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A Retailers Perspective: Commentary on Today's Regulatory Environment for Retailers

Submitted by: Best Buy



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Introduction

- Tim Cassidy, Sr. Manager for Product Safety, Best Buy, Exclusive Brands
- I am here today to discuss product regulations and my remarks relate specifically to electronic products sold to consumers through retail outlets
- Disclaimer
 - The views expressed here represent my personal understanding of the subject matter and may differ from others in the retail industry. These are not necessarily the views of Best Buy.



Two Major Trends

- Due to the complexities of the supply chain, retailers are increasingly being held responsible for products in the consumer market
 - Retailers live in the consumers market, not the producers market
- The use of private labels by retailers is growing significantly



What Do the Trends Mean?

- Retailers are taking more direct interest in regulations around products
 - Usually through industry associations advocating for common sense rules
 - Advocating on behalf of consumers
- Retailers are more deeply involved in the supply chain
 - Developing industry standards
 - Driving accountability in the supply chain



Private Label Enterprises

- It is often assumed that private labelers "specify" the products – this is technically incorrect...
 - Private labelers specify *features* we believe represent what consumers want – form, fit and function as a *concept*
 - Vendor' design engineers translate these concepts into actual material and design specifications
- Retailers sit between consumers and designers



Main Areas of *Product* Concern

- Traditional electrical and mechanical product safety
 - Shock, fire, burn, lacerations, etc.
- Radio interference
 - Conducted/radiated emissions/immunity of active component products
- Energy efficiency
 - Standby use and various operational modes
- Material substances
 - CMRs and bioaccumlative; heavy metals, flame retardants, pigmentations, preservatives, etc.



General Principles We Encourage

- Voluntary standards are more effective than mandatory standards
 - Voluntary standards keep pace with technology changes
 - The word "voluntary" is misunderstood it's not a free pass
 - Rules can point to these standards making them defacto mandatory standards
 - Voluntary standards are written by engineers, scientists, and safety experts and require consensus of stakeholders in development and maintenance activities



General Principles We Encourage

- Harmonized standards are more effective than localized standards
 - Products are global and culturally invariant
 - "Safety" is a fundamental issue, not variable by jurisdiction in its physical effect
 - Harmonized standards may have national or regional difference (such as plug type) and still be essentially the same
 - Harmonized standards promote safety while keeping consumer prices low



