



A Brief Introduction to Ecosystem Services

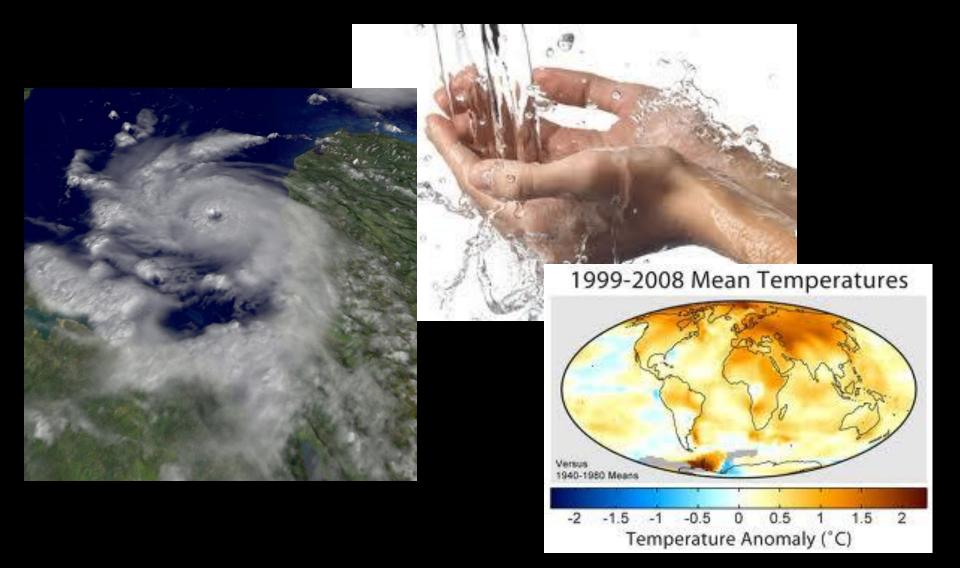
Why Should We Protect?



"Provisioning Services": Consumable Goods

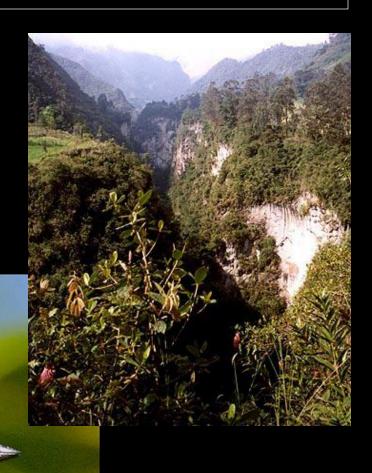


"Regulating Services": Risk Reduction & Management



"Cultural Services": Life Enhancement





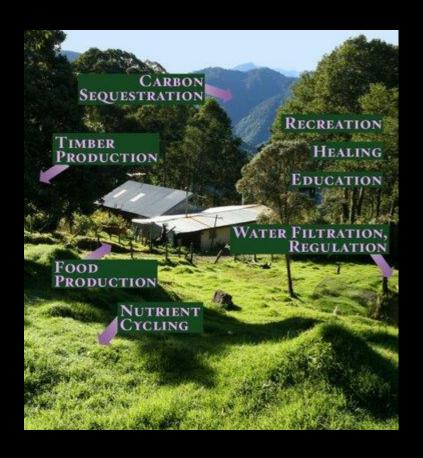
"Supporting Services": Services that Enable the Other Services



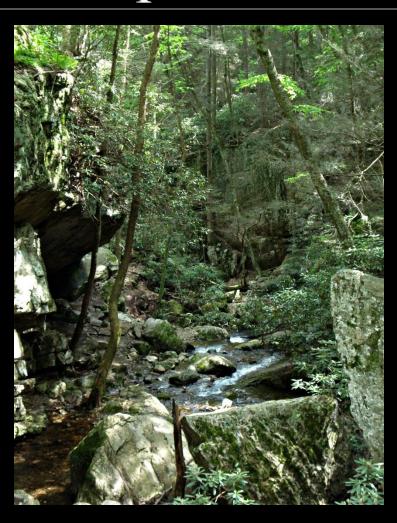


So What's Different?

- Wider Consideration
 - Not just resources
 - More emphasis on ecosystem processes
- Integrated System View
 - Joint provision of multiple services
 - Encourages better understanding of entire ecological system
- Essential for Humans to Survive



Ecosystem Services Are Not a New Concept



- Organic Administration
 Act of June 4, 1897
- Two purposes for US National Forests:
 - "Securing favorable conditions of water flows"
 - Furnishing a
 "continuous supply of
 timber for the use and
 necessities of citizens of
 the United States"

Ecosystem Services Are Immensely Valuable



- Costanza et al. (1997)
 - \$33 trillion/year
 - Almost 2x global GDP
- Balmford et al. (2002)
 - Worldwide network of nature reserves
 - \$5 trillion
 - 100x exploitation value

Ecosystem Service Balance Sheet

Enhanced

Crops
Livestock
Aquaculture
Carbon Sequestration

Degraded

Capture Fisheries Wild Foods Wood Fuel Genetic Resources Biochemicals Fresh Water Air quality Regulation Regional Climate Regulation **Erosion Regulation** Water Purification Pest Regulation Pollination Natural Hazard Regulation

Spiritual & Religious Value

Aesthetic Value

Mixed

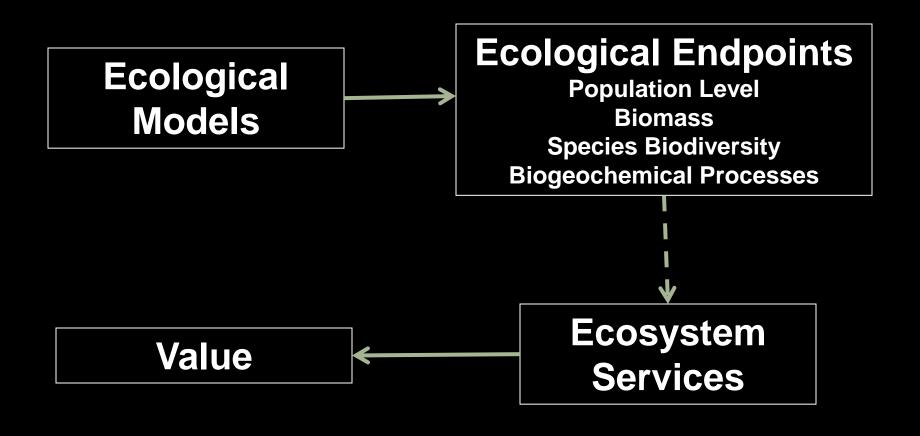
Timber
Fiber
Water regulation
Disease regulation
Recreation &
ecotourism

Bottom Line:
60% of
Ecosystem
Services are
Degraded

For Ecosystem Services to Have Policy Relevance, 3 Tasks Are Essential

- 1. Understand (and be able to quantify?) processes
- 2. Understand (and be able to quantify?) value
- 3. Have policy framework needed to utilize the information from the first two tasks

Ecological Production Function



What's the Question for Groundwater?

- Groundwater-related services provided by water basins
 - Clean groundwater is a service
 - Question is management of basin
- Services provided by groundwater aquifers
 - Question is management of aquifer



Monetary Valuation Techniques

- Prices
- Avoided or Replacement Cost
- Hedonic Method
- Travel Cost Analysis
- Stated Preference

Are Other Valuation Approaches More Appropriate?

Policy Uses

- Political or Social Arguments
- Improved Goals or Standards
 - Payments for ecosystem services (PES)
- Improved Implementation
- Markets for Ecosystem Services (MES)



Concerns



WE SEEM TO UNDERSTAND THE VALUE OF OIL, TIMBER, MINERALS, AND HOUSING, BUT NOT THE VALUE OF UNSPOILED BEAUTY, WILDLIFE, SOLITUDE, AND SPIRITUAL RENEWAL.



Principal Concerns

- Philosophical Concerns
 - Obscures people's duties and obligations
 - Conservation is a moral or ethical issue
 - Nature is "priceless."
 - Trying to measure its value debases nature.
- Practical Concerns
 - Measurement and valuation are imprecise and flawed
 - Methods tend to systematically underestimate the full value of ecosystem services
- Ecosystem Markets Raise Additional Ethical & Political Concerns

Discussion

