Amendment 1
Dariusz Rosati
on behalf of the PPE Group

Report
Dariusz Rosati
European Semester for economic policy coordination: implementation of 2015 priorities
2015/2210(INI)

Motion for a resolution
Paragraph 2

2. Notes that major policy initiatives which included policy recommendations were based on economic forecasts that had not anticipated the low growth and inflation experienced as a consequence of frontloaded austerity measures, and largely underestimated the size of the fiscal multiplier in a context characterised by severe financial turmoil as well as by the importance of spillover effects across Member States, in a period of synchronised consolidation combined with the deflationary impact of cumulative and fast-tracked structural reforms;

Amendment

2. Notes that major policy initiatives which included policy recommendations were based on economic forecasts that could not possibly have anticipated low growth and inflation, and that underestimated the size of the fiscal multiplier in a context characterised by severe financial turmoil as well as by the importance of spillover effects across Member States; recalls that fiscal multipliers are difficult to assess with certainty; understands that fiscal multipliers are partly endogenous and evolve in changing macroeconomic conditions; notes that the simultaneous occurrence of a sovereign debt crisis in several Member States generated considerable spillover effects, thus making crisis resolution more difficult and costly;

Or. en