Sustainability Due Diligence & Social Economy

By Miguel Toledano
1. Corporate Sustainability Due Diligence

Directive

Proposal by Commission, currently discussed at EP

Negotiation with Council (Interests of Member States)

Committees:
JURI (report), EMPL, ENVI, IMCO, ITRE, ECON, CONT, LIBE, FEMM, AFCO, DEVE, CULT, AFET, INTA
Goal

Sustainability:
1. Environment
2. Human rights
3. Governance (social)
Challenges

**Scope**
- Size of Companies affected
- Value Chain vs. Supply Chain
- High risk sectors, activities

**Administrative burden**
- More regulation
- Delocalisation (Inflation Reduction Act)
- Proportionality: One step

**Legal tradition**
- Self-responsibility
- Infraction vs. risk, legal security
- *Pacta sunt servanda*, Police

**Administrative burden**
- More regulation

**Delocalisation**
- Inflation Reduction Act

**Proportionality**
- One step
2. Social Economy

European Commission Action Plan

01 | Digital, Green
02 | Reinvestment of profit
03 | Democratic governance
04 | Social or collective goal
Current deadline for PLEDGES:

28 February 2023
Thank you.
miguel.toledano@europarl.europa.eu