Malaysia 2016 SEEA Training Practical Guidance to Implementation: Data Sources

Regional Training Workshop on the System of Environmental-Economic Accounting with a Focus on Water Accounting

September 26-30, 2016 Putrajaya, Malaysia

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Overview

- 1. Types of data and data sources
- 2. Setting data priorities
- 3. Practical guidance
- 4. Implementation steps
- 5. Lessons learned in building accounts
- 6. Data challenges

1. Types of water data

- Stock, supply, use
- Water quality
- Physical, monetary

Types of data sources

- National
- Sub-national
- International
- Governmental, nongovernmental
- Public, confidential
- Census, survey, administrative, ad hoc

3. Data characteristics

- Time step: Annual, daily, occasional
- Spatial: National, drainage area, ecological area, administrative area

4. Other data quality

- Fitness of use
- Known accuracy
 - Accurate
 - Inaccurate
- Unknown accuracy
- ...

Data sources by type, for water accounts

- Survey data (e.g., agricultural survey)
- Administrative data (e.g., water consumption)
- Hydrological/meteorological data (e.g., streamflow, rainfall)
- Research data (e.g., case studies)
- Environmental science (e.g., ET)
- Geomatics (e.g. remote sensing)

Example: Canada MEFA for Water

Data sources by agency, for water accounts

- Government agencies responsible for:
 - Water, meteorology, hydrology, statistics, agriculture, environment, energy (especially hydro-power), planning, finance, geology
 - National, state/provincial or local government
- Water suppliers and wastewater treatment plants
- Water research organisations
 - e.g., government agencies, universities
- Non-government organisations
 - e.g., water industry associations, farmer associations, conservation groups, etc.

Global data sources

A range of data on water and land cover are available from international agencies or research organisations. These include:

- FAO Aquastat
 http://www.fao.org/nr/water/aquastat/main/index.stm
- WHO World Climate Data and Monitoring Program (WCDMP)
 http://www.wmo.int/pages/prog/wcp/wcdmp/index_en.php
- WMO World Hydrological Cycle Observing System (WHYCOS) <u>http://www.whycos.org/whycos/</u>

Setting data priorities

C.2.2

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Availability of reliable statistics High Medium Low Low
statistics High Medium Low
High Medium Low
Medium Low
Low
Low
Medium
Low
High
Low
High
High
High
Low
Low
Low
Medium

Medium

Medium

Low

Outflows to the sea

Build on existing knowledge

Recognize that a range of different information systems are already in place

- Many institutions already have information
- Countries have developed information systems to meet their own data needs for management, including international obligations
- These institutions need to understand that their data is valuable and that others could use it for their purposes

Adapted from Michael Vardon, United Nations Statistics Division

The System of Environmental-Economic Accounting for Water

Regional Workshop on Water Accounting Santo Domingo

Dominican Republic 16-18 July 2007

Cooperate

- 1. The majority of countries report cooperation with other agencies in the production of water accounts (68%)
- Despite this, the lack of cooperation or data sharing was identified as an issue in 32% of countries for water accounts
- Data are usually dispersed in many agencies (e.g. agricultural agencies collect information on irrigation water, water ministries collect information to construct water balances, etc.)
- In many countries there are data gaps and in some countries there is duplication of statistical activity

Cooperation is needed with ...

- 1. Within statistical offices
- 2. Between statistical offices
- Between statistical offices and water departments, economic/planning departments and agricultural departments
- 4. With the water supply industry
- 5. With the scientific and research communities
- 6. Between users and producers of information

High level support is needed for ...

- The water accounts require a high degree of coordination within and between agencies, and so high level support helps to ensure that:
 - The proper legal and administrative processes are developed and used for the sharing and integration of data and that the duplication of activity is reduced between different agencies
 - Within agencies it paves the way for internal cooperation
 - There are no "turf wars" between or within agencies
- Resources need to be devoted to the production of the accounts.

An agency needs to take the lead in the coordination and production of the accounts: Who, why?

- In the majority of cases, the agency is the NSO
- The lead agency does the preliminary work, including learning the details of the SEEA-Water and investigating the available data
- NSO are more "policy-independent", and in a better position to provide unbiased data and analysis

A phased approach is needed; pilot or experimental accounts are very useful

- Start with the accounts that address the issues of most importance to countries:
 - In water-scarce countries—water supply and use and asset accounts may be prioritized
 - In industrialized countries—pollution and emission accounts may be prioritized
- Pilot accounts enable indicators and other policy uses to be demonstrated with data

1. **Define**, for the account(s) of interest

- 1. the desired geographical scope and scale
- 2. the frequency of reporting (e.g., quiquennial, annual, quarterly)
- the temporal basis (e.g., financial year, calendar year, hydrological year, seasonally, monthly) and
- 4. the desired level of industry and household detail.
- May be different for the different accounts

2. Identify potential data sources

- assess their suitability for accounts relative to the design choices made in Step 1.
- In this step the metadata associated with the data sources should be closely examined.

3. Secure access to data

 including the data themselves, associated metadata and the rights to disseminate the accounts that are derived from that data.

4. Import data and prepare data for analysis

 noting that concordances may be required between the classifications of imported data and those used in SEEA

5. **Analyse** data

- to identify data gaps, coherence between data sources, other data quality aspects, etc.;
- make required adjustments for scope, definition, timing, classification as appropriate.

6. Create draft accounts and tables

- including the analysis of time series where possible
 - recognize the likely need for multiple iterations in this step.

7. Disseminate accounts

 including material to assist interpretation such as indicators, methodological notes and statements of data quality.

8. Archive data

Including related methodological and other documentation.

9. Review accounts

- Including data sources, methods and systems
- · Actively see user feedback.

- Water accounting takes time.
 - Countries should expect development in this area to be a medium to long term effort.
- Institutional arrangements and cooperation are particularly important
 - Water statistics and expertise often exist outside the national statistical office.
- Linking the business register to environmental geographies
 - link it with the business register was identified as a sound basis for beginning work on compiling water accounts.

- The importance of water use coefficients
 - e.g., per employee, per unit of GDP, per unit of output, etc.) in the physical flow accounts was identified as an important consideration.
- Variability of water availability in both space and time
 - highlight the potential need for data at sub-national scales and subannual frequencies.
- Micro-data validation is an important consideration in water use surveys given the heterogeneity of water use within even detailed industry classifications.
 - The challenge of this and its relationship to generalized business survey processing models warrants consideration.

- Hot and cold deck imputation is important for allocating water use to non-surveyed industries and for industries where coefficients are not available or are not reliable.
 - This is particularly important for allocating treated water from municipal supply if billing data or direct consumption are not available.

Surveys are advisable for large water users

- such as electric power generation, paper manufacturing, agriculture, water treatment plants, and primary metal manufacturing.
- Difficulties interpreting the data were noted
 - e.g., looking at multiple instream uses such as hydro-electric power generation.

- The importance of estimating leakages was highlighted.
 - Leakages can account for a high proportion of the municipal water supply (up to 50%).
 - This is also important from the perspective of the Sustainable Development Goals (SDGs) where efficiency of the water supply system has been mentioned.
- The complexity of the water supply and use tables was identified as an impediment to implementation.

- The measurement of stocks was deemed to be problematic, especially given such difficult measures like soil water, for example.
 - Changes in water yield and flows might be better ways to analyse the resource.
 - However, artificial water reservoirs were identified as important stock measures in many developing countries.
- The link to ecosystem accounts was identified as important to mention.
 - The analysis of water flows can be a gateway to work in the domain of ecosystem provisioning services.

Examples of data challenges

- Data does not exist at all
 - Estimates are not available and models cannot compensate
- 2. Data exists but are not available
 - Owner refuses or cannot share
- 3. Data exists but are scattered
 - Integrating the required data is too big an effort
- 4. Data exists but are incompatible
 - Different measuring instruments, classifications, vintage
- 5. Data exist but are of inappropriate quality
 - Precision, accuracy, coherence, timeliness, accessibility

Common problems in compilation of water accounts

- Classification of units to industry especially those engaged in multiple activities (e.g., water supply, sewerage and hydroelectricity generation)
- In most countries national accounts do not separate the water supply and sewerage industries
- Recording of losses in distribution and the flows for use of water in hydro-electricity and water for cooling
- Boundary between environment and the economy, especially artificial reservoirs
- 5. Spatial referencing economic data refers to administrative boundaries while hydrological data refers to river basins

Examples of data challenges

Group Exercise

- 1. Identify a spoke-person for your group
- 2. Discuss 1 challenge and come up with a "work-around" solution

3. Report back to the group

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Thank You for your attention

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Use of water surveys data and coefficient to build water MEFA

Working level Input-Output classification 302 industries



Intake of water by manufacturing activities ~16%

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Intake of water by mining activities ~1%



Intake of water by thermal-electric ~64%



Intake by agricultural activities ~9%

Residual : Personal and government sector $(\Sigma \text{ intake-survey detail})$ Allocated using coefficients $\sim 7\%$