

1 **Prospects for seascape repair – three case studies from eastern Australia**

2

3 [Intro block]

4 *Three case studies spanning tropical, subtropical and temperate*
5 *environments highlight the minimum potential benefits of investing in*
6 *repair of coastal seascapes. Fisheries, a market benefit indicator readily*
7 *understood by a range of stakeholders from policy makers to community*
8 *advocates, were used as a surrogate for ecosystems services generated*
9 *through seascape habitat restoration. For each case study, while*
10 *recognising that biological information will always remain imperfect, the*
11 *prospects for seascape repair are compelling.*

12

13

14 **Key words:** coastal wetlands, ecological restoration, ecosystem services, fisheries, salt marshes.

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16

17 **Introduction**

18 Coastal seascapes are a mosaic of tidally influenced habitats that include channels, gutters, mud flats,
19 mangrove clumps, mangrove-lined channels, and various communities of seagrass, saltmarshes and
20 tidal freshwater wetlands. Their generally flat profile and proximity to the coast and human
21 settlements makes them amenable to being drained, filled, and converted to farmland, sports fields,
22 houses, and canal or industrial estates (Lee *et al.* 2006; Rogers *et al.* 2016; Sheaves *et al.* 2014).
23 Saltmarshes have often borne the brunt of anthropogenic impacts due to their ‘frontline’ position,
24 being most exposed to human settlements and activities. Along the Australian coast, seascapes and
25 especially their saltmarsh components have been cleared, drained, filled, and levees constructed to
26 exclude tidal inundation (Sinclair & Boon 2012; Prahalad 2014). More generally, modification to
27 seascapes - especially barriers to water flow and connectivity, such as bund walls, or roads - occur
28 along almost every river and estuary in the more populated parts of Australia (NLWRA 2002;
29 Creighton *et al.* 2015).

30
31 Functionally, the seascape continuum drives coastal ecological productivity and provides a range of
32 ecosystem services (e.g. Laegdsgaard 2006; Mount *et al.* 2010; Boon *et al.* 2011; Creighton *et al.*
33 2015). A number of the important regulating, supporting and provisioning services such as carbon
34 sequestration (Lawrence *et al.* 2012) and commercial and recreational fisheries (Creighton *et al.*
35 2015; Taylor *et al.* 2017a and b) are dependent on hydrological connectivity being maintained, so
36 that fresh and tidal waters have adequate opportunities to meet. Re-instating tidal connectivity to
37 ensure biological, chemical and hydrological fluxes is key to restoring ecosystem function and
38 ecosystem services (e.g. Raposa & Talley 2012). Indeed, the Australian Government’s conservation
39 advice for the recovery of coastal saltmarsh listed as a threatened ecological community under the
40 *Environment Protection and Biodiversity Conservation Act 1999* (EPBC Act) clearly identifies the
41 need for “maintenance of ecological function and increased resilience” through “permanent or
42 intermittent connection with the sea; functioning trophic pathways; [and] structural habitat ...”

43 (TSSC, 2013, p. 23). There is estimated to be 164,000-245,000 ha of saltmarsh covered under this
44 listing, with data about their decline in extent and condition highly variable across regions (for
45 examples of high-resolution data, see Sinclair & Boon 2012 and Prahalad 2014).

46

47 Recognising the value of coastal seascape habitats, the ongoing threats to their ecosystem services
48 and the need for ecological management and restoration, the two central questions we seek to address
49 are: (1) what are the potential benefits that can be derived from seascape repair?; and, (2) how do
50 these benefits outweigh the costs for repair under different risk scenarios? We envisage this
51 information would provide quantifiable potential benefits as part of business cases that might then
52 attract public or private investment in repair. This approach accords with the extended attention being
53 paid to environmental assets (Natural Infrastructure) in national accounts (Bureau of Meteorology
54 2013), and the increasing number of robust valuations of ecosystem services (e.g. through the United
55 Nations System of Environmental-Economic Accounts framework: United Nations 2014).

56

57 Although the two questions we address are pertinent to all of Australia's seascape habitats, we focus
58 on saltmarsh in particular, due to its vulnerable status under the EPBC Act and the need to address
59 repair as part of the proposed Recovery Plan (Rogers *et al.* 2016; TSSC 2013). The focus on saltmarsh
60 is further justified given the added effects of climate change and sea level rise that require coastal
61 wetlands to retreat inland, further increasing land-use conflicts and opportunity costs for repair (Abel
62 *et al.* 2011; Prahalad *et al.* 2019a).

63

64 To address our questions, we used three case studies (Abrantes *et al.* 2019; Taylor & Creighton 2018;
65 Prahalad *et al.* 2019b) developed as part of a research program supported by Australian Government's
66 National Environmental Science Program. The case studies span a range of biophysical and policy
67 settings across tropical, subtropical and temperate Australia (Figure 1-2, Table 1). Across these case
68 studies, we sought indicators (cf. United Nations 2014) that: (1) are supported by calculations that

69 are clear, simple and readily understood by policy maker to community advocate; (2) reflect
70 valuations that are well founded and based on Australia's existing commodity markets; and (3) are
71 conservative and generally lower bound plausible estimates of value, with only selected, usually
72 single benefit streams used in the valuation process. Here, we employ key prawn and fish species as
73 easily publicly understood exemplar indicators for estimating the potential benefits of seascape repair.
74 Benefit streams are accompanied by lists of ecologically sustainable assumptions that clearly
75 demonstrate that the values are conservative. We also list additional likely benefits thereby also
76 demonstrating the conservative nature of the results.

77

78 The term 'value' used here refers to market clearing prices of tradeable commodities. These dollar
79 (AUD) values reflect the economic costs and potential benefits if there is investment in repair (or
80 benefits forgone if there is no repair). By using commercially recognised species and their dollar
81 value in the marketplace we seek to translate what can be an obscure set of ecosystem services into
82 commonly and readily understood metrics. In doing so, we provide groundwork for developing more
83 detailed, contextually nuanced and locally specific business cases for seascape conservation and
84 repair. We acknowledge though that the interpretations of value encompass a wide range of attributes
85 beyond the scope of the present paper (e.g. non-market and non-use values), and not all of these
86 attributes are amenable or even suitable for economic valuation (see Boon & Prahalad 2017).

87

88 **Case studies**

89 The following three case studies signify the potential benefits that can be derived from repair of
90 coastal saltmarsh spanning tropical, subtropical and temperate seascape environments. The east coast
91 tropical and subtropical studies selected prawn species as indicators for estimating benefits (i.e.
92 potential increases in prawn biomass) from seascape repair. This is because prawns are iconic seafood
93 products in the tropical and subtropical regions, generally in high demand, and are well understood
94 as an indicator of potential market benefit by a range of stakeholders. Prawns are also annual, highly

95 fecund species that will rapidly expand in population size by exploiting repaired habitat. In
96 comparison, there is limited understanding of seafood derived from saltmarshes in temperate regions
97 (Wegscheidl *et al.* 2017). The east coast temperate study therefore examined the fish assemblage in
98 general and identified the most dominant seafood/fish species of commercial and recreational interest
99 to illustrate both current and potential fishery value.

100

101 **Case study 1: East coast tropical saltmarsh restoration (Bowling Green Bay, north Queensland)**

102 The Banana Prawn (*Fenneropenaeus merguensis*) fishery was chosen as the market benefit indicator.
103 This species uses tropical estuaries as nursery grounds (Vance *et al.* 1990; Sheaves *et al.* 2012), where
104 they rely on saltmarsh vegetation for part of their nutritional support (Abrantes & Sheaves 2009). The
105 Banana Prawn is a commercially important food species and important target of recreational fishers
106 throughout north Queensland estuaries. The species is also vital prey of other high profile
107 commercial/recreational species such as Barramundi (*Lates calcarifer*). Banana Prawn is highly
108 fecund and will recruit rapidly to repaired environments. Finally, Banana Prawn is an ideal target
109 species because they can be sampled using cast nets, a gear type that is particularly suitable for small
110 mangrove lined estuaries (Figure 1a) and provide accurate estimates with a high number of replicates
111 collected (Johnston & Sheaves 2007).

112

113 The east coast tropical study (Abrantes *et al.* 2019) found that estimates of productivity of individual
114 components of the estuary were highly variable and depended on a number of assumptions, which
115 are difficult to validate (Minello *et al.* 2008; Rönnbäck *et al.* 1999; Rozas & Minello 2011). In
116 comparison, estimates at the whole-of-estuary level, the seascapes level, in line with current
117 understanding of estuarine species reliance on a mosaic of habitats (Sheaves 2017; Nagelkerken *et*
118 *al.* 2015), required a relatively low number of assumptions and produced estimates with relatively
119 low variability. Abrantes *et al.* (2019) found as a conservative estimate, a maximum juvenile prawn
120 biomass of 6.5 g/m² for the 2 m wide bands along the estuary edge where prawns are found. For the

121 estuary studied, with an edge area of 5.6 ha, the conservative total biomass of juvenile prawns was
122 0.36 tonnes.

123

124 The actual estuary productivity would likely be much higher because this estimate only relates to the
125 maximum juvenile stock for a sampling occasion and does not take into account continual movements
126 of prawns to offshore adult habitat once they reach a sufficient size. To more precisely calculate
127 estuary productivity, information would be needed on patterns of recruitment, growth rates, mortality,
128 predation and emigration. Suffice it to say an estimate of Banana Prawn productivity of 0.36 tonnes
129 is probably orders of magnitude below total estuary productivity (Abrantes *et al.* 2019). While this
130 provides a baseline estimate that can be used to demonstrate the potential benefits of seascape repair,
131 much more extensive studies would be required to link production of Banana Prawn to particular
132 areas of saltmarsh habitat (Sheaves & Johnston 2010; Sheaves *et al.* 2012).

133

134 **Case study 2: East coast subtropical saltmarsh restoration (Clarence River estuary, northern**
135 **New South Wales)**

136 The School Prawn (*Metapenaeus macleayi*) fishery was chosen as a market benefit indicator. School
137 Prawn is highly reliant on estuarine nursery habitat and primary productivity derived from estuarine
138 habitats for rapid growth through their early life history stages (Hart *et al.* 2018; Raoult *et al.* 2018).
139 The species is important to both commercial and recreational fisheries in New South Wales (Taylor
140 *et al.* 2017a). School Prawn is fast growing and highly fecund, and given reasonable freshwater inflow
141 to estuaries, it is unlikely to experience stock-related limitations to recruitment. The species is mostly
142 commercially harvested, this commercial harvest provides a sought-after product for human
143 consumption and is the most widely used bait for recreational fisheries in south-eastern Australia.
144 Given the life-history characteristics of the School Prawn, benefits from habitat restoration are likely
145 to be evident in this species over at most two to three years.

146

147 Based on assumptions detailed by the east coast subtropical study (Taylor & Creighton 2018),
148 estimates indicate that reinstatement of connectivity of 27.6 ha of shallow sub-tidal creeks and
149 subsequent utilisation by School Prawns (assuming good juvenile recruitment) could yield ~2,500 kg
150 of product, equating to a gross value of ~AUD24,000 and associated total output of ~AUD140,000
151 per year. When converted back to a per-hectare estimate, these values equate to ~AUD900 ha⁻¹ y⁻¹
152 and ~AUD5,000 ha⁻¹ y⁻¹ respectively for seascape habitat.

153

154 The benefits of habitat repair are not limited to the values estimated from direct usage of the habitat
155 for School Prawn. Seascape habitats contain important primary producers that contribute to the
156 overall productivity of the estuary, and consequently they make substantial contributions to the
157 exploited biomass harvested from estuarine systems (Taylor *et al.* 2017a and b). Potential gains in
158 primary productivity when these habitats are re-connected to the broader estuary will be outwelled to
159 other areas across the estuarine system. This can occur through mechanisms including the transport
160 of particulate organic carbon (POC), transport of dissolved organic carbon (DOC), or consumption
161 of marsh plants by small nekton on the marsh surface (when inundated), and subsequent movement
162 throughout the estuary. These additional benefits are not captured in this analysis, but could contribute
163 to a fishery-derived value of up to AUD20,000 ha⁻¹ y⁻¹ of areal saltmarsh that is reconnected to the
164 estuary in the Clarence River system (Taylor *et al.* 2017a).

165

166 Any re-connected subtidal channels arising from repair (Figure 1b), as well as outwelled productivity,
167 will also provide habitat to directly support other target species such Mud Crab (*Scylla serrata*),
168 Dusky Flathead (*Platycephalus fuscus*), Yellowfin Bream (*Acanthopagrus australis*), Luderick
169 (*Girella tricuspidata*) and Sea Mullet (*Mugil cephalus*) (Mazumder 2009; Morton *et al.* 1987; Webley
170 *et al.* 2009). Direct support of adults and/or juveniles of these exploited species will produce fishery
171 benefits that contribute additional value from habitat repair. Both these factors will see flow-on
172 benefits for recreational and commercial fisheries alike.

173

174 **Case study 3: East coast temperate saltmarsh restoration (Circular Head region, north-west**
175 **Tasmania)**

176 The east coast temperate study (Prahalad *et al.* 2019b) was the first documentation of fish usage of
177 Tasmanian saltmarshes. The focus on fish and the selection of north-west Circular Head region study
178 area stemmed from a number of reasons. The Circular Head region is home to about a fourth of all
179 coastal saltmarshes in Tasmania and forms part of a rich seascape matrix with expansive tidal flats,
180 seagrass beds and buffering *Melaleuca ericifolia* swamp forests (Mount *et al.* 2010). The region is
181 very important for commercial and recreational fisheries in Tasmania. The Circular Head region
182 saltmarshes have been subject to most extensive clearing and agricultural drainage works, with the
183 largest potential (~629 ha or 55% of current extent) for habitat repair through tidal restoration works
184 (Prahalad 2014).

185

186 Prahalad *et al.* (2019b) found 11 fish species using Circular Head saltmarshes with a high mean
187 density of > 72 fish per 100 m² (sample data from April-May 2017; Figure 1c). The family
188 Atherinidae (Silversides) contributed 3 species and 74% of the total catch numbers. Commercial and
189 recreational species that utilise these saltmarshes in northwest Tasmanian seascapes include: Yellow-
190 eye Mullet (*Aldrichetta forsteri*), Australian Salmon (*Arripis truttaceus*) and Greenback Flounder
191 (*Rhombosolea tapirina*). These three species contributed close to 20% of the total catch numbers. Of
192 these, Yellow-eye Mullet (Figure 1d) was most abundant and common, present in 24 (65%) of the 37
193 nets that caught fish and made up 19% of the total catch. Extended sampling throughout the year may
194 reveal further species using saltmarshes.

195

196 Yellow-eye Mullet, Australian Salmon and Greenback Flounder are among the seven key species
197 targeted by recreational fishers in Tasmania (Lyle *et al.* 2014). Notably, Yellow-eye Mullet and
198 Australian Salmon help underpin recreational fisheries in the north-west region of Tasmania, with by

199 far the greatest proportion of Mullet and Salmon (74% and 23% of statewide recreational catch in
200 2012-13) being caught from this region (Lyle *et al.* 2014). The commercial catch of Yellow-eye
201 Mullet peaked in 1999/2000 and has decreased since, with 2 tonne reported to be caught in 2015/16
202 (Emery *et al.* 2017). Although the Tasmanian stock of Yellow-eye Mullet is classified as
203 ‘sustainable’, any repair and expansion of their nursery habitat is likely to support and enhance its
204 carrying capacity, and hence its sustainability status. For example, given that an average of 13.6
205 individuals of Yellow-eye Mullet were found in a 100 m² area of saltmarsh (Prahalad *et al.* 2019b),
206 restoring tidal flows to a nominal 100 ha of saltmarsh could translate to an increase in the species
207 population by 136,000 individuals (Figure 4). There was also evidence for rapid recruitment potential.
208 Samples taken from rehabilitating saltmarshes behind previously breached levees supported similar
209 fish assemblages to nearby unaltered marshes without levees. This indicates that removing tidal
210 barriers to reconnect marshes currently behind levees is likely to return immediate benefits for fish
211 use through expanded habitat and food resources (cf. Roman *et al.* 2002; Raposa & Talley 2012).

212

213 While Silversides (Atherinidae) are not directly targeted by fishers in Tasmania, they provide an
214 abundant food source for other piscivorous fish that are targeted by both commercial and recreational
215 fishers (cf. Mazumder *et al.* 2011). Most importantly, these are part of the suite of species that
216 contribute to overall marine biodiversity and productivity of these temperate systems. These
217 seascapes contribute more broadly to the marine food web via export of plant and animal matter to
218 coastal waters (Melville & Connolly 2003; Svensson *et al.* 2007).

219

220 **A simple framework for building a business case for investment in seascape repair**

221 While acknowledging a suite of ecosystem services associated with repair (e.g. Jenkins *et al.* 2010),
222 this research has emphasised benefits stemming from increased harvest for recreation and human
223 consumption of a subset of species – readily valued benefits. If these benefits are estimated to be

224 greater than the costs of implementation, then a prospective repair project has a benefit-cost ratio of
225 *at least* 1 (and usually much higher: see de Groot *et al.* 2013).

226

227 Our biological understanding of the magnitude of stock increases associated with any specific repair
228 actions remains rudimentary. Predicting with certainty the payoff of investment in repair projects is
229 clearly difficult. Insufficient information should always provide the impetus for careful consideration
230 of potential risks and a cautionary approach. However, risk and uncertainty are ubiquitous features
231 of many kinds of investment. Delaying decision making while uncertainty is further reduced or
232 entirely resolved carries the cost of foregone benefits, both gross (e.g. increased yields) and net (e.g.
233 avoided risks). Repair costs are very likely to increase in the future due to declining resource condition
234 relative to demand, and higher capital and labour costs (Blignaut & Aronson 2008). It also ignores
235 the benefits of learning via implementation through adaptive management (Walters 1986; Burley *et*
236 *al.* 2012). Here we use the East Coast Subtropical coastal wetland restoration (Clarence River estuary,
237 northern New South Wales) case study to lay groundwork by offering a basic decision support
238 framework for considering investment in seascape repair under uncertainty.

239

240 A primary source of uncertainty is the size of the increase in yield or quota a repair project might
241 bring. For example, for School Prawn, one of the key variables for which there was large uncertainty
242 was the recruitment subsidy associated with repair of a discrete area of habitat and its implications
243 for biomass and harvest (Taylor & Creighton 2018). Assume that we are considering repair for three
244 hypothetical candidate sites, A, B and C, within the Clarence River estuary, all of which are motivated
245 primarily by an increase in School Prawn abundance and availability. Although we may not know
246 the true magnitude of the recruitment subsidy, we can use expert judgment to estimate the probability
247 of a discrete set of possibilities and estimate associated improvements in quotas. The illustrative
248 judgments shown in Table 2 for three hypothetical sites are the authors' own (cf. Taylor & Creighton

249 2018), but in other settings analysts can formally elicit judgments using accessible and proven
250 methods (Hemming *et al.* 2018).

251

252 Considering site A first, the risk-neutral approach is to calculate the expected benefit using the
253 probability weighted difference between estimates with and without repair. That is, our risk-neutral
254 best estimate of the pay-off for repair at site A is an additional harvest of 375 kg y⁻¹, on average
255 (Table 2). If the clearing market price for School Prawn is AUD10 kg⁻¹ (Taylor & Creighton 2018),
256 we can now estimate the present value, *PV*, of the benefit: $PV = \left(\frac{A}{r}\right) \cdot \left(1 - \frac{1}{(1+r)^h}\right)$, where *A* is the
257 annual benefit, *r* is the discount rate (or interest rate) and *h* is the time horizon (in years) over which
258 the repair project is to be assessed. For *A* = \$3,750, *r* = 4% or 0.04, and *h* = 30 years, *PV* = \$64,845.
259 If the (discounted) costs of implementing the project are less than \$64,845 then the risk-neutral
260 decision-maker will proceed with implementation, knowing that the expected ratio of benefit to cost
261 exceeds 1. If costs are in the interval (AUD\$25,938 - \$95,106; see Table 3: site A) the decision-maker
262 needs to consider their attitude to risk, and perhaps other services that may become valuable in future
263 (e.g. carbon and nitrogen storage, recreation: Jenkins *et al.* 2010). In addition, the prospects for
264 transferring learning outcomes (knowledge spillover) to other speculative projects and investments
265 may be worth considering.

266

267 After applying the calculations and data for School Prawn shown above to sites B and C, we report
268 best estimates and plausible bounds for the present value of the benefit of repair at each of the three
269 sites in Table 3. The estimated costs of repair for our hypothetical sites are shown in Table 4. Up-
270 front costs include capital works and compensatory payments to landholders for inundation of
271 otherwise productive land, among other possible impacts. Ongoing costs are to be incurred for
272 maintenance. Using the same formula above for calculating the present value of maintenance costs
273 (again with a 30-year time horizon and a 4% discount rate), we obtain total costs for each candidate
274 project. Outcomes are summarised as (uncertain) benefit-cost ratios in Figure 3.

275

276 The risk-neutral decision maker focuses on best estimates. Risk-averse decision-makers focus on
277 lower bounds, and risk seekers on upper bounds. The priority order of the three projects depends on
278 risk attitude where B is (weakly) preferred to A, and C is non-viable for the risk-neutral decision-
279 maker; A is (weakly) preferred to B, and B is preferred to C for those that are risk seeking; and none
280 of the projects may appeal to a risk-averse decision-maker.

281

282 The 4% discount rate with the 30-year time horizon has been used by similar assessments focused on
283 wetlands restoration (e.g. Jenkins *et al.* 2011). Although, social investments which accrue benefits
284 for the future have been subject to a lower ‘social discount rate’ (and usually lower than
285 private/individual discount rates), based on both market and ethical principles (Harrison 2010; United
286 Nations 2014). A review of 2,160 economists by Weitzman (2001) indicated a preference to use
287 discount rates of less than 4% and decreasing to less than 1% for the distant future (i.e. a time horizon
288 of > 76 years) for climate change mitigation. Land managers themselves may choose repair under
289 low discount rates for both market and non-market reasons due to varying risk perceptions, and a trial
290 auction process could help reveal costs (e.g. Stoneham *et al.* 2003).

291

292 The purpose of the simple framework we have outlined here is to demonstrate how effective seascape
293 repair decisions can be made despite uncertainty. It can be readily adapted to different discount rates
294 and time horizons, and extended to include continuous probabilistic judgments and additional sources
295 of uncertainty (e.g. cost to fishers). We note, importantly, that expert judgment need not be a critical
296 bottleneck in adapting this framework to develop more detailed, contextually nuanced and locally
297 specific business cases. There are simple and accessible protocols available for eliciting the kinds of
298 judgments used in our hypothetical example here (Burgman *et al.* 2011; Hemming *et al.* 2018). The
299 framework explicitly argues against use of uncertainty as an excuse for inaction (also see de Groot *et*
300 *al.* 2013). Even where uncertainty makes the stand-alone merit of a candidate repair project unclear,

301 the benefits to be gained from learning through implementation and subsequent monitoring may make
302 implementation worthwhile (Burley *et al.* 2012). Also of importance, particularly in the context of
303 seascape habitats and their capacity for carbon storage, is the ‘social welfare value’ of repair that
304 would include avoided damages due to mitigation of climate risks (Jenkins *et al.* 2011). There are
305 many other considerations for leverage, such as benefits derived from job creation and training, as
306 well as sustaining cultural values (Blignaut & Aronson 2008), such as connection to place (e.g.
307 Aboriginal ‘Sea Country’).

308

309 **Concluding comments**

310 The three diverse case studies have demonstrated the substantial indicative benefits that can accrue
311 from seascape repair and may assist in the formulation of the proposed Recovery Plan for costal
312 saltmarsh listed under the EPBC Act. While only market benefit indicator species that are readily
313 understood by the community were used for illustration, the total benefits (as positive externalities)
314 of repair are multiple. Equally importantly, even with just the value of the market benefit indicator
315 species used, the argument for investment in repair is compelling (Blignaut & Aronson 2008; Turner
316 & Daily 2008). The challenge remains that while repair delivers multiple public and private benefits,
317 currently these drained seascape areas are generally in private ownership and are restricted from
318 functioning as fisheries habitats (e.g. Figure 4). The opportunity costs for restoring these fisheries
319 habitats need to be brought into sharper focus for policy makers to community advocates by
320 increasing the recognition of the relative costs and benefits of competing land uses.

321

322 As to the specific costs of repair works, activities are in most cases relatively simple – generally
323 involving minor earthworks in removing small bunds and any infill to reinstate tidal connectivity and
324 re-establish tidal channels (e.g. Prahalad 2014; Prahalad *et al.* 2019b). These are likely to be relatively
325 inexpensive and could be rapidly undertaken by equipment such as a tractor-mounted backhoe. These
326 costs can be integrated a part of a business case developed from the groundwork we have provided,

327 focusing on a readily understood potential market benefit indicator as a surrogate for ecosystem
328 service benefits accruing from seascape repair. Any business case for repair will also need to address
329 the needs for greater clarity, rigour and demonstrable merit in identification of suitable repair sites
330 and targets. Indeed this provides a key challenge for scientists, determining amongst many
331 prospective repair sites and market benefit indicators, all of them individually worthy to varying
332 degrees for seascape function, which of these sites and indicators will increase the prospects for much
333 needed investment in saltmarsh and seascape repair.

334

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Table 1: Case study in relation to local policy context (cf. Rogers *et al.* 2016), proposed likely policy changes, and targeted ecosystem service subsidies resulting from seascape repair (selected on the basis that they are readily understood by policy and decision makers).

Climate zone	Case study area	Policy context (for both conservation and restoration, if applicable)	Prospects for seascape conservation and repair using fisheries as a policy surrogate	Changes in terms of increased fisheries production outputs resulting from seascape repair
Tropical	Bowling Green Bay, north Queensland	Saltmarshes, mangroves and tidal channels designated as fish habitat areas protected under Queensland <i>Fisheries Act 1994</i> (Rogers <i>et al.</i> 2016). Protection does not extend to non-designated wetland areas (e.g. on pasture land). Major investment in ecosystem repair proposed under the Australian Government <i>Reef 2050 Long-Term Sustainability Plan</i> .	Conserve existing saltmarsh as key fish habitats through cooperation with State Fisheries agencies (e.g. as marine protected areas under the Queensland <i>Fisheries Act 1994</i>). Invest in the repair of degraded saltmarsh by removal of tidal barriers to re-instate tidal flows.	Increase in commercially and recreationally important species populations, such as Banana Prawns (<i>Fenneropenaeus merguensis</i>) and their key predators Barramundi (<i>Lates calcarifer</i>). Indirect additional increases in commercial and recreational piscivorous fish species abundance and biomass through enhanced food chains resulting in increased biomass of prey taxa such as Herrings (Clupeidae) and Mullet (Mugilidae).

Subtropical	Clarence River estuary, New South Wales (NSW)	Coastal saltmarsh habitat and associated ecological community is listed as an ‘endangered ecological community’ under NSW <i>Threatened Species Conservation Act 1995</i> (Rogers <i>et al.</i> 2016). The <i>NSW Marine Estate Management Strategy 2018-2028</i> seeks to “reduce the cumulative impacts of existing agricultural infrastructure on freshwater flows and estuarine hydrology” (e.g. re-instatement of tidal flows to saltmarsh).	Invest in the repair of degraded saltmarsh by removal of tidal barriers to re-instate tidal flows (e.g. through the <i>NSW Marine Estate Management Strategy 2018-2028</i>).	Increase in the recruitment and trophic productivity of School Prawn (<i>Metapenaeus macleayi</i>), a commercially and recreationally important species. Additional gains in fisheries productivity through export of biomass (through outwelling) from saltmarsh to other seascape habitats.
Temperate	Circular Head region, north-west Tasmania	No recognition of saltmarshes and their values within State legislation (except for a few listed species and those areas within existing reserves). Some protection afforded under the State-wide planning regime, subject to enforcement (see Prahalad <i>et al.</i> 2019a).	Conserve existing saltmarsh as key fish habitats through liaison with State Fisheries agencies (e.g. as marine resources protected areas under the <i>Living Marine Resources Management Act 1995</i>). Invest in the repair of degraded saltmarsh by removal of levees to re-instate tidal flows (see Figure 4).	Increase in three commercially and recreationally important species populations, especially of Yellow-eye Mullet (<i>Aldrichetta forsteri</i>). Additional food subsidies to piscivorous fish that are targeted by both commercial and recreational fishers from Silversides (Atherinidae) and Gobies (Gobiidae).

Table 2: Estimated annual harvest rates (kg per year) for three hypothetical candidate repair sites.

	with repair			without repair		
	pessimistic	best estimate	optimistic	pessimistic	best estimate	optimistic
	p = 0.25	p = 0.50	p = 0.25	p = 0.25	p = 0.50	p = 0.25
site A*	250	700	950	100	300	400
site B	400	900	1200	200	550	700
site C	200	600	800	150	400	500

* For site A, as an example, the probability weighted difference between estimates with and without repair: $0.25 \times (250 - 100) + 0.50 \times (700 - 300) + 0.25 \times (950 - 400) = 375$ kg/yr.

Table 3: Best estimates and plausible bounds for the present value of benefits for each of three hypothetical candidate repair projects.

Present value of benefit	site A	site B	site C
lower bound	\$25,938	\$34,584	\$8,646
best estimate	\$64,845	\$60,522	\$32,423
upper bound	\$95,106	\$86,460	\$51,876

Table 4: Costs for each of three hypothetical candidate repair projects.

	site A	site B	site C
costs of capital works	\$8,000	\$7,000	\$10,000
costs of landholder compensation	\$10,000	\$25,000	\$20,000
annual cost of ongoing maintenance	\$1,500	\$500	\$1,000
Present value of total costs	\$43,938	\$40,646	\$47,292



Figure 1. Seascape habitats from eastern coastal Australia used as candidate examples to illustrate the benefits from restoration. (a) Tropical case study: cast-netting in action along a mangrove lined creek in Australia’s wet-dry tropics; (b) Subtropical case study: a remnant sub-tidal marsh channel on the Lake Wooloweyah delta, northern New South Wales (the channel extends in about 20 m and then hits the dyke); (c) Temperate case study: pop-nets in action at high tide on a saltmarsh in Tasmania’s north west coast, and (d) the focal species Yellow-eye Mullet (*Aldrichetta forsteri*).

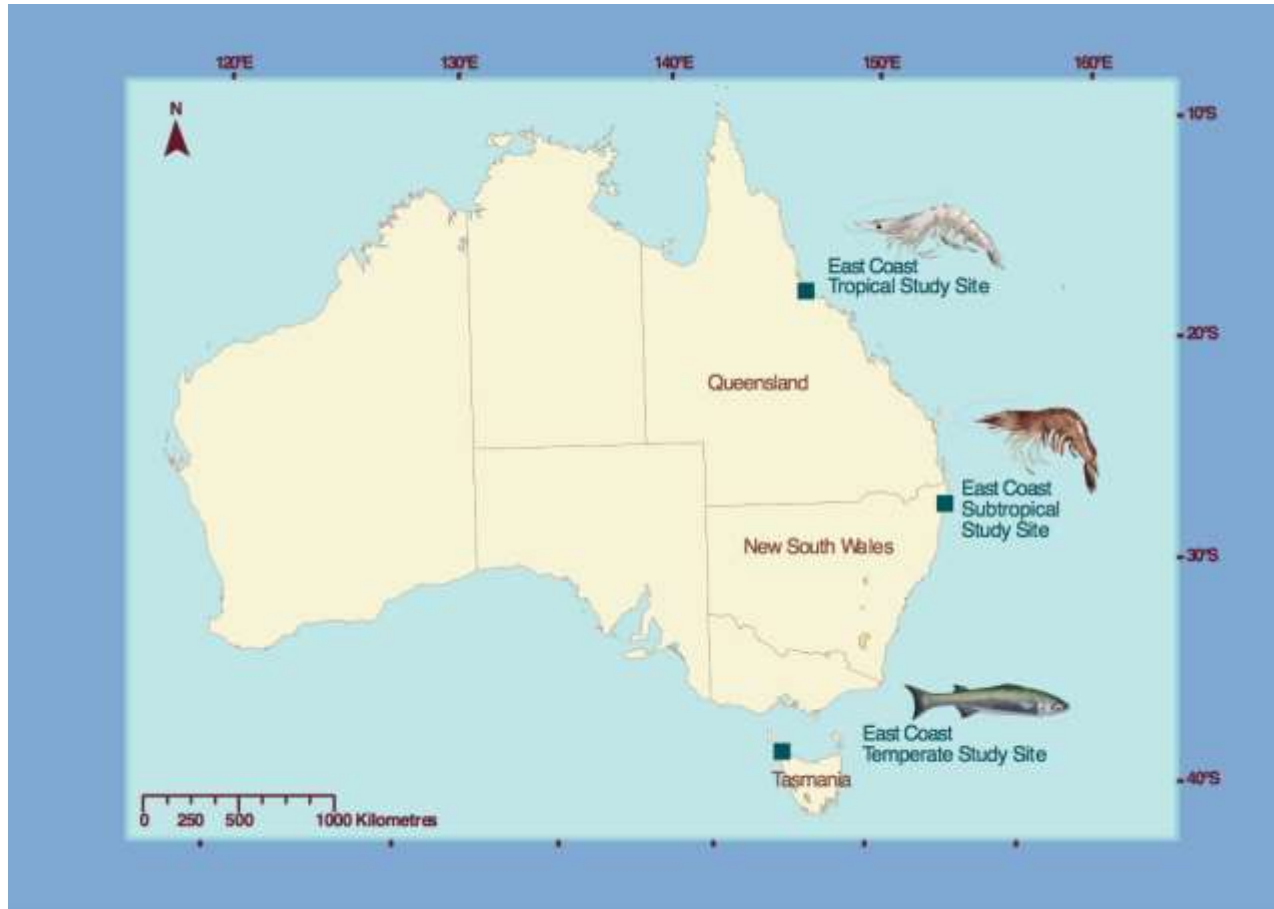


Figure 2. Location of the three case studies from eastern coastal Australia used to signify the potential fisheries benefits that can be derived from repair of tropical, subtropical and temperate seascape environments.

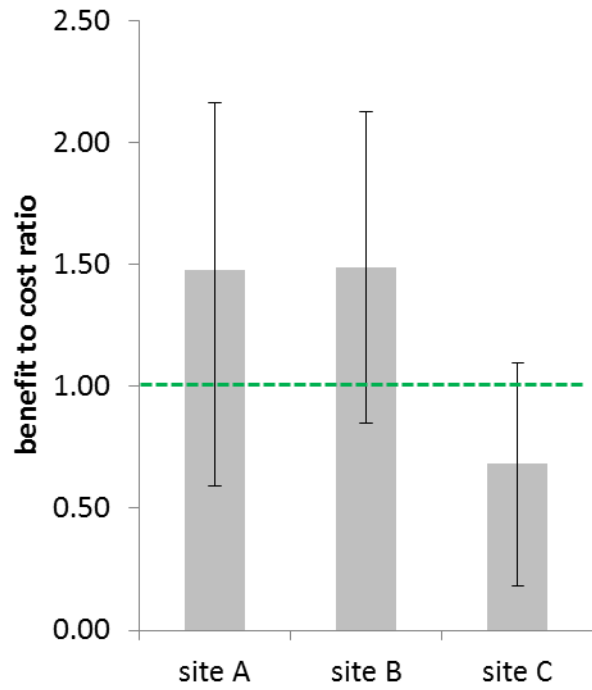


Figure 3. Benefit-cost ratios of the three hypothetical candidate repair projects, with plausible bounds. As discussed in text, these are conservative estimates using only our indicator species and the actual benefit to cost ratio is generally much higher (see de Groot *et al.* 2013).

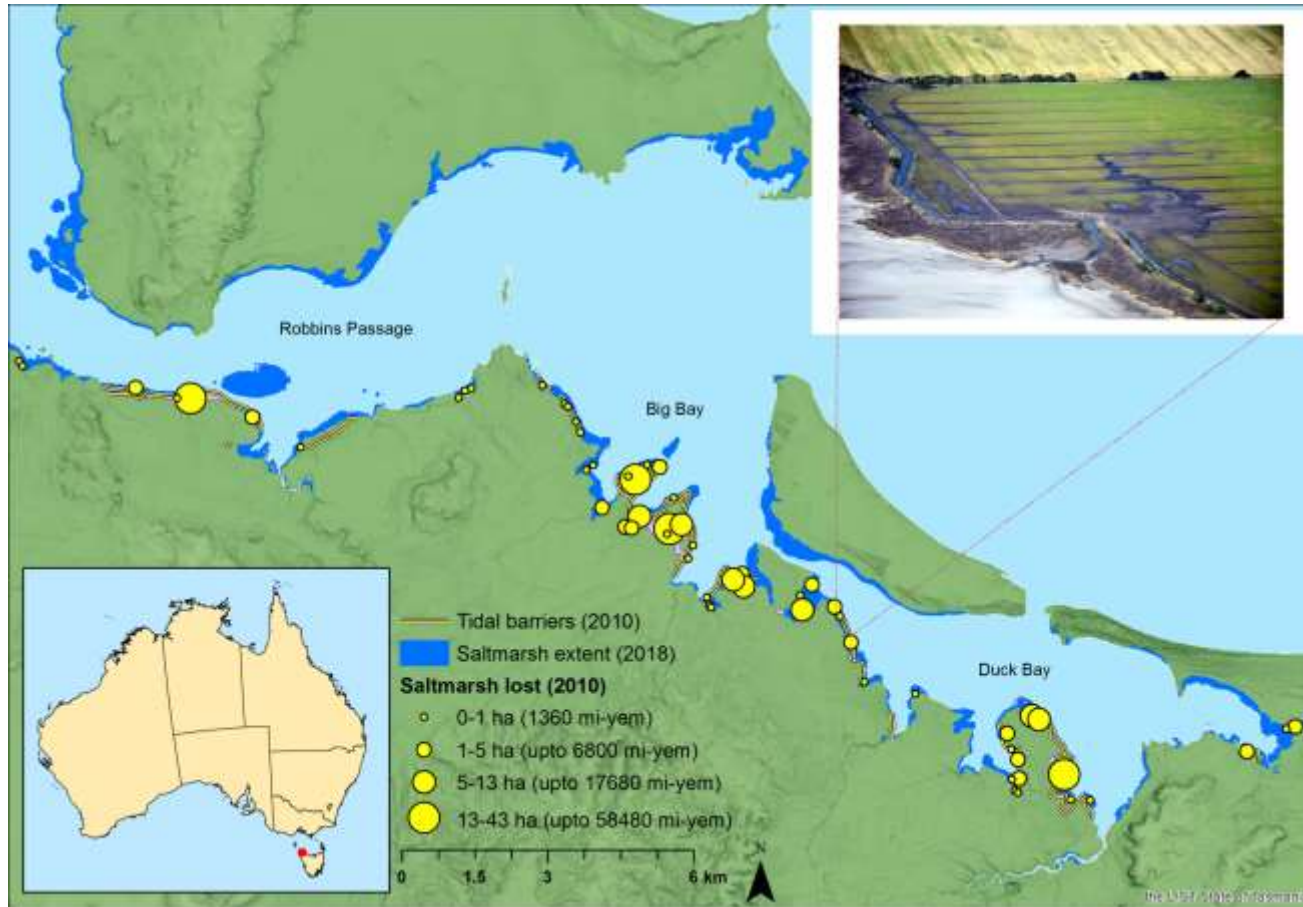


Figure 4. Location of the east coast temperate study with the potential for saltmarsh repair mapped in high resolution (based on Prahalad 2014) and the likely marginal increase in the focal species Yellow-eye Mullet (*Aldrichetta forsteri*) (mi-yem, classified using Jenks natural breaks). The inset oblique image provides a closer view of the potential for saltmarsh repair through restitution of tidal flows, through engagement with private land managers. Base data from the LIST (www.thelist.tas.gov.au, State of Tasmania).

‘Implications for managers’ box

Documenting the potential ecosystem service benefits of seascape repair (e.g. fisheries productivity) can foster improved community and agency understanding and promote investment in an enhanced future for Australia’s coastal marine biodiversity. Key steps in this process include:

- Identification of the seascape habitat (e.g. saltmarsh) and the function (e.g. tidal connectivity) that requires restoration.
- Selection of exemplar indicators (e.g. prawn and fish species) among the suite of ecosystem services that could illustrate the tangible benefits of seascape repair readily understood by policy makers to community advocates.
- Collection of biological information on selected indicators (e.g. prawn and fish species) with respect to their habitat (e.g. saltmarsh) and the broader seascape context (e.g. trophic and life-style relationships).
- Development of candidate scenarios for seascape repair that could secure substantial improvement in ecosystem services (primarily fisheries, but also knowledge spillover and other positive externalities), by combining the biological information with assessment of economic costs and benefits, engineering works, and an understanding of social feasibility.