

Greening social economy SMEs and entrepreneurs in the proximity and social economy ecosystem through transnational cooperation

SMP-COSME-2022-SEE

INFO SESSION
12 December 2022



Policy background

International level

- UN: Adoption of 17 SDGs of 2030 Agenda for Sustainable Development (2015)
- o ILO: Conference report on decent work and the social and solidarity economy (2022)
- OECD: Policy brief on making the most of the social economy's contribution to the circular economy" (2022) + Recommendation of the Council on the Social and Solidarity Economy and Social Innovation (2022)

EU level

- 2019: EU Green Deal: new growth strategy to transform the EU and make Europe the first climate neutral continent by 2050
- 2020: European Industrial Strategy: ecosystem-based approach
- 2021: Updated Industrial Strategy: 14 industrial ecosystems of which one "proximity and social economy"



Policy background

- o 2021 SEAP: Building an economy that works for people: an action plan for the social economy
 - "Support transnational cooperation to boost the capacity of the social economy to adopt and develop greener practices, products and services, (and to improve their digital capacities)"
 - SWD (2021) 373. Results of the public consultation for the SEAP
 - "Lack of visibility of the role and potential of the social economy model in the green transition" + "Lack of
 investment in capacity-building of social economy organisations and public authorities in the green context"
 - Launch a transition pathway for the "Proximity and social economy" industrial ecosystem
 - SWD(2021) 982. Scenarios towards co-creation of a transition pathway
 - "Fully enabling the ecosystem as agent for the green transition"
 - "Social economy actors generally face investment and operational constraints, but also lack green skills"
 - 2022 <u>Transition Pathway for proximity and social economy industrial ecosystem</u>:



→ Co-creation and co-implementation process: 7 Green Action Areas – 13 Actions

SMEs going green and resource efficient

- Performance of the P&SE ecosystem
 - 13% of its SMEs are not taking measures to be more resource-efficient
- What actions is your company undertaking to be more resource efficient?
 - 61% 'minimising waste'
 - 56% 'saving energy'
 - 52% 'saving materials'
 - 19% 'design products that are easier to maintain, repair or reuse'
- Difficulties encountered in trying to set up resource efficiency actions
 - 34% 'complexity of administrative or legal procedures'
 - 31% 'cost of environment actions'
 - 27% 'lack of specific environmental expertise'
 - 25% 'difficulty to adapt environmental legislation to its company'
- Tools that would be most helpful to become more resource-efficient
 - 33% 'grants or subsidies'
 - 26% 'consultancy on how to improve resource efficiency'
 - 24% 'demonstration of new technologies or processes to improve resource efficiency'
 - 20% better **cooperation** between companies **across sectors** so that new processes to re-use waste and by-products can be developed'





Overall objectives of the call

Supporting transnational and cross-sectorial cooperation, and exchange of good practices to enable green transition of social economy by:

- boosting the capacities and skills of staff and management within social economy SMEs and entrepreneurs to green their operations and develop sustainable products and services;
- encouraging the uptake of sustainable alternatives and innovative solutions through capacity building, incubation and acceleration, advisory services and coaching;
- fostering cooperation between social economy entities on the one hand, and mainstream businesses, academia and public authorities on the other.



This call covers the following themes with the aim to:

- o Improve the **environmental footprint** of social economy SMEs and entrepreneurs;
- Boost sustainable contribution of social economy towards environment and climate goals;
- Enable the development of local green markets and short value chains;
- Test, implement and scale-up innovative green solutions;
- Improve assessment and communication about environmental impact of social economy SMEs;
- Design investment or financial vehicles enabling the green transition of social economy;
- Enable use of digital technologies for green purposes, e.g. resulting in more efficient processes and new business models;
- Assess skills, infrastructure and investment needs for social economy to deliver on the green transition.



Scope of activities

Proposals shall focus on (1) Provision of direct financial support for **capacity building** and **training** through:

- facilitating knowledge transfer and exchange of good practices
- setting up targeted trainings and peer to peer learning programs
- supporting SMEs in the social economy to set up or benefit from financial support
 schemes enabling their green transition
- empowering management and employees of SMEs in the social economy to introduce or implement new green practices and techniques



Scope of activities

Proposals shall focus on (2) Provision of **advisory services** and **technical support activities** related to financing, incubation, acceleration and scaling-up of sustainability processes and activities to:

- o improve **sustainable management** of social economy SMEs
- facilitate business partnerships and cooperation with business support centres, academia and incubators
- foster cross-sectoral cooperation
- o foster stakeholders' cooperation and pooling of resources
- support financing of ad hoc advisory and consultancy services aiming to reduce SMEs' environmental footprint.



Mandatory activities

- 1) Organisation of transnational capacity building activities
 - Number of transnational capacity building activities organized, with mandatory minimum to achieve: 4 activities per year of the project's execution;
 - Reach out and diversity of participation;
- 2) Organisation of coaching, mentoring and business support activities targeting social economy
 - Number of coaching, mentoring and business support activities organized, with mandatory minimum to achieve: 30;
 - Reach out and diversity of participation;



Mandatory activities

- 3) Delivering capacity building through advisory services
 - Number of SMEs and entrepreneurs who benefited from advisory services, with mandatory minimum to achieve: 40;
- 4) 'Support to third parties':
 - 50% of the grant must be directed to SMEs and entrepreneurs
 - The support to third parties cannot be provided through services offered by the consortium directly
 - Number of **SMEs** and **entrepreneurs** supported financially with respective activities, with mandatory minimum to achieve: **60**.

The support to third parties can be channeled through (a combination of) tools such as lump sums for:

- training in support activities
- advisory and consultancy services
- travel, accommodation and subsistence costs necessary to participate in support activities



Possible additional types of activities (non-mandatory)

- Mapping (e.g. barriers in a specific sector, existing funding opportunities and investment needs, identification of business support centers, impact investors' activities);
- Organisation of matchmaking events or activities to kick-start multi-stakeholder initiatives;
- Production of materials (e.g. for communication, dissemination, training);
- Identification of concrete next steps (e.g. financing of infrastructure, participation in clusters);
- Reporting on the results of implemented capacity building and expertise sharing activities as well as on the uptake of innovative solutions by social economy SMEs to green their operations, services and products
- Other activities in line with the objectives of the call.

Non-eligible activities:

Development/improvement of the physical infrastructure.



Expected impacts of the call

- Improved capacity of social economy SMEs and entrepreneurs to perform on the green transition;
- Enhanced transnational on the identification and implementation of sustainability practices for the proximity and social economy ecosystem;
- Fostered cross-sectorial cooperation and knowledge transfer between social economy SMEs and start-ups, mainstream businesses, consultancies, business support centres, incubators and accelerators with regard to the uptake of green skills and the development of more sustainable products and services;
- Evidence-based integration of sustainable innovative processes by social economy SMEs and start-ups boosting their competitiveness and creating potential new market opportunities;
- Further investments by/in social economy SMEs and entrepreneurs sustainable alternatives, capacity building and knowledge transfer.



Q&A

Thank you for listening!

Any questions?

