### Recycling Economic Information (REI) Methodology Report

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# Recycling Economic Information (REI) 2020 Report

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#### Outline



Background



Updates



**REI Methodology** 



Summary of 2020 Report

# Recycling Economic Information (REI): Background

- First REI report: 2001
  - Followed by 2016 and now 2020
- Source data: U.S. Census Statistics of U.S. Businesses (SUSB)
  - Detailed input-output tables released every five years based on Economic Census
- Uses a Waste Input-Output (WIO) model that distinguishes recycling/recyclable material flows within economic sectors
- Overview of recycling's contribution, both direct and indirect, to the economy
  - Measures the economic impacts of recycling, including estimates for jobs, wages, and tax revenues

# Recycling Economic Information (REI): Updates

- First REI report: 2001
  - Followed by 2016 and now 2020
- Source data: U.S. Census Statistics of U.S. Businesses (SUSB)
  - Detailed input-output tables released every five years based on Economic Census
  - Now reflect 2012 data vs. 2007
- Uses a Waste Input-Output (WIO) model that distinguishes recycling/recyclable material flows within economic sectors
- Overview of recycling's contribution, both direct and indirect, to the economy
  - Measures the economic impacts of recycling for 2012, including estimates for jobs, wages and tax revenue

## **REI Methodology**



- Waste Input-Output (WIO) Table:
  - Augments national input-output table by the Bureau of Economic Analysis (BEA) statistics distinguishing:
    - Flows of recyclables
    - Flows of recycled products/materials
    - Recycling industries
  - Uses nine major material categories:
    - Ferrous metals, Aluminum, Paper, Glass, Plastics, Rubber, Electronics, Construction & Demolition and Organics

#### **REI Methodology (cont.)**

#### Direct vs. Indirect Activities

**Direct activities** are those associated with the transformation of recyclable materials into marketable products

• Example: the transformation of aluminum scrap into semifabricated products (ingots) in a secondary smelter

**Indirect activities** are those associated with recycling that are included in the value chain of direct processes

• Example: the collection, sorting, and transportation of aluminum scrap to the smelter

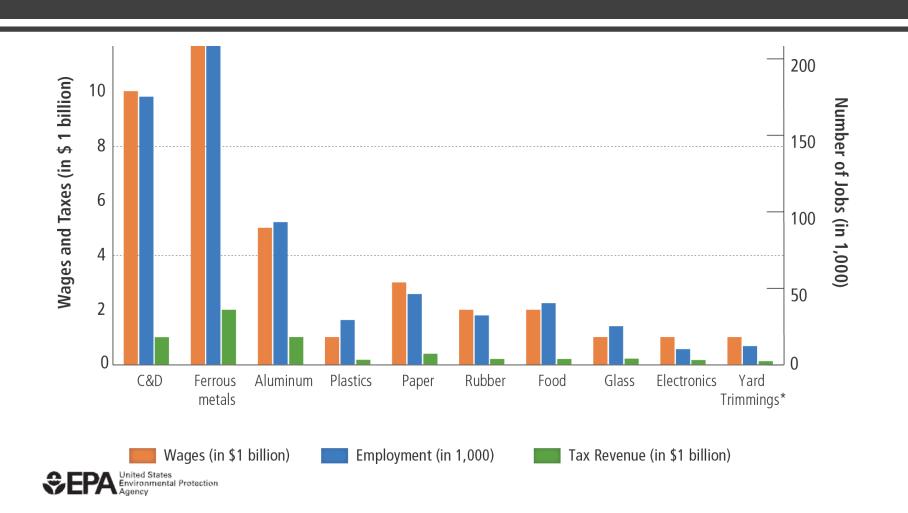


#### 2020 REI Summary

- Recycling accounts for:
  - 681,000 jobs
    - 1.17 jobs per 1,000 tons
  - \$37.8 billion in wages
  - \$5.5 billion in tax revenues
- Most significant contributors to the national economy:
  - Metals (ferrous and non-ferrous)
  - Construction and demolition (C&D)
- Detailed benchmark IO statistics are updated roughly every five years



# 2020 REI Summary



### Recap:

# Why is REI Important?

- Assesses recycling's effects on the overall economy
- Provides non-partisan and impartial information
- Engages local and state stakeholders
  - "State REI reports" modeled after EPA's
- Identifies investment opportunities



### **Questions?**

For more information:

#### **REI:**

https://www.epa.gov/smm/recycling-economic-information-rei-report

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