Core module: Introduction to TOSSD

Total official support for sustainable development

10 February 2022, Zoom

Joint TOSSD – IsDB Seminars

TOSSD Task Force Secretariat OECD Development Co-operation Directorate (DCD) Financing for Sustainable Development Division (FSD) Statistical Standards and Methods Unit



OUTLINE OF SEMINAR 1 – INTRODUCTION TO TOSSD

- **1. What is TOSSD?**
- 2. Why is TOSSD needed?
- **3. Work of the International TOSSD Task Force**
- **4. Benefits of TOSSD**
 - For recipients of development co-operation
 - For providers of development co-operation
- 5. IsDB presentations

6. TOSSD data collection and recent developments

o 7. Summary of key points





What is TOSSD?

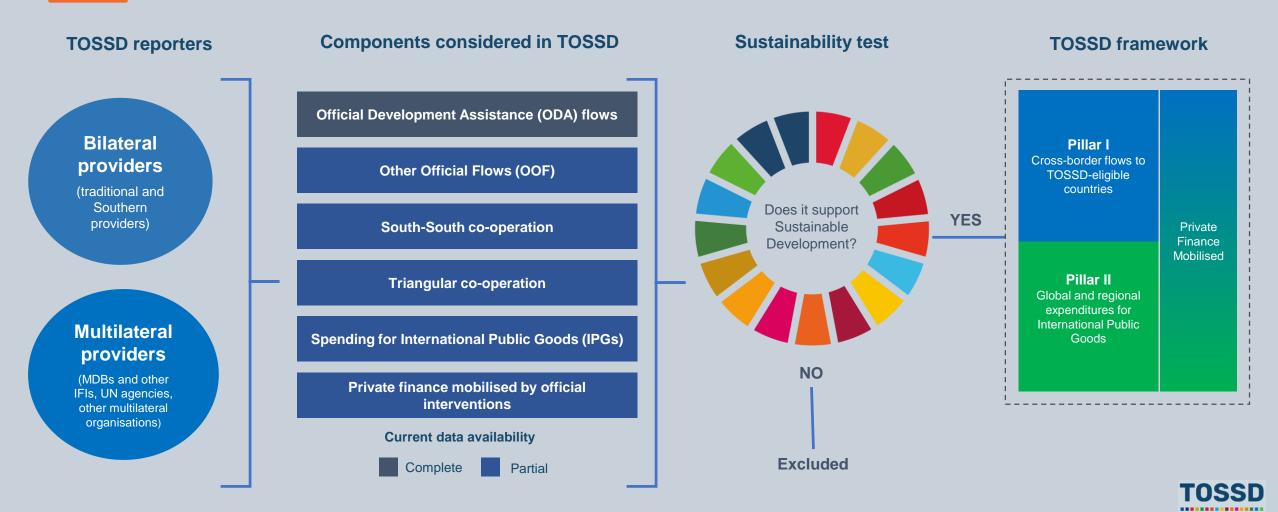
TOSSD is a new international statistical measure that provides a complete picture of all official resources and private finance mobilised by official interventions in support of sustainable development and the Sustainable Development Goals (SDGs).



These are private resources that would have not been invested in sustainable development without an official development intervention, such as the use of a guarantee.



What is TOSSD? A framework to measure resources in support of sustainable development



What is TOSSD?

Main differences between TOSSD and ODA

TOSSD	ODA	
Objective of the measure		
Measuring resources in support of sustainable development	Measuring donor effort	
Key eligibility criterion of the measure		
Sustainable development	Economic development and welfare of developing countries	
Main focus		
Recipient	Provider	
Scope of flows covered		
Officially-supported flows: official flows and private finance mobilised through official interventions	Official flows	
Concessional and non-concessional	Concessional	



What is TOSSD?

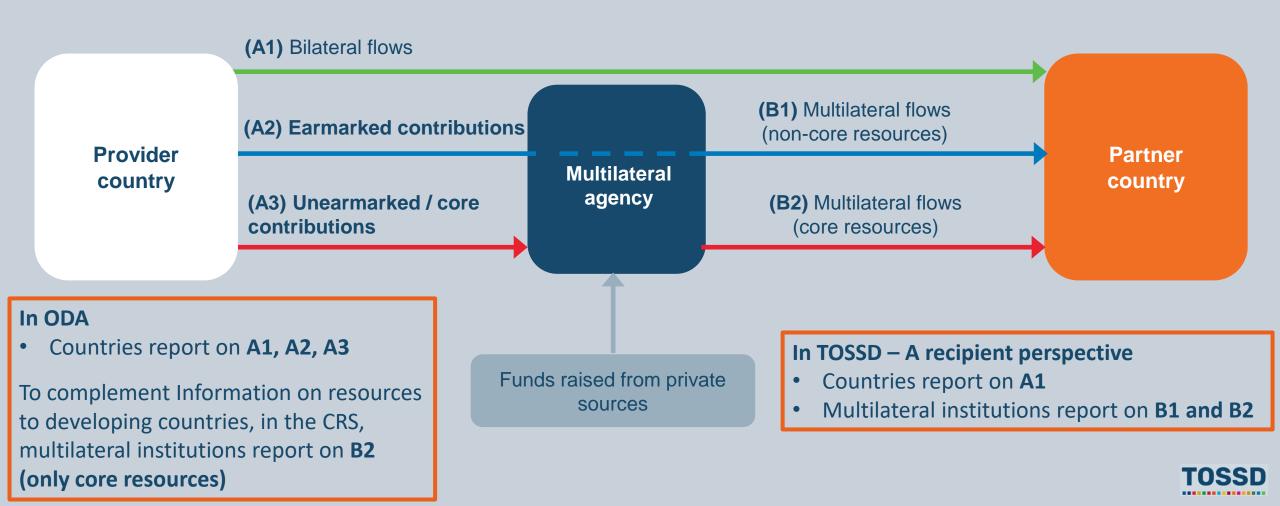
Main differences between TOSSD and ODA

TOSSD	ODA	
Measurement		
Cash flow	Grant equivalent	
Target countries		
OECD DAC List of ODA Recipients and other countries on an opt-in basis	OECD DAC List of ODA Recipients	
Reporters		
Ambition: All providers	OECD DAC and some non-DAC countries	
Governance arrangements		
Ambition: driven by the international community with strong UN involvement	OECD DAC-driven	



Perspective of flows in ODA and TOSSD

Resource flows in support of sustainable development in ODA and TOSSD



What is TOSSD? The concept of sustainability



'Sustainable Development' is defined as development that meets the needs of the present without compromising the ability of future generations to meet their own needs.

Definition first used in the Brundtland Report. (See Report of the World Commission on Environment and Development: Our Common Future", Chapter 2 "Towards Sustainable Development", p. 41, New York: UN, 1987.) 'Sustainable Development' in the TOSSD context is inherently **linked to the Sustainable Development Goals (SDGs)** as agreed in the 2030 Agenda.

An activity is deemed to support sustainable development if it **directly contributes to at least one of the SDG targets and if no substantial detrimental effect** is anticipated on one or more of the other targets.



What is TOSSD? Key milestones

2015

A political anchorage for TOSSD: the international community committed to "open, inclusive and transparent discussions" on the new measure of TOSSD in the Addis Ababa Action Agenda (paragraph 55) in July 2015

2017

The International TOSSD Task Force was established.

2019

A first version of the TOSSD methodology was developed.

A TOSSD Data Survey was carried out.

2020

The UN StatCom at its 51st session in March 2020 mandated a UN working group to develop a measure of development support over a period of 1,5 years for presentation at the UN StatCom in March 2022, taking into account the TOSSD methodology.

First regular data collection round was carried out.

2021

Launch of tossd.org and TOSSD data visualisation tool.

Second regular data collection round (on 2020 activities), to be released soon.

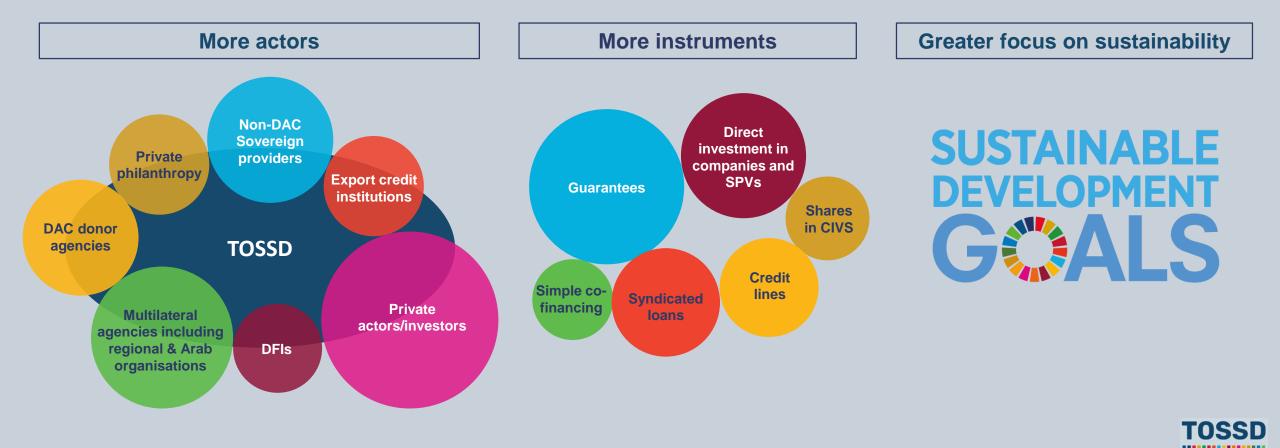
Approval by IAEG-SDG of indicator 17.3.1. which builds on TOSSD, largely applies TOSSD concepts / definitions and references TOSSD as a data source.





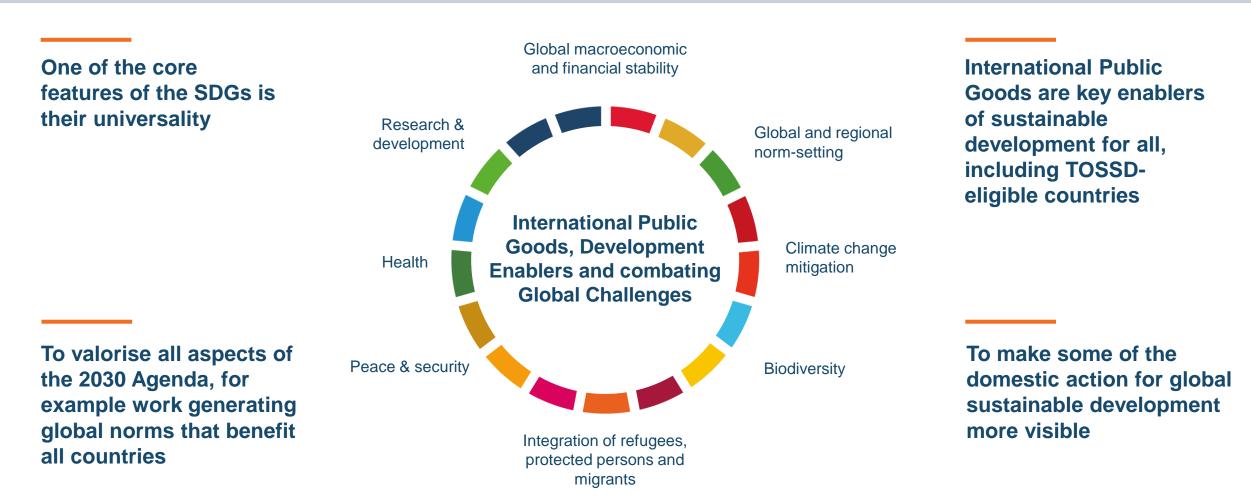
Why is TOSSD needed? Long-term trends

The financial landscape for sustainable development has changed drastically. TOSSD will better reflect this complex landscape than existing international statistics on development finance.



Why is TOSSD needed?

TOSSD Pillar II will capture resources in support of International Public Goods and Development Enablers, and to address global challenges.



TOSSD



Work of the International TOSSD Task Force

Work of the International TOSSD Task Force

Work of the International Task Force

Established in 2017 following the call at the 3rd International Conference on Financing for Development

(Addis Ababa – paragraph 55)



Mandate:

To develop and maintain the TOSSD framework (definitions, measurement parameters and methodologies, eligibility criteria) in an open, inclusive and transparent manner. Transparency: All documents are posted on the TOSSD website to allow for "open, inclusive and transparent" discussions. The main output of the Task Force: The TOSSD Reporting Instructions = the TOSSD statistical methodology.



Work of the International TOSSD Task Force Task Force membership

Co-chairs: Mr Risenga Maluleke (South Africa) and Mr Laurent Sarazin (European Union)

27 Members 23 countries 4 multilateral institutions 7 Observers CSOs Six countries (CAITEC - China, NORAD - Norway, MFA -Romania, BMZ - Germany, Ministry of Economic Development - Russia, Foreign Affairs Secretariat - Mexico)



Questions & answers

Any questions?





Benefits for recipients of development co-operation

Greater transparency and accountability

- TOSSD provides more granular information on resources available for recipient countries' sustainable development.
- TOSSD can be used as a data source to compile statistics for the Balance of Payments.

Better development planning

TOSSD informs development planning processes. For example, to improve how financing packages are put together. Improved SDG monitoring

TOSSD allows countries to view, monitor and track all officially supported resources by SDG goals and targets.



Benefits for providers of development co-operation

TOSSD valorises a greater set of resources and actors

- South-South and triangular co-operation
- Islamic finance
- Private finance mobilised
- Non-concessional resources

TOSSD provides a comprehensive reflection of global contributions to sustainable development. TOSSD is an international reporting framework with an inclusive governance system.

- Southern providers, recipient countries, traditional providers and multilateral organisations decide collectively on what and how support for sustainable development is recorded.
- Experts are consulted on specific issues, for example on peace & security and communicable diseases. The CSO community also participates in the Task Force as an observer.



Improved picture of multilateral institutions' activities

TOSSD provides a more accurate and comprehensive picture of their portfolio.

• Earmarked and core-funded activities by multilateral institutions.

TOSSD improves transparency on activities related to the global development agenda.

 Activities linked to International Public Goods that are not ODA-eligible, e.g. standard-setting activities (global agenda) TOSSD gives greater visibility to their non-concessional portfolio

• Non-concessional activities funded by multilateral institutions.



Benefits of TOSSD for recipients and providers of development co-operation – Pilot studies

The TOSSD Task Force Secretariat is carrying out a series of country and thematic pilot studies to test the TOSSD methodology and make sure that the framework addresses the information needs of recipient countries.





Benefits of TOSSD for recipients and providers of development co-operation – Pilot studies

Example of key findings:

Indonesia

TOSSD could fill **key information gaps** on private finance mobilized by official interventions and make its development cooperation programme **more visible**.

Costa Rica

TOSSD enhances Costa Rica's **visibility as a world leader** on sustainability, potentially boosting external resources for this agenda.

Nigeria

TOSSD would give the opportunity to Nigeria to develop a **centralised database** for the country's contribution as a provider.

Burkina Faso

TOSSD has the potential to provide **greater transparency** of development co-operation data and **fill key information gaps** for Burkina Faso's development co-operation report.



Improved picture of South-South co-operation, triangular co-operation and Islamic finance

TOSSD offers tools to collect and better valorise less traditional frameworks of collaboration or financing arrangements, including

South-South co-operation

A broad framework of collaboration among countries of the South. Involving two or more developing countries sharing knowledge, skills, expertise and resources to meet their development goals through concerted efforts.

Activities reported by Indonesia, Brazil, "Southern" MDBs and IFIs and other providers

Triangular co-operation

Partnerships among at least three entities:

- **Beneficiary partner**, being a TOSSDeligible country that requests support;
- **Pivotal partner**, sharing its financial resources, knowledge and expertise;
- Facilitating partner helping connect the other partners, and supporting the partnership financially and/or with technical expertise.

Islamic finance

Zakat, sukuk, mudarabah, murabahah, istisna'a, Musharaka, installment sale and other concepts of sharia-compliant finance.

TOSSD has a great potential to improve the visibility of and transparency on these concepts at an international level





Presentations by IsDB

Questions & answers

Any questions?



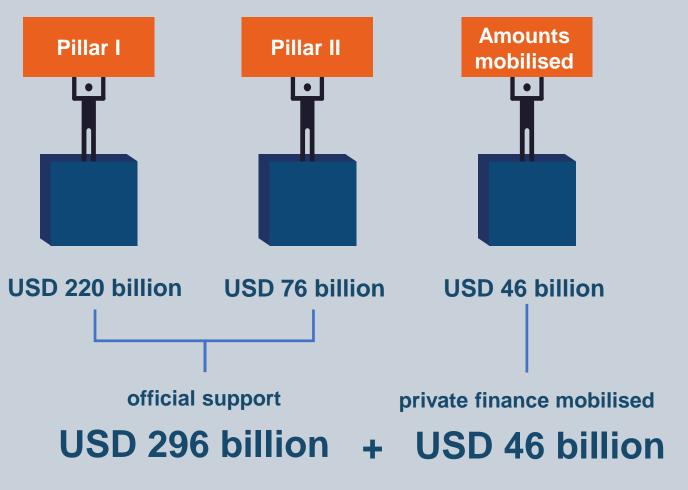


Collecting TOSSD data: The first TOSSD data collection

The first TOSSD data collection on 2019 was very successful



TOSSD Highlight Figures 2019



gross disbursements

Data available at https://tossd.online/

The figures include

 USD 63 billion of estimated data gaps derived from CRS for non respondents (included only at aggregated level)

The figures do not include

EIB pillar II activities for USD 17 billion, reported on a commitment basis (included in the downloadable dataset on tossd.online)

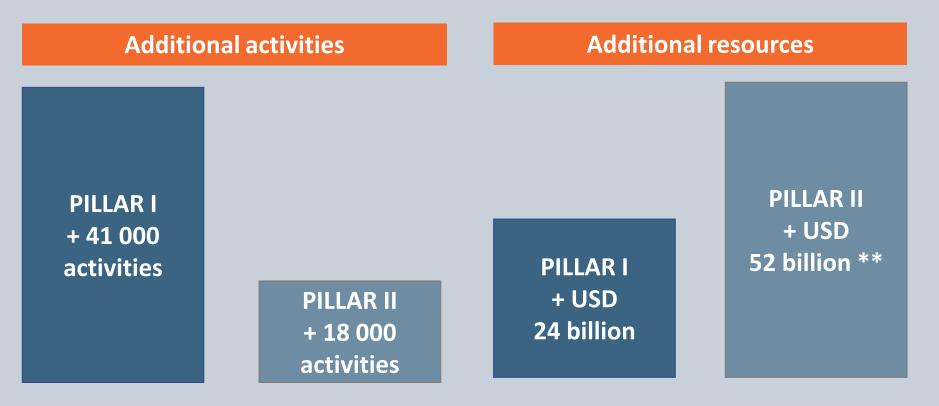
Some of the mobilisation data are confidential

- Only USD 13 billion are fully disclosed on tossd.online as of March 2021.
- MDBs' data on mobilisation are treated as confidential pending agreement on the appropriate level of aggregation in public disclosure.



TOSSD discloses additional data

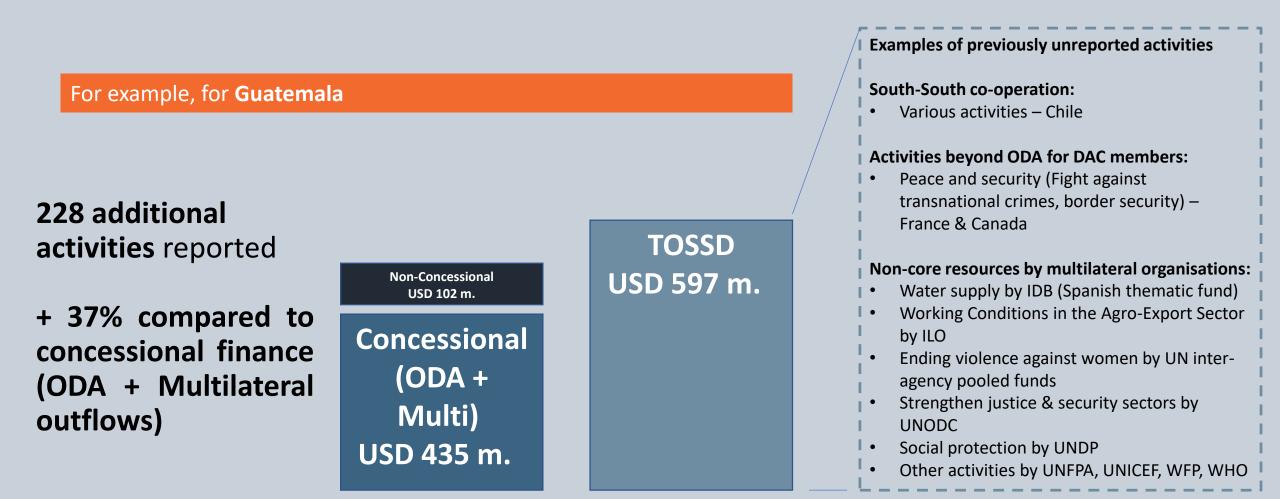
TOSSD data for 2019 captured close to 60 000 activities not reported so far*, representing an additional USD 76 billion in official support. TOSSD also discloses additional details on multilateral activities.



* Compared to OECD statistics on development finance

** Includes USD 17 bn from EIB on a commitment basis **TOSSE**

Pillar I – More transparency to recipient countries

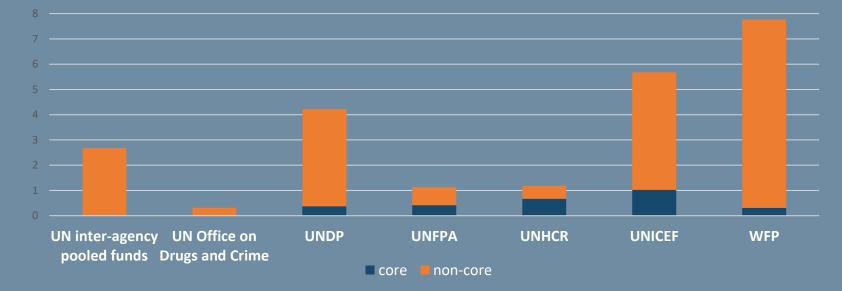




Pillar I – more details on multilateral activities

Multilateral institutions report in TOSSD activities funded with both core and non-core contributions, offering more details on the reported activities

UN entities: new data and additional details on non-core resources (**USD 20 billion**)



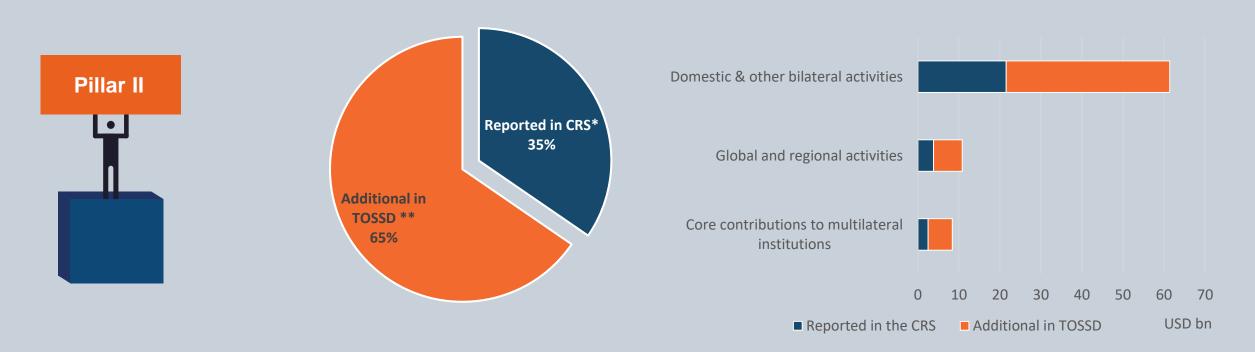
MDBs: new data and additional details on their trust funds' operations

+ 64 Trust Funds+ 638 activities



Pillar II - first official statistics on the financing of international public goods

65% of the financing for IPGs captured in TOSSD is additional *



* Compared to OECD statistics on development finance (CRS)

** Includes USD 17 bn from EIB on a commitment basis and does not include the estimated data gaps derived from the CRS for non-respondents



Source: TOSSD.online - 2019

TOSSD PILLAR II – some examples

BIODIVERSITY

- **Capturing activities with benefits** • of transnational reach
- Costa Rica: Domestic budgetary expenditures on conservation areas for environmental services to keep global biodiversity (USD 59 million)

HEALTH

- TOSSD can be used as a framework to capture contributions to control the COVID-19 pandemic
- International partnership: Development of a next generation universal influenza vaccine. A partnership between various countries that addresses the global health and economic challenge posed by influenza infections. (USD 11 million)

ENERGY AND CLIMATE

- **Contribution to future clean** energy facilities
- International partnership on the design and construction of a research infrastructure that is aimed at contributing to the development of fusion energy (the **Divertor Tokamak Test facility**)
- Part of the ITER project on nuclear fusion energy, a collaboration among various northern and southern countries (USD 250 million)



An increasing international uptake

Countries and multilateral institutions are invited to join the expanding TOSSD Task Force that is developing the TOSSD framework

- In 2020 / 2021, Brazil, Chile, Egypt and Gabon became members.
 Germany, Mexico, Romania, the Russian Federation and CSOs became observers.
- Membership: 27 members and 8 observers.

Discussions at the UN on an indicator for target 17.3 consider TOSSD methodologies

 Discussions to conclude at the March 2022 UN Statistical Commission. Implemented in 2021: capacity building seminars and more analysis, including with developing countries

- 15 capacity-building seminars for TOSSD reporters.
- TOSSD pilots (health, Chile, a data pilot to compare TOSSD data with recipient country information).



Collecting TOSSD data 2021 Data collection process (on 2020)

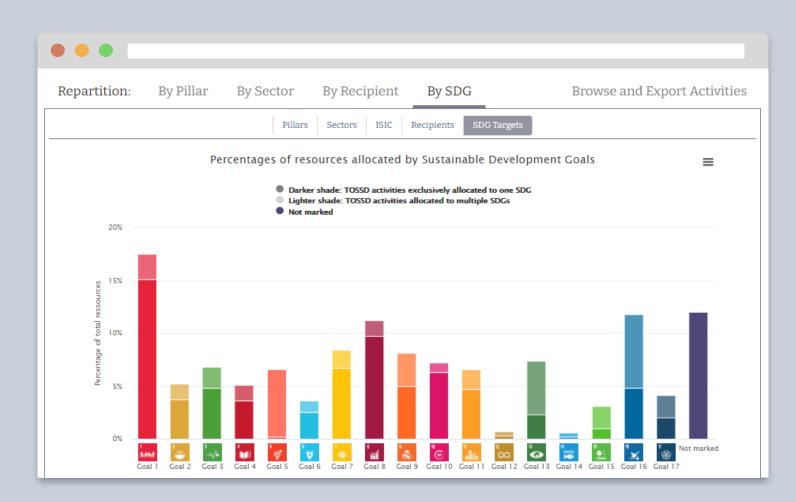
The deadline for reporting on TOSSD Pillar I data was by 31 July and Pillar II data by 1 October 2021. Preliminary TOSSD data will get published in February 2022.





Collecting TOSSD data Data visualisation tool

All TOSSD data are published under the TOSSD data visualisation tool: <u>https://tossd.online/</u>







Recent developments and next steps

UN Statistical Commission

TOSSD is expected to be recognised as a data source for indicator 17.3.1. under target 17.3 'Mobilize additional financial resources for developing countries from multiple sources ' at the UN StatCom in March 2022.

TOSSD data set

First TOSSD data are available on 2019 expenditures.

Preliminary TOSSD data on 2020 expenditures will be released in Q1 2022.



Upcoming events

- 1-4 March: UN StatCom
- 25-28 April 2022: FfD Forum
- July 2022: High-Level Political Forum

Pilot studies in 2021-22

- Thematic pilot on health as an International Public Good.
- **Data pilot** to compare TOSSD data reported by providers with information available in recipient countries' public financial systems.
- Chile pilot to ensure that TOSSD can adequately record providers' contributions for sustainable development.



Recent developments and next steps

Releases

Release of a new www.tossd.org website and improvements to the www.tossd.online data visualisation tool.

Total Official Support for Sustainable Development (TOSSD)



The greater needs in distantial of the provide the internet only change in the matrix and several the second changed drastically in at least two other ways: more and new actors emerged (e.g. emerging provider or the private sector), and new financial instruments are used in development co-operation (e.g. guarantees). TOSSD will better reflect this complex landscape than existing international statistics on development finance.

Q TOSSD pillars Select pillar → Select c			Sectors	ll Sectors Select sector ◄		Years Select year			🌣 Action 👻		
			Apply	selection							
Repartition: By Pillar	By Sector By	y Recipient	By SDG						Brows	e activiti	
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	Energy										
Unallocated / Unspecified											
Banking & Financial Services			1								
Transport & Storage			1	I.	1						
Humanitarian Aid											
Government & Civil Society Health			1								
Education											
Agriculture, Forestry, Fishing											
Industry, Mining, Construction											
Refugees in Donor Countries											
	Other Multisector										
Wate	er Supply & Sanitation										
Population Policies/Programmes &											
Commodity Aid / General Pr											
	ative Costs of Donors										
Other social infras	structure and services										
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Trade F	Policies & Regulations										
Busin	ness & Other Services										
	Communications										
A	ction Relating to Debt	1									
	Tourism										



Questions & answers

Any questions?





Summary of key points

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TOSSD is a new international statistical measure that provides a complete picture of all official resources and private finance mobilised by official interventions in support of sustainable development and the SDGs.

TOSSD tracks crossborder flows in Pillar I and contributions to International Public Goods in Pillar II. TOSSD brings **benefits to both recipient and provider countries and greater transparency** of development co-operation data.



Summary of key points

Summary of key points

An inclusive **International Task Force** develops and maintains the TOSSD methodology. The first round of **data collection** took place in 2020 and data are available online at: <u>www.tossd.online</u>. TOSSD is expected to be recognised as a data source for indicator 17.3.1. under target 17.3 'Mobilize additional financial resources for developing countries from multiple sources ' at the UN StatCom in March 2022.



References

Websites

Main website

http://www.tossd.org/

TOSSD data visualisation website https://tossd.online/

Infographics on TOSSD

TOSSD overview

http://www.oecd.org/dac/tossd/TOSSD-Infographic-2020-ENG.pdf Videos

TOSSD presentation

https://youtu.be/wVqW87AWQ2I (English/French/Spanish subtitles)

TOSSD strategic vision

Mr. Risenga Maluleke https://www.youtube.com/watch?v=of8ondtj3 Z4

Gabon perspective on TOSSD

Mr. Jean Nestor Nguema Mebane https://www.youtube.com/watch?v=pXuhhXkVTQ



References

Pilot studies

https://www.tossd.org/pilotstudies-and-analyses/

Including on:

- Burkina Faso
- Costa Rica
- Nigeria
- Peace and Security
- The Philippines
- Senegal
- ... and more

Key reference documents

TOSSD Reporting Instructions

https://www.tossd.org/docs/reporting-instructions.pdf

Background documents of the TOSSD Task Force

https://www.tossd.org/task-force/

Addis Ababa Action Agenda 2015

https://sustainabledevelopment.un.org/content/documents/2051AAA

A Outcome.pdf



DON'T MISS OUR NEXT SEMINARS!

SEMINAR 2 - TOSSD reporting methodology (2h)

16 February 2022

10.00am Paris Time / 12.00 Jeddah Time

Please register at: <u>https://meetoecd1.zoom.us/meeting/register/tJ</u> <u>YvfuGgpj0jEtRFkzYvLksBOU72BZP5OBCy</u> SEMINAR 3* – Making the best use of TOSSD data (1h30)

17 February 2022

10.00am Paris Time / 12.00 Jeddah Time

Please register at: https://meetoecd1.zoom.us/meeting/register/tJwqce6 oqjwtE92gD2uRLZFTYH_xkxGfaSmA

* This webinar is co-funded by the European Union.



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