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## SYSTEM DYNAMICS MODEL FOR EVALUATION OF REUSE OF ELECTRONIC WASTE ORIGINATED FROM PERSONAL COMPUTERS

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### Abstract

Information and Communication Technologies (ICT) are part of the day to day activities of a large part of world population, however its use involves a growing generation of electronic waste (e-waste). Due to the increasing technological innovation, it occurs that in a short time, the products become obsolete and have their life cycle reduced. The article aims to present the development, verification and validation of models of computational simulation for assessment of environmental and financial impacts caused by the extension of the life cycle of personal computers (PC) through their remanufacturing. For the system modeling the System Dynamics theory was used. Results generated by the simulation model, show that the remanufacturing is a viable alternative for the reutilization of discarded computers and that it is possible, in advance, to discuss, assess and decide necessary measures for a better financial and environmental performance in the acquisition and use of ICT.

*Keywords:* System dynamics, computers remanufacturing, reuse, electronic waste

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### 1. INTRODUCTION

The use of Information and Communication Technologies (ICT) in the people's daily life is a real and

unquestionable fact that includes the use of personal computers (PCs and notebooks), portable devices (Blackberry smart phones and tablets), printers and communication devices (fiber optic, communication cables

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and equipment). Due to the constant changes caused by technological developments, such ICTs become obsolete and are discarded by their users, thus generating electronic waste (e-waste).

Ferrer (1997) has noticed two decades ago that the personal computers and printers are durable consumer goods which have relatively short life cycle, but their components can have extended life cycles. On the other hand, the correct treatment of waste is among the most important issues for the quality of the environment (Zutshi & Sohal, 2002). Despite of the concern of the international community, today in the majority of cases practices compromise the future of the next generations. The waste generated by electronic devices is highly polluting and harmful to human health due to its high toxicity.

Due to the range of problems that the inadequate treatment of waste generates, management on that topic increasingly attracts the attention of researchers in the area of modeling and systems (Huang et al., 1998; Simonetto & Borenstein, 2007). This assertion is proven by the countless articles published in the area, that cover the allocation of vehicles for the residues collection (Bhat, 1996; Everett & Shahi, 1997), modeling for evaluation of the environmental impact caused by the final residues destination (Perrodin et al., 2002), and even the articles involving the construction of models for the evaluation of the impact of best practices in waste management, of which can be mentioned (Golroudbary & Zahraee, 2015; Parkes et al., 2015).

When dealing with the development of computational models to support the decision-making process associated to practices of Green ICTs, studies published

are still scarce. The research by Kroth et al. (2015) refers to the analysis of best practice in the use of ICT, while Schneider et al. (2015) analyze the discard of computers and printers with respect to quantity purchased and propose the model, that highlights the proposition of recycling, reuse and, even the equipment donation to social entities. Other articles examine the question of eco-efficiency and compare remanufactured mobile phones to new products (Frota-Neto & Bloemhof, 2009; Frota-Neto & Bloemhof, 2012; Sahni et al., 2010). To minimize the impact of accelerated rhythms of industrialization, pollution and exploitation of natural resources caused by electronic devices, in this article new computational simulation models will be used to evaluate the environmental and financial impacts generated by the extension of the personal computers (PCs) life cycle, i.e., instead of being intended for collection or recycling of junk mail devices components of PCs (CPU, video monitors and input devices) are used as raw material for the manufacture of a "new personal computer" (remanufactured computer or *remanufacturing* computer). The results generated by the proposed model are intended to supply the managers in ICTs and environmental areas, as well as investors with information useful to decision-making process for development of best practices in disposing of electronic waste, i.e. the possible residue becoming raw material for the (re) manufacturing of equipment in total use condition.

The article is organized as follows: in section 2 the research method used for the development of the study is presented, as well as the hypothesis dynamic to be verified with the same. In section 3 the theoretical framework for the development of the study is described, where the concepts about the

computers remanufacturing and the systems dynamics are presented. In section 4 the modeling problem, the component variables and the developed model are described. In section 5 the simulation scenarios, the validation and an experiment using the template are presented. Finally, concluding remarks are presented in section 6.

## 2. RESEARCH METHOD

The research method for the development of the computational model herein is based on the methodology for systems modeling and simulation presented by Law (2015), which consists of the following steps: (1) exploratory studies in scientific articles, technical reports, interviews with stakeholders and observations of the environment where data were collected and through these data, the research problem is specified and structured; (2), solution development through the construction of formal models capable of representing the problem (definition of the variables and their relationships); (3) implementation of the computational solution, using the simulator Vensim (Ventana Systems, 2016) for the System Dynamics area; (4) the verification and validation (V&V) of the solution through the lab testing and analysis of historical behaviour (with the data that were available), to check whether the results obtained represent part of the observed reality, because in simulated environment there is no waste destination for remanufacturing, i.e. the final destination is the collection of electronic waste and (5) for the verification and validation of the model as a whole one case using three scenarios (reuse of 5%, reuse of 40% and reuse of 70%) was simulated to make comparison.

The model is designed, verified and validated according to the data obtained at the 26th Annual Survey of the use of Information Technology in Brazil (Meirelles, 2015), as well as personal computers discard data, and relating to the life cycle data were obtained in a higher education institution. The primary data, such as acquisition, discard rates and usage time of PCs, as the inputs of the model are collected from the Annual Survey of the use of Information Technology and in the institution that served as a case study for analysis. The data regarding values of remanufactured computers and energy consumption were extracted from Frota-Neto & Bloemhof (2009), Frota-Neto & Bloemhof (2012) and Sahni et al. (2010).

For the definition of the variables in the model, interviews with stakeholders were performed together with observations of the acquisition process and disposal from bibliographic sources (Frota-Neto & Bloemhof, 2009; Frota-Neto & Bloemhof, 2012; Giutini & Gaudette, 2003; Hatcher et al., 2013; Meirelles, 2015; Schneider et al., 2015).

The main hypothesis of this research is that *the quantity of personal computers has a direct influence on the total quantity of discarded computers, as well as in total quantity of computers available to the remanufacturing and to waste, thus, the higher remanufacturing indices and lower allocation to waste, the more financial resources are generated and CO2 emissions to the environment are more reduced.*

## 3. THEORETICAL REFERENCE

Remanufacturing is the manufacturing process of a product from components that

would have their life cycle ended, if this new process not turned out them to be the raw material. This new process adds up to the following production stages: inspection, disassembly, cleaning, reprocessing, reassembly and test (Hatcher et al., 2013). Regarding the life cycle of the new and remanufactured computers, Frota-Neto and Bloemhof (2009) affirmed that the remanufacturing process adds three new stages to traditional manufacturing process: the remanufacturing itself, the transport of remanufactured product and the time of extra life that the product acquires.

Accordingly, the most important benefit of remanufacturing is the extension of the life cycle of the product (Frota-Neto and Bloemhof, 2009). The remanufacturing process has advantages over the traditional manufacturing, as the customer pays less for the product, the organization spends less to manufacture it and the process consumes less virgin raw material and energy than the traditional production process (Sundin & Dunbäck, 2013). According to Giutini and Gaudette (2003), the production cost of a remanufactured product is 40-65% less than a new product, the final price to the consumer is 40% lower and it is possible to save annually the equivalent of 16 million barrels of oil through this process. Frota-Neto and Bloemhof (2012), after detailed comparative analyzes of new computers prices in relation to the price of similar remanufactured, conclude that time has a

negative influence on the residual price, as shown in Table 1.

Researchers in the area of Green IT address among the best practices the importance of the reduction of energy consumption (Dragičević & Bojić, 2009), but the remanufacturing computers are poorly addressed and treated only through reuse (Dias et al, 2013; Faria et al., 2013; Lunardi et al., 2011; Muruguesan, 2008; Lunardi et al., 2014). When examining the energy consumption during the life cycle of new PCs, Frota-Neto and Bloemhof (2012) have analyzed energy consumption during product manufacturing, during usage time of the product (with an average time of 4 years) and energy consumption by the transportation of the product to the final consumer. The results using average values on energy demand are presented in Table 2.

In the case of remanufactured PCs three new steps should be considered in the calculation of energy consumption, because there are energy demands for remanufacturing, transporting from previous to the new consumer and also duration time of the remanufactured product usage (Frota-Neto & Bloemhof, 2012). The average values obtained in Frota-Neto and Bloemhof (2012) study concerning the comparison of the energy consumption of remanufactured and new computers are shown in Table 3 and it is noticeable that the energy consumption in transport phase remains the same as in case of a new computer.

*Table 1. The ratio of the residual price with the computer use time*

<b>Computer Use Time</b>	<b>Residual price (compared to new product)</b>
Less than 3 years	62.2%
Between 4 and 5 years	22.5%
Between 6 and 8 years	10.2%
More than 8 years	8.3%

Source: Frota-Neto & Bloemhof (2009)

Table 2. Average energy demand in the life cycle of a new PC

Life Cycle stage	Energy demand (MJ)	Energy demand %
Manufacturing	6180	77.8
Usage	1733	21.9
Transport	28	0.3
<i>Total</i>	<i>7941</i>	<i>100</i>

Source: Frota-Neto &amp; Bloemhof (2012)

Table 3. A comparison of the energy consumption of remanufactured and new PCs

	Similar energy consumption	30% higher energy consumption
<i>Reduced life cycle (25% of the new product)</i>		
Low level of energy in remanufacturing	43.5%	52.0%
High level of energy in remanufacturing	116.5%	124.5%
<i>Long life cycle (100% of the new product)</i>		
Low level of energy in remanufacturing	31.0%	39.5%
High level of energy in remanufacturing	49.5%	57.5%

Source: Frota-Neto &amp; Bloemhof (2012)

Thus, the remanufacturing of PCs is shown as a viable alternative in both economic (lower cost product) and environmental requirements (product that consumes less energy in its life cycle). Accordingly, in this paper will be sought to assess and quantify the benefits of the remanufacturing process of personal computers, through the development of a computational simulation model using the systems dynamics.

The methodology of System Dynamics is developed by Forrester in 1950, making possible to study the behaviour of systems with regard to passing of time and allowing users to assess the consequences of their decisions in a future time horizon (Daellenbach et al., 2012). The structure of models in system dynamics consists of the inventories and the flows and Ford (2009) defines the systems dynamics as a method that combines flows and inventories in a computational structure to be simulated. Inventories relate to the variables in the model that are accumulated in the system while the flows are the decisions or policies of the system. Those components can be

organized in the form of cause and effect relationships, named balance feedback or strengthening, and are subject to time gaps in the system under analysis. Several authors use systems dynamics methodology to analyses of issues related to the environment and sustainability, among them Sufian and Bala (2007); Abeliotis et al. (2009); Dyson and Chang (2005); Djordjevic et al. (2010); Kum et al. (2005); Savic et al. (2015) and Simonetto (2014). The model developed by Poles and Cheong (2009) may be highlighted since it aims to evaluate possible improvements in the components phases to reduce the total production costs. Also, study by Vlachos et al. (2007) uses the systems dynamics to develop capacity.

Planning model for the remanufacturing supply chain, that takes into account both economic and environmental aspects. In this paper the system dynamics methodology is used because it enables to assess environmental and economic benefits of personal computers intended for electronic waste collection (second-handed computers) remanufacturing in a future time horizon.

#### 4. DEVELOPMENT OF SIMULATION MODEL

In Figure 2, the structure of the model and the variables used, as well as their inter-relationships, are presented on the basis of previous research (Frota-Neto & Bloemhof, 2009; Frota-Neto & Bloemhof, 2012; Giutini & Gaudette, 2003; Schneider et al., 2015). Figure 1 shows the model structure, while Figure 2 presents the cause-effect diagram of the model, where is noticeable that model consists of three sub models: (a) Acquisition/

Discard, (b) Remanufactured PC; and (c) Benefits Evaluation Submodel. In the following subsections, the sub models and their modeling using the systems dynamic will be shown.

#### 4.1. Submodel Acquisition/Discard

The submodel Acquisition/Discard aims to model the behaviour concerning the acquisitions and, later, computers discard. The inventory components variables of this submodel are the number of personal

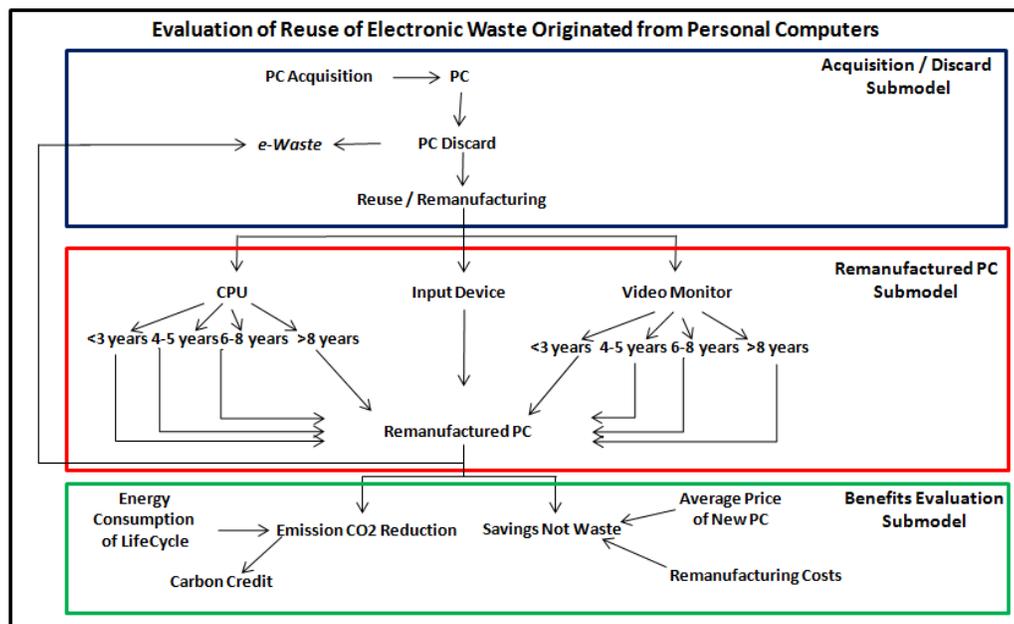


Figure 1. Structuring of the model

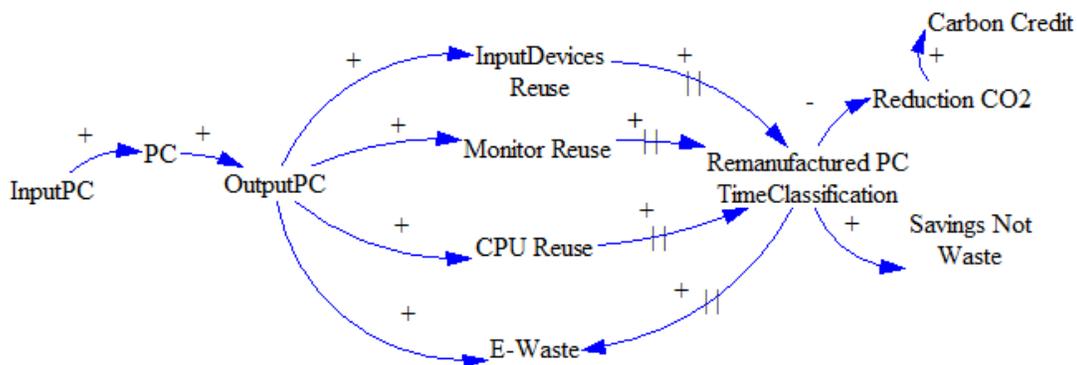


Figure 2. Casual-loop diagram of the model

computers in use in the modeled environment (PC), the quantity of monitors (**Monitor Reusable**), input devices (**InputDev Reusable**) and CPUs (**CPU Reusable**) possible to be reused in the remanufacturing process, as well as, the devices that do not have conditions to be remanufactured (**Monitor e-Waste, CPU e-Waste and InputDev e-Waste**). The flow variables used, as well as their auxiliary variables are the input (acquisition) of computers (**InputPC**) determined by annual quantity of equipment acquired (**QuantIn**), the discard of computers (**OutputPC**) directly related to annual quantity of equipment directed to discard (**QuantOut**). The flows of devices directed to each year to the remanufacturing (**InputMon, InputInDev and InputCPU**) are defined by the rates of possible components to be reused (**Reuse Monitor Rate, Reuse CPU Rate and Reuse InDevRate**) and associated to each one of these, taking into account the total of PCs discarded to obtain the total of each device. To obtain the flow variables related to the devices that will be sent annually to the electronic waste (**QtMon e-Waste, QtCPU e-Waste and QtInput e-Waste**) the total quantity of discarded computers subtracting from that value the quantity of devices

available to the remanufacturing is used, while the quantity of remanufactured computers discarded after their life cycle is added to the value obtained. Figure 3 shows the systems dynamics diagram of submodel Acquisition/Discard. In Figure 6 the equations (equations 1 to 15) components of this submodel are presented, in its turn, the values assigned to the variables are described in Table 4.

### 4.2. Submodel Remanufactured PC

The remanufactured PC submodel has as a principle the flow variables **InputCPU InputInDev** and **InputMon**, of the sub model Acquisition / Discard. These variables are used for the determination of the quantity of computational devices available to the remanufacturing (**QuantCPU < 3, QuantCPU 45, QuantCPU 68, QuantCPU > 8, QuantMon < 3, QuantMon 45, QuantMon 68, QuantMon > 8**). The variables are defined according to the classification of time and use as proposed by Frota-Neto and Bloemhof (2009), which is also used for the definition of the residual price and energy consumption. For the definition of the quantity of input devices to be used

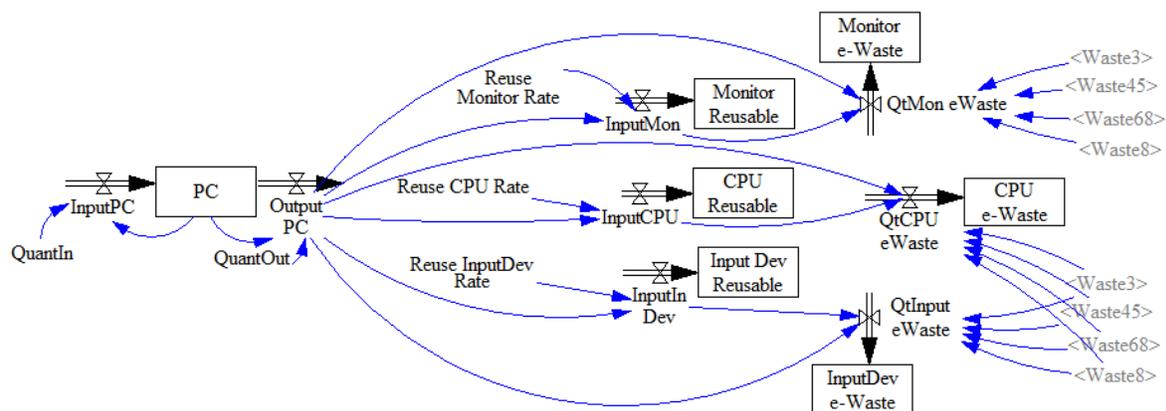


Figure 3. System Dynamics diagram of submodel Acquisition / Discard

(keyboards and mice) the variable **InputInDev** as maintained, due to the fact that these components are compatible with other hardware devices regardless of the usage time. Still, for the definition of devices with relation to its usage time, the variables **RateCPU3**, **RateCPU45**, **RateCPU68**, **RateCPU8**, **RateMon3**, **RateMon45**, **RateMon68**, **QuantMon8** are added, to represent the percentage of devices of each type of temporal classification in the total of devices designed to discard. After definition of the variables relating to quantities of hardware devices (by usage time), they are used for composition of flow variables **InpPCRem<3y**, **InpPCRem4y5y**, **InpPCRem 6y8y** and **InpPCRem>8y** that represent the number of computers to be remanufactured every simulated year. For the definition of these flow variables the consideration possible production time of computers is taken into, since the entire device available for remanufacturing must comply with the steps of the remanufacturing process (Hatcher et al., 2013). For the definition of the quantity of computers to be produced, the number of devices with a smaller quantity available is used as a parameter at the time of decision. The variables that represent the production time (delay) are **ProdTime<3y**, **ProdTime4y5y**, **ProdTime6y8y** and **ProdTime>8y**. The auxiliary variables **Input3**, **Input45**, **Input68** and **Input8** are used to assist in determining the equations relating to flow variables. Finally, the variables of inventory of submodel represent the total computers of each type produced during the simulated time (**PC Reman<3y**, **PC Reman 4y5y**, **PC Reman 6y8y** and **PC Reman>8y**). Remanufactured computers also have a life cycle of usage, thus after that time (**UseTime3**, **UseTime45**, **UseTime68** and

**UseTime8**) they are discarded to the electronic waste. This characteristic is represented in the model using the Variables **Waste3**, **Waste45**, **Waste68** e **Waste8** which correspond to the number of computers that will be annually remanufactured/sent to electronic waste (**QtMon e-Waste**, **QtCPU e-Waste** and **QtInput e-Waste**). Figure 4 shows the Remanufactured PC submodel while the equations of the submodel and the values assigned to the variables are presented in Figure 7 (equations 16 to 39) and in Table 4.

### 4.3. Submodel Evaluation of benefits

The last submodel Evaluation of Benefits includes the reduction of CO<sub>2</sub> emissions in the environment and the generated financial benefits. The submodel, shown in Figure 5, begins with the total of remanufactured (**InpPCRem<3y**, **InpPCRem 4y5y**, **InpPCRem 6y8y** and **InpPCRem>8y**) which is a part of the equations where the flow variables of the annual reduction in the emission of carbon dioxide are obtained (**YearReducCO2**) and the annual savings originated by remanufacturing of the PCs (**YearSavMoney**). The auxiliary variable **TotalPCLifeCycleDemandedEnergy** is necessary to assign to the possible consumption by the PCs in their traditional and extended lives cycles. To determine the reduction of the emission of CO<sub>2</sub> (**YearReducCO2**) the amount of energy used by a new computer throughout its life cycle is taken into account, however, a remanufactured computer may not consume the same amount as a new one. Thus, based on the premise that each remanufactured computer is a new computer less in use, the equation for calculation of the reduction of the emission of CO<sub>2</sub> in the atmosphere is defined.

The auxiliary variables **PCAvgValue** and **Remanufacturing Costs** are used for the calculation of financial gain obtained through remanufacturing. For the determination of the equation of the gains obtained annually with the sale of remanufactured computers (**YearSavMoney**) the quantity of each type of remanufactured computer is taken into consideration (with respect to usage time) and the reduction factor of the price of a new product according to the temporal classification by Frota-Neto and Bloemhof

(2009) is applied. The inventories variables **SavingsNotWaste** and **Reduction CO2 Emission** represent the total accumulated along the simulated time, while the variable **CarbonCredit** represents the total obtained in collection of selling the carbon credits obtained with the reduction of the demand of energy used by remanufacturing compared to traditional manufacturing. The equations referring to submodel, as well as the values assigned to the variables are presented in figure 6 (equations 40 to 44) and in Table 4.

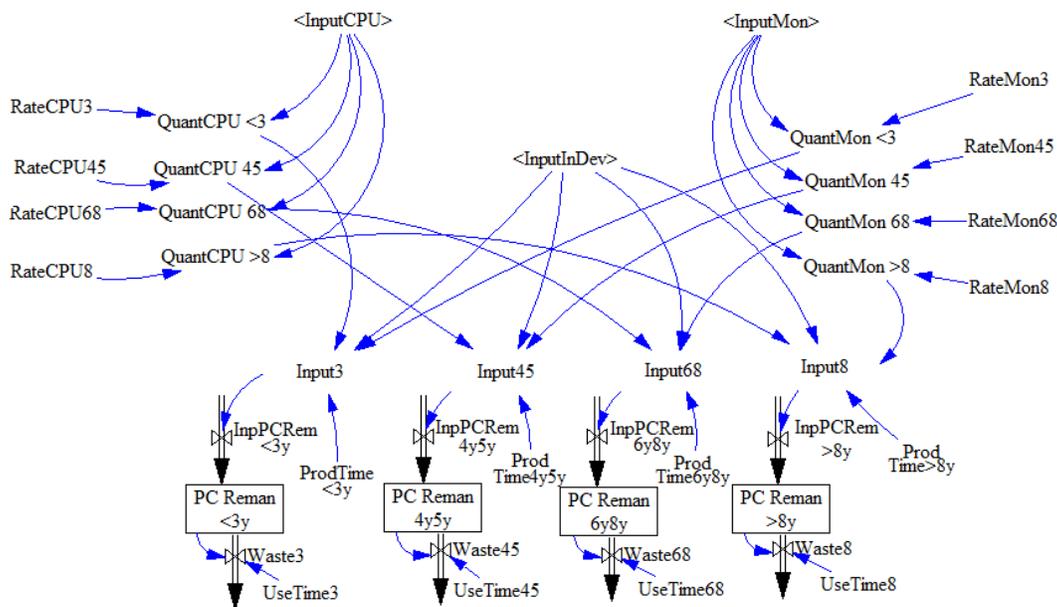


Figure 4. Systems Dynamic Diagram of Remanufactured PC submodel

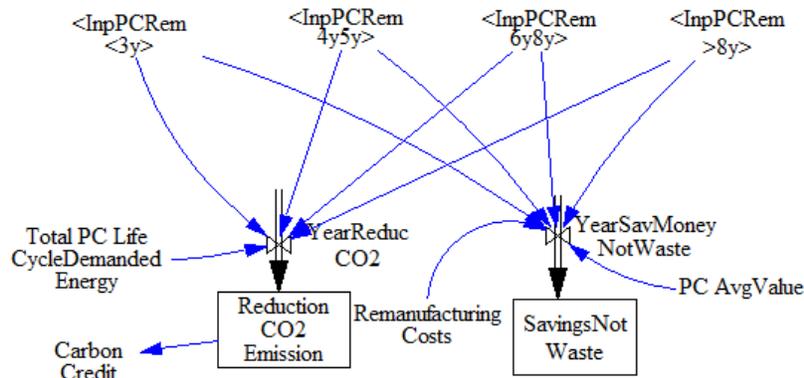


Figure 5. Systems Dynamic Diagram of evaluation of benefits submodel

(1)	$InputPC(t) = QuantIn(t)$
(2)	$OutputPC(t) = QuantOut(t)$
(3)	$PC(t) = PC(t-1) + InputPC(t) - OutputPC(t)$
(4)	$InputCPU(t) = OutputPC(t) * ReuseCPURate(t)$
(5)	$InputInDev(t) = OutputPC(t) * ReuseInputDevRate(t)$
(6)	$InputMon(t) = OutputPC(t) * ReuseMonitorRate(t)$
(7)	$QtCPUeWaste(t) = OutputPC(t) - InputCPU(t)$
(8)	$QtInputeWaste(t) = OutputPC(t) - InputInDev(t)$
(9)	$QtMon eWaste(t) = OutputPC(t) - InputMon(t)$
(10)	$CPUReusable(t) = CPUReusable(t-1) + InputCPU(t)$
(11)	$InputDevReusable(t) = InputDevReusable(t-1) + InputInDev(t)$
(12)	$MonitorReusable(t) = MonitorReusable(t-1) + InputMon(t)$
(13)	$CPUeWaste(t) = CPUeWaste(t-1) + QtCPUeWaste(t) + Waste3(t) + Waste45(t) + Waste68(t) + Waste8(t)$
(14)	$InputDeveWaste(t) = InputDeveWaste(t-1) + QtInputeWaste(t) + Waste3(t) + Waste45(t) + Waste68(t) + Waste8(t)$
(15)	$MonitoreWaste(t) = MonitoreWaste(t-1) + QtMon eWaste(t) + Waste3(t) + Waste45(t) + Waste68(t) + Waste8(t)$
(16)	$QuantCPU45(t) = InputCPU(t) * RateCPU45(t)$
(17)	$QuantCPU68(t) = InputCPU(t) * RateCPU68(t)$
(18)	$QuantCPU<3(t) = InputCPU(t) * RateCPU3(t)$
(19)	$QuantCPU>8(t) = InputCPU(t) * RateCPU8(t)$
(20)	$QuantMon45(t) = InputMon(t) * RateMon45(t)$
(21)	$QuantMon68(t) = InputMon(t) * RateMon68(t)$
(22)	$QuantMon<3(t) = InputMon(t) * RateMon3(t)$
(23)	$QuantMon>8(t) = InputMon(t) * RateMon8(t)$
(24)	$Input3(t) = DELAY(MIN(QuantCPU<3(t), InputInDev(t), QuantMon<3(t)), ProdTime<3y(t), 0)$
(25)	$Input45(t) = DELAY(MIN(QuantCPU45(t), InputInDev(t), QuantMon45(t)), ProdTime4y5y(t), 0)$
(26)	$Input68(t) = DELAY(MIN(QuantCPU68(t), InputInDev(t), QuantMon68(t)), ProdTime6y8y(t), 0)$
(27)	$Input8(t) = DELAY(MIN(QuantCPU>8(t), InputInDev(t), QuantMon>8(t)), ProdTime>8y(t), 0)$
(28)	$InpPCRem4y5y(t) = Input45(t)$
(29)	$InpPCRem6y8y(t) = Input68(t)$
(30)	$InpPCRem<3y(t) = Input3(t)$
(31)	$InpPCRem>8y(t) = Input8(t)$
(32)	$PCReman4y5y(t) = PCReman4y5y(t-1) + InpPCRem4y5y(t)$
(33)	$PCReman6y8y(t) = PCReman6y8y(t-1) + InpPCRem6y8y(t)$
(34)	$PCReman<3y(t) = PCReman<3y(t-1) + InpPCRem<3y(t)$
(35)	$PCReman>8y(t) = PCReman>8y(t-1) + InpPCRem>8y(t)$
(36)	$Waste3(t) = PCReman<3y(t) / UseTime3(t)$
(37)	$Waste45(t) = PCReman4y5y(t) / UseTime45(t)$
(38)	$Waste68(t) = PCReman6y8y(t) / UseTime68(t)$
(39)	$Waste8(t) = PCReman>8y(t) / UseTime8(t)$
(40)	$YearReducCO2(t) = (((TotalPCLifeCycleDemandedEnergy(t) - (TotalPCLifeCycleDemandedEnergy(t) * 0.31) * InpPCRem<3y(t)) + (TotalPCLifeCycleDemandedEnergy(t) - (TotalPCLifeCycleDemandedEnergy(t) * 0.31) * InpPCRem4y5y(t)) + (TotalPCLifeCycleDemandedEnergy(t) - (TotalPCLifeCycleDemandedEnergy(t) * 0.31) * InpPCRem6y8y(t)) + (TotalPCLifeCycleDemandedEnergy(t) - (TotalPCLifeCycleDemandedEnergy(t) * 0.31) * InpPCRem>8y(t))) / 3600 * 462.375$
(41)	$YearSavMoneyNotWaste(t) = (InpPCRem<3y(t) * PCAvgValue(t) * 0.622) + (InpPCRem4y5y(t) * PCAvgValue(t) * 0.225) + (InpPCRem6y8y(t) * PCAvgValue(t) * 0.102) + (InpPCRem>8y(t) * PCAvgValue(t) * 0.083) - (InpPCRem<3y(t) + InpPCRem4y5y(t) + InpPCRem6y8y(t) + InpPCRem>8y(t)) * RemanufacturingCosts(t)$
(42)	$ReductionCO2Emission(t) = ReductionCO2Emission(t-1) + YearReducCO2(t)$
(43)	$Savings(t) = Savings(t-1) + YearSavMoneyNotWaste(t)$
(44)	$CarbonCredit(t) = ReductionCO2Emission(t) * 10$

Figure 6. Equations of the simulations model

## 5. VERIFICATION, VALIDATION AND EXPERIMENTAL PROOF OF THE MODEL

In the development of the model the verification and the validation are needed in all stages of their conception. Herein, in the first phase (conceptual model), data from

scientific papers, reports of purchase and discard were used together with the participation of stakeholders of higher education institution (HEI) to define the variables in the proposed model. In the second phase, concerning the implementation at the Vensim simulator (Ventana Systems, 2016), historical data for

the verification of the integration between the modules and model components were used, as well as the results generated. In both cases the results were satisfactory and have met the expectations of designers. In the third phase data and rates from a public HEI were used. The remanufacturing of computers is not performed in the HEI where data were collected, but all rates of acquisition, discard, average value of acquisition, sale value of electronic waste and use times of PC are real, as well as the cost of labor are considered as zero, due to the fact that the institution may proceed to the remanufacturing using maintenance industry professionals for that.

The data for the calculation of the residual

value of the remanufactured PC were obtained from Frota-Neto and Bloemhof (2009), while the value of the remanufacturing cost was estimated based on observations of the researchers in the HEI, where part of the data were collected. The equations relating to energy consumption in remanufactured PCs were developed on the basis of the study by Frota-Neto and Bloemhof (2012). Regarding the reduction of emission of CO<sub>2</sub>, the data are taken from EPA (2016). For the implementation of the third phase of validation of the model three scenarios were generated to be simulated: (a) 70% of reuse, (b) 40% of reuse and (c) 5% of reuse. The details of those scenarios are presented in table 4.

Table 4. Detailing of the scenarios simulated

Rates	Reuse 70%	Reuse 40%	Reuse 5%
PCs input	6% of Total PCs 2016 to 2017, 8% in 2018 to 2022 and 7.5% from 2023 to 2026	6% of Total PCs 2016 to 2017, 8% in 2018 to 2022 and 7.5% from 2023 to 2026	6% of Total PCs 2016 to 2017, 8% in 2018 to 2022 and 7.5% from 2023 to 2026
PCs discard	2.5% in 2016 with growth of 5% a year	2.5% in 2016 with growth of 5% a year	2.5% in 2016 with growth of 5% a year
Monitors reuse	Increase from 4% up to 70% on the 10th year	Increase from 4% up to 70% on the 10th year	Increase from 4% up to 5% on the 10th year
CPU reuse	Increase from 4% up to 70% on the 10th year	Increase from 4% up to 40% on the 10th year	Increase from 4% up to 5% on the 10th year
Input device Reuse	Increase from 5% up to 70% on the 10th year	Increase from 45% up to 40% on the 10th year	Increase from 45% up to 5% on the 10th year
Monitors and CPU with less than 3 years	1%	1%	1%
Monitors and CPU between 4 and 5 years.	4%	4%	4%
Monitors and CPU between 6 and 8 years.	70%	70%	70%
Monitors and CPU with more than 8 years.	25%	25%	25%
Remanufacturing Time	7 days	7 days	7 days
Energy consumption	7941 MJ	7941 MJ	7941 MJ
PCs average price	USD 400	USD 400	USD 400
Remanufacturing cost	USD 1	USD 1	USD 1
Value of Carbon Credit (tons)	USD 10	USD 10	USD 10
Energy consumption of the remanufactured PC	3 years or less - 31% of the new PC Between 4 and 5 years - 31% of the new PC Between 6 and 8 years - 43.5% of the new PC More than 8 years - 116.5 % of the new PC.	3 years or less - 31% of the new PC Between 4 and 5 years - 31% of the new PC Between 6 and 8 years - 43.5% of the new PC More than 8 years - 116.5 % of the new PC.	3 years or less - 31% of the new PC Between 4 and 5 years - 31% of the new PC Between 6 and 8 years - 43.5% of the new PC More than 8 years - 116.5 % of the new PC.

### 5.1. Experiment and results

Simulations in the Vensim simulator (Ventana Systems, 2016) were performed using computer with Pentium Processor Core i3 and 4 GB of RAM memory. The execution time of simulation was less than one second. The time horizon simulated in the experiment was 10 years. The first analysis refers to the number of computers in use in the country in the next years, because currently, there are approximately 68 million PCs in use and the number of purchased is greater than the number of discarded. The amount of the acquisition in the last three years has suffered a fall (and the sale of tablets rose considerably). In order to evaluate the variable, the number of acquisitions was remained between 7% and 8% of total of computers (current rate of acquisition), however, in all three scenarios, with the 5% rise of quantity of discards by year. The result shows that in the tenth year simulated, the number of personal computers will have a growth of 53% and the number of discarded computers will increase from 1,7 million a year to 4,2 million. Thus, the result indicates the importance of spreading and implanting IT policies of environmental and financial sustainability for treatment of ICTs to be acquired/discarded. Table 5 shows the variation in the quantity of PCs along the

simulated time.

Table 6 shows the total for each group of classification at the end of the simulated time (10 years). In the scenario of reuse of 70% it could be produced 5,162,148 units, of these, 3,824,130 would be with discarded units after the use, in the traditional life cycle a period between 6 and 8 years. Even in the scenarios with a smaller reuse index, the numbers are significant, since current numbers (unknown with specific relation to computers reuse) report that Brazil profits little from their solid waste (around 3%) (Paiva, 2015).

The next analysis performed concerns the financial benefits generated by the sale of remanufactured computers. The possible financial gain was analysed on the simple disposal as waste, on the basis of residual sale prices of post-remanufacturing computers shown in Frota-Neto and Bloemhof (2009). It is evident that in the first two years of simulated time, the gain obtained by the sales is low, but at the end of simulated time, the value of 70% of reuse scenario is approximately 490 million dollars. In the scenario of reuse of 40%, the gain is 260 million dollars, and in scenario 5% of reuse the value is 53 million dollars. Figure 7 and Table 7 present the results related to the possible financial benefits of simulated scenarios.

Table 5. Variation in the quantity of PCs (in units)

PC	2016	2026	Variation
In use	68 million	104 million	53%
Discarded	1.7 million	4.2 million	147%

Table 6. Total computers remanufactured in simulated scenarios (in units)

Use of the Devices	Reuse 5%	Reuse 40%	Reuse 70%
Less than 3 years	5,722	36,937	63,697
Between 4 and 5 years	18,893	126,385	218,521
Between 6 and 8 years	330,659	2,211,760	3,824,130
More than 8 years	86,676	608,512	1,055,800
<b>Total</b>	<b>441,950</b>	<b>2,983,594</b>	<b>5,162,148</b>

At last, the potential for reducing the emission of CO<sub>2</sub> in the atmosphere from computers remanufacturing was evaluated. This analysis is based on the premise that with the extension of the life cycle of a computer, power consumption of a remanufactured computer is less than of a new one, because in the life cycle of new

equipment the stage that consumes more power is its manufacturing (77% of total consumption). The evolution of the annual reduction of the emission of CO<sub>2</sub> can be seen in Figure 8, where it is verified that in all scenarios the reduction has a growth from the 2nd year. In the scenario reuse of 70%, when the 10th year simulated, emissions

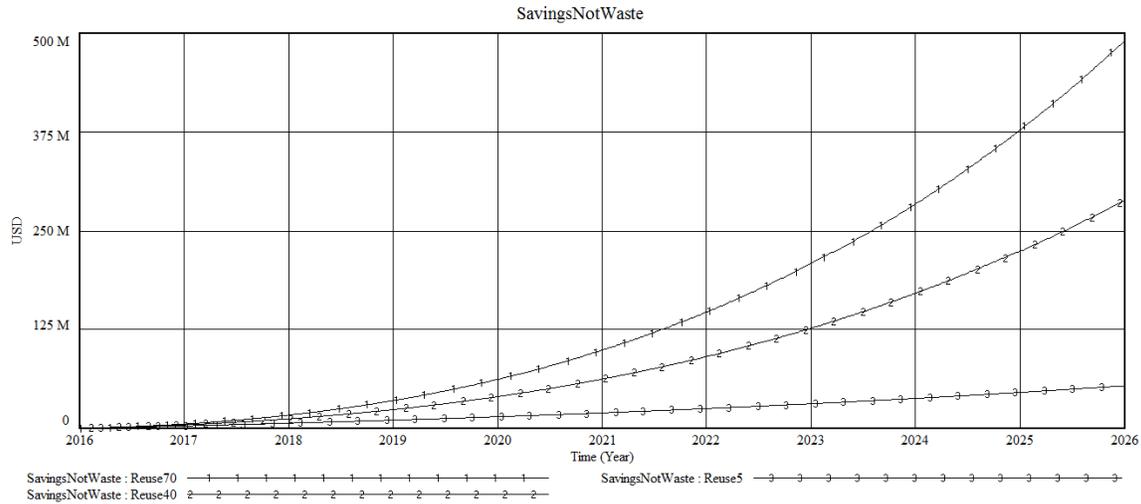


Figure 7. Financial benefits obtained by the sale of remanufactured computers

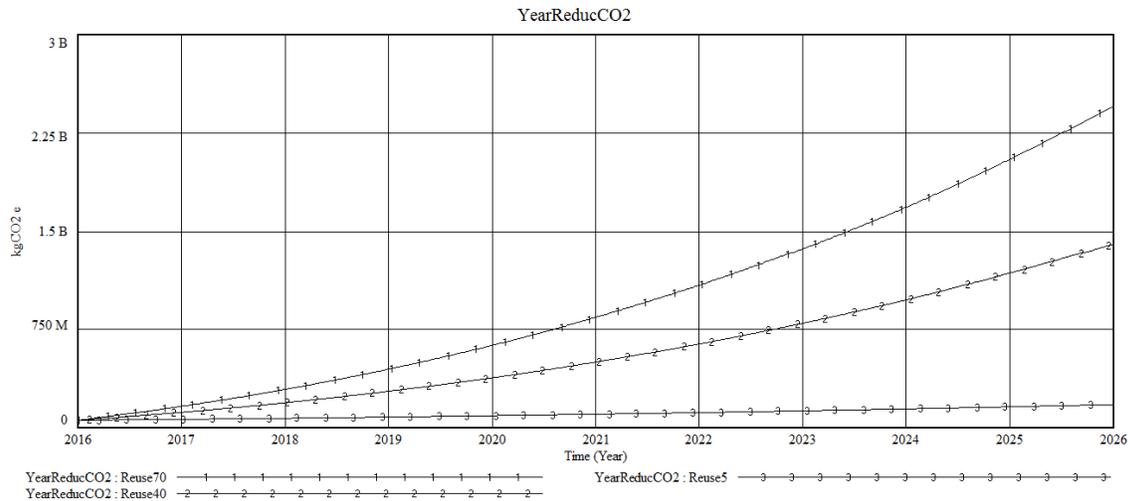


Figure 8. Annual reduction of the CO<sub>2</sub> emission with the remanufacturing

Table 7. Total obtained by selling of computers and carbon credits in the 10th year simulated

	Reuse 5%	Reuse 40%	Reuse 70%
Economy	USD 8,829,610.00	USD 70,562,100.00	USD 123,476,000.00
Carbon Credit	USD 1,668,790.00	USD 12,862,100.00	USD 22,456,500.00
<b>Total</b>	<b>USD 10,498,400.00</b>	<b>USD 83,424,200.00</b>	<b>USD 145,932,500.00</b>

were reduced approximately for 2,300,000 tons of CO<sub>2</sub>, while in scenario reuse of 40% the total reduction in emission is, approximately 1,400,000 tons of CO<sub>2</sub>. In the scenario of reuse of 5% reduction of the emission of CO<sub>2</sub> in the last year of the simulation is 175,000 tons of CO<sub>2</sub>. A comparative analysis with the current situation of emission of CO<sub>2</sub> is difficult to implement because there are no data on the destination of each equipment after its disposal as electronic waste. The annual data on the reduction of CO<sub>2</sub> emission can be seen in Figure 8, while in Table 7 the total of financial value is shown, i.e. the total values obtained by the possible sale of remanufactured computers plus the total carbon credits from the remanufacturing.

## 6. CONCLUDING REMARKS

The main objective of this research was the development, experimental verification and validation of remanufacturing strategy through computational simulation models and different scenarios to prove that environmental and financial impacts caused by the extension of the life cycle of personal computers are possible through their remanufacturing. From the results obtained through simulations, public managers get possibilities to define new policies involving the discard of computers, taking into account the financial and environmental sustainability in the decision-making process with respect to the cost of waste management. The proposed and proved model is a reconfigurable and open model. With regard to results obtained, for the scenarios evaluated, the scenario reuse of 70% gives better results than the other two,

both in environmental and financial benefits sense. It is also noticeable that all scenarios with remanufacturing are better than the current situation, regarding the reutilization of the electronic waste and It is evident that even an index of 5% of remanufacturing produces good results. As future studies, it is aimed to expand the model to other equipment not considered in the study, such as printers, notebooks and smartphones, and also to consider the social benefits that can be generated, such as to donate part of computers produced to the institutions which do not have the purchase conditions. The main limitation of this research consists of the absence of market analysis for the remanufactured computers. However, this limitation can cause a new research to be developed.

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## МОДЕЛ ДИНАМИКЕ СИСТЕМА ЗА ЕВАЛУАЦИЈУ ПОНОВНЕ УПОТРЕБЕ ЕЛЕКТРОНСКОГ ОТПАДА КОЈИ ПОТИЧЕ ОД ПЕРСОНАЛНИХ КОМПЈУТЕРА

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### Извод

Информационе и комуникационе технологије (ИЦТ) су део свакодневних активности великог дела светске популације, ипак, њихова употреба доводи до пораста количине електронског отпада (е-отпад). Као последица растућег броја технолошких иновација, делује да за кратко време, производи постају застарели те да им се смањује животни циклус. Овај рад има за циљ да представи развој, верификацију и валидацију модела компјутерске симулације за процену еколошких и финансијских утицаја које може изазвати продужење животног циклуса персоналних рачунара (ПЦ) кроз њихову репродукцију. За моделовање система, употребљена је теорија динамике система. Резултати добијени на основу симулационог модела, показују да је репродукција могућа алтернатива за поновну употребу одбачених рачунара, као и да је могуће унапред анализирати, проценити и одабрати неопходне мере за боље финансијске и еколошке перформансе код набавке и употребе ИЦТ.

*Кључне речи:* Динамика система, надоградња рачунара, поновна употреба, електронски отпад

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