



## Measuring and reporting fossil fuel subsidies : monitoring in the context of SDGs”

*SDG 12c1 Regional Workshop – Caribbean edition*

Himanshu Sharma, UN Environment Programme

# Outline

---

- Reporting process under the SDGs and the production of the report
- Recommendations of the report
- Next steps and way forward

---

Target 12.c: Rationalize inefficient fossil-fuel subsidies that encourage wasteful consumption by removing market distortions, in accordance with national circumstances, including by restructuring taxation and phasing out those harmful subsidies, where they exist, to reflect their environmental impacts, taking fully into account the specific needs and conditions of developing countries and minimizing the possible adverse impacts on their development in a manner that protects the poor and the affected communities

- **Indicator 12.c.1:** Amount of fossil-fuel subsidies (production and consumption) per unit of GDP

# Overview

Subsidy category	Data availability	Complexity	Acceptance	Recommendation for SGDs	
				National	Global
Direct transfer of funds	++	++	++	Yes	Yes
Introduced transfers (price support)	+	+	++	Yes	Yes
Tax expenditure, other revenue foregone, and under-pricing of goods and services	+	0	+	Yes, but optional*	Yes, but optional*
Transfer of risk	-	-	0	No	No

++ (green) means "excellent" or "low degree of complexity"

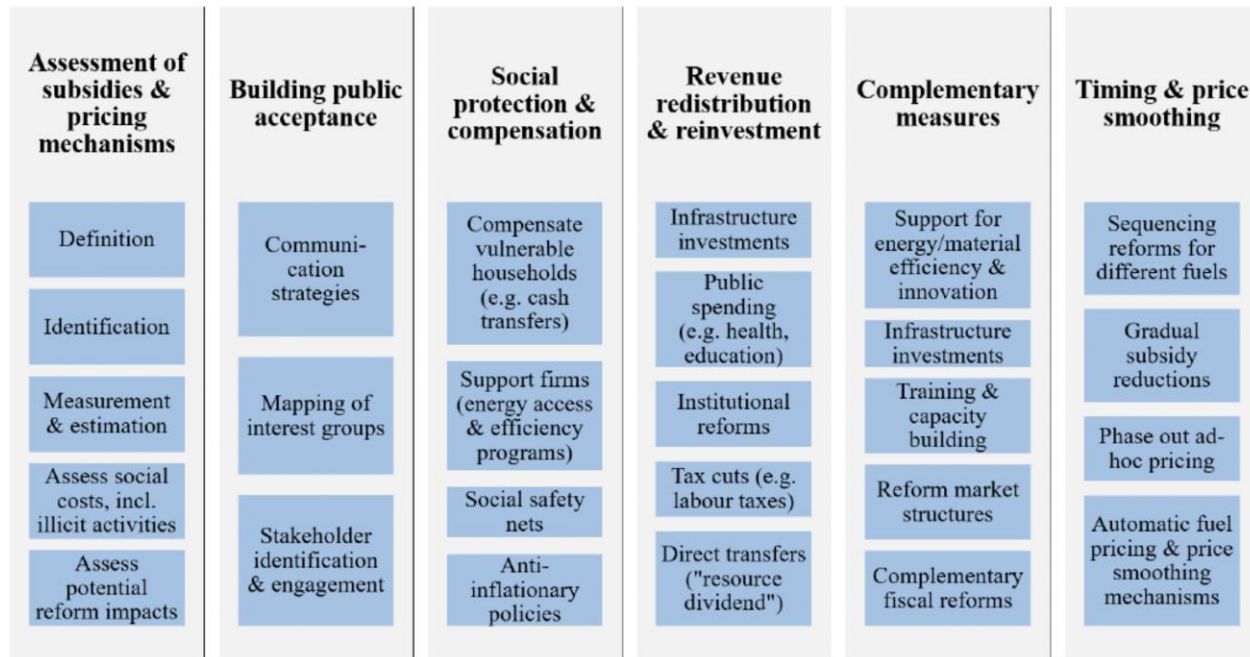
+ (yellow) means "good" or "moderate degree of complexity"

0 (orange) means "neutral"

- (red) means "poor" or "difficult"

\* Countries are invited to report existing information and build up information on this category progressively. In 2025 it should be considered whether this indicator can be fully included.

# Importance of FFS



## SDG 12c1. Methodology development

- Country consultations
  - Two technical expert group consultations: June 2017 and September 2017
- Pilot testing (Egypt, India and Zambia)
- Draft methodology paper (with GSI and OECD)
- Methodology has been reviewed by Expert Group and consulted with the statistical communities (March 2018)
- Submission for an endorsement of the UNCEEA (June 2018)
- Submission for an approval by the IAEG-SDG (June 2018)
- ***Approval by the IAEG-SDG (17 September 2018)***

# Conclusion and a way forward

---

- This indicator will continue to undergo methodological evolution
- Accompanying capacity building and dissemination of the methodology
- Phased approach to data collection (2021-30)
  - 2021: Globally available data (IMF, OECD)
  - 2022-: gradually replace with national data



**Thank you!**