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2025/0418 (COD)**

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COVER NOTE

From:	European Committee of the Regions
date of receipt:	20 July 2026
To:	General Secretariat of the Council
Subject:	Proposal for a Regulation of the European Parliament and of the Council establishing the Temporary Decarbonisation Fund - Renunciation letter of the European Committee of the Regions

Delegations will find attached the European Committee of the Regions' renunciation letter regarding the abovementioned proposal.

E-MAIL

Ref. Ares(2026)7178091 - 20/07/2026



**European Committee
of the Regions**

The President

IM 4816 2026
20-07-2026

Brussels, date of official registration

H.E. Aingéal O'Donoghue
Permanent Representative
Permanent Representation of Ireland to the European Union

Your Excellency,

Thank you for your referral request to the European Committee of the Regions (CoR), dated 16 March 2026, regarding the following dossier:

Proposal for a Regulation of the European Parliament and of the Council establishing the Temporary Decarbonisation Fund – COM (2025) 990 - 2025/0418 COD.

The Commission for the Environment, Climate Change and Energy (ENVE) decided at its meeting on 3 February 2026 not to issue an opinion on this proposal and not to include the dossier in the ongoing work of the CoR. Nevertheless, please allow me to underline some points of relevance for European local and regional authorities (LRAs).

This proposal establishes a Temporary Decarbonisation Fund providing targeted financial support to energy-intensive industries. The Fund will support the transition of EU industry towards climate-neutral production processes and will provide financial support in the period 2028-2029 to address the remaining risk of carbon leakage associated with carbon intensive goods produced in the period 2026-2027. Beneficiaries of the Fund are industrial operators. The Fund scope does not include areas of competences for local and regional authorities, hence has very limited implications for LRAs.

Should you require any further information, please do not hesitate to contact the ENVE secretariat (enve@cor.europa.eu).

Yours sincerely,

Kata Tüttő

Cc: Didier Seeuws - Council of the European Union, Director-General and institutional policy (GIP)

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