



Is Circular Economy for the Built Environment a Myth or a Real Opportunity?

Rabia Charef

Independent Researcher, 74000 Annecy, France; r.charef@circular-eco.com

1. Introduction

Our world is facing a dilemma: we have a linear economy based on perpetual growth which, due to finite resources, now needs to reduce that growth to avoid endangering the planet [1]. Meanwhile, the demand for housing continues to increase with the population. Global housing is experiencing a deficit of 1.6 billion dwellings, which is expected to increase to 3 billion by 2050 [2]. Therefore, the current and future severe extraction of resources will drastically increase to meet humankind's physiological need for shelter, the bottom level in Maslow's Hierarchy. At the same time, the waste generation and emissions resulting from production are increasing exponentially, with serious repercussions for the planet. Therefore, to tackle all these parameters simultaneously, we need to radically change the way we produce, consume and live.

Some authors believe that the current linear economy should be replaced by the circular economy (CE) [3,4]. As the construction sector has already begun the journey of digitalization worldwide, many authors think that the CE should be considered in that context. Indeed, researchers are exploring how the digitalization of the construction industry, seen as the 4th Industrial Revolution (4IR) could be a powerful catalyst to drive the shift from linear to CE of the built environment (BE) as stated by [5–7], and solve the global dilemma. Several authors have hopes for the transformation faced by the construction sector, including the CE approach, industrialization, automation or robotization, among others. Other schools of thought believe that the CE is impossible and will not solve all the issues, and that the popularity of the CE is due to "the promises it makes rather than to the results it can reasonably produce" [8]. Some arguments against and in favor of the CE and the digitalization of the construction sector are presented below.

2. Some Arguments against

Although the digitalization of the BE began decades ago in some countries [9] and is recognized for its benefits [7], it is also meeting hostile acceptance [10]. Some believe that working in silos has always been the path of the highly fragmented construction industry and although it may break down, digitalization could lead to a doubled wall silo for facility managers in the form of a language and knowledge gap [11]. Additionally, the cost of digitalizing their activities is, for small practices, a colossal challenge. In addition to the cost, the sector suffers from a shortage and aging of workers. This last aspect makes it more difficult to learn and adopt new technologies [12]. The resistance to change is also a critical challenge that the construction sector has to tackle [13], which is commonly considered very conservative [14]. One important argument against digitalization is the huge amount of data and information which raises problems and risks for exchange, storage, management and security. Moreover, technology is not infallible and cyber-attack are a high risk, as reported by [15].

Although off-site construction is perceived by many construction actors as having the potential to improve construction efficiency [16], some authors believe that prefabrication and layering can lead to job disappearance and uniformity of buildings [17,18]. Other design approaches have also been criticized, such as modular integrated construction



Citation: Charef, R. Is Circular Economy for the Built Environment a Myth or a Real Opportunity? *Sustainability* **2022**, *14*, 16690. https://doi.org/10.3390/ su142416690

Received: 2 December 2022 Accepted: 7 December 2022 Published: 13 December 2022

Publisher's Note: MDPI stays neutral with regard to jurisdictional claims in published maps and institutional affiliations.



Copyright: © 2022 by the author. Licensee MDPI, Basel, Switzerland. This article is an open access article distributed under the terms and conditions of the Creative Commons Attribution (CC BY) license (https:// creativecommons.org/licenses/by/ 4.0/). (MiC), for which some authors pointed out several barriers, including aesthetics, such as blandness and uniformity of outlook of buildings or even cities losing their identity, the flip side of standardization [19].

After the digital shake and the consequent radical change, the sector is fragilized and reluctant to implement CE and Circular engineering, another shift which will require a change of mindset by additionally using system thinking, system engineering and Artificial Intelligence (AI), either via machine learning or robotics. Many people are against this, perceiving it as expensive, destroying creativity and replacing human labor with machines [20]. In opposition to digitalization and CE, the "rebound effect" flag (material and economic) highlights that manufacturing smaller technologies could be more resource intensive or, in the case of energy efficiency improvements, could lead to increased GHG emissions [21,22].

Questioning also exists at a bigger level, with some authors wondering if the idea of green growth launched by some economists and politicians is realistic [23]. Others researchers argue that the CE (where material loops are closed, recycling is indefinite and waste is eliminated) is practically impossible due to the inevitable consumption of resources, generation of waste and emissions [24,25].

3. Some Arguments in Favour

"With respect to digitalization, construction is currently second-to-last out of 23 industries reviewed by McKinsey Global Institute, illustrating that vast improvements can be made". BIM is a powerful tool that could be considered the first step towards digitalization enabling the "Digital twins", the key to the establishment of anthropogenic stocks or material banks [26,27] that can solve the problem of depletion of construction materials. Buildings are considered material banks, and it became crucial to understand the imports/exports and how much the system is resilient. To tackle the multiple life cycles and owners throughout the whole life cycle of an asset, cloud-based collaboration tools are crucial for seamlessly performing a construction project [28].

Designing products with the end in mind and long-term thinking are important aspects of a CE aiming to extend the material lifespan and maintain materials into a closed loop. Unlike the current linear approaches, a holistic approach and the design for X approaches (e.g., design for disassembly) enable the creation of value and prolong the lifespan of materials/products, responding to environmental issues and fulfilling the evolving users' needs [29,30]. The idea is to keep the materials in the loop by considering reuse, repair and remanufacture [31]. Digitally and holistically managing projects and buildings throughout their lifecycles by using BIM appears as a key and a facilitator for the adoption of a circular economy [6,32]. Moving from ownership to service would also help with this implementation [33].

Circular engineering is an emerging approach aiming to keep products in use longer to address issues faced by the BE, such as the lack of upgradability, flexibility, circularity, sustainability, uncertainty and resilience of our building stocks (Course in Maastricht University and TU Delft). Applying circular engineering in the construction industry will enable us to design a cleaner, healthier and more sustainable world [34,35] by addressing five critical Sustainable Development Goals (SDGs 9-11-12-13 and 17) over the 17 mentioned in the 2030 Agenda [36].

Although, as claimed by the opponents, jobs are lost, the need to create new roles will compensate for these losses, and as a minimum, the logistic challenges (storage and transport) and material recovery processes have the potential to create new positions [37]. Similarly, deconstruction and renovation activities are labor intensive and will require the creation of new jobs [38]. There are also opportunities for emerging markets and the organization of second-hand markets to coordinate and align the demand/supply [39].

The industrialization of construction activities is also well supported as an enabler for efficiency and waste reduction. Offsite manufacturing has also many benefits reported by several authors, such as the improvement of quality, working conditions and productivity but also the reduction of waste generated and the overall level of sustainability [40,41]. The

Design for Manufacture and Assembly (DfMA), a mature principle in the manufacturing industry, has some well-recognized advantages, such as resource/cost-effective production and faster production speed without compromising safety [42,43]. Some authors explored the association of BIM and DfMA to develop the concept and process of DFMA-oriented parametric design [44]. The MiC, DfMA or industrialized construction are usually associated with digitalization, as a facilitator for their implementation [45]. In addition, it is usually claimed that they have the potential to tackle some of the environmental impacts of the construction sector, such as waste generation [43] and material consumption through prefabrication. Moreover, digitalization and AI-based solutions offer a large range of applications for controlling, monitoring, risk forecasting and automating repetitive tasks, construction errors, productivity issues and shrinking the pressure on human workers [46]. A range of new technologies has the potential to support the BE, whether for data collection and transfer (IoT, digital platforms), distribution and storage (Blockchain and cloud computing) and applied engineering (robotics, 3D printing) [47,48].

Many authors have argued that the transition to the CE could be accelerated through digitalization. Promising automation applications could result in robot-assisted disassembly tasks, helping with the reuse of building materials. Anthropogenic and recovered materials stocks could be monitored by AI to find the best option for the material and align demand/supply. To go beyond the three main principles of CE, which are to narrow, slow and close the material flows, there is a need to explore the regenerative design that mimics natural processes to reconnect and realign humans with nature.

4. Conclusions and Contents

To conclude, a circular economy, as opposed to our current linear economy is a realistic solution to the planetary issues caused mainly by human activities. Despite the good acceptance of the promises claimed by the EMA (Ellen McArthur) foundation for a circular economy as "restorative or regenerative by intention and design" some authors refuted the possibilities of closing the loop [8].

This Special Issue "A Circular Economy for a Cleaner Built Environment" is devoted to the Circular Economy as a means for a cleaner built environment. Topics include the implementation of the circular economy and applications of principles of circularity (case studies/best practice examples), assessment tools (indicators, methodologies), practitioners' feedback, the barriers and drivers for the adoption of a circular economy, policies, business models and new forms of shared services, etc.

Conflicts of Interest: The author declares no conflict of interest.

References

- 1. Abrishami, S.; Martín-Durán, R. BIM and DfMA: A Paradigm of New Opportunities. Sustainability 2021, 13, 9591. [CrossRef]
- Afsari, K.; Eastman, C.; Shelden, D. Building Information Modeling data interoperability for Cloud-based collaboration: Limitations and opportunities. *Int. J. Arch. Comput.* 2017, 15, 187–202. [CrossRef]
- Anastasiades, K.; Blom, J.; Buyle, M.; Audenaert, A. Translating the circular economy to bridge construction: Lessons learnt from a critical literature review. *Renew. Sustain. Energy Rev.* 2020, 117, 109522. [CrossRef]
- Arif, M.; Goulding, J.; Pour Rahimian, F. Promoting Off-Site Construction: Future Challenges and Opportunities. J. Arch. Eng. 2012, 18, 75–78. [CrossRef]
- Bertin, I.; Mesnil, R.; Jaeger, J.-M.; Feraille, A.; Le Roy, R. A BIM-Based Framework and Databank for Reusing Load-Bearing Structural Elements. *Sustainability* 2020, 12, 3147. [CrossRef]
- 6. Bianco, A. Ageing Workers and Digital Future. Riv. Trimest. Di Sci. Dell'Amministrazione 2021, 3, 1–22. [CrossRef]
- Cai, G.; Waldmann, D. A material and component bank to facilitate material recycling and component reuse for a sustainable construction: Concept and preliminary study. *Clean Technol. Environ. Policy* 2019, 21, 2015–2032. [CrossRef]
- 8. Carra, G.; Nitesh, M. Circular Business Models for the Built Environment. Arup BAM CE100. 2017. Available online: http://www.duurzaam-ondernemen.nl/circular-business-models-for-the-built-environment-research-report-by-arup-bam/ (accessed on 6 November 2022).
- Charef, R. Supporting construction stakeholders with the circular economy: A trans-scaler framework to understand the holistic approach. *Clean. Eng. Technol.* 2022, 8, 100454. [CrossRef]

- 10. Charef, R. The use of Building Information Modelling in the circular economy context: Several models and a new dimension of BIM (8D). *Clean. Eng. Technol.* **2022**, *7*, 100414. [CrossRef]
- 11. Charef, R.; Emmitt, S. Uses of building information modelling for overcoming barriers to a circular economy. *J. Clean. Prod.* 2021, 285, 124854. [CrossRef]
- 12. Charef, R.; Emmitt, S.; Alaka, H.; Fouchal, F. Building Information Modelling adoption in the European Union: An overview. *J. Build. Eng.* **2019**, *25*, 100777. [CrossRef]
- Charef, R.; Lu, W. Factor dynamics to facilitate circular economy adoption in construction. J. Clean. Prod. 2021, 319, 128639. [CrossRef]
- 14. Chen, K.; Lu, W. Design for Manufacture and Assembly Oriented Design Approach to a Curtain Wall System: A Case Study of a Commercial Building in Wuhan, China. *Sustainability* **2018**, *10*, 2211. [CrossRef]
- Crawford, K.; Johnson, C.; Davies, F.; Joo, S.; Bell, S. Demolition or Refurbishment of Social Housing? A review of the evidence. 2014. Available online: https://www.ucl.ac.uk/engineering-exchange/sites/engineering_exchange/files/report-refurbishmentdemolition-social-housing_1.pdf (accessed on 26 November 2022).
- 16. Cullen, J.M. Circular Economy: Theoretical Benchmark or Perpetualmotion Machine? J. Ind. Ecol. 2017, 21, 483–486. [CrossRef]
- 17. Dahlin, E. Are Robots Stealing Our Jobs? Am. Sociol. Assoc. 2019, 5, 1–14. [CrossRef]
- Durdyev, S.; Ismail, S. Offsite Manufacturing in the Construction Industry for Productivity Improvement. *Eng. Manag. J.* 2019, 31, 35–46. [CrossRef]
- 19. Eddy, R. The Circular Economy. Build. Eng. 2019, 94, 24-26. [CrossRef]
- 20. Ellen MacArthur Foundation. Growth within: A Circular Economy Vision for a Competitive Europe. 2015. Available online: https://ellenmacarthurfoundation.org/growth-within-a-circular-economy-vision-for-a-competitive-europe (accessed on 3 November 2022).
- European Commission. A Renovation Wave for Europe—Greening Our Buildings, Creating Jobs, Improving Lives. 2020. Available online: https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A52020DC0662 (accessed on 23 October 2022).
- 22. Galvin, R. The Rebound Effect in Home Heating: A Guide for Policymakers and Practitioners, 1st ed.; Routledge: London, UK, 2015. [CrossRef]
- 23. Gao, S.; Jin, R.; Lu, W. Design for manufacture and assembly in construction: A review. *Build. Res. Inf.* 2019, 48, 538–550. [CrossRef]
- 24. Gillott, C.; Davison, B.; Tingley, D.D. Drivers, barriers and enablers: Construction sector views on vertical extensions. *Build. Res. Inf.* **2022**, *50*, 909–923. [CrossRef]
- 25. Habitat for Humanity. "Habitat for Humanity Urges Equitable Housing Solutions at 11th World Urban Forum." Habitat for Humanity International. 2022. Available online: https://www.habitat.org/newsroom/2022/habitat-humanity-urges-equitable-housing-solutions-11th-world-urban-forum (accessed on 15 October 2022).
- Hjaltadóttir, R.E.; Hild, P. Circular Economy in the building industry European policy and local practices. *Eur. Plan. Stud.* 2021, 29, 2226–2251. [CrossRef]
- 27. Kanters, J. Circular Building Design: An Analysis of Barriers and Drivers for a Circular Building Sector. *Buildings* **2020**, *10*, 77. [CrossRef]
- Korhonen, J.; Nuur, C.; Feldmann, A.; Birkie, S.E. Circular economy as an essentially contested concept. J. Clean. Prod. 2018, 175, 544–552. [CrossRef]
- Langley, D.J. Digital Product-Service Systems: The Role of Data in the Transition to Servitization Business Models. Sustainability 2022, 14, 1303. [CrossRef]
- Lund, S.; Manyika, J.; Woetzel, J.; Barriball, E.; Krishnan, M. Risk, Resilience, and Rebalancing in Global Value Chains | McKinsey. 2020. Available online: https://www.mckinsey.com/business-functions/operations/our-insights/risk-resilienceand-rebalancing-in-global-value-chains (accessed on 14 November 2022).
- 31. Ellen, M.F. Circularity in the Built Environment: Case Studies. 2016. Available online: https://www.ellenmacarthurfoundation. org/assets/downloads/Built-Env-Co.Project.pdf (accessed on 14 November 2022).
- de Man, R. Circularity Dreams: Denying physical realites, Chapter 1. In *The Impossibilities of the Circular Economy*; Routledge: New York, NY, USA, 2022; pp. 3–10. [CrossRef]
- Marin, J.; Alaerts, L.; Van Acker, K. A Materials Bank for Circular Leuven: How to Monitor 'Messy' Circular City Transition Projects. Sustainability 2020, 12, 10351. [CrossRef]
- 34. Michaux, S.P.; Butcher, A.R. Some observations on the current Circular Economy model, Chapter 9. In *The Impossibilities of the Circular Economy*; Routledge: New York, NY, USA, 2022; pp. 90–102. [CrossRef]
- 35. Savage, A. Construction's Digital Manufacturing Revolution. The B1M. 2019. Available online: https://www.theb1m.com/ video/constructions-digital-manufacturing-revolution (accessed on 16 October 2022).
- Nikmehr, B.; Hosseini, M.; Martek, I.; Zavadskas, E.; Antucheviciene, J. Digitalization as a Strategic Means of Achieving Sustainable Efficiencies in Construction Management: A Critical Review. Sustainability 2021, 13, 5040. [CrossRef]
- Parn, E.A.; Edwards, D. Cyber threats confronting the digital built environment. *Eng. Constr. Arch. Manag.* 2019, 26, 245–266. [CrossRef]
- Parrique, T. From Green Growth to Degrowth. 2021. Available online: https://www.globalpolicyjournal.com/sites/default/ files/pdf/Parrique%20-%20From%20Green%20Growth%20to%20Degrowth.pdf (accessed on 14 November 2022).

- 39. Rao, S. The Benefits of AI in Construction. 2022. Available online: https://constructible.trimble.com/construction-industry/thebenefits-of-ai-in-construction (accessed on 22 November 2022).
- 40. Robles, M.; Bowe, D. BIM+Blockchain: A Solution to the Trust Problem in Collaboration? 2017. Available online: https://arrow.tudublin.ie/bescharcon (accessed on 27 October 2022).
- 41. Romdhane, L. 3D Printing in Construction: Benefits and Challenges. Int. J. Struct. Civ. Eng. Res. 2020, 9, 314–317. [CrossRef]
- 42. Sinclair, D.; Johnson, J.; Heptonstall, I.; Francis, R.; Fraser, N.; Mccarthy, S.; Davie, K.; Magdani, N.; Stacey, S. Designing for Manufacture and Assembly—RIBA Plan of Work 2013; RIBA Publishing: London, UK, 2013.
- 43. Turk, Ž. Structured Analysis of ICT Adoption in the European Construction Industry. Int. J. Constr. Manag. 2021, 1–7. [CrossRef]
- 44. United Nations. THE 17 GOALS | Sustainable Development. Available online: https://sdgs.un.org/goals (accessed on 4 July 2022).
- 45. Williams, R. Utilising Building Information Modelling for Facilities Management. Master's Thesis, University College London, London, UK, 2013.
- De Wolf, C.; Hoxha, E.; Fivet, C. Comparison of Environmental Assessment Methods When Reusing Building Components: A Case Study. Sustain. Cities Soc. 2020, 61, 102322. [CrossRef]
- 47. Wuni, I.Y.; Shen, G.Q. Barriers to the adoption of modular integrated construction: Systematic review and meta-analysis, integrated conceptual framework, and strategies. J. Clean. Prod. 2020, 249, 119347. [CrossRef]
- 48. Yuan, Z.; Sun, C.; Wang, Y. Design for Manufacture and Assembly-oriented parametric design of prefabricated buildings. *Autom. Constr.* **2018**, *88*, 13–22. [CrossRef]