

REEF + SPLC Present: Reducing Refrigerant Emissions Through the Power of Procurement

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Executive DirectorREEF



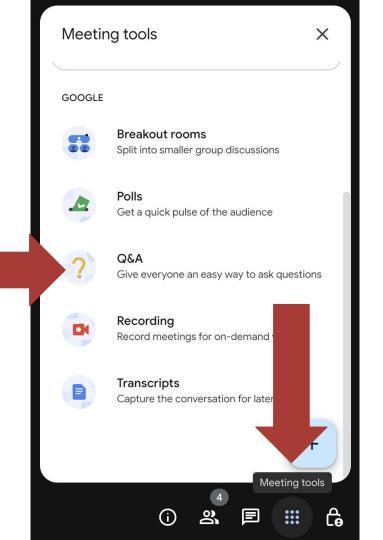


Refrigerant gasses are powerful and overlooked drivers of climate change. They are EVERYWHERE. Collectively, refrigerants are also the world's fastest growing category of greenhouse gases.



Q+A

How to Submit Questions for Moderator and Speakers



Agenda

- ____
- 1. Welcome & Housekeeping (5 min)
- 2. SPLC Introduction (5 min)
- 3. The Role of Procurement in Refrigerant Strategy (10 min)
- 4. Walkthrough of the New Guidelines + Templates (15 min)
- 5. Practical Tips & Tricks (10 min)
- 6. Audience Q&A (10 min)
- 7. Call to Action & Engagement Pathways (5 min)



Kris Spriano



Tristam Coffin



Liz Swanson

PANEL SPEAKERS

Kris Spriano

Programs Executive
Sustainable Purchasing
Leadership Council



PANEL SPEAKER



Refrigerant Procurement Climate Collaborative (RPCC) Working Group

Co-led by SPLC and REEF

Refrigerant Emissions Elimination Forum (REEF)*	NRDC	Toromont
Êffecterra	EIA	IIAR
University of Wisconsin	True Mfg	City of Portland
Tradewater	Glencoe Strategies	DOE
A-Gas	NY DEC	IGSD
Yale Carbon Containment Lab	NREL	Minnesota Pollution Control Agency
Arizona State University	USDA	Hudson Technologies
UCSD	Hennepin County	
Grant funding provided by:	O U.S. ENERGY FOUNDATION	IGSD

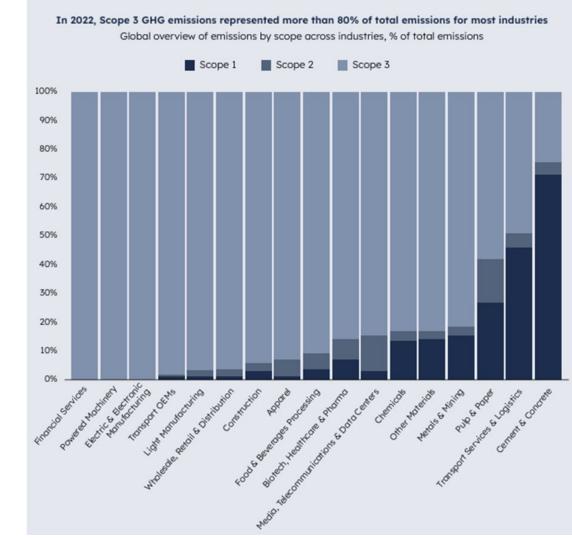
OUR GOAL

Provide procurement resources that scale the reduction and avoidance of institutional hydrofluorocarbon (HFC) refrigerants use.

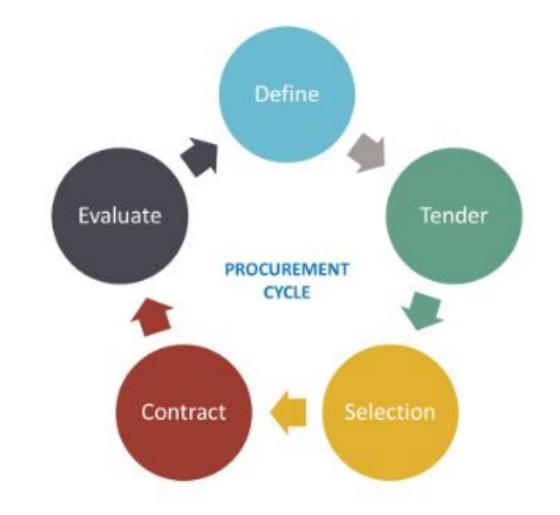
Carbon Emissions by Industry

Scope 3 emissions dwarf Scope 1 and 2 emissions for most industries!

Source: <u>Trellis - Mastering Scope 3 Emissions: Strategies for Supply Chain Decarbonization</u>



Activating climate-friendly refrigerants strategies through the procurement cycle!





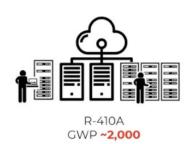
COMMON REFRIGERANTS IN THE US TODAY

















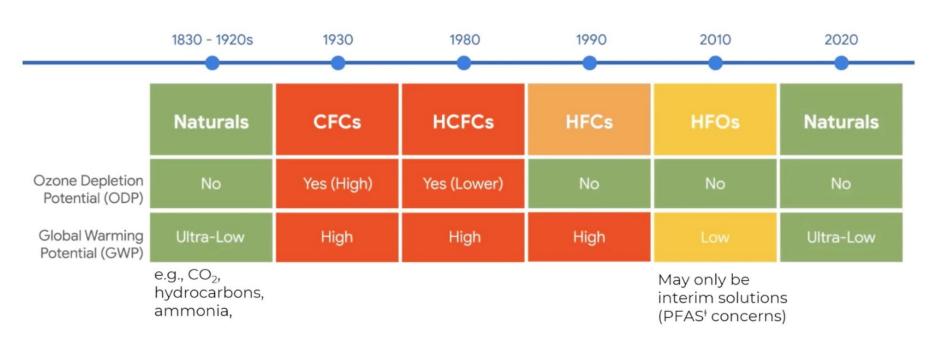






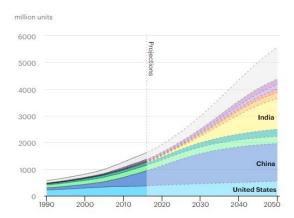
REFRIGERANT EVOLUTION





Global demand for refrigerants is increasing



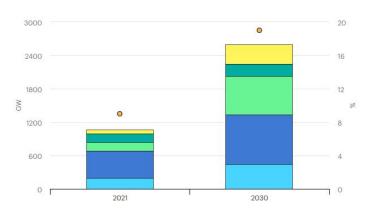


Source: International Energy Agency.



3 billion more room air conditioners are expected to be installed globally by 2050

Heat pump capacity in buildings, 2021 - 2030



The Future of Cooling (2018), The Future of Heat Pumps (2022)



Building electrification through heat pump adoption is growing need for refrigerants











- Product Safety Standard
- UL 60335-2-40 AC
- UL 60335-2-89 Ref
- · Application Standard
- ASHRAE 15
- Building Codes
 - State / local level
 - Typically rely on model

U.S. Regulations Refrigerants & technologies are changing







REFRIGERANT POLICY TIMELAPSE





Three Legs of the AIM* Act

*American Innovation and Manufacturing Act of 2020, directs EPA to phasedown the **production** & **consumption** of HFCs by **85% below baseline levels calculated from 2012-13 data by 2036 (15 yrs)**



Reduces <u>supply</u> of new HFCs **2024** 40% reduction

2: Technology transition rules – subsection (i)

Requires new equipment to use lower GWP refrigerants

Began 2025

"TT" Reduces <u>demand</u> for virgin HFCs

3: Emissions Reduction and Reclamation Program – subsection (h)

Covers all RACHP equipment* >15lbs. refrigerant

"ER&R" Addresses management of <u>legacy</u> refrigerants assets

*Does not apply to residential and small commercial RACHP or GWP <53



Liz Swanson

Senior Program Manager
Sustainable Purchasing
Leadership Council



PANEL SPEAKER

Navigating the new toolkit

As its first deliverable, the Refrigerant Procurement Climate Collaborative has published the Sustainable Refrigerant Procurement Toolkit—a set of practical resources to support best practices across the full refrigerant lifecycle. From buying low-GWP equipment to ensuring safe end-of-life disposal, the toolkit helps organizations credibly track and improve their emissions reductions efforts.

Sustainable Refrigerants Procurement Toolkit



Sustainable Refrigerants 1-pager: Reducing Refrigerant Emissions is a Real Win-Win

A summary of why refrigerants matter and how to take action. A great resource for sharing internally with your teams or leadership to make the case for a more sustainable refrigerant management plan.



Climate Friendly Refrigerant Management & Procurement Guidance

The improved and updated full guidance document covers everything you need to know about sustainable refrigerant management, from purchasing to end of life disposal.

Public Website



Climate Friendly Refrigerant Policy and Specifications

Specific model contract and policy language that can be copied and pasted directly into your organization's procurement policies and/or RFPs.

SPLC Member Page



Climate Friendly Refrigerants Inventory Workbook

Robust workbook designed to help you take inventory of your current refrigerants and identify areas of opportunity for improvement.

Climate Friendly Refrigerant Policy and Specifications

These policy measures and procurement specifications will bring you into compliance with U.S. foderal requirements and in parts that are noted, go above and byten Additional requirements may are on a state-by-state basis. Please review your state's guidelines and <u>HFC prohibitions by state and product category</u>. Other additions to this policy should be considered depending on organization type, such as U.S. and International refrigerant regulations performent to food retailers (which can be found summarized by the Ratio Institute in September 2021 here: "A <u>Practical Suide to Refrigerant Regulations</u> for Food Retailers."



III. Policy Measures

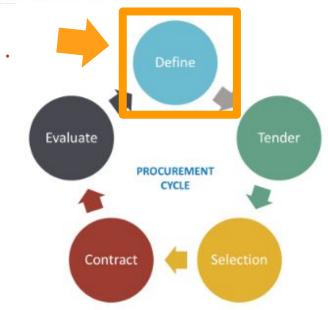
Procurement Specifications:

A. Purchase of Refrigerant and New Equipment



- [Procure/Provide] P&E that abides by the low global warming potential (GWP) limits by certain dates imposed by
 the EPA's final Technology Transitions rules published in October 2023 (summary; final rule). [Procure/provide]
 products with a lowest GWP to the maximum extent practicable where such products are cost-effective (using life
 cycle-climate performance (LCCP) see below) and meet form, function, and utility requirements.
- 2. Where low-GWP options are not yet available, [procure/provide] reclaimed refrigerant, which is existing refrigerant that has been recovered from equipment at end-of-life and then purified before being reused in new equipment. Reclaimed refrigerant must be from an EPA-certified refrigerant reclaimer. For information specific to alternatives used for retrofitting systems, contact the equipment manufacturer.

Using the toolkit in the procurement process





Tips & Tricks

Getting buy-in for sustainable procurement



Making the Case for Investment in Your Company's Sustainable Purchasing Program

Making the Case for Investment in Your Company's Sustainable Purchasing Program

Explores how sustainable purchasing leaders successfully secure investment for their programs by demonstrating their financial value and impact on key business outcomes like revenue and market share.



Galvanizing Action: Strategies to Maximize Engagement in Sustainable Public Purchasing

Galvanizing Action: Strategies to Maximize Engagement in Sustainable Public Purchasing

Explores how public-sector organizations can successfully implement and grow sustainable purchasing programs by effectively engaging stakeholders and demonstrating the practical benefits of these initiatives on the front lines, rather than solely relying on executive mandates.



Total Cost of Ownership (TCO)

• DEFINITION:

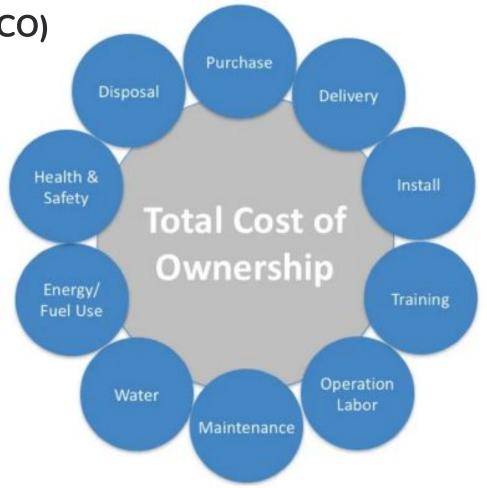
 The initial purchase cost of a product + the total cost of ownership over its lifetime of service

APPLICATIONS

Appliances, building infrastructure,
 IT equipment, construction
 equipment, and vehicles

BENEFITS

 Improved environmental performance, reduced costs over time, improved budgeting process



Five Levers for a Strong Business Case

- Cost Savings & ROI
- Nisk Mitigation & Compliance
- **A** Operational Efficiency
- Market Incentives & Leadership
- Brand & Stakeholder Value



Five Pragmatic Best Practices

- ____
- Build compliance into contracts, not after the fact
- Equip your team with refrigerant literacy
- Start small, scale quickly
- Substitution Leverage shared learning networks
- Make refrigerant progress visible and verifiable

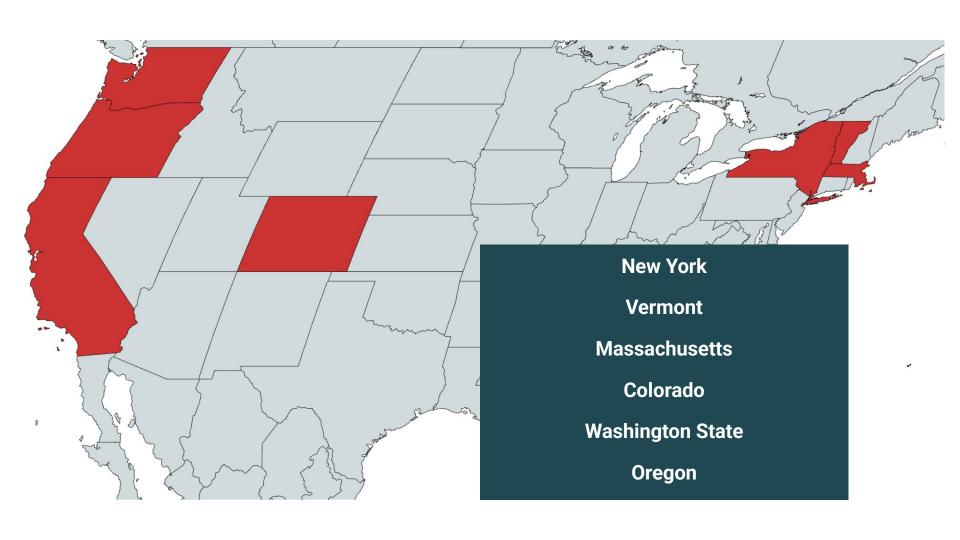
Five Functions of Market Incentives

Current state-level market incentives...

- Subsidize the adoption of sustainable refrigerants
- Support the transition to lower-GWP technologies
- Prime demand for innovative solutions in HVAC systems
- Highlight the importance of localized efforts to foster market readiness
- Provide a roadmap for scaling climate solutions

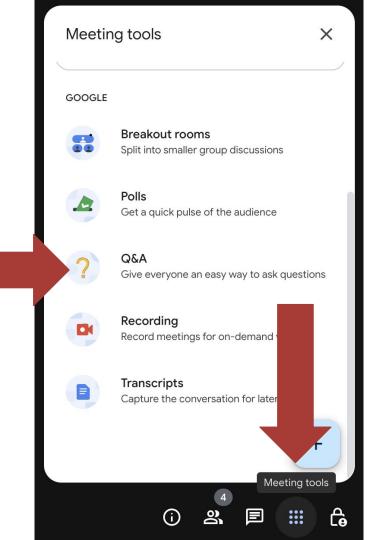






Q+A

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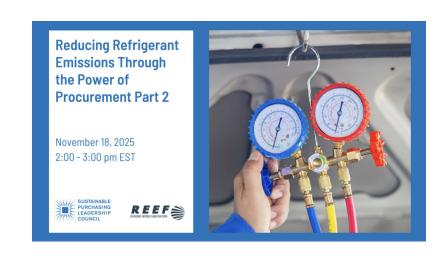
Recommended Next Steps for...YOU!

- Download the toolkit here:
 https://www.sustainablepurchasing.
 org/refrigerants-pcc
- RSVP to Part 2 Early Adopters https://luma.com/9htgb2oc

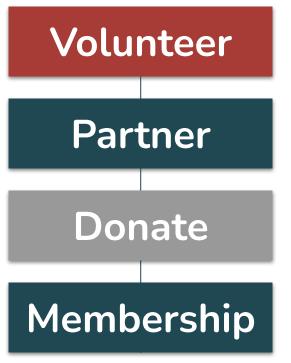
Email us at

info@sustainablepurchasing.org to:

- Receive technical support
- Provide feedback
- Indicate your interest in joining a "Users Group" for deeper collaboration



REEF - Get Involved



Offer your time and expertise to support REEF initiatives.

Collaborate with us to amplify REEF's impact.

Contribute to drive significant changes in the industry.

Access valuable resources and a network of industry leaders.

contact@reefclimate.org

