This presentation premiered at WaterSmart Innovations

watersmartinnovations.com





Carolina Water Wars

Public Policy, Education Outreach, Revenue Management Shapes a Wake Up Call for Water Efficiency

J. Dean Foster

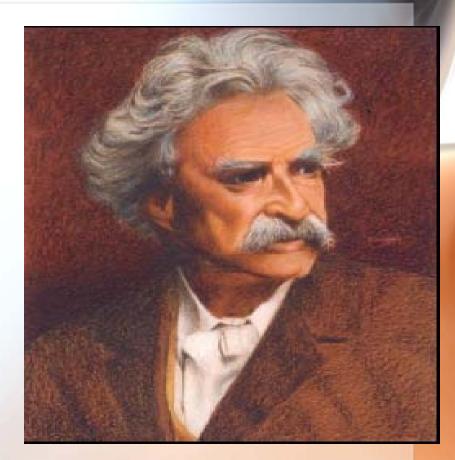


Worth Fighting Over

"Whiskey is for drinking; water is for fighting over"

... Mark Twain

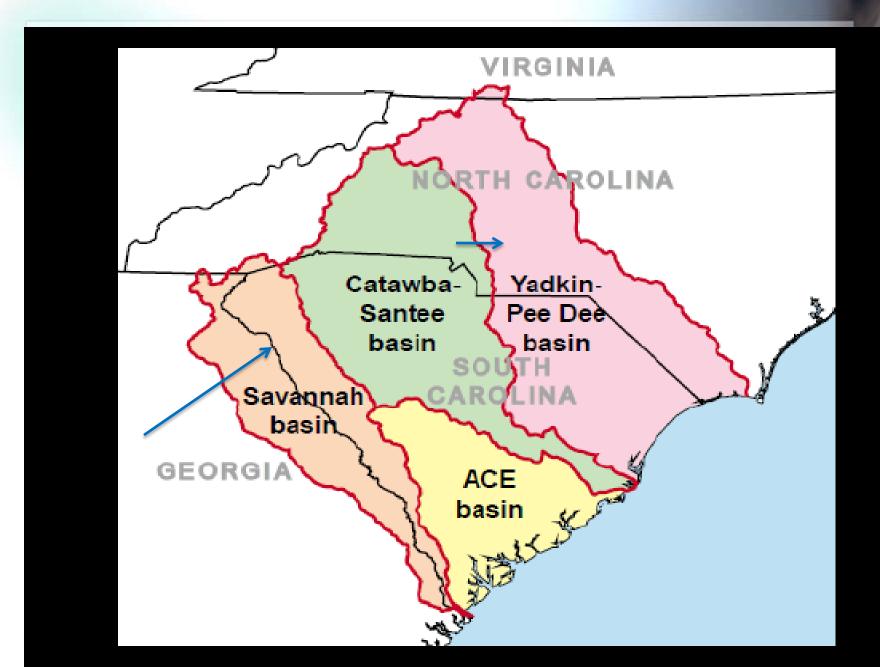
- > Where we are now
- Water basin collaboration
- > Revenue impact
- Public education impact / planning
- > Feedback, ideas, resources from your region



Our Wound is Geography



Inter-Basin Transfer



Let the War Begin

- ➤ Regional drought enters 10th year in 2009.
- ➤ NC approves IBT.
- >Advocacy groups organize.
- SC Attorney General files suit.
- ➤U.S. Supreme Court to hear case 2010,
- ➤SC Legislature passes "Watermark" bill.



NC Environmental Management Commission

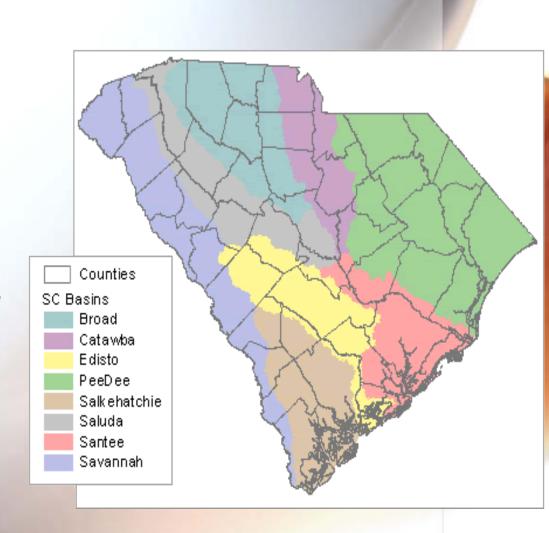
Who Owns the Water Anyway?

- Electric utilities: we built the dams, we own it.
- States: we make the laws, issue permits, we own it.
- ➤ Public: we pay for it, we own it.
- Federal government: if we bail you out, we own it.

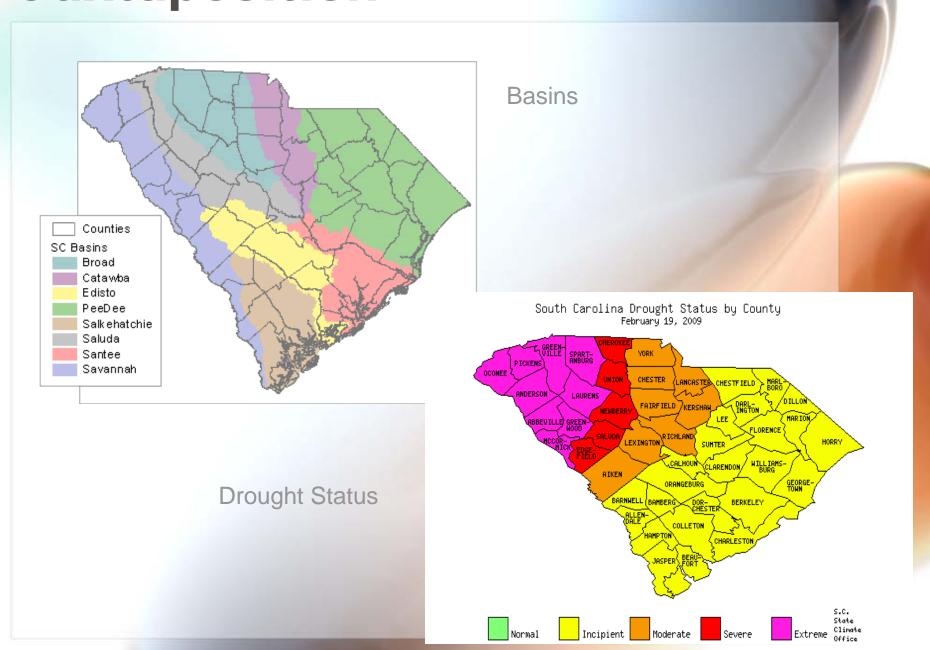


Collaboration?

- **≻Establish Water Planning Council**
- **Develop Comprehensive** Water Plan
- Establish Water Advisory Councils for each SC water basin.
- >GA, NC, FL, AL have similar models



Juxtaposition



Revenue Concerns

- > Fiduciary responsibility
- >Impact on bond rating
- >Drought, poor economy: shortfalls
- >Balance water resource stewardship
- >Reluctance to "intensify" efficiency message.



Revenue Management

- >Tiered rate structure
- >Impact fees
- >Irrigation meters
- >Wholesale water contract / flat costs
- **≻Sell Reuse**
- >Aquifer storage and recovery
- ➤Rate adjustments (5 7% annual)
- Communicate efficiency / cost savings to customers



One Utility Sets an Example

- > Focuses on 3 strategies:
- >Water reuse, reclamation
- > Develop new water sources
- >Become water efficient



Reuse

Irrigation, 50 - 60% of water volume

Research: Primary public, male 25-49, and 55+

New regs: irrigation system / timers on all new construction.

Brand and sell reuse: golf courses, car washes, commercial.

Install reuse lines in conjunction with existing line R&R / E&E.



Develop New Water Resources

- Savannah River basin volume limits.
- Floridian aquifer in danger of salt water intrusion.
- No reservoir potential.
- Desalination?



Some Great Ideas Begin on Cocktail Napkins



SC Desalination engineers meeting

"Hey, they're not kidding..."



Become Water Efficient

Communication Strategies:

- Customer behavior change.
- Alliances / Public Affairs
- Brand Drivers / Core Messages
- Collateral / Signage
- Social / Mobile Media
- Media Sponsors / PSA's
- Media Relations
- Business Sponsors
- Education Outreach / Events
- Long-term efficiency
- > Evaluation



Regional Alliances

- Collaborate on a regional campaign.
- "Green" message.
- Customer "pledge" in exchange for giveaways.
- > Business, retail sponsorship.
- > Economic development tool.
- Reach out to GA, NC.

www.watersmartsc.org

www.getwiththeflow.org

"Flowateers"

Brand representatives to seed key messages and build a Flowateer community.

- > Event participation.
- ➤ Offsite customer pledge sign-ups / consumer surveys.
- ➤ Online social media influence.



Social / Mobile Media

- > SM apps: Listen, Manage, Engage, Resolve
- ➤ Mobile text messaging; double opt-in, customer request.
- ➤ Business sponsor incentives: Chick-Fil-A
- > Retail offer & water efficiency message.
- > Tied into e-bill pay.
- > "Flow Report:" your mid-month usage



Evaluation

- Monthly update report of campaign impact.
- > Impression counts.
- > # customer pledges.
- Signage impact.
- PSA impressions.
- > Events.
- > Online traffic increase.
- > % of water use reduction.
- > Follow-up research to gauge value message.



Where We Go From Here

- Basin model hinges on collaboration
- Basin committees' first steps: Agree to value proposition / mission statement.
- Engage / educate the public
- Regional communication strategy
- Memorable brand drivers
- Sustained behavior change
- Improve Value of Water perceptions





Dedicated to earning public trust for water / wastewater utilities.

Utility Advocacy * Customer Education * Brand Management

dean@drinktap.net