Water Affordability and Equity: Assessing Invisible Burdens for the Poor

Future Water Research Symposium

Equity and efficiency in allocating water in South Africa - Challenging attitudes, changing behaviours

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The Importance of Access to Water

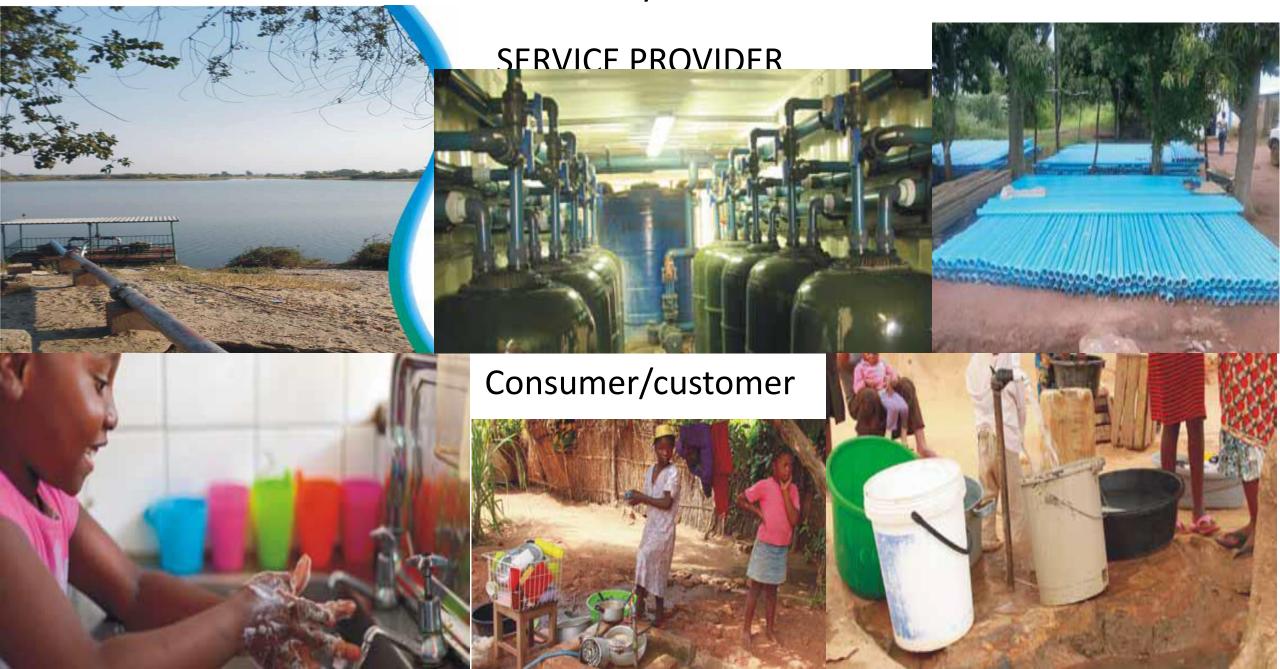
- Water, a basic requirement for human existence and survival
- But, accessing water and water services comes at a cost—affordability burden

- **CESCR** declared water a **basic human right** in 2002:
- Part of the burden of accessing water for the poor is largely invisible (financial and non-monetary)

"the human right to water is indispensable for leading a life in human dignity. It is a prerequisite for the realization of other human rights" (*General Comment 15*)

- Burden of accessing water is not often recognised
- The poor, bear a disproportionately higher burden of accessing water
- "Everyone has the right to have access to:
 sufficient food and water (27 1b)"
 (SA 1996 Constitution)
- Poor women and children bear the highest proportion of the burden of accessing water

Affordability for Whom?



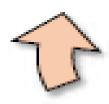
Sustainable service provision

Insufficient Finance





Low Revenues



Water Services Provider Lack of Maintenance



Deterioration of Assets

Customer Discontent





Affordability Burden and Equity

 The Concept of Affordability Burden draws . from the principle of Equity:

The equity principle, "demands that poorer households should not be disproportionately burdened with water expenses as compared to richer households" (CESCR, 2002: General Comment 15).



the ratio of income the poor spend on water: The poor pay between 3 to 10 times higher than the average cost of water(higher burden).



- Affordability burden approach does not just ask about whether a household can or cannot afford to pay for services, but goes further to assess the size of the burden (financial & otherwise) faced by different households.
- Affordability analysis should distinguish between affordability and the willingness to pay.



• The poor buy in small quantities





Spend more time and effort to access water





Spend more time and labour getting water



- Half a million full time paid jobs, 4 billion working days(Geere & Cortobius, 2017)
- Single trip to fetch water—10-65minutes

Pay more per unit of water





Estimating the Affordability Burden

- Macro or Micro- affordability approach
- Household Income/expenditure
- Establish affordability threshold
- Household monthly water consumption
- Cost of water(different price levels
- Estimate the ratio of monthly water costs in household income expenditure
- screening households which fall below a nationally or internationally accepted affordability threshold

Trends in Monthly Water Costs for Kampala by Volume Consumed (US\$)

	2005	2009	2010	2011	2012	2013	2014	Average Annual increase (%)
15m ³	13.15	14.70	14.94	13.34	15.14	14.62	15.16	13.8
10m ³	8.77	9.80	9.96	8.89	10.09	9.75	10.10	9.2
6m ³	5.26	5.88	5.98	5.34	6.06	5.85	6.06	5.5
3m ³	2.63	2.94	2.99	2.67	3.03	2.92	3.03	2.8

Share of Water Cost in Total Monthly Household Expenditure by Decile(%)

	@ 3 m ³ /month		@6 m³/month		@10 m³/month		@15 m ³ /month	
Decile	2005	2010	2005	2010	2005	2010	2005	2010
1	2.8	3.0	5.5	6.08	9.19	10.1	13.8	15.2
2	2.0	2.3	4.0	4.64	6.67	7.7	10.0	11.6
3	1.6	1.8	3.2	3.53	5.33	5.9	8.0	8.8
4	1.3	1.4	2.6	2.88	4.28	4.8	6.4	7.2
5	1.0	1.2	2.1	2.41	3.46	4.0	5.2	6.0
6	0.9	1.0	1.7	1.99	2.90	3.3	4.3	5.0
7	0.7	0.8	1.4	1.54	2.33	2.6	3.5	3.9
8	0.6	0.6	1.1	1.20	1.84	2.0	2.8	3.0
9	0.4	0.4	0.8	0.79	1.27	1.3	1.9	2.0
10	0.3	0.3	0.5	0.53	0.84	0.9	1.3	1.3

Cost per m³ of Water for Connected and Non-Connected Users in Kampala (2015)

	Unconnected Users (A)	Connected Users (B)	A:B Ratio
	US\$/I		
@25UgShs/20L Jerrican	0.62	1.01	0.61
@50UgShs//20L Jerrican	1.23	1.01	1.2
@100UgSh//20L Jerrican	2.46	1.01	2.4
@200UgShs//20L Jerrican	4.93	1.01	4.9
@300UgSh//20L Jerrican	7.39	1.01	7.3
Average	4.00	1.01	4.0

These estimates do not include:

- Time spent fetching water
- The labour spend on carrying the water
- Differences in the level of service
- Health costs as a result of carrying water
- Costs of using alternative water sources
- Uncertainty in the supply of service
- Physical risks for women and children

Conclusion

- Affordability assessment can be useful in guiding policy interventions aimed at assisting households experiencing unaffordability burden
- Data challenges prevent a comprehensive assessment.
- The affordability burden assessment brings out the equity and social justice dimension
- It lays bare some of the invisible burdens
- The size of the burden depends on the way water is accessed
- However, the assessment needs to incorporate the time and labour costs spent on fetching water
- Focus should be on those who carry the largest burden

THANK YOU!