European Commission

SOCIAL CLIMATE FUND

€86 billion to make the green transition fair and inclusive

October 2025
#EUFunds

Who will benefit from the Social Climate Fund?

Starting in 2026, the SCF will help **vulnerable households, transport users and micro-enterprises** transition to cleaner energy and transport.

What measures will it support?

The Fund will finance investments in **energy efficiency and building renovation, clean heating and cooling,** and **zero- and low-emission mobility** solutions.

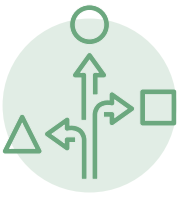
How will it be implemented?

The Commission is working closely with Member States to help them complete their Social Climate Plans and **effectively roll out the SCF**. This will ensure support swiftly reaches those most exposed to energy and transport poverty.

How will the Fund ensure efficient use of EU resources?

The **integration of SCF in the next EU budget** will streamline the use of EU funds, leading to more efficient implementation and a stronger focus on delivering the Fund's objectives.

MAIN PRINCIPLES FOR IMPLEMENTING THE SCF:



Predictability: The Social Climate Plans will set a payout value for each measure and investment . This gives Member States clear visibility and predictability on allocation of funds and incentives to deliver.

Performance-based payments: SCF funds will only be disbursed when milestones and targets are fully met, ensuring payments are tied to actual results.

Streamlined designation of authorities: Member States can rely on existing structures already used for the Recovery and Resilience Facility (RRF) and Cohesion Policy programmes, making implementation faster and simpler.

Inclusive governance:
Member States should actively involve stakeholders, including regional and local authorities, social partners, and civil society, to design their SCPs and ensure the measures reflect the needs on the ground.

Transparency and accountability:
Member States and the Commission will use a single digital system to submit, track and report on all measures, investments and beneficiaries. This provides transparency, clarity and trust in how funds are used.

Future-proof coordination:
The integration of the Social Climate Plans into the National and Regional Partnership Plans of next EU budget, will enable more targeted and effective investment.

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