

Coastal Ecosystem Assets Accounting: Methods and Case





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1. What is Coastal Ecosystem Assets?

- Coastal Ecosystem Assets is the coastal ecological resources capable of contributing directly or indirectly to human socio-economic production by providing a useful flow of goods or services Coastal Ecosystem Assets include:
- biological assets,
- seawater assets
- surface sed bed assets
- and whole ecosystem

2. Coastal Ecosystem Assets Pricing Methods

by the total value of standing stocks of all coastal ecologcal resources
 by the total value of services of coastal ecosystem

- Income Approach
- Income Capitalization Method
- Present earning value method

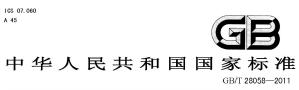
$$P = \sum_{t=1}^{n} \frac{F_t}{(1+i)^t}$$

P: Standing stock value of assets
F_t: Value of ecosystem services
i: Discount rate
t: Duration of ecosystem persistence

$$P = F rac{(1+i)^n - 1}{i(1+i)^n}$$

$$P = \frac{F}{i}$$

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Nati	onal sta	andard
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海洋生态资本评估技术导则

Technical directives for marine ecological capital assessment

National standard

marine ecosystem asset

2012—06—01 实施

中华人民共和国国家质量监督检验检疫总局 发布 中国国家标准化管理委员会



Ecosystem services inventory: 4 groups 19 kinds

	Sub-Items	Ecosystem type						
ltems		Forest	Grassland	Wetland	Ocean	Cropland	Orchard	Urban green space
	Agricultural products	-	Medium	-	-	High	High	-
	Forest products	High	Low	-	-	Low	High	-
Provisioning	Pastoral products	Low	High	-	-	-	-	-
services	Fishery products	-	-	High	High	-	-	-
7	Bioenergy products	Medium	Low	Low	-	High	Low	-
	Biomaterial products	Medium	Low	Low	-	High	Low	-
	Oxygen product	High	High	Medium	High	High	High	High
	Carbon sequestration	High	High	High	High	-	-	Low
	Climate regulation	High	Medium	High	High	Medium	Medium	Medium
Regulating	Air purification	High	Low	Low	Low	High	High	High
services	Sewage treatment	-	-	High	High	-	-	-
8	Water conservation	High	High	High	-	-	-	Low
o	Flood control	High	Medium	High	-	-	-	-
	Soil retention	High	Medium	-	-	Low	Medium	High
	Coastal protection	-	-	High	-	-	-	-
Cultural services 2	Leisure & recreation	High	High	High	High	Medium	Medium	High
	Landscape value-added	High	Medium	High	Low	Low	Low	High
Supporting services 2	Species diversity maintenance	High	High	High	High	Low	-	-
	Ecosystem diversity maintenance	High	High	High	High	-	-	-

Ecosystem services: accounting methods

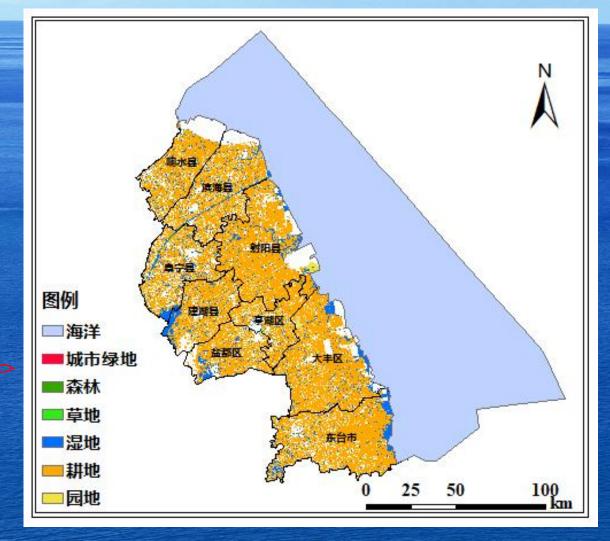
ltem	Sub-Items	Physical quantity	Value	
	Agricultural products			
	Forest products			
	Pastoral products	Statistics		
Provisioning services	Fishery products	Statistics	Market-Price-Method	
'	Bioenergy procducts			
	Biomaterial products			
	Oxygen product	Photosynthetic reactions	Cost of air liquefication	
	Carbon sequestration	CO ₂ Sequestration	Carbon emissions trade price	
	Climate regulation	Vegetation transpiration, Sensible & Latent heat flux	Electricity price	
	Air purification	Air pollutants(PM10、SO ₂)		
Regulating services	Sewage treatment	Discharged sewage	Cost of waste treatment	
8	Water conservation	Supplied water	Water reseource fee	
	Flood control	Controled water	Replacement cost	
	Soil retention	Nutrients	Chemical fertilizer price	
	Coastal protection	Protected coastline	Replacement cost	
Cultural convices	Leisure & recreation	Questionnaires	Travel-Cost-Method	
Cultural services	Landscape value-added	Statistics	Value-Distance-Model	
Supporting services	Species diversity maintenance	Statistics	WTP	
	Ecosystem diversity maintenance	Statistics	WTP	

3 Coastal Ecosystem Asset accounting Case

Yancheng city in the west Yellow Sea

- Total: 35.8 K km²
- land: 16.9 K km²
- Sea: 18.9 K km²





Ecosystem type	Area (K ha)	Ratio in total terrestial area	Ratio in total terrestial and marine area
1. Forest	59.3	3.51%	1.66%
Arbor 乔木林	10.8	0.64%	0.30%
Bamboo & Shrub 竹林及灌木林	0.10	0.01%	0.003%
Other 其他林地	48.4	2.86%	1.35%
2. Grassland	9.4	0.56%	0.26%
3. Cropland	774.5	45.83%	21.63%
Paddy field水田	476.3	28.18%	13.30%
水浇地	286.1	16.93%	7.99%
Dry land 旱地	12.1	0.72%	0.34%
4. Garden plot 园地	18.5	1.09%	0.52%
Orchard 果园	4.7	0.28%	0.13%
Other 其他园地	13.8	0.82%	0.39%
5. Urban green space 城市绿地	0.90	0.05%	0.03%
6. Wetland	486.8		13.60%
Terrestrial wetland	65.9	3.90%	1.84%
Coastal wetland in sea (<6m)	420.9	λ	11.76%
7. Sea (>6m)	1469.1		41.04%

Yancheng: Coastal Ecosystem Asset

2019: 176.18 trillion CNY 2020: 177.14 trillion CNY 2021: 199.18 trillion CNY Annual increasing rate: 6.5%

- > Terrestrial: 23%
- **Marine:** 67%
- > Wetland: 26%
- > 4MPAs: 31%

	2019		202	20	2021	
ecosystem area	Services billion CNY/yr	Assets billion CNY	Services billion CNY/yr	Assets billion CNY	Services billion CNY/yr	Assets billion CNY
Terrestrial & sea	863.288	17618.122	867.972	17713.714	975.980	19917.959
Trerrestrial	402.270	8208.314	408.711	8341.048	464.298	9475.469
Forest	44.373	905.579	45.643	931.490	53.573	1093.327
Grassland	42.168	860.571	38.891	793.694	40.666	829.918
Wetland(Terr + coastal)	219.839	4486.510	215.840	4404.898	252.003	5142.918
Cropland	69.013	1408.429	86.374	1762.742	92.329	1884.265
Urban	26.814	547.224	21.963	448.224	25.727	525.041
Whole Sea	587.640	11992.653	584.156	11921.551	652.558	13317.510
MPA1-候鸟栖息地	131.008	2673.633	128.101	2614.306	138.840	2833.469
MPA2-湿地珍禽	97.324	1986.204	96.270	1964.694	105.157	2146.061
MPA3-麋鹿	27.029	551.612	25.634	523.143	26.693	544.755
MPA4-森林	34.365	701.327	33.978	693.429	35.508	724.653

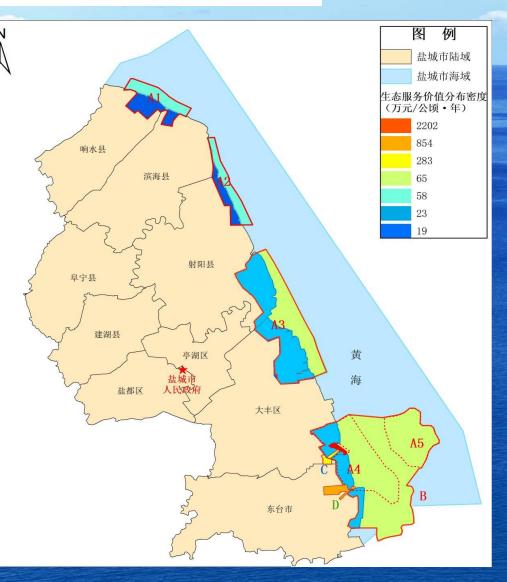
4 Ecosystem Serives in Yancheng city

- ES: 975.980 billion CNY in 2021
- A. The use value in ES is 895.246 billion CNY in 2021.
- B. The non-use value in ES is 80.733 billion CNY. From 87 rare species and 11 protected areas

Services	ES(use billio	ES (Non-use		
	Final	Potential	value)	
Provisioning Services	159.295		-	
Regulating Services	684.353		_	
Cultural Services	47.139	4.457	-	
Leisure and recreation	21.816	4.457	-	
Landscape Value-added	25.323		_	
Supporting Services	-	_	80.733	
Species diversity maintenance	_	-	45.759	
Ecosystem diversity maintenance	_	_	34.974	
Total	890.789	4.457	80.733	

Ecosystem Services (YS) from Four National Protected Areas in Yancheng city

1. Yellow Sea Migratory Bird Habitat: 138.8 billion_CNY, 14.35% of whole city 2. Yancheng Wetland Rare Birds National **Nature Reserve :** 105.1 billion CNY, 10.87% of whole city 3. Dafeng Elk National Nature Reserve: 26.7 billion CNY, 2.72% of the whole city 4. Dongtai National Forest Park: 35.51 billion CNY, 3.67% of whole city



5 GEP(use value of ES) vs GDP

2019-2021, the annual increasing rate of GEP and GDP in Yancheng: 7.05% and 8.53% The ratio of GEP to GDP is 1.3. 1 billion GEP support 0.74 billion GDP
 Co-growth of ecosystem and economic system in Yancheng!!!

Year	Ecoystem Area (km²)	GEP (billion CNY)	Unit-area GEP (million CNY/km²)	Economic System Area (km²)	GDP (billion CNY)	Unit-area-GDP (million CNY/km²)	GEP/GDP
2019		780.651	2.62025		565.340	3.48352	1.39
2020	29793	785.962	2.63808	16229	595.340	3.66837	1.32
2021		890.789	2.98993		661.740	4.07752	1.35

6 Take-home information

Ecosystem Asset and ES are the RIGHT ecological index to assess the sustainability of ecosystem and its supporting ability to socia-economic system
 Accurate accounting methods of ecosystem asset and ES should be further improved, esp. in local parameters in mass, local pricing, discount rate and the transportation and consumption analysis of ecosystem services.