

System of Environmental Economic Accounting

### SEEA EEA REVISION PROCESS

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### **National Accounts**

- The United Nations System of National Accounts (SNA) formalised in 1950s
  - Most recent version SNA 2008
  - Updates in 1953, 1968, 1993, 2008
- SNA accounts contain vital information economic activity and are one of the key building blocks of the macroeconomic statistics that form the basis for economic analysis and policy formulation.
- But ...  $\bullet$



# System of National Accounts 2008











### **Limitations of Traditional** Accounts

The SNA and headline indicators like GDP, the unemployment rate and inflation do not capture the economic contributions of nature.

As a result, decision-makers don't have access to key information necessary to effectively pursue and track sustainable development.

For example, traditional accounts don't help us understand how the depletion of natural resources affects measures of the real wealth of a nation.



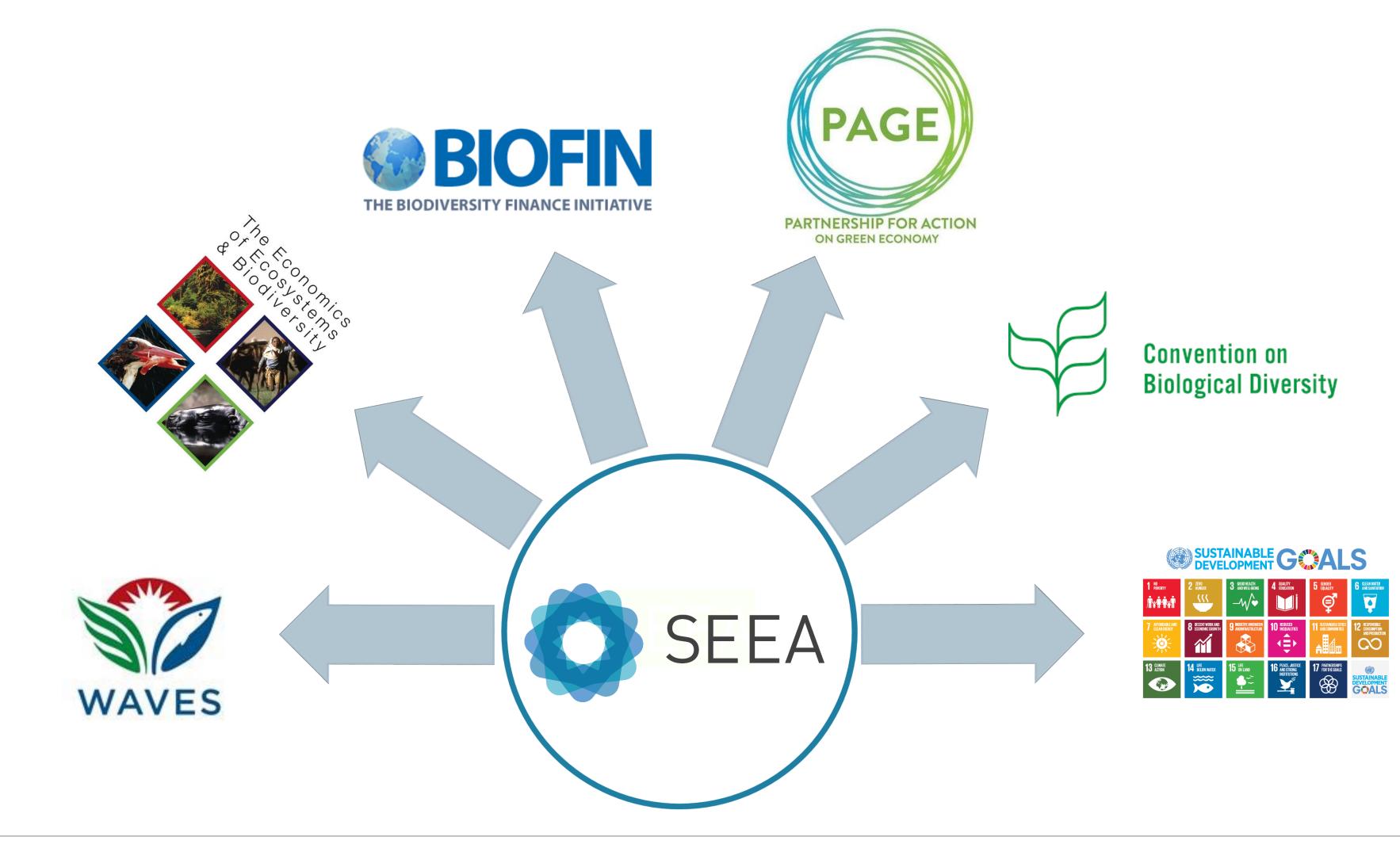


### Why use an accounting framework for the environment?

- Organizes environmental and economic information together in a consistent way
- Allows for environmental data to be connected with existing System of National Accounts measures
- Provides:
  - o International comparability
  - Broad credibility
  - o Replicability
- Transforms data into information



### **SEEA as supporting framework**



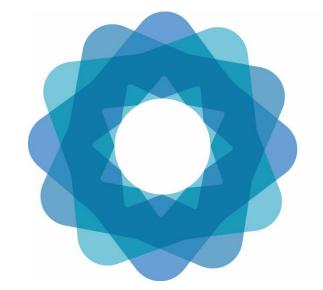




### The System of Environmental-**Economic Accounting (SEEA)**

- The SEEA is the statistical framework to measure the environment and its interactions with economy.
- The **SEEA Central Framework** was adopted as an international statistical standard by the UN Statistical Commission in 2012.
- The SEEA Experimental Ecosystem Accounting complements the Central Framework and represent international efforts toward coherent ecosystem accounting.
- SEEA Applications and Extensions helps compilers and lacksquareusers of SEEA accounts understand how the accounts can be used in decision making, policy review and formulation, analysis and research.



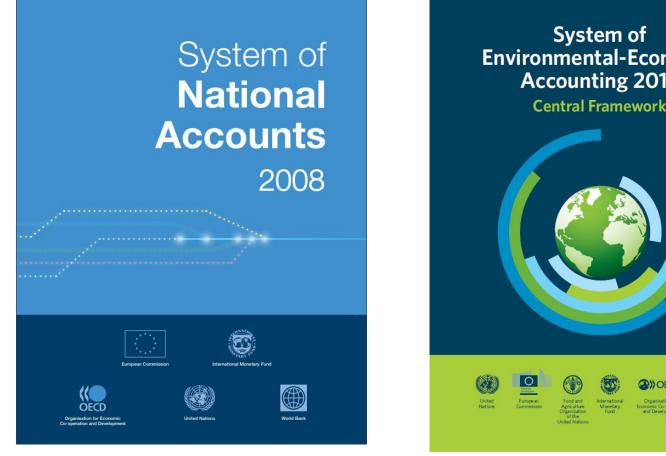


System of **Environmental** Economic Accounting





### The SNA and SEEA: Systems of integrated information







### **One Environment: Two perspectives**

### Individual environmental assets & resources:

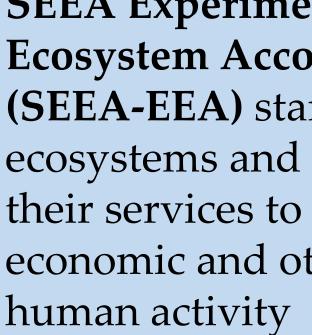
Timber Water Soil Fish



**Ecosystems:** Biotic and abiotic elements functioning together:



**SEEA Central** Framework (SEEA\_CF) starts with economy and links to physical information on natural assets, flows and residuals

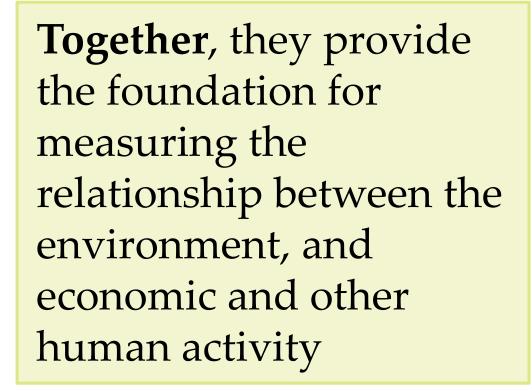




Forests Lakes Cropland Wetlands

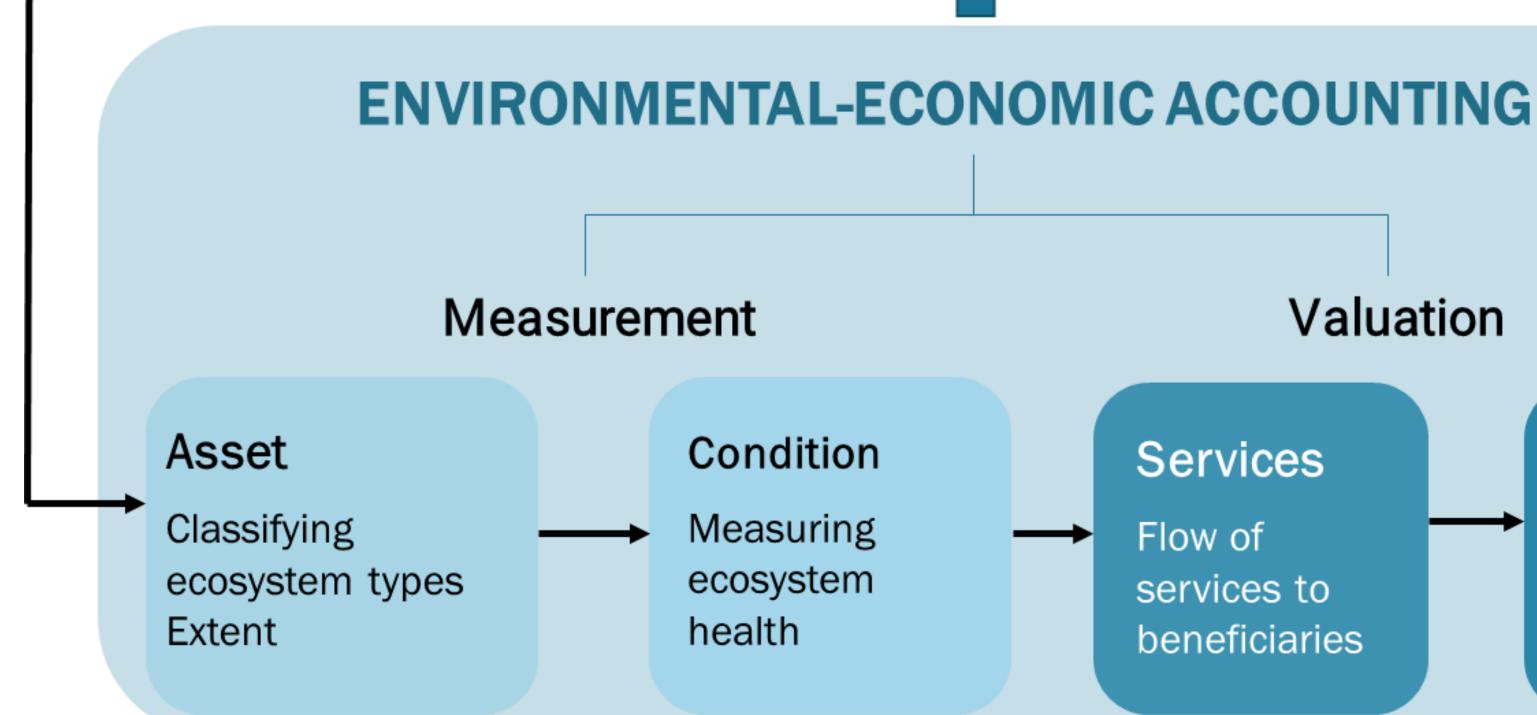
**SEEA Experimental Ecosystem Accounting** (SEEA-EEA) starts with ecosystems and links

economic and other



### **SEEA Experimental Ecosystem Accounting**

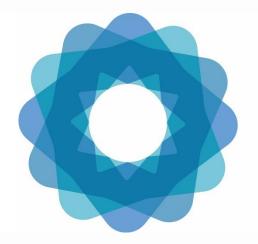






### Benefits

Value of the benefits people receive



System of Environmental Economic Accounting

### **SEEA EEA revision process**







### **Revision of the SEEA Experimental Ecosystem Accounting**

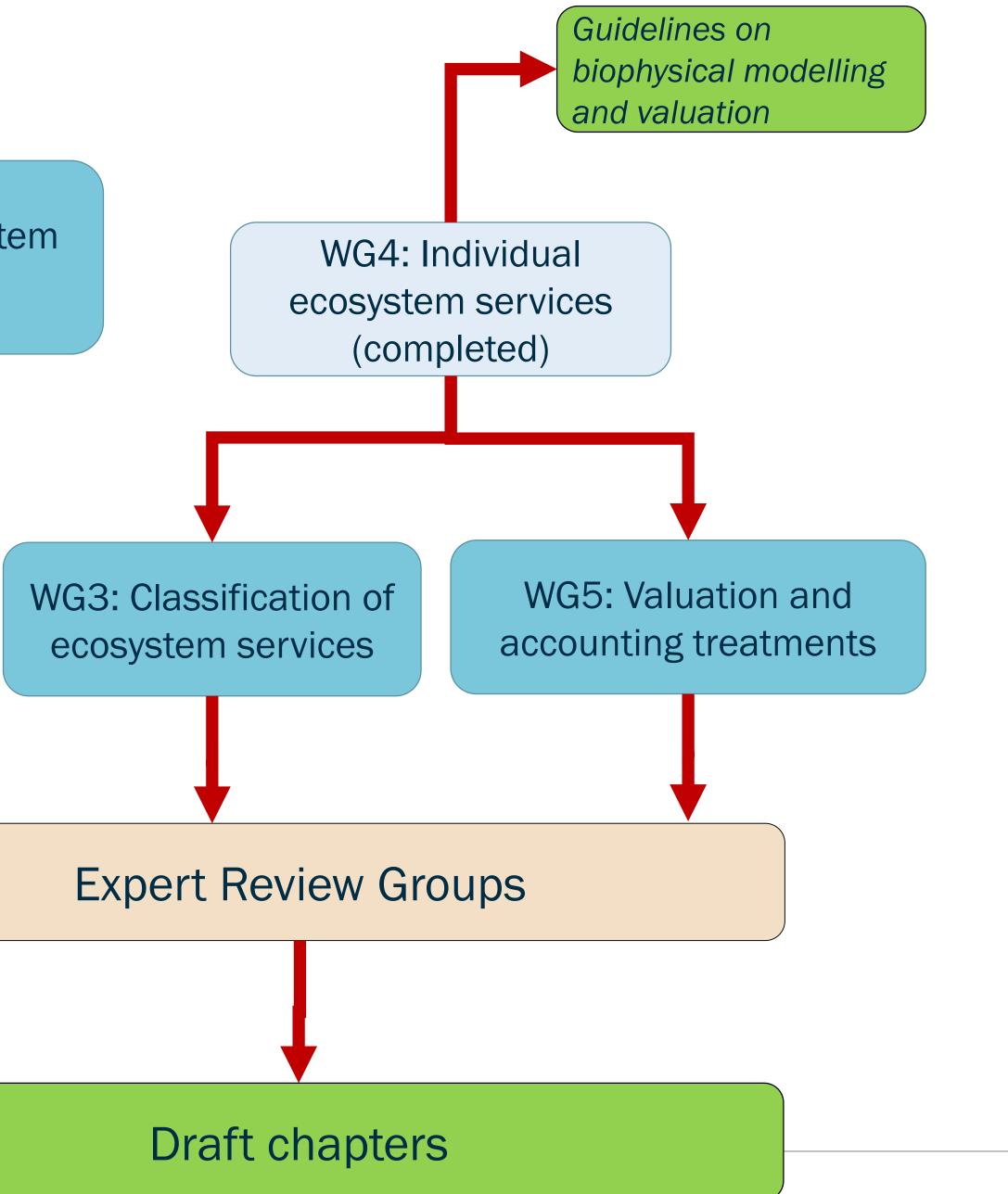
- Launched in March 2018 with the aim to finish by the end of 2020
  For endorsement by UN Statistical Commission in March 2021
- Engagement with various stakeholders wide engagement of various communities, including ecologists, environmental economists, earth observation, etc.
- Seek for broad involvement of partners and experts in the process in the first year over 80 experts contributed to drafting of the discussion papers
- Ambition is to elevate it to an agreed methodological document international statistical standard
- Process aligned with the post-2020 global biodiversity framework, review of SDG and climate change process



### **Revision Working Groups**

### WG1: Spatial WG2: Ecosystem units condition Cross-cutting issues: 1. Framing of values 2. Aggregation and scaling 3. Degradation and capacity 4. Biodiversity 5. Application of ecosystem accounting principles to specific areas 6. Connections between ecosystem accounts





## Planning of work: July – December 2019

- Finalization of discussion papers on ecosystem services (WG3) and valuation (WG5) and carry out expert review of the discussion papers
- Drafting of chapters editor to start drafting chapters in close consultation with the Technical Committee
- Continue research on remaining specific issues and cross-cutting issues in small groups
- Testing of current proposals in particular on:
  - > Ecosystem type classifications
  - > Ecosystem condition indicators by ecosystem type
  - > Ecosystem services modelling and valuation



### Planning of work: 2020

- Jan-Mar: Revision of the chapters
- Apr-Jun: Global consultation on (grouped) individual chapters
- June: Report to UNCEEA and discussion at the 2020 Forum of Experts
- Jul-Sep: Revision of the chapters
- Oct-Nov: Global consultation on complete document
- Dec: Submission of draft to UNCEEA and UNSC



### Revision process: keystones & timeline

Establishment of four **Working Groups** according to the research issues

Establish discussion paper topics and draft work plans at the **2018 Forum of Experts** 

Form Expert Review Groups

Discussion papers discussed at the **2019 Forum of Experts** 

**SEEA EEA Technical Committee** to oversee the drafting of the chapters

UNCEEA and 2020 Forum of Experts



SEEA EEA is finalized for discussion at **UNSC** 



## THANK YOU

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