

# Biophysical Modelling and Analysis of Ecosystem Services in an Ecosystem Accounting Context

# DRAFT

Author: Lars Hein<sup>1</sup>

Version: 1 (9 December 2014)

This work was undertaken as part of the project Advancing the SEEA Experimental Ecosystem Accounting. This note is part of a series of technical notes, developed as an input to the *SEEA Experimental Ecosystem Accounting Technical Guidance*. The project is led by the United Nations Statistics Division in collaboration with United Nations Environment Programme through its The Economics of Ecosystems and Biodiversity Office, and the Secretariat of the Convention on Biological Diversity. It is funded by the Norwegian Ministry of Foreign Affairs.

<sup>&</sup>lt;sup>1</sup>The views and opinions expressed in this report are those of the author and do not necessarily reflect the official policy or position of the United Nations or the Government of Norway.

Acknowledgements (to be completed)

•

# Contents

1. Introduction	1
2. Biophysical accounting for ecosystem services	2
2.1 Introduction	2
2.2 Concepts and indicators	3
2.2.1 Ecosystem	3
2.2.2 Ecosystem services	3
2.2.3 Ecosystems' capacity to supply ecosystem services	4
3. Modelling ecosystem services in an accounting context	6
3.1 Spatial modelling techniques	6
3.2 Temporal modelling techniques	7
3.3 Modelling specific ecosystem services in an Accounting Context	8
4. Global Datasets and remote sensing 1	11
4.1 Global datasets on ecosystem services analysis1	11
4.2 Global datasets on ecosystem components1	12
References 1	15

## **1. Introduction**

This document provides guidance on the biophysical modelling and analysis of ecosystem service flows and assets for the purpose of experimental ecosystem accounting. The document is prepared in the context of the overall SEEA-Advancing Experimental Ecosystem Accounting project, building upon and expanding earlier work in this field, and intends to provide a summary and review of approaches, data, tools and results of existing and previous ecosystem accounting work focusing on biophysical modelling. Compared to previous work eliciting how models can be used for ecosystem accounting, this document provides an updated and extended analysis of how models can be applied. The document pays specific attention to ensuring consistency with SNA principles, discusses both temporal and spatial modelling approaches, discusses explicitly modelling for the purpose of asset accounting, and includes a chapter (Chapter 4) that describes available data sources for ecosystem modelling in an accounting context. This chapter includes a summary and review of how existing global and national spatial datasets, including remote sensing imagery, such as the new Sentinel satellites, can be applied in support of experimental ecosystem accounting.

Ecosystem accounting aims to analyze ecosystem services and ecosystem capital in a way that is consistent with the national accounts. There is an increasing national and international interest in ecosystem accounting, as expressed at the Rio plus 20 Conference and in a recent statement by the European Union (EC, 2011). A first major step in the development of ecosystem accounting procedures and guidelines was the 'SEEA Experimental Ecosystem Accounting Guideline' (EC/OECD/UN/World Bank, 2013). These guidelines lay out the basic concepts, the relation between ecosystem accounting and environmental economic accounting and national accounting, as well as remaining challenges in the development of ecosystem accounts. This document builds upon the SEEA EEA guidelines, on the basis of experiences gathered with spatial and biophysical modelling of ecosystem services as described in the scientific literature as well as national and global assessments such as MA ( 2005), TEEB (2010), EC (2011), UK NEA (2011), SSCB (2014) and the recent IPBES documents that are now becoming available.

Chapter 2 of the report first describes the general concepts underlying biophysical analysis of ecosystem services in an accounting context. Chapter 3 focuses on the modelling of ecosystem services. Finally, Chapter 4 analyses available global spatial datasets and how they, and the new Sentinel satellites and other remote sensing resources, can be used in support of ecosystem accounting.

## 2. Biophysical accounting for ecosystem services

## **2.1 Introduction**

Ecosystem accounting provides information on the status of and trends in ecosystem capital, i.e. all assets involving ecosystems (i.e. excluding sub-soil assets such as oil or ores). Once fully developed, ecosystem accounts can serve as a satellite to the system of national accounts (SNA) in order to provide information required for decision making on environmental and natural resource related issues. The SNA (UN et al 2009) is an international statistical standard for the compilation of national accounts, providing a comprehensive description of economic activity. The SNA accomplishes this by describing the transactions (e.g. buying a product; or paying a tax) between institutional units such as households or enterprises (Edens and Hein, 2013).

Ecosystem Accounting aims to includes a comprehensive set of ecosystem services (including provisioning, regulating and cultural services), and to explicitly account for changes in the stock of ecosystem capital (ecosystem assets). The stock of ecosystem capital is related to the capacity of the ecosystem to generate ecosystem services at present and in the future, as further elaborated below. The latter aspect also allows a systematic treatment and accounting for the degradation and rehabilitation of ecosystems: these two aspects are reflected in the capacity of the ecosystem to provide services. In this way, ecosystem accounting provides a comprehensive tool to analyze the sustainability of natural resource use. Characteristic for Ecosystem Accounting is that a spatial approach is followed, in recognition of the large spatial diversity of ecosystems and the services that they provide. A spatial approach also facilitates the integration of ecological data (and data on ecosystem use) in the accounts. As with 'standard' statistical approaches, a sampling strategy will often be required to analyze ecosystems is crucial, scaling up of survey data requires consideration of the soils, climate, vegetation etc. properties of the sampled location; scaling up without consideration of spatial ecological variability will lead to substantial errors.

Constructing ecosystem accounts for multiple years allows measuring the degree of environmental sustainability: a decline in ecosystem capital points to a decreasing capacity of ecosystems to sustain human welfare over time. In addition, ecosystem accounting supports a number of additional policy applications. For instance, ecosystem accounting can support land use planning or zoning by identifying areas critical to the supply of specific ecosystem services. This is based on the spatial approach followed in ecosystem accounting: ecosystem services flows, and the capacities of ecosystems to generate services, are generally mapped for the specific areas for which an ecosystem account is developed. Ecosystem accounting can also support the establishment of Payment schemes for Ecosystem Services (PES), by identifying zones where the supply of a specific ecosystem services can takes place both to support data analysis required for ecosystem accounts (given the high spatial variability of ecosystem services supply), and with the aim of supporting additional applications such as Land Use Planning or developing PES schemes.

#### 2.2 Concepts and indicators

#### 2.2.1 Ecosystem

The Convention on Biological Diversity defines an ecosystem as 'a dynamic complex of plant, animal and microorganism communities and the nonliving environment, interacting as a functional unit'. Ecosystem dynamics and the supply of ecosystem services depend on the functioning of the ecosystem as a whole, rather than on specific ecosystem components in isolation. Ecosystem accounting extends to both natural and modified ecosystems. The distinction between the two systems, in practice, is not always easy to make, usually there is a gradient in terms of intensity of ecosystem management, as in the case of the gradient from fully managed, intensive rubber plantations to jungle rubber systems (where farmers artificially increase *hevea* rubber trees in an otherwise natural forest) to tapping of rubber in natural ecosystems as still practiced – albeit at a small scale - in the Amazon basin. Ecosystem accounting aims to measure the contribution of ecosystems to economic activity, and this contribution, in a relative sense, decreases with increasing intensity of human management. For instance, in highly intensive systems all nutrients, water, seedlings, weed control, etc. are provided by people. Where possible, indicators for ecosystem services need to be found that as much as possible reflect the contribution of the ecosystem, and these indicators may well differ between ecosystems that are defined as 'natural' or 'human managed' in the SNA. A still remaining question is if, in line with the SNA, the contribution of the ecosystem in human managed systems should be measured in terms of an increase in volume (for instance of standing timber), as in the SNA, or if the ecosystem services should still be related to the harvest of use of the service at the time the service is actually used (e.g. in the case of timber plantations the service only materializes at the moment in time the timber is harvested).

#### 2.2.2 Ecosystem services

Several slightly different definitions of ecosystem services have been provided (MA 2003; Boyd and Banzhaf 2007; TEEB 2010; Bateman et al. 2010). A key issue is if ecosystem services are the benefits provided by ecosystems (e.g. MA, 2003), or *contributions* to these *benefits* (e.g. TEEB, 2010). The SEEA EEA guidelines provide the following definition of ecosystem services: 'ecosystem services are the contributions of ecosystems to benefits used in economic and other human activity' (EC et al., 2013). "Use" includes both the transformation of materials (e.g. use of timber to build houses or for energy) and the passive receipt of non-material ecosystem services (e.g. amenity from viewing landscapes). In the context of ecosystem accounting, two types of benefits can be distinguished: (i) the products produced by economic units (e.g. food, water, clothing, shelter, recreation, etc.); and (ii) the benefits that accrue to individuals that are not produced by economic units (e.g. clean air) (Edens and Hein, 2013). The first category can be referred to as SNA benefits since the measurement boundary is defined by the production boundary used to measure GDP in the System of National Accounts (SNA). This includes goods produced by households for their own consumption. The second category of benefits can be referred to as non-SNA benefits reflecting that the receipt of these benefits by individuals is not the result of an economic production process defined within the SNA (Edens and Hein, 2013).

For all provisioning services, the contribution of the ecosystem needs to be combined with other inputs in order to produce a tangible benefit. For instance, even though forests supply wood, labor and equipment are needed in order to produce timber out of standing wood. Or, landed fish require both the presence of fish in the sea (the ecosystem service) and the activities of people in order to harvest these fish. The costs of these activities need to be deducted in the monetary valuation of the ecosystem service, following the appropriate methods. For other services, the distinction between service and benefit may be less pronounced. For instance, carbon sequestration also occurs in natural forests regardless of any human intervention. In this case, the service equals the benefit. In the case of a carbon sequestration through reforestation project, however, the generation of the service may require human activities such as planting seedlings, irrigation of immature trees, soil management, etc. In this case there is a clear distinction between the service and the benefit. Even though the service and the benefit are, as in the case of some provisioning services such as crop production, difficult to disentangle, in monetary terms the distinction is clear: in case of reforestation projects for carbon sequestration the costs of planting and tending the trees need to be deducted in order to obtain the monetary value of the service.

Likewise, the cultural service related to ecotourism may occur in areas that are strongly shaped by people, e.g. to construct walking paths, visitors facilities, and involving guides, or it may take place in fully natural areas. The contribution of the ecosystem is, essentially, providing opportunities for recreation and tourism, which in the first example involved human activities in order to generate or enhance those opportunities. Monetary valuation of the two services would need to consider the costs of preparing and maintaining hiking paths and visitor facilities.

In Ecosystem Accounting, the principle should be that the ecosystem service is the flow/output most directly connected to the ecosystem (e.g. the standing stock of timber that is harvested or the grass that is extracted from the pasture), while recognizing that this flow is, in the case of many ecosystems, the consequence of a combination of natural/ecological processes and man-made inputs (Edens and Hein, 2013). For crop production, the ecosystem service has been defined as the contribution of the ecosystem to crop production in the form of nutrient retention and supply, water retention and supply, and providing a substrate for cultivation (EC et al., 2013). Since these different aspects are difficult to quantify and express in one or a small set of indicators, the current working hypothesis established in discussions that took place in the context of (EC et al., 2013) is that the service crop production can be approximated in physical terms in terms of the amounts of crops produced, and that valuation needs to account for the whole set of human inputs into crop production, following a resource rent approach.

#### 2.2.3 Ecosystems' capacity to supply ecosystem services

**Provisioning services.** In general terms, the capacity of an ecosystem to provide ecosystem services depends on the area covered by an ecosystem (its extent), and the condition of the ecosystem (its quality) (SEEA EEA - 1.53). The capacity of the ecosystem asset to continue to generate ecosystem services into the future will change as a function of changes in the condition and extent of the ecosystem asset and in response to changes in the expected flows of ecosystem services (EC et al., 2013). While ecosystem condition may be assessed without considering measures of ecosystem services, the measurement of ecosystem assets in terms of their capacity to generate ecosystem services must involve assessment of ecosystem condition, for instance soil fertility and rainfall influence regrowth of standing stock of timber following timber harvest. Note that capacity can be defined per accounting unit (e.g. per Land Cover Ecosystem Unit) or per EAU (Ecosystem Accounting

Unit) and in terms of capacity of each Basic Spatial Unit to generate an ecosystem services (e.g. the capacity of a pixel in a GIS model). Aggregating capacities of individual pixels (/BSUs) over an LCEU gives the capacity per LCEU, and aggregation over an EAU provides the capacity of the EAU to supply a specific service.

Capacity may be aligned with the concept of sustainable yield, in the case of a single resource (e.g. a fish stock) (SEEA EEA 2.32). The sustainable yield, in turn, is determined by the opening stock of the resource (e.g. the fish stock), the growth rate of the resource (e.g. the increase in fish stock due to replenishment) and the loss of fish due to natural processes (e.g. climate variability). However, in reality, single resource use in ecosystems is very rare, many ecosystems provide a basket of goods and services. Hence, in general the capacity to generate provisioning services can be defined on the basis of the long-term capacity of the ecosystem to supply services based on current land use, management and climate (EC et al., 2013). A comprehensive approach is required to establish the capacity. For instance, in the case of timber production (an activity), using timber stands naturally grown in the forest ecosystem (the service), the capacity of the forest at a given time to sustain timber harvesting in the future is a function of the standing stock of timber and the regenerative capacity of the forest (i.e. the mean annual increment, which is in turn determined by among others the age of the trees, soil fertility, water availability, temperature, fire incidence, and potentially management of the forest).

The supply of individual services is often related. For instance, timber extraction at a maximum sustainable rate (a rate that would not jeopardize future timber harvest) may lead to negative effects on biodiversity conservation or carbon sequestration. This indicates that the extraction rate used as a benchmark for sustainable extraction varies for different types of services and land use, and needs to be defined based on locally relevant conditions. The basic principle should be to analyze capacities for all ecosystem services individually based on current management practices. An important implication is that the value of an asset as included in the Ecosystem Accounts is by no means necessarily equal to the maximum value that can be generated by an ecosystem.

**Regulating services.** Regulating service can be interpreted as involving the generation of a positive externality. The capacity becomes a flow if there are people benefiting from this capacity (aligned with the modelling of ecosystem services in for instance within the ARIES<sup>2</sup> modeling framework (Villa et al. 2014). For instance, in this interpretation, erosion control is a capacity wherever it occurs, and this environmental process becomes an ecosystem service flow if there are people living in the area that experiences a reduction in erosion risk (e.g. who live in the area downslope where mudflows do not, or less occur because of vegetation upslope). Carbon sequestration is a peculiar service, because people always benefit from this service, and for this service capacity equals flow (in line with Schröter et al., 2014).

A particular issue with regulating services is that there can also be a disservice, i.e. services with a negative value, e.g. involving carbon emissions form a degraded peatland, or pest and diseases from ecosystems. Services with a negative value are difficult to accommodate in an accounting context (although there is a potential opening to include negative services in an account when these regulating services are considered to be generated by the sector ecosystems rather than through the activity of a specific sector that uses ecosystems as an asset (see Edens and Hein 2013 for details)). The disservices can be the opposite (in terms of direction) flow of the service, as in the case of carbon emissions from drained peatlands. The flux of carbon from drained peat is from the ecosystem to the atmosphere, the

<sup>&</sup>lt;sup>2</sup> Artificial Intelligence for Ecosystem Services (http://www.ARIESonline.org/)

sequestration of carbon by forests on mineral soil involves a flux from the atmosphere to the ecosystem. Considering these disservices is important in view of their relative economic importance, their importance for policy making (e.g. REDD+) and the potential occurrence of services and related disservices within the same institutional unit (World Bank, 2014). In the paper 'Linking asset and flow accounts' it is analyzed how services and selected disservices can be included in the accounts.

**Cultural services**. Cultural services range from tourism and recreation to spiritual aspects and biodiversity conservation. The capacity of the service needs to be defined and determined for each specific service individually. For recreation and tourism, it may relate to the amount of tourists that can potentially be accommodated in a specific area as a function of the level of interest in the type of ecosystem involved, the level of access / remoteness, etc. In case there are grounds to assume that the number of tourists may increase in the future the capacity could be assumed to increase accordingly (World Bank, 2014). For biodiversity conservation, capacity may be related to the species numbers that an area can sustainably harbor under current land use and land cover. The capacity may be higher than the actual occurrence of the species (e.g. because of high hunting pressure) or lower (e.g. because the area is a refuge and current population numbers are above the number that can be sustained in the long-term).

## 3. Modelling ecosystem services in an accounting context

## **3.1 Spatial modelling techniques**

Spatial modelling is required to produce wall-to-wall maps of ecosystem services for the overall Ecosystem Accounting Unit, covering the different aspects of ecosystem condition, capacity and ecosystem service flows. Often, data is lacking for some areas, for some specific indicators. In this case, spatial interpolation and/or modelling techniques can be used to produce comprehensive maps. This would normally require the combination of a range of datasets including remote sensing images, thematic maps, surveys for specific administrative or ecological units, and point data from specific studies. The different datasets used need to be spatially defined, i.e. they need to be attributed to a spatially defined reference location using a relevant coordinate system – either in case of point data or in case a map is used. Sometimes countries have a specific coordinating system applied in their statistical agencies in which case it is beneficial to use the same coordinate system.

There are a range of spatial modeling tools available for the modelling of ecosystem services. The simplest is called the 'Look-up Tables' approach. More sophisticated methods allow for extrapolation of data to missing points, as well as more elaborate statistical or process based modeling of services supply. In the lookup tables approach, specific values for an ecosystem service or other variable are attributed to every pixel in a certain class, usually a land cover or land use class. These values need to be derived from the scientific literature, for ecosystems that are comparable in terms of vegetation, soil, climate, etc. For instance, every pixel in the land cover class 'deciduous forest' could be given a specific value for its carbon stock, say 250 ton C/ha, based on studies that analyzed the carbon contents of this forest type in a specific agro-ecological zone. In general, the more homogeneous the class is, the more accurate a LUT approach will be.

In addition, there are several statistical approaches for spatial modelling of ecosystem services, capacity and condition, with Maxent being relatively user friendly in the context of ecosystem

accounting. Maxent (Phillips et al., 2006) stands for Maximum Entropy, and has traditionally been used to map habitat for different species. The model predicts the potential of a species or ecosystem attribute occurrence by "finding the distribution of maximum entropy (i.e. closest to uniform) subject to the constraint that the expected value of each environmental variable under this estimated distribution matches its empirical average" (Philips et al., 2006). Maxent requires only presence points, and the accuracy levels can also be calculated (using the area under receiver operating characteristic (ROC) curve (AUC), whose value ranges from 0 to 1; an AUC of 1 indicates a perfect accuracy).

Geostatistical interpolation techniques such as kriging rely on statistical algorithms to predict the value of un-sampled pixels on the basis of nearby pixels in combination with other characteristics of the pixel. The basic interpolation methods use simple interpolation algorithms, for instance nearestneighbor interpolation, but there are more sophisticated geostatistic tools that also considers sets of correlated variables. For instance, timber productivity may be related to productivity in nearby pixels, but in a more comprehensive approach it may also be related to factors such as soil fertility or water availability for which spatial maps are available. Critical in applying geostatistics is that a sufficiently large sample size is available, and that samples are representative of the overall spatial variability found.

#### **3.2** Temporal modelling techniques

In SEEA EEA, temporal modelling is required to forecast the capacity of the ecosystem to generate ecosystem services over time. In particular, the ecosystem asset depends upon the capacity to generate ecosystem services over time. This capacity is a function of the standing stock (e.g. of a timber stand), the regrowth due to natural processes (e.g. growth in timber volume due to regrowth of the forest following harvesting), losses due to natural processes (e.g. storm damage) and ecosystem management (e.g. fire control, pruning, etc.). If the asset is valued in monetary terms, the asset value reflects the Net Present Value (NPV) of the expected flow of ecosystem services (e.g. the discounted net value of the flow of timber during the discounting period). Hence, the flow of timber (and other ecosystem services) needs to be modelled, for every accounting unit.

The modelling approach most consistent with coming to an understanding of flows of ecosystem services is a dynamic systems approach. This approach is based upon the modelling of a set of state (level) and flow (rate) variables in order to capture the state of the ecosystem, including relevant inputs, throughputs and outputs, over time. Dynamic systems models use a set of equations linking ecosystem state, management and flows of services. A dynamic systems model contains state and flow indicators and variables that capture, for instance, the amount of standing biomass (state), the harvest of wood (flow), and the price of wood (time dependent variable). The models runs on the basis of predefined time-increments and requires fully defined initial conditions. The systems approach can contain non-linear dynamic processes, feedback mechanisms and control strategies, and can therefore deal with complex ecosystem dynamics, which are discussed below. However, it is often a challenge to understand these complex dynamics, and their spatial variability, and data shortages may be a concern in the context of ecosystem accounting that requires large scale analysis of ecosystem dynamics and forecasted flows of ecosystem services.

Complex ecosystem dynamics include irreversible and/or non-linear changes in the ecosystem as a response to ecological or human drivers. Irreversible changes in ecosystems occur when the ecosystem is not, by itself, able to recover to its original state following a certain disturbance. Multiple states are relatively stable configurations of the ecosystem, caused by the existence of feedback mechanisms that reinforce the system to be in a particular state. In addition, the ecosystem may also develop as a consequence of stochastic natural conditions, for instance when ecosystem change is driven by fires or high rainfall events. These complex dynamics occur in a wide range of ecosystems, and have a major impact on the future flows of ecosystem services. Where possible (pending data and understanding of the ecological processes involved), these aspects should be considered in the Ecosystem Asset Account.

In some cases, spatial and temporal modelling approaches need to be combined. For instance, process based models are generally required to model regulating services such as erosion control, or ground and surface water flows. Erosion, and erosion control is often modelled with the USLE approach (even though it's reliability outside of the part of the world was developed (i.e. the US) has proven to be variable). Other examples of process based models are the hydrological models such as SWAT and (CSIRO) SedNet. These models are both temporally and spatially explicit, using a dynamic systems modelling approach integrated in a GIS (for instance using the Python modelling language). SWAT is one of the most widely used hydrological models, and uses Hydrological Response Units (HRUs) to model water flows and water stocks, and the processing taking place within these units. The model operates with daily time steps and can therefore be used to model flood regulation throughout the year (through retention of water in upstream HRUs) and maintenance of dry season water flow (through retention and gradual release of water in upstream HRUs). In order to link land use change to hydrology, SWAT needs to be extended with a landscape module, that allows modelling and integration of overland processes such as run-off and run-on and the deposition of soil particles in streams and waterways. SWAT also allows a range of processes affecting water quality such as denitrification.

Note that a critical aspect of modelling hydrological flows is the resolution of the model, both in space and in time. The required resolution depends upon the study area and the geomorphology of the study area, and the selection of the resolution will also be influenced by the availability of data. In general, to have an ecologically robust modelling of water flows, a spatial resolution of at most 30 meters (corresponding to the global ASTER Digital Elevation Model<sup>3</sup>) is recommendable. A temporal resolution of a day would also be recommendable in order to understand and calibrate water flows over time, including the capacity of ecosystems to store water in support of downstream flood control or dry season water supply. Models that use a temporal resolution of months or even years (such as the current InVEST hydrology module) would not generally be adequate to model this service.

### 3.3 Modelling specific ecosystem services in an Accounting Context

This section presents a very general introduction to the different approaches that can be used to map specific services. The specific modelling approaches applicable to different areas, however, need to be defined as a function of the ecosystem, ecosystem services, ecosystem management, data availability, and the environmental and social context involved (see also World Bank, 2014).

<sup>&</sup>lt;sup>3</sup> Note that the local accuracy of the global ASTER DEM dataset may vary for different parts of the planet, see also Table 4 of this report.

Service	Potential indicator	Description
Carbon	Ton of carbon (or	Carbon storage includes storage in vegetation (above ground,
storage	carbon-dioxide) per	root, dead wood, and litter carbon) and soil carbon. Soil carbon
	hectare or square	may be low compared to vegetation carbon, as in some types of
	kilometer.	poor fertility tropical forest soils, or it may be by far the largest
		component of total carbon storage, as in peatland soils in deep
		peat (World Bank, 2014). Above ground carbon can be
		measured with radar remote sensing, but the measurement of
		below-ground carbon with optical techniques is generally not
		possible. Instead, for this part of the carbon stock, soil sampling
		and interpolation of data points is required. Carbon maps are
		increasingly available for different parts of the world (see also
		Chapter 4), and the capacity to map above ground carbon stock
		giobally will also increase with the faunch of the Sentinel radar
Carbon	Top of ourbon (or	Satemite in 2014.
sequestration	carbon-dioxide)	productivity (NEP) i.e. the difference between net primary
sequestitation	sequestered per	productivity (NPP) and soil respiration NPP can be derived
	vear per hectare or	from the Normalized Difference Vegetation Index (NDVI) that
	per square	can be measured with remote sensing images. However care
	kilometer.	needs to be taken that the relation between NDVI and NPP is
		well established for the ecosystems involved, and that accuracy
		levels are calculated based on sample points. It is often difficult
		to find credible values for the spatially very variable soil
		respiration rate, which depends on bacterial and fungi activity
		which are in turn guided by the local availability of organic
		matter (e.g. fallen leaves), temperature, moisture, etc.
Maintaining	mm water	Rainfall patterns depend on vegetation patterns at large scales.
rainfall	evapotranspiration	For instance, it has been estimated that maintaining rainfall
patterns	per hectare per	patterns in the Amazon at current levels requires maintaining at
	year, mm rainfall	least some 30% of the forest cover in the basin. Reductions in
	generated per	rainfall in the Western Sahel and the Murray Basin in Australia
	hectare per year.	have also been correlated to past losses of forest cover. This is a
		significant ecosystem service, however the value of individual
		pixels is difficult to establish since it requires understanding
		large scale, complex climatological patterns, large scale
		analyses of potential damage costs, and interpolations of values
		climate-biosphere models
Water	- water storage	Water regulation includes several different aspects including (i)
regulation	capacity in the	flood control: (ii) maintaining dry season flows: and (iii) water
regulation	ecosystem in m3	auality control $-e.g.$ by transing sediments and reducing
	per hectare (or in	siltation rates). Temporal. i.e. inter-annual and intra-annual
	mm);	variation is particularly important for this service. Modelling
	- difference	this service is often data-intensive and also analytically

Table 1. Indicators and mapping methods for selected ecosystem services

	between rainfall	complex SWAT is a model often used to model this kind of
	and evano-	flows however extensions of the SWAT model are needed to
	transpiration in	link land use to water flows, see also Chapter 4
	mailspiration in	This faile use to water nows, see also Chapter 4.
	m5/ma/year;	
<b>a c</b>	9 9	
Surface	Surface water	Flood protection depends on linear elements in the landscape
water	modelling can be	that act as a buffer against high water levels (e.g. a mangrove,
modelling;	deployed to analyze	dune or riparian system). Modelling this service requires
Flood	reductions in flood	modelling flood patterns and the influence of the vegetation. It
protection	risk, expressed	may not always be needed to model flood protection in physical
	either as reduction	terms in order to understand the monetary value of the service -
	in probability of	in particular in those areas where it is certain that natural
	occurrence,	systems, if lost, would be replaced by artificial ones (e.g. a
	reduction in	dyke), as would be the case in most of the Netherlands, for
	average duration of	instance. In this case, valuation may be done on the basis of a
	the flood, or	replacement cost approach that does not require understanding
	reduction in water	the physical service in full.
	level depending on	
	context	
Fracion and	difference	There is relatively much experience with modelling this service
adimentatio	- unterence	Freedon models can be integrated in a catchmant hydrological
seumentatio	between seument	Elosion models can be integrated in a calciment hydrological
n control	run-off and	models (such as SWAT or CSIRO Sedivet, both freeware) to
	sediment deposition	predict sediment rates. In SWAT, a watershed is divided into
	in ton/ha/year	Hydrological Response Units (HRUs), representing
		homogeneous land use, management, and soil characteristics.
		Erosion rates need to be estimated for each HRU, for instance
		on the basis of the MUSLE or RUSLE erosion models or
		on the basis of the MUSLE or RUSLE erosion models or alternatively SWAT landscape can be used which includes grid
		on the basis of the MUSLE or RUSLE erosion models or alternatively SWAT landscape can be used which includes grid based land cover units.

## 4. Global Datasets and remote sensing

## 4.1 Global datasets on ecosystem services analysis

There are several databases providing information on ecosystem services and their values, both spatial and non-spatial (Table 2 below) as well as a number of global tools that provide information on the methods that can be used to map, model or value ecosystem services (presented in Table 3 below).

Dataset	Author	Description	Scale	Link
Pilot Analysis of	World Resources	The study	9 geospatial	http://www.ifpri.org/
Global Ecosystems	Institute (WRI),	identifies linkages	datasets providing	dataset/pilot-analysis-global-
(PAGE): Agro-	IFPRI	between crop	a detailed spatial	ecosystems- page (187 Mb)
ecosystems		production systems	perspective on	
		and environmental	agroecosystems	
		services such as	and agroecosystem	
		food, soil	services, see Annex	
		resources, water,	1.	
		biodiversity, and		
		carbon cycling		
Ecosystem Services	FSD, Wageningen	Database	Non-spatial.	http://www.fsd.nl/esp/80763/5/0/50
Values Database		containing		
		information on		
		valuation studies		
		carried out across		
		the planet (value		
		estimates, authors		
		of studies, general		
		description of		
		methodology		
		used).		

Table 2. Global ecosystem services databases

#### Table 3. Databases with methods for ecosystem service assessment

Dataset	Author	Description	Link
Values	Deutsche Gesellschaft für	Database with	http://www.aboutvalues.net/
Database	internationale Zusammenarbeit	detailed	method_database/
	(GIZ) GmbH;	description of	
		modelling	
	Helmholtz-Zentrum für	methods and	
	Umweltforschung	valuation	
	(UFZ) GmbH	approaches	
Ecosystemv	University of Maryland	Database with	www.ecosystemvaluation.org
aluation.org		information	
		on and	
		examples of	
		valuation	
		methods	

#### 4.2 Global datasets on ecosystem components

Table 4 below describes some of the key datasets with a global cover that are relevant for ecosystem accounting, subdivided into datasets covering remote sensing data, land cover and vegetation, soils and water. Note that these datasets are usually derived from remote sensing data in combination with other datasets. The table only lists datasets that can be downloaded free of charge, with commercial datasets usually available at higher resolution, but requiring payment for specific geographical areas. Note that the data from the new European Space Agency Sentinel satellites is not yet available. Their resolution is finer than the Landsat images, and an additional advantage is that the satellites provide both radar and optical images. Note that a total of 6 Sentinel satellites are planned to be launched, with Sentinel 1 (Radar) and Sentinel 2 (Optical) most relevant for Ecosystem Accounting. Note also that remote sensing data provides information on the observable properties of ecosystems. Some of this information can be linked to ecosystem uses (i.e. ecosystem service flows), such as information on deforestation patens or land use change. Other observable information can be linked to Ecosystem assets (such as standing biomass or Net Primary Production). The specific linkage of remote sensing data to ecosystem service flow or asset modelling always needs to be determined for the specific ecology and uses of the area involved. state of This would lead to a large increase in possibilities to model land cover and model ecosystem services such as crop production, carbon sequestration (through fine resolution NPP mapping) and erosion control (e.g. by modelling vegetation cover of the soil). Given that data volumes are large this means that larger data storage and processing facilities will be needed to deal with the information generated. Specific information on potential applications of Sentinel imagery can only be provided when the images become available (currently estimated to be early 2015 for the radar images).

Dataset	Author	Description	Scale	Link		
Remote sensing data						
MODIS	NASA	Views the entire surface of	Its detectors measure 36	https://lpdaac.usgs.gov/products		
imagery	Earth	the Earth every one to two	spectral bands between			
dataset	Observatio	days, imagery can be	0.405 and 14.385 µm, and			
	n System	downloaded from website.	it acquires data at three			
	(EOS)		spatial resolutions			
			250m, 500m, and 1,000m.			
Landsat	NASA	Multispectral data of the	Depending on satellite	http://landsat.gsfc.nasa.gov/		
dataset		Earth's surface on a global	and band, for Landsat 8			
		basis, from several	has 11 bands with a			
		operational Landsat	resolution of 30 by 30			
		satellites (plus historical	meter for 8 out of these 11			
		images form earlier Landsat	bands.			
		satellites).				
Sentinel	European	■Sentinel-1 is a polar-	Wide-swath mode at 250	At the time of preparation of this		
	Space	orbiting, all-weather, day-	km and 5×20 m resolution	document, the Sentinel data were		
	Agency	and-night radar imaging	Wave-mode images of	not yet available. More		
		mission for land and ocean	$20 \times 20$ km and $5 \times 5$ m	information can be found at:		
		services. The first Sentinel-1	resolution (at 100 km	http://www.esa.int/Our_Activitie		
		satellite was launched on 3	intervals)	s/Observing_the_Earth		
		April 2014.	Strip map mode at 80 km			
		■Sentinel-2 is a polar-	swath and $5 \times 5$ m			
		orbiting, multispectral high-	resolution			
		resolution imaging mission	Extra wide-swath mode of			
		for land monitoring to	400 km and 20×40 m			
		provide, for example,	resolution			

#### Table 4. Global datasets

		imagery of vegetation, soil		
		and water cover. inland		
		waterways and coastal		
		areas		
Land cover and	vegetation			
Global Index	regetation	Metadatabase providing an		www.givd.info
of		overview of existing		www.givu.iiio
Vagatation		vegetation data worldwide		
vegetation-		vegetation data worldwide,		
Plot		the metadatabase facilitates		
Databases		the use of these data by		
(GIVD)		other scientists.		
The Global	EU Joint	The map illustrates the	Published in geographic	http://geoserver.isciences.com:80
Land Cover	Research	distribution of surface	projection at 30 arc-	<u>80</u>
2000 Map	Centre	materials or "land cover"	seconds resolution.	/geonetwork/srv/en/metadata.sho
		over the entire globe. This		w?id=55
		map helps to show the		
		major ecological systems		
		that exist such as forests,		
		grasslands, and cultivated		
		areas.		
MODIS NPP	NASA	Continuous estimates of	1 km resolution	http://www.ntsg.umt.edu/project/
dataset	Earth	Gross/Net Primary		mod17
	Observatio	Production (GPP/NPP)		
	n System	across Earth's entire		
	(EOS)	vegetated land surface.		
	()	Useful for natural resource		
		and land management.		
		global carbon cycle		
		analysis accessed status		
		analysis, ecosystem status		
		assessment, and		
		monitoring		
Clabal	T	nonitoring.	1 1	
Global	University	Results from time-series	1 km resolution (note that	nup://www.eartnenginepartners.a
Forest		analysis of 654,178 Landsat	the maps sometimes	ppspot.com/science-2013-global-
Change	Maryland	/ EIM+ images in	classifies plantations such	forest/download.html
2000-2012		characterizing global forest	as palm oil plantations as	
		extent and change from	forests)	
		2000 through 2012. For		
		additional information about		
		these results, please see the		
		associated journal article		
		(Hansen et al., Science		
		2013).		
Global	FAO	Comprehensive assessment	Not spatial, information is	http://www.fao.org/forestry/fra/fr
Forest		of forests and forestry	presented in tables per	a2010/en/
Resources		examining the current status	country. The reliability	
Assessment		and recent trends for about	and accuracy of the tables	
2010 (also		90 variables covering the	varies per country.	
available for		extent, condition, uses and		
1990, 2000,		values of forests and other		
2005)		wooded land,		
Soils and terrain	1			1
SoilGrid	ISRIC	Dominant soil types	1 km grid, global.	http://www.isric.org/content/soilg
	Wagening	according to FAO/ISRIC		rids
	en	soil classification		

ASTER	NASA,	DEM and water body	30-meter postings and 1 x	http://asterweb.jpl.nasa.gov/gdem
Global	METI	coverage and detection in	1 degree tiles	.asp
Digital	Japan	GeoTIFF format		
Elevation	_			
Map				
Water				•
Tropical	NASA and	Precipitation	From around 35° north	http://trmm.gsfc.nasa.gov/overvie
Rainfall	JAXA	over tropical and	latitude (e.g., the	w_dir/background.html
Measuring		subtropical regions	Mediterranean Sea) to 35°	
Mission			south latitude (e.g.,	
(TRMM)			the southern tip of South	
			Africa), since 1997	
Global	NASA	Observations of rain and	Global, from 65° north	http://www.nasa.gov/mission_pa
Precipitation		snow worldwide every	latitude (e.g., the Arctic	ges/GPM/main/
measurement		three hours	Circle) to 65° south	
			latitude. This is a new	
			satellite, and information	
			is now becoming	
			available.	
WaterWorld	King's	Rainfall and potential	1 km grid	http://www.policysupport.org/
	College	evapotranspiration rates,		waterworld
	London	global dataset		
	(models),			
	Ambio-TEK			
	(software)			

## References

Ansink, E., Hein, L., Hasund, K.P., 2008. To value functions or services? An analysis of ecosystem valuation approaches. Environmental Values 17, 489–503.

Arshad, M.A., Martin, S., 2002. Identifying critical limits for soil quality indicators in agroecosystems. Agriculture Ecosystems and Environment 88, 153–160.

Banzhaf, S., Boyd, J., 2012. The architecture and Measurement of an Ecosystem Services Index. Sustainability 2012, 4.

Campos, P., F. Bonnieux , A. Caparros JC Paoli, 2007. Measuring total sustainable incomes from multifunctional management of Corsican Maritime Pine and Andalusian Cork oak Mediterranean forests. Journal of Environmental Planning and Management 50:1, 65-85.

Daily, G.C., Polasky, S., Goldstein, J., Kareiva, P.M., Mooney, H.A., Pejchar, L., Ricketts, T.H., Salzman, J., Shallenberger, R., 2009. Ecosystem services in decision making: time to deliver. Frontiers in Ecology and the Environment 7, 21–28.

Egoh B, Drakou EG, Dunbar MB, Maes J, Willemen L, 2012. Indicators for mapping ecosystem services: a review. Report EU.

European Commission, International Monetary Fund, Organisation for Economic Co-operation and Development, United Nations, World Bank, 2013. Experimental Ecosystem accounting Guidelines.

European Commission, 2011. Our life insurance, our natural capital: an EU biodiversity strategy to 2020, 244. COM, Brussels (3.5.2011).

European Commission, 2013. Mapping and Assessment of Ecosystems and their Services, An analytical framework for ecosystem assessments under Action 5 of the EU Biodiversity Strategy to 2020.

Edens, B. and L. Hein, 2013. Towards a consistent approach for Ecosystem Accounting. Ecological Economics 90, 41-52.

Lonsdorf, E., C. Kremen, T.Ricketts et al., 2009. Modelling pollination services across agricultural landscapes. Annals of Botany 103, 1589-1600.

Hein, L. 2014. 'Linkages between ecosystems asset accounts and ecosystem service accounts ', Short Paper prepared for UNSD, New York.

MA, 2003. Ecosystems and Human Well-being: A Framework for Assessment. Millennium Ecosystem Assessment. Island Press, Washington, D.C., USA.

MA, 2005. Ecosystems and human well-being: current state and trends. Millennium Ecosystem Assessment, Island Press, Washington, D.C., USA.

Martnez-Harms MJ & Balvanera P, 2012. Methods for mapping ecosystem service supply: A review. International Journal of Biodiversity Science, Ecosystems Services and Management 8, 17-25

Phillips SJ, Anderson RP, Schapire RP (2006) Maximum entropy modeling of species geographic distributions. Ecological Modelling 190 (3–4): 231–259

Potter, C., Randerson, J., Field, C., Matson, P., Vitousek, P., Mooney, H., Klooster, S., 1993. Terrestrial ecosystem production: a process model based on global satellite and surface data. Global Biogeochemical Cycles 7, 811–841.

Remme, RP M Schröter, L Hein, 2014. Developing spatial biophysical accounting for multiple ecosystem services. Ecosystem Services 10, 6-18

Ricketts, T.H., Daily, G.C., Ehrlich, P.R., Michener, C.D., 2004. Economic value of tropical forest to coffee production. PNAS 101, 12579–12582.

Secretariat for the Convention on Biological Diversity, 2014. CBD Technical Series No. 77 ECOSYSTEM NATURAL CAPITAL ACCOUNTS: A Quick Start Package.

Schröter, M., D. Barton, RP. Remme, L Hein, 2014. Accounting for capacity and flow of ecosystem services: A conceptual model and a case study for Telemark, Norway. Ecological Indicators 36, 539-551.

Sumarga, E. L Hein, 2014. Mapping Ecosystem Services for Land Use Planning, the Case of Central Kalimantan. Environmental management, 1-14

TEEB, 2010. The economics of ecosystems and biodiversity. Mainstreaming the economics of nature. A synthesis of the approach, conclusions and recommendations of TEEB. (www.teebweb.org).

Thrush, S.F., Hewitt, J.E., Dayton, P.K., Coco, G., Lohrer, A.M., Norkko, A., 2009. Forecasting the Limits of Resilience: Integrating Empirical Research With Theory. Proc. R.Soc. B: Biol Sci 3209–3217.

UK National Ecosystem Assessment, 2011. The UK National Ecosystem Assessment, Synthesis of the Key Findings.UNEP-WCMC, Cambridge.

United Nations, 1992. Convention on Biological Diversity.

United Nations, 1993. Handbook of National Accounting. Integrated Environmental and Economic Accounting, New York.

United Nations, European Commission, International Monetary Fund, Organisation for Economic Cooperation and Development, World Bank, 2013. Handbook of National Accounting: Integrated Environmental and Economic Accounting 2013.

Van Oudenhoven, A.P.E., Petz, K., Alkemade, R., Hein, L., de Groot, R.S., 2012. Framework for systematic indicator selection to assess effects of land management on ecosystem services. Ecological Indicators 21, 110–122.

Villa F., Bagstad K.J., Voigt, B., Johnson G.W., Portela R., Honzák M., Batker D. (2014) A Methodology for Adaptable and Robust Ecosystem Services Assessment. PLoS One (forthcoming).

World Bank, 2014. Designing Pilots for Ecosystem Accounting. World Bank WAVES project, May 2014, Washington DC.