Discussion on Ongoing Efforts to Accelerate APEC’s Work on Fossil Fuel Subsidy Reform

Submitted by: OECD
Accelerating Efforts on Inefficient Fossil Fuel Subsidies, including through Voluntarily Self-Reporting

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Accelerating reform: the role of economy-level inventories

**STEP 1:** Identify support measures, document their objectives and estimate their fiscal costs
Tools: OECD Inventory, IEA estimates, IMF estimates

**STEP 2:** Measure the relative distortiveness of support measures and create a ranking
Tools: effective tax rates, sectoral models of oil/gas production

**STEP 3:** Identify the winners and losers of FFS reforms and distributional consequences
Tools: micro- (firms- and household-based) and macro-simulation models (CGE models)

**STEP 4:** Evaluate alternative policies that accompany FFS reforms to alleviate distributional consequences
Tools: micro- (firms- and household-based) and macro-simulation models (CGE models)

The OECD Inventory is a good starting point…
…as is the OECD-IISD FFS tracker

Country trends in fossil-fuel subsidies

Examine fossil-fuel subsidies by country in USD. Visualise trends by fuel type and filter by beneficiaries and support mechanism for more detailed insights. To know more about these categories go to Methodology. Global data in this visual might differ slightly from values displayed in the “Home” page. This is due to the methodology applied to disaggregate the data. For more information about this, visit the section “Data sources” in the Methodology.

Country | Fuel type | Beneficiary | Support mechanism | Source
--------|-----------|-------------|-------------------|------
Angola  | All       | All         | All               | IEA  

Sources: OECD, IEA, IMF
Peer reviews: building capacity, supporting reform
Lessons and good practice examples from peer reviews

- Summary of recommendations from peer review panels
- Examples of good practice in addressing challenges in form
- Analysis of “scalable” lessons from G20 and APEC peer reviews to date
Measuring distortiveness, identifying winners and losers, evaluating alternative policies

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Thank you!

To learn more:

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