Side event at the sixth session of the Meeting of the Parties to the Water Convention

THE WATER-FOOD- ENERGY-ECOSYSTEM NEXUS A THEMATIC ASSESSMENT

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Development opportunities/benefits in the nexus – conceptual model

1. Energy production

- Water use in all steps of the thermal energy value chain
- Water storage for hydropower
- Water for bio fuels

3. Industry & urbanization

- Domestic use
- In striatuse
- W ste water treatment
 - burism

2. Primary production

- Agriculture (irrigation & rain) 1)
- Forestry
- Fisheries

4. Ecosystem services

- Water quality management
- Biodiversity & conservation
- Flood & drought protection
- Navigation

Action Fields

Finance

Governance

Enabling factors/ incentives

Innovation

Society

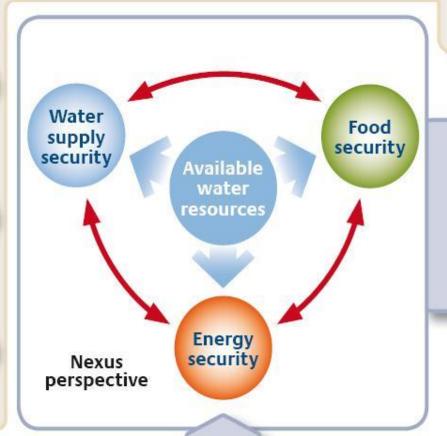
Accelerating access, integrating the bottom of the pyramid

Economy

Creating more with less

Environment

Investing to sustain ecosystem services



To promote:

Water/energy/ food security for all

Equitable & sustainable growth

Resilient, productive environment

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Urbanisation Population growth Climate change
Global trends



Understanding the Nexus

Background paper for the Bonn 2011 Nexus Conference





Proposed strategic objectives for thematic WEFE assessment

- Develop and deploy with key partners in a transboundary basin context:
 - a modular fit for purpose integrated assessment to analyse transboundary opportunities, constraints and tradeoffs
 - The relation to key water use sectors and climate change drivers
- Support subsequent discussions on institutional gaps and options at the TB level

Quantitative methodology option

- Build a standard macro-economic model for macro-regions under consideration that can be applied to all case study areas
 - Run four scenarios based on sectoral policy targets (high level growth; medium growth; low growth and negative growth)
- Deploy SEI Long Range Energy Planning Model (LEAP) taking macroeconomic parameters into accound
 - Broad scope: demand, transformation, resource extraction, GHG & local air pollutants emissions, social cost-benefit analysis, non-energy sector sources and sinks
- Deploy & integrate SEI Water Evaluation & Planning (WEAP) System Model
 - Reservoirs, off-takes, supply, groundwater, return flows
 - Determine the impact on water demands that are national and transboundary in character
 - Energy, agriculture, domestic & industry, ecosystem services
- Stakeholder driven dialogue with the aid of three model packages
 - Define opportunties, constraints & tradeoffs

1. The California case application WEAP/LEAP

- Quantify the impact on water imports, electricity demand from the water sector, and greenhouse-gas emissions
- Meeting 5% of Southern California's current urban water demand with desalinated seawater through 2049



2. Options for Cooperative Action in the Euphrates and Tigris Region

A <u>hydro-economic model</u> to support basin-wide dialogue

- Iran, Iraq, Syria and Turkey
- Lack of cooperative arrangements
- Major regional issues: salinity, dust and haze, loss of ecosystem values, health and loss of economic opportunities
- 2 yrs project with government stakeholders & regional organisations
 - Remote sensing, GIS & publicly available data
- Baseline hydropower value: USD 3.5 billion/y
- Irrigated agriculture USD 4.8 billion/y
- Shadow values for environmental flows
 - Range between 286 to 515 million USD
- Modelling & results can improve dialogue between riparian countries on regional integration benefits
 - Governance
 - Measures to improve water use efficeny





OPTIONS FOR COOPERATIVE ACTION II THE EUPHRATES AND TIGRIS REGION

STOCKHOLM, MARCH 2012

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3. <u>SEA</u> as a pre-investment tool in Nile Equatorial Lakes (NBI) Economic development, electric power, water resources, climate change, World Bank 2007

"A systematic, and comprehensive process of evaluating the environmental effects of a policy, plan, or programme and its alternatives... and using the findings in publicly accountable

decision-making"

Regional power needs assessement, economic indicators and scenarios

Consultation

Inventory of power options

Consultation

• Screening of power options

Consultation

- Comparativ analysis of power options and ranking, MCA
- Cumulative impact assessment for portfolios of power options on the env. & water resources

Consultation

Power development strategy & indicative generation plan

Results include:

- Bujagali 250 MW HEP, Uganda
- Feasibility study,
 Rusumo Falls 60 80
 MW HEP, Burundi,
 Rwanda & Tanzania
- Feasibility & financing decision of # regional transmission lines, Nile Equatorial Lakes Region
- Feasibility study Ruzizi 3
 HEP, Burundi, Rwanda &
 DRC
- 3 feasibility studies HEP project on the Blue Nile/Abbay River

Granit, J., King, R. M. & Noël, R. (2011).

Or a more qualitative approach?

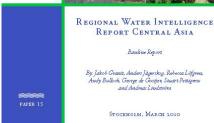
- Desk study with data input from TB basin and region partners
 - Assess ongoing work in WEFE nexus

Method development:

- Macro-economic trends (quantiative)
 - Sub-region beyond TB basin as relevant
- Sector plans & impacts (qualitative or quantiative)
 - Water for energy production
 - Water for food production
 - Water for ecosystem services
 - Climate change
- Proposed measures to be applied in the nexus and per sector (qualitative)
- Political economic analysis
 - Governance, institutions, gaps and options







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