"A strong, renewed Cohesion Policy for all regions post 2020" – Reaction¹ to the White Paper on the Future of Europe, the Reflection Paper on the Future of EU Finances and the 7th Cohesion Report

"The EU regional level plays a significant role in implementing European objectives, as well as capacity building for increased competitiveness, growth and social security. A stronger regional dimension in the discussion on the Future of Europe is therefore necessary to facilitate the move towards a competitive, social and sustainable Europe." EU Cohesion Policy combines strategic targets for addressing European and even global challenges through long-term regional and local development strategies, thus securing a multi-level implementation close to our citizens. For this reason regional and local entities should be strongly involved in further reflections on reforms."

Our network of regions - on the basis of the position paper of 28th September 2016 comprising 193 NUTS 2 regions and representing 73,7% (EU28) and 83,2% (EU27) of the EU population - would like to respond to the White Paper on the Future of Europe, the Reflection Paper on the Future of EU Finances and the 7th Cohesion Report as follows:

- 1. Europe continues to need a significant regional growth policy. The 7th Cohesion Report evidences that regional disparities are widespread across the EU. Therefore, a strong European Cohesion Policy for all regions is needed more than ever. Cohesion Policy should continue to reduce regional and intraregional disparities, stimulate investment in EU priorities, and address new challenges.
- 2. It remains essential that Cohesion Policy is based on **adequate funding**. The percentage share of the budget allocated to Cohesion Policy in the next Multi-Annual Financial Framework (MFF) should remain at least the same.
- 3. The principle of subsidiarity and European added-value are considered as crucial elements in the discussion on the future of Europe. EU Cohesion Policy guarantees a region-specific, multi-level governance, through an integrated approach. This ensures the visibility of EU investments on the ground.
- 4. We share the commitment of concentrating funding on the most important regional challenges and priorities, aligned with the EU's direction. These elements ensure a high level of EU added-value.
- 5. We stress the need for the European Social Fund to remain an integral part of Cohesion Policy.

¹ Follow-Up action of the partners of the lobbying-initiative from September 2016 "A strong, renewed Regional Policy for all regions post 2020"

- 6. Conditionalities must be linked to the objectives of EU Cohesion Policy post 2020. This means that the role and contribution of the future Cohesion Policy regarding compliance with conditionalities has to be clarified with the regions beforehand.
- 7. The introduction of a common set of rules and the alignment of the state aid regime are embraced from the point of view of simplification and coherent investment activity of the different Structural Funds but must not lead to further complexity for the beneficiaries.
- 8. The fundamental reform of implementation and control procedures is indispensable to improve the added-value of the Cohesion Policy. This should follow a differentiated approach aligned with national and regional framework conditions. We object to any reduction of EU co-financing rate. In any case the EU co-financing rate has to follow a differentiated and proportionate approach and should correspond with the level of EU-requirements, related to administrative and control systems for the regions and the beneficiaries.
- **9.** Cross-border, transnational and interregional cooperation need to be reinforced since the European added value of European Territorial Cooperation is especially visible.
- 10. Opportunities for cooperation between regions in two or more countries (for example in the framework of macro-regional strategies or sea-basin strategies) need to be extended and embedded. Allowing a more tailor-made implementation process between participating regions enables us to better address higher strategic European challenges.
- 11. Financial instruments and other revolving instruments should only be foreseen for profitable projects. To improve coherence between Cohesion Policy, the European Fund for Strategic Investments (EFSI) and other instruments, the managing authorities should decide on the optimal mix to achieve complementarity and synergy.
- 12. EU Cohesion Policy is a long-term development policy that needs planning security. We are against the idea of reducing the Cohesion Policy budget in order to fund a new reserve for emergency situations and other instruments centrally managed at EU level.
- 13. The continuation of a multiannual programme for Cohesion Policy for at least 7 years is necessary.
- 14. Regions and cities and their cooperation are the strength of Europe!
- 15. A final scenario for the Future of Europe including these suggestions is warmly welcomed.

Le Président du Conseil Régional

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