#### Estimating the Gross External Damages of Water Pollution in the United States using a national integrated assessment model

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## THE SOCIAL COST OF WATER POLLUTION

- Nutrient pollution is one of America's most widespread, costly, and challenging environmental problems (USEPA 2024).
- ➤ Water quality is important for outdoor recreation, industrial production, a griculture, housing, commercial fishing, and health.
- The ecosystem services losses from nutrient pollution generate associated social costs that directly a ffect millions of Americans annually.





## **COST-BENEFIT ANALYSES**

- Since 1960, US public and private actors have spent over \$1.9 trillion to abate surface water pollution.
- ➢ Regulations are subject to detailed CBAs.
- Benefit-cost ratio of 20 CBAs analyzed by Keiser et al. (2019): 0.37
- Underestimation of true benefits or overestimation of true costs?
- Current analyses exclude potentially important benefits.



Source: Keiser et al. (2019)





#### PROJECT

#### "Measuring the Social Costs of Nutrient Pollution through Integrated Assessment Modeling"

- Funded by USDA-NIFA
- > PI: Da vid A. Ke iser, University of Massa chusetts Amherst
- ▶ 2022-2025
- ➢ <u>Objectives:</u>
  - Provide national-level estimates of water pollution damages
  - Fill a knowledge and policy gap related to evaluating USDA conservation programs





#### INTEGRATED ASSESSMENT MODELS

- ➢ IAMs combine quantitative descriptions of economic and ecological processes to study environmental problems.
- They connect economic activity with environmental consequences, and ultimately, with valuation.
- They can be used to estimate damages from pollution, but also benefits of pollution reductions





### NUTRIENT FATE AND TRANSPORT

- The damages of water pollution depend critically on the location of emissions and the fate and transport of pollutants.
- Marginal changes in loadings into a single watershed affect concentrations throughout hydrological network.
- Accounting for the linkages from sources to all downstream impacted users is critical to obtaining a full measure of the benefits of water quality improvements.









### NATIONAL AGROECOSYSTEMS MODEL

A highly detailed national modeling framework developed to predict the effects of a griculture on the environment (86,000 Landscape Units (HUC12), 4 Million Fields, 7.5 Million HRUs)





#### SWIFT

- SWAT+ routing structure (connect files, channel and reservoir inputs)
- Average annual routing considering bank and bed erosion, floodpla in deposition, reservoir trapping efficiency
- Model with 10,000 HRUs runs in 10 seconds
- Efficient tool for scenario analyses
- SWAT+ generates SWIFT input data, but outputs from other models or measured data can also be used!





 $\rightarrow$  Streamflow and nutrient loads



## **ECONOMIC VALUATION**

Valuation functions for four categories (human uses most likely impacted by nutrient pollution):

- ➢ Housing markets
- ≻ Water-based recreation
- > Drinking water treatment
- Climate change

These functions provide estimates of the economic damages that arise from increases in pollution and conversely the benefits from pollution reductions.



 $\rightarrow$  Estimated Damages (total and by industry)



## TOTAL GROSS ESTIMATED DAMAGES

Spatial pattern reflects importance of population in determining total damages.

These maps can help identify the most cost-effective regions for conservation action.



#### DAMAGES FOR RECREATION

# Marginal damages: additional damage caused by additional units of pollution





#### **NEXT STEPS**

#### ≻ Calibrate SWIFT

- > Quantify the current damages from nutrient pollution
- Estimate the marginal damage from emitting an extra ton of phosphorus and an extra ton of nitrogen in each individual watershed
- Analyze distribution of damages/benefits a cross socioe conomic characteristics (e.g., income, race)
- Estimate the benefits of USDA conservation programs





#### NBS-SWAT+ Community: Integrating Science, Policy, and Practice in Ecohydrological Modelling



Mojtaba Shafiei, Csilla Farkas, Eva Skarbøvik, Nikolai Friberg, Moritz Shore, Dominika Krzeminska, Anne-Grete Buseth Blankenberg, Christoph Schürz, Lien De Trift Ann van Griensven and Katrin Bieger

The Department of Ecoscience at Aarhus University is looking for a **Postdoc for one year starting as soon as possible** The Postdoc will mostly focus on setting up a SWAT+ model for a small, intensely monitored watershed in Denmark and perform a detail analysis of all hydrological and nutrient transport processes. If interested, please send your CV to katrin.bieger@ecos.au.dk.

#### Thank you!

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