

## Chile

### General Information

Summary	<p><b>Status:</b> ETS under consideration</p> <p><b>Jurisdictions:</b> Chile</p> <p>Since 2013, Chile has been conducting a series of studies on the design and implementation of carbon pricing instruments in the country. As a result, stationary emission sources over 50MW are now subject to a carbon tax—set at USD 5 per tCO<sub>2</sub>e—as well as to a tax on local pollutants (SO<sub>2</sub>, NO<sub>x</sub>, and particulate matter).</p> <p>Current regulatory activities have focused on: <b>(1)</b> the further improvement of the carbon tax (a modification of the carbon tax was sent to Congress in August 2018 to change to an emissions-based threshold and include the use of offsets); and <b>(2)</b> the accompanying MRV system. However, Chile is also considering the possibility of establishing an ETS in the energy sector. An initial ETS design outline has already been developed under the PMR, and the country’s MRV system has been designed to be ETS compatible. Technical work on a possible ETS continues within the government, with next steps yet to be determined.</p>										
Year in Review	No information available yet.										
Overall GHG emissions (excluding LULUCF)	<b>Emissions:</b> 111.7 MtCO <sub>2</sub> e (2016)										
Overall GHG emissions by sector	<table border="1"> <thead> <tr> <th>Sector Name</th> <th>MtCO<sub>2</sub>e</th> </tr> </thead> <tbody> <tr> <td>Energy</td> <td>87.1</td> </tr> <tr> <td>Agriculture</td> <td>11.8</td> </tr> <tr> <td>Industrial processes</td> <td>6.9</td> </tr> <tr> <td>Waste</td> <td>5.8</td> </tr> </tbody> </table>	Sector Name	MtCO <sub>2</sub> e	Energy	87.1	Agriculture	11.8	Industrial processes	6.9	Waste	5.8
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Overall GHG reduction target	<p><b>BY 2020:</b> Under the UNFCCC and conditional to external support, Chile has pledged to reduce projected BAU emissions by 20% (as projected from 2007)</p> <p><b>BY 2030:</b> 30% reduction of emissions intensity compared to 2007, in terms of CO<sub>2</sub>/unit of GDP. Conditional to international funding, 35-45% reduction of emissions intensity compared to 2007, in terms of CO<sub>2</sub>/unit of GDP (NDC)</p>										
Carbon Price	<i>Current Allowance Price (per t/CO<sub>2</sub>e):</i> No information available yet.										

### ETS Size

Emissions covered by the ETS	No information available yet.
GHG covered	No information available yet.

Sectors covered and thresholds	No information available yet.
Point of regulation	No information available yet.
Number of liable entities	No information available yet.
Cap	No information available yet.

## Phases & Allocation

Trading period	No information available yet.
Allocation	No information available yet.

## Flexibility

Banking and borrowing	No information available yet.
Offsets and credits	No information available yet.
Market Stability Provisions	No information available yet.

## Compliance

Compliance Period	No information available yet.
Monitoring, Reporting, Verification (MRV)	<p>The current MRV system serves primarily the implementation of the carbon tax. Operators of boilers and turbines of 50 MW or more of thermal capacity are required to monitor and report emissions through government-approved methodologies.</p> <p><b>VERIFICATION:</b> Verification procedures are administered by the Superintendence of the Environment under the Ministry of Environment (no third-party verification is currently used).</p> <p>In the context of the Paris Agreement, the Ministry of Energy is working on the design and implementation of an MRV platform of mitigation actions in the energy sector, as a starting point to build a robust accounting framework under the agreement. This activity is being supported by the PMR, and it is in line with the national MRV platform that is being carried out by the Ministry of Environment.</p>
Enforcement	No information available yet.

## Linking

Links with other Systems	No information available yet.
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## Other Information

Institutions involved	Ministry of Energy; Ministry of the Environment;
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	Ministry of Finance; Inter-Ministerial Committee on Climate Change; PMR Chile (Precio al carbono Chile)
Evaluation / ETS review	No information available yet.
Revenue	No information available yet.
Implementing Legislation	No information available yet.

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