

**ASIAN DEVELOPMNT BANK
TSUNAMI EMERGENCY ASSISTANCE PROJECT**

IEE REPORT

**INITIAL ENVIRONMENTAL EXAMINATION FOR
KOLHUFUSHI ELECTRICITY UPGRATION**

POWER PROJECT

Prepared by:

**Hussein Zahir
Environmental Consultant**

Prepared for:

**Project Consultant
Zaahi Engineering Services Pvt. Ltd**

Abbreviations

ADB)	Asian Development Bank
DEG	Diesel Engine Generators
EC	Electrical Conductivity
EIA	Environmental Impact Assessment
EMM	Extended Mission in the Maldives
IDC	Island Development Committee
IEE	Initial Environmental Evaluation
MEB	Maldives Electricity Bureau
MEEW	Ministry of Environment, Energy, and Water
MSL	Mean Sea Level
PVC	polyvinyl chloride
TDS	Total Dissolved Solids
TEAP	Tsunami Emergency Assistance Project
TEB	Tender Evaluation Board

Table of Contents

Introduction	- 1 -
Terms of Reference	- 1 -
Project description	- 2 -
Description of the environment	- 4 -
General setting: Project location	- 4 -
Physical environment	- 5 -
Air quality.....	- 5 -
Noise.....	- 5 -
Soil and groundwater.....	- 6 -
Climate and oceanography	- 6 -
Tides	- 7 -
Waves	- 7 -
Currents	- 8 -
Ecological resources.....	- 8 -
Terrestrial environment	- 8 -
Marine environment	- 8 -
Ecologically important habitats.....	- 9 -
Rare and endangered species.....	- 9 -
Protected areas.....	- 9 -
Potential impacts and mitigation measures	- 9 -
New Powerhouse.....	15
Location and land clearing	15
Construction of powerhouse.....	16
Waste generation and waste management.....	17
Noise and vibration	17
Emissions.....	18
Diesel oil and other chemicals.....	18
Fire and other safety aspects	19
Institutional requirements and environmental monitoring plan	19
Public consultation and information disclosure	21
Findings and recommendations	23
Conclusions	23
Appendices	25

List of Figures

Figure 1 General layout of the powerhouse, top showing the general layout of the powerhouse and the bottom part of the figure showing the general layout of the powerhouse building	- 3 -
Figure 2 General location of Kolhufushi.....	- 4 -
Figure 3 Location of the new powerhouse with respect to significant infrastructures.....	15
Figure 4 Institutional arrangements for the implementation of the proposed project	21

List of Tables

Table 1 Table summarizing tide levels at Male International Airport, Male Atoll.....	- 7 -
--------------------------------------------------------------------------------------	-------

Table 2 Potential areas of environmental impacts from the proposed project - 10 -
Table 3 Potential environmental impact mitigation measures 12
Table 4 Environmental Monitoring and Management Plan. 20

List of Appendices

Appendix 1 List of people met 25

Introduction

Tsunami of 26th December 2004 has caused significant damage of the infrastructure of Maldives including electricity in all the impacted islands. Upgrading of the replacement of electricity generating and supply systems in several islands is currently underway through government and international donor assistance. M. Kolhufushi has been identified as one of the 7 islands for upgrading electrical supply systems funded by Asian Development Bank (ADB).

This Initial Environmental Evaluation (IEE) report thus fulfils the requirements specified in the terms of reference prepared for this project specific to the environmental specialist. In preparing the report consideration has been given to cover the environmental requirements by ADB for these kinds of projects as well as the environmental requirements by the government of Maldives.

This IEE was carried out between 19th and 20th June 2006 during the field visit made to the project site by the by the environmental consultant and other relevant consultants for the project.

Terms of Reference

The 26 December 2004 tsunami inflicted widespread damage to the infrastructure and severely affected the living conditions of the population on the outer islands of the Maldives. The rehabilitation and reconstruction efforts on several areas are currently underway through assistance by several international organizations including Asian development Bank (ADB)

ADB's assistance as Tsunami Emergency Assistance Project (TEAP) is to provide the Government of the Maldives with the equipment, civil works, goods and other related services required for the rehabilitation and reconstruction of the tsunami-damaged infrastructure facilities. The Ministry of Environment, Energy, and Water (MEEW), in association with Maldives Electricity Bureau (MEB) has selected 7 islands for rehabilitation/reconstruction of the power stations under the Project. The designs for the 7 power stations have been completed under a separate contract awarded by MEB and financed by the Government of Maldives and are currently in the process of preparation of tenders for submission to the Tender Evaluation Board (TEB). In order to thoroughly examine each of the 7 power stations, additional studies are necessary to be carried out that include: (i) an initial environmental evaluation (IEE) and if required an EIA, (ii) a socio-economic assessment, and (iii) an economic and financial analysis for each power station. In order to carry out the additional studies, the consulting services are required to assist the Government and ADB. During the study period, the consultant will be administered by ADB HQ and assisted, as required, by ADB's Extended Mission in the Maldives (EMM).

Detailed Tasks and specific activities carried out by the environmental specialist specific

activities to be carried out during the project include, but are not limited to:

1. Preparation of the initial environmental examination (IEE), and if required an EIA, for the 7 power stations; This will include a description and location of each station (maps, aerial photographs, satellite imagery), description of the environment, screening of potential environmental impacts and mitigation measures, institutional requirements, public consultation and information disclosure, findings and recommendations, and conclusions.
2. Preparation of the environmental monitoring and management plans for each power station;
3. Inclusion of clauses in the tender documents that are directly related to the environment and mitigation measures required of the contractor and to be followed explicitly by the contractor, or others, in order to monitor the environmental aspects during construction.

Project description

This project involves construction of a new powerhouse for the island community as a replacement of the existing powerhouse which provides electricity to the island which is managed by Island Development Committee.

As part of the new facility three diesel generator sets with total capacity of 240KW, a control room with automatic switching control panel, an office and billing area and an accommodation facility will be provide. In addition fuel and water storage tanks will also be constructed as part of the project (figure 1).

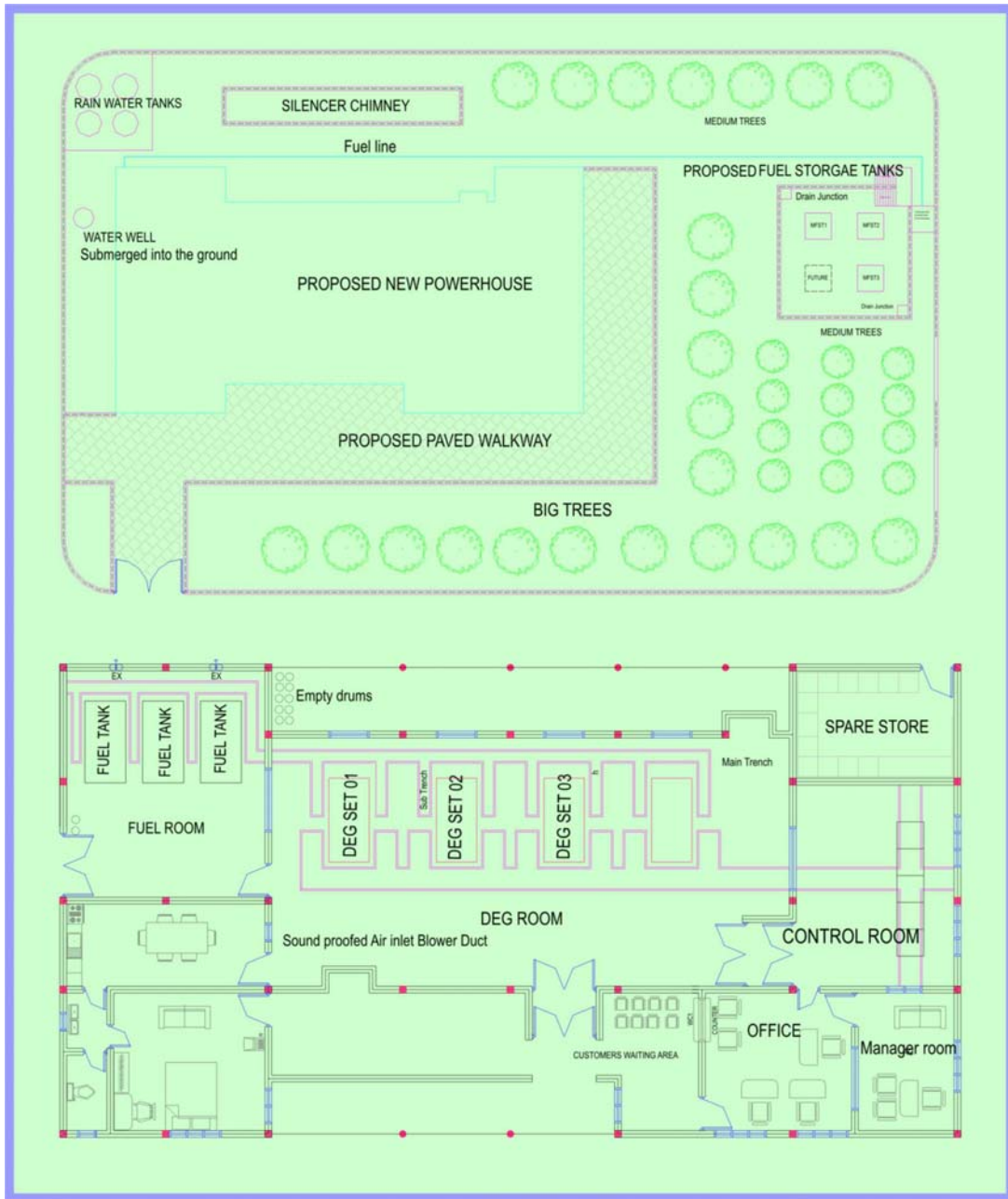


Figure 1 General layout of the powerhouse, top showing the general layout of the powerhouse and the bottom part of the figure showing the general layout of the powerhouse building

Description of the environment

General setting: Project location

Geographically distinct, each community or village is physically separated from each other by sea where the islands are part of the atoll archipelago of Maldives in the north and central part of Indian Ocean. As such the island of Kolhufushi is located on the south east side of Meemu atoll, the south eastern atoll within the double atoll chain portion in the Maldives archipelago. Kolhufushi is a medium sized island with a length and width of 2475m and 450m respectively. The island has an area of approximately 75 hectares with a population density of 16 persons per hectare. This can be considered as a densely populated island in the Maldives (figure 2). A harbour access and a harbour basin with revetment structures has been developed as part of the maritime infrastructure, however, this is partially damaged during the tsunami of 2004. The 2004 tsunami also damaged most of the infrastructure including housing, power generation and sewerage disposal systems and agricultural land. The power generation system has been repaired but unreliable. Housing redevelopment and repair works are currently ongoing through government and international donor efforts. Majority of the people still live in temporary housing shelter. It is also important that the current powerhouse is a temporary shed housed with emergency assistance generator sets.

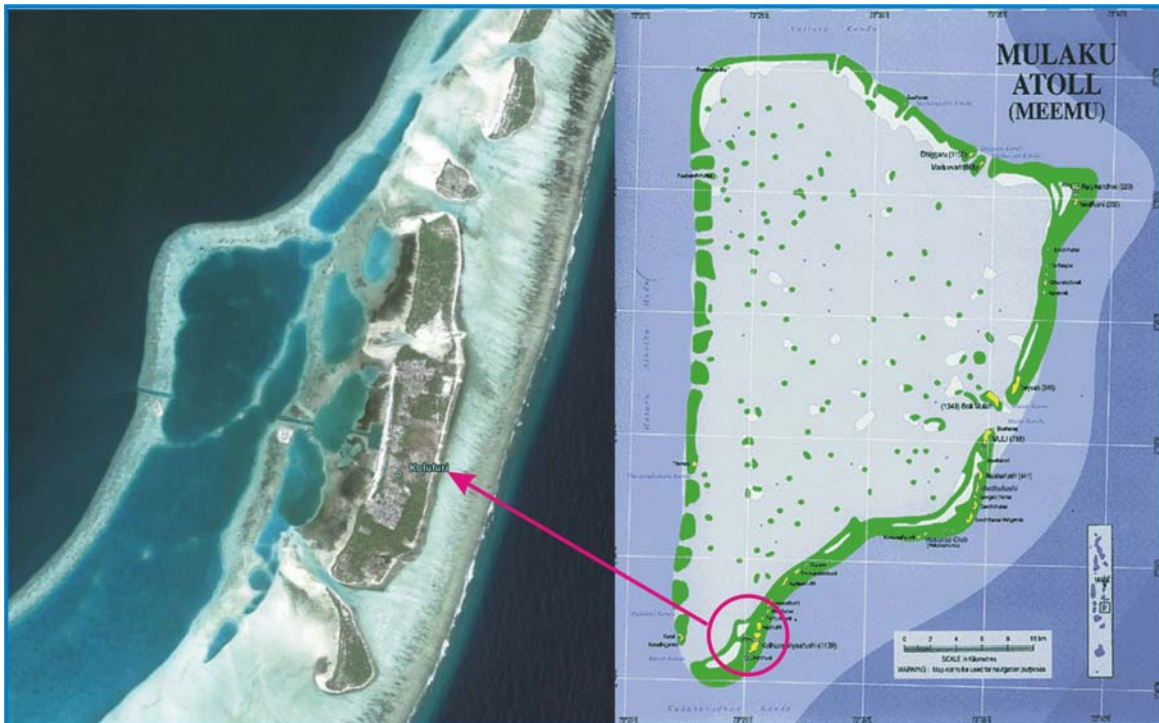


Figure 2 General location of Kolhufushi

Physical environment

Air quality

Air quality is generally good at the project site. There are few point source emissions or engine exhausts that would cause a significant impact to the environment. Among these include few mechanized fishing vessels, other sea transport vessels, a few motor cycles and the existing powerhouse, and the powerhouse is the only source which emits exhaust fumes continuously all year around. The existing powerhouse is located within the housing plots potentially exposing the residents to exhaust fumes. However, the tropical climate with monsoonal winds provides an environment with good flushing and mixing of air and leaves little or virtually negligible traces of foul air in the immediate environment from the current sources of exhaust emissions.

Although emissions from the motor vehicles are not a significant concern in outer islands such as Kolhufushi, it is already a significant issue and a concern in the capital Male. There are few regulatory measures to minimize the impacts on air quality. A road worthiness certification is imposed by the Ministry of Transport and Communication (MTC) on motor vehicles every two years however, these routine checks are mostly on the physical aspects of the vehicle rather than the checks on limiting the exhaust fumes.

The powerhouse exhaust is currently not equipped with appropriate exhaust chimney. Chimneys are small bore pipes without a hood and emissions are directly discharged to the open air. As a result soot and other particulate matter are accumulated on the boundary wall of the powerhouse and on some of the plants in the vicinity of the chimneys.

Noise

In general, noise pollution is not a significant human health issue in the Maldives as there are no large motorized industries. The most significant source of noise in the islands including the project site is from the electric power house which is powered by diesel generators (DEG). These generators are generally operated in compliance with the regulations imposed by the Maldives Electricity Bureau (MEB) of Maldives.

The existing powerhouse compound is in the vicinity of housing plots which is only separated by a narrow street from the north side. None of the generators are sound proof and the building is not equipped with sound attenuators. As such sound levels from the powerhouse are in excess of 85 dB (A) in the immediate vicinity of the powerhouse (60m radius). As such, currently the powerhouse is not in compliance with MEB regulation which specifies all diesel power generating systems should have a minimum distance of 60m from the residential areas (articles no. 8.4 of MEB Regulation Handbook, 1995).

Soil and groundwater

Soil in these small tropical islands are poor and alkaline in nature as result of the sediments been saturated by calcium carbonate (100% coral sand). Only the top thin layer of the soil contains humus which varies depending on the vegetation and canopy. As the soil is highly sandy the water retaining capacity of the soil is poor. Kolhufushi soil can be categorized as good compared to majority of the islands in the Maldives since the island is relatively large and sparsely vegetated due to wide spread infrastructure development all over the island. There are no large agricultural activities that can be considered a significant economic activity. Good agricultural activities such as banana plantation and home gardening of vegetable crops have been practiced in the island prior to tsunami. However this has been severely damaged by the tsunami with very slow recovery. Major economic activities of the island are fishing and agriculture, with some light industries (e.g. carpentry and masonry works).

Groundwater is the only source of water for cooking and sanitation purpose and is reported slightly saline and not appropriate for drinking. Sewage disposal is generally through septic tank systems where the effluents are disposed to the ground which may eventually mix with the freshwater lens through drainage and precipitation and have the potential to contaminate the groundwater. As a result the community uses rainwater as the main source of drinking water. Many households have rainwater tanks to collect rainwater during the rainy season. There are also communal rainwater collecting facilities on the island with public finance. Currently there is desalinated drinking water processing through a reverse osmosis water production plant as emergency source of safe drinking water through donor assistance.

Kolhufushi Island was among the most severely flooded and damaged islands with sea water during the tsunami of December 2004 except. Due to the size and location (eastern peripheral islands in the central atoll, e.g. Meemu, Thaa and Laam atoll were most severely affected) the island was severely damaged due to the wave and seawater inundation. Groundwater of all the islands inundated by the tsunami has been affected through contamination and saline intrusion. As a result the groundwaters in many islands are slightly saline, however, significantly becoming less saline since the tsunami. Groundwater was not tested due to the proposed location for the powerhouse been allocated in a reclaimed area near the harbour (see figure 3).

Climate and oceanography

Maldives is affected by the Southwest monsoon (SW) (May – September) and the Northeast monsoon (NE) (December – February). The period between March and April is the transition period from the NE monsoon to SW monsoon known locally as the Hulhangu Halha, while the transition period from SW monsoon to NE monsoon known as Iruvai Halha is from October to November. The SW monsoon is generally rough and wetter (locally known as the rainy season) than the NE monsoon. Storms and gales are infrequent in this part of the Indian Ocean and cyclones do not reach the Maldivian archipelago.

The average temperature of Maldives is around 28 °C with little variation across the latitudes it spans close to the equator. The average daily temperature which can be applied to the project area is from Hanimaadhoo is between 31°C and 25°C. Rainfall records for the area shows about 1780mm of rain annually.

Tides

Tides experienced in Maldives are mixed semi-diurnal and diurnal with a strong diurnal inequality. There are few tidal record stations in Maldives. There are few tide stations in the Maldives. Due to the lack of significant tidal variation in the Maldives, tide station at Male International Airport in Male atoll can be applied to Kolhufushi. The tide station at Male International Airport has continuous records of tide for over the past 30 years. The maximum tidal range recorded at this tide station is 1.20m. The highest astronomical tide level is +0.64m (MSL) and the lowest astronomical tide level are -0.56m (MSL) (Table 1). Tidal variation reported from National Meteorological Centre (NMC) reports about 0.15m north to south variation where the tidal range is slightly larger in the southern atolls of Maldives. Site specific records and calculations for the tide were not taken at the project site because these parameters are not directly relevant to the proposed project activities.

Table 1 Table summarizing tide levels at Male International Airport, Male Atoll.

Tide level	Water level referred to Mean Sea Level (MSL) (m)
Highest Astronomical Tide (HAT)	+0.64
Mean Higher High Water (MHHW)	+0.34
Mean Lower High Water (MLHW)	+0.14
Mean Sea Level (MSL)	0.0
Mean Higher Low Water (MHLW)	-0.16
Mean Lower Low Water (MLLW)	-0.36
Lowest Astronomical Tide (LAT)	-0.56

Waves

The swell and wind waves experienced at Kolhufushi are conditioned by the monsoons and the swells generated by the storms in the Indian Ocean. The waves approaching the shoreline of Kolhufushi are conditioned by the two monsoons the NE and SW monsoon. The south and east side of the reef more exposed to the wind and wave generated waves and the oceanographic conditions are severe compared to the north and west side because of the exposure to open ocean and southern Indian Ocean swells. The north and western side of the island occupies a reef flat which is shallow and common to several other islands within the same reef structure. Although this side of the island is exposed to the SW monsoon the width of reef and shallow peripheral reef flat system significantly reduces the wave energy before it

reaches the shoreline. It is also the atoll side lagoon which is protected due to the shape of the atoll.

Currents

Generally oceanic current flow through the Maldives is driven by the monsoon winds. Westward flowing currents are dominated from January to March (NE monsoon) and eastwardly from May to November (SW monsoon). The change in current flow patterns occurs in April and December (roughly the beginning of monsoon change). In April the westward currents are weak and eastward currents flow will slowly take place. Similarly in December eastward currents are weak and westward currents will take over slowly. Near shore currents are slightly different from the oceanic currents and are largely influenced by the location, orientation and morphology of the reefs around the islands. The proposed location of the new powerhouse is on the northwest side of the island. However this is currently shallow lagoon (an inter-tidal area) adjacent to the harbour.

Ecological resources

Terrestrial environment

Due to the low population density and the village centered and concentrated on one area of the island large part of the island is unexploited and undeveloped except for coconut harvesting. Therefore the vegetation of the island can be regarded as unspoiled. Timber size trees such as coconut (*Cocos nucifera*) palms (Nika (*Ficus bengalensis*), Funa (*Calophyllum inophyllum*), Kaani (*Cordia subcordata*), Dhiggaa (*Hibiscus tiliaceus*) and Hirundhu (*Thespesia populnea*) are also common but not abundant. The vegetation structure in addition to the timber size tree, include Kuredhi (*Pemphis acidula*), Magoo (*Scaevola taccada*) and Halavel (*Suriana maritima*) dominate the nearshore or coastal area as in tropical coral islands such as in Maldives.

The area designated to construct the new powerhouse is located on the north western side of the island near the coastline. This area is currently shallow lagoonal area which is proposed to be reclaimed and used as the powerhouse and related infrastructures such as desalination plant and fuel storage area. This is an inter-tidal area which is now proliferated with sea grass and other algal groups. This area is currently flooded with sewage outfall from the temporary housing shelters erected at the shoreline. More than 90% of the population of the island currently lives here.

Marine environment

Marine environment of Maldives is highly diverse in context of coral reef environment in which the whole Maldivian island ecology is dependent. The coastal marine environment is comprised of several coral reef related marine organisms many of which are ecologically

important in addition to the myriad species in the ecosystem. Currently there are over 1200 species of fish, 250 species of corals, 13 species of mangroves, several species of sea grasses, 25 species of whales and dolphins, five species of sea turtles among many other several animal groups from the coastal environment. Reef environment is highly important to the economy of Maldives both from a fishery and tourism perspective.

This project and its impacts are not directly related to the marine environment and its associated components. Therefore little effort is made to describe marine environment in detail.

Ecologically important habitats

The marine environment, the island environment and associated habitats are all ecologically important ecological entities in a national context. Some of the more significant habitats are reefs, sea-grass beds, mangroves and inter-tidal area which have more of an ecological value than economic value. There are no major habitats associated with the project site (island) except the coral reef around the island and the sea grass bed near-shore on the western side which would have no or negligible impact from the proposed project activities. There are no mangroves associated with the project but there is a mangrove depression on the southern end of the island which is few kilometers away.

Rare and endangered species

There are no rare or endangered species associated or would be directly impacted as a result of this project. Rare and endangered species in the Maldives are more confined to the marine environment. Not rare but endangered species that are of highly significant even at global level are all the 5 species of sea turtles found in Maldivian waters. In addition to sea turtles several other marine species are protected. There are several species with an export ban and few species with ban on exploitation

Protected areas

Protected areas are few in the country which is mostly confined to marine protected dive sites. There are 25 protected dive sites in the Maldives but none in the vicinity of the project site. In addition to these protected dive sites a protected area has been recently declared in Addu atoll, known as Eidhegili kilhi area on of the first protected area that encompass both marine and terrestrial habitats. In addition 4 new areas have been protected in last June under the environmental protection and preservation act of Maldives. There are no protected areas associated with this project.

Potential impacts and mitigation measures

The existing powerhouse at Kolhufushi is located in near the shoreline in the vicinity of the temporary housing shelters provided by the government (see figure 3). The power house is

equipped with three generator sets (220KW) which are partially damaged but repaired after the tsunami and the condition of the generator sets are bad and the electricity provided is scanty and unreliable. These three generator sets are provided to the community as tsunami emergency assistance.

The existing building is temporary and is not constructed to minimize the sound generated by the powerhouse apart from the lack of sound attenuators. The exhaust is open (without a chimney) so that all the particulate matter from the exhaust is widely dispersed to the vicinity. The school is in the vicinity of the temporary powerhouse; the school authorities complain of smoke and sound from the generators.

Fuel storage at the existing powerhouse is not adequate with evidence of substantial oil spill around the pumping area. Waste oil is stored in barrels and left on the ground without any impervious material to retain any spill or leakage. Fuel is stored in the back yard of temporary powerhouse without appropriate storage condition.

The potential environmental impacts associated with the project activities and their likely magnitudes are described in table 2. These impacts were based on key environmental components and specific parameters within each component which is associated with the project. Considerations were also given taking to account the magnitude of the project and project activities in assessing these impacts.

Table 2 Potential areas of environmental impacts from the proposed project

KEY COMPONENTS		NO	YES		
			MINOR	MODERATE	MAJOR
Atmospheric	Air Quality		√		
Terrestrial	Vegetation Loss		√		
	Soil		√		
	Habitat		√		
	Waste management		√		
Water Resources	Groundwater	√			
	Freshwater Lens	√			
Coastal & Marine	Damage to Reef	√			
	Damage to sea grass	√			
	Marine Pollution	√			
	Beach Erosion	√			
	Fisheries	√			
Socio-Economic	Noise		√		
	Public Safety	√			
	Public Health		√		
	Employment		√		
	Land/Seascape		√		

As described in the table 3, many of the environmental components are identified to have a minor impact. These minor impacts are from activities either during the construction and operation phase of the project. As outlined earlier the magnitude of the proposed project and its components are not large, therefore the likely impacts associated with various activities are also not highly significant. The mitigation measures for the various impacts identified are given in table 3. In addition the magnitude and duration of the impacts, mitigation costs and responsible agencies are also identified.

Even though some of the impacts associated with the project are minor, the major components that may cause these impacts are outlined below. Description of these are based on the finding of field visit to the project site, consultations with the project engineer, published information and reports and consultants own knowledge through several references in this field.

Table 3 Potential environmental impact mitigation measures

PHASE	POSSIBLE IMPACTS	MITIGATION MEASURES	LOCATION	TIME FRAME	MITIGATION COSTS	INSTITUTIONAL RESPONSIBILITY
CONSTRUCTION – temporary impacts	Air quality <ul style="list-style-type: none"> Dust and construction related dust from site clearing and structural construction 	Follow and adhere to code of conduct followed in the local construction industry. Such practices may include; <ul style="list-style-type: none"> Cover loose and dry material with canvas or other appropriate method. Wet the construction area if it becomes dry to minimize potential dust issues. 	Powerhouse plot and the vicinity	During the construction	Covered by the contractor	Contractor Project management consultant
	Noise and vibration <ul style="list-style-type: none"> from construction works and machinery 	Limit all work between 0600hrs and 1800 hrs Adherence of motor-vehicle noise standards	Powerhouse plot and the vicinity	During the construction	Covered by the contractor	Contractor Project management consultant
	Vegetation loss <ul style="list-style-type: none"> site clearing at the powerhouse construction site site clearing for construction material storage and workforce camp 	Minimize land clearing to absolute necessary level by <ul style="list-style-type: none"> avoid cutting trees where possible transplant and relocate large trees where possible planting and landscaping works carried out in the final stages of construction 	Powerhouse plot and the vicinity Access to the powerhouse	During the construction	Covered by the contractor	Contractor Project management consultant

	<p>Pollution</p> <ul style="list-style-type: none"> waste generated from construction work force construction waste sewage disposal related to construction workforce 	<ul style="list-style-type: none"> Good code of conduct adhered by the workforce Aggregate and segregate waste and dispose it according to the local waste management practice or to a higher standard (e.g. make arrangements to transport hazardous waste to municipal waste disposal site in Thilafushi, Male atoll. Avoid if possible setting up construction workforce away from the community 	<p>Powerhouse plot and the vicinity Residential area</p>	<p>During the construction</p>	<p>Covered by the contractor</p>	<p>Contractor Project management consultant</p>
<p>OPERATION – permanent impacts</p>	<p>Air quality</p> <ul style="list-style-type: none"> Smoke from engine exhaust Particulate matter in the exhaust fumes 	<ul style="list-style-type: none"> Good engine maintenance and adherence to repair and maintenance schedule specified by the manufacturers Design and construction of silencers so that exhaust emissions dispose through the chimney 	<p>Powerhouse plot and atmosphere in the vicinity of the powerhouse</p>	<p>During the operation of the powerhouse</p>	<p>Covered by the contractor</p>	<p>PMU, project design engineer</p>

<p>Noise and vibration</p> <ul style="list-style-type: none"> • Engine operation (continuous sound) 	<ul style="list-style-type: none"> • Powerhouse constructed to design specifications, away from residential area (minimum 200 feet radius from residential plots) • Install sound attenuators • Powerhouse operated to design specifications (proper use of double doors, door closers) 	<p>Powerhouse plot and atmosphere in the vicinity of the powerhouse</p>	<p>During the operation of the powerhouse</p>	<p>Covered by the contractor</p>	<p>PMU, project design engineer</p>
<p>Waste</p> <ul style="list-style-type: none"> • Waste oil generated from the engines • Radiator waste • Waste rugs or cloths 	<ul style="list-style-type: none"> • Good house keeping • Drain empty container before they are disposed burn waste clothes if they are in small quantities. 	<p>Powerhouse</p>	<p>During the operation of the power house but more during repair and maintenance</p>	<p>Powerhouse manager/management unit</p>	<p>Powerhouse manager/management unit</p>
<p>Oil pollution</p> <ul style="list-style-type: none"> • Oil and fuel is designed to be stored in the powerhouse premises. Accidental spill and leakages are likely during fuel transfer and transport 	<ul style="list-style-type: none"> • Fuel storage tanks constructed by reinforced steel • Fuel storage area bunded to contain accidental leakages coated with impermeable material • Adhere to the code of conduct for engine repair and maintenance followed by MEB 	<p>Powerhouse and fuel storage area</p>	<p>Operation of the powerhouse; during fuel transfer and refueling times.</p>	<p>Powerhouse manager/management unit</p>	<p>Powerhouse manager/management unit</p>

New Powerhouse

Location and land clearing

The powerhouse is located in the vicinity of the harbour (figure 3). An area of 160 by 98 meter plot has been selected near the harbour in the new development plan prepared by Housing and Infrastructure Redevelopment Unit (HIRU). This area was discussed and approved by the community leaders. The consultants advised on the MEB powerhouse site regulation to IDC which specifies that there has to be a minimum distance of 60 meters from a residential area. This location for the new powerhouse complies with the MEB regulations.



Figure 3 Location of the new powerhouse with respect to significant infrastructures

There are substantial amount of vegetation in the designated area for the new powerhouse since it is located within the forest area of the island. They are mainly coconut palms; few small sized wood plants but mainly small bushes and shrubs as undergrowth. Trees and significant

vegetation with the plot would be either relocated within the plot where possible or transplanted elsewhere on the island.

The damage to the terrestrial environment is anticipated to be minor as a result of the project. This is outlined in table 1. Trees have to be cut down only to accommodate the powerhouse building. As some of the larger trees belong to the residents arrangement has been made to pay the compensation for the trees through the IDC by the government.

There isn't any land clearance involved in the project, as the designated powerhouse compound would be reclaimed from the nearby shoreline adjacent to the harbour (see figure 3). Since the proposed powerhouse area includes other associated infrastructure and area is barren (reclaimed land) it is proposed that an adequate area be reclaimed so that appropriate coastal protection features are incorporated to protect and provide shelter for the powerhouse. As such approximately 1580 square meters of land would be allocated to the powerhouse and associated infrastructure. Therefore, no major soil erosion or soil run off is anticipated as a result of this project. However, the land reclamation works may have some significant environmental issues that need to be addressed by the authorities carrying out this work. It is likely that the Ministry of Housing and Urban Development would be the overall authority in determining the extent of the reclamation works in association with Ministry of Planning and Development. If proper environmental measure such as prior construction of bund wall around the reclamation area would minimize the impact from sedimentation. Effects of sedimentation are the most likely impacts that would have significant mainly to the marine environment.

Construction of powerhouse

The new powerhouse consists of DEG set room, control room, office/billing area, fuel room, fuel storage tanks and water storage facility (figure 1).

The construction works involve largely civil masonry works and commissioning and installment of new generator sets. Civil and masonry that may have impact if any would come from mainly sand and cement.

Coral sand would be used for construction. Sand would be mined locally as it could be collected from approved designated areas within an atoll. Thus almost negligible impact is anticipated on the marine environment as a result of the project especially due to the small scale of the project. Cement for the project would be brought from Male in bulk quantities and stored in the construction site.

Water for the concrete and masonry works would be groundwater. Although groundwater quality was not assessed for Kolhufushi it is anticipated that groundwater of the island would be adequate and suitable for construction purpose especially in considering the level of its extraction and usage for the project. On order to minimize the level of extraction and its impacts all the excess water would be drained to the ground. Special emphasis should be

given not to use water for construction from the reclaimed area since it would be saline for few years.

Dust from the cement has the potential to cause negative health impacts to the work force. However, with health conscious work practice followed by the construction workforce such as wearing simple masks in the immediate cement handling areas such negative impacts would be minimized.

In addition to the masonry works the project includes commissioning of three DEG sets, installment of associated equipment and partial repair and installment of underground power distribution cables.

All cables would be buried along the earthen (unpaved coral sand) streets. The trenches are narrow (0.3 meters) with an approximate depth of 1 meter (more or less above the groundwater lens). All cables would be covered with an inert polyvinyl chloride (PVC) sheath. The trenches will be open for only a short while and will be buried immediately after the cables are laid. Therefore disturbance to the soil structure is anticipated. Some level of discomfort to the community is anticipated as the cables would be buried in the existing streets. This is only for the duration of the cable distribution and is temporary.

Waste generation and waste management

The waste generated from the construction workforce is anticipated low given the scale and number of the workforce. Approximately 30 people are estimated to be involved during the construction of the project. The best option for accommodating the construction workforce is to find suitable accommodation within the community (temporary) so that a separate camp for them is not needed. Additionally, unskilled and semi skilled worker can be recruited from the local community so that some economic return from the project is provided to the community even at the construction stage.

Construction related waste from the project can be disposed following sound environmental practices followed in the country. It is proposed that organic and non hazardous waste is burned (common local practice as the land is scarce. Harmful waste has to be separately managed by the contractor and disposed to Thilafushi.

Noise and vibration

The new powerhouse, although still close to the residential area would have improved noise control measures as compared to the old powerhouse. The building is designed to equip double doors into the generator room. There are no sound attenuators considered as part of the new design neither in the old design. However the double door concept together with the engine silencer emitting the exhaust through a chimney. The chimney also has sound absorbing capacity. In addition the powerhouse compound would be planted with trees to further mitigate the noise levels outside the powerhouse

The generator sets allocated for the powerhouse are all high speed light diesel engines and ground vibrations are not a significant issue. In addition anti-vibration mounts will be used when the DEG sets are installed, which comes with the DEG sets.

Emissions

Currently the exhaust fumes from the engines are dispersed without a chimney. However the new powerhouse would be equipped with residential class primary silencers emitting exhaust through a chimney. This action would reduce exhaust emission as compared to the old powerhouse which would have a positive impact on the air quality. The chimney in addition facilitate the sound reduction would also facilitate to reduce the particulate matter emitted through the exhaust. It is believed high level of carbon would be accumulated inside the chimney which has to be removed periodically by scraping the chimney floor. The carbon collected would be disposed to the local disposal site.

Diesel oil and other chemicals

The most significant environmental impact associated with the powerhouse would be related to the running and operation of the DEG sets. 3 generator sets with a total capacity of 240 KW would be installed and operational at the powerhouse. Assuming approximately 40% operation of the DEG sets (50 KW generator set) the estimated annual fuel consumption is 260,000 liters. The total fuel storage capacity of the powerhouse is 18,000 liters, 3 tanks each with a capacity of 6000 liters. Diesel tanks would be constructed with steel with an outer bund-wall made from reinforced sand/cement structures. The purpose of this bund-wall is to contain accidental spill during fuel transfer and also to accommodate leakages. The main fuel storage tanks would be connected to the fuel day tank which feeds fuel to the engines through a fuel line.

Waste oil generated from the DEG sets would produce a substantial amounting to over 900 liters annually. Presently waste oil is stored in 200 liter polyethylene containers or metal drum in the powerhouse premises. Waste oil has some demand for treating timber and timber based small fishing vessels. Although this is commonly practiced care has to be taken in handling waste oil as it contains low levels of carcinogens which may cause skin irritations and it is important to notify the buyers of the waste oil the risk involved.

Reuse of waste oil mixed with diesel fuel has been considered as an option for optimal usage of the waste oil. Although such mixing methods are available it has not been widely practiced as the viscosity of the mixed fuel does not meet the specifications required by for the smooth operation of the engines. Such options may not be favored as it may reduce the life of the engines.

The best practical method for disposal of the waste oil would be to transport it to a site designated by MEEW to dispose waste oil and other hazardous material. However, such a place does not exist within the atoll. The other option is to transport the waste oil to Thilafushi, the main municipal and hazardous waste disposal site in the country.

Fire and other safety aspects

Work safety aspects required by MEB have been incorporated in the design of the powerhouse. Suitable fire extinguishers will be installed. Sound level in the generator room is anticipated to be higher than required by MEB, therefore employees would be provided with ear protection devices such as ear plugs or headphones. Safety shoes would also be provided to the employees.

Institutional requirements and environmental monitoring plan

The environmental impacts associated with this project are viewed in context of the fragile tropical environment of Maldives where some of the impacts can be regarded significant given the small size of the islands and sensitivity to adverse environmental impacts. The environmental impacts discussed will be systematically monitored and reported during construction and operation of the powerhouse in accordance with arrangements specified in the . The Project is designed to comply with the local construction standards, powerhouse/electricity operation and supply standards. With the design and operational specifications included in the contract document the project is expected to meet good environmental standards. Table 4 summarizes the mitigating measures, the monitoring requirements (e.g., parameters monitored), frequency of monitoring, and the parties responsible for compliance and implementation.

Table 4 Environmental Monitoring and Management Plan.

ENVIRONMENTAL COMPONENT	PROJECT STAGE	PARAMETERS	LOCATION	FREQUENCY	STANDARDS	COSTS	RESPONSIBILITIES	
							IMPLEMENTATION	SUPERVISION
Terrestrial Vegetation loss	Construction phase	Felling of trees for constructing the powerhouse	Powerhouse plot	once	Identified in consultation with MEEW	Approx. USD 150.00	Contractor	Consultant in association with MEEW
Air quality	Operation phase	Exhaust particulate matter	In the vicinity of the powerhouse	Twice a year	Identified in consultation with MEEW	Approx. USD 200.00	environmental officer/consultant	Consultant in association with MEEW
Noise	Operation phase	Noise levels from the powerhouse	Vicinity of the powerhouse	Twice a year	Identified in consultation with MEEW and MEB	Approx. USD 200.00	environmental consultant	Consultant in association with MEEW
Oil spillage/pollution	Operation phase	General housekeeping audits, Oil in groundwater/soil	Powerhouse, fuel storage area, workshop	Twice a year	Identified in consultation with MEEW	Included in operation and maintenance costs, USD 200.00	environmental consultant	IDC Powerhouse management

MEB/MEEW pay close attention at all stages of the project, to monitor and control environmental performance and to consult regularly with the responsible authorities and the community (e.g. powerhouse manager or relevant representative in IDC). The plant operations organization will include a specific person responsible for environmental management and monitoring, and training. Programs will include appropriate environmental management activities for all operational staff.

The institutional arrangement for environmental management and monitoring of the powerhouse is shown in figure 4.

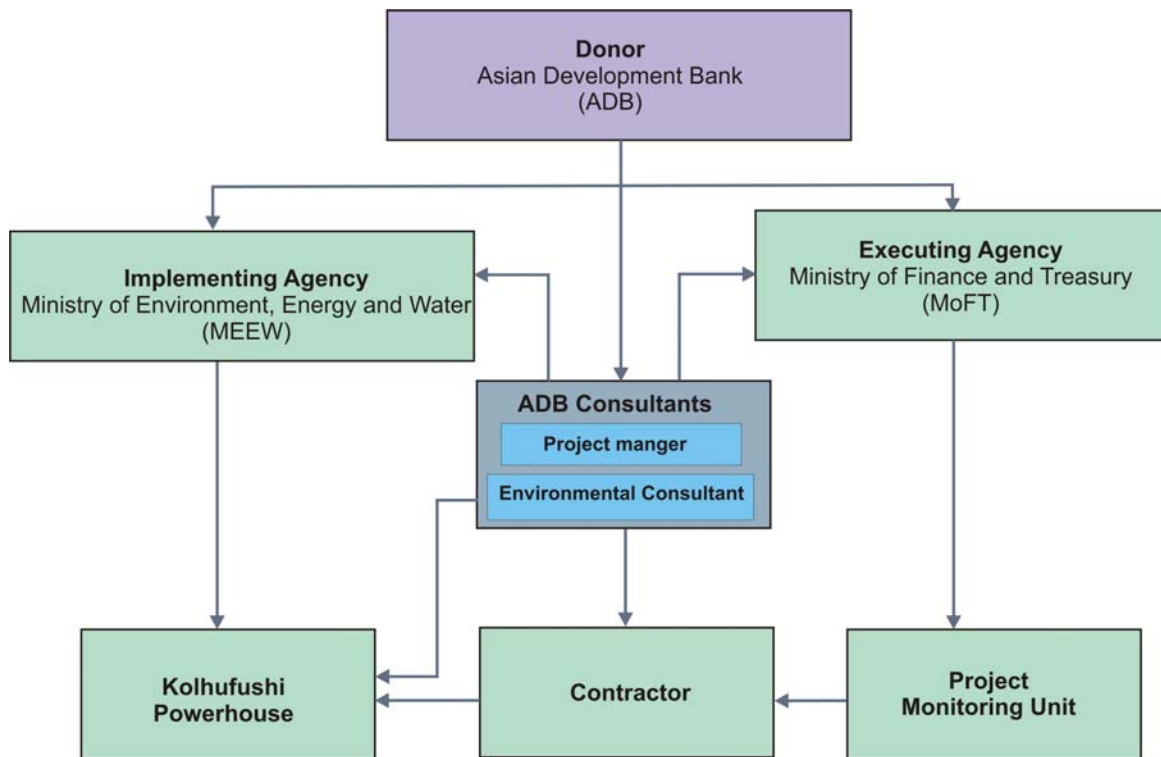


Figure 4 Institutional arrangements for the implementation of the proposed project

Public consultation and information disclosure

The design for the powerhouse, equipment and services provided under the project has been consulted and approved by Maldives Electricity Bureau (MEB) and MEEW. Environmental consultations during for the IEE were carried out with the relevant stake holders including island communities and other relevant agencies. The main purpose of these consultations were to discuss the ADB requirement for IEEs and its objectives of setting the baseline for the project sites and confirming which environmental category the project belongs to with respect

to both the Governments and ADB regulations. The full list of those met and consulted is in Appendix 1.

The Island Development Committee (IDC) and key senior citizens including Women Development Committee representatives from the island has been briefed on the environmental consideration required by the project. Detailed description of the each component of the project was presented to the community to get their feedback and perception on the overall project. In addition, the group was asked their environmental concerns in general as well as any related to the project.

Among the issues which were raised in consultations, apart from the state of the electricity and the need for improved electric supply system, those that aroused the most concern were the lack of housing infrastructure, state of the groundwater and waste management. Currently there is re-establishment of housing infrastructure on the island through government and international donor efforts. Groundwater has been contaminated seawater during the tsunami flooding which was substantial. Many feel that the groundwater is becoming less saline which is slow but steady. Good precipitation is likely to improve the quality of the groundwater, at least the salinity.

Solid waste management was highlighted by the IDC as the second serious problem. There is currently no waste management site designated to dispose the waste. As the island is relatively small and the lack of designated site established for waste disposal, waste is disposed wherever convenient along the shoreline. However most organic waste (food and fish waste is always either buried or disposed to the shore. This has created proliferation of the seagrass in the near-shore lagoon.

Sewage disposal is through septic tank systems where each household has a system. The effluents from the sewage system slowly drain to the groundwater. In small quantities the groundwater or the soil has the ability to purify the effluents from the contaminants. The extent of contaminants in the groundwater from the sewage disposal is unknown. Some of the key informants feel that groundwater is contaminated in some area. However, in general the groundwater is reported free from sewage related contaminants.

Coastal erosion has been raised as a serious issue. This may be related due to the high population density leading to infrastructure development all over the island partly compromising the coastal vegetation which provides coastal protection elements. It was particularly highlighted that the south and southwestern side of the island is prone to severe erosion. This is coincidently in the vicinity of the proposed new powerhouse plot. The distance between the shoreline and powerhouse boundary is relatively narrow (less than 10m) and if erosion is persistent and continuous it may compromise the powerhouse and its boundary area. It's also informed by the community that this area is always prone to erosion and several meters of land has been lost from the shoreline over the past several years. Therefore the community feels that some kind of coastal protection structure has to be established to control the erosion. In this regard it is important to note that such coastal protection works are not covered under the project.

These concerns and other points of view of the community and the environmental issues associated with the project and its components have formed the basis of this IEE, supplemented as necessary by the consultants' own observations and knowledge on the environmental issues in the Maldives.

Public consultation would be made as part of the public information and disclosure process as required by MEEW. As soon as the report is approved by the relevant authorities ADB and MEEW, it would be available to the key stakeholders involved in the project for comments.

The report would be published in ADB website: www.adb.org
It would also be made available at MEEW website; www.environment.gov.mv
Also it would be provided, at least for perusal, to those who request it.

Findings and recommendations

This IEE report confirms that all the significant adverse environmental impacts associated with the new powerhouse with fuel storage facility and its operations in Maafaru can be satisfactorily mitigated.

Then project will an overall positive impact on the environment as the efficiency of the diesel powered electricity supply would be improved through decommissioning of the old engines and installment of the 3 new DEG sets with renovation of the distribution network. This new improved power generating system with its efficiency would also reduce the fuel and other electricity related losses.

Noise levels would be reduced through the installment of the chimney in the new powerhouse. In addition to the noise, emissions would also be reduced and controlled by the settlement of carbon in the chimney walls and floor as as the exhaust fumes pass though the chimney.

Fuel storage and handling efficiency would be improved through the implementation of the project. Accidental fuel spill can be retained and safely handled through the installment of the fuel retainer wall around the fuel tanks.

In addition to these mitigation measures powerhouse staff would be trained to safely operate the engines and electric system according to the specifications of the systems and powerhouse operation procedures outlined by MEB. Moreover the powerhouse manager would be trained by the contractor/consultant to follow and monitor the environmental monitoring and mitigation measures discussed in the environmental monitoring plan.

Conclusions

The finding of this IEE, after the assessment of the existing environmental conditions at the project site, environmental impacts associated with the proposed activities confirms that the impacts identified can be controlled and minimized provided all the environmental measures and monitoring procedures are followed.

Appendices

Appendix 1 List of people met

Project consultants

Mr. Zahid Jameel	Team Leader /ADB consulting Team
Mr. Adnan Ibrahim	Socio Economist/ADB consultant

Community consultation members

Mr. Ismail Shakir	Assistance Island Chief	Kolhufushi Island
Mr. Mohamed Majudhee	IDC Member	Kolhufushi Island
Mr. Abdul Shakoor	Island Member	Kolhufushi Island
Mr. Ahmed Najeeb	Magistrate	Kolhufushi Island
Mr. Mohamed Saeed	IDC Member	Kolhufushi Island
Mr. Abdul Metheen	Community Health Worker	Kolhufushi Island
Mr. Waleed Mohamed	Office Employee	Kolhufushi Island
Mr. Abdul Muhsin	IDC Member	Kolhufushi Island
Mr. Abdul Naseer	IDC Member	Kolhufushi Island
Mr. Abdullah Salih	Powerhouse Employee	Kolhufushi Island
Mr. Abdullah Mahir	Powerhouse Employee	Kolhufushi Island
Mr. Mahmood Sujau	Powerhouse Employee	Kolhufushi Island
Mr. Ahmed Solih	IDC Member	Kolhufushi Island
Mrs. Asima Munzir	WDC Secretary	Kolhufushi Island
Mrs. Haleemath Mukhsiyaa	WDC President	Kolhufushi Island
Mrs. Mariyam Saeedha	WDC Deputy President	Kolhufushi Island
Mr. Ahmed Riyaz	School Supervisor	Kolhufushi Island
Mr. Hassan Mahir	Headmaster	Kolhufushi Island
Mr. Moosa Anwar	Assistant Headmaster	Kolhufushi Island
Mr. Hussain Nazim	Assistant Island Chief	Kolhufushi Island