

Contribution of National Recovery & Resilience plans to the digital transformation pillar State of play

#### Where Member States stand on digital: DESI index

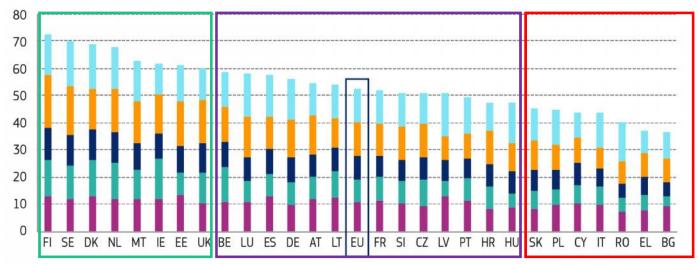












Source: Digital Economy and Society Index 2020

#### About DESI:

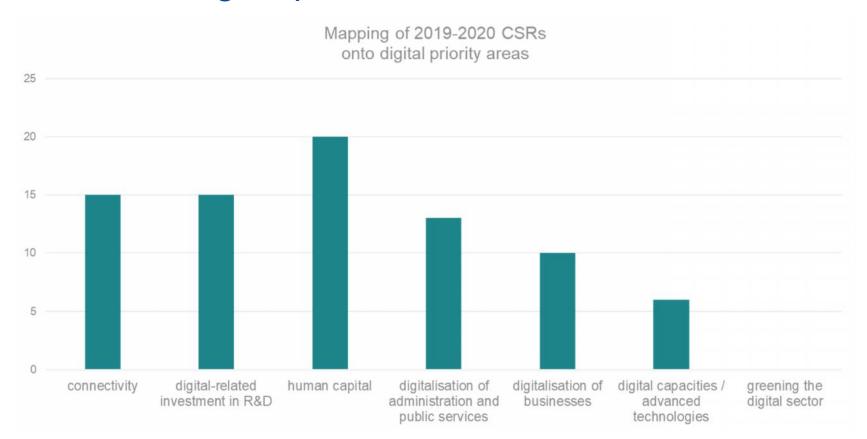
- DESI measures digital performance across 5 dimensions.
- It is a composite index which combines 37 indicators.
- It provides solid and comparable data (mainly based on Eurostat), recognised by MS and stakeholders.

MS are at very different levels of digitisation and have different needs:

- Top performers, which are also world leaders
- Member States in the middle, with gaps in several areas
- Laggards, facing significant shortcomings in all dimensions



# CSRs and digital priorities





#### Synergies between RRF and digitally relevant funds

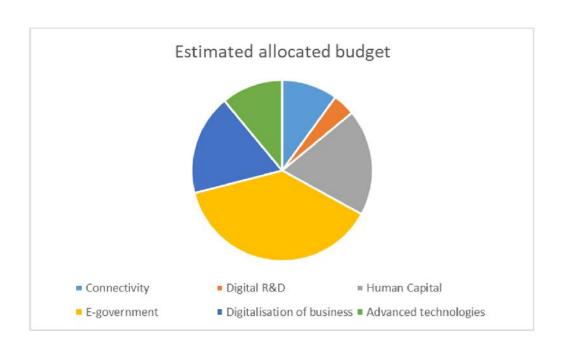
**Digital** CEF Horizon **ERDF & EADFR** InvestEU **Creative** Digital Europe ESF+ **Europe Europe** €7.6bn €2bn €95.5bn €324.5bn €87.4bn €26.2bn €1.8bn Research and Incl. Digital Guarantees for Support to media Digital connectivity Incl. Making use EU wide innovation, incl. in connectivity commercial and audiovisual deployment of infrastructure (very of Big Data for Smart investments incl. and to cultural digital **CAP** monitoring digital capacities high capacity specialisation and creative for digital and advanced networks, 5G, Broadband rollout technologies and sectors Digital skills technologies etc.) in rural areas infrastructures for all citizens Advanced digital skills

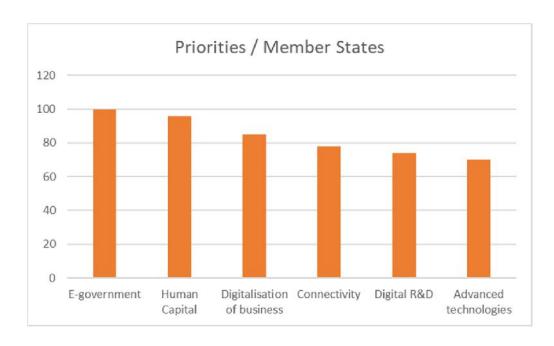
**AND** 

**Recovery and Resilience Facility € 672 bn** 

Minimum 20% for digital investments

# RRP – Broad provisional overview\*





\*NB: very provisional data subject to ongoing detailed checks



#### Digital target

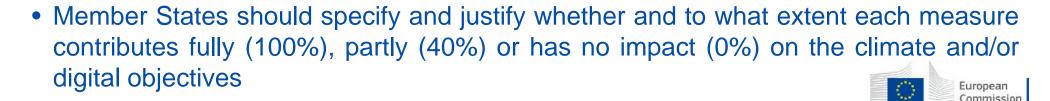
- Each Recovery and Resilience Plan has to include at least 20% of the plan's total allocation supporting digital objectives
- First indications show that Member States are meeting and sometimes largely exceeding this target
- Components dedicated to digital but also digital spending across RRP components

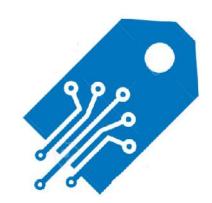




### Digital tagging

- Seven digital policy dimensions (based on DESI), which are reflected in 44 intervention fields according to which digital measures should be tagged
  - 1. Connectivity
  - 2. Digital R&D
  - 3. Human capital
  - 4. Digital public services
  - 5. Digitalisation of businesses
  - 6. Digital capacities & deployment of advanced technologies
  - 7. Greening of the digital sector





#### E-government, digital public services

- Digitalisation of the public administration and of administrative procedures, through a strong expansion of digital services in the areas of authentication, health and justice
- Governance process improvements by incorporating modern IT systems, increasing interoperability between systems and data, digitisation of archives, and use of technologies such as cloud computing and big data
- Improving the quality and accessibility of digital public services, supporting wider implementation of elD solutions to allow citizens to easily access various digital public services
- Creating digital services access points in remote areas

#### **Human Capital**

 Strengthening the digital skills of jobseekers through dedicated training courses, as part of a more general policy on digital inclusion aiming to counter the digital divide

• Introducing digital skills in school curricula, digitalisation of schools, including through

dedicated plans for remote regions

- Implementation of Digital skills plans, including:
  - basic digital skills training for all citizens
  - the development of digital skills in the education system
  - advanced digital skills training throughout the working life, with a focus on for SMEs
  - adapting the existing vocational training offer to better integrate digital skills development
- Special attention to women and girls (targets for ICT and STEM studies)



#### Digitalisation of businesses

- Support to SMEs to develop digital skills, digital transformation of business processes, increase cyber resilience, and deployment of advanced digital services
- Tax incentives to foster investments in advanced digital capital goods, digital-related R&D
- Increasing cybersecurity capacities of SMEs, e.g. through skills development, awareness raising, cyber threat surveillance services



#### Connectivity

- Improving the connectivity of the national territory by continuing the deployment of very high speed fiber optic networks and 5G, including 5G corridors
- Investments in widespread availability of Gigabit-enabled access networks (very high capacity broadband networks)
- Reforms focused on removing existing barriers to the deployment of 5G
  networks to reduce the costs of deployment and improve access to 5G radio
  spectrum



#### Investment in advanced technologies

- Support the development and deployment of ultra-secure quantum communication infrastructure
- Promoting the development of the next generation of microprocessors through the IPCEI on Microelectronics
- Support competitive and fair access to the **next generation cloud and Edge capacities** through the IPCEI on Cloud Services and Infrastructures
- Deployment of smart technologies to manage water supply and energy networks





#### Cross-border/Multi-country projects

- IPCEI Microelectronics endowing the EU with capabilities in electronics design and deployment of the next generation of low power trusted processors and other electronic components
- **IPCEI Cloud** fostering the emergence of smart cloud and edge solutions that are highly innovative, fully interoperable, highly secure, energy efficient and fully compliant with data protection
- **5G corridors** deployment of 5G corridors for advanced digital rail operations and connected and automated mobility
- High-capacity submarine interconnectors



# Conclusion

- Robust contribution to the pillar of digital transformation
  - Significant share of expenditure exceeding in aggregate the 20% requirement
  - Strong focus on digitalisation of public services and human capital
  - Good coverage of related CSR
- Complementary to other EU funding sources and to national budgets
- Clear link with reforms
  - Facilitating investments
  - Improving business environment and access to public services

