













Procedure file

Basic information		
NLE - Non-legislative enactments Regulation	2018/0133(NLE)	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 Multiannual Financial Framework 2021-2027		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	 Budgets		10/10/2019
		 FERNANDES José Manuel	10/10/2019
		 HAYER Valérie	
		Shadow rapporteur	
		 GUALMINI Elisabetta	
		 CORMAND David	
		 ŽÍLE Roberts	
		 LAPORTE Hélène	
		Former committee responsible	
 Budgets			
Committee for opinion	Rapporteur for opinion	Appointed	
 Economic and Monetary Affairs	The committee decided not to give an opinion.		
Former committee for opinion			
 Economic and Monetary Affairs			
Council of the European Union	Commission DG	Commissioner	
European Commission			

Key events

02/05/2018	Legislative proposal published	COM(2018)0328	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	A9-0049/2021	
24/03/2021	Debate in Parliament		
25/03/2021	Results of vote in Parliament		
25/03/2021	Decision by Parliament	T9-0105/2021	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 165
Stage reached in procedure	Awaiting final decision
Committee dossier	BUDG/9/00285

Documentation gateway

Legislative proposal	COM(2018)0328	02/05/2018	EC	Summary
Committee of the Regions: opinion	CDR2389/2018	09/10/2018	CofR	
Court of Auditors: opinion, report	N8-0011/2019 OJ C 431 29.11.2018, p. 0001	09/10/2018	CofA	Summary
Supplementary legislative basic document	12771/2020	11/11/2020	CSL	
Court of Auditors: opinion, report	52020AA0011 OJ C 026 22.01.2021, p. 0001	08/12/2020	CofA	
Committee draft report	PE680.812	03/03/2021	EP	
Committee report tabled for plenary, 1st reading/single reading	A9-0049/2021	17/03/2021	EP	
Text adopted by Parliament, 1st reading/single reading	T9-0105/2021	25/03/2021	EP	Summary
Commission response to text adopted in plenary	SP(2021)260	27/04/2021	EC	

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

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.