## 3. Compatibility with the common market

— If the Court is of the opinion that State aid exists, that aid would, in the applicant's view, be compatible with the common market in accordance with Article 107(3)(b) and (c) TFEU.

# Action brought on 20 March 2014 — Schmiedewerke Gröditz v Commission

(Case T-179/14)

(2014/C 142/66)

Language of the case: German

#### **Parties**

Applicant: Schmiedewerke Gröditz GmbH (Gröditz, Germany) (represented by: H. Höfler, C. Kahle and V. Winkler, lawyers)

Defendant: European Commission

## Form of order sought

The applicant claims that the Court should:

- annul the defendant's decision, in respect of State aid SA.33995 (2013/C) Germany Support for renewable electricity and reduced EEG-surcharge for energy-intensive users, to initiate the formal procedure under Article 108(2) TFEU, notified with the invitation to submit comments (OJ 2014 C 37, p. 73);
- order the defendant to pay the costs.

### Pleas in law and main arguments

In support of the action, the applicant relies in essence on the following pleas in law:

- 1. Breach of essential procedural requirements
  - The applicant submits here that the defendant failed to give sufficient reasons, in accordance with the second paragraph of Article 296 TFEU, for its decision to initiate a formal investigation procedure under Article 108(2) TFEU. The decision to initiate the investigation procedure contains no specific substantive assessment based on factual and legal aspects with regard to the existence of all the constituent elements for the purpose of Article 107(1) TFEU.
- 2. Infringement of the Treaties
  - The applicant submits here that the Commission's decision to initiate the investigation procedure infringes Article 107(1) TFEU. In this respect, the applicant states that the European Court of Justice has already held in Case C-397/98 PreussenElektra [2001] ECR I-2099 that the Law on the priority of renewable energy sources (EEG') does not grant any aid. The EEG remains in force essentially unchanged. Particularly the essential aspects for the State aid assessment have remained unchanged. The same applies to the defendant's decision of 22 May 2002 (OJ 2002 C 164, p. 5), in which the defendant stated that the EEG did not constitute aid.
  - The applicant further submits that the reduced EEG-surcharge does not fulfil the State aid conditions under Article 107(1) TFEU. In that regard, it submits, in particular, that the reduced EEG-surcharge does not constitute an advantage which a user would not have received under normal market conditions, that it is not selective, that it is not aid granted by a Member State or through State resources and that it does not result in a distortion of competition or in a possible effect upon trade between Member States.
- 3. Compatibility with the common market
  - If the Court is of the opinion that State aid exists, that aid would, in the applicant's view, be compatible with the common market in accordance with Article 107(3)(b) and (c) TFEU.