

Simplification proposals

A list of simplification proposals for EU legislation from the Swedish government

July 2025

Contents (divided by responsible DG)

| Simplification proposals1 |
|---|
| 1.1 Directorate-General for Budget |
| 1.2 Directorate-General for Climate Action and Directorate-General for |
| Environment4 |
| 1.3 Directorate-General for Communications Networks, Content and |
| Technology5 |
| 1.4 Directorate-General for Competition6 |
| 1.5 Directorate-General for Economic and Financial Affairs7 |
| 1.6 Directorate-General for Employment, Social Affairs and Inclusion8 |
| 1.7 Directorate-General for Energy |
| 1.8 Directorate-General for Environment |
| 1.9 Directorate-General for Financial Stability, Financial Services and Capital |
| Markets Union |
| 1.10 Directorate-General for Health and Food Safety |
| 1.11 Directorate-General for Internal Market, Industry, Entrepreneurship |
| and SMEs |
| 1.12 Directorate-General for Justice and Consumers |
| 1.13 Directorate-General for Maritime Affairs and Fisheries |
| 1.14 Directorate-General for Migration and Home Affairs |
| 1.15 Directorate-General for Mobility and Transport |
| 1.16 Directorate-General for Regional and Urban Policy |
| 1.17 Directorate-General for Single Market or Digital services |
| 1.18 Directorate-General for Taxation and Customs Union |
| 1.19 Directorate General for Trade and Economic Security |

1.1 Directorate-General for Budget

| Simplification Proposals for Existing Legislation | | |
|---|---|---|
| Legislation | Issue | Simplification Proposal |
| Regulation (EU, | According to article 127 of the | Assess whether the provisions |
| Euratom) 2024/2509 | Financial Regulation, where an | of cross-reliance on audits need |
| of the European | audit of the use of EU funds has | to be updated in order to avoid |
| Parliament and of | been conducted by an | duplication of efforts, without |
| the Council of 23 | independent auditor based on accepted standards, this audit | imposing laxer auditing standards. Consider whether the |
| September 2024 on | should form the basis of the | Commission to a larger extent |
| the financial rules | overall assurance. This will avoid | should rely on audit authorities |
| applicable to the | reduce overlapping and | of Member States |
| general budget of | unnecessary work, reduce the | |
| the Union (recast). | overall costs of auditing and | |
| Article 127 | reduce the administrative | |
| | burden of those subject to the | |
| | audit. However, during the | |
| | development and implementation of the Recovery | |
| | and Resilience Plans, the | |
| | administrative burden associated | |
| | with evaluations was | |
| | unnecessary large. | |

1.2 Directorate-General for Climate Action and Directorate-General for Environment

| General Simplification Proposals | | |
|----------------------------------|------------------------------------|--------------------------------|
| Legislation | Issue | Simplification Proposal |
| CO2 labelling and | As highlighted in 9.2.5 of the | Revise CO2 labelling to ensure |
| Life Cycle | government's climate policy | clear consumer information on |
| Assessment | action plan, consumer choice is | vehicle emissions and energy |
| | crucial for which vehicles are | use. Base labelling on a |
| | brought to the market. | harmonized Life Cycle |
| | Consumers need to be provided | Assessment to standardize and |
| | with the best possible | simplify incentives across the |
| | information about the vehicle's | EU. |
| | environmental and energy | |
| | properties when purchasing in | |
| | order to make informed choices. | |
| | However, there is not enough | |
| | evidence for life cycle labelling | |
| | at a national level. A solution is | |
| | therefore needed at EU level | |
| | and legislative proposals are | |
| | expected to come. | |

1.3 Directorate-General for Communications Networks, Content and Technology

| Simplification Proposals for Existing Legislation | | |
|--|---|--|
| Legislation | Issue | Simplification Proposal |
| NIS2 Directive: new rules on cybersecurity of | The Directive puts considerable obligations and an administrative burden on European firms. | The directive should better reflect the commissions ambition to simplify legislation to boost European |
| network and information systems, (Directive (EU) 2022/2555) | | competitiveness. |

1.4 Directorate-General for Competition

| Simplification Proposals for Existing Legislation | | |
|---|---|--|
| Legislation | Issue | Simplification Proposal |
| Regulation (EU) No | The EU state aid framework | Assess the contents of the state |
| 651/2014 declaring | contains different terms that | aid framework, especially |
| certain categories of | seemingly refer to the same concept. The framework also | GBER, in order to standardize terminology as well as |
| aid compatible with | contains sentences that are long | shortening and clarifying |
| the internal market | and therefore difficult to | sentences. |
| in application of | interpret. This causes | |
| Articles 107 and 108 | unnecessary confusion and | |
| of the Treaty | requires additional resources by | |
| | the authorities using the framework. | |

1.5 Directorate-General for Economic and Financial Affairs

| General Simplification Proposals | | |
|----------------------------------|--|---|
| Legislation | Issue | Simplification Proposal |
| N/A | There are no EU-wide rules on how to keep accounting records. It is therefore possible for Member States to have rules in place that prevent accounting records from being digitally preserved. The obligation to keep accounting records in original entails administrative burdens and costs for businesses. | In an effort to simplify and reduce administrative burdens and costs for undertakings operating cross border, the EU could adopt rules requiring Member States to allow undertakings to store accounting information digitally. |
| N/A | Member States' Recovery and Resilience Plans are regulated by the Council's implementing decisions, financing agreements and operational agreements. During the work with the Plans, the Commission has presented additional guidelines and definitions at late stages of the process. The Commission has also asked for input that goes beyond the scope of prior agreements. This has caused unnecessary administrative costs at Member State level. | In the event of similar processes in the future, EU legislation and other provisions should safeguard a transparent and predictable process in which unnecessary administrative costs are avoided, without lowering the protection of the Union budget. |

1.6 Directorate-General for Employment, Social Affairs and Inclusion

| Simplification Proposals for Legislative Proposals Currently Subject to Negotiation | | |
|--|---|--|
| Legislation | Issue | Simplification Proposal |
| Proposal for a Directive of the European Parliament and of the Council on improving and enforcing working conditions of trainees and combating regular employment relationships disguised as traineeships ('Traineeships Directive') COM/2024/132 | The proposed Directive could put considerable reporting obligations/ administrative burdens on employers, which run the risk of discouraging employers, especially SMEs, from providing traineeship opportunities. Limited added value as the proposal can only target trainees that are already workers. The proposal would add to an increase fragmentation to the EU labour law. | SE could support the PCY proposal for GA. A Directive's scope must be limited to open market traineeships and there must be ample room for different national contexts including room for social partners to find suitable solutions via collective bargaining. SE would not oppose if the COM as an alternative choose to withdraw the proposal for a Directive and instead focus on the update of the recommendation |
| final | | |
| Revision of Regulation No 883/2004 and Regulation No 987/2009 on coordination of social security systems | The revision has been under negotiations for over eight years due to challenges in finding a compromise solution acceptable to both the Council and the European Parliament. Current provisions are in many ways outdated and do not respond to the social and economic realities in the Member States. | There is a pressing need for modernised rules on social security coordination in place, both for employees, businesses and administrations. Effective social security coordination is crucial for the functioning of the internal market and the EU's competitiveness. SE therefore wishes to see an agreement on the revision as soon as possible. |
| | General Simplification Prop | oosais |
| Forthcoming initiative on the | Fear for unnecessary regulatory and administrative burdens in an | It is important that the COM proceeds step by step and |

right to disconnect and tele work

already complex legal landscape related to working time and health and safety. A legally binding initiative, a Directive, may also affect the social partners' room for manoeuvre to agree through collective agreements.

carefully analyses the needs to avoid overlaps with existing regulations and considers the benefits of non-binding alternatives. Any initiative in this area should be flexible and without detailed regulation and ample room for social partners to find solutions via collective agreements.

Forthcoming Action Plan on the European Pillar of Social Rights

In the employment and social policy area a minimalistic approach should be applied as regards new initiatives. Initiatives should contribute to competitiveness and have clear added value. This should be applied in the forthcoming Action Plan on the European Pillar of Social Rights. Not only directives but also soft law instruments often carry administrative burden in monitoring with only limited added value. Such examples are the Council recommendation of 16 June 2022 on ensuring a fair transition towards climate neutrality and Council recommendation of 27 November 2023 on developing social economy framework conditions.

Apply a minimalistic approach to new initiatives in the employment and social policy area and thoroughly analyse its added value – in particular in view of the forthcoming Action Plan on the European Pillar of Social Rights.

1.7 Directorate-General for Energy

| Simplification Proposals for Existing Legislation | | |
|---|-----------------------------------|------------------------------------|
| Legislation | Issue | Simplification Proposal |
| Directive (EU) | Energy legislation has a direct | The directive should facilitate |
| 2023/2413 of the | impact on competitiveness, | for MS to meet the binding |
| European | energy price and public and | headline target. The importance |
| Parliament and of | industrial acceptance for | of such reform increases as the |
| the Council | ambitious climate policies. | energy transition progress and |
| of 18 October 2023 | Moving towards 2040 targets | low-hanging fruits have been |
| amending Directive | makes it necessary to adopt a | picked. Placing more focus on |
| (EU) 2018/2001, | new approach in legislation to | the binding headline target while |
| Regulation (EU) | enable reasonable energy prices, | drastically reducing the number |
| 2018/1999 and | boost competitiveness and | of sub-targets and detailed |
| Directive 98/70/EC | maintain public acceptance. | regulations would lower the cost |
| as regards the | | for renewable energy, drive |
| promotion of energy | In addition to the binding target | innovation and support |
| from renewable | 42,5% renewable energy by 2030 | competitiveness as industries, |
| sources, and | the renewable energy directive | regions and MS develop and |
| repealing Council | also includes 12 numeric sub- | compete with their most cost- |
| Directive (EU) | targets specifying how, where | efficient alternatives to fossil |
| 2015/652 | and with what the headline | fuels. |
| | target must be achieved. The | |
| | directive also includes various | Ensuring that the headline target |
| | detailed specifications requiring | is met is critical. The binding |
| | considerable administrative | headline EU-target (art. 3.1) |
| | efforts to verify compliance. | could possibly be made binding |
| | | at MS level – if: 1) sub-targets |
| | The very detailed legislation | and detailed requirements on |
| | makes renewable energy more | transport, industry, heating and |
| | expensive, hampers innovation, | cooling and joint and innovative |
| | increases administrative burden | projects would be drastically |
| | and counteracts | reduced, and. 2) Binding targets |
| | competitiveness. | at MS level is based on an |
| | | increasing convergence among |
| | Furthermore, the detailed | MS national targets the closer |
| | requirements adds little value to | we get to 2050 (i.e. all MS |
| | what is achieved anyway if the | should have substituted all fossil |
| | EU achieves its binding headline | fuels by 2050). |
| | target more cost-efficient. | |
| | | To include a component of |
| | Restricting a reform to only | technology neutrality the |
| | amendments of industries' | binding headline target for 2040 |

reporting requirements would be purely cosmetic changes without any impact on competitiveness, energy price or public acceptance could be divided in two binding components; one target for renewable energy (with a floor and ceiling), complemented with one higher target that can be met with any fossil free energy (including nuclear). That higher target should correspond to the trajectory for each MS to phase out all fossil fuels by 2050.

One possible compromise could be to let MS choose between a) staying under a common headline target at EU level and comply with all sub-targets and detailed requirements, or b) not have to comply with all sub-targets and detailed requirements but follow a national trajectory towards a fossil free national energy system by 2050.

Directive (EU)
2023/1791 of the
European
Parliament and of
the Council of
13 September 2023
on energy efficiency
and amending
Regulation
(EU) 2023/955
(recast) Article 4

During the last revision of the EED-directive the final energy consumption-part of the overarching EU-energy efficiency target become binding. The member states contribute to the overarching target by fulfilling non-binding national contribution by lowering their final energy use from 2020 to 2030. However, the calculation method that is used to divide the national contributions between the member states, doesn't take the ongoing electrification into account. The reference scenario uses data from the former NECP:s from 2019 (with an inclusion of data from 2020) where some countries already have included an decrease in

The Commission needs to review the method so that it better matches reality. The countries that have already included a reduction in final energy use by 2030 should be able to take credit for it instead of a further reduction being imposed. Alternatively, countries that electrify and thus contribute to the EU's reduced climate emissions should receive an advantage in the distribution of national contributions.

their scenario of the final energy use till 2030, while some countries have stated an increase of their final energy use in their scenario till 2030. This leads to that the member states which have stated an increase of final energy use in their NECP:s they will have to contribute less to the overarching EU-target than countries that have already stated an decrease. Also, since the reference scenario leans on data from the previous NECP from 2019 (with an inclusion of data from 2020) the calculation method doesn't consider updated data from member states, which for Sweden means that the ongoing electrification is not included. The national contribution is therefore contrary to the ongoing electrification which is highly needed in order to contribute to the EU's decarbonisation.

Directive (EU)
2023/1791 of the
European
Parliament and of
the Council of
13 September 2023
on energy efficiency
and amending
Regulation
(EU) 2023/955
(recast) Article 8

The requirements for a certain percentage of energy savings measures to relate to energy poverty creates unnecessary complexity in the design of policy instruments, and an unnecessary administrative burden, where energy companies' risk having to handle very extensive customer-related information. There is furthermore a risk that the measure will lead to increased investment costs for the "energy poor" and great difficulties in getting an accurate design of policy instruments.

Abolish the requirements for a certain percentage of energy savings measures to relate to energy poverty. Energy efficiency instruments with a general design have better conditions for achieving set overall energy saving goals. In Sweden energy poverty is furthermore principally handled by measures targeting poverty more generally through the welfare state.

Directive (EU) The energy savings requirements Capturing waste heat and using do not take in to account the it for heating purposes should 2023/1791 of the energy efficiency of using heat not be counted as "using European that would otherwise have gone energy" in the context of Parliament and of to waste. Waste heat has a fulfilling the energy savings the Council of primary energy factor of 0 and target. Hence, all waste heat 13 September 2023 should not be counted as energy used in for example district on energy efficiency to be saved. heating should be deducted from the energy savings gap. and amending Regulation (EU) 2023/955 (recast) Article 8 Directive (EU) The energy savings requirements Apply a discount when it comes do not take in to account the to energy savings requirements 2023/1791 of the energy mix or the electrification depending on the electricity mix European ambitions of different MS. and rate of electrification of Parliament and of Increasing electrification and individual MS. The emphasis the Council of investments in renewable and should be on targeting fossil 13 September 2023 fossil free electricity production electricity production and usage. on energy efficiency while simultaneously imposing energy savings measures risks and amending leading to suboptimal and Regulation socioeconomically expensive (EU) 2023/955 outcomes. (recast) Article 8 Directive (EU) Setting special requirements for Abolish the setting of special public buildings as a model and requirements for public 2023/1791 of the requirements of 3% energy buildings as a model and European renovation/year is redundant in requirements of 3% energy Parliament and of relation to the parallel renovation/year the Council of implementation of EPBD, 13 September 2023 which sets general renovation on energy efficiency requirements for public buildings as well. Public and amending building owners are subjected to Regulation parallel renovation requirements (EU) 2023/955 that are not coordinated. (recast) Article 6 Indirectly, this type of goal also risks leading to too narrow a system perspective where energy efficiency from an energy system perspective is lost.

Directive (EU) 2024/1275 of the European Parliament and of the Council of 24 April 2024 on the energy performance of buildings (recast) The overall challenge with the EPBD is that it is overly detailed and has a high impact on the daily lives of citizens. Many of the measures are relevant in the context of a fossil-based energy system, and when there is a need to reduce the dependency on fossil fuel imports. However, as the energy system step-by-step becomes more decarbonized, this link is less clear. Therefore, the cost-benefit balance of EPBD is more unclear than with many other legal acts.

The most appropriate solution would be to introduce a pause for new revisions of the EPBD of at least 10 years, to allow for countries to meet the obligations of the current revision and to allow the effects to play out. The Commission should be able to conduct review and analysis (in accordance with Article 28) but should not propose that new revisions of the directive come into force within this timeframe. The current revision has detailed targets extending to 2030, 2033 and 2035, as well as longer-term targets to 2040, 2045 and 2050. It is important to be able to evaluate the requirements and the achievement of the targets before starting to discuss new requirements. The Directive also establishes a framework of National Building Renovation Plans (NBRPs), including how these should be renewed, spanning the entire period until 2050, when the entire building stock should meet the criteria for ZEB. This provides good governance for this sector for a long time to come.

Directive (EU) 2024/1275 of the European Parliament and of the Council of 24 April 2024 on the energy performance of buildings (recast) Article 10 Article 10, solar energy in buildings. The mandatory solar energy requirements for property owners can lead to a distortion of competition in relation to large-scale electricity producers and increased costs for electricity grid companies to handle large amounts of distributed electricity production far out in the electricity grids.

Higher degree of flexibility in the application of solar energy requirements, to adapt the deployment of solar energy to national conditions, such as solar radiation and energy mix. Directive (EU)
2024/1275 of the
European
Parliament and of
the Council of 24
April 2024 on the
energy performance
of buildings (recast)
Article 13

Article 13, technical building systems. To detailed requirements, especially 13(3), 13(5), 13(9) and 13(12). The level of detail of the requirements on the technical installations is very high. This gives less flexibility when fulfilling specific needs of a certain building.

Consider reducing the level of detail. Also change the 70 kW limit for BACS installations by 2029, in order to reduce the number of buildings covered by the requirements. Lower the requirements regarding automatic lighting controls with occupancy detection.

Directive (EU)
2024/1275 of the
European
Parliament and of
the Council of 24
April 2024 on the
energy performance
of buildings (recast)
Article 14

Article 14, sustainable mobility. This article is too detailed, includes retroactive requirements, and can give unproportionate burden on microenterprises and households. The previous revision of EPBD included the possibility of exemptions for SMEs. It is unclear why these exemptions where removed, especially considering microenterprises and voluntary-based organizations.

Re-introduce the exemptions for SMEs from the previous revision. Also skip requirements regarding bike parking, as it is outside the scope of EPBD.

1.8 Directorate-General for Environment

| Legislation | Issue | Simplification Proposal |
|---|---|--|
| Proposal for a Directive on substantiation and communication of explicit environmental claims (Green Claims Directive) 2023/0085 (COD) 22.03.2023 | A pending proposal which entails a substantial administrative burden for companies wishing to communicate their environmental and climate performances. Other EU legal acts already govern the objectives of the directive and environmental claims, and there is a significant risk of overlapping regulations. | The directive should be suspended. Other EU legal acts have come into force that fulfil the purpose of the proposal. Evaluate how the directives below can address consumers' need for better information, without a new legislative act. - Directive (EC) 2024/825 amending Directives 2005/29/EC and 2011/83/EU as regards empowering consumers for the green transition through better protection against unfair practices and through better information, - Changes in Directive 2005/29/EC as regards unfair business-to-consumer commercial practices in the internal market - 2025/40 as regards packaging maste - 2022/2464 as regards corporate sustainability reporting |
| Upcoming revision of the REACH Regulation | | The provisions on the restriction of harmful substances in consumer and professional products should be amended. The phase-out of harmful substances should be based on intrinsic properties (rather than |

| | Т | |
|-----------------------|---|--|
| | | timelines. Such a change would make the restriction process faster and more efficient, while at the same time making it simpler and more predictable for |
| D 1.C | T . 1 | companies. |
| Proposal for a | Introduces unmotivated administrative burdens and costs | Withdrawal. |
| Regulation of the | but has low added value. | |
| European | Existing structures can be used | |
| Parliament and of | instead. | |
| the Council on a | | |
| monitoring | | |
| framework for | | |
| resilient European | | |
| forests COM | | |
| (2023)728 | | |
| Water Framework | The EU member states have | The EU-Commission should |
| Directive (WFD); | agreed to create a similar | identify and analyse possible inconsistencies in EU legislation |
| Directive | management of their waters through the Water Framework | that delay or hinder permitting |
| 2000/60/EC of the | Directive, WFD (2000/60/EC) | processes. In situations where |
| European | and to ensure the conservation | there are competing objectives, |
| Parliament and of | of flora and fauna species | the Commission needs to find |
| the Council of 23 | through the Birds Directive and | ways to balance the interests at |
| October 2000 | the Habitats Directive. There is | stake, for example article 4.7 in |
| establishing a | a possible need for an improved | WFD. Two such ways are |
| framework for | coherence with policy processes/areas, such as CRMA, | flexible solutions and compensatory measures without |
| Community action | NZIA, the Clean Industrial | compromising environmental |
| in the field of water | Deal, Vision for Agriculture, as | goals. For example, there is a |
| policy | well as to the European Climate | need to analyse and clarify the |
| | Adaption Plan and EU | possibilities to weigh different |
| | biodiversity strategy for 2030 to | interests against each other in |
| | simplify the implementation of | EU legislation related to land |
| | the policies/legislations. | and water use. This is important to facilitate and speed up |
| | | permitting processes as well as |
| | | to improve the implementation |
| | | of relevant legislation, such as |
| | | the Water Framework Directive, |
| | | the Birds Directive and the |
| | | Habitats Directive. There is |
| | | room for improvement without |

compromising high environmental standards.

Simplification Proposals for Existing Legislation

EUDR, (EU 2023/1115) on the making available on the Union market and the export from the Union of certain commodities and products associated with deforestation and forest degradation and repealing Regulation (EU) No 995/2010 The regulation is very unclear. Overall, the problem remains that companies, as a result of the regulation, face a disproportionately high administrative burden to avoid disproportionately severe sanctions or disproportionately negative economic consequences.

The provisions of the regulation and its application need to become more proportionate, both in terms of administrative burden and sanctions. An example of simplification would be to maintain the strict traceability requirement from forest to industry gate/terminal as in the Renewable Energy Directive. Thereafter, allow mass balance among deforestation-free raw materials from several different production sites that have been mixed, i.e., more like the current practice in traceability certifications.

The Natura 2000 network and **Council Directive** 92/43/EEC of 21 May 1992 on the conservation of natural habitats and of wild fauna and flora, and Directive 2009/147/EC of the European Parliament and of the Council of 30 November 2009 on the conservation of wild birds

The rules that apply to protected and endangered species are found in the EU's two nature conservation directives: the Birds Directive and the Habitats Directive. The directives mean that Sweden has a long-term responsibility to ensure that designated natural habitats and species remain and have a favourable conservation status in the country. With the support of the directives, valuable areas are selected to be included in the EU's network of protected areas, the Natura 2000 network.

There is a need to review the nature conservation directives (species and habitat as well as N2000), there must be a possibility for exemptions for socially important activities, such as mines (ore bodies and other geological formations are site-specific). There must be opportunities to review the areas and to adjust the geographical distribution for specific socioeconomic and security reasons. Large contiguous areas hinder regional development and industrial establishment. Access to land is a problem today. The regulations are outdated and prevent any infrastructure, industries, hotels, etc., from

| Regulation (EU) 2024/1991 of the European Parliament and of the Council on the restoration of nature and amending Regulation (EU) 2022/869 | The regulation (NRL) means that damaged nature must be restored in all member states, and it contains binding targets for the restoration of ecosystems, habitats, and species, with interim targets for 2030, 2040, and 2050. The targets apply to many different habitats and species, both in the sea, on land, and in freshwater. Necessary measures must be in place and cover at least 20 percent of the EU's land and sea areas by 2030 and all ecosystems that need to be restored by 2050. Until 2030, the restoration of Natura 2000 areas should be prioritized. For certain specifically designated habitat types, listed in an annex to the regulation and currently not in good condition, the regulation prescribes that member states should take measures to restore: at least 30 percent of the area by 2030, at least 60 percent of the area by 2040, at least 90 percent | being established in such areas. Today, 11% of Sweden's area is protected, with the largest areas in northern Sweden. The Nature Restoration Act needs to be reviewed and simplified, as its implementation could have potentially extensive consequences for a range of areas: the mining sector, the aggregate industry, agriculture, forestry, future urban planning, material, and energy production. |
|--|--|--|
| Batteries Regulation | of the area by 2050. Both the Batteries Regulation | Remove the possibility for MS |
| (Regulation | and the Packaging and | to require documentation on |
| 2023/1542(EU)) in | Packaging Waste Regulation | paper. The amendment should |
| Articles 18(2), | provide possibilities for MS to request documentation on | be introduced in the Battery Regulation and PPWR. |
| 38(10), 40(3), 41(8), | paper. However, the vast | Regulation and 11 wiv. |
| 42(6), and in the | majority of MS accept | |
| Packaging and | electronically submitted | |
| Packaging Waste | documentation. Paperwork | |
| Regulation | implies more work tasks for | |
| (Regulation | affected companies. Documentation to be submitted | |

| 2025/40(EU)) in | to different MS also needs to be | |
|-------------------------|-----------------------------------|--|
| Recital (77) and | handled in different ways. | |
| Articles 15(10), 16(1), | Further, the processing time for | |
| 18(8) and 19(6) | national authorities is extended. | |
| | | |

1.9 Directorate-General for Financial Stability, Financial Services and Capital Markets Union

| Legislation | Issue | Simplification Proposal |
|-------------------|--|--|
| Retail Investment | Both acts are still being | In FiDA, the mentioned issue |
| Strategy (RIS) | negotiated and hold potential | could be solved by introducing |
| (COM (2023) 279 | for simplification. In this sense, | market demand as a trigger for |
| final and COM | it could be considered low- | the sharing of specific data |
| (2023) 278 final) | hanging fruit to make changes | points. |
| Financial Data | before finalisation. Efforts | In DIC the proposed new |
| Access (FiDA) | would then be needed by the Council, the European | In RIS, the proposed new reporting requirements should |
| Regulation (COM | Parliament and the European | be removed since existing data |
| | Commission to improve the two | reporting is largely sufficient to |
| (2023)360 | acts. | fulfil the purpose. The propose |
| | | conditions in connection with |
| | In FiDA, one issue is that all | inducements should be |
| | financial institutions in all MS | substantially simplified or |
| | are required to share all data in | removed altogether (in that cas |
| | scope at a specific point in time, | implying to maintain existing |
| | regardless of market demand, | rules). |
| | resulting in high investment | |
| | costs with uncertain benefits. | |
| | | |
| | In RIS, considerable | |
| | improvements would be needed | |
| | during the trilogues to reduce | |
| | regulatory burden. We have | |
| | identified two priority areas for | |
| | simplification: 1) the new | |
| | reporting requirements proposed in order to collect data | |
| | for new benchmarks and peer | |
| | group comparisons, intended to | |
| | ensure value for money for retail | |
| | investors, are unnecessarily | |
| | burdensome and 2) the | |
| | proposed requirements for how | |
| | to cater for retail investors' best | |
| | interest and manage conflicts of | |
| | interest in connection with | |
| | inducements are overly complex. | |

| General Simplification Proposals | | | |
|--|---|--|--|
| Reporting according to several legislative acts in the financial services area | The aggregate regulatory reporting requirements imply costs and burdens for reporting institutions and supervisory authorities and are sometimes also overlapping and inconsistent. | As Sweden has proposed to the Commission, reporting requirements should be reviewed and overlapping and inconsistent reporting requirements should be removed. Possible efficiency gains through centralized reporting of data at the EU level should be considered, while ensuring access to data for national supervisory authorities. | |
| Amendments to the | A lot of unnecessary | Financial stability should be safeguarded and the possibilities to identify financial stability risks should therefore be safeguarded when assessing the potential for reducing reporting requirements. According to the finance | |
| Solvency II Directive (2025/2/EC) | administrative burden, especially due to reporting (e.g. QRTS) and disclosure (SFCR). This will increase with the new amendments of the Solvency Directive. | industry, Solvency II reporting should not be amended to include other topics which are already dealt with under specific legislation, e.g. sustainability reporting. In general, overlaps between annual report, SFCR, RSR and ORSA should be removed; content of the SFCR which is already included in the annual report should be deleted, e.g. regarding business, system of governance, description of balance sheet items according to local accounting rules or the list of supervisory board members and information on renumeration. These proposals by the finance industry are line with ambitions if the omnibus 1 act and should be considered going forward. | |

1.10 Directorate-General for Health and Food Safety

Simplification Proposals for Legislative Proposals Currently Subject to Negotiation Legislation Issue Simplification proposal **Pharmaceutical** The Swedish government The proposal for a new package: legislative framework for believes that the new rules Proposal for a pharmaceuticals contains several regarding pharmaceuticals provisions that will have an should create good conditions Directive of the impact on the European life for a balanced, predictable and European science for decades to come. efficient system that both large Parliament and of and small pharmaceutical the Council on the companies find advantageous Union code relating for their investments in to medicinal innovation in comparison with other regions. products for human use, and repealing **Directive** 2001/83/EC and **Directive** 2009/35/EC Proposal for a Regulation of the European Parliament and of the Council laying down Union procedures for the authorisation and supervision of medicinal products for human use and establishing rules governing the European Medicines Agency, amending Regulation (EC) No

1394/2007 and

Regulation (EU) No

536/2014 and repealing Regulation (EC) No 726/2004, Regulation (EC) No 141/2000 and Regulation (EC) No 1901/2006

Simplification Proposals for Existing Legislation

Regulation (EU)
2017/745 of 5 April
2017 on medical
devices of the
Council and
Regulation (EU)
2017/746 of 5 April
2017 on medical
devices for in vitro
diagnostics
Directive 98/79/EC
on medical devices
for in vitro
diagnostics

Industry representatives have highlighted that the regulations are complex and thus lead to unpredictability for several central processes, which also creates uncertainty for companies when launching products in the EU. The representatives highlight that as soon as possible after the ongoing evaluation carried out in 2025 is completed, the European Commission must come up with proposals on how the regulations should be amended or changed.

To increase predictability in the conformity assessment process a mechanism for scientific and clinical advice and structured dialogue between manufacturers and notified bodies should be introduced as well as timelines including stop-the-clock. The fees applicable to different actors in the conformity assessment process should be transparent and preferably based on a harmonized structure. To improve the attractiveness of the EU market and to insure keeping products on the market there is a need to make the processes smoother throughout the lifecycle of the device. To introduce standardised and harmonised protocols for applications to notified bodies and for technical documentation will relieve the administrative burden on the companies. Other examples of where the regulatory burden may be reduced are; focusing recertification on changes and safety aspects, avoid duplication of work by different actors in

| Regulation (EU) 2019/1381 of the European Parliament and of the Council of 20 June 2019 on the transparency and sustainability of the EU risk assessment in the food chain | All information claimed confidential either by falling under GDPR or by being Confidential Business Information (CBI) as defined by Article 63 of Regulation (EC) 1107/2009, requires individual justification on the precise piece of information. This increases administrative costs. | the system and reduction of unnecessary reporting requirements. A system of partly reliance should be considered in the EU framework. Exempt items obviously falling under GDPR by their very nature (e.g., names) from the obligation to provide a justification |
|--|---|--|
| Regulation (EU) 2022/2371 of 23 November 2022 on serious cross- border threats to health | The regulation does not require double reporting, the ambition is rather the opposite. However, in practice, this is sometimes the case. Most double reporting relates to the SPAR survey (IHR) and reporting linked to Article 7 of the regulation. The SPAR survey is a reporting requirement set out in the International Health Regulations, which the WHO is responsible for. | Continued development of the technical systems used for reporting and support to Member States from the Commission and ECDC. |
| Regulation (EU) No 1169/2011 on providing food information to consumers | There are Member State-specific rules governing the origin labelling, which creates additional costs in the food industry. In addition, there is a lack of common rules for labelling of products suitable for vegetarians/vegans, allergen labelling requirements and food enzymes content. This means that Member State-specific rules apply, which creates administrative costs. | Assess rules governing the labelling of origin and content, with a view to achieve a higher degree of harmonization |

| | | T | | |
|----------------------------------|--|---|--|--|
| Regulation (EU) | Small slaughterhouses (especially | National adaptations for flexible | | |
| 2017/625 – Official | in rural areas), often require | and more risk-based slaughter | | |
| Controls Regulation | meat inspections on short | control would reduce travel | | |
| (and Delegated | notice. The Swedish National | time, improve availability, and | | |
| Regulation (EU) | Food Agency struggles to | help businesses comply with | | |
| 2019/624 and | schedule these due to resource | regulations without unnecessary | | |
| • | limitations (staff) and long travel | delays and costs. By | | |
| Implementing | times for inspectors. This can | Implementing remote meat | | |
| Regulation (EU) | cause production delays and | inspection (ante-and | | |
| 2019/627) | economic consequences while | postmortem) using camera | | |
| | food safety, animal welfare, and disease control must be | technology and digital tools for | | |
| | maintained. It also increases | real-time inspection could | | |
| | control costs. | simplify while ensuring the same quality as physical inspections. | | |
| Regulation | The legislation is detailed and | The legislative area needs to be | | |
| · · | very complex. Its purpose is to | updated and harmonized from a | | |
| 1069/2009 laying | prevent and minimise risks to | simplification perspective. | | |
| down health rules as | human and animal health, and to | binipiniouasii perspecave. | | |
| regards animal by- | ensure the food and feed chain | | | |
| products and | is kept safe. Animal by-products | | | |
| derived products not | is in short parts of animals that | | | |
| intended for human | are not food, e.g. feed, meat and | | | |
| consumption | bone meal for fertilizing, | | | |
| _ | carcasses, slaughter residues, | | | |
| | biodigestion, biofuel etc. | | | |
| Regulation 767/2009 | Recycled minerals from | Sweden suggests the | | |
| on the placing on | wastewater are prohibited for | Commission to request a risk | | |
| the market and use | use in feed. (today phosphorus | assessment from EFSA, | | |
| of feed Annex III | is mainly imported from RU, | followed by necessary | | |
| | and it is a Swedish company that | amendments of the legislations. | | |
| | drives the development). | | | |
| General Simplification Proposals | | | | |
| Soft law initiatives | There is a need to ensure a | Soft law instruments often entail | | |
| in the field of health | proportionate administrative | administrative burden in | | |
| | burden relating to soft law | monitoring, sometimes with | | |
| policy | instruments. | unclear added value. There is a | | |
| | | need to reflect more on how to | | |
| | | better streamline and avoid | | |
| | | duplication in terms of reporting | | |
| | | obligations. | | |
| | | | | |

1.11 Directorate-General for Internal Market, Industry, Entrepreneurship and SMEs

| Simplification | Proposals for | Legislative Pr | roposals Currer | ntly Subject | to Negotiation |
|----------------|----------------|----------------|-----------------|--------------|----------------|
| Shiiphiication | i toposais ioi | Legislative I | oposais Currer | my subject | io regonanon |

| Legislation | Issue | Simplification proposal |
|-------------------|----------------------------------|-----------------------------------|
| Proposal for a | In order to provide for a more | The Commission should |
| Regulation of the | resilient and effective Single | withdraw the proposal, and, if |
| European | Market the rules in this area | still deemed necessary, return |
| Parliament and of | should be based on the freedom | with a recast of the current Late |
| | of contract and balance the | Payment Directive, |
| the Council on | interest of the parties. Also, | accompanied by an Impact |
| combating late | increased regulatory and | Assessment that analyses all |
| payment in | administrative burden for | relevant issues in-depth and |
| commercial | companies should be avoided. | justifies all policy choices made |
| transactions | The proposal, which includes | in a transparent manner. |
| | inter alia a maximum payment | |
| | period of 30 days and a system | |
| | of enforcement authorities, does | |
| | not meet these conditions, and | |
| | is not in line with the | |
| | Commission's new focus on | |
| | competitiveness and reduction | |
| | of burdens. | |

Simplification Proposals for Existing Legislation

| Council |
|---------------------|
| Regulation (EC) |
| No 2679/98 of 7 |
| December 1998 on |
| the functioning of |
| the internal market |
| in relation to the |
| free movement of |
| goods among the |
| Member States |
| |

Regulation 2679/98 establishes an obligation for the Member States to notify all other Member States on existing or planned short-term barriers to the free movement of goods. This includes situations where individuals through their actions create physical barriers to the free movement of goods, such as demonstrations and unlawful strike actions. The scope of the Regulation is however unclear, and the Commission has informed that the majority of notifications received concern barriers that are not covered by

To ensure that all EU legislation is fit for purpose, Sweden proposes that the regulation is repealed.

| EU directives on measuring instruments 2014/32/EU and 2014/31/EU | the regulation. In the last two years, there has been fewer than two notifications each year. The effectiveness of the regulation has also been questioned as there is technology that can track barriers and physical disturbances more efficiently and in real time. During the Commission's evaluation of the regulation, several national authorities highlighted that a repeal of the regulation would not have any negative effects on the free movement of goods. The Measuring instruments directive (MID) and the Directive on non-automatic weighing instruments (NAWI) are neither functionally neutral nor applicable to all existing measurement needs. In the absence of well-functioning EU regulation, MS will continue to develop their own solutions to address the problems. The Commission' proposal for a partial change of the Measuring Instruments Directive, including for electric vehicle supply equipment, is currently being negotiated. The proposed changes are in several ways too extensive and technically detailed, therefore not clearly aligned with the ambition to simplify regulations and reduce the regulatory burden. The implications for the coming revision of the full directives are also unclear. | Use the ongoing revision of the directives to develop a modernised framework that is aligned with the new legislative framework approach and the ambition to simplify regulations. The new legislation should be functionally neutral and applicable to future measuring needs. The ongoing partial revision should be as limited in scope as possible, so as not to make the full revision more difficult. |
|--|---|---|
| Directive | | To improve the mobility of |
| Directive | The freedom of establishment | To improve the mobility of |
| 2005/36/EC of | and the freedom to provide | professionals within the internal |
| The European | services are cornerstones of the internal market and facilitate the | market, Sweden proposes that the European Commission |

Parliament and of the Council of 7 September 2005 on the Recognition of Professional Qualifications mobility of businesses and professionals across the EU. It is estimated that 17 million EU citizens live or work in an EU country other than their home country. To a large extent, it is up to each Member State, under certain conditions, to decide whether a profession should be regulated. As a result, the number of regulated professions varies significantly between Member States. Sweden has approximately 158 regulated professions, such as doctors, veterinarians, security guards, lawyers, and real estate agents, which is relatively few compared to other EU countries. The regulation of professions is included on the European Commission's list of the ten most disruptive barriers to the internal market. The reason is that Member States impose different requirements for education, certification, and professional experience. Additionally, recognition procedures are organized at the national level, meaning that administrative practices, including documentation requirements, differ between Member States.

conduct a review of professional regulations with the aim of encouraging Member States to reduce the number of regulated professions in the EU, especially professions that are regulated only in one Member State.

General Simplification Proposals

Forthcoming Industrial Decarbonisation Accelerator Act

EU regulation regarding permitting in different sectoral legislation should be aligned to make it possible to have one national system, which applies to all industries. The forthcoming Industrial Decarbonisation Accelerator Act should be based on the provisions regarding permitting in the Net Zero Industry Act.

Lead time within the framework of vehicle regulation/ legislation linked to vehicles, not least regarding type approval of vehicles in EU (incl. megadecisions on EU positions regarding type approval on vehicles in UN regulations)

In various processes concerning legislation and regulation, for example type approval for vehicles, vehicle manufacturers often see problems with excessively tight lead times (between final regulation and implementation), which is a common SE position. This creates challenges in terms of adaptability, lack of predictability, high costs and administrative burdens, and negative impacts on competitiveness. Further, the EU legislation often does not take into account that there are different conditions for light and heavy duty vehicles.

Principles for lead time (between final regulation and implementation) linked to vehicle regulation/legislation linked to vehicles, for example type approval of vehicles, must be revisited and clarified. The exact lead times for light and heavy vehicles need to be analysed in more detail in order to formulate an appropriate solution from different perspectives. The industry proposal to establish a "Regulatory observatory" raised by ACEA is not deemed to be necessary to achieve this, but may rather add complexity to the regulations process.

Data legislation regarding vehicles - Access to invehicle data

There are over 20 existing EU regulations that governing the sharing of data from connected vehicles and given the scope of this regulation, there is no need for additional legislation. The Swedish automotive industry is concerned about the proposal, which they believe is an unnecessary regulation.

Implement existing data legislation and evaluate its impact and consequences for the automotive industry. There is no need for additional sector-specific legislation to regulate data in vehicles.

1.12 Directorate-General for Justice and Consumers

| Simplification Proposals for Existing Legislation | | | |
|---|--|--|--|
| Legislation | Issue | Simplification proposal | |
| Directive (EU) | The Directive contains | The Directive's provision in | |
| 2019/1937 of the | obligations to set up reporting | Article 8(6), regulating which | |
| European | channels, i.e. systems where | companies who can share | |
| Parliament and of | people working in a company, | reporting channels, should be | |
| the Council of 23 | for example, can safely and | amended to allow for reporting | |
| October 2019 on | confidentially report wrongdoings. Among other | channels at group level. | |
| the protection of | things, the recipient of the | | |
| persons who report | report is obliged to investigate | | |
| breaches of Union | the wrongdoing and provide | | |
| law | feedback on the action taken to | | |
| law | the reporting person. | | |
| | Before the Whistleblowing | | |
| | Directive, many groups had | | |
| | common reporting systems. The | | |
| | Directive requires each company | | |
| | to set up local reporting | | |
| | channels instead of group-wide ones, which creates major | | |
| | problems. It is very costly for | | |
| | companies, leads to less | | |
| | effective investigations, and | | |
| | actions risk being less vigorous. | | |
| | The parent company's ability to | | |
| | obtain information and act is | | |
| | greatly impaired. Confidentiality | | |
| | is more easily maintained with | | |
| A .: 1 . C . C | group-wide channels. | T . 1.1 995 . 1 | |
| Article 6a of | The Article states that any | Extend the possibility to make | |
| Directive 98/6/EC | announcement of a price reduction shall indicate the prior | exemptions to cover all food products in accordance with the | |
| of the European | price applied by the trader for a | definition in Regulation (EC) | |
| Parliament and of | determined period of time prior | No 178/2002 of the European | |
| the Council of 16 | to the application of the price | Parliament and of the Council of | |
| February 1998 on | reduction. The prior price | 28 January 2002 laying down the | |
| consumer | means the lowest price applied | general principles and | |
| protection in the | by the trader during a period of | requirements of food law, | |
| indication of the | time not shorter than 30 days | establishing the European Food | |
| prices of products | prior to the application of the | Safety Authority and laying | |

offered to consumers

price reduction. According to paragraph 3 of the Article, Member States may provide for different rules for goods which are liable to deteriorate or expire rapidly. This is an important opening to exempt certain goods that are not industrially manufactured, for example fresh fruit, milk and similar food products. Sweden has made use of this Member State option. This means that some food products are exempt from application while others, with longer durability, are covered. Consequently, traders in the food sector must apply different price indication rules for different food products, depending on expiration date. This puts unnecessary burdens on the food sector and creates confusion for consumers.

down procedures in matters of food safety.

Article 6a

- 1. Any announcement of a price reduction shall indicate the prior price applied by the trader for a determined period of time prior to the application of the price reduction.
- 2. The prior price means the lowest price applied by the trader during a period of time not shorter than 30 days prior to the application of the price reduction.
- 3. Member States may provide for different rules for *food and* goods which are liable to deteriorate or expire rapidly.
- 4. Where the product has been on the market for less than 30 days, Member States may also provide for a shorter period of time than the period specified in paragraph 2. 5. Member States may provide that, when the price reduction is progressively increased, the prior price is the price

without the price reduction before the first application of the price reduction.

1.13 Directorate-General for Maritime Affairs and Fisheries

| General Simplification Proposals | | | | |
|----------------------------------|------------------------------------|------------------------------------|--|--|
| Legislation | Issue | Simplification proposal | | |
| European | The European Commission has | Sweden suggests increasing the | | |
| Maritime, | encouraged Member States to | flexibility in how simplified cost | | |
| Fisheries and | use simplified cost options (flat | options can be calculated and | | |
| Aquaculture Fund | rates, lump sums, and unit costs) | applied by Member States and | | |
| (EMFAF) | to streamline the | welcomes development of more | | |
| (EMITAL) | implementation of the national | "off the shelf" simplification | | |
| | programmes for the European | options in the coming legislation | | |
| | Maritime, Fisheries and | that are better suited to current | | |
| | Aquaculture Fund (EMFAF) | conditions as it saves time and | | |
| | regarding grants to beneficiaries. | resources for the MA as well as | | |
| | However, extensive | for the beneficiaries. Simplified | | |
| | requirements regarding their | cost options should be | | |
| | calculation and application have | developed with a view to ensure | | |
| | hindered their broad use in | that grant levels are not higher | | |
| | Sweden. | than necessary. | | |
| | | | | |

1.14 Directorate-General for Migration and Home Affairs

| Simplification Proposals for Existing Legislation | | | |
|--|--|---|--|
| Legislation | Issue | Simplification proposal | |
| Regulation (EU) 2021/1147 of the European Parliament and of the Council of 7 July 2021 establishing the Asylum, Migration and Integration Fund | Annex VIII stipulates gender and age categories to be reported for each individual reported under the indicators. This is also included in the reports sent to the European Commission regarding the output- and result indicators. This is very administratively burdening for beneficiaries and the managing authority and leads to increased checks and controls to certify the correctness of reported data. | The need for this detailed level of data is not clear, and removing this requirement would lead to better efficiency in managing the funds. | |
| Regulation (EU) 2021/1147 of the European Parliament and of the Council of 7 July 2021 establishing the Asylum, Migration and Integration Fund | Unclear system for reporting and indicators, Annex II and III. The current lack of indicators has proven a challenge in the required evaluations as they cannot entirely take results outside of the output and result indicators into account. | Many projects have a holistic perspective on the migration process and wish to work with actions within more than one specific objective. We would prefer a system where projects are placed within one specific objective but can report on indicators within all specific objectives – this would generate more visible results for the EU and add flexibility for the beneficiaries. An improved intervention logic and as well as result- and output indicators would deliver more representative results of the actions. This would simplify for the managing authorities and for beneficiaries and is likely to make more organisations apply for AMIF funds. | |
| Regulation (EU) 2021/1147 of the European | Limitations in operation support. | We see many benefits with a continued possibility for operation support, as there are | |

| Parliament and of | actions contributing to the |
|-------------------|-------------------------------------|
| the Council of | specific objectives that are not |
| 7 July 2021 | suitable for the regular project |
| establishing the | design. Our view is that |
| Asylum, Migration | operation support should also |
| | be possible for larger IT- |
| and Integration | projects. This would ideally be |
| Fund | paired with a review of the |
| | intervention logic and an |
| | overview of output- and result |
| | indicators, in order to better take |
| | into account their contribution |
| | to the specific objectives. |

1.15 Directorate-General for Mobility and Transport

| General Simplification Proposals | | |
|--|--|--|
| Legislation | Issue | Simplification proposal |
| Revision of Annex III (medical requirements) of the Driving Licence Directive (2006/126) | Although the directive is now being revised, no major changes are being made to the medical requirements. The Commission has delegated powers to revise the annexes to the directive and the work is usually done at expert level in the implementation committee attached to the directive. Many new research findings and medicines have emerged since the requirements were introduced and the annex should therefore be updated. | It is important from a transport supply perspective that people are not unnecessarily prevented from obtaining a driving licence or working in professional traffic., while it is important to have safe drivers and the at the same time it's necessary to ensure a high level of road safety and to ensure that the burden on the health care system is proportional. Work therefore needs to be carefully considered at expert level. A revision of Annex III (medical requirements) to the driving licence directive (2006/126) should therefore be made. |
| Proposal to amend Directive 1999/62/EC, Council Directive 1999/37/EC and Directive (EU) 2019/520 as regards the CO2 emission class of heavy-duty vehicles with trailers | The economic incentives intended with the proposal, by the inclusion of efficient trailers into the CO2-differentiation of the user charge and toll systems regulated by the eurovignette directive, will not materialise in countries with a heterogenous trailer fleet that to a large extent will not be covered by the proposal. Such trailers are often used in the Nordic countries. It will also increase the administrative burden for trailer manufacturers, transport companies and authorities. | MS should have the possibility, but not be mandated, to include the impact of trailers in the CO2-differentiation of the user charge and toll systems if further assessment shows that it is a cost-effective way of creating the intended incentives, taking national circumstances into account. |

1.16 Directorate-General for Regional and Urban Policy

| Simplification Proposals for Existing Legislation | | |
|---|--|--|
| Legislation | Issue | Simplification proposal |
| Regulation (EU) | Many funds are currently | Assess whether obligations in |
| 2021/1060 of the | governed by the Common | the CPR, the Fund-specific |
| European | Provision Regulation (CPR). | regulations and relevant |
| Parliament and of | More detailed rules are | implementing acts can be |
| the Council of 24 | stipulated in Fund-specific regulations and implementing | harmonised, without imposing laxer obligations. Especially |
| June 2021 laying | acts. The detailed framework | consider whether funds and |
| down common | governing the administration of | their administration to a higher |
| provisions | funds creates a legal uncertainty | extent should be governed by a |
| 1 | and generates administrative | single set of common |
| | costs. | provisions. |
| Regulation (EU) | Article 55.1 regarding the Home | We would like to see more "off |
| 2021/1060 of the | Affairs funds sets specific | the shelf' simplification options |
| European | requirements and conditions | in the coming legislation, as it |
| Parliament and of | which require time and | saves time and resources for the MA as well as for the |
| the Council of 24 | resources for the managing authorities. | beneficiaries. It also lessens the |
| June 2021 laying | audionaes. | risk of errors as compared to |
| down common | | nationally developed |
| provisions on the | | alternatives. We would prefer |
| European | | simplifications without specific |
| Regional | | requirements or conditions. |
| Development | | |
| Fund, the | | |
| European Social | | |
| Fund Plus, the | | |
| Cohesion Fund, | | |
| the Just Transition | | |
| Fund and the | | |
| European | | |
| Maritime, | | |
| Fisheries and | | |
| Aquaculture Fund | | |
| and financial rules | | |
| for those and for | | |
| the Asylum, | | |

Migration and
Integration Fund,
the Internal
Security Fund and
the Instrument for
Financial Support
for Border
Management and
Visa Policy

General Simplification Proposals

General comment regarding cohesion policy framework: SE are doubtful about changes in the regulatory framework for the current period because it creates an administrative burden for the managing authority, uncertainty for beneficiaries and thus the risk of delays in program implementation. However, SE welcomes simplifications in the regulatory framework for cohesion policy after 2027 and has the following

There are challenges in dealing with today's many EU instruments with similar objectives and, sometimes, overlapping regulatory frameworks.

The programme structure with policy objectives, specific objectives and earmarking needs to be simplified to avoid lock-in effects.

The administrative burden is far too high when trying to finance an investment with funds from different EU sources.

The number of EU instruments should be reduced to avoid the multiplication of funds and reduce the fragmentation of support.

In order to achieve results, it will be important to continue work with thematic concentration, but the forms for how this is to be achieved must be developed and adapted to different types of regions and challenges. The ear marking applied during the current period has contributed to making the implementation of the programs more complex. In this context, the regulatory framework needs to be adapted to the size of Member States' EU-funding.

When the intention is for an investment to be able to be financed by funds from different EU sources, the regulatory framework must be adapted to this. The administrative burden is now far too high for example when trying to finance an

| simplification | investment with funds from |
|----------------|----------------------------|
| suggestions: | different instruments. |
| | |

1.17 Directorate-General for Single Market or Digital services

| General Simplification Proposals | | |
|----------------------------------|---|---|
| Legislation | Issue | Simplification Proposal |
| N/A | It poses a challenge for undertakings in the different Member States to find information about starting up and running businesses in other Member States and to comply with the different rules. The burden will be particularly high for SMEs, which normally have fewer resources and are less able to research the regulatory frameworks in other Member States. | To reduce administrative burdens and costs for these undertakings, EU can construct and maintain a digital information hub that contains information on the relevant aspects of Member States' regulatory frameworks for setting up and running a business. |

1.18 Directorate-General for Taxation and Customs Union

| Simplification Proposals for Legislative Proposals Currently Subject to Negotiation | | |
|---|---|---|
| Legislation | Issue | Simplification proposal |
| UNSHELL, DEBRA, BEFIT, TP, HOTS | | The Commission should withdraw the Unshell, Debra, Befit, TP and HOTS proposals. It is clear that there is very limited appetite among MS for these proposals, and even though neither of them has been approved yet a withdrawal can be regarded as a simplification as it would make clear for stakeholders that work on this proposal is cancelled. Also, the Commission should make clear that they are no longer intending to present the proposal on Securing the Activity Framework of Enablers. |
| General Simplification Proposals | | |
| Minimum taxation (Pillar 2) | The global minimum tax is very complex and creates significant administrative and compliance burdens. | The commission should push the OECD for changes to the Pillar 2 rules that reduces the administrative burden of those rules. Such changes could for example be a permanent safe harbour. |
| Potentially all legal acts that require information from companies | There is a need to increase productivity in the EU. Uncoordinated data collection runs the risk of unproductive double reporting by imposing a too high administrative burden on companies on the inner market, i.e. a wasteful use of resources. | In any work conducted by COM that relies on the contribution of information/data there should always be a concern of the resources needed in combination with the value added. The perhaps most important way to address this concern is to coordinate and consolidate data collection. To be even more concrete, SE, hence, encourages COM to |

| | create <u>one</u> datahub for all legal |
|--|---|
| | acts that require information |
| | from affected parties. |

1.19 Directorate General for Trade and Economic Security

| General Simplification Proposals | | |
|----------------------------------|----------------------------------|-------------------------------|
| Legislation | Issue | Simplification proposal |
| Potential future | The regulatory burden | Advocate for any potential |
| regulation on | associated with potential future | future regulation to not be |
| outbound | regulation of outbound | overly or disproportionally |
| investments | investments can significantly | burdensome for businesses and |
| | impact companies' willingness | ensure that future regulation |
| | and ability to invest. Although | does not weaken businesses' |
| | there are legitimate concerns | ability and willingness. |
| | about security risks such as | |
| | technology leakage, there is a | |
| | risk of disproportionately | |
| | burdensome regulation. | |
| | Currently, there is only a | |
| | recommendation from the | |
| | commission that member states | |
| | should collect information on | |
| | risks associated with outbound | |
| | investments. Based on the | |
| | member states' data, an | |
| | assessment will be made to | |
| | determine if measures need to | |
| | be taken. | |