

# EU Environment law after Brexit

March 2021

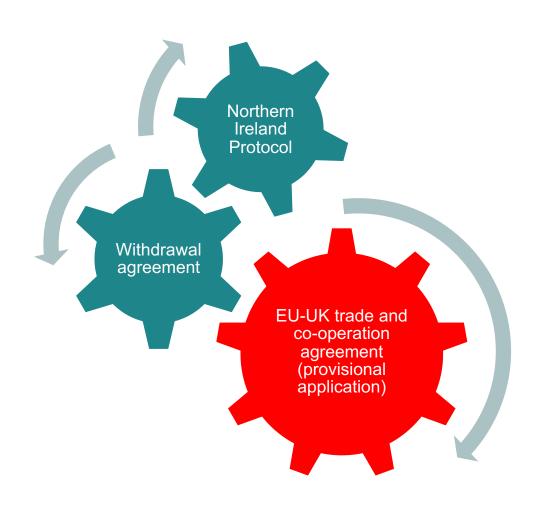
Paul Speight

#### Negotiating aim – preserve our capacity to roll out the European Green Deal





# Brexit deal = three interlocking legal components (and one to come...)



Gibraltar (agreement in principle ES/UK)



# What is in the Withdrawal Agreement (Feb 2020) versus the Trade and Co-operation Agreement? (May 2021)

Withdrawal Agreement	Trade and co-operation agreement
Financial provisions but also ongoing programmes under current MFF (including LIFE)	Trade provisions, LPF
End of participation in committees and databases	General co-operation provisions (TSD type)
Ongoing procedures: Infringements, access to documents	Sectoral co-operation provisions (Chemicals, energy)
Citizens rights	Level Playing Field procedures
Northern Ireland Protocol	Participation in Horizon
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# Why is this FTA so significant for EU environment? European Commission

# Level Playing Field (TCA)



#### How level will the playing field be in 2021?

### Level playing field

Non regression commitment

Future proofing

Governance arrangements

'levels of protection'

Trade impact test

Obligation to enforce

Wide scope + principles



#### How level will the playing field stay in the future?

#### Level playing field

Non regression commitment

Future proofing

Governance arrangements

'levels of protection'

Trade impact test

2030 targets

Rebalancing measures

Review clause (2025)



#### How binding is the level playing field?

### Level playing field

Non regression commitment

Future proofing

Governance arrangements

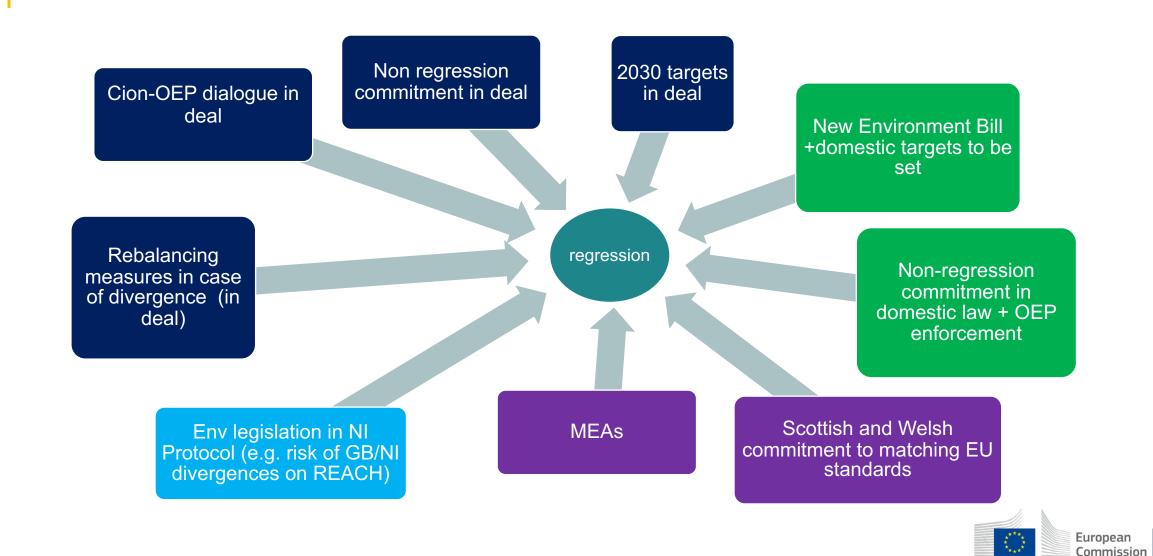
Binding panel of experts

Rebalancing measures subject to panel of arbitration

Supervisory cooperation + committee structure



#### Restrictions on UK env policy -> 2030



#### Points to note on non-regression

- Lowering of environmental standards that have only a weak link to economic/trade impacts (e.g. species protection)
- Changes in regulatory approach where it is arguable that the same result is arrived at (e.g. change from target to emission trading system)
- Single decisions on e.g. a chemical product
- Process elements (e.g. noise plans)
- Non-harmonised data



# Freedom to regulate



#### No constraints on EU regulatory freedom

- Right to regulate and use the precautionary principle fully preserved
- Virtually no interlinkage of EU and UK product standards
- No entry into the EU internal market decision making process



# Co-operation



#### Trade and sustainable development (chapter 8)

- All classical elements of TSD included
- Co-operation foreseen on MEAs
- Articles on biodiversity + CITES, trade and forests, sustainable fishing
- No real sharing of data, outside of MEAs UK did not ask to stay in the European Environment Agency (Copenhagen)



#### Sectoral regulatory co-operation

- Chemicals annex (TBT-3)
  - Light regulatory co-operation
  - use of GHS/CLP
  - Possibility of information exchange (non-confidential information)
- Energy Heading
  - Co-operation on development of offshore (including maritime spatial planning) link to EIA provisions will be important) – building on North Seas Energy Co-operation
  - Provisions on renewable energy



# Climate specific aspects



#### Provisions on climate

- Fight against climate change is an essential element
- Climate neutrality by 2050 presented as a common ambition
- Carbon pricing is spelt out in non-regression
- ETS scope of EU/UK ETS set out (departing flights)
- No linkage at this stage, but not ruled out (Art 7.3)
- Barriers to aviation fuel taxation removed (in aviation section)



### Northern Ireland Protocol



# ENV legislation covered – internal market and border control + IED where linked to single electricity market

- Chemicals: REACH, PIC, CLP, POPs, Mercury
- Waste/internal market: Eco-label, waste shipment, ship recycling,
  WEEE+RoHS, Batteries, packaging + Single use plastics in part and delayed
- International/biodiversity: CITES, FLEGT, EUTR, seal products, leghold traps, invasive alien species
- IED (where linked to electricity generation)
- Climate: ODS, ETS for electricity generation



#### How does the NI Protocol work

- UK agrees to apply the EU legislation listed in the annex in Northern Ireland, including enforcement, monitoring and reporting
- Dynamic alignment (new laws in the sectors incorporated via the Committee processes)
- Export restrictions in NI-GB trade apply only to the extent strictly required by international obligations of EU (EU and UK have same interpretation except for waste shipments)
- Supervision by Commission so far more a negotiated process, but subject to infringements (including role of ECJ)
- Runs at least until 2025, but probably longer (vote in NI Assembly in



## Gibraltar



#### Gibraltar

- Agreement in principle (31/12/20) between UK and Spain makes it clear that environment will be covered
- Environment was already in Gibraltar Protocol of WA
- Mandate for EU-UK agreement now being prepared

- Dynamic alignment?
- Scope?
- What kind of EU supervision/role?
  ECJ?
- Mandate, form of agreement...
- Format of negotiations



# Conclusions



# How will Commission be interacting with the UK as regards environment?

#### WA

NI Protocol

Ongoing cases (till 2025 latest)

Remaining LIFE projects etc under current MFF

#### TCA

LPF specialized committee

Supervisory co-operation Art 7.6

Sectoral regulatory co-operation (chemicals, energy)

TSD and MEA co-operation (chapter 8)

### Other

Gibraltar (precise text to be negotiated)

MEA/UN/OECD derived cooperation

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#### Few thoughts on the relationship in practice

- Co-operation or positive competition (spirit of Brexit...)?
- Co-operation in global context UK host of climate COP + chair of G7
- Impact of NI Protocol on relationship as a whole
- Managing desire for divergence plus natural drift
- Cost of deconnection
- EP watching carefully
- Link to wider trade policy reform



Post Brexit - EU environmental law preserved, with room for growth!



## Thank you!



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