



## Socio-economic analysis in REACH — from a NGO perspective

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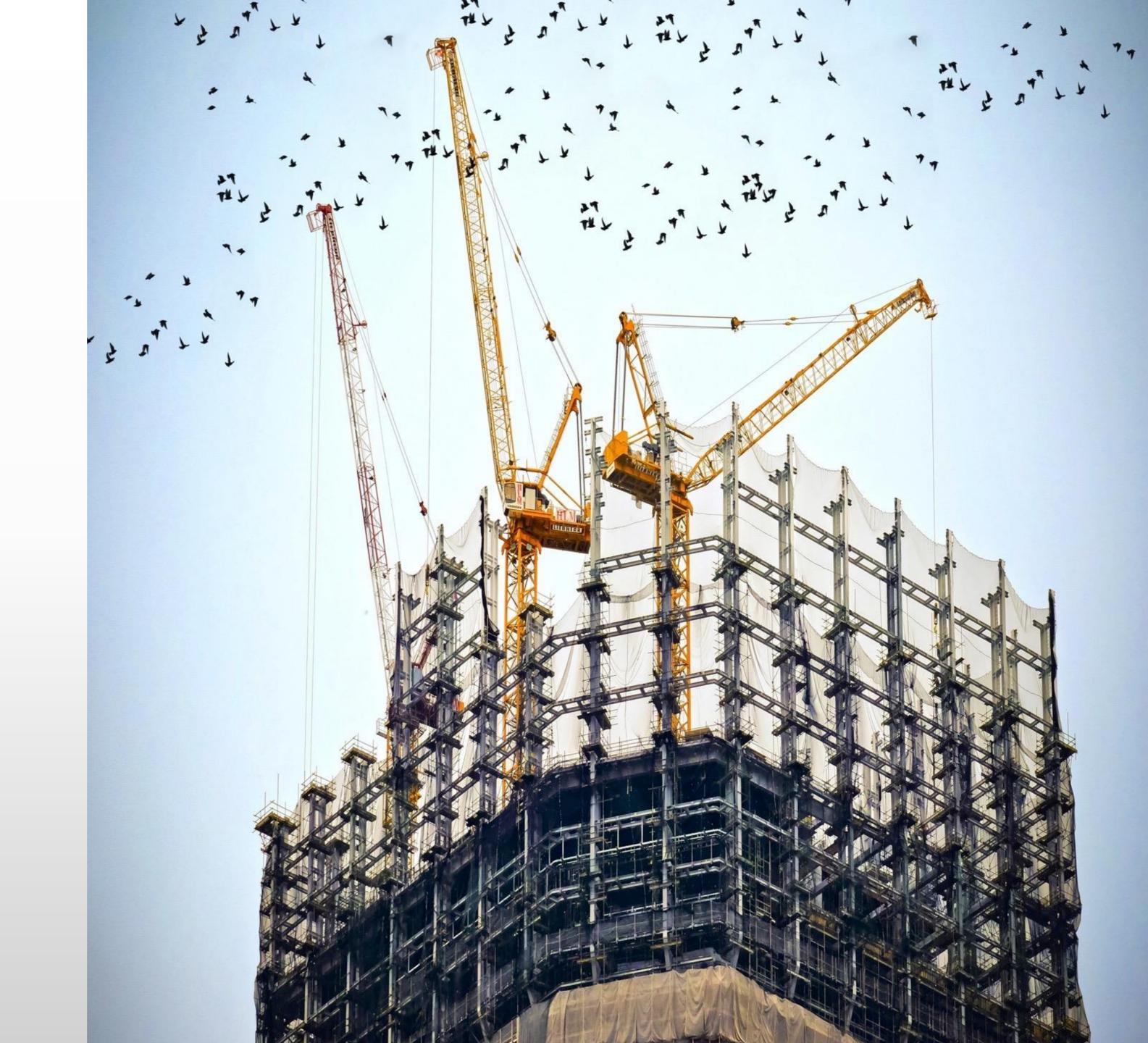






#### SEA in REACH

- Relative importance of SEA vs the Analysis of Alternatives
- Flexible perspective of Technical and Economic Feasibility
- Include a wider perspective on costs and benefits in the socioeconomic analysis
- Do not disfavour users and producers of alternatives



### REACH § 55 Aim of authorisation and considerations for substitution

The aim of this Title is to ensure the good functioning of the internal market while assuring that the risks from substances of very high concern are properly controlled and that these substances are progressively replaced by suitable alternative substances or technologies where these are economically and technically viable. To this end all manufacturers, importers and downstream users applying for authorisations shall analyse the availability of alternatives and consider their risks, and the technical and economic feasibility of substitution.





#### Assessment of alternatives

- Assessment of alternatives is key for REACH to fulfill its aims
- Assessment of alternatives is a mandatory element in REACH (authorisation and restrictions)
- SEA are not mandatory [and have a residual role]



#### Missed opportunities

- Adaption to changes is underestimated in performance of products and to initial higher prices
- The concept of economic feasibility of alternatives is rigid, difficult to match and does not drive innovation
- Burden of proof is on the applicantnot on the the alternative providers



#### Too much emphasis on SEA

- Anyone providing a "good business case" should not be granted authorisation
- If a suitable substitute exists in the SEA route no authorisation can be given, regardless of how high the socio-economic benefits are (§ 60.4)
- Given this- SEA gets too much focus in the process



#### SEA's bias to present

- The future is not less important than the present
- Lack of adaptability
- Qualitative assessments missing
- Too big focus on costs, little on benefits
- Lack of precaution

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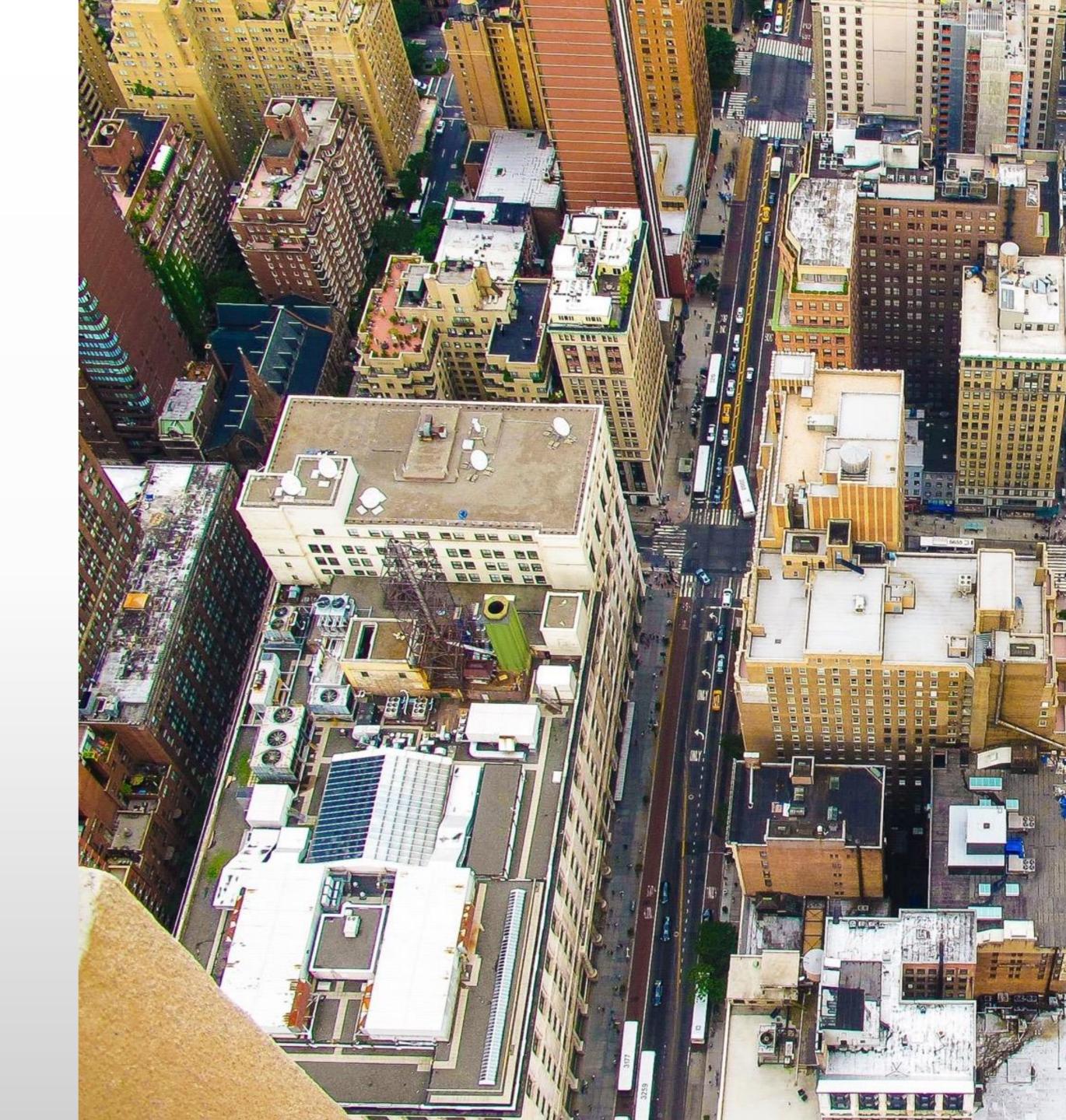
#### See the Bigger Picture

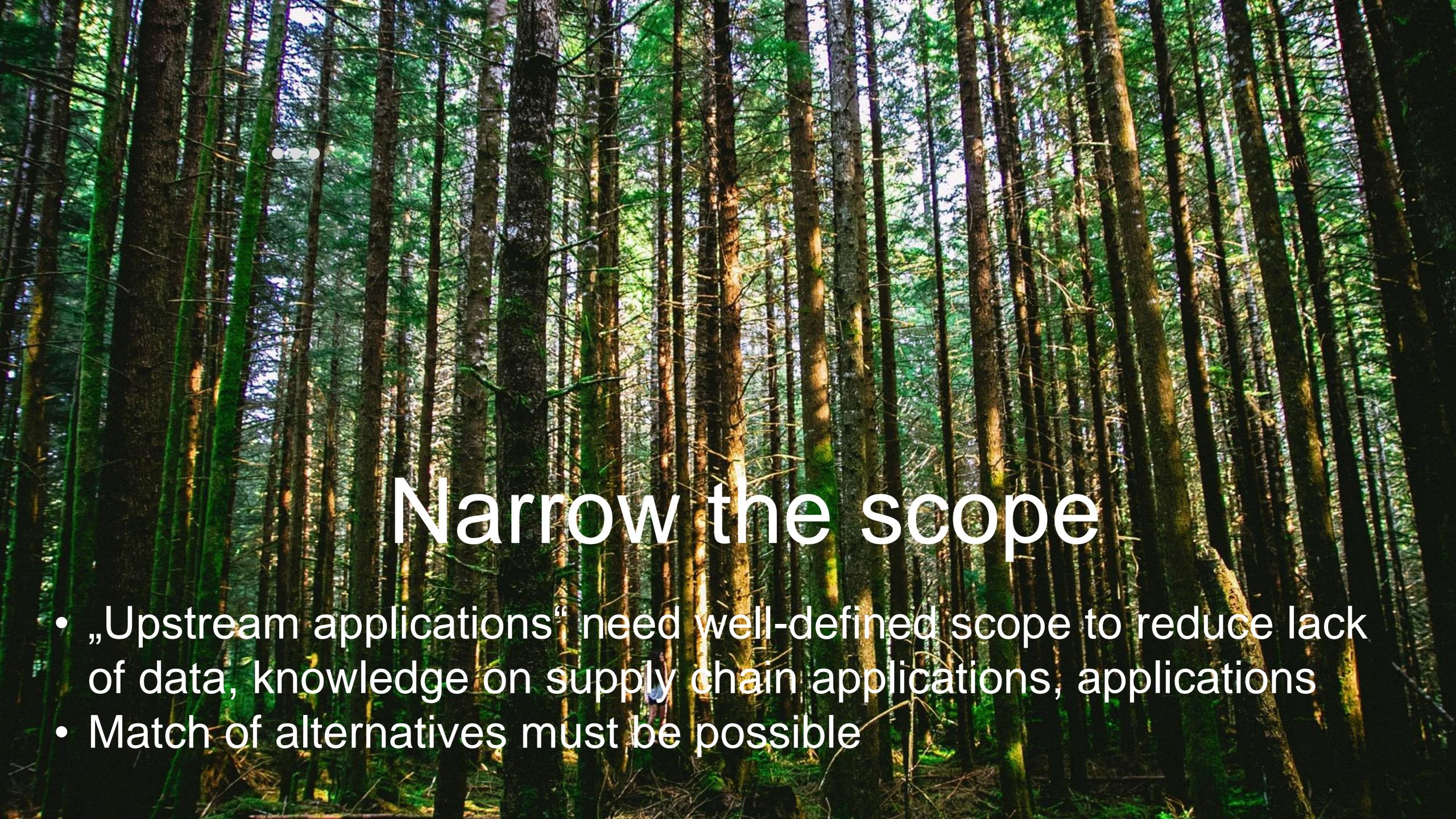
- Broadening the picture by inclusion of economical effects on
  - Alternative producers
  - Alternative users
- Examples:
  - Lead chromates in pigments
  - DEHP



#### Cap on costs for society

- "Benefits outweigh the risks" Which amount of costs has a society accept to bear?
- Anyone providing a "good business case" should not be granted authorisation
- If a suitable substitute exists in the SEA route no authorisation can be given, regardless of how high the socio-economic benefits are (§ 60.4)
- Example: Chromium Trioxide, CTAC





Positive Effects of Authorisation

Innovation potential

Safer and healthier materials and products

 Phasing-out of hazardous chemicals and their negative effects

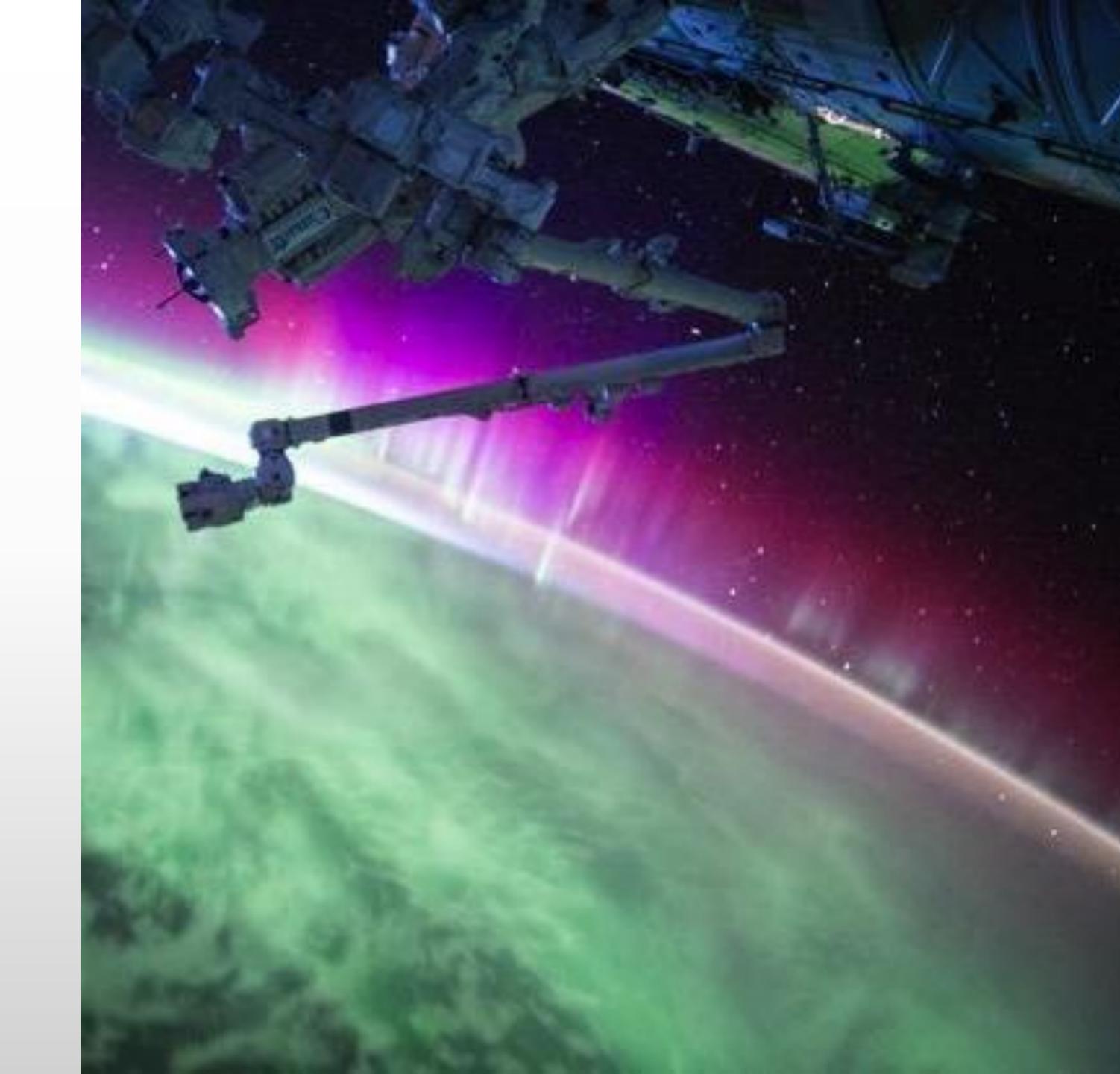
Transparency in supply chains and for end consumers



#### Summary

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- Flexible perspective of Technical and Economic Feasibility
- Assessment of alternatives
- Recognition of adaptability
- Future generations matter
- Broaden the picture of SEA
- Size of societal costs matt
- Well-defined scope allows a match with existing alternatives



# Thank you for listening

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