

## **Harnessing AI Responsibly: Terraphase's Strategic Approach to Artificial Intelligence in Environmental Consulting**

At Terraphase, we recognize that artificial intelligence is not just a passing technological trend, but a powerful catalyst for enhancing the efficiency and impact of our environmental consulting services. To guide our use of this emerging technology, we have developed a formal AI usage policy and established a cross-functional focus group to oversee its rollout. These efforts reflect our commitment to innovation, governance, and ethical responsibility.

### **Why AI Matters to Terraphase**

AI has the potential to transform how we manage environmental data, streamline project workflows, and enhance decision-making. From predictive modeling to automated reporting, the opportunities are vast. To harness it responsibly, our strategy is anchored in rigorous data governance, robust privacy safeguards, and unwavering operational integrity.

### **Policy-Driven Innovation**

Our AI policy, developed collaboratively by the focus group and IT leadership, outlines:

- **Scope and Accountability:** Applies to all employees, contractors, and third parties involved in AI-related work.
- **Approval Process:** AI tools must undergo technical evaluation and formal approval before use.
- **Privacy Standards:** Safeguarding confidential data has always been a cornerstone of our operations. Our AI usage policy reinforces this by strictly prohibiting the use of sensitive information with unapproved AI tools, ensuring that our data protection principles remain uncompromised as we adopt new technologies.
- **Content Reliability:** AI-generated outputs must meet accuracy and quality standards to avoid misinformation.

This policy has been designed so that AI technology enhances, not compromises, our environmental consulting services.

### **Strategic Alignment with Terraphase Goals**

Our AI strategy is tightly aligned with Terraphase's broader long-term goals, including:

- **Operational Efficiency:** Harnessing AI to streamline project delivery and elevate the impact of our services for clients.
- **Talent Development:** Equipping staff with AI tools that support learning, creativity, and productivity.

- **Ethical Leadership:** Promoting transparency, fairness, and environmental stewardship in all AI applications.

### **Looking Ahead**

We're not just adopting AI, we're shaping its role in our industry. Whether it's exploring enterprise-scale AI solutions or building internal models tailored to our data, Terraphase is committed to thoughtful, strategic innovation. As we continue to refine our approach, the focus group remains central to evaluating new tools, gathering feedback, and ensuring that our AI journey reflects our values.