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THE PARLIAMENT OF THE COMMONWEALTH OF AUSTRALIA

SENATE

AGRICULTURAL AND VETERINARY CHEMICALS CODE AMENDMENT BILL 2010

REVISED EXPLANATORY MEMORANDUM

(Circulated by authority of the Minister for Agriculture, Fisheries and Forestry, the Hon. Tony Burke MP)

THIS MEMORANDUM TAKES ACCOUNT OF AMENDMENTS MADE BY THE HOUSE OF REPRESENTATIVES TO THE BILL AS INTRODUCED

AGRICULTURAL AND VETERINARY CHEMICALS CODE AMENDMENT BILL 2010

GENERAL OUTLINE

The Agricultural and Veterinary Chemicals Code Amendment Bill 2010 (the Bill) consists of five measures which will amend the Schedule to the *Agricultural and Veterinary Chemicals Code Act 1994* (the Agvet Code). The Bill seeks to improve the efficiency and effectiveness of the Australian Pesticides and Veterinary Medicines Authority (APVMA), without jeopardising human health or the environment.

The measures amend the Agvet Code to:

- allow applicants to follow a simplified application process to effectively notify the APVMA of a limited range of defined, low risk, minor variations to approvals or registrations instead of going through the existing technical assessment process;
- remove the requirement for applicants or interested persons affected by notices given by the APVMA to notify the APVMA in writing of the authorising of an approved person, if such an authorisation is made;
- limit and clarify the APVMA's role in assessing chemical product labels to considerations linked to the safe and effective use of the product, enabling applicants to make changes to labels that do not affect the safe and effective use of a product without the APVMA's approval;
- require that the APVMA consider trade issues when addressing the adequacy of product labels by extending the definition of 'adequate'; and
- effectively exempt the APVMA from the general prohibition on using confidential commercial information when registering a permit for minor use or emergency use.

Notification of minor product variations

These amendments provide for a simplified application process for low risk variations of the particulars of registered agvet products.

The kinds of variations for which the simpler application process would be permitted are those that do not change the risk assessment in relation to the efficacy or safety of the chemical product concerned. Examples of product changes that may be eligible for notification include: the substitution of acceptable alternative non-active constituents in a chemical product, for example dyes used for aesthetic purposes; the site of manufacture; or pack size.

Under a simplified application process for variations to agvet product particulars, the APVMA will develop a legislative instrument which outlines relevant particulars which would be able to be varied by an application to notify. Applicants would:

- · refer to this legislative instrument and any guidance provided by the APVMA
- determine for themselves whether the proposed change is eligible for notification (with support from the APVMA if required)
- submit an application for the notified variation to the APVMA; and
- proceed with varying the product.

The APVMA will review notification applications to ensure applicants have correctly applied the notification provisions and confirm that the variation would not have a negative effect on efficacy or safety. The APVMA will also undertake compliance monitoring and enforcement activities in relation to products varied through notification.

This measure is expected to improve the timeliness of low risk, minor changes to particulars of agvet chemicals and chemical label approvals and registrations while maintaining full assessment of all other changes. Implementation of this reform will improve the efficient and effective use of the APVMA's expert assessment resources and allow registrants to readily make minor changes to improve their products.

Limiting and clarifying the APVMA's label assessment role

These amendments seek to limit the APVMA's regulation of agvet chemical labels to matters related to 'adequate instructions' for the safe handling and safe and effective use of a product. This will allow APVMA assessors to focus on core activities, removing responsibility from the APVMA to approve aspects of labelling not related to adequate instructions and allow applicants greater flexibility to make changes to labels that are not related to adequate instructions.

The APVMA is currently obliged to assess all labelling elements, including the size, and type of a label. This is inappropriate and unnecessary – labels include other content that is unrelated to the APVMA's principal responsibility to review labels according to a risk assessment about the safe and effective handling and use of the product. The APVMA should not be required to cross-check label items that are of a commercial nature or are already under the authority of another regulator.

The applicant remains responsible for other label elements (including other statutory requirements) such as size, type, dangerous goods, warranty and contact information. The APVMA will not expect registrants to apply for approval of changes to labels where those changes do not detract from the particulars required to be displayed on the label.

Removing requirement to notify the authorisation of an approved person

This amendment provides for the removal of an existing unnecessary regulatory burden on both agvet industry stakeholders. Currently, applicants or interested persons affected by notices given by the APVMA are obliged to notify the APVMA in writing if they authorise a person to act or receive notices on their behalf and APVMA verifies that each person it corresponds with is an approved person. This obligation exists for applicants or persons affected by notices that do not reside in or are not incorporated in Australia.

The amendment means the APVMA would not to have to verify each person it corresponds with is an approved person. It does not remove the requirement for registrants to authorise an Australian approved person who is liable for the products of the overseas applicants.

Trade issues

The Bill also seeks to include trade issues as a consideration when deciding on the adequacy of product labels—which include instructions for proper use—by extending the definition of "adequate" to include trade aspects. The APVMA is currently required to consider trade when determining whether to grant or refuse an application, but not when approving a label.

Instructions on the product label ensure that proper use of the product will not adversely affect Australia's exports. However, over time issues may arise that require changes to the label to update the instructions. For example, trade concerns can arise where an importing country reduces its maximum residue limit or establishes a zero tolerance. If this happens the use of the product in accordance with the label will result in a residue violation in that country. This sort of trade concern can be addressed by an instruction on the label. Currently, to update the label instructions to address a trade-only issue, the APVMA must take regulatory action against the product registration. The APVMA lacks the power to directly take action against the source of the concern, namely the product label.

The Bill seeks to address this problem by enabling the APVMA to amend the label directly.

Confidential commercial information

The Bill provides for an exemption to the general prohibition on the disclosure of confidential commercial information (CCI) in relation to consideration of minor use or emergency use permits. Currently, all matters about a permit application, including the fact that an application has been made, are considered confidential commercial information. This means the APVMA cannot discuss the permit application with the product registrant, or any other person who might be able to provide relevant information, without first obtaining the permit applicant's consent.

This is administratively cumbersome and limits the APVMA's ability to engage openly with others seeking similar permits. In some cases several persons or organisations may make an application for a permit to use the same product. Under the current legislation, it is very difficult for the APVMA to streamline the application process.

The amendments will also enable the APVMA to contact the registrant, or consult with any person who is likely to have information (scientific data or otherwise) that would be relevant to the APVMA's assessment to decide whether to grant the permit. This would increase the efficiency of the APVMA's process for assessing and issuing permits.

Applications for minor use or emergency use permits do not ordinarily contain commercially valuable information. However, in the event that such information is included, the Bill foreshadows regulations which will specify the types of information that the APVMA needs to release in relation to undertaking its assessment of the application. Other information will remain confidential commercial information.

The regulations would mirror a subset of the disclosure requirements for product applications currently set out in regulations 8C, 8D and 8E of the *Agricultural and Veterinary Code Regulations* 1995.

The amendments would only apply to minor use or emergency use permits. Details of research permits—which are commonly used by chemical companies during product development—including the fact that they have been made, would rightfully remain protected, as this is commercially sensitive information.

The amendments do not require consequential amendments to other Acts.

FINANCIAL IMPACT STATEMENT

The amendments have been assessed as having no significant financial impact on the Australian Government and affected parties.

REGULATION IMPACT STATEMENT

1. Introduction

The Australian Pesticides and Veterinary Medicines Authority (APVMA) performs a vital role in protecting human health, the environment, workers, animals, crops and Australia's trade reputation from the potentially harmful effects of agricultural and veterinary (agvet) chemicals. The APVMA assesses, registers and reviews agvet chemicals - which are used in a wide range of situations, such as on farms, in gardens, for pets, and around households - to ensure their safety.

The APVMA administers and manages the National Registration Scheme for Agricultural and Veterinary Chemicals, which sets out the regulatory framework for managing agvet chemicals in Australia up to the point of retail sale. The Department of Agriculture, Fisheries and Forestry (DAFF) with the APVMA, administer the scheme's legislation in partnership with state and territory governments and with the involvement of other Australian Government agencies and regulators.

While the APVMA is known as an agency that carries out reputable scientific and technical regulatory functions, there is still room for improvements to the efficiency and effectiveness of the processes in which agvet chemicals are regulated. The purpose of this Regulation Impact Statement (RIS) is to assess the likely impacts - of introducing a notification scheme for very minor and nil-risk product changes, streamlining the administrative requirement for the definition of 'approved person', and labelling reforms - including the impact on the regulator, government agencies and applicants. The RIS addresses three of the five measures proposed in the Bill. No RIS was required for the trade issues and commercial confidential information measures.

The reforms will link to and complement other agvet chemical reforms being considered in 2010 and 2011. This includes the Better Regulation Ministerial

Partnership between the Hon. Lindsay Tanner MP, Minister for Finance and Deregulation, and the Hon. Tony Burke MP, Minister for Agriculture, Fisheries and Forestry; the Council of Australian Governments (COAG) early harvest reforms; and the development of COAG's single national framework for agree chemicals.

2. Problems

All requests for variations to registration and approvals for agvet chemicals must currently be done using the one regulatory tool involving the submission, assessment and granting of applications. The framework does not have the flexibility to allow for a notification of a very minor change to an existing product that does not alter the quality or the risk profile of the product; where no scientific assessment is required; and where there is no creation of risk to efficacy, safety, the environment or trade. Registrants making such changes should be able to notify the APVMA, without undergoing assessment, and proceed to marketing the slightly varied product.

The APVMA is currently subject to an administrative process, which has been identified as an unnecessary regulatory burden. The legislation requires that the APVMA can only deal with an 'approved person' for its correspondence on applications and that an approved person has to be nominated in writing to the APVMA if they are authorised to act on another person's behalf. It is an unnecessary administrative burden for the APVMA to check on an ongoing basis, whether it can correspond with a particular person. The APVMA should be able to accept as being true, information that is provided on company letterhead. Other administrative reforms will be delivered via the partnership initiative.

The APVMA is currently required to review and approve all labelling items, including a label's size, type, colour and format. However, its role should be to assess and approve only the matters that relate to its risk assessment about the safe and effective use of the product, ensuring that the label contains adequate instructions for handling and use. This would reduce the regulatory burden on the APVMA, by clarifying its key responsibilities and provide greater flexibility to registrants to make changes to labels that are not of a technical nature or are outside the APVMA's scope of regulation. It would also improve the timeliness of applicants being able to put their product on the market or to make changes to its existing labels in the market.

3. Objectives

The overall objective of the proposed reforms is to enable a number of straightforward changes to agvet chemical regulation to be implemented, which would result in reduced administrative burden on applicants and the APVMA and streamlines registration processes. The reforms aim to increase the efficiency and effectiveness of the APVMA and reduce the regulatory burden on business.

4. Options

<u>Proposed reform 1</u> would enable registrants to effectively notify the APVMA of specified changes, which are minor and low risk and where no technical assessment is required. This would allow certain applications to progress via 'notification' instead

of having to undergo a full technical evaluation. Examples of items that may be eligible to be changed through a notification process include changes to:

- Concentration or substitution of non-active constituents in a product, for example dyes and colours used for aesthetic purposes;
- Site of manufacture of a product;
- Product shelf life; and
- · Pack size.

The APVMA will develop a list of items that may be changed by notification.

An illustrative example of the notification process is provided below.

The APVMA would prepare guidance information for registrants (intending to notify) to determine if a change is eligible for notification, compared to those that need APVMA (technical) assessment. The registrant would prepare all necessary documentation in relation to notification, as outlined on the following page, submit the documentation and proceed with varying their product.

The APVMA would check whether a change was eligible for notification, and if so, make changes to its file records and advise the applicant of the acceptance of the change.

If a change is not suitable for notification, the APVMA would disallow the notification, for example if a change has been made that is not eligible (such as a major high-risk change). The APVMA would undertake compliance enforcement.

Proposed notification scheme - summary

- 1. Registrant is making very minor changes, with nil risk, that do not require technical assessment.
 - There is no significant change to product chemistry, no risk to product quality, stability, efficacy, safety, the environment or trade, e.g. altering the colour of a product to increase its marketability.
 - The change is to an item the APVMA has included in its list of eligible changes.
- 2. Registrant refers to the APVMA's guidance materials, obtained via the website or through contacting the APVMA, this includes:
 - A flowchart, so potential applicants can see the difference between the streams of 'notification' and 'assessment';
 - A checklist so that applicants can identify whether the proposed change is eligible for notification. This includes the list of items, which are eligible for change by notification;
 - A template, with the items which an applicant must submit to the APVMA;
 - A declaration form, which an applicant would sign, to declare the changes comply with APVMA guidance information;
 - A cover sheet, for submitting their notification to the APVMA;
 - Phone contact details for the APVMA, should an applicant wish to discuss or ask questions about the notification scheme, prior to going ahead with their change; and
 - Details on the APVMA's compliance enforcement provisions, which would be in place to check that an applicant has carried out notification and implemented the notified change correctly.

Registrants should be able to determine from the above materials, what types of changes are eligible for notification and if so, how to proceed, e.g. make the change and market their product.

- 3. Registrant completes the checklist, cover sheet and notification template.
- 4. Registrant provides notification documents to APVMA and proceeds with changing their product.
- 5. APVMA ensures that the registrant has correctly applied the notification provisions, and that the change is indeed suitable for notification, and if so would make the necessary change to its file and advise the registrant of the acceptance of the notification. APVMA undertakes compliance monitoring and enforcement after.

Penalty provisions would apply to breaches.

The APVMA would continue to apply the current technical assessment process to other applications (with changes to chemistry and a degree of risk) that still require the APVMA staff to undertake assessment.

Status quo: Without this reform, there would continue to be the 90 day legislated timeframe for registrants with very minor and nil-risk changes, which currently cannot circumvent the APVMA's preliminary assessment (to check the completeness of an application, such as whether all the relevant data and information has been supplied) and full assessment processes (to evaluate the application, such as whether the change affects the risk profile of the product and associated administrative and documentation processes).

Only two options (notification vs. technical evaluation) have been considered, as there are no other alternatives to regulating these types of product changes.

<u>Proposed reform 2</u> would reduce an administrative burden, by removing the current requirement for registrants to notify the APVMA of an 'approved person' in writing and for the APVMA to verify each person it corresponds with is an 'approved person'. This removes an unnecessary burden on applicants and the APVMA which can be achieved without compromising the integrity of the regulatory scheme.

This reform is administrative in nature relating solely to how correspondence and record-keeping occurs. There is no impact on the progress of certain applications over others (no assignment of priority for processing) or an impact on the actual scientific assessment or regulation outcome.

An 'approved person' is someone who is authorised and able to act on behalf of a company dealing with the APVMA. The APVMA needs to be clear about whom it should deal with in relation to an application, any requirements relating to that application, whom it should issue the notice of registration or approval and whom it should deal with in relation to post-registration activities such as reconsiderations, cancellations or suspensions of registrations or approval. In relation to an application, the approved person is responsible for:

- signing the application form
- giving consent to the APVMA to alter the application form
- giving extra information or varying information previously given to the APVMA
- giving the APVMA written notice to withdraw the application.

The approved person is an individual or body corporate, in Australia, who is responsible for the application. If the approved person is an individual, they must reside in Australia. If the approved person is a body corporate, it must be incorporated in Australia. In many cases, the applicant and the approved person are the same. However, the applicant can appoint a third party (an individual or body corporate outside their company) to act as the approved person for the purposes of the application. The applicant may also wish to appoint the same or a different approved person in relation to post-registration matters.

When an Australian applicant or registrant elects to appoint a different approved person a letter of authority is required. If a different approved person is appointed for any one or more of the activities specific written approval for each different person must be supplied. When an overseas applicant or registrant appoints an Australian approved person a letter of authority is required. In the case of overseas applicants the APVMA will always deal with the Australian approved person in relation to all application matters. This reform does not seek to alter the post-registration activities such as auditing or compliance activities.

Status quo: Without this reform, there would continue to be an unnecessary administrative burden on the APVMA and registrants. The APVMA would be required to cross-check all correspondence with registrants, for example, to determine whether a person has the authority to write to the APVMA or reply to an APVMA request on behalf of an agvet chemical company. Conversely the company is required to nominate new individuals when the company's circumstances change or when there is staff turnover. This diverts the APVMA's attention from its core functions and is not necessary where there is surety about the applicant's bona fides due to the existing legal and business registration frameworks.

Removing the definition: the option of removing the definition of 'approved person' would have the effect of opening the APVMA to applications from non-residents.

While maintaining the need for an 'approved person' to be Australian could be considered to be anticompetitive, removing the requirement would unacceptably jeopardise the APVMA's goal of protecting human health, the environment, workers, animals, crops and Australia's trade reputation. There needs to be a legal entity in Australia that is responsible for each chemical. This is currently achieved by a requirement that applications must be signed by an approved person.

The APVMA requires legal and enforcement provisions to be retained for approved persons, so there is efficiency and timeliness in regulatory and administrative dealings with chemicals supplied from overseas. At times, the APVMA needs to take swift protective regulatory action to address risks to health that may arise. An example would be where a chemical in the marketplace is found to contain toxic contaminants and urgent recall is required before the chemical seriously affects someone's health.

While Australia has reciprocal arrangements with some countries to exchange data and information on agvet chemical related issues, this does not apply to all countries (including some major chemical suppliers) and it does not extend to compliance activities. It is likely that seeking legal redress in many countries through these reciprocal arrangements would be so difficult and lengthy as to be unworkable for the APVMA. Therefore, if the approved person definition was removed, a measure would need to be added to cover this aspect. It is considered that such an approach would have the same effect as the current regulations in relation to non-residents and has therefore not been considered in further detail.

Three options (amending the definition, removing it and retaining it) were considered. There are no other alternatives to this reform that achieves the same outcome.

<u>Proposed reform 3</u> clarifies the APVMA's regulation of labels, which is related to safe and effective use of a product and adequate instructions for handling and use and provides greater flexibility to applicants to make changes to labels that are not of a technical nature. The applicant becomes solely responsible for compliance of all label elements with the APVMA and other legislated requirements, but has greater flexibility to make changes to labels as permitted by the APVMA or under other legislation, without requiring assessment and approval by the APVMA. Examples include a change in the label size, type, dangerous goods hazard symbols, warranty and contact information.

The applicant would still be supplying the same information for their label, but it would be clear that they have responsibility to ensure their label complies with the APVMA's conditions of label approval and other Commonwealth and state and territory legislation. This is essentially an existing legality for applicants, as the responsibility for compliance with relevant legislation rests with the applicant. The reform eliminates an unnecessary (and duplicative) administrative process for the APVMA, who do not have regulatory responsibility for labelling items outside of what relates to safe and effective use and adequate instructions. The reform also provides greater flexibility to registrants to make change to labels that are not of a technical nature.

Compliance enforcement provisions would continue to be applied. The label size, type and format will be controlled through conditions of label approval. The applicant would be responsible to ensure that marketed labels comply with the conditions of label approval. The APVMA would undertake compliance monitoring and enforcement to verify (on an audit basis) that marketed labels comply with the conditions of approval.

Status quo: Without this reform, there would continue to be regulatory burdens on the APVMA to assess all labelling elements, including those which are beyond its core area of regulatory responsibility if such changes have no impact on the product risk profile or its use. Requiring the APVMA to check all aspects of labels would mean inefficient use of staff resources for editorial and proof-reading activities; a longer time to register products or varying labels; which subsequently delays products being available on the market.

Only two options (removing non-APVMA labelling elements (and associated verification role) from the APVMA's regulation vs. retaining them) were considered as there are no other alternatives to this reform.

5. Consultation

A range of recent reports and studies for the government have helped inform the development of the proposed reforms. This includes consultation for the Departments of Agriculture, Fisheries and Forestry and Finance and Deregulation's review of the efficiency and effectiveness of the APVMA (2010), responses to the Product Safety and Integrity Committee's discussion paper on the development of the single national framework for agvet chemicals (2010), and the Productivity Commission's (PC) research report on chemicals and plastics (2008).

On balance, the proposed reforms are likely to be supported by agvet chemical stakeholders for the following reasons.

In its 10 February 2010 submission to the discussion paper on the development of the single national framework for agvet chemicals, CropLife¹ indicated support for high-quality, rigorous and scientifically based risk assessments, and a clear structure for allocating responsibilities between the registration and risk assessment functions of the APVMA. CropLife notes the regulatory response to manage agricultural chemicals should focus on those activities and products that represent the highest risk.

In its 10 February 2010 submission to the discussion paper on the development of the single national framework for agvet chemicals, ACCORD Australasia Limited (ACCORD)² suggested that minor changes to product formulation should be self assessed and readily accepted, as should label changes without the need for reassessment by the APVMA and additional payment of fees.

In its 9 February 2010 submission to the discussion paper on the development of the single national framework for agvet chemicals, the Animal Health Alliance³ (AHA) indicated that, by minimising the requirement for the (regulator) to conduct activities not strictly related to the assessment and registration of chemical products, financial resources could be freed for necessary reforms in the labelling system to be implemented.

The Chair of AHA's media article of 15 February 2010 stated that AHA has made a strong submission (to COAG's single national framework reforms) arguing for major reforms to make (the APVMA) a faster, more transparent and more efficient (regulator) so industry can get on with its job of supporting primary industries with the latest and best in medical technology. He also said that Australian farmers do not have access to some of the chemicals that overseas producers, who are competing in the same export markets, enjoy the benefits of, because the manufacturers have decided that the administrative burden involved in obtaining APVMA registration outweighs their likely economic benefit.

In its February 2010 submission to the discussion paper on the development of the single national framework for agvet chemicals, CHOICE⁴ discussed the APVMA's performance (in that it needs to) meet community expectations; avoid delays in bringing newer low risk chemicals to market; and review old chemicals.

APVMA advises that registrants often express frustration over the administration of the approved person requirement, as they see it as an unnecessary addition step in an already protracted assessment process. In addition to adding time, it adds administrative burden to both registrants and the APVMA, the cost which is borne by the industry. Removing this requirement is consistent with general calls from stakeholders to simplify the APVMA's administration and we anticipate acceptance

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¹ represents the developers, registrants, manufacturers and formulators of plant science solutions for use in agriculture and the management of pests in other settings

² association for the Australasian Consumer, Cosmetic, Hygiene and Specialty Products Industry

³ represents interests of registrants, manufacturers and formulators of animal health products

⁴ consumer advocacy group, protecting and assisting consumers in changes to laws and industry practices

of this reform. Some registrants, who currently rely on this provision to manage which of their employees deal with the APVMA, may not welcome the change.

In early 2010 key agvet chemical stakeholders, outlined in Attachment 1, were consulted about the efficiency and effectiveness of the regulator.

In relation to labelling, the consultation identified a number of improvements to the APVMA's regulatory role and operations, including:

- full cost-recovery from industry for the undertaking of design assessment and proof reading;
- removal from APVMA's responsibilities, the requirement to check final printed design of labels;
- exploration of the acquisition of software to assist in the review of subsequent versions of labels (including final printed labels) so that full read-through is only undertaken once;
- consideration of industry self-regulation of presentation of labels using regulated instructions for use. Under this model, APVMA would have a role to investigate complaints or issues in labels when they are identified; and
- consideration of the employment of low-cost contract staff to undertake label checking.

The PC's report found that suppliers should not be required to apply to APVMA for approval of changes to aspects of the product label that are outside of the APVMA's scope of regulation, and that the APVMA should not be required to approve information on labels that are the subject of another regulatory regime.

The PC further noted that other labelling schemes (e.g. hazardous workplace chemicals, poisons, cosmetics and dangerous goods) do not require label approval; it is the legal responsibility of suppliers of these chemicals or products to ensure their labels comply with labelling requirements under state and territory legislation.

6. Impact analysis

<u>Proposed reform 1</u> would improve the timeliness of recording changes to agvet chemicals which are effectively minor, low risk, and where no technical assessment is required. Full assessment of changes to new agvet chemical applications and to those that entail some degree of risk, will be maintained.

It will ensure the efficient and effective use of the regulator's resources, freeing-up resources which can be reallocated to where the most effort is needed. It will improve the speed with which agvet chemical users can access and use products. It provides flexibility in the regulatory framework without compromising efficacy or safety, given that compliance monitoring and enforcement provisions apply.

The benefit to the Australian Government is reduced scientific resourcing pressures on the APVMA. While the reform reduces the initial administration and scientific assessment functions, there will be some increased compliance monitoring and enforcement activities. While the proposed reform will decrease the burden on industry, it is cost neutral from the APVMA's perspective. It will streamline the initial

assessment stage, however guidance materials will need to be prepared and published and compliance functions established.

In 2008-09, the APVMA received 2494 applications for assessment, with 622 for minor variations to non-technical variations to a product or a label. On this basis, approximately 25 per cent of registrations could be suitable for notification, due to proposed reforms 1 (notification) and 3 (labelling).

Initially, the APVMA would focus on those applications where guidance material ahs already been developed and piloted. In 2004 calendar year, under a pilot notification scheme introduced by the APVMA, of applications for minor veterinary product formulation changes received 80 per cent⁵ (88 out of 110 applications) were deemed eligible for notification.

The additional compliance cost to applicants of determining whether a change may be suitable for notification is likely to be low.

There are unlikely to be negative or adverse impacts on control of use activities by state and territory governments.

The proposed reform is complementary to COAG's early harvest reform 10, which is developing faster and less costly arrangements for lower-risk agvet chemical products.

The APVMA has been consulted, and supports this reform. Implementation issues for the APVMA include modification to its processes and systems, including the electronic application and registration system; staff training; and preparation of a range of guidance information for applicants.

<u>Proposed reform 2</u> would reduce an administrative burden, by removing the requirement for registrants to notify the APVMA on an ongoing basis of an 'approved person' in writing and for the APVMA to verify an 'approved person'. The legislation requires that applications be signed by the applicant or registrant or an appropriate delegate of the applying company (the 'approved person') who can be an employee or third-party delegate. The existing legislative frameworks provide for compliance enforcement which audits and verifies if a person can act on behalf of an agvet company.

Both the applicants and their approved person(s) can benefit from this reform. Although the APVMA would continue to record the details of the person who initially submitted the application, they would no longer need to notify the APVMA of their approved person or a change in the designated approved person, on an ongoing basis.

The legislation requires that an overseas applicant must appoint an Australian person or body corporate when submitting an application, who the APVMA can correspond with in relation to all application matters. However, this is not unlike other Australian Government regulator or program requirements, where it is important to have accurate details about an applicant.

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⁵ This pilot was only for veterinary product changes however was broader than the proposed reform; in that it included both the very minor and nil-risk changes, and, minor product formulation changes that were low risk.

The benefit of the reform is to reduce a regulatory burden and unnecessary administrative work for the APVMA. This would outweigh the costs of continuing to apply the current 'approved person' requirements in correspondence between the APVMA and the applicant. The reform is not likely to have a negative effect on the administration of overseas applications as compared to domestic applications, since the effect overall is to streamline an administrative process which would enable APVMA staff to refocus effort on review and assessment of applications.

There is no impact on competition – as due to the administrative nature of this change – it does not seek to reduce or restrict the number or range of businesses that could seek to apply or register with the APVMA, or set different standards for agvet chemical registrations, or alter the competitiveness of applications.

The benefit to registrants, employees or delegates, is that they would no longer have to complete paperwork related to this requirement. The benefit to the Australian Government is reduced resourcing pressures on the APVMA, by decreasing costs and reducing staff effort on unnecessary administrative processes. Approximately 90 per cent of the APVMA's applicants are individuals or companies that reside in Australia. There are no increased costs expected as a result of the reform.

The administrative saving for the APVMA arise where it has ongoing and multiple contacts with an approved person but has to verify each interaction is with an 'approved person'. It is estimated that this reform could reduce the administrative processing associated with verifying the applicants status with paper-based applications by 50 per cent as applicants often use third party specialists to assist in managing applications, who would still need to be approved by a the APVMA through a validation mechanism.

This reform also complements the APVMA's web-based registration process, where it is easier and quicker for the APVMA to verify that it is corresponding with an approved person.

There are unlikely to be negative or adverse impacts on state and territory governments.

The APVMA has been consulted, and supports this reform. Implementation issues for the APVMA include modification to its processes and systems (including the electronic application and registration system), by narrowing its responsibilities to approved third parties.

<u>Proposed reform 3</u> would enable assessors to focus on core activities; removing the APVMA as the responsible party for labelling items not related to safe and effective use of a product and adequate instructions for handling and use; and improving the timeliness of applicants being able to put their product on the market.

It builds on COAG's Early Harvest Reform 8, by clarifying labelling requirements in legislation. The APVMA would retain its compliance role, such as provisions to check that a label contains the relevant information and instructions on

safety and handling and that it has approved and otherwise complies with the conditions of label approval.

The reform would increase the speed of label changes and approval, resulting in applicants being able to put their products on the market quicker. The reform expands and builds on current mechanisms (via permit) that allow applicants to self-assess certain label changes.

The cost saving to industry is the current \$560 fee associated with an application to vary a label and reduced or eliminated costs to an applicant who might normally have to 'hold' their product and not undertake marketing and distribution until approval had been granted.

However, some applicants and industry representatives may be concerned if the onus is solely on the applicant to take responsibility for non-APVMA label requirements and for ensuring compliance with conditions of label approval. In essence, the applicant would still be supplying the same information for their label, so is not likely to be a major impact on them. The APVMA would also provide guidance on how to comply with conditions of label approval.

The benefit to the Australian Government is reduced scientific resourcing pressures on the APVMA. It decreases costs and staff effort on a demanding administrative process of cross-checking compliance with other legal requirements. Further, the APVMA Code of Practice Labelling already recognises that it is not primarily responsible for the non-technical items that fall within other legislation, and if a label is non-compliant in these areas the APVMA would need to reject an application. Compliance resourcing would be required, which can be managed by a reallocation of resources through the three proposed reforms.

In 2008-09, the APVMA received 2494 applications for assessment, with 622 for minor variations to non-technical variations to a product or a label. On this basis, approximately 25 per cent of registrations could be suitable for notification, due to proposed reforms 1 (notification) and 3 (labelling). By removing the requirement for the APVMA to check non-APVMA aspect of labelling, it will reduce approximately 15 to 20 per cent of the administrative processing required to approve the final printed label.

Applicants will need to conduct their own checking of size, type and format of the label for whether it complies with the APVMA's conditions of label approval. Applicants will need to understand Commonwealth and state and territory legislation, for what labelling elements they must comply with, if the APVMA no longer is checking for compliance on their behalf.

Other Australian Government regulators' and state and territory agencies may find an increase in the amount of enquiries directly from agvet chemical applicants, who wish to cross-check compliance of their labels with the relevant regulations. However, these agencies do have carriage of the relevant legislation and are the most appropriate contact point to field enquiries.

This reform responds to report findings which suggest that the APVMA should not have to check compliance with other legislative or regulatory labelling requirements on an applicant's behalf. The proposed reform builds upon COAG's early harvest reform 8, which is to enable label amendments in specified circumstances without application to the APVMA.

The APVMA has been consulted, and supports this reform. Implementation issues for the APVMA include modification of its processes; by removing the APVMA as the responsible party for labelling items that are not related to safe and effective use of a product and adequate instructions for handling and use, along with removing the APVMA as the responsibly party for ensuring that size, font, colour and format of a label complies with conditions the APVMA has set. The APVMA will also prepare guidance information for applicants, who will take full responsibility for the remainder of the labelling items.

7. Conclusion and Recommended Option

The three reforms seek to positively affect the APVMA, applicants and agvet chemical stakeholders by reducing regulatory burdens. The establishment of a notification scheme does not impact on the safety of agvet chemicals; as notification would apply to very minor and nil-risk changes, while being supported by audit and compliance enforcement provisions. The removal of the definition of an approved person to Australia applicants will not have an adverse impact due to the existing legal frameworks and the APVMA's existing compliance enforcement provisions. The labelling requirements that would become solely the applicant's responsibility are not overly onerous since they are underpinned by existing legal obligations. Overall, these reforms are expected to have a nil adverse impact, or at worst the potentially minor impacts can be ameliorated.

8. Implementation and Review

Parts 4 and 6 of this RIS outline the steps the APVMA will undertake to implement the reforms. Implementation would begin the day after the Amendment Bill receives Royal Assent, with transitional provisions. In some cases, legislative instruments will need to be revised or prepared. DAFF and the APVMA will monitor the impacts of the reforms, via feedback provided by applicants and other agvet chemical stakeholders and through including the reforms as a standing item for discussion at regular executive meetings of DAFF and the APVMA over the succeeding 12 months.

The Office of Best Practice Regulation has confirmed a regulation impact statement is not required for measures related to trade issues and confidential commercial information.

RIS Attachment 1

Key agvet chemical stakeholders consulted in the efficiency and effectiveness review of the APVMA (2010)

- APVMA
- Department of Health and Ageing
- Department of the Environment, Water, Heritage and the Arts
- Queensland Department of Employment, Economic Development and Innovation
- Victoria Department of Primary Industries
- Northern Territory Department of Resources
- Animal Health Alliance
- CropLife
- National Farmers Federation
- Victorian Farmers Federation
- Veterinary Manufacturers & Distributors Association
- WWF Australia
- Australian Consumers Association
- National Toxics Network
- Aerial Agricultural Association of Australia
- Cotton Australia

NOTES ON CLAUSES

Clause 1: Short title

This clause is a formal provision specifying the short title of the Act as the *Agricultural and Veterinary Chemicals Code Amendment Act 2010*.

Clause 2: Commencement

This clause provides that the Act will commence on the day after it receives the Royal Assent.

Clause 3: Schedule(s)

This clause provides that each Act that is specified in a Schedule to the Act is amended or repealed as set out in the applicable items of the Schedule concerned, and any other item in a Schedule to the Act has effect according to its terms.

SCHEDULE 1—Amendment of the Agricultural and Veterinary Chemicals Code Act 1994

Item 1

This item splits section 3 of the Schedule to the *Agricultural and Veterinary Chemicals Code Act 1994* (the Agvet Code) into two subsections.

Item 2

This item amends the definition of *adequate* by adding paragraph (d) so that it extends to trade concerns. Paragraph (b) mirrors the statutory criterion relating to trade in subparagraph 14(3)(e)(iv) of the Agvet Code and other provisions in the Agvet Code which require the APVMA to have regard to trade concerns when considering and reconsidering product registrations.

The purpose and intention of the new paragraph (d) is to enable the APVMA to have regard to trade concerns when assessing or taking other regulatory action such as reconsideration under section 34 or 34A or a suspension or cancellation under section 41 in respect of label approvals.

Items 2A and 2B

These items amend section 3 of the Agvet Code to give effect to the approved person measure by removing the requirement to notify in writing from the definition of approved person.

Item 3

This item inserts two new paragraphs into the definition of *confidential commercial information*. Paragraph (d) excludes from that definition the fact that an application has been made for a permit for the use of an active constituent for a proposed or existing chemical product, or for the use of a chemical product if the proposed use of the product is a minor use or emergency use.

Paragraph (e) excludes from the definition of *confidential commercial information* prescribed information relating to the making of a minor use or emergency use permit application.

By implication, a permit for an active constituent for a proposed or existing chemical product, or for the use of a chemical product if the proposed use is for the purposes of research will continue to come within the definition of *confidential commercial information*. This extends to the fact of an application having been made for such a permit.

Paragraphs (d) and (e) are intended to exclude certain information from the operation of section 162 of the Agvet Code which governs the disclosure of confidential commercial information. Without those constraints, the APVMA will be able to disclose certain information about such permits, including the fact of the application having been made, to the person in whose name the product is registered or other persons who could inform the APVMA's assessment of that process.

Item 4

This item inserts a definition of *emergency use* into section 3 of the Agvet Code by reference to the definition in the regulations.

Item 4A

This item includes information stored or recorded by means of a computer in a definition of the term *file* in section 3 of the Agvet Code. This will allow the APVMA to keep electronic files of label approval information, as hard copy files of approved labels will no longer be required (see item 6C).

Item 5

This item inserts into section 3 of the Agvet Code a definition of *minor use* by reference to the definition in the regulations.

Item 5A

Amends part of the definition of *relevant particulars* in section 3 of the Agvet Code to reflect the change to APVMA's role in label approval to only determining adequate instructions for safe and effective use, as provided in subsection 21(2).

Item 5B

Item 5B also amends part of the definition of *relevant particulars* as a consequence of adding the new Division 2A procedure for approving minor variations to certain relevant particulars.

Item 6

This item inserts a new subsection 3(2) providing that a regulation prescribing information for the purposes of paragraph (1)(c) of the definition of *confidential commercial information* is a legislative instrument.

Item 6A

Inserts an explanation of the new Division 2A into subsection 9(2) of the Agvet Code which deals with the process for notifying minor variations to certain relevant particulars as listed in a legislative instrument.

Items 6B and 6C

Items 6B and 6C describe a new procedure for effecting the approval of labels for containers of chemical products and make a consequential change.

Item 6B amends subsection 21(1) of the Agvet Code to change a reference to section 23A which deals with the conditions of approval for labels.

Item 6C repeals the current label approval process and replaces it with a new subsection 21(2). Paragraphs 21(2)(a) and (b) require the APVMA to determine the relevant particulars appropriate for a label and give a distinguishing number to the label. The amendment removes reference to the APVMA determining label size and type when approving labels for containers for a chemical product. The APVMA will no longer keep a copy of the label itself on the relevant APVMA file.

Paragraph 21(2)(c) requires the APVMA to record the relevant particulars appropriate for the label and the distinguishing number in the APVMA file, along with the adequate instructions for safe and effective use of the product and any particulars that are to be contained on the label.

Paragraph 21(2)(d) also requires the APVMA to record any conditions imposed on the label approval by the APVMA under new section 23A.

Outside of the relevant particulars described above, the APVMA will no longer determine the details of the label generally and will no longer determine the size and type of a label. Instead, the size and type of a label may be regulated through conditions for approval for labels (see item 6F). For example, a condition of approval may stipulate that labels must be formatted in a particular way and that any prescribed particulars must be legible and displayed prominently.

Items 6D and 6E

These items, along with item 6F, provide for a separate section of the Agvet Code (section 23A) to deal with the conditions of approval for labels, distinct from a section (existing section 23) to deal with approval conditions for active constituents for chemical products and registration of chemical products.

Items 6D and 6E remove references to label approval conditions from Agvet Code subsections 23(1) and 23(3), leaving those subsections to deal only with approval conditions for chemical product active constituent approvals or registrations.

Item 6F

Item 6F provides for a new section to deal with the conditions of approval for labels. The item inserts the new section 23A to the Agvet Code which describes that approval of a chemical container label is subject to conditions prescribed by the regulations and any conditions the APVMA decides to impose on an approval. This means there will be two types of conditions of approval: mandatory statutory conditions that apply in all cases of a particular kind; and the case-by-case conditions of approval that the APVMA thinks appropriate.

Conditions prescribed in regulations may apply to labels for particular products, to a class of products, or to labels for all chemical products. Conditions prescribed in

regulations may apply whether or not the conditions are prescribed at the time the label is approved. For the APVMA-approved conditions, approval may be granted for a particular time period not exceeding a year, with the possibility to extend the period, one year at a time. The subsection mirrors provisions for conditions of approval for active constituents for chemical products and registration of chemical products in section 23, and allows for greater clarity for label approval conditions, distinct from other conditions of approval.

Item 6G

This item inserts a new Division 2A of Part 2 of the Agvet Code to make provision for the notification of minor, low risk variations to agvet chemical product approvals or registrations through a simplified application process rather than have a variation approved through the APVMA's existing technical assessment and registration process under Division 3. Variations will be made by notification for a limited set of relevant particulars (see the definitions in section 3 of the Agvet Code and item 5B) identified in a legislative instrument made by the APVMA. A legislative instrument made by the APVMA is the most appropriate mechanism to identify low-risk categories of variations as such an instrument can be varied at short notice and APVMA has the technical expertise to know what variations are low-risk. The legislative instrument will be disallowable.

Subsection 26A(1) indicates the section applies when an interested person wishes to make minor, low risk variations to a relevant particular of an approval or registration when the relevant particular is of a kind listed in a legislative instrument made for the purposes of this section.

It is expected that the relevant particulars listed for variation by notification in the legislative instrument will be those where change to the particular involves no significant change to product chemistry, no risk to product quality, stability, efficacy, safety, the environment or trade. Particulars which may be varied by notification could include the site of manufacture or a non-active ingredient such as product colour.

Subsection 26A(2) adapts section 28 from the Division 3 variation process and places conditions on submitting an application, including that the application must be signed by an approved person, be accompanied by the prescribed fee and be lodged with the APVMA.

Subsection 26A(3) adapts paragraphs 29(1)(e) and 29(1)(f) from the Division 3 variation process to oblige the APVMA to vary a particular if it is satisfied the use of the varied product according to the instructions for use: would be effective; and would not be an undue hazard to the safety of those handling the product or using anything containing the product's residues; would not be likely to have an effect harmful to humans; not be likely to have an unintended harmful effect on animals, plants, things or the environment; and not unduly prejudice international trade or commerce.

If the APVMA is satisfied for the purposes of subsection 26A(3), subsection 26A(4) requires the APVMA to vary the relevant particulars and record the details in the APVMA file and give written notice of the variation to the interested person.

If the APVMA is not satisfied with the variation, subsection 26A(5) obliges the APVMA to notify the interested person making the notification and state the reasons, and indicate that if the person still wants to make the variation that the person must apply under the existing assessment and registration process in accordance with Division 3. This provides for a safeguard that even if variation of the particular is within the legislative instrument, a full application and assessment will still be required if the APVMA does not consider the variation meets the conditions in subsection 26A(3).

Item 6H

This item 6H repeals paragraph 28(1)(ba) of the Agvet Code which required applications for label approval variations to be accompanied by the proposed new label.

This amendment is one of several amendments repealing a requirement for the APVMA to place a copy of a label in the relevant APVMA file. Removing the requirement for the APVMA to approve label size and type means the APVMA no longer needs to receive copies of the label itself.

Item 6J

Inserts subsection 28(1A) to the Agvet Code which applies when variation applications that were expected to proceed under the Division 2A notification process have been rejected and subsequently put through the Division 3 assessment and registration process. Subsection 28(1A) requires the APVMA to offset any fee paid for the notification application against any later fee.

Item 6K

This item changes the procedure that the APVMA must use when granting an application to vary relevant particulars of the approval of a label to remove the requirement to place a copy of the new label in the file. Removing the requirement for the APVMA to approve label size and type means the APVMA no longer needs to receive copies of the label itself.

Items 6L

Item 6L changes the procedure that the APVMA must use when reconsidering the approval of a label to remove the requirement to place a copy of the new label in the file. Removing the requirement for the APVMA to approve label size and type means the APVMA no longer needs to receive copies of the label itself.

Item 6M

Item 6M repeals and substitutes subsection 34(5A) of the Agvet Code to limit the APVMA's power to vary the conditions of approval of a label to the conditions mentioned in new subsection 23A(2). If this is not done, the APVMA would (inappropriately) be able to modify the mandatory statutory conditions set out in the regulations on a case by case basis (see amendment 6F).

Item 6N

This item substitutes a new paragraph for Agvet Code paragraph 34A(3)(a) to remove a requirement for the APVMA to place a copy of a label in the relevant APVMA file

when reconsidering approval of a label when label particulars do not contain adequate instructions in relation to a matter.

Item 6P

Item 6P repeals subsection 34A(4) which allowed the APVMA to vary relevant particulars for label approval only if the interested person gave the APVMA the new label.

Removing the requirement for the APVMA to approve label size and type means the APVMA no longer needs to receive copies of the label itself.

Items 6Q and 6R

Items 6Q and 6R remove the requirements at Agvet Code paragraphs 40(2)(b) and 41(4)(b) for an interested person to give the APVMA a label containing particulars proposed to be varied in accordance with a request from the APVMA, lest the label approval be suspended or cancelled.

Removing the requirement for the APVMA to approve label size and type means the APVMA no longer needs to receive copies of the label itself.

Item 6S

This item substitutes a new paragraph for existing Agvet Code paragraph 47(5)(a) to reflect the addition of new section 23A to deal with conditions of approval for labels. The new paragraph 47(5)(a) allows label approval conditions made under section 23A to change the effect of section 47, which deals with the duration of an approval or registration.

Items 6T, 6U and 6V

Items 6T, 6U and 6V make amendments to several paragraphs in section 81 of the Agvet Code, which deals with controls over the supply of chemical products and active constituents for chemical products. The amendments are consequential to the change in the requirement for APVMA to approve label size and type and to file copies of the actual approved label (see items 6C and 6H). The amendments do not change the structure of the existing section 81 offences.

Item 6T amends the requirement at Agvet Code section 81(1) for persons to supply a registered chemical product only if the label attached to the product container is identical to the approved label. As the APVMA is no longer required to approve label size and type and no longer files copies of approved labels it is no longer required to determine if a label attached to a container is identical to the approved label. The requirement is amended so that persons must only supply a chemical product if the label attached to the container states the relevant particulars required to be included on the container and does not contain information contrary to the relevant particulars. The magnitude of the penalty is not changed.

Item 6U similarly amends section 81(2) to allow a defence for the offence at section 81(1) if the person did not know or could not reasonably be expected to have known that the label attached to the container did not state the relevant particulars or contained information contrary to the relevant particulars. This is a consequential amendment to the defence currently provided for by section 81(2).

Item 6V substitutes a new paragraph for Agvet Code paragraph 81(3)(a) to indicate that the offence at section 81(1) does not apply if the label attached to the container states the relevant particulars that were required to be stated on a label at a time before the supply takes place. That is, if the container displays an earlier approved label. This is a consequential amendment that updates the current paragraph 81(3)(a) to reflect the amendment to subsection 81(1).

Item 6W

Item 6W repeals existing section 86 in the Agvet Code and substitutes a new section 86 which broadly requires persons not to detach or alter an existing approved label. The new section has the same effect as the old section 86, and the same defences, but the offence provision is amended to reflect the APVMA no longer being required to approve label size and type and no longer files copies of approved labels.

Subsection 86(1) provides that a person commits an offence if the person detaches or removes a label, alters, defaces, obliterates or destroys a relevant particular on a label or attaches another label which detracts from the relevant particular on a label, in relation to chemical label containing any relevant particular identical to any relevant particular on an approved label or any matter required by an established standard for the product. The penalty of 300 units has not been changed.

Subsection 86(2) is similar to subsection 86(1) except that the prohibition is on a person causing or permitting the label offence (rather than taking the offending action themselves). This limb of the offence was previously in subsection 86(1).

Subsections 86(3) and (4) are similar to the old subsections 86(2) and (3) and provide that an offence is not committed if a person alters a relevant particular by destroying or disposing of the chemical product, or if the person has a reasonable excuse. The defendant bears an evidential burden in relation to the reasonable excuse subsection 86(4).

Items 6X and 6Y

Items 6X and 6Y amend Agvet Code paragraphs 103(1)(a) and 103(2)(c) to reflect that the APVMA is no longer being required to approve label size and type and is no longer required to file copies of approved labels.

Item 6Z

Item 6Z repeals section 158 of the Agvet Code which required persons making an application which related to a label for a chemical product container to give the APVMA a required number of samples of the label and of any adhesive by which the label is attached to the container. This is a consequential amendment to reflect that the APVMA is no longer being required to approve label size and type and is no longer required to file copies of approved labels.

Item 7

This item repeals and substitutes subsection 162(13) of the Agvet Code. Paragraph (a) of the new subsection 162(13) clarifies that a reference in that section to information about an active constituent for a proposed or existing chemical product, or about a chemical product, includes a reference to the fact of an application having been made.

Paragraph 162(13)(a) operates in conjunction with subsection 162(1), so that the information described in paragraph (a) remains confidential. That confidentiality can, however, be lost upon the application passing preliminary assessment when certain information about the application must be published in accordance with section 11B or 28B of the Agvet Code as appropriate to the application.

Paragraph 162(13)(b) provides that a reference in that section to information about an active constituent for a proposed or existing chemical product, or about a chemical product, includes a reference to the fact of an application having been made.

The intention of paragraph 162(13)(b) is to operate in conjunction with the amended definition of *confidential commercial information* to exclude from the operation of section 162 the fact of a permit application having been made where the proposed use of the product is a minor use or emergency use. It is also intended to exclude from the operation of section 162 prescribed information about the making of such a permit.

The purpose of the new paragraph 162(13)(b) is to enable the APVMA to disclose some details about the permit application, including the fact of an application having been made, to the product registrant and others who might have relevant information to inform the assessment of the permit application. It is intended that such disclosure be able to occur outside the constraints of section 162 which require obtaining the permit applicant's consent as well as ensuring that the recipient continues to protect the confidentiality of the information in accordance with subsection 162(6) of the Agvet Code.

Item 7A

Item 7A inserts new paragraph 167(1)(baa) to the Agvet Code to allow decisions made under new section 26A (which is the new procedure for notifying variations) to refuse to vary relevant particulars of an approval or registration to be reviewed by the Administrative Appeals Tribunal.

Item 7B

Item 7B inserts new transition provisions into the Bill to ensure labels which were approved labels under the current Agvet Code continue to be approved labels under the amended Agvet Code and to ensure relevant particulars and conditions of approval for labels under the old law continue to apply under the new label approval regime.

Item 8

Subitem 8(1) confirms that the amendment to the definition of *adequate* in item 2 applies to applications for approval for containers for a chemical product made under section 10 of the Agvet Code. The amended definition of *adequate* is also to apply for applications to vary relevant particulars of a label approval under new section 26A and to applications to vary the relevant particulars or conditions of label approval for containers for a chemical product under section 27 of the Agvet Code made on or after the commencement of this amendment.

The item also confirms that the amendment in item 2 applies to a reconsideration of a label approval under (amended) section 34 if at least one of the actions described in subparagraphs (i) to (iii) has occurred, to a reconsideration under (amended) section

34A of the Agvet Code that began before commencement of the amendment, and to a standard for a chemical product already submitted to the Minister under section 56D of the Agvet Code on or after commencement of this amendment.

Subitem 8(2) also confirms that the amended definition of *confidential commercial information*, which excludes certain information relating to permits for minor use and emergency use as set out in items 3, 4, 5, 6 and 7, applies whether the application is made on or after the commencement of these amendments.

Subitem 8(2A) applies amendments made by Bill items related to label approval to label approval applications, variations, and reconsiderations and to standards approved under section 56D made on or after the day the item commences. Effectively, the APVMA's regulatory actions in relation to labels will be undertaken under the revised label approval process. Current, but not yet complete, applications, reconsiderations and standards will proceed under the existing processes.

Subitem 8(2B) applies amendments made by Bill items related to the simpler variation application process in new Division 2A to applications for variation made on or after the day the item commences. Current applications not yet finalised will proceed under the existing process.

Subitem 8(3) ensures revised definitions of *approved person* and *relevant particulars* have effect for any of APVMA's approval, variation, reconsideration or standards making processes described in subitem 8(1) from the day the item commences.