

Iceland

Figure 1. Proportion of CO₂ emissions from energy use subject to different levels of effective carbon rates in Iceland in 2018

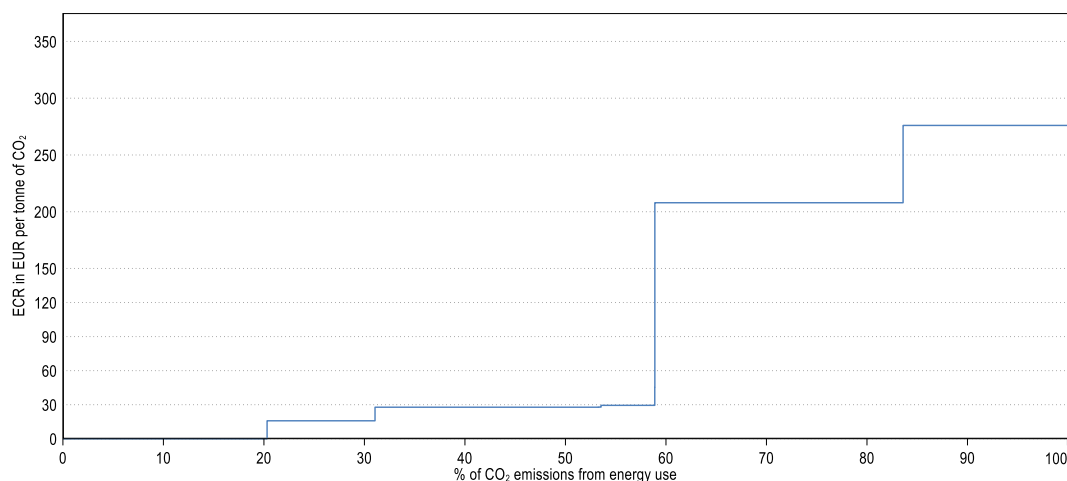
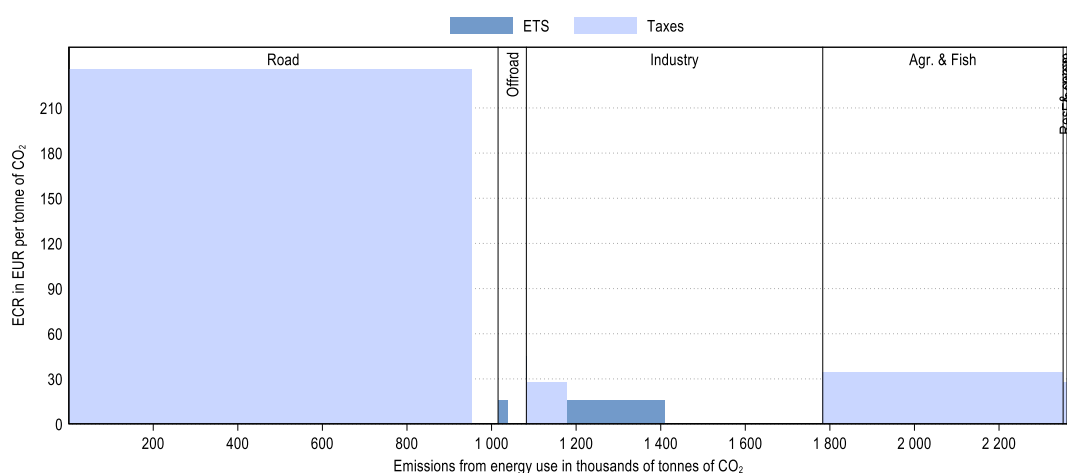


Figure 2. Average effective carbon rates in Iceland by sector and component in 2018



In 2018, effective carbon rates in Iceland consisted of fuel excise taxes and to a smaller extent of carbon taxes and of permit prices from the EU-ETS. Iceland priced about 80% of its carbon emissions from energy use and about 41% were priced at an ECR above EUR 60 per tonne of CO₂ (see top figure). Emissions priced at this level originated primarily from the road transport sector. The majority of unpriced emissions were from the industry sector and the road sector.

For additional information to interpret the graphs, see: <https://oe.cd/ECR-graph-info>

Main insights from the effective carbon rates database: <http://oe.cd/ECR2021>