Italy

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

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

In 2018, effective carbon rates in Italy consisted of fuel excise taxes and to a smaller extent of permit prices from the EU-ETS. Italy did not have an explicit carbon tax. Italy priced about 85% of its carbon emissions from energy use and about 38% 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 residential and commercial 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