Welcome to this week's presentation & conversation hosted by the **Canadian Association for the Club of Rome**, a Club dedicated to intelligent debate & action on global issues.

The views and opinions expressed in this presentation are those of the speaker & do not necessarily reflect the views or positions of CACOR.

### Food, Energy and Water Security.

Our speaker today is Dr. Quentin Grafton, Professor and Laureate Fellow; Chairholder UNESCO Chair in Water Economics and Transboundary Water Governance. He is a graduate with a B.Ag. Econ (Massey), MS (Iowa State University), PhD (University of British Columbia)

DESCRIPTION: The what, the why, and the how of the world water crisis as presented to Climate Change Canada, and at the recent United Nations water conference in New York City.

The presentation will be followed by a conversation, questions, & observations from the participants.

CACOR acknowledges that we all benefit from sharing the traditional territories of local Indigenous peoples (First Nations, Métis, & Inuit in Canada) and their descendants.



Website: canadiancor.com Twitter: @cacor1968 YouTube: Canadian Association for the Club of Rome 2023 Dec 06 Zoom #174

# 'Too Much, Too Little and Too Dirty' Water

Presented by R. Quentin Grafton The Australian National University <u>quentin.grafton@anu.edu.au</u> for Club of Rome (Canada) 6 December 2023

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# Outline

- I. Crisis of 'Too Much, Too Little and Too Dirty' Water
- II. Water Limits and Climate Change
- III. The 'Guess Who' of Water
- IV. Connecting Water to Food, Energy, Environment...(Nexus)
- V. Water Futures

# I. Too Much, Too Little and Too Dirty Water



## **World Water Crisis**



Source: Grafton and Fanaian (2023, Figure 1)



Global access to safely managed water supply and sanitation: Average vs Weighted average by population

Source: Grafton et al. (2023b)

## Trends in Total Water Storage Anomalies (2002-2022)



### Δ 1,058 Natural Lakes & 922 Reservoirs (1992-2020) Water Storages



### Regional Unsafe Water Related Disabilities (DALYs)



Data Source: Global Burden of Disease Study (2019)



Global access to safely managed water supply and sanitation: Average vs Weighted average by population

Source: Grafton et al. (2023c)

# II. Water Limits and Climate Change

# 2023 will be hotter than 2022.



"...stabilization at today's greenhouse gas levels (at 405 ppmv at time of writing) may already commit Earth to an eventual total warming of **5 degrees Celsius (range 3 to 7 degrees Celsius, 95 per cent interval) over the next few millennia** as ice sheets, vegetation and atmospheric dust continue to respond to global warming." Snyder (2016)

# And it's getting hotter



#### Source: https://www.carbonbrief.org/state-of-the-climate-how-the-world-warmed-in-2022/

# Carbon Emissions & Per Capita Income



Source: <sup>1</sup>Khalfan et al. (2023)



# Climate Change changes everything but...

- Water insecurity is NOW
- Flooding is NOW
- Drought is NOW
- Unsustainable water use is NOW (and for past forty years...)
- Sea level rise is new and will, among other consequences, impose huge damages on wetlands and their ecosystem services
- Increased glacial melt is new (and now)

Source: Gleeson et al. (2012)

### Water Flows and Consumption



# Global Costs of Inaction: 2030 & 2050

	2030	2050
Drought	700 million people at risk of displacement	Between <b>4.8 to 5.7 billion</b> affected people
Floods	<b>15 million</b> people and USD <b>17 billion</b> infrastructure at risk of coastal flooding and <b>USD 535 billion</b> of urban infrastructure impacted by river flooding	Between <b>31–450 million</b> people under different climate models
Climate change	<b>100 million</b> people into poverty by 2030.	Regionally <b>6%</b> GDP losses by income and property losses, lower agricultural production and health issues
Food insecurity	Estimate of <b>660 million</b> people suffering from hunger	Global food supply to decline from <b>9.75</b> million to <b>9.2 million</b> Gcal
WASH	<b>USD 260 billion</b> annually from poor WASH	<b>240 million</b> people with no access to clean water and <b>1.4 billion</b> people lack access to basic sanitation
Subsidies		Fossil fuel subsidies expected to increase to <b>7.4%</b> by 2050

# III. The 'Guess Who' of Water



### Water withdrawals per capita versus GDP per capita



Per capita water withdrawals are measured in cubic meters and GDP is measured in Billion USD

Source: Dalstein and Naqvi (2022)

## **Delivering Justice and Earth Pressures**



**Pressure on the Earth system** 

Percentage relative to current pressure

#### Source: Rammelt et al. (2023)

### Towards Water Justice: Goals, Decision-Making and Outcomes

### **TOWARDS WATER JUSTICE**

GOALS				
Interspecies	Intergenerational	Intragenerational		
DECISION-MAKING				
Procedural & Epistemic Justice				
Meaningfully including all relevant communities in decision-making	Adopting a pluralistic understanding of axiology, ontology, epistemology, methodology & methods	Bridging ('braiding' or 'weaving') knowledges		
OUTCOMES				
Distributive & Restorative Justice				
Implementing a basic right to water for all	Acknowledging and correcting for past and on-going injustices	Supporting the rights of 'Living Waters'		

Source: Grafton and Fanaian (2023, Figure 3)

## Forms of Water Justice (& social, climate, etc.)

(1) **DECISION-MAKING** (WHO gets heard and who makes and influences decisions) Deliberative and/or Procedural and/or Recognition justice

### (2) **FAIRNESS & EQUALITY** (WHAT gets shared):

Distributive and/or Retributive justice

(3) **UNDERSTANDING** (**WHICH** knowledge & experiences are accepted, or not) *Epistemic justice* 

(4) **RECONCILIATION** (WHEN do past & current wrongs get corrected)

*Restorative Justice* 

Source: Grafton (2023, this presentation)

# IV. Connecting Water to Food, Energy, Environment...



# Connecting the dots: The Nexus



Source: GWP (2019)

# FAO Global Food Price Index: 1960-2023



Source: https://www.fao.org/worldfoodsituation/foodpricesindex/en/

### Water-Energy-Food-Ecosystem Nexus



2021-22



Source: Heady and Fan (2010) & Katic and Grafton (2023)

### Water Stress and Net Food Trade (2018 and 2019)



NOTE: This figure depicts only high and critical water stress levels based on 2018 data. The level of water stress is determined by the share of freshwater withdrawals from available freshwater resources and is reported by FAO under Sustainable Development Goal indicator 6.4.2. Net trade refers to the trade of primary crops. This figure shows net trade positions (exports minus imports) normalized by total trade (exports plus imports) based on 2019 data. SOURCE: FAO. Conforms to Map No. 4170 Rev. 19 United Nations (October 2020).

Source: Jafari et al. (2022)

### Reduction of Regional Food Supply (RCP8.5-SSP3) (% thous GCal): 2050



Note: % thous giga-calorie fall in food output (compared to baseline) due to water and heat stress on agricultural production in 2050.

### Regional Food Insecurity (RCP8.5-SSP3) (%pop): 2050



Source: Kompas et al. (2023, Figure 10)

# V. Water Futures



# Responding to Nexus Risks



#### Source: Grafton et al. (2023, Figure 2.4)

# A Resilience Framing





#### Guiding Questions

Four guiding questions help identify vulnerabilities and capacities to influence resilience strategies.

+ Of What? + For Whom? + To What? + Through What?



#### Three Capacities

Resilience requires short-term absorptive and medium-term adaptive capacities, supported by the long-term capacity to transform the underlying cultural, institutional and learning dynamics within the system. Strengthen all three to equip households, communities and systems to manage shocks and stresses.



#### STRESS Process

Strategic Resilience Assessments lead to a Theory of Change by taking a systems approach to collecting and analyzing data across scales and sectors.

#### Theory of Change

The Theory of Change articulates a measurable path to a desired impact, which is then tested through program portfolios and interventions.



#### Adaptive Management

Resilience programs are guided by adaptive management practices. This ensures that measurement is in place to inform adjustments, make strategic changes or rethink the Theory of Change. Continually monitor, adjust and iterate to create deeper and wider impact.



#### Evidence-Based Learning

Progressively build an evidence base by testing what works on the ground. This is key to unlocking social learning – the sharing of both scientific and local knowledge between individuals, communities and institutions.

Source: Mercy Corps (2023, p. 2)

## Transitional & Transformational Pathways

#### **Transformational Pathway**

- Multiple values of water become inherent
- 2 Diverse Valuation processes
- 3 Inclusive and less opaque decision-making
- 4 Water infrastructure design centred on just and equitable distribution
- 5 Improved regulatory systems (soft infrastructure) to conserve and enhance green and grey infrastructure.
- 6 Mixing green, soft and grey infrastructure delivers resilient community and ecosystem.



#### **Transition Pathway**

- Learning about different water values
- 2 Experimenting with diverse valuation processes
- 3 Explore revised regulatory oversight
- 4 Participatory discussion for decision-making
- 5 Expand investments for mixed infrastructure (grey + green)
- 6 Explore opportunities for integrating green, grey and soft infrastructure

#### **Business-as-usual Pathway**

- Market/economic value dominance
- 2 Only cost-benefit market valuation used
- 3 Decision processes-top-down favouring centralized grey infrastructure (dams, massive, piped supply systems)
- 4 Thin-market justice & opaque decision-making processes.
- 5 New infrastructure to address ageing grey infrastructure and cascade risk.
- 6 More grey infrastructure and lock-in
- 7 Increase in water risk, investment costs and water consumption

Source: Grafton et al. (2023, Figure 3.8)

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# **Additional Slides**

# Irrigation Efficiency, Return Flows & End-of-System Flows





Source: Perry et al. (2023)

# Water Pricing Challenges

**Price of water in centralised distribution networks is often too low** to cover both operation and maintenance, and future capital investment and maintenance costs

**Price of water is, typically, not equitable across users**: households usually pay higher prices than farmers and industry; price of non-piped water commonly higher than price of piped water in low-income countries

Because water is under-priced, cost recovery and economic efficiency objectives are not achieved (the price fails to send a sufficient signal on water scarcity to users)

Increasing Block Tariffs often fail in targeting subsidised water prices to poor households and distort price signal

Complexity of water pricing/tariffs combined with its low level may explain that water demand is usually found to be price inelastic (% decline in consumption is less than % increase in price)

Source: Wheeler et al. (2023)

### Water Values and the Five Capitals



Source: Grafton et al. (2023b)

### Promoting Resilience (Resistance, Recovery Time and Robustness)



Source: Grafton et al. (2019, p. 910). 39



#### Global Water Withdrawals (bill Cu. M/year) and Global Forest Area (mill ha.)

Source: Grafton et al. (2023)