PROVINCIAL CARBON PRICING AND COMPETITIVENESS PRESSURES

Senate of Canada, March 30, 2017
What is competitiveness?
The flip side: “leakage”
Scale of the challenge

FIGURE 2: The Scale of Competitiveness Pressures for Canadian Provinces, 2015

Exposed Share of Provincial GDP

- BC
- AB
- SK
- MB
- ON
- QC
- NS
- REST OF CANADA
- CANADA

More exposed
Less exposed
How does he change things?
Yes, the U.S. matters...
But smart revenue recycling can address the issue.
Support measures: 3 Ts

① Targeted
② Transparent
③ Temporary
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