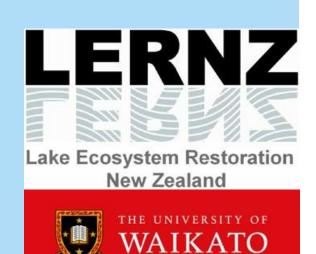
# Economics of lake restoration

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Te Whare Wānanga o Waikato

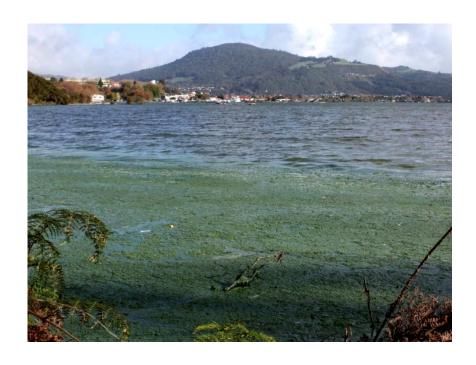
#### Research overview

- Integrate environmental, economic and policy aspects of lake restoration
- Pressures on ecosystems and management responses
- Values of lake ecosystem
- Inform more effective regulation and management



#### Restoration of Lake Rotorua

- Eutrophication and its drivers
  - Point-source & diffuse pollution
  - Invasive weeds, sewage, farm run off
- Management responses
  - Weed spraying, alum dosing, floating wetland, land management
- Future options
  - Sewage treatment upgrades, land management





## Costs of lake restoration

- Aim: TLI 4.2, 350t reduction nitrogen pa
- □ Costs (2012)
  - \$4,000,000 Alum, land management change, artificial wetland, sewage reticulation)
  - \$ 30,000,000 to date

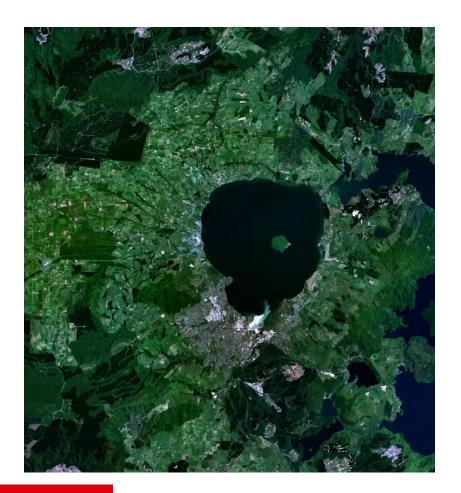
(Te Arawa Lakes Programme Annual Report 2012/2013)





## Values of Lake Rotorua

- Ecosystem services
  - Food
  - Biodiversity
  - Nutrient processing
  - Recreation
  - Aesthetics
  - Education
- Valuation (2012)
  - **\$120,000,000**
  - \$15,000/ha<sup>-1</sup>





## Conclusions

- Value of lake ecosystems often underestimated?
- Lake value justifies restoration cost
- Long-term perspective is important
- Land use change could be more cost-effective and sustainable



