#### Does jurisdictional siloing increase or undermine the efficiency and efficacy of next-generation IA in federalist states? A Canadian example

Environmental Impact Assessment Review, (2025) 112 at 107738: https://doi.org/10.1016/j.eiar.2024.107738.



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#### Overview

Recent developments in Canada that silo IA

- For constitutional reasons
- For efficiency reasons
- Lens: Next generation IA
- Sustainability
- Cumulative and interactive effects
- Efficiency

Implications and recommendations

## Canada's model of federalism



Regulatory power divided between federal and provincial governments

Constitution does not list environment as a regulatory power

Federal powers:

- Fisheries
- Navigation
- Well-being of Indigenous peoples

**Provincial powers** 

- Natural resources
- Electricity generation
- Local works and undertakings

•Long tradition of provincial governments fighting federal environmental regulation

#### Reference re Impact Assessment Act

2019: Impact Assessment Act enacted

Requires consideration of positive and negative environmental, social, economic effects, sustainability and equity effects (GBA+)

Immediately challenged by Province of Alberta

Court held that for provincially regulated projects (e.g., mines, dams):

- Federal assessment decisions can only consider adverse "federal" adverse effects (and all benefits)
- E.g., cannot consider air pollution, health effects, adverse socioeconomic effects
- Forces federal decisions to be siloed.





#### Building Canada's <del>)</del> Clean Future

A plan to modernize federal assessment and permitting processes to get clean growth projects built faster.



## The quest for efficiency

Ministerial Working Group on Regulatory Efficiency for Clean Growth Projects

- Committed to ""improve the efficiency of the impact assessment and permitting processes for major projects"
- Recommended more "cooperation" with provinces and shorter timelines



# Changes aimed at efficiency and facilitating cooperation

Federal decision makers can not consider adverse provincial effects

 E.g., impacts on wildlife, air pollution, socioeconomic effects

Timelines are less flexible

Full substitution remains possible

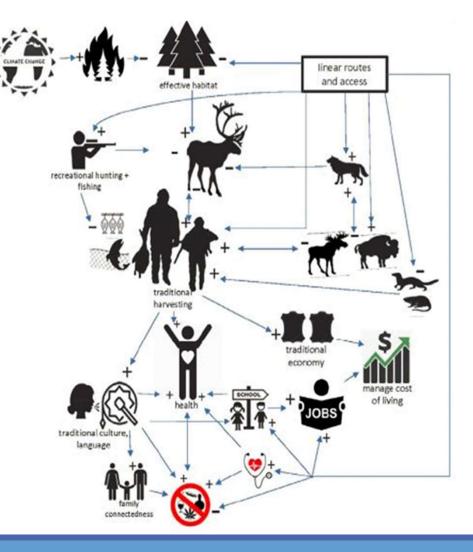
Federal officials can substitute parts of provincial assessments (i.e., Frankenstein assessments)

#### BUT



#### AND

## "the world is made of systems, not silos"\*



\*Ehrlich, A. 2022. Collective impacts: using systems thinking in project-level assessment. Impact Assessment and Project Appraisal, 40:2: 129-145, <u>DOI: 10.1080/14615517.2021.1996901.</u>

# What is an efficient impact assessment?

#### **State and industry conception**: Faster, cheaper, less bureaucratic

Efficiency, fairness and effectiveness are at odds with each other

#### **Next-generation IA conception**: Efficiency at achieving desired objectives

Efficiency, fairness and efficacy are mutually-supporting objectives

#### Next generation impact assessment

Five core principles

14 essential elements

Substantive objectives:

Sustainability-based purpose, scope and criteria

Effective attention to cumulative and interactive effects

## Risk of recent amendments?

Impact assessments that are

- Less effective
  - Siloed assessments less able to consider cumulative and interactive effects
- Less fair
  - Participants and Indigenous peoples less able to have their concerns heard and interests protected
- Less efficient
  - If IA is not effective or fair, it is not efficient

### Next-generation IA solutions?

Multijurisdictional assessment to the highest standard

- When all jurisdictions are involved, there are no credible arguments for ignoring relevant effects, including cumulative and interactive
- Substitution does not facilitate cooperation

Respecting Indigenous rights and jurisdiction

- UNDRIP: Right to self-determination, decision-making authority (including FPIC), and participation in state decision-making
- Indigenous knowledge understands interconnectedness of values and effects (e.g., Squamish Nation assessment of Woodfibre LNG)

Regional and strategic assessment

- Can provide credible high-level guidance
- No final decision = no limit on what can be considered



### Let's continue the conversation!

Message me your questions or comments in the IAIA25 app.

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