

**Programmatic Environmental Assessment for  
Exemption Requests by R.J. Reynolds Tobacco  
Company for New Products Named “Camel Gold,  
Camel Royal, Pall Mall Menthol 100’s Box, Pall Mall  
Menthol Box, Camel Silver, Camel Classic Menthol  
Silver, Camel Gold 100’s, Camel Jade, Camel Jade  
100’s, Camel Jade Silver, and Camel Jade Silver  
100’s”**

Prepared by Center for Tobacco Products

U.S. Food and Drug Administration

August 22, 2017

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This programmatic environmental assessment (PEA) is for the Exemption Requests for 11 combusted, filtered cigarettes manufactured by “R.J. Reynolds Tobacco Company”. Information presented in the PEA is based on the submissions referenced in Appendix 1, unless noted or referenced otherwise. This PEA has been prepared in accordance to 21 CFR 25.40 as part of submissions under section 905(j)(3) of the Federal Food, Drug and Cosmetic Act (FD&C Act).

## **1. Name of Applicant**

RAI Services Company on behalf of R.J. Reynolds Tobacco Company

## **2. Address**

401 N. Main Street  
Winston-Salem, NC 27101

## **3. Manufacturer**

R.J. Reynolds Tobacco Company  
7855 King-Tobaccolville Road  
Tobaccolville, NC 27050

## **4. Description of Proposed Actions**

These proposed actions are for FDA to issue exemptions from SE Reports for the market authorization under section 905(j)(3) of the FD&C Act for the introduction of combusted, filtered cigarettes into interstate commercial distribution in the U.S. This authorization is based on the finding that the modifications would be minor modifications of a tobacco product that can be sold under the FD&C Act, an SE Report is not necessary to ensure that permitting marketing of the modified tobacco product would be appropriate for the protection of the public health, and an exemption is otherwise applicable. The applicant stated they intend to discontinue production and marketing of the original products if a market order is granted for the new products. The original products for EX0000155, EX0000156, EX0000159, and EX0000161-EX0000165 received substantial equivalence market orders for SE0013007, SE0013013, SE0013015, SE0013016, SE0013014, SE0013012, SE0013008, and SE0013010 respectively on June 16, 2016. The original products for EX0000157, EX0000158, and EX0000160 are GF1501484, GF1501198, and GF1501181, which received grandfathered status on June 15, 2016, March 31, 2016 and February 23, 2016, respectively.

### **4.1 Requested Action**

The applicant, RAI Services on behalf of R.J. Reynolds Tobacco Company, submitted requests to FDA to exempt from SE requirements 11 new products, which are combusted, filtered cigarettes.

### **4.2 Need for Action**

RAI Services Company on behalf of R.J. Reynolds Tobacco Company wishes to introduce the new tobacco products as described into interstate commerce for commercial distribution in the U.S. The applicant stated that the only difference between the new products and the

corresponding original products for EX0000155, EX0000156, EX0000159, and EX0000161-EX0000165 is the deletion of the monogram ink on the barrel of the cigarette. The applicant also stated the only differences between the new products and the corresponding original products for EX0000157, EX0000158, and EX0000160 is the change in color to the tipping paper and product names. In addition, the applicant claimed that the new products and original product have identical packaging composition. The applicant must obtain a written notification that FDA has granted the product an exemption from demonstrating substantial equivalence under section 905(j)(3) before submitting an abbreviated report. Ninety days after FDA receipt of the abbreviated report, the applicant may introduce or deliver for introduction into interstate commerce for commercial distribution the new products for which the applicant has obtained the exemption from substantial equivalence.

#### **4.3 Identification of the New Tobacco Products that is the Subject of the Proposed Actions**

##### **4.3.1 Type of Tobacco Products**

Combusted, filtered cigarettes

##### **4.3.2 Product Names and Their Original STNs**

The names of the new products are listed below, along with the original submission tracking numbers (STNs) and the name and STN of the original product. See Appendix 1 for additional STNs associated with the new products and the original product.

<b>STN</b>	<b>New Product</b>	<b>Original STN</b>	<b>Original Product</b>
EX0000155	Camel Gold	SE0013007	Camel Gold
EX0000156	Camel Royal	SE0013013	Camel Royal
EX0000157	Pall Mall Menthol 100's Box	GF1501484	Pall Mall Light Menthol 100s Box
EX0000158	Pall Mall Menthol Box	GF1501198	Pall Mall Light Menthol King Box
EX0000159	Camel Silver	SE0013015	Camel Silver
EX0000160	Camel Classic Menthol Silver	GF1501181	Camel Lights Menthol Hard Pack
EX0000161	Camel Gold 100s	SE0013016	Camel Gold 100s
EX0000162	Camel Jade	SE0013014	Camel Jade
EX0000163	Camel Jade 100s	SE0013012	Camel Jade 100s
EX0000164	Camel Jade Silver	SE0013008	Camel Jade Silver
EX0000165	Camel Jade Silver 100s	SE0013010	Camel Jade Silver 100s



### 4.3.3 Description of the Product Package

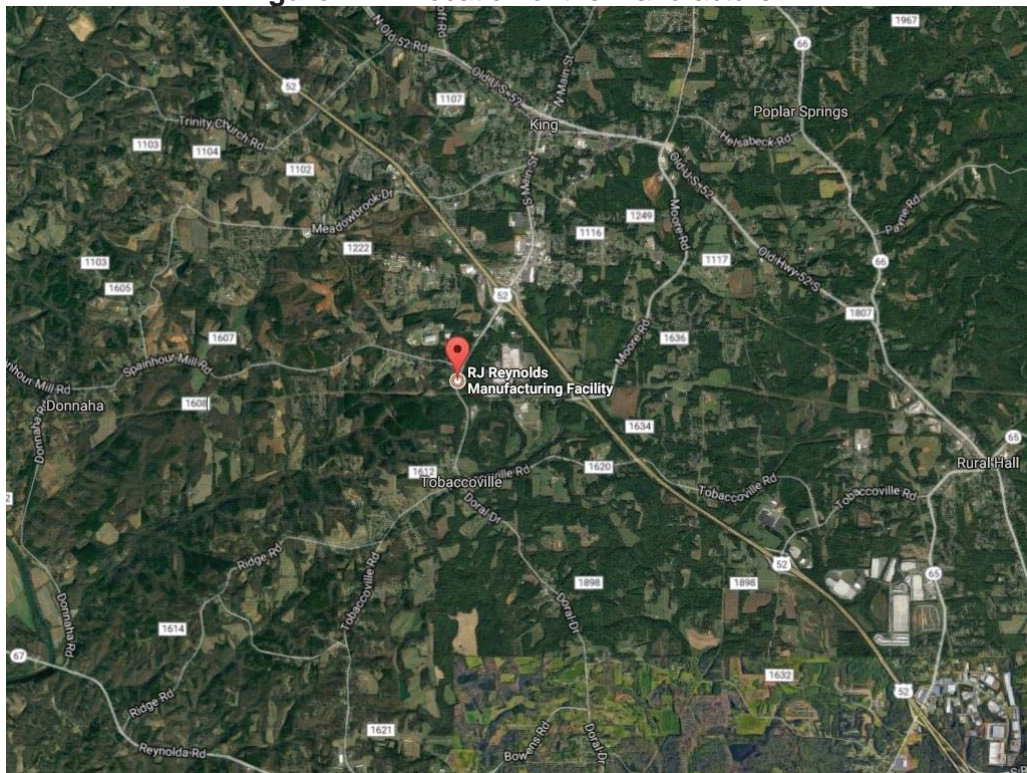
The packaging materials of the finished new products are identical in materials and composition to those of the original product. The new product packaging consists of a foil inner liner, inner frame, box, film overlap, and carton. Details of the package components and weights of each packaging component for the new products are described in Confidential Appendix 1.

### 4.3.4 Location of Manufacturing

R.J. Reynolds Tobacco Company  
7855 King-Tobaccoville Road  
Tobaccoville, NC 27050

The facility is surrounded by woodlands, bounded by the city of King, NC to the north, US 52 (a four-lane divided highway) to the east, and mixed use residential, commercial, and agricultural land to the south and west (Figure 1).

Figure 1. Location of the Manufacturer<sup>1</sup>



### 4.3.5 Location of Use

R.J. Reynolds Tobacco Company intends to distribute and sell the new tobacco products to consumers in the U.S.

<sup>1</sup> Manufacturer address via Google Map. Accessed June 2, 2017.

#### **4.3.6 Location of Disposal**

Once used, the new tobacco products will be disposed of in landfills as municipal solid waste (MSW) or as litter in the same manner as the original product and any other combusted, filtered cigarette. Disposal of the packaging materials following use will either enter the recycling stream or be disposed of in MSW landfills or as litter. The Agency anticipates the distribution of waste from disposal after use will correspond to the pattern of the product use.

#### **4.4 Modification(s) Identified as Compared to the Original Product**

The applicant stated that the only difference between the new products and the corresponding original products for EX0000155, EX0000156, EX0000159, and EX0000161-EX0000165 is the deletion of the monogram ink on the barrel of the cigarette; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000157; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000158; and changing the name and white tipping paper with cork-on-white tipping paper for EX0000160.

### **5. Environmental Introduction Due to the Proposed Actions**

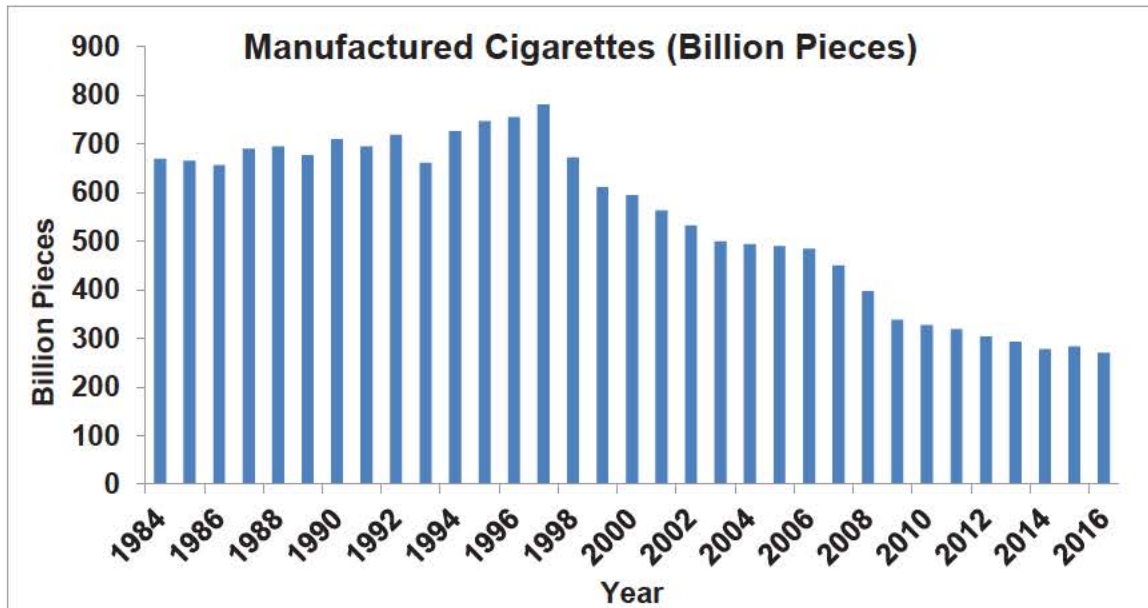
#### **5.1. Introduction as a Result of Manufacturing the New Tobacco Products**

##### ***5.1.1. Tobacco Manufacture in the U.S. and Pollution Emission by R.J. Reynolds' Tobaccoville Facility***

Tobacco Manufacturing in the U.S. As of June 2017, a total of 1242 tobacco production establishments are registered under 915(c) of the FD&C Act. These manufacturers produced 270 billion cigarettes (13.5 billion packs of 20 cigarettes each) in 2016 with a decline starting in 1997 (Figure 2) [1]. As of June 2017, 29 different tobacco manufacturers were registered as a "non-participating manufacturer" under the Master Settlement Agreement and 128 were registered as a "participating manufacturer" in the State of North Carolina, including R.J. Reynolds Tobacco Company [2].



Figure 2. Total Cigarettes Manufactured in the U.S. 1984-2016



Ammonia and Nicotine, Including Nicotine Salts from Tobacco Manufacturing Facilities. The emission information associated with all tobacco products as reported in the EPA's Toxic Release Inventory (TRI) database is publicly available.<sup>2</sup> In 2015, U.S. tobacco manufacturers released 475,000 pounds of ammonia and 280,000 pounds of nicotine and nicotine salts to the air<sup>3</sup>; no ammonia and 72,900 pounds of nicotine and nicotine salts to the land<sup>4</sup>; 220 pounds of ammonia and 279 pounds of nicotine and nicotine salts to the water<sup>5</sup>; and 19,550 pounds of ammonia and 83,384 pounds of nicotine and nicotine salts transferred to publicly owned treatment works (POTWs) or an off-site location.<sup>6</sup> A search in the TRI database indicates that the R.J. Reynolds Tobaccoville facility ranks 363 out of 1041 TRI facilities for waste release in the Food/Beverages/Tobacco industry category in 2015. The Tobaccoville facility released 13,865 pounds of nicotine and nicotine salts and 9,899 pounds of ammonia to the air

<sup>2</sup> The estimation is done by using the Toxics Release Inventory (TRI), a dataset (<http://www.epa.gov/tri/>) compiled by the U.S. Environmental Protection Agency (EPA). This database allows users to retrieve information on toxic chemicals handled by many facilities across the U.S., including details on quantities of chemicals managed through disposal or other release, recycling, energy recovery or treatment. Data associated with the tobacco manufacturing industry is retrieved by using North American Industry Classification System (NAICS) codes beginning with 3122. Not all toxic release data of tobacco manufacturers are included in the database. The database includes information from any facility that (1) falls within a TRI-reportable industry sector or is federally-owned or operated; (2) has 10 or more full-time (or equivalent) employees; and (3) manufactures, processes or otherwise uses (MPOU) a TRI-listed chemical (<https://www.epa.gov/sites/production/files/documents/TRIListChangesUpdate11282011.pdf>) in an amount above the TRI reporting threshold during a calendar year.

<sup>3</sup> [http://oaspub.epa.gov/enviro/ef\\_metadata.html.tri\\_page?p\\_column\\_name=air\\_total\\_release](http://oaspub.epa.gov/enviro/ef_metadata.html.tri_page?p_column_name=air_total_release)

<sup>4</sup> [http://oaspub.epa.gov/enviro/ef\\_metadata.html.tri\\_page?p\\_column\\_name=land\\_total\\_release](http://oaspub.epa.gov/enviro/ef_metadata.html.tri_page?p_column_name=land_total_release)

<sup>5</sup> [http://oaspub.epa.gov/enviro/ef\\_metadata.html.tri\\_page?p\\_column\\_name=water\\_total\\_release](http://oaspub.epa.gov/enviro/ef_metadata.html.tri_page?p_column_name=water_total_release)

<sup>6</sup> [http://oaspub.epa.gov/enviro/ef\\_metadata.html.tri\\_page?p\\_column\\_name=off\\_site\\_total\\_transfers](http://oaspub.epa.gov/enviro/ef_metadata.html.tri_page?p_column_name=off_site_total_transfers)



with no releases of either nicotine and nicotine salts or ammonia to water or land in 2015<sup>7</sup>.

### **5.1.2. Environmental Introduction from Manufacturing the New Tobacco Products**

Introduction from Manufacturing the New Products in the Proposed Actions. The Agency anticipates the waste generated as a result of manufacturing the new combusted, filtered cigarettes will be released to the environment, transferred to POTWs, and disposed of in landfills in the same manner as the waste generated from any other products manufactured in the same facility and in a similar manner to other combusted, filtered cigarettes manufactured in the U.S. The applicant stated that the new products will also compete with other currently marketed combusted, filtered cigarettes. The applicant also stated that production and marketing of the original products will cease if a marketing order is granted for the new products. No expansion of the manufacturing facility is anticipated for manufacturing the new products. Therefore, the Agency does not foresee the introduction of the new products to notably affect the current manufacturing waste generated from the production of all combusted, filtered cigarettes.

Based on information in the Exemption Requests, the only difference between the new products and the corresponding original products for EX0000155, EX0000156, EX0000159, and EX0000161-EX0000165 is the deletion of the monogram ink on the barrel of the cigarette; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000157; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000158; and changing the name and white tipping paper with cork-on-white tipping paper for EX0000160. Therefore, the Agency does not anticipate any new substances or new type of emissions to be released into the environment as a result of manufacturing the new products.

The applicant provided the first- and fifth-year market volumes for the new products (Confidential Appendix 2). Comparing the projected market volume of the new products with the forecasted use of all cigarettes produced in the U.S. in 2017 and 2021, the cumulative projected market volumes of the new products are a fraction of the total projected use in 2017 and 2021 (Appendix 2 and Confidential Appendix 3). Additionally, the applicant stated that manufacturing the new products will not require any new equipment or expansion of the current manufacturing facility. Therefore, no new control practices of air emission, water discharge, or solid waste disposal are needed.

The applicant stated that they are in compliance with all federal, state, and local environmental regulations and provided information on the manufacturer's air, storm water and wastewater permits. The applicant's air permit expired in November 2012 but the applicant reapplied in 2012 and is waiting for the renewed permit. The applicant also stated that their facility complies with other environmental regulations including maintaining EPA Spill Prevention Control and Countermeasure plans,

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<sup>7</sup> Information accessed from the "Find TRI Facilities" function (located at <https://www.epa.gov/toxics-release-inventory-tri-program>) using the reported manufacturer address (above) and choosing the R.J. Reynold Tobaccoville facility from the resulting map. Search performed June 27, 2017.

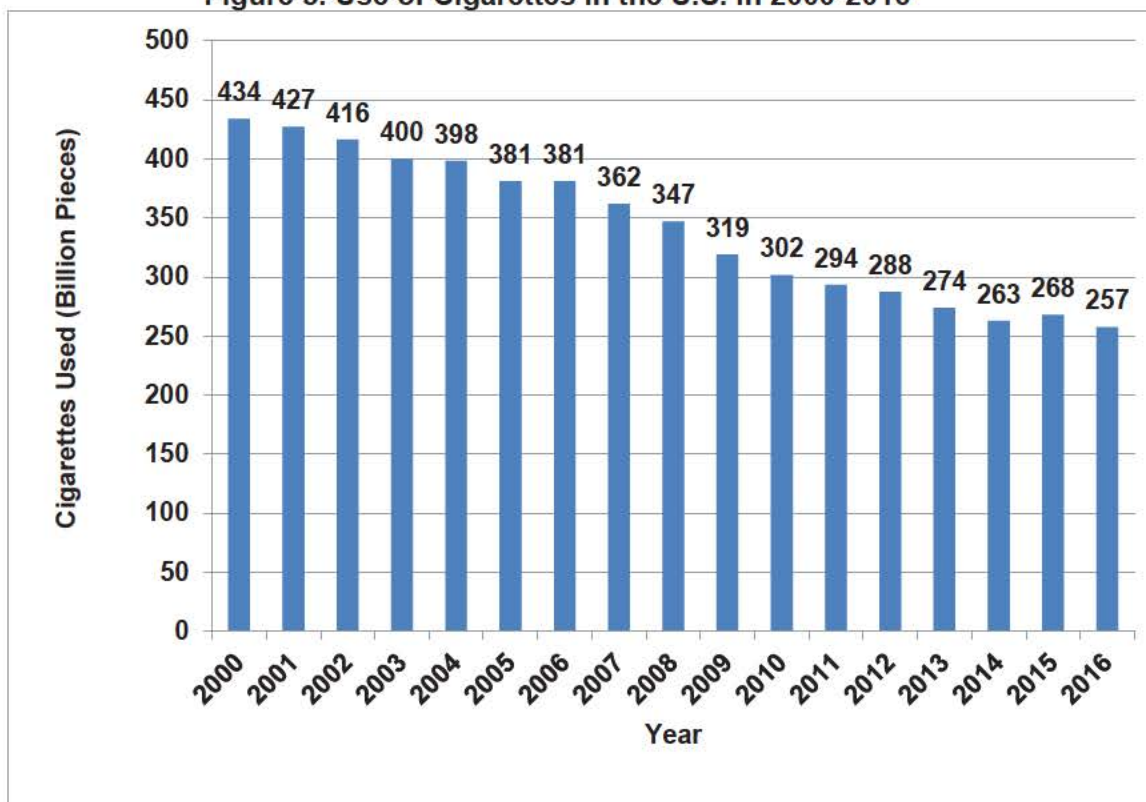
reporting greenhouse gas (GHG) emissions to the EPA under the GHG reporting rule 40 CFR 98, submitting EPA Tier 2, EPA TRI, and North Carolina Right-to-Know reports, complying with the DHS Chemical Antiterrorism Standards, and complying with applicable solid and hazardous waste regulations.

## 5.2. Environmental Introduction as a Result of Use of the New Tobacco Products

### 5.2.1. Use of Cigarettes in the U.S.

According to the U.S. Alcohol and Tobacco Tax and Trade Bureau (TTB) Statistical Release reports, the use of cigarettes in the U.S. decreased from 434 billion in 2000 to 257 billion in 2016 (Figure 3) [1, 3].

Figure 3. Use of Cigarettes in the U.S. in 2000-2016<sup>4</sup>



### 5.2.2. Environmental Introduction from Use of the New Products

The Agency does not anticipate new substances to be released into the environment as a result of use of the new cigarettes, relative to the substances released by the original products, and other cigarettes already on the market. As noted, the only difference between the new products and the corresponding original products for EX0000155, EX0000156, EX0000159, and EX0000161-EX0000165 is the deletion of the monogram ink on the barrel of the cigarette; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000157; and changing the name and cork-on-white tipping paper with white tipping paper for EX0000158; and changing the name and white tipping paper with cork-on-white tipping paper for EX0000160. When using cigarettes, the users inhale the mainstream smoke and release

tobacco smoke to the environment, referred to as secondhand smoke. There is no safe level of exposure to secondhand smoke [4, 5]. Even low levels of secondhand smoke can harm children and adults in many ways, including the following:

- The U.S. Surgeon General estimates that living with a smoker increases a nonsmoker's chances of developing lung cancer by 20 to 30 percent [6].
- Exposure to secondhand smoke increases school children's risk for ear infections, lower respiratory illnesses, more frequent and more severe asthma attacks, and slowed lung growth, and it can cause coughing, wheezing, phlegm, and breathlessness [4, 5].
- Secondhand smoke causes more than 40,000 deaths a year [6].

### **5.3. Environmental Introduction as a Result of Disposal Following Use of the New Tobacco Products**

The environmental consequences resulting from disposal following use of cigarettes are a) disposal of packaging, b) discarding of the used cigarettes, and c) air emissions.

#### **5.3.1. Disposal Following Use of Cigarettes**

##### **a) Disposal of Packaging Material**

Disposal of the packaging materials following use would either enter the recycling stream or be disposed of in MSW landfills or as litter. Information about trash generation in the U.S., including details about disposal of materials comparable to those used in cigarette products, can be informative about the disposal of cigarette packing materials. Specifically, in 2014, approximately 258.46 million tons (234.47 million metric tons) of trash was generated in the U.S., and roughly 89.4 million tons of this material was recycled and composted, equivalent to a 34.6% recycling rate (Figure 4 and 5) [7]. Paper and paperboard account for 68.61 million tons (26.5%) of the total MSW generated in 2014. Containers and packaging comprised the largest portion of total MSW generated at 76.67 million tons (29.7%), out of which 39.13 million tons was made of paper and paperboard. Of the total paper and paperboard MSW generated, 44.4 million tons (64.7%) was recycled, 19.47 million tons (28.4%) was disposed of in landfills, and 4.74 million tons (6.9%) was combusted with energy recovery [7].

**Figure 4. Municipal Solid Waste (MSW) Generation Rates in the U.S., 1960-2014**

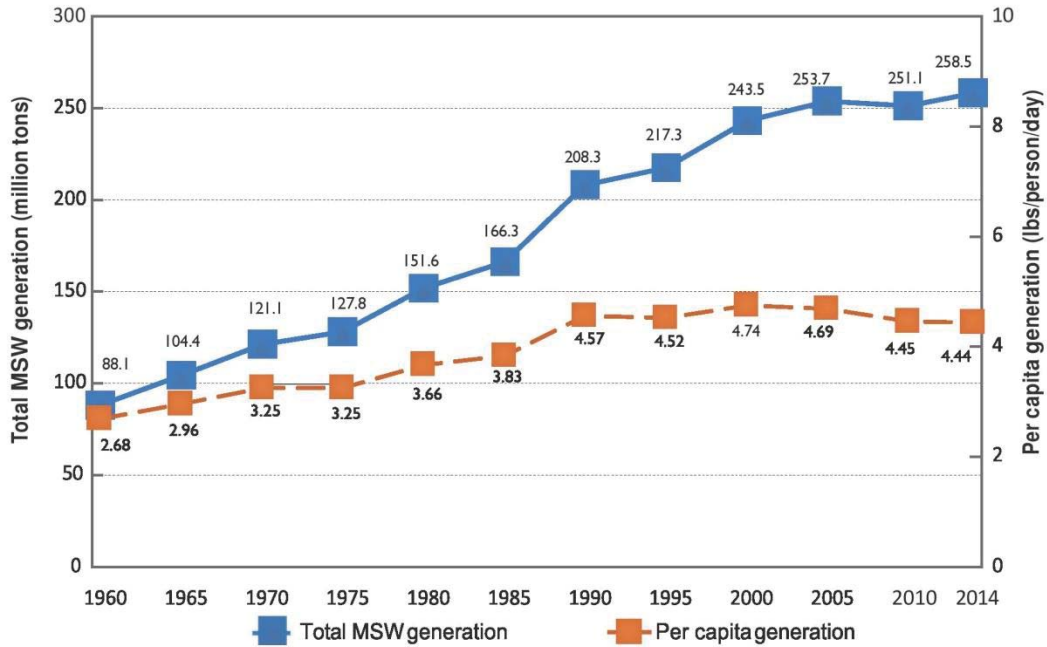


Figure Excerpted from the U.S. EPA's "Advancing Sustainable Materials Management: 2014 Fact Sheet"

**Figure 5. MSW Recycling Rates in the U.S., 1960-2014**

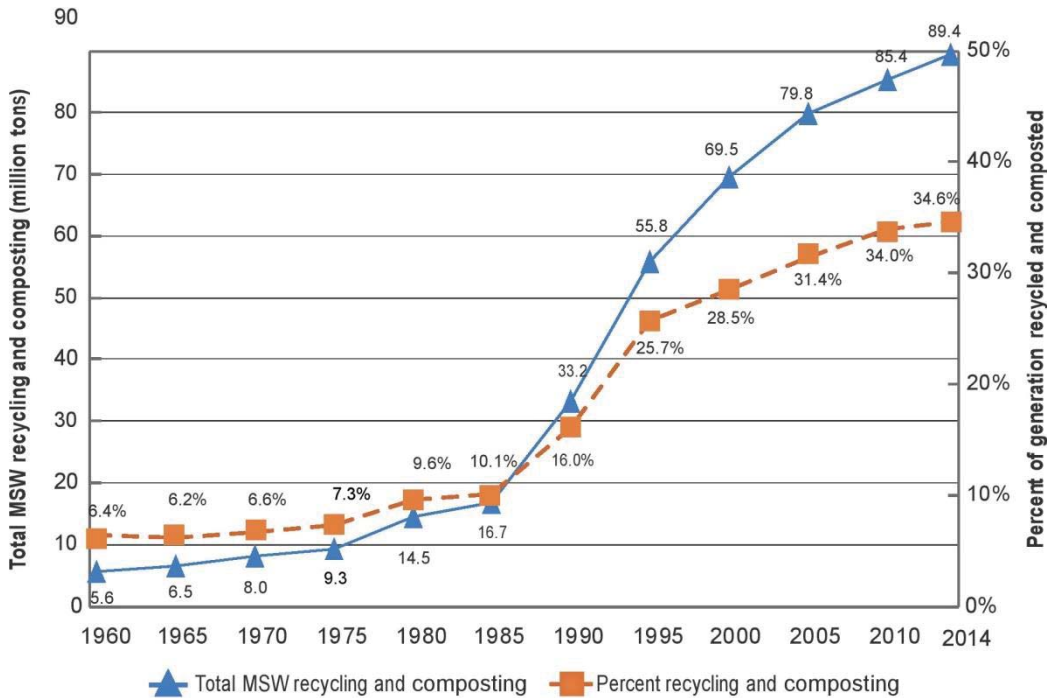


Figure Excerpted from the U.S. EPA's "Advancing Sustainable Materials Management: 2014 Fact Sheet"



## b) Disposal of Used Cigarettes Following Use

Used cigarettes are usually disposed of in MSW landfills or as litter. When discarded as litter, the spent products are likely to move by run-off to the ocean. When discarded as MSW, the products would enter landfills. The Agency utilized the historical data for use of cigarettes in the U.S. to forecast the future use of cigarettes (Appendix 3) and calculate the projected tobacco waste accordingly. Assuming that all used cigarettes will be disposed of as MSW, the estimated waste of used cigarettes is a fraction of a percent of the total 258.46 million tons (234.47 million metric tons) of projected MSW to be generated in the U.S. Comparing the projected market volume of the new products as a surrogate for the projected waste from the new products, with the forecasted total U.S. MSW, the projected waste generated from use of the new products is negligible.

Forecast of Waste of Used Cigarettes as Compared to Total MSW Forecast in the U.S.		
Year	Projected Use (Equivalent to Projected Waste) of Cigarettes in the U.S. (Billion Pieces) <sup>a</sup>	Percent of Projected Waste of Cigarettes to Total MSW Forecasted in the U.S. (%) <sup>8</sup>
1 <sup>st</sup> Year	239.85	0.0918
5 <sup>th</sup> Year	205.21	0.0785

<sup>a</sup> See Appendix 3

## c) Air Emissions

The used tobacco products and packaging materials that are disposed of in MSW landfills or incinerated will produce GHGs. The Clean Air Act requires that all landfills constructed or modified after July 17, 2014 that have a waste capacity of 2.5 million metric tons or more to have landfill gas collection-and-control systems installed. Additionally, all landfills must report GHG emissions to the EPA under 40 CFR 98.

Methane is a potent GHG that has a global warming potential of 28-36 times greater than CO<sub>2</sub>, and has an atmospheric life of about 12 years. Global methane emissions from landfills are estimated between 30 and 70 million metric tons per year. MSW landfills are the third largest source of human-related methane emissions in the U.S., releasing an estimated 115.7 million metric tons of CO<sub>2</sub> equivalents, accounting for approximately 15.4% of total CH<sub>4</sub> (methane) emissions in 2015 [8]. The decomposition of landfill waste produces approximately 50% biogenic CO<sub>2</sub> and 50% CH<sub>4</sub>, by volume, as well as trace amounts of non-methane organic compounds and volatile organic compounds. However, only CH<sub>4</sub> generation and emissions are estimated and reported for landfills, a convention set forth by the 2006 Intergovernmental Panel on Climate Change (IPCC) Guidelines [9].

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<sup>8</sup> Cigarettes in percentage:  $1\text{st Year} = \left( \frac{215,149 \text{ metric tons}}{234,470,000 \text{ metric tons}} \right) \times 100\% = 0.0918\%$   
 $5\text{th Year} = \left( \frac{184,073 \text{ metric tons}}{234,470,000 \text{ metric tons}} \right) \times 100\% = 0.0785\%$

### **5.3.2 Environmental Introduction from Disposal Following Use of the New Products**

The Agency believes that the disposal of the new products will be similar to the disposal conditions of other cigarettes and other tobacco products that are currently being marketed. After using the new products, the users may dispose of or recycle the packaging material. Users may also discard the combusted cigarettes and filters, as discussed above, as MSW or litter.

To determine the amount of waste due to disposal of packaging material and product material, the Agency used the projected market volumes in the first and fifth years after issuance of an authorization order for the new products. The calculated waste of the packaging materials and product materials of the new products were determined to be miniscule compared to the forecasted MSW to be generated in the U.S. (Confidential Appendix 3). In addition, paper components are more likely to be recycled; at least a portion of the waste is likely to be recycled.

As previously discussed, because the applicant stated that the new products will compete with other similar products on the market, and the original products will be discontinued, and based on the above-mentioned information regarding waste, construction of new POTWs or landfills is not anticipated due to the proposed actions.

Because the waste generated from the new products comprises a negligible fraction of the total MSW, the GHG emitted from waste associated with the new products is negligible according to quantified GHG emissions from disposal of the new products (Confidential Appendix 4) in this PEA. The Clean Air Act requires that all landfills constructed or modified after July 17, 2014 that have a waste capacity of 2.5 million metric tons or more to have landfill gas collection-and-control systems installed. Additionally, all landfills must report GHG emissions to the EPA under 40 CFR 98. No additional control of GHG emissions is anticipated in the landfills.

## **6. Fate of Materials Released into the Environment Due to the Proposed Actions**

The Agency does not anticipate that the proposed actions will lead to the release of new chemicals into the environment because the new products are anticipated to be manufactured, used, and disposed of in the same way as other cigarettes. Therefore, the fate of any materials emitted is anticipated to be the same as any materials from other cigarettes manufactured in the facility. No new types of material are anticipated to be emitted to the environment at use.

## **7. Environmental Effects of New Materials Released into the Environment due to the Proposed Actions**

The applicant stated that the manufacturing operation is in compliance with all local, state, and federal environmental laws. Therefore, cumulative introduction of materials released into the environment is not expected to exceed what is allowed to be introduced to the environment under relevant environmental laws.

As discussed above, the amount of materials anticipated to enter the environment due to the manufacturing and use of the new products are small fractions when compared to that of the

projected manufacture and use of cigarettes in the U.S. The Agency does not expect the introduction of the new products to notably affect the current manufacturing waste generated from the production of all cigarettes. In addition, the amount of materials anticipated to enter the environment due to disposal following use of the new products occupies a small fraction of the total forecasted MSWs in the U.S. Consequently, no new substances or new type of emissions are expected to be released, and therefore no new environmental controls are needed. No new environmental effects are anticipated due to the new products.

## **8. Use of Resources and Energy**

The applicant stated that there will be no change in how the new products are manufactured compared to the original product. The same raw materials and energy will be used to manufacture the new products compared to the original product and the applicant does not anticipate any increased energy or resource needs to manufacture the new products. The applicant stated that the proposed actions will not require an expansion of the manufacturing facility. When comparing the market volume projections with the forecasted total cigarette volumes in the U.S., the Agency found that the projected market volumes of the new products are a small fraction of the total forecasted cigarette market volume in 2017 and 2021. Because the applicant stated that the new products will compete with other similar cigarettes and that the original products will be discontinued, no increase of overall cigarette market volume and no net increase of energy use will be expected from the proposed actions. The applicant stated that no adverse effects to endangered or threatened species or critical habitat are expected from manufacturing the new products. Additionally, the applicant stated that the manufacturing facility has a goal to minimize GHG emissions by 20%, reduce energy use by 25%, reduce water use by 30%, and increase recycling to at least 60% of the waste at the facility by 2020.

## **9. Mitigation**

During the review of the available data and information, the Agency did not identify adverse environmental effects for the new products. Therefore, no mitigation measures are discussed.

## **10. Alternatives to the Proposed Actions**

*Alternative A (No-action alternative):* The no-action alternative is to not authorize the marketing of the new tobacco products in the U.S. The environmental impact of the no-action alternative would not change the existing condition of the manufacturing, use, and disposal following use of tobacco products as many similar tobacco products would continue to be marketed.

*Alternative B (Proposed actions):* There is no substantial environmental effect due to the proposed actions of authorizing the new products and associated manufacture, use, and disposal following use of the new tobacco products (Confidential Appendices 2-5).

Therefore, the difference between the environmental impacts of these two alternatives is negligible, or non-existent.

## 11. List of Preparers

In accordance with 40 CFR 1502.17, this section includes a list of names and qualifications (including education, experience, and expertise) of individuals who were primarily responsible for preparing and reviewing this environmental assessment.

### Preparers:

William E. Brenner, B.S., Center for Tobacco Products

Education: B.S. in Biology

Experience: 3 years in various scientific activities

Expertise: NEPA analysis, environmental risk assessment, air quality analysis, archaeological and archival preservation

Gregory G. Gagliano, M.S., Center for Tobacco Products

Education: M.S. in Environmental Science

Experience: 34 years in environmental toxicology and risk assessment

Expertise: NEPA analysis, environmental risk assessment, environmental toxicology, environmental fate and effects

## 12. List of Agencies and Persons Consulted

Not applicable.

## 13. Appendix List

Appendix 1: Submission Tracking Numbers for the SE Reports and Package Sizes of the New and Original Products and Related Amendments Covered Under this Programmatic Environmental Assessment (PEA)

Appendix 2: Forecast of Cigarettes Manufactured in the U.S.

Appendix 3: Projected Use of Cigarettes in the U.S. in the First and Fifth Year of Marketing the New Products

## 14. Confidential Appendix List

Confidential Appendix 1: Projected Waste of Packaging Material and Cigarette Butts in the First and Fifth Year of Marketing the New Products

Confidential Appendix 2: The First-, and Fifth-Year Market Volume Projections of the New Products

Confidential Appendix 3: Comparison of the First- and Fifth-Year Market Volume Projections for the New Products with Total Cigarettes Used in the U.S.

Confidential Appendix 4: The Agency's Estimated GHG in the First and Fifth Year of Marketing the New Products



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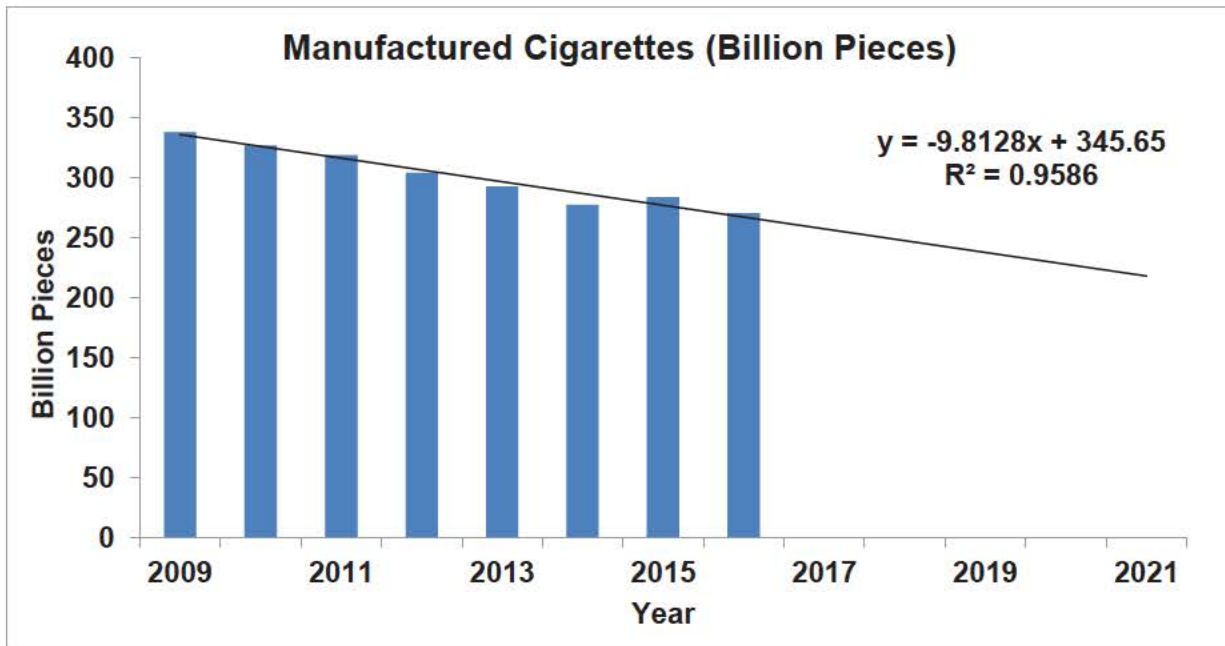
### APPENDIX 1

#### Submission Tracking Numbers for the EX Requests of the New Products and Related Amendments Covered Under this Programmatic Environmental Assessment (PEA)

STN	Product Name	Amendments
EX0000155	Camel Gold	EX0000187
EX0000156	Camel Royal	
EX0000157	Pall Mall Menthol 100's Box	
EX0000158	Pall Mall Menthol Box	
EX0000159	Camel Silver	
EX0000160	Camel Classic Menthol Silver	
EX0000161	Camel Gold 100s	EX0000166, EX0000187
EX0000162	Camel Jade	EX0000187
EX0000163	Camel Jade 100s	
EX0000164	Camel Jade Silver	
EX0000165	Camel Jade Silver 100s	

**APPENDIX 2**  
**Forecast of Cigarettes Manufactured in the U.S.**

To evaluate the environmental impact of the proposed actions due to manufacturing of the new products, historical data regarding the manufacture of cigarettes in the U.S. from 2009 to 2016 was used to forecast the manufacture of cigarettes<sup>9</sup>. This was achieved by using one best-fit linear trend line with the R<sup>2</sup> value of 0.9586. Accordingly, the forecasted amount of all cigarettes to be manufactured in the U.S. is estimated to be 257 billion pieces in 2017 and 218 billion pieces in 2021. The amount of all cigarettes manufactured in the U.S. was 270 billion pieces in 2016.



<sup>9</sup> Department of the Treasury Alcohol and Tobacco Tax and Trade Bureau: Statistical Report – Tobacco for December 2016. Reported on February 16, 2017. Available at: <https://www.ttb.gov/statistics/2016/201612tobacco.pdf>. Accessed on June 27, 2017.

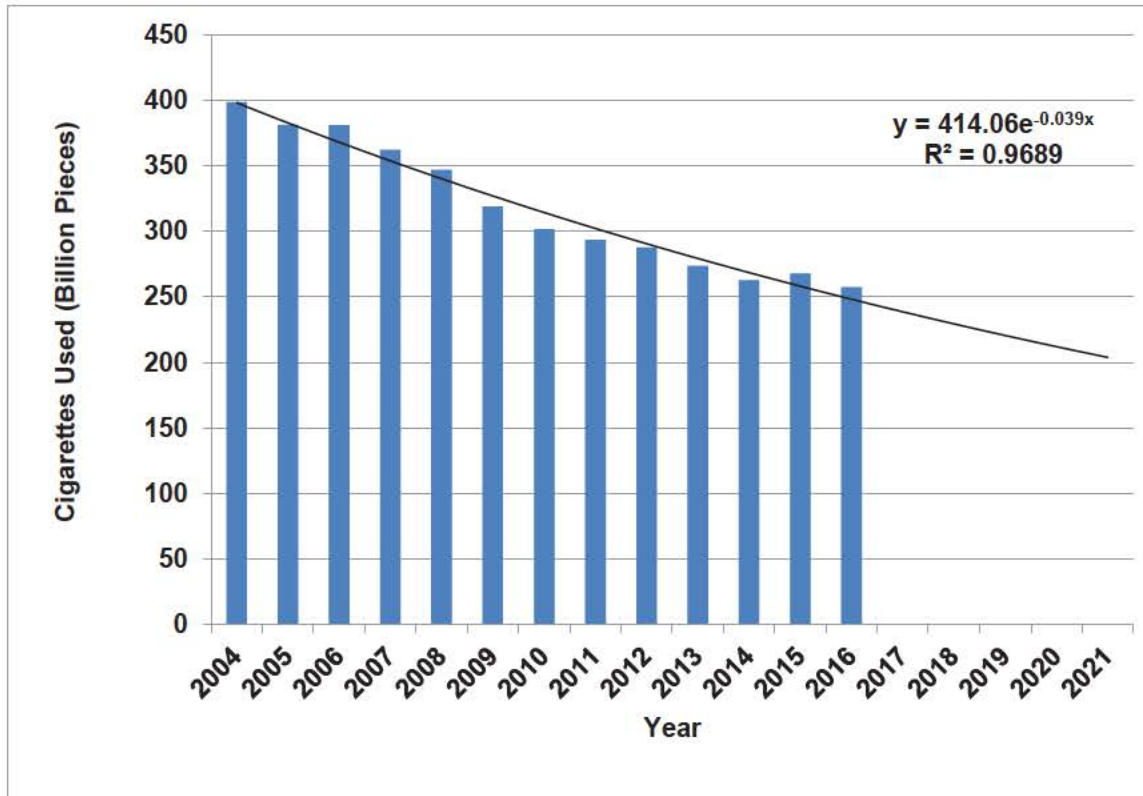
### APPENDIX 3

#### Projected Use of Cigarettes in the U.S. in the First and Fifth Year of Marketing the New Products

To evaluate the environmental impact of the proposed actions due to use of the new products, historical data regarding total use of cigarettes from 2008 to 2016 was employed to mathematically estimate the forecast of the total amount of cigarettes used in the U.S.<sup>10</sup> This was achieved by using the one best-fit trend line with R<sup>2</sup> value above 0.9.

#### Projected Use of Cigarettes in the U.S.:

Using the best-fit power trend line with the R<sup>2</sup> value of 0.9689, the forecasted number of cigarettes that will be used in the U.S. is estimated to be 239.85 billion in 2017 and 205.21 billion in 2021.



<sup>10</sup> Forecast trend lines extrapolated from TTB data. Available from <http://www.ttb.gov/tobacco/tobacco-stats.shtml>. Accessed March 15, 2017.



## CONFIDENTIAL APPENDIX 1

### Projected Waste of Packaging Material and Cigarette Butts in the First and Fifth Year of Marketing the New Products

To analyze the environmental effects from total waste due to the proposed actions, the Agency estimated the first- and fifth-year projected weight of the packaging and product materials waste (in metric tons) that would be generated from disposal after use of the new products in 2017 and 2021. Projected waste generation is the summation of the projected cardboard retail boxes, cardboard of the cartons, foil inner liner, plastic wrap of retail boxes, and cigarettes butts of the new products:

$\sum_{i=1}^{10} A_i = \sum_{i=1}^{10} (B_i + C_i + D_i + E_i + F_i)$ $B_i = \frac{G_i}{H_i} \times I_i \times S$ $C_i = \frac{G_i}{H_i \times J_i} \times K_i \times S$ $D_i = \frac{G_i}{H_i} \times L_i \times S$ $E_i = \frac{G_i}{H_i} \times M_i \times S$ $F_i = \frac{G_i \times O_i \times P_i}{100} \times S$ $P_i = \frac{Q_i}{R_i} \times 100$	<p><math>A_i</math>: Projected total waste generation of the product (metric tons)</p> <p><math>B_i</math>: Projected waste generation of retail cardboard boxes of the new products (metric tons)</p> <p><math>C_i</math>: Projected waste generation of the retail cardboard cartons of the new products (metric tons)</p> <p><math>D_i</math>: Projected waste generation of the foil inner liner (metric tons)</p> <p><math>E_i</math>: Projected waste generation of retail box plastic of the new products (metric tons)</p> <p><math>F_i</math>: Projected waste generation of cigarette butts of the new products (metric tons)</p> <p><math>G_i</math>: Total Projected market volume of the new products (total number of individual cigarettes)</p> <p><math>H_i</math>: Number of cigarettes per retail box</p> <p><math>I_i</math>: Weight of empty retail cardboard box (grams)</p> <p><math>J_i</math>: Number of retail boxes per carton</p> <p><math>K_i</math>: Weight of empty retail carton (grams)</p> <p><math>L_i</math>: Weight of foil inner liner (grams)</p> <p><math>M_i</math>: Weight of plastic wrap per retail box (grams)</p> <p><math>O_i</math>: Weight of cigarette (gram)</p> <p><math>P_i</math>: Cigarette butt ratio (%)</p> <p><math>Q_i</math>: Cigarette butt length<sup>11</sup></p> <p><math>R_i</math>: Length of cigarette (millimeter)</p> <p><math>S</math>: <math>1.0 \times 10^{-6}</math> metric tons/gram</p>
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<sup>11</sup> ISO 15592-3 (Section 9.3) prescribes a standard termination line for machine smoking (cigarette butt length) of 27 mm. This value is an estimate of the cigarette butt length that is disposed as solid waste following use.

**a) Projected Waste of Packaging Material**

Projected packaging waste is calculated as below:

Projected Year	STN	Market volume $G_i$	# of Cigarettes per box $H_i$	Weight of retail box $I_i$	Retail box waste $B_i$	# of boxes per carton $J_i$	Weight of carton $K_i$	Carton Waste $C_i$	Weight of foil $L_i$	Foil waste $D_i$	Weight of Plastic $M_i$	Plastic waste $E_i$
First-Year Projected Volume	EX0000155	(b) (4)										
	EX0000156											
	EX0000157											
	EX0000158											
	EX0000159											
	EX0000160											
	EX0000161											
	EX0000162											
	EX0000163											
	EX0000164											
	EX0000165											
	<b>Total</b>											
Fifth-Year Projected Volume	EX0000155	(b) (4)										
	EX0000156											
	EX0000157											
	EX0000158											
	EX0000159											
	EX0000160											
	EX0000161											
	EX0000162											
	EX0000163											
	EX0000164											
	EX0000165											
	<b>Total</b>											

If all the projected packaging waste generated from use of the products is disposed of in landfills, the projected cumulative cardboard waste generated in the first and fifth years of marketing the new products would be (b) (4) metric tons in 2017 and (b) (4) metric tons in 2021. This is a negligible fraction of the 234.47 million metric tons of total waste reported in the U.S. in 2014. Likewise, the projected plastic waste of (b) (4) metric tons in 2017 and (b) (4) metric tons in 2021 is a negligible fraction of the 234.47 million metric tons of total waste reported in the U.S. in 2014.

A portion of the generated cardboard waste is likely to be recycled, with an overall recycling rate for paper and paperboard products of 64.7% in the U.S.<sup>12</sup> If 64.7% of the cardboard boxes is recycled and the rest (35.3%) is disposed of as waste, the estimated cardboard waste disposed in landfills (Variable B and C above) would be decreased to (b) (4) metric tons (b) (4) metric tons) in the first year and (b) (4) metric tons (b) (4) metric tons) in the fifth year of marketing the new product.

**b) Projected Waste of the Cigarette Butts in the First and Fifth Year of Marketing the New Product**

Projected cigarette butt waste generated is calculated as below:

Projected Year	STN	$G_i$	$R_i$	$O_i$	$F_i$
First-Year Projected Volume	EX0000155	(b) (4)			
	EX0000156				
	EX0000157				
	EX0000158				
	EX0000159				
	EX0000160				
	EX0000161				
	EX0000162				
	EX0000163				
	EX0000164				
	EX0000165				
		<b>Total</b>			

<sup>12</sup> EPA. Advancing Sustainable Materials Management: Facts and Figures Report. Available at: <https://www.epa.gov/smm/advancing-sustainable-materials-management-facts-and-figures-report> (accessed April 4, 2017).

Projected Year	STN	$G_i$	$R_i$	$O_i$	$F_i$
Fifth-Year Projected Volume	EX0000155	(b) (4)			
	EX0000156				
	EX0000157				
	EX0000158				
	EX0000159				
	EX0000160				
	EX0000161				
	EX0000162				
	EX0000163				
	EX0000164				
	EX0000165				
	<b>Total</b>				

If all the projected filter waste generated from use of the products is disposed in landfills, the projected waste of (b) (4) metric tons in 2017 and (b) (4) metric tons in 2021 will be a negligible fraction of the 234.47 million metric tons of total waste reported in the U.S. in 2014.



**CONFIDENTIAL APPENDIX 2**

**The First- and Fifth-Year Market Volume Projections of the New Products**

<b>STN</b>	<b>Unit</b>	<b>First-Year Market Volume</b>	<b>Fifth-Year Market Volume</b>
EX0000155	# of cigarettes	(b) (4)	
EX0000156	# of cigarettes		
EX0000157	# of cigarettes		
EX0000158	# of cigarettes		
EX0000159	# of cigarettes		
EX0000160	# of cigarettes		
EX0000161	# of cigarettes		
EX0000162	# of cigarettes		
EX0000163	# of cigarettes		
EX0000164	# of cigarettes		
EX0000165	# of cigarettes		

**CONFIDENTIAL APPENDIX 3**

**Comparison of the First- and Fifth-Year Market Volume Projections for the New Products with Total Cigarettes Used in the U.S.**

The first- and fifth-year market volumes of the new products projected to occupy the U.S. market were determined by comparing the projected market volume of the new products to the forecasted use of cigarettes in the U.S. (Appendices 2, 3, and Confidential Appendix 2). The percent of the total cigarette market occupied in the projected first and fifth year of marketing of the new products was calculated using the equations below:

$$\text{First Year Market Occupation of New Products (\%)} = \frac{\text{First-Year Market Volume Projection (metric tons)}}{\text{Forecasted Use of cigarettes in the U.S. for 2017 (metric tons)}} \times 100\%$$

$$\text{Fifth Year Market Occupation of New Products (\%)} = \frac{\text{Fifth-Year Market Volume Projection (metric tons)}}{\text{Forecasted Use of cigarettes in the U.S. for 2021 (metric tons)}} \times 100\%$$

STN	Year	Forecasted Use of Total Cigarettes in the U.S. (billion cigarettes) <sup>13</sup>	Projected Market Volume of New Product (million cigarettes) <sup>14</sup>	Projected Market Occupation of New Product in the U.S. (%)
EX0000155	2017	239.85	(b) (4)	
	2021	205.21		
EX0000156	2017	239.85		
	2021	205.21		
EX0000157	2017	239.85		
	2021	205.21		
EX0000158	2017	239.85		
	2021	205.21		
EX0000159	2017	239.85		
	2021	205.21		
EX0000160	2017	239.85		
	2021	205.21		
EX0000161	2017	239.85		
	2021	205.21		
EX0000162	2017	239.85		
	2021	205.21		
EX0000163	2017	239.85		
	2021	205.21		
EX0000164	2017	239.85		
	2021	205.21		
EX0000165	2017	239.85		
	2021	205.21		

Comparing the projected market volume of the new products with the projected use of all cigarettes produced in the U.S. in 2017 and 2021, the cumulative projected market volumes of the new products are approximately (b) (4) of the total projected cigarette use in 2017 and (b) (4) of that projected use for 2021.

<sup>13</sup> See Appendix 3.

<sup>14</sup> See Confidential Appendix 2.

**CONFIDENTIAL APPENDIX 4**

**The Agency’s Estimated GHG Emissions in the First and Fifth Year of Marketing the New Products**

**a) GHG Emissions from Use of Products:**

The amount of CO<sub>2</sub>-equivalent gases (CO<sub>2</sub>-eq) emitted from the use of one cigarette is estimated at 45-65 mg [10]. As a conservative approach, the Agency used the upper limit of CO<sub>2</sub> emitted per cigarette to calculate the GHG emissions from use of the new products.

GHG Emissions from Use of Product (metric tons of CO<sub>2</sub>-eq.) =

$$\text{Projected Market Volume of Product (cigarette)} \times 0.065\text{gCO}_2 - \text{eq/cigarette} \\ \times 0.000001 \text{ metric tons/g}$$

Metric Tons of CO <sub>2</sub> -eq		
STN	First-Year	Fifth-Year
EX0000155	(b) (4)	
EX0000156		
EX0000157		
EX0000158		
EX0000159		
EX0000160		
EX0000161		
EX0000162		
EX0000163		
EX0000164		
EX0000165		
Cumulative		

Cumulative estimated total GHG emissions associated with marketing the two new products are (b) (4) metric tons CO<sub>2</sub>-eq in the first year and (b) (4) metric tons CO<sub>2</sub>-eq. in the fifth year. This is a negligible fraction of the 6.87 billion metric tons of CO<sub>2</sub>-eq. reported in the U.S. in 2014 [8].

**b) GHG Emissions from Disposal of Products Following Use:**

GHG emissions from the disposal of packaging and spent products following use of the new products were calculated using the Waste Reduction Model (WARM), version 14 [11]. WARM is a calculation tool that estimates GHG emissions across different material types commonly found in municipal solid waste (MSW).

Metric Tons of CO <sub>2</sub> -eq		
STN	First-Year	Fifth-Year
EX0000155	(b) (4)	
EX0000156		
EX0000157		
EX0000158		
EX0000159		
EX0000160		
EX0000161		
EX0000162		
EX0000163		
EX0000164		
EX0000165		
<b>Cumulative</b>		

Taking into account the rates for recycling and landfill disposal of various material types, the cumulative total amount of GHG emissions from the disposal of packaging and products for the two new products following use is estimated at (b) (4) metric tons of CO<sub>2</sub>-eq. for the first year and (b) (4) metric tons of CO<sub>2</sub>-eq. for the fifth year. This estimate is a negligible fraction (b) (4) of the 115.7 million metric tons of CO<sub>2</sub> equivalents reported in the U.S. in 2015 [8]. Recycling rate of paper was considered for entries into the WARM model to reduce the landfill input, however, the metric tons recycled was not entered into the model because the intent is to determine the GHG emissions associated with MSW generation.