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# RECOVERY AND RESILIENCE FACILITY

**Annual Conference of the European  
Commission's Internal Audit Service**

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# The RRF: a unique instrument for EU recovery

## Size and financing

- Up to 338 bn grants
- Up to 385,8 bn loans
- Joint borrowing
- Green bonds



## Delivery mode

- Performance based
- No co-financing
- Based on national plans



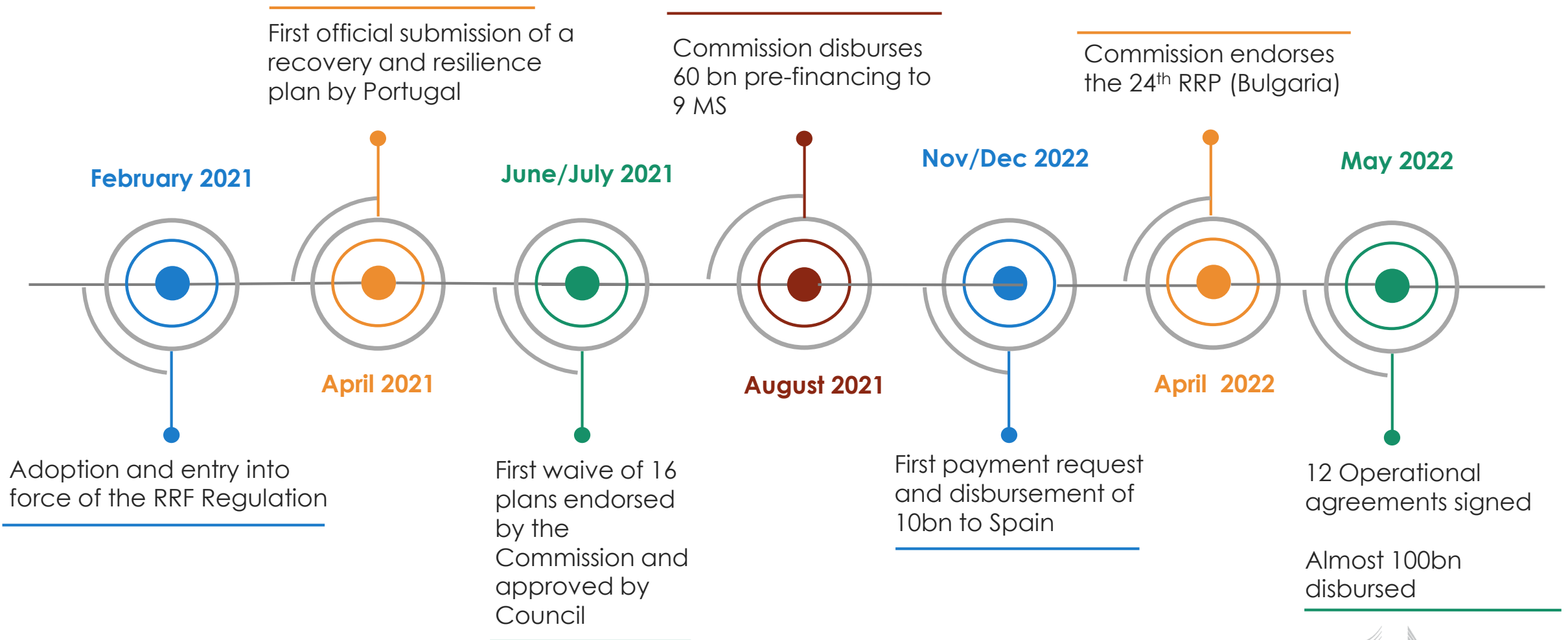
## Scope

- Mutually reinforcing Reforms and Investments
- Focus on twin transition but broad scope

## Implementation

- Fast implementation and flexibility
- Almost 100bn already spent

# Key achievements so far



# An audit and control strategy tailored to the RRF specificities

## Three stages of control

- **Approval of the plans** including national control systems
- **Payment requests** with:
  - Evidence of fulfillment of M&T;
  - Management declaration;
  - Summary of audits
- **Ex-post** controls

## A focus on Milestones and targets

- In line with **performance based nature** of the instrument
- Sole condition for **disbursements** and for potential recovery

## A specific allocation of responsibilities between the Commission and Member States

- **Primary responsibility** of Member States for the **protection of financial interests**
- **Residual** responsibility of the Commission
- Member States to ensure **compliance with EU and national rules**

# Transparency & accountability



## 3 PILLARS OF TRANSPARENCY AND ACCOUNTABILITY

### Scrutiny of the European Parliament



#### Regular reporting by the Commission

- Annual Report
- Review Report
- Evaluation Report & Ex post Report

### Audits performed by the European Court of Auditors



Audit work building into the yearly Statement of Assurance (legality and regularity of spending) and other cross-cutting audit workstreams

### Transparency for citizens with the Recovery and Resilience Scoreboard



- Scoreboard with six pillars and common indicators
- Progress on implementation of milestones and targets

# Next Steps: REPowerEU chapter and implementation



## Commission proposal on REPowerEU chapters in RRP

- Addendum to top-up existing RRP with the REPowerEU chapter with measures to reduce dependency on RU fossil fuels.
- Reforms and investments to improve energy infrastructure, boost energy efficiency, address transmission bottlenecks, decarbonise industry and green skills.
- Financing: 72 bn grants and 225 bn loans



## Steady Implementation of RRP

Currently assessing the payment requests of HR, SK and ES

Expected payment requests by the end of 2022:

- 1st payment request: CY, SI, AT, EE, DE, BE, LV, MT, RO, DK, FI, LT, SE, BG, IE, CZ, LU
- 2nd payment request: IT, EL, PT, FR