

Luxembourg

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

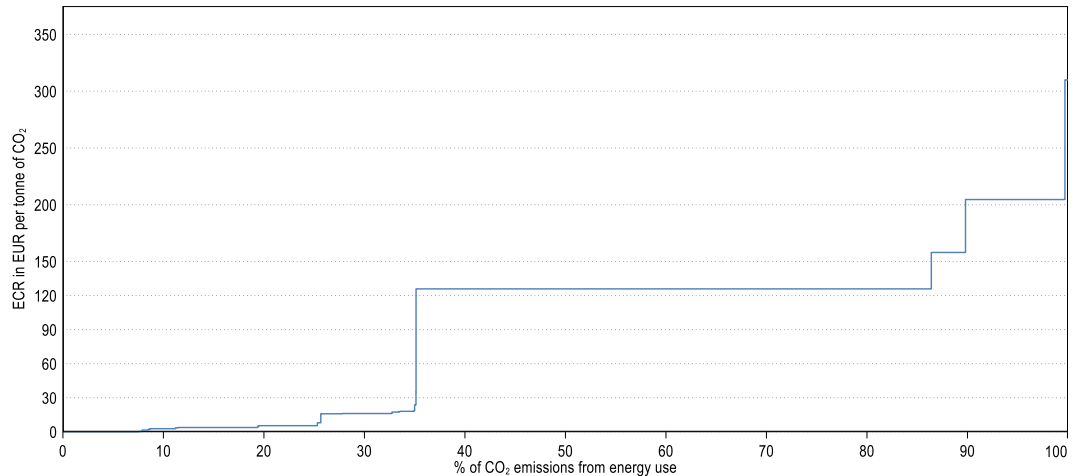
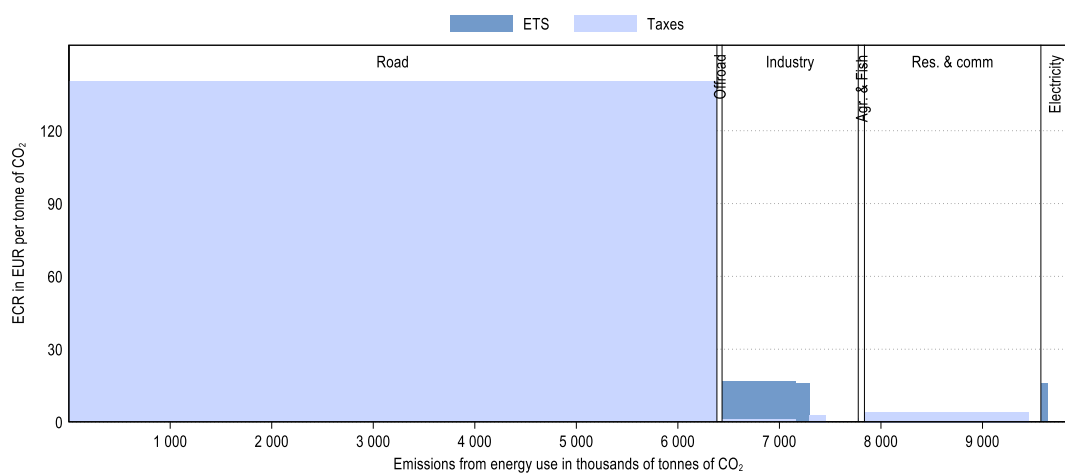


Figure 2. Average effective carbon rates in Luxembourg by sector and component in 2018



In 2018, effective carbon rates in Luxembourg consisted of fuel excise taxes and to a smaller extent of permit prices from the EU-ETS. Luxembourg did not have an explicit carbon tax. Luxembourg priced about 92% of its carbon emissions from energy use and about 65% 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 electricity 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>