

CARBON ALLOCATION TASK FORCE SUBCOMMITTEE
REVISED AGENDAS FOR UNRESOLVED ISSUES

June 23

1. Banking

- Allow banking of excess allowances with a requirement that LSEs surrender oldest allowances first, i.e. “first in-first out.”

2. Multi-year compliance periods with possible hydro-based extension

- 3-year compliance period; annual allocation and annual or semi-annual auction of allowances

3. Alternative compliance payment of \$40 tonne.

- Any ACP revenues would be used to further the goal of reducing carbon emissions.
 - Details on what qualifies as furthering the goal.
- Identify mechanism for use of revenues or leave to rulemaking?