Dublin — June 20-23, 2022

Conflicts and synergies of the digital and green transitions

Ilias Iakovidis, DG CONNECT, European Commission

GLOBAL VISION:

IoT TODAY AND BEYOND



The nexus of Green transition & Digital Transformation



Synergies

- Digital transformation for climate neutrality. It can reduce 15-20% of total GHG emissions
- Green transition for sustainable financing and new jobs in green digital transformation

Conflicts

- ICT footprint: <u>2.1 and 3.9% of total emissions</u>; <u>eWaste</u>- fastest growing waste category
- Green transition may block certain digitalisations patterns (built in obsolescence, blockchain mining, single use electronics, etc).
- <u>Today's focus</u> is mostly on the Conflicts because they are measurable.
- What is needed: To realise benefits of Synergies for sustainability and digital sector
- How: Science based methods to measure the contribution of digital to environment
 - -> leading to sustainable finance for green digital (EU Taxonomy, Green Public Proc.)

European Green Digital Coalition



34 CEOs of ICT companies, that lead their own transition to climate neutrality by 2040, have committed on behalf of their companies to take action in the following areas:

- •Investing in the **development and deployment** of green digital solutions with significant energy and material efficiency that achieve a net positive impact in a wide range of sectors.
- •Developing **methods and tools** to measure the net impact of green digital technologies on the environment and climate by joining forces with NGOs and relevant expert organizations.
- •Co-creating, with representatives of others sectors, **recommendations and guidelines** for green digital transformation of these sectors that benefits environment, society and economy.

https://digital-strategy.ec.europa.eu/en/policies/european-green-digital-coalition https://www.greendigitalcoalition.eu/





Sensor-Control Infrastructure

Telecom (5G) Infrastructure

Data Spaces

Cloud Infrastructure

Apps - Services







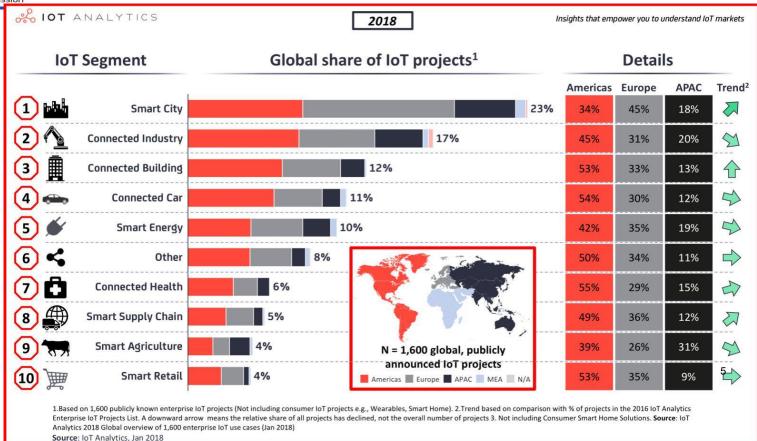


IoT is much more than Connectivity:

- Industrial Internet of Things
- Industrie 4.0
- Cyber-physical Systems
- Smart Internet of Things



IoT across Industry



Max Lemke, Connect University, June 2021



The Consumer Perspective:

- Target: home comfort and low energy usage
- Smart appliances
- 'Green' consumption
- Apps: market-driven empowerment







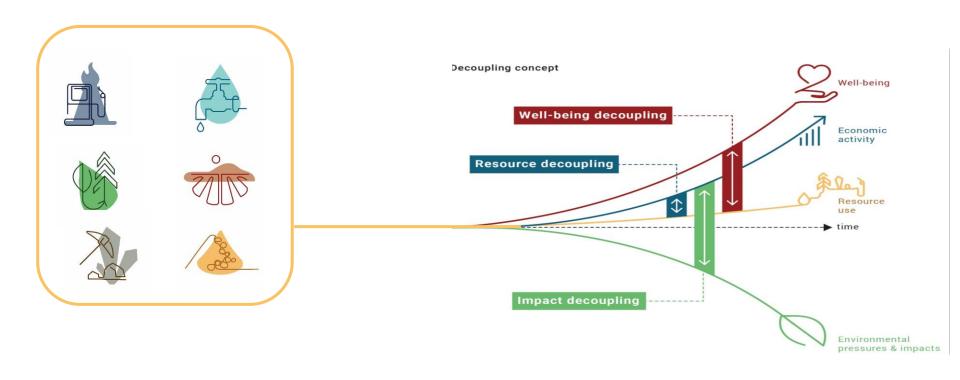
- Efficient integration or renewables
- Integrated smart home services through IoT
- Interoperable smart grids

Next Generation IoT Solution Space:

- Decentralisation
- Decarbonisation
- Intelligence at the far edge

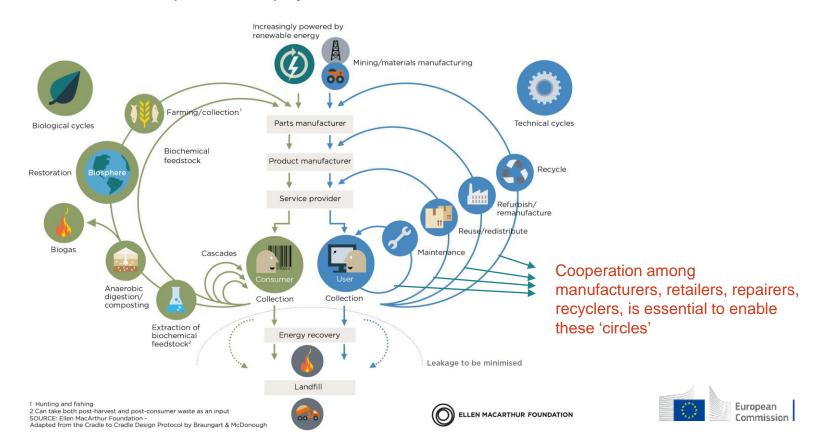
Max Lemke, Connect University, June 2021

Sustainability is not only about GHG emissions reduction



Key for Sustainability - Circular economy

CIRCULAR ECONOMY - an industrial system that is restorative by design



Transition to Circular economy

Sustainable products – durable, re-usable, reparable, refurbishable, ...recyclable

Sustainable Business models – e.g. Product as a service,

Key enabler: Digital Product Passport

Recent EU legislations:

- <u>Ecodesign for sustainable products European Commission</u> product requirements, information requirements across who supply chain, **Digital Product passport** (30.3.2022)
- Empowering consumers for the green transition European Commission (30.3.2022)
- <u>Initiative on substantiating green claims European Commission (coming soon)</u>



ESPR Digital Product Passport (DPP) – expected benefits



Tracking of raw materials extraction/production, supporting due dilic



Benefit market
surveillance
authorities and
customs authorities,
by making available
information they would
need to carry out their



Enable **manufacturers** to create products **digital twins**, embedding all the information required



Make available to **public authorities and policy makers**reliable information. Enable to link **incentives** to **sustainability performance**



Tracking the life story of a product, enabling services related to its remanufacturing, reparability, reuse/re-sale/second-life, recycl nodels

Allow citizens to have access to relevant and verified information related to the characteristics of the products they own or are considering to buy/rent (e.g. using apps a commission readopean the identifier

Thank you





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Sustainable products package

Complementary sectoral rules

on construction and other product categories

Ecodesign Working Plan 2022-2024

- → Higher energy efficiency and circularity for energy-related products
- → New rules for consumer electronics (smartphones. tablets, solar panels)

Support for circular business models

- → European circular business hub

(e.g. batteries, chemicals, packaging) Strategy for Sustainable

and Circular Textiles > Binding eco-design requirements, incl. durability, reparability, and recycled

https://ec.europa.eu/commission/presscorner/detail/en/ip 22 2013

- → Stop microplastics pollution
- → Tackle fast fashion, textile waste, and the destruction of unsold products
- → Accurate green claims

fibre content

→ Sustainable global value chains

→ Digital Product Passport and new labelling rules Stronger market surveillance

Ecodesign for Sustainable

Products Regulation

→ Performance and information requirements for greener products → Tackle the destruction of unsold goods → Waste prevention and reduction → Mandatory criteria for green public

procurement

New rules to empower consumers for the green transition

- → Protection against greenwashing and the deliberate planning or design of products with limited lifespans
- > Information on product durability and reparability

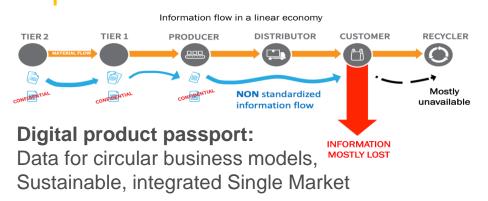
→ Guidance to businesses



→ Global sustainable consumption and production forum

Global action

Digital contribution to environment & climate



Smart mobility: reduction of transport emissions up to 37%; **smart buildings** with emissions reduction by 17%;



ETSI ES 203 199 V1.3.0 (2014-12)

Digital contribution: reduction by up to 15%-20% of total emissions with deployment of today's technology.

Destination Earth /
digital twins: High
Performance Computing,
Al for better anticipation
of extreme events
prediction, climate
modelling.



Also: smart energy networks; Precision farming, Blockchain for emissions accounting, smart cities; Al for climate; smart manufacturing;

RRPs: Missed opportunity to use digital solutions for climate action



Sustainable Digital Technologies

Climate Neutral and highly energy efficient datacentres by 2030: review JRC's CoC, the Energy Efficiency Directive and the Taxonomy Regulation



Greener electronic communications by 2030:

- Transparency measures
- Administrative incentives for green deployment



Circular Electronics

Initiative: Better durability, reparability, refurbishment, recycling for consumer and industrial electronics & IoT

"Right to repair" for consumers.



Al: investing in new ultra-low-power



