









Product Stewardship Institute

Sustainable Solutions to Protect Our Environment











What is the **Product Stewardship Institute?**

- Non-Profit, based in Boston, founded in 2000
- Membership
 - 45 State agencies
 - 60 Local agencies
 - 35 Adjunct Council members
 (Business, Environmental/Organizational)
- Board of Directors: 7 states, 4 local agencies
- Multi-stakeholder product stewardship network



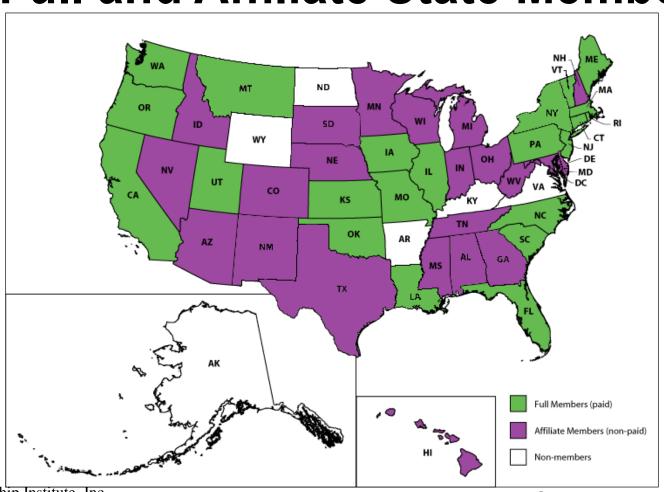








PSI Full and Affiliate State Members













PSI Northeast State Members

Full Members

Connecticut

Maine

Massachusetts

New Jersey

New York

Pennsylvania

Rhode Island

Vermont

Affiliate Members

Maryland New Hampshire Delaware











Why was the Product Stewardship Institute Created?

- Unified voice: State and Local Governments
- Fiscal relief for government on waste issues
- Objective data for decision-making
- Forum for collaboration with industry
- Nationally coordinated systems/harmonized regulations











PSI Projects

- Electronics
- Paint
- Fluorescent Lamps
- Mercury Thermostats
- Pharmaceuticals
- Medical Sharps
- Telephone books

- Radioactive Devices
- Gas Cylinders
- Tires
- Beverage containers
- Motor oil
- Pesticides
- Packaging











PSI Dialogue Process

- Research
- Facilitate/mediate dialogue meetings
- Implement Projects & Initiatives
- Evaluate projects











What is Product Stewardship?

"Product Stewardship" is a principle that directs all those involved in the **life cycle** of a product to take **shared responsibility** for reducing the health and environmental impacts that result from the production, use, and end-of-life management of the product.











Examples of Product Stewardship

- State mercury thermostat legislation
- Dell take back of its own products for recycling
- Home Depot take back of CFLs for recycling
- Manufacturer removing toxics from its product
- Consumers taking fluorescent lamps to a retail or municipal collection for recycling











Other Names for Product Stewardship

- Extended Product Responsibility
- Extended Producer Responsibility
- Producer Responsibility











What's the Problem?

- Toxicity
- Quantity/Volume
- Wasted resources/\$\$\$
- GHG emissions











What's the Problem?

"Industry unfunded mandate"

"Government subsidy of business"





What's the Solution?

Give manufacturers:

- Responsibility to manage their own products at end of life.
- Financial incentive to reduce waste by making them pay to manage it.
- Promote product design changes.
- Allow management flexibility/control.











What's the Solution?

- Internalize end-of-life management costs into product purchase price
- Shift Costs from Taxpayers to Consumers
- "Internalize externalities" life cycle
- Allow true "green" products to compete on level playing field







Result of Product Stewardship

- Costs of product collection, transportation, and end-of-life management are covered.
- Drive cost efficiencies in product end-of-life management.











The Problem: Another Angle

Lack of infrastructure to manage products

Lack of awareness about problem/solutions

Lack of incentives to change behavior











What's the Solution?

Greater Retailer Role:

- Product collection/recycling
- Education of consumer at point of purchase
- Incentives to consumer to return items (e.g., coupons)











Early Product Stewardship Systems

- Beverage containers (Bottle Bill)
- Tires, Automobile batteries, Motor oil

- → Visible fees
- → Government managed funds
- → Government responsibility











Key Elements of Current Product Stewardship Systems

- Legislation: levels the playing field
- Manufacturers responsible for financing
- Retailers voluntarily collect products sold (w/funds)
- Stewardship organizations manage program allowing for individual producer responsibility
- 5. Performance goals (w/incentives)











Current Product Stewardship Laws

- 1. 18 states with scrap electronics laws
- 2. 19 states with mercury product laws
- 3. 15 states with bans on sale of mercury thermostats
- 4. 6 states with comprehensive thermostat laws

- → <u>2009 Legislation</u>: Electronics, thermostats, fluorescent lamps, pharmaceuticals, medical sharps, phone books
- → Framework product legislation











Product Stewardship Outcomes

- Better Products (fewer lifecycle impacts)
 - Source reduction (weight/volume)
 - Decrease materials use
 - Reduce toxics/risk
 - Increase energy efficiency (production/use)
 - Increase recycled content
 - Increase purchase of env'lly preferable products
- Increase recovery, reuse, and recycling
- Sustainable financing











Product Stewardship Outcomes

Greater Environmental Protection

Market Innovation/Economic Driver

Save \$\$\$ For Government





PSI Paint Dialogue

- 5 years 10 meetings 2 MOU agreements
- 1st Paint MOU: 8 joint projects (\$1.5 million)
- 2nd Paint MOU (replaced IL with CT)
- July 1, 2008 Expected start of industry-funded Demonstration Project in Minnesota
- July 2009 Expected roll-out to other states
- June 2008 MN Governor veto
- Trying MN again, but likely move to another state for demonstration











1st Paint MOU Project Portfolio

- 1. Source Reduction Survey/Pilot
- 2. Reuse Manual/Pilot
- 3. Infrastructure Report
- Recycled Paint Standard (Green Seal)
- 5. Recycled Paint Marketing
- 6. Recycled Paint Regulatory Issues White Paper
- 7. Sustainable Financing Options
- Lifecycle Assessment and Cost/Benefit Analysis (LCA/CBA)











Fluorescent Lighting Overall Dialogue Goal

Promote use of energy efficient lighting while eliminating or reducing the amount of mercury and other toxins entering the environment during the lifecycle of fluorescent lamps.





Specific Lighting Dialogue Goals

- Reduce environmental impact of manufacture of fluorescent lighting.
- Increase manufacture and procurement of environmentally preferable lighting.
- Maximize safe collection and recycling of spent lamps from <u>households</u> and <u>businesses</u>.
- Develop nationally-coordinated system that is financially sustainable.





Lighting – Status & Workgroups

- Convened 3 meetings
- Infrastructure Workgroup
 - Focused on collection infrastructure for consumer sector
 - Commercial sector infrastructure exists and will grow with demand
- Bans & Enforcement Workgroup
 - Promoting education & enforcement of existing bans
 - Promoting disposal bans in more states
- Financing Workgroup









Pharmaceuticals Dialogue: Goal

- Reduce the amount of pharmaceuticals that become waste.
- Develop and implement a nationally-coordinated system for the safe, practical, legal, and environmentally protective management of waste pharmaceuticals.
- This initiative is focused on waste pharmaceuticals **generated from households, or as household waste** (including pets).
- "Disposal" includes recommended practices in individual homes as well as collection programs.









Context for Collaboration

- Some want more research to better understand the nature and scope of the problem.
- Some are implementing take-back programs.
- Some states have developed their own disposal recommendations.
- Some states have legislation.
- Federal agencies provide different disposal advice.











Key Research Question

What are the relative environmental and safety benefits of disposal to the trash (from the home) vs. collection and disposal?

Safety = aquatic impacts
human health impacts
diversion
poisonings











Pharmaceuticals – Status & Workgroups

- Convened one meeting
- 2nd meeting on Dec. 2-3 in Washington DC
- 4 workgroups
 - 1. Source Reduction
 - 2. Collection and Disposal
 - 3. Regulations
 - 4. Research











Medical Sharps: Goal

To maximize the safe and environmentally sound collection and disposal of waste sharps by developing a nationally coordinated system that is financially sustainable.











Medical Sharps: Focus

This project will **focus** on sharps generated outside the traditional health care setting, including households, hotels, casinos, restaurants, airports, and other public venues.











Medical Sharps – Dialogue Status

- Retailer engagement (marketing piece)
- Financing
- Design Demonstration Project
 - Estimate costs
 - Development metrics/performance goals
 - Develop best practices (taken from Projects Workgroup), including education
 - Legislative component (including financing)
 - Geographic scope (CA, MA, RI, IA, MN)











Thermostats

- Expanded TRC program to contractors, HHW facilities, and retailers
- Developed model state thermostat legislation
 - Ban on sale of mercury thermostats
 - Producer responsibility levels playing field
 - Recycling requirements for wholesalers and contractors
 - Performance goals and incentives
- Advise states in passing comprehensive legislation
- Common recycling methodology











Phone Books

- Convened 2 meetings
- Publishers proposed voluntary guidelines on opt out, recycling, and production.
- First time that two industry assoc's worked together.
- Developing metrics for accountability.











PSI Services

- State/Local and Adjunct Council Memberships
- Corporate sponsorships
- Consulting (e.g., product take-backs, facilitation)
- Product dialogues
- Pilot projects
- Networking conference calls
- Strategic conference calls
- Product Stewardship Updates (bi-weekly)
- Annual Product Stewardship Forum











PSI Full Member Benefits

- Free participation in multi stakeholder PSI dialogues
- Priority in PSI selection to participate in a broad range of PSI pilot projects
- Free access to PSI multi-stakeholder Networking Conference Calls
- Free access to PSI government strategic conference calls
- Receive bi-weekly Product Stewardship Updates
- Reduced admission to the annual Product Stewardship Forum
- Voting capabilities and the ability to serve on the PSI Board of Directors
- <u>Input</u> into PSI's **Strategic Plan**, which sets PSI's goals and prioritizes initiatives
- Free participation in the PSI Product Stewardship Book Club
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