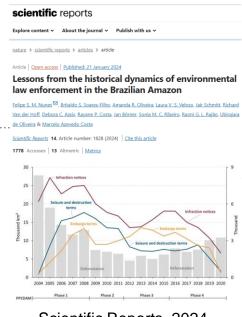
## Forest Code and legality of land use in Brazil





Science, 2020

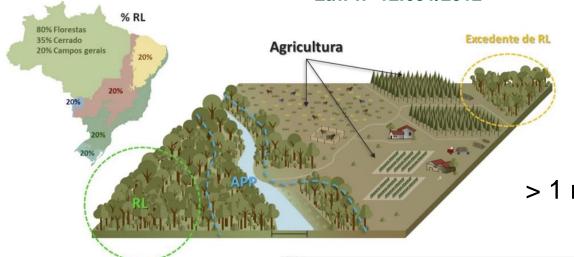




Scientific Reports, 2024

### CAR: The online environmental registry

Forest Code Law nº 12.651/2012



Roughly 53% of Brazil's native vegetation occurs on private properties\*

> 1 million in Minas Gerais

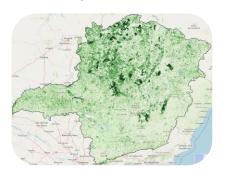




Soares-Filho et al 2014

# Automated Assessment of Forest Code Compliance

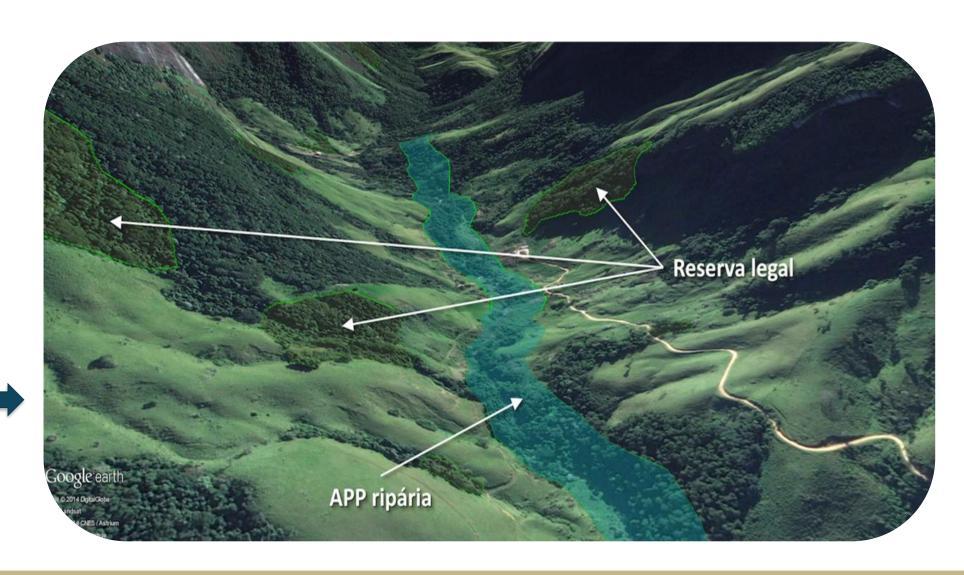
Environmental Rural Registry (CAR)



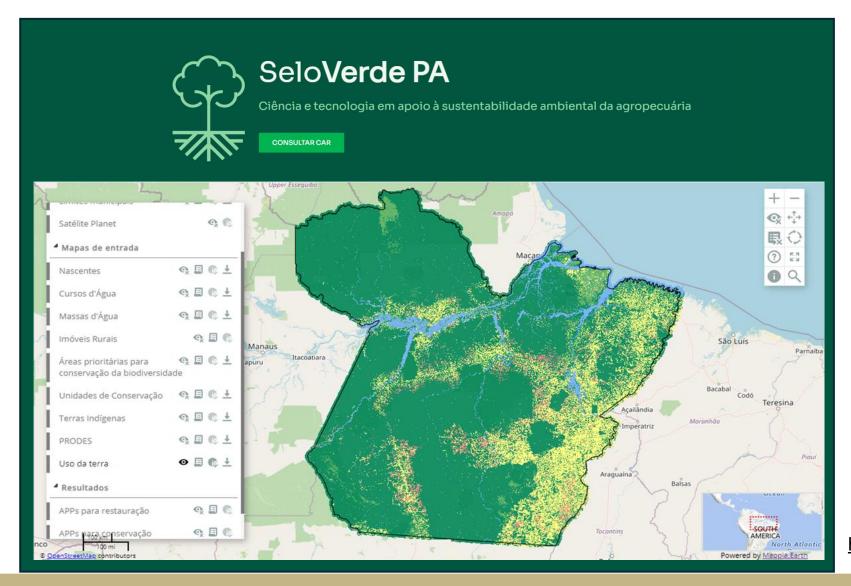




Computational Model



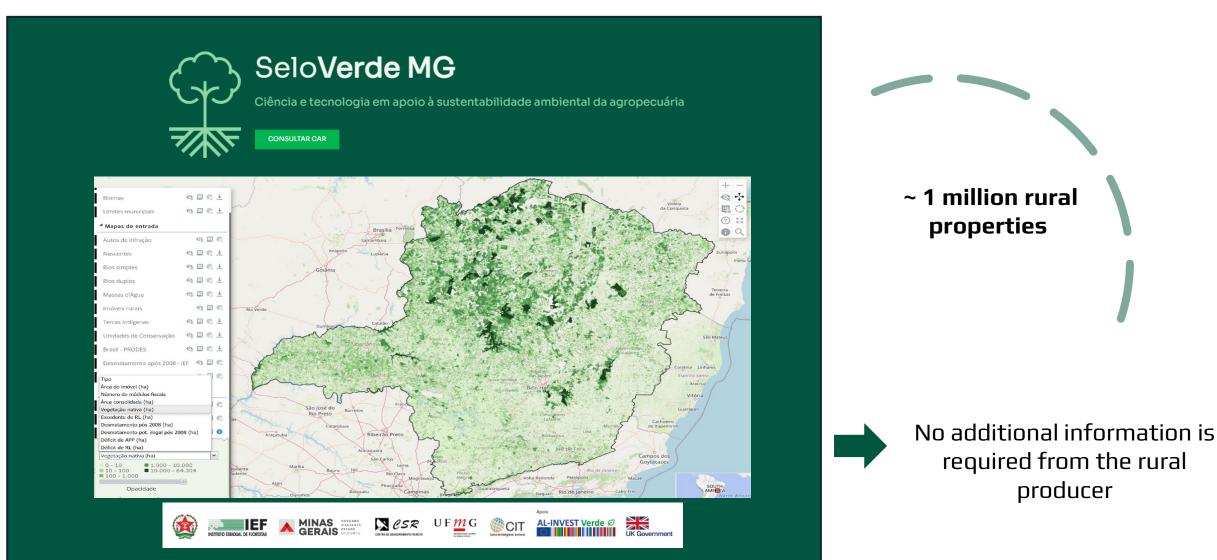
### SeloVerde-PA: soy and cattle chains in Pará/Brazil





https://www.semas.pa.gov.br/seloverde/

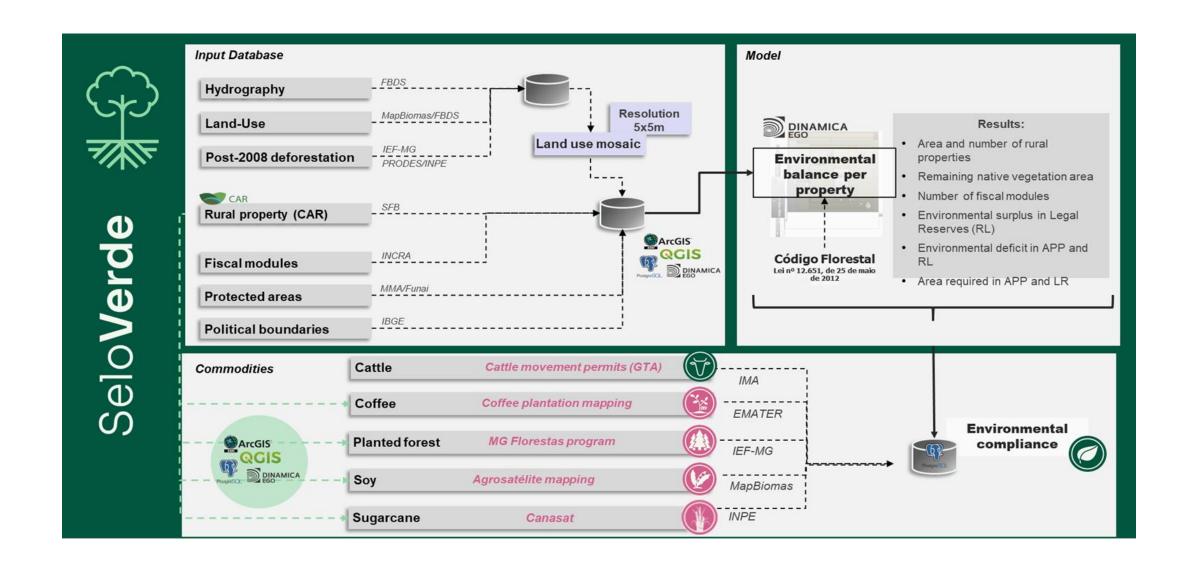
# SeloVerde-MG: a public system covering all properties



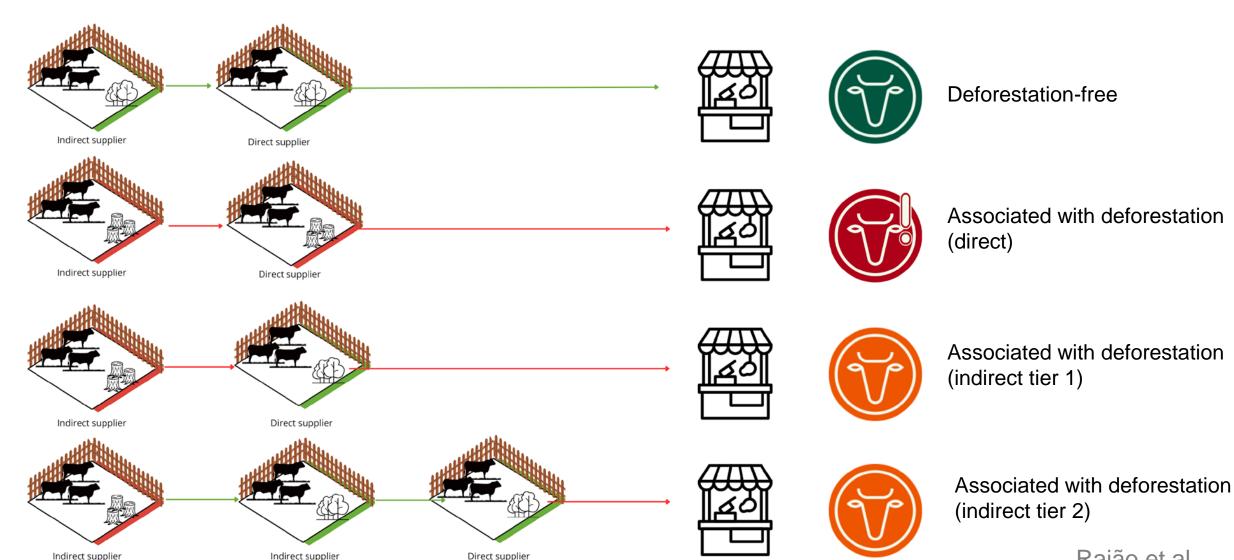
## Environmental compliance of agricultural commodities



### Data and Methods



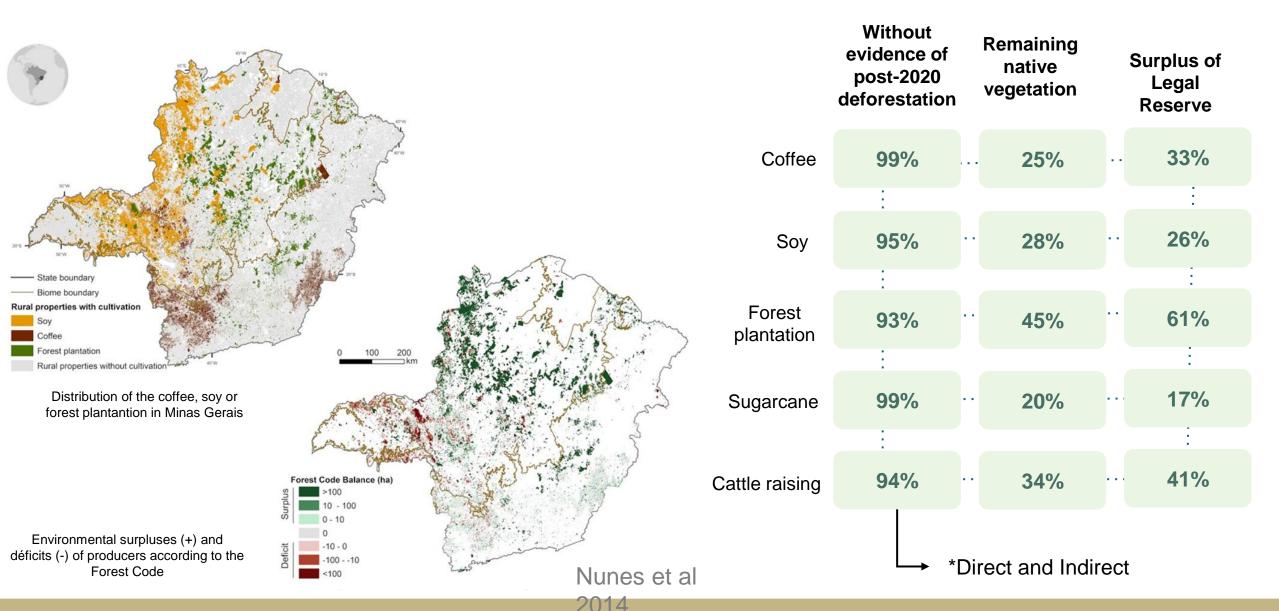
### Cattle traceability of direct and indirect suppliers



2020

Rajão et al

## Compliance in Minas Gerais



### A science-based tool





Policy Brief June 2023

#### Environmental compliance of coffee producers in the state of Minas Gerais, Brazil

Felipe Nunes Britaldo Soares-Filho Amanda Oliveira

Débora Assis Filipe Lisboa

Traceability has consolidated as a market requirement to eliminate deforestation from agriculture supply chains, and as such has become pivotal for regulating the global trade1. Growing pressure for deforestation-free agriculture products has led to agreements by large companies to exclude deforesters from their supply chains (e.g., Cattle Agreements), commitments from China and the United States to ban imports linked to deforestation, regulations with this end in France and the United Kingdom, and more importantly, the due diligence rules approved in May of 2023 by the European Union (FLI)2 to enforce the import of deforestation-free products.

The EU's due diligence mandates that seven agricultural commodities, namely cattle, cocoa, coffee, palm oil, rubber, soy, and wood be deforestation-free and that their production comply with the "relevant" legislation in the countries of origin. To this end, the regulation requires that companies trace the commodities back to their origin of production, at the same time proposing a benchmarking system to assign a level of deforestation risk to each sourcing country.

The EU's new regulation is expected to come into force in 2024. It may therefore impact the state of Minas Gerais, given that coffee is its major agricultural export. Were it a country, Minas Gerais would be the world's largest coffee producer and exporter. In 2022, the state contributed to 28.5 million out of 39.35 million sacs of coffee exported from Brazil. The National Supply Company (CONAB) estimates that Minas Gerais will produce

<sup>1</sup>Rajão R., et al. (2020) The rotten apples of Brazil's agribusiness. Science, 369 (6501): 246-248. https://environment.ec.europa.eu/topics/forests/deforestat ion/regulation-deforestation-free-products\_en

27.5 million sacs of coffee in 2023, which is approximately 50% of the entire national production, estimated at 55 million sacs.

Due to the relevance of the coffee production in Minas Gerais, it has become essential to evaluate the socioenvironmental compliance of coffee producers to the Brazilian Forest Code (FC) as well as with respect to deforestation. The FC is the country's primary legislation regulating environmental conservation on private lands3. In short, it establishes where native vegetation must be conserved or can be suppressed, also regulating the use of natural resources. The law defines two types of conservation areas: Areas of Permanent Preservation (APP) along rivers, water bodies and springs and on steep slopes and hilltops, and Legal Reserves (LR), a percentage of the rural property's area where native vegetation must be maintained. This percentage ranges from 80% in the Amazon to 20% in other biomes, such as those occurring in Minas Gerais, i.e., Cerrado, Atlantic Forest, and Caatinga. For non-compliant properties, the FC also determines the areas that must be restored. namely LR and APPs, as well as other illegally deforested areas.

There are around one million private properties in Minas Gerais registered on the Rural Environmental Registry (CAR) - the national webbased database of rural properties. Because the CAR is a self-reported system, there is still a need to validate its information. To do so, it is necessary to develop technological solutions capable of integrating the massive CAR dataset with detailed land-use mapping to automatically analyze the

<sup>3</sup> Brazil. Federal law nº 12.727 (October 17, 2012). Available at: <www.planalto.gov.br/ccivil 03/ Ato2011-</p> 2014/2012/Lei/L12727.htm>





Policy Brief

#### Environmental compliance of coffee, soy, and forest plantations in the state of Minas Gerais. Brazil

Felipe Nunes Britaldo Soares-Filho Amanda Oliveira

Débora Assis Filipe Lisboa Rodrigo Bellezoni

Traceability has consolidated as a market requirement to eliminate deforestation from agriculture supply chains and, as such, has become pivotal for regulating global trade1. Growing pressure for deforestation-free agriculture products has led to agreements by large companies to exclude deforesters from their supply chains (e.g., Soy Moratorium, Cattle Agreements), commitments from China and the United States to ban imports linked to deforestation, regulations with this end in France and the United Kingdom, and more importantly, the European Union Deforestation Regulation (EUDR) approved in May2 to enforce the import of deforestation-free products.

The EUDR mandates that seven agricultural commodities, namely cattle, cocoa, coffee, palm oil, rubber, soy, and wood be deforestation-free and that their production comply with the "relevant" legislation in the countries of origin. To this end, the regulation requires that companies trace the commodities back to their origin of production, proposing at the same time a benchmarking system based on quantitative and internationally recognized criteria to assign a level of deforestation risk to each sourcing country and its producing regions.

The new regulation - scheduled to come into operation in December 2024 - strongly impacts the state of Minas Gerais, recognized for being the world's largest coffee producer (and exporter), not to mention its vast soy crops and forest plantations. In 2023, the state produced 29 million processed bags of coffee and 8.3 million tons

<sup>1</sup>Rajão R., et al. (2020) The rotten apples of Brazil's agribusiness. Science, 369 (6501): 246-248.

2https://emvironment.or.europa.eu/topics/forests/deforestat ion/regulation-deforestation-free-products en

(Mton) of soybeans, accounting for 53% and 5% of the national output, respectively. Regarding forest plantations, the state yielded 6.3 Mton of charcoal and other products (84% of Brazilian production). and 24.6 million cubic meters of charcoal and other wood products (9% of the national output). In 2023, 12.3 million bags of coffee, 142.1 thousand tons of soybeans (including soy bran and other derivatives), and 404.5 thousand tons of forestry products (cellulose, paper, rubber, wood, and other derivatives) were exported to the EU. totaling business around US\$ 2.7 billion (coffee). US\$ 81.1 million (soy) and US\$ 218.1 million (forest

Given this regulatory context, it is essential to evaluate the socio-environmental compliance of agricultural producers in Minas Gerais, especially concerning deforestation and compliance with the Brazilian Forest Code (FC). The FC is the country's primary legislation regulating environmental conservation on private lands4. In short, it establishes where native vegetation must be conserved or can be suppressed upon authorization, also regulating the use of natural resources. The law defines two types of conservation areas: i) Areas of Permanent Preservation (APP) along rivers, water bodies and springs and on steep slopes and hilltops, and ii) Legal Reserves (LR), a percentage of the rural property's area where native vegetation must be maintained. This percentage ranges from 80% in the Amazon to 20% in other biomes, such as those occurring in MG, i.e., Cerrado, Atlantic Forest, and Caatinga. For non-compliant properties, the FC also determines the areas that must be restored by

<sup>3</sup>Data provided by SEAPA (Secretaria de Estado de Agricultura, Pecuária e Abastecimento de Minas Gerais). <sup>4</sup>Brazil. Federal law nº 12,727 (October 17, 2012). Available at: swww planalto gov br/ccivil 03/ Ato2011 2014/2012/Lei/L12727.htm>.

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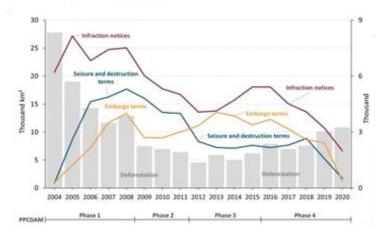
Article Open access Published: 21 January 2024

#### Lessons from the historical dynamics of environmental law enforcement in the Brazilian Amazon

Felipe S. M. Nunes . Britaldo S. Soares-Filho, Amanda R. Oliveira, Laura V. S. Veloso, Jair Schmitt, Richard Van der Hoff, Debora C. Assis. Rayane P. Costa. Jan Börner, Sonia M. C. Ribeiro, Raoni G. L. Ralão, Ubiraiara de Oliveira & Marcelo Azevedo Costa

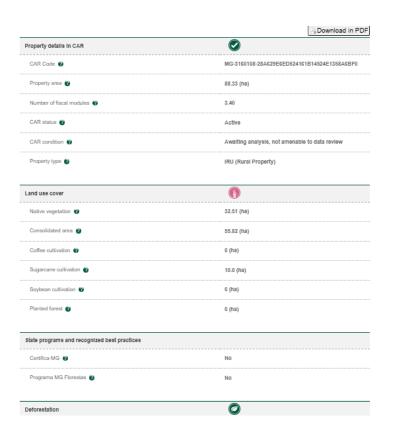
Scientific Reports 14. Article number: 1828 (2024) | Cite this article

1778 Accesses 13 Altmetric Metrics



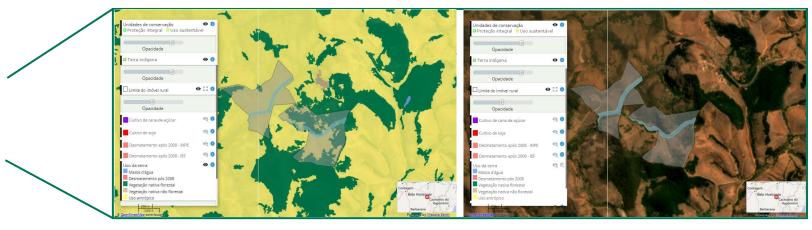
Scientific Reports, 2024

# SeloVerde-MG: a public system covering all properties

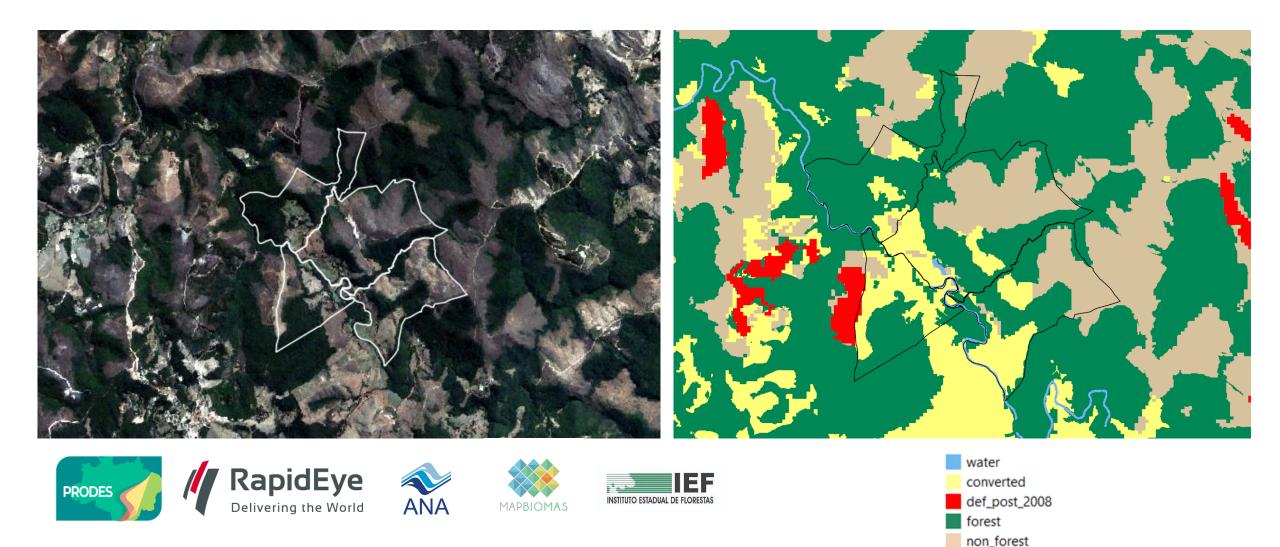


<u>Free access</u> to compliance information with <u>personal and</u> <u>commercial data protection</u>

- Property query
- Geolocation and property perimeter
- Personal data protection
- Maps and satellite images
- · Deforestation monitoring
- Transparency and traceability for all suppliers in Minas Gerais



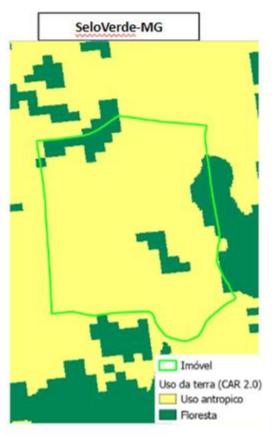
## High-Resolution mapping for Minas Gerais

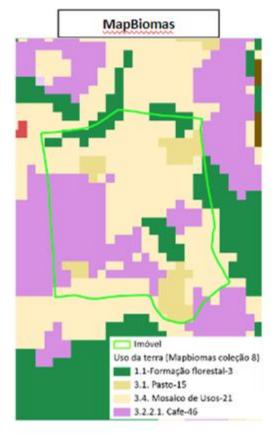


# Reference mappings and future challenges (coffee)







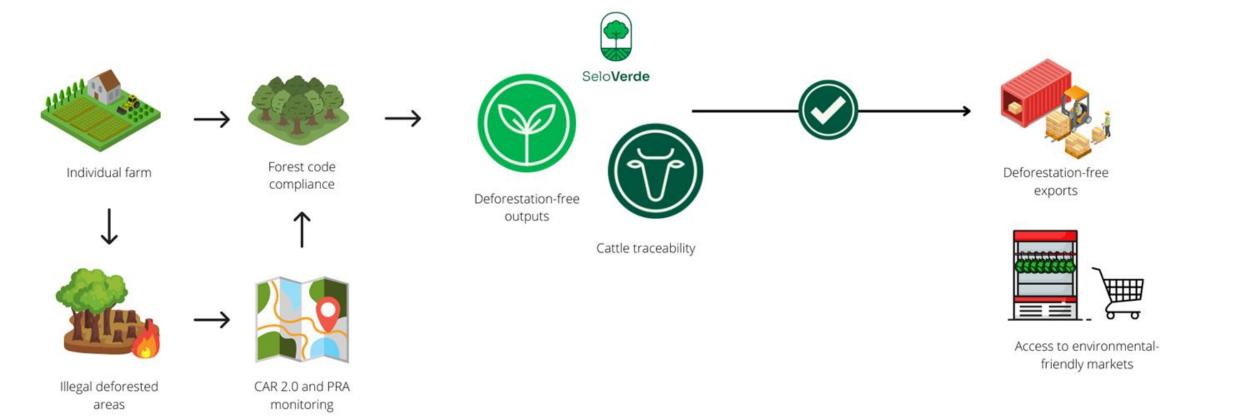


## High-resolution mapping for Pará state (5m)

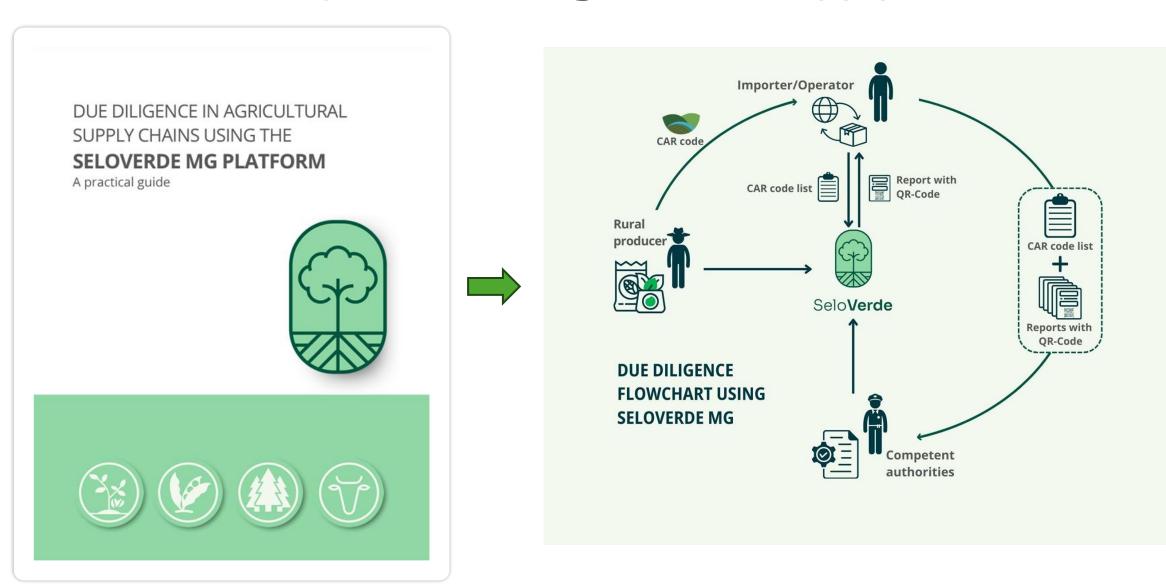


https://csr.ufmg.br/mappia/para/

## SeloVerde helping to attest deforestation-free farms and legality



### Verifiable compliance throughout the supply chain



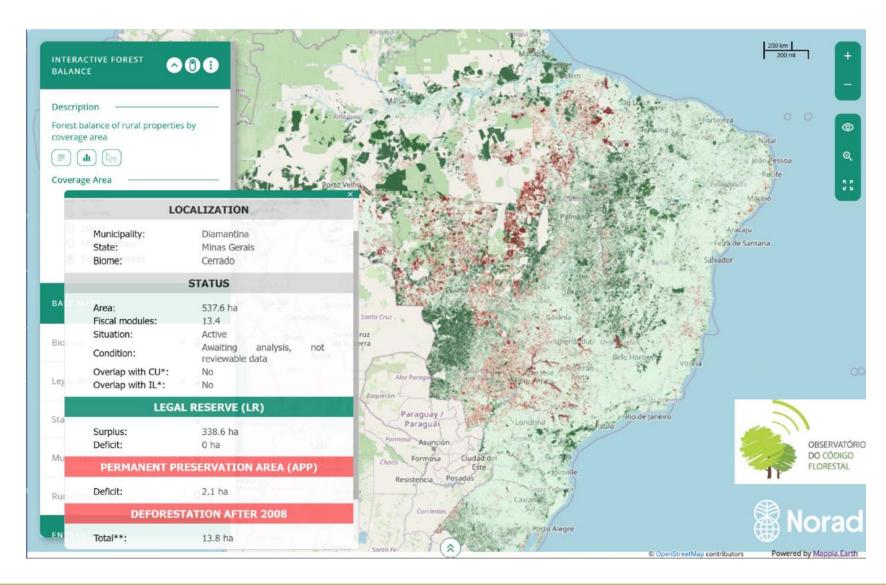
### Online demonstration



Plataforma SeloVerde-MG:

https://seloverde.meioambiente.mg.gov.br/

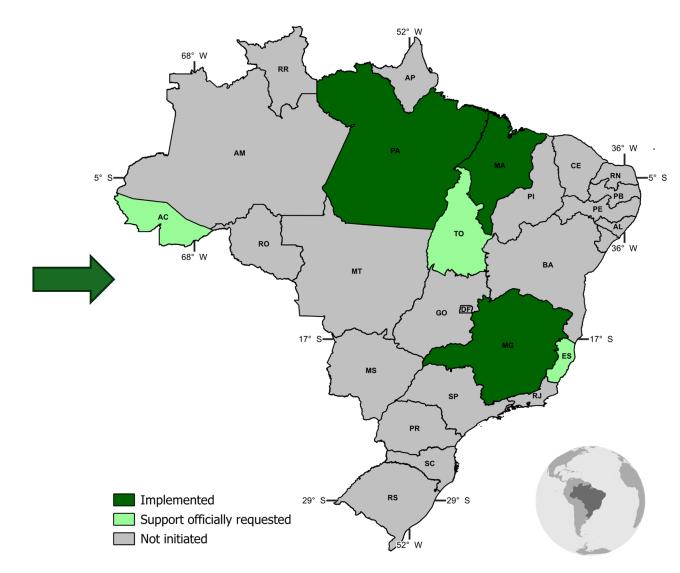
## Farm-level analysis already available throughout Brazil



## And we are expanding and tailoring to other States...



Official data



## Thank you for your attention

#### To know more:

Plataforma SeloVerde-MG: <a href="https://seloverde.meioambiente.mg.gov.br/">https://seloverde.meioambiente.mg.gov.br/</a>

Policy brief: <a href="https://csr.ufmg.br/csr/wp-content/uploads/2023/06/policy\_conformidade-do-parque-cafeeiro\_english\_2.pdf">https://csr.ufmg.br/csr/wp-content/uploads/2023/06/policy\_conformidade-do-parque-cafeeiro\_english\_2.pdf</a>

Centro de Sensoriamento Remoto/UFMG: <a href="http://csr.ufmg.br/csr/">http://csr.ufmg.br/csr/</a>

Secretaria de Agricultura, Pecuária e Abastecimento de Minas Gerais: <a href="http://www.agricultura.mg.gov.br/">http://www.agricultura.mg.gov.br/</a>

Instituto Estadual de Florestas: <a href="http://www.ief.mg.gov.br/">http://www.ief.mg.gov.br/</a>