# NO RETROSPECTIVE ENVIRONMENTAL CLEARANCE: ENVIRONMENT

NEWS: Supreme Court prohibits retrospective environmental clearances – scraps government notifications

# WHAT'S IN THE NEWS?

The Supreme Court has declared retrospective (post-facto) Environmental Clearances (ECs) illegal, reinforcing that prior EC is mandatory before project initiation.

This verdict upholds the "Polluter Pays" principle and strengthens environmental rule of law against regulatory evasion.

## Context of the Ruling:

- The Supreme Court of India ruled that retrospective (post-facto) Environmental Clearances (ECs) are illegal.
- It struck down the 2017 Notification, 2021 Office Memorandum, and related circulars issued by the Ministry of Environment, Forest and Climate Change (MoEFCC) that allowed post-facto approvals.
- The verdict aims to ensure that environmental assessments are conducted before any project begins, not after damage has occurred.

## About Environmental Impact Assessment (EIA):

- EIA is a critical tool used to assess the potential environmental consequences of a proposed project.
- It considers socioeconomic, cultural, and health impacts along with ecological degradation.
- Under India's EIA Notification (2006), projects listed in the schedule must receive prior EC from authorities before construction or expansion.

## Supreme Court's Key Observations:

- Retrospective ECs are illegal: The court declared that granting ECs after a project has already started or caused environmental harm is a gross violation of environmental principles.
- Struck down instruments enabling post-facto approvals: The 2017 Notification, 2021 Office Memorandum, and earlier circulars were called arbitrary, unconstitutional, and violative of environmental jurisprudence.

• No nullification of past approvals: While disallowing future post-facto ECs, the Court upheld ECs already granted under these now-invalid instruments, to avoid retrospective nullification and disruption.

#### Reinforcement of the "Polluter Pays" Principle:

- The ruling reaffirmed that the polluter must bear the cost of environmental harm.
- Post-facto clearances undermined this principle by retroactively legitimizing illegal operations without imposing penalties.
- Allowing such ECs would normalize violations and reduce deterrence against environmental harm.

## Environmental Justice vs. Ease of Business:

- The Court asserted that environmental protection takes precedence over bureaucratic or economic convenience.
- Criticized the Centre's "crafty drafting" to enable retrospective ECs, allowing defaulting industries to avoid scrutiny.
- Stressed that true development is inclusive of environmental conservation, and not merely economic expansion.

#### Why Prior EC is Necessary:

- Ensures that the ecological and social consequences are examined before irreversible actions are taken.
- Enables informed public participation and prevents environmental degradation at the source.
- Retrospective clearance allows destruction to occur without foresight, which defeats the purpose of EIA.

#### Comparative Practices in Developed Nations:

- United States:
  - Under the National Environmental Policy Act (NEPA), 1969, agencies must conduct Environmental Impact Statements (EIS) or Environmental Assessments (EA) before federal project approval.
- United Kingdom:

- ECs are governed by the Town and Country Planning Act, 1990, and EIA Regulations, 2017, requiring detailed assessments for major infrastructure before granting planning permission.
- France:
  - The Environmental Code mandates EIAs for large or classified projects.
  - Oversight is provided by the Environmental Authority (Autorité environnementale) to ensure compliance with ecological standards.

Implications for Industries and Regulatory Bodies:

- Stricter compliance requirements:
  - All project developers must now seek prior ECs, or risk facing project shutdown, legal action, or demolition orders.
- End of post-facto culture:
  - Ministries and State Environmental Impact Assessment Authorities (SEIAAs) can no longer regularize illegalities through backdated ECs.
- Legal risk for violators:
  - Industries proceeding without ECs may face prosecution, environmental compensation, and delays in project execution.
- Greater public participation:
  - Verdict may push for a more transparent EIA process with increased space for public hearings and objections before clearance is granted.

## Reaffirmation of Judicial Role in Environmental Governance:

- The verdict is a landmark in strengthening the rule of law in environmental protection.
- Demonstrates the judiciary's commitment to upholding Article 21 (Right to Life) and sustainable development.
- Sets a powerful precedent to ensure environmental laws are not diluted under economic or political pressure.

Conclusion:

- The Supreme Court's judgment marks a watershed moment in Indian environmental jurisprudence.
- It balances development and conservation by mandating proactive compliance with environmental norms.
- With the court barring retrospective ECs, the ruling is likely to lead to a more responsible industrial and infrastructure growth framework in India.

Source: <u>https://timesofindia.indiatimes.com/india/sc-bars-centre-from-</u> granting-retrospective-green-clearances/articleshow/121241590.cms