

Forum for Sustainability through Life Cycle Innovation

### Measuring the Impact of Recycling & Materials Management – A life cycle primer

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# We have over 25 years of developing and applying life cycle information – What have we learned?

### Learning 1 – All products/materials/packaging have some type of impact – there are no green products/materials/packaging – only 'greener"

Al lannuzzi – "Whenever I speak about greener products, there are two things I usually say:

- 1. There is no such thing as a green product.
- 2. What good is a greener product if no one knows about it?

The reason for these assertions is that life-cycle assessments have shown that every product has impacts, from raw materials to transportation, manufacturing, customer use, and end of life. Every product can be improved in some way, which is why I use the term Greener."

### Greener Products

The Making and Marketing of Sustainable Brands

Second Edition

Al lannuzzi

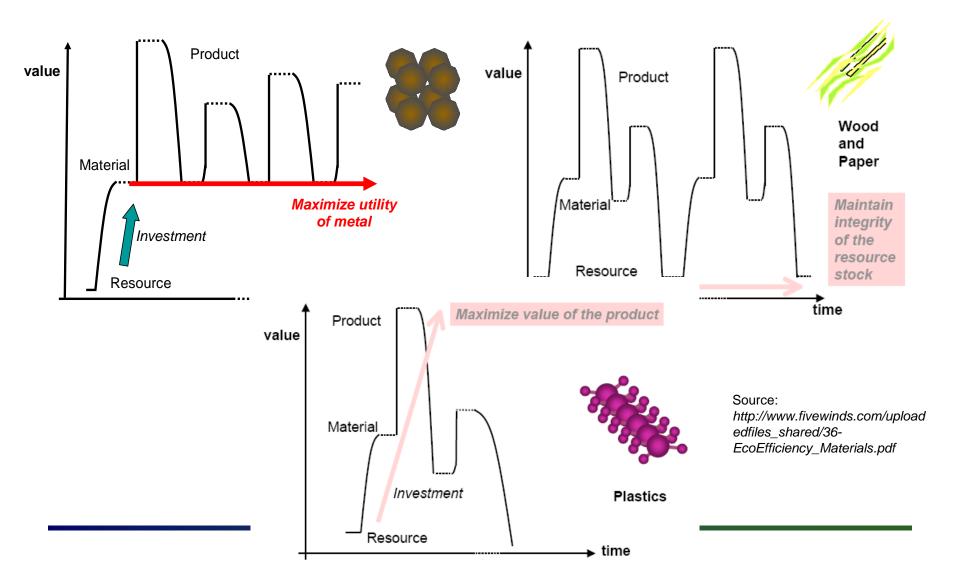


### **Challenging Suppliers**

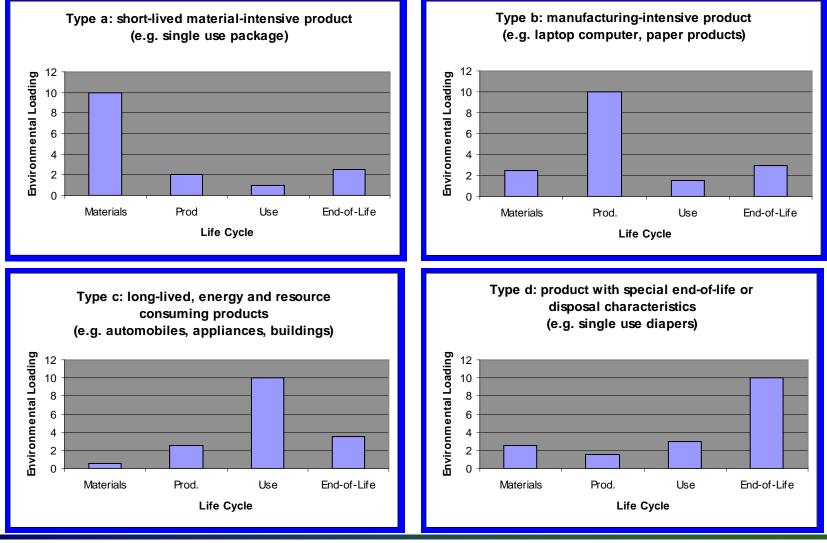


- Environmental impact of beverage containers – 1970s LCA study
- No material ban / de-selection
- Challenged material & container companies to make adjustments
- Developed infrastructure for aluminium
- 90% Life cycle energy reductions

### But all products/materials are not equal



### Learning 2 – Products/materials/packaging can have multiple impacts



# What is the better car from an environmental perspective?



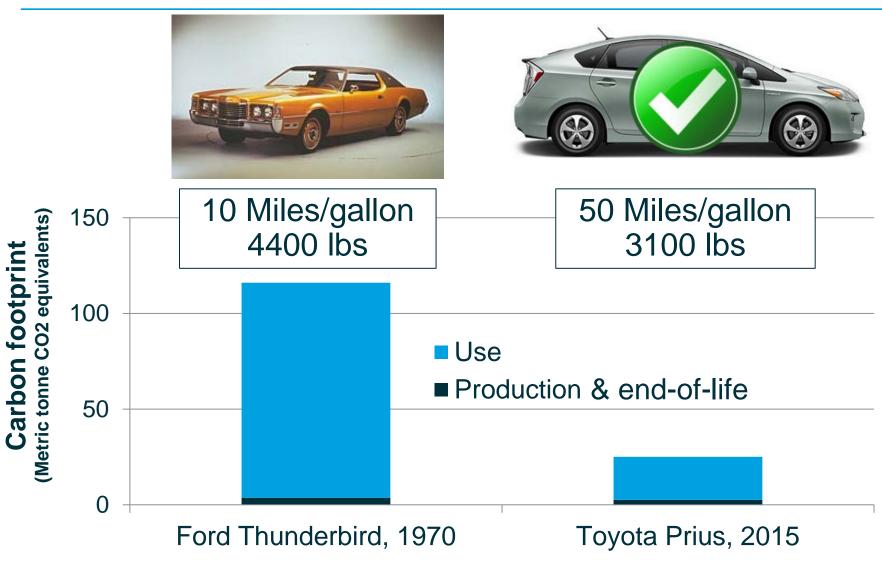


#### 1970 Ford Thunderbird

2015 Toyota Prius



#### The answer is obvious





#### Comparison based on recyclability only



Ford Thunderbird – 1970



Thunderbird			
Metals	Close to 100%		

Scrap dealers' dream



Toyota Prius – 2015

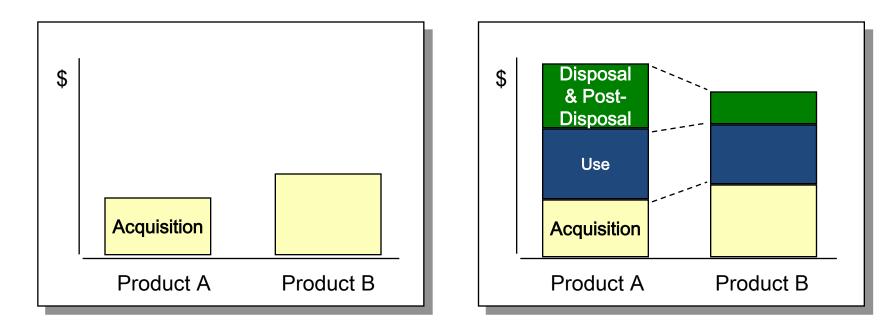


Prius				
Metals	71%			
Composites	18%			
Others	11%			

#### Monstrous hybrid?



# First Choice Is Not Always Obvious



## First Costs – Product A (acquisition/purchasing

Best Value - Product B is more cost-effective.



# Total Cost of Ownership Inputs

Cost elements associated with the costs of doing business for the <u>purchaser</u> of the product system

Three Categories:

#### Labor Related

- •EHS Training
- •Auditing / Monitoring
- •Waste Handling Costs
- Labelling
- PPE Costs
- Exposure Monitoring
- Record keeping
- Dispensing Costs
- Material Handling
- •Lost Work Days

#### Management Related

- Fines / Penalties
- •Non-Hazardous Waste Disposal
- •Hazardous Waste Disposal
- Registration Costs
- Wastewater Costs

#### Process or Energy

#### **Related**

- Process Changes
- Property Protection Costs
- •Energy Costs
- Water Costs







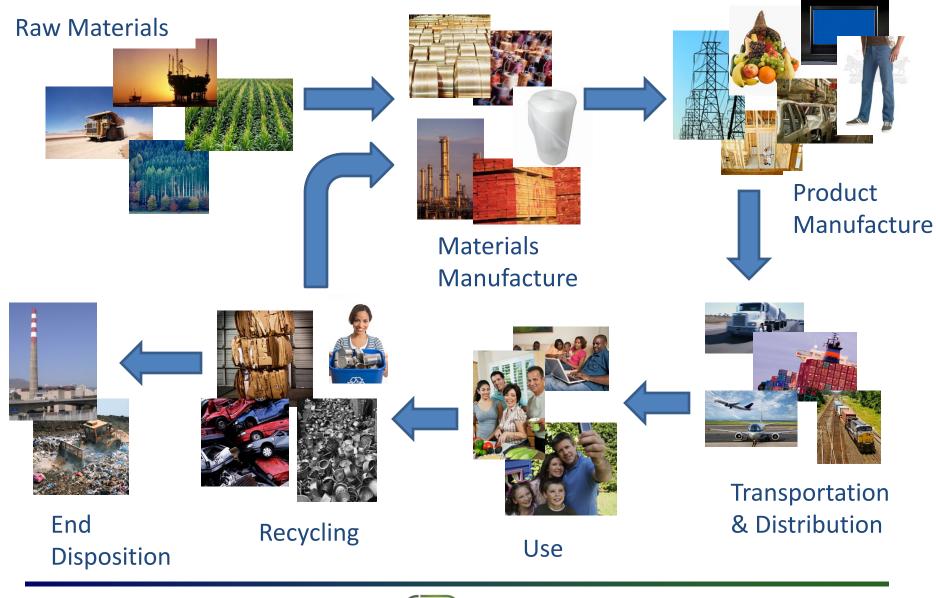




TCO Example							
	First Cost	Health & Safety Benefit	Productivity Benefit	Future Cost Avoidance			
Selection of System approach to cleaning (estimates)	*	Reduced injury due to not moving drums	More efficient use of staff	Reduced workman comp claims & more efficient use of space			



Learning 3 – products/packaging/resources should be managed throughout their entire life cycle



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### **Duelling Diaper Debates**





- More waste from disposable diapers than cloth diapers ~ cloth diaper industry
- Cloth diapers have meaningful environmental impacts due to use and heating of water for washing
- Which product is better??

Different and *equally valid* interpretations can result depending on the impact and where it occurs.

## What is Life Cycle Assessment?

"Life Cycle Assessment is the process of compiling and evaluating the inputs and outputs to estimate the potential environmental impacts of a product system across its lifetime"

Or:

What is the total impact of making my product/material/packaging, including all upstream and downstream activities required to make, use, or end of life disposition?



## Conducting an LCA

#### Goal & Scope Definition

Determination of scope and system boundaries

#### Life Cycle Inventory

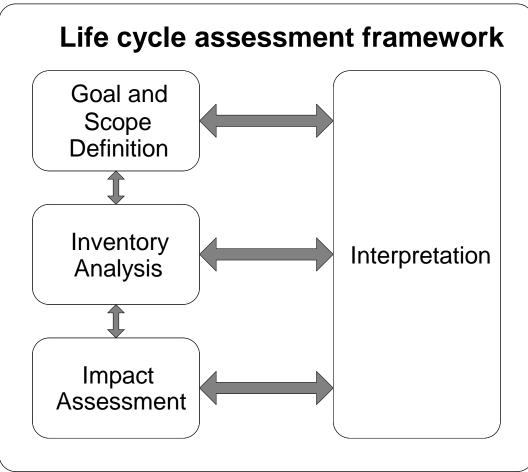
Data collection, modeling & analysis

#### Impact Assessment

Analysis of inputs and outputs using indicators

#### Interpretation

Sensitivity analysis, dominance analysis, etc.



### Corporate strategy driven by LCA Data







#### **Initial Data**

- Leather sourced from US
- Shipped to Portugal, back to US
- Round-trip 8,000 miles

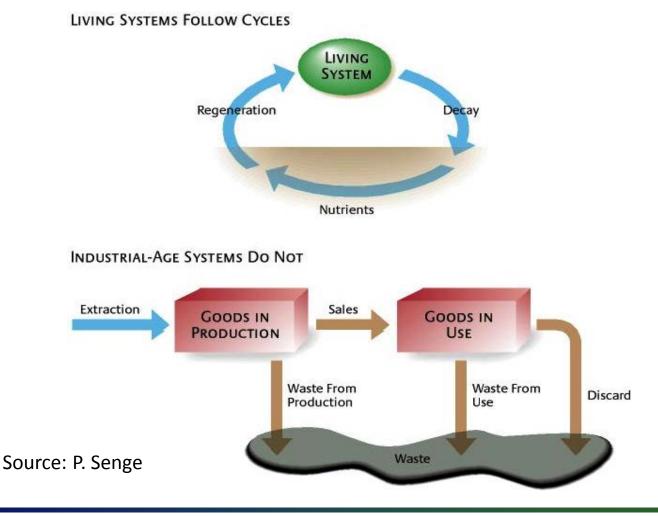
#### Assumption

 Transportation is key issue

#### Results

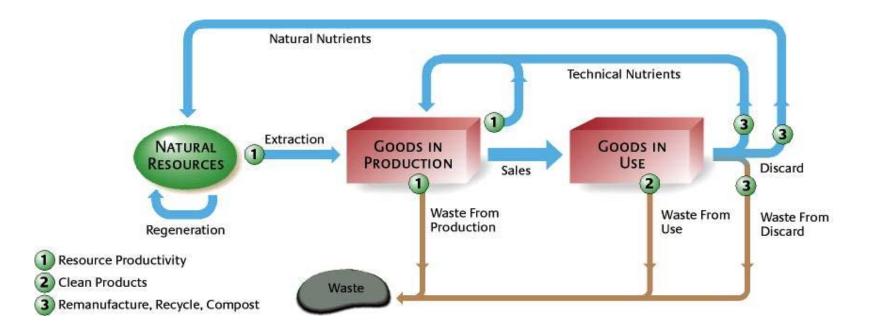
 Leather production is largest contributor to greenhouse gases

# Why industry produces waste





# The Big Picture: Environmentally Sound Industrial System



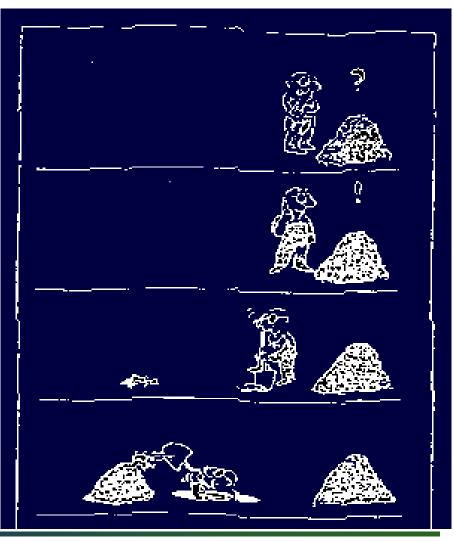
1. Source: "Innovating our Way to the Next Industrial Revolution," P. Senge & G. Carstedt, Sloan Management Review, January 2001



### Life Cycle Thinking

Avoid...

#### ...solving a problem...





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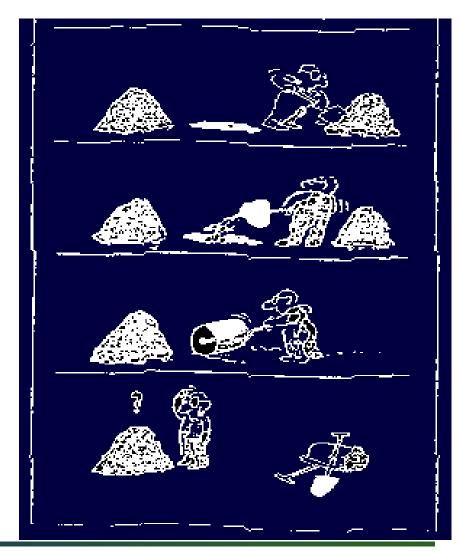
### Life Cycle Thinking

Avoid...

...solving a problem...

... by creating

a problem.





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### Learning 4 - We must focus and take action on the right impacts at the right life cycle stage

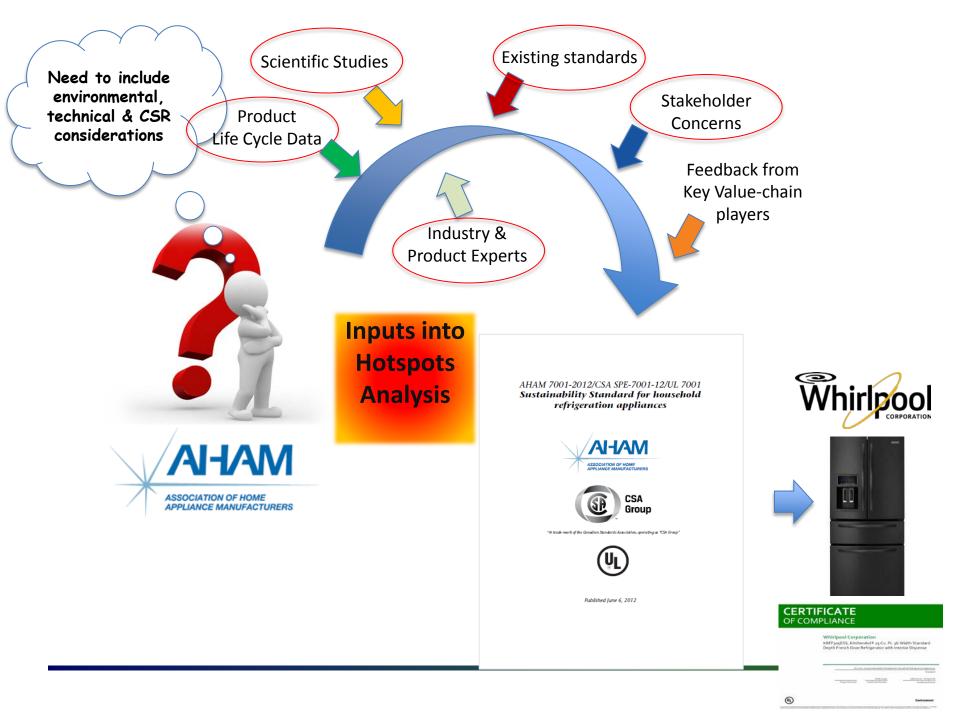
Why we care - to ensure that:

- Work on the right **issue**
- Focus on the appropriate life cycle phase
- Identify & engage the right stakeholders to evaluate and implement solutions
- Informs implications of trade-offs
- Balance resource limitations



Shaping Sustainability Standards to Drive more Sustainable Appliances





### **Final Attributes for Standard**

Attribute	Components	Points
Materials	<ul> <li>Materials of concern</li> <li>Refrigerant and foam blowing agents selection</li> <li>Product recycled content</li> <li>Packaging recycled content</li> <li>De-materialization/ Efficient Use of Raw Materials</li> </ul>	25
Energy During Use		45
Manufacturing & Operations	<ul> <li>Environmental management systems</li> <li>Greenhouse gas emissions reporting and reduction</li> <li>Water use</li> <li>Pollution prevention</li> <li>Corporate sustainability</li> </ul>	15
Product Performance		5
End-of-Life Management	<ul><li>Design for recycling</li><li>Landfill diversion</li></ul>	10
Innovation (bonus)		10



# Learning 5 – LCA information is essential but not sufficient

### Comparing eLCA & Hotspots Analysis

Methodology	Stakeholder Engagement	Potential Impact Coverage	Ease of Use	Approach	
				Qual.	Quant.
Hotspots Analysis (e.g., AHAM, PGSI, WQA)		0000	++	$\mathcal{Q}$	<b>.</b>
<i>Traditional</i> Environmental Life Cycle Assessment (i.e., ISO 14040)		0	+		

Legend

Full engagement and pilot testing Moderate engagement throughout process Limited phases of engagement

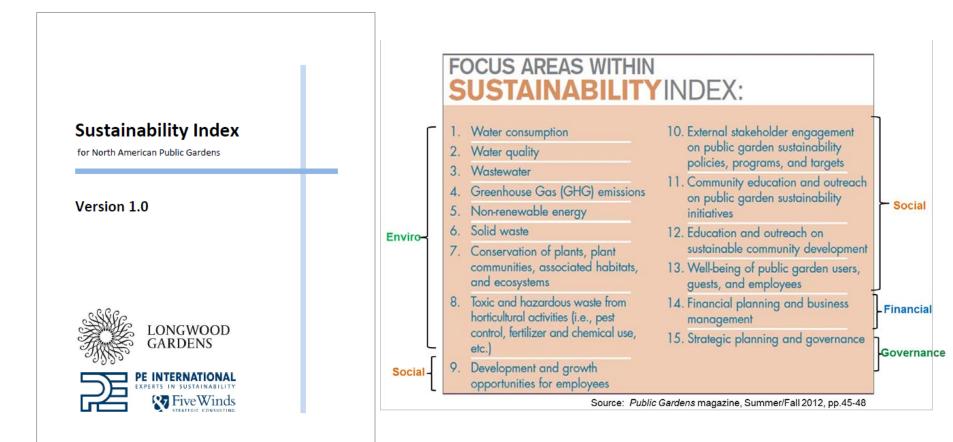
O Environmental O Economic O Social O Governance

+++ Easy ++Moderate +Difficult

Le Quantitative OQualitative



### **Public Garden Sector**



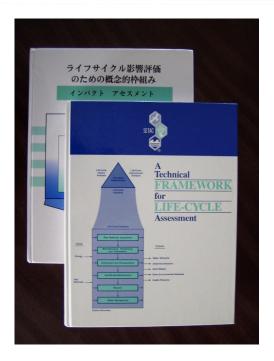


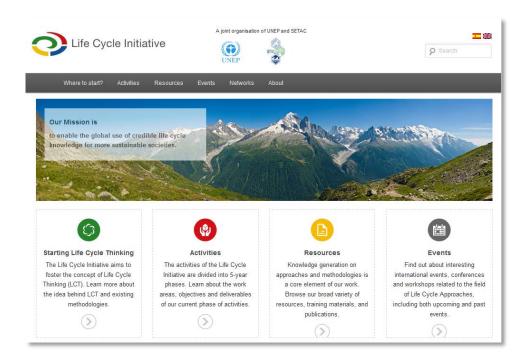


Adapted from "Impact Evaluation Review of Outcomes to Impacts Rotl" – GEF Evaluation Office with Conservation Development Centre - 2009



# Learning 7 - There is a growing life cycle community – they are a resource









Forum for Sustainability through Life Cycle Innovation Let's work together on a successful journey to scale and speed up application of life cycle information!!



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# Thank you very much for your kind attention!



# Our key learnings

- 1. All products/packaging have some type of impact there are no green products/packaging only 'greener"
- 2. Products/materials/packaging can have multiple impacts
- 3. Products/packaging/resources should be managed throughout their entire life cycle which often extends globally
- 4. We must focus and take action on the right impacts at the right life cycle stage
- 5. LCA information is essential but not sufficient
- 6. It is all about actions, changing behaviors and business practices
- 7. There is a growing life cycle community all around the world – they are a resource