ABOUT REGULATED WATER COMPANIES

For regulated water companies, the top priority is reliably delivering safe, high-quality water. The stewardship of a community’s water service is a public trust, which these companies diligently protect.

STRATEGIC INVESTMENT IN WATER SYSTEMS.
Water companies provide crucial capital for water infrastructure improvements. NAWC’s ten largest members alone collectively invest nearly $3 billion each year in their water systems. This amounts to more than the combined appropriation in 2018 for the Clean Water State Revolving Fund and the Drinking Water State Revolving Fund.

SAFE AND RELIABLE WATER.
Research, including a 2018 study in the Proceedings of the National Academy of Sciences (PNAS), shows that regulated water companies are far less likely to have health-based drinking water quality violations than their government-owned counterparts. A further analysis of the PNAS dataset on the state level confirmed that water companies have higher rates of SDWA compliance in each of the four states analyzed (CA, TX, PA, NJ).

IMPROVING LOCAL ECONOMIES.
Regulated water companies contribute to local economies by paying federal and state income taxes, local property taxes, and permit fees for projects, providing valuable government revenue. These companies also provide good-paying jobs, competitive benefits and training to local residents. When a community is served by a water company, it frees up municipalities to invest capital and resources in other priority projects.

UNPARALLELED EXPERTISE.
Extensive environmental regulations and the complexities of water treatment and delivery are increasingly burdensome for municipalities. The lessons from Flint, Michigan serve as a stark reminder that having enhanced technical and operating expertise matters. Water companies offer a vast network of experienced water utility management professionals with a singular focus on ensuring safe and reliable water service to the communities they serve.

ENVIRONMENTAL STEWARDSHIP.
Active, responsible environmental leadership is paramount to providing water for the public health and safety of communities. Water companies continue to be at the forefront of a more holistic approach to resource management that embraces watershed planning and greener cities and fosters environmental and economic vitality.

A study of Environmental Protection Agency (EPA) data from 1982 to 2015 found that private ownership of a water system was “significantly associated with higher compliance.” (Feb. 2018)
COMMITTED TO SAFETY AND SECURITY.
NAWC members have been at the forefront of water safety and security for years, even before the federal government or Congress mandated stringent measures. Water companies lead with successful, innovative and cutting-edge approaches to protect the communities they serve. Employee safety is also a top priority and data shows that private utilities have a stronger record than government-run utilities. A Governing Magazine analysis found that private utility employees have a nearly 52-percent lower work-related illness and injury rate than public utility employees.

ADDITIONAL REGULATORY OVERSIGHT.
Regulated water companies are regulated at the federal level by the U.S. Environmental Protection Agency (EPA) and at the state level by various state health and environmental agencies for compliance with the Clean Water Act and Safe Drinking Water Act. They are also highly regulated by state public utility commissions, which set the rates regulated utilities can charge customers for water and wastewater service.

As communities across the country grapple with the complexities of providing water service, they are increasingly turning to regulated water companies as a trusted partner to build, maintain and operate these critical services. According to Bluefield Research data, water companies acquired 238 systems over a three-year period from August 2014 to August 2017. In that same period, only 42 systems reverted from private to municipal ownership.