

# Policy uses of SEEA in the EU

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# Selected EU policy initiatives for this presentation

- 1. Flagship initiative 'resource efficiency' under Europe 2020
- 2. Towards a circular economy
- 3. Green employment initiative, greener European Semester
- 4. Environmental Fiscal reform



# 1. A resource-efficient Europe – Flagship initiative of the Europe 2020 Strategy



- Supports the shift towards a resource-efficient, low-carbon economy to achieve sustainable growth
- Dashboard of indicators to measure progress
- The main indicator is resource productivity
   It is based on SEEA economy-wide material
   flow accounts

http://ec.europa.eu/resource-efficient-europe/



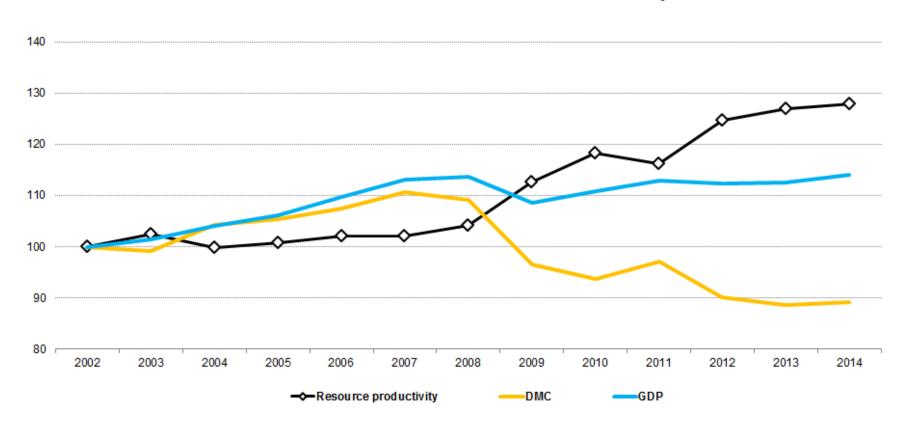
## ...Using SEEA Economic-Wide Material Flow Accounts (EW-MFA)

- EW-MFA report the amounts of physical inputs into the economy, material accumulation in the economy and outputs to other economies or back to nature
- Physical inputs are classified in 50 material categories of biomass, metal ores, non-metallic minerals and fossil energy materials
- EW-MFA used to estimate resource extractions by the economies, material consumption, resource productivity, material footprints, etc.



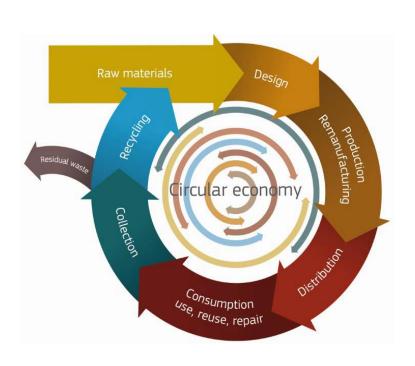
### **Resource productivity indicator**

$$Resource\ productivity = \frac{GDP}{Domestic\ material\ consumption}$$





### 2. Moving towards a circular economy

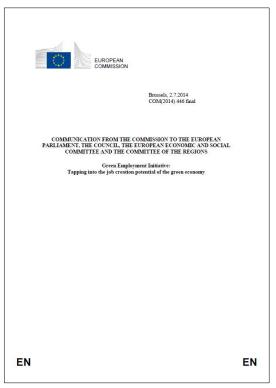


- Ambitious European
   Commission strategy in preparation for late 2015
- More data will be needed about secondary raw materials, recycling, natural extractions saved, etc.

Eurostat reflecting about how to build a 'bridge' between EW-MFA and waste statistics



### 3. Green employment initiative, greener European Semester



- The 'green growth' model for the European economy and labour market
- New jobs in renewable sources, energy efficiency, waste and water management, air quality, etc.
- Bridging existing skills gaps, anticipating change and securing transitions, boosting job creation, data quality, etc.
- Greener semester to ensure the European Semester macroeconomic policies are sustainable, not only economically and socially, but also environmentally

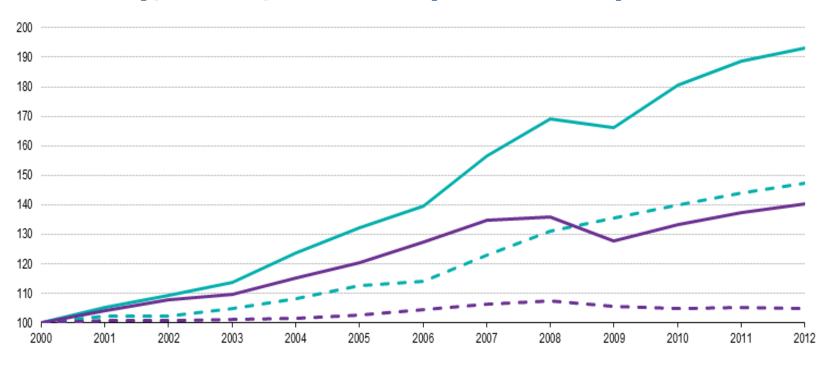


# ...Using SEEA Environmental goods and services sector accounts (EGSS)

- EGSS accounts report information on the production of goods and services specifically designed and produced for the purpose of environmental protection or resource management
- Variables:
  - Value added, employment, output and exports
- Breakdowns:
  - 21 industries and
  - Functional classifications of environmental protection and resource management (CEPA and CReMA)



### Development of environmental economy and overall economy, EU-28, 2000-12 (2000 = 100)



---- Environmental economy: gross value added

- Environmental economy: employment

----- Overall economy: gross domestic product

- Overall economy: employment



#### 4. Tax reform studies

#### **Studies**



Studies (European Commission, other government organisations)

#### Environmental fiscal reform and harmful subsidies

- Study on Environmental Fiscal Reform Potential in 14 EU Member
   States: Main Report and Appendices (2015)
- Environmental fiscal reform potential in 12 EU Member States (2014)
- EEA case studies on environmental fiscal reform potential (PT, ES, IT, IE)
- Budgetary support and tax expenditures for fossil fuels. An inventory for six non-OECD EU countries (2013)
- · Fossil fuels study OECD
- Study supporting the phasing out of environmentally harmful subsidies (2012): Main report; Annexes
- Tax Reforms in EU Member States 2014
- Taxation trends in the European Union

#### Floods, SME RE support, environmental expenditure

- Floods & SME support & Environmental expenditure- Main report (2014)
- Floods & SME support & Environmental expenditure- Country chapters (2014)
- Increasing stress on disaster-risk finance due to large floods and summary of the study

#### Green jobs

The number of Jobs dependent on the Environment and Resource Efficiency (2012)





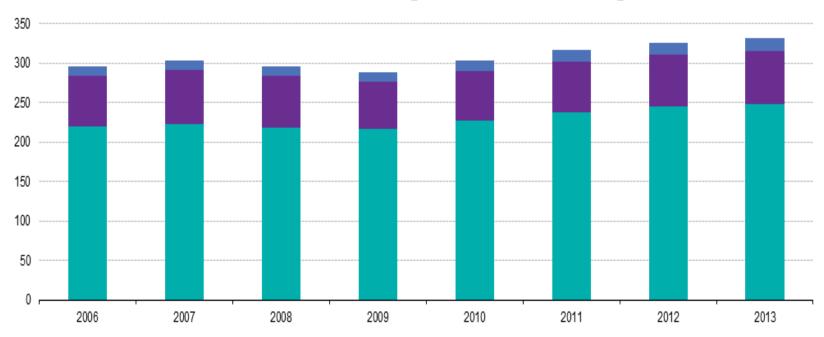
### ... Using SEEA environmental taxes

#### **Environmental taxes:**

- 4 broad groups: taxes on energy, transport, pollution and resources
- Broken down by 64 paying industries plus households
- All taxes figures are consistent with national accounts
   Can be put in relation with GDP, total taxes and social contributions and other economic aggregates
- Can be linked to other environment accounts
   e.g. energy accounts, air emissions,...



## Total environmental tax revenue by type of tax, EU-28, 2006-13 (billion EUR)



- ■Taxes on pollution and resources
- ■Transport taxes
- ■Energy taxes



### Final reflections on SEEA for policy

- Policy users focused on their need
  - For them SEEA is just a tool
  - SEEA not a household name like GDP
- Statisticians must 'connect the dots' between the user needs and the SEEA potential
  - Identify how SEEA can be used for a given purpose
  - Extend/adapt SEEA data to enhance use
  - Educate users
  - Also find the right user for the existing products



# Thank you!