# A novel approach for holistic environmental assessment of ships

Martin Gibson <u>m.t.gibson@newcastle.ac.uk</u>

### Shipping and Changing Climates Conference 2016

10-11<sup>th</sup> November, Newcastle University





# **Presentation Summary**

- Research Background
- Aim and Objectives
- Method of Assessment
- Results
- Proposal
- Conclusions





## Research Background

- Independent environmental initiatives are increasingly common in the shipping sector
  - Initiatives have proliferated due to perception of global regulation as 'conservative'
- Initiatives can:
  - Boost environmental credentials
  - Bridge the time gap between adoption of regulation and when it enters force
- Previous work suggests weaknesses of some existing indices (Murphy *et al.*, 2013)

**Reference:** Murphy, A. J. Landamore, M. J. Pazouki, K. & amp; Gibson, M. (2013) Modelling ship emission factors and emission indices. Low carbon shipping conference, London, 2013.



### Aim and Objectives

### To propose a framework for assessing the environmental performance of ships using a holistic approach.

- Critical analyses of existing environmental indices.
- Identify limitations
- New approach



# Method of Assessment







Location		
Global	19	
Regional	4	
Country	25	
Port	16	
N/A	3	

 $\sim$ 

Туре		
Incentive (Award)	6	
Incentive (Eco-label)	13	
Incentive (Financial)	17	
Regulation	4	
Index	5	
Other	22	

Multiple vessel types	36
Tankers	4
Container ships	1
Passenger vessels	5
N/A	21

Intended use		
Ports	19	
Ship owners	27	
Ports & ship owners	3	
Cargo owners	3	
Ship crew	2	
Other (e.g. research)	13	

Environmental scope		
Single	24	
Multiple	21	
N/A	22	



#### Definition of environmental performance index (Svensson & Andersson, 2011):

*"an index of aggregated environmental data or indicators for the purpose of communicating a ships or shipping company's environmental performance"* 

- Does it assess multiple environmental criteria?
- Can it differentiate environmental performance using a rating system?

**Reference:** Svensson, E. & Andersson, K. (2011) Inventory and Evaluation of Environmental Performance Indices for Shipping. International Association of Maritime Economics Conference 2012. [Online] Available from: http://publications.lib.chalmers.se/records/ fulltext/162305.pdf (accessed 19/02/2016)





Indices identification

Type of Initiative		Environmental indicators	
		Single	Multiple
Index/rati	ng system	2	3
	Financial	15	2
Incentive	Award	1	5
	Eco Label	3	10
Regulation		3	1
Other e.g. research projects, new technologies etc.		22	

Clean Shipping Index (CSI)

Clean Cargo Working Group Scorecard & Performance Metrics Tool (CCWG) Environmental Ship Index (ESI)





### Strengths/weaknesses & limitations

- Individual environmental indicators
- Relative importance of indicators
- Environmental ambition





#### Indices formulation: Indicators Weightings

Index	Environmental Indicator	Relative weighting (%)
CSI	NO <sub>X</sub>	20
	SO <sub>x</sub>	20
	CO <sub>2</sub>	20
	Chemicals	20
	Water & waste	20
CCWG	NO <sub>X</sub>	10
	SO <sub>x</sub>	20
	CO <sub>2</sub>	40
	Use of EMS	10
	Waste, water & chemicals	10
	Transparency	10
ESI	NO <sub>X</sub>	59
	SO <sub>x</sub>	28
	CO <sub>2</sub>	3
	OPS	10

CSI: equal weighting CCWG: weighted in favour of CO<sub>2</sub>

ESI: weighted in favour of  $NO_X$ 

- Indices 'favourable' towards certain indicators
- No justification for weightings
- Not an effective representation of overall environmental performance





For NO<sub>X</sub>: CSI, CCWG do not encourage emission reductions beyond regulatory requirements







- Not applicable to all ship types, locations
- Rationale of scoring methods unclear
- Bias to certain environmental indicators
- Lack of environmental ambition
- Narrow environmental scope



- Holistic method of environmental assessment
- Applicable to all vessel types
- Broad, relevant environmental scope based on impacts
- Flexible mechanism to determine indicator weightings
- Environmentally ambitious methodology







### Conclusions

- Limitations with existing environmental indices
- Not good indicators of ships' overall environmental performance
- Holistic framework proposed for developing future indices
  - Flexible
  - Effective
  - Ambitious



### Thank You

