BESPOKE ENVIRONMENTAL SUPPORT

# **Environmental update**

# Herefordshire Health & Safety Group

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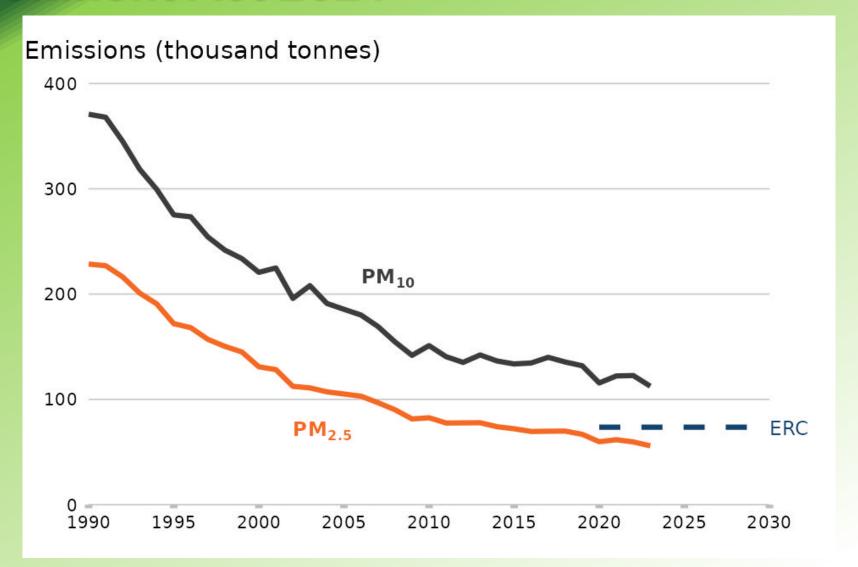
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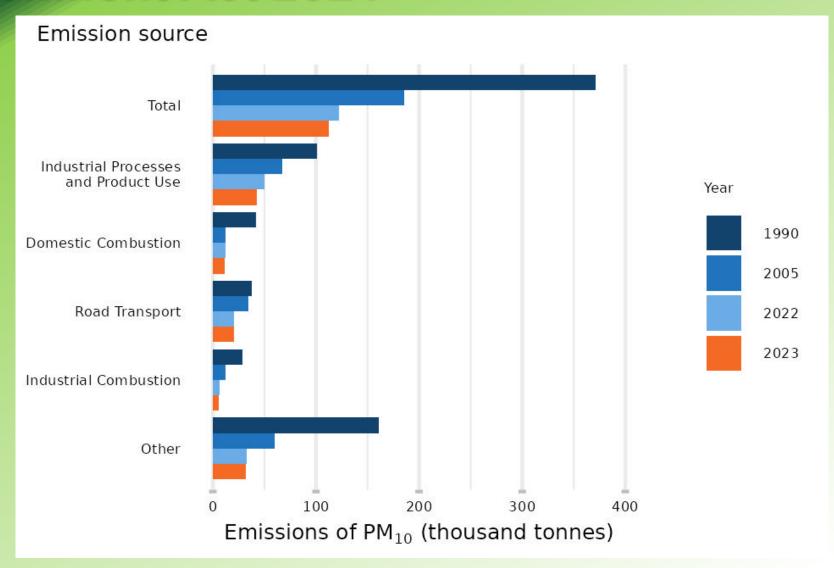
## Overview

- Environment Act 2021
- Plastic & packaging
- Energy
- Water
- UK BAT
- ISO14001:2026
- Waste

- Sets the themes that environment policy will be following
- Air quality improvements PM10
- Waste & resource efficiency
- Better water quality
- Improved management of water resources
- Increased biodiversity and nature gain

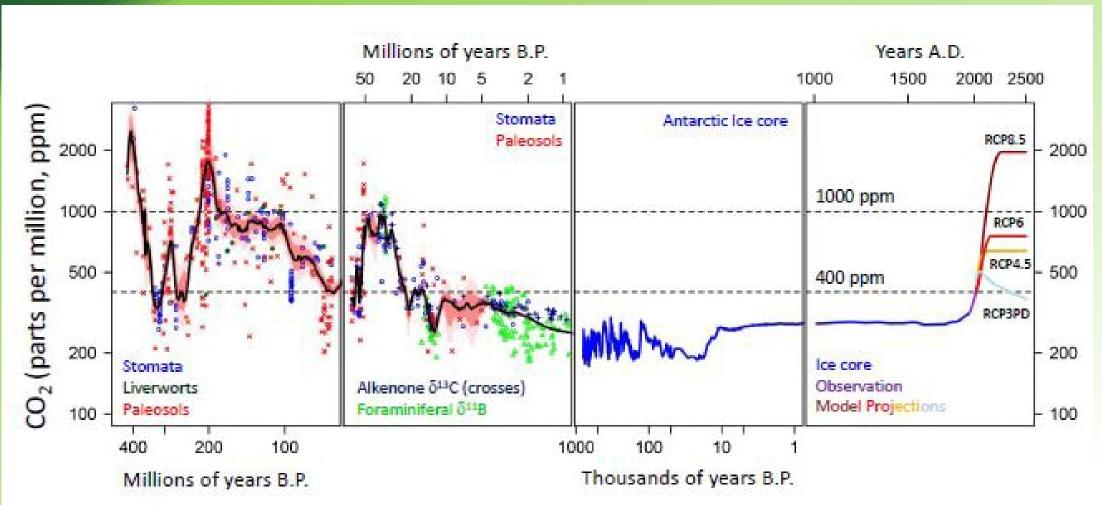


Source: gov.uk



Source: gov.uk

## Atmospheric carbon trend



Source: earth.org

Extended Producer Responsibility

Consistent collections

Plastic
Packaging Tax

Deposit Return Scheme

## **EPR**

- Since 2024
- PRNs continue to partly fund packaging recovery
- 'EPR fees" to cover the rest
- To be charged to brand owners of household packaging

- Large producers
   £2M turnover & 50T handled
- Small producers
   £1M turnover & 25T handled

## PRNs – Packaging evidence requirements

| Packaging recycling targets 2025 to 2 |
|---------------------------------------|
|---------------------------------------|

| Material or process | 2025 business target | 2026 business target | 2027 business target |
|---------------------|----------------------|----------------------|----------------------|
| Paper               | 75%                  | 77%                  | 79%                  |
| Glass               | 74%                  | 76%                  | 78%                  |
| Aluminium           | 61%                  | 62%                  | 63%                  |
| Steel               | 80%                  | 81%                  | 82%                  |
| Plastic             | 55%                  | 57%                  | 59%                  |
| Wood                | 45%                  | 46%                  | 47%                  |

## **EPR**

- Modulated EPR fees from 2026 based on a Recycling Assessment Methodology
- All household packaging placed on the UK market from H1 2025 must be assessed using a RAM



| Material               | EPR Base Fee (per tonne placed on UK market) |
|------------------------|--|
| Aluminium              | £266   |
| Fibre-based composites | £461   |
| Glass                  | £192   |
| Paper and cardboard    | £196   |
| Plastic                | £423   |
| Steel                  | £259   |
| Wood                   | £280   |
| Other                  | £259   |

- Collecting, sorting and disposal of HH packaging by councils
- EA costs
- Scheme Admin costs
- Recycling ad campaigns

## **EPR**

- RAM reporting due for H2 2025 for HH packaging
- Large Producers of HH packaging affected
- Considers ease of collection, sorting, reprocessing and quality of recycled final product
- Material will get a RAG rating

| Rating |   |
|--------|---|
| Red    | Hard to recycle at scale due to contaminants, materials or substances making them hard to collect, sort or process  Highest fee penalties (Y1 20%, Y2 60%, Y3 100%) |
| Amber  | Recyclable with specialist infrastructure Some fee penalties  |
| Green  | Widely recyclable within existing UK recycling infrastructure  Potential discounts to EPR fee   |

## **EPR**

- Nation of Sale reporting required annually
- Declare which UK nation you are selling your packaging into
- Must collect data for 2024, 2025 but don't need to report yet

## Plastic Packaging Tax

- •2025 rate £223.69/T
- •From Apr 2027:
  - New mass balance approach for chemically recycled plastics Pre-consumer waste excluded from recycling calculation

## **Deposit Return Scheme**

- England, Scotland and NI scheme launching in October 2027
- Applies to drinks businesses
- PET, Alu and steel drinks containers 150ml 3 litres
- Deposit charge must be charged by the seller to their buyer in the supply chain
- Retailers >100m<sup>2</sup> must host a return point

## **Consistent Collections**

- First stage introduced in March 2025
- •Householders and SMEs < 10 FTE inscope from March 2026
- Plastic films from March 2027

- Plastic
- Glass
- Paper and Cardboard
- Metal
- Food waste
- Garden waste (Local authorities only)
- Enforcement charges to be introduced by EA (£118/h)

# Energy

## Energy

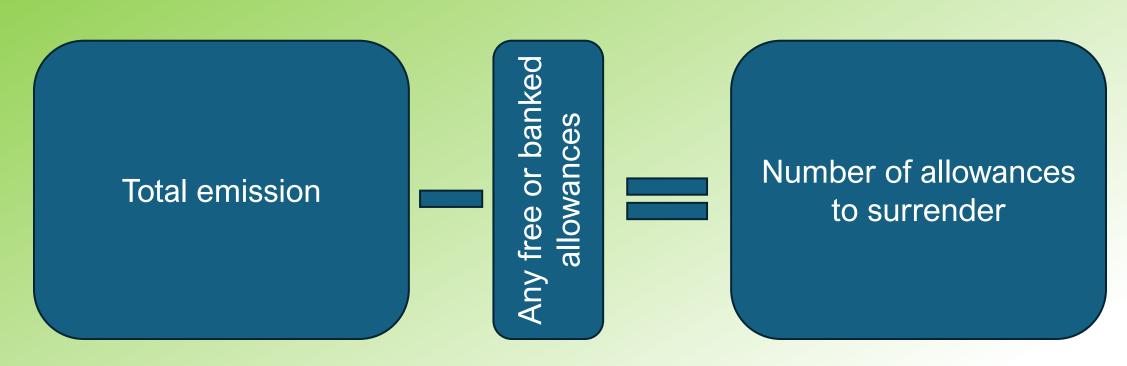
- UK ETS and CBAM
- Domestic rentals energy efficiency standards
- Climate Change Agreements extended to 2030
- Nuclear Regulated Asset Base

- Obligated sectors required to obtain a GHG permit
- Aviation sector
- Oil refining
- Iron and steel
- Aluminium
- Other non-ferrous metals
- Cement
- Glass & ceramics
- Paper industry
- Chemical production

- Carbon capture & storage
- Plasterboard manufacture
- Domestic Maritime sector (from July 2026
- Waste to Energy (from 2028)
- Carbon removals (after 2029)

Where >20MW thermal energy combusted

- Obligated companies must surrender "carbon allowances" equal to their previous year's emissions
- UK ETS carbon price currently around £42/T

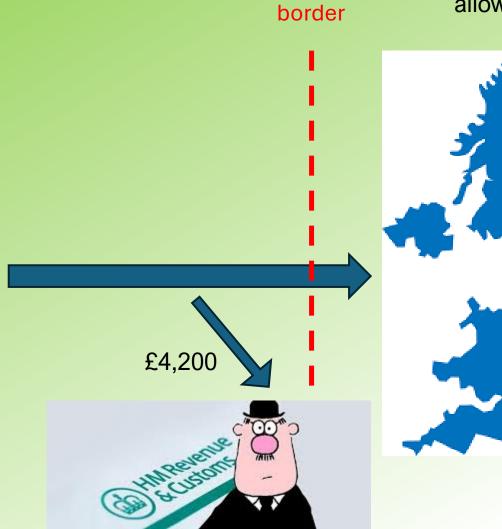


- Obligated companies must surrender "carbon allowances" equal to their previous year's emissions
- UK ETS carbon price currently around £42/T
- Total number of allowances are capped, and reduced over time to bring down overall emissions
- Companies reducing their emissions can sell their allowances to other companies that have a shortfall
- EU ETS has achieved a 48% in emissions since 2005; 62% target by 2030

- Carbon Border Adjustment Mechanism to protect UK manufacturers from imported products made with no carbon costs
- Aluminium
- Cement
- Fertilisers
- Hydrogen
- Iron and steel

Implemented from 2027

Steel product containing 100 tonnes of embedded carbon

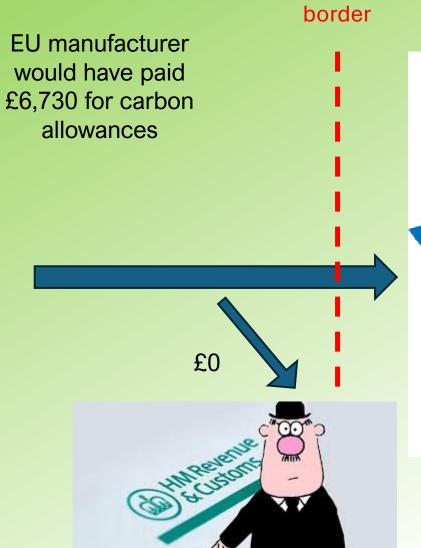


Carbon

UK manufacturer would have paid £4,200 for carbon allowances

- Imported products may become more expensive
- Important to understand carbon intensity of affected products
- Long term potential hit to UK for trade with EU countries; EU CBAM starts 2026

Steel product containing 100 tonnes of embedded carbon



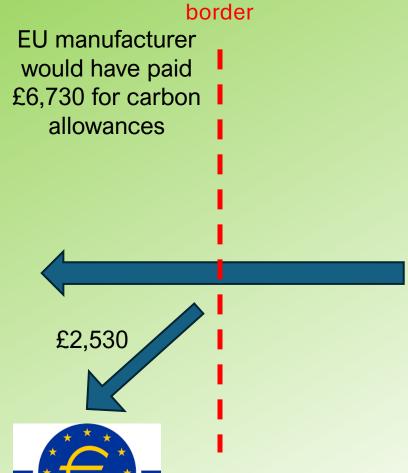
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Carbon



- Imported products may become more expensive
- Important to understand carbon intensity of affected products
- Long term hit to UK for trade with EU countries; EU CBAM starts 2026
- Potential for some countries to "dump" product onto the UK during 2026
- Government currently negotiating to align with the EU ETS and CBAM systems to prevent friction to trade.

## Domestic rentals energy efficiency

- The Domestic Minimum Energy Efficiency Standard (MEES) Regulations
- Since 2018 all landlords have had to achieve a minimum energy efficiency rating of E, unless exempt etc., up to a cost cap of £3,500

• Recent consultation to increase to C by 2030, with a £15,000

cost cap, for all new tenancies

Will affect around 2.5 million homes.

## Climate Change Agreements

- Voluntary agreements made between UK industry and the Environment Agency to reduce energy use and CO<sub>2</sub> emissions
- 35 companies in Herefordshire currently within agreements
- Offers discounts on Climate Change Levy part of energy costs
- Scheme due to end in March 2025
- Scheme has been extended to 2030 participants need to re-register their eligibility
- 2025 window for new registrants closed 31 August. 2026 window opens in Jan.



## Nuclear Regulated Asset Base (RAB)

- New funding system whereby nuclear developers obtain a licence to charge the cost of building their nuclear projects direct to energy bills
- Sizewell C project to apply a £3.46/MWh charge to bills from 1 November 2025 (£3.93 from Jan 26)



# Water

# **Water**

- All UK waterways failing WFD standards
- Storm overflow reporting
- Upcoming regulatory change with likely abolition or restructuring of OFWAT, EA water regulation and Drinking Water Inspectorate
- Long-standing intention to move abstraction licensing into environmental permitting
- Nutrient neutrality planning rules continue where protected sites are impacted by excess nutrients
  - Wye & Lugg catchments



- Best Available Techniques
- The environmental and efficiency standards that permitted industries must achieve
- Derived from European BAT Conclusions
- UK BAT has been under development for several years, taking a phased approach across all regulated sectors



- Best Available Techniques
- The environmental and efficiency standards that permitted industries must achieve
- Derived from European BAT Conclusions
- UK BAT has been under development for several years, taking a phased approach across all regulated sectors
- Applicable to all UK nations

- Ferrous Metals Processing Industry (Forming & Galvanising)
- Textiles industry
- Chemical industry waste gas treatment

### Final drafts published – expected end of 2025

#### In development

- Ceramic manufacturing
- Large volume inorganic chemicals
- Slaughterhouses & animal byproducts

- Foundries
- Surface treatment of metals and plastics



# ISO14001:2026

### New ISO14001:2026

ISO

- FDIS published
- Recognise climate change risks and opportunities
- Changes to Context of the Organisation and stakeholder analysis requirements
- Incorporates biodiversity and climate to environmental policies and more focus on leadership commitment
- New clause better defining Management of Change requirements

# Waste

# Waste

- New exemption charges
- Carrier, broker and dealer reform
- Digital waste tracking
- Batteries and POPs

# Waste: New exemption charges

- New EA fees for waste activities that don't need an environmental permit
- Fixed £56 fee each time you register an exemption or exemptions on the EA website

| Band               | Full charge                                     | Discounted charge |
|--------------------|---|-------------------|
| Upper              | £1,236  | £227              |
| 1                  | £420  | £76               |
| 2                  | £212  | £76               |
| 3                  | £30   | £30               |
| Farming exemptions | Capped at £88 for unlimited relevant exemptions |                   |

- Policy paper published August 2025
- Replacing waste carrier, broker and dealer registration system
- New permits required for waste controllers and waste transporters
- Different charges and in-house competency requirements for higher and lower risk wastes (4 tiers)
- Current lower-tier waste carriers will be able to register an exemption
- Impact on all waste holders' Duty of Care obligations

#### Waste controllers

### Any business:

- organising waste collection, its transportation or end destination
- making arrangements for its assessment and ensuring it has been classified
- arrange the recovery or disposal of waste on behalf of others
- buying or selling waste.
- Examples include brokers, dealers, consultants & waste sites
- Also businesses collecting waste they remove from customers' premises during their activities, e.g. plumbers or gardeners

Waste transporters

Any business instructed by a controller to move waste between locations without input on the end destination or waste classification

Examples include hauliers, contractors or delivery drivers

Types of permit

Waste controller only

Waste transporter only

Waste controller-transporters

- Four risk tiers with increasing charges and standard conditions
- Permits will need renewal every three years

### Exemptions

| Requires registration (maybe a fee)                               | No registration   |
|---|-------------------|
| Mines and quarries waste  | Waste producers*  |
| Charities   | Local authorities |
| Transporting own agricultural waste                               |                   |
| Animal by-products  |                   |
| Transporting own non-C&D waste in the course of your own business |                   |

Waste producers will be exempt so long as they pass waste to a permitted waste site, waste controller-transporter or use a waste broker (controller)

# Waste: Digital waste tracking

- 1.15 million incidents of flytipping reported in FY 2023/4 (+6%)
- 60% involve household waste
- 63,000 FPNs
- 1,541 successful prosecutions
- Average fine £530
- Cost to LAs of clearing "large flytipping" £13.1 million
- 34MT (18%) of waste managed illegally in 2023
- £1 billion cost in lost tax, environmental and social harm and damage to legitimate business

# Waste: Digital waste tracking

- Plan to introduce from April 2026
- Currently 12,000 waste sites, 150,000 exemption holders and 300,000 registered carriers, brokers and dealer
- DWT to start with sites with permits that receive waste inputting all waste received to the system from October 2026
- Expansion to other users from April 2027
- Working to align with EU waste import/export IT system DIWASS
- Intended ultimately to result in the replacement of the paper consignment and waste transfer note system

# **Waste: Batteries & POPs**

- Battery waste management industry recycling capabilities expanding
- Up to 78 million Li-batteries being discarded worldwide every day
- Battery waste (mainly lithium) fires up 71% in 2024
- Estimated cost of fires to UK economy £158 million
- New ADR 2025 regulations covering storage of batteries for transport
- Ensure segregation from other waste streams

# **Waste: Batteries & POPs**

- POPs Persistent Organic Pollutants
   Dioxins & furans, PCBs, pesticides, PFAS, PFOS/PFOA, SCCPs, brominated flame retardants
- Upholstered furniture, electronic waste, cables, firefighting foams, old transformers
- Legal requirement to destroy POPs waste, it must not be reused or recycled
- Must be either chemically destroyed or incinerated
- Some second-hand sales permitted if re-use is guaranteed with no more than minor repair

### **Useful links**

- Plastic Packaging Tax
- EPR for packaging
- Waste exemption charging
- Carrier, broker and dealer reform
- Classifying different kinds of waste (including POPs and WEEE)

#### BESPOKE ENVIRONMENTAL SUPPORT

- Environmental permitting
- Technical support resource
- Air emissions modelling
- Waste audits and advice
- General compliance support
- Bespoke environmental training packages
- Management system implementation
- ADR Dangerous Goods advice
- Tender management support

**Any Questions?**