European Parliament
2024-2029

TEXTS ADOPTED

P10_TA(2026)0278

Market stability reserve for the EU Emissions Trading System (EU ETS): ceasing the invalidation of allowances

Amendments adopted by the European Parliament on 15 September 2026 on the proposal for a decision of the European Parliament and of the Council amending Decision (EU) 2015/1814 as regards ceasing the invalidation of allowances in the market stability reserve (COM(2026)0153 – C10-0093/2026 – 2026/0085(COD))[1]

(Ordinary legislative procedure: first reading)

[1] The matter was referred back for interinstitutional negotiations to the committee responsible, pursuant to Rule 60(4), fourth subparagraph (A10-0230/2026).

Amendment 1

Proposal for a decision
Citation 5

Text proposed by the Commission	*Amendment*
Having regard to the opinion of the Committee of the Regions[2] ,	***After consulting*** the Committee of the Regions,
[2] ***OJ C , , p. .***	

Amendment 2

Proposal for a decision
Recital 1

Text proposed by the Commission	*Amendment*
(1) The Paris Agreement adopted under the United Nations Framework Convention on Climate Change, approved on behalf of the European Union by Council Decision (EU) 2016/1841[3] , (the 'Paris Agreement') entered into force in November 2016. The Parties to the Paris Agreement have agreed to hold the increase in the global average temperature to well below 2 °C above pre-industrial levels and to pursue efforts to limit the temperature increase to 1,5 °C above pre-industrial levels.	(1) The Paris Agreement adopted under the United Nations Framework Convention on Climate Change ***(UNFCCC)***, approved on behalf of the European Union by Council Decision (EU) 2016/1841[3] , (the 'Paris Agreement') entered into force in November 2016. The Parties to the Paris Agreement have agreed to hold the increase in the global average temperature to well below 2 °C above pre-industrial levels and to pursue efforts to limit the temperature increase to 1,5 °C above pre-industrial levels. ***That commitment has been reinforced with the adoption under the UNFCCC of the outcome of the first global stocktake on 13 December 2023 in Dubai, in which the Conference of the Parties to the UNFCCC, serving as the meeting of the Parties to the Paris Agreement, resolved to***

accelerate efforts to limit the temperature increase to 1,5 °C and adopted the United Arab Emirates Consensus.

[3] Council Decision (EU) 2016/1841 of 5 October 2016 on the conclusion, on behalf of the European Union, of the Paris Agreement adopted under the United Nations Framework Convention on Climate Change (OJ L 282, 19.10.2016, p. 1, ELI: http://data.europa.eu/eli/dec/2016/1841/oj).

[3] Council Decision (EU) 2016/1841 of 5 October 2016 on the conclusion, on behalf of the European Union, of the Paris Agreement adopted under the United Nations Framework Convention on Climate Change (OJ L 282, 19.10.2016, p. 1, ELI: http://data.europa.eu/eli/dec/2016/1841/oj).

Amendment 3

Proposal for a decision
Recital 2

Text proposed by the Commission	*Amendment*
(2) Decision (EU) 2015/1814 of the European Parliament and of the Council[4] established a market stability reserve in order to address the risk of supply and demand imbalances in the European carbon market ***and to improve*** its resilience to shocks.	(2) Decision (EU) 2015/1814 of the European Parliament and of the Council[4] established a market stability reserve in order to address the ***historical oversupply that had accumulated in the system for greenhouse gas emission allowance trading within the Union (EU ETS), established by Directive 2003/87/EC of the European Parliament and of the Council[4a], and to address the*** risk of supply and demand imbalances in the European carbon market***, thereby improving*** its resilience to shocks.

[4] Decision (EU) 2015/1814 of the European Parliament and of the Council of 6 October 2015 concerning the establishment and operation of a market stability

[4] Decision (EU) 2015/1814 of the European Parliament and of the Council of 6 October 2015 concerning the establishment and operation of a market stability

reserve for the Union greenhouse gas emission trading scheme and amending Directive 2003/87/EC (OJ L 264, 9.10.2015, p. 1, ELI: http://data.europa.eu/eli/dec/2015/1814/oj).	reserve for the Union greenhouse gas emission trading scheme and amending Directive 2003/87/EC (OJ L 264, 9.10.2015, p. 1, ELI: http://data.europa.eu/eli/dec/2015/1814/oj). [4a] ***Directive 2003/87/EC of the European Parliament and of the Council of 13 October 2003 establishing a system for greenhouse gas emission allowance trading within the Union and amending Council Directive 96/61/EC (OJ L 275, 25.10.2003, p. 32, ELI: http://data.europa.eu/eli/dir/2003/87/oj).***

Amendment 4

Proposal for a decision
Recital 3

Text proposed by the Commission	*Amendment*
(3) An ***analysis of the*** orderly functioning of the European carbon market and the market stability reserve ***carried out in accordance with Article 3 of Decision (EU) 2015/1814 indicates that, in order*** to increase long-term market predictability, allowances held in the reserve above ***400*** million allowances should ***no longer*** be considered invalid.	(3) ***To ensure*** the orderly functioning of the European carbon market and ***of*** the market stability reserve ***and*** to increase long-term market predictability, ***while also ensuring the contribution and alignment of allowances to the Union's 2040 and 2050 climate targets and protecting against the risk of supply and demand imbalances of allowances on the market and in the market stability reserve,*** allowances held in the reserve above ***650*** million allowances should be considered invalid ***as of 1 March 2027***.

Amendment 5

Proposal for a decision

Article 1 – paragraph 1
Decision (EU) 2015/1814
Article 5 – paragraph 2

Text proposed by the Commission	*Amendment*
In Article 5 of Decision (EU) 2015/1814, the following paragraph is added:	***deleted***
Article 1(5a) shall cease to apply from [insert date of entry into force of this act].	

Amendment 8

Proposal for a decision
Article 1 a (new)
Decision (EU) 2015/1814
Article 1 – paragraph 5 a

Present text	*Amendment*
	Article 1 a (new)
	"***In Article 1 of Decision (EU) 2015/1814, paragraph 5a is replaced by the following:***
5a. Unless otherwise decided in the first review carried out in accordance with Article 3, from 2023 allowances held in the reserve above 400 million allowances shall no longer be valid.	‘5a. Unless otherwise decided in the first review carried out in accordance with Article 3, from 2023 ***until 31 January 2027*** allowances held in the reserve above 400 million allowances shall no longer be valid.
	From 1 February 2027, allowances held in the reserve above 650 million allowances shall no longer be valid.’ "