



Balancing estuarine and societal health in a changing environment: *Summary Report*

ARC Linkage Project LP150100451, December 2019

Fiona Valesini¹, Matthew Hipsey², Brad Eyre³, Kieryn Kilminster⁴, Paul Plummer², Mike Elliott⁵,
Chris Hallett¹, Peisheng Huang², Brendan Busch², Naomi Wells³, Karl Hennig⁴,
Sorcha Cronin-O'Reilly¹, Mustefa Reshid³, Oliver Krumholz¹, Julia Horsley², Jill Trinh²

¹ Murdoch University, Perth, Western Australia; ² The University of Western Australia, Perth, Western Australia; ³ Southern Cross University, East Lismore, NSW; ⁴ Department of Water and Environmental Regulation, Perth, Western Australia; ⁵ The University of Hull, Hull, United Kingdom

Our supporters and collaborators

This project was generously supported by the Australian Research Council (ARC) Linkage Program, together with our Industry Partners (Department of the Premier and Cabinet; Department of Water and Environmental Regulation; City of Mandurah; Shire of Murray; Peel-Harvey Catchment Council) and collaborating research institutions (Murdoch University; The University of Western Australia; Southern Cross University; University of Hull).



Executive Summary

This document summarises findings from a research project funded by the Australian Research Council and several linkage partners, which was conducted over the period 2016-2019. Within the context of the Peel-Harvey region, the research project sought to provide an evidence-based approach to understand the links between regional catchment development (economic resilience) and the health of receiving estuarine waterways (environmental and ecological resilience). Given its particular history of fundamental ecosystem shifts through both chronic decline and an acute engineered ‘recovery’, as well as its current and forecast climate and development stressors, there is an ongoing urgency for a holistic view of this important socio-environmental system (SES) that can be used to inform sustainable development.

The project objectives were to:

1. Develop indices of estuarine and societal ‘health’
2. Establish historical trends and health status
3. Establish current condition and health status
4. Build a comprehensive modelling and theoretical framework to power a Decision Support System (DSS)
5. Explore current and future socio-ecological tradeoffs through scenario assessment

The project led to numerous detailed technical and scientific reports, which in entirety have significantly advanced our understanding of how the Peel-Harvey estuary works, the surrounding catchment and economy, and how it has changed over five decades. In addition to extensive primary data collection on estuarine condition (hydrology, ecology and biogeochemistry), project tasks also included developing comprehensive environmental models for the catchment and estuary, an econometric model, and a conceptual management framework linking economic activity and environmental quality. This report provides a high-level summary of findings and recommendations suited for the local community and policy-makers.

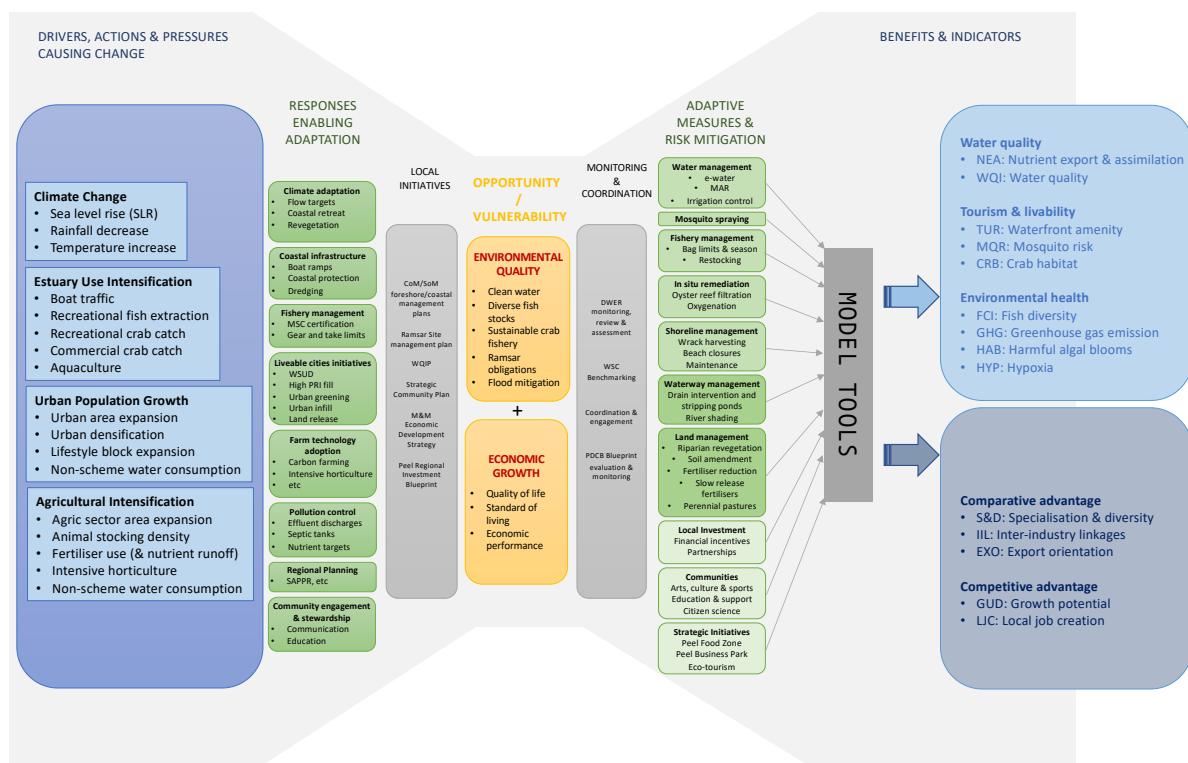
Several key take-home messages are identified from the research in this report:

- ***Our learnings from the past and understanding of the present -***
 - The Cut and climate change have led to constant change in estuarine hydrology.
 - The relative rate of nutrient retention and balance of estuary ‘metabolism’ has been responding since the Cut to changes in catchment inputs.
 - Ecologically, the estuary is showing signs of trouble.
 - The deeper Murray River, southern Harvey Estuary and shallows of south-eastern Peel Inlet have emerged as ‘trouble hot-spots’, both environmentally and ecologically.
 - The community values healthy waterways as an important contributor to economic growth in the region.
- ***A future Peel-Harvey -***
 - The projected future drying climate is expected to have an overwhelming influence on water flows to the estuary, concentrating poor water quality and ecological problems in the rivers.
 - Implementing extensive catchment management actions can significantly reduce nutrient flows to the estuary, and serve as a way to adapt to the drying trend.
 - Continuing with a ‘business as usual’ approach to catchment management is expected to lead to further declines in estuarine health.

Based on the analysis, four high-level recommendations are made:

- There is a need to increase the scale and diversity of catchment and estuary management - the time for adaptation to growing stressors is now.
- Ongoing monitoring of estuarine ecology, water quality, sediment condition and human use is required to track estuary health and the most effective management interventions.
- Plan for development that can support economic growth, without increasing the overall water and nutrient footprint.
- Continued effort to develop and operationalise the DSS and manage new data streams, is required to support scenario assessment and provide transparency in decision-making for sustainable development.

It is has been the objective of this project that the data, tools, knowledge and recommendations can all be directly applied to help support the ongoing management challenges facing the Peel-Harvey waterways. We also hope that it can serve to motivate new ideas for ways to preserve the inherent socio-environmental values, and restore degraded elements of the system, to ensure it can remain healthy for generations to come.



Conceptual framework linking the multi-scale drivers and pressures facing the Peel-Harvey socio-ecological system with benefits and indicators of the system valued by the community.

Table of Contents

Executive Summary.....	1
1. Background	4
1.1 Overview	
1.2 The Peel-Harvey Estuary	
2. Project Objectives.....	6
3. Approach	8
3.1 Concepts and components underlying the Decision Support System	
3.2 Data collation, collection and repository	
4. Main Findings	17
4.1 Learning from the past and understanding the present	
4.2 A future Peel-Harvey	
5. Recommendations.....	21
6. Main Project Outputs.....	23
7. Acknowledgements	23
8. Further Information.....	24
References.....	25

1. Background

1.1 Overview

The overarching goal of this ARC Linkage project (2016-2019) was to produce an integrated, decision support system (DSS) for better understanding *tradeoffs between regional catchment development drivers (economic resilience) and the health of receiving estuarine waterways (environmental and ecological resilience)*. Understanding these tradeoffs and exploring alternative futures around them is fundamental to sustainably developing our coastal regions. If a balance can be achieved, then broader *societal resilience* can be realised, reflecting the societal benefits that develop from both a healthy economy (e.g. more jobs, specialised industries) and healthy waterways (e.g. good fishing, wildlife watching, connection to place; Fig. 1).

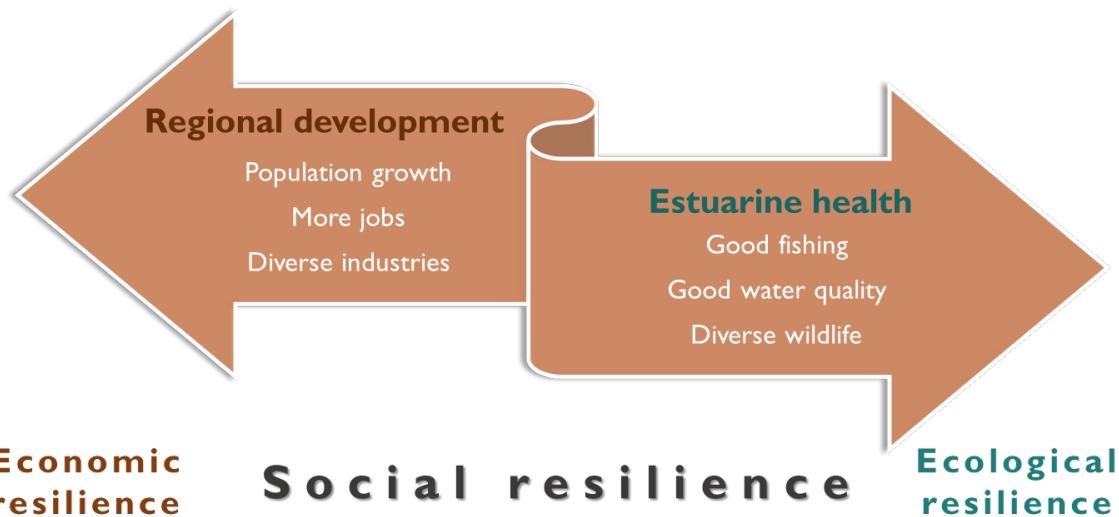


Figure 1. Conceptual diagram of the balance between catchment development aspirations (economic resilience) and downstream estuarine health (ecological resilience) to achieve broader social resilience.

Yet, despite the increasing challenges brought about by accelerated population growth, much of which is occurring along our coasts and estuaries, the pathways to achieving this duality are either unclear or poorly considered. This partly reflects the complexities of both societies and our coastal waterways across multiple scales. It also reflects the fact that good management of these socio-ecological systems requires long-term thinking and ongoing support, integration of diverse and high-resolution information streams, co-operation among disparate stakeholder groups, and the focusing of multidisciplinary skill sets on a common set of goals. Added to this complexity at local to regional scales, are the shifting external baselines that influence our economies and environments at broader scales, such as global economic drivers and climate change.

This ARC Linkage Project sought to tackle some of the above challenges by producing a logical decision-support framework that can be used to identify the most sustainable development choices at a regional scale, focusing on the Peel-Harvey estuary-catchment system in south-western Australia. The Peel-Harvey provides an ideal test case for deepening our understanding of the drivers of ‘health’ or resilience across complex socio-ecological systems (see below), and how we could *develop better futures by learning from the past and proactively adapting in the present*.

1.2 The Peel-Harvey Estuary

The Peel-Harvey is the largest estuary in southern Western Australia (130 km^2) and part of the Ramsar-listed Peel-Yalgorup wetland system (Breadley, 2005; Hale and Butcher, 2007). It's large and shallow receiving basins (Peel Inlet and Harvey Estuary, mainly $< 2 \text{ m}$ deep) are fed by three rivers (the Murray, Serpentine and Harvey) and are connected to the sea by two permanently-open channels (the natural Mandurah Channel and artificial Dawesville Cut; Fig. 2). The three main river subcatchments cover $\sim 9,400 \text{ km}^2$ across the coastal plain and adjoining Darling Scarp. Much of the sandy coastal plain has been developed for agriculture (dominated by beef cattle grazing), with some industrial activity (e.g. mines, refineries and intensive animal uses) and a fast-growing urban sector along the coastal fringe (Fig. 2). Most of the catchment on the escarpment drains into the Murray River and is dominated by native vegetation and, further inland, extensive cropping areas with some forestry plantations (Kelsey et al., 2011).

The estuary is a key natural asset that is intrinsically tied to the cultural heritage of the broader Peel region, as well as the modern lifestyles and livelihoods of the people it supports. It also has a history of significant environmental decline linked to extreme nutrient enrichment and algal bloom issues (especially from the 1960s-1980s; McComb and Humphries, 1992), as well as a major remedial engineering intervention in the mid-1990s (the Dawesville Cut) to increase estuary flushing and help alleviate these problems (Bradby, 1997). Adding to this complex picture is the warming and drying climate across south-western Australia, especially since the 1970s (Silberstein et al., 2012), and the resulting impacts such as greatly reduced river flow, warmer temperatures and rising sea levels (Valesini et al., 2019a). Fortunately, longer-term data sets spanning the 1970s to recent decades exist for various elements of the system, including key meteorological and oceanographic drivers, river flow, river and estuarine water quality, seagrass, macroalgae and fish.

Along-side the above-mentioned accelerating climate change pressures, the Peel is one of the fastest growing regions in Western Australia, with the population expected to more than triple to $>440,000$ people by 2050 (Peel Development Commission, 2015). Various economic development and diversification strategies are also actively being pursued across the region (e.g. Transform Peel <http://www.peel.wa.gov.au/transformpeel/>; Peel Development Commission, 2015; City of Mandurah and Shire of Murray, 2018).

Given its particular history of fundamental ecosystem shifts through both chronic decline and an acute engineered ‘recovery’, as well as its current and forecast climate and development stressors, the Peel-Harvey represents an important opportunity to explore the resilience of estuarine systems and the societies they support. Our main study objectives are outlined below, with further detail on the objectives of each study component given in the underpinning catalogue of reports (see Tables 1 and 3 and section 4.1).



2. Project Objectives

1. **Develop indices of estuarine and societal health:** Produce tangible, quantitative measures to assess ecosystem health status against established benchmarks.
2. **Establish historical trends and health status:** Characterise or reconstruct the ‘past’ (1970s to ~2010), including decadal periods before and after the opening of the Dawesville Cut (1994), to establish how key elements of the Peel-Harvey environment, ecology and economy have changed over time¹.
3. **Establish current trends and health status:** Characterise the current (primarily 2016-2018²) Peel-Harvey socio-ecological system through the collation of current data and collection of extensive new data.
4. **Build a comprehensive modelling and theoretical framework to power the Decision Support System:** Construct a coupled catchment-estuary modelling framework, integrating past and current data, to (i) capture the complexity of ecosystem structure, function and processes across the catchment-estuarine continuum, (ii) enable prediction of estuarine health response under proposed future environmental or management conditions, and (iii) support a ‘systems view’ for integrating the effects of these futures on economic health.
5. **Explore current and future socio-ecological tradeoffs:** Explore the current socio-ecological tradeoffs across the Peel-Harvey system, and compare them to those forecast under a set of future (2050) development, management and climate scenarios defined by Peel stakeholders.

This study is among the first in Australia to integrate all of the above components to support sustainable development and understanding of whole-of-system resilience across a catchment-



¹ Limited to those elements where sufficient historical data were available, including catchment and estuarine hydrology and water quality, macrophytes (seagrass and macroalgae), fish and regional economic competitiveness.

² Some ecosystem elements included data from mid-late 2000s onwards to help establish ‘current’ conditions.

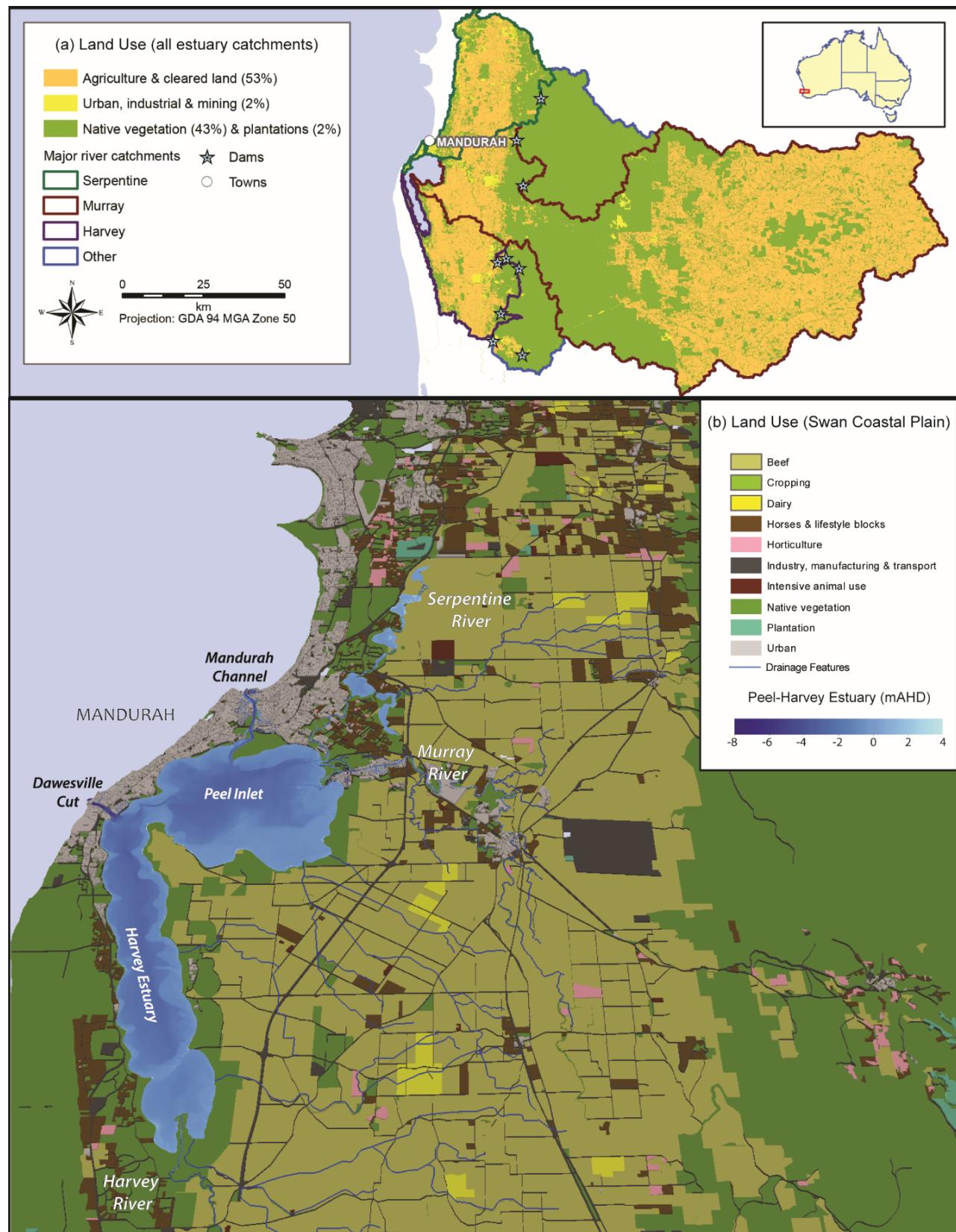


Figure 2. (a) Peel-Harvey catchment and estuary, showing the three main river sub-catchments and broad land uses; (b) Peel-Harvey Estuary and detailed land uses on the coastal plain portion of the catchment (reproduced from Valesini et al. 2019a).

3. Approach

3.1 Concepts and components underlying the Decision Support System

A conceptual diagram of the main study components and links comprising the DSS for exploring estuarine vs economic health tradeoffs is shown in Fig. 3. It is based loosely on the well-known ‘DPSIR’ model (Drivers, Pressures, State, Impact and Response), which provides a causal framework for describing the interactions between society and the environment (Atkins et al., 2011). The DPSIR model has been developed further over recent years (e.g. DAPSI[W]R[M]; Drivers, Activities, Pressures, State, Impacts [on human Welfare], Responses [as Measures]; Elliott et al., 2017), but the underlying logic remains similar. We have sought to integrate this approach with progress made from the development of a regional econometrics model of the Peel-Harvey system (Plummer et al. 2019) to develop an operational framework suited to decision support and scenario assessment.

An overview of each main DSS component and its sub-components is given below, with further details provided in Table 1 and the accompanying catalogue of technical reports (see below).

3.1.1 Coupled catchment-estuary response model

At the core of the DSS, is the coupled catchment-estuary response model framework which characterises the combined structure and function of the catchment and estuary, including the influence of external drivers such as climate and oceanography. This framework captures parts of the ‘**Drivers**’ and ‘**Pressures**’ elements of the DPSIR model. It comprises the **catchment model**; detailed tracing of nutrient ‘source to fate pathways’ using isotopic signatures; **models of the estuary hydrodynamics and biogeochemistry (PHERM)**; other important **components of the estuarine environment** (Table 1).

3.1.2 Estuarine ecosystem resilience indicators

A comprehensive suite of **estuarine ecosystem health indicators** form the second main component of the DSS, providing **quantitative measures that span the environmental, ecological and ecosystem services spectrum**. These indices capture various facets of the ‘**State**’ element of the DPSIR model. Many of these indices are linked either inherently or statistically to the coupled estuarine response model, enabling prediction of index response under proposed future scenarios (Fig. 3). While the calculations underlying these indices are complex, most are reported or illustrated simply on a ‘good-poor’ spectrum using either scales or ‘report card’ grades, so they can be easily interpreted by the wider community. The full suite of indicators are outlined in Table 1.



3.1.3 Regional economic resilience indicators

The last main component of the DSS is a set of indicators that **reflect the local competitiveness of Peel's economy, and determine its resilience to external drivers** (Table 1). These indicators summarise key metrics of the local economy such as competitive and comparative advantage, and more specific measures of industry specialisation and diversity, export potential, employment and rate of growth. These indices also capture various facets of the '**State**' element of the DPSIR model.

3.1.4 Socio-ecological scenarios and tradeoffs

Tradeoffs between the estuarine and economic resilience indices, or indeed those between different subsets of estuarine health indices, are then able to be assessed. Depending on the availability of different data sets (e.g. Table 2), these tradeoffs could be assessed under past conditions, current conditions, or proposed future conditions through scenario testing (Fig. 3). These tradeoffs capture the **Impacts** element of the DPSIR model.

3.1.5 Evidence-based decision-making framework

The final element of the DPSIR model is the **Response**. This refers to the **actions that managers and decision-makers across the Peel region may choose to take**, given the information that is now available to them. This work delivers a framework to provide a transparent risk-management approach to support an ongoing and evidence-based adaptive decision making process. In this way, decisions related to either environmental management or catchment development share a common logic founded in resilience thinking principles, allowing agencies and groups charged with management to adopt a common road-map and project/policy assessment process.



A catalogue of reports describing each component of the DSS in more detail (Table 1) can be accessed online at https://github.com/AquaticEcoDynamics/Peel_ARC/

The core modelling system underlying the DSS can be accessed at
https://github.com/AquaticEcoDynamics/Peel_ARC/tree/master/Models/PHERM/

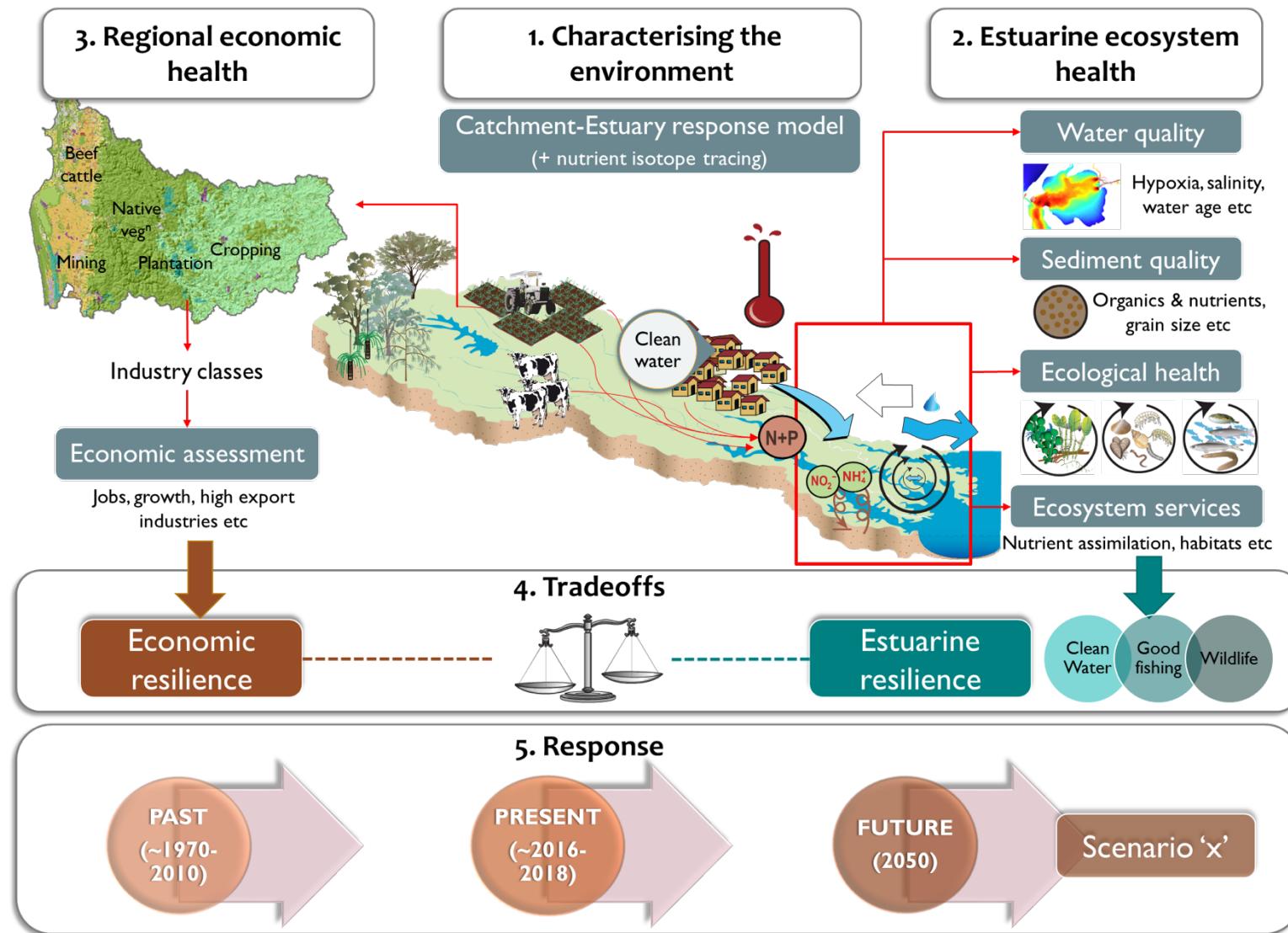


Figure 3. Conceptual diagram of the main study components underpinning the DSS for balancing tradeoffs between estuarine and economic health in the Peel-Harvey. Past and present data inform the ability of the DSS to predict future tradeoffs under stakeholder-defined scenarios, and hence inform management response.

Table 1. Summary of the main components of the DSS (Fig. 2), their supporting sub-components and accompanying project reports that characterise each in further detail.

DSS components and sub-components	Sub-component description	Project report
1. COUPLED CATCHMENT-ESTUARY RESPONSE MODEL		
Catchment model	Characterises the water flows and nutrient export from each sub-catchment and land-use type to the estuary.	Kilminster et al. (2019)
Nutrient isotopes	Traces nutrient ‘source to fate pathways’ using isotopic ‘fingerprints’ or signatures. These signatures have also been used to validate and improve the catchment and estuary models.	Wells et al. (2019)
Estuary hydrodynamics model	Characterises water flows, retention, salinity and stratification within the estuary.	Huang et al. (2019)
Estuary biogeochemical model	Characterises estuarine water quality, including detailed measures of physical parameters (e.g. dissolved oxygen) and chemical parameters (e.g. nutrient concentrations).	Hipsey et al. (2019a)
Other environmental components	Sediment type/quality and macrophyte (seagrass and macroalgae) biomass were also integrated into the estuary models to capture their influences on hydrodynamics and/or water quality.	Hallett et al. (2019a); Valesini et al. (2019b)
2. ESTUARINE ECOSYSTEM HEALTH INDICATORS		
Water quality	Encompasses a set of indicators reflecting aspects of water condition, e.g. water age, salinity, dissolved oxygen, nutrients and chlorophyll-a. These indicators were calculated using the estuary models, and have been mapped across the estuary using colour-coded scales.	Huang et al. (2019); Hipsey et al. (2019a); Hipsey et al. (2019b)
Sediment quality	Includes quantitative measures of sediment enrichment (nutrient and organic matter concentrations) and mud content, recorded at a large number of field sites in 2016 then mapped across the estuary using colour-coded scales. A score-based ‘Rapid Assessment Protocol’ (RAP) of sediment colour, texture and odour, which was validated using the above empirical data, was also used to identify and map ‘good-poor’ sediments.	Hallett et al. (2019a)
Ecological health	Encompasses a complementary set of biotic indices that reflect the ecological health status of different types of biotic communities (see below). Each biotic index was calculated by distilling quantitative metrics of community health into simple report card grades ('A', very good, to 'E', very poor), which were then mapped across the estuary using colour-coded scales.	See below
• Macrophyte Condition Index	Health of the seagrass and macroalgal communities from 1978-2018.	Valesini et al. (2019b)
• Benthic Community Index	Health of the small, bottom-dwelling invertebrate community (e.g. worms and molluscs) from 2017-2018.	Cronin-O'Reilly et al. (2019)
• Fish Community Index	Health of the fish community from 1978-2018.	Hallett et al. (2019b)
Ecosystem services	Encompasses a set of estuarine ecosystem services that represent quantitative proxies of the key ecological values identified by Peel stakeholders. These ecosystem services were calculated using the estuary response models and/or ecological health indices, then mapped across the estuary using colour-coded scales.	Hipsey et al. (2019b)
• Nutrient Export & Assimilation	Estuary-scale retention of nutrients.	As above
• Composite Index of Water Quality	Overall water quality health, calculated by integrating various key water quality metrics and reflecting them as a simple report card grade. These grades were then mapped across the estuary using colour-coded scales.	As above

DSS components and sub-components	Sub-component description	Project report
• Hypoxia Likelihood	Probability of dissolved oxygen concentrations falling below a critical threshold for estuarine fauna (< 4 mg L ⁻¹), which is a known risk factor driving poor water quality and causing fish-kill events.	As above
• Water Clarity	Water turbidity.	As above
• Harmful Algal Bloom Index	Probability of blue-green algae or dinoflagellate blooms, calculated by integrating various water quality conditions known to be key drivers of bloom formation.	As above
• Crab Habitat Index	Suitability of habitats for juvenile and adult Blue Swimmer Crabs, calculated by integrating key water quality, sediment and macrophyte conditions known to influence crab survival or preferences.	As above
• Fish Community Index	Health of the fish community (see above).	Hipsey et al. (2019b); Hallett et al. (2019b)

3. ECONOMIC RESILIENCE INDICATORS

Comparative advantage	Encompasses a set of factors that reflect the degree of industry specialisation within the Peel regional economy. These factors were calculated from econometric models and scored to provide measurable proxies for the key economic values identified by Peel stakeholders.	Plummer et al. (2019); Hipsey et al. (2019b)
• Industry Specialisation & Diversity	Industry specialisation in an economy provides an advantage during growth periods, but risks longer-term stability to economic ‘shocks’. Diversity on the other hand provides alternate pathways for livelihoods and improves resilience.	As above
• Clustering	Clustering of industries describes the degree to which export-oriented job growth can lead to growth in supporting sectors and nearby economies. Key attributes that enhance clustering include inter-industry linkages and support for growing and underdeveloped industries.	As above
Competitive advantage	Encompasses a set of factors that reflect employment growth of the Peel region (relative to the rest of WA) for the 2006-2016 census periods. These factors were calculated from econometric models and scored to provide measurable proxies for the key economic values identified by Peel stakeholders.	As above
• Export Orientation	Degree of export-orientation of a regional economy (e.g. through sectors such as mining, agriculture and tourism) is an important determinant of job creation and can be impacted by land planning decisions.	As above
• Unemployment	Unemployment is an indicator of competition since low unemployment drives wage growth and affects competitiveness.	As above
• Local Job Creation	Job creation is driven by export-oriented industries fuelling the need for labour, and is further strengthened by efficient spill-over effects on supporting industries.	As above

3.2 Data collation, collection and repository

Extensive **historical data sets** were collated to support development of the model and decision-support framework and individual components of the project, which are broadly summarised in Table 2. Additionally, **extensive new field data** were collected during this study to comprehensively summarise the current condition of the Peel-Harvey system. Broad categories of these new data sets are summarised in Figs 4 and 5 for the estuary and catchment, respectively.

Further details of the data collated and collected under each project component are given in the respective reports (Table 1; section 4.3). Additionally, an **online repository of these data sets** can be found at https://github.com/AquaticEcoDynamics/Peel_ARC/

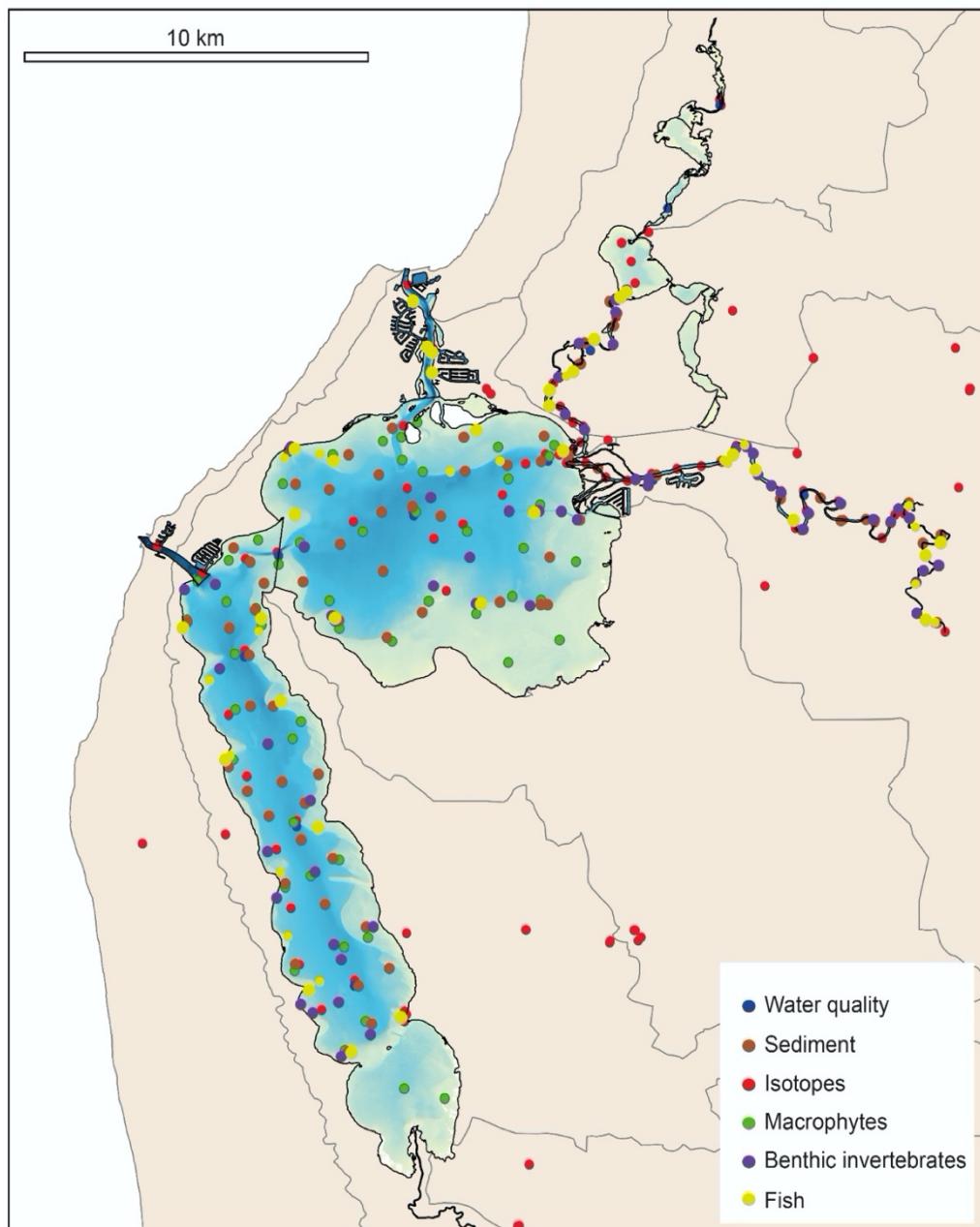


Figure 4. Summary of the sampling or monitoring sites in the Peel-Harvey Estuary at which environmental or biotic data were collected in 2016-2018 to support development of the DSS. Further detail on each of the field sampling regimes can be found in the respective reports (Table 1).

Table 2. Summary of the historical data sets collated to support development of the DSS. An explanation of acronyms is provided at the bottom of the table.

Year		Data source and type			
pre-1970	Catchment physico-chemistry	DWER			
1970	Sonar	DoT			
1971	LIDAR	DWER			
1972			Tidal gauge data	DoT	
1973			Wave rider buoys	DoT	
1974			Rainfall	BoM	
1975			Air temperature	BoM	
1976			Various climate statistics	BoM	
1977			WRF Model Simulations - GCM	MU	
1978			WRF Simulations - ERA-Interim	MU	
1979			River and minor inflows (gauged)	DWER	
1980			River inflows (ungauged)	DWER	
1981			River physico-chemistry	DWER	
1982			Estuarine water physico-chemistry	MAFRL	
1983			Estuarine water physico-chemistry	DWER	
1984			Macroalgae and seagrass	MAFRL	
1985			Fish	MU	
1986				ABS	
1987					
1988					
1989					
1990					
1991					
1992					
1993					
1994					
1995					
1996					
1997					
1998					
1999					
2000					
2001					

Year		Data source and type									
		Catchment physico-chemistry		DWER		DoT		DWER		DoT	
2002		Sonar		DoT		DoT		DoT		DoT	
2003		LIDAR		DWER		DWER		DWER		DWER	
2004											
2005											
2006											
2007											
2008											
2009											
2010											
2011											
2012											
2013											
2014											
2015											

DWER, Department of Water and Environmental Regulation; **DoT**, Department of Transport; **BoM**, Bureau of Meteorology; **MU**, Murdoch University; **MAFRL**, Marine and Freshwater Laboratories (Murdoch University); **ABS**, Australian Bureau of Statistics.

LIDAR, Light Detection and Ranging, a remote sensing method that uses laser to measure distances to the Earth; **WRF**, Weather Research and Forecasting, a numerical weather prediction model; **GCM**, Global Climate Model.

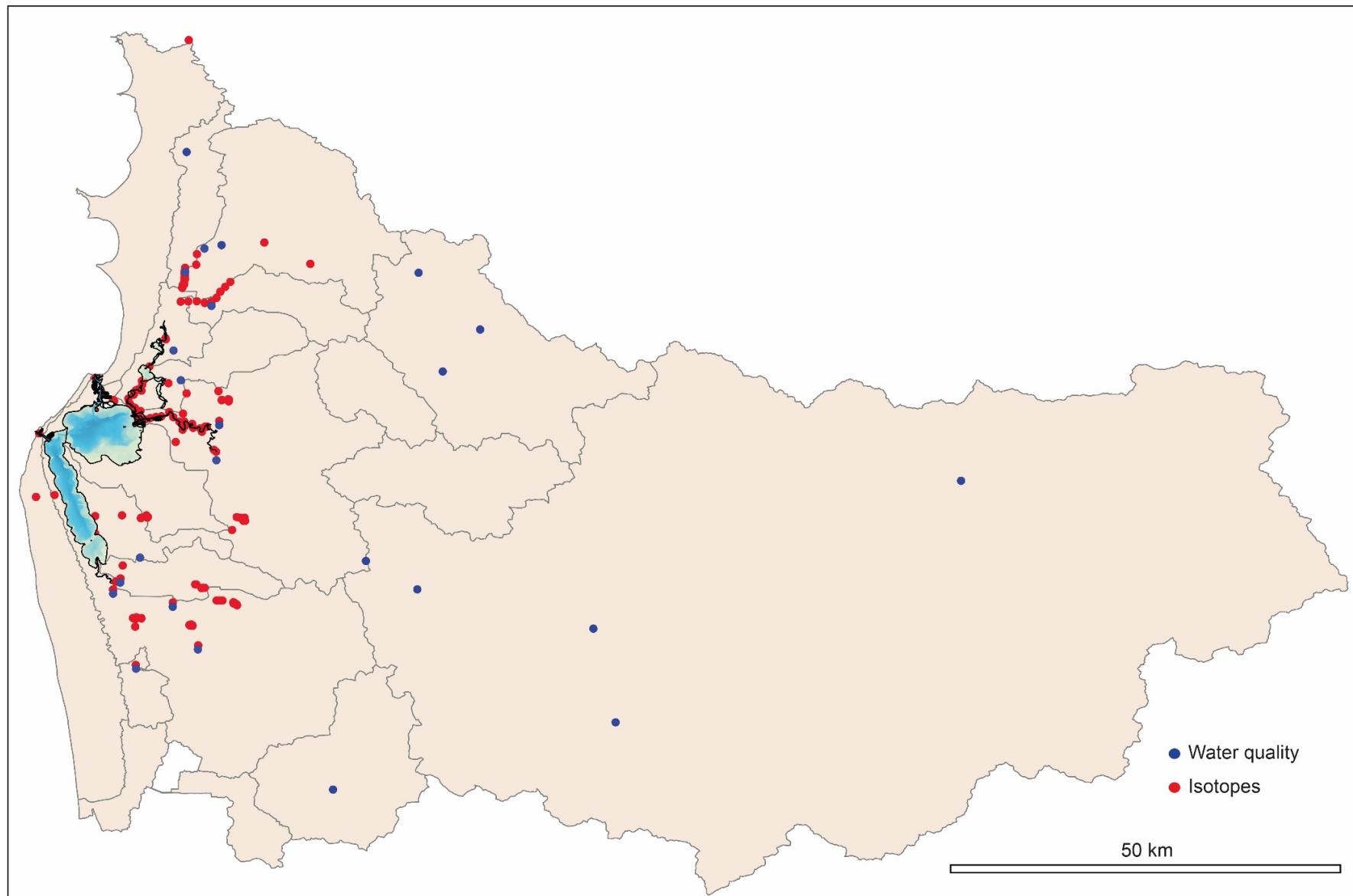


Figure 5. Summary of the sampling or monitoring sites in the Peel-Harvey catchment at which environmental data were collected in 2016-2018 to support development of the DSS. Further detail on each of the field sampling regimes can be found in the respective reports (Table 1).

4. Main Findings

4.1 Learning from the past and understanding the present

The Cut and climate change have led to constant change in estuarine hydrology

When the Cut was created it would have been difficult to anticipate the likely future trends in river flow. The results of our data compilation and hydrodynamic modelling showed us that the drying climate has fundamentally changed the hydrology by a comparable magnitude to that of the opening of the Cut, and also highlighted the complexity of their interacting effects. Firstly, the artificial channel successfully improved the estuary flushing by reducing average water ages by 20-110 days; while in contrast the reduced precipitation and catchment inflow had a gradual opposite effect on the water ages, and during the wet season this has almost counteracted the reduction brought about by the channel. Secondly, the drying climate caused an increase in the salinity of the lagoon by 10-30 psu; whilst the artificial channel increased the salinity during the wet season, it has reduced the likelihood of hypersalinity (>40 psu) during the dry season in some areas. The impacts also varied spatially, with the southern estuary, which has the least connection with ocean through the natural channel, being identified the most sensitive to both climate change and the opening of the Cut.

The relative rate of nutrient retention and balance of estuary metabolism has been responding since the Cut to changes in catchment inputs

A reconstruction of nutrient loads over time, including the relative partitioning of the constituent nutrient species, has shown that there has been a long-term reduction in load, but relative stability in flow-weighted inflow concentrations. This suggests nutrient management has maintained nutrient levels at a constant level, and the overall load reduction is mostly a result of the drying trend reducing the nutrient-rich catchment flows. Within the estuary itself, continual changes in water quality have been occurring over time, not just following the Cut, but also a longer-term response following the recent period of reduced flows. The high-resolution Peel-Harvey Estuary Response Model (PHERM) has been able to capture variability across regions from rivers to lagoons and channels in water quality variability. The model has allowed the reconstruction of spatiotemporal variability in key water quality attributes and processes impacting the nutrient load partitioning within the estuary.

Zonal budgets have identified local controls on carbon and nutrient metabolism, and were used to determine how estuary biogeochemical function responds to changes in flow and catchment loading. The pattern of nutrient retention and export has changed considerably over time, following the Cut in particular, but recent changes also due to the reduced inflows. Model simulations suggest the estuary has gradually shifted from being a net accumulator of nutrients to a net exporter. This is because the decrease in inflows means that internal loading can now exceed external inputs during low-flow years. Therefore, the amount of retention is dependent on annual flow, and will be sensitive to forecast projections of a drying climate.

Ecologically, the estuary is showing signs of trouble

Despite the notable reduction of nutrients in the main basins since the Cut, several lines of evidence from the faunal communities (bottom-dwelling invertebrates and fish) show that the current ecological health of the Peel-Harvey Estuary is often poor relative to established benchmark conditions (Hallett et al., 2019; Cronin-O'Reilly et al., 2019). The benchmarks for the fish fauna were established from a long-term historical data record (1978+), indicating that ecological health has generally declined over time. While the fish communities have become more marine, as expected following the opening of the Cut and the reduction in river flows, they

are also often more sporadic in composition, less abundant, less speciose, and/or have fewer specialised feeding or habitat traits. Areas of the estuary with persistently poor fish faunal health were mainly linked with low dissolved oxygen conditions and bottom waters that had been retained in the estuary for long periods. The benthic invertebrates, whose benchmark conditions were established by sampling these fauna a large number of sites in 2016-18 (i.e. given the comparatively limited historical data across the full system), generally reflected a stressed community dominated by tolerant taxa. These invertebrate fauna were often in poor health, especially in summer, which was linked with high levels of organic matter and sulfidic muds, with low levels of oxygen in the sediment.

One component of the estuarine ecology that has improved and is now often in good health compared to historical (1978+) conditions, is the submerged macrophyte (seagrass and macroalgae) community. These health changes mainly reflect the large reductions in green macroalgae and increases in seagrass since the opening of the Cut (Valesini et al., 2019b). However, there are also some parts of the estuary where these plant communities are in poor health, and are now in worse condition than at any time over the historical sampling record (see below).

The deeper Murray River, southern Harvey Estuary and shallows of south-eastern Peel Inlet have emerged as 'trouble hot-spots', both environmentally and ecologically

The above areas of the estuary are currently displaying consistent and/or increasing signs of stress based on their water quality, sediment quality and ecology.

The Murray River was shown by the estuary response models to be experiencing more persistent salinity stratification, hypoxia and nutrient retention compared to historical periods (Huang et al. 2019), and the nutrient isotope/tracer data also highlighted that it receives relatively high groundwater inputs that contain very high nitrogen concentrations (Wells et al., 2019). The sediments in the Murray are also highly enriched with nutrients and organic matter (Hallett et al. 2019a), and the invertebrate and fish faunas in the deeper waters are in chronically-poor health (Cronin-O'Reilly et al. 2019; Hallett et al. 2019b). Similarly, the southern Harvey Estuary, which is poorly flushed by either tidal or riverine waters and so has long periods of water retention (~100-150 days in Summer and Autumn), also has highly enriched sediments and its deeper-water fish and invertebrate communities are in poor health. Furthermore, unlike most of the other basin regions where macrophyte health has improved over time, nuisance green macroalgae has been increasing in the southern Harvey Estuary in recent years, and is now the most abundant it has been over the 40 year sampling record. High nutrient enrichment, abundant green algal accumulations and poor benthic invertebrate health also characterised the shallow south-eastern Peel region.

The community values healthy waterways as an important contributor to economic growth in the region

The Peel-Harvey Region experienced overall increase in employment between 2006 and 2016 with an increasing workforce. The most significant period was between 2006 and 2011 with the region's employment growth rate reaching 28.7%, followed by a period from 2011-2016 which grew at 18.8%. Based on analysis of economic data, the Peel Harvey region's economy remained specialised in manufacturing, construction, agriculture, retail trade over this period. By 2016, mining surpassed agriculture in the degree of specialisation for the region. The majority of all other industries in Peel- Harvey also grew in size between 2006 and 2016.

Links between economic growth and resilience, and the condition of the estuary system were conceptualised through a Socio-Ecological System (SES) systems model. This was used as a conceptual framework to highlight the link between essential ecosystem services and local attractiveness and competitiveness. The strong performance of construction and retail services reflects the drivers of urban expansion as residents seek the lifestyle benefits of the region.

To reinforce the links between different sectors and the estuary health, the stakeholder values and aspirational goals for the region were sought through a structured solicitation process, incorporating perspectives ranging from a conservation focus to regional economic development. A synthesis of these views identified the most important value was high estuarine biodiversity and accompanying health, highlighting the estuary as an icon for residents, land-holders and businesses alike. Participants gave various responses that fell into this category, such as ‘*good to excellent ecological health*’; ‘*biodiverse and/or resilient waterways*’; ‘*healthy wildlife*’ (including fish, birds and/or dolphins); ‘*healthy seagrass habitats*’; ‘*no/less major fish kills*’ and ‘*retaining Ramsar status*’. Good water quality, underpinned by value and/or goal statements such as ‘*no harmful algal blooms*’, ‘*TN/TP half of current levels*’, ‘*good dissolved oxygen levels*’ ‘*reduced contaminants*’ was also ranked highly.

Socially, a Peel community that was environmentally-focused (e.g. ‘*behaviour change towards environmentally sustainable practices*’; ‘*better community engagement/education in improving estuarine health*’; ‘*waterwise community*’) and had good amenity to the estuary (e.g. ‘*the estuary looks nice*’; ‘*good waterway recreation*’; ‘*good wildlife watching*’) was highly valued, with supporting highly-ranked goal statements (e.g. ‘*mandatory water sensitive urban design*’; ‘*mandatory nutrient testing programs*’). From an economic perspective, better employment opportunities (e.g. ‘*higher and/or more diverse employment*’; ‘*increased work skills*’; ‘*increased youth employment*’) and sustaining key industries (e.g. ‘*high growth/export industries*’; ‘*strong fishing/eco-tourism industries*’) were also identified as being important to stakeholders. These results clearly highlight a community that supports sustainable development rather than “development at all costs”.

4.2 A future Peel-Harvey

The projected future drying climate is expected to have an overwhelming influence on water flows to the estuary, concentrating poor water quality and ecological problems in the rivers

The drying climate projected for 2050 is forecast to continue to reduce water flows to the estuary (by ~50% compared to current conditions). Whilst this does have the benefit of reducing the overall nutrient load, it is likely to reduce flushing of nutrients in the sediment and allow incoming nutrients to persistent in the riverine reaches for longer. As these areas are likely to experience stronger and more persistent stratification, this trend is predicted to further exacerbate problems with hypoxia and harmful algal blooms in the rivers, and the associated frequency and extent of fish-kills.

Implementing extensive catchment management actions can significantly reduce nutrient flows to the estuary.

Large-scale implementation of catchment management actions (e.g. improving fertiliser management, applying soil amendments, riparian zone rehabilitation etc) under environmentally-sensitive development of the catchment was explored within the modelled scenarios, and is expected to significantly reduce nitrogen and especially phosphorous flows to the estuary compared to current conditions. As the joint pressures climate change and nutrient increases is detrimental to estuary condition, continued efforts towards nutrient reduction is also a potential strategy to help adapt to the drying climate. A portfolio of options to reduce to meet nutrient reduction targets has been identified, focused on on-farm and within-drain measures.

Continuing with a ‘business as usual’ approach to catchment management will lead to further declines in estuarine health

Comparison of scenarios with different levels of catchment management intervention (e.g. Fig 6) highlighted that doing nothing in the face of climate change, urban expansion and agricultural intensification will lead to declining water quality. Continuing with current rate of implementation of approaches to catchment management, as well as enabling agricultural and urban development as proposed in the *Strategic Assessment*

of the Perth and Peel Regions, is forecast to intensify problems with hypoxia in the rivers and increase nutrient flows to the rivers and parts of the basins. On the other hand, alternate “green-growth” development strategies were shown to be able to make a positive impact on maintaining and potentially improving water quality. Additionally, through our link with the econometrics modelling, it was identified how investment in agricultural technology to improve production whilst reducing nutrient leaching good additionally drive local competitiveness and promote longer-term growth.

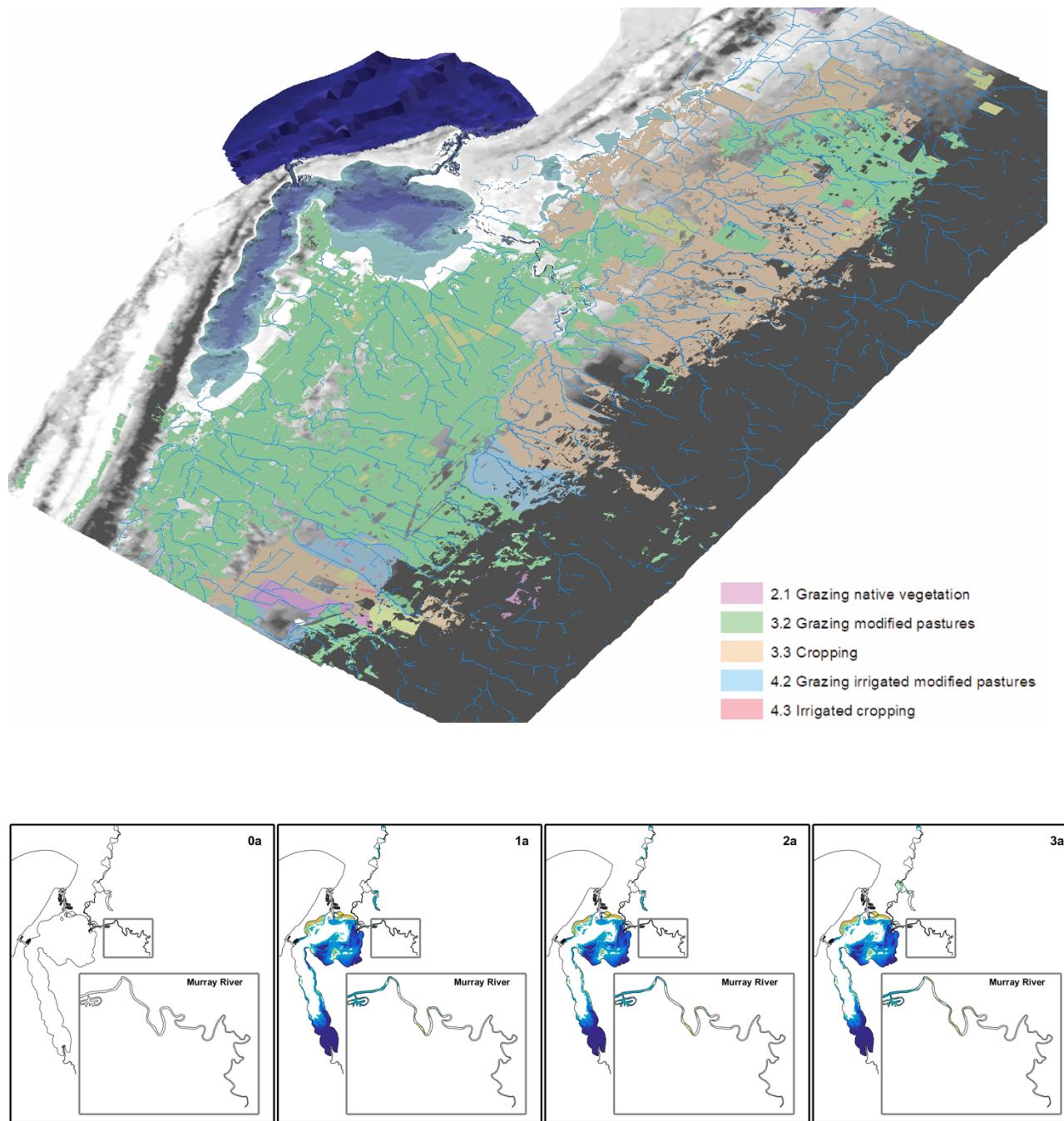


Figure 6. Catchment land-use and drainage entering into the Peel-Harvey estuary model (PHERM; top) and example outputs of the model scenario comparison for a chosen estuary health indicator. See Hipsey et al. (2019b) for detail.

5. Recommendations

Increase the scale and diversity of catchment and estuary management - the time for adaptation to growing stressors is now

- In general, future climate and development projections pose risks to estuary health that require substantial adaptive management in the present term. Doing nothing will lead to continued decline of the rivers and basins.
- No single solution or approach is possible and a multi-pronged adaptation strategy should be developed.
- Environmental water flows to maintain estuary health need to be considered and assessed as an option to help achieve the scale of ecosystem remediation required to adapt to expected future climate scenarios.
- Major reductions in nutrient delivery to the estuary can be achieved with concerted catchment management efforts (mainly improved fertiliser management, soil amendments, drain water management, revegetation and use of nutrient-stripping technology) and environmentally-sensitive development (i.e. through managing the extent and type of agricultural expansion).
- Such investment can produce positive estuarine health outcomes whilst improving the clean-green brand of WA agriculture. We identified this as strengthening the competitive advantage of the local economy and suggest further business cases should be developed to identify strategies such as nutrient offsets to encourage implementation and innovation.
- Large-scale nature-based restoration efforts within the estuary that can help support local fishery and ecotourism opportunities need to be explored.

Monitor estuarine ecology and sediment to provide fuller insights into estuary health and the most effective management interventions

- Currently, there are no monitoring programs in the estuary for key aspects of its ecology (e.g. seagrass, fish) and/or supporting environmental elements except for water quality.
- Given the current state and trajectories of estuarine ecological health, and the value placed on it by the Peel community, it is crucial that these key ecosystem components are monitored consistently and regularly into the future.
- Monitoring regimes for the sediment, macrophytes, benthic invertebrates and fish have been proposed (see accompanying project reports), building on the extensive field work and validation undertaken in this Linkage Project. These regimes can be tailored to suit objectives and budget and, if adopted in the near future, can value-add to the current data sets.
- Consistent ecological data streams and calculation of accompanying health indices will also allow the real ecosystem impacts of any new management interventions to be understood, and support the ongoing refinement of the DSS framework.
- Continued efforts are required to curate and further develop the economic data for the region to allow for more rigorous assessment how the region is adapting to social and environmental change.

Plan for development that can support economic growth, without increasing their water and nutrient footprint

- Whilst environmentally-sensitive land management and development priorities can come at a cost, our econometric analysis of the regional data suggests they can also encourage long-term economic resilience, as long as strategies are balanced to ensure export-oriented activities retain their competitiveness. For example, measures to foster technological innovation in agriculture, mining and tourism growth will serve to create new investment and export opportunities. Adaptive measures and policies to enhance regional investment in growing and under-developed industries associated with

land management and ‘green-farming’ could be identified to encourage employment diversification within the region.

Continue to develop the DSS to house and operationalise new data streams, and provide transparency in decision-making for sustainably developing the Peel region

- Fragmentation of decision-making across jurisdictions and geographic areas risks the estuary suffering “death by a thousand cuts”. A overarching body able to undertake a holistic assessment and build consensus on adaptation measures is needed to help drive restoration.
- The DSS produced in this Linkage Project integrates many disparate historical data sets, newly collected data and extensive modelling capacity into a single framework to enable risk-based assessment of developments proposed in the Peel region.
- It is a highly capable ‘toolbox’ which is able to be adapted to ask site-specific or regional question. It could be broadened to accommodate new components or data streams, or even tailored to specific detailed tasks.
- Beyond the catchment and estuary model tools, we have also developed a new conceptual framework for linking local and regional drivers, policies and management activities, with the multiple dimensions of estuary and economic health. The framework can be used as a transparent means for assessing new ideas and challenges on the health of the region. Through this framework, it is proposed the estuaries key ecosystem services are seen as critical assets and a risk-management approach is required to prevent their decline. This can be advanced through a collaborative governance model.
- The DSS is among the first of its kind in Australia, and so has charted considerable new territory. As such, there are various aspects of the current framework that would benefit from further development and continued investment and improvement. This can be achieved through establishing ongoing partnerships with end-users to support the housing, servicing and interrogation of the DSS, as well as the regular integration of new environmental, ecological and economic data streams.

6. Main Project Outputs

Table 3. Main modelling, reporting and data outputs from the ARC Linkage Project.

Output	Access
Decision Support System: <i>Coupled catchment-estuary modelling framework</i>	https://github.com/AquaticEcoDynamics/Peel_ARC/tree/master/Models/PHERM/
Data repository	https://github.com/AquaticEcoDynamics/Peel_ARC/
Catalogue of reports underpinning each project component	https://github.com/AquaticEcoDynamics/Peel_ARC/
Sediment health index and supporting monitoring program	See Hallett et al. (2019a) in above report catalogue
Ecological health indices and supporting monitoring programs	
• Macrophytes	See Valesini et al. (2019b) in above report catalogue
• Benthic invertebrates	See Cronin-O'Reilly et al. (2019) in above report catalogue
• Fish	See Hallett et al. (2019b) in above report catalogue
Scientific publications and theses*	Available on request to author: • Krumholz (2019) • Hallett et al. (2019c) • Valesini et al. (2019a)

* Various other theses and publications will be produced from this Linkage Project during 2020 and beyond.

7. Acknowledgements

We are indebted to our Industry Partners for their support, trust and engagement in our Linkage Project, not only during its funding period, but during the many prior discussions that helped shape its development and bring it to fruition. We are also indebted to the Australian Research Council and the collaborating research institutions for their funding and operational support. We extend a particular note of gratitude to Steve Fisher and the Peel-Harvey Catchment Council team for their support in organising and facilitating our many stakeholder meetings, and advocating for the research.

8. Further Information

- **Dr Fiona Valesini** (Lead Chief Investigator): f.valesini@murdoch.edu.au
- **Associate Professor Matthew Hipsey** (Chief Investigator): matt.hipsey@uwa.wa.au



Peel-Harvey Estuary; Image courtesy of Peel-Harvey Catchment Council

References

- Atkins, J.P., Burdon, D., Elliott, M., Gregory, A.J., 2011. Management of the marine environment: integrating ecosystem services and societal benefits with the DPSIR framework in a systems approach. *Mar. Pollut. Bull.* 62, 215–226.
- Bradby, K., 1997. *Peel-Harvey: The Decline and Rescue of an Ecosystem*. Greening the Catchment Taskforce (Inc.), Mandurah, WA, ISBN: 0730980413223.
- Brearley, A., 2005. *Ernest Hodgkin's Swanland: Estuaries and Coastal Lagoons of South-Western Australia*. University of Western Australia Press, Perth, p. 550.
- City of Mandurah and Shire of Murray, 2018. *Mandurah and Murray: A Shared Economic Future. Draft Regional Economic Development Strategy 2018*. Unpublished Technical Report. City of Mandurah and Shire of Murray, Perth, Western Australia, 32 pp.
- Cronin-O'Reilly, S., Valesini, F.J., Hallett, C., 2019. Assessing the health of the Peel-Harvey Estuary through its benthic invertebrate fauna. *Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Elliott, M., Burdon, D., Atkins, J.P., Borja, A., Cormier, R., de Jonge, V.N., Turner, R.K., 2017. "And DPSIR begat DAPSI(W)R(M)!" - A unifying framework for marine environmental management. *Mar. Pollut. Bull.* 118, 27-40.
- Hale, J. and Butcher, R., 2007. *Ecological Character Description of the Peel-Yalgorup Ramsar Site*. Report to the Department of Environment and Conservation and the Peel-Harvey Catchment Council, Perth, Western Australia.
- Hallett, C., Valesini, F.J., Cronin O'Reilly, S., Kilminster, K., Wells, N., Eyre, B., 2019a. *Sediment condition in the Peel-Harvey Estuary. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Hallett, C., Valesini, F.J., Yeoh, D., 2019b. *Assessing the health of the Peel-Harvey Estuary through its fish communities. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Hipsey, M.R., Huang, P., Busch, B., Hennig, K., 2019a. *Integrated modelling assessment of nutrient cycling and water quality in the Peel-Harvey Estuary. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Hipsey, M.R., Hennig, K., Valesini, F., Kilminster, K., Huang, P., Busch, B., Plummer, P., Elliott, M., 2019b. *Estuarine and societal health trade-offs for the Peel-Harvey under 2050 scenarios. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Huang, P., Hennig, K., Busch, B., Hipsey, M.R., 2019. *The changing hydrology of the Peel-Harvey Estuary: past, present and future. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Kelsey, P., Hall, J., Kretschmer, P., Quiton, B., Shakya, D., 2011. *Hydrological and nutrient modelling of the Peel-Harvey catchment*. Water Science Technical Series, Report no. 33, Department of Water, Western Australia.
- Kilminster, K., Hennig, K., Kelsey, P., Marillier, B., Hall, J., Gunaratne, G., Robb, M. 2019. *Modelling of the Peel-Harvey catchment*. ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- McComb, A.J., Humphries, R., 1992. Loss of nutrients from catchments and their ecological impacts in the Peel-Harvey estuarine system, Western Australia. *Estuaries* 15, 529–537.
- Peel Development Commission, 2015. *Peel Regional Investment Blueprint*. Unpublished Technical Report. Peel Development Commission, Perth, Western Australia, 142 pp.
- Plummer, P., Trinh, J. Horsley, J. 2019. *Understanding Local Economic Competitiveness for the Peel-Harvey: Identifying Key and Strategic Industries, 2006-2016. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Silberstein, R.P., Aryal, S.K., Durrant, J., Pearcey, M., Braccia, M., Charles, S.P., Boniecka, L., Hodgson, A., Bari, M.A., Viney, N.R., McFarlane, D.J., 2012. Climate change and runoff in south-western Australia. *J. Hydrol.* 475, 441–455.
- Valesini, F.J., Hallett, C.S., Hipsey, M.R., Kilminster, K.L., Huang, P., Hennig, K., 2019a. *Peel-Harvey Estuary, Western Australia*. In: E. Wolanski, J.W. Day, M. Elliott and R. Ramachandran (eds.) *Coasts and Estuaries*. Burlington: Elsevier, 2019. pp. 103-120.
- Valesini, F.J., Krumholz, O., Hallett, C., Kobryn, H., 2019b. *Seagrass and macroalgal communities of the Peel-Harvey Estuary from 1978-2018. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.
- Wells, N.S., Reshid, M.Y., Hennig, K., Gooddy, D., Eyre, B., 2019. *The what, where, when and why of nutrient transport to the Peel-Harvey Estuary. Balancing estuarine and societal health in a changing environment*, ARC Linkage Project LP150100451. Unpublished report, Murdoch University, Western Australia.