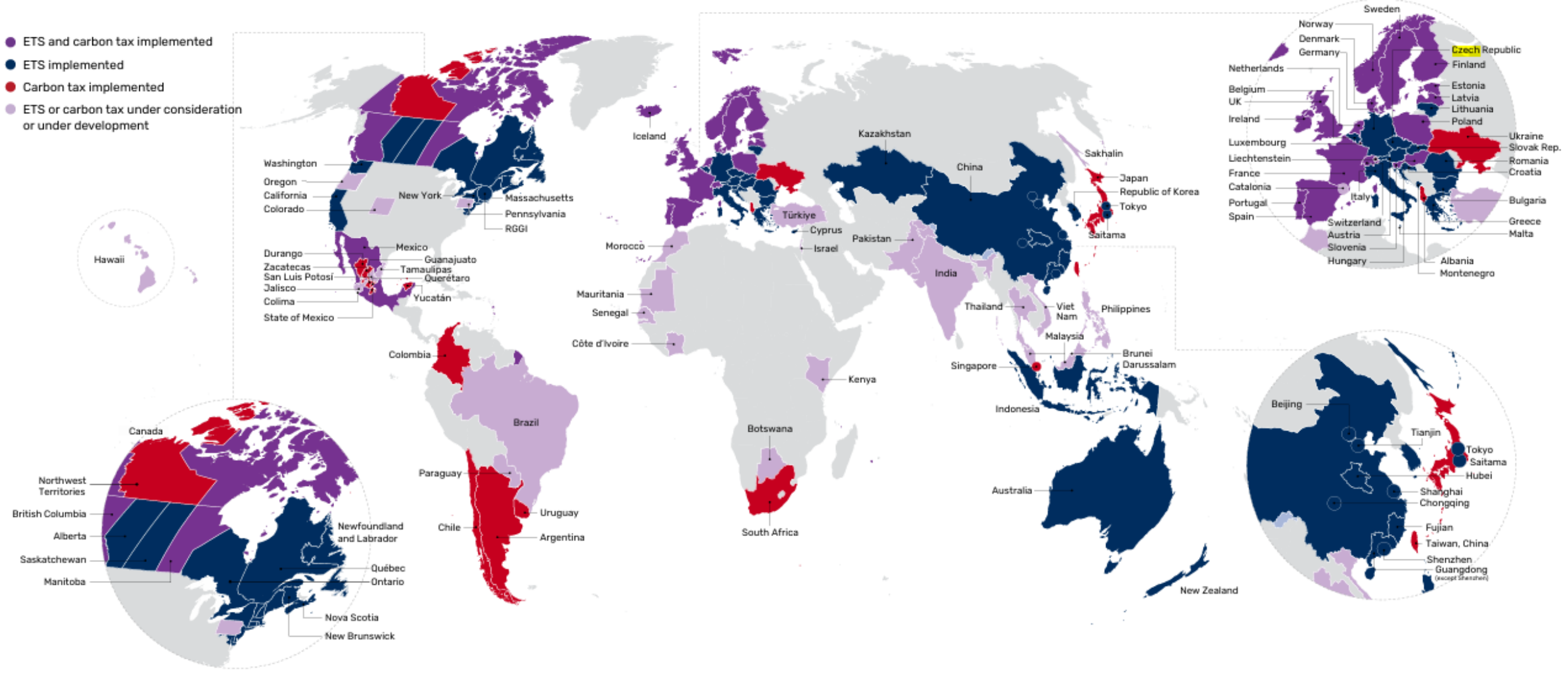


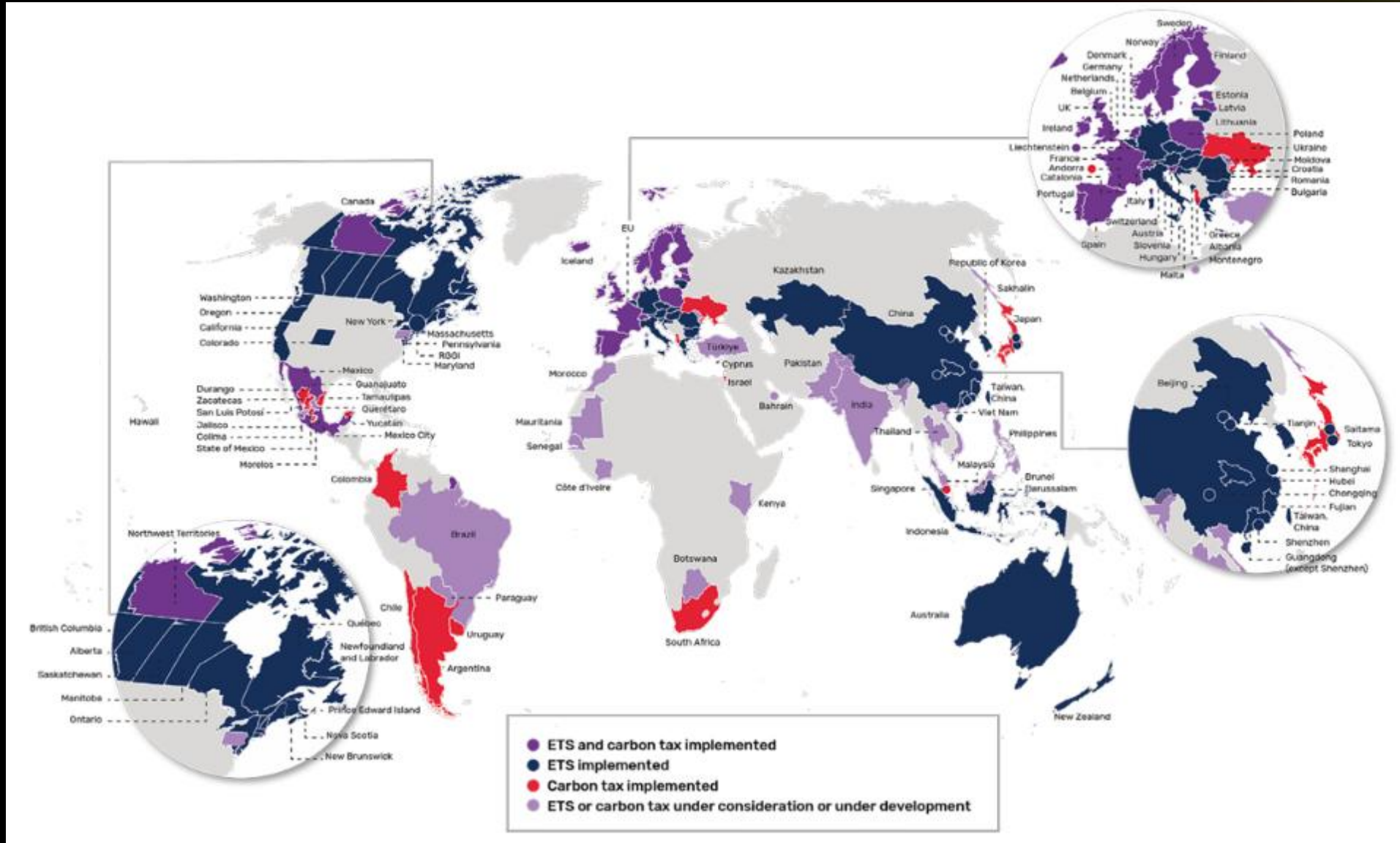
# **PANEL 6 - Can carbon tax replace CO<sub>2</sub> and emission trading policies?**

## **Some contextual information**

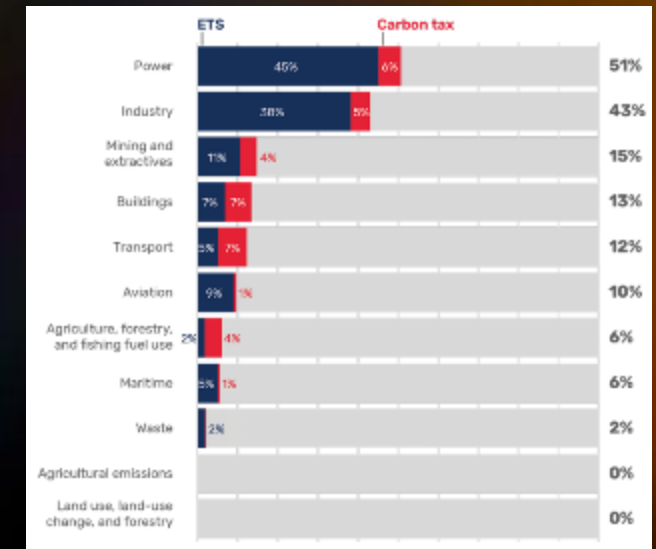
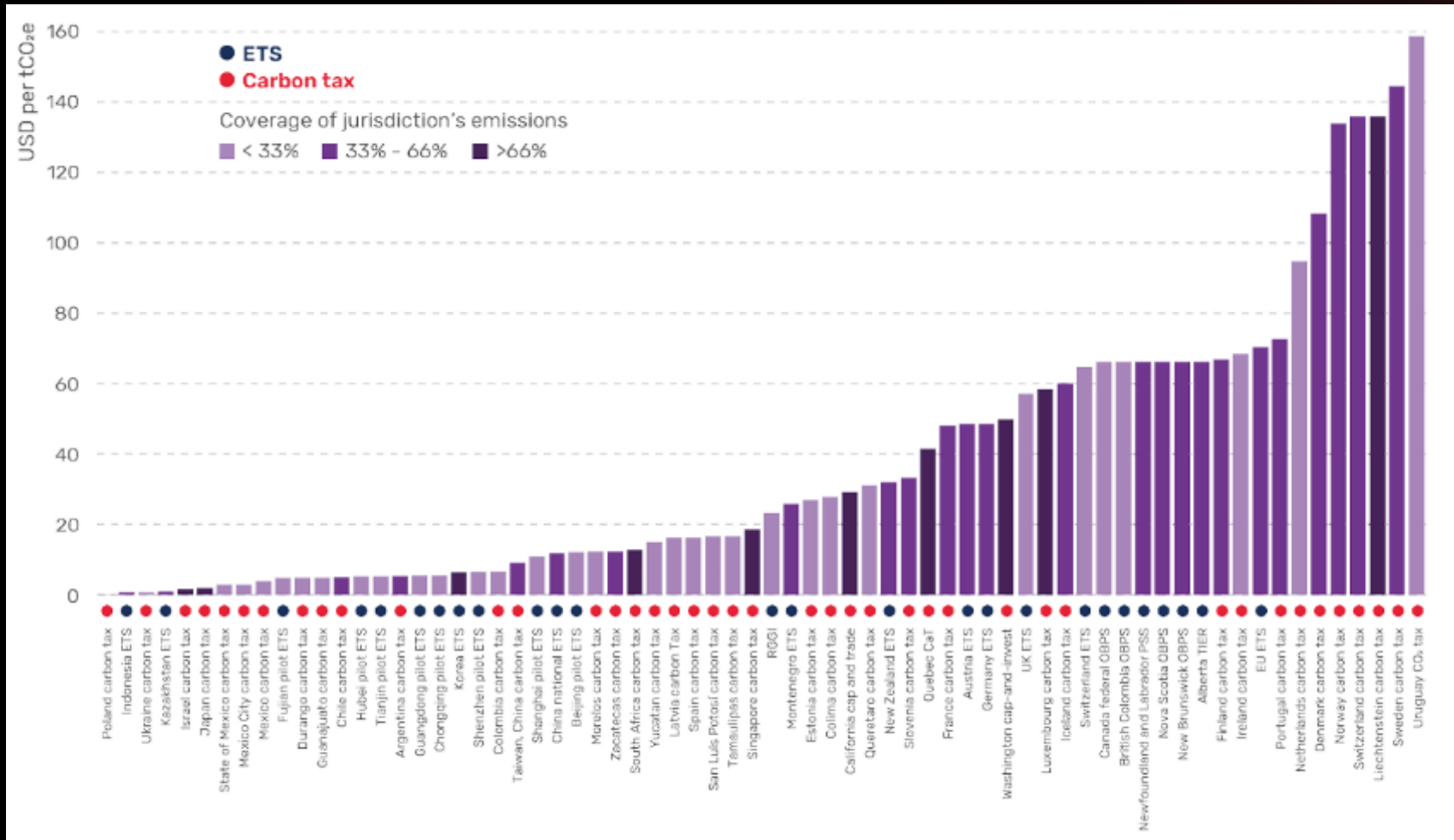
# Carbon cost (ETS and/or carbon tax)



# Carbon under financial burden (ETS and/or carbon tax)

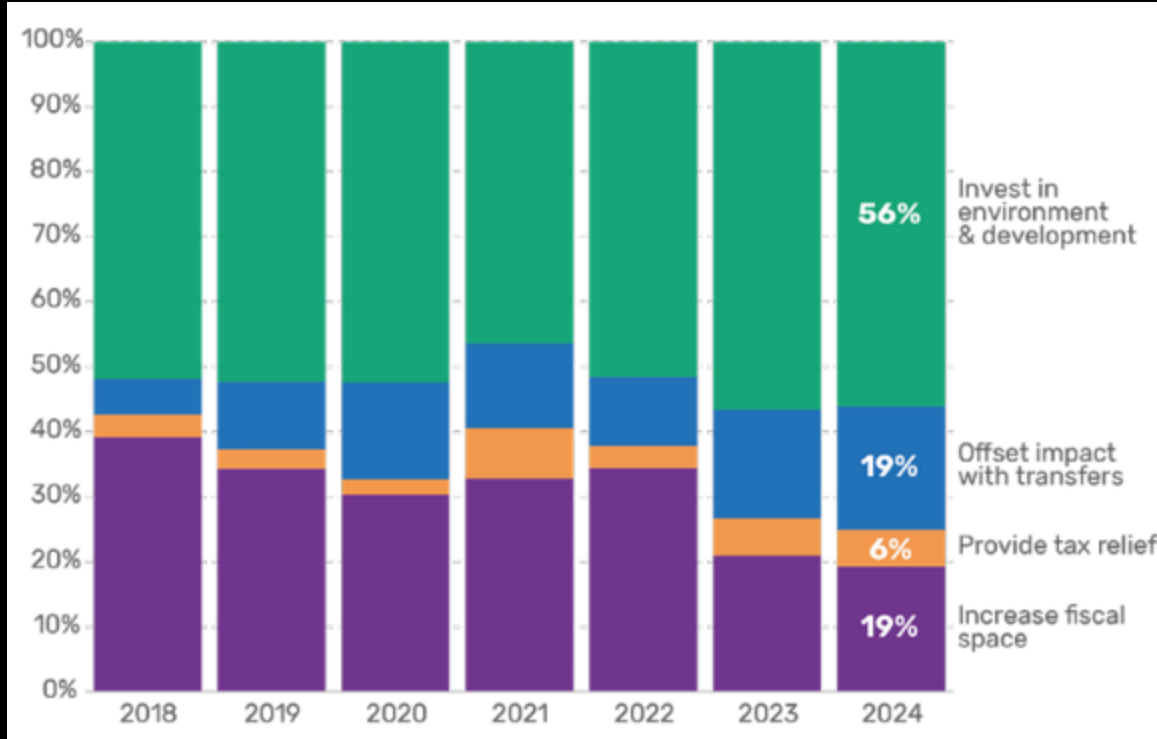


# Carbon prices and coverage (ETS + carbon tax)



Source: The World Bank, State and Trends of Carbon Pricing 2025

# Use of revenues from carbon (ETS+tax) globally



Source: The World Bank, State and Trends of Carbon Pricing 2025

# Yields and use of revenues from EU ETS2???

(EU-27 total)	Amount (€ bn)	% of ETS2 revenues (Low scenario €342 bn)	% of ETS2 revenues (High scenario €570 bn)
Estimated ETS2 revenues (total)	342-570	100%	100%
Social Climate Fund (SCF) - total envelope	86.7	25.35%	15.21%
└ SCF EU/ETS-funded component	65.0	19.01%	11.40%
└ SCF minimum Member State co-financing	21.7	6.35%	3.81%
Estimated ETS2 revenues remaining outside SCF (available mainly at national level, subject to earmarking rules)	255.3-483.3	74.65%	84.79%
Estimated ETS2 revenues from road-transport fuels	154-257	~45%	~45%

Source: EC, Directorate-General for Climate Action

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