

### Welcome

# cohesion policy funds in coal regions

Platform for Coal Regions in Transition

#CoalRegionsEU

Energy



### Cohesion policy 2014-2020

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### ESIF 2014-2020



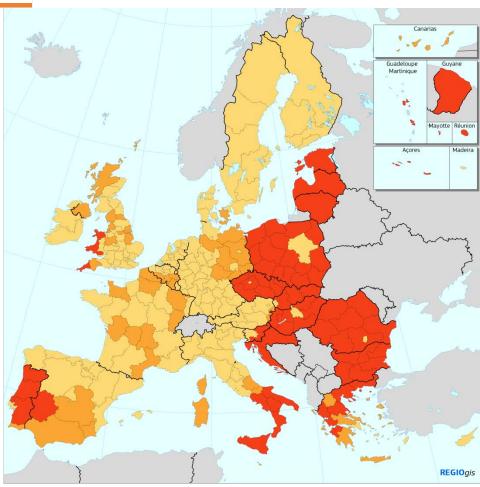
### **European Structural and Investment Funds (ESIF)**:

- European Regional Development Fund (ERDF)
- Cohesion Fund (CF)
- European Social Fund (ESF)
- European Agricultural Fund for Rural Development (EAFRD)
- European Maritime and Fisheries Fund (EMFF)

**Cohesion policy** (ERDF, CF, ESF): €352bn over 2014-2020 concentrated in less developed regions, aiming to:

- Reduce disparities between Europe's regions strengthening economic, social and territorial cohesion
- Contribute to the Europe 2020 Strategy for smart, sustainable and inclusive growth

### Shared management



ERDF and ESF eligibility for 2014-2020 period:

Regional

Category
Less developed regions (GDP/head < 75% of EU-27 average)
Transition regions (GDP/head between >= 75% and < 90% of EU-27 average)
More developed regions (GDP/head >= 90% of EU-27 average)

### Thematic Objectives & concentration



#### Smart Growth

- I. Research & innovation
- 2. Information and communication technologies (ICT)
- 3. Competitiveness of Small and Medium-sized Enterprises

#### Sustainable Growth

- 4. Shift towards a low-carbon economy
- 5. Climate change adaptation & risk management and prevention
- 6. Environmental protection & resource efficiency
- 7. Sustainable transport & removing bottlenecks in key network infrastructures

### Inclusive Growth

- 8. Employment & support for labour mobility
- 9. Social inclusion & combating poverty
- 10. Education, skills & lifelong learning
- 11. Institutional capacity building & efficient public administration



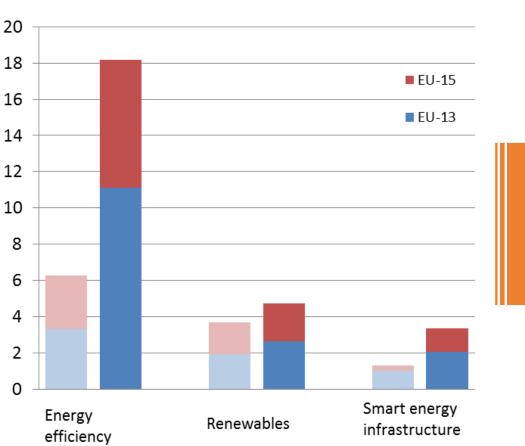


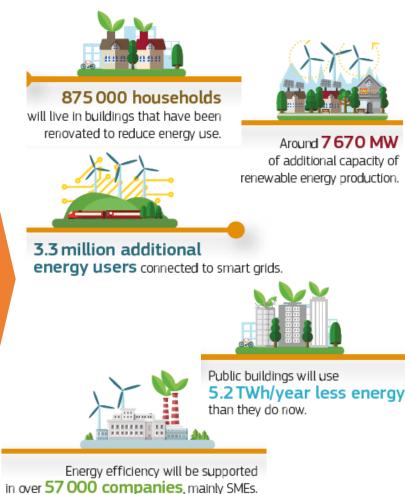
Translated into Fund-specific investment priorities

### Funding leading to benefits for people, regions and businesses



ERDF+CF allocations in EUR billion, all EU MSs Comparison 2007-2013 vs 2014-2020

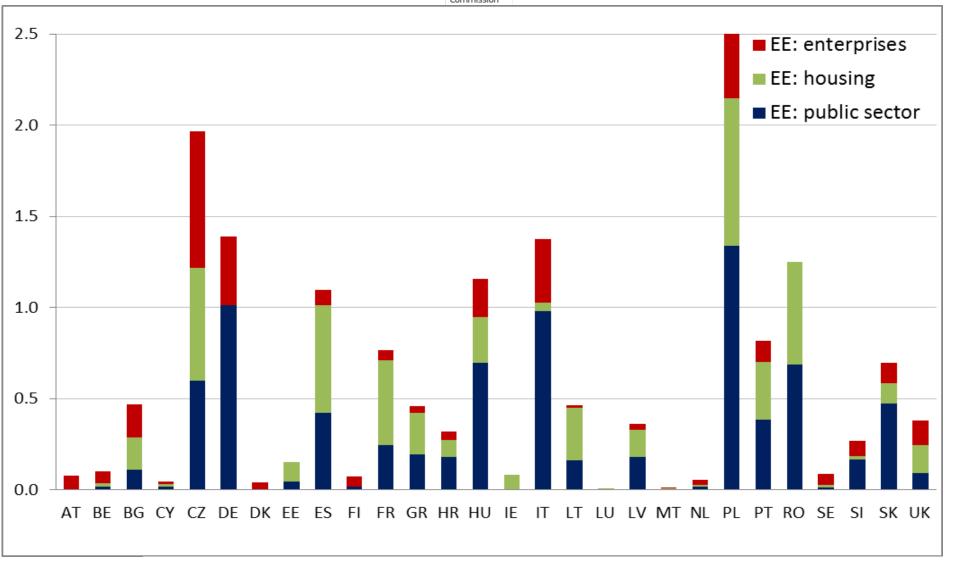




Planned allocations from the European Regional Development Fund (ERDF) and the Cohesion Fund (CF), 06/2016.

### Energy efficiency: ERDF+CF for 2014-2020, in billion EUR





Total planned allocations per Member State from the ERDF and the CF as of January 2017



### List of Programmes and Managing authorities:

http://ec.europa.eu/regional\_policy/en/atlas/programmes/ http://ec.europa.eu/regional\_policy/en/atlas/managing-authorities/

#### Open data platform:

https://cohesiondata.ec.europa.eu

http://ec.europa.eu/regional\_policy/en/policy/evaluations/data-forresearch/

#### **Project examples:**

https://ec.europa.eu/budget/euprojects/

http://ec.europa.eu/regional\_policy/EN/projects/

http://ec.europa.eu/esf/main.jsp?catId=46

National executive team



Usti, Karlovy Vary and Moravian-Silesian Region

# Impacts of EU programmes in the coal regions in Czech Republic

Brussels, 17<sup>th</sup> October 2019





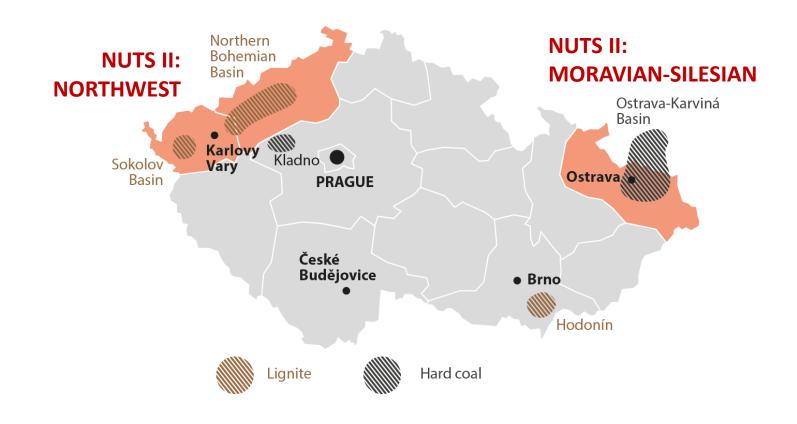




### Coal mining areas in the Czech Republic covered by the RE:START strategy

### COAL MINING SITES AND PLACES OF INTEREST FOR THE STRATEGY

Usti and Karlovy Vary region at the northwest part of the country and Moravia-Silesia region at the northeast part of the country.





### **PILLARS AND TARGETS**

Change of economic structure, faster economic growth and cease of regions lagging

Identity – enforcing solidarity and self-confidence of inhabitants

Image – improved perception of regions by the neighbours: visits, investors, talents

## Pillar **Business and innovation**

Growing business capable to cope with changes in global markets.

# Pillar **Direct investments**

More direct investments with higher added value.

# Pillar Research and development

Research and development with higher benefits for economy..

### Pillar Human resources

Competent people for industry, services and public authorities.

### Pillar Social stabilization

Remove barriers of development related with social instability.

#### Pillar **Environment**

Better quality of environment. Revitalized and regenerated area for better business and healthier life of inhabitants.

#### Pillar Infrastructure and public administration

Better quality infrastructure for business, attracting investments and addressing social exclusion.

Better quality services of public administration for businesses and citizens.

#### Pillar Implementation

Multilevel cooperation of public authorities; use of existing programmes and funds, complemented in case of need with new ones;

Special management of implementation and responsibility for results.



### THREE ACTION PLANS approved by the government are already in the implementation process

Total number of measures	Allocation	Implementation
94	approx. EUR 2,68 billion	2017 - 2030
Number of finalized measures	26	

Funding dedicated to implementation of restructuring projects till the end of September 2019:

Region	NUTS II Moravian-Silesian	NUTS II Northwest
EUR	105 386 448	85 123 907
total	EUR 190 510 355	



Following the Czech
Republic's membership in
CCIRIT Platform, the use of
REALLOCATIONS AT THE
LEVEL OF CZECH
OPERATIONAL PROGRAMS
in favor of coal regions in
transition was approved by
EC in the amount of:

**320 M EUR** 



### **200 M EUR**

for Integrated Regional Operational Programme

### **80 M EUR**

for Operational Programme Enterprise and Innovation for Competitiveness

### **40 M EUR**

for Operational Programme Environment





### **SUPPORTED AREAS**



Low emission and zero emission public transport services

link to the Pillars "Environment" and "Infrastructure and public administration" of the RE:START Strategy

**78 M EUR** 



Infrastructure for schools

link to the Pillar "Human resources" of the RE:START Strategy

**12,4 M EUR** 



Healthcare

link to the Pillar "Social stabilization" of the RE:START Strategy

**31,6 M EUR** 







Development of low emission and zero emission public transport services in the coal regions of Czech Republic

#### Main goals – support purchasing of:

 low-emission road vehicles for transport services using alternative fuel of CNG or LNG and complying with EURO 6 standard.



- emission-free road transport vehicles services using alternative fuel electricity or hydrogen.
- emission free urban transport vehicles (trams) or trolleybuses).

Support for reaching the goals of the RE:START
Strategy Pillar "Environment" and "Infrastructure and public administration"

Regenerate developing, deprived or peripheral areas in settlements with a high population concentration

Interconnect areas where there is a significant barrier to development and growth







Development of low emission and zero emission public transport services in the coal regions of Czech Republic

- results to date 2 granted projects, EU funding = 6 M EUR
- a call for project opened in June and closed in October is now in the process of evaluation
  - 35 project proposal submitted
  - required EU funding = 176 M EUR
    (4,4 times higher than the call allocation)
- expected allocation of a new call to be opened by the end of 2019: 32 M EUR







#### **EXAMPLES OF GRANTED PROJECTS**

### Ústí Region

Transport company of Most and Litvínov, a.s.

- acquisition of low-floor emission-free high-capacity trams for connecting the cities of Most and Litvínov (15 km).
- EU grant support: 2,72 M EUR

### **Karlovy Vary Region**

City Transport of Mariánské Lázně s.r.o.

- acquisition of emission-free trolleybuses for the development and improvement of transport services.
- EU grant support: 3,28 M EUR







Development and increasing quality of primary education in the coal regions of Czech Republic

#### Main goals:

- Constructions, building modifications and acquisition of professional classroom equipment to improve the quality of education related to the future career with emphasis on key competencies.
- Reconstruction of existing infrastructure related to building barrier-free schools.



Support for reaching the goals of the RE:START
Strategy Pillar "Human resources"

More people better prepared for work

More people better motivated to work







Development and increasing quality of primary education in the coal regions of Czech Republic

#### Results to date:

- 4 granted projects
- EU funding = 1,77 M EUR

Expected allocation of a new call to be opened by the end of 2019: 10,6 M EUR







#### **EXAMPLES OF GRANTED PROJECTS**

#### **Karlovy Vary Region**

#### **Elementary school in Rotava**

- reconstruction of the student school kitchen with adjacent classroom, barrier-free access to school and barrier-free access in corridors and development of internal e-connectivity.
- EU grant support: 250 K EUR

### Ústí Region

#### **City of Jirkov**

- acquisition of equipment for training in communication in foreign languages, work with digital technologies and equipment for natural sciences in four elementary schools established by the City of Jirkov.
- EU grant support: 1,12 M EUR







### **Healthcare** in the coal regions of Czech Republic

### Main goals:

- Acquisition and modernization of instrumentation, technologies and other equipment used to provide health services in supported fields,
- Construction works necessary for acquisition, modernization, location, installation and commissioning of instrumentation, medical devices, technologies and other equipment, which serve for the provision of health services in supported disciplines and methods of follow-up care.



Support for reaching the goals of the RE:START Strategy Pillar "Social stabilization"

Increasing security and feeling of security in regions

Increasing the attractiveness of life in regions and ensuring quality civic amenities and services in the regions







### **Healthcare** in the coal regions of Czech Republic

#### Results to date

- 14 granted projects
- EU funding = 31,6 M EUR

#### **EXAMPLES OF GRANTED PROJECTS**

### **Moravian-Silesian Region**

#### **Vítkovice Hospital**

- instrumentation renewal incl. magnetic resonance imaging and angiographic instruments.
- EU grant support: 6.4 M EUR

### Ústí Region

**Krajská zdravotní, a.s.** (company running hospitals across the Ústí Region)

e.g. a sciagraphic set and a computer tomography for the radio diagnostic department worth 1,28 M EUR will be purchased for the Děčín hospital; thanks to these devices, very sensitive diagnostics of a wide range of injuries and diseases can be performed.



# Reallocation of EU funding on the level of Operational Programme Enterprise and Innovation for Competitiveness



Support and strengthening the transition processes in relation to investments into properties of small and medium size enterprises:

#### Main goal

to facilitate the modernization of obsolete and technically inadequate buildings for SMEs to carry out supported economic activities or to replace them with new buildings for business activities in coal regions



Support for reaching the goals of the RE:START
Strategy Pillar "Business and innovation"

Growth of companies and their penetration into new markets, higher resistance to changes in markets.

Allocation of the call: up to 80 M EUR

call to be closed in March 16 2020



# Reallocation of EU funding on the level of Operational Programme Environment



### Reducing the level of emissions in coal regions:

#### Main goal

Reduce emissions of stationary sources contributing to the exposure of the population to above-the-limit concentrations of pollutants in coal regions.



Support for reaching the goals of the RE:START Strategy Pillar "Environment"

Revitalize and regenerate areas heavily affected by mining and industrial activities.



# Reallocation of EU funding on the level of Operational Programme Environment



# Reducing the level of emissions in coal regions:

#### **Results to date**

- 49 granted projects
- EU funding = 40 M EUR

#### **EXAMPLES OF GRANTED PROJECTS**

### **Karlovy Vary Region**

Sokolovská uhelná, a.s. – Tisová Powerplant

- reduction the of NOx, SO<sub>2</sub> and solid pollutants emissions,
- EU grant support: 2,86 M EUR

### Moravian-Silesian Region TŘINECKÉ ŽELEZÁRNY, a. s.

- dedusting of hot transport routes of agglomerate incl. cooling the agglomerate.,
- EU grant support: 9,67 M EUR



- EU funds play a significant role in the implementation of RE:START Strategy and reaching up its goals.
- For RE:START Strategy the continuous communication of the potential of reallocation and (re)programming with European Commission representatives is crucial – here we see the greatest benefit of the activities of CRIT Platform.
- There is a great potential for further strengthening the role of EU funds for Czech coal regions in in the EU programming period 2021 – 2027.
- In Czech Republic the programming of operational programmes for the EU programming period 2021 – 2027 is carried out with respect to the need to reflect the specific needs of Czech coal regions in transition.
- Czech Republic is also interested in the potential of Just Transition Fund





# Thank you for your attention

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### **Cohesion Policy Funds in coal regions – Poland**

Krzysztof Wójcik

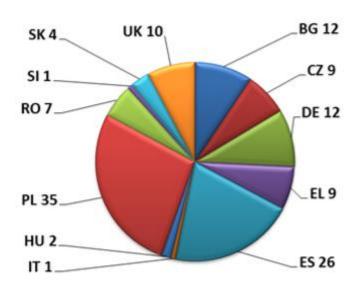
DG REGIO

Unit F3 Poland

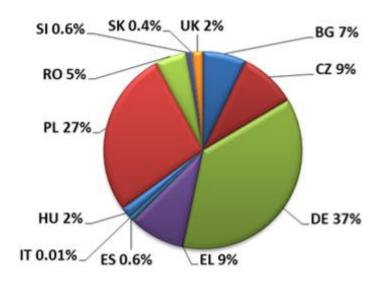


### **Coal Industry in PL vs EU**

#### Number of coal mines



### **Coal production**





#### Figure 10. Annual production of coal mines, aggregated at NUTS-2 level 15

# Coal Industry in PL vs EU (2)

- •Five out of 20 top coal mining regions in the EU are located in Poland:
- **❖**Silesia,
- ❖Łódzkie (Bełchatów subregion),
- **❖** Lubelskie,
- Malopolskie,
- ❖ Wielkopolskie (Konin subregion).

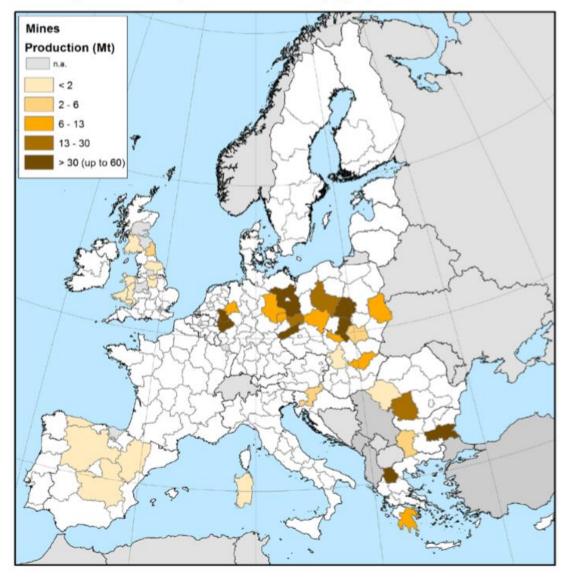
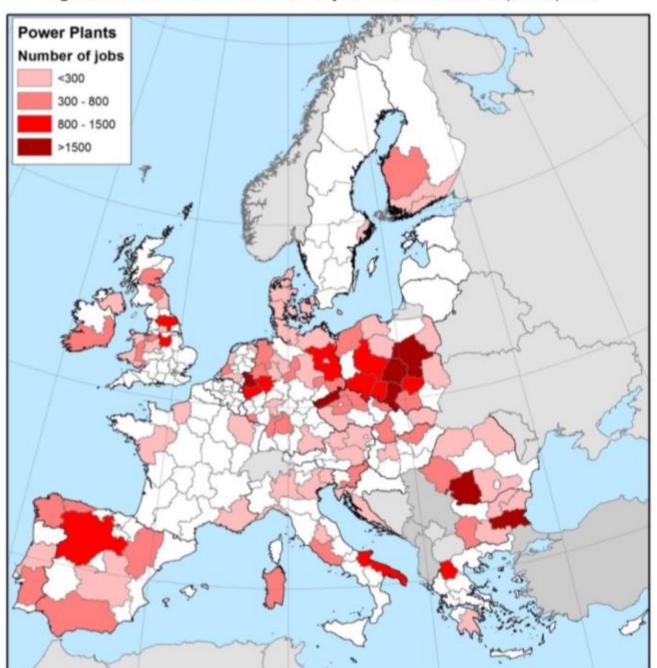




Figure 12. Estimated number of direct jobs in active coal-fired power plants 18



European Commission

# **Cohesion Policy support for PL regions** in coal transition

- Cohesion & transformation in PL:
  - long experience in supporting industrial transition;
  - holistic approach to the challenges of transition;
  - well suited to address issues related to structural change, working in partnership with actors;
  - ❖ only in 2007-2013 period, ERDF supported key transition projects for over 100m EUR in biggest coal region in EU − Silesia;





# COAL REGIONS IN TRANSITION INITIATIVE

SUPPORT FOR MODERN AND RESPONSIBLE DEVELOPMENT OF EUROPE

European Commission initiative in cooperation with the Ministries of Energy, Investment and Development and with regional authorities: Silesia, Lower Silesia and Wielkopolska

> Support for effective EU Funds' investments

Effective economic, technological and social transformation of coal regions





### **Cohesion Policy & Coal Regions in Transition**

- 3 PL Regions involved: Silesia, Greater Poland, Lower Silesia;
- Project supported in 2014-2020 via reprogramming the ROPs and through OP Infrastructure & Environment & OP TA (130m EUR in Silesia);
- Projects, which cannot be supported in this period (due to financing shortages in ROP or maturity level), are being prepared for the 2021-2027 period





### What is behind transformation proces in PL?

- Transformation is not only challenges related to the energy sector;
- National vs regional competences;
- Efficient phasing out of from the coal-based economy depends also on:
  - **\***economic
  - **❖** industrial
  - **❖**technologic
  - **❖** social aspects





### **ESIF** package

- ESIF already provide support for:
  - Economic transformation in line with smart specialisation strategies:
    - **❖** support of SMEs,
    - business incubators,
    - **❖** Innovation
    - cooperation of industry and researchers
  - Reskilling of workers traditionally linked to coal sector;
  - Promotion of energy efficiency and alternative renewable energy sources;



European



### **Lower Silesia – unfinished tranformation**

- Last closed mine 20 y. ago
- Challenges:
  - Revitalization
  - Depopulation
  - Geological problems
  - Social aspects
  - Water shortages

### Best project within CRiT:

Construction of a water production plant using post-mining water intake and construction of a plant for the use of geothermal heat from these waters

European





# **Greater Poland on the Edge of tranformation**



- \* Konin area heavily dependent on lignite coal;
- Lignite extraction and power generation activities from coal generate almost 6000 direct jobs;
- Lowering of groundwater level and drought;
- Lignite resources are about to be fully exploited in next decade;

Best project within CRiT:

Hydrogen Technologies (complementary project ideas)







### Silesia – during tranformation

- Ongoing restructuration:
  - \* reduction of coal mines from 70 to 27
  - ❖ 43% of the gross value added created in the Śląskie comes from the industry sector and mining plays an important role in it
  - ❖ 49.4% of GVA created in mining in PL;
- Challanges:
  - Degraded areas 18%;
  - Strong dependence on coal around industries;
  - ❖ Support for companies 66 mining entities 250 in a chain;
  - Social aspect: 80 000 direct jobs;
  - **❖** Air Quality
  - ❖ By 2050 the population in the Śląskie Voivodeship will decrease by 19.1%





### Silesia - ESIF suport in 2007-2013





- Deep transformation of the public space in Katowice
- The former coal mine has been revitalised and transformed in the Cultural Area



- Silesian Museum exhibition located underground to reflect the mining past of the area, with the surface area reconverted to a public park;
- International Congress Centre A surface of 8.4 ha was revitalised;
- Concert hall of the Polish National Radio Symphony Orchestra;











### **Silesia - ESIF suport in 2014-2020 (2)**

- Approx. 100m EUR to transition projects
- Sources: ROP for Silesia and the national OP Infrastructure & Environment, as well as OP TA.



- Best projects within CRiT:
  - Development of a post-mining sites management system; (inventory of post-mining areas for investment and pro-economic purposes);
  - ❖ Silesia under the blue sky; (air quality technologies);
  - ❖ Modernisation of the Silesia Urban Park (ex-mining areas);
  - ❖InfoSmog-MED; (information system on air pollution);
  - ❖ Regional Platform of Economic Activation;





### **Silesia - ESIF suport in 2014-2020 (3)**

 Above-mentioned projects will be shortly followed by new initiatives (approx. 30m EUR), selected for implementation by Polish Country team:



- Economic acceleration of the region's economy development in the areas of new specialisations and innovations;
- Inter-university business centre of creativity, co-working, prototyping and animating projects;
- ❖ Inter Silesia internationalization of the SME sector;
- **❖** Business Accelerator / Competence Centre;





### **Unique support**

- Separate set of selection criteria (Jaspers);
- Non-competitive mode of project selection;
- Competitive projects selection with bonus points for contributing to coal regions initiative;
- Separate calls in OP I&E focused only on Coal Regions in Transition in RES;



