



RECOVERY AND RESILIENCE FACILITY

RRF and the European Semester: lessons learned and way forward

17 November 2021



State of play

BE CY DE DK EL ES FR IT LU LT LV PT SI CZ HR AT IE SK MT RO FI EE PL HU SE BG NL

Commission

26 plans submitted to the Commission													
22 plans approved by the Commission													
22 CID adopted by the Council													
17 pre-financing disbursed (EUR 52.3 bn)								*					
1 payment request submitted to the Commission 2												<u>J</u> jj	Europo

* No pre-financing requested



Semester: challenges and opportunities

Positives

- Integrated economic policy coordination
- Multilateral surveillance
- Engagement with stakeholders



Challenges

- Insufficient national specificities
- Low ownership and implementation rates of CSRs
- Heavy process at national and EU level
- Democratic accountability

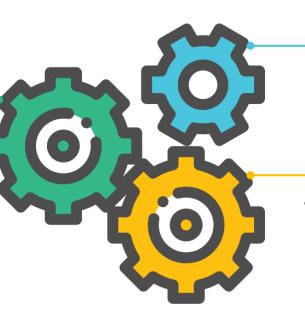




RRF: lessons learnt

CSRs:

- Link reforms and investments
- Better coverage
 and implementation



- Performance based nature of the plans and quality dialogue with Member States
- Stronger roots in national policies and better identification of challenges



Way forward: substance



Competitive sustainability as a guiding principle



Gap analysis



Fiscal and MIP: economic governance review



SDG integration



Reforms and investments



Way forward: process

EU level streamlining

- Build on fact-finding RRF
- Simplify: merge country report and CSRs
- Dashboard/scoreboards/reports



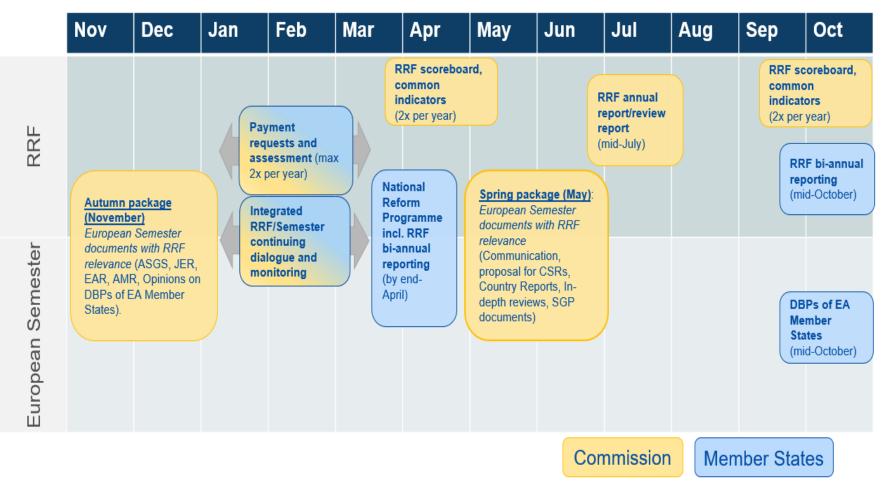
- Engagement with Member States
- Merged reporting
- Dialogue on draft report and implementation



- Engagement with stakeholders
- Involvement in implementation RRF and semester



2022 European Semester and RRF integrated process



Legend: ASGS: Annual Sustainable Growth Survey, EAR: Euro Area Recommendation, JER: Joint Employment Report, AMR: Alert Mechanism Report, DBP: Draft Budgetary Plans, EA: euro area, RRF: Recovery and Resilience Facility, SGP: Stability and Growth Pact.





NEXT GEN EU