UN's System of Environmental Economic Accounting (SEEA) a Conversation

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About me

- Agricultural and Resource Economist, 25 years, Stantec
- Adjunct Professor, Western Washington University
- Prior career in accounting and finance in Silicon Valley
- NOT affiliated with the United Nations, just an admirer of the Environmental Programme
- Malcolm Gladwell, author of The Tipping Point, identified 3 kinds of people coming together to create a "Tipping"
 - A connector (computer network hub),
 - A maven (information specialist) and
 - A salesperson (ability to persuade)

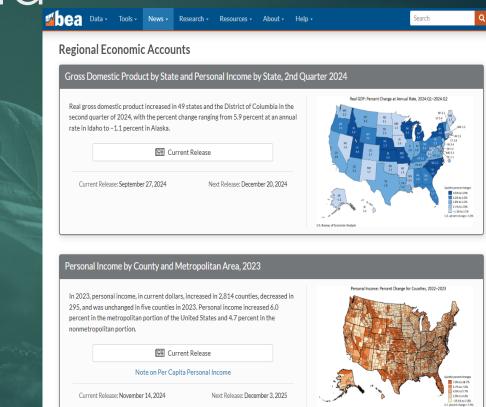
Framework for a Conversation

- Common thread of:
 - Accounting
 - The Environment
 - Economics
 - Malcolm Gladwell's The Tipping Point

 Can, should and how could we **Tip** to an International system of accounts to help understand current conditions, and make informed policy choices?

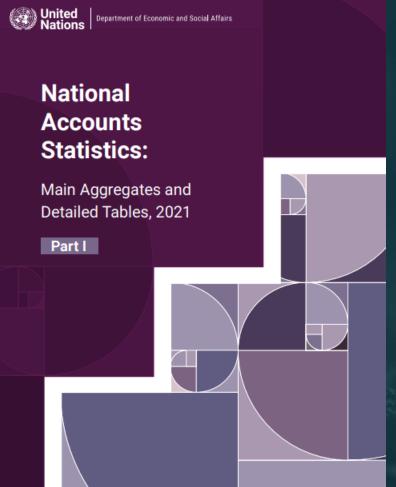
Framework to Consider the SEEA – BEA data

- Consider economic analysis
- The United States Bureau of Economic Analysis has a system of accounts used to report all States economic information



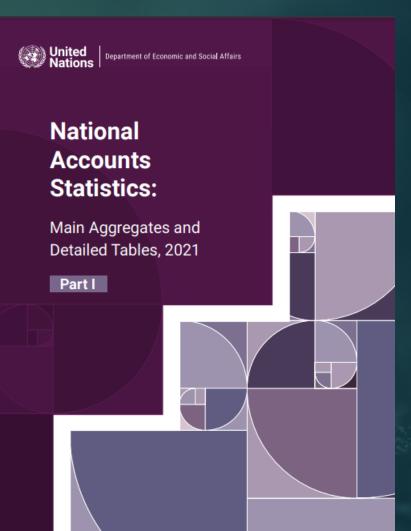
Framework to Consider the SEEA-NAS

 The UN has its System of National Accounts (SNA) an international standard system of national accounts that provides a integrated, system of accounts for economic analysis, decisions making and policy making, it results in higher international comparability



Framework to Consider the SEEA - NAS

- Accounts include:
 - Current accounts, to record the production of goods and services
 - Production accounts, to record the activity of producing goods, Value added
 - Accumulation accounts record acquisition & disposal of assets
 - Balance sheets, the value of assets and liabilities



Something Similar for Environment?

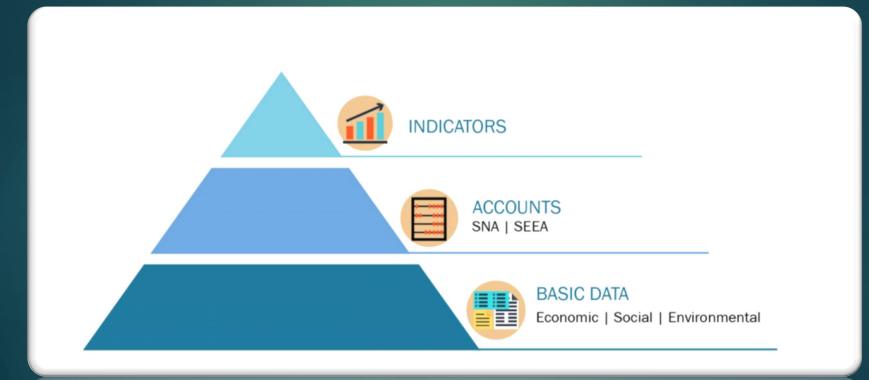
- The System of Environmental and Economic Accounting (SEEA):
 - Follows similar accounting structure to the System of National Accounts, but it also includes broader forms of wealth like natural capital and ecosystem services
 - Is comparable across time and nations making it a useful monitoring framework for global environmental and development initiatives (like the UN's Sustainable Development Goals & the Paris Agreement)
 - Provides actionable information for policy making by organizing environmental and economic data

System of Environmental Economic Accounting (SEEA)

- Developed by the United Nations Environment Programme, beginning in the early 1990s
- A framework to compile statistics linking environmental statistics to economic statistics,
- Provide comprehensive, consistent and comparable policy relevant information to decision makers

 In 2012 the UN Statistical Commission adopted the SEEA as a Statistical Standard

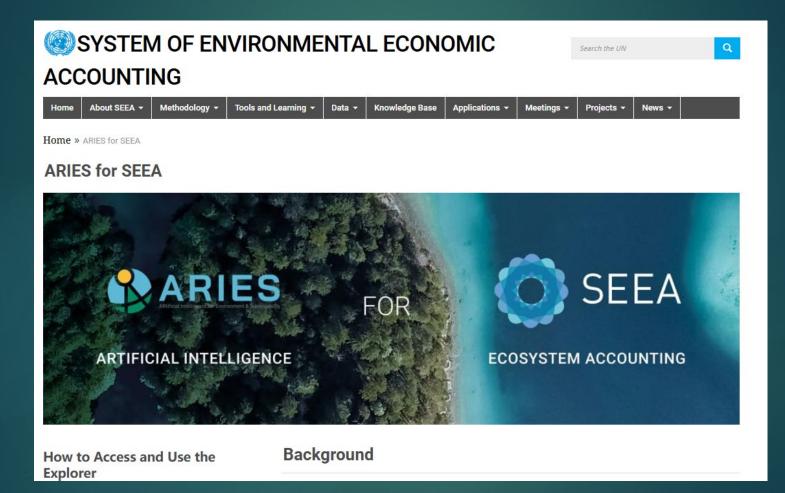
SEEA builds from data, to accounts to indicators



Source: https://seea.un.org/content/frequently-asked-questions

Economic | Social | Environment

Artificial Intelligence for Data



Source: https://seea.un.org/content/aries-for-seea Demo: <u>https://aries.integratedmodelling.org/</u>

Ecosystem Accounting

• Five core accounts, compiled with spatially explicit data:

- 1. ECOSYSTEM EXTENT account, measures total area
- 2. ECOSYSTEM CONDITION account, measures condition
- 3. & 4. ECOSYSTEM SERVICES flow accounts (physical and monetary) record the supply of ecosystem services
- 5. MONETARY ECOSYSTEM ASSET accounts inform on stocks and changes in stocks
- also 'thematic accounting', organizes data around policyrelevant environmental themes, such as biodiversity, climate change, oceans and urban areas.
- Demo: <u>https://seea.un.org/ecosystem-accounting</u>

Using SEEA for Indicators

Provides actionable information for policy making by organizing environmental and economic data

Demo:https://seea.un.org/ content/indicators-andnatural-capital-accounting Assessing the linkages between global indicator initiatives, SEEA Modules and the SDG Targets Report of the NCAVES Project





Using SEEA for Indicators

Using the SEEA EA for Calculating Selected SDG Indicators

1 Introduction

his document presents a set of technical notes describing approaches to calculate four priority Sustainable Development Goal (SDG) indicators, as described in Section 1.2. These SDG indicators were identified as priorities based on an initial report: Assessing the linkages between Slobal indicator initiatives, SEEA Modules and the SDG Targets, also produced by UNEP-WCMC ind UNSD as part of the NCAVES indicator work stream (see UNSD, 2019). The technical notes presented in this document concern the following global SDG Indicators:

- SDG Indicator 15.1.1 Forest area as a proportion of total land area.
- SDG Indicator 15.3.1 Proportion of land that is degraded over total land area.
- SDG Indicator 6.6.1 Change in the extent of water-related ecosystems over time.
- SDG Indicator 11.7.1 Average share of the built-up area of cities that is open space for public use for all by sex age and persons with disabilities

Early Adopters?

As of 2021 90 countries have compiled SEEA accounts...



Source: https://seea.un.org/content/frequently-asked-questions

Continued Adoption...

By 2023 the US began compilation and dissemination...



Source: https://seea.un.org/content/global-assessment-environmental-economic-accounting

US Contribution and Implementation



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SEEA

Artificial Intelligence for Ecosystem Accounting (ARIES for SEEA)

ARTIFICIAL INTELLIGENCE

ECOSYSTEM ACCOUNTING

"In collaboration with the United Nations (U.N.) and Basque Centre for Climate Change, the USGS built a tool called ARIES for SEEA. ARIES for SEEA enables countries to more rapidly assemble natural capital accounts using the best-available data and models. ARIES for SEEA improves the reusability of scientific data and models. ...

Source: https://www.usgs.gov/special-topics/year-of-open-science/news/artificial-intelligence-ecosystemaccounting-aries-seea

The Conversation and Beyond

Is it possible?

 Where/how would you implement this?

 At the next ACES could we have a session showing where its being implemented?