

C4 A12

Motion

Y-FED 2024

Proposer: Committee - Budget

Title: **C4 A12: Government's proposal for Regulation 2024/XX/EF laying down the general framework addressing the macroeconomic and financial situation in Italy and the Federation**

Insert after line 66:

The Federal debt mechanism is funded through 4 financial measures. Article 5.1. All European banks shall be required to purchase bonds issued by the Federal Government utilizing the bank investment funds, thereby providing reassurance to Italian savers to prevent withdrawals in the short term. Article 5.2.

Insert from line 69 to 70:

its financial assets by securing them on household's savings located on saving bank accounts located on the European Federation's territory. The Federation may raise temporary debt to face the current crisis as stated in article 6.1 and 6.5 of the Regulation 2024/XX laying down the Federal Budget. The issuance of debt shall be granted solely to the Federal Treasury Agency, under the approval by an absolute majority of the Senate. Article 5.3. With respect to the principle of budget solidarity, and to reaffirm support to the Italian citizens, the Federation will forgive the interest rates of Italian NextGENEU public bonds. Article 5.4. The central European bank will issue Lenders of last resort to the Italian

financial institutions to prevent financial panics and bank runs, and bring liquidity to the Italian Market. Article 5.5. Italy must undergo structural policy reform with the help of the European Federation.