

Environmental Risk Assessment & Cost Benefit Analysis

13th September 2024 | Liz Copland



ENGINEERING
ENVIRONMENTAL
SURVEYING CONSULTING





COMAH – control of major accidents and hazards

- COMAH regulations 1994 and 2005
- All Measures Necessary to Prevent Major Accident occurring and Minimise Harm to Environment and People
- Safety Report and Environmental Risk Assessment





ALARP methodology & Tolerability



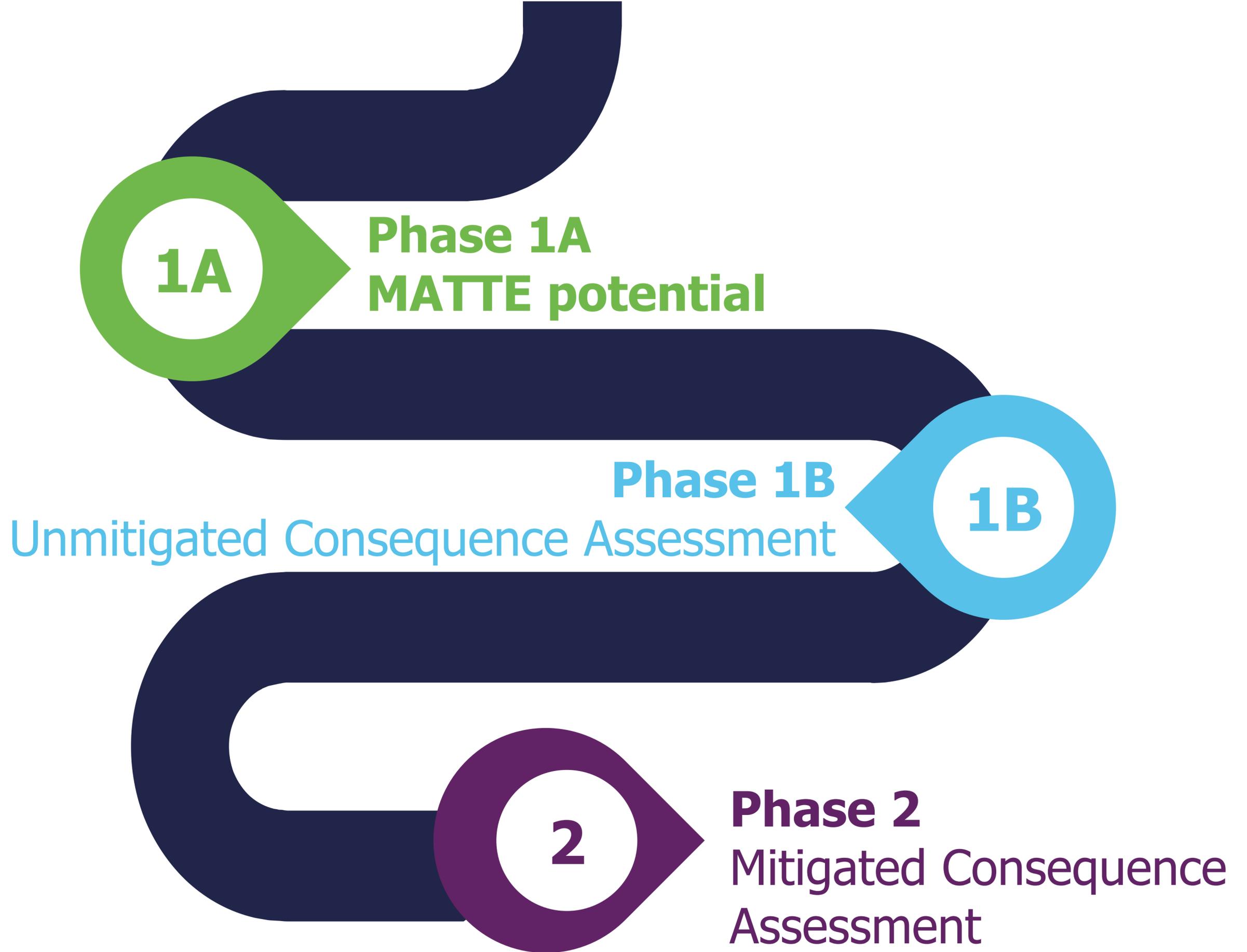
**Broadly
Acceptable**



TifALARP

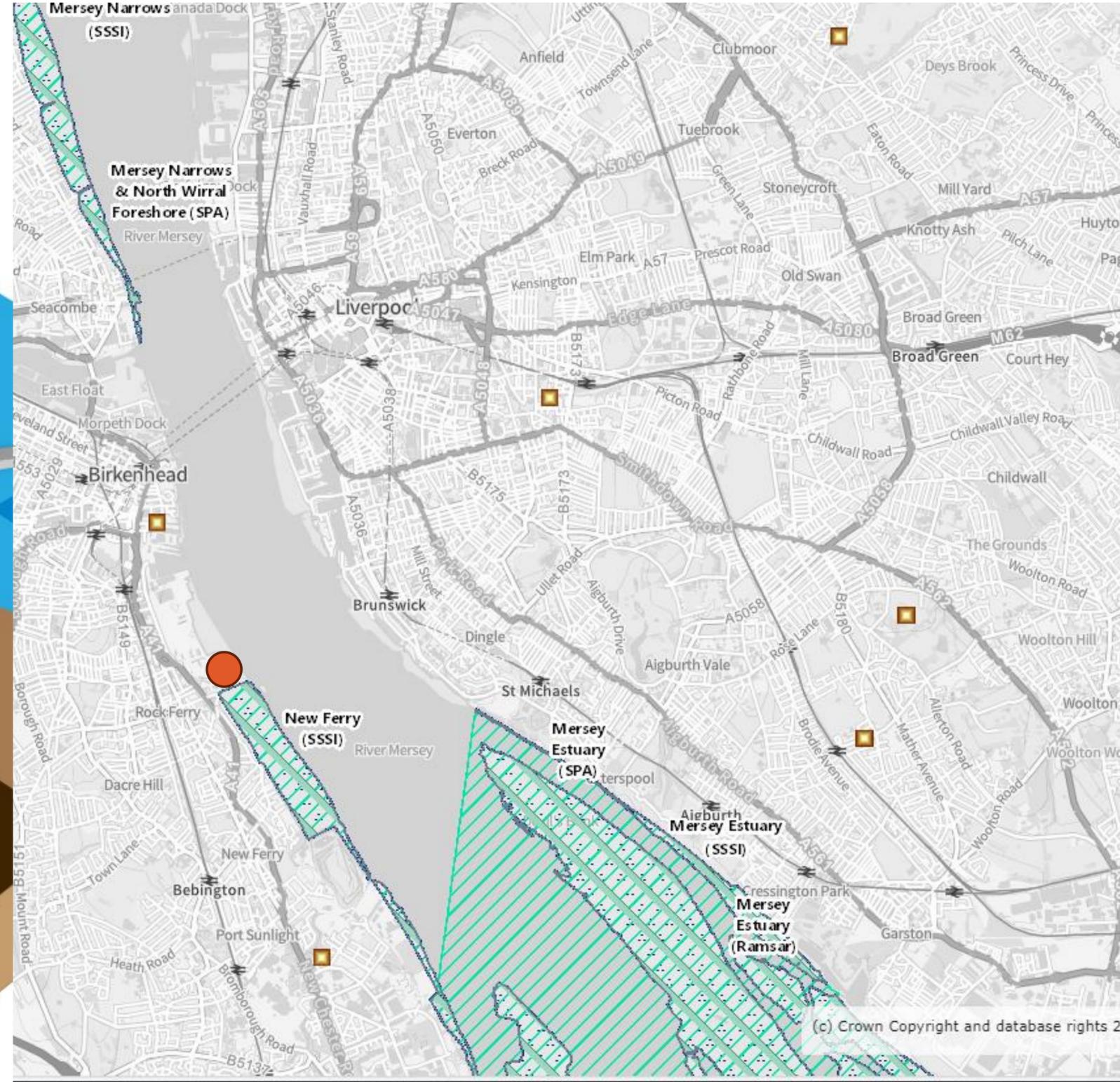


Intolerable





Phase 1A - MAS, CSM, MATTE

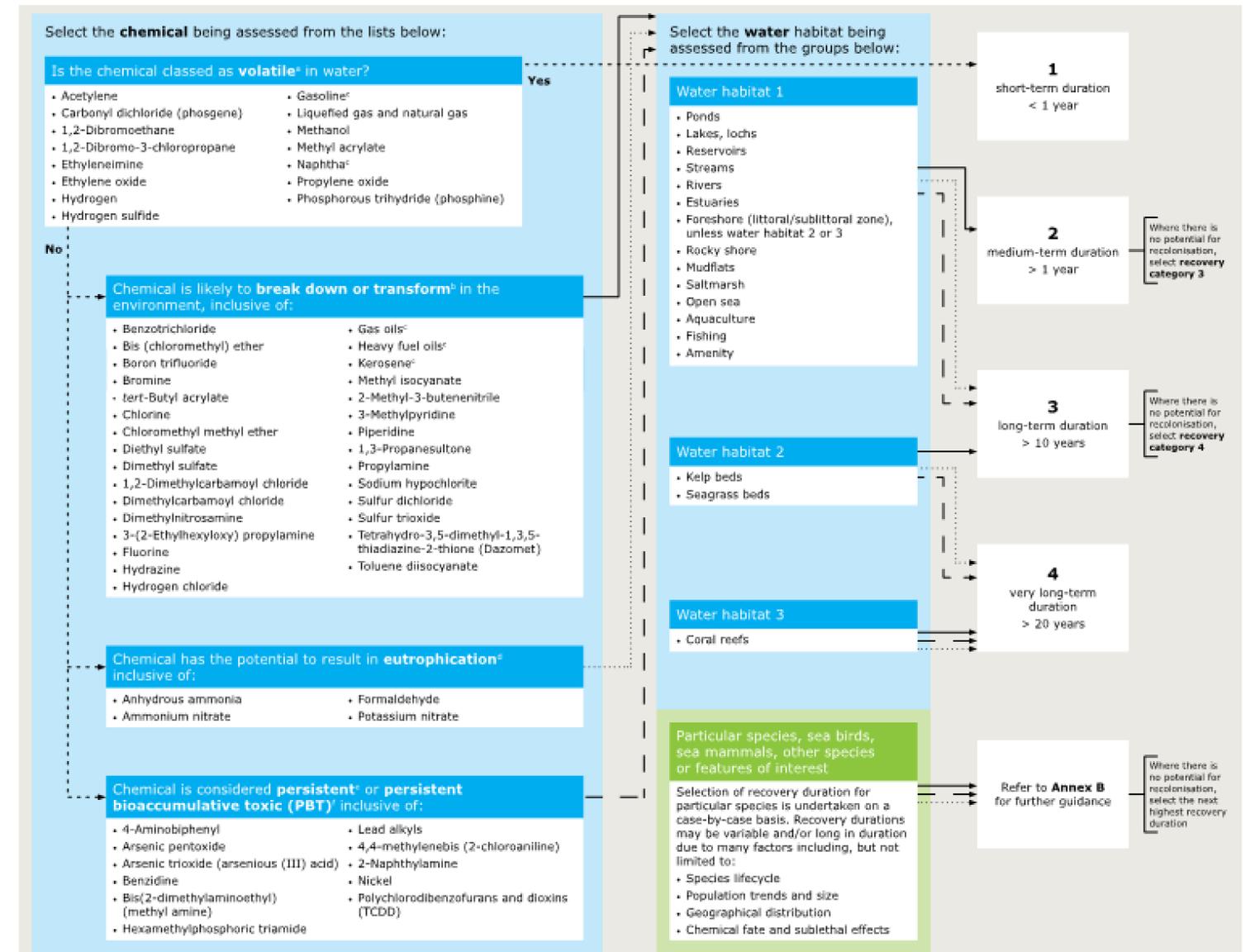




Phase 1B Severity & Duration

| Short term | Medium term | Long term | Very long term |
|--|-------------|-----------|----------------|
| Harm with such short recovery is not considered a MATTE. | | | |
| 1 | 2 | 3 | 4 |

| Receptor Type | Severity of Harm | | | |
|---|--|--|--|--|
| | Significant | Severe | Major | Catastrophic |
| | While this level of harm might be significant pollution, it is not considered a MATTE. | DETR Criteria - the lowest level of harm that might be considered MATTE. | | |
| Severity Level → | 1 | 2 | 3 | 4 |
| Designated Land/Water Sites (Nationally important) | <0.5ha or <10% | >0.5ha or 10-50% of site area, associated linear feature or population | >50% of site area, associated linear feature or population | N/A |
| Designated Land/Water Sites (Internationally important) | <0.5ha or <5% (<5% LF/Pop) | >0.5ha or 5-25% of site area or 5-25% of associated linear feature or population | 25-50% of site area, associated linear feature or population | >50% of site area, associated linear feature or population |
| Other designated Land | <10ha or <10% | 10-100ha or 10-50% of land | >100ha or >50% of land | N/A |
| Scarce Habitat | <2 ha or <10% | 2-20ha or 10-50% of habitat | >20ha or >50% of habitat | N/A |





Phase 1B

Consequence Assessment

| | | | | | |
|------------------|---|------------------------|----------------|---|---|
| Severity of Harm | 4 | Sub-MATTE Harm | C | D | D |
| | 3 | | B | C | D |
| | 2 | | A | B | C |
| | 1 | | Sub-MATTE Harm | | |
| | | 1 | 2 | 3 | 4 |
| | | Harm Duration Category | | | |

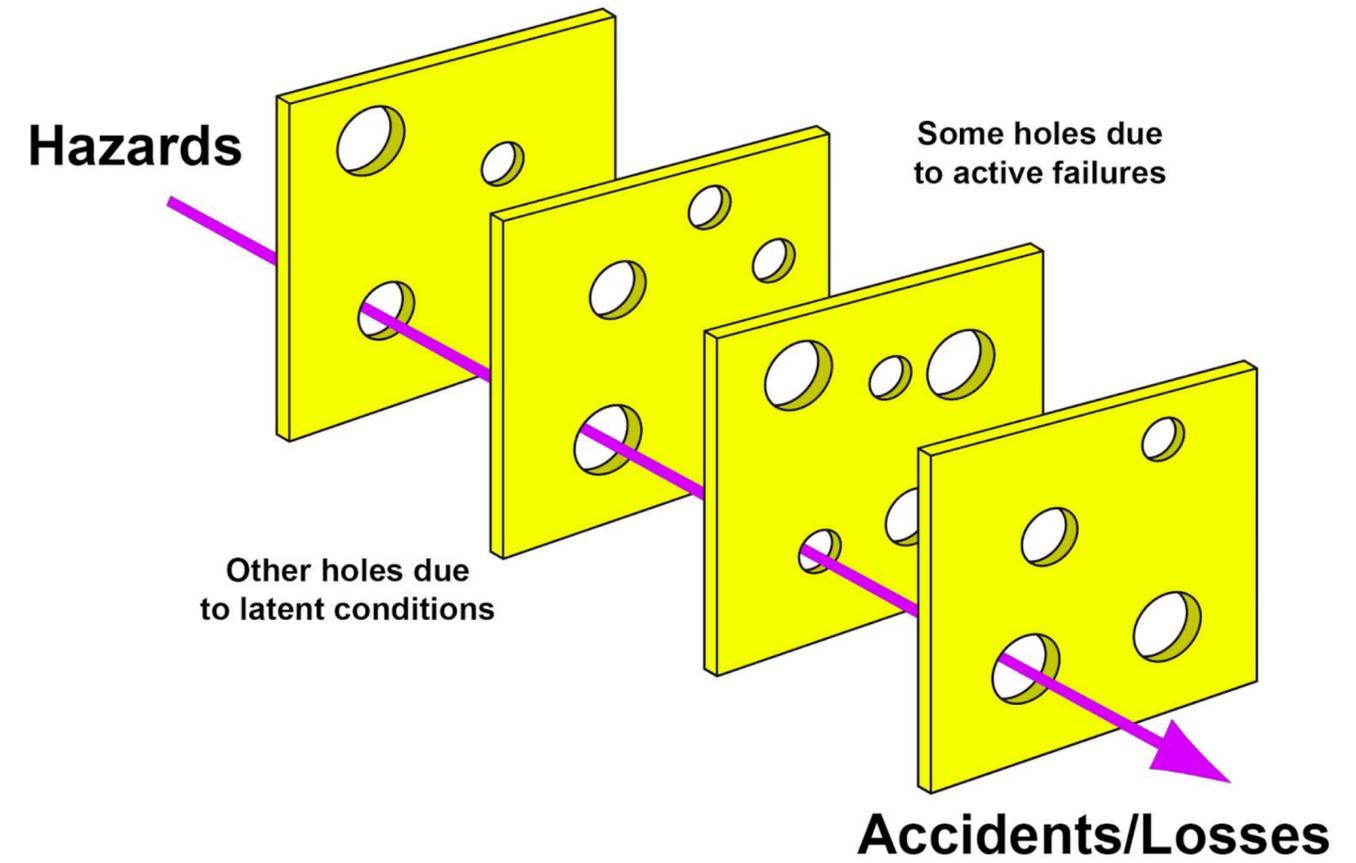
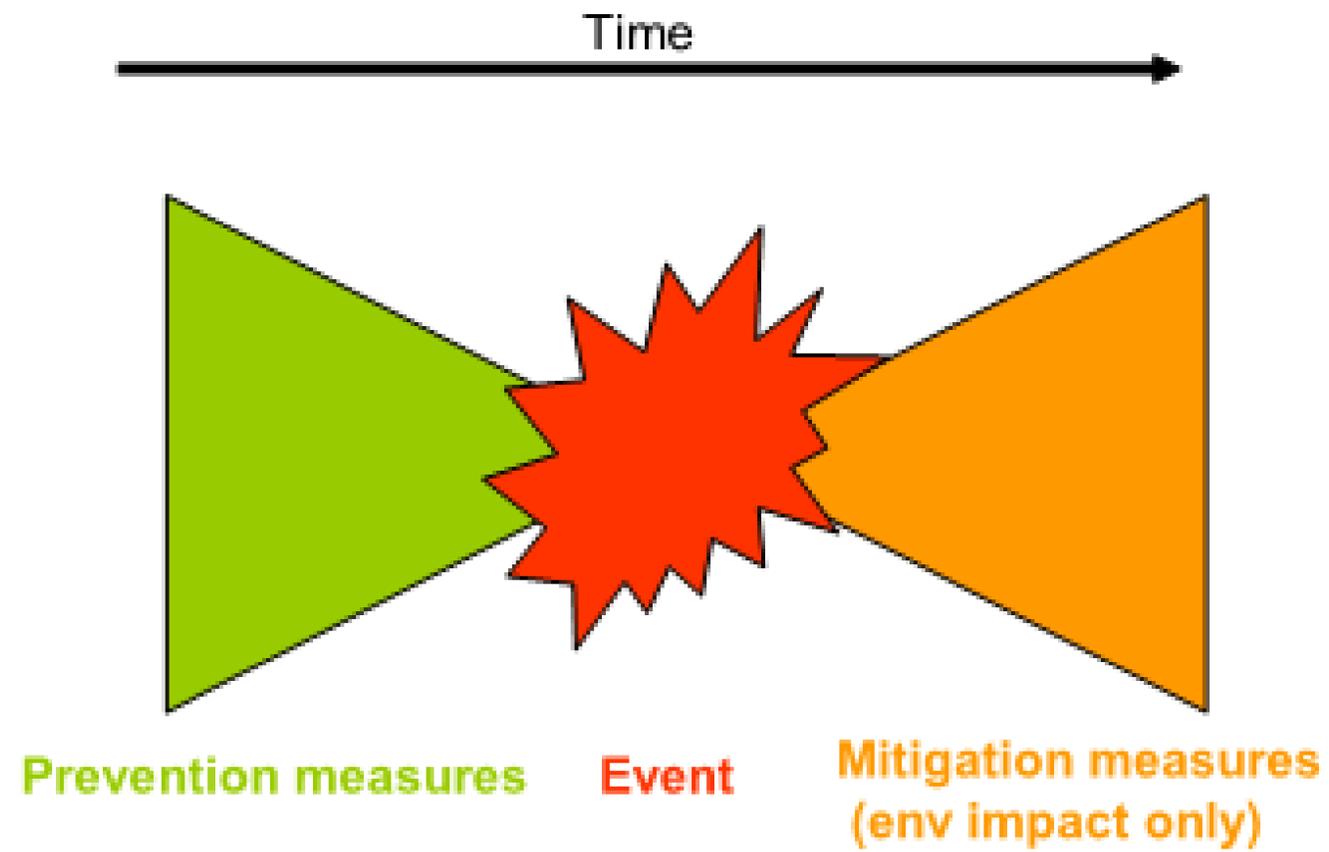
| Frequency at which the CDOIF consequence level is reached or exceeded | Frequency per receptor per establishment per year | |
|---|---|--------------------------------|
| | Intolerable (greater than) | Broadly Acceptable (less than) |
| A | 1.0 E-02 | 1.0 E-04 |
| B | 1.0 E-03 | 1.0 E-05 |
| C | 1.0 E-04 | 1.0 E-06 |
| D | 1.0 E-05 | 1.0 E-07 |

UNMITIGATED ESTABLISHMENT RISK

| Frequency at which CDOIF Consequence Level is Equalled or Exceeded | Frequency per Establishment per Receptor per Year (unmitigated) | | | | | | |
|--|---|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------|
| | $10^{-8} - 10^{-7}$ | $10^{-7} - 10^{-6}$ | $10^{-6} - 10^{-5}$ | $10^{-5} - 10^{-4}$ | $10^{-4} - 10^{-3}$ | $10^{-3} - 10^{-2}$ | $>10^{-2}$ |
| D – MATTE | | | | | RAM, M | | MPA, PS |
| C – MATTE | | | | | | | RAM, M, MPA, PS |
| B – MATTE | | | | | | | RAM, M, MPA, PS |
| A – MATTE | | | | | | | RAM, M, MPA, PS |
| Sub MATTE | Tolerability not considered by CDOIF | | | | | | |

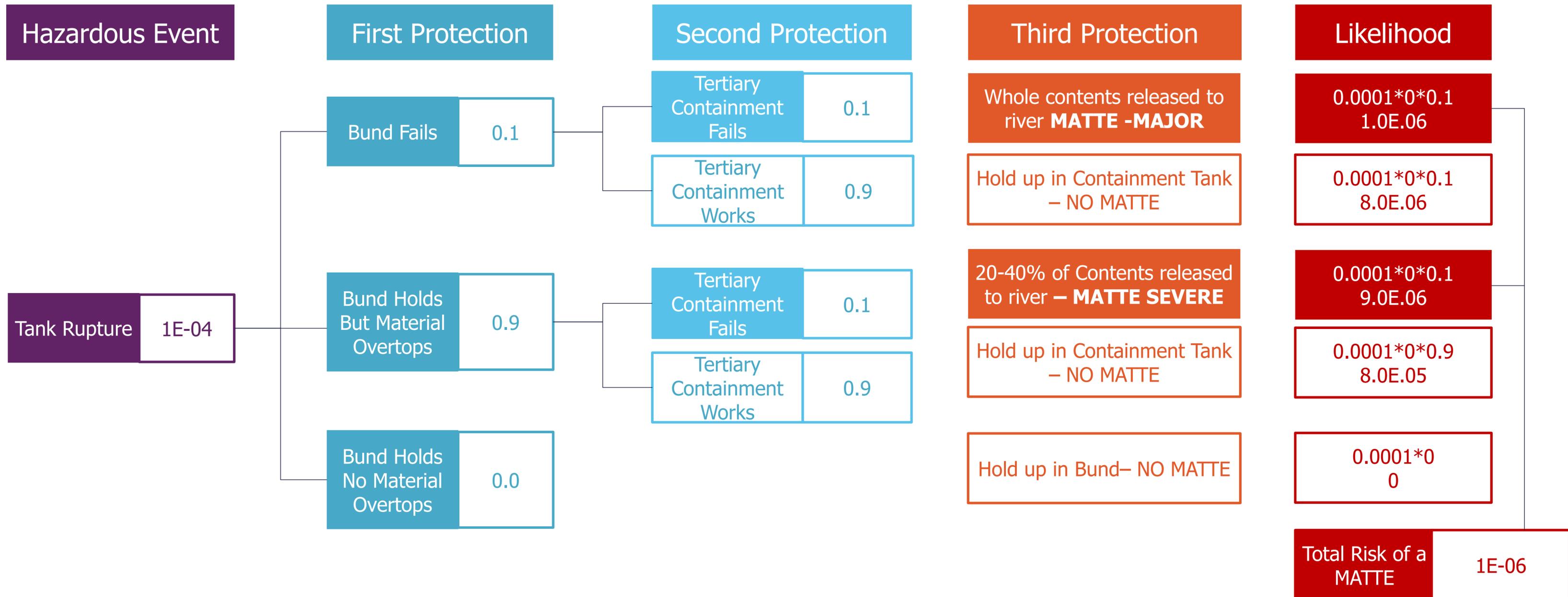


Phase 2 – Mitigated Assessment





Phase 2 – Event Trees, PFD and DDR





Unmitigated vs Mitigated

| Frequency at which CDOIF Consequence Level is Equalled or Exceeded | Frequency per Establishment per Receptor per Year (mitigated) | | | | | | |
|--|---|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------|
| | $10^{-8} - 10^{-7}$ | $10^{-7} - 10^{-6}$ | $10^{-6} - 10^{-5}$ | $10^{-5} - 10^{-4}$ | $10^{-4} - 10^{-3}$ | $10^{-3} - 10^{-2}$ | $>10^{-2}$ |
| D – MATTE | Green | Yellow | Yellow | Red | RAM, M | Red | MPA, PS |
| C – MATTE | Green | Green | Yellow | Yellow | Red | Red | RAM, M, MPA, PS |
| B – MATTE | Green | Green | Green | Yellow | Yellow | Red | RAM, M, MPA, PS |
| A – MATTE | Green | Green | Green | Green | Yellow | Yellow | RAM, M, MPA, PS |
| Sub MATTE | Tolerability not considered by CDOIF | | | | | | |

Unmitigated

| Frequency at which CDOIF Consequence Level is Equalled or Exceeded | Frequency per Establishment per Receptor per Year (Reassessed) | | | | | | |
|--|--|---------------------|---------------------|---------------------|---------------------|---------------------|------------|
| | $10^{-8} - 10^{-7}$ | $10^{-7} - 10^{-6}$ | $10^{-6} - 10^{-5}$ | $10^{-5} - 10^{-4}$ | $10^{-4} - 10^{-3}$ | $10^{-3} - 10^{-2}$ | $>10^{-2}$ |
| D – MATTE | Green | MPA, | PS | Red | Red | Red | Red |
| C – MATTE | Green | RAM | MPA, PS | M | Red | Red | Red |
| B – MATTE | Green | RAM | MPA, PS | M | Yellow | Red | Red |
| A – MATTE | Green | RAM | MPA, PS | Green | M | Yellow | Red |
| Sub MATTE | Tolerability not considered by CDOIF | | | | | | |

Mitigated



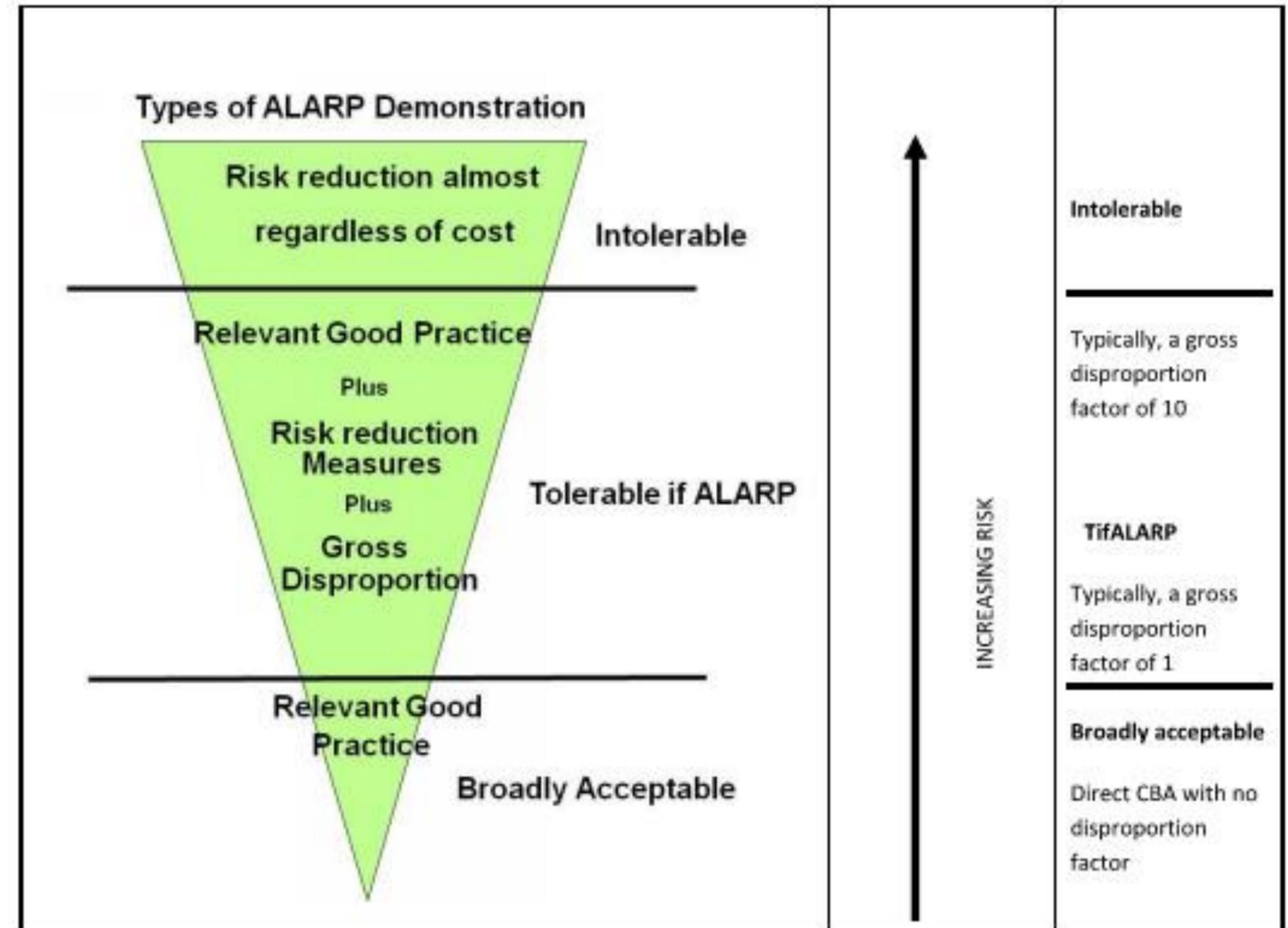
ALARP and Cost Benefit Analysis

A measure is reasonably practicable unless:

**Costs/ Benefits
> Disproportionate Factor**

CBA looks at:

- **Cost of Harm**
- **Cost of Mitigation**



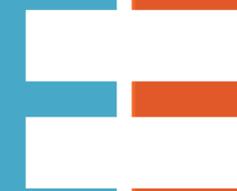


Cost of Harm - Methodology

**Environmental
Value of
Receptor**



**Cost of
Incident**



**Cost of
Harm**

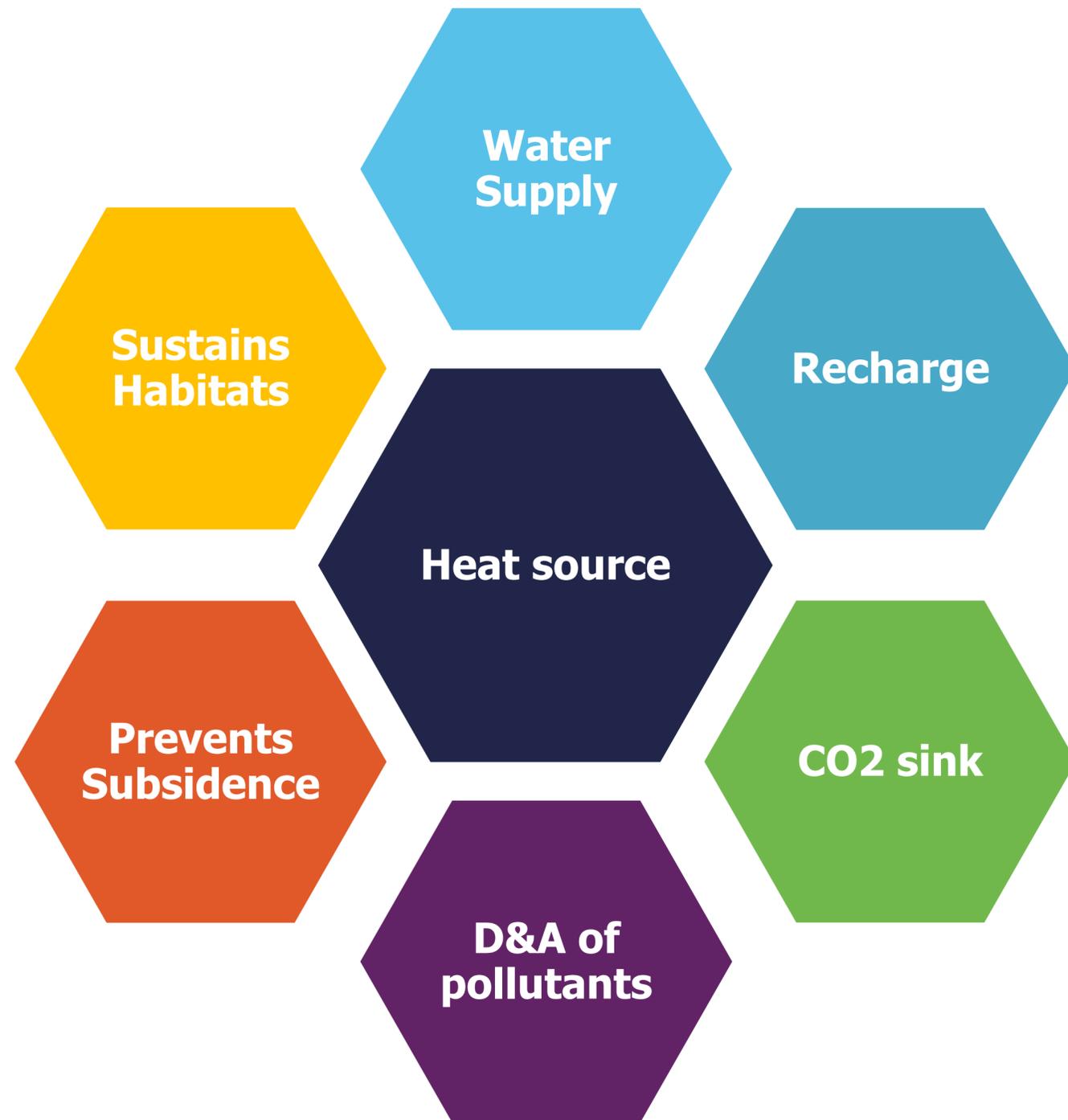
- GW – benefit that the groundwater provides
- Estuarine – based on downgrading of the WFD status, and the cost to bring back to status
- Designated Sites – importance that the site contributes to species at International Level

- Direct Financial Costs – Competent Authority, Operator, Third Party
- Economic costs of impacts on society
- Economic costs of impact on the environment





Groundwater Benefits



DUV – direct use value
IUV – indirect use value
ALT – altruistic value
BQ – bequest value
EV – existence value



Total Economic Value

Groundwater, Surface Water & Designated Sites

| Receptor | Significant area Ha | Area considered in assessment Ha | Duration | £/ha/yr | TEV Lower Bound (3 month, 1 Ha) | TEV Upper Bound (6 years, 4 Ha) |
|-----------------------|---------------------|----------------------------------|--------------------|---------|---------------------------------|---------------------------------|
| GW non drinking Water | > 1 < 100 | 4 | 3 months - 6 years | £1,981 | £495.25 | £47,544.00 |

| Receptor | Significant area | Area | £/ha/yr | TEV Lower Bound 1 year | TEV Upper Bound 10 years | MATTE status |
|---|---|----------------|----------------|------------------------|--------------------------|--|
| Designated Land/Water Sites (Nationally important) | SSSI | Same as RAMSAR | Same as RAMSAR | Same as RAMSAR | Same as RAMSAR | Same area/value as RAMSAR. |
| Designated Land/Water Sites (Internationally important) | SPA/RAMSAR (Littoral/sub-littoral and estuarine waters) | 111ha | £4,313.56 | £478,805.16 | £4,788,051.60 | MATTE Littoral/sub littoral Severity 3 (Major) RAMSAR/SPA Severity 2 (Severe) |
| Fresh and estuarine water habitats | Firth of XXX | 85ha | £6,616.00 | £562,360.00 | £5,623,600.00 | MATTE Severe-3 (Major) |



Cost of Event

Direct Financial costs

- Regulator – Competent Authority, SEPA, LPA
- Operator - loss costs (not earnings), legal, fiscal, remediation
- Third party - direct loss of earnings

Societal Costs

- Community amenity value
- Recreation amenity

Environmental Costs

- Restocking of species
- Habitat translocation and subsequent monitoring



Cost of Harm

Groundwater, Surface Water & Designated Sites

Groundwater – Cost of harm resulting from loss of containment from tank floor

| | Lower Bound | Upper Bound |
|---------------------------|---------------|---------------|
| TOTAL COST OF HARM | | |
| (£) | £3,152,535.25 | £4,859,584.00 |

Firth of XX Scenario 2 - Cost of harm resulting from loss of containment of 2950m³

| | Lower Bound | Upper Bound |
|---------------------------|----------------|----------------|
| TOTAL COST OF HARM | | |
| (£) | £47,752,247.66 | £61,720,048.10 |



Cost of Mitigation & Uncertainties

- Typically requires civil, structural, and MECI input into developing an OOM.
- Revisit the ERA to update the PFDs with new mitigation added in
- Determine future improved establishment risk to determine benefit afforded
- Maybe required to +/- disproportionate factor by 1 to understand sensitivity





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