

# System of own resources of the European Union

2021/0430(CNS) - 04/11/2022 - Committee report tabled for plenary, 1st reading/single reading

The Committee on Budgets adopted in the framework of a special legislative procedure (Parliament's consultation) the report by José Manuel FERNANDES (EPP, PT) and Valérie HAYER (Renew Europe, FR) on the proposal for a Council decision amending Decision (EU, Euratom) 2020/2053 on the system of own resources of the European Union.

The committee made a few amendments concerning the following issues:

## *Categories of own resources*

The Commission proposes a thoughtfully calibrated basket of new revenue sources composed of a share of ETS auctioning revenues, the proceeds of the sale of carbon border adjustment mechanism (CBAM) certificates and an own resource based on the OECD/G20 'Pillar One' agreement in the area of corporate taxation

The proposal provides that Member States will make a national contribution to the EU budget based on the share of the residual profits of the largest and most profitable multinational enterprises re-allocated to Member States in case they are end market jurisdictions where goods or services are used or consumed under the OECD/G20 Inclusive Framework on Base Erosion and Profit Shifting agreement.

In this report, Members proposed that the revenue from the application of a **uniform rate of call equal to 100%** (instead of 75%) of the revenue from the sale of certificates of the carbon adjustment mechanism at borders should constitute own resources entered in the EU budget.

## *Review*

Members suggested that if by the end of 2023 the process of ratification of the OECD/G20 (IF) Pillar 1 Agreement has not started in a critical mass of countries as defined by the Multilateral Convention, the Commission should propose a new own resource in connection with the single market, such as a digital levy or a similar measure, in order to generate revenues by 2026.