HB0332: Renewable Energy Portfolio Standard - Eligible Sources

House Economic Matters Committee February 4, 2020

Positon: Favorable

Dear Chairman Davis and Members of the Committee,

As 33 Maryland-based organizations working to support the health, environmental wellness, economic well being, and climate resiliency of Maryland communities, we urge you to vote yes on HB0332 and end the practice of subsidizing trash incineration as "renewable energy" under Maryland's Renewable Portfolio Standard. Burning trash cannot be considered renewable energy, and Maryland ratepayers must no longer be required to subsidize facilities that pollute their communities. Transitioning to truly renewable energy and alternative methods of waste disposal will create more jobs in Maryland, and this is a transition that our communities are ready to make.

Trash Incineration Harms the Climate: It Does Not Meet the Goals of the RPS Program

When incinerators burn trash, they emit more greenhouse gasses per unit of energy generated than even coal, the dirtiest of fossil fuels. In 2015, the Wheelabrator Baltimore incinerator emitted roughly double the amount of greenhouses gases per unit of energy produced, on average, by each of the 7 coal plants located in Maryland. The Dickerson trash incinerator in Montgomery County produces 500,000 tons of greenhouse gases that contribute to climate change. Trash incinerators burn a significant amount of plastic waste, which is ultimately a non-renewable resource made from fossil fuels; much of the thermal output and therefore electricity produced by incinerators therefore comes from fossil fuels. Climate change poses multiple threats to Maryland residents, including increased precipitation, more frequent and severe flooding, and rising summer temperatures that increase outdoor air pollution levels. The financial support that Maryland's Renewable Portfolio Standard provides must be used to support the development of new renewable energy projects that will help Maryland face and fight climate change, not to prop up aging trash incinerators that themselves emit greenhouse gases.

Maryland's Renewable Portfolio Standard (RPS) was enacted in 2004 to facilitate a gradual transition to renewable sources of energy. Because of its impact on public health and on climate change, trash incineration cannot be considered renewable energy. According to the Department of Legislative Services' analysis of this legislation, 11% of Maryland's Tier 1 RPS obligation was met with Renewable Energy Credits for "waste-to-energy" facilities in 2019 (there are no applicable "refuse-derived fuel" facilities, the other category of incineration this bill addresses). If applied to other Tier 1 renewable energy sources instead of incineration, these credits would support new high-paying Maryland jobs, increase GDP due to construction of new Maryland-based renewable energy infrastructure, and reduce Maryland's carbon emissions. When it was first created, the Renewable Portfolio Standard was designed to end subsidies for incinerators in 2019; we're overdue for RECs for trash incinerators to end, as Maryland's actually-renewable energy infrastructure has grown.

Trash Incineration Harms our Health

Trash incineration contributes to the air pollution in Maryland that causes chronic illnesses among Maryland residents. To produce the same amount of energy, Maryland's trash incinerators emit higher levels of mercury, lead, nitrogen oxides (NOx), carbon monoxide (CO), and carbon dioxide (CO2) than Maryland's coal plants. The process of incinerating trash creates an especially dangerous set of compounds called dioxins, declared by the World Health Organization as a known human carcinogen; dioxins are also linked to diseases of the immune system, endocrine system, nervous system, and reproductive system. Air pollutants from waste incinerators have also shown to increase the risk of pre-term births, and lung and blood cancers.

The incinerators in Maryland that profit from Renewable Energy Credits harm the health of residents of communities they are located in. The BRESCO incinerator in Baltimore contributes to the area's failure to meet federal ozone standards, contributing to cancer, heart disease, asthma and other health impacts that disproportionately affect Baltimore residents; according to an Environmental Integrity Project report, the average rate of asthma-related hospitalizations in Baltimore City is approximately twice the average rate of Maryland and three times the average rate of the United States. The Montgomery County Resource Recovery Facility in Dickerson produces approximately 740 tons of air pollutants and sends 180,000 tons of toxic ash to landfills in Virginia. Baltimore, Montgomery County, and throughout the state of Maryland, trash incineration contributes to air pollution that harms residents' health; those residents should not be required to subsidize this pollution through the Renewable Portfolio Standard, since trash incineration is not renewable energy.

Alternatives to Trash Incineration Create More Local Jobs

Truly clean, renewable energy creates jobs in Maryland. The State has more than 218 solar companies and over 5,400 solar jobs. The wind industry has brought more than \$380 million in private investment into Maryland's economy, to date. These jobs in clean renewable energy lead to good-paying careers within these industries and across related economic sectors. New clean energy development made possible by removing "waste-to-energy" incineration from the RPS, and therefore making credits available to other Tier 1 energy sources, will further support the development of these economic sectors in Maryland.

Likewise, other methods of waste management such as composting, recycling, and reusing materials create more local jobs than trash incineration. According to the Institute for Local Self-Reliance, per ton of waste processed in Maryland, composting already "employs two times more workers than landfilling, and four times more workers than incineration. On a per-capital-investment basis, for every \$10 million invested, composting facilities in Maryland support twice as many jobs as landfills and 17 more jobs than incinerators." A similar study projected that within three years of increased recycling rates, Baltimore could have 500 new direct jobs in this sector of the city's economy; overall, recycling and composting yield five to ten times more jobs than trash incineration. For every 10,000 tons of materials that are managed through reuse programs, 75 to 250 jobs are created. If investments were focused on more environmentally-friendly methods of waste disposal, more jobs would be created in Maryland.

Trash is Not a Renewable Resource: Maryland Communities are Moving to Reduce Waste

While trash may seem infinite, it is not a renewable resource, and much of what municipal solid waste get burned in the incinerators is petroleum-based plastic. Contracts with trash incinerators disincentivize local investment in waste-reduction strategies, like composting, recycling, or phasing out single-use products,

because the incinerators need a consistent level of waste to return investment. Many incinerators use "put or pay" contracts, which hold jurisdictions accountable for feeding the incinerators, and more sustainable waste-reduction strategies threaten the supply of trash. This proposed contract provision is a significant reason why Frederick and Carroll counties rejected the proposed incinerator.

Renewable Portfolio Standard subsidies to trash incinerators are not necessary to process Maryland's trash: both because Maryland's existing incinerators have and can operate without RPS subsidies, and because Maryland is moving to reduce the amount of waste it produces. Trash incineration was added to Tier 1 of the RPS in 2011, decades after Maryland's two incinerators were built. Before 2011, it had been classified as a Tier 2 source, receiving lower subsidies that were to be phased out by 2019. Since 2011, trash incinerator companies have enjoyed almost a decade of Tier 1 eligibility and higher subsidies at the expense of Maryland ratepayers, subsidies that will continue in perpetuity without legislative action. But this does not need to be a permanent fixture of Maryland's energy market. These renewable energy credits are intended to support clean, renewable energy, but when Maryland ratepayers' money goes toward Renewable Energy Credits to trash incinerator companies, they do not receive actually clean, renewable energy in return. Taking trash incineration out of tier one is not a bait and switch, merely no longer paying these facilities for a product they do not provide.

Removing trash incineration from Tier 1 of the Renewable Portfolio Standard does not necessarily force Maryland's trash incinerators to close, but allowing trash incineration to keep receiving subsidies as renewable energy is in direct opposition to grassroots efforts to move away from trash incineration and toward zero waste overall. As the only municipalities in Maryland that contain trash incinerators, Baltimore City and Montgomery County are working actively to increase recycling and composting rates and transition away from trash incineration. Both Baltimore City Mayor Scott and Montgomery County Executive Mark Elrich have pledged to work to close the incinerators in their respective jurisdictions, and both communities have active movements of residents acting to reduce the amount of waste going to landfills and incinerators, and enact zero waste solutions like composting, increased reuse and recycling, and reducing single-use products. Baltimore's 2019 Sustainability Plan includes the goal of diverting 90% of the city's waste from incinerators and landfills, and this is an achievable goal. According to the Baltimore Office of Sustainability's 2014 report, "Waste to Wealth: Baltimore Waste Stream Analysis," 82% of Baltimore's household materials could be recycled or composted.* Likewise, Montgomery County has a goal of increasing its waste diversion rate - already very high - to 70%, and moved toward this goal by passing legislation to eliminate plastics they cannot recycle last year.*

Other Maryland communities are actively pursuing robust composting, recycling, and repurposing programs with the goal of reducing waste. Frederick and Carroll Counties, since rejecting the construction of a new incinerator in 2014, have made significant strides toward zero waste. In Carroll County, New Windsor piloted a "pay as you throw" program that resulted in a 44% decrease in solid waste thrown away. When it decided not to build its new incinerator, Frederick County created a "What's Next" Steering Committee to investigate alternatives to the rejected trash incinerator. In the words of one committee member, "the legislative, budgetary, and regulatory gears are moving Frederick County toward pilot programs and public education, and ultimately to a robust diversion of organics from landfilling, with the added tremendous benefits of producing compost from the organics to amend our soil on farms and elsewhere."xiii Prince George's County hosts the East Coast's largest composting facility and boasts the highest waste diversion rate in the state. In addition, several pieces of legislation proposed for this legislative session will, once passed, help the state reduce its waste stream without relying on incinerators: for example, HB264, to divert organic waste from landfills and incinerators into compost, donation, and other beneficial uses; HB0084, to reduce the waste of electronic and other equipment by giving consumers the Right to Repair their devices;

and HB0036, to reduce wasted packaging, containers, and paper products by enacting Extended Producer Responsibility policies.

Communities across Maryland are working actively to develop the recycling, composting, reuse, and reduction programs to reduce the amount of waste being sent to both landfills and incinerators. Trash is not a renewable resource, and it can be better managed without trash incineration.

Conclusion

All Marylanders have the right to breathe clean air and no one should suffer health and environmental challenges because of where they live. The state should not subsidize incineration as clean and renewable energy, making it more profitable to pollute our communities and environment. We strongly urge the passage of this legislation to stop the practice of paying trash incinerators to for clean energy as they pollute our communities and environment.

Sincerely,

Clean Water Action

Emily Ranson Maryland Director

Sugarloaf Citizens' Association

Lauren Greenberger President

Maryland Legislative Coalition

Climate Justice Wing

Diana Younts co-chair

Echotopia LLC

Diane Wittner

Founder and Owner

Our Revolution Maryland

Suchitra Balachandran

Member, State Organizing Committee

Howard County Climate Action

Ruth White

Steering Committee member and Advocacy Lead

Institute for Local Self-Reliance

Neil Seldman

Director, Waste to Wealth Initiative

Brenda Platt

Director, Composting for Community

Greenbelt Climate Action Network

Lore Rosenthal Program Coordinator

Sunrise Movement Baltimore

Anne Wilson Hub Coordinator

Montgomery County Food Council

Catherine Nardi Programs Manager

Environmental Justice Ministry

Cedar Lane Unitarian Universalist Church

Nanci Wilkinson

Chair

Maryland PIRG

Emily Scarr Director

Progressive Maryland

Malcolm Heflin Lead Organizer

MOM's Organic Market

Alexandra DySard Environmental Manager

Safe Skies Maryland

Mark Southerland, PhD Legislative Director **Baltimore Community ToolBank**

Noah Smock

Executive Director

Chesapeake Climate Action Network

Jamie DeMarco

Federal and Maryland Policy Director

Maryland Legislative Coalition

Cecilia Plante

Co-Chair

Unitarian Universalist Legislative Ministry of

Maryland

Phil Webster

Chair, Climate Change Task Force

Preservation Maryland

Elly Cowan

Director of Advocacy

Maryland Conservation Council

Paulette Hammond

President

Waterkeepers Chesapeake

Betsy Nicholas

Executive Director

Nuclear Information and Resource Service

Timothy Judson

Executive Director

WISE

Monica O'Connor

Legislative Liaison

Food & Water Watch

Jorge Aguilar

Southern Region Director

Trash Free Maryland

Shane Robinson

Executive Director

Central Maryland Beekeepers Association

Bonnie Raindrop

Legislative Chair

Friends of the Earth

Marion Edey

Honorary Board member

Takoma Park Mobilization Environment

Committee

Diana Younts

Co-Facilitator

Chesapeake Bay Foundation

Carmera Thomas

Baltimore Program Manager

MD Campaign for Environmental Human Rights

Nina Beth Cardin

Director

ShoreRivers

Elle Bassett

Miles-Wye Riverkeeper

Blue Water Baltimore

Jenn Aiosa

Executive Director

- i https://www.sugarloafcitizens.org/newdocs/ILSR ZW Report April 2018.pdf
- ii http://mgaleg.maryland.gov/2021RS/fnotes/bil 0002/hb0332.pdf
- iii http://www.environmentalintegrity.org/documents/FINALWTEINCINERATORREPORT-101111.pdf
- iv https://www.who.int/ipcs/assessment/public_health/dioxins/en/

VFazzo, L., Minichilli, F., Santoro, M., Ceccarini, A., Della Seta, M., Bianchi, F., ... & Martuzzi, M. (2017). Hazardous waste and health impact: a systematic review of the scientific literature. *Environmental Health*, 16(1), 107.

Vi Kelly, L., & Burkhart, K. (2017, December). *Asthma and Air Pollution in Baltimore City*(Rep.). Retrieved https://www.environmentalintegrity.org/wp-content/uploads/2017/12/Baltimore-Asthma.pdf

vii nstitute for Local Self-Reliance. (2018, April). Transitioning from Waste Incineration Towards Zero Waste ... Retrieved from https://www.sugarloafcitizens.org/newdocs/ILSR ZW Report - April 2018.pdf

Viiihttps://ilsr.org/composting-sense-tables/

ix Seldman, N. (2018, February 20). Report: Why Should Baltimore Recycle More? Retrieved from https://ilsr.org/report-baltimore-recycle/; Waste to Wealth; Recycling Means Business, 10 December 2008. Institute for Local Self-Reliance. http://www.ilsr.org/recycling/recyclingmeansbusiness.html

x https://www.baltimoresustainability.org/projects/waste-to-wealth/

Xi Montgomery County, Maryland Department of Environmental Protection, Division of Solid Waste Services. (2018, April). Strategic Plan to Advance Composting, Compost Use, and ... Retrieved from

https://www.montgomerycountymd.gov/SWS/Resources/Files/foodwaste/Strategic Plan to Advance Composting, Compost Use, and Food Scraps Diversion in Montgomery County, MD.pdf

xii https://www.fredericknewspost.com/opinion/letter to editor/maryland-should-stop-subsidizing-pollution/article 68dd4a6a-8a51-53f7-a15d-a165437521ff.html