

# Webinar: Climate Change Mitigation: What can you do right now?

#### **Cutting Carbon in Construction**

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Remarks: This material/event is funded by the Professional Services Advancement Support Scheme of the Government of the Hong Kong Special Administrative Region. Any opinions, findings, conclusions or recommendations expressed in this material/any event organised under this project do not reflect the views of the Government of the Hong Kong Special Administrative Region or the Vetting Committee of the Professional Services Advancement Support Scheme.



# **Cutting carbon in construction**

Green Council webinar - Climate Change Mitigation: What can you do right now?



Emma Harvey – Group Sustainability Manager

**Introduction to Gammon** 

Integrated award-winning building contractor

Headquartered in Hong Kong since 1958

Around 7,000 staff in HK, Singapore and Guangdong

Annual turnover US\$2.5Bn

Jointly owned by Jardines & Balfour Beatty

Over 160 green building projects





## Responsible Growth – 25 by 25

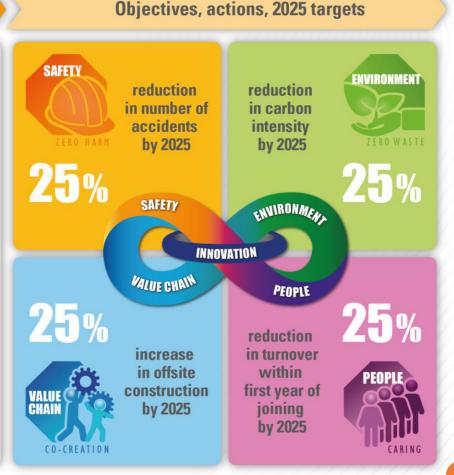
We focus our efforts on four areas and our approach is to target mainly 25% improvements by 2025 across a range of issues that are crucial for the industry - our **people** (and the community), safety, the **environment** and our value chain

Context

and IDPD

#### Focus areas and approaches The Gammon Way Vision Mission Values 卓越 EXCELLENCE **Business Priorities** 1. People and IVIRONMENT communities 2. Resource use and climate change 3. 10D BIM 4. Offsite construction and DfMA 5. Digital transformation

CO-CREATION



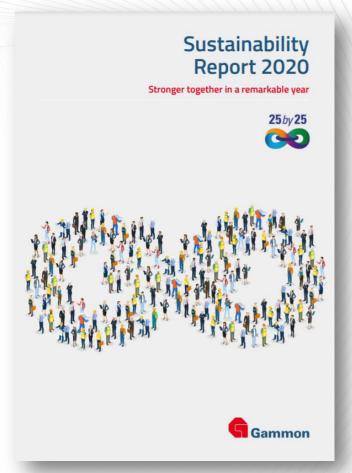
#### **Sustainability Reporting and Engagement**



https://www.gammon construction.com/en/ sustainabilityreport.php







**2020 Gammon Sustainability Webinar Series** 

**Responsible Growth – 25** by **25** 











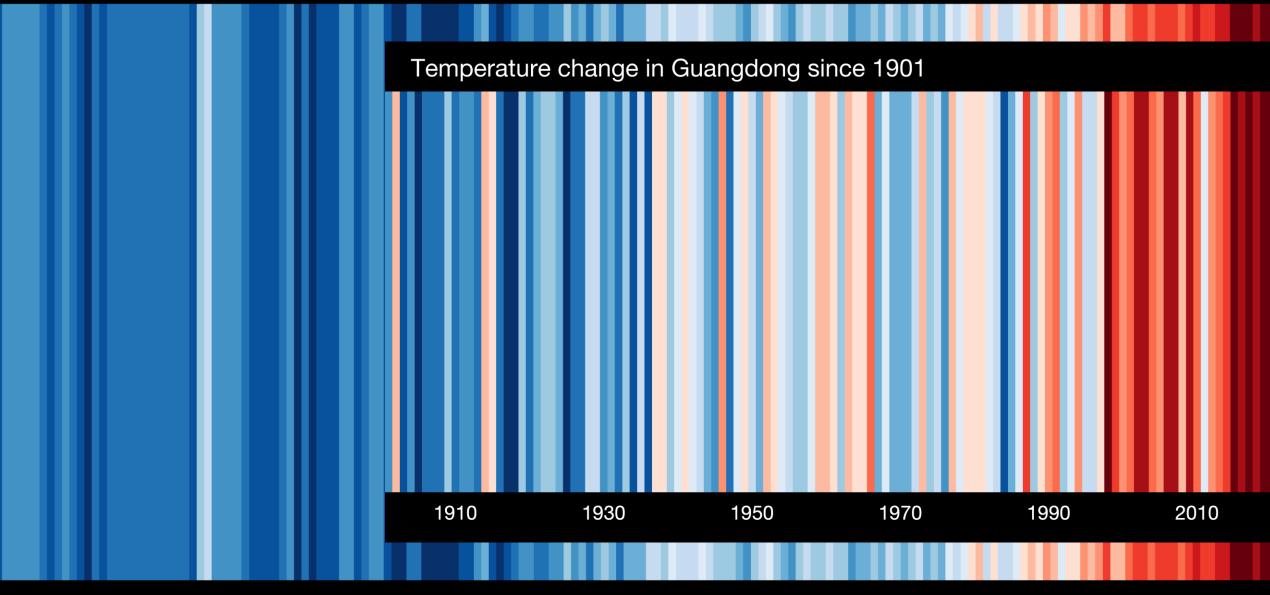


# Climate change mitigation

What does it mean for us in the construction sector?

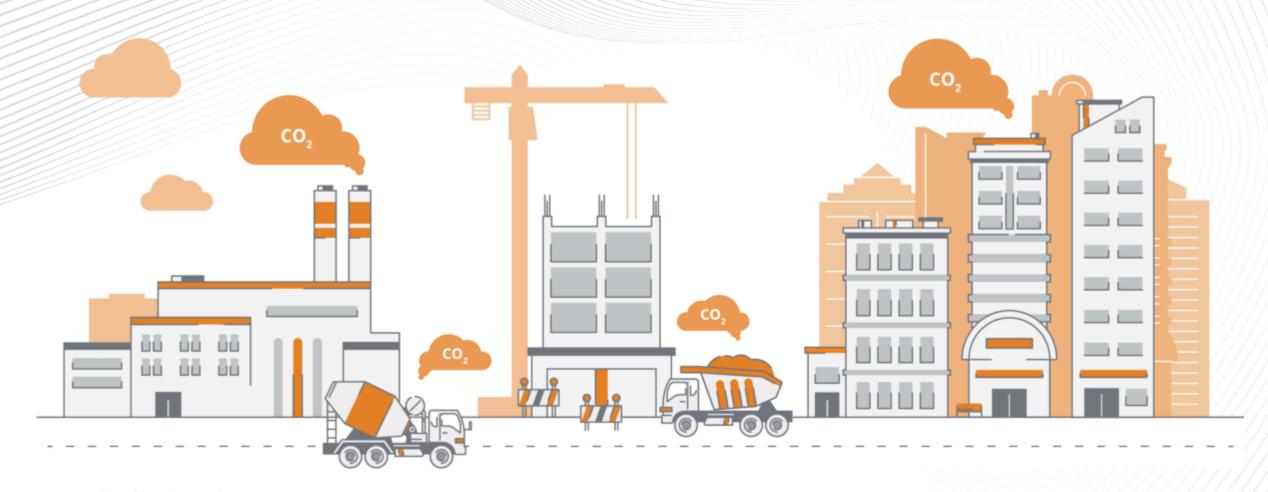


#### Global temperature change (1850-2020)



 1860
 1890
 1920
 1950
 1980
 2010

#### Types of carbon in construction

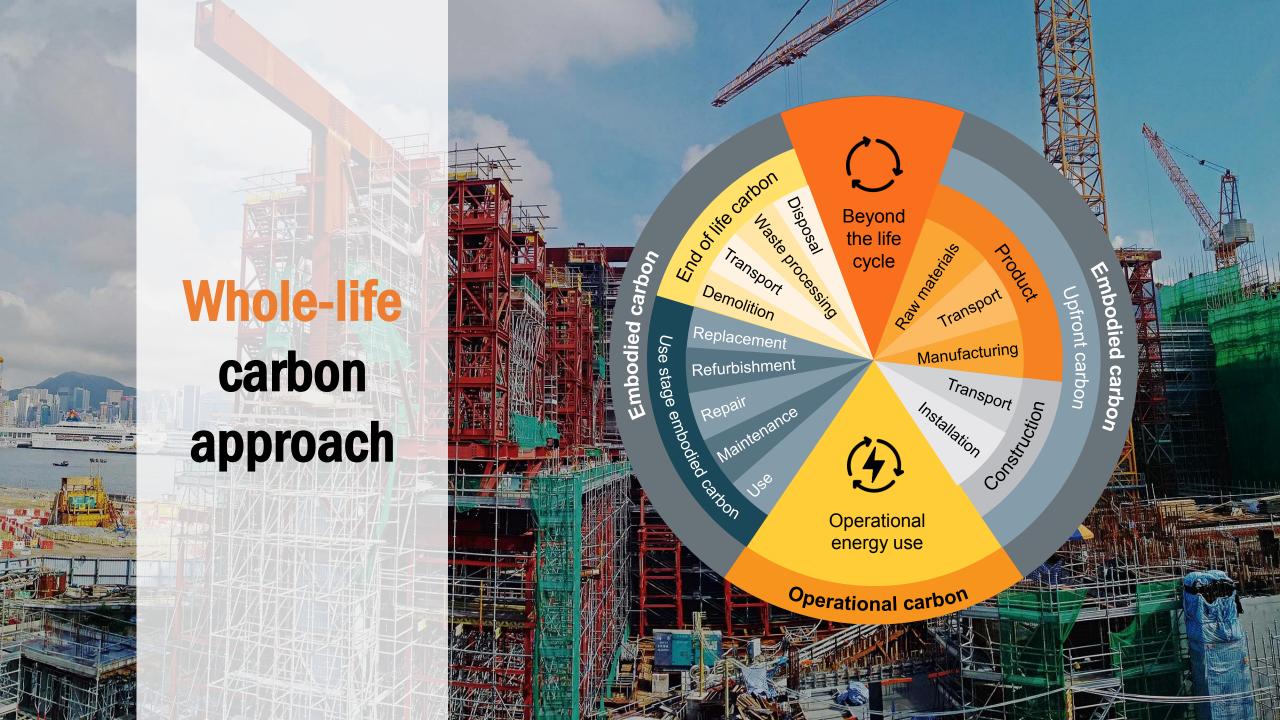


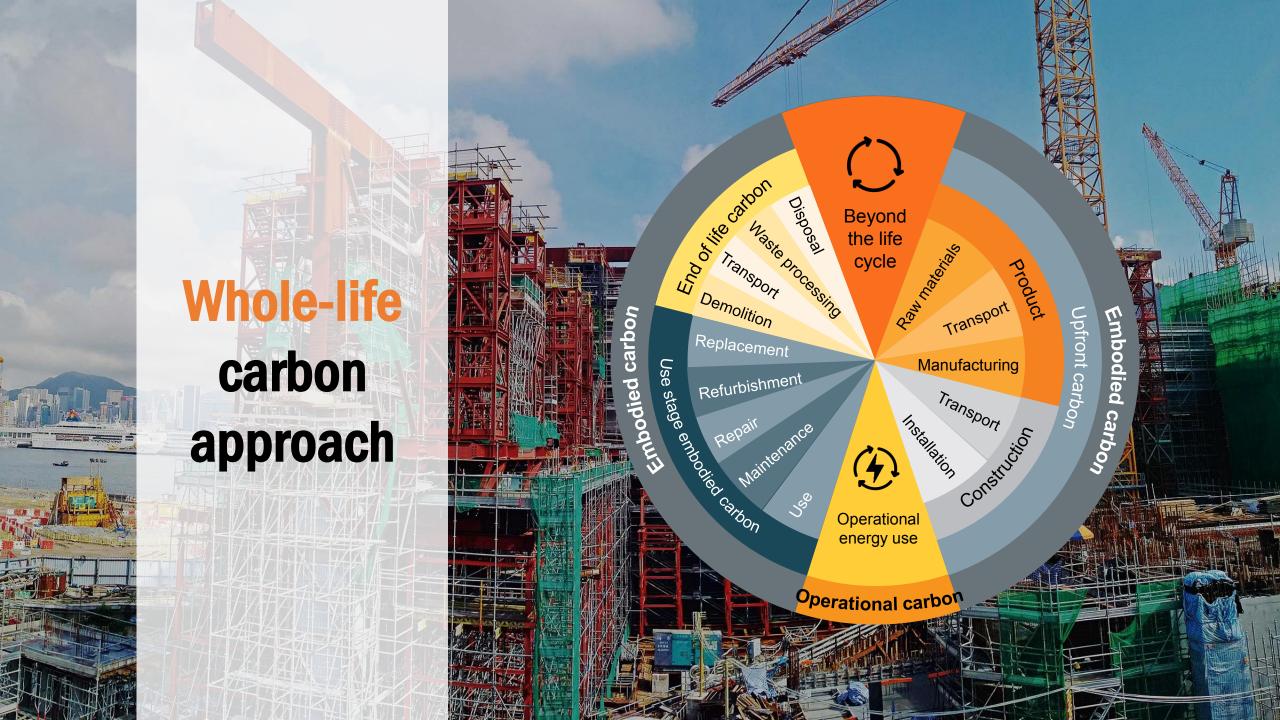
#### **Embodied Carbon**

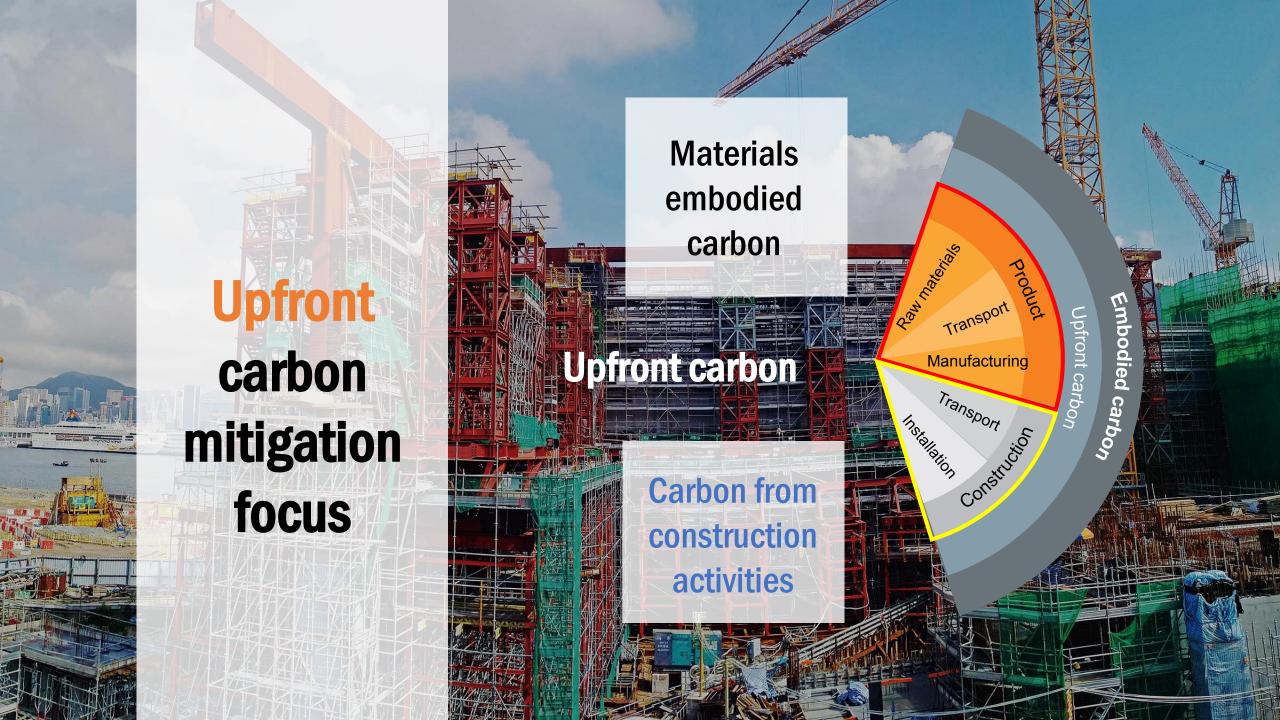
The emissions from manufacturing, transportation, and installation of building materials.

#### **Operational Carbon**

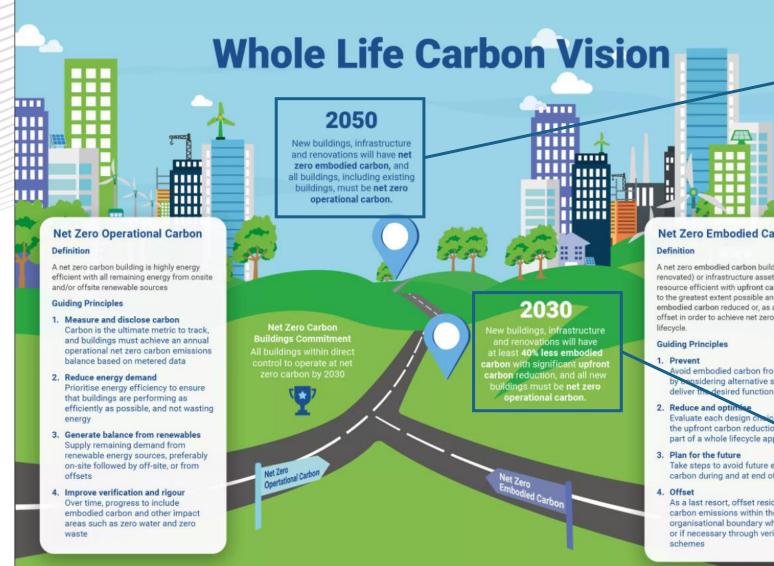
The emissions from a building's energy consumption.







## **World Green Building Council Vision**



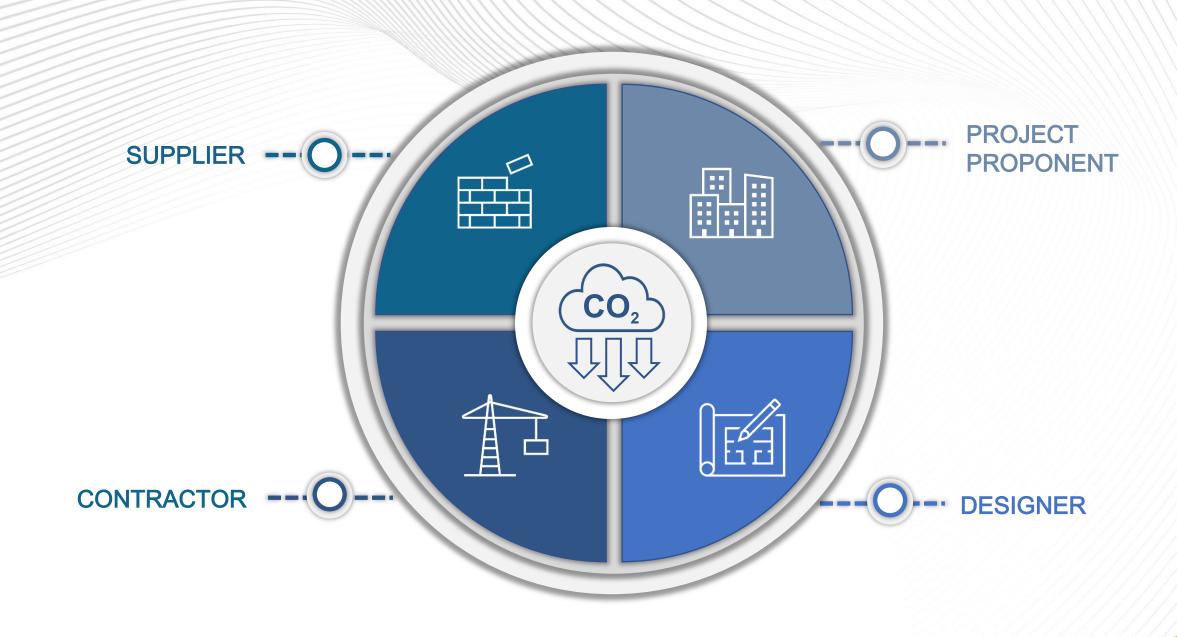
2050

New buildings infrastructure and renovations will have net zero embodied carbon, and all buildings, including existing buildings, must be net zero operational carbon.

**2030** 

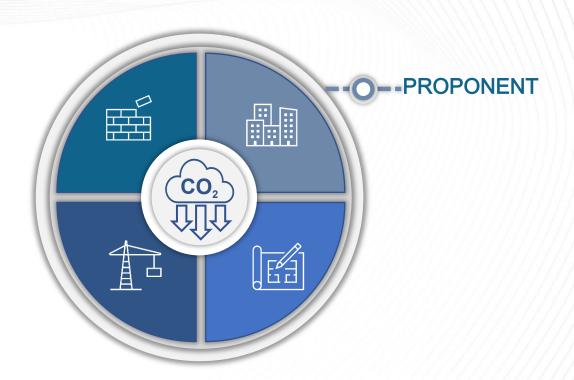
New buildings, infrastructure and renovations will have at least 40% less embodied carbon with significant upfront carbon reduction, and all new buildings must be net zero operational carbon.

asidering alternative s



# Climate change mitigation

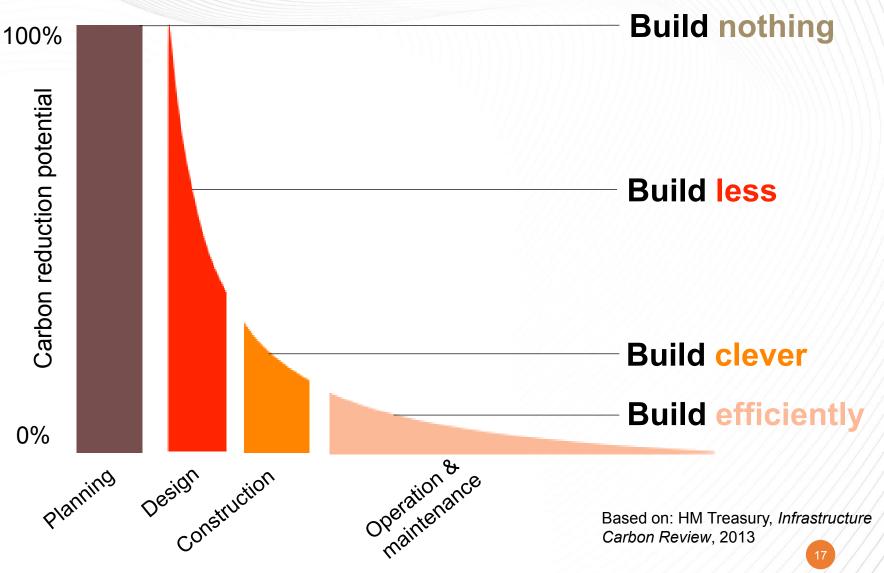
Proponent's role





#### The pathway to net zero carbon starts early

- Carbon reduction potential is greatest at the concept, planning and design stages
- Carbon should be viewed as a critical success factor and decision-making criteria together with budget and programme, not in isolation.
- Set targets during design phase for embodied carbon



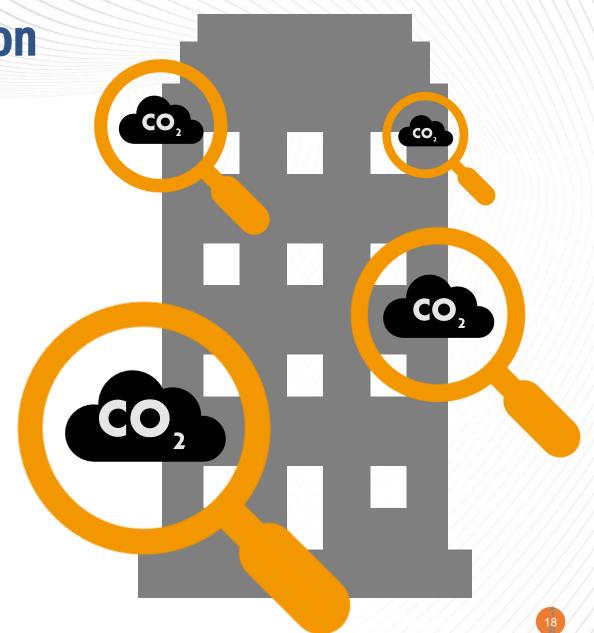
## Whole life and embodied carbon thinking

Life-cycle carbon assessment (LCA): assess and target reductions – carbon can be considered a proxy for cost

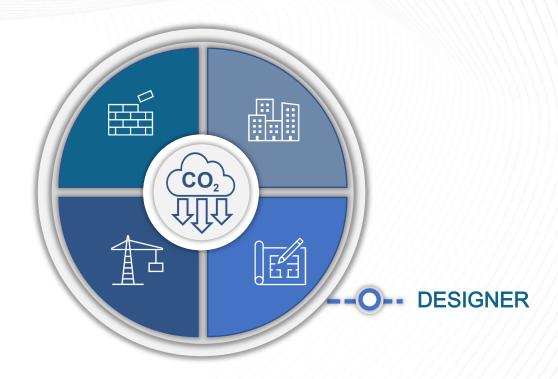
Integrate low carbon specifications into contract procurement

Consider early contractor involvement or design and build contracts

Longer design life, flexibility for adaptation, and disassembly for reuse and material recovery



# Climate change mitigation Designer's role





### Designer's role

Lean design - enough time to optimise design, lighter structure = reduced foundations, especially steel and concrete (majority of CO<sub>2</sub>e footprint)

Lower carbon materials and LCA to drive down embodied carbon

Programme for offsite construction





Sustainably managed engineered timber, suitable for offsite

Glu-lam & cross laminated timber, composite buildings





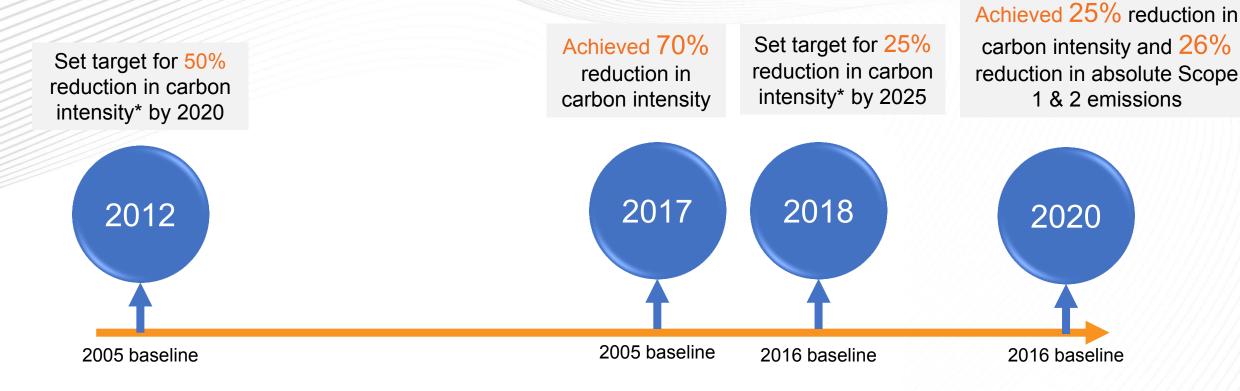


# Climate change mitigation Contractors' role





#### Our carbon progress so far...



The Hong Kong Construction Association set a carbon intensity target of 25% reduction by 2020 based on a 2010 baseline. We achieved over 50% carbon intensity reduction for the Group over the same period

<sup>\* =</sup> Carbon intensity is Scope 1 and 2 CO<sub>2</sub>e emissions / \$ turnover

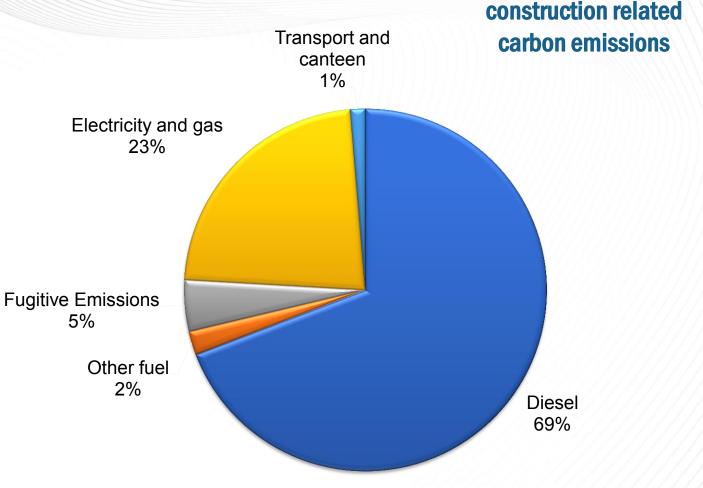
# Our energy related carbon footprint

Our scope 1 and 2 (direct and indirect energy) carbon footprint is dominated by B5 / diesel use

Total CO<sub>2</sub>e emissions (2020):

Scope 1 and 2 ~66,000 tonnes

But Scope 1 and 2 will no longer be sufficient, we must reduce scope 3 emissions also



**Our 2020 Scope 1 and 2** 

## Carbon footprint under our control

### Our 2020 construction related carbon emissions (including temporary works material purchases)

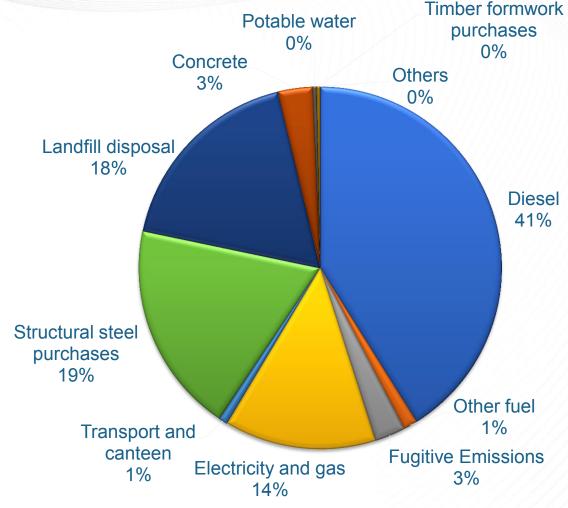
Our carbon footprint is typically dominated by:

- Diesel for Scope 1 and 2 (direct and indirect energy)
- Embodied carbon for temporary works purchases and waste for Scope 3 (indirect)

#### Total CO<sub>2</sub>e emissions (2020)

Scope 1 and 2 ~66,000 tonnes

Scope 1, 2 and 3 ~ 112,500 tonnes

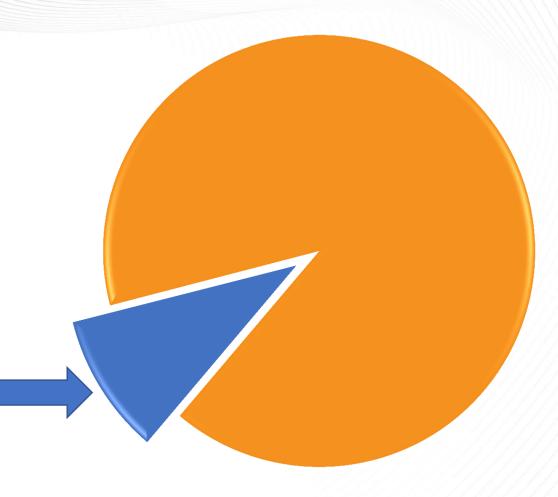


Others includes canteen wastewater, tankered water, food waste incineration

#### **Carbon footprint related to Gammon**

Around 90% of upfront carbon is embodied carbon in permanent works materials – Gammon can only influence

Around 10% of upfront carbon is temporary works and construction activities (Scope 1, 2 and 3) – Gammon can potentially control



#### Influence value chain and deliver projects efficiently

Influence and collaborate with project proponents and designers

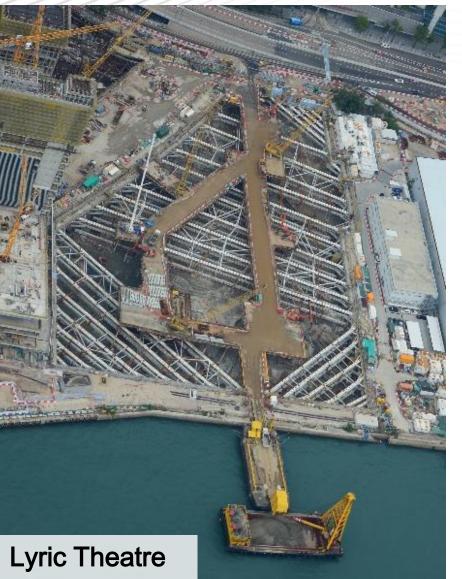
Influence supply chain – by raising awareness, specific contract requirements and incentives

Use less / low carbon energy sources

**Deliver efficiently - examples:** 

- Digital twins (BIM) with full co-ordination and rehearse sequence of works
- DfMA / offsite construction and optimise design for lean permanent works where possible
- Select construction methods / temporary works design with lower carbon intensity (e.g. structural steel reuse, system formwork, sustainably certified timber etc.)
- Waste management to avoid / reduce waste to landfill and surplus
- Water efficiency by minimising, recycling and reusing potable water supplies
- Ensure similar good environmental management at offsite partner factories

## Reusing struts for excavation and lateral support





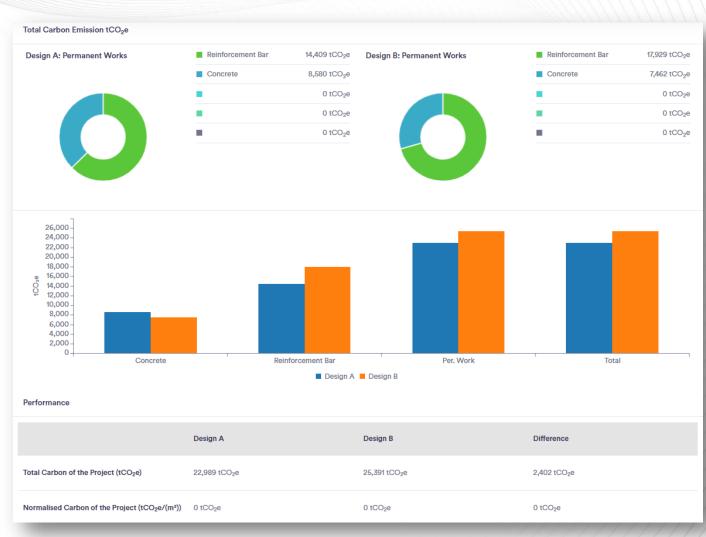


#### Foundation Design - Bored piling for commercial project

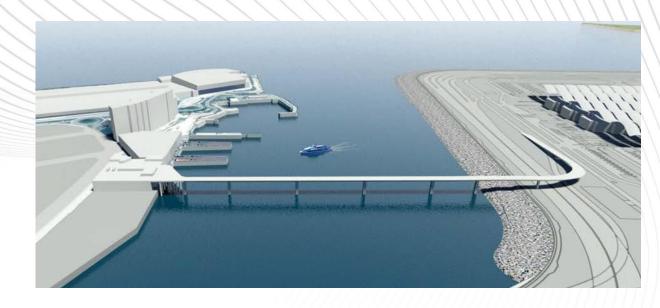
Use of higher strength concrete (C60 vs C45) to reduce rebar in foundations

Carbon saving from switching concrete mix and rebar quantity needed = 2,402 tonnes CO2e





#### Intermodal Transfer Terminal Bonded Bridge - Cement reduction for marine sediment stabilisation



### Excavated marine sediment stabilisation and solidification

To reduce carbon footprint and maximize the cost benefit, testing was undertaken to determine the optimum mixing ratio for sediment treatment is of:

- Minimum content of Portland cement, which is carbon intensive
- Adequate content of granular material
- Maximum content of sediment

#### Cement used:

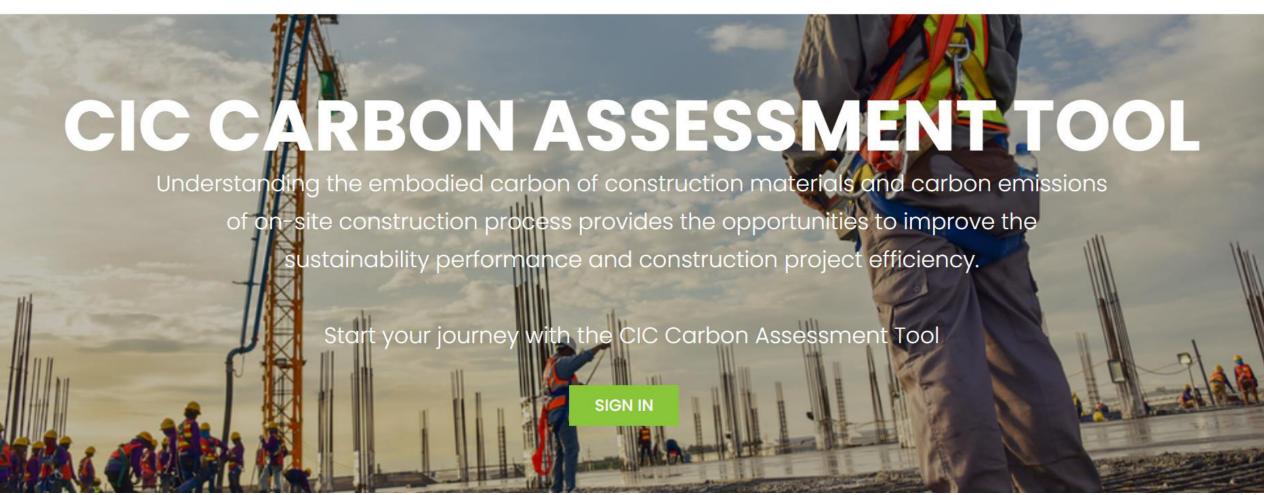
- Typically 5-20% cement use
- Reduced to 0.5%

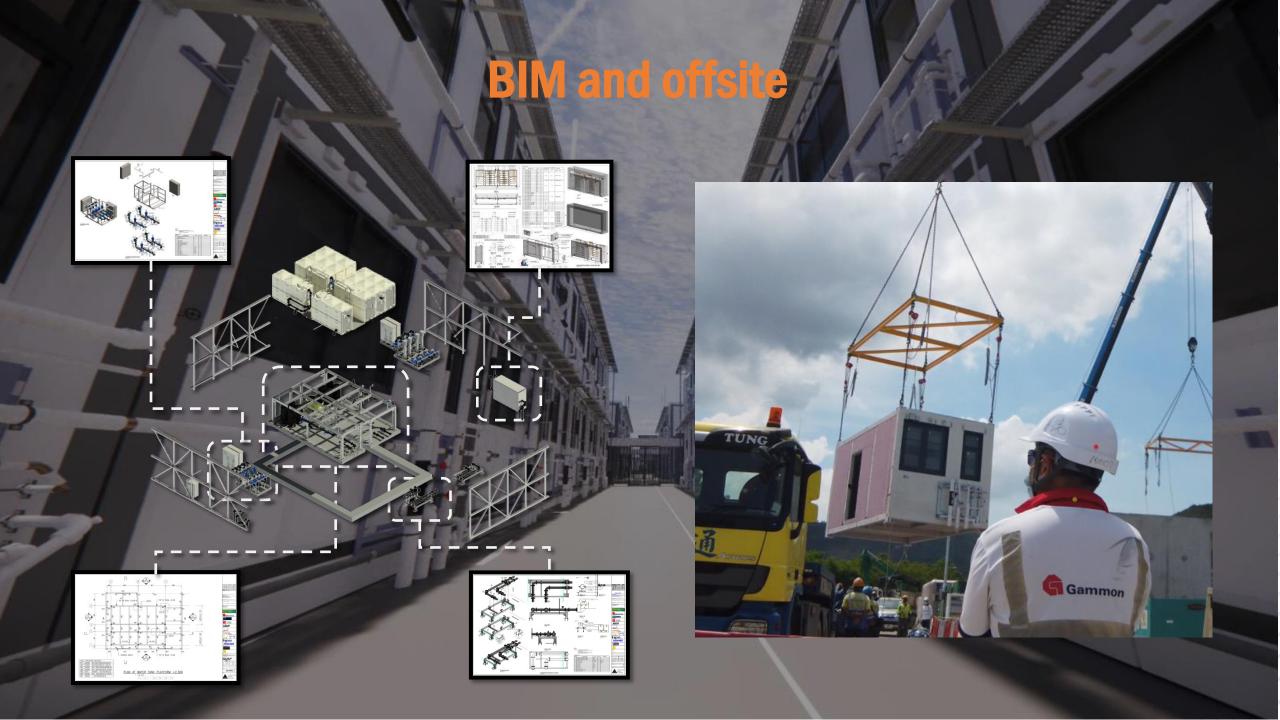
1,964t of cement reduction
Avoided 1,993 tonnes CO<sub>2</sub>e emissions











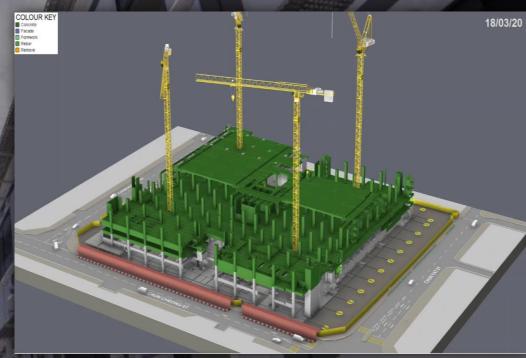
## BIM and offsite

E&M modules















#### **Offsite construction**

- Standardisation and repetition to enable manufacturing approaches to increase efficiency and reduce energy intensive lifting on site
- Reduction in carbon from material efficiency, energy, fuel and waste
- Enabled through early fully co-ordinated fixed design in BIM (BIM use in Korea case studies shown to reduce waste by 4-15%)

Carbon reduction potential	At site only	Net including factory related
Reduced energy used	Up to 80%	30%
Reduced waste	Up to 90%	50%
Reduced traffic movements	Up to 60%	20%





Sources: Won, J., Cheng, J.C.P., Lee, G., 2016. Quantification of construction waste prevented by BIM-based design validation: Case studies in South Korea. Waste Management 49, 170-180 and Offsite Construction: Sustainability Characteristics, 2013 by Buildoffsite (based on 20 case studies)

#### Case study: Penny's Bay Phase 2 Quarantine facilities

Designed and fabricated 700 temporary quarantine units in just 87 days

~95% of all works used MiC methods,

Significant reductions achieved compared to traditional construction methods for residential projects\*:

- 68% reduction in waste sent to landfill
- 38% reduction in carbon intensity
- 76% reduction in water intensity



<sup>\*</sup> Average of 12 recently completed Gammon residential projects normalised against construction floor area (CFA)



## Use less / low carbon energy

Limitations for use of
biodiesel – engines,
feedstock, sustainability
confidence and cost (hydro
treated vegetable oil), residual
impacts and risks

Blend of solutions needed for transition to zero carbon

**Vision for transition to** 

zero carbon

1 Low carbon power supply

Grid connection, possibly with temporary transformer

Battery energy storage system Electric powered machinery and

4 equipment

Charging for electric vehicles

5 and plant

Renewable energy for Feed-in

Tariff or to power site offices

Mobile electric plant on charge

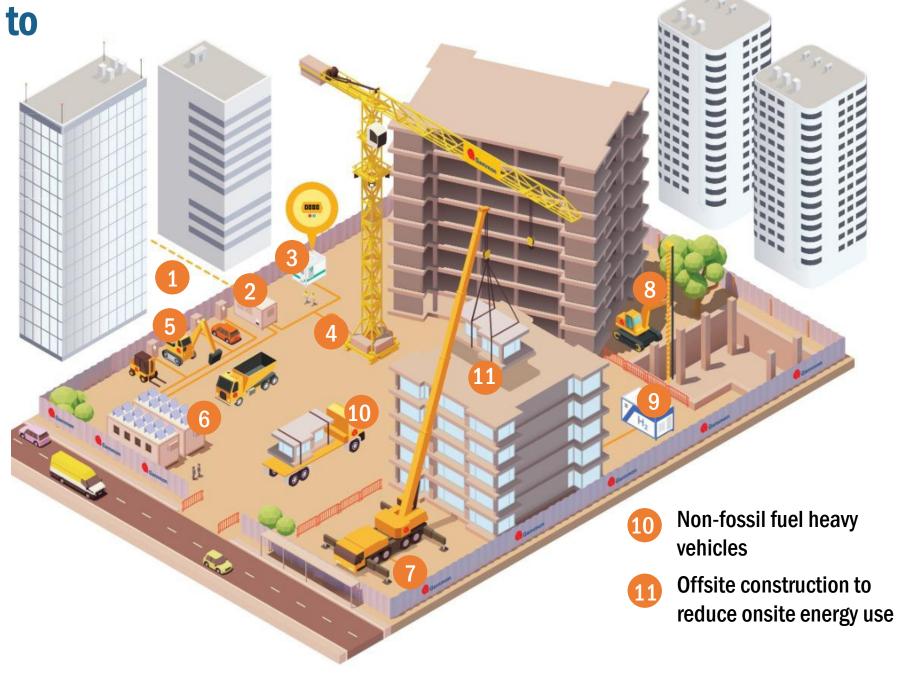
while stationary

Electric / non-fossil fuel

8 foundations equipment

Hydrogen / other fuel cell

g technology



## Optimising electricity use – current opportunities

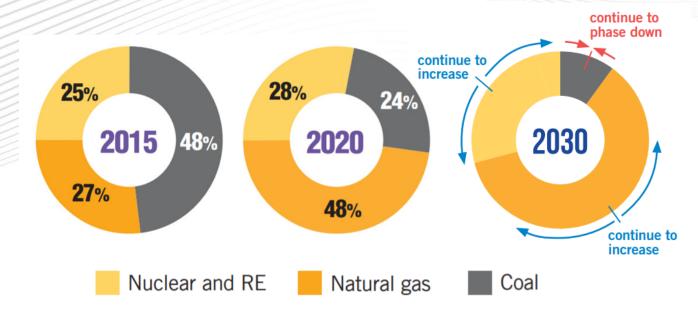
- 1 Low carbon power supply
- **Q** Grid connection, possibly with temporary transformer
- 3 Battery energy storage system
- 4 Electric powered machinery and equipment
- 5 Charging for electric vehicles and plant



## **Battery Energy Storage System - The Enertainer**



## Why electrify?



- Allows for more energy efficient operation compared to diesel generators
- Take advantage of planned decarbonisation of the electricity grid - phase out coal, more natural gas, more non-fossil fuels (e.g. FiT, offshore wind)

50% reduction@ 40 000 Total carbon emissions (kilotonnes) 30 000 -Carbon neutrality @before 20 000 -10 000 -2035 2005 2050 2020 ← Progress → ← ·······Target ······ Per capita (tonnes) **6.2** @2014 **2~3** @2035

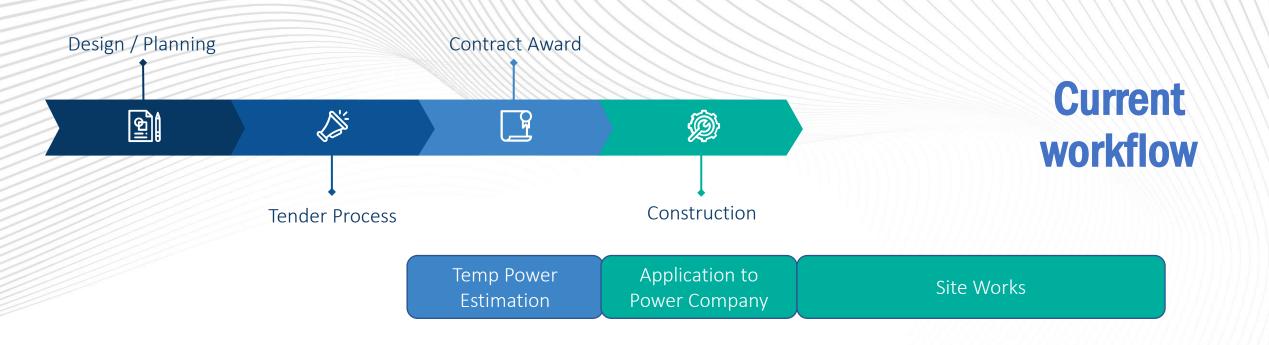
Sources: HKSARG Climate Action Plans 2030+ and 2050

## Why electrify? Decarbonisation + health + +

People regularly exposed to diesel exhaust fumes at work can be up to 40% more likely to develop lung cancer\*



<sup>\*</sup> From International Agency for Research on Cancer (IARC). IARC treats diesel emissions as Group 1 carcinogen - definite cause of cancer in humans



Typically waiting around 6 months before power connection

Normally insufficient power on site



Cannot adopt electric plant efficiently until sufficient electricity supply available

## Early electrification on Government projects

In September 2020, the Development Bureau announced that all public work contracts must apply for temporary electricity and water supply for tenders issued after February 2021 to facilitate the use of electric plant, equipment and vehicles.

Application during detailed design with preconstruction for connection before construction starts (only up to 400 Amps)



Technical Circular (Works) No. 13/2020
Timely Application of Temporary
Electricity and Water Supply for
Public Works Contracts and Wider
Use of Electric Vehicles in Public
Works Contracts

What about private sector?

https://www.devb.gov.hk/filemanager/technicalcirculars/en/upload/378/1/TCW%2013-2020.pdf

## Engaging the private sector in early electrification



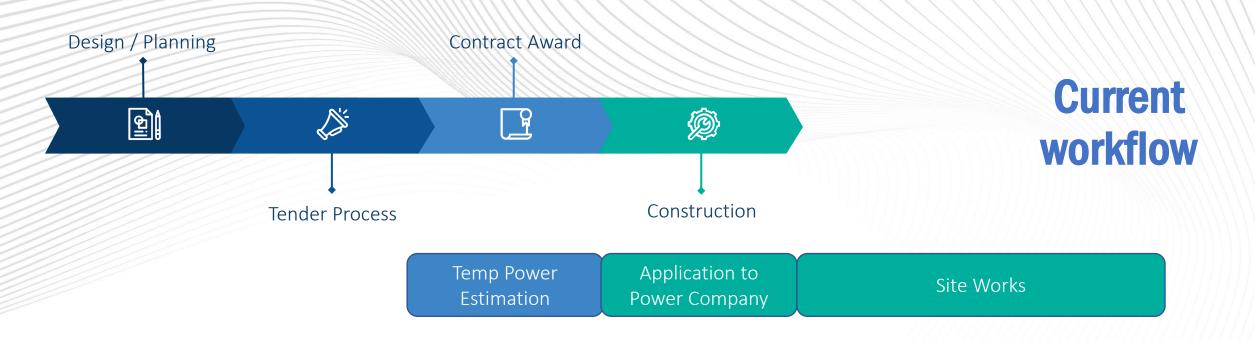




Supporting BEC to deliver a two-year Power Up Coalition programme of activities:

- The Power Up Coalition would encourage and facilitate timely electrification of construction sites to non-public works projects in Hong Kong, reduce use of diesel generators & diesel equipment, and promote zero-emission construction sites in the long term.
- Gammon recognised as 'Founding Member'
- Guideline and peak electricity forecasting tool developed and under review

All companies are welcome! *Please approach BEC for more details Information can be found under Low Carbon Charter*: <a href="https://bec.org.hk/en/bec-low-carbon-charter">https://bec.org.hk/en/bec-low-carbon-charter</a>





Normally insufficient power on site

Temp Power Estimation

Application to Power Company



Cannot adopt electric plants ed efficiently until sufficient electricity supply available workflow

Construction

Construction starts







**Vision for transition to** 

zero carbon

1 Low carbon power supply

Grid connection, possibly with temporary transformer

Battery energy storage system Electric powered machinery and

4 equipment

Charging for electric vehicles

5 and plant

Renewable energy for Feed-in

Tariff or to power site offices

Mobile electric plant on charge

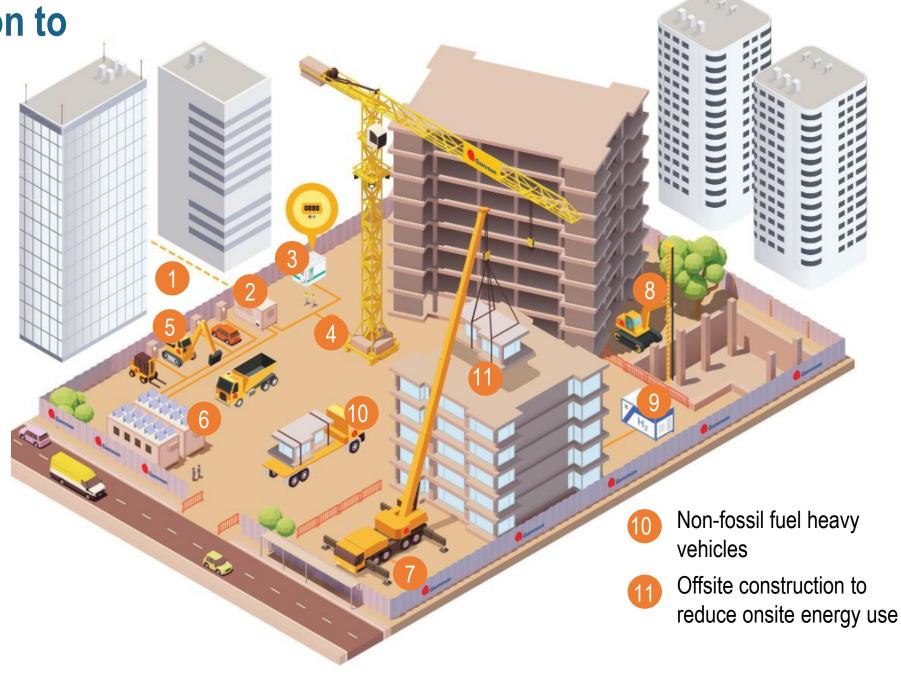
while stationary

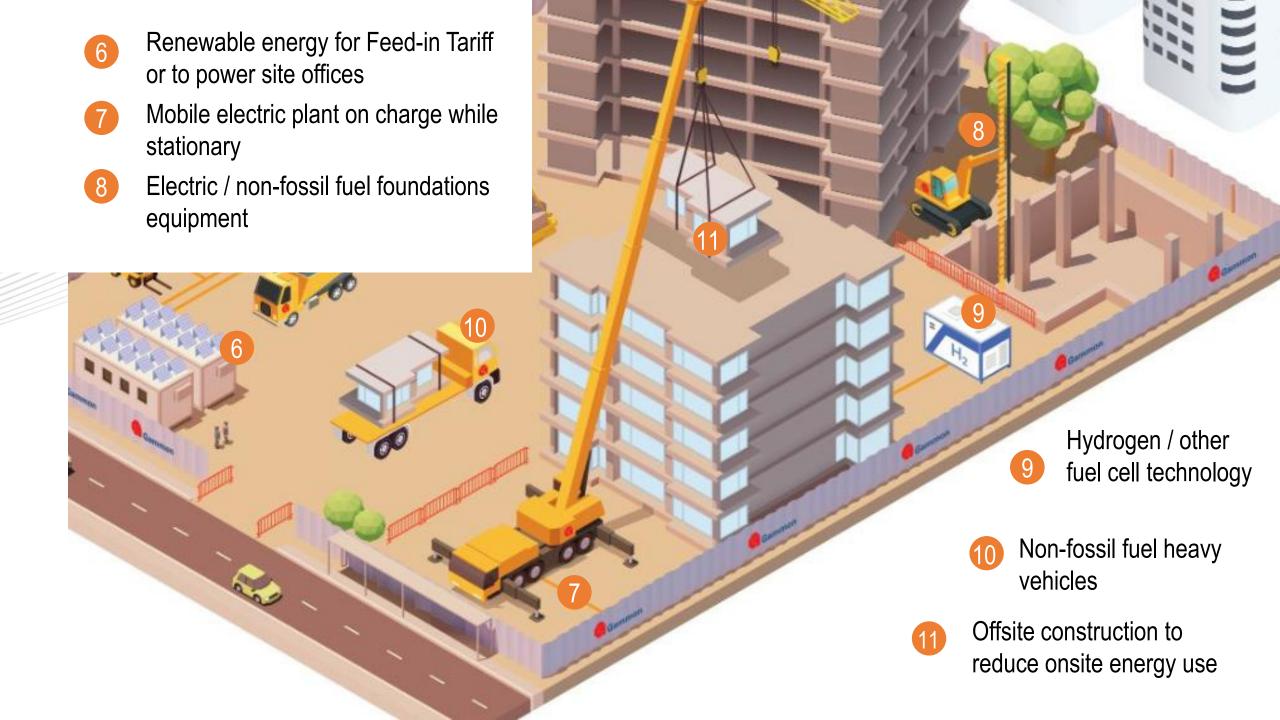
Electric / non-fossil fuel

foundations equipment

Hydrogen / other fuel cell

9 technology





# Wider renewables adoption possible

- Potential for renewable energy on major multi-year projects
- Take advantage of Feed-in-Tariff
- Connection to the power grid is prerequisite



Sai Sha Road Widening Work – 2019 CLP Smart Energy Award "Renewable Energy Category" Excellent Award



### **Gammon Climate Action Plan**

Net Zero
Carbon\*
by 2050

Science based target#

- \* = Scope 1 and 2
- # = Scope 1, 2 and 3

- Reporting against recommendations of Taskforce on Climate-related Financial Disclosures in 2021 Sustainability Report
- Developing climate action plan to enable commitment to Science Based Targets Initiative during 2022 and seek approval in 2023
- Minimum 50% reduction by 2035 (Scope 1 and 2) and net zero by 2050 in line with HKSARG ambition for climate neutrality

Climate change mitigation

Role of suppliers / manufacturers







### **Low Carbon Concrete Mixes**



CIC GREEN
PRODUCT CERTIFICATION
CARBON LABELLING SCHEME

384 mixes assessed,

82% Platinum

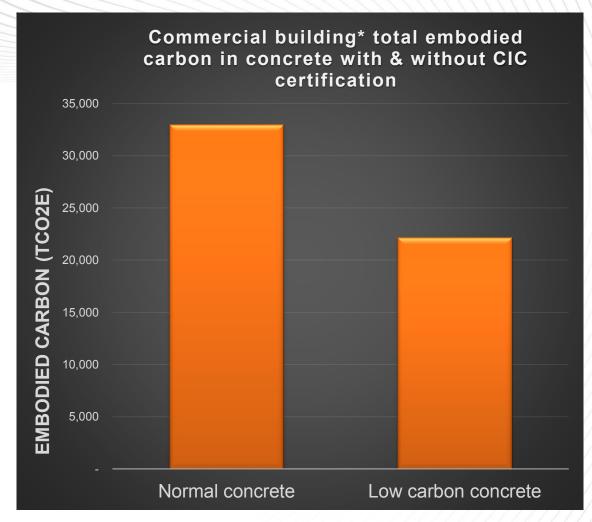
11% Gold



## CIC Green Product Certification

#### High performance lower carbon concretes

- Lifecycle green house gas emission assessment verified against ISO 14067 Greenhouse gases — Carbon footprint of products — Requirements and guidelines for quantification
- The first concrete mixes in HK with CIC Carbon Labels
- Typically 15-30% carbon reductions
- Carbon curing technology adoption in 2022
- Potential GGBS cement replacement up to 50%

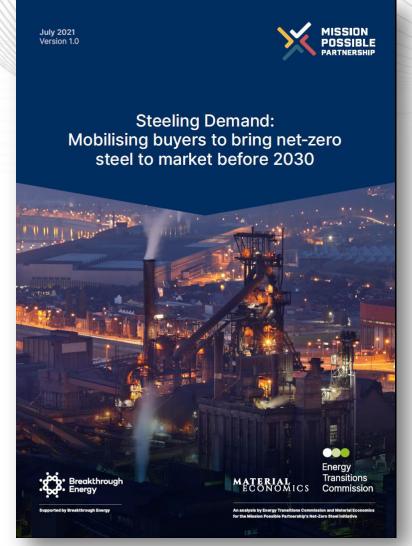


\* Completed commercial building with actual concrete quantities / mix types used with indicative carbon footprints from CIC CAT

## Steel

Limited supplies with certified high recycled content or low carbon production – externally assured carbon footprint or Environmental Product Declaration

Demand will increase - cost premiums likely



#### The Net-Zero Steel Pathway Methodology Project

Final Report and Recommendations | July 2021























## Conclusion

Climate Change Mitigation: What can you do right now?









