



THE SENATE
OF THE PARLIAMENT OF THE CZECH REPUBLIC
11TH TERM

517th

RESOLUTION OF THE SENATE

Delivered on the 18th session held on 17th October 2018

on the Proposal for a Regulation of the European Parliament and of the Council on the establishment of a European Investment Stabilisation Function (Senate Print No. N153/11; COM(2018) 387)

The Senate

I.

1. Agrees

with the Government's view that the establishment of the EISF may weaken the incentives for national reforms, and that the proposal does not comply with the principle of subsidiarity under Article 5(3) TEU;

2. Requests,

in the event of setting up the EISF, to set strict ex ante conditions that will allow a Member State to use the assistance only if it complies with the EU fiscal and macroeconomic framework;

3. Requests, at the same time,

that a potential ESIF:

- 1) preclude permanent transfers,
- 2) do not lead to increasing moral hazard,
- 3) do not serve as an instrument for balancing the revenue between Member States or as a tool for crisis management;

II.

1. Requests

the Government to inform the Senate about the way this Resolution was taken into account and about further development of negotiations once the political agreement of the required number of Member States on the main elements of the Proposal is reached, or at an earlier time, should the results of negotiations in the Council begin to depart considerably from the position of the Czech Republic expressed in the General Position of the Government;

2. Authorises

the President of the Senate to forward this Resolution to the European Commission.

Milan Štěch
sign manual
President of the Senate

Luděk Jeništa
sign manual
Senate Verifier