## WEBVTT

2 00:00:08.180 --> 00:00:27.040 Anne Bardsley: Welcome, Abel, Thank you so much for coming back to talk to us today about costs. Um! As recently participants had some confusion over how to cost in the recommendation and what 3 00:00:27.050 --> 00:00:43.150 Anne Bardsley: it means, the relatively the cost for different options. So I want to start by re-stating the agreement, and why we're here, and that is to answer the question about what should be the next source for sources 00:00:43.160 --> 00:00:59.140 Anne Bardsley: of water for all but given uh imperatives of climate change and population growth. We know the trip, the trajectory. By then the two thousand and fortys are going to need another large source. And importantly, although we still will be able to draw 00:00:59.150 --> 00:01:24.860 Anne Bardsley: more from the White cat. Oh, based on current consent, including a new one round to this year we will not get any additional more beyond that. So that's all taken into consideration that we still need another source, an alternative source for what we're all so. Um! We certainly have noted the importance of both environmental and and cost. But today we're gonna focus 6 00:01:24.870 --> 00:01:27.460 Anne Bardsley: uh primarily on the ladder. 00:01:27.710 --> 00:01:29.030 Anne Bardsley: And 00:01:30.070 --> 00:01:50.030 Anne Bardsley: um. They They have questions about relative costs of the different options and implications of choosing multiple options in this mix. And there's there's some still some confusion over how to consider the cost of these different strategies, so that, even including phasing options at different times, 9 00:01:50.040 --> 00:01:56.100 Anne Bardsley: So i'd like to talk about this and get some clarity to help the Assembly's decision making. 10 00:01:56.860 --> 00:02:11.089 Anne Bardsley: Um! It's important to know that we we do know that this is all costs um relative to what's happening now, but we know that anything that we do as an additional source is going to cost something extra.

11 00:02:11.100 --> 00:02:19.590 Anne Bardsley: So let's just start with the fact that the draft recommendations suggest implementing 12 00:02:19.600 --> 00:02:37.360 Anne Bardsley: indirect recycled water first and um it's. I'm aware that this costs may depend on where the the dance treatment, facility, and the reservoir or reservoirs are built. Um! And the location to which the war needs to be moved. 13 00:02:37.370 --> 00:02:48.289 Anne Bardsley: But can you can you comment on on costs in relation to this this option of starting with indirect recycled border. 14 00:02:48.300 --> 00:02:49.190 Abel.Immaraj: Yeah, 15 00:02:49.570 --> 00:02:50.709 Abel.Immaraj: I can't. 16 00:02:58.620 --> 00:03:05.180 Abel.Immaraj: Yep. You're right, I think, by two thousand and forty. We are going to have to need a new supply source, 17 00:03:05.620 --> 00:03:13.880 Abel.Immaraj: not just because of growth, but also we know that there's going to be increasing variability and uncertainty of climate, and that's both rainfall 18 00:03:13.910 --> 00:03:16.290 Abel.Immaraj: and consequentially run off, 19 00:03:35.110 --> 00:03:39.280 Abel.Immaraj: and it needs to be what I call climate resilience. 20 00:03:39.290 --> 00:03:45.310 Abel.Immaraj: There's no real climate, independent supply, but climate resilient supplies. Therefore I think 21 00:03:45.340 --> 00:03:50.459 Abel.Immaraj: just capturing. That is is important, because the cost of these different options 22 00:03:50.590 --> 00:03:53.850 Abel.Immaraj: has a lot to do with how climate resilient it can be.

23 00:03:54.010 --> 00:04:07.679 Abel.Immaraj: So Obviously, if you think of this allination, this allination is quite climate resilient, because it doesn't depend on rainfall, it doesn't depend on what the metrological conditions are. 24 00:04:07.740 --> 00:04:09.390 Abel.Immaraj: But it turned. 25 00:04:09.550 --> 00:04:13.990 Abel.Immaraj: It's quite expensive, because you you're going to have to disseminate our seawater. So 26 00:04:14.000 --> 00:04:15.330 Abel.Immaraj: similarly 27 00:04:15.410 --> 00:04:22.129 Abel.Immaraj: recycled water. There's there's going to be implications for cost because of its resilience. 28 00:04:22.230 --> 00:04:29.280 Abel.Immaraj: Okay, So we'll just get to the sort of things that we'll help. This discussion on 29 00:04:29.670 --> 00:04:31.800 Abel.Immaraj: on resilience. 30 00:04:42.310 --> 00:04:46.020 Abel.Immaraj: Forum is already picked up on those things, which is a good thing, 31 00:04:46.270 --> 00:04:47.570 Abel.Immaraj: because the word 32 00:04:48.120 --> 00:05:01.320 Abel.Immaraj: first, you know what's the thing that we want to focus on first, and you know the indirect, audible reuse as the first option on the first step. That's a really good pointer in that. There's going to be a series of things, 33 00:05:01.390 --> 00:05:05.940 Abel.Immaraj: meaning the focus question is what is going to be the next supply the 34 00:05:06.210 --> 00:05:13.410

Abel.Immaraj: and then the question is, do we have indirect first, or how does that compare the 35 00:05:13.530 --> 00:05:16.309 Abel.Immaraj: one way or another with direct portable 36 00:05:16.540 --> 00:05:29.189 Abel.Immaraj: in that quick comparison, all other things being equal. In other words, i'm not talking about location. Where do we build it? When do we build it? How do we build it? Just parking all those questions aside? 37 00:05:29.380 --> 00:05:33.870 Abel.Immaraj: Yes, indirect has a slightly higher overall cost 38 00:05:34.630 --> 00:05:36.120 Abel.Immaraj: compared to direct 39 00:05:36.720 --> 00:05:37.490 Abel.Immaraj: it's. 40 00:05:37.500 --> 00:05:57.249 Abel.Immaraj: I think it helps to just clarify that a little bit indirect means. You're basically going to have to supply all the treated water from treated affluence treated to a portable quality, and send it all the way to a reservoir such as a name. Or if you're lucky, we might have 41 00:05:57.260 --> 00:05:59.840 Abel.Immaraj: a groundwater echo for somewhere close by, 42 00:06:00.370 --> 00:06:03.760 Abel.Immaraj: and then pump it back into the system, 43 00:06:03.860 --> 00:06:10.390 Abel.Immaraj: then treat it again through traditional treatment, and then reticulate it through the pipes, back into the homes. The 44 00:06:10.400 --> 00:06:21.979 Abel.Immaraj: so you can see where there's quite a lot of process automotive pumping quite a lot of infrastructure that's needed to support that indirect portable. We use 45 00:06:23.070 --> 00:06:33.749 Abel.Immaraj: whereas direct portable reuse is basically injecting it into the system wherever it's produced as and when needed, it doesn't need a lot of storage,

46 00:06:33.760 --> 00:06:38.600 Abel.Immaraj: and if it does. It's clear water storage, so it's not going to be put into a dam, 47 00:06:38.890 --> 00:06:49.330 Abel.Immaraj: and of course, clear water. Storages are sealed. There's no losses other than you know, sort of in the pipelines themselves, whereas if you put into a dam 48 00:06:49.820 --> 00:07:03.700 Abel.Immaraj: again, you're going to lose water through evaporation from the surface of the dam. So there's also going to be, if you like, losses through evaporation and seepage, and so on. So if you look at it in totality, 49 00:07:04.150 --> 00:07:09.810Abel.Immaraj: like I said. All things considered, that's where the the plate is. 50 00:07:10.000 --> 00:07:28.369 Anne Bardsley: Can I ask about considering Auckland's options for downs offers? I I I am not an expert at all. But I understand that those that we we aren't necessarily talking about for the indirect option 51 00:07:28.380 --> 00:07:36.290 Anne Bardsley: feeding it to a down and existing down that I know of I'm. Assuming, from what I understand, that some new 52 00:07:36.540 --> 00:07:39.360 Anne Bardsley: reservoir will need to be built, 53 00:07:39.510 --> 00:07:52.179 Anne Bardsley: and so obviously that's a cost. And is it but it I also understand that that is a storage facility that would 54 00:07:52.270 --> 00:07:55.260 Anne Bardsley: create some resilience against 55 00:07:55.340 --> 00:07:58.639 Anne Bardsley: trout. Potentially. Is that correct? 56 00:07:58.650 --> 00:08:01.769 Abel.Immaraj: Yeah, There, there would be some benefits of um 57 00:08:02.070 --> 00:08:08.460 Abel.Immaraj: things like a reservoir beyond just storing recycled water

58 00:08:16.990 --> 00:08:33.149 Abel.Immaraj: could be optimized. So this this is why i'd say, all other things being equal. So we're not talking about the actual scope or the concept design, because locational, specific infrastructure has a lot to offer 59 00:08:33.159 --> 00:08:37.840 Abel.Immaraj: by way of efficiencies. Right? So it depends on where you build these things, 60 00:08:37.919 --> 00:08:42.840 Abel.Immaraj: it depends on where the demand is. So you need to consider about those. 61 00:08:43.130 --> 00:09:00.859 Anne Bardsley: So, for example, considering that we don't have an option. Ah, a water source on the north shore of a Balkan. Ah, and we do have. So we have potential, I guess, to build a facility on the north shore which would then feed a local area. 62 00:09:01.050 --> 00:09:20.920 Abel.Immaraj: Um! Is that the sort of thing that would reduce costs as well? Um, considering you're not pumping the water around. Now, now, we're getting to some specific locations and potential local benefits and things like that. So let me just again reiterate one thing 63 00:09:21.220 --> 00:09:29.270 Abel.Immaraj: I think the advantage of going with indirect bottom readers, if if I can speak, you know, in support of that option, 64 00:09:29.280 --> 00:09:36.669 Abel.Immaraj: that indirect, portable reuse generally, the community is more willing to accept than direct, portable the 65 00:09:37.800 --> 00:09:54.129 Abel.Immaraj: so it's possible, Then we can make that a generalized statement and say, how much indirect polymer reuse can we produce? And you can produce it at scale, because we know that most people are willing to take research. What if it's indirect 66 00:09:54.280 --> 00:10:03.610 Abel.Immaraj: right? So when you're designing that option you can design for a larger volume, which means you get the benefits of economies of scale. 67 00:10:04.000 --> 00:10:12.369

Abel.Immaraj: Also you can put it into the system, knowing that most people will be tolerating it, and are happy to use it for portable reuse, 68 00:10:12.440 --> 00:10:15.510 Abel.Immaraj: whereas direct, portable reuse. 69 00:10:15.710 --> 00:10:24.590 Abel.Immaraj: Again, it's going to take a lot of acceptance from the community to to allow that to happen right. 70 00:10:24.600 --> 00:10:33.279 Abel.Immaraj: But there may be sections where you can provide that as direct possible, and if so, it would be very specific to a location 71 00:10:34.510 --> 00:10:35.490 Anne Bardsley: right, 72 00:10:35.500 --> 00:10:41.520 Abel.Immaraj: the other a recommendation, I think, came from the Citizens Forum was the the 73 00:10:41.760 --> 00:10:46.280 Abel.Immaraj: recycled water for not for potable use, 74 00:10:47.160 --> 00:10:52.950 Abel.Immaraj: right, so that, too, in the sequence of interventions that 75 00:10:53.080 --> 00:10:57.270 Abel.Immaraj: that you would put in place would fit somewhere in that 76 00:10:57.680 --> 00:10:59.649 Abel.Immaraj: in the set of options. 77 00:10:59.980 --> 00:11:16.189 Anne Bardsley: Yeah, I think that. Um. It seems a bit assumed that I guess, in the Assembly's recommendations. It's not at least the draft form that we need to get to that drinking water source. If, if 78 00:11:16.200 --> 00:11:24.679 Anne Bardsley: if indirect, is built first and is acceptable, then clearly there's also the option to use that not for drinking. 79 00:11:24.690 --> 00:11:37.089 Anne Bardsley: So um, it's not it hasn't been laid out specifically in their in their draft recommendations now. But um, I think that's sort of implicit in there. If we're going to start with. Indirect um

80 00:11:38.840 --> 00:11:55.739 Abel.Immaraj: reuse that you could also take that water and use it not for drinking in that first stage. Is that correct? That's correct? So you can't progressively build this up. So again, as I mentioned, I like the word first, because you have to start somewhere, 81 00:11:55.750 --> 00:12:10.389 Abel.Immaraj: and and therefore it's good to think about. Yep. We actually are thinking about indirect as the first step, but we are producing water that's fit to direct Don't forget. So that's still A. A. No regret approach. 82 00:12:10.400 --> 00:12:38.220 Anne Bardsley: Yeah. So I think this assembly has taken on for that idea, and it, and know that indirect is likely to be acceptable. So they want to start with that option. And, as you say, they, they're now quite aware that they're they're already in some ways. So um that that that seems like an okay first step, and they're just now really wanting to understand all the cost of the patient. 83 00:12:38.230 --> 00:12:46.290 Anne Bardsley: And from what you you've explained, it will depend on the scale, and where it's where it's been put. So 84 00:12:46.890 --> 00:12:56.329 Anne Bardsley: then moving. If the second stage is moving, that once that's quite acceptable, to move to a direct portable reuse. 85 00:12:56.590 --> 00:13:10.880 Anne Bardsley: Um, is there? Would you consider that you would use the same system? Or would you say, Well, it's okay to build another facility somewhere else. That, then, is Um serves as a direct recycled source, 86 00:13:11.670 --> 00:13:29.589 Abel.Immaraj: so that comes down to some of the things that we would consider during the design of the system. So let's say, the main thing is as a direction we have agreed that say, indirect auto reuse is the way to start off with. When we're doing the design of that system, 87 00:13:29.600 --> 00:13:30.829 Abel.Immaraj: we will look at. 88 00:13:30.920 --> 00:13:34.979 Abel.Immaraj: What would this look like in the next next stage of scarcity? 89 00:13:35.140 --> 00:13:48.099

Abel.Immaraj: How would we then plug that into a direct, portable reuse arrangement. Right? When we do the modeling of that, we may actually discover something quite interesting in that 90 00:13:48.540 --> 00:13:50.629 Abel.Immaraj: when there is scarcity, 91 00:13:51.140 --> 00:13:59.839 Abel.Immaraj: it doesn't really matter what the supply is, as much as is the supply meeting demand. 92 00:14:00.220 --> 00:14:13.889 Abel.Immaraj: So we're actually looking at that particular balance between supply and demand. So sometimes indirect reuse could be substituting for the security that's needed for drinking water. 93 00:14:14.690 --> 00:14:17.959 Abel.Immaraj: So, for example, outdoor use 94 00:14:24.410 --> 00:14:28.670 Abel.Immaraj: all for anything that doesn't have a high human risk, 95 00:14:28.880 --> 00:14:41.200 Abel.Immaraj: right? And we also discovered that when there's scarcity and we still need playing surfaces and fields and sporting areas, then recycled actually provides for that livability. And well being 96 00:14:42.430 --> 00:14:49.180 Abel.Immaraj: so, this could all be substituting for the risk that's being posed on on drinking water. 97 00:14:49.530 --> 00:15:00.290 Abel.Immaraj: So when we do the modeling, we may discover that you know what indirect, portable reuse is great as a next supply source we designed for it. 98 00:15:00.390 --> 00:15:11.360 Abel.Immaraj: But if we always continue to get rainfall. And this is why that future uncertainty is such a big theme is, if it remains wet. What are we going to do with the system that we've invested in. 99 00:15:12.610 --> 00:15:24.200 Abel.Immaraj: We create headroom in our network or in our in our dams by using this water for outdoor use. So we put our assets to good use. 100 00:15:24.390 --> 00:15:36.890

Anne Bardsley: That's a great point that that source of indirect, recycled water can always be used for out or use when and to to keep the downs for 101 00:15:36.900 --> 00:15:37.850 Okay, 102 00:15:38.090 --> 00:15:41.000 Anne Bardsley: great. So um. 103 00:15:42.210 --> 00:15:59.129 Anne Bardsley: You would agree, then, that with their phase approach potentially that um designed correctly to start with an indirect source where that has multiple ways to be used, and that we could go to a direct source. Um! They also recommend 104 00:15:59.820 --> 00:16:14.589 Anne Bardsley: at the moment there are multiple options be considered, and that includes rain tanks and potentially even desalination in the future, if we understand it better, and then that's still a need. 105 00:16:14.600 --> 00:16:27.199 Anne Bardsley: The The focus is mostly on these two recycled sources. But how does uh the recommendation of of pushing also for rain tanks come into that cost picture? 106 00:16:27.630 --> 00:16:35.209 Abel.Immaraj: Yeah. So a couple of comments here. One is some investment in rainwater tanks. 107 00:16:35.450 --> 00:16:42.770 Abel.Immaraj: It may be private investment, like a resident, decides to put rainwater tanks on their property, 108 00:16:42.800 --> 00:16:45.050 Abel.Immaraj: and they get some private benefit. 109 00:16:45.350 --> 00:16:55.510 Abel.Immaraj: In other words, they can use it for their outdoor use. They could even plum it in to their toilets, washing machines, so on. So there's private investment and private benefit. 110 00:16:56.120 --> 00:17:11.000 Abel.Immaraj: But there's also publicly installed rainwater tanks at strategic locations with public benefit, because when you are able to locate that rainwater tank at right locations, you might be able to take the pressure off the system

111 00:17:11.329 --> 00:17:14.789 Abel.Immaraj: and still keep, you know, good availability outcomes. 112 00:17:14.800 --> 00:17:18.109 Abel.Immaraj: Therefore we do need to think about when we talk about costs. 113 00:17:18.510 --> 00:17:31.890 Abel.Immaraj: There are public investments and public benefits, and there's private investments in private benefits. So just keep that at the back of your mind if we did recommend rainwater tanks as a way of providing resilience we 114 00:17:31.920 --> 00:17:36.720 Abel.Immaraj: we need to look at. Where would they best play a part, and how 115 00:17:36.730 --> 00:17:38.390 Abel.Immaraj: that's important to think. 116 00:17:38.400 --> 00:17:42.950 Abel.Immaraj: Yeah, that's the timing of. When we put these different measures in 117 00:17:43.090 --> 00:17:45.469 Abel.Immaraj: um, that's also an important thing. 118 00:17:45.700 --> 00:17:57.959 Abel.Immaraj: Do we go with that as a first line of defense for the next supply? Or do we look at that coming in at a certain time in the in the drought cycle, or in the scarcity cycle. 119 00:17:58.670 --> 00:17:59.900 Abel.Immaraj: So 120 00:18:00.060 --> 00:18:07.329 Abel.Immaraj: sometime in the future I envisaged that there will be a lot more water harvesting even in urban areas, 121 00:18:08.010 --> 00:18:09.630 Abel.Immaraj: Because, Sam, 122 00:18:09.890 --> 00:18:22.450 Abel.Immaraj: I think we will also have things like, and this is not related. Water! What a security per se! But if you think of overland flow because of intense development of hard surfaces,

123 00:18:22.460 --> 00:18:27.309 Abel.Immaraj: we're losing that permeability in and around the growth centers. 124 00:18:27.320 --> 00:18:40.350 Abel.Immaraj: So rainwater tanks can provide a completely different benefit which is, it attenuates those of land flows and avoids things like sewers being flooded, or stormwater overflowers, and things like that. 125 00:18:40.370 --> 00:18:41.860 Abel.Immaraj: So, um! 126 00:18:41.870 --> 00:18:53.349 Abel.Immaraj: There are some additional benefits, and that's where good design really comes in. I mean, we call that, you know, water-sensitive urban design. We're trying to achieve multiple benefits of that investment that we're making one hundred and fifty 127 00:18:53.940 --> 00:19:02.020 Anne Bardsley: right. So you're not suggesting that people that we should just recommend rain text. Everybody should be 128 00:19:03.280 --> 00:19:06.390 Anne Bardsley: to to put everything in where possible. 129 00:19:06.400 --> 00:19:26.290 Anne Bardsley: It's more. Ah, because they because they're there with some questions around the cost of that and subsidies, et cetera, without the understanding that actually the taxpayers are going to pay for that, and that some in some cases the the general um population might be subsidizing a a private benefits. 130 00:19:26.300 --> 00:19:27.770 Abel.Immaraj: Um! I agree with this 131 00:19:27.780 --> 00:19:44.509 Abel.Immaraj: of these more public benefit tanks, and the design of the urban design thing with the added benefit of reducing stormwater runoffs. One good way of looking at this, and Maybe this will help. Maybe you don't. But when you think of water services 132 00:19:44.520 --> 00:20:01.240 Abel.Immaraj: um, the infrastructure consists of, you know, large headworks, facilities like dams and treatment plants, and so on. And then it contains long linear pipe networks transmitting that water from the

dams to the treatment plans, and then from the treatment plants to the residences and businesses. 133 00:20:01.280 --> 00:20:04.730 Abel.Immaraj: Guess what it's very similar to the energy infrastructure. Right? 134 00:20:04.740 --> 00:20:11.010 Abel.Immaraj: There is large power stations generating lots of energy, and then there's transmission and distribution networks to the home. 135 00:20:11.490 --> 00:20:19.420 Abel.Immaraj: Of course, water is a lot more complex, because, you know, the whole supply depends on rainfall, runoff weather. In climate. 136 00:20:20.810 --> 00:20:22.840 Abel.Immaraj: When you think of 137 00:20:22.920 --> 00:20:27.389 Abel.Immaraj: rainwater tanks also? Think of rooftop solar panels, 138 00:20:27.400 --> 00:20:37.029 Abel.Immaraj: You know people are putting solar panels in to generate power for their own homes, and by doing that they're able to take some pressure off the network, 139 00:20:37.040 --> 00:20:43.020 Abel.Immaraj: because their demands have come down because they're now able to generate their own power to some extent the 140 00:20:43.120 --> 00:20:48.780 Abel.Immaraj: though there is a private benefit primarily by installing a rainwater tank it. 141 00:20:48.950 --> 00:20:55.910 Abel.Immaraj: They're strategically located and incentivized the right way. They can take the pressure off the network, 142 00:20:56.100 --> 00:21:01.249 Abel.Immaraj: which means there is some public benefit as a result of people putting in some private investment 143 00:21:01.430 --> 00:21:09.539 Abel.Immaraj: right? So, again, intelligent subsidies and incentives Um would would have to work with the design

00:21:09.700 --> 00:21:20.800 Abel.Immaraj: right? So we know that we don't want everybody putting solar panels in, because it's actually not a very good capital investment, but we know that some locations would do very well, 145 00:21:20.810 --> 00:21:29.810 Abel.Immaraj: because you know they're not facing There's large roof areas. You can generate a lot of power, and there's also demand locally nearby. 146 00:21:30.410 --> 00:21:39.110 Abel.Immaraj: So certainly in the future we'll be looking at things like, you know. Where can we harvest the in the most amount of rainwater at the time we need it, 147 00:21:39.780 --> 00:21:44.830 Abel.Immaraj: and it can be supplied locally. So we don't need large transmission networks 148 00:21:44.840 --> 00:21:45.880 right 149 00:21:45.890 --> 00:21:49.889 Abel.Immaraj: right, and that will take the pressure off the network in terms of the mixed upgrade. 150 00:21:49.900 --> 00:21:51.190 So it is. It is a good 151 00:21:51.200 --> 00:22:09.939 Abel.Immaraj: a good thing to do, and again very closely related with understanding where the demand is, where the supplies so smart meters are part of that equation. You wouldn't do just rainwater tanks. You would have a way of managing that rainwater tank, collecting water and distributing it, which means you need smart meters, 152 00:22:10.200 --> 00:22:17.449 Abel.Immaraj: and you need to send the right signal. So not you know it's not just those who can afford to put a rainwater tank that will put it in, 153 00:22:17.580 --> 00:22:20.020 Abel.Immaraj: but it's really where they 154 00:22:20.060 --> 00:22:25.939 Abel.Immaraj: provide the best value to society as a whole. That's when you want to incentivize it.

155 00:22:26.280 --> 00:22:31.160 Anne Bardsley: Right? That's a really good point. So 156 00:22:31.710 --> 00:22:38.860 Anne Bardsley: that leads to that question of cost of water efficiency. 157 00:22:39.000 --> 00:22:51.280 Anne Bardsley: Clearly. That is something we want to do, and then assembly. It is recommended that we should be reducing our use of being efficient with water use, but costs will relate to, I guess, 158 00:22:51.300 --> 00:23:07.429 Anne Bardsley: using many tanks, if that's one of the options uh installing smart meters and other incentives. But, um! I I take from What you just said is that it is in a design, and we, and not just the general blanket um 159 00:23:08.920 --> 00:23:17.850 Anne Bardsley: on. On doing a certain thing that it will. It will depend on where these, where there's those 160 00:23:18.750 --> 00:23:21.290 Anne Bardsley: our best used. 161 00:23:21.300 --> 00:23:21.890 Abel.Immaraj: Yep, 162 00:23:21.900 --> 00:23:26.210 Abel.Immaraj: And I think another another way of putting this would be 163 00:23:26.920 --> 00:23:30.769 Abel.Immaraj: um. Supposing um you're thinking of um 164 00:23:30.820 --> 00:23:41.680 Abel.Immaraj: investing in property, because you know the market is looking good, and so on. And you want to, because it's going to increase in capital value, 165 00:23:41.770 --> 00:24:00.010 Abel.Immaraj: and you also wanted to produce some cash flow. So you're thinking, Oh, really, can I buy? And so on? So you do a lot of research as to where to buy and when to buy what to buy. But there's always this unknown risk. You need to have a good tenant, right? It's one thing to make the investment one,

00:24:00.020 --> 00:24:06.700 Abel.Immaraj: but you also want to have an assurance that that asset can be used so that it produces what you're looking for 167 00:24:06.710 --> 00:24:08.160 Abel.Immaraj: I'm. 168 00:24:08.360 --> 00:24:14.069 Abel.Immaraj: But imagine now, rather than leaving it as an unknown risk. You say you, 169 00:24:14.120 --> 00:24:16.810 Abel.Immaraj: if I can work with a tenant 170 00:24:17.130 --> 00:24:20.389 Abel.Immaraj: and understand what exactly they would like 171 00:24:20.490 --> 00:24:24.080 Abel.Immaraj: and decide together what would be mutually beneficial 172 00:24:24.090 --> 00:24:43.569 Abel.Immaraj: Then that reduces risk to both parties. Because then you have bought the place that you know you're going to get a good tenant in, and the tenant is wanting to stay there, and they're willing to pay, or they have the ability to pay. So that's a bit like watercare, deciding to make an investment and working with the community, 173 00:24:43.580 --> 00:24:50.020 Abel.Immaraj: deciding on what can work and what they're willing to pay for, and mutually arriving at a solution. The 174 00:24:50.030 --> 00:25:06.339 Abel.Immaraj: but that requires both parties to understand that risk and and put in place the sort of measures that manage that risk, you know things like drought. They are a mutual obligation on society to work together. Otherwise, 175 00:25:06.350 --> 00:25:17.670 Abel.Immaraj: if watercare said, our community wants to be completely drug-proved, and the only way to do that is to go and build this big desalination plant and no other way. 176 00:25:17.720 --> 00:25:22.859 Abel.Immaraj: Then we spend a lot of money and guess what that becomes a societal debt. 177 00:25:22.870 --> 00:25:38.379

Abel.Immaraj: So some of the examples in in in Australia is we built some big theseelination plants which Haven't been operating at even more than thirty percent capacity recycled water schemes which Haven't really operated at all, 178 00:25:39.200 --> 00:25:44.859 Abel.Immaraj: because we didn't really work with the community to say, What is that level of service that you're willing to accept. 179 00:25:44.910 --> 00:25:58.289 Abel.Immaraj: So it's really important when making these investment decisions that we think about what the community and what a service provider can work together on defining that level of service. 180 00:25:58.300 --> 00:26:04.200 Abel.Immaraj: That is a very important thing in that level of service is a thing called a drought standard, 181 00:26:04.420 --> 00:26:24.259 Abel.Immaraj: and that drought standard gives you, if you like, the lower bound of what people are willing to accept by way of restrictions. Ah, right restrictions are a part of life. You know we we face that in transport every day when we're traveling during peak hours, the the traffic lights work in such a way that 182 00:26:24.270 --> 00:26:37.929 Abel.Immaraj: some roads are restricted so that the others can flow right. So it's just part of how society works In the same way Restrictions are required at certain times at a certain frequency at a certain intensity. 183 00:26:43.000 --> 00:26:47.550 Abel.Immaraj: We don't want to just build for peak and peak and maximum all the time. 184 00:26:48.620 --> 00:27:16.490 Anne Bardsley: Right? Which says something about that idea. Let's Let's keep all of those options over. Um. We need to be smart about what the sequences and what is in what they communities will accept, which I think the Assembly is getting quite close to understanding and and recommending. So um! This has been really helpful. Uh, I don't know if you have any other further um comments on these costs options. But it sounds to me that 185 00:27:16.510 --> 00:27:18.169 Anne Bardsley: the idea of 186 00:27:18.410 --> 00:27:33.250

Anne Bardsley: starting with a a very well-designed indirect system um that will serve a community that's going to accept that option. But having those other options open to use later, is um 187 00:27:33.470 --> 00:27:36.789 Anne Bardsley: potentially quite a cost-effective measure. 232 00:33:05.120 --> 00:33:17.940 Anne Bardsley: I don't want to take up too much of your time. But one more question is there that there are costs to keeping all options on the table. 233 00:33:17.950 --> 00:33:36.800 Abel.Immaraj: Is there? Is there a benefit in identifying just one next source without in this scheme of how we've talked about it now? Yes, so this is actually quite an important thing that we do set the direction, and that direction starts with that first step. 234 00:33:36.850 --> 00:33:41.520 Abel.Immaraj: So um! There is a thing called adaptive approaches where 235 00:33:41.580 --> 00:33:47.290 Abel.Immaraj: we keep future options open by mapping the pathways we can take with these different options. 236 00:33:47.300 --> 00:33:56.279 Abel.Immaraj: So what happens after the first step is the next step. So when we design these pathways, we're looking at. How do we optimize that investment that we're making? 237 00:33:56.940 --> 00:34:13.949 Abel.Immaraj: So it is advantageous to identify. Okay, the first step we want to do is indirect, portable reuse. For these reasons that you know we need to get community on board with this, and when we do the design, we'll discover that producing one hundred and fifty megalitres of 238 00:34:13.960 --> 00:34:17.820 Abel.Immaraj: indirect portable reuse can be readily put to good use 239 00:34:17.830 --> 00:34:19.129 Abel.Immaraj: all right, 240 00:34:19.150 --> 00:34:31.250 Abel.Immaraj: whereas, if you start off with the presumption we can produce one hundred and fifty megalitres of water for direct, portable reuse. We need to be sure that the community is ready to take it.

00:34:31.260 --> 00:34:32.310 Anne Bardsley: It's 242 00:34:32.380 --> 00:34:33.429 Abel.Immaraj: right. Yeah. 243 00:34:33.440 --> 00:34:46.569 Abel.Immaraj: So this is how you sequence it. But you might start with the indirect portable, and then say that in a few years time. We would like to then, based on the population, growth and demand growth. We're going to use that for direct portable. 244 00:34:46.810 --> 00:34:51.890 Anne Bardsley: There would be ways to do that quiet cost effectively, if in that order 245 00:34:51.900 --> 00:35:01.620 Abel.Immaraj: Yes, it, it starts with good design. So we need to make these design parameters and specifications that design the system, too, and how it'll operate, 246 00:35:01.660 --> 00:35:11.790 Abel.Immaraj: and how we might mitigate some of the risks, that if you actually think about it, some of these future scenarios might not play out as we think they might. 247 00:35:11.800 --> 00:35:16.790 Abel.Immaraj: So uh, if if food security becomes an issue, 248 00:35:24.100 --> 00:35:27.909 Abel.Immaraj: so these are all things that we would map out in these pathways. 249 00:35:28.210 --> 00:35:33.579 Abel.Immaraj: But we do start with this first step. Okay, what does that first step look like for this design? 250 00:35:33.620 --> 00:35:47.599 Abel.Immaraj: And then what are the things that are not regret investments that you can make in parallel, and I think the community has identified education, and I reckon water literacy is more important than financial literacy. 251 00:35:48.730 --> 00:35:57.070 Abel.Immaraj: Help literacy. We've got all these things in. So we need to start thinking about. How do we raise people's awareness? How do we get this into it

252 00:35:57.180 --> 00:36:11.229 Abel.Immaraj: into people's minds that you know, maintaining what integrity, even in the home, is important. We can't just assume out of sight out of mind. So these adaptive pathways will have certain 253 00:36:11.240 --> 00:36:19.019 Abel.Immaraj: parallel investments made into things like, you know, raising awareness of protecting our so attachments. 254 00:36:19.030 --> 00:36:33.010 Abel.Immaraj: Um recycle water advanced recycle water treatment plants. We might even look at things like. How do we incentivize, You know, localized treatment in an industrial precinct? 255 00:36:33.070 --> 00:36:40.879 Abel.Immaraj: So contain it when it is a small quantity of contamination rather than putting that contaminated affluent into the big sewer, 256 00:36:41.210 --> 00:36:48.120 Abel.Immaraj: and then it's so dial you by the time it gets to the sewage street, and it it's very expensive to to treat it. 257 00:36:48.320 --> 00:36:49.450 Anne Bardsley: It's 258 00:36:50.110 --> 00:36:59.320 Anne Bardsley: that's That's an interesting point. That I don't think it's been picked up, but something to consider as well that there are options around 259 00:36:59.390 --> 00:37:05.929 Anne Bardsley: those smaller treatments facilities. 260 00:37:06.050 --> 00:37:22.460 Abel.Immaraj: So that's great. I think this has been really helpful, and I think it will help the decision making on our last day. I'm. Looking forward to, I think hopefully, seeing you there. So thank you very much.