**EP Plenary**

**State of play of the implementation of the Own Resources roadmap**

**08.06.21**

* **Commissioner Hahn:** The Union budget needs **new own resources**. 3 were identified last December: ETS, CBAM and Digital Levy. On the **14th of July** the Commission will publish its proposals.
* **The revision of the ETS** will reflect the Fit for 55 Package. The Commission is considering applying the polluter pays principle to other sectors. Lower income states and households will be considered.
* **CBAM** is also part of the climate package for July. It will address carbon leakage and support the fight against climate change. As it will be collected at the EU border, it is a natural candidate for a new own resource.
* **On the Digital Levy,** the Commission is monitoring the developments on Pillar 1 of the international negotiations. The G7 meeting brought an important consensus which must now be extended to other countries.
* A couple of extra weeks may be needed to come up with a robust legal proposal. The new dynamism globally is positive. But we should be more self-assured. The EU was already active 3 years ago with proposals for global corporate or digital levies, which failed basically because of Trump. Biden brings a new perspective. We should be grateful the US has joined our proposals – for the sake of Europe, we should understand the EU started this. We have not convinced everybody yet, but we are leading the way.
* **Gardiazabal MEP, S&D**: The Commission must put forward its proposals soon and fulfil its agreements. Socialists have been calling for a fair tax system for over a decade, but now these G7 developments bring the momentum needed.
* **Larrouturrou, MEP, S&D**: the G7’s 15% agreement falls short – but is still historical. France is blocking taxing speculation – if they didn’t, there would be no need to reform pensions, and other Macron proposals.
* **The greens bring up the FTT**.

Other MEPs

* **Fernandes MEP, EPP**: the binding agreement must be respected. It is a question of formal steps but also a need to protect future generations. Interests to replay NGEU are low but still it must be repaid, and no cuts to funds or programmes should be made. MNEs should pay their fair share of tax.
* **Valerie Hayer, Renew**: what a coincidence the PT Presidency and Commission are not available when needed. Garicano: Also, this fixes two major globalisation issues: CBAM will force companies which relocate outside the EU in order not to comply to do so, plus the digital levy. This is unprecedented.
* **Greens**: agree the Commission is running late. The EU is always running behind the US. Biden said 21% and we are putting the break on it with 15% - a difference of 52 bn EUR. FTT must be pushed forward too.
* **ID**: CBAM not very effective.
* **ECR**: support new own resources to repay debt. Support all 3 new own resources – not agree MS will lose income from ETS because Poland will lose income necessary to fight climate change.
* **Left**: an agreement on new OR was signed so now it is the time to stand united. Biden should not be further ahead compared to the EU. EU must be a pioneer in the dual transition and fair taxation. The internet giants do not pay tax while SMEs and employees do.