

Use of LCA Methods For The Recycling vs. Disposal Issue: Prices & Costs vs. Energy & Environmental Impacts

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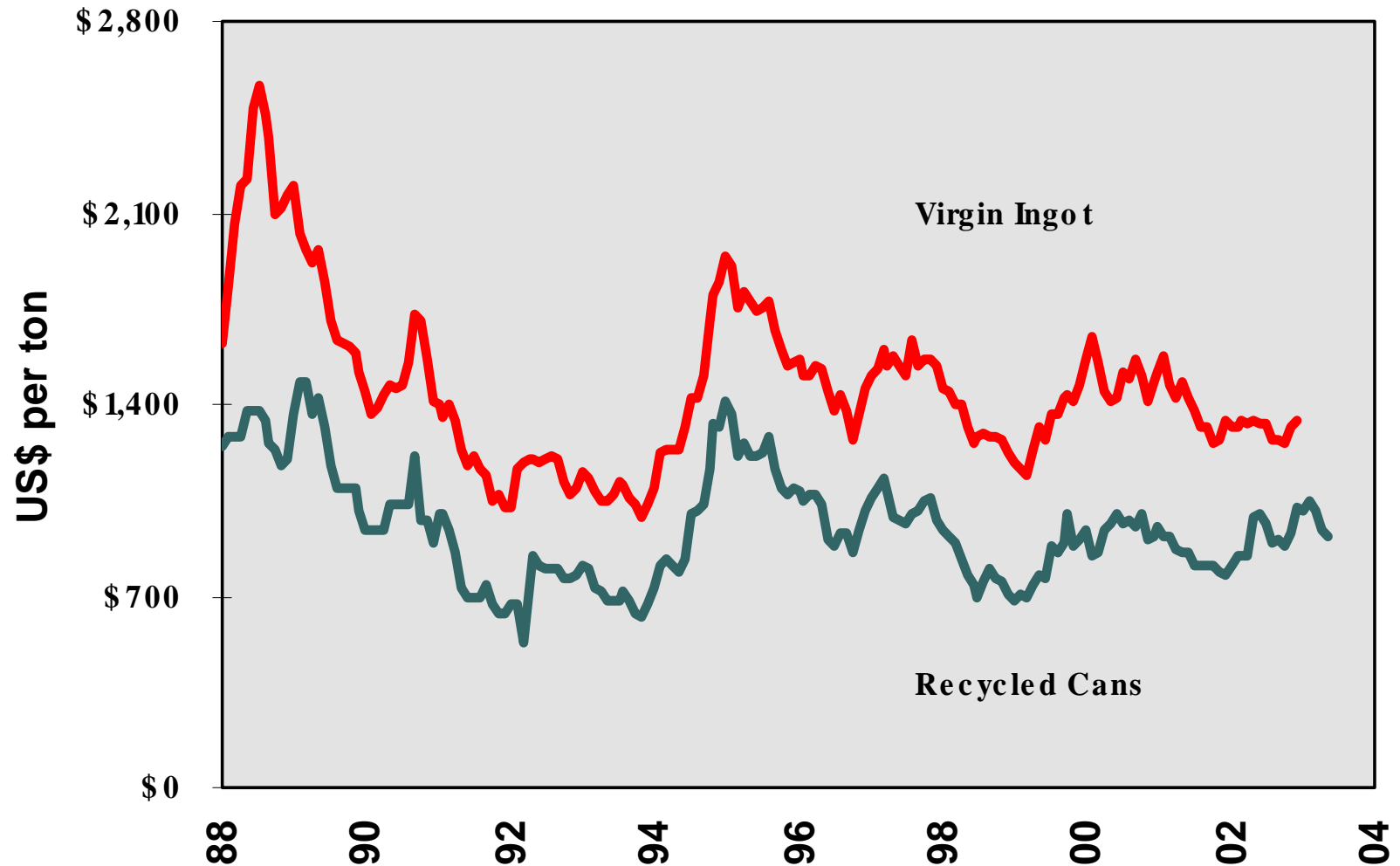
INLCA/LCM Conference – September 24, 2003

Prices for Refuse vs. Recycling,
Virgin vs. Recycled Materials,
&
Virgin vs. Recycled Content Products
Are Telling The Wrong Story

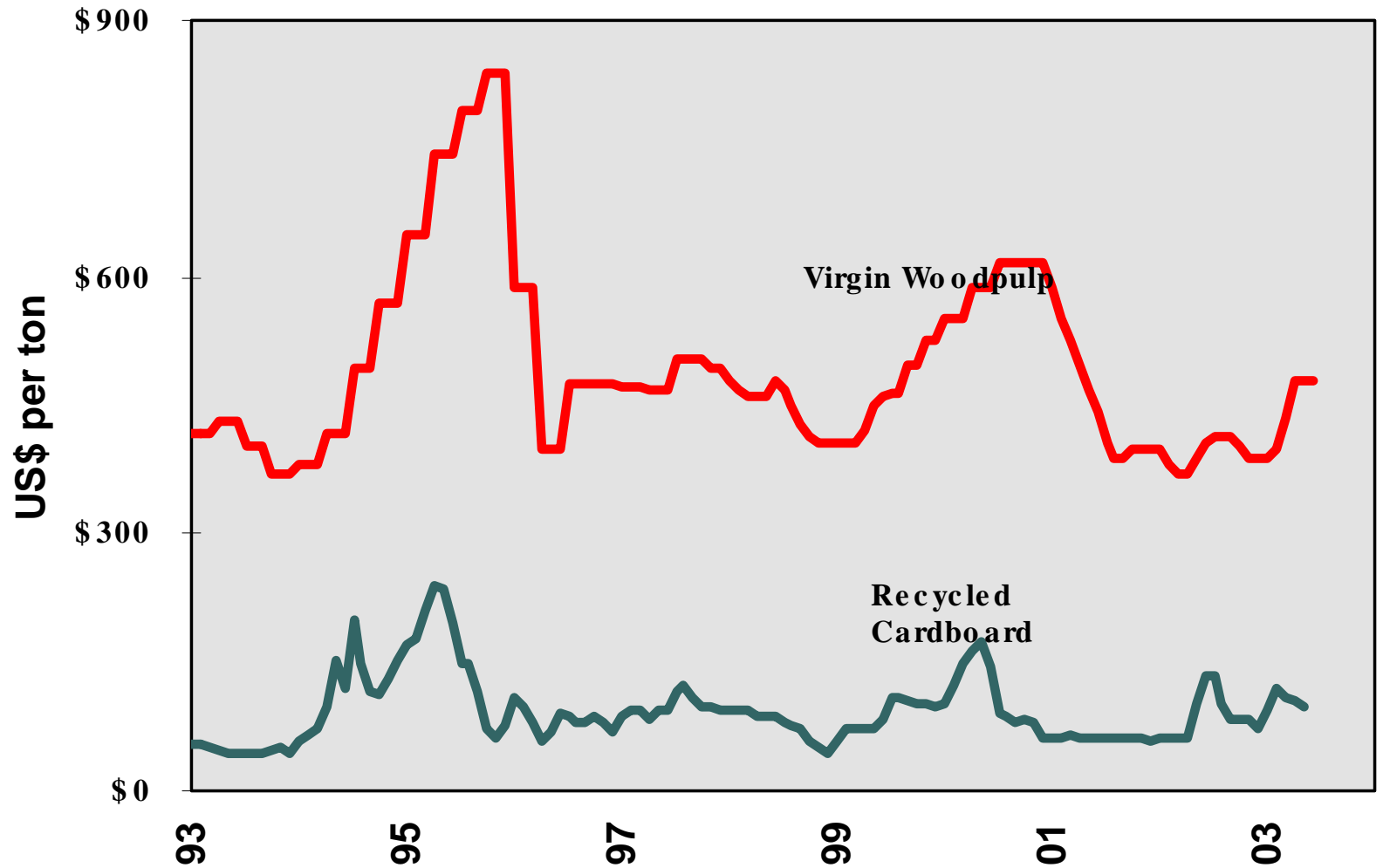
The Wrong Story

- Recycled-content products typically cost more than virgin-content products
- Recycled material prices are kept low by virgin material subsidies and virgin material prices that do not reflect public health and ecological impacts
- Total costs for recycling some waste and throwing the rest away are often greater than total costs for just throwing it all away.

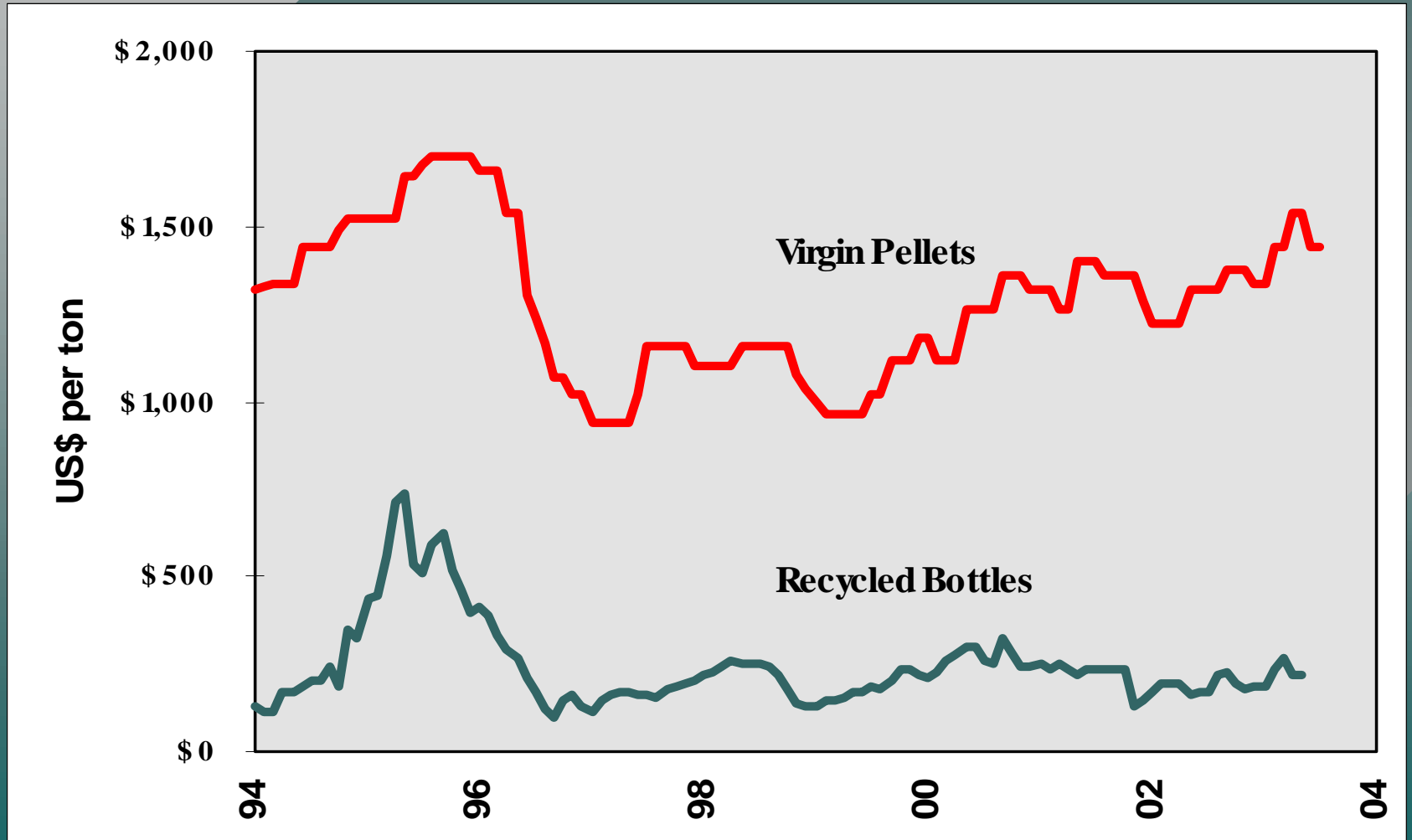
Aluminum Ingot vs. Recycled Cans



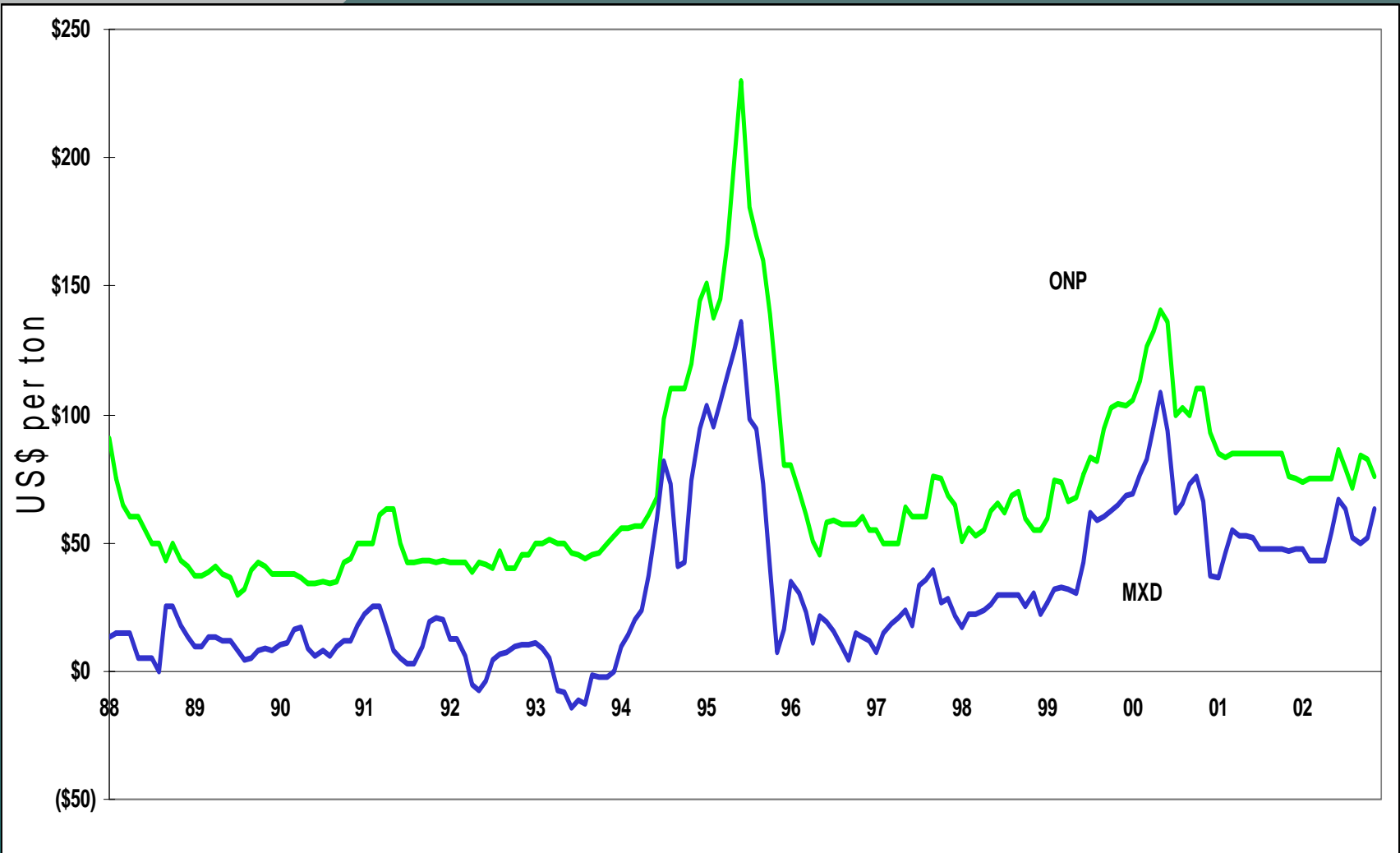
Unbleached Softwood Kraft Pulp vs. Recycled Cardboard



Polyethylene Terephthalate Pellets vs. Recycled PET Bottles

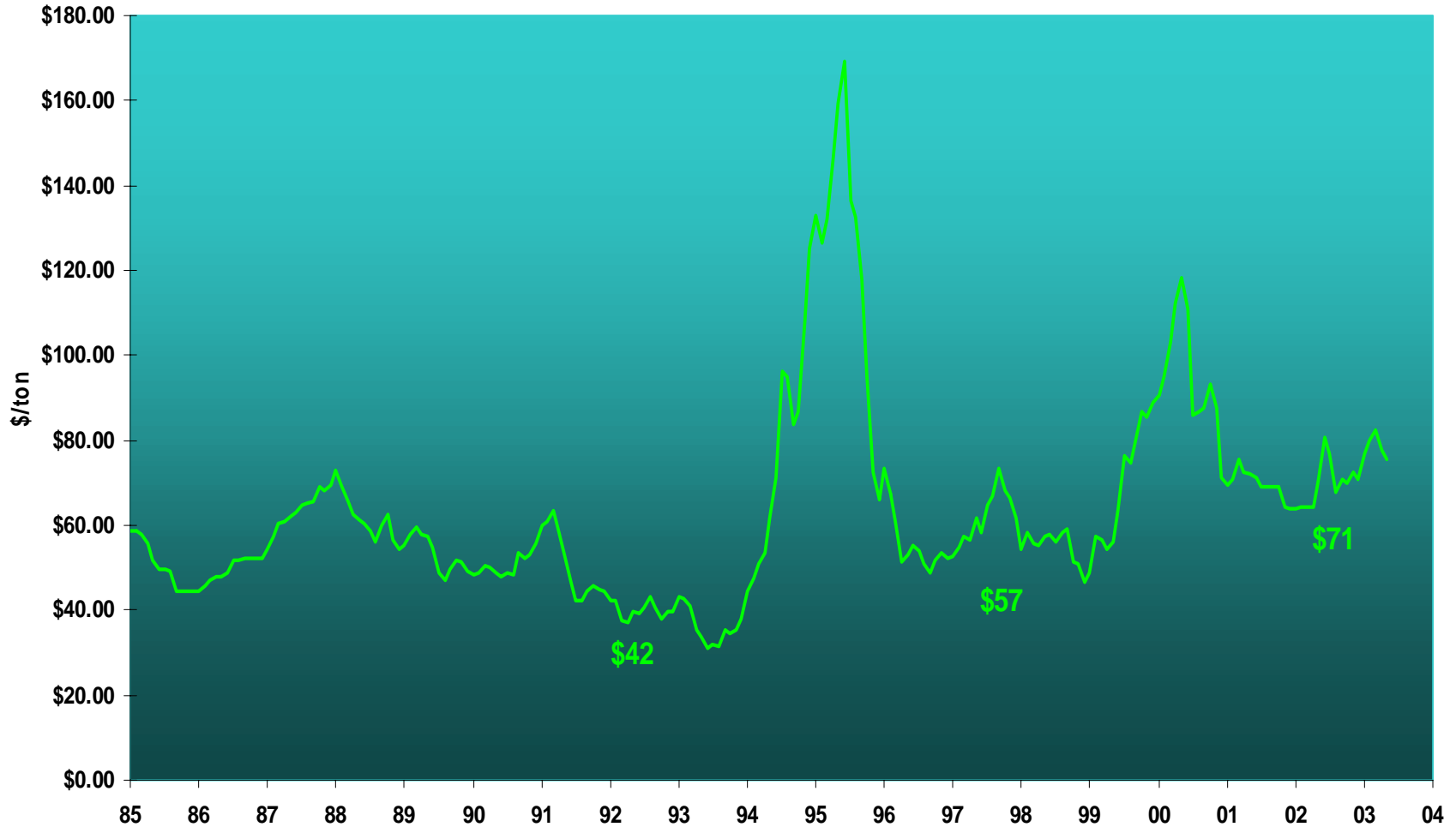


ONP (#8) & Mixed Paper

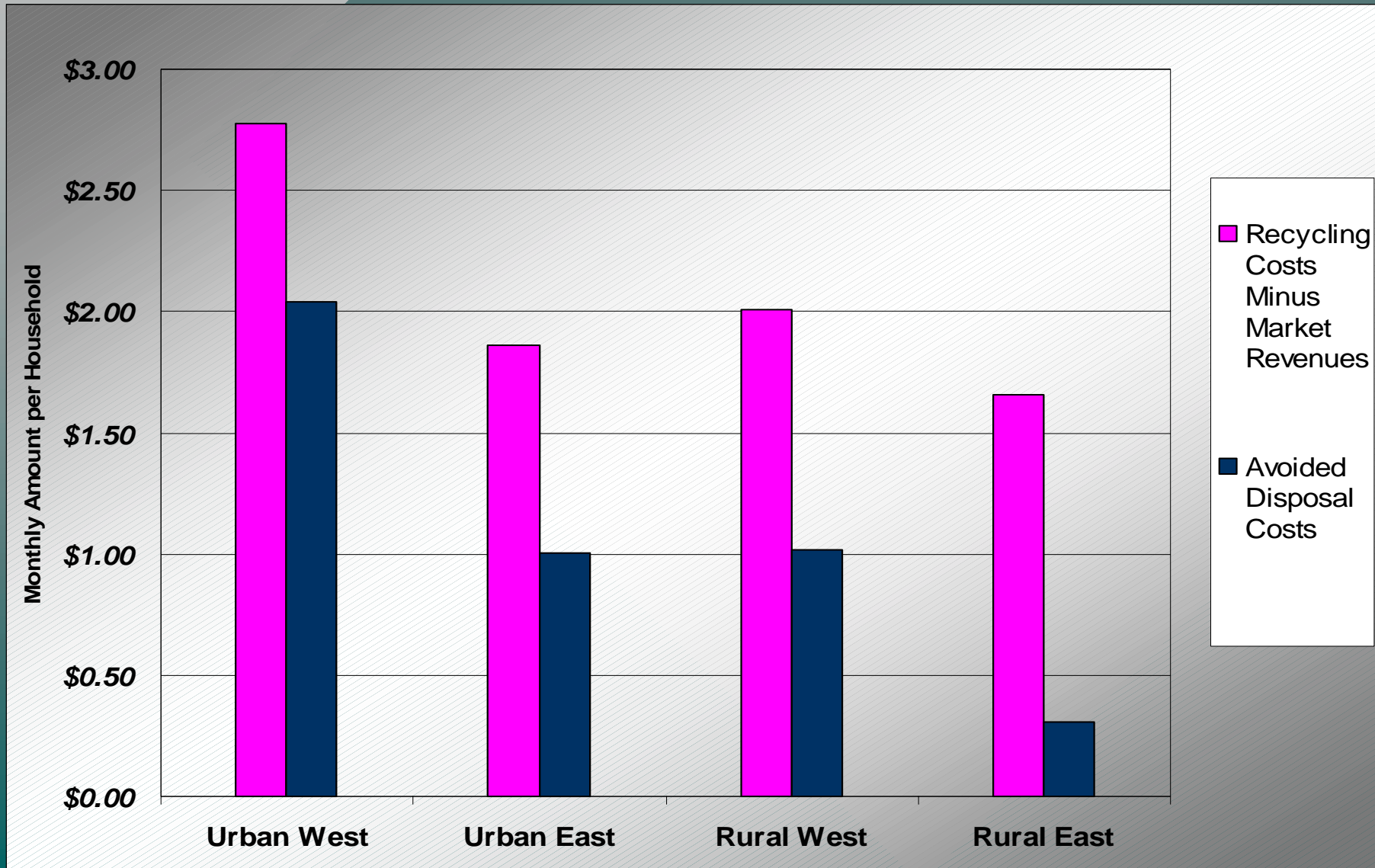


Average Value Per Ton for Curbside Recyclables

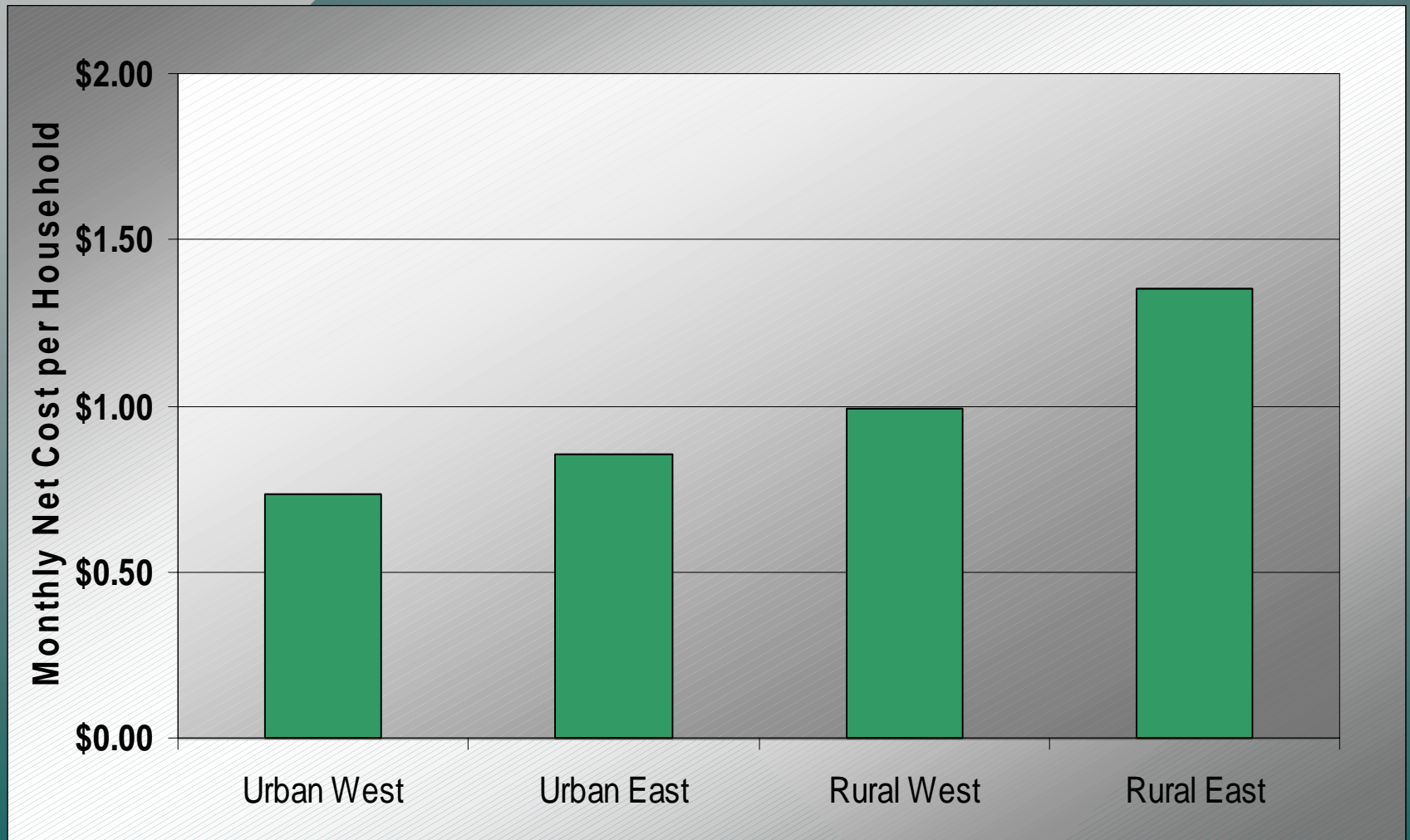
Pacific Northwest, 1985-2003



Curbside Recycling vs. Avoided Disposal Costs in Four WA Regions



Net Cost for Curbside Recycling in Four WA Regions



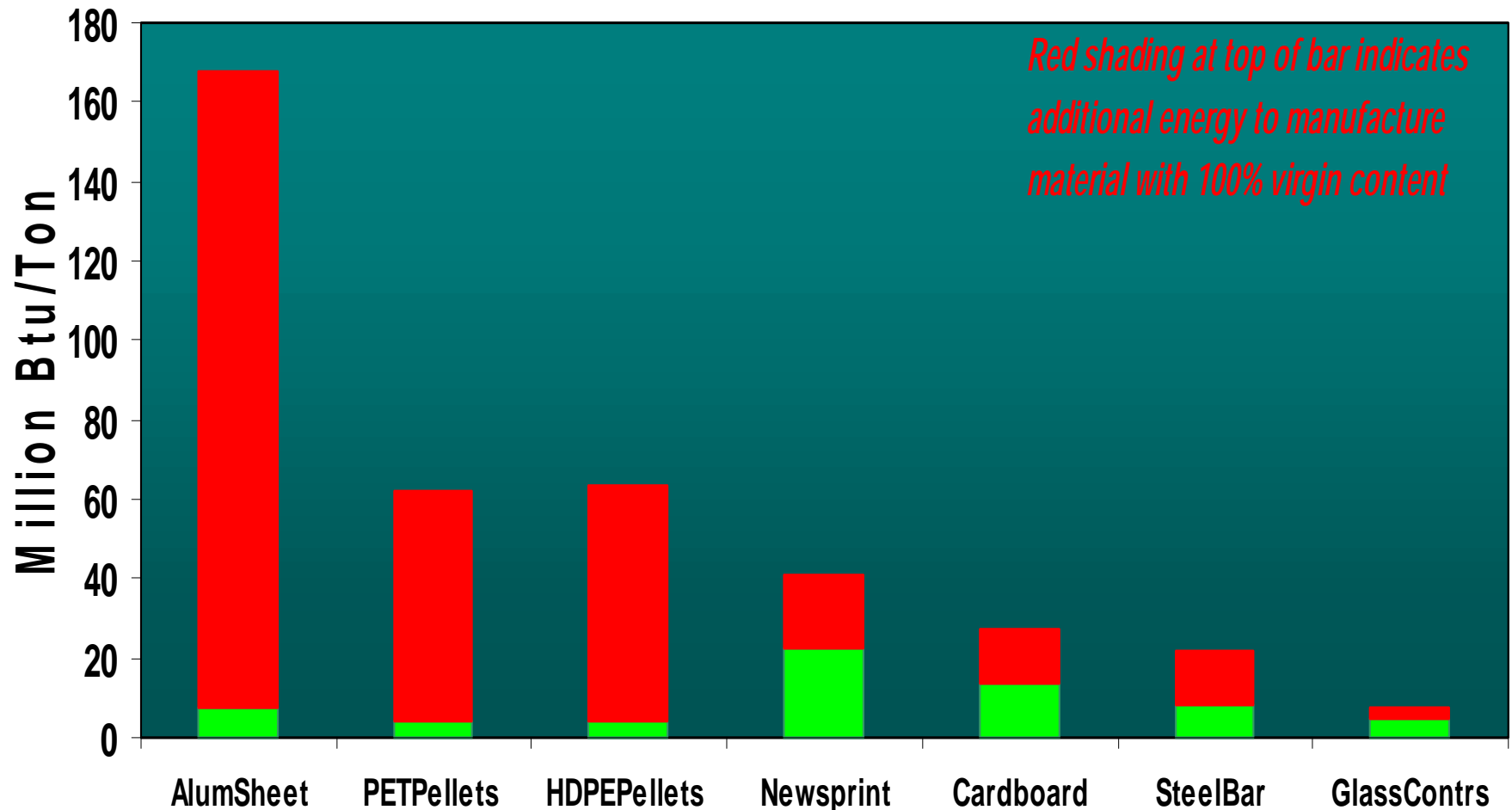
Three Stages of a Product's Life Cycle

- EXTRACTION/MANUFACTURING
- USE
- WASTE MANAGEMENT

Virgin-Content Production
Uses More Energy
Than
Recycled-Content Production

Energy Used for Resource Extraction & Product Manufacturing

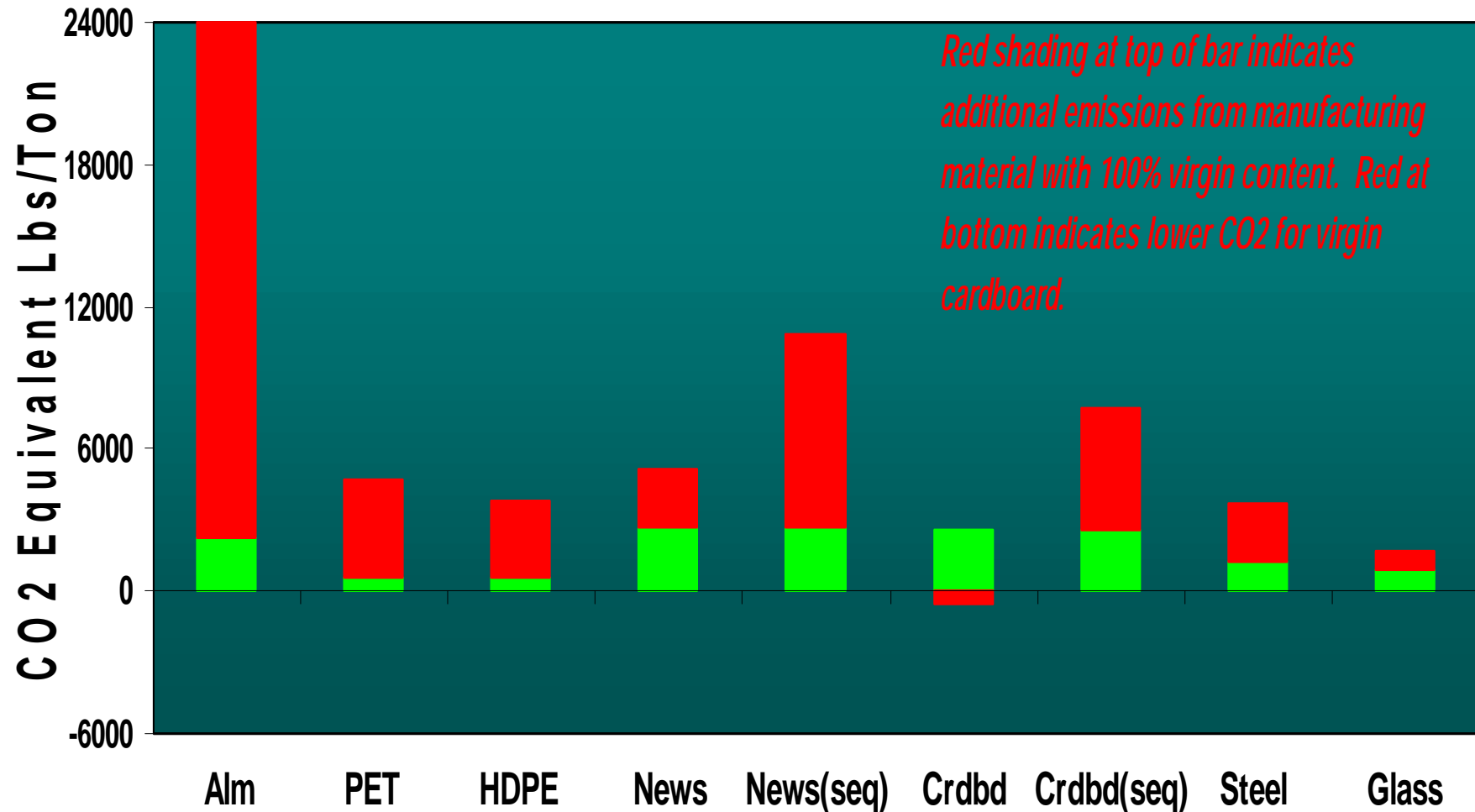
Products Made with Virgin- vs. Recycled-Content



Virgin-Content Production
Creates More Pollution
Than
Recycled-Content Production

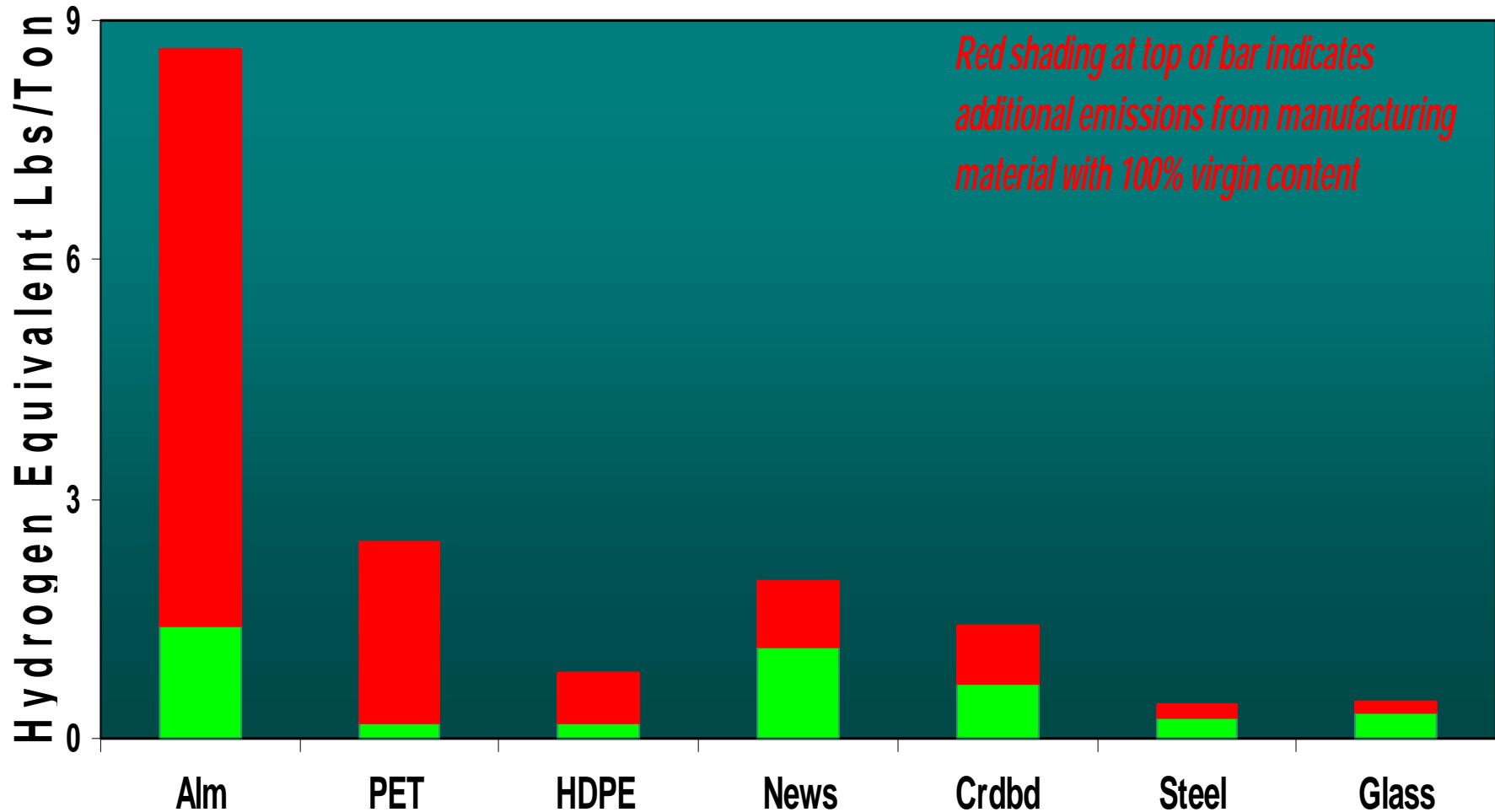
Greenhouse Gases from Resource Extraction & Product Manufacturing

Products Made with Virgin- vs. Recycled-Content



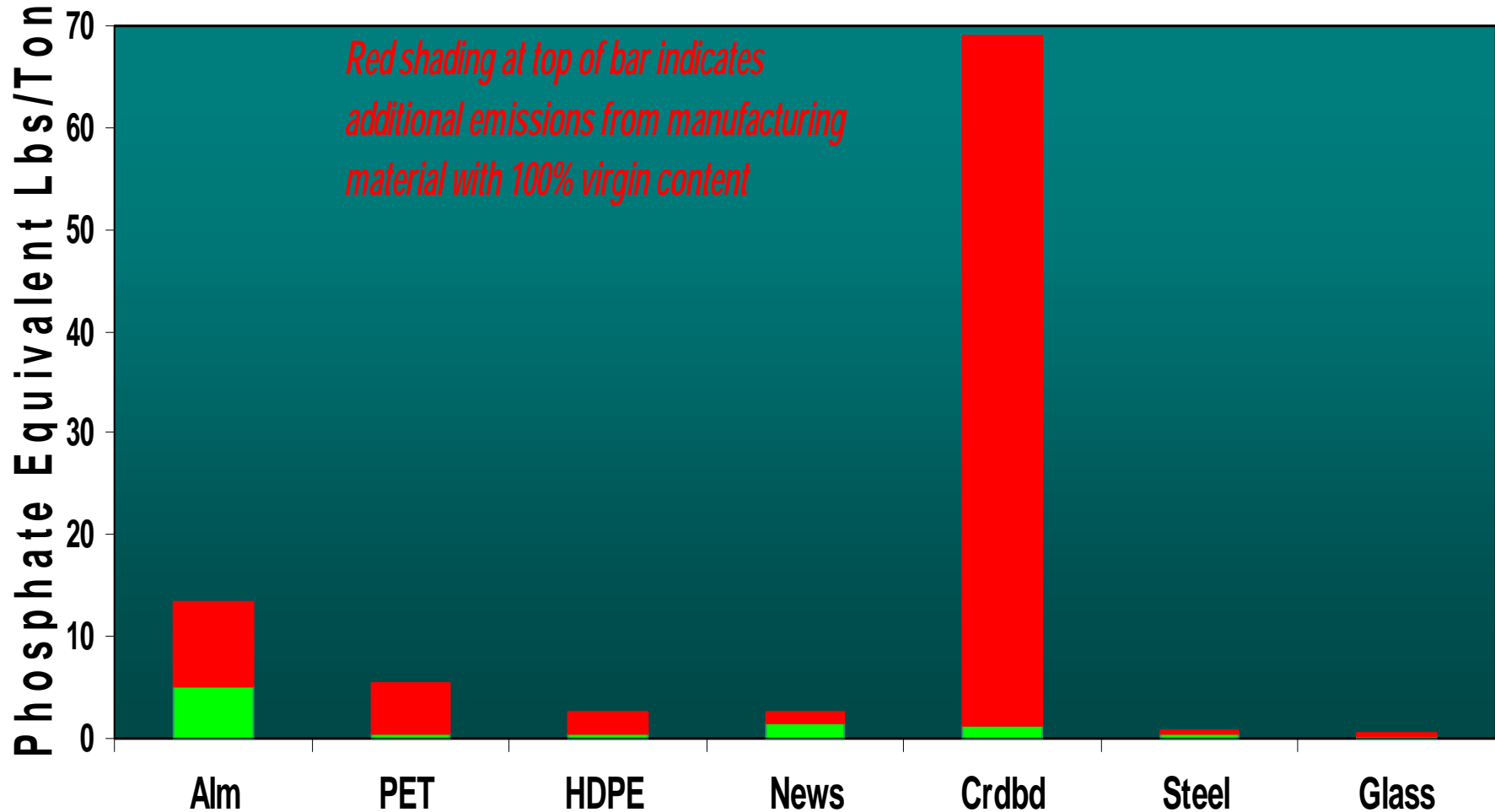
Acidification from Resource Extraction & Product Manufacturing

Products Made with Virgin- vs. Recycled-Content



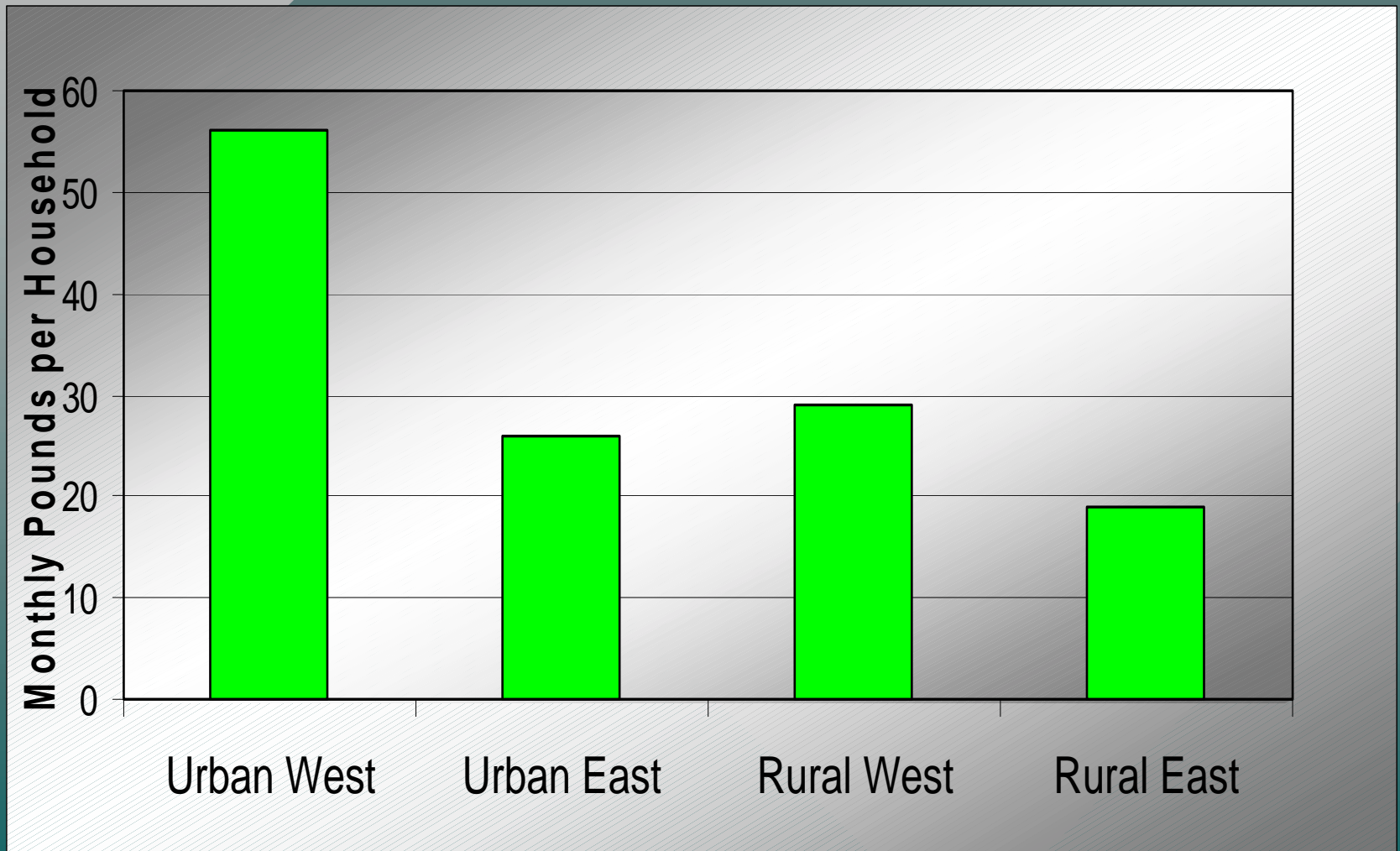
Eutrophication from Resource Extraction & Product Manufacturing

Products Made with Virgin- vs. Recycled-Content



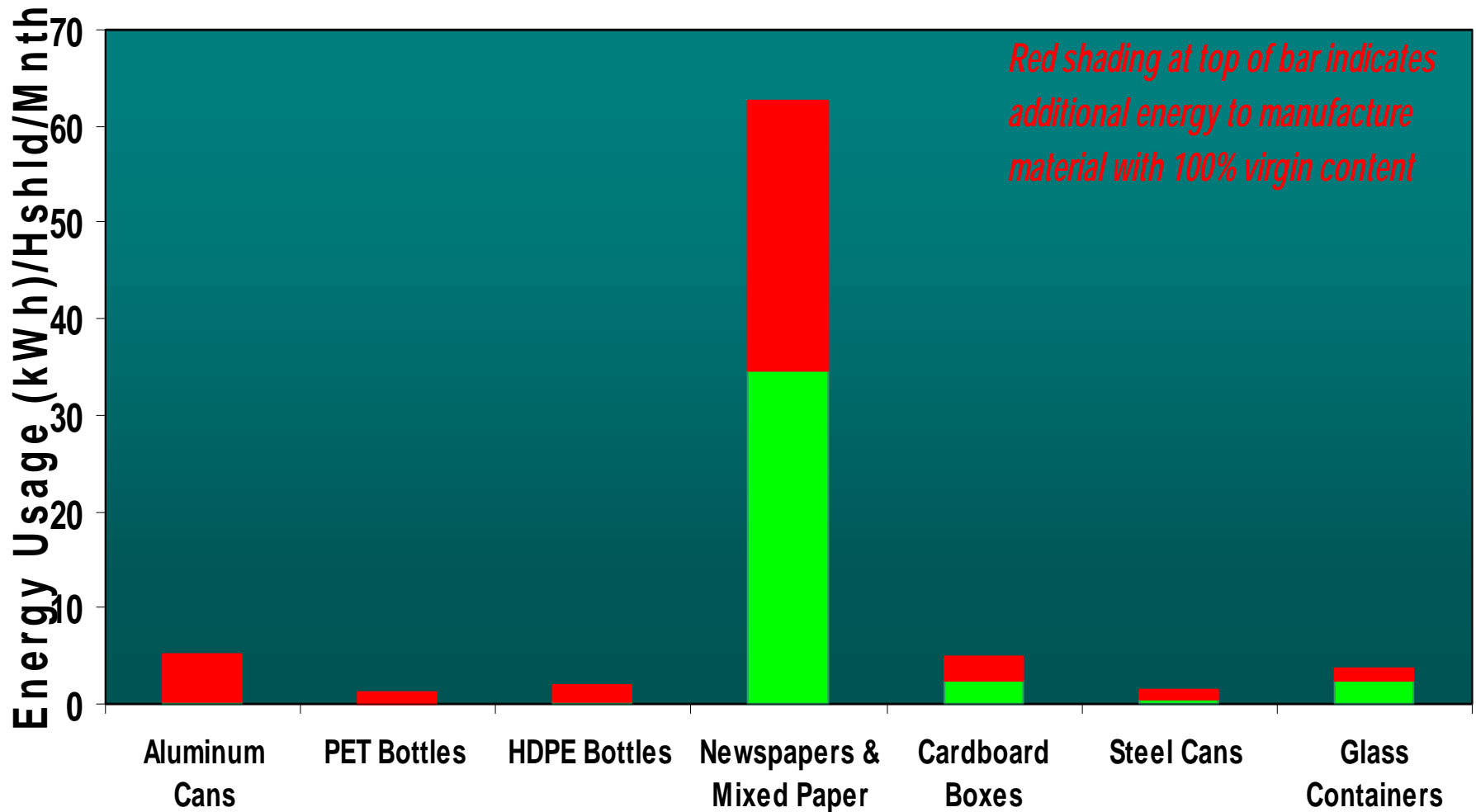
Additional Energy Use and
Pollution from Curbside
Recycling Trucks Are
Overshadowed by
Conservation of Energy and
Reduced Pollution from
Recycled-Content
Production

Recycling per Curbside Available Household in Four WA Regions

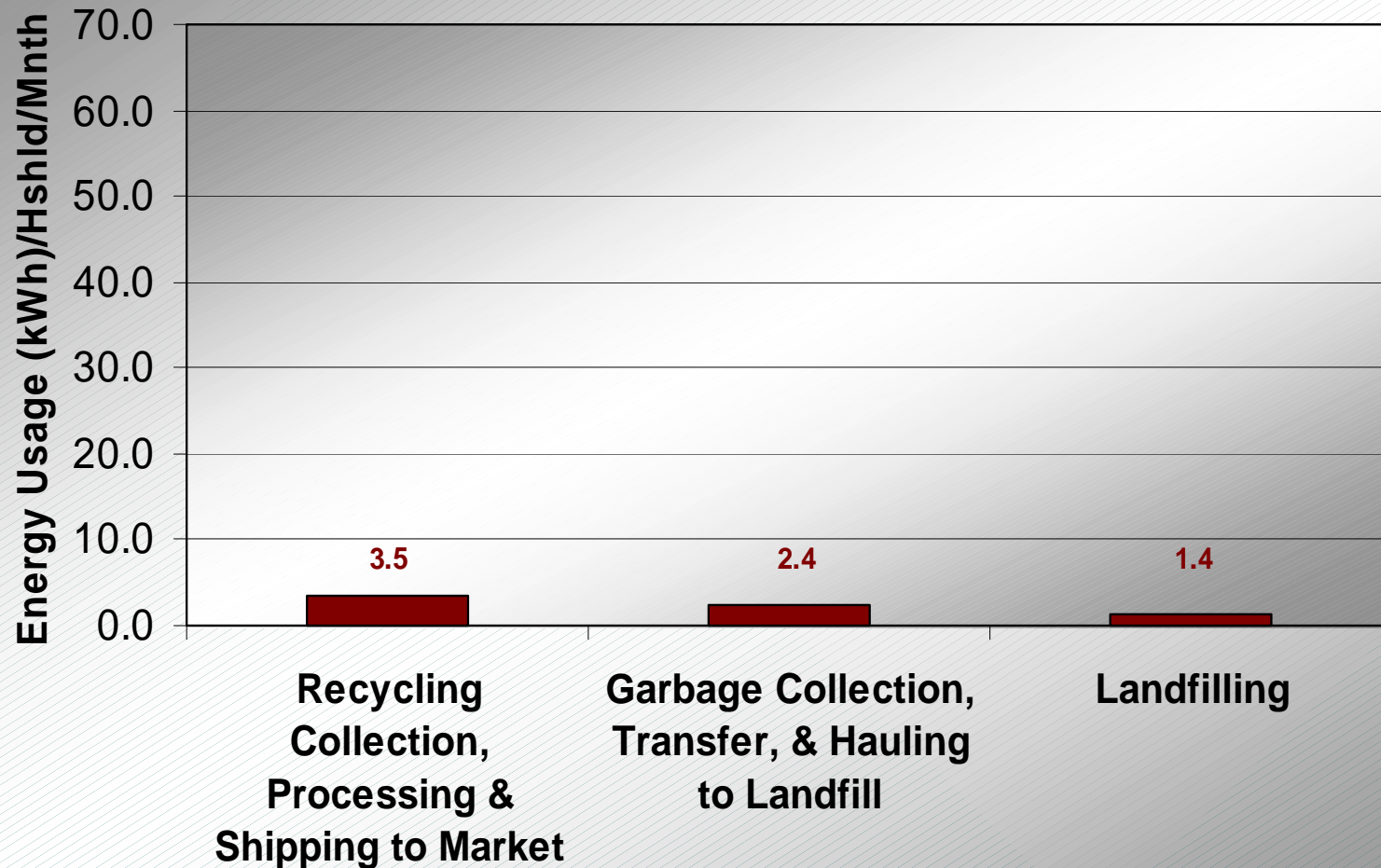


Energy Used for Extraction/Manufacturing of Materials Recycled in The UW Region

Curbside Recycled Materials Made with Virgin- vs. Recycled-Content



Energy Used for Waste Resources Management in The UW Region

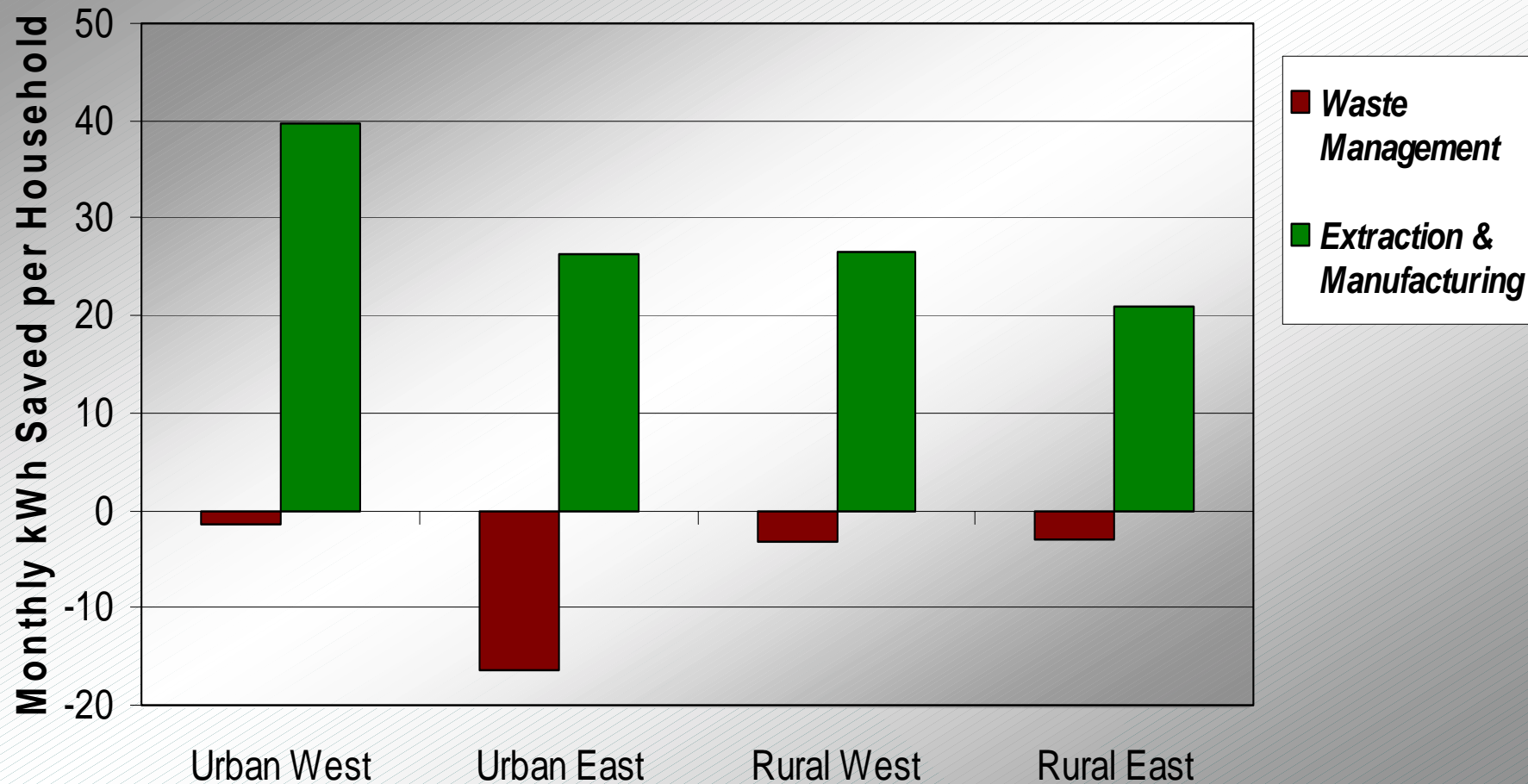


The Disposal Life Cycle
Uses More Energy
Than
The Recycling Life Cycle

Disposal Methods in WA Regions

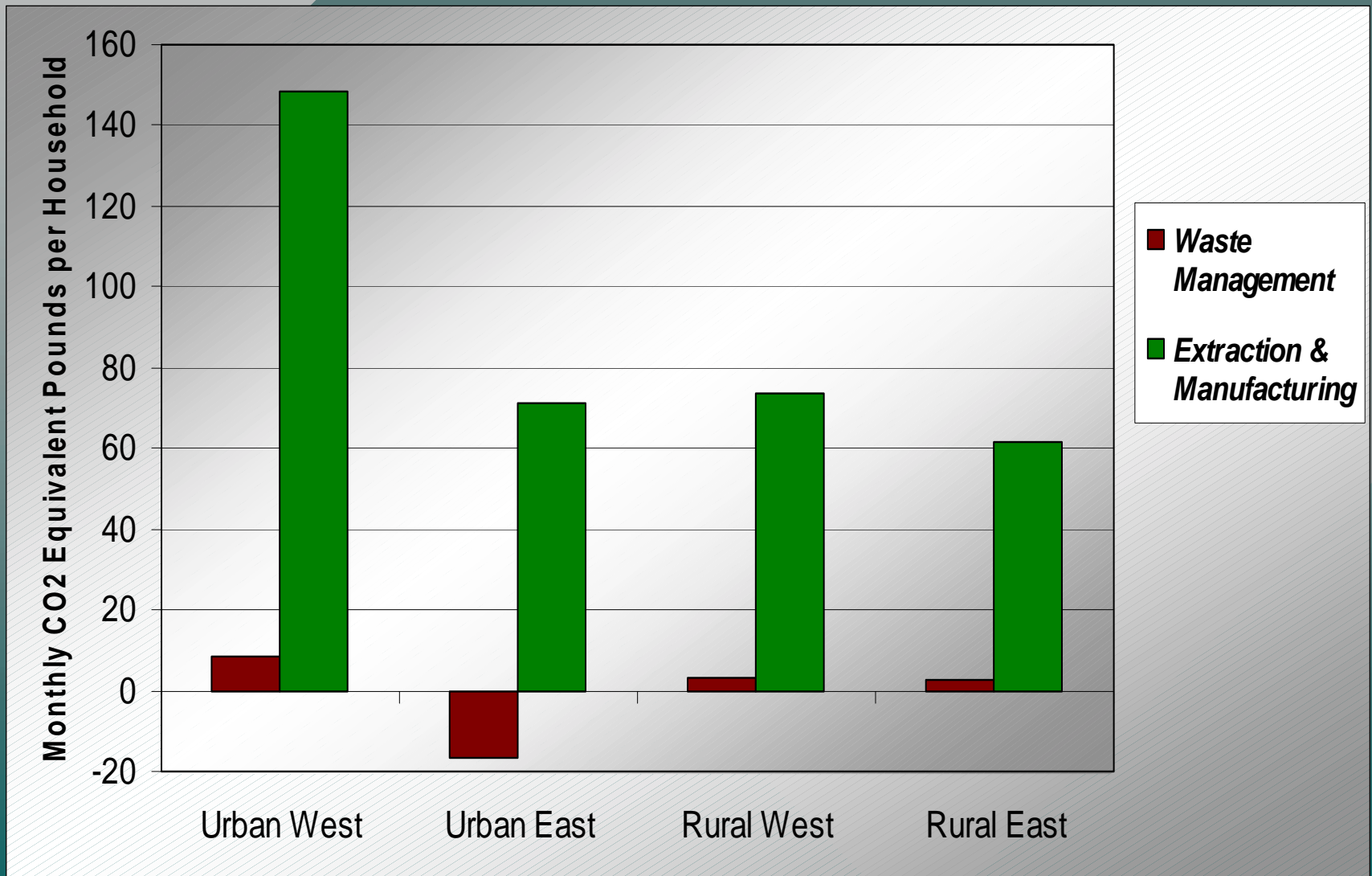
- Urban East – 90% waste-to-energy incineration
- All Other Regions – 100% landfill
- Landfill energy/environmental impact calculations assume 75% methane gas capture and flaring; in fact smaller, older landfills in WA do not have landfill gas capture systems. Also, 75% may be too high for actual landfill lifetime methane capture rate at most landfills.

Net Energy Use Reductions from Curbside Recycling in WA

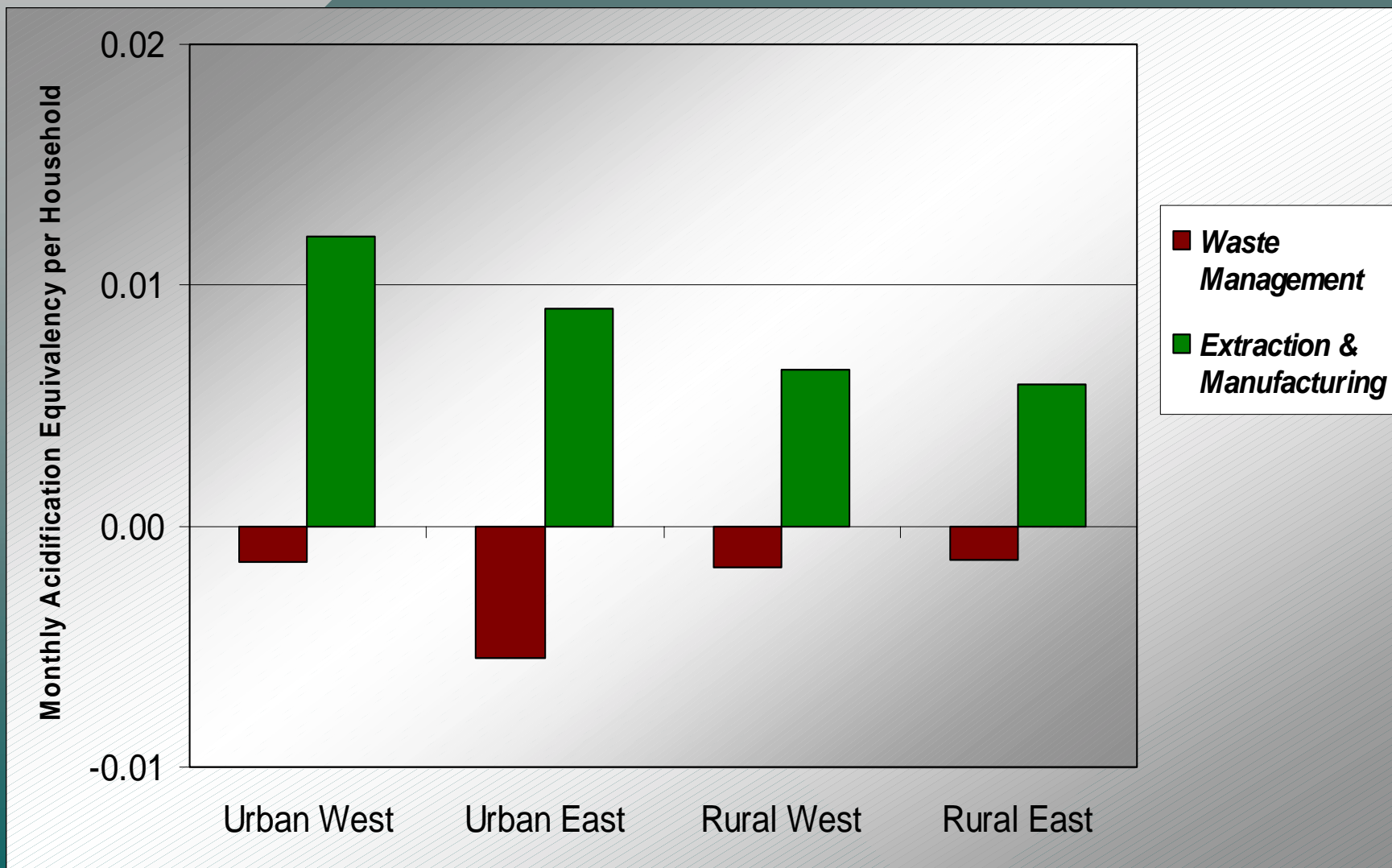


The Disposal Life Cycle
Generates More Pollution
Than
The Recycling Life Cycle

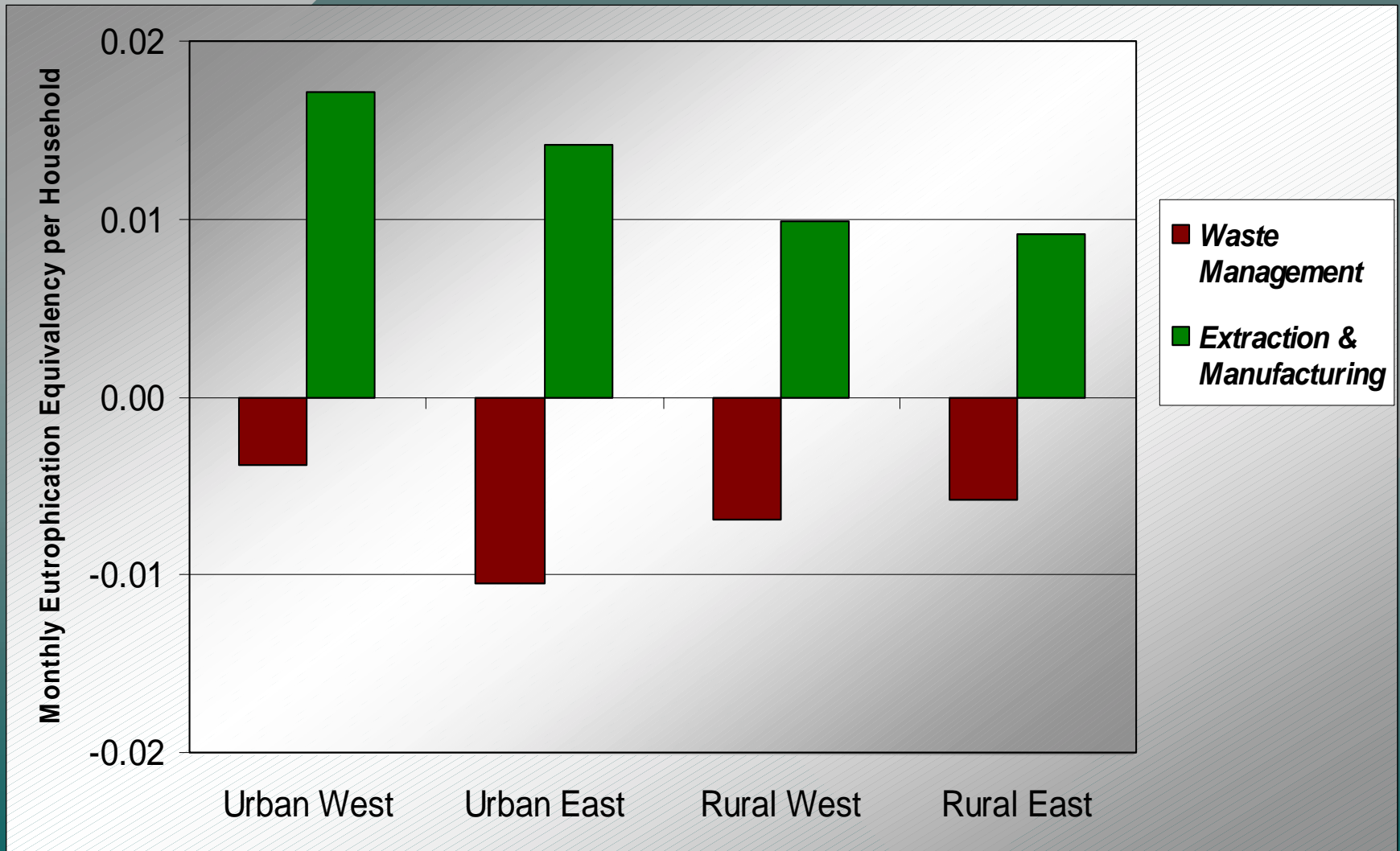
Net Greenhouse Gas Reductions from Curbside Recycling in WA



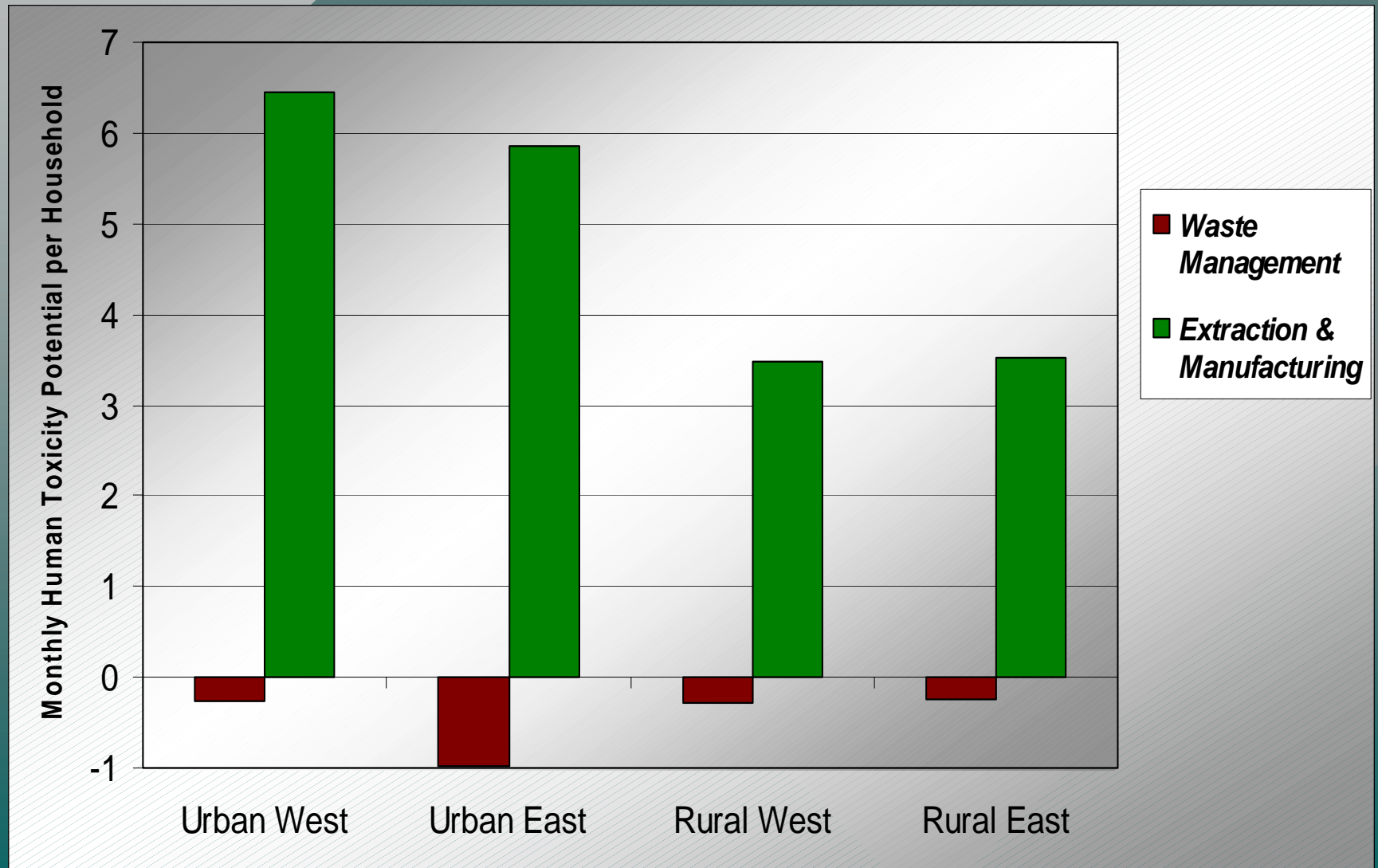
Net Acidification Potential Reductions from Curbside Recycling in WA



Net Eutrophication Potential Reductions from Curbside Recycling in WA



Net Human Toxicity Potential Reductions from Curbside Recycling in WA



How Do We Value/Compare Environmental Benefits Against Costs?

- Categorize Pollutants by Impacts – global warming, acid rain, smog, eutrophication of waterways, human toxicity, ecological toxicity, etc.
- Create Normalization Measures for Each Category
- Economic Costs vs. Weights Developed by Political Process or Other Methods (e.g., BEES 3.0)

Monthly Value per Household of Three Environmental Benefits from Pollutant Releases Avoided Thru Curbside Recycling in UW WA

	BEES Normalized Value <u>of Avoided Impacts</u>	Estimated Economic Value <u>of Avoided Impacts</u>
Global Warming	0.002851	\$1.61
Acidification	0.000001	\$1.05
Eutrophication	0.000095	\$0.53

External Cost of Air Pollutants (US\$ per pound)

<i>Criteria Air Pollutants</i>	Low	High
Carbon Monoxide (CO)	\$0.01	\$0.48
Nitrogen Oxides (NO _x)	0.41	4.53
Sulfur Oxides (SO _x)	0.07	2.23
Particulates (Total)	1.19	2.56
Lead (Pb)	0.19	528
<i>Greenhouse Gases</i>		
Carbon Dioxide (CO ₂)	0.0002	0.012
Methane (CH ₄)	0.01	0.38
<i>Other Air Pollutants</i>		
Hydrocarbons (non CH ₄)	0.26	0.26
Ammonia (NH ₃)	0.76	12.47
Hydrochloric Acid (HCL)	2.49	2.49

External Cost of Water Pollutants (US\$ per pound)

	Low	High
Dissolved Solids	No est.	No est.
Suspended Solids	\$6.23	\$6.23
BOD	0.08	0.08
COD	0	0
Oil	0.26	303.69
Sulfuric Acid	0.12	0.12
Iron	0	0
Ammonia	0.76	1.84
Copper	9.59	19.9
Cadmium	215.78	1,606.34
Arsenic	11.99	7,477.29
Mercury	2,464.00	6,233.72
Phosphate	0.12	0.12
Selenium	0	70.00
Chromium	335.66	335.66
Lead	61.54	528.00
Zinc	0.56	3.70

Reasonable Estimates for the
Costs of Pollution Indicate That
Recycling Actually Costs Less
Than Garbage

Australian Kerbside Study: Recycling Costs Amount to Just 38% of Dollar Value of Net Environmental Benefits

- Environmental Benefits:
 - 75% from upstream air & water pollution decreases
 - 21% from upstream land use reductions & future resource access improvements
 - 4% from global warming credits
 - 2% from reduced land use for landfills
- Environmental Costs:
 - 2% from increased truck traffic

CO2 Value Per Ton Required to Offset Curbside Net Monthly Cost per Household in WA

	<u>Recycling Per Month</u> (lbs.)	<u>Net Cost Per Month</u>	<u>CO2 Savings Per Month</u> (lbs.)	<u>CO2 Value to Offset Cost</u>
Urban West	56	\$0.73	157	\$9
Urban East	26	\$0.85	55	\$31
Rural West	29	\$0.99	77	\$26
Rural East	19	\$1.35	64	\$42



What Will Make Recycling Profitable?

Policy Options to Correct Garbage Vs. Recycling Market Failures

1. Taxes/subsidies to change relative prices – e.g., no-additional-charge (“free” or “bundled” or “embedded”) recycling for garbage collection subscribers – e.g., bundled commercial recycling decreases garbage disposal per employee by 10% to 20% and increases recycling by 10 percentage points.
2. Regulatory Actions – e.g., cap & trade and bans.
3. Extended Producer/Product Responsibility & Product Stewardship – e.g., deposit/refund systems.

Sulfur Dioxide Emissions Allowance Trading (average monthly prices)



Beverage Container Recycling Rates

- The 10 deposit/redemption states had a beverage container recycling rate of 71.6% in 1999 (redemption rates averaged 78%, varying between 69% and 95%)
- The 40 non-deposit/redemption states had a beverage container recycling rate of 27.9% in 1999