

## EERA statement on European Commission's Expert Group's report "Align, Act, Accelerate: Research, Technology, and Innovation to Boost European Competitiveness"

The European Energy Research Alliance (EERA), the largest low-carbon energy research community in Europe and beyond, comprising over 250 leading organisations from more than 30 countries, welcomes the publication of the "Align, Act, Accelerate: Research, Technology and Innovation to Boost European Competitiveness" report (also referred to as the "Heitor Report"). The report outlines the trajectory for Horizon Europe's remaining years and sets out a vision for its successor, Framework Programme 10 (FP10). EERA is particularly pleased to see that it echoes several of the recommendations put forward in its position paper published in the lead-up to the report's release, all documents closely aligning with the ambitions of Ursula von der Leyen's Political Guidelines as well as the Letta and Draghi reports.

Responding to mounting global pressures – including adapting to disruptive technologies, climate change, resource scarcity, and geopolitical tensions – achieving a resilient, net-zero society by 2050 must remain a central priority for the EU. EERA therefore applauds the report's recognition of R&I's critical role in tackling these challenges while strengthening EU competitiveness, a point EERA has consistently emphasised in its work. In this context, EERA strongly supports the report's call to leverage political momentum around R&I and recalibrate the framework programme to address pressing needs in a strategic and forward-looking manner.

In this respect, EERA welcomes the proposed €220 billion budget, which would represent a significant increase in funding compared to previous Framework Programmes. Additionally, EERA strongly supports the 35% budget earmark in Horizon Europe for tackling climate change and calls for its expansion in FP10 to meet the EU's decarbonisation goals. However, the €220 billion budget must focus on the entire spectrum of research, development, and innovation, with careful allocation across all Technology Readiness Levels (TRLs). It is particularly essential that medium TRLs are adequately funded to overcome the 'valley of death' in innovation. The increased budget is also crucial for funding a significant proportion of excellent project proposals, fostering both incremental and disruptive technological innovations, and creating a more inclusive and attractive ecosystem through stronger infrastructures. Furthermore, EERA supports the recommendation to revamp the EU's innovation procurement strategy to stimulate demand for low-carbon energy solutions.

While EERA appreciates the recognition of key instruments such as the European Innovation Council (EIC), the European Research Council (ERC), and the Marie Skłodowska-Curie Actions (MSCA), which play a vital role in fostering excellent breakthrough research and should be extended to the Euratom Treaty, there is a pressing need to invest significantly in collaborative, pre-competitive research involving close industrial cooperation for accelerated upscaling and collective spillover effects. This approach balances immediate innovative breakthroughs with sustainable, industry-led development, which is essential for long-term economic growth and environmental sustainability. In contrast, the European Parliament's draft report on this matter, which stipulates a 50% budget share for the ERC and EIC, appears arbitrary and neglects the key role of pre-competitive collaborative research. EERA therefore strongly urges that this recommendation is not adopted in the further stages of the file.

EERA also stresses the importance of leveraging funds at the European level to ensure equitable access to resources across member states and warns that the proliferation of co-funded programmes could lead to greater disparities among them, as such programmes risk benefiting countries with the largest available budgets. Furthermore, co-funded programmes are highly complex and impose an enormous administrative burden, posing a significant risk to the efficiency of the process. Regarding this specific aspect, but also more broadly, EERA strongly endorses the recommendation to reduce administrative burdens on researchers, simplify programme complexity, design open, non-prescriptive calls, and prioritise a user-friendly, science-led approach with a view to contributing to the creation of a more inclusive and attractive ecosystem for researchers.

As proposed in the report, strengthening partnerships through a portfolio approach and reducing fragmentation is an essential step towards maximising efficiency and promoting industry-led activities. Partnerships constitute a vital ecosystem where research organisations, universities, and industrial stakeholders can collaborate effectively. Enhancing support for these partnerships will also encourage greater financial participation from industry, enabling the funding of a broader range of topics beyond those currently addressed under the framework programme.

EERA nevertheless wishes to caution against implementing too many drastic changes in the transition from Horizon Europe to FP10 without thoroughly evaluating their impact, feasibility, simplification potential, and user-friendliness, as these could create new challenges for researchers and organisations. For instance, replacing the Widening initiative with "Advancing Europe" would require careful consultation with stakeholders to ensure continuity and robust support mechanisms.

Regarding collaboration with third countries, as an organisation representing over 30 countries and recognising the global nature of many challenges, particularly environmental ones, EERA welcomes the emphasis on international cooperation while stressing the importance of safeguarding strategic autonomy and energy security. The proposed nuanced, purpose-driven "case-by-case" strategy is acknowledged as a prudent approach in this context.

EERA would also like to warn against placing research exclusively under a competitiveness umbrella linked solely to the notions of economic productivity and growth. It fears that such an approach would restrict the focus to purely economic aspects, whereas the impact of research extends far beyond this, encompassing societal and environmental benefits on a larger scale. In this regard, EERA advocates for the broader concept of sustainable competitiveness to be firmly acknowledged at the EU level and beyond — one that incorporates not only economic considerations but also social and environmental dimensions, recognising the integral role research plays in advancing all aspects simultaneously. In this respect, EERA welcomes the proposed establishment of both an Industrial Competitiveness and Technology Council and a Societal Challenges Council, which would address topics related to industrial competitiveness and broader societal issues, respectively. However, it emphasises the need for these bodies to be guided by the common principle of sustainable competitiveness and genuine interdisciplinarity. This synergistic approach should translate into maintaining the current structure under Horizon Europe, which groups energy, mobility, and climate topics within a single cluster.

Finally, EERA is eager to engage in constructive dialogue with policymakers, industry leaders, and the research community to shape the final years of Horizon Europe and its successor, FP10, reaffirming the central role of low-carbon energy research and innovation in enhancing EU competitiveness while ensuring the Union remains on track to achieve net-zero by 2050.