



BSCI - A Cost / Benefit Analysis

Overview

This session will investigate the benefits of engaging in BSCI, particularly in terms of cost savings through audit reduction among other BSCI services. FTA's Senior Director Sustainability, Darrell Doren, will explore the figures that make your engagement in BSCI financially beneficial to your company. BSCI's forthcoming collaborative ventures will also be presented which are set to increase the value of your participation!

Speakers:

Moderator: **Darrell Doren**, Senior Director Sustainability - FTA

Session Highlights

- Introductory question asked by Darrell Doren ,what is the value of BSCI?'
- By presenting what BSCI offers
 - o BSCI oline platform
 - o Dashboard
 - o Networking etc
- DD makes clear that the value is not easy to measure, but will explain it with Auditing as example:
- Financial calculation:
 - o In Bangladesh, which has a high linkage rate (several members are linked to one producer on the BSCI platform), the BSCI system avoided 71Mio Euro audit costs.
- Personell calculation:
 - o The time used to conduct one audit is higher than the working hours per week for one workforce. Audits done in the BSCI system save 329 years of working time
- Avoided labour costs in supervisory audits: 16Mio
- $71\text{Mio} + 329\text{ Years} + 16\text{Mio} = \text{Avoided costs per participant of BSCI } 51937\text{ Euro}$
- The comparison of the membership growth of 594% and the audit growth of 276% shows that the system of linked participants works and no additional audits and costs have been created although the BSCI membership is constantly growing

Quotes

- *"Everyone can do this calculation on his own and see how much he already didn't spend yet".*
Darrell Doren