

Reliable green claims and consumer information: keys to sustainable consumption

Parallel session 14:00 – 15:00

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## Why do we talk about green claims?

No of ecolabels worldwide



Consumers wanted tomake more sustainable choices at the beginning of the COVID pandemic

56% of consultation respondents encountered misleading claims

4% filed a complaint

80 Leading initiatives on GHG reporting

40-60%

Percentage of consumers who would pay more for products with better environmental performance

61% Consumers find it difficult to understand which products are environmentally friendly

**74%** Businesses use more than two methods to measure environmental performance

> **€5,000 - €2million** Cost of methods/initiatives used

**68%** Growth of assets under green funds in last three years (ref. yr 2018) 44%

Consumers do not trust environmental

information



European Commission

#### Policy response

European Green Deal

Circular Economy action plan Proliferation of inconsistent methods and initiatives

GREEN CLAIMS (DG ENL

Too many misleading environmental claims

Substantiation on impacts covered by the EF methods More methodological coherence Consumers lack information to contribute to the green transition

CONSUMER LAW (DG JUS)

Consumers face untrustworthy information or practices preventing them from contributing to the green transition

> Strong safety net for sustainability claims Specific measures (early obsolescence, European repair)

## Main policy options – consumer empowerment

- **Baseline**: use of existing legislation, COM guidance, case-by-case assessment
- Targeted amendments of existing legislation:
  - Unfair Commercial Practices Directive and possibly Consumer Rights Directive
  - Clarify definitions, blacklisting of documented greenwashing and obsolescence practices
- New stand-alone legislative instrument:
  - Scope exceeding the current EU consumer protection instruments and going beyond the current principles-based approach to prescriptive provisions
  - Detailed specification of required information on products' sustainability
  - Definitions/prohibitions not suitable for UCPD's character, blacklist
  - New instrument takes precedence over general consumer law (e.g. UCPD and CRD), BUT other specific community law (e.g. Ecodesign) could take precedence over the new instrument

## Options landscape – green claims



- **Baseline**: No modification to the Recommendation and no further action.
- Updating the EC Recommendation with results
  from 2013-18 pilot phase; include recommendations
  on how to communicate results, how to develop
  PEFCRs/ OEFSRs...
- Voluntary Environmental Footprint scheme:
  legislation establishing a voluntary framework based
  on the PEF and OEF methods existing methods/
  initiatives are not affected



## Options landscape – green claims

#### Legislation on green claims:

requiring companies making green claims to substantiate them based on the Product and Organisation Environmental Footprint methods (PEF/ OEF). Substantiation via PEF category rules/ OEF sector rules (if existing) or the PEF/ OEF method (if no product- or sector-specific rules)

 Only claims covered by the method or product-/ sector-specific rules (e.g. claims on climate change covered, repairability not covered)



# **Consultation activities**

Green claims initiative (DG ENV)

- Public and targeted consultations in 2018-19 following up on pilot phase
- Feedback on the roadmap (20 July 31 August, 193 responses)
- <u>Open public consultation</u> ends 3 December
  - Questions for the general public
  - Questions for experts
  - <u>Stakeholder workshop</u>: 16-17 and 24 November

Empowering the consumers for the green transition (DG JUST)

- Feedback on the roadmap (June-September 2020)
- Open public consultation ended 6 October
  - Targeted consultations and interviews
  - Stakeholder workshop: 6 October



Go to https://www.sli.do/

Event code #greenclaims