Designing domestic crediting mechanisms

PMR Perspectives Series
April 21, 2021
Québec Cap and Trade program

Covered sectors (82% of emissions):
- Transport (excluding marine and air)
- Industry
- Buildings
- Electricity generation

Non covered sectors (18% of emissions):
- Agriculture
- Waste
- Transports (marine and air)

Mitigation opportunities in both covered and non covered sectors
Designing domestic crediting mechanisms

• Rigorous criteria (WCI design recommendations)
  – Real, permanent, additional, verifiable, verified, transparent, etc.

• Reasons to develop a domestic crediting mechanism
  – Increase the pool of lower cost mitigation
    • Reduce compliance cost for covered sectors
  – Environmental and social co-benefits
  – Change behaviour
  – Transition period before a regulation comes in effect
  – Etc.
MERCI!

My Favorite Street, Santiago de Chile 😊