

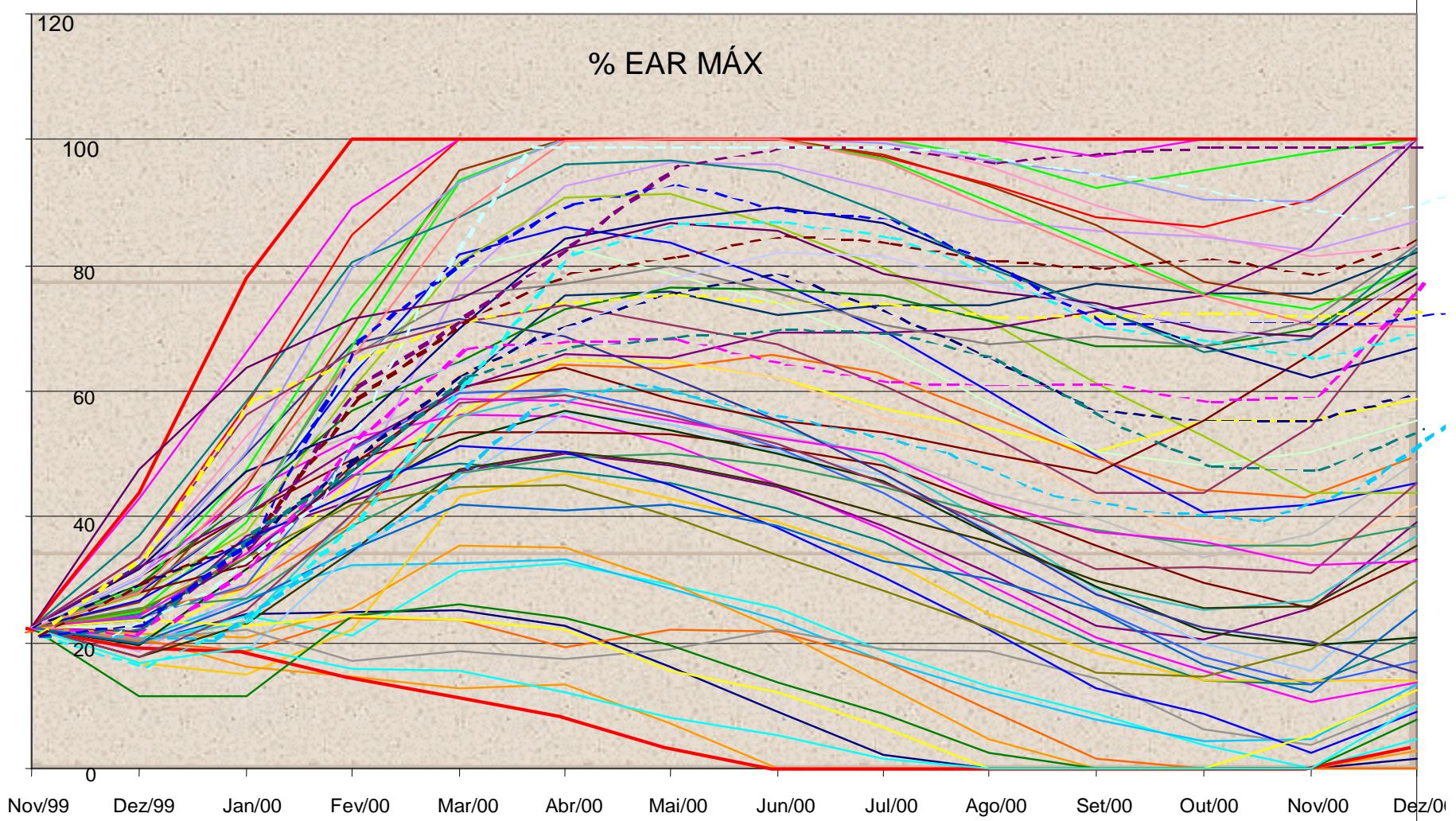
Water Security, Risk and Society

Oxford, April 2012

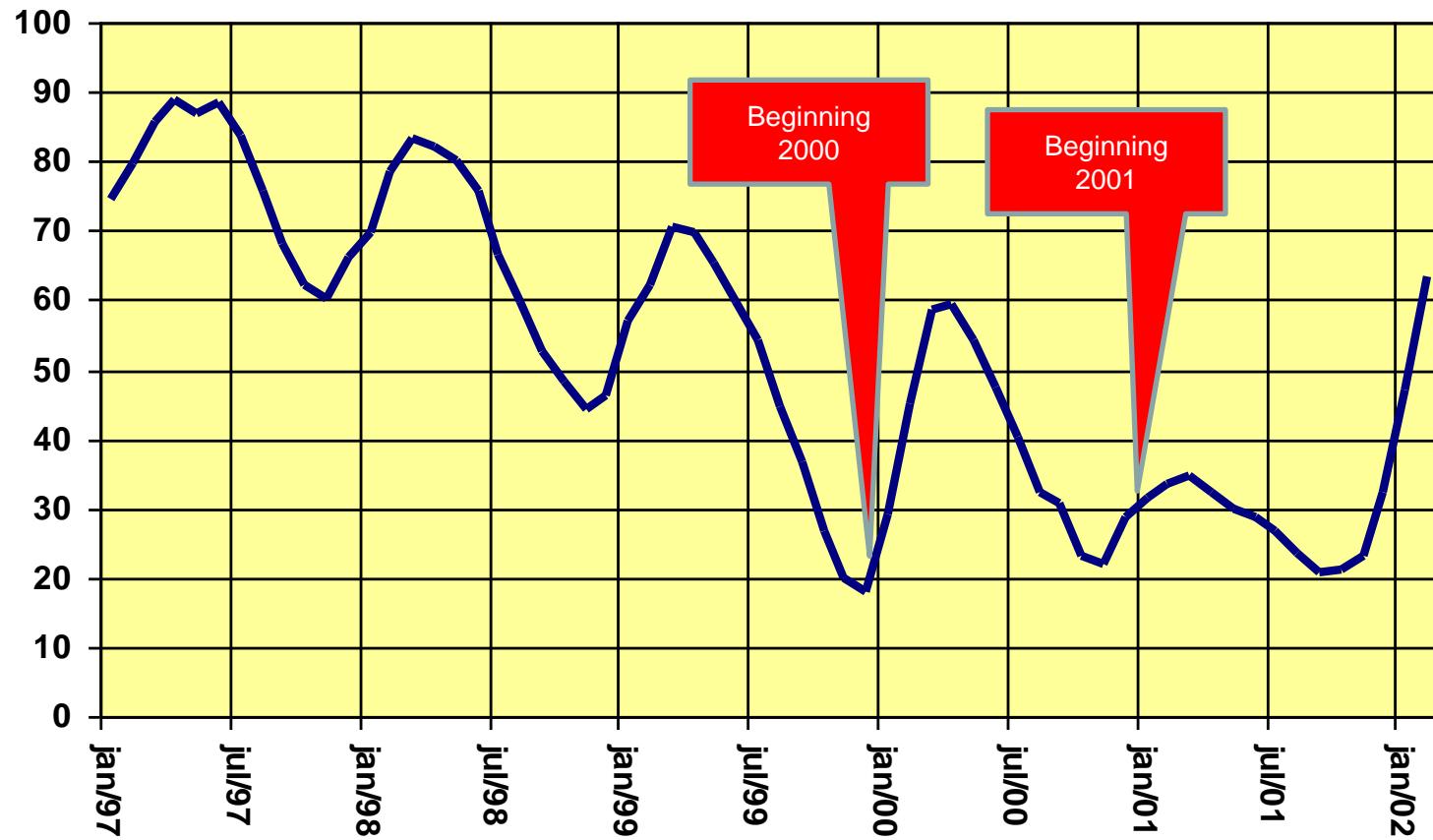
Small probability events that could cause water supply collapse

Jerson Kelman
CEO of Light Group

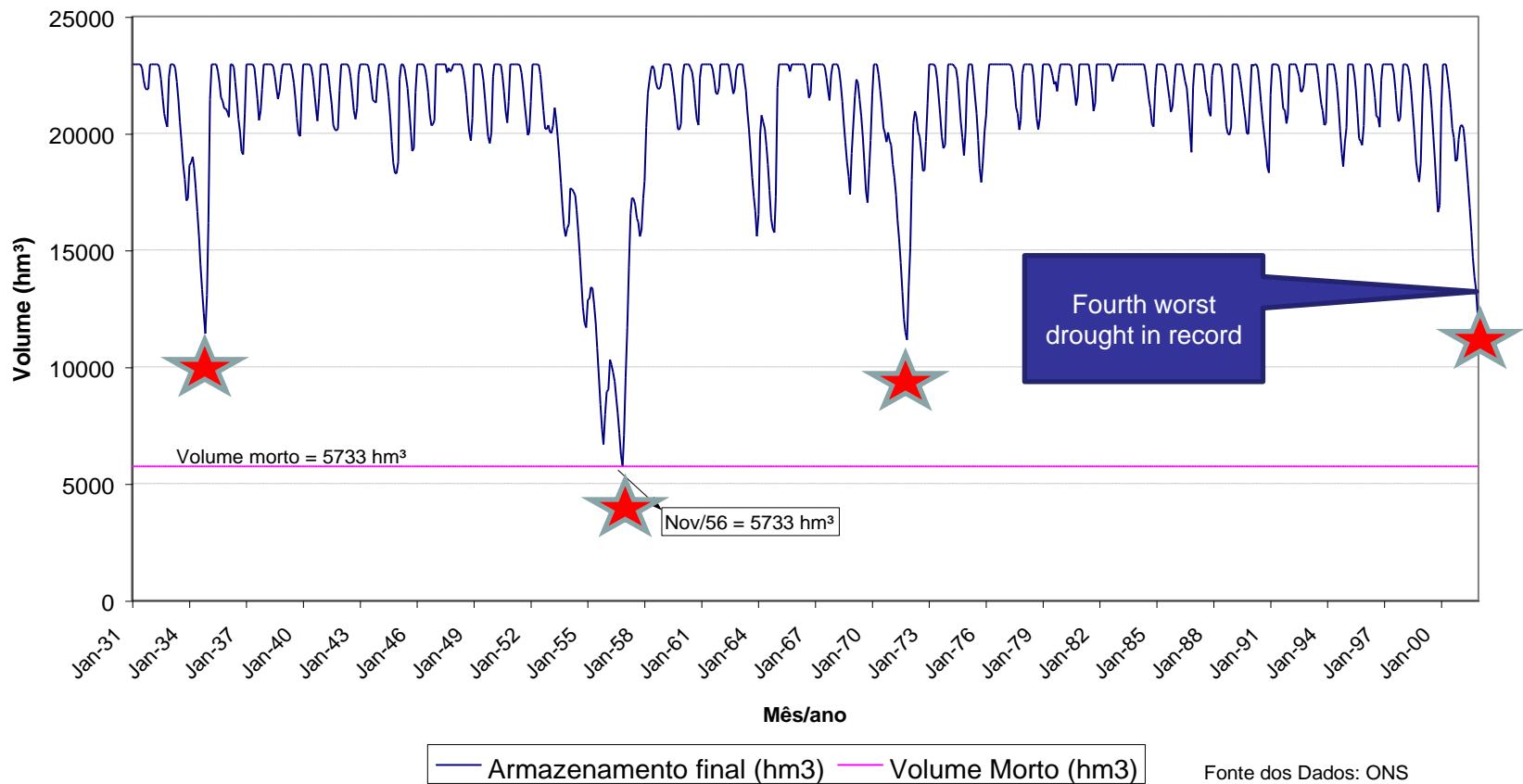
Hydrological uncertainty



Storage in the equivalent reservoir

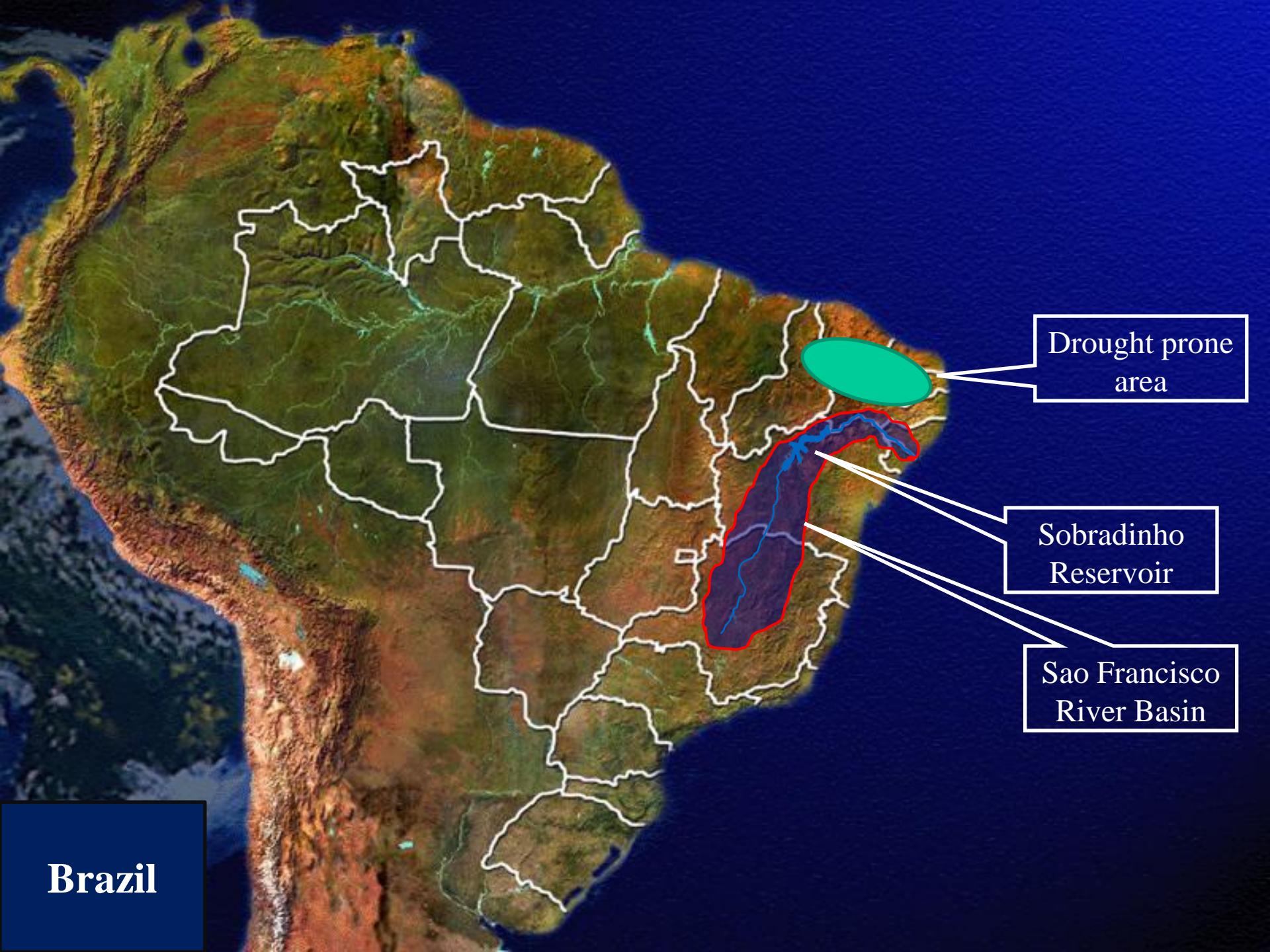


Water Storage in the Sobradinho Reservoir



Lessons from case 1

- Decisions under uncertainty are politically evaluated by their consequences, not by their wisdom
- The layman expects that the water (or electric energy) supply system is able to endure the worst drought in record
- It is sometimes preferable to make easy to understand but less than optimal decisions



Brazil

Drought prone
area

Sobradinho
Reservoir

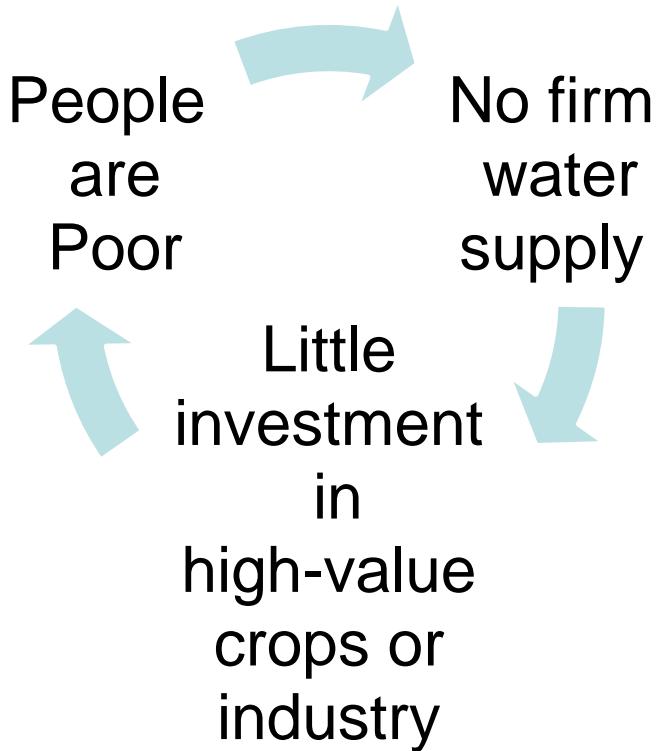
Sao Francisco
River Basin



During the 1887-89 drought, about one million people emigrated from the drought prone area

Countless died

HYDROLOGICAL VICIOUS CYCLE

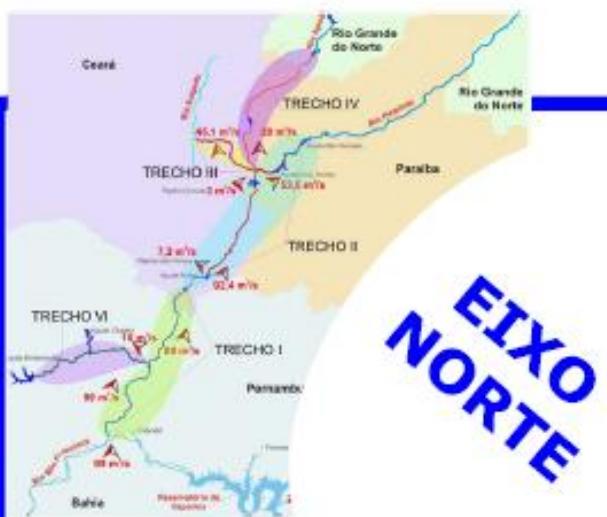


It is necessary an initial stock of investments on water infrastructure before reaching the “inflection point... and then real progress starts

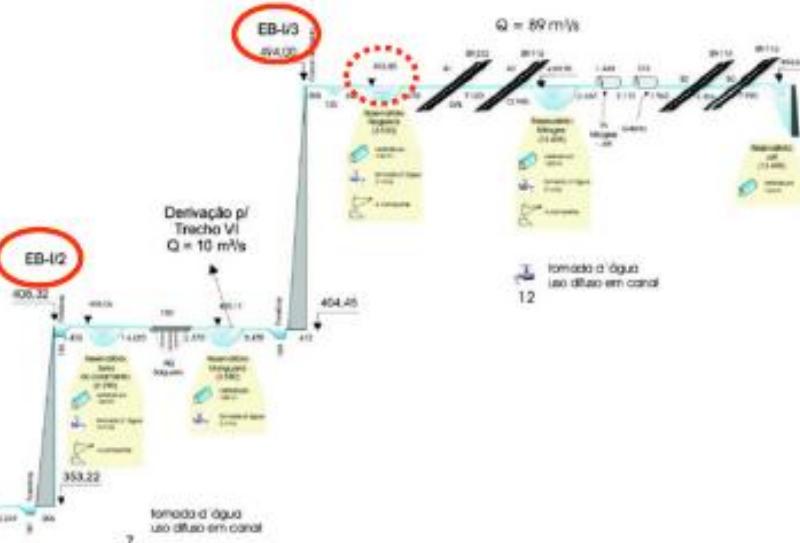
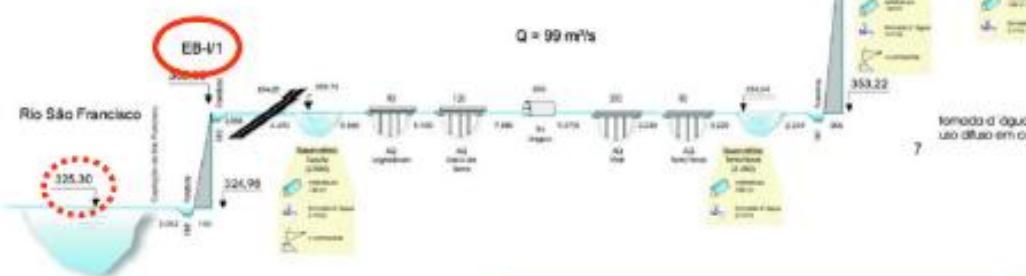
(David Grey and Claudia Sadoff,
“Sink or Swim? Water security
for growth and development”)

INTERBASIN WATER TRANSFER





EIXO
NORTE



$$494 \text{ m} - 325 \text{ m} = 169 \text{ m}$$

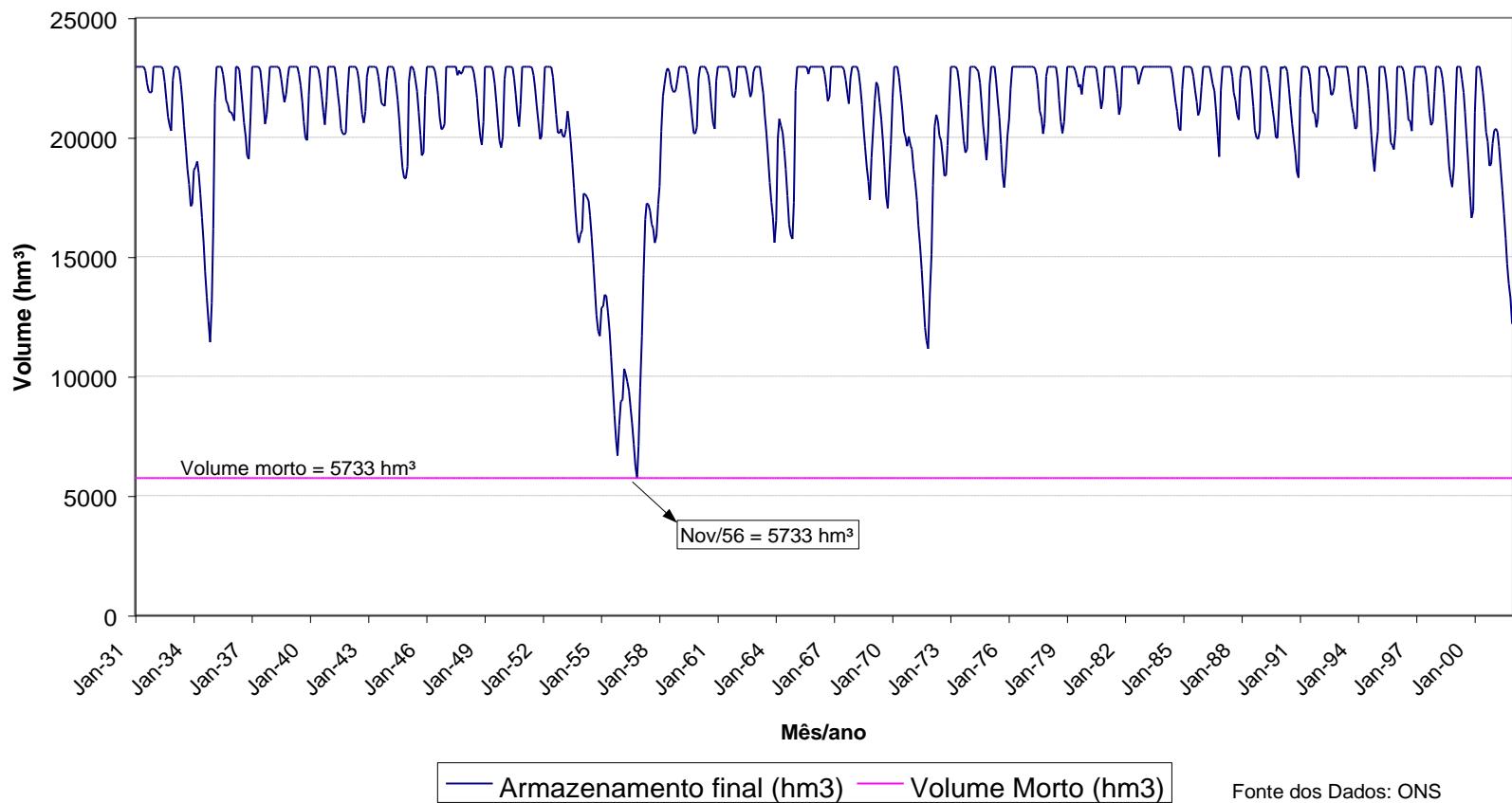
Q_{mean} São Francisco River = 2600 m³ /s

$26 \text{ m}^3/\text{s} \leq Q_{\text{diversion}} \leq 127 \text{ m}^3/\text{s}$
 $1\% \text{ of } Q_{\text{mean}} \leq Q_{\text{diversion}} \leq 5\% \text{ of } Q_{\text{mean}}$

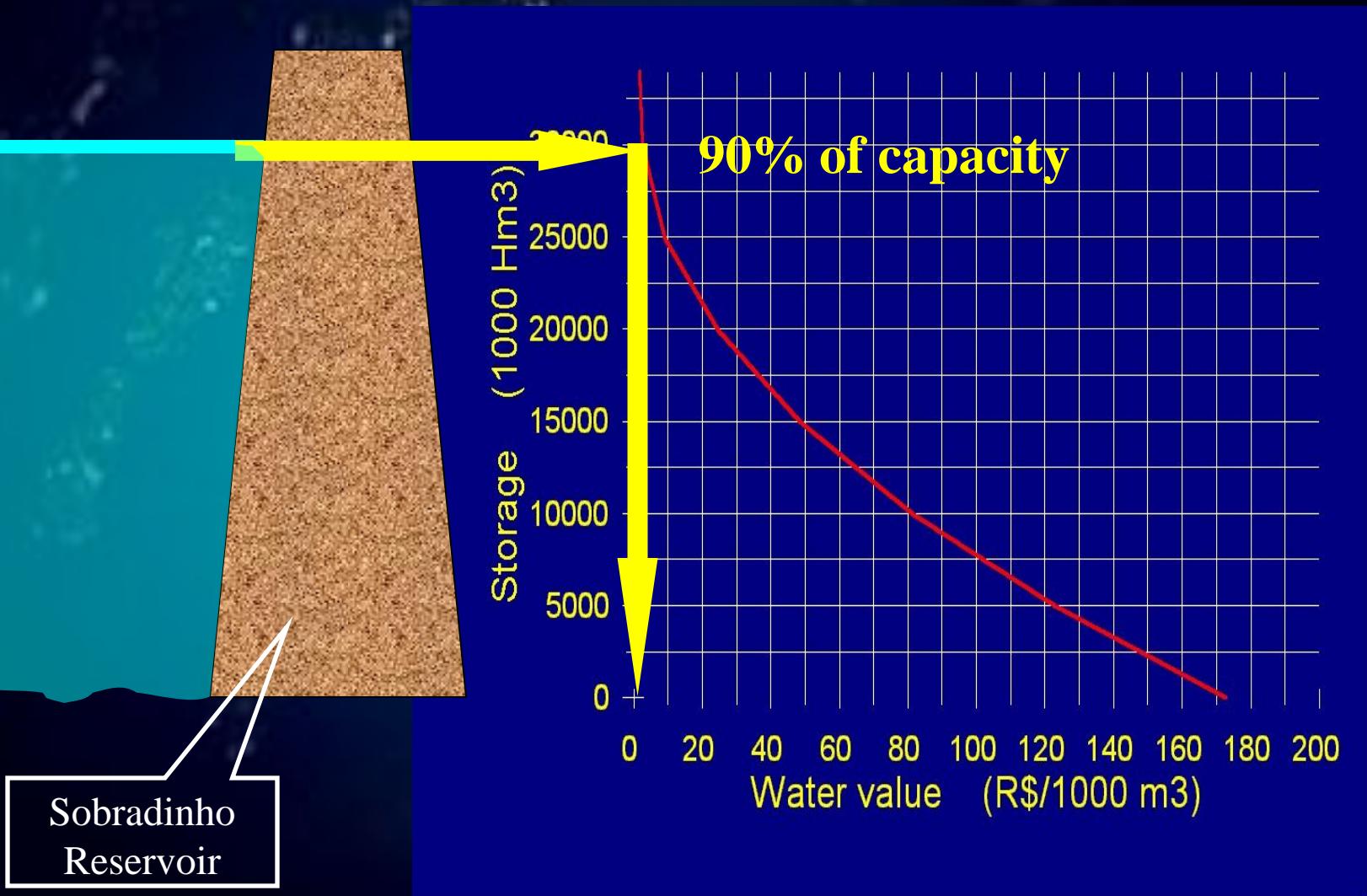
600 Km of channels



Water Storage in the Sobradinho Reservoir



Opportunity cost of water in the Sobradinho Reservoir



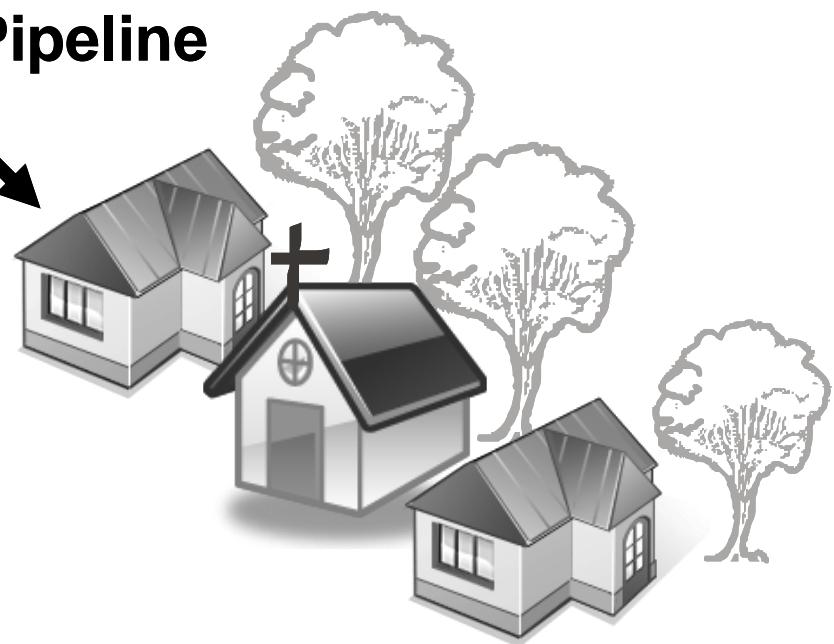
**Small reservoir in
the recipient region**

**Water flow
from the
São Francisco
River Basin**

Intermittent river

Continuous flow river

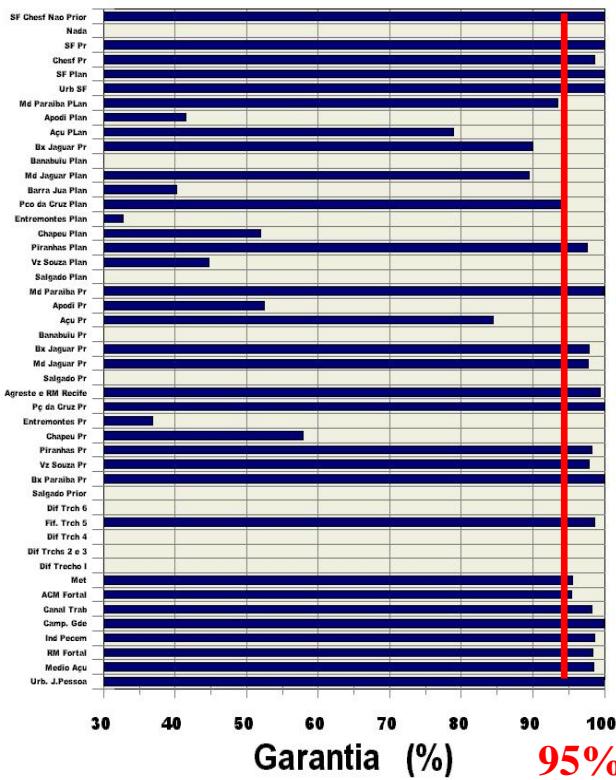
Pipeline



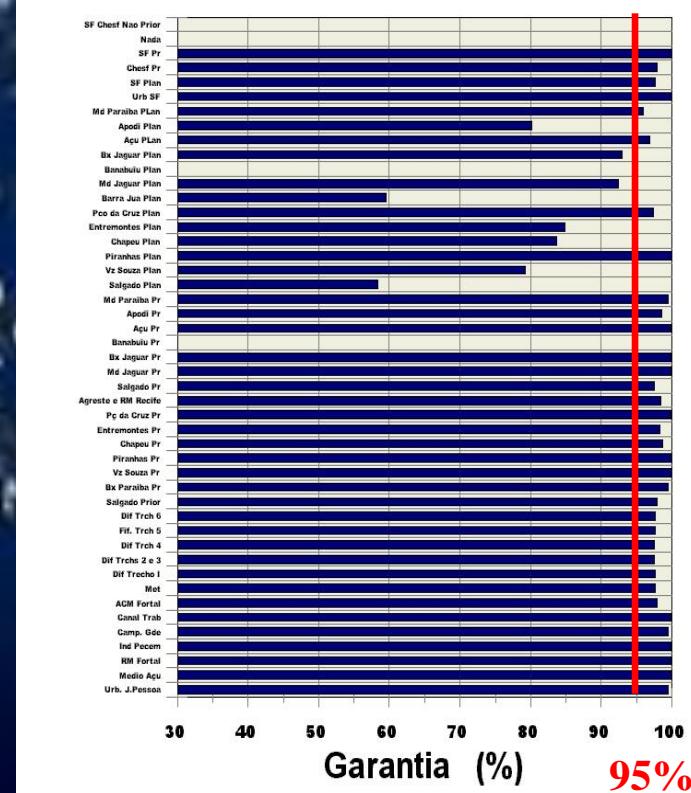
Water reliability in different site of the recipient region

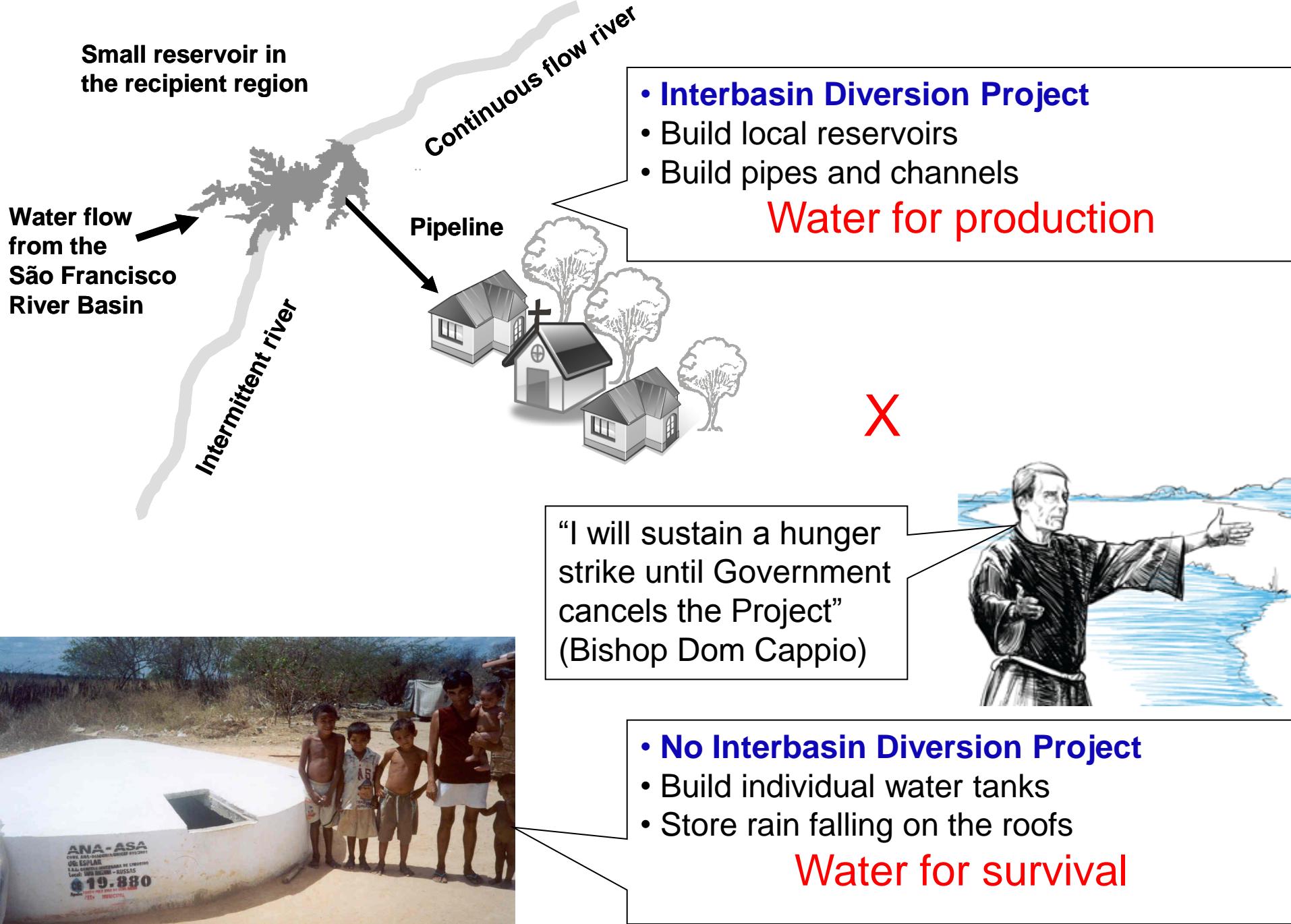
W

without diversion



with diversion





Lessons from case 2

- When the probability P of a catastrophic drought tends to zero and the corresponding cost C tends to infinity...

Expected Cost ... $0 \times \infty$...undefined

Mathematical lack of definition...
... political lack of resolution

- When ideology opposes hydrology, it is very difficult to discuss water security challenges using risk as a unifying framework

Thank you!

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