# **RE-X BASED CARBON CREDIT CERTIFYING DIGITAL TOOL**

Loop Layer seeks to certify carbon credits for original equipment manufacturers and remanufacturing organizations. By developing a standard methodology and digital tool to accurately quantify, value and certify the carbon emissions saved through the remanufacturing processes, Loop Layer's research supports the hypothesis that an additional financial incentive, such as a carbon credit, could be used to offset internal operational emissions or be sold to further incentivize reverse supply chains and spur new remanufacturing business models.

#### **PROJECT TEAM** DETAILS

Business Name

Primary Investigator

Company Location

Readiness Level

Type Of Innovation

Technology & **Data Analysis** 

TRL 3-4

Chicago, IL

#### **POSITIVE IMPACTS**



INCREASED CORE **INCENTIVE & SUPPLY** 



**DECREASED MATERIAL EXTRACTION** 



**DECREASED CARBON EMISSIONS** 



**CARBON CREDIT BASED REVENUE** 

**NCREASED LOCAL** 

REMANUFACTURING



### Loop Layer Baseline Assessment **Garr Punnett**

**Certification &** Registration

IMPLEMENTATION

**Feasibility Study** 

**Supply Chain** Analysis

#### Marketing & **Sales Strategy**

**Re-X Supply Chain** Integration

Product Improvement

# **PHASE DESCRIPTION**

- Client & Product Identification
- Normalize LCA Methodologies
- Carbon Credit **Methodologies** Development
- Supply Chain Intervention & Value Assessment
- Marketing Collateral & Value Presentation
- Broader Industry Value Alignment
- Client & Market Feedback Loop

# **KEY PROJECT METRICS**

- Rate / Cost of Core Collection
- Core Market Evaluations
- Costs of Core Processing
- Core Processing Rates
- Entropy-Based Metric For Product Re-manufacturability
- CO2 Equivalencies Across New & Remanufactured Products
- New Material Use Avoided
- Total Recycled Material Generated
- Value of Remanufactured Product Carbon Credits
- Carbon Credit Market Rates
- Core / Product Value Ratio
- New Core Component Ratio
- Average Lifecycle Rate



## REMANUFACTURING GENERATED CARBON CREDIT OFFSET DIAGRAM CARBON EMISSIONS CAP (Corporate Goal or Policy Placed) CO2 "Reman" Carbon Credit Created (\$) 111 CLIENT X CLIENT Y MANUFACTURER (Scope 3 Emissions) (Scope 3 Emissions) (Scope 1,2,3 Emissions) (No "Reman") (With "Reman") **RE-MANUFACTURING DONATION & RECYCLING** "Reman<sup>3</sup> (Scope 1,2,3 Emissions)

"Reman" Offset Purchase
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$\rightarrow$
LANDFILI

9% GLOBAL CIRCULARITY

5% INDUSTRY GROWTH

~180,000 **U.S. FULL TIME POSITIONS** 

# **ADDITIONAL REMANUFACTURING STATISTICS**

85% Potential **REDUCED ENERGY USE** 

90% Potential **REDUCED MATERIAL USE** 

~500,000 AFFECTED SUPPLY CHAIN POSITIONS

"Mechanisms to increase the economic valuation of the environmental benefits and sale price of reman vs new remanufacturing must be explored and subsequently reflected in product pricing."

Technology Roadmap for <u>R</u>emanufacturing in the Circular Economy

Prepared by The RIT Golisano Institute For Sustainability