## **Recovery and Resilience Facility**

The Recovery and Resilience Facility is the central pillar of the recovery plan for Europe, Next Generation EU. It provides financial support to EU countries to mitigate the social and economic impact of the COVID-19 crisis.



### How much money?



<sup>\*</sup>Figures expressed in 2018 prices. In current prices, the Next Generation EU envelope amounts to €807.1 bn, including €724 bn for the Recovery and Resilience Facility (€338 bn grants, €386 bn Ioans).

## How will the money be used?

Funds disbursed to member states are based on **national recovery and resilience plans**, which include reforms and public investment projects. Plans must:



### align with EU priorities

boost growth, job creation and economic & social resilience



## support the green transition

at least **37%** of resources contribute climate action and environmental sustainability



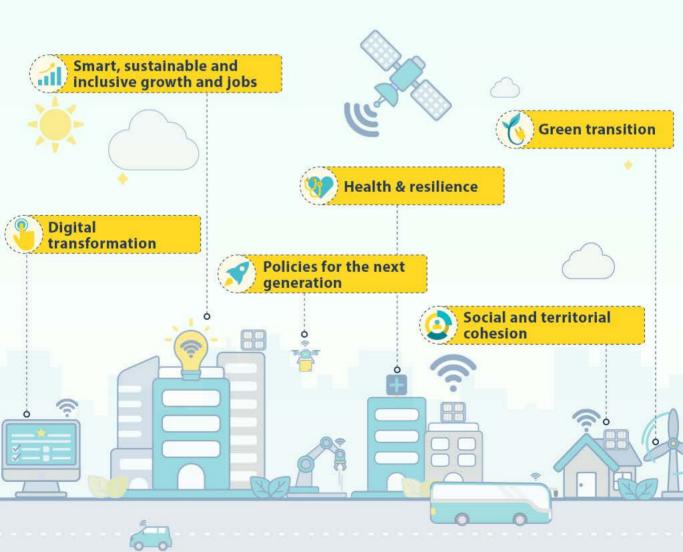
# reflect country-specific challenges

in line with **European Semester** country-specific recommendations



# foster digital transformation

at least **20%** of resources contribute to the EU's digital transition



#### How does it work?

Member states submit draft recovery and resilience plans from 15 October 2020 Member state are expected to submit their plans by 30 April 2021. Plans can be amended at a later stage

Council of EU assesses and adopts plans based on the Commission proposal

Payments to member states begin. Prefinancing up to 13% of grants and 13% of loans Commission regularly reports on implementation to Parliament and Council



European Commission discusses plans with each member state Commission
assesses plans
and transmits to
Parliament and
Council

Council can
suspend
adoption or
payments in case
of significant
non-compliance

Member states report on progress twice a year within the European Semester

Independent evaluations in 2024 and, ex post, by 2028

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Plans can include measures initiated from February 2020 2023

Recovery and Resilience resources for member states can be committed until end 2023 2026

Reforms and investments must be carried out by 2026

