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WORKING PAPER

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MEETING DOCUMENT

From:	General Secretariat of the Council
To:	Working Party on Own Resources
Subject:	Assumptions and Impacts for the reformed own resources system - PPT presentation

In view of the WP on Own Resources on 22 November 2018, delegations will find attached the slides that will be used by the Commission for presenting assumptions and impacts for the reformed own resources system.

EU BUDGET FOR THE FUTURE MFF 2021-2027

Assumptions and impacts
for the reformed own
resource system

Commission services

WORKING PARTY OWN RESOURCES
22 NOVEMBER 2018





OWN-RESOURCE BASE

Starting point and projection method

	Value-Added Tax	Corporate tax (CCCTB)	Emissions trading system	Plastic packaging waste not recycled
Source of data used	Fiscal (actual collected revenues)	National accounts (Eurostat) & CORTAX model's estimates	Historic verified annual emissions of installations covered by the EU Emissions Trading System	Environmental statistics (Eurostat)
Reference years	2011-2015	2012	Default: 2005-2007	2015
Own Resource base	= 45% receipts / Standard tax rate	= Estimated revenues / adjusted national tax rate	Annual auction revenue subject to adjustments	= Total – Recycled (plastic packaging waste)
Projection method	Tax base projected per each Member State according to its forecast annual growth rate of both real GDP and inflation (Commission 2018 Spring Forecast)		Constant (no projection)	EU27 plastic packaging waste rises by 270,000 tons/year, but remains distributed across Member States as in 2015. National recycling rates converge linearly to 2025 and 2030 targets.



OWN-RESOURCE BASE

Starting point and projection method

	Traditional Own Resources	Residual contributions* (mainly based on Gross National Income)
Source of data used	Fiscal (actual collected revenues)	National accounts (Eurostat)
Reference years	Draft Budget 2019**	
Own Resource base	Customs duties collected on extra-EU imports (90% of total collected)	Gross National Income: call rate established to balance EU budget, including phasing-out of rebates
Projection method	Base projected per each Member State according to the forecast national annual growth rate of both real GDP and inflation (Commission 2018 Spring Forecast)	

* The residual contributions displayed in fiche 46 represent the balancing element of total revenues required to match the total payment ceiling of the proposed Multiannual Financial Framework 2021-2027. Potential contributions by the UK beyond 2020, in accordance with its Treaty obligations and withdrawal agreement, would reduce the residual national contributions of the 27 Member States.

** COM proposal (2 May 2018) based on Draft Amended Budget 2018.