

Incentives to climate change mitigation across the agri-food value chain

Technical Workshop 3 – Competitiveness

(3 December 2024, in person, Lord Jenkins room, Charlemagne building, Brussels)

Annotated Agenda

Time	Item
09:45 – 10:30	Welcome by the Commission Presentation by the Consortium - Results of workshop outcomes to date - Corner stones of the third input paper and instructions on the worksheets - Q&A
10:30 – 11:00	Coffee Break
11:00 – 12:00	Micro-economic impacts – Session 1: Farm income, market power, and administrative costs Discussion questions: • What are the potential advantages and disadvantages of the different design choices for the design of a market-based policy (e.g. choices on who can sell/buy CRCF units for compliance, and how these units are traded)? How can risks be mitigated? • What are the impacts of these design choices on farm incomes and on the bargaining power of farms? • What is your preferred approach in relation to MRV requirements for scope-3 emissions?
12:00 – 12:45	Micro-economic impacts – Session 2: Consumer prices and household incomes Discussion questions: • Of the potential design options to reduce negative impacts on consumers, which do you think will be the most effective? • How can potential revenues be utilised in a manner to limit impacts on low-income households?

	How could free allocation of allowances be designed in a manner to alleviate negative impacts on low-income households?
12:45 – 14:00	Lunchbreak
	<i>Coffee from 13:30 onwards to welcome participants back</i>
14:00 – 15:30	Trade impacts – Session 3: Competitiveness, imports and exports Discussion questions: - For the Mandatory Climate Standard with the point of obligation on feed producers and food processors would the risk of carbon leakage from imports be mitigated with the inclusion of importers? - For ETS with the point of obligation on feed producers and food processors can the risk of carbon leakage from imports be mitigated by including importers? If not, what approach towards minimising carbon leakage will be the most effective and is most feasible? Could a combination of approaches be utilised? - What approach towards minimising negative impacts on EU agri-food exports will be the most effective? Which of these approaches is most feasible?
15:30 – 15.45	Closing remarks (EC and Consortium)