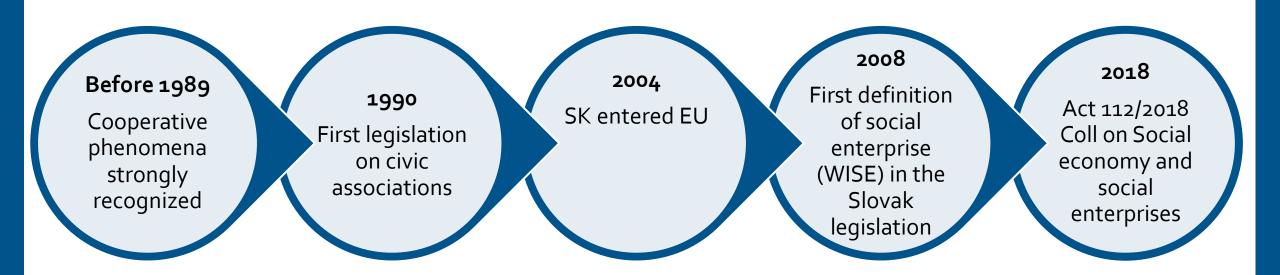
# SOCIAL ENTREPRENEURSHIP: A placebo or a genuine solution?

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#### History overview



#### Act 112/2018 – definition of social enterprises

- Social enterprise embedded in the context of the social economy
- Open to any legal forms (not a legal form but **status**)
- Characterised by five key principles:
  - a) engages in continuous, independent economic activity, in its own name and on its own responsibility,
  - b) primary objective is the achievement of measurably positive social effects,
  - c) achievement of such positive social effects is promoted by products or services that it produces, supplies, renders or distributes, or is promoted by their method of production or provision,
  - d) that, if
  - it earns profit, uses more than 50% of such profit (after tax) for achieving its primary objective according to point b),
  - it distributes some of its profit according to the Commercial Code, it distributes such profit in a manner that does not impede the achievement of its primary objective according to point b),
    - e) that involves concerned individuals in directing its economic activities
- Registered social enterprise / enterprise with the social impact

#### Act 112/2018 - structure

#### **FUNDAMENTAL PROVISIONS**

■ Terminology and definitions; ● Social Economy; ● Social Economy Actor; ● Social Enterprise and Social Impact Enterprise

### GRANTING THE STATUS OF A REGISTERED SOCIAL ENTERPRISE, TYPES AND SOME OBLIGATIONS OF REGISTERED SOCIAL ENTERPRISES

Conditions for Granting the Status of a Registered Social Enterprise;
Procedure for Granting the Status of a Registered Social Enterprise;
Termination and Revocation of the Status of a Registered Social Enterprise;
Advisory Committee;
Types of Registered Social Enterprises,
Integration Enterprise,
Social Housing Enterprise;
Book-keeping;
Annual Report

#### SUPPORT FOR ENTERPRISES IN A WIDER AREA OF THE SOCIAL ECONOMY

■ Investment Aid; ● Compensatory Aid; ● Subsidy; ● Aid to Support Demand, ● Service Vouchers; ● Obligations and Restrictions of a Registered Social Enterprise in Providing Support

#### PUBLIC ADMINISTRATION IN THE SOCIAL ECONOMY

• Social Economy Organisation; • Register of Social Enterprises; • Fines

#### Created ecosystem



Investment support

obligatory combination of loan and grant



Compensation support

main focus on WISE



Market stimulation

social procurement

service vouchers



Non-direct incentives

tax relief



Technical assistance

free-of-charge

provided in the regions

#### Key public administration stakeholders



Department of social economy at the Ministry of labour, social affairs and family

grant and repeal statutes of registered social enterprises

keep register of social enterprises



Institute of social economy (large scale ESF-funded project)

provide free of charge, regional based, technical assistance



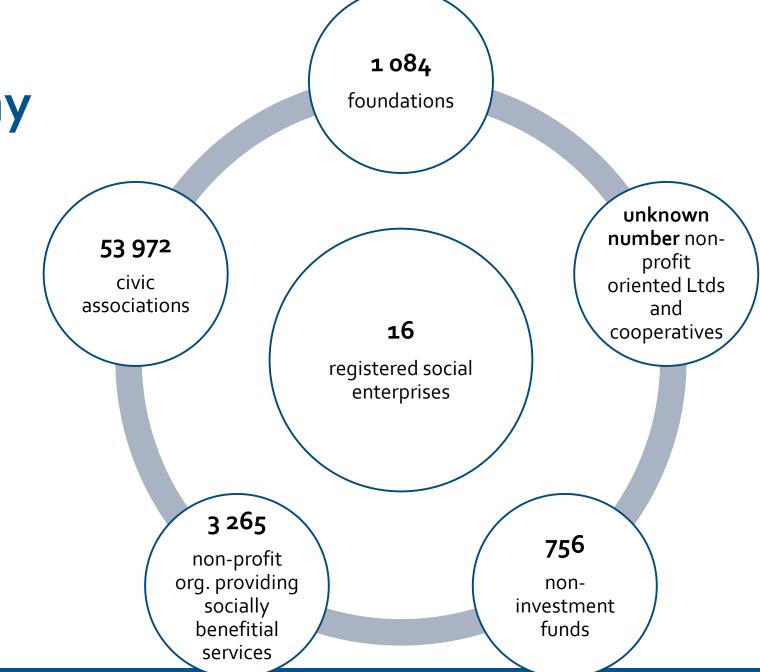
Office of governmental plenipotentiary for the civil society development

guarantee of supportive legal environment for NGOs



Office of the Deputy Prime Minister of the Slovak Republic for Investments and Informatization

implementation of the Act on the most lagging region and promotion of regional development Size of the social economy sector



## Phenomena of MUNICIPAL SOCIAL ENTERPRISE

