GREENHOUSE GAS EMISSIONS & PLASTICS:

Presentation to

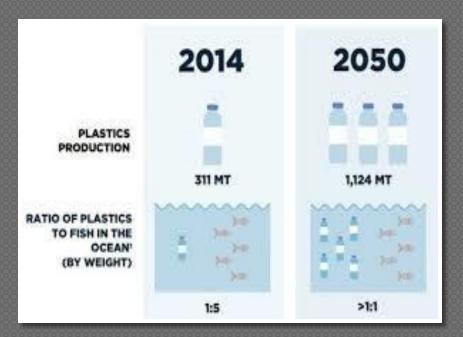
Minnesota House of Representatives Environment & Natural Resources Finance Division

MARCH 7, 2019



Lisa Anne Hamilton, Director Climate & Energy Program

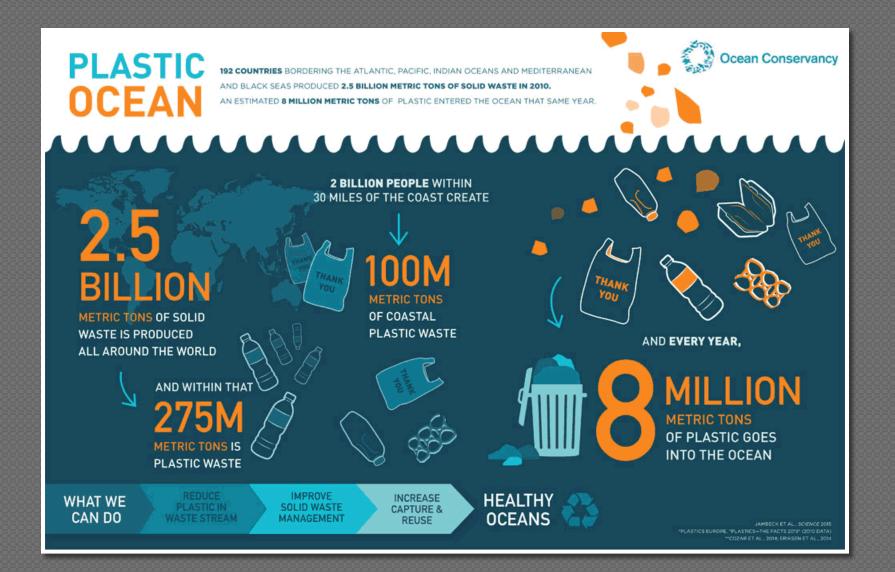




Today, more than 8 million metric tons of plastic goes into the ocean every year.







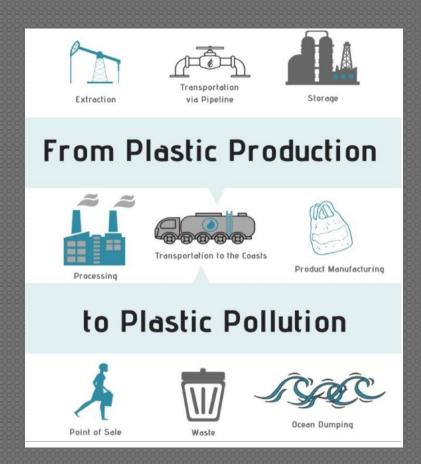
Anticipated Rate and Volume of Pollution is Staggering

Enough is Not Enough: Recycling Efforts

Figure 10. Plastics Generation and Recycling, 1960 to 2014 35 (million tons) 10 1960 1970 1980 1990 2000 2010 2014 Generation - Recycling

December 2016 54

LIFECYCLE IMPACTS OF PLASTICS



UNITED STATES



Plentiful and affordable natural gas supplies have transformed America's chemical industry from the world's high-cost producer fiveyears ago to among the lowest-cost producers today. The United States now enjoys a decisive competitive advantage in the making of basic petrochemicals. Companies from around the world are investing in new U.S. production capacity, leading to industry revival, and new jobs. ACC analyzed the economic benefits of these investments. American manufacturers use natural gas to fuel and power a wide variety of processes. Chemical comparises use ethane, a natural gas liquid derived from shale gas, as a feedstock.

Competitively-priced natural gas and ethane e enabling chemical companies to build new plants, expand, or improve their facilities in the United States. Other industries stand to benefit as the downstream effects of shale gas are felt.

NEW MANUFACTURING PROJECTS ARE GROWING OUR ECONOMY & CREATING JOBS



733 new chemical industry projects due to shale gas*





431 thousand direct 9 indirect jobs by 2025



\$292 billion in new economic output



IS LEADING EXPANSION IN U.S. MANUFACTURING

*Completed, started and potential chemical industry projects appropried at of Settlember 2018.

americanchemistry.com/Policy/Energy/Shale-Gas

POLICY PRIORITIES

Government policies will influence whether the U.S. fully realizes

Access - Allow access to natural gas reserves on government and private lands.

State Regulations - Continue responsible state-based regulations that

avoid undue restrictions on production.

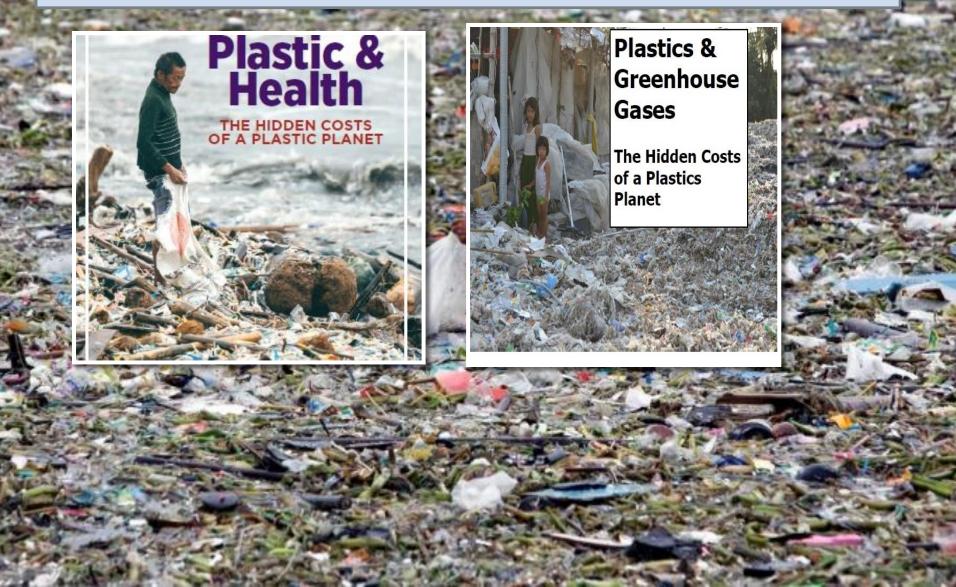
Infrastructure - Expedite the building of reliable infrastructure to transport supplies.

Permitting - Ensure a timely, transparent, and efficient regulator permitting process for manufacturing projects and investments.

Trade - Expand access to foreign markets for U.S. goods

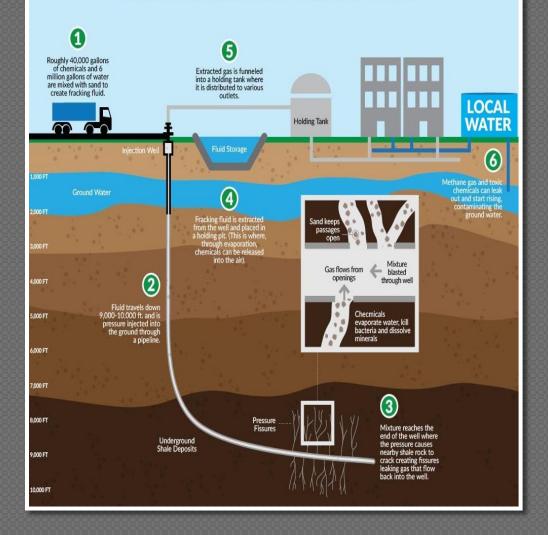
As of September 2018, the American Chemistry Council Projects 333 Projects and \$202 Billion in investment.

TWO NEW REPORTS HIGHLIGHT LIFECYCLE IMPACTS



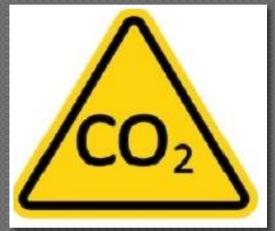
HYDRAULIC FRACTURING

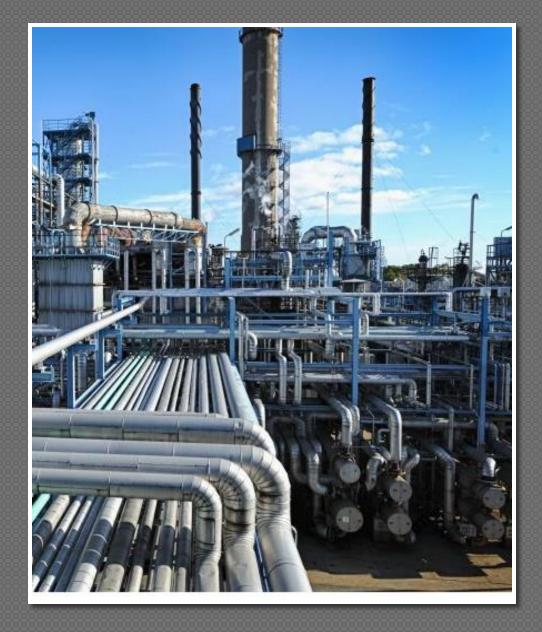
Hydraulic Fracturing, often referred to as simply "fracking," is a process where thousands of gallons of water, sand and a mixture of chemicals are injected at extremely high pressures underground. This mixture is used to extract and harvest the natural gas from shale rock formations deep in the ground. This process has become controversial in the news today. While it has many positive benefits, such as a quick solution for increasing the supply, it also may poise risks to the environment and communitites.







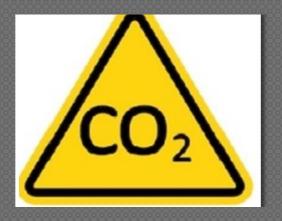


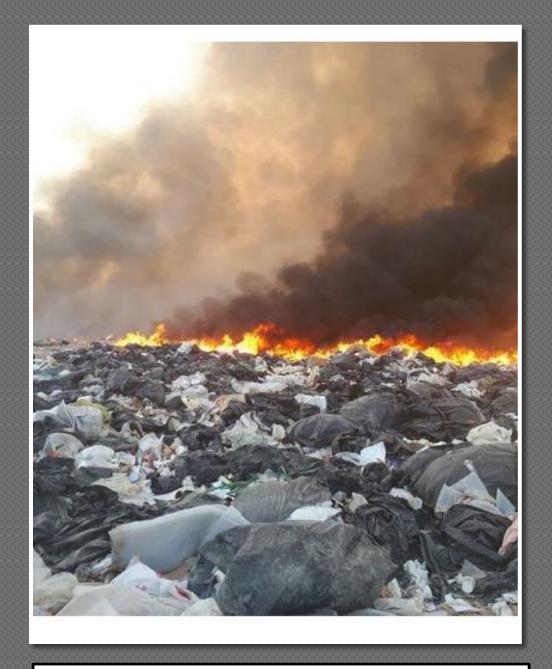


ETHANE CRACKERS FOR PLASTICS













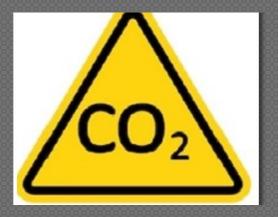


Open Burning & Incineration of Waste









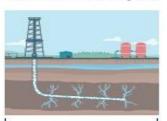
Plastics in Oceans & Waterways

Plastic & Health: The Hidden Costs of a Plastic Planet

Humans are exposed to a large variety of toxic chemicals and microplastics through inhalation, ingestion, and direct skin contact, all along the plastic lifecycle.

DIRECT EXPOSURE

Extraction & Transport





- Emissions: Include Benzene, VOCs, and 170+ toxic chemicals in fracking fluid
- Exposure: Inhalation and Ingestion (air and water)
- Heath: affects the immune system, sensory organs, liver, and kidney, impacts include cancers, neuro-, reproductive, and developmental toxicity

Refining & Manufacture

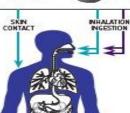




- Emissions: Include Benzene, PAHs, and Styrene
- Exposure: Inhalation, Ingestion, skin contact (air, water, and soils)
- Health: Impacts can include cancers, neurotoxicity, reproductive toxicity, low birth weight, and eye and skin irritation

Consumer Use

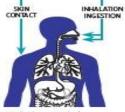




- Emissions: include heavy metals, POPs, carcinogens, EDCs, and microplastics
- Exposure: Inhalation, Ingestion, and skin contact
- Health: affects renal cardiovascular, gastrointestinal, neurological, reproductive, and respiratory systems; impacts include cancers, diabetes, and developmental toxicity

Waste Management





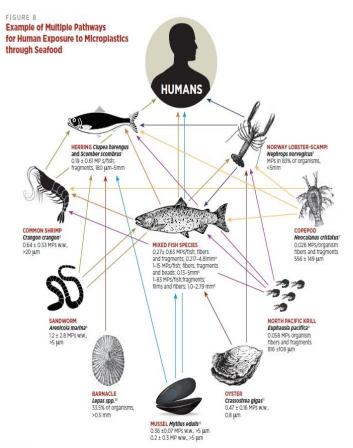
- Emissions: Include heavy metals, dioxins and furans, PAHs, toxic recycling
- Exposure: Ingestion and Inhalation (air, ash, slag)
- Health: Impacts Include cancers, neurological damages, and damages to Immune, reproductive, nervous, and endocrine system

ENVIRONMENTAL EXPOSURE

- Microplastics (e.g. tire dust and textile fibers) and toxic additives: including POPs, EDCs, carcinogens, and heavy metals
- Exposure: Inhalation and Ingestion (air, water, and food chain)
- Health: affects cardiovascular, renal, gastrointestinal, neurological, reproductive, and respiratory systems, impacts include cancers, diabetes, neuro-, reproductive, and developmental toxicity

Source: © CIEL/NonprofitDesign.com





REFERENCE

- 102(1) Rummel, C.D. et al., Plastic ingestion by pelagic and demersal fish from the North Sea and Baltic Sea 134-141 (Marine Pollution Bulletin 2016).
- 62(6) Murray, F. & Cowie, P., Plastic contamination in the decapod crustacean Nephrops norvegicus (Linnaeus, 1758) 1207–1217 (Marine Pollution Bulletin 2011).
- 3 98(1-2) Devriese, L. et al., Microplastic contamination in brown shrimp (Crangon crangon, Linnaeus 1758) from coastal waters of the Southern North Sea and Channel area 179-187 (Marine Pollution Bulletin 2015).
- 4 101 (1) Neves, D. et al., Ingestion of microplastics by commercial fish off the Portuguese coast 119-126 (Marine Pollution Bulletin 2015).
- 5 Lusher, A.L. et al., Microplastic and macroplastic ingestion by a deep diving, oceanic cetacean: the True's beaked whale Mesoplodon mirus 199 (Environmental Pollution 2015).
- 6 60 (12) Boerger, C.M. et al., Plastic ingestion by planktivorous fishes in the North Pacific Central Gyre 2275–2278 (Marine Pollution Bulletin 2010).

- 7 Desforges, J.P., Galbraith, M., & Ross, P.S., Ingestion of microplastics by zooplankton in the Northeast Pacific Ocean 69 (Arch. Environ. Contam. Toxicol 2015).
- 8 Van Cauwenberghe, L. et al., Microplastics are taken up by mussels (Mytilus edulis) and lugworms (Arenicola marina) living in natural habitats 199 (Environmental Pollution 2015).
- 9 Desforges, J.P., Galbraith, M., & Ross, P.S., Ingestion of microplastics by zooplankton in the Northeast Pacific Ocean 69 (Arch. Environ. Contam. Toxicol 2015).
- 10 Goldstein, M.C., Goodwin, D.S., Gooseneck barnacles (Lepas spp.) ingest microplastic debris in the North Pacific Subtropical Gyre 1(Peer J. 2013).
- 11 193 Van Cauwenberghe, L., Janssen, C., Microplastics in bivalves cultured for human consumption 65-70 (Environmental Pollution 2014).
- 12 193 Van Cauwenberghe, L., Janssen, C., Microplastics in bivalves cultured for human consumption 65-70 (Environmental Pollution 2014).

SOURCE: Re-created based on Carbery, M., O'Connor, W., & Thavamani, P., Trophic transfer of microplastics and mixed contaminants in the marine food web a implications for human health (Environment International 2018).

MULTIPLE PATHWAYS FOR HUMAN EXPOSURE TO MICROPLASTICS THROUGH SEAFOOD

Source: CIEL, Plastics & Health, The Hidden Costs of a Plastic Planet, February 2019.

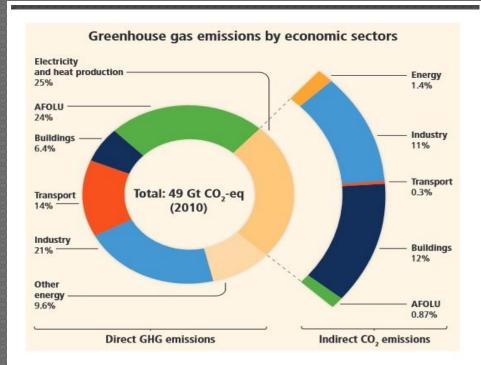
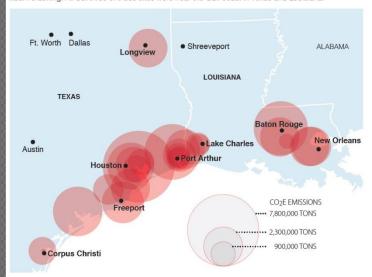


Figure 1.7 Total anthropogenic greenhouse gas (GHG) emissions (gigatonne of CO₂-equivalent per year, GtCO₂-eq/yr) from economic sectors in 2010. The circle shows the shares of direct GHG emissions (in % of total anthropogenic GHG emissions) from five economic sectors in 2010. The pull-out shows how shares of indirect CO₂ emissions (in % of total anthropogenic GHG emissions) from electricity and heat production are attributed to sectors of final energy use. 'Other energy' refers to all GHG emission sources in the energy sector as defined in WGIII Annex II, other than electricity and heat production *{WGIII Annex II.9.1}*. The emission data on agriculture, forestry and other land use (AFOLU) includes land-based CO₂ emissions from forest fires, peat fires and peat decay that approximate to net CO₂ flux from the sub-sectors of forestry and other land use (FOLU) as described in Chapter 11 of the WGIII report. Emissions are converted into CO₂-equivalents based on 100-year Global Warming Potential (GWP₁₀₀), taken from the IPCC Second Assessment Report (SAR). Sector definitions are provided in WGIII Annex II.9. *{WGIII Figure SPM.2}*

netric tons of ethylene a year These sites reported total emisions of 53 million metric tons of CO2e in 2015, though many make of a range of products, so not all of those emissions can be attributed to steam cracking. All but three of these sites were near the Gulf coast in Texas and Louisiana.



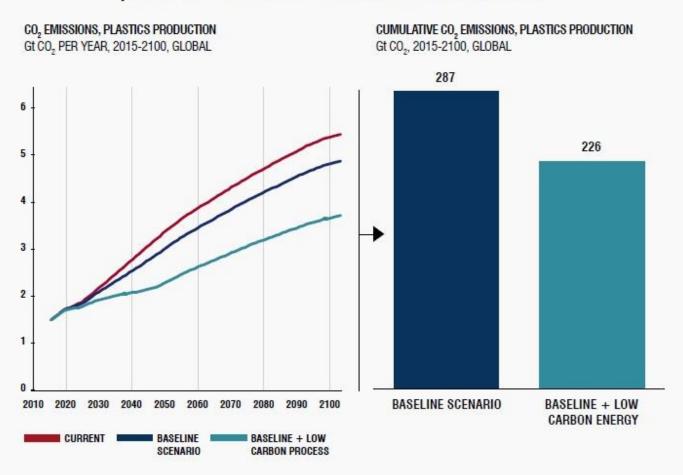
PLASTICS, GREENHOUSE GAS EMISSIONS & MEETING THE PARIS TARGETS

IPCC Special Report 1.5

UN EMISSIONS GAP REPORT 2018

Exhibit 3.2

PLASTICS ALONE RISK EXCEEDING THE CARBON BUDGET QUOTA AVAILABLE FOR INDUSTRIAL EMISSIONS



SOURCE: MATERIAL ECONOMICS MODELLING.



Plastics Ban at County Level

Plastic Ban At the State Level



Plastics and Petrochemicals are a Blindspot to Emissions Reduction Initiatives.



OVER 800 GLOBAL NGO'S HAVE JOINED FORCES
TO STOP PLASTICS AT THE SOURCE

With support from the Plastics Solutions Fund

Break Free From Plastics (A Global Movement)
https://www.breakfreefromplastic.org/

Learn more by reading CIEL's ongoing series on the linkages between the fossil fuels and plastics industries.

Fueling Plastics
https://www.ciel.org/fue
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Fueling Plastics



Fueling Plastics



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Fueling Plastics



available for decades.

Untested
Assumptions
and Unanswered
Questions in the
Plastics Boom

- Plastics
 waste in
 control.
 The infrastructure to produce new plastics is growing rapidly. Massive investments in new
 plastics infrastructure rest on two critical but as yet unquestioned assumptions: (1) that
 demand will increase continuously and (2) that supplies of cheap feedstocks will remain
 - Demand growth is specifically projected among two segments of the population: millennials and consumers in the Global South.
 - Evidence of shifting consumer attitudes against single-use, disposable plastic casts doubt
 on industry assumptions of indefinite demand growth.
 - Because plastic production depends heavily on cheap fossil fuel feedstocks and energy, the coming phase-out of fossil fuels will force plastic producers to bear more of their upstream costs, dramatically altering the investment risk facing their production facilities.
 - Alternative plastics, such as bio-based and electricity-based plastics, entail their own
 economic and environmental challenges, and require distinct production processes not
 found in investments currently being planned.
 - To date, industry assumptions have received little critical attention despite their central
 importance to the long-term prospects for these investments and for the plastics industry
 as a whole.
 - Investors and analysts should ask whether the current plastics boom poses the same risks
 to assets that it poses to communities, ecosystems, and the planet.

Plastic Industry Av

SOURCES & DATA

For more information:

- CIEL, Plastics & Health, Hidden Costs of a Plastic Planet available at https://www.ciel.org/wp-content/uploads/2019/02/Plastic-and-Health-The-Hidden-Costs-of-a-Plastic-Planet-February-2019.pdf
- American Chemistry Council (ACC) re: U.S. Petrochemical Buildout available at: https://www.americanchemistry.com/Media/PressReleasesTranscripts/ACC-news-releases/US-Chemical-Industry-Investment-Linked-to-Shale-Gas-Reaches-200-Billion.html
- Compendium of Health & Toxic Impacts of Hydraulic Fracturing: https://www.psr.org/wp-content/uploads/2018/04/Fracking Science Compendium 5.pdf
- IEA The Future of Petrochemicals
- https://webstore.iea.org/the-future-of-petrochemicals
- IPEN Ocean Pollutants Guide
- https://ipen.org/news/new-release-ipen-ocean-pollutants-guide-now-available