

2022/CTI/WKSP4/004 Session 2c

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

Submitted by: OECD



Capacity Building Workshop for Accelerating Efforts on Inefficient Fossil Fuel Subsidies, Including Through Voluntary Self-Reporting 28 April 2022

Accelerating Efforts on Inefficient Fossil Fuel Subsidies, including through Voluntarily Self-Reporting

APEC Committee on Trade and Investment Capacity Building Workshop 28 April 2022

Justine Garrett, Policy Analyst OECD Environmental Directorate

Accelerating reform: the role of economylevel 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 macrosimulation models (CGE models)

Source: Elgouacem, A. (2020), "Designing fossil fuel subsidy reforms in OECD and G20 countries: A robust sequential approach methodology", OECD Environment Working Papers, No. 168, OECD Publishing, Paris, https://doi.org/10.1787/d888f461-en. STEP 4: Evaluate alternative policies that accompany FFS reforms to alleviate distributional consequences Tools: micro- (firms- and household-based) and macrosimulation models (CGE models)

The OECD Inventory is a good starting point...



Fossil fuel support data and Country Notes

The new Country Notes on Fossil Fuel Support provide interactive on-line access to the latest data from the OECD Inventory of Support Measures for Fossil Fuels by country – identifying and estimating the value of support arising from policies that encourage the production or consumption of fossil fuels. The webbooks allow users to download, share and pla with the data. Interactive graphics enable data visualisation, in national currency, by beneficiary and by energy product. These Country Notes provide, for each of the 50 economies covered in the Inventory, a snapshot of energy market structure, the current state of energy prices and taxes, and recent developments and trends in fossil fuel support. Data and country notes for the EU Eastern Partnership (EaP) countries have been collected and prepared as part of the GREEN Action Task Force.

- > Argentina Data | Country note
- Armenia Data | Country note
- > Australia Data | Country note
- > Austria Data | Country note
- > Azerbaijan Data | Country note
- > Belarus Data | Country note
- > Belgium Data | Country note
- > Brazil Data | Country note
- > Canada Data | Country note
- > Chile Data | Country note
- > China Data | Country note
- > Colombia Data | Country note
- > Czech Republic Data | Country note
- > Denmark Data | Country note
- > Estonia Data | Country note
- > Finland Data | Country note
- > France Data | Country note

Germany Data | Country note Greece Data | Country note > Hungary Data | Country note Iceland Data | Country note > India Data | Country note > Indonesia Data | Country note > Ireland Data | Country note > Israel Data | Country note > Italy Data | Country note Japan Data | Country note Korea Data | Country note > Latvia Data | Country note Lithuania Data | Country note Luxembourg Data | Country note Mexico Data | Country note Moldova Data | Country note

Georgia Data | Country note

- > Netherlands* Data | Country note
- > New Zealand Data | Country note
- > Norway Data | Country note
- > Poland* Data | Country note
- > Portugal Data | Country note
- > Russian Federation Data | Country note
- Slovak Republic Data | Country note
- Slovenia Data | Country note
- South Africa Data | Country note
- > Spain* Data | Country note
- Sweden Data | Country note
- > Switzerland Data | Country note
- Turkey Data | Country note
- > Ukraine Data | Country note
- United Kingdom Data | Country note
- > United States Data | Country note

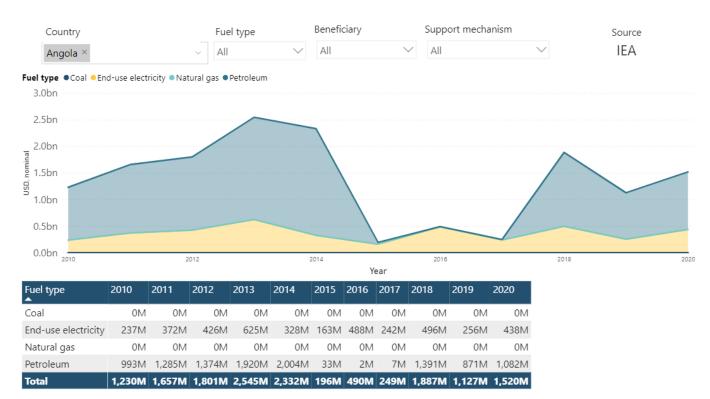
...as is the OECD-IISD FFS tracker

Country trends in fossil-fuel subsidies



BZ

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.



Microsoft Power BI

Peer reviews: building capacity, supporting reform



Lessons and good practice examples from peer reviews

UPDATE ON OF INEFFICI ENCOURAG

Lessons learnt and good practice from APEC-economy fossil-fuel subsidy peer reviews

POLICY PERSPECTIVES

form

Summary of

recommendations from

Examples of good practice

in addressing challenges in

APEC peer reviews to date

peer review panels

Analysis of "scalable"

lessons from G20 and

OECD ENVIRONMENT POLICY PAPER NO. 29

Contribution by th (OECD) and the In and Energy Mini:

Measuring distortiveness, identifying winners and losers, evaluating alternative policies

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 macrosimulation models (CGE models)

Source: Elgouacem, A. (2020), "Designing fossil fuel subsidy reforms in OECD and G20 countries: A robust sequential approach methodology", OECD Environment Working Papers, No. 168, OECD Publishing, Paris, https://doi.org/10.1787/d888f461-en. STEP 4: Evaluate alternative policies that accompany FFS reforms to alleviate distributional consequences Tools: micro- (firms- and household-based) and macrosimulation models (CGE models)



To learn more:



http://oe.cd/fossil-fuels ffs.contact@oecd.org

justine.garrett@oecd.org

