

# Citizens' Climate Lobby

## How Carbon Fee and Dividend Works



The government levies an incrementally increasing fee on the carbon content of fossil fuels at the source



100% of the money collected is given to the people on an equal basis in a cheque to help with price increases ↑



**ECONOMICS 101**  
Costs are passed onto consumers and they consume less carbon. CO2 emissions go down ↓



**MARKET SOLUTION**  
The predictable price on carbon spurs clean tech investment & innovation. CO2 emissions go down ↓

## Why we prefer a revenue neutral carbon fee



**HELPS FAMILIES**  
A 100% rebate insures that 2/3 of families will come out even or ahead



**NON PARTISAN**  
MPs and Premiers whose base do not like tax increases can still vote the right way



**MARKET SOLUTION**  
Efficient & direct market signal. Thus government does not pick the energy winners & losers



**RAMPING UP**  
To maintain public support to stabilize CO2 emissions, citizens will need a significant dividend.

## Carbon Fee and Dividend Helps Ordinary Families



The government puts an incrementally increasing fee on the carbon content of fossil fuels at the source



100% of the fees are given to Canadians on an equal basis regardless of their carbon footprint



**REDUCES INCOME INEQUALITY**  
This is because the poor are inherently more carbon virtuous. The top 1% of earners consume 6X as much CO2 as the bottom 10%

**Tax our pollution not our income**

**PROGRESSIVE TAX**  
Our policy would discourage destructive consumptive habits and reward good consumer choices

Find out more at [www.citizensclimatelobby.ca](http://www.citizensclimatelobby.ca)