



Québec's Cap-and-Trade System Compliance Requirements

CARB Cap-and-Trade Workshop

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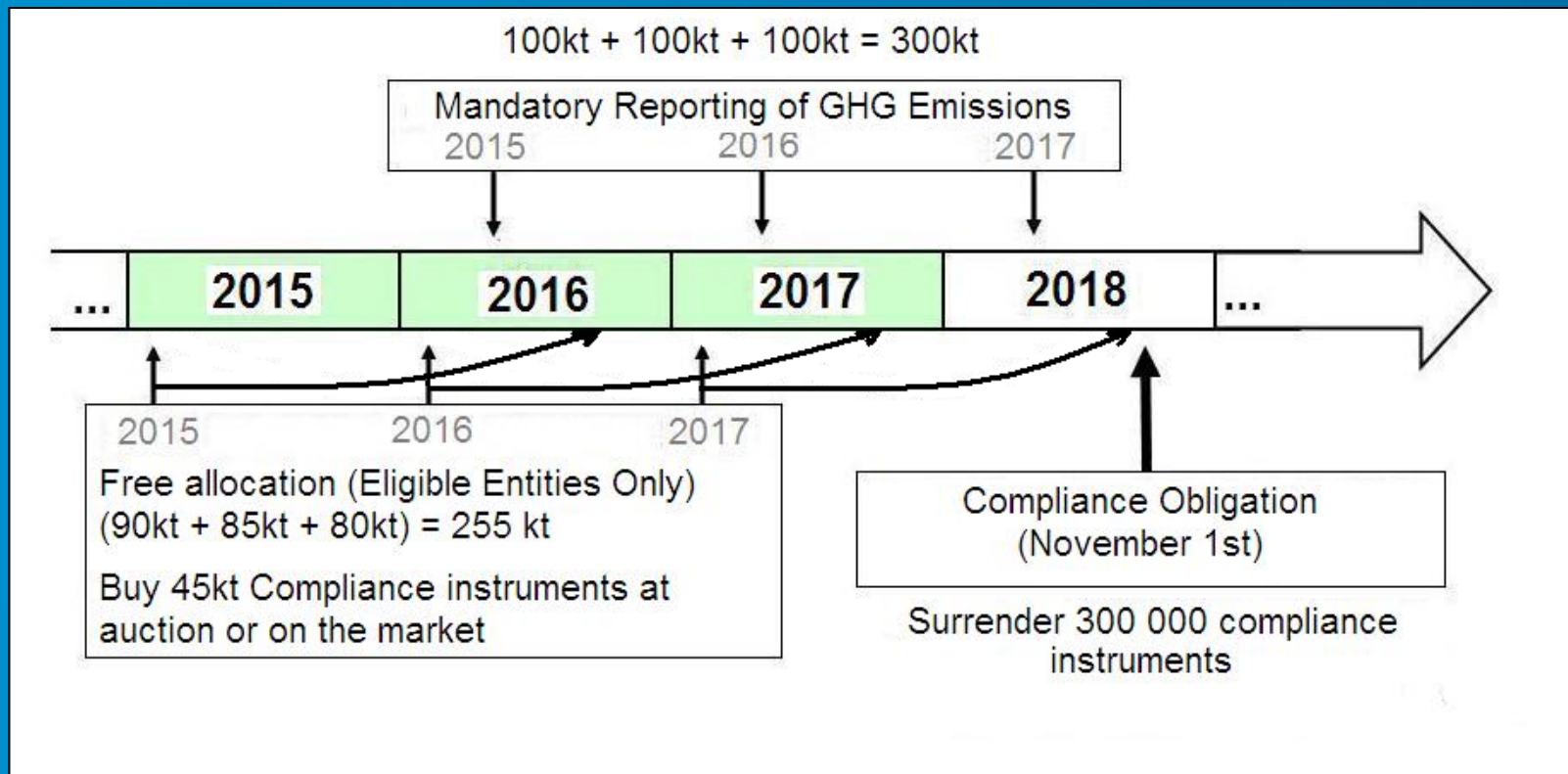
Status Update

- Cap & Trade Legislation (2009)
- 2020 Mitigation Goal (2009)
- Initial Cap & Trade Regulation (December 2011)
- Amendment to the C&T Regulation (December 2012)
 - Allow linking with California & other jurisdictions
 - Introduce Offset Regulation
- Québec and California linked Program : January 2014

Compliance Requirements

- Compliance obligation
 - ... to cover each metric tonne CO₂ equivalent of the verified emissions ...
- Date of compliance obligation
 - November 1st following the end of each compliance period
- Compliance periods
 - First : 2013-2014
 - Second : 2015-2017
 - Third : 2018-2020

Compliance Requirements



Compliance Requirements

- Compliance instruments valid for surrender
 - Québec Allowances, Early Reduction Credits and Offsets Credits
 - California Allowances and Offsets credits (once linked)
- Order of Compliance Instruments Retirement
 1. Offset Credits : earlier vintage first (subject to 8% limit)
 2. Early Reduction Credits
 3. Allowance purchased from the Allowance Price Cost Containment Reserve
 4. Allowances : earlier vintage first

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POUR TOUS

Merci!