

Design Choices

- Scope
- Distribution of Allowances
- Monitoring, Recordkeeping, Reporting
- Administration
- Differential Impacts

Scope

- Geographic coverage
 - Regional, state, multi-state
 - Out of state emissions from California consumption
- Sources included
 - Type, sector, size
- Pollutants included
 - CO₂, other GHGs

Distribution of Allowances

- Auction
- Distribution by government
 - Output based
 - Emission based (base year)
- Treatment of new sources
 - Existing vs. new allowances
- Cap adjustment
- Set asides
- Banking

Monitoring, Reporting, Recordkeeping

- ❑ Facility-level vs. entity-level accounting
- ❑ Emission inventory
 - Verification
- ❑ Allowance tracking
- ❑ Leakage
- ❑ Double counting

Administration

- ❑ Institutional roles and responsibilities
 - State government
 - Local air districts
 - California Climate Action Registry
- ❑ Administrative cost
- ❑ Relationship to other programs
 - Criteria pollutant emission controls
 - Other greenhouse gas strategies
 - Incentive based programs
- ❑ Compliance

Differential Impacts

- ❑ Cost structure for included sectors and facilities
- ❑ Environmental Justice considerations
 - Criteria pollutant impacts