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#### 11 Abstract

In spite of global actions, biodiversity is declining at an alarming rate. Despite the need for objectively comparable monetary standards to include biodiversity arguments in policymaking, research on the relationship between species diversity and its valuation from a societal perspective is still scarce.

In this paper, a methodological framework for the valuation of natural predators based on their ecological role in the agroecosystem is introduced. The framework integrates a dynamic ecological model simulating interactions between species with an economic model, thereby quantifying the effect of reduced numbers of natural predators on the net farm income. The model attributes an objective monetary value to increased species diversity through the changes in the provisioning of a marketable good.

Results indicate that the loss of three predators could decrease net farm income with 88.86 tha<sup>-1</sup> to 2186.5 tha<sup>-1</sup>. For the pear production sector in Flanders in 2011, this constitutes to an indirect use value of 0,68 million € for one predator and 16.63 million € for the presence of three predators. The aim is to provide a justification for the argument for biodiversity conservation, based on the ecological function of species, through the delivery of comparable monetary standards. <u>Keywords:</u> monetary valuation, ecological function, biodiversity loss, biological pest control,
 ecological-economic modeling

## 30 **1. Introduction**

In spite of global actions, biodiversity is declining at an alarming rate (Butchart et al., 2010). 31 32 The transformation of natural landscapes to agricultural systems, the abandonment of farmland with high natural values, and the intensification and changing scale of agricultural 33 operations are the key processes driving low ecosystem quality and biodiversity losses in 34 agro-ecosystems (Liu et al., 2013; Reidsma et al., 2006; Smith et al., 2013). Available 35 evidence strongly indicates the importance of agro-ecosystem restoration for environmental 36 benefits and acknowledges the potential to simultaneously minimize biodiversity harm at the 37 local level and increase farm yields (Barral et al., 2015; Cunningham et al., 2013). 38

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40 Although measurements of biodiversity have often been investigated, analyses at the farm scale and specific studies providing insights into factors driving agro-ecosystem community 41 structure are scarce (Birrer et al., 2014; Farnsworth et al., 2015; Turtureanu et al., 2014). 42 43 Furthermore, habitat and increased numbers of natural predators facilitate the provisioning of important ecosystem services such as maintaining agricultural pest control, and may increase 44 45 efficiency in controlling pests. However, the relationship between natural predators and pest reduction potential is not well established (Chaplin-Kramer et al., 2013; Letourneau et al., 46 47 2015). More specifically, the control of pests and diseases by biological control agents 48 contributes positively to the provisioning of agricultural products of a better quality or in higher quantities, however the relationship between the presence of natural predators and pear 49 production in particular has not been investigated yet. Mathematical models for biological 50 51 pest control have proposed the use of linear feedback control strategies to indicate how natural enemies should be introduced into the environment (Rafikov and de Holanda Limeira, 52 2011). 53

Farmers are in need of supporting evidence of biodiversity benefits outweighing the 55 opportunity costs incurred in order to strengthen the argument for biodiversity conservation at 56 57 the farm level. Moreover, without economic valuation of the environment, policy decisions that contradict economic rationality could be supported. In spite of the need for objectively 58 comparable monetary standards, empirical literature investigating the relationship between 59 species diversity and its valuation from a farmer's perspective is still scarce (Finger and 60 Buchmann, 2015). The elicitation of values for biodiversity with the aid of stated preference 61 methods suffers from the generally low level of awareness and understanding of what 62 63 biodiversity means on the part of the general public (Bräuer, 2003; Christie et al., 2006). Furthermore, the willingness-to-pay (WTP) for species that are unfamiliar or undesired by the 64 general public could yield extremely low values despite the fact that these species could be 65 66 performing indispensible ecological services and thereby contribute indirectly to the farmers' income. This, combined with the complexity of biodiversity (Feest et al., 2010), might just 67 68 overstretch the capacity of the usual stated preference valuation techniques for the valuation of biodiversity (Bartkowski et al., 2015). Revealed preference techniques have the advantage 69 that they rely on the observation of peoples' actions in markets. However, the majority of 70 species do not have a market price. Letourneau et al. (2015) value the changes in natural 71 72 enemy diversity by studying changes in producer and consumer surplus. They estimate that losses in natural enemy species richness in squash and cucumber fields in Georgia and South 73 Carolina could cost society between \$1.5 and \$12 million in social surplus every year. 74

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In this paper we provide a complementary approach and overcome some of the limitations mentioned by Letourneau et al. (2015) by (i) including an ecological model that allows for spatial and temporal variation in the ecosystem service potential of natural enemies, their

interactions with pests and the effect of those interactions on pest control cost savings, (ii) 79 providing an alternative approach when the relationship between natural enemies and crop 80 damage is not known, as is true for the majority of cases, (iii) confirming the results of 81 82 Letourneau et al. (2015) that values are case specific and providing these values for a different crop in a different climatic zone, with a different pest insect and natural enemies and (iv) 83 including the comparison of realistic alternative scenarios of species richness and measure 84 economically meaningful data in a field setting that comes close to the conditions that prevail 85 on actual farms. 86

87

This paper values the biological pest control provided by three natural predators of pear psylla
(*Cacopsylla pyri L.*) (Homoptera: Psyllidae) in organic pear orchards in Flanders (Belgium).
Three main research hypotheses are investigated:

91 H<sub>1</sub>: a decrease in natural predators' species richness causes a decrease in pest suppression

H<sub>2</sub>: a reduction in species richness of natural predators reduces marketable agricultural
 production, thereby decreasing farm revenues

94 H<sub>3</sub>: an alternative valuation method for natural predators based on their ecological function in
95 the ecosystem can be identified

96 The first hypothesis is quantified through the development of an ecological simulation model; 97 the second hypothesis is supported by the use of production functions and a direct market 98 valuation technique and the third hypothesis integrates all three research tools: an ecological 99 simulation model with a production function approach and a direct market valuation 100 technique.

101 The approach results in a monetary value for marginal changes of biodiversity losses (here: 102 reduced number of natural predators) whereby the functional role of the species in the 103 ecosystem (here: pest control) is the key mechanism for affecting the provisioning of a marketable good (here: agricultural production). The aim is to provide support for the
decision making process so that not only the costs of biodiversity conservation can be taken
into account but also the monetary benefits.

# 107 2. Case study description: biological pest control of pear psylla

Apple and pear production in Flanders accounted for 13764 hectares in 2011 and increased to 108 14285 ha in 2013, comprising 3% of all farmland. Since 2005, pear production comprised just 109 over half the hectarage with 7607 ha in 2011 and 7995 ha in 2013. The province of Limburg 110 accounts for 85% of the total apple and pear production in Flanders. In 2011, an average farm 111 possessed 12,0 hectares of pear plantations and 14,4 hectares in 2013. Organic production 112 accounts for only a small fraction but production areas increased by 224% over the period 113 2002 - 2012 from 25,09 ha to 58,07 ha. Average yields were 36031 kg per ha in 2011 and 114 38681 kg per ha in 2013, with a maximum of 44751 kg per ha in 2014 (Van der Straeten, 115 116 2016). Yearly sales volumes of pears amounted to almost 340 million kg in 2014 (NIS, 2015). Annual sales revenues ranged between 15133 €ha<sup>-1</sup> in 2011 and 20114 €ha<sup>-1</sup> in 2013 (Van der 117 Straeten, 2016). Yearly average selling prices for the period 2009-2013 were 0.57 €kg<sup>-1</sup> for 118 first-class pears, 0.39 €kg<sup>-1</sup> for second-class pears and 0.88 €kg<sup>-1</sup> for organic pears (personal 119 communication Regional Auction Borgloon). Assuming that annual sales volumes would 120 consist of second class pears only, 55.68% of gross revenues would be lost since if harvests 121 consisted of only second class pears and gross revenues would amount to 11736 €ha<sup>-1</sup> as 122 compared to 26481 €ha<sup>-1</sup> for harvests consisting of only first class pears (Van der Straeten, 123 2016). The sector is characterized by a decrease in the number of farms and an increase in the 124 average size. Sales volumes and revenues remain extremely volatile due to changing 125 environmental and market conditions (Platteau et al., 2014). 126

A major threat for the pear production industry is pear psylla (*Cacopsylla pyri*). The adults
cause damage both directly by extracting nutrients from the meristem tissue, and indirectly by

causing russet and roughness on pear skin. Pear psylla's status as a major pest is based on its 129 damage potential and its ability to develop resistance to insecticides. Through the production 130 of honeydew, the growth of black, sooty fungi, causing so-called "black pears" is facilitated. 131 132 It russets the pear skin and causes the fruit to be downgraded, thereby decreasing its market value (Erler, 2004). Literature quantifying the relationship between pest insect density levels 133 and the occurrence of fruit russet is however scarce (Brouwer, 2008). Research revealed the 134 failure of conventional chemical control agents against the pear tree psyllid, stressing the need 135 for alternative strategies such as enhancing natural arthropod enemies (Daugherty et al., 2007; 136 Erler, 2004; Rieux et al., 1999). Pear psylla are commonly attacked by several different 137 138 natural enemies (e.g. Anthocoris nemoralis (Heteroptera: Anthocoridae), Allothrombidium fuliginosum (Acari: Trombidiidae) and Heterotoma planicornis (Hemiptera: Miridae)), of 139 which A. nemoralis is the most common predator. Data collection is comprised of two 140 141 independently executed field tests. The first field test comprises field data collected on 7 plots in organic Conférence pear orchards in Hesbaye (Belgium) for two years from 2013 until 142 143 2014. Each field test sampled pear psylla eggs and nymphs on multiple days with an interval of 2-3 weeks (See ANNEX A.1 for data sampling method and pooled results). The second 144 dataset was obtained from field tests performed every two weeks for the period 2010-2011 on 145 7 different organic plots in Hageland (Belgium) and Gelderland and Limburg (NL). The same 146 techniques were used to assess mean egg numbers and larvae numbers (visual scouting and 147 the beating tray method) (see ANNEX A.3). 148

Counts for the presence of beneficial insects were performed between February and October
of 2013 and 2014 in organic *conférence* pear orchards (see ANNEX A.2 for data sampling
methods and pooled counts).

152 **3.** Methodology

153 **3.1 Ecological model construction** 

The ecological model simulates predator-prey dynamics between the pest insect and three of 154 its main natural enemies to analyze the effect on pear psylla (Pp) abundance in case of a 155 reduction in species diversity and abundance of natural predators. The main criterion for 156 selection of the natural enemies is the importance of a species as main pear psylla antagonist 157 and has been verified through expert opinion and literature review. With the use of STELLA 158 10.0.6 (Stella; available at http://www.iseesystems.com) (Costanza and Gottlieb, 1998; 159 Costanza and Voinov, 2001), the biodemographics of a pest insect Cacopsylla pyri (Pp) and 160 the interaction with (i) Anthocoris nemoralis (An), (ii) Allothrombidium fuliginosum (Af) and 161 (iii) Heterotoma planicornis (Hp) (Erler, 2004) are simulated over a period of one year 162 163 whereby:

164 
$$dn_{Pp}/dt = f(n_{An}, n_{Af}, n_{Hp}, n_{other})$$
 (eq. 1)

with *n* the species abundance and  $n_{other}$  the effects of other predators not explicitly included in the model.

Initial model parameter values are allowed to vary on a daily basis and can be found in 167 ANNEX B. The food fractions (the fraction that Pp makes up in a daily diet of a natural 168 169 predator) were set at 0.8 for specialists (An) and 0.2 for generalists (Af and Hp) (Piechnik et 170 al., 2008). The number of Ppe (eggs) and Ppn (nymphs) preved upon per day are variable and depend on prey density according to a logistic dependency. The higher the density of Pp, the 171 172 more Pp will be subject to predation as opposed to a linear dependency approach. Natural mortalities for all species are represented as a time-dependent variable longevity. Both 173 Oviposition and longevity are non-constant parameters, depending on the time of the year and 174 the adult generation cycle. The carrying capacity for Pp has been determined by excluding 175 predation under the assumption that resource use did not pose constraints. The growth 176 177 function is modeled as a logistic growth curve, followed by a decline of the population.

In the model, the effects of omitted species in the agro-ecosystem have been taken intoaccount in various ways:

180 (i)	An, Af and Hp are themselves subjected to predation from omitted species at
181	higher trophic levels and this effect has been taken into account by the inclusion of
182	a predation fraction for An, Af and Hp of 0.6. All natural predators are
183	continuously exposed to this predation fraction, on top of the longevity variable.
184	The natural predators, as well as the pest insect, therefore disappear from the
185	model either by natural death or due to predation by omitted species.

(ii) An, Af and Hp have multiple food sources besides Pp which is represented in the
model by varying the An, Af and Hp food fractions between 0 and 1. The
predation fractions therefore allow the predation of omitted species.

Other predators besides the three natural predators included in the model prey on Cacopsylla pyri. This effect is not included in the model, since the main aim of the model is to assess the specific effect of the loss of three specific natural predators on pest insect dynamics.

Despite the potential for beneficial effects for other natural predators upon removal of one
natural predator, no such interspecies competition has been taken into account due to various
reasons:

(i) different pest stages are attacked by different predators. Each species is modelled
throughout their different life stages (egg, nymph, adult) and it is only that specific
stage which is under predation from that natural predator.

- (ii) there is an overlap in timing of occurrence for the three natural predators but theirpeak times differ considerably, thereby reducing the potential for competitive effects.
- 200 (iii)they differ in their nature (generalists/specialists) and generalists have the ability to
  201 switch to other food sources.

(iv) the pest insect is abundant and there is no lack of food resources for all predators.

Biodiversity loss is then quantified by the loss in species richness of natural predators which is defined as the loss in the total number of species present, and assessed for its effect on the species abundance of the pest insect, both expressed in absolute numbers per hectare. A total of eight model scenarios (S1 - S8) were developed with S1 containing all species, S2 - S4 extinction of one natural predator, S5 - S7 extinction of two predators and S8 no natural predators.

Predator species	Scenarios							
	<b>S1</b>	<b>S2</b>	<b>S3</b>	<b>S4</b>	<b>S5</b>	<b>S6</b>	<b>S7</b>	<b>S8</b>
PREDATOR 1: Anthocoris nemoralis (An)	Х	х	0	Х	0	Х	0	0
PREDATOR 2: Allothrombidium fuliginosum (Af)	х	х	Х	0	х	0	0	0
PREDATOR 3: Heterotoma planicornis (Hp)	х	0	х	х	0	0	х	0

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Table 1: Schematic overview of the eight predator loss scenarios developed, indicating the presence (x) or absence (0) of a natural predator for 8 scenarios (S1-S8). Scenario 1 (S1) contains the pest insect and three natural predators, scenario 2 to 4 (S2 - S4) contains the pest insect and two predators, scenario 5 to 7 (S5 - S7) contains the pest insect and one natural predator and scenario S8 represents the scenario without predators.

215

The effect of a loss of species richness of natural predators is modeled for a one-year period whereby the effect on pest suppression results in the absolute biological pest control loss  $BPC_{loss}$  composed as the sum of (i) an increase in pest insect abundance ( $Pp_I$ ) and (ii) a decrease in predation ( $C_{loss}$ ) with

220 
$$BPC_{loss} = \sum (C_{loss}, Pp_I) > 0$$
 (eq.2)

221 with 
$$Pp_I = \sum (Ppe(S1) + Ppn(S1)) - \sum (Ppe(Sx) + Ppn(Sx)) < 0$$
 (eq.3)

222 and 
$$C_{loss} = C(S1) - C(Sx) > 0$$
 (eq.4)

Since eggs and nymphs are the main target for predation by predators,  $Pp_I$  calculates the difference between S1 and each of the other scenarios (Sx) for the sum of all eggs Ppe and

nymphs *Ppn* appearing per year.

226 The relative loss in biological pest control *RBPC* loss for S2-S8 compared to S1 is then

$$227 \qquad \frac{BPC_{loss(Sx)}}{BPC_{loss(S1)}} \tag{eq.5}$$

As eggs and nymphs are the main target for predation by predators, *RBPC*<sub>loss</sub> is described in terms of numbers for pest insect eggs and nymphs. These losses result in exponential increases of numbers of adults over multiple generations per year. The latter numbers are then linked to the occurrence of black pears through the identification of an ecological-economic linking function.

#### **3.2 Identification of ecological-economic linking function**

Linking biological pest control losses, which result from the ecological simulation model, 234 with the economic model (section 3.3) is established by identifying a damage threshold 235 function that links the maximum pest density level  $\partial_{Ppa}$  (adults ha<sup>-1</sup>y<sup>-1</sup>) over all eight 236 scenarios with the yield quality decrease (black pear occurrence)  $\gamma$  (%). It is assumed that the 237 maximum  $\partial_{Ppa}$  at any given time throughout the growing season will affect fruit russeting. 238 239 Experimental fruit research institutions recommend action to avoid 'detectable damage' when monitoring reveals pest insect densities  $\partial_{Ppa} > 1000$  adults per 10 beatings ( $\partial_{ETL} = 386*10^6$ 240 adults ha<sup>-1</sup>)<sup>1</sup>. They then define the Economic Treshold Level (ETL) as the percentage of black 241 pears that is encountered at  $\partial_{ETL}$ . 242

 $<sup>^{1}\</sup>partial_{Ppa}$ >1000 (adults per 3 shoots)\*20 (assume 5% caught)\*40 (shoots per tree)\* 1450 (trees per ha) = 386\*10<sup>6</sup> (adults per ha)

Since the shape of the damage threshold function is not known, two sets of four hypothesized relationships are constructed to simulate the correlation between  $Pp_a$  density levels  $\delta_{Ppa}$  (ha<sup>-1</sup>y<sup>-</sup> and black pear occurrence  $\gamma$  (%) for the two assumptions made:

246 (i) Linear: 
$$\gamma_{lin} = \alpha \,\partial_{Ppa}$$
 (eq. 6)

247 (ii) Logistic: 
$$\gamma_S = \frac{k}{(1+(k-\partial_0/\partial_0))} * exp^{r\partial_{Ppa}}$$
 (eq. 7)

248 (iii) Logarithm: 
$$\gamma_{log} = 1 - exp^{-\partial_{Ppa}}$$
 (eq. 8)

249 (iv) Exponential: 
$$\gamma_{exp} = exp^{\partial_{Ppa}}$$
 (eq. 9)

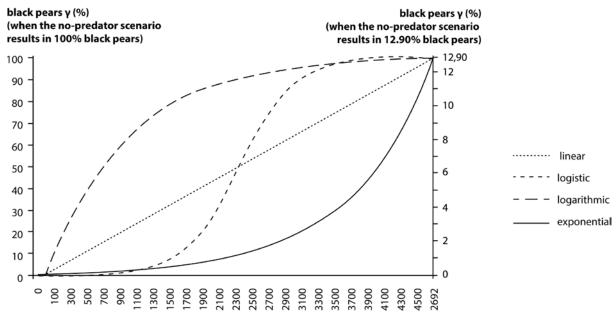
For the two sets of relationships, this results in a lower  $(\gamma_l)$  and upper  $(\gamma_u)$  percentage of black pears for each scenario S1-S8 with:

252 
$$\gamma_l = \min(\gamma_{lin}, \gamma_s, \gamma_{log}, \gamma_{exp})$$
 and  $\gamma_u = \max(\gamma_{lin}, \gamma_s, \gamma_{log}, \gamma_{exp})$  (eq. 10)

The first set of four hypothesized relationships assumes that the maximum  $\partial_{Ppa}$  in the nopredator scenario (S8) results in 100% black pears. This results in an ETL of 0,28% and 32,02% black pears (figure 1 left vertical axis).

The second set of four hypothesized relationships assumes that the ETL for  $\partial_{Ppa}$  equal to 386\*10<sup>6</sup> adults ha<sup>-1</sup> equals 1% of black pears. This results in a potential maximum amount of black pears of 12.90% at maximum  $\partial_{Ppa}$ <sup>2</sup> (figure 1 right vertical axis).

<sup>&</sup>lt;sup>2</sup> It is assumed that 'detectable damage' for the farmer equals 1% black pears.



Maximum Pear psylla density  $\delta_{_{ppa}}$  (10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>)

259

Figure 1: shows the four hypothesized relationships  $\gamma_{lin}$ ,  $\gamma_S$ ,  $\gamma_{log}$ ,  $\gamma_{exp}$  that can exist between 260 the maximum pest density level  $\delta_{ppa}$  (10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>) and the occurrence of black pears  $\gamma$  (%). For 261 each scenario, changing natural predator species results in changing pest density levels. The 262 damage threshold function then assesses the lower  $(\gamma_l)$  and upper  $(\gamma_u)$  percentage of black 263 pears encountered at the maximum pest density level  $\delta_{ppa}$  (10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>). For the first set of 264 hypothesized relationships (left vertical axis), the maximum  $\partial_{Ppa}$  in the no-predator scenario 265 (S8) results in 100% black pears (and therefore the ETL ranges between 0,28% and 32,02% 266 black pears). The second set of hypothesized relationships (right vertical axis) assumes that 267 the ETL equals 1% of black pears, resulting in a maximum potential percentage of black pears 268 269 of 12.90%.

## 270 **3.3 Economic model construction**

The economic model assesses the costs of a decrease in abundance and richness of natural predators by analyzing the effects on yield quality decreases at farm scale calculating the impact on (i) gross revenue and (ii) net income. The gross revenue  $I_G$  for each scenario is defined as  $I_G = \sum (I_b, I_f)$  with *b* black pears and *f* first class pears where  $I_b$  (respectively  $I_f$ ) represents the gross revenue with  $I_b = P_b * Q_b$ (respectively  $I_f = P_f * Q_f$ ), with  $P_b$  (respectively  $P_f$ ) the price and  $Q_b$  (respectively  $Q_f$ ) the quantity. The farm net income for each scenario is defined as  $I_F = I_G - TC$  with *TC* the total costs,  $C_v$  the sum of all variable costs and  $C_f$  the sum of all fixed costs.

Annual accounting data on yields (kg ha<sup>-1</sup>), revenues ( $\in$ ha<sup>-1</sup>), variable costs ( $\in$ ha<sup>-1</sup>) and fixed 279 costs (€) for organic production and non-organic production (ANNEX C) were used from the 280 281 Agricultural Monitoring Network (LMN) data (Van der Straeten, 2016), which are conform FADN<sup>3</sup> data collection procedures. The LMN dataset contains 53 non-organic pear farmers 282 (accounting for 662 hectares) and provides annual accounting data for the period 2009-2014 283 (Van der Straeten, 2016). Some numbers needed adjustment to represent organic production 284 taking into account the following assumptions: (1) yields (kgha<sup>-1</sup>) are 80% of non-organic 285 production with  $\mu = 30092,27$  kgha<sup>-1</sup> and  $s = 3652,28^4$ , (2) organic management requires 30 286 % more full-time equivalents (FTEs) with  $\mu = 4118,33 \oplus a^{-1}$  and s = 352,15 for non-organic 287 production and  $\mu = 5353,83 \text{ tha}^{-1}$  and s = 457,79 for organic production (EC, 2013). 288

The parameters for which differences exist between organic and non-organic production are discussed here, for all other parameters we refer to ANNEX C. The yearly average selling price for 2009-2013 for all pear classes was  $\mu = 0.57 \, \text{ekg}^{-1}$  (s = 0,16) (Van der Straeten, 2016) (with  $\mu = 0.55 \, \text{ekg}^{-1}$  and s = 0,16 for first class non-organic pears,  $\mu = 0.88 \, \text{ekg}^{-1}$  (s = 0,17) for organic pears and  $\mu = 0.39 \, \text{ekg}^{-1}$  (s = 0,12) for black pears (personal communication Regional Auction Borgloon))."

<sup>&</sup>lt;sup>3</sup> Farm Accounting Data Network

 $<sup>^{4}</sup>$  With  $\mu$  the average and s the standard deviation

The Department of Agriculture and Fisheries<sup>5</sup> states that organic farmers receive 50% higher subsidies ( $\mu = 140 \ \text{em}a^{-1}$  (s = 55) for non-organic and  $\mu = 210 \ \text{em}a^{-1}$  (s = 55) for organic production). Costs for crop protection account for 1579,83 \ mathbf{m}a^{-1} (s = 100,12) for non-organic production and no costs are taken into account for organic production (Van der Straeten, 2016).

300 Yields of black pears for each scenario were calculated based on the percentages of black pears encountered in the two sets of hypothesized relationships (section 3.2) and hence differ 301 for all scenarios under analysis. For reasons of simplicity, other production factors (e.g. 302 303 conservation costs, maintenance, packaging) are assumed equal for non-organic and organic production. The accounting data are imported into the risk analysis tool Aramis (@risk) and 304 all economic parameters are stochastic variables to calculate a confidence interval for the 305 306 gross revenues and the farm net income for each scenario S1-S8. Results from the risk analysis show the difference in gross revenues and the farm net income for a 95% confidence 307 308 intervals for S1 to S7 for the two sets of relationships and are linked to yield quality decreases (black pear increases) that result directly from species richness losses. 309

#### 310 **3.4 Model calibration**

We calibrated the dynamic simulation model for pest suppression in organic agriculture based on field data from one year for which most data points were available (2010). The units of field measurements (mean eggs/10 shoots) were transformed to yield model parameter units (absolute egg numbers per hectare), based on 33,84 shoots/tree on average, 5% of the eggs captured and 1714 trees per hectare (Van der Straeten, 2016). The reference model (S1) predicts both the peak density as well as the timing of the peaks relatively well (see ANNEX D).

<sup>&</sup>lt;sup>5</sup> <u>http://lv.vlaanderen.be/nl/bio/subsidies/hectaresteun-biologische-productiemethode-pdpo-iii</u> (last visited: 08-08-2016)

## 318 **4. Results**

# 4.1 Losses of natural predators result in significant decreases for biological pest control *RBPC<sub>loss</sub>*

The effect of a loss of species richness of natural predators on pest insect suppression revealed 321 an increase in pest insect abundance  $(Pp_I)$  (see eq.3) with decreasing predator numbers 322 depending on the generalist/specialist nature of predation. For the reference scenario (S1), 323 containing the 3 natural predators under investigation, the peak density of the sum of pest 324 insect eggs and nymphs equaled  $1237*10^{6}$ ha<sup>-1</sup>. S7 simulated the absence of An and Af 325 revealing an increase to maximum peak density of 23888 (10<sup>6</sup>ha<sup>-1</sup>) or an increase rate of 326 19.31. S2 (respectively S3; S4; S5; S6) simulates the absence of Hp (respectively 327 An; Af; An & Hp; Af & Hp; An & Af) resulting in a peak density increase rate of 6.57 328 (respectively 10.21; 8.82; 12.94; 19.31) revealing increases in eggs and nymphs absolute 329 numbers to 2551 (respectively 12633; 8130; 10905; 16005) (10<sup>6</sup>ha<sup>-1</sup>). 330

Furthermore, for S1, 133 ( $10^{6}ha^{-1}$ ) of the total eggs and nymphs (see section 4.1) are consumed in absolute terms (eq. 4). For S2 (respectively S4; S5; S6; S7) predation decreased to 113 (respectively 88; 78; 27; 4) ( $10^{6}ha^{-1}$ ) equal to a reduction of 14.45 % (respectively 33.71%; 96.98%; 79.61%; 41.43%) compared to predation in S1. For S3 an increase in predation to 290 ( $10^{6}ha^{-1}$ ) was observed. This can be explained by the sharp increase in absolute numbers but when comparing relative numbers predation decreased from 10.72% in S1 to 2.30% for S3.

Summing the (i) increase in pest insects density and (ii) the decrease in predation resulted in an estimate for the biological pest control provided by differing combinations of natural predators (eq. 2). For S1, 10.72% of the total eggs and nymphs are consumed. For S2 to S7 the relative biological pest control  $RBPC_{loss}$  reduced gradually to 4.45%, 2.30%, 1.08%, 0.71%, 0.17% and 0.02%. Predator losses resulted in exponential increases of numbers of pest insect adults over multiple generations per year, and the maximum peak densities for pest insect adults  $\delta_{ppa}$ (10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>) increased from 146.92 for S1 to 379.77 (respectively 386.00; 1331.68; 1815.20; 2134.83; 2714.97; 4036.55) for S2 (respectively S3; S4; S5; S6; S7). The no predator scenario (S8) resulted in adult pear psylla densities of 4692.23 10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>. Biological pest control losses of eggs and nymphs therefore induced adult pest insect increases as compared to S1 of 258% for S2, 263% for S3, 1236% for S4, 1453% for S5, 1847% for S6, 2747% for S7 and 3193%

**350** for S8, thereby strongly supporting Hypothesis 1.

Next, the decrease in biological pest control, particularly the increase in adult pest insect densities, was investigated for its potential to decrease pear quality in terms of % black pears observed.

# 4.2 Correlation between maximum pest insect density $\delta_{ppa}$ and black pear occurrence $\gamma$

For each scenario, the maximum pest density  $\delta_{ppa}$  (10<sup>6</sup>ha<sup>-1</sup>y<sup>-1</sup>) resulting in a lower ( $\gamma_l$ ) and upper ( $\gamma_u$ ) percentage of black pears for the two sets of four hypothesized relationships  $\gamma_{lin}$ ,  $\gamma_s$ ,  $\gamma_{log}$ ,  $\gamma_{exp}$  was obtained. The results are presented in table 2.

(1)	(2)	(3)	(3) (4)		(6)	
	Max pest	Loss of three p	redators causes	Loss of three predators causes		
Scenario	insect density	100% black pears		12.90% black pears		
Secharlo	$\delta_{ m ppa}$	Lower % black	Upper % black	Lower % black	Upper % black	
	$(10^6 ha^{-1} y^{-1})$	pears $(\gamma_l)$	pears $(\gamma_u)$	pears $(\gamma_l)$	pears $(\gamma_u)$	
<b>S</b> 1	146.92	0.14	13.66	0.01	1.08	
S2	379.77	0.27	31.60	0.03	2.25	
<b>S</b> 3	1331.68	3.79	73.60	0.31	6.32	
S4	1815.20	6.14	83.72	1.01	7.75	
S5	2134.83	8.46	88.17	2.08	8.53	
<b>S</b> 6	2714.97	15.10	93.38	4.39	9.66	
<b>S</b> 7	4036.55	56.63	99.38	9.02	11.28	
<b>S</b> 8	4692.23	100.00	100.00	12.90	12.90	

Table 2: the lower  $(\gamma_l)$  and upper  $(\gamma_u)$  percentage of black pears that can be encountered for 359 the scenarios under investigation (S1-S8). Column (2) represents the maximum adult pest 360 insect densities  $\delta_{ppa}$  that are expected for each scenario. Column (3) and (4) represent the 361 lower  $(\gamma_l)$  and upper  $(\gamma_u)$  percentage of black pears under the assumption that the overall 362 maximum  $\partial_{Ppa}$  in the no-predator scenario S8 results in 100% black pears. Column (5) and 363 (6) represent the lower  $(\gamma_l)$  and upper  $(\gamma_u)$  percentage of black pears under the assumption 364 that the ETL equals 1% of black pears, corresponding to a potential maximum of black pears 365 of 12.90%. 366

## 367 **4.3 Economic impact of natural predator losses**

The economic impact of a loss of natural predators is first discussed for the first set of hypothesized relationships, which assumed that the loss of three predators could result in 100% black pears.

The gross revenues for S1 ranged between 12856 €ha<sup>-1</sup> and 23835 €ha<sup>-1</sup> with a mean of 18261 371 €ha<sup>-1</sup>. The reduction in mean gross revenues for S2 (respectively S3-S8) constituted 2.9% 372 (respectively 18.41%, 27.49%, 33.69%, 45.10%, 79,34% and 86.98%) resulting in an average 373 *I<sub>G</sub>* of 217731€ha<sup>-1</sup> (respectively 14899 €ha<sup>-1</sup>, 13241 €ha<sup>-1</sup>, 12109 €ha<sup>-1</sup>, 10026 €ha<sup>-1</sup>, 3773 €ha<sup>-1</sup> 374 <sup>1</sup> and 2377  $\oplus$ ha<sup>-1</sup>). Hence, for the loss of the three predators, the average gross revenues 375 decreased from 18261 €ha<sup>-1</sup> for S1 to 2377 €ha<sup>-1</sup> for S8. The net farm income (figure 2) also 376 377 reveals large losses under the assumption that the loss of three predators can yield 100% black pears. The mean farm income  $I_F$  for S1 with three natural predators (n) was 11921  $\oplus a^{-1}$  and 378 decreased to -3962 €ha<sup>-1</sup> for S8 with the loss of three predators (n-3). 379

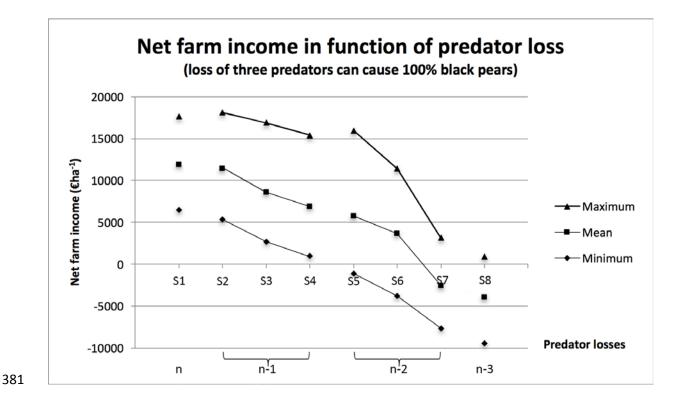
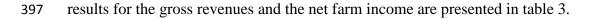


Figure 2 represents the effect of a loss of one or more natural predator on the net farm income  $I_F ( \oplus a^{-1})$  under the assumption that the loss of all three predators can result in 100% black pears (with n all predators present for S1; n-1 the loss of one predator for S2, S3 and S4; n-2 the loss of two predators for S5, S6 and S7; and n-3 the loss of all three predators for S8). The 95% confidence intervals are represented as the minimum and the maximum and are plotted together with the mean for each scenario. The graph shows that for the loss of all three predators, the mean net farm income for S1 reduces from 11921  $\oplus a^{-1}$  to -3962  $\oplus a^{-1}$  for S8.

Next, the economic impact of a loss of natural predators is discussed for the second set of hypothesized relationships, which assumed that the loss of three predators could result in an overall maximum of 12.90% black pears.

Under this assumption, the mean gross revenues  $I_G$  for S1 reduce from 18500  $\oplus$  ha<sup>-1</sup> to 16313  $\oplus$  ha<sup>-1</sup> for S8, constituting a loss of 2187  $\oplus$  ha<sup>-1</sup> or 11,82 % for the loss of all three predators. The mean net farm income  $I_F$  (figure 3) reduces from 12161  $\oplus$  ha<sup>-1</sup> for S1 to 9974  $\oplus$  ha<sup>-1</sup> for S8, also constituting a loss of 2187 or 17,98 % for the loss of all three predators. The losses on a per hectare basis vary between 1941 €ha<sup>-1</sup> and 2531 €ha<sup>-1</sup> for S1 compared to S8. All the



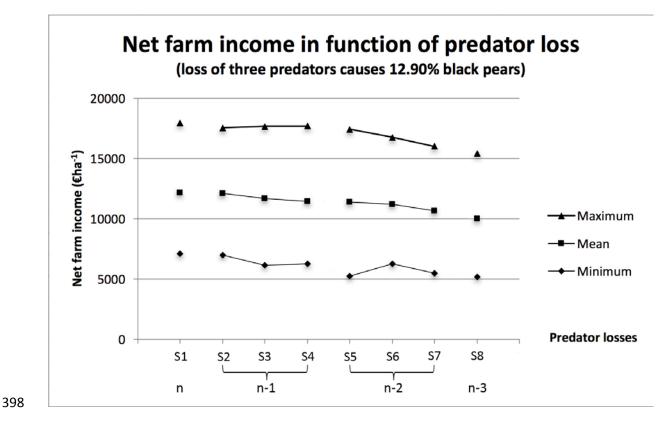


Figure 3 represents the effect of a loss of one or more natural predator on the net farm income  $I_F$  ( $\oplus$ ha<sup>-1</sup>) under the assumption that the ETL equals 1% black pears (with n all predators present for S1; n-1 the loss of one predator for S2, S3 and S4; n-2 the loss of two predators for S5, S6 and S7; and n-3 the loss of all three predators for S8). The 95% confidence intervals are represented as the minimum and the maximum and are plotted together with the mean for each scenario. The graph shows that for the loss of all three predators, the mean net farm income for S1 reduces from 12161  $\oplus$ a<sup>-1</sup> for S1 to 9974  $\oplus$ a<sup>-1</sup> for S8.

Scenario	Loss of three predators causes 100% black				Loss of	Loss of three predators causes 12.90%			
	pears				black pears				
	min	min max mean stdev min max me						stdev	
			GRO	OSS REVE	ENUES (the	a <sup>-1</sup> )			
<b>S</b> 1	12856,3	23834,94	18260,68	1944,92	13227,04	24280,28	18499,78	2028,19	
S2	11739,73	24203,07	17730,51	2043,76	13207,21	23877,41	18410,92	1997,01	
<b>S</b> 3	9234,34	23200,83	14898,57	2329,98	12476,74	24158,11	18040,56	1921,93	

S4	7410,81	21788,05	13241,45	2487,25	12788,47	23938,64	17789.06	1963,86
S5	5075,61	22270,21	12108,94	2512,07	11812,83	23620,97	17735,32	1960,43
S6	2692,53	17836,26	10025,62	2565,14	12567,21	22959,54	17516.96	1910,06
S7	-1095,99	9653,07	3773,27	1749,26	11806,73	22142,97	16994,41	1868,49
<b>S</b> 8	-3128,91	7227,23	2377,36	1778,3	11591	21634,32	16313,27	1840,14
			NET	FARM IN	COME (€	na <sup>-1</sup> )		
<b>S</b> 1	6440,26	17621,08	11921,49	1956,64	7082,07	17908,47	12160,6	2032,66
S2	5384,04	18080,43	11391,35	2053,67	6957,19	17537,69	12071,74	2001,95
<b>S</b> 3	2688,18	16904,73	8559,41	2332,45	6120,66	17660,34	11701,39	1935,03
S4	945,09	15384,3	6902,27	2487,09	6272,24	17685,12	11449,9	1977,06
S5	-1096,02	15937,79	5769,77	2505,61	5250,49	17396,57	11396,15	1971,96
S6	-3753,8	11385,11	3686,44	2567,32	6247,29	16741,57	11177,8	1912,34
<b>S</b> 7	-7651,83	3138,49	-2565,92	1751,27	5460,22	15988,82	10665,26	1868,96
<b>S</b> 8	-9443,79	878,18	-3961,8	1784,15	5141,26	15377,25	9974,1	1836,61

406

Table 3: shows the minimum, maximum, mean and standard deviation for the gross revenues

407 ( $\oplus$ ha<sup>-1</sup>) and the net farm income ( $\oplus$ ha<sup>-1</sup>) for scenario S1 to S8 under the assumption that the 408 loss of three predators causes 100% of black pears, and under the assumption that the loss of 409 three predators causes a maximum of 12.90% of black pears.

410 For both sets of hypothesized relationships, the net farm income reduces when natural411 predators are lost, thereby supporting Hypothesis 2.

#### 412 **4.4** An indirect use value for the presence of natural predators

413 The losses with respect to the gross revenue show results very similar to the losses with respect to the net farm income but differ greatly between the two sets of hypothesized 414 relationships. Under the assumption that the overall maximum  $\partial_{Ppa}$  in the no-predator 415 scenario S8 results in 100% black pears, gross revenue for the removal of one predator 416 indicate a loss of  $I_G$  between 530.17  $rac{1}{2}$  and 5019.23  $rac{1}{2}$ . A loss of two natural predators 417 would result in  $I_G$  losses between 6151.74  $rac{1}{2}$  and 14487.41  $rac{1}{2}$  and the removal of all 418 predators caused a loss of 15883.32  $\oplus$  a<sup>-1</sup>. With regards to the net farm income  $I_F$ , results are 419 in the same order of magnitude with the loss of one natural predator resulting in a loss of  $I_F$ 420 between 530.14 and 5019.22 ( $\oplus a^{-1}$ ). A loss of two natural predators would result in  $I_F$  losses 421

between 6151.72  $\oplus$  ha<sup>-1</sup> and 14487.41  $\oplus$  ha<sup>-1</sup> and the removal of all predators caused a loss of 15883.29  $\oplus$  ha<sup>-1</sup>.

Under the assumption that the loss of natural predators can cause a maximum of 12.90% 424 black pears, gross revenue reductions for the removal of one predator indicate a loss of  $I_{G}$ 425 between 88.86  $\oplus a^{-1}$  and 710.72  $\oplus a^{-1}$ . A loss of two natural predators would result in  $I_G$  losses 426 between 764.46 €ha<sup>-1</sup> and 1505.37 €ha<sup>-1</sup> and the removal of all predators caused a loss of 427 2186.51  $\oplus$  ha<sup>-1</sup>. With regards to the farm income  $I_F$ , results are again in the same order of 428 magnitude with the loss of one natural predator resulting in a loss of  $I_F$  between 88.86  $\oplus$ ha<sup>-1</sup> 429 and 710.70  $\oplus$ ha<sup>-1</sup>. A loss of two natural predators would result in  $I_F$  losses between 764.46 430 €ha<sup>-1</sup> and 1495.34 €ha<sup>-1</sup> and the removal of all predators caused a loss of 2186.50 €ha<sup>-1</sup>. The 431 net farm income losses for both hypotheses are presented in table 4. 432

Scenario	Loss of three predators causes 100% black pears	Loss of three predators causes 12.90% black pears				
	Net farm income losses (€ha <sup>-1</sup> )	Net farm income losses (€ha <sup>-1</sup> )				
S2	530.14	88.86				
<b>S</b> 3	3362.08	459.21				
S4	5019.22	710.70				
S5	6151.72	764.45				
S6	8235.05	982.80				
S7	14487.41	1495.34				
<b>S</b> 8	15883.29	2186.50				

Table 4: shows the losses to the net farm income ( $\oplus a^{-1}$ ) for all scenarios S1 – S8 under the assumption that a loss of three predators can cause 100% black pears and under the assumption that the loss of three predators causes 12.90% black pears.

# 436 **5. Discussion**

The results support Hypothesis 1 that a decrease in natural predators causes a significant
decrease in the provisioning of the ecosystem service biological pest control from 10.72% for
S1 to a minimum of 1.08% for the loss of one predator, further reducing to 0.02% for the loss

of three predators, or equal to a total potential reduction with a factor 536 for the loss of two 440 species. Also, the analysis showed that a reduction in natural predators could considerably 441 reduce the quality of marketable agricultural production and that this depends highly on the 442 443 hypotheses used. The first set of hypothesized relationships assumed that the total yield could consist of black pears only if all three predators would no longer occur in the agro-ecosystem. 444 The second set of hypothesized relationships assumed that the Economic Threshold Level 445 (ETL) equaled 1% of black pears, fixing the maximum potential of black pears upon losing 446 447 the three predators at 12.90%. The economic results for the first set revealed losses of up to 15883 €ha<sup>-1</sup> for the loss of three predators, making pear production financially unviable. The 448 results for the second set reveal losses of up to 2186 €ha<sup>-1</sup> when losing all three predators. 449 Considering the fact that pear psylla has other natural predators (e.g. Theridion spp., 450 Philodromus spp., members of the Araneidae and the seven-spot ladybird) (Erler, 2004)), it 451 452 seems likely that the combined effect of all predators keeps pest densities within economic threshold levels, thereby supporting Hypothesis 2 that the three predators under analysis could 453 454 induce a maximum of 12.90% of lower quality pears. On a per hectare basis, the occurrence of lower quality yields could therefore decrease gross revenues or net farm income with 88.86 455 €to 2186.5 € For the pear production sector in Flanders in 2011, this would mean an indirect 456 use value of 0,68 million € for one predator and 16.63 million euros for three predators. 457 Considering that the gross revenues for the sector totaled on average 163 million euros for the 458 period 2009-2013, the contribution of the predators accounts for 0,41% to 10.2% of the 459 sectors' gross revenues. 460

By employing the ecological role of species through the development of an ecological simulation model, combined with a production function technique and a direct market valuation approach, we believe that economic values of non-marketable species could be estimated more realistically as compared to employing WTP estimates. This is largely due to

the fact that the importance of lesser-known species to perform valuable ecological services is 465 466 not known by the general public, and therefore this might impact the valuation of these species. Therefore, according to Hypothesis 3, we are convinced that the methodology applied 467 here could contribute to the introduction of alternative methods for the valuation of 468 biodiversity based on the ecological role of species. Research from Boerema et al. (2016) 469 supports this hypothesis since: (i) their results show that, up until now, there was no paper on 470 biological control examining the whole ES 'cascade', (ii) it is stated that 'measures of 471 ecosystem functions are stronger as they give a better idea of ES supply and how this 472 fluctuates spatiotemporally' as compared to 'simple measures or indicators of biodiversity 473 and population size', (iii) they recommend that net value, defined as "the market price 474 corrected for production costs...", "is a more appropriate measure to determine the added 475 value" and last, (iv) "To quantify the sustainable supply of an ES, it is necessary to quantify 476 477 the properties and functions of an ecosystem (ecological side of the cascade), whereas to quantify the importance to society it is necessary to understand and quantify the benefit to 478 479 society (socio-economic side). Many researchers are only considering one side of this cascade and therefore are not succeeding in understanding the whole picture. (Boerema et al., 480 2016)" 481

The results of applying a functional role-based approach, shows that losses of natural predators for pear production could significantly reduce a farmer's income. The results of this analysis need to be viewed within a wider framework of (1) the partitioning of biodiversity effects on function into species richness, species composition and abundance effects and (2) functional redundancy.

First, in this analysis the number of predators was reduced, which also reduced total predator
biomass. The resulting effects on net farm income can therefore not solely be attributed to a
decline in species richness. In Winfree et al. (2015) biodiversity effects on function were split

into five additive components according to the Price equation: species richness losses (RICH-490 491 L), species richness gains (RICH-G), species composition effects that capture any nonrandomness with respect to function of the species that were lost (COMP-L) and of the 492 493 species that were gained (COMP-G) and changes in abundance of species that are always present (ABUN) (Fox, 2006; Fox&Harpole, 2008; Fox & Kerr, 2012). Winfree et al. (2015) 494 stated that "abundance fluctuations of dominant species in real world conditions drives 495 ecosystem service delivery, whereas richness changes were relatively unimportant because 496 497 they primarily involved rare species that contributed little to function." Also, Winfree et al. (2015) revealed that "...random loss of species has (or would have) large functional effects, 498 499 and that the identity of the species that are lost is also important". Although we cannot be sure on the nature of the losses and how much each component contributes to the effects on 500 501 net farm income, this does not undermine the overall effect that a reduction in the number of 502 predators and their biomass can potentially have on farm income.

Second, the indirect use value for the presence of natural predators depends highly on the 503 504 functional redundancy of these species. The concept of functional redundancy is based on the principle that some species perform similar roles in ecosystems and might therefore be 505 substitutable with little impact on ecosystem processes (Lawton and Brown, 1993). Therefore 506 507 the effect of species loss depends on (i) the range of functions and the diversity of species within a functional group, (ii) the relative partitioning of variance in functional space between 508 and within functional groups, and (iii) the potential for functional compensation of the species 509 510 (Rosenfeld, 2002). Whilst Anthocoris nemoralis, Allothrombidium fuliginosum and Heterotoma planicornis are all natural predators of Cacopsylla pyri, one might assume that 511 512 they are functionally redundant and that the impact of the loss of one natural predator does not significantly alter the impact on biological pest control. However, it is argued here that 513 514 although providing the same function they are not functionally redundant due to (i) exertion

of ecological function occurring on different time scales: species that occur on critical timings 515 e.g. when high pest density levels are expected, can be considered of higher functional 516 importance, (ii) differences in duration of ecological function, (iii) differences in degree of 517 518 specialization: whilst some species thrive in a wide variety of environmental conditions, some require specific conditions for survival, rendering them less resilient to external shocks (iv) 519 differing impacts on other species in the ecosystem due to predation preferences: generalists 520 versus specialists, (v) attacking different pest stages and (vi) the absolute numbers of 521 predators. The relationship between functional redundancy and economic value of species can 522 be represented as an exponential decline whereby the marginal value of the loss of the first 523 species is small and the loss of the last species is infinite. Therefore, the economic values 524 represented in this analysis do not reflect values on either of the extreme ends of the marginal 525 value curve. It is argued here that although species perform the same function, they are not 526 527 functionally redundant, that the loss of one species or abundance of the species can significantly alter the provisioning of ecological functions and that attributing an indirect use 528 529 value to the loss of one species is justified. Furthermore, our simulation model does 530 effectively take into account differences in timing, duration and prey preference. The indirect use value therefore reflects the functional differences and effectively takes into account the 531 importance of the different species for the biological pest control of *Cacopsylla pyri*. 532

Finally, of equal importance in this analysis is the fact that the economic valuation of biodiversity is regarded as just one of the aspects that could strengthen the argument in favor of biodiversity conservation and hence needs to be viewed within a wider framework of biodiversity valuation. Biodiversity is by nature a multidimensional concept and expressing the importance of biodiversity in economic terms does by no means exclude the presence of an intrinsic value (Feest et al., 2010). It is our opinion that choosing the most effective valuation methodology depends both on the context as well as on the species involved. When

it considers species with a high socio-cultural value, economic valuation may not be needed 540 and its socio-cultural value alone may be sufficient to ensure protection. However, when it 541 concerns species that do not possess such an explicit socio-cultural value (as it in our case 542 543 with insects or natural predators) additional arguments such as economic valuation may strengthen the argument in favor of conservation. Within this wider framework of valuation, it 544 is our belief that if an economic argument for biodiversity conservation is needed, an 545 ecological function approach may reveal more objective values than the application of stated 546 547 preference techniques, due to the complex nature of the biodiversity and ecosystem services concept on behalf of the general public. 548

## 549 4 Conclusion

It is the aim of this paper to emphasize the importance of healthy agro-ecosystems, not only 550 for the purpose of food production but also for the contribution to the farmer's income. It is 551 552 stressed here that effective valuation of biodiversity can include both intrinsic as well as economic arguments but that, in order to take into account the effect of biodiversity losses in 553 554 economic arguments, it is imperative that the ecological function is taken into account. This implies some challenges. First, modeling real systems is rarely simple and the reality shows a 555 great variability both in ecological as well as in economic parameters. The analysis provided 556 here therefore provides an indication of the effect of the loss of species on the provisioning of 557 558 biological pest control and on the decrease of quality. Furthermore, the authors point out the limitations of the use of stated preference techniques when valuing complex concepts such as 559 biodiversity and ecosystem functioning. Willingness To Pay may not reflect the true 560 ecological service that is provided by beneficial insects, since only a part of the general public 561 has limited knowledge of the concept. Our analysis therefore provides an alternative 562 563 methodology for the valuation of biodiversity, taking into account the ecological function of species in the ecosystem, hereby revealing values linked to marketable agricultural outputs. 564

565 Using an ecological function based approach, values for the presence of species diversity 566 could be considered more objective compared to stated preference methods. These values 567 could be supplied to inform policy makers about the importance of including biodiversity 568 effects and providing a justification for the opportunity costs encountered.

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Each field test sampled pear psylla eggs and nymphs on multiple days. The first dataset 576 comprises a total number of 111 field tests in conférence pear orchards (7 in organic 577 production and 104 in IPM (Integrated Pest Management)) on 15 different plots (8 in IPM and 578 7 in organic production) performed in Haspengouw (Belgium) for consecutive years of 579 580 measurement (2004-2014). Data obtained from the plots under organic management were sampled in 2013 and 2014. Using the beating-tray method (3 beatings x 3 branches x 10 trees 581 plot<sup>-1</sup>), the nymph stages N1 to N5 are collected in a beating tray and counted (for a review of 582 sampling methods see Jenser et al., 2010). A visual count is performed on newly developed 583 shoot tips to assess the presence of eggs (visual counts are performed for 2 shoots per tree for 584 4-10 trees per plot segment with 4 plot segments per plot). Adult counts were performed 585 sporadically with the beating-tray method but have not been included in the data due to its 586 susceptibility to bias caused by adult mobility and the dependency on weather conditions. The 587 588 mean counts of eggs per ten shoots are pooled for all consecutive years and plotted in figure A.1. For the years of measurement, it can be observed that counts in IPM orchards are 589 considerably higher than counts in organic orchards. 590

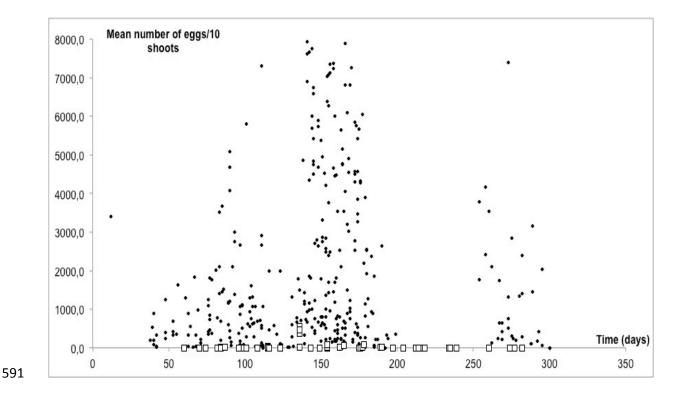
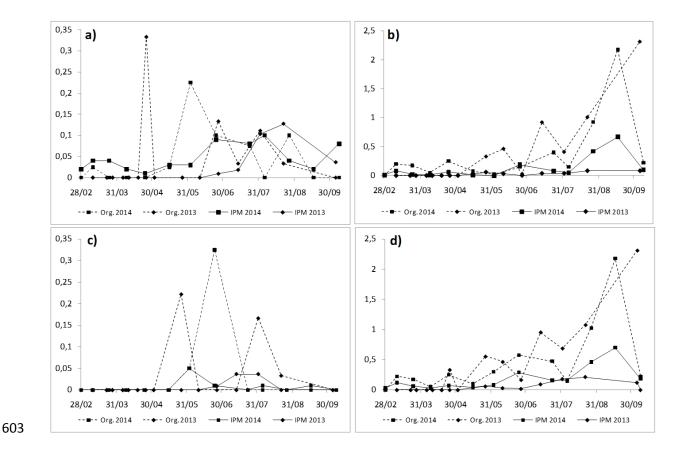


Figure A.1: pooled sample of mean numbers of pear psylla eggs per ten shoots collected
between 2004 and 2014 (◆IPM; □ organic).

In 2013 and 2014, counts for the presence of beneficial insects were been performed between 594 February and October in IPM and organic *conference* pear orchards. Linear transects of three 595 pitfall traps (r=0.2m) per 50m per pear row for three rows per plot were filled with water and 596 detergent and left standing for 7 days. Emptying of the containers produced members of the 597 order of the Aranea, Acari, Coleoptera, Hemiptera and Neuroptera. Figure 2 represents the 598 pooled counts for a selection of the species in the samples collected based on the importance 599 of their functional role as natural predators of pear psylla Cacopsylla pyri (Homoptera: 600 psyliidae): Anthocoris nemoralis (Heteroptera: anthocoridae), Allothrombidium fuliginosum 601 602 (Acari: trombidiidae) and Heterotoma planicornis (Hemiptera: miridae).



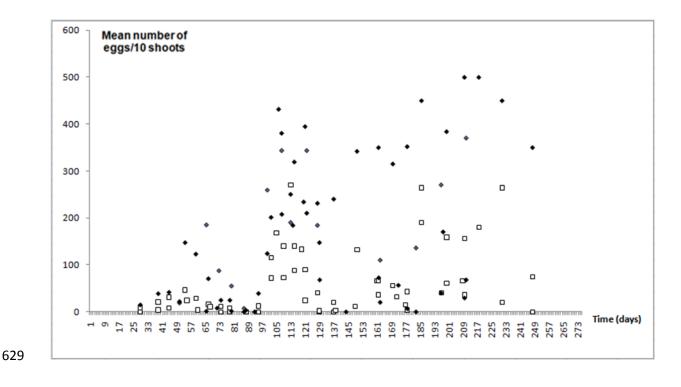
<u>Figure A.2</u>: absolute number of individuals per sample for a) *Anthocoris nemoralis, b*) *Allothrombidium fuliginosum*, c) *Heterotoma planicornis* and d) sum of the absolute numbers
of a, b and c.

Figure A.2 shows (i) the difference in abundance levels of the three natural predators and (ii) the timing of occurrence. These two factors combined with their generalist/specialist nature determine the importance as natural pest controllers. Whilst *Allothrombium fuliginosum* (b) may be abundant, it is not a specialist and it preys on other insects than *Cacopsylla pyri*. *Anthocoris nemoralis* (a) is less abundant but is a specialist and therefore qualifies as a rare but highly effective pest controller. Last, *Heterotoma planicornis* (c) is both rare and a generalist and therefore differs from the two other predators.

614 Whilst the predators differ in terms of their generalist/specialist nature and their levels of 615 abundance, they also differ in the timing of occurrence. Whilst *Anthocoris nemoralis* (a) is 616 mainly encountered during the first half of the year, *Hetertoma planicornis* (c) is mainly

found in the middle of the year whilst Allothrombium fuliginosum (b) is the main predator at 617 618 the end of the year. So even when Anthocoris nemoralis (a) can be considered a rare species, they are highly effective and important given their ability to suppress the build-up of the pest 619 620 population in the beginning of the season. The removal of one individual in the beginning of the year has an exponential effect on the pest insect density later that year, making the 621 presence of predators in the beginning essential for controlling pest outbreaks. Equally so, 622 Allothrombium fuliginosum (b) is an abundant species occurring at the end of the season, 623 suppressing the population before the build-up in the new season. 624

The second dataset was obtained from field test performed every two weeks for the period 2010-2011 on 14 plots (7 in organic production and 7 in IPM) in Hageland (BE) and Gelderland and Limburg (NL). The same techniques were used to assess mean egg numbers and larvae numbers (visual scouting and beating tray method).



630 <u>Figure A.3</u>: Pooled sample of mean numbers of pear psylla eggs per ten shoots (◆IPM; □
631 organic).

Data obtained from the plots under organic management were sampled in 2013 and 2014. 632 Using the beating-tray method (3 beatings x 3 branches x 10 trees  $plot^{-1}$ ), the nymph stages 633 N1 to N5 are collected in a beating tray and counted (for a review of sampling methods see 634 Jenser et al., 2010). A visual count is performed on newly developed shoot tips to assess the 635 636 presence of eggs (visual counts are performed for 2 shoots per tree for 4-10 trees per plot segment with 4 plot segments per plot). Adult counts were performed sporadically with the 637 beating-tray method but have not been included in the data due to its susceptibility to bias 638 639 caused by adult mobility and the dependency on weather conditions. The mean counts of eggs 640 per ten shoots were pooled for all consecutive years and plotted.

# ANNEX B

Parameter	Model component	Initial value
(1) Initialization adults	Ppa, Ana, Afa	1.8 * 10 <sup>6</sup> ; 29520; 0.41*10 <sup>6</sup>
(2) Initialisation eggs	Нре	$0.15 * 10^{6}$
(3) Female fraction	Ppa, Ana, Afa, Hpa	0.5
(4) Loss fraction (eggs)	Ppe, Ane, Afe, Hpe	0.3; 0.4; 0.65; 0.6
(5) Pp Food fraction	Ann, Afn, Hpn, Ana, Afa, Hpa	0.8;0.8;0.2;0.2;0.2;0.2
(6) Predation fraction	Ann, Afn, Hpn, Ana, Afa, Hpa	0.6

Table b presents initial parameter values for Pp, An, Af, Hp for eggs (e), nymps (n) and adults (a)

# ANNEX C

NON-ORGANIC PRODUCTION							
			95% confidence				
	Mean	stdev	inte				
Total yield (kgha <sup>-1</sup> )	37615,33	4565,36	33962,29	41268,38			
Selling price all pears( $rac{} kg^{-1}$ )	0,57	0,16	0,44	0,70			
Selling price 1st class pears ( $\Re g^{-1}$ )	0,55	0,16	0,42	0,68			
Selling price black pears( $\mathbf{f} \mathbf{k} \mathbf{g}^{-1}$ )	0,39	0,12	0,29	0,49			
<u>GROSS REVENUES (€ha<sup>-1</sup>)</u>							
Main products	20247,67	3654,52	17323,44	23171,89			
Plantation growth	207,00	34,05	179,75	234,25			
Other products	96,83	127,62	-5,28	198,95			
Subsidies	140,00	55,00	95,99	184,01			
<u>VARIABLE COSTS (<math>\oplus ha^{-1}</math>)</u>							
Fertilizers	362,33	39,51	330,72	393,94			
Crop protection	1579,83	100,12	1499,72	1659,94			
Seasonal wages and labour	4118,33	352,15	3836,56	4400,11			
Maintenance, packaging and preservation	1329,33	62,64	1279,21	1379,46			
Energy	799,33	85,55	730,88	867,79			
Other variable costs	260,50	23,68	241,55	279,45			
<u>FIXED COSTS (€</u>							
Lease/rent	463,00	76,87	401,49	524,51			
Amortization fixed equipment	1274,17	35,72	1245,59	1302,75			
Amortization buildings	1033,50	85,93	964,74	1102,26			
Amortizations plantations	392,83	8,77	385,81	399,85			
Interests	1450,00	31,25	1424,99	1475,01			
General corporate costs	1692,67	275,62	1472,13	1913,21			
ORGANIC PE	RODUCTIO	DN					
			95% confidence				
	Mean	stdev	inte	rval			
Total yield (kgha <sup>-1</sup> )	30092,27	3652,28	27169,83	33014,70			
Selling price all pears( $\mathbf{f} \mathbf{k} \mathbf{g}^{-1}$ )	0,57	0,16	0,44	0,70			
Selling price 1st class pears(€kg <sup>-1</sup> )	0,88	0,17	0,74	1,02			
Selling price black pears( $\Re g^{-1}$ )	0,39	0,12	0,29	0,49			
<u>GROSS REVENUES (€na<sup>-1</sup>)</u>							
Main products							
Plantation growth	207,00	34,05	179,75	234,25			
Other products	96,83	127,62	-5,28	198,95			
Subsidies	210,00	105,00	125,98	294,02			
VARIABLE COSTS (€ha <sup>-1</sup> )							
Fertilizers	362,33	39,51	330,72	393,94			
Crop protection	0,00	0,00	0,00	0,00			
Seasonal wages and labour	5353,83	457,79	3836,56	5635,61			

Maintenance, packaging and preservation	1329,33	62,64	1279,21	1379,46
Energy	799,33	85,55	730,88	867,79
Other variable costs	260,50	23,68	241,55	279,45
<u>FIXED COSTS (€)</u>				
Lease/rent	463,00	76,87	401,49	524,51
Amortization fixed equipment	1274,17	35,72	1245,59	1302,75
Amortization buildings	1033,50	85,93	964,74	1102,26
Amortizations plantations	392,83	8,77	385,81	399,85
Interests	1450,00	31,25	1424,99	1475,01
General corporate costs	1692,67	275,62	1472,13	1913,21

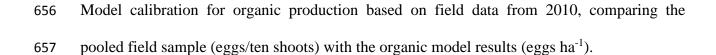
642 (Van der Straeten, 2016; Personal communication from Regional Auction Borgloon)

Table C presents annual accounting data on yields (kg ha<sup>-1</sup>), revenues ( $\in$ ha<sup>-1</sup>), variable costs 643  $(\in ha^{-1})$  and fixed costs  $(\oplus for non-organic production and organic production from the$ 644 Agricultural Monitoring Network (LMN) data (Van der Straeten, 2016), which are conform 645 FADN<sup>6</sup> data collection procedures. The LMN dataset contains 53 non-organic pear farmers 646 (accounting for 662 hectares) and provides means, standard deviations and the 95% 647 confidence interval based on annual accounting data for the period 2009-2014 (Van der 648 649 Straeten, 2016). Some numbers were adjusted to represent organic production taking into account the following assumptions: (1) yields (kgha<sup>-1</sup>) are 80% of non-organic production 650 with  $\mu = 30092,27$  kgha<sup>-1</sup> and  $s = 3652,28^7$ , (2) organic management requires 30 % more full-651 time equivalents (FTEs) with  $\mu = 4118,33 \oplus a^{-1}$  and s = 352,15 for non-organic production 652 and  $\mu = 5353,83 \oplus ha^{-1}$  and s = 457,79 for organic production (EC, 2013). 653

<sup>&</sup>lt;sup>6</sup> Farm Accounting Data Network

 $<sup>^{\</sup>rm 7}$  With  $\mu$  the average and s the standard deviation

#### 655 ANNEX D



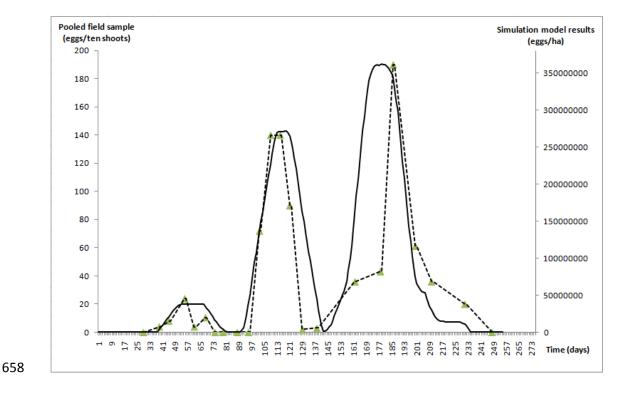


Figure D: Model calibration for organic production based on field data from 2010, comparing the pooled field sample (eggs/ten shoots) with the organic model results (eggs ha<sup>-1</sup>) (simulation model, -- field sample data). The units of field measurements (mean eggs/10 shoots) were transformed to yield model parameter units (absolute egg numbers per hectare), based on 33,84 shoots/tree on average, 5% of the eggs captured and 1714 trees per hectare (Van der Straeten, 2016).

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