

# The Evolution of Collaboration Networks in High Risk Social-Ecological Systems.

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## Abstract

Recently published research show that members of regional communication networks form links based on how risky their exchanges with others may be: low-risk situations favor the creation of bridging structures that solve coordination problems, whereas high-risk situations lead to the establishment of bonding structures that make detection and punishment of defection more likely. This basic expectation has been tested in low-risk regional arenas, where indeed more bridging structures formed in time (Berardo and Scholz 2010). However, no empirical evidence on the formation of networks has been produced yet in high-risk social-ecological systems (HRSES). In this article, I study the network of communication among stakeholders in a small river basin in Argentina that has been subject to high levels of environmental stress over the last decades and empirically test whether more bonding structures tend to form in this high-risk SE system. Findings show that actors in the network have a tendency to create more triadic bonding structures, as expected. However, complementary results offer a more nuanced picture of how networks look like in highly-risky regional settings and caution against an overly optimistic view linking bonding in networks to the solution of collective action problems of a regional scale.

**Keywords:** risk, cooperation, coordination, bonding, bridging, networks.

## INTRODUCTION

The issue of how to protect common-pool resources from overuse has occupied the minds of social scientists for many years. The path-breaking work of Ostrom and colleagues has improved our understanding of how the management of a wide range of natural resources can be optimized in complex social-ecological systems where multiple users interact with each other. Among the components of social-ecological systems that can help solve problems of overuse are the networks that form when social and political actors communicate with each other (Ostrom 2005, 2009). Communication networks contribute to the formation of social capital, which in turn lubricates social and political relations by increasing trust and trustworthiness (Sabatier et al. 2005, Bromiley and Cummings 1995), favoring the transmission of scarce resources among the components of a group (Agranoff and McGuire 2003), and in general producing the conditions that facilitate sustained cooperation among the members of a group (Scholz et al. 2008).

In a recent contribution to the study of this topic, Berardo and Scholz (2010) examined the formation and evolution of networks in ten U.S. estuaries, linking the formation of specific structures in the networks to the types of problems the actors faced and the risk associated with them. According to their “risk hypothesis”, actors may be embedded in high-risk or low-risk social-political environments, which in turn affects their network behavior (the types of social connections they make in their networks of communication). High-risk arenas, the argument goes, are characterized by *cooperation* problems among stakeholders that negatively affect the sustainability of resources. The overuse of common-pool resources (CPRs) in Social-Ecological Systems (SES) is, of course, a classic example of such cooperation problems. The “risk hypothesis” anchors itself in the social capital literature, and predicts that in the presence of uncooperative behavior, actors are likely to create close knit, *bonding* communication structures because these structures facilitate the flow of redundant information that is more useful for detecting and punishing defection (Coleman 1988).

But low-risk can be prevalent as well in SES, since it is not always the case that actors face cooperation problems. Instead, in some instances actors predominantly face *coordination* problems, which take place when actors have roughly the same goals, but cannot quickly converge in a desired course of action to attain such goals. Different towns sharing a river, for instance, may independently arrive at the conclusion that they need to treat their wastewater to a high standard to prevent pollution of the waterway, but may also not be fully aware of each other’s strategies to achieve this goal. In situations of low-risk such as this, where stakeholders are “on the same page”, the “risk hypothesis” predicts that actors will create links that facilitate the emergence of *bridging* structures, which are more conducive to the flow of novel, non-overlapping information that leads to finding innovative solutions to shared problems.

Berardo and Scholz showed that in the estuaries they analyzed actors had a tendency to form star-like, *bridging* structures where a central node had the potential to spread innovative information around the network, thereby solving underlying coordination problems. The authors claimed that this tendency was explained at least in part by the fact

that the regional governance systems in the estuaries were slowly developing in the absence of acute environmental problems, which indicated that the risk of widespread defection was low. Their research design thus confirmed that low-risk situations are associated with the emergence of bridging structures in communication networks, but could not properly test whether high-risk situations are in fact associated with the creation of more bonding structures.

In this article, I address this issue by examining the network of communication among environmental stakeholders in the San Antonio river basin, located in central Argentina. This area is a High-Risk Social-Ecological System (from now on, HRSES) because it faces severe environmental problems that are the result of uncooperative (defective) behavior in the management of common pool resources in the area (as it will be described in detail in a later section).

Results will show that in this HRSES there is a tendency to the formation of bonding structures in the network, as expected by Berardo and Scholz's "risk hypothesis", but also that activity in the network is concentrated around highly central actors that can also fulfill a coordinating role. This last finding runs contrary to expectations because structures that indicate the presence of coordinators should be prevalent only in low-risk arenas. The combination of bonding and bridging structures that emerge in parallel is important because it suggests that self-organized communication networks might evolve in ways that facilitate the simultaneous solution of different types of problems. In this regard, the results provide further empirical support to the long-standing idea that governance subsystems in SES are inherently complex (Ostrom 2009), and that they can adapt to face challenges that unfold at an aggregate level beyond the control of individual actors (Lubell 2013).

## **RISK IN SOCIAL-ECOLOGICAL SYSTEMS AND THE STRUCTURE OF COMMUNICATION NETWORKS**

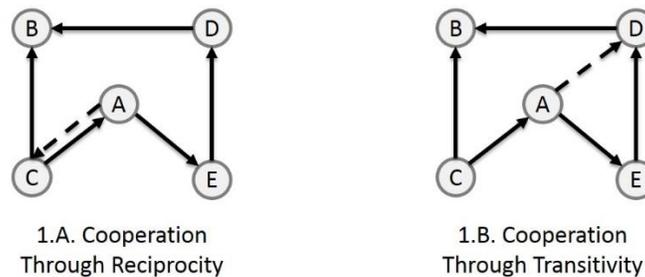
Anderies, Janssen, and Ostrom (2004) define a SES simply as the coupling of an ecological system and a social system, with the former containing biological or resource units and the latter being composed of social units. Extensive research in economics and political science in the last decades has shown that the collective action problems that occur in SES when myriad actors use resources are intensified when the systems are not contained in single, neatly defined political jurisdictions. Particularly in federal systems, the political fragmentation that characterizes many an SES is usually fertile ground for the emergence of institutional collective action (ICA) dilemmas that intensify environmental problems and imperil the chances of sustained collaboration among stakeholders (Feiock 2009; Feiock and Scholz 2010).

ICA dilemmas usually appear in fragmented systems when stakeholders free-ride on each other's efforts to protect a resource or provide a certain service, which is likely to trigger non-cooperative strategies as actors try to avoid the "sucker" label that comes from cooperating in the face of defection (Feiock 2013). Fragmentation in an SES is thus risky

because defective behavior can quickly spread, negatively affecting the ecological balance of the system.

Fortunately, a long tradition of research has shown that defective behavior in the use of resources can be prevented. One of the key variables to understand how the governance subsystem of a SES may contribute to reducing the risk of defection is the exchange of information that takes place in communication networks of stakeholders (Ostrom 2009). Recently published research has made an initial attempt at explaining how these communication networks may be shaped by the risky environments in which actors participate. Berardo and Scholz (2010) described the evolution of communication networks between policy actors in 10 U.S. estuaries and argued that networks adopted particular shapes based on the risks their members faced. Their “risk hypothesis” states that actors facing risky situations where defection is likely should build bonding relationships that facilitate the flow of redundant, overlapping information among their group of contacts. This type of information can be useful for detecting and punishing defective behavior. Thus, the emergence of this type of bonding capital strengthens the likelihood of observing cooperative behavior, particularly if it can be sustained in time (Coleman 1988; Putnam 1993; Burt 2005).

There are two different types of structures in a network of communication that indicate bonding according to Berardo and Scholz’s work, as shown in figure 1.



**Figure 1. Bonding Capital**  
(Adapted from Berardo and Scholz 2010)

In Figure 1, a solid arrow pointing from an actor (ego) to another one (alter) means that the ego requests information from the alter, whereas a dotted arrow represents a choice of ego to build a tie based on the existing ties (the solid arrows). Panel 1.A represents the choice of ego A to build a tie to C that reciprocates an already existing tie that goes from C to A. A reciprocated link signals that both actors in the dyad have decided to engage in a stronger relationship with each other, which lowers the risk of mutual defection and enhances the likelihood of sustaining cooperation in time (Axelrod 1984). If it is true that the creation of bonding relationships is a response to the vulnerability that actors face in HRSES, then more reciprocal links should be created in these systems as time passes (i.e. as the network evolves).

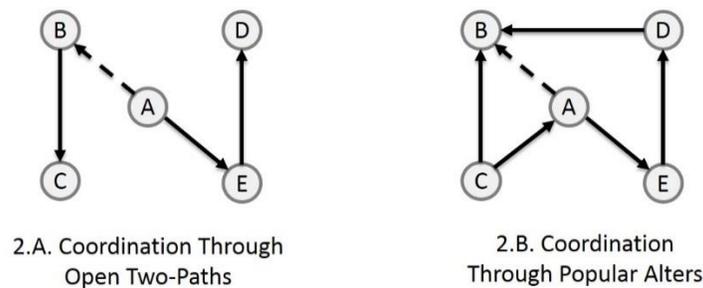
*H1. In a HRSES, actors will show a propensity to create reciprocal ties.*

The second type of structure shown in Figure 1.B that would be formed by a choice represented by the dotted arrow is the transitive triad, which indicates bonding beyond the simpler case of the reciprocal dyad. In a triad composed by actors A, E, and D, A can decide to create a link to D based on both its existing relationship with E, *and* the existing relationship between E and D. Building a tie to “a friend of a friend” provides the redundant information that is the staple of bonding capital, and discourages defective behavior since the reputational costs of such defection grow as information is more readily available to members of the group (Putnam 1993; Burt 2005).

Because in a transitive triad information may flow both directly and indirectly to a node that builds it, this particular structural configuration reinforces its monitoring capabilities (I use the term “configuration” throughout this article to indicate structures formed by links that connect nodes in the network). In this narrow sense, a transitive triad is a stronger form of bonding when compared to a simpler reciprocal dyad, where information flows only between two nodes.

*H2. In a HRSES, actors will show a propensity to create transitive triads.*

The previous two hypotheses contain the expectations of observing more bonding capital configurations emerging when there are high levels of risk in social ecological systems. When levels of risk are low, however, the “risk hypothesis” predicts that actors will form different, more open types of network structures. When actors face lower risks, the type of network structures they form should be different because defection is unlikely and actors may have a greater interest in working together to regulate the use of common-pool resources. In these cases, the reasoning goes, actors are less likely to form bonding configurations that are better to detect and punish defective behavior, and instead they should build configurations that are more conducive to the transmission of new, non-overlapping information (Granovetter 1985, Burt 2005) required to solve the problem of coordinating the behavior of multiple stakeholders.



**Figure 2. Bridging Capital  
(Adapted from Berardo and Scholz 2010)**

Figure 2 shows the two types of bridging capital structures identified by Berardo and Scholz (2010). Panel 2.A shows actor A creating an “open 2-path” to reach C through B, which gives A greater access to non-overlapping information. The main argument for the creation of an “open 2-path” here is that, faced with different choices of partners, A

would prefer to create a tie to B because B gives A access to two sources of information (direct information from B and indirect information from C that B relays). Any other choices would reduce the benefits of bridging would decay. For example, a tie to D would close the existing two-path  $A \rightarrow E \rightarrow D$ , which would then turn into a redundant and inefficient transitive triad that is useful to contribute to the solution of cooperation problems but not coordination problems.

The tendency to create more bridging configurations, however, should be observed in low risk SES. In a HRSES, the opposite should be true, as was explained before, with actors forming bonding structures. Thus, the following hypothesis follows,

*H3. In a HRSES, actors will show a negative propensity to create open 2-paths.*

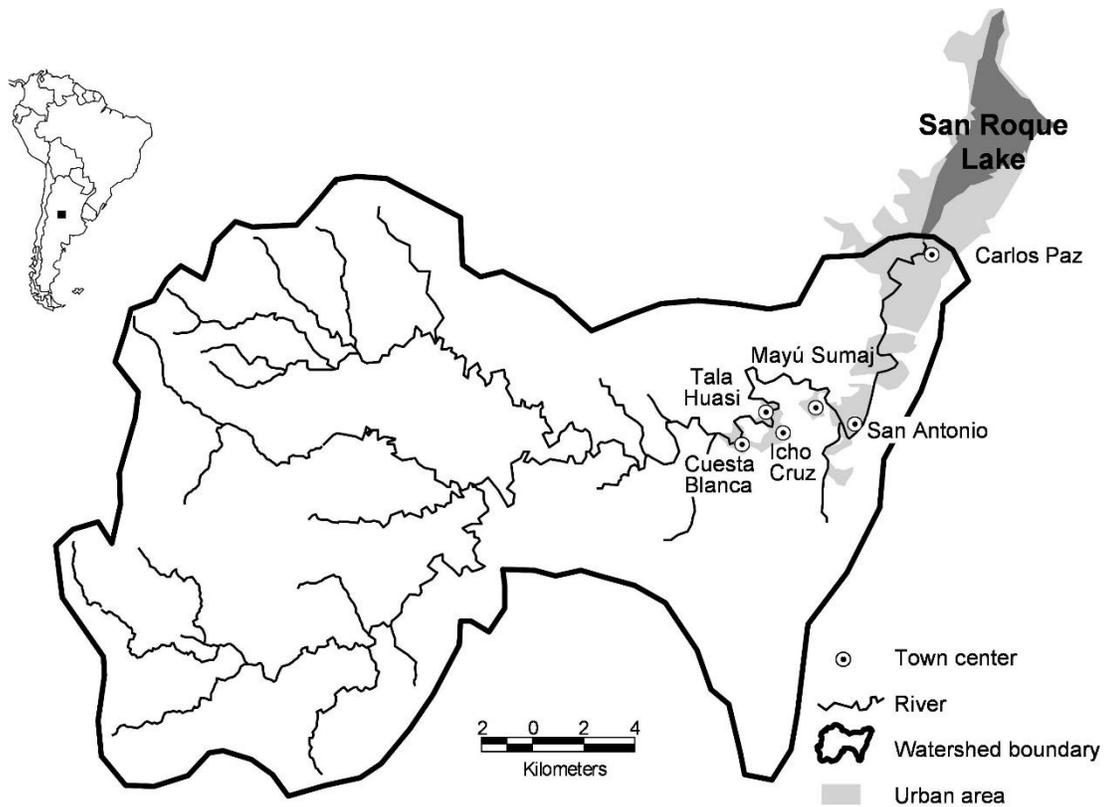
The final structure tested by Berardo and Scholz was the “popular alter” configuration on the right of Figure 2. The argument for expecting that structure in low risk SES is that when actors face coordination problems, they tend to identify other nodes in the network that seem to be comparatively well-endowed with information. Usually, more popular actors –the ones that are contacted the most- are the ones that have the largest amount of information available at their disposal, thus being able to fulfill a coordination role. The importance of popular organizations with bridging capacity in ecosystem management has been duly examined in research showing that they help identifying common goals and interests and collaborative activities that lead the improvement in the management of shared natural resources (Wondolleck and Yaffee 2000; Folke et al 2005).

In Figure 2.B, the most popular actor in the network is B, who is already contacted by two other nodes (D and C). Thus the expectation is that in low risk SES node A would build a tie to B, provided that the main problem in the SE system was one of coordination instead of cooperation. In a HRSES, where cooperation problems predominate instead of coordination problems, the expectation is just the opposite,

*H4. In a HRSES, actors will show a negative propensity to create ties to popular alters.*

## **THE SAN ANTONIO RIVER BASIN: A HIGH-RISK SOCIAL ECOLOGICAL SYSTEM**

I test the hypotheses outlined in the previous section with data collected in 2010 and 2011 in the communication network formed by stakeholders in the San Antonio river basin in the province of Córdoba, in central Argentina. The basin covers an area of approximately 500 km<sup>2</sup> and drains into the multipurpose San Roque reservoir, which generates hydroelectricity and provides drinkable water for the city of Córdoba (population 1.3 million and located about 30 kilometers downstream from the reservoir’s dam). The basin is located in a semi-arid region, with average rainfall mounting to about 1000 annual millimeters annually in its western section and about 750 millimeters in the eastern area.



**Figure 3. San Antonio River Basin**

As shown in Figure 3, there are six local communities located along the river in the lower section of the basin in a short 15-kilometer segment: Cuesta Blanca, Mayu Sumaj, Tala Huasi, Icho Cruz, San Antonio de Arredondo, and Villa Carlos Paz. The first three towns are smaller in size while the last three are bigger (Villa Carlos Paz is the largest by a good margin with a population estimated between 70,000 and 80,000). All six of them use the river as the main source of drinking water and often face water shortages, particularly in the driest months of the year. Historically, environmental regulations in the area have been extremely weak. Only recently have local governments started to better regulate practices that affect the use of, and access to, common pool resources such as public land and water resources. Nevertheless, enforcement of these rules remains feeble at best, mainly because the monitoring capabilities of local governments tend to be poor.

This weak institutional landscape helps explain the precarious ecological state of the basin, which has steadily worsened in the past years as economic activities develop that negatively affect natural resources in the area. . Cingolani et al. (2008), for instance, show that the land cover in parts of the basin has been modified sharply as a result of both the harvesting of exotic pine tree species for commercial purposes and the production of domestic livestock that contributes to land erosion and negatively affects water quality. Residues from wild fires (a seasonal problem in the region) and the improper treatment of sewage in the different towns are other factors that negatively affect water quality in the

river and the San Roque reservoir, a eutrophic water body (Amé et al. 2003, Ruibal Conti et al. 2005) where algae blooms are common (La Voz del Interior 11/24/2010, 04/06/2010). Recent research even shows the presence of microcystins in the lake that frequently surpasses the guidelines suggested by the World Health Organization for drinking water and recreational exposure, and also of Anatoxin-a, a powerful neurotoxin that had not yet been identified elsewhere in South America and that should be considered "...a potential health hazard to humans, aquatic animals, livestock, and wildlife" (Ruiz et al. 2013, 15).

The situation is compounded by the unplanned urban growth that has been taking place in the basin for decades. Villa Carlos Paz, for example, has doubled in size in the last twenty years, but urban development in the other towns is accelerating as well. Research shows that current rates of water consumption per-capita in the area could lead to more severe water shortages in the future if not curbed, even in the absence of further growth (Catalini and Garcia 2010). This state of affairs is generating political and social tension in the area (El Diario de Carlos Paz 12/14/2011). In the town of San Antonio de Arredondo, for instance, the decision of the local government to grant a permit to a developer to build 22 high-rise buildings in a legally established "nature reserve area" of about 140 acres was met in early 2013 with considerable opposition from a number of environmental NGOs and social movements who demanded a stop to what they saw as an out-of-control development push that will fundamentally alter natural landscapes. This ongoing dispute is likely to be replicated in the future in other parts of the basin, as concerns over environment-related topics tend to occupy a more central place in the agendas of a larger number of non-governmental actors.

In general, stakeholders in the area acknowledge the gravity of these problems. The survey that was used to collect data for this project (described in more detail in the following section) included a question that asked: "in general, how would you rate the environmental state of the basin in a scale ranging from 0 to 10, where 0 means that the basin is in a very poor shape from an environmental standpoint and 10 means that the basin is in excellent shape from an environmental standpoint." In the first wave of data collection, which took place in 2010, the mean value was 2.83 (with a standard deviation of 1.40). In the second wave of data collection (2011), the mean value of responses increases, but only slightly to 3.18 (s.d. 1.55).

Summing up, the environmental problems in the San Antonio river basin, coupled with the social conflict that has emerged in the last decade as a response to what are perceived as insufficient efforts to promote the sustainable use of resources, make the San Antonio river basin a good example of a Social-Ecological System characterized by high systemic risk, or HRSES. According to the "risk hypothesis" (Berardo and Scholz 2010), and given that a HRSES is characterized by an abundance of cooperation problems, one would expect to observe the emergence of bonding structures in the stakeholders' communication network, as described in hypotheses 1 and 2, which serve to transfer information that makes it easier to detect and punish behavior that can intensify environmental problems.

## **MEASUREMENT OF THE COMMUNICATION NETWORK**

Between February and April of 2010, I developed a search protocol to identify relevant stakeholders in the basin from web documents and stories appearing in the previous 24 months in both the main newspapers in the city of Cordoba and the local newspapers in the towns located in the basin. The identification of stakeholders was accomplished by obtaining the names of individuals and organizations that appeared in stories selected based on a combination of relevant keywords (“water quality”, “land use”, “biodiversity”, etc.) paired with the names of the towns in the San Antonio river basin. The process rendered the names of 48 individuals to interview, some of whom worked for the same organization (their responses were later aggregated, as described below). Starting in October of 2010, these individuals were asked to fill an online survey, which 40 of them did (83% response rate).

The survey included the following name generator to map the network of communication: “Can you name the individuals or organizations from whom you have obtained information (legal, technical, or a different kind) in the last 12 months about environmental-related issues in the basin?” Responses to this question were used to map the network of communication, but also to collect identify stakeholders not present in the original list that was produced with the media search. Through this name generator I obtained the names of 18 new individuals who were also contacted and asked to answer the survey; nine of them did (50%). Overall then, 66 individuals were contacted, and 49 answered the survey (74% overall response rate).

The final step before mapping the communication network in the area was to aggregate names of individuals working for the same organization.<sup>2</sup> When this process was completed, the final tally of stakeholders (the nodes in the communication network) reached 59 (44 organizations and 15 individuals), with survey responses from 43 of them, for a *response rate at the aggregated level of 73 %*.

The process was repeated between October and December of 2011 to obtain a second observation of the network, which is necessary to perform a longitudinal analysis of

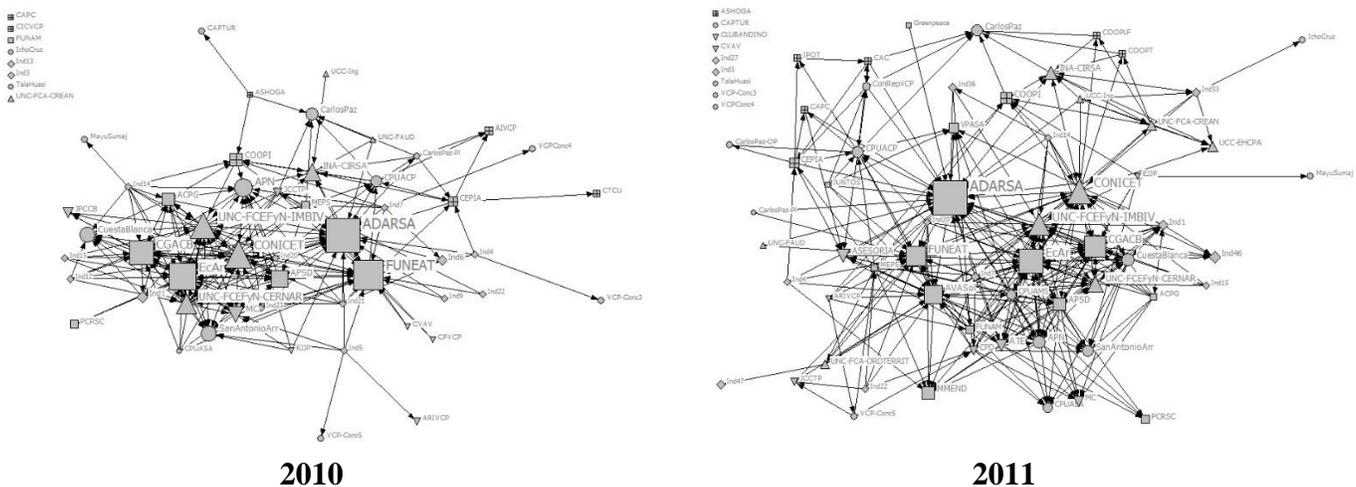
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<sup>2</sup> One of the questions in the survey asked “in general, when you get involved in discussions or activities related to the management of natural resources in the basin, do you do it as an individual, or do you represent an organization?” Given that the majority of respondents claimed to act in representation of an organization rather than individually, I aggregated responses of the individuals who claimed to represent the same organization (respondents also had to name the organization they worked for). The aggregation was performed for both the links reported, and for the calculation of the nodal attributes (I describe this in a later section). To measure links in the network I adopted the simple rule that any mention by one member of the organization of a link to other node counted as a tie. So, if at least one respondent working for organization A named organization B as a contact, then it was assumed that the tie between the two nodes existed (values larger than 1 were converted to 1 in order to keep the adjacency matrix dichotomous—the examination of the existence of configurations described in the hypotheses does not require valued links).

network evolution and properly test hypotheses 1 through 4. The first stage was to contact the 66 individuals that composed the full set of respondents in 2010 and ask them to fill the survey again. A total of 45 of them filled the survey (67% response rate). In this case, using the name generator produced the names of 16 new individuals, 8 of whom answered the survey (response rate of 50% in the snowball). Overall, 82 individuals were contacted in 2011, and 53 answered the survey (65% overall response rate).

Like it was the case in 2010, the final step consisted in aggregating names of individuals working for the same organization. This process rendered a final count of 70 stakeholders (57 organizations and 13 individuals) that are part of the network, with survey responses from 57 of them, for a *response rate at the aggregated level of 81%*. According to Huisman (2009), the stability of most network measures is not threatened with a rate of missing data as low as the one I got in 2010 (about 27%) and 2011 (19%) –a good thing!

A graphical representation of the network in the two years is contained in the following figure.



**Figure 4. Communication network in the San Antonio River Basin in 2010 and 2011.<sup>3</sup>**

Nodes are sized by in-degree or number of incoming ties, and shaped by type. Square nodes are environmental NGOs, interest groups, or social movements that make the defense of the environment the centerpiece of their policy agendas. They include organizations such as Association of Friends of the San Antonio River (labeled ADARSA), Argentine Ecosystems (EcAr) and Foundation for Education and the Environment (FUNEAT). Circles are governmental actors and include town majors, city council members, and different local government offices that deal with environment-related issues. Up-pointing triangles are educational or research organizations, of which the most important are the National Council of Scientific and Technical Research (CONICET) and the Multidisciplinary Institute of Plant Biology at the National

<sup>3</sup> Image produced with Netdraw, available in UCINET (Borgatti et al. 2002).

University of Cordoba (UNC-IMBIV). Crossed-squares are professional associations or business organizations, including the main water provider in the area –COOPI. Down-pointing triangles are other types of organizational actor. Finally, diamond-shape nodes are individuals (respondents that did not claim to represent an organization when they engaged in discussions related to the management of natural resources in the basin).

The network in 2010 has a density of 0.05, with an average degree of 4.20. In 2011, the network grows in size (there are more participants), but also in its density and average degree scores (0.06 and 4.84, respectively —see table A1 in the Appendix for more information about the network). Most central actors in the network tend to be environmental NGOs, interest groups, or social movements, followed by some research and educational institutions. In the two networks, they are also relatively clustered in a strong core, with many ties connecting them to each other. Governmental actors, on the other hand, remain scarcely connected. None of the six local governments in the area (Villa Carlos Paz, Mayu Sumaj, Cuesta Blanca, San Antonio de Arredondo, Icho Cruz, and Tala Huasi) obtains information about environmental-related issues from either of the other five. This fragmentation at the local level suggests that environmental problems in the basin are critically compounded by the lack of joint management efforts among actors with regulatory power in the area.

It is important to notice that even though the main actors in the network retain their relative importance from 2010 to 2011, the network experienced changes in its composition; 12 actors who were part of the network in 2010 had left it in 2011 (they claimed they were no longer active in the discussion environment-related issues when they were contacted in 2011), whereas 23 actors that were not present in 2010 joined the network in 2011.

## METHODS

I test hypotheses 1 through 4 by estimating a stochastic actor-oriented model (SAOM) for network dynamics (Snijders 2010, Snijders, van de Bunt, and Steglich 2010). SAOMs can be used to model how actors in the network decide to create ties or destroy those that already exist. The model assumes that changes in ties reflect individual micro-adjustments (or “micro-steps”) that the actors make to improve their overall positions in the network. A SAOM models this process of “micro-steps” through the estimation of a *network evaluation function* which contains different terms, each of which represents the “attractiveness” of different network configurations for ego (the actor making the changes). In the case of the models estimated in this article, the function adopts the following form:

$$f_i^{\text{net}} = \beta_1 \sum_j x_{ij} x_{ji} + \beta_2 \sum_{j,h} x_{ij} x_{ih} x_{jh} + \beta_3 \#\{j | x_{ij} = 0, \max_{ij}(x_{ij} x_{hj}) > 0\} + \beta_4 \sum_j x_{ij} \sqrt{\sum_h x_{hj}} + \sum_k \beta_k^{\text{net}} s_{ijk}^{\text{net}}(x_{ij}) + \varepsilon^{\text{net}} \quad (1)$$

The first four terms represent the tendency of a node  $i$  to form the configurations contained in hypotheses 1 through 4, the fifth term represents other effects discussed below, and  $\varepsilon^{\text{net}}$  is the stochastic error term in the function.

In more detail, the first term represents the preference of ego  $i$  for the formation of reciprocal ties: an edge  $x_{ij}$  (directed from  $i$  to  $j$ ) is reciprocated by an edge  $x_{ji}$  (directed from  $j$  to  $i$ ). The second term represents the preference for the formation of transitive triads in the network. These two first terms provide a test for the first two hypotheses, which link high risk to the formation of bonding capital in networks (reciprocity and transitivity). Thus it is expected that coefficients  $\beta_1$  and  $\beta_2$  will be positive.

The third and fourth terms, on the other hand, represent the tendency of ego to make choices that increase the number of actors at distance two that it can reach (hypothesis 3) and that connect it to alters that are popular in the sense that they are contacted by many other nodes (hypothesis 4); collectively these two terms represent the search for structures that increase bridging capital in the network, which according to the “risk hypothesis” should be prevalent in social ecological systems that are not subject to high risk. Given that the San Antonio river basin is a HRSES, however, the expectation is to observe negative coefficients for  $\beta_3$  and  $\beta_4$ .

The last term in the equation ( $\sum_k \beta_k^{\text{net}} s_{ijk}^{\text{net}} (x_{ij})$ ) represents the inclusion of  $k$  other effects that may help explain how actors in the network decide to build, maintain, or destroy links. A basic such effect is the simple outdegree or density effect, which must always be included in SAOMs (Ripley et al. 2011). In addition to the outdegree or density effect, I include other nodal attribute-related effects with the goal of replicating as much as possible the model presented in Berardo and Scholz (2010). In their article, the authors speculated that decisions made by an ego on what link to form at any given time could be explained by ego’s level of trust on others, the level of trust of the alter, or the similarity in the level of trust between ego and alter. The main rationale for the inclusion of these effects was that theorists of social capital usually assume that trust and tie formation are part of a “virtuous” cycle whereby they reinforce each other. Thus they expected that an ego that shows a higher level of trust on others should tend to create more ties, but also that the likelihood that an ego creates a tie should increase when the alter shows higher level of trust. Furthermore, there was also an expectation for social homophily, with the chances of a tie forming increasing when *both* ego and alter happen to show high levels of trust.

To test these expectations, they measured trust with the following question: “Thinking about the range of contacts you had with other stakeholders, how much do you completely trust these stakeholders to fulfill promises and obligations made in the context of the (estuary) partnership?” (0 = “complete distrust” and 10 = “complete trust”). In the San Antonio river, I asked an adapted version of this question, not mentioning “estuary partnership” but instead asking about promises and obligations in matters related to the management of natural resources in the basin (I used the same 0 to 10 scale). I then

proceeded to include ego, alter, and ego-alter similarity effects in my model to replicate the original study.<sup>4</sup>

Berardo and Scholz also included ego, alter, and similarity effects for a dummy variable capturing whether nodes are governmental (value of 1) or nongovernmental (value of 0). Governmental actors in the U.S. estuaries that they studied are usually endowed with greater organizational resources that can explain a higher level of activity in a network, and so they included these effects with the expectation that their coefficients would be positive and significant, meaning that governmental actors would be more active in creating ties and receiving them (and additionally, that governmental actors would show a propensity to interact with each other more). I include the same dummy variable in my model as well to test for these three effects.<sup>5</sup>

An advantage of SAOMs is that they allow for the estimation of the coevolving process through which actors modify their network ties and change their individual attributes (modeling this coevolving process is possible whenever the researcher has access to longitudinally collected data, as it is the case here). The examination of this coevolving process is accomplished through the estimation of both the *network evaluation function* presented in equation 1, and a *behavioral evaluation function* that estimates how the nodes change a given behavior or attitudinal trait. Berardo and Scholz (2010) modeled the change in levels of trust with the following *behavioral evaluation function*, which I replicate with the San Antonio river basin data;

$$f_i^{\text{beh}} = \beta_1 \text{trust}_i + \beta_2 \text{trust}_{i,t1} + \beta_3 \text{trust}_i \frac{\sum_j x_{ij} \text{trust}_j}{\sum_j x_{ij}} + \beta_4 \text{trust}_{i.gov.type_i} + \varepsilon^{\text{beh}} \quad (2)$$

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<sup>4</sup> SIENA (the software used to estimate the models in this article) centers values for variables measured on interval scales. For each node, this is done by taking its score for the variable and then subtracting from it the mean value scored by all nodes in the network.

Descriptive statistics for this variable and the other nodal attributes are contained in Table A1 in the Appendix. In cases of organizations with more than one respondent, I calculated the mean responses to assign values for attributes to the organization. Finally, for nodes in the network with missing data, I imputed data using conditional mean values by organizational type. For instance, if the organization that had missing data is an environmental NGO, then I assigned it attributes values equal to the mean values obtained from other environmental NGOs that are part of the network.

<sup>5</sup>Berardo and Scholz included a third attribute in their model, a 7-point scale measuring the respondent's self-reported orientation as pro-environmental (value of 1) or pro-development (value of 7). Their main goal was to model whether the likelihood of forming ties was conditioned on the similarity between ego and alter in this scale. I did not include this question in my surveys in the San Antonio river basin, and so I cannot include it in my model. Berardo and Scholz did not find any of the three effects associated with this variable to be significant at the .05 level.

In this equation, the first term represents the linear tendency of trust to grow in time, while the second term controls for the effect of trust in 2010 on the changes that take place between 2010 and 2011. The third term is the *average alter effect*, defined as the product of ego's trust multiplied by the average trust of her alters. A positive coefficient would indicate the presence of a *social influence* process, with the level of trust of ego growing in concert with a growth in the average level of trust of alters. The fourth term controls for the effect of the governmental actor dummy on the level of trust, which in the original study was hypothesized to be positive indicating that governmental actors may exhibit higher levels of trust than non-governmental ones. Finally,  $\varepsilon^{\text{beh}}$  is the stochastic error term for the function.

To perform the estimation of both the *network evaluation function* and the *behavioral evaluation function* I used SIENA, a software that implements SAOMs for network data collected longitudinally. SIENA relies on a simulation-based estimator that treats data collected in 2010 and 2011 as snapshots of an underlying process in which changes in both network connections and levels of trust are assumed to reflect ongoing individual “micro-adjustments” made by the actors between the two moments when the data were collected.

The estimation of parameters is accomplished with a three-phase iterative stochastic simulation algorithm. During the first phase, the algorithm approximates the derivative matrix of observed network configurations (or “target statistics”) by parameters. The second phase progressively improves the value of the parameters through multiple simulations (4000 of them in this paper), with the goal of making the parameters more likely to produce statistics that equal those in the observed network. The final phase checks whether the average statistics obtained in the simulations of phase 2 are close to the target statistics. If this is indeed the case, the model is said to “converge” toward the observed statistics, which is represented by small *t* statistics for deviations from targets. Convergence is considered excellent when these *t*-ratios are less than 0.1, representing very small deviations in the simulated statistics from the observed statistics (see Snijders, van de Bunt, and Steglich 2010 for more information about the estimation procedure).

## RESULTS

Table 1 presents the results of the estimation of the model, with coefficients representing log odds ratios of the probability that a tie that creates the configuration is chosen over an alternative state (no change in ties, or creation of a tie that contributes to the formation of another configuration). The model estimation converged properly, with *t* values < 0.1 for all the parameters.

The table contains the results of the model in the Berardo and Scholz article in the left column, provided for comparison purposes. The middle column (model I in the San Antonio River Basin) is the replication of the Berardo and Scholz model. Finally, the rightmost column (model II) shows the results for an alternative model that includes four additional parameters. These four parameters were added after performing a “score-type

test”, which helps identifying parameters that improve the fit of the model (Schweinberger 2012).<sup>6</sup> One parameter is added in the “other network structures” subsection in the table: Activity of Alter. This models the tendency of actors to create ties to alters that have many outgoing ties (high outdegree). The other three effects that are included in the fuller model are the ego, alter, and similarity effects for the variable *number of respondents who are part of the node (organization)*. As explained before, when more than one respondent belong to the same organization, their responses were aggregated. Obviously, organizations represented by more respondents are more likely to have more edges in the network, both incoming and outgoing. The similarity effect is added to find out whether there is a tendency for larger organizations to interact with other organizations that are also comparatively large, as indicated by the number of respondents to the survey. The organizations with the larger representation in the surveys are environmental NGOs and Educational/Research Organization, and so a positive similarity effect would indicate collaboration between these two types of organizations.

Given that Model II is the one with the better fit to the observed data, I use the results in this model to test the hypotheses and draw conclusions about the evolution of the network of collaboration of stakeholders in the San Antonio river basin.

**[insert Table 1 here]**

In general, the results of Model II in the San Antonio river basin, and those reported in Berardo and Scholz show networks that evolve in somewhat dissimilar ways. The first noticeable difference is in the size of the rate of change parameter (labeled “average choices per actor”), which models the speed at which actors may decide to create, maintain, or destroy links in the network. The value 4.85 in the ten U.S. estuaries studied by Berardo and Scholz indicates the average number of opportunities each actor had to change a tie between the two time periods they examined (not necessarily making that change though). In the San Antonio river basin this value is much higher (18.59), which is simply explained by the fact that there are sizeable changes in the network between the two observation points in terms of who participates, with some actors being active in 2010 but not 2011 and vice versa. This “instability” in the collaboration network gives actors a larger number of opportunities to make decisions about who to get in contact with, and this in turn is reflected in the rate parameter.<sup>7</sup>

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<sup>6</sup> A “score-type test” consists in estimating a model with certain parameters restricted to a value of 0, and checking whether the goodness-of-fit of the model would be improved by “freeing” those fixed parameters. In this case, model I was estimated with the new parameters in model II as restricted parameters. Results showed that the inclusion of the restricted parameters would improve the performance of the model, and so I include them in model II (see Schweinberger 2012 for more details). Results are available online at <https://pantherfile.uwm.edu/berardo/www/research.htm>.

<sup>7</sup> Another way of quantifying change in the network is through the Jaccard index. . It divides the number of ties present in the two observation points by the sum of the ties present in both observation points plus the number of new ties and the number of ties that have been terminated between the two periods. Values of less than .2 would lead to questioning the assumption that the change process is gradual, and hence would

Another difference is on the relationship between trust and network activity. Berardo and Scholz did not see any effect of trust on tie formation, but instead identified a “contagion” effect of network activity on trust, with actors increasing their levels of trust after the average level of trust of their alters grew. In the San Antonio basin this social influence effect is entirely absent. It is not easy to discern why, though a plausible explanation would be that links between actors are not stable or strong enough to facilitate something more than the simple exchange of information about environmental-related issues.

In regards to the coefficients for reciprocity, transitive triads, and popularity of alter, which serve to test the main hypotheses of this paper, there are subtle differences between the findings in the San Antonio basin and the 10 U.S. estuaries studied by Berardo and Scholz, where actors did not show a tendency to build transitive triads, but instead had a preference for the simpler way of bonding represented by dyadic reciprocity. In the San Antonio river basin, this finding is reversed. Whereas actors do not seem to gravitate toward the reciprocation of ties, contrary to the prediction of hypothesis 1, they do in fact engage in building more transitive triads, which provides support for hypothesis 2.<sup>8</sup>

In general then, results shows that actors in the San Antonio river basin have a tendency to create closed structures that facilitate the transmission of overlapping information that is thought to be a key ingredient to avoid defection in the long run. Moreover, the fact that they favor the creation of transitive triads over the simpler bonding structure of reciprocal dyads suggests that actors in general value (either explicitly or implicitly) the greater reassurance against multi-actor defection that transitivity provides and which reciprocity cannot offer (since an ego that creates a transitive triad receives direct

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discourage the use of the type of model that is estimated in this paper (Snijders, van de Bunt, and Steglich 2010). The value of the Jaccard index in this study is .23 (see Appendix), while in the Berardo and Scholz study it climbed to .26. The lower value of the coefficient in the San Antonio river basin indicates higher turnover in the network, which goes in hand with the observed higher rate of change mentioned above.

<sup>8</sup> The “open 2-path” effect linked to hypothesis 3 was removed from the results table in Berardo and Scholz (2010) and is also removed here to preserve comparability with the original model as much as possible. The effect is highly correlated with the transitivity effect, which increases the standard errors and consequently drops the statistical significance of both effects. In the case of the San Antonio river basin, the transitivity coefficient is statistically significant only at the .1 level if the “open 2-path” is added into the model, with the latter being negative as predicted, but statistically insignificant at .1 level or lower (the effect becomes significant at .01 level if the transitivity effect is removed, which goes in line with hypothesis 3). Regardless of this statistical issue, it bears noticing that the negative coefficient for open 2-paths and the positive effect of transitive triads when included together imply that the former structures in the network tend to be embedded in the latter. Altogether, this indicates that in the HRSES of the San Antonio river basin there is in fact more bonding network capital, which the specialized literature identifies as an enabler of sustained collaboration in the network.

information about the two other members but indirect information about one of them as well). This result provides further support for the “risk hypothesis”, which predicts that a tendency for the formation of transitive triads would be present in HRSES.

But this overall picture of high risk linked to the emergence of bonding capital becomes more nuanced once other effects are considered. According to hypothesis 4, the expectation in a HRSES is to observe fewer star-like structures with a popular actor fulfilling a coordination role. However, the coefficient for the “popular alter” effect in table 1 is positive and statistically significant at the .01 level, which means that overtime the actors in the network try to gather information from actors who are already very active in the role of providing information *to* others (but not in the role of seeking information *from* others, as indicated by the negative and significant “Activity of alter” coefficient). In other words, the bonding capital that is formed when transitive triads emerge in time is complemented with the formation of structures that are -ideally at least- conducive to the potential solution of coordination problems.

Interestingly, the coordination role is not fulfilled by governmental actors, who are not more active than non-governmental actors in the basin (neither the ego nor the alter effects are distinguishable from zero). In fact, a visual comparison of the network in 2010 and 2011 (see Figure 4) shows that the nodes that tend to be more central are usually either environmental NGOs, interest groups, or social movements (ADARSA, FUNEAT, Argentine Ecosystems, etc.), or educational or research organizations (CONICET and National University of Cordoba –UNC- to name a few). These are actors that are in general well-endowed with the capacity to generate and/or gather and communicate technical information that can be used to assess the depth of environmental problems in the basin and their potential solutions, and in this sense can help solving coordination problems.

## **IMPLICATIONS FOR THE STUDY OF NETWORKS IN SOCIAL ECOLOGICAL SYSTEMS.**

In this paper I have offered a complementary test of the “risk hypothesis” (Berardo and Scholz 2010) in a HRSES, where multiple actors coexist in an area where environmental problems are inter-jurisdictional in nature. Studying how communication networks form and evolve among stakeholders is important because social interactions may have a critical effect on the likelihood of achieving the sustainable use of common pool resources (Schneider et al 2003; Scholz, Berardo and Kile 2008; Ostrom 2009).

While the “risk hypothesis” includes clear expectations about the linkage between risk level and network configurations, the original article that proposed it did not provide a full test, since it focused on the analysis of networks that formed and evolved in relatively low-risk social ecological systems. Berardo and Scholz (2010) analyzed the networks in 10 U.S. estuaries that were not subject to particularly acute environmental problems, and thus could not produce empirical evidence to demonstrate whether high-risk is in fact associated with network configurations that produce bonding capital.

The selection of the case studied in this paper was made purposely to address this shortcoming since the San Antonio river basin is a high-risk social-ecological system where environmental problems result from the excessively fragmented, non-coordinated behavior of both resource users and governmental authorities. The findings provide support for the basic expectation contained in the “risk hypothesis” that in highly-risky situations there is a tendency to observe triadic structures that favor bonding among actors, which produces overlapping information needed to prevent defection and trigger collaborative behavior. But they also show that actors have a tendency to search popular alters that can help solve coordination problems.

Of course, it is interesting and relevant from a practical standpoint to examine whether the existence of such structures actually leads to better management of common-pool resources through the solution of those types of problems. Unfortunately, it is not possible to achieve this goal without collecting more data, but considering the fact that the most central positions in the network are occupied by non-governmental actors at least warrants caution about the real chances in this system of finding quick solutions to coordination problems of a regional scale. The environmental NGOs, social movements, and educational/research organizations that occupy the central positions of leadership in this evolving network are actors with no capacity to impose regulations that can lead to a more sustainable management of common-pool resources in the area, and thus have limited power to exert enough pressure on the governance subsystem to force behavioral changes leading to the improvement of environmental conditions in the basin.

There is a final implication that is important from a theoretical standpoint. The fact that the creation of bonding structures coexist with the search of popular actors in the San Antonio river basin suggests that both coordination and cooperation problems are present in this HRSES. In this regard, the analytical separation made by Berardo and Scholz between high-risk/high-bonding versus low-risk/high-bridging SE systems may be too simplistic. Better theories are needed to account for the complex evolving processes that are shaped by actors facing a mixture of problems that require simultaneous, rather than sequential, attention.

## **CONCLUSION**

Overall, the results in this paper showed that any analysis of the capacity of a governance subsystem in a HRSES to solve common-pool resource management problems must take into account not only the types of structures that exist in communication networks, but also the types of actors that partake in them and their predisposition to work jointly with others. Certain network configurations may indeed be necessary to improve how CPRs are used, but they are unlikely to be sufficient to achieve that goal in the absence of widespread participation by the whole gamut of actors that are active in the governance subsystem. Improving the management of common-pool resources in HRSES thus requires bonding, bridging, but also (and perhaps mainly) a fully-connected network where governmental actors adopt a very active role in the exchange of relevant information.

This article is not without limitations. Even though I provide a plausible explanation of the emergence of informal networks that facilitate information flows and adaptive governance (Folke et al 2005, 459), there are factors –both endogenous and exogenous– that may affect network formation and evolution, but which have not been accounted for in this work. Among the former, for example, are the nuanced motivations of actors for building ties. Actors may choose, for example, to build ties because they want to garner technical information that they can use in policy-making processes, because they need to learn about the intricacies of overlapping regulations that may affect the management practices in which they are engaged, etc. Future research must not only identify the flows of information between actors in the networks, but also *explicitly determine what the information is collected for*. This will help fill the blanks in more comprehensive explanations of the motivations of actors when building their ties, which remains incomplete.

There are exogenous factors to consider as well. For example, not all networks will respond the same way to external shocks in the form of environmental crises that can affect how actors engage each other. Behavior inside the network is likely to be conditional on the institutional architecture in which the networks are embedded (Lubell et al. 2012), and on variables such as the political culture that predominates among its members. Additionally, even though single case studies can be used to test the plausibility of theories, they are not overly helpful in developing those theories because their results can be rarely generalized.

Future research needs to advance more decisively upon the weaknesses of this study, and produce further empirical evidence on the relationship between risk and network evolution in more cases over longer periods of time. Only then will we be able to create a comprehensive explanation of how social and/or political interactions can help solve the problems of overuse of common-pool resources in complex Social-Ecological systems.

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**Table 1. Comparison of Longitudinal Analyses of Self-Organizing Networks in U.S Estuaries and the San Antonio River Basin**

	Berardo & Scholz (2010)	San Antonio River Basin (I)	San Antonio River Basin (II)
<b>Coefficients (st. error in parentheses)</b>			
<b>PARTNER SELECTION (NETWORK EVALUATION FUNCTION)</b>			
<b>Average Choices per Actor (rate of change)</b>	4.85** (0.51)	20.75** (2.93)	18.58** (3.48)
<b>Network Structures</b>			
<i>High-Risk Cooperation</i>			
Reciprocity	0.66** (0.24)	0.02 (0.21)	0.13 (0.26)
Transitive triads	0.12 (0.07)	0.12** (0.03)	0.17** (0.03)
<i>Low-Risk Coordination</i>			
Popularity of Alter	0.21** (0.02)	0.33** (0.05)	0.49** (0.07)
<b>Other Network Structures</b>			
Outdegree	-2.20** (0.12)	-2.41** (0.13)	-2.36** (0.17)
Activity of Alter			-0.45 ** (0.09)
<b>Ego's attributes</b>			
Generalized Trust	-0.05 (0.06)	-0.08 (0.06)	-0.08 (0.06)
Government Actor	0.03 (0.13)	-0.30 (0.26)	-0.22 (0.27)
Number of Respondents			0.27** (0.08)
<b>Alter's attributes</b>			
Generalized Trust	0.03 (0.04)	0.08 (0.07)	-0.04 (0.08)
Government Actor	0.21 (0.12)	-0.15 (0.25)	0.03 (0.31)
Number of Respondents			0.31** (0.09)
<b>Dyadic Similarity</b>			
Generalized Trust	0.13 (0.80)	0.99 (0.91)	-0.49 (1.13)
Government Actor	0.19 (0.13)	-0.23 (0.28)	0.08 (0.33)
Number of Respondents			1.67* (0.66)
<b>TRUST EVOLUTION (BEHAVIORAL EVALUATION FUNCTION)</b>			
<b>Average Choices per Actor (rate of change)</b>	7.05** (1.80)	3.30** (1.03)	3.25* (1.29)
<b>Ego's Effects</b>			
Trust Tendency	0.01 (0.05)	0.30 (0.47)	0.34 (0.43)
Effect of Trust in 2010	-0.00 (0.02)	-0.34 (0.24)	-0.36 (0.29)
Effect of Government Actor	0.11 (0.10)	-0.07 (0.27)	-0.06 (0.30)
Effect of Number of Respondents			0.04 (0.10)
<b>Alter's Effects</b>			
Influence of alter's trust	4.78** (1.62)	0.03 (1.13)	-0.05 (0.62)

\* p < .05, \*\* p < .01 (2-tail).

**APPENDIX**

**Table A1. Descriptive Statistics**

<b>Actor-Level Variables</b>	<b>Mean</b>	<b>Standard Dev.</b>	<b>Min</b>	<b>Max</b>		
Generalized Trust 2010	4.39	1.51	0	10		
Generalized Trust 2011	4.96	1.41	0	10		
Number of Respondents	1.29	1.30	0	7		
Government Actor	0.24		0	1		
<b>Network-Level Statistics</b>	<b>2010 (t<sub>1</sub>)</b>		<b>2011 (t<sub>2</sub>)</b>			
Number of nodes	59		70			
Average degree by node	4.20		4.84			
Number of total ties	248		341			
Missing data fraction	0.27		0.19			
<b>Change in Links</b>				<b>2010 (t<sub>1</sub>) to 2011 (t<sub>2</sub>)</b>		
$0 \rightarrow 0$ (t <sub>1</sub> ) $\rightarrow$ (t <sub>2</sub> )	$0 \rightarrow 1$	$1 \rightarrow 0$	$1 \rightarrow 1$	Distance	Jaccard	Missing
4482 (26%)	211	142	106	229	0.23	1701
<b>Change in Trust</b>				<b>2010 (t<sub>1</sub>) to 2011 (t<sub>2</sub>)</b>		
Actor Changes	down		up	Constant		
	12		28	7		
Total Step Changes	down		up	Total t <sub>1</sub> $\rightarrow$ t <sub>2</sub>		
	21		44	65		