MARINE ECOSYSTEM SERVICES IN XÀBIA, NORTH OF ALICANTE (SPAIN): AN ECONOMIC VALUATION VIA MULTICRITERIA ANALYSIS

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Abstract

This paper provides an estimation of the economic value of the Ecosystem Services (ESs) in the marine coastal strip of Xàbia, north of Alicante, Spain. The proposed method combines an Analytic Network Process (ANP) and a Discounted Cash Flow model. We confirmed the presence of seven ESs in this natural area (including seafood, climate regulation, waste treatment, biological control, lifecycle maintenance, gene pool protection, recreation, cultural heritage, and knowledge development) based on the Economics of Ecosystems and Biodiversity classification. Our results reveal substantial economic value attached to non-marketed services provided by the underwater environment.

Keywords: economic valuation; multicriteria analysis; ecosystem services; marine ecosystems.

1. Introduction

Coastal and marine ecosystems fulfil a variety of ecological functions or Ecosystem Services (ESs) that contribute directly and indirectly to human well-being (Barbier, 2007; Costanza, 1999; Jobstvogt et al., 2014; Millennium Ecosystem Assessment, 2005). In the context of a marine environment, they translate into food production, coastline stabilization, Carbon Dioxide (CO2) sequestration, ecosystem stability, shelter and other direct recreational and cultural benefits for human beings (Deegan, 1993; Remoundou et al., 2009).

Several different authors and organizations have proposed ecosystem services classifications e.g., Costanza et al. (Costanza et al., 1997); MEA (Millennium Ecosystem Assessment, 2005); TEEB (2010); Haines-Young & Potschin (2012) and some authors have adapted these to the marine environment (e.g., Atkins et al. (2011); Böhnke-Henrichs et al. (2013); Hattam et al. (2015); Liquete et al. (2013). In this study, we use the ES typology adapted to marine ecosystems proposed by Böhnke-Henrichs et al. (2013) who build on The Economics of Ecosystems and Biodiversity (TEEB) (2010) framework. This is a comprehensive and consistent approach suited to future application to the European Union (EU) Marine Strategy Framework (Böhnke-Henrichs et al., 2013).

Assessments of marine ESs in Spain are scarce despite an increase in research on ES following publication of the Millennium Ecosystem Assessment (MEA) (2005) and TEEB (2010). The lack of information on this environment is not conducive to decisions about environmental policies, which are needed urgently to slow the depletion of the caused by increased human pressure and climate change (Black Sea Commission, 2009; Micheli et al., 2013; Rodríguez and Ruíz, 2010).

2. Materials and Methods

The proposed model includes: (i) definition of the study area; (ii) the ANP; (iii) estimation of the pivot value; and (iv) calculation of the monetary value of the ESs.

2.1. Determining the area

Xàbia is a municipality in the Valencian Community (Spain), located on the north coast of the province of Alicante. It extends from Cabo de San Antonio to the tip of Moraira and the infralittoral zone reaches a depth of 40 metres. The study area includes protected spaces such as the Marine Reserve of Cap de Sant Antoni, the Montgó Natural Park, Portitxol Bay the Granadella Forest, and the Penya-segats de la Marina Site of Community Importance (SCI).

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2.2. Analytic Network Process

ANP is a multicriteria decision technique developed by Thomas Saaty (1987) as an improved generalization of the Analytic Hierarchy Process (AHP) (Saaty 1990).

The ANP methodology uses only expert opinion; our selection of experts was based on two criteria. First, specialism in marine biology and second, work experience in the Xàbia natural marine area. The participating experts were affiliated to various institutions including the University of Valencia (UPV), the Catholic University of Valencia (UCV), the Oceanogràfic Foundation and other local institutes.

The second round of interviews with our four experts was conducted to analyse the influences among subcriteria and to complete the dependence matrix proposed by Saaty (2004).

The third round of interviews included face-to-face interviews with 14 experts to obtain their relative preference rankings for the criteria and sub-criteria. The design included: paired comparison among the three groups of ESs, that is, provisioning, regulatory and culture (model 1); paired comparison including habitat services (model 2); and corresponding sub-criteria comparisons according to the dependency matrix.

The pair-wise comparisons were applied to both the criteria and sub-criteria using the fundamental scale matrix (Saaty 1988). This numerical scale takes values between 1 and 9, where (1) is equal importance and (9) is extremely important. The final results of both models were analysed statistically and classified by cluster to achieve a homogeneous response and coherency among the individuals surveyed (Innes and Pascoe, 2010; Mardle et al., 2004; Zahir, 1999). Finally, we aggregated the individual weights by cluster, which implied geometric mean transformation (Forman and Peniwati, 1998).

2.3. Estimating the pivot value and the monetary value of ESs

The DCF method involves a two-step process. First, the pivot value is determined by the market value of the provisioning services (seafood). The provisioning value is measured by the operating cash flow from artisanal fishing only. Second, the pivot value is updated at a social rate of discount. Ultimately, the value of the net cash flow of provisioning services is updated applying a SRTP equal to 3.25%.

We obtained the total value of the services assessed in model 1 by summing the partial values for the provisioning, regulatory and cultural services. The individual value of each ES is calculated by distributing the total value obtained from model 1, according to the weights obtained in model 2.

3. Results

Seven ESs were identified: seafood, climate regulation, waste treatment, biological control, habitat, recreation and knowledge development.

The results of each model were analysed separately. The first model provides the weights of the ESs for the three groups of services (provision, regulatory and culture); the second model includes habitat services. Following statistical analysis of the output we determined the existence of two groups of experts with very different ES judgements. Table 1 present weights of ESs by the two ANP models.

	ANP 1		ANP 2	
	C1.	C2.	C1.	C2.
	Biologist	Environmentalist	Biologist	Environmentalist
ES1	0.09	0.15	0.07	0.12
ES2			0.32	0.31
ES3	0.10	0.08	0.06	0.05
ES4	0.27	0.28	0.18	0.16
ES5	0.36	0.39	0.24	0.30
ES6	0.10	0.05	0.04	0.02
ES7	0.09	0.05	0.08	0.05

 Table 1. Final ESs weights by the two ANP models

Note: ES1: Seafood; ES2: Habitat services; ES3: Climate regulation; ES4: Waste treatment; ES5: Biological control; ES6: recreation; ES7: Knowledge development.

We estimated the economic value of seafood based on the average of the last four cash flows available. Cash inflow considers the catches from artisanal fishing in the 2015 to 2018 campaigns (Valenciana, G, 2019). Cash outflows consider payments to suppliers and employees, other operating expenses, depreciation and income taxes. We used the value of seafood to calculate the total value of services from model 1. Then to obtain a final ESs value, we used the total value obtained in model 1 as the weights of the four groups of services in model 2.

Expressed by range of values (maximum or minimum) according to the group of experts, we obtained the following intervals of values: (ES1) seafood provision \notin 410- \notin 439/ha/yr, (ES2) habitat services \notin 1,090- \notin 1889/ha/yr, (ES3) climate regulation \notin 178- \notin 329/ha/yr, (ES4) waste treatment \notin 555- \notin 1,091/ha/yr, (ES5) biological control \notin 1,057- \notin 1,449/ha/yr, (ES6) recreation \notin 80- \notin 266/ha/yr and (ES7) knowledge development \notin 175- \notin 506/ha/yr.

5. Conclusions

The socio-economic well-being of coastal communities depends on the quantity and quality of the resources provided by the marine ecosystem. Robust information about the value of marine ES can inform policy makers to prioritize policies supporting the provision of environmental services and reducing the deterioration of the marine environment. This study identified and economically valued seven of the most predominant ESs in the marine area of Xàbia, Spain. Their evaluation allows a better estimation of the contribution of marine ecosystems to human well-being. The findings from this study should enhance communication and education related to the environment and inform actions that will have a positive impact on coastal localities.

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