

SUPPLEMENT TO THE  
FINAL ENVIRONMENTAL IMPACT STATEMENT  
RULE MAKING  
ON POLYCHLORINATED BIPHENYLS

Food and Drug Administration  
Department of Health, Education, and Welfare

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## CONTENTS

| <u>Title</u>                                                                                                                    | <u>Page</u> |
|---------------------------------------------------------------------------------------------------------------------------------|-------------|
| I. Introduction                                                                                                                 | 1           |
| II. Summary of the Problem of PCB's as Food<br>Contaminants; Rule Making on PCB's and<br>Related Environmental Issues . . . . . | 3           |
| III. Basis for Establishing the PCB Temporary<br>Tolerances . . . . .                                                           | 6           |
| IV. Alternatives to the PCB Temporary<br>Tolerances . . . . .                                                                   | 13          |
| V. Environmental Impact of the PCB<br>Rule Making . . . . .                                                                     | 21          |
| Appendix: Comments Received on Draft<br>Environmental Impact Statement                                                          |             |

## I. INTRODUCTION

The Commissioner of Food and Drugs published in the FEDERAL REGISTER of March 18, 1972 (37 F.R. 5705) a notice of proposed rule making to limit human exposure to polychlorinated biphenyls (PCB's) from dietary sources. Since it was interpreted that implementation of certain provisions of the proposed rule making may significantly affect the quality of the human environment, the Food and Drug Administration (FDA) prepared, in accordance with the National Environmental Policy Act of 1969, an environmental impact statement on the proposed rule making. Accordingly, FDA issued a Draft Environmental Impact Statement on the proposed rule making on May 11, 1972, and a Final Environmental Impact Statement on December 18, 1972. These statements addressed the following aspects of the PCB rule making: Background; description of rule making; environmental impact of rule making; alternatives to rule making; cumulative, long-term effects; and interagency review of rule making. In addition, the Final Statement included a summary of proposed rule making and evaluation of the comments received on the Draft Statement and notice of proposed rule making.

Subsequent to the issuance of the Final Statement, the Council on Environmental Quality advised FDA that the comments received on the Draft Statement should be appended to the

Final Statement. The Council on Environmental Quality also suggested that certain issues FDA intended to address in the final order of the PCB rule making are also appropriate considerations under the National Environmental Policy Act and as such should also be included in the Final Statement. Therefore, FDA has prepared this Supplement to the Final Environmental Impact Statement, which provides additional information relative to the PCB rule making. The Council on Environmental Quality further advised FDA that the provision in its guidelines promulgated under the National Environmental Policy Act, which requires that a final environmental impact statement be issued at least 30 days prior to the time the action it governs is taken, need not apply to this Supplement.

Therefore, pursuant to provisions of the National Environmental Policy Act of 1969 (sec. 102(2)(c), 83 Stat. 853; 42 U.S.C. 4332(2)(c)), and under authority delegated to him (21 CFR 2.120), the Commissioner of Food and Drugs issues this Supplement to the Final Environmental Impact Statement - Rule Making on Polychlorinated Biphenyls.

II. SUMMARY OF THE PROBLEM OF PCB'S AS FOOD CONTAMINANTS;  
RULE MAKING ON PCB'S AND RELATED ENVIRONMENTAL ISSUES

Polychlorinated biphenyls (PCB's) represent a class of toxic industrial chemicals, which are highly stable, heat resistant, and nonflammable. The industrial applications of PCB's include, or did include in the past, use as electrical transformer and capacitor fluids, heat transfer fluids, hydraulic fluids and plasticizers; and use in formulations of lubricants, plasticizers, coatings, and inks. PCB's have been shown to occur as chemical contaminants in foods from the following sources:

A. Because of their unique chemical and physical properties and their widespread, uncontrolled industrial uses, PCB's have become a persistent and ubiquitous contaminant in the environment, resulting in the contamination of certain foods.

B. A number of incidents have occurred in which PCB's have directly contaminated animal feed as a result of industrial accidents i.e., leakage or spillage of PCB's from plant equipment.

C. PCB contaminated paper food-packaging materials made from recycled paper containing waste carbonless copy paper, in which 3-5 percent PCB's are used to encapsulate ink, has led to the contamination of foods as a result of migration of

PCB's from the packaging to the food contained in the package. The use of recycled paper is not, however, the only source of PCB's in paper food-packaging materials. Some paper made from virgin pulp has been shown to contain PCB's. The contamination probably occurred during processing.

The presence of PCB's in food and the sources by which PCB's may contaminate foods represent a potential hazard to public health. For this reason, FDA published a notice of proposed rule making in the FEDERAL REGISTER of March 18, 1972 (37 F.R. 5705) to limit human exposure to PCB's from dietary sources by dealing with known sources and causes of PCB contamination of food. The proposed rule making included the following provisions:

A. Restrictions on the industrial uses of PCB's in establishments manufacturing, handling, or storing animal feeds, food, or food-packaging materials, in order to preclude the direct, accidental PCB contamination of these articles.

B. Amendment of food additive regulation § 121.2546 to allow for food-packaging use of pulp from reclaimed fibers containing unavoidable poisonous or deleterious substances, providing these substances do not migrate to the food.

C. Establishment of temporary tolerances limiting the level of PCB's in animal feed, certain foods, and paper food-packaging materials as a result of unavoidable, environmental contamination.

On May 11, 1972, FDA made available its Draft Environmental Impact Statement which addressed the impact the proposed rule making on PCB's may have on the quality of the human environment. This impact included:

- A. Potential adverse effects on the environment from improper disposal of PCB's as a result of requiring removal of PCB's from the FDA-regulated industry.
- B. Potential adverse effects on recycled paper activities as a result of implementing the tolerance for paper food-packaging materials.
- C. Beneficial effects on human health as a result of controlling the contamination of food with PCB's.

A 60-day period was provided for interested parties to comment on the Draft Environmental Impact Statement.

Comments on the Draft Statement were received from the U.S. Department of Agriculture, the Environmental Protection Agency, the U.S. Department of Commerce, and the American Paper Institute. Copies of these comments are included in the appendix to this Supplement. The Final Statement included FDA's evaluation of these comments. Further

discussion with respect to these comments, as well as other information on the PCB rule making, is provided in this Supplement.

### III. BASIS FOR ESTABLISHING THE PCB TEMPORARY TOLERANCES

Section 406 of the Federal Food, Drug, and Cosmetic Act is the authority for establishing the temporary tolerances for PCB's in animal feeds, certain foods, and paper food-packaging materials. It states that where the addition of a poisonous or deleterious substance to food cannot be avoided the Secretary shall promulgate regulations "limiting the quantity therein or thereon to such extent as he finds necessary for the protection of public health," and also specifically states that the Secretary shall take into account the extent to which use of the substance "cannot be avoided." This same authority is also applicable to food-packaging materials. The fact that the tolerances for PCB's are termed "temporary" is recognition that in the future there should be less PCB contamination which "cannot be avoided," and the Commissioner is authorized to reduce the tolerance levels accordingly.

The temporary tolerances for PCB's are based on both an analysis of available data on the toxicological effects of PCB's and an analysis of reported levels of PCB's in the food supply.

A. Toxicological Effects of PCB's.

The toxicity of PCB's has been under study for the past several years. The Food and Drug Administration's evaluation of the significance of PCB's on human health and the development of allowable dietary intakes of PCB's was based on an analysis of both animal and human toxicological data and is summarized as follows:

1. Animal Toxicological Data. Available data from long-term animal studies shows that the no-effect level in rats and dogs (for PCB's with 42, 54, and 60 percent chlorination) is 10 ppm. Employing a 100 to 1 safety factor, the "no-effect" level for man based on data derived from dogs would be 2.5 microgram (mcg) per kilogram (kg) body weight per day, or from rats, 3 mcg per kg body weight per day. Therefore, based on long-term animal studies, the allowable level of PCB ingestion in man would be approximately 0.175 milligrams (mg) per day for a 70-kg individual.

2. Human Toxicological Data. Human intoxication with Kanachlor 400, a PCB that is manufactured in Japan and that contains 48 percent chlorine was noted in 1968 when a heat exchanger leaked fluid into rice oil and was consumed by Japanese families. About 1,000 people were eventually affected. Typical clinical findings included chloracne and increased pigmentation, visual impairment due to hypersecretion of the Meibomian glands, and systemic gastrointestinal symptoms that included abdominal pain and disturbances in liver function. A few babies were born with decreased birth weights and with skin discoloration which slowly regressed as the children grew in size. However, the growth rate of males appeared to be somewhat slower than normal. Adult patients had protracted clinical disease with very slow regression of symptoms and signs, suggesting slow metabolism and excretion of this PCB in humans, probably involving a long biological half-life. Exposure levels to the oil were calculated to approximate, on the average, 15,000 mg per day. The oil itself was reportedly contaminated at a level of about 2,000 ppm. This level was derived from the known organic chlorine content of Kanachlor 400. The average

total dose of PCB's causing an affect in the Japanese was reported to be 2,000 mg. The human data <sup>2/</sup> established that the lowest level of PCB that produced an affect in man (using a 50-kg man) was 500 mg consumed over a period of 50 days at a rate of approximately 200 mcg per kg body weight per day. The affect level was based on overt symptoms rather than sensitive biochemical tests that might have demonstrated some effects at even lower levels. Employing a safety factor of 10 to 1 to go from an effect level in man to a permissible no-effect level in man, allows for an ingestion of 20 mcg per kg body weight per day, or 1.4 mg per day for a 70-kg man, based on a total period of exposure of 50 days (equivalent to the Japanese incident). Since PCB's probably have a long biological half-life in man, an alternative toxicological analysis of the human data may be based on the assumption that ingested PCB's would continue to accumulate in tissues for a long period of time. Since 2,000 mg was reported to be the average total dose causing an effect in the Japanese, it is possible that 200 mg total dosage PCB's (applying a safety factor of 10 to 1 as above) may be tolerated over a much more protracted period of time without overt adverse affect if daily exposure is held to minimal levels. It

<sup>2/</sup> Kanatsuna, et. al., Fukuoka Acta. Med. 23:117 (1971)

would take 22 months of daily ingestion of 300 mcg of PCB's to arrive at a total ingestion of 200 mg. This would permit ingestion of 4 mcg per kg body weight per day in a 70-kg man. Since the lowest total dose producing an effect in man in the Japanese incident was 500 mg, a similar analysis leads to an allowable protracted ingestion of 1 mcg per kg body weight per day as derived from a 70-kg man.

B. Dietary Sources of PCB's.

The results of FDA total diet studies for fiscal years 1970-72 show an intake of approximately 0.06 mcg per kg body weight per day (or 4.2 mcg per day for a 70-kg man). Because of the degree of sensitivity of the analytical methods used, PCB's may be present at levels too low to be detected. If lower levels could be quantitatively measured, the dietary intake of PCB's from the total diet studies would probably show an increase. It should be recognized, however, that in rare instances some people could have more systematic exposures to PCB's in foods than those expected by eating a moderately well balanced diet such as represented by the total diet samples. Hence, the need for minimizing potential human exposures. The total diet studies indicate that PCB's most frequently occur in the food composite consisting of meat, fish, and poultry (experience has shown that most of

the PCB residues in this composite are in fish and, to a lesser extent, poultry) and in the food composite consisting of grain and cereal products (experience has shown most of the PCB residues in this composite are derived from paper-packaging materials). FDA's food surveillance activities have shown that PCB's also may occur in dairy products, eggs, and packaged foods, in addition to packaged cereal products.

C. Temporary Tolerances for PCB's.

Using the human toxicological data described above, FDA concludes that for the short term, based on the lowest total dose producing an effect and estimated biological half-life of PCB's, current levels of PCB's in the diet represent no immediate hazard. This is also true for the average total dose causing an effect in the Japanese for long-term exposure. However, based on the most sensitive "Japanese patient" (i.e., lowest total dose producing an effect), the possibility of potential long-term hazards necessitates reduction of the levels of PCB's in food as soon as possible. In the interim, temporary tolerances are necessary to limit human exposure to those foods that may contain PCB's resulting from environmental contamination, which as a practical matter are presently unavoidable. Those foods for which temporary tolerances are being established include milk and dairy products, poultry, eggs, and fish. In addition, other information necessitates extending the temporary tolerances to other items, as described below:

1. Infants and young children consume a greater amount of food per kilogram body weight and thereby have a proportionately greater exposure than do adults. A separate temporary tolerance for PCB's in infant and junior food, therefore, reflects the possibility that undesirable exposures could result if combinations of certain PCB-contaminated foods comprise a major portion of this age group's diet.

2. PCB's in paper food-packaging materials represent a source of human exposure to PCB's in the diet. The FDA survey of the PCB food-packaging material problem showed that 67 percent of the packaging portions of the samples examined contained PCB's. The highest level was 338 ppm. Analysis also showed that 19 percent of the food portions of the samples contained PCB residues and that there was an average PCB concentration in the food portions of 0.1 ppm. The maximum level of PCB's found in food was 5 ppm. Either limiting the PCB level of paper food-packaging material to 10 ppm or requiring the use of a functional barrier which is impermeable to PCB migration provides the necessary means for limiting this source of PCB contamination of food.

3. Since PCB's are transmitted to and concentrated in edible portions of food-producing animals which ingest PCB-contaminated feed, animal feeds represent another source of PCB's in the human diet. Therefore, temporary tolerances for PCB's in animal feeds and animal feed components are necessary to minimize the frequency and magnitude of PCB residues in foods of animal origin.

FDA concludes that the temporary tolerances being established will protect the public health, but cautions that these temporary tolerances are not to be construed as guidelines permitting the consumption of foods containing these amounts of PCB's on a regular and consistent basis. Further, the temporary tolerances will be lowered as experience indicates that lower levels can be attained.

#### IV. ALTERNATIVES TO THE PCB TEMPORARY TOLERANCES

The Final Environmental Impact Statement included a discussion of the alternative courses of action available to FDA for each provision of the rule making. The following is a discussion of other alternatives which were suggested by consumer groups and by industry in their comments to the FDA on the notice of proposed rule making.

A. Enforce Zero Tolerances for PCB's in Animal Feeds, Certain Foods, and Paper Food-Packaging Materials.

Animal feeds, certain foods, and paper food-packaging materials contain PCB's, which under present conditions of environmental contamination are unavoidable. Current toxicological information does not support the necessity of establishing zero tolerances for these items in order to protect public health, since human exposure to dietary sources of PCB's is usually sporadic, nonsystematic, and occasional. The "finite" temporary tolerances being established by FDA will provide the assurance that significant PCB levels are not contained in food and that human exposure to PCB's from dietary sources will be maintained at safe and minimum levels. Zero tolerances, therefore, are unwarranted and would unnecessarily deprive the consumer of a portion of his food supply and would disrupt the Nation's food distribution system, because certain quantities of fish, poultry, eggs, milk, and food-packaging material would be violative.

B. Impose No Tolerances for the PCB Contamination of Animal Feeds, Certain Foods, and Paper Food-Packaging Materials.

This alternative was explored by FDA and rejected for the following reasons:

1. No authorization has been granted under the Federal Food, Drug, and Cosmetic Act permitting PCB's as components of food or as substances otherwise affecting the characteristics of food. The fact is, however, that PCB's are components of foods as a result of unavoidable, environmental contamination. Analysis of current toxicological data demonstrates a potential hazard to human health if dietary exposures to PCB's are not controlled. Therefore, as poisonous or deleterious substances, PCB's in animal feeds, foods, and paper food-packaging materials render such articles adulterated under the Federal Food, Drug, and Cosmetic Act. Failure to initiate positive action, i.e., establish limits on the PCB content of these articles and remove from consumer channels those articles containing PCB's in excess of the established limits, would be contrary to the interests of public health and contrary to congressional mandate.

2. In the absence of tolerances for PCB's in foods, FDA has used "action level guidelines" for determining the level of PCB contamination at which regulatory action is to be initiated. During the past 3 years, FDA, the U.S. Department of Agriculture, and State and local agencies have used these action levels as the basis for removing PCB-contaminated foods from commercial channels. The PCB temporary tolerances now being established are

generally comparable to these action levels both in terms of the level at which regulatory action is taken and the reason for taking regulatory action, i.e., protection of public health. The major distinction is that the tolerances are issued as a proposed regulation upon which all interested parties are invited to comment. Once established as a regulation, tolerances provide guidance to all regulatory agencies and to industry in order to assure efficient and equitable enforcement and consumer protection.

C. Establish Tolerances for Packaged Foods Rather Than Paper Food-Packaging Materials.

This alternative, which the paper industry recommended, was considered by FDA and rejected for the following reasons:

1. Since the transfer of PCB's from packaging material to the food is dependent on time and conditions of exposure, tolerances based solely on the packaged food would not provide adequate protection to the consumer. A packaged food analyzed at the time of packaging may be entirely free of PCB's, but by the time it reaches the consumer and is finally consumed it may have accumulated considerable quantities of PCB's if the packaging material is contaminated. A tolerance system in which analytical findings are so dependent on many variables such as time of sampling would not be reasonable or adequate.

2. In order to achieve compliance with a tolerance for packaged food, the level of PCB's in the packaging has to be taken into account and limited in order to preclude the potential transfer to the food of quantities of PCB's that would cause the food to exceed its tolerance level. Since the level of PCB's in packaged food is related to the level of PCB's in its packaging, tolerances for both the food and its packaging would be necessary. This amounts to an obvious redundancy.

3. Establishing a tolerance for packaged food alone would be inconsistent with the intent and meaning of Section 406 of the Federal Food, Drug, and Cosmetic Act. The packaged food by itself does not contain unavoidable PCB residues; the principal source of the PCB contamination of packaged food is the paper food-packaging material, which contains the unavoidable contamination. Accordingly, the tolerance should deal with this material. Therefore, this source of food contamination should be limited so as to minimize the levels of PCB's that may migrate to the packaged food.

4. Failure to limit the level of PCB's in paper food-packaging materials would perpetuate the use of a known, avoidable source of PCB contamination of food.

D. Exempt Aroclor 1242 from the PCB Temporary Tolerance  
for Paper Food-Packaging Materials.

This alternative, which FDA investigated and rejected, was also recommended by the paper industry. The paper industry comments state that the establishment of the PCB tolerance for paper food-packaging materials is unwarranted for public health reasons, because available scientific evidence shows that Aroclor 1242 (the predominant PCB found in paper) is not persistent and cumulative, and thus will not present a chronic toxicity problem. Although data indicates that some components of Aroclor 1242 are metabolized in biological systems more rapidly than the other higher chlorinated Aroclors, there is no information available which describes the composition, toxicity, and fate of the metabolic products. The absence of Aroclor 1242 residues in human and certain animal tissue and in the environment is not a sound basis from which to argue that no hazard exists from the ingestion of Aroclor 1242. The possibility exists that Aroclor 1242 is converted to alteration products which may be more toxic than the original compounds, but which are not detectable by current analytical methods. Further, available data from chronic feeding studies with rats and dogs fail to substantiate claims that Aroclor 1242 does not represent a toxic substance or that it differs in toxicity

MDNS 043332

from other Aroclors. Therefore, the Commissioner concludes that the temporary tolerance will apply to the term "PCB" irrespective of which Aroclor is present as the contaminant.

E. Postpone the PCB Tolerance for Paper Food-Packaging Materials Until Certain Information is Developed.

Comments received from industry and related trade associations argued that the temporary tolerance for PCB's in food-packaging materials should be delayed or postponed until: (1) quality control test procedures and adequate analytical methods are developed to regulate production and insure compliance, and (2) migration rates are established to take into account barrier effects, type of food, and the ratio of package weight to food weight. FDA considered these comments and concluded that the establishment of the tolerance should not be postponed for the following reasons:

1. Although a trade association submitted data which it claimed indicates a lack of reliability in analyses of paper-board material, the data failed to show that uniform test methods were employed by the participating laboratories or that these tests were performed by laboratories with demonstrated capabilities in trace residue analysis. Further, an interlaboratory study that was conducted under the auspices of another trade association and that utilized FDA analytical

methodology supports the conclusion that current methodology is adequately sensitive and reproducible from laboratory to laboratory to insure compliance with the tolerance.

2. It is recognized that migration rates (actual level of PCB's in food resulting from the use of contaminated packaging material) are affected by factors such as barriers, type of food, the ratio of package weight to food weight, and exposure time and conditions. Since FDA's primary concern is not the fact that paper food-packaging materials contain PCB's, but the fact that PCB's can migrate to the food from the packaging, then the use of barriers which prevent migration is an acceptable alternative to limiting the PCB content of paper food-packaging material. For this reason, the proposed rule making has been revised in the final order in § 122.10(a)(9) by exempting paper food-packaging materials from compliance with the temporary tolerance if the paper food-packaging material is separated from the food by a functional barrier impermeable to PCB migration. Metal cans and glass bottles are obvious examples of what constitutes a functional barrier impermeable to PCB migration. Data from industry-sponsored studies have shown the materials such as polyvinylidene-coated paper and glassine can, to varying degrees, prevent or reduce PCB migration under test conditions which would favor migration.

FDA would not object to the use of flexible materials and other materials as barriers, provided there is no evidence of migration of PCB's to the food. At this time, however, there is insufficient information for FDA to list as part of the regulation those materials that are considered functional barriers. The other factors mentioned above which affect migration rates may also be important considerations and should be thoroughly studied. In the interim, the temporary tolerance for paper food-packaging materials and the exemption to this temporary tolerance are considered necessary to assure the consumer that packaged food is not being contaminated with PCB's to an avoidable degree.

F. Establish a Higher Tolerance for Paper Food-Packaging Materials.

The notice of proposed PCB rule making included the proposal to establish the temporary tolerance for PCB's in paper food-packaging materials at 5 ppm. In exploring alternative courses of action regarding this regulation, FDA reevaluated the 5 ppm tolerance level. Data from the FDA survey of PCB's in foods and food-packaging material showed that the food portion of the samples with 5-10 ppm PCB's in paper food-packaging material contained the same range of PCB levels (0.1-0.6 ppm) as the food portion of the samples with 0-5 ppm in paper food-packaging material. Samples with more than 10 ppm in the

packaging contained higher levels in the food, ranging up to 3.7 ppm. On the basis of this information, the FDA concluded that the final order of the PCB rule making should be changed to incorporate a revision in the temporary tolerance for PCB's in paper food-packaging materials from 5 ppm to 10 ppm. This revision in the tolerance was also stated in the Final Environmental Impact Statement on the PCB rule making.

#### V. ENVIRONMENTAL IMPACT OF THE PCB RULE MAKING

Since the PCB rule making will reduce human exposure to dietary sources of a toxic, chemical contaminant, FDA concluded in its Final Environmental Impact Statement that the rule making will have a beneficial effect on the quality of the human environment.

The Final Statement also included a discussion concerning potential adverse effects the rule making may have on the quality of the human environment. The following is additional information relative to this matter:

##### A. Environmental Impact of PCB Replacement or Substitutes.

During the development of the provisions of the rule making, consideration was given to the possible adverse effects on the environment of those chemicals which may be used as replacements or substitutes for those industrial uses of PCB's prohibited by

the rule making. FDA was and continues to be concerned that the regulation could have the effect of causing the use of chemicals which would pose a threat to the environment and to human health. For this reason, a requirement in the final order of the rule making will call attention to this potential problem in order to reduce the likelihood of introducing a new "PCB-type problem." This requirement is as follows:

"The toxicity and other characteristics of fluids selected as PCB replacements must be adequately determined so that the least potentially hazardous replacement is used. In making this determination with respect to a given fluid, consideration should be given to:

- (1) its toxicity; (2) the maximum quantity that could be spilled onto a given quantity of food before it would be noticed, taking into account the fluid's color and odor; (3) possible signaling devices in the equipment to indicate a loss of fluid, etc.; and (4) its environmental stability and tendency to survive and be concentrated through the food chain. The judgment as to whether a replacement fluid is sufficiently non-hazardous is to be made on an individual installation and operation basis."

Furthermore, the numerous PCB-associated "accidents" that have occurred in the past and the provisions of the rule making itself will serve as incentives to prevent future

problems from occurring. Industry should be more cognizant of the serious repercussions that can result from the indiscriminate use of toxic chemicals and from accidents of this type, such as adverse effects on human health and the environment, adverse publicity, criminal and civil penalties, and substantial financial losses. In addition to these considerations, there is information which indicates that less toxic, biodegradable PCB replacements have been developed and are being used for heat transfer systems and other industrial applications that have caused past environmental problems.

In conclusion, FDA can only speculate that some PCB replacements or substitutes may present future environmental problems. However, it is known with certainty that the continued use of PCB's by the regulated industries presents a definite hazard to man and his environment. Therefore, FDA's action to restrict the use of this contaminant in feed, food, and food-packaging material manufacturing establishments is clearly more beneficial to the quality of the human environment than allowing the continued use of PCB's.

B. Impact on Recycling Activities.

In commenting on the notice of proposed rule making, the paper industry and its trade associations have stated that the temporary tolerance for PCB's in paper food-packaging materials would be detrimental to the Nation's commitment to utilize recycling in solid waste disposal programs. This alleged

adverse environmental impact is based on the paper industry's contention that the tolerance would place severe economic hardships on recycling mills, as follows:

1. "Significant" quality control costs would be required to assure compliance with the tolerance; and
  2. Financial losses would be incurred when products which contain PCB's in amounts above the tolerance are rejected.
- The paper industry concludes that these increased costs in production would cause the closing of some recycling mills and thus result in the adverse environmental impact cited above.

This aspect of the rule making was addressed in the Final Environmental Impact Statement. FDA concluded that the revision in the tolerance level and allowing an exemption to the tolerance would reduce or eliminate the alleged adverse effects on recycling programs. First, increasing the tolerance for paper food-packaging materials from 5 ppm to 10 ppm is expected to result in only a low percentage of paper products being excluded from use for food-packaging purposes. This conclusion was based on industry survey data which showed that 20 percent or more of paperboard samples tested contained PCB levels in excess of 5 ppm, while about 7 percent exceeded the tolerance level of 10 ppm. Second, the exemption from the tolerance when a functional barrier is used will serve to further reduce the percentage of paperboard that would be unacceptable (i.e., containing PCB's in an amount above the tolerance level) for food-packaging use.

In addition, the Final Statement stated that recycled paper products are not being singled out as objects of this tolerance. Virgin paper products have been shown to contain PCB's and, for this reason, the entire paper industry will have to bear added costs of implementing quality control procedures. In this respect, recycling mills are not being placed at a competitive disadvantage. Furthermore, these added costs are fully warranted and justified because of the public health benefits that will be derived from regulating this source of food contamination.

As a possible means of reducing the incidence of food-packaging materials that exceed the tolerance level for PCB's, the Environmental Protection Agency stated in its comments on the Draft Environmental Impact Statement that consideration should be given to removing from existing inventories carbonless copy paper that contains PCB's. In the Final Statement, FDA responded to the EPA comment by stating that it lacks jurisdiction to implement this action. This continues to be the reason FDA does not consider this approach an effective and realistic alternative to the temporary tolerance for PCB's in paper food-packaging materials. However, FDA does recognize that it may be feasible to some degree to control the flow of PCB-containing carbonless copy paper into waste paper channels, and thus lessen any impact the PCB rule making may have on recycled

paper programs. In this regard, FDA has contacted the Environmental Protection Agency and requested its assistance in exploring possible procedures for implementing the Environmental Protection Agency's suggestion.

C. Economic Considerations.

The U.S. Department of Commerce, in its comments on the Draft Statement, stated that a cost/benefit analysis relative to the PCB rule making should be conducted. The Final Statement responded to this comment by stating that since a cost/benefit analysis is an economic consideration, it is not a proper subject of an environmental impact statement. The Counsel on Environmental Quality advised FDA that economic considerations should be addressed along with the environmental considerations under the National Environmental Policy Act. FDA is in agreement and retracts its previously stated position on this matter for the following reasons:

1. The position is contrary to the National Environmental Policy Act.
2. The position is not an accurate reflection of the considerations given by FDA to the economic impact of the PCB problem.

FDA recognized that because PCB's are widely used and important industrial chemicals and ubiquitous environmental contaminants, any action taken would have adverse economic consequences. FDA also recognized that because PCB's are toxic substances, not taking action with respect to the sources of PCB contamination of the food supply would have adverse consequences on human health. In the development of the PCB rule making, FDA fully considered consequences in terms of both the cost of compliance and the health benefits derived from minimizing human exposure to PCB's. The rule making reflects a balance between these consequences, i.e., the regulations are not more restrictive than is necessary to protect public health. This fact is exemplified in the proposed rule making, wherein it was stated: "Immediate elimination of all food packages containing PCB's would disrupt the Nation's food packaging and distribution system and is not warranted by the hazard to human health." The Draft and Final Environmental Impact Statements on the PCB rule making contained similar examples of FDA's considerations relative to the cost/benefit aspects of the rule making. In addition, this Supplement responds to industry comments that the rule making will cause a severe economic impact on the recycling industry.