FY1999 Project Commissioned by Environment Agency, Government of Japan

Environmental Impact Assessment for International Cooperation

Furthering the Understanding of Environment Impact Assessment Systems for Experts Engaged in International Cooperation Activities

March, 2000

Overseas Environmental Cooperation Center, Japan

Foreword

Environmental Impact Assessment (EIA) is a system for identifying and introducing measures to prevent environmental adverse impacts caused by development project. EIA could be an effective instrument to achieve sustainable development. The concept of sustainable development was introduced at United Nations Conference on Environment and Development held in Rio de Janeiro, Brazil in 1992. Principle 4 of the Rio Declaration, stated "In order to achieve sustainable development, environmental protection shall constitute an integral part of the development process and cannot be considered in isolation from it." Principle 17 stated that "Environmental impact assessment, as a national instrument, shall be undertaken for proposed activities that are likely to have significant adverse impacts on the environment and are subject to a decision of a competent national authority." In other words, integration of environmental consideration into any development project is required and EIA is the system to achieve the goal. For this reason, EIA has become increasingly significant in recent years.

Developing countries face a dilemma that had been common with Japan once experienced during the days of rapid economic growth. The pressure to escape poverty creates more demands for continual economic development, regardless of the grave pollution and destruction on natural environment, and emerging of global environmental problems. Recently, developed countries and international donor agencies increasingly demand developing countries for environmental considerations when providing development assistance. With these backgrounds, many developing countries have already introduced EIA systems. Demand to introduce and implement EIA system is critical for developing countries, for those driving towards economic expansion under seeking the equilibrium for sustainable development.

The origin of Environmental Impact Assessment system started with the enactment of the National Environmental Policy Act (NEPA) in 1969 by the U.S. Japanese cabinet adopted EIA in the first half of the 1970's and promulgated the Environmental Impact Assessment law in June 1997, being the last to establish the law among the OECD members. At the supplementary resolutions at the House of Representatives and Councilors during the Diet deliberations on the Law, it was requested that Environmental Impact Assessment should be applied to the projects implemented by Japanese industries and official development assistant (ODA) in overseas countries, to ensure proper environmental consideration. In Japan, many experts go to developing countries to collaborate with them and facilitate technology transfer to preserve environment. This effort plays a main pillar in the international cooperation activities of the environmental protection field in Japan. These experienced environmental experts might have a comprehensive understanding on EIA system in Japan, but they are unfamiliar with EIA of abroad.

This publication outlined the EIA systems useful for development assistance project, in order to help those environmental experts who are involved in development assistance or technological cooperation work in developing countries.

Many large-scale economic development programs are undertaken with the cooperation of financial support from bilateral and multilateral donors such as the World Bank (WB), Asian Development Bank (ADB) or Japanese organizations such as JICA or JBIC(ex-OECF). Therefore there is a very close relationship between the EIA in developing countries and the EIA guidelines of these aid agencies. In particular, the environmental assessment of the World Bank is mandatory on all projects that may potentially have a significant influence on the environment, many countries plan to introduce a new environmental assessment system for preparation of the EIA report. With the efforts of these aid agencies, public-participation type development becomes the mainstream that places emphasis on public participation in each step of the structure, implementation and assessment of projects. The procedures introduce in here differ from that of Japan, that the scope of assessment does not remain at environmental aspects, but also covers economic, social and cultural aspects as well.

In consideration of the above conditions, this document describes EIA systems for development assistance based on the World Bank, which is thought to play a leading role in environmental impact assessment systems for development assistance for developing countries.

Contents

Foreword

1	What is Environmental Assessment?	1
2 2.1 2.2	History of EIA Systems and Measures taken around the World Historical Background of EIA EIA in Environmental Laws of Various Countries	3 3 8
3 3.1 3.2	EIA Process Flow of EIA Step-wise Structure of EIA	13 13 13
4 4.1 4.2 4.3	Outline of EIA for Development Assistance EIA and Development Planning EIA Inputs to the Project Cycle Outputs in the Development Planning Decision	19 19 21 25
5 5.1 5.1.1 5.1.2 5.1.3 5.1.4 5.1.5 5.2 5.3	EIA Program for Development Assistance EIA Process in World Bank Project Identification Preparation of EA Report Appraisal Process Implementation Plan Environmental Impact Evaluation Environmental Consideration in JICA JBIC Environmental Guidelines	28 28 28 30 30 31 32 34
Appendix		
1	Scoping Techniques Priof History of World Book Environmental Policy	45 49
3	Brief History of World Bank Environmental Policy The World Bank's New Operational Manual	49 55
4	Environmental Consideration in JICA	85
5	JBIC Environmental Guidelines for ODA Loans	91
6	The Environmental Impact Assessment Law in Japan	107

Acknowledgement

This publication was drafted and compiled by the Drafting Committee of Environmental Impact Assessment for International Cooperation.

(FY1998)

【Member】 (in Alphabetical Order)				
Katsuhiko NAITO	Deputy Director, Environmental Impact Review Office, Environmental Impact Assessment Division, Planning and Coordination Bureau, Environment Agency of Japan (EAJ)			
Taku OHMURA	Deputy Director, Office of Overseas Environmental Cooperation, Global Environment Department, Environment Agency of Japan (EAJ)			
Kenichi TANAKA	Senior Adviser of Environmental Impact Assessment, Institute for International Cooperation, Japan International Cooperation Agency (JICA)			
Kenichiro YANAGI	Professor, Faculty of Real Estate Science, Meikai University			
Tokuya WADA	Deputy Director, Environment & Social Development Division, Environment & Social Development Office, The Overseas Economic Cooperation Fund (OECF)			

(FY1999)

Taku OHMURA	Deputy Director, Office of Overseas Environmental Cooperation, Global Environment Department, EAJ
Tomohiro SHISHIME	Deputy Director, Environmental Impact Review Office, Environmental Impact Assessment Division, Planning and Coordination Bureau, EAJ
Kenichi TANAKA	Senior Adviser of Environmental Impact Assessment, Institute for International Cooperation, JICA
Kenichiro YANAGI	Professor, Faculty of Real Estate Science, Meikai University
Tokuya WADA	Deputy Director, Environment Division 2, Environment & Social Development Department, Japan Bank for International Cooperation (JBIC)

[Secretariat]			
Keiichi NAKAZAWA	Environment Cooperation Officer, Office of Overseas Environmental Cooperation, Global Environment Department, EAJ		
Mitsuhiro YAMAMOTO	Program Manager, Overseas Environmental Cooperation Center		
Naoko IWAKAMI	Researcher, Overseas Environmental Cooperation Center		
Satoko OHARA	Secretary, Overseas Environmental Cooperation Center		

Environmental Impact Assessment for International Cooperation
Furthering the Understanding of Environmental Impact Assessment Systems for
Experts engaged in International Cooperation