

TABLE 25.—COSTS INCURRED BY FDA UNDER OPTION 4—Continued

FDA Costs	2003	2004	2005	2006	2007
Number of foreign paper submissions	22,677	9,071	9,071	9,071	9,071
Total number of domestic registrations in database	171,549	171,549	171,549	171,549	171,549
Total number of foreign registrations in database	205,405	205,405	205,405	205,405	205,405
Mailings to domestic facilities	\$1	\$1	\$1	\$1	\$1
Mailings to foreign facilities	\$1	\$1	\$1	\$1	\$1
Error rate for paper submissions	10%	10%	10%	10%	10%
Number of errors	7,243	2,897	2,897	2,897	2,897
Cost per error	\$15	\$15	\$15	\$15	\$15
Total costs	\$11,145,000	\$7,342,000	\$8,442,000	\$7,221,000	\$7,221,000
Discounted total costs	\$11,145,000	\$6,862,000	\$7,374,000	\$5,894,000	\$5,509,000

5. Option Five: Require Registration of Domestic and Foreign Facilities That Manufacture/Process, Pack, or Hold Food That Sell Their Products in Interstate and Intrastate Commerce for Consumption in the United States, Including Mixed-Type Facilities as Defined in Option 2, but Not Including Product Categories on the Registration Form

Option five covers the same facilities as option two, but requires less information from the registrants. Registrants still would be required to submit the facility's name, address, emergency contact information, name and address of the parent company, trade names, U.S. agent information (if a foreign facility), and the name of the owner, operator, or agent in charge of the facility, but would not be required to submit the general food product categories under § 170.3. Tables 26, 27, 28, 29, and 30 of this document provide a summary of the data for cost estimates under option 5 for domestic facilities, foreign facilities, and FDA, respectively.

Removing the product categories from the registration would decrease the frequency with which facilities have to update their registrations and reduce the amount of time required to register by 15 minutes. FDA requests comment on this estimate. FDA estimates that removing the product categories would reduce the percentage of facilities that have to update their registration from 20 percent each year to 10 percent. First year costs would be lower for foreign and domestic facilities due to facilities needing less time to fill out the form. Total first year domestic costs would be lowered from \$13.6 to \$12.3 million.

Annual costs for domestic firms would be lowered from \$3.4 to \$2.3 million due to less frequent updates. Total first year foreign costs would be lowered from \$319.6 to \$318.3 million and total costs would be raised from \$334.5 to \$341.9 million.

TABLE 26.—NUMBER OF DOMESTIC FACILITIES COVERED UNDER OPTION 5

2000 CBP	103,125
1999 Nonemployer statistics	68,424
Mixed-type facilities that engage in farming	25,365
Retail processors	10,410
Total domestic	207,324

TABLE 27.—SUMMARY OF COSTS INCURRED BY DOMESTIC FACILITIES UNDER OPTION 5

Administrative worker wage (includes overhead)	25.1
Manager wage (includes overhead)	56.74
Percent with Internet access US	71%
Research time with Internet (hours)	1
Research time without Internet (hours)	2
Research cost with Internet	\$3,695,000
Research cost without Internet	\$3,018,000

TABLE 27.—SUMMARY OF COSTS INCURRED BY DOMESTIC FACILITIES UNDER OPTION 5—Continued

Administrative time for form (hours)	0.5
Manager time for form (hours)	0.25
Form costs	\$5,543,000
Percent of businesses going out of business	10%
Percent of businesses entering	10%
Percent of businesses with changes	10%
Annual facility costs	\$2,334,000
Total domestic costs	\$12,256,000

TABLE 28.—NUMBER OF FOREIGN FACILITIES COVERED UNDER OPTION 5

Foreign holders and packagers	100,027
Foreign manufacturers/processors	125,450
Stops exporting	16%
Total facilities	205,405

TABLE 29.—SUMMARY OF COSTS INCURRED BY FOREIGN FACILITIES

Speaks English	16%
Has Internet access	31%
Has U.S. agent	10%