



# GREEN RATING PROJECT A Tool for Sectoral Audit





## Audit- A systematic and independent examination to ascertain a true value or concern

- ✓ Assess performance- Strength, Weakness
- ✓ Guide for improvement
- ✓ Check compliance
- ✓ Way to SUSTAINABLE BUSINESS

If you can't measure, you can't improve. If you don't improve, you can't sustain.

Business As Usual (BAU) can't work

#### Audit?

2010-11 2020-21 2030-31

✓ Sp. land use

54-1,781 ha/MT (- township)

65-3,700 ha/MT (+ township)

- ✓ **Sp.** energy 5.4-6.2 Gcal/tcs (4.5GCal)
- ✓Sp. CO2 emission- upto 4.2 t/tcs (2.4GCal)
- ✓ Sp. water consumption
- 2.1- 5.0 m3/tcs (- power, township) (1.0GCal)
- 6.2-32.3 m3/tcs (+ power+ township) (5.0GCal)

2010 11 2020 21 2030 31

#### el sector

- ✓ Water: 70 % of total withdrawal by industries ~22 BCM
- ✓ Coal: > 70% of total consumption; 2x by 2022 (~600mt- 2012)
- ✓ GHG Emission: >50% of India's total CO₂ from fuel combustion
- ✓ Ash generation: ~ 160mt (2015); will go to ~300mt by 2022
- ✓ Land: (EC till Feb, 2015): 2.85 lakh ha (plant + mines)
- ✓ Pollution (of the total industrial sector)
  - 60 % of PM emissions (includes mining)
  - 45-50% of SO<sub>2</sub> emissions
  - 30% of NOx emissions
  - > 80% of mercury emissions

### A Snapshot of Coal-based Power sector



#### **KEY MESSAGES**

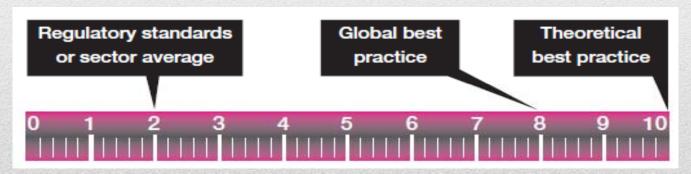
- ✓ Business sustainability demands improvement.
- ✓ Consumer wants responsible company and sustainable product
- ✓ There is a tremendous scope for improvement in all areas.
- ✓ A warning: If business-as-usual continues, soon the sheer size will create insurmountable ecological and social problems.
- ✓ Marginal improvement will not help; leapfrog solutions are required.

This is where GRP (GREEN RATING PROJECT) helps.

#### **BAU- Future imperfect**



- ✓ GRP is a public disclosure tool to leverage change
- ✓ Environment is public good, so we rate all.
- ✓ It benchmarks the present and points to the way ahead
- ✓ It sets difficult goal-posts: Pushes towards desirable, not what is easily achievable

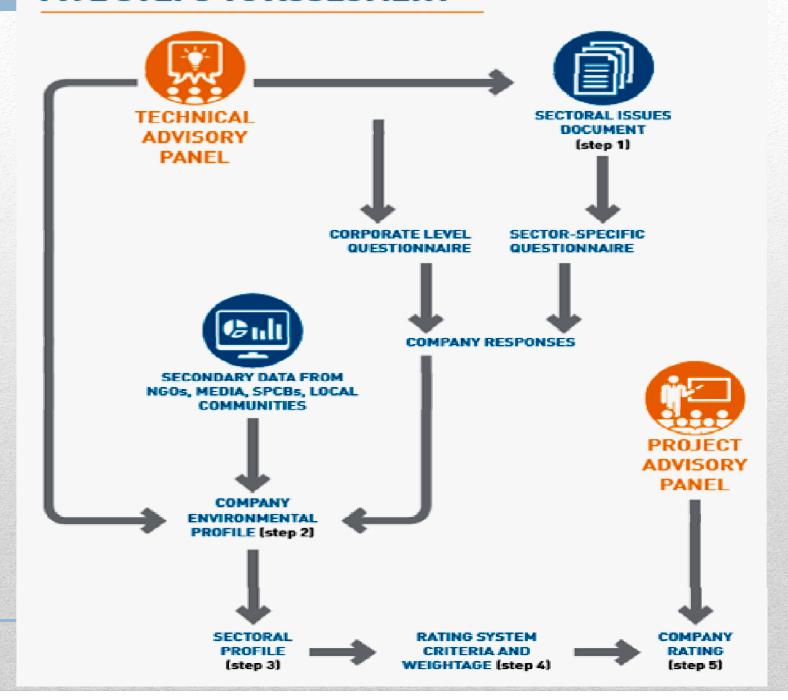


✓ Industry will grow, but growth has to be efficient/ business-unusual

### **Green Rating Project- what and why?**

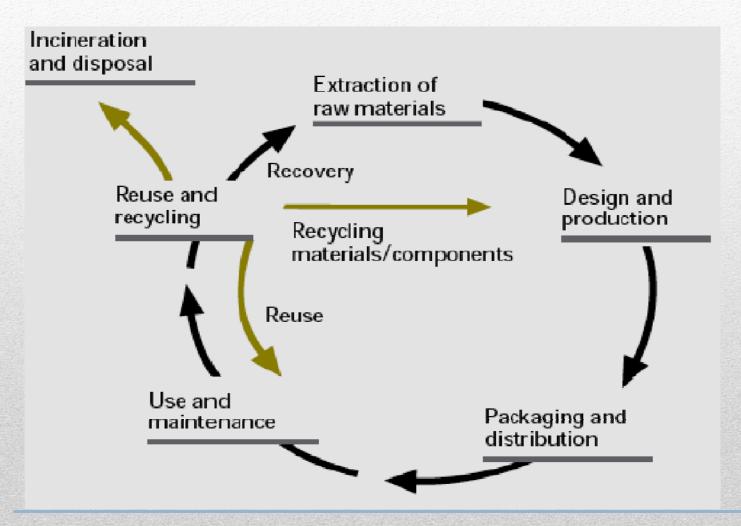


#### **FIVE STEPS TO ASSESMENT**





# Cradle-to-Grave approach is adopted by CSE to study environmental impact of an industry



### Life Cycle Analysis



#### Data sourcing

- Types of information- Corporate level, plant level
- Sources- company, pollution control board, survey, Internet

#### ✓ Survey

- Plant survey- plant officials, workers
- Community survey- community, NGOs, local administration, media, PCB officials

#### ✓ Data compilation & Analysis

- Data collection, check/verification
- Data processing
- Data assessment and comparison
- ✓ Environment profile- Assessment report preparation and discussion with company
- ✓ Rating- praising the performer, guiding the laggers
- ✓ Advocacy- Plant level improvement, sectoral policy

### **Audit methodology**



#### Questionnaire

- ✓ General area, turnover, expense, manpower
- ✓ Design & technology- clean tech, BAT, innovation
- Raw material handling- sourcing, transport, storage, processing
- ✓ Operation
- ✓ Resource consumption- energy, water
- ✓ Pollution control- air emission, wastewater, SW & HW
- ✓ OHS, Policy, Compliance, CSR

**SPCBs**- CTE, CTO, inspection reports, env. statements, notices etc.

#### **Data Sourcing**



#### Plant audit

- ✓ Raw material handling
- ✓ Operation- material flow direction
- ✓ Pollution control measures
- ✓ Waste storage, recycle, reuse
- ✓ Safety practices
- ✓ EMD structure, skill development
- ✓ Compliance
- ✓ Innovations
- **✓** CSR
- ✓ Disclosure & Transparency

#### Stakeholders audit

- ✓ Local community- perception, pollution, grievances, benefits,
- ✓ SPCB- plant, performance, compliance, complaints,
- ✓ Civil society- social issues, social support, grievances, benefits,
- ✓ Media- reportage, public image, incidents, new developments
- ✓ Hospitals/ Doctors- pollution impacts, health issues etc.

Survey/Audit-quantitative, qualitative

S	
U	

General

Coal storage

Overall

**Energy** 

**Boiler** 

Land use (acre/MW), Green belt %, Ash pond area (acre/MW)

Manpower (nos./MW)

Average unit size (MW)

Average Age

Operating availability, PLF

Systematic coal storage- paved/unpaved, runoff water collection and treatment

Coal conveyer system- close/open/tube

Coal transport to unloading site- truck/ train/conveyor

Fugitive dust emission control system-technology

Coal pulverizer technology- VRM/Ball

Gross heat rate/ efficiency, trend, deviation from design

Auxiliary power

Sp. secondary fuel consumption/ MWh

Combustion type- super/sub/FBC

Boiler efficiency, deviation from design

Efficiency of BFP-(Steam/Turbine driven-variable/constant)

Specific boiler makeup (total makeup(m3)/total generation(GWh))

Efficiency improvement technology in boiler

### **Analysis Indicators**



#### **Turbine**

Turbine technology, type of flow in IP and LP turbine
Steam regulation system, vibration detection system, ATRS, blading
Turbine efficiency, deviation from design

Reheat system availability, type of excitation system

### Condenser & Cooling system

Type of cooling system: Fresh water OTC/ Closed

Cooling tower technology type (Seawater OTC/CL-ID/CL-ND)

Condenser technologies

COC, Deviation from design vacuum

Online condenser cleaning system

Cooling tower design, clean technology

#### Water

Water sourcing pattern, water stress in the area/ or connected area Sp. water consumption

Availability of water flow meters/ metering

Quality of water reporting- regulator

### Stakeholders' perception

On water pollution

On air pollution from stack

On fugitive emission from plant

On ash pollution (handling, silo,pond)

On CSR

#### **Analysis Indicators**



Pollution-Air

**Pollution-Water** 

Stack PM, SO2, NOx emission

Continuous online monitoring

No. of parameters monitored in stack- Hg, others

Quality of stack monitoring-Calibration/disp. Board & others

Sp. CO2 generation

Quality of AAQ monitoring/location/reporting etc.

Clean technology-including Sox and others from data entry sheet

ETP, STP availability

Specific discharge, % wastewater recycled

Non-compliance in water pollution & public complaints

Non-compliance recorded in Lab result

Ash slurry discharge from plant/pond

Dry/Wet/mixed/HCSD ash handling

% ash utilization, gainful utilization, compliance to target

Ash pond maintenance, non-compliance

Hazardous waste handling & storage protocol in plant

Policy Certification, EMS, OHS,

Ash &

Hazardous waste

No. of policies, certification,

Consent to operate- availability

Independent EMD, OHS, pollution monitoring lab

Fatality during last 5 years

Pollution monitoring disclosure on website/annual report/BRR

### **Analysis Indicators**



#### Higher weightage to the phase having higher impacts on environment

		Weightages					
		Paper sector 1st rating (1999)	Automobile sector (2001)	Chlor-alkali sector (2002)	Paper sector 2nd rating (2004)	Cement sector (2005)	
	Corporate environmental policy d management systems	35.0	20.0	15.0	10.0	10.0	
	Life cycle analysis	50.0	77.0	75.0	77.5	77.5	
	Sourcing phase	8.0	7.5	6.0	11.5	30.75	
	Production phase	42.0	8.5	52.5	66.0	43.75	
	Product use and disposal phase	0.0	61.0	16.5	0.0	3.0	
3.	Stakeholders' perception	15.0	3.0	10.0	12.5	12.5	
To	tal	100	100	100	100	100	

### Indicators comparison for Rating



- ✓ Pulp & Paper (1999, 2004)- Farm forestry, chlorine free bleaching, water accounting and reduction
- ✓ Automobile (2001)- Emission certificates, technologies for vehicular pollution control
- ✓ Chlor- alkali (2002)- Phased out Mercury use, reduce import duty for membrane cell technology
- ✓ Cement (2005)- Fugitive emission norms
- ✓ Iron & Steel (2012) proposed new norms
- ✓ Power sector (2015)- New and better norms, focus on energy efficiency

### **Green Rating-Improvement**



- ✓ Your plant. Your data. You are the best judge, benchmark yourself
  - Among your plants, sector/multi-sector
  - Among peers
  - Among global best plants
- ✓ Assess your own performance- strength, shortcoming, make your own plan of improvement-
- ✓ Guide your company/management to lead the sector
- ✓ Evaluate your own benefit of improvement-Economical, environmental, social...
- ✓ Get leverage over your peers, be the best
- ✓ Market wants you to be sustainable and responsible

### **Self Regulation & Audit-why?**