

Water Indicators

Indicator	Value	Description	Source
Overall Basin Risk (score)	2.53	Overall Basin Risk (score)	
Overall Basin Risk (rank)	121	Overall Basin Risk (rank)	
Physical risk (score)	2.43	Physical risk (score)	
Physical risk (rank)	121	Physical risk (rank)	
Regulatory risk (score)	1.27	Regulatory risk (score)	
Regulatory risk (rank)	184	Regulatory risk (rank)	
Reputation risk (score)	4.08	Reputation risk (score)	
Reputation risk (rank)	3	Reputation risk (rank)	
1. Quantity - Scarcity (score)	2.83	1. Quantity - Scarcity (score)	
1. Quantity - Scarcity (rank)	49	1. Quantity - Scarcity (rank)	
2. Quantity - Flooding (score)	2.75	2. Quantity - Flooding (score)	
2. Quantity - Flooding (rank)	125	2. Quantity - Flooding (rank)	
3. Quality (score)	1.51	3. Quality (score)	
3. Quality (rank)	170	3. Quality (rank)	
4. Ecosystem Service Status (score)	1.66	4. Ecosystem Service Status (score)	
4. Ecosystem Service Status (rank)	161	4. Ecosystem Service Status (rank)	
5. Enabling Environment (Policy & Laws) (score)	1.10	5. Enabling Environment (Policy & Laws) (score)	
5. Enabling Environment (Policy & Laws) (rank)	169	5. Enabling Environment (Policy & Laws) (rank)	
6. Institutions and Governance (score)	1.50	6. Institutions and Governance (score)	
6. Institutions and Governance (rank)	176	6. Institutions and Governance (rank)	
7. Management Instruments (score)	1.38	7. Management Instruments (score)	
7. Management Instruments (rank)	179	7. Management Instruments (rank)	
8 - Infrastructure & Finance (score)	1.00	8 - Infrastructure & Finance (score)	
8 - Infrastructure & Finance (rank)	183	8 - Infrastructure & Finance (rank)	
9. Cultural Diversity (score)	5.00	9. Cultural importance (score)	
9. Cultural Diversity (rank)	9	9. Cultural importance (rank)	
10. Biodiversity Importance (score)	2.73	10. Biodiversity importance (score)	



Indicator	Value	Description	Source
10. Biodiversity Importance (rank)	152	10. Biodiversity importance (rank)	
11. Media Scrutiny (score)	4.55	11. Media Scrutiny (score)	
11. Media Scrutiny (rank)	4	11. Media Scrutiny (rank)	
12. Conflict (score)	3.41	12. Conflict (score)	
12. Conflict (rank)	21	12. Conflict (rank)	
1.0 - Aridity (score)	3.28	The aridity risk indicator is based on the Global Aridity Index (Global- Aridity) and Global Potential Evapo-Transpiration (Global-PET) Geospatial data sets by Trabucco and Zomer (2009). These data sets provide information about the potential availability of water in regions with low water demand, thus they are used in the Water Risk Filter 5.0 to better account for deserts and other arid areas in the risk assessment.	Trabucco, A., & Zomer, R. J. (2009). Global potential evapo-transpiration (Global-PET) and global aridity index (Global-Aridity) geo- database. CGIAR consortium for spatial information.
1.0 - Aridity (rank)	32	The aridity risk indicator is based on the Global Aridity Index (Global- Aridity) and Global Potential Evapo-Transpiration (Global-PET) Geospatial data sets by Trabucco and Zomer (2009). These data sets provide information about the potential availability of water in regions with low water demand, thus they are used in the Water Risk Filter 5.0 to better account for deserts and other arid areas in the risk assessment.	Trabucco, A., & Zomer, R. J. (2009). Global potential evapo-transpiration (Global-PET) and global aridity index (Global-Aridity) geo- database. CGIAR consortium for spatial information.
1.1 - Water Depletion (score)	1.54	The water depletion risk indicator is based on annual average monthly net water depletion from Brauman et al. (2016). Their analysis is based on model outputs from the newest version of the integrated water resources model WaterGAP3 which measures water depletion as the ratio of water consumption-to-availability.	Brauman, K. A., Richter, B. D., Postel, S., Malsy, M., & Flörke, M. (2016). Water depletion: An improved metric for incorporating seasonal and dry-year water scarcity into water risk assessments. Elem Sci Anth, 4.
1.1 - Water Depletion (rank)	102	The water depletion risk indicator is based on annual average monthly net water depletion from Brauman et al. (2016). Their analysis is based on model outputs from the newest version of the integrated water resources model WaterGAP3 which measures water depletion as the ratio of water consumption-to-availability.	Brauman, K. A., Richter, B. D., Postel, S., Malsy, M., & Flörke, M. (2016). Water depletion: An improved metric for incorporating seasonal and dry-year water scarcity into water risk assessments. Elem Sci Anth, 4.
1.2 - Baseline Water Stress (score)	2.99	World Resources Institute's Baseline Water Stress measures the ratio of total annual water withdrawals to total available annual renewable supply, accounting for upstream consumptive use. A higher percentage indicates more competition among users.	Hofste, R., Kuzma, S., Walker, S., & Sutanudjaja, E.H. (2019). Aqueduct 3.0: Updated decision relevant global water risk indicators. Technical note. Washington, DC: World Resources Institute.



Indicator	Value	Description	Source
1.2 - Baseline Water Stress (rank)	62	World Resources Institute's Baseline Water Stress measures the ratio of total annual water withdrawals to total available annual renewable supply, accounting for upstream consumptive use. A higher percentage indicates more competition among users.	Hofste, R., Kuzma, S., Walker, S., & Sutanudjaja, E.H. (2019). Aqueduct 3.0: Updated decision relevant global water risk indicators. Technical note. Washington, DC: World Resources Institute.
1.3 - Blue Water Scarcity (score)	4.49	The blue water scarcity risk indicator is based on Mekonnen and Hoekstra (2016) global assessment of blue water scarcity on a monthly basis and at high spatial resolution (grid cells of 30 × 30 arc min resolution). Blue water scarcity is calculated as the ratio of the blue water footprint in a grid cell to the total blue water availability in the cell. The time period analyzed in this study ranges from 1996 to 2005.	Mekonnen, M. M., & Hoekstra, A. Y. (2016). Four billion people facing severe water scarcity. Science advances, 2(2), e1500323.
1.3 - Blue Water Scarcity (rank)	27	The blue water scarcity risk indicator is based on Mekonnen and Hoekstra (2016) global assessment of blue water scarcity on a monthly basis and at high spatial resolution (grid cells of 30 × 30 arc min resolution). Blue water scarcity is calculated as the ratio of the blue water footprint in a grid cell to the total blue water availability in the cell. The time period analyzed in this study ranges from 1996 to 2005.	Mekonnen, M. M., & Hoekstra, A. Y. (2016). Four billion people facing severe water scarcity. Science advances, 2(2), e1500323.
1.4 - Projected Change in Water Discharge (by ~2050) (score)	1.93	This risk indicator is based on multi-model simulation that applies both global climate and hydrological models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). To estimate the change at 2°C of global warming above 1980-2010 levels, simulated annual water discharge was averaged over a 31-year period with 2°C mean warming. Results are expressed in terms of relative change (%) in probability between present day (1980-2010) conditions and 2°C scenarios by 2050.	Schewe, J., Heinke, J., Gerten, D., Haddeland, I., Arnell, N. W., Clark, D. B., & Gosling, S. N. (2014). Multimodel assessment of water scarcity under climate change. Proceedings of the National Academy of Sciences, 111(9), 3245- 3250.
1.4 - Projected Change in Water Discharge (by ~2050) (rank)	100	This risk indicator is based on multi-model simulation that applies both global climate and hydrological models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). To estimate the change at 2°C of global warming above 1980-2010 levels, simulated annual water discharge was averaged over a 31-year period with 2°C mean warming. Results are expressed in terms of relative change (%) in probability between present day (1980-2010) conditions and 2°C scenarios by 2050.	Schewe, J., Heinke, J., Gerten, D., Haddeland, I., Arnell, N. W., Clark, D. B., & Gosling, S. N. (2014). Multimodel assessment of water scarcity under climate change. Proceedings of the National Academy of Sciences, 111(9), 3245- 3250.



Indicator	Value	Description	Source
1.5 - Drought Frequency Probability (score)	2.26	This risk indicator is based on the Standardized Precipitation and Evaporation Index (SPEI). Vicente-Serrano et al. (2010) developed this multi-scalar drought index applying both precipitation and temperature data to detect, monitor and analyze different drought types and impacts in the context of global warming. The mathematical calculations used for SPEI are similar to the Standard Precipitation Index (SPI), but it has the advantage to include the role of evapotranspiration.	Vicente-Serrano, S. M., Beguería, S., & López- Moreno, J. I. (2010). A multiscalar drought index sensitive to global warming: the standardized precipitation evapotranspiration index. Journal of climate, 23(7), 1696-1718.
1.5 - Drought Frequency Probability (rank)	109	This risk indicator is based on the Standardized Precipitation and Evaporation Index (SPEI). Vicente-Serrano et al. (2010) developed this multi-scalar drought index applying both precipitation and temperature data to detect, monitor and analyze different drought types and impacts in the context of global warming. The mathematical calculations used for SPEI are similar to the Standard Precipitation Index (SPI), but it has the advantage to include the role of evapotranspiration.	Vicente-Serrano, S. M., Beguería, S., & López- Moreno, J. I. (2010). A multiscalar drought index sensitive to global warming: the standardized precipitation evapotranspiration index. Journal of climate, 23(7), 1696-1718.
1.6 - Projected Change in Drought Occurrence (by ~2050) (score)	3.01	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) . A drought threshold for pre-industrial conditions was calculated based on time-series averages. Results are expressed in terms of relative change (%) in probability between pre- industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming–simulation protocol of the Inter- Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
1.6 - Projected Change in Drought Occurrence (by ~2050) (rank)	65	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) . A drought threshold for pre-industrial conditions was calculated based on time-series averages. Results are expressed in terms of relative change (%) in probability between pre- industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming–simulation protocol of the Inter- Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
2.1 - Estimated Flood Occurrence (score)	2.79	This risk indicator is based on the recurrence of floods within the 34-year time frame period of 1985 to 2019. The occurrence of floods within a given location was estimated using data from Flood Observatory, University of Colorado. The Flood Observatory use data derived from a wide variety of news, governmental, instrumental, and remote sensing source.	Brakenridge, G. R. (2019). Global active archive of large flood events. Dartmouth Flood Observatory, University of Colorado.
2.1 - Estimated Flood Occurrence (rank)	125	This risk indicator is based on the recurrence of floods within the 34-year time frame period of 1985 to 2019. The occurrence of floods within a given location was estimated using data from Flood Observatory, University of Colorado. The Flood Observatory use data derived from a wide variety of news, governmental, instrumental, and remote sensing source.	Brakenridge, G. R. (2019). Global active archive of large flood events. Dartmouth Flood Observatory, University of Colorado.



Indicator	Value	Description	Source
2.2 - Projected Change in Flood Occurrence (by ~2050) (score)	2.01	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). The magnitude of the flood event was defined based on 100-year return period for pre-industrial conditions. Results are expressed in terms of change (%) in probability between pre- industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming–simulation protocol of the Inter- Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
2.2 - Projected Change in Flood Occurrence (by ~2050) (rank)	122	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). The magnitude of the flood event was defined based on 100-year return period for pre-industrial conditions. Results are expressed in terms of change (%) in probability between pre- industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming-simulation protocol of the Inter- Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
3.1 - Surface Water Contamination Index (score)	1.51	The underlying data for this risk indicator is based on a broad suite of pollutants with well-documented direct or indirect negative effects on water security for both humans and freshwater biodiversity, compiled by Vörösmarty et al. (2010). The negative effects are specific to individual pollutants, ranging from impacts mediated by eutrophication such as algal blooms and oxygen depletion (e.g., caused by phosphorus and organic loading) to direct toxic effects (e.g., caused by pesticides, mercury). The overall Surface Water Contamination Index is calculated based on a range of key pollutants with different weightings according to the level of their negative effects on water security for both humans and freshwater biodiversity: soil salinization (8%), nitrogen (12%) and phosphorus (P, 13%) loading, mercury deposition (5%), pesticide loading (10%), sediment loading (17%), organic loading (as Biological Oxygen Demand, BOD; 15%), potential acidification (9%) and thermal alteration (11%)	Vörösmarty, C. J., McIntyre, P. B., Gessner, M. O., Dudgeon, D., Prusevich, A., Green, P., & Davies, P. M. (2010). Global threats to human water security and river biodiversity. Nature, 467(7315), 555.



Indicator	Value	Description	Source
3.1 - Surface Water Contamination Index (rank)	170	The underlying data for this risk indicator is based on a broad suite of pollutants with well-documented direct or indirect negative effects on water security for both humans and freshwater biodiversity, compiled by Vörösmarty et al. (2010). The negative effects are specific to individual pollutants, ranging from impacts mediated by eutrophication such as algal blooms and oxygen depletion (e.g., caused by phosphorus and organic loading) to direct toxic effects (e.g., caused by pesticides, mercury). The overall Surface Water Contamination Index is calculated based on a range of key pollutants with different weightings according to the level of their negative effects on water security for both humans and freshwater biodiversity: soil salinization (8%), nitrogen (12%) and phosphorus (P, 13%) loading, mercury deposition (5%), pesticide loading (10%), sediment loading (17%), organic loading (as Biological Owygen Demand ROD: 15%).	Vörösmarty, C. J., McIntyre, P. B., Gessner, M. O., Dudgeon, D., Prusevich, A., Green, P., & Davies, P. M. (2010). Global threats to human water security and river biodiversity. Nature, 467(7315), 555.
		potential acidification (9%), and thermal alteration (11%).	
4.1 - Fragmentation Status of Rivers (score)	1.61	This risk indicator is based on the data set by Grill et al. (2019) mapping the world's free-flowing rivers. Grill et al. (2019) compiled a geometric network of the global river system and associated attributes, such as hydro-geometric properties, as well as pressure indicators to calculate an integrated connectivity status index (CSI). While only rivers with high levels of connectivity in their entire length are classified as free-flowing, rivers of CSI < 95% are considered as fragmented at a certain degree.	Grill, G., Lehner, B., Thieme, M., Geenen, B., Tickner, D., Antonelli, F., & Macedo, H. E. (2019). Mapping the world's free-flowing rivers. Nature, 569(7755), 215.
4.1 - Fragmentation Status of Rivers (rank)	153	This risk indicator is based on the data set by Grill et al. (2019) mapping the world's free-flowing rivers. Grill et al. (2019) compiled a geometric network of the global river system and associated attributes, such as hydro-geometric properties, as well as pressure indicators to calculate an integrated connectivity status index (CSI). While only rivers with high levels of connectivity in their entire length are classified as free-flowing, rivers of CSI < 95% are considered as fragmented at a certain degree.	Grill, G., Lehner, B., Thieme, M., Geenen, B., Tickner, D., Antonelli, F., & Macedo, H. E. (2019). Mapping the world's free-flowing rivers. Nature, 569(7755), 215.
4.2 - Catchment Ecosystem Services Degradation Level (tree cover loss) (score)	1.44	For this risk indicator, tree cover loss was applied as a proxy to represent catchment ecosystem services degradation since forests play an important role in terms of water regulation, supply and pollution control. The forest cover data is based on Hansen et al.'s global Landsat data at a 30-meter spatial resolution to characterize forest cover and change. The authors defined trees as vegetation taller than 5 meters in height, and forest cover loss as a stand-replacement disturbance, or a change from a forest to non-forest state, during the period 2000 – 2018.	Hansen, M. C., Potapov, P. V., Moore, R., Hancher, M., Turubanova, S. A. A., Tyukavina, A., & Kommareddy, A. (2013). High-resolution global maps of 21st-century forest cover change. science, 342(6160), 850-853.



Indicator	Value	Description	Source
4.2 - Catchment Ecosystem Services Degradation Level (tree cover loss) (rank)	122	For this risk indicator, tree cover loss was applied as a proxy to represent catchment ecosystem services degradation since forests play an important role in terms of water regulation, supply and pollution control. The forest cover data is based on Hansen et al.'s global Landsat data at a 30-meter spatial resolution to characterize forest cover and change. The authors defined trees as vegetation taller than 5 meters in height, and forest cover loss as a stand-replacement disturbance, or a change from a forest to non-forest state, during the period 2000 – 2018.	Hansen, M. C., Potapov, P. V., Moore, R., Hancher, M., Turubanova, S. A. A., Tyukavina, A., & Kommareddy, A. (2013). High-resolution global maps of 21st-century forest cover change. science, 342(6160), 850-853.
4.3 - Projected Impacts on Freshwater Biodiversity (score)	3.53	The study by Tedesco et al. (2013) to project changes [% increase or decrease] in extinction rate by ~2090 of freshwater fish due to water availability loss from climate change is used as a proxy to estimate the projected impacts on freshwater biodiversity.	Tedesco, P. A., Oberdorff, T., Cornu, J. F., Beauchard, O., Brosse, S., Dürr, H. H., & Hugueny, B. (2013). A scenario for impacts of water availability loss due to climate change on riverine fish extinction rates. Journal of Applied Ecology, 50(5), 1105-1115.
4.3 - Projected Impacts on Freshwater Biodiversity (rank)	52	The study by Tedesco et al. (2013) to project changes [% increase or decrease] in extinction rate by ~2090 of freshwater fish due to water availability loss from climate change is used as a proxy to estimate the projected impacts on freshwater biodiversity.	Tedesco, P. A., Oberdorff, T., Cornu, J. F., Beauchard, O., Brosse, S., Dürr, H. H., & Hugueny, B. (2013). A scenario for impacts of water availability loss due to climate change on riverine fish extinction rates. Journal of Applied Ecology, 50(5), 1105-1115.
5.1 - Freshwater Policy Status (SDG 6.5.1) (score)	1.00	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Policy" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.1 - Freshwater Policy Status (SDG 6.5.1) (rank)	176	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Policy" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.2 - Freshwater Law Status (SDG 6.5.1) (score)	1.00	 This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Law(s)" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category. For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM. 	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.



Indicator	Value	Description	Source
5.2 - Freshwater Law Status (SDG 6.5.1) (rank)	168	 This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Law(s)" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category. For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM. 	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.3 - Implementation Status of Water Management Plans (SDG 6.5.1) (score)	2.00	 This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National IWRM plans" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category. For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM. 	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.3 - Implementation Status of Water Management Plans (SDG 6.5.1) (rank)	155	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National IWRM plans" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category. For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
6.1 - Corruption Perceptions Index (score)	2.00	This risk Indicator is based on the latest Transparency International's data: the Corruption Perceptions Index 2018. This index aggregates data from a number of different sources that provide perceptions of business people and country experts on the level of corruption in the public sector.	Transparency International (2019). Corruption Perceptions Index 2018. Berlin: Transparency International.
6.1 - Corruption Perceptions Index (rank)	169	This risk Indicator is based on the latest Transparency International's data: the Corruption Perceptions Index 2018. This index aggregates data from a number of different sources that provide perceptions of business people and country experts on the level of corruption in the public sector.	Transparency International (2019). Corruption Perceptions Index 2018. Berlin: Transparency International.
6.2 - Freedom in the World Index (score)	1.00	This risk indicator is based on Freedom House (2019), an annual global report on political rights and civil liberties, composed of numerical ratings and descriptive texts for each country and a select group of territories. The 2019 edition involved more than 100 analysts and more than 30 advisers with global, regional, and issue-based expertise to covers developments in 195 countries and 14 territories from January 1, 2018, through December 31, 2018.	Freedom House (2019). Freedom in the world 2019. Washington, DC: Freedom House.



Indicator	Value	Description	Source
6.2 - Freedom in the World Index(rank)	156	This risk indicator is based on Freedom House (2019), an annual global report on political rights and civil liberties, composed of numerical ratings and descriptive texts for each country and a select group of territories. The 2019 edition involved more than 100 analysts and more than 30 advisers with global, regional, and issue-based expertise to covers developments in 195 countries and 14 territories from January 1, 2018, through December 31, 2018.	Freedom House (2019). Freedom in the world 2019. Washington, DC: Freedom House.
6.3 - Business Participation in Water Management (SDG 6.5.1) (score)	1.00	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Business Participation in Water Resources Development, Management and Use" indicator, which corresponds to one of the six national level indicators under the Institutions and Participation category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
6.3 - Business Participation in Water Management (SDG 6.5.1) (rank)	170	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Business Participation in Water Resources Development, Management and Use" indicator, which corresponds to one of the six national level indicators under the Institutions and Participation category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
7.1 - Management Instruments for Water Management (SDG 6.5.1) (score)	1.00	 This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Sustainable and efficient water use management" indicator, which corresponds to one of the five national level indicators under the Management Instruments category. For SDG 6.5.1, management instruments refer to the tools and activities that enable decision-makers and users to make rational and informed choices between alternative actions. 	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
7.1 - Management Instruments for Water Management (SDG 6.5.1) (rank)	173	 This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Sustainable and efficient water use management" indicator, which corresponds to one of the five national level indicators under the Management Instruments category. For SDG 6.5.1, management instruments refer to the tools and activities that enable decision-makers and users to make rational and informed choices between alternative actions. 	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.



Indicator	Value	Description	Source
7.2 - Groundwater Monitoring Data Availability and Management (score)	1.00	This risk indicator is based on the data set by UN IGRAC (2019) to determine the level of availability of groundwater monitoring data at country level as groundwater management decisions rely strongly on data availability. The level of groundwater monitoring data availability for groundwater management is determined according to a combination of three criteria developed by WWF and IGRAC: 1) Status of country groundwater monitoring programme, 2) groundwater data availability for NGOs and 3) Public access to processed groundwater monitoring data.	UN IGRAC (2019). Global Groundwater Monitoring Network GGMN Portal. UN International Groundwater Resources Assessment Centre (IGRAC).
7.2 - Groundwater Monitoring Data Availability and Management (rank)	170	This risk indicator is based on the data set by UN IGRAC (2019) to determine the level of availability of groundwater monitoring data at country level as groundwater management decisions rely strongly on data availability. The level of groundwater monitoring data availability for groundwater management is determined according to a combination of three criteria developed by WWF and IGRAC: 1) Status of country groundwater monitoring programme, 2) groundwater data availability for NGOs and 3) Public access to processed groundwater monitoring data.	UN IGRAC (2019). Global Groundwater Monitoring Network GGMN Portal. UN International Groundwater Resources Assessment Centre (IGRAC).
7.3 - Density of Runoff Monitoring Stations (score)	3.53	The density of monitoring stations for water quantity was applied as proxy to develop this risk indicator. The Global Runoff Data Base was used to estimate the number of monitoring stations per 1000km2 of the main river system (data base access date: May 2018).	BfG (2019). Global Runoff Data Base. German Federal Institute of Hydrology (BfG).
7.3 - Density of Runoff Monitoring Stations (rank)	84	The density of monitoring stations for water quantity was applied as proxy to develop this risk indicator. The Global Runoff Data Base was used to estimate the number of monitoring stations per 1000km2 of the main river system (data base access date: May 2018).	BfG (2019). Global Runoff Data Base. German Federal Institute of Hydrology (BfG).
8.1 - Access to Safe Drinking Water (score)	1.00	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000- 2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.1 - Access to Safe Drinking Water (rank)	141	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000- 2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.2 - Access to Sanitation (score)	1.00	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000- 2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.



Indicator	Value	Description	Source
8.2 - Access to Sanitation (rank)	158	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000- 2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.3 - Financing for Water Resource Development and Management (SDG 6.5.1) (score)	1.00	This risk indicator is based on the average 'Financing' score of UN SDG 6.5.1. Degree of IWRM Implementation database. UN SDG 6.5.1 database contains a category on financing which assesses different aspects related to budgeting and financing made available and used for water resources development and management from various sources.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
8.3 - Financing for Water Resource Development and Management (SDG 6.5.1) (rank)	181	This risk indicator is based on the average 'Financing' score of UN SDG 6.5.1. Degree of IWRM Implementation database. UN SDG 6.5.1 database contains a category on financing which assesses different aspects related to budgeting and financing made available and used for water resources development and management from various sources.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
9.1 - Cultural Diversity (score)	5.00	Water is a social and cultural good. The cultural diversity risk indicator was included in order to acknowledge that businesses face reputational risk due to the importance of freshwater for indigenous and traditional people in their daily life, religion and culture. This risk indicator is based on Oviedo and Larsen (2000) data set, which mapped the world's ethnolinguistic groups onto the WWF map of the world's ecoregions. This cross-mapping showed for the very first time the significant overlap that exists between the global geographic distribution of biodiversity and that of linguistic diversity.	Oviedo, G., Maffi, L., & Larsen, P. B. (2000). Indigenous and traditional peoples of the world and ecoregion conservation: An integrated approach to conserving the world's biological and cultural diversity. Gland: WWF (World Wide Fund for Nature) International.
9.1 - Cultural Diversity (rank)	9	Water is a social and cultural good. The cultural diversity risk indicator was included in order to acknowledge that businesses face reputational risk due to the importance of freshwater for indigenous and traditional people in their daily life, religion and culture. This risk indicator is based on Oviedo and Larsen (2000) data set, which mapped the world's ethnolinguistic groups onto the WWF map of the world's ecoregions. This cross-mapping showed for the very first time the significant overlap that exists between the global geographic distribution of biodiversity and that of linguistic diversity.	Oviedo, G., Maffi, L., & Larsen, P. B. (2000). Indigenous and traditional peoples of the world and ecoregion conservation: An integrated approach to conserving the world's biological and cultural diversity. Gland: WWF (World Wide Fund for Nature) International.
10.1 - Freshwater Endemism (score)	3.45	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Companies operating in basins with higher number of endemic fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.



Indicator	Value	Description	Source
10.1 - Freshwater Endemism (rank)	112	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Companies operating in basins with higher number of endemic fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
10.2 - Freshwater Biodiversity Richness (score)	2.01	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Count of fish species is used as a representation of freshwater biodiversity richness. Companies operating in basins with higher number of fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
10.2 - Freshwater Biodiversity Richness (rank)	151	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Count of fish species is used as a representation of freshwater biodiversity richness. Companies operating in basins with higher number of fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
11.1 - National Media Coverage (score)	5.00	This risk indicator is based on joint qualitative research by WWF and Tecnoma (Typsa Group). It indicates how aware local residents typically are of water-related issues due to national media coverage. The status of the river basin (e.g., scarcity and pollution) is taken into account, as well as the importance of water for livelihoods (e.g., food and shelter).	WWF & Tecnoma (TYPSA Group)
11.1 - National Media Coverage (rank)	4	This risk indicator is based on joint qualitative research by WWF and Tecnoma (Typsa Group). It indicates how aware local residents typically are of water-related issues due to national media coverage. The status of the river basin (e.g., scarcity and pollution) is taken into account, as well as the importance of water for livelihoods (e.g., food and shelter).	WWF & Tecnoma (TYPSA Group)
11.2 - Global Media Coverage (score)	4.00	This risk indicator is based on joint qualitative research by WWF and Tecnoma (Typsa Group). It indicates how aware people are of water- related issues due to global media coverage. Familiarity to and media coverage of the region and regional water-related disasters are taken into account.	WWF & Tecnoma (TYPSA Group)
11.2 - Global Media Coverage (rank)	17	This risk indicator is based on joint qualitative research by WWF and Tecnoma (Typsa Group). It indicates how aware people are of water- related issues due to global media coverage. Familiarity to and media coverage of the region and regional water-related disasters are taken into account.	WWF & Tecnoma (TYPSA Group)



Indicator	Value	Description	Source
12.1 - Conflict News Events (RepRisk) (score)	4.00	This risk indicator is based on 2018 data collected by RepRisk on counts and registers of documented negative incidents, criticism and controversies that can affect a company's reputational risk. These negative news events are labelled per country and industry class.	RepRisk & WWF (2019). Due diligence database on ESG and business conduct risks. RepRisk.
12.1 - Conflict News Events (RepRisk) (rank)	41	This risk indicator is based on 2018 data collected by RepRisk on counts and registers of documented negative incidents, criticism and controversies that can affect a company's reputational risk. These negative news events are labelled per country and industry class.	RepRisk & WWF (2019). Due diligence database on ESG and business conduct risks. RepRisk.
12.2 - Hydro-political Risk (score)	2.83	This risk indicator is based on the assessment of hydro-political risk by Farinosi et al. (2018). More specifically, it is based on the results of spatial modelling by Farinosi et al. (2018) that determined the main parameters affecting water cross-border conflicts and calculated the likelihood of hydro-political issues.	Farinosi, F., Giupponi, C., Reynaud, A., Ceccherini, G., Carmona-Moreno, C., De Roo, A., & Bidoglio, G. (2018). An innovative approach to the assessment of hydro-political risk: A spatially explicit, data driven indicator of hydro- political issues. Global environmental change, 52, 286-313.
12.2 - Hydro-political Risk (rank)	59	This risk indicator is based on the assessment of hydro-political risk by Farinosi et al. (2018). More specifically, it is based on the results of spatial modelling by Farinosi et al. (2018) that determined the main parameters affecting water cross-border conflicts and calculated the likelihood of hydro-political issues.	Farinosi, F., Giupponi, C., Reynaud, A., Ceccherini, G., Carmona-Moreno, C., De Roo, A., & Bidoglio, G. (2018). An innovative approach to the assessment of hydro-political risk: A spatially explicit, data driven indicator of hydro- political issues. Global environmental change, 52, 286-313.
Population, total (#)	24127159	Population, total	The World Bank 2018, Data , hompage accessed 20/04/2018
GDP (current US\$)	1204616439828	GDP (current US\$)	The World Bank 2018, Data , hompage accessed 20/04/2018
EPI 2018 score (0-100)	74.12	Environmental Performance Index	
WGI -Voice and Accountability (0-100)	81.90	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132



Indicator	Value	Description	Source
WGI -Political stability no violence (0-100)	94.09	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132
WGI - Government Effectiveness (0-100)	92.31	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132
WGI - Regulatory Quality (0-100)	97.60	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132
WGI - Rule of Law (0-100)	95.19	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132
WGl - Control of Corruption (0-100)	93.27	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: https://ssrn.com/abstract=1682132



Indicator	Value	Description	Source
WRI BWS all industries (0-5)	3.51	WRI Baseline Water Stress (BWS)	Gassert, F., P. Reig, T. Luo, and A. Maddocks. 2013. "Aqueduct country and river basin rankings: a weighted aggregation of spatially distinct hydrological indicators." Working paper. Washington, DC: World Resources Institute, December 2013. Available online at http://wri.org/publication/aqueduct-country- river-basin-rankings.
WRI BWS Ranking (1=very high)	44	WRI Baseline Water Stress (BWS)	Gassert, F., P. Reig, T. Luo, and A. Maddocks. 2013. "Aqueduct country and river basin rankings: a weighted aggregation of spatially distinct hydrological indicators." Working paper. Washington, DC: World Resources Institute, December 2013. Available online at http://wri.org/publication/aqueduct-country- river-basin-rankings.
Baseline Water Stress (BWS) - 2020 BAU (1=very high)	45	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2020 Optimistic (increasing rank describes lower risk)	42	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2020 Pessimistic (increasing rank describes lower risk)	45	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.



Indicator	Value	Description	Source
Baseline Water Stress (BWS) - 2030 BAU (increasing rank describes lower risk)	44	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2030 Optimistic (increasing rank describes lower risk)	41	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2030 Pessimistic (increasing rank describes lower risk)	44	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2040 BAU (increasing rank describes lower risk)	43	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2040 Optimistic (increasing rank describes lower risk)	43	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.
Baseline Water Stress (BWS) - 2040 Pessimistic (increasing rank describes lower risk)	44	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at http://www.wri.org/publication/aqueduct- projected-water-stress-country-rankings.



Indicator	Value	Description	Source
Total water footprint of national consumption (m3/a/cap)	2314.61	WFN Water Footprint Data	Mekonnen, M.M. and Hoekstra, A.Y. (2011) National water footprint accounts: The green, blue and grey water footprint of production and consumption, Value of Water Research Report Series No. 50, UNESCO-IHE, Delft, the Netherlands.http://www.waterfootprint.org/Rep orts/Report50-NationalWaterFootprints-Vol1.pdf
Ratio external / total water footprint (%)	11.76	WFN Water Footprint Data	Mekonnen, M.M. and Hoekstra, A.Y. (2011) National water footprint accounts: The green, blue and grey water footprint of production and consumption, Value of Water Research Report Series No. 50, UNESCO-IHE, Delft, the Netherlands.http://www.waterfootprint.org/Rep orts/Report50-NationalWaterFootprints-Vol1.pdf
Area equipped for full control irrigation: total (1000 ha)	2546.00	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Area equipped for irrigation: total (1000 ha)	2546.00	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
% of the area equipped for irrigation actually irrigated (%)	0.00	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Electricity production from hydroelectric sources (% of total)	5.54	World Development Indicators	The World Bank 2018, Data , hompage accessed 20/04/2018
Total internal renewable water resources (IRWR) (10^9 m3/year)	492.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Total internal renewable water resources (IRWR) (10^9 m3/year)	0.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Water resources: total external renewable (10^9 m3/year)	492.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13



Indicator	Value	Description	Source
Total renewable water resources (10^9 m3/year)	492.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Dependency ratio (%)	0.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Total renewable water resources per capita (m3/inhab/year)	20527.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
World happiness [0-8]	7.27	WorldHappinessReport.org	World Happiness Report, homepage accessed 20/04/2018



Country Aspects

1. PHYSICAL ASPECTS

1.1.WATER RESOURCES

1.1.1.WATER RESOURCES

Australia's water resources are highly variable, and range from heavily regulated working rivers and groundwater resources through to rivers and aquifers in almost pristine condition.

On average, 90 per cent of rainfall is directly evaporated back to the atmosphere or used by plants; only 10 per cent becomes runoff into rivers or recharge into groundwater aquifers. This runoff and recharge is highly variable, resulting in significant differences in water availability across Australia. Groundwater makes up nearly one-fifth of Australia's 'sustainable' water resources.

In 2004-05, total runoff was estimated at 242.8km3 and total groundwater recharge at 49.2km3. This gives a total inflow to Australia's surface and groundwater resources of 292km3 (10 per cent of rainfall). Based on these figures, runoff to rivers made up 83 per cent of total inflows, and groundwater recharge accounted for 17 per cent.

Runoff is not evenly distributed across the country. In 2004-05, more than 60 per cent of Australia's total runoff was in Australia's three northern drainage divisions:

-Gulf of Carpentaria drainage division (62.1km3);

-Timor Sea drainage division (50.2km3);

-North-East Coast drainage division (40.2km3);

In contrast, the Murray-Darling Basin was relatively dry, accounting for only six per cent of Australia's runoff in 2004-05.

There are 501 large dams in Australia. In 2004-05 the total storage capacity of these dams was 83.8km3. In addition to large dams, there are more than two million farm dams across Australia. These dams are estimated to have a total storage capacity of 8km3.

Groundwater makes up approximately 17 per cent of Australia's 'sustainable' water resources. Much of Australia's groundwater is drawn from the Great Artesian Basin – the largest groundwater reserve of its type in the world. It covers 22 per cent of the Australian continent and contains water that is up to two million years old.

Determining how much groundwater is available is difficult. Compared to surface water systems, we know little about groundwater systems and, in many areas across Australia, surface water and groundwater resources are physically connected (for example, a lake might recharge a groundwater system, or groundwater might keep a river flowing when it is not raining).

1.1.2.WATER USE

Water consumption in 2004-05 was 18.8km3. The sectors of the economy that used this water

were:

•agriculture: 65 per cent (12.2km3);

household: 11 per cent (2.1km3);

•water supply industry: 11 per cent (2.1km3);

•other industries (including electricity and gas): 7.4 per cent (1.3km3);

manufacturing: 3 per cent (0.6km3);

•mining: 2 per cent (0.4km3).

Of the water used by agriculture, most was used for irrigation of crops and pastures.

Household water consumption equates to 104m3 of water per person per year, or 0.29m3 per person per day.

Due to dry conditions and limited water availability, water consumption in Australia decreased by nearly 3km3, or 14 per cent, between 2000-01 and 2004-05.

Over the same period:

•agricultural consumption was down 23 per cent, largely due to the reduction in rice and cotton crops;

•household consumption decreased 8 per cent, to 103m3 per person;

household use of reused or recycled water increased from 11 per cent to 16 per cent;
mining industry water use increased by 29 per cent, due to increased levels of mining activity, particularly in Western Australia;

•nearly all (90 per cent) of the water used for agriculture in 2007-08 was used for irrigation. Pastures and crops used for grazing continued to be the largest users of irrigated water (26 per cent). Other high irrigation users were cereal crops for grain and seed, excluding rice, which used 15 per cent of irrigation water, and sugar cane, which used nearly 14 per cent.

Rice was the most heavily irrigated crop in 2007-08, in terms of the volume of water applied per unit area. The application rate for rice was almost four times the national average rate across all crops and pastures. Cotton was the crop with the second highest irrigation rate.

1.2. WATER QUALITY, ECOSYSTEMS AND HUMAN HEALTH

Australia's major environmental problems are: soil erosion from overgrazing, industrial development, urbanization, and poor farming practices; soil salinity rising due to the use of poorquality water; desertification; clearing for agricultural purposes, which threatens the natural habitat of many unique animal and plant species; increased shipping and tourism, which threatens the Great Barrier Reef off the northeast coast, the largest coral reef in the world; limited natural fresh water resources.

The National Water Quality Management Strategy (NWQMS) provides the information and tools to help communities manage their water resources to meet current and future needs. It provides policies, a process and a series of national guidelines for water quality management. The Water



Quality Management Framework includes a step-by-step approach to planning, implementing and managing water quality for each area, plus information about common environmental stressors. More than 80 per cent of the river length that was assessed across Australia was affected by catchment disturbance. The least affected reaches were in Tasmania and the Northern Territory. Hydrologic change could be assessed in only 25 per cent of the river length, due to a lack of data. In about 20 per cent of the regulated river length that was assessed, the flow regimes were largely unmodified from an ecological perspective.

Stream habitat was modified from pre-European conditions in more than half of the river length that was assessed. Degradation of the habitat was considered to be largely because of changes in the sediment loads that alter channel morphology and loss of riparian vegetation. Scores for habitat were lowest in New South Wales, South Australia and Western Australia.

Nutrients and suspended sediment loads were higher than pre-European settlement conditions in more than 90 per cent of the river lengths assessed, and are substantially modified in at least one third of the river length that was assessed in every state and territory, except Tasmania.

Based on the 2001 Assessment of Murray-Darling Basin River Health Condition, the following observations were made:

•10 per cent of river length was identified as severely impaired, having lost at least 50 per cent of the types of aquatic invertebrates expected to occur there;

•more than 95 per cent of the river length assessed had an environmental condition that was degraded and 30 per cent was substantially modified from the original condition;

•most reaches in the central and western part of the Basin were moderately modified;

•all groups of reaches in the Basin had disturbed catchments and modified water quality;
•many parts of the Basin were threatened by multiple stresses, principally land use changes, damaged riparian vegetation, poor water quality, increased bedload, and modified hydrology.

2. GOVERNANCE ASPECTS

2.1.WATER INSTITUTIONS

The Department of Sustainability, Environment, Water, Population and Communities and the following executive agencies and statutory authorities form the Australian government's Sustainability, Environment, Water, Population and Communities portfolio.

The National Water Commission is responsible for driving progress towards the sustainable management and use of Australia's water resources under the blueprint for water reform. Established under the National Water Commission Act 2004, the Commission advises COAG and the Australian government on national water issues and the progress of the National Water Initiative. Under the Water Act 2007, the Commission has a new, ongoing function to audit the effectiveness of implementation of the Murray-Darling Basin Plan and associated water resource plans. The Commission also has an assessment role for National Partnership Payments. This task is being undertaken under delegation from the COAG Reform Council.

The National Water Initiative was signed by all governments at the June 2004 Council of Australian

Governments (COAG) meeting, with the exception of Tasmania, which signed the Agreement on 3 June, 2005, and Western Australia, which signed the Agreement on 6 April, 2006.

2.2.WATER MANAGEMENT

Throughout Australia, water is managed in a variety of ways. Each Australian state and territory operates under its own set of institutional arrangements with regard to:

•water pricing and economic regulation;

•rural and regional water planning and management;

metropolitan water planning and management;

water markets;

water supply and services;

drinking water management;

recycled water management;

•environmental health management.

2.3. WATER POLICY AND LEGAL FRAMEWORK

The key features of the Water Act 2007 are:

•the Act establishes the Murray-Darling Basin Authority (MDBA) with the functions and powers, including enforcement powers, needed to ensure that Basin water resources are managed in an integrated and sustainable way;

•the Act requires the MDBA to prepare the Basin Plan – a strategic plan for the integrated and sustainable management of water resources in the Murray-Darling Basin;

•the Act establishes a Commonwealth Environmental Water Holder to manage the Commonwealth's environmental water to protect and restore the environmental assets of the Murray-Darling Basin and outside the Basin where the Commonwealth owns water;

•the Act provides the Australian Competition and Consumer Commission (ACCC) with a key role in developing and enforcing water charge and water market rules along the lines agreed in the National Water Initiative;

•the Act gives the Bureau of Meteorology water information functions that are in addition to its existing functions under the Meteorology Act 1955.

In December 2008, the Water Amendment Act 2008 amended the Water Act 2007. The key features of the Water Amendment Act 2008 are:

-the functions of the Murray-Darling Basin Commission were transferred to the Murray-Darling Basin Authority; there is now a single body responsible for overseeing water resource planning in the Murray-Darling Basin;

-the role of the ACCC was strengthened by providing for the water charge rules and the water market rules to apply to all water service providers and transactions;

-the current powers of the ACCC were extended to determine or accredit determination arrangements for all regulated non-urban water charges;

-it enabled the Basin Plan to provide arrangements for meeting critical human water needs;



The Water Amendment Act 2008 was based on a combination of Commonwealth constitutional powers and a referral of certain powers from the Basin States to the Commonwealth; the Act passed through the Commonwealth parliament following the passage of referring legislation through the Basin states: Queensland, New South Wales, Victoria and South Australia.

As part of the government's collaborative approach to water management, the Water Amendment Act 2008 was achieved after negotiating two very important intergovernmental agreements:

•March 2008: the Memorandum of Understanding on Murray-Darling Basin Reform was signed by the Prime Minister and the Premiers of New South Wales, Victoria, South Australia and Queensland, and the Chief Minister of the Australian Capital Territory.

July 2008: an Intergovernmental Agreement on Murray-Darling Basin Reform (PDF 233 KB) was signed by First Ministers, which built on the principles of the Memorandum of Understanding. In the Intergovernmental Agreement, Governments committed to a new culture and practice of Basin-wide management and planning, through new governance structures and partnerships.
•Regulations can be made to prescribe certain matters as provided for under the Water Act 2007. On 19 June, 2008 the Federal Executive Council approved the Water Regulations 2008, also referred to as the Principal Regulations. Any regulations made under the Act after the principal regulations will be Water Amendment Regulations.

3. RELIGIOUS AND CULTURAL ASPECTS

In the 21st century, religion in Australia remains dominated demographically by Christianity, with 64 per cent of the population claiming at least nominal adherence to the Christian faith as of 2007, although less than a quarter of those attend church weekly. In the 2006 census, 18.7 per cent of Australians declared 'no religion' (with a further 11.2 per cent failing to answer the question); the remaining population is a diverse group that includes fast-growing Islamic and Buddhist communities.

The Constitution of Australia prohibits the Commonwealth government from establishing a church or interfering with the freedom of religion; states are free under their own constitutions to interfere or establish a church as they see fit, although none ever has. Nevertheless, the relationship between the Commonwealth government and religion is much freer than in the United States, with governments working with religious organizations that provide education, health and other public services.

A further change in attitudes to water management is apparent in the growing interest in indigenous values associated with rivers and wetlands, the contribution of indigenous environmental knowledge and activity to water management, and the equitable participation of indigenous people in water resource institutions. Indigenous people constitute a significant sector of north Australian society, and have a large stake in water resource management arising from their distinct environmental philosophy, customary land and resource rights, long traditions of water resource management, and an extensive and growing land base.

Indigenous people have had negligible direct experience of participating in non-indigenousinitiated water management, and little is known about their attitudes to increased industrial water consumption, water trading, or how market-based mechanisms will influence water consumption and use by indigenous communities. However, there are several lines of evidence that suggest that indigenous people are likely to adopt a more conservative and hence potentially environmentally sustainable approach to water management than has been previously adopted elsewhere in Australia.

A growing number of studies show that many indigenous groups have complex systems of rights to access and utilise wetland and riparian resources under indigenous law.