ALSTON & BIRD

WWW.ALSTON.COM



Environment, Land Use & Natural Resources ADVISORY •

MARCH 16, 2021

EPA Pauses Enforcement of PIP (3:1) Ban for Six Months – With a Catch

By Kevin Minoli, Ronnie Gosselin, and Shannon Vreeland

The U.S. Environmental Protection Agency (EPA) has granted temporary partial relief to companies subject to its recent rulemaking that prohibits, with a few exceptions, the processing and distribution of PIP (3:1) and PIP (3:1)-containing articles after March 8, 2021. The move comes after contributions from numerous industry stakeholders in recent days. "PIP" is short for phenol, isopropylated, phosphate (3:1), a chemical used as a flame retardant, plasticizer, and an anti-wear or anti-compressibility additive in coatings, adhesives, sealants, and plastics. PIP is frequently used in the manufacture of products that range from cars to aerospace vehicles to at-home electronics. The PIP rule was published in January 2021 as part of a group of final rules designed to reduce exposure to five persistent, bioaccumulative, and toxic (PBT) chemicals under Section 6(h) of the Toxic Substances Control Act (TSCA).

On March 8, 2021, the day before the PIP (3:1) prohibition became effective, the EPA issued a 180-day "no-action assurance" on the enforcement of certain of the rule's provisions. Specifically, while the PIP rule is now in effect, the EPA agreed to exercise its enforcement discretion to not enforce the rule's prohibitions on the processing and distributing in commerce of PIP (3:1) for use in articles and PIP (3:1)-containing articles and certain associated recordkeeping requirements.

Significantly, several provisions of the rule are not covered by the EPA's no-action assurance and remain subject to EPA enforcement during the no-action period. These include the rule's prohibition on discharges to water and the downstream notification requirements for PIP (3:1) and articles containing PIP (3:1). Certain recordkeeping requirements also remain in effect, including a new requirement to keep records that include a statement that any PIP (3:1) and PIP (3:1)-containing articles are complying with all aspects of the PIP rule.

Importantly, the benefit of protection from EPA enforcement during the no-action period only extends to companies that comply with all PIP rule requirements that are not covered by the no-action assurance. Further, the no-action assurance is silent on how subject companies should address TSCA certifications made upon importing PIP (3:1) and PIP (3:1)-containing articles. Companies continuing to import PIP (3:1) and PIP (3:1)-containing articles after March 8 should consult with counsel.

This advisory is published by Alston & Bird LLP to provide a summary of significant developments to our clients and friends. It is intended to be informational and does not constitute legal advice regarding any specific situation. This material may also be considered attorney advertising under court rules of certain jurisdictions.

ALSTON & BIRD









WWW.ALSTON.COM

Finally, the EPA also <u>announced</u> a 60-day public comment period to collect additional input on all five of the previously published final rules relating to PBT chemicals. The EPA will be seeking comment on whether portions of the PIP rule should be stayed for a time to allow companies to come into compliance with those provisions. The new deadline for collecting public comments is forthcoming, but the EPA anticipates considering the comments it receives and making a decision about the future effectiveness of the rule by the end of the no-action period.

WWW.ALSTON.COM

You can subscribe to future *Environment, Land Use & Natural Resources* advisories and other Alston & Bird publications by completing our **publications subscription form**.

If you have any questions or would like additional information, please contact your Alston & Bird attorney or any of the following:

Environment, Land Use & Natural Resources Group

Lee Ann Anand 404.881.4609 leeann.anand@alston.com

Gina Angiolillo 213.576.2606 gina.angiolillo@alston.com

Doug Arnold 404.881.7637 doug.arnold@alston.com

Megan Ault 415.243.1056

megan.ault@alston.com

Greg Berlin 213.576.1045 greg.berlin@alston.com

Caleb Bowers 415.243.1038 caleb.bowers@alston.com

caleb.bowers@aiston.com

Meaghan Goodwin Boyd 404.881.7245

meaghan.boyd@alston.com

Jeffrey Carlin 213.576.1008 jeff.carlin@alston.com

Nicki Carlsen 213.576.1128

nicki.carlsen@alston.com

Edward Casey 213.576.1005 ed.casey@alston.com

Greg Christianson 415.243.1012

greg. christians on @alston.com

Ha Chung 213.576.1151 ha.chung@alston.com

Jeffrey Dintzer 213.576.1063 jeffrey.dintzer@alston.com

Maureen Gorsen

916.498.3305 maureen.gorsen@alston.com Ronnie Gosselin 404.881.7965

ronnie.gosselin@alston.com

Maya Lopez Grasse 213.576.2526

maya.grasse@alston.com

Kathleen Hill 213.576.1056 kathleen.hill@alston.com

katilleen.illil@aiston.cc

Clay Massey 404.881.4969

clay.massey@alston.com

Kevin Minoli 202.239.3760 kevin.minoli@alston.com

Elise Paeffgen

202.239.3939 elise.paeffgen@alston.com

Geoff Rathgeber 404.881.4974

geoff.rathgeber@alston.com

Phil Sandick 202.239.3632

phil.sandick@alston.com

Shannon Vreeland 404.881.7429

shannon.vreeland@alston.com

Andrea Warren 213.576.2518

andrea.warren@alston.com

Sara Warren 404.881.7472

sara.warren@alston.com

Matt Wickersham 213.576.1185

matt.wickersham@alston.com

Jessica Williams-Vickery

404.881.7167

jessica.williams-vickery@alston.com

ALSTON & BIRD _

WWW.ALSTON.COM

© ALSTON & BIRD LLP 2021

```
ATLANTA: One Atlantic Center ■ 1201 West Peachtree Street ■ Atlanta, Georgia, USA, 30309-3424 ■ 404.881.7000 ■ Fax: 404.881.7777

BEJING: Hanwei Plaza West Wing ■ Suite 21B2 ■ No. 7 Guanghua Road ■ Chaoyang District ■ Beijing, 100004 CN ■ +86.10.85927500

BRUSSELS: Level 20 Bastion Tower ■ Place du Champ de Mars ■ B-1050 Brussels, BE ■ +32 2 550 3700 ■ Fax: +32 2 550 3719

CHARLOTTE: One South at The Plaza ■ 101 South Tryon Street ■ Suite 4000 ■ Charlotte, North Carolina, USA, 28280-4000 ■ 704.444.1000 ■ Fax: 704.444.1111

DALLAS: Chase Tower ■ 2200 Ross Avenue ■ Suite 2300 ■ Dallas, Texas, USA, 75201 ■ 214.922.3400 ■ Fax: 214.922.3899

FORT WORTH: 3700 Hulen Street ■ Building 3 ■ Suite 150 ■ Fort Worth, Texas, USA, 76107 ■ 214.922.3400 ■ Fax: 214.922.3899

LONDON: 5th Floor ■ Octagon Point, St. Paul's ■ 5 Cheapside ■ London, EC2V 6AA, UK ■ +44.0.20.3823.2225

LOS ANGELES: 333 South Hope Street ■ 16th Floor ■ Los Angeles, California, USA, 90071-3004 ■ 213.576.1000 ■ Fax: 213.576.1100

NEW YORK: 90 Park Avenue ■ 15th Floor ■ New York, New York, USA, 10016-1387 ■ 212.210.9400 ■ Fax: 212.210.9444

RALEIGH: 555 Fayetteville Street ■ Suite 600 ■ Raleigh, North Carolina, USA, 27601-3034 ■ 919.862.2200 ■ Fax: 919.862.2260

SAN FRANCISCO: 560 Mission Street ■ Suite 2100 ■ San Francisco, California, USA, 94105-0912 ■ 415.243.1000 ■ Fax: 415.243.1001

SILICON VALLEY: 1950 University Avenue ■ Suite 430 ■ East Palo Alto, California, USA, 92004-1404 ■ 202.239.3300 ■ Fax: 202.239.3333
```