

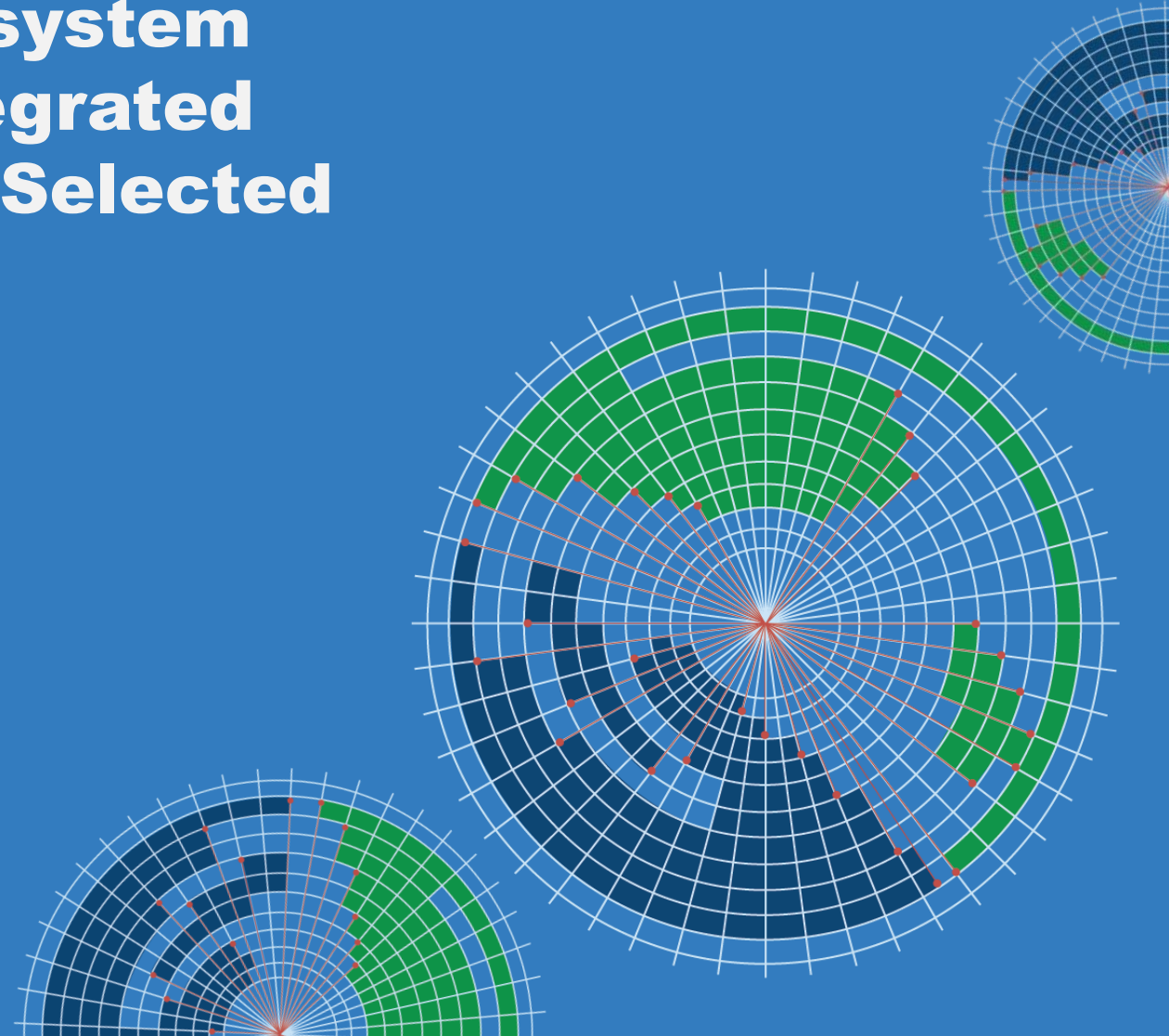
SEMINAR SERIES

Sharing cutting-edge knowledge on valuing
natural capital & ecosystem services



Economic Valuation of Ecosystem Services to Strengthen Integrated Landscape Management in Selected Watersheds in Mexico

María del Pilar Salazar Vargas and
Janet Meléndez Campillo
National Institute of Ecology and
Climate Change (INECC)
June 21, 2022



Context

The economic valuation (EV) of ecosystem services (ES) is part of the efforts and tools needed to:

- provide information on contribution of ES to maintain livelihoods of rural population and generation and distribution of wealth; and
- ensure that the goods and services that nature provides to society are quantified in the formulation of public policies.

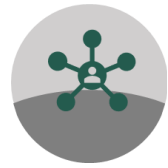
EV supports better decision-making through:

- elements of analysis for the formulation and design of public policies;
- analysis of fair trade-offs between benefits and impacts; for example in Puerto Vallarta, Jalisco, an EV of ES and opportunity cost analysis was carried out on proposed payment for ES in the watersheds supplying water to support establishment of local markets for ES.

In Mexico, the progress in the EV of ES has contributed to the determination of their economic value, including the social benefits and co-benefits generated.



Progress and use of EV of ES in Mexico



The EV of ES has contributed to the development of the following instruments:

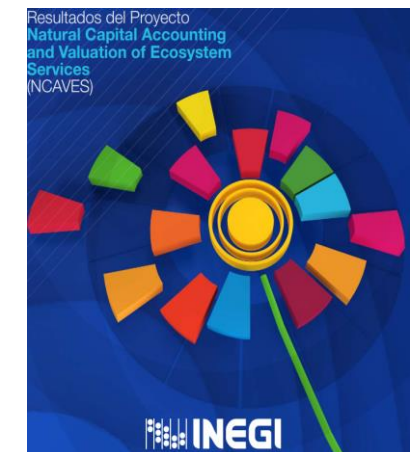
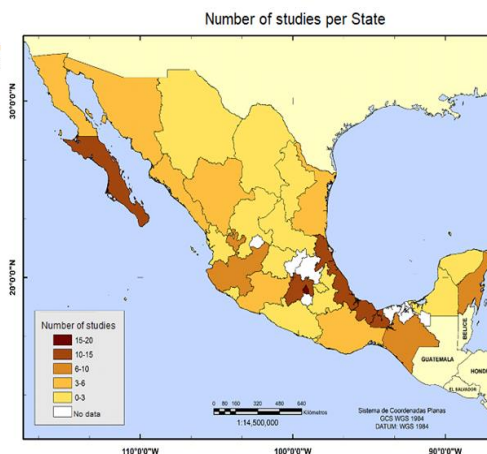
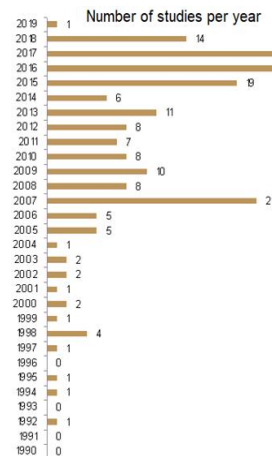
- *Pago por Servicios Ambientales.* Payment for Environmental Services program of the National Forestry Commission (CONAFOR).
- *Ecovalor.* Development of tools with spatial models of ecosystem processes by the National Commission of Natural Protected Areas (CONANP).
- *Paisaje biocultural.* Development of trend scenarios that correlate ES with development measures by the NGO, public and private institutions.

In 2020, INECC published a review and analysis on EV of SE conducted in Mexico from 1990 to 2019. The review highlighted:

- sustained interest in analyzing ES from the economic perspective;
- the importance of choosing appropriate methodologies;
- interest in forest and coastal ecosystems; and
- need to communicate the importance, benefits, and productivity of arid ecosystems.

In 2021, the Natural Capital Accounting and Valuation of Ecosystem Services (NCAVES) Project, funded by the European Union (EU), assessed different services at the national level, highlighting:

- Provision to agricultural production and selected crops;
- Carbon regulation and storage (as **two distinct** services);
- Household water supply; and
- Sustainable tourism and pollination.



Expected GPS results and potential uses of information generated

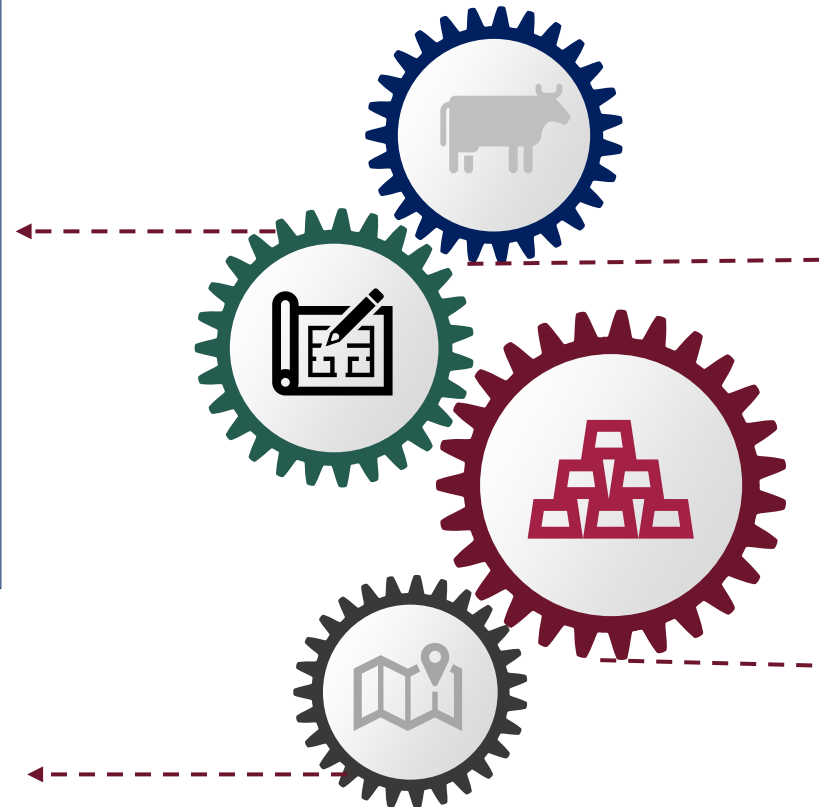


Support for the design and implementation of landscape planning instruments

Strengthening of Connecting Watershed Health with Sustainable Livestock and Agroforestry Production Project (CONECTA) by incorporating EV of ES in the development of new Integrated Watershed Action Plans (IWAP) and improving existing ones to develop financing schemes for their implementation.

Technical capacity building

Biophysical and economic quantifications of assessed ES will provide critical information for better decision-making and timely intervention in ecosystems that are highly vulnerable to climate change.



Public policy opportunities

Identification of relevant public policy options and private sector incentives through analysis of the linkages between environmental degradation and socio-economic outcomes to promote sustainable rural livelihoods along climate-smart productive practices and agroforestry value chains, as well as those related to sustainable agrotourism.

Indirect benefits

Analysis of project benefits by defining the marginal gains considered in the CONECTA project scenario compared to business as usual (BAU).

SEMINAR SERIES

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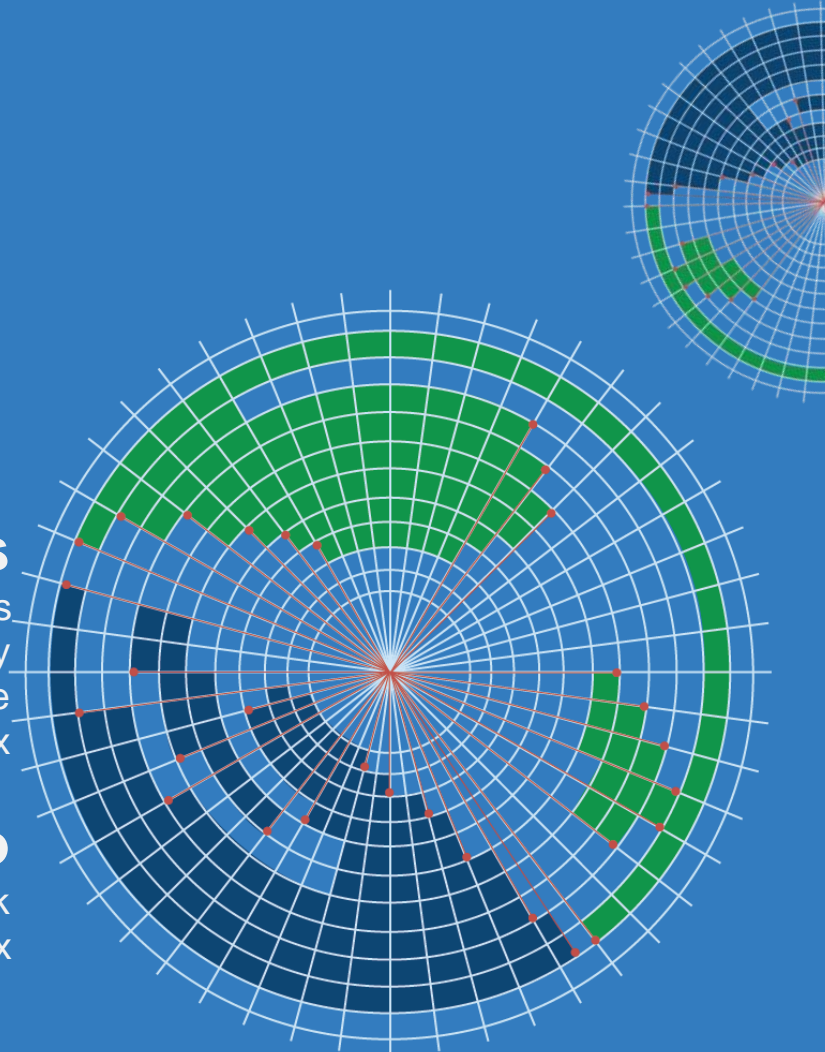
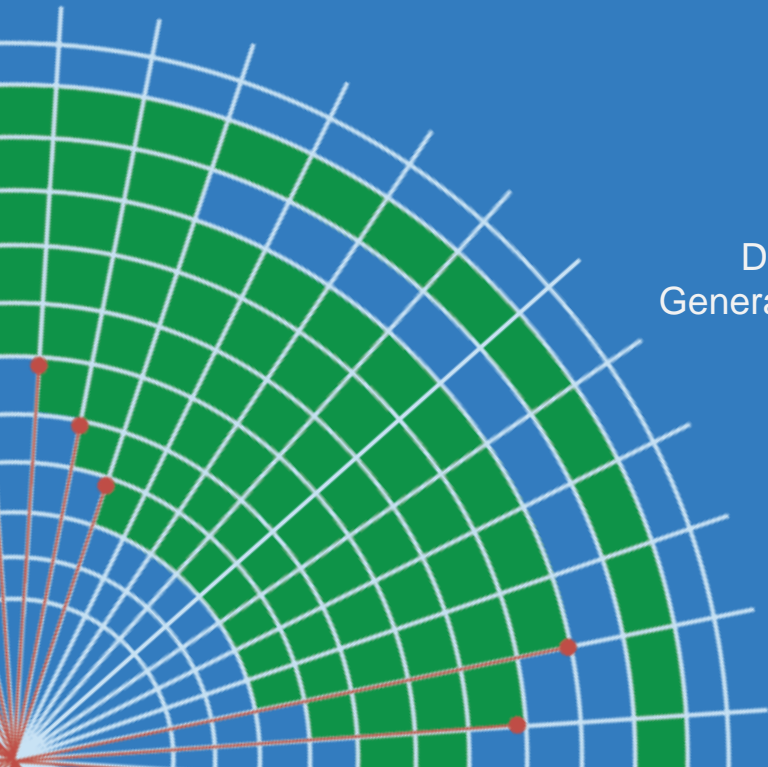
Thank You!

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GPS

Global Program
on Sustainability

GPS Seminar Series

Sharing cutting-edge knowledge on valuing
natural capital & ecosystem services

Using Ecosystem Services Valuation to Strengthen Integrated Landscape Management in Mexico's Watersheds

June 21, 2022

10:00 – 11:30 EST

Objectives

July 2021



August 2021



June 2022



A

Identification of 2-3 priority watersheds and ecosystem services to EV



B

Economic valuation of key ES, supported by a biophysical assessment, provided by the selected watersheds

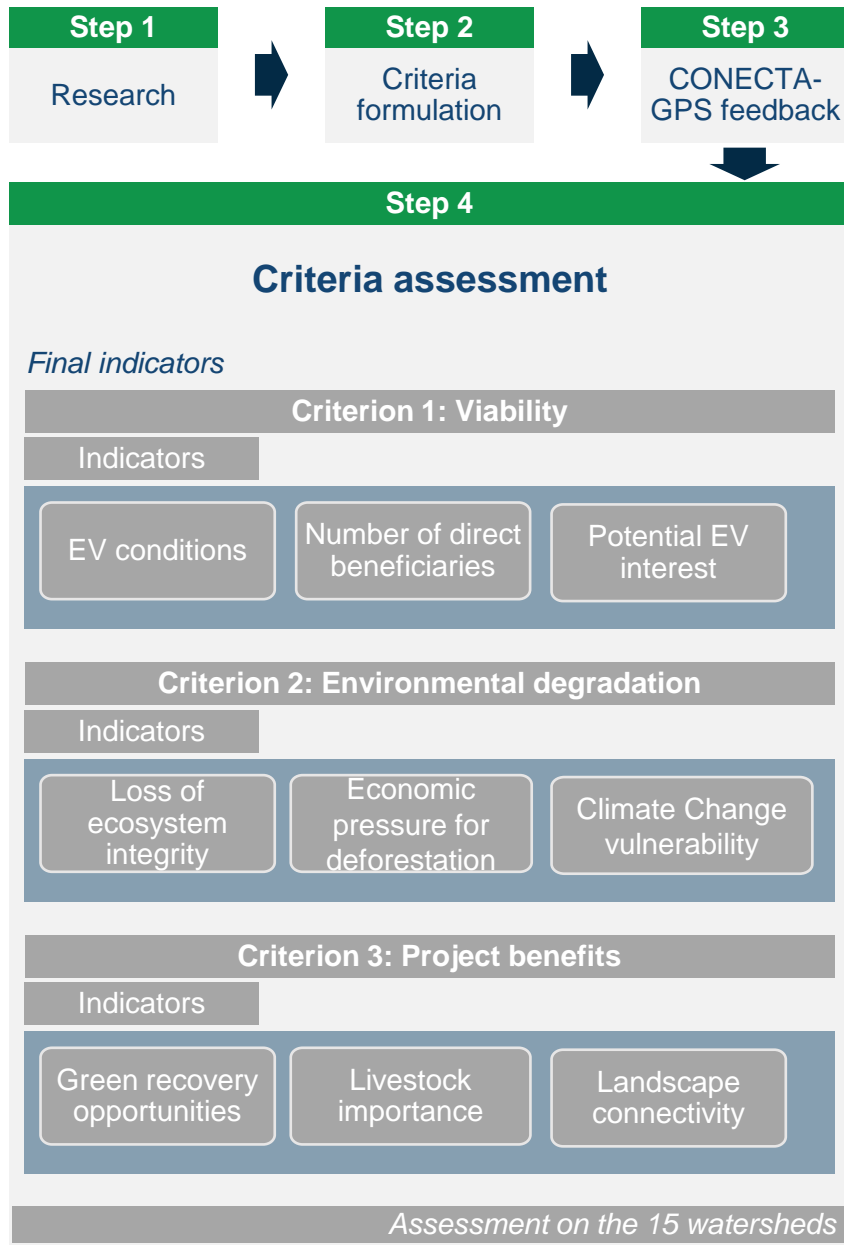


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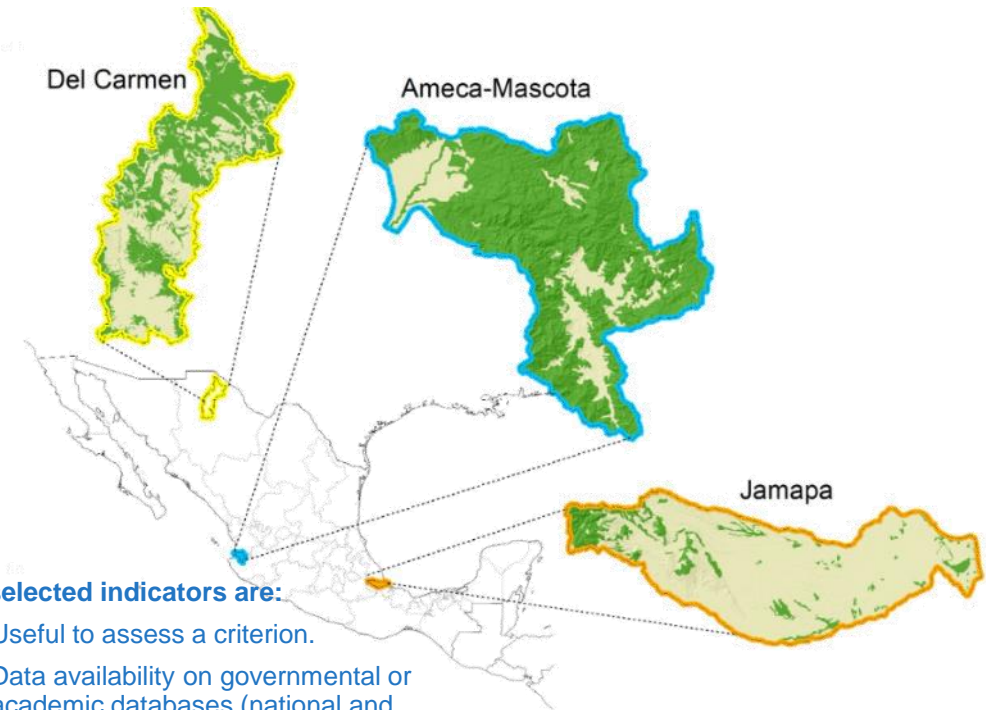
Assessment of ES changes under two scenarios: BAU and CONECTA



Priority watersheds to ESV

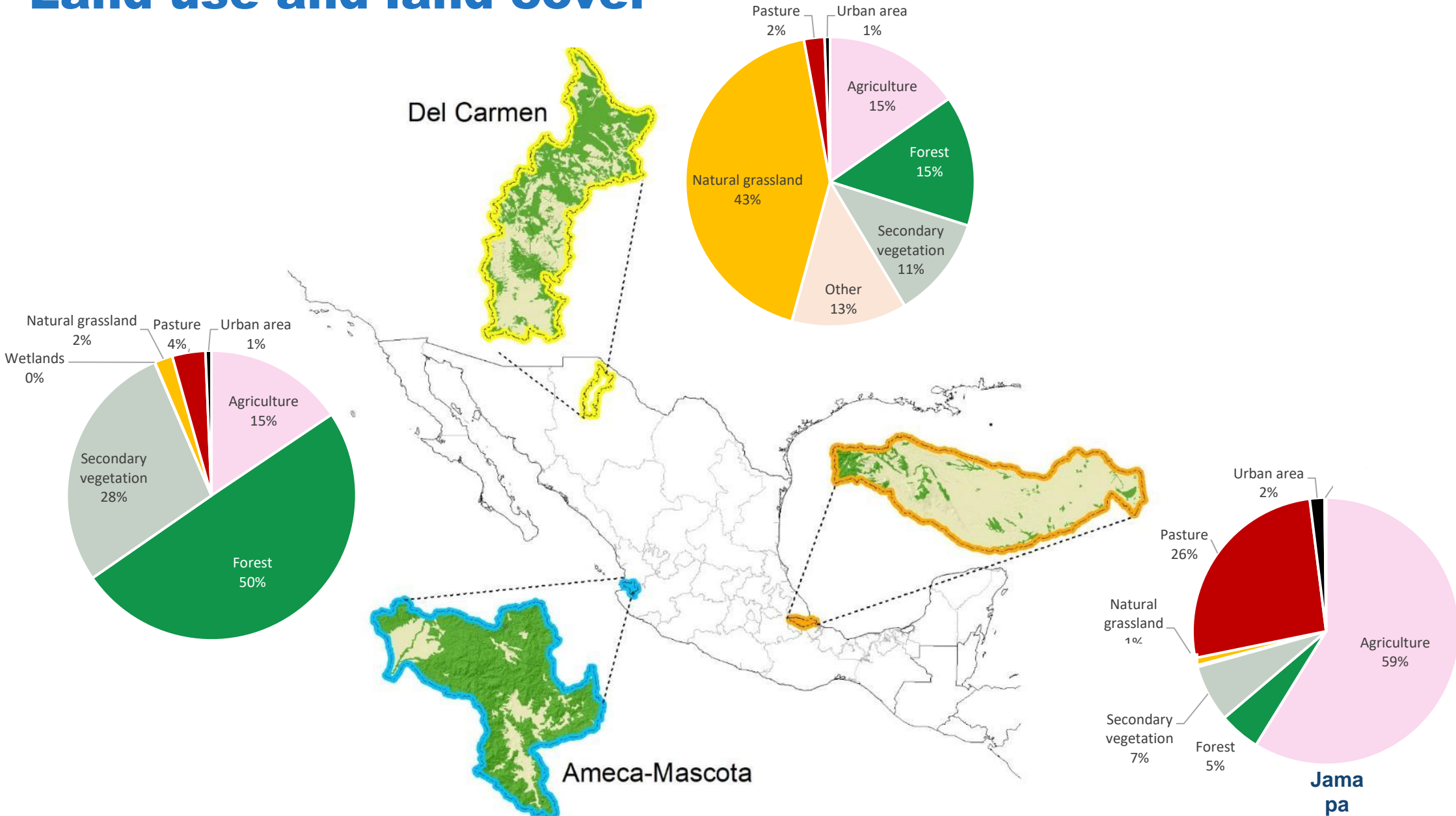


- Selected watersheds**
1. Del Carmen, Chihuahua
 2. Jamapa, Veracruz
 3. Ameca-Mascota, Jalisco

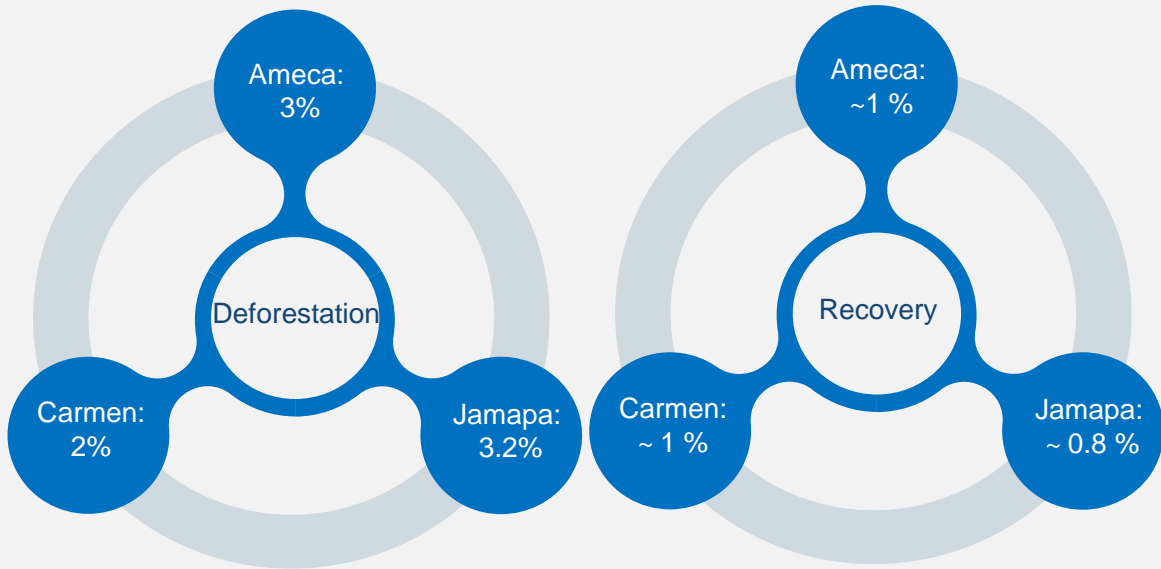


- The selected indicators are:**
- Useful to assess a criterion.
 - Data availability on governmental or academic databases (national and international sources) or CONECTA products.
 - Homogeneous data among watersheds.
 - Some key indicators such as landscape connectivity were

Land-use and land cover



Land use change



Series III (2002) & IV INEGI (2014)

Highlights

The main change in the three watersheds was from natural vegetation to agricultural activities.

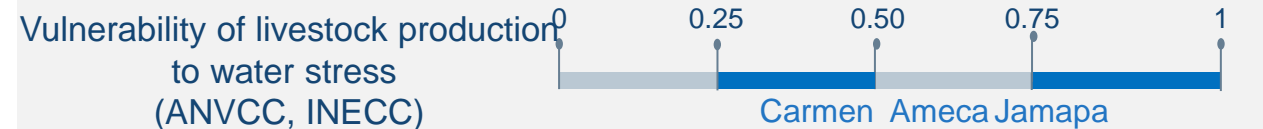
- Ameca: From Tropical dry forest to secondary tropical dry forest
- Carmen: From Pine-oak forest to oak forest due to selective extraction
- Jamapa: From secondary tropical dry forest to crops

Main Land use changes

| From | To |
|---|---|
| Ameca-Mascota | |
| Tropical dry forests Agricultural activities Pine-oak forests | Secondary tropical dry forests Urban areas Secondary pine-oak forests |

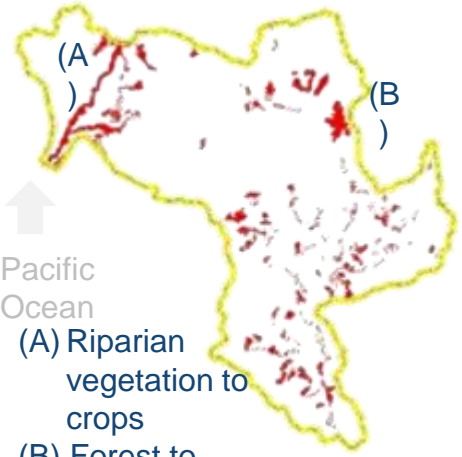
| From | To |
|--|---|
| Del Carmen | |
| Secondary pine-oak forests Halophile vegetation | Secondary oak-pine forests Agricultural activities |

| From | To |
|--|--|
| Jamapa | |
| Secondary dry forests Cloud forests Secondary pine-oak forests Mangrove forests | Agricultural activities Secondary cloud forests Agricultural activities Agricultural activities |



Method: Logistic regression step-wise

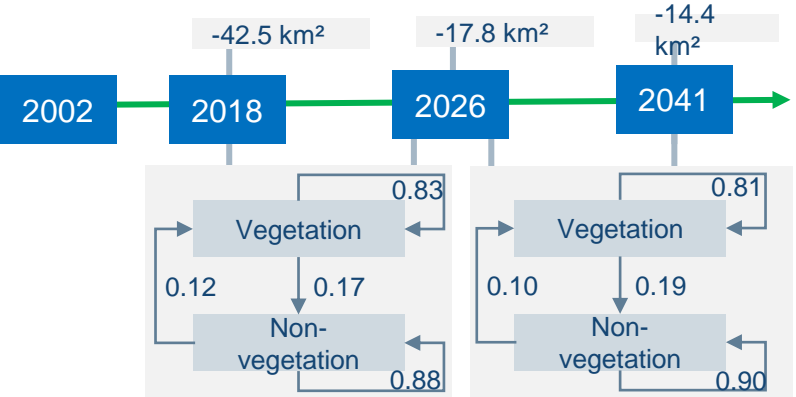
Ameca-Mascota



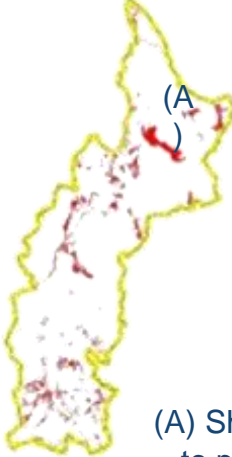
- Deforestation (1993 – 2018)
- Drivers**
- Distance to NPA **
 - Slope**
 - Distance to roads*****
 - Distance to vegetation edge*****
 - Precipitation ***
 - Distance to rivers***

Method: Cellular Automata (CA)-Markov chain model

Transition probability (2026 and 2041)

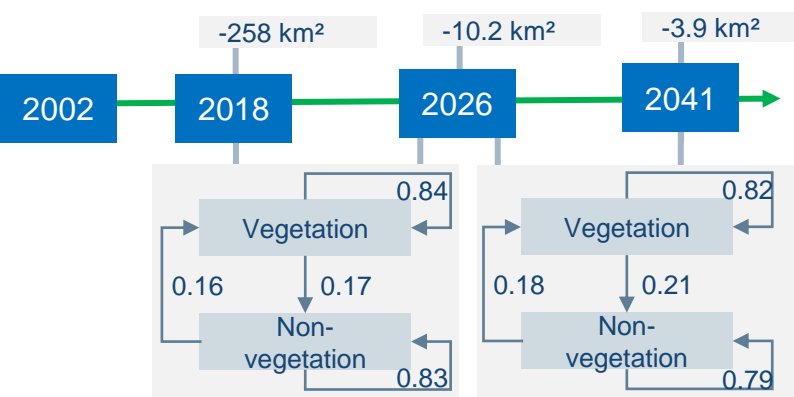


Del Carmen

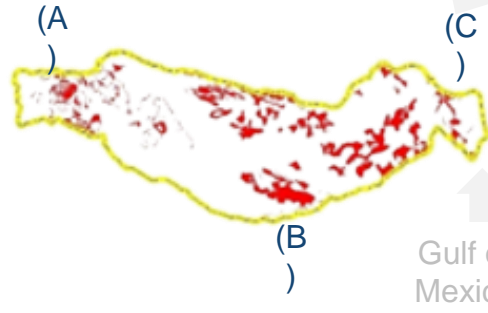


- Deforestation (1993 – 2018)
- Drivers**
- Distance to human settlements***
 - Population growth**
 - DEM***
 - Distance to roads***,
 - Distance to crops**
 - Distance to grassland**
 - Distance to vegetation edge*****

Transition probability (2026 and 2041)

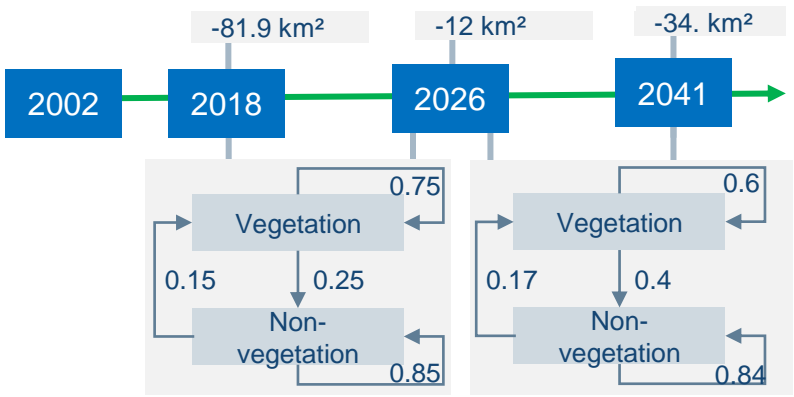


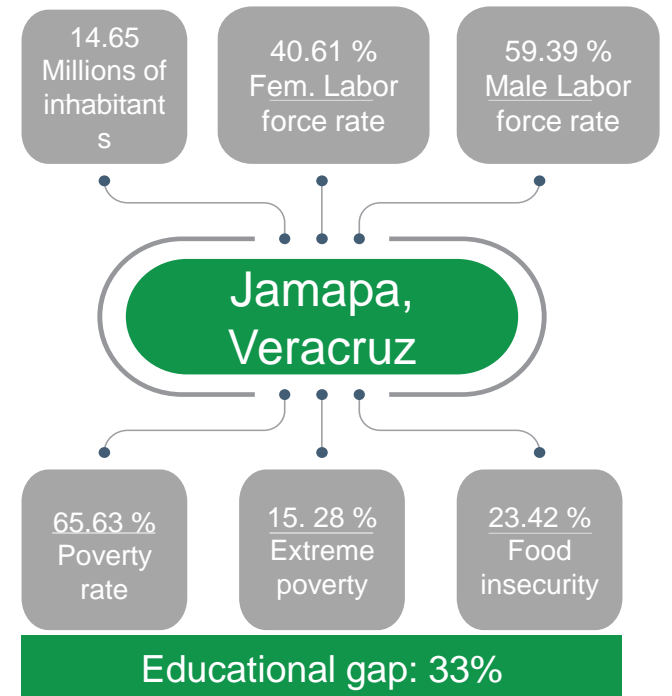
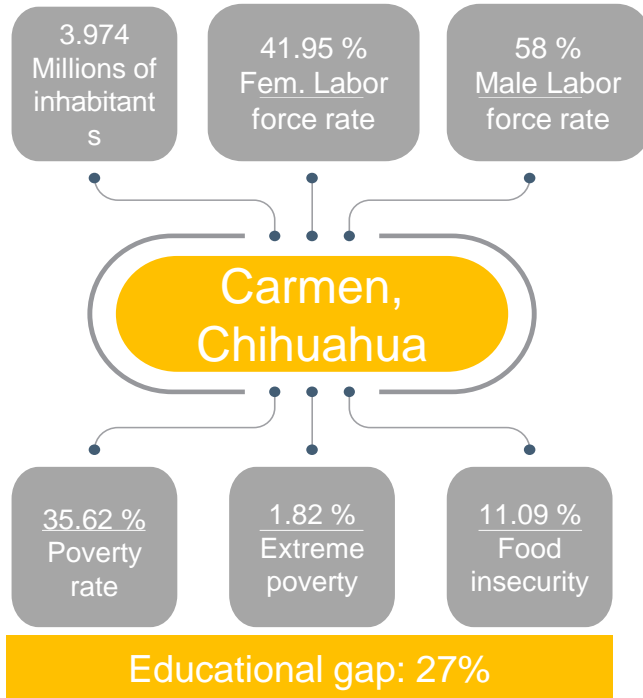
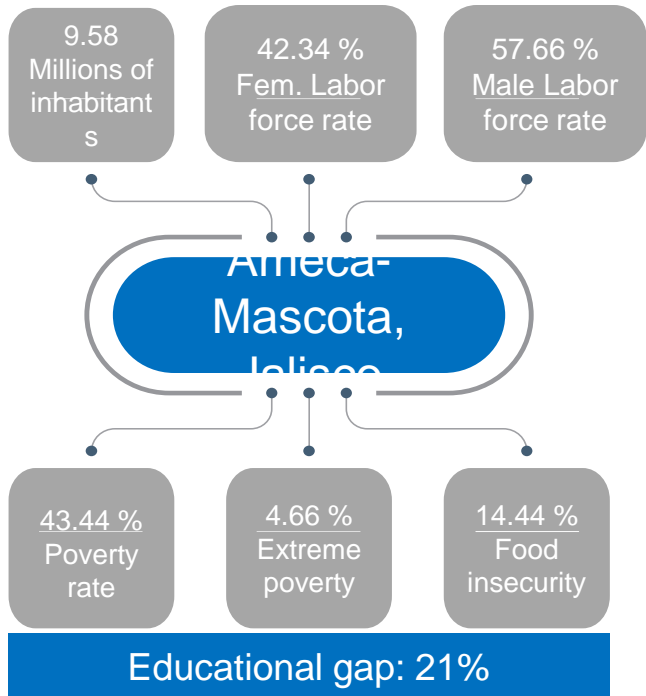
Jamapa

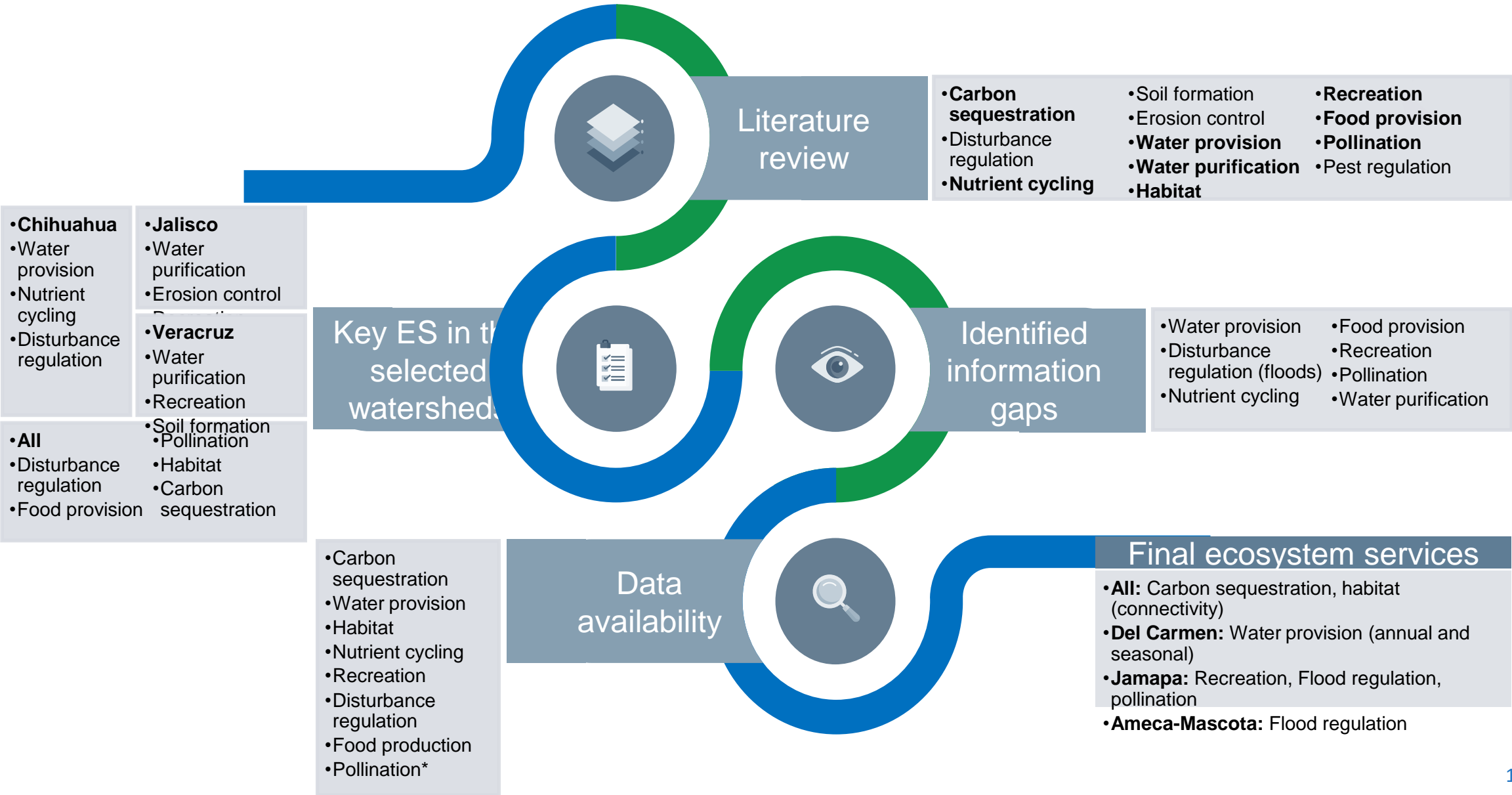


- Deforestation (1993 – 2018)
- Drivers**
- Slope***
 - Distance to roads****
 - Distance to grassland***
 - Distance to vegetation edge****
 - Precipitation*

Transition probability (2026 and 2041)





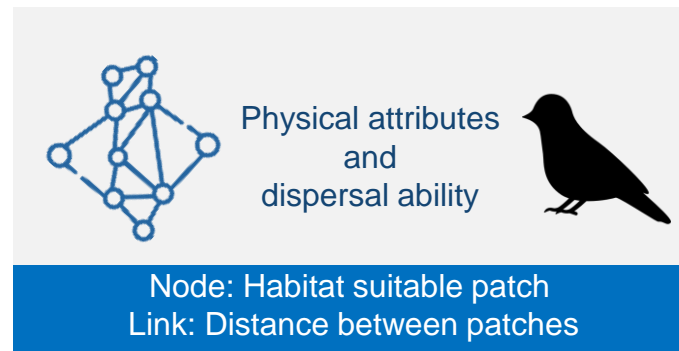


Landscape connectivity as a proxy of habitat

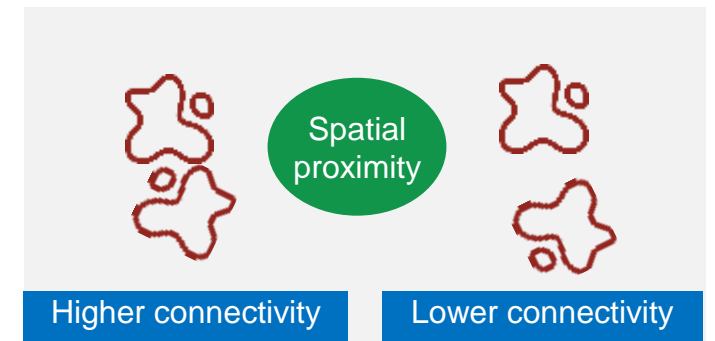
- Connectivity is a crucial element of landscape management and biodiversity conservation.

- Connectivity loss is a major threat for biodiversity conservation and the ecological functions of the landscape

- Functional connectivity: Considers the

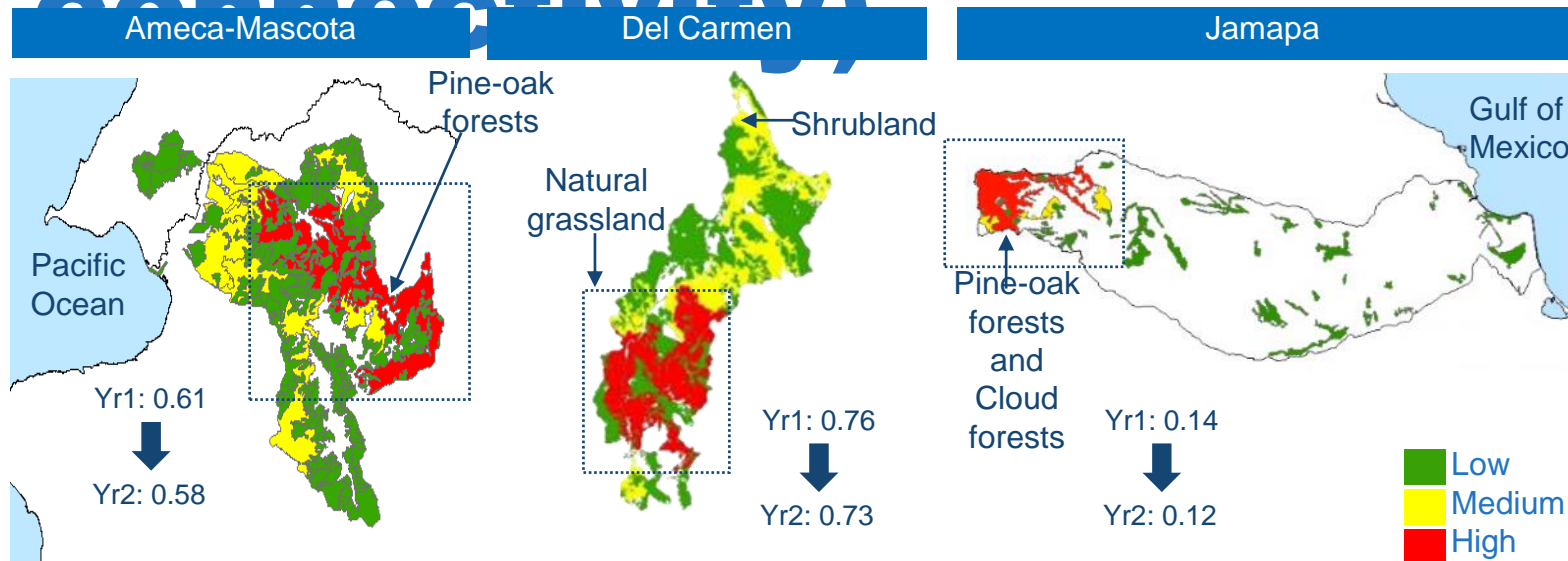


- Structural connectivity: Spatial arrangement of different elements of the landscape.



Habitat provision (proxy) - landscape

Patch importance in the landscape connectivity



Methods: Biophysical evaluation

- Probability of connectivity index (PC) CONEFOR 2.6:
 - Functional perspective
 - Structural perspective
- Importance of each patch to connectivity (dPC).
 - Allows to evaluate the contribution of each patch to the global connectivity

Methods: Economic valuation

- Willingness to pay
 - WTP previous - hedonic value
 - Degree of connectivity
 - Number of tourists per municipality
- Opportunity costs
 - Habitat provision area
 - Value of productive alternative

Willingness to pay for natural conservation and scenery protection

| +10% tourists | +40% tourists | +10% tourists | +40% tourists | +10% tourists | +40% tourists |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| US\$ 22.7 million | US\$ 90.9 million | US\$ 19.1 million | US\$ 76.1 million | US\$ 16.6 million | US\$ 66.4 million |

Opportunity costs

| | | |
|-------------------|-----------------|-------------------|
| US\$ 22.7 million | US\$ 19 million | US\$ 16.6 million |
|-------------------|-----------------|-------------------|

CONEFOR: Saura, S. & J. Torné. 2009.

Carbon storage and sequestration



InVEST - Carbon storage and sequestration model

- 1 Calculation of C storage by ecosystem
- 2 Analysis of C sequestration by LULC (2002-1208)

- Carbon pools:
- Ground biomass
 - Underground biomass
 - Soil carbon
 - Litter and dead wood

Economic valuation

- 3 valuation of C storage and sequestration

- Social value
- Market value

Social value : Avg (2019)
USD\$25.83/ton
Market value (California):USD\$ 15/ton

Ameca-Mascota

| |
|--|
| Carbon storage 2002: 57.1 MtC (203 tC/ha) 2018: 55.8 MtC (203 tC/ha) |
| Annual sequestration -82,852 tC/year |

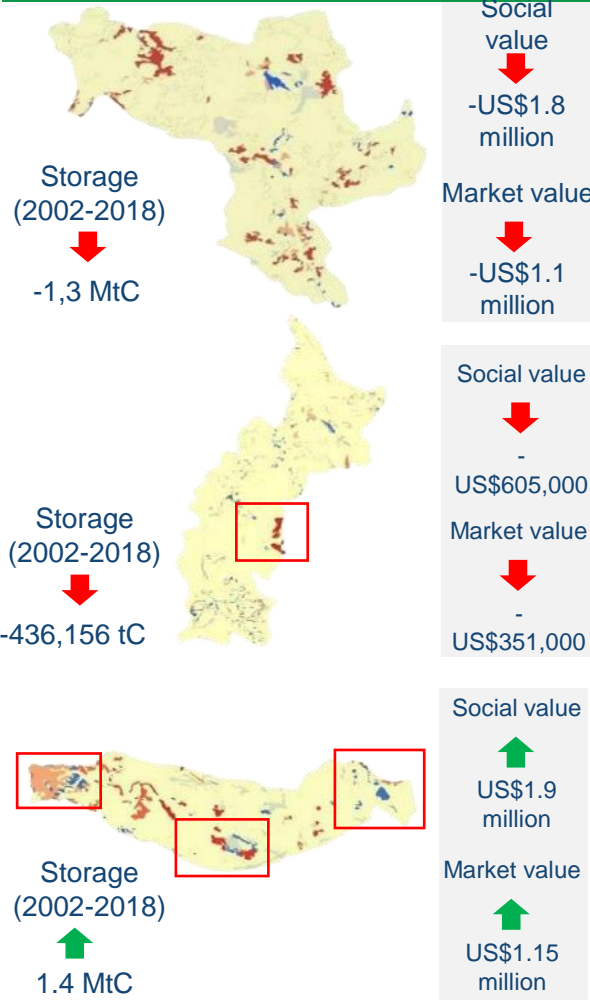
Del Carmen

| |
|--|
| Carbon storage 2002: 200.1 MtC (129 tC/ha) 2018: 199.6 MtC (124.7 tC/ha) |
| Annual sequestration -27,260 tC/year |

Jamapa

| |
|--|
| Carbon storage tC/ha) 2018: 69.9 MtC (178 tC/ha) |
| Annual sequestration 88,828 tC/year |

Areas with carbon storage change (2002-2018)



| |
|----------------------------------|
| Social value -US\$1.8 million |
| Market value -US\$1.1 million |
| Social value - US\$605,000 |
| Market value - US\$351,000 |
| Social value US\$1.9 million |
| Market value US\$1.15 million |

| Social value | Market value |
|--------------|--------------|
|--------------|--------------|

| | |
|--------------------------|--------------------------|
| Total carbon storage | |
| \$77 million (\$282 /ha) | \$45 million (\$163 /ha) |
| Annual sequestration | |
| - US\$115,000 | - US\$67,000 |

| Social value | Market value |
|--------------|--------------|
|--------------|--------------|

| | |
|---------------------------|---------------------------|
| Total carbon storage | |
| \$277 million (\$173 /ha) | \$161 million (\$101 /ha) |
| Annual sequestration | |
| - US\$38,000 | - US\$22,000 |

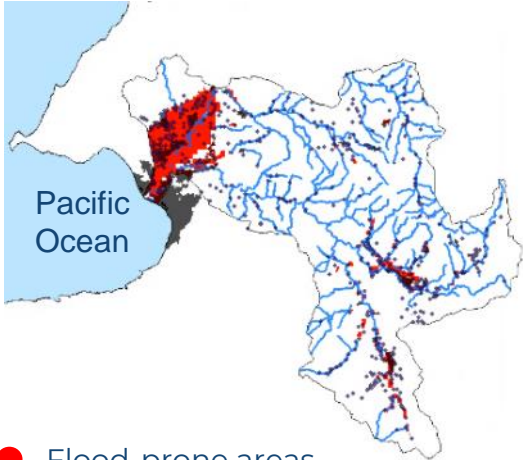
| Social value | Market value |
|--------------|--------------|
|--------------|--------------|

| | |
|--------------------------|--------------------------|
| Total carbon storage | |
| \$97 million (\$247 /ha) | \$56 million (\$144 /ha) |
| Annual sequestration | |
| US\$123,000 | US\$71,000 |

Flood control: Ameca - Mascota

Areas and localities prone to flooding

Scenario: 280 mm

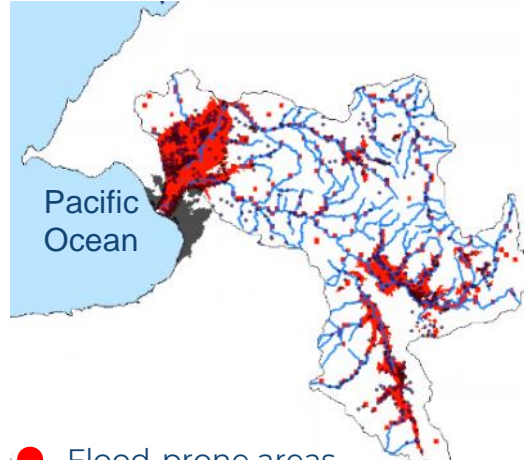


- Flood-prone areas
- Urban areas ● Rural localities

Flooded area: 231 km²

61 rural localities
40 / 54 urban areas

Scenario: 560 mm



- Flood-prone areas
- Urban areas ● Rural localities

Flooded area: 557 km²

426 / 601 rural localities
53 / 54 urban areas

Methods: InVEST - Urban Flood Risk Mitigation model

Runoff production and runoff attenuation index

- LULC
- Soil hydrologic group
- Rainfall Depth: 280 and 560 mm
- Table of curve number data for each LULC class

Economic value: 280 mm and 560 mm scenarios

Flooded area 280 mm scenario:

- 120 km² (~ 50 % crops) 110 km² (~ 47 % urban)

Flooded area 560 mm scenario:

- 332 km² (~ 60% crops) 112 km² (~ 20 % urban)

- 10% of crops = USD\$ 3.0 million
- 30 % of crops = USD\$ 9.0 million
- 80% of crops = USD\$ 24.2 million
- 10% of crops = USD\$ 8.3 million
- 30% of crops = USD\$ 24.9 million
- 80% of crops = USD\$ 66.6 million

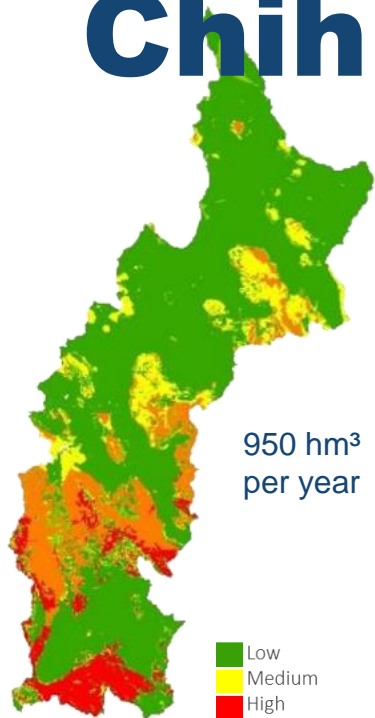
Economic valuation: Market prices

- Flooded area
- Crop area
- Types of crops
- Value of each crop produced in each municipality

Water provision: del Carmen, Chihuahua

Seasonal water yield

Economic valuation



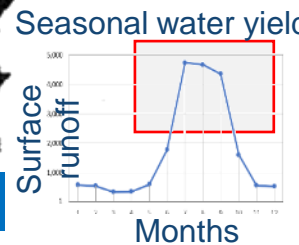
Annual water provision



Base flow

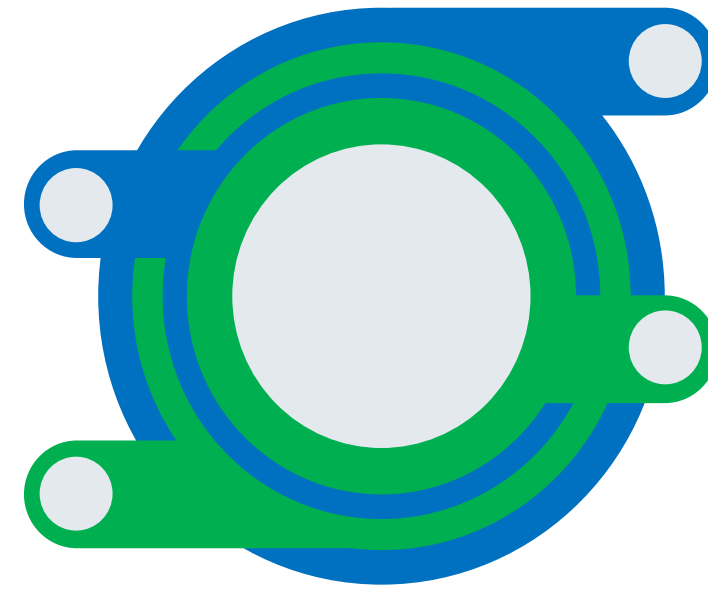


Quick flow



Surface water irrigated area: 4,000 ha
Water consumption (2019-2020): 51.99 hm³

Consumptive surface water use: 96% of agricultural districts



Del Carmen agricultural district: 11,300 ha - 96 users

Surface water availability per year: 950 hm³

Surface water rate: US\$25 m³

Alternative water

Aquaculture: US\$ 10.6 million

Drinking water: US\$ 1,284 million

InVEST - Annual and Seasonal Water Yield models

Annual key inputs:

- Average annual precipitation
- Evapotranspiration rate
- Root restricting layer depth
- LULC

Seasonal key inputs:

- Monthly precipitation
- Monthly evapotranspiration rates
- Soil hydrologic group
- LULC

EV: Opportunity cost

- Water yield per year (InVEST)
- Water rates
- Water consumption

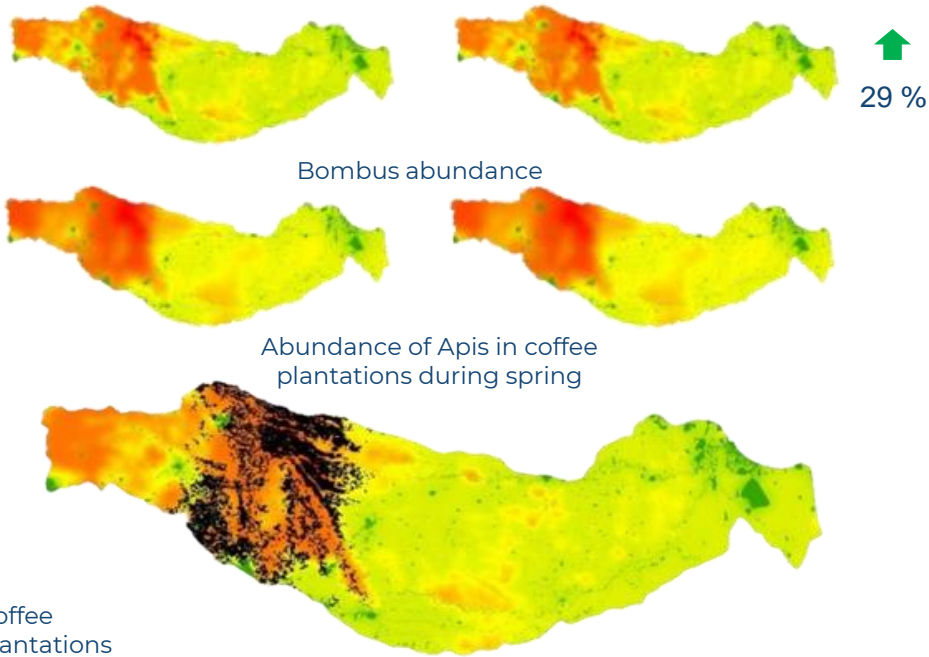
Pollination services: Jamapa, Veracruz

Coffee production: Apis and Bombus

Summer

Apis abundance

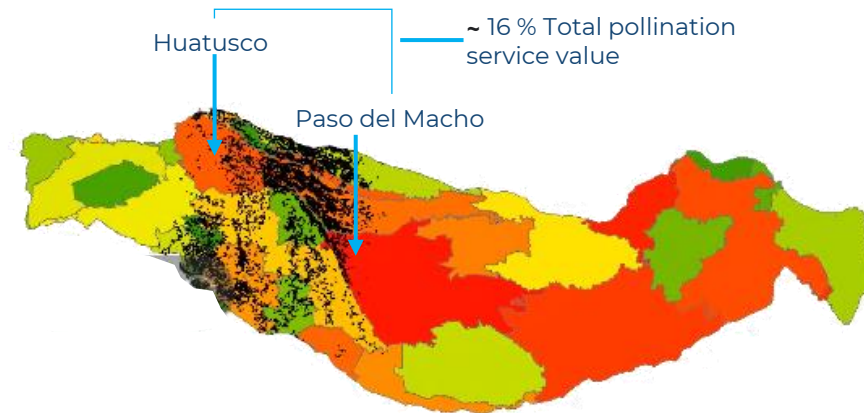
Spring



Economic value of pollination services

Annual crop value: ~US\$ 342.6 million

- Pollination services (26.4 %): US\$ 90.4 million annually
- Coffee production (2020): US\$ 20,353,788 (65% dependence ratio)



InVEST: Crop Pollination (Pollinator Abundance)

Key inputs:

- LULC
- Nesting cavity index
- Nesting substrate index for LC type
- Relative abundance of floral resources on landcover during Spring
- Relative abundance of floral resources on landcover during Summer

Land-use type:

- Coffee plantations
- Human settlements
- Bare soil
- Forests
- Grasslands
- Shrubland
- Water bodies

Economic Value: Market price - Dependence ratio method 1

Key inputs:

- Crop type and dependence on pollinators
- Crop production value for each crop produced in each municipality for the year 2019

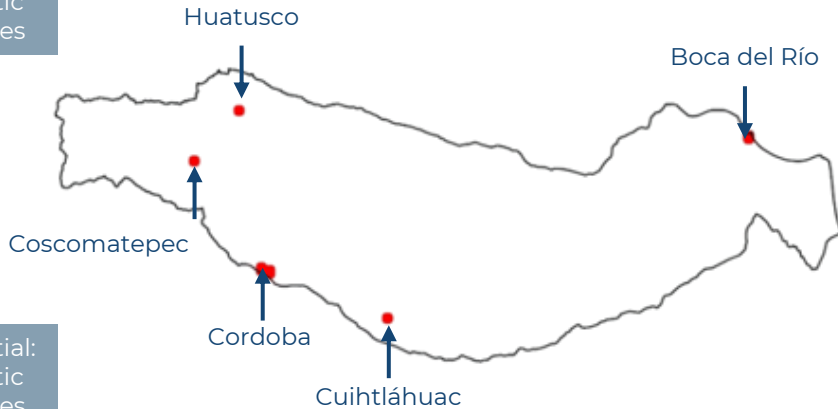


Main results

- Annual agricultural crop value
- Pollination service value

Recreation model

Touristic localities



Potential: Touristic localities



Economic valuation (Choice experiment)

Number of responses:



Respondent's profile

Gender: 51% female Age: 35 - 39
Residency: Mexico City, Veracruz
Household income: US\$1000 – US\$

Agroforestry
Respondents: 66 %
WTP: US\$ 22.55 – 29.1

Sustainable livestock production
Respondents: 34 %
WTP: US\$ 20.5 – 21

Tourists per year in Veracruz: 5.3 million

Potential tourists

| | Agroforestry | Sustainable livestock |
|------|------------------|-----------------------|
| 1 % | US\$1.5 million | US\$1.1 million |
| 5 % | US\$7.8 million | US\$5.5 million |
| 10 % | US\$15.5 million | US\$11 million |

Potential income

Note: 70 % of the respondents are interested in the ecotourism alternatives

InVEST – Visitation: Recreation and tourism

- Area of interest
- Start/end year
- Geotagged photographs Flickr

Scenario predictor variables:

- Airports
- Roads
- DEM
- Beaches

Choice Experiment

- Online survey in the WB web site
- Two alternatives of tourism:
 - Agroforestry (Coffee tourism)
 - Sustainable livestock

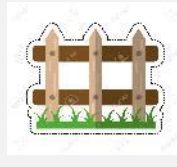
Biophysical and economic valuation

Ameca and Jamapa

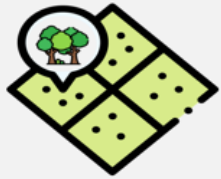
Del Carmen



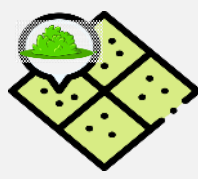
Multistrata live fences



Live fences (shrubs)



Isolated trees in pasture



Improved grazing management to restore soil carbon sequestration



Riparian vegetation



Economic valuation

Ameca-Mascota, del Carmen and Jamapa

1. Protein fodder banks

2. Silvopastoral production

3. Water distribution systems

4. Technical assistance on breeding techniques and reproductive technologies

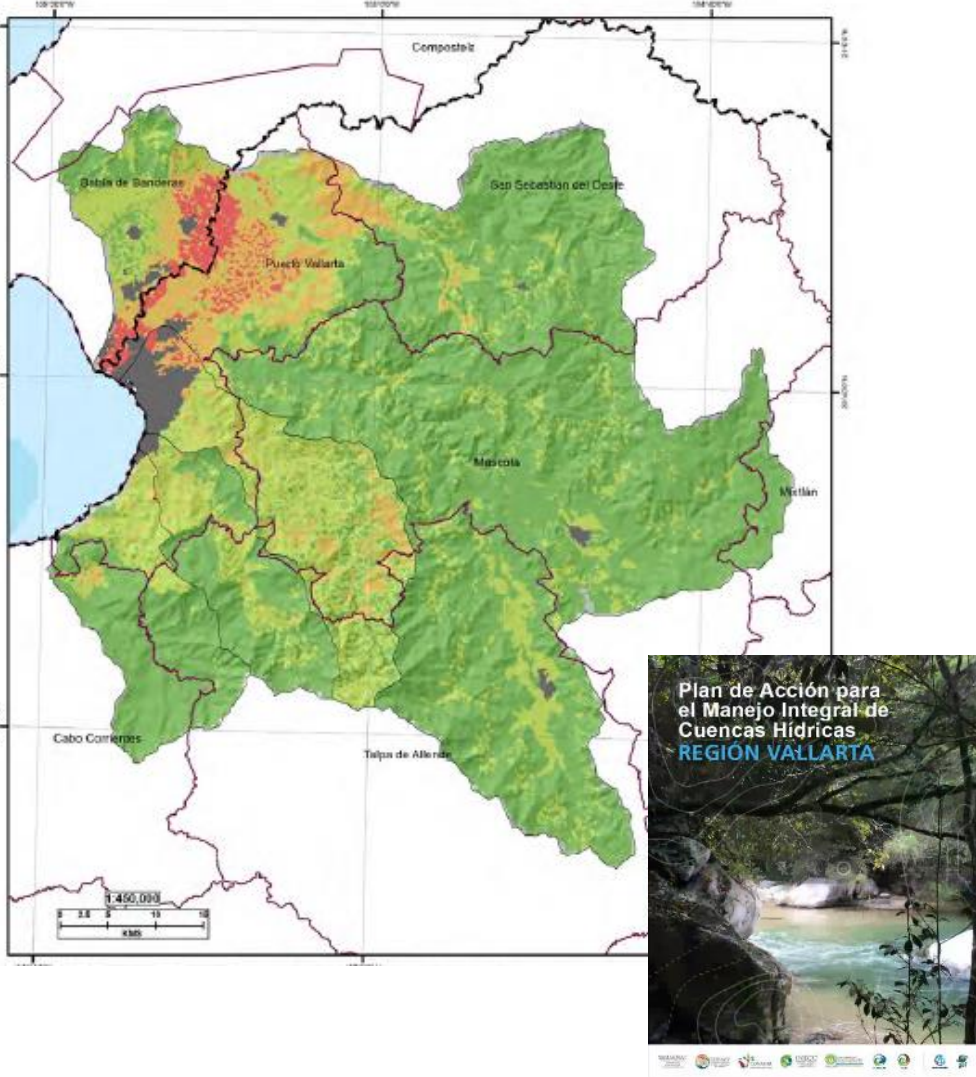
5. Technical assistance on livestock water-quality monitoring

6. Traditional subsistence/small-scale farming

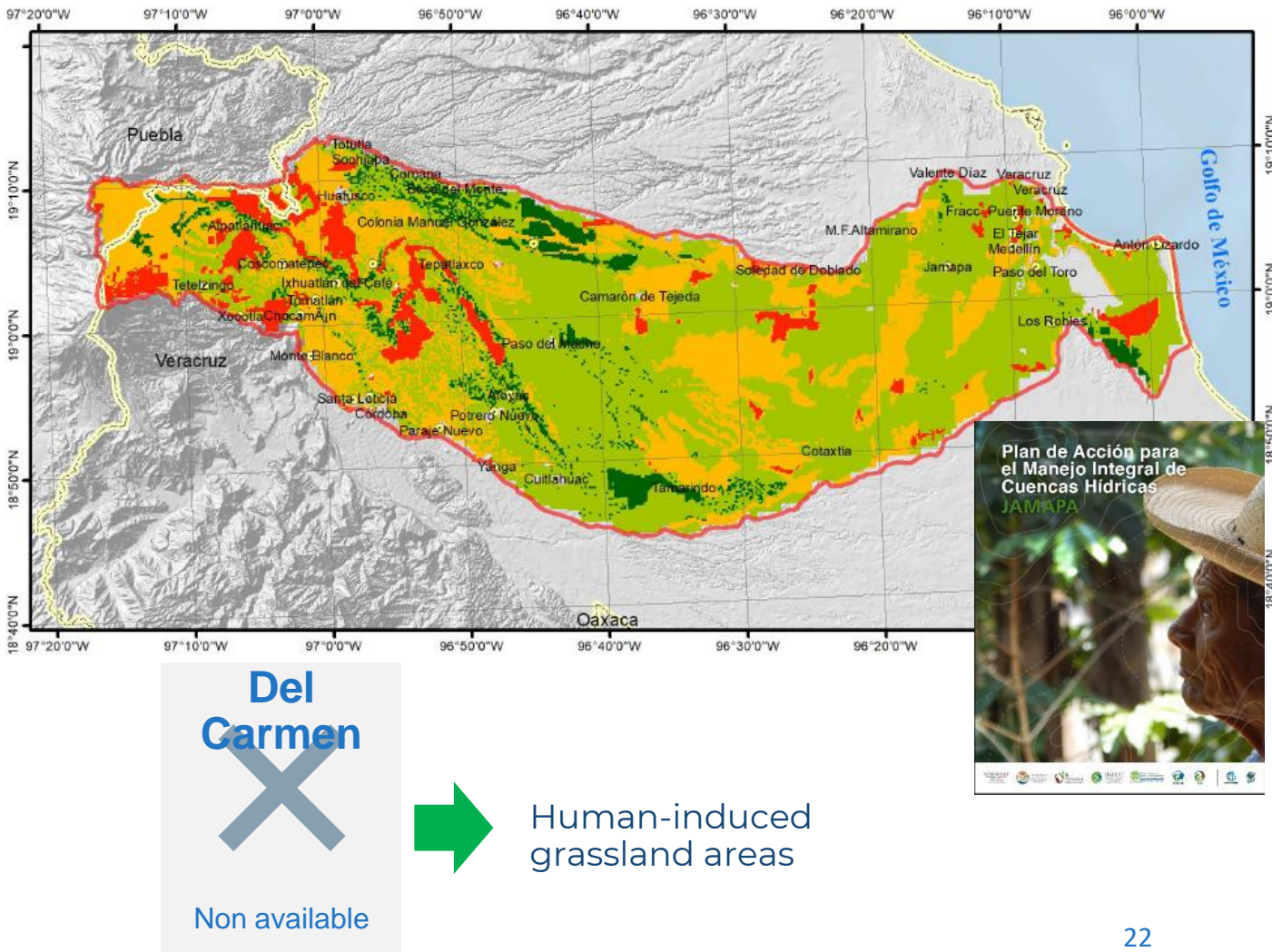
Sustainable livestock production includes rotational grazing

Priority areas

Ameca Mascota



Jamapa

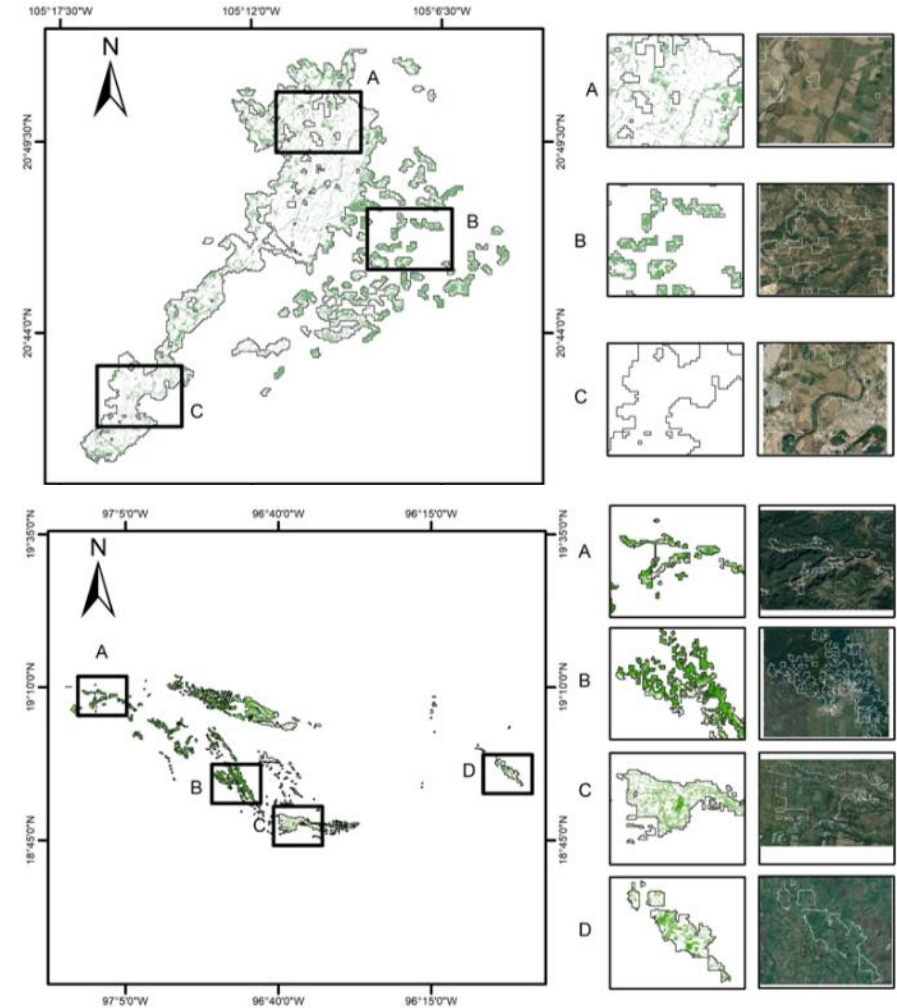
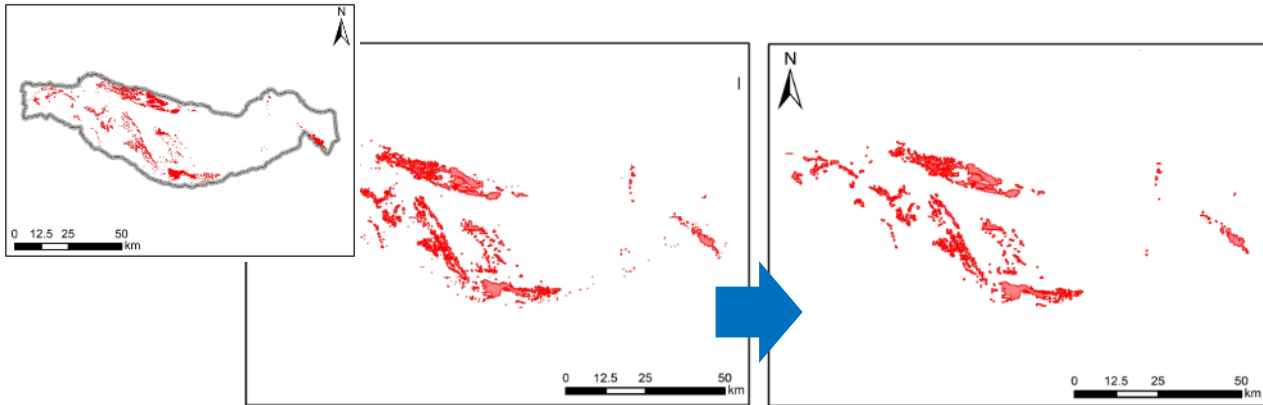
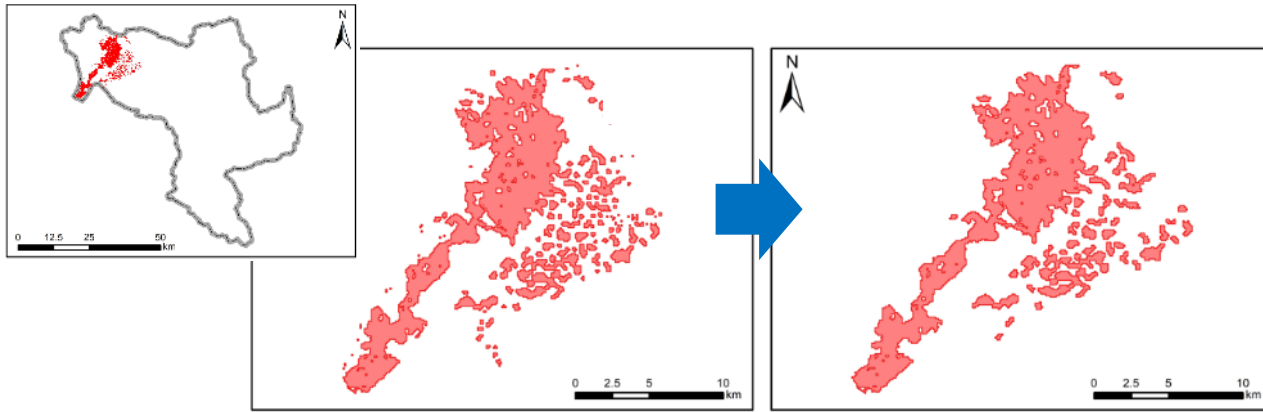


Ameca-Mascota: 280 ha
 Jamapa: 400 ha
 Carmen: 1,631 ha.

Refinement of priority areas

Forest area within the priority sites:

- Ameca-Mascota: 1,725 ha (19%)
- Jamapa: 12,025 ha (44%)



CONECTA scenario assessment

Decision rules

Restoration target: 10, 500 ha - 15

watersheds

Ameca-Mascota: 274,484 ha

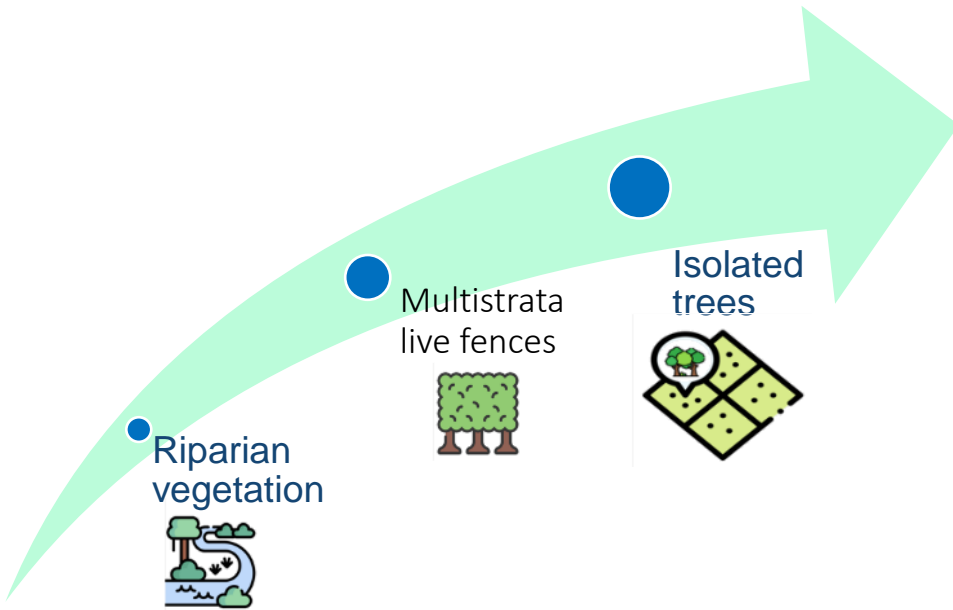
280 ha

del Carmen: 1, 600,780 ha

1,631 ha

Jamapa: 392, 191 ha

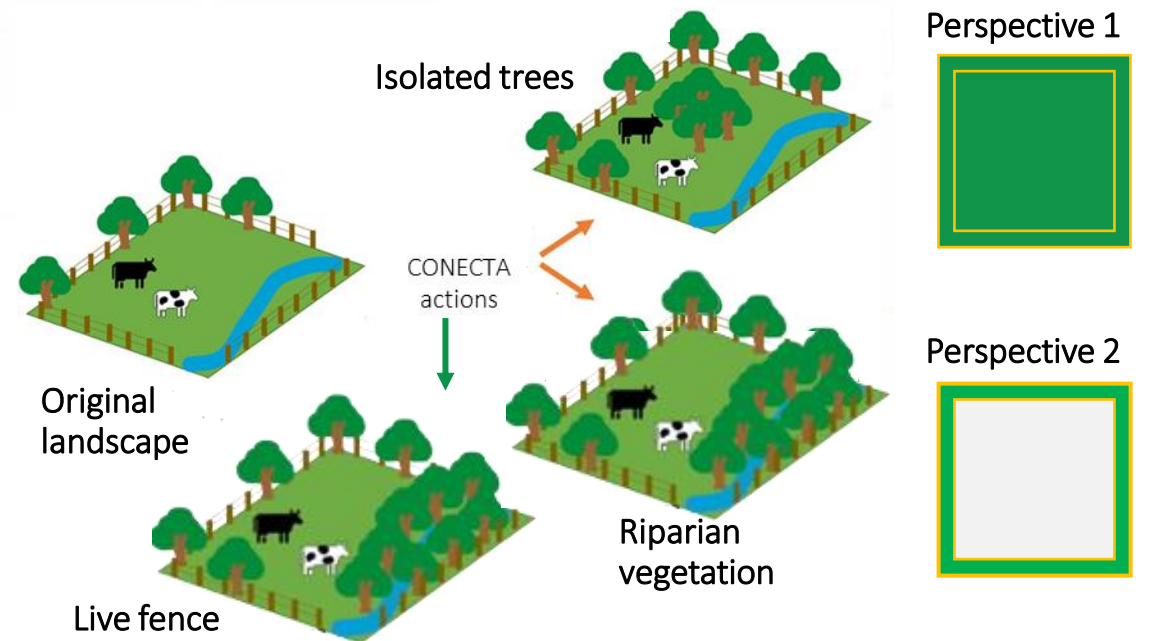
400 ha



CONECTA scenario
(Biophysical evaluation)

Two perspectives

The effective CONECTA area under two perspectives:



Perspective 1: The total area of the plot where the actions are implemented is considered.

Perspective 2: The area occupied by the CONECTA action (e.g., 5 m wide live fences) is considered.

Note: The plots were randomly selected

Examples of perspectives 1 and 2

Number of plots per perspective

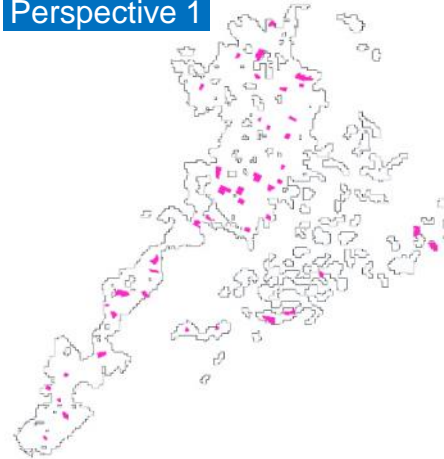
| | P1 | P2 |
|---------------|-----|-----|
| Ameca-Mascota | 47 | 344 |
| Jamapa | 139 | 808 |
| del Carmen | 15 | |

Perspective 1: The total area of the plot where the actions are implemented is considered.

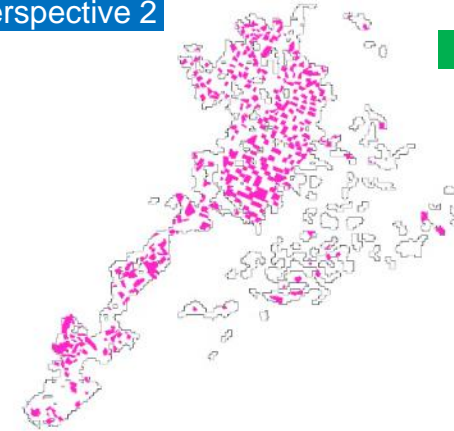
Perspective 2: The area occupied by the CONECTA action (e.g., 5 m wide live fences) is considered.



Perspective 1



Perspective 2

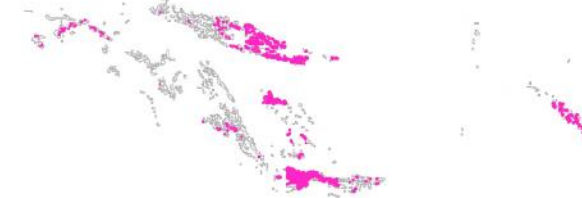


Ameca

Perspective 1

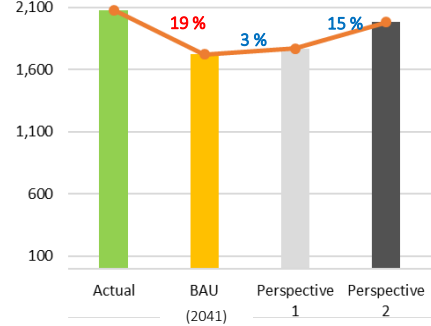
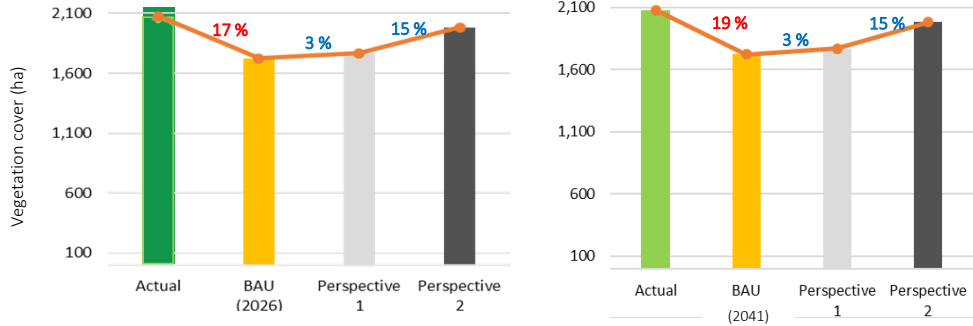


Perspective 2



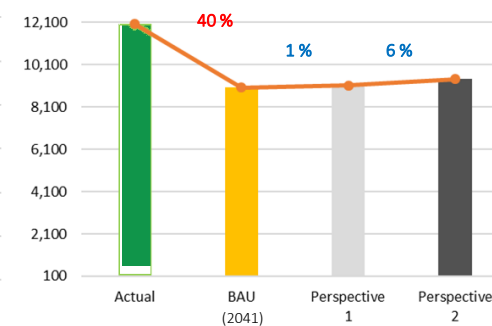
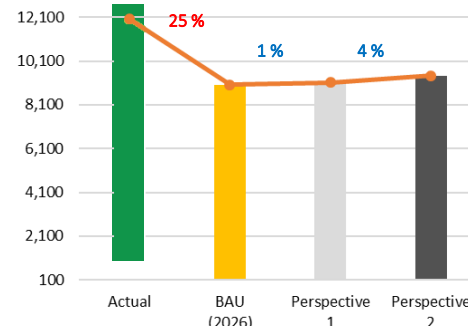
Jamapa

Ameca-Mascota



Loss of forest cover in the future BAU and CONECTA scenario

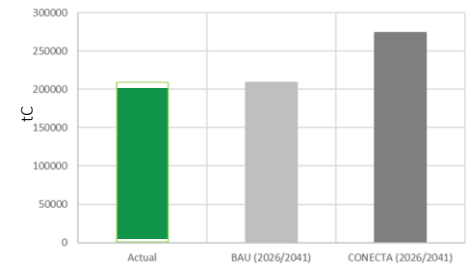
Jamapa



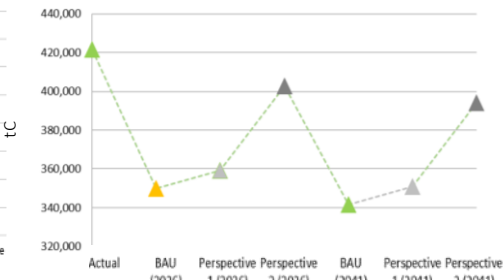
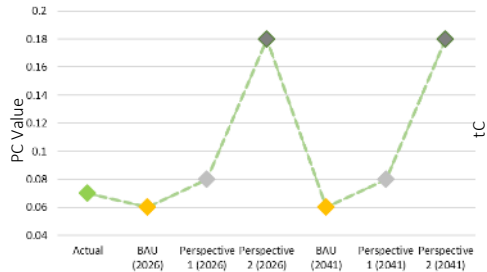
Loss of forest cover in the future BAU and CONECTA scenario

Del Carmen

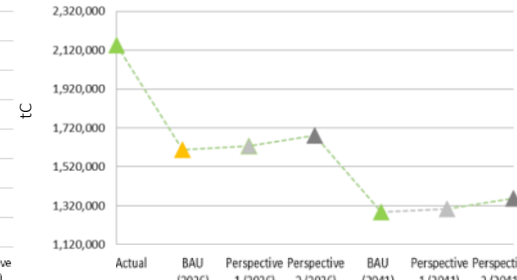
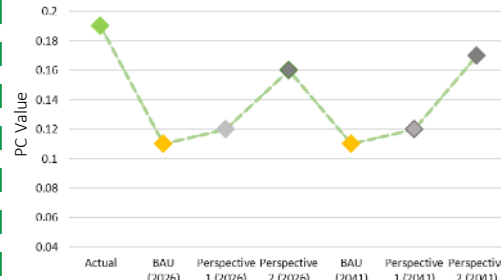
Grassland rehabilitation associated with more sustainable management practices.
 Note: grassland area remains the same in BAU and CONECTA scenarios (1,670.44 ha)



Correlation BAU and CONECTA scenario with carbon storage



Correlation BAU and CONECTA scenario with the connectivity and carbon storage



Correlation BAU and CONECTA scenario with the connectivity and carbon storage

Economic valuation of complementary actions

Livestock production

Sustainable livestock production



| BAU | |
|-----------------|--------|
| Ameca - Mascota | US\$ |
| NPV 2022 | -97.25 |
| NPV 2026 | -389 |
| NPV 2041 | -1,848 |



| BAU (2022) and CONECTA | |
|------------------------|------|
| Ameca - Mascota | US\$ |
| NPV 2022 | 13 |
| NPV 2026 | 51 |
| NPV 2041 | 241 |



| BAU | |
|----------|-------|
| Jamapa | US\$ |
| NPV 2022 | 409 |
| NPV 2026 | 1,636 |
| NPV 2041 | 7,772 |



| BAU (2022) and CONECTA | |
|------------------------|--------|
| Jamapa | US\$ |
| NPV 2022 | 756 |
| NPV 2026 | 3024 |
| NPV 2041 | 14,364 |

Private CBA



| BAU | |
|------------|-------|
| Del Carmen | US\$ |
| NPV 2022 | 22 |
| NPV 2026 | 1,636 |
| NPV 2041 | 7,772 |



| BAU (2022) and CONECTA | |
|------------------------|-------|
| Del Carmen | US\$ |
| NPV 2022 | 18.25 |
| NPV 2026 | 73 |
| NPV 2041 | 335 |

Economic valuation of complementary actions

Technical assistance on reproductive tech.

Multistrata live fences

BAU (2022) and CONECTA

| Ameca-Mascota | US\$ |
|---------------|-------|
| NPV 2022 | 465 |
| NPV 2026 | 2,043 |
| NPV 2041 | 6,768 |

| Jamapa | US\$ |
|----------|-------|
| NPV 2022 | 629 |
| NPV 2026 | 2,767 |
| NPV 2041 | 9,166 |

| Del Carmen | US\$ |
|------------|-------|
| NPV 2022 | 73 |
| NPV 2026 | 321 |
| NPV 2041 | 1,065 |

| Ameca | BAU | CONECTA | |
|----------|------|---------|--------|
| | US\$ | P1 | P2 |
| NPV 2022 | 2.4 | 952 | 5,859 |
| NPV 2026 | 10.5 | 4,220 | 25,974 |
| NPV 2041 | 26.5 | 10,621 | 65,370 |

| Jamapa | BAU | CONECTA | |
|----------|------|---------|---------|
| | US\$ | P1 | P2 |
| NPV 2022 | 2.4 | 2,064 | 9,357 |
| NPV 2026 | 10.5 | 9,151 | 41,481 |
| NPV 2041 | 26.5 | 23,031 | 104,309 |

Isolated trees

| Ameca/Jamapa | BAU | CONECTA | |
|--------------|-------|---------|--------|
| | US\$ | P1 | P2 |
| NPV 2022 | 146 | 573 | 573 |
| NPV 2026 | 981 | 3,852 | 3,852 |
| NPV 2041 | 2,618 | 10,283 | 10,283 |

Private CBA



Economic valuation of complementary actions

Traditional home gardens

Shrubs next to fences

| BAU (2022) and CONECTA | | | | BAU | CONECTA |
|------------------------|-----|----------|--------|------|---------|
| Three watersheds | | US\$ | | US\$ | P1 |
| NPV 2022 | -40 | NPV 2022 | Carmen | 59 | -3,187 |
| NPV 2026 | 84 | NPV 2026 | | 268 | 14,556 |
| NPV 2041 | 308 | NPV 2041 | | 907 | 49,305 |

Private CBA



Protein fodder banks

| BAU (2022) and CONECTA | |
|------------------------|------|
| Three Watersheds | US\$ |
| NPV 2022 | -343 |
| NPV 2026 | -136 |
| NPV 2041 | 267 |

Economic valuation of complementary actions

Riparian vegetation

Water distribution systems

| | BAU | CONECTA | |
|----------|------|---------|---------|
| Ameca | US\$ | P1 | P2 |
| NPV 2022 | -453 | -752 | -17,819 |
| NPV 2026 | -498 | -827 | -19,592 |
| NPV 2041 | -591 | -981 | -23,242 |

| | BAU | CONECTA | |
|----------|------|---------|---------|
| Jamapa | US\$ | P1 | P2 |
| NPV 2022 | -453 | -3,420 | -8,471 |
| NPV 2026 | -498 | -3,760 | -9,314 |
| NPV 2041 | -591 | -4,461 | -11,049 |

| BAU (2022) and CONECTA | |
|------------------------|------|
| Water pumping (m) | US\$ |
| NPV 2022 | -0.8 |
| NPV 2026 | -0.9 |
| NPV 2041 | -1.1 |

| Gravity (m) | | US\$ |
|-------------|------|------|
| NPV 2022 | -0.6 | |
| NPV 2026 | -0.7 | |
| NPV 2041 | -0.9 | |

Technical assistance on water monitoring

| BAU (2022) and CONECTA | |
|------------------------|---------|
| Water monitoring | US\$ |
| NPV 2022 | -1,429 |
| NPV 2026 | -4,984 |
| NPV 2041 | -11,958 |

Perspective 1: The total area of the plot where the actions are implemented is considered.

Perspective 2: The area occupied by the CONECTA action (e.g., 5 m wide live fences) is considered.

Private CBA



Note: there are many benefits from the actions, but only investment and expenses were considered due to no available data.

Economic valuation of complementary actions

Carbon sequestration

| Social Ameca | BAU | CONNECTA | |
|--------------|-------|----------|-------|
| | US\$ | P1 | P2 |
| NPV 2022 | 6.8 M | | |
| NPV 2026 | 5.6 M | 5.8 M | 6.5 M |
| NPV 2041 | 5.5 M | 5.7 M | 6.3 M |

| Social Jamapa | BAU | CONNECTA | |
|---------------|-------|----------|-------|
| | US\$ | P1 | P2 |
| NPV 2022 | 1.1 B | | |
| NPV 2026 | 848 M | 857 M | 885 M |
| NPV 2041 | 678 M | 678 M | 678 M |

| Social Carmen | BAU | CONNECTA |
|---------------|-------|----------|
| | US\$ | P1 |
| NPV 2022 | 5.5 M | |
| NPV 2026 | 5.5 M | 7.2 M |
| NPV 2041 | 5.5 M | 7.2 M |

| California Ameca | BAU | CONNECTA | |
|------------------|-------|----------|-------|
| | US\$ | P1 | P2 |
| NPV 2022 | 4 M | | |
| NPV 2026 | 3.3 M | 3.4 M | 3.8 M |
| NPV 2041 | 3.2 M | 3.3 M | 3.7 M |

| California Jamapa | BAU | CONNECTA | |
|-------------------|------|----------|------|
| | US\$ | P1 | P2 |
| NPV 2022 | 32 M | | |
| NPV 2026 | 25 M | 25 M | 26 M |
| NPV 2041 | 20 M | 20 M | 20 M |

| California Carmen | BAU | CONNECTA |
|-------------------|-------|----------|
| | US\$ | P1 |
| NPV 2022 | 3.1 M | |
| NPV 2026 | 3.1 M | 3.1 M |
| NPV 2041 | 3.1 M | 4.2 M |

BAU < CONNECTA

BAU < CONNECTA

BAU < CONNECTA



Social CBA

Economic valuation of Landscape connectivity Complementary actions

| Ameca | BAU | CONECTA | |
|---------------|--------|---------|--------|
| | US\$ | P1 | P2 |
| NPV 2022 | 13,000 | | |
| NPV 2026 | 9,500 | 12,500 | 22,300 |
| NPV 2041 | 9,290 | 12,100 | 21,800 |
| BAU < CONECTA | | | |

| Jamapa | BAU | CONECTA | |
|---------------|--------|---------|---------|
| | US\$ | P1 | P2 |
| NPV 2022 | 75,400 | | |
| NPV 2026 | 49,800 | 64,000 | 101,550 |
| NPV 2041 | 39,700 | 50,700 | 81,250 |
| BAU < CONECTA | | | |

Social CBA



- **CBA-P:** it is preferable to have a low-interest rate than to have a higher return on investment.
- **CBA-S:** a low rate implies having a higher value of ES in the medium and long term.

Sensitivity analysis

Expert workshop

Green recovery from COVID-19

Live fences

Riparian vegetation

Scattered trees

Traditional farming

Protein banks

Silvopastoral systems

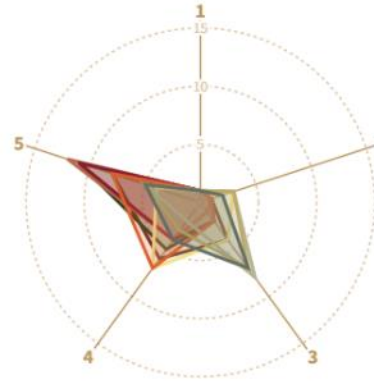
Water quality monitoring

Reproduction tech.

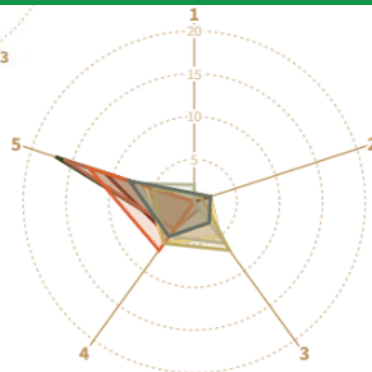
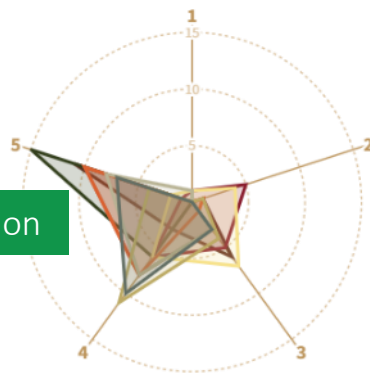
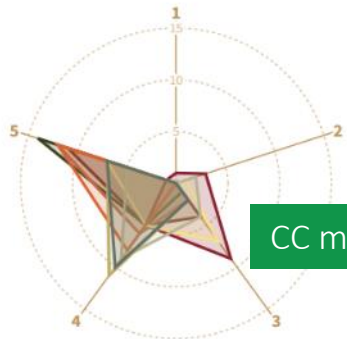
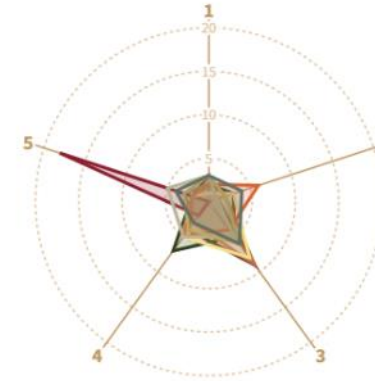
Sustainable food production

Integrated landscape management

CC mitigation & adaptation



Women participation



Budget assignment exercise

Silvopastoral systems (21.2%)

Riparian vegetation (19.8%)

Scattered trees (14.3%)

Live fences (13.3%)

Trad. farming (10.3%)

Water monit. (9.8)

Protein banks (9.4%)

Rep. tech. (8.5%)

SEMINAR SERIES

Sharing cutting-edge knowledge on valuing natural capital & ecosystem services



Thank You!

Debora Lithgow

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Researcher, Economic Consultant
Universidad Autónoma Metropolitana

Juan José Von Thaden

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