

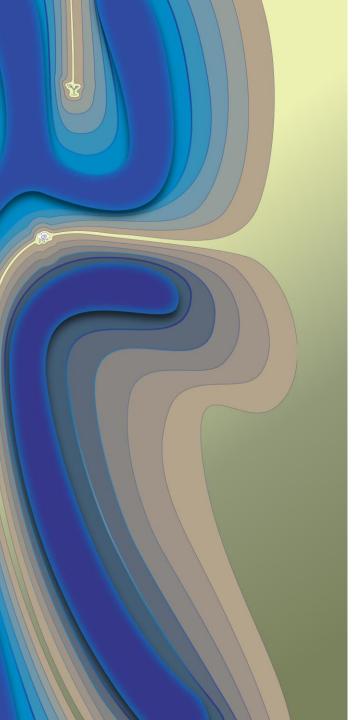


Promote the transformation of water governance mode by promoting the realization of the value of water ecological products

WU Nongdi DRC-MWR, PRC September, 2023









# contents

- ➤ Why WEP?
- ➤ What are the key issues?
- **→** How to promote?
- **➤ What to expect?**



old problem water related disaster

water shortage

new problems water ecological damage

water environment pollution









adjustinghumanbehavior

correctinghumanwrongdoing





# • Why WEP?







- ➤ Alleviate the contradiction between economic growth and water shortage to promote green and sustainable development;
- ➤ Meet the government's policy requirements on establishing and accelerating the valuation mechanism of ecological products;
- Explore the accounting methods, analyze and refine the path of WEP valuation, and provide support for policy innovation and system innovation for relevant authorities;
- Promote the reform of water governance sysytem.



#### **WEP VS WES**

- To meet with Chinese condition
- More intuitively understand the services and functional values obtained from ecosystem
- More conducive to implementation in specific items

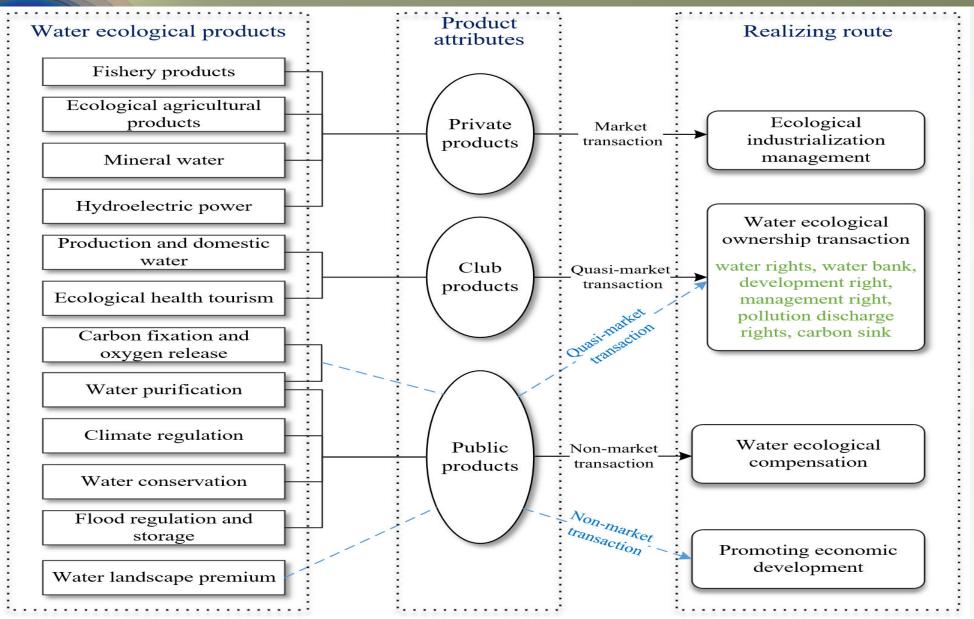


#### What are the key issues?



- What conditions should water ecological products meet?
- How to classify water ecological products?
- > What are the accounting methods for different categories of water ecological products?
- > What are the constraints on the valuation of water ecological products and what are the countermeasures?







$$VE_{ct} = \alpha_1 + \beta_1 WSGZ_{ct} + \delta_c + \lambda_t + \gamma_1 X_{ct} + \varepsilon_{1,ct}$$

VE-value of WEP

WSGZ- five waters' governance policy

 $\delta_c$ -cunty

 $\lambda_t$ -Annual fixed benefits

ε-Random Error term

X-control variable which can affect the effect of WSGZ on VE vary over county and time, including water resource endowment and county level economic development level

Ct-the t-th year of County c (c=1,...,90; t=2010,...,2020)

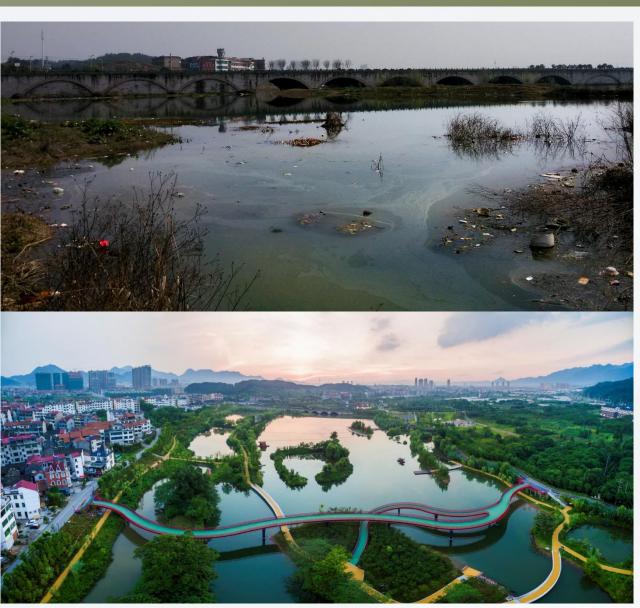


#### Derived value of water

Show the public how the improvement of water ecological environment can bring benefits to them

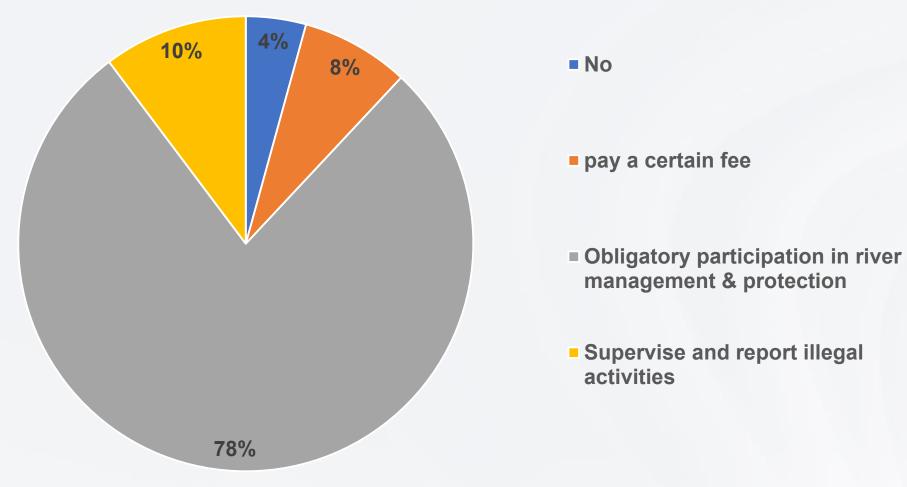
recognize the value of WEP

Participate in supervision and management





# public's willingness to pay for river management & protection (sample survey in Pujiang)



#### What to expect?







Transformation of governance models



Water is almost everything, everthing is nothing without water.

Water governance requires a balancing between many different interests.

Sustainable water use asks for interdisciplinary approach, and trans-sectoral collaboration.

