

# Water Indicators

Indicator	Value	Description	Source
Overall Basin Risk (score)	2.47	Overall Basin Risk (score)	
Overall Basin Risk (rank)	133	Overall Basin Risk (rank)	
Physical risk (score)	2.49	Physical risk (score)	
Physical risk (rank)	113	Physical risk (rank)	
Regulatory risk (score)	2.41	Regulatory risk (score)	
Regulatory risk (rank)	134	Regulatory risk (rank)	
Reputation risk (score)	2.45	Reputation risk (score)	
Reputation risk (rank)	133	Reputation risk (rank)	
1. Quantity - Scarcity (score)	1.89	1. Quantity - Scarcity (score)	
1. Quantity - Scarcity (rank)	128	1. Quantity - Scarcity (rank)	
2. Quantity - Flooding (score)	4.05	2. Quantity - Flooding (score)	
2. Quantity - Flooding (rank)	22	2. Quantity - Flooding (rank)	
3. Quality (score)	2.46	3. Quality (score)	
3. Quality (rank)	131	3. Quality (rank)	
4. Ecosystem Service Status (score)	2.37	4. Ecosystem Service Status (score)	
4. Ecosystem Service Status (rank)	97	4. Ecosystem Service Status (rank)	
5. Enabling Environment (Policy & Laws) (score)	3.45	5. Enabling Environment (Policy & Laws) (score)	
5. Enabling Environment (Policy & Laws) (rank)	37	5. Enabling Environment (Policy & Laws) (rank)	
6. Institutions and Governance (score)	2.25	6. Institutions and Governance (score)	
6. Institutions and Governance (rank)	153	6. Institutions and Governance (rank)	
7. Management Instruments (score)	2.09	7. Management Instruments (score)	
7. Management Instruments (rank)	147	7. Management Instruments (rank)	
8 - Infrastructure & Finance (score)	1.20	8 - Infrastructure & Finance (score)	
8 - Infrastructure & Finance (rank)	152	8 - Infrastructure & Finance (rank)	
9. Cultural Diversity (score)	1.00	9. Cultural importance (score)	
9. Cultural Diversity (rank)	175	9. Cultural importance (rank)	
10. Biodiversity Importance (score)	2.56	10. Biodiversity importance (score)	



Indicator	Value	Description	Source
10. Biodiversity Importance (rank)	159	10. Biodiversity importance (rank)	
11. Media Scrutiny (score)	3.00	11. Media Scrutiny (score)	
11. Media Scrutiny (rank)	85	11. Media Scrutiny (rank)	
12. Conflict (score)	2.41	12. Conflict (score)	
12. Conflict (rank)	111	12. Conflict (rank)	
1.0 - Aridity (score)	1.00	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)	148	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)	1.00	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)	177	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)	1.27	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.



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1.2 - Baseline Water Stress (rank)	131	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)	2.20	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)	108	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)	2.04	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)	78	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)	3.20	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)	56	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)	3.00	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)	123	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)	4.16	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)	23	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)	2.00	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)	137	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)	2.46	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)	131	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%), pestortial acidification (0%) and thormal 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)	2.00	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)	124	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)	3.38	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.



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4.2 - Catchment Ecosystem Services Degradation Level (tree cover loss) (rank)	34	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)	2.55	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)	89	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)	3.00	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)	80	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)	29	<ul> <li>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.</li> <li>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.</li> </ul>	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	<ul> <li>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.</li> <li>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.</li> </ul>	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)	156	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)	3.00	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)	138	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)	162	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)	2.00	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)	133	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)	2.00	<ul> <li>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.</li> <li>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.</li> </ul>	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)	143	<ul> <li>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.</li> <li>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.</li> </ul>	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.



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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)	174	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)	3.61	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)	81	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)	148	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)	165	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)	3.00	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)	125	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)	175	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)	2.37	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)	161	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)	2.74	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)	126	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)	142	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)	3.00	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)	64	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)	3.00	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)	95	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)	1.82	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)	147	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 (#)	4857274	Population, total	The World Bank 2018, Data , hompage accessed 20/04/2018
GDP (current US\$)	57435507212	GDP (current US\$)	The World Bank 2018, Data , hompage accessed 20/04/2018
EPI 2018 score (0-100)	67.85	Environmental Performance Index	
WGI -Voice and Accountability (0-100)	70.48	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)	85.22	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)	66.83	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)	67.79	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)	67.31	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 - Control of Corruption (0-100)	75.48	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)	1.94	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)	84	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)	97	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)	94	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)	97	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)	98	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)	96	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)	101	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)	106	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)	105	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)	105	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)	1490.35	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 (%)	31.21	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)	101.50	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)	101.50	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 (%)	100.00	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)	65.74	World Development Indicators	The World Bank 2018, Data , hompage accessed 20/04/2018
Total internal renewable water resources (IRWR) (10^9 m3/year)	113.00	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)	113.00	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)	113.00	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)	23502.00	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]	7.07	WorldHappinessReport.org	World Happiness Report, homepage accessed 20/04/2018



#### **Country Aspects**

#### **1. PHYSICAL ASPECTS**

#### **1.1.WATER RESOURCES**

#### **1.1.1.WATER RESOURCES**

With an average width of 120km, Costa Rica receives about 170km3 from rain and about 75km3 finds its way into rivers and lakes; another 37km3 ends up in underground aquifers. The remaining water is lost through evaporation and evapotranspiration.

Costa Rica is divided into three major slopes or basins:

•the Atlantic side is the wet and rainy side and rarely experiences a deficit of water throughout the year;

•the Atlantic side incorporates the northern slope, which drains into the San Juan river bordering Nicaragua and also towards the Caribbean Sea. The sub-basins within this slope contribute 5.8km3 annually to Lake Nicaragua and more than half of the water that flows into the San Juan river (around 23.2km3);

•the Pacific slope is drier with a shared decline in average flow during the dry season.

In total, there are 34 principal drainage basins in Costa Rica, with 17 having a major sloping contour. They range in size from 207km2 to 5,084km2.

Groundwater is the primary water source in Costa Rica, where it accounts for nearly 90 per cent of agricultural, industrial and domestic water demands (with the exception of hydroelectric generation). Volcanic activity has formed highly permeable subterranean layers within the fragmented igneous lava. This phenomenon, coupled with high rainfall, has created aquifers in the central and northern part of Costa Rica's Central Valley, where more than half of the population lives. These aguifers are called the Upper and Lower Colima and are separated by a layer that acts as a semi-permeable aquitard, which allows the descending and ascending vertical transfer of water. It has been estimated that the Lower Colima extends for approximately 230km2 and that the Upper Colima spreads over approximately 170km2. The Upper Colima aquifer is recharged from the Barva and La Libertad aguifers by vertical percolation. The Upper Colima also receives a large part of its recharge from rain infiltration in those areas where there are no overlying smaller aquifers. The Lower Colima is recharged from the Upper Colima by vertical percolation and from surface water where the Upper Colima is absent. The average recharge of the aquifer system was calculated in 1990 at 8200L/s. The depth of the water table level varies, depending on the surface topographical irregularities, but generally it ranges between 50 and 100m. The direction of the underground flow is from northeast to southwest in both aguifers.

Surface water is represented by approximately 13 major rivers, with many adjoining tributaries that range in length from 50 to 160km. Costa Rica's major reservoir is Lake Arenal.

#### 1.1.2.WATER USE

In general, water quality is acceptable for drinking in urban areas as well as many rural areas. The government of Costa Rica understands tourism to be the primary driver of the national economy; therefore, great attention has been paid to improving potable water systems throughout the country. Costa Rica has the highest demand of water, both in total and per capita measures, in Central America. Per capita water usage is about 1,860L/day, amounting to 5 per cent of total available groundwater and surfacewater. Other Central American countries use an average of 3 per cent of total supplies. About 60 per cent of the Costa Rican population lives in urban areas; therefore, considerable emphasis has been placed on expanding water services to cities over the last decade. Approximately 99 per cent of the urban population is connected to water services, which is higher than the 90 per cent average for the rest of Latin America. Connection to the public water supply in rural areas of Costa Rica is about 92 per cent, representing about 1.56 million inhabitants.

Agriculture accounts for 6.5 per cent of Costa Rica's GDP and 14 per cent of the workforce. Costa Rica irrigates around 21 per cent of its land under cultivation, relying primarily on surface water. The irrigation sector is managed by the National Irrigation and Drainage Service (SENARA). Two irrigation districts of note that differ in size and method are:

•the Arenal-Tempisque Irrigation District (DRAT), which grows staple crops;

•the Irrigation and Drainage of Small Areas (PARD), which is smaller but benefits more families than DRAT and focuses on higher-value crops.

The Arenal-Tempisque Irrigation District (DRAT) is located in Guanacaste province, the driest area of the country (during five months of the year), and is nearly 100 per cent supplied by surface water, utilizing water from Lake Arenal. The DRAT has increased its surface area from 100km2 in 2003, to 280km2 today. It benefits approximately 1,125 families, producing mainly sugar cane, fodder, rice and fish (4km2 of aquaculture), generating income of approximately US\$163.7 million from this region. The producers in the area pay SENARA a fixed rate fee of US\$42.5/ha/year for water used in irrigation. Financial resources of US\$13.7 million are being negotiated for the expansion of DRAT.

The Irrigation and Drainage of Small Areas (PARD) is a district promoted by SENARA and is a response to requests made by individual producers, associations of producers and state institutions. SENARA is in charge of constructing irrigation canals. These are not state properties; they belong to the producers, who are responsible for properly maintaining the irrigation system. The PARD encompasses an area of 27km2 and benefits 2,023 families, who mainly cultivate vegetables, root crops, tubers, decorative plants and prickly pears.

The areas where the DRAT and PARD operate include approximately 307km2; the total water demand is estimated at 35.2m3/s. Of this total demand, the Ministry of Environment and Energy



(MINAE) has granted 1,240 concessions for exploiting surface and groundwaters for agricultural use; however, less than 97 per cent of the water in Costa Rica utilized for irrigation comes from surfacewater.

According to the most recent figures published by FAO, Costa Rica theoretically has the potential to generate 25,400MW; however, more practically, the potential is closer to 10,000MW. The Lake Arenal has approximately 1,570BCM of useful capacity and produces roughly 70 per cent of Costa Rica's electricity. The hydroelectric dam on this lake is known as the Presa Sangregado Dam, the Arenal Dam or the Sangregado Dam. The dam generates 640GWh/year and is located on the southeast shore of Lake Arenal in the Guanacaste Province, northwest Costa Rica. The Arenal hydroelectric operations in Costa Rica include the Cachí (three 34MW turbines), Angostura (three 70MW turbines) and Corobici (730GWh/year), which is a component of the Arenal hydroelectric project.

#### 1.2. WATER QUALITY, ECOSYSTEMS AND HUMAN HEALTH

Costa Rica's major environmental problems are: deforestation and land use change, largely a result of the clearing of land for cattle ranching and agriculture; soil erosion; coastal marine pollution; fisheries protection; solid waste management; and air pollution.

While drinking water is good in many parts of the country, there are still many concerns about the quality of water in streams and lakes. It has been observed that surface water pollution is a threefold problem. Untreated effluents from urban wastewater (only 3 per cent of wastewaters receive treatment) account for 20 per cent of the problem; 40 per cent comes from solid waste and industrial effluents (heavy metals being the primary culprit) and 40 per cent from the agricultural sector. In the agriculture sector alone, 70 per cent of pollution comes from debris from coffee plantations. Water basins that receive large quantities of contaminated runoff include the Grande de Tárcoles and Large Terraba rivers.

#### **2. GOVERNANCE ASPECTS**

#### 2.1.WATER INSTITUTIONS

Water administration and management is the responsibility of the Environmental Ministry in Costa Rica. In practice, administration has not functioned well. Due to a lack of clear laws and strong institutions, management and administration is carried out by multiple sectors and responsibility often falls on the water users. The institutional framework has at times been characterized as fragmented and dispersed, with poorly defined roles and functions and overlapping responsibilities.

•SENARA (Servicio Nacional de Aguas Subterráneas, Riego y Avenamientos) is the National Irrigation and Drainage Service. SENARA was created by Law 6877 on 18 July, 1983 and was given direct responsibility for developing the infrastructure, administration and operation of irrigation and storm water systems. Additionally, SENARA conducts research on the preservation of aquifers

so that optimal and efficient water resource management practices are maintained;

•AyA (Instituto Costarricense de Acueductos y Alcantarillados) is the Costa Rica Institute of Aqueducts and Sewers. It manages and operates the potable water, sewerage, and sanitation systems in both rural and urban settings. AyA also deals with the conservation of water basins and the reduction of water pollution;

•ARESEP (Autoridad Reguladora de los Servicios Públicos) is the Regulatory authority for public services in Costa Rica. Water and sewer tariffs are approved by ARESEP;

•MINAE (Ministerio de Ambiente y Energia) is the Ministry of Environment and Energy. Its duties include the promotion of management, conservation and sustainable development of natural elements and resources, including water, throughout the country;

•Asociaciones Operadoras de Sistemas de Acueductos y Alcantarillado Sanitario (ASADAS) is the national association of water system and sewerage operators;

•Arenal-Tempisque Irrigation District (DRAT) and the Irrigation and Drainage of Small Areas (PARD).

#### 2.2.WATER MANAGEMENT

Costa Rica is divided into three major drainage basins encompassing 34 watersheds with numerous rivers and tributaries, one major lake used for hydroelectric generation, and two major aguifers that supply 90 per cent of the municipal, industrial and agricultural water needs of Costa Rica. Agriculture is the largest water user, demanding around 53 per cent of total supplies. About a fifth of land under cultivation is irrigated by surface water.Hydroelectric power generation makes up a significant portion of electricity usage in Costa Rica; much of this comes from the Arenal dam. Both total and per capita water usage is very high in comparison to other Central American countries, but, when measured against available fresh water sources, Costa Rica uses only 5 per cent of its available supply. Urbanization is increasing and demand for water is therefore expected to rise exponentially in the coming decades. There exists ample water, but the threat of widespread contamination to the aquifers is legitimate as untreated wastewater, stormwater and industrial effluents infiltrate subterranean supplies. Additionally, the government and water management institutions are facing a water conveyance infrastructure that is in decline; therefore, non-revenue water losses within the system are increasing. Modernization projects are underway, led by the Environmental Ministry in Costa Rica with the assistance of multi-lateral development banks; the aim is to address the infrastructure challenge as well as to help mend the fragmented system of water management institutions.

In Costa Rica, 2020 projections for water demand for all uses are estimated to reach 39km3, equivalent to 35 per cent of the total water resources available. The key challenge is to properly manage the exponential growth in demand from 5 per cent to 35 per cent of available water resources. Urban development continues to increase the pressure on water resources and the use of water and groundwater in particular is becoming increasingly complex due to rapid urbanization and overexploitation in order to meet domestic, industrial and agricultural demand. Unsustainable land use practices are threatening to degrade watersheds and are adding to the growing complexities of managing groundwater.



In addition, the volcanic aquifers consist mainly of interstratifications of gaps and fissures, which allow for high permeability and infiltration. In many cases, these make the aquifers highly vulnerable to human contamination from the cities they support. The heterogeneity of these aquifers makes them complicated to study and manage. Consequently, growing signs of conflict and competition for water use between sector needs are being observed in some regions.

Another considerable challenge in Costa Rica is the lack of monitoring and maintenance systems for potable water. The problem has precipitated a higher incidence of water-borne illnesses. In response, the Health Ministry created a system of vigilant monitoring of the quality of water, illnesses, population migration, environmental sanitation, aquifer vulnerability, and lakes and rivers. The Health Ministry also analyzes and approves environmental impact studies as they pertain to the drinking water supply and regulates the quality of water being delivered to citizens. The state of the water conveyance infrastructure is not good, and large amounts of water are lost or not accounted for. Water losses from the delivery and conveyance systems, referred to as non-revenue water, are estimated at 50 per cent. This problem exists because of deficiencies in the physical structures, the use of outdated technologies, and inadequate maintenance.

#### 2.3. WATER POLICY AND LEGAL FRAMEWORK

The most relevant water laws currently in effect are:

•Law 276 of 1942, the General Water Law, concerning both public and private domains;

•Law 1634 of 1953, the General Drinking Water Law, providing for the planning and implementation of water projects for the population of Costa Rica;

•Law 2726 of 1961, establishing the Costa Rica Institute of Water and Sewerage (AyA). There have been thirteen reforms to this law between 1966 and 1995;

•the 2006 'Doctrine of water concepts', by Decree 32868. This is an economic instrument for the regulation of usage and administration of water in order to achieve better availability of water resources;

•the 2006 'Doctrine of environmental waste in landfills', by Decree 31176, concerning the regulation of water resource use and the dumping of contaminated substances into bodies of water;

•Decree 32327 of 2006, governing the quality of water.

#### **3. GEOPOLITICAL ASPECTS**

There have been disputes over the management and usage of the San Juan river that forms the border between Nicaragua and Costa Rica for some two hundred years. The San Juan was long viewed by both countries as offering potential for a canal route across Central America.

This was the case when the Panama Canal site, rather than the San Juan, was chosen as the ship navigation route across the Americas. The conflict between Nicaragua and Costa Rica continues, however. The Nicaraguan government announced in August 2009 that it would begin construction at the end of September 2009 to reroute the San Juan. The head of the committee for development of the San Juan in Nicaragua said that the US\$1 million project was intended to

"recover the 1,700m3/s of water that was lost after Costa Rica rerouted it toward its Colorado river between 1945 and 1950". Costa Rica responded, stating that a ruling by an international court "forcefully denie[d] Nicaragua's wish to dredge a new route on the San Juan River". In July 2009, however, the United Nations' International Court of Justice unanimously reaffirmed Nicaragua's sovereignty over the river and upheld the ban that does not allow Costa Rican police and military forces to use the river.

Nicaragua's exclusive sovereignty over the San Juan was established in 1858 by the Cañas-Jerez treaty. According to the 151-year-old treaty, the San Juan is fully Nicaraguan property; however, Costa Rica can use the river freely for transport, without any restrictions from its neighbouring country. Costa Rica claims that Nicaragua is reneging on its obligations by requiring visas and forcing Costa Rican boats to stop for military inspection on the northern bank. All passengers are made to pay a US\$5 fee and every boat must fly the Nicaraguan flag. Nicaragua also banned commercial fishing by Costa Rican fisherman in retribution for Costa Rica initiating the ICJ suit in 2005.