Right-sizing observation systems: A biodiversity example using a cost-benefit approach

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Natural Resources and the Environment

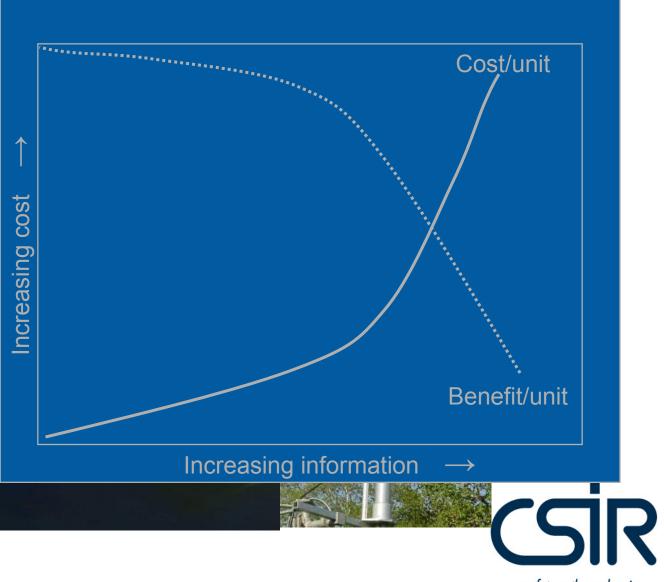
Council for Scientific and Industrial Research

South Africa





Optimum investment in observation









Benefit chain framework

∆ Information as a result of an improved interoperable data systems

Improvement of decision as a result of better information Economic benefit resulting from better decision

Is benefit >> costs?

Incremental cost to obtain better information

What is the shape of the cost-benefit relation?

Can global collaboration reduce the cost or increase the benefit?

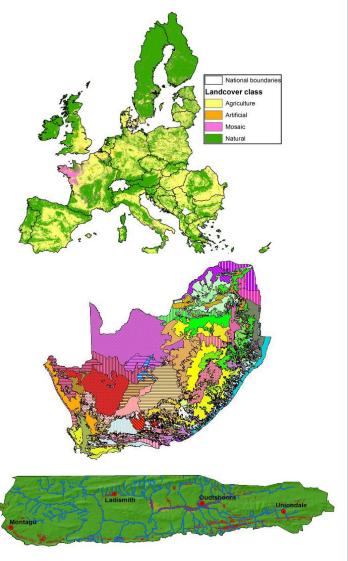
What variables are most sensitive to increased accuracy?

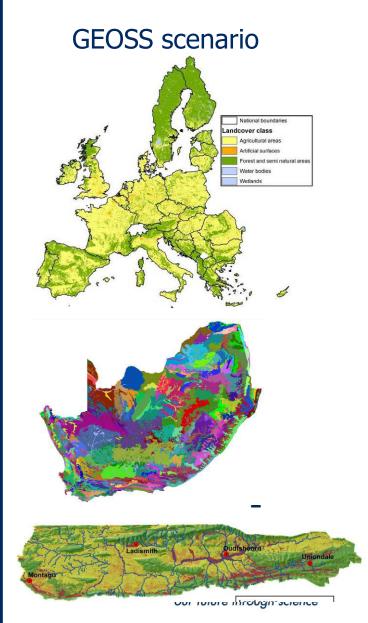




Application













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Applying the benefit chain: Wildlife census





Wildlife census

Cost

= US\$ 70 000

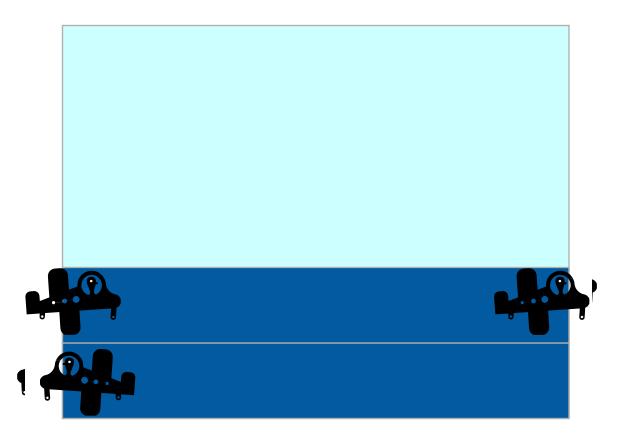
Benefit

= US\$ 40 000





Census sampling effort











How much sampling is enough?

Current practice

- Effort which reduces the coefficient of variation for the target populations to within an acceptable range (often arbitrarily set at 10%)
- Currently = 15% of area and ~15% CV

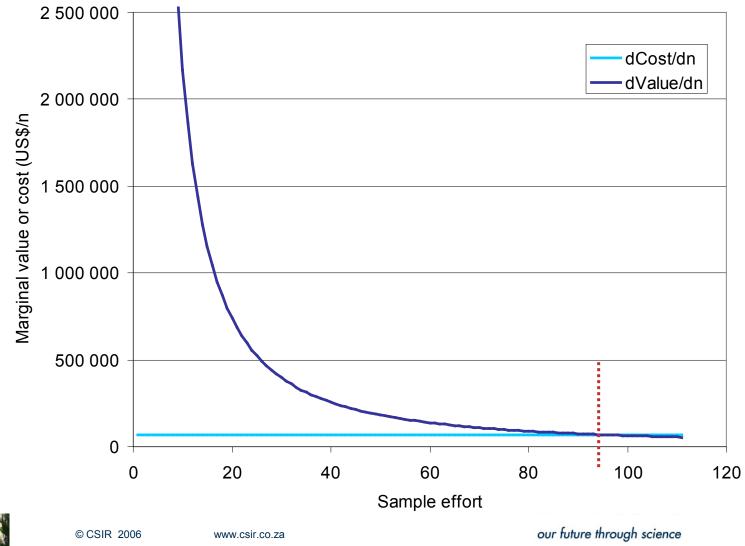
Benefit chain logic

- Optimum: cost of an additional unit of effort < marginal value delivered by that effort
- Value = number of animals confidently claimed to exist in the area * market value
- 'Confident claim' = lower error range (CV)





Marginal value and cost





Breakeven per species

Species	CV	Value	n
Elephant bulls	15.4	39 370	38
W Rhino	15.1	38 921	71
Impala	11.3	95	8
Giraffe	13.6	1 938	10
Zebra	13.1	643	11
Wildebeest	23.1	203	5
Kudu	15	303	4
Warthog	40.6	106	3
Waterbuck	31.8	670	6
All			95

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The value of information in KNP

Market value ≠ Social value





Information for managers

- Why do managers need to know numbers?
- How accurate must the numbers be?
- How much is this improved information worth?

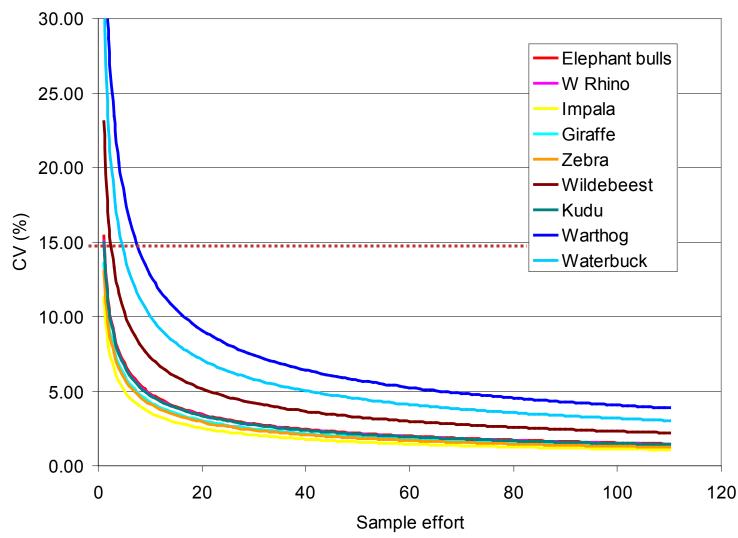
Thresholds of potential concern

<15% CV



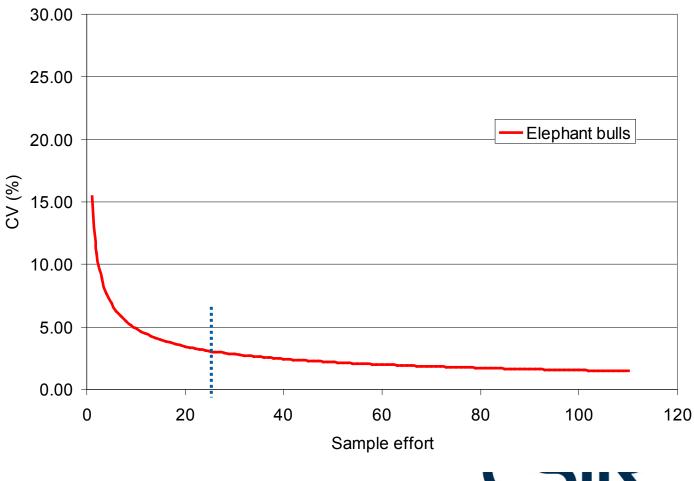


CV of large herbivores census





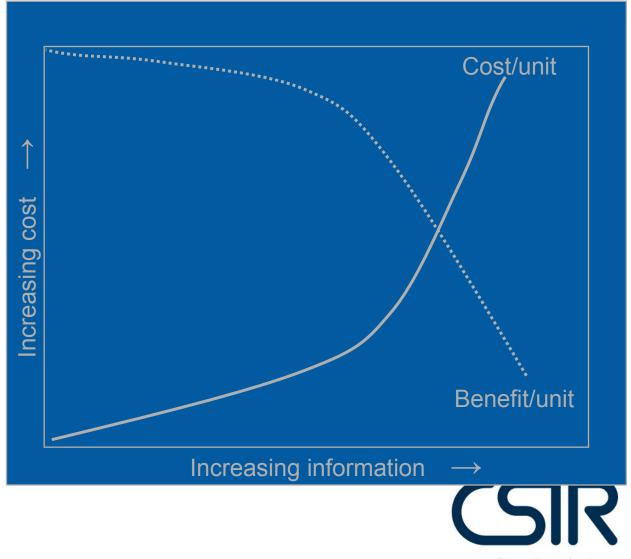
How accurate do the numbers have to be? Is a CV of <15% enough?







The value of improved observation



Thank you

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