Enhancing
Furniture's
Environmental
Culture
EFEC





AHFA's Environmental Policy Statement

The home furnishings industry has an obligation to help manage our world's natural resources for future generations.

In response to this policy statement, AHFA developed a furniture industry-specific environmental program.

It was designed to help AHFA member companies implement sustainable business practices that are consistent with the environmental policy statement.

The program provides a systematic approach to evaluating a facility's environmental footprint at a micro level, as well as the company's overall sustainable business practices and environmental performance at a macro level.

EFEC Sets the Course

EFEC is an environmental management system that evaluates the impact of a facility's operations on air, land, and water.

The program is designed to *evaluate and measure* the environmental footprint of any type of facility, i.e., warehouse, plant, office, retail store, and the impact of the footprint to the air, land, and water.

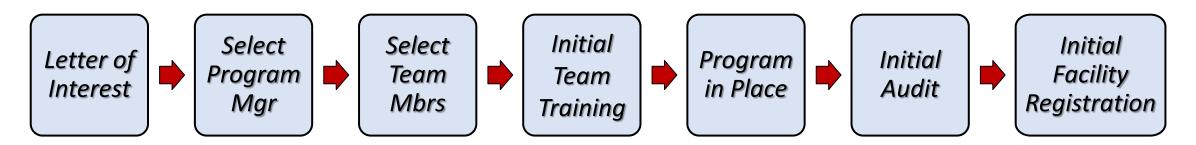
There are 12 elements to the program – all designed to focus the facility and align its operations with the environmental policy statement.

It is *proactive*, designed to be a 'drop-in solution' to existing continuous improvement programs; it creates new opportunities to increase value; it showcases a commitment to sustainable business practices; and it can serve as a foundation to ISO 14001.

The 12 Elements of EFEC

Intent to Register	Incident Preparedness Plan
Environmental Policy Statement	Public Education/Communication
Facility GAP Analysis	Work with Suppliers
Facility Impact Analysis (FIA)	Inform Regulatory Agencies
Goals	Information Technology Exchange
Employee Awareness	Measurement of Progress/Corrective Action Plan

The Registration Process



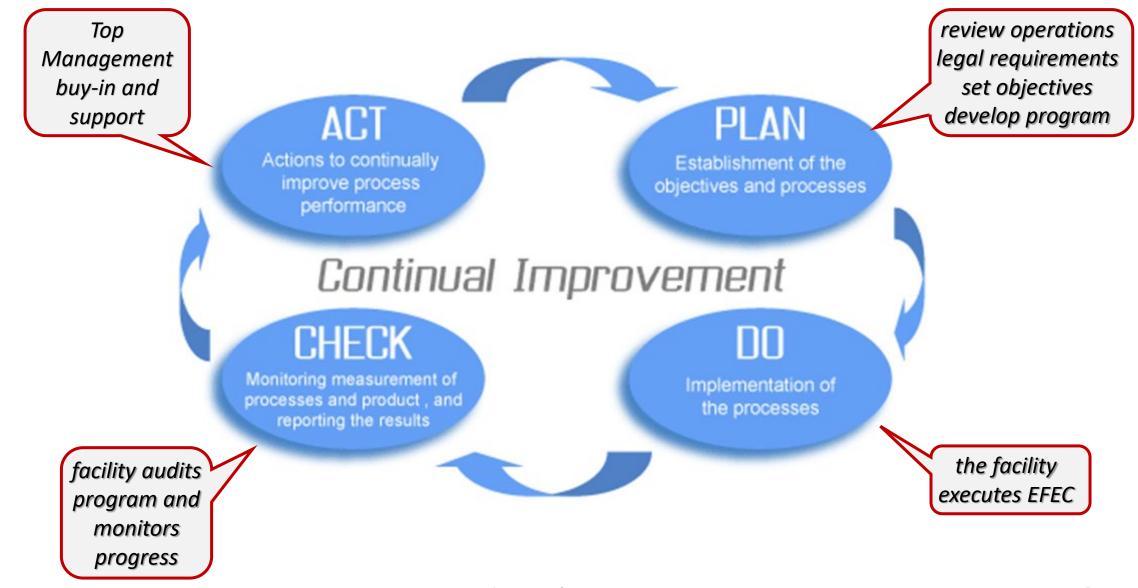
You can have an *internal auditor* for the program who is an employee – however, the auditor *cannot be a program manager* for the facility being audited.

The facility must be audited *annually* to maintain active registration.

The team should be more than 5 but no more than 12 and very diverse with members selected from several different plant disciplines, e.g., product engineering, accounting, purchasing, customer service, etc.

You can have a 'train-the-trainer' for training multiple facilities.

The Core Principles – Continuous Improvement



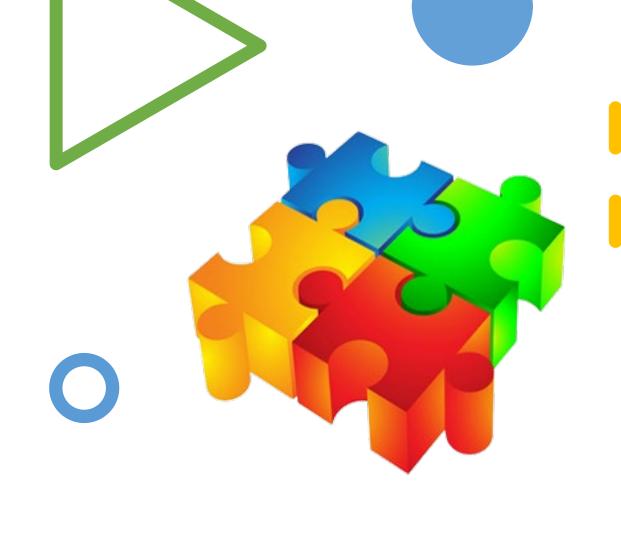
Integration

EFEC integrates with 'LEAN Manufacturing'

No additional resources required

Built on the core concept of continuous improvement

Programs 'drop in' to existing projects





Savings and Benefits

Eliminate internal inefficiencies = WASTE

Reduce landfill waste disposal

Reduce air emissions

Reduce water consumption

Reduce energy consumption

Reduce potential *risk*

Increase operational *efficiency*



Realized Cost Savings and Reductions

Reduced *electrical* use by more than *9%*Reduced *natural gas* consumption by *25%*Reduced *water* usage by 6.7M gal.

2M lbs. of *waste diverted* from the landfill representing a 14.7% reduction

50M lbs. of material *recycled or reused*



Realized Cost Savings and Reductions

Total *energy* reduction 12%

Natural gas consumption reduced 50% Water consumption reduced 23% or

5.2M gals.

9.5M lbs. of material reused

214,000 lbs. or 8.7% of landfill waste diverted

\$1.9M revenue generated by combined recycling efforts @ the facility



Realized Cost Savings and Reductions

Reduced *landfill waste* by 1.8M lbs.

• \$40,000 cost savings

Reduced *water* consumption by 6.3 million gallons

Reduced *electrical* usage by 3.6 million kilowatt hrs.

Reduced *fuel oil* consumption 344,000 gallons

Total company savings = \$250,000



Questions

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