

System of Environmental Economic Accounting

Headline Indicators of the Global Biodiversity Framework based on SEEA Ecosystem Accounting

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Overview

- Introducing Indicators A.2 and B.1
- A closer look at Indicator A.2 Extent of natural ecosystems
- A closer look at Indicator B.1 Services provided by ecosystems
- Four take-homes



Introducing Indicators A.2 and B.1

GBF Goal A: Protect and Restore

Three elements:

The integrity, connectivity and resilience of all **ecosystems** are maintained, enhanced, or restored, *substantially increasing the area of natural ecosystems by 2050*;

Headline indicators:

A.1 Red List of Ecosystems
A.2 Extent of natural ecosystems
(based on SEEA Ecosystem Accounting)

Human induced extinction of known threatened **species** is halted, and, by 2050, the extinction rate and risk of all species are reduced tenfold and the abundance of native wild species is increased to healthy and resilient levels;

A.3 Red List Index for Species

The **genetic diversity** within populations of wild and domesticated species, is maintained, safeguarding their adaptive potential. A.4 The proportion of populations within species with an effective population size > 500

Species

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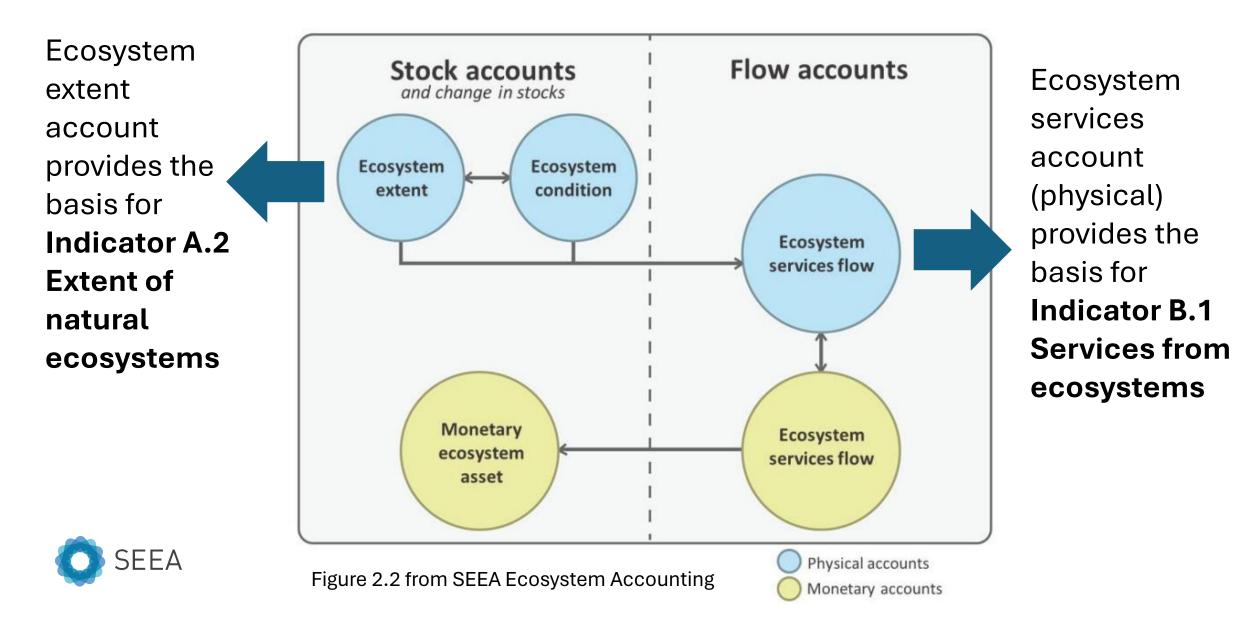
Genetic

GBF Goal B: Prosper with Nature

Biodiversity is sustainably used and managed and nature's contributions to people, including ecosystem functions and services, are valued, *maintained and enhanced, with those currently in decline being restored*, supporting the achievement of sustainable development for the benefit of present and future generations by 2050.

Headline indicator B.1 Services provided by ecosystems (based on SEEA Ecosystem Accounting)

Five core ecosystem accounts in SEEA



Why is an accounting approach useful for these indicators?

- Accounting tables have a standard structure and are based on standard definitions and classifications
 - \rightarrow Provides consistent information that allows for comparison across time periods and between countries



IUCN Global Ecosystem Typology 2.0 Descriptive profiles for biomes and ecosystem functional groups

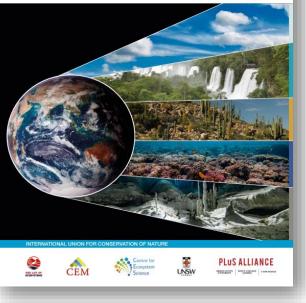
David A. Keith, Jose R. Ferrer-Paris, Emily Nicholson and Richard T. Kingsford (editors)



IUCN Global Ecosystem Typology is the **reference classification for ecosystems** in SEEA

www.global-ecosystems.org





Why is an accounting approach useful for these indicators?

- Consistency between measurement of ecosystems and ecosystem services
- Organising spatial data in an accounting framework allows consistency from local to national to global levels

→ Supports coherence in planning and decision-making across different scales

• Allows for integration of information about ecosystems with information about the economy



For both indicators A.2 and B.1

- Metadata was discussed and further developed through a task team (one for each indicator), consisting of:
 - Members of the AHTEG
 - Members of the UN Technical Committee on SEEA Ecosystem Accounting
 - Additional experts



A closer look at Indicator A.2

Indicator A.2 Extent of natural ecosystems

- Rationale for the indicator
- What are "natural ecosystems"?
- How to get from the ecosystem extent *account* (which contains a lot of information) to a single *indicator*

Rationale for Indicator A.2

- Natural ecosystems are the foundation of biodiversity
- Conversion of natural ecosystems to anthropogenic or intensively modified ecosystems is one of the main drivers of biodiversity loss

→Through human activities such as urban development, cultivation, and infrastructure development
 →Reflected in *reduction of the area* of natural ecosystems

- Conversely, ecological restoration efforts can result in *increases in the area* of natural ecosystems
- Indicator aims to show the extent of natural ecosystems as a proportion of overall area, and to track changes in this proportion over time

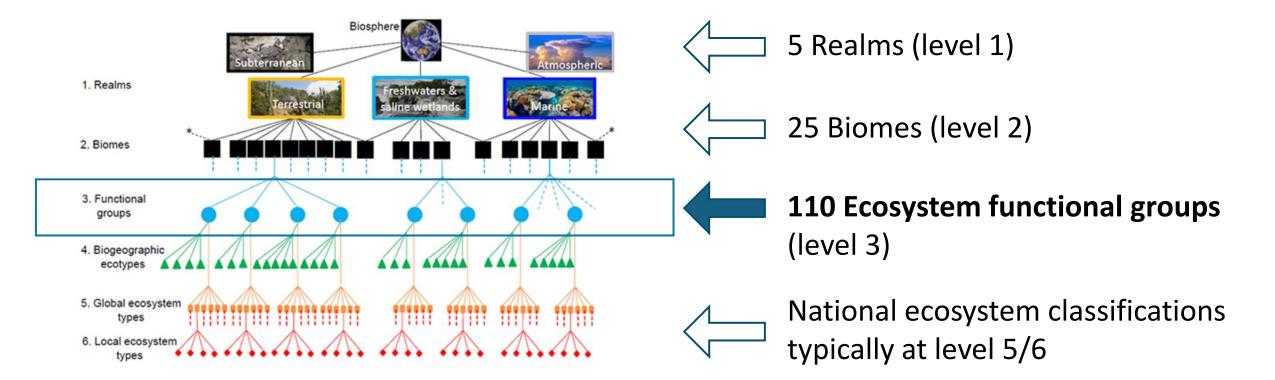
→ Responding to the element of Goal A that refers to "substantially increasing the area of natural ecosystems by 2050"

• NB: <u>Not</u> aiming to capture the ecological condition of natural ecosystems, which is captured in other indicators such as A.1 Red List of Ecosystems

What are "natural ecosystems" in the context of this indicator?

- Broad definition including "strictly" natural, near-natural and semi-natural ecosystems
- Semi-natural ecosystems often retain substantial biodiversity and are thus important from a biodiversity perspective, along with natural ecosystems
 - This contrasts with anthropogenic (intensively modified) ecosystems, which are of far less importance from a biodiversity perspective
- If semi-natural ecosystems were excluded, this may have the unintended consequence of reducing attention to their management, conservation and in some cases restoration
- There is no agreed scientific basis for making firm distinctions between natural, nearnatural and semi-natural ecosystems, which exist on a continuum, so a narrow definition of natural ecosystems would make the indicator difficult to operationalise

The scope of natural ecosystems is defined based on level 3 of the Global Ecosystem Typology



Of the 110 ecosystem functional groups, 98 are natural and 12 are anthropogenic

Of the 110 ecosystem functional groups in the GET, **12 are anthropogenic**:

Realm	Biome	Ecosystem functional group				
a		T7.1 Annual croplands				
stri	T7 Intensive land-use	T7.2 Sown pastures and fields	Anthropogenic or			
Terrestrial	systems ⁶	T7.3 Plantations	intensively modified			
Ĕ		T7.4 Urban and industrial ecosystems	ecosystems are			
		F3.1 Large reservoirs	<i>predominantly</i> influenced by human			
Freshwater	F3 Artificial fresh waters	F3.2 Constructed lacustrine wetlands	activities \rightarrow determines			
wha		F3.3 Rice paddies	ecosystem properties			
Lee		F3.4 Freshwater aquafarms				
		F3.5 Canals, ditches and drains	In contrast: Natural			
Marine	M4 Anthropogenic marine systems	M4.1 Submerged artificial structures	ecosystems (not shown here) are ecosystems in			
Ma		M4.2 Marine aquafarms	which the impacts of humans on ecosystem			
Marine- terrestrial	MT3 Anthropogenic shorelines	MT 3.1 Artificial shorelines	composition, structure and function are low compared to natural factors			

What is an ecosystem extent account?

- Tracks the area of different ecosystem types within an ecosystem accounting area (such as a country) for successive accounting periods
- Provides an opening extent and closing extent for each ecosystem type in each accounting period

Stylised example of an ecosystem extent account for one accounting period:

		Ecosystem functional groups (examples)								
	T2.6	T4.5	F2.3	T7.1 Annual	T7.4 Urban					
	-	Temperate		croplands	and					
		subhumid			industrial					
Accounting entries	woodlands	grasslands	lakes		ecosystems		Total			
Opening extent										
Additions to extent		Values for	opening a	nd closing	extent and	change i	n extent			
Reduction to extent		Values for opening and closing extent and change in extent can be used to derive a range of indicators and presented in a range of forms (e.g., summary tables, maps, graphs)								
Closing extent										

South Africa's terrestrial ecosystem extent account, summarised by biome

Two accounting periods:

- Historical extent 1990
- 1990 2014

	Natural or semi-natural biomes	Intensively modified biomes

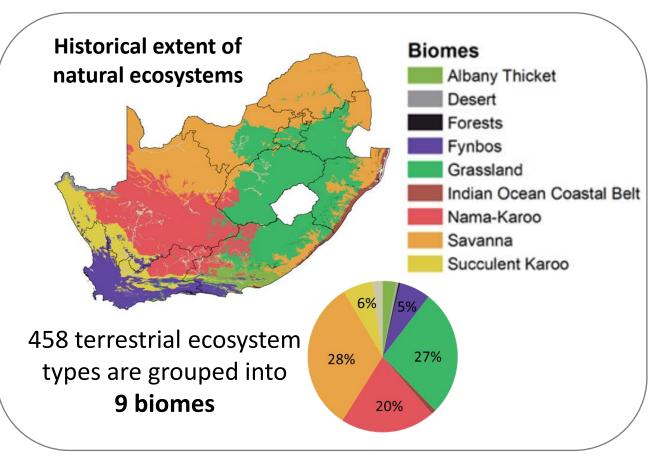
	Albany						Nama-		Succulent	Azonal		Built-	Water-	
Biomes	Thicket	Desert	Forest	Fynbos	Grassland	IOCB	Karoo	Savanna	Karoo	vegetation	Cultivated*	up*	bodies**	TOTAL
														121 966
Historical extent	3 531 231	626 207	462 518	8 165 366	33 090 325	1 171 284	24 936 548	39 418 522	7 821 579	2 742 873	-	-	-	453
Additions to extent	0	0	0	0	0	0	0	0	0	0	16 156 026	3 003 883	2 096 528	21 256 437
Reductions in extent	230 091	8 237	70 673	2 253 375	11 330 606	619 656	420 995	5 396 119	251 373	675 312	-	-	-	21 256 437
Net change in extent	(230 091)	(8 237)	(70 673)	(2 253 375)	(11 330 606)	(619 656)	(420 995)	(5 396 119)	(251 373)	(675 312)	-	-	-	
Net change as % of														
historical	-6,5%	-1,3%	-15,3%	-27,6%	-34,2%	-52,9%	-1,7%	-13,7%	-3,2%	-24,6%	-	-	-	
														121 966
Closing extent 1990	3 301 140	617 970	391 845	5 911 991	21 759 719	551 628	24 515 553	34 022 403	7 570 206	2 067 561	16 156 026	3 003 883	2 096 528	453
														121 966
Opening extent 1990	3 301 140	617 970	391 845	5 911 991	21 759 719	551 628	24 515 553	34 022 403	7 570 206	2 067 561	16 156 026	3 003 883	2 096 528	453
Additions to extent	44 432	1 142	24 900	241 184	1 444 446	75 114	146 910	1 160 055	38 422	189 954	1 991 959	597 238	288 754	6 244 510
Reductions in extent	36 008	1 260	7 689	196 035	1 180 183	63 783	78 038	885 303	33 631	58 021	2 339 226	400 503	964 606	6 244 286
Net change in extent	8 424	(118)	17 211	45 149	264 263	11 331	68 872	274 752	4 791	131 933	(347 267)	196 735	(675 852)	
Net change as % of														
opening	0,3%	0,0%	4,4%	0,8%	1,2%	2,1%	0,3%	0,8%	0,1%	6,4%	-2,1%	6,5%	-32,2%	
Net change in														
relation to historical														
extent	(221 667)	(8 355)	(53 462)	(2 208 226)	(11 066 343)	(608 325)	(352 123)	(5 121 367)	(246 582)	(543 379)	-	-	-	
Net change as % of	· ·		. ,	. ,		. ,	× 7		. ,					
historical	-6,3%	-1,3%	-11,6%	-27,0%	-33,4%	-51,9%	-1,4%	-13,0%	-3,2%	-19,8%	-	-	-	
			-											121 966
Closing extent 2014	3 309 564	617 852	409 056	5 957 140	22 023 982	562 959	24 584 425	34 297 155	7 574 997	2 199 270	15 808 759	3 200 618	1 420 676	453

* Cultivated areas, built-up areas and waterbodies are treated as biomes for the purpose of the ecosystem extent account table. There is no reliable spatial information on the historical extent of waterbodies, subsistence cultivation or habitation.

** The large net decrease in the extent of waterbodies reflects primarily that 1990 was a much wetter year than 2014. Waterbodies include both natural and artificial water bodies (such as dams).

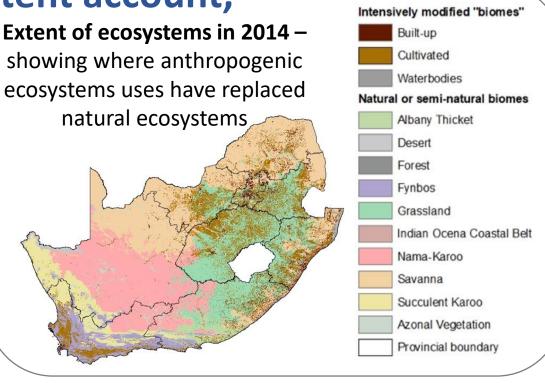
South Africa's terrestrial ecosystem extent account,

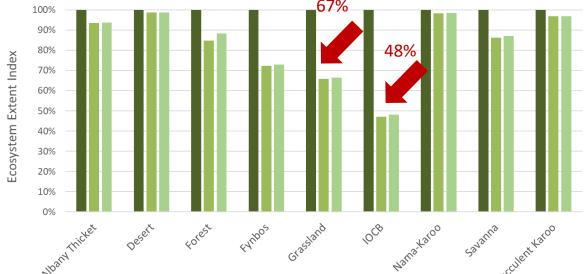
1990 to 2014



Indicator: Ecosystem Extent Index →

Measures remaining contemporary extent of natural ecosystems relative to historical extent





How to get from the account to a single indicator?

 \rightarrow Extent of natural and semi-natural ecosystems as a proportion of total area

		Ecosystem functional groups (examples)								
			F2.3	T7.1 Annual	T7.4 Urban					
		Temperate		croplands	and					
	forests and				industrial					
Accounting entries	woodlands	grasslands	lakes		ecosystems		Total			
Opening extent										
Additions to extent										
Reduction to										
extent										
Closing extent	\bigcirc	\bigcirc	\bigcirc							
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				A.,	\sim					

Mock-up of Indicator A.2

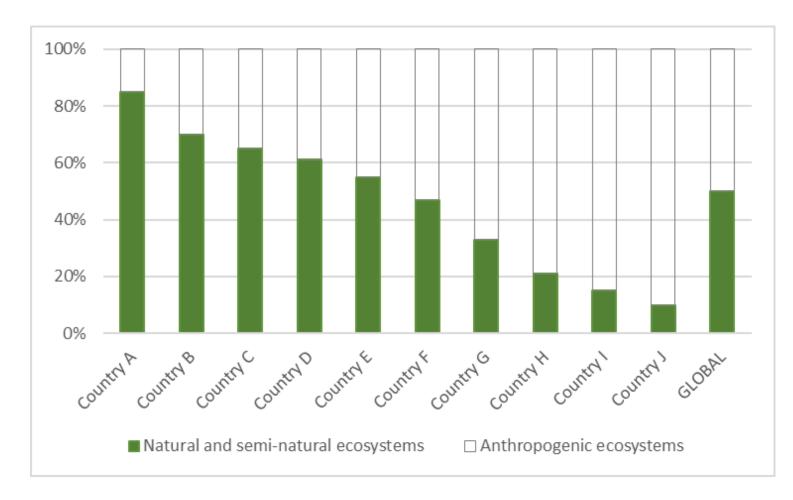


Figure 1. Proportion of natural ecosystems as at [end of accounting period]

- Easy to understand snapshot of the relative area of natural ecosystems at national and global level
- Can be done for all natural ecosystems combined, OR disaggregated by realm, biome, EFG (or more detail at national level)
- Changes in this proportion show whether ecosystem areas are increasing or not

Indicator A.2 methodology

Steps

- Compile ecosystem extent account using national ecosystem classification
- Cross-walk to ecosystem functional groups in the GET
- Calculate indicator by summing the area of natural ecosystems and dividing by total area of the country, expressed as a percentage
- Report indicator, but also the absolute extent (ha/km²) per EFG, allowing for global aggregation based on the absolute values

A closer look at Indicator B.1

Indicator B.1 Services provided by ecosystems

- Rationale for the indicator
- Which ecosystem services to include?
- How to get from ecosystem services *accounts* (which contains a lot of information) to a single *indicator*

Rationale for Indicator B.1

- Aim to track trends in the provision of ecosystem services, responding to the wording in Goal B that ecosystem services should be *"maintained and enhanced, with those currently in decline being restored"*
- Want to show whether the provision of ecosystem services is, on average, increasing, stable or decreasing, with the ability to disaggregate by different ecosystem services
- Ideally disaggregated by ecosystem type → valuable information to direct conservation, management and restoration efforts to enhance ecosystem service provision
- <u>Not</u> aiming to capture information about the state of ecosystems that underpin the provision of services, as this is captured in Indicators A.1 and A.2

Which ecosystem services to include?

Blended approach

- Designed to enable countries to select ecosystem services that they consider important and policy relevant
- As well as reflecting ecosystem services that are of global importance (such as global climate regulating services)

This means

- One or more of the ecosystem services will be **required** (common across all countries)
- There will be a list of **recommended** ecosystem services
- With the option for countries to choose **alternatives** to these recommended ecosystem services

Additional requirements

- Use the SEEA Ecosystem Accounting reference list of ecosystem services as a starting point
- Must include ecosystem services from all three broad categories (provisioning, regulating, cultural)

Considerations for selecting ecosystem services to include in the indicator

- Importance and policy relevance in the national context
- Importance for vulnerable communities (e.g. low-income households, children and youth, women and girls)
- Importance for indigenous peoples and local communities
- Cautious approach required for *provisioning* services from anthropogenic ecosystem types (e.g. croplands, plantations) – several reasons for this
- Ideal to flag services where sustainability thresholds may have been crossed
- Overall: Consider alignment and compatibility of the ecosystem service with the intent of the GBF

What is an ecosystem services account?

- Records the flows of ecosystem services supplied by ecosystem assets and used by economic units (households, businesses, government) during an accounting period
 - i.e. the **amount** of each ecosystem service supplied and used in the accounting period (such as one year)
- There must be alignment between supply and use (i.e. supply needs to match use of a particular service)
 - Only ecosystem services that are *actually used* are included in the account, while ecosystem services that could potentially be used are excluded
- Includes as wide a range of ecosystem services as possible
- Disaggregates supply of each service by **ecosystem type**

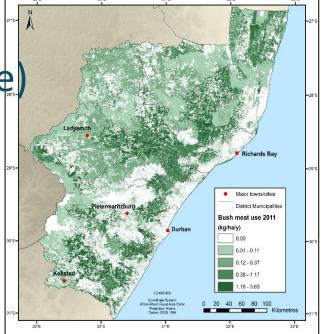
Ecosystem services account: Example from South Africa (KwaZulu-Natal province)

Note range of different units of measurement, such as:

- Cubic metres (e.g. of wood, water)
- Tonnes (e.g. of sediment, crops)
- Tg Carbon
- Large Stock Units (number of animals)

Supply table for 2005, summarised by biome (Use table not shown)

Resource	Freshwater ecosystems	Grassland	Indian Ocean Coastal Belt	Savanna	Forests	Estuaries	Cultivated	Urban green space	Total
Wood products (m ³)	3 523	695 638	235 125	787 294	267 047	169			1 988 796
Non-wood products (tonnes)	834	46 494	11 489	34 952	2 911	38			96 718
Livestock production (LSU)	1 716	684 698	52 162	289 663	2 010	340			1 030 589
Crop production (tonnes)							43 305 781		43 305 781
Experiential value (R millions)	14	237	179	218	55	24	85	885	1 698
Carbon storage (Tg C)	5	512	61	348	33	0	279		1 237
Pollination (R millions)	0	12	6	31	2	0			51
Flow regulation (million m ³)	78	3 315	421	2 198	634	36			6 682
Flood attenuation (R millions)								31	31
Sediment retention (million tonnes)	2	45	6	27	18	2			99
Water quality amelioration (tonnes P)	-	3 829	525	5 394	97	6			9 850



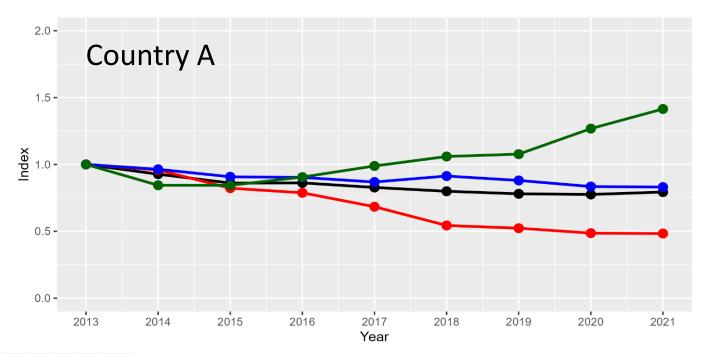
How to get from the account to a single indicator?

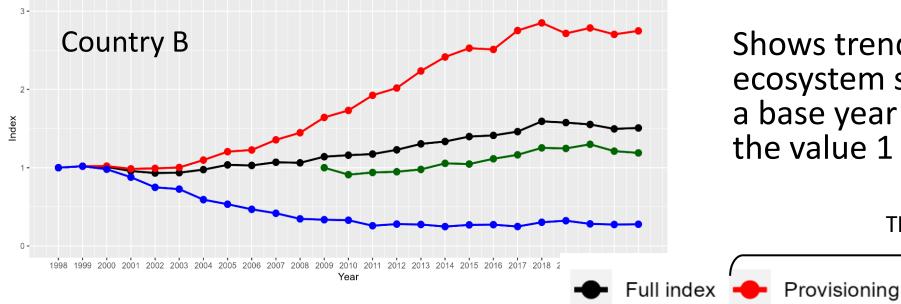
- Challenge to aggregate across different ecosystem services in biophysical terms – different units of measurement
- Average of *trends* in ecosystem service provision
 - For each ecosystem service, calculate the percentage change relative to the previous accounting period
 - Calculate a geometric mean of the changes for all ecosystem services

\rightarrow An **overall index** of change

→With **three sub-indices** for provisioning, regulating and cultural ecosystem services

Some testing results for Indicator B.1 based on existing national ecosystem services accounts





Shows trend in provision of ecosystem services relative to a base year represented by the value 1

Three sub-indices

Regulating

Cultural

Indicator B.1 methodology

Steps

- Select ecosystem services to be included in the indicator
- Compile accounts for those services
- Calculate the indicator (index and sub-indices) based on information from the accounts
- Report indictor, but also the absolute values for each ecosystem service to allow flexibility in global aggregation

Four take-homes

Take-homes

- 1. Ecosystem accounts are a powerful basis for deriving ecosystem indicators
- Ecosystem accounts can provide a range of indicators for national planning, decision-making and monitoring
- The account itself is not an indicator → further work needed to derive indicators from accounts

Take-homes

- 2. The ecosystem-related headline indicators of the GBF (A.1, A.2, B.1, 2.1, 3.1) should be considered together, as a **suite of complementary indicators**
 - A.1 Red List of Ecosystems
 - A.2 Extent of natural ecosystems
 - **B.1** Services provided by ecosystems
 - 2.1 Area under restoration
 - 3.1 Coverage of protected areas and OECMs

All disaggregated by ecosystem type \rightarrow well-rounded picture for each ecosystem type

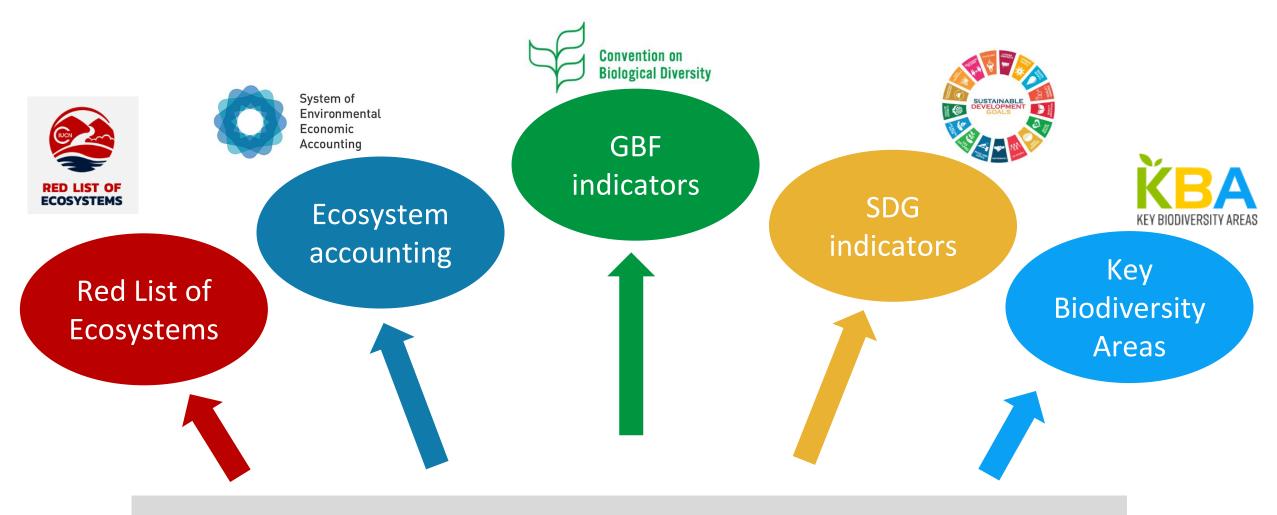
- A.1 Is it threatened?
- A.2 How much of it still exists?
- **B.1** What services does it provide and are they increasing or decreasing?
- 2.1 How much of it is being restored?
- **3.1** How much of it is protected?

Powerful set of information for informing conservation action

Take-homes

- 3. Investing in foundational spatial data on ecosystems at the national level is worth the effort
 - First and foremost: a good wall-to-wall national map of ecosystem types at a baseline date
 - Spatial datasets on changes in the distribution of ecosystem types at subsequent dates
- 4. Aligning national ecosystem classifications with the Global Ecosystem Typology helps to achieve global comparability and coherence across GBF indicators

Investing in foundational spatial data on ecosystems pays dividends

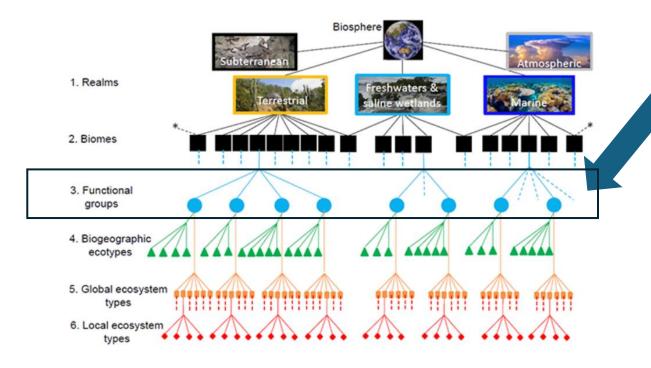


Foundational data on ecosystems

Including maps of ecosystem types and spatial assessment of ecosystem condition

Several of these applications of maps of ecosystem types use the IUCN's Global Ecosystem Typology





Ecosystem functional groups (level 3) are an important level from a global perspective

- Allow for harmonised global reporting and comparison that is "manageable"...
- ...while still providing enough detail to be meaningful from a biodiversity perspective
- 110 EFGs, with an average of around 10 to 12 per country

- Countries generally need ecosystem information at a finer scale than EFGs to inform national policy, planning, decision making and monitoring
- EFGs should *not* replace more detailed national ecosystem types
- For global reporting, national ecosystem types need to be cross-walked to EFGs