

OFFICE DEPOT

Taking Care Of (Green) Business: Office Depot's Environmental Initiatives Now Include A Nationwide Spec Of The XLERATOR® Hand Dryer

Office Depot, a global retailer of office products and services, is demonstrating that, as outlined in its environmental vision, it is both possible and lucrative to "increasingly buy green, be green and sell green." In fact, Office Depot is so focused on its vision, the company has developed a full suite of green initiatives (including rolling out a waste reducing XLERATOR Hand Dryer in its retail store locations) that have improved sustainability and reduced Office Depot's overall environmental footprint.

Office Depot's sustainability initiative is as multifaceted as the company's wide product assortment. The company's environmental strategy comprises the following distinct but equally important categories:

✓ Green merchandising and purchasing: Office Depot is the first office supply industry retailer to introduce a green brand, dubbed Office Depot Green (launched in April 2008), which includes everything from recycled paper and remanufactured ink and toner cartridges to Compact Fluorescent Lightbulbs (CFLs). Consumers are now able to simply identify green

products and learn how to 'go green' in their own offices by visiting a store in person, browsing online (www.officedepot.com/buygreen) or reviewing the company's signature Green Book™ catalog. Office Depot also recognizes and awards those customers that drive high demand for green products, and maintains stringent internal corporate guidelines to purchase and use green materials for its own operations (such as recycled paper and Energy Star-qualified products) wherever possible.

✓ Green services: Since 2003, Office Depot has offered customers the opportunity to recycle empty ink and toner cartridges, and receive store credit for doing so through the company's Ink and Toner Cartridge Recycling Program. Office Depot more recently launched the Tech Recycling Service in 2007 to help its customers recycle their electronic waste by breaking it down into reusable materials, such as glass, copper, plastic, and aluminum. (Learn more at www.officedepot.com/techrecycling.)

- ✓ Energy reduction: By investing over \$20 million in energy and efficiency initiatives within the company's retail stores, Office Depot reduced its electricity usage and carbon-dioxide emissions from its North American facilities by over 10% between 2005 and 2006, thus saving an estimated \$6.2 million in electricity costs. Realizing the strong ROI Office Depot has implemented these same initiatives in its "Green" store location in Austin, Texas.
- ✓ Fuel reduction: Between 2005 and 2006, Office Depot reduced greenhouse gas emissions from transportation by 9.4% in North America by switching to fuel efficient Sprinter Vehicles and administering a RoadNet software program. As a result, Office Depot was selected as one of 34 companies to receive the Environmental Protection Agency's Environmental Excellence Award.
- ✓ **Solid waste reduction:** Office Depot established a chainwide recycling program in its North American retail stores to recover paper, cardboard, plastic, and metal. The company's headquarters in South Florida features a waste program that handles 80% of its end-of-life materials.
- ▼ Building green: To further reduce waste, energy and fuel related to construction, Office Depot became a member of the United States Green Building Council (USGBC) in 2007. As part of this partnership, Office Depot agreed to adhere to USGBC Leadership in Energy and Environmental Design (LEED) standards for all future store construction. In June 2008, Office Depot opened the company's first "green" (soon to be LEED certified store), located in Austin, TX. (Still under evaluation, the store aims to qualify for the Silver or Gold LEED rating.) Among other features, the Austin store boasts solar panels, high-efficiency lighting, high speed energy efficient hand dryers, recycled flooring, and high-efficiency HVAC, and serves as a model for future retail construction.

"Building green is a tremendous part of Office Depot's sustainable effort, and it really is all in the details, from energy generation to the products we use throughout each store," said Ed Costa, Vice President of Construction for Office Depot. "As a retailer, we can continue to sell thousands of 'green' products and services, but if our store locations aren't environmentally sustainable, we're not providing a good model for our customers and doing very little to reduce our own footprint."

Office Depot's building prototype specifies how the stores will be built and what products will be used throughout. Everything from high-efficiency lighting, plumbing and recycled building materials are being incorporated into existing stores and included in all new store construction projects. And since office restrooms generate paper waste as well as printers and copy machines, Office Depot's bathrooms are designed for maximum energy efficiency and minimum waste.

One of the many products newly specified in the Office Depot construction prototype, presently in use in 140 store locations across the United States, is the XLERATOR Hand Dryer. Unlike conventional hand dryers, which average 30 to 45 seconds of drying time, the XLERATOR dries hands three times faster (completely in 8 seconds*) and uses 80% less energy than conventional hand dryers. XLERATOR also delivers a 95% cost savings when compared to paper towels, is the first hand dryer to achieve GreenSpec® listing and helps facilities qualify for LEED® credits.

Prior to installing the XLERATOR, Office Depot restrooms used paper towel dispensers. "We tried a different brand of dryer in a few store locations," said Jeffrey Rosenholtz, Senior Manager of Capital Projects for Office Depot. "Unfortunately, the product was not acceptable to our customers, and we quickly pulled them out."

Because it works quickly and dries hands effectively, the XLERATOR has enabled Office Depot to eliminate the use of paper towel dispensers in the restrooms altogether. "We call them 'mini jet engines' for a reason: these dryers do the job better than anything else we tried," said Rosenholtz. "We plan to replace paper towel dispensers with XLERATORs in the majority of our store locations within the next couple of years."

Excel Dryer, manufacturer of the XLERATOR, created customized covers for the specified dryers that feature Office Depot's logo and a message detailing the company's commitment to sustainability.

"It's great to have our logo and 'green' messaging consistent throughout the stores, " said Rosenholtz. "The dryer is very clean looking and complimentary to our restroom design, while being sturdy and resistant to vandalism. Feedback from our store managers - as well as the customers - has been outstanding."



*Dry time and energy use testing performed by SGS International on standard XLERATOR Hand Dryer with 0.8" nozzle to 0.25g or less of residual moisture, pursuant to the UL Environment Global Product Category Rules (PCR) for Hand Dryers.

