

ANALYSIS OF THE CURRENT STATUS OF AND POSSIBILITIES REGARDING GREEN DIGITAL GOVERNMENT

Final Report

May 2022



Euroopa Liit
Euroopa
Regionaalarengu Fond



Eesti
tuleviku heaks



MAJANDUS- JA
KOMMUNIKATSIOONI-
MINISTEERIUM



EY

Building a better
working world

Table of contents

1.	Summary and policy recommendations	2
1.1	Summary	2
1.2	Policy recommendations.....	7
2.	Introduction	13
2.1	Study and analysis methods applied in the project	14
2.2	Terms and abbreviations	19
3.	Green ICT practices.....	21
3.1	Frameworks for assessing environmental impact of ICT	21
3.2	Experiences of foreign countries.....	25
3.3	Private sector experience.....	29
4.	Current status of the environmental impact of digital government	33
4.1	Life-cycle impact.....	33
4.1.1	Life cycle of ICT equipment.....	35
4.1.2	Energy consumption of ICT equipment	47
4.1.3	Data centres and cloud services	52
4.1.4	Software solutions	61
4.1.5	Digital trash.....	67
4.2	IT enabling impact.....	70
4.3	Long-term structural impact	71
4.3.1	Estonian ICT sector's possibilities for managing sustainable digitalisation until 2030	71
	Annex 1 – A map of institutions using the computer workstation service of IT centres (non-public) ..	74

1. Summary and policy recommendations

The purpose of this analysis is to study and analyse the environmental impact of digitalisation in the Estonian public sector and possibilities for measuring and reducing the environmental impact of ICT and improving the climate and environmental performance of digital government. The work was done under the European Union structural support scheme “Raising Public Awareness about the Information Society” (European Regional Development Fund), which is implemented by the Estonian Information System Authority (RIA).

1.1 Summary

The environmental impact of ICT has become an international topic and come under scrutiny mainly in relation to the increasing energy use of data centres. Aside from that, there are numerous other ICT field components, which have a bigger or smaller environmental footprint. The electricity consumption of the ICT sector currently forms around 5-9% of the world's total consumption and over 2% of total emissions.¹ This is a considerable footprint, which is why methods for measuring the environmental impact of the ICT sector more precisely and requirements and recommendations for reducing its impact are being developed (see Chapter 3.1). As the ICT field itself is rapidly developing, the measures for assessing its environmental impact are also constantly improving.

This study of digital government focused on assessing the environmental impact related to the production and use of ICT equipment and software. The benefit for the environment that arises from the use of ICT and digitalisation of work processes was addressed only briefly. Mobile phones and other smart devices were not included in this study.

The study focused on public and local government institutions and the practices of companies were only studied comparatively. The study sample included 12 public institutions and 4 local governments. The qualitative interviews conducted with the institutions covered around 37% of the state agencies in terms of the number of civil servants (see also Figure 3). The scope of the analysis of the life cycle and electricity consumption of ICT equipment was broader, covering around 74% of state agencies (central government agencies and their area of administration, i.e. managed institutions, see also Figure 5).

The analysis also included four local governments, whose number of employees (around 23,000) formed 35% of the total number of the employees of the local government sector according to the 2021 data (see also Figure 4). The analysis of the life cycle and electricity consumption of ICT equipment included a subset of the employees of the four selected local governments, focusing only on the workstation equipment used by local government officials (see also

Figure 6).

The forerunner of measuring the environmental impact of ICT in Estonia is the private sector, mainly financial and telecommunication companies. In terms of methods, to date the study has relied on the GHG Protocol Corporate Standard.² The standard addresses organisations' environmental footprint as a whole, including ICT equipment.

Currently, the Estonian public sector does not yet intentionally measure the environmental footprint of ICT apart from some individual examples (the energy efficiency of the X-Road and data centres). The current project helps to take more conscious steps towards greener organisation of the ICT sector by offering answers to the following questions.

- 1) What are the policies and strategies of other countries for containing the environmental impact of ICT?

¹ Shaping Europe's digital future. <https://eur-lex.europa.eu/legal-content/EN/TXT/PDF/?uri=CELEX:52020DC0067>

² Carbon Trust, Global e-Sustainability Initiative (2017) ICT Sector Guidance built on the GHG Protocol Product Life Cycle Accounting and Reporting Standard. <https://www.ghgprotocol.org/sites/default/files/ghgp/GHGP-ICTSG%20-%20ALL%20Chapters.pdf>

- 2) What are the measures and approaches applied in the private sector in order to contain the environmental impact of ICT?
- 3) What is the current situation of the environmental impact of digitalisation in the Estonian public sector?
- 4) What are the forecasts/trends regarding the environmental impact of digitalisation in Estonian public sector over the next 10 years?

The study revealed that quantitative data for more precise measurement of the environmental impact of digital government in the institutions do not generally exist or are not easily available or analysable. The majority of available data concern workstation equipment, the age, model names and other descriptive information of which is stored in the institutions' asset management systems. No data are currently collected for assessing the environmental footprint of the use of ICT equipment, except in the data centres offering the service, where energy efficiency is measured on a daily basis. Together with assigning the management of workstation equipment to the Information and Communication Technology Centre (RIT), the storage of required data should also be planned in order to assess the environmental impact of the equipment.

In terms of the components assessed, the main conclusions of the study are as follows.

► Life cycle of ICT equipment

The digital government component with the largest environmental impact is the ICT equipment in use (servers, computers, monitors and other devices). The environmental footprint of the equipment is the largest in production, forming approximately $\frac{3}{4}$ of the total footprint of a piece of equipment. The impact of on-site use and disposal of a piece of equipment in Estonia forms around $\frac{1}{4}$ of the device's total footprint. As computers are produced and often re-used outside Estonia after they have been used by the institutions, the local environmental impact is mainly due to the electricity consumption of the equipment and, to a small extent, its disposal (see also Chapter 4.1).

The study collected data about the workstation equipment of IT centres, state agencies and local governments, which were used to calculate the cumulative greenhouse gas emission equivalent (CO₂e) (see also Chapter 4.1).

The **total impact of the workstation equipment (laptops, desktop PCs and monitors) life cycle of all Estonian state agencies is 26,000 t CO₂e**, which is generated throughout the use period of a piece of equipment (4-6 years). This is equivalent to the annual environmental impact of around 5,000 households or use of 5,555 diesel cars for one year, if the distance travelled is 20,000 km per year (see also Chapter 4.1.1.3).

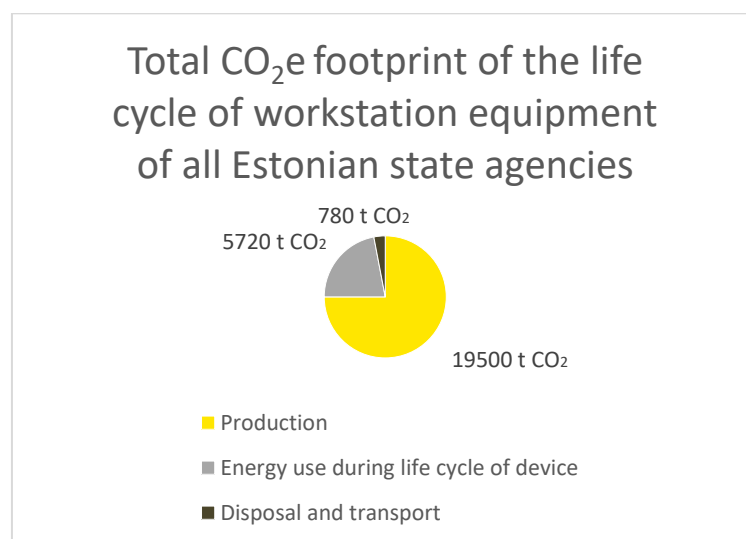


Figure 1. CO₂e footprint of the life cycle of workstation equipment of all Estonian state agencies

State technology purchases can be guided towards greener solutions via public procurements. The environmental compatibility requirements for IT infrastructure procurements do not currently significantly limit the choice, as the requirements established can be met by all major and medium-sized manufacturers (Lenovo, Dell, HP, etc.). The requirements are used to exclude only less known low-end equipment. Major manufacturers are actively reducing the environmental footprint of their products and the requirements for public procurements should keep up with them and proceed from the EU model requirements developed. The good environmental compatibility practice is to refrain from opting for equipment with higher performance than actually required for work and use devices for as long as possible (see also Chapter 4.1.1.2).

Leasing of ICT equipment instead of purchasing it is very common in the country and there is a plan to increase the take-up of the leasing model. This model is positive in terms of environmental sustainability, as used equipment will not be left lying around in the institutions and is quickly found new owners via the leasing company. This extends the useful life of products and reduces their total environmental footprint (see also Chapter 4.1.1.2).

► **Energy consumption of ICT equipment**

The carbon footprint of Estonian energy production is great – 89% of Estonia's total emissions currently originate from the energy sector (see also Chapter 4.1.2). This also increases the environmental footprint of ICT equipment use by around two times the manufacturers' reference values, which are used to calculate the average environmental footprint. For instance, use of a Dell Latitude 5420 laptop over four years generates around 72-96 kgCO₂e. This is considerably smaller than the emissions from manufacturing a computer (309 kgCO₂e), but not marginal (see also Chapter 4.1.2.3).

► **Data centres and cloud services**

Estonian digital government offers the most potential for reducing the environmental footprint via consolidating in-house servers and server rooms to data centres. Telia's experience shows that contemporary data centres can offer the same service in a considerably greener way compared to in-house server rooms. For instance, the consolidation of the equipment reduced the requirement for physical space by sixfold. The organisation of services run in servers also reduced the amount of required hardware several times (see also Chapter 4.1.3.2). Even though the use of RIT (RIKS) and Telia data centres is common in the public sector, in-house servers and server rooms still exist – according to a recent survey, more than 50 institutions still have their own server rooms.³ RIKS and Telia data centres are used considerably less in comparison (see also Chapter 4.1.3.2).

The study shows that the **efficiency of state data centres** is somewhat **lower** than that of private sector data centres. RIKS data centres can be considered effective (PUE indicator 1.35-1.39⁴), but it is not comparable to the efficiency of technology giants (e.g. the average PUE of Google data centres is 1.10). The PUE indicator of Telia data centres is not public, but according to the institutions, Telia's electricity consumption related to the same service is smaller than that of RIKS data centres (see also Chapter 4.1.3.2). The efficiency (e.g. PUE indicator) of in-house server rooms is generally not measured and efficiency is not actively increased.

The government's main data centre service providers (RIKS and Telia) follow the energy management system ISO50001,⁵ which is audited and motivates to strive for greater efficiency.

³ PwC (2020) IKT baasteenuste korraldamise analüüs. <https://www.rahandusministeerium.ee/et/uuringud-ja-analuusid>

⁴ PUE (Power Usage Effectiveness) describes the efficiency of a data centre's energy use (see also Chapter 2.2 Terms and abbreviations).

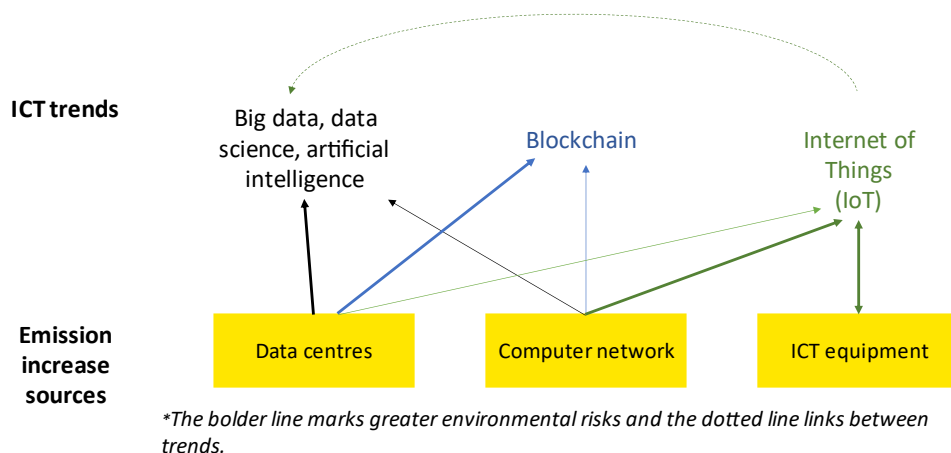
⁵ EVS-EN ISO 50001 Energy management systems. Requirements with guidance for use.

Various cloud services, particularly PaaS and IaaS (see also Figure 14) are utilised modestly in the country. This is for instance impeded by data protection rules (data must be located on the Estonian territory), but also service prices (pricing based on a monthly fee). The government uses the **Estonian Government Cloud (Riigipilv)** as a cloud solution, the popularity of which could be significantly greater in reducing the environmental footprint – the current number of users forms only **5-10%** of the **maximum number possible** (see also Chapter 4.1.3.2).

► Software solutions

The impact of software solutions to the environment is not great compared to other components analysed. However, software efficiency has a direct impact on the energy use and temperature of equipment, which is why more attention should also be paid to the environmental impact of the solution being developed when planning the software solution architecture. A **modular architecture**, e.g. solutions based on microservices, should be preferred (see also Chapter 4.1.4.3).

In future perspective, adoption of new energy-intensive technologies (big data, AI, Internet of Things, blockchain, cryptocurrency, etc.) entails a significant risk. Implementation thereof in the daily work of the institutions should include the environmental impact aspect in the decision-making criteria related to planning and technical design.



Freitag, C., Berners-Lee, M., et al. (2021) The real climate and transformative impact of ICT: A critique of estimates, trends, and regulations. [https://www.cell.com/patterns/fulltext/S26663899\(21\)00188-4](https://www.cell.com/patterns/fulltext/S26663899(21)00188-4)

Figure 2. Impact on ICT trends on increase of greenhouse gas emissions⁶

► Digital trash

Digital trash, i.e. useless files, mostly receive attention as part of campaigns like the Digital Clean-up Day. Individual state agencies delete digital trash regularly throughout the year. Implementation of the data management principle could help to reduce useless information via more efficient management. The environmental impact of digital trash is mainly expressed in the footprint of data centres or server rooms, where useless data are stored. The footprint of digital trash is small compared to the

⁶ Freitag, C., Berners-Lee, M., et al. (2021) The real climate and transformative impact of ICT: A critique of estimates, trends, and regulations. [https://www.cell.com/patterns/fulltext/S26663899\(21\)00188-4](https://www.cell.com/patterns/fulltext/S26663899(21)00188-4)

environmental impact of other components; this should become part of the data centre footprint reduction practices (see also Chapter 4.1.5.2).

The key to successful digital clean-up and eco-efficient use of ICT equipment lies in people's awareness and attitudes. The study did not focus on analysing the attitudes of employees of the institutions, but the survey conducted in parallel among the IT managers of state agencies revealed that 82% of the respondents named **insufficient awareness of the negative impact of the IT sector** as a significant obstacle.⁷

Achieving the objective set in the Estonia's Digital Agenda 2030 requires the shaping of (IT) employees' environmental attitudes and awareness, specifying the requirements for hardware procurements, further consolidation of the IT infrastructure and services in sustainable data centres and periodic measurements of the environmental impact of digital government.

⁷ Ülle Kroon (2022) *Keskkonnahoidliku IT rakendamise praktika Eesti avalikus sektoris: hetkeseis ja arenguvõimalused*, Master's thesis, Tallinn University, School of Digital Technologies.

1.2 Policy recommendations

Decision-makers and users of all levels can take steps to measure and reduce the environmental footprint of ICT. The following list provides some intervention and decision points, which allow for positive change. Policy recommendations are presented in the order of the size of the impact of their implementation, starting from the recommendations with the greatest potential to reduce the environmental footprint.

Policy recommendation 1: Consolidation of servers and server rooms to data centres and promoting the environmental performance of data centres

Recommendation: To reduce the environmental impact of in-house servers and server rooms by consolidating them in data centres. At the same time, it must be ensured that the environmental footprint of the data centres used by the government is as small as possible and that the practices of reducing the environmental footprint of the data centres are consistently applied.

The following steps are recommended to achieve the objective:

- a) consolidation of in-house server rooms and servers to data centres;
- b) establishing the requirement to implement an ISO 50001 or an equivalent energy management system in data centres used by the government;
- c) establishing the requirement to regularly publish the environmental performance indicators of data centres;⁸
- d) increasing the efficiency of the government's data centres by establishing new data centres and renting server rooms in efficient private sector data centres;
- e) finding suitable locations for environmentally sustainable management of data centres.

Expected outcome: Consolidation of in-house servers and server rooms of the institutions should continue. As a result of consolidation, the servers and server rooms currently located on the institutions' premises should be transferred to contemporary, high-efficiency environmentally sustainable data centres. The estimated impact of the consolidation project to the environmental footprint cannot be predicted on the basis of the current data, as the institutions do not currently measure the efficiency of their server rooms. Based on the number of in-house server rooms (over 50), international practice and the experience of the consolidation project conducted by Telia (where the requirement for physical space was reduced by sixfold), consolidation of servers and server rooms in data centres is the most important victory in reducing the environmental impact of the ICT of digital government.

When consolidating servers and server rooms in data centres, it is important to ensure that the efficiency of the data centre is as high as possible and that the indicators that prove it are made public. It is recommended that data centres used by the public sector apply an ISO 50001 or an equivalent energy management system, making the addressing of the environmental footprint part of the organisation's business process. The government's service providers (RIKS, Telia) already implement ISO 50001.

Pursuant to data protection requirements, the public sector must have its own data centres. In order to reduce the environmental footprint, it is recommended to increase the efficiency of the government's existing data centres. Currently, the responsibility for the state data centres lies with RIKS (RIT), one of whose data centres is located in a building that was not originally designed as a data centre. The building has reached the limit of its efficiency (no significant gains can be achieved with further projects) and in order to reduce the environmental footprint, a new building that is specifically designed as a data centre should be built or rented.

One possible alternative to building a new data centre is to use a data centre of a private sector service provider. In cases where data protection restrictions do not obstruct the use of private sector data centres, this solution

⁸ Cf. e.g. <https://cloud.google.com/sustainability/region-carbon>.

should be preferred, as private service providers can currently offer higher energy performance compared to the state data centres. Upon choosing a data centre, the application of ISO 50001 must be checked and an overview obtained of other environmental compatibility practices applied by the data centre in order to choose the most environmentally friendly solution of all possible options.

The location of the data centre plays an important role in creating an environmentally sustainable data centre in the case of both public and private sector. Where possible, data centres should be built in the immediate vicinity of power and heating plants to ensure that the residual heat they generate can be reused more easily and smaller transmission losses of the electricity used to operate the data centre. To this end, it is recommended to support local governments in finding locations, promoting developments and preparing potential sites.

Policy recommendation 2: Development of a financing model supporting green ICT choices

Recommendation: To develop a financing model or a measure that promotes making green choices in the field of ICT in the institutions.

Expected outcome: The financing model developed should ensure the opportunity to prefer greener solutions instead of more affordable alternatives upon purchasing software solutions, ICT services and equipment. Business class equipment with longer useful life and the use of equipment leasing model should be preferred along with extensive adoption of cloud services (both the Estonian Government Cloud and public cloud services). In the case of all of these purchases, the current decisive factor for their purchasing in the institutions is their cost.

In the case of state data centres, capabilities regarding their green management and assessment thereof must be supported. When purchasing a data centre service from the private sector, the environmental footprint of the service offered should also be taken into account in addition to the service price and other criteria.

Once software solutions are developed, sufficient funding must be ensured to maintain the solution developed, incl. to ensure the updating of development frameworks and libraries. Proper maintenance helps to prevent the software system created from becoming a legacy system prematurely and related environmental impact.

Policy recommendation 3: Increasing the environmental awareness and competence of the ICT field

Recommendation: To increase the awareness of public sector employees of the best environmental compatibility practices in the field of ICT, so that the public sector could acknowledge the bigger environmental compatibility picture and understand the role of ICT in it. To achieve the objective, we recommend increasing the competence of the following target groups.

- a) Environmentally conscious employee – the rules of environmentally conscious digital behaviour should be introduced to all public sector employees and this knowledge should be regularly updated. The competencies required would include:
 - developing the habit of cleaning up digital trash;
 - explaining the principles of prudent use of equipment and the related benefits (a well-kept piece of equipment offers value for longer);
 - the environmental impact aspects of using equipment, such as configuration of the energy settings of the computer and the monitor, switching devices off for the night, removing software that burdens the computer and its processor, etc.
 - avoiding printing where possible and other similar practices.
- b) Environmentally conscious purchaser – employees who are responsible for procurements in the institutions' IT units and IT centres who are authorised to set requirements to products and services being procured. Raising the awareness of public procurement organisers must focus on the environmental

impact of ICT equipment and its measuring and introduction of practices regarding the environmental requirements for equipment. The principles of the terms and conditions for eco-friendly procurements arising from the Public Procurement Act and implementation thereof and good examples. The competences of service commissioners (software development, cloud services and data centres) should be increased based on the specificities of their field, but the environmental impact of ICT, the overview of methods used to measure it and possibilities for its reduction must be addressed throughout (e.g. what are the characteristics of an eco-friendly data centre service). As the methods for assessing the environmental impact of software evolve, the related competence of officials should also be increased.

- c) Green evangelist service provider – organisations that provide services to institutions at all levels (incl. IT centres, RIT, etc.) must be capable of responding to clients' and conscious purchasers' questions about the environmental performance of their service. The main competence of service providers shall be the measurement and verification of the footprint of their service, which requires in-depth knowledge of measurement and assessment methods and the ability to implement or order them. Service providers, e.g. IT centres, can assume an increasing role in shaping the attitudes and awareness of institutions via eco-friendly practices and promotion and recommending of technologies. In the current situation where the greener solution is often considerably more expensive than the regular or discount solution, one should start by changing the attitudes, so that the balance between money and environment is weighted in favour of the latter upon decision-making.

The tools for increasing awareness are limitless – in addition to organising training events and information days, there is also the possibility of preparing instructions and model requirements or assign the role of a central adviser to the respective competence centre.

Expected outcome: In order to make green choices, public sector employees must believe in the importance of environmental compatibility. The reason behind sceptical attitudes often lies in poor environmental compatibility-related knowledge. People are also afraid of unreasonable restrictions being implemented for the purpose of environmental compatibility, which curb the institutions' main activities and innovation.

Public sector attitudes play a central role in making green choices. It is important to understand that greener behaviour does not mean extremes, but using the government's resources as efficiently and prudently as possible. For instance, environmental compatibility may be expressed in preferring more expensive and durable equipment, prudent use of equipment, therefore extending its useful life, maintaining order in the digital working environment and other simple daily activities.

It is important for officials to understand the bigger environmental compatibility picture and the effect their daily digital life has thereon. The understanding that daily activities can help to conserve the environment as well as your institution's financial resources increases motivation to make greener choices.

In order to change the attitude, a competence centre / centre of excellence could be created or appointed, whose task would be to lead the field while also advising the institutions. To this end, the competence centre should gather together instructions and best practices and organise thematic training and information days. The institutions should also be supported in establishing and measuring environmental objectives in the field of ICT. Upon increasing awareness, we recommend proceeding from the GHG Protocol in terms of the whole picture, which is the most common toolbox for understanding and measuring an organisation's total environmental impact.

The role of a conscious client is important in terms of software solutions to ensure that development of the required functionality takes the precedence and courage to move forward in an agile manner with steady progress. The role of a conscious client is to influence developers to take into account the solution's efficiency, including its environmental impact when planning the software architecture (e.g. in some cases, extra efficiency may be provided by microservices, where additional hardware resources can be allocated in a targeted manner only to the microservice that requires increased capability, not to the whole system).

Policy recommendation 4: Development and implementation of environmental footprint measuring methods

Recommendation: To develop common practices to measure the environmental impact of ICT and implement the method developed in the public sector as a whole. Measuring of the environmental footprint of the fields with the largest impact – data centres and ICT equipment – should take priority.

Expected outcome: Environmentally conscious process optimisation must rely on data and smart decisions based on data analysis. Currently there are no common practices for measuring the environmental impact of the ICT field and the institutions do not generally collect quantitative data on the environmental footprint of its ICT or perform measurements. The only exception is the data centres, where addressing energy efficiency is part of the daily routine. However, data centres do not know the exact amount of greenhouse gases they emit.

The establishment of the Estonian Information and Communication Technology Centre (RIT) at the end of 2021 and the concentration of the management of the IT base infrastructure launched as a result thereof under one organisation creates good conditions for measuring the environmental impact of the ICT infrastructure. In the future, responsibility for the organisation of the measuring of the environmental footprint of hardware and the related reporting could be given to RIT. Measurements should be as automated as possible and the institutions should have the option of monitoring the environmental footprint of their equipment themselves, but it should not place an additional burden on them.

The measurement results of the ICT environmental footprint should be part of the measuring and publication of the environmental footprint of the public sector as a whole. The methods for measuring the country's total environmental footprint are developed and established by the Ministry of the Environment based on best practices. In the field of ICT, the current best option is the standard developed on the basis of the GHG Protocol.

Policy recommendation 5: Extending the life cycle of ICT equipment

Recommendation: The life cycle of ICT equipment should be extended via promotion of circular economy. It is recommended to continue to prefer business class hardware and the leasing model over purchasing equipment. The procurement terms and conditions of the leasing model should be amended to include a requirement for lessors, which confirms or proves that the equipment returned at the end of the lease period reach new users or are duly disposed of. The client could retain the possibility to make random checks of the reuse of equipment. Purchased and unused equipment must be directed to new, less demanding users (e.g. schools and day centres) or sold at an auction or to dealers.

We recommend extending the life cycle of ICT equipment via the following activities:

- a) preferring the leasing model over purchasing equipment if the terms and conditions are reasonable;
- b) developing procurement requirements that extend the useful life of equipment;
- c) preferring high quality business class IT equipment with long useful life;
- d) directing decommissioned and unused usable equipment to new interested users as quickly as possible.

Expected outcome: More expensive business class equipment is able to offer value for a longer period of time. Longer use of equipment and directing it to circular economy ensures that new devices are purchased less frequently, which has a positive effect on the environment. New (or cheap) equipment is not bought and the environmental impact is reduced on the account of the waste generated upon manufacturing a new device.

The leasing model is currently the preferred choice, as the institutions themselves do not have to look for new owners for their old equipment. ICT equipment leasing companies have the required networks and channels for directing used equipment back in circulation. In the case of purchased equipment, institutions generate large quantities of used equipment and there is a risk that they cannot find new users for it on their own or it takes unreasonably long (the useful life of equipment is also reduced when it is not used due to it becoming outdated).

Companies that lease ICT equipment generally have partners who resell used equipment. As the value of equipment reduces over time, it is resold as quickly as possible. The equipment leased by the government is mostly sold to other countries where the market of used equipment is larger than in Estonia.

Policy recommendation 6: Removing obstacles related to use of cloud services

Recommendation: Current obstacles to wide use of cloud services must be removed. This includes reviewing the legal system that restricts the use of cloud services and has become outdated.

Expected outcome: Currently, public cloud services are offered by the Estonian Government Cloud, but the institutions perceive several obstacles to its use, which is why they prefer maintaining their own servers and the so-called in-house cloud services that run on them. One obstacle is the participation of the private sector in the Estonian Government Cloud, which is why some institutions cannot store their sensitive data in it. The Government Cloud recently joined RIT, as a result of which this problem should be mitigated once the government becomes the sole manager of the Government Cloud.

The second obstacle currently perceived by the institutions is the cost of the Government Cloud services and the related fixed costs. According to several institutions, maintaining an in-house server is more financially sensible. However, the institutions also point out the risk that if funding should change, they will not be able to pay the monthly invoices of the Government Cloud and an in-house server room is preferred in order to mitigate the risk, which can be funded on a project basis or from investments.

Following the example of the United Kingdom, permitting the use of other international cloud solutions in addition to the Government Cloud should be considered at least in certain use cases. International cloud solutions are used to a small degree, but the institutions are not certain of the extent they are allowed to do this. For instance, the government uses MS Teams (SaaS) and, to a small degree, Amazon's cloud-based development tools (when working with public data). In terms of the environment, it is worth preferring the data centres of international technology giants where possible, as this is where innovation in reducing the footprint of data centres is the quickest. The PUE of SIF in 2021 was between 1.35-1.39, which is efficient (cf. Table 15). In comparison, the 2021 PUE of a commercial bank operating in the Baltic states was 1.43 and the average PUE of Google data centres is 1.10.

Policy recommendation 7: Widespread deployment of cloud services

Recommendation: The institutions should follow the cloud-first strategy, i.e. prefer the use of a cloud solution located in a central data centre over other solutions. Abandoning own hardware should be encouraged. As a result of the transfer to cloud services, the use of the agencies' own servers (and in-house cloud solutions) should be justified and allowed only in special cases.

Expected outcome: A cloud solution located in a central data centre is greener than a cloud service managed in an agency, because it is not reasonable to implement labour-intensive and expensive environmental compatibility practices (e.g. use of residual heat) like in data centres in institutions' own server rooms. The current number of users of the Government Cloud, which is hosted in a RIKS data centre, is **only 5-10% of the maximum possible number**, i.e. there is great potential for development.

One of the key benefits of cloud services is also the scaled performance and pricing model. This means that performance can be used based on needs exactly when you actually need it. In terms of environmental compatibility, this means that the utilisation level of the server hardware used to offer a cloud service is significantly higher than that of an in-house server – the existing hardware resources can be used to close to the maximum. The scaled pricing model means that the institutions are issued invoices based on the actual resource consumption. This also makes the service more affordable, but the institutions should be offered additional financial security in order to make greener choices.

Policy recommendation 8: Implementation of green practices in software development

Recommendation: Software architecture design should also consider the environmental impact of various alternatives. Development of a minimum viable product (MVP) should be preferred when creating new software solutions in order to avoid unnecessary features.

Expected outcome: Development of software solutions should not be based on solutions habitually used by the developer. Instead, the pros and cons of various architectural solutions should be considered to make an informed choice. When considering different solutions, attention should also be paid to the resource use of the solution developed (incl. electricity, processor and memory) and later administrative burden and more efficient solutions should be preferred. For instance, a solution based on modular or microservices architecture has significant environmental advantages compared to a monolithic system.

The first stage of creating a new solution should include the development of a minimum viable product/software solution. In other words, the development should begin with creating only crucial functionality, after which additional features can be gradually added. Adding a new feature should include the assessment of its necessity and the number of users in order to avoid creating unnecessary environments and functions that burden equipment and thus create additional greenhouse gases.

Policy recommendation 9: Promoting cleaning up digital trash

Recommendation: To popularise the implementation of data management and removal of digital trash as part of daily work processes and prudent use practices of ICT equipment.

Expected outcome: The environmental footprint of digital trash is expressed in the environmental footprint of data centres and in-house servers and purchasing of new storage media. Data life cycle management and methodical application of data management can be used to optimise both the storage capacity required to retain information and the energy efficiency of data use. As a rule, state agencies currently remove digital trash once a year as part of the Digital Clean-up Day. In order to reduce the environmental footprint, removing useless data and digital trash should be part of daily work processes. To this end, knowledge of the impact of digital trash and the environmental benefits of regular deletion thereof should be increased. This activity can be linked to increasing environmental awareness and competences in the field of ICT (see policy recommendation no. 2).

One approach gaining global popularity is digital sobriety,⁹ which recommends purchasing as low-capacity equipment as possible, replace them as rarely as possible and reducing unnecessary energy-intensive use of equipment, including storing redundant data. These principles deserve to be widely recognised here as well.

It is also important to measure achievements. One positive example is the Police and Border Guard Board (PPA), which has managed to avoid purchasing of additional disk space for the last four years by deleting digital trash. The PPA Digital Clean-up Days enable it to free 1-2 TB of disk space per year. As a result of the last Digital Clean-up Day, the clients of the Information Technology Centre of the Ministry of Finance freed 1.1 TB of disk space.

⁹ https://theshiftproject.org/wp-content/uploads/2019/03/Lean-ICT-Report_The-Shift-Project_2019.pdf

2. Introduction

Linking digitalisation with the green transition is a key objective in Europe, but also in the rest of the world.¹⁰ According to the Intergovernmental Panel on Climate Change (IPCC), the global temperature has increased by around 0.9 degrees over the last 150 years. Anthropogenic greenhouse gases have contributed significantly to global warming, resulting in a global temperature increase of around 0.02 degrees per year according to the IPCC.¹¹ Environmental topics have long been addressed in the energy, industrial and transport sectors and other fields, but it is important for the future of the planet and mankind to mitigate environmental change and to make green choices in all fields, including the ICT sector.

Estonia is a highly digitalised country – around 99% of public services are available via ICT solutions,¹² which has reduced people's transport needs (e.g. driving to institutions in order to communicate with the state) and the related environmental burden, but also daily paper consumption. At the same time, the environmental impact of ICT solutions and the ICT sector itself is also noteworthy. According to the European Commission's digital package communication Shaping Europe's Digital Future¹³, the electricity consumption of the ICT sector currently forms around 5-9% of the world's total consumption and over 2% of total emissions. Production of ICT equipment and procurement of resources required therefor may entail significant local negative environmental impact in relation to environmental degradation, deterioration of the quality of nature areas and destruction of habitats or environmental pollution. Using ICT equipment in a smart and efficient way still requires some practice, e.g. making regular deletion of useless files a habit. Therefore it is important for state agencies to pay attention above all else to their own environmental footprint and also that of private sector ICT solutions and the ICT equipment used aside from other green activities.

The European Union sees digitalisation and the adoption of ICT solutions as an important tool for creating greener solutions, while also acknowledging that in order to achieve the desired positive environmental impact, the tools themselves must be environmentally sustainable.¹⁴ The green transition accelerates innovation and adoption of digital solutions and offers the ICT sector new opportunities for becoming more competitive. The synergy created as a result of the green transition and digitalisation brings social, economic and environmental benefits, which is the main goal of the environmentally friendly digital government and the creation of green ICT solutions in general. In Estonia, both public and private sector organisations have already implemented principles and made changes to reduce the environmental footprint of ICT, which is described in this analysis. However, there is no systematic overview of the field and the environmental burden of the Estonian public sector ICT. In addition to the earlier analysis of the environmental impact of ICT conducted by EY¹⁵, individual solutions (e.g. X-Road¹⁶) or stages of the life cycle of ICT equipment have been studied in the recent years.¹⁷

The objective of this study arises from the Estonia's Digital Agenda 2030,¹⁸ which sees green digital government as the next developmental leap of digital government. The objective of green digital government is to choose the most climate and environmentally friendly options upon adopting new solutions and reduce the environmental impact of digital government.

¹⁰ European Green Deal. https://ec.europa.eu/info/strategy/priorities-2019-2024/european-green-deal_en

¹¹ The Intergovernmental Panel on Climate Change. <https://www.ipcc.ch/sr15/>

¹² <https://e-estonia.com/>

¹³ Shaping Europe's digital future. <https://eur-lex.europa.eu/legal-content/EN/TXT/PDF/?uri=CELEX:52020DC0067>

¹⁴ 2030 Digital Compass. <https://eufordigital.eu/library/2030-digital-compass-the-european-way-for-the-digital-decade/>

¹⁵ MKM, EY (2012) The Role of Green ICT in Enabling Smart Growth in Estonia. <https://www.mkm.ee/uudised/uuring-eestis-suur-rohelise-ikt-potentsiaal>

¹⁶ <https://www.niis.org/blog/2021/6/3/reducing-the-environmental-impact-of-x-road>

¹⁷ SEI (2021) Keskkonnahoidlikud riigihanked Tallinna linnas. <https://cdn.sei.org/wp-content/uploads/2022/02/tallinna-khrh-uuringu-aruanne-3.pdf>

¹⁸ <https://mkm.ee/digiriik-ja-uhenduvus/digihiskonna-arengukava-2030>

The purpose of the study was to analyse the environmental impact of digitalisation in the Estonian public sector and possibilities for measuring and reducing the environmental impact and increasing the climate and environmental performance of digital government.

The project resulted in the preparation of this analysis document providing an overview of the current status of the digital sustainability of the Estonian public sector, which includes a description of the current situation in the form of institutions' practices, trends in the field, the current (quantitative or qualitative) environmental impact and recommendations for reducing it.

The study was commissioned by the Estonian Ministry of Economic Affairs and Communications and conducted by Ernst & Young Baltic. The project was funded under the European Union structural support scheme "Raising Public Awareness about the Information Society" (European Regional Development Fund), which is implemented by the Estonian Information System Authority (RIA).

2.1 Study and analysis methods applied in the project

The environmental impact of ICT was assessed with combined study and analysis methods, which provided a direct input for answering the questions concerning the current situation presented by the client in the terms of reference of the procurement and preparing policy recommendations. This included the following activities:

► Analysis of foreign and private sector experiences

The study's background information consisted of the reports reflecting the experience of other countries and similar assessments and examples from private companies. The objective of the analysis of the experiences of both foreign countries and the private sector was to provide substantiated examples of practices implemented and obtain assessments of their effectiveness. In order to collect information about the experiences of the Estonian private sector, three interviews were conducted with companies who stood out in terms of environmental compatibility topics. Interviews with private sector representatives enabled to address the topic by taking into account Estonia's possible special characteristics.

► Document analysis for defining methodology

The environmental impact analysis method used in the study and the interview schedule covering all components assessed was defined based on document analysis (see Chapter 3.1). The project order listed the components (data centres, digital trash, etc.) whose environmental impact needed to be assessed. For a systematic approach, the components were placed in the conceptual framework of the environmental impact of ICT (see also Figure 7, the LES model).

The assessment methodology of each component has been addressed by taking into account the specificities of the respective component. The method used to assess the component is described in detail in the chapter addressing the specific component (see from Chapter 4 onwards).

► Interviews with state agencies and local governments

During the study, interviews were conducted with employees responsible for the ICT field from 16 institutions selected to the scope of the analysis by the client (interviewees were included from different departments of institutions where necessary) in order to map their current practices and collect qualitative input to assess the environmental impact of digital government. The client prepared the sample of agencies with the aim of including as many institutions with different profiles and sizes in the study as possible. Interviews were conducted with the following institutions:

- 1) Ministry of Economic Affairs and Communications (MKM);
- 2) IT and Development Centre of the Ministry of the Interior (SMIT);
- 3) Information Technology Centre of the Ministry of Finance (RMIT);
- 4) Estonian Information System Authority (RIA);
- 5) Centre of Registers and Information Systems (RIK);

- 6) State Infocommunication Foundation (RIKS);
- 7) Health and Welfare Information Systems Centre (TEHIK);
- 8) the Information Technology Centre of the Ministry of the Environment (KeMIT);
- 9) Education and Youth Board (HARNO);
- 10) Tax and Customs Board (MTA);
- 11) Environmental Board (KeA);
- 12) Police and Border Guard Board (PPA);

In terms of number of employees, the interviews conducted with these 12 institutions covered around 37% of all state agencies (see Figure 3). The institutions interviewed employ around 8,500 civil servants. As of 2021, state agencies employ 22,922 employees.¹⁹

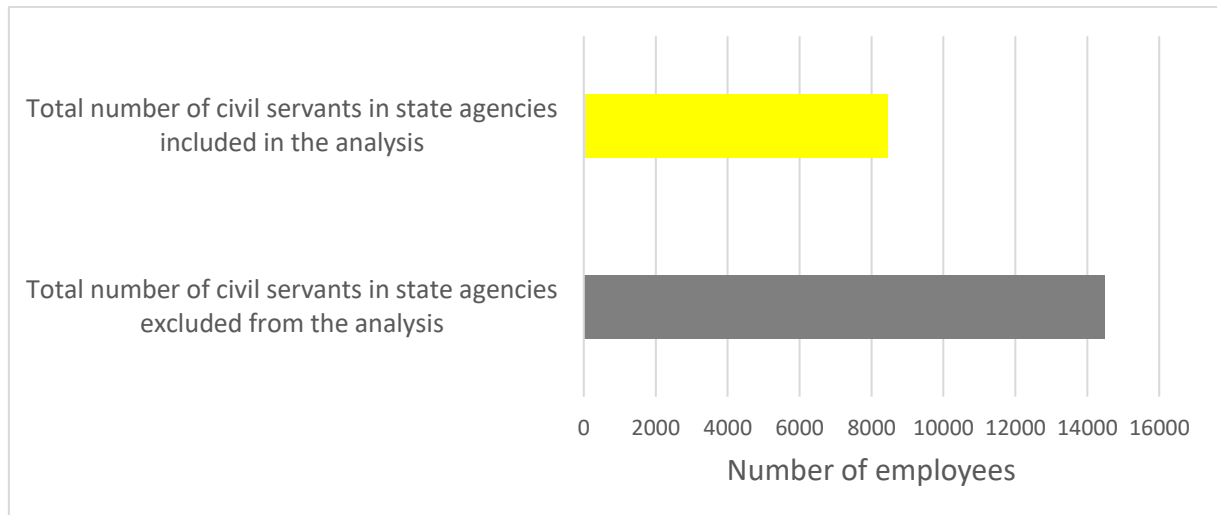


Figure 3. Analysis scope as a proportion of state agency employees.

Additionally, four local governments of different sizes were included in the analysis via interviews, whose total number of employees forms around 35% of the total number of employees in the local government sector.²⁰

- 13) City of Tallinn;
- 14) Saaremaa Municipality;
- 15) Lääne-Harju Municipality;
- 16) Alutaguse Municipality;

¹⁹ Avaliku teenistuse käsiraamat 2021. <https://www.fin.ee/riik-ja-omavalitsused-planeeringud/avalik-teenistus/personali-ja-palgastatistika>

²⁰ <https://minuomavalitsus.fin.ee/et/omavalitsussektori-teenistujad-ning-nende-tootasu>

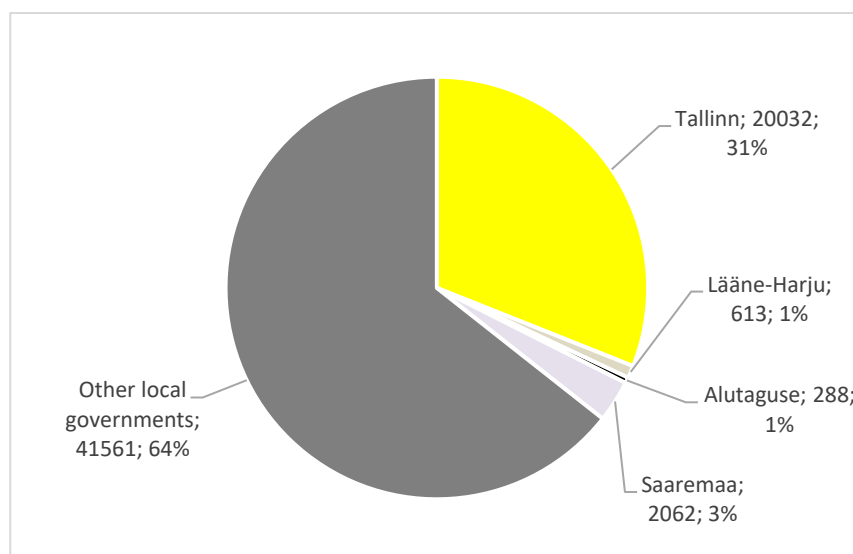


Figure 4. Total number of civil servants in local governments (as of 2021)

The interviews focused on the following topics, which were directly derived from the components assessed. Interviewees were supported with leading questions.

- Institution's environmental objectives
- Awareness
- IT equipment life cycle management
- Use of servers and data centres
- Cloud hosting and cloud services
- Software solutions and legacy systems
- Process planning, incl. sustainability in planning and developing IT solutions
- Digital trash

Interviews were conducted in semi-structured format, which also helped to identify information that does not necessarily belong under the interview topics, but is important considering the study objective.

► Quantitative data analysis

The data for more precise measurement of the environmental impact of digital government do not generally exist or are not easily available or analysable. The majority of quantitative data available concern ICT equipment whose model names and descriptions are stored in the institutions' asset management systems. The institutions themselves do not currently collect information about the environmental footprint of ICT equipment.

For quantitative analysis of the environmental footprint, ICT equipment data were collected from a total of 12 state agencies and four local governments. The data request was introduced during a meeting of the IT centres and as part of interviews addressing the institutions' practices. The project order prescribed a case study, which is used to assess the environmental footprint of the aforementioned 12 agencies and at least two local governments. The data about these 12 agencies necessary for quantitative analysis were mainly collected from central IT centres (KeMIT, RMIT, RIK, SMIT, TEHIK), which enabled to cover 74% of state agencies (central government agencies and institutions in their area of government, more than 18,000 computer workstations in total).²¹

²¹ PwC (2020) *IKT baasteenuste korraastamise analüüs*. <https://www.rahandusministeerium.ee/et/uuringud-ja-analuusid>

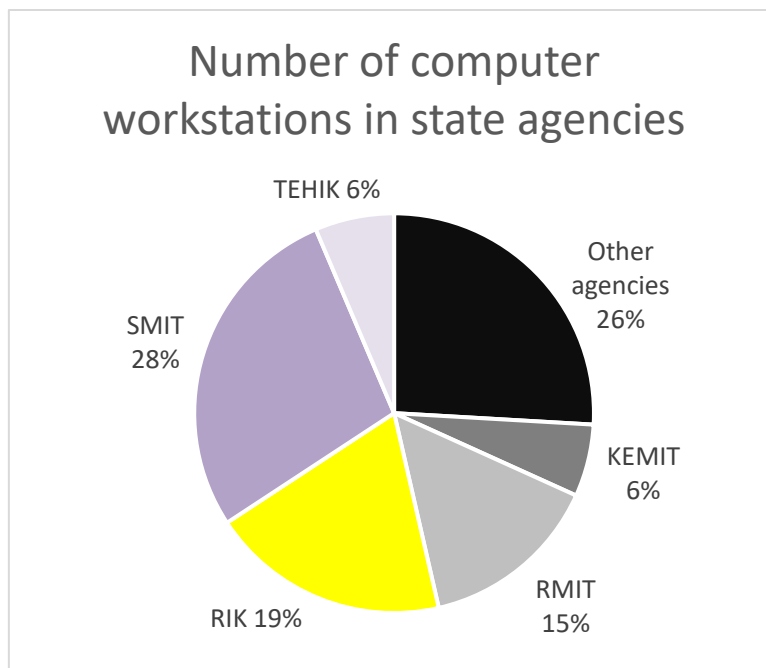


Figure 5. Number of computer workstations in state agencies

The quantitative analysis of local government data included a subset of employees of four selected local governments, focusing only on the workstation equipment used by local government officials (see also Figure 6).

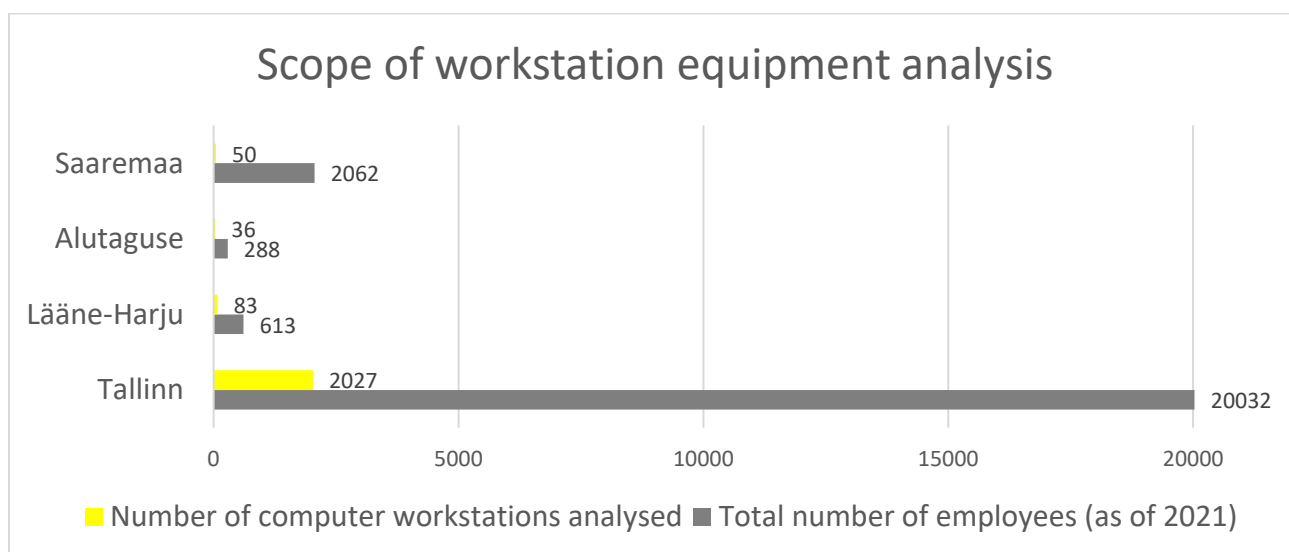


Figure 6. Number of analysed workstation devices vs total number of local government employees included in the scope of the analysis

Quantitative data were mainly collected about workstation equipment (laptops, desktop PCs, monitors and printers) models and quantities. The data collected were aligned with the equipment manufacturer's data on environmental effects, which served as an input for calculating the actual environmental impact. In addition to the data collected on workstation equipment, a smaller volume of quantitative data were also collected on the energy efficiency of data centres and the results of removing digital trash.

Further quantitative data were obtained from a survey²² conducted in parallel with this analysis, which was targeted at the shapers of the development of the Estonian IT sector and digital solutions in order to map assessments in terms of the factors influencing the sustainability of IT solutions. The results of the questionnaire were shared with this study, which enabled to consider them in providing assessments and preparing policy recommendations.

Assessment of environmental impact included further interviews with workstation equipment leasing service providers, data centre service providers and cloud services providers where necessary. 30 interviews were conducted in total in course of the project in order to collect input.

²² Ülle Kroon (2022) *Keskkonnahoidliku IT rakendamise praktika Eesti avalikus sektoris: hetkeseis ja arenguvõimalused*, Master's thesis, Tallinn University, School of Digital Technologies.

2.2 Terms and abbreviations

The following table provides an overview of the key terms and abbreviations used in this report.

Table 1. Terms and abbreviations

Terms and abbreviations	Definition
Data centre	A data centre is a building, a special room in a building or a building complex that is used to host servers and related equipment.
Digital trash	Digital trash is data that does not provide additional value, because it is single-use, with repetitive contents, damaged or forgotten and whose existence damages the environment, as its storage requires resources (source: Telia Estonia and Tallinn University joint digital trash project ²³)
ETSI	European Telecommunications Standards Institute (ETSI) is an independent non-profit standardisation organisation in the field of information and communication. The organisation supports the development and testing of international technical standards for systems with ICT support, applications and services.
GHG Protocol	The GHG Protocol (Greenhouse Gas Protocol) is an organisation that develops extensive global standardisation frameworks for measuring and managing greenhouse gas emissions generated by the activities and value chain of private and public sectors. Among other things, the frameworks developed offer measures for reducing greenhouse gas emissions.
HARNO	Estonian Education and Youth Board
IaaS	Infrastructure as a Service (IaaS) is a type of cloud service that enables the use of virtualised hardware calculation resources – processors (vCPU), memory (RAM) and hard drive storage capacity (HDD) as a cloud service.
ISO	The International Organisation for Standardisation (ISO) is an international organisation that standardises various fields.
IT centre	The consolidated IT centres governed by ministries that are financed from the Estonian state budget (KeMIT, RIK RMIT, SMIT and TEHIK). Additionally, there are also ICT centres that cut across areas of government (RIKS/RIT and RIA), which are addressed separately from IT institutions in this analysis.
ITU	The International Telecommunication Union is the main information and communication organisation of the United Nations and the main international forum for governments and the private sector in terms of the development of communication networks and services.
KeA	Estonian Environmental Board
KeMIT	Information Technology Centre of the Estonian Ministry of the Environment
LCA	LCA (Life-Cycle Assessment) is a general term for the methodology used to assess the total environmental impact of the life cycle of the product or piece of equipment.
MKM	Estonian Ministry of Economic Affairs and Communications
MTA	Estonian Tax and Customs Board
MVP	Minimum Viable Product (MVP) is a software product version that offers a minimum set of functionalities required to fulfil the product's purpose. MVP enables to collect feedback from early adopters in order to make the right choices in further development of the product.
PaaS	Platform as a service (PaaS) is a type of cloud services that gathers together cloud-based platform services used to develop software. The user of a PaaS solution uses the platform services built by the cloud service provider in order to develop and manage an application or an information system and does not need to develop those services themselves on the IaaS layer.

²³ <https://elu.tlu.ee/et/projektid/digiprugi>

Terms and abbreviations	Definition
PPA	Estonian Police and Border Guard Board
PUE	PUE (Power Usage Effectiveness) is an indicator for the ratio of the power delivered to computing equipment to the total amount of power used by a data centre. The Green Grid)
RIA	Estonian Information System Authority
RIK	Estonian Centre of Registers and Information Systems
RIKS	State Infocommunication Foundation
RIT	The Information and Communication Technology Centre (RIT) is an institution managed by the Ministry of Economic Affairs and Communications, whose task is to provide central computer workstation and server basic infrastructure services in Estonia. ²⁴
RMIT	Information Technology Centre of the Estonian Ministry of Finance
SaaS	Software as a Service (SaaS) is cloud software designed for end users (contains both IaaS and PaaS services).
SMIT	IT and Development Centre of the Estonian Ministry of the Interior
TEHIK	Health and Welfare Information Systems Centre

²⁴ <https://www.rit.ee/en>

3. Green ICT practices

In order to collect the input required to conduct the study, a document analysis was conducted to map the general methodological background, followed by a study of the experiences of foreign countries and private companies in applying green principles in ICT management. This chapter provides an overview of green ICT practices from different countries as revealed in the course of the study.

3.1 Frameworks for assessing environmental impact of ICT

Digital government solutions include digital products and services, including ICT equipment, software solutions and computer networks. Green digital government solutions should be understood as digital solutions that, according to scientific measuring methods, contribute to the prevention of climate change and help to avoid negative environmental impact.

In the case of digital solutions, a distinction between direct environmental impact (e.g. the energy used by a piece of IT equipment and the emissions from its production) and indirect environmental impact (e.g. impact on work processes related to transitioning to digital solutions) is made. Indirect environmental impact may be positive, for instance, the need for business travel and transport to offices has reduced owing to the possibility of making video calls. Ideally, one should proceed from the net value of the environmental impact of a digital solution, which expresses the difference between the positive and negative effects of the digital solution, taking into account both direct and indirect environmental impact. In reality, possibilities are limited by the lack of high-quality, comprehensive data required to calculate the net environmental burden of a specific field of activity/sector or parties acting in a specific government sector and the complexity of quantifying the environmental impact arising from all activities.

If correct measures are applied upon adopting or developing digital governance solutions, it is likely that the net value of the environmental impact of the digital solutions is very positive. In order to realise the ambition of becoming a green digital state and maximise the impact of green digital transition, Estonia should extensively deploy green digital solutions and ensure that the digital products and services to be procured are designed, produced, developed, validated and implemented in a way that is energy efficient and helps to save materials. This should begin by understanding the environmental impact of current digital governance and selecting or developing and implementing common monitoring and assessment frameworks in the field.

Several international standards (ETSI,²⁵ ITU,²⁶ ISO²⁷) and other instructions (e.g. the instructions based on the GHG Protocol aimed at the ICT sector²⁸) have been developed in order to measure environmental impact.

Even though these methods include both direct and indirect environmental impact, implementation thereof in practice is time-consuming and complicated due to unavailable or missing data. Additionally, the methodology of measuring indirect environmental impact is still under development and current methods generally do not fully take into account the possible positive effect arising from use of IT solutions, which may also exceed the negative

²⁵ ETSI ES 203 199 (2014). Methodology for environmental Life Cycle Assessment (LCA) of Information and Communication Technology (ICT) goods, networks and services.

https://www.etsi.org/deliver/etsi_es/203100_203199/203199/01.03.00_50/es_203199v010300m.pdf

²⁶ ITU-T L.1410 (2014). Methodology for environmental life cycle assessments of information and communication technology goods, networks and services. <https://www.itu.int/rec/T-REC-L.1410-201412-I/en>; ITU FG-AI4EE D.WG2-06 (2021). *Assessing environmentally efficient data centre and cloud computing in the framework of the UN sustainable development goals*. <https://www.itu.int/en/ITU-T/focusgroups/ai4ee/Documents/T-FG-AI4EE-2021-D.WG2.06-PDF-E.pdf>

²⁷ ISO 14067:2018. Greenhouse gases — Carbon footprint of products — Requirements and guidelines for quantification. <https://www.iso.org/standard/71206.html>

²⁸ Carbon Trust, Global e-Sustainability Initiative (2017). ICT Sector Guidance built on the GHG Protocol Product Life Cycle Accounting and Reporting Standard. <https://www.ghgprotocol.org/sites/default/files/ghgp/GHGP-ICTSG%20-%20ALL%20Chapters.pdf>

effect. In other words, current methods cannot be used to calculate the net value of the environmental impact of a digital solution.

In order to solve the problem related to the lack of easily applicable methods, the European Union has started to develop a scientific, consistent and comparable assessment and monitoring method that enables to calculate the net value of the environmental impact of digital solutions. 2021 saw the announcement of the pilot project procurement European Green Digital Coalition,²⁹ the purpose of which is to develop a framework enabling the assessment and monitoring of the net value of environmental impact. First results are expected to be published as early as within 2022.³⁰

Considering the deficiencies of existing assessment methods, data availability and the estimated volume of the work, the project team developed a custom method for measuring and assessing the environmental impact of digital government. The developed assessment model was based on international standards and instructions; the precision level of methods was adjusted to correspond the current situation of the field in Estonia. Based on the project's objective to identify the digital government components with the largest environmental impact, problems interfering with more precise measurement were also identified and defined.

The digital government components assessed described in the topic description of the analysis of the current status of and possibilities regarding green government were placed in the conceptual framework developed by Hilty and Aebischer (see Figure 7 LES model (life-cycle impact, enabling impact, and structural impact)) in order to achieve a more systematic approach.

1 Life-cycle impact Direct impact of IT	Environmental impact of IT equipment life cycle	Environmental impact of IT use
	Production of materials Production of hardware Final disposal of waste Recycling of hardware	Hardware ICT infrastructure
2 IT enabling impact (micro level) Indirect impact of IT	Production Organisational change: • Process optimisation • Other organisational changes	Consumption Change of behaviour: • Process optimisation • Other behavioural changes
	Technological change: • Process optimisation • Replacement of data carrier • Externalisation of control • Other technological changes	
3 Long-term structural impact (macro level) Socioeconomic impact of IT	Economy Structural change: • Dematerialisation • Circular economy • Other structural changes	Institutions Institutional change: • Developing green and climate strategies • Establishing development requirements • Supplementing procurement requirements • Changing social norms • Other institutional changes

Figure 7. Conceptual framework of the environmental impact of ICT (LES model)³¹

The environmental impact components analysed in this study are divided between the framework levels as follows.

- **Life-cycle impact**
 - Life cycle of ICT equipment
 - Energy consumption of ICT equipment
 - Data centres, incl. cloud hosting and cloud services
 - Software solutions, incl. legacy systems

²⁹ <https://etendering.ted.europa.eu/cft/cft-document.html?docId=94857>

³⁰ <https://www.greendigitalcoalition.eu/methodology/>

³¹ Source: Hilty, L.M., Aebischer B. (2015) ICT for Sustainability: An Emerging Research Field.

- Digital trash
- ▶ **IT enabling impact**
 - Planning and guiding of processes related to ICT
- ▶ **Long-term structural impact**
 - Analysis of ICT challenges and possibilities in order to manage sustainable digitalisation until 2030, incl. sustainability upon planning and developing IT solutions

Based on the task established by the commissioner, the current analysis mainly focuses on levels 1 and 3 of the framework. Level 2 is covered to a limited degree, i.e. the focus is only on the analysis of planning and guiding ICT-related processes. Detailed descriptions of the topics covered by all of the three levels can be found below. The precise assessment method of each component are described in the chapter on the respective component.

Level 1 – Life-cycle impact includes the environmental impact of procuring the raw materials required for producing ICT equipment, the production and transport of ICT equipment (hardware), the production of electricity required for using ICT equipment (incl. related energy use, for instance, for cooling data centres), recycling of ICT equipment and the disposal of unrecycled waste. Life-cycle impact is assessed using the LCA (Life-Cycle Assessment) method. LCA enables to link the use of natural resources to the direct impact of use of ICT equipment. Assessment of social impact, e.g. the social impact in the country of residence related to extracting natural resources required for producing equipment, may be necessary in certain cases. In practice, measuring is limited to the electricity consumption related to the use of equipment and the useful life of equipment. In terms of production and disposal, the LCA framework recommends following default values published by the manufacturer.

Level 2 – IT enabling impact denotes actions, whose performance becomes possible thanks to adoption of IT solution. In terms of the environment, IT enabling impact replaces inefficient resources with more efficient ones. Different possibilities for this are categorised as follows.

- ▶ **Process optimisation** as replacement of material resources with immaterial resources.

IT can help to reduce the negative environmental impact of some equipment or activity, e.g. car software solutions enabling fuel saving driving, smart cooling or heating systems, etc. Environmentally conscious process optimisation should be based on smart use of data and the information obtained as a result of data analysis, which enables to reduce the use of material resources, such as workforce, capital and natural resources.³²

Process optimisation via application of IT solutions is known and common in Estonia. For instance, the census that took place in the first half of 2022 was mainly conducted based on the state registry data, which was supplemented with input collected from people via online forms.³³ Individual people who were selected in the census sample and who did not fill in the online form were still also questioned by census takers, but the data-based approach clearly enabled to optimise the costs of all three material resources (workforce, capital and natural resources) and thus had a positive effect on the environment.

A great number of state services are already digital and smart use of registers and databases enables to leverage the positive effect of IT solutions on the environment. Optimisation of activities generally results in the replacement of one material resource with another, e.g. reducing labour costs on the account of increasing the use of capital and natural resources. Environmentally conscious process optimisation should pay more attention to digital data and the additional value obtained therefrom, which can be used as a basis for at least partial reduction of material resource use.

³² Workforce and capital can be regarded as man-made material resources (Hilty, L.M., Aebischer B., 2015).

³³ <https://rahvaloendus.ee/en/uudised/rahvaloenduse-e-kusitlusel-koguti-ligi-600-000-eestimaalase-vastused>

- ▶ **Replacing a data carrier** as replacement of one material resource with another.

Immaterial resources, such as literature, science, genetic information or birdsong need to be stored and distributed using material resources (e.g. paper or digital recording devices). One possibility to reduce environmental impact that arises from the adoption of IT solutions is replacement of a data carrier (e.g. paper) with a digital one. This is often viewed as replacement of a material resource with an immaterial resource, but in reality, one material resource is replaced with another material resource. For instance, replacing a paper invoice with an e-invoice still requires a digital recording device (e.g. a local hard drive of a device or a device in the cloud service provider's data centre). The same applies to replacement of a means of transport for attending a physical meeting with a video meeting, where one material resource is replaced with another that is, admittedly, more eco-friendly.

- ▶ **Externalisation of control** as replacement of one immaterial resource with another.

If the process input is data, control can be externalised. Such solutions are, for instance, heating systems connected with the local computer network of data centres, where sensors measure the server room temperature and the automation used employs the sensor data to regulate the room temperature, oxygen level and other indicators. In terms of environmental compatibility, externalisation of control enables to manage processes in a data-based manner, which saves both economic and natural resources. At the same time, several significant risks need to be managed upon control externalisation, e.g. data misuse, possible system failures and unwanted interventions by third parties. The negative environmental impact of ICT may also be expressed here via additional ICT equipment, which make recycling and disposal more complicated and expensive, e.g. RFID sensors, etc.

Level 3 – Long-term structural impact means permanent macro-level changes. This includes changes in the attitudes and behaviour of people, organisation and the whole of society, which can be influenced using IT. Publication of reliable data and distributing information about environmental impact, including the environmental impact of ICT can be included in this category. Changes in people's behaviours have, for instance, been triggered by a sharp increase in electricity prices and publication of information on price dynamics, which has forced many to make choices regarding using or switching off certain equipment or purchasing more energy efficient devices.³⁴

In this analysis, structural impact is viewed on the level of state agencies. In order to achieve the ambition of a green digital government it is important for state agencies to acknowledge the environmental footprint generated upon applying IT solutions. Even data stored in the cloud requires a physical storage device somewhere. It is also important for the institutions to pay attention to increasing knowledge related to the best environmental compatibility practices concerning the field of ICT, which can help to increase the environmental awareness in terms of ICT in both government institutions and in society in general.

³⁴ See also Butler, T., Hackney, R. (2011) Greening Government ICT: A Mechanism-Based Explanation of Institutional Change in the UK Public Sector.

3.2 Experiences of foreign countries

The experience of foreign countries was mapped on the basis of document analysis; the study focused on whether and which countries similar to Estonia in terms of the development level of digital government have paid attention to environmental compatibility of ICT when preparing policies and strategies.

In general, ICT-related objectives have been mentioned in countries' general climate and environmental strategies or specific ICT objectives do not exist at all. The document analysis conducted confirmed that addressing the environmental impact of ICT is still new around the world and there are not yet any clear best practices in terms of countries' approaches. An overview of the developments of selected countries in terms of green ICT has been presented below. Of the countries studied the ones that stood out the most were Finland and the United Kingdom, which had separate climate and environmental strategies focused on ICT. In other countries (e.g. Denmark, Malta, Slovenia, Canada, New Zealand and Singapore) the objectives are less defined and focus on specific aspects, e.g. data centres, cloud services, impact of working from home, data management, sensors and robots, people's awareness and competence.

On the basis of the country-based practices analysed, it can also be concluded that countries that have not prepared a specific strategy for reducing the environmental impact of ICT (e.g. Sweden and Norway) have taken measures that help to reduce the environmental burden of the field. Key parties, e.g. central government agencies and larger local governments, which are able to trigger changes in order to reduce the environmental impact of ICT, play an important role.

Finland

In 2019, the Finnish Ministry of Transport and Communication established a working group in order to develop a climate and environmental strategy for the ICT sector.³⁵ The group's task was to form a joint stance regarding the climate and environmental impact of the ICT sector and propose means to manage these effects. June 2020 saw the publishing of an interim status report and the final strategy was published in November 2020. The objective of the strategy was to promote ecologically sustainable digitalisation and support the achievement of climate and environmental targets. The strategy is part of Finland's wider objective to achieve carbon neutrality by 2035, which calls for a reduction of emissions in all sectors, including ICT.

According to the vision of the climate and environmental impact strategy for the ICT sector, Finland should become a leader in the use and development of ecologically sustainable ICT solutions by 2035. ICT solutions are seen as one of the key tools for solving climate and environmental problems. At the same time, the environmental impact of the ICT sector itself must be widely acknowledged in the society and its measuring should be based on reliable data, which can be used for sustainable development of the sector.

The strategy proposes the following measures for achieving the vision.

► **Promotion of climate and environmentally friendly ICT infrastructure**

- 1) Promoting use and development of energy efficient solutions.
- 2) Promoting carbon neutral sources of electricity.
- 3) Improving the conditions for using the residual heat from data centres.
- 4) Taking environmental aspects into account when building networks and promotion of network sharing.

► **Promoting climate and environmentally friendly data economy**

- 1) Paying more attention to the energy efficiency of solutions when designing and developing software.
- 2) Paying more attention to the energy efficiency of solutions when procuring software and services.

³⁵ <https://julkaisut.valtioneuvosto.fi/handle/10024/162912>

- 3) Developing ICT solutions that offer climate and environmental benefits and promoting adoption thereof.
- ▶ **Promoting sustainable material flows and a circular economy**
 - 1) Extending the useful life of equipment via process design, procurement requirements and raising awareness.
 - 2) Increasing due collection of old equipment and material re-use.
 - 3) Promoting use of sustainable materials upon manufacturing equipment.
 - ▶ **Expanding the environmental knowledge base and developing footprint measuring network**
 - 1) Improving the collection of statistics on energy use of data centres and networks and emission monitoring.
 - 2) Increasing knowledge of problems regarding material circulation and reuse in the ICT sector.
 - 3) Increasing knowledge in terms of the impact and rebound effects of the life cycle of digital solutions.
 - ▶ **Raising consumer awareness and competence**
 - 1) Increasing knowledge in terms of the environmental impact of use of ICT services.
 - 2) Increasing the skills of environmentally conscious use of equipment.
 - ▶ **Use of new technologies and responding to challenges**
 - 1) Increasing understanding of the possible climate and environmental footprint of new technologies.
 - 2) Increasing the potential of new technologies to offer ecologically sustainable solutions.

The strategy's monitoring framework was agreed in the beginning of 2022 and is piloted in spring 2022. At the European level, the BEREC network³⁶ plans in 2022 include developing common indicators for assessing the environmental impact of offering network services, participation in which is deemed necessary by Finland.³⁷

Valtori (Finland's central government ICT agency) has established the principles for the responsible functioning of the agency.³⁸ Among other topics, the environmental responsibility principles have been established, which are followed in operations. Of these, the following are above all related to ICT.

- ▶ We maintain the high energy efficiency level of our sites.
- ▶ Our procurements take into account the energy efficiency of equipment and recyclability of materials.

In order to apply the principles in practice, the number of server rooms has been reduced (incl. to increase energy efficiency) and cloud solutions have been implemented (e.g. to manage peak loads, incl. the servers of commercial service providers). One of the institution's central server rooms was located in a building heated with the residual heat from the server room as early as in 2020.³⁹

United Kingdom

In the United Kingdom, the government's strategy for environmentally friendly ICT (Greening Government: ICT Strategy), which was a sub-part of the government's general ICT strategy, was prepared as early as in 2011. Since then, annual reports have been prepared, which describe the effectiveness of measures taken under the strategy. This allows to understand the base level and establish new objectives for each following period. The updated version of the strategy was published in 2020 (Greening Government: ICT and Digital Services Strategy 2020-2025).⁴⁰

³⁶ https://berec.europa.eu/eng/about_berec/what_is_berec/

³⁷ <https://www.slideshare.net/lvmfi/ictalan-ilmastostrategian-seurantafoorumi-23112021>

³⁸ <https://valtori.fi/vastuullisuus>

³⁹ *Valtion käyttöpalveluiden energiatehokkuuden kehittäminen* Mikko Vuorikoski, 05.03.2020

⁴⁰ <https://www.gov.uk/government/publications/greening-government-ict-and-digital-services-strategy-2020-2025/greening-government-ict-and-digital-services-strategy-2020-2025>

The vision of the strategy is to achieve a situation where the government of the United Kingdom as global leader in sustainability ensures that the digital infrastructure and associated supply chains are rationalised, responsible, resilient and free of slavery/exploitation, creating environmental, economic and social benefits for all.

In order to achieve this, the strategy proposes the following objectives and activities enabling achievement thereof.

▶ **Reduced carbon and cost**

- 1) Use state procurements to only purchase from suppliers who have established or committed to establishing science-based objectives that correspond to existing departmental targets.
- 2) Cooperate with suppliers to publish data about the reduction of the carbon and environmental footprint of ICT, including taking into account the services and office spaces used, while also considering indirect environmental impact.
- 3) Design ICT and digital services by following the principles of sustainability and the Technology Code of Practice⁴¹.

▶ **Increased resilience**

- 1) Implement procurement requirements corresponding to best practices in order to avoid use of slave labour and other socially unacceptable activities in the ICT supply chain.
- 2) Map and monitor ICT system and service supply chain data in the government as a whole.
- 3) Perform stress and scenario tests on ICT consumption chains in order to increase preparedness for climate problems and ecological crises.

▶ **Increased responsibility (doing the right thing)**

- 1) Use training events and the education system to raise awareness of the role of a responsible digital citizen.
- 2) Implement sustainable ICT principles in the activities of key government roles and solutions created by the government.
- 3) Implement sustainable ICT principles in the rules and strategies of government institutions.

▶ **Increased transparency and collaboration**

- 1) Cooperate with suppliers to publish precise data about the reduction of the carbon and ecological footprint of ICT, including taking into account the services and office spaces used, while also considering indirect environmental impact.
- 2) Map and consider the environmental impact of the end of ICT life cycle.
- 3) Create a government sustainability working group, participate therein and manage its work.

▶ **Increased accountability**

- 1) Report on annual progress made with procuring recycled or restored ICT equipment in order to support the extension of the life cycle of equipment via repeated use.
- 2) Report ICT indicators for achieving green objectives in annual reports (Greening Government Commitments, Annual Reports and Accounting).

There has also been an attempt to implement the green principles of the ICT sector also in the private sector, for which the UK Department for Environment Food & Rural Affairs developed instructions aimed at entrepreneurs.⁴² The document addresses challenges and possibilities related to the ICT sector and sustainable development and recommendations in terms of more eco-friendly ICT use.

⁴¹ <https://www.gov.uk/guidance/the-technology-code-of-practice>

⁴² https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/902944/defra-industry-guide-ict-sustainability.pdf

Norway

Norway does not have a separate environmental strategy for the ICT sector. However, the country's digital strategy points out that the ICT sector offers considerable opportunities for creating green solutions and reducing greenhouse gas emissions.⁴³ The environmental impact of the ICT of digital government has not been separately analysed.

Instead of reducing energy consumption, Norway is focused on green energy production – 98% of the country's electricity production currently originates from renewable sources,⁴⁴ which considerably minimises the environmental impact of use of ICT equipment. The country's energy situation gives Norway a competitive advantage, for instance, when developing data centres and other data- or energy-intensive industries. Norway sees the economic activities related to data and data centres as a significant driver of economic growth.⁴⁵

Sweden

Similarly to Norway, Sweden has not prepared a separate climate and environmental strategy focused on ICT sector, even though the carbon footprints of the ICT and media sector have been measured.⁴⁶ However, the topic has been addressed at a higher level in other Swedish reports and vision documents.

The report Digitalisation and Environmental Objectives⁴⁷ by the Swedish Environmental Protection Agency (Naturvårdsverket) places most focus on the field of IT by viewing it mainly as a tool for achieving environmental objectives, but also places emphasis on the footprint of ICT itself and the importance of correct implementation of ICT.

Swedish government's environmental protection initiative Fossil Free Sweden⁴⁸ sets forth the preparation of sector-based roadmaps. No separate roadmap has been prepared for the ICT sector, but the topic is addressed by the Digitalisation Consultancy Industry roadmap,⁴⁹ which establishes objectives related to the sector's energy consumption and emissions and offers possibilities for achieving environmental objectives via digitalisation. A separate roadmap has also been prepared for the electricity sector⁵⁰ and as one key environmental impact source is the environmental footprint generated upon producing electricity, this also considerably reduces the environmental impact of the ICT sector.

It is important to highlight Sweden's efforts regarding the use of residual heat generated by data centres. As a result of the joint project launched by the City of Stockholm and Stockholm Data Parks in 2017, the residual heat from data centres is directed to the city's central heating network. The heat obtained from data centres is already sufficient for heating tens of thousands of homes. Purposeful use of the heat generated and the small carbon footprint of Swedish electricity (the last coal-based power plant was closed in spring 2020) mean that the environmental impact of Swedish data centres has been reduced considerably.⁵¹

⁴³ <https://www.regjeringen.no/en/dokumenter/digital-agenda-for-norway-in-brief/id2499897/>

⁴⁴ <https://www.regjeringen.no/en/topics/energy/renewable-energy/renewable-energy-production-in-norway/id2343462/>

⁴⁵ <https://www.regjeringen.no/globalassets/departementene/nfd/dokumenter/strategier/strategi-nfd-eng-nett-uu.pdf>

⁴⁶ Malmödin, J., Lunden, D. (2016) The energy and carbon footprint of the ICT and E&M sector in Sweden 1990-2015 and beyond. <https://www.atlantis-press.com/proceedings/ict4s-16/25860385>

⁴⁷ Digitalisering och miljömålen. <https://www.diva-portal.org/smash/get/diva2:1472306/FULLTEXT01.pdf>

⁴⁸ <https://fossilfritt Sverige.se/en/about-us/>

⁴⁹ <https://fossilfritt Sverige.se/en/roadmap/the-digitalisation-consultancy-industry/>

⁵⁰ <https://fossilfritt Sverige.se/en/roadmap/the-electricity-sector/>

⁵¹ <https://stockholmdataparks.com/benefits-of-green-computing-in-stockholm/>

3.3 Private sector experience

In order to draw a comparison, the study also looked into the initiatives of private sector companies for measuring and reducing the environmental impact of ICT. The sample was formed of Estonian companies who have stood out with their green activities. When selecting interviewees, it was also important for the nature of the activities of companies' employees to be similar to public sector work, which is why large companies with a great share of office workers, such as banks and telecommunication companies, were selected in the sample. All of the companies interviewed pointed out that they base their environmental footprint assessment on the frameworks and tools of the GHG Protocol.

GHG Protocol

The GHG Protocol (Greenhouse Gas Protocol) is an international non-profit organisation, which issues comprehensive standardised frameworks for measuring and managing the greenhouse gas footprint. The tools developed are meant to be used for both private and public sectors.

The GHG Protocol Corporate Standard⁵², which serves as the foundation of the GHG Protocol, divides organisations' greenhouse gases into three scopes (see also Figure 8).

- ▶ **Scope 1** – direct greenhouse gas emissions that occur from sources owned or controlled by the company. For example, vehicles and energy or heating production controlled by the organisation itself.
- ▶ **Scope 2** – indirect greenhouse gas emissions from the generation of purchased electricity, incl. both heat and electricity.
- ▶ **Scope 3** – other indirect greenhouse gas emissions occurring in the organisation's value chain. Based on categorisation according to the company's value chain, this includes greenhouse gases generated by both upstream activities (e.g. production and transport of a piece of equipment) and downstream activities (e.g. disposal of equipment). An organisation's carbon footprint is increased by, for example, business travel or consumption of products produced and services offered by the company. The footprint can be reduced, for instance, by using the products sold, if they help to reduce the carbon footprint, and green investments made by the company. In total, the third scope includes 15 different categories, all of which come with instructions for assessing the category's environmental impact.⁵³

The companies interviewed are in an early stage of measuring the environmental footprint based on the GHG Protocol and the precision of measuring results will improve over time. It was also admitted that it is easier to gauge footprints belonging to scopes 1 and 2, because their extent is clearer and measuring easier. The companies interviewed have the best overview of the carbon footprint of scope 1, as the related impact – e.g. the use of a company's diesel generator – can be managed by the company itself.

Scope 2 includes the footprint of the energy purchased. The companies pointed out that reducing the environmental footprint of heating office buildings is complicated and expensive, as they mostly use rental spaces connected to the local district heating system. It is easier to influence the environmental impact of electricity consumed by purchasing green energy on the electricity exchange.

Companies face the most difficulties with measuring environmental impact under scope 3. This includes the environmental impact of the products sold and/or services provided by companies, but also the share of investments, all of which extend outside of the company, which is why the environmental impact of the behaviour of other companies or private clients must also be taken into account.

⁵² <https://ghgprotocol.org/corporate-standard>

⁵³ <https://ghgprotocol.org/scope-3-technical-calculation-guidance>

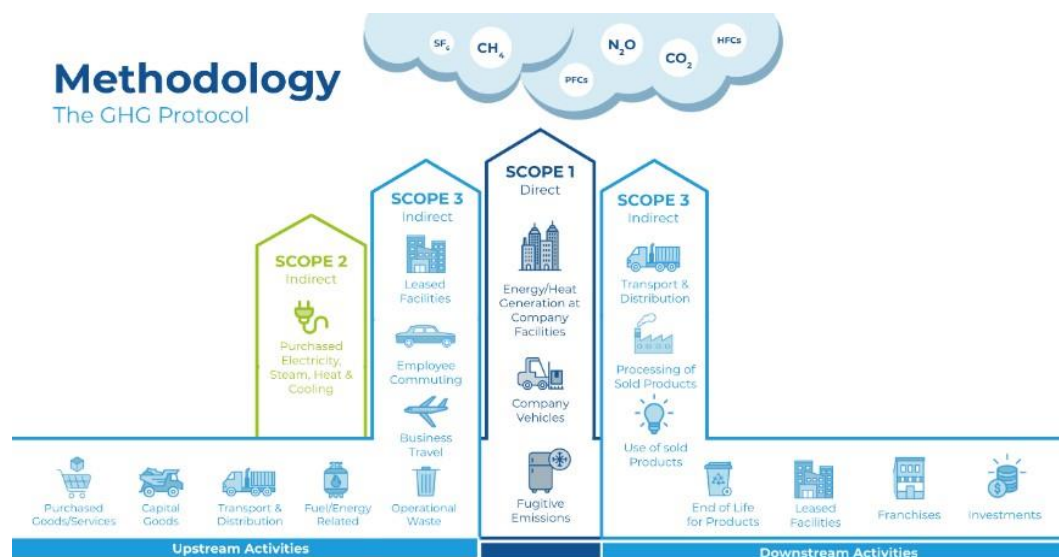


Figure 8. Illustration of the GHG Protocol scopes⁵⁴

The majority of Estonian companies do not currently measure their environmental footprint. The companies who do are still getting started and measurement of scope 3 has not yet been successful or contains severe inaccuracies. For instance, in the case of banks, the majority of the company's environmental impact consists of the environmental impact of the loans granted, which are categorised under scope 3. The great complexity of measuring the environmental impact of investments was also pointed out as a problem when assessing scope 3.

Many companies place the environmental impact of the use of IT equipment under scope 2 according to the GHG Protocol method, because it creates direct environmental impact via electricity. Use of green energy enables significantly reducing or minimising this impact. The impact of production and disposal of equipment, which is categorised under scope 3 in the GHG Protocol method, is significantly greater compared to the impact of equipment use (energy use).

IT equipment life cycle

While the public sector prefers leasing equipment, the companies interviewed mainly opted to purchase it. One of the reasons given for this was the need to offer employees flexible, powerful computers that correspond to their personal preferences. As another aspect, the companies pointed out the need to control the end of the life cycle of their IT equipment, which requires the mitigation of data protection risks in addition to environmental aspects. The usual life cycle of a device is four years.

Some companies require that the seller of a device be a member of the Ecovadis⁵⁵ sustainability rating system, which enables to assess the seller's environmental footprint more adequately. Joining the ratings system is inconvenient for sellers, but implementation thereof serves the broader purpose of promoting green thinking among suppliers.

Energy consumption of ICT equipment

⁵⁴ <https://www.southpole.com/uploads/media/ghg-methodology.png>

⁵⁵ <https://ecovadis.com/>

The companies interviewed do not currently measure the electricity consumption of ICT equipment separately. Scope 2 of the GHG Protocol addresses the environmental impact of electricity consumption of companies as a whole. The companies interviewed use solely green energy from the electricity exchange or plan to do so in the future. The companies that use green energy have achieved carbon neutrality.

Data centres, incl. cloud hosting and cloud services

Telia has a total of six data centres in Estonia, which are used to provide services to its clients, incl. banks. As several state agencies also use Telia's services, the environmental impact of their data centres is addressed in detail in the part concerning the environmental impact of the digital government data centres (see Chapter 4.1.3.2).

The banks that have their own server rooms also pay attention to their environmental impact. For instance, measurements include the electricity used by server and cooling equipment (KWh) and the average power per server rack and the power usage effectiveness indicator is also calculated as an efficiency measure for data centres. The experience of one bank shows that the average PUE has improved in the last three years: 1.54 in 2019, 1.5 in 2020 and 1.43 in 2021.

Software solutions

The companies interviewed do not perform environment-related measurements in terms of software solutions and legacy systems. Software development, including development of legacy systems is driven by other objectives and the interviewees did not see this activity as serving the significant objective of reducing negative environmental effects. Even though the GHG Protocol includes tools for measuring the environmental impact of software solutions, such detail has not been deemed necessary upon assessment to date.

Digital trash

Telia, who led the launch of the Digital Clean-up Day initiative in 2019, stands out for its activities in the field of cleaning up digital trash. Participation in the Digital Clean-up Day in January 2022 was record high: the event brought together 380 companies and institutions and more than 20,000 private persons.⁵⁶ At the same time, representatives of Telia admitted that even though digital trash undoubtedly has a significant impact on the environment, finding a scientific method for measuring its impact has turned out to be complicated. A recent project conducted by the Tallinn University work group and Telia Estonia⁵⁷ did not identify such scientific methods and its results included general principles and best practices, from which companies combatting digital trash should proceed.

Even though the Digital Cleanup Day initiated by Telia is popular, the banks interviewed admitted that even though they take part in the clean-up day, they are not very active in dealing with digital trash. The first priority is to reduce the environmental footprint related to the company's principal activity, the impact of which is considerably greater.

Banks' activities in support of green choices

The majority of the environmental impact caused by banks is due to their principal activity. According to one of the banks interviewed, the impact of their operations (incl. ICT) and the related consumption (transport, electricity, heating, water, etc.) formed only around 3% of the total environmental impact of the bank. The remaining 97% comes from the bank's principal activity.

In order to reduce their environmental impact, banks support making green choices via activities promoting environmental sustainability. For instance, they offer more favourable conditions for leasing electric cars and purchasing a home with an A energy rating and other financial products that promote environmental compatibility. Other means are also used to increase consumers' awareness and guide their choices. For instance,

⁵⁶ <https://turundajateliit.ee/digikoristuspaev-loi-uuerekordi-osa-vottis-380-ettevotet/>

⁵⁷ <https://elu.tlu.ee/et/projektid/digiprugi>

SEB bank has created a mobile app in order to enable its users to see how their lifestyle choices affect carbon emissions.⁵⁸

Participating in the Green Tiger initiative is also common. The Green Tiger is a cross-sectoral cooperation platform, whose purpose is to create a balance economic model for Estonia and the world. The cooperation platform's mission is to create and implement green practices in all sectors and a balanced economy.⁵⁹

In conclusion, the public sector can learn from the experience of the private sector in systematic measurement of the environmental impact of ICT (e.g. the GHG Protocol method) and eco-friendly operation of data centres and server rooms.

⁵⁸ <https://www.seb.ee/co2>

⁵⁹ <https://rohetiiger.ee/>

4. Current status of the environmental impact of digital government

The analysis of the current status of green digital government included examination of different components of digital government. This chapter analyses the environmental impact of selected components using a three-level framework (see the LES model in Chapter 3.1):

- ▶ Life-cycle impact
- ▶ IT enabling impact
- ▶ Long-term structural impact

4.1 Life-cycle impact

Life-cycle impact includes the environmental impact of procuring the raw materials required for producing ICT equipment, the production and transport of the equipment, the production of electricity required for using the equipment, recycling of ICT equipment and the disposal of unrecycled waste. Therefore, the life-cycle impact covers all direct environmental impact related to ICT from production to disposal (see Figure 9).

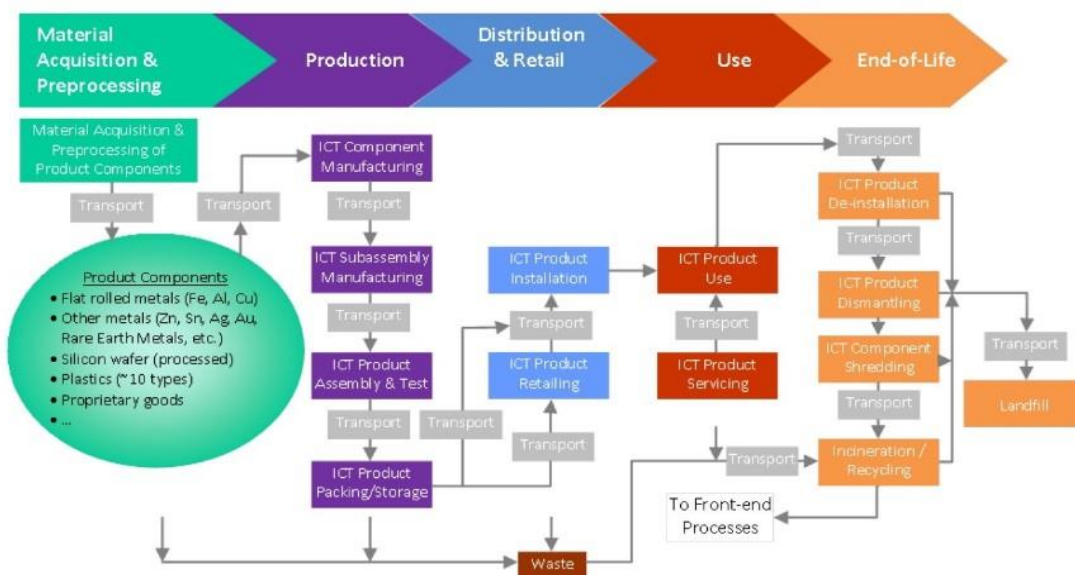


Figure 9. Environmental impact factors of life cycle of ICT equipment (source: GHG Protocol⁶⁰)

Even though the footprint of different devices and models may be vastly different, the life cycle stages with the largest environmental footprint stand out. The majority of a device's footprint (around 75-85%) is related to production. The transport of a completed device forms a relatively small share of the footprint (2-4%). According to manufacturers, use of a device sold accounts for around 10-15% of the footprint (see also the example on Figure 10).

Computers and other ICT equipment used in Estonia are produced elsewhere and their direct environmental impact is therefore also expressed elsewhere – these are upstream effects from the perspective of the Estonian digital government. Likewise, the majority of computers used by the public sector find new owners abroad, where the environmental impact related to the disposal of the device (downstream impact) is thus also expressed. In this study, we address the whole life cycle of equipment (Chapter 4.1.1), but we also take a separate look at the energy consumption of equipment, which has a direct environmental impact in Estonia (Chapter 4.1.2).

⁶⁰ GHG Protocol (2017). Guide for Assessing GHG Emissions of ICT Hardware. Page 5-8

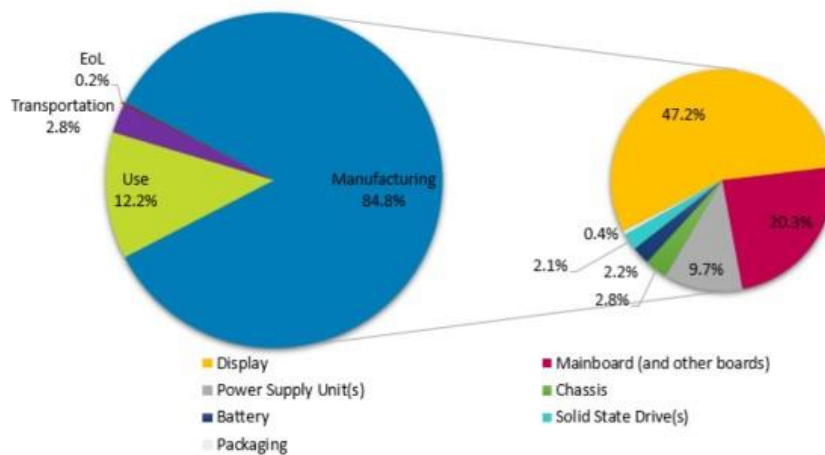


Figure 10. An excerpt from the environmental footprint report on Dell Latitude 5420 (source: Dell Technologies⁶¹).

The components studied separately were data centres, cloud hosting and cloud services (Chapter 4.1.3), software solutions, including legacy systems (Chapter 4.1.4) and digital trash (Chapter 4.1.5). The following subtopics are presented for each component.

- ▶ **Assessment method** – describes the assessment method of the component’s environmental impact and obstacles related to the assessment.
- ▶ **Institutions’ practices** – a description of current practices in the agencies based on the data collected during interviews with representatives of the agencies.
- ▶ **Environmental impact assessment** – a quantitative or qualitative assessment on the component’s environmental impact, provided that there are data.

⁶¹ <https://corporate.delltechnologies.com/content/dam/digitalassets/active/en/unauth/data-sheets/products/laptops/latitude-5420-pcf-datasheet.pdf>

4.1.1 Life cycle of ICT equipment

4.1.1.1 Assessment method



Our assessment of the environmental impact of the life cycle of ICT equipment focused on workstation equipment: **laptops, desktop PCs, monitors and printers**. In order to assess the life cycle of ICT equipment, the LCA (Life-Cycle Assessment) method has been developed, which helps to assess the whole environmental impact of the life cycle of equipment in detail, starting from the extraction of natural resources required for producing the equipment from the re-use or disposal of the materials at the end of the life cycle (see Figure 11⁶²).

Such assessment methods enable to achieve the greatest possible precision, but unfortunately, application thereof is extremely time-consuming and often impossible due to the lack of data. In practice, both scientists⁶³ and private companies measuring the environmental impact of ICT equipment recommend proceeding from the results of the LCA provided by the equipment's manufacturer when assessing the life cycle. This approach was also applied in the current analysis.

Figure 11. LCA method stages (source: OneClick LCA)

The majority of the major ICT equipment producers (e.g. HP, Lenovo, Dell) calculate the Product Carbon Footprint (PCF) using the PAIA (Product Attribute to Impact Algorithm) method, which meets the requirements of IEC TR 62921^{64, 65}. PAIA is a LCA tool that allows to assess the quantity of greenhouse gas emissions from various life stages of equipment.

Choice of measurement unit

The unit expressing the quantity of greenhouse gases is the carbon dioxide equivalent per kilogram, i.e. kgCO₂e. While kgCO₂ only expresses the quantity of carbon dioxide emissions in kilograms, kgCO₂e also expresses the quantity of all other greenhouse gas emissions (e.g. methane and nitrous oxide). The idea of an equivalent unit is to convert the impact of other greenhouse gases into a quantity of carbon dioxide having the same environmental impact, thus allowing to express the environmental impact with one comparable and understandable figure.

In the current analysis, the measurement unit has been chosen on the basis of international practice (incl. the frameworks of the GHG Protocol and the methods used by equipment manufacturers) and the experience of the Estonian private sector. Thus, the chosen unit for measuring the environmental impact of the life cycle of ICT equipment is the carbon dioxide equivalent per kilogram, i.e. **kgCO₂e**. The data published by manufacturers express the quantity of kgCO₂e emitted during the whole useful life of the equipment (production, use and disposal).

⁶² <https://www.oneclicklca.com/life-cycle-assessment-explained/>

⁶³ Source: Hilty, L.M., Aebischer B. (2015) ICT for Sustainability: An Emerging Research Field.

⁶⁴ <https://webstore.iec.ch/publication/25994>

⁶⁵ <http://msl.mit.edu/projects/paia/main.html>

The quantity of greenhouse gases emitted during the life cycle of a specific product (see also the example on Figure 10) together with various other data are mainly provided in the PCF report published on the manufacturer's website, which also includes the estimated useful life of a product depending on the availability of spare parts. The estimated useful life of laptops is mostly four years. The useful life of desktop PCs and monitors is longer, six years in general. Manufacturers have based their calculations of the kgCO₂e of the environmental impact of a product's life cycle on the length of the useful life of a device determined by them, which is mostly the same as the efficient use time determined for these devices based on the data collected from the institutions.

Data collection

In order to prepare environmental impact assessments, the following data were collected from the state agencies and local governments included in the analysis sample:

- ▶ the precise model of the device together with other data on its features (e.g. processor, main storage and hard disk capacity);
- ▶ number of devices of a specific model;
- ▶ asset type: leased or purchased;
- ▶ the company offering the leasing service in the case of leased assets;
- ▶ the time of commencement of the use of the device;
- ▶ the estimated end date of use of the device;
- ▶ the name of the organisation using the assets.

In addition to collecting quantitative data, interviews were conducted with the representatives of the agencies and local governments in the sample in order to collect further information on the processes related to the life cycle of ICT equipment and the agencies' general practices regarding ICT management.

Data analysis

The name and number of the model and other characteristics of the product were used to collect data on the greenhouse gas quantities emitted (kgCO₂e) during the device's life cycle published by the manufacturer (PCF report).

Certain manufacturers (e.g. ViewSonic, Philips and LG) have not published information on the carbon footprint of older products. In such cases, data imputation was used, i.e. the missing values were replaced with suitable replacement values, for which the median values of the carbon footprint indicators published by equipment manufacturers were used. The calculation of median values helps to avoid the impact of exceptions.

The carbon footprint reports of some product models, e.g. Dell Latitude E5250, could not be found. In such cases, the data published on a model as similar as possible (e.g. Dell Latitude E5270) were used as a replacement value.

4.1.1.2 Institutions' practices

Equipment procurement and environmental performance requirements at the example of laptop and tablet computer procurement

The majority of the institutions procure their computers via a central hardware procurement organised by the Centre of Registers and Information Systems (RIK). According to the statutes⁶⁶, RIK acts as the mandatory central contracting authority in the procurement of workstation computers, monitors and printers for ministries, institutions in their area of government and the Government Office. The statutes state that RIK organises and performs procurement, supply, development, service and maintenance of information and communication systems of ministries, the institutions belonging into the area of government of ministries, and the institutions to whom services are provided.

⁶⁶ <https://www.riigiteataja.ee/en/eli/ee/527042021003/consolide/current>

The IT centres (SMIT, RMIT, KeMIT, TEHIK) and state agencies (MKM, RIA, HARNO, KeA and PPA) analysed during the study procure their workstation equipment mainly via central procurements organised by RIK. Both equipment purchases and leasing is used. Still, there are hardware procurements conducted separately from the RIK framework procurement, e.g. for purchasing special-purpose workstations.

The institutions see the environmental requirements established for the equipment procured by RIK as the main tool that can be used to influence the environmental footprint of workstation equipment. Table 2 includes an example of the environmental requirements for the 2021 public procurement for purchasing and leasing laptops and tablet computers (number 232482). In the procurement's suitability criteria, tenderers are required to submit a confirmation on meeting the requirements and a free-form document that would allow the contracting authority to verify whether the requirements are fulfilled.

Table 2. The environmental performance requirements provided in the suitability criteria of RIK's central laptop and tablet computer procurement⁶⁷.

Environmental performance requirements provided in the suitability criteria of sample procurement	
1)	All of the laptops offered have CE marking.
2)	All of the laptops offered meet the RoHS Directive (Directive 2011/65/EU of the European Parliament and of the Council on the restriction of the use of certain hazardous substances in electrical and electronic equipment) (http://eur-lex.europa.eu/legal-content/EN/TXT/HTML/?uri=CELEX:32011L0065&from=EN).
3)	All of the laptops offered meet the directive on waste electrical and electronic equipment (https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A02012L0019-20180704) or PROTO requirements.
4)	All of the laptops offered meet the newest Energy Star energy efficiency requirements.
5)	The cadmium content in all of the laptops is below 50% of the limit established with the RoHS directive.
6)	The lead content in all of the laptops offered is below 50% of the limit established with the RoHS directive unless it is proved that the material used is reused.
7)	The hexavalent chromium content in all of the laptops offered is below 50% of the limit established with the RoHS directive.
8)	The batteries of the laptops offered do not contain lead, cadmium or mercury.
9)	None of the laptops offered contain SCCP fire retardants or toxic plasticisers, unless their existence in the product is justified.
10)	None of the larger plastic parts of the laptops offered contain the flame retardant substances and compounds deemed dangerous by the RoHS Directive 2011/65/EU.
11)	The components or parts of all of the laptops offered, which contain ecotoxic or harmful substances or compounds, e.g. PCBs, are easily recognisable and removable.
12)	At least 65% of the materials used in all of the laptops offered are recoverable.
13)	All of the packaging parts that cannot be recovered or are not biodegradable can be manually removed from the parts that can be reused and are biodegradable.

The establishment of environmental performance requirements for public procurements could be significantly more widespread. This is confirmed by a Master's thesis completed in 2022, which analysed all of the ICT procurements conducted in the recent years.⁶⁸ Of more than 1,400 procurements studied, the environmental performance requirements were applied in 28 (i.e. approx. 2% of the procurements studied). Environmental performance requirements were more common in the case of purchasing computers and other workstation equipment (19 procurements), but this formed only 4.7% of all of the procurements conducted in this field (404 procurements in total). In other categories studied (advisory, software development, internet and support services; software packages and information systems; radio, television, communication, telecommunication and related equipment; telecommunication services), environmental performance requirements were applied in only in some individual procurements.

According to companies offering workstation equipment (Green IT, Atea), the computers of all major manufacturers correspond to the environmental requirements established in such a procurement. The current

⁶⁷ <https://riiigihanked.riik.ee/rhr-web/#/procurement/2862192/general-info>

⁶⁸ Ülle Kroon (2022) *Keskkonnahoidliku IT rakendamise praktika Eesti avalikus sektoris: hetkeseis ja arenguvõimalused*, Master's thesis, Tallinn University, School of Digital Technologies.

requirements only exclude some smaller manufacturers who have not been able to engage in greening in a degree comparable to major companies. According to the leasing companies interviewed, the environmental performance requirements provided above do not have a significant effect. Optimisation of processes related to procurement and consumption and raising people's awareness is seen as having a greater effect in the context of Estonia, for instance, when leased equipment is quickly returned upon expiry of the leasing period and upon teaching prudent use of equipment to ensure that it lasts.

According to representatives of the state agencies, they have proposed additional environmental performance requirements to RIK, because the agencies generally lack expertise regarding environmental compatibility in the field of ICT. A solution where RIK centrally establishes environmental performance requirements in cooperation with the Ministry of the Environment or the Ministry of Economic Affairs and Communications, taking into account the requirements developed by the European Union⁶⁹ and best practices, is preferred.

As local governments are not obligated to participate in RIK's central procurements, their procurement processes are more varied. Local governments can also participate in RIK's central procurements should they wish. This option is used by Saaremaa Municipality, for example, and partly also by Tallinn City Government. Tallinn also conducts procurements independently where necessary, where environmental requirements are added by example of RIK's central procurement. Alutaguse Municipality organises its own procurements and has established environmental performance requirements for them. At the same time, there is a need to prepare procurements, including to establish requirements concerning the environment, and supporting instructions. The ICT equipment of Lääne-Harju Municipality is procured and managed by Telia as a service provider. Equipment is chosen in cooperation with Telia on a case-by-case basis and no procurements are organised for purchasing computers.

Use period of leased equipment

In their environmental impact reports, manufacturers have mainly estimated that the useful life, i.e. the use period is four years for computers and six years for monitors. On the basis of the institutions interviewed and data collected, it can be said that the institutions' assessment of the useful life of equipment is similar to that of manufacturers. For instance, SMIT offers a computer workstation service, where the use period is four years for computers and six years for monitors.

However, according to the computer leasing service providers interviewed, the most common leasing period is three years for laptops, five years for desktop PCs and four years for monitors. This is due to various factors: 1) the warranty period of a laptop is generally three years and a shorter leasing period allows leasing service providers to avoid repairing equipment after the warranty period; 2) the residual value of a laptop is significantly reduced in the fourth year, which is why a three-year leasing period is more useful in terms of business.

From the perspective of the institutions, earlier replacement of a leased device does not affect the amount of the lease payment, which is why they often prefer to replace devices with newer models earlier. At the same time, RIK's central procurements also allows to lease equipment for a longer period if time (e.g. laptops for four years) and some agencies make use of this opportunity.

Use period of purchased equipment

The useful life of a device purchased for an institution via a procurement is often linked to the availability of spare parts and manufacturer's support (4-6 years), but in reality, a device may offer value longer than prescribed by the manufacturer. Purchased equipment is mostly used even after the useful life prescribed by the manufacturer, but not by the institutions themselves. For instance, equipment removed from use is given to less demanding users (libraries and schools) or found new owners via auctions. There are institutions that attempt to prolong the useful life of equipment themselves – for instance, by adding RAM to computers.

⁶⁹ <https://ec.europa.eu/environment/gpp/pdf/toolkit/computers%20and%20monitors/ENV-2021-00071-00-00-EN-TRA-00.pdf>

The use period of the ICT equipment of local governments is currently longer than that of state agencies – around 5-10 years. This is due to a lack of resources for purchasing new equipment, but also the opportunity of local governments to continue using used equipment in day centres, schools, libraries and nursery schools, for example.

According to the providers of computer leasing services, however, schools, nursery schools and other institutions that used to prefer used devices have started to purchase more and more new equipment. According to the companies interviewed, this is caused by an increase in prosperity in Estonia – there are financial means for purchasing new equipment. Nursery schools, schools, libraries and other institutions still prefer used equipment with more affordable leasing payments when leasing, but opt for new devices when purchasing.

Purchase or lease?

An increasing number of the users of central IT equipment procurement prefer leasing over immediately purchasing the equipment. The lease period is usually 3-4 years, after which the equipment is returned to the lessor. Public procurements do not currently establish any obligations or requirements for lessors in terms of further use of equipment, which is why the leasing service provider can decide on its fate. In the case of a leasing service, institutions have no option of updating the components of devices themselves and therefore extend their useful life.

As part of the analysis, the largest two IT equipment leasing service providers in Estonia (Green IT OÜ, Atea Finance OÜ) were interviewed. The companies confirmed that they direct all of the equipment leased by state agencies for 3-4 years back in circulation after the leasing period. Individual devices that have been damaged so severely during the leasing period that they are not covered under the terms and conditions of the manufacturer's warranty are an exception. If a device cannot be repaired, it is disposed of in accordance with waste management requirements. If a device's condition allows it to be repaired, it is put back in circulation. According to both leasing service providers, equipment to be disposed of forms a marginal share of the total equipment leased to the government.

The general practice of leasing companies when reusing equipment is to delete the information on the hard drive of devices returned (removing and destroying the hard drive where necessary), update the software on the device and put it on the secondary market. Leasing service providers generally sell used equipment to partner companies (e.g. FoxWay,⁷⁰ and Bitboard⁷¹) via whom the majority of computers are sold in other countries. The global used computer market is great, and it is possible to find new owners for nearly all devices. To a lesser degree, the companies interviewed re-lease used equipment in Estonia, but due to the market being small, most of the equipment is transported to other countries via partners.

GreenDice, which promotes a better and more conscious computer technology consumption culture, is worth a special mention.⁷² This is an Estonian organisation that offers smart solutions for extending the useful life of computers in both Estonia and abroad. One of the greatest differences of GreenDice compared to regular leasing companies is that the users who find devices via GreenDice are offered technical support in order to keep them running. Once a device has reached the end of its useful life and can no longer offer value to anyone, the company will collect it and recycle the materials extracted therefrom.

GreenDice has found new owners for used devices through various projects, including by giving computers to the children of Ukrainian war refugees for participating in distance learning, but also by updating the computer classes of Estonian schools with better equipment. The public sector does not yet cooperate widely with GreenDice. To date, its main partner has been Alutaguse Municipality.

⁷⁰ <https://www.foxway.com/en/>

⁷¹ <https://www.bitboard.ee/et/>

⁷² <https://greendice.ee/>

Even though equipment is generally leased via RIK's central procurements, there is still a wide range of leasing service providers. According to the data collected, the following companies currently offer the leasing service of various IT equipment to the government: Green IT OÜ, Atea Finance OÜ, Datagate OÜ, Overall Eesti AS, SIA Citadele Leasing Eesti Filiaal and ABcom Kaubanduse OÜ.

The computer leasing service providers interviewed see their service as a green solution, because used devices are not left to sit idly in institutions, but are immediately re-used. The problem of used equipment piling up is also confirmed by the data collected from the institutions – warehouses often contain a great number of old devices that are not likely to be used again. In order to improve the current leasing model, the leasing companies proposed to establish a shorter period for returning devices to leasing service providers (currently two months). This way, the devices would find their way to new users more quickly and the period during which they remain unused would be reduced.

Of the central IT institutions, the leasing model is widely used by SMIT, RMIT, TEHIK and RIK, even though all of them still manage purchased equipment, too. One clear future trend is the increasingly wider adoption of the leasing model and ceasing the use of purchased equipment entirely.

KeMIT is the only one who does not currently use the leasing model and purchases all of its computer workstation equipment. KeMIT uses operating lease only in the case of some individual printers. They pointed out limited financial resources as the reason for avoiding the leasing model. Leasing would entail a fixed cost for the institutions, in relation to which they see a risk that there may not be sufficient means to cover the leasing payments in certain years. In order to mitigate the risk, equipment is purchased and computers are often used longer than the planned four years. Every year, the aim is to replace around 25% of equipment, so that the all computers are updated in a four-year cycle. In reality, this objective is not achieved every year and computers are used longer than planned. Equipment is also repaired, especially when it comes to more expensive devices with longer useful life, which are usually used for six years.

Local governments still prefer to purchase equipment. This is seen as an economically affordable alternative, as equipment is used longer than the four years fixed in the leasing contracts of the central procurement. Of the local governments interviewed, the leasing service has been used by Saaremaa Municipality (at the end of the leasing period it was decided to purchase the equipment at the residual value and currently the leasing model is not used for financial reasons), Lääne-Harju Municipality (subordinate bodies lease used equipment) and the City of Tallinn (the leasing model is partly used, but purchasing is increasingly preferred, because the computers last longer than the 3-4 years fixed in the leasing contract). To date, Alutaguse Municipality has purchased its equipment. According to the Association of Estonian Cities and Municipalities, municipalities mainly lease equipment so that they purchase it at the end of the leasing period (e.g. four years) and continue using it. Overall it can be said that local governments do not exclude the leasing model, but it is significantly less widespread than elsewhere in the public sector.

Disposal

The central workstation equipment procurement organised by RIK (e.g. number 232482) includes separate requirements for equipment disposal (see Table 3). According to these, suppliers must follow the relevant legislation and best practices upon disposal of products. No precise requirements are established for disposal.

Table 3. Requirements for disposal established in the specifications of RIK's central procurement of laptops and tablet computers⁷³

Disposal requirements established in the specifications of sample procurement	
1)	At the request of the contracting authority, the supplier must accept from the contracting authority upon supplying the products purchased during the validity period of the contract or later a number of products equal to the number of products purchased under the contract for recycling. Packaging is covered by the supplier. The supplier must ensure a courier for the products

⁷³ <https://riigihanked.riik.ee/rhr-web/#/procurement/2862192/general-info>

	accepted for recycling, who shall collect the product for disposal at the time of delivery of the product ordered or within two weeks after the delivery of the product ordered.
2)	The supplier must accept the products specified in clause 1 at the contracting authority's location.
3)	The supplier must ensure recycling of the accepted product in accordance with the relevant laws applicable in the field and best practice. In case of reasonable doubt, the contracting authority has the right to demand that the supplier submit the respective certificates.
4)	At the contracting authority's request, the supplier must dispose of the packaging materials and software data carriers generated during the delivery, distribution or later installation of the product.

According to the IT companies and state agencies interviewed, equipment is disposed of relatively rarely owing to the widespread use of the leasing model. Once a device purchased for an institution is no longer suitable for work, it is given to less demanding users where possible. Some institutions (e.g. RMIT) have sold their used equipment at auctions, but due to the limited interest of buyers and the administrative burden of organising auctions, this is comparatively rare. According to the institutions, the equipment that can no longer offer value to anyone are disposed of. Used products are handed over to a waste management company for disposal. The institutions do not have a precise overview of what the disposal partner does with the equipment and how. In conclusion, it can be said that the institutions have established general disposal-related processes, but there are no common practices or requirements and the activity is not linked to the institutions' wider environmental objectives.

In the case of local governments, practices varied more than in state agencies. Alutaguse, Lääne-Harju and Saaremaa Municipalities have extended the useful life of equipment by nearly always giving the municipal government's old equipment to libraries, day centres and schools. Thus, the useful life of a computer in Saare Municipality, for example, is up to 8-10 years. In Alutaguse and Saare Municipalities, equipment is disposed of in the local waste treatment plant. Alutaguse Municipality has also put old equipment back into circulation or recycled it with the help of GreenDice mentioned above. The equipment of Lääne-Harju Municipality is managed as a service by Telia, which includes sales or disposal of old equipment. The decision is made jointly by assessing the age and condition of the equipment.

The organisation of the re-use of the extensive computer pool of the City of Tallinn is currently very unclear. A situation where old equipment are left unused upon purchasing new equipment and are not re-used or disposed of, occurs frequently. The city is aware of the problem and has attempted to add requirements promoting re-use in new procurements. Cooperation with the city's waste management unit aims to ensure that all devices with value are re-used via a partner.

4.1.1.3 Environmental impact assessment

The institutions are divided into three groups in terms of their environmental impact assessments:

- 1) IT centres of ministries (SMIT, RMIT, KeMIT, TEHIK, RIK);
- 2) state agencies with different profiles (MKM, RIA, HM/HARNO, KeA, PPA);
- 3) local governments (the City of Tallinn, Saaremaa Municipality, Lääne-Harju Municipality and Alutaguse Municipality).

The environmental impact of each group is addressed separately below, after which a general assessment is given to the environmental impact of the life cycle of Estonia's digital government ICT equipment.

Assessment of the environmental impact of the ICT equipment life cycle of IT centres

In the state agencies, organisation of information technology is largely consolidated by ministries' areas of administration. The state currently has six information technology centres of ministries, which provide information technology management and development services. The current analysis included five of them. The IT centre of the Defence Forces' Cyber Command (KV-KVJ) was not part of the study sample.

According to the 2020 analysis of the organisation of basic ICT services⁷⁴, five IT centres of ministries offer the workstation service to 74% of state agencies (see Table 3). The list of institutions using the services of central IT centres is not published in the report for security reasons.

Table 4. Number of institutions using the computer workstation service of IT centres (source: IT centres).

IT centre	Institutions using the computer workstation service
SMIT	4
RMIT	36
KeMIT	6
TEHIK	7
RIK	30

The CO₂e footprint of the workstation equipment offered to the institutions by IT centres is given as an aggregate below (see Table 5).

Table 5. CO₂e aggregate footprint of the life cycle of ICT equipment managed by IT centres (sources: IT centres and EY).

ICT device	CO ₂ e aggregate footprint of the life cycle (kgCO ₂ e)					
	SMIT	RMIT	KeMIT	TEHIK	RIK	Total
Laptops	1,099,246	1,247,819	38,381	901,010	1,111,562	4,398,018
Desktop PCs	1,576,675	1,592,047	N/A	273,105	4,311,511	7,753,338
Monitors	3,397,351	1,496,775	69,010	1,235,757	611,021	6,809,914
Printers	Quantity: 1,591	Quantity: 1,714	Quantity: 4	Quantity: 264	Quantity: 975	Quantity: 4,548

The method used to calculate the results is described above (see Chapter 4.1.1.1). It was not possible to determine the environmental impact of the desktop PCs of KeMIT, as the quality of the data collected was not sufficient. The data of KeMIT enabled to identify individual devices that could be used both as a server and a workstation/desktop PC. The purpose of the devices could not be determined on the basis of the data, which is why these individual devices were excluded from the calculations.

Nor was it possible to determine the environmental impact of printers. In order to obtain an overview of the volumes, the number of printers used is given above (Table 5) and in other tables presenting assessments where possible. On the one hand, measuring was impeded by the quality of the data forwarded by the institutions – it was not possible to distinguish between large multi-functional printers used by the whole office/floor and smaller, individually used printers. On the other hand, printer manufacturers (unlike computer and monitor manufacturers) do not publish or prepare environmental footprint reports for their products, which is why the study lacked data required for providing assessments.

In order to understand the results better, we compare the footprint of IT equipment with that of a car that has a diesel engine consuming 5 litres of fuel per 100 km.⁷⁵ The aggregate footprint of laptops is around 4,400 tCO₂e. A diesel car generates an equivalent footprint upon covering around 18.8 million kilometres.

Laptops are more common in the country than desktop PCs, but the footprint of desktop PCs is still greater than that of laptops, because the CO₂e footprint of one desktop PC is generally much larger. The aggregate footprint of the desktop PCs managed by five IT centres is around 7,750 tCO₂e. A diesel car generates an equivalent environmental footprint upon covering more than 33 million kilometres.

⁷⁴ PwC (2020) *IKT baasteenuste korrastamise analüüs*. <https://www.rahandusministeerium.ee/et/uuringud-ja-analuusid>

⁷⁵ Calculator used: https://co2.myclimate.org/en/car_calculators

The footprint of the life cycle of monitors is similar to or slightly larger than that of laptops, but as one employee often uses several monitors, the footprint of monitors is the largest – 8,700 tCO₂e, which is equal to covering around 37 million kilometres in a diesel car.

Therefore, the environmental footprint of the life cycle (production, use and disposal) of the equipment managed by IT centres (laptops, desktop PCs and monitors) is comparable to that of 4,450 diesel cars in one year (annual kilometrage of 20,000 km). **In relation to this comparison it must be noted that the footprint of the ICT life cycle includes the whole life cycle period of the equipment (4-6 years depending on the device).**

How large is the total environmental footprint of all of the workstation equipment of state agencies (laptops, desktop PCs and monitors)? By expanding the environmental footprint (20,850 tCO₂e) of the equipment of the workstation service of the five IT centres, which covers 74% of state agencies), the environmental footprint of one life cycle of the workstation equipment of the government may be approximately 26,000 tCO₂e, which is comparable to covering more than 111 million kilometres in a diesel car (see also Figure 12). 5,555 diesel cars generate an equivalent environmental footprint within one year (annual kilometrage of 20,000 km).

It is important to note that the majority of the footprint of a piece of equipment is generated upon manufacturing (at the start of the life cycle) and the longer it is used, the smaller the total environmental footprint of its use will be.

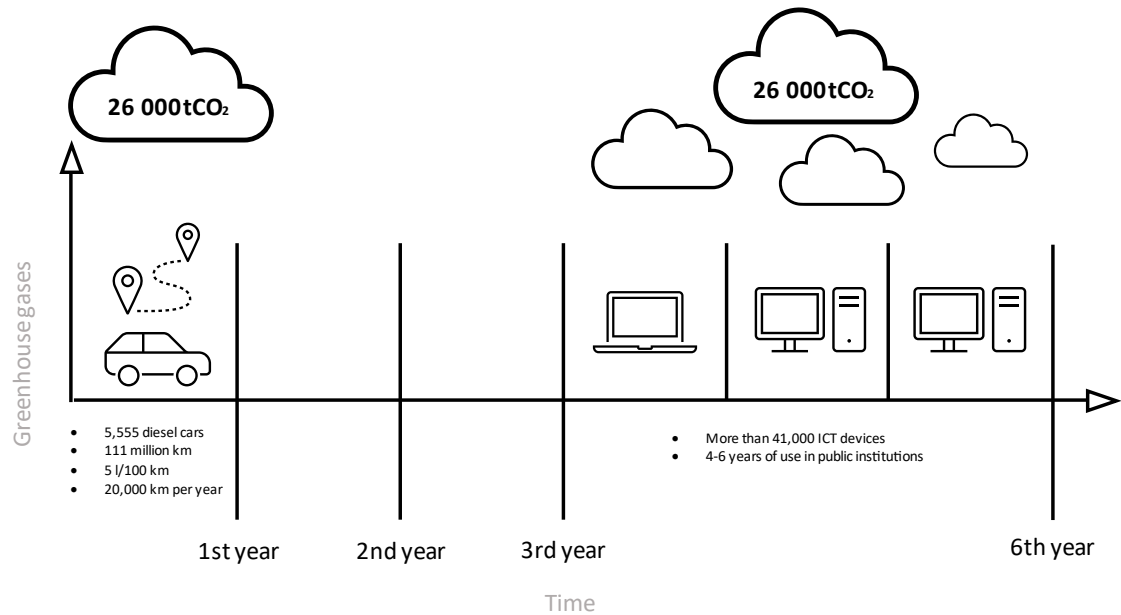


Figure 12. A comparison of the environmental footprint of distance covered in a diesel car and of the life cycle of ICT equipment in Estonian state agencies.

By dividing the results presented in the previous table (see Table 5) by the number of devices, we get the average CO₂e footprint of the life cycle per one device (see Table 6). When looking at the average footprint of the workstation equipment of IT centres, the greatest difference emerges in the case of laptops. The average environmental footprint of the life cycle of one laptop is between 318-477 kgCO₂e. In the case of desktop PCs and monitors, the difference between the averages is smaller (421-595 kgCO₂e and 487-552 kgCO₂e respectively).

Table 6. The average CO₂e of the life cycle of the ICT equipment of IT centres per one device (source: IT centres and EY).

ICT device	Average life cycle CO ₂ e footprint per one device (kgCO ₂ e)				
	SMIT	RMIT	KeMIT	TEHIK	RIK
Laptops	350	460	457	477	318
Desktop PCs	567	587	N/A	595	421
Monitors	482	552	504	487	514
Printers	Quantity: 1,591	Quantity: 1,714	Quantity: 4	Quantity: 264	Quantity: 975

In the future, it is reasonable to determine the environmental footprint of workstation equipment on the basis of reference values. For instance the average environmental impact of 422.5 kgCO₂e of a laptop is used as a reference value.⁷⁶ Considering that the manufacturer-estimated potential error of the data published by manufacturers on the environmental footprint of the life cycle is 15-20%, we get 338 kgCO₂e by reducing the aforementioned average value by 20% and 507 kgCO₂e. by increasing it by 20%. If we compare the result with the range of the environmental footprint of the life cycle of laptops in IT centres (318-477 kgCO₂e) it can be said that the result is within the margin of error and that the use of reference values in further calculations does not significantly affect the precision of the result.

In general, the more materials are used to produce a device, the larger the device's environmental footprint. Therefore, more powerful and bigger laptops, big and more powerful desktop PCs and large monitors have a larger footprint. Larger and more powerful devices should not be opted for without an actual need. The physical size of a device is a more important indicator, because the footprint of a smaller and powerful laptop, for instance, is smaller than that of a desktop PC with a comparable or poorer performance.

Assessment on the environmental impact of the life cycle of ICT equipment of state agencies

The aggregate environmental impact of the life cycle of the main workstation equipment (laptops, desktop PCs and monitors) of the state agencies in the analysis sample depends on the number of employees, because institutions with more employees require more equipment.

The average CO₂e footprint of a life cycle per one device is somewhat smaller than in the case of IT centres. IT centres also offer the service to several institutions using more powerful devices, which is why their average is somewhat greater.

Table 7. The average CO₂e of the life cycle of the ICT equipment of sampled IT centres of state agencies per one device (source: agencies and EY).

ICT device	Average life cycle CO ₂ e footprint per one device (kgCO ₂ e)				
	MKM	RIA	HM/HARNO	KeA	PPA
Laptops	370	360	308	478	371
Desktop PCs	0	654	625	N/A	595
Monitors	501	534	N/A	491	480
Printers	Quantity: 7	Quantity: 21	Quantity: 1	Quantity: 217	N/A

Assessment on the environmental impact of the life cycle of ICT equipment of local governments

Calculation of the environmental footprint of the main workstation equipment of local governments only included the data from municipal governments, i.e. schools, libraries and other subordinate bodies have not been included. For monitors, data of suitable quality for analysis could only be found in Alutaguse Municipality. The study did not manage to collect data suitable for analysing printers.

⁷⁶ <https://circularcomputing.com/news/carbon-footprint-laptop/>

The average CO₂e footprint of the life cycle of the main workstation equipment of local governments per one device is similar to the results of the IT centres and state agencies (see Table 8). One exception is Alutaguse Municipality, which used similar newer business class devices with a smaller environmental footprint.

Table 8. The average CO₂e of the life cycle of the ICT equipment of sampled local governments per one device (source: local governments and EY).

ICT device	CO ₂ e footprint of life cycle (kgCO ₂ e)			
	Tallinn	Saaremaa	Lääne-Harju	Alutaguse
Laptops	400	437	452	289
Desktop PCs	407	511	493	645
Monitors	N/A	N/A	N/A	477

Summary of assessments

The assessments collected are summarised on the figure below, which compares the average values of the CO₂e footprint of the institutions' workstation equipment. The results for IT centres are presented in dark grey, the results for local governments in yellow and the results of state agencies in light grey.

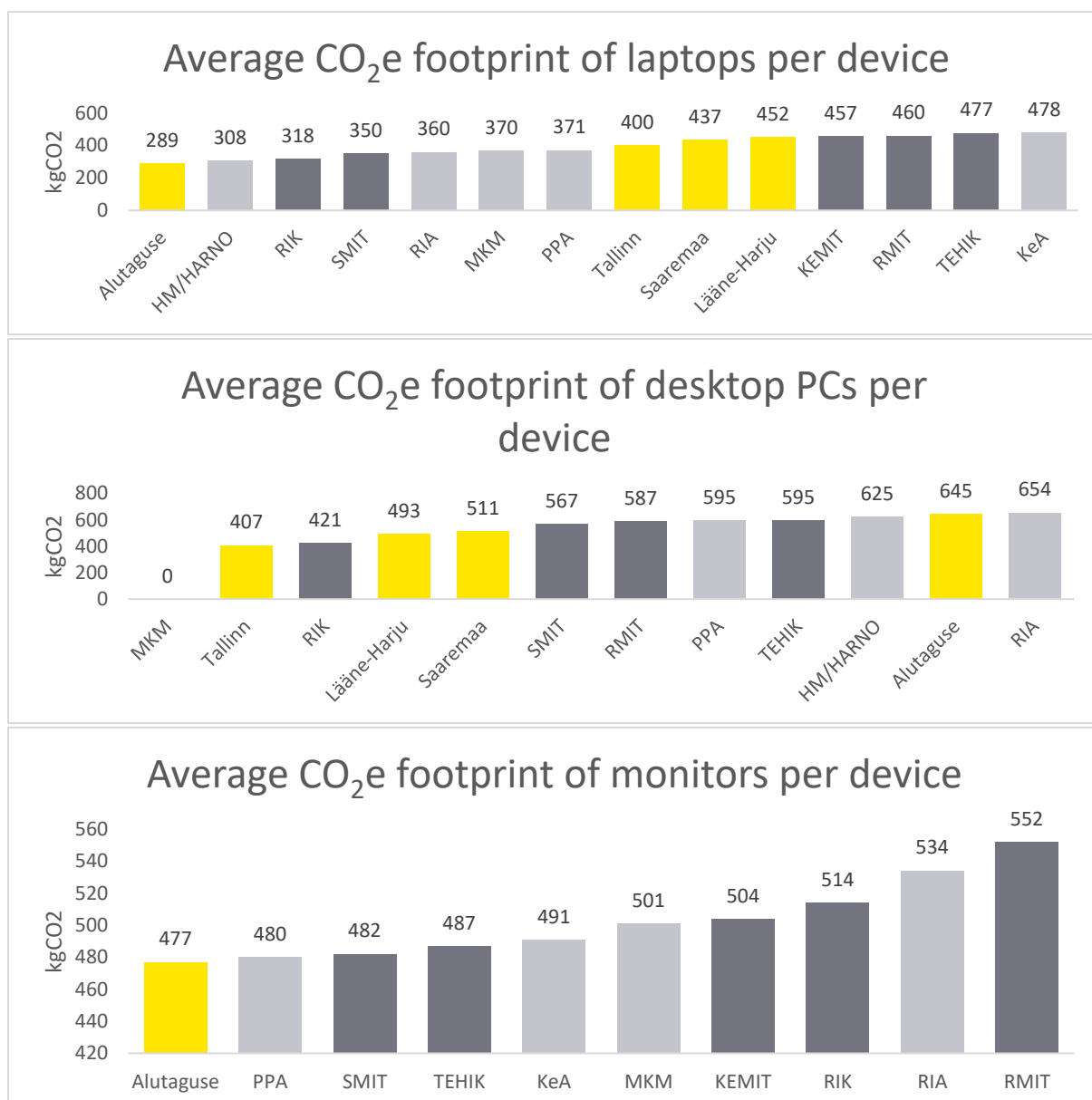


Figure 13. The average CO₂e footprint of ICT workstation equipment by institutions (source: institutions and EY).

The size of the environmental footprint depends on the models of the devices used. Estonia can influence the footprint generated by the use of ICT equipment the most by selecting products with the smallest production footprint. The footprint of larger and more powerful devices is greater and these should not be chosen without a clear need. At the same time, it can be said on the basis of the interviews that more powerful equipment is used only in limited, specific work processes. If a more powerful device has been chosen, its use is also mostly justified.

The great popularity of leased equipment is welcomed from the perspective of environmental impact, taking into account the leasing companies' practice of directing the devices leased to institutions back in circulation. In order to reduce environmental impact, it is important to use equipment as long as possible. Business-class equipment can generally be used longer than the 4-6 years prescribed by manufacturers. As the quantities of excessive used equipment are large, it is difficult to find new users for all of the devices in Estonia. Therefore, purchased devices entail a risk that they will remain unused. This is why it is useful to use the leasing model, where returned equipment is sent to foreign countries with a considerably larger secondary equipment market.

4.1.2 Energy consumption of ICT equipment

4.1.2.1 Assessment method

The calculations of the environmental footprint of the ICT equipment life cycle presented in the previous chapter also include the environmental impact of the use of the equipment, which mostly forms 10-15% of the total impact of the life cycle. The environmental impact generated by use of ICT equipment directly depends on the amount of electricity consumed and its method of production. By assessing the environmental impact of the life cycle (see also Chapter 4.1.1.3), equipment manufacturers have already assessed the environmental impact of the use of their products based on generalised values. The actual impact of the use of a device depends on the energy sources used in the country where the device is located. Historically, the CO₂ footprint of Estonian electricity production has been great, because it is produced from oil shale. In the recent years, the share of oil shale has been significantly reduced owing to the green transition, which has also been accelerated by the raising prices of CO₂ emission allowances. Thanks to this, the share of renewable energy has increased and reached a new record in 2021 – 32% of electricity and heat production.⁷⁷ The war that began in Ukraine in February 2022 may, however, increase the volume of oil shale energy and other energy production with a large CO₂ footprint.

The institutions themselves do not monitor the energy use of their ICT equipment or collect the related data. The majority of the buildings of the institutions are managed by Riigi Kinnisvara Aktsiaselts (RKAS), which calculates the cost of electricity only based on buildings. One building may include several institutions, which is why it is impossible to identify the energy consumption of a specific institution without installing additional measuring equipment. The electricity consumption of a building can be divided between institutions based on square metres, but this does not provide an overview of the actual consumption, because institutions partly use the same rooms. Nor would the total electricity consumption of a building provide information on the precise energy use of ICT equipment, because electricity bills are issued for the electricity consumed by all consumers. The situation is made more complicated by the change in work order owing to the COVID-19 pandemic, i.e. for the last two years, employees have partly worked remotely. Therefore, the data on the actual electricity consumption of the institutions' ICT equipment could not be used in the current analysis. Due to a lack of a cooperative institution, the study could not unfortunately conduct the experiment of measuring the actual energy consumption of an employee's computer.

Therefore, in order to analyse the environmental footprint generated from direct use of ICT equipment, we once again relied on data published by manufacturers. As a result of the Energy Star requirements⁷⁸, manufacturers have published their average energy consumption indicators. The readings have been found by using the Typical Energy Consumption (TEC) method.⁷⁹ TEC tools for testing and comparing the energy consumption of a device measure the energy consumption upon regular use of the product in kilowatt-hours (kWh) in a certain period of time. Manufacturers have generally published the annual TEC.

In the current analysis, the annual TEC indicators published by the manufacturers of the institutions' ICT equipment models were collected. If the required data had not been published for certain models of a device, the data on a similar model were used. In cases where a similar model could not be found, data imputation was

⁷⁷ https://www.energia.ee/-/doc/8644186/ettevotttest/aastaaruanne/pdf/EE_ENG_2021.pdf

⁷⁸ Energy Star is an energy efficiency label established by the authorities of the United States in 1992 (<https://www.energystar.gov/>), which the European Union was also part of until 2018 (https://wayback.archive-it.org/12090/20220328142612/https://energy.ec.europa.eu/topics/energy-efficiency/energy-label-and-ecodesign/energy-star_en/). The European Commission has established its Ecodesign requirements for ICT equipment (https://ec.europa.eu/info/energy-climate-change-environment/standards-tools-and-labels/products-labelling-rules-and-requirements/energy-label-and-ecodesign/energy-efficient-products/computers-and-servers_en/).

⁷⁹ ENERGY STAR Program Requirements for Computers. Version 8.0 (2020) https://www.energystar.gov/sites/default/files/ENERGY%20STAR%20Computers%20Final%20Version%208.0%20Specification%20-%20Rev.%20April%202020_0.pdf

used, meaning that missing values were replaced with suitable replacement values, using the median value of the data collected on other devices. The use of median values enabled to avoid the impact of exceptions.

Determining the environmental impact of the energy use of an ICT device requires the environmental impact of energy production in addition to the device's energy consumption. There are several electricity producers in Estonia and determining one value that takes into account the environmental footprint of all energy producers would be complicated. As all of the energy used by the buildings managed by RKAS is currently purchased from Eesti Energia,⁸⁰ the study was able to rely on the data published by Eesti Energia.

The newest and most comprehensive overview of the environmental impact of energy production in Estonia is provided in the annual report of Eesti Energia.⁸¹ Based on the volume of electricity consumed by clients, Eesti Energia had the largest market share in Estonia in 2021 – 57%. In 2021, Eesti Energia produced a total of 5,217 GWh of electricity, of which 1,647 GWh, i.e. 32% was renewable energy. The CO₂ intensity of the electricity production of Eesti Energia was at 0.74 t/MWh. The work towards greener electricity production continues and the company aims to produce electricity only from renewable sources by 2035. The production must become fully carbon neutral by 2045.

The study calculated the environmental impact of ICT equipment via the annual amount of carbon dioxide emissions generated upon the production of the electricity consumed. We relied on the following values upon determining it:

- 1) Annual energy consumption of an ICT device according to the TEC published by the manufacturer (kWh);
- 2) The reference value of the carbon footprint of Eesti Energia's energy production: 0.74 tCO₂/MWh.

4.1.2.2 Institutions' practices

The electricity consumption of workstation equipment (computers, monitors and printers) is not separately measured in the institutions included in the study. The energy consumption of workstation equipment is small according to the interviewees and no value is seen in monitoring it. It is also presumed that the requirements established for the energy use of equipment are set forth in RIK's central hardware procurements (energy label) and this ensures sufficient efficiency. However, the institutions measure the electricity consumption and efficiency of larger server rooms (a more detailed overview is given in Chapter 4.1.3.2).

The institutions do not generally have an overview of their electricity bills, because the buildings are managed by RKAS, but there are exceptions where an institution manages its own property. Institutions can select green energy when choosing an electricity package, in which case Eesti Energia ensures that the amount of energy consumed by an institution is produced from renewable sources. According to a representative of RKAS, the share of green energy is minimal in the electricity consumed by the government – green energy is currently only purchased by the Office of the President of the Republic and Hoolekandeteenused AS. Of the local governments interviewed, the City of Tallinn has made a conscious choice by entering into a contract for green energy. Lääne-Harju Municipality is planning to retroactively purchase a green energy certificate for the electricity consumed in the previous year.

However, RKAS has started to plan a more widespread adoption of green energy. In 2022, there is a plan to conduct a green energy procurement. If this is successful, 50% of whole real estate portfolio of RKAS will begin to use green energy. Electricity would not be bought from the electricity exchange, but directly from green energy producers for a fixed price. RKAS can make a decision to transition to green energy independently without needing the institutions' permission. Such a development would reduce the carbon footprint of ICT equipment by nearly 50%.

⁸⁰ The energy supplier may be replaced as a result of a public procurement in the second half of 2022.

⁸¹ https://www.energia.ee/-/doc/8644186/ettevotttest/aastaaruanne/pdf/EE_ENG_2021.pdf

The attitude of the institutions interviewed towards green energy tends to be sceptical. Higher prices of green energy is seen as one problem. As the resources are limited, this extra cost is difficult to justify. It was also pointed out that purchasing green energy from the energy exchange is akin to greenwashing. According to the institutions, this does not entail an actual change in the actual electricity production and the establishment of the requirement to use green energy in relation to ICT was not considered reasonable. It was pointed out that the root cause of the problem should be addressed first by increasing the volume of green energy production and develop possibilities for storing green energy, so that the green energy supply would be less dependent on weather.

The regular energy saving practices are widespread in the institutions: computers are generally shut down and monitors switched off for the night. If employees do not shut down the devices themselves, both computers and monitors have been configured to automatically switch to energy saving mode.

The use of printers has reduced over time. Printing volumes are decreasing and the institutions generally use shared printers, of which there is one for each floor in every institution, for example. The need for printers largely depends on the work a specific institution does – ministries need printers more than IT centres. In order to save energy, printers also automatically switch to standby mode. Nevertheless, the footprint of printers is considered to be relatively large, because they are not used most of the time. This has been exacerbated by work organisation changes triggered by COVID-19, which has resulted in office printers being used even less.

4.1.2.3 Environmental impact assessment

Upon providing environmental impact assessments, the sampled institutions has once again divided into three groups:

- 1) IT centres (SMIT, RMIT, KeMIT, TEHIK, RIK);
- 2) state agencies with different profiles (MKM, RIA, HM/HARNO, KeA, PPA);
- 3) local governments (the City of Tallinn, Saaremaa Municipality, Lääne-Harju Municipality and Alutagus Municipality).

The following presents the environmental impact of use of every type of device and a general assessment on the environmental impact of ICT equipment use in the Estonian public sector.

Assessment of the environmental impact of the energy use of ICT equipment managed by IT centres

In order to provide assessments, we first calculated the annual electricity consumption of the ICT equipment managed by IT centres per one device (see Table 9).

Table 9. Average energy consumption of ICT equipment managed by IT centres per one device (kWh/per year) (source: IT centres and EY).

ICT device	Average electricity consumption of ICT equipment (kWh/year)				
	SMIT	RMIT	KeMIT	TEHIK	RIK
Laptops	25	32	24	27	24
Desktop PCs	76	86	92	78	69
Monitors	41	41	44	39	41
Printers	Quantity: 1,591	Quantity: 1,714	Quantity: 4	Quantity: 264	Quantity: 975

The CO₂⁸² intensity of the electricity production of Eesti Energia in 2021 was at 0.74 t/MWh. This is multiplied with the manufacturer's data in Table 10, which reflects the annual CO₂ footprint of the electricity consumption of one device.

⁸² The Eesti Energia data are presented for carbon dioxide (CO₂), not the carbon oxide equivalent containing all of the greenhouse gases (CO₂e), which is why they do not include the quantities of methane, nitrous oxide and other greenhouse gases.

Table 10. The CO₂ footprint of electricity consumption of ICT equipment of IT centres per one device (kgCO₂/year) (source: IT centres, Eesti Energia and EY).

ICT device	CO ₂ footprint of electricity consumption of ICT equipment (kgCO ₂ /year)				
	SMIT	RMIT	KeMIT	TEHIK	RIK
Laptops	19	24	18	20	18
Desktop PCs	56	64	68	58	51
Monitors	30	30	33	29	30
Printers	Quantity: 1,591	Quantity: 1,714	Quantity: 4	Quantity: 264	Quantity: 975

The result can be compared with the manufacturer's data in order to verify it. As an example we use a Dell Latitude 5420 laptop, whose environmental footprint report includes detailed data (see also Figure 10).⁸³ The life cycle of a Dell Latitude 5420 generates 364 kgCO₂e. 12.2 of this, i.e. 44.4 kgCO₂e is generated by using the device during its four-year useful life. Therefore, the annual energy consumption of a Dell Latitude 5420 is 11.1 kgCO₂e. Based on the calculations (see Table 10), the CO₂ footprint generated by using a laptop for one year is between 18-24 kgCO₂ in Estonia, which is considerably larger than the indicators calculated by Dell. During a four-year life cycle, the actual CO₂ impact, which takes into account the footprint of Estonian electricity production, is between 72-96 kgCO₂, which is nearly two times higher than the 44.4 kgCO₂e calculated by the manufacturer.

Assessment of the environmental impact of the energy use of the ICT equipment of sampled state agencies

Table 11 and Table 12 include the measurement results of the environmental impact of electricity consumption for the sampled state agencies. These are somewhat higher than the indicators of the device category of IT centres owing to the amount of special equipment used in some agencies.

Table 11. Average electricity consumption of ICT equipment of sampled state agencies (kWh/year) (source: agencies and EY).

ICT device	Average electricity consumption of ICT equipment (kWh/year)				
	MKM	RIA	HM/HARNO	KeA	PPA
Laptops	24	21	20	26	28
Desktop PCs	0	86	83	N/A	78
Monitors	41	47	N/A	43	42
Printers	Quantity: 7	Quantity: 21	Quantity: 1	Quantity: 217	N/A

Table 12. CO₂ footprint of electricity consumption of ICT equipment of sampled state agencies (kgCO₂/year) (source: agencies, Eesti Energia and EY).

ICT device	CO ₂ footprint of electricity consumption of ICT equipment (kgCO ₂ /year)				
	MKM	RIA	HM/HARNO	KeA	PPA
Laptops	18	16	15	19	21
Desktop PCs	0	64	61	N/A	58
Monitors	30	35	N/A	32	31
Printers	Quantity: 7	Quantity: 21	Quantity: 1	Quantity: 217	N/A

Assessment of the environmental impact of the energy use of ICT equipment of sampled local governments

⁸³ <https://corporate.delltechnologies.com/content/dam/digitalassets/active/en/unauth/data-sheets/products/laptops/latitude-5420-pcf-datasheet.pdf>

Table 13 and Table 14 provide the measuring results of the environmental impact of electricity consumption for the sampled local governments, which are comparable to the respective indicators of the state agencies.

Table 13. Average electricity consumption of ICT equipment of sampled local governments (kWh/year) (source: local governments and EY).

ICT device	Average electricity consumption of ICT equipment (kWh/year)			
	Tallinn	Saaremaa	Lääne-Harju	Alutaguse
Laptops	26	21	25	23
Desktop PCs	33	70	119	109
Monitors	N/A	N/A	N/A	39
Printers	N/A	N/A	N/A	Quantity: 4

Table 14. CO₂ footprint of electricity consumption of ICT equipment of sampled local governments (kgCO₂/year) (source: local governments, Eesti Energia and EY).

ICT device	CO ₂ footprint of electricity consumption of ICT equipment (kgCO ₂ /year)			
	Tallinn	Saaremaa	Lääne-Harju	Alutaguse
Laptops	19	16	19	17
Desktop PCs	24	52	91	81
Monitors	N/A	N/A	N/A	29
Printers	N/A	N/A	N/A	Quantity: 4

Summary of assessments

Manufacturers of ICT equipment have used different reference values for determining the environmental footprint of using their products in the reports published in different years, which is in turn based on the average indicators of electricity producers (mostly those in the United States). Despite this particularity, the environmental footprint of operating a device using electricity produced in Estonia is around two times larger than the indicators published by manufacturers. This is above all due to the small share of green energy used in Estonia. Compared to the electricity consumption during use, the main determinant of the footprint of a product's life cycle is the environmental impact of its production.

4.1.3 Data centres and cloud services

4.1.3.1 Assessment method

Assessment of the impact of data centres

Globally, the electricity consumption of data centres and computer networks makes the greatest contribution to the increase of the energy use of the ICT sector. In the European Union member states, the annual energy consumption of data centres grew from 53.9 TWh to 76.8 TWh between 2010-2018 and forms around 2.7% of the total electricity consumption of the European Union.⁸⁴ The increasing number of Internet users and popularity of cloud software (SaaS) has brought along skyrocketing data volumes forwarded via the internet. One of the main growth drivers is the popularity of streaming platforms, but also the spread of cryptocurrencies. To date, this has increased the energy costs related to network management, which are increased further by the Internet of Things (IoT) and the required data exchange between devices.⁸⁵ The increase of network traffic resulting from cloud solutions also increases the need for new data centres where the data transferred via networks are stored.⁸⁶ The environmental impact of data centres and cloud services is globally assessed using various standards and methods and companies report their indicators somewhat differently. The European Union has launched a process for achieving the comparability of the measurements used in reporting.⁸⁷

In order to collect information required for assessing the environmental footprint of data centres and cloud services, interviews were conducted as part of this analysis with the sampled IT centres, state agencies and local governments. Two cloud and data centre service providers (RIKS and Telia) were also interviewed. In order to assess the size of server parks and the related environmental impact, additional data were collected from the institutions, but collection of similar and comparable data was obstructed by the differences in the institutions' practices in terms of data protection rules and data collection: measurements are often not performed at all and data is not collected. Therefore, it was not possible to conduct a data-based quantitative comparison of the institutions in terms of data centres and this component was assessed qualitatively. Where possible, this included relying on numerical data collected.

In order to assess the efficiency of the institutions' data centres, additional input was gained from the 2020 analysis of the organisation of basic ICT services,⁸⁸ which mapped the content, quality, cost and problems of the services related to workstation services and basic infrastructure. The basic services viewed included the server infrastructure (see data centres).

In order to assess the environmental footprint of the data centres, information on the following efficiency measures of data centres were collected via interviews:

- ▶ Energy consumption
- ▶ Server heat recovery
- ▶ Server disposal

⁸⁴ European Commission, DG for Communications Networks, Content and Technology, Montevicchi, F., Stickler, T., Hintemann, R., et al. (2020) Energy-efficient cloud computing technologies and policies for an eco-friendly cloud market: final study report, p 16. <https://data.europa.eu/doi/10.2759/3320>

⁸⁵ See e.g. Batz, T., Herzog, R., Watson, K., Summers, J. (2021). IoT Workload Emulation for Data Centers. Project BodenTypeDC. <https://doi.org/10.12688/openreseurope.13079.1>; Aslan, J., Mayers, K., Koomey, J., France, C. (2018). Electricity Intensity of Internet Data Transmission: Untangling the Estimates: Electricity Intensity of Data Transmission // *Journal of Industrial Ecology*, 22(4), pp 785-98. <https://doi.org/10.1111/jiec.12630>

⁸⁶ <https://www.nature.com/articles/d41586-018-06610-y>

⁸⁷ European Commission, DG for Communications Networks, Content and Technology, IDEA, Bilsen, V., Gröger, J., Devriendt, W., et al. (2022) Study on greening cloud computing and electronic communications services and networks: towards climate neutrality by 2050. Final study report. <https://data.europa.eu/doi/10.2759/116715>

⁸⁸ PwC (2020) *IKT baasteenuste korraldamise analüüs*. <https://www.rahandusministeerium.ee/et/uuringud-ja-analuusid>

► Aggregated efficiency measures:⁸⁹

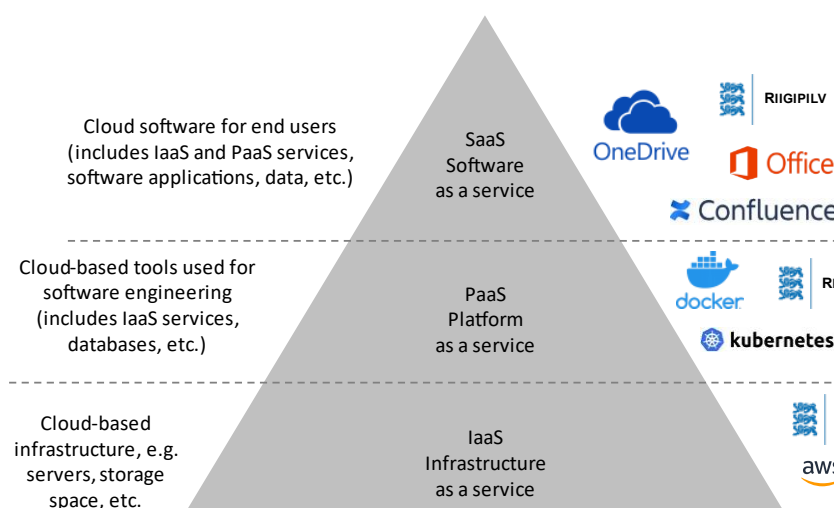
- PUE (Power Usage Effectiveness) – the ratio of the power delivered to computing equipment to the total amount of power used by a data centre. The ideal value of PUE is 1 (i.e. 100% of electricity is used by IT equipment). Globally, the most efficient data centres have a PUE of 1.2 or lower (see also the interpretation of the PUE indicator in Table 15).
- DCE (Data Centre Efficiency) – the efficiency of the data centre ($DCE = 1/PUE = X\%$).
- CUE (Carbon Usage Effectiveness) – the ratio of the carbon dioxide emitted from the total energy consumption of a data centre to the energy consumption of the data centre's IT equipment.
- WUE (Water Usage Effectiveness) – the ratio of the amount of water used for cooling or producing energy in the data centre to the energy consumption of the data centre's IT equipment.

Table 15. Interpretation of the PUE indicator⁹⁰

PUE	DCE	Efficiency
3.0	33%	Very inefficient
2.5	40%	Inefficient
2.0	50%	Medium
1.5	67%	Efficient
1.2	83%	Very efficient

Assessment of impact of cloud services

Cloud services are closely linked to data centres, but the definition of a cloud service is often confusing. Cloud services are most frequently understood as software that the cloud service provider provides to end users, which allows for the use of a functionality located in the service provider's server via the internet. For end users, cloud services often mean cloud storage, which is one type of cloud software (SaaS). One of the most well-known cloud software providers is Microsoft (e.g. the SaaS services of Office 365 are common in the public sector). In addition to SaaS services, two more types of cloud services are distinguished in terms of ICT ((PaaS, IaaS, see Figure 14).



⁸⁹ The Green Grid. <https://www.thegreengrid.org/>

⁹⁰ <https://www.42u.com/measurement/pue-dcie.htm>

Figure 14. Cloud service types (source: Government Cloud and EY).

While SaaS services are aimed at end users, PaaS and IaaS are targeted at IT specialists (software developers and DevOps). Regardless of the service type, the environmental impact of a cloud service is generated via the electricity required to maintain the data centre needed to offer the service and forward data over the internet.

Cloud-based service architecture includes increased data exchange, particularly in the case of SaaS services and this also brings about considerable environmental effects. The main impact factor is the increasing energy consumption of network equipment, but also the waste arising from the production of new network equipment due to increasing demand.⁹¹

The government mainly uses PaaS and IaaS cloud services offered by the Government Cloud. International and private sector cloud solutions are used minimally owing to the data protection restrictions, which is why this analysis does not study their environmental impact in detail.

4.1.3.2 Institutions' practices

Data centres and server rooms of institutions

The 2020 analysis of the organisation of basic ICT services (see Figure 15) provides a detailed overview of the institutions' practices. 73 institutions responded to the related questionnaire and it was revealed that 50 of them use a separate server room. According to the analysis, the actual number of the institutions' server rooms is considerably greater, because the questionnaire was filled in mainly by the institutions whose server infrastructure is more organised.

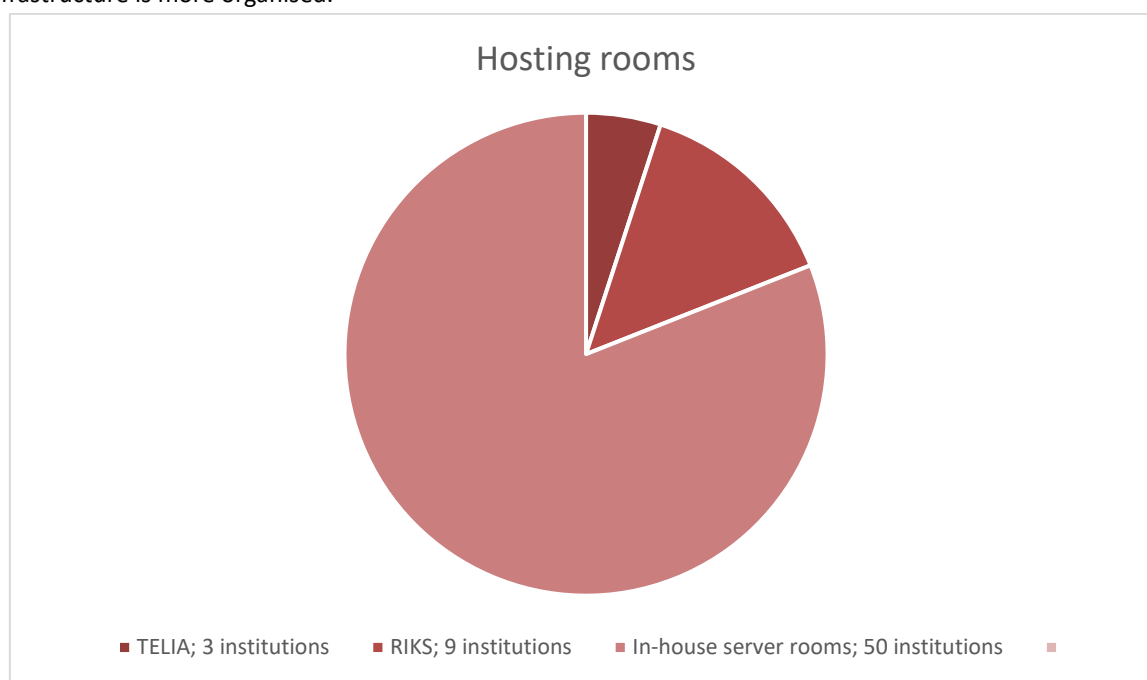


Figure 15. Server infrastructure hosting rooms (source: PwC (2020). *IKT baasteenuste korraldamise analüüs*).

Nearly all of the state agencies interviewed during the study use the RIKS data centres at least in relation to some activities. Around one third of the institutions interviewed use Telia's data centres in parallel. At the same time, nearly half of the interviewees also have their own server rooms, but there are also institutions that have transferred all of their IT services to RIKS and Telia data centres.

⁹¹ Cisco Annual Internet Report 2018-2023. <https://www.cisco.com/c/en/us/solutions/collateral/executive-perspectives/annual-internet-report/white-paper-c11-741490.html>

Four of the local governments interviewed mostly used their own server rooms. None of the local governments interviewed used RIKS' services; two of them also use a Telia data centre in addition to their own solutions.

The institutions mentioned three main reasons for owning their own data centre or server room.

- 1) **Sensitive data** – sensitive must be kept under the institution's control or the institution wants to keep them under its control. The institutions often lacked clarity in terms of data protection rules, which is why they prefer having their own data centre just in case without a particular reason.
- 2) **Past investments** – some of the institutions interviewed used server rooms created a long time ago, which are used out of habit.
- 3) **Fixed cost related to using a service provider's data centre** – the use of RIKS or Telia data centres entails a fixed cost for the institution in the form of a monthly fee. The institutions have had the opportunity to apply for additional funding as an investment in order to build or modernise their own server room, which is why this is seen as a more cost-effective solution. Several interviewees also noted that they felt uncertainty in terms of financing, which is why services generating fixed costs are avoided.

As the institutions do not often measure or calculate the environmental footprint (energy use, PUE and carbon footprint) of their own server rooms, it was not possible to determine their quantitative environmental impact. Based on the international experience, it can be said that maintaining an institution's own server room is more damaging in terms of environmental impact than the use of a shared, optimised data centre:

- ▶ building an institution's own data centre entails great material, transport and energy costs;
- ▶ all of the existing space and server resources cannot be used to the maximum;
- ▶ it is not reasonable to build heat recovery and other efficiency-increasing solutions for small server rooms.

Therefore, the efficiency of small server rooms is low, while large data centres can ensure efficiency with more complicated solutions.

Environmental compatibility practices of RIKS data centres

RIKS currently has two large data centres that mainly offer a server hosting service (a server cabinet) and the equipment in the cabinet (servers) belong to the institution. SaaS service can be used via the Government Cloud.

RIKS data centres use several environmental compatibility solutions:

- ▶ **Implementation of ISO 9000 and ISO 50001**

RIKS uses the ISO 9000 quality management system and the ISO 50001 energy management system. Every year, audits are conducted in the framework of management systems, which is why the institutions are very aware of their capability and limits.

- ▶ **Using residual heat**

One RIKS data centre has a heat recovery system; another one is currently without the option of heat exchange. This would require significant reconstruction work, but the potential exists and the related discussion is ongoing in cooperation with the Ministry of Economic Affairs and Communications.

One problem related to the use of residual heat is finding users for the heat, as it is not reasonable to transport it far from the data centre. In addition to a one-off expense, engagement in heat recovery and other efficiency projects requires creation of additional jobs, for which there are currently no resources.

In addition to the positive side, a representative of RIKS also pointed out some challenges:

- ▶ **Lack of resources for implementing projects designed to increase the efficiency of data centres**

RIKS acknowledges the environmental impact of data centres, but in addition to the environmental effects, one important motivator for addressing efficiency is also the money spent on electricity. In the case of investments increasing efficiency, the return on investment is assessed, e.g. the cost of construction is compared with the price of the energy saved. If the payback period is too long, the project is abandoned. In terms of efficiency, the institutions cooperate with Telia by exchanging practices and experiences.

► **Green energy is not used**

RIKS data centres currently consume electricity at a fixed price and green energy has not been purchased to date. One of the reasons given for this was the instability of the current green energy sources – wind and sun. A data centre’s energy consumption is stable and constant, which is why relying solely on green energy is not possible when purchasing it directly from a green energy producer, as this would not cover the data centre’s needs.

Purchasing a green energy certificate is not considered reasonable. This would allow presenting the data centre as greener, but in reality, it would still be using electricity that pollutes the environment. Nor does RIKS consider making the use of green energy mandatory justified – this should be preceded by ensuring sufficient production volumes and availability of green energy, e.g. by storing nuclear energy or using other technical solutions.

► **Buildings specifically designed as data centres are greener**

RIKS’ experience is that a building specifically designed as a data centre is more efficient than a building that has been built for another purpose and modified into a data centre. One of RIKS’ data centres is located in this kind of modified building. According to RIKS, additional efficiency cannot be achieved via further reconstruction of the building. Efficiency could only be increased by building or renting a new building specifically designed as a data centre.

As the main measure of the efficiency of data centres, RIKS uses PUE, which has been monitored for the last 10 years. Each server room in a data centre is monitored separately. The PUE of the data centre as a whole expresses the weighted average of server rooms.

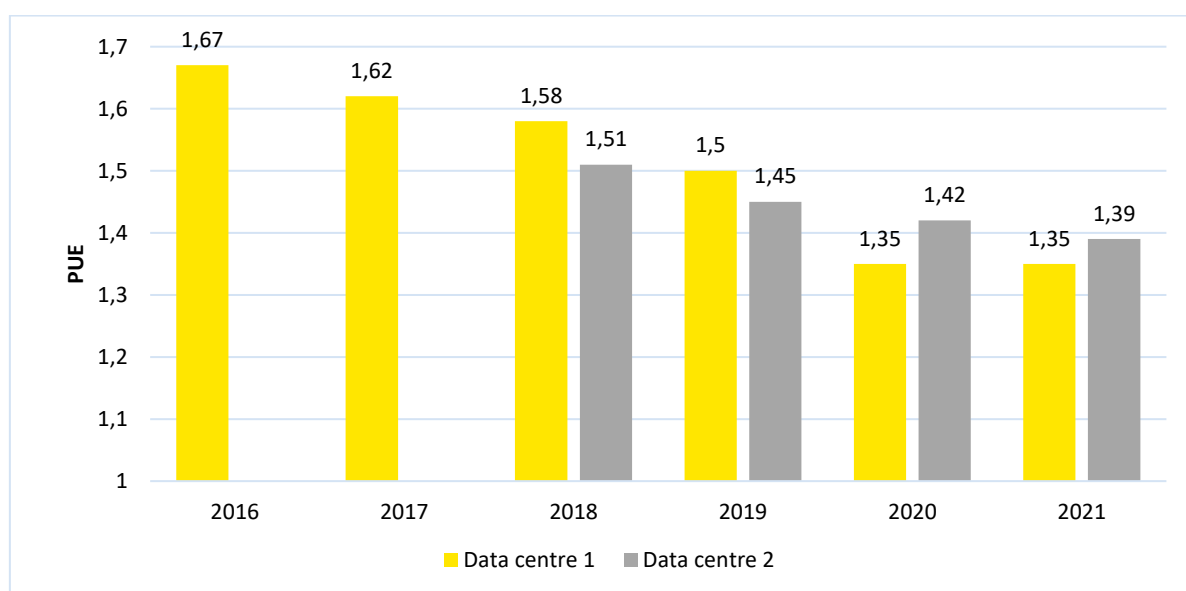


Figure 16. PUE of RIKS’ data centres between 2016-2021 (source: RIKS).

The PUE indicator of RIKS data centres has decreased over time and both data centres can currently be regarded as efficient (cf. Table 15). To compare, the global average PUE was 1.59⁹² in 2020 and the pan-Baltic average PUE of a bank operating in Estonia was 1.43 in 2021.

One of the downsides of PUE as a universal measure is its connection to physical space – if server rooms are not full of equipment, the PUE indicator is higher than the actual capacity of the data centre. According to the interviews, this problem does not exist in the case of RIKS data centres. Data centres are filled quickly and according to RIKS, the PUE indicator expresses the actual capacity of buildings well.

Nevertheless, PUE data are not completely comparable in the case of RIKS. One of the data centre buildings is also used for activities other than the provision of a server room, which is why the energy consumption of the whole building cannot be used in calculations and a partial PUE is used for the part of server rooms instead of the classic PUE, which is estimated to be lower than the result of the calculation concerning the whole building. In the case of data centre 2, electricity consumption of the whole building is taken into account.

As RIKS has applied ISO 50001 energy management system, they consider their PUE indicator reliable. In the ISO 50001 energy management system, an energy balance is prepared, which shows the volumes of energy purchased and the exact purposes for which it was used. The balance numbers must match, but some losses occur in the case of these kind of calculations. Even so, it provides a clear understanding of main energy consumers and problems. Other common measures such as CUE and WUE are not used in RIKS.

Environmental compatibility practices of Telia data centres

Telia currently has four large data centres in Tallinn and a server hosting possibility in two nodes of Telia's core network. Telia offers a broad range of services: equipment hosting, data transmission services, web hosting, cloud services and administrative services. State agencies and three IT centres of ministries currently use dozens of equipment cabinets in Telia data centres; web hosting and cloud services are provided to all government IT centres.

Telia applies the following environmental compatibility practices in its data centres.

- ▶ **Using residual heat**

Two data centres have been fitted with a heat recovery system. In one case, the residual heat is used by an office building nearby, in the other case, it is also provided to an office building, but it is additionally used to heat the water of the nearby flats. The use of residual heat began already 15 years ago.

- ▶ **Green energy from renewable sources**

As of 2016, data centres have been using solely green energy – a green energy certificate has been purchased.

- ▶ **Local energy production**

As a pilot project, a solar power plant has been established near one of the data centres. However, the efficiency of the solar power plant has been lower than expected.

- ▶ **Using free cooling as much as possible during the year**

Thanks to the Estonian climate, cold outdoor air can be used for cooling for most of the year.

- ▶ **Use of adiabatic cooling and humidity⁹³**

Energy efficient technology for automatic regulation of the temperature and humidity of server rooms.

- ▶ **Raising the temperature in server rooms**

⁹² <https://www.statista.com/statistics/1229367/data-center-average-annual-pue-worldwide/>

⁹³ <https://www.techtarget.com/whatis/definition/adiabatic-cooling>

The current temperature of most server rooms is 24-25 degrees. The temperature has been raised a bit, as newer equipment tolerates higher temperatures increasingly better. Likewise, the advancement of technology has enabled to reduce the humidity of server rooms. 15-20 years ago, humidity had to be around 50%, but currently the humidity in server rooms has been set at 20% in winter.

► **Use of green gases in extinguishing systems**

The extinguishing systems of Telia data centres only use green gas produced from renewable sources.

► **Equipment that is as green and energy-efficient and lasts as long as possible**

Of equipment, Telia prefers energy-efficient and expensive devices that last longer and have a well-functioning secondary market. The requirements for equipment suppliers are quite strict. Partners must undergo a due diligence check upon entry into a business relationship and later audits.⁹⁴ Upon protecting Telia's internal investments, an environmental impact assessment model must be submitted. Upon procurement, there is no need to choose a cheaper device and environmentally friendly, but more expensive versions are often opted for.

► **Extending the life of equipment**

Equipment is rotated – if a device ages to the degree that it is no longer reasonable to use it at a workstation of critical importance, it is made to fulfil other, less critical tasks. Once a device has reached the end of its life cycle and is no longer used, it is disposed of or sold at a secondary market. In the case of disposal, components that can be reused in other equipment in the future are removed.

The useful life of data centre equipment is quite long:

- 10-20 years for cooling systems
- 15-20 years for UPS systems
- 5-10 years for access and surveillance systems
- Up to 7 years for servers
- 5 years for storage devices

► **Implementation of ISO 14001 and ISO 50001**

According to Telia, these are useful frameworks that provide clear processes for moving towards greater efficiency. It was pointed out that achieving greater efficiency is not an one-off project, but a journey.

► **Reducing other environmental effects, e.g. noise**

The noise level is measured by specialist companies.

► **Consolidation of data centres**

Similarly to RIKS, Telia considers replacement of data centres with new more efficient ones important for achieving greater performance. A new data centre is under construction near Vão power plant. This helps to reduce network loss, as electricity is obtained directly from the power plant. There is also a plan to direct the residual heat generated into the heating network.

Telia has previously closed two older data centres and there is a plan to close two more in the future as a result of a consolidation project. New buildings have turned out to be very energy-efficient.

Among other things, consolidation projects include reviewing the infrastructure of server rooms. For example, the need for physical space was reduced by sixfold upon closing one data centre. Consolidation allowed to use less hardware (virtual servers were adopted) and create a more organised and

⁹⁴ Read more at <https://www.telia.ee/partnerile/tarnijale/>

manageable end-to-end solution. A calculation model is currently being developed, which helps to determine the impact of the consolidation project to clients.

Additionally, Telia data centres measure several environmental footprint assessment indicators PUE, DCE, Delta T,⁹⁵ COP,⁹⁶ server utilisation, residual heat quantities, solar panel output and reactive energy). The adding and disposal of refrigerants and FOKA register are also monitored.⁹⁷ Telia does not measure the WUE indicator, because water consumption is marginal compared to energy consumption. Refrigerant management is reported at the Telia Group level. The measurement results constitute Telia's business secret, which is why they cannot be published in this study.

PUE is one of Telia's main indicators, which expresses changes in more technical indicators such as Delta T and COP. According to Telia, PUE is a reliable and comparable indicator if its measuring is based on international standards (ISO 50001). However, it has been noted that in marketing materials, competitors do not always publish the whole PUE for their data centre (for the whole building) in accordance with the standard, but a lower PUE for only the cooling system.

As PUE depends on the capacity of the data centre, Telia believes that requiring a numerical PUE value of the data centre is not reasonable in public procurements. This way, new data centres that are still being filled with servers would not meet the possible public procurement requirements. Instead, requirements concerning implementation of a more reasonable use of residual heat and green energy and implementation of ISO 50001 are regarded as reasonable.

Environmental compatibility practices of institutions' server rooms

Measuring the efficiency of data centres is a complicated field and the institutions have not tackled this topic in depth in the case of their server rooms. The institutions measure energy consumption in the case of some larger server rooms, but the majority of the server rooms are small and their electricity use is not measured separately. Measuring the PUE of the institutions' server rooms is rare – there is both a lack of competence and motivation to do so. The institutions have not been able to create energy management competences and systems comparable to those of large data centres.

Cloud services

Owing to data protection restrictions, use of commercial cloud services is complicated for state agencies. In many cases, data must not be stored in foreign or non-EU countries, which is why the use of the cloud services of global service providers such as Google, Microsoft or Amazon is often excluded.

In terms of government cloud services, mainly two solutions are used.

- ▶ **Government Cloud**

This is currently the main cloud solution for state agencies, but as Telia has a certain share in the Government Cloud, some agencies avoid using it.

- ▶ **In-house cloud solution**

The software and/or data of the local cloud solution are in the institution's or its IT centre's own server. The solution can only be used by the institution's employees who have the respective authorisation/role.

Some commercial cloud-based software solutions (SaaS), for instance Microsoft 365 office software are widely used by the state. The interviews conducted during the study showed that the institutions lack clarity with regard to the volume in which foreign cloud services can be used, as the country's legal system has not caught up with the advancement of technology. Some of the institutions pointed out that software development (IaaS) has also

⁹⁵ https://www.42u.com/efficiency/data-center-glossary.htm#Glossary_D

⁹⁶ https://www.42u.com/efficiency/data-center-glossary.htm#Glossary_C

⁹⁷ <https://foka.envir.ee/>

used foreign cloud-based development tools (MS Azure, Amazon), but in such cases only public or test data have ended up in a cross-border cloud. However, the Government Cloud is still seen as the main data hosting location.

Government Cloud

The Government Cloud is a cloud environment managed by the state, which enables offering central cloud solutions and related services to the public sector.⁹⁸ The Government Cloud began as part of RIKS and services were provided in cooperation with Telia. In the future, there is a plan to bring the Government Cloud entirely under the management of RIT and cease cooperation with the private sector.

The 10 server rooms required to provide the Government Cloud service are located in RIKS data centres that apply the aforementioned RIKS environmental compatibility practices. The network traffic of the data centre and the related environmental footprint are not measured. The representatives of the Government Cloud do not consider the footprint generated from network traffic significant, as the Government Cloud is not used to offer video streaming and other services that generate large network loads.

According to a representative of the Government Cloud, wider adoption of the Government Cloud is hindered by a lack of country-wide management (e.g. establishment of a policy that prefers cloud services). Transition to cloud services is definitely happening considering the current ICT trends, but the speed of the majority of institutions adopting the Government Cloud or whether the institutions still prefer cloud solutions located in in-house servers depends on conscious management. In terms of environmental impact, the Government Cloud has a clear advantage, as the RIKS data centres can offer cloud services with a considerably smaller environmental footprint.

4.1.3.3 Environmental impact assessment

Data centres are the ICT field with the largest environmental footprint both globally and in Estonia. At the same time, this is the most environmentally conscious field in the IT sector. Both RIKS and Telia are aware of environmental compatibility practices and systematically apply the best practices in the field, e.g. implement ISO 50001.

Comparison of the environmental footprint of the data centres of RIKS and Telia reveals that the former have a larger footprint. The more limited resources of RIKS prevent the achievement of efficiency comparable to that of Telia. The lower efficiency of RIKS is confirmed by the interviews conducted with the institutions, which revealed that in the case of same devices, Telia's energy consumption is lower than that of RIKS. However, on the basis of the PUE indicator of RIKS, it can be said that the government's main data centre's efficiency is good, i.e. better than the global average.

A more wider environmental impact-related problem in the country is the large number of in-house server rooms. Addressing the server utilisation, cooling and the causes of other environmental impact at the same level as large data centres is inevitably impossible in the case of in-house server rooms. A significant reduction of the number of in-house server rooms (currently in more than in 50 institutions) and the adoption of the Government Cloud would reduce the environmental impact considerably. To this end, the current problems obstructing the adoption of data centres and the Government Cloud must first be solved.

When using cloud services, it is worth following the model of the United Kingdom, where cloud services are seen as the first choice for every state agency. If this is not possible, the reasons why cloud hosting cannot be used must be explained when choosing an alternative.⁹⁹ One of the major benefits of using cloud services is the scaled pricing and performance model, which is cheaper and greener.¹⁰⁰ In the case of a scaled model, greater performance is used only where it is needed (e.g. once a year in the Tax and Customs Board during the submission

⁹⁸ <https://riigipilv.ee>

⁹⁹ <https://www.gov.uk/service-manual/technology/deciding-how-to-host-your-service>

¹⁰⁰ <https://www.gov.uk/guidance/use-cloud-first>

of income tax returns). The use of a cloud service ensures that hardware is used exactly when and where it is needed. The clients of the Government Cloud can already use the scaled model.

The study could not measure the environmental impact of the data communication related to the use of cloud services due to the unavailability of data.

4.1.4 Software solutions

4.1.4.1 Assessment method

Software solutions

In practice, assessment of the environmental impact of a software solution is a complicated task. This is partially due to the global development culture, where environmental topics have not yet become widespread. There are tools for testing the functionality of the software code, but there are no convenient tools for it that are commonly used among developers. This is a field where generally acknowledged practices have not yet been developed, even though the GHG Protocol offers an initial approach for it that is based on the software's life cycle.¹⁰¹

From the technical perspective, the environmental footprint of software solutions is largely influenced by the efficiency of algorithms, which in turn largely depend on the skills of the software developer. Even though an inefficient algorithm may have a significant impact in certain cases, the programming languages used, development frameworks and the architecture of the solution being created have an even greater effect.

For instance, a study conducted by Portuguese universities looked into the energy consumption of 27 programming languages, focusing on the links between working time, memory use and electricity consumption. The study tested languages by solving 10 different programming problems. The results were divided into four categories: 1) time and memory, 2) energy and time, 3) energy and memory and 4) the combined effect of energy, time and memory. In all of the categories, the greenest programming languages turned out to be C, C++, Pascal and Rust, while Ruby, Lua and Perl were the worst performers.¹⁰²

The results of such studies cannot unfortunately be used to assess the environmental footprint of the government's software solutions, because as it was remarked in the aforementioned study, the environmental footprint of a software solution is influenced by the logic of a certain algorithm, the choice of a development framework and several other variables. Some languages are also more efficient in solving a certain type of tasks than others. There are many variables and the complexity of the calculation model of possible environmental impact quickly grows to the extent that practical implementation thereof is no longer reasonable. As there is currently no common benchmark or standard for measuring the energy efficiency of software and management thereof, the measuring of the footprint of this field is only qualitative in this study and based on interviews.

In software development, changes often occur as community initiatives. In the recent years, sustainability themes have increasingly reached the information channels of developers, where the activities of tech giants are reasonably seen as having a major role. The majority of software solutions are currently created by using the cloud-based development and hosting possibilities offered by tech giants, which is why they have a direct impact on all kinds of software solutions. The global market for the cloud solutions used for building data centres, incl. software (PaaS and IaaS) is currently largely dominated by three companies – Amazon, Microsoft and Google cover more than half of the data centre market.¹⁰³ As data centres and the cloud solutions offered via them are globally the component with the largest environmental footprint in the IT field, the majority of the development community believes that big tech companies should be the main contributors to the reduction of the environmental footprint related to the software field.

¹⁰¹ GHG Protocol (2017). Chapter 6: Guide for assessing GHG emissions related to software

¹⁰² <https://greenlab.di.uminho.pt/wp-content/uploads/2017/10/sleFinal.pdf>

¹⁰³ <https://www.crn.com/news/data-center/aws-google-microsoft-are-taking-over-the-data-center>

The software hosted in data centres in turn affects the electricity consumption and storage space needs of the data centre, which makes it one of the root causes of the environmental pollution caused by data centres. The development community does not yet consider the environmental impact of those links important, but there are signs of first initiatives and trailblazers.

The most prominent and broad-based international organisation that promotes green software development and includes the community of developers is Green Software Foundation.¹⁰⁴ It was founded in 2021 by Accenture, GitHub, Microsoft, ThoughtWorks and Linux Foundation. The organisation's mission is to build a reliable ecosystem of people, standards, tools and best practices, which would help to develop eco-friendly software.¹⁰⁵ The broader purpose of the organisation is to help the software industry to contribute to the wider objective of the ICT sector, which is to reduce the greenhouse gases caused by the ICT sector 45% by 2030 according to the Paris Agreement.¹⁰⁶ The ecosystem is still being built, but the organisation's website includes references to useful materials, e.g. the most relevant tools and other support materials,¹⁰⁷ which help to design software with a smaller carbon footprint.

For change to take place, software engineers, architects and analysts themselves must contribute to the reduction of the environmental footprint of the software solutions developed. There are several instruction materials addressing the best practices of green software development, a selection of which is briefly introduced below.

One of the most systematic but compact instruction materials is the set of principles of green software engineering,¹⁰⁸ which gathers together the key competences required for defining, building and operating sustainable software applications:

- ▶ Build applications that are carbon efficient¹⁰⁹
- ▶ Build applications that are energy efficient¹¹⁰
- ▶ Consume electricity with the lowest carbon intensity¹¹¹
- ▶ Build applications that are hardware efficient¹¹²
- ▶ Maximise the energy efficiency of hardware¹¹³
- ▶ Reduce the amount of data and distance it must travel across the network¹¹⁴
- ▶ Demand shaping¹¹⁵
- ▶ Focus on step-by-step optimizations that increase the overall carbon efficiency.¹¹⁶

The summary prepared by the Swiss research institute EMPA addresses the principles in detail. According to the materials published by them, the following should be avoided:¹¹⁷

- ▶ hardware becoming prematurely outdated due to choices made upon software development;

¹⁰⁴ <https://greensoftware.foundation/>

¹⁰⁵ <https://greensoftware.foundation/manifesto>

¹⁰⁶ <https://www.productsofchange.com/news-article/green-software-foundation-launched/>

¹⁰⁷ <https://github.com/Green-Software-Foundation/awesome-green-software>

¹⁰⁸ Principles of Green Software Engineering. <https://principles.green/>

¹⁰⁹ <https://principles.green/principles/carbon/>

¹¹⁰ <https://principles.green/principles/electricity/>

¹¹¹ <https://principles.green/principles/carbon-intensity/>

¹¹² <https://principles.green/principles/embodied-carbon/>

¹¹³ <https://principles.green/principles/energy-proportionality/>

¹¹⁴ <https://principles.green/principles/networking/>

¹¹⁵ <https://principles.green/principles/demand-shaping/>

¹¹⁶ <https://principles.green/principles/measurement/>

¹¹⁷ A summary prepared by the Swiss research institute EMPA:

https://www.academia.edu/451732/Environmental_Impact_of_ICT_A_Conceptual_Framework_and_Some_Strategic_Recommendations.

- ▶ writing a programming code that requires unreasonably high computing power;
- ▶ writing a programming code that wastes storage space;
- ▶ developing unnecessary functionalities (noticing unnecessary functionalities and abandoning their development);

Of foreign countries, the United Kingdom has addressed the topic in detail by wording recommendations for reducing the greenhouse gas emissions of IT projects:¹¹⁸

- ▶ Use of public cloud services – enables to reduce emissions, as major service providers use resources more efficiently and often use green energy providers.
- ▶ Cloud service use optimisation – a scaled pricing and performance model helps to save both money and electricity.
- ▶ Data auditing to identify duplicate data. This could also be a separate efficiency project, e.g. in the case of legacy systems.
- ▶ Auditing of the environments used. Unnecessary environments should be switched off where possible (e.g. unused test environments).
- ▶ Consolidation of systems during development projects.

In the case of projects aimed at end users, the United Kingdom recommends the following.

- ▶ Create a user-friendly and simple service where the user can complete their action at the first attempt. Each repeated action requires additional energy.
- ▶ Use of multimedia should be avoided. If this is used, it must be justified, e.g. based on a survey of user needs.
- ▶ Multimedia formats that use less energy should be used (e.g. SD vs. HD video).
- ▶ The HTML format should be preferred over PDF when publishing information. In addition to accessibility problems, PDF files may use more energy as loading and use thereof takes more time.
- ▶ Avoid collecting unnecessary information to reduce the storage space required to provide the service.

In order to assess the environmental impact of software solutions, we interviewed the sampled IT centres, state agencies and local governments to determine whether and which practices are currently used by the state and the general attitudes.

Legacy systems

A legacy system is an outdated software solution that is still in use. Legacy systems may entail several problems, e.g.:

- ▶ the system may run on outdated hardware, which is expensive to operate (incl. energy consumption);
- ▶ the architecture of the software developed is obsolete, which is why a contemporary solution with more storage space, more powerful hardware or other resources are needed to operate the solution;
- ▶ there may be a lack of competence for developing and managing the system;
- ▶ backward compatibility must be ensured upon adopting new systems.

These and other potential problems related to legacy systems are significant sources of inefficiency. Previously, Estonia has followed the ‘no legacy’ principle, according to which the public sector cannot use crucial ICT

¹¹⁸ <https://www.gov.uk/guidance/make-your-technology-sustainable>

solutions that are older than 13 years.¹¹⁹ The objective is no longer followed, because it was not feasible, but in terms of environmental sustainability, the requirement is still relevant: a comparison of the human and hardware resources required to operate a monolithic legacy system and software based on a modular or microservices architecture reveals that a contemporary solution is significantly greener.

The work to replace legacy systems is still ongoing. As part of assessing the environmental impact of Estonian digital government, we used interviews to study the impact of the current remaining legacy systems to the environment.

4.1.4.2 Institutions' practices

The interviews revealed that the institutions do not currently think about the eco-friendliness of software solutions and there are no related measures. Requirements related to eco-friendliness have not been directly included in software development procurements. It was found that there are other topics in the field of IT with a larger environmental footprint and the change achieved by addressing them is greater.

According to many respondents, the features of solutions are generally well-considered and unnecessary features are not developed. However, it was noted that this was mostly motivated by limited financial resources rather than environmental considerations. Practical experience also shows the contrary – government information systems often contain unnecessary features and complexity. This is confirmed by the opinions of some interviewees, according to whom institutions often work towards a so-called ideal solution. A comprehensive analysis is used to map all of the possible system features and developments often become very intensive. This also quickly increases the system's complexity and leads to features that nobody is going to use in practice. It was thought that the state should not focus on commissioning large overall systems, but make flexibility and progressing step by step part of every development project.

The interviews also highlighted the importance of architectural choices, particularly when developing future technologies (blockchain, machine learning, etc.). The environmental impact of architectural choices is not often considered today, but it is estimated that the adoption of new solutions entails a significant increase of environmental impact arising from architectural choices.

The institutions are actively working towards better efficiency, mainly by referring to limited financial resources, which also entails a positive effect on the environment. The majority of employees in the state IT field agrees that environmental compatibility must reach all fields. It is considered important to increase the knowledge of the creators of solutions, as environmental compatibility is not currently considered in software engineering. At the same time, there are those who do not consider environmental performance important when developing software solutions.¹²⁰

In terms of the environment, the analysis identified development of unnecessary features and, in the case of large systems, poorly planned or outdated architectural choices related to energy efficiency as the main problems that have a negative effect on the environment. Based on the experience of more environmentally conscious state agencies, two principles can be formulated, which the institutions could follow in the case of these problems.

1. **Development of a MVP should be preferred** – a new solution should include the development of a minimum viable product/software solution. In other words, the development should begin with creating only crucial functionality, after which additional features can be gradually added. Adding a new feature should include the assessment of its necessity and the number of users in order to avoid creating unnecessary environments and features.

¹¹⁹ <https://www.mkm.ee/media/6970/download>

¹²⁰ Ülle Kroon (2022) *Keskkonnahoidliku IT rakendamise praktika Eesti avalikus sektoris: hetkeseis ja arenguvõimalused*, Master's thesis, Tallinn University, School of Digital Technologies.

2. **Architectural choices must be justified** – development of a solution should not be based on solutions habitually used by the developer. Instead, the pros and cons of various architectural solutions should be considered to make an informed choice. When considering different solutions, attention should also be paid to the resource use of the solution developed (electricity, processor and memory) and more efficient solutions should be preferred.

4.1.4.3 Environmental impact assessment

Based on the interviews, it can be said that the impact of software solutions to the environment is not great compared to other components analysed, but at the same time, the subjectivity of this assessment must be taken into account. However, this assessment is confirmed by several earlier studies,¹²¹ according to which the main causes of environmental impact in the field of ICT are still ICT equipment, data centres and computer networks.

On the other hand, inefficient software located in a data centre's server may be one of the root causes of extensive energy consumption and the need for large storage space. Assessment of this impact requires investigating the software solutions used in digital government. These are mostly web applications aimed at various end users and officials backed by state registers. The state currently uses energy-intensive technologies (AI, blockchain, etc.) to a small degree.

Adoption of microservices architecture is gaining ground in the country as a positive trend. Estonia's Digital Agenda 2030¹²² sets the development of event-based services as the main priority. This approach combines the services provided by different institutions in one whole that is logical to citizens or companies. This change has created a situation where new solutions are created in an increasingly modular way, often simply by preferring microservices architecture. Old legacy systems are also transferred to contemporary software architecture where possible.

In terms of environmental performance, a large system with a monolithic architecture is not generally user-friendly. For instance, additional resources (main memory, processor) may be required by only one specific software solution component, but in the case of a monolithic system, resources must be added to the whole system, because it uses the same hardware resources.

However, developing a microservices architecture should also take into account environmental criteria. Upon developing a microservices architecture, environmental compatibility aspects can be implemented, for example, by the aforementioned principles of green software engineering, according to which, more attention should be paid to the following topics in the case of microservices:¹²³

- ▶ Web traffic optimisation
- ▶ Increasing hardware disposal
- ▶ Reducing the number of microservices
- ▶ Database optimisation
- ▶ Latency and related restrictions.

An modular or microservices-based architecture ensures that it is easier to develop the information system further. Ideally, system architecture should allow the code to be updated by components or microservices without having to rewrite the whole software. The maintenance that follows the completion of government software solutions is often not sufficient or constant, which causes the software to become outdated (prematurely). It is common that when a development project ends, the development framework version and libraries of the

¹²¹ <http://dx.doi.org/10.1016/j.patter.2021.100340>

¹²² <https://www.mkm.ee/media/6970/download>

¹²³ <https://principles.green/principles/applied/microservices/>

application are no longer updated,¹²⁴ which makes further adjustment and improvement of the application more complicated, time-consuming and therefore also more burdensome for the environment.

Combining a modular (e.g. microservices) solution with the scalability offered by cloud services (additional resources can be used where needed; in other times, free resources are used to fulfil other tasks) allows to create significantly more efficient and therefore also greener systems.

Microservices and modular architecture are definitely not a solution for all software-related environmental efficiency problems. For instance, these entail a significantly greater administrative burden than in the case of a classic monolith solution. In the case of smaller systems with fewer interfaces a monolithic system could be the best (incl. the greenest) solution, as the same services provided as a microservices solution would be unnecessarily complicated and development thereof would take more time and resources and increase the complexity of later management.

Existing solutions should be reused to the maximum degree. One positive example is the e-state's code repository,¹²⁵ which supports the re-use of software developed earlier. From the perspective of environmental performance, it is important to further promote this idea and adopt it more widely.

One significant future environmental risk is the adoption of new energy intensive technologies. The current ICT trends, such as big data, AI, Internet of Things, blockchain, cryptocurrency etc., are seen as causing further exponential growth of the carbon footprint of the ICT field. For instance, a two percent increase in the precision of artificial intelligence (96-98%) would increase energy consumption sevenfold.¹²⁶ In terms of environmental performance, machine learning should not only focus on achieving the greatest precision, but other parameters, such as model training speed and the greenhouse gas emissions arising from calculations should also be considered.

Testing and use of new solutions must continue. Otherwise innovation is not possible. The environmental footprint of software solutions is likely increasing and in the future, the decision-making criteria for commissioning developments currently on the table must include the environmental footprint aspect in the future. This is particularly important when planning the architecture of systems that require great computing and memory capacity.

¹²⁴ <https://www.mo4tech.com/79-of-developers-do-not-keep-third-party-codebase-up-to-date.html>

¹²⁵ <https://koodivaramu.eesti.ee/>

¹²⁶ https://www.accenture.com/_acnmedia/PDF-135/Accenture-Strategy-Green-Behind-Cloud-POV.pdf

4.1.5 Digital trash

4.1.5.1 Assessment method

There are currently no internationally agreed methods for defining digital trash and measuring its environmental impact. The initial calculations of greenhouse gas emissions per one e-mail, Google search, e-book, etc. have become outdated and rely on expired energy consumption assessments. Academic circles have addressed the topic of the environmental impact of data volumes relatively rarely – the amount of greenhouse gases emitted by stored data is mostly calculated via production of the storage device and running energy costs while taking into account the inactivity time of the storage device and the volume of memory used as a coefficient. The methods did not identify any data that can be used for quantitative analysis.

Telia, who led the launch of the Digital Cleanup Day initiative in 2019, stands out for its activities in the field of cleaning up digital waste. At the initiative of Telia, many Estonian people have become aware of the digital trash problem. The study used the definition of digital trash worded by Telia Estonia and Tallinn University joint digital trash project:¹²⁷

“Digital trash is data that does not provide additional value, because it is single-use, with repetitive contents, damaged or forgotten and whose existence damages the environment, as its storage requires resources.”

The digital trash stored in the local memory of a device (a smartphone, computer, etc.) does not have a significant effect on the environment. In terms of the environmental impact of digital trash, it does not matter whether 45% or 85% of a 256 GB SSD is in use, but to be sure, a larger hard drive should not be preferred, because its production damages the environment. Significant impact occurs when a computer is added additional disk space due to digital trash. It also occurs when a computer is replaced with one with a more capacious hard drive due to the useless digital trash being transferred to the new computer. Deciding on which data are necessary and which are is complicated and to date this cannot be fully automated. Identifying and cleaning up digital trash is currently impossible without a personal contribution, because the usefulness of data is difficult to interpret.

Institutions as a whole can plan the management of data life cycle, incl. archiving and disposal, by implementing data management principles and tools.¹²⁸ Archiving data in organised form instead of backing them up enables to put less used data on greener data carriers (e.g. magnetic tape) or store them in a location where the environmental impact of their storage is smaller (e.g. cloud storage). Regular deleting of unnecessary data, logs, test environments and other synthetic data and removal of older versions of software updates and cleaning of temporary buffers on the computer help to reduce the need for new drives and thus also environmental damage. Data that have long-term value can be transferred to a public archive for storage.¹²⁹

The greater environmental impact of digital trash is expressed in the digital trash stored in cloud solutions. People often do not understand that there must be a storage device somewhere also for data stored in a cloud, the operation and cooling of which requires electricity.

Telia Estonia’s efforts regarding increasing awareness of digital trash are also partially related to the fact that Telia offers both cloud and data centre services. If people do not consider whether the data stored in cloud have an actual value, energy is spent on storing useless bits. As data volumes grow, additional storage space must constantly be added, the production and use of which has an effect on the environment. Therefore, digital trash is one of the root causes of the environmental impact of data centres – the more digital trash there is, the larger is the data centre’s footprint.

¹²⁷ <https://elu.tlu.ee/et/projektid/digiprugid>

¹²⁸ <https://www.kratid.ee/andmehalduse-juhisel>

¹²⁹ <https://www.ra.ee/arhiivihaldus/digitaalarhiivindus/andmekogude-arhiveerimine/>

In order to assess the environmental impact of digital trash, we interviewed the sampled institutions to determine their attitudes and whether and which practices are currently used. We also asked data about the storage space freed during digital clean-up, but the majority of the institutions did not collect precise data on it.

4.1.5.2 Institutions' practices

The most common way for institutions to address digital trash is to participate in the Digital Clean-up Day. All of the IT centres interviewed and the majority of the state agencies pointed out that they clean up digital trash at least once a year as part of a campaign. Where possible, space use restrictions have been established, for instance, the capacity of mailboxes is limited, which motivates people to delete unnecessary e-mails.

Practices of IT centres in cleaning up digital trash

Digital trash is mainly addressed in IT centres as part of the Digital Clean-up Day, in which all of the IT centres have participated. Additionally, there have been attempts to involve clients in the Digital Clean-up Day initiative via ongoing outreach work.

As an example, KeMIT pointed out that as a result of the 2021 Digital Clean-up Day, more than 20% of disk space was freed. This was achieved by active communication – over a week, employees were sent daily reminders to start deleting their old e-mails, junk files and other digital trash. RMIT found that the last Digital Clean-up Day freed 1.1 TB of disk space. More technical activities were also pointed out. For instance, RMIT pays attention to the usability of information contained in the data composition of log files.

RIK has attempted to involve its clients in cleaning up digital trash, but has received arguments justifying avoidance thereof – e.g. people's working time is more expensive than disk space. The resources spent on this is not a sufficient motivator due to disk space being relatively cheap. For clean-up of digital trash to succeed, it is important for the institutions themselves to have a leader who involves other employees.

Practices of institutions in removing digital trash

Similarly to IT centres, the institutions generally clean up digital trash mainly as part of the Digital Clean-up Day (only one of the institutions interviewed had not participated in it). At the same time, there are institutions that clean up digital waste at other times and more actively than others.

One positive example is the Police and Border Guard Board (PPA), which has managed to avoid purchasing of additional disk space for the last four years by deleting digital trash. PPA currently uses 52 TB of disk space and digital clean-up days help to free 1-2 TB of this per year. To achieve this result, PPA has had to increase employees' awareness, so that they could pay attention to digital trash and remove it. The fact that there are increasingly more video and picture files that have forced the institutions to look at the resources used from another perspective was seen as one motivator for cleaning up digital trash. The success of PPA's digital clean-up days is also due to the fact that cleaning takes place regularly rather than once a year during the Digital Clean-up Day. In the case of PPA, invitations to clean up digital trash are sent out at least once in a quarter. The work towards engaging people is ongoing and new playful ways are sought to make people delete digital trash.

For the first time, PPA took a personal approach this year with regard to users of large data volumes, who were sent a notice asking them to review the disk space used. The project revealed that people do not often realise which of their files require large storage capacity. A personal approach is also seen as one significant way of reducing digital trash in the future.

The main problem pointed out in the interviews was people's awareness, as removal of digital trash begins from people. Various methods have been tested to include people, mainly e-mails and the intranet. As a one-off projects, a digital clean-up blog where one employee shared their experiences and an environmental week, which addressed the topic of digital trash, were tested.

EMTA, which cleans up digital trash as part of the Digital Clean-up Day, has also measured its results. For instance, the last clean-up day resulted in 102 GB of freed storage space.

Unlike RIK, the Government Cloud (RIKS) is mainly motivated by saving money when cleaning up digital trash. The Government Cloud's business model is scalable, i.e. as the storage space used reduces, the costs to the service user are reduced as well. This indicates that additional disk space is purchased more prudently compared to one-off expenses.

Practices of local governments in removing digital trash

The digital clean-up initiative has also managed to include local governments, of whom Estonia's largest local government, the City of Tallinn, which joined the initiative this year, has the greatest influence. In order to organise the clean-up, a thematic campaign was conducted in the city's intranet and the general awareness of employees is being raised.

Lääne-Harju and Saaremaa Municipalities have been removing digital trash for several years. In Lääne-Harju Municipality, information on the Digital Clean-Up day is forwarded to employees as part of the weekly newsletter. In Saaremaa Municipality, employees also receive annual instructions that explain what should be removed and how. Removal of digital trash has been motivated by storage space filling up and it has helped to postpone purchasing of additional disk space.

Alutaguse Municipality does not participate in the Digital Clean-up Day, because it believes it is wrong to address the topic as part of a campaign. Digital trash should be cleaned up regularly, so it would become a habit. One major source of digital trash in the municipality is the surveillance camera footage. Even though installation of surveillance cameras is necessary in some places, a more thorough analysis of the actual need for them is required. In addition to the storage space taken up by video materials, environment is damaged by the establishment of an infrastructure required for installing cameras.

Environmental impact assessment

The environmental impact generated by digital trash is mainly expressed in the impact of data centres or server rooms, where useless data are stored. Removal of digital trash is one way for officials to reduce the environmental footprint of data centres, which are one of the greatest pollutants in the field of ICT.

The footprint of digital trash is the smallest compared to the environmental impact of other components. However, it should be consciously addressed, including as part of reducing the footprint of data centres. The key to the success of cleaning up digital trash lies in people's awareness, which should be raised in the future.

4.2 IT enabling impact

IT enabling impact denotes actions or processes that become possible thanks to adoption of IT solution (automatisation). In terms of the environment, IT enabling impact replaces inefficient resources with more efficient ones. In other words, ICT is a tool for developing new green solutions.

Optimisation of processes related to ICT (planning and guiding)

This study did not include a more detailed analysis of how to use digital government solutions to make the activities of other fields greener, as there are too many possibilities. The following addresses ways in which ICT tools can be used to increase the eco-friendliness of the ICT field itself.

ICT tools can be used to achieve a positive effect in relation to the following topics.

- ▶ **Measurement of environmental footprint**

One of the key factors in increasing the eco-friendliness of ICT is measuring the environmental footprint. Ideally, the creation of an ICT solution should begin with calculating the net value of the environmental impact of the digital solution developed. The European Union has initiated the development of a method enabling this as part of a pilot project,¹³⁰ but there are no suitable calculators for this yet. Even though there are currently no clear European measuring guidance, the reduction of the environmental footprint should begin by developing solutions enabling quantitative measurement of the environmental footprint on site.

This study confirms that there is currently no systematic approach for measuring the environmental footprint of ICT in Estonia. Next steps should include reaching an agreement in terms of measuring method, which should be followed by data collection and automatisation of measurement to the greatest extent possible. The GHG Protocol is a widely used environmental impact assessment practice, which ensures the comparability of the results achieved. ICT footprint should be measured across fields and based on the GHG Protocol.

- ▶ **Software service architecture**

Planning of new software solutions should also consider the environmental impact of their architectural choices. Modular solutions and scalable infrastructure (cloud solutions) should be preferred.

- ▶ **Wider adoption of the Government Cloud**

The majority of state agencies still use an in-house private cloud. However, the efficiency of a platform in a local server is not comparable to that of a central data centre. Adoption of the Government Cloud should begin by resolving the problems preventing it by a) resolving data protection issues, so that the agencies could transfer their data to the Government Cloud; b) ensuring that the Government Cloud is the most economical option for the agencies, so that they would not prefer other solutions.

- ▶ **Raising the awareness of institutions' employees**

Positive environmental impact is generated in the ICT sector via people's activities. ICT tools (e.g. intranet, newsletters, seminars, vlogs and other channels) can also be used to increase the visibility of the environmental topics in the ICT field. They can also motivate employees to make greener digital choices, e.g. via digital trash clean-up competitions and other ways.

¹³⁰ <https://etendering.ted.europa.eu/cft/cft-document.html?docId=94857>

4.3 Long-term structural impact

Long-term structural impact means permanent macro-level changes, which are possible thanks to the use of ICT solutions. For instance, moving to smaller offices owing to employees working remotely. Structural impact is addressed in the study only at the level of state agencies. In order to achieve the ambition of a green digital state it is important for state agencies to acknowledge the environmental footprint generated upon applying IT solutions. It is also important for institutions to pay attention to increasing knowledge related to the best environmental compatibility practices concerning the field of ICT, which can help to increase the environmental awareness in terms of ICT in both state agencies and in society in general.

European Green Deal

The European climate regulation adopted in summer 2021 sets forth that Europe must achieve climate neutrality by 2050. This includes reducing greenhouse gas emissions by 55% compared to 1990 by 2030. In order to achieve these ambitious goals, it is necessary to ensure that green transition reaches all fields.¹³¹ The following European Green Deal objectives have the strongest links to the ICT field.

- ▶ Cleaner energy and world-class green technological innovation.
- ▶ Products with longer useful life that can be repaired, recycled and reused.

Estonia's objectives

Estonia has approved the European Union's binding climate objectives and set even more ambitious national goals for 2030 – there is a plan to reduce greenhouse gas emissions 70% by 2030 compared to 1990.

89% of Estonia's total emissions currently originate from the energy sector, of which 75% is in turn caused by oil shale. Therefore, Estonia's 2030 National Energy and Climate Plan¹³² focuses largely on the energy sector. In relation to this, ICT is seen as a tool for developing greener energy solutions. The energy and climate plan does not include any objectives related to the environmental footprint of ICT itself.

Estonia's Digital Agenda 2030 sees green digital government as the next developmental leap of digital government. The objective of green digital government is to choose the most climate and environmentally friendly options upon adopting new solutions and reduce the environmental impact of digital government.

United Kingdom's activities for achieving long-term structural impact

Upon achieving long-term structural impact, lessons can be taken from the United Kingdom's experience, where the objective is to achieve complete carbon neutrality by 2050. In order to achieve its goal, the United Kingdom has prepared a Procurement Policy Note in addition to other activities, which describes when the carbon reduction plan for suppliers should be taken into account and how.

In the case of contracts that cost more than 5 million pounds, the supplier must submit a carbon footprint reduction plan together with their tender, with which they confirm their commitment to achieving net zero by 2050. Suppliers must use a given form to describe their environmental footprint reduction plan, which includes submitting mandatory data on the company's CO₂e footprint in accordance with scopes 1, 2 and 3 of the GHG Protocol.¹³³

4.3.1 Estonian ICT sector's possibilities for managing sustainable digitalisation until 2030

Estonia's current and future efforts in reducing the environmental footprint have rightly focused on the energy sector. The parallel developments taking place in the ICT sector are addressed in the following chapter, which

¹³¹ https://ec.europa.eu/info/strategy/priorities-2019-2024/european-green-deal_en

¹³² https://ec.europa.eu/energy/sites/ener/files/documents/ee_final_necp_main_en.pdf

¹³³ https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/991622/PPN_0621_Taking_account_of_Carbon_Reduction_Plans_2_.pdf

analyses the prognosis for the environmental impact of digitalisation of Estonian public sector in 10-year perspective by components.

Life cycle of ICT equipment

The longest possible useful life and increasingly wider adoption of the leasing model supporting it are the key in terms of the environmental impact of the life cycle of ICT equipment. Leasing workstation equipment is already the main method used by IT centres and state agencies. In the coming decade, it can be presumed that the use of the leasing model instead of purchasing equipment gains more traction in local governments that have been using it modestly to date.

Upon applying the leasing model, it is important to ensure that it is used responsibly. Requirements should be established for leasing service providers that would obligate them to collect evidence of the actual further life of equipment and submit it to the contracting authority. In parallel, the environmental requirements for the equipment procured should be regularly updated based on the international best practice.

The leasing model should enable to achieve a working circular economy system by 2030, where the potential of all public sector ICT equipment is maximised.

Energy consumption of ICT equipment

Use of ICT equipment generates an environmental footprint via the electricity consumed. As a result of wide adoption of new energy-intensive technologies, the total energy used by ICT equipment is expected to grow exponentially by 2030. Therefore, measuring the environmental footprint generated becomes increasingly important to create the possibility to identify the greatest sources of inefficiency and apply measures to reduce the environmental footprint.

At the same time, Eesti Energia's plan for achieving carbon neutrality sets forth ceasing electricity production from oil shale by 2030. By 2035, Eesti Energia will produce electricity only from renewable sources,¹³⁴ which also makes the effect of the use of ICT equipment greener. The achievement of this goal is the most important for Estonia in terms of reducing the environmental impact of hardware use.

Data centres and cloud services

Globally, the electricity consumption of data centres and computer networks makes the greatest contribution to the increase of the energy use of the ICT sector. The increasing number of internet users and popularity of cloud software (SaaS) has brought along skyrocketing internet traffic data volumes. The same trend is expected Estonia in the current decade, where global changes often reach with a certain delay.

Currently, cloud solutions are used modestly in the public sector. This is caused by a lack of clarity in terms of restrictions arising from data protection. Following updates to current rules, the adoption of cloud services is expected to increase, supported by the following developments.

- 1) Consolidation of IT basic services to a new IT centre (RIT) that also includes the Government Cloud, which is to be managed only by the state in the future, is underway; the private sector's current participation in the management of the Government Cloud has prevented it from being adopted more widely.
- 2) The attitudes of the technology sector community promote wider adoption of cloud solutions. The use of cloud solutions is seen as an integral part of building contemporary software systems, as it enables to simplify the development process and further management of the software.

The increase of network traffic brought about by cloud solutions also increases the need for new data centres where the data are stored. On the one hand, the environmental impact of data centres is increased, but on the other hand this allows to reduce the number of less green server rooms and servers that have currently been located in different institutions. The efficiency of local server rooms is currently not measured, but their

¹³⁴ https://www.energia.ee/-/doc/8644186/ettevotttest/aastaaruanne/pdf/EE_ENG_2021.pdf

environmental footprint is, based on the international practice and the experiences of consolidation projects to date, the field with the most potential for reducing the environmental footprint in Estonia.

Even though data centres also make an environmental impact in other ways besides electricity consumption, Eesti Energia's successful transition to renewable energy sources would also partially reduce the environmental impact of data centres. In order to also minimise other harmful impact (heat, noise, waste, water, etc.), there is a need to continue constant measuring and increasing of the efficiency of data centres, e.g. by systematically applying ISO 50001 or similar standards. In the current decade, the field develops hand in hand with the environmental compatibility practices of data centres, which public sector data centres must also keep up with.

Software solutions

The technology trends gaining ground today, such as big data, artificial intelligence, Internet of Things, blockchain, cryptocurrency, etc., increase the need for computing power and network capacity, which entails a significant rise in energy consumption. Therefore, the architecture of the solutions developed is highlighted as one important criteria for making decisions related to environmental compatibility. Software that requires greater computing capacity also needs more powerful hardware, whose production footprint is generally larger than that of hardware with lower performance. When matching large data volumes and computing power, the international practice is moving towards a service architecture where data are no longer necessarily moved to computing capacity (in a cloud) or gathered near hardware data in local server rooms with a large environmental footprint. Instead, cloud-based microservices are used, which can easily be run on the same platform as the data.¹³⁵

The environmental footprint caused by software has not been addressed much to date. Globally, the best practices are still being developed, which is why no change can be expected in Estonia in the next five years. Still, technology is advancing quickly and in relation to heightened attention to green topics, large energy-intensive solutions may also accelerate the raising of environmental performance topics related to software solutions.

Digital trash

Digital solutions are increasingly replacing physical processes and activities. This also adds to the amount of digital trash generated. In the next 10 years, people's awareness is expected to increase, e.g. the number of participants in the Digital Clean-Up Day has consistently increased.¹³⁶

The main environmental burden generated by digital trash is expressed in data centres that store data and digital trash. Removal of digital trash is expected to become increasingly systematic, but this requires campaigns for raising people's awareness.

IT enabling impact

The ICT sector is expected to take on a key role in executing the green transition. When it comes to using IT tools for reducing the environmental impact of the ICT field itself, the greatest advancement is the development of tools that allow the measuring of the environmental footprint to be automated.

If Estonia manages to reach an agreement with regard to the measuring method of the environmental impact of ICT, the next logical step is to start collecting data and automate the measuring to the greatest extent possible. It is possible that a measuring system can be built with a tool that enables to determine the net value of the environmental impact of a digital solution, which the European Union is currently working on.

¹³⁵ <https://cloudian.com/blog/to-the-edge-the-new-model-of-moving-compute-to-data/>

¹³⁶ <https://turundajateleiiit.ee/digikoristuspaev-loi-uue-rekordi-osa-vottis-380-ettevotet/>

Annex 1 – A map of institutions using the computer workstation service of IT centres (non-public)

IT centre	Institutions using the computer workstation service
SMIT	Ministry of the Interior, Police and Border Guard Board, Emergency Response Centre, Rescue Board and Estonian Academy of Security Sciences
RMIT	Foundation A. H. Tammsaare Museum in Vargamäe, Estonian Museum of Architecture, Estonian Philharmonic Chamber Choir Foundation, Repository Library of Estonia, Estonian Concert Foundation, Cultural Endowment of Estonia, Estonian Children's Literature Centre, Estonian Song and Dance Celebration Foundation, Estonian Maritime Museum Foundation, Estonian Youth Theatre Foundation, Estonian Folk Culture Centre Foundation, National Library of Estonia, Estonian National Symphony Orchestra Foundation, Estonian Sports and Olympic Museum Foundation, Estonian Museum of Applied Art and Design, Estonian Open Air Museum Foundation, Endla Theatre Foundation, Foundation Museum of Hiiumaa, Jõulumäe Recreation Centre Foundation, Ministry of Culture, Kuressaare Theatre Foundation, Tax and Customs Board, Narva Museum Foundation, Palamuse O. Luts Parish School Museum Foundation, Pärnu Museum Foundation, Information Technology Centre of the Ministry of Finance, Financial Intelligence Unit, Estonian National Opera, Rannarootsi Museum Foundation, State Shared Service Centre, Saaremaa Museum Foundation, Statistics Estonia, Tartu Art Museum, Estonian National Commission for UNESCO Foundation, Foundation Russian Theatre, Viljandi Museum, Võru Institute, state buildings.
KeMIT	Ministry of the Environment, Information Technology Centre of the Ministry of the Environment, Environmental Board, Environment Agency, Estonian Museum of Natural History, Land Board.
TEHIK	Social Insurance Board, Health Board, Agency of Medicines, Labour Inspectorate, Office of the Public Conciliator, Office of Commissioner for Gender Equality and Equal Treatment, Astangu Vocational Rehabilitation Centre.
RIK	Harju County Court, Tallinn Administrative Court, Tallinn Circuit Court, Viru County Court, Pärnu County Court, Tartu Administrative Court, Tartu County Court, Tartu Circuit Court, Tallinn Prison, Tartu Prison, Viru Prison, Patent Office, Northern District Prosecutor's Office, Western District Prosecutor's Office, Viru District Prosecutor's Office, Southern District Prosecutor's Office, Office of the Prosecutor General, Estonian Forensic Science Institute, Ministry of Justice, Estonian Competition Authority, Data Protection Inspectorate, Language Inspectorate, Office of the Chancellor of Justice, National Heritage Board, Estonian Ministry of Education and Research, Ministry of Social Affairs, Ministry of Economic Affairs and Communications and Ministry of Finance.