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Basic information		
NLE - Non-legislative enactments Regulation	<a href="#">2018/0133(NLE)</a>	Awaiting final decision
Collection of own resources accruing from value added tax		
Subject 2.70.02 Indirect taxation, VAT, excise duties 8.70.01 Financing of the budget, own resources		
Legislative priorities <a href="#">Multiannual Financial Framework 2021-2027</a>		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	 Budgets		10/10/2019
		 <a href="#">FERNANDES José Manuel</a>	10/10/2019
		 <a href="#">HAYER Valérie</a>	
		Shadow rapporteur	
		 <a href="#">GUALMINI Elisabetta</a>	
		 <a href="#">CORMAND David</a>	
		 <a href="#">LAPORTE Hélène</a>	
		 <a href="#">ZÍLE Roberts</a>	
		 <a href="#">OMARJEE Younous</a>	
	 <a href="#">PAPADIMOULIS Dimitrios</a>		
	Former committee responsible		
	 Budgets		16/05/2018
		 <a href="#">LEWANDOWSKI Janusz</a>	16/05/2018
		 <a href="#">DEPREZ Gérard</a>	
	Committee for opinion	Rapporteur for opinion	Appointed
	 Economic and Monetary Affairs	The committee decided not to give an opinion.	

## Key events

02/05/2018	Legislative proposal published	<a href="#">COM(2018)0328</a>	Summary
31/05/2018	Committee referral announced in Parliament		
21/10/2019	Committee referral announced in Parliament		
17/03/2021	Vote in committee		
17/03/2021	Committee report tabled for plenary, 1st reading/single reading	<a href="#">A9-0049/2021</a>	
24/03/2021	Debate in Parliament		
25/03/2021	Results of vote in Parliament		
25/03/2021	Decision by Parliament	<a href="#">T9-0105/2021</a>	Summary

## Technical information

Procedure reference	2018/0133(NLE)
Procedure type	NLE - Non-legislative enactments
Procedure subtype	Consultation of Parliament
Legislative instrument	Regulation
Legal basis	Treaty on the Functioning of the EU TFEU 322-p2
Other legal basis	Rules of Procedure EP 159
Stage reached in procedure	Awaiting final decision
Committee dossier	BUDG/9/00285

## Documentation gateway

Legislative proposal	<a href="#">COM(2018)0328</a>	02/05/2018	EC	Summary
Committee of the Regions: opinion	<a href="#">CDR2389/2018</a>	09/10/2018	CofR	
Court of Auditors: opinion, report	<a href="#">N8-0011/2019</a> <a href="#">OJ C 431 29.11.2018, p. 0001</a>	09/10/2018	CofA	Summary
Supplementary legislative basic document	12771/2020	11/11/2020	CSL	
Court of Auditors: opinion, report	52020AA0011 <a href="#">OJ C 026 22.01.2021, p. 0001</a>	08/12/2020	CofA	
Committee draft report	<a href="#">PE680.812</a>	03/03/2021	EP	
Committee report tabled for plenary, 1st reading/single reading	<a href="#">A9-0049/2021</a>	17/03/2021	EP	
Text adopted by Parliament, 1st reading/single reading	<a href="#">T9-0105/2021</a>	25/03/2021	EP	Summary

## Collection of own resources accruing from value added tax

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**PURPOSE:** to simplify the arrangements for the collection of own resources accruing from value added tax.

**PROPOSED ACT:** Council Regulation.

**ROLE OF THE EUROPEAN PARLIAMENT:** the Council adopts the act after consulting the European Parliament but without being obliged to follow its opinion.

**BACKGROUND:** this proposal constitutes an integral part of the reform of the own resources system as set out in the [proposal for a Council Decision](#) on the system of own resources of the European Union.

The proposal draws on past experiences in administering own resources and aims to simplify the calculation of the own resource based on value added tax. It also streamlines the practical arrangements.

**CONTENT:** the aim of the proposal is to simplify considerably the own resources aspects of value added tax by amending [Regulation \(EEC, Euratom\) No 1553/89](#). It now focuses on standard-rated supplies (so the weighted average rate will not be needed), while the number of corrections are reduced to an absolute minimum and the financial compensations have been removed.

For the sake of simplicity and transparency, and in order to reduce administrative burden, the standard rated value added tax own resource should be calculated on the basis of a common Union share of standard rated transactions. That share should represent the average of the lowest shares of standard rated supplies to final consumption in Member States over a period of five years that has been calculated using national accounts and fiscal data approved by the Advisory Committee on Own Resources.

The arrangements for calculating the standard rated value added tax own resource base should be determined in a uniform manner starting from actually collected receipts for every given calendar year as the sole definitive method for determining the standard rated value added tax own resource base.

## Collection of own resources accruing from value added tax

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The European Parliament adopted by 517 votes to 169, with 4 abstentions, a legislative resolution on the draft Council regulation amending Regulation (EEC, Euratom) No 1553/89 on the definitive uniform arrangements for the collection of own resources accruing from value added tax.

The Regulation amending Regulation (EEC, Euratom) No 1553/89 on the definitive uniform arrangements for the collection of own resources accruing from value added tax is part of the own resources reform package proposed by the Commission in May 2018. The Commission proposed substantial simplifications to the calculation and implementation of VAT-based own resources.

The draft Council Regulation made numerous changes to the Commission's proposal. In particular, the provisions on the multi-annual 'freezing' of the weighted average VAT rate per Member State will simplify and streamline the calculation, implementation and control of the VAT-based own resource.

Parliament approved the Council's draft subject to amendments calling for the deletion of provisions that would create a rapid review procedure.