



# Real Estate Programme – Coal Regions – Call V

Are you a small and medium-sized enterprise and have you decided to modernise your business real estate? Do you plan to reconstruct obsolete infrastructure or turn a brownfield into modern business premises? Is this property located in one of the coal regions? Then the Real Estate programme call is right for you.

# **SCHEDULE**

#### Receipt of applications for support:

• 16/10/2019-16/03/2020

#### **SUPPORTED ACTIVITIES**

• Reconstruction of a building – reconstruction of a technically unsuitable building or a brownfield type structure into a business facility for performing activities set out in the list of supported activities CZ-NACE.

# **APPLICANT**

- Is a small and medium-sized enterprise according to the definition in Annex I to Commission Regulation (EU)
  No 651/2014, which will keep accounts, or tax records expanded with special requirements, or keep separate
  accounts for the project.
- Is authorised to conduct business corresponding to the supported economic activity which is to be carried out through the project.
- Is, based on its sworn declaration, registered as an income tax payer in any of the EU member states and has been so continuously for at least two closed tax periods preceding the date of submitting the application; the applicant notes that it will have to have an establishment or a branch established in the Czech Republic at the moment of receiving the support.
- Is not, based on its sworn declaration, in arrears to selected institutions in the country of its registration, or in the country where its branch is registered, and to providers of support from projects co-financed from the EU budget.
- It does not have any outstanding liabilities, according to its sworn declaration, based on its employees' wage and salary claims.
- May be, for example, a public company, limited liability company, limited partnership, joint stock company, cooperative, branch of a foreign legal entity, branch of a foreign natural person, European economic interest

grouping, European company, European cooperative society, domestic enterprising natural person, foreign natural person, analogous foreign legal form to the above, if the applicant is a foreign entity.

#### **SECTORAL DEFINITION**

- The aid shall support projects with outputs affecting the sectors defined in Annex 1 Part A to this Call.
- The aid shall not support projects with outputs affecting the sectors defined in Annex 1 Part B to this Call.
  - Production, processing and marketing of products listed in part B of Annex 1 to this Call
  - Agriculture, forestry, fishing, aquaculture (CZ-NACE A 01, A 02, A 03)
  - Coal industry (CZ-NACE B 05, C 19.1)
  - Steel sectors (as defined in Annex 1 to this Call)
  - Production of synthetic fibres industry (as defined in Annex 1 to this Call)
  - Shipbuilding (CZ-NACE C 30.11)
  - Transport and related infrastructure (CZ NACE H 49, H 50, H 51)
  - Production and distribution of electricity and energy infrastructure (CZ-NACE D 35)

# **KEY CONDITIONS OF THE CALL**

- The project must be implemented in the territory according to chap. 8 of the Call, point 1
- The applicant must clearly demonstrate ownership to buildings and land plots where the project will be implemented (up to the the date of the first application for payment at the latest).
- The project must include all mandatory elements listed in the Call for submission.
- The project has not started before the date of filing the application.
- The project must not violate EU horizontal policies and their basic principles, in particular equal opportunities for men and women, equal opportunities and non-discrimination and sustainable development
- The financial health of the applicant, expressed in a simplified economic assessment of the intermediate body, must not be lower than 5 points
- The applicant (1 ID) is entitled to submit a maximum of 3 projects
- The place of project implementation may be **only one per project**
- It is not possible to support such a project the implementation of which has been commenced by the client before submitting the application and the construction was intentionally interrupted in order to obtain a grant for its completion
- The beneficiary must carry out the aided activity at the place of project implementation as stated in the Grant Decision and, at this location, for at least five (5) years after the project closure.
- The size of the floor area for carrying out the supported activity of the affected business facility, which is the subject of the submitted project, must be at least 250 m<sup>2</sup> after the project implementation.
- As part of the Project of the reconstruction of the building, it is possible to include the costs of increasing the original floor area and cubic cubature among the eligible expenditure (hereinafter also the "EE") of the project by a maximum of 200% of the original state of the building which is the subject of the Project.



• The eligible expenditure incurred for the reconstruction of the buildings (before any reduction according to the sanction in the tender) must be higher than the usual price of these buildings before the reconstruction as set out in the expert opinion. It must be a technical improvement of the building, not a mere repair of the building.

#### **ELIGIBLE EXPENDITURE**

- Tangible fixed assets, mainly adaptation of the land, reconstruction of buildings, modernisation, modifications, construction or removal of a building, utilities, roads to the buildings, hardware and networks, technical building installations.
- Other costs related to the building, which will be included in the tangible fixed assets.

# **FORM AND AMOUNT OF AID**

- The minimum grant provided for a project is CZK 1 million and the maximum grant is CZK 70 million.
- The amount of the provided grant is governed by the Regional Map of State Aid Intensity for the Czech Republic Regions for the period 2014-2020 and by Commission Regulation (EU) No. 651/2014 as amended.

