

# Status of Chile's Market Readiness Proposal



Gobierno  
de Chile

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# Activities since last PMR Assembly Meeting



Activity	2011									2012									
	Oct			Nov			Dec			Jan			Feb			Mar			
Filling Application Form for Preparation Phase	█	█	█	█	█	█													
Submission of Application Form (Nov 23rd)						█													
WB internal arrangement for funding allocation						█	█	█	█										
ToR for each study/component						█	█	█	█	█	█	█	█	█	█				
List of potential consultants													█	█	█	█			
Seeking EoI and subsequent call for proposals																█	█	█	█
Invitation to conform PMR Steering Committee																	█	█	

## PMR Steering Committee:

Ministries of Agriculture, Energy, Economy, Environment, Finance, Mining and Transport.



# Preparation Phase Components



## Specific objectives

### **Project 1: Study on MRV, Compliance and Registry**

- Present a proposal for an MRV system in Chile
- Provide information of existing compliance systems for the proposed MRV,
- Describe and propose best alternatives for a central registry to be implemented in Chile
- Provide a description of the elements for the needed regulatory framework
- Define the basic requirements for the establishment of a local governance body

### **Project 2: Study and design proposal of an ETS**

- Propose a detailed roadmap, including its design elements, to inform decision-making for an advanced model of an ETS in Chile.

### **Project 3: Study on market instruments: Scaled-up crediting and Carbon pricing stabilization mechanisms**

- Propose a model for a scaled-up crediting instrument to be implemented as a complementary instrument of the ETS, or as a “stand alone” model, highlighting sectors that could potentially be covered in both cases.
- Research the best alternatives and write a list of carbon pricing stabilization mechanisms that can be potentially implemented in Chile.



# Preparation Phase Components

## Specific objectives

### **Project 4: Study on the National situation**

- Based on previous studies, provide a general economic profile of the country along with growth projections and a special focus on the energy sector.
- Based on existing information, provide a GHG emissions profile of the country, along with growth projections, including primary sources, estimation of the reductions and a cost-benefit analysis.
- Identify key assumptions and drivers underpinning sector projections and cost assessments in order to get a better appreciation of the National Situation and outlook for different sectors.

### **Project 5: Central coordination and management of the PMR Project**

- Provide assistance in the coordination of the four studies
- Report regularly to the PMR Focal Point and incorporate the feedback from the Country and the World Bank task teams, as well as the PMR expert group and Participants.
- Gather the resulting information and draft the final project

### **Project 6: Training and linking with other regulators**

- Visits to implementing agencies in countries with working Emissions Trading Systems or that are currently working in their development.
- Explore potential linking options