

ASSESSING THE ENVIRONMENTAL IMPACTS OF GLOBAL LOGISTICS: CHALLENGES AND SUSTAINABLE SOLUTIONS

Rithin Ilango¹, Dr. S. Sudha²

Student, Department of Management Studies, Vels Institute of Science Technology & Advanced studies, Chennai,
Tamil Nadu¹

Professor and Programme Coordinator, Department of Management Studies, Vels Institute of Science,
Technology & Advanced Studies, Chennai, Tamil Nadu²

Abstract: This report assesses the logistics and transportation industry's environmental impacts in terms of carbon emissions and environmental degradation as a result of international freight services. It examines air, land, rail, and shipping transportation's contributions to climate change effects and discusses sustainable logistics practices such as electric vehicle adoption, use of biofuels, and intermodal transportation systems. Data collection and examination of mitigation efforts, using a review of literature, collections and proposals so far made, leads to the determination that on a transitioning and evidence based pathways for sustainable logistics and transports it is vital to make policy and regulatory changes for transformation, technology available and protect shared and cross-sectoral business interests to advance the move towards more sustainable logistics. Overall, the structural changes to decarbonise supply chains identified mean there is an urgency for logistics to decarbonise or alternatively face extinction in terms of environmental and economic sustainability in the long term.

Keywords: Sustainable logistics, carbon emissions, transportation, climate change, supply chain, intermodal transport, green technology, environmental impact

I. INTRODUCTION

In today's globalized world, global logistics has become a bedrock for global trade, enabling the flow of goods and **services** across international borders. Logistics draws on a complex global system of supply chain processes that include transportation, warehousing, inventory management, and distribution. Global logistics provides economic development, efficiency in global marketplaces; still, they have real and figurative environmental costs. The growing demand for fast delivery, with more international shipments, more frequent restocking creates increased greenhouse gas emissions, air and water pollution, noise pollution, resource consumption, etc. Transportation, as a part of logistics, is responsible for a significant proportion of global CO₂ emissions from road freight, air freight, maritime shipping, and logistics hubs like ports, warehouses and distribution centres are very energy intensive operations that also impact land use and cause waste. Packaging practices and inadequate emission control also influences logistics, which is one major cause of environmental degradation, pollution, health problems.

Climate change and sustainability challenges are gaining attention from governments and the corporate sector, therefore we need to better understand the environmental impacts of global logistics and to develop more practical, scalable, and sustainable solutions.

Problem of the Study

The industry of logistics and transportation is an essential component in economic development; it also heavily contributes to environmental ruin via greenhouse gas emissions, fossil fuel consumption, and pollution, among other things. There is a growing awareness of sustainability challenges, yet carbon-intensive modes of transport continue to dominate while sustainable practices remain inadequately implemented across the supply chain. There is an urgent need to establish and understand logistics operations' environmental impacts, to assess existing carbon reduction strategies, and to identify suitable approaches to achieving sustainability in supply chain practices. The focal problem under examination in this research is the inadequate manner in which logistics efficiency and environmental responsibility are integrated in respect to international freight activities.

Need for the Study

This research is critical for evaluating the environmental consequences of global logistics and supply chain functions. With the expansion of international trade comes a commensurate expansion of the environmental footprint from transportation and warehousing. Determining the main causes of environmental degradation will allow for more sustainable practice growth. This research aids policy development for more sustainable operations in logistics, by not just having sustainability as a policy target, but also ensuring that awareness is raised and that stakeholders are prompted to explore and adopt green alternatives.

Objective of the Study**Primary Objective:**

- Measure the environmental effects of global logistics, specifically carbon footprint, pollution, and resource consumption.

Secondary Objectives:

- Analyze sustainable logistics practices such as green supply chains and other alternative fuels.
- Make suggestions for balancing growth with environmental sustainability.
- Examine the viability of cleaner transportation modes and fuels.
- Analyze international sustainability policies and how they affect logistics.
- Make recommendations for best practices in incorporating sustainability in supply chain management..

SCOPE OF THE STUDY

- To identify key challenges such as economic, technological, and policy-level barriers.
- To examine how companies can implement sustainable logistics operations.
- To research the governments' role in the promotion of sustainable logistics policies.
- To study the impact of digitalization, automation, and AI in reducing harm to the environment.
- To offer insights into future trends and strategies for sustainable logistics

II. LITERATURE REVIEW

"A Review of Green Logistics Schemes Used in Cities Around the World" by "Geroliminis, N., & Daganzo", C. F. (2005).

1. The study compares various green logistic practices adopted across the globe in metropolitan areas and discovers strategies like efficient packaging, route optimisation, and corporate network building to limit environmentally harmful impacts.

2. "Sustainable Logistics: Best Lessons from the Global Compact" by "Hoessle", U. (2013)

The author writes about increasing importance of environmental issues in logistics, with special reference to the need for green transport and supply chain management to meet social, political, and economic demands.

3. "Decarbonized Shipping" by "Islam, R., & Enghart, D". (2022)

Various ways of decarbonizing shipping, including the use of low-carbon feedstocks, electrification, and digitalization for optimal transport efficiency, are discussed in the podcast.

4. "Actions the Industry Can Take to Decarbonize Shipping" by "Bourboulis, S., Krantz, R., & Mouftier, L". (2022)

The article sets out realistic actions for the shipping industry to reduce emissions, such as the utilization of alternative fuels, ship engine retrofitting, and enhancing operating efficiency through digitalization.

III. RESEARCH METHODOLOGY

Research methodology is the methodical approach used in a research study to collect, analyze, and interpret data in a structured and scientific manner. It entails establishing the research problem, developing hypotheses, picking a good research design, and figuring out how best to gather and analyze data. Selecting a sample strategy, guaranteeing the authenticity and reliability of the data, and resolving ethical issues like informed permission and confidentiality are further components of the process. A clearly established research technique guarantees the study's objectivity, reliability, and reproducibility. It assists researchers in solving difficult problems, coming to well-informed conclusions, and adding significant information to their disciplines. Methodologies may be qualitative, quantitative, or a mix of the two, depending on the type of study. For any research project to be successful and produce accurate data, a solid technique is essential

3.1 Research Design**Descriptive Research Design**

Descriptive research design is a systematic method for collecting, analyzing, and presenting information about a specific phenomenon, group, or situation. It aims to provide a thorough understanding of a subject by answering questions like

"what," "who," "where," "when," and "how." It is commonly used in social sciences, business, healthcare, and market research to investigate habits, trends, and traits.

3.2 Sampling Techniques

Purposive Sampling

Purposive sampling is a non-probability sampling technique where researchers deliberately choose participants based on predetermined standards like experience, knowledge, or study relevance.

Sample Area

Freight forwarding & carrier companies, Chennai.

Sample Size

100 samples each from freight forwarding & carrier companies.

3.3 Method of Data Collection

Primary Data

Primary data is information that has been collected directly from the source for a specific purpose.. It is obtained using techniques like surveys, interviews, experiments, and firsthand observations. Since original data is gathered directly from the source, it is typically accurate, current, and pertinent to the goals of the researcher. However, because acquiring primary data necessitates enough preparation, resources, and effort, it can be expensive and time-consuming. Primary data offers insightful information, but there are drawbacks to take into account, including biased responses, trouble reaching a large sample, and high expenses. Primary data is frequently used by organizations, researchers, and businesses to make well-informed decisions.

Secondary Data

Secondary data is information that has already been collected and published by others. Research papers, periodicals, corporate records, government reports, and internet databases are some of the sources from which it is gathered. When primary data collecting is impractical or unneeded, secondary data is frequently employed since it saves money and time. Its precision is dependent on the validity of the original source, though, and it might not always be tailored to the researcher's requirements. Companies frequently use secondary data for market research, such as examining historical sales data to forecast future demand or relying on public reports to analyze industry trends. Before using secondary data to inform decisions, researchers should confirm its validity and applicability, even though it can be helpful for comprehending broad trends and historical Insights.

3.4 Questionnaire Design

In this questionnaire, I have used the personal details of the employees who working in freight forwarding and carrier companies and their perceptions towards challenges in managing environmental impacts. The first part involves five questions like Age, Gender, Qualification, Job Position, Experience. The second part involves agreement statements on challenges.

3.5 Limitations Of Study

- Period of study was restricted to two months.
- Since the logistics and shipping company has less no. of employees, it is difficult to collect the required samples.

IV. STATISTICAL TOOL

a) Descriptive Statistics Freight Forwarders

Inference

Emission Management was the most prioritized (mean = 7.59), indicating strong emphasis and varied opinions owing to its operational and regulatory significance. Climate Impact came second (mean = 6.31), indicating persistent concern for the wider implications of emissions. Other aspects such as Environmental Impact, Waste, and Sustainability indicated moderate means (5.05–5.64), with Sustainability in Logistics being the lowest, perhaps owing to lower priority or awareness. In total, all factors are viewed as significant, with control over emissions being the priority

	Minimum	Maximum	Mean	Std. Deviation
Increased Emission And Climate Impact	2	10	6.31	2.237
Environmental Impact	2	10	5.64	2.077
Reduction In Emission	2	10	5.07	2.185
Waste And Emission Levels	2	10	5.39	2.369
Sustainability In Logistics	2	10	5.05	2.226
Emission Management	3	15	7.59	3.059
Valid N (listwise)				

b) Correlation Analysis

		TOTIECI	TOTEI	TOTRIE	TOTWEL	TOTSIL	TOTEM
Increased Emission And Climate Change	Pearson Correlation	1	.433**	.438**	.421**	.405**	.496**
	Sig. (2-tailed)		.000	.000	.000	.000	.000
	N	100	100	100	100	100	100
Environmental Impact	Pearson Correlation	.433**	1	.380**	.515**	.474**	.479**
	Sig. (2-tailed)	.000		.000	.000	.000	.000
	N	100	100	100	100	100	100
Reduce Emission	Pearson Correlation	.438**	.380**	1	.641**	.489**	.662**
	Sig. (2-tailed)	.000	.000		.000	.000	.000
	N	100	100	100	100	100	100
Waste And Emission Levels	Pearson Correlation	.421**	.515**	.641**	1	.553**	.557**
	Sig. (2-tailed)	.000	.000	.000		.000	.000
	N	100	100	100	100	100	100
Sustainability In Logistics	Pearson Correlation	.405**	.474**	.489**	.553**	1	.558**
	Sig. (2-tailed)	.000	.000	.000	.000		.000
	N	100	100	100	100	100	100
Emission Management	Pearson Correlation	.496**	.479**	.662**	.557**	.558**	1
	Sig. (2-tailed)	.000	.000	.000	.000	.000	
	N	100	100	100	100	100	100

** . Correlation is significant at the 0.01 level (2-tailed).

INFERENCE:

The matrix of correlations shows high, statistically significant positive associations between all variables concerning emissions and environmental impact, with all 2-tailed correlations significant at the 0.01 level. Interestingly, Emission Management is most highly correlated with other variables, particularly with Reduction in Emission ($r = .662$), Sustainability in Logistics ($r = .558$), and Waste and Emission Levels ($r = .557$), which suggests that as emission management becomes better, so too does emission reduction, logistical sustainability, and waste/emission levels control. Equally, Reduction in Emission is highly related to Waste and Emission Levels ($r = .641$), indicating a close relationship between reducing emissions and controlling waste outputs. The variable Increased Emission and Climate Change Impact is moderately associated with all others, with the highest association being with Emission Management ($r = .496$), suggesting that increased emission concerns are strongly related to the belief that improved emission control procedures are needed. Generally, the findings indicate that the different environmental sustainability variables are correlated, and achievements in one variable (e.g., management of emissions) would likely have positive impacts on others, emphasizing the holistic approach of sustainability

V. SUGGESTIONS

Improve Emission Monitoring

Invest in emission monitoring equipment, carry out carbon audits, and have open reporting.

Train on Sustainability

Make sustainability training part of logistics courses to enhance industry awareness.

Embrace Green Logistics

Employ green vehicles, reduce routes, and adopt sustainable packaging with government incentives.

Improve Policy and Incentives

Implement environmental legislation and offer tax relief for green investment in logistics.

VI. CONCLUSION

The environmental consequences of global logistics are substantial and far-reaching, impacting air quality, greenhouse gas emissions, and natural resource strain. As trade increases globally, so does the environmental legacy of logistics activity. The main issues are reliance on fossil fuels, inefficient transport systems, poor regulation enforcement, and slow uptake of green technology. Sustainable solutions are on the horizon, including alternative fuels, fleet electrification, digital supply chain optimization, and circular economy practices. Governments, logistics providers, manufacturers, and consumers must work together to make change a reality. Through the use of sustainable practices and innovation, the logistics industry can minimize its impact on the environment while retaining global efficiency. Future research, investment, and policy support are crucial for developing a greener and more resilient logistics system. Public-private collaborations and education throughout the supply chain will continue to make long-term sustainability a cornerstone.

REFERENCES

- [1]. DHL Group. (2023). Sustainability Roadmap - <https://group.dhl.com/en/sustainability/sustainability-roadmap.html>
- [2]. FedEx. (2023). ESG Report 2023 - <https://www.fedex.com/en-us/sustainability/reports.html>
- [3]. Maersk. (2023). Sustainability Reports and Resources <https://www.maersk.com/sustainability/reports-and-resources>
- [4]. IMO. (2020). Sulphur 2020 - <https://www.imo.org/en/MediaCentre/HotTopics/Pages/Sulphur-2020.aspx>
- [5]. ICAO. (2023). Environmental Protection- <https://www.icao.int/environmental-protection>