

Smart Cities Marketplace

1st Info Session 2024

How to apply for the SCM matchmaking services



Means, pace and scale of the transition



The **EU Green Deal** set the goal of making of Europe the first climate neutral continent by 2050

- Binding climate targets
- Investments
- Attention to ensure that the process benefits all parts of society and supports the citizens and territories most exposed to the costs of decarbonisation (Just transition)

Companies and cities are adapting to reduce climate risk...

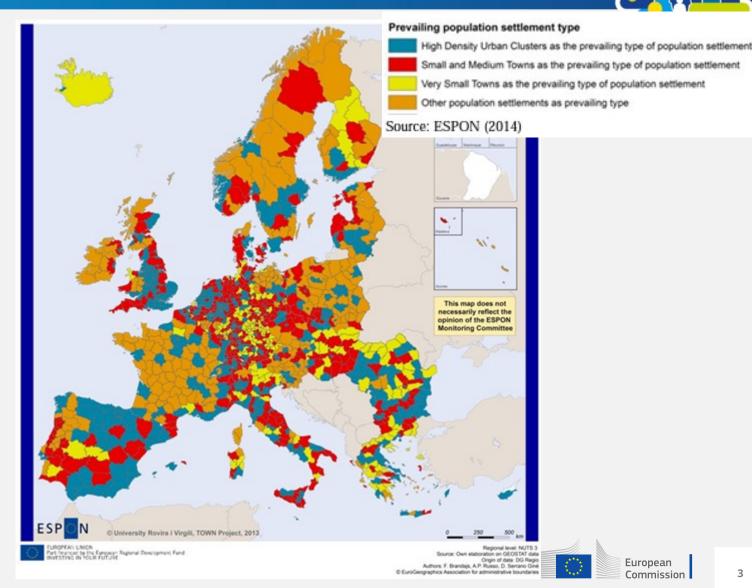
...but the pace and scale of adaptation need to significantly increase.



Focusing on cities makes sense



- **4%** of the EU's land area
- home to 75% of EU citizens
 - 66% of EU citizens reside in areas with < 500k inhab.
 - **43%** of EU citizens reside in areas between 5k and 50k inhab (ESPON, 2014).
- consume over **65%** of the world's energy and
- account for more than **70%** of global CO₂ emissions

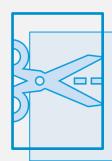


Main barriers to climate neutrality





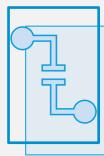
Lack of funding / financing schemes



Fragmentation of responsibilities



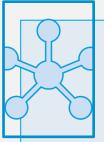
Lack of human resources or skills



Disconnection strategy – actions



Lack of knowledge about the "right" solutions



Lack of cooperation with private sector

Enabling cities to act means



- 'Mobilising resources': own financial resources + access to external funding and financing.
- 'Legal': decision-making power and competences / capacities in a multi-level government system.
- 'Mobilising people': collaboration capacities (local players, and neighbouring municipalities fighting similar issues).
- 'Punching above their weight': local leadership and agile local administrations.
- 'Navigating under uncertainty': adaptation capacities related to knowledge and the willingness to change.



WHY is the EC Smart Cities Marketplace a resource for cities, city-led consortia, and investors?



IT INFORMS

 EU local communities – particularly from small and mid-sized cities (≤100,000 inhabitants) – on how to become climate-neutral, sustainable and inclusive

IT SUPPORTS AND ACCELERATES

- the identification and shaping of smart city projects to develop or invest into
- their replication and scale up

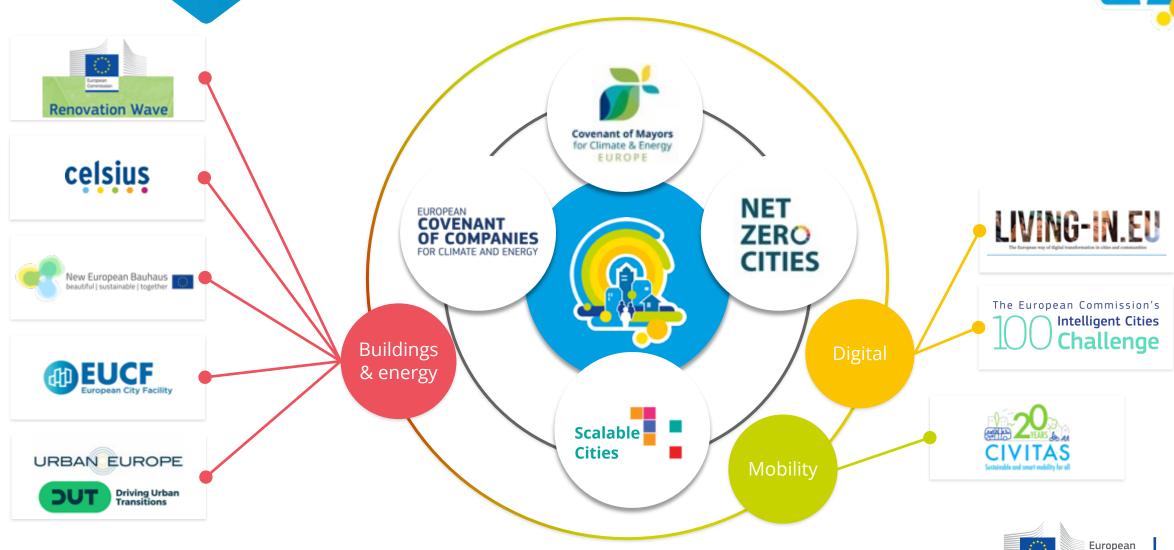
MAIN THEMATIC FOCUS

- Clean energy
- Sustainable mobility
- ICT solutions for climate neutrality



The Smart Cities Marketplace is **COMPLEMENTARY**





WHAT are its KEY COMPONENTS?





A repository of
EU climateneutral and Smart
City projects



A hub for those who wish to bring climate-neutral and smart city solutions/projects to the market



A matchmaking process to enable investment in smart, sustainable and inclusive projects



A **forum** for knowledge exchange in dedicated Focus & Discussion groups



...and an expanding INVESTOR NETWORK







































...and expanding!



WHAT type of support is provided?

 ACCELERATE the implementation of projects aiming at making your city climate neutral access to funding and financing opportunities

- O BENEFIT from free-ofcharge (financial, technical and governance) assistance
- RECEIVE personalised project support according to your interests and availability
- GAIN facilitated

- O JOIN networking sessions with cities, technical providers, and other key players with interest in codeveloping projects in the areas of clean energy, sustainable mobility and ICTs
- MEET with investors to pitch and improve a project, get feedback, and build relationships for future investments



WHAT services are offered?





Matchmaking events

Online or in-person events where cities, consortia, and investors can learn about participating in projects that make cities smarter and more sustainable.



Financing masterclasses

Hands-on guidance on how to improve the maturity of a project idea focusing on aspects like value for money, affordability, and bankability



Thematic Webinars

Real examples of best practice, latest trends, guidance for developing, investing in, replicating, or scaling up projects



1-to-1 consultancy services (technical, financial, legal, engagement)

Tailored team of experts supporting a city or a city-led consortium in addressing the legal, technical, financial and governance-related gaps of a smart city project.



Peer-to-peer exchanges

Personalised meetings to enhance smart city and sustainable projects by enabling concrete learning from stakeholders that have already implemented similar activities.



Deal meetings with investors

Facilitated meeting between a city or consortium with interested investors to explore avenues for securing funds or financing for a mature project.



An example: From National Strategy to Local **Action** (POLAND – Hydrogen generation and use)



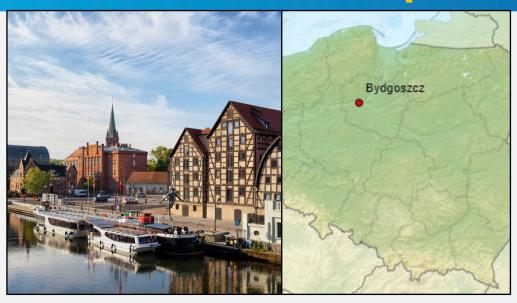
2030 Polish Hydrogen Strategy, includes...

by 2030:

- 800-1,000 hydrogen buses
- Min. 32 hydrogen refueling stations in agglomerations and densely populated areas



Covenant of Mayors signatory > EUCF >> Smart Cities Marketplace >>> Investment



- **Bydgoszcz, POLAND:** 100.000-300.000 inhab.
- **GOAL:** Produce solar energy from 10 rooftop PV farms combined with hydrogen hydrolysis for one location to obtain "green hydrogen" as a low-cost energy carrier for public transportation (16 busses).
- INVESTMENT VOLUME: about €52M
- ENERGY GENERATION: 31GWh/y
- TARGET EMISSION REDUCTION: -21 678 tCO2
- CURRENT NEEDS: identification of different technologies, advantages/disadvantages. + Best practices + financing options (European funding and loans) for implementation of the demonstration project



Technical assistance agreement for City of Bydgoszcz, Poland for the project Investment concept for PV with hydrogen generation and use



Some statistics...



130+
Bankable project
proposals
received

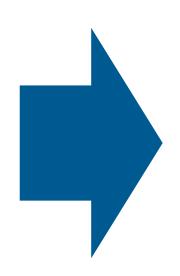
€ 668
million
Bankable project
proposals received

WHO can apply and HOW?



 Cities and city-led consortia from EU Member States

 Businesses, SMEs, and project developers encouraged to contact the relevant city administration(s) to see if a consortium can be formed



Investors

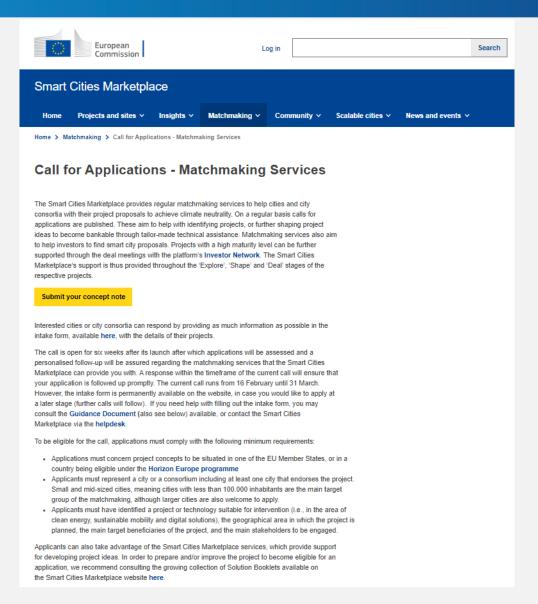
SCAN ME NOW!



HOW to benefit?



Fill in the <u>application</u> form.



HOW CAN YOU APPLY?



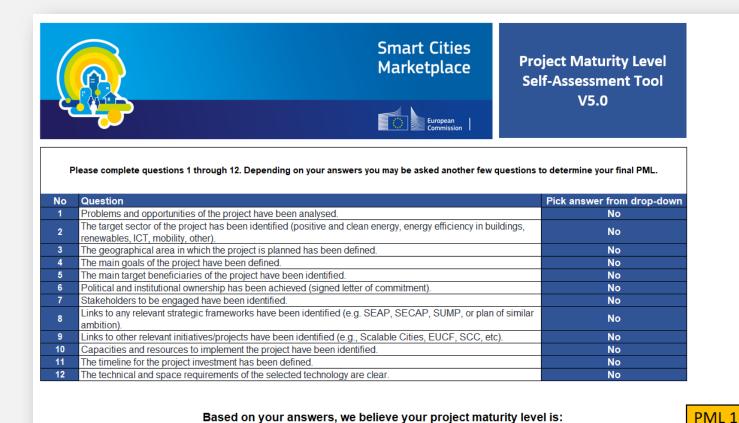
- Identify yourselves
- Describe your project idea
- Indicate geographical area of implementation and investment sector
- Indicate main stakeholders involved and target beneficiaries
- Link to strategic frameworks / initiatives
- Signed letter of commitment from city representative
- Self-assess the maturity level of your project idea

HOW CAN YOU APPLY?



Online Project Maturity Level (PML) Self-assessment tool

- 6 PMLs
- Downloadable .xls
- NB: Remember to enable macros!



European Commission

HOW CAN YOU APPLY?



+ Add (if available):

- Investment details (funding, financing, business model)
- Estimated costs (CAPEX, OPEX) and revenues
- Economic viability
- Expected impacts
- Potential for replicability and / or scalability
- Risks and mitigation measures
- Investment roadmap (technical assistance required)

...and if you need HELP for your application?



Guidance document

Smart Cities Marketplace

Smart Cities Marketplace

Smart Cities Marketplace

Why apply?

'Engage, Explore, Shape, and Deal'

The Smart Cities Marketplace offers matchmaking services for cities and city consortia who want to participate in the green transition in various stages of the project preparation. Likewise, matchmaking services aim to help investors find smart city proposals.

By responding to the call for applications and filling out the intake form available on the Smart Cities Marketplace website ('Engage'), cities and city-led consortia secure an opportunity to get tailored support. This support can vary from identifying potential project ideas in the area of choice ('Explore'), to providing targeted technical assistance to make their projects bankable ('Shape') and be matched with suitable investors ('Deal').

Who can apply?

The Smart Cities Marketplace matchmaking services are available for all EU cities and city consortia with a focus on small and mid-sized cities, meaning cities with less than 100.000 inhabitants, although also larger cities are welcome to apply.

Businesses, SMEs, and project developers who are interested in implementing projects at the city level are encouraged to contact the relevant city administration(s) to see if a consortium can be formed.

The matchmaking services are designed to support project concepts in the areas of clean energy, sustainable urban mobility and digital solutions, to accelerate their transition towards climate neutrality.

How to apply

When submitting an application, applicants will be asked to identify themselves, describe their project idea, indicate the geographical area where the project will be implemented, the main stakeholders involved and target beneficiaries. In addition, they will have to self-assess the maturity level of their project. Accurately assessing a project's maturity level is important to ensure that relevant matchmaking services can be provided. To determine the Project Maturity Level (PML) of your project, a user-friendly online self-assessment tool is available here.

To be eligible the submitted applications should complete all the compulsory parts of the intake form. If needed, additional documents should be uploaded.

The intake form is available in all EU official languages. Please note that the working language of the Smart Cities Marketplace is English, therefore the assessment of applications received in other

Smart Cities Marketplace Call for applications

languages may require additional time. The Smart Cities Marketplace is not responsible for issues or misunderstandings arising from the quality of the translation.

Cities or city consortia are welcome to submit any questions they may have regarding the application process via the helpdesk.

SELECTION CRITERIA AND ASSESSMENT PROCEDURE

The call for applications aims to identify those projects that would benefit most from an individualised approach. Applications that show a high maturity level (PML 6) corresponding to investment-grade status, as defined through the <u>Project Maturity Level self-assessment tool</u>, could be evaluated to benefit from a fast-track procedure and immediately join the "Deal" activities.

The assessment will mainly check eligibility and project maturity. Besides that, there might be specific reasons why an application is not accepted, e.g., incorrect self-assessment of the PML, lack of sufficient data in the intake form, etc. The applicant will be informed by the matchmaking team about the project's shortcomings and be re-directed to ensure that a potential follow-up application can be accepted and will also be provided with alternative solutions, such as attending the variety of activities offered to help cities and city consortia further develop their project ideas.

Eligibility

In case of missing documents or information, the matchmaking team contacts the applicant by email, asking for more information within 10 working days. If after that period the information is still incomplete or missing, the application is considered ineligible, and the applicant is informed accordingly and invited to reasolv.

Project maturity

The project maturity is assessed based on six possible levels. Depending on the PML resulting from the self-assessment made by the applicant, as verified by the matchmaking team, applications are processed as described below.

PML The outcome of the assessment

- 1 The applicant is informed about the gaps in the project concept and guided to the "Explore" phase. The applicant is invited to resubmit once the project maturity level has increased, to follow the next steps of the matchmaking services.
- 1-2 The applicant is informed about the opportunities to benefit from selected matchmaking services, which do not yet include 1-to-1 consultancy services.
- 3-5 The applicant is informed about the opportunities to benefit from all the relevant matchmaking services, including applying for the 1-to-1 consultancy services.
- 6 The application is invited to the fast track to the deal meetings.

 $\label{thm:model} \mbox{More details about the PML are provided under the description of the application process.}$

APPLICATION PROCESS

The application form is available on the Smart Cities Marketplace website here.

Which information has to be provided in the application form?

The application is done through an online intake form, which applicants are invited to fill out to the extent possible. The intake form covers the following items:

Organisation information

2

Smart Cities Marketplace

Call for applications

- Contact person
- Project description
 Investment sector targeted
- Investment sector targ
- Investment details
- Estimated costs and revenues
- Economic viability
- Potential for replicability and / or upscaling
- Risk and mitigation measures
 Investment roadmap.

The relevant parts of the intake form are displayed online depending on the self-assessed project maturity level (PML), as determined through the <u>online PML self-assessment tool</u>, it is therefore recommended to use the tool when requested in the intake form, in order to have the PML information available when needed for completing the application.

How should the project maturity level (PML) be self-assessed?

The PML is divided into six levels, ranging from an identified project that is suitable for intervention but is still in need of support to further develop the project tides, to a project that is clearly and thoroughly documented to be considered mature and documented clearly and thoroughly to be fruitfully suggisted documented to be considered mature and documented clearly and thoroughly to be fruitfully suggisted by interested investors. To help applicants better understand and self-assess the level of maturity of their project more the Search Cliffs. Maid ratingle has developed a similar polinies will sessore mature.

Figure 1 Project Maturity Lev

Project Maturity Level		
PROJECT MATURITY LEVEL (PML) Please self-of the level that you bit his in more adequate considering the analysis of your project (Through antime self-assessment tool being developed)		PML 1 – Potential project identified (project or technology apparently suitable for intervention)
	П	PML 2 - Project potential quantified (via audit, study, benchmarking, etc)
		PML 3 - Project investment estimated, and suitable business models identified
		PML 4 – Technical project and business cas developed
		PML 5 - Investment-Ready (Business case and tender model confirmed)
		PML 6 – Investment offer or tendering requirements created (ready to sign or launch tender)

Why do you need to add investment details?

The matchmaking aims to meet the requirements of the project and helps to gain an understanding of the envisaged project size and the depth of the preparation to better essess the type of support needed and already investigate potential matches with investor, in the 'Deal' phase, the investment details provide investors with insights into the possible performance, operations, cash flow, and overall conditions, and ensures that they can make informed decisions about their investments.

How should impact be calculated

The impacts of the project must be assessed by the applicants, e.g., in terms of energy savings, avoided emissions, energy production, jobs created, etc.

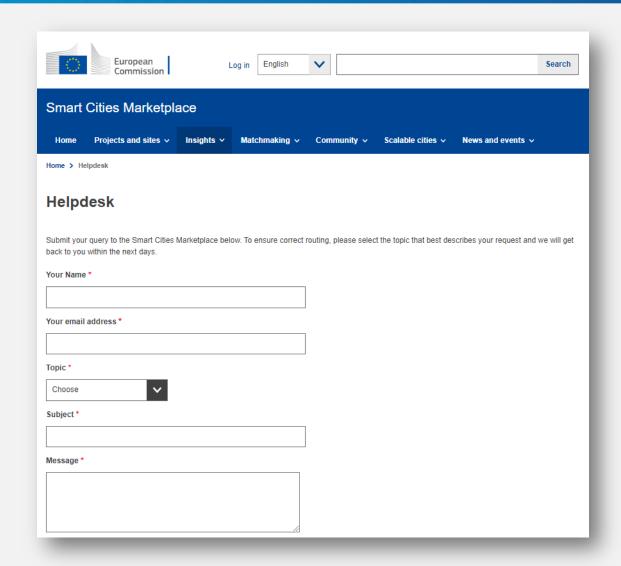
3



...and if you need HELP for your application?



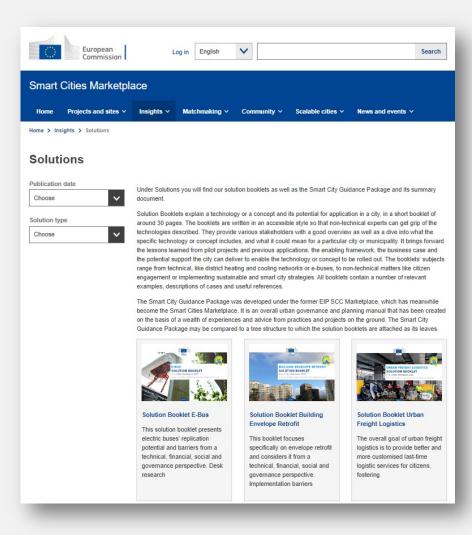
Helpdesk



...and if you need HELP for your application?



Solution Booklets





Solution Booklet Why Circular Cities?

A circular economy is an economic system that decouples economic growth from the consumption of finite natural resources. In a



Smart Cities Guidance Package Summary

This document aims to help fast-tracking financially viable smart climate-neutral urban projects in an integrated and inclusive way. It provides



Solution Booklet Batteries and PV

The overall goal of the transition in the electricity system is to increase the share of renewable energy sources in



Solution Booklet Building

Solar panels based on PV technology are well-known, easily applied and scalable to the energy needs, at least within the



Solution Booklet Citizen Engagement

Cities around the world are looking for ways to address the true needs of their citizens, with a deep level



Solution Booklet Dist Heating and Cooling

Half of the energy consumed in Europe is used for heating and cooling, and 75% of this energy is still



Solution Booklet Electric Vehicles & the Grid

Electric Vehicles (EVs) have been actively promoted on the European market since nearly a decade. The first Tesla appeared on



Solution Booklet Energy Communities

Energy Communities are a new cooperation concept in the energy market, introduced by the EU Clean Energy Package. They provide



Solution Booklet From

This solution booklet provides a roadmap on how to go from a smart and sustainable city project idea to implementation



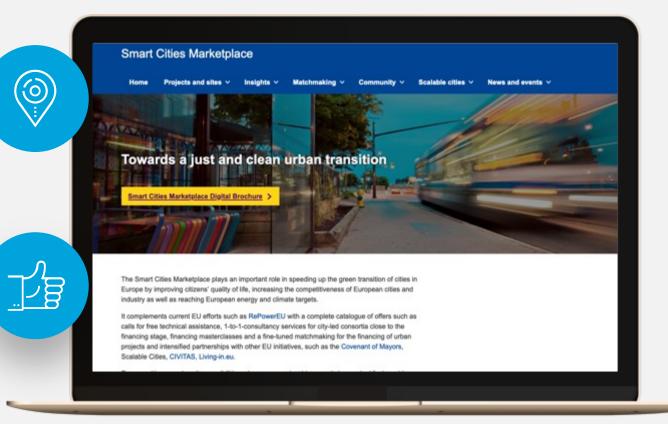
Q&A Session





Find use cases from more than 80 successful European climate-neutral and Smart City projects implemented in both small and medium-sized towns and in metropolitan areas such as London, Barcelona and Vienna.

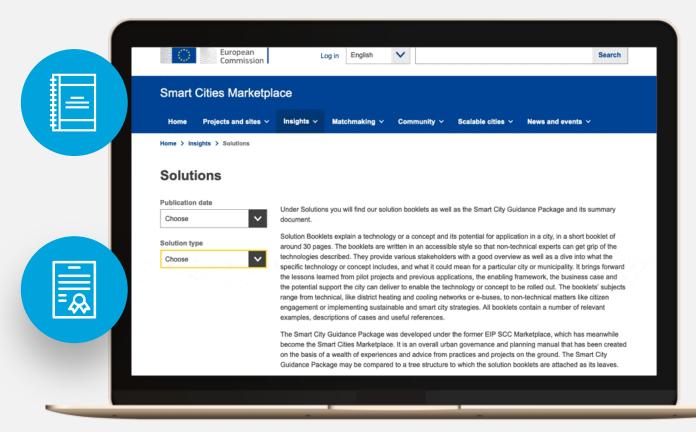
Explore the data - many projects have reported their core data into our **Self-Reporting Tool**, to be picked up and developed into bankable solutions.





Solution booklets' range from technical, like district heating and cooling networks or e-buses, to non-technical matters like citizen engagement or implementing sustainable and smart city strategies.

Policy papers are based on extensive analysis of climate-neutral and smart city projects and relevant literature, important policy challenges have been identified and investigated.





Watch out!

The Smart Cities Marketplace will soon have a **fully integrated Wiki**, which is going to be based on the Smart City Guidance Package's structure.





The new Wiki will serve as the all new and central knowledge management structure - easy to use, flexible, future proof and growing over time with the help of the vast knowledge of the Smart Cities Marketplace's wider community.

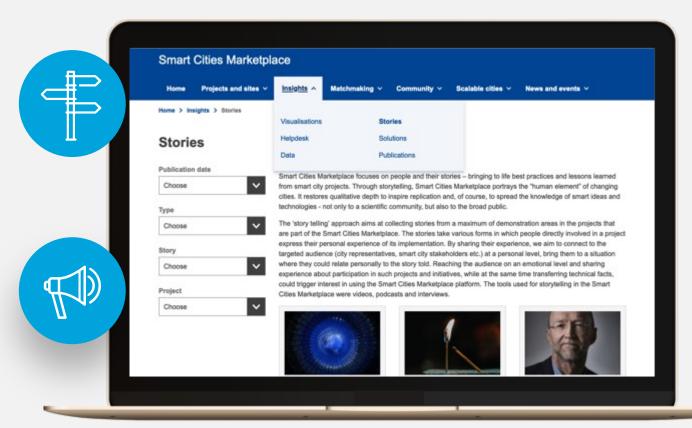


CLIMATE-NEUTRAL & SMART CITY GUIDANCE PACKAGE -A SUMMARY



Welcome to the **Smart City Guidance Package** - a full roadmap help fast-track
financially viable urban projects in an
integrated and inclusive way.

It is the story that counts! Listen to people that are part of climate-neutral and smart city projects, telling their stories in videos and podcasts.



FOLLOW US AND STAY IN TOUCH!



