Amendment 230
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 1 – paragraph 3

Text proposed by the Commission

3. The mechanism will progressively become an alternative to the mechanisms established under Directive 2003/87/EC to prevent the risk of carbon leakage, notably the allocation of allowances free of charge in accordance with Article 10a of that Directive.

Amendment

3. The mechanism will progressively become an alternative to the mechanisms established under Directive 2003/87/EC to prevent the risk of carbon leakage, notably the allocation of allowances free of charge in accordance with Article 10a of that Directive, if it has been proven, after a thorough analysis and realistic simulation, to be effective as regards preventing the risk of carbon leakage both for imports into, or exports from, the customs territory of the Union, with EU ETS free allowances being maintained until such effectiveness has been proven.

Or. en
Amendment 231
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 2 – paragraph 3

Text proposed by the Commission
Amendment

3. By way of derogation from paragraphs 1 and 2, this Regulation does not apply to goods originating in countries and territories listed in Annex II, Section A.

3. By way of derogation from paragraphs 1 and 2, this Regulation does not apply to goods originating in or exported to countries and territories listed in Annex II, Section A.

Or. en
Amendment 232
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 20 a (new)

Text proposed by the Commission

Amendment

Article 20 a

The revenue generated by the sale of CBAM certificates shall be allocated to Member States in order to support European industry, which faces higher production costs due to the ambitious targets set by the European Green Deal, as well as to cover the costs of CBAM management by national authorities.

Or. en
Amendment 233  
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini  
on behalf of the ID Group  

Report  
Mohammed Chahim  
Carbon border adjustment mechanism  
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))  

Proposal for a regulation  
Article 30 – paragraph 2  

*Text proposed by the Commission*  

2. Before the end of the transitional period, the Commission shall present a report to the European Parliament and the Council on the application of this Regulation. The report shall contain, in particular, the assessment of the possibilities to further extend the scope of embedded emissions to indirect emissions and to other goods at risk of carbon leakage than those already covered by this Regulation, as well as an assessment of the governance system. It shall also contain the assessment of the possibility to further extend the scope to embedded emissions of transportation services as well as to goods further down the value chain and services that may be subject to the risk of carbon leakage in the future.

*Amendment*  

2. Before the end of the administrative transitional period 1 January 2023 - 31 December 2026, the Commission shall submit a report to the European Parliament and to the Council on the application of this Regulation. The report shall contain, in particular:

(a) the assessment of the possibilities to further extend the scope of embedded emissions to indirect emissions with a particular focus on energy-intensive sectors and any potential loss of indirect ETS cost compensation under Article 10a(6) of Directive 2003/87/EC;

(b) evaluation of the impact on sectors listed in Annex I to ensure that the complex production process and deeply integrated value chains of specific sectors have been appropriately taken into account;

(c) an in-depth assessment, developed in close cooperation with the stakeholders...
concerned, of the relevance to further extend the scope of Annex to indirect emissions, as well as to other goods at risk of carbon leakage, such as plastics, hydrogen, finished goods and downstream products, and to develop methods of calculating embedded emissions based on the environmental footprint methods;

(d) the assessment of the impact on competitiveness of European industry and the maturity of new technologies, as well the downstream industry, in particular the impact on SMEs, with a proposal to remedy any negative impact on the competitiveness of such users, and any possible disproportionate administrative burden;

(e) an identification of possible circumvention and fraud practices and distortion in trade patterns;

(f) an assessment of the governance system.

It shall also contain the assessment of the possibility to further extend the scope to embedded emissions of transportation services as well as to goods further down the value chain and services that may be subject to the risk of carbon leakage in the future.

Or. en
Amendment 234
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 30 – paragraph 2 a (new)

Text proposed by the Commission

Amendment

2 a. A comprehensive transitional period shall be established for the period 1 January 2027 to 31 December 2027. The Commission shall establish a framework for the purpose of ensuring that the measures applied during that period comply with WTO rules.

Or. en
Amendment 235
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 30 – paragraph 2 b (new)

Text proposed by the Commission

Amendment

2 b. By the end of the comprehensive transitional period referred to in paragraph 2b, the Commission shall submit a report to the European Parliament and to the Council containing its assessment of the full application of this Regulation. The report shall, in particular, focus on:

(a) the impact on European industry and downstream industry of sectors listed in Annex I, as well as on SMEs, and any possible additional administrative burden for SMEs;

(b) the impact of CBAM on Union trade of goods listed in Annex I and possible circumvention practices;

(c) assessing whether a change in pattern in trade in goods listed in Annex I occurred in countries exporting those goods to the Union and whether resource-shuffling takes places;

(d) assessing the impact of CBAM on emissions from sectors producing goods listed in Annex I, as relating to both emissions in the Union and emissions embedded in Union imports of those goods from, as well as exports of those goods to third countries from third country installations exporting to the Union;

(e) assessing the efficacy of emission reporting in CBAM declarations,
verifications of CBAM declarations by verifiers, third country inspections, actual and default emissions data collection and use, as well as the consistency of reporting data from the same imports among different importers and Member States;

(f) the risk of carbon leakage on export markets and WTO-compatible solutions such as export adjustment mechanisms that would equalise carbon costs;

(g) assessing per sector whether a CBAM is still effective and practicable for the sector concerned, specifically for manufacturing industries facing serious difficulties.

Or. en
1.6.2022 A9-0160/236

Amendment 236
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini on behalf of the ID Group

Report A9-0160/2022
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 31 – paragraph 1 a (new)

Text proposed by the Commission

1 a. In order to ensure a level playing field for Union products destined for export, in the sectors covered by the scope of Annex I to this Regulation, the Commission shall, by 31 December 2027, submit to the European Parliament and to the Council a report, if necessary accompanied by legislative measures, on the impact of Union exports of those sectors in the global markets, assessing a possible export adjustment mechanism that balances/compensates for the costs of CO₂ with the different pricing schemes of third countries, subject to WTO rules.

Amendment

Or. en
Amendment 237
Catherine Griset, Ivan David, Paolo Borchia, Elena Lizzi, Danilo Oscar Lancini
on behalf of the ID Group

Report
Mohammed Chahim
Carbon border adjustment mechanism
(COM(2021)0564 – C9-0328/2021 – 2021/0214(COD))

Proposal for a regulation
Article 36 – paragraph 3 – point d a (new)

Text proposed by the Commission

Amendment

(d a) Article 31 shall apply as soon as carbon costs are equivalent between the EU and third countries to ensure carbon neutrality and a level playing field.

Or. en