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1 **RESEARCH ARTICLE**

2 Estimating stem diameter distributions from airborne laser scanning data and their effects on
3 long term forest management planning

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8 **Abstract**

9 Data obtained from airborne laser scanning (ALS) are frequently used for acquiring forest data.
10 Using a relatively low number of laser pulses per unit area (≤ 5 pulses per m^2), this technique is
11 typically used to estimate stand mean values. In this study stand diameter distributions were
12 also estimated, with the aim of improving the information available for effective forest
13 management and planning. Plot level forest data, such as stem number and mean height,
14 together with diameter distributions in the form of Weibull distributions, were estimated using
15 ALS data. Stand-wise tree lists were then estimated. These estimations were compared to data
16 obtained from a field survey of 124 stands in northern Sweden. In each stand an average of
17 seven sample plots (radius 5-10 m) were systematically sampled. The ALS approach was then
18 compared to a mean value approach where only mean values are estimated and tree lists are
19 simulated using a forest decision support system (DSS). The ALS approach provided a better
20 match to observed diameter distributions: ca. 35% lower error indices used as a measure

21 of accuracy and these results are in line with the previous studies. Moreover – which is unique
22 compared to earlier studies – suboptimal losses were assessed. Using the Heureka DSS the
23 suboptimal losses in terms of net present value due to erroneous decisions were compared.
24 Although no large difference was found, the ALS approach showed smaller suboptimal loss than
25 the mean value approach.

26 Keywords: forest management planning, suboptimal loss, Weibull distribution, Airborne Laser
27 Scanning, Heureka, decision support system

28

29 **Introduction**

30 In forest planning, different potential management actions are analyzed and the actions best
31 fulfilling stated goals are chosen by the forest owner or a decision maker. The analyses and
32 decisions are based upon various characteristics of the particular stands within a forest
33 property such as timber volume, basal area and mean tree height. These forest variables are
34 used as inputs in decision support systems (DSS), such as the Swedish Heureka system
35 (Wikström et al. 2011), to simulate and evaluate different possible treatments. The outcome
36 from these systems is a management proposal for each individual forest stand, which aims to
37 maximize the utility of the forest holding. Utility is often expressed as an economic yield,
38 typically in terms of net present value (NPV) within a set of constraints based on, e.g., timber
39 flows and environmental factors.

40

41 Naturally the accuracy of forestland data affects the scope for efficient management planning,
42 therefore evaluating the quality of the available information is a critical step in forest

43 management (Kangas 2010). In general statistical terms the quality of the data is defined as
44 how far the available data are from the true value (accuracy). The forest information is usually
45 gathered by sample-based surveying, visual estimations (ocular standwise field inventory) or
46 remote sensing techniques such as airborne laser scanning (ALS) (McRoberts *et al.* 2010).
47 Estimates gathered by visual estimation tends to include both random and systematic errors,
48 while estimates from sample based surveys remote sensing can be expected to contain random
49 errors only (estimates based on remote sensing data may contain systematic errors from
50 different factors such as model lack of fit). Loss occurring from suboptimal decisions due to
51 erroneous estimates is defined as the difference between NPV based on accurate data and that
52 based on erroneous estimates on the same forest (Holmström *et al.* 2003). A method for
53 maximizing the utility of available data is cost-plus-loss analysis, in which the accuracy level is
54 chosen such that it minimizes the sum of direct inventory costs and the losses resulting from
55 inaccurate data (Kangas 2010).

56

57 Forest information compiled in stand register databases tends to consist of stand-level values
58 such as stem number, mean age and mean tree size. Given that DSSs typically use individual
59 tree models in their calculations, models are required to simulate tree lists from the stand
60 mean values contained in the register databases, as with the Heureka system. It is of interest to
61 use directly estimated tree list data, such as those obtained from sample plot surveys, in order
62 to avoid the inherent approximations involved in simulating tree lists from stand mean values.

63

64 The development of forest DSSs is an active research area, one example being the Heureka
65 system (Borges et al. 2014; Gordon et al. 2013), which was developed at the Swedish University
66 of Agricultural Sciences (SLU). It enables long term planning, analysis and management of
67 forestland, and is used in this study. In the planning procedure Heureka is used to maximize a
68 goal stated by the user, such as maximum NPV, subject to economic and environmental
69 restrictions. Forest information (forest variables), either in terms of stand mean values (basal
70 area, number of stems, mean diameter and height etc.), or as individual tree data, needs to be
71 imported into the Heureka system in order to compute the NPV of different treatments.

72

73 The topic forest information quality was studied in recent papers and found to be essential in
74 the process of forest management decision making. Inaccurate estimates lead to wrong
75 management actions and timing of actions, which will lead to economic losses. Nevertheless,
76 Duvemo & Lämås (2006) found that the quality of forest information had received relatively
77 little attention, compared to other aspects of forest planning, owing to the complexity of the
78 associated problems. They also found that evaluations of forest information quality are typically
79 based on overly simplistic assumptions. Kangas (2010) emphasize the complexity of the subject
80 and suggests methods, such as Bayesian decision theory, to improve the use of the available
81 forest information.

82

83 ALS is presently widely used to capture high-quality information for forest management
84 planning (Gobakken & Næsset 2004; Næsset *et al.* 2004; McRoberts *et al.* 2010). This is
85 generally found to outperform traditional sources of information for management planning.

86 Today, nation-wide ALS campaigns have been conducted or are about to be initiated in
87 countries such as Denmark, Switzerland, the Netherlands, Finland, and Sweden. The Swedish
88 government decided in 2008 to finance the production of a new and highly accurate national
89 Digital Elevation Model. The production is carried out between 2009 and 2013 by the Swedish
90 National Land Survey (Lantmäteriet), using ALS operated by several private sub-contractors
91 using various scanning systems. This will provide ALS data for all forested parts of Sweden at a
92 low cost. ALS data can be used to estimate stand variables, both as stand mean values (area
93 based method) and data for individual trees. In general the area based method uses a low
94 number of laser pulses per area unit (≤ 5 pulses per m^2 (Næsset 2002)) and in the case of
95 individual trees a higher number of laser pulses per area unit (typically >5 pulses per m^2 are
96 used to detect individual trees and for estimating individual tree variables (e.g. Solberg et al.
97 2006; Breidenbach et al. 2010).

98
99 Besides estimating stand mean values using area based method there have been attempts to
100 estimate stand diameter distributions, for example by Næsset (2004) and Gobakken & Næsset
101 (2004). Gobakken & Næsset (2004) divided the forest area into strata according to age class and
102 site quality. Weibull diameter distribution was estimated for each stratum. The area based
103 method was used to relate the ALS information to the Weibull distribution parameters.
104 Gobakken & Næsset (2005) used ALS information in order to compare the accuracy of
105 estimating basal area that was assessed by parameter recovery of a two parameter Weibull
106 distribution and a system of 10 percentiles of the observed diameter range, the latter approach
107 being a non parametric method. Non parametric methods have also been used by, e.g.,

108 Gobakken & Næsset (2005) and Maltamo et al. (2009). Using this approach no assumptions are
109 made regarding the diameter distribution. Imputation techniques such as the kMSN method
110 are considered to be non parametric method for estimating diameter distributions (Maltamo et
111 al. 2009).

112

113 In order to analyze the usefulness of diameter distributions estimated from ALS data three
114 alternatives were used in this study. The first alternative was acquired through a sample plot
115 field survey of 124 stands. The second alternative contained estimates based on ALS
116 information. Using the area based method both a set of mean values, such as basal area and
117 stem number, and diameter distributions, were estimated per plot. Based on the second
118 alternative stand mean values were estimated to correspond to data in a traditional stand
119 register and made up the third alternative. Both the first and second alternatives contained
120 tree lists per plot, which were used in the subsequent DSS calculations. From the mean values
121 in the third alternative tree lists were simulated in the DSS using built in functions. Suboptimal
122 losses due to non-perfect data in the second and third alternatives were then estimated.

123

124 The purpose of the study was to estimate diameter distributions using ALS information and –
125 which is unique compared to earlier studies – to determine if these distributions notably
126 improved decision making in terms of reduced suboptimal losses compared to traditional
127 methods of simulating tree lists from stand mean values. As ALS information can now be
128 acquired cheaply and highly accurately for some stand level variables, such as tree height, basal
129 area and timber volume, ALS approaches are often preferable to traditional ocular data

130 acquisition methods. Use of ALS should therefore reduce losses from suboptimal decisions,
131 since the quality of information is critical for good decision making. The results of the study
132 indicate that ALS-based estimates of diameter distributions have the potential to further
133 improve the process, although the gain in NPV was not very high. The study focused on long-
134 term (strategic) planning, hence details such as distributions of timber assortments in the near
135 future, which are typically of interest in tactical planning and also affected by diameter
136 distribution estimations, are not considered.

137

138 **Material and methods**

139 ***Forest area and field survey***

140 The study was performed in a managed boreal forest landscape in northern Sweden (64°06'N,
141 19°10'E, 245 – 320 m.a.s.l. owned by the state owned forest company Sveaskog. The forest
142 landscape is dominated by Norway spruce (*Picea abies* (L.) Karst.) and Scots pine (*Pinus*
143 *silvestris* (L.)), birch (*Betula* spp) being the most frequent broad-leaved species. A field survey
144 was performed in 2008 and 2009 in which all stands where surveyed using 2 - 15 (mean 7.33)
145 circular sample plots in each stand (except of one stand that was represented by one plot). The
146 sample plots were located in a systematic grid in each stand. Geographic position of each plot
147 was determined using post-processed differential GPS with an expected accuracy of less than 1
148 m. Sapling and young stands were also inventoried, however not used in this study. Plots that
149 did not include any trees were removed. Plot radii for the stands included were 10 m (117
150 stands) and 5 m (7 stands). On the plots stem diameter at breast height (1.3 m above the
151 ground) and species were registered for all trees. The stem diameter at breast height and

152 species of all trees on the plots were registered. The height and age of at least three trees on
153 each plot (typically the two largest diameter trees and one randomly selected tree) were also
154 registered.

155

156 “<Table 1 here>”

157

158 ***Airborne laser scanning***

159 Strömsjöleden was scanned using the ALS system TopEye (S/N 425) carried by a helicopter in the
160 3rd and 5th of August 2008, operated by the contractor Blom Sweden AB. Flying height was 500
161 m above ground and the mission measured approximately 5 pulses per m². The point data were
162 classified using a progressive Triangular Irregular Network (TIN) algorithm (Axelsson 1999) and
163 (Axelsson 2000) to estimate which returns are measurements of the ground level. Following
164 this, the height above ground was determined for all returns, using a digital elevation model
165 produced from the classified ALS data. A set of fundamental ALS metrics were then computed
166 from the ALS data in accordance to the area based method (Næsset 2002); metrics
167 corresponding to the elevation information, as well as the density of the vegetation, see Table
168 2. A cut-off value of 1.0 m was applied for calculation of metrics.

169

170 “<Table 2 here>”

171

172 ***Three studied alternatives***

173 Three alternatives were used in the study. The first alternative was comprised of the field
174 survey observations. The second alternative was based on the ALS metrics. Stand mean values
175 estimated from the second alternative that corresponds to traditional stand register
176 information made up the third alternative, termed later as the mean values alternative, see Fig.
177 1. Tree lists estimated from the ALS alternative and simulated in the DSS in the mean values
178 alternative were assumed to have diameter distributions that could be described by a two
179 parameter Weibull function for each plot in the ALS case and per stand in the mean values case.
180 In the ALS case each plot was tested according to Kolmogorov-Smirnoff test to measure the
181 goodness of fit of the estimated Weibull distribution and approximately 96% (869 out of 909) of
182 the null hypotheses were not rejected, meaning that the diameter distributions are likely to
183 follow the Weibull distribution assumption, see appendix 1. That is, in the ALS alternative the
184 stand level tree list when aggregated over plots did not necessarily follow a Weibull
185 distribution. As the mean values alternative were estimated from the ALS alternative, these two
186 alternatives were in many parts comparable, that is, the study is not aiming at comparison of
187 the accuracy of different forest information acquisition methods. The elaborations of the three
188 data sets are described below, see also Fig. 1.

189 ***Observed alternative***

190 The data acquired in the field survey of the case study area made up the observed alternative.
191 As all trees on sample plots within the stands were callipered tree lists were available.

192

193 ***ALS alternative***

194 Based on the observed alternative and the ALS data functions estimating plot level forest
195 variables including diameter distribution were elaborated. Along with the ALS metrics also the
196 proportion basal area of pine was used as it turned out to be an important variable. This
197 information is typically available in stand registers.

198

199 The diameter distribution of each plot was modeled as a two parameter Weibull distribution
200 using the following steps:

201 1- A Weibull distribution was fitted to the stem diameter measurements for each plot in
202 the observed (field survey) alternative to estimate the two parameters of the
203 distribution, namely scale and shape.

204 2- Multiple linear regression was used, after stepwise regression, to relate the ALS metrics
205 and the proportion of pine from the plot sampling alternative to the scale and shape
206 parameters estimated from the field survey alternative in step 1. In this process the
207 scale and shape were the dependent variables, and the ALS metrics and proportion of
208 pine were the independent variables.

209 3- Scale and shape parameter estimates were predicted for each plot using the regression
210 estimation for the ALS independent variables and the proportion of pine estimated from
211 step 2.

212

213 Expected diameter (ALS estimation) of each plot was compared with the mean diameter of the
214 sample field survey of each plot in order to validate the estimation. Expected diameter, $E(D)$,
215 of the fitted two parameters Weibull distribution was computed as follows: D describe the

216 diameter and it is a Weibull distributed (Hogg & Tanis 2010, page 170) random variable
217 $D \sim \text{Weibull}(\lambda, \kappa)$, where λ and κ are the two parameter of Weibull distribution. Expected value
218 of D is given by Equation (1):

$$219 \quad (1) E(D) = \lambda \cdot \Gamma\left(1 + \frac{1}{\kappa}\right),$$

220 where λ is the distribution scale, κ is the distribution shape and Γ is the gamma function

221 $\Gamma(z) = (z - 1)!$, where z is a integer and the sign ! is factorial.

222

223 Values for the basal area per hectare, the number of stems per hectare, the basal area
224 weighted mean height and the quadratic mean diameter were estimated using the ALS
225 independent variables and the proportion pine from the observed alternative, in the same way
226 as the scale and shape were estimated in step 3. In order to estimate these variables linear
227 regression was employed (after applying the stepwise regression) where the dependent
228 variables were the variables in the observed alternative and the independent variables were
229 the ALS independent variables and the proportion pine. The variables mentioned above were
230 predicted for each plot using the regression estimates for the ALS independent variables and
231 the proportion pine as it was done for scale and shape in step 3. Tree species proportions per
232 plot and site variables from the observed alternative were used when the different alternatives
233 were imported to the Heureka DSS.

234

235 An essential step in the processing of the ALS data was the generation of tree lists. This was
236 achieved by using the fitted Weibull distribution parameters to generate a diameter
237 distribution for each plot, incorporating the fitted number of stems per hectare (estimated for

238 each plot separately). One diameter value was assigned to each 10th percentile of the diameter
239 distribution. Each percentile represented a diameter class boundary. First the basal areas
240 corresponding to the upper and lower diameter class boundary were calculated. The diameter
241 corresponding to the mean of the upper and lower basal area was then the diameter
242 representing the diameter class. Each diameter that representing the diameter class, was
243 replicated by the number of trees of each diameter class. The sum of trees over the diameter
244 classes then made up the total number of trees on the plot.

245

246 ***Mean values alternative***

247 The mean values alternative (corresponding to stand register mean values) of each stand was
248 simply averaged from the ALS alternative. That is, the mean value alternative was derived from
249 the ALS alternative and not the observed alternative.

250

251 “<Figure 1 here>”

252

253 ***Software used for calculations and handling of the different alternatives***

254 The R Program, the free software programming language and a software environment for
255 statistical computing and graphics, was used for calculations (regression analysis etc.) and
256 handling of the three alternatives.

257

258 ***Accuracy measurement***

259 To assess the accuracy of the estimated diameter distributions, the tree lists for each plot were
260 first scaled, using the plot area, to obtain the number of trees per hectare in each stand
261 separately. This was done for all three alternatives, and subsequently the estimated diameter
262 distribution accuracy was determined using two error indices, computed for each stand
263 separately using the diameter classes' absolute differences.

264

265 The first error index (e , Equation 2) gives one measure of the degree of the diameter
266 distribution errors, in which the total number of the trees is taken into account. Its value can
267 range between 0 to 200, where 0 represents a perfect match between two compared
268 distributions.

269
$$(2) e = \sum_{j=1}^{15} e_j = 100 \cdot \sum_{j=1}^{15} \frac{|n_{oj} - n_{pj}|}{N},$$

270 Here, e_j is the error in diameter class j (of 15 classes from 0 to 30 cm with 2 cm increments),
271 n_{oj} is the number of observed trees in diameter class j and n_{pj} is the number of predicted trees
272 in diameter class j , N is the observed total number of trees. The stand level error is the sum of
273 the diameter class errors e_j . This error index, which was first proposed by Reynolds et al.
274 (1988), has been widely used in previous studies, e.g. Gobakken & Næsset (2004) and
275 Gobakken & Næsset (2005).

276

277 The second error index (δ , Equation 3), termed the total variation distance index (Levin et al.
278 2009), measures a degree of the diameter distribution errors that is independent of the total
279 number of trees. Each diameter class in each stand was divided by the total number of stand

280 trees in order to obtain a diameter probability distribution. The value of index δ can range
281 between 0 to 1, where 0 represents a perfect match of two compared distributions.

$$282 \quad (3) \delta = \sum_{j=1}^{15} \delta_j = \frac{1}{2} \cdot \sum_{j=1}^{15} |P(x_j) - Q(x_j)|,$$

283 where δ_j is the error in diameter class j , $P(x_j)$ is the observed relative frequency of diameter
284 class j , and $Q(x_j)$ is the relative frequency of diameter class j in the diameter distribution
285 predicted by either the ALS or mean values alternatives. The error index is multiplied by $\frac{1}{2}$ to
286 scale the error between 0 and 1. $P(x_j)$ is calculated by dividing the observed number of trees in
287 each class by the observed total number of trees in the stand. $Q(x_j)$ is calculated by dividing
288 the number of predicted trees in each class by the predicted total number of trees in the stand.
289 The stand level error is the sum of the diameter class errors δ_j .

290

291 ***Calculation of suboptimal losses***

292 Each of the three alternatives was imported into the Heureka system (see Fig. 1). The observed
293 alternative and ALS alternative were imported as tree lists, while Heureka simulated tree lists in
294 the mean value alternative. This was done using functions implemented in the software that
295 estimate the scale and shape of stands by taking into account tree species, mean stand age,
296 tree age uniformity and quadratic mean diameter. The Heureka system simulates tree list in a
297 similar way as the simulation tree list was done for the ALS alternative with two main
298 differences. The first difference is that Heureka uses stand level estimated scale and shape
299 where in the ALS alternative the estimated and fitted scale and shape were used (changed from
300 plot to plot). The second notable difference is that Heureka takes equal diameter class intervals

301 containing different tree numbers, while the ALS simulation uses unequal diameter classes
302 containing equal numbers of trees.

303

304 In Heureka, a set of potential management alternatives is generated. A management
305 alternative is a sequence over time of management actions such as regeneration, thinning and
306 final felling. Each action has a calculated net cost or income, and a NPV is calculated for each
307 potential management alternative. Then for each stand the alternative providing the highest
308 NPV is selected. The optimal management strategies selected for the ALS and mean values
309 alternatives were then applied to the forest information in the observed alternative. The
310 differences between the NPV of the observed alternative to the NPV of the applied programs
311 on the forest information in the observed alternative were considered to be the suboptimal
312 losses. The applied treatment programs were fixed only for the two first periods (10 years)
313 since it is expected that in the future new and better information is probable after a period of
314 time (Holmström et al. 2003). The aim was to determine if losses from suboptimal decision can
315 be decreased by using ALS estimations rather than the mean values alternative which is
316 traditionally used in forest planning.

317

318 **Results**

319 The estimated scale and shape in the ALS alternative were used to estimate the expected
320 diameter of trees in each plot. This was then compared with the mean diameters obtained from
321 the field survey data to validate the ALS estimation. Figure 2 shows mean diameters and
322 quadratic mean diameters from the survey data compared to the expected values estimated in

323 the ALS alternative (Equation 1). Figure 2 also shows the Weibull distribution scale and shape
324 parameters compared to the estimated values in the ALS alternative.

325

326 “<Figure 2 here>”

327

328 The regression results for six dependent forest variables, with 15 independent variables, are
329 summarized in Table 3. The independent variables are the ALS variables as described in the
330 Methods section and the proportion of pine from the plot sampling alternative. The
331 independent variable Percentile70 was not included since it was found to have insignificant
332 effects (at a significant level of 5%) on the dependent variables.

333

334 “<Table 3 here>”

335

336 Calculated error indices, indicating the closeness of the estimated diameter distributions to the
337 measured stand level diameter distributions, are summarized in Table 4.

338

339 “<Table 4 here>”

340

341 Table 4 shows that the ALS information yields smaller error indices than the mean values.

342

343 **NPV results**

344 The NPV calculated in the three alternatives and the suboptimal losses are presented in Table 5.

345 Two different price lists were used for sensitivity analysis.

346

347 “<Table 5 here>”

348

349 NPVs were calculated using a 3% real interest rate and two different price lists. The effects of
350 interest rate (3% vs 10%) and the growth model used (a stand growth model vs individual tree
351 growth model (Fahlvik *et al.* 2014)) were also checked but were found to have little impact on
352 suboptimal losses. The default price list used by Heureka, based on pulpwood and sawn timber
353 pricings in mid-Sweden for 2013 (see Appendix 1), resulted in small suboptimal losses (see
354 Table 5). However, as can be seen in Appendix 1, this default price list is not very sensitive to
355 log diameters. This necessitated the construction of a hypothetical price list in which sawn
356 timber prices increased with log diameter, following the curve for the highest log quality, and
357 pulpwood prices were decreased by 50 percent of the mid-Sweden prices for 2013 (see
358 Appendix 1). Use of this hypothetical pricelist increased the estimated difference in suboptimal
359 losses, the ALS alternative yielding 111 SEK ha⁻¹ smaller suboptimal losses than the mean value
360 alternative (Table 5).

361

362 **Discussion**

363 In this study diameter distributions of stems on plots within stands were estimated from ALS
364 information, assuming that they followed Weibull distributions, and the two parameters – scale
365 and shape – of the distribution for each plot were estimated. Stand level tree lists were then
366 simulated based on the plotwise diameter distributions and then imported to the Heureka
367 forest DSS. This approach was compared to an approach where estimated stand mean values
368 only were used and imported to Heureka. In Heureka tree lists were then simulated using
369 inbuilt default Weibull distribution parameters corresponding to a single plot per stand but
370 different parameters for different species. The ALS-derived tree lists yielded smaller suboptimal
371 losses than the lists generated from stand mean values. Thus, in addition to providing robust
372 estimates of stand characteristics such as tree height and basal area, ALS can provide valuable
373 estimates of diameter distributions, thereby improving forest planning. Furthermore the use of
374 error indexes also showed that the stand level ALS based tree lists was closer to the observed
375 diameter distributions than the Heureka derived tree lists.

376

377 The use of ALS information resulted in up to 111 SEK ha⁻¹ smaller suboptimal losses (using the
378 hypothetical price list) than the mean values approach. As ALS information is already available
379 for estimating mean values of stand characteristics, the only additional costs are in estimating
380 the diameter distribution, thus the marginal profit can be increased by a similar amount to the
381 suboptimal loss reduction. These results also reveal that long-term NPV calculations are
382 substantially less sensitive to estimated diameter distributions than other factors such as
383 volume, age, height and site index. However, diameter distributions have potentially greater

384 impacts on short-term NPVs, for instance those related to the dimensional demands of
385 sawmills.

386

387 In most cases the Weibull scale parameter was estimated notably more accurately than the
388 shape parameter. This is to be expected as the area-based ALS approach will provide a low
389 number of measurements for individual trees. It provides accurate information on the height
390 and density of trees, but is less able to distinguish whether a forest consists of numerous thin
391 trees, or fewer thicker trees. Estimates of the shape parameter could also be improved by
392 higher density ALS sampling and use of larger sample plots, which would provide more accurate
393 reference data for the subsequent modeling of diameter distributions.

394

395 In the regression modeling of diameter distribution parameters from ALS information the
396 proportion of pine trees in each plot was used as an independent variable as well as height
397 percentiles. The proportion of pine trees was needed as the relationship between diameter
398 distributions and ALS data is different for different tree species. In this study, the diameter
399 distribution of all species in each plot was modeled; in order to take the species variations into
400 account the proportion of tree pine was included as an independent variable. In operational
401 practice, this information cannot be estimated directly from ALS information but can be
402 acquired by aerial photo interpretation and potentially also by computerized algorithms using
403 aerial laser scanning data and digital aerial photos (Packalén & Maltamo 2007). A proxy for plot
404 level pine proportion is also readily available in existing stand registers.

405

406 A potential way to further improve the approach is to use non-parametric methods to estimate
407 plot level diameter distributions, as described by Gobakken (2005) and Maltamo et al. (2009). In
408 such a case no parametric diameter distribution is assumed (in contrast to our assumption of
409 Weibull distributions), and in operational applications today imputation techniques, based for
410 instance on kMSN methods (Maltamo et al. 2009), are usually applied. In this approach,
411 predictions are made using the actual diameter measurements in the reference data and no
412 smoothing or distribution assumptions are needed. Such methods can be further evaluated in
413 future studies to assess their potential for improving data to be used in forest DSSs.

414

415 In conclusion, the results of the study indicate that ALS-based estimates of diameter
416 distributions have the potential to further improve the planning process, although in this study
417 the gain in NPV was not very high. Use of ALS data should reduce losses from suboptimal
418 decisions, but the level of reduction depends on, e.g., the design of timber price list.

419

420

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422

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474

475 **Appendix 1.**

476 “<Figure 1 pine default prices here>”

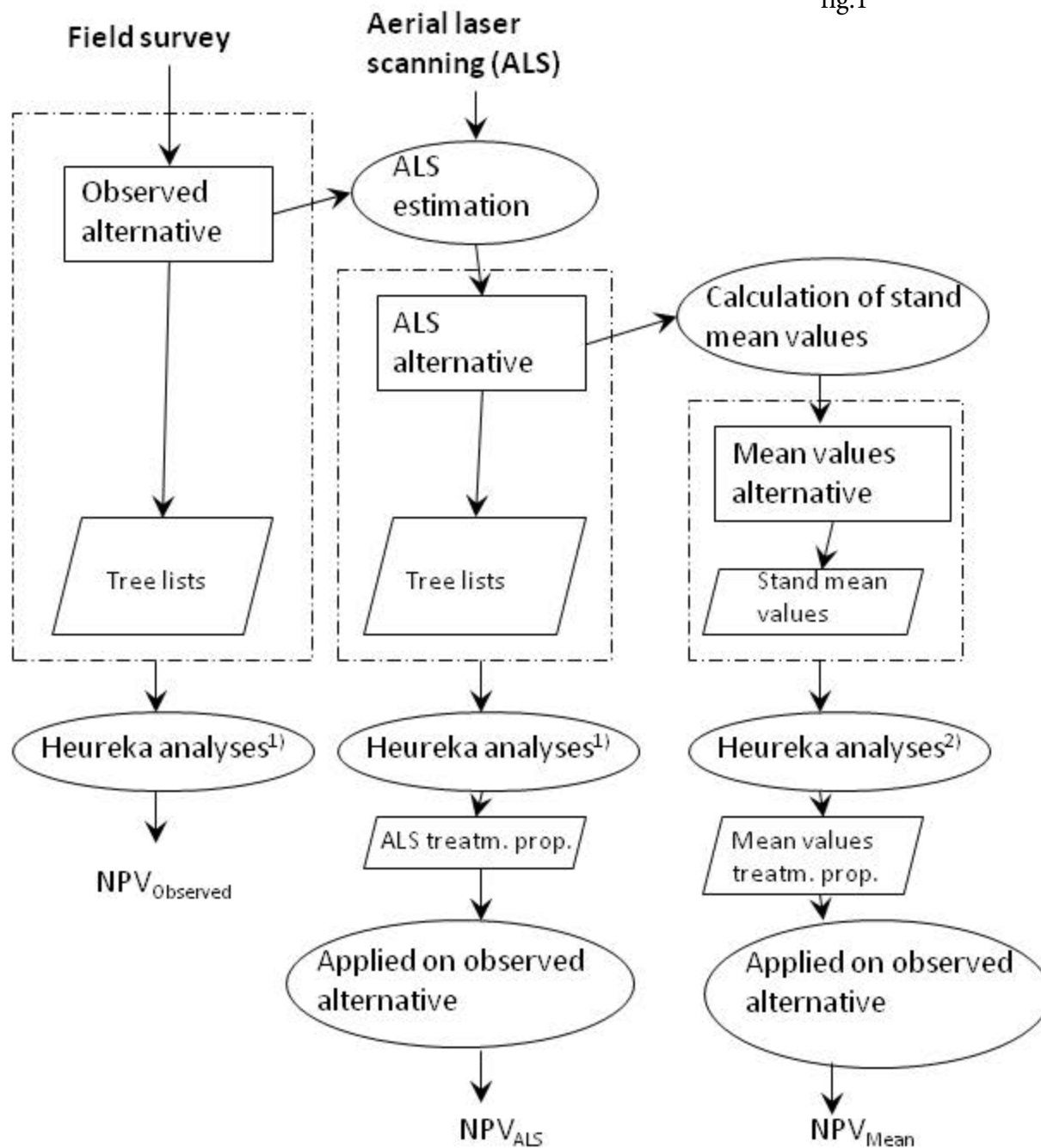
477 “<Figure 2 spruce default prices here>”

478 “<Figure 3 pine hypothetical prices here>”

479 “<Figure 4 spruce hypothetical prices here>”

480 “<Figure 5 histogram of Kolmogorov-Smirnoff statistics values here >”

fig.1



¹⁾ Includes generating treatment proposals and selection of the treatment giving the highest NPV

²⁾ Includes simulation of tree lists with inbuilt functions, generating treatment proposals and selection of the treatment giving the highest NPV

fig.2

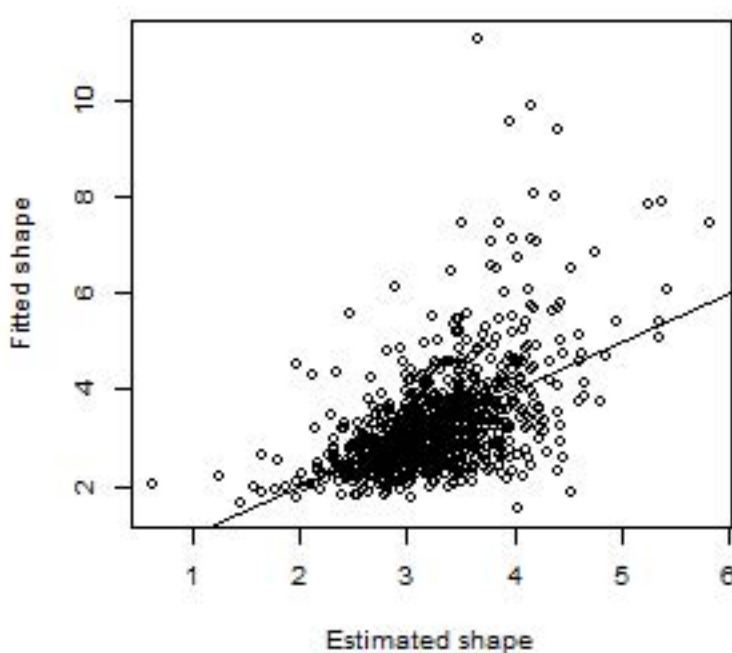
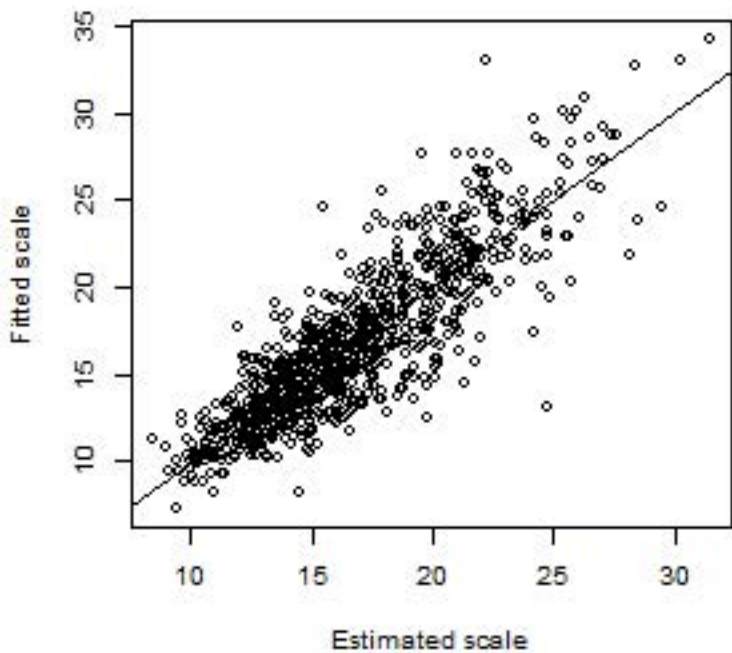
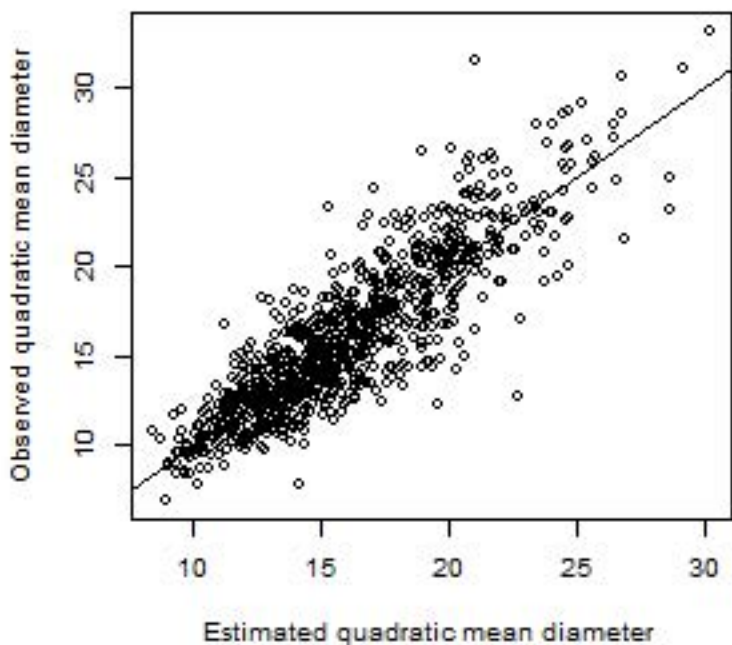
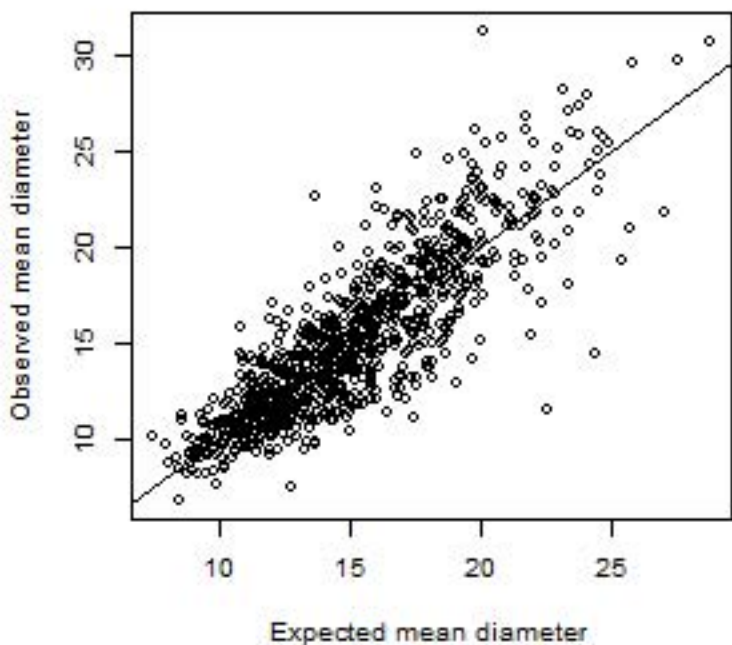


Table 1. Characteristics of the stands used in the study according to the field survey (124 stands, total area 1,135 hectares).

Variable	Mean	Minimum	Maximum
Area (ha)	9	0.14	66.7
Age (year) ²⁾	59 ¹⁾	20	169
Stem volume (m ³ ha ⁻¹)	146 ¹⁾	24	569
Stem diameter ²⁾ (cm)	19.72 ¹⁾	11.27	34.2

1) Area weighted mean, stand area as the weight.

2) Basal area weighted within stand.

Table 2. ALS metrics extracted for the field sampled plots.

Metric	Variable names
Height above ground values corresponding to the 10th, 20th, ..., 90th, 95th and 100th percentiles	h10, h20, ..., h90, h95, h100
Mean height above ground	hmean
Standard deviation of height above ground	hs
Proportion of returns from the vegetation layer	d

Table 3: Regression coefficients for six plot-level variables versus 14 independent variables obtained from the ALS information and the proportion of pine (from the plot sampling data). All presented coefficients are statistically significant at the 5% level. Intercepts and F statistics for each dependent variable are also shown.

Dependent variables	Regression coefficients of the independent variables														R ²	F statistic		
	Intercept	Perc10	Perc20	Perc30	Perc40	Perc50	Perc60	Perc80	Perc90	Perc95	*Perc952	perc100	h _{mean}	h _s			d	proportion Pine
Shape	6.004	-0.493	-0.496		-0.589		-0.354		-0.462			-0.103	2.782	-1.374	-3.066	-0.593	0.26	34.87
Scale	11.195	-0.502				2.216		2.433		1.093	0.015		-4.348	-5.150	-7.704		0.74	347.1
Basal area per hectare	-20.684	0.854	-1.269	1.603					1.209		-0.022				34.547	1.756	0.69	303.9
Number of stems per hectare	-427.386	73.319		155.038					121.281		-3.434	30.432	-332.325		2804.327		0.55	165.7
Basal area weighted mean height	0.716	-0.031		0.129						0.649		0.088		0.367	-1.078	-0.536	0.81	564.1
Quadratic mean diameter	10.635	-0.647		-0.817		1.687	-1.017	1.532			0.018			-2.829	-7.024		0.76	376

*Perc952 is the Perc95 rise to the power 2.

Table 4: Summary of error indices indicating the accuracy of diameter distributions estimated using the ALS and mean values approaches compared to the measured diameter distributions. e_{ALS} and $e_{Heureka}$ are Reynold indices (range 0 – 200), while δ_{ALS} and $\delta_{Heureka}$ are total variation distance indices (range 0 -1) for the ALS and mean values approaches, respectively. The index value 0 in both indices present perfect matches of the compared distributions.

	Error indices			
	Reynolds index		Total variation distances index	
	e_{ALS}	$e_{Heureka}$	δ_{ALS}	$\delta_{Heureka}$
Mean	50.896	79.160	0.251	0.388
Maximum	123.529	159.191	0.542	0.777
Minimum	23.348	39.021	0.090	0.145
Standard deviation	17.454	25.262	0.088	0.122

Table 5: Calculated NPVs. $NPV_{Observed}$ is the NPV of the observed alternative. NPV_{ALS} and NPV_{Mean} are the NPV based on the forest information in the observed alternative where the two first period's management alternatives from the ALS and mean values alternatives were applied on the observed alternative, respectively. The difference between NPV_{ALS} and NPV_{Mean} is considered to be the suboptimal loss when ALS information is utilized.

	NPV results (SEK ha ⁻¹)			
	$NPV_{Observed}$	NPV_{ALS}	NPV_{Mean}	Decrease in suboptimal loss utilizing the ALS information compared to the mean values alternative
Default price list	<u>38,824</u>	<u>38,778</u>	<u>38,712</u>	<u>66</u>
Hypothetical price list	<u>34,139</u>	<u>34,090</u>	<u>33,979</u>	<u>111</u>

