EU-wide Alliance warns European Commission: cutting regional funds is a risk to Europe's future

EU cohesion policy must continue to represent at least one-third of the EU budget after 2020 and support all of Europe's regions. Reducing it risks deepening divides in Europe and would undermine the future of the European Union. This message was delivered today by the EU-wide #CohesionAlliance to the European Commission ahead of the publication of its draft future EU budget on 2 May.

Worth over €350 billion between 2014 and 2020, cohesion policy — implemented through the European Structural and Investment Funds — is the EU's main investment tool that works to reduce regional disparities, create jobs, open new business opportunities and address major global issues such as climate change and migration. It is the only EU policy that covers all of Europe's local communities involving local stakeholders to deliver growth strategies led by shared EU goals.

As a consequence of Brexit and the need for the EU to fund new priorities such as defence, security and external border control, the financial allocations for cohesion policy risks being cut in the next EU long term budget — or Multiannual Financial Framework — which sets the EU's expenditure ceilings for the period after 2020. To avoid this and raise awareness on the vital role of cohesion policy, the #CohesionAlliance was initially launched by the leading associations of regions and cities — the Association of European Border Regions (AEBR), the Assembly of European Regions (AER), the Conference of European Regional Legislative Assemblies (CALRE), the Council of European Municipalities and Regions (CEMR), the Conference of Peripheral Maritime Regions of Europe (CPMR) and EUROCITIES — and the European Committee of the Regions in October last year.

The Alliance demands that the EU budget after 2020 makes cohesion policy stronger, more effective, visible and available for every region in the European Union. Since its launch, the Alliance's <u>declaration</u> has been signed by more than 4000 individual signatories, 100 regions, 70 cities and counties, 50 associations of regional and local governments, 40 Members of the European Parliament, 30 EU sectorial associations.

"Cohesion Policy is traditional but not old fashioned. It will keep playing its role in the next EU budget. We cannot guarantee no cuts but our idea is to limit them to between 5 and 10%" said EU Budget Commissioner **Gunther**Oettinger, inviting all partners to convince member states to back a limited increase of their contributions.

EU Regional Policy Commissioner **Corinna Creţu**, also stressed that: " This is probably the biggest, broadest grassroots campaign on behalf of cohesion

policy ever. Through the cohesion alliance, thousands of beneficiaries of this unique policy, representing cities and regions as well as the health, education or business sectors, state loud and clear that Europe and cohesion policy are two sides of the same coin. Europe needs more cohesion ".

CoR President Karl-Heinz Lambertz who stressed that: "If we want a Europe that invests in every community, that is more effective, visible, less centralised and supports cooperation across borders, we need a strong cohesion policy for all regions and a bigger EU budget. Cutting it will have serious consequences for the prosperity and unity of the future of European Union ".

An issue highlighted also by President of CPMR and of Portugal's Regional Autonomous Government of the Azores, **Vasco Alves Cordeiro**: "The future EU budget needs to reflect the ambition and priorities of the EU, providing regions with the flexibility they need to realise the political vision of the European Union for the future of Europe on the ground. Certain priorities can only be achieved by Cohesion policy".

The vital role of cohesion policy was stressed by the President of EUROCITIES and Mayor of Ghent in Belgium **Daniël Termont**: "Cohesion policy is the glue that holds the EU together as we strive for a future that is more sustainable, inclusive, democratic and prosperous. Supporting innovation, cooperation and solidarity via a strong cohesion policy will help Europe remain a role model for the world around us for generations to come ".

AEBR's Rosa Balas Torres, the Director General for External Action of the Regional Government of Extremadura, said: "The current territorial cooperation programmes must be kept as inherent pieces of European Cohesion, getting citizens and territories closer across national boundaries. Following the recent Commission's Communication on Border Regions, cross-border and transnational approaches in other EU policy fields such as employment, healthcare, accessibility and connectivity should be further developed ".

Intervening on behalf of CALRE **Roberto Ciambetti**, President of the Regional Council of Veneto in Italy, pointed out that : "European Regions strongly demand that the EU Budget post 2020 guarantee adequate resources in each and all of them to improve their investment capacity and continue along the path of economic growth, which would be seriously compromised by cuts in cohesion policy. Furthermore, they are convinced that the costs of structural reform must not be charged on cohesion policy, created to achieve a specific goal of the European Treaties".

The CEMR spokesperson and Councillor of Malmö in Sweden, **Ilmar Reepalu**, declared: "The success of the EU's new priorities, such as social inclusion and climate action, depends on towns and regions' ability to invest in their territories. These investments cannot happen without cohesion policy. The EU should be consistent and make cohesion policy strong in the future budget ".

The AER President, and President of the Region Västra Götaland in Sweden, **Magnus Berntsson** said: "A strong renewed cohesion policy for all regions is the smartest and most logical investment the EU can make for its future. In

the Union of the future, cohesion policy is our most powerful tool, improving the quality of life of citizens and promoting a unified, strong and competitive Europe".

Background note

The #CohesionAlliance is a coalition of those who believe that EU cohesion policy must continue to be a pillar of the EU's future. The Alliance was created through cooperation between the leading European associations of cities and regions and the European Committee of the Regions. It demands that the EU budget after 2020 makes cohesion policy stronger, more effective, visible and available for every region in the European Union. From national, regional and local governments to SMEs, NGOs, schools, universities, cultural organisations, anyone who believes in EU cohesion policy is welcome to join the #CohesionAlliance by signing the declaration.

More info:

Photos

Cohesion Factsheets

Cohesion Alliance Signatories

The Map of Cohesion Alliance

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