This presentation premiered at WaterSmart Innovations

watersmartinnovations.com





WaterSmart Innovations Conference and Exposition October 7-9, 2015 South Point Hotel and Conference Center



The Alchemy of Reducing Per Capita Water Consumption and Increasing Utility Revenue

Jason Bethke FATHOM

October 2015



Utilities are in our DNA



The Utility Reality

- Prolonged economic stress
- Lack of resources
- Lack of investment
- Aging infrastructure
- Inefficient and lack of technology utilization
- Technology paralysis
- Scarcity driving advanced metering (meter centricity)
- Rapidly changing customer expectations (customer centricity)







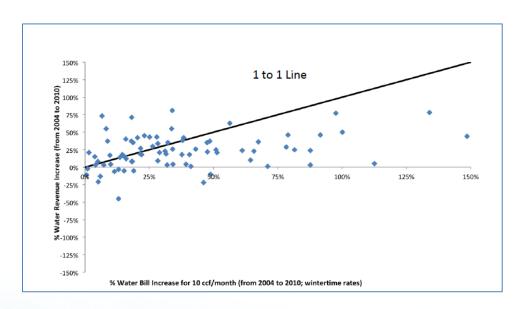


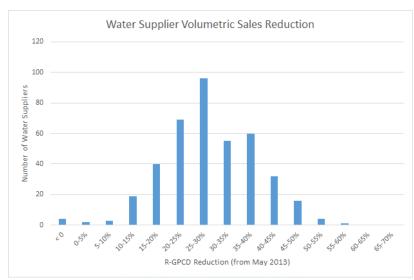




It's Getting Elastic

Rates can't keep up with Demand Destruction

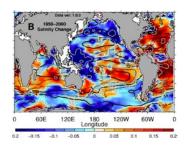


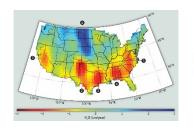


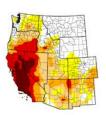
Sources: Jeff Hughes, UNC Environmental Finance Center (http://www.efc.sog.unc.edu/sites/www.efc.sog.unc.edu/files/HughesCascadePresentation 0.pdf) FATHOM Drought Watch, Vol. 1, Issue 16 (http://www.gwfathom.com/wp-content/uploads/2015/07/FATHOM-Drought-Watch-v1.16.pdf)

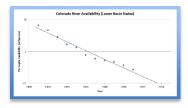


The New Water Utility Paradigm









Increasing Volatility

Decreasing Supply



Sec. 865. Mandatory Actions by Water Suppliers

(c)(1) To prevent the waste and unreasonable use of water and to meet the requirements of the Governor's April 1, 2015 Executive Order, each urban water supplier shall reduce its total potable water production by the percentage identified as its conservation standard in this subdivision. Each urban water supplier's conservation standard considers its service area's relative per capita water usage.

Mandated Conservation



BMO



























Decreasing Revenue

Changing Customer Expectations



Alchemy

alchemy

noun al·che·my \'al-kə-mē\

1: a medieval chemical science and speculative philosophy aiming to achieve the transmutation of the base metals into gold, the discovery of a universal cure for disease, and the discovery of a means of indefinitely prolonging life

2: a power or process of transforming something common into something special

3: an inexplicable or mysterious transmuting

- al·chem·i·cal \-mi-kəl\ also al·chem·ic \al-'ke-mik\ adjective
- al·chem·i·cal·ly \-mi-k(ə-)lē\ adverb

Examples

She practiced her *alchemy* in the kitchen, turning a pile of vegetables into a delicious salad. The company hoped for some sort of economic *alchemy* that would improve business.

Origin

Middle English *alkamie, alquemie,* from Middle French or Medieval Latin; Middle French *alkimie,* from Medieval Latin *alchymia,* from Arabic *al-kīmiyā',* from *al* the + *kīmiyā'* alchemy, from Late Greek *chēmeia*

First Known Use: 14th century

Source: http://www.merriam-webster.com/dictionary/alchemy



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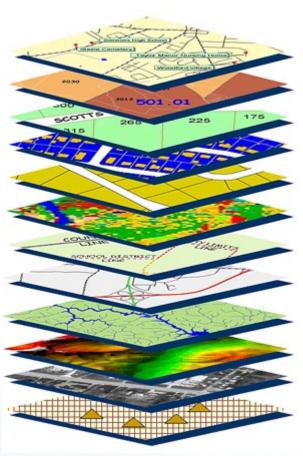
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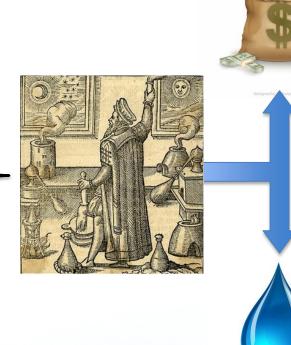
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Finding Dollars and Drops in the Data

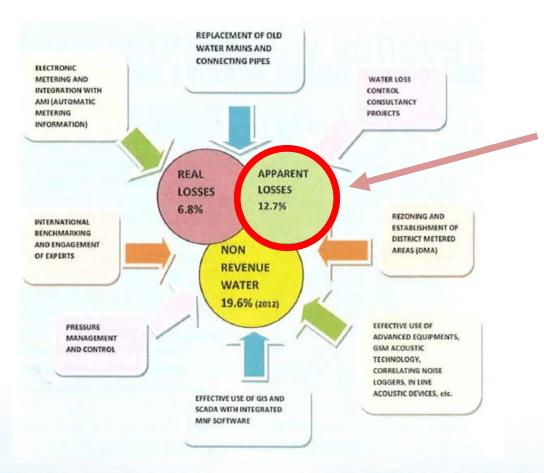


- Tax Parcel Data
- Aerial Photographs
- Infrastructure Data
- Asset Data
- Census Data
- Customer Engagement
- Geospatial Data
- Meter Data
- CIS Data





Leaking data = "Lost Water"



Apparent Losses = 2 x Real Losses

LEAKING DATA

Source: Mattar, R., "Kahramaa's vision for non-revenue water reduction", Water Utility 21, April 2013

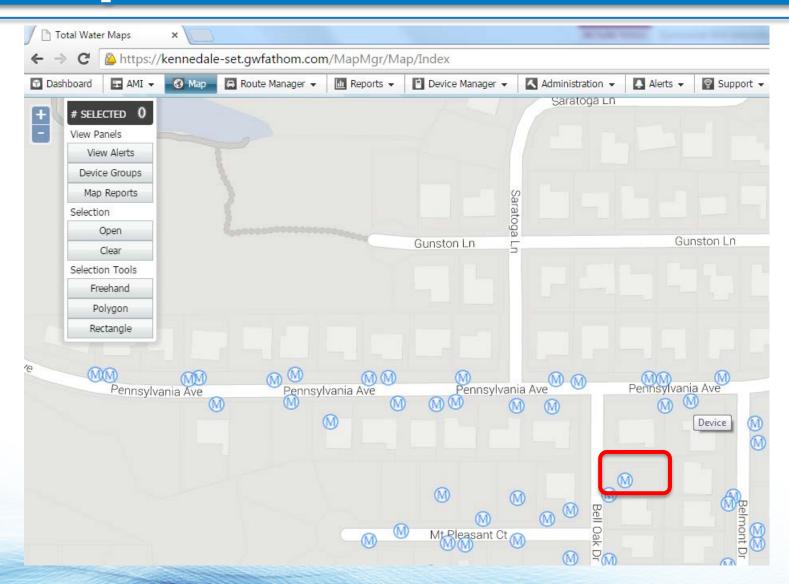


Data Errors = Lost Revenue



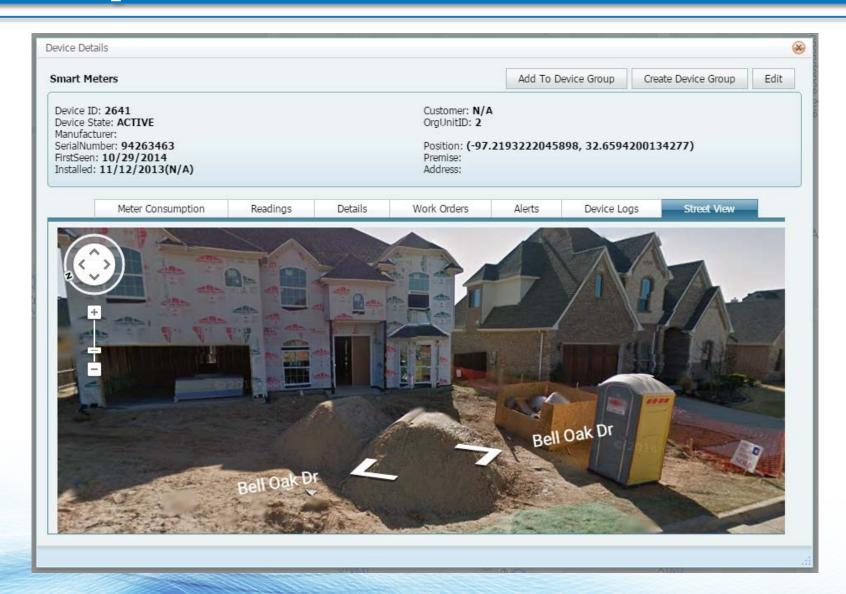
- Water theft from bypassed meters
- Unauthorized connections
- Meter degradation and inaccuracy due to meter age or physical damage
- Meter degradation due to water quality or particulate precipitation
- Meter programming errors
- Meter losses, including meters missing from the billing inventory
- Meter installation errors
- Improperly sized or specified meters
- Data transcription errors, including meters not correctly mapped to customer information
- Incorrect billing codes in the billing platform
- Human errors, including meter reading mistakes or estimates

Geospatial Relevance

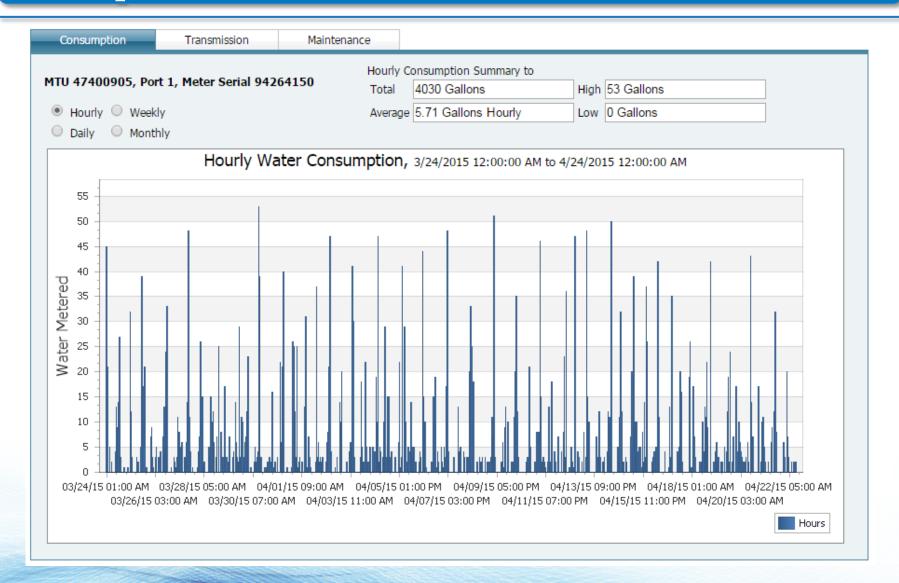




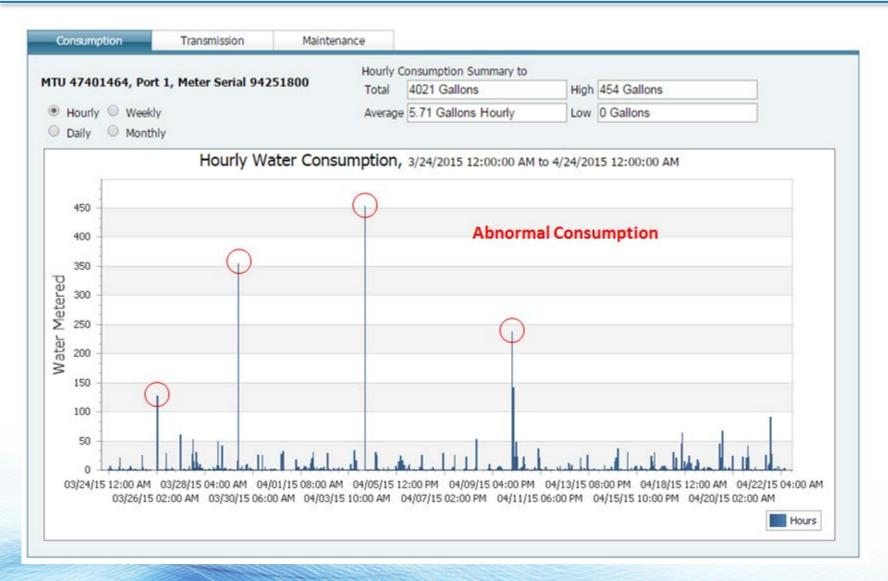
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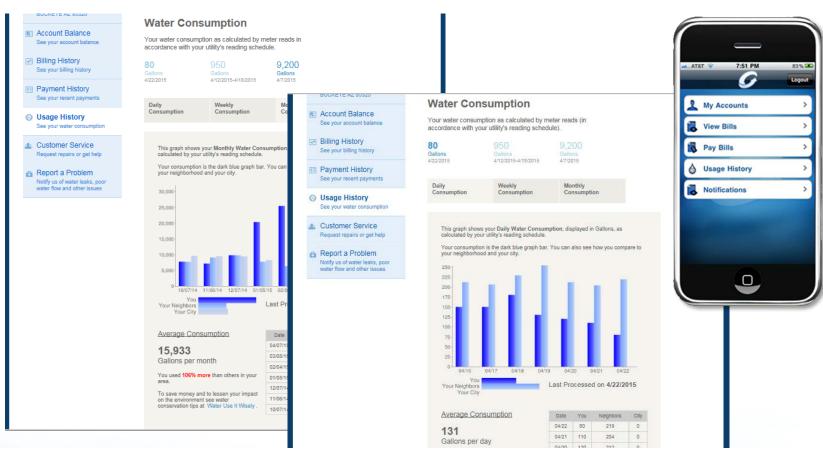
Temporal Relevance



Temporal Relevance



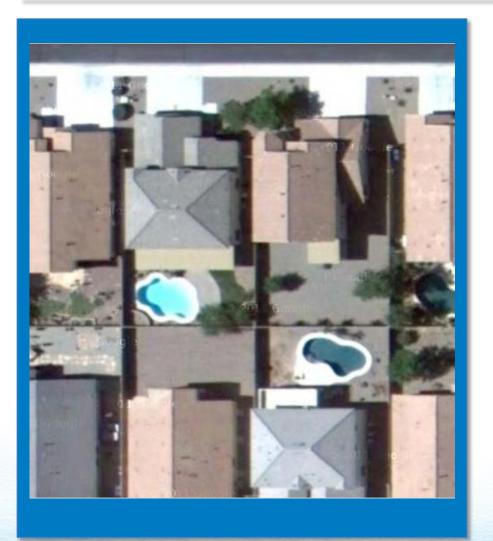
Using Data to Conserve



"Throughout history, a crucial feature of human behavior has been our propensity to copy or imitate the behaviors, choices and opinions of others."

FATHOM^M

Personalized Water



How much water do I use?

Is that a normal amount?

How do I fare compared to my street, my neighborhood, my city?

How much water **should** I use?

Tell me when I have used too much.

Tell me when I have a leak.

Help me manage my water use and control costs.



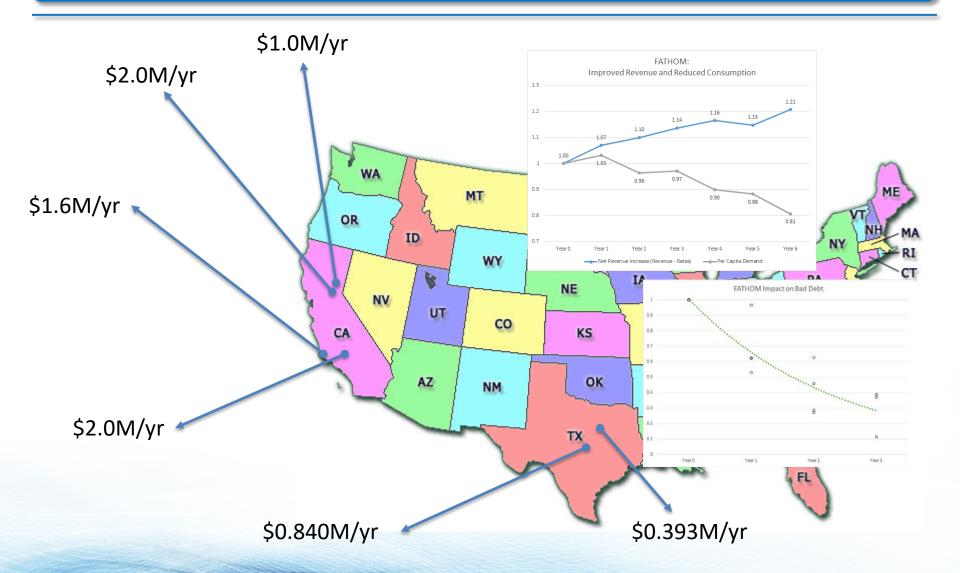
Meeting the Needs of the Industry with Data



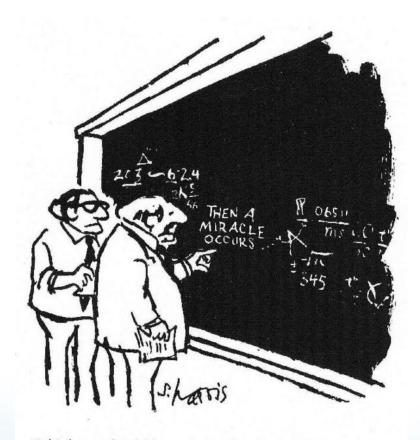
- Improve Systems
- Optimize operations
- Measure and manage resources: natural, physical, human
- Maximize revenue
- Eliminate NRW
- Engage customers
- Access technologies



Finding Dollars & Drops in the Data



It's not a miracle - It's Better Data



"I think you should be more explicit here in step two."

Better Data

More correct

More relevant

More granular

More connected

More accessible

Faster Deployment

Easier integration

Integral Best Management Practices

Technology independent & agnostic

Cheaper

Cloud-services

No dedicated IT resources

Pay-as-you-go



Information

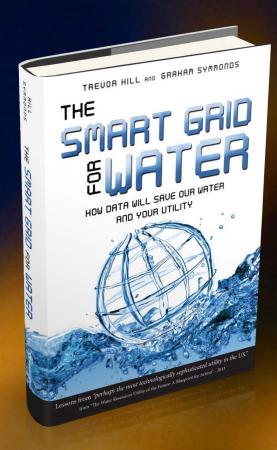
"A key to improving efficiency is understanding where, when, and why we use water."



Source: Gleick, P., "Roadmap for sustainable water resources in southwestern North America," PNAS, 14 Dec 2010



Questions?



- Increase Revenue
- Decrease Costs
- Delight Customers
- Preserve Our Most Vital Resource



FATHOM www.gwfathom.com www.TheSmartGridForWater.com







SAAS + WATER

CLOUD. MOBILE. SOCIAL.

