A STUDY OF ENVIRONMENTAL EFFICIENCY IN A MULTI-LEVEL PRODUCTION SYSTEM USING DATA ENVELOPMENT ANALYSIS



INDIAN INSTITUTE OF MANAGEMENT CALCUTTA

Authored by: Utsav Pandey

Operations Management Group,

Indian Institute of Management Calcutta

Thesis Advisory Committee: Prof. Sanjeet Singh

Prof. Bodhibrata Nag Prof. Pankaj Gupta

Abstract

ENVIRONMENTAL EFFICIENCY IN A MULTI-LEVEL PRODUCTION SYSTEM

The developed framework in my thesis addresses the issue of measuring and controlling emissions at different levels. The models do not presume any *predefined* functional form of the production systems. Thus, the use of Data Envelopment Analysis (DEA) allows the production frontier to be driven entirely by the existing production mixes. In addition, the underlying principles of linear programming problems

ENVIRONMENTAL EFFICIENCY IN A MULTI-LEVEL PRODUCTION SYSTEM

production system continues to underplay the abatement targets. Hence imposition of agreements by target setting and compliance do not necessarily ensure emission reduction. If commensurable improvement on emission standards is to be achieved, the leading units need to set the benchmark for the poor performers to follow. However, units face different external factors e.g., politico-