



SUSTAINABLE PRODUCTS FOR A SUSTAINABLE FUTURE

The Sustainable Use of Paper Recycling Residuals as Non-Hazardous Secondary Materials

June 14, 2023

American Forest & Paper Association

Paper Recycling Residuals

- Authorized as an NHSM in 2016 rule met legitimacy criteria:
 - Managed as fuel
 - Fuel qualities similar to traditional fuels
 - Contaminant comparison also similar to traditional fuel (biomass)
- However, definition included unnecessary restrictions
 - Small amounts of non-fibers
 - Primarily short fibers (less suitable for making recycled paper)
- OLEM has the authority to remove these limitations 2018 petition
- Competitive market creates incentive for recycle paper mills to extract usable fiber so no compelling need for EPA to micro-manage PRR.



What are Paper Recycling Residuals?

- Secondary material generated from recycling of paper, paperboard and corrugated containers.
 - Materials that paper recycling mills cannot use to make paper or paperboard.
- Recycling mill feedstock includes office paper, cardboard, newsprint, paper packaging, etc. It can come in bales or other forms.
- Non-fiber items can come in as well because it comes from material recovery facility (MRF) that receives a mixed stream of materials, then separates and sorts out various types of recyclables.
- Institute for Scrap Recycling Industries (ISRI) has guidelines on the quality of furnish <u>coming into mills</u> to ensure what a mill is buying is predominantly fiber that can be made into new tissue, paper or paperboard products.
- Those guidelines are set at 1 or 2% non-fiber depending on the class of feedstock.
 - These guidelines help ensure the feedstock is a valuable material no discard is taking place.
- The 2% guideline is meant as ceiling on non-fiber material in *feedstock* suitable for repulping.
 - If the feedstock is coming into a mill has 2% non-fiber material, then the residuals from that feedstock that is not turned into paper would necessarily have more than 2% non-fiber.
- Finally, there is no method to measure 2% by weight of PRRs
- In summary, applying a guideline meant for feedstock to residuals is inappropriate and unworkable mentant



Recycling 101

- Mills extract the fiber from the feedstock (e.g., paper bales) in "repulper."
- Mills seek to optimize fiber recovery.
- Hard to measure the percent of non-fiber and there is no standard methodology, so relying on percent is an inappropriate approach.
- Concepts of *meaningful heating value* and use for energy recovery are appropriate and can be implemented.
- Some non-fiber materials (e.g., waxes, plastic tape, and adhesives) increase the overall heating value of PRR.



Energy Recovery using PRRs

- PRRs have similar (or better) Btu value compared to biomass, which is a traditional fuel.
- As fired, biomass moisture contents can vary depending on the type of biomass and storage method (e.g. uncovered bark piles).
- Boilers at paper mills are very efficient at getting energy from a wide variety of fuels with range of moisture contents – built into their designs (wet stoker, fluidized bed, etc.)
- Mills adjust qualities of PRRs to ensure energy recovery dewatering, mixing with other biomass fuels – and optimize combustion conditions.
- OLEM determined that PRR with higher amounts of non-fiber materials "would likely have a lower heating value."

This is erroneous.



Dry Basis Fuel Comparison

Fuel	Min Heating Value (Btu/lb. on dry basis)	Max Heating Value (Btu/lb. on a dry basis)
Biomass/Bark (Boiler MACT data base)	2,800	16,000
PRRs (Boiler MACT and member data)	3,800	18,000



Air Quality Impacts

- PRRs are burned in boilers covered by Boiler MACT's stringent limits.
- Regulated pollutants include acid gases/HCl, mercury, metal/PM, organic HAPs/CO, and dioxin.
- Limits represent the best control technology under the Clean Air Act.
- Do not expect any health risks EPA will consider under residual risk review.
- Boilers also covered by various NOx and SO₂ limits under Clean Air Act or state permits.
- Air quality is protected!



Some of the Impacts of not using PRR for Energy

- A 2% threshold for residuals is inappropriate and unworkable.
- Contrary to the OLEM Waste Hierarchy PRRs would go to landfills rather than recover the energy value.
- Prevalence of MRFs/single stream collection introduces more non-fiber materials.
- Thousands of tons of valuable fuels lost ~400,000 tons (EPA est.)

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- 7.4 MMBtu/ton or \$12 M in added annual fuel costs (if natural gas, @\$4/MMBtu).
- Potential added annual landfill costs (if no other use) $50/ton \rightarrow 20M/yr$
- Some mills planning to add or expand PRRs as fuels given Btu value and company sustainability goals to reduce landfilling – lost opportunities and stranded capital that was invested assuming continued use as fuel.
- If half the Btu value is replaced by natural gas, then GHG emissions increase by 86,000 tpy – counter to President Biden's net zero climate goals.



Solution/Recommendation

- Simplify the definition to address concern about effect of non-fiber content on heating value and provide the clarity desired by both EPA and industry:
 - 241.2 Paper recycling residuals means the secondary material generated from the recycling of paper, paperboard and corrugated containers that includes fibers generally too small or weak be used to make new paper and paperboard products.
 - 241.4(a)(6) Paper recycling residuals generated from the recycling of recovered paper, paperboard and corrugated containers and combusted by paper recycling mills whose boilers are designed to burn solid fuel where such residuals are managed in a manner that preserves the meaningful heating value of the materials.
- Alternative is well within the boundaries/authorities of section 241.
- Win for environment/climate and business sustainable solution.
- IF need to define heating value (in preamble or rule) set at 6,300 btu/lb or above on a dry basis, <u>annually</u>; keep recordkeeping aligned with business practices.

