

STARBUCKS Employee Engagement for Sustainability

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ABEX Team



157.38 million 60kg bags of coffee in 2016/17

(Statista, 2018)



Sustainable Coffee Challenge

(Sustainable Coffee Challenge, n.d.)

01.

Scaling Up Sustainable Coffee Sourcing

Sharing experience and lessons to help companies establish and achieve sourcing commitments

GO

Coffee Farm Renovation and Rehabilitation

GO

Meeting the need to replant an estimated 2.2 million hectares globally while applying best practices that restore productivity, conserve the environment and promote ongoing R&R efforts.

Improved Labor Practices and Supply

Ensuring a continued supply of labor and promoting good labor conditions across coffee-producing countries.

GO

03.

04. Mapping + Monitoring

of Coffee and Forests

Identifying innovative ways to map and monitor the extent of coffee and forests, and how this is changing over time.

GO



Farmers vs Baristas



Coffee Grounds



Uses

- fertilisers for composting (Starbucks Corporation, 2015)
- creating products such as air fresheners, stools (Wang, 2016)

not fully exploited by food & beverage companies

UK produces 500,000 tonnes of annually

(The Closeteur, 2017)





engage your employees

become pioneers in recycling wasted coffee grounds



OPERATION COFFEE GROUNDS

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Phase 1: Collection of Coffee Grounds

Grounds for your garden



- Introduced in **US** (1995)
 - "Grounds for your garden"
 - Discontinued lack of publicity
- Coffee grounds packed in biodegradable bags and displayed on stand
 - Employees get to design the bags
 Showcase creativity and make it more attractive for customers





Used coffee grounds for gardening purposes

High levels of nitrogen \rightarrow Get rid of weeds \rightarrow to flourish

Customers get to learn about sustainability

Emphasizes on Starbucks' core values customer, coffee & partners first





Grounds for Starbucks



50% of the coffee grounds for Starbucks' own sustainability purposes



Phase 2: **Recycling Coffee** Grounds

Bi-annual Soap Making Workshop for Employees



- Understand the process of soap-making
- Hands-on experiment with different ingredients
 Coffee & goat milk, lavender etc.





Collaboration with SOAP STANDISTRY

Local company
 Offers soap-making workshops

 Recognized by NEA - contributes to a clean and green environment



- Only uses <u>natural ingredients</u> without harsh chemicals & preservatives.
 No Paraben, SLS , T.E.A, D.E.A, Animal Fats
 - No Animal Testing
- All ingredients used are eco-friendly, child-friendly & biodegradable.

Collaboration with SOAP SON NOT STRY



- Supported by various corporate groups such as NLB, A*Star, MOE, MEWR, IRAS, Singtel and many more
- Featured on local television channels (Channel 8)

Collaboration with SOAP SOAP SOAPS

Giving back to the COMMUNITY!



and nurture the human e person, one cup and orhood at a time.

e as we serve, give as

we get.





Competitions held **annually** to **engage employees** in sustainability.

Conducting workshops will give all employees a fair chance to compete.

Competition themes will be different - **Soap bars** will be the **main theme** this year.

Best soap bar will be selected from workshop.







They will work closely to commercialise and produce the chosen product.

Both **companies** will **benefit** by **making use** of their **brand** to help in **marketing** of **product**.

Placed on sale through a website (www.bucksforcharity.com.sg)

Proceeds will be given to **charities**.



Task Schedule

Phase 1: Collection of Coffee Grounds						
	Collecting of used coffee grounds March 2019 - June 2019					
	Designing of biodegradable bags March 2019 - June 2019					
Grounds for your Garden	Implementation of program July 2019 - February 2020					
Thase 2. Recycling of conce orounds						
	Employees's preparation in workshop July 2019					
	Experimenting with different soap recipes July 2019 - Sep 2019					
DIY Soap Making Workshop	Starbucks looking for collaboration with Soap Ministry July 2019 - Feb 2020					
	Employees will decide on the best product Sep 2019 - Oct 2019					
	Finalize designs and Production Sep 2019 -Nov 2019					
	Prepare marketing materials Oct 2019					
	Release to public for sale (www.bucksforcharity.com.sg) Nov 2019 - Feb 2020					
Soap Bar's Production & Sale	Sales profit given to charities Dec 2019 - Feb 2020					

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Engagement

Enhancement of Image

Increased brand exposure

Environment

Charity

Profit





Engagement

• Paper bag design for coffee grounds





Designing of soap bars
 District representation of soap bars





Benefits of Engagement

- Engaged towards **sustainability**
- Engaged towards the organization
- Gives employees a **voice**
- Creates friendly work culture
 Team unity





Enhancement of Image

- Corporate Social Responsibility
 - Environment
 - Society
- Reflects well on customers/stakeholders
 Helps in engagement





Increased Exposure

- Increase of Customer Base
- Breaking into a new industry







Environment

- Coffee Fields
 - Less coffee grounds dumped in landfills
- Biodegradability



Charity

- Helps the less fortunate
- Money goes to reliable, established charities
 - Choice of charity allows for flexibility
 - Customer's personal choice of cause





Profit - Service-Profit Chain Model

Employees Satisfaction & Commitment	Service Quality	Customer Satisfaction	Customer Loyalty & Referrals	Company Profitability and Growth
Employee Engagement	Employees are satisfied	Better work performances from	Satisfied customers	Positive Public Image of Starbucks
 Motivating employees to act Encourage sustainability Earn monetary benefits. 	- Better work performance in day-to-day operations	 employees Better service provided Customer now becomes more satisfied. 	 More likely to come back again Brand Loyalty Might even recommend and promote through word of mouth. 	- More patronage -> leads to more revenue



Cost-Benefit Analysis



- Organizational benefits
 - Promote **Starbucks brand**
 - Enhancing Starbucks public image
 - Revenue/Profits





- Cost
 - Coffee grounds collected from

stores

Soap bar packaging





- Feelings of convenience > Sustainability
 - Motivation through posters
 - Get them to feel the "sustainability spirit"
 - More workload in their Job-scope
 - $\circ \quad \text{Emphasize} \rightarrow \text{mutually} \\ \text{beneficial relationship} \\$
 - Potential monetary benefit



Conclusion



References

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