











## Canadian Municipal Water Consortium

# Virtual CLG Meeting – Day 2 Tuesday, October 27, 2020











# **Virtual Trilogy**

### **Session 1**

Regroup

Key trends

Key themes

Launch

## **Session 2**

Resiliency

Total utility management

Looking ahead

## **Session 3**

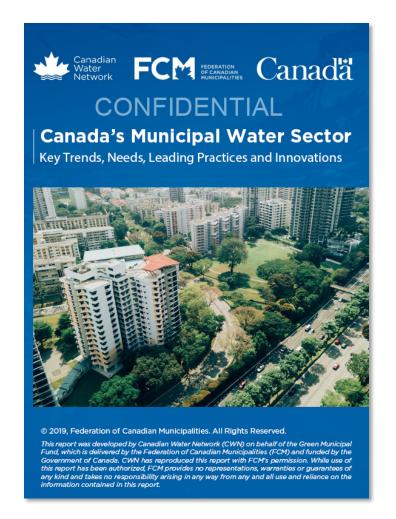
Organizational resilience

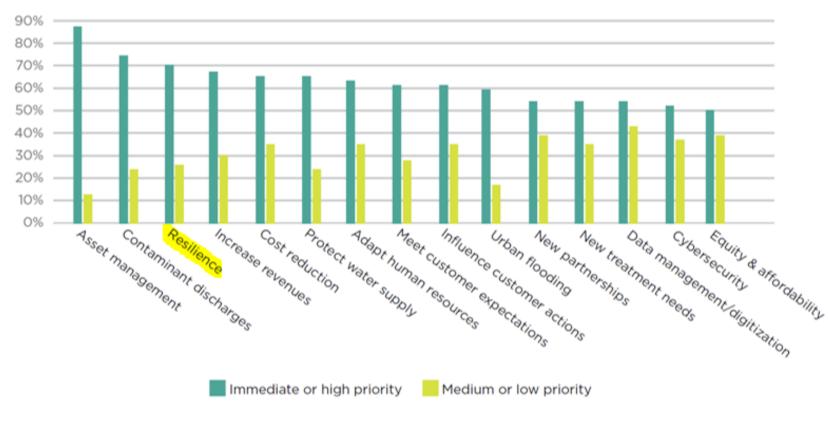
Open discussion

Wrap up



## Resilience







# **Utility Resilience**

- Key components of resilience
  - Uncertainty and risk management
  - Vulnerability assessments
  - Cross-sector and government coordination





## Resilience

### **Traditional definition**

 The ability of a system to absorb, adapt to and rapidly recover from a disruptive event

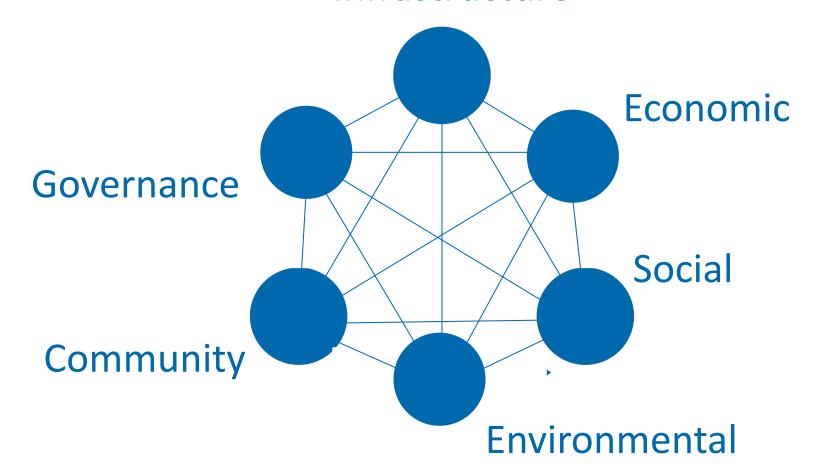
### **Stockholm Resilience Centre**

 Resilience is the capacity of a system to deal with change and continue to develop. It is about how humans and nature can use shocks and disturbances, like a financial crisis or climate change, to spur renewal and innovative thinking.



## Resilience

Infrastructure

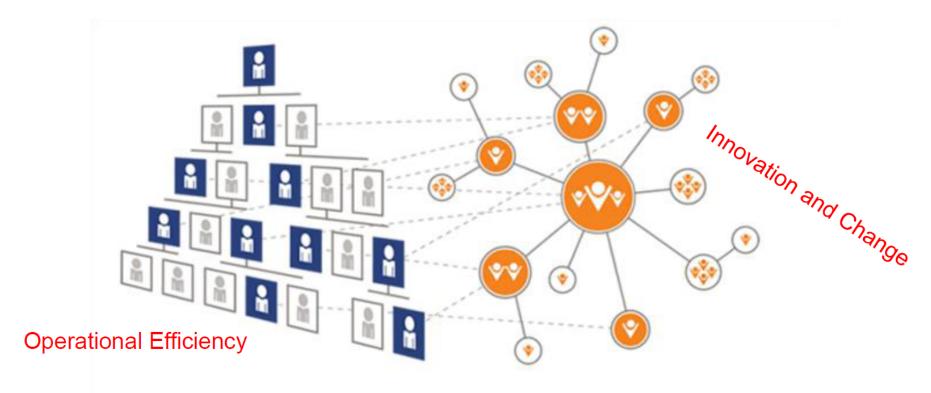




# Resilience and total utility management



**John Kotter's Dual Operating model** 



# **Utility profile – Yorkshire Water, UK**



### FINANCIAL CAPITAL

Our financial health and efficiency.



### **HUMAN CAPITAL**

Our workforce's capabilities and wellbeing.



MANUFACTURED CAPITAL

Our pipes, treatment works, offices and IT.



Our knowledge and processes.



### NATURAL CAPITAL

The materials and services we rely on from the environment, especially water.



### SOCIAL CAPITAL

Our relationships and customers' trust in us.

## "Sustainability Accounting"

Source: https://www.yorkshirewater.com/media/1766/yorkshire water dmf website case study.pdf



# People – human capital

- People, knowledge, skills, wellbeing, health, intellect, collaboration, trust
- Intangible asset
- Retirements and aging workforce
- New competencies required



# Financial capital

- Asset management
- Reduce operating costs
- Improve revenue generation
- Account for broader costs –
  natural capital, resiliency to
  climate change, affordability
  and equity





# Affordability and equity – social capital

- Increase knowledge of the customer
- Rate structures that best support and transfer costs proportionately across incomes and customer categories
- Community connections / partners (e.g. United Way's Utility assistance program)



# Summary

## Resilience

- Infrastructure
- Economy
- Social
- Environmental
- Community
- Governance

## Yorkshire Water's Six Capitals

- Financial capital
- Manufactured capital
- Natural capital
- Human capital
- Intellectual capital
- Social capital



## **Breakouts**

Building resilience in an organization requires connecting the dots.

Drawing on your experience or examples from elsewhere, what are some examples that enabled connections among the 'capitals' that helped to build resilience in your organization?



# **Breakouts**





# Wrap up & Networking



# Looking ahead to tomorrow

Dr. Andrea Bonime-Blanc

"Gloom to Boom: How Leaders
Transform Risk into Resilience and
Value"

 Eight elements of Organizational Resilience



