

**SZÉCHENYI**  2020



European Union



MINISTRY FOR  
NATIONAL ECONOMY

# Double challenge in Hungary

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**Budapest, 23 April 2015**

# Content of the presentation

## Closure of EDOP (2007-13)

1. Results
  - Non-refundable programmes
  - Financial instruments
2. Audit experiences

## Launching of new OP – EDIOP (2014-20)

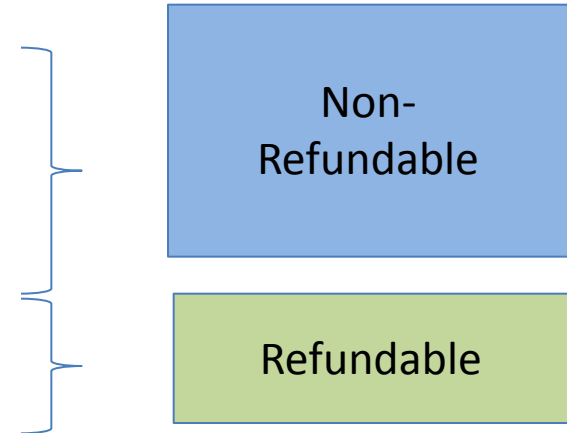
1. Milestones
2. Hungarian OP structure
3. Institutional changes
4. Economic Development and Innovation OP
5. Main changes

# Closure of the Economic Development Operational Program 2007-2013

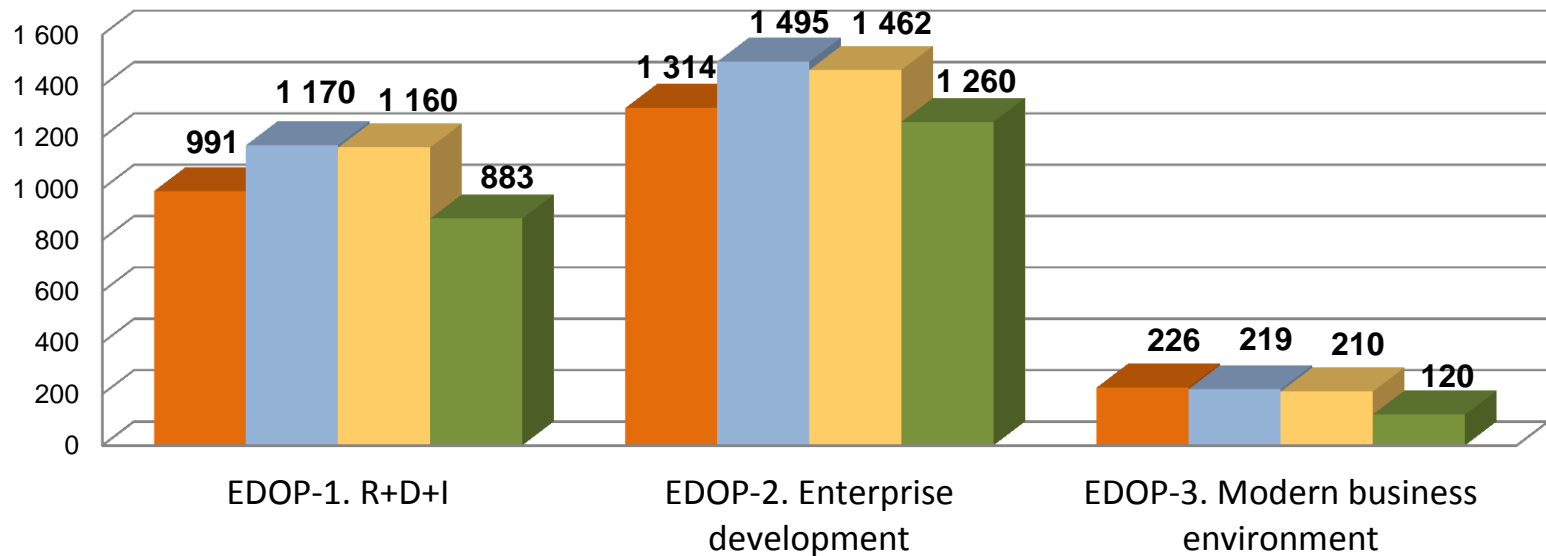
## Structure of EDOP 2007-2013

### Priorities:

- R&D&I
- Enterprise development
- Modern business environment
- Financial instruments (JEREMIE)

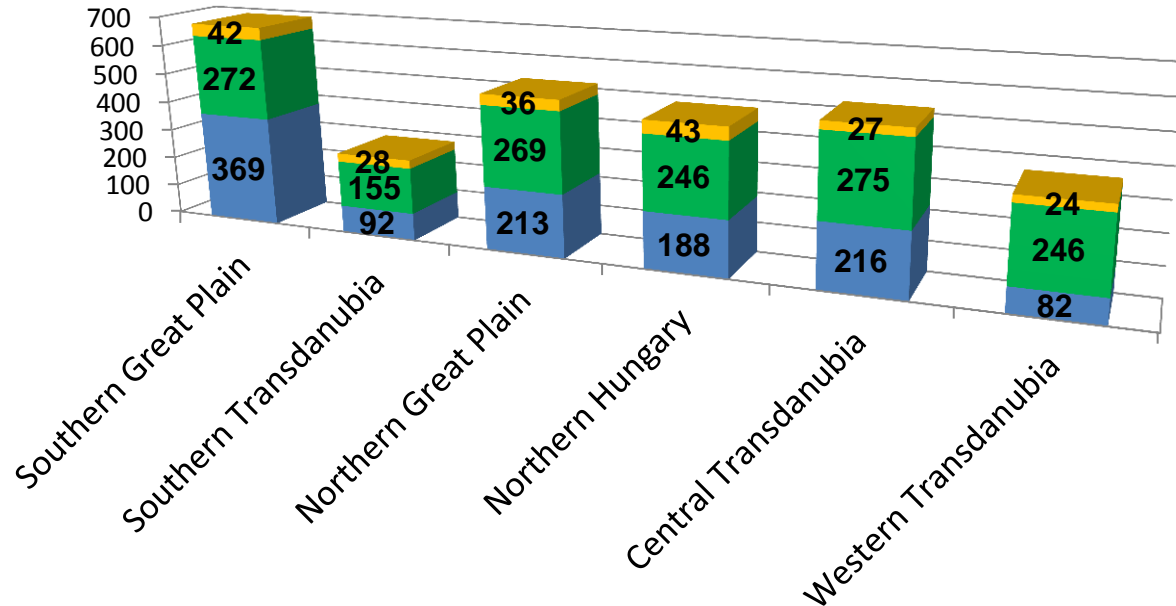


# EDOP 2007-2013 Priority axis 1-3. (in million EUR)



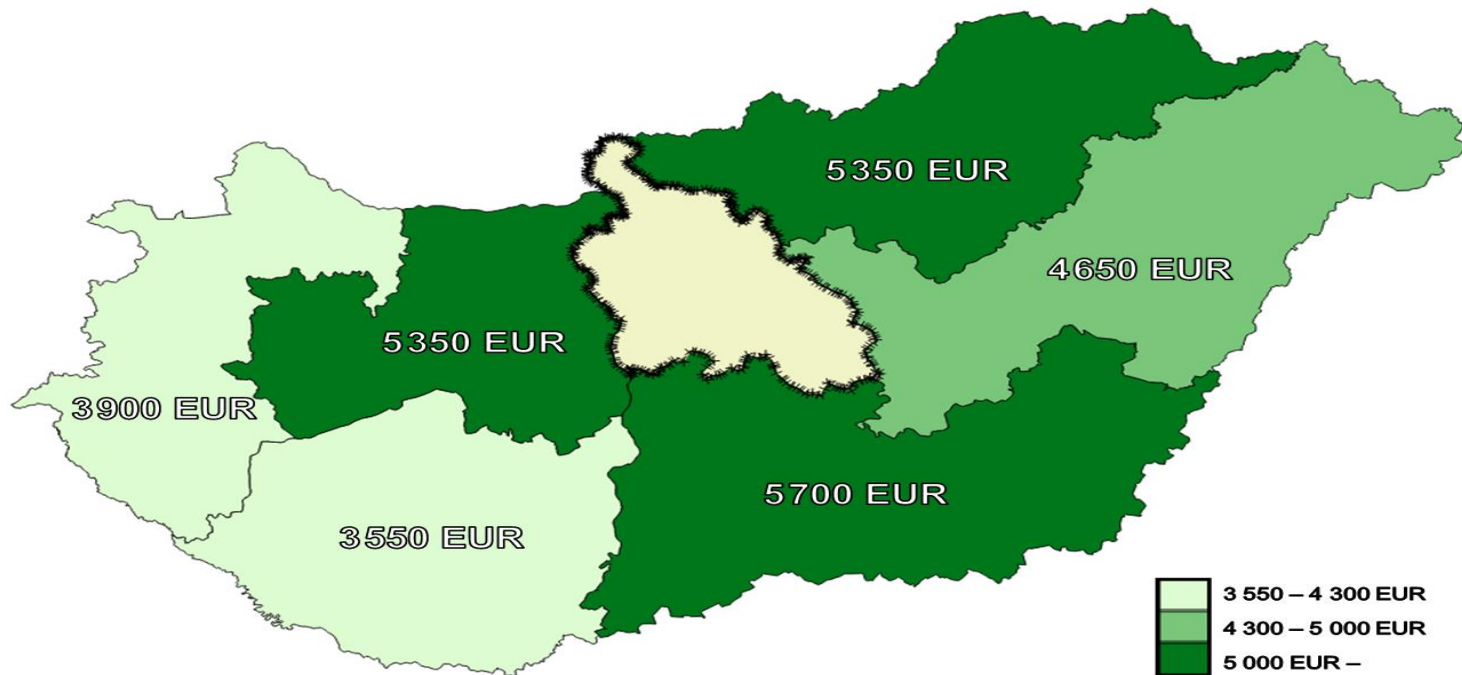
■ Total budget ■ Committed amount ■ Contracted amount ■ Paid amount

# Regional distribution of the supported projects EDOP 2007-2013 Priority 1-3 (in million EUR)\*



■ EDOP-1. R+D+I ■ EDOP-2. Enterprise development ■ EDOP-3. Modern business environment

# Regional distribution of payment to beneficiaries per enterprise, EDOP 2007-2013 Priority 1-3 (EUR/enterprise)



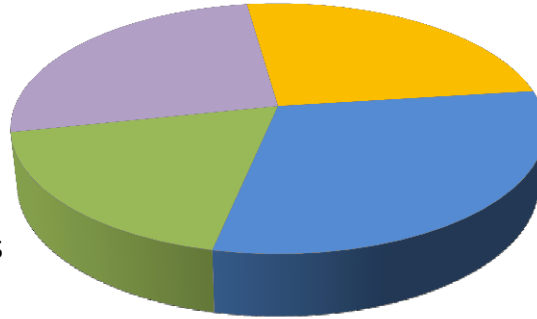
# Supported projects according to the size of the beneficiaries EDOP 2007-2013 Priority axis 1-3 (in million EUR)\*

Large enterprises  
26%  
734 million EUR

Micro enterprises  
25%  
709 million EUR

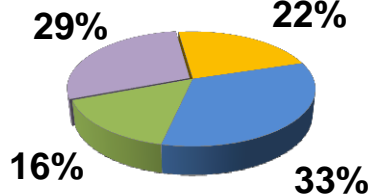
Medium enterprises  
18%  
517 million EUR

Small enterprises  
30%  
852 million EUR

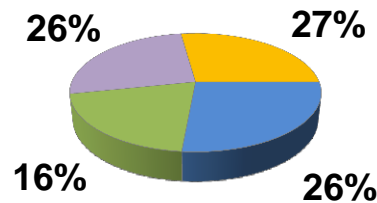


■ Micro enterprises 
 ■ Small enterprises 
 ■ Medium enterprises 
 ■ Large enterprises

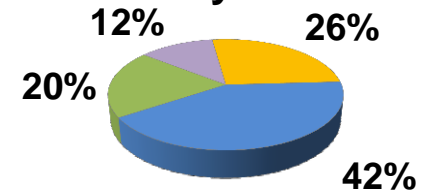
## Priority axis 1



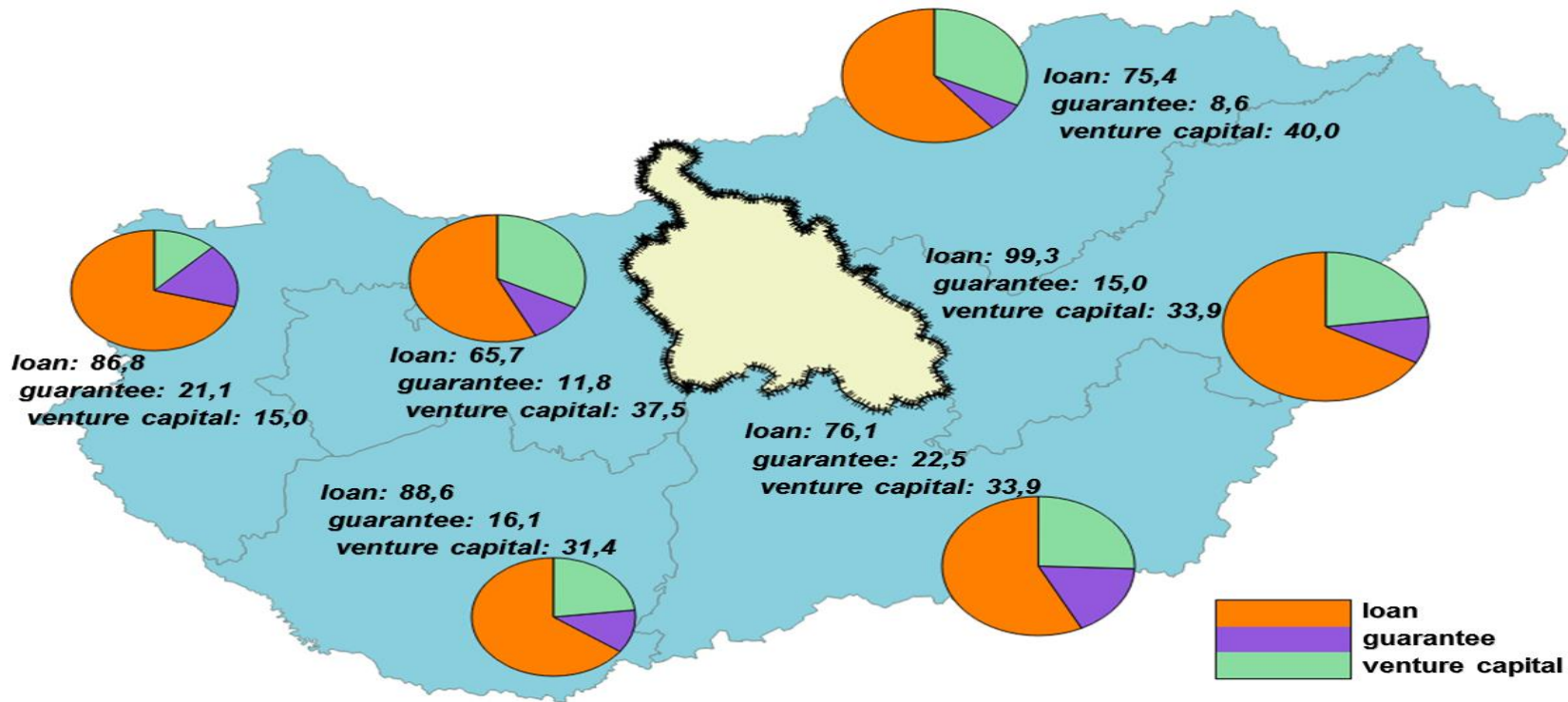
## Priority axis 2



## Priority axis 3



# EDOP 2007-2013 Priority 4. (Financial instruments) : Payment to final beneficiaries (million EUR)





# Experience on audit processes (2007-13)– 2/1

Audit Authorities in Hungary	Audit Authorities of the EU
Government Control Office Hungarian State Treasury State Audit Office of Hungary Directorate General for Audit of European Funds (EUTAF)	EUB European Court of Auditors European Anti-fraud Office

Difference between the operation of the authorities:

- Duration of the audit
- Frequency of the audit
- Number of audited projects
- Deadline of responding to audit report
- Consultation process

# Experience on audit processes (2007-13) – 2/2

## Main areas audited by the authorities:

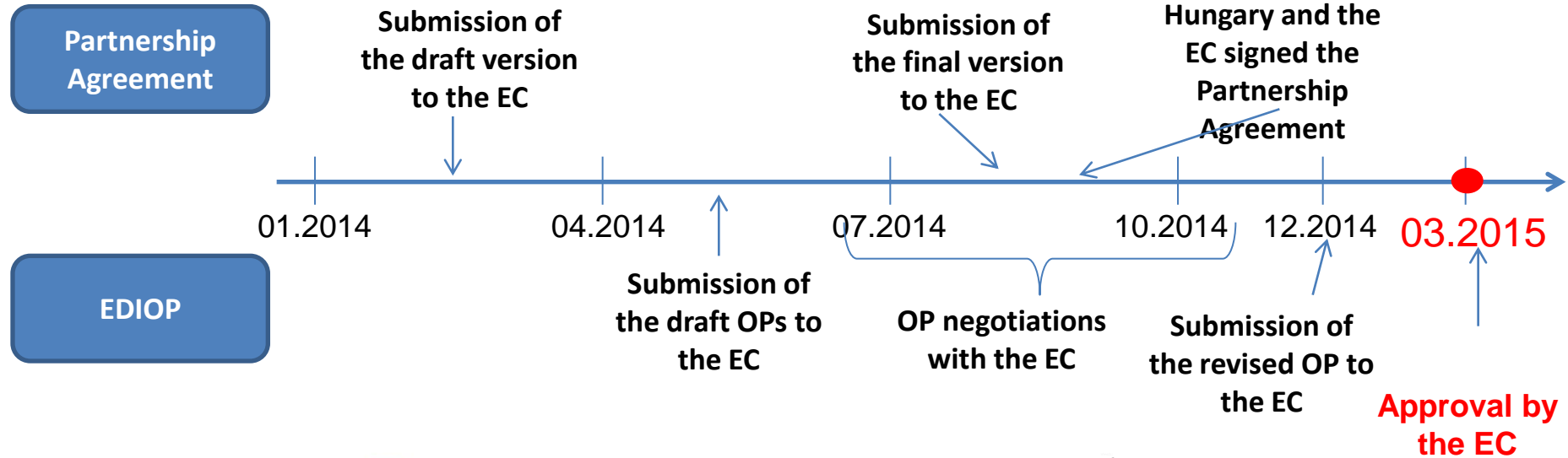
- Research, Development and Innovation
- Project selection process
- Financial instruments

## Utilisation of audit experience:

- Approving and strengthening R&D&I best practices
- Market price
- Personnel costs
- Increased number of on-the-spot audits
- Internal training
- Defining conditions for the calls for proposals

# Launching of the New Programme - Milestones

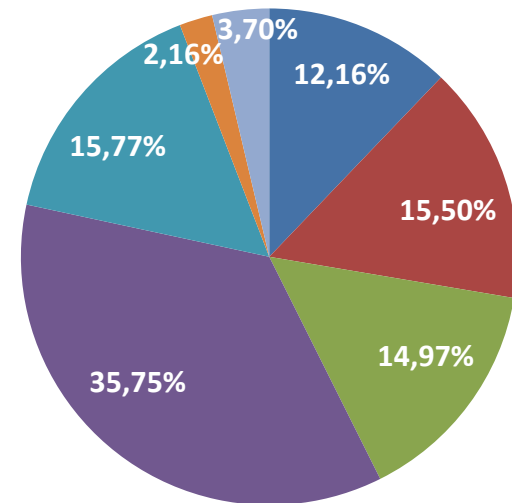
Partnership Agreement was approved by the EC on 29. 08. 2014.  
Officially signed on 11.09.2014 in Budapest



# Launching of the New Programme – Hungarian OPs 2014-2020

## ERDF and ESF OPs and financial allocation:

- **Economic Development and Innovation OP (GINOP)**
  - Territorial OP (TOP)
  - **Competitive Central-Hungary OP (VEKOP)**
  - Human Resources Development OP (EFOP)
  - Environment and Energy Efficiency OP (KEHOP)
  - Integrated Transport OP (IKOP)
  - Public Administration and Services OP (KÖFOP)
  - +
  - OP for Supporting Socially Disadvantaged Persons
- 
- Rural Development Programme (financed by EAFRD)
  - Hungarian Fisheries OP (financed by EMFF)



■ EFOP ■ IKOP ■ KEHOP ■ GINOP  
■ TOP ■ VEKOP ■ KÖFOP

**Economic development:  
60% of the total budget**

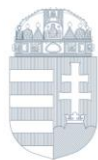
# Institutional background

## NEW INSTITUTIONAL BACKGROUND FROM 15 APRIL 2014

EDOP Intermediary Body



Hungarian Economic Development Centre



National  
Development  
Agency

EDOP Managing Authority



MINISTRY  
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# Concentrated economic development instead of fragmented sources

## Economic Development Operational Programme

R&D and innovation for competitiveness

Complex development of enterprises (focusing on SMEs)

**2014**

Improvement of modern business environment

Financial instruments

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## Economic Development and Innovation Operational Programme

1. Increasing the competitiveness and productivity of SMEs

2. Research, technological development and innovation

3. ICT developments

4. Energy

5. Employment

6. Competitive labour force

7. Tourism

8. Financial instruments

Regional Operational Programmes (business infrastructure)

Regional Operational Programmes (tourism)

Environment and Energy OP

- Energy efficiency

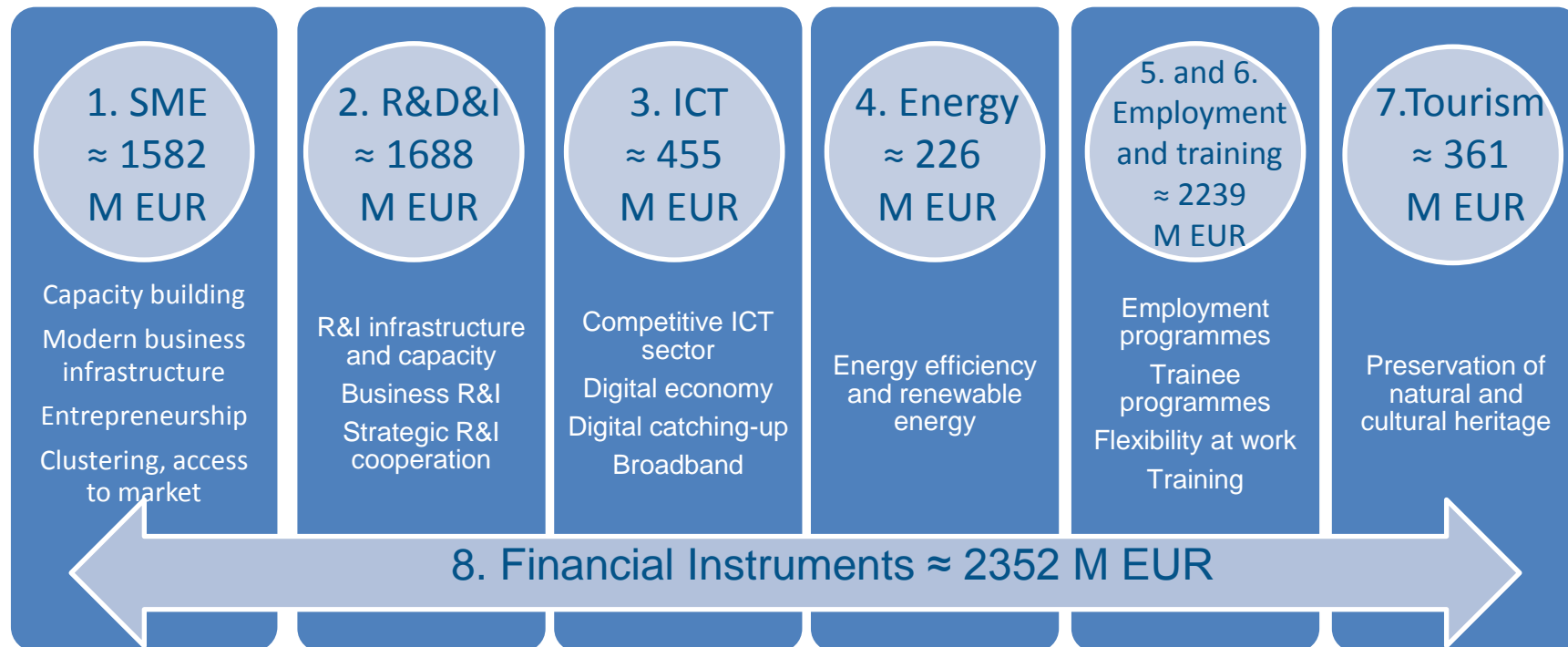
Social Renewal OP

- Employment
- Competitive labour force

Social Infrastructure OP

- R&D&I infrastructure at universities

# Launching of the New Programme - Priorities



# Launching of the New Programme – Main changes

- No fragmented economic development programmes;
- Economy and enterprise development is in the focus (60%);
- Focusing on SME development (manufacturing sector);
- Investment in less developed areas (Special Enterprise Zone);
- Almost 1700 m EUR for R&D&I (double amount compared to 2007-13);
- ESF sources integrated into the competitiveness OP;
- Largest priority for Financial Instruments in the EU28;
- Separated ICT priority;
- Reducing bureaucracy: - E-administration  
- Simplified procedures







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and Investment Funds



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**Thank you for your kind attention!**

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