



Introduction to the Legal Provisions Model Grant Agreement (MGA)

Connecting Europe Facility

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What is the grant agreement and why do you need it?

 The grant agreement is the contractual document signed with CINEA defining



YOUR RIGHTS

e.g.:

- **To receive EU funding**, under the terms and conditions defined in the grant agreement, to help you to accomplish your project
- **To own the results** of the project that you have generated
- **To ask for amendments** of the grant agreement (if something needs to be changed)



YOUR OBLIGATIONS

e.g.:

- **To implement the project** as planned in the description of the action (Annex 1 to the grant agreement)
- **Submit reports** at the time and for the periods defined in the grant agreement
- **Display the EU emblem and reference to EU funding** (e.g. information material, equipment funded by the grant);



HOW MUCH MONEY YOU CAN GET

*Overall, the Agency can never pay **more than the maximum grant amount** fixed in the grant agreement.*

***But it may pay less;** e.g. if the project costs at the end are less than budgeted*

How does the CEF grant agreement look like?



e-GRANT

The CEF grant agreement and its management are **fully electronic**. This is from the signature of the grant until its end, all actions and communications will flow via the Funding & Tenders Portal ('the Portal').



CORPORATE STRUCTURE

The CEF grant agreement is based on a **Commission-wide model** (so-called '**Corporate Model Grant Agreement**') structured in a core part and several Annexes.



SPECIFIC ANNEX 5

Some important CEF specific rights and obligations are part of this annex 5, like:

- Security (Article 13)
- IPR (Article 16)
- Communication, Dissemination and Visibility (Article 17)
- Specific rules for carrying out the action (Article 18)

Corporate structure of the CEF MGA



Core Part

Datasheet

a summary of the specific data of the grant agreement

Articles

grouped in six chapters

1. General Data
2. Participant
3. Grant
4. Reporting, payment and recoveries
5. Consequences of non-compliance, applicable law and dispute settlement forum
6. Specific rules Annex 5 & Standard time-limits after project end

- Chapter 1** – General (Articles 1-2)
- Chapter 2** – Action (Articles 3-4)
- Chapter 3** – Grant (Articles 5-6)
- Chapter 4** – Grant Implementation (Articles 7-26)
- Chapter 5** – Consequences of non-compliance (Articles 27-35)
- Chapter 6** – Final provisions (Articles 36-44)

Corporate structure of the CEF MGA



Annexes

Annex 1 - Description of the action

Annex 2 - Estimated budget for the action

Annex 2a- Additional information on unit costs and contributions (if applicable)

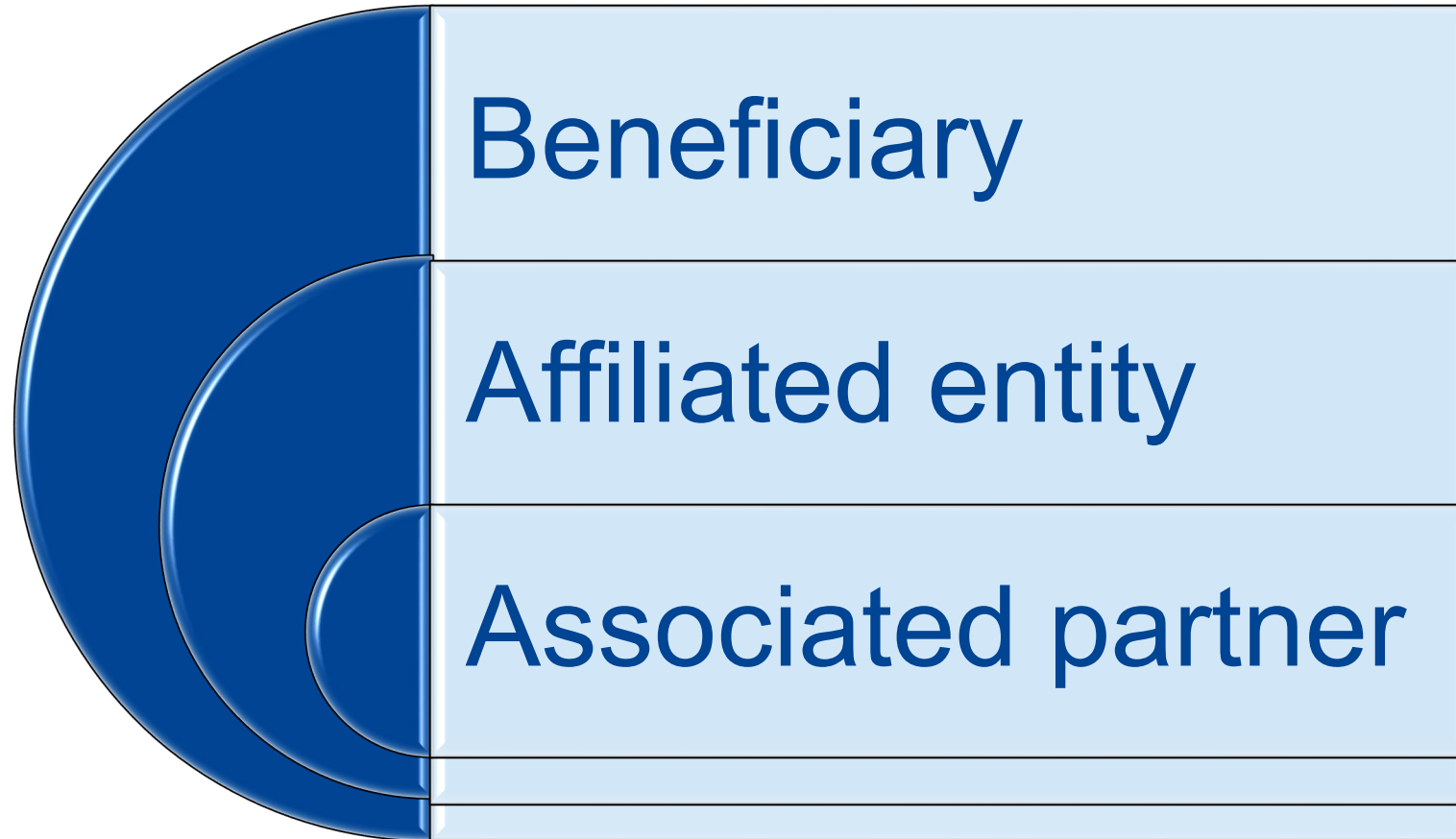
Annex 3 - Accession forms (if applicable)

Annex 3a - Declaration on joint and several liability of affiliated entities (if applicable)

Annex 4- Model for the financial statements

Annex 5- Specific rules (if applicable)

How can you participate in the grant agreement?



What does it mean if you participate as ...?

Beneficiary

Article 7 GA

- signs the Agreement and has all the rights and obligations
- If several beneficiaries, **it is mandatory to designate a coordinator.**
- The beneficiaries which are not coordinator must accede to the grant by **signing the accession form (see Annex 3)** directly in the Portal, within 30 days after the entry into force of the Agreement

The consortium agreement is mandatory, if required in the call

Affiliated entity

Article 8 GA

- must implement the action tasks attributed to them in Annex I and can declare costs under the same conditions as the beneficiaries
- must 'a link with the beneficiary, in particular a legal or capital link' (Article 187 (1)(b) of the EU Financial Regulation)
- must satisfy the eligibility criteria (call text) and do not fall in one of the exclusion criteria (call text).

The beneficiaries must ensure that **all their obligations** under the GA also apply to their affiliated entities

Associated partner

Article 9.1 GA

- must implement the action tasks attributed to them in Annex 1;
- may not charge costs to the action and the costs for their tasks are not eligible (may not be included in the estimated budget in Annex 2).
- The beneficiaries must ensure that the obligations listed in Article 9.1 apply to the associated partners
- Associated partners may be linked to a beneficiary or to the consortium

Internal roles and responsibilities of the beneficiaries

Role of the coordinator

- Monitor that the action is implemented properly
- Acts as the intermediary for all communications:
 - submit the prefinancing guarantees,
 - request and review any documents required and verify the quality and completeness;
 - submit the deliverables and reports to CINEA,
 - inform CINEA about the payments made (report on the distribution of payments)
- Distribute the payments received from CINEA to the other beneficiaries **without unjustified delay**

Responsibility of each beneficiary

- keep information stored in the **Portal Participant Register** up to date (Article 19)
- inform CINEA (& the other beneficiaries) **immediately** of any events/circumstances likely to affect significantly/delay the implementation of the action
- **Submit to the coordinator in good time** the prefinancing guarantee; financial statement, CFS; the contribution to the deliverables and technical reports; any other documents and information required by CINEA
- **Submit via the Portal** data and information related to the participation of their affiliated entities

What are the payments arrangements?

(call text + Article 22 GA + datasheet point 4.2)

All payments will be made to the coordinator.

1. Prefinancing payment

- is paid within 30 days upon the entry into force of the agreement/ receipt of the financial guarantee (if required)

2. Interim payments (Interim payment ceiling : 90% of the maximum grant amount)

- an interim payment reimburses the eligible costs claimed for the reporting period and is subject to the approval of the period report
- is paid within 90 days from receiving the periodic report

3. Payment of the balance/ Calculation of the grant amount (no-profit rule)

- the final payment (payment of the balance) reimburses the remaining part of the eligible costs claimed for the implementation of the action
- is paid within 90 days from receiving the periodic report

What are the reporting requirements?

(Article 21+ datasheet point 4.2)

Reporting Periods :

- Action duration is divided into one or more reporting periods, which will serve as basis for reporting requirements

Language of the report : **Language of the Agreement** (i.e. English)

Continuous Reporting :

- Report on the progress of the action (e.g. **deliverables, milestones**, etc if any), in the Portal Continuous Reporting tool. Standardised deliverables (e.g. progress reports not linked to payments) must be submitted using the templates published on the Portal.

Periodic Reports (including for the last reporting period):

- To be submitted **60 days after the end of the reporting period**;
- they include a technical and financial part (financial statements, use of resources, CFS if required).

Suspension (Article 31), Termination (Article 32), Reduction of the grant amount (Article 28)

- Beneficiaries **may suspend the action** in exceptional circumstances that make implementation impossible or excessively difficult. (e.g. force majeure) or **terminate the action** in duly justified cases - **new procedure: via a request for amendment** (see Article 39)
- The Agency **may suspend, terminate the grant agreement** or **reduce the grant amount** for instance for:
 - Substantial errors, irregularities or fraud
 - Serious breach of obligations under the grant agreement or during its award ((including improper implementation of the action, non-compliance with the call conditions, submission of false information, failure to provide required information)
 - **Additional grounds: due to major delays, the objectives of the action risk to no longer be achieved**

Amendments (Article 39 GA)

- Should not have the purpose or the effect of making changes which would call into question the award of the grant or breach the principle of equal treatment of applicants
- Request for amendment must be submitted and signed directly in the Portal Amendment tool and must include reasons why and the appropriate supporting documents
- Amendment must be signed **within 45 days** of receiving the request or additional information requested;
- Disagreement must be formally notify within the same deadline

Communication, dissemination and visibility

(Article 17 and Annex 5)

The beneficiaries must engage in the **communication and dissemination activities** such as:

- present the project (including project summary, coordinator contact details, list of participants, European flag and funding statement and project results) on the beneficiaries' websites or social media accounts
- for actions involving equipment, infrastructure or works, display public plaques or billboards as soon as the work on the action starts and a permanent commemorative plaque once it is finished, with the European flag and funding statement
- upload the public project results to the CEF Project Results platform, available through the Funding & Tenders Portal.

Visibility : the beneficiaries must acknowledge EU support and display the European flag (emblem) and funding statement (translated into local languages, where appropriate):

Thank you

Disclaimer

This presentation is for information only and does not provide an exhaustive list of contractual obligations of beneficiaries nor of the mechanisms in place for monitoring the co-financed actions. It has no legal value and shall not bind on either the CINEA or the Commission under any circumstances. The terms and conditions of signed grant agreements shall prevail on any different information.