

Carbon Fund for a Sustainable Economy (FES-CO2)

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INTRODUCTION

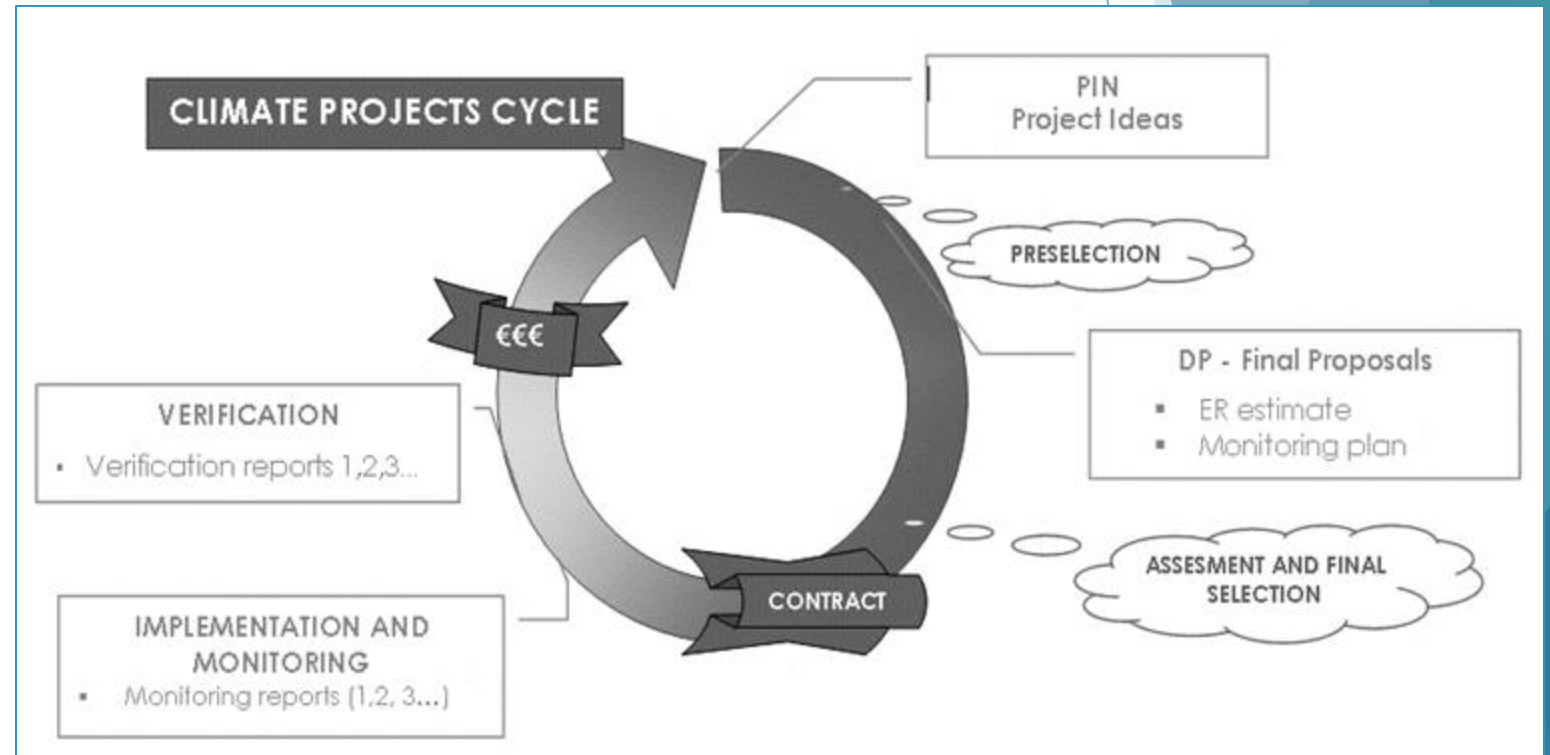
- ▶ The Carbon Fund for a Sustainable Economy (FES CO₂) was created in 2011:
 - [Law 2/2011](#) of Sustainable Economy
 - [Royal Decree 1494/2011](#) regulates the Carbon Fund for a Sustainable Economy

As a tool to boost the implementation of GHG emissions reduction projects and achieve a low carbon economy. *Climate Projects* supports Spanish companies, public administration, or individuals by funding national projects that reduce GHG emissions within **non-ETS sectors** through **periodic calls for proposals**, and by **purchasing carbon credits**

▶ FES-CO₂ will conduct its activities primarily at **national level**, although it can also buy credits in the international carbon markets.

CLIMATE PROJECTS CYCLE - Calls for *Climate Projects* 2012 - 2019

1. Expression of interest
2. Preselection of PINs
3. Presentation of proposals
4. Assessment and final selection
5. Signature of the purchase agreement
6. Project implementation
7. Monitoring
8. Verification
9. Payment

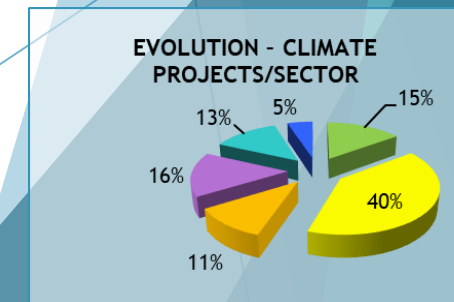
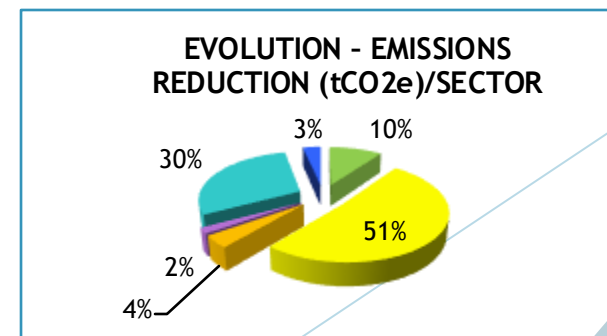
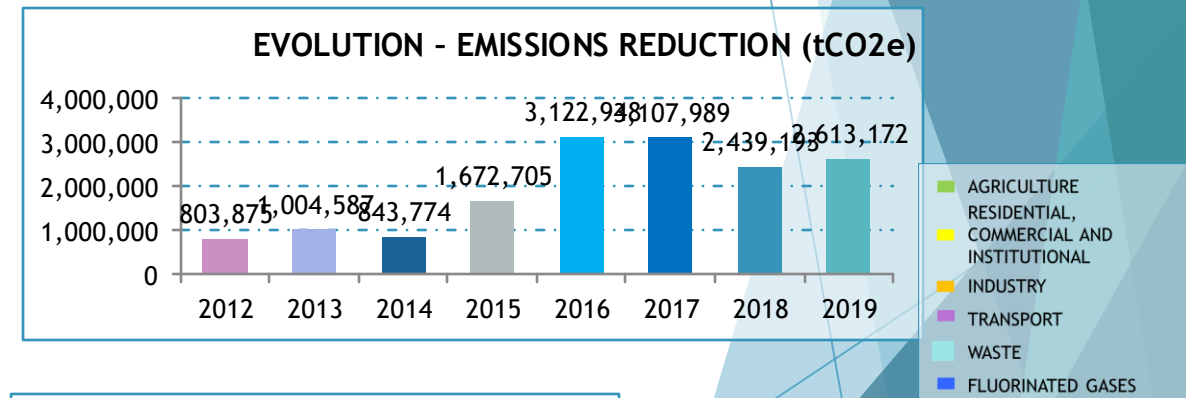


EVOLUTION OF THE CALLS FOR PROPOSALS

► Balance after years of activity - Calls for *Climate Projects* 2012 - 2019

- > 1000 project ideas received
- > 400 contracts signed
- ~ 800 projects selected
- ~ 4,5MtCO₂e acquired

EVOLUTION OF THE CALL FOR PROPOSAL	2012	2013	2014	2015	2016	2017	2018	2019	2021	TOTAL
Projects submitted in the initial phase (PIN)	194	187	106	120	146	111	146	123	64	1133
Selected <i>Climate Projects</i>	40	49	42	62	63	63	63	56	28	438



PRESENT AND FUTURE OF THE FUND

- ▶ **New international, european and national climate framework**
 - Context of **major efforts** towards decarbonization
 - Need to support **innovation**
 - Explore **appropriate co-financing formulas** to accompany and promote the ecological transition.
- ▶ **Royal Decree-Law 36/2020**, establishing urgent measures to modernize the public administration and implement the government's recovery, transformation and resilience plan.
 - Amendment of **Law 2/2011 of Sustainable Economy**.

- ▶ **Opportunity for reflection and improvement in the design of the Fund**
 - Maximize impact and benefits
 - More efficient use of resources
 - **Review** of objectives and scope of action

AREAS OF ACTION

Adaptation

Mitigation

Sinks

Technological development (industry and electricity sector)

International carbon markets

TYPES OF AID

Purchase credits

Grants

Other