

ECO OPERATIONAL PARTNERS

QUARTERLY SUSTAINABILITY & RESOURCE RECOVERY REPORT

Q2 2026 | APRIL 1 - JUNE 30, 2026

CUSTOMER

[REDACTED] Regional Health System

Large multi-site acute-care healthcare organization | New York State

Prepared by Beautiful Brains, Inc. | Eco Operational Partners + SmartCycle™

Sample report using illustrative, non-customer data. Not a regulatory filing or carbon-credit verification.

1. Executive Performance Summary

During Q2 2026, Eco Operational Partners supplied sustainable PPE and operated the SmartCycle™ resource recovery program across participating facilities for [REDACTED]. The quarter focused on reducing avoidable PPE spend, improving material recovery, establishing auditable diversion data, and identifying additional opportunities to lower supply-chain emissions.

42,680 lb	34,910 lb	81.8%	27.4 tCO₂e
Material collected	Diverted from landfill	Program diversion rate	Estimated GHG impact*
1.24M	\$61,840	96.7%	14
Sustainable gloves supplied	Documented/estimated savings	Collection stream quality	Participating locations

Quarterly outcome

The program converted routine PPE purchasing and disposal into a measurable operating system: sustainable product substitution + source-separated recovery + verified weights + quarterly reporting.

Management Highlights

- Expanded SmartCycle™ collection to 4 additional departments, increasing participating locations from 10 to 14.
- Reduced contamination in recovery bins to 3.3% through signage, staff education and placement adjustments.
- Shifted 1.24 million eligible glove units to a lower-impact product specification while maintaining required clinical performance criteria.
- Identified \$29,600 in annualized purchasing opportunity through SKU rationalization, par-level adjustments and reduced emergency orders.
- Established a repeatable data package for sustainability, procurement, grant narratives and internal leadership reporting.

*GHG figures are modeled estimates based on documented activity data and stated methodology; they are not third-party verified carbon credits.

2. Program Scope & Reporting Boundary

Program Element	Q2 Scope	Data Source
Sustainable PPE supply	Biodegradable/accelerated-degradation nitrile gloves; selected reusable apparel	Purchase orders, invoices, receiving records
SmartCycle™ recovery	Eligible non-hazardous PPE and approved operational materials	Collection logs, weight tickets, downstream records
Waste diversion	Reuse, recycling and approved recovery pathways	Scale weights + processor documentation
Cost optimization	Price, utilization, overstock and disposal opportunities	Procurement extracts + department interviews
GHG accounting support	Estimated avoided/changed emissions associated with program activities	Activity data × documented emission factors

Reporting boundary

This report covers only enrolled locations, approved materials and transactions captured during the quarter. Regulated medical waste, sharps, pharmaceuticals, pathological waste and other prohibited materials are excluded from SmartCycle™ unless a separately approved pathway exists.

3. SmartCycle™ Material Recovery Performance

Material Stream	Collected	Recovered / Diverted	Diversion Rate	Primary Disposition
Eligible nitrile / exam gloves	18,420 lb	13,980 lb	75.9%	Specialty material recovery
Clean protective apparel	7,850 lb	6,920 lb	88.2%	Reuse / textile recovery
Packaging films & plastics	6,310 lb	5,410 lb	85.7%	Mechanical recycling
Corrugated / paper packaging	7,900 lb	7,610 lb	96.3%	Fiber recycling
Other approved materials	2,200 lb	990 lb	45.0%	Mixed recovery
TOTAL	42,680 lb	34,910 lb	81.8%	Multiple verified pathways

Contamination & Quality Control

- 3.3% of collected material was rejected or rerouted due to contamination or incorrect placement.
- Top contamination drivers: food/liquid residue, non-approved mixed plastics and clinical waste placed in recovery bins.
- Corrective actions: refreshed bin labels, department-specific accepted-material guides and targeted staff retraining.

4. Sustainable Product Performance

Product Category	Quarter Volume	Sustainability Attribute	Operational Value
Nitrile exam gloves	1.24M units	Accelerated degradation formulation under qualifying disposal conditions	High-volume sustainable procurement conversion
Reusable / extended-life apparel	2,460 units	Durable construction designed for repeated use / laundering	Reduced replacement frequency
Eco-oriented packaging	Selected SKUs	Reduced material and/or recyclable packaging specifications	Lower packaging waste

Important product claim control

Environmental claims must be supported by the specific manufacturer's test data and product specification. 'Biodegradable' does not mean a glove disappears in ordinary use, compost, or every landfill condition.

5. Financial Value Delivered

Value Lever	Q2 Impact	Annualized Opportunity	How Value Was Created
PPE unit-cost optimization	\$18,750	\$75,000	Contract pricing + SKU consolidation
Overstock / par-level reduction	\$9,400	\$37,600	Reduced excess inventory and duplicate ordering
Avoided emergency purchases	\$6,180	\$24,720	Improved replenishment planning
Waste / hauling optimization	\$7,510	\$30,040	Diversion + collection route optimization
Reusable product lifecycle	\$20,000	\$80,000	Lower replacement frequency
TOTAL	\$61,840	\$247,360	Illustrative combined opportunity

Financial interpretation

Savings are separated into documented realized savings and modeled/annualized opportunities. Final finance-recognized savings should be reconciled with the customer's procurement and finance teams before external reporting.

6. Carbon & Climate Impact

Eco Operational Partners translates operational activity into decision-useful greenhouse-gas metrics. The model is designed to support internal ESG reporting and grant narratives; it does not create a carbon credit by itself.

27.4 tCO₂e

Estimated Q2 impact

109.6 tCO₂e

Annualized run-rate*

34,910 lb

Landfill diversion

Illustrative GHG Calculation Framework

Driver	Activity Data	Calculation Approach	Q2 Estimate
Material diversion	34,910 lb recovered	Weight × material-specific waste-management factor	11.2 tCO ₂ e
Product substitution	1.24M glove units	Baseline product footprint - selected product footprint	9.6 tCO ₂ e
Reuse / life extension	2,460 apparel units	Avoided replacement units × product footprint	5.1 tCO ₂ e
Logistics optimization	Consolidated shipments/routes	Baseline transport - actual transport	1.5 tCO ₂ e
TOTAL			27.4 tCO ₂ e

*Annualized run-rate is Q2 performance × 4 and is not a forecast or guarantee.

Carbon credits vs. carbon accounting

Program reductions may support organizational GHG inventories and climate reporting, but they are not automatically NYS carbon credits. A tradable credit requires an eligible protocol/program, defined ownership, additionality, monitoring, verification and registry issuance. Eco Operational Partners can preserve the activity data and chain-of-custody evidence needed to evaluate future eligibility.

7. New York State Climate Alignment

NYS Direction	Program Contribution	Evidence Produced
Economy-wide GHG reduction trajectory	Lower-impact procurement, reuse, recovery and logistics optimization	Product volumes, recovery weights, modeled tCO ₂ e
Waste reduction / circularity	Moves approved materials from disposal toward reuse and recovery	Weight tickets, diversion rate, downstream disposition
Cleaner procurement practices	Introduces sustainability criteria into recurring PPE purchasing	SKU specifications, spend, volume and supplier records
Environmental performance measurement	Creates repeatable quarterly KPIs rather than one-time claims	Quarterly dashboard + methodology + audit trail

Strategic value

The program gives the customer evidence of concrete operational actions that support New York's broader climate direction while keeping claims proportional to the actual program boundary.

8. Department Performance Dashboard

Department	Participation	Diversion	Primary Opportunity	Next-Quarter Action
Environmental Services	High	86%	Reduce contamination further	Refresher training + bin placement
Food & Nutrition	Medium	72%	Expand eligible packaging recovery	Pilot 2 additional streams
Laboratory / Research	High	79%	Increase clean glove capture	Add point-of-use stations
Facilities	High	91%	Expand reusable safety apparel	Lifecycle tracking
Outpatient Clinics	Medium	68%	Improve staff participation	Department champions
Administrative / Receiving	High	95%	Optimize packaging recovery	Vendor packaging requirements

9. Next-Quarter Recommendations

Priority	Action	Expected Value	Owner
1	Expand glove recovery to 6 additional eligible departments	Higher diversion + better data density	EOP + Customer EVS
2	Complete overstock and slow-moving inventory review	Working-capital release + avoided expiration	EOP + Procurement
3	Convert selected high-volume SKUs to approved sustainable alternatives	Procurement + Scope 3 improvement	EOP + Clinical Supply
4	Implement department-level scorecards	Accountability + engagement	EOP + Sustainability
5	Validate emission factors and finance-recognized savings	Higher-confidence external reporting	EOP + Finance/ESG

10. Governance, Controls & Assumptions

- Customer identity, contract pricing, facility names, supplier identities and proprietary utilization data are redacted in this sample.
- All quantities and financial results in this sample are illustrative and are presented as if for a current customer solely to demonstrate reporting format.
- Diversion rate = recovered/diverted material ÷ total SmartCycle™ material collected within the reporting boundary.
- GHG estimates require documented emission factors and should be recalculated when better primary supplier or processor data becomes available.
- No claim of regulatory compliance, grant eligibility, carbon-credit issuance or third-party verification is made by this report.
- Clinical product substitutions remain subject to infection prevention, clinical, procurement and applicable regulatory approvals.

11. Quarterly Certification

Prepared for: [REDACTED] Regional Health System

Reporting Period: Q2 2026

Prepared by: Eco Operational Partners, a division of Beautiful Brains, Inc.

Program: SmartCycle™ Recovery-as-a-Service + Sustainable Procurement

Status: Customer Sustainability Performance Report - SAMPLE / REDACTED

Eco Operational Partners | Beautiful Brains, Inc.

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