### Opinion of the Economic and Social Committee on:

- the 'Proposal for a Council Regulation adapting the provisions relating to committees which
  assist the Commission in the exercise of its implementing powers laid down in Council
  instruments adopted under the assent procedure',
- the 'Proposal for a Regulation of the European Parliament and of the Council adapting the provisions relating to committees which assist the Commission in the exercise of its implementing powers laid down in European Parliament and Council instruments adopted in accordance with the procedure laid down in Article 251 of the Treaty',
- the 'Proposal for a Council Regulation adapting the provisions relating to committees which
  assist the Commission in the exercise of its implementing powers laid down in Council
  instruments adopted in accordance with the consultation procedure (qualified majority)',
  and
- the 'Proposal for a Council Regulation adapting the provisions relating to committees which
  assist the Commission in the exercise of its implementing powers laid down in Council
  instruments adopted in accordance with the consultation procedure (unanimity)'

On 26 and 27 February 2002, the Council decided to consult the Economic and Social Committee, under Article 262 of the Treaty establishing the European Community, on the above-mentioned proposals.

The Economic and Social Committee decided to appoint Mr Hernández Bataller as rapporteur-general for this opinion.

At its 392nd Plenary Session of 17 and 18 July 2002 (meeting of 17 July), the Economic and Social Committee adopted the following opinion by 41 votes in favour, with four abstentions.

#### 1. Introduction

- 1.1. Article 211 of the EC Treaty stipulates that, in order to ensure the proper functioning and development of the common market, the Commission 'shall exercise the powers conferred on it by the Council for the implementation of the rules laid down by the latter'. Application of the article led to the adoption of Council Decision 1999/468/EC of 28 June 1999 laying down the procedures for the exercise of implementing powers conferred on the Commission (¹), the objectives of which are inter alia to adopt non-binding criteria relating to the choice of committee procedures, simplify the requirements for the exercise of implementing powers conferred on the Commission, and involve and inform the European Parliament more effectively with regard to these procedures.
- 1.2. Council and Commission Statement (2) of the Declarations on Decision 1999/468/EC (2) provides that procedures of type I (advisory procedure); II a) and II b) (management procedure); and III a) and III b) (regulatory procedure) should

be automatically brought into line, whereas the amendment of the safeguard procedures should be done on a case-by-case basis, in the course of normal revision of legislation.

- 1.3. The European Councils of Lisbon (23-24 March 2000), Stockholm (23-24 March 2001), Laeken (14-15 December 2001) and Barcelona (15-16 March 2002) stressed the need to draw up a 'coordinated strategy' to simplify the existing regulatory environment at Community level and asked the Commission to draft an action plan on the matter.
- 1.4. The White Paper on European Governance (3) contains a number of proposals on the issue, most of which are included and developed in the recent Commission communications on Better lawmaking (4) and Action Plan. Simplifying and improving the regulatory environment (5), as requested by the European Council.

<sup>(3)</sup> COM(2001) 428 final.

<sup>(4)</sup> COM(2002) 275 final, 5.6.2002.

<sup>(5)</sup> COM(2002) 278 final, 5.6.2002.

<sup>(1)</sup> OJ L 184, 17.7.1999, p. 23.

<sup>(2)</sup> OJ C 203, 17.7.1999.

In this context, the proposed legislation under examination here is particularly relevant.

## 2. The Commission proposal of 27 December 2001 (1)

- 2.1. The proposal concerns the comitology procedure of a considerable number of legislative acts in force:
- 1. Two acts adopted under the assent procedure.
- 2. One hundred and fifty two acts adopted under the codecision procedure.
- 3. Seventy-eight acts adopted under the consultation procedure (qualified majority).
- 4. Seventy-two acts adopted under the consultation procedure (unanimity).
- 2.2. However, it does not affect either the substantive provisions of the amended legislative acts or the application of the latter, or the nature of the committees provided for by the basic act.
- 2.3. The aim of the proposal is merely to bring into line the legislative acts which establish the committees and the legislative acts which refer to these committees, and does not therefore apply to the legislative acts which have already been brought into line by an act amending the basic act.

### 3. General comments

- 3.1. We welcome the proposal in question since, as well as the expected improvements to the decision-making machinery currently in force at Community level, it enriches the current political debate of constitutional scope about the institutional and legislative reform of the EU.
- 3.2. However, there is a need to discuss its content.
- 3.2.1. The legislative acts affected by the proposal seem to have been chosen on the basis of strictly formal considerations, while ignoring other significant considerations that affect the Community legislative procedure and, in particular, the ESC's role as an advisory body in this process. There is a need for criteria relating to the choice of committee procedures, in order to achieve greater consistency and predictability when choosing the type of committee.

- 3.2.2.1. More specifically, the list of procedures was drawn up on the basis of the list of committees which assist the Commission in the exercise of its implementing powers, published at the time in accordance with Article 7(4) of Council Decision 1999/468/EC of 28 June 1999 (2).
- 3.2.2.2. This list was drawn up according to the criteria of publication and registration of a long list of comitology procedures, but fails to clearly establish the constitutional criteria according to which the Commission assigns a committee to a given type of procedure.
- 3.2.2.3. The most immediate consequence of this is that only thirty-five of the more than three hundred acts covered by the proposal have been referred to the consultative committees for discussion.
- 3.3.1. Of course, owing to their very composition and objectives, the only comitology framework in which the views of socio-economic sectors affected by a legislative proposal can be represented is that of the Consultative Committees.
- 3.3.2. Furthermore, this residual role to which the Consultative Committees may be definitively confined is even more paradoxical given that, in its White Paper on European Governance, the Commission itself proposes abolishing the regulatory and management committees (p. 32).
- 3.4.1. Institutional commitments have already been made, in accordance with the objective of transparency laid down in the aforementioned Council Decision 1999/468/EC, to involve and inform the European Parliament more effectively on how comitology operates (3). However, the fact that the act in question involves purely technical codification means that the Commission steers clear of any commitment to inform the Economic and Social Committee, although this would be desirable.
- 3.4.2. This would be particularly useful as even in the case of new implementing acts their content and implementation may sometimes be of interest to the objective and functioning of the 'single market observatory'.
- 3.5.1. The Committee is aware of the limited and immediate nature of the proposal in question, which only addresses 304 acts out of the 1 400 acts that provide for the comitology

<sup>(2)</sup> OJ C 225, 8.8.2000, p. 2.

<sup>(3)</sup> Agreement between the European Parliament and the Commission of 17.2.2000, OJ L 256, 10.10.2000, p. 19.

procedure. However, while considering that this is a constitutional matter, the Committee stresses the need to address certain unresolved issues in the short term — either in the context of the Convention or in a future legislative proposal from the Commission.

3.5.2. Inter alia, the Committee calls on the main players in the Community legislative procedure to address the aforementioned questions and issues such as the role of agencies in executive decision-making procedures and, more specifically, its compatibility with the range of comitology procedures currently in force.

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- 3.5.3. In addition, criteria should be established to ensure that the decision-making procedure matches the nature of the committee responsible, giving preference to criteria such as efficiency, transparency and participation over and above interinstitutional disputes about the exercise of responsibilities.
- 3.5.4. Finally, guarantees of transparency should be provided in order to ensure that, whenever legally applicable, ancillary bodies are fully informed about the forecasts and progress of legislative procedures with implications for comitology, and to encourage the dissemination of their decisions and if possible the involvement of civil society representatives in these bodies.

The President

of the Economic and Social Committee

Göke FRERICHS

# Opinion of the Economic and Social Committee on the 'Green Paper on the Review of Council Regulation (EEC) No 4064/89'

(COM(2001) 745 final)

(2002/C 241/25)

On 13 December 2001 the Commission decided to consult the European Economic and Social Committee, under Article 262 of the Treaty establishing the European Community, on the 'Green Paper on the Review of Council Regulation (EEC) No 4064/89'.

The Section for the Single Market, Production and Consumption, which was responsible for preparing the Committee's work on the subject, adopted its opinion on 26 June 2002. The rapporteur was Mr Lagerholm.

At its 392nd Plenary Session on 17 and 18 July 2002 (meeting of 17 July) the European Economic and Social Committee adopted the following opinion by 32 votes to eight.

#### 1. Introduction

- 1.1. Since the adoption of the Merger Regulation, the European Union has expanded from 12 to 15 Member States, whose markets are becoming increasingly integrated. Moreover, the European Commission's exclusive competence for concentrations meeting the thresholds has been extended to cover the whole territory of the European Economic Area (EEA). European cross-border corporate reorganisation has received further impetus from the introduction of monetary union in 1999.
- 1.2. We are now facing the prospect of a European Union with significantly more Member States as of 2004, and the completion of the monetary union with the final phase of the introduction of the euro. At the same time the trend towards internationalisation, or even globalisation, of companies and markets is continuing at an increasing pace.
- 1.3. In a parallel development, an ever-greater number of pre-merger control regimes are being introduced across the globe, with a consequent increase in the costs associated with multiple filing requirements.