



Increasing Investment in Transport Infrastructure

Commissioner for Transport Violeta Bulc

**Road Transport Conference
Brdo, 19 April 2017**

Transport in our economy and society

- **Directly employs around 10 million people**
- **Accounts for about 5% of gross domestic product (GDP)**
 - ❖ *Logistics account for 10–15% of the cost of a finished product for European companies*
 - ❖ *13.2% of every household's budget is spent on transport goods and services*

**Infrastructure
investment**



**Connectivity
& efficiency**



**Competitiveness,
GDP growth & jobs**

Four essential programmes for the 2014-2020 period

The Connecting Europe Facility (CEF)

*

€30 billion

including €24.05
billion for
transport

The European Structural and Investment Funds (ESIF)

*

€450 billion

including €24.05
billion for
transport

Horizon 2020

*

€80 billion

including €6.15
billion for Smart,
Green and
Integrated
transport

The European Fund for Strategic Investments (EFSI)

*

Investment
target of €315
billion over 3
years



Ongoing/upcoming CEF calls for proposals

	Transport	Energy	Telecoms
TIME	1 call (Blending Call): 8 February → 14 July 2017 (→ 30 November 2017)	1 call : April → October 2017 (dates TBC)	3 calls : 17 February → 18 May 2017 4 May → 21 September 2017 28 June → 28 November 2017
PRIORITIES	Pre-identified projects on the Corridors of the Core Network, rail interoperability, telematic applications (ERTMS, SESAR, ITS), Motorways of the Sea, innovation and new technologies in all transport modes, safe and secure infrastructure, nodes and multimodal logistics platforms	Projects of common interest in the energy sector that increase competitiveness, enhance the Union security of energy supply, and contribute to sustainable development and protection of the environment	Business Registers Interconnection System (BRIS), Exchange of Social Security Information (EESSI), European eJustice Portal, eldentification and eSignature, eDelivery, Cyber Security, eProcurement, eHealth, Automated Translation, Public Open Data, eInvoicing, Europeana Generic Services
FORMS OF FINANCING	Grants from CEF combined with financing from EIB (EFSI whenever possible) or National Promotional Banks, or private sector investors	Grants	Grants and procurement
BUDGET	€1 billion	€800 million	€80 million

Funding opportunities for transport

EU instrument	Type of financing	How to apply	Available funds (2014-2020)*
Connecting Europe Facility (CEF)	Grants (plus CEF Debt instrument)	Calls for proposals (& implementation of financial instruments)	€24.05 billion from EU budget
European Investment Bank (EIB) incl. the European Fund for Strategic Investments (EFSI)	Loans, guarantees, equity	Request financing from EIB	Approx. €13 billion/year EIB financing**
European Structural Investment Funds (ESIF)	Grants (plus financial instruments)	Request financing from managing authority	€70 billion from EU budget
Horizon 2020	Grants (plus InnovFin - EU Finance for Innovators)	Calls for proposal, calls for tenders and other actions	€6.151 billion from EU budget

Blending Call

Grants from CEF combined with financing from EIB (EFSI whenever possible) or National Promotional Banks, or private sector investors
Calls for proposal

€1 billion (taken from the CEF budget)

*To be complemented by Member States & NPBs, and private sector funding.

** Estimate based on recent trend. Actual financing will be based on demand and actual EIB approvals.

Funding/financing opportunities for decarbonisation (1)

Overall targets for climate change:

- European Union budget : 20%
- European Investment Bank : 25% of the overall lending

• Connecting Europe Facility:

- more than 90% of the funding for green modes of transport (e.g. rail, inland navigation)
- €300 million invested on innovation and new technologies for sustainable transport so far (incl. alternative fuels)
- €140 million earmarked for such priorities in the third call, as well as in the Blending Call

Funding/financing opportunities for decarbonisation (2)

- **Horizon 2020:** Approx 57% of the Transport Challenge's budget allocated to sustainable mobility and climate action, through both open calls for proposals and Joint Undertakings' activities (SESAR, Clean Sky, Shift2Rail)
- **European Fund for Strategic Investments (e.g. Cleaner Transport Facility):** use of financial instruments/blending to deploy innovative low-carbon technologies in transport
- **NER 300 :** support to renewable source demonstration projects

Funding opportunities for digitalisation

- **Connecting Europe Facility :**
 - €2 billion invested on combining transport modes and information technologies so far
 - €690 million earmarked for traffic management systems and intelligent transport systems (ERTMS, SESAR, ITS) in the third call and €180 million in the Blending call
- **Horizon 2020:**
 - Over 20% of the Transport budget has been allocated to digitalisation, e.g. open calls under Connected and Automated Driving, waterborne automation, logistics, etc. and the SESAR and Shift2Rail Joint Undertakings

Funding/financing opportunities for urban areas

- **Connecting Europe Facility :**
 - Third call : €60 billion earmarked for studies and works in urban nodes of the trans-European Transport Network
 - Blending call : €10 million earmarked for actions implementing transport infrastructure in nodes of the core network
- **European Structural and Investment Funds :**
 - €16 billion planned for urban mobility, incl. cycling
- **Horizon 2020 :** approx € 140 million allocated to urban mobility projects
- **European Investment Bank, including through EFSI :** around 25% of overall transport lending to urban transport
- **INTERREG :** co-finances projects where public authorities from different regions work together



THANK YOU FOR YOUR ATTENTION!

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EU Transport

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**Investment Plan for Europe
#InvestEU**

ec.europa.eu/inea

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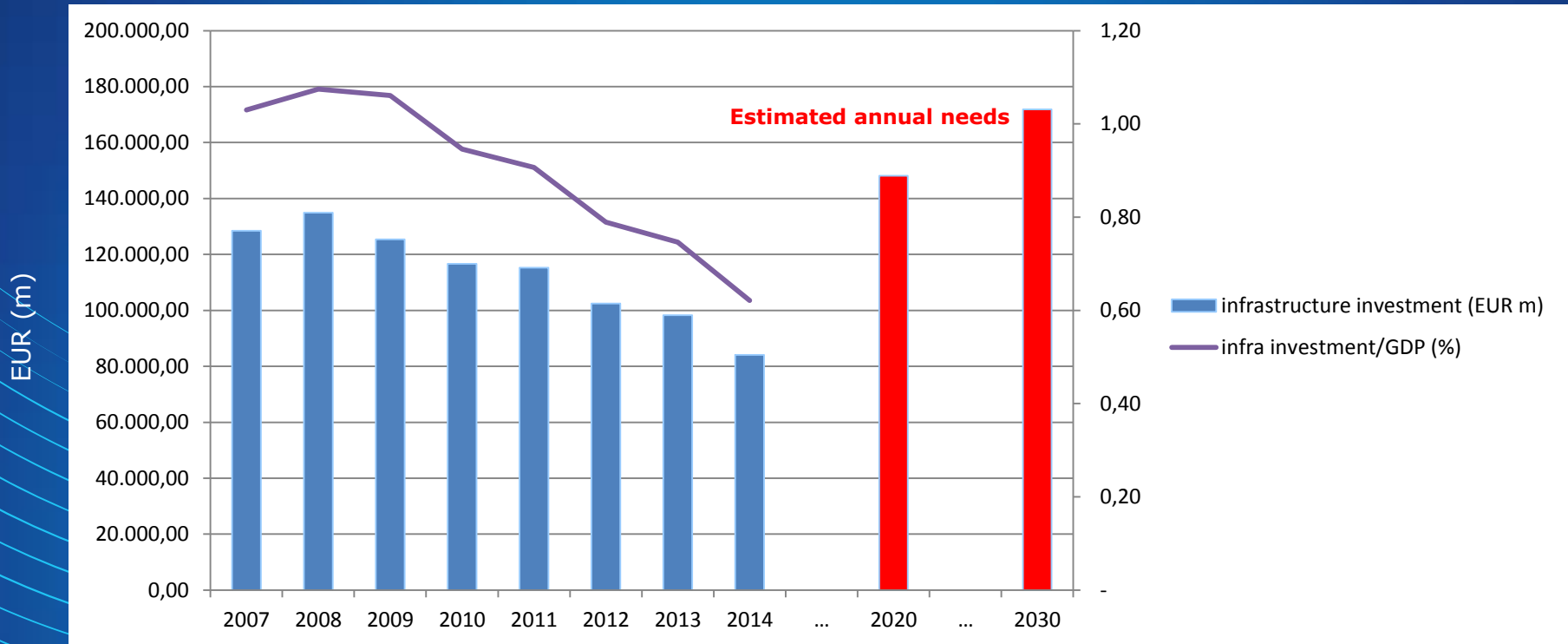
www.eib.org/invest-eu

EFSI

www.eib.org/efsi

Back-up slides

Transport investment in EU



¹ Estimated investment needs for 2020 and 2030 assuming a 1% of GDP spending on transport investment, and an assumption of annual GDP growth of 1.5% (in 2008, annual investment in transport infrastructure, at approximately EUR 130 billion, was broadly consistent with historical levels of about 1% of GDP)

The Investment Plan for Europe



1. MOBILISING FINANCE FOR INVESTMENT

- Mobilise at least €315bn over 3 years via the European Fund for Strategic Investments (EFSI)



2. MAKING FINANCE REACH THE REAL ECONOMY

- European Investment Advisory Hub (EIAH)
- European Investment Project Portal (EIPP)



3. IMPROVING THE INVESTMENT ENVIRONMENT

- Single Market
- Removing regulatory barriers
- Structural reforms at national level



Pillar 2 : Making finance reach the real economy

European Investment Advisory Hub (EIAH) www.eib.org/eiah

- Technical assistance and financial engineering
- Pooling Commission and EIB resources & expertise including from MS
- Free for public authorities

European Investment Project Portal (EIPP)

- On-line portal to boost the visibility of EU investment opportunities to investors world-wide
- Projects above € 5m, investment starting within 3y

Pillar 3 : Improving the investment environment

➤ Making the most of the Single Market

- Streamline of the permitting procedures for EU added value projects (ex : cross-border infrastructure), public procurement and State aid control

➤ Removing regulatory barriers

- Seek clarity over Eurostat treatment of the PPPs
- Be open to international trade and investment
- Lower capital charges for certain institutional investors

➤ Encouraging structural reforms in the Member States