

Removing barriers to a circular economy ukwin.org.uk/bin



Update on Early Day Motion 581 MORATORIUM ON NEW WASTE INCINERATION CAPACITY



Details of the motion:

Tabled: 22nd November 2017 **Primary sponsor:** John Grogan

Sponsors: Caroline Lucas, Philip Davies, Sharon Hodgson, Jim Shannon, and Roger Godsiff

Text of the motion:

"That this House notes in the UK there is now more waste incineration capacity built and under construction than it is forecast there will be genuinely residual combustible waste to burn; further notes that incineration overcapacity can be a barrier to achieving the recycling society; believes that realising such a recycling society would result in significant economic, social and environmental benefits; acknowledges the need to send a clear message that the waste hierarchy should shift focus away from incineration and towards waste reduction, reuse, recycling and composting; and calls on the Government and the devolved governments to introduce a complete moratorium on new waste incineration capacity, covering both conventional waste incineration and other forms such as gasification and pyrolysis, as a matter of urgency."

Motion signed by at least one member of every political party at Westminster:

Name	Party	Constituency	Date Signed
John Grogan	Labour Party	Keighley	22.11.2017
Philip Davies	Conservative Party	Shipley	22.11.2017
Caroline Lucas	Green Party	Brighton Pavilion	22.11.2017
Sharon Hodgson	Labour Party	Washington and Sunderland West	22.11.2017
Roger Godsiff	Labour Party	Birmingham Hall Green	22.11.2017
Jim Shannon	Democratic Unionist Party	Strangford	22.11.2017
Mohammad Yasin	Labour Party	Bedford	23.11.2017
Christopher Stephens	Scottish National Party	Glasgow South West	27.11.2017
Jonathan Edwards	Plaid Cymru	Carmarthen East and Dinefwr	28.11.2017
Rosie Cooper	Labour Party	West Lancashire	28.11.2017
Marie Rimmer	Labour Party	St Helens South and Whiston	28.11.2017
Lady Hermon	Independent	North Down	29.11.2017
Henry Bellingham	Conservative Party	North West Norfolk	01.12.2017
Norman Lamb	Liberal Democrats	North Norfolk	04.12.2017
Frank Field	Labour Party	Birkenhead	06.12.2017
Anne Main	Conservative Party	St Albans	14.12.2017
David Crausby	Labour Party	Bolton North East	19.12.2017
Preet Gill	Labour Party	Birmingham Edgbaston	08.01.2018
Paul Girvan	Democratic Unionist Party	South Antrim	31.01.2018



'Time for the polluters to start paying' A CASE FOR A TAX ON WASTE INCINERATION



A tax on waste incineration would:

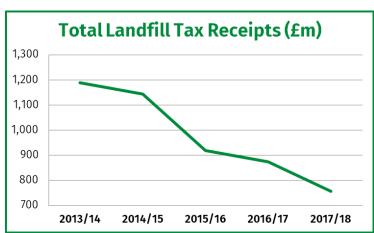
- Compensate for the loss of Landfill Tax revenue;
- Support recycling; and
- Reflect the harm caused by waste incinerator emissions.

Compensate for the loss of Landfill Tax revenue

The volume of waste landfilled at the Standard Rate has seen a strong downward trend (even taking into account the devolution of Landfill Tax in Scotland from April 2015).

According to HMRC the total cash receipts from Landfill Tax has fallen from nearly £1.2bn in 2013/14 to only around £750m in 2017/18.1

Landfill Tax is currently £88.95/tonne. In 2017 more than 10m tonnes of waste was incinerated in England, so we can expect that an incineration tax set at £50/tonne would raise more than £500m a year.



Support recycling

More than half of what currently goes to incineration could have been recycled or composted, and so greater economic incentives are clearly needed to support investment in education and infrastructure at the top tiers of the Waste Hierarchy.² As Policy Exchange put it: "By introducing taxation on incineration a clear preference is signalled to reduce, reuse, recycle or compost where possible".³

As explained in our briefing about how incineration harms recycling, some Councils are burning material that other Councils are recycling, and those Councils that are burning the most are recycling the least. Funds raised from an incineration tax could be used to help Councils pay towards measures to separately collect and compost food waste, and to divert plastics and other materials from incineration.

Implement the 'polluter pays' principle

It has long been acknowledged that: "Failing to price in the environmental cost...of generating waste leads to inefficient production and consumption patterns, and excess waste being produced" and that incinerators are "creating GHG emissions without paying the relevant price".

The 'polluter pays' principle means the cost to society of harmful emissions should be reflected in the price of that activity. Landfill has the landfill tax, but incineration does not yet have its own equivalent.

According to one operator, their London incinerator releases 0.454 tonnes of fossil CO2 per tonne of waste burned;⁶ when applied to the 2017 rate of incineration in England, this would equate around 4.7m tonnes of fossil CO2. Based on HM Treasury's Green Book approach⁷, 4.7 million tonnes of fossil CO2 would have cost society more than £300m in 2017, yet no taxes were collected for these GHG emissions.

As explained in our 'Waste Incineration and Particulate Pollution' report, the costs from PM and NOx emissions from English incinerators amounted to an additional unpaid cost to society of £108m in 2017.

¹ https://www.uktradeinfo.com/Statistics/Pages/TaxAndDutybulletins.aspx - Sheet 4 of Landfill Tax Bulletin for April 2018

² https://resource.co/article/despite-leading-way-welsh-bins-still-half-full-recyclables-11171

³ A Wasted Opportunity: Getting the most out of Britain's Bins. Policy Exchange, 20 July 2009

⁴ http://webarchive.nationalarchives.gov.uk/20130402151656/http://archive.defra.gov.uk/environment/waste/documents/ia-review-waste-policy.pdf

 $^{^{5}}$ https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/69500/pb13548-economic-principles-wr110613.pdf

⁶ http://www.coryenergy.com/wp-content/uploads/2017/05/Cory-Carbon-Report.pdf - Page 17

 $^{^7}$ https://www.gov.uk/government/publications/valuation-of-energy-use-and-greenhouse-gas-emissions-for-appraisal - Data Table 3

Part of the Bin the Burners Briefing Series

Incineration overcapacity



Incineration overcapacity wastes money that should be invested in recycling and composting. A compelling argument against allowing new incinerators is that there just won't be enough genuinely residual combustible material to keep them fed. High rates of incineration are inconsistent with more ambitious recycling targets.

Some in the waste industry define overcapacity as the point where current capacity exceeds current demand. They then often proceed to underestimate capacity and overestimate demand, especially those with a financial stake in building new incinerators. However, a more practical approach defines overcapacity as where capacity built and under construction is higher than future demand would be were we to reduce, re-use and recycle in line with the waste hierarchy. It makes no sense to talk about a 'capacity gap' for incinerators to burn material that could and should be recycled or composted.

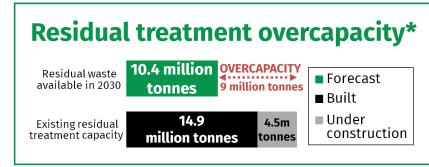
In 2002 UK household waste had been rising by 3% a year, and the Prime Minister's Strategy Unit noted that if this trend continued waste could double by 2020. Coupled with a recycling rate of less than 15%, this led to a 'residual waste scare', resulting in a big push for new waste incineration capacity at any cost. Since then, the range of materials that can be readily recycled has significantly increased, anaerobic digestion (AD) has become a preferred method for treating food waste, and waste levels have actually fallen. In recognition of these trends, the Government cancelled PFI funding for 11 incineration projects between 2010 and 2014 on the basis that their capacity was no longer needed to meet landfill diversion targets.

Municipal waste then and now			
Then (2002)	Now (2017)		
11	64		
2.6 million tonnes	17 million tonnes*		
29 million	26 million		
2.5 million	9 million		
9%	35%		
14%	42%		
	Then (2002) 11 2.6 million tonnes 29 million 2.5 million		

^{*} Existing and under construction (only incineration, not total residual treatment capacity)

However, due to a combination of inertia, contractual commitments, low ambitions for recycling and perverse financial incentives to burn recyclable waste, the number of incinerators has kept on growing and without intervention will continue to grow even though we already have incineration overcapacity.

Unlike the waste industry studies produced simply to promote incineration, the waste capacity forecasts from environmental consultancy Eunomia are more independent and were unsurprisingly the only figures cited in the Government's Energy from Waste Guide. Eunomia's July 2017 Residual Waste Infrastructure Review (RWIR) states: "In 2017, given the level of residual waste treatment infrastructure already committed, we forecast that the maximum recycling rate achievable in 2030 if all treatment capacity is fully utilised has fallen to 63%...in scenario 1, our analysis suggests that the UK's supply of capacity will exceed the available quantity of residual waste in 2020/21...The level of excess demand rises to 9.5 million tonnes in 2030/31..."



*Calculation of residual treatment overcapacity based on Eunomia RWIR Scenario 1 (July 2017). 10.4 million tonnes of waste is expected to be available for residual treatment in 2030. When we take away the 14.9 million tonnes of current (2017) operational residual treatment capacity, and take away the 4.5 million tonnes of capacity currently under construction (in 2017), we are left with a residual treatment overcapacity (without further new construction) of 9 million tonnes.

How incineration harms recycling



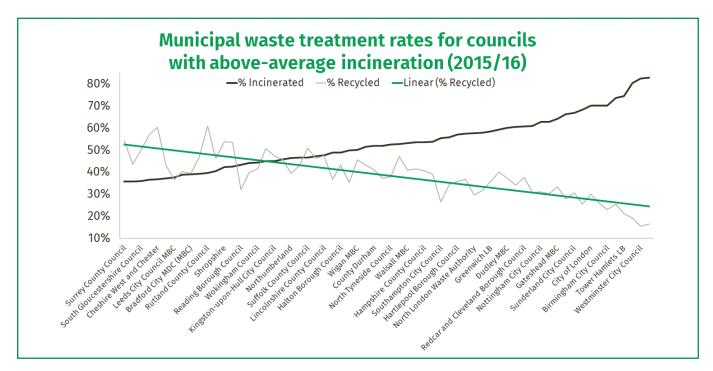
Recycling is harmed by incineration because:

- → Much of what ends up as incinerator feedstock is not genuinely residual waste, it is material that could and should have been recycled and composted.
- → The prospect of worsening incineration overcapacity discourages investment in recycling by reducing the market for, and confidence in, recycling infrastructure.
- → Money and feedstock are locked in to existing and proposed incinerators and this reduces flexibility and means that money is diverted from investment in recycling and that feedstock becomes unavailable for reprocessing.
- → For a range of reasons including Government subsidies, environmental externalities, and putor-pay contracts, the true cost of incineration is not reflected in the price of treatment. This means that the return on investment in recycling and recycling education is undermined.

Taken together, these factors serve to perversely disincentivise councils and businesses from maximising high quality recycling of plastics, food and other waste, and in turn this reduces the market for such services, hampering investment in the research and development of technologies and the construction of domestic recycling and reprocessing facilities.

Success factors contributing to high rates of recycling include:

- → The widest array of materials being collected for recycling (e.g. separate food waste collection).
- → The flexibility to increase the range of materials collected as they become easier and more profitable to recycle.
- → The availability of sorting and treatment facilities that can recycle or compost this material.
- → Recycling education so that people put the right things in the right bins.





...lower [recycling] rates could result from an authority focusing on avoiding landfill by investing in incineration and targeting its waste management policies on that treatment solution, rather than poor recycling awareness or initiatives.

Defra (2012)

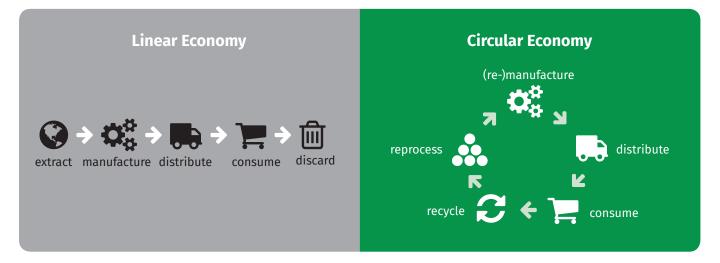
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What is the circular economy?

The 'linear economy' relies on extraction and processing, followed by consumption and disposal (via incineration or landfill). Extraction and disposal deplete finite resources and cause environmental and social harm. With a circular economy the value of resources is preserved, material and nutrients that are needed to create new products are maintained, and the most is made of existing resources. Such prudent use of resources can be described as increasing resource productivity.



Social, environmental and economic benefits of a more circular economy

- → The Ellen MacArthur Foundation's list of key benefits of moving to the circular economy:
 - Substantial net material savings and reduced exposure to price volatility
 - 2. Increased innovation and job creation potential
 - 3. Increased resilience in living systems and in the economy
- → Friends of the Earth estimated that reaching 70% recycling would create more than 70,000 jobs in the UK by 2025.
- → WRAP estimated that by 2030 the circular economy could create more than 200,000 jobs and noted that these jobs could be focussed in areas where unemployment is higher.

→ Redesign means creating products that last longer and that are more recyclable, reusable and repairable. This is good for consumers and supports the remanufacturing industry.

The Environmental Audit Committee noted: "There are potentially billions of pounds of benefits for businesses across the economy by becoming more resource efficient" and recommend that: "Reducing the dependency on primary resource use for economic growth is an essential part of moving to a more sustainable economic system. Some businesses are showing real leadership and innovation to adjust their business models and become more resource efficient. However, the Government must do more to ensure that the right conditions are in place so that many more businesses shift from a linear approach to a circular one."

Incineration and the circular economy

Incineration has no place in the circular economy towards which we should be working. Incinerators depress recycling, destroy finite resources, and release greenhouse gasses. For every tonne of waste burned more than one tonne of CO2 is released into the atmosphere, and this is significantly higher if one takes into account the CO2 required to make the products in the first place. Thus, incineration is unsustainable and has significantly higher carbon intensity than burning gas or coal.

How councils can improve their recycling rates



There is a significant gap between the councils with the highest recycling rates and those that lag behind. South Oxfordshire District sent 67% of their household waste for recycling, reuse or composting in 2015. In just one year Richmondshire District increased their recycling and composting rates by 14.7 percentage points, from 37.7% in 2014/15 to 52.4% in 2015/16. Lessons can be learnt from higher performing and rapidly improving areas.

Invest to save: Good quality recycling and composting may require short-term investment to yield long-term cost savings.

Council Waste Officers, Environment Portfolio Holders, Council Leaders, Chief Executives and Mayors are all able to work for their Council to achieve higher levels of waste reduction, reuse and recycling. There is also a great opportunity for councils to work together, especially where one council is responsible for collecting waste and another is responsible for treatment.

Ways councils can improve recycling rates

- → Provide a weekly food waste collection for composting or anaerobic digestion
- → Ensure waste contracts reward reductions in residual waste by avoiding or exiting long-term waste incineration contracts
- → Invest in waste education to save money that would otherwise be spent on disposal
- → Introduce a re-use scheme for local bring sites (HWRCs)
- → Promote re-use networks such as Freegle and Freecycle, including to those seeking bulky waste collection
- → Enhance commitment to green procurement and give preference to buying items that can be (or that have been) recycled
- → Provide a free garden waste service for grass cuttings and hedge trimmings
- → Introduce kerbside glass collection

Councils with the greatest improvement in recycling (2015/16)

714.7%

78.6%

77.8%

Richmondshire

East Riding of Yorkshire

Tameside

What some of the higher-recycling councils collect					
	South Oxfordshire District (household recycling rate of 67% in 2015/16)	North Somerset (household recycling rate of 59% in 2015/16)	South Cambridgeshire (household recycling rate of 57% in 2015/16)		
Food Waste Collection	Kerbside	Kerbside	Kerbside		
Glass Jars & Bottles	Kerbside	Kerbside	Kerbside		
Cartons (e.g. Tetra Paks)	Kerbside	HWRCs	Kerbside		
Batteries	Kerbside	HWRCs	Kerbside		
Textiles (clothes)	Kerbside	Kerbside	Recycling points		
Food Trays	Kerbside	Not Yet	Kerbside		
Plastic Bottle Tops	Kerbside	Not Yet	Kerbside		

"If there is one way of quickly extinguishing the value in a material, it is to stick it in an incinerator and burn it. It may give you energy out at the end of the day, but some of those materials, even if they are plastics, with a little ingenuity, can be given more positive value. One thing that worries me is that we are taking these materials, we are putting them in incinerators, we are losing them forever and we are creating carbon dioxide out of them, which is not a great thing...I think that incineration is not a good direction to go in."

— Professor Ian Boyd, Chief Scientific Adviser, Department for Environment, Food and Rural Affairs (January 2018). Oral Evidence: The Work of Defra's Chief Scientific Adviser, HC 775

"Burning waste takes materials out of the circular economy, releases carbon into the atmosphere and may have negative health effects... Burning recyclable materials perpetuates our linear economy model of take-make-dispose and further depletes our natural resources... Investing in more EfW [incineration] can negatively affect long term recycling rates...incineration should not be exempt from London's ambition to improve air quality. It is therefore essential that London burns less organic and plastic waste, as well as recyclable materials."

 London Assembly Environment Committee. Energy from Waste report (February 2018)

"Reducing the waste sent to energy from waste plants (incinerators) by recycling more plastic and converting more food waste into biogas can also help reduce overall emissions...The successful delivery of a low cost, low carbon energy and waste system requires...encouraging more recycling, and less waste incineration."

— National Infrastructure Commission. National Infrastructure Assessment (July 2018)

