MEXICO’S POLICY UPDATE ON CARBON PRICING

PMR PA15, Hanoi 2016
Introduction

Policy on Carbon Pricing in Mexico (first half of current administration)

• Climate Change Law
• Carbon Tax
• National Emissions Reporting System
Climate Change Law

- Congress adopts a Carbon Tax
- 2012
- RENE Regulation
- 2013
- Mexico joins CPLC
- 2014
- Mexico signs MOU with Quebec
- 2015
- Facilities begin emissions reporting
- Mexico signs MOU with California
**Current Policy on Carbon Pricing in Mexico**
- Climate Change Law
- Carbon Tax
- National Emissions Reporting System

**New Carbon Pricing Milestones:**
- Mexico is Government Partner of CPLC
- President Pena Nieto and other Heads of State launch the Carbon Pricing Panel
- Mexico, Canada and US issue Leaders’ Statement on a North American Climate, Clean Energy, and Environment Partnership (June ‘16)
- Mexico issues Joint Declaration with Ontario and Quebec on Carbon Markets Collaboration (August ‘16)
- Mexico is launching an ETS Simulation
- Semarnat has announced ETS regulation by 2018
Leaders’ Statement on a North American Climate, Clean Energy, and Environment Partnership

Climate Change Law

Mexico joins CPLC

RENE Regulation

Mexico signs MOU with California

Facilities begin emissions reporting

Mexico signs MOU with Quebec

Mexico, Quebec & Ontario issues Joint Declaration for Carbon Markets

ETS Simulation Announcement

NEXT STEPS

ETS Simulation Exercise

Offsets Protocols and Registry Development

ETS Pilot

Note: Specific times TBA

2012

Congress adopts a Carbon Tax

2013

Mexico joins CPLC

2014

2015

2016

2017

2018
Mexico’s next steps:

• ETS Simulation Excercise
• Develop and publish Offset Protocols,
• Offset Registry as a module of a future ETS Registry
• Draft ETS Regulation
Semarnat and the Mexican Stock Exchange signed (August, 2016) an MOU to implement an ETS Simulation Exercise, as a capacity building tool for the private and public sectors.
• Mexico’s Climate Change Law creates the emissions reduction project database.

It did not differentiate between energy, industry, transport or forestry projects.
• Offset registry

Focus on specific uncovered sectors in ETS
Against this backdrop, **SEMARNAT** is refining readiness activities within its MRP roadmap, focusing PMR support to:

- **Development of Offset Protocols** (working towards meeting requirements from other North American carbon pricing schemes),
- **Development of Offset Registry** (building block of RENE)
- **Implementation of ETS Simulation Excercise**
THANK YOU

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