

JUST TRANSITION MECHANISM



Public Sector Loan Facility

12 December 2024



#EUinmyregion #CohesionPolicy



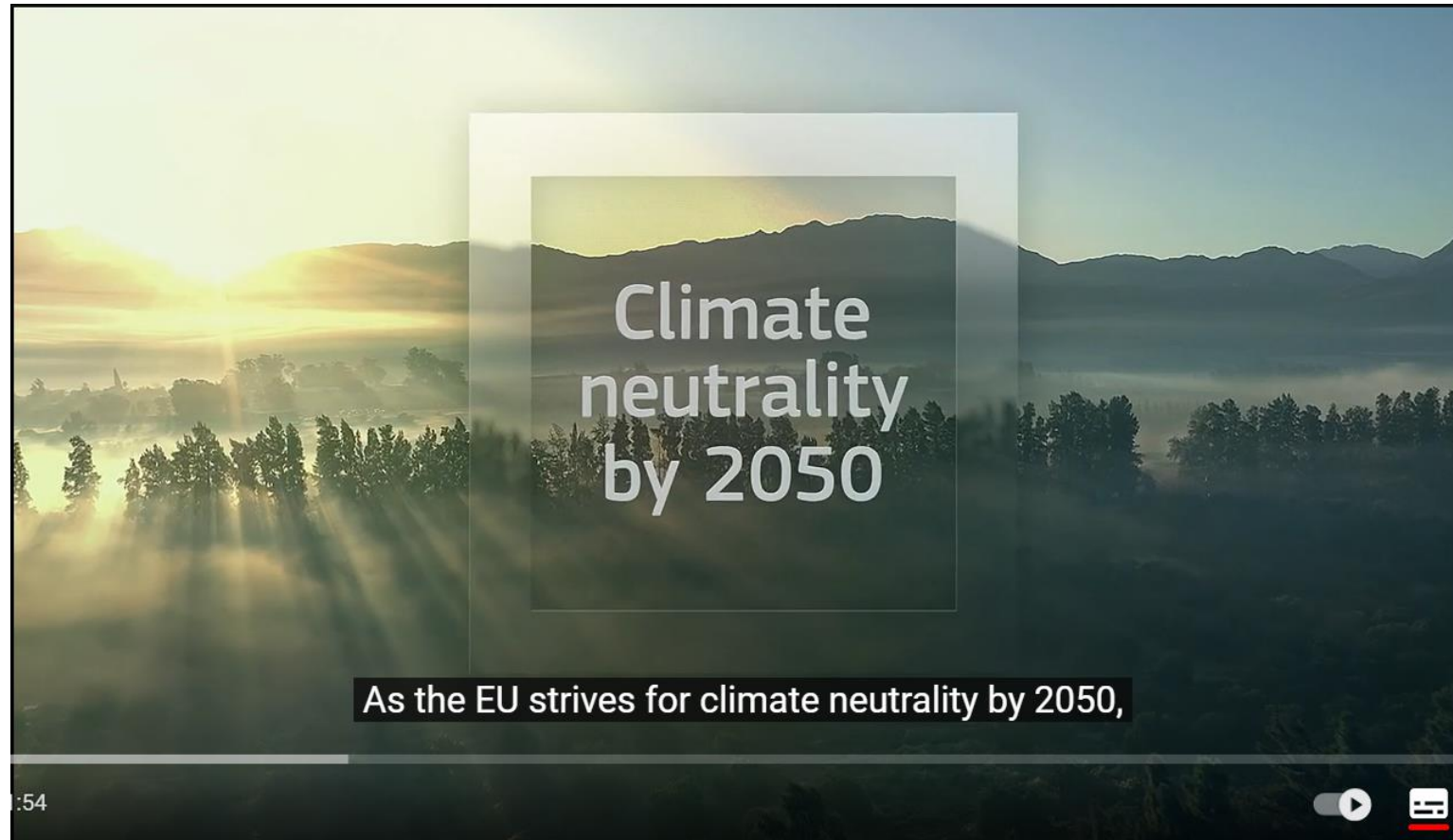
European
Commission

*Regional and
urban Policy*

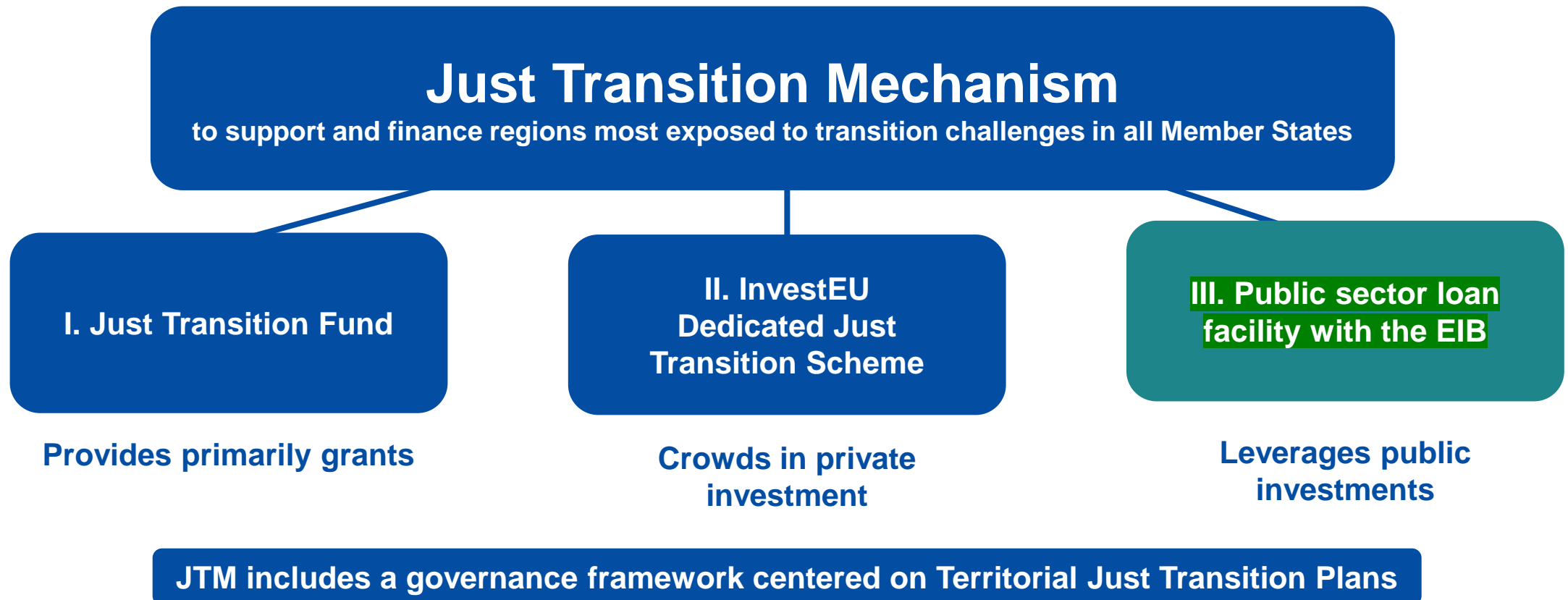
Main features of the public sector loan facility

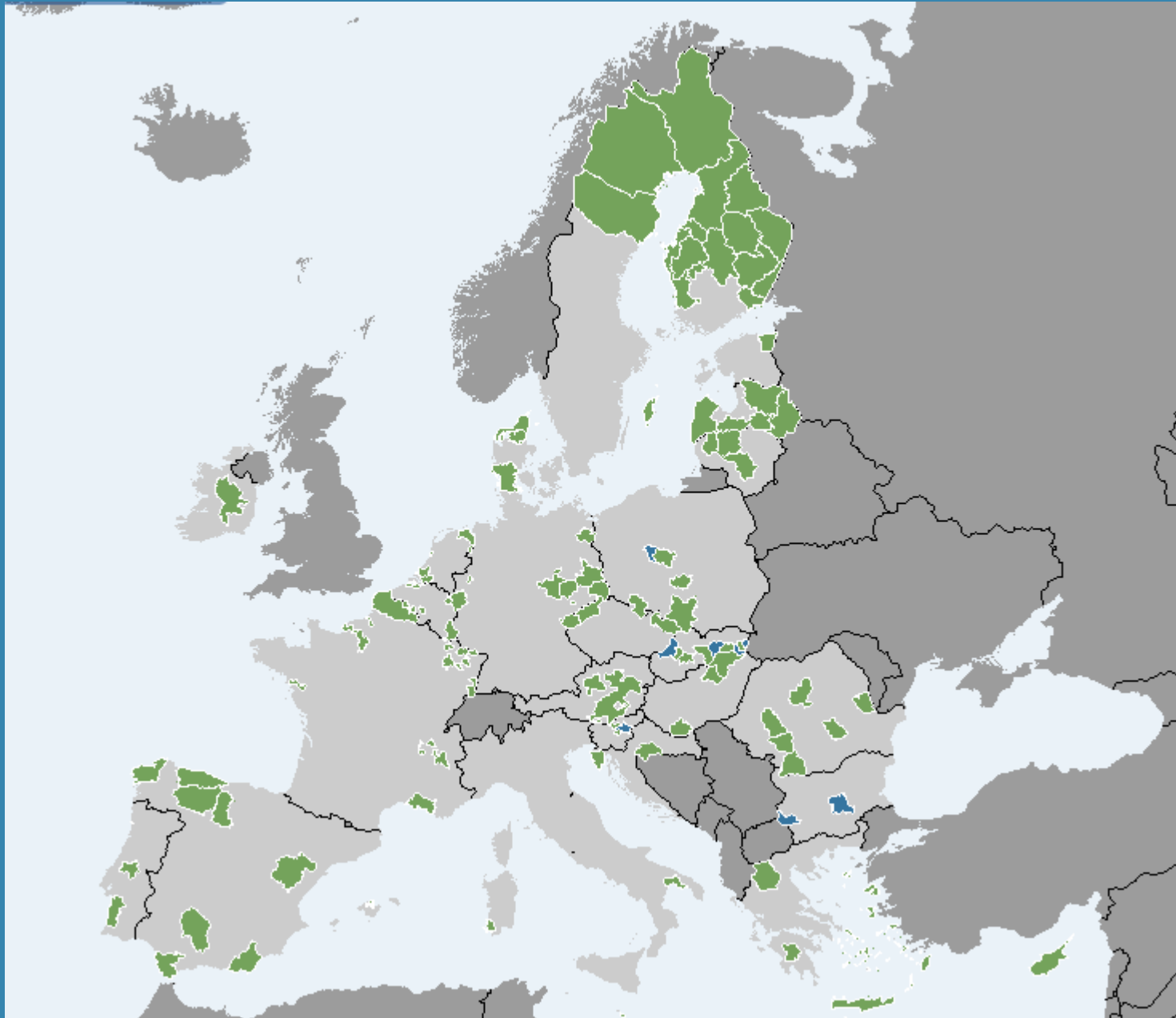


[The Public Sector Loan Facility under the Just Transition Mechanism \(youtube.com\)](#)

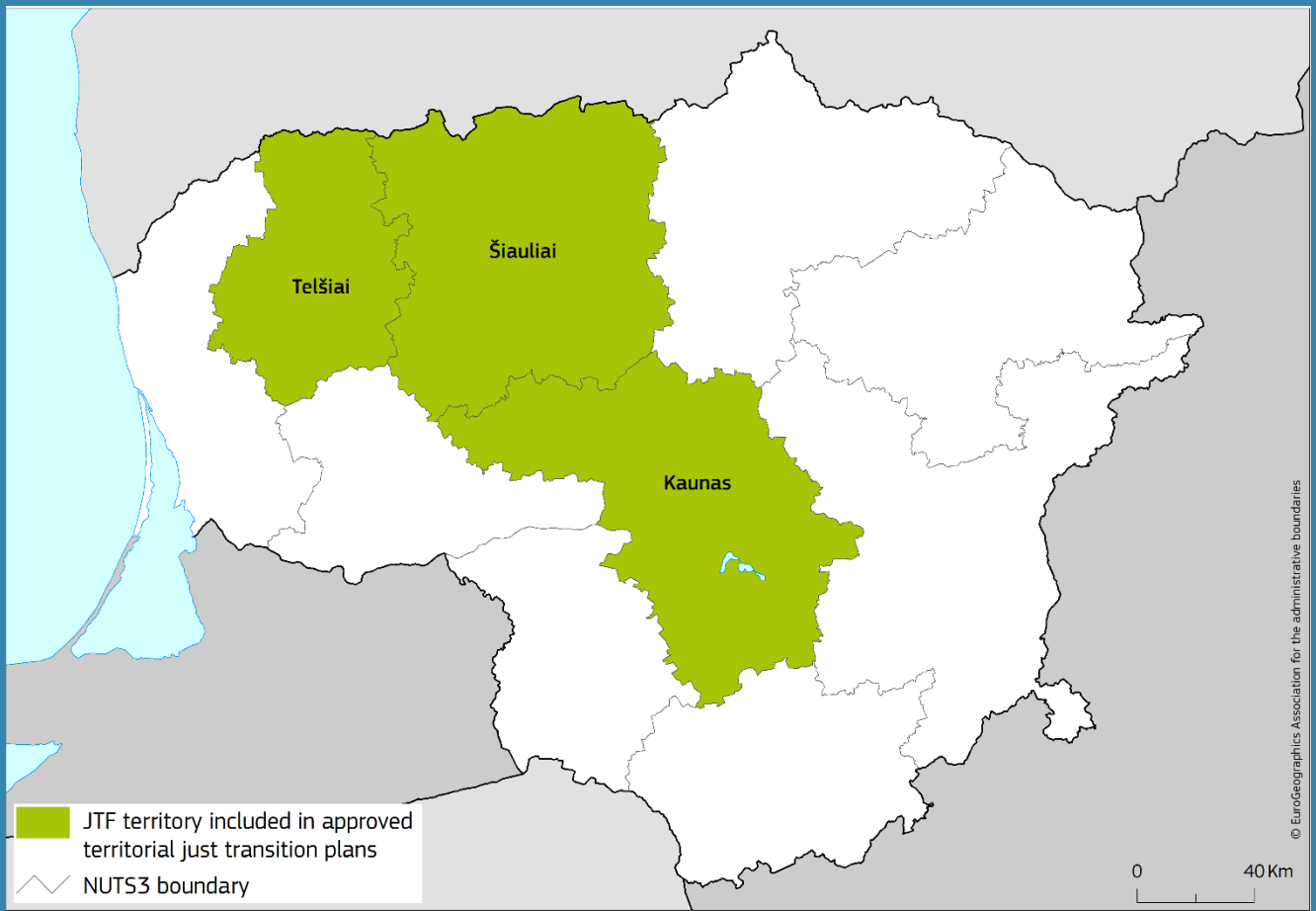


Just Transition Mechanism





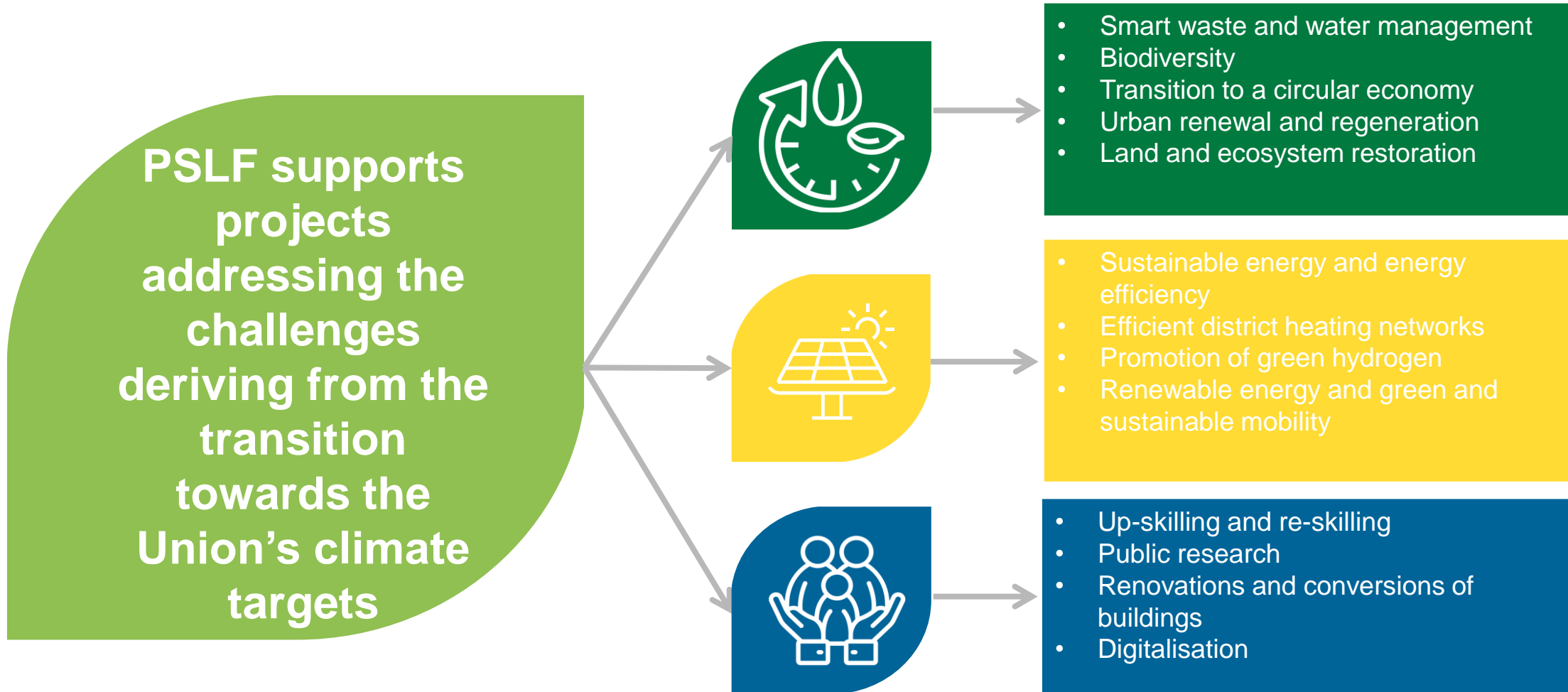
[Link to map here](#)



Lithuania, Just Transition Fund



Objective and scope



*And other areas listed in the Regulation and related to the sectors covered in the Territorial Just Transition Plans

Eligible sectors* for PSLF – Pillar 3

TL TJTP

“... The third pillar could benefit municipalities and other public entities carrying out the activities foreseen under the second strand of interventions: Creating sustainable jobs...”

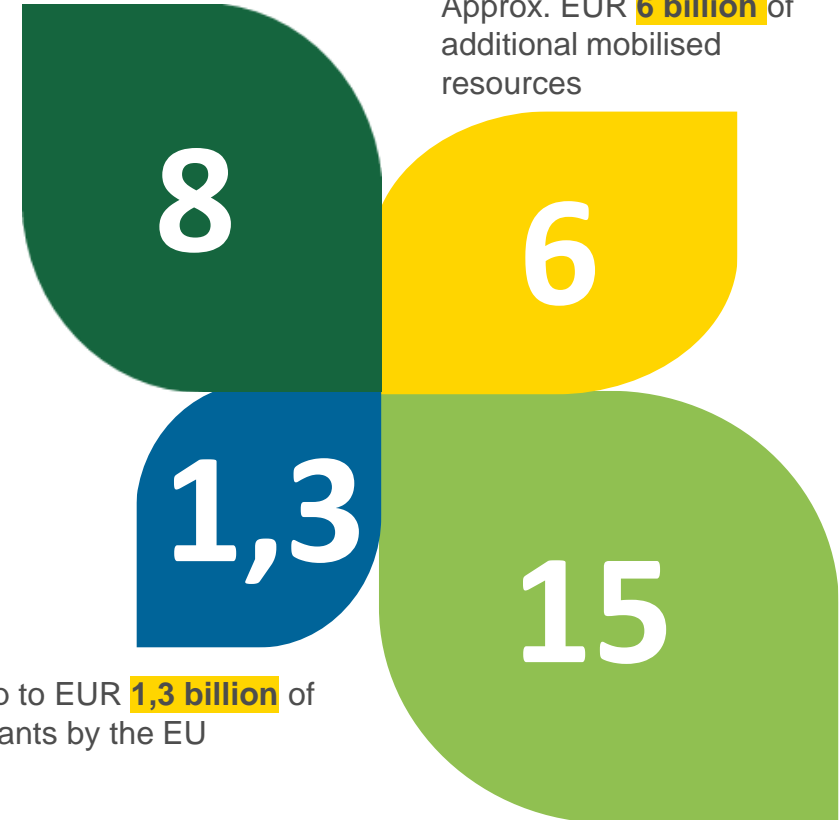


PSLF is a blending facility



Up to EUR **6-8 billion** of loans by the European Investment Bank

Approx. EUR **6 billion** of additional mobilised resources



Up to EUR **1,3 billion** of grants by the EU

To mobilise EUR **15 billion** of public investments

Main features of the public sector loan facility

Beneficiaries

Public sector entities
(including private law bodies
with a public service mission)



Financing not linked to costs

The grant is a percentage of the loan -
15% or 25% in less developed regions
*Grants cannot be disbursed before the EIB
financing agreement is signed



Geographical scope

Projects must benefit a territory
identified in an adopted TJTP
(even if not located in such
territory)



*Consult [Inforegio - Just Transition
Fund \(europa.eu\)](https://inforegio.europa.eu)

Budget

National shares until end of 2025

*Follow on [CINEA webpage](https://cinea.europa.eu)

*LT: 18.6 mln



Advisory support

*Apply for advisory support here: [InvestEU Advisory Hub](https://investeu.advisoryhub.eu) website

Project budget

Minimum EIB loan amount:

- The loan percentage is on average 50% (or above)
- EUR 12.5 million

Minimum grant:

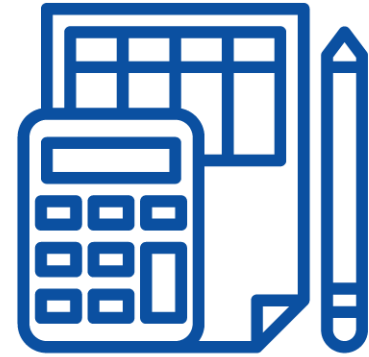
- The grant is a percentage of the loan - 15%, or 25% in less developed regions
- EUR 1.8, or 3.1 million in less developed regions

Effective grant rate / investment cost:

- 5-18% on average

Minimum budget of individual projects:

- EUR 25 million – loan schemes needed for smaller projects



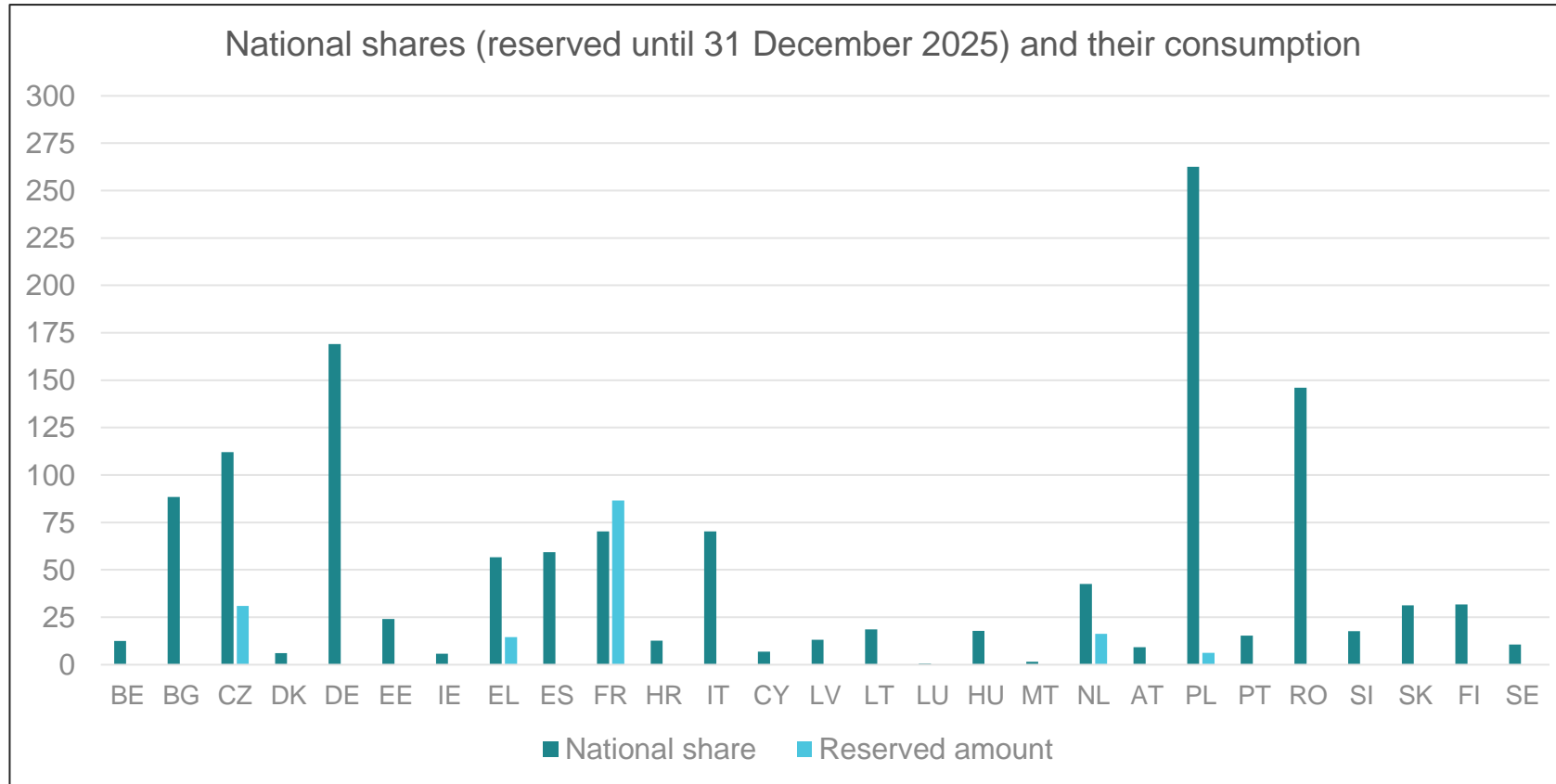
Eligible projects must not generate **sufficient streams of revenues**

Projects cannot receive support from **other Union programmes**

State of play (1/3)

Public sector loan facility in numbers	
Submitted proposals	37
Selected for funding	15
Signed grant agreements	6 (representing above EUR 100 mln in grants)

State of play (2/3)

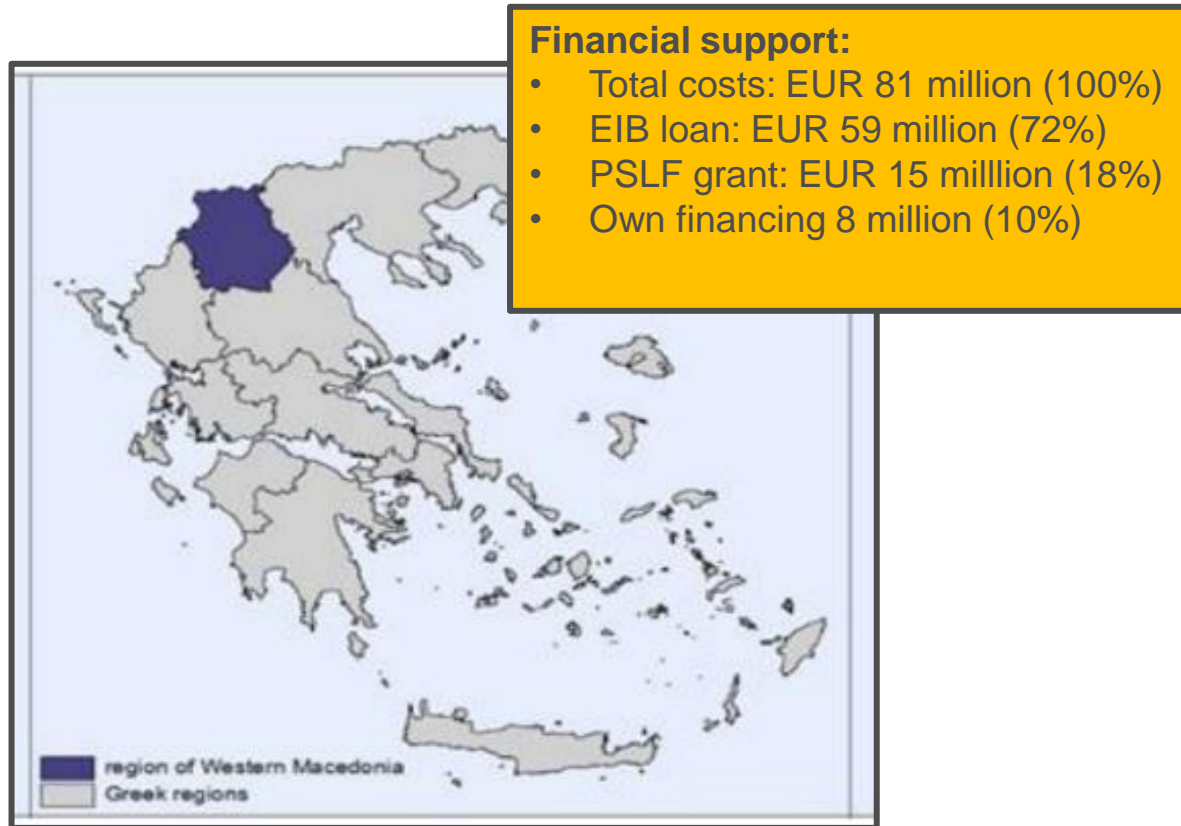


The progress in the use of national shares can be consulted on [PSLF's website](#)

State of play (3/3)

social housing
district heating
urban renewal
sustainable mobility
energy efficiency
social infrastructure
cultural
facilities

Project example: Transition in Western Macedonia (EL)



- 1st project approved under the **PSLF**
- A **lignite region** in northern Greece
- Projects implementation: **2023-2025**
- A loan scheme for a set of 15 projects:
 - **8 - energy efficiency**
 - **1 - road infrastructure**
 - **2 - health care**
 - **1 - culture**
 - **1 - tourism**

More information: [The transition towards a greener future of Western Macedonia \(europa.eu\)](https://europa.eu)

Project example: Sustainable and Affordable Housing for the New Green Industry and Society (SE)

- Mining and high intensive industry region in the northern Sweden (**Västerbotten County**)
- Project implementation:
- Construction of around **750** energy-efficient affordable **housing units**
- Project will address growing housing needs of the city of Skellefteå coming from development of **new green industry**

More information: [Sustainable and affordable housing to support green growth in Sweden - European Commission \(europa.eu\)](https://ec.europa.eu/eip/eip-se/en/sustainable-and-affordable-housing-to-support-green-growth-in-sweden)

Financial support:

- Total costs: EUR 142 million (100%)
- EIB loan: EUR 71 million (50%)
- PSLF grant: EUR 11 million (8%)
- Own financing 60 million (42%)



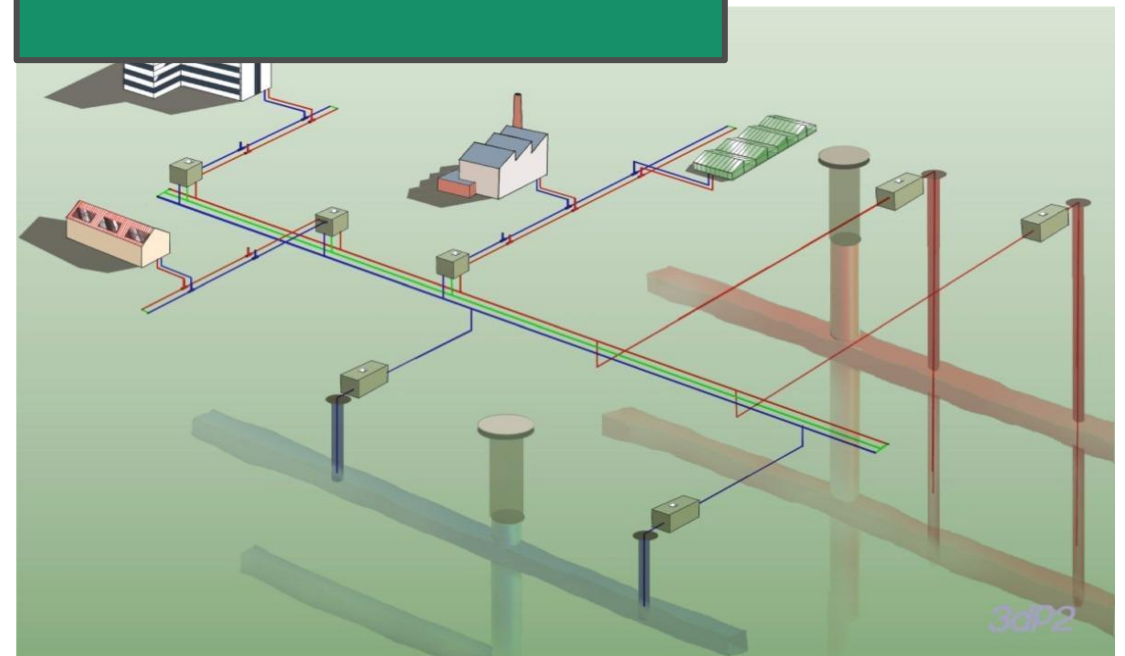
Project example: 'Mijnwater' Sustainable Heating and Cooling (NL)

- Project selected for funding, GA under way
- Extension of the existing '**Mijnwater**' **district heating and cooling network** in the Limburg Province, Netherlands (Municipality of Heerlen)
- The network is considered as one of the **most advanced 5th generation heating and cooling network** in Europe (with heat and cool supplied by underground waters from closed coal mines)
- Project implementation:
- Connection of around **1000 (social) household units** to the network
- Project is expected to reduce **the intensity of CO2 emissions** and contribute to **higher energy efficiency**

More information: <https://mijnwater.com/>

Financial support:

- Total costs: EUR 164 million (100%)
- EIB loan: EUR 90 million (55%)
- PSLF grant: EUR 13,5 million (8%)
- Own financing 60,5 million (37%)





How to apply for an EU grant?

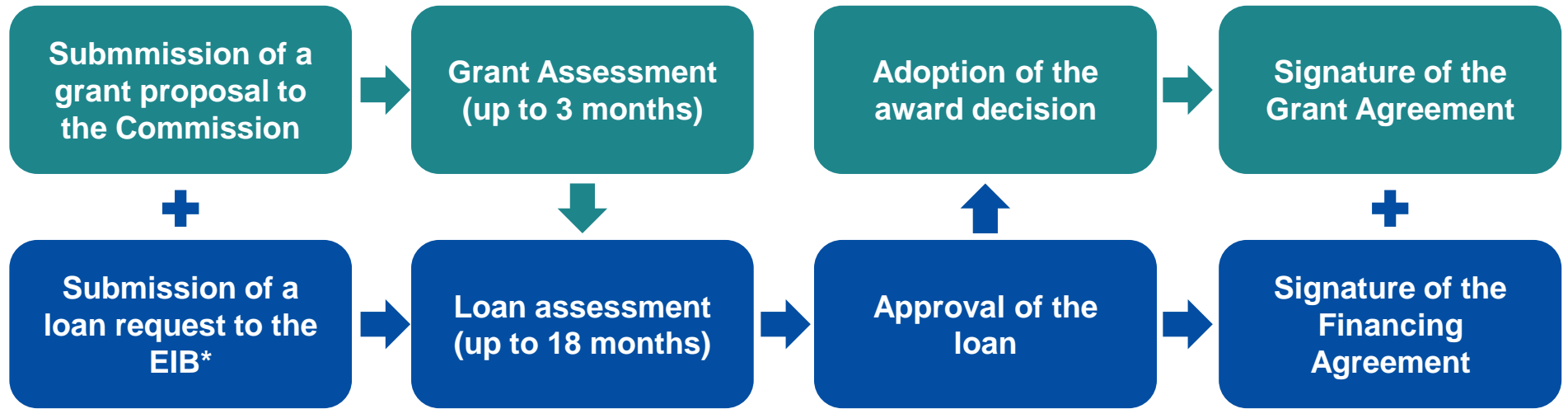
Call for proposals

Multi-annual call for proposals was published in 2022 with 3 submission deadlines per year until end 2025

Submission deadlines				
1st cut-off date	2nd cut-off date	3rd cut-off date	4th cut-off date	5th cut-off date
19 October 2022 17:00 CET (Brussels)	19 January 2023 17:00 CET (Brussels)	19 April 2023 17:00 CET (Brussels)	20 September 2023 17:00 CET (Brussels)	17 January 2024 17:00 CET (Brussels)
6th cut-off date	7th cut-off date	8th cut-off date	9th cut-off date	10th cut-off date
17 April 2024 17:00 CET (Brussels)	19 September 2024 17:00 CET (Brussels)	16 January 2025 17:00 CET (Brussels)	15 April 2025 17:00 CET (Brussels)	11 September 2025 17:00 CET (Brussels)

*The requests for loans can be submitted at any time.

Application process



*Before or in parallel to the submission of the grant proposal

Grant assessment

Admissibility and eligibility	Award criteria	Prioritisation criteria
<ul style="list-style-type: none"> Proposals must be complete and submitted before the call deadline. Applicants must be public law bodies (or private law bodies with a public mission) established in the EU. Projects must benefit a territory covered by a TJTP and not generate sufficient revenues to cover the investment costs. Applicants must secure an EIB loan. 	<ol style="list-style-type: none"> 1. Relevance and impact The proposed project should match the themes, priorities and objectives of the call, and contribute to the development needs and priorities described in the relevant TJTP. 2. Quality The soundness and readiness of the proposed project as well as the financial capacity of the applicant will be assessed under this criterion. 	<p>Bonus points will be given to:</p> <ol style="list-style-type: none"> Projects located in less developed regions, as per CPR Regulation Projects contributing directly to the achievement of the EU's climate and energy targets and the objective of climate neutrality Projects promoted by applicants that have adopted decarbonisation plans

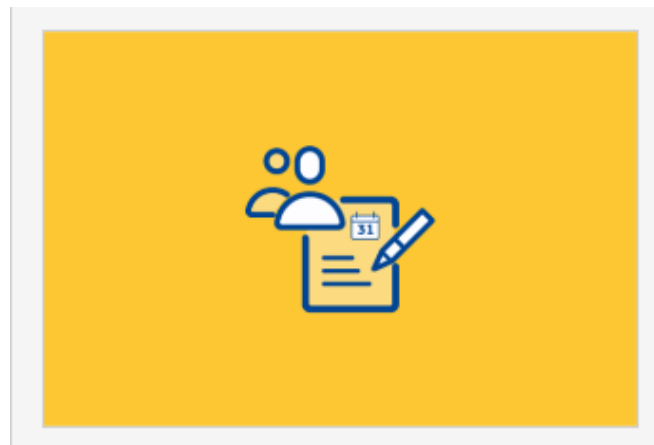
Successful applicants will be invited for the preparation of the Grant Agreement.

* For more details, please read carefully the [Call Document](#) or watch the recordings of [our Info Days](#)

Support for applicants



[Information brochure](#)



[Control list](#)



[Tips how to fill the application form](#)

Useful information

For general information

- [Regulation 2021/1229](#)
- [Just Transition Platform](#)
- [CINEA website](#)
- Recording of PSLF [Info Days](#)

EIB

- [Regional development & cohesion \(eib.org\)](#)
- [EIB helpdesk](#)

Call for proposals

- CINEA-JTM-PSLF@ec.europa.eu
- [Funding & Tender Opportunities Portal](#)
- [Call FAQ](#)

Advisory support

- [InvestEU Advisory Hub](#)



Questions and Answers

Thank you



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