THE TRADE AND COOPERATION AGREEMENT

Catherine Barnard

Trinity College, Cambridge

EU(W)A 2018: **Negotiations** on WA EU(WA) Act 2020, Withdrawal •Nov 2019 mainly amending 2018 agreement • Incl. NIP concluded Act Leave EU • 31 Jan 2020 Transition • I Feb 2020 • 30 June 2020 starts (IP) extension? Transition ends

THE TIMETABLE

EUWA etc Commencement, Transitional and Savings Provisions Regulations 2020, SI 2020/1622, brought key provisions of EUWA 2018, as amended by EU(WA)A 2020, into force on 31.12.20, 11pm

ECA 1972 turned off (s.1 EU(W)A 2018) but..

• 31 Dec 2020

IMA 2020

-uture trade deal starts -Ratification

-UK impl. legislation (EU(FR)A 2020)

STRUCTURE OF EU-UK TCA

Common and institutional provisions (Part One) incl. good faith, interpretation in accordance with VCLT, no direct effect

FTA (Part Two)

 Trade (incl services, pp, transport, social security coord, visas, fisheries, 'other provisions'

Law enforcement and judicial cooperation in criminal matters (Part Three)

Other

- Thematic cooperation (health, cyber security) (Part Four)
- Participation in union programmes, sound financial management, financial provisions (Part Five)

Annexes and protocols

 NB possibility of further bilateral agreements (Art. COMPROV.2)

Potential EU unilateral measures

- Adequacy decision on data protection
- UK third country
 SPS listing
- Equivalence in financial services

Dispute settlement and horizontal provisions (Part Six)

NBTCA's implementation to be reviewed every five years (Art. FINPROV.3)

OTHER TEXTS

Agreement between EU-UK concerning security procedures for exchanging and protecting classified information

Agreement between UK-EU for cooperation on the safe and peaceful uses of nuclear energy

- Euratom legal basis
- Separate governance structure

Declarations on issues where further cooperation is foreseen

• Eg financial services regulatory cooperation, subsidies, road hauliers, declaration of adequacy

GOVERNANCE AND DISPUTE SETTLEMENT

OVERALL GOVERNANCE STRUCTURE

Decisions and Recommendations (Art. INST.4)

- Only decisions legally binding
- Mutual consent

technical

Political

Partnership council (Art. INST.1)

– implementation, application
and interpretation of TCA



Trade Partnership Committee (Art. INST.2.1)



Specialised Committees (Art. INST.2.1)

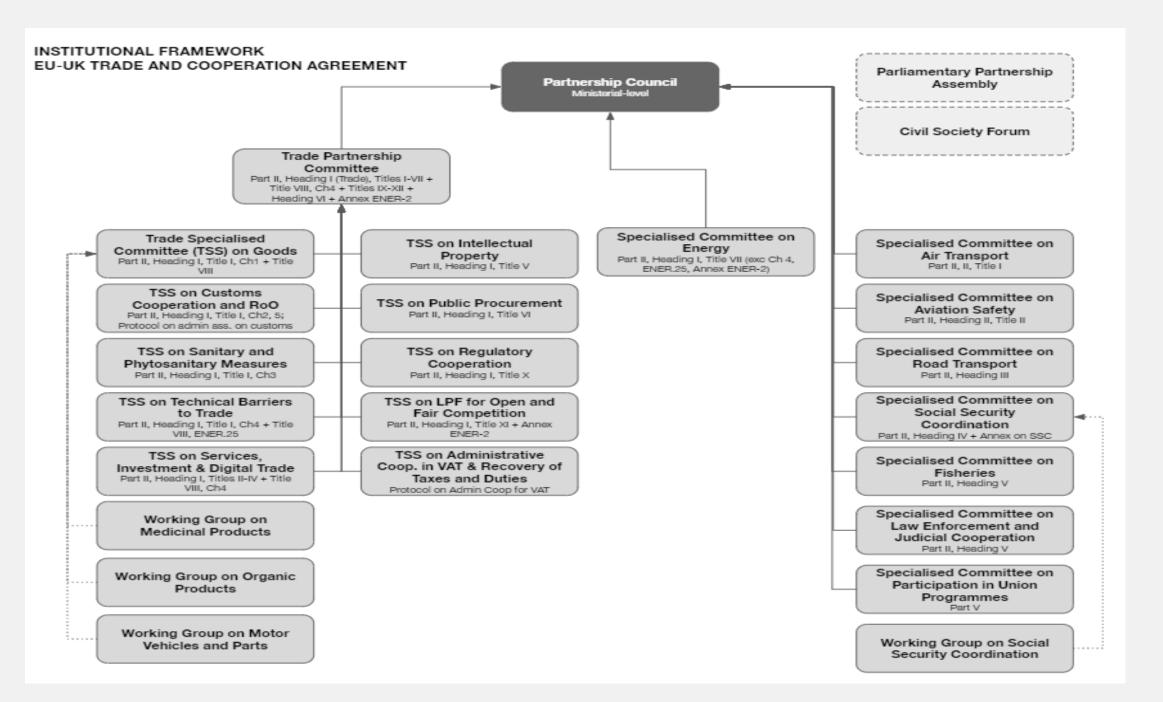


Working groups (Art. INST.3)

Input from Parliamentary partnership Assembly

Participation of civil society (Art. INST. 6-8)

- Domestic advisory groups
- Civil society forum



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DISPUTE RESOLUTION

Does the matters fall within scope?

(Art. INST.10)

• 'covered provisions' are all provisions of the Treaty but with some key exceptions (para. 2) eg criminal law

GENERAL PROCEDURE

Consultations in PC (Art.INST.13)

- Held w/i 30 days
- Usually concluded w/i 30 days
- Good faith, mutually agreed solution

Arbitration Procedure (Art. INST. 14-20)

- 3 arbitrators with expertise in law and international trade; independent
- Terms of reference of AT
- Interim report w/I 100 days; comments w/I4 days
- Final report 130 (160) days

 Comply w/i reasonable period or suitable agreed compensation
 If not, 'temporary' remedies, including proportionate cross-

 If not, 'temporary' remedies, including proportionate crossretaliation across all economic areas (eg tariffs on goods if there is a breach re fisheries or energy) ie suspend application of obligations

NB

- (I) law enforcement has its own enforcement mechanism (political)
- (2) Specific measures for breaches of LPF and fisheries

Compliance (Art.INST.21-25)

LEVEL PLAYING FIELD

SUMMARY

Employment law

Fund. rights at work; occupational H&S; fair working conditions and employment standards; I&C at company level; restructuring of undertakings

Non-regression (ie not weaken or reduce) rules on existing employment law in manner affecting trade or investment

Other instruments for trade and sustainable development

Rebalancing measures on future developments in labour law

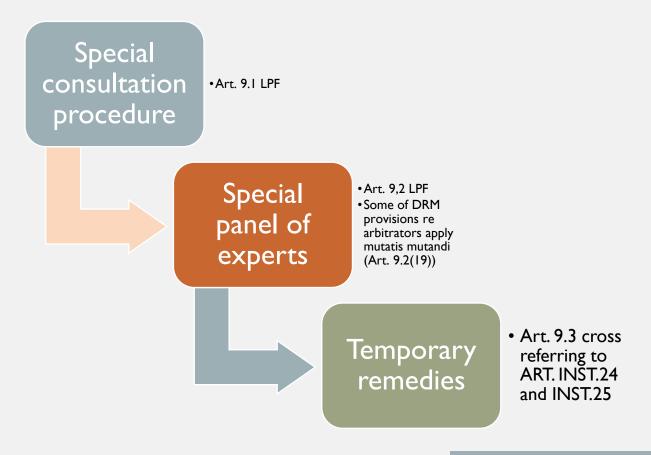
(If material impacts on trade or investment between the Parties are arising as a result of significant divergences between the Parties)

Arts. 6.1, 6.2, 6.3

and 6.4 (Arts. 9.1-9.3 (INST 9.4)) LPF Arts. 8.1 and 8.3 LPF

Art. 9.4 LPF

NON-REGRESSION PROCEDURE



So retaliation possible where Panel report rules there is a breach of the non-regression clause

NB Dominican Republic-Central America-United States Free Trade Agreement (CAFTA-DR)

Material impacts on trade and Applies to future subsidies, labour/social, env/climate protection investment arising Symmetrical as a result of sig. REBALANCING MEASURES divergences Concerned party notifies other via P • 14 days (cf 30 under DRM rules) In absence of agreement, rebalancing can apply in 5 days consultations No prior requirement that arbitrators find breach of TCA + reas time to 'defensive version of dynamic alignment: defensive in that rather than ongoing cooperation and harmonisation, it provides another Rebalancing means for each side to coerce the measures (tariffs) Rebalancing measures applied BEFORE other' (UKTPO) adopted if reliable Subject to proportionality principle evidence BUT other side can ask w/i 5 days if retaliation is w/I TCA's rules on Arbitrators must rule w/i 30 days; if Arbitration tribunal not, rebalancing measure applied: other side may take countermeasures if AT says OK, rebalancing applies If AT says not ok, concerned party has If retaliation unjustified if must

• Tit for tat? Art.

Review after 4

9.4.(3)(e)

years

stop; failure to stop

can lead to 'return

retaliation³

NB

- (I) Special fast track procedures (Art. INST.34B) eg 2(10) days to decide on composition of tribunal
- (2) Proportionate retaliation only in covered areas (Art. INST.34D)

FINANCIAL TIMES

Family fortunes

Rioters were united by their loyalty to the Trump cult - EDWARD LUCE, PAGE &

Cabin pressure



Lost million Crisis triggers **UK** exodus

Up to 1.5m immigrants left the UK as the pandemic took hold, sparking what is likely to be the largest drop in Britain's population since the second world war according to analysis of official data.

The government-funded Economi Statistics Centre of Excellence calcu lated that about 700,000 foreign-born residents probably moved out of Lon don alone in the year to the third quar-ter of 2020, leading to an 8 per cent fall in the capital's population last year.

The high number of job lones in hard-

hit sectors such as hospitality contrib-uted to the exodus, the authors of the study said, warning that migrants without settled status would find it harder to return to a post-libroit UK. Report page 2



Plans to tear up EU worker righ regime puts 48-hour week at ri

◆ Shake-up set to anger unions ◆ Rethink on breaks and overtime ◆ Labour slams

PETER FOSTER, JIH PICKARD AND DELPHINE STRAUSS - LONDON JIH BRUNSDEN -- ERUTSELS

up by the government as part of a post-Bresit overhaul of labour markets. The main areas of focus are on ending—workers' rights.

ness department with the approval of including overtime pay when calculat- grace" at a time when so many people ing some holiday pay estitlements. were worsted about their jobs, "in the of 'taking a familiar with the matter. It has not yet been agreed by ministen—or put to the plans. The government also wants to these centuries, ministers are preparing to workers."

The proposed shake-up of regulations mated £1bs. workers' rights."

from the "working time directive" will It insisted that any reforms would be But Matt Kilcoyne, deputy head of the delight many Tory MPs but is likely to designed to help both companies and suggestrade union leaders. designed to help both companies and suggestrade union leaders. designed to help both companies and suggestrade union leaders. designed to help both companies and suggestrade union leaders.

clear divergence from EU labour stand-tion of "lowering" workers' rights. ards. However, the UK would face retail—
"The UK has one of the best workers'
Worker protections enshrined in EU law ation from Erussels under the terms of rights records in the world," the busi-— including the 48-hour week — some that the control appears are the control appears and tapport from that the through any the trajectory and only the trajectory and the control appears are the control appears and the control appears are the control appears and the control appears are control appears are control appears and the control appears are control appears are control appears and the control appears are control appears are control appears and the control appears are control appears are control appears and the control appears are control appears and the control appears are control appears are control appears and the control appears are control appears are control appears and the control appears are control appears are control appears and the control appears are control appears

The package of deregislatory measures is being put together by the basis tweaking rules around breaks and not tary, said the proposals were a "dissecretary, cabinet – but select business leaders remove the requirement of businesses to tear up their promises to the British rights' have been sounded out on the plan. to report working hours, saving an esti-

The move would potentially mark a consultation - saying it had no inten-

setter and protect and enhance UK Ed Miliband,

impact of policy decisions.

Remoels has often highlighted labour market standards as a core issue for the meant to uphold. Britain, along with many EU countries, opted-out of enforcing the 45-hour limit on the working week,

In a call with 250 leading business fig. ares this month Boris Johnson arged industry to support regulatory liberali-sation after Recuit — to the delight of

BBC Sign in **NEWS**

© 2 days ago

by business secretary

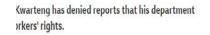
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Business Your Money Market Data Companies Economy Global Car Industry Business of Sport

Employment rights review scrapped

Weather

iPlayer Sounds



Times said some protections brought in under EU mit on the working week - could be scrapped.

nd changes to how holiday pay is calculated from d. it added.

e wanted to "protect and enhance workers' rights

going forward, not row back on them".

In a social media post, he said that the UK "has one of the best workers' rights records in the world - going further than the EU in many areas."































Digital Covid passport aims to open way for travellers with proof of jabs

HANNAH EUCHLER - NEW YORK

for Covid-19. The pass is being used Each country can set its own rules,

Salesforce. #1 CDM

Who's to blame for Britain's recent rise in Covid-19 cases? (10)















