Central Arizona Water Clearinghouse

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What Can We Do? Solutions to Arizona's Water Challenges 12 July 2023

RICHAEL YOUNG

SENIOR ECONOMIST



Team















Funder



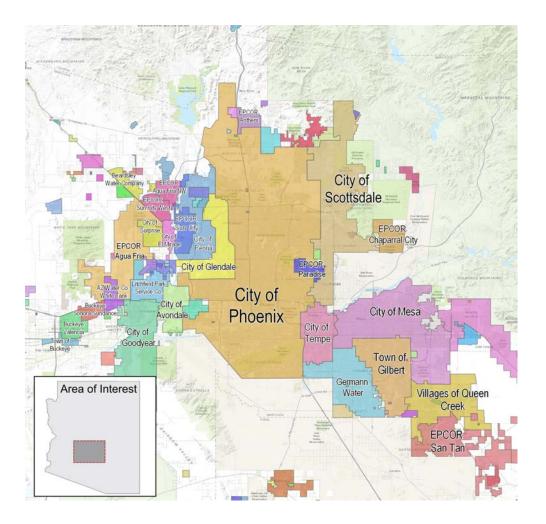
WaterSMART Water Marketing Strategy Grant



Background & Motivation

Municipal water portfolios are managed independently, each with different sizes, sources, reliability, and risks.

What if we could reduce overall water risk through collaborative water exchanges?





Our Vision

What?

Reduce regional water risk by unlocking opportunities for more collaborative water exchanges.

How?

Develop a digital, up-to-date tool (Central Arizona Water Clearinghouse) that:

- Provides water supply and demand information
- Captures infrastructure, capacity, and interconnections
- Identifies paired needs and potential collaborators



Challenges of Water Exchanges

- Knowledge gaps
 - Teams lack expertise (and overall confidence) in water transactions
- Time / staff capacity
 - Teams are understaffed or regularly face "more pressing problems"
- Relationship gaps
 - Exchanges require relationships and trust, which are not built overnight

Especially for smaller water providers



Challenges for a Clearinghouse



 Publicly available water data are incomplete with a slow and irregular update schedule

Complex geophysical relationships

 Complexity and variety of exchange arrangements potentially difficult for a computer algorithm to fully capture

Varying degrees of stakeholder comfort

 Skepticism and concerns about entrusting an electronic tool with making potential matches



Key Takeaways

#1 Expanding transactions is more about building social capital than technology

Building relationships, trust, and familiarity were more important to expanding water transactions than building technology.



Key Takeaways

#2 Data confidentiality concerns are real, though addressable

When stakeholders see the value to participating, and appropriate safeguards are in place, they're willing to share their data.



Key Takeaways

#3 Collaboration expands the solution toolbox

By bringing more people, brainpower, and water management portfolios to the table, more options are available than by working alone. Importantly, collaboration also fills knowledge gaps.



If you want to go fast, go alone.

If you want to go far, go together.

—African Proverb



Thank you!

Join our collaborative to create a Central Arizona Water Clearinghouse! Email richael@eraeconomics.com

