Stakeholder Meeting Summary Hydrofluorocarbons (HFCs) Rulemaking, Chapter 173-443 WAC December 17, 2019 Ecology, Lacey, WA & Webinar

Ecology staff presented an overview of the regulatory (economic) analysis that is part of the rulemaking process and then walked through draft proposed labeling options that will form the basis of the labeling requirement in the rule.

Regulatory Analysis Process Overview

Ecology will analyze costs and benefits directly resulting from the proposed rule language. To accomplish this, we appreciate stakeholders letting us know:

- How would the proposed rule affect you?
- What specific costs or benefits do you expect as a result of the proposed rule?
- In what ways could we achieve the goals of the proposed rule while mitigating costs to you?

Sam Wilson will reach out to stakeholders during the March/April 2020 time period. Stakeholders with questions or other relevant information to share can contact Sam at the address below:

Sam Wilson, Regulatory Analyst Ecology Governmental Relations sam.wilson@ecy.wa.gov | (360) 407-7476

The Preliminary Regulatory Analyses document will be available for public comment along with the proposed rule language. The expected time frame for proposal is late May/early June 2020.

Labeling Options Discussion

Ecology staff presented labeling options (detailed below) based on input provided during the November 13 and 14, 2019 stakeholder meetings. Ecology is talking with other states, primarily through the U.S. Climate Alliance, that are in the process of HFC rulemaking. These states are also considering a "menu of options" approach.

Industry representatives from the aerosol propellants, foams, and A/C and refrigeration industries discussed the feasibility of the proposed options.

Aerosol Propellants				
Consumer products	 Substitute listed on product label, or, Substitute listed on box or packaging label, or, An on-product symbol plus online substitute disclosure, or, An on-box or on-packaging symbol plus online substitute disclosure. 			
Other products (with demonstrable regulatory label format limitations)	 Any of the options above (1-4), or, A product insert (SDS or paper disclosure) and online disclosure. 			

Foams				
	Labeling and Disclosure Requirement(s)	Foam Application Description		
Rigid polyurethane: Appliances	Unit label	insulation foam in domestic refrigerators and freezers		
Rigid polyurethane: Commercial Refrigeration	In addition, see refrigeration requirements related to disclosure of foam to end users of refrigeration products.	insulation for pipes, walls and metal doors in commercial refrigeration equipment, vending machines, coolers, buoyancy, and refrigerated transport vehicles		
Flexible polyurethane	For manufacturer end-use products: Substitute disclosed on unit label and/or any of the consumer product options below. For consumer end-user products: 1) Substitute listed on product label, or, 2) Substitute listed on box or packaging label, or, 3) An on-product symbol plus online substitute disclosure, or, 4) An on-box or on-packaging symbol plus online substitute disclosure.	foam furniture, bedding, chair cushions, and shoe soles		
Rigid polyurethane: Marine Floatation		used in boat manufacturing for both structural and flotation purposes		
Polystyrene extruded sheet	Substitute disclosed on unit label, or, In lieu of or in addition to unit labels, either: 1) Substitute listed on product label, or, 2) Substitute listed on packaging label, or, 3) An on-product symbol plus online substitute disclosure, or, 4) On-packaging symbol plus online	foam for packaging and buoyancy or floatation		
Integral skin polyurethane		car steering wheels, dashboards, and shoe soles		
Polyolefin		foam sheets and tubes		
Polystyrene extruded boardstock and billet		insulation for roofing, walls, flooring, and pipes		
Rigid polyurethane: Sandwich Panels	substitute disclosure.	insulation for walls and metal doors		
Phenolic insulation board				
Bunstock				
Rigid polyurethane: Spray	Substitute disclosed on 1) A label on the canister or cylinders, or, 2) On a box or packaging label, or, 3) On an on-box or on-packaging symbol plus online substitute disclosure.	insulation for roofing and walls		

Air Conditioning and Refrigeration				
	Refrigerant(s)	Foam Installed or Blown in Product at Manufacturer		
Built-in residential consumer refrigeration products Compact residential consumer refrigeration products Residential consumer refrigeration products other than compact and built-in residential consumer refrigeration products	Applicable substitute listed on safety label (UL or equivalent) on product.	Substitute disclosed: 1) On UL Label, or, 2) On dedicated label, or, 3) In owner's manual.		
Vending machines				
Stand-alone units				
Centrifugal chillers	1) Applicable substitute(s) listed on safety label (UL or equivalent) on refrigeration equipment, or, 2) On dedicated label.	Substitute disclosed: 4) On dedicated label, or.		
Positive displacement chillers		 On dedicated label, or, In owner's manual, or, Through an on-equipment symbol (approved by Ecology) plus online substitute disclosure. 		
Refrigerated food processing and dispensing equipment				
Remote condensing units				
Supermarket systems				
Cold storage warehouses				

The following is a summary of key notes, questions, and concerns shared at the meeting:

- What is the applicability for the aerosol industry? There is concern for how many aerosol products are impacted. If Ecology uses the SNAP definition of "substitute," all aerosol products going back to the 1970's would have to be re-labeled.
 Ecology is working to clarify how to apply these terms in the rule and will discuss further with key stakeholders.
- Applying the SNAP definition of "substitute" to the labeling requirement is not consistent with Maryland. Manufacturers are not going to know how to comply with this rule.
 Washington's HFC law defines the term "substitute." Ecology is working to clarify how to apply this term in the rule to meet the law's intent without creating undue burden on manufacturers.
- How will Ecology regulate covered products within <u>covered products</u> (e.g., foam in refrigerators), and covered products used in <u>non-covered products</u> (e.g., foam in shoes).
 Ecology is working to clarify this topic.
- Depending on the definition of "substitute" and "manufacturer," the affected product class may
 be different. Under the definition of "manufacturer," if a company manufacturers products that
 don't currently contain HFCs, they are not covered products. How will Ecology clarify this?
 Both of these terms are defined in Washington's HFC law (RCW 70.235.010). Ecology is working to
 clarify how to apply these terms in the rule.

Next Steps

- December 31, 2019: Initial notifications due.
- Ecology will finalize a date in the coming days for another stakeholder meeting in late January or early February 2020. The tentative date is January 28, 2020. We may need to address the propellant industry separately to accommodate scheduling conflicts.