### SB 1383

Short-Lived Climate Pollutants (SLCP):
Organic Waste Methane Emissions
Reductions



### SB 1383: The Road Ahead

- What does SB 1383 Require?
- What is Organic Waste?
- How Many Tons?
- Why Organic Waste?
- Where Are We Today?
- What Is Needed?
- How Do We Get There?
  - Regulations
  - New Facilities (Permitting/Capital Investment)
- How Does This Impact You?



### What does SB 1383 Require?

- ARB must present plan by January 1, 2018 to reduce short-lived climate pollutant emissions below 2013 levels by 2030 of:
  - Methane by 40%
  - Hydroflourocarbons by 40%
  - Anthropogenic black carbon by 50%
- Plan was approved March 2017
- > ARB work with other agencies to meet goals
  - > CDFA
  - > PUC, CEC
  - CalRecycle

#### Senate Bill No. 1383

#### CHAPTER 395

An act to add Sections 39730.5, 39730.6, 39730.7, and 39730.8 to the Health and Safety Code, and to add Chapter 13.1 (commencing with Section 42652) to Part 3 of Division 30 of the Public Resources Code, relating to methane emissions.

[Approved by Governor September 19, 2016. Filed with Secretary of State September 19, 2016.]

#### LEGISLATIVE COUNSEL'S DIGEST

SB 1383, Lara. Short-lived climate pollutants: methane emissions: dairy and livestock: organic waste: landfills.

(1) The California Global Warming Solutions Act of 2006 designates the State Air Resources Board as the state agency charged with monitoring and regulating sources of emissions of greenhouse gases. The state board is required to approve a statewide greenhouse gas emissions limit equivalent to the statewide greenhouse gas emissions level in 1990 to be achieved by 2020. The state board is also required to complete a comprehensive strategy to reduce emissions of short-lived climate pollutants, as defined, in the state.

This bill would require the state board, no later than January 1, 2018, to approve and begin implementing that comprehensive strategy to reduce emissions of short-lived climate pollutants to achieve a reduction in methane by 40%, hydrofluorocarbon gases by 40%, and anthropogenic black carbon by 50% below 2013 levels by 2030, as specified. The bill also would establish specified targets for reducing organic waste in landfills.

This bill would require the state board, in consultation with the Department of Food and Agriculture, to adopt regulations to reduce methane emissions from livestock manure management operations and dairy manure management operations, as specified. The bill would require the state board to take certain actions prior to adopting those regulations. This bill would require the regulations to take effect on or after January 1, 2024, if the state board, in consultation with the department, makes certain determinations.

This bill would require the state board, the Public Utilities Commission, and the State Energy Resources Conservation and Development Commission to undertake various actions related to reducing short-lived climate pollutants in the state. The bill would require state agencies to consider and, as appropriate, adopt policies and incentives to significantly increase the sustainable production and use of renewable gas.

(2) The California Integrated Waste Management Act of 1989, which is administered by the Department of Resources Recycling and Recovery, establishes an integrated waste management program that requires each

### What does SB 1383 Require?

#### **Waste Sector Targets**

#### HSC 39730.6(a)

- 50% reduction in the level of the statewide disposal of organic waste from the 2014 level by 2020.
- > 75% reduction in the level of the statewide disposal of organic waste from the 2014 level by 2025.
- SEC. 3. Section 39730.6 is added to the Health and Safety Code, to read: 39730.6. (a) Consistent with Section 39730.5, methane emissions reduction goals shall include the following targets to reduce the landfill disposal of organics:
- (1) A 50-percent reduction in the level of the statewide disposal of organic waste from the 2014 level by 2020.
- (2) A 75-percent reduction in the level of the statewide disposal of organic waste from the 2014 level by 2025.

#### PRC 42652.5(a)(2)

- 20 percent improvement in edible food recovery by 2025.
- (2) Shall include requirements intended to meet the goal that not less than 20 percent of edible food that is currently disposed of is recovered for human consumption by 2025.

### What Is Organic Waste?

SB 1383 Draft Regulatory Definition

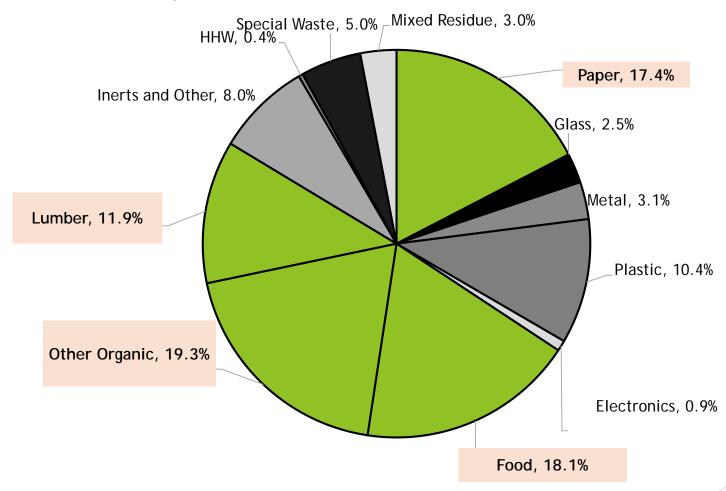
"Organic Waste" means solid wastes containing material originated from living organisms and their metabolic waste products, including but not limited to food waste, green waste, landscape and pruning waste, applicable textiles and carpets, wood, lumber, fiber, manure, biosolids, digestate and sludges.





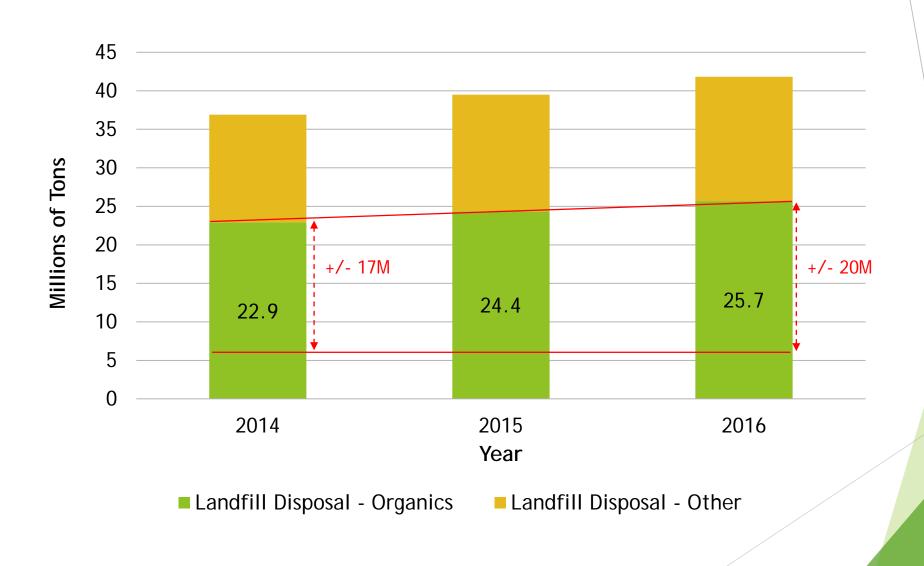
### **How Many Tons?**

- > +/- 23 Million Tons Of Organic Waste
- > +/- 66% of Total Disposal



<sup>\*</sup>CalRecycle and ARB are currently in the process of determining activities that count as disposal for the purposes of SB 1383.

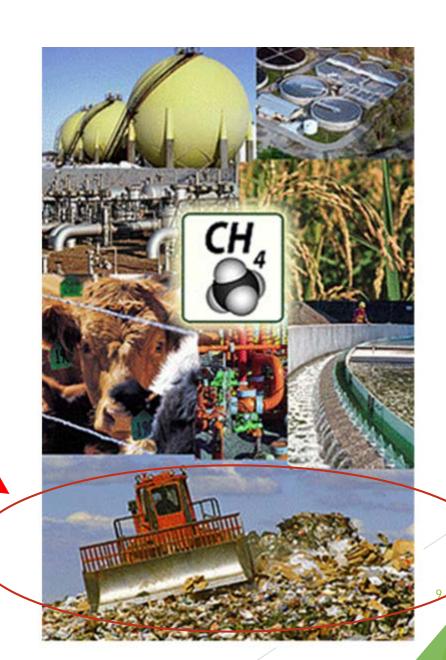
## **How Many Tons?**



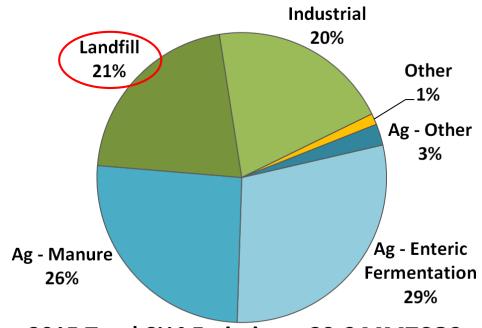
# Why Organic Waste?

SLCP Requires a 40% Reduction in Methane Emissions Across California

Landfilling of Organic Waste Creates Methane



### Why Organic Waste?



- 2015 Total CH4 Emissions: 39.6 MMTCO2e
- Help reduce your CH4 emissions by reducing waste to landfills!

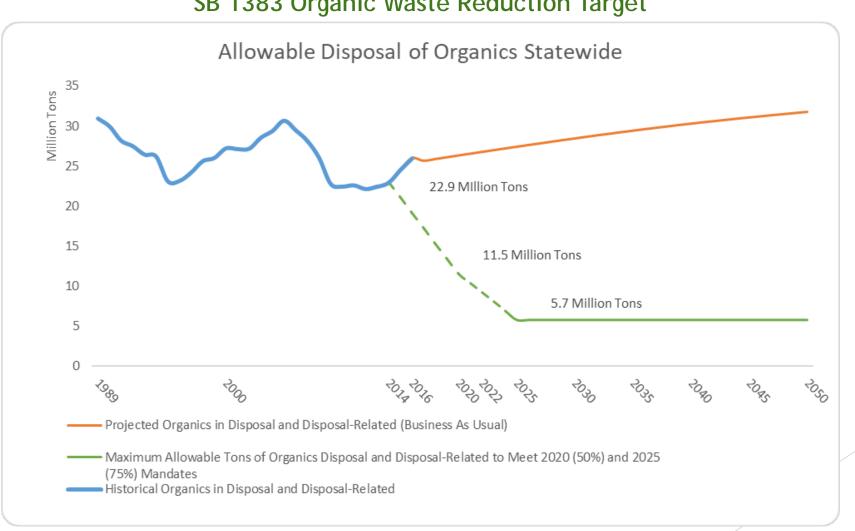
- Achieving SB 1383 Organic
   Waste Reductions
  - Reduces landfill emissions by 4 MMTCO2e in 2030.
  - Avoids 14 MMTCO2e
     emissions over the lifetime
     of waste decomposition.

### Where Are We Today?

- Existing Organics Recycling Infrastructure
  - ► Recycles (+/-) 6 Million Tons Annually
- Existing Statutes
  - ▶ AB 341 (Chesbro 2011) -75% & Mandatory Commercial Recycling
  - ▶ AB 1826 (Chesbro, 2014) Mandatory Commercial Organics Recycling (phased in through 2020)
  - ▶ AB 1594 (Williams, 2015) Green Waste Landfill Cover
  - ▶ AB 901 (Gordon, 2015) Recycling Tracking
- Existing Local Policies and Ordinances
- Cap and Trade Funding For Organics Recycling Infrastructure
  - ▶ \$39 Million Organics Recycling Infrastructure Grants
- "Green Sword" China's New Recycling Import Standards

## Where Are We Today?

#### SB 1383 Organic Waste Reduction Target



### What Is Needed?

# NEW RECYCLING INFRASTRUCTURE & CAPACITY

- Organics Recycling Capacity
  - 2020 Additional 10 Million TPY
  - ▶ 2025 Additional 20 Million TPY (growing each year thereafter)

#### Facilities Needed to Handle Additional 10 million tons

- At 500 TPD → 180,000 TPY → ~50 expansions or new
- At 300 TPD → 100,000 TPY → ~ 100 expansions or new
- At 1000 TPD → 365,000 TPY → ~ 30 expansions or new

30-100 expansions or new facilities needed

### How Do We Get There?

- 1. SB 1383 Regulations
- 2. Capital Investments (Public and Private)
- 3. Collaboration on Cross-Medial Regulatory Issues







## How Do We Get There? Regulations

## SB 1383 Rulemaking Schedule

- 2017 informal rulemaking workshops
- 2018 formal rulemaking and adoption of regulations
- 2020 50 Percent Reduction in organics disposal (< 10M tons)</li>
- 2020 Analysis on Waste Sector Progress
- 2022 Regulations Take Effect
- 2025 75 percent reduction in organics disposal (< 5M tons)



### How Do We Get There? Regulations

# Entities Included In SB 1383 Regulations

- Cities and Counties
- Local Enforcement Agencies
- Generators\*
- Haulers
- Solid Waste Facilities and Recyclers
- Food Recovery Organizations
- End-users of Recycled Organic Products

\*Generators includes entities that are outside of the authority of a jurisdiction such as state entities, federal facilities, and school districts.



## How Do We Get There? Regulations

## Key SB 1383 Regulatory Concepts

- Methane Based Disposal and Recycling Quantification
- Collection Requirements
  - Required Source-Separated Collection
  - Grandfathered Mixed Waste Collection
- Edible Food Recovery
- Planning Requirements
- Market Development, Market Barriers, and Procurement
- Solid Waste Facility Standards
- Enforcement
- Reporting

### How Do We Get There? Capital Investments

### Investment of \$2-3 Billion to handle 10 M TPY

- Composting → \$8-15 M for 100,000 TPY facility
- ► Anaerobic digestion  $\rightarrow$  \$3-\$50 M for 100,000 TPY
- ▶ Upgrade WWTP facility → \$1.3-\$35 M

Public and Private Sector Investments Are Critical



### How Do We Get There? Collaboration

#### Permitting of 100+ New Facilities Requires Collaboration

Statewide Entities	Local Entities
CalEPA	Air Districts
CalRecycle	Regional Water Board
ARB	Local Planning Agencies
SWRCB	Local Enforcement Agencies
CDFA	

### **How Does This Impact You?**

#### How can SB 1383 efforts complement mission of Air Districts?

- Reduce transportation emissions e.g., RNG vehicles
- Establish best management practices at organic waste recycling facilities.
- Encourage smaller community scale operations where possible.
- Require local planning agencies to engage regulatory entities early
- Are there policies that air districts could adopt to discourage landfill disposal of organics? And/or encourage siting of composting and anaerobic digesters?

#### **Discussion on Permitting**

Consideration of Air Quality Impacts

### SB 1383 Regulatory Process

#### Tell us what YOU think

#### **Draft Regulatory Language Workshop**

- Webpage: <a href="http://www.calrecycle.ca.gov/climate/slcp/">http://www.calrecycle.ca.gov/climate/slcp/</a>
- Listserv: <a href="http://www.calrecycle.ca.gov/Listservs/Subscribe.aspx?ListID=152">http://www.calrecycle.ca.gov/Listservs/Subscribe.aspx?ListID=152</a>
- Inbox: SLCP.Organics@calrecycle.ca.gov

