European Union Politics

SESSION 12: BREXIT .. AND DILEMMAS OF EUROPEAN INTEGRATION

- 1951 UK did not join the European ECSC 'losers club'
- 1957 EEC, UK stayed out too, came up with a competing IO
- 1960 EFTA
- 1961 UK applies to join the EEC (vetoed by De Gaulle in 1963)
- 1969 'velvet vetoed' again (by de Gaulle)
- 1973 UK joins the EC (together with Denmark and Ireland)
- 1974 renegotiates the EC deal (CAP, budget regional development ...and a 'correction mechanism')
- 1975 UK referendum on new terms 67% YES



Michael Cummings for Daily Express 1969



- 1979 <u>Thatcher</u> elected PM and she "wants [her] money back!"
- 1979 1984: British Budgetary Question
- 1986 Single European Act, UK supportive of intergovernmental solution, but alas!
- 1988 Thatcher's Bruges speech against political integration, against EMU
- 1990 John Major new PM, also Conservative
- 1991 "opt-outs" from Maastricht treaty (EMU, social policy)
- 1995(1997) "opt-out" from Schengen Agreement too (Amsterdam tr.)

- 1998 St. Malo declaration on Eur. defence by Tony Blair and Jacques Chirac
- 2003 War in Iraq: UK falls out with GER and FR
- 2004 Blair announced a referendum on the Constitutional treaty ...it never came to it
- 2004 no transitional periods for CEE workers in UK after the East European enlargement (unlike Ger)
- 2007 Lisbon treaty, UK opt-out from the Charter of Fundamental Rights of the EU
- 2008 parliamentary ratification with G. Brown absent





Domestic situation in UK

- Low citizens' knowledge of EU affairs
- Rabid Eurosceptic tabloids The Sun, Daily Mail
- Rise of populism and nationalism (see Snyder interview <u>here</u>) sentiment for "good ol' glorious times" (akin to MAGA in US)

Real and perceived PROBLEMS:

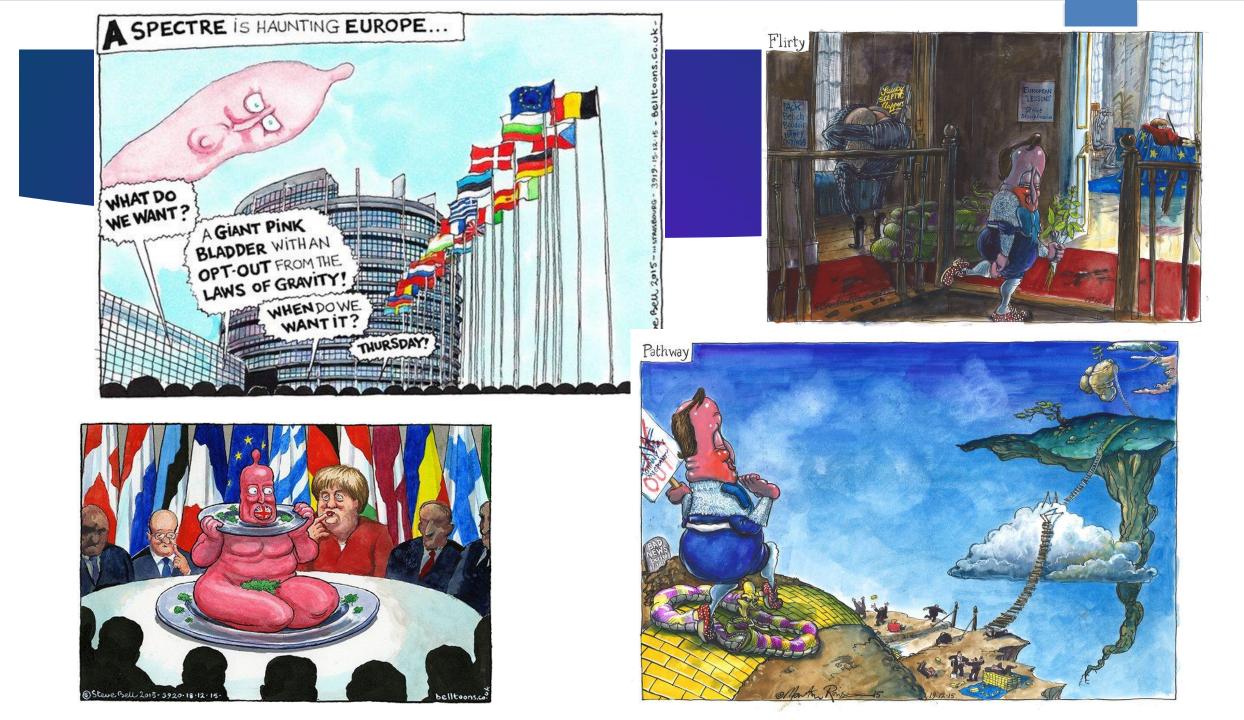
- immigration (including labour from EU)
- sovereignty (and ECJ jurisdiction)
- too many regulations & directives from Brussels
 do not fulfill the Conservative idea of a small state
- Trouble with "ever closer union" (especially Tory backbenchers)



► 2011 – David Cameron amidst the Eurozone crisis blocks primary law amendments → forces the Fiscal Compact <u>outside</u> primary law (an awkward intergovernmental organization based on 6 EU regulations, and using EU institutions)



- 2013 "Bloomberg" speech (<u>short</u>, <u>full</u>, <u>cassetteboy</u>)
- 2015 elections Conservatives win majority
- 2015-2016 UK renegotiation of EU membership ('red card' to block Commission proposals, opt-out of an "ever closer union," limits on free movement of people "emergency brake", make it hard for the immigrants in UK, reduced child benefits etc.), no part in Eurozone members bail outs; competitiveness.. But no cigar
- 2016 June REFERENDUM Leave/Remain 51.89% LEAVE



The Referendum: Leave

- Take back control, vote Leave
- UKIP and some Conservatives
- Personalities: <u>Boris Johnson, Michael Gove (Justice</u> <u>minister '16), Iain Duncan Smith</u>, Priti Patel
- Aggressive campaign
- Ambiguous relationship with truth <u>350mil</u>?
- Targeting "dormant" voters

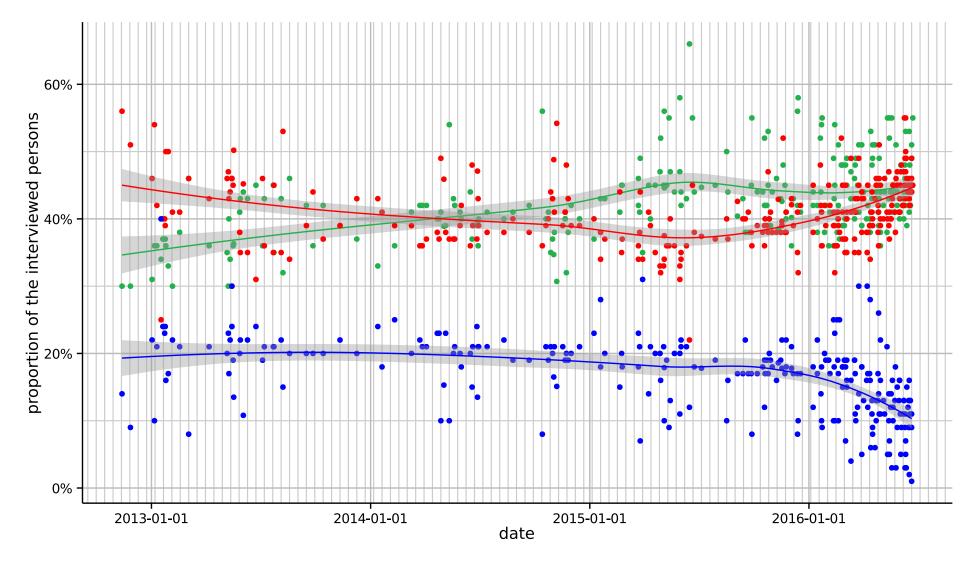


WHY Leave? http://www.voteleavetakecontrol.org/why vote leave.html

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United Kingdom European Union membership referendum Opinion polling

• Remain • Leave • Undecided



The Referendum: Remain

- A 'block' of parties: Labour, Liberal Democrats, Scottish National Party, some Conservatives (including Cameron)
- A 'block' of movements with Britain Stronger in Europe

Remain arguments:

- Economic benefits of the Single market
- Immigration is beneficial, migrants pay more in taxes than they send out
- IN = stronger UK business, jobs and consumer protection
- EU is UK's No.1 trading partner
- Keep global influence

BRITAIN STRONGER



Referendum: The Results

23 June 2016 Should the United Kingdom remain a member of the European Union or leave the European Union?

LEAVE: 51,9% REMAIN: 48.1%

- Emotions vs rationality
- Investigation of involvement of Cambridge Analytica
- Overspending Leave.eu

EU Referendum results Winners in each area Leave: 51.9% Remain: 48.1%

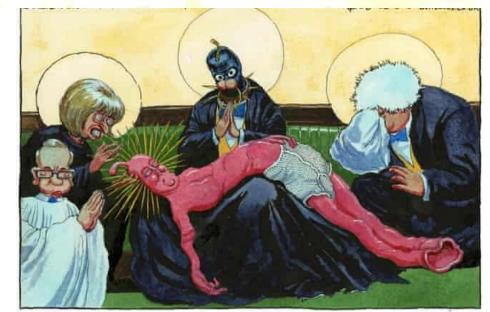
Gibraltar also voted to Remain Source: Electoral Commission











What does Brexit mean?!?

"Brexit means Brexit" (Theresa May, July 2016) but WHAT kind?

Options:

from most to least integrated

- . The "Norwegian model" remain in the single market (and customs union) ...kind of European Economic Area agreement
- 2. Leave EU market but remain in its customs union (like Turkey)
- 3. Free trade area (like Canada)
- 4. Cherry-picked deal (Switzerland)
- No deal uncontrolled "crashing out" of EU (recourse to WTO trade rules)

- > 2016 PM Theresa May: what is Brexit? Hard Brexit
- 2017 March activation of Article 50 Lisbon treaty <u>starting a 2 year clock</u> to negotiate and ratify:

1. a "withdrawal agreement" – leading to May cabinet falling and after new election Conservatives won with Boris Johnson 2019

- 2020 Jan 31 UK Withdrawal from the EU (transitional period till end of year 2020)
- 2. and future relationship agreement with the bloc
- 24-12-2020 UK-EU Trade and Cooperation Agreement
- 2021/22: "teething problems" with TCA, unilateral breaking of the agreement by UK, issues with Northern Ireland Protocol, <u>EU was suing UK</u> over failure to implement agreement
- > 2023 Windsor Framework agreement about a "double customs regime" in Northern Ireland



What does the UK want to change?

Under the Brexit deal, certain goods have to be checked when they enter Northern Ireland from Great Britain

The current process

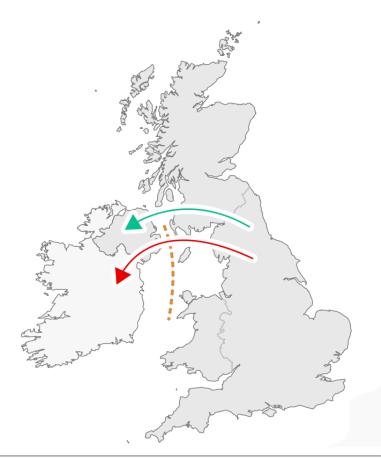
- The goods are checked at ports in Northern Ireland on arrival
- They can then be moved into the Republic of Ireland once checked



Windsor Framework

The UK's new plan

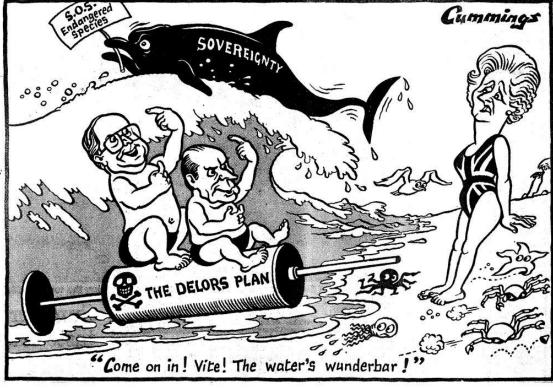
- The goods are split into two different lanes
- Goods destined only for Northern Ireland go into the Green Lane and are not checked
- Goods destined for Ireland and the EU go into the Red Lane and checks are carried out





(Not only) Brexit Issue of ...SOVEREIGNTY

- Integration or exit?
- Integration within EU framework?
- What kind of integration: supranational or intergovernmental?
- Which policies to integrate ...and how?
- Need to transpose "EU law" to national legislation
- ECJ jurisdiction over those laws
- Does it undermine **democracy**?
- What does integration do with **nations and national identity**? See <u>T. Snyder</u>



(Not only) Brexit Issue of ...ECONOMY

- EU Budget: net contributors vs. net receivers (CAP, Cohesion, Regional policies)?
- Is it better to be IN the single market or OUT?
- EU regulation (food, health and safety; cars industry...)
- European competition, rules on public procurement etc...
- Protect The City (UK financial services from EU regulation!)
- Free movement of labour (EU citizens)!?
- Would WTO rules suffice?
- To join the Eurozone or not? Eurozone and the rest...



(Not only) Brexit Issue of ...(IM-)MIGRATION

- A (not so) free movement of labour?
- Free movement of **people**? Travel in Schengen?
- Sovereignty = control over territory (borders)
- **Values**: national, European, ...non-European?!?
- Economic benefits/cost of cheap labour
- Economic ideology: market or social? NON-EUROPEAN MIGRATION:
- "Fortress Europe"
- **Hypocrisy** over human rights!
- Domestic political strife and culture wars
- Post-colonial "heritage"







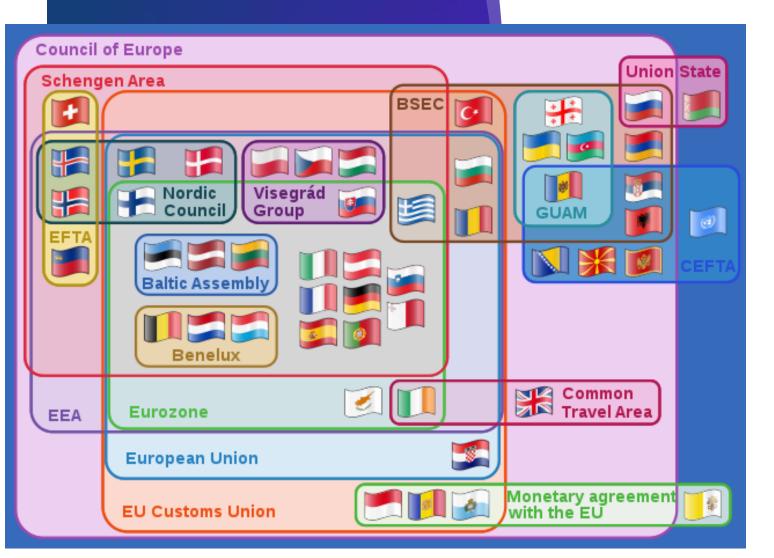


(Not only) Brexit Issue of ... EU POLITICAL ORDER

- Political union or just an economic union?
- What kind of values?
- Presupposition of **solidarity**?
- Are EU citizens enough? Do we need European "nationals"?
- the proverbial "...ever closer union among the peoples of Europe..."
- How to reconcile **EU level democratic values** with its **democratic deficit?** Can EU become a (federal) representative democracy? Should it become one?
- Conference on the Future of Europe Can the EU be reformed? How? Supranational or intergovernmental?
- Summary results two years ago today! What are the integration options? How to re-set EU institutions?
- Do we have enough information?
- Can integration be "rolled back"?



What are the integration options?



- Core / periphery
- Eurozone / non-Eurozone
- "Concentric circles"
- Opt-outs / enhanced cooperation
- Inside / outside of primary law (treaties)
- "flexibility clause," differentiated integration, variable geometry...
- Two-speed Europe (multiple-speed Europe)
- Europe *a la carte*

Variabl		Space	Matter
Main Concept		Variable Geometry	A la Carte
Definition	Mode of differentiated integration according to which the pursuit of common objectives is driven by a core group of Member States which are both able and willing to go further, the underlying assumption being that the others will follow later.	Mode of differentiated integration which admits to unattainable differences within the integrative structure by allowing permanent or irreversible separation between a hard core and lesser developed integrative units.	Mode of differentiated integration whereby respective Member States are able to pick-and-choose, as from a menu, in which policy area they would like to participate, whilst at the same time holding only to a minimum number of common objectives.
Sub/related concepts and general jargon	English Two-speed Step-by-step Graduated integration Differentiation Hard core Variable speed Flying geese Orchestrating Europe	English Concentric circles Opt-in Opt-up Two-tier Multi-tier Two-level Multi-level Variable differentiation	English Pick-and-choose Overlapping circles Opt-out Opt-down Bits-and-pieces Ad libitum integration Français A la carte
<u>996</u>	Français	Swing wing	A la carte
	Physicano vitencer	Circles of solidarity	Ad libitum

Table 1: Categorization of Differentiated Integration



By <u>Alex Stubb</u>

Divisiours vitaneas

(Not only) Brexit Issue of ...ENLARGEMENT

- Who belongs to Europe? Where does Europe "end"?
- What values?
- What economic models?



- Integration: in what framework? Association, customs union, EEA, special relationship?
- Can the EU enlarge and remain effective? How to organize/reform the existing political order to accommodate more members?
- **Divergence** or **convergence?** ...solidarity?
- Should the EU support its **candidate** countries?
- Should the support its **neighboring** countries?
- Is the EU an "imperial" project, conditioning its future members?

(Not only) Brexit Issue of ...EU CRISES

- Eurozone crisis 2009-2015, migration crisis 2015-, Ukraine 2014-, Russia 2014-today, Syria 2015-2016, Libya 2011, Iraq 2003, Constitution 2003-04... covid
- Do crises politicize European politics? Contestation over permissive consensus?
- Contestation among member states
- Contestation within member states!
- How do crises impact integration? How's trust going?
- Common solutions or variable geometry?
- Solidarity or each MS for itself?
- Contributors / receivers of bailouts, funds etc?
- Use of crises to integrate further? ..impetus for a treaty reform



(Not only) Brexit Issue of ...DOMESTIC EU POSITIONS

- Euroenthusiasm ...and euroscepticism
- Consecutive (coalition) governments have different EU priorities
- Positions on economic, political, enlargement, sovereignty or reform issues
- Regional disparities: capital city/countryside, English/Scottish preferences
- National <u>and/or</u> European identity?
- Influence on: economic model, values, solidarity with MS and others, type of cooperation in EU institutions ...and possibility of agreement on EU level



(Not only) Brexit Issue of ...EU REFORM

- Conference on the Future of Europe
- An experiment in reform?
- EU is "locked in" roughly the same framework since 2001
- Lisbon treaty is practically identical to

the rejected 2005 Constitutional treaty

- Since then: eurozone crisis, migration crisis, Brexit, covid
- Merkel '21: EU 'probably' needs treaty changes... O_o
- Intergovernmental or supranational?
- Opt-outs, variable geometry??
- How to balance institutions out?
- How to make EU more democratic?
- Eurozone (and economy), migration, health, green energy, defence, agriculture, digitalisation



Der Fortschritt