



Investment opportunities in the post-2020 MFF

Presentation on CEF 2 proposal

- **Rome CEF info day**
- **11 July 2018**

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@Transport_EU

Mobility and
Transport

CONNECTING
EUROPE

EU BUDGET FOR THE FUTURE



#EUBudget



KEY FEATURES

Multiannual Financial Framework 2021-2027

'A modern budget for a Union that protects, empowers and defends'



More funding for
priority areas



A new mechanism
to protect the
EU budget from
financial risks
linked to the rule
of law



A strong focus on
European added
value and on
performance



Less red tape for
beneficiaries



A more flexible and
agile budget with a
clearer and leaner
architecture



European
Commission



ALIGNED TO POLITICAL PRIORITIES

Simplification, transparency and flexibility

In billion euro, current prices

I. SINGLE MARKET, INNOVATION AND DIGITAL €187.4

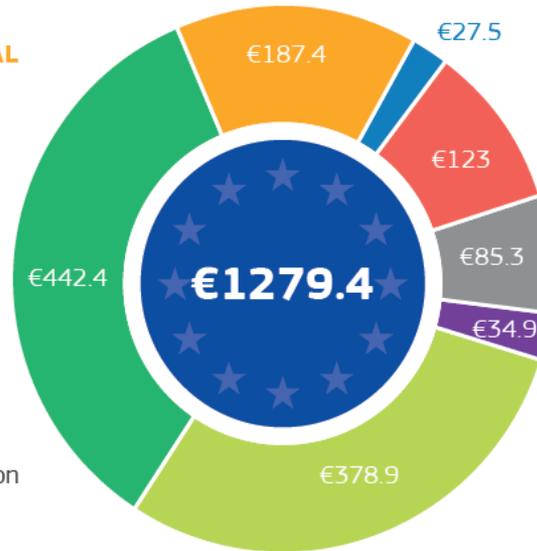
- 1 Research and Innovation
- 2 European Strategic Investments
- 3 Single Market
- 4 Space

II. COHESION AND VALUES €442.4

- 5 Regional Development and Cohesion
- 6 Economic and Monetary Union
- 7 Investing in People, Social Cohesion and Values

III. NATURAL RESOURCES AND ENVIRONMENT €378.9

- 8 Agriculture and Maritime Policy
- 9 Environment and Climate Action



V. SECURITY AND DEFENCE €27.5

- 12 Security
- 13 Defence
- 14 Crisis Response

VI. NEIGHBOURHOOD AND THE WORLD €123

- 15 External Action
- 16 Pre-Accession Assistance

IV. MIGRATION AND BORDER MANAGEMENT €34.9

- 10 Migration
- 11 Border Management

VII. EUROPEAN PUBLIC ADMINISTRATION €85.3

- 17 European Public Administration

TRANSPORT IN THE MFF PRIORITIES

CEF

I. SINGLE MARKET, INNOVATION & DIGITAL

- € 12.85 Bn - Transport - General Envelope

II. COHESION & VALUES

- €11.3 Bn – Transport - Cohesion Envelope

V. SECURITY & DEFENCE

- € 6.5 Bn – Transport - Military Mobility

COHESION FUND & ERDF

II. COHESION & VALUES

- Total € 35.3 Bn - Cohesion Fund
- Total € 226.3 Bn - ERDF

Transport share to be defined with each MS during the programming in accordance with shared management programme

INVESTEU

I. SINGLE MARKET, INNOVATION & DIGITAL

- € 11.5 Bn Sustainable Infrastructure (including Transport)

HORIZON EUROPE

I. SINGLE MARKET, INNOVATION & DIGITAL

- € 15 Bn Climate, Energy and Mobility



EU BUDGET FOR THE FUTURE



CONNECTING EUROPE FACILITY

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WHAT ARE THE SPECIFIC OBJECTIVES? (1)

€ 24,137 million
(2021-2027)

60%

1. Development of the network

- **75% - Core Network Corridors:** Cross-border & missing links
- **10% - Other sections of the Core network :** Cross-border & missing links
- **15% - Comprehensive network specific sections:** cross-border links & outermost regions

40%

2. Modernisation of existing network

- **Core and Comprehensive network :**
Smart (digital – interoperability), **sustainable** (e.g. alternative fuels), **inclusive** (e.g. freight transport services), **safe and secure**
TEN-T (e.g. MoS, ERTMS, SESAR)

WHAT ARE THE SPECIFIC OBJECTIVES? (2)

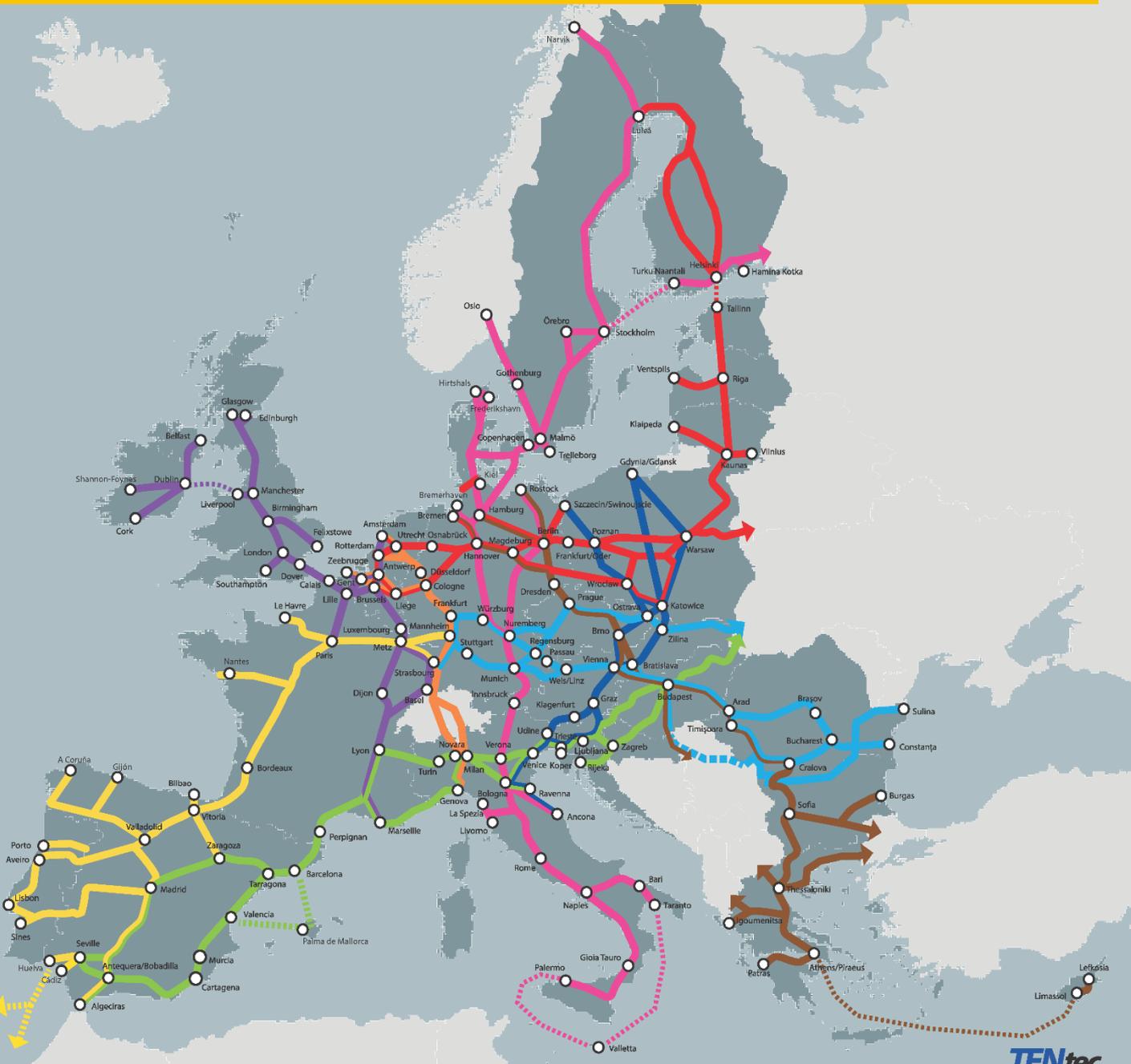
€ 6,500 million
(2021-2027)

3. Military Mobility

- **Core and comprehensive networks:**
- Actions supporting TEN-T infrastructure
 - ➔ to adapt it to military mobility requirements
 - ➔ to enable a civilian-military dual-use of the infrastructure

Based on the Action Plan on Military Mobility

- 2018: Military requirements to be defined
- 2018: Identification of the gaps between technical TEN-T requirements & military mobility requirements needed
- 2019: Identification of the Dual use projects



New Annex Part III

SYNERGIES: TRANSPORT – ENERGY - DIGITAL

Decarbonisation and digitalisation of the Union economy implies a growing need for synergy between transport, energy and digital sectors.

How?

- Possibility to adopt **joint work programmes** on specific topics (e.g. connected and autonomous mobility)
- the **highest co-funding rate** of the sectors concerned could be applied
- for each sector **ancillary elements** pertaining to another sector could be eligible (e.g. renewable energy generation within a transport project)
- the **award criteria** for the assessment of a proposed action will integrate the synergy dimension

COMPLEMENTARITY

With Horizon Europe

- CEF will support large-scale roll-out and deployment of innovative technologies and solutions resulting from Horizon Europe

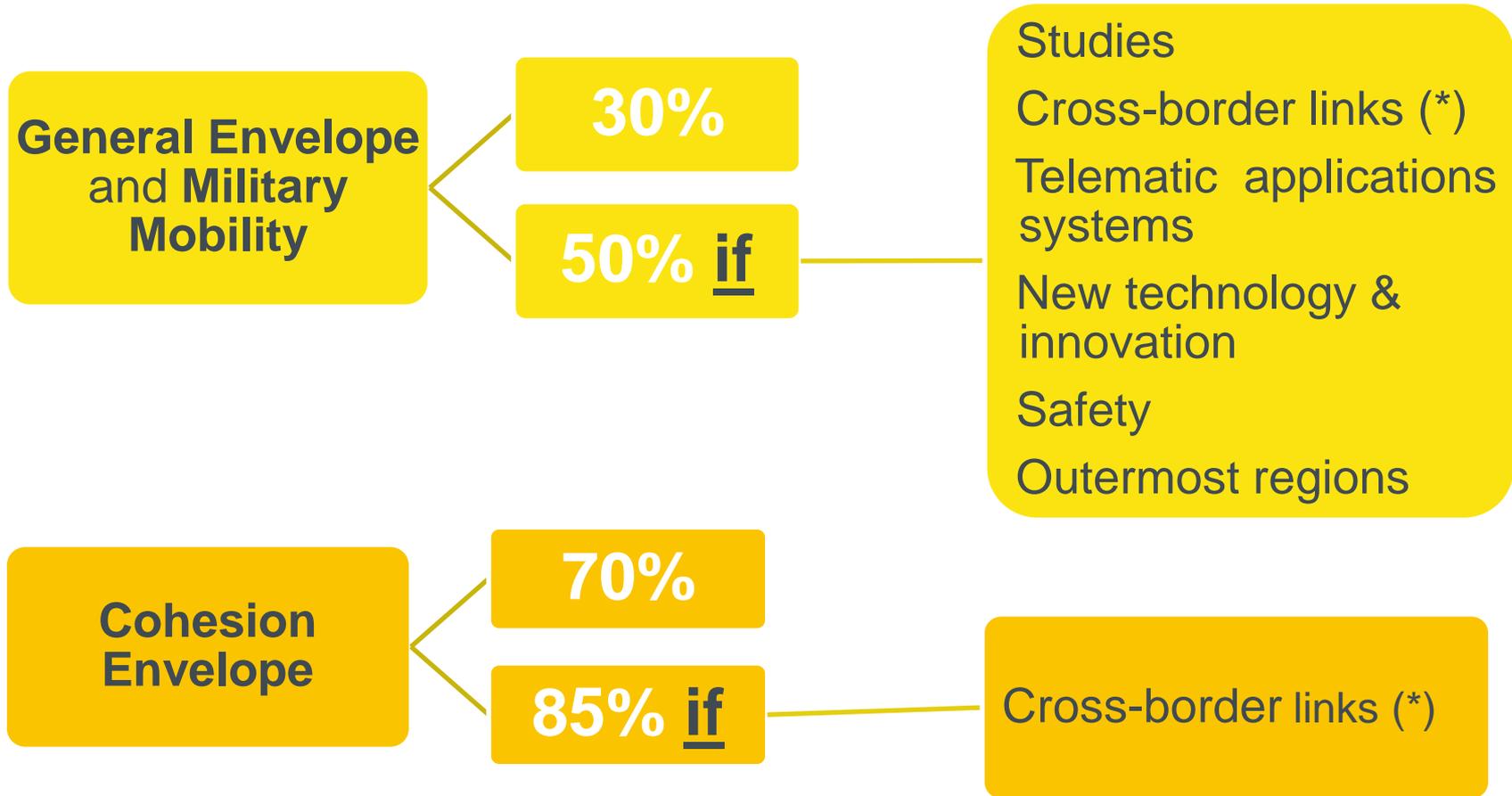
With Cohesion Policy Funds

- € 11.3 Bn from Cohesion Policy funds transferred to CEF
- 70% under the Cohesion Fund national allocations until 31/12/2023 and 30% on a competitive basis - *including a possible top-up of any reflow post 01/01/2024*
- MS can voluntarily transfer additional cohesion resources to CEF

With InvestEU

- € 11.5 bn guarantee available for the InvestEU "Sustainable Infrastructure" window
- **CEF grants** can be **used** for **blending** with InvestEU or other private financing, if need for bankability

MAXIMUM CO-FINANCING RATES



Only maximum co-funding rates in Basic Act
More detailed rates in the work programmes

STRONGER ARTICULATION WITH THE CORE NETWORK CORRIDORS

An increased role for the European Coordinators and their work plans in the selection process of projects

- Selection of projects shall be based on **award criteria** defined in the work programmes and calls, and taking into account key elements set out in the Regulation
- Where applicable, the assessment of the award criteria will ensure that:
 - proposed actions are **consistent with the corridor work plans and implementing acts** and
 - take into account **the opinion of the responsible European Coordinator**

EU BUDGET FOR THE FUTURE MFF 2021-2027

Investment support under
next MFF – InvestEU



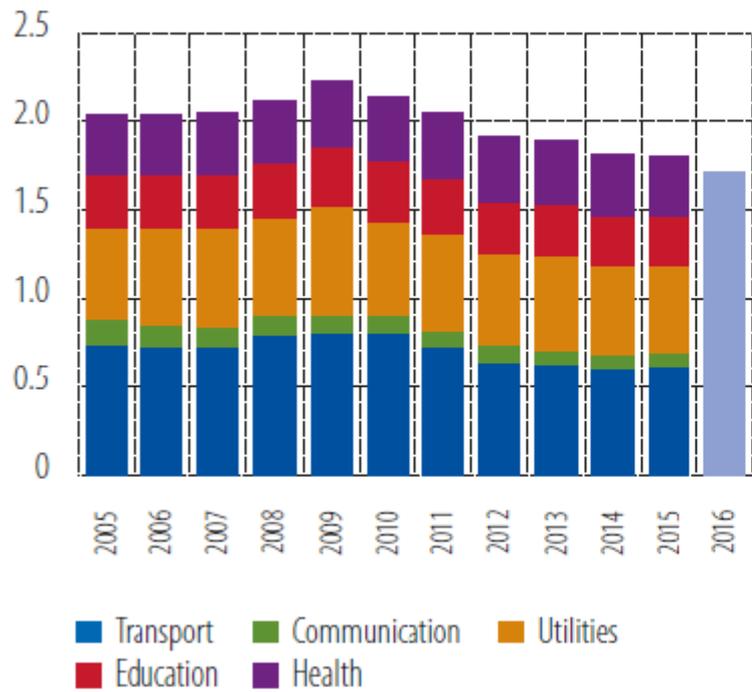
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Infrastructure investment is still below pre-crisis level

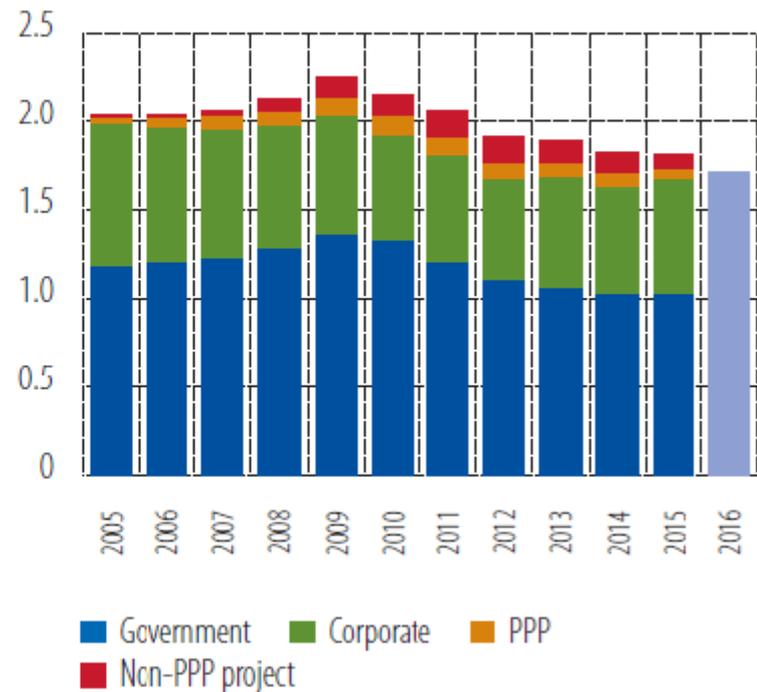
Transport the sector most affected

Infrastructure investment by sector and by source between 2005-2016 (in % of GDP)

a. by sector



b. by source



Source: Eurostat, Projectware, EPEC

InvestEU

Window	Budgetary guarantee	Mobilised investment (estimate)
Sustainable infrastructure	11 500	185 000
Research, Innovation and Digitisation	11 250	200 000
SMEs	11 250	215 000
Social investment and skills	4 000	50 000
TOTAL (<i>EUR Million, in current prices</i>)	38 000	650 000

- **The size of the EU guarantee proposed is EUR 38bn. and the provisioning rate 40 %, i.e. EUR 15.2 bn needed for the provisioning (EUR 14.2 bn. budg. Allocation + EUR 1bn. from reflows)**
- **Budget for InvestEU Advisory Hub, InvestEU Portal and accompanying measures is proposed to be EUR 525m.**

Sustainable infrastructure window

- Orient capital flows towards **sustainable infrastructure** investment,
- Stimulate investment needed to respond to **climate change** and meeting the greenhouse gas emission reduction commitments by 2030 (Paris agreement);
- Contribute to coordinated investments in infrastructure projects involving several MS (**cross-border projects**) and in **trans-European networks**;
- Address emerging market needs, new technological developments and priorities (e.g. **greening of mobile assets**);
- Promote interoperability;
- Foster cross-sectoral synergies between energy, **transport** and digitalisation;



THANK YOU FOR YOUR ATTENTION

MORE INFORMATION AVAILABLE AT

<http://ec.europa.eu/transport>

<http://ec.europa.eu/invest-eu>

<http://www.eib.org/invest-eu>

<https://ec.europa.eu/inea>

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