

Carbon market and pricing initiatives in Latin America implemented or under consideration/development

Mexico

Three Mexican states have a carbon tax in operation, with another one taking steps to develop this policy.







Mexico has both a carbon tax and an ETS in operation. Offsets are allowed under both instruments. Offset protocols are under development for the ETS.

Peru

Peru recently signed the under the framework of Article 6 of the Paris Agreement with Switzerland.

Chile

Chile has a carbon tax in place that includes offsets. The government is also considering the implementation of a compliance carbon market.

-  Carbon tax in operation
-  ETS in operation
-  Carbon tax under consideration/development
-  ETS under consideration/development
-  TPS under consideration/development
-  Use of offsets for CPI



Costa Rica

Joint Crediting Mechanism activities in Costa Rica.

Colombia

Colombia has a carbon tax with an offsets component in place and is developing an ETS.

Brazil

Brazil has undertaken studies to consider Carbon Pricing Instruments (CPI). Legislation is being discussed focusing on a domestic voluntary carbon market.

Argentina

Argentina has a carbon tax in operation.

Source: "Status and trends of compliance and voluntary carbon markets in Latin America" report, IETA