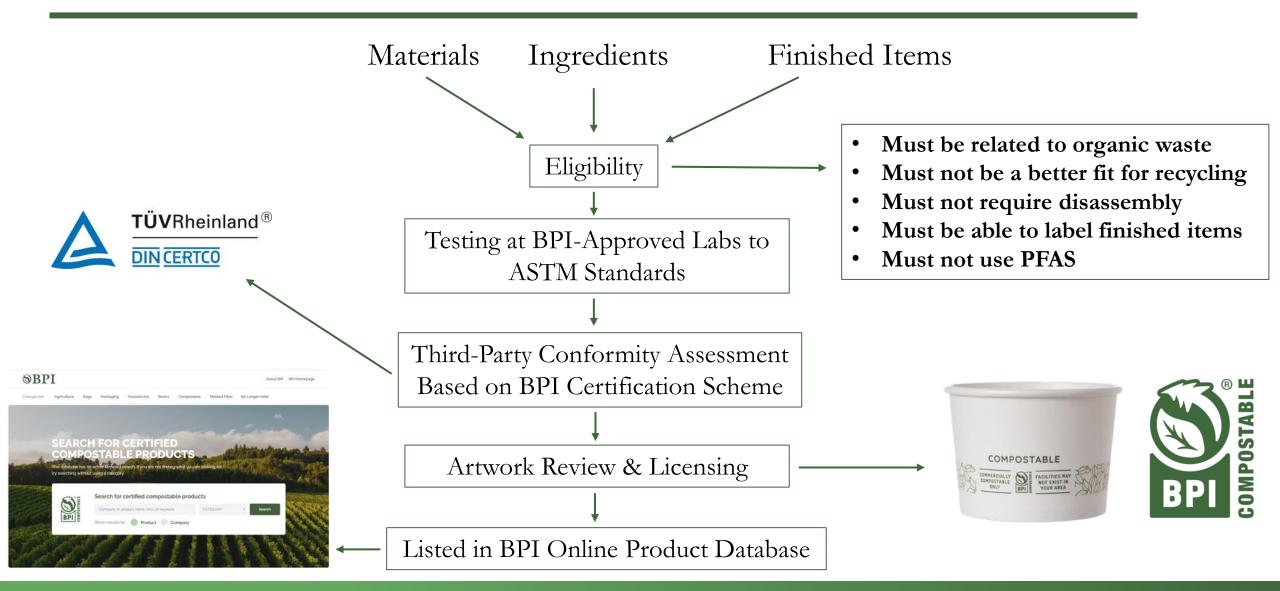


# Getting Composting Recognized in EPR Programs (and Other Learnings)

Canada Compost Council 2024

### BPI's Rigorous Certification Process



### BPI's Focus on Policy to Build Successful Markets

### Extended Producer Responsibility (EPR)

• Fees on packaging to fund collection, processing, education about that packaging.

### Labeling and Terminology Laws

• Restricts misleading terms, requires products to be meet standards and be labeled clearly

### Infrastructure Grant & Loan Programs

• Funds food scrap collection programs and food scrap composting facilities (ie, not specific to packaging).

#### Landfill Bans & Diversion Mandates

o Requires businesses and cities to collect food scraps to avoid methane in landfills, support soil.

### Compost End Markets

O Creates pull through demand for finished compost in agriculture, green infrastructure, etc.

### Foodservice Takeout Ordinances

o Rules for restaurants, stadiums, airports, etc. requiring all foodservice items to recyclable and/or compostable to reduce contamination.





#### What does EPR do?

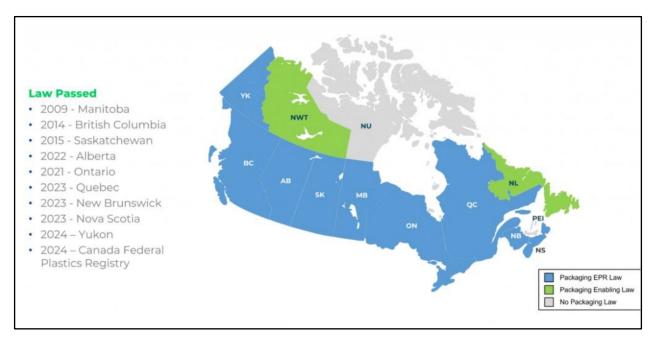
- O Shifts the financial responsibility of waste management upstream to the product-maker, away from municipalities and general ratepayers.
- Five states (**ME, OR, CO, CA, MN**) have passed EPR laws for products and packaging, others needs assessments (MD, IL), while many others (CT, HI, MA, MI, MN, NH, NY, NJ, PA, TN, VA, VT, WA) have introduced bills

### Where does the money go?

O Fees collected generally pay for the collection, processing, and education for covered products and *can* reward composting alongside recycling and reuse through dedicated funding and ecomodulation

### EPR's beginnings in North America

- O Starting in 2009, Canadian provinces started passing the first North American EPR law for products and packaging, totaling nine today.
  - In most cases, compostable products are required to pay fees as covered products, yet their money is spent elsewhere.



### The U.S. joins the fray, but the compost industry is initially ignored

In Maine became the first U.S. state to pass an EPR law for products and packaging. Though regulations are still being negotiated and finalized, the statutory text does not create a clear path for compostables as the law is focused primarily on recycling. Exemptions for compostable products were never politically feasible, in Maine or elsewhere.

### The compost industry responds

- In 2021, BPI and USCC co-developed policy principles for EPR, including:
  - Representation for the compost industry on advisory boards
  - O Dedicated funding for compost collection, processing, and/or education programs
  - Eco-modulated fee considerations to reward biodegradability in compost, testing for toxicity, clear labeling, etc.
  - Our members want to support composters!

### In Colorado, new EPR concepts are memorialized

- In 2022, BPI successfully advocated for the integration of its policy principles into CO HB22 1355.
  - BPI presented to the advisory board in 2023, offering guidance
  - In early 2024, the EPR needs assessment was completed, including proposed categorized capital investments for composters accepting certified compostable products (equipment, facility expansion)
  - The named PRO, Circular Action Alliance, is now considering how to best distribute funding, (a "grant model" versus an "incentive model")



Gov. Jared Polis, EPR supporter

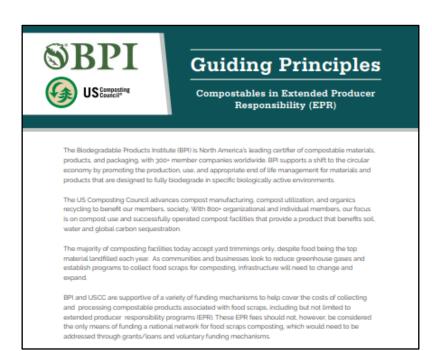
#### California passes a complicated bill

The passage of SB 54 in late 2022 adds new layers and complications, including:

- O Requiring all covered products to be reusable recyclable, or compostable by 2032, raising questions for entire categories (i.e. flexible/film in food application)
- O A larger advisory board that includes both a composter seat and a compostable product seat
- O Current regulatory text from CalRecycle betrays statutory language and existing California law, inventing new requirements for compostable products based on collection thresholds (new text is expected this month).
- O Source reduction requirements, and a \$500 million/year 'mitigation' fund

### Minnesota solidifies compost-friendly language

- o In 2024, Minnesota becomes the fifth state to pass EPR for products and packaging
  - O Statutory text once again includes elements of BPI/USCC's guiding principles, including:
    - Advisory board representation
    - Compost as part of the statewide needs assessment and funding categories
    - O Directives to include learnings from successful programs within the state.



#### Illinois and Maryland take baby steps

- Both states pass laws to create an initial EPR needs assessment and advisory board.
  - Illinois language includes a seat for a composter, [name]
  - Maryland includes a seat for a trade organization that includes compostable product-makers (AMERIPEN)
    - BPI will be presenting to the MD advisory board later this month

### What might Canada do?

As provincial laws are updated, consider opportunities to include more representation from the compost industry and funding for compost programs and facilities that accept compostable products.



### How can we separate compostables from contaminants?

### Addressing on-item labeling

- How can we identify <u>compostable</u> products more easily?
  - o **Terminology**: require the word "compostable," third party certification marks (non-exclusive)
  - Color: require all compostable food service products and film bags to be colored, tinted, striped, or symbolized with green, sometimes brown/beige (Examples: WA HB 1799, CO 253, Canada proposed ECCC rules)
- O How can we combat non-compostable contaminants?
  - Terminology: prohibit like terms including "biodegradable,"
    "degradable," "decomposable" (Ex: CA AB 1201)
  - Color: prohibit non-compostable products from being colored or like compostables (Ex: WA HB 1799, for film bags only)





Is this straw compostable??





### When and where to encourage compostable products

#### Prioritized use cases

- O Seattle, WA: single-use utensils, straws
- O California: produce, bulk bags
- European Union: coffee pods, tea bags
- Next (Canada?): fruit stickers?

### Missteps

- Focus on product performance and safety, not material (i.e. paper versus plastic)
- Banning compostable plastics can introduce regrettable substitutions
  - o In British Columbia, non-compostable, PFAS laden paper products may be replacing certified compostable plastics.



