



**NEXT
GEN
EU** 

A Recovery plan for Europe: The Recovery and Resilience Facility

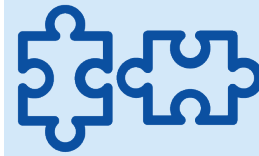
Estonia

*Financial Counsellors Working Party,
19 October 2021*

Overview of the Estonian RRP



6 components



41 measures,
including 16 reforms
and 25 investments














124 milestones
and targets



€ 969.3 million
in grants

Assessment summary

 <p>1. Balanced response</p> <p>A</p>	 <p>2. Addresses challenges identified in CSRs</p> <p>A</p>	 <p>3. Growth, resilience and social impact</p> <p>A</p>	 <p>4. Do no significant harm</p> <p>A</p>
 <p>5. Green transition</p> <p>A</p>	 <p>6. Digital transition</p> <p>A</p>	 <p>7. Lasting impact</p> <p>A</p>	 <p>8. Effective monitoring and implementation</p> <p>A</p>
 <p>9. Reasonable and plausible cost estimates</p> <p>B</p>	 <p>10. Robust control systems</p> <p>A</p>	 <p>11. Coherence</p> <p>B</p>	

Green transition

41.5% of plan allocated to **climate** objectives

41.5%



Key investments

- Green skills
- Modernisation of the business models and deployment of resource-efficient green technologies
- Green Fund
- Piloting green hydrogen
- Energy-efficient renovations
- Renewable energy uptake
- Sustainable transport

Key reforms

- Facilitating the uptake of renewable energy
- Promoting energy-efficient renovations
- Harmonising the Tallinn capital public transport system

DNSH: *No measure in the plan harms environmental objectives*

Cross-border projects

- Construction of the Rail Baltic terminal in Tallinn, start of the cross-border railway connecting the Baltic States with the rest of the Union

Digital transition

Key reforms

- Skills reform for the digital transformation of businesses
- Centre of excellence for data governance and open data
- Strengthening the capacity of the administration to fight money laundering and terrorist financing

21.5% of plan allocated to **digital** objectives

21.5%

Key investments

- Support to the digital transformation of SMEs and microenterprises
- Upgrade of IT services and infrastructures of the administration
- Deployment of very high-capacity broadband networks in rural areas

Sector-specific actions

- Public sector
- Enterprises
 - Construction
 - Road freight

Cross-border projects

- Cooperation with Finland in the context of the development of a virtual assistant to access online public services

Resilience

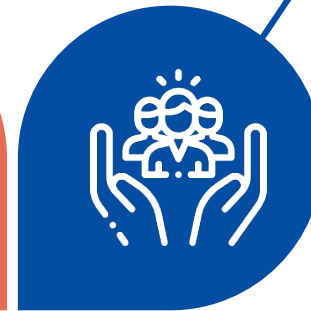
Health

- New hospital development plan
- Construction of the Northern Estonia Medical Campus
- Strengthening primary care
- E-health governance
- Addressing health workforce shortages
- Multipurpose helicopters



Social protection

- Supporting youth employment
- Extending the duration of unemployment benefits
- Reducing the gender pay gap
- Improving the provision of long-term care



Competitiveness

- Business support schemes for green and digital transition
- Export strategies and promotion of Estonian products and services abroad

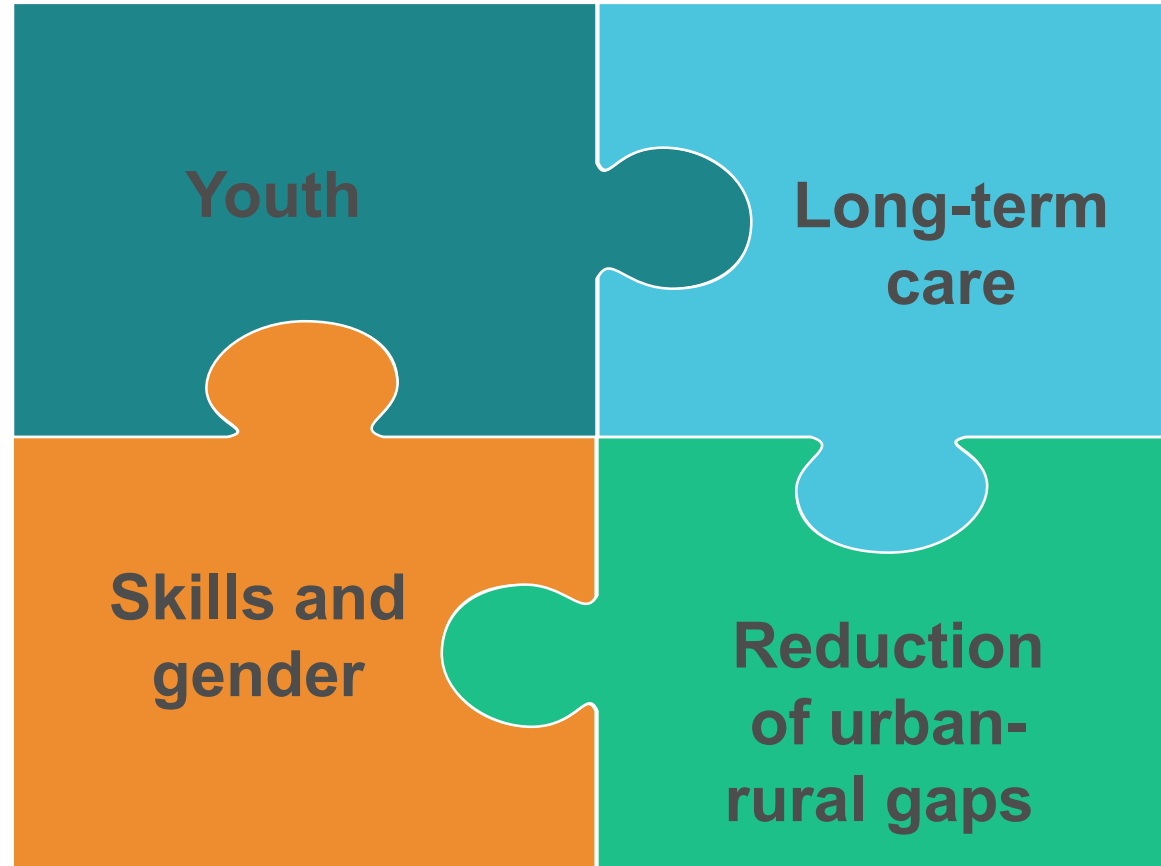


Public sector efficiency

- Reconfiguration of digital services and cloud infrastructure
- Strategic analysis of money laundering and terrorist financing



Social impact and equality screening



Audit and control – Protection of the EU's financial interests

Framework to protect against serious irregularities:

- Fraud
- Corruption
- Conflict of interest
- Double funding

Milestone:

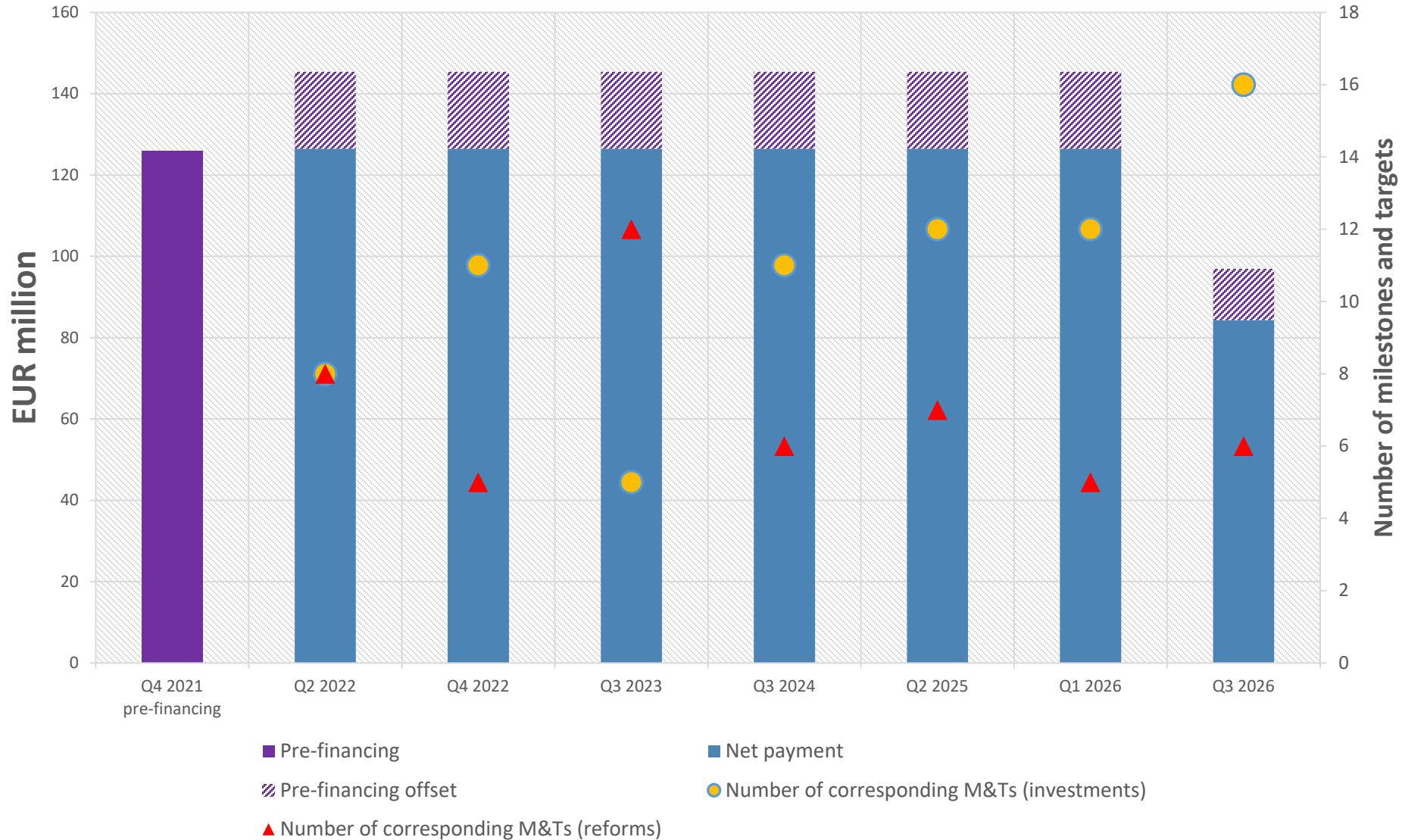
- Enactment of the legal mandate of the bodies involved in monitoring and implementation.



Audit and control systems:

- The monitoring, control and audit systems are sufficiently robust and based on the existing structures for structural funds
 - The State Shared Service Center (SSSC) is the managing authority
 - The Ministry of Finance in cooperation with the SSSC will carry out the tasks related to planning, monitoring and evaluation.
 - The Audit Authority is an independent and appropriately segregated department of the Ministry of Finance
 - Sectoral ministries and government agencies: implementation of individual measures/components

Milestones & targets and instalments

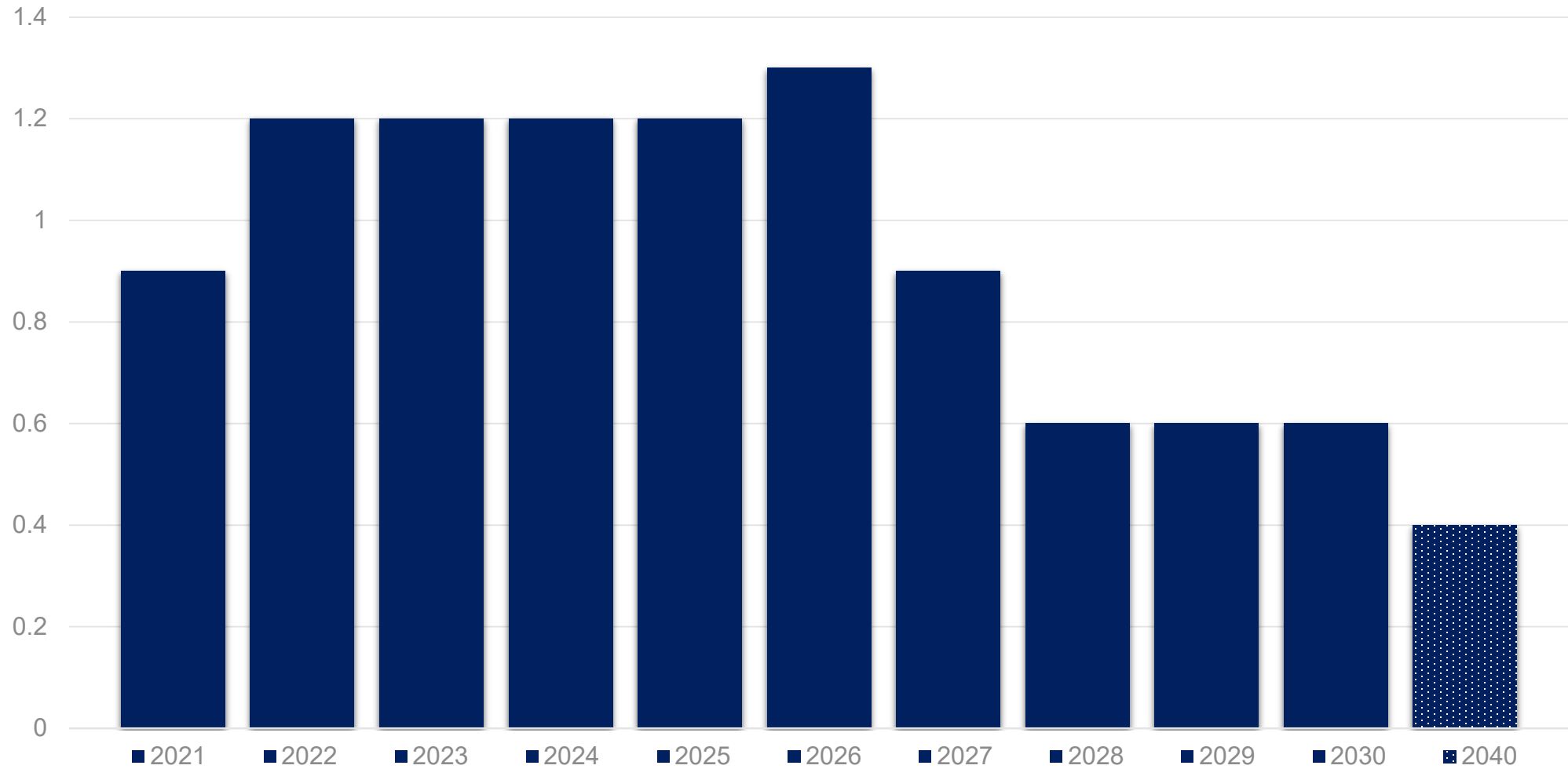


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Thank you

Background slides

NGEU impact on Estonia's GDP level (%)



This QUEST stylised scenario does not include the impact of structural reforms

Costing

- The plan includes **individual cost estimates for all measures**
- Cost breakdown is generally **detailed and well substantiated**
- The costs are to a **medium extent well justified, reasonable and plausible.**
- Costs are for the most part **commensurate, and in line with the principle of cost-efficiency**
- A mechanism is in place to ensure **no double funding** from other EU programmes