NOTE

From: General Secretariat of the Council
To: Council
Subject: European Council (17 and 18 December 2015) - Draft conclusions

In accordance with Article 2(3)(a) of the Council's Rules of Procedure, delegations will find attached the draft conclusions prepared by the President of the European Council, in close cooperation with the member of the European Council representing the Member State holding the six-monthly Presidency of the Council and with the President of the Commission.
I. **MIGRATION**

1. Over the past months, the European Council has developed a strategy aimed at stemming the unprecedented migratory flows Europe is facing. However, implementation is insufficient and has to be speeded up. For the Schengen acquis to be preserved it is indispensable to regain control over the external borders. Deficiencies, notably as regards hotspots, relocation and returns, must be rapidly addressed. The EU institutions and the Member States must urgently:

   a) address the shortcomings at the Schengen external borders, notably by ensuring systematic security checks with relevant databases, and prevent document fraud;

   b) address deficiencies in the functioning of hotspots, including by establishing the necessary reception capacity to achieve their objectives; rapidly agree a precise calendar for further hotspots to become operational; ensure that Frontex and EASO have the necessary expertise and equipment;

   c) ensure systematic identification, registration and fingerprinting, and take measures to tackle refusal of registration and stem irregular secondary flows;

   d) implement relocation decisions as well as consider including among the beneficiaries of existing decisions other Member States under high pressure who have requested this;

   e) ensure the actual return of people not authorised to stay and provide support to Member States as regards return operations;

   f) enhance measures for fighting smuggling and trafficking of human beings;

   g) ensure implementation and operational follow up to:

      - the High Level Conference on the Eastern Mediterranean - Western Balkans route and bring support to non EU Member States along the Western Balkans route to accomplish registration according to EU standards;
      - the Valletta Summit, particularly as regards returns and readmission, and
      - the EU-Turkey Action Plan;

   h) implement the agreed resettlement scheme.
2. The Council should continue work on the crisis relocation mechanism taking into account experience gained, and the list of safe countries of origin. It should rapidly examine the Commission proposals of 15 December on a "European Border and Coast Guard", the Schengen Borders Code, "A voluntary humanitarian admission scheme", and travel documents for returns. The Commission will rapidly present the review of the Dublin system; in the meantime, existing rules must be implemented. It will also soon present a revised proposal on Smart Borders.

3. The Presidency, the Commission and the High Representative will report back on progress before the February meeting of the European Council.

II. FIGHT AGAINST TERRORISM

4. The Paris terrorist attacks of 13 November 2015 have only strengthened our resolve to continue our uncompromising fight against terrorism and to make full use of all the tools at our disposal, including close cooperation with key partners such as the United States. The measures set out in the Statement of the Heads of State or Government of 12 February 2015, including those operationalised by the Council conclusions of 20 November 2015, need to be urgently implemented. The European Council will keep the situation under review.

5. The recent terrorist attacks demonstrate in particular the urgency of enhancing information sharing, notably as regards:

   a) ensuring the systematic entry of data on foreign terrorist fighters into the Schengen Information System II;

   b) ensuring the systematic sharing of criminal records data for people connected to terrorism (and serious organised crime) and the extension of European Criminal Records Information System (ECRIS) to third country nationals;

   c) ensuring the interoperability of the relevant databases with regard to security checks;
d) improving information exchange between counter-terrorism authorities, supporting the work of the new Europol CT Centre, and

e) increasing Member States' contributions to Europol databases, as well as providing for the access of Europol and Frontex to relevant databases.

6. The agreement between the co-legislators on the proposal for a Directive on the use of passenger name record (PNR) data for the prevention, detection, investigation and prosecution of terrorist offences and serious crime paves the way for its rapid adoption and implementation which will constitute a crucial step in the fight against terrorism. The European Council recalls the commitment of the Member States to apply the PNR to intra-EU flights.

7. The commitment made by the Heads of State or Government last February for deeper cooperation between security services should be further pursued, in full respect of Member States' sole responsibility for national security, notably by structuring further their information exchange so that interested Member States can engage in enhanced joint threat analysis.

8. It is also crucial that Member States implement systematic and coordinated checks at external borders, including on individuals enjoying the right of free movement.

9. The Council will rapidly examine the Commission proposals on combatting terrorism and on firearms, in particular with a view to banning high-powered semi-automatic weapons. Member States should fully implement the Regulation on explosives precursors.

10. The Council and the Commission will take rapidly further action against terrorist finance in all domains identified by the Council of 20 November; regarding in particular asset freeze and other restrictive measures, priority should be given to strengthening and, if need be, extending the existing measures to tackle ISIL/Da'esh-related activity throughout the EU.

11. The EU will urgently strengthen counter-terrorism engagement with partners in North Africa, the Middle East, Turkey and the Western Balkans.
12. To support criminal investigations, work will be taken forward on obtaining electronic evidence, especially when located abroad. This will include further engagement with the internet industry.

13. The Commission and the EU Counter-terrorism Coordinator will monitor the situation closely and report to the Council.

III. **ECONOMIC AND MONETARY UNION**

14. Further to the Five Presidents' report on completing the Economic and Monetary Union requested by the December 2014 European Council, the European Council confirms its commitment to work towards completing the Economic and Monetary Union, in full respect of the internal market and in an open and transparent manner. It asks the Council to swiftly examine the proposals put forward by the Commission as a follow-up to the report. In particular, work should rapidly advance as regards:

a) more effective economic and fiscal governance, to boost competitiveness, convergence and sustainability;

b) the euro area's external representation, to better reflect its weight in the world economy;

c) the Banking Union, to enhance financial stability in the euro area.

The Council will report on the progress achieved by June 2016.

15. The legal, economic and political aspects of the more long-term measures contained in the report need to be further explored. The European Council will come back to those measures at the latest by the end of 2017.
IV. INTERNAL MARKET

16. The internal market is Europe's main engine for growth and job creation and a key to investment and increasing European competitiveness. To reap all its benefits it is crucial for its legislation to be transparent, simple and based on the most efficient tools, such as harmonisation as well as mutual recognition. It should also be effectively and fully applied and enforced in practice, while adapting it to emerging challenges and minimising burdens on economic actors. Further to the Commission's initiatives to strengthen and deepen the Single Market, the European Council:

a) calls for the implementation of the roadmap to delivering on the Single Market Strategy to achieve a deeper Single Market for goods and services in all key areas;

b) in the interest of consumers and industry alike, invites the EU institutions to accelerate implementation of the Digital Single Market Strategy;

c) further to the Action Plan on Capital Markets Union, calls on the Parliament and Council to reach rapid agreement on the early actions, including securitisation.

V. ENERGY UNION WITH A FORWARD-LOOKING CLIMATE POLICY

17. The European Council welcomes the historic outcome reached in Paris where the world adopted the first-ever global and legally-binding climate agreement with the aim to put it on track to limit global warming to well below 2°C. It invites the Commission and the Council to assess the results of COP21 by March 2016, in particular in view of the 2030 climate and energy framework.
18. The European Council assessed progress in building the Energy Union with a forward-looking climate policy in all its dimensions. In this context, it calls for:

a) swift submission of the relevant legislative proposals in line with its previous guidance;

b) full implementation of the legislation on energy-efficiency and other measures, such as improved investment opportunities, in order to meet the 2020 target;

c) preparation of an integrated strategy for research, innovation and competitiveness;

d) swift implementation of projects of common interest and optimal use of infrastructure for the benefit of a fully-functioning and interconnected market and energy security. Any new infrastructure should entirely comply with the Third Energy Package and other applicable EU legislation as well as with the objectives of the Energy Union, such as reduction of energy dependency and diversification of suppliers, sources and routes.

VI. UNITED KINGDOM

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VII. SYRIA

19. The European Council fully supports the efforts of the International Syria Support Group to end the conflict in Syria through a political process in line with the 2012 Geneva Communiqué, and the efforts of the Global Coalition to defeat the regional and global threat posed by ISIL/Da'esh. The EU is committed to continue its active engagement in the International Syria Support Group and in the Global Coalition against ISIL/Da’esh.