Presentation for the E3B Graduate Seminar

Ecological Foundations of Payment for Ecosystem Service Schemes

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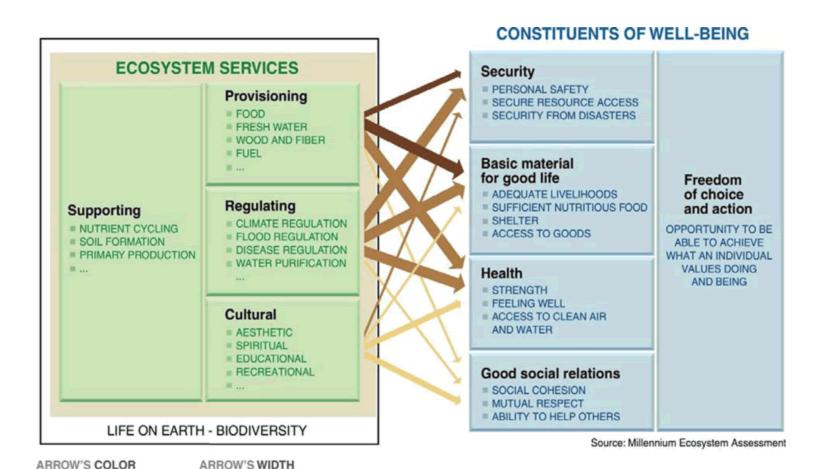


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Payments for Ecosystem Services

Some brief background and resource materials

Millennium Assessment



Intensity of linkages between ecosystem

services and human well-being

Medium

Strong

- Weak

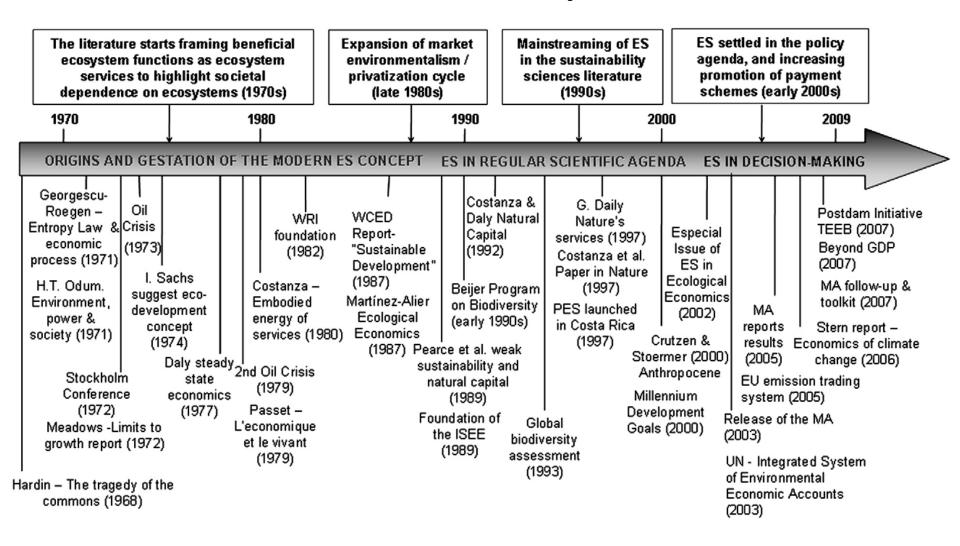
Potential for mediation by

socioeconomic factors

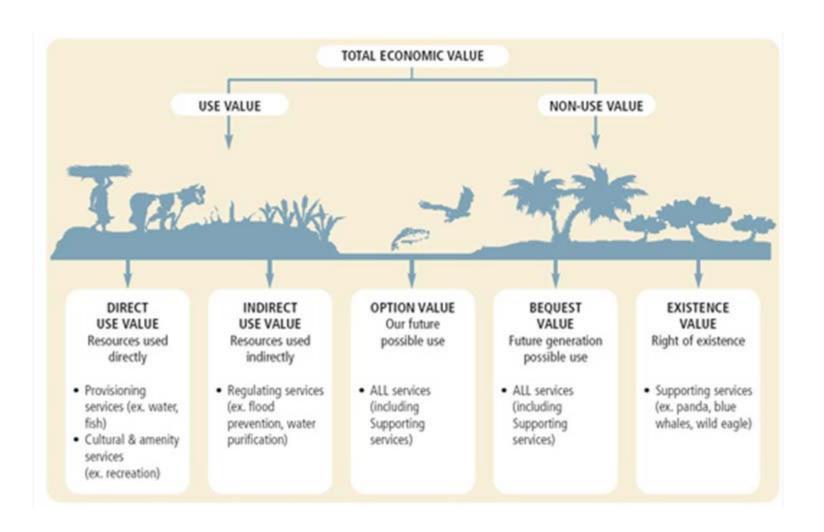
Medium

Low

Historical Perspective



Valuing Ecosystem Services



Source: FAO

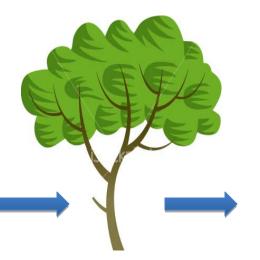
Early examples of PES

- SOx emissions in North Eastern US (acid rain)
- Wetland Mitigation Banking
- Pago por Servicios Ambientales (Costa Rica), which aimed to reverse the severe deforestation rates existing at that time
- What about entry fees to a National Park?

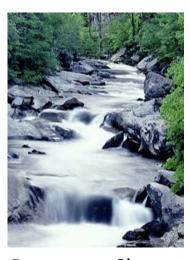
Payments for Ecosystem Services



Seller: Farmer/Landowner



Service: Erosion Control



Resource: Clean water



Buyer: Water Company



Potential benefits for Seller:

- Increased cash income
- Expanded experience with external

business activities

• Improved resilience of local ecosystems

Potential benefits for Buyer:

- Cheaper production of goods
- Increased sustainability of resource

Current Divisions of ES

Ecosystem services included most in market schemes so far include:

- i) carbon sequestration in biomass or soils;
- ii) provision of habitat for endangered species;
- iii) protection of landscapes; and
- iv) various hydrological functions related to the quality, quantity, or timing of freshwater flows from upstream areas to downstream users.

Nature Evaluation: www.fsd.nl

Case Study Database on Ecosystem Services & Sustainable Management













This database provides a list of ongoing and completed case studies, initiatives and projects linking valuation and financing of ecosystem services to sustainable management.

We also added a number of new features we hope will make this database more user friendly, consistent and informative. For example, we have included information about the functionality of the database. Furthermore, a manual is now also available, which guides you through the database, what it is and how you can easily find the information you are looking for. Since the search function plays a key role in finding the appropriate information, we have included a special feature about that too.

This database is being updated regularly. We encourage you to have a look for newly updated cases on a regular basis.

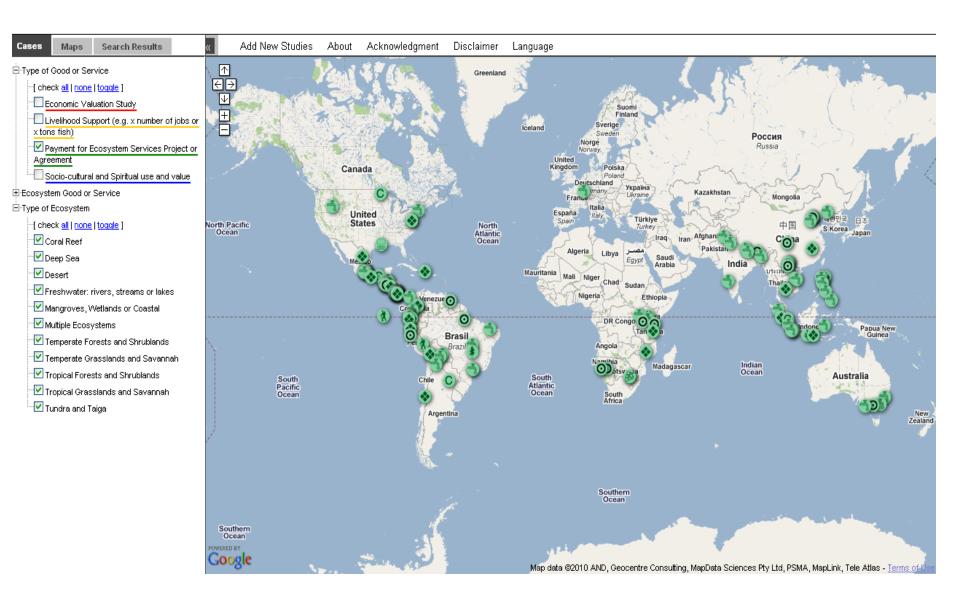


- Functionality
- Database manual
- Search function
 - Country
 - Region
 - Ecosystem typology / land use
 - Type of ecosystem service
 - Methodology

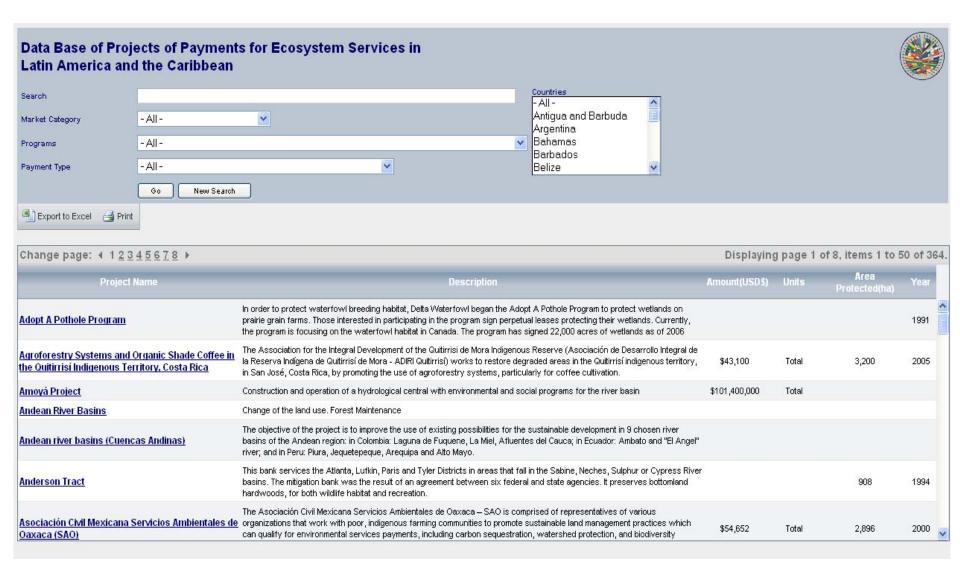
Case Study Database: Ecosystem Services & Sustainable Management

Ecosystem			Project description and data source		Valuation & Financing				
Ecosystem Typology	Type of Ecosystem Services	Primary Methodology	Project description / objectives	Data Source / Reference	Estimated value (economic, ecological, cultural)	Valuation method	Finance mechanism / type of reward	Supplier of services	Buyer of services
Agriculture	Various	Payments for Environmental Services	1.Total water yield for hydroelectricity generation via run-off from the river; 2.General watershed rehabilitation and erosion control. Land tenure rights have been an issue in Sumberjaya for the past 100 years. Watershed issues triggered four militaru campaigns from 1991 to 1996.	Getting started before you begin: Experiences from environmental service benefit transfer, schemes in Indonesia	N.A.	N.A.	1. Land concession (local government) - operational; 2. Best management practices contract (state owned company) - under implementation	N.A.	N.A.
Forest: Tropical	Climate regulation - R	Payments for Environmental Services	The RUPES program is financing the development and testing of reward mechanisms for communities that protect rubber agroforests and the biodiversity and carbon storage they provide. Potential buyers are the Critical Ecosystem Partnership Fund, the Global Environmental	Getting started before you begin: Experiences from environmental service benefit transfer, schemes in Indonesia	N.A.	N.A.	Best management practice contract (not yet determined) - planned	Local landowners	Potential buyers concern: Critical Ecosystem Partnership Fund, the Global Environmental Facility, the Government of
Forest: Tropical	Water regulation - R	Payments for Environmental Services	Regular water supply for hydroelectricity via storage lake; 2. General watershed rehabilitation and erosion control; 3. Carbon restocking on degraded landscape	Getting started before you begin: Experiences from environmental service benefit transfer, schemes in Indonesia	N.A.	N.A.	Best management practice contract (stated owned company) - under implementation	N.A.	N.A.
Forest: Tropical	Various	Payments for Environmental Services	General watershed rehabilitation and erosion control; 2. Regular water supply for industrial and domestic uses via river run-off	Getting started before you begin: Experiences from environmental, service benefit transfer, schemes in Indonesia	N.A.	N.A.	Best management practice contract (private company) - operational	N.A.	N.A.
Agriculture	Various	Payments for Environmental Services	General watershed rehabilitation and water quality; 2. Regular water supply for industrial and domestic uses via river run-off	Getting started before you begin: Experiences from environmental service benefit transfer, schemes in Indonesia	N.A.	N.A.	Best management practice contract (state owned company) - under implementation; 2. land concession (local government) - planned	N.A.	N.A.
Agriculture	Various	Payments for Environmental Services	The lkalahan watershed is 70% forest, and provides water for the oities and irrigation systems. The RUPES program will study the Domain's carbon sequestration, and biodiversity and watershed protection, and test payments for these services. Potential buyers of	Bupes: A step forward	N.A.	N.A.	N.A.	N.A.	N.A.

Conservation International: consvalmap.org



Organization of American States: www.oas.org



Other Online Sources

- www.biodiversityeconomics.org/
- www.diversitas-international.org/
- www.ebmtools.org
- www.ecosystemmarketplace.com/
- www.ecosystemvaluation.org/
- www.epa.gov
- www.fs.fed.us/ecosystemservices/resources.shtml
- www.iucn.org/about/union/commissions/cem/cem_work/cem_services/index.cfm
- www.millenniumassessment.org
- www.naturalcapitalproject.org/about.html
- www.natureserve.org
- www.nj.gov/dep/dsr/naturalcap/
- www.wri.org/ecosystems
- www.undp.org/biodiversity/crosscutting/mdgandbiodiversity.html
- www.unep-wcmc.org/
- www.usda.gov
- www.uvm.edu/giee/
- go.worldbank.org/4BX4FB5IY0
- 13 valuation case studies at the end of CBD reading for this week