

Water Indicators

Indicator	Value	Description	Source
Overall Basin Risk (score)	2.46	Overall Basin Risk (score)	
Overall Basin Risk (rank)	136	Overall Basin Risk (rank)	
Physical risk (score)	2.36	Physical risk (score)	
Physical risk (rank)	132	Physical risk (rank)	
Regulatory risk (score)	2.74	Regulatory risk (score)	
Regulatory risk (rank)	114	Regulatory risk (rank)	
Reputation risk (score)	2.50	Reputation risk (score)	
Reputation risk (rank)	114	Reputation risk (rank)	
1. Quantity - Scarcity (score)	2.48	1. Quantity - Scarcity (score)	
1. Quantity - Scarcity (rank)	66	1. Quantity - Scarcity (rank)	
2. Quantity - Flooding (score)	2.72	2. Quantity - Flooding (score)	
2. Quantity - Flooding (rank)	129	2. Quantity - Flooding (rank)	
3. Quality (score)	1.91	3. Quality (score)	
3. Quality (rank)	156	3. Quality (rank)	
4. Ecosystem Service Status (score)	1.94	4. Ecosystem Service Status (score)	
4. Ecosystem Service Status (rank)	132	4. Ecosystem Service Status (rank)	
5. Enabling Environment (Policy & Laws) (score)	4.00	5. Enabling Environment (Policy & Laws) (score)	
5. Enabling Environment (Policy & Laws) (rank)	13	5. Enabling Environment (Policy & Laws) (rank)	
6. Institutions and Governance (score)	1.50	6. Institutions and Governance (score)	
6. Institutions and Governance (rank)	178	6. Institutions and Governance (rank)	
7. Management Instruments (score)	3.59	7. Management Instruments (score)	
7. Management Instruments (rank)	21	7. Management Instruments (rank)	
8 - Infrastructure & Finance (score)	1.30	8 - Infrastructure & Finance (score)	
8 - Infrastructure & Finance (rank)	128	8 - Infrastructure & Finance (rank)	
9. Cultural Diversity (score)	1.00	9. Cultural importance (score)	
9. Cultural Diversity (rank)	177	9. Cultural importance (rank)	
10. Biodiversity Importance (score)	2.73	10. Biodiversity importance (score)	



Indicator	Value	Description	Source
10. Biodiversity Importance (rank)	153	10. Biodiversity importance (rank)	
11. Media Scrutiny (score)	2.55	11. Media Scrutiny (score)	
11. Media Scrutiny (rank)	131	11. Media Scrutiny (rank)	
12. Conflict (score)	3.13	12. Conflict (score)	
12. Conflict (rank)	33	12. Conflict (rank)	
1.0 - Aridity (score)	2.50	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) geodatabase. CGIAR consortium for spatial information.
1.0 - Aridity (rank)	50	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) geodatabase. CGIAR consortium for spatial information.
1.1 - Water Depletion (score)	2.17	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)	76	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)	2.69	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)	72	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)	2.56	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)	96	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)	2.29	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)	59	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)	2.32	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)	105	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)	3.43	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)	31	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)	2.75	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)	128	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)	2.10	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)	114	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)	1.91	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%),	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)	156	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.
4.1 - Fragmentation Status of Rivers (score)	1.93	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)	133	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)	1.72	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)	106	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)	3.17	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)	62	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)	4.00	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)	27	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)	4.00	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)	31	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)	4.00	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)	34	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)	172	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)	164	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)	175	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)	4.00	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)	16	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)	175	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)	4.29	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)	30	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)	151	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)	166	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)	4.00	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)	46	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)	1.00	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)	177	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)	4.15	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)	65	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)	1.31	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)	182	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)	3.00	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)	145	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)	2.00	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)	129	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)	46	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)	2.25	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)	97	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 (#)	17909754	Population, total	The World Bank 2018, Data , hompage accessed 20/04/2018
GDP (current US\$)	247027912574	GDP (current US\$)	The World Bank 2018, Data , hompage accessed 20/04/2018
EPI 2018 score (0-100)	57.49	Environmental Performance Index	
WGI -Voice and Accountability (0-100)	63.81	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)	76.85	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)	79.33	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)	89.90	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
WGI - Rule of Law (0-100)	84.62	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 - Control of Corruption (0-100)	82.21	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)	3.21	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)	58	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)	32	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)	34	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)	31	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)	29	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)	28	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)	26	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)	24	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)	25	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)	23	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)	1154.63	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 (%)	33.42	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)	1109.00	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)	1109.00	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 (%)	98.65	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)	31.17	World Development Indicators	The World Bank 2018, Data , hompage accessed 20/04/2018
Total internal renewable water resources (IRWR) (10^9 m3/year)	885.00	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)	38.06	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)	885.00	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)	923.10	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Dependency ratio (%)	4.12	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)	51432.00	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]	6.48	WorldHappinessReport.org	World Happiness Report, homepage accessed 20/04/2018



Country Aspects

1. PHYSICAL ASPECTS

1.1.WATER RESOURCES

1.1.1.WATER RESOURCES

Chile is characterized by irregular distribution of rainfall totals among three distinct climate regions: the Atacama desert in the northern region, the temperate central region, and the cold and rainy southern region. The dry Atacama desert region receives an average of 44.5mm of precipitation annually, while the southern regions receive 3,000mm of annual precipitation on average. According to FAO, total average annual precipitation is 1,522mm, with an annual volume of 1,152km3. Of this total volume, 884km3 will run off while 268km3 will evaporate from rivers, lakes and reservoirs.

Chile's rivers are generally short, running from the Andes in the east to the Pacific in the west. The most important rivers in Chile are: the Loa in the northern Atacama desert, with a length of 420km the country's longest river, which has suffered pollution from copper mining; the Baker in Patagonia, the country's largest river in terms of discharge, which is the site of Chile's largest planned hydropower plant with a capacity of 2,400MW; the Biobío, the country's second-longest river, which became famous for the construction of the controversial Pangue dam in 1996; the Maule, in the central part of Chile, which is well known for its agriculture, including its irrigated vineyards; and the Maipo, which provides the capital, Santiago, with drinking water and is also a major source of water for irrigation.

Usage of groundwater from aquifers in Chile is notably much less than usage of surface water. As of 1999, only 1.455km3 was pumped out of the aquifers that are recharged by Chile's nine prominent watersheds.

Chile has an artificial reservoir capacity of 4.66km3, of which 4.2km3 is stored behind large dams. Approximately 0.5km3 is stored behind smaller public works dams. A majority of the stored water in these reservoirs is located within three of the 15 regions: these three regions account for approximately 80 per cent of Chile's artificial surface water storage. Chile has a large number of natural lakes with an approximate capacity of 7km3. The southern regions are home to numerous lakes and lagoons, some shared with Argentina. Population density is very low in southern Chile (0.1 to 0.6 persons/km2), so demand for water and development of water resources is minimal.

1.1.2.WATER USE

In Chile, water is safe to drink, with \sim 99 per cent of water service providers complying with bacteriological and disinfection norms. In a 2006 report on water quality management in Chile, the authors reported that, in 2000, 99.1 per cent of the urban population and 72.3 per cent of the rural

population had access to drinking water.

Created in 1975, the National Commission on Irrigation (La Comisión Nacional de Riego (CNR)) is tasked with developing, improving and maintaining irrigation and drainage infrastructure in Chile. In 1992, the CNR estimated that approximately 18,000km2 of land was under irrigation, while total potential capacity for surface irrigation in Chile stood at around 25,000km2. Irrigated area in Chile accounts for 82 per cent of total cultivated area, while the remainder of agriculture uses rainwater. It should be noted that the CNR includes 7,300km2 of 'eventual' irrigated land in its figure of 18,000km2. Only 3 per cent of surface area in Chile is agricultural land, and this sector accounts for only 4.8 per cent of Chile's GDP. Employment in the agricultural sector in 2005 stands at 13.2 per cent of the total labor force. The primary crops grown in Chile are grapes, apples, peaches, wheat, corn and oats. Most of Chile's crops are grown in the central regions, considered the agricultural heartland due to their temperate growing climate.

Dam capacity in Chile is roughly 4.66km3. Hydropower represents ~40 per cent of the total electricity production. This equates to approximately 4.8GW of annual hydropower production. In 1992, Chile extracted 63km3 of water throughout the country; of this total, 67.8 per cent was used to generate hydroelectric energy.

In 2009, hydroelectric projects were being developed by two electric companies, Endesa and Colbún. The two companies formed a joint venture called HidroAysén. The Aysén project proposed to build five dams on the Baker river and Pascua river at a cost of US\$4 billion, with an installed capacity of 2,400-2,750MW. The HidroAysén project has been opposed by the Natural Resources Defense Council (NRDC), Ecosistemas, the Citizen Coalition for Aysen Life Reserve, and Chilean celebrities. The opposition argues that the project would be environmentally devastating, lead to more destructive projects and ruin pristine ecosystems, and that alternatives such as conservation policies remain to be instituted.

1.2. WATER QUALITY, ECOSYSTEMS AND HUMAN HEALTH

Chile's major environmental problems are the threat posed to natural resources by widespread deforestation and mining, air pollution from industrial and vehicle emissions, and water pollution from raw sewage.

Water quality is quite good in Chile, and the country is recognized for its outstanding water supply and sanitation systems. The National Commission of the Environment (CONAMA) set a goal of treating 95 per cent of wastewater by 2010.

Water quality in Chile has steadily increased after the 'right to live in a pollution-free environment' was written into the 1980 Constitution. However, water pollution is still a concern. This is mostly due to point-source discharges of untreated domestic and industrial wastewaters. In the early 1990s, domestic and industrial wastewater discharge totalled approximately 43m3/s, with domestic contamination representing 56 per cent of this total and industrial effluent 44 per cent.



The problem was compounded by a lack of chlorination systems among water service providers. Therefore, 20 per cent of water service providers in 1991 did not comply with bacteriological norms. From its inception in 1990, the Superintendencia de Servicios Sanitarios (SISS) put greater effort into increasing the number of adequate chlorination systems. By 2006, improvements were made regarding chlorination systems and only 1 per cent of water service providers were noncompliant. Furthermore, compliance with disinfection norms increased from 89 per cent to more than 99 per cent in 2006 through a similar effort.

Improvements have also been made in wastewater treatment over recent decades, after the National Commission of the Environment (CONAMA) set in motion a policy that has seen treatment programmes for raw domestic wastewaters increase to 80 per cent in 2006 and 95 per cent by 2010. CONAMA also sought to expand industrial wastewater treatment to 50 per cent of these discharges by 2006. As of 2006, non-point source pollution, mainly from agriculture, had not yet been quantified.

In northern regions of Chile, point-source pollution from mining effluent is a problem. Because there is not much water in rivers, dilution of contaminants is greatly reduced. In central Chile industrial pollution is an issue. Very often these discharges go untreated directly into river basins, lakes and irrigation channels. Non-point source pollution from agricultural runoff, including nitrates from fertilizers and untreated sewage, is contaminating underground waters. The severity of the problem has yet to be thoroughly quantified.

2. GOVERNANCE ASPECTS

2.1.WATER INSTITUTIONS

The General Water Directorate (DGA) is a regulatory body under the Ministry of Public Works. Its management tasks include facilitating the operation of the system, maintaining hydrological data and a Water Cadastre, enforcing national water policy and keeping track of water rights information.

Maintained by the DGA, the Water Cadastre contains information on all water use rights granted by the DGA. Additionally, the Cadastre contains hydrological and water quality data, information on water users' associations (WUAs), water withdrawals, and all other transactions. According to Robert R. Hearne and Guillermo Donoso, this Cadastre does not imply legal title and is often incomplete.

Under the Ministry of Public Works, the Water Works Directorate (DOH) is responsible for the direction of the Rural Water Supply Programme. Additionally, the DOH provides assistance in the construction and maintenance of major water supply, including irrigation and drainage infrastructure.

The National Commission of the Environment (CONAMA) serves as a coordinator of national environmental policy, water quality and environment conservation. In the case of water quality management, the CONAMA has established emission standards for discharges of wastewaters into sewerage systems, surface and groundwater and enforcement policies, penalties and fines for non

compliance.

The Superintendent of Sanitary Services (SISS) is responsible for regulating and auditing companies that provide drinking water and sanitation services in urban areas. The SISS sets rates for sanitary services for the economy ministry, oversees compliance with norms, and regulates the control of environmental waste.

The National Irrigation Commission (CNR), created in 1975, is a legal body under public law. The primary objective of the CNR is to develop and improve irrigation and drainage infrastructure throughout Chile.

2.2.WATER MANAGEMENT

Water Resources Management (WRM) in Chile is widely known through the 1981 Water Code, written after General Augusto Pinochet took control through a military coup d'état. Free-market mechanisms, including the development of water markets and tradable water permits, became the economic philosophy in WRM. A major amendment to the 1981 Water Code was adopted in 2005 to address social equity and environmental protection concerns. Water resources management in Chile is shared among the private sector, which provides investment for infrastructure and distribution, and agencies that provide regulatory oversight, maintain records and issue water rights. Chile is negotiating formalized agreements with both Bolivia and Argentina to manage shared resources and water storage projects. Chile is also supported in water resource projects with US\$150 million in loans from the World Bank and the Inter-American Development Bank.

Chile has three distinct hydrological regions:

- •the dry northern regions, including the Atacama desert, one of the driest places on earth;
- •the central regions, which are temperate and support the largest population centres of Santiago and Valparaíso:
- •the sparsely populated southern provinces, which receive large quantities of rain and snow.

Chile has increased its exports of fruits and wine, which has required improvements and growth in irrigation technology and management. Chile made a conscious decision to produce high-quality products for the international market, thereby increasing its annual exports. To achieve this, improvements in irrigation and water management systems were implemented in order to grow grapes and other fruits, cereals, and vegetables. Additionally, over two decades of research and examination by Humberto Peña has revealed that the use of wells in agriculture has increased sixfold. A 1986 law provided subsidies for irrigated lands and was later revised specifically to target poorer farmers. Because of these policies, production increased by US\$353 million, while wateruse efficiency was also drastically improved. Surplus water is used for other purposes, such as replenishing natural water bodies to support ecosystem services

Future hydroelectric projects on the Baker river are at the planning stage and should help Chile cope with its energy demands. Hydroelectric projects generate 40 per cent of Chile's electricity. The 1980 Constitution specified for the creation of water rights for non-consumptive use of water (hydropower), which encouraged hydroelectric power developments. Initially, this created disputes



between consumptive-use (irrigation) and electricity generators as to when release of water should be scheduled. The Supreme Court eventually ruled in favour of non-consumptive use because it has a higher value and greater potential to create economic growth.

Copper mining is a major contributor to Chile's GDP and requires large volumes of water, thus creating contention between domestic uses and the need to meet export demands of copper and fruit.

There are many glaciers in Chile, and climate change is increasing the rate of melting. As melting continues, experts agree that hydropower, irrigation and water supply for human consumption may be diminished.

2.3. WATER POLICY AND LEGAL FRAMEWORK

The 1981 Water Code designated water as national property for use by the public and was uniquely noteworthy for establishing transferable water-use rights and the innovative use of market mechanisms to distribute water rights to users. Reform of the 1981 Water Code began in 1992, and, over the course of thirteen years, politicians conducted more than 300 long and laborious meetings, engaged in over 50 technical and legal studies, and met with stakeholders several hundred times before the reform was finalized and passed in 2005.

A relevant side note: the US-trained free-market economists who were instrumental in re-writing Chilean laws in the 1970s (and were known as the 'Chicago Boys') advised the Chilean government that market mechanisms could perhaps motivate users to save water, sell their surplus and transfer water rights to higher-value users in other sectors.

3. GEOPOLITICAL ASPECTS

In 1991, an environmental treaty between Chile and Argentina was signed. Within the treaty is a 'Protocolo de acuerdo' or framework agreement regarding shared water resources between the two countries. The framework agreement seeks to regulate the 'non-transfer' of pollution through waterways (rivers, aquifers, lakes, pipes) from one country to the other. This agreement, while not yet effective, is still considered by the FAO to be a global framework for negotiating this kind of agreement. In May 2009, representatives from Argentina and Chile met to formalize a request to their respective Ministers of Foreign Affairs. The request asks that the objectives of the 1991 protocol on shared water resources be complied with. Article I of the protocol states that "the parties shall agree that the actions and programmes concerning the use of shared water resources be undertaken under the concept of integrated management of the watersheds".

Historically, there have been no agreements regarding water resources with Peru or Bolivia. Furthermore, Bolivia and Chile have been feuding over the use of the Silala waters for many years. Bolivian officials claim that, because the Silala waters are born from springs in Bolivia, Bolivia should be compensated by Chile for its use of the water. The two countries were reported to be close to an initial agreement following a meeting in Santiago on April 3, 2009. The agreement would require Chile to pay for 50 per cent of the Silala waters (to be paid by Chile's state copper company, Codelco, and by Ferrocarril Andino, a Chilean group investing in rail). Additionally,

Bolivia's foreign relations minister David Choquehuanca proposed a daily extraction fee totalling about US\$6 million per year. Talks continued in May 2009 to develop the details of the water sharing agreement.