ETS FOR CLIMATE: THE SIX STEPS

01 **Improve Member State reporting** on how they spend their revenues

02 **Agree a 100% climate spending target** and ensure climate spending is additional to state climate spending

03 **End free allocation** of allowances[2]

04 **Exclude fossil fuel investment** from ETS revenue spending

05 **Remove excess ETS allowances** from the market for good, and strengthen the cap

06 Introduce **sustainability and climate proofing rules** to ETS climate spending

Strategic Spending: how the EU Emissions Trading System can fund fair climate action – WWF 2019