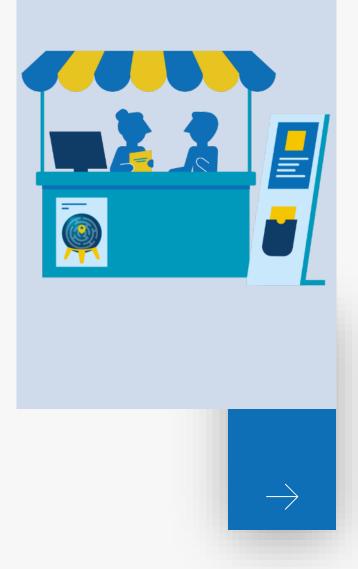
Welcome to the

Interreg Knowledge Fair 2024: Future of Interreg day

Riga, Latvia | 06.03.2023





Interreg Knowledge Fair 2024 Plenary session

Hosted by

Petra Masacova

Ivana Lazic

Agenda

01	02	03	04	05
Welcome	Interreg and Post 2027 Slawomir Tokarski Director, Interreg	Cohesion and wider context John Bachtler Director, EPRC	Q&A panel Nathalie Verschelde Simona Pohlova Wiktor Szydarowski	Coffee break, followed by break out rooms



Dr. Slawomir Tokarski

Director, Interreg



Prof John Bachtler

Director, EPRC





THE FUTURE OF EU COHESION POLICY POST-2027: REFLECTIONS ON THE DEBATE

Professor John Bachtler

Interreg Knowledge Fair 2024 National Library of Latvia, Riga

6 March 2024







THE FUTURE COHESION POLICY

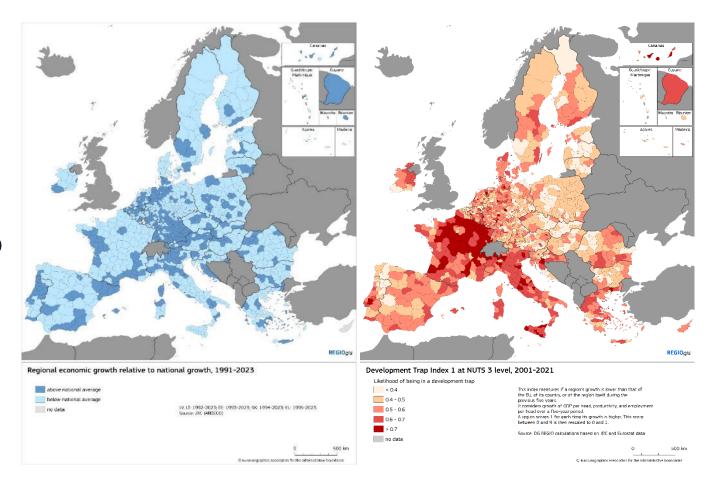
- Context for the post-2027 reform debate: challenges facing the EU
- Key themes in the evolving debate
- Quo vadis: the High-Level Group on the Future of Cohesion Policy
- Issues for Interreg



The post-2027 reform: Context



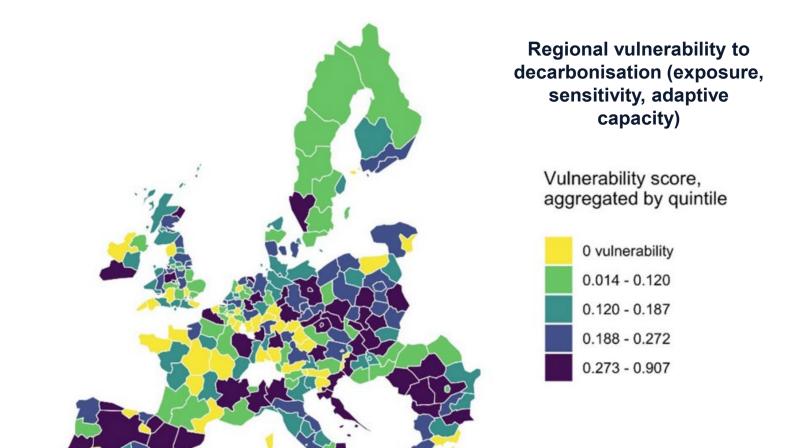
- growth increasingly concentrated in a few large urban areas
- many regions falling into 'development traps'
- as stagnation increases, so does popular discontent
- development traps affect:
 - middle-income regions (DK, FR, IT, NL, SE)
 - lagging regions (EL, ES, IT, PT, RO)







GEOGRAPHICAL CHALLENGES: GREEN TRANSITION MAY CREATE NEW VULNERABILITIES



Source: McDowall et al (2023)



NEW CHALLENGES - ENLARGEMENT: 2030?

- Varied progress with accession
- Most candidates have GDP per head below EU average:

Montenegro: 50%

> Serbia: 44%

➤ North Macedonia: 42%

Bosnia & Herzegovina: 35%

> Albania: 34%

➤ Moldova: 27% ?

➤ Ukraine: 25% ?

- Challenging institutional reforms and policy adjustments esp. CAP/CP
- Most new members would have Less Developed Regions







PROBLEMS IN MEETING EU CHALLENGES: EU AMBITIONS > RESOURCES

Climate and other demands becoming increasingly urgent

EU expected to react to crises and major challenges

Capability/ expectations gap But lacks adequate budgetary resources

Yet reluctance to grant EU increased resources or greater budgetary autonomy

Begg (2023)





Evolving debate on the reform of Cohesion Policy



REFORM TIMELINE: 2023-2028



Consultations (2023-2025):

- MFF mid-term review (Dec 2023?)
- High-Level Group report (Feb 2024)
- 9th Cohesion Report (April 2024)
- EP elections and new Commission (2024)



Legislative negotiations (2025-2027):

- COM proposals mid-2025
- negotiations in Council decisions on MFF/ Cohesion by 2027 (?)



New Cohesion Policy launch (2027-2028):

New CP Regulations, negotiation of post-2027
 Partnership Agreements and programmes





MEMBER STATE PERSPECTIVES

Ongoing discussions

- Presidencies exploring issues and options
- National deliberations and structures for consultation
- Regions (e.g. DE, PL) are developing perspectives and papers with recommendations

Key themes

- Balancing structural change and crisis management
- Synergy between EU funding instruments
- Fewer funds
- Simplification for beneficiaries
- Focus on transformation issues





COUNCIL CONCLUSIONS: GAC Cohesion 30 Nov 2023

- Cohesion Policy is a 'key pillar'....a policy for all regions
- More targeted & adaptable support for different types of regions
- Long-term focus but responsible to unexpected events
- Need options to manage new challenges
- Key principles are shared management, partnership, place-based_cohesion policy and other relevant approach



- Further efforts to simplify management
 - Ensure complementarities between European policies



Quo vadis?:

High-Level Group on the future of Cohesion Policy



HIGH-LEVEL GROUP ON THE FUTURE OF COHESION POLICY

- Initiative of Commissioner Ferreira
- Independent group process led by DG REGIO and managed with DG EMPL



- Mission:
 - reflection on how to maximise the effectiveness of Cohesion Policy with a view to tackling the multiple challenges on cohesion identified in the 8th Cohesion Report; and
 - supporting a fair digital and green transition and regional recovery and growth



HIGH-LEVEL GROUP: 18 MEMBERS

- Chair Professor Andrés Rodríguez-Pose London School of Economics
- Dr László Andor Foundation for European Progressive Studies, former EU Commissioner for Employment
- Professor John Bachtler European Policies Research Centre, University of Strathclyde
- Ms Pervenche Berés Association Europe-Finances-Regulation (AEFR)
- Professor Riccardo Crescenzi London School of Economics
- Ms Aleksandra Dulkiewicz Mayor of Gdańsk, European Committee of the Regions
- Ms Alva Finn European Liberal Forum (formerly Social Platform)
- Ms Jasne Gabrič Member of Muncipality Council of Trbovlje (SI), European Committee of the Regions
- Ms Rodi Kratsa Governor of the Ionian Islands Region
- Ms Constanze Krehl former MEP and Rapporteur of the REGI Committee
- Professor Karl-Heinz Lambertz former COR President, Vice-President of the Council of Europe
- Dr Joaquim Oliveira Martins Special Advisor to the EU Commissioner for Cohesion and Reforms
- Mr Petr Osvald Councillor, City of Plzeň (CZ), former Member of the COR
- Ms Sari Rautio Member of Hämeenlinna City Council, Member of the COR
- Professor Enrico Rossi President of Tuscany Region
- Ms Zorritsa Roussinova President of the Economic and Social Council
- Ms Andreea-Alexandra Scrioşteanu European Youth Forum
- Dr Helga Trüpel Member of the Alliance '90/The Greens, former MEP



HIGH-LEVEL GROUP: THEMATIC MEETINGS

- 1. Developing the European Growth Model
- 2. Enhancing resilience of regions against emerging challenges
- 3. Addressing different developments of European regions
- 4. Role of place-based policies and development strategies
- 5. Reinforcing territorial cooperation

- 6. European semester, reforms and synergies with other EU policies
- 7. Increasing policy effectiveness and reassessment of conditionalities
- 8. Revisiting the delivery mechanisms taking into account priorities
- 9. Enhancing capacity to respond to sudden shocks and crises





HIGH-LEVEL GROUP – KEY QUESTIONS



Why do we need cohesion now more than ever?



What should Cohesion Policy do?



How should Cohesion Policy change?

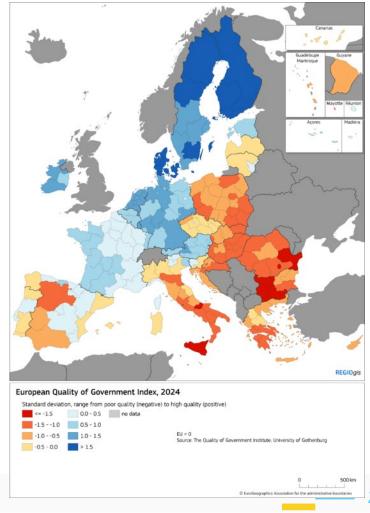


With whom should Cohesion Policy collaborate?



HIGH-LEVEL GROUP: SOME KEY MESSAGES

- Cohesion is critical to achieving EU objectives
 - recognise territorial dimension
 - o focus on exploiting untapped economic potential
 - concentrate on the main structural challenges low development, long-term economic stagnation, lack of opportunities
 - address geography of discontent
- All regions should remain eligible
 - LDRs should continue to be the main focus
 - but target regions in development traps
- Policy needs to be adaptable but is not a crisis instrument





HIGH-LEVEL GROUP: SOME KEY MESSAGES

- build a genuinely place-based & people-based policy approach
- develop strong institutions and governance
- harness global opportunities
- delivery should focus more on results and performance
- meaningful simplification
- strategic framework uniting policies for competitiveness and cohesion



HIGH-LEVEL GROUP: SOME KEY MESSAGES UPGRADING TERRITORIAL COOPERATION

- enhance inter-regional links & collaboration to facilitate knowledge transfer and innovation
- strengthen interaction between more dynamic and more vulnerable regions
- improve CBC governance to overcome historical & institutional development constraints
- external border issues: dealing with migration flows, political instability, war, enlargement

















 Can Interreg do more to build bridges between dynamic and vulnerable places?



 Scope for more place-based responses – more diverse forms of intervention?



 Stronger links/synergies with other programmes and policies (EU/national)?



 Capitalise on 35 years of experience - build on results, reinforce distinct identity/role?





References

<u>High-Level Group on the Future of Cohesion Policy, Forging a sustainable future together – Cohesion for a competitive and inclusive Europe</u>, European Commission, Directorate-General for Regional and Urban Policy, Publications Office of the European Union, 2024.

Bachtler J and Mendez C, *Navigating Stormy Waters: Crisis and Cohesion Policy beyond 2027*, European Policy Regional Policy Research Consortium (EoRPA) Paper 23/3, European Policies Research Centre, University of Strathclyde, Glasgow & EPRC Delft, 2023.

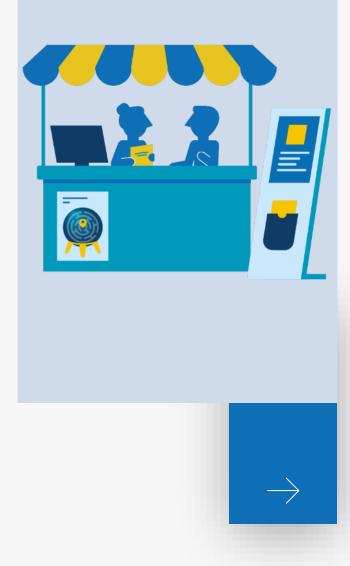
Begg I, Le Cacheux J, Liscai A, Rispal N and Benedetto G (2023) *Options for a Stronger and More Agile EU budget*, Policy Department for Budgetary Affairs, Directorate-General for Internal Policies, PE 755.099, October 2023, European Parliament, Brussels

McDowall, W., Reinauer, T., Fragkos, P. *et al.* Mapping regional vulnerability in Europe's energy transition: development and application of an indicator to assess declining employment in four carbon-intensive industries. *Climatic Change* **176**, 7 (2023). https://doi.org/10.1007/s10584-022-03478-w

McMaster, I, EPRC blogs: <u>Interreg – finally in a good place and All grown-up – what's next for Interreg?</u> European Policies Research Centre, University of Strathclyde, Glasgow & EPRC Delft.





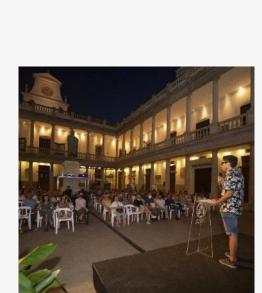


Interreg Knowledge Fair 2024 Plenary session



Interreg (COOPERATION ZAY)

A pathway to your Citizens' Consultation Post 2027



















Panel discussion

Welcome

Nathalie Verschelde Deputy Head D1, DG REGIO

Simona Pohlova Deputy Head D2, DG REGIO

Wiktor Szydarowski Director, ESPON EGTC

Questions

What is next: Break, and then breakout rooms

The conversation continues in the following sessions:

Kurzeme

Future of Interreg: Scope, content and purpose

[Full]

Vidzeme

Interreg: How to evolve and improve the structure

Zemgale

Having more impact: Stronger complementarity CB-TN

Latgale

Interreg for people:
Engaging citizens



Thank you for being here!

Your opinion matters to us.

Please take a few minutes to provide us with feedback to help us improve our services.

Stay in Slido and tell us what you think in the **Plenary session.**

Star rating, 1 (bad) to 5 (amazing)

You can also talk to us at the Conference Support stand in the networking area.



Cooperation works

All materials will be available on:

Interact / Events / Interreg Knowledge Fair (5-7 March 2024)