

CAUSE 2003: From Industrial Revolution to...

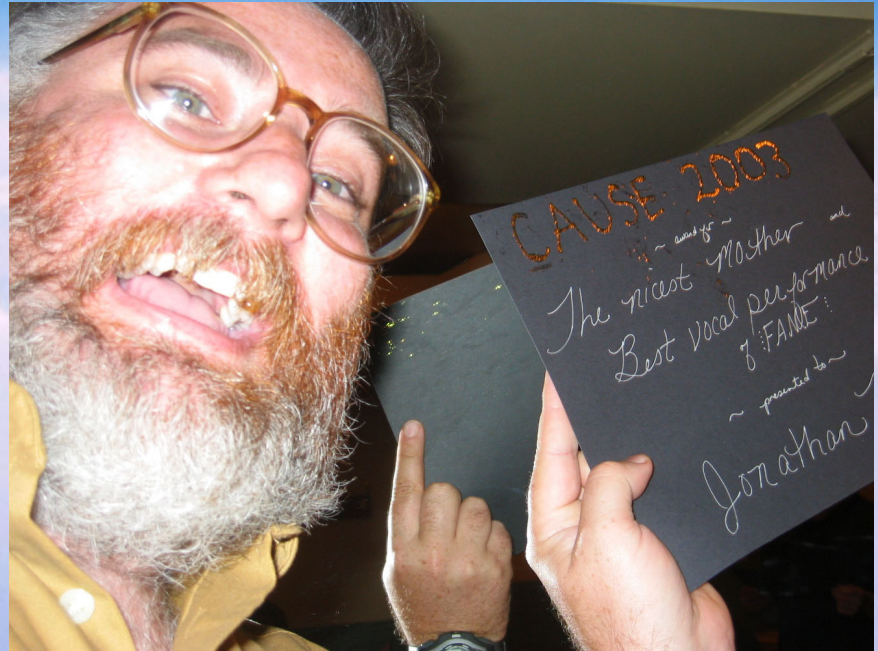
# Industrial Ecology

with Amish, Eric, and Lauren

# History of IE



**Robert A. Frosch**



**Nicholas E. Gallopoulos**



# History of IE

- A system that "would maximize the economical use of waste materials and of products at the ends of their lives as inputs to other processes and industries."

-Frosch, 1992

- Essentially mimics natural systems

# Types of Industrial Ecosystems

- Local, Regional, National, Global
- Industrial Symbiosis
- The Eco-Industrial Park



# An Eco-Industrial Park in Devens, Massachusetts



"We should leave to the next generation a stock of 'quality of life' assets no less than those we have inherited."

-Devens Enterprise Commission

- Local opinion
- Government action



# View of Devens, Massachusetts



# Major Characteristics of the Devens Eco-Industrial Park

- Material, water, and energy flows
- Companies within close proximity
- Strong informal ties between plant managers
- Minor retrofitting of existing infrastructure
- One or more anchor tenants.



# Examples of IE

Common Sense IE:

Saving resources

Recycling

Be efficient when possible

Why?

Fewer resources consumed

→ lower operational costs

Less waste/trash

→ lower disposal costs

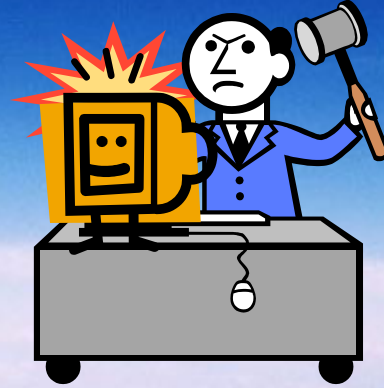


# Examples

- Liberal plans
- Using renewable resources
- Wastes become new resources
- Efficient production
- Long-lasting design of systems

# PSU Dining Commons

- Computer software



- Batch Cooking



- Napkins





# Kalundborg, Denmark

- Industries exchange wastes
- Companies made agreements 70s - 90s
- Asnaes - Coal-fired power plant
- Statoil - Oil Refinery
- Gyproc - plasterboard company
- Novo Nordisk - biotechnology company

# Coal Power Plant

## Inputs:

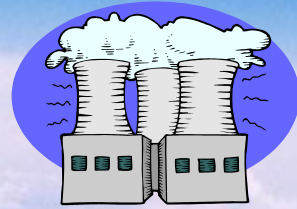
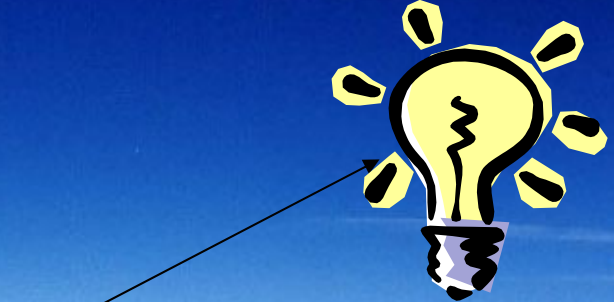
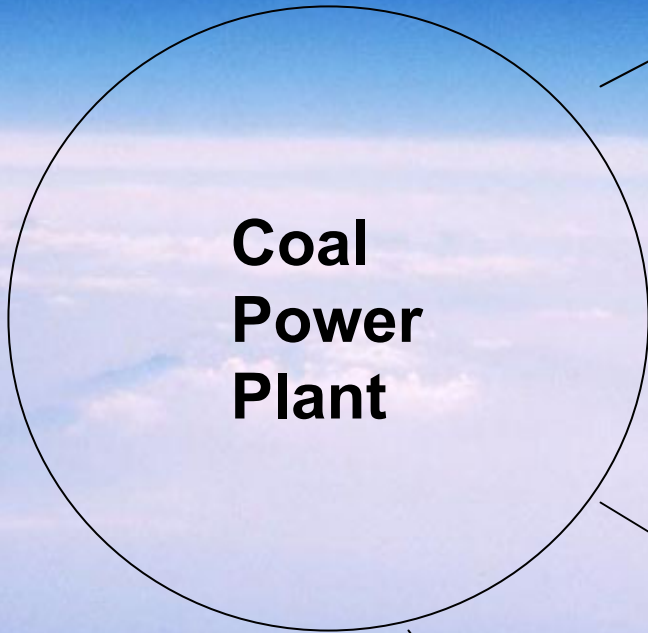
- Coal
- Surplus gas from nearby refinery
- Cool Salt Water

## Products

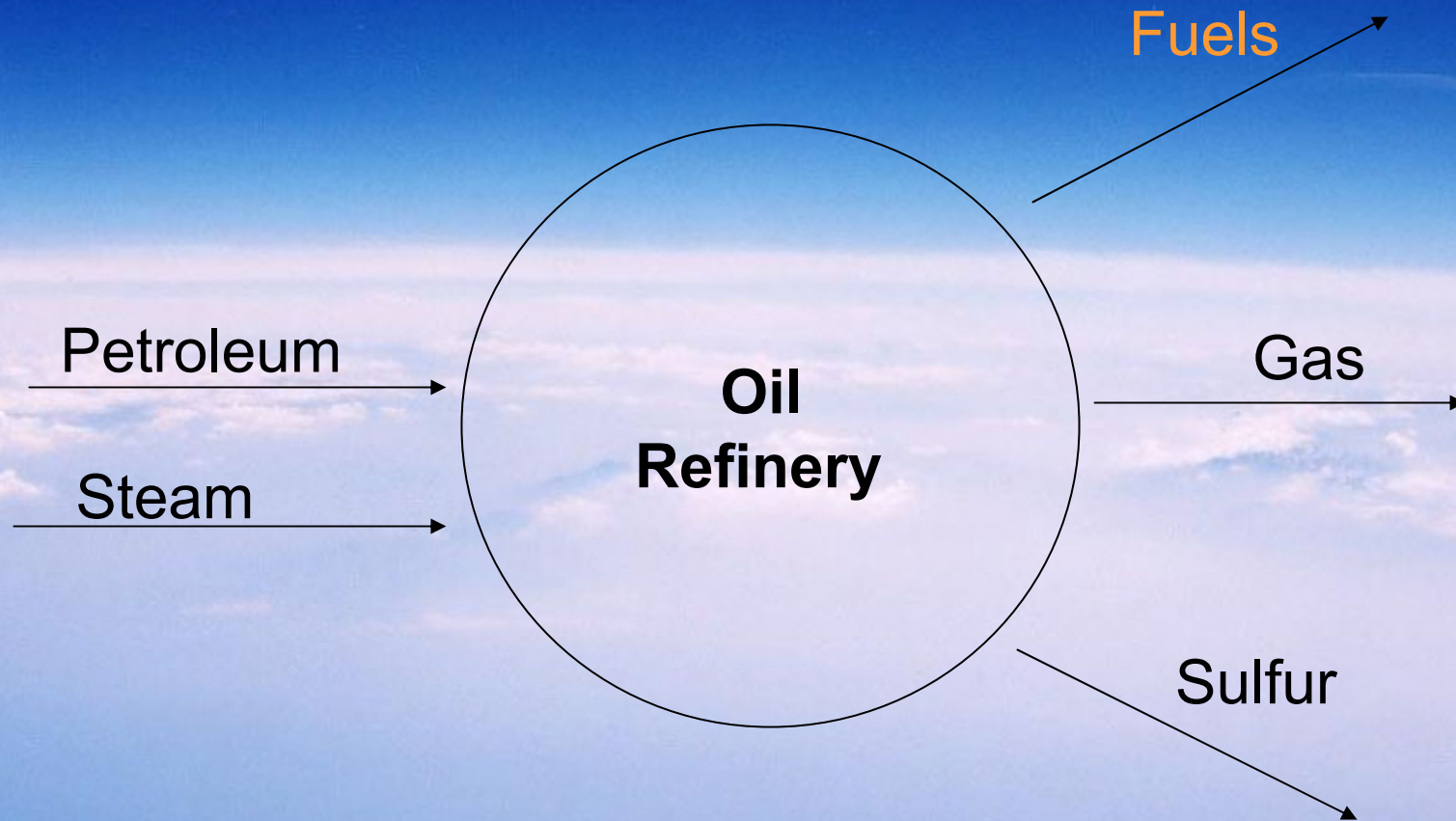
- Electricity
- Steam + Heat
- Hot Salt Water
- Ash
- Gypsum



Waste Gas

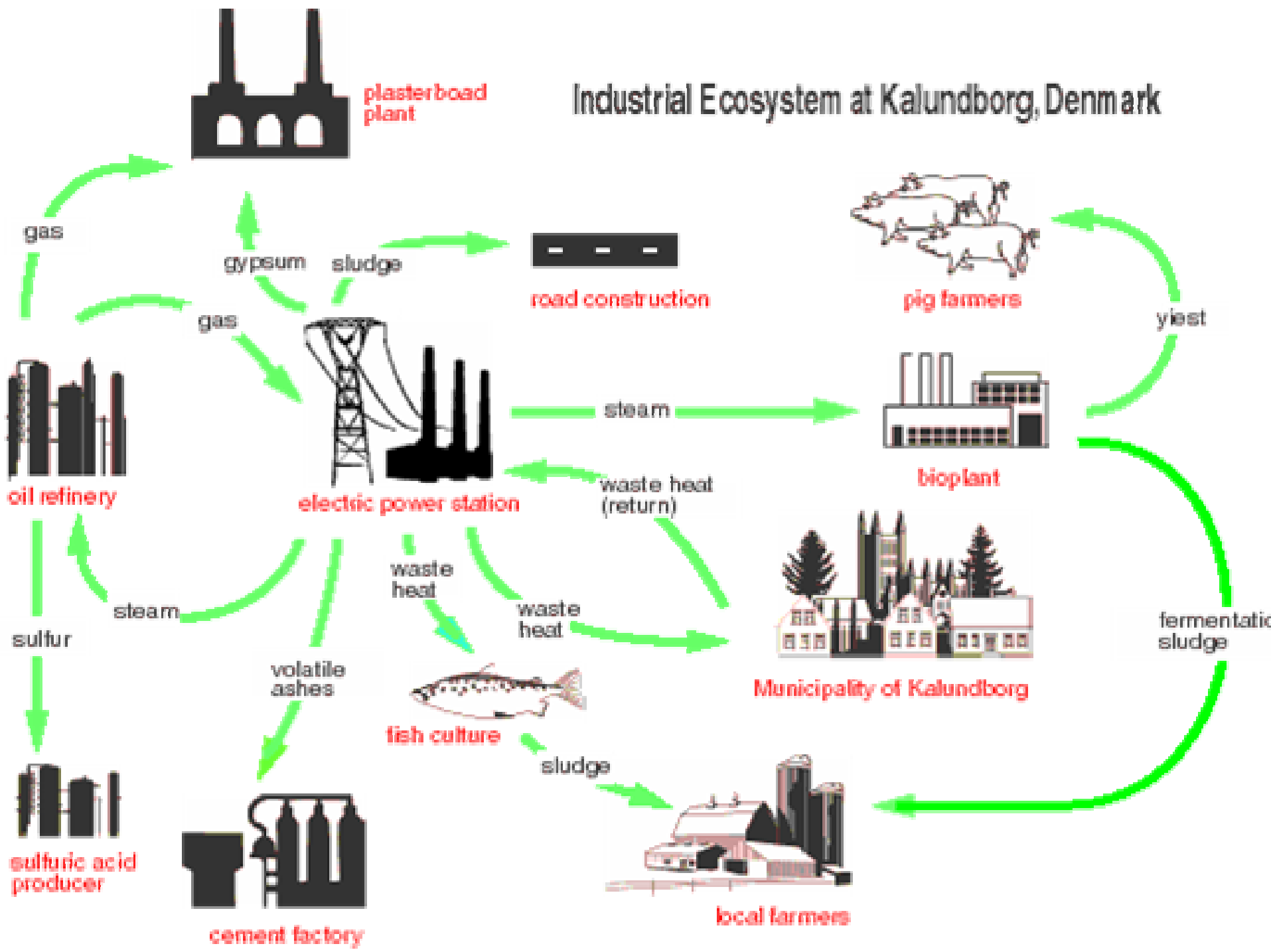


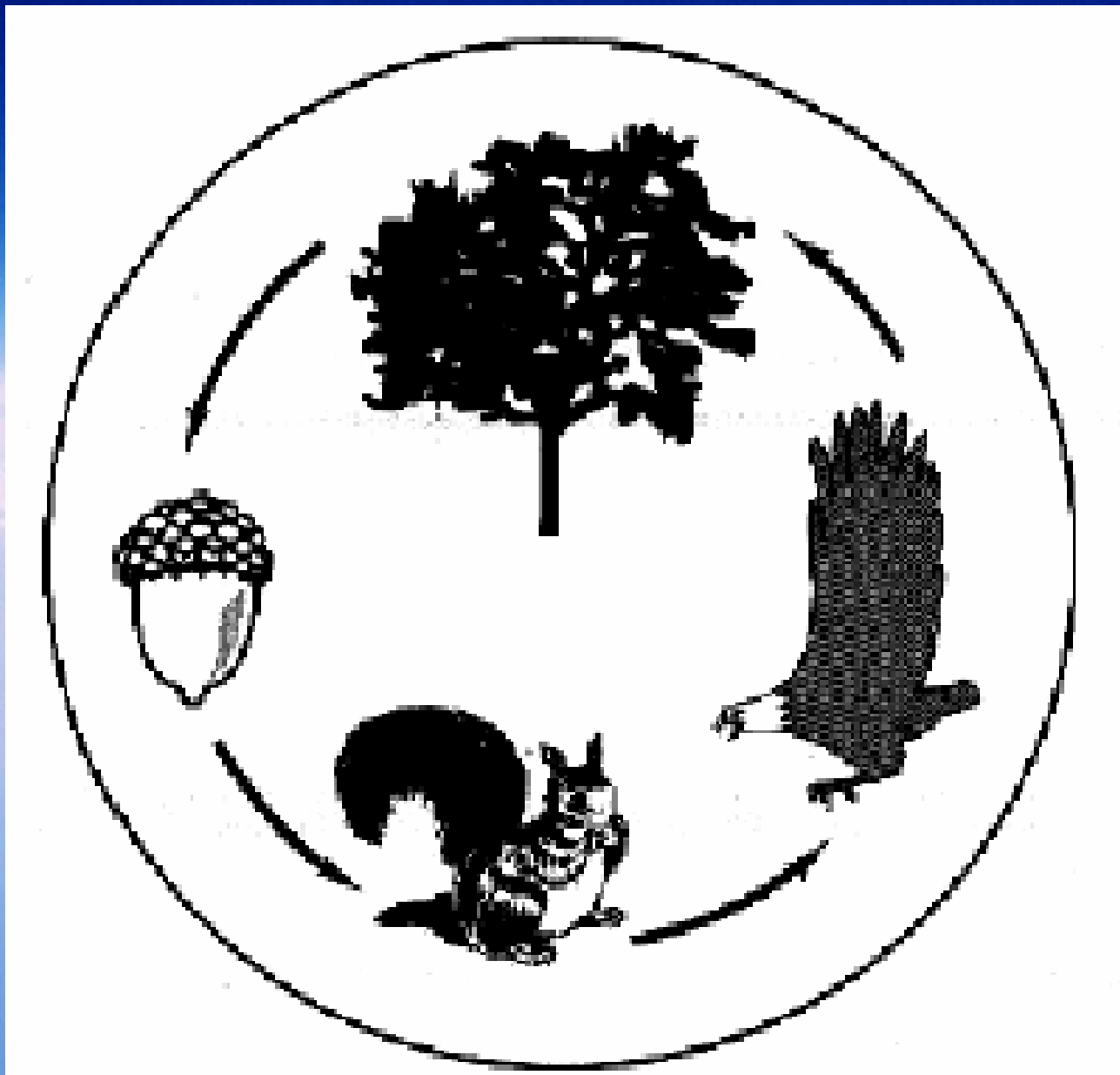
Gypsum





# Industrial Ecosystem at Kalundborg, Denmark



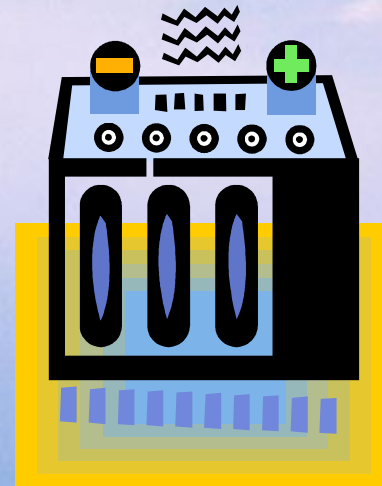




# Industrial Ecology in Kalundborg

- Saves resources:
  - 30% better utilization of fuel using combined heat + power than producing separate
  - Reduced oil consumption
  - 3500 less oil-burning heaters in homes
  - Does not drain fresh water supplies
- New source of raw materials
  - Gypsum, sulfuric acid, fertilizer, fish farm

# Lead



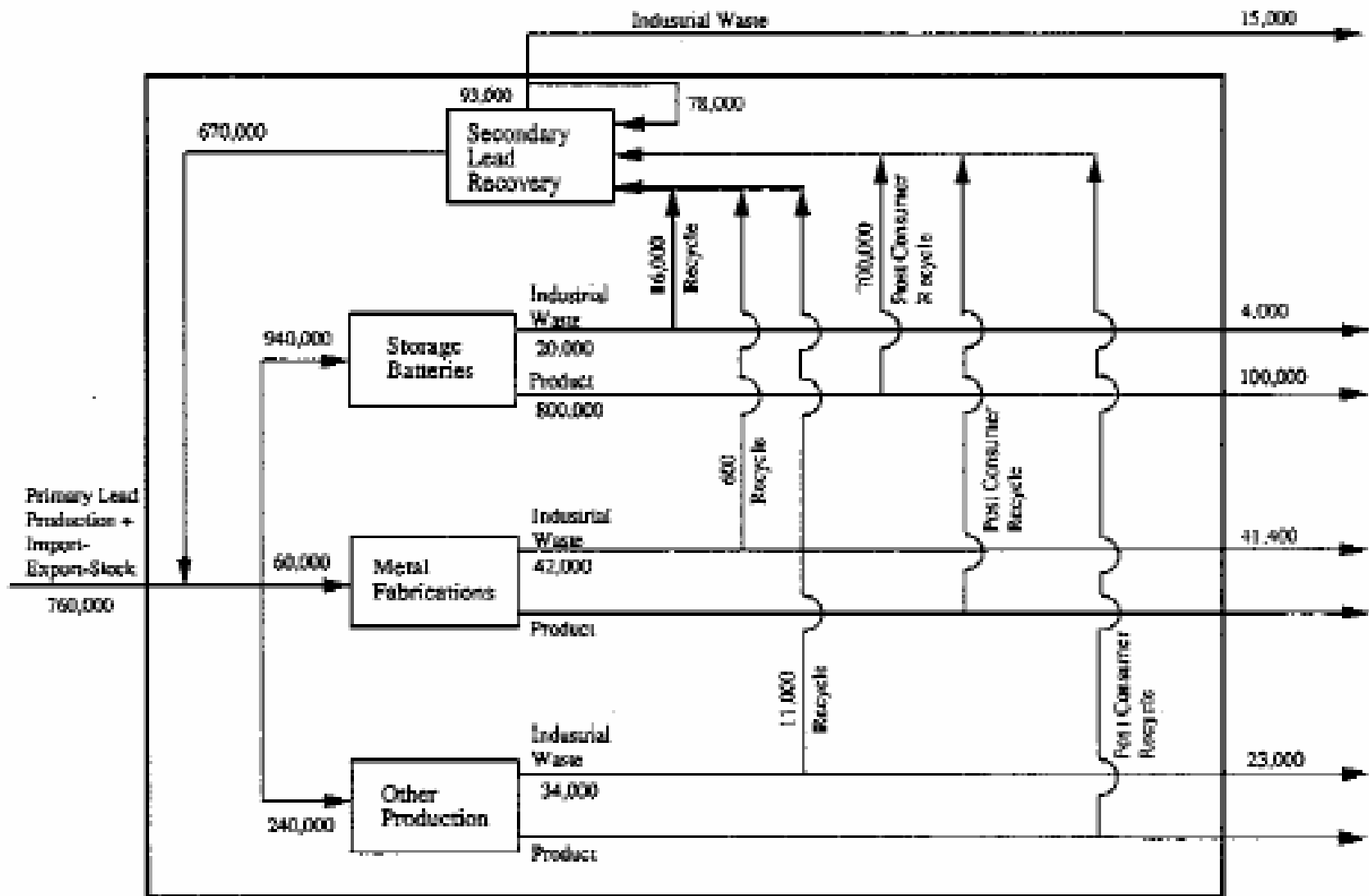


FIGURE 7 Simplified model of the industrial ecology of lead (amounts in tons per year), 1989

[http://print.nap.edu/pdf/0309049377/pdf\\_image/77.pdf](http://print.nap.edu/pdf/0309049377/pdf_image/77.pdf)



# Analysis of Lead, 1989, USA

- % Lead consumed for batteries = 78%
- In lead-acid batteries 700,000 tons out of 800,000 tons recycled, were re-processed and reused ~ (87%)

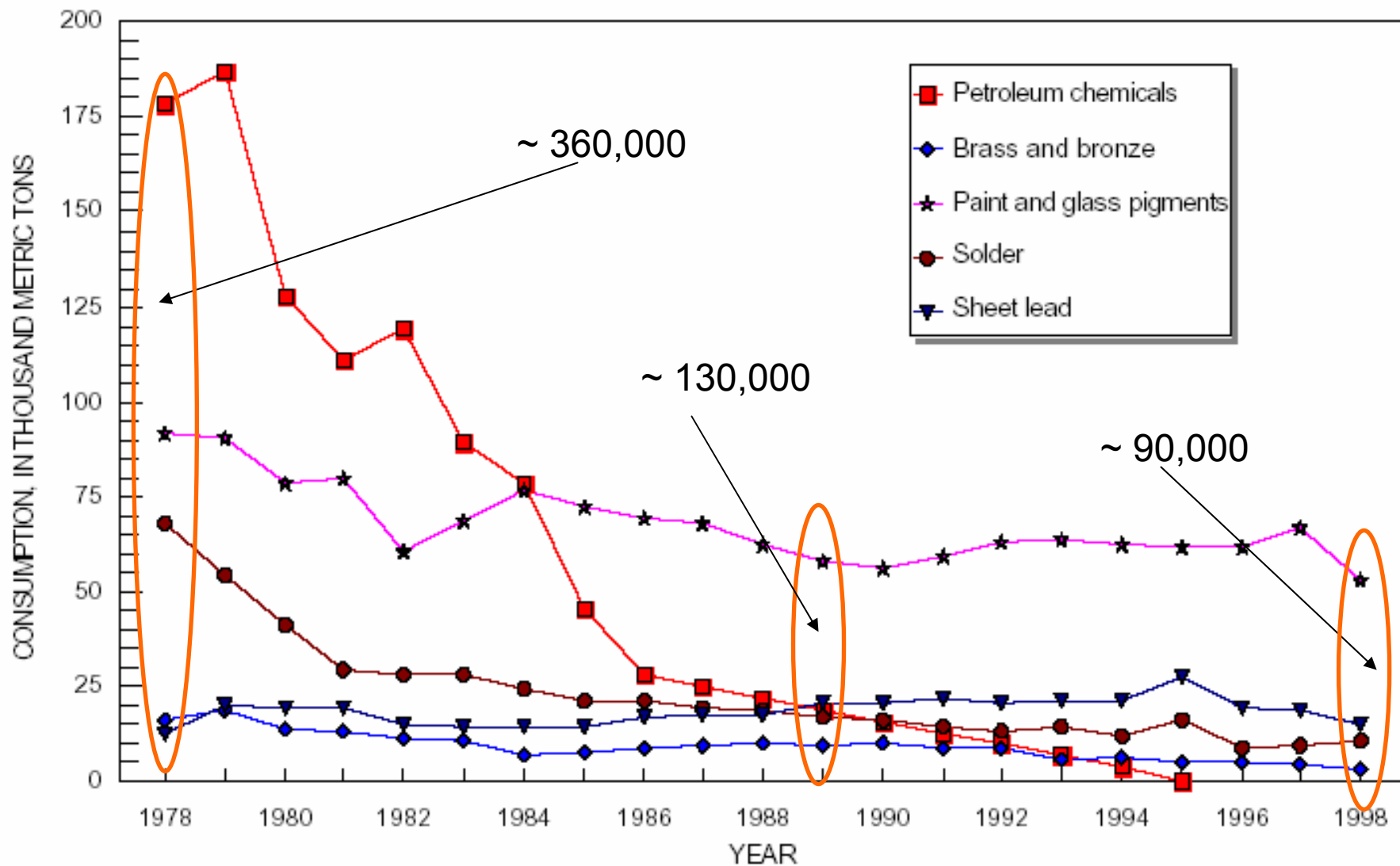


Figure 3. U.S. lead consumption, by end use, nonbattery uses, 1978-98.

Smith, Gerald. "Lead Recycling in the United States in 1998".

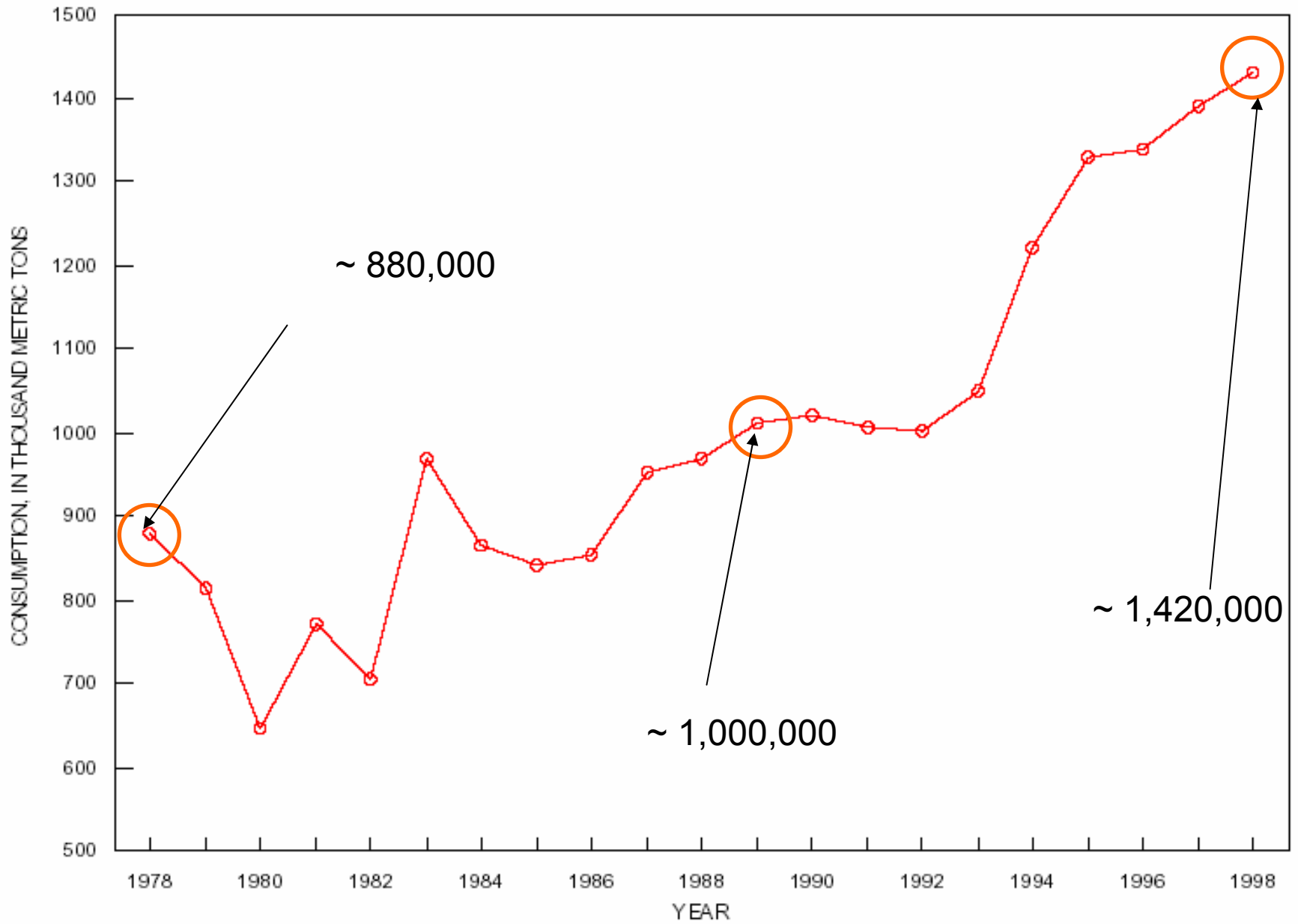


Figure 2. U.S. lead consumption in batteries, 1978-98.



# Lead, 1998

- % Lead consumed for batteries = 88%
- 95% recycling efficiency



© WreckedExotics and their Respective Owners

# Automobile IE

- 65% of an automobile is comprised of iron and steel
- In 2001, 15 million tons of iron and steel were recycled from automobiles
- Can be used to produce 48 million steel utility poles



# From the Junkyard

- Useable engines, tires, batteries, fluids, and other parts are removed for resale
- The body is shipped to a scrap yard
- Magnets separate iron/steels
- Scrap metal is sent to steel mills
- New car bodies are made with at least 25% recycled steel
- Other parts such tires can be shredded and reused



# Material used in cars

Characteristic	ca. 1950s	ca. 1990s
Plastics	0	101
Aluminum	0	68
Copper	25	22
Lead	23	15
Zinc	25	10
Iron	220	207
Steels	1290	793
Glass	54	38
Rubber	85	61
Fluids	96	81
Other	83	38
<b>Total Weight</b>	<b>1901</b>	<b>1434</b>

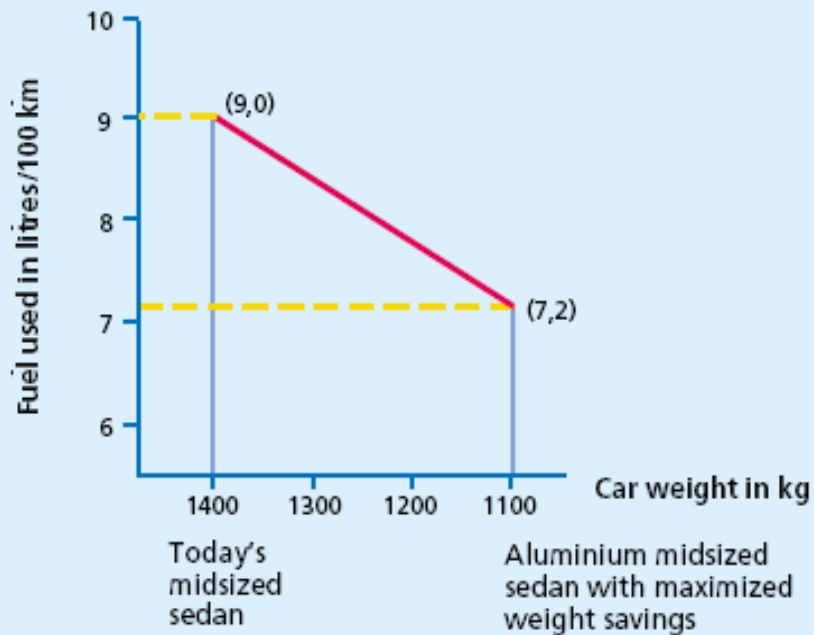
<http://www.fes.uwaterloo.ca/u/jjkay/pubs/IE/>

# Why Aluminum?

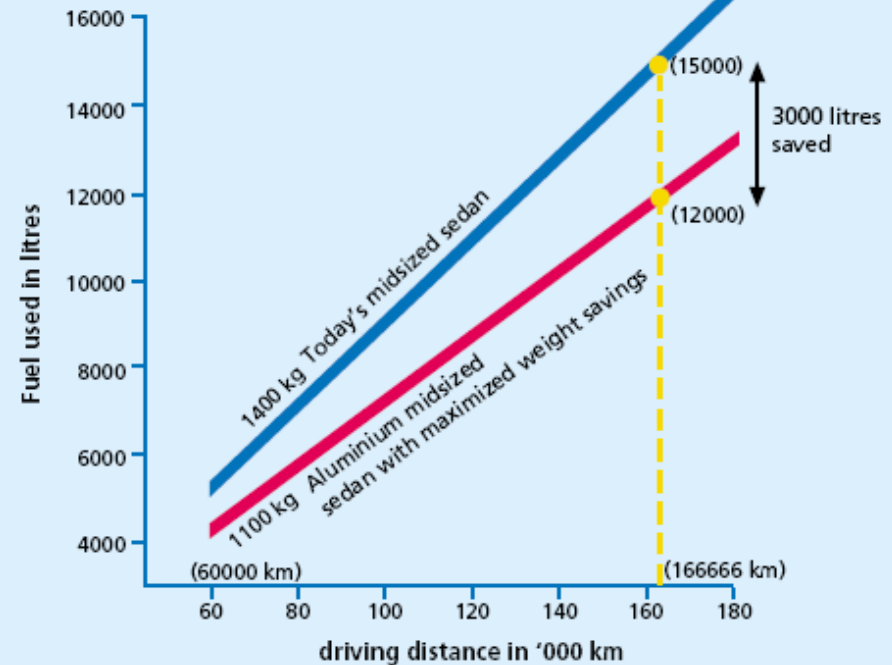
- Can replace steel
- Less dense than steel
- Increased fuel economy due to lighter automobiles
- Less emissions
- rusting

# Aluminum

### Fuel Economy Versus Total Weight



### Fuel Economy Over The Lifespan



European Aluminum Association  
<http://www.eaa.net/downloads/auto.pdf>



# Aluminum Production

- Aluminum requires large amounts of energy to extract ~ 6 - 8 times more than steel
- However, recyclable without much loss

# Aluminum Cans

- In 1998 879,000 metric tons of Aluminum cans were recycled (63% of all Al cans)
- Cans comprise less than 30% of Al products
- In 1998, 3.4 million metric tons of Aluminum were processed from recycled Aluminum (37%).

# Summary of Autos

- Recycling steel and aluminum
- Replacing steel with aluminum
- Buying longer lasting automobiles with better fuel economy
- Using alternate means of transportation



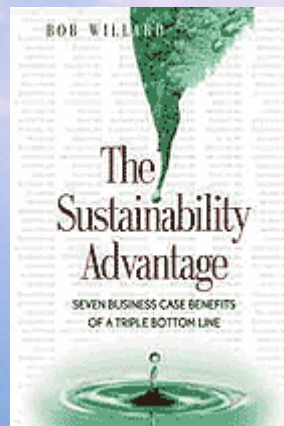


IT'S

INTERMISSION

TIME, *Folks!*

# The Economics of Ecology (or...covering your bottom line)



Pictures courtesy of [http://pubs.wri.org/pubs\\_description.cfm?PubID=3786](http://pubs.wri.org/pubs_description.cfm?PubID=3786)  
and <http://www.kbnp.com/bl.htm> respectively.

# Monterey Regional Waste Management District Regional Environmental Park

- “Reduce, Reuse and Recycle”
- Hazardous Waste Mitigation
- Reselling materials instead of dumping
- Landfill Gas Power Project





# Cape Charles Sustainable Technology Park



Create 400 Jobs in first stage of development for Local Area

\* 27% below poverty line

Redevelop Brownfields

Government Subsidy

Natural Habitat and Infrastructure

Solar Building Systems, Inc.

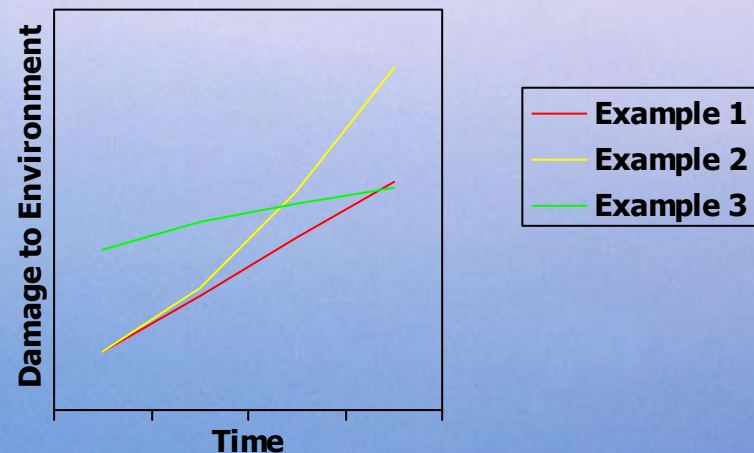
Energy Recovery

# Market Failure

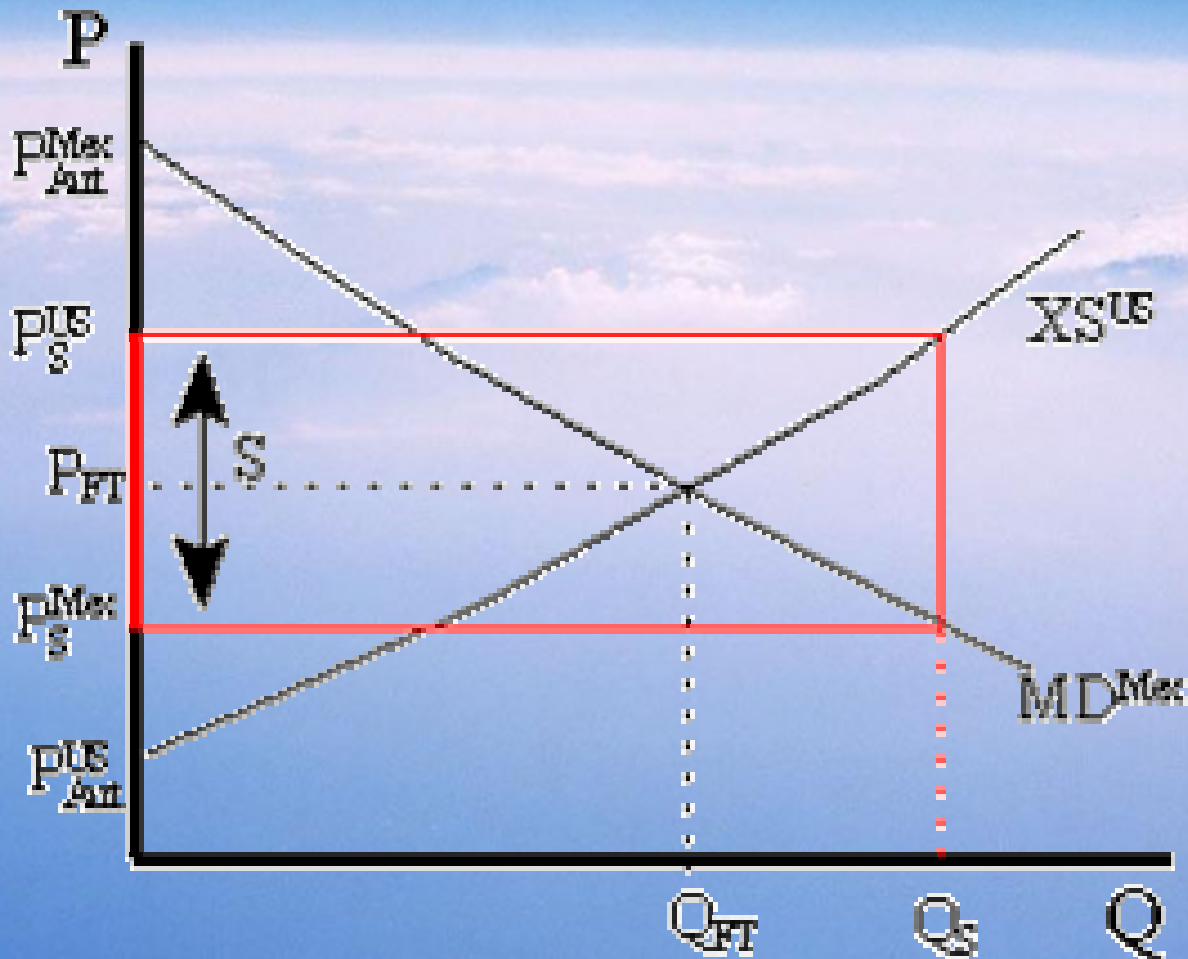
## Negative Externalities

- Harm proportionate with output produced
- Harm increases at an increasing rate with output produced (synergistic effect)
- Harm significant initially, increases at decreasing rate with output produced

**Negative Externalities**



# Market Failure Correction: Subsidies





# Economic Benefits of IE

- Hidden Resource Productivity Gains
  - **Within Firm:** eliminating waste
    - Making plant more efficient
  - **Within Value Chain:** reducing costs
    - Synergies between production and distribution
  - **Beyond Production Chain:** closed loop
    - Eco-Industrial Parks and inter-firm relations

# Benefits of IE to Corporation

- Revenue Generation
- Cost Savings
- Reduced Liabilities
- Competitive Edge of Regulatory Flexibility
- Enhanced Public Image
- Market Leader



# Barriers to Development

- Suitability of materials to reuse
- High cost of recycling (internalize negative externalities)
- Information Barriers (must set up reciprocal relationships between sectors)
- Organizational Obstacles
- Institutional Barriers (need fiscal and regulatory government intervention)



# Macro to Micro Scale of IE

- Macro: Industrial Processes as a whole
- Meso: Sector Interrelationships
- Micro: Individual Consumer/Producer Behavior
- “Conspicuous Consumption” and Conspicuous Waste

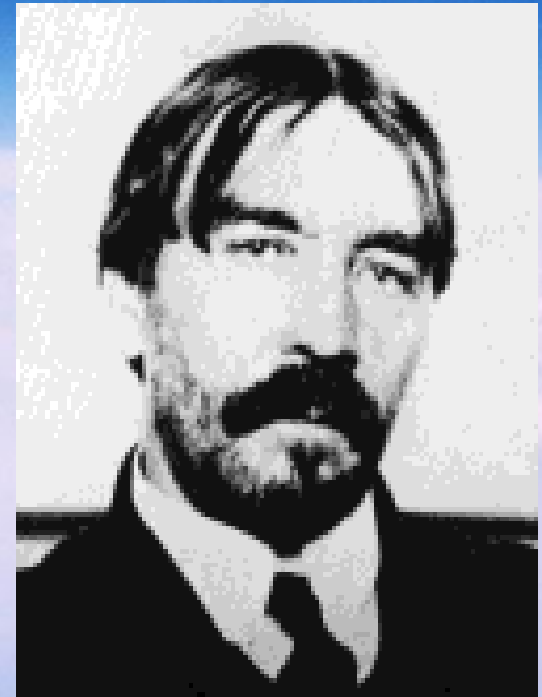


Photo courtesy of: [http://www.cpm.ehime-u.ac.jp/AkamacHomePage/Akamac\\_E-text\\_Links/Veblen.html](http://www.cpm.ehime-u.ac.jp/AkamacHomePage/Akamac_E-text_Links/Veblen.html)

# Jobs, Jobs, Jobs

- "President Bush is committed to increasing the productivity and wealth of the American economy and to ensure that all regions, states, and communities share in economic opportunity." ~ David A. Sampson, Assistant Secretary of Commerce for Economic Development

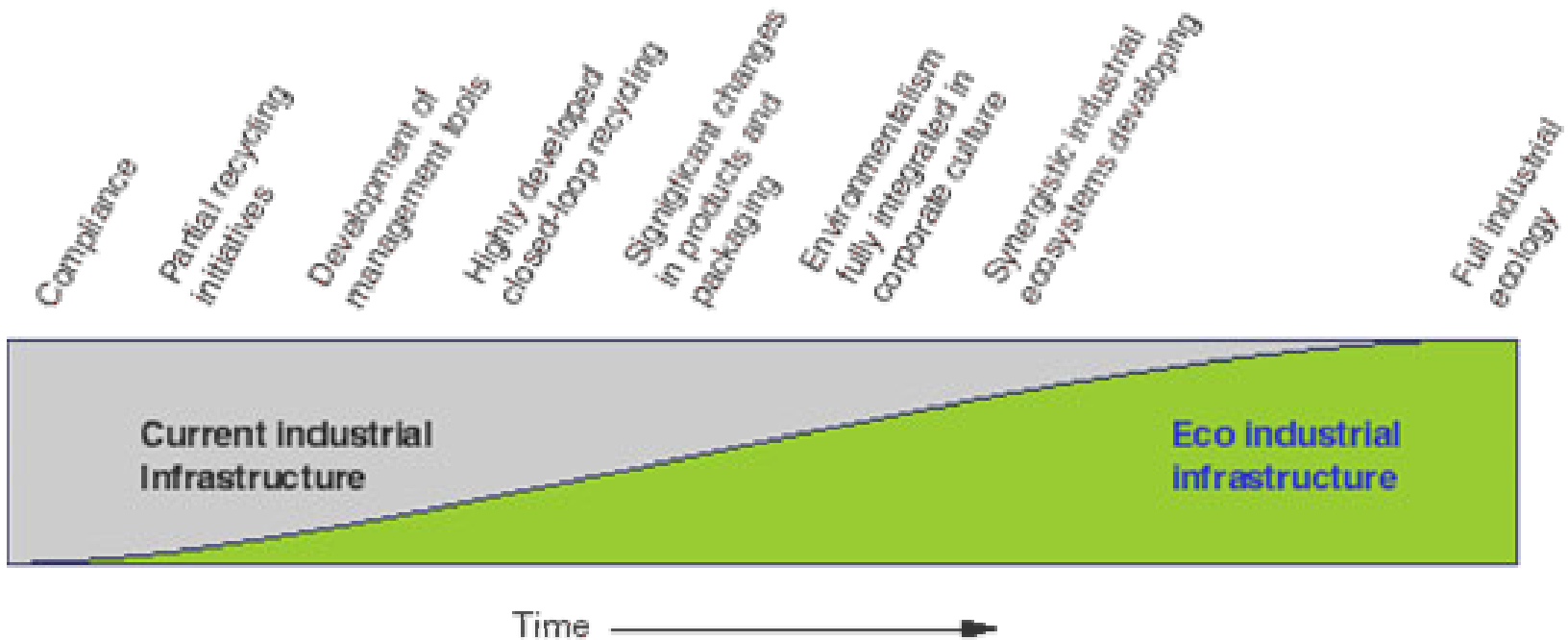


# IE: Other Examples





# The Future of IE





# Iceland's Hydrogen Fueling Station



# That One Guy





# References

- <http://www.is4ie.org//history.html>
- <http://www.devensec.com/sustain.html>