#### Financial Facts About Public Water Systems

In the United States in 2016, there were

147,413

"public" drinking water systems

#### **Confusing Terminology**

 "Public" water systems are publically regulated regardless of whether they are owned by a public or private entity



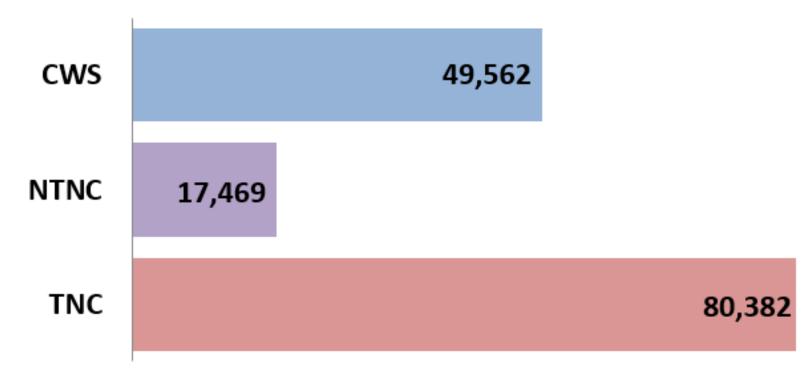
### EPA Divides Public Water Systems Into Three Types

- Community Water Systems (CWS)
- Non-Transient, Non-Community Water Systems (NTNC)
- Transient, Non-Community Water Systems (TNC)

### Which Type They Are Depends on Who They Serve

- CWS serve the same 25+ people/15+ connections regularly where they live
- NTNC serve the same 25+ people regularly outside of the home
- TNC serve 25+ people regularly but not the same people

#### Most Water Systems are Transient Non-Community Systems



Source: EPA SDWIS Database as of July 1, 2016

## EPA Also Divides Systems into Five Categories Based on Number People Served

Small ,

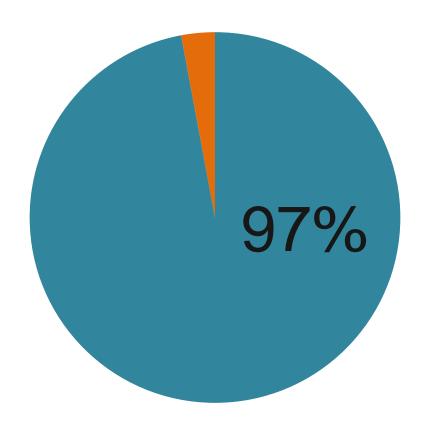
- Very Small: Up to 500
- Small: 501 to 3,300
  - Medium: 3,300 to 10,000

Large Systems <sup>1</sup>

- Large: 10,001 to 100,000
- Very Large: More than 100,000

### Most Water Systems are Small

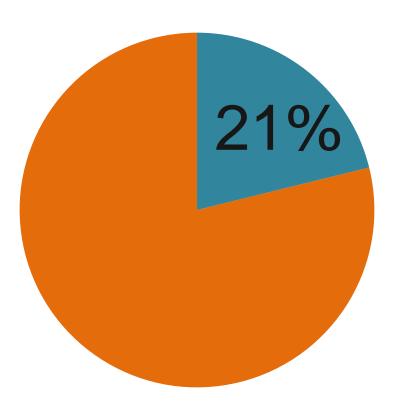
They serve 10,000 or fewer customers



Source: EPA SDWIS Database as of July 1, 2016

Collectively, Though, Large Systems Serve Far More Total

People



### Almost all Non-Community Systems are Small

 More than 99% of NTNC and TNC serve 10,000 or fewer people

At least 85% serve 500 or fewer people

# Community Water Systems have the most Large and Very Large Systems

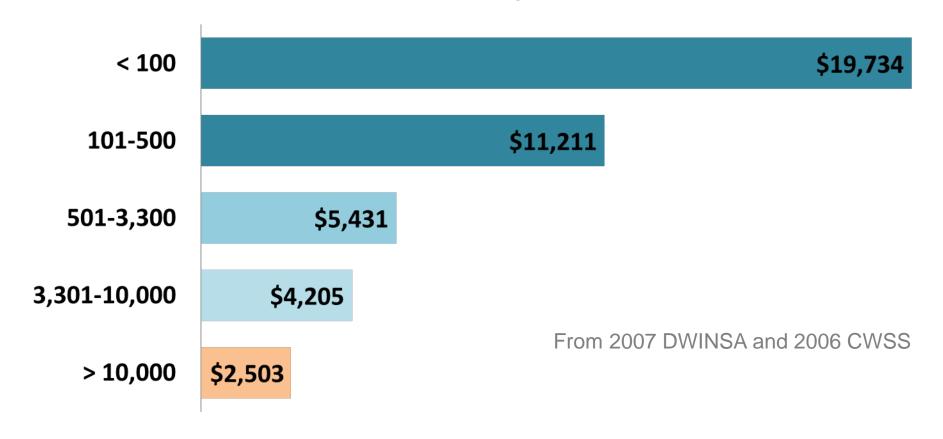


Source: EPA SDWIS Database as of July 1, 2016

Why does system size matter?

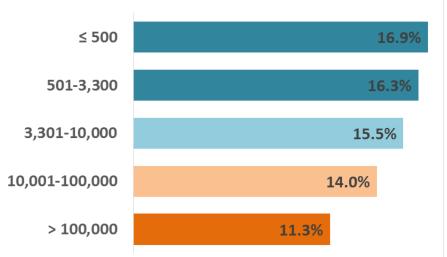
What's the issue with small systems?

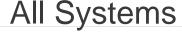
## The Infrastructure Needs Per Residential Connection are Much Greater for Small Systems

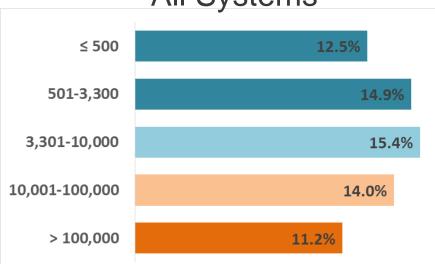


## And Small Systems have higher numbers of annual health violations









#### In Other Words...

- Water systems require a large amount of very expensive infrastructure and skilled staff
- And that infrastructure, skilled staff, and other fixed costs don't go away when customers use less water individually or collectively