

Brussels, 20 April 2020 (OR. en)

> 7366/20 CRS CRP 17

SUMMARY RECORD

PERMANENT REPRESENTATIVES COMMITTEE 1 and 3 April 2020

I. Adoption of the agenda

7070/1/20 REV 1 OJ CRP2 13 + REV 1 COR 1 + CM 1992/20 7082/20 OJ CRP2 13 + COR 1 + COR 2

The Committee adopted the agenda.

II. Approval of the "I" items

The Committee approved the "I" items as set out in the Annex.

III. <u>Discussion items</u>

COREPER (PART 2)

WEDNESDAY 1 APRIL 2020

General Affairs

3. Videoconference of Members of the European Council on 26 March 2020: Follow-up

The Committee took note of the main discussions at the videoconference of Members of the European Council.

Foreign Affairs

4. Informal videoconference of the Ministers of Foreign Affairs on 3 April 2020: Preparation

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Foreign Affairs.

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5. Informal videoconference of the Ministers of Foreign Affairs/Development on 8 April 2020: Preparation

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Foreign Affairs/Development.

Justice and Home Affairs

17. Informal videoconference of the Ministers of Justice on 6 April 2020: Preparation

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Justice.

FRIDAY 3 APRIL 2020

Economic and Financial Affairs

30. Coronavirus Response Investment Initiative PLUS Presentation by the Commission 7154/20

The Committee took note of the presentation by the Commission and agreed to revert to this issue at one of its forthcoming sessions.

31. European instrument for temporary support to mitigate unemployment risks in an emergency (SURE) following the COVID-19 outbreak

Presentation by the Commission

The Committee took note of the presentation by the Commission and agreed to revert to this issue at one of its forthcoming sessions.

32. Activation of the Emergency Support Initiative in respect of the COVID-19 outbreak

*Presentation by the Commission**

The Committee took note of the presentation by the Commission and agreed to revert to this issue at one of its forthcoming sessions.

Foreign Affairs

33. Informal videoconference of the Ministers of Defence on 6 April 2020: Preparation

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Defence.

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COREPER (PART 1)

FRIDAY 3 APRIL 2020

Education, Youth, Culture and Sport

18. Informal videoconference of Ministers of Culture on 8 April 2020: *Preparation*

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Culture.

Competitiveness

19. Informal videoconference of Ministers of Research on 7 April 2020: *Preparation*

The Committee held an exchange of views in preparation of the informal videoconference of the Ministers of Research.

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IV. Any other business

COREPER (PART 2)

Upcoming ministerial-level informal videoconferences

The Committee took note of the information provided by the Presidency.

Impact of COVID-19 on the agricultural sector

The Committee took note of the information provided by France.

COREPER (PART 1)

Upcoming ministerial-level informal videoconferences

The Committee took note of the information provided by the Presidency.

COVID-19 measures

The Committee took note of the information provided by the Commission.

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6186/20 + ADD 1

"I" items approved

COREPER (PART 2)

Judicial Affairs

6.	Case C-39/20 (Jumbocarry Trading GmbH)	6808/1/20 REV 1	
	Information note for the Permanent Representatives Committee	JUR	
	(Part 2)		

7. Case before the Court of Justice of the European Union: request for a preliminary ruling in case C-948/19 (Manpower Lit)

Approval of the Council's participation in the proceedings

7035/20

JUR

The above-mentioned item was withdrawn.

Decision to use the written procedure

Institutional Affairs

8. **Minutes of Council meetings**

ECOFIN 18.2.2020

Approval

c)

a)	FAC 17.2.2020	6184/20 + ADD 1 REV 1
b)	GAC 17.2.2020	6185/20 + ADD

d) GAC 25.2.2020 6316/20+ ADD 1

Appointments

9. Appointment of the replacement of the president of the panel provided for in Article 255 TFEU 6681/20

Decision to use the written procedure for adoption JUR

Economic and Financial Affairs

10.	Implementation of the Stability and Growth Pact		6943/1/20 REV 1
	a)	Council Decision on the existence of an excessive deficit	6304/20
		in Romania; and	6305/20
	b)	Council Recommendation with a view to bringing an end to the situation of an excessive government deficit in Romania	UEM
	Decision to use the written procedure for the adoption		

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General Affairs

11.	EP Resolutions and decisions (March 2020)	6980/20 PE-RE
Fore	eign Affairs	
12.	Council Decision amending Decision (CFSP) 2017/1869 on the European Union Advisory Mission in support of Security Sector Reforming Iraq (EUAM Iraq) - extension Decision to use the written procedure for the adoption	6286/20 6270/20 CORLX
13.	Council Decision and Council Implementing Regulation concerning restrictive measures directed against certain persons and entities in view of the situation in Iran - review Decision to use the written procedure for the adoption	6290/20 + COR 1 6113/20 6115/20 CORLX
14.	Council Implementing Decision and Implementing Regulation concerning restrictive measures in view of the situation in Yemen - UN transposition Decision to use the written procedure for the adoption	6960/20 6827/20 6831/20 CORLX
15.	Council Decision appointing the European Union Special Representative for the Belgrade Pristina Dialogue and the Western Balkans Decision to use the written procedure for the adoption	6989/20 6754/20 CORLX
16.	African Peace Facility - Amendment No 1 to the 2019-2020 Action Programme Approval	7046/20 ACP

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COREPER (PART 1)

Institutional Affairs

Written questions

20.	by N	ies to questions for written answer submitted to the Council Iembers of the European Parliament otion by silence procedure	6910/20 PE-QE
	a)	Nikolaj Villumsen (Verts/ALE) "Revision of the expenses arrangements for European Economic and Social Committee (EESC) Members permanently resident in Brussels"	6452/20
	b)	Nicolaus Fest, Christine Anderson (ID) "EU funding for treatment programmes aimed at integrating violent offenders from a migrant background"	6445/20
	c)	Nathalie Colin-Oesterlé (EPP) "Cross-border divorce and child custody"	6446/20
	d)	Guido Reil (ID) "Custodial sentences"	6453/20
<u>EU</u> 1	positio	ons for international negotiations	
21.	Council Decision on the EU position regarding the 2020 budget to be adopted by the Regional Steering Committee Decision to use the written procedure for the adoption		7018/20 6432/20 6534/20 TRANS
Em r	<u>oloym</u>	ent and Social Policy	
22.	and.	Clusions on the 2020 Annual Sustainable Growth Strategy Joint Employment Report Sion to use the written procedure for the adoption	7076/1/20 REV 1 SOC
23.		Employment Report 2020 sion to use the written procedure for the adoption	7075/20 SOC
<u>Trai</u>	<u>ispor</u> t	<u>t</u>	
24.	the F	Republic of Bulgaria, Croatia and Romania to the Decration Agreement on a Civil Global Satellite Navigation	7022/20 13318/19 13343/19

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System (GNSS) with Ukraine (Irish language version)

Decision to use the written procedure for the adoption

TRANS

25. Regulation on electronic freight transport information (eFTI) Decision to use the written procedure for the adoption of the Council's position at first reading and of the statement of the Council's reasons

7042/20 TRANS

26. Mobility package I:

Directive on enforcing social rules and on lex specialis for posting of drivers

Decision to use the written procedure for the adoption of the Council's position at first reading and of the statement of the Council's reasons

7043/20 + COR 1 + ADD 1 REV 1 + ADD 2 TRANS

Statement by Belgium

"Belgium has taken note of the results of the provisional agreement reached on December the 11th between the European Parliament and the Council on the social and market pillar of Mobility Package I.

Belgium welcomes the substantial improvement in the working conditions of truck drivers, in particular by prohibiting weekly rest in the cabin, and by applying posting to cabotage operations. A better level playing field should be reached in the future, through the integration of light commercial vehicles within the scope of the entire Mobility package, the return of trucks every 8 weeks to the base, and the ambitious timetable for the deployment of new smart tachographs that will allow a better enforcement of the existing and new rules.

Therefore, Belgium considers it is incoherent to further restrict access to the market by imposing a cooling-off period of 4 days on cabotage, while at the same time the European Union will ensure upward social convergence.

To our understanding, the cooling-off period is a trade barrier contrary to the spirit of the internal market, and to the efficiency of the logistics chain, since cabotage operations makes it possible to avoid empty journeys.

We regret as well, the inclusion of a proposal on long-term posting, which did not appear in the Commission proposal neither in the agreements of the two co-legislators, and hasn't been carefully assessed yet.

Despite the positive social elements contained in the Package, Belgium will therefore abstain on the agreement."

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"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express deep concerns that the provisional agreement on Mobility Package I contradicts the basic freedom to provide services on the Single Market, the principle of free movement of workers, as well as the key EU policies and goals on climate.

In particular, the requirement to return heavy vehicles to the Member State of establishment at least once every 8 weeks contradicts the EU ambitious climate goals, set out by the European Commission in the new Green Deal on December 11, 2019. Such an obligation, if adopted, will result in a major increase in the number of empty runs of trucks on the European roads and, subsequently, in a substantial increase of CO2 emissions from the transport sector. This sector already accounts for approximately a quarter of GHG emissions in the EU.

Despite our efforts to highlight these points and regardless of scientific evidence from studies on the impact of such an obligation on the increase of empty runs and CO2 emissions, there is no sensitivity for the expected impact of this provision and rational arguments are being dismissed. At the same time, even though the better regulation agenda requires impact assessment at EU level for all such measures, no such assessment has been presented yet.

Returning vehicles to the Member State of establishment is just one example of excessively restrictive and discriminatory measures proposed in Mobility Package I. We share similar concerns about the limitations on cabotage in the form of an excessive cooling off period. This cooling off period amounts to a protectionist measure, which will have a rather negative effect on the Single Market. The obligation for a truck to return as well as the restrictions imposed on cabotage operations, according to estimates of renowned research institutes, will generate additional millions of tons of CO2 emissions per year.

Another major point of concern is that the mandatory return of the vehicle will put in a disadvantaged position Member States which due to their geographical location will have substantial difficulties in providing truck transport services on the Single Market, as their vehicles will have to cover far greater distances and to overcome significant natural barriers, especially in the case of islands.

Unfair competition from third countries' operators is also a factor that has not been properly addressed. This is especially worrisome since the solution to be enacted will have long-term effects not only on the transport sector, but also on the EU economy as a whole.

The transport sector deserves a fair and robust EU legal framework, which will further stimulate its development, while ensuring realistic and enforceable rules. Instead of balanced provisions and a genuine compromise, the provisional agreement imposes restrictive, disproportionate and protectionist measures.

Mobility Package I is a crucial dossier for the European Single Market, as well as for the road transport sector. Today, more than ever, we need to preserve the smooth functioning of the Single Market and the economies of all Member States in the EU while being consistent with other EU policies."

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"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express their objection to the automatic inclusion of the subsidiarity and proportionality clause in the adopted political agreement on the three legal acts of the Mobility Package I during the technical revision of the texts by the lawyer linguists.

We acknowledge that the principles of subsidiarity and proportionality are of primary importance for the exercise of the EU's competences. Nevertheless, addition of such a clause at this late stage of legislative process is not a good practice in general and, in case of the Mobility Package I, it is especially difficult to accept due to the political sensitivity of the whole dossier and taking into account the long-term consequences of the proposed provisions for the functioning of the European road transport sector.

Regretfully, it also demonstrates that the speedy proceedings affected negatively the quality of the adopted legislation. Moreover, we would like to underline the lack of impact assessment of some key provisions of the political agreement. This fact has also been acknowledged by the Commission in their Statement presented at the Coreper I meeting on 20 December 2019, in which the Commission confirmed that some measures had not been part of the Commission's proposals presented on 31 May 2017 and had not been the subject of an impact assessment.

The lack of thorough analysis impedes a proper evaluation of measures proposed in the three legislative acts of the Mobility Package I in terms of their compliance with proportionality rule."

Statement by Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania, taking into account the unprecedented spread of the coronavirus COVID-19 that already impacts and will, unfortunately, continue to affect the road transport sector profoundly, call for the suspension of the work on the Mobility Package I until the pandemic is over. Therefore, we vote against adopting the file through a written procedure at this difficult time.

It is expected that most undertakings will suspend or close down operations, which will lead to a significant reduction in the supply of transport services and, therefore, in the delivery of goods to the detriment of the EU citizens and of the smooth functioning of the economy.

In view of the indispensable role of road transport for the post-COVID-19 outbreak recovery effort and the extensive losses, suffered by the sector in the course of handling the outbreak, the road transport and the economy of the EU will be in no position to sustain the unnecessary regulation-imposed shock to be caused by Mobility Package I. In this context we need to bear in mind that the vast majority of road transport undertakings in the European Union are small and medium-size enterprises, which are especially vulnerable.

In the current circumstances, the adoption of the Mobility Package I in its current form is neither reasonable nor justified. We would like to stress that the economic landscape of the EU when the coronavirus crisis is over will be completely different and we believe that the road transport sector will need new solutions addressing this new reality.

Having in mind the above-mentioned situation, we are convinced that the solutions envisaged in Mobility Package I need to be reshaped to be able to account for the new economic reality. Therefore, we propose to suspend the further works on this dossier until the pandemic is over."

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Statement by Estonia

"Estonia fully supports the objectives of the original proposals of the social and market pillar of Mobility Package I ¹, which were intended to pave the way towards clear road transport rules. Estonia believes that the international road haulage market in the European Union must be in line with the general principles of the Single Market, open to competition, efficient and environmentally friendly. Estonia believes that additional requirements must not impose an unreasonable administrative burden on businesses or public sector authorities or conflict with the objectives of the European Union's climate policy.

During the negotiations of the Package, Estonia adopted a constructive approach by striving to take into account and support proposals that would improve the working conditions for drivers, combat illegal market practices and reduce the negative effects for the environment. However, the negotiations resulted in an agreement that puts Estonian carriers in a competitive disadvantage, notably by imposing an obligation for road transport undertakings to organise their fleet's activity in such a way as to ensure its vehicles to return to the Member State of establishment within 8 weeks after leaving it ("return of the vehicle obligation").

This obligation was not part of the original package. It has not been subject to a substantive impact assessment, which raises concerns about its relationship with the Interinstitutional Agreement of 13 April 2016 on Better Law-Making ².

Secondly, having the vehicles returning to the Member State of establishment limits the geographical area of operations for road transport undertakings of that Member State and as such, it is not in line with the aim of Mobility Package I to ensure a level playing field.

Thirdly, as this obligation increases the number of empty runs and additional CO₂ emissions, Estonia is of the position that this requirement contradicts the EU's climate policy objectives and the Paris Agreement goals. It is not line with the Conclusions of 12 December 2019 of the European Council ³.

Moreover, Estonia considers this requirement disproportionate as the agreement already contains measures to fight against the phenomenon of so-called "letterbox companies". The return of the vehicle obligation will potentially incentivize such practices and, in addition, encourages road transport undertakings from peripheral Member States to relocate, causing a decrease in jobs and tax revenues.

Finally, as the measure can potentially increase traffic volumes, Estonia is concerned about its impact on road safety.

Consequently, and yet again stressing its support to the objectives of the original proposals of the social and market pillar of Mobility Package I, Estonia regrets the inclusion of the return of the vehicle obligation in the agreement. In the context outlined above, Estonia will vote against said agreement."

https://data.consilium.europa.eu/doc/document/ST-29-2019-INIT/en/pdf

7366/20 11 GIP.1 EN

Docs 9668/17 - COM(2017) 281 final; 9670/17 - COM(2017) 277 final; 9671/17 - COM(2017) 278 final.

Interinstitutional Agreement between the European Parliament, the Council of the European Union and the European Commission on Better Law-Making; https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A32016Q0512%2801%29

Section 1, paragraph 5: All relevant EU legislation and policies need to be consistent with, and contribute to, the fulfilment of the climate neutrality objective while respecting a level playing field. /.../

Statement by Hungary

"Hungary would like to reiterate deep concern on the harmful, market-distorting and negative climate effects of different components of the First Mobility Package and expresses severe dissatisfaction with the lack of proper and extensive impact assessments that run counter to the initial objectives of the First Mobility Package.

Hungary has always showed readiness towards the fight against fraud, abuses and unfair practices as well as addressing the social conditions of drivers in the road transport sector. Whilst tackling these issues, we should avoid any fragmentation, protectionism and imposing excessive administrative burden for European transport undertakings, operating fairly on the internal market of road transport. For us, preserving the effective functioning of our internal market is non-negotiable, as it will lead to more jobs and competitiveness for Europe in an era of increasing global economic tensions.

Therefore, with this package, we should have ensured that the future EU legal framework allows competitive advantages to be exploited at their full potential while safeguarding fair competition and an adequate level of working conditions for drivers. Rather, the final agreement does not strike this balance and favours only one approach based on national protectionism and unenforceable rules in the sector.

Namely and in particular, we are convinced that specific rules for posting drivers in the road transport sector ("lex specialis") constitutes an unjustified restriction on the fundamental freedoms and as a result, is distorting the level-playing field within the EU. We note that the final agreement justifies our misgivings about splitting the issue of road transport from the amendment to the Directive on posting of workers [Directive (EU) 2018/957]. In particular, the introduced split model regarding the posting of drivers was not part of the Commission's proposal, and as such was not subjected to an impact assessment.

Secondly, we also find it highly problematic that the full ban on taking weekly rest in the cabin does not take into account the shortage of suitable rest areas within the EU with proper accommodation for drivers. Thus, such a ban would constitute an EU provision, which could not be enforced, putting in question its legality.

Thirdly, as regards our climate goals, an obligation for the vehicle to return to the Member State of establishment at least once every 8 weeks contradicts the ambitious EU climate goals which were presented by the European Commission in the European Green Deal on December 11, 2019. Such measure, if adopted, will result in an increased number of empty runs of trucks on European roads and subsequently, a growth of CO₂ emissions originating from the road transport sector.

The risk of creating an unfair competitive advantage for third country operators is also a factor that is not taken properly into account in the final agreement. In addition, the mandatory replacement of high-cost tachographs brings with it a competitive advantage for third-country carriers, as the date of installation smart tachographs for AETR-based undertaking's vehicles is uncertain.

Modernising the European road transport sector, a crucial building block of the European economy is a necessity both from a social and competitiveness aspect. This goal cannot be achieved without full regard to preserving the achievements and the functioning of the internal market and without acting responsibly to meet ambitious climate goals."

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Statement by the Commission

"The Commission takes note of the provisional agreement on the social and market aspects of Mobility Package I reached by the Council and European Parliament during the 4th trilogue which took place on 11-12 December 2019.

The Commission regrets that the political agreement reached by the Council and European Parliament includes elements that are not in line with the ambitions of the European Green Deal and the EUCO endorsement of the objective of achieving a climate-neutral EU by 2050. These are the compulsory return of the vehicle to the Member State of establishment every 8 weeks and the restrictions imposed on combined transport operations. These measures were not part of the Commission's proposals adopted on 31 May 2017 and have not been the subject of an impact assessment. The obligation of return of the truck will lead to inefficiencies in the transport system and an increase in unnecessary emissions, pollution and congestion, while the restrictions on combined transport diminish its effectiveness to support multimodal freight operations.

The social improvements in this proposal are significant. The Commission will now closely assess the climate, environmental, and single market functioning impact of these two aspects. The Commission will do so in view of the Green Deal and measures to decarbonise transport and protect the environment, whilst ensuring a well-functioning Single Market.

After impact assessment, the Commission, if necessary, will exercise its right to come forward with a targeted legislative proposal before the two provisions enter into force."

27. Mobility package I:

Regulations on rest time periods and on tachographs + ADD 1 REV 1

Decision to use the written procedure for the adoption of the

Council's position at first reading and of the statement of the

Council's reasons + ADD 1 REV 1

+ ADD 2

TRANS

7044/20

Statement by Belgium

"Belgium has taken note of the results of the provisional agreement reached on December the 11th between the European Parliament and the Council on the social and market pillar of Mobility Package I.

Belgium welcomes the substantial improvement in the working conditions of truck drivers, in particular by prohibiting weekly rest in the cabin, and by applying posting to cabotage operations. A better level playing field should be reached in the future, through the integration of light commercial vehicles within the scope of the entire Mobility package, the return of trucks every 8 weeks to the base, and the ambitious timetable for the deployment of new smart tachographs that will allow a better enforcement of the existing and new rules.

Therefore, Belgium considers it is incoherent to further restrict access to the market by imposing a cooling-off period of 4 days on cabotage, while at the same time the European Union will ensure upward social convergence.

To our understanding, the cooling-off period is a trade barrier contrary to the spirit of the internal market, and to the efficiency of the logistics chain, since cabotage operations makes it possible to avoid empty journeys.

We regret as well, the inclusion of a proposal on long-term posting, which did not appear in the Commission proposal neither in the agreements of the two co-legislators, and hasn't been carefully assessed yet.

Despite the positive social elements contained in the Package, Belgium will therefore abstain on the agreement."

7366/20 14 GIP.1 EN

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express deep concerns that the provisional agreement on Mobility Package I contradicts the basic freedom to provide services on the Single Market, the principle of free movement of workers, as well as the key EU policies and goals on climate.

In particular, the requirement to return heavy vehicles to the Member State of establishment at least once every 8 weeks contradicts the EU ambitious climate goals, set out by the European Commission in the new Green Deal on December 11, 2019. Such an obligation, if adopted, will result in a major increase in the number of empty runs of trucks on the European roads and, subsequently, in a substantial increase of CO2 emissions from the transport sector. This sector already accounts for approximately a quarter of GHG emissions in the EU.

Despite our efforts to highlight these points and regardless of scientific evidence from studies on the impact of such an obligation on the increase of empty runs and CO2 emissions, there is no sensitivity for the expected impact of this provision and rational arguments are being dismissed. At the same time, even though the better regulation agenda requires impact assessment at EU level for all such measures, no such assessment has been presented yet.

Returning vehicles to the Member State of establishment is just one example of excessively restrictive and discriminatory measures proposed in Mobility Package I. We share similar concerns about the limitations on cabotage in the form of an excessive cooling off period. This cooling off period amounts to a protectionist measure, which will have a rather negative effect on the Single Market. The obligation for a truck to return as well as the restrictions imposed on cabotage operations, according to estimates of renowned research institutes, will generate additional millions of tons of CO2 emissions per year.

Another major point of concern is that the mandatory return of the vehicle will put in a disadvantaged position Member States which due to their geographical location will have substantial difficulties in providing truck transport services on the Single Market, as their vehicles will have to cover far greater distances and to overcome significant natural barriers, especially in the case of islands.

Unfair competition from third countries' operators is also a factor that has not been properly addressed. This is especially worrisome since the solution to be enacted will have long-term effects not only on the transport sector, but also on the EU economy as a whole.

The transport sector deserves a fair and robust EU legal framework, which will further stimulate its development, while ensuring realistic and enforceable rules. Instead of balanced provisions and a genuine compromise, the provisional agreement imposes restrictive, disproportionate and protectionist measures.

Mobility Package I is a crucial dossier for the European Single Market, as well as for the road transport sector. Today, more than ever, we need to preserve the smooth functioning of the Single Market and the economies of all Member States in the EU while being consistent with other EU policies."

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"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express their objection to the automatic inclusion of the subsidiarity and proportionality clause in the adopted political agreement on the three legal acts of the Mobility Package I during the technical revision of the texts by the lawyer linguists.

We acknowledge that the principles of subsidiarity and proportionality are of primary importance for the exercise of the EU's competences. Nevertheless, addition of such a clause at this late stage of legislative process is not a good practice in general and, in case of the Mobility Package I, it is especially difficult to accept due to the political sensitivity of the whole dossier and taking into account the long-term consequences of the proposed provisions for the functioning of the European road transport sector.

Regretfully, it also demonstrates that the speedy proceedings affected negatively the quality of the adopted legislation. Moreover, we would like to underline the lack of impact assessment of some key provisions of the political agreement. This fact has also been acknowledged by the Commission in their Statement presented at the Coreper I meeting on 20 December 2019, in which the Commission confirmed that some measures had not been part of the Commission's proposals presented on 31 May 2017 and had not been the subject of an impact assessment.

The lack of thorough analysis impedes a proper evaluation of measures proposed in the three legislative acts of the Mobility Package I in terms of their compliance with proportionality rule."

Statement by Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania, taking into account the unprecedented spread of the coronavirus COVID-19 that already impacts and will, unfortunately, continue to affect the road transport sector profoundly, call for the suspension of the work on the Mobility Package I until the pandemic is over. Therefore, we vote against adopting the file through a written procedure at this difficult time.

It is expected that most undertakings will suspend or close down operations, which will lead to a significant reduction in the supply of transport services and, therefore, in the delivery of goods to the detriment of the EU citizens and of the smooth functioning of the economy.

In view of the indispensable role of road transport for the post-COVID-19 outbreak recovery effort and the extensive losses, suffered by the sector in the course of handling the outbreak, the road transport and the economy of the EU will be in no position to sustain the unnecessary regulation-imposed shock to be caused by Mobility Package I. In this context we need to bear in mind that the vast majority of road transport undertakings in the European Union are small and medium-size enterprises, which are especially vulnerable.

In the current circumstances, the adoption of the Mobility Package I in its current form is neither reasonable nor justified. We would like to stress that the economic landscape of the EU when the coronavirus crisis is over will be completely different and we believe that the road transport sector will need new solutions addressing this new reality.

Having in mind the above-mentioned situation, we are convinced that the solutions envisaged in Mobility Package I need to be reshaped to be able to account for the new economic reality. Therefore, we propose to suspend the further works on this dossier until the pandemic is over."

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Statement by Estonia

"Estonia fully supports the objectives of the original proposals of the social and market pillar of Mobility Package I¹, which were intended to pave the way towards clear road transport rules. Estonia believes that the international road haulage market in the European Union must be in line with the general principles of the Single Market, open to competition, efficient and environmentally friendly. Estonia believes that additional requirements must not impose an unreasonable administrative burden on businesses or public sector authorities or conflict with the objectives of the European Union's climate policy.

During the negotiations of the Package, Estonia adopted a constructive approach by striving to take into account and support proposals that would improve the working conditions for drivers, combat illegal market practices and reduce the negative effects for the environment. However, the negotiations resulted in an agreement that puts Estonian carriers in a competitive disadvantage, notably by imposing an obligation for road transport undertakings to organise their fleet's activity in such a way as to ensure its vehicles to return to the Member State of establishment within 8 weeks after leaving it ("return of the vehicle obligation").

This obligation was not part of the original package. It has not been subject to a substantive impact assessment, which raises concerns about its relationship with the Interinstitutional Agreement of 13 April 2016 on Better Law-Making ².

Secondly, having the vehicles returning to the Member State of establishment limits the geographical area of operations for road transport undertakings of that Member State and as such, it is not in line with the aim of Mobility Package I to ensure a level playing field.

Thirdly, as this obligation increases the number of empty runs and additional CO₂ emissions, Estonia is of the position that this requirement contradicts the EU's climate policy objectives and the Paris Agreement goals. It is not line with the Conclusions of 12 December 2019 of the European Council ³.

Moreover, Estonia considers this requirement disproportionate as the agreement already contains measures to fight against the phenomenon of so-called "letterbox companies". The return of the vehicle obligation will potentially incentivize such practices and, in addition, encourages road transport undertakings from peripheral Member States to relocate, causing a decrease in jobs and tax revenues.

Finally, as the measure can potentially increase traffic volumes, Estonia is concerned about its impact on road safety.

Consequently, and yet again stressing its support to the objectives of the original proposals of the social and market pillar of Mobility Package I, Estonia regrets the inclusion of the return of the vehicle obligation in the agreement. In the context outlined above, Estonia will vote against said agreement."

https://data.consilium.europa.eu/doc/document/ST-29-2019-INIT/en/pdf

7366/20 17 GIP.1 **EN**

Docs 9668/17 - COM(2017) 281 final; 9670/17 - COM(2017) 277 final; 9671/17 - COM(2017) 278 final

Interinstitutional Agreement between the European Parliament, the Council of the European Union and the European Commission on Better Law-Making; https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A32016Q0512%2801%29

Section 1, paragraph 5: All relevant EU legislation and policies need to be consistent with, and contribute to, the fulfilment of the climate neutrality objective while respecting a level playing field. /.../

Statement by Hungary

"Hungary would like to reiterate deep concern on the harmful, market-distorting and negative climate effects of different components of the First Mobility Package and expresses severe dissatisfaction with the lack of proper and extensive impact assessments that run counter to the initial objectives of the First Mobility Package.

Hungary has always showed readiness towards the fight against fraud, abuses and unfair practices as well as addressing the social conditions of drivers in the road transport sector. Whilst tackling these issues, we should avoid any fragmentation, protectionism and imposing excessive administrative burden for European transport undertakings, operating fairly on the internal market of road transport. For us, preserving the effective functioning of our internal market is non-negotiable, as it will lead to more jobs and competitiveness for Europe in an era of increasing global economic tensions.

Therefore, with this package, we should have ensured that the future EU legal framework allows competitive advantages to be exploited at their full potential while safeguarding fair competition and an adequate level of working conditions for drivers. Rather, the final agreement does not strike this balance and favours only one approach based on national protectionism and unenforceable rules in the sector.

Namely and in particular, we are convinced that specific rules for posting drivers in the road transport sector ("lex specialis") constitutes an unjustified restriction on the fundamental freedoms and as a result, is distorting the level-playing field within the EU. We note that the final agreement justifies our misgivings about splitting the issue of road transport from the amendment to the Directive on posting of workers [Directive (EU) 2018/957]. In particular, the introduced split model regarding the posting of drivers was not part of the Commission's proposal, and as such was not subjected to an impact assessment.

Secondly, we also find it highly problematic that the full ban on taking weekly rest in the cabin does not take into account the shortage of suitable rest areas within the EU with proper accommodation for drivers. Thus, such a ban would constitute an EU provision, which could not be enforced, putting in question its legality.

Thirdly, as regards our climate goals, an obligation for the vehicle to return to the Member State of establishment at least once every 8 weeks contradicts the ambitious EU climate goals which were presented by the European Commission in the European Green Deal on December 11, 2019. Such measure, if adopted, will result in an increased number of empty runs of trucks on European roads and subsequently, a growth of CO₂ emissions originating from the road transport sector.

The risk of creating an unfair competitive advantage for third country operators is also a factor that is not taken properly into account in the final agreement. In addition, the mandatory replacement of high-cost tachographs brings with it a competitive advantage for third-country carriers, as the date of installation smart tachographs for AETR-based undertaking's vehicles is uncertain.

Modernising the European road transport sector, a crucial building block of the European economy is a necessity both from a social and competitiveness aspect. This goal cannot be achieved without full regard to preserving the achievements and the functioning of the internal market and without acting responsibly to meet ambitious climate goals."

7366/20 18 GIP.1 **EN**

Statement by the Commission

"The Commission takes note of the provisional agreement on the social and market aspects of Mobility Package I reached by the Council and European Parliament during the 4th trilogue which took place on 11-12 December 2019.

The Commission regrets that the political agreement reached by the Council and European Parliament includes elements that are not in line with the ambitions of the European Green Deal and the EUCO endorsement of the objective of achieving a climate-neutral EU by 2050. These are the compulsory return of the vehicle to the Member State of establishment every 8 weeks and the restrictions imposed on combined transport operations. These measures were not part of the Commission's proposals adopted on 31 May 2017 and have not been the subject of an impact assessment. The obligation of return of the truck will lead to inefficiencies in the transport system and an increase in unnecessary emissions, pollution and congestion, while the restrictions on combined transport diminish its effectiveness to support multimodal freight operations.

The social improvements in this proposal are significant. The Commission will now closely assess the climate, environmental, and single market functioning impact of these two aspects. The Commission will do so in view of the Green Deal and measures to decarbonise transport and protect the environment, whilst ensuring a well-functioning Single Market.

After impact assessment, the Commission, if necessary, will exercise its right to come forward with a targeted legislative proposal before the two provisions enter into force."

28. Mobility package I:

Regulation on access to the profession and access to the haulage market

Decision to use the written procedure for the adoption of the Council's position at first reading and of the statement of the Council's reasons

7045/20 + COR 1 + ADD 1 REV 1 + ADD 2 TRANS

Statement by Belgium

"Belgium has taken note of the results of the provisional agreement reached on December the 11th between the European Parliament and the Council on the social and market pillar of Mobility Package I.

Belgium welcomes the substantial improvement in the working conditions of truck drivers, in particular by prohibiting weekly rest in the cabin, and by applying posting to cabotage operations. A better level playing field should be reached in the future, through the integration of light commercial vehicles within the scope of the entire Mobility package, the return of trucks every 8 weeks to the base, and the ambitious timetable for the deployment of new smart tachographs that will allow a better enforcement of the existing and new rules.

Therefore, Belgium considers it is incoherent to further restrict access to the market by imposing a cooling-off period of 4 days on cabotage, while at the same time the European Union will ensure upward social convergence.

To our understanding, the cooling-off period is a trade barrier contrary to the spirit of the internal market, and to the efficiency of the logistics chain, since cabotage operations makes it possible to avoid empty journeys.

We regret as well, the inclusion of a proposal on long-term posting, which did not appear in the Commission proposal neither in the agreements of the two co-legislators, and hasn't been carefully assessed yet.

Despite the positive social elements contained in the Package, Belgium will therefore abstain on the agreement."

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express deep concerns that the provisional agreement on Mobility Package I contradicts the basic freedom to provide services on the Single Market, the principle of free movement of workers, as well as the key EU policies and goals on climate.

In particular, the requirement to return heavy vehicles to the Member State of establishment at least once every 8 weeks contradicts the EU ambitious climate goals, set out by the European Commission in the new Green Deal on December 11, 2019. Such an obligation, if adopted, will result in a major increase in the number of empty runs of trucks on the European roads and, subsequently, in a substantial increase of CO2 emissions from the transport sector. This sector already accounts for approximately a quarter of GHG emissions in the EU.

Despite our efforts to highlight these points and regardless of scientific evidence from studies on the impact of such an obligation on the increase of empty runs and CO2 emissions, there is no sensitivity for the expected impact of this provision and rational arguments are being dismissed. At the same time, even though the better regulation agenda requires impact assessment at EU level for all such measures, no such assessment has been presented yet.

Returning vehicles to the Member State of establishment is just one example of excessively restrictive and discriminatory measures proposed in Mobility Package I. We share similar concerns about the limitations on cabotage in the form of an excessive cooling off period. This cooling off period amounts to a protectionist measure, which will have a rather negative effect on the Single Market. The obligation for a truck to return as well as the restrictions imposed on cabotage operations, according to estimates of renowned research institutes, will generate additional millions of tons of CO2 emissions per year.

Another major point of concern is that the mandatory return of the vehicle will put in a disadvantaged position Member States which due to their geographical location will have substantial difficulties in providing truck transport services on the Single Market, as their vehicles will have to cover far greater distances and to overcome significant natural barriers, especially in the case of islands.

Unfair competition from third countries' operators is also a factor that has not been properly addressed. This is especially worrisome since the solution to be enacted will have long-term effects not only on the transport sector, but also on the EU economy as a whole.

The transport sector deserves a fair and robust EU legal framework, which will further stimulate its development, while ensuring realistic and enforceable rules. Instead of balanced provisions and a genuine compromise, the provisional agreement imposes restrictive, disproportionate and protectionist measures.

Mobility Package I is a crucial dossier for the European Single Market, as well as for the road transport sector. Today, more than ever, we need to preserve the smooth functioning of the Single Market and the economies of all Member States in the EU while being consistent with other EU policies."

7366/20 21 GIP.1 **EN**

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania express their objection to the automatic inclusion of the subsidiarity and proportionality clause in the adopted political agreement on the three legal acts of the Mobility Package I during the technical revision of the texts by the lawyer linguists.

We acknowledge that the principles of subsidiarity and proportionality are of primary importance for the exercise of the EU's competences. Nevertheless, addition of such a clause at this late stage of legislative process is not a good practice in general and, in case of the Mobility Package I, it is especially difficult to accept due to the political sensitivity of the whole dossier and taking into account the long-term consequences of the proposed provisions for the functioning of the European road transport sector.

Regretfully, it also demonstrates that the speedy proceedings affected negatively the quality of the adopted legislation. Moreover, we would like to underline the lack of impact assessment of some key provisions of the political agreement. This fact has also been acknowledged by the Commission in their Statement presented at the Coreper I meeting on 20 December 2019, in which the Commission confirmed that some measures had not been part of the Commission's proposals presented on 31 May 2017 and had not been the subject of an impact assessment.

The lack of thorough analysis impedes a proper evaluation of measures proposed in the three legislative acts of the Mobility Package I in terms of their compliance with proportionality rule."

Statement by Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania

"Bulgaria, Cyprus, Hungary, Latvia, Lithuania, Malta, Poland and Romania, taking into account the unprecedented spread of the coronavirus COVID-19 that already impacts and will, unfortunately, continue to affect the road transport sector profoundly, call for the suspension of the work on the Mobility Package I until the pandemic is over. Therefore, we vote against adopting the file through a written procedure at this difficult time.

It is expected that most undertakings will suspend or close down operations, which will lead to a significant reduction in the supply of transport services and, therefore, in the delivery of goods to the detriment of the EU citizens and of the smooth functioning of the economy.

In view of the indispensable role of road transport for the post-COVID-19 outbreak recovery effort and the extensive losses, suffered by the sector in the course of handling the outbreak, the road transport and the economy of the EU will be in no position to sustain the unnecessary regulation-imposed shock to be caused by Mobility Package I. In this context we need to bear in mind that the vast majority of road transport undertakings in the European Union are small and medium-size enterprises, which are especially vulnerable.

In the current circumstances, the adoption of the Mobility Package I in its current form is neither reasonable nor justified. We would like to stress that the economic landscape of the EU when the coronavirus crisis is over will be completely different and we believe that the road transport sector will need new solutions addressing this new reality.

Having in mind the above-mentioned situation, we are convinced that the solutions envisaged in Mobility Package I need to be reshaped to be able to account for the new economic reality. Therefore, we propose to suspend the further works on this dossier until the pandemic is over."

7366/20 22 GIP.1 **EN**

Statement by Estonia

"Estonia fully supports the objectives of the original proposals of the social and market pillar of Mobility Package I ¹, which were intended to pave the way towards clear road transport rules. Estonia believes that the international road haulage market in the European Union must be in line with the general principles of the Single Market, open to competition, efficient and environmentally friendly. Estonia believes that additional requirements must not impose an unreasonable administrative burden on businesses or public sector authorities or conflict with the objectives of the European Union's climate policy.

During the negotiations of the Package, Estonia adopted a constructive approach by striving to take into account and support proposals that would improve the working conditions for drivers, combat illegal market practices and reduce the negative effects for the environment. However, the negotiations resulted in an agreement that puts Estonian carriers in a competitive disadvantage, notably by imposing an obligation for road transport undertakings to organise their fleet's activity in such a way as to ensure its vehicles to return to the Member State of establishment within 8 weeks after leaving it ("return of the vehicle obligation").

This obligation was not part of the original package. It has not been subject to a substantive impact assessment, which raises concerns about its relationship with the Interinstitutional Agreement of 13 April 2016 on Better Law-Making ².

Secondly, having the vehicles returning to the Member State of establishment limits the geographical area of operations for road transport undertakings of that Member State and as such, it is not in line with the aim of Mobility Package I to ensure a level playing field.

Thirdly, as this obligation increases the number of empty runs and additional CO₂ emissions, Estonia is of the position that this requirement contradicts the EU's climate policy objectives and the Paris Agreement goals. It is not line with the Conclusions of 12 December 2019 of the European Council ³.

Moreover, Estonia considers this requirement disproportionate as the agreement already contains measures to fight against the phenomenon of so-called "letterbox companies". The return of the vehicle obligation will potentially incentivize such practices and, in addition, encourages road transport undertakings from peripheral Member States to relocate, causing a decrease in jobs and tax revenues.

Finally, as the measure can potentially increase traffic volumes, Estonia is concerned about its impact on road safety.

Consequently, and yet again stressing its support to the objectives of the original proposals of the social and market pillar of Mobility Package I, Estonia regrets the inclusion of the return of the vehicle obligation in the agreement. In the context outlined above, Estonia will vote against said agreement."

https://data.consilium.europa.eu/doc/document/ST-29-2019-INIT/en/pdf

7366/20 23 GIP.1 **EN**

Docs 9668/17 - COM(2017) 281 final; 9670/17 - COM(2017) 277 final; 9671/17 - COM(2017) 278 final.

Interinstitutional Agreement between the European Parliament, the Council of the European Union and the European Commission on Better Law-Making; https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A32016Q0512%2801%29

Section 1, paragraph 5: All relevant EU legislation and policies need to be consistent with, and contribute to, the fulfilment of the climate neutrality objective while respecting a level playing field. /.../

Statement by Hungary

"Hungary would like to reiterate deep concern on the harmful, market-distorting and negative climate effects of different components of the First Mobility Package and expresses severe dissatisfaction with the lack of proper and extensive impact assessments that run counter to the initial objectives of the First Mobility Package.

Hungary has always showed readiness towards the fight against fraud, abuses and unfair practices as well as addressing the social conditions of drivers in the road transport sector. Whilst tackling these issues, we should avoid any fragmentation, protectionism and imposing excessive administrative burden for European transport undertakings, operating fairly on the internal market of road transport. For us, preserving the effective functioning of our internal market is non-negotiable, as it will lead to more jobs and competitiveness for Europe in an era of increasing global economic tensions.

Therefore, with this package, we should have ensured that the future EU legal framework allows competitive advantages to be exploited at their full potential while safeguarding fair competition and an adequate level of working conditions for drivers. Rather, the final agreement does not strike this balance and favours only one approach based on national protectionism and unenforceable rules in the sector.

Namely and in particular, we are convinced that specific rules for posting drivers in the road transport sector ("lex specialis") constitutes an unjustified restriction on the fundamental freedoms and as a result, is distorting the level-playing field within the EU. We note that the final agreement justifies our misgivings about splitting the issue of road transport from the amendment to the Directive on posting of workers [Directive (EU) 2018/957]. In particular, the introduced split model regarding the posting of drivers was not part of the Commission's proposal, and as such was not subjected to an impact assessment.

Secondly, we also find it highly problematic that the full ban on taking weekly rest in the cabin does not take into account the shortage of suitable rest areas within the EU with proper accommodation for drivers. Thus, such a ban would constitute an EU provision, which could not be enforced, putting in question its legality.

Thirdly, as regards our climate goals, an obligation for the vehicle to return to the Member State of establishment at least once every 8 weeks contradicts the ambitious EU climate goals which were presented by the European Commission in the European Green Deal on December 11, 2019. Such measure, if adopted, will result in an increased number of empty runs of trucks on European roads and subsequently, a growth of CO₂ emissions originating from the road transport sector.

The risk of creating an unfair competitive advantage for third country operators is also a factor that is not taken properly into account in the final agreement. In addition, the mandatory replacement of high-cost tachographs brings with it a competitive advantage for third-country carriers, as the date of installation smart tachographs for AETR-based undertaking's vehicles is uncertain.

Modernising the European road transport sector, a crucial building block of the European economy is a necessity both from a social and competitiveness aspect. This goal cannot be achieved without full regard to preserving the achievements and the functioning of the internal market and without acting responsibly to meet ambitious climate goals."

7366/20 24

Statement by the Commission

"The Commission takes note of the provisional agreement on the social and market aspects of Mobility Package I reached by the Council and European Parliament during the 4th trilogue which took place on 11-12 December 2019.

The Commission regrets that the political agreement reached by the Council and European Parliament includes elements that are not in line with the ambitions of the European Green Deal and the EUCO endorsement of the objective of achieving a climate-neutral EU by 2050. These are the compulsory return of the vehicle to the Member State of establishment every 8 weeks and the restrictions imposed on combined transport operations. These measures were not part of the Commission's proposals adopted on 31 May 2017 and have not been the subject of an impact assessment. The obligation of return of the truck will lead to inefficiencies in the transport system and an increase in unnecessary emissions, pollution and congestion, while the restrictions on combined transport diminish its effectiveness to support multimodal freight operations.

The social improvements in this proposal are significant. The Commission will now closely assess the climate, environmental, and single market functioning impact of these two aspects. The Commission will do so in view of the Green Deal and measures to decarbonise transport and protect the environment, whilst ensuring a well-functioning Single Market.

After impact assessment, the Commission, if necessary, will exercise its right to come forward with a targeted legislative proposal before the two provisions enter into force."

Environment

29. Regulation on water reuse

Decision to use the written procedure for the adoption of the Council's position at first reading and of the statement of the Council's reasons

7041/20 + ADD 1 + ADD 2 ENV

Statement by Greece

"Greece supports the "Proposal for a Regulation of the European Parliament and of the Council on minimum requirements for water reuse". The establishment of an integrated, stable and commonly accepted regulatory framework at EU level will contribute significantly to dealing with drought and water scarcity which are likely to be more severe in the future, due to the climate change.

However, Greece maintains that the dilution of reclaimed water, by itself must not be considered as a water treatment option, i.e. food business operators or farmers should not be allowed to dilute reclaimed water of any quality class and subsequently use it as being of a higher (cleaner) quality class.

Greece is among the MS that have already in force such a regulatory framework which includes even stricter provisions. It goes without saying that health protection is fundamental to us and therefore we reserve our right to adopt additional provisions and implement further measures at a national level, in line with the precautionary principle."

Statement by the Slovak Republic

"The Slovak Republic is aware of the fact that some Member States have to face the problem of water scarcity and droughts as a result of climate change. However, according to the reports of the Intergovernmental Panel on Climate Change, climate change affects the spread and multiplication of various diseases, harmful substances and pathogens transmitted through water, food, eg Salmonella, which affect the health of the population. Therefore, the use of such reused water for agricultural irrigation must not endanger the health of the final consumer as a result of insufficient water quality criteria on reused water and must take into account the future development.

During the negotiations on this reused water, we have consistently called for an ambitious proposal with regard to the objective of ensuring the efficient and equal functioning of the internal market (movement of goods) by imposing uniform requirements for reused water for all Member States and with regard to the objective of protecting the environment, human and animal health. We regret that this was not reflected in the final text.

We are also disappointed that the proposal on mandatory labelling has not been incorporated, which we regard as misleading the end consumer and suppressing his right to information. This goes against the principle of transparent information to the final consumer and in particular against various vulnerable groups, eg elderly people, children, people with weak immune system.

Similarly, our proposals to tighten the quality parameters of the Regulation as regards the inclusion of several quality parameters such as Salmonella have not been accepted. We emphasized the high level of health protection, food quality and strictly set criteria in the Annex. In the current wording, we do not consider the protection of the health of the final consumer to be sufficiently addressed.

7366/20 26 GIP.1 **EN** At the same time, we have reservations on the wording of Article 2.2, which does not allow a Member State to apply for a derogation on a neutral way on the basis of one or more of the criteria set out in the Regulation. The current wording gives the European Commission too much discretion to decide on a derogation on the basis of all the criteria mentioned in the Regulation.

Given our health and food concerns, we are not in a position to agree with this regulation and therefore we abstain from voting."

Statement by the Commission

"The Commission acknowledges that microplastics are substances of emerging concern in relation to water quality. In the light hereof, and considering that this is a general issue not limited to reclaimed water only, the Commission undertakes to pursue its efforts to further address this important issue."

7366/20 27 GIP.1 EN