

Brazil

General Information

<p>Summary</p>	<p>Status: ETS under consideration</p> <p>Jurisdictions: Brazil</p> <p>Brazil's National Climate Change Policy, enacted in December 2009, aims to promote the development of a Brazilian market for emissions reductions.</p> <p>As part of its activities under the PMR, the Brazilian government is considering the implementation of market instruments to meet Brazil's mitigation targets and reduce overall mitigation costs. Brazil is currently assessing different carbon pricing instruments, including an ETS and a carbon tax. The Ministry of Economy is developing design options and conducting comprehensive economic and regulatory impact assessments for both instruments. This includes, among others, an analysis on potential interactions between carbon pricing instruments and existing policies. In addition, the Ministry of Economy has launched a strategy to strengthen the understanding of carbon pricing instruments among stakeholders through engagement, communication, and consultation.</p> <p>Currently, the Brazilian government is also working on the regulatory impact assessment of a national mandatory GHG emissions/removals registry with support from the German Development Agency, thus developing the fundamentals of a central building block for carbon pricing.</p> <p>RenovaBio, the National Policy for Biofuels, was approved in 2017 (Federal Law 13576), establishing mandatory goals for the reduction of GHG emissions by avoiding the use of fossil fuels. The policy provides for a trading mechanism for emissions reduction units generated from switching from fossil fuels to biofuels, relative to a 100% fossil fuel use scenario.</p> <p>Since 2013, a group of leading companies has been participating in a voluntary ETS simulation to gain experience and develop proposals for an emissions trading system in Brazil that can reduce national GHG emissions at the lowest possible cost. In 2018, 29 companies from diverse sectors of the Brazilian economy participated in this exercise. The ETS simulation is coordinated by the Centro de Estudos em Sustentabilidade da Fundação Getulio Vargas (FGVces). Trading takes place through the Rio de Janeiro Green Stock Exchange (BVRio).</p>										
<p>Year in Review</p>	<p>No information available yet.</p>										
<p>Overall GHG emissions (excluding LULUCF)</p>	<p>Emissions: 1036 MtCO_{2e} MtCO_{2e} (2015)</p>										
<p>Overall GHG emissions by sector</p>	<table border="1"> <thead> <tr> <th>Sector Name</th> <th>MtCO_{2e}</th> </tr> </thead> <tbody> <tr> <td>Energy</td> <td>449</td> </tr> <tr> <td>Industrial processes</td> <td>95</td> </tr> <tr> <td>Agriculture</td> <td>429</td> </tr> <tr> <td>Waste</td> <td>63</td> </tr> </tbody> </table>	Sector Name	MtCO _{2e}	Energy	449	Industrial processes	95	Agriculture	429	Waste	63
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Overall GHG reduction target	<p>By 2020: Voluntary commitment to reduce GHG emissions by 36.1-38.9% compared to BAU projections.</p> <p>By 2025: 37% reduction from 2005 GHG levels (NDC).</p> <p>By 2030: Indicative contribution of 43% reduction from 2005 GHG levels (NDC).</p>
Carbon Price	<i>Current Allowance Price (per t/CO₂e):</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)	No information available yet.
Enforcement	No information available yet.

Linking

Links with other Systems	No information available yet.
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Other Information

Institutions involved	Ministry of Environment; Ministry of Economy (previously Ministry of Finance); Ministry of Mines and Energy
Evaluation / ETS review	No information available yet.
Revenue	No information available yet.
Implementing Legislation	No information available yet.

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