

EP Hearing

Implementing the Services Directive: Lift-Off for Mission Growth

The remaining barriers for companies

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Services in Europe

- Services key for growth and Europe's competitiveness
- The Services Directive has improved the business environment: many national requirements modernised or abolished
- Yet, many remaining barriers for companies (regulatory and administrative) on the ground, in particular in a cross-border setting





Barriers related to implementation of SD (1)

- Services Directive: still not fully implemented and correctly applied in all MS!
- Issues with "grey zones" Article 15 and 16: often poor proportionality analyses / protectionism
- Ensure "act as agreed": report and benchmarking to Competitiveness Council and European Parliament



Barriers related to implementation of SD (2)

Points of Single Contact (PSC)

- •can provide great benefits, cost reduction for both:
 - companies by online information and assistance
 - governments by e-government tools
- •Yet, much room for improvement:
 - Make full online procedure possible -> e-signature
 - More and accurate information
 - More languages
- Sign up to an ambitious "PSC Charter"





Integrated approach needed

- ➤ Need for in-depth analysis of ALL remaining barriers affecting service providers also beyond remit of SD
- Need for consistence in other EU directives and initiatives





Many other barriers <u>outside</u> remit SD (1)

a. Sectors not covered by SD (private security, healthcare)

b. Other issues:

- Lack of recognition of professional qualifications
- Number of regulated professions and specialisations
- Double insurance issues
- Lack of mutual recognition/conflicting national standards





Other barriers outside remit SD (2)

- b. Other issues (continued):
- Disproportionate rules on spatial planning
- Heavy legal form and ownership requirements
- Legal uncertainty in subcontracting
- A lack of productivity in business services



To conclude:

- Act <u>now</u> for growth and jobs! Define next steps to further integrate Europe's services markets
- Integrated approach needed:
 - Enforce Services Directive + benchmark progress
 - Also beyond the remit of the SD:
 - Less regulated professions and better recognition professional qualifications
 - ➤ Less regulatory burden (insurance, legal forms); boost business to business productivity of services industry

