

Guidelines on collective agreements of the solo self-employed persons

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*The views expressed are the speaker's only and not representing the official views of the Commission

The problem we aim to tackle

- Significant self-employment in the EU and rise of the platform economy: greater flexibility but also **difficult working conditions** for some people
- Collective agreements of self-employed persons are an important tool to improve working conditions **but** there is a risk of infringement of Article 101 TFEU.
- Legal uncertainty on whether self-employed persons can bargain collectively.
- The Guidelines aim to clarify the circumstances under which EU competition law does not stand in the way of collective agreements to improve the working conditions of certain self-employed persons.



Status quo of the case law on Article 101 TFEU

Genuine selfemployed persons are, in principle, **undertakings** under Article 101 TFEU

C-67/96 Albany

collective bargaining agreements between **employers and workers** fall outside the scope of Article 101(1) TFEU C-413/13 FNV Kunsten

extended Albany to cover collective agreements of "false selfemployed" persons



General framework of the Guidelines

What the Guidelines **are** about:

- Clarify when collective agreements on working conditions by SSEs:
 - Either fall outside the scope of Article 101 TFEU;
 - or the Commission will not intervene against the parties to such agreements.

What the Guidelines are **not** about:

- No interference with MS prerogatives in social policy or the social partners' autonomy.
- No change in the definition of "worker" or "self-employed person".
- No impediment to seek re-qualification of employment status.
- No obligation for the parties to engage in collective negotiations (collective agreements are voluntary).

Other types of collective agreements made by SSEs not covered by these Guidelines will be assessed on a case by case basis.



Types of agreements covered (material scope)

Negotiated and concluded **collectively** between SSEs and counterparties Concern by their nature and purpose the **working conditions** of the SSEs Any form of collective negotiations (not only collective bargaining *stricto sensu*)

Opt-in: SSEs wishing to be covered by an existing collective agreement Preagreements on negotiation goals if necessary and proportionate

- NOT COVERED
- One-sided actions and cartels between parties in the same side
- Agreements on the terms of services (e.g. price) offered to consumers
- Agreements limiting the freedom of employers to hire (e.g. non-poaching)



Persons covered (personal scope)

Solo self-employed people (SSEs)

- no employment relationship
- no employees hired by the SSEs

relying primarily on their own personal labour for the provision of services



when the economic activity of the SSE consists merely in the **sharing or** exploitation of goods or assets, or the resale of goods/services

BUT the use of goods/assets as an **ancillary means** for the provision of the final service **IS COVERED**.

The personal and material scope applies to <u>ALL the categories</u> of SSEs covered by these Guidelines



The mechanism of the Guidelines

101 TFEU

OUTSIDE ARTICLE

SSEs

comparable to

workers

FNV Kunsten case

Albany case

SSEs dealing with counterparties of a certain economic strength

SSES concluding collective agreements pursuant to national or EU law

SSEs working through digital labour platforms

SSEs "side-by-side" with workers

Economically dependent SSEs

False self-employed

Workers

SSEs in a weak bargaining position



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Collective agreements falling outside Art. 101 TFEU (1)

Economically dependent SSEs

- provide their services exclusively or predominantly to one counterparty
- economic dependence: earning at least 50 % of income from a single counterparty

SSEs "side-by-side" with workers

- perform the **same or similar tasks** "side-by-side" with workers for the same counterparty
- provide their services under the direction of their counterparty without bearing commercial risks or enjoying any independence



Collective agreements falling outside Art. 101 TFEU (2)

SSEs working through digital labour platforms

- They find themselves in a position comparable to workers in light of recent jurisprudence and legislative developments at national level.
- Definition of "digital labour platform" (aligned with proposal on Platform Work Directive):
 - "any natural or legal person providing a commercial service (i) at least in part, at a distance through electronic means; (ii) at the request of a recipient of the service; and (iii) involves, as a necessary and essential component, **the organisation of work performed by individuals**, irrespective of whether that work is performed online or in a certain location".

NOTPlatforms which do not organise the work of individuals but are simply the meansCOVEREDfor customer outreach by the SSEs.



The priority setting mechanism (1)

Collective agreements between SSEs and counterparties of certain economic strength • The Commission will not intervene in cases where there is a **clear imbalance in bargaining power**. Indicatively, this is the case when SSEs negotiate or conclude collective agreements with:

 one or more counterparties which represent the whole sector or industry; and

 with a counterparty whose turnover exceeds EUR 2 million or whose staff headcount is equal or more than 10 persons or with several counterparties which jointly exceed one of these thresholds.



The priority setting mechanism (2)

Collective agreements concluded by self-employed persons pursuant to national or EU legislation Collective agreements concluded in compliance with national laws, in pursuit of social objectives, which:

- explicitly grant to SSEs the right to collective bargaining; or
- exclude from the scope of national competition law collective agreements by SSEs in certain professions

• Collective agreements concluded by SSEs authors and performers to achieve fair remuneration under the Copyright Directive





December 2021 – 24 February 2022: Public Consultation on the text of the Draft Guidelines

Q2 2022: Adoption of the Guidelines and publication of the IA report and support study



Thank you !



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