

EXERCISE COMPARING COHESION POLICY AND RECOVERY FACILITY

The following elements characterise either Structural and Cohesion programmes or the Recovery and Resilience Facility. Find out where they belong and comment.

Provisions	Cohesion 2021-2027	Recovery Resilience Facility	Comment
MS has obligation to report irregularities above 10 000 EUR			
Additionality requirements and no substitution to recurring public expenditure			
VAT is an eligible cost			
Payment by Result/Financing not linked to costs			
Procedures for suspension of funds failing economic governance (excessive deficits)			
Procedures for suspension of funds for other reasons are detailed in the Regulation			
A management declaration has to be submitted by MS to accompanying payments requests			
Budget of 672 Bn EUR with allocation includes criteria such as inverse GDP p.c., population, unemployment			
Retroactive projects allowed			
Annual pre financing 0,5% throughout the period			
Performance based on achieving targets by mid 2026			
EU budget reimburses between 50-85% of eligible expenditure			
Several programmes per country			
Rules for N+3 automatic decommitment			
Eligibility date end 2029			
MS must collect data on final recipients, contractors, subcontractors, and beneficial owners for the purpose of control and audit			
Most funds concentrated in less developed regions (LDR)			
MS will 'rule of law' CSR will have to make progress on those before accessing the funds			
MS obliged to publish full list of operations supported with EU funds			
Earmarking: R&D&I, green/low carbon/EE, sustainable urban development, youth NEET, social inclusion, material deprivation and child protection			
Funds can be controlled and audited by EU institutions (OLAF, EPPO, ECA)			