The need for integrated statistics

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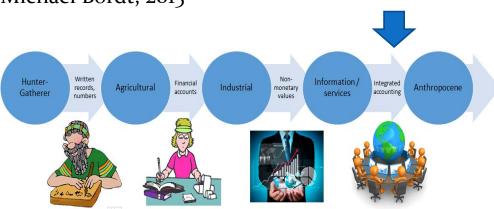




Observation on accounting:

If we managed our economy the way we manage our environment, we'd still be hunter-gatherers.

- Michael Bordt, 2015





Why national statistics offices (NSOs)?

Official statistics

- Bound by principles of quality, impartiality, confidentiality and relevance
- Trusted by government, business and civil society
- See "Fundamental principles of official statistics"
- Tools and expertise to collect, organize, analyse, integrate and disseminate complex data
- Confidential **data collection processes** (surveys, accounts, administrative data) in place that can be adapted for environment statistics
- Often custodians of the National Statistical System

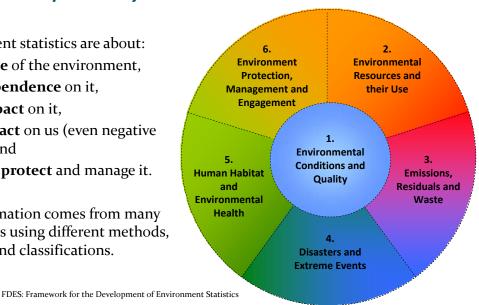


Environment statistics are interdisciplinary and inter-institutional

Environment statistics are about:

- the **state** of the environment,
- our **dependence** on it,
- our **impact** on it,
- it's **impact** on us (even negative ones), and
- how we **protect** and manage it.

This information comes from many institutions using different methods, concepts and classifications.





Some observations

Indicators

- Economic information has:
 - Basis in macro-economic theory
 - Coherent, integrated and comprehensive measurement framework (System of National Accounts = SNA)
 - Accepted indicators (GDP), interpretations (up is good) and functional relationships (e.g., GDP = Consumption + Investment + Government spending + (eXports iMports))
 - Sustainable statistical infrastructure for regular measurement and reporting (classifications, methods, standards, prices, methodology, surveys, accounts, indicators)



More observations



Environmental information has **

- Many resource and ecological theories
- Data collected for specific purposes (e.g., one policy, one regulation or one indicator)
- Few accepted **indicators**, interpretations or functional relationships
- Little "sustainable" statistical **infrastructure** (many indicators, different classifications & concepts...)



The need for integration

- People need water, food and energy
 - While limiting climate change
- Viable energy options may limit equitable access to water and food while contributing to unBearable climate change
- Local optimization doesn't work any more!



New **statistical tools** enable us to quantify these linkages and understand the trade-offs.



Another example

- **Deputy Minister**: "We need an *indicator* of GHG emissions!"
 - Staff: "We'll take fuel sales in \$, convert to volume..."
- **Deputy Minister (2 years later)**: "Where are the GHGs coming from?"
 - **Staff**: "Ummm, energy production, transportation and heating."
- **Deputy Minister**: "No! For policies to reduce GHGS we need to know *what's driving it*! What industries?
 - Staff: "Maybe we need to ask the NSO for data."
- NSO (1 year later): "What do you want?"
 - Staff: "What do you have?"
- **NSO**: "We have fuel expenditures by industry. We can make bridge tables to link activities with industries. We'll create an **energy account**!"
 - **Staff** (**3 years later**): "Thanks, with the **energy account**, we can allocate GHG emissions to final consumption (households, exports, government and inventory. Wow! **42**% of GHG emissions go into creating exports!"
- **Different Deputy Minister**: "We need an indicator of water use."
 - Staff: "Let's talk to the NSO."



About parts and integration

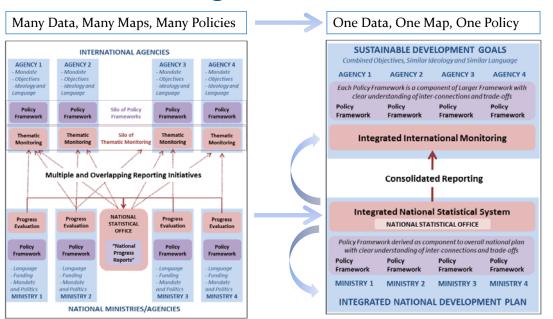
"Both the <u>science of parts</u> and the <u>science of the</u> <u>integration of parts</u> are essential for understanding and action. Those more comfortable in exercising only one of these have the responsibility to understand the other. Otherwise:

- the <u>science of parts</u> can fall into the trap of providing precise answers to the wrong question and
- the <u>science of the integration of parts</u> into providing useless answers to the right question."

CS Holling, 1998, Two Cultures of Ecology



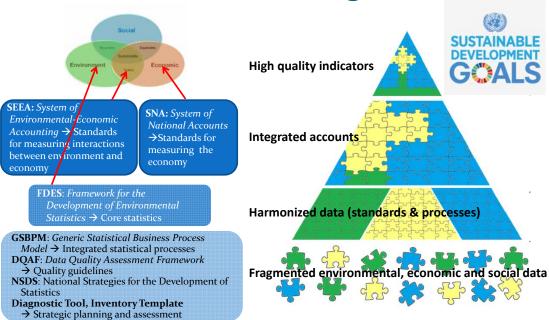
Transformative agenda for official statistics



Source: Adapted from UNSD



Statistical tools for integration





The SEEA and SNA

Indicators with

Quality

Comparability

(Dis)aggregation

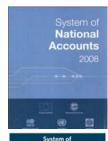
International Statistical Standards

Agreed among NSOs

Aligned definitions and classifications

Comparable statistics from different sectors

Coherent and comprehensive data sets







SEEA Features

- A coherent measurement framework linked to SNA:
 - Aligned concepts, classifications and methods
- Based on accounting principles & systems theory:
 - Stock/flow → asset, supply, use
 - Double/quadruple entry \rightarrow supply = use
 - Time of recording
 - Consistent units of measure & valuation rules
- Flexible and modular
 - Select and adapt components to country needs
 - Don't need to be complete to be useful





International platforms for integration

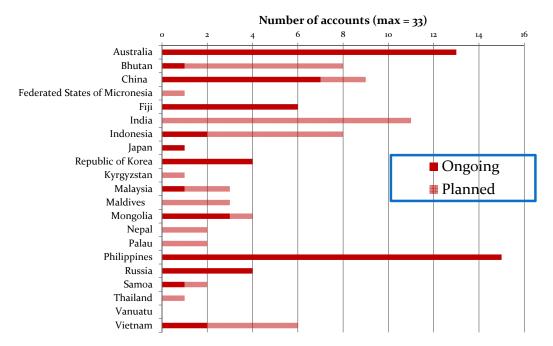




- Is accepted as a contributing measurement framework to most international environmental platforms:
 - CBD, SDGs, World Bank WAVES, BioFin, TEEB, REDD+, IPBES, OECD Green Growth, EU Beyond GDP
- Since 1992, has been implemented, in part, by over 90 countries
 - NSOs, natural resource, finance, planning and environment departments
- Supports a sustainable statistical infrastructure to regularly produce relevant accounts and indicators
- Is **NOT**: a model, database or analytical framework



Asia and the Pacific SEEA Progress (preliminary)



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Initiatives on environment statistics

Stage	Countries
Requested	Myanmar, Kiribati, Vietnam, Philippines
Planned	Sub-regional assessment/training
Assessment	FSM, Malaysia, Maldives, Palau, Samoa, Vanuatu
Training	Malaysia (with UNSD); Pacific Sub-region
Implementation	Fiji, Nepal
UNSD Pilots	Bhutan, Indonesia, Vietnam



Take home messages

"Good statistics are cheaper than bad decisions."

- Integrated decisions need integrated data
- Environmental statistics are:
 - Interdisciplinary and inter-institutional therefore fragmented
- The SEEA is a very useful measurement framework to "disentangle" environment data



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Thank you

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