



Environment and  
Climate Change Canada

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# PAN-CANADIAN APPROACH TO PRICING CARBON POLLUTION

## Partnership for Market Implementation

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Canada 

# PAN-CANADIAN APPROACH TO PRICING CARBON POLLUTION

## SYSTEM TYPE

Explicit price-based  
Cap-and-trade

## STRINGENCY

Started at CAD\$20 in 2019  
Currently CAD\$50 in 2022  
Caps based on projected reductions

## COMMON SCOPE

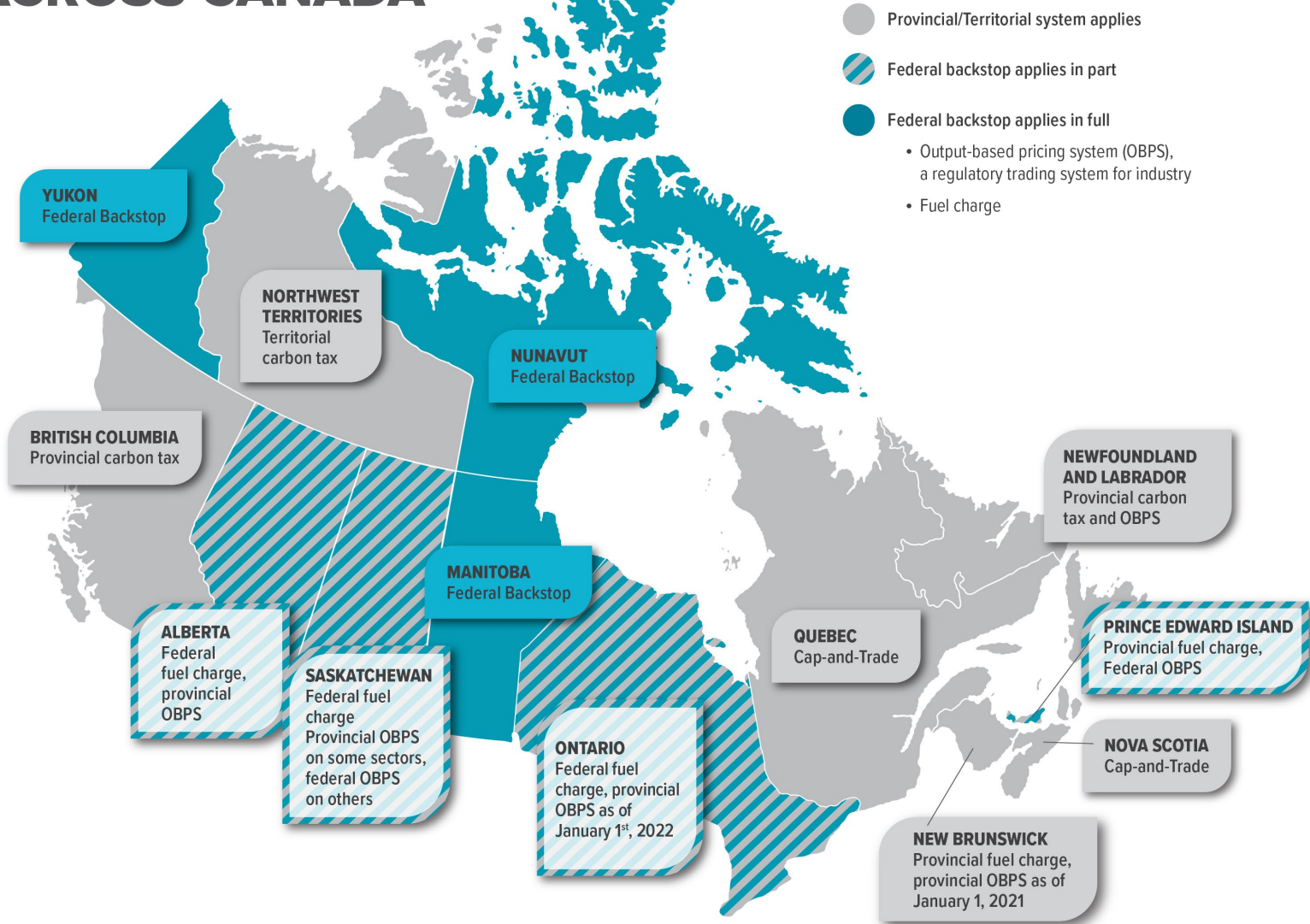
Must apply to a broad set of sources

## FEDERAL BACKSTOP

Applies on request or where a provincial system does not meet the criteria

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# CARBON PRICING ACROSS CANADA



# 2030 PRICE TRAJECTORY AND UPDATED BENCHMARK

## Price trajectory

*Price is CAD50 in 2022. Will increase CAD15/year starting in 2023 to reach CAD170 in 2030*

## Updated federal benchmark

*Tightened requirements for all systems for 2023-2030 to ensure consistent coverage of emissions and increasing stringency over time*

**Contribute to Canada's emission reduction goals:**

Reduce GHG emissions to 40-45% below 2005 levels by 2030

Reach net-zero emissions by 2050