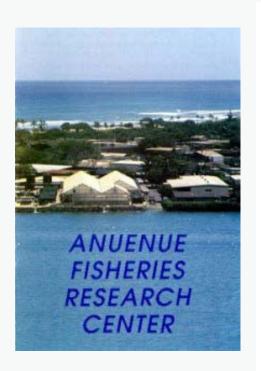
Using a Coral Reef Mitigation Bank and Innovative Coral Restoration Nursery for Off-Site Impacts to Restore Marine Managed Areas









David Gulko, Kate Cullison, Michael Cavazos, Zac Forsman, Kari Kolton-Zajackowski Hawaiʻi Division of Aquatic Resources

Coral Reef Impacts

In the past, as occurs elsewhere in the world, when a RP could be held accountable for impacts to a coral reef in Hawai'i, settlements have often involved the RP conducting their own, limited, compensatory mitigation project.

The success rate of these projects has not often been favorable in regards to replacement of lost ecological services and functions or replacement of ecological complexity. It is often extremely costly and time-consuming for the RP.

All parties want something better.



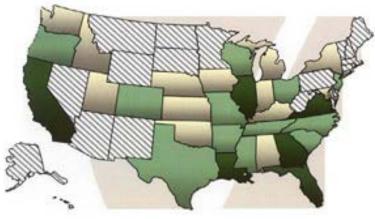


Mitigation Banks

Mitigation Banks have been used successfully for terrestrial wetland restoration in the USA for decades. The concept involves sale of "credits" from a pre-approved "bank" regarding restoration activities conducted within a designated area. These credits can be sold to a Responsible Party (RP) to offset impacts caused by their development or impact activities.



The Mitigation Market



States with more than 20 banks
States with 6-20 banks
States with 5 or fewer banks
States with no banks

Credits are determined at a mitigation project site based on pre-approved scales of ecological services and functions achieved through either restoration or improvement.



Program Goals

Restore high value reef habitat (coral numbers and diversity) Maximize coral colony size (Survival, Reproduction, Ecological Services & Functions) Minimize Additional Impacts

Issues

Natural Hawaiian Coral Growth Rates (SLOW!!!) Ecological Service Values AIS / Health Time v Cost v Success



Unplanned Impacts



Planned Impacts



DLNR Coral Reef Mitigation Bank

- Based on unique State of Hawaii
 Natural Resource Trustee issues:
 - The State is the sole owner of submerged lands
 - Corals are legally protected in Hawaii by DLNR
 - The State manages all Coral Reef MPAs
- DLNR plays a non-decision making role on the Trustee-Advisory Group to USACE for Coral Reef Mitigation Bank issues.





Coral Reef Mitigation Bank – Project Sites

- The eight Main Hawaiian Islands are broken down into multiple Bank Service Areas to maximize nexus issues
- Currently 2 Mitigation Bank Projects:
 - Kaneohe Bay AIS Control & Reef Restoration
 - Waikiki MLCD Reef Restoration
- Both projects make use of corals and expertise from the DAR Coral Nursery and the 'Harbor to Reefs' Coral Project.





Navigating the Hawai'i DLNR Coral Reef Mitigation Bank Process

Impacted Coral Reef: Planned - Developer Impacts Reef

ef:



Credit

Developer/RP Receives Credit

DLNR Coral Reef Mitigation Bank Projects

Mitigation Credit Required





Regulatory Agency: Planned - Federal USACE



Mitigation Credit Released

After Hook & Shadle, 2013

DAR Coral Ecological Characterization Tool

- Based on USEPA Wetland
 Functions & Services valuation
- Value is non-currency based
- Utilizes 3 simple assessment factors:
 - Colony Size Range
 - Colony Species
 - Sub-Habitat Type
- Formula:

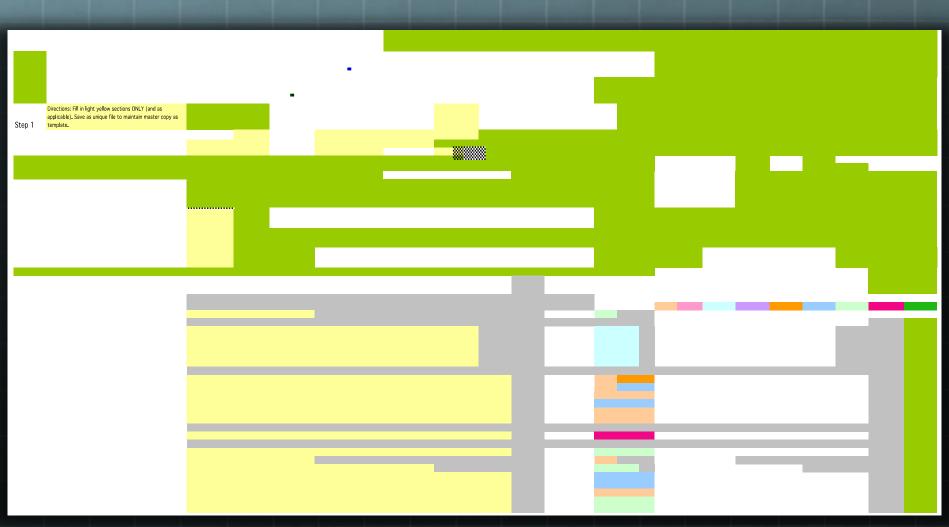


ECV = Sum[(Form x Size x R x e) x H]

Services and Functions

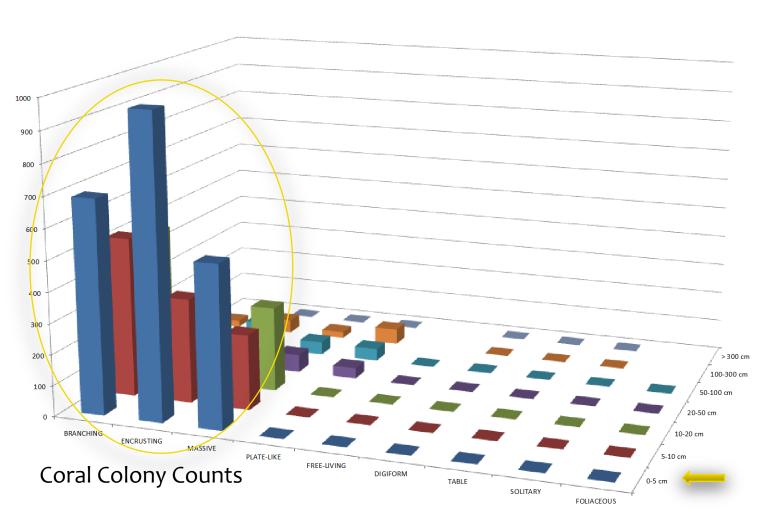
Size Services & Functions	20
Function Sand Formation Gas Production Gas Produc	
Gas Production Climate Regulation Climate Reg	
Climate Regulation	20
Wave Energy Regulation	
Nutrient/Carbon Cycling	10
Habitat Functions Ecological/Symbiotic Interactions O	20
Functions Ecological/Symbiotic Interactions 0	20
Cleaning Stations	
Shelter Refuge for flora/fauna (I.e. multiple fish/invertebrates/sea turtles, etc.)	20
fish/invertebrates/sea turtles, etc.)	20
fish/invertebrates/sea turtles, etc.)	
Foraging Habitat for Natural Assemblages 0	20
Foraging Habitat for Natural Assemblages	20
Nursery Functions 0 0 1 3 5 10	20
Production Services Food from System Inhabitants 0 0 0 2 5 16 Medicinal Resources 1 2 <td>20</td>	20
Medicinal Resources	
Medicinal Resources	20
Ornamental Resources 0 1 2 5 10 11 Information Services Aesthetics 0 2 3 5 10 11 Recreation 0 0 0 1 5 10 11 Cultural Value (Fishing Koas, etc.) 0 0 0 1 3 5 Spiritual Value 2 2 2 2 2 2 2 2 Historical Record 0 0 0 0 1 5 1 Educatonal Value 1 2 2 2 3 3 5	2
Services Aesthetics Recreation 0 2 3 5 10 11 Cultural Value (Fishing Koas, etc.) 0 0 0 1 5 10 11 Spiritual Value (Fishing Koas, etc.) 0 0 0 1 3 5 Spiritual Value 2 2 2 2 2 2 2 Historical Record Educatonal Value 1 2 2 3 3 3 5	20
Recreation 0 0 1 5 10 11 Cultural Value (Fishing Koas, etc.) 0 0 0 1 3 5 Spiritual Value 2 2 2 2 2 2 2 Historical Record 0 0 0 0 1 5 1 Educatonal Value 1 2 2 3 3 5	
Recreation 0 0 1 5 10 11 Cultural Value (Fishing Koas, etc.) 0 0 0 1 3 5 Spiritual Value 2 2 2 2 2 2 2 2 2 Historical Record 0 0 0 0 1 5 1 Educatonal Value 1 2 2 3 3 5	20
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Spiritual Value 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 3 1 5 1 3 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 6 7 6 7 6 7	10
Historical Record 0 0 0 1 5 1: Educatonal Value 1 2 2 3 3 3 5	2
Educatonal Value 1 2 2 3 3 5	
	5
Research Value 2 2 2 3 3 3	3
Other 1 1 1 1 1 1 1	1
Temporal	•
Loss (Assumes avg growth of 2 cm/yr) 0 3 5 10 25 50	150
Sum 7 22 40 87 166 36	3 633
Scoring for Assessment 0.5 1 2 5 10 2	

DAR Coral Ecological Characterization Tool



DAR Coral Ecological Characterization Tool





■ 0-5 cm ■ 5-10 cm

■ 10-20 cm ■ 20-50 cm ■ 50-100 cm ■ 100-300 cm ■ > 300 cm

DAR Coral Restoration Nursery

- First of its kind in the United
 States to be entirely focused
 on fast-growing corals for
 coral restoration and
 mitigation purposes
- Managed by the State of Hawai'i and funded through both NRD settlements and the DLNR Mitigation Bank.

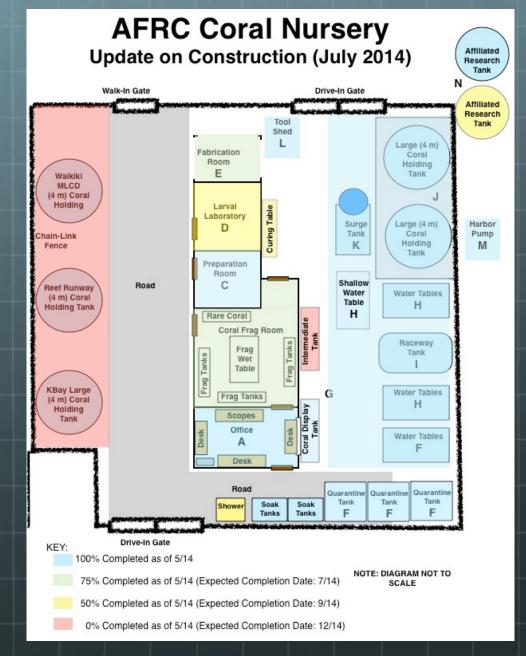


Formal Opening: March 2015

Nursery Facility Details

- Land-based with secure ocean grow-out area nearby
- 3 Saltwater Sources
- Dedicated facility
- Dedicated staff
 - 1 Coral Restoration Specialist
 - 1 Coral Propagation Specialist
 - 2 Nursery Technicians
- Multiple Projects
 - Harbor to Reef
 - Line Nursery
 - Asexual Planula Seeding
 - Rare Coral Ark (WA, MOC)

Formal Opening: March 2015



Ala Wai Harbor

Collection – Phase 1

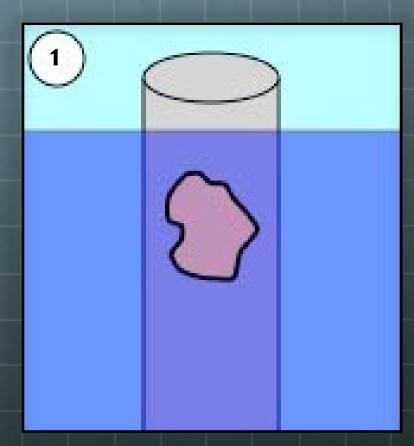
Size: 20 cm (longest diameter)

Ecol. Characterization Value: 2

Estimated Growth Rate: 1 cm/yr

Time Frame: Month 1 (Day 0)





AIS / Health Evaluation

Coral Nursery

Dedicated Quarantine –
Phase 2

Size: 20 cm (longest diameter)

Ecol Characterization Value: n/a

Estimated Growth Rate: 1 cm/yr

Time Frame: Month 1 (Day 1)



AIS / Health Evaluation



Coral Nursery

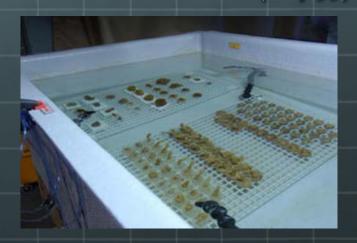
Fragmentation – Phase 3

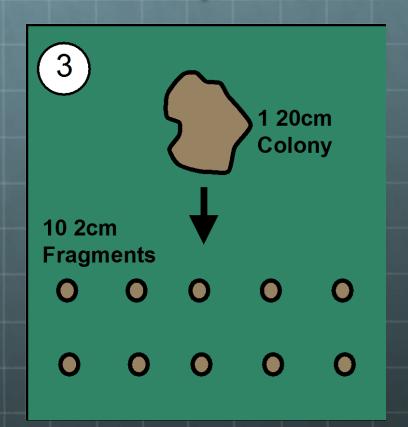
Size: 10 x 2 cm (longest diameter)

Ecol. Characterization Value: n/a

Estimated Growth Rate: 1 cm/yr

Time Frame: Month 2 (Day 35)







Coral Nursery

Fast-Growth Frag Room – Phase 4

Size: 10 x 3 cm (longest diameter)

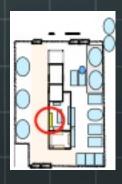
Ecol. Characterization Value: n/a

Estimated Growth Rate: 6 cm/yr

Time Frame: Month 4 (Day 125)







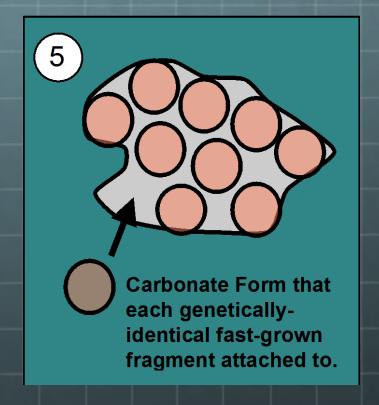
Coral Nursery

Re-Aggregation – Phase 5
Size: 10 x 4 cm (longest diameter)

Ecol Characterization Value: n/a

Estimated Growth Rate: 1 cm/yr

Time Frame: Month 8 (Day 250)

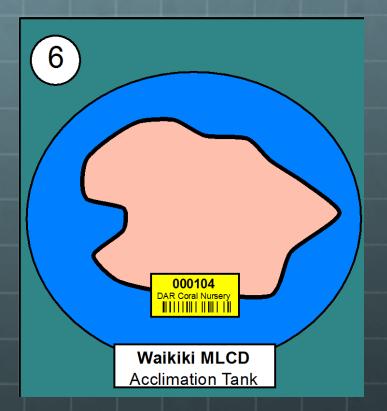




Coral Nursery

Acclimation Tank – Phase 6
Size: 40 cm (longest diameter)
Ecol. Characterization Value: n/a
Estimated Growth Rate: 1 cm/yr

Time Frame: Month 10 (Day 300)





Waikiki MLCD

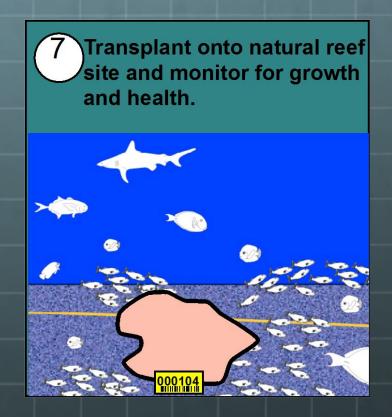
Coral Restoration Site – Phase 7

Size: 40 cm (longest diameter)

Ecol. Characterization Value: 15

Estimated Growth Rate: 1 cm/yr

Time Frame: Month 13 (Day 370)



AIS / Health Evaluation

Hawaiian Coral Growth Process	Expected Growth Rate (20 cm colony to 40 cm colony)	Advantages / Disadvantages
In-Situ (Natural Environment)	1 cm/yr 20 years	High Ecological Service ValueSlow Growth RateHigh Risk until Size Refuge
In-Situ (Harbor)	1 cm/yr 20 years	Low Ecological Service ValueSlow Growth RateHigh Risk Environment
In-Water Nursery	1+ cm/yr 15 - 20 years	 Medium Low Ecological Service Value Slow Growth Rate Medium High Risk until Size Refuge
DAR Coral Nursery	Approx. 4 - 6 cm/yr frags plus recombine to form 40 cm 1+ year 1+ \lambda 6 9 L	 High Ecological Service Value Fast Growth Rate Can be designed for optimal needs Low Risk until Size Refuge

Navigating the Hawai'i DLNR Coral Reef Mitigation Bank Process

Impacted Coral Reef:
Planned - Developer
Impacts Reef
Unplanned - RP Impacts
Reef

Coral Ecological Characterization Tool

Mitigation

Credit

Required

Developer/RP Receives Credit

Coral Restoration Nursery

Developer/RP Pays for Credit

DLNR Coral Reef Mitigation Bank Projects

Regulatory Agency:
Planned - Federal
USACE
Unplanned - Hawaii
DLNR/DOH

Coral
Ecological
Characterization
Tool

Mitigation Credit Released

Summary

