# Hydrofluorocarbons (HFCs) and Other Fluorinated Greenhouse Gases Proposed WAC Revisions

August 2023

The Washington State Department of Ecology (Ecology) has proposed regulatory amendments to their current HFC regulations. Ecology points to legislation enacted in 2021 (E2SHB 1050) amending the Hydrofluorocarbons — Emissions Reduction law (Chapter 70A.60 RCW) as the driver for the regulatory amendments.

The proposed amendments would make the following changes to Chapter 173-443 WAC, the Hydrofluorocarbons (HFCs) rule.

### **Prohibitions**

Additions to prohibited substances for new products and equipment:

- Adding centrifugal and positive displacement chillers used for heating or for heating and cooling
  to existing prohibitions on the use of certain refrigerants, effective January 1, 2025. (Note that
  the prohibitions on centrifugal chillers and positive displacement chillers for cooling were
  already in regulation, but those prohibitions were (and still are) scheduled to become effective
  January 1, 2024.)
- Adding prohibitions relating to automatic commercial ice machines remote condensing units and stand-alone units (new and retrofit), effective January 1, 2025.

Additions to prohibited substances for new refrigeration equipment:

 Adding prohibitions on refrigerants with a Global Warming Potential (GWP) of 150 or more in new refrigeration equipment with a charge capacity of over 50 pounds for the following: retail food refrigeration including chillers; cold storage warehouses; and industrial process refrigeration excluding chillers. Effective January 1, 2025. (Storages are classified as cold storage warehouses. Our commercial potato/onion storages have >50lb refrigerant charge. For prospective each of your potato condensers has ~600lbs of refrigerant. Attached is a table for reference:

Compressor Horsepower	~Lbs. Refrigerant
30	200
40	250
50	300
60	300
70	350
80	350
90	400

This would effectively require all new systems post 1/1/25 to utilize refrigerant with a GWP<150. Currently the only commercially available refrigerants that meet this requirement are ammonia and CO2. Last week our engineers had a meeting with manufacturers that are actively working to bring additional refrigerants to market in the US that will meet the proposed new regulations. The new options are available in Europe; however, they are not currently

allowed in the US. They are R-454c, R-455a, and R-471a. The manufacturers do not currently have a date that they will be available. Attached is a table for reference:

Refrigerant Type	GWP	Classification
Ammonia	0	B2L
CO2	1	A1
R-545c	146	A2L
R-455a	146	A2L
R-471a	148	A1

Ammonia is a toxic refrigerant that comes with additional safety regulations. CO2 operates at a much higher pressure than our current refrigerants requiring a much thicker walled system. The initial cost of both these systems will be significantly higher than the current systems.

R-454c, R-455a, and R-471a are the best fit for our potato/onion storage applications. As discussed, they are not currently commercially available. Additionally, they are listed as mid-level flammable. When evaluating the refrigerants performance, we are estimating ~10%-15% reduction in capacity when comparing to existing refrigerants. This will translate to larger systems and additional energy consumption to achieve desired refrigeration capacities.

- Adding prohibitions on refrigerants with a GWP of 750 or more for new air conditioning equipment for:
  - o Room air conditioners and residential dehumidifiers, effective January 1, 2024;
  - Other types of air conditioning equipment used in residential and nonresidential applications, effective January 1, 2028; and
- Adding prohibitions on refrigerants with a GWP of 750 or more in new refrigeration equipment with a charge capacity of over 50 pounds for chillers used for industrial process refrigeration, effective January 1, 2025.
- Adding prohibitions on refrigerants with a GWP of 150 or more for new refrigeration equipment
  with a charge capacity of over 50 pounds for new ice rinks and refrigerants with a GWP of 750 or
  more for new refrigeration equipment with a charge capacity of more than 50 pounds for
  existing ice rinks, effective January 1, 2024.

Additions to prohibited substances for new air conditioning equipment

Variable refrigerant flow (VRF) or volume system, January 1, 2026.

Additions to prohibited substances for small containers of refrigerant and nonessential consumer products:

 Adding prohibitions on substitutes with a GWP of 150 or more for small containers of refrigerant and nonessential consumer products, effective July 25, 2021. (Note: This is a new prohibition with an effective date in the past.)

#### **Exemptions**

Provides specific exemptions for new stationary refrigeration equipment for the following:

Retail food refrigeration, including chillers;

- Cold storage warehouses; This exemption specifically applies to systems with <50Lbs of refrigerant. This exemption won't apply to our application.
- Industrial process refrigeration, excluding chillers; and
- Chillers used for industrial process refrigeration.

Provides specific exemptions for new stationary air conditioning equipment for the following:

- Room air conditioners and residential dehumidifiers;
- Variable refrigerant flow or volume system; and
- Other types of air conditioning equipment used in residential and nonresidential applications.

#### **Variances**

Ecology may issue a variance for prohibited substances for new refrigeration equipment and new air conditioning equipment according to the following criteria if an applicant can meet specific criteria under the following: impossibility; force majeure; or economic hardship.

## **Labeling and Disclosure**

Provides amendments and additions to labeling and disclosure requirements relating to prohibited substances, effective January 10, 2021, or one year from the effective date of the applicable prohibition, whichever is later. (Note: This is an amendment with an effective date in the past.)

# **Refrigerant Management Program**

Establishes a Refrigerant Management Program (RMP) with specific registration requirements applying to:

- Any owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 50 pounds of a high-GWP refrigerant<sup>1</sup>; This will apply to the owner of each potato/onion storage.
- Any person who installs, repairs, maintains, services, or disposes of refrigeration or air conditioning equipment; This will apply to IVI as the service provider.
- Any person who wholesales, distributes, or reclaims any amount of high-GWP refrigerants in Washington.

<sup>&</sup>lt;sup>1</sup> "High-GWP refrigerant" is defined as "a compound used as a heat transfer fluid or gas that is: (a) A chlorofluorocarbon, hydrochlorofluorocarbon, hydrofluorocarbon, perfluorocarbon, or any compound or blend of compounds with a GWP value equal to or greater than 150; or (b) A regulated refrigerant as defined in this section" (WAC 173-443-030: Definitions and Acronyms). Note that no definition of "regulated refrigerant" is included in that section or in the chapter.

#### Fees

Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 1,500 pounds of a high-GWP refrigerant must pay an initial implementation fee of \$150. Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 200 pounds of a high-GWP refrigerant must pay an annual implementation fee of \$170. We interpret this to mean there will be an annual fee for each system of \$170.00/Y beginning 1/1/27. As we interpret a system would be (1) condenser. Typically, each storage has two condensers for a total storage fee of \$340.00/Y. (for systems with a full charge of 200 to 1,499 pounds, beginning January 1, 2026) or \$370 (for systems with a full charge of 1,500 or more pounds, beginning January 1, 2024). Those annual fees will be set in accordance with new regulations, WAC 173-455-160, beginning January 1, 2025, for systems with a full charge of 1,500 or more pounds, and beginning January 1, 2027, for systems with a full charge of 200 to 1,499 pounds.

# Leak Detection, Monitoring, Notification, and Repair

Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge capacity greater than or equal to 1,500 pounds of a high-GWP refrigerant, that is <u>intended to operate year-round</u>, must comply with new leak detection and monitoring requirements, as follows: Our storage systems should be exempt from this classification do to the seasonal operation of the systems. This would however apply to packing and processing facilities.

- By January 1, 2024, conduct a leak inspection of the full system:
  - Each month using a calibrated refrigerant leak detection device, or bubble test, unless an automatic leak detection system that meets specific requirements is installed and functioning correctly on the system;
  - At the time of verification test or follow-up verification test following a leak repair;
  - Each time refrigerant is added to the system in an amount equal to or greater than five pounds, or one percent of the full charge, whichever is greater; and
  - Each time oil residue is observed on any refrigerant circuit component indicating a refrigerant leak.
- By January 1, 2025, install an automatic leak detection system that meets specific requirements
  if: the refrigerant circuit is located entirely within an enclosed building or structure; or the
  compressor, evaporator, condenser, or any other component of the refrigeration system is
  located inside an enclosed building or structure.

Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge capacity greater than or equal to 200 pounds but less than 1,500 pounds, that is intended to operate year-round, must comply with new leak inspection requirements, as follows:

- By January 1, 2024, conduct a leak inspection of the full system:
  - At least once every three months using a calibrated refrigerant leak detection device, or bubble test, unless an automatic leak detection system that meets specific requirements is installed and functioning correctly on the system;
  - At the time of verification test or follow-up verification test following a leak re-pair;
  - Each time refrigerant is added to the system in an amount equal to or greater than five pounds, or one percent of the full charge, whichever is greater; and
  - Each time oil residue is observed on any refrigerant circuit component indicating a refrigerant leak.

Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge capacity greater than or equal to 50 pounds but less than 200 pounds, that is intended to operate year-round, must comply with new leak inspection requirements, as follows:

- By January 1, 2024, conduct a leak inspection of the full system:
  - At least once each year using a calibrated refrigerant leak detection device, or bubble test, unless an automatic leak detection system that meets specific requirements is installed and functioning correctly on the system;
  - At the time of verification test or follow-up verification test following a leak repair;
  - Each time refrigerant is added to the system in an amount equal to or greater than five pounds, or one percent of the full charge, whichever is greater; and
  - Each time oil residue is observed on any refrigerant circuit component indicating a refrigerant leak.

Each owner or operator of a facility that has a refrigeration or air conditioning system that is **not** intended to operate year-round must conduct a leak inspection of the full system within 30 days after starting each operation of the system, and once every three months thereafter until the system is shut down. The leak inspections must be conducted using a calibrated refrigerant detection device or bubble test. This will apply to our existing potato/onion systems and will require a complete leak inspection be performed at season start-up and again every 90 days the system is being operated beginning 1/1/24. I would estimate ~2hrs labor per condenser.

The proposal establishes specific leak rate thresholds, notification requirements, and leak repair requirements for the owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 50 pounds of a high-GWP refrigerant.

The owner or operator of a facility that has a refrigeration or air conditioning system may apply to Ecology for an exemption from the leak repair requirements if the applicant can meet specific criteria under the following: impossibility; force majeure; or economic hardship.

#### **Annual Report**

Each owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 200 pounds of a high-GWP refrigerant must submit an annual facility refrigeration or air conditioning report (annual report) to Ecology each year. This will apply to our existing systems and will require a report to be filed with the DOE for each condensing unit.

## Recordkeeping

Beginning January 1, 2024, the owner or operator of a facility that has a refrigeration or air conditioning system with a full charge greater than or equal to 50 pounds of a high-GWP refrigerant must maintain specified records for a minimum of five years. This will apply to the storage owner.

Installation, Maintenance, Service, Repair, and Disposal

Any person performing an installation, maintenance, service, repair, or disposal of a refrigeration or air conditioning system with a full charge greater than or equal to 50 pounds of a high-GWP refrigerant must comply with specified conditions. This will apply to the service provider.

Wholesaling, Distributing, and Reclaiming

Refrigerant wholesalers, distributors, and reclaimers are subject to newly established reporting and recordkeeping requirements.