## Water resources as a common good in Brazil: Legal reform between theory and practice

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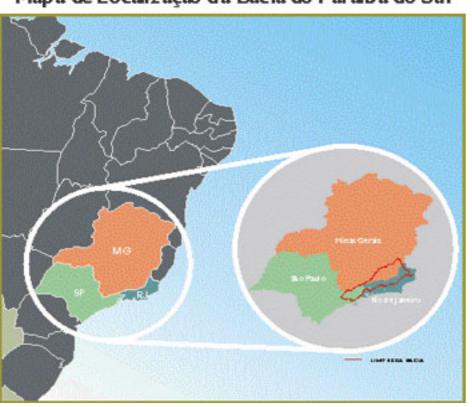
Daniela Diz PUC-RJ, Brazil

Email: <a href="mailto:ddiz@supras.biz">ddiz@supras.biz</a>

Lars T. Soeftestad Supras Consult, Norway

# Paraíba do Sul River Basin – A Case Study

#### Mapa de Localização da Bacia do Paraíba do Sul



 Location: Southeast in Brazil, comprising the States of São Paulo, Rio de Janeiro and Minas Gerais

Map source: http://www.ana.gov.br

### **Water Resources Uses**

Agriculture



**Fisheries** 



**Industries** 



**Power Generation** 



### **Some Problems**

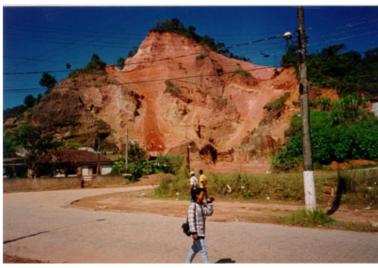
#### **Pollution**





#### **Erosion**







### The Legal Reform

- Federal Constitution from 1988

  Water as a common use good
- National Water Resources Act (1997)
  - \* Water is a finite resource that has economic value
  - \* The river basin is the appropriate unit for water management
  - \* Water management shall be decentralized, with the participation of all stakeholders



# River Paraiba do Sul River Basin Committee - CEIVAP

• Composed of: (1) water users, (water supply and sanitation companies, the industrial sector, hydroelectric plants, and parts of the sectors of agriculture, fisheries and tourism), (2) Government, and (3) civil society



 Responsible for establishing mechanisms for the receipt of fees for the use of water resources and suggest the fees to be charged

# Charges for water use, considering water as an economic good, take into account:

- In diversions, catchments, and extractions of water, the volume removed and the variation in its flow
- In the discharge of effluents and other liquid or gaseous waste, the volume discharged, the variation in its flow, and the physical-chemical and biological characteristics and toxicity of the effluent

### The Water Charge

$$C = Q_{cap} \times K_0 \times PPU + Q_{cap} \times K_1 \times PPU + Q_{cap} \times (1 - K_1) \times (1 - K_2 K_3) \times PPU$$

 $Q_{ca}$  = volume of water's impoundment (m<sup>3</sup>/s)

 $K_0 = 0.4$ 

 $K_1$  = consumption coefficient. It is the relation between the volume consumed and the volume impounded

K<sub>2</sub> = percentage of the volume of treated effluents among the volume of total effluents discharged

K<sub>3</sub> = efficiency level of Biological Oxygen Demand (BOD) reduction at the treatment plant

PPU = public price used for the impoundment, consumption and BOD discharge

### **Some Management Problems**

• Legal conflicts

The National Water Resources Policy Act gap

• Lack of other pollutants parameters besides BOD

• Lack of watershed and coastal management integration

### **Concluding Remarks**

- The Brazilian legislation has strengthened the idea that a healthy environment is a right that belongs to all
- Water is considered a common use good in the Federal Constitution
- The Brazilian model for water resources management from 1997 attributed economic value to water and had its basis in the user / polluter pays principles, putting together economical and legal instruments, which proved to be an effective way of reaching the sustainable use of natural resources

### **Concluding Remarks (cont.)**

• CEIVAP has been proven to be a good example of a decentralized governance, enabling the stakeholders in co-managing Paraíba do Sul River Basin.

• Water resources management in Brazil is very recent. Notwithstanding the achieviment of some good results, it still has a long way forward in order to be accomplished.

### Thank you