



TER ADVISERING

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de minister

**Directie Buitenlandse
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Auteur

10.2.e

Van

Kopie aan

notitie

BWO MFK 8 juli

Aanleiding

Op woensdag 8 juli vindt van 10.30-11.15 uur een BWO plaats over het MFK. U wordt vergezeld door 10.2.e 10.2.e.

Advies

- Op verzoek van het vorige BWO over het MFK op 30 juni zijn twee 'hymn sheets' opgesteld met boodschappen op het reguliere MFK en het Herstelinstrument. U kunt instemmen met deze hymn sheets.
- U kunt de strategie rondom de inzet op 'loans-for-grants' bespreken. In het vorige BWO zijn verschillende opties besproken om unanimiteit in de besluitvorming over uitkeringen in de Recovery and Resilience Facility mogelijk te maken. Om zowel ambtelijk als politiek de MFK-onderhandelingen goed te kunnen beïnvloeden is bredere politieke dekking nodig (overleg woordvoerders, REA, etc.). Risico is dat NL ideeën anders niet worden gehoord en er weinig gebeurt voor de ER van 17/18 juli.

Toelichting

- Waarschijnlijk wordt op vrijdag 10 juli de nieuwe Negotiating Box (onderhandelingsdocument MFK) gepubliceerd voor de ER van 17/18 juli. Ambtelijk wordt gewerkt aan beïnvloeding van de Negotiating Box middels gezamenlijke tekstvoorstellen met de Frugal Four.
- De MP spreekt op maandag 6 juli met ER-voorzitter Michel en op donderdag 9 juli met Merkel in Berlijn. Mogelijk spreekt hij ook nog met Conte en in Washington-format.
- In het BWO van 30 juni is afgesproken dat NL eventueel "loans-for-grants" kan overwegen o.b.v. 10.2.a waarbij na implementatie van hervormingen leningen kunnen worden omgezet in een afdrachtenkorting, versterkt met een unanimitetswaarborg (bij beoordeling/omzetting) via het Eigenmiddelenbesluit. Deze optie is op persoonlijke titel door 10.2.e gedeeld met 10.2.a. Voor effectieve beïnvloeding is het belangrijk dat voor het breder delen van deze optie politieke steun in het BWO wordt gegeven.

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Netherlands written comments 06-07-2020

	Commission proposal	Drafting Suggestions	Comments
1.	<p>Proposal for a REGULATION OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL establishing a Recovery and Resilience Facility THE EUROPEAN PARLIAMENT AND THE COUNCIL OF THE EUROPEAN UNION,</p>		
2.	<p>Having regard to the Treaty on the Functioning of the European Union, and in particular the third paragraph of Article 175 thereof,</p>		
3.	<p>Having regard to the proposal from the European Commission,</p>		
4.	<p>After transmission of the draft legislative act to the national parliaments,</p>		
5.	<p>Having regard to the opinion of the European Economic and Social Committee¹,</p>		
6.	<p>Having regard to the opinion of the Committee of the Regions²,</p>		
7.	<p>Acting in accordance with the ordinary legislative procedure,</p>		
8.			
9.	<p>Whereas:</p>		

¹ OJ C , , p . .

² OJ C , , p . .

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10.			
11.	(1) In accordance with Articles 120 and 121 of the Treaty on the Functioning of the European Union ('the Treaty'), Member States are required to conduct their economic policies with a view to contributing to the achievement of the objectives of the Union and in the context of the broad guidelines that the Council formulates. Under Article 148 of the Treaty Member States shall implement employment policies that take into account the guidelines for employment. The coordination of the economic policies of the Member States is therefore a matter of common concern.		
12.			
13.	(2) Article 175 of the Treaty provides, inter alia, that Member States should coordinate their economic policies in such a way as to attain the objectives on economic, social and territorial cohesion set out in Article 174.		
14.			
15.	(3) At Union level, the European Semester of economic policy coordination ('European Semester'), including the principles of the European Pillar of Social Rights, is the framework to identify national reform priorities and monitor their implementation. Member States develop their own national multiannual investment strategies in support of those reforms. Those strategies should be presented alongside the yearly National Reform Programmes as a way to outline		

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	and coordinate priority investment projects to be supported by national and/or Union funding.		
16.			
17.	<p>(4) The outbreak of the COVID-19 pandemic in early 2020 changed the economic outlook for the years to come in the Union and in the world, calling for an urgent and coordinated response from the Union in order to cope with the enormous economic and social consequences for all Member. The challenges linked to the demographic context have been amplified by COVID-19. The current COVID-19 pandemic as well as the previous economic and financial crisis have shown that developing sound and resilient economies and financial systems built on strong economic and social structures helps Member States to respond more efficiently to shocks and recover more swiftly from them. The medium and long-term consequences of the COVID-19 crisis will critically depend on how quickly Member States' economies will recover from the crisis, which in turn depends on the fiscal space Member States have available to take measures to mitigate the social and economic impact of the crisis, and on the resilience of their economies. Reforms and investments to address structural weaknesses of the economies and strengthen their resilience will therefore be essential to set the economies back on a sustainable recovery path and avoid further widening of the divergences in the Union.</p>		
18.			

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19.	<p>(5) The implementation of reforms contributing to achieve a high degree of resilience of domestic economies, strengthening adjustment capacity and unlocking growth potential are among the Union's policy priorities. They are therefore crucial to set the recovery on a sustainable path and support the process of upward economic and social convergence. This is even more necessary in the aftermath of the pandemic crisis to pave the way for a swift recovery.</p>		
20.			
21.	<p>(6) Past experiences have shown that investment is often drastically cut during crises. However, it is essential to support investment in this particular situation to speed up the recovery and strengthen long-term growth potential. Investing in green and digital technologies, capacities and processes aimed at assisting clean energy transition, boosting energy efficiency in housing and other key sectors of the economic are important to achieve sustainable growth and help create jobs. It will also help make the Union more resilient and less dependent by diversifying key supply chains.</p>		
22.			
23.	<p>(7) Currently, no instrument foresees direct financial support linked to the achievement of results and to implementation of reforms and public investments of the Member States in response to challenges identified in the European Semester, and with a view to having a lasting impact on the productivity and resilience of the economy of the</p>		

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	Member States.	
24.		
25.	<p>(8) Against this background, it is necessary to strengthen the current framework for the provision of support to Member States and provide direct financial support to Member States through an innovative tool. To that end, a Recovery and Resilience Facility (the 'Facility') should be established under this Regulation to provide effective financial and significant support to step up the implementation of reforms and related public investments in the Member States. The Facility should be comprehensive and should also benefit from the experience gained by the Commission and the Member States from the use of the other instruments and programmes.</p>	
26.		
27.	<p>(9) The types of financing and the methods of implementation under this Regulation should be chosen on the basis of their ability to achieve the specific objectives of the actions and to deliver results, taking into account, in particular, the costs of controls, the administrative burden, and the expected risk of non-compliance. This should include consideration of the use of lump sums, flat rates and unit costs, as well as financing not linked to costs as referred to in Article 125(1)(a) of the Financial Regulation.</p>	
28.		
29.	(10) In accordance with Regulation [European Union Recovery	

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	<p>Instrument] and within the limits of resources allocated therein, recovery and resilience measures under the Recovery and Resilience Facility should be carried out to address the unprecedented impact of the COVID-19 crisis. Such additional resources should be used in such a way as to ensure compliance with the time limits provided for in Regulation [EUR]].</p>		
30.			
31.	<p>(11) Reflecting the European Green Deal as Europe's sustainable growth strategy and the translation of the Union's commitments to implement the Paris Agreement and the United Nations' Sustainable Development Goals, the Facility established by this Regulation will contribute to mainstreaming climate actions and environmental sustainability and to the achievement of an overall target of [25] % of the EU budget expenditures supporting climate objectives.</p>	<p>(11) Reflecting the European Green Deal as Europe's sustainable growth strategy and the translation of the Union's commitments to implement the Paris Agreement and the United Nations' Sustainable Development Goals, the Facility established by this Regulation will contribute to mainstreaming climate actions and environmental sustainability and to the achievement of an overall target of [25] % of the EU budget expenditures supporting climate objectives. <u>Operations under the Facility are expected to contribute at least 25 % of the overall financial envelope of the Facility to climate objectives.</u></p> <p><u>The methodology used for the calculation of support to climate objectives is the</u></p>	<p>We would like to see a dedicated climate mainstreaming percentage for the RRF included in the regulation of at least 25%.</p> <p>To ensure proper tracking of climate expenses, we would like to use the methodology worked out in the Common Provisions Regulation Annex I.</p> <p>Lastly, we would like to lay down the applicability of the do not harm principle from the Green Deal in the regulation.</p>

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		<p><u>methodology set out in the annex I of the Regulation (EU) No XXX/XX of the European Parliament and of the Council [CPRI].</u></p> <p><u>Actions under the Recovery and Resilience Facility shall do no harm to EU climate and environment goals.</u></p>	
32.			
33.	<p>(12) In order to implement these overall objectives, relevant actions will be identified during the Facility's preparation and implementation, and reassessed in the context of the relevant evaluations and review processes. Also, due attention should be paid to the impact of the national plans submitted under this Regulation on fostering not only the green transition, but also the digital transformation. They will both play a priority role in relaunching and modernising our economy.</p>		
34.			
35.	<p>(13) In order to enable measures to be taken that link the Facility to sound economic governance, with a view to ensuring uniform implementing conditions, the power should be conferred on the Council to suspend, on a proposal from the Commission and by means of implementing acts, the period of time for the adoption of decisions</p>		

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	<p>on proposals for recovery and resilience plans and to suspend payments under this Facility, in the event of significant non-compliance in relation to the relevant cases related to the economic governance process laid down in the Regulation (EU) No XXXX/XXX of the European Parliament and of the Council [CPR] (...). The power to lift those suspensions by means of implementing acts, on a proposal from the Commission, should also be conferred on the Council in relation to the same relevant cases.</p>		
36.			
37.	<p>(14) The Facility's general objective should be the promotion of economic, social and territorial cohesion. For that purpose, it should contribute to improving the resilience and adjustment capacity of the Member States, mitigating the social and economic impact of the crisis, and supporting the green and digital transitions aimed at achieving a climate neutral Europe by 2050, thereby restoring the growth potential of the economies of the Union in the aftermath of the crisis, fostering employment creation and to promoting sustainable growth.</p>		
38.			
39.	<p>(15) The specific objective of the Facility should be to provide financial support with a view to achieving the milestones and targets of reforms and investments as set out in recovery and resilience plans. That specific objective should be pursued in close cooperation with the</p>		

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40.	Member States concerned.		
41.	<p>(16) To ensure its contribution to the objectives of the Facility, the recovery and resilience plan should comprise measures for the implementation of reforms and public investment projects through a coherent recovery and resilience plan. The recovery and resilience plan should be consistent with the relevant country-specific challenges and priorities identified in the context of the European Semester, with the national reform programmes, the national energy and climate plans, the just transition plans, and the partnership agreements and operational programmes adopted under the Union funds. To boost actions that fall within the priorities of the European Green Deal and the Digital Agenda, the plan should also set out measures that are relevant for the green and digital transitions. The measures should enable a swift delivery of targets, objectives and contributions set out in national energy and climate plans and updates thereof. All supported activities should be pursued in full respect of the climate and environmental priorities of the Union.</p>	<p>(16) To ensure its contribution to the objectives of the Facility, the recovery and resilience plan should comprise measures for the implementation of reforms and public investment projects through a coherent recovery and resilience plan. The recovery and resilience plan should be consistent with the relevant country-specific challenges and priorities identified in the context of the European Semester, with the national reform programmes, the national energy and climate plans, the just transition plans, and the partnership agreements and operational programmes adopted under the Union funds. To boost actions that fall within the priorities of the European Green Deal and the Digital Agenda, the plan should also set out measures that are relevant for the green and digital transitions. The measures should enable a swift delivery of targets, objectives and contributions set out in national energy and climate plans and updates thereof. All supported activities should be pursued in full respect of the</p>	<p>See comment in line 263.</p>

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		climate and environmental priorities of the Union.	
42.			
43.	(17) Where a Member State is exempted from the monitoring and assessment of the European Semester on the basis of Article 12 of Regulation (EU) 472/2013 ³ , or is subject to surveillance under Council Regulation (EC) No 332/2002 ⁴ , it should be possible that the provisions of this regulation are applied to the Member State concerned in relation to the challenges and priorities identified by the measures set out under the regulations thereof.		
44.			
45.	(18) To inform the preparation and the implementation of the recovery and resilience plans by Member States, the Council should be able to discuss, within the European Semester, the state of recovery, resilience and adjustment capacity in the Union. To ensure appropriate evidence, this discussion should be based on the Commission's strategic and analytical information available in the context of the European Semester and, if available, on the basis of the information on the implementation of the plans in the preceding years.		
46.			
47.	(19) In order to ensure a meaningful financial contribution commensurate to the actual needs of Member States to undertake and		

³ OJL 140 of 27.5.2013.

⁴ OJL 53 of 23.2.2002.

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	<p>complete the reforms and investments included in the recovery and resilience plan, it is appropriate to establish a maximum financial contribution available to them under the Facility as far as the financial support (i.e. the non-repayable financial support) is concerned. That maximum contribution should be calculated on the basis of the population, the inverse of the per capita Gross Domestic Product (GDP) and the relative unemployment rate of each Member State.</p>		
48.			
49.	<p>(20) It is necessary to establish a process for the submission of proposals for recovery and resilience plans by the Member States, and the content thereof. With a view to ensuring the expediency of procedures, a Member State should submit a recovery and resilience plan at the latest by 30 April, in the form of a separate annex of the National Reform Programme. To ensure a fast implementation, Member States should be able to submit a draft plan together with the draft budget of the forthcoming year, on 15 October of the preceding year.</p>		
50.			
51.	<p>(21) In order to ensure the national ownership and a focus on relevant reforms and investments, Member States wishing to receive support should submit to the Commission a recovery and resilience plan that is duly reasoned and substantiated. The recovery and resilience plan should set out the detailed set of measures for its</p>		

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	<p>implementation, including targets and milestones, and the expected impact of the recovery and resilience plan on growth potential, job creation and economic and social resilience; it should also include measures that are relevant for the green and the digital transitions; it should also include an explanation of the consistency of the proposed recovery and resilience plan with the relevant country-specific challenges and priorities identified in the context of the European Semester. Close cooperation between the Commission and the Member States should be sought and achieved throughout the process.</p>		
52.			
53.	<p>(22) The Commission should assess the recovery and resilience plan proposed by the Member States and should act in close cooperation with the Member State concerned. The Commission will fully respect the national ownership of the process and will therefore take into account the justification and elements provided by the Member State concerned and assess whether the recovery and resilience plan proposed by the Member State is expected to contribute to effectively address challenges identified in the relevant country-specific recommendation addressed to the Member State concerned or in other relevant documents officially adopted by the Commission in the European Semester; whether the plan contains measures that effectively contribute to the green and the digital transitions and to addressing the challenges resulting from them; whether the plan is expected to have a lasting impact in the Member State concerned;</p>	<p>(22) The Commission should assess the recovery and resilience plan proposed by the Member States and should act in close cooperation with the Member State concerned. The Commission will fully respect the national ownership of the process and will therefore take into account the justification and elements provided by the Member State concerned and assess whether the recovery and resilience plan proposed by the Member State is expected to contribute to effectively address challenges identified in the relevant country-specific recommendation addressed to the Member State concerned or in other relevant documents.</p>	

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	<p>whether the plan is expected to effectively contribute to strengthen the growth potential, job creation and economic and social resilience of the Member State, mitigate the economic and social impact of the crisis and contribute to enhancing economic, social and territorial cohesion; whether the justification provided by the Member State of the estimated total costs of the recovery and resilience plan submitted is reasonable and plausible and is commensurate to the expected impact on the economy and employment; whether the proposed recovery and resilience plan contains measures for the implementation of reforms and public investment projects that represent coherent actions; and whether the arrangement proposed by the Member State concerned are expected to ensure effective implementation of the recovery and resilience plan, including the proposed milestones and targets, and the related indicators.</p>	<p>officially adopted by the Commission in the European Semester; whether the plan contains measures that effectively contribute to the green and the digital transitions and to addressing the challenges resulting from them; whether the plan is expected to have a lasting impact in the Member State concerned; whether the plan is expected to effectively contribute to strengthen the growth potential, job creation and economic and social resilience of the Member State, mitigate the economic and social impact of the crisis and contribute to enhancing economic, social and territorial cohesion; whether the justification provided by the Member State of the estimated total costs of the recovery and resilience plan submitted is reasonable and plausible and is commensurate to the expected impact on the economy and employment; whether the proposed recovery and resilience plan contains measures for the implementation of reforms and public investment projects that represent coherent actions; and whether the arrangement proposed by the Member State concerned are expected to ensure effective</p>
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54.		implementation of the recovery and resilience plan, including the proposed milestones and targets, and the related indicators.	
55.	(23) Appropriate guidelines should be set out, as an annex to this Regulation, to serve as a basis for the Commission to assess in a transparent and equitable manner the recovery and resilience plans and to determine the financial contribution in conformity with the objectives and any other relevant requirements laid down in this Regulation. In the interest of transparency and efficiency, a rating system for the assessment of the proposals for recovery and resilience plans should be established to that effect.		
56.			
57.	(24) In order to contribute to the preparation of high-quality plans and assist the Commission in the assessment of the recovery and resilience plans submitted by the Member States and in the assessment of the degree of their achievement, provision should be made for the use of expert advice and, at the Member State request, peer counselling.		
58.			
59.	(25) For the purpose of simplification, the determination of the financial contribution should follow simple criteria. The financial contribution should be determined on the basis of the estimated total		

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	costs of the recovery and resilience plan proposed by the Member State concerned.		
60.			
61.	(26) Provided that the recovery and resilience plan satisfactorily addresses the assessment criteria, the Member State concerned should be allocated the maximum financial contribution where the estimated total costs of the reform and investment included in the recovery and resilience plan is equal to, or higher than, the amount of the maximum financial contribution itself. The Member State concerned should instead be allocated an amount equal to the estimated total cost of the recovery and resilience plan where such estimated total cost is lower than the maximum financial contribution itself. No financial contribution should be awarded to the Member State if the recovery and resilience plan does not satisfactorily address the assessment criteria.		
62.			
63.	(27) To ensure that the financial support is frontloaded in the initial years after the crisis, and to ensure compatibility with the available funding for this instrument, the allocation of funds to the Member States should be made available until 31 December 2024. To this effect, at least 60 percent of the amount available for non-repayable support should be legally committed by 31 December 2022. The remaining amount should be legally committed by 31 December		

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	2024.		
64.			
65.	<p>(28) Financial support to a Member State's plan should be possible in the form of a loan, subject to the conclusion of a loan agreement with the Commission, on the basis of a duly motivated request by the Member State concerned. Loans supporting the implementation of national recovery and resilience plans should be provided at maturities that reflect the longer-term nature of such spending. Those maturities may diverge from the maturities of the funds the Union borrows to finance the loans on capital markets. Therefore, it is necessary to provide for the possibility to derogate from the principle set out in Article 220(2) of the Financial Regulation, according to which maturities of loans for financial assistance should not be transformed.</p>		
66.			
67.	<p>(29) The request for a loan should be justified by the financial needs linked to additional reforms and investments included in the recovery and resilience plan, notably relevant for the green and digital transitions, and by therefore, by a higher cost of the plan than the maximum financial contribution (to be) allocated via the non-repayable contribution. It should be possible to submit the request for a loan together with the submission of the plan. In case the request for loan is made at a different moment in time, it should be accompanied by a revised plan with additional milestones and targets. To ensure</p>		

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	<p>frontloading of resources, Member States should request a loan support at the latest by 31 August 2024. For the purposes of sound financial management, the total amount of all the loans granted under this Regulation should be capped. In addition, the maximum volume of the loan for each Member State should not exceed 4.7% of its Gross National Income. An increase of the capped amount should be possible in exceptional circumstances subject to available resources. For the same reasons of sound financial management, it should be possible to pay the loan in instalments against the fulfilment of results.</p>		
68.			
69.	<p>(30) A Member State should have the possibility to make a reasoned request to amend the recovery and resilience plan within the period of implementation, where objective circumstances justify such a course of action. The Commission should assess the reasoned request and take a new decision within four months.</p>		
70.			
71.	<p>(31) For reasons of efficiency and simplification in the financial management of the instrument, the Union financial support to recovery and resilience plans should take the form of a financing based on the achievement of results measured by reference to milestones and targets indicated in the approved recovery and resilience plans. To this effect, the additional loan support should be linked to the additional milestones and targets compared to those relevant for the financial</p>		

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	support (i.e. the non-repayable support).		
72.			
73.	(32) For the purpose of sound financial management, specific rules should be laid down for budget commitments, payments, suspension, cancellation and recovery of funds. To ensure predictability, it should be possible for Member States to submit requests for payments on a biannual basis. Payments should be made in instalments and be based on a positive assessment by the Commission of the implementation of the recovery and resilience plan by the Member State. Suspension and cancellation of the financial contribution should be possible when the recovery and resilience plan has not been implemented in a satisfactory manner by the Member State. Appropriate contradictory procedures should be established to ensure that the decision by the Commission in relation to suspension, cancellation and recovery of amounts paid respects the right of Member States to provide observations.		
74.			
75.	(33) For effective monitoring of implementation, the Member States should report on a quarterly basis within the European Semester process on the progress made in the achievement of the recovery and resilience plan. Such reports prepared by the Member States concerned should be appropriately reflected in the National Reform Programmes, which should be used as a tool for reporting on progress towards completion of recovery and resilience plans.		

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76.			
77.	<p>(34) For the purposes of transparency, the recovery and resilience plans adopted by the Commission should be communicated to the European Parliament and the Council and communication activities should be carried out by the Commission as appropriate.</p>		
78.			
79.	<p>(35) In order to ensure an efficient and coherent allocation of funds from the Union budget and to respect the principle of sound financial management, actions under this Regulation should be consistent with and be complementary to ongoing Union programmes, whilst avoiding double funding for the same expenditure. In particular, the Commission and the Member State should ensure, in all stages of the process, effective coordination in order to safeguard the consistency, coherence, complementarity and synergy among sources of funding. To that effect, Member States should be required to present the relevant, information on existing or planned Union financing when submitting their plans to the Commission. Financial support under Facility should be additional to the support provided under other Union funds and programmes, and reform and investment projects financed under the Facility should be able to receive funding from other Union programmes and instruments provided that such support does not cover the same cost.</p>		
80.			

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81.	<p>(36) Pursuant to paragraphs 22 and 23 of the Interinstitutional Agreement for Better Law-Making of 13 April 2016, there is a need to evaluate the Recovery and Resilience Facility established by this Regulation on the basis of information collected through specific monitoring requirements, while avoiding overregulation and administrative burdens, in particular on Member States. These requirements, where appropriate, should include measurable indicators, as a basis for evaluating the effects of the instruments on the ground.</p>		
82.			
83.	<p>(37) It is opportune that the Commission provides an annual report to the European Parliament and the Council on the implementation of the Facility set out in this Regulation. This report should include information on the progress made by Member States under the recovery and resilience plans approved; it should also include information on the volume of the proceeds assigned to the Facility under the European Union Recovery Instrument in the previous year, broken down by budget line, and the contribution of the amounts raised through the European Union Recovery Instrument to the achievements of the objectives of the Facility.</p>		
84.			
85.	<p>(38) An independent evaluation, looking at the achievement of the objectives of the Facility established by this Regulation, the efficiency of the use of its resources and its added value should be carried out.</p>		

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	<p>Where appropriate, the evaluation should be accompanied by a proposal for amendments to this Regulation. An independent ex-post evaluation should, in addition, deal with the long-term impact of the instruments.-</p>		
86.			
87.	<p>(39) The recovery and resilience plans to be implemented by the Member States and the corresponding financial contribution allocated to them should be established by the Commission by way of implementing act. In order to ensure uniform conditions for the implementation of this Regulation, implementing powers should be conferred on the Commission. The implementing powers relating to the adoption of the recovery and resilience plans and to the payment of the financial support upon fulfilment of the relevant milestones and targets should be exercised by the Commission in accordance with Regulation (EU) No 182/2011 of the European Parliament and of the Council, under the examination procedure thereof⁵. After the adoption of an implementing act, it should be possible for the Member State concerned and the Commission to agree on certain operational arrangements of a technical nature, detailing aspects of the implementation with respect to timelines, indicators for the milestones and targets, and access to underlying data. To allow the continuous relevance of the operational arrangements in respect of the prevailing</p>		

⁵ Regulation (EU) No 182/2011 of the European Parliament and of the Council of 16 February 2011 laying down the rules and general principles concerning mechanisms for control by Member States of the Commission's exercise of implementing powers (OJ L 55, 28.2.2011, p. 13).

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	<p>circumstances during the implementation of the recovery and resilience plan, it should be possible that the elements of such technical arrangements may be modified by mutual consent. Horizontal financial rules adopted by the European Parliament and the Council on the basis of Article 322 of the Treaty on the Functioning of the European Union apply to this Regulation. These rules are laid down in the Financial Regulation and determine in particular the procedure for establishing and implementing the budget through grants, procurement, prizes, indirect implementation, and provide for checks on the responsibility of financial actors. [Rules adopted on the basis of Article 322 TFEU also concern the protection of the Union's budget in case of generalised deficiencies as regards the rule of law in the Member States, as the respect for the rule of law is an essential precondition for sound financial management and effective EU funding.]</p>	
88.		
89.	<p>(40) In accordance with the Financial Regulation, Regulation (EU, Euratom) No 883/2013 of the European Parliament and of the Council⁶, Council Regulation (Euratom, EC) No 2988/95⁷, Council Regulation (Euratom, EC) No 2185/96⁸ and Council Regulation (EU)</p>	

⁶ Regulation (EU, Euratom) No 883/2013 of the European Parliament and of the Council of 11 September 2013 concerning investigations conducted by the European Anti-Fraud Office (OLAF) and repealing Regulation (EC) No 1073/1999 of the European Parliament and of the Council and Council Regulation (Euratom) No 1074/1999, (OJ L248, 18.9.2013, p. 1)

⁷ Council Regulation (EC, Euratom) No 2988/95 of 18 December 1995 on the protection of the European Communities financial interests (OJ L 312, 23.12.95, p.1)

⁸ Council Regulation (Euratom, EC) No 2185/96 of 11 November 1996 concerning on-the-spot checks and inspections carried out by the Commission in order to protect the European Communities' financial interests against fraud and other irregularities (OJ L292, 15.11.96, p.2)

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	<p>2017/1939⁹, the financial interests of the Union are to be protected through proportionate measures, including the prevention, detection, correction and investigation of irregularities and fraud, the recovery of funds lost, wrongly paid or incorrectly used and, where appropriate, the imposition of administrative sanctions. In particular, in accordance with Regulation (EU, Euratom) No 883/2013 and Regulation (Euratom, EC) No 2185/96, the European Anti-Fraud Office (OLAF) may carry out administrative investigations, including on-the-spot checks and inspections, with a view to establishing whether there has been fraud, corruption or any other illegal activity affecting the financial interests of the Union. In accordance with Regulation (EU) 2017/1939, the European Public Prosecutor's Office (EPPO) may investigate and prosecute fraud and other criminal offences affecting the financial interests of the Union as provided for in Directive (EU) 2017/1371 of the European Parliament and of the Council¹⁰. In accordance with the Financial Regulation, any person or entity receiving Union funds is to fully cooperate in the protection of the Union's financial interests, to grant the necessary rights and access to the Commission, OLAF, the EPPO and the European Court of Auditors and to ensure that any third parties involved in the implementation of Union funds grant equivalent rights to the</p>	
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⁹ Council Regulation (EU) 2017/1939 of 12 October 2017 implementing enhanced cooperation on the establishment of the European Public Prosecutor's Office ('the EPPO') (OJ L283, 31.10.2017., p.1)

¹⁰ Directive (EU) 2017/1371 of the European Parliament and of the Council of 5 July 2017 on the fight against fraud to the Union's financial interests by means of criminal law (OJ L 198, 28.7.2017, p. 29)

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90.	Commission, OLAF, the EPPO and the European Court of Auditors.	
91.	(41) Since the objectives of this Regulation cannot be sufficiently achieved by the Member States alone, but can rather be better achieved at Union level, the Union may adopt measures in accordance with the principle of subsidiarity as set out in Article 5 of the Treaty on European Union. In accordance with the principle of proportionality, as set out in that Article, this Regulation does not go beyond that which is necessary to achieve that objective.	
92.		
93.	(42) In order to allow for the prompt application of the measures provided for in this Regulation, this Regulation should enter into force on the day following that of its publication in the Official Journal of the European Union,	
94.		
95.	HAVE ADOPTED THIS REGULATION:	
96.		
97.	CHAPTER I	
98.		
99.	General provisions and financial envelope	
100.		
101.	Article 1	

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	Subject matter
102.	
103.	This Regulation establishes a Recovery and Resilience Facility (the 'Facility').
104.	
105.	It lays down its objectives, the financing, the forms of Union funding and the rules for providing such funding.
106.	
107.	Article 2 Definitions
108.	
109.	For the purposes of this Regulation, the following definitions apply:
110.	
111.	1. 'Union Funds' means the funds covered by Regulation (EU) YYYY/XX of the European Parliament and of the Council [CPR successor] ¹¹ ;
112.	
113.	2. 'Financial contribution' means non-repayable financial support available for allocation or allocated to the Member States under the Facility; and
114.	

¹¹ OJ C , , p . .

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115.	3. 'European Semester of economic policy coordination' (hereinafter 'European Semester') means the process set out by Article 2-a of Council Regulation (EC) No 1466/97 of 7 July 1997 ¹² .		
116.			
117.	Article 3 Scope		
118.			
119.	The scope of application of the Recovery and Resilience Facility established by this Regulation shall refer to policy areas related to economic, social and territorial cohesion, the green and digital transitions, health, competitiveness, resilience, productivity, education and skills, research and innovation, smart, sustainable and inclusive growth, jobs and investment, and the stability of the financial systems.		
120.			
121.	Article 4 General and specific objectives		
122.			
123.	1. The general objective of the Recovery and Resilience Facility shall be to promote the Union's economic, social and territorial cohesion by improving the resilience and adjustment capacity of the Member States, mitigating the social and economic impact of the	1. The general objective of the Recovery and Resilience Facility shall be to address the economic impact of the COVID pandemic. It shall promote the Union's economic, social and	The overall objective shall be clearly linked to the pandemic. A reference to addressing medium- to long-term structural challenges identified in the EU Semester process is needed.

¹² Council Regulation (EC) No 1466/97 of 7 July 1997 on the strengthening of the surveillance of budgetary positions and the surveillance and coordination of economic policies (OJ L 209, 2.8.1997, p. 1).

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	<p>crisis, and supporting the green and digital transitions, thereby contributing to restoring the growth potential of the economies of the Union, fostering employment creation in the aftermath of the COVID-19 crisis, and promoting sustainable growth.</p>	<p>territorial cohesion by improving the resilience and adjustment capacity of the Member States <u>by addressing challenges of a structural nature</u>, mitigating the social and economic impact of the crisis, and supporting the green and digital transitions, thereby contributing to restoring the growth potential of the economies of the Union, fostering employment creation in the aftermath of the COVID-19 crisis, <u>the achievement of sound medium-term budgetary positions</u>, and promoting sustainable growth. <u>The Recovery and Resilience Facility shall in particular contribute significantly to the implementation of the Union's climate objective for 2030 set out in Article 2(11) of Regulation (EU) No 2018/1999 and the objective of a climate-neutral Union economy by 2050.</u></p>	<p>since these are key to preparing EU economies better for future crises. We expect reforms to also contribute to sound budgetary positions, this could therefore be included. RRF spending should contribute to the 2030 climate objective.</p>
124.			
125.	<p>To achieve that general objective, the specific objective of the Recovery and Resilience Facility shall be to provide Member States with financial support with a view to achieving the milestones and targets of reforms and investments as set out in their recovery and resilience plans. That specific objective shall be pursued in close</p>	<p>2. To achieve that general objective, the specific objective of the Recovery and Resilience Facility shall be to provide Member States with financial support with a view to achieving the milestones and targets of reforms</p>	<p>We propose to make a clear distinction between reform plans and investment plans in the regulation, and have made suggestions accordingly throughout the articles (this would also need to be done in the recitals). This</p>

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	<p>cooperation with the Member States concerned.</p>	<p>and investments as set out in their recovery and resilience plans <u>reform and investment plans</u>. That specific objective shall be pursued in close cooperation with the Member States concerned.</p>	<p>guarantees that all provisions on the content of plans, the criteria for their assessment, and the disbursement of payments applies to both investments and reforms separately. This is necessary, as the Commission's proposal does not make clear what the balance of investment and reform will be; member states could comply by mostly investing with just some minimal reform. In our view, good reform plans and their successful implementation should be a separate condition in order to receive funds for investment.</p>
<p>126.</p>		<p><u>Article 1.1 (NEW)</u> <u>The Recovery and Resilience Facility shall not support:</u> <u>(a) the manufacturing, processing and marketing of tobacco and tobacco products;</u> <u>(b) undertakings in difficulty, as defined in Article 2(18) of Commission Regulation (EU) No 651/201416;</u> <u>(c) investment in airport infrastructure except for outermost regions;</u> <u>(d) investment in disposal of waste in landfill;</u> <u>(e) investment in facilities for the treatment</u></p>	<p>We would like to include an exclusion list (in line with JTF and ERDF exclusion list) to ensure that investments are not targeted for goals not in line with climate goals (such as fossil fuels) or other Union priorities.</p>

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	<p><u>of residual waste;</u></p> <p><u>(f) investment related to production, processing, distribution, storage or combustion of fossil fuels, with the exception of investment related to clean vehicles as defined in Article 4 of Directive 2009/33/EC of the European Parliament and of the Council</u>²⁶;</p> <p><u>(g) investment in broadband infrastructure in areas in which there are at least two broadband networks of equivalent category;</u></p> <p><u>(h) funding for the purchase of rolling stock for use in rail transport, except if it is linked to the:</u></p> <p><u>(i) discharge of a publicly tendered public service obligation under Regulation 1370/2007 as amended;</u></p> <p><u>(ii) provision of rail transport services on lines fully opened to competition, and the beneficiary is a new entrant eligible for funding under Regulation (EU) 2018/xxxx [Invest EU regulation].</u></p> <p><u>(l) investment in housing unless related to the promotion of energy efficiency or renewable</u></p>
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		<u>energy use.</u>	
127.	Article 5 Resources from the European Union Recovery Instrument		
128.			
129.	[1. Measures referred to in Article 2 of Regulation [EURI] shall be implemented under this Facility:		
130.			
131.	(a) through amount of EUR 334 950 000 000 referred to in point (ii) of Article 3(2)(a) of Regulation [EURI] in current prices, available for non-repayable support, subject to Article 4(4) and (8) of Regulation [EURI].		
132.			
133.	These amounts shall constitute external assigned revenues in accordance with Article 21(5) of the Financial Regulation.		
134.			
135.	(b) through amount of EUR 267 955 000 000 referred to in Article 3(2)(b) of Regulation [EURI] in current prices, available for loan support to Members States pursuant to Article 12 and 13, subject to Article 4(5) of Regulation [EURI].]		
136.			
137.	2. The amounts referred to in paragraph 1(a) may also cover expenses pertaining to preparatory, monitoring, control, audit and evaluation activities, which are required for the management of each		

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	<p>instrument and the achievement of its objectives, in particular studies, meetings of experts, information and communication actions, including corporate communication of the political priorities of the Union, in so far as they are related to the objectives of this Regulation, expenses linked to IT networks focusing on information processing and exchange, corporate information technology tools, and all other technical and administrative assistance expenses incurred by the Commission for the management of each instrument. Expenses may also cover the costs of other supporting activities such as quality control and monitoring of projects on the ground and the costs of peer counselling and experts for the assessment and implementation of reforms and investments.</p>		
138.			
139.	<p>Article 6 Resources from shared management programmes</p>		
140.			
141.	<p>Resources allocated to Member States under shared management may, at their request, be transferred to the Facility. The Commission shall implement those resources directly in accordance with point (a) of Article 62(1) of the Financial Regulation. Those resources shall be used for the benefit of the Member State concerned.</p>		
142.			
143.	<p>Article 7</p>		

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	Implementation		
144.			
145.	The Recovery and Resilience Facility shall be implemented by the Commission in direct management in accordance with the Financial Regulation.		
146.			
147.	Article 8 Additionality and complementary funding		
148.			
149.	Support under the Recovery and Resilience Facility shall be additional to the support provided under other Union funds and programmes. Reform and investment projects may receive support from other Union programmes and instruments provided that such support does not cover the same cost.		
150.		<p><u>New article 8a Supported investment</u></p> <p><u>A Member State benefitting from RRF support shall, in any given year in which it receives a contribution do the following:</u></p> <p><u>(a) invest in eligible public investment an amount corresponding to at least the amount of the RRF contribution,</u></p> <p><u>(b) maintain the same level of its public investment compared to the average level of</u></p>	<p>This provision is taken from the Commission proposal for an investment stabilisation function (May 20218). It aims to prevent the RRF from being used (indirectly) to support government consumption.</p>

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		<u>its public investment in the five previous years.</u>	
151.	Article 9 Measures linking the Facility to sound economic governance		
152.			
153.	1. In the event of significant non-compliance in relation to any of the cases laid down in Article 15(7) of the Regulation laying down common provisions on the [...] [CPR], the Council shall, on a proposal from the Commission, adopt a decision by means of an implementing act to suspend the time period for the adoption of the decisions referred to in Articles 17(1) and 17(2) or to suspend payments under the Recovery and Resilience Facility.		
154.			
155.	The decision to suspend payments referred to in paragraph 1 shall apply to payment applications submitted after the date of the decision to suspend.		
156.			
157.	The suspension of the time period referred to in Article 17 shall apply from the day after the adoption of the decision referred to in paragraph 1.		
158.			
159.	In case of suspension of payments Article 15(9) of Regulation laying down common provisions on the (...) shall apply.		

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160.			
161.	2. In the event of occurrence of any of the cases referred to in Article 15(11) of the Regulation laying down common provisions on the [...], the Council shall, on a proposal from the Commission, adopt a decision by means of an implementing act to lift the suspension of the time period or of payments referred to in the previous paragraph.		
162.			
163.	The relevant procedures or payments shall resume the day after the lifting of the suspension.		
164.			
165.	CHAPTER II		
166.			
167.	Financial contribution, allocation process and loans		
168.			
169.	Article 10 Maximum financial contribution		
170.			
171.	[A maximum financial contribution shall be calculated for each Member State for the allocation of the amount referred to in Article 5(1)(a), using the methodology set out in Annex I, based on the population, the inverse of the per capita Gross Domestic Product (GDP) and the relative unemployment rate of each Member State.]		

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172.			
173.	Article 11 Allocation of financial contribution		
174.			
175.	1. For a period until 31 December 2022, the Commission shall make available for allocation [EUR 334 950 000 000], referred to in point (a) of Article 5(1). Each Member State may submit requests up to their maximum financial contribution, referred to in Article 10, to implement their recovery and resilience plans.		
176.			
177.	2. For a period starting after 31 December 2022 until 31 December 2024, where financial resources are available, the Commission may organise calls in line with the calendar of the European Semester. To that effect, it shall publish an indicative calendar of the calls to be organised in that period, and shall indicate, at each call, the amount available for allocation. Each Member State may propose to receive up to a maximum amount corresponding to its allocation share of the available amount for allocation, as referred to in Annex I, to implement the recovery and resilience plan.		
178.			
179.	Article 12 Loans		
180.			

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181.	1. [Until 31 December 2024], upon request from a Member State, the Commission may grant to the Member State concerned a loan support for the implementation of its recovery and resilience plans.		
182.			
183.	2. A Member State may request a loan at the same time of the submission of a recovery and resilience plan referred to in Article 15, or at a different moment in time until [31 August 2024]. In the latter case, the request shall be accompanied by a revised plan, including additional milestones and targets.		
184.			
185.	3. The request for a loan by a Member State shall set out:		
186.			
187.	(a) the reasons for the loan support, justified by the higher financial needs linked to additional reforms and investments;		
188.			
189.	(b) the additional reforms and investments in line with Article 15;		
190.			
191.	(c) the higher cost of the recovery and resilience plan concerned compared to the amount of the maximum financial contribution referred to in Article 10, or to the financial contribution allocated to the recovery and resilience plan on the basis of Article 17(3)(b).	(c) the higher cost of the recovery and resilience plan <u>investment plan</u> concerned compared to the amount of the maximum financial contribution referred to in Article 10, or to the financial contribution allocated to the	We believe the cost will be mostly stem from the investments made, not the reforms.

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192.		<p>recovery and resilience plan <u>investment plan</u> on the basis of Article 17(3)(b).</p>	
193.	<p>4. The loan support to the recovery and resilience plan of the Member State concerned shall not be higher than the difference between the total cost of the recovery and resilience plan, as revised where relevant, and the maximum financial contribution referred to in Article 10. The maximum volume of the loan for each Member State shall not exceed [4.7% of its Gross National Income].</p>	<p>4. The loan support to the recovery and resilience plan of the Member State concerned shall not be higher than the difference between the total cost of the recovery and resilience plan <u>investment plan</u>, as revised where relevant, and the maximum financial contribution referred to in Article 10. The maximum volume of the loan for each Member State shall not exceed [4.7% of its Gross National Income].</p>	<p>See comment in line 191.</p>
194.			
195.	<p>5. By derogation from paragraph 4, subject to availability of resources, in exceptional circumstances the amount of the loan support may be increased.</p>		
196.			
197.	<p>6. The loan support shall be disbursed in instalments subject to the fulfilment of milestones and targets in line with Article 17(4)(g).</p>		
198.			
199.	<p>7. The Commission shall take a decision on the request for a loan support in accordance with Article 17. Where appropriate, the recovery and resilience plan shall be amended accordingly.</p>	<p>7. The Commission shall take a decision on the request for a loan support in accordance with Article 17. Where appropriate, the recovery</p>	

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200.		<u>and resilience plan reform plan and investment plan</u> shall be amended accordingly.	
201.	Article 13 Loan agreement		
202.			
203.	1. Prior to entering into a loan agreement with the Member State concerned, the Commission shall assess whether :		
204.			
205.	(a) the justification for requesting the loan and its amount is considered reasonable and plausible in relation to the additional reforms and investments; and		
206.			
207.	(b) the additional reforms and investments comply with the criteria set out in Article 16(3).		
208.			
209.	2. Where the request for a loan fulfils the criteria referred to in paragraph 1, and upon adoption of the decision referred to in Article 17(2), the Commission shall enter into a loan agreement with the Member State concerned. The loan agreement, in addition to the elements laid down in Article 220(5) of the Financial Regulation, shall contain the following elements:		
210.			

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211.	(a)	the amount of the loan in euro;	
212.			
213.	(b)	the average maturity; Article 220(2) of the Financial Regulation shall not apply with regard to this maturity;	
214.			
215.	(c)	the pricing formula, and the availability period of the loan;	
216.			
217.	(d)	the maximum number of instalments and the repayment schedule;	
218.			
219.	(e)	the other elements needed for the implementation of the loan support in relation to the reforms and the investment projects concerned in line with the decision referred to in Article 17(2).	
220.			
221.	3.	In accordance with Article 220(5)(e) of the Financial Regulation, costs related to the borrowing of funds for the loans referred to in this Article shall be borne by the beneficiary Member States.	
222.			
223.	4.	The Commission shall establish the necessary arrangements for the administration of the lending operations related to loans granted in accordance with this Article.	

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224.			
225.	5. A Member State benefiting from a loan granted in accordance with this Article shall open a dedicated account for the management of the loan received. It shall also transfer the principal and the interest due under any related loan to an account indicated by the Commission in line with the arrangements put in place in accordance with the previous paragraph twenty TARGET2 business days prior to the corresponding due date.		
226.			
227.	CHAPTER III		
228.			
229.	Recovery and resilience plans		
230.			
231.	Article 14 Eligibility		
232.			
233.	1. In pursuance of the objectives set out in Article 4, Member States shall prepare national recovery and resilience plans. These plans shall set out the reform and investment agenda of the Member State concerned for the subsequent four years. Recovery and resilience plans eligible for financing under this instrument shall comprise measures for the implementation of reforms and public investment projects through a coherent package.	In pursuance of the objectives set out in Article 4, Member States shall prepare national recovery and resilience plans reform plans and investment plans . These plans shall set out the reform and investment agenda of the Member State concerned for the subsequent four years. Recovery and resilience plans Reform plans .	This guarantees that all provisions on the content of plans, the criteria for their assessment, and the disbursement of payments applies to both investments and reforms separately. This is necessary, as the Commission's proposal does not make clear what the balance of investment and reform will

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		<p><u>and investment plans</u> eligible for financing under this instrument shall comprise measures for the implementation of reforms and public investment projects through a coherent package.</p>	<p>be; member states could comply by mostly investing with just some minimal reform. In our view, good reform plans and their successful implementation should be a separate condition in order to receive funds for investment. We do not see the need of the plan to be coherent in the sense of reform and investment taking place in the same policy area. The necessity of reform for the sake of long-term growth goes beyond a supportive role for investment, and vice versa. For example: it should be possible to combine reform of the judicial system or labour markets (if prescribed by CSR's) with investment in digital infrastructure or research capacity, even though they are not thematically linked.</p>
234.			
235.	<p>2. The recovery and resilience plans shall be consistent with the relevant country-specific challenges and priorities identified in the context of the European Semester, in particular those relevant for or resulting from the green and digital transition. The recovery and resilience plans shall also be consistent with the information included by the Member States in the national reform programmes under the European Semester, in their national energy and climate plans and</p>	<p>The recovery and resilience plans <u>recovery plans</u> and <u>investment plans</u> shall be consistent with the relevant country-specific challenges and priorities identified in the context of the European Semester, in particular those related to the Stability and Growth Pact, the Macroeconomic Imbalance Procedure, and</p>	<p>SGP and MIP compliance is key to improving resilience and adjustment capacity; addressing these challenges should therefore be compulsory.</p>

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	<p>updates thereof under the Regulation (EU)2018/1999¹³, in the territorial just transition plans under the Just Transition Fund¹⁴, and in the partnership agreements and operational programmes under the Union funds.</p>	<p><u>those</u> relevant for or resulting from the green and digital transition. The recovery and resilience plans <u>reform plans and investment plans</u> shall also be consistent with the information included by the Member States in the national reform programmes under the European Semester, in their national energy and climate plans and updates thereof under the Regulation (EU)2018/1999¹⁵, in the territorial just transition plans under the Just Transition Fund¹⁶, and in the partnership agreements and operational programmes under the Union funds.</p>
236.		
237.	<p>3. Where a Member State is exempted from the monitoring and assessment of the European Semester on the basis of Article 12 of Regulation (EU) 472/2013, or is subject to surveillance under Council Regulation (EC) No 332/2002, the provisions set out in this regulation shall be applied to the Member State concerned in relation to the challenges and priorities identified by the measures set out under the regulations thereof.</p>	

¹³

¹⁴

¹⁵

¹⁶

Regulation (EU)2018/1999 of the European Parliament and of the Council of 11 December 2018 on the Governance of the Energy Union and Climate Action. [...]

Regulation (EU)2018/1999 of the European Parliament and of the Council of 11 December 2018 on the Governance of the Energy Union and Climate Action. [...]

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238.			
239.	Article 15 Recovery and resilience plan	Article 15 Recovery and resilience plan <u>Reform plan and Investment plan</u>	
240.			
241.	1. A Member State wishing to receive support under the Facility shall submit to the Commission a recovery and resilience plan as defined in Article 14(1).	A Member State wishing to receive support under the Facility shall submit to the Commission a recovery and resilience plan <u>reform plan and an investment plan</u> as defined in Article 14(1).	
242.			
243.	2. The recovery and resilience plan presented by the Member State concerned shall constitute an annex to its National Reform Programme and shall be officially submitted at the latest by 30 April. A draft plan may be submitted by Member State starting from 15 October of the preceding year, together with the draft budget of the subsequent year.	The recovery and resilience plan <u>reform plan</u> and <u>investment plan</u> presented by the Member State concerned shall constitute an annex to its National Reform Programme and shall be officially submitted at the latest by 30 April. A draft plan may be submitted by Member State starting from 15 October of the preceding year, together with the draft budget of the subsequent year.	
244.			
245.	3. The recovery and resilience plan shall be duly reasoned and substantiated. It shall in particular set out the following elements:	The recovery and resilience plan <u>reform plan</u> and <u>investment plan</u> shall be duly reasoned and	

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			substantiated. <u>It</u> shall in particular set out the following elements:	
246.				
247.	(a) an explanation of the way the relevant country-specific challenges and priorities identified in the context of the European Semester are expected to be addressed;			
248.				
249.	(b) an explanation of how the plan strengthens the growth potential, job creation and economic and social resilience of the Member State concerned, mitigates the economic and social impact of the crisis, and its territorial cohesion and convergence;	(b) an explanation of how the plans strengthens the growth potential, job creation and economic and social resilience of the Member State concerned, mitigates the economic and social impact of the crisis, and its <u>their</u> contribution to enhance economic, social and territorial cohesion and convergence, <u>and to the achievement of sound medium-term budgetary positions which ensures the sustainability of public finances or a rapid progress towards such sustainability</u> ;		
250.				
251.	(c) an explanation of how the measures in the plan are expected to contribute to the green and the digital transitions or to the challenges resulting from them;	(c) <u>for the investment plan</u> , an explanation of how the measures in the plan are expected to contribute to the green and the digital transitions or to the challenges resulting		This provision only applies to the investment part. Moreover, we would like to split the green and digital transition, to ensure both conditions are always met.

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252.		from them <u>it</u> ;	See comment in line 251.
		(ca) (NEW) <u>for the investment plan, an explanation of how the measures in the plan are expected to contribute to the digital transition or to the challenges resulting from it;</u>	
253.	(d) envisaged milestones, targets and an indicative timetable for the implementation of the reforms over a maximum period of four years, and of the investments over a maximum period of seven years;		
254.			
255.	(e) the envisaged investment projects, and the related investment period;	(e) <u>for the investment plan</u> , the envisaged investment projects, and the related investment period	
256.			
257.	(f) the estimated total cost of the reforms and investments covered by the recovery and resilience plan submitted (also referred as 'estimated total cost of the recovery and resilience plan') backed up by appropriate justification and how it is commensurate to the expected impact on the economy and employment;	(f) <u>for the investment plan</u> , the estimated total cost of the reforms and investments covered by the recovery and resilience plan submitted (also referred as 'estimated total cost of the recovery and resilience plan investment plan') backed up by appropriate justification and how it is commensurate to the expected impact on the economy and employment;	Costs are mainly associated with investment. Most of the reforms will not create a cost.

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258.			
259.	(g) where relevant, information on existing or planned Union financing;		
260.			
261.	(h) the accompanying measures that may be needed;		
262.			
263.	(i) a justification of the coherence of the recovery and resilience plan;	(+) a justification of the coherence of the recovery and resilience plan	We do not see the need of the plan to be coherent in the sense of reform and investment taking place in the same policy area. The necessity of reform for the sake of long-term growth goes beyond a supportive role for investment, and vice versa. For example: it should be possible to combine reform of the judicial system or labour markets (if prescribed by CSR's) with investment in digital infrastructure or research capacity, even though they are not thematically linked.
264.			
265.	(j) the arrangements for the effective implementation of the recovery and resilience plan by the Member State concerned, including the proposed milestones and targets, and the related indicators;	(j) the arrangements for the effective implementation of the recovery and resilience plan reform plan and the investment plan by the Member State concerned, including the proposed milestones and targets, and the related	

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		indicators;	
266.			
267.	(k) where appropriate, the request for loan support and the additional milestones as referred to in Article 12(2) and (3) and the elements thereof ; and		
268.			
269.	(l) any other relevant information.		
270.			
271.	4. In the preparation of proposals for their recovery and resilience plan, Member States may request the Commission to organise an exchange of good practices in order to allow the requesting Member States to benefit from the experience of other Member States. Member States may also request technical support under the Technical Support Instrument in accordance with the regulation thereof.	4. In the preparation of proposals for their recovery and resilience plan reform plan and investment plan , Member States may request the Commission to organise an exchange of good practices in order to allow the requesting Member States to benefit from the experience of other Member States. Member States may also request technical support under the Technical Support Instrument in accordance with the regulation thereof.	
272.			
273.	Article 16 Commission assessment		
274.			

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275.	<p>1. When assessing the recovery and resilience plan, the Commission shall act in close cooperation with the Member State concerned. The Commission may make observations or seek additional information. The Member State concerned shall provide the requested additional information and may revise the plan if needed, prior to its official submission.</p>	<p>1. When assessing the recovery and resilience plan <u>reform plan and the investment plan</u>, the Commission shall act in close cooperation with the Member State concerned. The Commission may make observations or seek additional information. The Member State concerned shall provide the requested additional information and may revise the plans if needed, prior to its official submission.</p>	
276.			
277.	<p>2. When assessing the recovery and resilience plan and in the determination of the amount to be allocated to the Member State concerned, the Commission shall take into account the analytical information on the Member State concerned available in the context of the European Semester as well as the justification and the elements provided by the Member State concerned, as referred to in Article 15(3), and any other relevant information including, in particular, the one contained in the National Reform Programme and the National Energy and Climate Plan of the Member State concerned and, if relevant, information from technical support received via the Technical Support Instrument.</p>	<p>2. When assessing the recovery and resilience plan <u>reform plan and the investment plan</u> and in the determination of the amount to be allocated to the Member State concerned, the Commission shall take into account the analytical information on the Member State concerned available in the context of the European Semester as well as the justification and the elements provided by the Member State concerned, as referred to in Article 15(3), and any other relevant information including, in particular, the one contained in the National Reform Programme</p>	

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		and the National Energy and Climate Plan of the Member State concerned and, if relevant, information from technical support received via the Technical Support Instrument.	
278.			
279.	3. The Commission shall assess the importance and coherence of the recovery and resilience plan and its contribution to the green and digital transitions, and for that purpose, shall take into account the following criteria:	3. The Commission shall assess the importance and coherence of the recovery and resilience plan <u>reform plan and the investment plan</u> and its <u>their</u> contribution to the green and digital transitions, <u>and their contribution to the achievement of a sound medium-term budgetary position which ensures the sustainability of public finances or a rapid progress towards such sustainability</u> and for that purpose, shall take into account the following criteria:	We do not support the need for coherence. See comment to article 15.3 (i) in line 263.
280.			
281.	(a) whether the recovery and resilience plan is expected to contribute to effectively address challenges identified in the relevant country-specific recommendations addressed to the Member State concerned or in other relevant documents officially adopted by the Commission in the European Semester;	(a) whether the recovery and resilience plan is reform plan and investment plan <u>are</u> expected to contribute to effectively address challenges identified in the relevant country-specific recommendations addressed to the Member State concerned <u>in the current and</u>	The 2020 CSR's focus on tackling the socio-economic impacts of the pandemic and facilitating the economic recovery. The 2019 CSR's covered reforms that are essential to address medium- to long-term structural challenges, that remain pertinent. In order to

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		<p><u>previous two years</u> or in other relevant documents officially adopted by the Commission in the European Semester;</p>	<p>make sure that the necessary reforms are made, this paragraph should make explicit that addressing CSR's from previous years is a precondition. Merely referring to "relevant CSR's" is too vague in this respect. The same applies to the reference to "other relevant documents", that blurs a common understanding of what member states have to comply with in their reform plans.</p>
282.		<p><u>New (a.1) in case a member state is experiencing imbalances or excessive imbalances as concluded by the Commission after an in-depth review, whether the reform plan and investment plan are expected to address the recommendations made under Article 6 of Regulation (EU) No 1176/2011.</u> <u>New (a.2) whether the reform plan and investment plan are expected to address the country-specific recommendations stemming from the Stability and Growth Pact.</u></p>	<p>In order to provide focus to the reform efforts and tackle the biggest obstacles to sustainable growth, member states should be required to prioritize CSRs originating from the MIP and the SGP.</p>
283.	<p>(b) whether the plan contains measures that effectively contribute to the green and the digital transitions or to addressing the challenges resulting from them;</p>	<p>(b) <u>for the investment plan</u>, whether the plan contains measures that effectively contribute to the green and the digital transitions</p>	<p>This provision only applies to the investment part. Moreover, we would like to split the green and digital transition, to ensure both conditions</p>

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			or to addressing the challenges resulting from them it:	are always met.
284.			<u>(ba) (NEW) whether the plan contains measures that effectively contribute to the digital transition or to addressing the challenges resulting from it;</u>	See comment in line 283.
285.	(c) whether the recovery and resilience plan is expected to have a lasting impact on the Member State concerned;		(c) whether the recovery and resilience plan is expected to have a lasting impact on the Member State concerned;	
286.				
287.	(d) whether the recovery and resilience plan is expected to effectively contribute to strengthen the growth potential, job creation, and economic and social resilience of the Member State, mitigate the economic and social impact of the crisis, and contribute to enhance economic, social and territorial cohesion;		(d) whether the recovery and resilience plan is reform plan and the investment plan are expected to effectively contribute to strengthen the growth potential, job creation, and economic and social resilience of the Member State, mitigate the economic and social impact of the crisis, and contribute to enhance economic, social and territorial cohesion;	
288.				
289.	(e) whether the justification provided by the Member State on the amount of the estimated total costs of the recovery and resilience plan submitted is reasonable and plausible and is commensurate to the expected impact on the economy and employment;		(e) for the investment plan , whether the justification provided by the Member State on the amount of the estimated total costs of the recovery and resilience plan submitted is	As reforms will often not create a cost, we believe this provision could be aimed at the investment plan.

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		reasonable and plausible and is commensurate to the expected impact on the economy and employment;	
290.			
291.	(f) whether the recovery and resilience plan contains measures for the implementation of reforms and public investments projects that represent coherent actions;	(f) whether the recovery and resilience plan contains measures for the implementation of reforms and public investments projects that represent coherent actions;	We do not support the need for coherence. See comment to article 14.1 in line 233 and article 15.3 (i) in line 263.
292.			
293.	(g) whether the arrangements proposed by the Member States concerned are expected to ensure an effective implementation of the recovery and resilience plan, including the envisaged timetable, milestones and targets, and the related indicators.	(g) whether the arrangements proposed by the Member States concerned are expected to ensure an effective implementation of the recovery and resilience plan reform plan and the investment plan , including the envisaged timetable, milestones and targets, and the related indicators.	
294.			
295.	4. In case the Member State concerned has requested a loan support as referred to in Article 12, the Commission shall assess whether the request for loan support fulfils the criteria set out in Article 13(1), notably whether the additional reforms and investments concerned by the loan request fulfil the assessment criteria under paragraph 3.		

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296.			
297.	5. For the purpose of the assessment of the recovery and resilience plans submitted by Member States, the Commission may be assisted by experts.	5. For the purpose of the assessment of the recovery and resilience plans reform plans and investment plans submitted by Member States, the Commission may be assisted by experts.	
298.		<p><u>NEW 6. To fulfil the criteria set out in Article 16(3-b), the member state shall dedicate at least 25% of their total allocation to climate objectives.</u></p> <p><u>The methodology used for the calculation of support to climate objectives is the methodology set out in the annex I of the Regulation (EU) No XXX/XX of the European Parliament and of the Council [CPR].</u></p>	<p>To ensure that the climate target for the RRF of at least 25% is reached, we suggest to apply it to all Member States.</p> <p>Furthermore, to ensure proper tracking of climate expenditures, we would like to apply Annex I of the Common Provisions Regulation (CPR) which provides risk markers per investment category.</p>
299.	[Article 17 Commission decision		
300.			
301.	1. The Commission shall adopt a decision within four months of the official submission of the recovery and resilience plan by the Member State, by means of an implementing act. In the event that the		

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	<p>Commission gives a positive assessment to a recovery and resilience plan, that decision shall set out the reforms and investment projects to be implemented by the Member State, including the milestones and targets, and the financial contribution allocated in accordance with Article 11.</p>		
302.			
303.	<p>2. In case the Member State concerned requests a loan support, the decision shall also set out the amount of the loan support as referred to in Article 12(4) and (5) and the additional reforms and investment projects to be implemented by the Member State covered by that loan support, including the additional milestones and targets.</p>		
304.			
305.	<p>3. The financial contribution referred to in paragraph 1 shall be determined on the basis of the estimated total costs of the recovery and resilience plan proposed by the Member State concerned, as assessed under the criteria set out in Article 16(3). The amount of financial contribution shall be set as follows:</p>		
306.			
307.	<p>(a) where the recovery and resilience plan complies satisfactorily with the criteria set out in Article 16(3), and the amount of the estimated total costs of the recovery and resilience plan is equal to, or higher than, the maximum financial contribution for that Member State referred to in Article 10, the financial contribution allocated to the</p>		

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	Member State concerned shall be equal to the total amount of the maximum financial contribution referred to in Article 10;	
308.		
309.	(b) where the recovery and resilience plan complies satisfactorily with the criteria set out in Article 16(3), and the amount of the estimated total costs of the recovery and resilience plan is lower than the maximum financial contribution for that Member State referred to in Article 10, the financial contribution allocated to the Member State shall be equal to the amount of the estimated total costs of the recovery and resilience plan;	
310.		
311.	(c) where the recovery and resilience plan does not comply satisfactorily with the criteria set out in Article 16(3), no financial contribution shall be allocated to the Member State concerned.	
312.		
313.	4. The decision referred to in paragraph 1 shall also lay down :	
314.		
315.	(a) the financial contribution to be paid in instalments once the Member State has satisfactorily implemented the relevant milestones and targets identified in relation to the implementation of the recovery and resilience plan;	
316.		
317.	(b) the description of the reforms and of the investment projects	

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	and the amount of the estimated total cost of the recovery and resilience plan;	
318.		
319.	(c) the period for implementation of the recovery and resilience plan as follows:	
320.		
321.	(1) as regards completion of the investment, the investment period by which the investment project must be implemented shall end no later than seven years after the adoption of the decision;	
322.		
323.	(2) as regards completion of reforms, the period by which the reforms must be implemented shall end no later than four years after the adoption of the decision.	
324.		
325.	(d) the arrangements and timetable for implementation of the recovery and resilience plan;	
326.		
327.	(e) the relevant indicators relating to the fulfilment of the envisaged milestones and targets; and	
328.		
329.	(f) the arrangements for providing access by the Commission to the underlying relevant data	
330.		

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331.	(g) where appropriate, the amount of the loan to be paid in instalments and the additional milestones and targets related to the disbursement of the loan support.		
332.			
333.	5. Where the Commission gives a negative assessment to a recovery and resilience plan, it shall communicate a duly justified assessment within four months of the submission of the proposal by the Member State.		
334.			
335.	6. The arrangements and timetable for implementation as referred to in point (d), the relevant indicators relating to the fulfilment of the envisaged milestones and targets referred to in point (e), the arrangements for providing access by the Commission to the underlying data referred to in point (f), and, where appropriate, the additional milestones and targets related to the disbursement of the loan support referred to in point (g) of paragraph 4 shall be further illustrated in an operational arrangement to be agreed by the Member State concerned and the Commission after the adoption of the decision referred to in paragraph 1.		
336.			
337.	7. The implementing acts referred to in paragraphs 1 and 2 shall be adopted in accordance with the examination procedure referred to in Article 27(2).		

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338.			
339.	[Article 18 Amendment of the Member State's recovery and resilience plan		
340.			
341.	1. Where the recovery and resilience plan including relevant milestones and targets, is no longer achievable, either partially or totally, by the Member State concerned because of objective circumstances, the Member State concerned may make a reasoned request to the Commission to amend or replace the decisions referred to in Article 17(1) and 17(2). To that effect, the Member State may propose a modified or a new recovery and resilience plan.		
342.			
343.	2. Where the Commission considers that the reasons put forward by the Member State concerned justify an amendment of the relevant recovery and resilience plan, the Commission shall assess the new plan in accordance with the provisions of Article 16 and shall take a new decision in accordance with Article 17 within four months of the official submission of the request.		
344.			
345.	3. Where the Commission considers that the reasons put forward by the Member State concerned do not justify an amendment of the relevant recovery and resilience plan, it shall reject the request within four months of its official submission, after having given the Member		

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<p>346.</p>	<p>State concerned the possibility to present its observations within a period of one month of the communication of the Commission's conclusions.]</p>	<p><u>Article 18' (NEW).</u> <u>Financing and investment operations shall be screened to determine if they have an environmental or climate impact and if so, shall be subject to climate and environmental sustainability proofing with a view to minimise detrimental impacts and maximise benefits on climate and environment.</u> <u>Projects that negatively impact the achievement of the environmental and climate objectives shall not be eligible for support under this Regulation. The Commission shall provide guidance on environmental and climate proofing. The National Energy and Climate Plans, Just Transition Plans and the climate and environmental elements of the European Semester will be used to screen projects.</u> <u>The Commission guidance shall identify projects that are inconsistent with the</u></p>	<p>We think it is important to ensure that investments are subject to climate and environmental sustainability proofing and that investments that are inconsistent with climate and environmental objectives are not eligible for support.</p> <p>To ensure that investments are in line with climate and environmental goals it is important that additional guidance is provided by the Commission regarding sustainability proofing.</p> <p>--</p> <p>Furthermore it is important to determine if plans are still in line with the 2030 climate goals are the 2030-goal is updated. If necessary, the plans should be updated.</p>
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		<p><u>achievement of environmental and climate objectives and provide member states with guidance for the purpose of screening. In case the member state concludes that no sustainability proofing is to be carried out, it shall provide a justification to the Investment Committee.</u></p> <p><u>Article 18'' (NEW). If the Union's climate objective for 2030 set out in Article 2(11) of Regulation (EU) No 2018/1999 is updated after the approval of the plan, the member state shall justify to the Commission in the quarterly report mentioned in article 20 following this modification that the resilience and recovery plan is still in line with the new objective. Where the Commission considers that the recovery and resilience plan is no longer in line with the new objective, she can ask to the member state to amend its plan.</u></p> <p><u>Payment of financial contributions to the Member State shall be suspended until the Member State proposes an amended plan in</u></p>
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		<u>accordance with the procedure laid down in article 18.</u>	
347.	CHAPTER IV		
348.			
349.	Financial provisions		
350.			
351.	[Article 19 Rules on payments, suspension and cancellation of financial contributions		
352.			
353.	1. The Commission decision referred to in Article 17(1) shall constitute an individual legal commitment within the meaning of the Financial Regulation, which may be based on global commitments. Where appropriate, budgetary commitments may be broken down into annual instalments spread over several years.		
354.			
355.	2. Payment of financial contributions to the Member State concerned under this Article shall be made in accordance with the budget appropriations and subject to the available funding. The Commission decisions referred to in this Article shall be adopted in accordance with the examination procedure referred to in Article 27(2).		
356.			

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357.	<p>3. Upon completion of the relevant agreed milestones and targets indicated in the recovery and resilience plan as approved in the implementing act of the Commission, the Member State concerned shall submit to the Commission a duly justified request for payment of the financial contribution and, where relevant, of the loan tranche. Such requests for payment may be submitted by the Member States to the Commission on a biannual basis. The Commission shall assess, within two months of receiving the request, whether the relevant milestones and targets set out in the decision referred to in Article 17(1) have been satisfactorily implemented. For the purpose of the assessment, the operational arrangement referred to in Article 17(6) shall also be taken into account. The Commission may be assisted by experts.</p>		
358.			
359.	<p>Where the Commission makes a positive assessment, it shall adopt a decision authorising the disbursement of the financial contribution in accordance with the Financial Regulation.</p>		
360.			
361.	<p>4. Where, as a result of the assessment referred to in paragraph 3, the Commission establishes that the milestones and targets set out in the decision referred to in Article 17(1) have not been satisfactorily implemented, the payment of all or part of the financial contribution shall be suspended. The Member State concerned may present its</p>		

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	observations within one month of the communication of the Commission's assessment.		
362.			
363.	The suspension shall be lifted where the Member State has taken the necessary measures to ensure a satisfactory implementation of the milestones and targets referred to in Article 17(1).		
364.			
365.	5. By derogation from Article 116(2) of the Financial Regulation, the payment deadline shall start running from the date of the communication of the positive outcome to the Member State concerned pursuant to the second subparagraph of paragraph 3, or from the date of the communication of the lifting of a suspension pursuant to the second subparagraph of paragraph 4.		
366.			
367.	6. Where the Member State concerned has not taken the necessary measures within a period of six months from the suspension, the Commission shall cancel the amount of the financial contribution pursuant to Article 14(1) of the Financial Regulation after having given the Member State concerned the possibility to present its observations within two months from the communication of its conclusions.		
368.			
369.	7. Where, within eighteen months of the date of the adoption the		

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	decision referred to in Article 17(1), no tangible progress has been made in respect of any relevant milestones and targets by the Member State concerned, the amount of the financial contribution shall be cancelled pursuant to Article 14(1) of the Financial Regulation.		
370.			
371.	The Commission shall take a decision on the cancellation of the financial contribution after having given the Member State concerned the possibility to present its observations within a period of two months of the communication of its assessment as to whether no tangible progress has been made.		
372.			
373.	8. The provisions of this Article apply mutatis mutandis to the additional loan support in line with the provisions of the loan agreement referred to in Article 13, and of the decision referred to in Article 17(2).]		
374.			
375.	CHAPTER V		
376.			
377.	Reporting and Information		
378.			
379.	Article 20 Reporting by the Member State in the European Semester		

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380.			
381.	<p>The Member State concerned shall report on a quarterly basis within the European Semester process on the progress made in the achievement of the recovery and resilience plans, including the operational arrangement referred to in Article 17(6). To that effect, the quarterly reports of the Member States shall be appropriately reflected in the National Reform Programmes, which shall be used as a tool for reporting on progress towards completion of the recovery and resilience plans.</p>	<p>The Member State concerned shall report on a quarterly basis within the European Semester process on the progress made in the achievement of the recovery and resilience plans reform plans and investment plans, including the operational arrangement referred to in Article 17(6). To that effect, the quarterly reports of the Member States shall be appropriately reflected in the National Reform Programmes, which shall be used as a tool for reporting on progress towards completion of the recovery and resilience plans reform plans and investment plans.</p>	
382.			
383.	<p>Article 21 Information to the European Parliament and the Council and communication on the Member States' recovery and resilience plans</p>	<p>Article 21 Information to the European Parliament and the Council and communication on the Member States' recovery and resilience plans reform plans and investment plans</p>	
384.			
385.	<p>1. The Commission shall transmit the recovery and resilience plans as approved in the implementing act of the Commission in</p>	<p>1. The Commission shall transmit the recovery and resilience plans reform plans and</p>	

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	accordance with Article 17 to the European Parliament and the Council without undue delay. The Member State concerned may request the Commission to redact sensitive or confidential information, the disclosure of which would jeopardise public interests of the Member State.	<u>investment plans</u> as approved in the implementing act of the Commission in accordance with Article 17 to the European Parliament and the Council without undue delay. The Member State concerned may request the Commission to redact sensitive or confidential information, the disclosure of which would jeopardise public interests of the Member State.	
386.			
387.	2. The Commission may engage in communication activities to ensure the visibility of the Union funding for the financial support envisaged in the relevant recovery and resilience plan, including through joint communication activities with the national authorities concerned.	2. The Commission may engage in communication activities to ensure the visibility of the Union funding for the financial support envisaged in the relevant recovery and resilience <u>recovery and investment plan</u> , including through joint communication activities with the national authorities concerned.	
388.			
389.	CHAPTER VI		
390.			
391.	Complementarity, monitoring and evaluation		
392.			

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393.	Article 22 Coordination and complementarity		
394.			
395.	The Commission and the Member States concerned shall, in a measure commensurate to their respective responsibilities, foster synergies and ensure effective coordination between the instruments established by this Regulation and other Union programmes and instruments, and in particular with measures financed by the Union funds. For that purpose, they shall:		
396.			
397.	(a) ensure complementarity, synergy, coherence and consistency among different instruments at Union, national and, where appropriate, regional levels, in particular in relation to measures financed by Union funds, both in the planning phase and during implementation;		
398.			
399.	(b) optimise mechanisms for coordination to avoid duplication of effort; and		
400.			
401.	(c) ensure close cooperation between those responsible for implementation at Union, national and, where appropriate, regional levels to achieve the objectives of the instruments established under this Regulation.		
402.			

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403.	Article 23 Monitoring of implementation		
404.			
405.	1. The Commission shall monitor the implementation of the Facility and measure the achievement of the objectives set out in Articles 4. Indicators to be used for reporting on progress and for the purpose of monitoring and evaluation of the Facility towards the achievement of the general and specific objectives are set in Annex III. The monitoring of implementation shall be targeted and proportionate to the activities carried out under the Facility.		
406.			
407.	2. The performance reporting system shall ensure that data for monitoring the implementation of the activities and results are collected efficiently, effectively, and in a timely manner. To that end, proportionate reporting requirements shall be imposed on recipients of Union funding.		
408.			
409.	Article 24 Annual report		
410.			
411.	1. The Commission shall provide an annual report to the European Parliament and the Council on the implementation of the Facility set out in this Regulation.		

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412.			
413.	2. The annual report shall include information on the progress made with the recovery and resilience plans of the Member States concerned under the Facility.	2. The annual report shall include information on the progress made with the recovery and resilience plans <u>reform plans and investment plans</u> of the Member States concerned under the Facility.	
414.			
415.	3. The annual report shall also include the following information:		
416.			
417.	(a) The volume of the proceeds assigned to the Facility under the European Union Recovery Instrument in the previous year, broken down by budget line, and		
418.			
419.	(b) the contribution of the amounts raised through the European Union Recovery Instrument to the achievements of the objectives of the Facility.		
420.			
421.	4. For the purpose of the reporting on the activities referred to in paragraph 2, the Commission may use the content of the relevant documents officially adopted by the Commission under the European Semester as appropriate.		
422.			

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423.	Article 25 Evaluation and ex-post evaluation of the Facility		
424.			
425.	1. Four years after the entry into force of this Regulation, the Commission shall provide the European Parliament, and the Council, the European Economic and Social Committee and the Committee of the Regions with an independent evaluation report on its implementation and with an independent ex post evaluation report no later than three years after the end of 2027.		
426.			
427.	2. The evaluation report shall, in particular, assess to which extent the objectives have been achieved, the efficiency of the use of resources and the European added value. It shall also consider the continued relevance of all objectives and actions.		
428.			
429.	3. Where appropriate, the evaluation shall be accompanied by a proposal for an amendments to this Regulation.		
430.			
431.	4. The ex-post evaluation report shall consist of a global assessment of the instruments established by this Regulation and shall include information on its impact in the long-term.		
432.			
433.	CHAPTER VII		

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434.		
435.	Communication and final provisions	
436.		
437.	Article 26 Information, communication and publicity	
438.		
439.	1. The recipients of Union funding shall acknowledge the origin and ensure the visibility of the Union funding, in particular when promoting the actions and their results, by providing coherent, effective and proportionate targeted information to multiple audiences, including the media and the public.	
440.		
441.	2. The Commission shall implement information and communication actions relating to the instruments established by this Regulation, its actions and its results. Financial resources allocated to the instruments established by this Regulation shall also contribute to the corporate communication of the political priorities of the Union, as far as they are related to the objectives referred to in Articles 4.	
442.		
443.	[Article 27 Committee procedure	
444.		

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445.	1. The Commission shall be assisted by a committee. That committee shall be a committee within the meaning of Regulation (EU) No 182/2011.		
446.			
447.	2. Where reference is made to this paragraph, Article 5 of Regulation (EU) No 182/2011 shall apply.]		
448.			
449.	Article 28 Entry into force		
450.			
451.	This Regulation shall enter into force on the following day following that of its publication in the <i>Official Journal of the European Union</i> .		
452.			
453.	This Regulation shall be binding in its entirety and directly applicable in all Member States.		
454.			
455.	Done at Brussels,		
456.			
457.	For the European Parliament For the Council		
458.			
459.	The President The President		
460.		End	End

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