

EU measures to strengthen consumer protection in electronic communications

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<u>Disclaimer:</u> The views expressed in this presentation are those of the author and do not necessarily reflect the opinion of the European Commission



Demand side

- "New deal for consumers" updates 4 general consumer protection Directives
- Geoblocking Reg. 2018/302

Supply side

Platform-to-business Reg. (EU) 2019/1150)

General/sectoral consumer protection rules

- Update of Consumer Rights Directive (2011/83/EU)
- Reg. (EU) 2017/1128 on cross-border portability of online content services
- End to Roaming charges
- Open Internet (Reg. 2015/2120)
- Updated telecommunications regulatory framework (EECC)



The Code helps shaping the right environment for digital networks and services to flourish as part of the Digital Single Market



The Code modernises the current EU telecoms rules to:

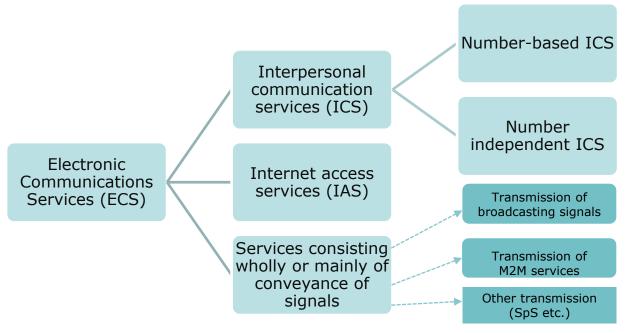
- ✓ promote connectivity and access to, and take-up of very high capacity networks
- √ stimulate sustainable competition
- √ drive investments
- ✓ reinforce the internal market
- ✓ strengthen consumer rights



Definitions

New definition of 'Electronic communications service' (ECS)







Stronger and future proof end-user protection

Adaptation of current telecoms rules



- Enhanced protection irrespective of communication via traditional or web-based services
- Harmonised rules to ensure a high level of consumer protection
- Better protection for end-users subscribing to bundles and changing provider
- Enabling informed decisions: understandable contracts, enhanced transparency, comparison tools, consumption control
- Universal service ensuring availability and affordability of broadband and voice
- Enhanced equivalent access for end-users with disabilities
- Increased protection in emergency situations
- Safeguard cap for international (intra-EU) communications (19c/minute and 6c/SMS)

Information requirements for contracts (Art. 102)

What are these?



- Benefit consumers but also micro- and small enterprises, not-for-profit organizations
- Corresponds to Consumer Rights Directive: Information requirements of CRD 2011/83/EC apply (Art. 5 or 6), relevant information provided in respect of the Code should be considered to fulfil the corresponding requirements of the CRD.
- **Complements the CRD**: the specificities of the electronic communications sector require a number of additional end-user protection provisions.
- Contract summary Template:
 - Main elements ("at least"): name, characteristics, prices, duration, designed for end-users with disabilities, internet access service: speed, remedies
 - Concise and easily readable
 - Ideally no longer than one A4 page, up to three A4 pages for bundles



Transparency, QoS, contract duration and termination

Art. 103, 104, 105 EECC



- Transparency (Art. 103): obligation for IAS and ICS providers to publish information; an obligation to ensure that end-users have access to at least one <u>independent comparison tool</u>, free of charge
- Quality of service requirements (Art. 104): Empower NRAs to require providers of IAS or ICS (who control some network elements) to publish specific QoS information
- Contract duration (Art. 105): max. commitment period of 24 months with a possibility for Member States to set shorter periods; Right to terminate upon notice of changes in the contract terms



Provider switching and number portability

Art. 106 EECC (ex Art. 30 USD)



- **Right to retain and port a number** upon termination of contracts with additional max. timeframes and process requirements for the porting
- Introducing an additional 1 month right to retain the number after termination
- Refund possibility upon termination of pre-paid services
- Switching rules for changing internet access services
- Obligation on Member States to define the rules for providers to compensate end-users in the case of delay in or abuse of porting or switching



Bundled offers

Art. 107 EECC (no equivalence in USD)



- Bundles, incl. terminal equipment; at least one IAS or number-based ICS
- The following provisions in the Code apply to such bundles:
 - > Provision of a contract summary for all services (Art. 102(3))
 - ➤ Obligation to **publish information** (Art. 103(1))
 - > Rules on contract duration and termination (Art. 105)
 - > IAS Switching (Art. 106(1))
- Right to terminate all elements of the bundle in case the consumer has the right to terminate one element of a bundle (lack of conformity with the contract or failure to supply)



Intra-EU communications

Retail charges for regulated intra-EU communications



- Why? Significant price difference with domestic market.
- Which prices? Calls and SMS from domestic country to another MS, charged on actual consumption
- What? The price (excl. VAT) is capped to 19 cents for calls and 6 cents for SMS
- For whom? Consumers. They can also choose another tariff that would offer better conditions (e.g. on calls to non-EU countries)
- Since 15 May 2019 until 15 May 2024



Specific end-user review procedure (Art. 123)

- BEREC to monitor the market and technological developments (by 21/12/2021)
- Commission can subsequently react and submit a proposal where necessary

Next challenges (see e.g. mission letters to Commissioners-designate)

- "[...] empowering consumers to make informed choices and play an active role in the green and digital transitions [...]" (Reynders)
- "[...] legislation on a coordinated approach on the human and ethical implications of artificial intelligence, ensuring that fundamental rights are fully protected in the digital age. [...]" (Reynders)
- "[...] coordinated European approach on artificial intelligence and on the new Digital Services Act [...]" (Breton)



Thank you for your attention