

LUIGI PAGANETTO

European Union and global change. The need of Europe

Eurozone requires a recipe whereby a strong rate of investment, innovation and growth is pursued together with a reduction income inequality. A good recipe is a policy for inclusive growth because it could be the right remedy against the increasing Euroscepticism dominating EU scenario. Globalization looses, inequality, unemployment and low wages for medium skills depending from technological change To make inclusive growth working the creation of a fiscal space and a deal and the reduction of the excessive amount of public debt of Eurozone is needed. Euro is not the main cause of the low rate of growth of some European countries His incomplete construction explains its limits. Nevertheless it has been working facing the 2007 crisis by way of the European Stability Mechanism. The fiscal space needed by Eurozone could be created using a “bottom up” methodology, starting from some common problem as the expenses for controlling borders an immigration, security and defence needs, programs of investment in green technologies and innovation.