

July 9th, 2020

Leibniz Centre for Agricultural Landscape Research (ZALF)

Fair payments for effective environmental conservation

Paying people in low-income countries to help with conservation programs is an increasingly popular way to preserve biodiversity and mitigate land-use based greenhouse gas emissions. But what makes payments effective? Researchers at the Leibniz Centre for Agricultural Landscape Research (ZALF) and the Swedish University of Agricultural Sciences (SLU) used innovative experimental methods to answer this question. Their study, now published in the Proceedings of the National Academy of Sciences (PNAS), finds that following local fairness norms is essential.

Much of the world's biodiversity is found in tropical countries, frequently in regions with low household incomes. Paying local people to help with conservation efforts, for instance by working on reforestation projects or changing their hunting habits, is increasingly seen as a win-win solution. But how do policymakers know what makes a program effective?

One answer is to try different programs in many villages, collecting detailed data on outcomes – an effective but slow and expensive solution. Alternatively, you can ask local people what they prefer, but this may be unreliable if proposed programs are different from anything they know. A third way is to use behavioral experiments. "Field experiments combine the realism of full-scale trials with the speed and modest cost of surveys" says Carl Salk, an SLU researcher and co-author on the study.

The study examined how fairness perceptions affect work effort. Over 400 Vietnamese farmers filled bags with fertile soil for growing tree seedlings. The researchers structured the payments to create inequality – farmers received either a high or low payment for each bag they filled. They were either in a group where everyone got the same payment or in which payments differed. "In the mixed

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groups, participants receiving the low rate feel treated unfairly and work less. We also see that women work harder" says Lasse Loft from ZALF who led the study.

Both findings are important lessons for conservation policy design. They provide evidence that fairness is not just a desirable side objective, but a central design feature. Targeting women and following local cultures' fairness norms can produce more conservation without a bigger budget.

The study took place in the buffer zone of a national park in Vietnam. The region is threatened by forest degradation and is part of the nationwide Vietnamese Payments for Forest Ecosystem Services program. More than 30,000 soil bags were produced during the study. They were donated to local tree nurseries for reforestation work.



Community houses like this are found in many villages in Vietnam. These buildings were often the venue for the studies, as they easily provided shade for groups of up to eight people, which were part the experiments. Source: © Manuel Asbach / ZALF | Picture in color and print quality: http://www.zalf.de/de/aktuelles

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More information:

The scientific article on pnas.org: https://bit.ly/3e6a8RT

New article about the project on quer-feld-ein-blog: https://bit.ly/3cJIEkv

Project partners:

- Leibniz Centre for Agricultural Landscape Research (ZALF)
- Swedish University of Agricultural Sciences (SLU)

Funding:

The project is being funded by institutional budgets of ZALF and SLU.

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About the Leibniz Centre for Agricultural Landscape Research (ZALF) in Muencheberg, one of the institutes of the Leibniz Association:

Mission of ZALF is to deliver solutions for an economically, environmentally and socially sustainable agriculture –together with society.

As a contribution to overcoming global challenges such as climate change, food security, biodiversity conservation and resource scarcity, we develop and design crop systems, integrated in their landscape context, that combine food security with sustainability. Therefore we process complex landscape data with a unique set of experimental methods, new technologies and models as well as socio-economic approaches.

ZALF research is integrated systems research: starting from processes in soils and plants to causal relationships on the field and landscape level up to global impacts and complex interactions between landscapes, society and economy. <u>www.zalf.de</u>

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