

# Producing footprint-type indicators for SDG monitoring

7<sup>th</sup> Expert Meeting on Statistics for Sustainable
 Development Goals - Session 5: Expanding the SDGs monitoring with non-traditional data sources

12-13 April 2023; Geneva

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#### Overview

- 1. Footprint-type indicators produced by Eurostat overview & example
- 2. ... their use in Eurostat's SDG monitoring



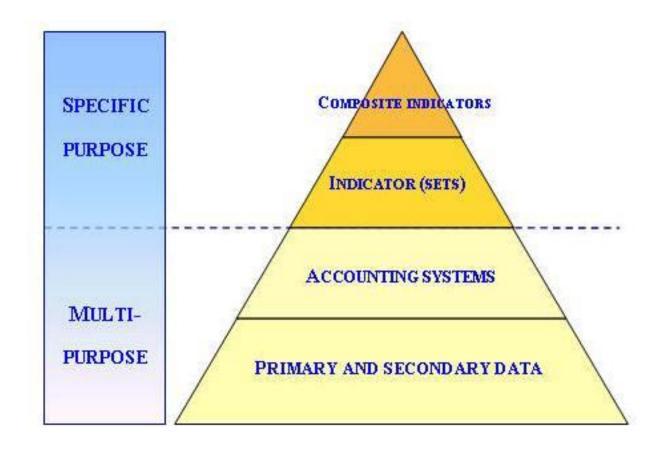
### 1 production of footprint type indicators

- Domains ('footprints' of ...):
  - Air emissions: greenhouse gases, air pollutants
  - Materials extraction
  - Energy: net domestic energy use
  - Land use
  - Economic: value added



#### **Fundamentals**

- Consumption-based accounts
- …& derived footprint-type indicator



- Conceptual basis:
  - System of national accounts (SNA)
  - System of environmental-economic accounts(SEEA)



### Definition: footprint type indicators

- Certain phenomena associated with 'production'
- ...are re-attributed to 'consumption'
- Definition of 'consumption':
  - final demand in a inter-country IOT =
    - final consumption expenditure (P3)
    - gross fixed capital formation (P5)
- plus: direct phenomena exerted by private households



#### Methods

- Input-output modelling
  - Single region model
  - Multi-regional (inter-country) model

data requirements – global!

- Coefficient approach (incl. life-cycle inventory based)
- Composite methods (combinations)



#### Eurostat's method mix:

- Input-output modelling
  - Single region IO model
  - Multi-regional (inter-country) IO model
- Coefficient approach (incl. life-cycle inventory based)
- Composite methods (combinations)

Materials extraction

Air emissions, energy use

CO2 emissions, gross value added

Land use



### Example = carbon footprints

- Multi-regional IO model (FIGARO)
- huge analytical potential!



#### Data requirements

- Inter country input-output table (IC IO) representing the global economy.
  - => provided by FIGARO:
  - 46 geographical entities; 64 production activities (46x64 x 46x64 = 2 944 x 2 944 = 8 667 1360)
- CO2-emission vector
  - => provided by Eurostat E.2:
  - 46 geographical entities; 64 production activities + 1 households (1 x 46 x (64+1) = 2 990)



#### Model

Leontief-type model:  $\mathbf{B}^* = \hat{\mathbf{g}} \cdot \mathbf{L} \cdot \mathbf{Y}$ 

with

- B\* Matrix of the re-attributed environmental pressure variable to final demand by category of final demand and production activity of origin
- ĝ diagonalised vector of CO2-emission coefficients
- L Leontief matrix
- Y Final demand matrix, products by categories of final demand



#### Data structure of modelling results

- Resulting matrix B\*has the shape of a final demand matrix. Multi-country setup (one single year):
  - vertical rows (2 944):
    - production activity of origin of pressure (64)
    - geographical entity of origin of pressure (46)
  - horizontal columns (230):
    - categories of final demand (5)
    - geographical entity of final demand (46)
  - plus households' direct emissions (1x46)
- => 687 700 data points



### Data structure of modelling results

• Multi-dimensional data cube, i.e. csv.flatfile with a record for each of the 687 700 data points, for each of the 11 years = 7 564 700 records

1.	time_period	reference year
2.	ref_area	country of origin of CO2
3.	industry	production activity of origin
4.	counterpart_area	country of final demand
5.	sto	category of final demand
6.	obs_value	observation value (modelling result)
7.	decimals	
8.	unit_measure	tonnes
9.	unit mult	3 (i.e. thousand of tonnes)



### Data structure of modelling results

time_period	ref_area	industry	counterpart_area	sto	obs_value	decimals	unit_measure	unit_mult
2010	IN	A01	BE	P3_S13	2.719	3	TN	3
2010	IN	A02	BE	P3_S13	0.568	3	TN	3
2010	IN	A03	BE	P3_S13	0.072	3	TN	3
2010	IN	В	BE	P3_S13	5.051	3	TN	3
2010	IN	C10T12	BE	P3_S13	0.241	3	TN	3
2010	IN	C13T15	BE	P3_S13	0.869	3	TN	3
2010	IN	C16	BE	P3_S13	0.129	3	TN	3
2010	IN	C17	BE	P3_S13	1.385	3	TN	3
2010	IN	C18	BE	P3_S13	0.158	3	TN	3 3 3 3 3 3
2010	IN	C19	BE	P3_S13	7.306	3	TN	3
2010	IN	C20	BE	P3_S13	15.503	3	TN	3
2010	IN	C21	BE	P3_S13	0.334	3	TN	3
2010	IN	C22	BE	P3_S13	0.078	3	TN	3
2010	IN	C23	BE	P3_S13	13.79	_ 3	TN	3
2010	IN	C24	BE	P3_S13	49.916	3	TN	3
2010	IN	C25	BE	P3_S13	0.255	3	TN	3
2010	IN	C26	BE	P3_S13	0.014	3	TN	3
2010	IN	C27	BE	P3_S13	0.032	3	TN	3
2010	IN	C28	BE	P3_S13	0.057	3	TN	3
2010	IN	C29	BE	P3_S13	0.008	3	TN	3
2010	IN	C30	BE	P3_S13	0.002	3	TN	3
2010	IN	C31_32	BE	P3_S13	0.444	3	TN	3 3 3 3 3 3 3 3
2010	IN	C33	BE	P3_S13	0.017	3	TN	3

CO2 emissions emitted by metal manufacturing (NACE C24) in India caused by the final consumption expenditure of general government (P3 S13) in Belgium



#### Results: EU versus the rest of the world

2020 [Gt]	serving E consump		serving consu in the non-EU the wor	J rest of	Total produced		
produced in EU	2.3	7%	0.5	2%	2.8	8%	
produced in the non-EU rest of the world	0.9	3%	30.7	89%	31.7	92%	
Total consumed	3.2	9%	31.2	91%	34.4	100%	



2010 [Gt]	serving EU's consumption		serving consumption in the non-EU rest of the world		Total produced	
produced in EU	3.1	9%	0.6	2%	3.6	11%
produced in the non-EU rest of the world	1.2	4%	28.9	86%	30.2	89%
Total consumed	4.3	13%	29.5	87%	33.8	100%



2015 [Gt]	serving consum		serving cons in the non-E the wo	U rest of	Total produced		
produced in EU	2.7	7%	0.6	2%	3.3	9%	
produced in the non-EU rest of the world	1.0	3%	31.6	88%	32.6	91%	
Total consumed	3.7	10%	32.2	90%	35.9	100%	



2019 [Gt]	serving EU's consumption		serving consumption in the non-EU rest of the world		Total produced	
produced in EU	2.6	7%	0.6	2%	3.2	8%
produced in the non-EU rest of the world	1.1	3%	33.3	89%	34.4	92%
Total consumed	3.7	10%	33.9	90%	37.6	100%

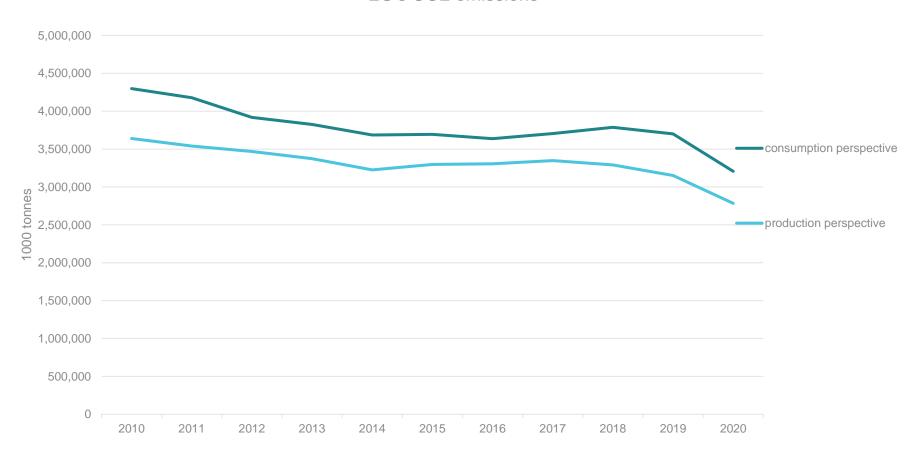


2020 [Gt]	Serving FU's		serving consumption in the non-EU rest of the world		Total produced	
produced in EU	2.3	7%	0.5	2%	2.8	8%
produced in the non-EU rest of the world	0.9	3%	30.7	89%	31.7	92%
Total consumed	3.2	9%	31.2	91%	34.4	100%



## EU's CO2 emissions decreasing

#### EU's CO2 emissions





# EU's consumption-based emissions by origin

CO2 emissions serving EU's consumption by origin

	201	0	201	2015		<u>1</u> 9	2020	
	Gt	%	Gt	%	Gt	%	Gt	%
European Union	3.057	71%	2.672	72%	2.556	69%	2.258	70%
Argentina	0.006	0%	0.003	0%	0.004	0%	0.004	0%
Australia	0.008	0%	0.006	0%	0.008	0%	0.007	0%
Brazil	0.012	0%	0.012	0%	0.011	0%	0.010	0%
Canada	0.021	0%	0.017	0%	0.026	1%	0.026	1%
Switzerland	0.006	0%	0.004	0%	0.005	0%	0.004	0%
China	0.300	7%	0.251	7%	0.253	7%	0.211	7%
United Kingdom	0.033	1%	0.024	1%	0.025	1%	0.020	1%
Indonesia	0.012	0%	0.009	0%	0.010	0%	0.008	0%
India	0.041	1%	0.039	1%	0.049	1%	0.037	1%
Japan	0.022	1%	0.017	0%	0.017	0%	0.014	0%
South Korea	0.024	1%	0.018	1%	0.019	1%	0.017	1%
Mexico	0.010	0%	0.011	0%	0.013	0%	0.012	0%
Norway	0.013	0%	0.013	0%	0.012	0%	0.010	0%
Russia	0.181	4%	0.153	4%	0.163	4%	0.112	4%
Saudi Arabia	0.016	0%	0.021	1%	0.015	0%	0.011	0%
Turkey	0.021	0%	0.023	1%	0.033	1%	0.038	1%
United States of America	0.092	2%	0.075	2%	0.084	2%	0.070	2%
South Africa	0.029	1%	0.019	1%	0.024	1%	0.019	1%
Rest of the World (non-G20 & no	0.395	9%	0.307	8%	0.375	10%	0.319	10%
Total	4.298	100%	3.694	100%	3.700	100%	3.207	100%



#### EU's production-based emissions by destination

#### EU's CO2 emissions serving consumption by destination

	2010		2015	2015		2019		0
	Gt	%	Gt	%	Gt	%	Gt	%
European Union	3.057	84%	2.672	81%	2.556	81%	2.258	81%
Argentina	0.004	0%	0.004	0%	0.003	0%	0.003	0%
Australia	0.012	0%	0.011	0%	0.010	0%	0.009	0%
Brazil	0.018	1%	0.017	1%	0.016	1%	0.011	0%
Canada	0.013	0%	0.014	0%	0.014	0%	0.012	0%
Switzerland	0.028	1%	0.026	1%	0.024	1%	0.024	1%
China	0.054	1%	0.078	2%	0.085	3%	0.084	3%
United Kingdom	0.049	1%	0.036	1%	0.033	1%	0.024	1%
Indonesia	0.006	0%	0.006	0%	0.006	0%	0.005	0%
India	0.020	1%	0.019	1%	0.020	1%	0.016	1%
Japan	0.024	1%	0.023	1%	0.022	1%	0.019	1%
South Korea	0.012	0%	0.013	0%	0.013	0%	0.009	0%
Mexico	0.010	0%	0.012	0%	0.011	0%	0.009	0%
Norway	0.012	0%	0.009	0%	0.011	0%	0.009	0%
Russia	0.032	1%)	0.022	1%	0.022	1%	0.019	1%
Saudi Arabia	0.012	0%	0.018	1%	0.013	0%	0.010	0%
Turkey	0.024	1%	0.024	1%	0.018	1%	0.013	0%
United States of America	0.099	3%	0.118	4%	0.109	3%	0.092	3%
South Africa	0.007	0%	0.006	0%	0.006	0%	0.004	0%
Rest of the World (non-G20 & no	0.146	4%	0.168	5%	0.160	5%	0.154	6%
Total	3.641	100%	3.297	100%	3.151	100%	2.783	100%



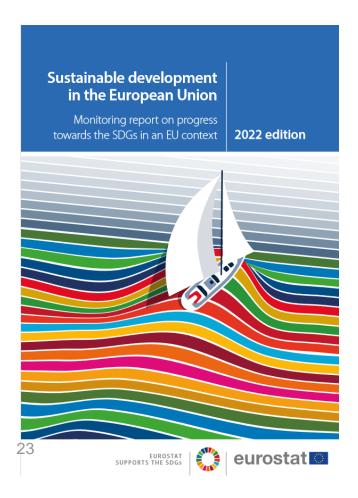
#### Results - narratives

- EU's consumption-based CO2 emissions are bigger than production-based
- EU's carbon footprint in the world
  - has been decreasing from 4.3 (2010) to 3.2 (2020) billion tonnes
  - shares in global CO2 emissions decreased from 13% to 9%
- EU's 'self-sufficiency' rather stable (ca. 70%)
- Important 'trading partners':
  - Rest of the World and China: asymmetry is getting less
  - Russia: asymmetry stable
    US: stable balance



# 2 Footprint-type indicators & SDG monitoring

• Eurostat's monitoring report:





# 2 Footprint-type indicators & SDG monitoring

- SDG 12 Responsible consumption and production
- Special chapter: spillover effects



Table 12.1: Indicators measuring progress towards SDG 12, EU

Indicator	Long-term trend (past 15 years)	Short-term trend (past 5 years)							
Decoupling environmental impacts from economic	Decoupling environmental impacts from economic growth								
Consumption of hazardous chemicals	7	<b>\</b>							
Material footprint	7	Ţ							
Average CO <sub>2</sub> emissions from new passenger cars	(1)	<b>S</b>							
Energy productivity (*)	1	1							
Green economy									
Gross value added in the environmental goods and services sector	1	1							
Waste generation and management									
Circular material use rate	1	1							
Generation of waste excluding major mineral wastes	(2)	<b>1</b> <sub>(3)</sub>							

<sup>(\*)</sup> Multi-purpose indicator.



<sup>(1)</sup> Past 13-year period.

<sup>25(°)</sup> Past 14-year period. (°) Past 4-year period.

## Special chapter: spillover effects

- Carbon footprints
- Land use footprints
- Material footprints
- Economic spillover effects (value added footprints)



# Thank you



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