

Payment by results: surface water flooding and green finance.

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# Flooding in the Wyre Catchment

- Like most quick response catchments, the Wyre has been regular flooding events (1927, 1980, 2015, 2016)
- Flooding in 1927 and 1980 resulted in a typical response which included;
- Maintenance
- Drainage
- Hard flood defence structures
- And an indifference to the river, its ecology and natural processes



## The spiral of inundation

- Traditional flood risk management interventions start with good intentions
- BUT
- When they are rolled out across entire catchments the spiral of inundation begins;



# A change in approach

- Flooding in 2013, 2015 and beyond has facilitated conversations about natural solutions.
- Conservation eNGO's are now at the forefront of natural flood management delivery, providing low cost solutions.
- And now -
- Payment by results
  - Landowners/Farmers/Land managers
  - Rivers Trusts/other delivery organisations



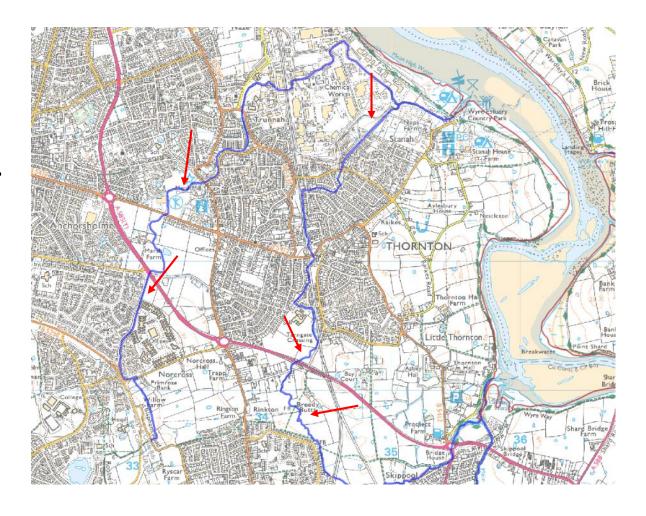


### Payment by results – Wyre

- In Spring 2019 we were invited to attend a local RMA meeting to identify interventions.
- Using our catchment plan we pointed out a handful of urban NFM projects.
- Following this we (Wyre RT & Wyre Council) were approached by United Utilities who were keen for quick wins.
- Funding was offered to complete a 3 major projects and scoping for two further projects.

#### Thornton Flood Risk Resilience

- Collaborative approach between; Wyre RT, United Utilities, Lancashire County Council, Wyre Borough Council and the Environment Agency.
- Wetland Creation, River Restoration, Recreation, Engagement and Education.
- Builds upon existing Natural Course project and application to Greggs CURRF (Oct 19).
- Initial meeting May 2019, funding obtained August 2019 – delivery by March 2020.



#### Natural solutions in an urban area

- Thornton sits between Blackpool and Fleetwood, over 3000 houses at risk from fluvial and surface water flooding.
- Small, quick response catchment, existing drainage network already at capacity, limited space
  - Hillylaid Wetland Creation of >5,000m3 storage area with additional benefits for water quality, habitat and carbon.
  - White Carr Lane River Restoration re-meandering of existing watercourse to create lowland, anastomosed river and wetland network to create capacity within watercourse downstream.
  - King Georges Playing Fields river restoration and wetland creation to reduce pressure on local pumped system and to build upon existing changes to increase recreational benefit of site. Local GP practice on site – incorporation of social prescribing, health walks and volunteering opportunities.
  - Jubilee Gardens Wetland and schools engagement Creation of small wetland/wet grassland area in existing low point to reduce pressure on small pumped system. Engagement with local school to create rain garden within school.



#### Beneficiaries

- How does this benefit the Water Company?
  - By allowing more surface water to enter watercourses we increase the capacity of combined sewers in areas upstream of interventions.
  - The storage of water by an intervention also allows downstream systems to accept more surface water during the peak flow period, reducing the risk of surface water flooding
  - This equals a reduced pressure on their combined sewers reducing the number of times a CSO might discharge.
  - Where watercourses spill or flow into combined sewers, storage of peak flows creates balance and allows the system to respond.

#### Other Beneficiaries

- The delivery of these interventions also benefits other RMA's.
  - Wyre Council Reduced pressure on pumped systems reduces maintenance costs of pumps and carbon cost.
  - Lancashire County Council Reduced highway flooding and a reduction of silt making its way into watercourses and drains
  - Environment Agency Reduced pressure on local flood defence assets & silt reduction within catchment. Increased engagement of local flood action groups.
  - And not forgetting the public and the environment!

# Who pays and When?

- Payment from the water company, upon successful completion and benefits assessment of the projects.
- In this instance the "result" is the implementation of the intervention (wetland, new channel etc).
- This reduces the need to setup detailed agreements which focus on outputs and metrics that are out of our control.
- Reduced risk for both parties.

# Green Finance Initiatives

- Wyre RT are currently involved in a national pilot which aims to tap in to vast green finance reserves in order to fund NFM interventions at a catchment scale.
- Traditionally green finance investments are repaid over a number of years using income derived from the project (i.e hydro power)
- A novel approach is being used to access investment, which can be distributed to the catchment partnership in order to deliver NFM interventions.
- The beneficiaries of the improved resilience of the catchment to flood events then repay the investor/s according to the performance of the NFM interventions.



## Managing Expectations

- Development of payment by results principles will take time and may not always fit with delivery outside of traditional NFM scope.
- Particularly relevant for urban areas pumps, storage basins and existing defences can be augmented with natural solutions to reduce pressure and increase the life span of traditional solutions – this results in costs saved and (hopefully) funding for NFM style projects.
- Where we remember the "N" in NFM we can also improve water quality, habitat quality and water quantity within watercourses with benefits for fish, invertebrates etc
- The use of wetlands, ponds and backwaters also allows us to restore and create habitats that are otherwise being lost at an alarming rate.