



State of Play for CEF calls for proposals and Juncker Plan

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2014 CEF-T calls



**Largest ever
EU investment
in transport
infrastructure
to boost jobs
& growth**

CEF Transport priorities

Total Budget: €24.05bln

- Major cross-border projects and projects addressing main bottlenecks on the 9 TEN-T multimodal Corridors
- Horizontal priorities: ERTMS, ITS, SESAR, Motorways of the Sea, urban nodes and innovation
- Increasing opportunity for private investment support
- Connecting the TEN-T network with neighbouring countries

CEF-T investment: Delivering further on Commission **top priorities**

- **Jobs and growth** – potential of 10 million sustainable new jobs and 1.8% increase in European economic growth, if the TEN-T network is implemented
- **Energy Union** by supporting strongly environmentally friendly transport modes and investing in the transition to innovative low-carbon and energy efficient transport technologies
- **Digital Single Market** through important investments in areas such as Intelligent Transport Systems

Implementing CEF in 2014

MAP

Work programme

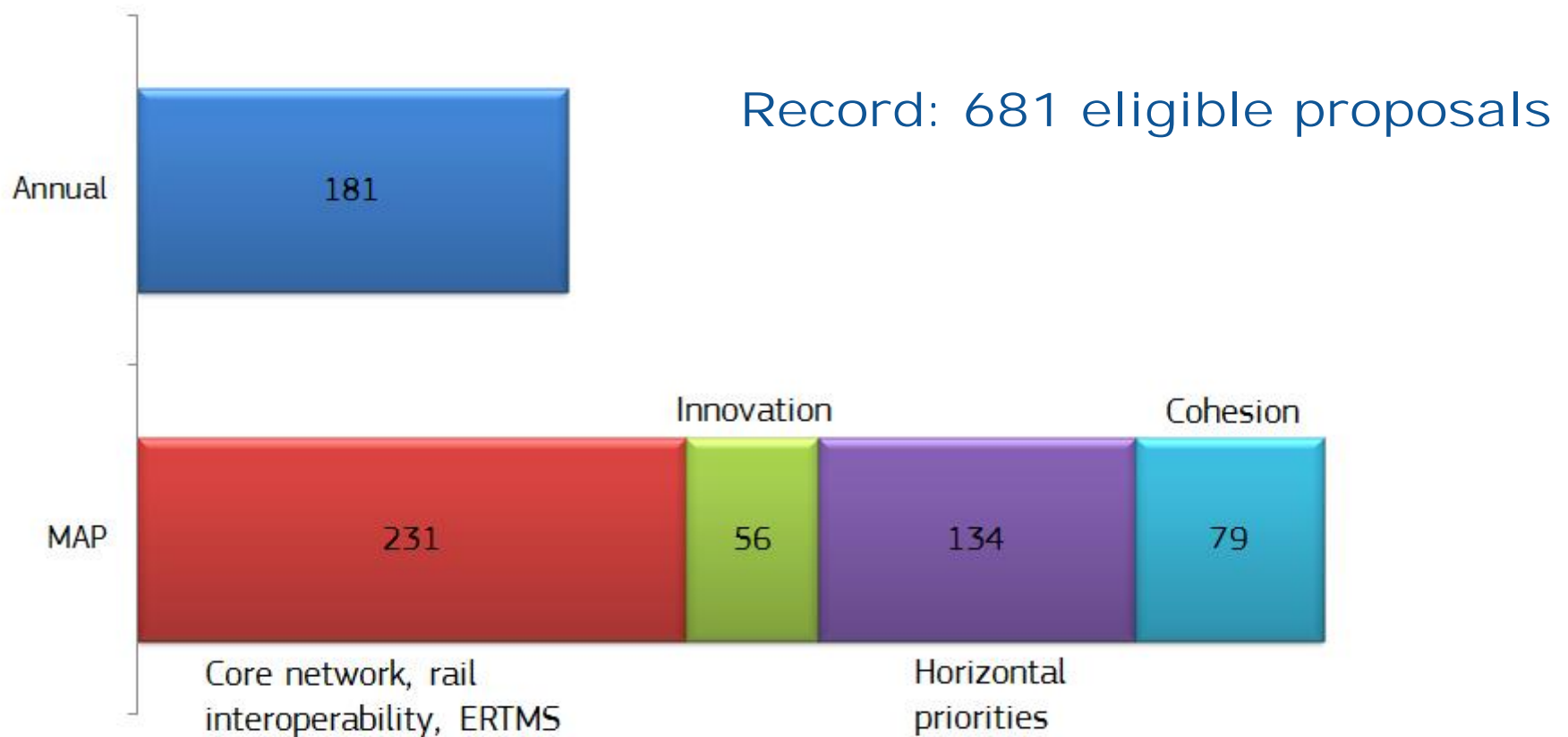
- Initial budget: **11bln**
- Objective: stimulate efficiency; strengthen visibility of the 9 corridors
- Coverage: pre-identified projects along the 9 core network corridors, other core network projects and horizontal priorities (Annex 1 of the CEF regulation)

AP

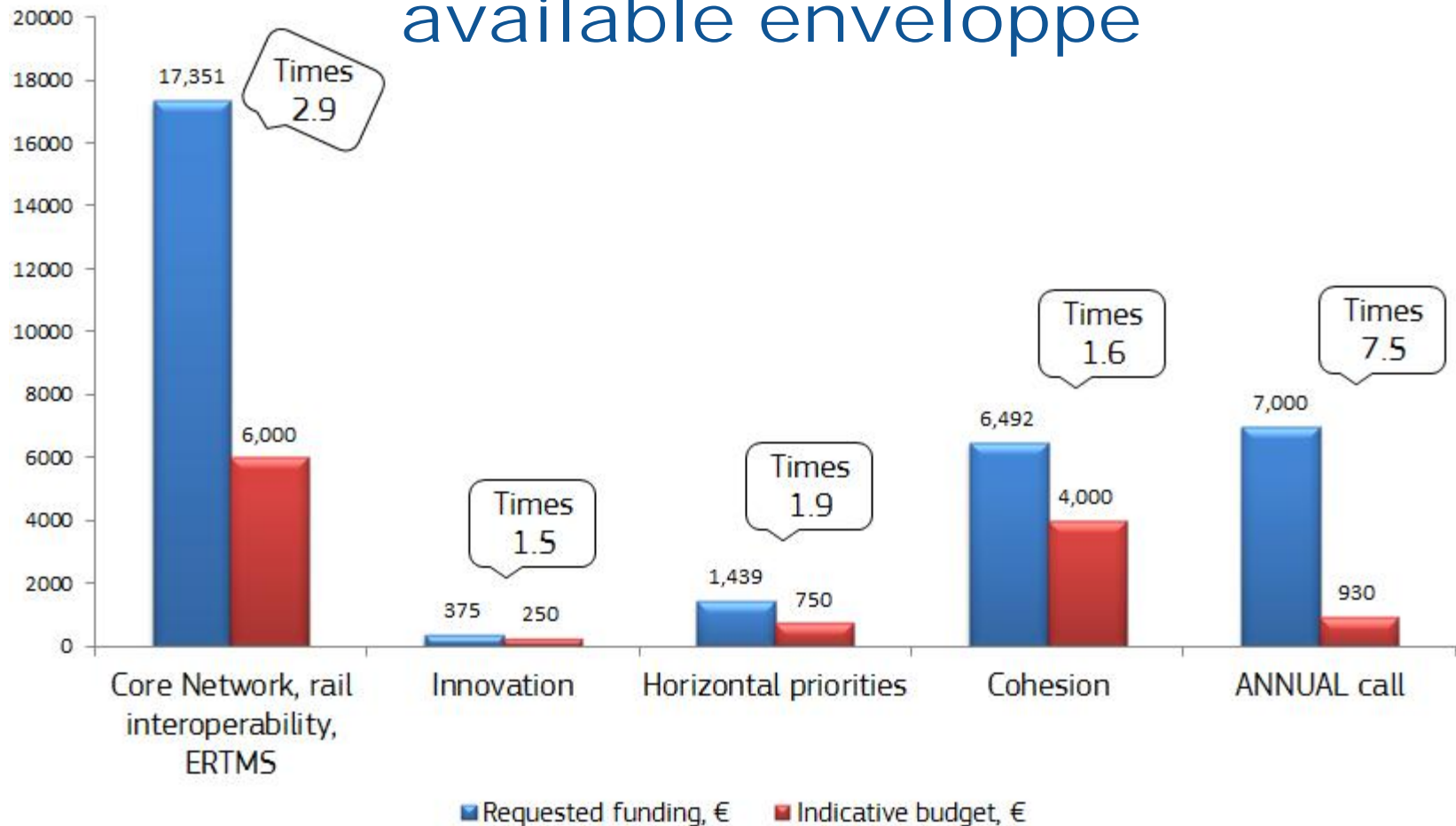
Work programme

- Initial budget: **0.93bln**
- Objective: implementation of the core network by 2030 and comprehensive network
- Coverage: transport infrastructure development / transport services and facilities; projects on the core and comprehensive network

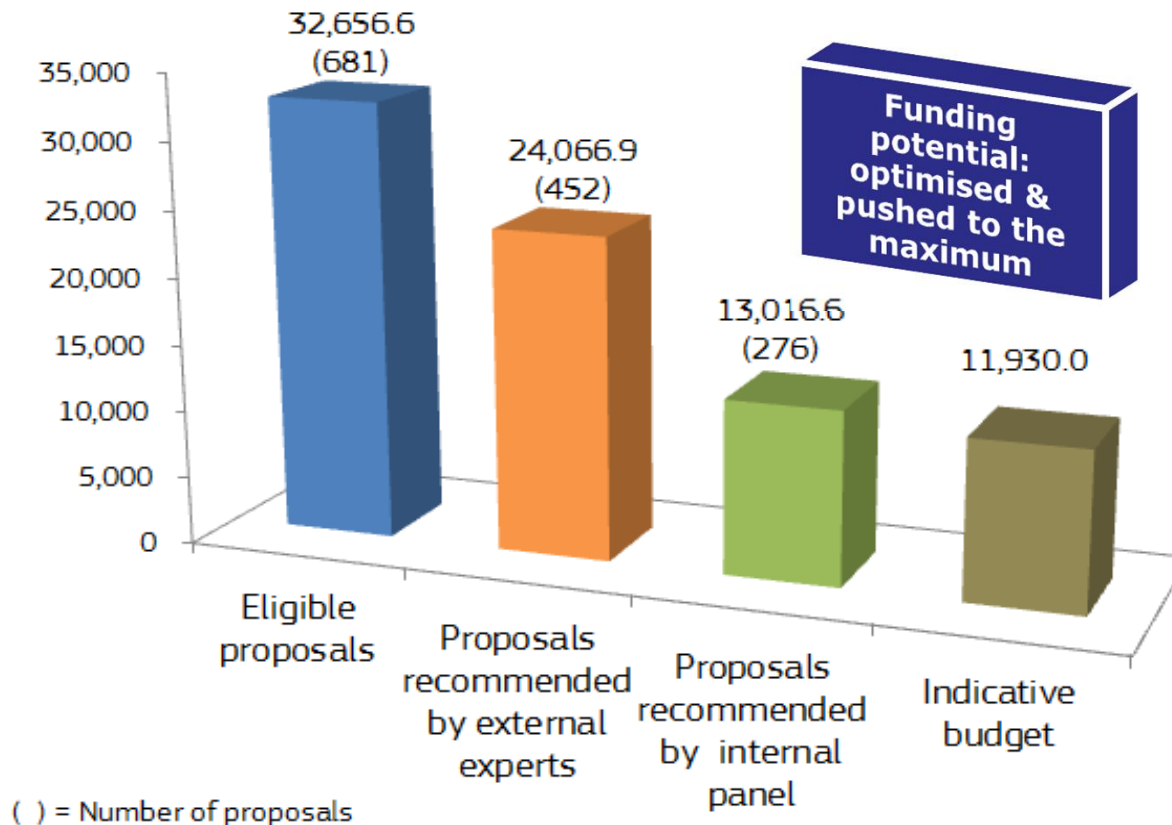
2014 CEF-T calls: Unprecedented interest



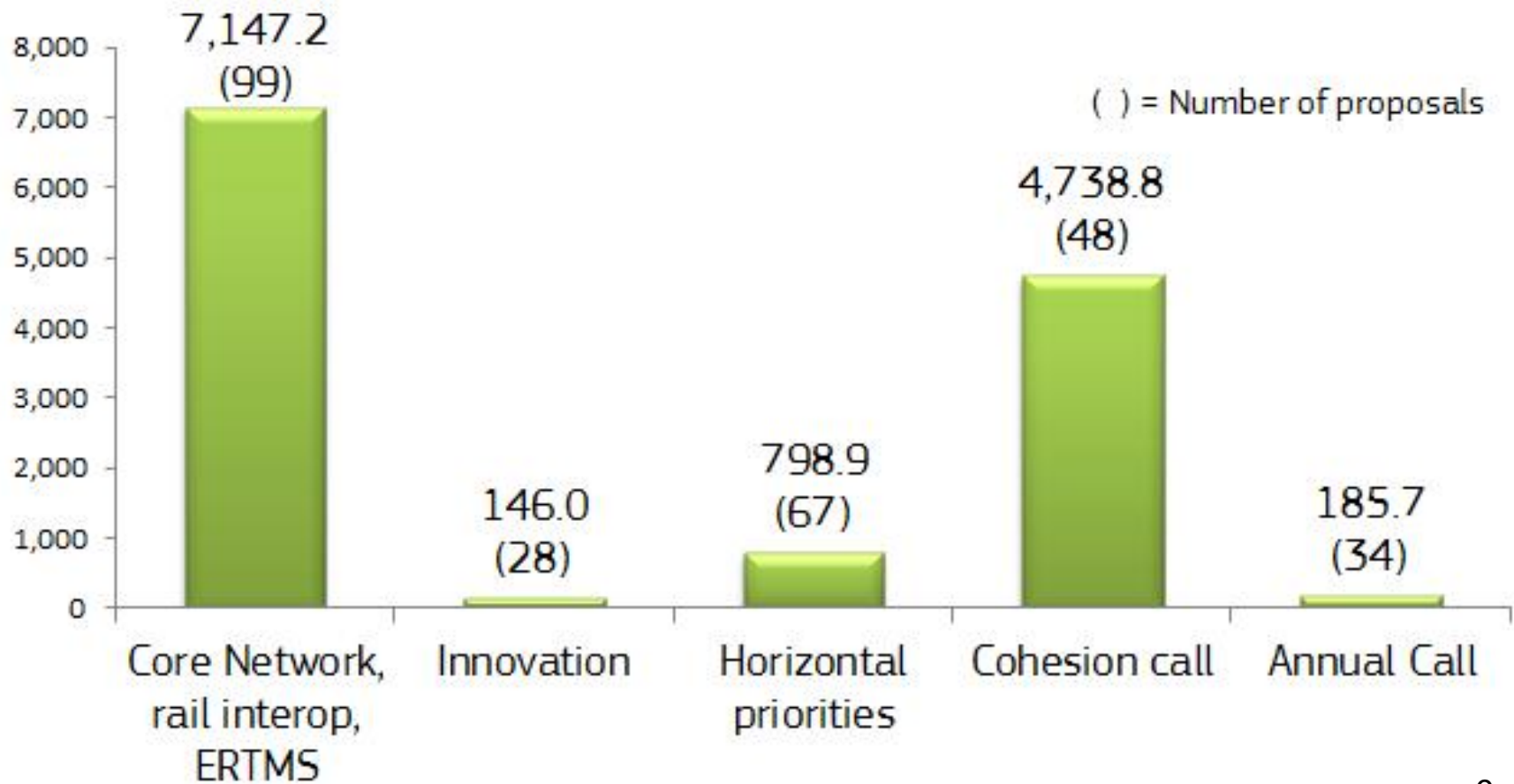
Requested funding: 3 X more than available envelope



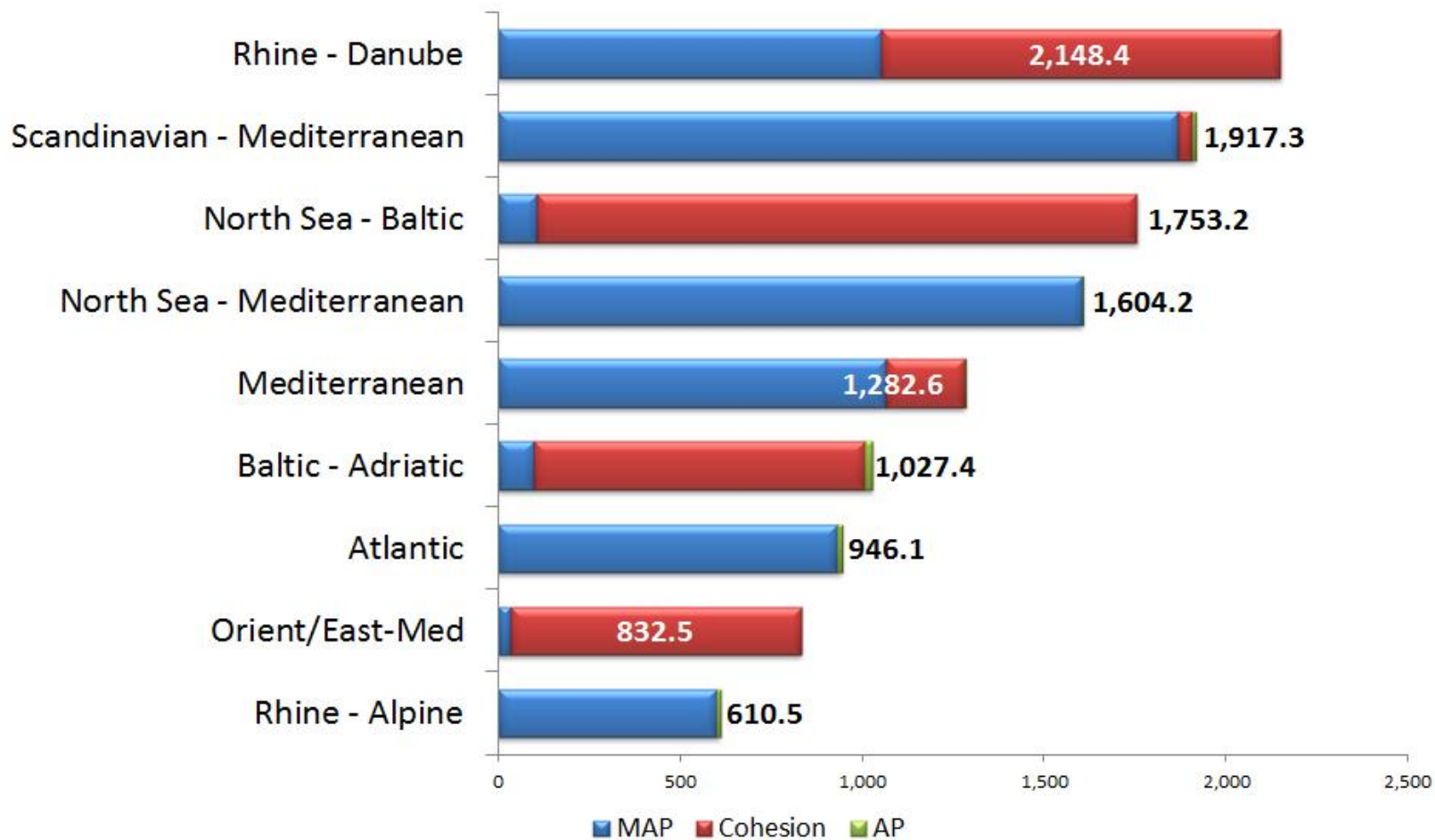
Record €13 bln investment in 276 projects with high EU added value



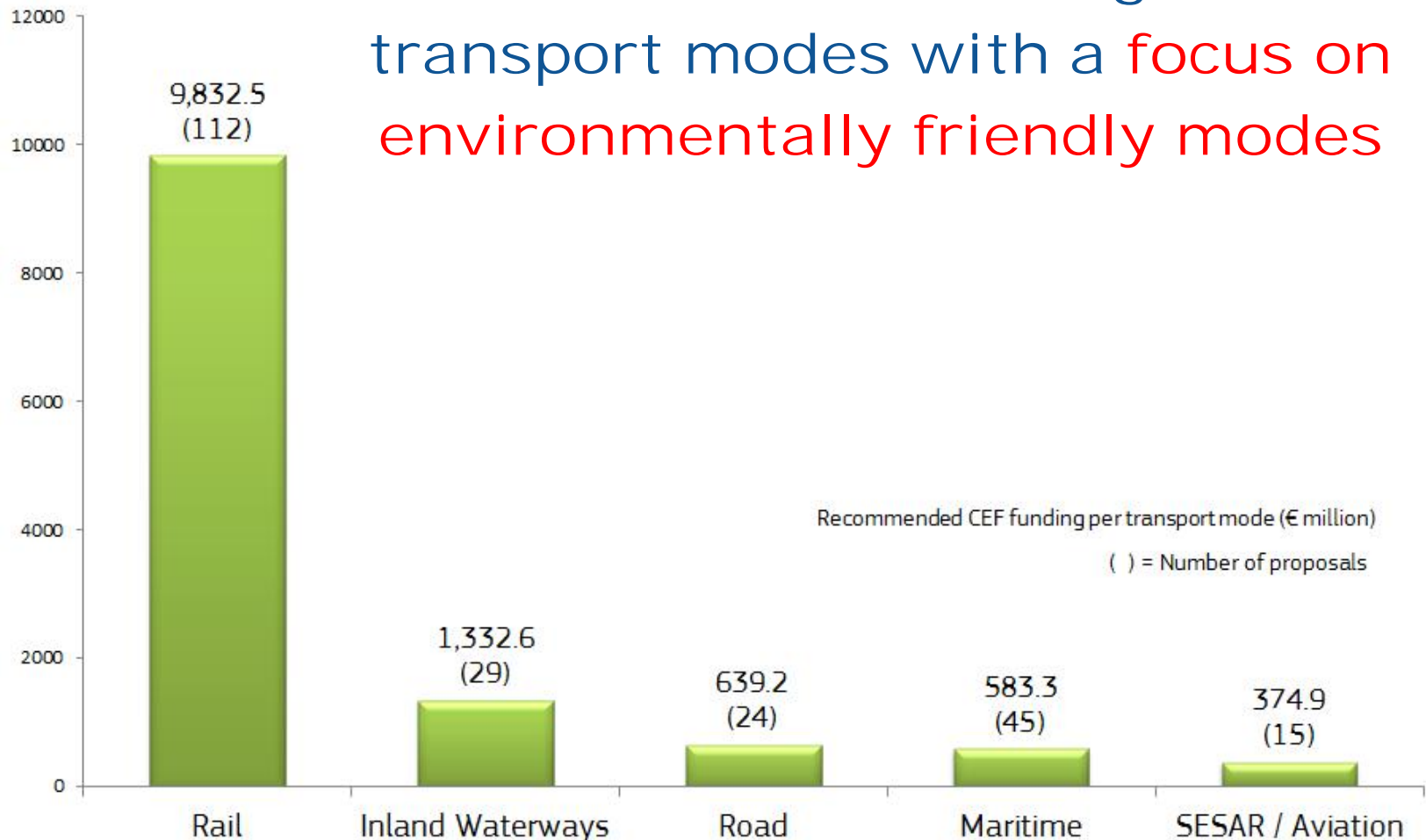
More than €13.01bln invested in bottlenecks and upgrade of infrastructure across Europe



A strong focus on core network corridors

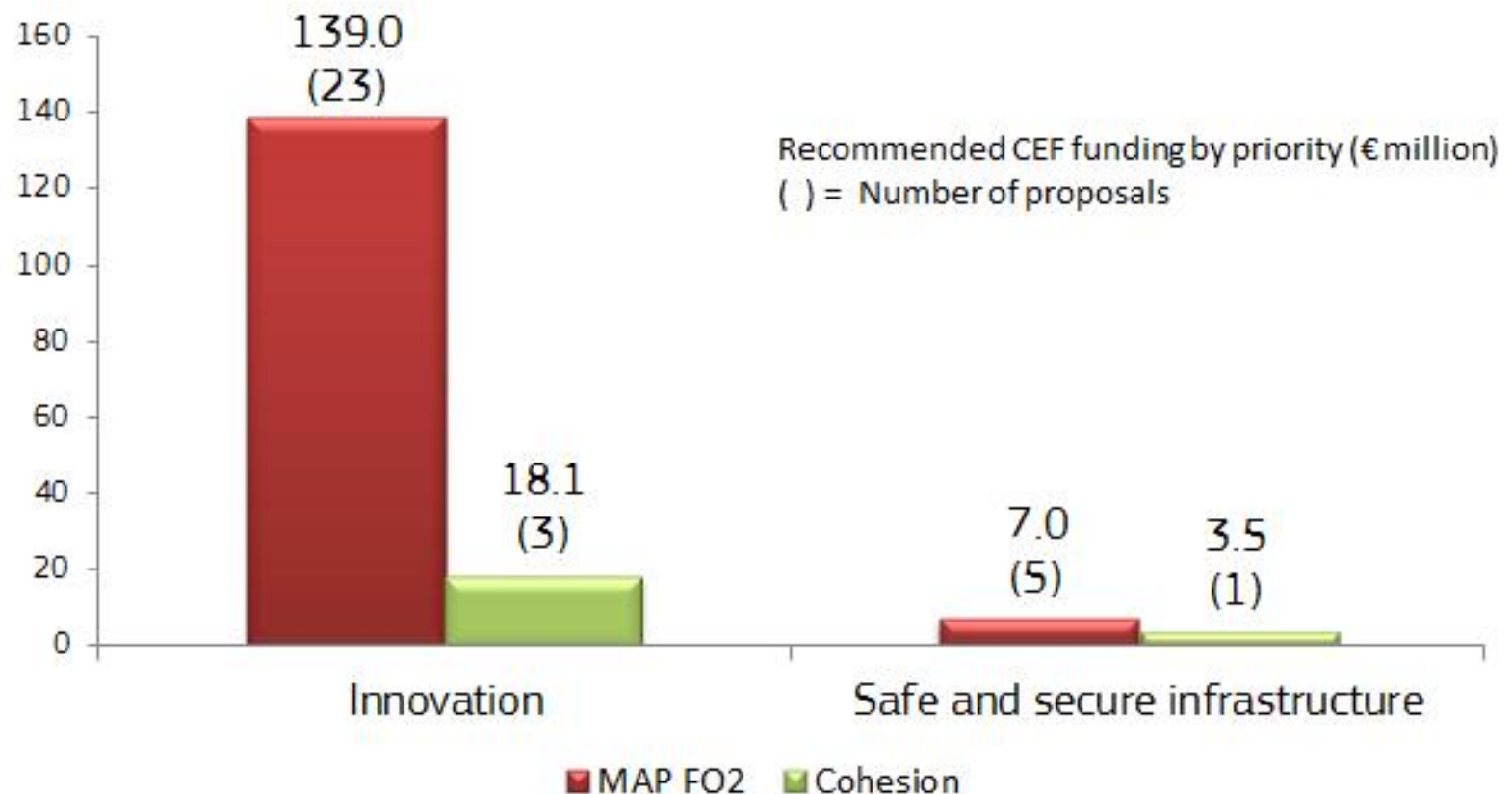


Fair balance of EU funding between transport modes with a focus on environmentally friendly modes

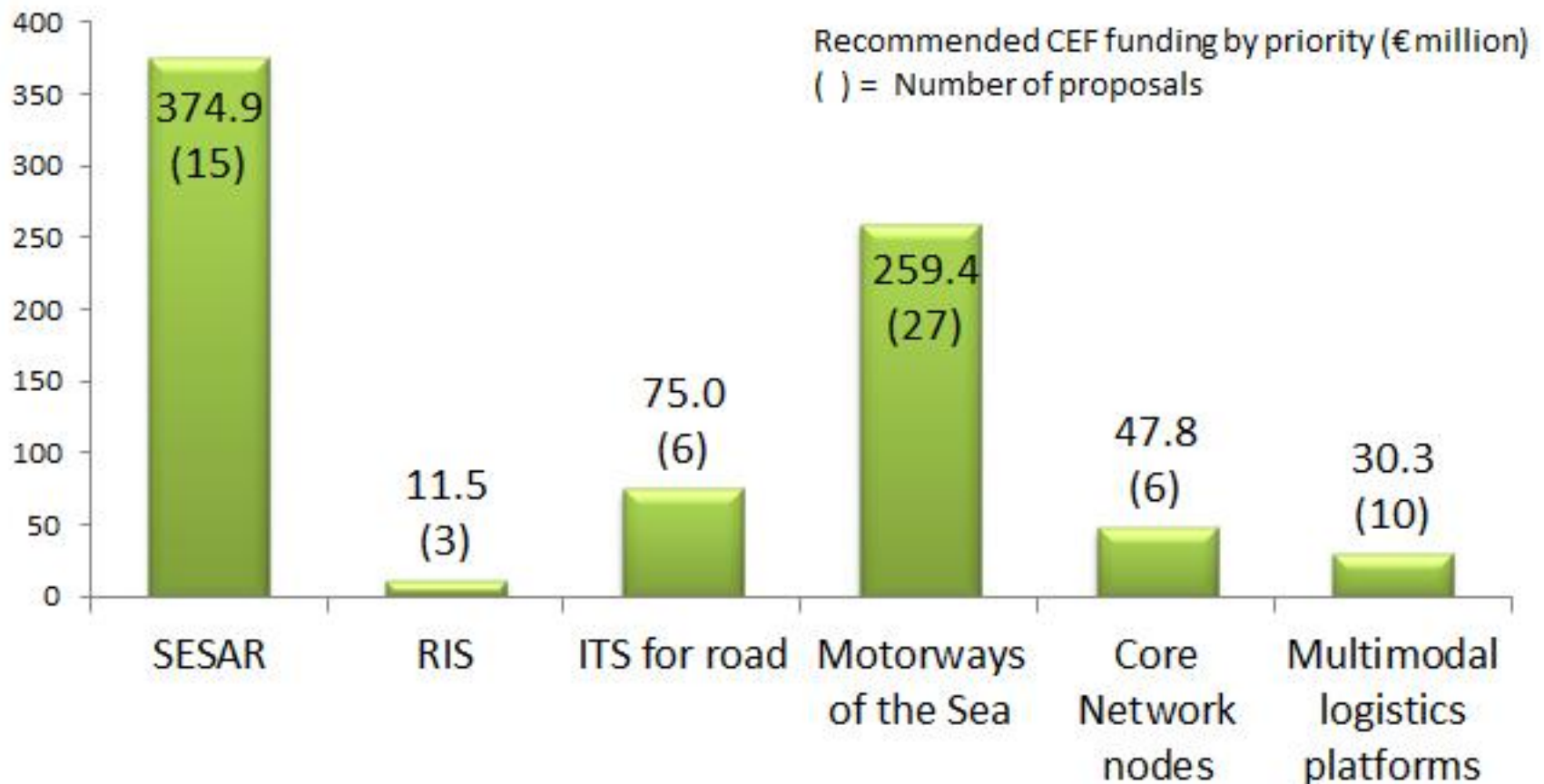


* Road (including ITS), Inland Waterways (including RIS), Rail (including ERTMS, rail interoperability, rail noise and accessibility), Maritime (including MoS)

Selected projects promoting also sustainable and innovative mobility solutions



Selected projects optimising integration and interconnection of modes



Result of the 2014 call for Finland

Applications:

- 33 eligible proposals submitted, including multi-country proposals
- Requesting EU funding of EUR 157 million

Results

- 17 projects recommended, for EUR 72 million of recommended funding

⇒ 50% projects retained Vs 40% EU average

⇒ 46% of requested funding Vs 40% EU average

Result of the 2014 call for Finland

Major projects involving Finland recommended for funding:

- TWIN-PORT 2 (Helsinki and Tallinn):
 - *Total eligible value: 98 million EUR*
 - *Recommended funding: 29 million EUR*
- The Planning of the Core Network Railway Corridors in Helsinki:
 - *Total eligible value: 32 million EUR*
 - *Recommended funding: 16 million EUR*
- Upgrading and sustaining the competitive core Baltic MoS link Helsinki-Lubeck:
 - *Total eligible value: 26 million EUR*
 - *Recommended funding: 8 million EUR*

Result of the 2014 call for Finland

Some other projects involving Finland recommended for funding:

- The Northern ScanMed Ports (Port of Turku Ltd)
- Development of LNG/L-CNG network in Finland (Gasum Oy)
- Biscay Line - Multiple port Finland-Estonia-Belgium-Spain long distance MoS (Finnlines)
- Compliance monitoring pilot for Marpol Annex VI (CompMon) (Finnish Meteorological Institute)
- Back from Black - Study and deployment of the affordable scrubber retro fitting technology for SME shipowners (Langh Group Oy Ab)
- Upgrading and sustaining the competitive Baltic MoS link Germany-Finland (Finnlines)
- NordicWay (Ministry)

Result of the 2014 call for Finland

Major projects involving Finland not recommended for funding:

- The Helsinki Rail Loop
- The removal of bottlenecks between Helsinki-Riihimäki core railway network
- The Finnish ScanMed Ports - Bridging the Northern Markets (Hamina Kotka port)
- The additional track of Pasila
- The improvement of the maritime access of Vuosaari harbour
- The Helsinki Railway Yard

Result of the 2014 call for Finland – outlook

Most of the rejected major projects received good marks from experts (sometimes lower on maturity)...

... but suffered from comparatively lower EU added value and the budgetary constraints.

Finland rather successful on horizontal priorities, in particular for MoS projects and development of alternative fuels

Limited EU grants remaining – some rejected projects or new projects may use support from the Investment Plan for Europe

Perspectives for the next CEF calls

Under preparation: *New call in November 2015 – indicative budget ~EUR 7.5bn*

- EUR 6.5bn for Cohesion MS, all TEN-T priorities
- EUR 1bn for general CEF envelope – focus on horizontal priorities
 - SESAR
 - ERTMS
 - New technologies and innovation
 - Motorways of the Sea
 - River information services
 - ITS
 - Safe and Secure infrastructure
 - TEN-T in nodes/Urban nodes
 - multimodal logistics platforms

Next steps for CEF 2015 calls (indicative)

Publication of Calls + info days (Brussels and in MS)	November 2015
Calls deadline	February 2016
External and Internal Evaluation	March 2016 – June 2016
Presentation to CEF Committee	July 2016
Adoption of Selection Decision	July/September 2016
Adoption of individual Decisions	October 2016- December 2016

Other instruments available for TEN-T projects

Connecting Europe Facility:

- Innovative financial instruments: Project Bonds, LGTT
 - whole TEN-T network, Core & Comprehensive

European Fund for Strategic Investments (EFSI)

- EIB products: guarantees, loans, equity...

Ongoing work, in cooperation with EIB:

- Identification of potential projects for innovative financial instruments
 - full eligibility: TEN-T and beyond, including urban projects, equipment and innovative technologies...
- Possibility of dedicated schemes for specific policies:
 - ERTMS, SESAR, Shipping, alternative fuels...



State of Play for Connecting Europe Facility and Juncker Plan

Context

Level of public and private investment historically low in EU, particularly in infrastructure

- Adverse impact on growth and long-term competitiveness of EU economy

Investment needs very high, in particular in transport sector

- Expected growth of international trade and passenger traffic, need to adapt infrastructure and fleets
- Greening of transport, major EU objective
White Paper, TEN-T policy, Clean Fuels for Transport...

Context

Private investors looking for investment opportunities

- High levels of liquidity on capital markets
- Very low interest rates on sovereign bonds
- Interest in infrastructure investments
- But risks & uncertainties

European Commission & EIB want to square the circle

- Provide additional support in financing projects & companies
- By being able to increase the use of instruments with more risk bearing capacity

Financing tools available at EU level, beyond grants

Connecting Europe Facility: Financial instruments

- Up to €1.5bn available for a wide array of instruments, allowing ~6bn of EIB “special activities”

Project Bonds, LGTT, possibility of other Debt or Equity instruments, dedicated investment funds for specific policies

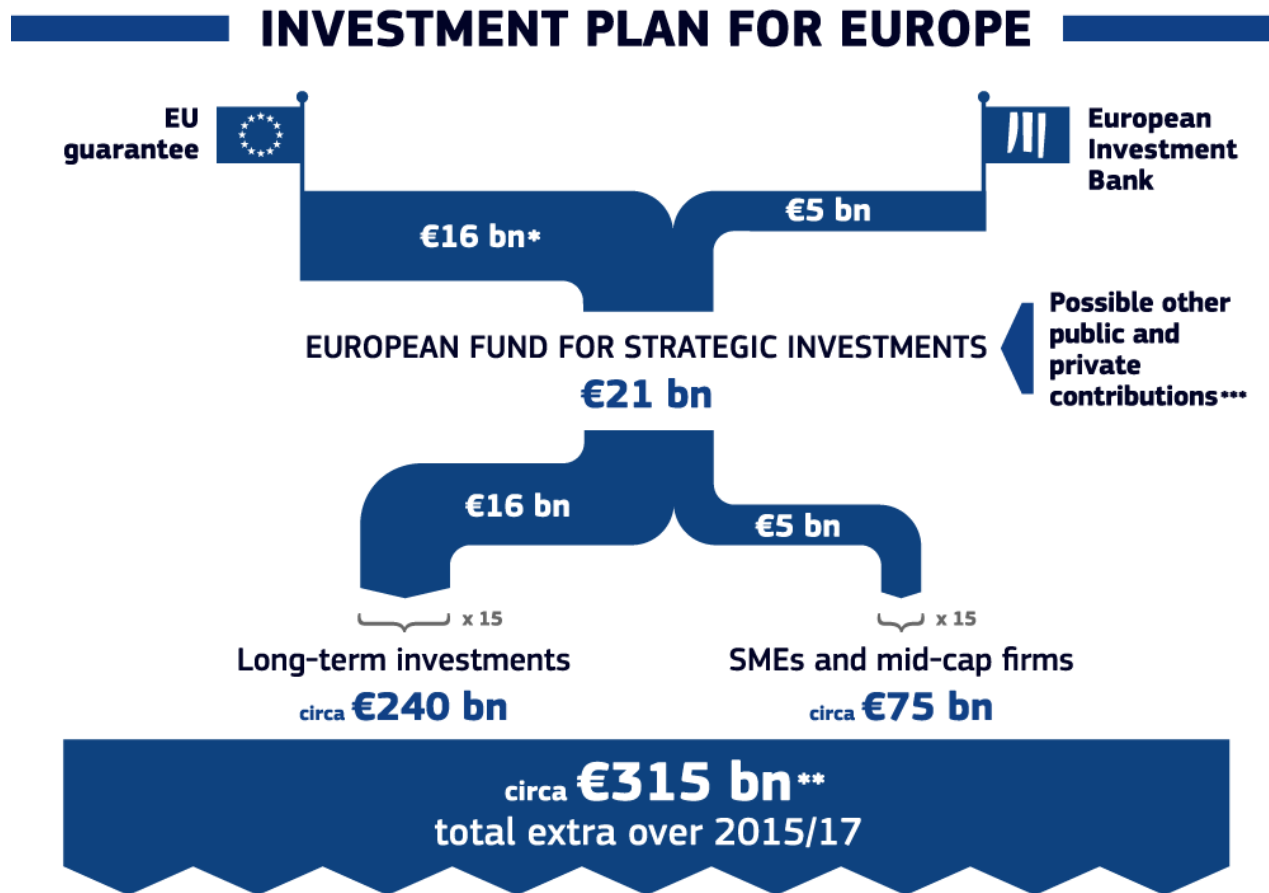
Standard EIB lending

European Fund for Strategic Investments

- Allowing ~60bn of EIB “special activities”

Project Bonds, LGTT, possibility of other Debt or Equity instruments, dedicated investment funds for specific policies, corporate support, Equity...

European Fund for Strategic Investments





European Fund for Strategic Investments

New Fund set up within EIB

- with a €16bn EU guarantee to finance through loans or guarantees with higher risk-profile about €315bn of additional investments in the next 3 years.

Set up of a European Investment Advisory Hub

- Regrouping and expanding existing Technical Assistance to help administrations and project promoters prepare projects and use financial instruments

Set up of the European Investment Projects Portal

- to provide governments and investors with a transparent project pipeline to encourage investment.

Eligibility of financial instruments

CEF financial instruments

- The whole TEN-T network, Core & Comprehensive
- All projects eligible under TEN-T Guidelines
- Ground and on-board components of traffic management systems or alternative propulsion systems

EFSI instruments

- For transport infrastructure and equipment
- TEN-T projects, but also beyond TEN-T
- Projects for smart and sustainable urban mobility

A good example: Port of Calais combined use of CEF grants and financial instruments

~€900m project for the extension and multimodal connections of the port of Calais, cross-border link between France and UK. Part of a Motorways of the Sea project.

Strong involvement of the Commission and the EIB in the project:

- For Project preparation, in particular definition of scope and financial structuring
- With the use of financial instruments (Project Bond) to reduce cost of debt and therefore reduce the need for public support
- With the use of CEF grants to cover remaining eligible costs for activities of high EU added value

Next steps

- Final text of EFSI adopted by European Parliament in July
- CEF financial instruments already available from July
- EFSI fully starting now
- EC/EIB working on infrastructure pilot projects
- EC/EIB exploring interest for dedicated financial support & working on the design of dedicated instruments for green shipping, innovation projects...

Kiitos!

Thank you for your attention!

Questions?

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