

## **Building Water Security for Resilient Economies**





Winston Yu Senior Water Resource Specialist The World Bank

# *Water security* attracts attention because it is linked to a growing consensus that we are facing an emerging water crisis



Two emerging dangers: First, national competition amongst users of water intensifies. Second, water is the ultimate fugitive resource, traversing borders.

Conflicts over water use will result in security issues, at the local (security-of-access) and regional scales (international peace and national security).



Figure 1.2: The Top Five Global Risks of Highest Concern for the Next 18 Months and 10 Years

#### For the next 18 months



Source: Global Risks Perception Survey 2015, World Economic Forum.







Table 1: Overall Summary of Damage and Losses								
		Disaster Effects (BDT Million)			Disaster Effects (US\$ Million)			
Sector	Sub-Sector	Damage	Losses	Total	Damage	Losses	Total	
Infrastructure		71,064	2,130	73,194	1,029.9	30.9	1,060.8	
	Housing	57,915	-	57,915	839.3	-	839.3	
	Transport	8,006	1,725	9,731	116.0	25.0	141.0	
	Electricity	576	359	935	8.3	5.2	13.6	
	Water and Sanitation	157	46	203	2.3	0.7	2.9	
	Urban and Municipal	1,696	_	1,696	24.6	_	24.6	
	Water Resource Control	4,918	_	4,918	71.3	_	71.3	
Social Sectors		4,482	1,453	5,934	65.0	21.1	86.0	
	Health and Nutrition	169	1,038	1,206	2.4	15.0	17.5	
	Education	4,313	415	4,728	62.5	6.0	68.5	
Productive Sectors		1,734	32,083	33,817	25.1	465.0	490.1	
	Agriculture	1,472	28,725	30,197	21.3	416.3	437.6	
	Industry	262	2,035	2,297	3.8	29.5	33.3	
	Commerce	_	1,258	1,258	_	18.2	18.2	
	Tourism	_	65	65	_	0.9	0.9	
Cross-Cutting Issues		420	0	420	6.1	0.0	6.1	
	Environment	420	_	420	6.1	-	6.1	
Total		79,904	35,665	115,569	1,158.0	516.9	1,674.9	

November 15, 2007 Cyclone Sidr (category 4)

Toll at 3,406 deaths, over 50,000 injured

From JDLNA (World Bank, 2008)

# Impacts of existing climate variability on the economy of Bangladesh

National rice production, 2005-2050



Existing variability reduces national GDP by a discounted US\$121 billion over 2005-2050 (5% of optimal GDP)

	2005-2050
	Total
	GDP
Average annual growth rat	ie (%)
Optimal scenario	4.65
Existing variability	4.44
Cumulative economic loss	(2005 US\$ bil.)
	594.06
Discounted cumulative los	s (2005 US\$ bil.)*
	120.66
Annual discounted loss (20	)05 US\$ bil.)
	2.68
Discounted loss' share of o	ptimal GDP (%)
	5.14

\* 5% annual discounted rate

# Water security as a determinant of economic performance?



Increasing variability  $\rightarrow$ 

More capacity and resilience ightarrow





## **Key Challenges in building Water Security**

1. Sustainability of Investments

- 2. Suitability of Institutions
- 3. Scarcity of Information

## Resilient cities are important !

Cities:

- generate 85% of global GDP,
- consume 75% of the world's natural resources and
- account for 80% of global greenhouse gas emissions.
- 85%85%85%
- **1.5** people are added to the urban population every week

Accelerating urbanization is one of the 5 global megatrends shaping our world creating new challenges for urban development and resilience. Today 7.3 billion people live and work in only 7.6% of the global land mass.







#### One of the key urban resilience challenges: FLOODS



80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 00 01 02 03 04 05 06 07 08 09 10 11

#### Flood risk is one of the key resilience challenges for Wroclaw







#### Total damages from the 1997 flood

#### Poland

USD 2.3bn in losses (3.7bn in current prices)

Loss of 54 lives

37,000 buildings, 866 bridges, 2,000 km of roads

#### Wroclaw

USD 192m (304m in current prices, **99.2% of the city budget at the time**)

31% of city area inundated

## **WB/CEB/EU engagement in Poland**

- Emergency Flood Recovery Project: 1997-2005, USD
  498 mln including USD 200 mln from WB
- 2. Odra River Flood Protection Project: 2007-2017, EUR 760 mln, including EUR 140 mln - WB, EUR 205 mln – CEB, the rest EU grant funds, Gov. own funds, NFOS
- 3. Odra-Vistula Flood Management Project: 2015-2022, EUR 1.2 billion, including EUR mln – WB, EUR 300 mln – CEB, the rest EU grant funds and Gov. own funds, NFOS

Bank involvement for almost 20 years, since 1997

#### Evolution of approach in the World Bank Portfolio



Regionalny Zarząd Gospodarki Wodnej we Wrocławiu

#### Dbamy o przyszłość naszych wód







www.wroclaw.rzgw.gov.pl



Perionalny Zarrad Cornedarki Mednei

### **Before and After**

1 80%

www.wroclaw.rzgw.gov.pl

In the northern part of the city, in the surroundings of the Rędziński Forest and the Maślice estate, there are areas that are no longer under flood risk

Part of SUiKZP Wroclaw from 2006



Part of SUiKZP Wroclaw from 2018

![](_page_20_Figure_4.jpeg)

New areas classified as threatened by flood in 2018

Areas, which were classified as areas threatened by flood in 2006/2010, that are currently free from flood risk

## **Key Challenges in building Water Security**

Sustainability of Investments
 Suitability of Institutions

**3. Scarcity of Information** 

#### Managing Water: Who are the Players?

![](_page_22_Figure_1.jpeg)

**Agriculture Department Livestock Department Forest Department Rural Water Supply Department Irrigation Department Urban Water Supply Department Power Department Industry Department Fisheries Department Environment Department Transport Department Tourism Department Groundwater Department Surface Water Department** Public **Farmers Private Sector** Academics and Universities

Managing water is complex from the technical, economic, social, environmental, cultural, and historical perspectives

Easy Institutional Framework for implementation of the project when working at the basin scale – almost full picture!

![](_page_23_Figure_1.jpeg)

## Rivers are political systems....

- Management of rivers is always political
- Rival: Latin <u>rivalis</u>, one using the same stream as another
- The Chinese got it right long long ago:

![](_page_24_Figure_4.jpeg)

## Shared waters and interdependence

![](_page_25_Picture_1.jpeg)

No such thing as managing water for a single purpose – all water management is multi-objective and as such is by definition based on *conflicting interests*.

## **Key Challenges in building Water Security**

Sustainability of Investments
 Suitability of Institutions
 Scarcity of Information

It goes without say that ....

YOU CAN NOT MANAGE WHAT YOU CAN NOT MEASURE AND MONITOR

YOU CAN NOT PLAN WHAT YOU CAN NOT MEASURE AND MONITOR

YOU CAN NOT OPERATE WITHOUT DATA

YOU CAN NOT CREATE KNOWLEDGE WITHOUT DATA

RELIABLE, TIMELY, QUALITY, CONSISTENT, PUBLIC DATA

This is unfortunately a major challenge!

![](_page_28_Picture_0.jpeg)

![](_page_29_Picture_0.jpeg)

![](_page_30_Picture_0.jpeg)

![](_page_31_Picture_0.jpeg)

## What matters in predicting a waters future?

![](_page_32_Picture_1.jpeg)

Global emissions future ? ↓ Climate variables ? ↓ Sectoral response ? ↓ Development and poverty

The key is decision-making under uncertainty

## Thoughts on building water security

- Acknowledge that the water sector is extremely *diverse* in its physical features, users composition, institutional responses ... and they keep changing over time;
- Initiate change only when there is a powerful, articulated need for reform;
- Have a clear strategy for involving all interested parties in the discussions of reform, and for addressing fears seriously, with effective, understandable information;
- Its not about money implementation is challenging ; We spend more time and effort on resolving problems of a institutional nature than on problems of a technical nature ...
- <u>Building water security</u> is so often about changing minds, attitudes, and a mosaic of values

## Thank you

Source of the photograph: City of Wroclaw

A STALL STALLY ME

Contact me at w.yu@cgiar.org