a-BBPP Consultation Feedback: ENGOs



Welcome to the Consultation Workbook for ENGOs on the Proposal to Amend the Blue Box Program Plan

This workbook is designed to facilitate feedback on the topics covered during the consultation meeting on November 17 with ENGOs.

This workbook is organized by subject area. On each page of the workbook you will find the relevant slide(s) that were presented at the November 17 meeting, followed by, if applicable, supplementary information and then a question and answer box. This format will ensure you have all the information needed when providing your feedback to specific topics. You can also provide feedback at any time by using the <u>feedback button</u> on the Stewardship Ontario website.

All feedback received will be carefully considered as the proposal for an amended Blue Box Program Plan is developed.

Please complete and submit the Consultation Workbook by Wednesday, November 29, 2017.

If you have any questions regarding the workbook, please email Jennifer James at ijames@stewardshipontario.ca.

(untitled)

1. Your information: *	
First Name	Last Name
Title	
Organization	
Email Address	
Email Address	

Transition to full producer responsibility

Minister's Letter: Approach to Transition to Full Producer Responsibility



 This first phase of transition "will set the stage for a second phase of transition that will result in individual producer responsibility under the Resource Recovery and Circular Economy Act, 2016 (RRCEA)".

Transition must meet four objectives



- Preserve integrity of residential recycling while improving environmental outcomes
- Seamless transition to producer responsibility: Uninterrupted collection service to Ontarians
- Avoid disruption of existing community contracts and ensure an open and competitive market
- Minimize disruption to municipal and First Nations capital assets

Transition Approach



- Stewardship Ontario to assume both financial and operational responsibility (and accountability) for PPP collection and management.
- Over time Stewardship Ontario will systematically replace the agreements that exist today with hundreds of its own agreements with communities and service providers for collection and management of PPP. Today:
 - Several hundred collection and processing contracts (~400) with varying expiry dates (>90% by tonnes): or
 - Directly by communities (<10% by tonnes).
- Increase diversion to 75% of the PPP supplied by stewards to residential households (plus material-specific management targets) where Stewardship Ontario has assumed responsibility.

Do you agree with the objectives of the proposed approach for transition? Are there other objectives you'd like to see added?
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Do you agree with the proposed transition approach? If not, what approach would you prefer we consider?
Collection: status and quo and expansion

Collection today and tomorrow



- Preserve existing collection services as delivered in Ontario today
- Expand service over time
 - Priority to 300,000 un-serviced multi-family dwellings
 - Public spaces
 - Potentially to communities receiving curbside garbage collection but not curbside recycling

Proposed approach to expanding Multi-family collections



- At end of transition year one collectors eligible to receive a payment per multi-family household serviced if:
 - · Qualification requirements are met
 - Multi-family residents deliver PPP to an accessible central storage area
 - Collector has written agreement with the building manager to gain access to the storage area
- Payments set to provide meaningful incentive to establish long-term relationships with multi-family property managers taking into account observed market pricing for comparable services

15

Supplementary Information

Those municipalities that remain "un-transitioned" in any given year will continue to receive funding for up to 50% of their verified net costs. Eligible costs will be clearly defined in the amended program plan. Existing eligible costs will be continued and it is proposed that costs incurred by a community related to transition or costs related to a change in service levels pre-transition will not be eligible.

Do you agree with the proposed approach to expand multi-family collection of the second multi-family collect	n?

Definition of steward

The Minister's letter requires definitions in the a-BBPP



- Define steward
- Define obligated materials which shall include:
 - Paper products
 - · Primary packaging
 - · Convenience packaging
 - Transport packaging
- The Minister further directed that the definitions for primary, convenience and transport packaging follow the definitions in the RRCEA

18

Definition of stewards remains as is



- Obligated stewards fall into two main categories:
 <u>brand holders</u> and <u>first importers</u> into Ontario of
 products that result in Blue Box wastes under the
 program.
- Descriptions in the Steward Rules further specify the types of businesses that fall into these categories
- There are no material changes to the definition of steward proposed under the a-BBPP

19

Do you agree with propose instead?	 definition of s	teward? If not, v	what would you

Definition of obligated paper products and packaging

The Minister's letter requires definitions in the a-BBPP



- Define steward
- · Define obligated materials which shall include:
 - Paper products
 - · Primary packaging
 - · Convenience packaging
 - · Transport packaging
- The Minister further directed that the definitions for primary, convenience and transport packaging follow the definitions in the RRCEA

There are some changes to the definition of PPP



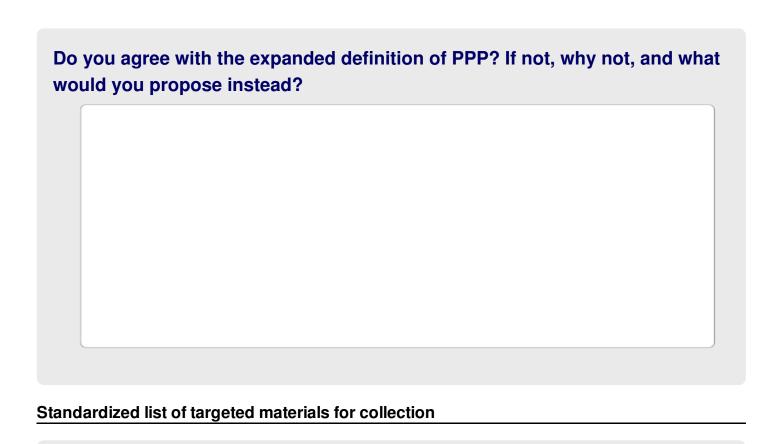
- Paper products (NEW)
 - Paper for writing, printing and copying and other general use, but does not include books or paper products intended for hygienic use.
- Primary packaging (EXPANDED)
 - Packaging-like Products: Aluminum pie plates, aluminum foil, corrugated cardboard boxes for moving or mailing items, plastic or paper-based beverage cups, Kraft paper bags, re-sealable plastic bags, tissue paper, wrapping paper.
 - These materials are similar to Primary Packaging, have a similar function to packaging and are found in the Blue Box.

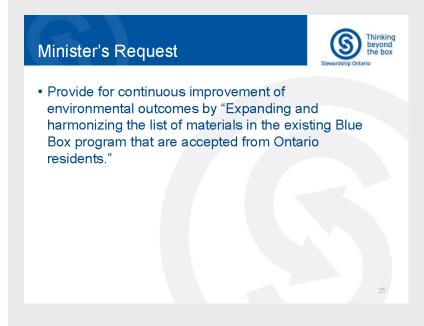
20

There are some changes to the definition of PPP (Con't)



- Convenience packaging (i.e. material used in addition to primary packaging to facilitate consumers' handling or transportation of one or more products, such as boxes and bags)
 - · This definition remains the same.
- Transport packaging
 - This category is new. The definition is intended to capture e-commerce packaging supplied by brand holders and first importers, but <u>not IC&I</u>.





Observations regarding materials targeted for collection



- Material targeted for collection must have end markets
 - Today, anything shipped out of a MRF is claimed as diverted despite some of the materials shipped to downstream processors (esp. plastics) that is burned or landfilled;
 - Current diversion rates for plastics are lower than reported
- All materials targeted for collection must contribute to environmental performance
 - · Materials will not be added that do not contribute to diversion performance
 - EFW is not an option in Ontario
- Materials are targeted for collection if they meet these conditions:
 - Availability of reliable end markets with sufficient capacity will drive decision if a material should be targeted for collection
 - Materials that are costly to manage yet have a reliable end market, must be targeted for collection
 - Operational and technological changes result as a work back from assessing what potential markets need in terms of material characteristics and quality

26

Difficult to manage materials accepted for collection



- Polycoat containers
- · Hot and cold beverage cups
- PET Thermoforms
- Glass (except beer & ODRP glass on deposit)
- LDPE & HDPE Film (although degraded quality when collected commingled)

27

Notable recommended materials not on initial list of targeted materials



Material	Rationale	Enablers to collection
Non-PS Foam	Disruptive and contaminant in recycling process – incompatible with other materials	Unknown – research required.
PS Foam	Limited markets for clean foam. Not viable for curbside collection	Explore alternate methods of collection.
Polystyrene	Limited markets for clean homogenous materials.	Currently used as EFW / engineered fuel. Alternate markets need development
PLA	Not recycled if captured; degrades marketability/market value	Unknown – research required.

28

Notable recommended materials not on initial list of targeted materials



Material	Rationale	Enablers to collection
#7 plastics	Not recycled if captured; degrades marketability/market value	Currently used as EFW / engineered fuel. Alternate markets need development.
Aerosols	Hazardous to recycling workers	Determine if these can be managed safely.
Multi-laminates	No recycling solution at this time	Develop new recycling technologies. Creation of fuel.
Biodegradable plastics	Disrupter	Advances in organics processing – cannot be processed today in volume.
Packaging containing residue of hazardous, special or medical waste	Hazardous to recycling workers, contaminant	Alternate programs.

Questions we are working on...



- Can they be managed today (i.e. processed)?
 - If so, what are the end-markets? Where are they?
 Are they stable and can take steady volumes?
 - In the worst case, status quo scenario (i.e. singlestream cart based collection) can these materials be collected at a quality necessary for processing for shipments to end-markets. If so, how?
 - In general, what operational changes need to be made to collect and process to make them suitable for marketing?
- If not managed today, can markets be found or collection and management processes changed to make markets viable?

Do you agree with the proposed approach to expanding and harmonizing the list of materials in the Blue Box program to include those materials for which
end markets exist and expanding the list of materials as markets become available? If not, what approach would you prefer we consider?

Performance targets

Approach to newspaper obligation



- Status quo for non-transitioned communities (a portion of their 50% is compensated through in-kind lineage).
- Program management costs paid in cash (as is the case today).
- As communities transition, Stewardship Ontario assumes an increasing portion of the in-kind lineage for use on mutually agreeable terms to discharge much of Stewardship Ontario's P&E obligations.

achievable using t	equested a 75% diversion target. Do you think this is ne approach outlined? If not, what else do you propose to consider? Why?)

Minister's Request & Objectives



- Minister's request
 - Increase the diversion target for the Blue Box Program to 75% in transitioned communities
 - Establish material-specific management targets in transitioned communities
- Proposed objectives
 - Propose achievable targets that will contribute to the overall diversion target
 - Focus on increasing the performance of materials currently under the 75% future target

34

Proposed material-specific management targets

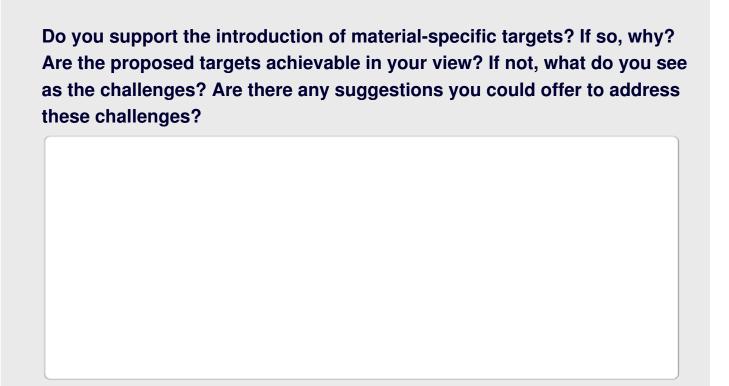


Stewardship Ontario is proposing the following materialspecific management targets for four (4) categories of PPP:

Material	Today*	Amended BBPP	Improvement
Paper products/packaging	94%	95%	+1%
Glass packaging	73%	75%	+ 2 %
Plastic packaging	35%	40%	+ 5%
Metal packaging	55%	65%	+ 10 %

Targets apply only to transitioned communities (calculated on a per household prorated basis).

*Assumed based on changes to definitions of PPP and other proposed changes



Improving environmental outcomes through waste reduction



- Fee setting methodology as a tool to improve environmental outcomes by adding costs to materials requiring investments in new technologies or end markets
- Develop collaboration forums between stewards and the waste management industry to generate solutions for problematic materials

Are you in favour of using supply chain collaboration forums to develop solutions to problematic materials? Do you have any experience with suforums that you would like to share? Do you have any advice for how the forums can best be utilized?	uch

Thank you for providing your feedback.

<u>Click here</u> to provide us with any additional feedback you think is relevant and to access the materials from the November 17 consultation meeting.