#### International Seminar on Environment Statistics and Environmental-Economic Accounting IBGE and UNSD Rio de Janeiro, 21 & 22 September 2009

#### Land & Ecosystem Accounts

Jean-Louis Weber Senior Adviser, EEA

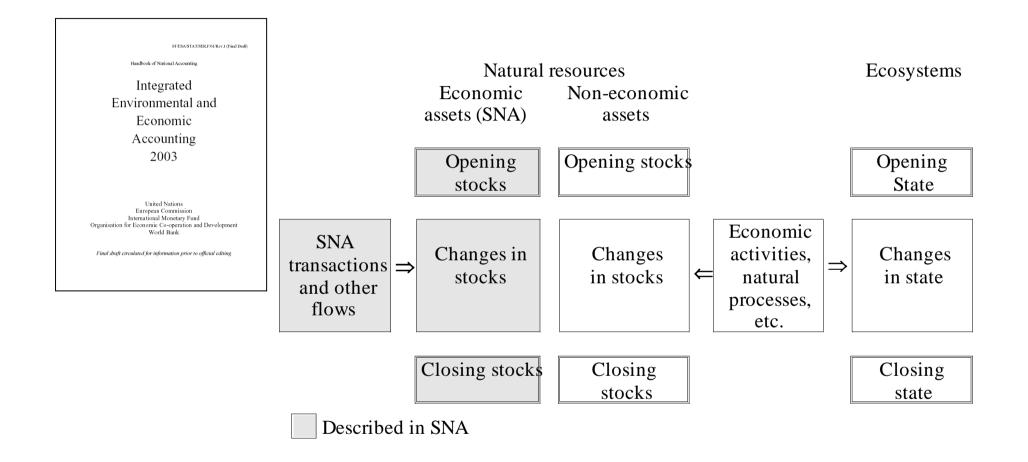
"The same rule of self-destructive financial calculation governs every walk of life. We destroy the beauty of the countryside because the unappropriated splendours of nature have no economic value. We are capable of shutting off the sun and the stars because they do not pay a dividend." John Maynard Keynes 1933

"Because National Accounts are based on financial transactions, they account for nothing Nature, to which we don't owe anything in terms of payments but to which we owe everything in terms of livelihood."

#### Bertrand de Jouvenel 1968



#### SEEA2003: enlargement of SNA1993 for a better description of the economy-environment relation

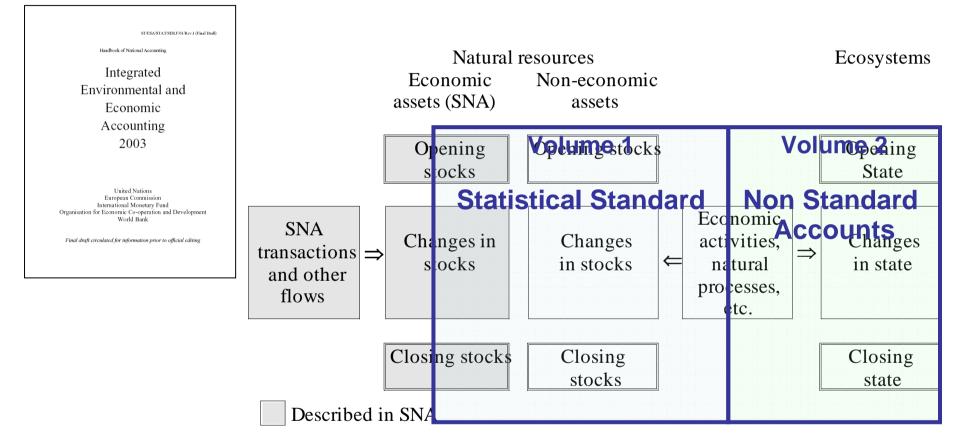


RM HASSAN - UN The System of Environmental and Economic Accounting (UN 2003) -RANESA Workshop June 12-16, 2005 Maputo



# SEEA2003: enlargement of SNA1993 for a better description of the economy-environment relation

#### *Revision* → *SEEA2012*

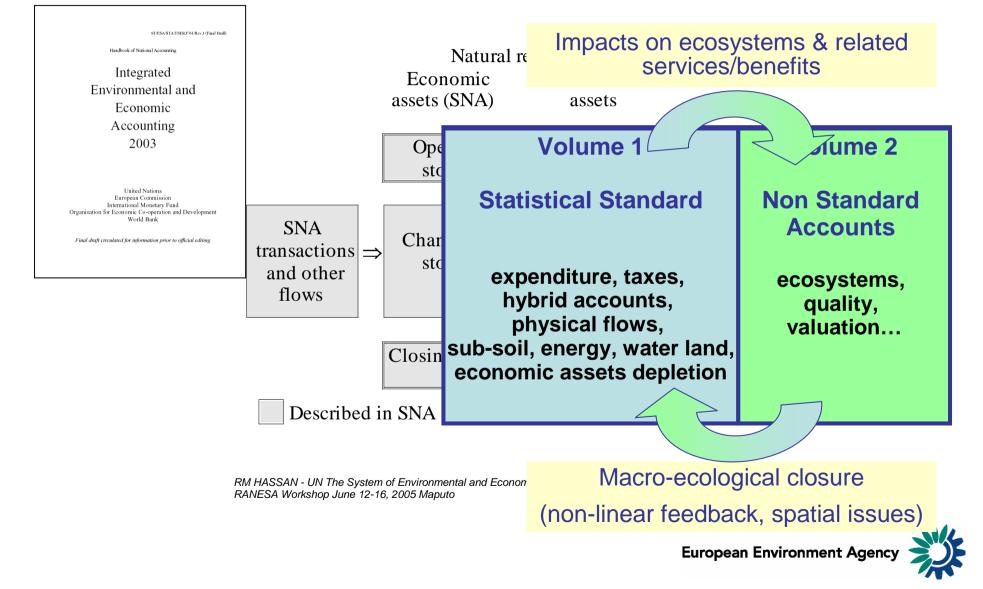


RM HASSAN - UN The System of Environmental and Economic Accounting (UN 2003) -RANESA Workshop June 12-16, 2005 Maputo



## SEEA2003: enlargement of SNA1993 for a better description of the economy-environment relation

#### *Revision* → *SEEA2012*



#### Land & Ecosystem ACcounting (LEAC)

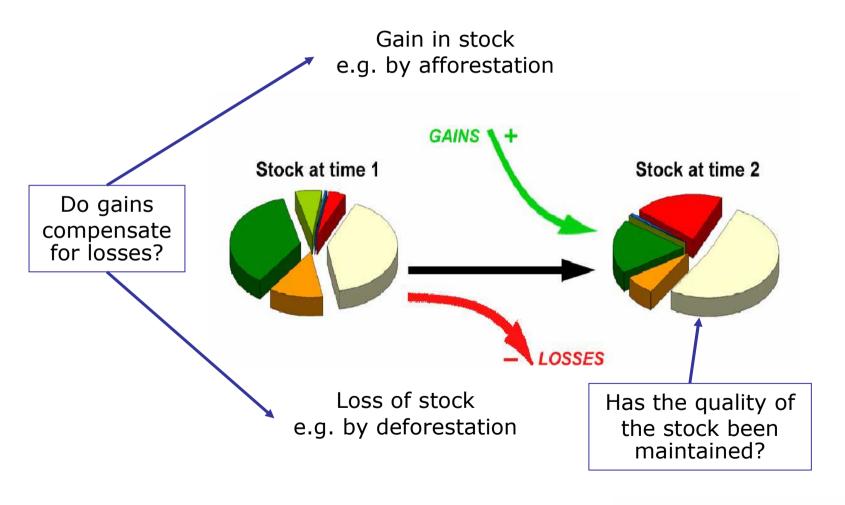
- Land & ecosystem accounts are present in the UN system of economic-environmental accounts (SEEA2003) but not fully developed
- Implementation of land and ecosystem accounts in Europe:
  - <u>Land accounts</u> 1990-2000 [2006], 24 countries; ongoing update for 2006 and 35 countrries; tests out of Europe [e.g. Burkina Faso 1992-2002];
  - <u>Ecosystem accounts</u>: ongoing tests [e.g. for Mediterranean Wetlands in the context of TEEB]
- Land and ecosystem accounts planned to be developed in SEEA2012/2013 revision



#### Land & Ecosystem ACcounting (LEAC)



#### Land Cover Accounts





# The approach used to generate the LEAC record for stock



Step 1: The raw image data are interpreted for a land cover map



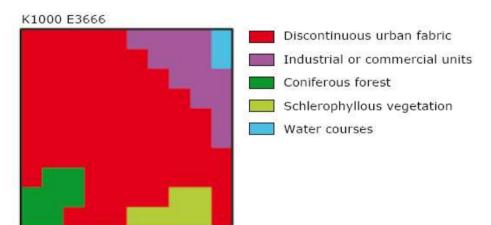
Step 2: Interpreted CLC map for 1990 and 2000



Step 3: Superimposition of the 1 km x 1 km accounting grid



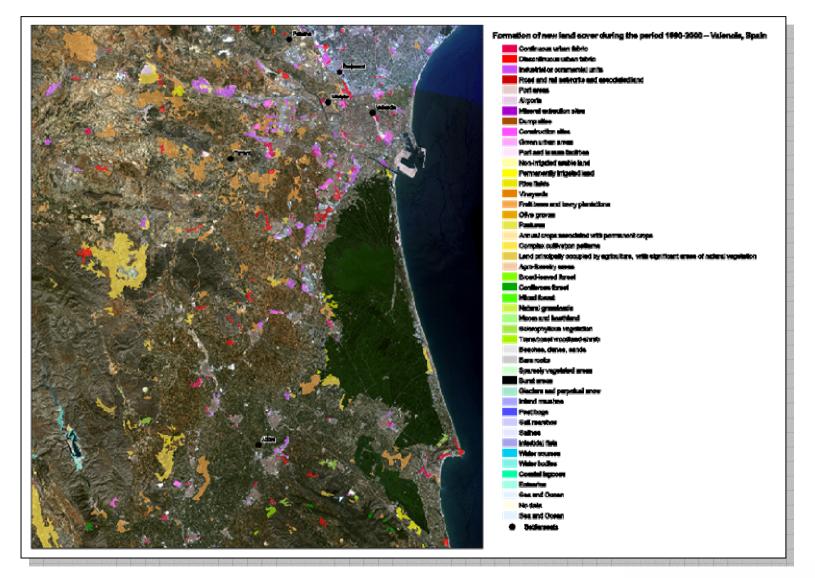
Step 4: Location of an individual record for the LEAC database



Step 5: The underlying 100 m raster used for stock calculation for the selected record

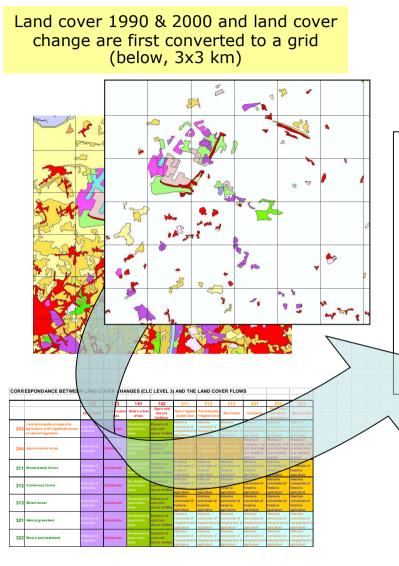


#### **Change detection**



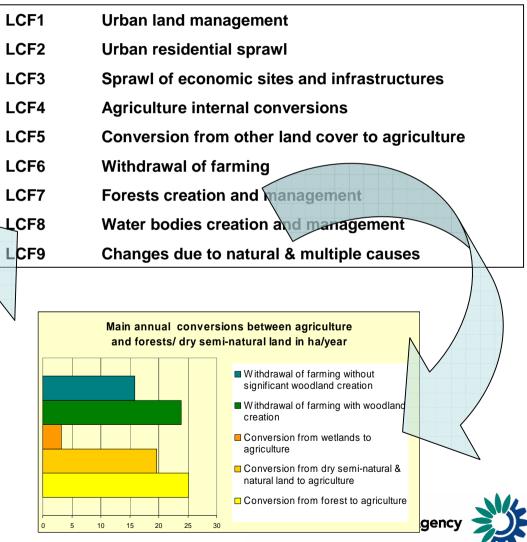




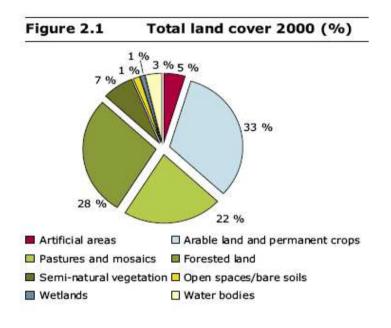


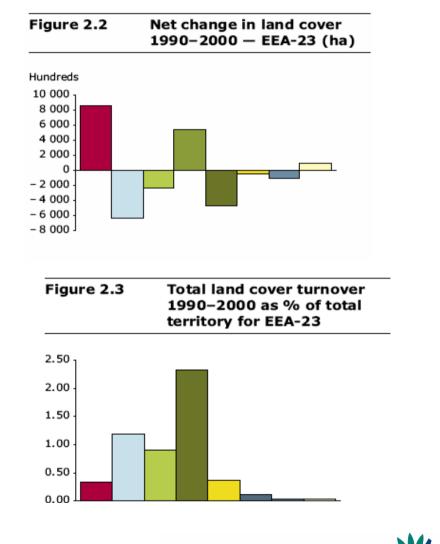
Individual changes are grouped by land cover flows that describe <u>processes</u>

# Land cover change accounts: from maps to statistics



# **Summary indicators**







# Artificial land uptake

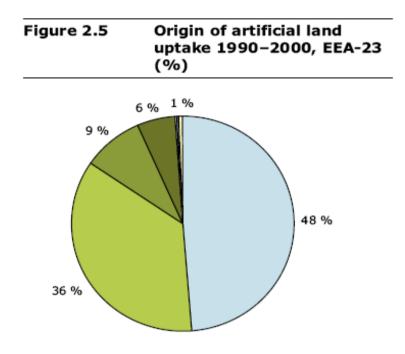


Figure 2.4 development Land uptake by mines, quarries and waste dumpsites Land uptake by transport networks and infrastructures Land uptake by industrial and commercial sites Land uptake by housing, services and recreation 10000 20000 5000 30000 40000 ò

Drivers of artificial land

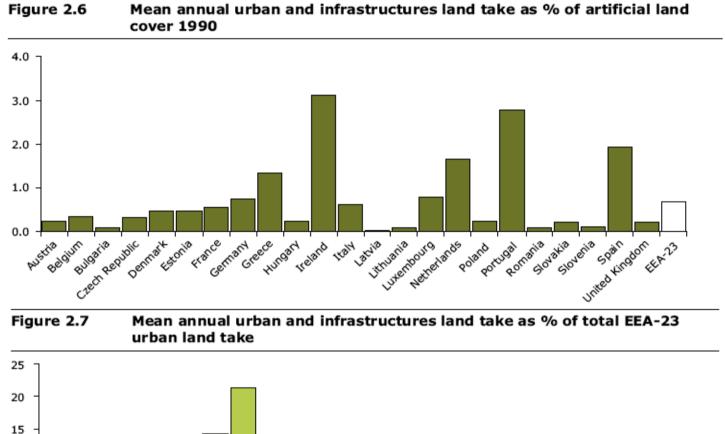
ha/year

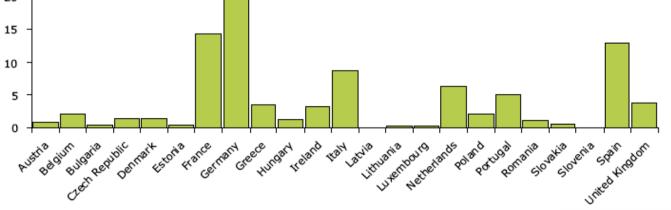
Open spaces with little or no vegetation

- Natural grassland, heathland, sclerophyllous vegetation
- Forests and transitional woodland shrub
- Pastures and mided farmland
- Wetlands
- Water bodies
- Arable land and permanent crops



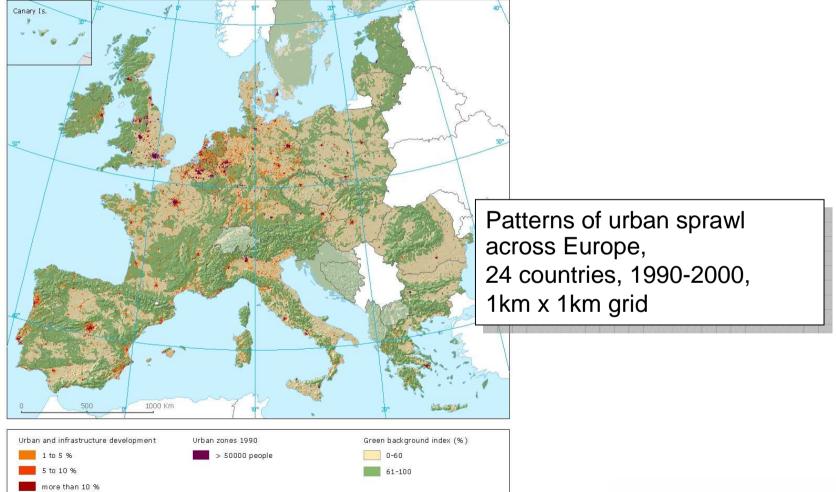
## Comparison of artificial land uptake by countries





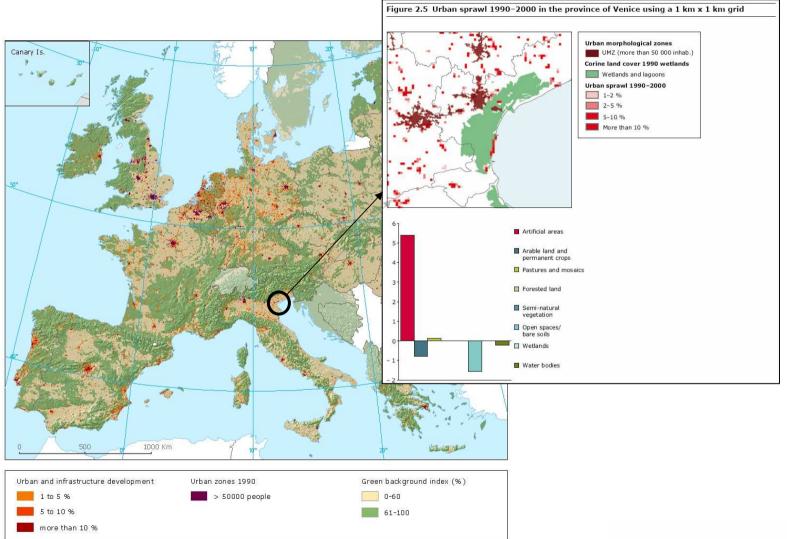


## Mapping flows: urban sprawl, by grid





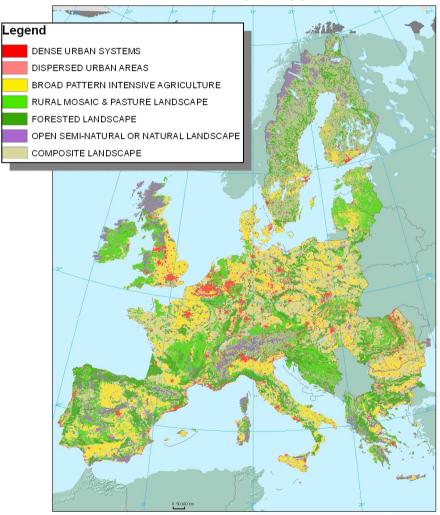
## Mapping flows: urban sprawl, by grid





# Mapping & analysing flows

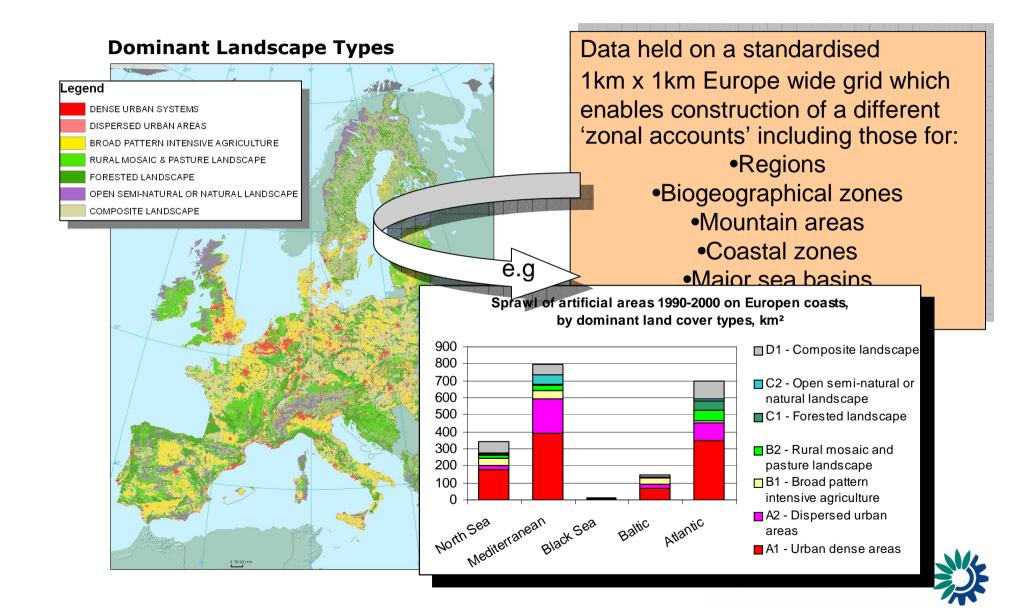
#### **Dominant Landscape Types**



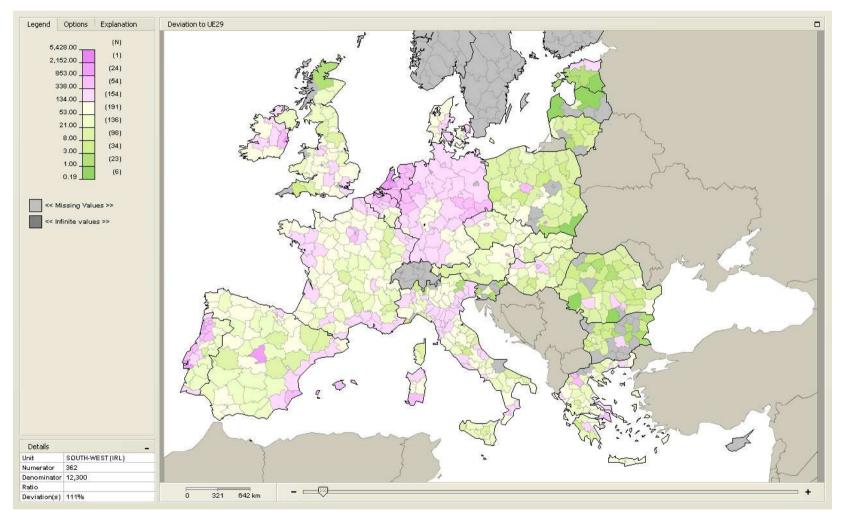
Data held on a standardised 1km x 1km Europe wide grid which enables construction of a different 'zonal accounts' including those for: •Regions •Biogeographical zones •Mountain areas •Coastal zones •Major sea basins •Dominant landscape types...



# Mapping & analysing flows



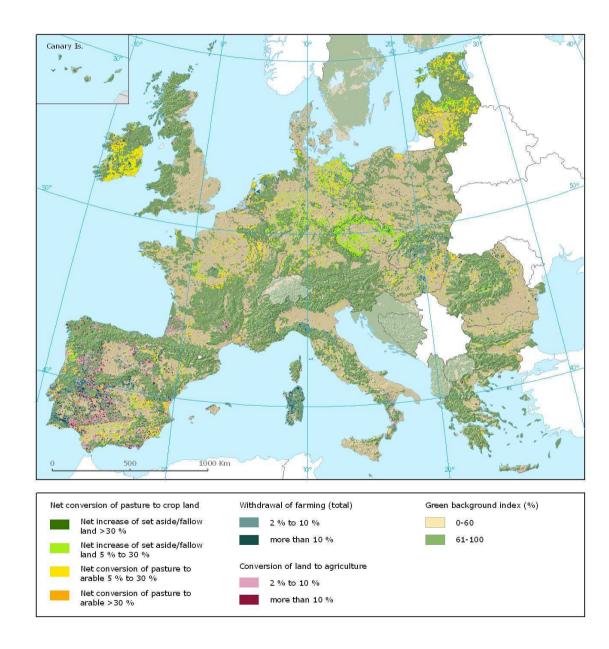
# e.g. land uptake by artificial development, NUTS2/3, deviation of the European average, mean annual values

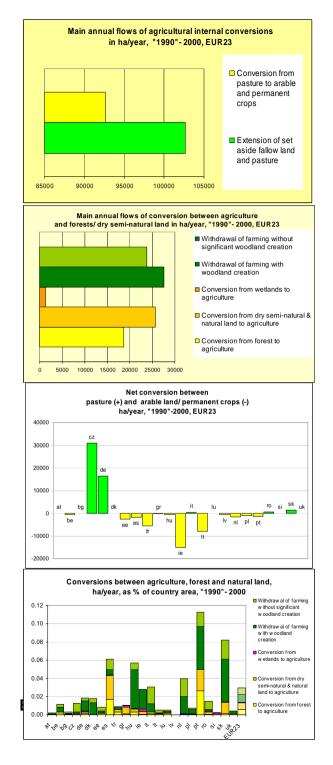


ESPON HYPERATLAS - MULTISCALAR TERRITORIAL ANALYSIS

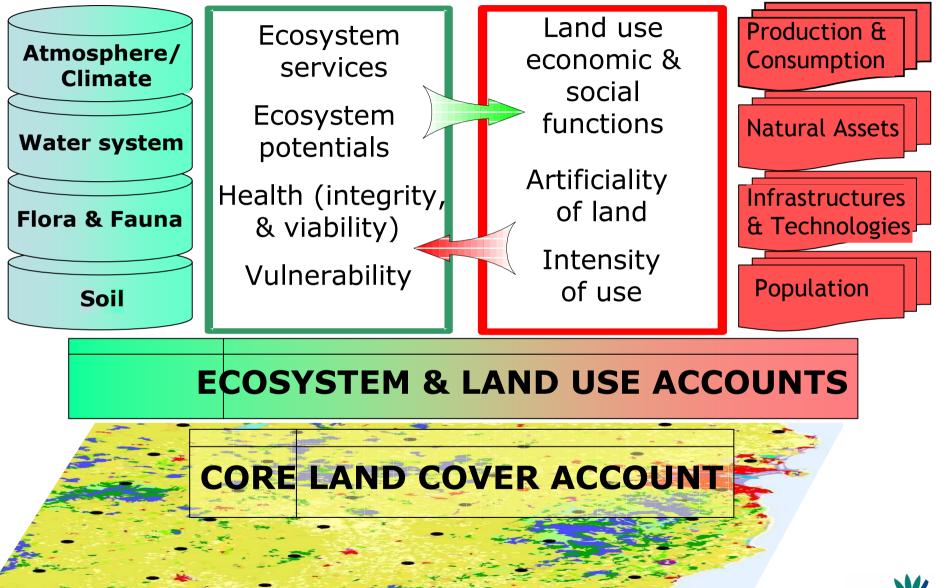


### Change in agriculture / indicators



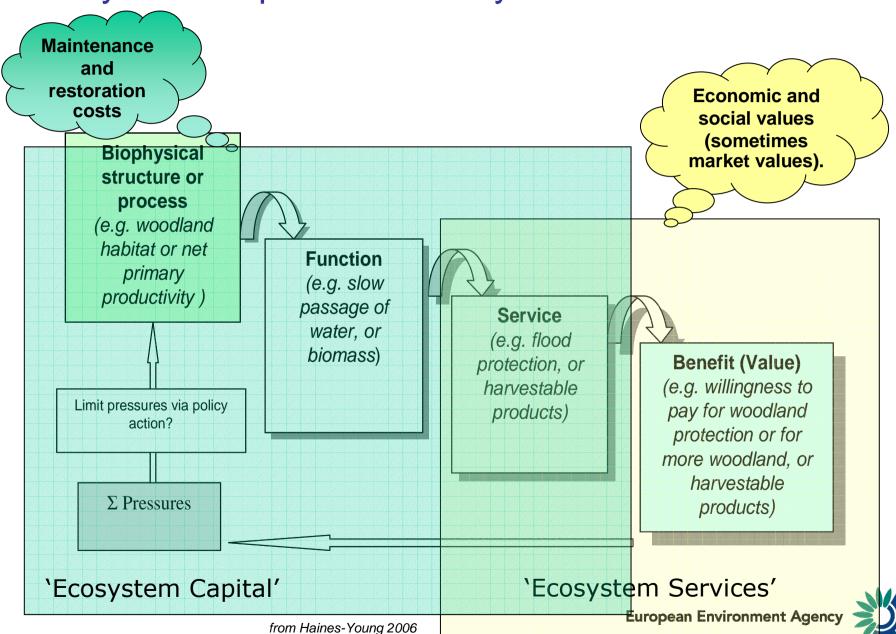


## From land cover to land use & ecosystem accounting



**European Environment Agency** 

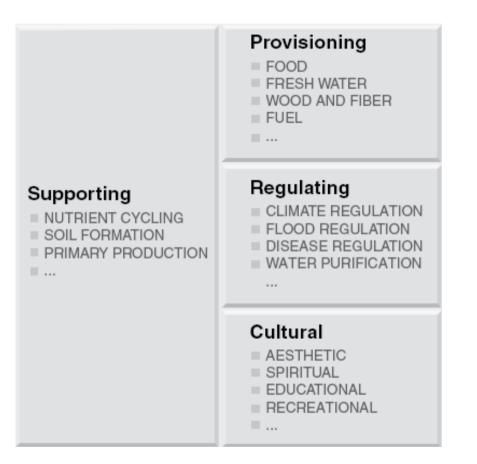




#### Ecosystem Capital and Ecosystem Services...

# **Ecosystem services classification**

e.g. Millennium Ecosystem Assessment 2003

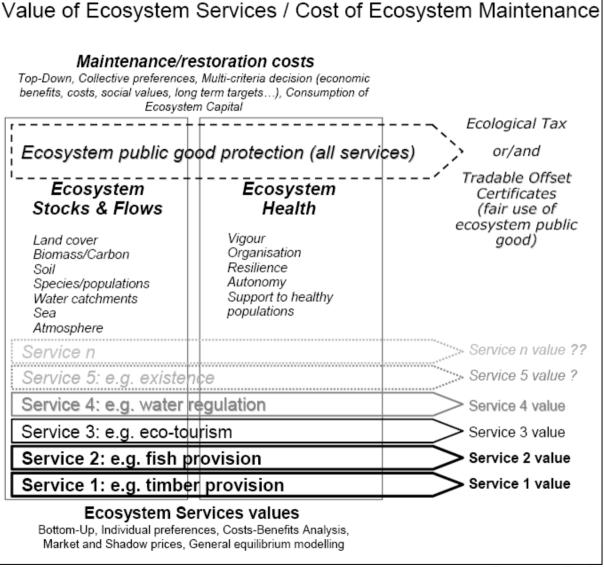


Common International Classification of Ecosystem Services definition process for SEEA2012/2013, MA2015, Eureca!2012, and other projects...

European Environment Agency

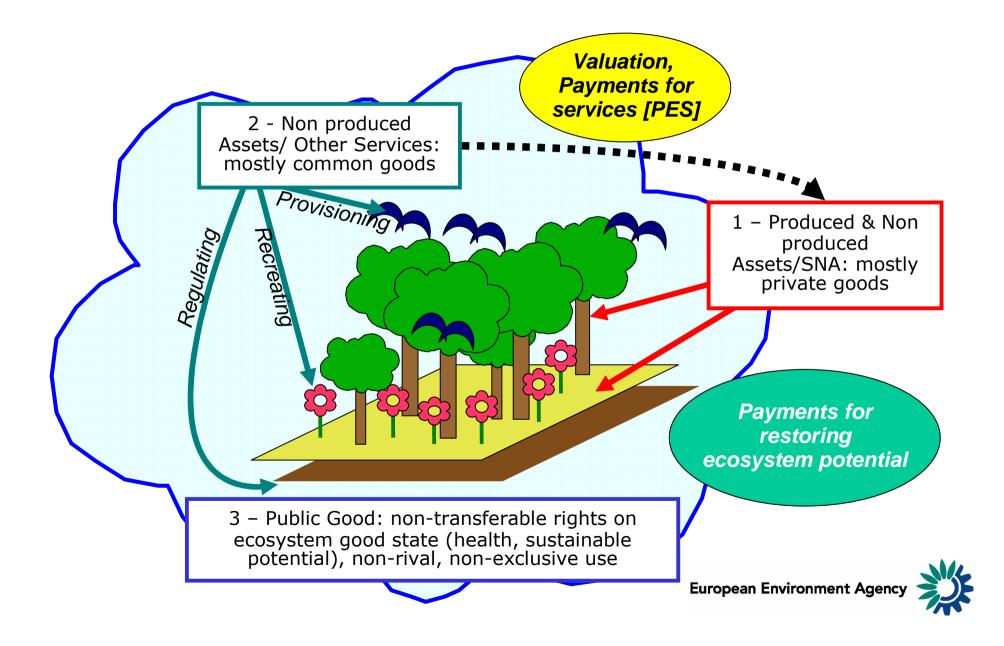


## Values vs. Costs in Ecosystem Accounting

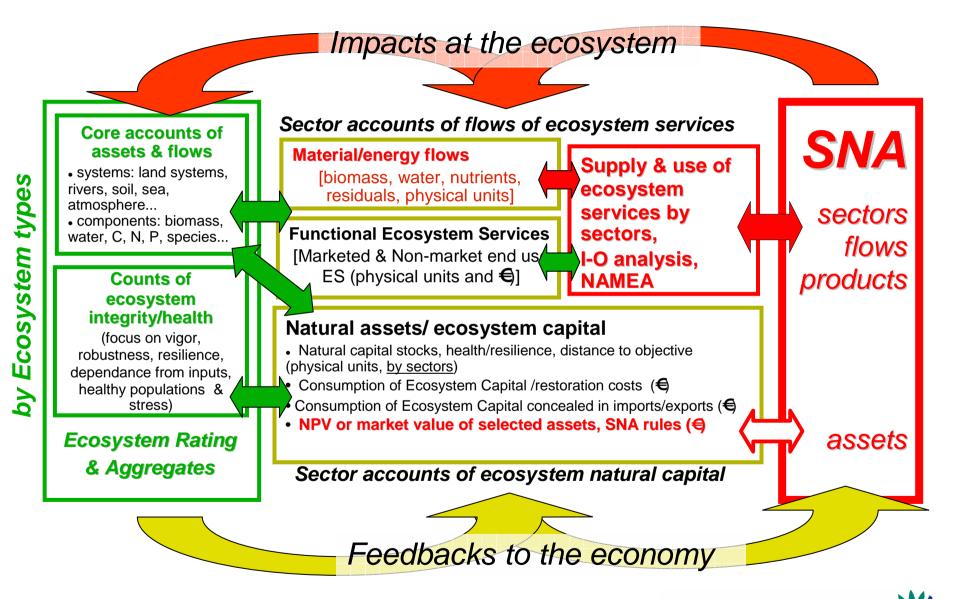




# Assets, services and values: 3 components



### Ecosystem Accounts, SEEA2003 & SNA





#### Basic accounts of stocks and flows by ecosystem types

- Terrestrial ecosystems:
  - land cover (km<sup>2</sup>, number of land units)
  - rivers (standard-river-km, number of reaches)
  - small features (number of units)
- Marine ecosystem (km<sup>2</sup>, km<sup>3</sup>)
- Biodiversity
- Biomass (dry matter, C, energy...)
  - soil biomass
  - vegetation (non soil)
  - fauna
- Water quantity (m3)
- Nitrogen, Phosphorus (t)



#### Ecosystem health: counts of diversity/integrity

- Ecosystem Distress Syndrome model:
  - Disruptions of nutrients cycling (loss or excess)
  - Degradation of substrates (fragmentation, water stress, chemical stress)
  - Change in species composition (invasive...)
  - Dependence of systems from artificial input (energy, water, subsidies ...)

#### Specific diagnosis

From selection of markers and threshold values according to habitat types, region, context

- 1. <u>Homeostasis state</u> (no alteration foreseen).
- 2. <u>Resilience state</u> (the disturbance that ecosystems are still able to absorb or compensate, *keeping the same functions, identity and feedbacks (Walker, 2005).*
- 3. <u>Reversible process without compensation</u> (degradation).
- 4. <u>Irreversible change</u> (death).

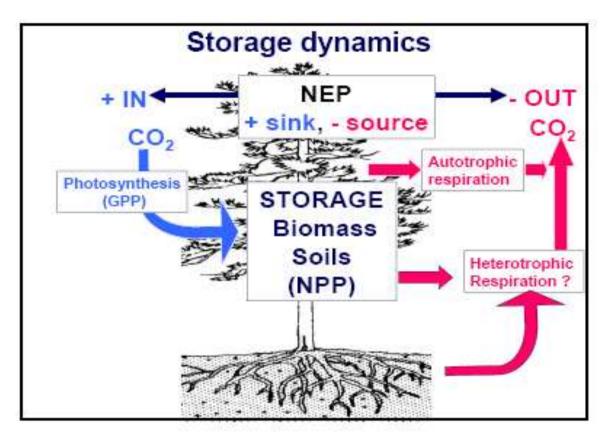
#### Focussed research of stressors

- overharvesting, overuse
- land/rivers restructuring
- deposition of residuals
- introduction of species

Physical wealth as stocks\*coefficients (potential, resilience)



### **Biomass & NPP**



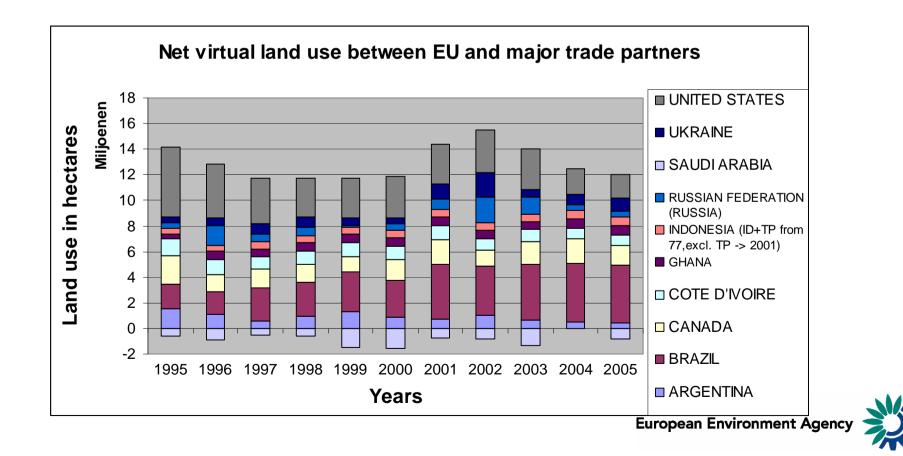
- Anomalies, distress symptom
- Direct Material Consumption Total Material Requirement (Material Flows Accounts)
- HANPP
- 'Supporting service'



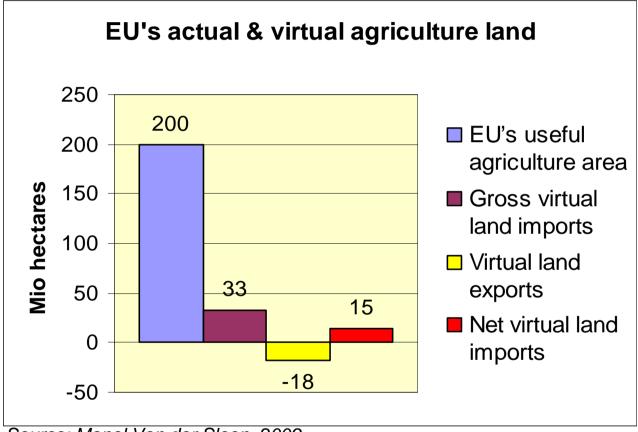


# Virtual (embodied) land use

Trends in EU virtual land flows: EU agricultural land use through international trade between 1995-2005. Manel van der Sleen, EEA 2009



# International Trade: Virtual land use & agriculture footprints



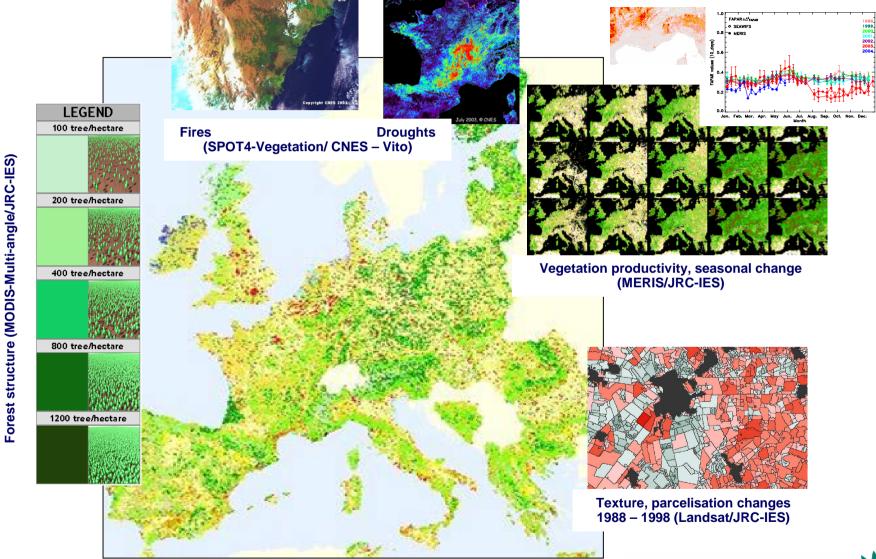
Source: Manel Van der Sleen, 2009

#### + associated virtual water, virtual carbon emissions (CO2, CH4...)



#### Integration of space monitoring into ecosystem accounting:

land cover change x NPP x structure/texture x short time variability x stratification of in situ monitoring (biodiversity, water...)



European Environment Agency

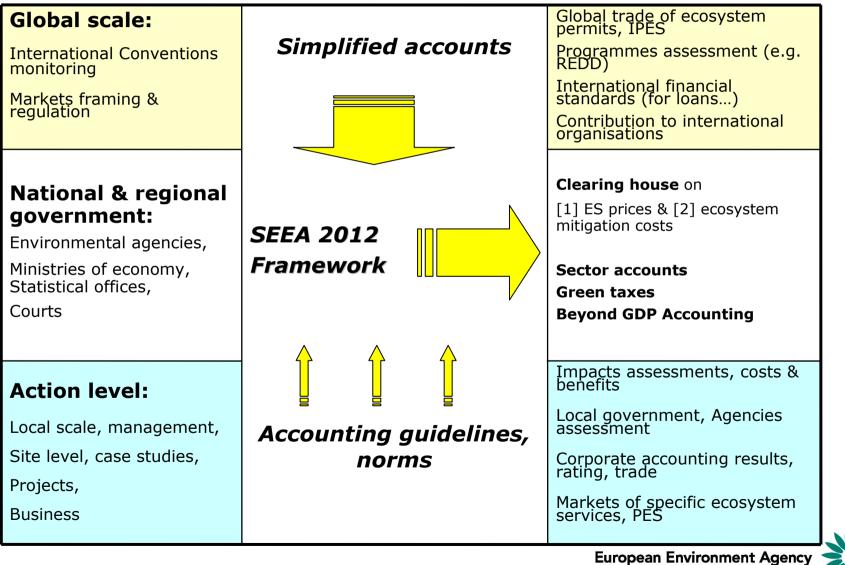
#### Ecological truth & market prices in the National Accounts

- Risks of unsustainable use of the living natural capital are ignored: the negative impacts of over-harvesting, force-feeding with fertilisers, intoxication, introduction of species, fragmentation by roads, or sealing of soil by urban development have no direct immediate monetary counterpart in financial results (but consequences for the future).
- Natural capital depreciation is not fully amortised in accounting books of companies and not at all in the national accounts no allowance is made for maintaining ecosystems' critical functions and services, as it is done for manmade capital. Therefore the full cost of domestic products is not covered in many cases by their price.
- This is as well the case of the price of imported products made from degrading ecosystems: their full cost is not covered by their price.

Free ecosystem services are not accounted (the market tells: price is zero) or entangled in market prices of commodities or economic assets.



# Scales, accounts, governance





## Simplified ecosystem accounts

Markets need accounts, regulations [= control]

Land ecosystems are spatially distributed => grid data [e.g. 1 km2] connect scales

Globally, change matters [degradation or improvement of ecosystem functioning and attached cost or benefit], not the value of the stock

Global multicriteria rating is possible based on a small number of ecological potentials [derived from ecosystem accounts]:

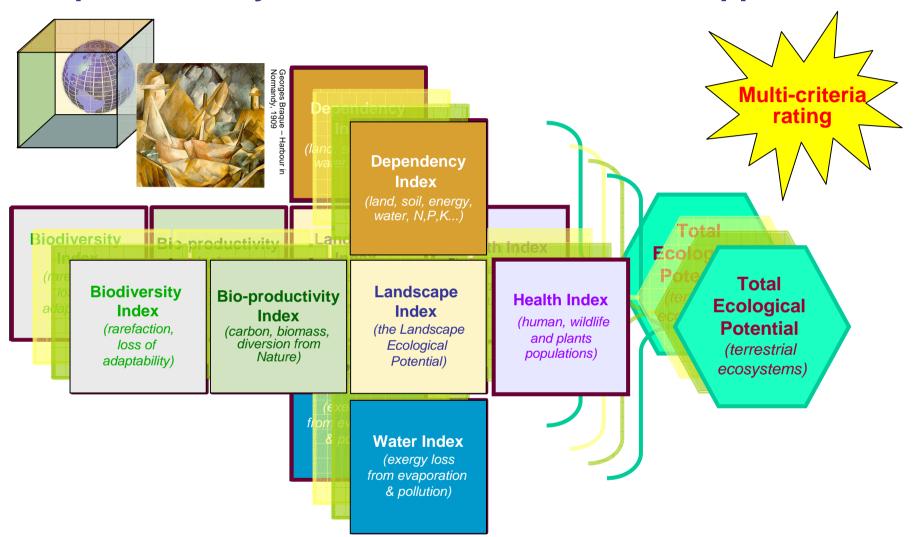
Landscape ecological potential [LEP]

- Human Appropriation of the Net Primary Production
- Biodiversity rarefaction
- Exergy loss [river basins]
- Dependance from external inputs [material/energy, footprint]
- → losses/gains of "points of ecological potential"

computation of restoration costs [needed for compensating losses // or accumulated by gains of points]

<u>Rating</u> can be detailed further on as necessary for policy [national, regional] and action scales [local, business]



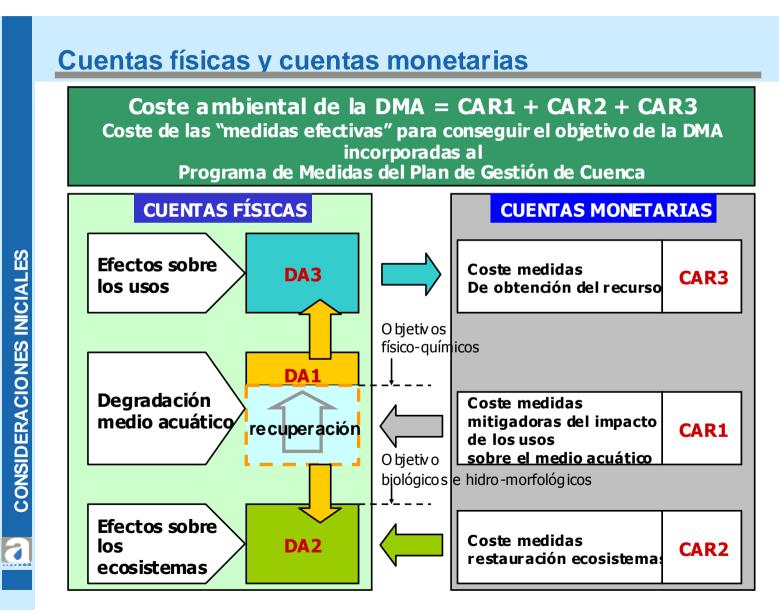


#### Simplified Ecosystem Accounts : a "Cubist" Approach

Consumption of Ecosystem Capital = Change in TEP \* € No valuation of ecosystem assets is needed an Environment Agency

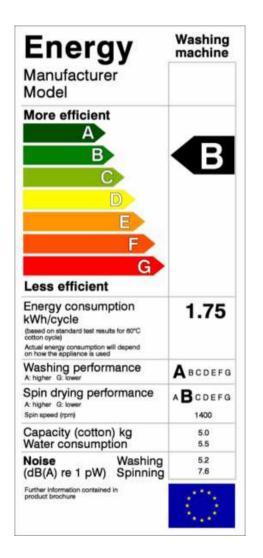


# Similar approach in Spain (Escriu, Naredo...) for water ecosystems





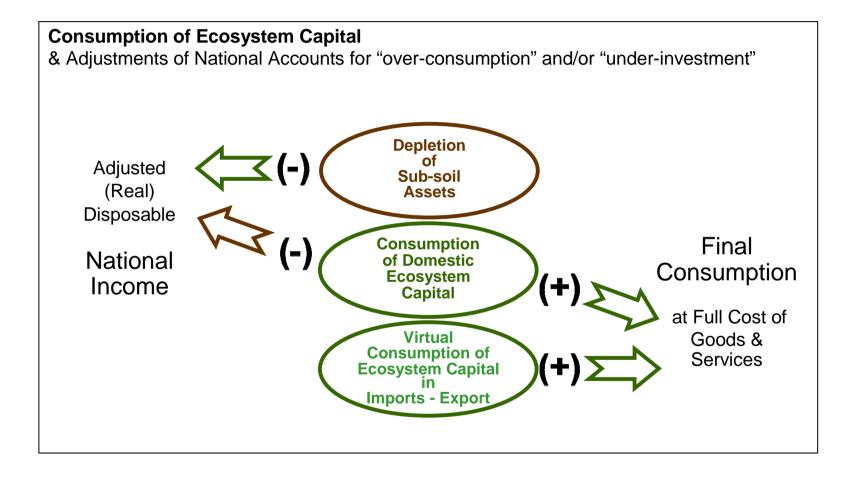
## Multicriteria rating





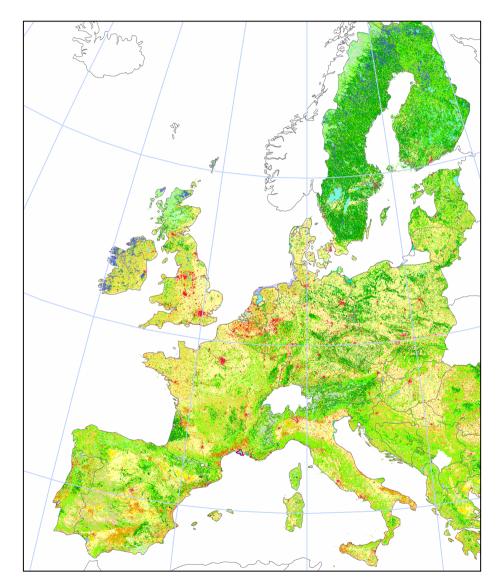


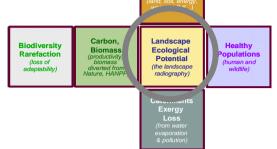
#### Ecosystem Accounts & National Accounts Adjustment





# Example: making of Landscape Ecological Potential (1/6)





#### Corine land cover map (derived from satellite images)

Green Background Landscape Index (derived from CLC)

Naturilis (derived from Natura2000 & CDDA)

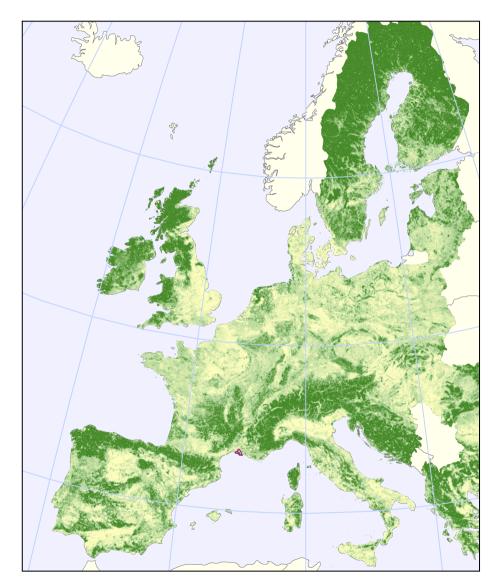
Effective Mesh Size (*MEFF*, derived from *TeleAtlas and CLC*)

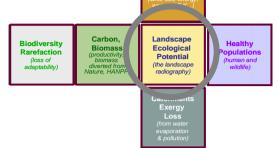
Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



#### Example: making of Landscape Ecological Potential (2/6)





Corine land cover map (derived from satellite images)

#### Green Background Landscape Index (derived from CLC)

Naturilis (derived from Natura2000 & CDDA)

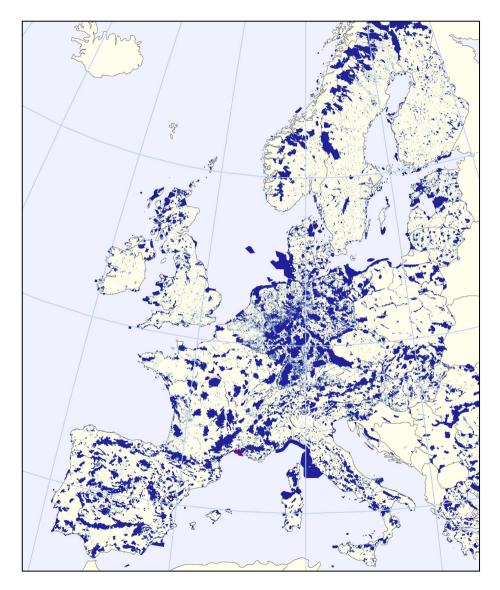
Effective Mesh Size (*MEFF*, derived from *TeleAtlas and CLC*)

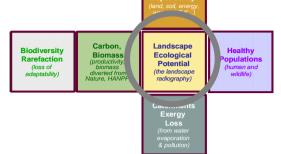
Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



#### Example: making of Landscape Ecological Potential (3/6)





Corine land cover map (derived from satellite images)

Green Background Landscape Index (derived from CLC)

#### Naturilis (derived from Natura2000 & CDDA)

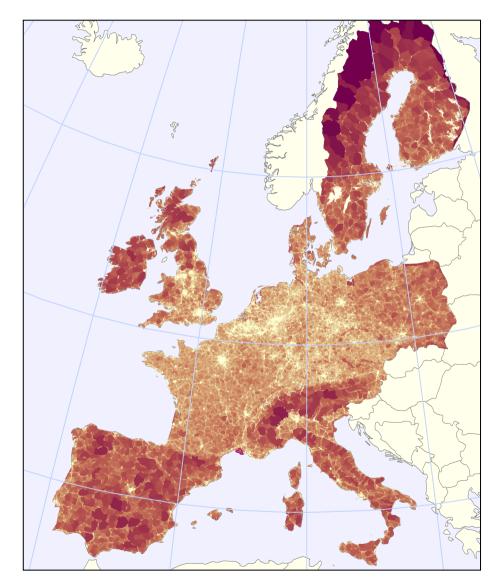
Effective Mesh Size (*MEFF*, derived from *TeleAtlas and CLC*)

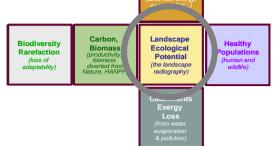
Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



### Example: making of Landscape Ecological Potential (4/6)





Corine land cover map (derived from satellite images)

Green Background Landscape Index (derived from CLC)

Naturilis (derived from Natura2000 & CDDA)

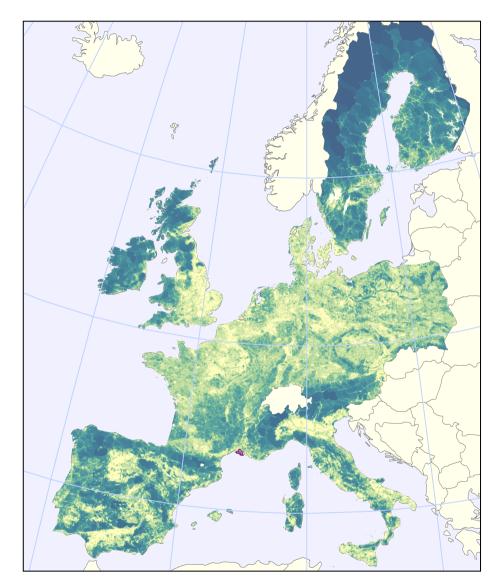
#### Effective Mesh Size (*MEFF*, derived from TeleAtlas and CLC)

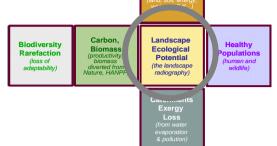
Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



### Example: making of Landscape Ecological Potential (5/6)





Corine land cover map (derived from satellite images)

Green Background Landscape Index (derived from CLC)

Naturilis (derived from Natura2000 & CDDA)

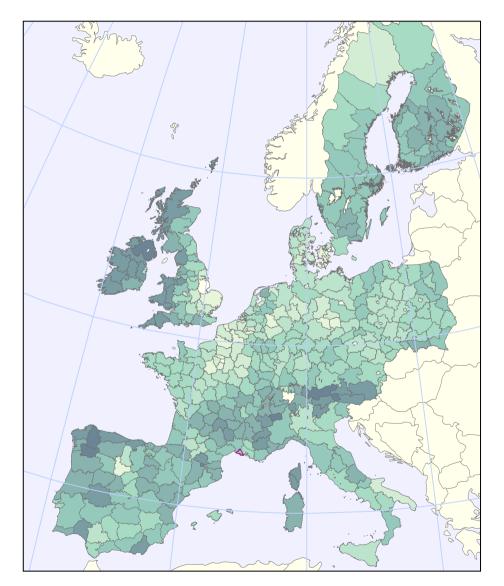
Effective Mesh Size (*MEFF*, derived from *TeleAtlas and CLC*)

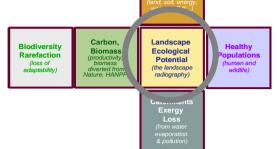
#### Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



### Example: making of Landscape Ecological Potential (6/6)





Corine land cover map (derived from satellite images)

Green Background Landscape Index (derived from CLC)

Naturilis (derived from Natura2000 & CDDA)

Effective Mesh Size (*MEFF*, derived from *TeleAtlas and CLC*)

Landscape Ecological Potential (LEP) 2000, by 1km<sup>2</sup> grid cell

LEP 2000 by NUTS 2/3



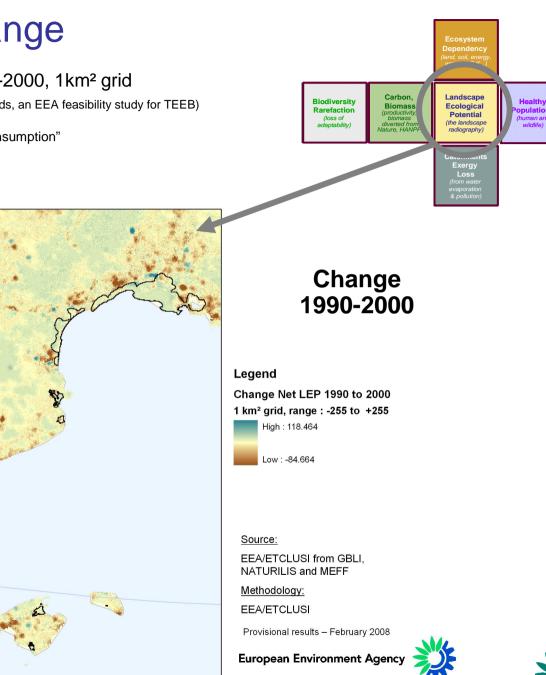
### LEP, state and change

Landscape Ecological Potential 1990-2000, 1km<sup>2</sup> grid

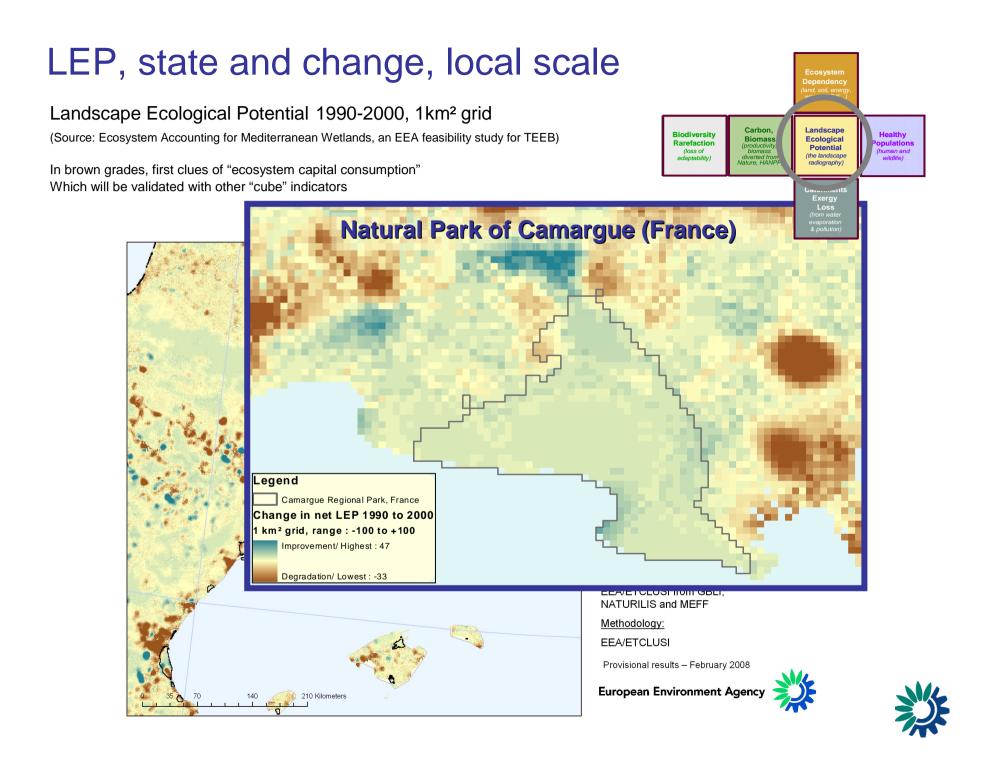
(Source: Ecosystem Accounting for Mediterranean Wetlands, an EEA feasibility study for TEEB)

210 Kilometers

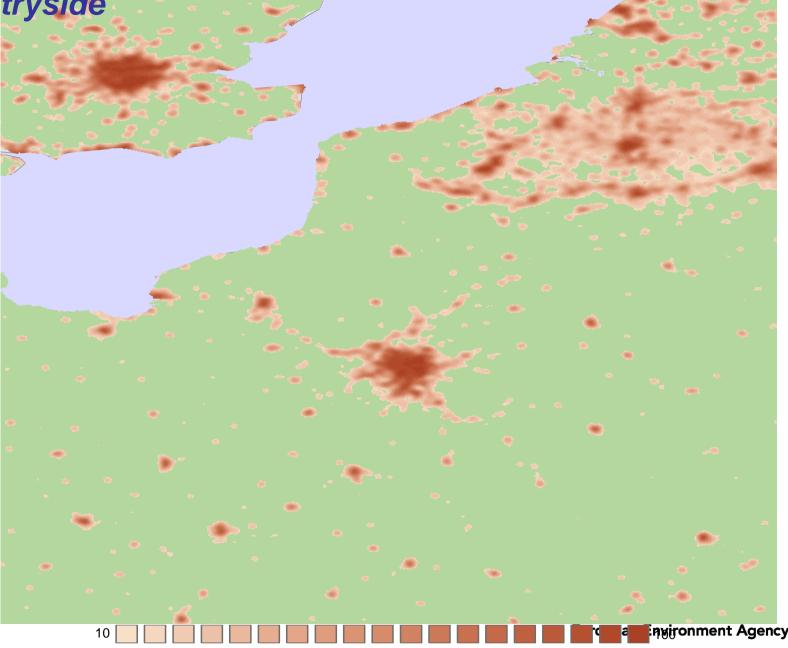
In brown grades, first clues of "ecosystem capital consumption" Which will be validated with other "cube" indicators





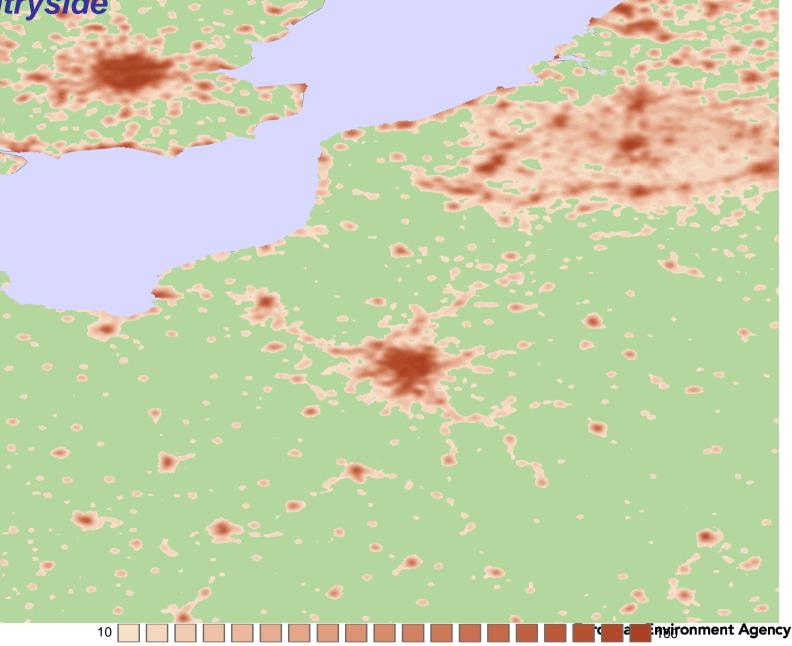


## Quick Scan : when urban sprawl takes place in the countryside



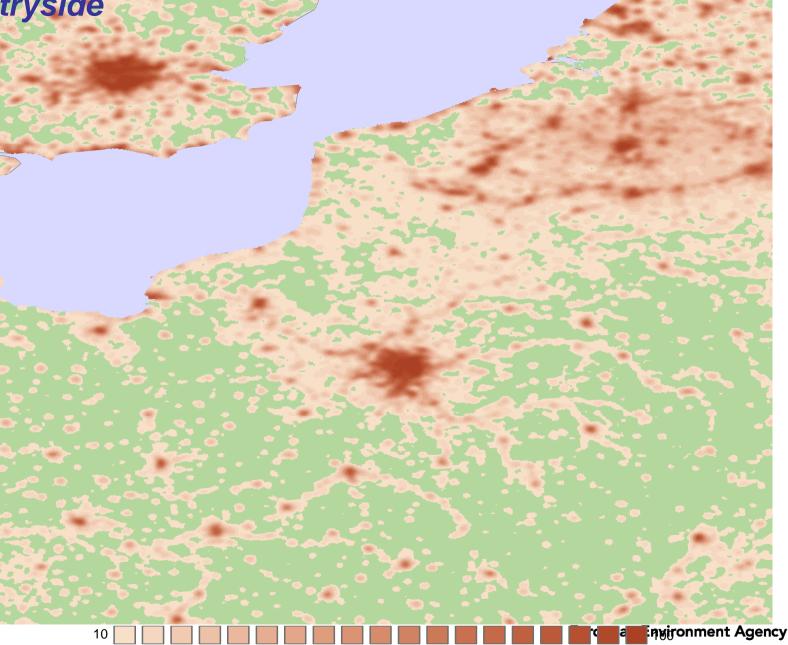


Quick Scan : when urban sprawl takes place in the countryside



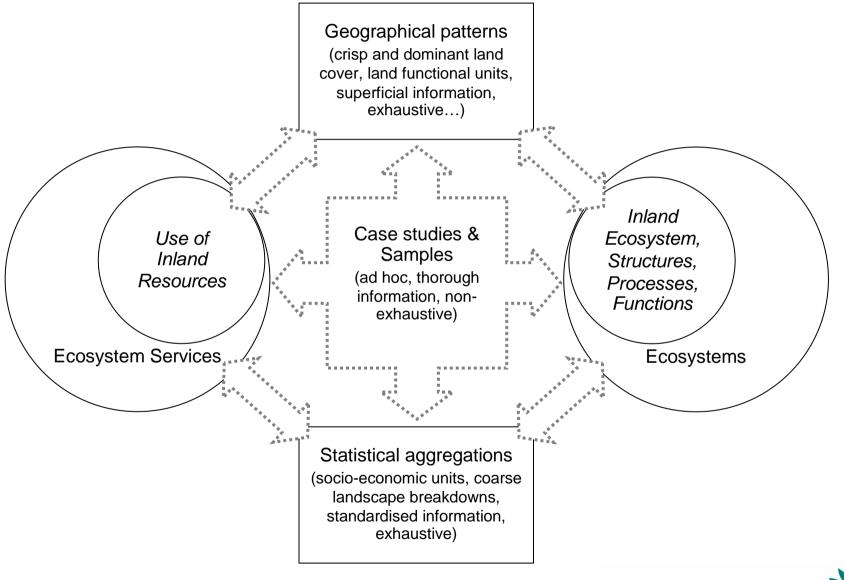


Quick Scan : when urban sprawl takes place in the countryside





#### Data Integration for Ecosystem Accounting





#### Statistics and geography: pieces into a picture





#### Land: 4 main classifications (LG, Canberra 2009)

Land Use

Main productive Land Use

Agriculture and Forest: existing FAO classification (access to 40 years of statistics)

Artificial uses: UNECE LU classification

Linkage to ISIC and CPC

Land Cover

International standard limited to 15-20 classes

Translation of Corine land cover types into FAO LCCS rules

Land Cover Flows (changes grouped by processes)

"consumption" & "formation" of land cover

To be finalised by EEA and FAO on the basis of existing similar presentations (resp. Land accounts in Europe and FAO-Africover)

Land Functions

Multiple uses of a same piece of land, productive and not productive

Close linkage to Ecosystem Services

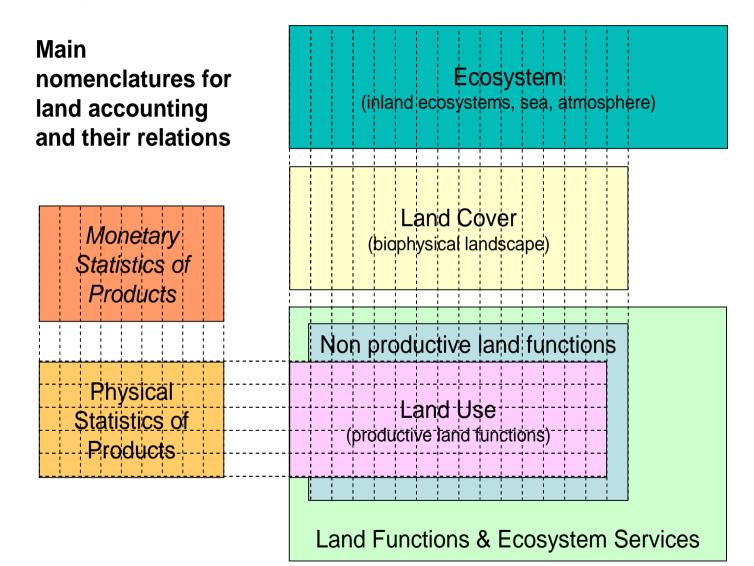


## Land use and non-productive land functions: supply of ecosystem services by land cover types

Services	1.1	1.2	1.3	1.4	1.5	2.1	2.2	2.3	3.1	3.2	3.3	3.4	3.5
Land cover types	Food	Materials	Forest trees- related	Plant-related	Physical support	Amenity	ldentity	Didactic	Cycling	Sink	Prevention	Refugium	Breeding
Artificial surfaces/ Urban	£	£			रि	<del>े</del> रि	र्र	<mark>犬</mark>		रे			
Arable land & permanent crops	रे	۲		२	<del>윘</del>	<mark>ዮ</mark>	<mark>웃</mark>	<mark></mark>	አ	옷		አ	£
Grassland & mixed farmland	रे	£	۶	۶	<mark>र</mark> ी	२	<mark>र</mark> ी	犬	<mark>र</mark> ी	<del>९</del>	<del>ک</del>	<mark>ک</mark>	<del>१</del>
Forests & woodland shrub	<del>ያ</del>		노	۶	£	<del>۲</del>	<mark>گ</mark>	<mark>웃</mark>	<mark>र</mark> ी	۶	<mark>۶</mark>	<mark>२</mark>	<mark>र</mark> ी
Heathland, sclerophylous veg.			ጵ	<mark>₰</mark>		ያ	<del>گ</del>	ያ	<mark>۶</mark>	ያ	<mark>گ</mark>	<mark>웃</mark>	र्र
Open space with little/ no vegetation		<mark>ہ</mark>		£		প্	<del>१</del>	ያ		۶		<mark>۲</mark>	<mark>र</mark> ी
Wetlands	<mark>۶</mark>	¥	£	<mark>犬</mark>	£	<mark>የ</mark>	र्र	रै	<mark>웃</mark>	¥	र्र	<del>१</del>	र्र
Water bodies	<mark>२</mark>	£		Å		<del>१</del>	ያ	£	<mark>र</mark> ी	<del>ک</del>		र्र	<mark>र</mark> ी

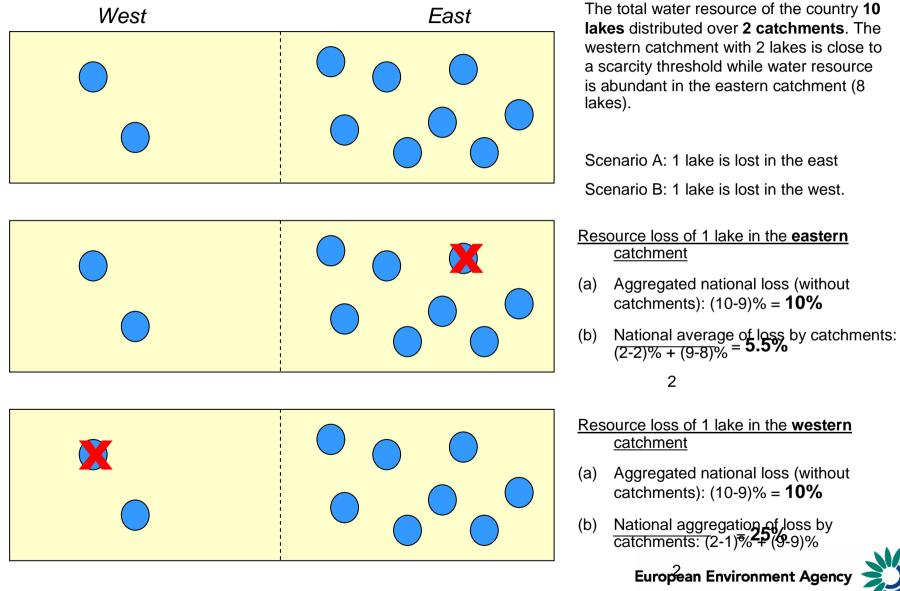


## **Correspondence between classifications**





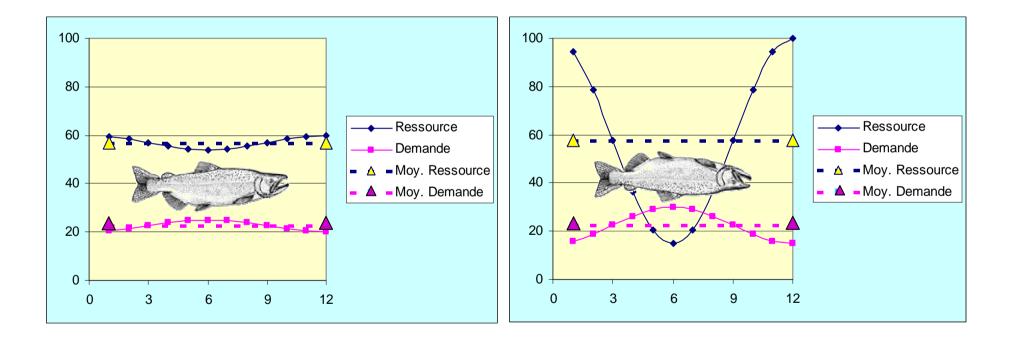
#### Importance of accounting by catchments – an example





#### Time frame: e.g. water resource/demand

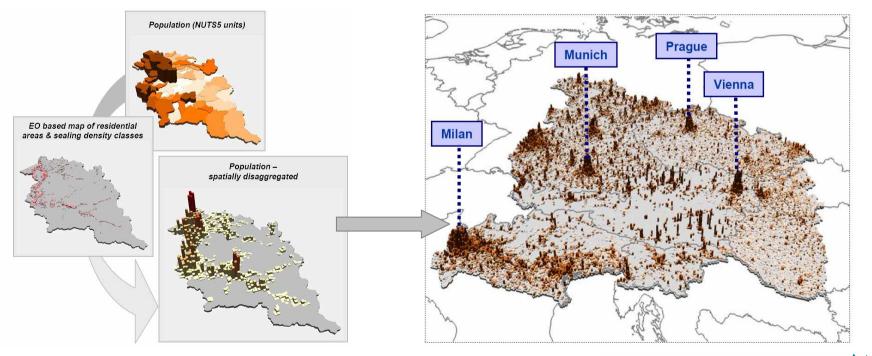
Mean annual values may tell the same stories for very different conditions (e.g. no water shortage in this river in both cases)





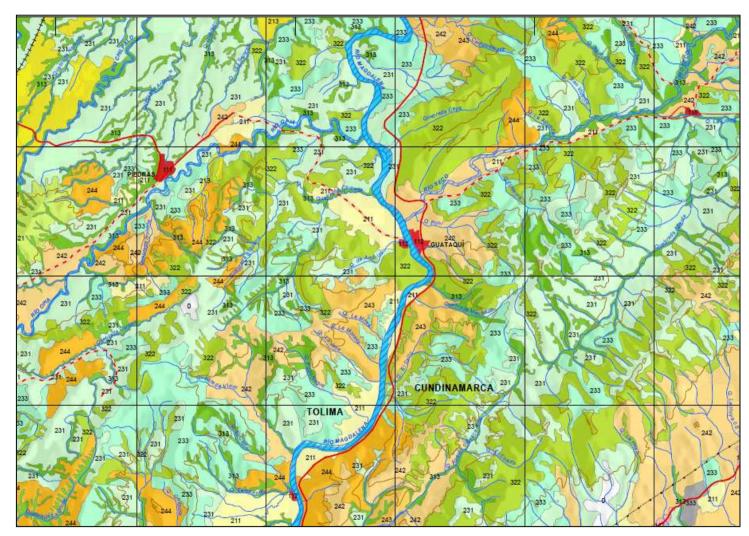
Possible use of spatial disaggregation

population data from NUTS5 disaggregated to CLC classes are provided by JRC for 1990 & 2000 (CLC time reference)





### Snapshot of Corine Land Cover Colombia





#### Short term: GlobCover/ GlobCorine

