

**Forest Ecosystem Values**

*An Estimation of Economic Values of Forest Ecosystem Services*

Healthy forests and woodlands provide a full suite of goods and services, including climate regulation, watershed regulation, wildlife habitat, biodiversity, recreation, and various cultural services. These ecosystem services are crucial to human well-being; however, most of these services do not have established market values like forest products.

The estimates shown are based on an analysis of forest resources in the area, results of existing literature, and non-market valuation techniques. The results should be viewed as conservative estimates and are only part of a larger suite of ecosystem services provided by the forest within the area of interest. All values are reported in 2011 constant United States dollar.

**Forestland**

There are 378,006 acres of forestland within the area of interest. Of this amount, 371,992 acres occur within rural areas, while 6,013 acres are found within urban and community areas.

**Value of Forest Air Quality Regulation within the Area of Interest**

Forests in urban areas have the ability to purify the air by removing various pollutants. Based on estimates from the Urban Forest Effects (UFORE) model, the value of forest air quality regulation within the area of interest is estimated to be $5.2 per acre for a total value of $1,968.0 annually.

**Value of Forest Biodiversity Services within the Area of Interest**

Forest biodiversity services are critical for species presence, abundance, and longevity. This service was valued at a base rate of $232 per acre. In addition, “hotspots” of ecologically significant areas were valued at an additional $51.75 per acre. The value of forest biodiversity services within the area of interest is $242.8 per acre per year for a total value of $91,784.7 annually.

**Value of Forest Carbon Sequestration within the Area of Interest**

Forests have the ability to remove and store carbon from the atmosphere through the process of photosynthesis. This service was estimated using a carbon value of $22 per metric ton. Carbon storage was amortized over 20 years using a 3% discount rate to determine an annual value. The total value of forest carbon sequestration within the area of interest is estimated to be $94.8 per acre per year, for a total value of approximately $35,828.6 annually.

**Value of Forest Cultural services within the Area of Interest**

Forests provide people with many non-material benefits important for spiritual enrichment, mental development, and leisure. Based on a 2012 survey, the average household in Texas was willing to pay between $0.54 - $2.22/yr for a 1,000-acre increase in forest area depending on the type of forest. These results indicate the cultural value of the forests within the area of interest is estimated to be $1,142.6 per acre per year, for a total value of approximately $431,914.7 annually.

**Value of Forest Watershed Services within the Area of Interest**

The value of forest watershed services (water capture, filtration, and regulation) within the area of interest is estimated to be $685.6 per acre per year, for a total value of approximately $259,177.7 annually.

**Total Value of the Selected Forest Ecosystem Services within the Area of Interest**

The value of assessed ecosystem services provided by the forest within the area of interest is estimated to be $2,171.1 per acre, for a total value of approximately $820,673.7 annually.

**Economic Value of Selected Forest Ecosystem Services**

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| --- | --- | --- | --- |
| Ecosystem Service | Rural Value  (thousand $/year) | Urban Value (thousand $/year) | Total Value  (thousand $/year) |
| Air Quality | - | 1,954.3606 | 1,968.0 |
| Biodiversity | 90,257.5 | 1,527.2480 | 91,784.7 |
| Carbon | 35,426.3 | 402.3043 | 35,828.6 |
| Cultural | 422,993.3 | 8,921.3633 | 431,914.7 |
| Watershed | 251,067.3 | 8,110.3604 | 259,177.7 |
| Total | 799,758.1 | 20,915.6364 | 820,673.7 |

