

LEGALITY STANDARD 3: THE STANDARD FOR PRIVATELY-OWNED FORESTS

No	Principles	Criteria	Indicators	Verifiers	Related Regulations
1.	P1. Timber ownership can be verified	K1.1 Legality of ownership or land title in relation to the timber harvesting area.	1.1.1 Private land or forest owner can prove ownership or use rights of the land.	Valid land ownership or land tenure documents (land title documents recognized by competent authorities)	Act 5/1960 Regulation of the Minister for Forestry P33/2010
				Land Cultivation Right.	Government Regulation PP12/1998
				Deed of Establishment of the Company	Regulation of the Minister for Trade 36/2007
				Business licence for companies engaging in trading business (SIUP)	Regulation of the Minister for Trade 37/2007
				Company registration (TDP)	Act 6/1983
				Tax payer registration (NPWP)	Act 13/2003
1.1.2 Management units (either owned individually or by a group) demonstrate valid timber transportation documents.	Map of the area of private forest and boundaries delineated on the ground.	Act 23/2003 Act 20/2009			
	Certificate of Timber Origin or Log Transport Document	Regulation of the Minister for Forestry P30/2012			
1.1.3 Management units show proof of payment of applicable charges related to trees present prior to the transfer of rights or tenure of the area.	Invoice/ sales receipt/ freight clearance.				
	Proof of payment of Reforestation Fund and/or Forest Resources Fee and compensation to the state for the value of stumpage cut.	Regulation of the Minister for Forestry P18/2007			

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2.	P2. Compliance with environmental and social aspects related to timber harvesting in the case of areas subject to Land Cultivation Rights	K2.1 Permit holder has an approved Environmental Impact Assessment (EIA) document and has implemented measures identified in it.	2.1.1 Permit holder has EIA documents approved by the competent authorities which cover the entire work area.	EIA documents	Government Regulation PP27/1999 Regulation of the Minister for Forestry and Plantation 602/1998	
3.	P3. Compliance with labour laws and regulations in the case of areas subject to Land Cultivation Rights	K3.1 Fulfilment of occupational safety and health (OSH) requirements	3.1.1 Availability of OSH procedures and their implementation	Implementation of OSH procedures	Regulation of the Minister for Manpower & Transmigration 01/1978	
				OSH equipment	Regulation of the Minister for Forestry P12/2009	
				Employment injury records		
		K3.2 Fulfilment of workers' rights	3.2.1 Freedom of association for workers	Workers belong to workers unions or company policies allow workers to establish or get involved in union activities	Act 21/2000 Regulation of the Minister for Manpower & Transmigration 16/2001	
				3.2.2 Existence of collective labour agreements	Collective labour agreement documents or company policy documents on labour rights	Act 13/2003 Regulation of the Minister for Manpower & Transmigration 16/2011
					3.2.3 Company does not employ minors underage workers	There are no underage workers