EU draft Constitution- Provisions governing social and employment policies

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I) GENERAL PRINCIPLES OF EU LAW

1. FUNDAMENTAL PRINCIPLES

Article I-9

Principles governing EU Competence:

- Conferral: EU laws need legal base in the Constitution or else a Member State competence
- Subsidiarity: EU-action only when "Better achieved at Union level"

Principle of subsidiarity defined in attached protocol National Parliaments shall ensure compliance

- Proportionality: "Not exceed what is necessary"

- 1. The <u>limits</u> of Union competences are governed by the principle of <u>conferral</u>. The <u>use</u> of Union competences is governed by the principles of <u>subsidiarity</u> and <u>proportionality</u>.
- 2. Under the principle of <u>conferral</u>, the Union shall act within the <u>limits</u> of the <u>competences conferred</u> upon it <u>by</u> the <u>Member States in</u> the <u>Constitution</u> to attain the objectives set out in the Constitution. Competences not conferred upon the Union in the Constitution <u>remain with the Member States</u>.
- 3. Under the principle of <u>subsidiarity</u>, in areas which do <u>not</u> fall within its <u>exclusive</u> <u>competence</u> the Union shall <u>act only</u> if and insofar as the objectives of the intended action <u>cannot be sufficiently achieved by the Member States</u>, either at central level or at regional and local level, but can rather, by reason of the scale or effects of the proposed action, be <u>better achieved at Union level</u>.

The Union Institutions shall <u>apply</u> the principle of subsidiarity <u>as</u> laid down in the <u>Protocol</u> on the application of the principles of subsidiarity and proportionality, annexed to the Constitution. <u>National Parliaments</u> shall <u>ensure compliance</u> with that principle in accordance with the procedure set out in the Protocol.

4. Under the principle of <u>proportionality</u>, the content and form of Union action shall <u>not exceed what is necessary to achieve the objectives</u> of the Constitution.

The Institutions shall apply the <u>principle</u> of proportionality <u>as</u> laid down in the <u>Protocol</u> referred to in paragraph 3.

2. PRIMACY OF EU LAW

Article I-10

All EU law prevails over national laws and national constitutions 1. The <u>Constitution</u>, and <u>law adopted by the Union's</u> Institutions in exercising competences conferred on it, shall have <u>primacy over the law of the Member States</u>.

Require fulfilment of EU obligations by Member States

2. Member States shall <u>take</u> all appropriate <u>measures</u>, general or particular, to ensure <u>fulfil</u>ment of the obligations flowing from the <u>Constitution</u> or resulting from the Union Institutions' acts.

3. JURISDICTION ON QUESTIONS OF COMPETENCE

The EU Court has jurisdiction on questions of competence

Article III- 270

EU-Court reviews:

- legality of legal acts
- lack of competence and infringement of:
- procedural requirements
- the Constitution
- rule of law

- 1. The <u>Court of Justice</u> shall <u>review</u> the <u>legality</u> of European <u>laws</u> and European <u>framework laws</u>, of <u>acts</u> of the <u>Council</u>, of the <u>Commission</u> and of the <u>ECB</u>, other than recommendations and opinions, and of acts of the European <u>Parliament</u> intended to <u>produce legal effects</u> vis-à-vis <u>third parties</u>. It shall also review the legality of acts of agencies and bodies of the Union which produce legal effects vis-à-vis third parties.
- 2. It shall for this purpose have jurisdiction in actions brought by a <u>Member</u>
 <u>State</u>, the <u>European Parliament</u>, the <u>Council</u> or the <u>Commission</u> on grounds of <u>lack</u>
 <u>of competence</u>, <u>infringement</u> of an <u>essential procedural requirement</u>, <u>infringement</u> of the
 <u>Constitution</u> or of any rule of law relating to its application, or misuse of powers.

... and although the national courts are not excluded from disputes to which the Union is a party......

Article III-281

Member States' courts are not excluded in cases where the Union is party, unless otherwise specified Save where jurisdiction is conferred on the Court of Justice by the Constitution, disputes to which the Union is a party shall not on that ground be excluded from the jurisdiction of the courts or tribunals of the Member States.

... no dispute on the interpretation and application of the Constitution shall be submitted to any other method of settlement.

Article III-284

Member States undertake **not to submit a <u>dispute</u>** concerning the interpretation or application of the Constitution **to any <u>method</u>** of settlement **other than those <u>provided</u> for therein.**

Therefore, only the EU Court, no national high court, has jurisdiction on questions of EU/Member States competence

II) SOCIAL AND EMPLOYMENT POLICIES

The promotion of employment is set out in articles 136 and 140 TEC and can be considered as part of social policy.

1. Social policy

1.1 History of EU's social policy

The Treaty of Rome from 1957 contained few articles on social policy. The provisions in this field essentially aimed at ensuring the free movement of workers (Articles 39 to 42 TEC, formerly Articles 48 to 51) and the freedom of establishment (Articles 43 to 48 TEC, formerly 52-58) in the context of the common market.

The Single European Act from 1986 gave new impetus to social policy, especially in the areas of health and safety at work, dialogue with the social partners and economic and social cohesion.

The Treaty of Maastricht from 1993 strengthened the legal basis of social policy with the adoption of the Protocol on Social Policy annexed to the Treaty, signed by all the twelve countries which were Member States at the time, but not covering the UK. These provisions were not incorporated into the Treaty with effect for all because of UKs resistance. The Protocol authorised the Member States "to have recourse to the institutions, procedures and mechanisms of the Treaty for the purposes of taking among themselves and applying as far as they are concerned the acts and decisions required for giving effect to the abovementioned Agreement".

In 1999 British Labour won the elections and Blair decided to join the social protocol.

Thus there was no more obstacle to incorporate the Protocol into the Treaty which was done through the Treaty of Amsterdam in 1999. By doing so, it confirmed the recognition, already introduced by the Single Act, of the key role of the social partners.

Furthermore, it introduced the new Article 13 which refers to the adoption of provisions on non-discrimination, and which authorises the Council, acting unanimously, to take appropriate action to combat any discrimination based on sex, race, ethnic origin, religion or belief, disability, age or sexual orientation.

The Amsterdam Treaty has also added equality between men and women to the list of Community objectives (Article 2 TEC), explicitly providing that in all its activities the Community must aim to eliminate inequalities, and to promote equality, between men and women (Article 3(2) TEC).

The new wording of Article 141 and the introduction of its paragraph 3 meant a further explicit support to equal treatment of men and women and to equal opportunities in the frame of work relations and access to jobs, whereas the former Article 119 was confined to issues of equal pay for the two sexes for the same work.

1.2 Social policy at present

The <u>Treaty of Nice</u>, which entered into force in 2003, enlarged the scope of Article 137, adding the combating of social exclusion and the modernisation of social protection systems to the fields in which the Community can act to pursue the objectives of social policy.

1.2.1 Objectives

The objectives of the social policy, set out in Article 136, follow the example of the European Social Charter of the Council of Europe from 1961 and of the Community Charter of the Fundamental Social Rights of Workers from 1989.

They are:

- -the promotion of employment (see below employment policy),
- the improvement of living and working conditions,
- proper social protection,
- dialogue between management and labour,
- the development of human resources with a view to lasting high employment and
- the combating of exclusion (formerly Article 1 of the Agreement).

1.2.2 Fields of activities

The fields in which the Community can act to pursue the objectives of social policy are set out in Article 137 TEC:

workers' health and safety;

working conditions;

social security and social protection of workers;

protection of workers when their contract is terminated;

representation and collective defence of the interests of workers;

conditions of employment for third-country nationals;

the integration of persons excluded from the labour market;

the information and consultation of workers;

equality between men and women with regard to labour market opportunities and treatment at work.

combating of social exclusions;

modernisation of social protection systems.

1.2.3 Article 141- Gender equality

Amended by the Amsterdam Treaty, Article 141 (formerly 119) is to be considered as one of the most important social provision. Although the Member states are the addressees of this article, it is directly applicable - legally binding- to natural and legal persons in work relationships. It allows the Council, after consulting the Economic and Social Committee and under the codecision procedure, to take measures by qualified majority to ensure that the principle of equal treatment is applied.

However, Member States may maintain or adopt measures providing for specific advantages in order to make it easier for the under-represented sex to pursue a vocational activity or to prevent or compensate for disadvantages in professional careers. The Court of Justice had to deal with these questions in the famous Kalanke and Marhall cases.

1.2.4 The social dialogue:

The Treaty of Amsterdam from 1999 incorporated the Protocol on Social Policy. By doing so, it confirmed the recognition, already introduced by the Single Act, of the key role of the social partners. This recognition takes effect at two levels:

at national level, since Member States may entrust management and labour with the implementation of the aforementioned directives (Article 137(4) of the EC Treaty);

at Community level, since the Commission has the task to promote the social dialogue (Article 138(1)) and since the social partners may negotiate and conclude agreements (Article 139 (1)).

1.2.5 Limits of competence

Article 137 sets out the limits of the competence of the Community in the area of social policy. Some areas can be decided by qualified majority, others by unanimity, and finally some are totally excluded from the Community's competence. When competent, the Community can either take measures or enact directives.

Hence and according to articles 137 and 141 TEC,

- measures designed to encourage cooperation between Member states shall exclude any harmonisation of the national laws (137.2a);
- directives are only setting up minimum standards (137.2b);
- directives shall not hinder the development and the creation of SMEs (137.2b)
- measures or directives shall not affect the right of Member States to define and shape their own social security systems (137.4);
- measures or directives shall not hinder the Member States to maintain more stringent protective measures (137.4);
- Member States may maintain or adopt specific advantages for the under-represented sex in work relations (141.4).

Hence, the Community competence in social policy is either to be considered as a

- framework competence, when measures are setting up minimum standards, or
- supporting and complementary competence, when measures designed to encourage cooperation between Member states shall exclude any harmonisation of the national laws.

1.2.6 Excluded areas

As for pay, the right of association, the right to strike and the right to impose lockouts, they do not fall under Community competence (137.5). However, the EU Court has for instance already decided, that strikes shall not disturb the principle of free movements in the Community. This shows that the Community has an influence on areas which are excluded excluded from its competence.

N.B. The topics are now dealt with in part II of the Draft Constitution.

1.2.7. Decision making in the area of social policy:

In principle, the Council may adopt directives or take measures by qualified majority in codecision with Parliament and after consulting the Economic and Social Committee and the Committee of the Regions.

However, the Council has to act unanimously in the fields of

- social security and social protection,
- protection of workers when their contract is terminated,
- representation and collective defence of the interests of the workers,
- and conditions of employment of third-country citizens.

Passerelle-clause introduced by the Treaty of Nice:

Except for the field of social protection and social security, the present TEC provides for the possibility to submit areas decided by unanimity to the co-decision procedure. This would however require a unanimous decision by the Council.

1.2.8 Social Policy according to the new Draft Constitution

The provisions on the social policy remain practically unchanged. Attempts to limit the areas for which unanimity is still required, failed. In its deliberations, the Convention underlined that the passerelle clause (see above) introduced by the Treaty of Nice, can be used for this purpose and permit qualified majority at a later date.

Social policy	DRAFT CONSTITUTION
	PART III
	SECTION 2
	SOCIAL POLICY
Objectives	Article III-103
Raising employment level and living and working conditions	The Union and the Member States, having in mind fundamental social rights such as those set out in the European <u>Social Charter</u> signed at Turin on 18 October 1961 and in the 1989 <u>Community Charter</u> of the <u>Fundamental Social Rights of Workers</u> , shall have as their <u>objectives</u> the <u>promotion of employment</u> , <u>improved living and working conditions</u> , so as to make possible their <u>harmonisation</u> while the <u>improvement</u> is being <u>maintained</u> , proper <u>social protection</u> , <u>dialogue</u> between <u>management and labour</u> , the development of <u>human resources</u> with a view to lasting <u>high employment</u> and the <u>combating of exclusion</u> .
Union's actions take account of diverse national practices	To this end the <u>Union</u> and the Member States shall <u>act</u> taking <u>account</u> of the <u>diverse</u> forms of <u>national practices</u> , in particular in the field of <u>contractual relations</u> , and the need to maintain the <u>competitiveness</u> of the Union economy.
- contractual relations - competitiveness Social harmonisation	They believe that such a development will ensue not only from the functioning of the internal market, which will favour the <u>harmonisation of social systems</u> , but also from the procedures provided for in the Constitution and from the <u>approximation of provisions</u> laid down by law, regulation or administrative action.
sociai narmonisanon	Article III-104
EU supports and complements	1. With a view to achieving the objectives of Article III-103, the <u>Union</u> shall <u>support and complement</u> the activities of the <u>Member States</u> in the following fields:

legislative procedure, (OMV, EP veto)

legislative procedure, (QMV, EP veto)

Unanimity in Council, consult EP

Unanimity in Council, consult EP legislative procedure, (OMV, EP veto)

Unanimity in Council, consult EP

Unanimity in Council, consult EP

legislative procedure, (QMV, EP veto)

legislative procedure, (QMV, EP veto)

legislative procedure (QMV, EP veto)

legislative procedure (QMV, EP veto)

Measures to encourage cooperation through legislative procedure

Excluding harmonisation

- only minimum rules in point (a)-(i), see above

Social security by unanimity in Council, consult EP (Areas under unanimity)

Can be changed to qualified majority if Council decides by unanimity

- (a) <u>improvement in particular of the working environment</u> to protect workers' health and safety;
- (b) working conditions;
- (c) <u>social security</u> and <u>social protection of workers</u>;
- (d) protection of workers where their <u>employment contract</u> is <u>terminated</u>;
- (e) the information and consultation of workers;
- (f) representation and <u>collective defence</u> of the interests of workers and employers, including co-determination, subject to paragraph 6;
- (g) conditions of employment for <u>third-country</u> nationals legally residing in Union territory;
- (h) the <u>integration</u> of <u>persons</u> excluded from the <u>labour market</u>, without prejudice to Article III-183;
- (i) <u>equality</u> between men and women with regard to labour market opportunities and treatment at work:
- (j) the combating of social exclusion;
- (k) the modernisation of social protection systems without prejudice to point (c).
- 2. To this end:
- (a) European <u>laws</u> or <u>framework laws</u> may establish <u>measures</u> designed <u>to encourage cooperation</u> between Member States through initiatives aimed at improving knowledge, developing exchanges of information and best practices, promoting innovative approaches and evaluating experiences, <u>excluding any harmonisation</u> of the laws and regulations of the Member States;
- (b) in the fields referred to in paragraph 1(a) to (i), European framework laws may establish minimum requirements for gradual implementation, having regard to the conditions and technical rules obtaining in each of the Member States. Such European framework laws shall avoid imposing administrative, financial and legal constraints in a way which would hold back the creation and development of small and medium-sized undertakings.

In all cases, such European laws or framework laws shall be adopted after <u>consulting</u> the Committee of the Regions and the Economic and Social Committee.

3. By way of derogation from paragraph 2, in the fields referred to in paragraph 1(c), (d), (f), and (g) European laws or framework laws shall be adopted by the Council of Ministers acting unanimously after consulting the European Parliament, the Committee of the Regions and the Economic and Social Committee.

The Council of Ministers may, on a proposal from the Commission, adopt a European decision making the <u>ordinary legislative procedure</u> applicable <u>to</u> paragraph 1(d), (f) and (g). It shall act unanimously after consulting the European Parliament.

Management and labour can implement framework laws

But, the Member State must guarantee the same result

Union acts:

- may not affect fundamental principles of social systems
- may not prevent higher standards when compatible with Constitution

Pay, right of association, strike and lockout dealt with in part II and Art. III-107.g

Consultation of management and labour

- before submitting proposals
- on content of proposal when submitting

9 months to get agreements mentioned below

Management and labour can make Union level agreements
Implement agreements either through labourmanagement practice or regulations and decisions by a qualified majority in Council

4. A Member State may <u>entrust management and labour</u>, at their joint request, <u>with</u> the <u>implementation</u> of European framework laws adopted pursuant to paragraph 2.

In this case, it shall ensure that, no later than the date on which a European framework law must be transposed, management and labour have introduced the necessary measures by agreement, the Member State concerned being required to take any necessary measure enabling it at any time to be in a position to guarantee the results imposed by that framework law.

- 5. The European laws and framework laws adopted pursuant to this Article:
- (a) shall <u>not affect</u> the right of Member States to define the <u>fundamental principles</u> of their <u>social security systems</u> and must not significantly affect the financial equilibrium thereof;
- (b) shall <u>not prevent</u> any Member State from maintaining or introducing <u>more stringent protective measures compatible with the Constitution.</u>
- 6. This Article shall not apply to <u>pay</u>, the <u>right of association</u>, the <u>right to strike</u> or the <u>right to impose lock-outs</u>.

Article III-105

- 1. The Commission shall have the task of <u>promoting</u> the <u>consultation</u> of <u>management and labour</u> at <u>Union level</u> and shall adopt any relevant measure to facilitate their <u>dialogue</u> by ensuring <u>balanced support</u> for the parties.
- 2. To this end, <u>before</u> submitting <u>proposals</u> in the social policy field, the Commission shall <u>consult</u> management and labour on the possible direction of Union action.
- 3. If, after such consultation, the Commission considers Union action advisable, it shall <u>consult</u> management and labour <u>on</u> the <u>content</u> of the envisaged proposal. Management and labour shall forward to the Commission an opinion or, where appropriate, a recommendation.
- 4. On the occasion of such consultation, management and labour may inform the Commission of their wish to initiate the process provided for in Article III-106. The duration of the procedure shall <u>not exceed nine months</u>, unless the management and labour concerned and the Commission decide <u>jointly to extend it</u>.

Article III-106

- 1. Should management and labour so desire, the dialogue between them at <u>Union</u> level may lead to contractual relations, including agreements.
- 2. Agreements concluded at Union level shall be <u>implemented</u> either in accordance with the procedures and practices specific to <u>management and labour</u> and the Member States <u>or</u>, in matters covered by Article III-104, at the joint request of the signatory parties, by a European <u>regulation or decision</u> adopted by the Council of Ministers on a proposal from the Commission. The European Parliament shall be informed.

Unanimity in some cases

Where the agreement in question contains one or more provisions relating to one of the areas referred to in ex Article III-104, the Council of Ministers shall act unanimously.

Article III-107

Commission shall encourage cooperation and coordination on:

With a view to achieving the objectives of Article III-103 and without prejudice to the other provisions of the Constitution, the Commission shall <u>encourage cooperation</u> between the Member States <u>and</u> facilitate the <u>coordination</u> of their <u>action</u> in <u>all</u> social policy fields under [this Section], particularly in matters relating to:

- employment
- labour law
- working conditions
- training
- social security
- accidents and diseases
- hygiene
- right of association and collective bargaining

Achieved through:

- studies
- opinions
- consultation
- guidelines
- best practice
- monitoring
- evaluation

Equality at work

Equal pay for work of equal value

Pay defined broadly

Uniform calculation methods required

Law by legislative procedure, consult EcoSoc

- (a) <u>employment;</u>
- (b) <u>labour law</u> and <u>working conditions</u>;
- (c) basic and advanced <u>vocational training</u>;
- (d) social security;
- (e) prevention of <u>occupational accidents and diseases</u>;
- (f) occupational <u>hygiene</u>;
- (g) the $\underline{\text{right of association}}$ and $\underline{\text{collective bargaining}}$ between employers and workers.

To this end, the Commission shall act in close contact with Member States by making studies, delivering opinions and arranging consultations both on problems arising at national level and on those of concern to international organisations, in particular initiatives aiming at the establishment of guidelines and indicators, the organisation of exchange of best practice, and the preparation of the necessary elements for periodic monitoring and evaluation. The European Parliament shall be kept fully informed.

<u>Before</u> delivering the <u>opinions</u> provided for in this Article, the Commission shall <u>consult</u> the Economic and Social Committee.

Article III-108

- 1. Each <u>Member State</u> shall <u>ensure</u> that the principle of <u>equal pay</u> for male and female workers for <u>equal work</u> or <u>work of equal value</u> is applied.
- 2. For the purpose of this Article, "pay" means the ordinary basic or minimum wage or salary and any other consideration, whether in cash or in kind, which the worker receives directly or indirectly, in respect of his employment, from his employer.

Equal pay without discrimination based on sex means:

- (a) that pay for the same work at <u>piece rates</u> shall be calculated on the basis of the same unit of measurement;
- (b) that pay for work at <u>time rates</u> shall be the same for the same job.
- 3. European <u>laws</u> or <u>framework laws</u> shall establish <u>measures</u> to ensure the application of the principle of <u>equal opportunities and equal treatment</u> of men and women in matters of employment and occupation, including the principle of equal pay

for equal work or work of equal value. It shall be adopted after <u>consulting</u> the <u>Economic</u> and Social Committee.

Specific advantages for underrepresented sex allowed

4. With a view to ensuring full equality in practice between men and women in working life, the principle of equal treatment shall <u>not prevent</u> any Member State from maintaining or adopting measures providing for <u>specific advantages</u> in order to make it easier <u>for the under-represented sex</u> to pursue a vocational activity or to prevent or compensate for disadvantages in professional careers.

Article III-109

Paid holiday

Member States shall endeavour to maintain the existing <u>equivalence</u> between <u>paid holiday schemes</u>.

Article III-110

Annual Commission report on social situation

The Commission shall draw up a <u>report</u> each year <u>on</u> progress in achieving the <u>objectives</u> of Article III-103, including the demographic situation in the Union. It shall forward the report to the European Parliament, the Council and the Economic and Social Committee.

Article III-111

Social Protection Committee Council decide by simple majority, consult EP The <u>Council</u> of Ministers shall, by a <u>simple majority</u>, adopt a European decision establishing a <u>Social Protection Committee</u> with <u>advisory status</u> to promote cooperation on social protection policies between Member States and with the Commission. The Council of Ministers shall act after <u>consulting</u> the European <u>Parliament</u>.

The Committee's tasks:

The tasks of the Committee shall be:

- to monitor social situation
- (a) to <u>monitor</u> the <u>social situation</u> and the development of social protection policies in the Member States and the Union;
- $\hbox{-} \ to \ promote \ good \ practice$
- (b) to <u>promote</u> exchanges of information, experience and <u>good practice</u> between Member States and with the Commission;
- to make reports, opinions and undertake other work
- (c) without prejudice to Article III-247, to prepare <u>reports</u>, formulate <u>opinions</u> or undertake <u>other work</u> within its fields of competence, at the request of either the Council of Ministers or the Commission or on its own initiative.

Consists of two members from each Member State and two from the Commission In fulfilling its mandate, the Committee shall establish $\underline{appropriate\ contacts\ with\ management\ and\ labour}.$

Each Member State and the Commission shall appoint two members of the Committee.

Article III-112

Commission report to EP on social development EP may ask for more information The Commission shall include a separate <u>chapter on social developments</u> within the Union <u>in</u> its <u>annual report</u> to the European Parliament.

The European <u>Parliament</u> may <u>invite the Commission</u> to draw up reports on any particular problems concerning social conditions.

Subsection 1:

The European Social Fund

Article III-113

The Social Fund is to promote:

- easy employment of workers
- mobility of workers
- adaptation to industrial changes

Commission administer the Fund assisted by a Committee of Member States, trade unions and employers

Implementation through laws

In order to improve employment opportunities for workers in the internal market and to contribute thereby to raising the standard of living, a European <u>Social Fund</u> is hereby established in accordance with this [Section]; it shall <u>aim</u> to render the <u>employment of workers easier</u> and to <u>increase</u> their geographical and occupational <u>mobility</u> within the Union, and to <u>facilitate</u> their <u>adaptation to industrial changes</u> and to changes in production systems, in particular through vocational training and retraining.

Article III-114

The Commission shall administer the Fund.

It shall be <u>assisted</u> in this task <u>by</u> a <u>Committee</u> presided over by a Member of the Commission and composed of representatives of Member States, trade unions and employers' organisations.

Article III-115

<u>Implementing measures</u> relating to the European Social Fund shall be enacted in European <u>laws</u>. It shall be adopted after consulting the Committee of the Regions and the Economic and Social Committee.

The Charter of the Fundamental Rights:

An important impact on the social rights in the future Union could be entailed by the social rights of the Charter of Fundamental Rights which has been inserted into the new Draft Constitution.

Hence, the Charter does not only confirm "classical" fundamental rights, but contains a number of rights and values having a more symbolic, ethical and political function. Those are for instance bio-ethical principles (II-3.2), services of general interest (II-36) and, last but not least, the social provisions (II-27ff.).

The real impact of the Charter is difficult to evaluate, since the Constitution also provides for rights in areas in which the Union has no competence. The Charter thus for instance guarantees the unconditional right to strike whereas Article III-104.6 and the present Article 137.6 TEC clearly deny any Community's/Union's competence in this area (N.B. The right to strike is usually subject to national provisions according to the European Convention on Human Rights (Art.10), the European Social Charter (Art. 6), and the Community Charter of the Fundamental Social Rights (Paragraph 13)).

It will hence be up to the jurisdiction of the EU Court of Justice to determine the real impact of the Charter's provisions on social rights.

Solidarity Title of the Charter

DRAFT CONSTITUTION

PART II

TITLE IV: SOLIDARITY

Article II-27:

	Workers' right to information and consultation within the undertaking
	Workers' right to <u>information</u> and <u>consultation</u> within the undertaking
Workers' right of information and consultation	Workers or their representatives must, at the appropriate levels, be guaranteed information and consultation in good time in the cases and under the conditions provided for by Union law and national laws and practices.
Collective bargaining	Article II-28: Right of collective bargaining and action
Right to strike	Workers and employers, or their respective organisations, have, in accordance with Union
Tugar to same	law and national laws and practices, the right to negotiate and conclude collective agreements at the appropriate levels and, in cases of conflicts of interest, to take collective action to defend their interests, including strike action.
Placement service	Article II-29: Right of access to placement services
	Everyone has the right of access to a free placement service.
	Article II-30: Protection in the event of <u>unjustified dismissal</u>
Protection against unjustified dismissal	Every worker has the right to <u>protection</u> against <u>unjustified dismissal</u> , in accordance with Union law and national laws and practices.
Working conditions	Article II-31: Fair and just working conditions
Secure workers' health, safety and dignity	1. Every worker has the right to working conditions which respect his or her <u>health</u> , <u>safety</u> and <u>dignity</u> .
Rest periods and paid leave	2. Every worker has the right to limitation of maximum <u>working hours</u> , to daily and weekly rest periods and to an annual period of <u>paid leave</u> .
	Article II-32:
Child labour	Prohibition of child labour and protection of young people at work
Minimum age of employment the same as the minimum school leaving age	The <u>employment</u> of <u>children</u> is <u>prohibited</u> . The <u>minimum age</u> of admission to employment may <u>not</u> be <u>lower</u> than the <u>minimum school-leaving age</u> , without prejudice to such rules as may be more favourable to young people and <u>except for limited derogation</u> .
Protection of children against exploitation	Young people admitted to work must have <u>working conditions appropriate</u> to their age and be <u>protect</u> ed against <u>economic exploitation</u> and any work likely to harm their safety, health or physical, mental, moral or social development or to interfere with their education.
	Article II-33: Family and professional life
Protection of the family	1. The family shall enjoy <u>legal</u> , <u>economic</u> and <u>social protection</u> .
protection from being fired when pregnant.paid maternity leaveleave for both parents after birth or adoption	2. To reconcile family and professional life, everyone shall have the right to <u>protection from dismissal</u> for a reason connected with <u>maternity</u> and the right to <u>paid maternity leave</u> and to <u>parental leave</u> following the <u>birth</u> or <u>adoption of a child</u> .
	Article II-34: Social security and social assistance

limits of Union law

services providing protection in cases such as <u>maternity</u>, <u>illness</u>, <u>industrial accidents</u>, <u>dependency</u> or <u>old age</u>, and in the case of loss of employment, in accordance with the rules laid down by Union law and national laws and practices.

Right to social security

2. Everyone residing and moving legally within the European Union is <u>entitled</u> to <u>social security benefits</u> and <u>social advantages</u> in accordance with Union law and national laws and practices.

Right to social and housing assistance for those who lack sufficient resources 3. In order to <u>combat social exclusion</u> and <u>poverty</u>, the Union recognises and respects the <u>right to social and housing assistance</u> so as to ensure a decent existence for all those <u>who lack sufficient resources</u>, in accordance with the rules laid down by <u>Union law and national laws</u> and practices.

Article II-35: Health care

Right to health care

High level of health protection

Everyone has the right of access to preventive health care and the right to benefit from medical treatment under the conditions established by <u>national laws and practices</u>. A <u>high level</u> of human health protection shall be ensured <u>in</u> the definition and implementation of all Union policies and activities.

2. Employment policy

The promotion of employment is part of the list of Community objectives, becoming a "matter of common concern" (Article 2 of the EC Treaty). The objective consists in reaching a "high level of employment". In order to attain this objective, the Community has been given a new area of responsibility to complement the activities of the Member States, involving the development of a "coordinated strategy" for employment. The main element of this strategy is formed by common guidelines. The Title VIII on employment (new Articles 125 to 130), specifies what the objectives are and how to attain them. It also provides for the establishment of an Employment Committee.

2.1 Development of a European Employment Strategy (EES)

A new employment title was introduced by the Amsterdam Treaty, according to which promotion of employment is a "matter of common concern" of the Member States and one of the Community's goals. In order to make the most of these new provisions, the Heads of State and Government decided to immediately apply the new provisions introduced by the Treaty, without awaiting their entry into force (1 May 1999). With the new Chapter on employment in the Treaty of Amsterdam the Community got a legal instrument to introduce a co-ordinated strategy for employment.

Following the Amsterdam Summit, The Luxembourg Jobs Summit (November 1997) launched the European Employment Strategy (EES) on the basis of the new provisions in the Employment title.

Hence, along with the activities of the Member States, the Community has developed a coordinated strategy for employment.

The EES consists in the following components:

- Employment Guidelines: following a proposal from the Commission, the European Council shall agree every year on a series of guidelines setting out common priorities for Member States' employment policies (Article 128.2).
- National Action Plans (NAP): every Member State shall draw up an annual National Action Plan which describes how these Guidelines are put into practice nationally (Article 128.3)
- Joint Employment Report: The Commission and the Council shall jointly examine each National Action Plan and present a Joint Employment Report. The Commission shall present a new proposal to revise the Employment Guidelines accordingly for the following year (Article 128.4).
- Recommendations: The Council may decide, by qualified majority, to issue country-specific Recommendations upon a proposal by the Commission (Article 128.5).

The Member States, which maintain their exclusive competence in the field, must make their employment policies consistent with the - however non-binding - broad guidelines of the

economic policies of the Member States and of the Community, whilst considering the promotion of employment as a matter of common concern.

The guidelines set up for the year 2003, are the following:
 active and preventative measures for the unemployed and inactive;
 job creation and entrepreneurship;
 adaptability and mobility in the labour market;
 development of human capital and lifelong learning;
 increase labour supply and promote active ageing;
 gender equality
 integration and combat discrimination of disadvantaged persons;
 make work pay more attractive;
 fight against undeclared work;
 reduce regional employment disparities.

At the Lisbon European Council (March 2000), the European Union set itself a new strategic goal for the next decade: to become the most competitive and dynamic knowledge-based economy in the world, capable of sustainable economic growth with more and better jobs and greater social cohesion. The strategy was designed to enable the Union to regain the conditions for full employment and to strengthen cohesion by 2010. The Council also considered that the overall aim of these measures should be to raise the overall EU employment rate to 70% and to increase the number of women in employment from an average to more than 60% by 2010.

The Stockholm Council (March 2001) added two intermediate and one additional target: the employment rate should be raised to 67% overall by 2005, 57% for women by 2005 and 50% for older workers by 2010.

The Barcelona (March 2002) confirmed that full employment was the overarching goal of the EU and called for a reinforced Employment Strategy to underpin the Lisbon strategy in an enlarged EU.

2.3 Employment policy according to the new Draft Constitution

The provisions on the Union's employment policy remain practically unchanged:

DRAFT CONSTITUTION

PART III

CHAPTER III

POLICIES IN OTHER SPECIFIC AREAS

Employment chapter introduced by the Treaty of Amsterdam

Coordinated strategy for employment

Objective: A high level of employment through promoting a skilled, trained and adaptable workforce

Member States are competent but must pursue Union's objectives

Promotion of employment to be coordinated

Supporting Member States in achieving a high level of employment

Other Union policies shall take employment into consideration

Employment guidelines for the Member States

European Council, by qualified majority, draws up non binding employment guidelines in line with economic guidelines

Annual reports from each Member State

Council, on a recommendation from the Commission, issues nonbinding recommendations to the Member States by

SECTION 1

EMPLOYMENT

Article III-97

The Union and the Member States shall, in accordance with this Section, work towards developing a coordinated strategy for employment and particularly for promoting a skilled, trained and adaptable workforce and labour markets responsive to economic change with a view to achieving the objectives defined in ArticleI-3.

Article III-98

- 1. <u>Member States</u>, through their employment policies, shall <u>contribute to the achievement of the objectives</u> referred to in Article III-97 in a way consistent with the broad guidelines of the economic policies of the Member States and of the Union adopted pursuant to Article III-71(2).
- 2. Member States, having regard to national practices related to the responsibilities of management and labour, shall regard <u>promoting employment</u> as a matter of common concern and shall <u>coordinate their action</u> in this respect within the Council, in accordance with Article III-100.

Article III-99

- 1. The Union shall contribute to a high level of employment by <u>encouraging</u> cooperation between <u>Member States</u> and by <u>supporting</u> and, if necessary, <u>complementing</u> their action. In doing so, the competences of the Member States shall be respected.
- 2. The <u>objective of a high level of employment</u> shall be taken into consideration in the formulation and implementation of <u>Union policies and activities</u>.

Article III-100

- 1. The European Council shall each year consider the employment situation in the Union and adopt conclusions thereon, on the basis of a joint <u>annual report</u> by the Council of Ministers and the Commission.
- 2. On the basis of the conclusions of the <u>European Council</u>, the Council of Ministers, on a proposal from the Commission, shall each year <u>adopt guidelines</u> which the Member States shall take into account in their <u>employment policies</u>. It shall act after consulting the European Parliament, the Committee of the Regions, the Economic and Social Committee and the Employment Committee.

These guidelines shall be consistent with the broad guidelines adopted pursuant to Article III-71(2).

- 3. Each Member State shall provide the Council of Ministers and the Commission with an <u>annual report</u> on the principal steps taken to implement its employment policy in the light of the guidelines for employment as referred to in paragraph 2.
- 4. The Council of Ministers, on the basis of the reports referred to in paragraph 3 and having received the views of the Employment Committee, shall each year carry out an examination of the <u>implementation of the employment policies</u> of the Member States in the <u>light of the guidelines for employment</u>. The <u>Council of Ministers</u>, on a recommendation from the Commission, may adopt <u>recommendations</u> which it shall

qualified majority

address to Member States.

Joint annual report

5. On the basis of the results of that examination, the Council of Ministers and the Commission shall make a joint annual report to the European Council on the employment situation in the Union and on the implementation of the guidelines for employment.

Article III-101

Incentive measures established by qualified majority and after consultation of CoR and ESC European <u>laws</u> or <u>framework laws</u> may establish <u>incentive measures</u> designed to encourage cooperation between Member States and to support their action in the field of employment through initiatives aimed at developing exchanges of information and best practices, providing comparative analysis and advice as well as promoting innovative approaches and evaluating experiences, in particular by recourse to pilot projects. It shall be adopted after <u>consultation</u> with the <u>Committee</u> of the <u>Regions</u> and the <u>Economic and Social Committee</u>.

No harmonisation

The European law or framework law shall <u>not</u> include <u>harmonisation</u> of the laws and regulations of the Member States.

Article III-102

Employment Committee

The Council of Ministers, on its own initiative, shall establish by simple majority an <u>Employment Committee</u> with advisory status to promote coordination between Member States on employment and labour market policies. It shall act after consulting the European Parliament.

- to monitor

The tasks of the Committee shall be:

- (a) to monitor the employment situation and employment policies in the Member States and the Union;
- to deliver opinions
- (b) without prejudice to Article III-247, to <u>formulate opinions</u> at the request of either the Council of Ministers or the Commission or on its own initiative, and to contribute to the preparation of the Council of Ministers proceedings referred to in Article III-100.
- to consult social partners

In fulfilling its mandate, the Committee shall consult management and labour.

<u>Each</u> Member State and the Commission shall appoint <u>two members</u> of the Committee.

III) THE INSTITUTIONS OF THE UNION

- 1. EUROPEAN PARLIAMENT
- 2. EUROPEAN COUNCIL
- 3. COUNCIL OF MINISTERS
- 4. EUROPEAN COMMISSION
- 5. FOREIGN MINISTER

1) EUROPEAN PARLIAMENT

The European Parliament will, jointly with the Council of Ministers, enact legislation and exercise the budgetary function, as well as functions of political control and consultation.

"Jointly with the Council" means that according to Article III-302.7 the EP can reject the proposals of law or propose amendments to them, but only with the absolute majority of its members in second reading.

The Council cannot adopt laws without the approval of the EP and the latter cannot decide anything without the approval of a qualified majority in the Council.

The EP "elects" the President of the European Commission but it can only elect the candidate proposed by the European Council acting by qualified majority. If the EP rejects a candidate, it will be up to the European Council to propose a new one.

After the President of the Commission has selected other Members of the Commission, the EP has to approve the College as a whole.

The number of MEPs will be limited to 736. The allocation of seats before the elections scheduled for 2009, will be decided by the European Council, on a proposal from Parliament and with its consent, with a minimum threshold of four seats per Member State.

Article I-19

The European Parliament

Ministers

- co-legislates with the Council
- controls politically
- approves the Commission President proposed by the Prime
- 1. The European <u>Parliament</u> shall, <u>jointly with the Council</u>, <u>enact legislation</u>, and exercise the budgetary function, as well as functions of <u>political control</u> and <u>consultation</u> as laid down in the Constitution. It shall elect the President of the European Commission.

- Direct elections every 5 years, max. 736, min. of 4 members per Member
- 2. The European Parliament shall be <u>elected</u> by <u>directly</u> universal suffrage of European citizens in free and secret ballot for a <u>term of five years</u>. Its members shall not exceed <u>seven hundred and thirty-six</u> in number. Representation of European citizens shall be

State, the remaining seats will be divided degressively proportional.
According to a proposal from the EP this could mean fewer members from the smaller states than at present

<u>degressively proportional</u>, with a <u>minimum</u> threshold of <u>four</u> members per Member State.

Sufficiently <u>in advance</u> of the European Parliamentary <u>elections in 2009</u>, and, as necessary thereafter, for further elections, the <u>European Council</u> shall <u>adopt by unanimity</u>, on the basis of a proposal from the European <u>Parliament</u> and with its <u>consent</u>, a decision establishing the composition of the European Parliament, respecting the principles set out above.

EP President

3. The European Parliament shall elect its $\underline{\text{President}}$ and its $\underline{\text{officers}}$ from among its members.

1.1) COMPOSITION OF THE EUROPEAN PARLIAMENT AT PRESENT:

Belgium	25
Denmark	16
Germany	99
Greece	25
Spain	64
France	87
Ireland	15
Italy	87
Luxembourg	6
Netherlands	31
Austria	21
Portugal	25
Finland	16
Sweden	22
United Kingdom	87
TOTAL	626

Absolute Majority of Members = 314votes

1.2 COMPOSITION OF THE EUROPEAN PARLIAMENT 2004-2009

Belgium	24
Czech Republic	24
Denmark	14
Germany	99
Estonia	6
Greece	24
Spain	54
France	78
Ireland	13

Italy	78
Cyprus	6
Latvia	9
Lithuania	13
Luxembourg	6
Hungary	24
Malta	5
Hungary	27
Austria	18
Poland	54
Portugal	24
Slovenia	7
Slovakia	14
Finland	14
Sweden	19
United Kingdom	78
TOTAL	732

After having joined the EU, Romania will have 33, and Bulgaria 17 seats in EP From the date of Romania's and Bulgaria's accession and until 2009, the European Parliament will therefore be composed of up to 782 MEPs. From 2009 onwards, the number of MEPs will be limited to 736 (see below).

1.3 COMPOSITION OF THE EUROPEAN PARLIAMENT FROM 2009 ONWARDS

Before the elections in 2009, the European Council decides by unanimity and with EP's consent on the latter's composition. However, the number of seats shall not exceed 736 and the minimum threshold shall be 4 MEPS per Member State.

Article I-19

Direct elections every 5 years, max. 736, min. of 4 members per Member State, the remaining seats will be divided degressively proportional According to a proposal from the EP this could means fewer members from the smaller states than at present.

2. The European Parliament shall be <u>elected</u> by <u>directly</u> universal suffrage of European citizens in free and secret ballot for a <u>term of five years</u>. Its members shall not exceed <u>seven hundred and thirty-six</u> in number. Representation of European citizens shall be <u>degressively proportional</u>, with a <u>minimum</u> threshold of <u>four</u> members per Member State.

Sufficiently <u>in advance</u> of the European Parliamentary <u>elections in 2009</u>, and, as necessary thereafter, for further elections, the <u>European Council shall adopt by unanimity</u>, on the basis of a proposal from the European <u>Parliament</u> and with its <u>consent</u>, a <u>decision establishing the composition of the European Parliament</u>, respecting the principles set out above.

2) EUROPEAN COUNCIL

The European Council is to become a full institution. It will provide impetus and define political priorities but will not exercise legislative functions. The present rotating presidency will be replaced by a permanent presidency, elected by a qualified majority of its members for a renewable term of two and a half years. The general rule regarding the adoption of decisions will be consensus.

Article I-20

European Council

1. The European Council shall provide the Union with the necessary <u>impetus</u> for its development, and shall define its <u>general political directions and priorities</u>. It does not exercise legislative function.

European Council =
Prime Ministers,
President of European
Council and President of
Commission.
Minister of Foreign
Affairs shall take part

2. The European Council shall <u>consist of the Heads of State or Government of the Member States</u>, together with <u>its President</u> and <u>the President of the Commission</u>. The Union <u>Minister for Foreign Affairs</u> shall take part in its work.

The European Council meets quarterly

3. The European Council shall <u>meet quarterly</u>, convened by its President. When the agenda so requires, its members <u>may decide to be assisted by a minister</u>, and, in the case of the President of the Commission, a European Commissioner. When the situation so <u>requires</u>, the <u>President</u> shall convene an <u>special meeting</u> of the European Council.

President may convene additional meetings

4. Except where the Constitution provides otherwise, decisions of the European Council shall be taken by <u>consensus</u>.

Decisions by consensus

THE EUROPEAN COUNCIL CHAIR

Article I-21

Prime Ministers will appoint for 2 ½ years – may re-elect once 1. The European Council shall <u>elect</u> its <u>President</u>, by <u>qualified majority</u>, for a term of <u>two</u> <u>and a half years</u>, <u>renewable once</u>. In the event of an <u>impediment</u> or <u>serious misconduct</u>, the European Council can end his mandate according to the same procedure.

Tasks of the President

2. The President of the European Council:

shall chair it and drive forward its work,

shall ensure <u>proper preparation</u> and <u>continuity</u> in <u>cooperation</u> with the <u>President</u> of the <u>Commission</u>, and on the <u>basis</u> of the work of the <u>General Council</u>,

Represents the EU in the wider world on

shall endeavour to facilitate cohesion and consensus within the European Council,

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shall present a report to the European Parliament after each of its meetings.

The President of the European Council shall at his or her level and in that capacity ensure, the <u>external representation</u> of the Union on issues concerning its common foreign and security policy, without prejudice to the responsibilities of the Union Minister for Foreign Affairs.

President cannot have a national mandate

3. The President of the European Council may <u>not</u> hold a <u>national mandate</u>.

3) COUNCIL OF MINISTERS

The establishment of a Legislative and General Affairs Council has been proposed in order to ensure consistency in the Council's work. The draft Constitution also provides for a Foreign Affairs Council chaired by the EU Minister for Foreign Affairs. A specific legal basis will allow the European Council to set up other formations of the Council, chaired by representatives of Member States on the basis of equal rotation.

Article I-22

Council of Ministers:

- legislates with EP
- carries out policy making
- coordinates

Status as minister, the only one to vote and commit the Member State

Decides by qualified majority
The "Luxembourg compromise" has not been used since the 1980'es

- 1. The Council of Ministers shall, jointly with the European Parliament, <u>enact legislation</u>, exercise the budgetary function and carry out <u>policy-making</u> and <u>coordinating functions</u>, as laid down in the Constitution.
- 2. The Council of Ministers shall consist of <u>a representative of each Member State at ministerial level for each of its formations</u>. Only this representative may commit the Member State in question, and cast its vote.
- 3. Except where the Constitution provides otherwise, decisions of the Council shall be taken by <u>qualified majority</u>.

3.1 WEIGHTING OF VOTES IN THE COUNCIL AT PRESENT:

Belgium	5
Denmark	3
Germany	10
Greece	5
Spain	8
France	10
Ireland	3
Italy	10
Luxembourg	2
Netherlands	5
Austria	4
Portugal	5
Finland	3
Sweden	4
United Kingdom	10
TOTAL	87

3.2 WEIGHTING OF VOTES IN THE COUNCIL 2004-2009

Belgium	12
Czech Republic	12
Denmark	7
Germany	29
Estonia	4
Greece	12
Spain	27
France	29
Ireland	7
Italy	29
Cyprus	4
Latvia	4
Lithuania	7
Luxembourg	4
Hungary	12
Malta	3
Netherlands	13
Austria	10
Poland	27
Portugal	12
Slovenia	4
Slovakia	7
Finland	7
Sweden	10
United Kingdom	29
Total	321

Qualified majority: 1. 232 out of 321, 2. majority of Member States, 3. 62% of the population

Weighting of votes of Romania: 14, of Bulgaria: 10

3.3 VOTING IN THE COUNCIL FROM 2009 ON

Qualified majority will become the general rule for the adoption of decisions within the Council of Ministers and, from 1 November 2009, will be defined as consisting of a majority of states representing three fifths of the population of the Union. For cases in which the Convention has not achieved consensus on changing over to qualified majority voting, a transitional measure (known in French as a 'passerelle') is planned, by which the European Council will have the opportunity to decide unanimously that the Council will in future act by qualified majority and, as the case may be, by the ordinary legislative procedure, without the

need to amend the Constitution, which would in turn require ratification by each Member State.

When a Commission proposal is not required or when a decision is not adopted on the initiative of the Minister for Foreign Affairs, the qualified majority required will be made up of two thirds of Member States representing three fifths of the population of the Union.

Article I-24

 Majority of Member States
 60 % of the EU population

(meaning that the 3 biggest states can block a decision sought by 22 Member States) majority, such a majority shall consist of the <u>majority of Member States</u>, <u>representing</u> at least <u>three fifths of the population</u> of the Union.

1. When the European Council or the Council of Ministers take decisions by qualified

Enlarged qualified majority

1. 2/3 of Member States2. 60% of the EU population

Until 2009: qualified majority is 232 of 321 votes from a majority of states and 62% of the EU-population

NB: New deepening clause European Council can change legislative procedure regarding a Council decision by unanimity

Can change unanimity to qualified majority on their own without ratification and possible referendums

- 2. When the constitution does not require the European Council or the Council of Ministers to act on the basis of a proposal of the Commission, or when the European Council or the Council of Ministers is not acting on the initiative of the Union Minister for Foreign Affairs, the required qualified majority shall consist of two-thirds of the Member State, representing at least three fifths of the population
- 3. The provisions of paragraphs 1 and 2 will take effect on 1 November 2009, after the European Parliament elections have taken place, according to the provisions of article I-19.
- 4. Where the Constitution provides in Part III for laws and framework laws to be adopted by the Council of Ministers according to a special legislative procedure, the European Council can adopt, on its own initiative and by unanimity, after a period of consideration of six months, a European decision allowing for the adoption of such European laws or framework laws according to the ordinary legislative procedure. The European Council shall act after consulting the European Parliament and informing the national Parliaments.

Where the Constitution provides in Part III for the <u>Council of Ministers to act unanimously</u> in a given area, the <u>European Council</u> can adopt, on its <u>own initiative</u> and by <u>unanimity</u>, a European decision allowing the <u>Council</u> to act by <u>qualified majority</u> in that area. Any initiative taken by the European Council under this subparagraph shall <u>be sent to national Parliaments</u> no less than <u>four months</u> before any decision is taken on it.

5. Within the <u>European Council</u>, <u>its President</u> and the <u>President of the Commission</u> do <u>not vote</u>.

4) EUORPEAN COMMISSION

The Commission's monopoly of legislative initiative is clearly restated. From 2009, it may be made up of 15 "full" Commissioners and 15 "non-voting" Commissioners on the basis of equal rotation between the Member States.

Article I-25

1. The European Commission shall promote the general European interest and take

EU-Commission

Role:

- promote general interest
- oversee application of Union law
- execute the budget
- implementation
- ensure external representation outside the common foreign and security policy
- appropriate initiatives to that end. It shall <u>ensure</u> the <u>application of the Constitution</u>, and steps taken by the institutions under the Constitution. It shall <u>oversee</u> the <u>application of Union law</u> under the control of the Court of Justice. It shall <u>execute the budget</u> and manage programmes. It shall exercise coordinating, executive and management functions as laid down in the Constitution. With the exception of the common foreign and security policy, and other cases provided for in the Constitution, it shall ensure the Union's external representation. It shall initiate the Union's <u>annual</u> and <u>multiannual programming</u> with a view to <u>achieving interinstitutional agreements</u>.

Monopoly of initiative:

No one else can propose new laws

Composition:

15 members, no longer one from each Member State

Rotate on equal basis
- max one term between
having a member

- represent demographic and geographical range of the Union

Non-voting Commissioners from the other states

Effect from 2009

- 2. Except where the Constitution provides otherwise, Union legislative acts can be <u>adopted only</u> on the basis of a <u>Commission proposal</u>. Other acts are adopted on the basis of a Commission proposal where the Constitution so provides.
- 3. The Commission shall consist of a College comprising its President, the Union Minister of Foreign Affairs/Vice-President, and thirteen European Commissioners selected on the basis of a <u>system of equal rotation</u> between the Member States. This system shall be established by a European decision of the European Council on the basis of the following principles:
- (a) Member States shall be treated on a <u>strictly equal footing</u> as regard determination of the sequence of, and the time spent by, their nationals as Members of the College; consequently, the <u>difference between</u> the <u>total number of terms</u> of office held by nationals of any given pair of Member States may <u>never be more than one</u>.
- (b) subject to point (a), each successive college shall be so composed as to reflect satisfactorily the <u>demographic and geographical range</u> of all Member States of the Union

The Commission President shall appoint <u>non-voting Commissioners</u>, chosen according to the same criteria as apply for Members of the College and coming from all other Member States.

These arrangements will take effect on 1 November 2009.

Independence

May not take instructions from any one

4. In carrying out its responsibilities, the Commission shall be <u>completely independent</u>. In the discharge of their duties the European Commissioners and Commissioners shall neither seek <u>nor</u> take <u>instructions</u> from any government or other body.

Censure

The EP can only censure Commission as a single body, not as individual members 5. The <u>Commission</u>, as a <u>College</u>, shall be <u>responsible to</u> the European <u>Parliament</u>. The Commission President shall be responsible to the European Parliament for the activities of the Commissioners. Under the procedures set out in Article III-243, the European Parliament may pass a <u>censure motion</u> on the Commission. If such a motion is passed, the European Commissioners and Commissioners <u>must all resign</u>. The Commission shall continue to handle everyday business until a new college is nominated.

COMMISSION PRESIDENT

The political power of the President of the Commission will be backed through his approval by the European Parliament and will include the appointment of Commissioners, allocation of portfolios and the right to request the resignation of a Commissioner without needing the approval of the College, as it is actually the case.

Commission President

1.Prime Ministers elect by qualified majority 2. EP approves with majority of Members 3. If rejected a new candidate shall be put forward within 1 month

Article I-26

1. Taking into account the elections to the European Parliament, and after appropriate consultations, the <u>European Council</u>, deciding by <u>qualified majority</u>, shall put forward to the European Parliament its <u>proposed candidate</u> for the Presidency of the Commission. This candidate shall be <u>elected</u> by the European <u>Parliament</u> by a <u>majority of its members</u>. If this candidate does not receive the required majority support, the European Council shall within one month put forward a new candidate, following the same procedure as before.

Commission members

- 3 candidates from each Member State
- The Commission President selects 13 members
- EP approves by simple majority
- Must have European commitment
- Term: 5 years

The Commission
President decides
guidelines and internal
organisation, and
appoints vice presidents
and dismisses members

- 2. Each Member State determined by the system of rotation shall establish a list of three persons, in which both genders shall be represented, whom it considers qualified to be a European Commissioner. By choosing one person from each of the proposed lists, the President-elect, shall select the thirteen European Commissioners for their competence, European commitment, and guaranteed independence. The President and the persons so nominated for membership of the College, including the future Union Minister for Foreign Affairs, as well as the persons nominated as non-voting Commissioners, shall be submitted collectively to a vote of approval by the European Parliament. The Commission's term of office shall be five years.
- 3. The President of the Commission shall:

lay down guidelines within which the Commission is to work;

decide its <u>internal organisation</u>, ensuring that it acts <u>consistently</u>, <u>efficiently</u> and on <u>a collegiate basis</u>;

appoint vice-presidents from among the members of the College.

A European Commission or Commissioner shall resign if the President so requests.

5) EU FOREIGN MINISTER

The Minister for Foreign Affairs will be appointed by the European Council by an extended qualified majority with the agreement of the President of the Commission. He will conduct the Union's common foreign and security policy, chair the Foreign Affairs Council and will also serve as Vice-President of the Commission. Although he is member of the Commission, it is still being discussed whether his nomination will be subject to the EP's approval of the Commission as a whole, and eventually to a vote of censure.

In this 'two-hatted' role (Commission-Council), the Minister will be responsible for carrying out the Union's external policy as a whole. The Minister will have the power of initiative (in which absence a decision by qualified majority within the Council will not only require the majority, but two thirds of Member States), will represent the Union alone or with the Commission, and will have authority over the external delegations. His representation of the Union will be limited through the competence of the President of the Union who will represent the Union at ''his or her level''.

The Foreign Minister's (and the Commission's) opinion will be required for the Council's authorisation to proceed with enhanced cooperation in matters related to the Common Foreign and Security Policy.

Article I-27

EU Foreign Minister

Elected by qualified by Prime Ministers in agreement with Commission President 1. The European Council, acting by <u>qualified majority</u>, with the <u>agreement of the President of the Commission</u>, shall appoint the <u>Union Minister for Foreign Minister</u>. He shall <u>conduct the Union's common foreign and security policy</u>. The European Council may end his tenure by the same procedure.

Tasks of Foreign Minister

2. The Union Minister for Foreign Affairs shall <u>contribute</u> by his proposals to the development of the common <u>foreign policy</u>, which he shall carry out as mandated by the Council of Ministers. The same shall apply to the common security and defence policy.

Double hat

Foreign Minister also Vice-President of Commission for external relations

External service established in part III

3. The Union Minister for Foreign Affairs shall be one of the <u>Vice-Presidents</u> of the <u>Commission</u>. He shall be <u>responsible</u> there for handling <u>external relations</u> and for <u>coordinating</u> other aspects of the Union's external action. <u>In</u> exercising <u>these</u> <u>responsibilities</u> within the Commission, and only for these responsibilities, The Union Minister for Foreign Affairs shall be <u>bound by Commission procedures</u>.

[Footnote 1: The establishment of a Joint European External Action Service, to assist the Minister, will be addressed in a Declaration/Part III.]