Proposed Amendments to Title 128 – Nebraska Hazardous Waste Regulations

NDEQ Waste Management Division

NDEQ Headquarters, Room 424, 2:00pm August 26, 2015



Areas Proposed for Amendment

- RCRA(c) Definition of Solid Waste
- Public Participation in Environmental Decision-Making (40 CFR Part 124)
- 3. Update to CRT Monitor Rule



Title 132 Outreach

What?	When?
1 st Outreach Meeting to discuss concepts	Aug. 26, 2015, 2:00pm @ NDEQ
Preliminary draft regulations available on NDEQ website	October 2015
2 nd Outreach Meeting to discuss draft regulations	November or December 2015
Legal Notice Period	January 2016
EQC Hearing Date	February 2016



Solid Wastes under RCRA Subtitle(c)

Under RCRA and Title 128, Chapter 2, materials which are **solid wastes** first define the scope of the regulatory program. 2 Steps in analyzing a given waste:

- 1. Is it a solid waste?
- 2. Is it a hazardous waste (a subset of solid waste)?



Solid Wastes under RCRA Subtitle(c)

- Regulated solid wastes are not based on the physical form (gas, liquid, sludge) but whether the material is discarded (abandoned, inherently wastelike, or recycled).
- Recycled materials are further defined as solid wastes when used in a manner constituting disposal (applied to the land), burned for energy recovery, accumulated speculatively, or *reclaimed* (defined on next slide).
- **Excluded** solid wastes, thus, cannot be hazardous wastes, but may need to meet certain conditions or may be subject to other regulatory controls that are less-stringent than for hazardous wastes.



DSW Rule – General Concept

- Definition of Solid Waste (DSW) rule excludes hazardous secondary materials (HSMs) from regulation as a solid waste (and, thus, hazardous waste) if the material will be legitimately *reclaimed*.
 - "Hazardous secondary material" is defined as secondary material (e.g., spent material, byproduct, or sludge) that, when discarded, would be identified as hazardous waste.
 - "Reclamation" physical/chemical/thermal process to recover a usable product (smelting, distilling).



DSW Rule - Background

- 2008 DSW rule was criticized by stakeholders and faced legal challenges.
- EPA environmental justice analysis identified mismanagement by third-party hazardous materials recyclers as posing a risk of fires, explosions, accidents and releases of hazardous constituents to the environment.
- 90% of 250 damage cases studied by EPA involved facilities receiving waste for off-site recycling. Only 20% of the facilities were identified as having a RCRA permit.



DSW Rule - Benefits

- Hazardous waste recycling decreases pollution and energy consumption that would otherwise be needed to extract raw materials for use in manufacturing.
- Currently, some recycling is discouraged partly because of the high costs associated with meeting the Subtitle C hazardous waste requirements, such as facility permits.
- The DSW rule provides 3 new exclusions + a case-bycase petition process for "non-waste determinations," for recycling operations that closely resemble normal manufacturing processes.
- Cost savings to industry of approximately \$95 million per year. 1.5 million tons subject to reduced regulation.



DSW Rule – Nebraska Impacts

- 2015 rule seeks to better regulate the bad actors while still fostering legitimate recycling.
 - Bad actors are thinly-capitalized 3rd party HW recyclers which mostly operate on the coasts and upper midwest/great lakes region.
 - Nebraska has one regional hazardous waste disposal facility – Clean Harbors in Kimball, NE.
 - Clean Harbors has a RCRA permit so they will automatically be a "verified recycler" under the rule.
 - Nebraska has facilities doing on-site or intracompany recycling, usually solvent-distillation.
 - This could lower their monthly counting volumes and move them to a lower generator status.



DSW Rule - Major Regulatory Themes

- 1. Exclusions for HSM's that are legitimately recycled:
 - "generator controlled" exclusion
 - "verified recycler" exclusion outside of the property/company to a 3rd party recycler
 - "remanufacturing" exclusion high value solvents.
- Case-by-case "non-waste determinations" for partially reclaimed HSMs using variance procedures.
- 3. Codified definition of legitimacy for HW reclamation/recycling.
 - Applied previously from EPA guidance.



Generator-Controlled Exclusion

- "Generator-controlled" recycling exclusion for HSMs is retained from 2008 rule.
 - Covers 1) on-site & in-process recycling, 2) w/ in same company, and 3) some tolling agreements.
 - "Tolling agreement" is a written certification that the HSM is used to manufacture a product or intermediate.
 - An "intermediate" needs further processing to be a product.

Requirements:

- Revised "contained" standard good condition & compatible with the material it contains.
- Must notify using EPA Form 8700-12.
- Emergency preparedness and response conditions.
- No speculative accumulation + recordkeeping.
- Must document legitimate recycling. . .more later.



Verified Recycler Exclusion

- Hazardous secondary material transferred to a 3rd party for recycling must go to a "verified recycler" who:
 - Has a RCRA part B permit; OR
 - Has obtained a state or EPA variance from the permit requirement. Variance requires facility to:
 - Demonstrate the recycling is legitimate
 - Have financial assurance
 - No formal enforcement actions for 3 years
 - Training and emergency preparedness
 - Must manage residuals from reclamation properly
 - Must follow new "contained" standards.
 - Must notify using EPA Form 8700-12.



Remanufacturing Exclusion

- High-value solvents processed for a "similar functional purpose as the original commercial grade material."
- Rule lists specific eligible solvents
- Must originate from and be further used in:
 - Pharmaceutical manufacturing (NAICS 325412)
 - Organic chemical manufacturing (NAICS 325199)
 - Plastic and resins manufacturing (NAICS 325211)
 - Paints and coatings manufacturing (NAICS 325510)
- Inter- or intra-company transfers ARE allowed
- CANNOT be used for cleaning or degreasing
- NO legitimacy showing required



Legitimate Recycling of HSMs

The Legitimacy Standard includes 4 codified factors (must address all):

- Hazardous secondary material must provide a useful contribution to the recycling process or to a product or intermediate (5 factors).
- 2) Recycling must produce a valuable product or intermediate (sold or used as an effective substitute for a product or intermediate).
- 3) Hazardous secondary material must be managed as valuable commodities (contained).
- 4) The product of recycling must be comparable to a legitimate product or intermediate.

More details to follow at 2nd meeting......

A prohibition on sham recycling is also codified.



Non-Waste Determinations

- Creates a variance procedure for "partially reclaimed" HSMs that are commodity-like.
 - "Partially reclaimed" means 2 or more steps are involved in the reclamation process.
 - An allowance for an intermediate stage of recycling.
- A "variance" is a case-specific exception to regulation that must be sought through agency procedural rules, proposed for Chapter 5.
- Whether the waste is "commodity-like" requires consideration of 5 criteria such as economic value, known markets, and its viability as a substitute for another product or intermediate.



Non-Waste Determinations

Other requirements:

- Fixed variance term of 10 years or less
- Must provide notice to NDEQ in the event of a change in circumstances affecting how a HSM meets a variance criteria.
- Must re-notify every 2 years.
- Must demonstrate why the existing solid waste exclusions do not apply to their HSM.



Public Participation in 40 C.F.R. 124

- Nebraska already has a good program for public participation in RCRA permitting activities in Title 128, ch. 15.
- These proposals clarify existing provisions and are consistent with, but no more stringent than federal requirements.
- Makes Title 128 consistent with federal requirements and is necessary for NDEQ to receive state authorization to administer the RCRA corrective action program.
- 2 new requirements:
 - 1. Pre-application public meeting & notice
 - 2. Information repository



Public Participation in 40 C.F.R. 124

1. Pre-application public meeting & notice

- "to solicit questions from the community and inform the community of proposed hazardous waste management activities."
- Applies to: new permit applicants AND renewal applicants proposing a class 3 modification under ch. 15, 012.02.
- Does not apply to permits for post-closure activities or corrective action only.

2. Information repository

- "all documents, reports, data, and information deemed necessary by the Director."
- Potentially applies to all permit applicants, but is on a discretionary, case-by-case basis.



CRT Monitor Rule Update

- Nebraska adopted the 2007 rule which streamlined the management requirements for cathode ray tubes (CRTs) and glass removed from CRTs to encourage recycling.
- Proposed rule updates the notification and recordkeeping requirements for used, intact CRTs exported for reuse.
- These export notifications are made to EPA, not states, but since Nebraska adopted the 2007 rule, we must incorporate the updated provisions.



Questions for Stakeholders

- 1. Do you currently do hazardous waste recycling or reclamation at your facility?
 - What materials?
 - On-site or off-site?
- 2. Do you plan to seek any of the exclusions in the DSW rule for Hazardous Secondary Materials?
- 3. Do you have any questions or concerns about the recycling legitimacy standards?



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