# Spatial opportunity for coastal blue carbon in Aotearoa New Zealand

Phoebe Stewart-Sinclair, Carolyn Lundquist, Andrew Swales & Richard Bulmer





#### What is (coastal) blue carbon?



COASTAL AND MARINE ECOSYSTEMS SUCH AS MANGROVE FORESTS, SEAGRASS BEDS AND TIDAL MARSHES CAPTURE AND STORE A HUGE AMOUNT OF CARBON. THIS IS CALLED BLUE CARBON

### 70% OF OCEAN CARBON MC Coastal ecosystems occupy less than Man 0.5% of the global ocean surface area, store yet store around 70% of total carbon terre sequestered by the world's oceans. role

CO<sub>2</sub>

CO<sub>2</sub>

/ibrant Oceans

MORE THAN FORESTS Mangroves, seagrass and tidal marshes store more carbon per unit area than terrestrial forests and play a crucial role in mitigating climate change.

#### SEAGRASSES

CO2

grow very fast, absorbing carbon from sea water to build their leaves and roots. Seagrass beds secure sediment and dead organic matter, storing a significant amount of carbon in the soil.

CO<sub>2</sub>

#### MANGROVES

absorb carbon dioxide from the atmosphere to photosynthesize. They are extremely effective at storing carbon in their leaves, wood and roots as well as in the sediments they hold in place.

#### **TIDAL MARSHES**

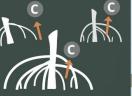
are home to numerous vegetation types that store carbon in addition to securing sediments and creating carbon-rich soil.



CO<sub>2</sub>

Blue carbon ecosystems are being degraded globally at an alarming rate of 1-7% per year, often due to coastal development. Unsustainable harvesting, destructive fishing and pollution are also significant threats.

This reduces their capacity to store carbon, to support fisheries, and livelihoods or protect coasts - ultimately turning these key ecosystems from carbon sinks into sources of atmospheric carbon.



#### **PROTECTION & RESTORATION**

Protection and restoration of blue carbon ecosystems is crucial for humanity on a local and global scale. WCS is working with conservation partners and communities to achieve this, using science to contribute to the development of solutions including Marine Protected Areas and blue carbon credit systems. These efforts are supported by WCS's reef conservation work, as healthy coral reefs support productivity and biomass of blue carbon ecosystems.

## How much do they store though? (carbon)

#### MAPPING OCEAN WEALTH COASTAL BLUE CARBON

Coastal wetlands – seagrass meadows, salt marshes and mangroves – provide one of the most effective natural solutions for carbon capture and long term storage on the planet.

Policymakers, industry and coastal practitioners should begin now to preserve and restore coastal wetlands

because of their climate mitigation and market potential for the benefit of local communities and economies.

Mapping Ocean Wealth demonstrates what the ocean does for us today so that we maximize what the ocean can do for us tomorrow.

oceanwealth.org @ocean\_wealth



EVERY YEAR coastal wetlands sequester enough CO2 to offset the burning of over

# BARRELS OF OIL

COASTAL WETLANDS ARE SMALL BUT MIGHTY Although they cover less than 1% of the ocean they store over 50% of the seabed's

rich carbon reserves

726 TONNE OF COAL emissions are offset by ONE HECTARE OF MANGROVE

### Coastal wetlands are THE ONLY HABITAT

that can continuously sequester and store carbon in soil

ONE HECTARE OF SEAGRASS CAN STORE 2X THE CARBON

captured by an average terrestrial forest

### Co-benefits (other ecosystem services)

#### **ECOSYSTEM SERVICES**

The benefits people derive from mangroves

Livelihoods

120 million

people living

near mangroves

Water filtration

2-5 hectares of

mangroves

may treat the effluents

of 1 hectare of

aquaculture<sup>8</sup>

Wood Its density makes mangrove wood a valued source of timber and fuel

> Coastal protection Restoring mangroves for coastal defence up to 5 times more costeffective than "grey infrastructure" such as breakwaters<sup>9</sup>



Mangrove ecosystem services Worth US\$ 33,000–57,000

per hectare per year<sup>1</sup> x 14 million hectares<sup>2</sup> = up to **US\$ 800 billion** per year

Tourism

There are over

2,000 mangrove-

related attractions

globally, such as

boat tours, boardwalks,

kayaking and

fishing7



#### **Climate regulation**

Carbon storage potential of mangroves is 3–5x higher than that of tropical upland forest due to strong carbon storage in the soil<sup>3</sup>; CO<sub>2</sub> released by global mangrove loss annually could be as high as the annual emissions of Australia<sup>4-5</sup>



Fisheries More than 3000 fish species are found in mangrove ecosystems<sup>6</sup>



Sources: ① UNEP, 2014 • ② Giri et al., 2011 • ③ In the Indo-Pacific region: Donato et al., 2011 • ③ Up to 450 million t CO<sub>2</sub>: Pendleton et al., 2012 • ④ In 2015: EDGARv4.3.2., 2018 • ③ Sheaves, 2017 • ① Spalding et al., 2016 ④ Primavera et al., 2007 • ④ In Vietnam: Narayan et al., 2016

## The Aotearoa New Zealand (NZ) context

- NZ has committed to reducing GHG emissions and aims to transition to a low-emissions economy
- One way to reduce emissions is to store carbon (sequestration) in marine and coastal environments (blue carbon)
- This can be done by restoring coastal habitats

# The unexpected climate plans of the new Government

Stuff

Olivia Wannan

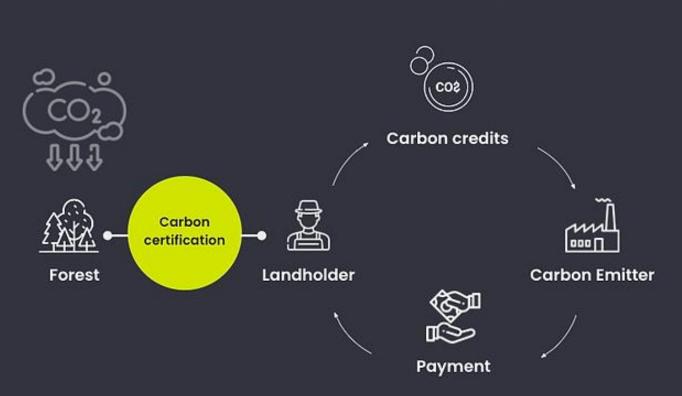
November 28, 2023, • 08:58am

**Support for kelp forests and mangroves.** According to proponents, coastal and at-sea forests (often called "blue carbon") should receive the same rewards as those with land-based forests, which are eligible for government carbon credits that can be sold to big emitters. They'll be buoyed by a commitment with NZ First to undertake "work to recognise other forms of carbon sequestration, including blue carbon".

#### Blue carbon opportunity in Aotearoa

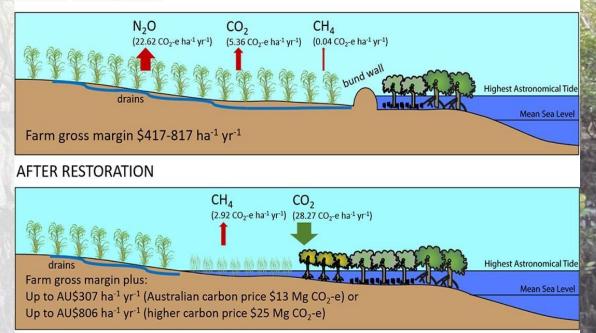
- Carbon credits are generated when we restore drained land to coastal habitat
- because the coastal habitats will store more carbon than drained land
- the difference in carbon storage = carbon credits

#### **Carbon Market**



#### Blue carbon projects in Aotearoa

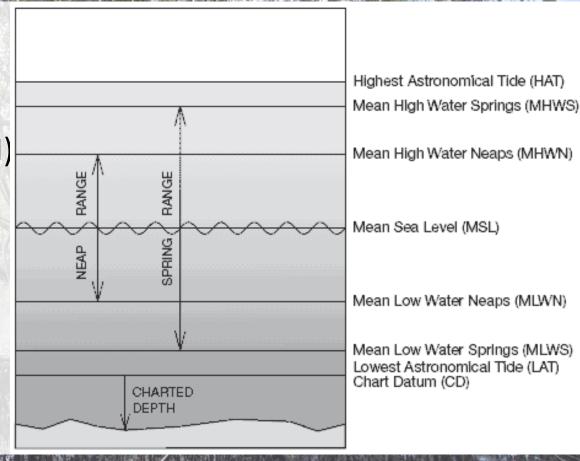
- Lots of coastal land has been drained for farming
- Drained land would historically be inundated by the sea during tides
- Tidal barriers like sea walls or gates on drains stop the land from going under water
- Tidal restoration would remove those man-made barriers and allow the coastal habitat to come back ->



## Method – Identify area under tidal influence

- Applied tidal data to a coastal LiDAR digital elevation model (DEM)
- 1 = low intertidal (MLWS to MLWN)

- 2 = low-mid intertidal (MLWN to MSL)
- 3 = mid-upper intertidal (MSL to MLWN)
- 4 = upper intertidal (MLWN to MLWS

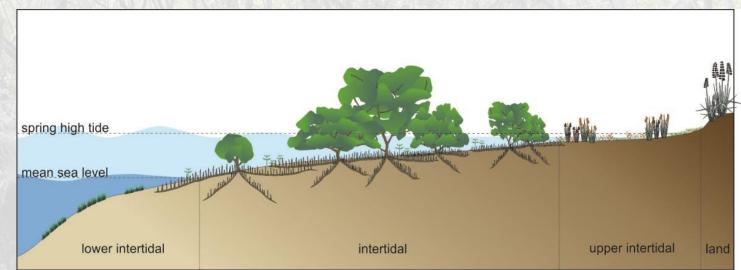


.govt

www.linz

#### Method – tidal zones and habitat type

- Saltmarsh occurs in the above neap tides
- Mangroves occur above mid tide north of Kawhia/Ohiwa
- Seagrass occurs in the lower intertidal (below mean tide)
- These habitats have different carbon sequestration rates and co-benefits (e.g., biodiversity, coastal protection ...)



# Results – total current opportunity

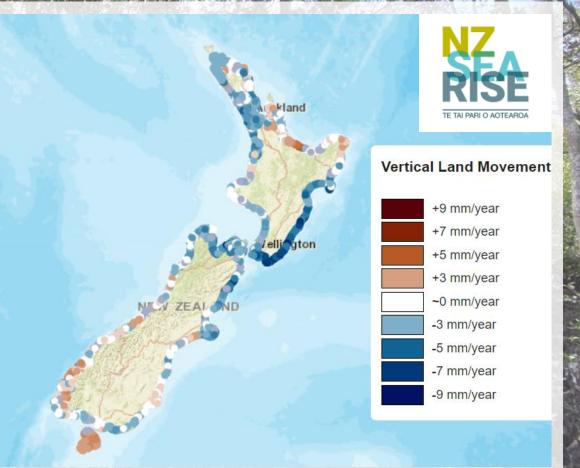
and a second	and the second second second	1	State and the state of the			
Tidal zone drai	ned area (ha)	1 - MLWS to MLWN	2 - MLWN to MSL	3 - MSL to MHWN	4 - MHWN to MHWS	Total ha
	Northland	462	696	3,326	8,961	13,444
4	Auckland	93	508	1,403	2,306	4,310
	Waikato	504	1,078	4,100	9,287	14,969
	Bay of Plenty	364	1,537	3,856	3,308	9,065
	Gisborne	187	198	409	349	1,143
	Hawkes Bay	223	724	1,177	837	2,961
	Taranaki	23	293	261	239	816
	Horizons	353	281	841	2,459	3,934
*	Wellington	108	188	259	723	1,278
spring high tide	Tasman	38	92	175	521	826
spring high tide	Nelson	18	25	24	179	246
	Marlborough	855	Hattatta m 475 Mb Landon	1,034	4,002	6,366
mean sea level	West Coast	2,433	2,294	1,828	1,943	8,498
	Canterbury	20	265	823	4,442	5,550
And and a second second	Otago	301	3,186	4,198	3,818	11,502
OH STATE	Southland	1	1	1	395	398

#### Method – relative sea level rise

- Three sea level rise scenarios
  - SSP 2-2.6: low emissions (+2°C)
  - SSP 2-4.5: moderate emissions (+2.7)
  - SSP 3-7.0: high emissions (3°C)

#### Two timeframes

- 2050: start blue carbon projects soon (20-year timeframe)
- 2080: future blue carbon projects to meet 2050 emissions targets
- Vertical land movement
  - Averaged for each region (+/- SLR)



#### Results – current land uses

- 58% of blue carbon opportunity NZ-wide is drained grassland
- 29% is currently wetland (marginal ponded pastures, degraded blue habitats, or conservation land).
- Forested areas (6%) could include supratidal habitats that are included in the Australian BlueCAM (e.g., kanuka, harakeke)

Land use	All regions (ha)
Grassland - High producing	40,022
Wetland - Open water	17,684
Grassland - Low producing	7,630
Wetland - Vegetated non forest	6,676
Natural Forest	4,606
Other	2,904
Cropland - Annual	1,837
Grassland - With woody biomass	1,506
Settlements or built-up area	1,152
ropland - Orchards and vineyards	864
Planted Forest - Pre 1990	341
Post 1989 Forest	85

#### Results – current land ownership

- >90% is privately owned land
- 7,808 ha of crown land in the total area available for blue carbon (~9% of total opportunity)
- In Australia the blueCAM policy is under agriculture
- Privately owned pasture is tidally restored to blue habitats to gain carbon credits

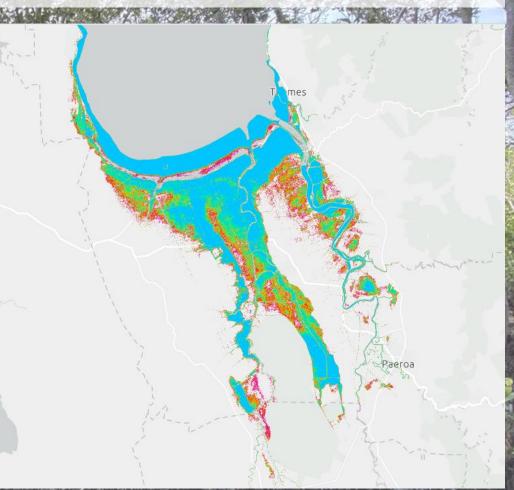


An Australian blue carbon method to estimate climate change mitigation benefits of coastal wetland restoration

Catherine E. Lovelock 🔀, Maria F. Adame, Jennifer Bradley, Sabine Dittmann, Valerie Hagger, Sharyn M. Hickey, Lindsay B. Hutley, Alice Jones, Jeffrey J. Kelleway, Paul S. Lavery ... See all authors 🕓

## Results – under sea level rise

- Blue = current blue carbon area within the tidal zone
- Hotness = blue carbon opportunity under increasing sea level rise to 2080.
- E.g., Thames sea wall removing tidal influence
- Some of the current areas will become sub-tidal



### **Conclusions and recommendations**

- Large opportunity and only increasing under sea level rise
- Most blue carbon opportunity is currently grassland, and most is privately owned
- Legislation should reflect this follow Australia's lead?
- In general, there are some regions with much higher opportunity for coastal blue carbon projects – potential for inclusion into climate adaptation plans
- It's important to consider the other co-benefits these habitats provide – such as coastal protection

### Thank you!



NIWA: Phoebe Stewart-Sinclair, Carolyn Lundquist, Andrew Swales Tidal Research: Richard Bulmer

Tidal Research



# Limitations



#### **Blue carbon - legislation**

- This is not a policy talk but we have recently published some work discussing this in NZ.
- Regardless it will be important to understand the opportunity for BC in NZ when legislation is drafted.

#### PERSPECTIVE article

Front. Mar. Sci., 07 February 2024 Sec. Marine Ecosystem Ecology Volume 11 - 2024 | https://doi.org/10.3389/fmars.2024.1290107 This article is part of the Research Topic Coastal Rewilding as a Nature-Based Solution View all Articles >

#### Enabling coastal blue carbon in Aotearoa New Zealand: opportunities and challenges

👫 Phoebe J. Stewart-Sinclair<sup>1\*</sup> 🔎 | Richard H. Bulmer² 🌬 | Elizabeth Macpherson³ 🌑 Carolyn J. Lundquist<sup>1,4</sup>

<sup>1</sup> National Institute of Water and Atmospheric Research Ltd. Hamilton, New Zealand <sup>2</sup> Tidal Research, Auckland, New Zealand <sup>3</sup> Faculty of Law, University of Canterbury, Christchurch, New Zealand <sup>4</sup> School of Environment, University of Auckland, Auckland, New Zealand

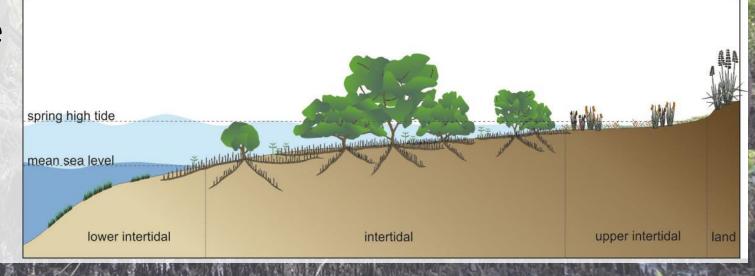
Blue carbon is the carbon sequestered by coastal and marine habitats such as mangroves, saltmarsh, and seagrasses. The carbon sequestration service provided by these habitats could help to mitigate climate change by reducing greenhouse gas (GHG) emissions, as well as providing other important ecosystem services. Restoration of coastal habitats for the purpose of sequestering blue carbon can generate carbon credits, potentially offsetting the costs of restoration and any lost revenue for landowners. Coastal blue carbon projects have been successfully implemented overseas, but a blue carbon market has not yet been established in Aotearoa New Zealand (ANZ). Here we identify key data gaps that will be necessary to fill to develop a blue carbon market in ANZ. Calculation of carbon abatement through development of a standardised method is the

#### Blue carbon issues in Aotearoa cont ...

• Land tenure in the tidal zone is contested in Aotearoa

A STATE OF A

- The Marine and Coastal Area (Takutai Moana) Act 2011
- So, what happens when we allow the tide to come back on drained land?
- It is not clear that the landowners would keep tenure of the land or own the carbon credits



#### Blue carbon issues in Aotearoa cont ...

- Economic viability \$\$\$
- Costs = costs of restoration, permits for restoration works, lost profits from loss of farming land, and ongoing maintenance
- Benefits = carbon credits
- At the moment the economic benefits <u>do not</u> outweigh the costs in most places
- However, in future, sea level rise will flood much of this land and increasing storm surges will stop pumps from being able to keep land dry and in production ... might not have a choice

#### Looking to the future

- Government could subsidise restoration reduce restoration costs
- lower farm gross margins from reduced agricultural productivity in areas affected by seawater intrusion – reduce opportunity cost
- Higher carbon prices are expected higher benefits
- Stack carbon credits with coastal resilience or biodiversity credits higher benefits
- Land tenure for a moving foreshore?
- Incorporation into the emissions trading scheme?
- Blue carbon is not ready to go in Aotearoa yet! But huge potential ...