

The Economic Impacts of an EU Carbon Border Adjustment Mechanism

Date: October 14, 2020

Time: 14:30 – 17:00

Location: Zoom Videoconference

The European Green Deal has strengthened the level of climate ambition, increasing the asymmetry of climate efforts by aiming to achieve climate neutrality in the European Union by 2050. This raises the question of how to deal with competitive pressure and carbon leakage, pushing Border Carbon Adjustments (BCAs) to the front as a possible solution. According to the roadmap for the European Green Deal, a proposal for a BCA for “selected sectors” will be released in 2021. So far, we can only speculate what such a BCA might look like, as few policy details have been released.

This webinar is intended as an occasion to present the results of the most recent assessments on the potential economic impacts of an EU Carbon Border Adjustment Mechanism (EU CBAM). Given the resurgence of discussions about BCAs on the EU political agenda, it is the right time to have a closer look at the various available policy design options and their economic implications, in order to better understand what type of BCA might work for the EU and what could be the expected economic outcomes of such a policy tool.

The webinar will start with an introduction to the topic by Andrei Marcu, followed by the presentations of the studies by ERCST, KPMG (Russian Federation), KOBiZE (Poland) and GMK Center (Ukraine). The session will then conclude with a roundtable discussion and Q&A with the participants.

- 14:30 **Welcome and introduction**
- A. Marcu, Director, ERCST
- 14:35 **Presentation of ERCST's study:**
The Economic Impacts of an EU Carbon Border Adjustment Mechanism
- M. Caspani, Policy Analyst, ERCST
- 15:00 **Presentation of KPMG's study:**
Assessment of the Effect of the Introduction of Cross-Border Carbon Regulation on the Russian Industry
- V. Lukin, Director, KPMG (Russian Federation)
- 15:30 **Presentation of KOBiZE's/Climate CAKE PL study:**
The Effects of the Implementation of the Border Tax Adjustment in the Context of More Stringent EU Climate Policy Until 2030

- J. Boratyński, Expert in CGE modelling, KOBiZE CAKE (Poland)

16:00

Presentation of GMK Center's study:

Assessed Impact of the Carbon Border Adjustment Mechanism on Ukrainian Exports

- S. Zinchenko, CEO, GMK Center (Ukraine)

16:30

Roundtable discussion and Q&A with participants

16:55

Concluding remarks