Building Drought Resilience in California's Cities and Suburbs

June 16, 2017

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Supported with funding from California Water Service, the S. D. Bechtel, Jr. Foundation, and the US Environmental Protection Agency



What is urban drought resilience?

- Ability to weather droughts without significant social and economic disruptions
- Two components:
 - Supply investments that reduce risk of extreme shortages
 - Short-term demand management



Key takeaways from the latest drought

- Urban suppliers were generally well prepared, and economy remained robust
- State conservation mandate showed Californians can respond quickly to call for rationing
- But mandate disrupted local programs, created uncertainties about future state and local roles
- State, locals need to align policies and expectations to build resilience for future droughts



Outline

- Lead-up to the latest drought
- State action and local responses during this drought
- Lessons for the future



Many lessons learned from past droughts

Supply emergencies were wake-up call for urban suppliers. Their response:

- Invested heavily in drought preparation (e.g., storage, interties)
- Launched long-term conservation programs



Emergency pipeline, San Rafael Bridge (1977 drought)



State actions supported local drought resilience

State responded by:

- Standardizing urban water planning
- Adopting efficiency standards
- Facilitating water trading
- Supporting local investments
- But left rationing decisions to local utilities



Orange County recharge basin



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Early local and state actions

- Some regions faced early supply challenges, cut use
- In Jan. 2014 state called for:
 - 20% voluntary conservation
 - Implementation of local water shortage contingency plans
- Savings varied regionally, averaged 10%



Folsom Lake, December 2013



State's concern over drought severity prompted unprecedented conservation mandate

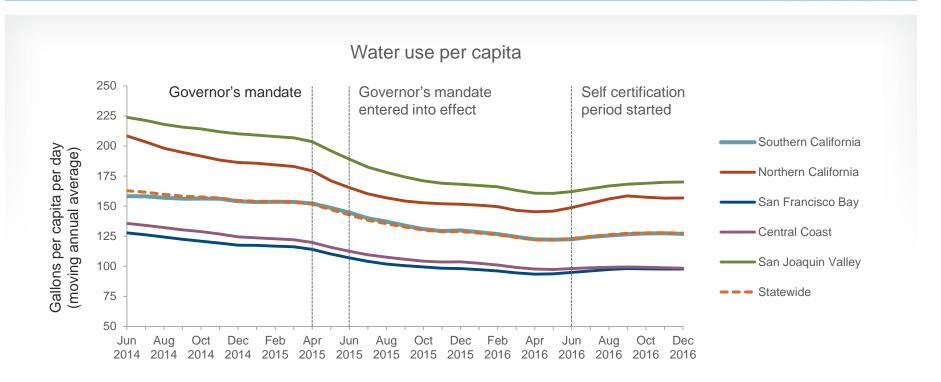
- State assumed suppliers weren't doing enough
- Main reasons given for mandate:
 - Insuring against longer drought
 - Helping those in need
 - Changing social norms on water use



Governor Brown announces mandate April 1, 2015



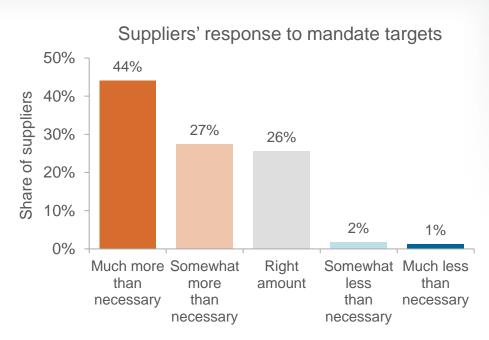
Californians responded immediately to governor's call





But the mandate posed challenges for many utilities

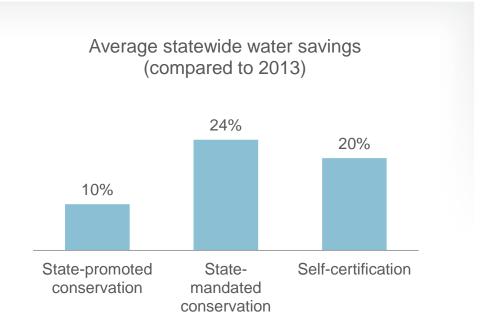
- Disconnect between mandate levels and local conditions
- Compliance challenges for suppliers with high targets
- Scaled-back use of drought supplies
- Intensified financial impacts





State relaxed mandate in 2016, let suppliers pass a "stress test"

- Most utilities (83%) were prepared for extended drought without mandatory conservation
- Central Coast remained most vulnerable
- Water savings remained high





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1. Coordinate drought contingency planning and implementation

- Issue: The disconnect in state/local views on local preparedness reflects an information gap
- Actions: Improve quality and transparency of information
 - Switch from "better safe than sorry" mandate to "trust but verify" stress test approach
 - Make monthly water use reporting permanent



2. Foster water system flexibility and integration

 Issue: Continued efforts needed to improve supply side

Actions:

- Support regional integration
- Lower regulatory hurdles to water trading, non-traditional supplies
- Reduce uncertainties about state policies affecting local supply investments



Water recycling facility, El Segundo

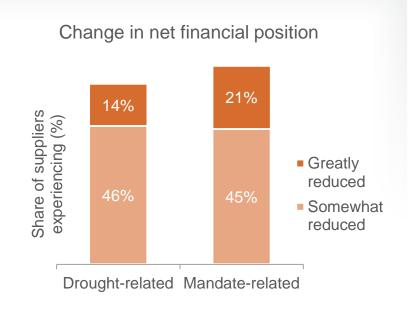


3. Improve utilities' fiscal resilience during drought

 Issue: Widespread fiscal vulnerability among public agency suppliers

• Actions:

- Locals need more proactive drought pricing and communication strategies
- State can help address
 Prop. 218 cost-of-service issues





4. Address shortages in vulnerable communities and ecosystems

- Issue: Simply saving water in cities does not address hardships elsewhere
- Actions: State must lead, cities and farms can help
 - Improve small community water supplies
 - Promote watershed health

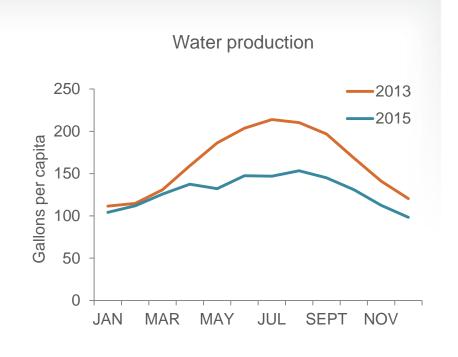


East Porterville residents get connected to safe tap water



5. Balance long-term water use efficiency and drought resilience

- Issue: Long-term savings have benefits, but can make it harder to cut use quickly during droughts
- Actions: Address the tradeoffs
 - Allocate some savings to a "reliability reserve"
 - Update water shortage contingency plan requirements
 - Incorporate reliability goals into long-range plans





State and suppliers need to cooperate to protect economy from severe drought impacts

- Because conditions vary greatly, local suppliers are best placed to prepare for and manage droughts in their communities with:
 - Supply portfolios
 - Short-term demand management
- State should focus on areas that require state leadership:
 - Incentives, support for local action
 - Flexibility to reallocate scarce supplies
 - Protection of vulnerable communities, ecosystems



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About these slides

These slides were created to accompany a presentation. They do not include full documentation of sources, data samples, methods, and interpretations. To avoid misinterpretations, please contact:

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Thank you for your interest in this work.

