

### **Organization of American States**

## **Environmentally Sustainable Trade**

International Association for Impact Assessment

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Thomas Scott Vaughan



## Background

#### > Free Trade Area of the Americas

- Santiago Declaration (1996):
  - ⇒ "the environment . . . will be taken into account as we proceed with the economic integration process in the Americas."
- Quebec Declaration (2001):
  - "view to ensuring a balance among economic development, social development and the protection of the environment."



## **Project Overview**

#### > Goal

> Promote Environmentally Sustainable Trade

#### > Strategy

- Capacity Building for Member States
  - ⇒ Support for policies that:
    - » minimize environmental impacts
    - » maximize environmental benefits
- Work with state and non-state expert organizations as peers in all steps



## **Project Geography**

- > Domestic Emphasis
  - Assessment and Capacity Building
- Country Studies by Trading Blocs
  - > MERCOSUR
  - > CACM/CAFTA
  - > Andean Pact
  - > CARICOM



## **Project Geography**

#### > 1st Year

- > Argentina
- > Brazil

#### >2<sup>nd</sup> Year

- Paraguay, Uruguay
- > Central America (Costa Rica, Guatemala)

#### >3rd Year

- Central America (Scoping Exercise)
- > Caribbean
- > Andean Countries



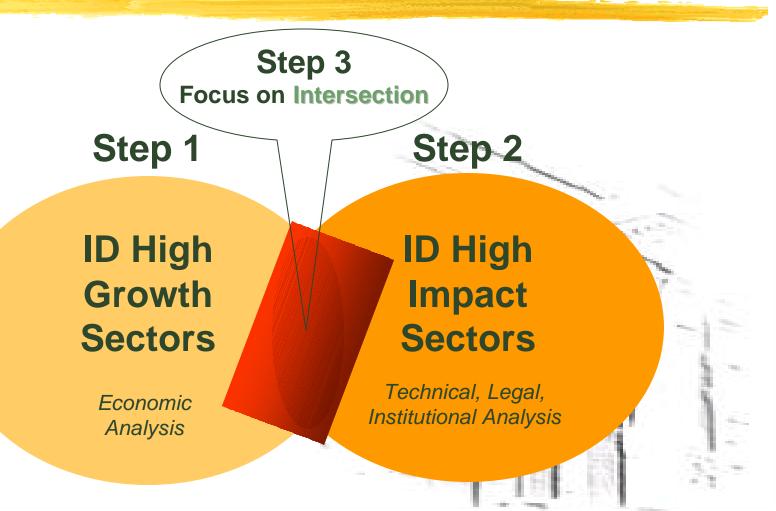


## Methodology

- Country Studies focus on domestic issues and impacts
  - Studies to assess potential environmental impacts empirically
    - ⇒ Analysis Phase
      - » Expert teams in study countries
    - ⇒ Dialogue Phase
      - » Peer review results
      - » Assess policy options



## **Analysis Phase**





# Step 3 – Analysis Phase

#### **High Change / High Impact**

- Assess legal and institutional frameworks to address impact in place
- Develop and discuss options for managing impact in future





## **Dialogue Phase**

- Discussion among government and non-governmental experts
  - > Examine country studies
  - > Review other relevant work
  - > Assess comparative regional approaches
  - Consider domestic alternatives
- > Peer review at every step



# Methodological Challenges

- Ex-ante assessment
- Economic modeling
- > EA at the macro policy level (that is not project specific EIA)
- Lack of current, meaningful data, reliability of information
- > Process considerations
- Incorporation of social impacts



## **Progress to Date**

- > Argentina & Brazil studies published
- Paraguay, Uruguay, Guatemala, Costa Rica
  - > In draft, preliminary reviews
- Remaining CAFTA / Caribbean and Andes about to begin