

Managing the Importation of Solid Waste into China

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OUTLINE

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- Policy on Managing Imported Solid Waste
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- Interagency Coordination
- Remaining Challenges

A Changing Industry

Nine Dragons Paper Limited

 The richest woman in China

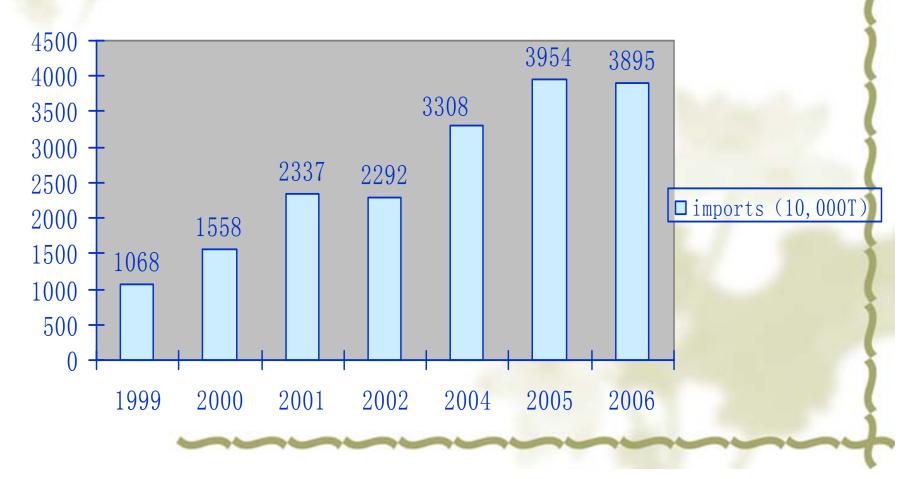
 Chiho-Tiande Metals Co Ltd, Taizhou, Zhejiang

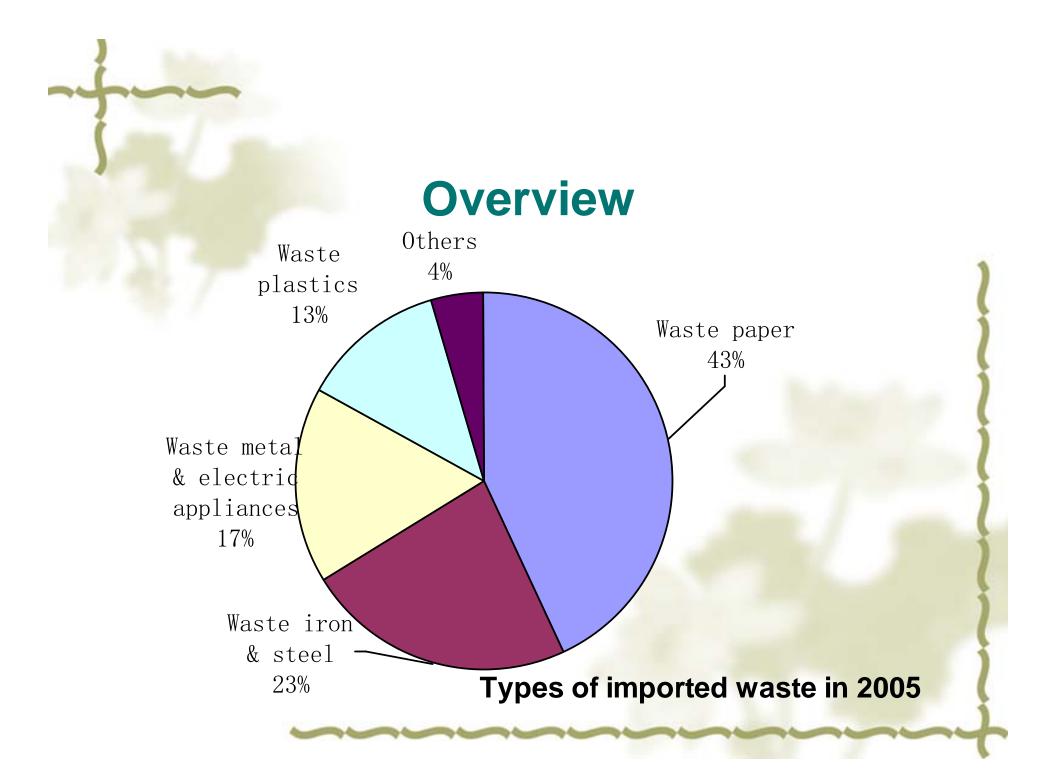
 200,000 tons of scrap motors
 98 % of the waste can be reused after processing



Overview

Total amount of imported wastes since 1999





Imported Waste Scandals in 1980s and 1990s

- 1980s, import old clothes
- 1993, the chemical waste on behalf other fuel imported from South Korea
- 1994, capacitors containing PCB imported from United States

Building a New Legal Framework

Development of New Environmental Laws
 Began developing policies and regulations in early 1990s

Became increasingly strict in the mid and late 1990s

- Goals of New Laws
 - Avoid becoming the "world's largest dumping ground"
 - Second And A Second And A Second A S

Legal Framework for Regulating Imported Wastes

- The Law on Prevention and Control of Pollution by Solid Wastes
 - Adopted at the 8th NPC, Oct. 30, 1995, and enacted on April 1, 1996
 - Amended at the 10th NPC on Dec. 29, 2004. Revised law came into effect on April 1, 2005
- Interim Provisions on Administration of Environmental Protection on Import of Waste and its supplementary provisions
 - File No. SEPA [1996]204 and [1996]629) (Promulgated by SEPA, MOFTEC, China General Administration of Customs, State Administration of Industry & Commerce and State Administration for Import and Export Commodity Inspection.

now being revised

New Standards for Imported Wastes

- Environmental Protection Standards for Importing Waste Used as Raw Materials
 - 12 tentative standards released 1996
 - Setablished environmental indicators for imported wastes including radioactive waste, hazardous waste, municipal waste and other inclusions to prevent import of prohibited wastes
 - 13 formal standards issued 2006

Amended Lists on Restricted Wastes

 Restricted Imported Solid Wastes that Can Be Used as Raw Materials

Automatic-Licensing of These Wastes

- The Interim Provisions on Administration of Environmental Protection on Import of Waste, 1996,
 - So types of wastes used as raw materials under 9 categories including iron & steel scraps, copper and aluminum scraps, waste paper and plastics are permitted. Other wastes outside the 9 categories are prohibited to be imported.
- The latest version: Bulletin No. 5, promulgated by SEPA, China General Administration for Customs and AQSIQ, includes 45 types of solid wastes used as raw materials.

Now being revised

Revised Waste Import Lists after WTO

Wastes Prohibited from Being Imported

- Catalogue of Goods Prohibited Against Import (Batch III) (bulletin No. 36, 2001)
 - 18 kinds of solid wastes prohibited from being imported
- Catalogue of Goods Prohibited against Import (Batch IV and V) (bulletin No. 25, 2002)
 added 37 kinds of solid wastes prohibited from being imported
 now being revised

Strategy for Managing Imported Solid Waste

Strategy
 Source control
 Prevent import garbage
 Supervise Recycling Process
 Ensure the vast quantities of imported waste are recycled in an environmentally sound manner

Policy on Managing Imported Solid Waste

Prohibition of Import

- Solution Storage and disposal of imported solid wastes is prohibited
- A ban is imposed on solid wastes that cannot be used as raw materials or used in an environmentally sound way
- No hazardous wastes allowed to transfer through China

Import Licensing

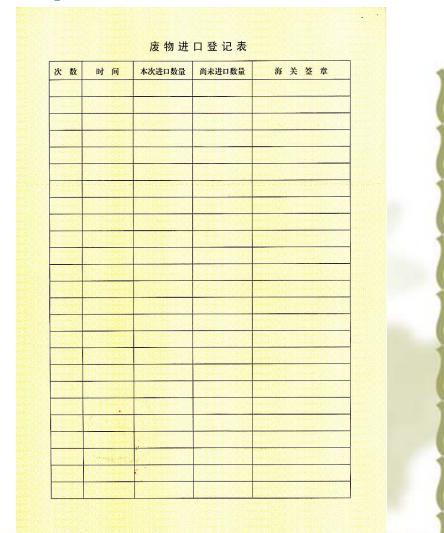
Solid wastes used as raw materials are not allowed to be imported without an import license

Sample of Waste Import License

中华人民共和国限制进口类可用作原料的固体废物进口许可证

IMPORT LICENCE OF THE PEOPLE'S REPUBLIC OF CHINA FOR RESTRICTED SOLID WASTES THAT CAN BE USED AS RAW MATERIALS

 进口商:	2. 进口许可证号:
Importer	Import licence No
东莞市海华五金矿产进出口有限公司	SEPAX2005000360
 利用商:	4. 进口许可证有效截止日期:
Recycler	Import licence expiry date
东莞凤岗天掌围金泰塑胶造料厂	2005年12月31日
5、商品名称:	6、商品编码:
Description of goods	Code of goods
其他塑料的废碎料及下脚料	3915909000
7. 数量:	8. 计量单位:
Quantity	Unit
300000	千克
9、报关口岸:	10、贸易方式:
Place of clearance	Terms of trade
太平	加工贸易
11、备注: Supplementary details	12. 发证机关盖章: Issuing authority, systemp 间实环检尿机合素 State Chyronifyntal Frotection Artunistrifford 13. 发证日期: 2005年10月21日 Licence date



国家环境保护总局监制(2005)

Policy on Managing Imported Solid Waste

Catalog Management

- Automatic Licensing of Wastes that Can Be Used as Raw Materials
- Restricted Wastes that Can Be Used as Raw Materials
 Wastes Prohibited Against Import

Environmental Standard, Inspection and Quarantine

Must meet national environmental protection standards and be regarded as qualified by quality supervision and quarantine department after examination

Foreign waste shall not be shipped to China until it is qualified (Undergone pre-shipment inspection)

Punishments for Violations

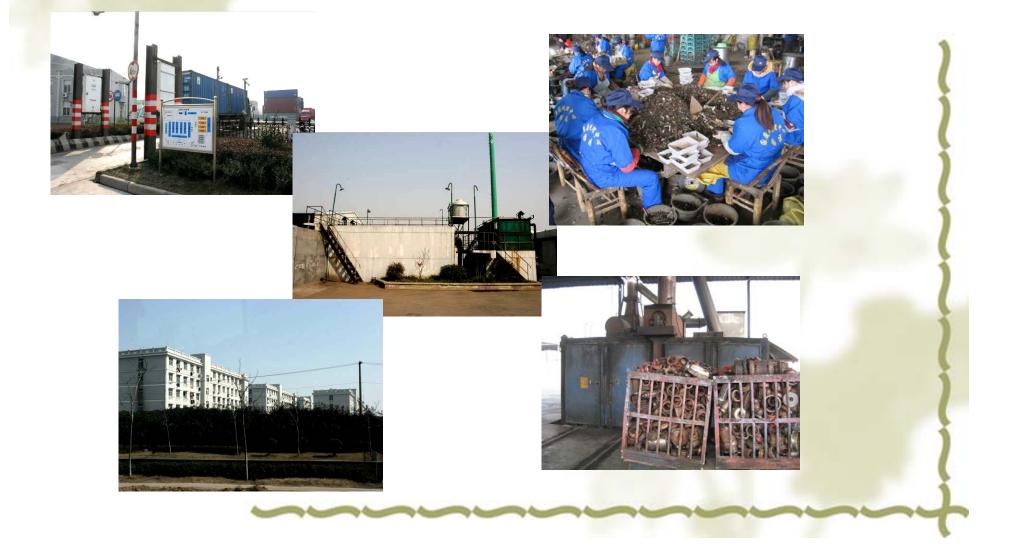
Punishment

- Those who ship solid waste from outside China and dump, store, or dispose of the waste inside the country, and those who import solid wastes that are prohibited from import or import restricted solid wastes used as raw materials without permission, shall be ordered by the customs to ship the wastes back and may be subject to penalties.
- Those who transport hazardous waste via the territory of China, shall be ordered by customs to ship the waste back and may be subject to penalties.
- Those who smuggle solid, liquid or gaseous garbage into China could face a sentence of up to five years in prison with a financial punishment or simply a financial punishment.

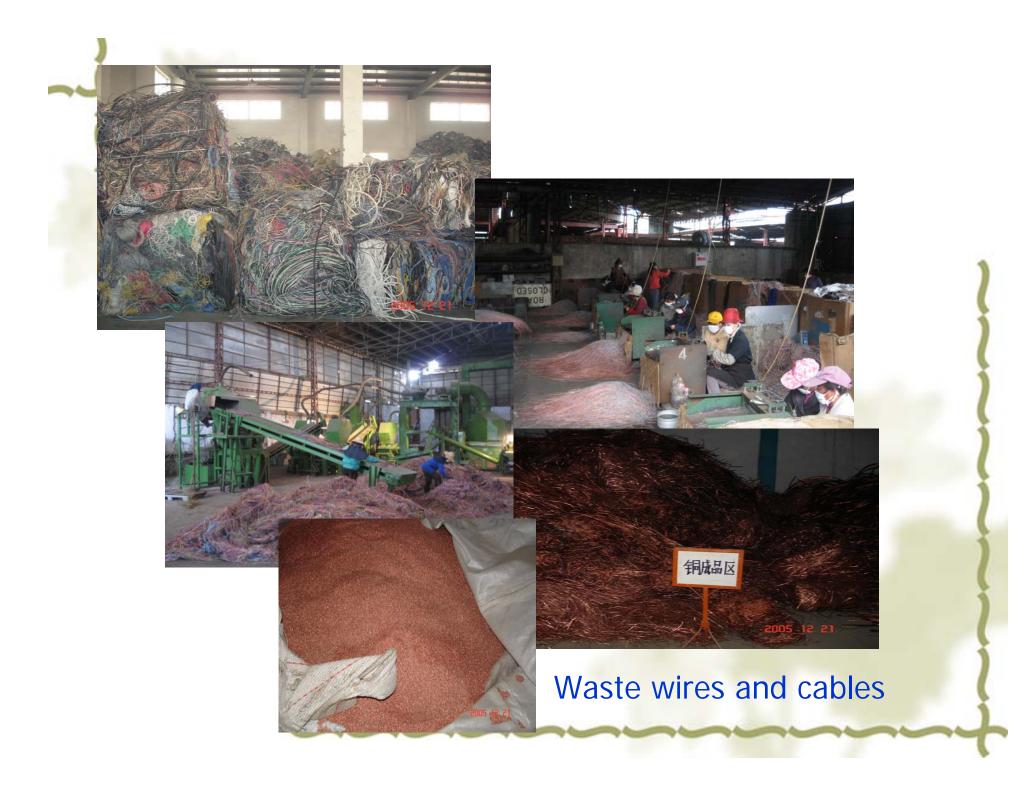
Managing Imported Wastes within China

- Environmental management policies within China
 Approval of permits is subject to public supervision
 Require import to nearest port to limit illegal trade
 One license for one customs port
 - Required to use imported waste in an environmentally sound way
 - Forbidden to sell imported wastes to others
 - Imported wastes posing high environmental risks are subject to management by designated factory and reuse in renewable resource parks

Zhenhai Imported Renewable Resource Park







Procedures for Importing Solid Waste

- Application Procedure for an Import License
 - For the Import of Waste as Raw Materials under Automatic License Category, submitted to SEPA
 - For the Import of Solid Waste as Raw Materials and Under Import Restriction, submitted to prefecture level city EPB
- Licensing after review and approval by SEPA
 - Implementation Institute: Waste Import Registration and Management Center of SEPA
- Wastes shipped to China
 - Section Pre-shipment inspection by AQSIQ
 - Section by AQSIQ
 - Disinfection
- Qualified waste
 - Customs inspection and transport to recycling factory
 - Recycling process is supervised by the local environmental protection bureau (EPB)

Interagency Coordination

- SEPA is the lead agency for managing waste import and export
 - Organizes related departments to draft laws, regulations, catalogues and policies
 - Coordinates among different departments
 - Responsible for the implementation of Basel Convention and licensing of waste import and export

Supervises pollution prevention efforts of waste exporters and users of imported waste

Interagency Coordination

- The General Administration of Quality Supervision, Inspection and Quarantine (AQSIQ):
 - Registers overseas suppliers of waste materials and domestic recipients
 - Conducts pre-shipment and entrance inspections, and quarantines according to environmental control standards.
 - Issues Customs Clearance Form of Entry Goods for accepted wastes.
- China General Administration of Customs:
 - Takes charge of entry inspection, duty collection and clearance against import permit
 - Combats waste smuggling
- National Development and Reform Commission (NDRC) and Ministry of Commerce

so also measure waste importation and adjustment of catalogues.

Challenges and Recommendations

Challenges

"Foreign Garbage" smuggling is still serious

Some recycling factories are small-scale and difficult to monitor

sollegal trade

Recommendations

Strengthen cooperation with neighboring countries and jointly crack down on smuggling

Limit ports for waste imports

- Develop technical specifications for imported waste recycling factories
- Stablish waste metals and waste plastics parks
- Improve regulations and standards regarding waste imports



Thank you for your attention