## Metro | Agenda

Meeting:	Solid Waste Alternatives Advisory Committee (SWAAC)
Date:	Wednesday, August 12, 2015
Time:	10:00 a.m. to 11:45 a.m.
Place:	Metro, Council Chambers

The purpose of the Solid Waste Alternatives Advisory Committee is to develop policy options that, if implemented, would serve the public interest by reducing the amount and toxicity of waste generated and disposed, or enhancing the effectiveness and sustainability of the system through which the region's solid waste is managed.

10:00 AM	1.	CALL TO ORDER AND DECLARATION OF A QUORUM	Matt Korot, Chair
10:02 AM	2.	COMMENTS FROM THE CHAIR AND SWAAC MEMBERS	
10:07 AM	3. **	CONSIDERATION OF SWAAC MINUTES FOR JULY 8, 2015	
10:10 AM	4.	SOLID WASTE ROADMAP: TRANSFER SYSTEM CONFIGURATION	Tim Collier, Metro
		<i>Purpose</i> : To update SWAAC on the status of the project, current direction and next steps.	
		<ul> <li><u>Outcomes</u>:</li> <li>Understanding of the status and progress of the project.</li> <li>Identification of any additional options for potential consideration with the project.</li> </ul>	
10:45 AM	5.	METRO CODE, TITLE V PROPOSED AMENDMENTS <u>Purpose</u> : To inform the SWAAC about proposals to change Metro's Solid Waste Code to address consistency, flexibility, protection of health and environment, and minimize nuisance conditions at facilities. <u>Outcome</u> : Awareness of major proposed changes and upcoming events for stakeholder review and comment.	Roy Brower, Metro Warren Johnson, Metro

#### 11:15 AM 6. MATTRESS RECYCLING

#### **Bruce Philbrick, Metro**

#### Purpose:

- To discuss Metro's proposal to implement a fee for mattresses at its transfer stations to recover the cost of disassembly and recycling.
- To obtain feedback from SWAAC members on the potential impact of this fee.

#### <u>Outcomes</u>:

- SWAAC members understand the proposal and the benefits and implications of the fee and recovery effort.
- Input from SWAAC is considered in finalizing the details of the proposed mattress recycling fee.

#### 11:35 AM 7. CITIZEN COMMUNICATIONS TO SWAAC AGENDA ITEMS

## 11:40 AM8.PREVIEW OF THE NEXT MEETING'S AGENDA ANDMatt Korot, ChairFINAL COMMENTS

#### 11:45 AM 9. ADJOURN

- \* Material available on the Metro website.
- \*\* Material will be distributed in advance of the meeting.
- # Material will be distributed at the meeting.

#### Upcoming SWAAC Meetings:

- Wednesday, September 9, 2015 from 10 a.m. to 12 p.m. (noon) at the Metro Regional Center
- Wednesday, October 14, 2015 from 10 a.m. to 12 p.m. (noon) at the Metro Regional Center

For agenda and schedule information, call Matt Korot at 503-797-1760, e-mail: <u>matt.korot@oregonmetro.gov</u>. To check on closure or cancellations during inclement weather please call 503-797-1700.

#### Metro's nondiscrimination notice

Metro respects civil rights. Metro fully complies with Title VI of the Civil Rights Act of 1964 that bans discrimination on the basis of race, color or national origin. For more information on Metro's civil rights program, or to obtain a Title VI complaint form, visit <u>www.oregonmetro.gov/civilrights</u> or call 503-797-1536.

Metro provides services or accommodations upon request to persons with disabilities and people who need an interpreter at public meetings. All Metro meetings are wheelchair accessible. If you need a sign language interpreter, communication aid or language assistance, call 503-797-1536 or TDD/TTY 503-797-1804 (8 a.m. to 5 p.m. weekdays) 7 business days in advance of the meeting to accommodate your request. For up-to-date public transportation information, visit TriMet's website at <u>www.trimet.org</u>.



Meeting:Solid Waste Alternatives Advisory Committee (SWAAC)Date:July 8, 2015Place:Metro Regional Center, Council Chambers

#### **Members** present

Dan Blue, City of Gresham Casey Camors, City of Milwaukie Paul Ehinger, Metro Scott Keller, City of Beaverton Leslie Kochan, Oregon Dept. of Environmental Quality Matt Korot, Metro Mike Leichner, Pride Disposal Amy Pepper, City of Troutdale Keith Ristau, Far West Recycling

#### **Members** absent

Kathy Kaatz, City of Tualatin Teresa Koppang, Washington County Amy Roth, Association of Oregon Recyclers Alando Simpson, City of Roses Disposal & Recycling Bruce Walker, City of Portland

#### Guests

Jennifer Erickson, Metro Rob Smoot, Metro

#### 1. CALL TO ORDER AND DECLARATION OF A QUORUM

Chair Matt Korot called the meeting to order and declared a quorum.

#### 2. COMMENTS FROM THE CHAIR AND COMMITTEE MEMBERS

Chair Korot reviewed the agenda items.

#### 3. CONSIDERATION OF SWAC MINUTES FOR MAY 13, 2015

The minutes of the May 13, 2015 SWAAC meeting were approved with the addition of Casey Camors, City of Milwaukie as Member Present.

#### 4. SOLID WASTE ROADMAP: FOOD SCRAPS PROCESSING CAPACITY

Jennifer Erickson, Metro, introduced draft options for actions Metro could take to ensure there is adequate capacity to process the region's food scraps. The options are intended to address the key barriers of supply and proximity previously identified and discussed with Council and SWAAC. She reviewed a menu of options that identified benefits, consequences and likely impacts of options for generation, transfer and processing of commercial food scraps.

#### <u>Generation</u>

Options :

- Financial Incentives
  - Food scraps tip fees at Metro and/or private transfer stations are set substantially lower than solid waste, or
  - Local governments establish subsidized collection rates without tip fee adjustment.
- Required Recovery
  - Food-generating businesses are required to separate food scraps.
  - Haulers must provide collection service to those businesses.

Impacts may include:

- Financial Incentives
  - Little to no supply certainty.
  - Unknown how much cost reductions will incent participation.
- Required Recovery
  - Supply certainty greater.
  - Could be coupled with incentives.

#### <u>Transfer</u>

Options:

- Status Quo: each station decides
  - Currently commercial food scraps are handled only by Metro Central and WRI.
  - Other transfer stations may or may not choose to offer service.
- Require private stations to accept food scraps
  - Metro requires that some or all provide service, depending on regional need.
- Direct food to Metro stations
  - Metro directs all food scraps to its stations.

Impacts may include:

- Status Quo: each station decides
  - Lack of geographic equity of service.
  - No certainty that transfer capacity will be provided.
- Require private stations to accept food scraps
  - Provides greater geographic equity of service.
  - Would require operational and, possibly, capital equipment changes.
- Direct food to Metro stations
  - Lack of geographic equity of service.
  - Private facilities are not system participants.

#### Processing

Options:

- Status Quo: Transfer Stations decide
  - Food scraps go to processors chosen by each station.
- Metro procures processing for region.
  - Metro selects processor(s) for all of region's scraps.

- Metro offers financial assistance
  - Metro provides direct financial assistance (grants and loans).
- Metro builds or partners to build
  - Metro finances and builds a new facility alone or in partnership.
- Use distant processors.
  - Metro procures no new processing and utilizes existing distant capacity.

Impacts may include:

- Status Quo: Transfer Stations decide
  - Market-based decision.
  - Dilutes supply of food scraps.
  - No system coordination.
- Metro procures processing for region
  - Creates more stability in supply to limited number of processors.
  - May be more stability in tip fee.
- Metro offers financial assistance
  - May spur private investment and participation.
  - No system coordination.
- Metro builds or partners to build
  - Metro would direct food scraps to this facility.
  - May be more stability in tip fee.
  - Long-term commitment to a particular processing method.
- Use distant processors
  - Food scraps transported long distances, with higher transport emissions.
  - Reduced chance of NIMBY.
  - In most cases, processors are close to their end-product markets.

#### Committee input and questions

- Chair Korot reminded the committee that these will be presented to Council as a range of options, and they may combine some of the various choices presented. He asked SWAAC members for their input to shape the information for the Council.
- Mr. Blue commented that Gresham is using a 20% rate reduction for food scraps as an incentive for participation. The hope is to get businesses to at least a neutral cost position. It has helped get businesses on the edge of participation to join the program. Overall, the incentive is good to keep in the mix. It has opened the door for City staff to engage in conversations around food waste recycling. Mr. Blue feels incentives should be part of the Metro package.
- Ms. Kochan reminded the committee that recycling can be a disincentive to preventing waste. She likes the idea of providing incentives, e.g., free collection to businesses with food waste prevention and reuse practices.
- Mr. Keller noted that Beaverton uses a 50% rate reduction for businesses as an incentive and has had the same experiences as Mr. Blue related. The reduction is a great way to start discussions with businesses, but has had mixed results. Mr. Keller feels that the incentives would have to be over 50% in order to drive businesses into the program.
- Mr. Leichner feels that incentives, such as heavy/light rates, can save businesses with food scraps programs a little money. An interest of the hauling industry is that the

impact on all ratepayers is understood and that they or their elected officials are consulted before some customers are subsidized.

- Mr. Blue and Mr. Keller noted that the elected officials in their respective jurisdictions reviewed and approved the subsidies.
- Mr. Blue added that Gresham modeled its rate subsidy to try get 60-80 of the larger, heavy generators into the program, which would reduce disposal costs by the approximate amount of the incentive costs. They are at 45 businesses now.
- Ms. Pepper expressed that she did not believe Metro should have any role in local rate setting.
- Regarding required recovery, Mr. Keller noted that his concerns are a bit of a "chicken and egg" conundrum. We should not require recovery until we understand the rate implications and have incentives in place. He is concerned that neither the business sector nor the haulers are ready to implement a program without a lot of pain and angst.
- Mr. Blue does not think that a Business Recycling Requirement-style is the right approach, but would like to see a Metro-imposed standard and a disposal ban to get separated food waste flowing. He agrees that local governments should be allowed to build sufficient routes and then roll out the program.
- In regards to transfer services, Mr. Leichner would like for staff to communicate to Council that closer-in facilities will have greater relative emissions for shipping the end product to market than facilities that are farther out.
- Mr. Blue likes option two of the transfer services where private facilities are required to accept food waste. He would like the tip fees be the same at all facilities, and with an equal difference with garbage.
- Mr. Leichner commented that there is a need to factor in that private facilities have different operations and transportation costs and they cannot charge much more than Metro facilities in order to stay competitive.
- With regard to processing options, Mr. Blue would like to see a combination of Metro procuring processing for the region's scraps and providing direct financial assistance through grants and loans. He thinks a stronger Metro role across all three sectors would advance the region's work, and also sees the value of incentives.
- Mr. Leichner also like the idea of Metro setting standards for what is in and what is out of food scraps loads.
- Mr. Keller also likes the combined approach that Mr. Blue has drawn out; he would like to see a designated set of processors.
- Mr. Leichner commented that there were good reasons why the region ended up with a distant landfill; that may be a reality for food waste as well. It may be necessary from a practical perspective. Transportation impacts to a distant facility, in the form of greenhouse gases, could be mitigated.
- Ms. Erickson pointed out that there could be reduced emissions with alternative fuels and, although volatile organic compounds increase with compressed natural gas (CNG) fuels, there is a significant decrease in other pollutants. Mr. Leichner agreed and noted that maintenance of CNG vehicles is less expensive.
- Mr. Keller would like staff to remind Council of the emissions benefits derived from processing food waste versus landfilling it.

• Ms. Erickson responded that the benefits are ten-fold. Council wants to see a model of transportation and emission impacts to a distant facility.

#### 5. SOLID WASTE ROADMAP: LONG-TERM MANAGEMENT OF DISCARDS

Rob Smoot and Paul Ehinger, Metro, presented the results of a request for expressions of interest for the long-term management of discards. There were a total of 19 responses, proposing six different technologies: advanced material recovery, waste-to-energy, gasification, anaerobic digestion, refuse-derived fuel and plastics-to-fuel. Each option was weighed for feasibility and impacts, with the following conclusions:

- Consider methods of employing Advanced Material Recovery:
  - This may be more policy than technology driven.
  - Consider phasing in options.
  - Consider impacts/risks to stakeholders and Metro.
  - Discuss with key stakeholders.
- Delay consideration of Dry Anaerobic Digestion of garbage until food scraps recovery has matured.
- Further explore conventional waste-to-energy options:
  - What are the economic impacts of the amount of waste to be guaranteed?
  - Where could or should the technology be sited?
  - What are financial risks to Metro and its stakeholders?
- Delay Gasification and Refuse-Derived Fuel.
  - Gasification is not ready for commercial use of the region's municipal solid waste.
  - It will be difficult to find markets in our region for Refuse-Derived Fuel.
- Proposed next steps include:
  - Reach out to conventional waste-to-energy providers to get details of implementation cost and schedule.
  - Develop alternatives for implementing Advanced Material Recovery in the region.
  - Stakeholder and public outreach.
- November: Council to decide which, if any, alternative technologies should be pursued for implementation.

#### Committee input and questions

• Mr. Blue asked if there is a way to insert costs into the continuum or if the options can be graded from least to most expensive. Mr. Smoot replied that the requests for expressions of interest did not ask for costs to be included in the responses. He said that annualized capital costs are included in the first report and the financial picture will emerge more fully with the next study. Mr. Ehinger noted that there are many nuances to the financial risks and it would be difficult to portray the costs in an equitable manner at this point in the juncture.

#### 6. <u>CITIZEN COMMUNICATION S TO SWAAC AGENDA ITEMS</u>

• Rick Winterhalter from Clackamas County commented on the food scraps options. He emphasized that Metro should really consider environmental costs, quantifying what that cost is for landfilling food and reflect that in a cost comparison. He noted also that local governments have been subsidizing heavy food generators like restaurants for years and need to figure out how to address that to better reflect real costs. He stated that he likes

the idea of Metro financing a local facility, particularly since there is already an approved site in Portland.

- Brian Heiberg of Heiberg Disposal commented on the food scraps options. He said the difficulty is getting the message out to the customer of what is acceptable and what is not; not having a single standard is a problem.
- Doug Drennen with J.R. Miller and Associates responded to Mr. Smoot's comment about delaying consideration of anaerobic digestion for the long-term management of discards. He observed that dry anaerobic digestion is a successful technology in Europe and becoming more popular and asked why is it being discounted in the Metro region? Mr. Smoot replied that the proposers reflected experiences in communities that have very different collection systems, so there is a concern that dry anaerobic digestion would not fit here without redoing the collection system, and that's not on the table. Mr. Drennen replied that there are places with source-separated organics programs that also successfully do dry anaerobic digestion.

#### 7. PREVIEW OF THE NEXT MEETING'S AGENDA AND FINAL COMMENTS

Mr. Korot summarized the upcoming Council discussions:

July 21 Council Work Session: the food scraps processing capacity work discussed today and the Solid Waste Roadmap's transfer system configuration project.

July 28 Council Work Session: the long-term management of discards work discussed today.

August 4 Council Work Session: the Solid Waste Roadmap's landfill capacity policy project.

#### 8. <u>ADJOURN</u>

Chair Korot adjourned the meeting at 11:25 a.m.

## Portland, OR 97232-2736

# Metro | Agenda

Meeting: Date: Time: Place: Purpose: Outcome(s):	Title V (Solid Waste Regulation) Workshop Thursday, September 3, 2015 9 a.m. to 2 p.m. Room 401, Metro Regional Center, 600 NE Grand Avenue, Portland To review proposed changes to Metro's Code regarding solid waste regulation Inform industry and local government stakeholders about upcoming changes; and address questions or concerns from stakeholders				
8:30 a.m.	Coffee, pastries and fruit				
9:00 a.m.	Introductions and agenda review	Paul Slyman			
9:05 a.m.	<ul> <li>Review key concepts of Metro's Solid Waste Code</li> <li>Public benefits</li> <li>Relevant, simpler and flexible</li> <li>Use of administrative procedures</li> <li>Resilient</li> <li>Improved reporting and information</li> <li>Key goals for 2015 Code update</li> </ul>	Roy Brower Roy Brower			
9:15 a.m.	<ul> <li>Leveling the regulatory playing field</li> <li>Wood waste processors</li> <li>Wet waste reloads</li> <li>E-waste processing</li> <li>Conversion technology</li> <li>Recyclable material leaving the region</li> </ul>	Warren Johnson			
10:00 a.m.	<ul> <li>Leveling the regulatory playing field</li> <li>Material recovery facilities processing mixed recycla</li> <li>MRF standards/license template</li> </ul>	Warren Johnson ables			
10:30 a.m.	Break				
10:45 a.m.	<ul> <li>Solid waste fee and tax clarity (Ord No. 15-1363)</li> <li>Contaminated soils</li> <li>Shaker screen fines &amp; cover material</li> <li>Retention of current exemption</li> </ul>	nrren Johnson/Kevin Six			
11:15 a.m.	<ul><li>Enhanced dry waste recovery program (EDWRP)</li><li>Reduced sampling requirements</li><li>Market disruptions</li></ul>	Bryce Jacobson			

11:45 a.m.	Questions/Comments			
12:00 p.m.	Lunch break (on your own)			
1:00 p.m.	<ul> <li>Miscellaneous changes</li> <li>Financial assurance</li> <li>Ownership changes</li> <li>10-day call up</li> <li>NSL application fees</li> <li>Automatic granting of authorizations</li> <li>Defined terms</li> </ul>	Warren Johnson		
1:30 p.m.	Questions/Comments			
1:45 p.m.	Next steps and schedule	Roy Brower		
2:00 p.m.	Adjourn			

Staff will also be available after 2:00 p.m. to answer questions or clarify details.

# Public notice: Proposed updates to Metro's solid waste code

Submitted:Aug 06, 2015 03:39pm

#### www.oregonmetro.gov/solidwasteupdates

In October 2015, the Metro Council is considering updates to Metro's solid waste code (Title V) that aim to bring greater consistency and flexibility in how Metro reviews and authorizes solid waste facilities and to bring greater transparency in how different waste facilities handle materials responsibly in protecting the environment and the public's health.

As the agency tasked with management of the region's solid waste system, Metro has an obligation to the public to ensure the materials intended for reuse, recycling and other purposes are handled properly and sent to the appropriate markets. Over the years, certain facilities have been exempted from Metro's licensing and oversight responsibilities, creating different rules for similar types of facilities and preventing Metro from fulfilling its responsibilities to ensure that discarded materials are handled properly.

The facilities that are proposed to be licensed, and types of waste to be monitored, include:

- Wood waste facilities that grind or otherwise process wood for use as boiler fuel and other purposes
- Wet waste reload facilities that handle garbage
- Material recovery facilities that handle multiple "clean" recyclables (paper, plastic, metals, glass, other types of materials usually from household items) and sell those materials to markets
- Electronic waste processing facilities that shred waste or store it outdoors
- · Facilities that handle waste such as roofing and drywall that may leave the region
- Facilities that convert plastics and other materials to energy or fuel

In addition, it is proposed that Metro impose a consistent rate for disposing of contaminated soils in landfills and remove its fee exemption for the waste that is sorted through "shaker screens" at material recovery facilities and delivered to a landfill.

Copies of the ordinances with the proposed code updates can be downloaded below.

A public workshop will be held on Thursday, Sept. 3, from 9 a.m. to 2 p.m., at which Metro staff will present information about these proposed changes and answer questions from those in attendance.

The Metro Council will hold a public hearing and receive testimony on these proposed changes at its meeting on Thursday, Oct. 1, which begins at 2 p.m. in the Council chamber at Metro Regional Center. The Metro Council is scheduled to consider and vote on these ordinances at its meeting on Thursday, Oct. 8, which also begins at 2 p.m. in the Council chamber at Metro Regional Center.

For more information, contact:

Roy Brower Solid waste compliance and cleanup director 503-797-1657

Warren Johnson Solid waste compliance supervisor 503-797-1836

### Documents

- Draft Ord. no. 15-1362: Amending Metro Solid Waste Code 24.86 KB Adobe Acrobat PDF Published Aug 06, 2015
- Draft Ord. no. 15-1362 Exhibit A: Solid Waste Facility Regulation 456.21 KB Adobe Acrobat PDF Published Aug 07, 2015
- Draft Ord. no. 15-1362 Exhibit B: Solid Waste Flow Control 184.34 KB Adobe Acrobat PDF Published Aug 06, 2015
- Draft Ord. no. 15-1362 Exhibit C: Solid Waste Definitions

147.87 KB Adobe Acrobat PDF Published Aug 06, 2015

Jpraft Ord. no. 15-1362 Exhibit D: Solid Waste Administrative Procedures 97.12 KB Adobe Acrobat PDF Published Aug 06, 2015

Ord. no. 15-1362 staff report



Meeting:Solid Waste Alternatives Advisory Committee (SWAAC)Date:July 8, 2015Place:Metro Regional Center, Council Chambers

#### **Members** present

Dan Blue, City of Gresham Casey Camors, City of Milwaukie Paul Ehinger, Metro Scott Keller, City of Beaverton Leslie Kochan, Oregon Dept. of Environmental Quality Matt Korot, Metro Mike Leichner, Pride Disposal Amy Pepper, City of Troutdale Keith Ristau, Far West Recycling

#### **Members** absent

Kathy Kaatz, City of Tualatin Teresa Koppang, Washington County Amy Roth, Association of Oregon Recyclers Alando Simpson, City of Roses Disposal & Recycling Bruce Walker, City of Portland

#### Guests

Jennifer Erickson, Metro Rob Smoot, Metro

#### 1. CALL TO ORDER AND DECLARATION OF A QUORUM

Chair Matt Korot called the meeting to order and declared a quorum.

#### 2. COMMENTS FROM THE CHAIR AND COMMITTEE MEMBERS

Chair Korot reviewed the agenda items.

#### 3. CONSIDERATION OF SWAC MINUTES FOR MAY 13, 2015

The minutes of the May 13, 2015 SWAAC meeting were approved with the addition of Casey Camors, City of Milwaukie as Member Present.

#### 4. SOLID WASTE ROADMAP: FOOD SCRAPS PROCESSING CAPACITY

Jennifer Erickson, Metro, introduced draft options for actions Metro could take to ensure there is adequate capacity to process the region's food scraps. The options are intended to address the key barriers of supply and proximity previously identified and discussed with Council and SWAAC. She reviewed a menu of options that identified benefits, consequences and likely impacts of options for generation, transfer and processing of commercial food scraps.

#### <u>Generation</u>

Options :

- Financial Incentives
  - Food scraps tip fees at Metro and/or private transfer stations are set substantially lower than solid waste, or
  - $\circ$   $\,$  Local governments establish subsidized collection rates without tip fee adjustment.
- Required Recovery
  - Food-generating businesses are required to separate food scraps.
  - Haulers must provide collection service to those businesses.

Impacts may include:

- Financial Incentives
  - Little to no supply certainty.
  - Unknown how much cost reductions will incent participation.
- Required Recovery
  - Supply certainty greater.
  - Could be coupled with incentives.

#### <u>Transfer</u>

Options:

- Status Quo: each station decides
  - Currently commercial food scraps are handled only by Metro Central and WRI.
  - Other transfer stations may or may not choose to offer service.
- Require private stations to accept food scraps
  - Metro requires that some or all provide service, depending on regional need.
- Direct food to Metro stations
  - Metro directs all food scraps to its stations.

Impacts may include:

- Status Quo: each station decides
  - Lack of geographic equity of service.
  - No certainty that transfer capacity will be provided.
- Require private stations to accept food scraps
  - Provides greater geographic equity of service.
  - Would require operational and, possibly, capital equipment changes.
- Direct food to Metro stations
  - Lack of geographic equity of service.
  - Private facilities are not system participants.

#### Processing

Options:

- Status Quo: Transfer Stations decide
  - Food scraps go to processors chosen by each station.
- Metro procures processing for region.
  - Metro selects processor(s) for all of region's scraps.

- Metro offers financial assistance
  - Metro provides direct financial assistance (grants and loans).
- Metro builds or partners to build
  - Metro finances and builds a new facility alone or in partnership.
- Use distant processors.
  - Metro procures no new processing and utilizes existing distant capacity.

Impacts may include:

- Status Quo: Transfer Stations decide
  - Market-based decision.
  - Dilutes supply of food scraps.
  - No system coordination.
- Metro procures processing for region
  - Creates more stability in supply to limited number of processors.
  - May be more stability in tip fee.
- Metro offers financial assistance
  - May spur private investment and participation.
  - No system coordination.
- Metro builds or partners to build
  - Metro would direct food scraps to this facility.
  - May be more stability in tip fee.
  - Long-term commitment to a particular processing method.
- Use distant processors
  - Food scraps transported long distances, with higher transport emissions.
  - Reduced chance of NIMBY.
  - In most cases, processors are close to their end-product markets.

#### Committee input and questions

- Chair Korot reminded the committee that these will be presented to Council as a range of options, and they may combine some of the various choices presented. He asked SWAAC members for their input to shape the information for the Council.
- Mr. Blue commented that Gresham is using a 20% rate reduction for food scraps as an incentive for participation. The hope is to get businesses to at least a neutral cost position. It has helped get businesses on the edge of participation to join the program. Overall, the incentive is good to keep in the mix. It has opened the door for City staff to engage in conversations around food waste recycling. Mr. Blue feels incentives should be part of the Metro package.
- Ms. Kochan reminded the committee that recycling can be a disincentive to preventing waste. She likes the idea of providing incentives, e.g., free collection to businesses with food waste prevention and reuse practices.
- Mr. Keller noted that Beaverton uses a 50% rate reduction for businesses as an incentive and has had the same experiences as Mr. Blue related. The reduction is a great way to start discussions with businesses, but has had mixed results. Mr. Keller feels that the incentives would have to be over 50% in order to drive businesses into the program.
- Mr. Leichner feels that incentives, such as heavy/light rates, can save businesses with food scraps programs a little money. An interest of the hauling industry is that the

impact on all ratepayers is understood and that they or their elected officials are consulted before some customers are subsidized.

- Mr. Blue and Mr. Keller noted that the elected officials in their respective jurisdictions reviewed and approved the subsidies.
- Mr. Blue added that Gresham modeled its rate subsidy to try get 60-80 of the larger, heavy generators into the program, which would reduce disposal costs by the approximate amount of the incentive costs. They are at 45 businesses now.
- Ms. Pepper expressed that she did not believe Metro should have any role in local rate setting.
- Regarding required recovery, Mr. Keller noted that his concerns are a bit of a "chicken and egg" conundrum. We should not require recovery until we understand the rate implications and have incentives in place. He is concerned that neither the business sector nor the haulers are ready to implement a program without a lot of pain and angst.
- Mr. Blue does not think that a Business Recycling Requirement-style is the right approach, but would like to see a Metro-imposed standard and a disposal ban to get separated food waste flowing. He agrees that local governments should be allowed to build sufficient routes and then roll out the program.
- In regards to transfer services, Mr. Leichner would like for staff to communicate to Council that closer-in facilities will have greater relative emissions for shipping the end product to market than facilities that are farther out.
- Mr. Blue likes option two of the transfer services where private facilities are required to accept food waste. He would like the tip fees be the same at all facilities, and with an equal difference with garbage.
- Mr. Leichner commented that there is a need to factor in that private facilities have different operations and transportation costs and they cannot charge much more than Metro facilities in order to stay competitive.
- With regard to processing options, Mr. Blue would like to see a combination of Metro procuring processing for the region's scraps and providing direct financial assistance through grants and loans. He thinks a stronger Metro role across all three sectors would advance the region's work, and also sees the value of incentives.
- Mr. Leichner also like the idea of Metro setting standards for what is in and what is out of food scraps loads.
- Mr. Keller also likes the combined approach that Mr. Blue has drawn out; he would like to see a designated set of processors.
- Mr. Leichner commented that there were good reasons why the region ended up with a distant landfill; that may be a reality for food waste as well. It may be necessary from a practical perspective. Transportation impacts to a distant facility, in the form of greenhouse gases, could be mitigated.
- Ms. Erickson pointed out that there could be reduced emissions with alternative fuels and, although volatile organic compounds increase with compressed natural gas (CNG) fuels, there is a significant decrease in other pollutants. Mr. Leichner agreed and noted that maintenance of CNG vehicles is less expensive.
- Mr. Keller would like staff to remind Council of the emissions benefits derived from processing food waste versus landfilling it.

• Ms. Erickson responded that the benefits are ten-fold. Council wants to see a model of transportation and emission impacts to a distant facility.

#### 5. SOLID WASTE ROADMAP: LONG-TERM MANAGEMENT OF DISCARDS

Rob Smoot and Paul Ehinger, Metro, presented the results of a request for expressions of interest for the long-term management of discards. There were a total of 19 responses, proposing six different technologies: advanced material recovery, waste-to-energy, gasification, anaerobic digestion, refuse-derived fuel and plastics-to-fuel. Each option was weighed for feasibility and impacts, with the following conclusions:

- Consider methods of employing Advanced Material Recovery:
  - This may be more policy than technology driven.
  - Consider phasing in options.
  - Consider impacts/risks to stakeholders and Metro.
  - Discuss with key stakeholders.
- Delay consideration of Dry Anaerobic Digestion of garbage until food scraps recovery has matured.
- Further explore conventional waste-to-energy options:
  - What are the economic impacts of the amount of waste to be guaranteed?
  - Where could or should the technology be sited?
  - What are financial risks to Metro and its stakeholders?
- Delay Gasification and Refuse-Derived Fuel.
  - Gasification is not ready for commercial use of the region's municipal solid waste.
  - It will be difficult to find markets in our region for Refuse-Derived Fuel.
- Proposed next steps include:
  - Reach out to conventional waste-to-energy providers to get details of implementation cost and schedule.
  - Develop alternatives for implementing Advanced Material Recovery in the region.
  - Stakeholder and public outreach.
- November: Council to decide which, if any, alternative technologies should be pursued for implementation.

#### Committee input and questions

• Mr. Blue asked if there is a way to insert costs into the continuum or if the options can be graded from least to most expensive. Mr. Smoot replied that the requests for expressions of interest did not ask for costs to be included in the responses. He said that annualized capital costs are included in the first report and the financial picture will emerge more fully with the next study. Mr. Ehinger noted that there are many nuances to the financial risks and it would be difficult to portray the costs in an equitable manner at this point in the juncture.

#### 6. <u>CITIZEN COMMUNICATION S TO SWAAC AGENDA ITEMS</u>

• Rick Winterhalter from Clackamas County commented on the food scraps options. He emphasized that Metro should really consider environmental costs, quantifying what that cost is for landfilling food and reflect that in a cost comparison. He noted also that local governments have been subsidizing heavy food generators like restaurants for years and need to figure out how to address that to better reflect real costs. He stated that he likes

the idea of Metro financing a local facility, particularly since there is already an approved site in Portland.

- Brian Heiberg of Heiberg Disposal commented on the food scraps options. He said the difficulty is getting the message out to the customer of what is acceptable and what is not; not having a single standard is a problem.
- Doug Drennen with J.R. Miller and Associates responded to Mr. Smoot's comment about delaying consideration of anaerobic digestion for the long-term management of discards. He observed that dry anaerobic digestion is a successful technology in Europe and becoming more popular and asked why is it being discounted in the Metro region? Mr. Smoot replied that the proposers reflected experiences in communities that have very different collection systems, so there is a concern that dry anaerobic digestion would not fit here without redoing the collection system, and that's not on the table. Mr. Drennen replied that there are places with source-separated organics programs that also successfully do dry anaerobic digestion.

#### 7. PREVIEW OF THE NEXT MEETING'S AGENDA AND FINAL COMMENTS

Mr. Korot summarized the upcoming Council discussions:

July 21 Council Work Session: the food scraps processing capacity work discussed today and the Solid Waste Roadmap's transfer system configuration project.

July 28 Council Work Session: the long-term management of discards work discussed today.

August 4 Council Work Session: the Solid Waste Roadmap's landfill capacity policy project.

#### 8. <u>ADJOURN</u>

Chair Korot adjourned the meeting at 11:25 a.m.