

# The role of the CBCA decisions for the PCIs applying for CEF-E grant

Workshop on 2<sup>nd</sup> ACER CBCA Recommendation

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#### What is INEA?



- Innovation and Networks Executive Agency (INEA) is the successor of TEN-T EA (established in 2006)
- Manages:
  - √Connecting Europe Facility (Transport, Energy and ICT)
  - ✓ Horizon 2020 (Transport, Energy)
  - ✓TEN-T and Marco Polo (legacy programmes)
- Budget for programmes: €34.1 billion for 2014-2020
- INEA turns policy into action:
  - organises Calls for proposals
  - prepares and signs Grant Agreements
  - monitors the technical and financial implementation of actions





### **CEF-Energy:** multiannual Work Programme & Calls

 Total budget for 2014-2020: €4.7 billion for grants for studies and works

• 3 calls for proposals in 2014-2015

 Maximum co-funding rate (as in CEF Regulation): 50% for studies and works (exceptionally up to 75% for actions providing a high degree of regional or EU-wide SoS, strengthen solidarity or comprise highly innovative solutions)





### **Award criteria**

|  | Weights<br>(works) | Weights<br>(studies) |
|--|--------------------|----------------------|
| <b>Maturity of the action</b> with regards to the developmental stage of the project, based on the implementation plan (Article 5(1) of the TEN-E Regulation)            | 20%                | 25%                  |
| <b>Cross-border dimension</b> of the action, area of impact and number of Member States involved in the action   | 10%                | 10%                  |
| <b>Extent of the positive externality</b> provided by the action involving works, impact of the action on solidarity   | 15%                | NA                   |
| Need to overcome financial obstacles   | 15%                | 15%                  |
| Soundness of the implementation plan proposed for the action   | 10%                | 10%                  |
| <b>Priority and urgency of the action</b> , will the project remove bottlenecks, end energy isolation and contribute to the implementation of the internal energy market |                    | 20%                  |
| <b>Stimulating effect of the CEF financial assistance</b> on the completion of the action  | 15%                | 20%                  |
|  |                    |                      |





# **Experience with CBCA decisions in recent calls – best practice**

- Demonstrated a positive cross-border impact and cooperation
- Provided quantitative information on the impact of tariffs on end-users
- Did not apply the territorial principle on allocating costs
- Provided a plan B in case CEF grant is not awarded (a cofinancing rate from CEF is not assumed)





## **CEF-Energy: Signed Grant Agreements 2014 & 2015-1**



|              | Studies |       | Works |       | Total |       |
|--------------|---------|-------|-------|-------|-------|-------|
|              | Nr.     | MIn € | Nr.   | MIn € | Nr.   | MIn € |
| Electricity* | 22      | 68.8  | 4     | 223.8 | 26    | 292.6 |
| Gas**        | 22      | 49.5  | 3     | 356.7 | 25    | 406.2 |
| Total        | 44      | 118.3 | 7     | 580.5 | 51    | 698.8 |

Information updated on January 18, 2016

<sup>\*\*</sup> In gas, there are 19 interconnectors, 4 LNG and 2 storage actions.



<sup>\*</sup> In electricity, there are 22 interconnectors, 1 synchronisation, 2 hydro-pumped storage and 1 compressed air energy storage action.



## **CEF-Energy: GA for works 2014 & 2015-1**



|                      | Type of infrastructure | Grant amount<br>(mln €) | Co-financing<br>rate | Implementation date |
|----------------------|------------------------|-------------------------|----------------------|---------------------|
| Electricity          |                        |                         |                      |                     |
| Bulgaria             | Internal line          | 29                      | 50%                  | 2021                |
| Estonia-Latvia       | Interconnector         | 112.3                   | 65%                  | 2020                |
| Latvia               | Internal line          | 55.1                    | 45%                  | 2019                |
| Lithuania-<br>Poland | Interconnector         | 27.4                    | 50%                  | 2016                |
| Gas                  |                        |                         |                      |                     |
| UK                   | Pipeline               | 33.8                    | 36.4%                | 2017                |
| Lithuania            | Pipeline               | 27.6                    | 45.5%                | 2016                |
| Poland-<br>Lithuania | Pipeline               | 295.4                   | 60%                  | 2019                |





#### More information on our website:

http://ec.europa.eu/inea/en



