

The Just Transition Mechanism: Making Sure No One Is Left Behind

The European
Green Deal

January 2020 #EUGreenDeal

The Just Transition Mechanism (JTM) will provide targeted support to regions and sectors that are most affected by the transition towards the green economy.

THE JUST TRANSITION MECHANISM

Helping address the social and economic effects of the transition, focusing on the regions, industries and workers who will face the greatest challenges, and mobilising at least €100 billion, through:

FINANCIAL SUPPORT

- a new Just Transition Fund of €7.5 billion, generating at least €30-50 billion of investments;
- InvestEU "Just Transition" scheme, mobilising €45 billion of investment;
- a new public sector loan facility with the EIB backed by the EU budget, mobilising
 €25-30 billion of investments

TRANSITION PLANS for beneficiary regions to steer the investments

ATTRACTIVE CONDITIONS and risk sharing for public and private investors

TECHNICAL ASSISTANCE via a Just Transition Platform to advise and support

Just Transition Fund

- €7.5 billion new funding
- match each € from the JTF with €1.5-3 from the ERDF/ESF+
- national co-financing

WHO WILL BENEFIT FROM THE JUST TRANSITION MECHANISM AND HOW?

Support will be available to all Member States, focused on the most carbon-intensive regions and regions with many people working in fossil fuels.

Member States will get access by preparing territorial just transition plans covering the period up to 2030, identifying the most impacted territories that should get support. Plans will set out ways to best address social, economic and environmental challenges.



People and citizensmost vulnerable to the transition

- (1) The Just Transition Mechanism will protect them by:
 - facilitating employment opportunities in new sectors and those in transition;
 - offering re-skilling opportunities;
 - improving energy-efficient housing;
 - investing to fight energy poverty;
 - facilitating access to clean, affordable and secure energy.







Companies and sectors

active in or comprising carbon-intensive industries

- $\begin{pmatrix} \hat{\mathbf{i}} \end{pmatrix}$ The Just Transition Mechanism will help by:
 - supporting the transition to low-carbon technologies and economic diversification based on climate-resilient investments and jobs;
 - creating attractive conditions for public and private investors;
 - providing easier access to loans and financial support:
 - investing in the creation of new firms, SMEs and start-ups;
 - investing in research and innovation activities.



Member States and regionswith high dependence on fossil fuel and carbon-intensive industries

(1) The Just Transition Mechanism will help by:

- supporting the transition to low-carbon and climate-resilient activities;
- creating new jobs in the green economy;
- investing in public and sustainable transport;
- providing technical assistance;
- investing in renewable energy sources;
- improving digital connectivity;
- providing affordable loans to local public authorities;
- improving energy infrastructure, district heating and transportation networks.





"We must show solidarity with the most affected regions in Europe, such as coal mining regions and others, to make sure the Green Deal gets everyone's full support and has a chance to become a reality."

Frans Timmermans, Executive Vice-President of the European Commission

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