

How to improve the SCF proposal?

- **Funding:** deleting the ETS2 is not an option
 - **Co-financing:** ETS1, additional national budgets
- **Social Climate Plans are cornerstone** of the proposal, but need to be broadened
 - Cover **all of ETS2 revenues**
 - Plan to eradicate **energy and mobility poverty**
- **Eligible projects:**
 - **Direct income support** vs. investments
 - **Fossil fuel exclusion**

Funding of SCF

ETS2 needed for annual floor budget

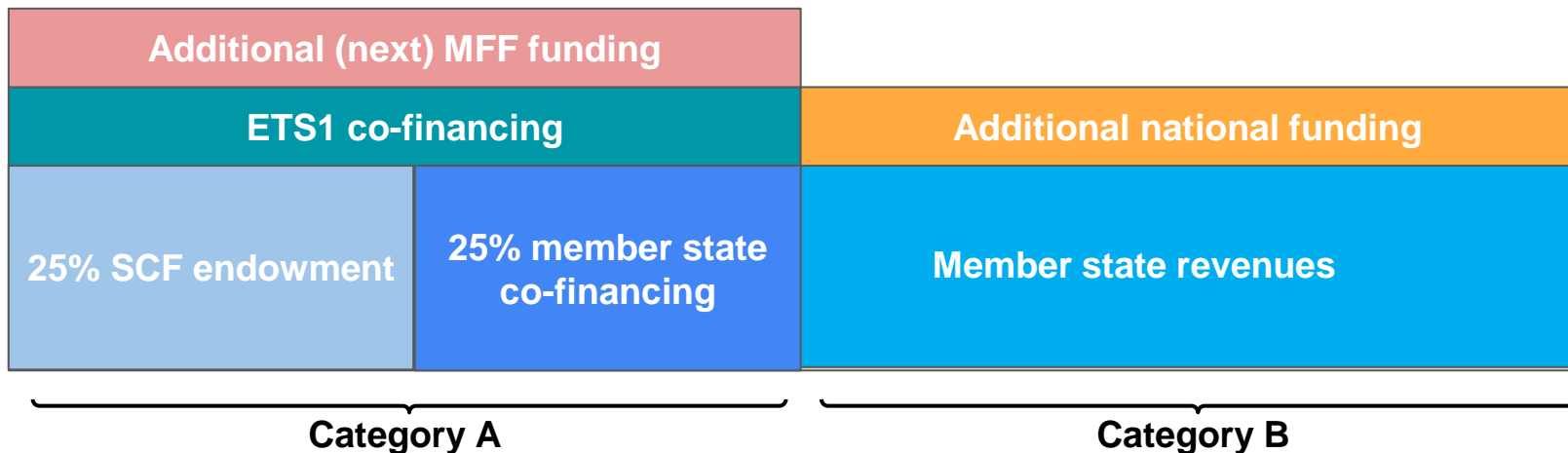
ETS1 co-financing to scale-up SCF:

- **30% of buildings** emissions already included
- **Electricity generation** with impact on energy bills already include
- More and more buildings and cars under ETS1 due to **electrification**
- ETS1 **free allocation** puts inter-societal and -sectoral fairness Green Deal at risk

Use Social Climate Plans as lever for additional national funding

- **More national funding** for e.g. renovations and public transport needed
- Targets and measures towards **eradicating energy and mobility poverty**

Size and EU scrutiny of SCF



- Full EC scrutiny
- If not in line: no money available

- EC scrutiny (recommendations, name and share, best practices)
- But: EU cannot withhold money