

Hudson Technologies Environmental Management Plan 2024

Environmental Goals

• Reduce impact of Hudson's operations on the natural environment and local stakeholders, while complying with all local, state and federal regulations

Stakeholders

- Local, State, and Federal Regulators
 - Maintain Compliance with all local, state and federal regulations that pertain to Hudson's business
- Employees
 - Hudson's #1 priority is that our employees have a safe and healthy workplace.
- Customers
 - Hudson makes sure to communicate the importance of refrigerant life cycle management, including the need for refrigerant reclamation to ensure refrigerants are not vented into the atmosphere.
 - Hudson makes public our environmental stance which includes prioritizing GHG reductions, clean water, energy usage, and waste.

Shareholders

- Hudson Technologies was established to reclaim refrigerant gas and to help HVAC systems run at optimal efficiency.
- Hudson's shareholders and BOD are routinely briefed on actions we are taking to reduce the impact of our operations on the environment.

Environmental Aspects and Impacts:

GHG Emissions

- Hudson Tech's Scope 1 and 2 emissions are generated through the use of grid power in operations and offices, the combustion of Natural Gas in operations and offices, the combustion of fuel in Hudson owned vehicles
- Hudson Tech's Scope 3 emissions are generated through the transportation of product and supplies into and out of Hudson facilities, employee travel for business and commuting

Water

 Hudson Technologies uses water in operations and discharges it into the municipal supply

· Generation of Waste

 Hudson technologies generates waste from regular operations, some of that waste is sent to landfills, some of it is recycled



- Procurement of Material
 - Optimally managing resources and looking out for environmentally friendly options of everyday products we procure.

Compliance Obligations

- IL, CA, NY, and GA local and state laws
- EPA 608 Regulations, OSHA, DOT, and FMCSA

Budget and Resources Needed

- Hudson is continuously working to identify specific changes that are necessary to our operations in order to reduce our impact in areas identified.
- Hudson evaluates the recommended changes to understand approximate costs and prepare the necessary budget
- Hudson has the personnel resources needed to implement changes or will use a 3rd party when appropriate.

Environmental Objectives and Action Plan

1. Reduction in Scope 1, 2, and 3 GHG emissions by 25% by 2030

- a. Create a list of actions that are needed to reduce our overall GHG emissions by 25% by 2030.
 - i. Sources of our GHG emissions and baselining (done in 2023)
 - ii. Research available alternatives to traditional energy and gas sources.
 - 1. Energy Efficiency measures
 - 2. Green Power Purchases to cover some of our Scope 1 Emissions
 - 3. Green Freight Options
 - 4. Packaging Options reduction in pallet and shrink wrap usage
 - 5. Purchasing Options Procurement has been directed to evaluate all environmentally friendly options available to us for every day purchases of products needed to operate.
 - iii. Stand up Sustainability Counsel with a volunteer representative from each of Hudson's production plants.

2. Water Usage

- a. Hudson has a target of a 25% reduction in water usage at our plants by 2030.
- b. Research options available to Hudson in order to reduce the amount of water used at plants:
 - i. Major Sources of water usage at Hudson Plants
 - 1. Refrigerant Cylinder cleaning and recertification
 - 2. Other industrial processes/Evaporation
- c. Research options and obtain quotes on technology available to capture and recycle water at our plants.



- i. Evaluate the cost/benefit of those options and create a budget
- ii. Demonstrate the efficiency of options, and if savings are available, take plan to management for approval.

3. Waste Generation

- a. Hudson has a target of a 25% reduction in generated waste going to landfills by 2030
- b. Evaluate what the common waste streams from our plants are by end of 2024
- c. Create solutions for the excess waste streams, look for recycling opportunities for those streams.
- d. Educate the workforce on what items can be thrown away and what items need to be recycled.
- e. Find alternatives to landfilling certain items like wood pallets and shipping material.

4. Procurement

- a. Create a detailed list of top 20 most purchased items by our plants by end of 2024
- b. Evaluate various vendors that offer "Greener" alternatives to products we buy most
- c. Compile data on difference in cost of using more environmentally friendly products at plants.
- d. Create a budget and have it approved so procurement can start to purchase different products

Roles and Responsibilities

- 1. Director of Sustainability
 - a. Identify relevant environmental impacts and issues baseline them
 - b. Develop Sustainability counsel with volunteer representatives from each of Hudson's plants
 - c. Develop and communicate plans and training ideas to plant managers and HR
 - d. Deliver Status Reports to Management by end of 4th quarter each year

2. Plant Managers

- a. Evaluate recommendations on reducing environmental impacts to see how recommendations will affect production, etc
- b. Communicate to plant staff any changes adopted (signage etc)
- c. Recommend staff to monitor and implement changes

3. Human Resources

- a. Develop communication and training for employees
- b. Come up with engagement activities and contests (recycling programs, community service, etc)

4. Marketing

- a. Gather information on identified impacts and goals to reduce them, distribute information to stakeholders via website and marketing materials
- b. Communicate progress made to stakeholders
- 5. Executive Management



- a. Review goals and plans to reach them
- b. Approve any necessary budget increases needed to execute plan
- c. Communicate support for goals and actions to employees and other stakeholders