

Review and Update of the World Bank's Environmental and Social Safeguard Policies Phase 3 Feedback Summary

Date: November 23, 2015 Location: Riyadh, KSA

Audience: Government official and Ministries representatives

ESF	Issue	Items	Feedback
Vision	Human Rights	1. Approach to human rights in	The Government officials reiterated that it is important to respect the country
		the ESF	context and national sovereignty with regard to the human rights approach.
ESP/	Non-discrimination	2. Explicit listing of specific	The Saudi Government has no problem with the principle of nondiscrimination
ESS1	and vulnerable	vulnerable groups by	and much is enshrined in Saudi laws and practice but the approach to the
	groups	type/name (age, gender,	LGBTI issue is against the Saudi profound religious and cultural values.
		ethnicity, religion, physical,	According to the Saudi officials, people find it offensive and this would never
		mental or other disability,	be tolerated in KSA.
		social, civic or health status,	
		sexual orientation, gender	
		identity, economic	
		disadvantages or indigenous	
		status, and/or dependence on	
		unique natural resources)	
		3. Specific aspects of the non-	
		discrimination principle in	
		complex social and political	
		contexts, including where	
		recognition of certain groups	

	is not in accordance with national law
Use of Borrower's Environmental and Social Framework	4. Role of Borrower frameworks in the management and assessment of environmental and social (E&S) risks and impacts where these will allow projects to achieve objectives materially consistent with Environmental and Social Standards (ESSs) 5. Approach for making decision on the use of Borrower frameworks, including the methodology for assessing where frameworks will allow projects to achieve objectives materially consistent with the ESSs, and the exercise of Bank discretion 6. Role of Borrower frameworks in high and substantial risk projects
Co-financing/ common approach	7. Arrangements on E&S standards in co-financing situations where the co-financier's standards are different from those of the Bank
Adaptive risk management	8. Approach to monitoring E&S compliance and changes to the project during implementation
Risk classification	9. Approach to determining and reviewing the risk level of a project

ESS1	Assessment and	10. Assessment and nature of	
	management of	cumulative and indirect	
	environmental and	impacts to be taken into	
	social risks and	account	
	impacts	11. Treatment of cumulative and	
		indirect impacts when	
		identified in the assessment of	
		the project	
		12. Establishing project	
		boundaries and the	
		applicability of the ESSs to	
		Associated Facilities,	
		contractors, primary suppliers,	
		FI subprojects and directly	
		funded sub-projects	
		13. Circumstances under which	
		the Bank will determine	
		whether the Borrower will be	
		required to retain independent	
		third party specialists	
	Environmental and	14. Legal standing of the ESCP	
	Social Commitment	and implications of changes to	
	Plan (ESCP)	the ESCP as part of the legal	
		agreement	
ESS2	Labor and working	15. Definition and necessity of	The Government officials requested further clarifications on the definition of
	conditions	and requirements for	third parties. There should be mutual agreement on their use by Bank and
		managing labor employed by	country. Saudi Arabia has a large number of contract workers and labor laws,
		certain third parties (brokers,	but it is the contractor that needs to respect these with regard to its workers.
		agents and intermediaries)	
		16. Application and	There are limitations to the extent that the Government can check everything
		implementation impacts of	contractors do. There is a confidential hot line that workers can contact if they
		certain labor requirements to	have problems at work in KSA.
		contractors, community and	
		voluntary labor and primary	The Saudi officials stated that the country has a similar Grievance redress
		suppliers	mechanism that the workers use to raise their concerns.

		17. Constraints in making grievance mechanisms available to all project workers 18. Referencing national law in the objective of supporting freedom of association and collective bargaining 19. Operationalization of an alternative mechanism relating to freedom of association and collective bargaining where national law does not recognize such rights 20. Issues in operationalizing the Occupational Health and Safety (OHS) provisions/standards	
ESS3	Climate change and GHG emissions	21. The relation between provisions on climate change in the ESF and broader climate change commitments, specifically UNFCCC 22. Proposed approaches to measuring and monitoring greenhouse gas (GHG) emissions in Bank projects and implications thereof, in line with the proposed standard, including determining scope, threshold, duration, frequency and economic and financial feasibility of such estimation and monitoring	Saudi Government officials expressed support for the principles of the ESF and noted the recognition in the ESF that technically and financially it may not be appropriate to require GHG estimations in all projects and countries. Even under the CDM in KSA, the difficulties and cost of establishing a baseline for GHGs was noted. The Bank was urged to practical and understanding of Borrower constraints. Also, they noted international obligations under the UNCCC need to be take into consideration. Reliance on consultants to undertake GHG estimations can be costly.

		23. Implications required for the Borrower of estimating and reducing GHG emissions for Bank projects, in line with the proposed standard	
ESS5	Land acquisition and involuntary resettlement	 24. Treatment and rights of informal occupants and approach to forced evictions in situations unrelated to land acquisitions 25. Interpretation of the concept of resettlement as a "development opportunity" in different project circumstances 	Saudi Arabia can recognize the challenges that Borrowers face in this regard and especially the landless and illegal occupiers. The need to have an early assessment of the issues and a cutoff date was highlighted. Use of eminent domain should be undertaken when appropriate to prevent projects from being delayed.
ESS6	Biodiversity	 26. Operationalization of the provisions on primary suppliers and ecosystem services, especially in situation with low capacity 27. Role of national law with regard to protecting and conserving natural and critical habitats 28. Criteria for biodiversity offsets, including consideration of project benefits 29. Definition and application of net gains for biodiversity 	
ESS7	Indigenous Peoples	30. Implementation of the Indigenous Peoples standard in complex political and cultural contexts	There was a note on the need to consider carefully impacts on tribal peoples. The officials expressed understanding and support for the concerns of many African countries that the use of the term "indigenous" causes problems.

		31. Implementation of ESS7 in	
		countries where the	
		constitution does not	
		acknowledge Indigenous	
		Peoples or only recognizes	
		certain groups as indigenous	
		32. Possible approaches to reflect	
		alternative terminologies used in different countries to	
		describe Indigenous Peoples	
		33. Circumstances (e.g. criteria	
		and timing) in which a waiver	
		may be considered and the	
		information to be provided to the Board to inform its	
		decision	
		34. Criteria for establishing and	
		implementation of Free, Prior	
		and Informed Consent (FPIC)	
		35. Comparison of proposed FPIC	
		with existing requirements on	
		consultation	
		36. Application of FPIC to	
		impacts on Indigenous	
		Peoples' cultural heritage	
ESS8	Cultural Heritage	37. Treatment of intangible	
LSSO	Cultural Heritage	cultural heritage	
		38. Application of intangible	
		cultural heritage when the	
		project intends to	
		commercialize such heritage	
		39. Application of cultural	
		heritage requirements when	
		cultural heritage has not been	
		cultural heritage has not been	

		legally protected or previously	
		identified or disturbed	
ESS9	Financial Intermediaries	40. Application of standard to FI subprojects and resource implications depending on	
		risk	
		41. Harmonization of approach with IFC and Equator Banks	
ESS10	Stakeholder engagement	42. Definition and identification of project stakeholders and	
		nature of engagement	
		43. Role of borrowing countries or implementing agencies in	
		identifying project stakeholders	
General	EHSG and GIIP	44. Application of the Environmental, Health and	
		Safety Guidelines (EHSGs)	
		and Good International Industry Practice (GIIP),	
		especially when different to national law or where the	
		Borrower has technical or	
		financial constraints and/or in view of project specific	
		circumstances	
	Feasibility and	45. Implementation and resource	
	resources for	implications for Borrowers,	
	implementation	taking into account factors	
		such as the expanded scope of	
		the proposed ESF (e.g., labor	
		standard), different Borrower	
		capacities and adaptive	
		management approach	

b	Client capacity building and implementation support	 46. Mitigation of additional burden and cost and options for improving implementation efficiency while maintaining effectiveness 47. Funding for client capacity building 48. Approaches and areas of focus 49. Approach to implementing the ESF in situations with capacity constraints, e.g., FCS, small states and emergency situations 	The Government officials indicated that there will be a need to help countries adapt to the ESF and build their capacity and thus support use of Borrower frameworks which is better for countries as they have more ownership of E and S issues on their projects.
Ι	Disclosure	50. Timing of the preparation and disclosure of specific environmental and social impact assessment documents (related to ESS1 and ESS10)	
	Implementation of the ESF	 51. Bank internal capacity building, resourcing, and behavioral change in order to successfully implement the ESF 52. Ways of reaching mutual understanding between Borrower and Bank on issues of difficult interpretation 	
Other issues			There was a question about the changeover from OPs to ESSs and whether existing projects would have to change to meet the new standards.