# Comments on "Coordination of environmental tax policies among two countries of asymmetric size" by Guillaume Cheikbossian

Marcelo Caffera

Universidad de Montevideo

July 1st 2010

#### 1. General comments

• Nice paper. Clear and very well written

#### 1. General comments

- Nice paper. Clear and very well written
- Very interesting

#### 1. General comments

- Nice paper. Clear and very well written
- Very interesting
- Not familiar with this literature: I have only two questions/comments

## 2. Monopolistic polluting sector

 What is the motivation for modelling the polluting sector as a monopoly and the non-polluting sector as competitive?

#### 2. Monopolistic polluting sector

- What is the motivation for modelling the polluting sector as a monopoly and the non-polluting sector as competitive?
- I think should be explicit in the paper

## 2. Monopolistic polluting sector

- What is the motivation for modelling the polluting sector as a monopoly and the non-polluting sector as competitive?
- I think should be explicit in the paper
- Together with a discussion or footnote on how does it change the analysis, if it does it.

## 2. Utility function

• Quadratic

## 2. Utility function

- Quadratic
- I think the paper should include a discussion on how different assumptions on the functional form of the utility function may affect the results.