24th OSCE Economic and Environmental Forum "Strengthening stability and security through co-operation on good governance" SECOND PREPARATORY MEETING Berlin, 19 - 20 May 2016 Session 2, Ms. Celine Kauffmann, OECD

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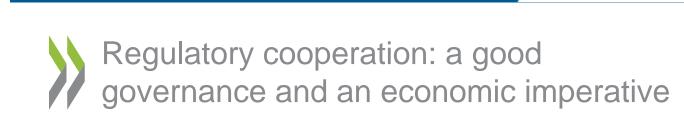
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POLITIQUES MEILLEURES

OUR UNE VIE MEIL

SUPPORTING GOOD GOVERNANCE & ECONOMIC DEVELOPMENT THROUGH INTERNATIONAL REGULATORY COOPERATION

Céline Kauffmann, OECD Regulatory Policy Division 24th OSCE Economic and Environmental Forum "Strengthening stability and security through co-operation on good governance" SECOND PREPARATORY MEETING Berlin, 19 - 20 May 2016



Our world grows increasingly interconnected requiring more concerted regulatory action

- Lower burden on economic activities, incl. trade facilitation & border administration
- Increase effectiveness of regulation
- Efficiency gains for regulators

=> Recommendation of the OECD Council on Regulatory Policy and Governance (2012)

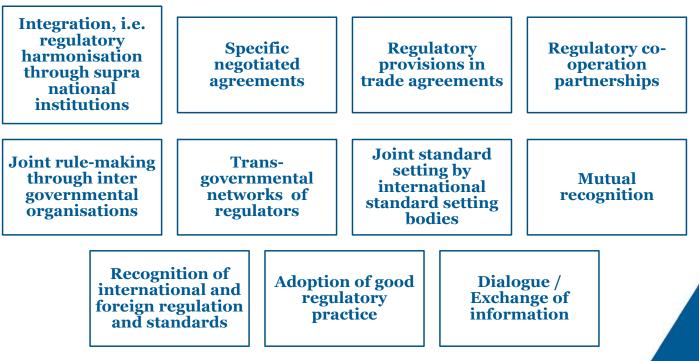
=> OECD report (2013) highlights the proliferation of IRC initiatives and proposes a typology to structure information and help policy makers navigate across possible options



More cooperation but also more complex regulatory frameworks

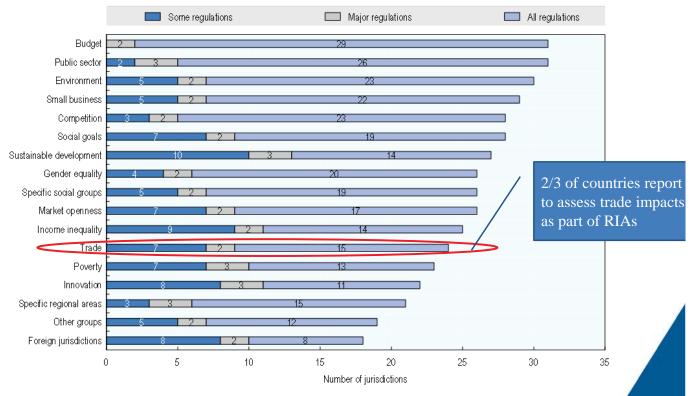
- The sources of regulation and standards are multiplying, involving both state and non-state actors
- Evidence shows growing IRC. However, approaches to IRC remain *ad hoc* & the world of IRC is highly fragmented.
- There is a wide range of IRC approaches. Regulatory harmonisation is not the solution in all sectors and country context.
- Regulatory frictions to trade often arise from enforcement & procedures. Focusing efforts on design of rules is not enough => need to look at the administrative burden at and beyond borders
- Addressing the 'stock' of regulations is equally important to anticipating on new regulatory measures.

Countries can cooperate in more than one way to ensure regulatory consistency



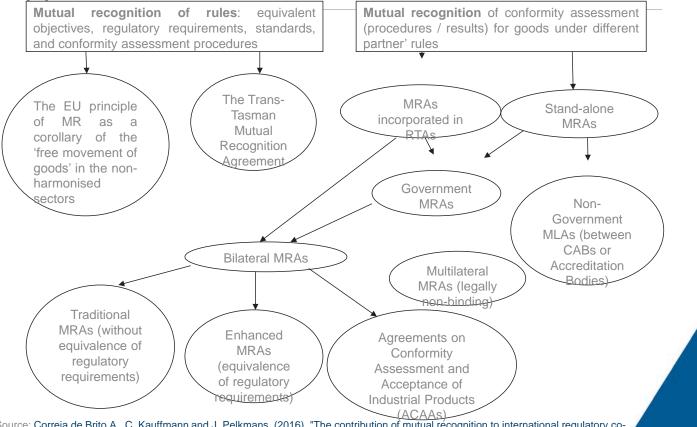
Source: OECD. (2013), *International Regulatory Co-operation: Addressing Global Challenges*, OECD Publishing, Paris. DOI: <u>http://dx.doi.org/10.1787/9789264200463-en</u>

Improving the quality of regulation domestically to reduce frictions externally



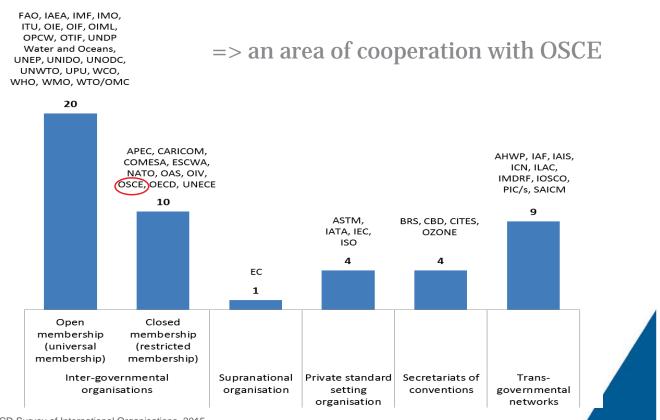
Source: 2015 Regulatory Policy Outlook & Indicators of Regulatory Policy, <u>www.oecd.org/gov/regulatory-policy/measuring-regulatory-performance.htm</u>.

Recognising the rules or their results where they are equivalent



Source: Correia de Brito, A., C. Kauffmann and J. Pelkmans (2016), "The contribution of mutual recognition to international regulatory cooperation", OECD Regulatory Policy Working Papers, No. 2, OECD Publishing, Paris. DOI: <u>http://dx.doi.org/10.1787/5jm56fqsfxmx-en</u>

Adopting common approaches: the role of IOs



Source: OECD Survey of International Organisations, 2015.

Thank you

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Background information:

The Regulatory Policy Committee was created by the OECD Council on 22 October 2009 to assist countries in implementing government-wide policies to promote regulatory policy and governance. Information about OECD work on regulatory policy at: <u>www.oecd.org/gov/regulatory-policy</u>

Our work on international regulatory co-operation is available at: www.oecd.org/gov/regulatory-policy/IRC