



The EU funding for the Neighbourhood in a nutshell

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Financing instruments for development

ENPI - European Neighbourhood and Partnership Instrument
Main source of funding for Neighbourhood countries, South and East

Funding instrument	Geographical zone	Countries covered	Total funding 2007-2013
ENPI	Neighbourhood south & east	17	€11.18 billion
European Development Fund	African, Caribbean & Pacific (ACP)	79	€22.7 billion
Development Cooperation Instrument	Latin America, Asia, Gulf, South Africa	47	€10.06 billion

◆ *Funding is also channelled through a range of thematic instruments*

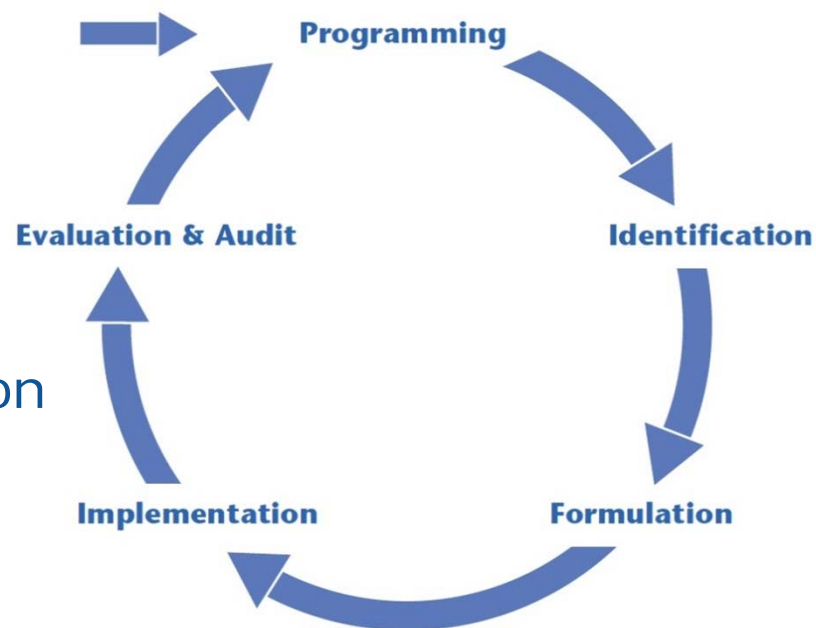
The programme cycle

turning political partnership into real change



Key stages to translate partnership into practical action on the ground

- Programming
- Project identification
- Formulation
- Contracting
- Implementation





Budget support

- **Aims to deliver better aid** and achieve sustainable development
- **Disbursed directly** to national treasuries
- Supports **national reforms** in agreed sectors, as well as in macro-economic and public finance policy
- Accounted for **24% of commitments** in Neighbourhood 2003-2009
- Subject to **strict eligibility conditions**
- Operational in **Egypt, Jordan, Morocco, Tunisia**

http://ec.europa.eu/europeaid/how/delivering-aid/budget-support/index_en.htm



Cross-border cooperation

- Bringing communities together to promote development and tackle common challenges
- 13 programmes established (more than 800 projects)
- CBC Med: <http://www.enpicbcmed.eu/Funding>; dozens of grant projects in Mediterranean basin programmes. Examples:
 - MARE NOSTRUM (Facilitating cross-border ICZM implementation)
http://www.enpicbcmed.eu/sites/default/files/mare_nostrum_final.pdf
 - Management of port areas in the Mediterranean Sea Basin (MAPMED) http://www.enpicbcmed.eu/documenti/29_153_20110916202515.pdf

Budget: €1 billion for south & east (2007-2013), including matching funds from the ERDF

Find out more...

http://ec.europa.eu/europeaid/where/neighbourhood/regional-cooperation/enpi-cross-border/index_en.htm

Institution-building support

- **Twinning** <http://ec.europa.eu/europeaid/where/neighborhood/>
- **TAIEX** <http://ec.europa.eu/europeaid/where/neighborhood/>
- **SIGMA**



- ❑ Delivering high-level **public expertise**
- ❑ Civil servants from public administrations of EU Member States working together with colleagues in partner country
- ❑ Whom to contact: [Programme Administration Offices \(PAOs\)](#)



Twinning: Civil servants from EU member state seconded to work in partner administration for minimum 12 months, bringing practical expertise with EU laws and administration.

- *Since 2004, nearly 270 twinning projects launched in 12 Neighbourhood countries for overall budget of €295 million*

http://ec.europa.eu/europeaid/where/neighbourhood/overview/twinning_en.htm

TAIEX: short-term technical assistance to support administrations on approximation, application and enforcement of EU legislation. Expert missions, workshops, study visits.

- *€7 million per year 2011-2013*

SIGMA: EU/OECD initiative that mobilizes European high-level expertise to support reforms in fields such as Public Financial Management and reform of the administrative framework

www.oecd.org/site/sigma/

Infrastructure support

Neighbourhood Investment Facility – NIF

- Combines grant funding and loans from European PFIs
- For ENPI South, as of Oct. 2013: 30 projects → €250 million NIF grants → €3.5 billion loans
- Beneficiaries = infrastructure projects in transport, energy, social and environment sectors as well as private sector initiatives (in particular micro + SMEs)
- Budget: €745 million (2007-2013) for the entire EU Neighbourhood



http://ec.europa.eu/europeaid/where/neighbourhood/regional-cooperation/irc/investment_en.htm



Loans



European Investment Bank: Facility for Euro-Mediterranean Investment and Partnership (FEMIP)

2002-2012

- **€13 billion of financing to 168 projects** in 9 Mediterranean partner countries, mobilising close to €35 billion of additional capital
- 55% of funding to the **private sector**
- **31,000 jobs created** through support to SMEs and 42,000 via direct growth capital investment
- 191 **schools** and 47 **hospitals** built
- €1.4 billion to 24 projects protecting **Mediterranean environment**

Find out more www.eib.org/projects/regions/med/index.htm



Loans



European Bank for Reconstruction and Development (EBRD)

Operating in the Mediterranean since 2011

- **First investments in Egypt, Jordan, Morocco and Tunisia**
- **€1 billion special fund to launch investments in the four countries**
 - ❑ invests in projects
 - ❑ engages in policy dialogue
 - ❑ technical advice towards open and democratic market economies

Find out more www.ebrd.com/pages/homepage.shtml



EU funding to maritime economy: some examples

Regional: SAFEMED III - €3 million for maritime safety and pollution prevention. Implemented by EMSA.

TAIEX: Improving data collection and management in the maritime and air transport sectors (Algeria, April 2013)

Twinning: Egypt – Institutional building and legislation approximation in maritime safety

EIB: Logismed, supported by the EC (via FEMIP and EUR 3 million from ENPI regional envelope for trainings)

NIF: Transport Facility (8.2 M€), under negotiation



Breakdown of funds

ENPI 2007-2013

€11.18 billion to Neighbourhood partners

- ❑ 90-95% for bilateral and regional cooperation
- ❑ 5% for cross-border cooperation programmes
 - €433million, matched by European Regional Development Fund
- ❑ €745 million allocated to Neighbourhood Investment Facility
- ❑ €295 million for Twinning
- ❑ €12.4 billion available in EIB loan funding (not part of ENPI)





From the ENPI to the ENI

2007-2013: the ENPI: Almost **€12 billion** – *up 32% in real terms on 2000-2006 MEDA and TACIS programmes.*

2014-2020: the ENI: The ENPI will be replaced by the European Neighbourhood Instrument (ENI) – more **policy-driven** and providing for **more flexibility**, **stricter conditionality** and **incentives** for best performers



Find out more...

EuropeAid funding webpage

http://ec.europa.eu/europeaid/how/finance/index_en.htm

EuropeAid procurement notices

http://ec.europa.eu/europeaid/work/funding/index_en.htm

EU Neighbourhood funding handbook

http://www.enpi-info.eu/mainmed.php?id=605&id_type=9&lang_id=

