

DIGITALEUROPE

UNECE WP.6 How to target continuous compliance

Omar Daher, Associate Technical Director

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We represent over 45,000 businesses across Europe

The voice of digitally transforming industries

1010 1010

- platform services
- data analytics
- software & hardware
- cybersecurity
- telecoms
- semiconductors
- cloud technology



- Healthcare
- Manufacturing
- Finance
- Buildings
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Stakeholder access & EU setting digital agenda

Policy development & influence

EU Projects

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Our members

45,000

companies represented

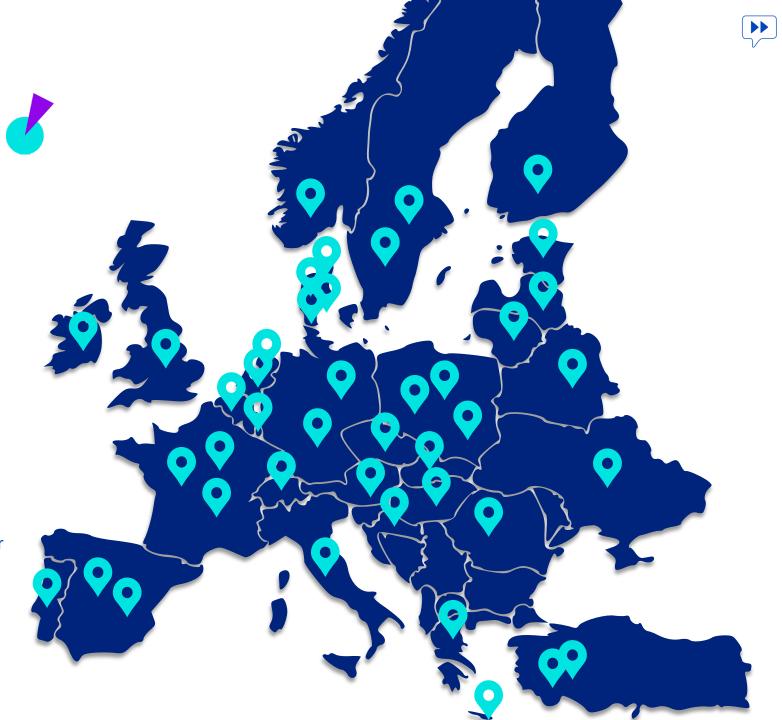
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NATIONAL
ASSOCIATIONS

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Mobility

Cybersecurity
Al software & hardware
Data analytics
Telecoms
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20 solutions to boost European tech leadership and resilience



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of EU companies use cloud computing Services (34%), big data (14%), and AI (8%)

A secure and innovative Europe



of EU companies use ICT to reduce their environmental impact (66%)

A sustainable and healthy Europe

of European SMEs trade across European borders (8%)

30%

A competitive

Europe

Europe 2030:

A Digital Powerhouse



of biggest world's tech companies are European (11%)



A digital European

society





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Dimitris Papastergiou Minister of Digital Governance, Greece



lliana Ivanova
European Commissioner
for Innovation, Research,
Culture, Education and
Youth



Florian Tursky State Secretary for Digitalization, Austria





2 DIGITALEUROPE work on standardisation



Work on standardisation



External

- Members of the EU High-Level Forum on Standardisation (HLF)
- Members of Multistakeholder Platform on ICT Standardisation (MSP)
- Members of the Rolling Plan on ICT Standardisation
- Members of EC EG RED

Work with CEN-CENELEC/ETSI

- Al
- Cybersecurity and Data
- DPP
- Compliance & market access

Internal

- >> Advisory board for standardisation
- Digtal Technology and Innovation Policy Group
- >> Standards and Interoperability WG
- Product Compliance and Market Access WG

HLF Workstream Overview – our involvement



Sectoral Workstreams

Green

- Clean hydrogen (work in Clean Hydrogen Alliance)
- Sustainable Cities
- Low Carbon Cement
- Wind
- Green Electricity Systems
- Photovoltaics

Digital

- Artificial Intelligence
- Digital Product Passport
- Data interoperability

Resilience

Critical Raw Materials

Horizontal Workstreams

- **Education and skills**
- >> Fundamental rights and standards
- Greater civil society inclusion in standardisation at international level (ECOS)
- National standardisation bodies peer review
- Alignment between European and International standards

Leading/actively contributing

Monitoring

CEN-CENELEC TCs coverage

DIGITALEUROPE

For information

Members consulted in relevant PGs/WGs across the association

- >> Lasting liaison status:
 - TC 13: Electrical energy measurement and control
 - TC 210: Electromagnetic Compatibility (EMC)
 - TC 209: Cable networks for television signals, sound signals and interactive services
 - TC 205: Home and Building Electronic Systems (HBES)
 - TC 108X: Safety of electronic equipment within the fields of Audio/Video, Information Technology and Communication Technology
 - TC 106X: Electromagnetic fields in the human environment
 - CEN/CLC/ETSI/JWG eAccessibility
 - CEN/CLC/JTC 21 Artificial Intelligence
 - CEN/CLC/JTC 13 Cybersecurity and Data Protection



The NLF and continuous compliance

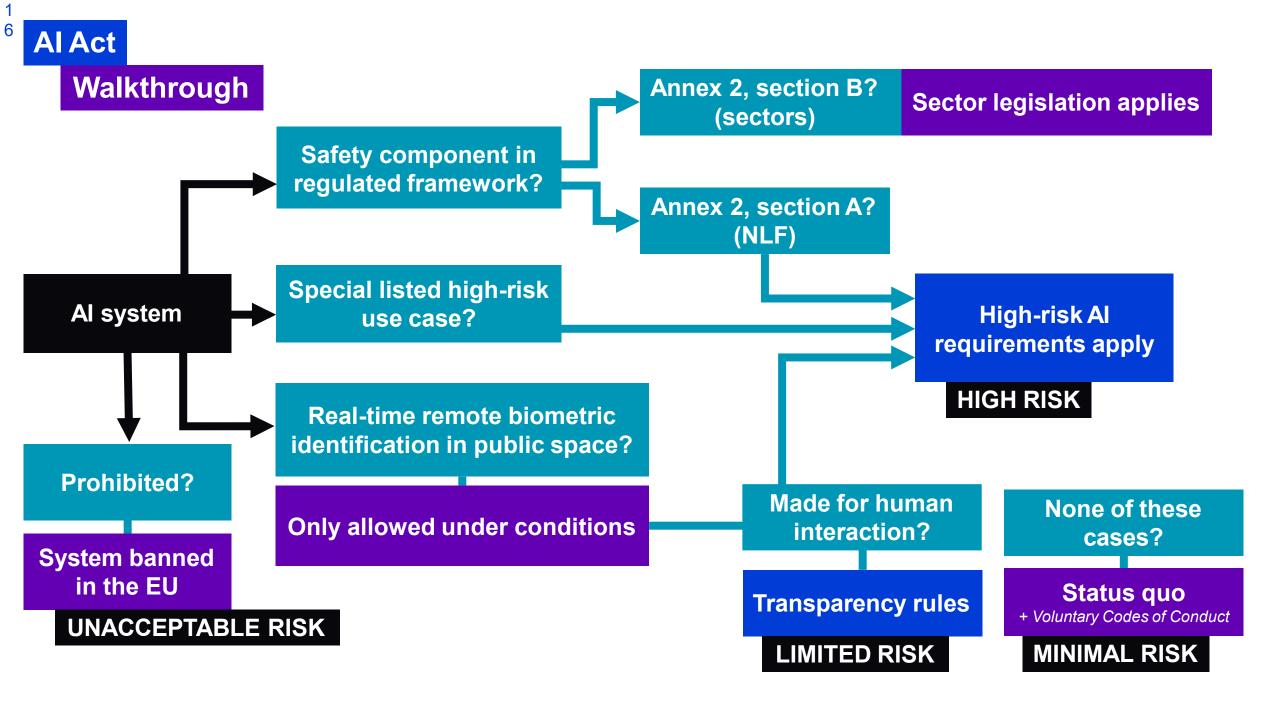
Intro / NLF training

- >> Training on the New Legislative Framework (NLF) to our national trade associations and corporate members
- Promote exchange of knowledge between experts and better understand the interplay between the NLF and horizontal legislation defining product compliance
- Analyse interaction between NLF provisions and horizontal legislation: Al Act, Cyber Resilience Act, Eco-Design for Sustainable Products Reg. (including Digital Product Passport)
- Alignment / misalignment?
 Solutions for the upcoming revised NLF?



Al Act - complianace

- >> Lack of understanding of how to use the NLF definitions for non-tangible products and value chain integration.
- >> Putting into service: Inconsistent definitions in sectorial legislation (Medical Devices Regulation, Al Act).
- >> CE marking: Practicality issues of putting it on all digital products and with the value chain integration.
- >> Presumption of Conformity: Processing capabilities of notified bodies.
- >> User documentation, declaration of conformity: Need for more alignment.
- >> Conformity assessment: New provisions for Foundation Models don't fit existing conformity assessment procedures.



Scope – High-risk Al

Article 6

8 categories of intended use of Al

- 1. Biometric identification of persons
- 2. Critical infrastructure management
- 3. Education (admission tests & selection processes)
- 4. Employment (HR/recruitment processes)
- Essential services (access to social benefits or credit, emergency first response)
- 6. Crime prediction & response
- 7. Migration, asylum & border control
- 8. Justice

Annex 3

Al as safety component to products under New Legislative Framework

Including:

- Machinery Regulation
- Radio Equipment Directive
- Toys Safety Directive
- Medical Devices Regulation
- In-Vitro Diagnostics Regulation

Annex 2 part A

Update possible within 8 categories if risk for health & safety or impact on fundamental rights

Article 7

Cyber Resilience Act (CRA) - compliance

- **Making available and placing on the market**, and substantial modification: Concepts to be adapted to software (solutions in MDR).
- >> CE marking for digital products may differ from traditional hardware products.
- **Vulnerability reporting**: Obligation of the manufacturer to report vulnerabilities and incidents is a new kind of obligation.
- **Presumption of conformity**: The complexity of ensuring continuity of conformity after software updates.

>> Toy Directive

- Issues on privacy and cybersecurity started before the CRA (in the Radio Equipment Directive RED)
 - The TSR allows the data carrier to be affixed on the product packaging only, if the toy is too small.
 The ESPR was arguably vague on this possibility.
 - The TSR allows voluntary data to be added to the DPP, provided it is clearly distinguished from mandatory DPP compliance data. This wasn't foreseen in the ESPR, although it's mentioned in the draft sReq.
- The TSR gives a concrete 10-year timeline for DPP maintenance for product placing on the market (even if the operator is insolvent or there's liquidation or cessation of activity.

Provision	ESPR	Toy Safety Regulation
DPP Granularity	Model, batch or item-level	Model-level
Declaration of Conformity	To be determined if rolled into DPP or not	Fully replaced by DPP
Data access via data carrier	Explicitly differentiated by stakeholder type	Undifferentiated by stakeholder type
Information scalability in DPP system	 Yes to some extent: DPP should be adaptable to incorporate sustainability aspects as mandated by Union legislation 	Yes: operators will have a single data carrier and a single product passport only if other EU legislation will in future require info provision via a data carrier
Modalities	 Data carrier physically present on the product Exceptions possible based nature, size or use of the product 	 Data carrier physically present on the product Alternatively, if product too small, present on its packaging
Voluntary data in the passport	Unspecified (but sReq text introduces possibility)	Yes, provided it is clearly distinguished from mandatory compliance data
Passport time-frame	Unspecified	Until 10 years after moment of product placing on the market (even if operator is insolvent, liquidation, cessation of activity)
Usage data	 No in EC proposal (but Council supports inclusion) 	No, unless for what is needed in order to provide info on the product passport online.
Language availability	Unspecified	Languages required by the Member State where the toy is made available on the market
Information in central registry	 List of data carriers and unique product identifiers at a minimum (but Council supports unique product, facility and operator identifiers at a minimum) 	Unique product identifier and unique operator identifier at a minimum

Ecodesign Regulation (ESPR) - Compliance

- **Making available and placing on the market**: Unclarity on how to handle second hand and spare parts, as limited exemptions are granted for spare parts in the ESPR.
- >> Repair as produced vs placing a new product on the market (Ex. hardware changes and software updates might change conformity of a product). The ESPR does not guarantee the repair as produced principle.
- >> CE marking: ESPR Art. 40 allows EC to define rules.
- >> Harmonised standards:
 - Test method in Regulations and EC Communications as presumption of conformity.
 - Reference to common specification rather than standards.
 - Different test methods developed in different geographical areas as a consequence.
- >> Conformity assessment procedure Module A: ESPR reference to all modules.

Digital Product Passport (DPP) - Compliance

- Linear economy legislation (e.g. NLF) vs circular economy legislation (e.g. ESPR).
- Unclarity on what are the product categories in scope: Risk of different sectorial DPPs (battery regulation).
- Misalignment with sectorial legislation.
- >> Declaration of conformity: Lack of notified bodies.
- **Conformity assessment:** Should it be added to the DPP?
- **CE marking**: Will DPP replace the CE mark itself?

4 Requests to regulators

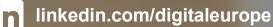
Main Asks

- >> Alignment between sectorial legislation and horizontal legislation
- >> Harmonised standards instead of common specifications
- >> Clarity on how to apply product provisions to software
- >> Compliance based on circular lifecycle of products instead of linear

Main Asks – Al ACT & NLF

- >> New: recital 29a avoid different or overlapping requirements and reduce the burden on manufacturers.
- Amendment: Article 8.2a Align with NLF, bringing non-equivalent requirements under the union harmonization legislation
 - Conformity assessment based on Union Harmonisation Legislation by relevant notified bodies.
- >> New: Article 85c Date of application of requirement shall be specified
- >> New: Article 71.1a, fines should be dealt in case-by-case basis.
- >> Art. 5: Prohibited practices need precise definition and clarity to avoid unintended restrictions. Prohibitions of social scoring, biometric identification and emotion recognition should be targeted, to permit controlled high-risk applications.





Thank you for your attention!

