

Ref: NEA-CMD-CIRCULAR-CPA-00001-2023

Date: 20 Dec 2023

Chief Executives, Designated Representatives and GHG Managers, Registered Persons under the Carbon Pricing Act

Dear Sir/Madam,

AMENDMENTS TO CARBON PRICING ACT (“CPA”) FOR TAXABLE FACILITIES FROM 1 JAN 2024

1 This circular seeks to inform you of the amendments to the CPA, effective from 1 Jan 2024.

2 The *Gazette* notifications on the Carbon Pricing (Amendment) Act and amended regulations were published on 8 Nov 2022 and 6 Oct 2023 respectively (refer to **Annex**). A summary of the amendments applicable to taxable facilities is in Table 1.

Table 1: Amendments to Carbon Pricing Act and subsidiary legislations applicable to taxable facilities

Description	Amendments
List of GHGs and associated GWPs (Amendments to First and Second Schedule of CPA)	i. Re-classify greenhouse gas (GHG) emissions arising from Nitrogen Trifluoride (NF ₃) emitted in any circumstances as reckonable emissions
	ii. Update list of PFCs and HFCs as per the 5 th Assessment Report of Intergovernmental Panel on Climate Change (IPCC AR5) and classify the newly-added PFCs and HFCs as non-reckonable emissions
	iii. Update Global Warming Potential (GWPs) of all GHGs as per IPCC AR5
Refinement to Administrative Processes (Amendments to Section 7-10, 11, 13, 16-17 and 21-24 of CPA, and Regulation 7 of Carbon Pricing (Registration and General Matters SL))	iv. Revise registration requirements and timeline when there is a transfer in operational control over a taxable facility v. Expand deregistration criteria to allow companies to apply for deregistration when they cease to operate a taxable facility vi. Designated Representative to manage the EDMA account pertaining to surrender of International Carbon Credits (ICC)
International Carbon Credit (ICC)	vii. Prescribe the ICC Eligibility Criteria viii. Prescribe the 5% facility-level limit for ICC use ix. Prescribe the processes that companies must undertake to: a. Apply for NEA's acceptance of an ICC as an eligible ICC b. Surrender ICCs to NEA to pay carbon tax x. Stipulate new information (i.e., information related to allowances and ICCs) that must be included in notices of assessment (NOAs) and revised notices assessment (RNOAs).

Updates to M&R guidelines and MP Template

3 The GHG Measurement and Reporting (M&R) guidelines (i.e., Part 1B, Part II and Appendix to Part II) and the reckonable emissions calculator have been updated to reflect the amendments listed in Table 1.

4 The Monitoring Plan Template has also been updated to include the newly added PFCs and HFCs, commonly used refrigerants, and to provide complex sector 3 facilities the flexibility to adopt 2019 Refinement to 2006 IPCC Guidelines. Facilities using new PFCs/HFCs or CS3 facilities without significant changes to the MP shall prepare their MP using the new MP Template and submit by 31 Aug 2024.

5 Should you require further clarifications, please contact CP-MRV team, copied in this email. Thank you.

Annex

Item	Description (Effective 1 Jan 2024)	Links
1	Carbon Pricing (Amendment) Act	https://sso.agc.gov.sg/Bills-Supp/27-2022/Published/20221003?DocDate=20221003
2	Carbon Pricing (Registration and General Matters) (Amendment) Regulations 2023	https://sso.agc.gov.sg/SL-Supp/S660-2023/Published/20231006?DocDate=20231006
3	Carbon Pricing (Measurement, Reporting and Verification) (Amendment) Regulations 2023	https://sso.agc.gov.sg/SL-Supp/S659-2023/Published/20231006?DocDate=20231006
4	Carbon Pricing (Carbon Tax and Carbon Credits Registry) (Amendment) Regulations	https://sso.agc.gov.sg/SL-Supp/S661-2023/Published/20231006?DocDate=20231006
5	Part 1B: Introduction to the GHG Measurement and Reporting Requirements for Taxable Facility	https://www.nea.gov.sg/our-services/climate-change-energy-efficiency/climate-change/carbon-tax/measurement-and-reporting-requirements-for-greenhouse-gas-emissions
6	GHG Measurement and Reporting Guidelines Part II	
7	GHG Measurement and Reporting Guidelines Part II Appendix	
8	MP Template	<i>Note: The new MP version will be uploaded to MP page under EDMA system.</i>

Annex

9	Reckonable Emissions Calculator	https://www.nea.gov.sg/our-services/climate-change-energy-efficiency/climate-change/carbon-tax
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Yours faithfully
(Transmitted via email)



Suresh K.
For Director-General
Environmental Protection
National Environment Agency