INDICE

Foreword	V
Acknowledgements	vi
Abstract	vii
Abbreviations and acronyms	viii
Summary	1
Resumen	4
1.Introduction	
Background	7
The urban challenge	8
Outline	9
2. Regulations, Market-based instruments, and macropolicies	
Regulations and market-based instruments a framework	11
Goals of market-based instruments	
Examples of market-based instrument	14
Lessons and implications	
Macroeconomic policy linkages	17
3. Institutional frameworks in Latin America and the Caribbean	
Institutional sustainability in theory	21
Institutional development in Latin America and the Caribbean	22
Competence and uncertainty	25
Summary	27
4. Market-based instruments in Latin America and the Caribbean	
Credit and tax incentives	28
Cost-recovery tariffs	
Deposit-refund systems	29
Resource use charges	
Water charges	30
Conventional taxation	
Final demand instruments	33
summary	34
5. additional issues in design of market-based instrument	
Distribution, poverty, and tax implications	35
Perverse incentives	
Role of tradable permits	36
Earmarking	37
Legal redress and advocacy	38
6. Concluding remarks	39
Appendix A. Background paper summaries Bolivia	40
	42
Brazil	45
Caribbean	48
Colombia	52
Colombia	55
Ecuador	58 60
Jamaica Mexico	60 63
Peru	66

Venezuela	69
Appendix B. Buenos Aires seminar participants	71
Bibliography	
Bibliographic note	73
Background and related papers	
Selected bibliography	