

## Water for Mining and Agriculture -Socio-Economic Welfare and Environmental Costs

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#### Chile's Groundwater Regulation

- Historical evolution of groundwater development and management can be broken down into four major phases.
  - 1960-1990 period during which groundwater use significantly developed
  - 1990-2000 Increasing overexploitation
  - 2000- present development of an increasingly sophisticated groundwater regulation



#### Chile's Groundwater Regulation

- WC contains only few references to groundwater
  - Regulatory absence has been covered with groundwater guidelines established by the DGA
  - Groundwater development in institutional setting that put no or few limits on groundwater use
  - Precariousness of the treatment of groundwater remains
- 2018 reform established procedure to restrict groundwater
  - Limiting withdrawals
  - Restriction
  - Prohibition





#### Chile's Groundwater Regulation

- Groundwater user associations (GWU)
  - Mandatory under restriction & prohibition

Macroregion	Restriction	Prohibition
North	47	5
Center	103	1
South	3	0
Extreme South	0	0
Total	153	6















#### Copiapó Valley Aquifer





# Longitudinal section of the aquifer, showing the various sectors





#### **Evidence of Overextraction**



Recharge : 4000 L/s

Granted Water Rights: 20 000 L/s





#### Collapse of the water table

#### Withdrawals exceed recharge of 4 m<sup>3</sup> / s



• Last 22 years reserve lost 830 million m<sup>3</sup>



- Limited knowledge of the groundwater
  - Significant number of major studies alerted authorities danger overexploitation
  - Mixed conclusions of consequences
  - Arguments for
    - Users pressure State to grant WR
    - Government maintain investments mining





- Difficulties of the State in ensuring the closure of the basin
  - Limited knowledge of the groundwater





- Poorly-defined water permits
  - Use Factor
- Increased efficiency and WR trades

Activity	Use factor		Volume consumed per l/sec	
		granted		nted
	Theoretical	Actual	Theoretical	Actual
Agriculture	20%	40%	7,900 m <sup>3</sup>	12,600 m <sup>3</sup>
Drinking water	75%	100%	23,650 m <sup>3</sup>	31,500 m <sup>3</sup>
Mines and	75%	100%	23,650 m <sup>3</sup>	31,500 m <sup>3</sup>
Industry				
UC				



- Compliance and enforcement problems
  - Responsability GWUs
    - Few users have installed measuring equipment
    - Weak social norm
  - DGA
    - Little power, Increased in reform 2018
    - Random monitoring  $\Rightarrow$  low detection probability



• 7 last 12 years

 Inconsistency between the management of surface water and groundwater

Surface irrigation modernization policy

Reduction of artificial recharge of the water table (60% of total recharge) + extension of surfaces (Rebound Effect)



Increase deficit





#### **Emergence of collective management**

- Inherited from Surface Water User Associations
  - Efective collective management
- Ground Water User Association
  - Imposed by Water Code
    - First in 2000 CASUB
  - 2012 2015 4 new GWUs
    - At present designing water extraction limits



#### **Concluding Remarks**

- Existence of water legislation
  - Does not ensure sustainable GW management
- WR management scheme
  - Inevitable over-allocation situation
  - State must prepare for this
  - Properly defined WR Volumetric
- Need for crisis-management mechanism



#### **Concluding Remarks**

- Assumption State and GWU have capacity to implement policy
- Is not ensured even in countries with
  - Long water management tradition
  - Sophisticated water laws and
  - Well organized State agencies in charge of water management



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