



RRF 1st Payment request – FRANCE

Preliminary positive assessment by the Commission



EFC – 11/02/2022

France first payment request

Overview

	Investments	Reforms	Total
Milestones	7	16	23 (*)
Targets	14	0	14
Total	21	16	38

(*) One milestone relates to audits and control and is not formally an investment or a reform

- Submitted on 26 November 2021
- 24 milestones and 14 targets relate to the first installment (EUR 8,5bn ; EUR 7.4bn net of pre-financing)
- Most of the milestones are linked to reforms while the targets are linked only to investments
- Concerning measures in all main policy areas : green, digital, resilience, social and next generation

France first payment request: Key measures

Overview (2/2)

Key Reforms:

- Public finance : (M7-6, M7-7 & M7-8: Implementation of a strategy to improve the governance of **public finances** ; M7-10 & M7-11: Evaluation of **public spending** to identify efficient expenditure)
- Labour market : (M8-6: Entry into force of the **reform of the unemployment insurance**)
- Health and long-term care: (M9-1: National strategy for the **health system** to improve organisation of hospitals and M9-3 Creation of a new branch of social security covering the **risk of loss of autonomy**)

Key Investments :

- Energy renovation of buildings (T1-4; T1-6; T1-8 : Investments in **energy renovation** of private, public and social buildings)
- Sustainable transport: Clean vehicles: (T3-15: Award of bonuses for the purchase of **hybrid and electric vehicles**; M3-5; M3-18 M3-21. M3-22 : Funding agreements for **railways and transport infrastructure**).
- Youth employment, education and skills (T8-10; T8-12; T8-19; T8-22, M8-29 : Hiring subsidies paid for **apprenticeship contracts** and for **hiring youth**); Increased resources for vocational training (France compétences)

Audits and Controls (1 milestone)



Control and audit procedures in the implementation of the RRF (milestone 7-35)

- **Milestone to be completed by Q42021** : Organisation of the system and the treatment of data and organisation of the audits
- **In line with the verification mechanism set out in the Operational Arrangements,** the necessary evidence was provided:
 - Defining the roles and responsibilities of the coordinating body and the ministries and the procedure for collecting and storing data relating to the indicators
 - Providing report outlining the envisaged audit strategy, including a description of the audit work on payment claims
- => **Milestone satisfactory fulfilled**

Thank you

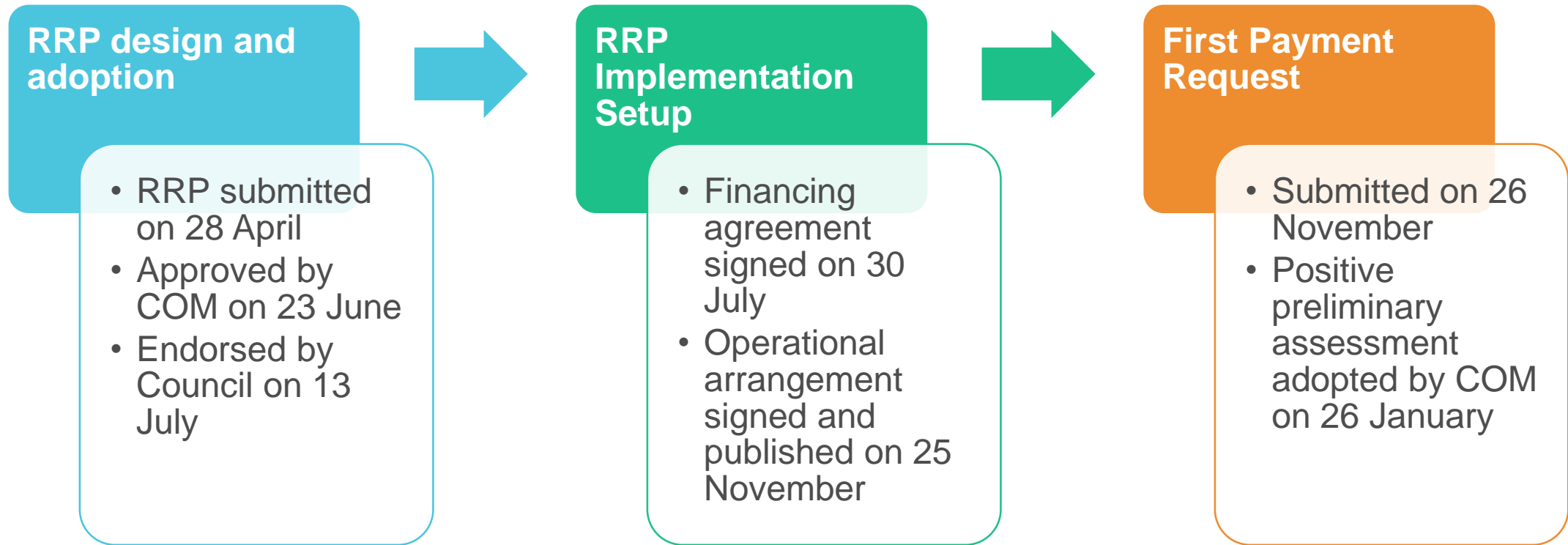
More information: [Commission webpage on the RRF](#)

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Timeline of France RRP implementation



Green transition (10 milestones and 8 targets)

- C1.I1: Energy renovation of private housing, including energy sieves
- C1.I2: Energy renovation and major rehabilitation of social housing
- C1.I3: Thermal renovation of public buildings

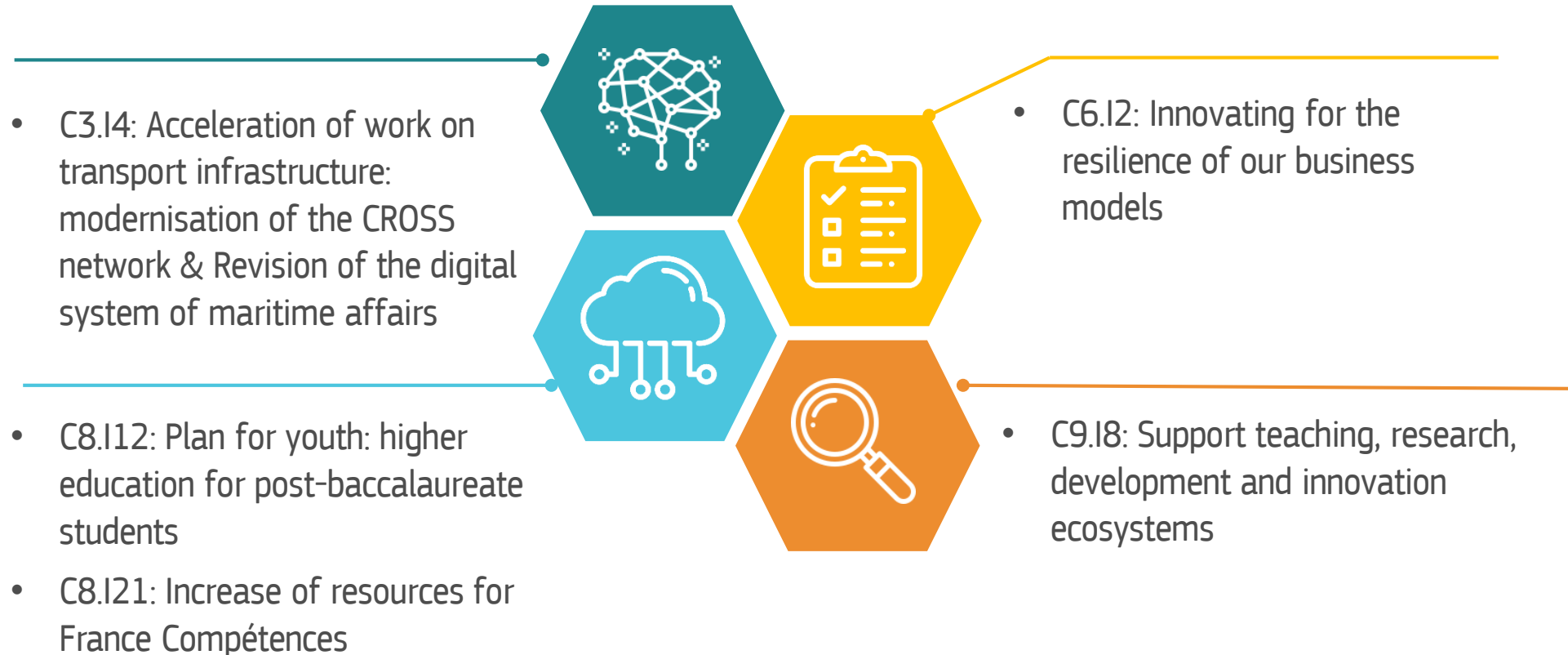


- C2.I1: Decarbonisation of industry
- C2.I2: Urban densification: sustainable construction
- C3.R1: Mobility law
- C3.R2: Green budgeting

- C3.I1: Support to the railway sector
- C3.I2: Support to demand for clean vehicles (automobile plan)
- C3.I3: Daily mobility: development of public transport
- C3.I4: Acceleration of work on transport infrastructure
- C3.I5: Greening of the State's fleet
- C3.I6: Greening of harbours

- C4.I1: Innovate for the green transition
- C8.I21: Increase of resources for France Compétences
- C9.I8: Support teaching, research, development and innovation ecosystem

Digital transition (4 milestones and 2 targets)



Resilience (12 milestones)

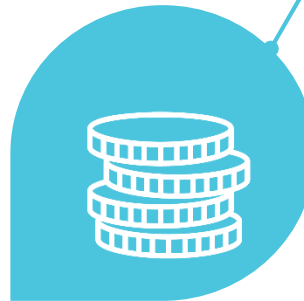
Labour market

- C8.R4: Entry into force of the reform of the unemployment insurance
- C8.R2: Reform of short-time work schemes
- C8.I21: Increase in the resources of France Compétences



More resilient public finances

- C7.R4 Governance of public finances (Extension of the prerogatives of the High Council of public finances (HCFP) and establishment of a multi-year expenditure rule)
- C7.R5 Assessment of the quality of public spending



Research and Innovation

- C4.R1 - Reform of the Governance of the PIA (Programme d'Investissements d'Avenir / Future investment programme)
- C9.I8 PIA4 - Support to teaching, research, promotion and innovation ecosystems



Health

- C9.R1 National Strategy for the Transformation of the Health System
- C9.R2 Creation of a new branch of social security covering the risk of loss of autonomy



Social policies and next generation

(4 milestones and 5 targets)



C8.R4: Entry into force of the reform of the unemployment insurance

C8.I3: More than 500 000 hiring subsidies paid to employers for apprenticeship contracts

C8.R2: Entry into force of the reform of health and safety at work

C8.I15: More than 12 500 subsidies paid to employers for hiring persons with disabilities



France first payment request: Investments

For investments, France submitted in general, as mentioned in the OA:

- A **summary document** duly justifying how the milestone/target was satisfactorily fulfilled:
 - Explaining the structure of the supporting pieces of evidence
 - Recalling the objective of the measure
 - Detailed analysis on how the pieces of evidence demonstrate the attainment of the M/T
- A **list** of the individual investments, containing all the information agreed in the OA
 - Unique identifier (anonymity, reference for sampling)
 - The primary data of the investment (beneficiary, amount, date)
 - The supplementary data required in the OA (e.g. category, region, age, ...)
- **Additional pieces of evidence** if needed (e.g. legal text setting the conditions of the investment, terms of reference of calls for projects, eligibility criteria, ...)

For milestones preliminary to investments (e.g. funding agreements to be signed, research strategies to be validated), the verification of the official procedure and documents is similar to reforms.

France first payment request: Reforms

For **reforms**, France submitted in general, as mentioned in the OA:

- A **summary document** duly justifying how the milestone was satisfactorily fulfilled:
 - Recalling the objective of the measure
 - Listing supporting documents provided with weblinks (legal acts, official documents, publicly available reports...)
 - Explaining how the evidence provided – usually a legal act - addresses the requirements set out in the CID Annex
 - Including if applicable a reference to the provision specifying the entry into force of the legal act
- A copy of **supporting documents** (legal acts, official documents, publicly available reports...)

Type of verifications conducted

- COM verified that the **provisions of the legal acts** published in the OJ and/or other supporting documents address the **requirements set out in the CID Annex**
- COM verified that the **entry into force** of the legal act, if applicable, comply with the requirements set out in the CID Annex

Sampling – detailed process per target

Ref. CID	Name	Target	Achieved	Sample	Additional objective to verify	
1-4	C1.I1	Ma Prime Renov'	400000	460839	60 + 10 thermal sieves	
1-6	C1.I2	Social housing	20000	21296	60 + 7 « outre-mer » + 3 « Massiréno »	30% energy saving
1-8	C1.I3	Public buildings	2900	2906	60+10 biggest contributors to energy savings	30% energy saving
2-6	C2.I2	Urban densification: sustainable construction	1200	1288	60	
3-15	C3.I2	Clean vehicles (bonus)	85000	91261	60	
3-27	C3.I5	State car fleet (greening)	1291	1970	60	
8-10	C8.I3	Hiring subsidies apprenticeship	333374	535719	60	
8-12	C8.I5	Hiring subsidies youth <26	337000	359770	60	
8-15	C8.I8	Cordées de la réussite	185000	185236	60 + 10 biggest contributors to the target	
8-19	C8.I12	Néobacheliers	16000	19374	60	
8-22	C8.I15	Support to hiring disabled	12500	12843	60	