









Country Presentations: Malaysia

OF SOCIAL IMPACT ASSESSMENT FOR DEVELOPMENT PROJECT IN MALAYSIA

7th June, 2022

TPr Dr. Alias Bin Rameli

Director General, PLANMalaysia
Ministry of Housing and Local Government







PRESENTATION OUTLINE

1.0 INTRODUCTION

- 1.1 Spatial Planning Framework In Malaysia
- 1.2 Application SIA in Malaysia
- 1.3 Evolution of SIA for Development Project in Malaysia
- 1.4 SIA in Town and Country Planning Act (Act 172)
- 1.5 Manual for Preparation SIA Report for Development Project (2nd Edition)

2.0 CASE STUDIES

- 2.1 West Coast Expressway, Peninsular Malaysia
- 2.2 Penang South Reclamation, Pulau Pinang

3.0 CHALLENGES IN IMPLEMENTING SIA

- 3.1 Legal Aspect
- 3.2 Capacity Building
- 3.3 Public Participation
- 3.4 Scope And Methodology
- 3.5 Monitoring And Regulating
- 3.6 Valuation Proses
- 3.7 Integrity And Etiquette

4.0 WAY FORWARD

- 4.1 Paradigm Shift the Philosophy of SIA
- 4.2 User-Friendly Guideline
- 4.3 Towards Professional Practice
- 4.4 Improvement of Legislation
- 4.5 Public Awareness



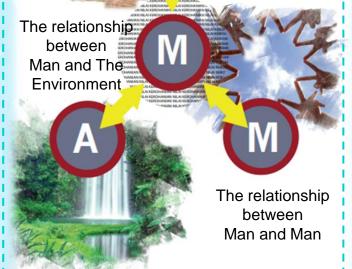
1.0 INTRODUCTION

1.1 SPATIAL PLANNING FRAMEWORK IN MALAYSIA



TOTAL PLANNING AND DEVELOPMENT PHILOSOPHY

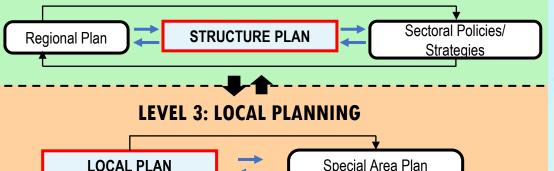
The relationship between Man and The Creator



SHARED PROSPERITY VISION 2030



LEVEL 2: REGIONAL/STATE PLANNING



IMPLEMENTATION

Review







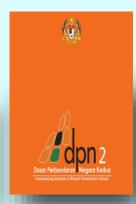












1.2 APPLICATION OF SIA IN MALAYSIA

SIA for international organization that provide financing (World Bank, IMF)

SIA for development project under Town and Country Planning Act (Act 172)

SIA for certification scheme like Malaysian Sustainable Palm Oil (MSPO), Roundtable on Sustainable Palm Oil (RSPO) & Forest Stewardship Council (FSC)

SIA

SIA in the feasibility study (highway project under budget Ministry of Works)

SIA for policy and program (example under Ministry of Women, Family and Community Development

SIA study in the EIA under Sarawak Natural Resources and Environment Ordinance SIA Study in the EIA under Sabah Environmental Protection Enactment

1.3 EVOLUTION OF SIA FOR DEVELOPMENT PROJECT IN MALAYSIA

- 1990s: government, universities, corporate circle
- Late 1990s: PLANMalaysia presented many SIArelated papers (workshop, meeting, seminar)
- 1998: 4 local plan incorporate SIA element (Cyberjaya, Sungai Merab, Dengkil & Salak Tinggi)

- 2012: SIA Manual for project development, **PLANMalaysia**
- 2015: PLANMalaysia as the **lead agency** for SIA in project development
- 2016: 1st SIA Panel Meeting
- 2017: SIA report compulsory for reclamation and national major infrastructure
- 2018: 2nd Edition SIA Manual for **Development Project, PLANMalaysia**



1990s beginning

Social Impact

Assessment

2008

2000s shooting

2010s growth

2020s branching

- 2000: First SIA Manual (Prime Minister Office)
- 2001: Act 172 amendment to include public participation in plan-making
- 2002: SIA Handbook of Malaysia 2002: UNDP funded
- 2003: National Social Policy
- 2005: Malaysia Association of Social Impact Assessment (MSIA) formed ASIA
- 2005-2010: Sustainability Assessment in Local Plan
- 2008: Book: Social Impact Assessment in Malaysia

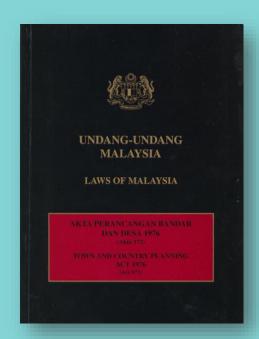
 2021: Reviewing of the existing Manual

 2022: Registered SIA Practitioner (pioneer

group)

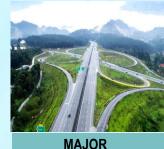


1.4 SIA IN TOWN AND COUNTRY PLANNING ACT 1976 (ACT 172)



Town and Country Planning Act 1976 is an Act for the proper control and regulation of town and country planning in Peninsular Malaysia. In the year 2017, the 5th amendment of Act 172 provided a legal basis for the **requirement to prepare and submit an SIA report** for a national significance project and **an analysis of social impacts** for all the development that need planning approval.





INFRASTRUCTURE

Sec. 20B

Duty to seek advice

report is required for project getting advice from National Physical Planning Council (NPPC). (e.g. coastal reclamation, major national infrastructure and new township)

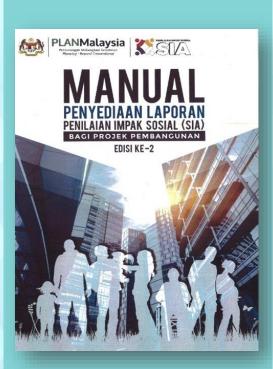
Sec. 21A(1)

Development

Proposal Report

 Analysis of social impact shall be one of the contents in the development proposal report.

1.5 Manual for Preparation SIA Report for Development Project (2nd Edition)



Manual for Preparation Social Assessment Impact Report for Development Project (2nd Edition), 2012 CATEGORY 1

Subsection 20B(1) and (2), Act A1522

CATEGORY 2

Subsection 22(2A), Act 172

CATEGORY 3

- **⋄** Coastal reclamation
- * Major national infrastructure
- Other infrastructure of national interest
- New township
- Major infrastructure
- Development on hill tops and hill slopes

Development that has significant social impacts as determined by the State Authority / Local Authority.

Projects of national significance - require advice from NPPC*

* NPPC: National Physical Planning Council chaired by Prime Minister

Projects that has significant social impacts at state level – do not require advise from NPPC

No. of SIA Evaluation Meeting (2016-2022)

SIA CATEGORY 1 & 2

40 reports



16 reports

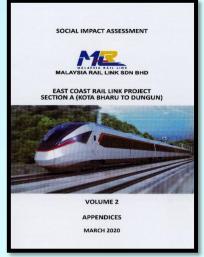


24 reports

SIA CATEGORY 3

64 reports



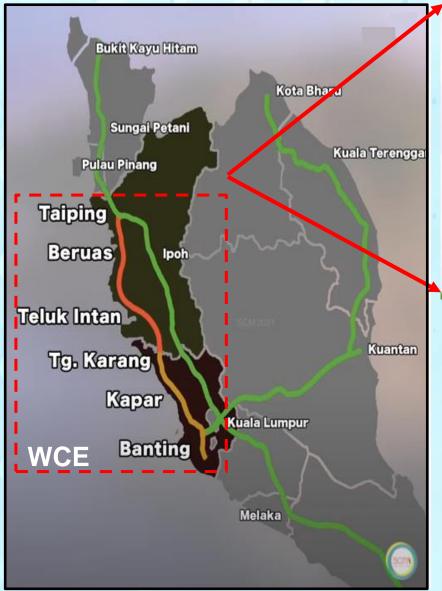


Example of SIA report

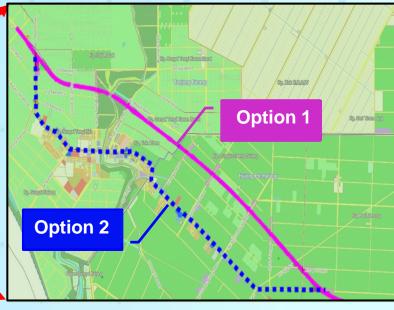


2.0 CASE STUDIES

2.1 CASE STUDY 1: WEST COAST EXPRESSWAY (WCE), PENINSULAR MAYSIA







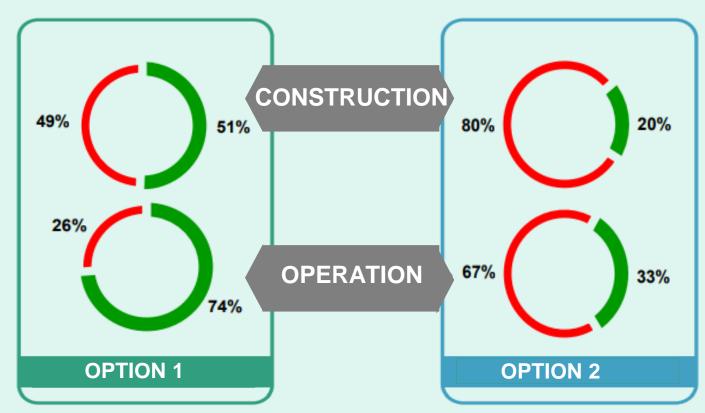
Project Background

- From Banting to Taiping
- 233 kilometres
- 21 intersections
- Project start Aug 2014
- Expected complete by 2024
- Study area for SIA is 10km
 from Assam Jawa Tg. Karang
 (the 7th section of 11 sections)

- Option 1: mainly non built up area, maintain the existing road system, need to construct 6 bridges, 1 interchange
- Option 2: using existing road in the town area, need to construct 3 'U turn', 1 interchange and 1 bridge

2.1 CASE STUDY: WEST COAST EXPRESSWAY

OVERALL IMPACT BY OPTION IN CONSTRUCTION AND OPERATION STAGE

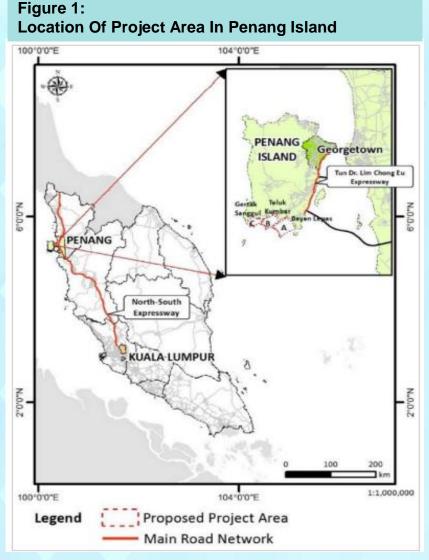


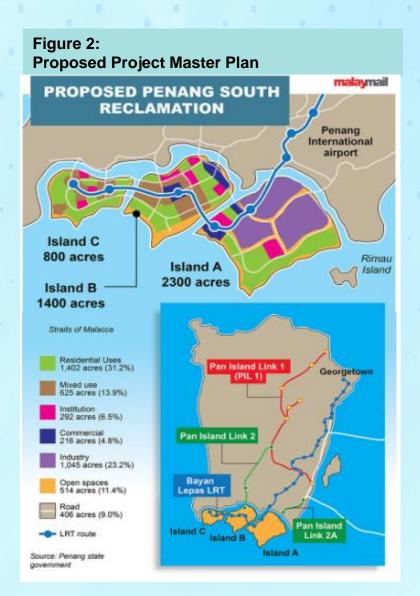
Outcome

- Option 1 more favoured and manageable, need mitigation measures for unavoidable impacts.
- Land acquisition for 164 lots vs.
 510 lots (including 21 lots of community facilities) in option 2
- Impacted 529 individuals vs.7,017 individuals in option 2
- Cost of acquisition is RM25.9 mil vs RM136.5 mil in option 2.

Source: SIA Report for West Coast Expressway, 2018.

2.2 CASE STUDY 2: PENANG SOUTH RECLAMATION (PSR), PULAU PINANG





Project Background

- Transport Master Plan (PTMP) included proposals for highways, LRT, monorail, bus rapid transit, trams, ferries and water taxis with PSR as the funding module.
- The islands, named A, B and C, will measure a total **4,500** acres **(1,821 ha)**
- The National Physical Planning Council (NPPC) gave advice to PSR in April 2019 with 18 conditions and subject to other required approvals like EIA, SIA, FIA etc.

Source: SIA Report for Penang South Reclamation, 2020.

2.2 CASE STUDY: PENANG SOUTH RECLAMATION (PSR) (CON'T)

SUMMARY OF SIGNIFICANCE OF THE SOCIAL IMPACTS DURING OPERATION

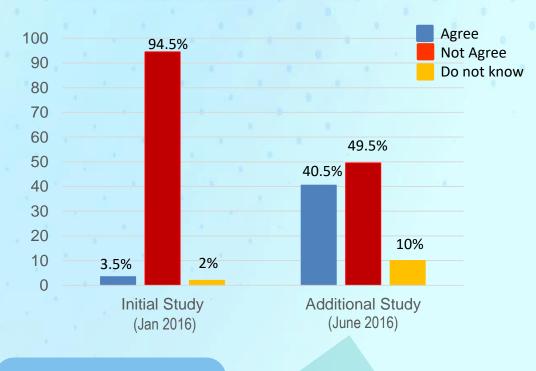
Sc		ore
Impact	Without Mitigations	With Mitigations
1.Demography	9	6
2.Occupational and socio- economic structure	8	+ve
3.Ethnic, social and cultural conflict	9	6
4.Problem of integration	9	6
5.Clash of lifestyle	9	6
6.Problem of marginalisation/ alienation	9	6
7.Services	6	3
8.Employment	4	4

Source: SIA Report for Penang South Reclamation, 2018.

Legend:

- Rating=Significant (high priority)
- Rating=Significant (medium priority)
- Rating=Significant (low priority)

PROJECT ACCEPTABILITY



With mitigations, fisherman acceptance levels increased from 3.5% to 40.5%



3.0 CHALLENGES IN IMPLEMENTING SIA

3.0 CHALLENGES IN IMPLEMENTING SIA

7. Integrity and etiquette

- SIA practitioners
- Registered system

6. Valuation process

- Transparency
- Focus on theory

5. Monitoring and regulating

- Interdisciplinary mitigation measures
- Redundant with existing monitoring system



1. Legal Aspect

- Provision of Act
- Institutional framework

2. Capacity Building

- SIA Practitioner
- Project proponent
- Local authority planner

3. Public Participation

- Limited influence
- Not involve in full cycle of SIA

4. Scope and methodology

- Social: wide definition
- Understanding



4.0 WAY FORWARD

4.1 PARADIGM SHIFT THE PHILOSOPHY OF SOCIAL IMPACT ASSESSMENT

PROJECT PROPONENT

SIA Report is a **project planning tool** for project proponent

GOVERNMENT

SIA report is a **decision making tool** for government

AVOID -ve impacts

REDUCE -ve impacts

social impact



social change

FAIR COMPENSATION

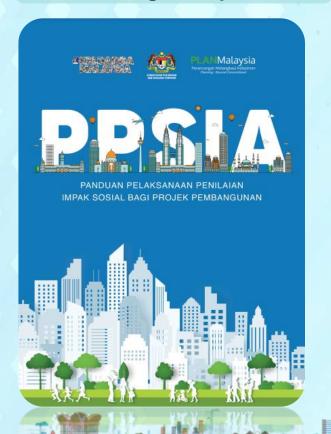
MAXIMUM +ve impacts



4.2 USER-FRIENDLY GUIDELINE

3rd SIA Guidelines

- Published Oct 2022
- user-friendly reference for stakeholders
- reviewing 12 aspects



12 Aspects

- 01, SIA Philosophy
- 02. Prescribed List for SIA
- **03.** Public Participation
- 04. SIA Methodology
- 05 Evaluation Proses
- 06. Monitoring and Audit
- 07 Legal Aspect
- 08 AIS vs. SIA
- 09. Qualified Person
- 10. Integrity and Etiquette
- 11. Capacity and Skill
- 12. Public Awareness

Main Changes

CATEGORY 1

- Coastal reclamation
- Major national infrastructure
- Other infrastructure of national interest

CATEGORY 2

- ❖ New township
- Major infrastructure
- Development on hill tops and hill slopes

CATEGORY A

- Coastal reclamation
- Major national infrastructure
- Other infrastructure of national interest
- New township
- Major infrastructure
- Development on hill tops and hill slopes

CATEGORY 3

Development that has significant social impacts at State Level.



CATEGORY B

Development that has significant social impacts at State Level.



4.3 TOWARDS PROFESSIONAL PRACTICE

PHASE 1 (2022 to 2024)



Corporate Member (Urban Planner)



Professional Member (including social science, planner, engineer, architect)





Prepare and submit SIA Report to PLANMalaysia



OPTIONAL to attend the SIA formal training course and if passed will be registered (administrative by PLANMalaysia)

No legal provision on the competent SIA practitioner

PHASE 2 (2025 onwards)





Corporate Member (Urban Planner)

Professional Member (including social science, planner, engineer, architect)





MUST attend the SIA formal training course and get certified in order to be registered as a Certified Social Professional in SIA.



With legal provision to registered Certified Social Professional in SIA.

Prepare and submit SIA Report to PLANMalaysia

TOWARDS PROFESSIONAL PRACTICE (CON'T)



A total of 27 experts (with various experiences in land use planning, social science and economics joined the first formal SIA training course on 12th May 2022. All of them will be registered as **Certified Social Professionals in SIA**.



4.4 IMPROVEMENT OF THE LEGISLATION

- PLANMalaysia is in the final stage of drafting an amendment for Act 172 (5 amended existing provisions and 23 new provisions)
- 2 new provisions
 had been proposed to
 enable
 SIA
 implemented in a
 more inclusive
 approach that is in line with SDGs.

Proposed Provision 1: Consideration of SIA Report

- Director General (DG) of PLANMalaysia will be given **the power to process and approve SIA reports** for project development that need to seek National Physical Planning Council Advice.
- SIA reports need to comply with specific guidelines.
- DG also need to maintain a list of the qualified person who practices SIA.

Proposed Provision 2: SIA at State Level

- State Authority can decide the requirement of SIA for those projects that have social impact at state level.
- The SIA report have to submit to State Director of PLANMalaysia for approval.

4.5 PUBLIC AWARENESS

Partners
hip with
local and
internati
onal SIA
bodies

i. Social Media

















iii. Printed Medium













thank you



Tel:+603-8091 0000

Fax:+603-8091 0455



alias@planmalaysia.gov.my



PLANMalaysia

(Federal Department of Town and Country Planning)

Ministry of Housing and Local Government

Block F5, Complex F, Precinct 1,

Federal Government Administrative

Centre,

62675 Putrajaya



www.planmalaysia.gov.my