



# Digital Europe Programme (DIGITAL)

# Call for proposals

Advanced Digital Skills (DIGITAL-2024-ADVANCED-DIGITAL-06)

Version 1.0 15.02.2024

HISTORY OF CHANGES					
Version	Publication Date	Change	Page		
1.0	15.02.2024	Initial version (new MFF).			
		•			



# EUROPEAN HEALTH AND DIGITAL EXECUTIVE AGENCY (HaDEA)

HADEA. B - Digital, Industry and Space HaDEA.B.2.01 - Digital Europe

# **CALL FOR PROPOSALS**

# **TABLE OF CONTENTS**

0.	Introduction	5
1.	Background	6
2.	Objectives — Scope — Outcomes and deliverables — KPIs to measure outcomes and deliverables — Targeted stakeholders — Type of action — specific topic conditions	6
	DIGITAL-2024-ADVANCED-DIGITAL-06-SKILLS - Digital Skills and Jobs Platform	7
3.	Available budget	13
4.	Timetable and deadlines	13
5.	Admissibility and documents	13
6.	Eligibility	14
	Eligible participants (eligible countries)	14
	Specific cases	14
	Consortium composition	15
	Eligible activities	16
	Security	16
7.	Financial and operational capacity and exclusion	17
	Financial capacity	17
	Operational capacity	18
	Exclusion	18
8.	Evaluation and award procedure	19
9.	Award criteria	20
10	. Legal and financial set-up of the Grant Agreements	21
	Starting date and project duration	22
	Milestones and deliverables	22
	Form of grant, funding rate and maximum grant amount	22
	Budget categories and cost eligibility rules	22
	Reporting and payment arrangements	24
	Prefinancing guarantees	24
	Certificates	25
	Liability regime for recoveries	25
	Provisions concerning the project implementation	25
	Other specificities	26
	Non-compliance and breach of contract	26
11	. How to submit an application	26

# Call: DIGITAL-2024-ADVANCED-DIGITAL-06- Advanced Digital Skills

EU Grants: Call document (DEP): V1.0 - 15.02.2015

12. Help	27
13. Important	28
Annex 1	31
Annex 2	34

#### 0. Introduction

This is a call for proposals for EU **action grants** in the field of advanced digital skills under the **Digital Europe Programme (DIGITAL)**.

The regulatory framework for this EU Funding Programme is set out in:

- Regulation 2018/1046 (<u>EU Financial Regulation</u>)
- The basic act (Digital Europe Regulation 2021/694¹).

The call is launched in accordance with the 2023/2024 Work Programme<sup>2</sup> and will be managed by the **European Health and Digital Executive Agency (HaDEA)** ('Agency').

The call covers the following **topics**:

 DIGITAL-2024-ADVANCED-DIGITAL-06-SKILLS - Digital Skills and Jobs Platform

We invite you to read the **call documentation** on the Funding & Tenders Portal Topic page carefully, and in particular this Call Document, the Model Grant Agreement, the <u>EU Funding & Tenders Portal Online Manual</u> and the <u>EU Grants AGA — Annotated Grant Agreement</u>.

These documents provide clarifications and answers to questions you may have when preparing your application:

- the <u>Call Document</u> outlines the:
  - background, objectives, scope, outcomes and deliverables, KPIs to measure outcomes and deliverables, targeted stakeholders, type of action and funding rate and specific topic conditions (sections 1 and 2)
  - timetable and available budget (sections 3 and 4)
  - admissibility and eligibility conditions (including mandatory documents; sections 5 and 6)
  - criteria for financial and operational capacity and exclusion (section 7)
  - evaluation and award procedure (section 8)
  - award criteria (section 9)
  - legal and financial set-up of the Grant Agreements (section 10)
  - how to submit an application (section 11)
- the <u>Online Manual</u> outlines the:
  - procedures to register and submit proposals online via the EU Funding & Tenders Portal ('Portal')

Regulation (EU) 2021/694 of the European Parliament and of the Council of 29 April 2021 establishing the Digital Europe Programme (OJ L 166, 11.05.2021).

Commission Implementing Decision C/2023/8620 of 14.12.2023 amending the Commission Implementing Decision C (2023) 1862 final on the financing of the Digital Europe Programme and the adoption of the work programme for 2023 - 2024.

DIGITAL Europe Amended Work Programme 2023-2024 (.pdf)

- recommendations for the preparation of the application
- the AGA Annotated Grant Agreement contains:
  - detailed annotations on all the provisions in the Grant Agreement you will have to sign in order to obtain the grant (including cost eligibility, payment schedule, accessory obligations, etc).

You are also encouraged to visit the Digital Skills and Jobs Platform<sup>3</sup> to consult the list of projects previously funded.

#### 1. Background

The EU internal market is facing a critical shortage of both basic and advanced digital skills. There is currently a gap in the demand and supply of workers with digital skills as more than 70% of businesses report a lack of staff with adequate digital skills as an obstacle to investment. Digital skills development at all levels is necessary for ensuring the uptake of fast-changing advanced technologies (e.g. artificial intelligence, cloud, Internet of Things, extended reality, quantum, semiconductors or blockchain) and key areas (e.g. cybersecurity, coding) by businesses and workers.

The European Commission has set ambitious targets in the Digital Decade Policy Programme of increasing to 80% the number of European adults possessing at least a basic level of digital skills and reaching 20 million ICT professionals in Europe, while promoting access to women in this field to bridge the gender gap in the technology sector, by 2030.

The Digital Skills and Jobs Platform contributes to the Digital Europe Policy Programme and aims to support the closing of the digital skills gap and the reaching of the Digital Decade targets. The Platform provides a single point of information related to digital skills in Europe. At EU level, the Platform gathers all relevant information and funding opportunities for stakeholders to benefit from. It also provides access to an EU-funded self-assessment test in which users can evaluate their digital skills and receive training/learning recommendations. The Digital Skills and Jobs Platform has become an essential tool for delivering EU Policy and has the ambition to be the on-line one-stop-shop for the digital skills in the EU.

At national level, as a result of Connecting European Facility-Telecom (CEF) calls in 2019 and 2020<sup>4</sup>, connections to 22 National Coalition websites have been established. These national websites are connected to the core Digital Skills and Jobs Platform ('Core Platform'), establishing a mutually enriching exchange with relevant content and data on digital skills and jobs at EU and national level, including good practices and funding opportunities, information about digital skills intelligence and careers and enables stakeholder community building.

2. Objectives — Scope — Outcomes and deliverables — KPIs to measure outcomes and deliverables — Targeted stakeholders — Type of action — specific topic conditions

DIGITAL-2024-ADVANCED-DIGITAL-06-SKILLS - Digital Skills and Jobs Platform

4/https://ec.europa.eu/inea/sites/default/files/20192\_european\_platform\_for\_digital\_skills\_jobs\_call\_text\_f inal.pdf

<sup>&</sup>lt;sup>3</sup> https://digital-skills-jobs.europa.eu/en

#### **Objectives**

The objective of this call is to ensure the establishment of new National Coalitions and national websites in Member States that do not have one yet as well as the continued operation and expansion of activities of already established National Coalitions and national websites. This action will be implemented through a coordination and support action, which will fund a consortium whose responsibility it is to ensure that the activities listed in this call are carried out.

The exchange of relevant content and data on digital skills and jobs at EU and national level between the national websites and the Core Platform will help students and job seekers find training/traineeship opportunities, support enterprises in addressing their skills needs, train employees, facilitate scale-up of innovative training solutions, strengthen cooperation between the National Coalitions and enable learning across sectors and borders, as well as recommending a learning path to end users.

This action will contribute to reaching the targets set in the Digital Decade Policy Programme of increasing to 80% the number of European adults possessing at least a basic level of digital skills and reaching 20 million ICT professionals in Europe, while promoting access to women in this field in order to bridge the gender gap in the technology sector, by 2030, and contributing to the digitisation of key economic sectors.

### Scope

This action aims to further extend the activities of National Coalitions' websites established under CEF-TC calls in 2019 and 2020 as well as support the creation of new websites in Member States who do not have one yet within the network created by the CEF calls<sup>5</sup>. In Member States that do not have a national website yet, a Nation Coalition should be set up. The national websites must be set up by the National Coalition of the Member States. The approach for how to support the establishment of the National Coalitions in Member States that do not have one yet and wishing to join is left up to the consortium. In Member States that already have a National Coalition and a national website, the consortium should ensure that either the already established National Coalition or another entity that wishes to become established as the new National Coalition (for example in the case where the existing National Coalition would like to cease being the National Coalition for that Member State) perform the activities listed in this call. They should make sure that any existing national website/database is reused for this purpose. In Member States that already have a National Coalition but no national website, the consortium must ensure that the National Coalition performs the activities listed in this call to establish and operate the national website towards the connection with the Digital Skills and Jobs Platform.

The consortium must provide a detailed description in their application of how they will ensure that activities below will be achieved by National Coalitions through their assistance. Proposals are highly encouraged to cover the following points explicitly under the RELEVANCE award criteria.

#### Activities will include:

 Develop and connect the infrastructures (websites) of National Coalitions for Digital Skills and Jobs that are not yet connected to the Core Platform through interoperable interconnections, integrating and enabling exchanges with the Core Platform components.

<sup>&</sup>lt;sup>5</sup> France, Germany, Netherlands, Finland and Estonia

- Provide access to national/regional/local actors and practices, building interoperable links to provide services relevant to the local context.
- Expand and engage National Coalitions for Digital Skills and Jobs that are already connected to the Core Platform.

Financial support to third parties (FSTP) is allowed in the call DIGITAL-2024-ADVANCED-DIGITAL-06 for grants under certain conditions (cfr. Section 6). When drawing up their plan for the use of FSTP, the consortium could identify the National Coalitions already established/funded under CEF-TC 2019-2020<sup>6</sup> that are not part of the consortium and that might be funded under FSTP. The consortium could also look into attracting new National Coalitions in Members States that do not have one yet. It is expected that the FSTP will be adjusted proportionally to the activities to be achieved described below. While no ceiling is set for the total FSTP ratio in the budget, it is expected that the consortium ensures a reasonable distribution between the project budget to be used by the consortium and FSTP.

#### Outcomes and deliverables

The outcomes may vary as some Member States already have National Coalitions and national websites established while other do not yet. As a minimum, the consortium must ensure that all National Coalitions funded under this action carry out the following activities and Proposals are highly encouraged to cover those points (including General Provisions) explicitly under the IMPLEMENTATION award criteria:

### **Activity 1: Web development**

- 1.1. Development of one national website/database per participating Member State that do not have an established national website. The national website, serving as a "web antenna" (or link) to the Core Platform, must provide content and data on digital skills and jobs in a coherent and structured way in the official language(s) of the concerned country. Content must include interoperable links to the Core Platform as well as other national web antennas in line with the Technical Specifications<sup>7</sup>.
- 1.2. Upgrading and maintenance of the national websites in Member State where these have already been established.
- 1.3. Technical maintenance, support and security updates must be provided for the national website.

#### Activity 2: Services, Content and Community related activities

Expected outputs to be delivered in official language(s) and published on the national websites of all National Coalitions (except 2.1):

2.1 <u>Presentation of the National Coalition and its members for new National Coalitions:</u> an interoperable part based on the technical specifications provided under activity 1, covering digital skills for the labour force, ICT professionals and other digital experts, education, citizens.

https://digital-skills-jobs.europa.eu/en/about/national-digital-skills-and-jobscoalitions

<sup>7 2019-2</sup>\_european\_platform\_for\_digital\_skills\_and\_jobs\_technical\_specifications\_corrigendum\_05082019.pdf (archive-it.org)

- 2.2 <u>Presentation of relevant parts of the Core Platform content</u> EU initiatives in digital skills and jobs, EU funding opportunities, news, events, etc. National Coalitions should also present additional relevant content from the Core Platform according to their territorial needs and specificities.
- 2.3 <u>Create and implement an interoperable repository of good practices</u>, using the API model (from Activity 1) and connected to the Core Service Platform repository based on the technical specifications (from Activity 1) and a common, uniform approach. The proposed action must select and promote good practices that address gaps and local specificities.
- 2.4 <u>Create and implement an interoperable repository of resources on digital skills,</u> with a specific section making available national and regional strategies and measures, training curricula, non-proprietary MOOCs, details on methodologies, case studies and other training material.
- 2.5 Present relevant and innovative training opportunities on advanced digital skills currently available targeted at end users. Presented training opportunities should cover diverse settings (on-line, classroom, boot camps, work-based) and diverse formats (part-time, full-time, short term), offered by a wide range of providers (industry, formal education and training, open learning) to ensure flexibility and relevance to users. The website should allow stakeholders to submit for publication upcoming training opportunities on digital skills via an online interface and the National Coalition should implement a review procedure prior to publication. If such platforms/databases presenting relevant training offers on digital skills already exist at national and or regional level, the National Coalition should ensure visibility and links to those databases to facilitate search of relevant training opportunities by end users and increase overall transparency.
- 2.6 <u>Present funding opportunities for digital skills at national and European level,</u> including for example relevant calls for proposals, loans for upskilling (e.g. income sharing agreements) and other financial instruments.
- 2.7 <u>Events</u>: Each National Coalition should regularly publish relevant events in their online calendar, ensuring interoperability with the Core Platform system.
- 2.8 News production and skills intelligence: each National Coalition must allow stakeholders to post/comment on/discuss news on various digital skills-related topics and information/data on the skills most needed in the country. It should also regularly publish news announcements.
- 2.9 Webinars/online events, peer-to-peer learning and exchange of experience: the National Coalition must organise and publish webinars to inform stakeholders in the country and other National Coalition about digital skills development, approaches, and good practices. The National Coalition must also contribute, through national digital skills experts, to webinars/workshops organised by the Core Platform coordinator, to peer review the content of the Core Platform and identify links with national content and stakeholders.
- 2.10 Communication, promotion and community management: the National Coalition should ensure, in agreement with the Core Platform owner, a common layout with recognisable features and sufficient promotion and communication about the content published on the national website. This will also encourage replicability and facilitate scaling of innovative solutions. In particular, the National Coalition should disseminate press releases and use online communication tools, such as newsletters and social media. It should also support the members' efforts to inform their audiences about the platform services and content. It should encourage stakeholders to contribute actively

to online activities on the Core Platform and make resources available through the repository.

# Activity 3: Post-editing and localisation of content

All National Coalitions must provide translation of content and post-edit services from English to the official language(s) and vice versa, rendering content relevant for the local context.

The national websites must reuse the information on the Core Platform by publishing it in their official language(s) (e.g. EU policy information, skills intelligence, selected good practices, events, news, funding opportunities, content relevant for national stakeholders and activities). Conversely, the National Coalitions will review English translations of their content for the Core Platform, which will disseminate information from the national websites (e.g. good practices, funding/training opportunities, events, news).

The National Coalitions will access services from the European Commission's Machine Translation system eTranslation<sup>8</sup>. They will need to review the texts translated into their official language(s) from the machine translation system and post-edit them before publishing. Similarly, the National Coalitions will also review the automatic translation into English of content from the national websites before publishing on the Core Platform.

# **General provisions**

In the proposed Action, the consortium must ensure that all National Coalitions:

- Outline the methodology for the selection of good practices, training offers and related resources (see points 2.3-2.4-2.5 above under Activity 2) and explain how this methodology ensures their high quality. The proposed Action should demonstrate how the foreseen promotional activity (see point 2.9-2.10 above under Activity 2) takes into account dimensions like replicability and visibility/accessibility for end users.
- Encourage registration of all National Coalition members to the stakeholder engagement tool of the Core Platform and support their participation in related discussions and activities.
- Ensure regular and frequent updates/exchanges of data between the Core Platform and the national website.
- Ensure appropriate compliance with the General Data Protection Regulation (GDPR). When relevant and lawful, the National Coalitions will comply with the obligation to inform the individuals by sending privacy notices and by obtaining consent. The notice regarding the information on the publication of personal data, or the consent request, will need to refer not only to the publication on the national antenna website, but also on any further publication of the same information on the Core Platform and on all the other National Coalitions/networks of actors' websites connected to the platform, which might republish the information in their national official languages.
- Comply with European and/or national level cybersecurity rules as applicable.

\_

<sup>&</sup>lt;sup>8</sup> eTranslation (europa.eu)

- Report on their activities to the Core Platform coordinator on an annual basis.
- Demonstrate how the services will be kept technically and financially sustainable beyond the end of the funded Action.
- Demonstrate to what extent a wide range of disciplines and fields is covered.
- Demonstrate synergies with initiatives that are active in the area of digital skills and jobs, including the Cybersecurity Skills Academy, the European Digital Innovation Hubs and the European Data Space for Skills.
- By the end of the Action, the National Coalitions must be in a position to demonstrate convincingly that all the activities listed above have been duly accomplished in accordance with required specifications.

#### KPIs to measure outcomes and deliverables

Proposals are highly encouraged to cover below points explicitly under the IMPACT award criteria.

The consortium should address how it will ensure the continuity (financial and technical) of all the National websites beyond EU-funded projects.

Key Performance Indicators (KPIs) to measure outcomes and deliverables should be provided by the consortium. They should reflect the proposal's main outcomes and deliverables.

As a minimum, the consortium must ensure that all National Coalitions meet the following KPIs:

- Presentation of the National Coalition and its members/activities in 4 categories
- Overview of relevant national and regional strategies with description
- Overview of EU initiatives and programmes in digital skills and jobs, relevant news and events
- Presentation of 20 good practices from the national/regional/local level, with in depth presentation of 3 good practices
- Presentation of 8 good practices from the Core Platform published on the national website
- Presentation of 10 resources on digital skills
- Presentation of 50 training opportunities targeting different groups of end users
- Presentation of 10 national and international financing opportunities in the field of digital skills
- Publication of at least 20 relevant events in the calendar
- Publication of at least 3 original news/announcements per month
- Publication of at least 3 news/announcements per month transferred from the Core Platform
- Publication and distribution of 2 original press releases per year

#### Targeted stakeholders

This call for proposals will fund one consortium whose responsibility it will be to ensure that the activities and KPIs listed above are achieved. The participating consortium members should therefore demonstrate their ability to ensure this.

The consortium will be responsible for organising the way it will achieve the work required for this action as well as determining how the budget will be implemented, including FSTP. Therefore, established National Coalitions are highly encouraged to apply as members of the consortium.

As a single consortium will be responsible for ensuring that the activities listed above are completed by all the National Coalitions (established and new), it is imperative that the consortium coordinator has experience in managing projects of this scale and scope, which should be demonstrated in the list of previous projects to be submitted in the mandatory annexes and supporting documents.

The consortium must ensure that they have the sufficient technical knowledge (including IT) required to achieve the activities listed above.

The following applicants are encouraged to apply as consortium members:

- Established Digital Skills and Jobs National Coalitions funded under the CEF calls CEF-TC calls in 2019 and 2020
- Private, public organisations or civil society organisations who are in a position to manage projects of this scale and scope
- Private or public organisations who have the technical knowledge (including IT) required to achieve the activities listed above

#### Type of action

CSA - 100% funding rate



For more information on Digital Europe types of action, see Annex 1.

# Specific topic conditions

- For this topic, multi-beneficiary applications are mandatory and specific conditions for the consortium composition apply (see section 6)
- For this topic, the following reimbursement option for equipment costs applies depreciation cost only (see section 10).
- For this topic, financial support to third parties is allowed (see section 10)
- The following parts of the award criteria in section 9 are exceptionally NOT applicable for this topic:
  - extent to which the project would reinforce and secure the digital technology supply chain in the Union\*
  - extent to which the proposal can overcome financial obstacles such as the lack of market finance\*
  - extent to which the proposal addresses environmental sustainability and the European Green Deal goals, in terms of direct effects and/or in awareness of environmental effects\*

# 3. Available budget

The available call budget is **EUR 2 000 000**.

Specific budget information per topic can be found in the table below.

Topic	Topic budget	
DIGITAL-2024-ADVANCED-DIGITAL-06- SKILLS	EUR 2.000.000	

We reserve the right not to award all available funds or to redistribute them between the call priorities, depending on the proposals received and the results of the evaluation.

#### 4. Timetable and deadlines

Timetable and deadlines (indicative)				
Call opening:	29 February 2024  29 May 2024 17:00:00 CET (Brussels)			
Deadline for submission:				
Evaluation:	10 June 2024			
Information on evaluation results:	July 2024			
GA signature:	February 2025			

#### 5. Admissibility and documents

Proposals must be submitted before the **call deadline** (see timetable section 4).

Proposals must be submitted **electronically** via the Funding & Tenders Portal Electronic Submission System (accessible via the Topic page in the <u>Search Funding & Tenders</u> section). Paper submissions are NOT possible.

Proposals (including annexes and supporting documents) must be submitted using the forms provided *inside* the Submission System ( NOT the documents available on the Topic page — they are only for information).

Proposals must be **complete** and contain all the requested information and all required annexes and supporting documents:

- Application Form Part A contains administrative information about the participants (future coordinator, beneficiaries and affiliated entities) and the summarised budget for the project (to be filled in directly online)
- Application Form Part B contains the technical description of the project (to be downloaded from the Portal Submission System, completed and then assembled and re-uploaded)

- mandatory annexes and supporting documents (templates available to be downloaded from the Portal Submission System, completed, assembled and re-uploaded; to be uploaded WHEN APPLICABLE ONLY):
  - detailed budget table: not applicable
  - CVs of core project team: not applicable
  - activity reports of last year: not applicable
  - list of previous projects: applicable
  - ownership control declaration: not applicable

At proposal submission, you will have to confirm that you have the **mandate to act** for all applicants. Moreover, you will have to confirm that the information in the application is correct and complete and that the participants comply with the conditions for receiving EU funding (especially eligibility, financial and operational capacity, exclusion, etc). Before signing the grant, each beneficiary and affiliated entity will have to confirm this again by signing a declaration of honour (DoH). Proposals without full support will be rejected.

Your application must be **readable**, **accessible**, **and printable**.

Proposals are limited to maximum **50 pages** (Part B) for **CSA**. Evaluators will not consider any additional pages.

You may be asked at a later stage for further documents (for legal entity validation, financial capacity check, bank account validation, etc).

For more information about the submission process (including IT aspects), consult the Online Manual.

# 6. Eligibility

#### Eligible participants (eligible countries)

In order to be eligible, the applicants (beneficiaries and affiliated entities) must:

- be legal entities (public or private bodies)
- be established in one of the eligible countries, i.e.:
  - EU Member States (including overseas countries and territories (OCTs))
  - non-EU countries:
    - listed EEA countries and countries associated to the Digital Europe Programme (associated countries)

Beneficiaries and affiliated entities must register in the <u>Participant Register</u> — before submitting the proposal — and will have to be validated by the Central Validation Service (REA Validation). For the validation, they will be requested to upload documents showing legal status and origin.

Other entities may participate in other consortium roles, such as associated partners, subcontractors, third parties giving in-kind contributions, etc (see section 13).

### Specific cases

Natural persons — Natural persons are NOT eligible (with the exception of selfemployed persons, i.e. sole traders, where the company does not have legal personality separate from that of the natural person).

International organisations — International organisations are not eligible, unless they are International organisations of European Interest within the meaning of Article 2 of the Digital Europe Regulation (i.e. international organisations the majority of whose members are Member States or whose headquarters are in a Member State).

Entities without legal personality — Entities which do not have legal personality under their national law may exceptionally participate, provided that their representatives have the capacity to undertake legal obligations on their behalf, and offer guarantees for the protection of the EU financial interests equivalent to that offered by legal persons<sup>9</sup>.

EU bodies — EU bodies (with the exception of the European Commission Joint Research Centre) can NOT be part of the consortium.

Associations and interest groupings — Entities composed of members may participate as 'sole beneficiaries' or 'beneficiaries without legal personality'<sup>10</sup>. Please note that if the action will be implemented by the members, they should also participate (either as beneficiaries or as affiliated entities, otherwise their costs will NOT be eligible).

Countries currently negotiating association agreements — Beneficiaries from countries with ongoing negotiations for participating in the programme (see list of participating countries above) may participate in the call and can sign grants if the negotiations are concluded before grant signature and if the association covers the call (i.e. is retroactive and covers both the part of the programme and the year when the call was launched).

Following the <u>Council Implementing Decision (EU) 2022/2506</u>, as of 16<sup>th</sup> December 2022, no legal commitments (including the grant agreement itself as well as subcontracts, purchase contracts, financial support to third parties etc.) can be signed with Hungarian public interest trusts established under Hungarian Act IX of 2021 or any entity they maintain.

Affected entities may continue to apply to calls for proposals. However, in case the Council measures are not lifted, such entities are not eligible to participate in any funded role (beneficiaries, affiliated entities, subcontractors, recipients of financial support to third parties). In this case, co-applicants will be invited to remove or replace that entity and/or to change its status into associated partner. Tasks and budget may be redistributed accordingly.

EU restrictive measures — Special rules apply for certain entities (e.g. entities subject to <u>EU restrictive measures</u> under Article 29 of the Treaty on the European Union (TEU) and Article 215 of the Treaty on the Functioning of the EU (TFEU)<sup>11</sup>). Such entities are not eligible to participate in any capacity, including as beneficiaries, affiliated entities, associated partners, subcontractors or recipients of financial support to third parties (if any).

For more information, see Rules for Legal Entity Validation, LEAR Appointment and Financial Capacity Assessment.

### Consortium composition

Proposals must be submitted by

<sup>9</sup> See Article 197(2)(c) EU Financial Regulation 2018/1046.

For the definitions, see Articles 187(2) and 197(2)(c) EU Financial Regulation  $\underline{2018/1046}$ .

Please note that the EU Official Journal contains the official list and, in case of conflict, its content prevails over that of the <u>EU Sanctions Map</u>.

- a consortium composed of a **minimum of 5 applicants** (beneficiaries; not affiliated entities) from 4 different countries of which:
  - minimum 4 applicants must be National Coalitions funded under the CEF-TC calls CEF-TC-2019-2 and CEF-TC-2020-2. All already established National Coalitions are highly encouraged to apply as members of the consortium.

#### Eligible activities

Eligible activities are the ones set out in section 2 above.

Projects should take into account the results of projects supported by other EU funding programmes. The complementarities must be described in the project proposals (Part B of the Application Form).

Projects must comply with EU policy interests and priorities (such as environment, social, security, industrial and trade policy, etc).

Financial support to third parties is allowed for grants or similar forms of support and prizes under the following conditions:

- the calls must be open, published widely and conform to EU standards concerning transparency, equal treatment, conflict of interest and confidentiality;
- the calls must be published on the Funding & Tenders Portal, and on the participants' websites;
- the calls must remain open for at least two months;
- if call deadlines are changed, this must immediately be published on the Portal and all registered applicants must be informed of the change;
- the outcome of the call must be published on the participants' websites, including a description of the selected projects, award dates, project durations, and final recipient legal names and countries;
- the calls must have a clear European dimension.

Your project application must clearly specify why financial support to third parties is needed, how it will be managed, and provide a list of the different types of activities for which a third party may receive financial support. The proposal must also clearly describe the results to be obtained.

# **Security**

Projects involving EU classified information must undergo security scrutiny to authorise funding and may be made subject to specific security rules (detailed in a security aspects letter (SAL) which is annexed to the Grant Agreement).

These rules (governed by Decision  $2015/444^{12}$  and its implementing rules and/or national rules) provide for instance that:

projects involving information classified TRES SECRET UE/EU TOP SECRET (or

 $<sup>^{12}</sup>$  See Commission Decision 2015/544/EU, Euratom of 13 March 2015 on the security rules for protecting EU classified information (OJ L 72, 17.3.2015, p. 53.

equivalent) can NOT be funded

- classified information must be marked in accordance with the applicable security instructions in the SAL
- information with classification levels CONFIDENTIEL UE/EU CONFIDENTIAL or above (and RESTREINT UE/ EU RESTRICTED, if required by national rules) may be:
  - created or accessed only on premises with facility security clearance (FSC) from the competent national security authority (NSA), in accordance with the national rules
  - handled only in a secured area accredited by the competent NSA
  - accessed and handled only by persons with valid personnel security clearance (PSC) and a need-to-know
- at the end of the grant, the classified information must either be returned or continued to be protected in accordance with the applicable rules
- action tasks involving EU classified information (EUCI) may be subcontracted only with prior written approval from the granting authority and only to entities established in an EU Member State or in a non-EU country with a security of information agreement with the EU (or an administrative arrangement with the Commission)
- disclosure of EUCI to third parties is subject to prior written approval from the granting authority.

Please note that, depending on the type of activity, facility security clearance may have to be provided before grant signature. The granting authority will assess the need for clearance in each case and will establish their delivery date during grant preparation. Please note that in no circumstances can we sign any grant agreement until at least one of the beneficiaries in a consortium has facility security clearance.

Further security recommendations may be added to the Grant Agreement in the form of security deliverables (e.g. create security advisory group, limit level of detail, use fake scenario, exclude use of classified information, etc).

Beneficiaries must ensure that their projects are not subject to national/third-country security requirements that could affect implementation or put into question the award of the grant (e.g. technology restrictions, national security classification, etc). The granting authority must be notified immediately of any potential security issues.

#### 7. Financial and operational capacity and exclusion

#### Financial capacity

Applicants must have **stable and sufficient resources** to successfully implement the projects and contribute their share. Organisations participating in several projects must have sufficient capacity to implement all these projects.

The financial capacity check will be carried out on the basis of the documents you will be requested to upload in the <u>Participant Register</u> during grant preparation (e.g. profit and loss account and balance sheet, business plan, audit report produced by an approved external auditor, certifying the accounts for the last closed financial year, etc). The analysis will be based on neutral financial indicators, but will also take into account other aspects, such as dependency on EU funding and deficit and revenue in previous years.

The check will normally be done for all beneficiaries, except:

- public bodies (entities established as public body under national law, including local, regional or national authorities) or international organisations
- if the individual requested grant amount is not more than EUR 60 000.

If needed, it may also be done for affiliated entities.

If we consider that your financial capacity is not satisfactory, we may require:

- further information
- an enhanced financial responsibility regime, i.e. joint and several responsibility for all beneficiaries or joint and several liability of affiliated entities (see below, section 10)
- prefinancing paid in instalments
- (one or more) prefinancing guarantees (see below, section 10)

or

- propose no prefinancing
- request that you are replaced or, if needed, reject the entire proposal.

For more information, see <u>Rules for Legal Entity Validation, LEAR Appointment</u> and Financial Capacity Assessment.

#### Operational capacity

Applicants must have the **know-how, qualifications** and **resources** to successfully implement the projects and contribute their share (including sufficient experience in projects of comparable size and nature).

This capacity will be assessed together with the 'Implementation' award criterion, on the basis of the competence and experience of the applicants and their project teams, including operational resources (human, technical and other) or, exceptionally, the measures proposed to obtain it by the time the task implementation starts.

If the evaluation of the award criterion is positive, the applicants are considered to have sufficient operational capacity.

Applicants will have to show their operational capacity via the following information:

- general profiles (qualifications and experiences) of the staff responsible for managing and implementing the project
- description of the consortium participants
- list of previous projects (key projects for the last 4 years; template available in Part B).

Additional supporting documents may be requested, if needed to confirm the operational capacity of any applicant.

#### Exclusion

Applicants which are subject to an **EU exclusion decision** or in one of the following **exclusion situations** that bar them from receiving EU funding can NOT participate<sup>13</sup>:

- bankruptcy, winding up, affairs administered by the courts, arrangement with creditors, suspended business activities or other similar procedures (including procedures for persons with unlimited liability for the applicant's debts)
- in breach of social security or tax obligations (including if done by persons with unlimited liability for the applicant's debts)
- guilty of grave professional misconduct<sup>14</sup> (including if done by persons having powers of representation, decision-making or control, beneficial owners or persons who are essential for the award/implementation of the grant)
- committed fraud, corruption, links to a criminal organisation, money laundering, terrorism-related crimes (including terrorism financing), child labour or human trafficking (including if done by persons having powers of representation, decision-making or control, beneficial owners or persons who are essential for the award/implementation of the grant)
- shown significant deficiencies in complying with main obligations under an EU procurement contract, grant agreement, prize, expert contract, or similar (including if done by persons having powers of representation, decision-making or control, beneficial owners or persons who are essential for the award/implementation of the grant)
- guilty of irregularities within the meaning of Article 1(2) of Regulation No 2988/95 (including if done by persons having powers of representation, decision-making or control, beneficial owners or persons who are essential for the award/implementation of the grant)
- created under a different jurisdiction with the intent to circumvent fiscal, social
  or other legal obligations in the country of origin or created another entity with
  this purpose (including if done by persons having powers of representation,
  decision-making or control, beneficial owners or persons who are essential for
  the award/implementation of the grant).

Applicants will also be refused if it turns out that 15:

- during the award procedure they misrepresented information required as a condition for participating or failed to supply that information
- they were previously involved in the preparation of the call and this entails a distortion of competition that cannot be remedied otherwise (conflict of interest).

# 8. Evaluation and award procedure

The proposals will have to follow the **standard submission and evaluation procedure** (one-stage submission + one-step evaluation).

An **evaluation committee** (composed or assisted by independent outside experts) will assess all applications. Proposals will first be checked for formal requirements (admissibility, and eligibility, see sections 5 and 6). Proposals found admissible and

See Articles 136 and 141 of EU Financial Regulation 2018/1046.

Professional misconduct includes: violation of ethical standards of the profession, wrongful conduct with impact on professional credibility, false declarations/misrepresentation of information, participation in a cartel or other agreement distorting competition, violation of IPR, attempting to influence decision-making processes or obtain confidential information from public authorities to gain advantage.

See Article 141 EU Financial Regulation 2018/1046.

eligible will be evaluated against the operational capacity and award criteria (see sections 7 and 9) and then ranked according to their scores.

For proposals with the same score (within a topic or budget envelope), a **priority order** will be determined according to the following approach:

Successively for every group of *ex aequo* proposals, starting with the highest scored group, and continuing in descending order:

- 1) Proposals focusing on a theme that is not otherwise covered by higher ranked proposals will be considered to have the highest priority.
- 2) The ex aequo proposals within the same topic will be prioritised according to the scores they have been awarded for the award criterion 'Relevance'. When these scores are equal, priority will be based on their scores for the criterion 'Impact'. When these scores are equal, priority will be based on their scores for the criterion 'Implementation'.
- 3) If this does not allow to determine the priority, a further prioritisation can be done by considering the overall proposal portfolio and the creation of positive synergies between proposals, or other factors related to the objectives of the call. These factors will be documented in the panel report.
- 4) After that, the remainder of the available call budget will be used to fund projects across the different topics in order to ensure a balanced spread of the geographical and thematic coverage and while respecting to the maximum possible extent the order of merit based on the evaluation of the award criteria.

All proposals will be informed about the evaluation result (**evaluation result letter**). Successful proposals will be invited for grant preparation; the other ones will be put on the reserve list or rejected.

No commitment for funding — Invitation to grant preparation does NOT constitute a formal commitment for funding. We will still need to make various legal checks before grant award: *legal entity validation, financial capacity, exclusion check, etc.* 

**Grant preparation** will involve a dialogue in order to fine-tune technical or financial aspects of the project and may require extra information from your side. It may also include adjustments to the proposal to address recommendations of the evaluation committee or other concerns. Compliance will be a pre-condition for signing the grant.

If you believe that the evaluation procedure was flawed, you can submit a **complaint** (following the deadlines and procedures set out in the evaluation result letter). Please note that notifications which have not been opened within 10 days after sending are considered to have been accessed and that deadlines will be counted from opening/access (see also <u>Funding & Tenders Portal Terms and Conditions</u>). Please also be aware that for complaints submitted electronically, there may be character limitations.

### 9. Award criteria

The **award criteria** for this call are as follows:

#### - Relevance

Alignment with the objectives and activities as described in section 2

- Contribution to long-term policy objectives, relevant policies and strategies, and synergies with activities at European and national level
- Extent to which the project would reinforce and secure the digital technology supply chain in the EU\*
- Extent to which the project can overcome financial obstacles such as the lack of market finance\*

#### - Implementation

- Maturity of the project
- Soundness of the implementation plan and efficient use of resources
- Capacity of the applicants, and when applicable the consortium as a whole, to carry out the proposed work

# Impact

- Extent to which the project will achieve the expected outcomes and deliverables referred to in the call for proposals and, where relevant, the plans to disseminate and communicate project achievements
- Extent to which the project will strengthen competitiveness and bring important benefits for society
- Extent to which the project addresses environmental sustainability and the European Green Deal goals, in terms of direct effects and/or in awareness of environmental effects \*

<sup>\*</sup>May not be applicable to all topics (see specific topic conditions in section 2).

Award criteria	Minimum pass score	Maximum score
Relevance	3	5
Implementation	3	5
Impact	3	5
Overall (pass) scores	10	15

Maximum points: 15 points.

Individual thresholds per criterion: 3/5, 3/5 and 3/5 points.

Overall threshold: 10 points.

Proposals that pass the individual thresholds AND the overall threshold will be considered for funding — within the limits of the available call budget. Other proposals will be rejected.

#### 10. Legal and financial set-up of the Grant Agreements

If you pass evaluation, your project will be invited for grant preparation, where you will be asked to prepare the Grant Agreement together with the EU Project Officer.

This Grant Agreement will set the framework for your grant and its terms and conditions, in particular concerning deliverables, reporting and payments.

The Model Grant Agreement that will be used (and all other relevant templates and guidance documents) can be found on <u>Portal Reference Documents</u>.

#### Starting date and project duration

The project starting date and duration will be fixed in the Grant Agreement (Data Sheet, point 1). Normally the starting date will be after grant signature. A retroactive starting date can be granted exceptionally for duly justified reasons - but never earlier than the proposal submission date.

Project duration: 24 months

Extensions are possible, if duly justified and through an amendment.

#### Milestones and deliverables

The milestones and deliverables for each project will be managed through the Portal Grant Management System and will be reflected in Annex 1 of the Grant Agreement.

The following deliverables will be mandatory for all projects:

 additional deliverable on dissemination and exploitation, to be submitted in the first six months of the project

# Form of grant, funding rate and maximum grant amount

The grant parameters (maximum grant amount, funding rate, total eligible costs, etc) will be fixed in the Grant Agreement (Data Sheet, point 3 and art 5).

Project budget (maximum grant amount): EUR 2 000 000 per project

The grant awarded may be lower than the amount requested.

The grant will be a budget-based mixed actual cost grant (actual costs, with unit cost and flat-rate elements). This means that it will reimburse ONLY certain types of costs (eligible costs) and costs that were actually incurred for your project (NOT the budgeted costs). For unit costs and flat-rates, you can charge the amounts calculated as explained in the Grant Agreement (see art 6 and Annex 2 and 2a).

The costs will be reimbursed at the funding rate fixed in the Grant Agreement. This rate depends on the type of action which applies to the topic, see section 2.

Grants may NOT produce a profit (i.e. surplus of revenues + EU grant over costs). For-profit organisations must declare their revenues and, if there is a profit, we will deduct it from the final grant amount (see art 22.3).

Moreover, please be aware that the final grant amount may be reduced in case of non-compliance with the Grant Agreement (e.g. improper implementation, breach of obligations, etc).

#### Budget categories and cost eligibility rules

The budget categories and cost eligibility rules are fixed in the Grant Agreement (Data Sheet, point 3 and art 6).

- A. Personnel costs
- A.1 Employees, A.2 Natural persons under direct contract, A.3 Seconded

#### persons

- A.4 SME owners and natural person beneficiaries
  - B. Subcontracting costs
  - C. Purchase costs
  - C.1 Travel and subsistence
  - C.2 Equipment
  - C.3 Other goods, works and services
    - D. Other cost categories
  - D.1 Financial support to third parties
  - D.2 Internally invoiced goods and services
    - E. Indirect costs

Specific cost eligibility conditions for this call:

- personnel costs:
- average personnel costs (unit cost according to usual cost accounting practices)<sup>16</sup>: Yes
- SME owner/natural person unit cost<sup>17</sup>: Yes
  - travel and subsistence unit costs<sup>18</sup>: No (only actual costs)
  - equipment costs:
- depreciation

#### other cost categories:

- costs for financial support to third parties allowed for grants and prizes:
- maximum amount per third party EUR 150 000; amounts of more than 60 000 EUR per third party are necessary because the nature of the actions under this call is such that their objectives would otherwise be impossible or overly difficult to achieve.
  - internally invoiced goods and services (costs unit cost according to usual cost accounting practices): Yes
  - indirect cost flat-rate: 7% of the eligible direct costs.
  - VAT: non-deductible VAT is eligible (but please note that since 2013 VAT paid by beneficiaries that are public bodies acting as public authority is NOT eligible)
  - other:
- in-kind contributions for free are allowed, but cost-neutral, i.e. they cannot be declared as cost

Decision of 29 June 2021 authorising the use of unit costs based on usual cost accounting practices for actions under the Digital Europe Programme.

Commission Decision of 20 October 2020 authorising the use of unit costs for the personnel costs of the owners of small and medium-sized enterprises and beneficiaries that are natural persons not receiving a salary for the work carried out by themselves under an action or work programme (C(2020)7115).

Commission Decision of 12 January 2021 authorising the use of unit costs for travel, accommodation and subsistence costs under an action or work programme under the 2021-2027 multi-annual financial framework (C(2021)35).

- kick-off meeting: costs for kick-off meeting organised by the granting authority are eligible (travel costs for maximum 2 persons, return ticket to Brussels and accommodation for one night) only if the meeting takes place after the project starting date set out in the Grant Agreement; the starting date can be changed through an amendment, if needed
- project websites: costs for the creation and operation of the national websites as well as communication costs for presenting the project on the participants' social media accounts are eligible; costs for other websites than national websites carrying out the activities listed in this call are not eligible.
- other ineligible costs: No.

#### Reporting and payment arrangements

The reporting and payment arrangements are fixed in the Grant Agreement (Data Sheet, point 4 and art 21 and 22).

After grant signature, you will normally receive a **prefinancing** to start working on the project (float of normally **65%** of the maximum grant amount; exceptionally less or no prefinancing). The prefinancing will be paid 30 days from entry into force/10 days before starting date/financial guarantee (if required) – whichever is the latest.

There will be one or more **interim payments** (with cost reporting through the use of resources report.

**Payment of the balance**: At the end of the project, we will calculate your final grant amount. If the total of earlier payments is higher than the final grant amount, we will ask you (your coordinator) to pay back the difference (recovery).

All payments will be made to the coordinator.

Please be aware that payments will be automatically lowered if one of your consortium members has outstanding debts towards the EU (granting authority or other EU bodies). Such debts will be offset by us — in line with the conditions set out in the Grant Agreement (see art 22).

Please note that you are responsible for keeping records on all the work done and the costs declared.

#### Prefinancing quarantees

If a prefinancing guarantee is required, it will be fixed in the Grant Agreement (*Data Sheet, point 4*). The amount will be set during grant preparation and it will normally be equal or lower than the prefinancing for your grant.

The guarantee should be in euro and issued by an approved bank/financial institution established in an EU Member State. If you are established in a non-EU country and would like to provide a guarantee from a bank/financial institution in your country, please contact us (this may be exceptionally accepted, if it offers equivalent security).

Amounts blocked in bank accounts will NOT be accepted as financial guarantees.

Prefinancing guarantees are normally requested from the coordinator, for the consortium. They must be provided during grant preparation, in time to make the prefinancing (scanned copy via Portal AND original by post).

If agreed with us, the bank guarantee may be replaced by a guarantee from a third party.

The guarantee will be released at the end of the grant, in accordance with the conditions laid down in the Grant Agreement (art 23).

#### **Certificates**

Depending on the type of action, size of grant amount and type of beneficiaries, you may be requested to submit different certificates. The types, schedules and thresholds for each certificate are fixed in the grant agreement (*Data Sheet, point 4 and art 24*).

# Liability regime for recoveries

The liability regime for recoveries will be fixed in the Grant Agreement (Data Sheet point 4.4 and art 22).

For beneficiaries, it is one of the following:

- limited joint and several liability with individual ceilings each beneficiary up to their maximum grant amount
- unconditional joint and several liability each beneficiary up to the maximum grant amount for the action

or

individual financial responsibility — each beneficiary only for their own debts.

In addition, the granting authority may require joint and several liability of affiliated entities (with their beneficiary).

#### <u>Provisions concerning the project implementation</u>)

Security rules: see Model Grant Agreement (art 13 and Annex 5)

Ethics rules: see Model Grant Agreement (art 14 and Annex 5)

IPR rules: see Model Grant Agreement (art 16 and Annex 5):

- background and list of background: Yes
- protection of results: Yes
- exploitation of results: Yes
- rights of use on results: Yes
- access to results for policy purposes: Yes
- access to results in case of a public emergency: Yes
- access rights to ensure continuity and interoperability obligations: Yes

Communication, dissemination and visibility of funding: see Model Grant Agreement (art 17 and Annex 5):

- communication and dissemination plan: Yes
- dissemination of results: Yes
- additional dissemination obligations: No
- additional communication activities: Yes
- special logo: No

Specific rules for carrying out the action: see Model Grant Agreement (art 18 and

# Annex 5):

- specific rules for PAC Grants for Procurement: No
- specific rules for Grants for Financial Support: No
- specific rules for blending operations: No

#### Other specificities

n/a

# Non-compliance and breach of contract

The Grant Agreement (chapter 5) provides for the measures we may take in case of breach of contract (and other non-compliance issues).



For more information, see <u>AGA — Annotated Grant Agreement</u>.

#### 11. How to submit an application

All proposals must be submitted directly online via the Funding & Tenders Portal Electronic Submission System. Paper applications are NOT accepted.

Submission is a **2-step process**:

#### a) create a user account and register your organisation

To use the Submission System (the only way to apply), all participants need to create an EU Login user account.

Once you have an EULogin account, you can register your organisation in the Participant Register. When your registration is finalised, you will receive a 9-digit participant identification code (PIC).

#### b) submit the proposal

Access the Electronic Submission System via the Topic page in the Search Funding & Tenders section (or, for calls sent by invitation to submit a proposal, through the link provided in the invitation letter).

Submit your proposal in 3 parts, as follows:

- Part A includes administrative information about the applicant organisations (future coordinator, beneficiaries, affiliated entities and associated partners) and the summarised budget for the proposal. Fill it in directly online
- Part B (description of the action) covers the technical content of the proposal. Download the mandatory word template from the Submission System, fill it in and upload it as a PDF file
- Annexes (see section 5). Upload them as PDF file (single or multiple depending on the slots). Excel upload is sometimes possible, depending on the file type.

The proposal must keep to the page limits (see section 5); excess pages will be disregarded.

Documents must be uploaded to the right category in the Submission System otherwise the proposal might be considered incomplete and thus inadmissible.

The proposal must be submitted **before the call deadline** (see section 4). After this deadline, the system is closed and proposals can no longer be submitted.

Once the proposal is submitted, you will receive a **confirmation e-mail** (with date and time of your application). If you do not receive this confirmation e-mail, it means your proposal has NOT been submitted. If you believe this is due to a fault in the Submission System, you should immediately file a complaint via the <a href="IT Helpdesk webform">IT Helpdesk webform</a>, explaining the circumstances and attaching a copy of the proposal (and, if possible, screenshots to show what happened).

Details on processes and procedures are described in the <u>Online Manual</u>. The Online Manual also contains the links to FAQs and detailed instructions regarding the Portal Electronic Exchange System.

# 12. Help

As far as possible, **please try to find the answers you need yourself**, in this and the other documentation (we have limited resources for handling direct enquiries):

- Online Manual
- <u>FAQs on the Topic page</u> (for call-specific questions in open calls; not applicable for actions by invitation)
- Portal FAQ (for general questions).

Please also consult the Topic page regularly, since we will use it to publish call updates. (For invitations, we will contact you directly in case of a call update).

#### Contact

For individual questions on the Portal Submission System, please contact the  $\underline{\text{IT}}$  Helpdesk.

Non-IT related questions contact: Here

Please indicate clearly the reference of the call and topic to which your question relates (see cover page).

#### 13. Important



# IMPORTANT

- Don't wait until the end Complete your application sufficiently in advance of the deadline to avoid any last minute technical problems. Problems due to last minute submissions (e.g. congestion, etc) will be entirely at your risk. Call deadlines can NOT be extended.
- Consult the Portal Topic page regularly. We will use it to publish updates and additional information on the call (call and topic updates).
- Funding & Tenders Portal Electronic Exchange System By submitting the application, all participants accept to use the electronic exchange system in accordance with the Portal Terms & Conditions.
- Registration Before submitting the application, all beneficiaries, affiliated entities and associated partners must be registered in the Participant Register. The participant identification code (PIC) (one per participant) is mandatory for the Application Form.
- Consortium roles When setting up your consortium, you should think of organisations that help you reach objectives and solve problems.
  - The roles should be attributed according to the level of participation in the project. Main participants should participate as beneficiaries or affiliated entities; other entities can participate as associated partners, subcontractors, third parties giving in-kind contributions. Associated partners and third parties giving in-kind contributions should bear their own costs (they will not become formal recipients of EU funding). Subcontracting should normally constitute a limited part and must be performed by third parties (not by one of the beneficiaries/affiliated entities). Subcontracting going beyond 30% of the total eligible costs must be justified in the application.
- Coordinator In multi-beneficiary grants, the beneficiaries participate as consortium (group of beneficiaries). They will have to choose a coordinator, who will take care of the project management and coordination and will represent the consortium towards the granting authority. In mono-beneficiary grants, the single beneficiary will automatically be coordinator.
- Affiliated entities Applicants may participate with affiliated entities (i.e. entities linked to a beneficiary which participate in the action with similar rights and obligations as the beneficiaries, but do not sign the grant and therefore do not become beneficiaries themselves). They will get a part of the grant money and must therefore comply with all the call conditions and be validated (just like beneficiaries); but they do not count towards the minimum eligibility criteria for consortium composition (if any).
- Associated partners Applicants may participate with associated partners (i.e. partner organisations which participate in the action but without the right to get grant money). They participate without funding and therefore do not need to be validated.
- **Consortium agreement** For practical and legal reasons, it is recommended to set up internal arrangements that allow you to deal with exceptional or unforeseen circumstances (in all cases, even if not mandatory under the Grant Agreement). The consortium agreement also gives you the possibility to redistribute the grant money according to your own consortium-internal principles and parameters (for instance, one beneficiary can reattribute its grant money to another beneficiary). The consortium agreement thus allows you to customise the EU grant to the needs inside your consortium and can also help to protect you in case of disputes.

- **Balanced project budget** Grant applications must ensure a balanced project budget and sufficient other resources to implement the project successfully (e.g. own contributions, income generated by the action, financial contributions from third parties, etc). You may be requested to lower your estimated costs, if they are ineligible (including excessive).
- **Completed/ongoing projects** Proposals for projects that have already been completed will be rejected; proposals for projects that have already started will be assessed on a case-by-case basis (in this case, no costs can be reimbursed for activities that took place before the project starting date/proposal submission).
- **No-profit rule** Grants may NOT give a profit (i.e. surplus of revenues + EU grant over costs). This will be checked by us at the end of the project.
- **No cumulation of funding/no double funding** It is strictly prohibited to cumulate funding from the EU budget (except under 'EU Synergies actions'). Outside such Synergies actions, any given action may receive only ONE grant from the EU budget and cost items may under NO circumstances be declared under two EU grants. If you would like to nonetheless benefit from different EU funding opportunities, projects must be designed as different actions, clearly delineated and separated for each grant (without overlaps).
- **Combination with EU operating grants** Combination with EU operating grants is possible, if the project remains outside the operating grant work programme and you make sure that cost items are clearly separated in your accounting and NOT declared twice (see <u>AGA</u> <u>Annotated Model Grant Agreement</u>, <u>art 6.2.E</u>).
- **Multiple proposals** Applicants may submit more than one proposal for *different* projects under the same call (and be awarded a funding for them).
  - Organisations may participate in several proposals.
  - BUT: if there are several proposals for *very similar* projects, only one application will be accepted and evaluated; the applicants will be asked to withdraw one of them (or it will be rejected).
- **Resubmission** Proposals may be changed and re-submitted until the deadline for submission.
- **Rejection** By submitting the application, all applicants accept the call conditions set out in this this Call Document (and the documents it refers to). Proposals that do not comply with all the call conditions will be **rejected**. This applies also to applicants: All applicants need to fulfil the criteria; if any one of them doesn't, they must be replaced or the entire proposal will be rejected.
- **Cancellation** There may be circumstances which may require the cancellation of the call. In this case, you will be informed via a call or topic update. Please note that cancellations are without entitlement to compensation.
- **Language** You can submit your proposal in any official EU language (project abstract/summary should however always be in English). For reasons of efficiency, we strongly advise you to use English for the entire application. If you need the call documentation in another official EU language, please submit a request within 10 days after call publication (for the contact information, see section 12).

• **Transparency** — In accordance with Article 38 of the <u>EU Financial Regulation</u>, information about EU grants awarded is published each year on the <u>Europa website</u>.

#### This includes:

- o beneficiary names
- o beneficiary addresses
- o the purpose for which the grant was awarded
- o the maximum amount awarded.

The publication can exceptionally be waived (on reasoned and duly substantiated request), if there is a risk that the disclosure could jeopardise your rights and freedoms under the EU Charter of Fundamental Rights or harm your commercial interests.

• **Data protection** — The submission of a proposal under this call involves the collection, use and processing of personal data. This data will be processed in accordance with the applicable legal framework. It will be processed solely for the purpose of evaluating your proposal, subsequent management of your grant and, if needed, programme monitoring, evaluation and communication. Details are explained in the Funding & Tenders Portal Privacy Statement.

#### Annex 1

# **Digital Europe types of action**

The Digital Europe Programme uses the following actions to implement grants:

#### **Simple Grants**

**Description:** Simple Grants (SIMPLE) are a flexible type of action used by a large variety of topics and can cover most activities. The consortium will mostly use personnel costs to implement action tasks, activities with third parties (subcontracting, financial support, purchase) are possible but should be limited.

Funding rate: 50%

**Payment model:** Prefinancing – (x) interim payment(s) – final payment

# **SME Support Actions**

**Description:** SME Support Actions (SME) are a type of action primarily consisting of activities directly aiming to support SMEs involved in building up and the deployment of the digital capacities. This type of action can also be used if SMEs need to be in the consortium and make investments to access the digital capacities.

**Funding rate:** 50% except for SMEs where a rate of 75% applies

**Payment model:** Prefinancing – (x) interim payment(s) – final payment

### **Coordination and Support Actions (CSAs)**

**Description:** Coordination and Support Actions (CSAs) are a small type of action (a typical amount of 1-2 Mio) with the primary goal to support EU policies. Activities can include coordination between different actors for accompanying measures such as standardisation, dissemination, awareness-raising and communication, networking, coordination or support services, policy dialogues and mutual learning exercises and studies, including design studies for new infrastructure and may also include complementary activities of strategic planning, networking and coordination between programmes in different countries.

Funding rate: 100%

**Payment model:** Prefinancing – (x) interim payment(s) – final payment

# **Grants for Procurement**

**Description:** Grants for Procurement (GP) are a special type of action where the main goal of the action (and thus the majority of the costs) consist of buying goods or services and/or subcontracting tasks. Contrary to the PAC Grants for Procurement (see below) there are no specific procurement rules (i.e. usual rules for purchase apply), nor is there a limit to 'contracting authorities/entities'. Personnel costs should be limited in this type of action; they are in general used to manage the grant, coordination between the beneficiaries, preparation of the procurements.

Funding rate: 50%

**Payment model:** Prefinancing - second prefinancing (to provide the necessary cashflow to finance the procurements) – payment of the balance

#### **PAC Grants for Procurement**

**Description:** PAC Grants for Procurement (PACGP) are a specific type of action for procurement in grant agreements by 'contracting authorities/entities' as defined in the EU Public Procurement Directives (Directives 2014/24/EU, 2014/25/EU and 2009/81/EC) aiming at innovative digital goods and services (i.e. novel technologies on the way to commercialisation but not yet broadly available).

**Funding rate:** 50%

**Payment model:** Prefinancing - second prefinancing (to provide the necessary cashflow to finance the procurements) – payment of the balance

#### **Grants for Financial Support**

**Description:** Grants for Financial Support (GfS) have a particular focus on cascading grants. The majority of the grant will be distributed via financial support to third parties with special provisions in the grant agreement, maximum amounts to third parties, multiple pre-financing and reporting obligations.

Annex 5 of the model grant agreements foresees specific rules for this type of action regarding conflict of interest, the principles of transparency, non-discrimination and sound financial management as well as the selection procedure and criteria.

In order to assure the co-financing obligation in the programme, the support to third parties should only cover 50% of third party costs.

**Funding rate:** 100% for the consortium, co-financing of 50% by the supported third party

**Payment model:** Prefinancing - second prefinancing (to provide the necessary cashflow to finance sub-grants) – payment of the balance

# **Lump Sum Grants**

**Description:** Lump Sum Grants (LS) reimburse a general lump sum for the entire project and the consortium as a whole. The lump sum is fixed ex-ante (at the latest at grant signature), on the basis of a methodology defined by the granting authority (either on the basis of a detailed project budget or other pre-defined parameters). The lump sum will cover all the beneficiaries' direct and indirect costs for the project. The beneficiaries do not need to report actual costs, they just need to claim the lump sum once the work is done. If the action is not properly implemented, only part of the lump sum will be paid.

**Funding rate:** 100%/50%/50% and 75% (for SMEs)

**Payment model:** Prefinancing – (x) interim payment(s)– final payment

#### Framework Partnerships (FPAs) and Specific Grants (SGAs)

# **FPAs**

**Description:** FPAs establish a long-term cooperation mechanism between the granting authority and the beneficiaries of grants. The FPA specifies the common objectives (action plan) and the procedure for awarding specific grants. The specific grants are awarded via identified beneficiary actions (with or without competition).

Funding rate: no funding for FPA

#### **SGAs**

**Description:** The SGAs are linked to an FPA and implement the action plan (or part of it). They are awarded via an invitation to submit a proposal (identified beneficiary action). The consortium composition should in principle match (meaning that only entities that are part of the FPA can participate in an SGA), but otherwise the implementation is rather flexible. FPAs and SGAs can have different coordinators; other partners of the FPA are free to participate in an SGA or not. There is no limit to the amount of SGAs signed under one FPA.

Funding rate: 50%

**Payment model:** Prefinancing – (x) interim payment(s) – final payment

#### Annex 2

# Eligibility restrictions under Articles 12(5) and (6) and 18(4) of the Digital Europe Regulation

#### Security restrictions Article 12(5) and (6)

If indicated in the Digital Europe Work Programme, and if justified for security reasons, topics can exclude the participation of legal entities *established* in a third country or DEP associated country, or established in the EU territory but *controlled* by a third country or third country legal entities (including DEP associated countries)<sup>19</sup>.

This restriction is applicable for SO1 (High Performance Computing), SO2 (Artificial Intelligence) and SO3 (Cybersecurity), but at different levels.

- In the case of SO3, the provision is implemented in the strictest way. When activated, only entities established in the EU and controlled from the EU will be able to participate; entities from associated countries (which are normally eligible) can NOT participate unless otherwise provided in the Work Programme.
- In SO1 and SO2, entities established in associated countries and entities controlled from non-EU countries may participate, if they comply with the conditions set out in the Work Programme (usually:
  - for the associated countries: be formally associated to Digital Europe Programme and receive a positive assessment by the Commission on the replies to their associated country security questionnaire.
  - for the participants: submission of a guarantee demonstrating that they have taken measures to ensure that their participation does not contravene security or EU strategic autonomy interests).

EEA countries (and participants from EEA countries) are exempted from these restrictions (and additional requirements) because EEA countries benefit from a status equivalent to the Member States.

In order to determine the ownership and control status, participants<sup>20</sup> will be required to fill in and submit a <u>declaration on ownership and control</u> as part of the proposal (and later on be requested to submit supporting documents) (see <u>Guidance on participation in DEP, HE, EDF and CEF-DIG restricted calls</u>).

In addition, where a guarantee is required, the participants will also have to fill in the <u>guarantee template</u>, approved by the competent authorities of their country of establishment, and submit it to the granting authority which will assess its validity.

The activation of these restrictions will also make a number of specific provisions in the Grant Agreement applicable, such as country restrictions for eligible costs, country restrictions for subcontracting, and special rules for implementation, exploitation of results and transfers and exclusive licensing of results.

See Article 12(5) and (6) of the Digital Europe Regulation 2021/694.

<sup>&</sup>lt;sup>20</sup> All types of participants except for entities that are validated as public bodies by the Central Validation Service.

#### Thus:

- participation in any capacity (as beneficiary, affiliated entity, associated partner, subcontractor or recipient of financial support to third parties) is also limited to entities established in and controlled from eligible countries
- project activities (included subcontracted work) must take place in eligible countries
- the Grant Agreement provides for specific IPR restrictions.

# Strategic autonomy restrictions Article 18(4)

If indicated in the Digital Europe Work Programme, calls can limit the participation to entities *established* in the EU, and/or entities established in third countries associated to the programme for EU strategic autonomy reasons<sup>21</sup>.

The application of this article will make a number of specific provisions in the Grant Agreement applicable, such as country restrictions for eligible costs, country restrictions for subcontracting, and special rules for implementation, exploitation of results and transfers and exclusive licensing of results.

**1** For more information, see <u>Guidance on participation in DEP, HE, EDF and CEF-DIG</u> restricted calls.

2

See Article 18(4) of the Digital Europe Regulation 2021/694.