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# Decarbonising the building value chain of the European Union

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A systematic overview of Circular Economy measures and their potential impact on basic materials

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# newTRENDs (H2020 project) New Trends in Energy Demand Modelling











Prosumaging Focus study on prosumagers and big data related to the built environment Circular Economy Focus study on the circular lowcarbon economy related to the industry sector Digitalisation Focus study on digitalisation related to the tertiary sector Sharing Economy Focus study on sharing economy in the transport and the tertiary sector



1. Introduction

2. Method

3. Results

4. Conclusion and outlook



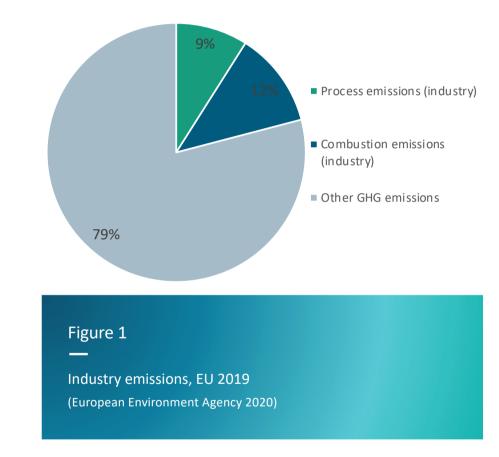
- 1. Introduction
  - Relevance
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# Introduction Relevance

- Industry decarbonisation challenging with available technologies
- Reducing material demand by implementing Circular Economy (CE) gains momentum
- Focus on the building sector
  - Large quantities of energy- and emission intensive basic materials, steel and concrete
  - EU Circular Economy Action Plan

(European Commission 2018; European Commission 2020; Rehfeldt et al 2020)





# Introduction Background

Circular Economy - an umbrella concept

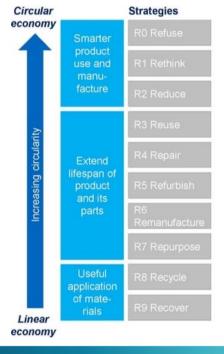
"[...] the various resource strategies grouped under the CE's banner are not new individually, the concept offers a new framing of these strategies [...]"

(Blomsma et al. 2017)

#### **Circular Strategies**

"[...] an economic system that replaces the 'end-of-life' concept with **R**educing, alternatively **R**eusing, **R**ecycling and recovering materials in production/distribution and consumption processes."

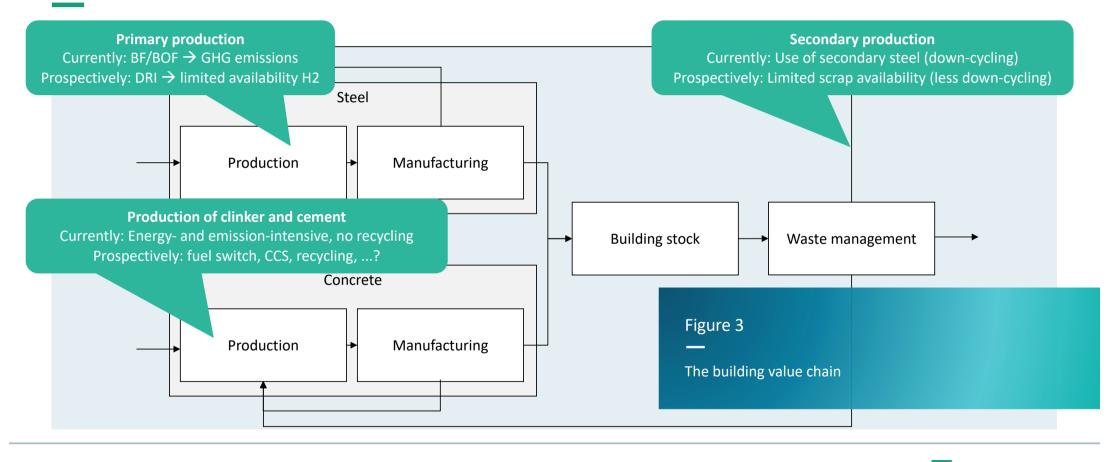
(Kirchherr et al. 2017)







# Introduction Background



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# Introduction Objective



The identification of promising measures and supporting policy instruments in context of a Cirular Economy for the decarbonisation of the building value chain.

#### Objective of this contribution

- 1. Identify promising Circular Economy measures for buildings and related basic materials.
- 2. Developing a database for the consideration of these measures in further research.

#### **Research question**

How can relevant Circular Economy measures in the building sector be compared and prioritised?



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### Method



#### 1. Long list of CE measures

CE measures applying to the the building value chain identified from three major publications

(Circle Economy 2022; Hertwich et al. 2020; Material Economics 2018)

#### 2. Fact sheets

Fact sheets for five measures with high impact on GHG emissions including

- Description
- Materials and value chain stage
- 9R category
- Limitations and potentials

#### 3. Multi-criteria decision analysis

- Weighted sum method
- Criteria (Calzolari et al. 2022)
  - Reduction of material demand
  - Reduction of energy demand
  - Reduction of GHG emissions
  - (Reduction of costs)
- Rating
  - From 1 to 4
  - Based on 1st quartile, average and 3rd quartile of the relative reduction
- Weighting
  - Focus on GHG emissions (40%)
  - Equal distribution for other criteria
- Reference: EU-28, 2020 (Lotz et al. 2021)



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| Table 1 Overvi | ew of fact sheets                                    | Seven measures<br>considered in MCDA                                     |
|----------------|--|--|
| Fact sheet     | CE measure   | Consideradtion im MCDA   |
| 1              | Reducing floor space demand                          | Yes  |
| 2              | Material efficiency during construction of buildings | Yes, as two measures (adapted design and reduced over-<br>specification) |
| 3              | Reuse of buildings and building components           | Yes  |
| 4              | Recycling of construction materials                  | Yes  |
| 5              | Substituting construction materials                  | Yes, as two measures (subtitution with timber or innovative concrete)    |



# Results Multi-criteria decision analysis

Table 2 Results of the multi-criteria decision analysis

|  | Cost | GHG emissions | Material demand | Energy demand | Tot | al  |
|--|------|---------------|-----------------|---------------|-----|-----|
| Reducing floor space demand                | 0.0  |               |                 |               | 0.2 | 2.2 |
| Adapted design                             | 0,6  |               | 0,8             | 0,6           | 0,2 | 2,2 |
|  | 0,8  |               | 1,2             | 0,8           | 0,4 | 3,2 |
| Reduced over-specification                 | 0.0  |               |                 | 0.0           | 0.0 | 2.0 |
| Reuse of building components               | 0,6  |               | 0,8             | 0,6           | 0,8 | 2,8 |
|  | 0,6  |               | 0,4             | 0,6           | 0,4 | 2   |
| Recycling of cement from concrete          | 0.7  |               | 1.6             | 0.2           | 0.9 | 2.0 |
| Substituting concrete with timber          | 0,2  |               | 1,6             | 0,2           | 0,8 | 2,8 |
|  | 0,8  |               | 1,6             | 0,8           | 0,6 | 3,8 |
| Substituting concrete with innovative pre- | 0.0  |               |                 | 0.2           | 0.2 | 1   |
| cast concrete                              | 0,2  |               | 0,4             | 0,2           | 0,2 | 1   |



Table 3 Fact sheet: Substituting construction materials (Karlsson et al. 2020; Hertwich et al. 2020; Le Den et al. 2020)

| Aspect            | Content  |
|-------------------|--|
| Description       | Substituting high-impact materials (e.g. timber or innovative concrete)  |
| Material          | Concrete   |
| Value chain stage | Use phase  |
| 9R category       | Refuse (RO)  |
| Applicability     | All building types   |
| Limitation        | Depending on substitute, e.g. timber (sustained availability, heating)   |
| Potential         | 45% reduction of concrete demand in residential buildings when using timber<br>70% reduction of GHG emissions during production of pre-cast concrete |

Use of timber and innovative concrete are considered separately in the MCDA



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Table 4 Fact sheet: Material efficiency during construction of buildings (Hertwich et al. 2020; Circle Economy 2022; Allwood 2017; Le Den et al. 2020)

| Aspect            | Content   |  |  |
|-------------------|---|--|--|
| Description       | Reducing material demand by adapting design or reducing over-specification  |  |  |
| Material          | Steel, concrete   |  |  |
| Value chain stage | Use phase   |  |  |
| 9R category       | Reduce (R2)   |  |  |
| Applicability     | All buildings   |  |  |
| Limitation        | Adaption of building standards (e.g. Eurocodes)   |  |  |
| Potential         | 15% steel and 20% concrete demand reduction by adapted design<br>41% steel and 12 concrete demand reduction by reduced over-specification |  |  |

Adapted design and reduced over-specification are considered separately in the MCDA



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Table 5 Fact sheet: Recycling of construction materials (Circle Economy 2022; Hertwich et al. 2020; Material Economics 2018; Le Den et al. 2020)

| Aspect            | Content   |
|-------------------|---|
| Description       | Increased recycling of construction materials decreasing the primary material use |
| Material          | Concrete  |
| Value chain stage | Waste management  |
| 9R category       | Recycle (R8)  |
| Applicability     | All building types  |
| Limitation        | Limited availability of secondary material  |
| Potential         | 25% primary cement demand reduction   |



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### Conclusion

#### Results

- Comparison of CE measures
  - Different types: material substitution, material efficiency and recycling
  - High impact of measures addressing use phase (high R prio)
  - High impact of recycling (lower R prio)
- Prioritisation of CE measures
  - R framework as indicator
  - Relevant measures considered by existing policy frameworks
  - "New" measures have to be added to the discussion
- Impact depends on actual implementation and policy framework



### Conclusion

Data and method

- Established a database structure for CE measures
- Limited data availability, especially for costs
- Results depend strongly on parametrisation, further validation needed
- Improve analysis by adding further criteria and CE measures

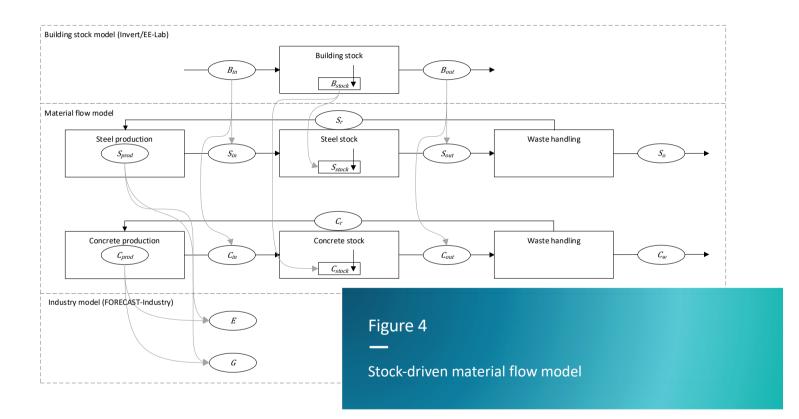


### Outlook

Database for the modelling of circular economy

Multiple data in material flow modelling approach

Consider circular economy in transformation pathways of the industry sector





### Literature

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Table 6 Fact sheet: Reducing floor space demand (Circle Economy 2022; Hertwich et al. 2020; Le Den et al. 2020)

| Aspect            | Content  |
|-------------------|--|
| Description       | Reducing floor space demand by sharing spaces or reducing building size  |
| Material          | Steel, concrete  |
| Value chain stage | Use phase  |
| 9R category       | Rethink (R1)   |
| Applicability     | Residential buildings, offices   |
| Limitation        | Contrary to current trend, requires substantial behavioural change   |
| Potential         | 20% reduction of floor space demand in residential buildings<br>36% reduction of floor space demand in offices |



Table 7 Fact sheet: Reuse of buildings and building components (Karlsson et al. 2020; Hertwich et al. 2020; Material Economics 2018; Le Den et al. 2020)

| Aspect            | Content   |
|-------------------|---|
| Description       | Reuse of building structures and components for new purpose/at new location |
| Material          | Steel, concrete   |
| Value chain stage | Use phase   |
| 9R category       | Remanufacture (R6), repurpose (R7)  |
| Applicability     | All buildings   |
| Limitation        | Standardization and modularization of building components required          |
| Potential         | 65% steel and 50% pre-cast concrete demand reduction                        |

