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# **Stantec**

What Does Full On Organics Digestion Look Like

Northeast Residuals & Biosolids Conference November 1-2, 2022

#### Presenters:

- Charles Alix
- Gordon Derick

Image: Credit BBC



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- 02 Getting Started
- **03** Critical Decisions/Information
- 04 Edmonton Case Study
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## Why Organics Digestion?



- Landfills makeup 82% of GHG from the waste/wastewater industry (US EPA)
- Landfills account for 17.4% of US human activity caused methane emissions
- Renewable energy production
- Soil organic matter and nutrient replenishment
- Growing regulatory diversion requirements



### What You Need to Know

### **Feedstock Type & Source**

#### Food Waste

- Residential solid, low contamination
- Industrial process waste liquid or solid, low contamination
- Institutional solid, moderate contamination

### FOG

- Slurry
- Low contamination

#### Green Waste





## What You Need to Know

### Feedstock – How are you going to get it

#### **Municipal Collection**

- Source Separated colored bins
- Comingled with MSW
- Curbside pick up
- Transfer stations

#### **Private Haulers**

• Reasons to come to you

#### Industries

• Reliability of quantity and delivery





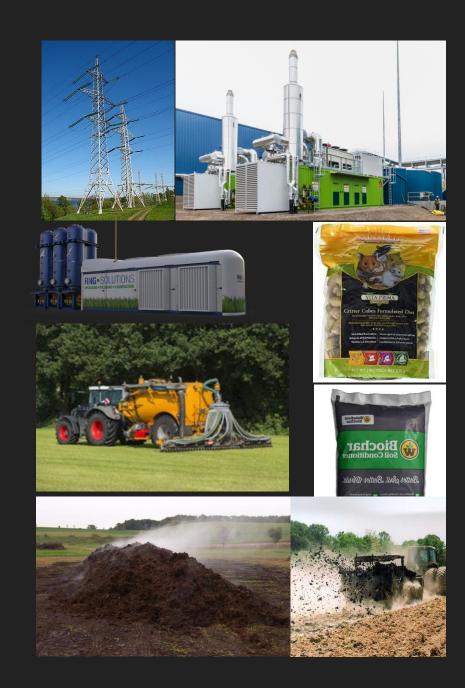
## **Critical Decisions**

Cheetos Lip Balm Introduced in 2005

There's no point in making something nobody wants

### What are going to make?

- What does the marketplace want
- Who wants it
- How often do they want it
- How are you going to get it to them
- What are the regulations for various products
- What are the risks



## **Critical Decisions**

### What can you make?

#### Energy

- CHP
- RNG
- GHG Credits

#### Digestate

- Liquid
- Solid

Compost – required after dry digestion

Pellets – animal feed



### How to Make Your Product

### What type of digestion?

### Liquid

- Rigorous pre-processing to create a slurry
- Contaminants removed in pre-processing
- Thermophilic digestate can be used directly
- Mesophilic may require pasteurization step

#### Dry - Mesophilic

- Batch or plug flow
- Pre-processing limited shredding, moisture and bulking material added
- Post processing needed to remove contaminants and possible pasteurization



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### The Edmonton, AB Story

The City has been dedicated to waste reuse for more than 20 years 95% Waste Diversion Goal

Edmonton Waste Management Center



## **Existing Organics Facility**

Composting Facility – Shut Down and demolished

#### IPTF –

Integrated Processing & Transfer Facility – Tipping of MSW, Pre-process MSW to extract organics and RFD for Enerkem Facility

#### HSAD –

High Solids Anerobic Digestion Facility – Dry digestion of 40,000 tonnes per year organics

#### Tipping Building –

Previously accepted MSW future receiving of SSO

#### Curing Site –

Outdoor Gore composting and window composting – curing and yard waste and biosolids composting

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# Edmonton, AB Story



- Edmonton makes a great case study because it has all the elements of Organics digestion (truly full on)
- MSW Compost Facility shut down 2019 due to structural issues
- To advance diversion goals City instituted SSO curbside collection for single and multi-family residence – ICI is collected privately
- City allows green waste top off of green carts
- Instituted Grasscycling program

https://www.edmonton.ca/programs\_services/garbage\_waste/grasscycling



### Feedstock

#### Feedstock Type, Source and Delivery Method

- City had extensive records
- Was performing a pilot for SSO collection and had characteristics of the waste
- Review of multiple waste composition studies from other jurisdictions

<u>Material</u>	<u>2025</u>
Single Family SSO	70,900
Multi Family SSO	24,400
Organics from MSW	16,200
Yard Waste	33,300

<u>2045</u> 85,800

33,500

22,200 48,600 Mostly curbside collection Mostly curbside collection Mostly curbside collection Combination Transfer Station and seasonal special collection

Feedstock	Summer	Fall	winter
Food waste	15%	25%	89%
Soil or other organics	0%	2%	0%
YW	77%	60%	0%
Paper	3%	7%	7%
Plastic	2%	3%	2%
Other contaminants	3%	3%	2%

## Products

#### **Energy – top priority**

Metro Edmonton

everything else is agricultural

- Already had CHP at HSAD mostly used on site
- Not much demand for gas on site
- RNG was the target form of the energy

#### **Multiple Products for Agricultural Use**

- Liquid digestate
- Solid digestate
- Soil Blends
- Compost

#### **Product Challenges**

- No allowed use for organics digestate
- Regulations consider digestate solid waste
- Quality important

### **Product Delivery**

#### RNG

- Local utility –strict control over gas injection and quality
- Revenue projections based on RNG sales & GHG Credits
- rEN credits to be tracked

#### **Digestate – Existing Land Application Market**

- Met with Regulators They wanted a regulation for Organics digestate – We wrote one
- In the end they felt it should be part of facility permit
- Improved quality over current biosolids digestate for land application

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### **Project Delivery Method**

#### **Public Private Partnership (P3)**

- Client invites teams of vendors, contractor and operators to provide bid to Design, Build, Operate, Finance, and Maintain (DBOFM) a facility
- Life of contract 20 years
- Performance driven contract
- Product marketing included limits on storage penalties
- Rigorous maintenance planning and review process
- Handover 10-year life after handover
- Independent certifier

## **Project Delivery Method**



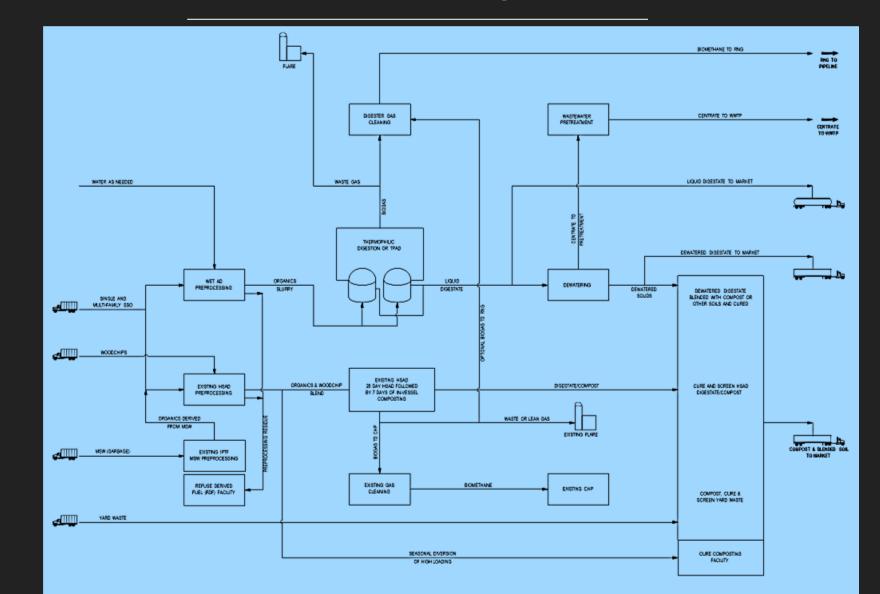
#### **Major Terms**

- Performance Driven Vendor had discretion on Technology
- 20 years with 5 years extension
- Performance driven contract
- The advantage of P3 is the market gets to bring its' innovation and best ideas to the project
- Some risk is shifted from owner to team

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Indicative Design Organics Processing Facilities (OPF) 104 7 10

### Indicative Design OPF



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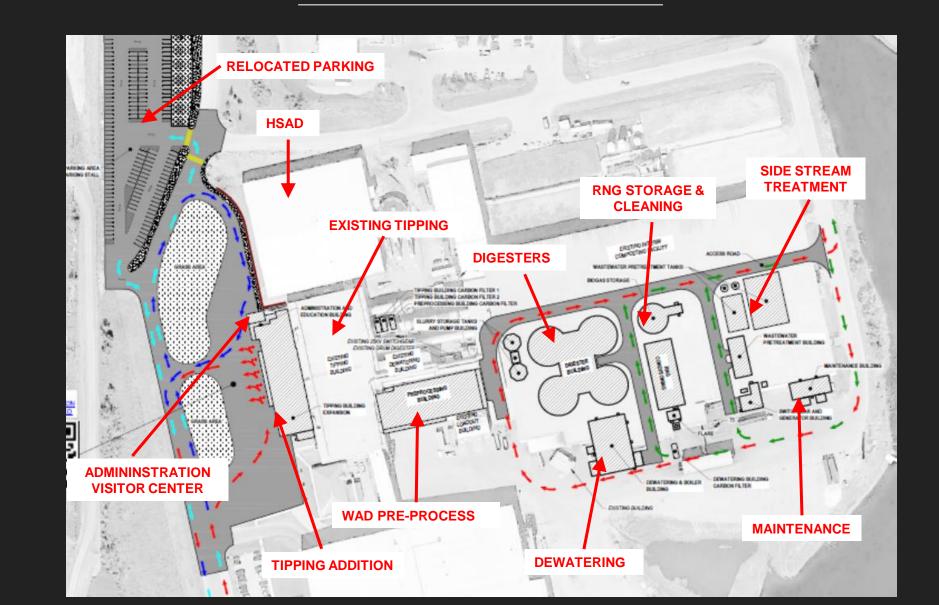
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## Indicative Design

Facility	<u>2025</u>	<u>2045</u>
New AD	56,500	98,100
HSAD	40,000	40,000
Regional Facility	15,000	15,000
Gore Expansion to handle peaks	15,000	55,000

Anticipated Products	<u>2045</u>
RNG	300,338 GJ/YR
Liquid Digestate	343 ML/YR
Solid Digestate	80,000 MT/YR
Dry Digestion Solids	20,500 MT/YR
Compost/Soil Blends	Market Dependent

### Indicative Design



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### Indicative Design Cost Projection

<u>ltem</u>	Value	Value	
Capital	CA\$ 211,496,000	US\$ 156,507,000	
O&M	CA\$ 32,000,000	US\$ 23,680,000	
Revenue (GHG Credits, RNG)	CA\$ 14,302,000	US\$ 10,584,000	
NPV	CA\$ 334,236,000	US\$ 247,335,000	

Not P3 quotes Based on indicative design No revenue counted for digestate products Poor soil conditions significantly increased Capital cost

Due to economic climate in 2020 City decided to ship as much material as possible to 3<sup>rd</sup> party operations.

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# **Stantec**

### Questions?

Presenters: Charles Alix <u>charlie.alix@stantec.com</u>

Gordon Derick gordon.derick@stantec.com "A SOCIETY IS DEFINED NOT ONLY BY WHAT IT CREATES, BUT BY WHAT IT REFUSES TO DESTROY"

John Sawhill - Greatest Guide to Green Living

"THERE NO SUCH THING AS 'AWAY'. WHEN WE THROW ANYTHING AWAY IT MUST GO SOMEWHERE "

Annie Leonard – The Story of Stuff Project