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"Improving the quality of life in rural communities"

Why Every American Should Care About the Future of Rural Water

Challenges and Opportunities

Agricultural Outlook Forum 2012 U.S. Department of Agriculture

February 24, 2012

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Rural Community Assistance Partnership

Improving the quality of life in rural communities



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Southern RCAP

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Northeast RCAP

RCAP Solutions (800) 488-1969 www.rcapsolutions.org

Great Lakes RCAP

WSOS Community Action Commission (800) 775-9767 www.glrcap.org

Southeast RCAP

Southeast Rural Community Assistance Project (866) 928-3731 www.southeastrcap.org

Rural Water Challenges



- Water utility largest rural community investment
- Water utilities support public health, economic & community development
- Small utilities facing ever increasing compliance requirements
- Capital improvements & economies of scale
- Aging workforce
- Developing local capacity
- Increasing demands on watersheds
- Regionalization, consolidation & collaboration

Gaps in Rural Infrastructure Development



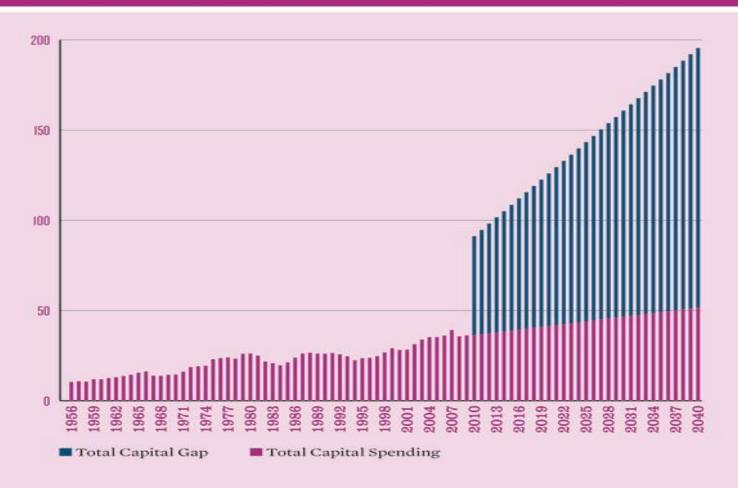
- Over \$300 Billion in "Current" Water and Wastewater Infrastructure Need; Over \$1 Trillion over next 30 years
- Small Community Requirements
 - □ Water: \$59 Billion for 24 million population; 9% of population but 19% of need
 - □ Wastewater: \$22.7 Billion with 817 new treatment facilities needed
- New AWWA study places needs for water infrastructure at over \$1 trillion over next 25 years

ASCE Report



"Improving the quality of life in rural communities"

FIGURE 4 * Overall Capital Investment Gap for U.S. Water Infrastructure, 1956–2040 (billions of 2010 dollars)



SOURCES Needs calculated from EPA (1997a, 1997b, 2001, 2003, 2005, 2008, 2009, 2010). Spending calculated from CBO (2010) and USCB (2011a, 2011b). Consumer price index adjustment from BLS (2011). Projections by Downstream Strategies and EDR Group.

Investment Opportunities



- U.S. Conference of Mayors Study
 - W & WW infrastructure has greater returns than other types of public infrastructure
 - One dollar invested leads to GDP increase of \$6.35 in the long term
 - □ For each dollar spent operating and maintaining water/wastewater infrastructure, economic output for all industries increases an average of \$2.62

Investment Opportunities



- Each job added in the sector creates 3.68 jobs in the national economy to support that job
- Every \$1 Billion spent on upgrading or maintaining sector infrastructure creates an estimated 42,000 – 57,000 jobs
- Every construction dollar generates nearly \$15 of private investment and adds \$14 to the local property tax base

Why Rural Water is Important



- Improved community health
- Foundation for all economic activity
- Watershed protection & sustainability
- Save and/or create employment
- Spur private sector investment
- Enlarge property tax base
- Attract other government funding
- Improved economic development climate
- Avoid increased future costs

Future Opportunities



- Watershed focus
- Water supports agriculture, resource extraction/use, tourism and emerging economic sectors
- Capital investments = Jobs
- Sustainable, effective utilities
- Private investments in infrstructure
- Cost-effective & comprehensive services

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