



ELLEN BROWN

THE BROKEN ECONOMY & THE PUBLIC BANKING SOLUTION
PRESENTED BY THE HIGHERSIDE CHATS



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THEHIGHERSIDECHATS.COM

1
00:00:04,039 --> 00:00:02,389
embrace yourself because you're about to

2
00:00:06,230 --> 00:00:04,049
dive into another free first hour

3
00:00:07,400 --> 00:00:06,240
episode of the higher side chats and we

4
00:00:08,810 --> 00:00:07,410
just want to let you know that whether

5
00:00:10,790 --> 00:00:08,820
you're looking for a companion through

6
00:00:12,410 --> 00:00:10,800
your paranoid insomnia entertaining

7
00:00:14,390 --> 00:00:12,420
yourself through one of life's mundane

8
00:00:16,070 --> 00:00:14,400
activities or trying to ward off the

9
00:00:18,710 --> 00:00:16,080
internal scream to all those sad

10
00:00:20,480 --> 00:00:18,720
smothered Souls around the office THC is

11
00:00:22,130 --> 00:00:20,490
here and you should know that every

12
00:00:24,170 --> 00:00:22,140
episode of the higher side chats has an

13
00:00:26,540 --> 00:00:24,180

entire second hour four plus members

14

00:00:29,029 --> 00:00:26,550

sign up at the higher side chats plus

15

00:00:31,609 --> 00:00:29,039

calm and you get years of plus show

16

00:00:33,020 --> 00:00:31,619

archives lifetime forum access the

17

00:00:36,410 --> 00:00:33,030

special invite to Greg Carl woods

18

00:00:39,650 --> 00:00:36,420

monthly joint sessions mp3s of THC music

19

00:00:42,020 --> 00:00:39,660

and bonus episodes for videos and 10%

20

00:00:44,090 --> 00:00:42,030

off t-shirts grinders and whatever else

21

00:00:45,440 --> 00:00:44,100

ends up in the higher side store it's

22

00:00:47,779 --> 00:00:45,450

eight dollars a month that you won't

23

00:00:49,729 --> 00:00:47,789

miss so become a plus member and treat

24

00:00:51,560 --> 00:00:49,739

yourself in these troubled times always

25

00:00:53,569 --> 00:00:51,570

action-packed and commercial for you

26

00:01:31,580 --> 00:00:53,579

which means you'll unfortunately never

27

00:01:33,710 --> 00:01:31,590

hear my voice how we doing out there

28

00:01:35,899 --> 00:01:33,720

people from sunny San Diego I'm Greg

29

00:01:38,240 --> 00:01:35,909

Carl would and it seems like a beautiful

30

00:01:40,280 --> 00:01:38,250

day in the neighborhood to me except for

31

00:01:42,620 --> 00:01:40,290

the decrepit roads and bridges the

32

00:01:44,120 --> 00:01:42,630

terrible air quality the plastic piling

33

00:01:46,100 --> 00:01:44,130

up the tents lining most of the

34

00:01:49,340 --> 00:01:46,110

sidewalks and the out-of-date everything

35

00:01:51,560 --> 00:01:49,350

but I'm trying to stay positive but we

36

00:01:53,510 --> 00:01:51,570

all know that's not an easy task these

37

00:01:55,910 --> 00:01:53,520

days when many people are at the end of

38

00:01:58,700 --> 00:01:55,920

their financial rope snared in one

39

00:02:00,230 --> 00:01:58,710

banking bear trap or another is it the

40

00:02:01,880 --> 00:02:00,240

high interest student loans you signed

41

00:02:02,840 --> 00:02:01,890

up for when you were just a kid that'll

42

00:02:05,060 --> 00:02:02,850

never go away

43

00:02:06,770 --> 00:02:05,070

was it the persistent junk mail that

44

00:02:09,650 --> 00:02:06,780

made getting a few more credit cards

45

00:02:12,080 --> 00:02:09,660

feel like a good idea or is it just that

46

00:02:13,730 --> 00:02:12,090

your cog in the wheel job at the base of

47

00:02:15,740 --> 00:02:13,740

some billion dollar pyramid

48

00:02:18,290 --> 00:02:15,750

won't cough up enough money for you to

49

00:02:20,540 --> 00:02:18,300

live comfortably I'm sure many of us are

50

00:02:22,460 --> 00:02:20,550

feeling one pinch or another and the

51
00:02:24,980 --> 00:02:22,470
truth is the system isn't broken

52
00:02:26,930 --> 00:02:24,990
it just wasn't built for you while

53
00:02:29,750 --> 00:02:26,940
today's returning guests Ellen Brown has

54
00:02:32,300 --> 00:02:29,760
plans to make a system that is she was

55
00:02:34,250 --> 00:02:32,310
with us all the way back in 2015 and it

56
00:02:36,140 --> 00:02:34,260
is a real treat to have her back today

57
00:02:38,600 --> 00:02:36,150
she is the founder and chair of the

58
00:02:41,360 --> 00:02:38,610
public banking Institute a senior fellow

59
00:02:43,970 --> 00:02:41,370
at the democracy collaborative and the

60
00:02:46,370 --> 00:02:43,980
author of 13 books including web of

61
00:02:49,040 --> 00:02:46,380
death the public banking solution and

62
00:02:51,470 --> 00:02:49,050
her most recent release banking on the

63
00:02:52,430 --> 00:02:51,480

people democratizing money in the

64

00:02:54,950 --> 00:02:52,440

digital age

65

00:02:57,320 --> 00:02:54,960

she's also always adding interesting

66

00:02:59,630 --> 00:02:57,330

articles and writings to her blog at

67

00:03:02,510 --> 00:02:59,640

Ellen Brown dot-com and I am pretty

68

00:03:04,910 --> 00:03:02,520

psyched for this show so here she is the

69

00:03:06,980 --> 00:03:04,920

economic educator extraordinaire the

70

00:03:09,860 --> 00:03:06,990

public banking true believer and the

71

00:03:11,630 --> 00:03:09,870

real MVP in the fight against the FE D

72

00:03:14,750 --> 00:03:11,640

Ellen brown welcome back to the higher

73

00:03:18,020 --> 00:03:14,760

side thanks Greg that was a quite an

74

00:03:20,690 --> 00:03:18,030

introduction I try I try yeah I kind of

75

00:03:22,970 --> 00:03:20,700

hooked I mean the economy is dry is dry

76

00:03:24,980 --> 00:03:22,980

material but thanks so much for doing

77

00:03:27,650 --> 00:03:24,990

this I really did love your new book

78

00:03:29,900 --> 00:03:27,660

it's full of really good creative ideas

79

00:03:31,730 --> 00:03:29,910

that could transform the rockefeller

80

00:03:34,610 --> 00:03:31,740

rothschild debt based system of rule

81

00:03:37,220 --> 00:03:34,620

into something that empowers rather than

82

00:03:39,920 --> 00:03:37,230

in slaves even though something like the

83

00:03:42,200 --> 00:03:39,930

banking system does feel a bit too big

84

00:03:44,870 --> 00:03:42,210

to change you are great about showing

85

00:03:46,490 --> 00:03:44,880

real-world examples for the things that

86

00:03:48,710 --> 00:03:46,500

you proposed and I think that's

87

00:03:52,220 --> 00:03:48,720

important to encourage people to believe

88

00:03:54,020 --> 00:03:52,230

that things can actually change but to

89

00:03:55,940 --> 00:03:54,030

get us going here you've been writing

90

00:03:58,340 --> 00:03:55,950

about the financial system and the

91

00:04:01,640 --> 00:03:58,350

prospect of a public banking system for

92

00:04:03,980 --> 00:04:01,650

quite a while what value does this new

93

00:04:05,330 --> 00:04:03,990

book add to your catalog what makes it

94

00:04:09,980 --> 00:04:05,340

different and how do you introduce

95

00:04:11,870 --> 00:04:09,990

people to banking on the people okay my

96

00:04:14,000 --> 00:04:11,880

three books on this subject we're web of

97

00:04:17,599 --> 00:04:14,010

debt the public banks solution and this

98

00:04:20,510 --> 00:04:17,609

way so in web of debt the subject was

99

00:04:23,420 --> 00:04:20,520

basically that banks not the government

100

00:04:26,360 --> 00:04:23,430

create our money supply which at the

101

00:04:27,230 --> 00:04:26,370

time it was first issued in 2007 that

102

00:04:28,490 --> 00:04:27,240

was shocking

103

00:04:31,100 --> 00:04:28,500

you know people didn't even necessarily

104

00:04:33,890 --> 00:04:31,110

believe that I had to write a whole book

105

00:04:36,230 --> 00:04:33,900

just to be convincing because everybody

106

00:04:38,360 --> 00:04:36,240

thinks that it's the government prints

107

00:04:40,879 --> 00:04:38,370

are money it's the government's it's

108

00:04:43,909 --> 00:04:40,889

presidents that we see on the faces of

109

00:04:49,070 --> 00:04:43,919

our dollar bills and our coins but in

110

00:04:51,020 --> 00:04:49,080

fact virtually all like more than 95% of

111

00:04:54,290 --> 00:04:51,030

the money supply is created by banks in

112

00:04:56,120 --> 00:04:54,300

the form of loans and then in 2014 the

113

00:04:58,100 --> 00:04:56,130

Bank of England actually came out and

114

00:05:00,620 --> 00:04:58,110

said that the bank the Federal Reserve

115

00:05:02,870 --> 00:05:00,630

had said it before that in the 60s but

116

00:05:04,520 --> 00:05:02,880

in a kind of obscure publication but

117

00:05:07,010 --> 00:05:04,530

that was one of the things I cited in

118

00:05:08,719 --> 00:05:07,020

web of debt so now the Bank of England

119

00:05:11,420 --> 00:05:08,729

has actually said it the Bundesbank has

120

00:05:13,719 --> 00:05:11,430

said it so it's pretty well accepted

121

00:05:16,939 --> 00:05:13,729

that that is the way banking works that

122

00:05:19,070 --> 00:05:16,949

when a bank issues you alone it doesn't

123

00:05:22,010 --> 00:05:19,080

actually pull the money from anywhere

124

00:05:24,140 --> 00:05:22,020

else it just writes that money into your

125

00:05:26,270 --> 00:05:24,150

account they do need the deposits

126

00:05:28,909 --> 00:05:26,280

eventually your in order to balance

127

00:05:31,010 --> 00:05:28,919

their books when when money goes out of

128

00:05:33,290 --> 00:05:31,020

the bank but they've got money going out

129

00:05:34,850 --> 00:05:33,300

and coming in all day and other banks

130

00:05:37,580 --> 00:05:34,860

are also creating money on their books

131

00:05:40,399 --> 00:05:37,590

so with any luck if they get as many

132

00:05:42,469 --> 00:05:40,409

deposits in as they as are pulled out

133

00:05:46,219 --> 00:05:42,479

their books will balance and they do it

134

00:05:48,110 --> 00:05:46,229

they don't have to borrow at all but if

135

00:05:50,089 --> 00:05:48,120

they do need to borrow they'll borrow

136

00:05:51,770 --> 00:05:50,099

from first from their deposits because

137

00:05:53,810 --> 00:05:51,780

that's the cheapest place they can get

138

00:05:55,550 --> 00:05:53,820

the money and if they ran out of

139

00:05:56,870 --> 00:05:55,560

deposits they can borrow in the repo

140

00:05:59,480 --> 00:05:56,880

market which is part of the shadow

141

00:06:01,249 --> 00:05:59,490

banking system or probably the most

142

00:06:02,540 --> 00:06:01,259

expensive way to do it is to borrow from

143

00:06:04,580 --> 00:06:02,550

the Federal Reserve but they've already

144

00:06:06,620 --> 00:06:04,590

got that back back up so there's always

145

00:06:09,830 --> 00:06:06,630

somewhere they can borrow anyway that

146

00:06:11,659 --> 00:06:09,840

was the subject of web of debt and at

147

00:06:13,700 --> 00:06:11,669

the time when I wrote it I thought well

148

00:06:16,670 --> 00:06:13,710

this is shocking we've got to stop banks

149

00:06:18,709 --> 00:06:16,680

from creating money and then the more I

150

00:06:21,499 --> 00:06:18,719

thought about it though it seemed like

151
00:06:23,810 --> 00:06:21,509
banks creating money was not actually a

152
00:06:26,570 --> 00:06:23,820
bad idea it's not really the bank that's

153
00:06:29,390 --> 00:06:26,580
creating money it's really us we go to

154
00:06:32,540 --> 00:06:29,400
the bank if you tried to write an IOU

155
00:06:34,279 --> 00:06:32,550
out to your grocer the grocer wouldn't

156
00:06:35,629 --> 00:06:34,289
take it because at least my grocer

157
00:06:38,600 --> 00:06:35,639
wouldn't because I live in a big city

158
00:06:40,700 --> 00:06:38,610
the grocer doesn't know me but if I go

159
00:06:41,090 --> 00:06:40,710
to the bank and write out my IOU in the

160
00:06:43,040 --> 00:06:41,100
form of

161
00:06:45,800 --> 00:06:43,050
mortgage or some other loan the bank

162
00:06:47,990 --> 00:06:45,810
will take it because they know they're

163
00:06:50,300 --> 00:06:48,000

gonna find out who I am they'll do a lot

164

00:06:54,080 --> 00:06:50,310

of paperwork I'll probably have to pose

165

00:06:55,700 --> 00:06:54,090

some collateral like my house they will

166

00:06:57,860 --> 00:06:55,710

they will make some interest on the deal

167

00:07:00,320 --> 00:06:57,870

so it's it's worth it to them to take my

168

00:07:03,260 --> 00:07:00,330

IOU so basically what they do is turn my

169

00:07:05,780 --> 00:07:03,270

IOU into their IOU something that they

170

00:07:08,870 --> 00:07:05,790

so they're basically a guarantor of my

171

00:07:11,810 --> 00:07:08,880

IOU so it really is initiated by the

172

00:07:14,240 --> 00:07:11,820

borrower so we're really using the bank

173

00:07:16,610 --> 00:07:14,250

to turn our own credit into something

174

00:07:18,770 --> 00:07:16,620

that we can that's fungible that we can

175

00:07:21,410 --> 00:07:18,780

spend in the marketplace that the

176

00:07:24,320 --> 00:07:21,420

businesses will take so not a bad idea

177

00:07:26,240 --> 00:07:24,330

but what's wrong with the system is not

178

00:07:28,910 --> 00:07:26,250

the bank's create money it's that the

179

00:07:32,090 --> 00:07:28,920

banks are privately owned and and

180

00:07:34,640 --> 00:07:32,100

they're their motives they're their

181

00:07:36,410 --> 00:07:34,650

mandate is to make as much money as they

182

00:07:38,030 --> 00:07:36,420

can for the shareholders and the

183

00:07:40,790 --> 00:07:38,040

shareholders of course want their money

184

00:07:45,080 --> 00:07:40,800

right now so they're always looking day

185

00:07:47,300 --> 00:07:45,090

by day for for profits so the bank has

186

00:07:49,640 --> 00:07:47,310

to always think short-term they have to

187

00:07:52,670 --> 00:07:49,650

take if they have a choice between a

188

00:07:56,750 --> 00:07:52,680

five billion dollar hedge fund loan and

189

00:07:59,180 --> 00:07:56,760

a \$50,000 small business loan in your

190

00:08:01,610 --> 00:07:59,190

local town they will always take the

191

00:08:03,550 --> 00:08:01,620

hedge fund loan even though your small

192

00:08:06,170 --> 00:08:03,560

business loan is a perfectly good loan

193

00:08:07,700 --> 00:08:06,180

but it's going to be more trouble as

194

00:08:09,380 --> 00:08:07,710

well it's gonna be the same paperwork

195

00:08:11,180 --> 00:08:09,390

and it's not going to make them near as

196

00:08:13,130 --> 00:08:11,190

much money and it's probably going to be

197

00:08:15,110 --> 00:08:13,140

a little riskier because the hedge fund

198

00:08:18,650 --> 00:08:15,120

is probably going to be a more

199

00:08:20,870 --> 00:08:18,660

profitable deal so they're not geared

200

00:08:23,000 --> 00:08:20,880

towards serving the public interest and

201
00:08:25,820 --> 00:08:23,010
in fact they're geared toward exploiting

202
00:08:28,610 --> 00:08:25,830
the public interest they are takers

203
00:08:31,580 --> 00:08:28,620
versus makers so they're not in the

204
00:08:34,040 --> 00:08:31,590
business of necessarily encouraging

205
00:08:36,200 --> 00:08:34,050
productivity which is what you know

206
00:08:38,930 --> 00:08:36,210
local markets are local businesses

207
00:08:40,370 --> 00:08:38,940
that's where most of the hiring comes

208
00:08:42,440 --> 00:08:40,380
from and they're the ones that make

209
00:08:44,390 --> 00:08:42,450
actual stuff that you can actually use

210
00:08:47,300 --> 00:08:44,400
whereas banks are dealing in the

211
00:08:49,550 --> 00:08:47,310
financial the financialized economy and

212
00:08:51,980 --> 00:08:49,560
dealing with customers who are not

213
00:08:54,940 --> 00:08:51,990

necessarily making anything but just

214

00:08:58,300 --> 00:08:54,950

maybe buying borrowing money in order

215

00:09:00,880 --> 00:08:58,310

to say buy out a company or two you know

216

00:09:04,120 --> 00:09:00,890

they're they're out to make money but

217

00:09:06,270 --> 00:09:04,130

not necessarily to make products so the

218

00:09:11,800 --> 00:09:06,280

public bank solution was basically on

219

00:09:14,290 --> 00:09:11,810

how or it was cited various models

220

00:09:16,230 --> 00:09:14,300

around the world of publicly owned banks

221

00:09:20,560 --> 00:09:16,240

we've only got one - Bank of rentacoder

222

00:09:23,230 --> 00:09:20,570

but in other countries twenty-five

223

00:09:25,450 --> 00:09:23,240

percent of the banking banks globally

224

00:09:27,220 --> 00:09:25,460

are publicly owned and many of them are

225

00:09:28,900 --> 00:09:27,230

very good models and for example in

226

00:09:33,730 --> 00:09:28,910

China eighty percent of the banks are

227

00:09:35,800 --> 00:09:33,740

publicly owned and I'm now senior fellow

228

00:09:38,080 --> 00:09:35,810

at the democracy collaborative and they

229

00:09:41,080 --> 00:09:38,090

they asked me to write these two

230

00:09:43,750 --> 00:09:41,090

articles one to fifty page articles one

231

00:09:45,610 --> 00:09:43,760

was supposed to be on how to eliminate

232

00:09:48,340 --> 00:09:45,620

too big to fail in other words basically

233

00:09:50,770 --> 00:09:48,350

on the regulations and whether they

234

00:09:54,700 --> 00:09:50,780

worked or what regulations would work

235

00:09:58,240 --> 00:09:54,710

and the other would be on how to set up

236

00:10:00,370 --> 00:09:58,250

a national public banking system so I

237

00:10:03,580 --> 00:10:00,380

started writing on that and I got way

238

00:10:05,350 --> 00:10:03,590

over fifty pages and so they agreed that

239

00:10:06,790 --> 00:10:05,360

I could just turn it into a book and

240

00:10:10,690 --> 00:10:06,800

they said they'd like to publish it so

241

00:10:13,240 --> 00:10:10,700

they did and but for me what it did was

242

00:10:16,330 --> 00:10:13,250

forced me to think through all the

243

00:10:19,030 --> 00:10:16,340

nuances of actually setting up a system

244

00:10:20,860 --> 00:10:19,040

not just for your local community or not

245

00:10:23,440 --> 00:10:20,870

just one public bank like the Bank of

246

00:10:25,780 --> 00:10:23,450

North Dakota but for the whole country

247

00:10:27,550 --> 00:10:25,790

and what that would mean and it does

248

00:10:29,560 --> 00:10:27,560

seem to me because we've been I'm

249

00:10:32,500 --> 00:10:29,570

chairman of the public banking Institute

250

00:10:35,530 --> 00:10:32,510

and we've been working on this project

251
00:10:37,900 --> 00:10:35,540
since 2010 so that's nine years now

252
00:10:40,960 --> 00:10:37,910
we've been dealing with politicians

253
00:10:43,720 --> 00:10:40,970
we've had at least 50 bills that have

254
00:10:47,290 --> 00:10:43,730
been filed we got over 25 bills that are

255
00:10:49,060 --> 00:10:47,300
actively being pursued right now so we

256
00:10:51,040 --> 00:10:49,070
know what the roadblocks are and we know

257
00:10:54,040 --> 00:10:51,050
what we're gonna be up against we I mean

258
00:10:56,200 --> 00:10:54,050
we're we've got great momentum right now

259
00:10:58,780 --> 00:10:56,210
in California is that we're very hopeful

260
00:11:01,390 --> 00:10:58,790
in Pennsylvania and New York other

261
00:11:04,210 --> 00:11:01,400
places so we're hopeful to be one of

262
00:11:06,880 --> 00:11:04,220
these banks set up one of these days but

263
00:11:08,680 --> 00:11:06,890

one thing I can see that we really need

264

00:11:12,069 --> 00:11:08,690

is we do

265

00:11:15,280 --> 00:11:12,079

to bring in the federal system you need

266

00:11:17,470 --> 00:11:15,290

the banking the backing of the Federal

267

00:11:20,860 --> 00:11:17,480

Reserve you need a deep pocket because

268

00:11:23,680 --> 00:11:20,870

politicians will always say well what if

269

00:11:26,619 --> 00:11:23,690

what if the bank you know loses money

270

00:11:28,960 --> 00:11:26,629

well the taxpayer beyond the hook but

271

00:11:31,660 --> 00:11:28,970

there is a way to we could be getting

272

00:11:34,389 --> 00:11:31,670

interest-free loans from the Fed in the

273

00:11:36,910 --> 00:11:34,399

same way that the Federal Reserve made

274

00:11:39,519 --> 00:11:36,920

interest-free loans to the banks to bail

275

00:11:40,869 --> 00:11:39,529

out the banks in 2008 the states could

276

00:11:44,199 --> 00:11:40,879

be good it should be getting

277

00:11:46,269 --> 00:11:44,209

interest-free loans but it's not in the

278

00:11:49,869 --> 00:11:46,279

Federal Reserve Act so when that was

279

00:11:51,759 --> 00:11:49,879

broached by President Obama to Ben

280

00:11:53,829 --> 00:11:51,769

Bernanke head of the Chairman Peres

281

00:11:55,329 --> 00:11:53,839

chairman of the Fed at that time Ben

282

00:11:56,710 --> 00:11:55,339

Bernanke said well he couldn't do it

283

00:11:59,050 --> 00:11:56,720

because it was sittin in the Federal

284

00:12:02,619 --> 00:11:59,060

Reserve Act so we need to change some

285

00:12:05,079 --> 00:12:02,629

laws right now modern monetary pilot the

286

00:12:07,809 --> 00:12:05,089

modern monetary theory is quite popular

287

00:12:10,960 --> 00:12:07,819

you meet a lot of ballot pros/cons

288

00:12:13,540 --> 00:12:10,970

and their pitch is that when the

289

00:12:15,879 --> 00:12:13,550

government spends it creates money I

290

00:12:17,590 --> 00:12:15,889

agree that's how it should be but that's

291

00:12:19,840 --> 00:12:17,600

not actually the way it is right now

292

00:12:22,629 --> 00:12:19,850

because of the way the laws we need to

293

00:12:24,759 --> 00:12:22,639

change the law in order to allow the

294

00:12:28,540 --> 00:12:24,769

government to create money when it

295

00:12:30,610 --> 00:12:28,550

spends hmm so that was a long answer no

296

00:12:32,439 --> 00:12:30,620

I sure question I think that's that's

297

00:12:35,920 --> 00:12:32,449

really great I mean obviously I wanted

298

00:12:39,009 --> 00:12:35,930

to get into how this could be possible a

299

00:12:40,240 --> 00:12:39,019

lot of people probably are still of the

300

00:12:42,490 --> 00:12:40,250

mindset that we just need better

301
00:12:45,100 --> 00:12:42,500
regulation you address that pretty early

302
00:12:46,720 --> 00:12:45,110
on in the book that regulation is not

303
00:12:48,790 --> 00:12:46,730
gonna fix this because it's

304
00:12:51,249 --> 00:12:48,800
fundamentally designed against our

305
00:12:54,490 --> 00:12:51,259
interest and I also think it's wise to

306
00:12:56,920 --> 00:12:54,500
try to use the system we have to a

307
00:12:59,319 --> 00:12:56,930
degree or use some of the infrastructure

308
00:13:01,540 --> 00:12:59,329
you know rather than just collapse it

309
00:13:04,120 --> 00:13:01,550
down to nothing and rebuild I mean there

310
00:13:06,429 --> 00:13:04,130
probably is a way to just switch the

311
00:13:08,860 --> 00:13:06,439
incentives around and kind of use

312
00:13:10,540 --> 00:13:08,870
something that we have in place even

313
00:13:13,150 --> 00:13:10,550

though right now it's not working for us

314

00:13:14,319 --> 00:13:13,160

we probably could make it work for us

315

00:13:15,730 --> 00:13:14,329

because the other thing people talk

316

00:13:18,340 --> 00:13:15,740

about is that we just need to dismantle

317

00:13:20,410 --> 00:13:18,350

it and that we need to break up the

318

00:13:21,660 --> 00:13:20,420

banks and that's another thing you

319

00:13:23,810 --> 00:13:21,670

address in the book and

320

00:13:26,520 --> 00:13:23,820

maybe you can talk to us about why

321

00:13:28,380 --> 00:13:26,530

breaking up the banks and regulation

322

00:13:32,520 --> 00:13:28,390

these aren't the solutions we need what

323

00:13:36,090 --> 00:13:32,530

we need is public banking right well the

324

00:13:37,380 --> 00:13:36,100

banks that they watch that the people

325

00:13:39,420 --> 00:13:37,390

that are talking about breaking out the

326

00:13:42,180 --> 00:13:39,430

banks the glass reimposing the

327

00:13:43,410 --> 00:13:42,190

glass-steagall Act for example all right

328

00:13:46,560 --> 00:13:43,420

they're talking about two big

329

00:13:49,710 --> 00:13:46,570

international Wall Street banks but

330

00:13:52,560 --> 00:13:49,720

those banks actually serve essential

331

00:13:54,630 --> 00:13:52,570

functions that you don't really want to

332

00:13:58,020 --> 00:13:54,640

give or you can't get rid of those banks

333

00:14:01,410 --> 00:13:58,030

they do all the repoing internationally

334

00:14:03,570 --> 00:14:01,420

they they do do other more sophisticated

335

00:14:05,730 --> 00:14:03,580

type that they deal with big

336

00:14:07,950 --> 00:14:05,740

international companies they deal with

337

00:14:12,810 --> 00:14:07,960

they're actually the bankers for

338

00:14:15,480 --> 00:14:12,820

government so instead of breaking them

339

00:14:17,670 --> 00:14:15,490

up it seems to me what we need to do is

340

00:14:19,350 --> 00:14:17,680

to nationalize them of course they would

341

00:14:22,950 --> 00:14:19,360

have a fit if we tried to nationalize

342

00:14:24,960 --> 00:14:22,960

them right now but it's looking like we

343

00:14:27,390 --> 00:14:24,970

could be heading for another collapse

344

00:14:29,130 --> 00:14:27,400

just like we had in 2008 I mean many

345

00:14:31,620 --> 00:14:29,140

people are predicting that that we just

346

00:14:33,660 --> 00:14:31,630

can't go on like this a debt debt levels

347

00:14:36,930 --> 00:14:33,670

are higher than their they've ever been

348

00:14:38,910 --> 00:14:36,940

particularly sovereign debt which not

349

00:14:41,640 --> 00:14:38,920

just ours but all around the world all

350

00:14:43,350 --> 00:14:41,650

governments are more heavily in debt

351
00:14:45,450 --> 00:14:43,360
than ever and why is that who are they

352
00:14:50,640 --> 00:14:45,460
in debt to you they're in debt to the

353
00:14:54,030 --> 00:14:50,650
bank so the next time we have a 2008

354
00:14:56,520 --> 00:14:54,040
style Great Recession that's what they

355
00:14:58,710 --> 00:14:56,530
called up but really really for half the

356
00:15:00,720 --> 00:14:58,720
population or more than half the

357
00:15:04,700 --> 00:15:00,730
population it was actually a depression

358
00:15:07,620 --> 00:15:04,710
the next time that happens rather than

359
00:15:09,360 --> 00:15:07,630
doing a bailout which I don't imagine

360
00:15:11,400 --> 00:15:09,370
Congress will do I mean the dodd-frank

361
00:15:13,230 --> 00:15:11,410
Act says that they're not going to do a

362
00:15:15,630 --> 00:15:13,240
bailout the next time they'll do a bail

363
00:15:18,360 --> 00:15:15,640

in which means that they're supposed to

364

00:15:21,980 --> 00:15:18,370

hit up their creditors first and so the

365

00:15:25,320 --> 00:15:21,990

banks will turn their creditors money

366

00:15:26,910 --> 00:15:25,330

into capital for the banks so they're

367

00:15:29,970 --> 00:15:26,920

basically gonna steal their creditors

368

00:15:32,990 --> 00:15:29,980

money and and the depositors are the

369

00:15:34,809 --> 00:15:33,000

largest class of creditor of any any

370

00:15:36,710 --> 00:15:34,819

bank

371

00:15:40,309 --> 00:15:36,720

theoretically their depositors are

372

00:15:41,809 --> 00:15:40,319

protected by FDIC insurance but FDIC

373

00:15:43,429 --> 00:15:41,819

insurance isn't going to go that far

374

00:15:46,939 --> 00:15:43,439

particularly because under the

375

00:15:51,859 --> 00:15:46,949

dodd-frank act derivatives and repos go

376

00:15:55,579 --> 00:15:51,869

first so they and those those creditors

377

00:15:57,679 --> 00:15:55,589

are much much bigger than the depositors

378

00:16:02,059 --> 00:15:57,689

so they will snatch or that you know

379

00:16:05,720 --> 00:16:02,069

that what they will allege is owed is

380

00:16:09,049 --> 00:16:05,730

much bigger so they will snatch the bulk

381

00:16:10,549 --> 00:16:09,059

of the assets of the bank and there's

382

00:16:15,859 --> 00:16:10,559

just not going to be anything left for

383

00:16:18,139 --> 00:16:15,869

the for the depositors the FDIC has not

384

00:16:21,230 --> 00:16:18,149

nearly enough money to cover all the

385

00:16:23,119 --> 00:16:21,240

deposits it's theoretically guaranteeing

386

00:16:25,639 --> 00:16:23,129

it's got a five hundred billion dollar

387

00:16:27,259 --> 00:16:25,649

credit line with the US Treasury but

388

00:16:29,389 --> 00:16:27,269

even five hundred billion isn't gonna be

389

00:16:32,239 --> 00:16:29,399

enough of we're talking about multiple

390

00:16:35,900 --> 00:16:32,249

trillions of derivatives that will wipe

391

00:16:38,660 --> 00:16:35,910

out what anything the bank had so anyway

392

00:16:42,199 --> 00:16:38,670

next time around they actually discussed

393

00:16:45,379 --> 00:16:42,209

the nationalizing the banks in 2008

394

00:16:47,840 --> 00:16:45,389

Obama said that to earth that was

395

00:16:51,169 --> 00:16:47,850

broached the reason they didn't do it

396

00:16:54,220 --> 00:16:51,179

was that the thought was that that meant

397

00:16:56,900 --> 00:16:54,230

that the US government would have to

398

00:16:59,480 --> 00:16:56,910

assume the liabilities of the banks so

399

00:17:02,169 --> 00:16:59,490

they would have to pay off pay off the

400

00:17:05,720 --> 00:17:02,179

loans but that's not true these banks

401

00:17:07,370 --> 00:17:05,730

created the loans on their books the

402

00:17:09,019 --> 00:17:07,380

loans could just be written off the only

403

00:17:11,149 --> 00:17:09,029

reason they can't be written off is

404

00:17:13,760 --> 00:17:11,159

because we have banking laws that say

405

00:17:16,850 --> 00:17:13,770

they can't but we can change those laws

406

00:17:19,069 --> 00:17:16,860

or what we could do is move those loans

407

00:17:22,519 --> 00:17:19,079

onto the books of the Federal Reserve

408

00:17:24,139 --> 00:17:22,529

and we have the 2000 a precedent for

409

00:17:27,350 --> 00:17:24,149

that because they already did it they

410

00:17:30,230 --> 00:17:27,360

watch mortgage toxic mortgage-backed

411

00:17:32,240 --> 00:17:30,240

securities off the books of banks and

412

00:17:34,909 --> 00:17:32,250

moved him onto the feds own books and

413

00:17:38,750 --> 00:17:34,919

that's how they freed up the balance

414

00:17:41,659 --> 00:17:38,760

sheets of these banks so they did things

415

00:17:43,639 --> 00:17:41,669

that that now they've established a

416

00:17:45,950 --> 00:17:43,649

precedent so they it was a game changer

417

00:17:47,590 --> 00:17:45,960

really the fact that the Fed stepped in

418

00:17:51,549 --> 00:17:47,600

and did all these I'm

419

00:17:53,260 --> 00:17:51,559

outrageous things now we can they can't

420

00:17:55,270 --> 00:17:53,270

they could no longer say we can't do

421

00:17:57,159 --> 00:17:55,280

that we can we can say yes you can like

422

00:17:58,690 --> 00:17:57,169

you just did it you did it for the

423

00:18:01,240 --> 00:17:58,700

bank's why can't you do it for the

424

00:18:03,700 --> 00:18:01,250

state's you did it for the you were able

425

00:18:05,890 --> 00:18:03,710

to buy off their bad loans why can't you

426

00:18:08,680 --> 00:18:05,900

do that for it these big banks if we

427

00:18:10,240 --> 00:18:08,690

nationalize the big banks and then the

428

00:18:13,210 --> 00:18:10,250

government would be in control and these

429

00:18:15,610 --> 00:18:13,220

big Wall Street banks and could carry on

430

00:18:17,890 --> 00:18:15,620

with the Bizet's that they do but in the

431

00:18:20,940 --> 00:18:17,900

public interest and there's actually I

432

00:18:25,680 --> 00:18:20,950

thought it was a great example in India

433

00:18:27,940 --> 00:18:25,690

Indira Gandhi in I think it was in 1960s

434

00:18:30,970 --> 00:18:27,950

their banks were doing perfectly well

435

00:18:33,850 --> 00:18:30,980

but she said she said that they weren't

436

00:18:35,380 --> 00:18:33,860

there big banks were not serving the

437

00:18:36,850 --> 00:18:35,390

public interest that the people were

438

00:18:38,890 --> 00:18:36,860

suffering and the big banks weren't

439

00:18:40,990 --> 00:18:38,900

catering to them so she just stepped in

440

00:18:42,669 --> 00:18:41,000

and nationalized them even though they

441

00:18:44,620 --> 00:18:42,679

weren't insolvent I mean we could

442

00:18:46,840 --> 00:18:44,630

certainly do it if we if our big swirl

443

00:18:49,690 --> 00:18:46,850

of it but she did it did it when they

444

00:18:52,659 --> 00:18:49,700

weren't insolvent just because their

445

00:18:55,930 --> 00:18:52,669

whole model it was a socialist country

446

00:18:58,570 --> 00:18:55,940

they'd go and socialist and the banks

447

00:18:59,980 --> 00:18:58,580

weren't serving this socialist plan and

448

00:19:02,140 --> 00:18:59,990

so she just took them over I thought

449

00:19:04,870 --> 00:19:02,150

that was amazing that she got away with

450

00:19:07,029 --> 00:19:04,880

it and the people the people loved it we

451

00:19:09,789 --> 00:19:07,039

couldn't do it here but we could do it

452

00:19:11,740 --> 00:19:09,799

if the banks were in sovereign well

453

00:19:15,190 --> 00:19:11,750

that's another thing I was curious about

454

00:19:17,230 --> 00:19:15,200

is back when we had the huge 2008

455

00:19:19,570 --> 00:19:17,240

collapse there was all this talk about

456

00:19:22,180 --> 00:19:19,580

how we can solve this mess and there

457

00:19:23,890 --> 00:19:22,190

were some things proposed that seemed

458

00:19:25,390 --> 00:19:23,900

like they'd be better for the people and

459

00:19:27,250 --> 00:19:25,400

some things proposed it seemed likely to

460

00:19:29,020 --> 00:19:27,260

be better for the banks and of course no

461

00:19:31,210 --> 00:19:29,030

one really went to jail yet in other

462

00:19:33,549 --> 00:19:31,220

countries there are some who didn't bail

463

00:19:35,740 --> 00:19:33,559

out the banks who actually jailed some

464

00:19:37,270 --> 00:19:35,750

of these bankers and then change their

465

00:19:39,850 --> 00:19:37,280

laws and change their system

466

00:19:42,520 --> 00:19:39,860

fundamentally like Switzerland some of

467

00:19:45,190 --> 00:19:42,530

the some European countries how are they

468

00:19:47,550 --> 00:19:45,200

doing now compared to how we're doing

469

00:19:52,030 --> 00:19:47,560

with the changes that we made

470

00:19:54,850 --> 00:19:52,040

well Iceland was that at the time it was

471

00:19:56,940 --> 00:19:54,860

really dramatic that they had thrown

472

00:20:00,810 --> 00:19:56,950

their bankers in jail and they had

473

00:20:04,800 --> 00:20:00,820

refused to bail out the British

474

00:20:08,620 --> 00:20:04,810

depositors but in fact unfortunately

475

00:20:10,540 --> 00:20:08,630

they have no back track and so they all

476

00:20:13,270 --> 00:20:10,550

those others people were who were in

477

00:20:16,150 --> 00:20:13,280

jail just served it wasn't very many and

478

00:20:19,570 --> 00:20:16,160

they they dish served short sentences

479

00:20:21,730 --> 00:20:19,580

and now they're out and now I mean it is

480

00:20:23,530 --> 00:20:21,740

amazing how the whole world seems to be

481

00:20:26,790 --> 00:20:23,540

going conservative like look at Latin

482

00:20:31,120 --> 00:20:26,800

America it used to be very strongly

483

00:20:33,610 --> 00:20:31,130

socialist or Bolivarian you know that

484

00:20:38,110 --> 00:20:33,620

the Bolivarian revolution where they

485

00:20:40,240 --> 00:20:38,120

were attempting to be independent of the

486

00:20:43,030 --> 00:20:40,250

Western system but now they've just

487

00:20:44,440 --> 00:20:43,040

totally caved I mean all this Latin

488

00:20:48,040 --> 00:20:44,450

American countries have now gotten

489

00:20:52,030 --> 00:20:48,050

neoliberal so we obviously pulled that

490

00:20:53,880 --> 00:20:52,040

off how we did it you know we use guns

491

00:20:56,140 --> 00:20:53,890

when we had to is that whole that

492

00:20:58,540 --> 00:20:56,150

shouldn't prescients have an economic

493

00:21:01,630 --> 00:20:58,550

hitman inserted modus operandi

494

00:21:03,970 --> 00:21:01,640

i hate's right and that kind of brings

495

00:21:06,400 --> 00:21:03,980

me to the next point which is like it's

496

00:21:08,710 --> 00:21:06,410

good to know what we could do I mean you

497

00:21:10,810 --> 00:21:08,720

look at this giant economic mess it's

498

00:21:12,850 --> 00:21:10,820

very confusing it's nice to know that

499

00:21:15,280 --> 00:21:12,860

someone like you has an answer on the

500

00:21:17,080 --> 00:21:15,290

table and is fleshed it out well but

501
00:21:19,000 --> 00:21:17,090
there's a big difference between that

502
00:21:20,980 --> 00:21:19,010
and actually implementing that idea I

503
00:21:24,130 --> 00:21:20,990
mean these entrenched powers as you say

504
00:21:26,650 --> 00:21:24,140
they're very big they seem too large to

505
00:21:29,260 --> 00:21:26,660
overcome it's hard to get people on the

506
00:21:30,940 --> 00:21:29,270
same page about something as simple as

507
00:21:33,100 --> 00:21:30,950
should you be locked in a cage for

508
00:21:35,650 --> 00:21:33,110
having marijuana on you I mean that's a

509
00:21:39,100 --> 00:21:35,660
pretty simple thing and then this is

510
00:21:40,540 --> 00:21:39,110
like a big complex argument where you

511
00:21:45,100 --> 00:21:40,550
know these entrenched powers are very

512
00:21:48,340 --> 00:21:45,110
savvy at propaganda and making this

513
00:21:50,200 --> 00:21:48,350

sound like it would ruin the world there

514

00:21:51,460 --> 00:21:50,210

they use a lot of fear tactics and

515

00:21:53,590 --> 00:21:51,470

saying like if you do this it could

516

00:21:56,590 --> 00:21:53,600

collapse everything so it seems really

517

00:21:59,320 --> 00:21:56,600

hard to to actually implement this talk

518

00:22:01,220 --> 00:21:59,330

to us about the positive sides of that

519

00:22:04,580 --> 00:22:01,230

you said 25 active

520

00:22:09,190 --> 00:22:04,590

I mean that's something right well and

521

00:22:12,409 --> 00:22:09,200

we're making more and more progress in

522

00:22:15,080 --> 00:22:12,419

California we had our first bill as well

523

00:22:17,120 --> 00:22:15,090

then in 2011 and it was for a

524

00:22:18,980 --> 00:22:17,130

feasibility study for a state on being

525

00:22:21,680 --> 00:22:18,990

they passed both houses of the

526

00:22:25,430 --> 00:22:21,690

legislature and Jerry Brown didn't sign

527

00:22:27,049 --> 00:22:25,440

it and his reasoning was that it was for

528

00:22:29,149 --> 00:22:27,059

a blue-ribbon committee which I guess

529

00:22:30,860 --> 00:22:29,159

cost some money and he said we didn't

530

00:22:32,570 --> 00:22:30,870

need to have another blue-ribbon

531

00:22:34,210 --> 00:22:32,580

committee that we could do it in-house

532

00:22:37,100 --> 00:22:34,220

that we already had a Banking Committee

533

00:22:40,310 --> 00:22:37,110

but we never heard any more about it

534

00:22:45,799 --> 00:22:40,320

after that so that of course it died it

535

00:22:54,019 --> 00:22:45,809

died behind closed doors so now we've

536

00:22:57,799 --> 00:22:54,029

got a bill it's SB 857 to change some of

537

00:23:00,529 --> 00:22:57,809

the laws to make it easier to for cities

538

00:23:03,110 --> 00:23:00,539

to establish their own banks and that

539

00:23:04,879 --> 00:23:03,120

bill has also it's passed all the

540

00:23:06,950 --> 00:23:04,889

committee's except one it's on its last

541

00:23:12,049 --> 00:23:06,960

committee in the Ed's Act they're

542

00:23:15,830 --> 00:23:12,059

actually hearing that on August tomorrow

543

00:23:19,430 --> 00:23:15,840

August 29th and so we'll see assuming it

544

00:23:21,889 --> 00:23:19,440

passed passes that committee and then it

545

00:23:25,419 --> 00:23:21,899

has to go back to the whole assembly

546

00:23:27,919 --> 00:23:25,429

because they they modified it some and

547

00:23:30,110 --> 00:23:27,929

assuming the governor signs it which we

548

00:23:33,139 --> 00:23:30,120

think he will because governor Newsom

549

00:23:37,190 --> 00:23:33,149

has expressed his support for public

550

00:23:41,570 --> 00:23:37,200

banks then this will make it much easier

551
00:23:44,960 --> 00:23:41,580
for cities and counties or and the state

552
00:23:47,629 --> 00:23:44,970
but for for any government entity to set

553
00:23:50,830 --> 00:23:47,639
up its own bank and we had a bill for

554
00:23:55,669 --> 00:23:50,840
example in Los Angeles or where it was a

555
00:23:57,919 --> 00:23:55,679
resolution the City of LA the LA City

556
00:24:01,490 --> 00:23:57,929
Council put it to the voters whether the

557
00:24:03,289 --> 00:24:01,500
voters wanted to have a city-owned Bank

558
00:24:13,340 --> 00:24:03,299
and the reason they did that was there

559
00:24:14,490 --> 00:24:13,350
was a subscribe to get voter approval so

560
00:24:16,890 --> 00:24:14,500
that's why they did

561
00:24:19,740 --> 00:24:16,900
because their legal counsel said that

562
00:24:22,500 --> 00:24:19,750
was the first step but the president of

563
00:24:26,430 --> 00:24:22,510

the City Council is very strongly in

564

00:24:29,340 --> 00:24:26,440

favor of city-owned Bank and the measure

565

00:24:32,400 --> 00:24:29,350

got 42% of the vote even though we had

566

00:24:34,500 --> 00:24:32,410

only three months to do it I mean it was

567

00:24:37,770 --> 00:24:34,510

a surprise to us the public banking

568

00:24:40,470 --> 00:24:37,780

advocates but the reason it got as far

569

00:24:44,190 --> 00:24:40,480

as it did is we had this very active

570

00:24:46,980 --> 00:24:44,200

dynamic millennial group that was just

571

00:24:51,120 --> 00:24:46,990

out there beating the bushes and they're

572

00:24:54,480 --> 00:24:51,130

very savvy in social media they're the

573

00:24:57,810 --> 00:24:54,490

first hurdle was you had to pay money in

574

00:25:01,610 --> 00:24:57,820

order to get to be a committee in order

575

00:25:05,760 --> 00:25:01,620

to even you know try to raise money for

576

00:25:08,970 --> 00:25:05,770

for a campaign when they were trying to

577

00:25:12,120 --> 00:25:08,980

solicit somebody but in a lawyer or

578

00:25:14,100 --> 00:25:12,130

somebody he said oh well I know you must

579

00:25:16,770 --> 00:25:14,110

have some money because I saw your

580

00:25:19,680 --> 00:25:16,780

videos that you made and they said no

581

00:25:21,840 --> 00:25:19,690

they said we're all under 30 we know how

582

00:25:23,850 --> 00:25:21,850

to make this stuff so they've already

583

00:25:27,480 --> 00:25:23,860

they've got the talents and they've got

584

00:25:30,600 --> 00:25:27,490

the zeal it's rather like Alexander

585

00:25:33,900 --> 00:25:30,610

Ocasio Cortez in New York I mean they've

586

00:25:35,010 --> 00:25:33,910

also got a public banking activist

587

00:25:37,500 --> 00:25:35,020

movement going

588

00:25:42,570 --> 00:25:37,510

but it's so it's that same mentality

589

00:25:45,630 --> 00:25:42,580

although we're here in a in California

590

00:25:49,980 --> 00:25:45,640

I'm in LA so this is that's my my city

591

00:25:52,380 --> 00:25:49,990

but here we try not to be so political I

592

00:25:55,140 --> 00:25:52,390

mean it's not about tearing down the

593

00:25:57,660 --> 00:25:55,150

President or any of those things it's

594

00:26:00,000 --> 00:25:57,670

just about creating a publicly owned

595

00:26:03,300 --> 00:26:00,010

bank and a publicly owned bank even

596

00:26:05,580 --> 00:26:03,310

though it sounds socialist our number

597

00:26:07,890 --> 00:26:05,590

one our only case the Bank of North

598

00:26:11,700 --> 00:26:07,900

Dakota is in North Dakota which is a

599

00:26:13,890 --> 00:26:11,710

very Republican conservative state so it

600

00:26:15,990 --> 00:26:13,900

serves people on all sides and one

601
00:26:18,120 --> 00:26:16,000
reason I try not to talk politics is

602
00:26:20,100 --> 00:26:18,130
that at the public banking Institute

603
00:26:21,750 --> 00:26:20,110
we've got supporters from all sides and

604
00:26:25,020 --> 00:26:21,760
every time I say anything that even

605
00:26:28,180 --> 00:26:25,030
beers and being political then I'll get

606
00:26:31,390 --> 00:26:28,190
you know pushback from somebody

607
00:26:33,820 --> 00:26:31,400
yes that makes sense conservatives like

608
00:26:35,440 --> 00:26:33,830
public banks just like like liberals do

609
00:26:38,830 --> 00:26:35,450
they like it like in North Dakota they

610
00:26:42,220 --> 00:26:38,840
like it because for them it's all about

611
00:26:43,540 --> 00:26:42,230
keeping our money in the state chief for

612
00:26:45,040 --> 00:26:43,550
our own purposes

613
00:26:48,010 --> 00:26:45,050

so that's a very conservative thing

614

00:26:50,470 --> 00:26:48,020

conserving our money whether it's a big

615

00:26:52,810 --> 00:26:50,480

farming state so originally it was a

616

00:26:55,300 --> 00:26:52,820

farmers movement the farmers releasing

617

00:26:58,570 --> 00:26:55,310

their farms to the out-of-state bankers

618

00:26:59,950 --> 00:26:58,580

and so they banded together and for

619

00:27:03,100 --> 00:26:59,960

under political party called the

620

00:27:05,320 --> 00:27:03,110

nonpartisan League and won won an

621

00:27:07,450 --> 00:27:05,330

election and got their bank showed up

622

00:27:09,400 --> 00:27:07,460

and they got state granary set up

623

00:27:12,850 --> 00:27:09,410

because they were also getting screwed

624

00:27:17,020 --> 00:27:12,860

by that it was a big cartel it was a

625

00:27:20,260 --> 00:27:17,030

railroad granary banking cartel that was

626

00:27:23,650 --> 00:27:20,270

taking their farms not paying them

627

00:27:26,050 --> 00:27:23,660

properly for their grain and then they

628

00:27:28,030 --> 00:27:26,060

didn't really have any alternative but

629

00:27:30,820 --> 00:27:28,040

to use this railroad to get their grain

630

00:27:32,650 --> 00:27:30,830

out of state so that's why they set up

631

00:27:34,150 --> 00:27:32,660

their own granary that would be fair and

632

00:27:37,720 --> 00:27:34,160

their own bank that would be fair to

633

00:27:39,700 --> 00:27:37,730

them Wow I mean I think the Bank of

634

00:27:42,700 --> 00:27:39,710

North Dakota is obviously a great

635

00:27:45,310 --> 00:27:42,710

template or example to look at in seeing

636

00:27:48,400 --> 00:27:45,320

how this would work for people and you

637

00:27:50,590 --> 00:27:48,410

mentioned the kind of goal of keeping

638

00:27:53,530 --> 00:27:50,600

money within the state or the local

639

00:27:55,390 --> 00:27:53,540

economy and I just generally like that

640

00:27:58,360 --> 00:27:55,400

principle because we have so many

641

00:28:01,900 --> 00:27:58,370

problems in so many different sectors of

642

00:28:05,080 --> 00:28:01,910

the whole societal pie and most of the

643

00:28:07,450 --> 00:28:05,090

causes will be chalked up to the biggest

644

00:28:10,240 --> 00:28:07,460

multinational corporation in that

645

00:28:12,430 --> 00:28:10,250

industry whether it's Big Pharma or the

646

00:28:14,680 --> 00:28:12,440

agricultural industry I mean there's all

647

00:28:17,980 --> 00:28:14,690

the oil industry it's always these huge

648

00:28:19,690 --> 00:28:17,990

huge companies and they're choking out

649

00:28:22,810 --> 00:28:19,700

local businesses obviously got the

650

00:28:25,030 --> 00:28:22,820

Walmart problem if you have a goal of

651
00:28:27,700 --> 00:28:25,040
keeping money local somewhat to a degree

652
00:28:29,770 --> 00:28:27,710
that at least tilts the scales back in

653
00:28:31,810 --> 00:28:29,780
the favor of local businesses a little

654
00:28:35,510 --> 00:28:31,820
bit because now they can't even get

655
00:28:37,549 --> 00:28:35,520
enough of the pie to stay in business

656
00:28:40,100 --> 00:28:37,559
that's right and if if there take out

657
00:28:43,430 --> 00:28:40,110
loans quite often they have to do credit

658
00:28:46,070 --> 00:28:43,440
card loans which we're talking sixteen

659
00:28:49,850 --> 00:28:46,080
or eighteen percent and here here are

660
00:28:52,940 --> 00:28:49,860
the bank's getting they are they can

661
00:28:55,190 --> 00:28:52,950
borrow at two point two five percent or

662
00:28:57,680 --> 00:28:55,200
whatever it just got changed to and they

663
00:29:00,650 --> 00:28:57,690

actually make that much on their

664

00:29:01,820 --> 00:29:00,660

reserves which are just parked at the

665

00:29:03,890 --> 00:29:01,830

Federal Reserve so they're doing

666

00:29:06,380 --> 00:29:03,900

absolutely no work making two point two

667

00:29:08,750 --> 00:29:06,390

five percent and they can borrow it to

668

00:29:11,720 --> 00:29:08,760

cut two point two five percent and

669

00:29:14,060 --> 00:29:11,730

nowadays most of their loans are credit

670

00:29:17,390 --> 00:29:14,070

card loans that's that's their big

671

00:29:20,110 --> 00:29:17,400

business these days credit cards so they

672

00:29:22,790 --> 00:29:20,120

are charging exorbitant rates and

673

00:29:24,650 --> 00:29:22,800

besides the interest that they get on

674

00:29:26,690 --> 00:29:24,660

their credit cards that's not even a big

675

00:29:28,220 --> 00:29:26,700

moneymaker for credit cards it's what

676
00:29:31,610 --> 00:29:28,230
the merchant pays the merchants are

677
00:29:33,590 --> 00:29:31,620
paying like four percent for basically

678
00:29:36,260 --> 00:29:33,600
what boils down to a one-month loan

679
00:29:39,590 --> 00:29:36,270
because either if you pay your credit

680
00:29:41,780 --> 00:29:39,600
card off you know in 30 days or 60 at

681
00:29:43,580 --> 00:29:41,790
most it's sixty days and it might be one

682
00:29:45,230 --> 00:29:43,590
day so it's somewhere between one and

683
00:29:47,390 --> 00:29:45,240
sixty days you'll pay off your credit

684
00:29:49,400 --> 00:29:47,400
card that means they can do that twelve

685
00:29:53,030 --> 00:29:49,410
times a year at times four percent so

686
00:29:56,060 --> 00:29:53,040
that's 48 percent right there plus what

687
00:29:58,520 --> 00:29:56,070
they make on the delinquent you know

688
00:30:01,160 --> 00:29:58,530

people that don't pay every month the

689

00:30:03,049 --> 00:30:01,170

people that just pay interest and that's

690

00:30:05,780 --> 00:30:03,059

many people just pay the interest

691

00:30:07,610 --> 00:30:05,790

because they they don't understand for

692

00:30:10,040 --> 00:30:07,620

starters one thing we really need to do

693

00:30:12,530 --> 00:30:10,050

is educate people that they are really

694

00:30:14,780 --> 00:30:12,540

killing themselves by not paying the

695

00:30:17,360 --> 00:30:14,790

full amount on their credit cards every

696

00:30:21,020 --> 00:30:17,370

every month because do it does balances

697

00:30:23,450 --> 00:30:21,030

build up and no that's what bankruptcy

698

00:30:26,750 --> 00:30:23,460

people right yeah they can get

699

00:30:29,660 --> 00:30:26,760

overwhelming for sure and so how do we

700

00:30:30,740 --> 00:30:29,670

make the case that public banking is

701

00:30:33,620 --> 00:30:30,750

what we want

702

00:30:35,510 --> 00:30:33,630

what problems specifically would this

703

00:30:37,490 --> 00:30:35,520

solve we got to get these listeners

704

00:30:40,610 --> 00:30:37,500

support because right now I think it

705

00:30:42,530 --> 00:30:40,620

kind of sounds a little vague but what

706

00:30:45,070 --> 00:30:42,540

problems that they're probably suffering

707

00:30:49,010 --> 00:30:45,080

from with this public banking solution

708

00:30:51,700 --> 00:30:49,020

specifically address well it could cut

709

00:30:54,080 --> 00:30:51,710

access for starters it could cut

710

00:30:58,010 --> 00:30:54,090

depending on what the interest rate is

711

00:31:00,560 --> 00:30:58,020

at which banks borrow you know right now

712

00:31:01,970 --> 00:31:00,570

the Fed is dropping interest rates it

713

00:31:04,250 --> 00:31:01,980

could people are saying it could go to

714

00:31:08,330 --> 00:31:04,260

zero it could go to negative in Europe

715

00:31:10,730 --> 00:31:08,340

the central banks are charging negative

716

00:31:12,740 --> 00:31:10,740

interests which means that basically the

717

00:31:16,520 --> 00:31:12,750

central bank pays you for taking out a

718

00:31:22,130 --> 00:31:16,530

loan so if the bank can borrow for a

719

00:31:24,980 --> 00:31:22,140

zero like it could in 2008 50 percent of

720

00:31:27,890 --> 00:31:24,990

the cost of infrastructure for example

721

00:31:31,640 --> 00:31:27,900

is financing so or in other words

722

00:31:33,980 --> 00:31:31,650

interests and peace so if you're a

723

00:31:36,130 --> 00:31:33,990

bank and you can borrow at zero percent

724

00:31:39,590 --> 00:31:36,140

you could drop the cost of

725

00:31:41,660 --> 00:31:39,600

infrastructure in California by 50

726

00:31:44,600 --> 00:31:41,670

percent and right now we have in

727

00:31:47,120 --> 00:31:44,610

California we have 750 billion dollars

728

00:31:49,670 --> 00:31:47,130

worth of infrastructure that needs to be

729

00:31:52,640 --> 00:31:49,680

built and we don't have that money so we

730

00:31:55,430 --> 00:31:52,650

can cut that to 375 billion right there

731

00:31:58,130 --> 00:31:55,440

by funding it through our own publicly

732

00:32:00,740 --> 00:31:58,140

owned banks so that would either save

733

00:32:02,300 --> 00:32:00,750

money or it would mean we'd actually get

734

00:32:04,070 --> 00:32:02,310

some of this infrastructure built there

735

00:32:06,830 --> 00:32:04,080

right now we don't have we did we need

736

00:32:09,200 --> 00:32:06,840

better roads we need high-speed rail or

737

00:32:11,960 --> 00:32:09,210

you know we need some rail we need I

738

00:32:13,940 --> 00:32:11,970

live in Santa Clarita which is right

739

00:32:19,250 --> 00:32:13,950

outside LA and there's absolutely no way

740

00:32:22,100 --> 00:32:19,260

to get into LA that's vast so anyway

741

00:32:26,300 --> 00:32:22,110

there you know we need a lot of things

742

00:32:32,110 --> 00:32:26,310

done which would help stimulate business

743

00:32:35,060 --> 00:32:32,120

and they would bring businesses in one

744

00:32:38,390 --> 00:32:35,070

proposed one bill that I thought was

745

00:32:41,030 --> 00:32:38,400

great and I really backed was a bill to

746

00:32:43,430 --> 00:32:41,040

turn our California infrastructure and

747

00:32:45,680 --> 00:32:43,440

development bank into a real Bank we

748

00:32:47,270 --> 00:32:45,690

have this revolving fund called

749

00:32:48,440 --> 00:32:47,280

California infrastructure and

750

00:32:51,530 --> 00:32:48,450

Development Bank it's a state

751

00:32:53,330 --> 00:32:51,540

institution but it's very small and what

752

00:32:55,400 --> 00:32:53,340

they do they have a pot of money they

753

00:32:58,070 --> 00:32:55,410

lend it out to businesses at below

754

00:33:00,140 --> 00:32:58,080

market rates and the businesses love it

755

00:33:01,760 --> 00:33:00,150

they just eat that those loans up

756

00:33:03,320 --> 00:33:01,770

because that's the only place they can

757

00:33:05,659 --> 00:33:03,330

get like a three

758

00:33:09,590 --> 00:33:05,669

otherwise they're reduced to borrowing

759

00:33:11,840 --> 00:33:09,600

on their credit cards so there's a big

760

00:33:15,620 --> 00:33:11,850

demand for these loans way more demand

761

00:33:18,379 --> 00:33:15,630

than there is money in this Bank so if

762

00:33:22,100 --> 00:33:18,389

you took just that pot of money I think

763

00:33:25,549 --> 00:33:22,110

they had 300 million I think was their

764

00:33:28,700 --> 00:33:25,559

pot of money you took just that and

765

00:33:30,680 --> 00:33:28,710

turned it into capital for a bank it

766

00:33:32,680 --> 00:33:30,690

made it a real depository Bank where

767

00:33:35,720 --> 00:33:32,690

where you would have the state put

768

00:33:37,340 --> 00:33:35,730

various forms of deposits into the bank

769

00:33:40,460 --> 00:33:37,350

like the Bank of North Dakota does in

770

00:33:44,149 --> 00:33:40,470

North Dakota the Bank of North Dakota by

771

00:33:45,529 --> 00:33:44,159

law all of the state's deposits go into

772

00:33:48,440 --> 00:33:45,539

the Bank of North Dakota so they have a

773

00:33:51,350 --> 00:33:48,450

huge deposit base so let's say even just

774

00:33:54,519 --> 00:33:51,360

some of the state's deposits we're

775

00:33:58,070 --> 00:33:54,529

required to go into this Bank you could

776

00:34:01,159 --> 00:33:58,080

expand your your portfolio your loan

777

00:34:04,100 --> 00:34:01,169

portfolio by a factor of 10 turn that

778

00:34:06,529 --> 00:34:04,110

300 million into capital now you've got

779

00:34:08,869 --> 00:34:06,539

a three billion dollar bank so you can

780

00:34:12,169 --> 00:34:08,879

make 3 billion in loans instead of 300

781

00:34:15,050 --> 00:34:12,179

million in loans and you know you can

782

00:34:17,389 --> 00:34:15,060

just build from there by as you get more

783

00:34:21,339 --> 00:34:17,399

profits you can turn that into capital

784

00:34:24,349 --> 00:34:21,349

or you can have the pension funds or

785

00:34:26,450 --> 00:34:24,359

we've got five hundred billion dollars

786

00:34:29,300 --> 00:34:26,460

in our pension funds a huge amount of

787

00:34:32,540 --> 00:34:29,310

money and that money is not being

788

00:34:34,609 --> 00:34:32,550

invested in California it goes to Wall

789

00:34:36,349 --> 00:34:34,619

Street and then Wall Street does with it

790

00:34:39,200 --> 00:34:36,359

what it what it will but it's not

791

00:34:41,149 --> 00:34:39,210

investing in our local businesses so our

792

00:34:43,369 --> 00:34:41,159

money's going out and it's not coming

793

00:34:46,250 --> 00:34:43,379

back and the way to make it come back

794

00:34:48,889 --> 00:34:46,260

into our local economies would be to set

795

00:34:52,089 --> 00:34:48,899

up our own banking system which it has a

796

00:34:53,839 --> 00:34:52,099

mandate to serve our local economy I

797

00:34:56,659 --> 00:34:53,849

like it I like it

798

00:34:59,839 --> 00:34:56,669

and obviously universal basic income is

799

00:35:02,660 --> 00:34:59,849

a big solution in this book and this is

800

00:35:04,730 --> 00:35:02,670

one that I am kind of split on on one

801
00:35:06,980 --> 00:35:04,740
hand we have a rigged economy and we had

802
00:35:09,020 --> 00:35:06,990
the trickle down approach shoved down

803
00:35:11,599 --> 00:35:09,030
our throats and everyone knows it didn't

804
00:35:12,970 --> 00:35:11,609
work so screw it let's start the money

805
00:35:15,220 --> 00:35:12,980
at the bottom of the pyramid

806
00:35:17,380 --> 00:35:15,230
increase the average person's purchasing

807
00:35:19,930 --> 00:35:17,390
power per once but then on the other

808
00:35:22,660 --> 00:35:19,940
hand I'm more of the opinion that we

809
00:35:25,630 --> 00:35:22,670
should look for decentralizing solutions

810
00:35:28,750 --> 00:35:25,640
smaller regional local stuff which the

811
00:35:30,849 --> 00:35:28,760
public banking seems to address but I am

812
00:35:33,790 --> 00:35:30,859
concerned with the idea of a universal

813
00:35:36,010 --> 00:35:33,800

basic income being a more centralized

814

00:35:39,099 --> 00:35:36,020

idea because it's hard to beat these

815

00:35:42,250 --> 00:35:39,109

guys with big systems so I'm torn but

816

00:35:44,470 --> 00:35:42,260

what are your thoughts well you could

817

00:35:47,500 --> 00:35:44,480

set a universal basic income up so that

818

00:35:49,690 --> 00:35:47,510

it really didn't involve any humans

819

00:35:54,040 --> 00:35:49,700

making decisions in other words it could

820

00:35:56,290 --> 00:35:54,050

all be automatic and here's the problem

821

00:35:59,440 --> 00:35:56,300

if all of our money is created by banks

822

00:36:01,180 --> 00:35:59,450

when they make loans and they only

823

00:36:04,030 --> 00:36:01,190

create the principle they don't create

824

00:36:06,160 --> 00:36:04,040

the interest and over the course of a

825

00:36:08,260 --> 00:36:06,170

30-year mortgage you're going to pay at

826

00:36:10,150 --> 00:36:08,270

least as much an interest as you pay in

827

00:36:11,890 --> 00:36:10,160

principle so where is it interest going

828

00:36:15,670 --> 00:36:11,900

to come from it has to come from more

829

00:36:17,920 --> 00:36:15,680

loans so debt always grows faster than

830

00:36:20,320 --> 00:36:17,930

the money supply and that's why we have

831

00:36:23,920 --> 00:36:20,330

this business cycle of booms and busts

832

00:36:27,640 --> 00:36:23,930

booms of us at some point the cycle

833

00:36:30,280 --> 00:36:27,650

can't support the debt and then we you

834

00:36:32,560 --> 00:36:30,290

know you have foreclosures collapse the

835

00:36:34,720 --> 00:36:32,570

banks move in they take the properties

836

00:36:37,150 --> 00:36:34,730

or that whatever the hedge funds buy up

837

00:36:39,130 --> 00:36:37,160

the property's real cheap and then they

838

00:36:41,710 --> 00:36:39,140

lend them back that they rent them back

839

00:36:43,060 --> 00:36:41,720

to the people at exorbitant rates like

840

00:36:45,490 --> 00:36:43,070

that's the reason we have this huge

841

00:36:48,640 --> 00:36:45,500

homeless problem in San Francisco for

842

00:36:49,359 --> 00:36:48,650

example nobody can afford \$4,000 a month

843

00:36:51,940 --> 00:36:49,369

for it

844

00:36:54,490 --> 00:36:51,950

for rentals and those are rentals that

845

00:36:56,650 --> 00:36:54,500

used to be their own homes that they got

846

00:36:58,810 --> 00:36:56,660

turned out of because of the Wall Street

847

00:37:00,340 --> 00:36:58,820

crisis so it's not their fault it was

848

00:37:02,320 --> 00:37:00,350

Wall Street's fault

849

00:37:05,560 --> 00:37:02,330

just recently you know there's this been

850

00:37:08,290 --> 00:37:05,570

this thing about the horrible homeless

851
00:37:11,380 --> 00:37:08,300
problems in San Francisco in LA and they

852
00:37:13,300 --> 00:37:11,390
blame the local government but like the

853
00:37:15,040 --> 00:37:13,310
local government can't fix it but how

854
00:37:16,270 --> 00:37:15,050
are they supposed to fix it first of all

855
00:37:17,770 --> 00:37:16,280
they don't have the money they need a

856
00:37:20,260 --> 00:37:17,780
source of money which a public bank

857
00:37:22,540 --> 00:37:20,270
could do but whose fault was that that

858
00:37:25,990 --> 00:37:22,550
that we've got all these homeless it was

859
00:37:26,799 --> 00:37:26,000
the big banks that forced these people

860
00:37:29,409 --> 00:37:26,809
out of their home

861
00:37:30,909 --> 00:37:29,419
they first they sucked him into agree

862
00:37:33,699 --> 00:37:30,919
they shouldn't have been in those loans

863
00:37:35,049 --> 00:37:33,709

but they were that many of them were

864

00:37:38,609 --> 00:37:35,059

fraudulent they were fraudulently

865

00:37:41,759 --> 00:37:38,619

induced to take those loans and then

866

00:37:45,069 --> 00:37:41,769

then there turned out of their homes and

867

00:37:47,289 --> 00:37:45,079

now they can't afford the same homes

868

00:37:49,179 --> 00:37:47,299

because they you know they can't even

869

00:37:51,729 --> 00:37:49,189

afford the rents on the homes because

870

00:37:55,140 --> 00:37:51,739

they were bought up at distressed prices

871

00:37:59,319 --> 00:37:55,150

by Blackrock that's huge wealth fund

872

00:38:03,599 --> 00:37:59,329

anyway so there is not enough money in

873

00:38:06,699 --> 00:38:03,609

the system even assuming that that money

874

00:38:09,009 --> 00:38:06,709

well first of all it's not there to to

875

00:38:11,409 --> 00:38:09,019

pay off the interest but besides that if

876

00:38:15,370 --> 00:38:11,419

all of our money is the principal of

877

00:38:17,199 --> 00:38:15,380

these loans many people don't spend that

878

00:38:18,969 --> 00:38:17,209

money back into the economy many the

879

00:38:21,189 --> 00:38:18,979

rich you know you've got a skewed

880

00:38:23,559 --> 00:38:21,199

economy so people who don't need to

881

00:38:25,089 --> 00:38:23,569

spend the money will save it in some way

882

00:38:27,519 --> 00:38:25,099

or they'll put it in the speculative

883

00:38:30,189 --> 00:38:27,529

economy which I would argue we've got

884

00:38:32,769 --> 00:38:30,199

two economies going we've got the

885

00:38:35,380 --> 00:38:32,779

speculative financial eyes the economy

886

00:38:38,319 --> 00:38:35,390

and then we've got the local real

887

00:38:40,239 --> 00:38:38,329

productive economy and the money is just

888

00:38:42,640 --> 00:38:40,249

being sucked out of the local economy

889

00:38:44,919 --> 00:38:42,650

into the speculative economy and it

890

00:38:47,380 --> 00:38:44,929

never comes back it just keeps going

891

00:38:49,899 --> 00:38:47,390

round and round they they bit each

892

00:38:54,189 --> 00:38:49,909

other's prices up like if you even

893

00:38:56,380 --> 00:38:54,199

housing existing housing the speculators

894

00:38:58,659 --> 00:38:56,390

come in and bid the price up and then

895

00:39:00,429 --> 00:38:58,669

somebody else have put it up and you buy

896

00:39:03,640 --> 00:39:00,439

it because you think you can sell it for

897

00:39:05,919 --> 00:39:03,650

a higher price or stock is that money in

898

00:39:08,469 --> 00:39:05,929

the stock market never goes back to the

899

00:39:10,449 --> 00:39:08,479

company it only goes to the previous

900

00:39:13,839 --> 00:39:10,459

owner of the stock the only money the

901
00:39:17,829 --> 00:39:13,849
company gets was the initial IPO the

902
00:39:19,689 --> 00:39:17,839
initial initial public offering so other

903
00:39:21,219 --> 00:39:19,699
than that it's just a big casino so

904
00:39:23,169 --> 00:39:21,229
you've got all this money running round

905
00:39:25,299 --> 00:39:23,179
and round in this casino that gets

906
00:39:27,669 --> 00:39:25,309
bigger and bigger you've got 21 to 35

907
00:39:30,519 --> 00:39:27,679
trillion dollars in offshore tax havens

908
00:39:32,229 --> 00:39:30,529
that obviously never come back and a lot

909
00:39:35,049 --> 00:39:32,239
of money invested abroad that never

910
00:39:38,049 --> 00:39:35,059
comes back so all that money is missing

911
00:39:40,300 --> 00:39:38,059
from the system plus the money for

912
00:39:42,760 --> 00:39:40,310
interest that was never created and for

913
00:39:45,520 --> 00:39:42,770

place so you've always got a massive

914

00:39:49,120 --> 00:39:45,530

shortage of money particularly in the

915

00:39:53,050 --> 00:39:49,130

local productive economy and the only

916

00:39:56,140 --> 00:39:53,060

way to get to get that money back is

917

00:39:59,650 --> 00:39:56,150

you've got to just pay pay it into the

918

00:40:02,350 --> 00:39:59,660

system like basically for free just hand

919

00:40:05,260 --> 00:40:02,360

it over either you can either hand it

920

00:40:07,330 --> 00:40:05,270

over to individuals I mean it the reason

921

00:40:09,490 --> 00:40:07,340

I like the universal basic income idea

922

00:40:11,050 --> 00:40:09,500

effect on time like the term I think it

923

00:40:14,410 --> 00:40:11,060

should be called a national dividend

924

00:40:16,060 --> 00:40:14,420

that everybody should get we need more

925

00:40:19,330 --> 00:40:16,070

money in the system so you just figure

926
00:40:21,430 --> 00:40:19,340
out how much more we need and then cut

927
00:40:24,490 --> 00:40:21,440
that up divide that by the population

928
00:40:26,530 --> 00:40:24,500
and that's how much everybody gets hmm

929
00:40:28,630 --> 00:40:26,540
so that makes it very fair and if you

930
00:40:31,240 --> 00:40:28,640
have any kind of debt what you could do

931
00:40:33,100 --> 00:40:31,250
is just have it be automatic so that it

932
00:40:35,110 --> 00:40:33,110
automatically goes to pay down your debt

933
00:40:36,880 --> 00:40:35,120
like it goes automatically into your

934
00:40:39,400 --> 00:40:36,890
bank account and your bank knows if

935
00:40:40,930 --> 00:40:39,410
you've got debt you know let's say

936
00:40:43,240 --> 00:40:40,940
you've got student debt or mortgage or

937
00:40:45,460 --> 00:40:43,250
something so it will automatically go to

938
00:40:48,940 --> 00:40:45,470

pay down that debt that money is going

939

00:40:51,160 --> 00:40:48,950

to disappear money is created as a loan

940

00:40:55,690 --> 00:40:51,170

and its extinguished when the loans are

941

00:40:57,670 --> 00:40:55,700

paid off so the debt will disappear and

942

00:40:59,680 --> 00:40:57,680

so will the money and so it will not be

943

00:41:02,920 --> 00:40:59,690

inflating it definitely won't be

944

00:41:04,480 --> 00:41:02,930

inflating consumer prices so it won't be

945

00:41:05,920 --> 00:41:04,490

driving up prices that's what everybody

946

00:41:07,720 --> 00:41:05,930

worries about that you're gonna be

947

00:41:09,580 --> 00:41:07,730

putting extra money in the system and

948

00:41:12,490 --> 00:41:09,590

that that's going to inflate prices but

949

00:41:14,410 --> 00:41:12,500

to the extent that it pays down debt

950

00:41:17,320 --> 00:41:14,420

it won't inflate prices and the other

951
00:41:20,170 --> 00:41:17,330
people 80% of the population cherries

952
00:41:22,120 --> 00:41:20,180
debt and the other 20% don't need that

953
00:41:24,190 --> 00:41:22,130
money for their consumer goods they've

954
00:41:26,710 --> 00:41:24,200
already their paycheck easily covers

955
00:41:28,720 --> 00:41:26,720
their food and their rent and all

956
00:41:30,940 --> 00:41:28,730
they're usually expenses so they're

957
00:41:33,400 --> 00:41:30,950
gonna save it somewhere so it's gonna go

958
00:41:35,200 --> 00:41:33,410
in the speculative economy it's not

959
00:41:38,860 --> 00:41:35,210
going to go into consumer the consumer

960
00:41:41,530 --> 00:41:38,870
market either so I would argue it's it's

961
00:41:43,510 --> 00:41:41,540
not going to drive a prices and to the

962
00:41:45,970 --> 00:41:43,520
extent that it does stay in the local

963
00:41:49,240 --> 00:41:45,980

economy we need that money we need that

964

00:41:51,070 --> 00:41:49,250

for increased productivity as long as

965

00:41:54,099 --> 00:41:51,080

you've got the capacity as long as

966

00:41:56,109 --> 00:41:54,109

you've got the ability to create

967

00:41:59,170 --> 00:41:56,119

factories or whatever as long as you've

968

00:42:00,970 --> 00:41:59,180

got workers and materials you need some

969

00:42:03,819 --> 00:42:00,980

extra money to get them together in

970

00:42:05,349 --> 00:42:03,829

order to produce goods so the first

971

00:42:06,940 --> 00:42:05,359

thing that's going to happen with new

972

00:42:09,609 --> 00:42:06,950

money is you're going to create new

973

00:42:12,430 --> 00:42:09,619

products and it's only when you run out

974

00:42:14,559 --> 00:42:12,440

of the ability to create to meet demand

975

00:42:17,400 --> 00:42:14,569

you know to make the products to meet

976

00:42:20,380 --> 00:42:17,410

the demand that the prices will go up I

977

00:42:23,829 --> 00:42:20,390

mean I think this makes sense if money

978

00:42:26,979 --> 00:42:23,839

can be created now by loaning it with

979

00:42:29,620 --> 00:42:26,989

interests where only the bank wins in

980

00:42:32,529 --> 00:42:29,630

the end then why can't it be created by

981

00:42:35,769 --> 00:42:32,539

just giving it to all the individual

982

00:42:38,680 --> 00:42:35,779

people with no interest and letting them

983

00:42:40,599 --> 00:42:38,690

spend it I mean even to my simple mind

984

00:42:42,700 --> 00:42:40,609

that seems like it would it would work

985

00:42:44,979 --> 00:42:42,710

just fine and I'm with you also on the

986

00:42:47,470 --> 00:42:44,989

idea of not calling it universal basic

987

00:42:49,960 --> 00:42:47,480

income because that does sound kind of

988

00:42:52,870 --> 00:42:49,970

well Farish but I like the idea of the

989

00:42:54,970 --> 00:42:52,880

dividend which I got a ask about Andrew

990

00:42:56,620 --> 00:42:54,980

yang he's really the only candidate

991

00:42:59,380 --> 00:42:56,630

who's talking about this and he likes

992

00:43:02,049 --> 00:42:59,390

the term freedom dividend are you on the

993

00:43:05,799 --> 00:43:02,059

yang gang well I totally agree we need

994

00:43:07,630 --> 00:43:05,809

that but he would do it with taxes and

995

00:43:09,519 --> 00:43:07,640

to me that kind of defeats the purpose

996

00:43:12,190 --> 00:43:09,529

if you're gonna pull it out of the

997

00:43:13,900 --> 00:43:12,200

system before you put it back in then

998

00:43:16,210 --> 00:43:13,910

you're not really adding to the system

999

00:43:19,059 --> 00:43:16,220

and our problems our debt problem is

1000

00:43:20,499 --> 00:43:19,069

that we need a debt Jubilee that's the

1001

00:43:22,299 --> 00:43:20,509

way that I just wrote an article on that

1002

00:43:23,890 --> 00:43:22,309

it was actually a michael hudson book

1003

00:43:28,779 --> 00:43:23,900

called and prettier than their debts

1004

00:43:32,349 --> 00:43:28,789

that the way in ancient Sumeria they are

1005

00:43:34,809 --> 00:43:32,359

for Sumeria Babylon Assyria they kept

1006

00:43:38,440 --> 00:43:34,819

their money system going for two

1007

00:43:41,229 --> 00:43:38,450

millennia 2,000 years at the same

1008

00:43:43,029 --> 00:43:41,239

interest rate without even modifying the

1009

00:43:45,640 --> 00:43:43,039

interest rate and the way they did it

1010

00:43:48,970 --> 00:43:45,650

was so they had a relatively high

1011

00:43:51,099 --> 00:43:48,980

interest but the way they kept the debt

1012

00:43:54,549 --> 00:43:51,109

from overwhelming the system was that

1013

00:43:57,039 --> 00:43:54,559

they had periodic debt Jubilees so that

1014

00:43:59,529 --> 00:43:57,049

the emperor or the king whenever they'd

1015

00:44:02,019 --> 00:43:59,539

have a new king the king would wipe out

1016

00:44:03,700 --> 00:44:02,029

all the debts and declare a clean slate

1017

00:44:06,190 --> 00:44:03,710

everybody start all over again or

1018

00:44:07,970 --> 00:44:06,200

whenever they had a big victory or you

1019

00:44:09,859 --> 00:44:07,980

know they had different reasons for it

1020

00:44:12,770 --> 00:44:09,869

clearing a debt Jubilee and then that

1021

00:44:16,640 --> 00:44:12,780

was incorporated into the Old Testament

1022

00:44:21,040 --> 00:44:16,650

and I forgot which book but anyway sit

1023

00:44:24,740 --> 00:44:21,050

there with a debt Jubilee every 49 years

1024

00:44:27,050 --> 00:44:24,750

so we don't have that and so debt

1025

00:44:29,599 --> 00:44:27,060

accumulates until it overwhelms the

1026

00:44:32,840 --> 00:44:29,609

system so so that's that's my one

1027

00:44:35,180 --> 00:44:32,850

problem with the idea of doing it three

1028

00:44:36,590 --> 00:44:35,190

taxes is that you're just pulling it out

1029

00:44:40,730 --> 00:44:36,600

of one pot and putting it into another

1030

00:44:43,130 --> 00:44:40,740

pot that's fair I mean definitely it was

1031

00:44:46,070 --> 00:44:43,140

really just this idea that intrigued me

1032

00:44:47,560 --> 00:44:46,080

that we should get it from the big tech

1033

00:44:49,820 --> 00:44:47,570

companies I get we were saying about

1034

00:44:51,859 --> 00:44:49,830

taxes because he's like we should just

1035

00:44:54,770 --> 00:44:51,869

take a penny or a half a penny from

1036

00:44:57,910 --> 00:44:54,780

every transaction at Amazon or every

1037

00:45:00,109 --> 00:44:57,920

Google Ad sale or some of these

1038

00:45:02,150 --> 00:45:00,119

transitions that we're gonna be making

1039

00:45:03,980 --> 00:45:02,160

to the automated world I mean they're

1040

00:45:06,740 --> 00:45:03,990

gonna have a lot of gains we should make

1041

00:45:08,420 --> 00:45:06,750

sure those gains are spread out with the

1042

00:45:11,120 --> 00:45:08,430

people instead of just giving them to

1043

00:45:12,950 --> 00:45:11,130

five companies kind of like Alaska does

1044

00:45:14,810 --> 00:45:12,960

with the oil industry if you want to use

1045

00:45:16,700 --> 00:45:14,820

our land you're gonna pay us a little

1046

00:45:18,740 --> 00:45:16,710

piece of that and you know I've also

1047

00:45:22,010 --> 00:45:18,750

heard people make the case that our data

1048

00:45:23,930 --> 00:45:22,020

is more valuable than oil now when when

1049

00:45:25,130 --> 00:45:23,940

was the last time you got a data check

1050

00:45:26,780 --> 00:45:25,140

you know there's a lot of companies

1051
00:45:30,710 --> 00:45:26,790
using your data maybe you should get a

1052
00:45:33,560 --> 00:45:30,720
piece back yeah no I that is a good

1053
00:45:36,530 --> 00:45:33,570
argument I mean it's definitely a good

1054
00:45:38,390 --> 00:45:36,540
point but what I was arguing for was

1055
00:45:41,950 --> 00:45:38,400
something different a way to solve this

1056
00:45:44,500 --> 00:45:41,960
debt problem mm-hmm one one

1057
00:45:49,070 --> 00:45:44,510
counter-argument that I think it's just

1058
00:45:50,990 --> 00:45:49,080
rubbish that people make is that that if

1059
00:45:54,290 --> 00:45:51,000
everybody got a universal basic income

1060
00:45:56,359 --> 00:45:54,300
they get lazy well let's call it a

1061
00:45:58,910 --> 00:45:56,369
dividend how much do those people who

1062
00:46:01,099 --> 00:45:58,920
are making that argument yet in

1063
00:46:03,560 --> 00:46:01,109

dividends from their stocks every single

1064

00:46:05,810 --> 00:46:03,570

month and does that make them lazy no I

1065

00:46:07,720 --> 00:46:05,820

mean I get dividends and I get Social

1066

00:46:10,370 --> 00:46:07,730

Security and I get a pension I'm retired

1067

00:46:12,410 --> 00:46:10,380

does that make me lazy absolutely not

1068

00:46:16,010 --> 00:46:12,420

I'm work harder than I've ever worked in

1069

00:46:17,900 --> 00:46:16,020

my life but what it does do is free you

1070

00:46:21,170 --> 00:46:17,910

up to do something a little more

1071

00:46:24,559 --> 00:46:21,180

meaningful then slaving away

1072

00:46:26,960 --> 00:46:24,569

some meaningless job maybe two jobs that

1073

00:46:29,180 --> 00:46:26,970

they're you know that where you can

1074

00:46:32,000 --> 00:46:29,190

barely make ends meet you hate your work

1075

00:46:33,770 --> 00:46:32,010

you don't have any energy left over to

1076

00:46:36,980 --> 00:46:33,780

do anything but come home and turn on

1077

00:46:38,780 --> 00:46:36,990

the TV and crack open a beer or you know

1078

00:46:42,500 --> 00:46:38,790

do the laundry and take care of the kids

1079

00:46:45,710 --> 00:46:42,510

if you're the mom so what it does do is

1080

00:46:47,930 --> 00:46:45,720

give you a little freedom to maybe quit

1081

00:46:50,059 --> 00:46:47,940

your job and look for something that's

1082

00:46:52,940 --> 00:46:50,069

gonna be more satisfying maybe hold out

1083

00:46:54,890 --> 00:46:52,950

for decent wages for a job that's not

1084

00:46:58,400 --> 00:46:54,900

paying you properly that sort of thing I

1085

00:47:00,650 --> 00:46:58,410

mean it just gives people more leverage

1086

00:47:03,200 --> 00:47:00,660

but there have been studies that show

1087

00:47:05,809 --> 00:47:03,210

that it doesn't make people lazy it

1088

00:47:07,670 --> 00:47:05,819

makes them more productive that they go

1089

00:47:09,559 --> 00:47:07,680

back to school or they start their own

1090

00:47:12,920 --> 00:47:09,569

business I mean I'm thinking like in

1091

00:47:14,809 --> 00:47:12,930

Africa or India where they it's like a

1092

00:47:16,460 --> 00:47:14,819

really small business but they go out

1093

00:47:17,930 --> 00:47:16,470

and sell oranges in the street or

1094

00:47:21,140 --> 00:47:17,940

something you know they they do

1095

00:47:23,089 --> 00:47:21,150

something they can buy the oranges that

1096

00:47:26,630 --> 00:47:23,099

they're gonna sell they've got they've

1097

00:47:31,190 --> 00:47:26,640

got some money for capital to to start

1098

00:47:33,859 --> 00:47:31,200

something new right actually I I read

1099

00:47:35,420 --> 00:47:33,869

somewhere that if in Africa I used to

1100

00:47:38,960 --> 00:47:35,430

live in Africa and I know it's just the

1101

00:47:41,059 --> 00:47:38,970

mentality the men tend to be well it's

1102

00:47:43,010 --> 00:47:41,069

the women that are the workers so

1103

00:47:45,349 --> 00:47:43,020

apparently if you give the money to the

1104

00:47:47,299 --> 00:47:45,359

women they stay up all night and they do

1105

00:47:49,430 --> 00:47:47,309

really industrious things you know they

1106

00:47:52,789 --> 00:47:49,440

but if you give it to the man they do

1107

00:47:54,650 --> 00:47:52,799

tend to drink it away but that's just

1108

00:47:57,319 --> 00:47:54,660

you know it's it's just that I shouldn't

1109

00:48:00,109 --> 00:47:57,329

say that that's gonna way it's just this

1110

00:48:02,990 --> 00:48:00,119

is a funny thing I know I agree you know

1111

00:48:06,680 --> 00:48:03,000

maybe you have a passion for teaching

1112

00:48:09,109 --> 00:48:06,690

guitar lessons but you are stuck selling

1113

00:48:11,059 --> 00:48:09,119

cell phones for AT&T because guitar

1114

00:48:13,039 --> 00:48:11,069

lessons alone is too risky

1115

00:48:15,109 --> 00:48:13,049

you know I mean if you had a freedom

1116

00:48:17,270 --> 00:48:15,119

dividend or a dividend of some kind if

1117

00:48:19,160 --> 00:48:17,280

you had a thousand dollars a month maybe

1118

00:48:22,160 --> 00:48:19,170

you'd be like okay well this thousand

1119

00:48:24,200 --> 00:48:22,170

dollars plus what I can make as a guitar

1120

00:48:27,620 --> 00:48:24,210

teacher is going to be enough to get by

1121

00:48:29,690 --> 00:48:27,630

because I think part of the trick is an

1122

00:48:32,870 --> 00:48:29,700

amount of money that covers people's

1123

00:48:34,830 --> 00:48:32,880

basic needs but definitely doesn't let

1124

00:48:36,750 --> 00:48:34,840

them live high on the hog it's like hey

1125

00:48:38,370 --> 00:48:36,760

this we get you to rung one and then if

1126

00:48:40,350 --> 00:48:38,380

you want to climb to rung two three four

1127

00:48:42,300 --> 00:48:40,360

five you know do a little extra and I

1128

00:48:45,090 --> 00:48:42,310

mean people could and they wouldn't be

1129

00:48:47,400 --> 00:48:45,100

so scared to take that leap I mean it

1130

00:48:50,400 --> 00:48:47,410

was a leap I had to take to become

1131

00:48:53,010 --> 00:48:50,410

independent with this show to go from a

1132

00:48:55,320 --> 00:48:53,020

corporate paycheck to this it's very

1133

00:48:57,570 --> 00:48:55,330

very hard I mean scary it's almost

1134

00:48:59,940 --> 00:48:57,580

impossible it's yeah it's very scary so

1135

00:49:01,650 --> 00:48:59,950

just to ease that pressure I think a lot

1136

00:49:04,560 --> 00:49:01,660

of people have ideas in their head that

1137

00:49:06,750 --> 00:49:04,570

they're just dying to take the leap with

1138

00:49:08,850 --> 00:49:06,760

but we just need to make that leap a

1139

00:49:10,350 --> 00:49:08,860

little closer you know close that gap a

1140

00:49:11,730 --> 00:49:10,360

little bit because we don't want people

1141

00:49:15,840 --> 00:49:11,740

falling through the cracks

1142

00:49:18,900 --> 00:49:15,850

yeah and those contributions are so much

1143

00:49:21,090 --> 00:49:18,910

better for society in general we need to

1144

00:49:23,310 --> 00:49:21,100

pull out people's creativity and see

1145

00:49:24,960 --> 00:49:23,320

what they can really contribute but then

1146

00:49:28,140 --> 00:49:24,970

you can argue that there's probably a

1147

00:49:29,790 --> 00:49:28,150

big corporate you know structure that

1148

00:49:33,000 --> 00:49:29,800

doesn't want that they want to be able

1149

00:49:35,370 --> 00:49:33,010

to exploit people at the lowest wages in

1150

00:49:38,280 --> 00:49:35,380

the most hours they can get out of them

1151
00:49:41,880 --> 00:49:38,290
so that's why we have to push back on

1152
00:49:43,980 --> 00:49:41,890
behalf of these poor workers mm-hmm I'm

1153
00:49:46,530 --> 00:49:43,990
with you and you mentioned a debt

1154
00:49:48,840 --> 00:49:46,540
Jubilee and that's an interesting

1155
00:49:50,930 --> 00:49:48,850
prospect I sometimes wonder how

1156
00:49:53,730 --> 00:49:50,940
realistic it is because I can't fathom

1157
00:49:56,670 --> 00:49:53,740
banks just after winning the game of

1158
00:49:58,470 --> 00:49:56,680
Monopoly being like all right reset but

1159
00:50:00,510 --> 00:49:58,480
you made the case that historically

1160
00:50:02,940 --> 00:50:00,520
there's a real precedent for it to keep

1161
00:50:04,830 --> 00:50:02,950
the Machine going and it's interesting

1162
00:50:08,040 --> 00:50:04,840
because when you look at something like

1163
00:50:10,050 --> 00:50:08,050

this you can kind of scan for trial runs

1164

00:50:12,870 --> 00:50:10,060

or indications that they're testing it

1165

00:50:15,450 --> 00:50:12,880

out for a potential larger rollout and

1166

00:50:17,100 --> 00:50:15,460

Joseph Farrell I guess we have every so

1167

00:50:19,860 --> 00:50:17,110

often was just covering this in his

1168

00:50:21,990 --> 00:50:19,870

weekly updates but didn't chase just do

1169

00:50:25,680 --> 00:50:22,000

something like this in Canada where they

1170

00:50:28,560 --> 00:50:25,690

forgave all credit card debt yes I I'm

1171

00:50:31,140 --> 00:50:28,570

not sure what what that was all about I

1172

00:50:34,230 --> 00:50:31,150

apparently they just discovered that it

1173

00:50:37,050 --> 00:50:34,240

was easier to do it that way than to try

1174

00:50:38,820 --> 00:50:37,060

to collect because I think they shut

1175

00:50:40,260 --> 00:50:38,830

down that division right whatever it was

1176

00:50:41,400 --> 00:50:40,270

I don't remember I didn't look real

1177

00:50:43,160 --> 00:50:41,410

closely mm-hmm

1178

00:50:46,170 --> 00:50:43,170

yeah it was they set up a whole

1179

00:50:48,620 --> 00:50:46,180

infrastructure to do credit cards in

1180

00:50:49,910 --> 00:50:48,630

Canada and then I guess they realize

1181

00:50:52,160 --> 00:50:49,920

that hey if we stop paying these

1182

00:50:54,880 --> 00:50:52,170

employees we close these offices it's

1183

00:50:57,800 --> 00:50:54,890

actually going to be cheaper than the

1184

00:51:00,260 --> 00:50:57,810

large amount of money we spend just to

1185

00:51:02,810 --> 00:51:00,270

have a place to service the debt let's

1186

00:51:04,670 --> 00:51:02,820

just close shop and cut our losses but

1187

00:51:07,970 --> 00:51:04,680

some people have speculated that that's

1188

00:51:10,670 --> 00:51:07,980

a little bit of a test run by one of the

1189

00:51:13,070 --> 00:51:10,680

big banks to see what kind of effects in

1190

00:51:15,110 --> 00:51:13,080

a small market debt Jubilees or debt

1191

00:51:17,660 --> 00:51:15,120

forgiveness would have because they're

1192

00:51:21,260 --> 00:51:17,670

thinking maybe potentially for a bigger

1193

00:51:23,060 --> 00:51:21,270

type of rollout well I would suspect you

1194

00:51:25,940 --> 00:51:23,070

know they don't really make their money

1195

00:51:29,420 --> 00:51:25,950

on people paying that money back anyway

1196

00:51:32,150 --> 00:51:29,430

they they're essentially making loans

1197

00:51:34,340 --> 00:51:32,160

for free because if you pay back the

1198

00:51:36,320 --> 00:51:34,350

loan in 30 days they're not even going

1199

00:51:38,750 --> 00:51:36,330

to have to come up with the money it's

1200

00:51:41,780 --> 00:51:38,760

just in advance that they write it into

1201
00:51:43,970 --> 00:51:41,790
the merchants account and at the end of

1202
00:51:45,230 --> 00:51:43,980
30 days you pay up and then they

1203
00:51:47,810 --> 00:51:45,240
transfer the money from your account

1204
00:51:49,370 --> 00:51:47,820
into the merchants account so where

1205
00:51:51,140 --> 00:51:49,380
they're really making their money is on

1206
00:51:53,810 --> 00:51:51,150
that four percent that they get from the

1207
00:51:58,550 --> 00:51:53,820
merchants every single month on every

1208
00:52:00,500 --> 00:51:58,560
single product that's sold and so if

1209
00:52:02,240 --> 00:52:00,510
they just shut the business down you

1210
00:52:03,860 --> 00:52:02,250
know they've shut out it shut down that

1211
00:52:05,630 --> 00:52:03,870
four percent but they've they've shut

1212
00:52:08,930 --> 00:52:05,640
down the whole business that they don't

1213
00:52:10,820 --> 00:52:08,940

really care about those loans that loans

1214

00:52:13,460 --> 00:52:10,830

of money that they just created on their

1215

00:52:15,950 --> 00:52:13,470

books and so they write them off yeah I

1216

00:52:18,860 --> 00:52:15,960

mean that's a great point the just

1217

00:52:20,870 --> 00:52:18,870

credit card processing fees are really

1218

00:52:22,310 --> 00:52:20,880

big it's kind of like the idea of a

1219

00:52:24,260 --> 00:52:22,320

freedom dividend of taking a little

1220

00:52:25,910 --> 00:52:24,270

chunk from every transaction there's

1221

00:52:27,560 --> 00:52:25,920

already someone taking a little chunk

1222

00:52:31,510 --> 00:52:27,570

from every transaction let me tell you

1223

00:52:34,640 --> 00:52:31,520

because yeah I see it every day

1224

00:52:38,990 --> 00:52:34,650

yeah hmm I know and we're here we're

1225

00:52:40,820 --> 00:52:39,000

paying 10% sales tax and I mean that was

1226

00:52:42,800 --> 00:52:40,830

one thing I wrote about was that we

1227

00:52:47,960 --> 00:52:42,810

could have a financial transactions tax

1228

00:52:49,280 --> 00:52:47,970

of 0.1 percent on stock trades and it

1229

00:52:52,160 --> 00:52:49,290

wouldn't hurt you as a stockholder

1230

00:52:53,840 --> 00:52:52,170

because how often even if you buy stock

1231

00:52:55,550 --> 00:52:53,850

once a week which seems to be pretty

1232

00:52:58,180 --> 00:52:55,560

most people don't

1233

00:53:01,059 --> 00:52:58,190

you know they probably buy stock

1234

00:53:02,980 --> 00:53:01,069

maybe a new stock once every six months

1235

00:53:04,690 --> 00:53:02,990

or so and then they just hold it I don't

1236

00:53:06,309 --> 00:53:04,700

know I'm not sure what most people do

1237

00:53:08,470 --> 00:53:06,319

but anyway I say so yeah

1238

00:53:11,559 --> 00:53:08,480

for average investors let's say buy a

1239

00:53:13,539 --> 00:53:11,569

new stock once a month and you pay 0.1%

1240

00:53:15,490 --> 00:53:13,549

on it you're not even gonna notice that

1241

00:53:18,339 --> 00:53:15,500

that's just a small whoo it would really

1242

00:53:20,950 --> 00:53:18,349

hit up would be the high frequency

1243

00:53:24,160 --> 00:53:20,960

program traders and you know the ones

1244

00:53:26,259 --> 00:53:24,170

that shave a little bit off of every

1245

00:53:28,749 --> 00:53:26,269

trade and they're basically making their

1246

00:53:32,170 --> 00:53:28,759

money on about the volume but you could

1247

00:53:37,329 --> 00:53:32,180

reap a lot more money that way than from

1248

00:53:38,829 --> 00:53:37,339

taxes and traders I'm forget my numbers

1249

00:53:42,759 --> 00:53:38,839

now but I think it's five trillion

1250

00:53:45,640 --> 00:53:42,769

dollars u.s. dollars are traded every

1251
00:53:49,420 --> 00:53:45,650
single day I mean that's that the rate

1252
00:53:54,880 --> 00:53:49,430
of turnover of US dollars so all that

1253
00:53:57,430 --> 00:53:54,890
money could be taxed at 0.1% right now

1254
00:54:00,160 --> 00:53:57,440
financial trades are not taxed the only

1255
00:54:03,640 --> 00:54:00,170
things that are taxed in the form of you

1256
00:54:05,499 --> 00:54:03,650
know trades are consumer products so

1257
00:54:07,839 --> 00:54:05,509
these are the things people really need

1258
00:54:10,269 --> 00:54:07,849
actual real goods and services that

1259
00:54:12,279 --> 00:54:10,279
people actually need get taxed whereas

1260
00:54:13,930 --> 00:54:12,289
all those financial trades where all

1261
00:54:15,759 --> 00:54:13,940
you're doing is making money off of

1262
00:54:18,249 --> 00:54:15,769
money and not producing any products

1263
00:54:20,740 --> 00:54:18,259

they don't get taxes off so anyway we

1264

00:54:24,220 --> 00:54:20,750

could do a much fairer system you can't

1265

00:54:27,039 --> 00:54:24,230

squawk about a 0.1% tax when the rest of

1266

00:54:29,319 --> 00:54:27,049

us ordinary people are paying a 10% tax

1267

00:54:31,779 --> 00:54:29,329

they're paying 18% on their credit cards

1268

00:54:34,480 --> 00:54:31,789

when banks are paying almost nothing to

1269

00:54:36,789 --> 00:54:34,490

borrow we've got a two-tiered system

1270

00:54:39,609 --> 00:54:36,799

here we've got the the wealthy system

1271

00:54:45,519 --> 00:54:39,619

and the poor system a tale of two

1272

00:54:48,970 --> 00:54:45,529

systems mm-hmm and I love big solutions

1273

00:54:51,009 --> 00:54:48,980

definitely conversationally although

1274

00:54:53,170 --> 00:54:51,019

they do seem difficult to implement if

1275

00:54:54,849 --> 00:54:53,180

there's people listening as we're kind

1276
00:54:58,509 --> 00:54:54,859
of getting to the end of the road here

1277
00:55:00,279 --> 00:54:58,519
if there's people listening who would

1278
00:55:02,079 --> 00:55:00,289
love this kind of public banking thing

1279
00:55:03,880 --> 00:55:02,089
but maybe don't have time to wait I mean

1280
00:55:06,130 --> 00:55:03,890
if we'd never get there how can we

1281
00:55:08,529 --> 00:55:06,140
shield ourselves personally from the

1282
00:55:10,630 --> 00:55:08,539
risks of our shoddy system if we can't

1283
00:55:12,480 --> 00:55:10,640
get some big sweeping change passed in

1284
00:55:16,750 --> 00:55:12,490
time

1285
00:55:18,060 --> 00:55:16,760
well I'm trying to give investment

1286
00:55:20,650 --> 00:55:18,070
advice

1287
00:55:22,330 --> 00:55:20,660
people were saying years ago to stay

1288
00:55:24,700 --> 00:55:22,340

away from the stock market and if you've

1289

00:55:26,800 --> 00:55:24,710

done that you would have missed the you

1290

00:55:29,980 --> 00:55:26,810

know the longest run in history I think

1291

00:55:31,930 --> 00:55:29,990

so it's hard to say because we've got

1292

00:55:33,310 --> 00:55:31,940

regulators who are always tampering with

1293

00:55:36,340 --> 00:55:33,320

things we've got a plunge for tension

1294

00:55:40,090 --> 00:55:36,350

detection team they can prop the system

1295

00:55:43,090 --> 00:55:40,100

up a lot longer than anybody anticipates

1296

00:55:44,890 --> 00:55:43,100

that they can supposedly the weak link

1297

00:55:48,070 --> 00:55:44,900

in the system right now is Deutsche Bank

1298

00:55:49,810 --> 00:55:48,080

in Europe but Deutsche Bank is managing

1299

00:55:51,610 --> 00:55:49,820

all those derivatives and they're not

1300

00:55:53,080 --> 00:55:51,620

going to let they're not going to let it

1301

00:55:54,760 --> 00:55:53,090

go down I don't know how their prop it

1302

00:55:57,490 --> 00:55:54,770

up but they'll figure out some way to do

1303

00:55:59,800 --> 00:55:57,500

it because if they did they would wipe

1304

00:56:02,860 --> 00:55:59,810

out all this sovereign debt you know it

1305

00:56:04,660 --> 00:56:02,870

would anyway they know they didn't want

1306

00:56:07,060 --> 00:56:04,670

to collapse a system and so they'll

1307

00:56:10,630 --> 00:56:07,070

cheat if they have to but they'll keep

1308

00:56:14,590 --> 00:56:10,640

it propped up some house so I you know I

1309

00:56:16,420 --> 00:56:14,600

guess I'm not I dare not give advice on

1310

00:56:18,340 --> 00:56:16,430

that I mean I could say buy gold your

1311

00:56:22,660 --> 00:56:18,350

gold is always always a good investment

1312

00:56:24,790 --> 00:56:22,670

and if you can afford it buy a plot of

1313

00:56:26,590 --> 00:56:24,800

land reach and have a garden I mean I

1314

00:56:29,230 --> 00:56:26,600

live in a kind of mini I met him and had

1315

00:56:32,290 --> 00:56:29,240

that choice here but right it gets hard

1316

00:56:34,840 --> 00:56:32,300

because people already struggling so how

1317

00:56:36,790 --> 00:56:34,850

do you tell struggling people to be able

1318

00:56:38,650 --> 00:56:36,800

to not struggle in a system that's built

1319

00:56:40,840 --> 00:56:38,660

for them to struggle it is difficult I

1320

00:56:43,420 --> 00:56:40,850

mean I think probably self-sufficiency

1321

00:56:45,040 --> 00:56:43,430

and growing your own food is the

1322

00:56:48,070 --> 00:56:45,050

direction to go rather than worrying

1323

00:56:51,340 --> 00:56:48,080

about the green paper aspect of your

1324

00:56:52,810 --> 00:56:51,350

life try to figure out ways to generate

1325

00:56:54,700 --> 00:56:52,820

the things that you spend the money on

1326
00:56:56,350 --> 00:56:54,710
because you can't generate the money

1327
00:56:58,900 --> 00:56:56,360
directly so at least you can offset

1328
00:57:00,850 --> 00:56:58,910
those costs with a nice garden and

1329
00:57:02,500 --> 00:57:00,860
you're learning skills that might keep

1330
00:57:06,400 --> 00:57:02,510
you alive longer than the rest of us

1331
00:57:08,470 --> 00:57:06,410
yeah and probably one piece of advice

1332
00:57:12,250 --> 00:57:08,480
it's not a good time to go into debt

1333
00:57:14,710 --> 00:57:12,260
know if you can stay out of debt do not

1334
00:57:18,640 --> 00:57:14,720
carry a balance on your credit card much

1335
00:57:20,800 --> 00:57:18,650
better to just do it that mmm man well I

1336
00:57:22,510 --> 00:57:20,810
do love the solutions you talk about in

1337
00:57:24,010 --> 00:57:22,520
banking on the people and that you

1338
00:57:26,400 --> 00:57:24,020

brought up today but it just seems like

1339

00:57:28,260 --> 00:57:26,410

a catch-22 because as you said

1340

00:57:29,940 --> 00:57:28,270

you kind of need a crisis to get

1341

00:57:33,930 --> 00:57:29,950

anything done but it would be great to

1342

00:57:36,750 --> 00:57:33,940

do something before the crisis yeah well

1343

00:57:39,060 --> 00:57:36,760

I was complaining to a man who's

1344

00:57:42,480 --> 00:57:39,070

actually older than I am which means

1345

00:57:44,400 --> 00:57:42,490

very old you know it seems so slow

1346

00:57:46,770 --> 00:57:44,410

getting these public banks we've been at

1347

00:57:48,420 --> 00:57:46,780

it for ten years and he said oh no he

1348

00:57:51,480 --> 00:57:48,430

says this is short you're making great

1349

00:57:54,870 --> 00:57:51,490

progress he said he looks back at things

1350

00:57:56,850 --> 00:57:54,880

like the suffragettes which was in what

1351

00:58:00,720 --> 00:57:56,860

was it thinking well he's like you know

1352

00:58:03,920 --> 00:58:00,730

in the arch 90 knots and they didn't get

1353

00:58:07,770 --> 00:58:03,930

you know it takes like 30 years or so to

1354

00:58:10,260 --> 00:58:07,780

to create change so these movements take

1355

00:58:13,260 --> 00:58:10,270

time to build so as long as we've got

1356

00:58:15,480 --> 00:58:13,270

some movement here then things are good

1357

00:58:17,910 --> 00:58:15,490

things are looking up well cheers to

1358

00:58:19,890 --> 00:58:17,920

that and I do think it's such noble work

1359

00:58:21,810 --> 00:58:19,900

you're doing so many people are just

1360

00:58:24,000 --> 00:58:21,820

complaining they're not putting their

1361

00:58:25,650 --> 00:58:24,010

energy into anything you are the founder

1362

00:58:26,970 --> 00:58:25,660

and chair of the public banking

1363

00:58:30,270 --> 00:58:26,980

Institute you're writing these books

1364

00:58:33,810 --> 00:58:30,280

you're blogging you are you know a great

1365

00:58:36,450 --> 00:58:33,820

example of how to try to pursue a change

1366

00:58:37,920 --> 00:58:36,460

that would help everybody and I guess I

1367

00:58:39,360 --> 00:58:37,930

didn't want to ask you about the public

1368

00:58:42,540 --> 00:58:39,370

banking Institute I mean are you guys

1369

00:58:46,560 --> 00:58:42,550

mainly focused on California no you live

1370

00:58:49,230 --> 00:58:46,570

in California as do I now we're all over

1371

00:58:51,960 --> 00:58:49,240

the country so people can look for local

1372

00:58:53,940 --> 00:58:51,970

chapters and stuff like that oh yeah go

1373

00:58:56,360 --> 00:58:53,950

to our website public banking Institute

1374

00:58:58,470 --> 00:58:56,370

dot o RG and will direct you wherever

1375

00:59:00,720 --> 00:58:58,480

you know we've got all those resources

1376

00:59:03,570 --> 00:59:00,730

got lots and lots of resources that's

1377

00:59:06,150 --> 00:59:03,580

what we do is we put out information so

1378

00:59:08,610 --> 00:59:06,160

that's great I write articles we have a

1379

00:59:11,010 --> 00:59:08,620

newsletter every week with the what's

1380

00:59:14,310 --> 00:59:11,020

going on and you know what you can join

1381

00:59:16,320 --> 00:59:14,320

if interested and then lots of backup

1382

00:59:18,930 --> 00:59:16,330

information on our website if you want

1383

00:59:20,460 --> 00:59:18,940

to start shifting locally beautiful

1384

00:59:24,300 --> 00:59:20,470

beautiful I do think that's the way to

1385

00:59:26,100 --> 00:59:24,310

go using the digital to help our local

1386

00:59:27,450 --> 00:59:26,110

communities organize rather than just

1387

00:59:30,330 --> 00:59:27,460

these big global

1388

00:59:33,360 --> 00:59:30,340

Twitter style communities we should be

1389

00:59:35,970 --> 00:59:33,370

using the digital to make our local

1390

00:59:37,560 --> 00:59:35,980

stuff a lot more efficient and I guess I

1391

00:59:39,570 --> 00:59:37,570

would ask of course I hope people go

1392

00:59:41,210 --> 00:59:39,580

there and get involved

1393

00:59:44,550 --> 00:59:41,220

and see what's happening in their local

1394

00:59:46,530 --> 00:59:44,560

microcosm are you endorsing local

1395

00:59:49,230 --> 00:59:46,540

candidates and that kind of stuff I mean

1396

00:59:52,020 --> 00:59:49,240

that's gonna be a component right yeah

1397

00:59:54,450 --> 00:59:52,030

unfortunately we are a 501c3 so we're

1398

00:59:57,540 --> 00:59:54,460

not allowed to endorse specific

1399

01:00:00,330 --> 00:59:57,550

candidates but we can endorse public

1400

01:00:01,950 --> 01:00:00,340

banking as a platform and they can

1401

01:00:03,690 --> 01:00:01,960

endorse you I guess I mean they can say

1402

01:00:07,200 --> 01:00:03,700

that they're a fan of what you do and

1403

01:00:09,300 --> 01:00:07,210

they endorse public banking yeah rules

1404

01:00:11,490 --> 01:00:09,310

you know you got we have to abide by

1405

01:00:14,100 --> 01:00:11,500

them not everybody does but hey of

1406

01:00:16,050 --> 01:00:14,110

course I had no I ran as a green and I

1407

01:00:17,970 --> 01:00:16,060

had no intention of winning they just

1408

01:00:20,100 --> 01:00:17,980

somebody asked me to run and I didn't

1409

01:00:22,800 --> 01:00:20,110

realize it was gonna be so much work but

1410

01:00:25,110 --> 01:00:22,810

there it's yeah so many rules they make

1411

01:00:25,770 --> 01:00:25,120

it very difficult to jump through all

1412

01:00:28,830 --> 01:00:25,780

these hoops

1413

01:00:31,350 --> 01:00:28,840

all right on well I do thank you again

1414

01:00:32,850 --> 01:00:31,360

for your time Ellen Brown comm is the

1415

01:00:34,350 --> 01:00:32,860

website is there anything else to give

1416

01:00:35,910 --> 01:00:34,360

them in terms of following you or

1417

01:00:39,150 --> 01:00:35,920

keeping up-to-date on your work and what

1418

01:00:40,560 --> 01:00:39,160

you got going on my own blog is like you

1419

01:00:43,050 --> 01:00:40,570

said Ellen brunette calm and then

1420

01:00:45,600 --> 01:00:43,060

probably banking Institute debt orgy my

1421

01:00:48,570 --> 01:00:45,610

articles almost always go up on TruthDig

1422

01:00:52,830 --> 01:00:48,580

first but they go quite a few places and

1423

01:00:57,390 --> 01:00:52,840

then my books are on amazon among other

1424

01:01:00,630 --> 01:00:57,400

places if you hate Amazon and what binds

1425

01:01:02,130 --> 01:01:00,640

an ovoid other places too very cool and

1426

01:01:04,170 --> 01:01:02,140

you've written some diverse books we

1427

01:01:06,840 --> 01:01:04,180

talked last time about books that get

1428

01:01:10,170 --> 01:01:06,850

into the medical field and alternative

1429

01:01:12,660 --> 01:01:10,180

cures and stuff like that yeah those are

1430

01:01:15,840 --> 01:01:12,670

those my first ten books were medical

1431

01:01:19,110 --> 01:01:15,850

and health but I realized at some point

1432

01:01:21,300 --> 01:01:19,120

that the pharmaceutical industry and the

1433

01:01:23,550 --> 01:01:21,310

banking cartel were sort of one big

1434

01:01:24,990 --> 01:01:23,560

cartel and if if you really ran to fix

1435

01:01:27,780 --> 01:01:25,000

the problem you had to fix banking

1436

01:01:29,130 --> 01:01:27,790

problems so that's how I jumped subjects

1437

01:01:31,140 --> 01:01:29,140

well amen

1438

01:01:32,880 --> 01:01:31,150

I'm glad you did I think this is really

1439

01:01:35,370 --> 01:01:32,890

great stuff and there's fewer people

1440

01:01:36,960 --> 01:01:35,380

focused on this so thank you it was

1441

01:01:38,370 --> 01:01:36,970

really great to talk to you again I love

1442

01:01:40,680 --> 01:01:38,380

the book definitely adds a lot of

1443

01:01:43,650 --> 01:01:40,690

clarity to a complicated economic mess

1444

01:01:45,660 --> 01:01:43,660

and also despite the over flooded inbox

1445

01:01:48,000 --> 01:01:45,670

I always stay subscribed to your blog

1446

01:01:49,650 --> 01:01:48,010

and I always find the pieces you write

1447

01:01:51,420 --> 01:01:49,660

they're really interesting as well so

1448

01:01:52,490 --> 01:01:51,430

thanks again for taking the time and

1449

01:01:56,710 --> 01:01:52,500

keep fighting the good fight

1450

01:01:59,120 --> 01:01:56,720

okay thanks great okay talking to you

1451

01:02:01,160 --> 01:01:59,130

well there ain't no party like a higher

1452

01:02:03,859 --> 01:02:01,170

side party cuz the higher side party

1453

01:02:07,460 --> 01:02:03,869

don't stop until it gets to two hours

1454

01:02:10,940 --> 01:02:07,470

but either way Alan Brown a real

1455

01:02:12,980 --> 01:02:10,950

advocate for the people big fan because

1456

01:02:15,290 --> 01:02:12,990

she brings forth these creative and

1457

01:02:17,300 --> 01:02:15,300

empowering banking paradigms that we

1458

01:02:20,630 --> 01:02:17,310

almost can't conceive of because

1459

01:02:23,870 --> 01:02:20,640

struggle debt scarcity stress it's all

1460

01:02:25,790 --> 01:02:23,880

been part of the money system as we know

1461

01:02:29,150 --> 01:02:25,800

it and it seems hard to even decouple

1462

01:02:30,859 --> 01:02:29,160

that kind of thing I mean how could we

1463

01:02:32,750 --> 01:02:30,869

ever have a system that shares the

1464

01:02:35,120 --> 01:02:32,760

wealth it creates or starts the money

1465

01:02:38,510 --> 01:02:35,130

supply with the people certainly it

1466

01:02:40,900 --> 01:02:38,520

wouldn't work I do hear that a lot with

1467

01:02:43,640 --> 01:02:40,910

some of these really creative ideas

1468

01:02:45,589 --> 01:02:43,650

where people say well it's a nice

1469

01:02:47,390 --> 01:02:45,599

thought but there are just too many of

1470

01:02:51,109 --> 01:02:47,400

us if they could do it that way they

1471

01:02:52,849 --> 01:02:51,119

would have done it is that so why so

1472

01:02:54,650 --> 01:02:52,859

they could just voluntarily give up

1473

01:02:56,810 --> 01:02:54,660

their place at the top of the pyramid

1474

01:03:00,079 --> 01:02:56,820

swimming in the back sweat of the people

1475

01:03:02,630 --> 01:03:00,089

I mean come on but I just love what

1476

01:03:05,570 --> 01:03:02,640

Ellen Brown is about and her commitment

1477

01:03:08,240 --> 01:03:05,580

to advocating for a fairer and better

1478

01:03:11,599 --> 01:03:08,250

world and it's not easier going up

1479

01:03:14,030 --> 01:03:11,609

against one hell of a machine it can be

1480

01:03:17,240 --> 01:03:14,040

exhausting and sometimes they really can

1481

01:03:20,960 --> 01:03:17,250

feel untouchable I mean talking about

1482

01:03:24,680 --> 01:03:20,970

what system would work oftentimes it is

1483

01:03:27,230 --> 01:03:24,690

complex to me math and economic

1484

01:03:29,270 --> 01:03:27,240

structures at this large of a scale I

1485

01:03:32,089 --> 01:03:29,280

think is mentally challenging for anyone

1486

01:03:35,480 --> 01:03:32,099

who doesn't dedicate a lot of time to it

1487

01:03:38,900 --> 01:03:35,490

on a routine basis but I wholeheartedly

1488

01:03:41,030 --> 01:03:38,910

endorse the exploration of fresh new

1489

01:03:42,980 --> 01:03:41,040

ideas from people who want to see the

1490

01:03:46,250 --> 01:03:42,990

balance of power restored to the masses

1491

01:03:49,339 --> 01:03:46,260

or stored I don't know if it can be

1492

01:03:51,349 --> 01:03:49,349

restored if we never really had the

1493

01:03:56,000 --> 01:03:51,359

power but you get what I mean

1494

01:03:58,880 --> 01:03:56,010

in will solution X Y or Z do that will

1495

01:04:02,420 --> 01:03:58,890

this thing or that thing get us there I

1496

01:04:04,859 --> 01:04:02,430

can't always say but Alan is very

1497

01:04:07,049 --> 01:04:04,869

convincing in her book

1498

01:04:08,400 --> 01:04:07,059

public banking sounds like a real step

1499

01:04:10,819 --> 01:04:08,410

in the right direction

1500

01:04:16,049 --> 01:04:10,829

and when you digest how broken and

1501

01:04:18,180 --> 01:04:16,059

unfair our actual system is if you told

1502

01:04:20,910 --> 01:04:18,190

a lot of people about fractional reserve

1503

01:04:22,710 --> 01:04:20,920

banking on paper they probably said well

1504

01:04:25,499 --> 01:04:22,720

you can't do that that would completely

1505

01:04:28,380 --> 01:04:25,509

break the system and it eventually go

1506

01:04:31,739 --> 01:04:28,390

out of control well so what they did it

1507

01:04:34,829 --> 01:04:31,749

anyway so I think that we can find a way

1508

01:04:38,789 --> 01:04:34,839

to make things work if we want them to

1509

01:04:41,279 --> 01:04:38,799

work but I've been reading Ellen in my

1510

01:04:43,140 --> 01:04:41,289

inbox for several years she's an

1511

01:04:45,390 --> 01:04:43,150

interesting vessel for these kinds of

1512

01:04:47,819 --> 01:04:45,400

conversations and she has this long

1513

01:04:49,499 --> 01:04:47,829

history of also writing about

1514

01:04:52,890 --> 01:04:49,509

alternative medicines that have been

1515

01:04:54,480 --> 01:04:52,900

discredited and banned by big pharma we

1516

01:04:56,549 --> 01:04:54,490

touched on it last time I thought about

1517

01:04:59,519 --> 01:04:56,559

trying to go there with some of our time

1518

01:05:03,420 --> 01:04:59,529

today but it has been a while since we

1519

01:05:04,920 --> 01:05:03,430

talked about banking so we left it at

1520

01:05:07,290 --> 01:05:04,930

that

1521

01:05:10,440 --> 01:05:07,300

but another reason to go back to our

1522

01:05:13,079 --> 01:05:10,450

last conversation is that we talked a

1523

01:05:15,540 --> 01:05:13,089

lot about the 2008 crash in the bank

1524

01:05:18,569 --> 01:05:15,550

bailouts and for a lot of people this

1525

01:05:21,059 --> 01:05:18,579

stuff is too complex or too dry to

1526

01:05:23,819 --> 01:05:21,069

really get our heads around and I have

1527

01:05:26,400 --> 01:05:23,829

this in my notes I don't think I said

1528

01:05:28,770 --> 01:05:26,410

this in the interview but when it comes

1529

01:05:32,660 --> 01:05:28,780

to how the banks have operated since the

1530

01:05:36,180 --> 01:05:32,670

2008 collapse Allen says that by 2017

1531

01:05:39,480 --> 01:05:36,190

the six largest US banks had increased

1532

01:05:42,359 --> 01:05:39,490

their assets by around 40% since the

1533

01:05:45,770 --> 01:05:42,369

crisis and controlled almost 70% of the

1534

01:05:49,140 --> 01:05:45,780

assets in the US financial system itself

1535

01:05:51,660 --> 01:05:49,150

JPMorgan Chase the largest US bank had

1536

01:05:54,000 --> 01:05:51,670

more than two point four trillion in

1537

01:05:58,740 --> 01:05:54,010

domestic deposits larger than most

1538

01:06:00,900 --> 01:05:58,750

countries and between 2007 and 2017 the

1539

01:06:02,849 --> 01:06:00,910

three largest US banks grew their

1540

01:06:06,180 --> 01:06:02,859

domestic deposits by a hundred and

1541

01:06:09,120 --> 01:06:06,190

eighty percent so if they were too big

1542

01:06:09,829 --> 01:06:09,130

to fail before they've only gotten

1543

01:06:13,260 --> 01:06:09,839

bigger

1544

01:06:14,910 --> 01:06:13,270

clearly that was just an excuse to rob

1545

01:06:16,980 --> 01:06:14,920

us blind

1546

01:06:19,440 --> 01:06:16,990

but Ellen doesn't get discouraged and

1547

01:06:22,559 --> 01:06:19,450

she cites those real-world examples to

1548

01:06:25,289 --> 01:06:22,569

show that a change isn't impossible and

1549

01:06:27,839 --> 01:06:25,299

we could do some of these things of

1550

01:06:30,450 --> 01:06:27,849

course Andrew yang came up a bit today I

1551

01:06:32,160 --> 01:06:30,460

totally get what Allan is saying that it

1552

01:06:33,839 --> 01:06:32,170

seems more efficient to just start the

1553

01:06:37,589 --> 01:06:33,849

money supply with the people rather than

1554

01:06:40,440 --> 01:06:37,599

trying to extract it back through taxes

1555

01:06:43,230 --> 01:06:40,450

on a select group of companies but I do

1556

01:06:45,660 --> 01:06:43,240

like what I hear from Andrew yang to a

1557

01:06:47,430 --> 01:06:45,670

degree I don't think it really matters

1558

01:06:51,210 --> 01:06:47,440

but he is the only one talking about

1559

01:06:53,759 --> 01:06:51,220

automation and getting paid for all the

1560

01:06:56,309 --> 01:06:53,769

money made off of our data and how

1561

01:06:58,200 --> 01:06:56,319

Silicon Valley is taken over and if we

1562

01:07:00,029 --> 01:06:58,210

don't upgrade our economic system and

1563

01:07:01,109 --> 01:07:00,039

make some changes a lot of people are

1564

01:07:03,269 --> 01:07:01,119

gonna get crushed

1565

01:07:06,120 --> 01:07:03,279

and there's actually a Daily Beast

1566

01:07:10,680 --> 01:07:06,130

article where Richard Greenwald refers

1567

01:07:13,049 --> 01:07:10,690

to the last debates and says Andrew Yang

1568

01:07:15,089 --> 01:07:13,059

was only there because he raised the

1569

01:07:17,160 --> 01:07:15,099

money and registered in the polls by

1570

01:07:20,279 --> 01:07:17,170

packing the policies of elite

1571

01:07:24,240 --> 01:07:20,289

technocrats in a coating of Clintonesque

1572

01:07:27,240 --> 01:07:24,250

pain feeling paternalism

1573

01:07:29,700 --> 01:07:27,250

and that's pretty harsh I get what he's

1574

01:07:31,950 --> 01:07:29,710

saying I absolutely am familiar with

1575

01:07:33,840 --> 01:07:31,960

problem reaction solution and how the

1576

01:07:36,720 --> 01:07:33,850

template applies to something like

1577

01:07:39,300 --> 01:07:36,730

universal basic income but unions are

1578

01:07:40,860 --> 01:07:39,310

thoroughly busted wages are stagnant

1579

01:07:44,580 --> 01:07:40,870

everything is more expensive than it

1580

01:07:46,440 --> 01:07:44,590

used to be and automation is coming it's

1581

01:07:48,180 --> 01:07:46,450

not just coming if we roll out a

1582

01:07:50,760 --> 01:07:48,190

universal basic income it's gonna come

1583

01:07:54,000 --> 01:07:50,770

either way so why wait until we have a

1584

01:07:56,240 --> 01:07:54,010

crisis I don't need it but I can

1585

01:07:59,790 --> 01:07:56,250

acknowledge that it's much easier to

1586

01:08:02,310 --> 01:07:59,800

help keep people in the game than it is

1587

01:08:05,880 --> 01:08:02,320

to get them back in once they're living

1588

01:08:08,340 --> 01:08:05,890

in a tent under the highway I also like

1589

01:08:11,340 --> 01:08:08,350

the universality of the whole thing

1590

01:08:12,810 --> 01:08:11,350

black-white rich-poor you get this

1591

01:08:15,510 --> 01:08:12,820

because we're all in one community

1592

01:08:18,360 --> 01:08:15,520

together there's really nothing else

1593

01:08:21,240 --> 01:08:18,370

like that people are often talking about

1594

01:08:22,980 --> 01:08:21,250

taking money from one group and giving

1595

01:08:27,030 --> 01:08:22,990

it to another take it from the rich give

1596

01:08:29,039 --> 01:08:27,040

it to the middle class or we need to cut

1597

01:08:31,950 --> 01:08:29,049

welfare benefits because they're too

1598

01:08:34,050 --> 01:08:31,960

expensive I agree with Ellen when she

1599

01:08:37,019 --> 01:08:34,060

says that a method of relief like

1600

01:08:38,760 --> 01:08:37,029

forgiving college loans it just it

1601
01:08:41,940 --> 01:08:38,770
doesn't sit well with everyone because

1602
01:08:44,099 --> 01:08:41,950
some people made the decision not to go

1603
01:08:47,249 --> 01:08:44,109
into debt for college and that was

1604
01:08:50,880 --> 01:08:47,259
probably a smart decision when they saw

1605
01:08:52,650 --> 01:08:50,890
the options but how many people who

1606
01:08:54,180 --> 01:08:52,660
don't have a lot of options now would

1607
01:08:57,690 --> 01:08:54,190
have gotten degrees if they knew the

1608
01:08:59,340 --> 01:08:57,700
loan could just be forgiven I just like

1609
01:09:03,030 --> 01:08:59,350
that there isn't an us versus them

1610
01:09:05,849 --> 01:09:03,040
dynamic to a freedom dividend as there

1611
01:09:08,930 --> 01:09:05,859
is with that college loan relief idea or

1612
01:09:10,920 --> 01:09:08,940
repairs or any of that sort of stuff

1613
01:09:14,610 --> 01:09:10,930

andrew yang wants to pull it directly

1614

01:09:16,349 --> 01:09:14,620

from the tech sector which i like but

1615

01:09:18,930 --> 01:09:16,359

there are issues there which companies

1616

01:09:20,789 --> 01:09:18,940

exactly what criteria is it that makes

1617

01:09:23,370 --> 01:09:20,799

you fall under the jurisdiction of this

1618

01:09:25,200 --> 01:09:23,380

particular tax and how can we keep a

1619

01:09:28,980 --> 01:09:25,210

company like Amazon from just skirting

1620

01:09:31,200 --> 01:09:28,990

that - but yang drops other little small

1621

01:09:33,320 --> 01:09:31,210

things that I resonate with like he

1622

01:09:36,269 --> 01:09:33,330

wants to make robo calls illegal and

1623

01:09:37,649 --> 01:09:36,279

turn the State of the Union address into

1624

01:09:40,470 --> 01:09:37,659

a PowerPoint present

1625

01:09:44,519 --> 01:09:40,480

about the real metrics in the country

1626
01:09:46,740 --> 01:09:44,529
rather than flowery speeches and those

1627
01:09:49,499 --> 01:09:46,750
things are no-brainers that just draw

1628
01:09:50,939 --> 01:09:49,509
such a stark distinction between what

1629
01:09:54,149 --> 01:09:50,949
the rest of the candidates spend their

1630
01:09:57,060 --> 01:09:54,159
time talking about and his message

1631
01:09:58,830 --> 01:09:57,070
I don't really endorse any candidates

1632
01:10:00,540 --> 01:09:58,840
but I'm just saying there's some

1633
01:10:03,870 --> 01:10:00,550
interesting stuff there check out some

1634
01:10:06,090 --> 01:10:03,880
of his interviews but back to Ellen I do

1635
01:10:09,120 --> 01:10:06,100
really love the creative ideas like a

1636
01:10:11,790 --> 01:10:09,130
regional digital currency or a local tax

1637
01:10:15,240 --> 01:10:11,800
credit or dividend that could be used as

1638
01:10:16,919 --> 01:10:15,250

a currency within local markets because

1639

01:10:19,110 --> 01:10:16,929

the big thing that people say about food

1640

01:10:21,720 --> 01:10:19,120

stamps is that its corporate welfare

1641

01:10:24,300 --> 01:10:21,730

it's basically big companies like Kraft

1642

01:10:27,419 --> 01:10:24,310

and Kellogg's and coca-cola getting that

1643

01:10:30,330 --> 01:10:27,429

money they can take the National

1644

01:10:32,760 --> 01:10:30,340

allotment for WIC and food stamps and

1645

01:10:34,979 --> 01:10:32,770

know that they're getting a certain

1646

01:10:37,500 --> 01:10:34,989

percentage of it because food stamps are

1647

01:10:39,930 --> 01:10:37,510

so limited and what you can use them on

1648

01:10:41,550 --> 01:10:39,940

and people in poverty end up buying

1649

01:10:44,189 --> 01:10:41,560

these corporate products because they

1650

01:10:46,260 --> 01:10:44,199

can stretch them out so it is like

1651

01:10:48,689 --> 01:10:46,270

they're taking money right from our

1652

01:10:51,899 --> 01:10:48,699

taxes but through the middleman of the

1653

01:10:53,430 --> 01:10:51,909

poor that's the argument so if you're

1654

01:10:57,060 --> 01:10:53,440

going to give people some sort of

1655

01:10:59,640 --> 01:10:57,070

Assistance Program it could be one that

1656

01:11:02,209 --> 01:10:59,650

keeps the money local keeps it in the

1657

01:11:05,100 --> 01:11:02,219

community cycle rather than the

1658

01:11:08,520 --> 01:11:05,110

multinational trash food makers sucking

1659

01:11:11,459 --> 01:11:08,530

it up while making our people sick weak

1660

01:11:13,979 --> 01:11:11,469

and tired at the same time I mean when

1661

01:11:16,290 --> 01:11:13,989

it comes down to it I am going to live

1662

01:11:17,430 --> 01:11:16,300

work and play like the system is never

1663

01:11:21,090 --> 01:11:17,440

gonna be there for me

1664

01:11:23,160 --> 01:11:21,100

and I advise people to do the same but

1665

01:11:25,229 --> 01:11:23,170

we can still advocate for those people

1666

01:11:27,240 --> 01:11:25,239

who we know just aren't going to get it

1667

01:11:30,060 --> 01:11:27,250

together as the screws get tighter and

1668

01:11:31,470 --> 01:11:30,070

tighter I mean we all know people who

1669

01:11:33,600 --> 01:11:31,480

are probably going to slip through the

1670

01:11:34,950 --> 01:11:33,610

cracks without something

1671

01:11:37,080 --> 01:11:34,960

damned if you do damned if you don't

1672

01:11:39,390 --> 01:11:37,090

when it comes down to it but hey I hope

1673

01:11:41,040 --> 01:11:39,400

you had a good time today of course if

1674

01:11:42,810 --> 01:11:41,050

you liked the first hour you should

1675

01:11:45,570 --> 01:11:42,820

become a plus member and get the second

1676
01:11:48,149 --> 01:11:45,580
hour of this show and every show but

1677
01:11:51,030 --> 01:11:48,159
today with Ellen we talked about a

1678
01:11:53,340 --> 01:11:51,040
diverse number of things talked about

1679
01:11:54,270 --> 01:11:53,350
why going back to a gold standard is the

1680
01:11:56,760 --> 01:11:54,280
wrong answer

1681
01:11:57,750 --> 01:11:56,770
talked about how Uncle Sam launders

1682
01:12:01,740 --> 01:11:57,760
Marijuana money

1683
01:12:04,439 --> 01:12:01,750
we're big Agri big pharma billionaires

1684
01:12:07,740 --> 01:12:04,449
are compromising the marijuana market

1685
01:12:09,870 --> 01:12:07,750
with GMO weed why Ellen is actually

1686
01:12:12,510 --> 01:12:09,880
hopeful about the Millennial generations

1687
01:12:14,899 --> 01:12:12,520
abilities to make real change how the

1688
01:12:17,790 --> 01:12:14,909

loan process is used to increase

1689

01:12:21,629 --> 01:12:17,800

inequality and further racial and class

1690

01:12:23,640 --> 01:12:21,639

based divides positive uses for digital

1691

01:12:26,550 --> 01:12:23,650

and crypto currencies that Ellen has

1692

01:12:29,340 --> 01:12:26,560

incorporated into her models and like I

1693

01:12:32,570 --> 01:12:29,350

said digitizing local economies and

1694

01:12:35,250 --> 01:12:32,580

creating online markets for local goods

1695

01:12:37,560 --> 01:12:35,260

so I liked it it's been a long time

1696

01:12:40,229 --> 01:12:37,570

since we talked about money and yet it

1697

01:12:42,149 --> 01:12:40,239

makes the world go round so big thanks

1698

01:12:44,070 --> 01:12:42,159

again to Ellen and I'm going to get out

1699

01:12:46,950 --> 01:12:44,080

of here that wraps up the month of

1700

01:12:49,379 --> 01:12:46,960

September for me and it's your move

1701

01:12:52,439 --> 01:12:49,389

banking bastards money masters and

1702

01:12:59,370 --> 01:12:52,449

nefarious financial sorcerer's your

1703

01:13:05,689 --> 01:12:59,380

[h__\h] have a drink and a smoke listen

1704

01:13:10,680 --> 01:13:05,699

to the cast shiny shiny spotlight the

1705

01:13:16,260 --> 01:13:10,690

criminals on blast the pinstripe man of

1706

01:13:20,160 --> 01:13:16,270

morning and families of Finance dupe on

1707

01:13:24,750 --> 01:13:20,170

Windsor and Rothschild the kids don't

1708

01:13:28,540 --> 01:13:24,760

stand a chance the kids don't the kids

1709

01:13:32,020 --> 01:13:28,550

don't stand the kids don't stand

1710

01:13:35,610 --> 01:13:32,030

I said the kids don't the kids don't

1711

01:13:39,660 --> 01:13:35,620

stand the kids don't stand a chance

1712

01:13:44,610 --> 01:13:39,670

we're looking for the answer to

1713

01:13:50,200 --> 01:13:44,620

questions never asked so we come to the

1714

01:13:54,729 --> 01:13:50,210

Carwood for the higher side chat the

1715

01:13:59,380 --> 01:13:54,739

Pinstripe man of morning and families of

1716

01:14:04,270 --> 01:13:59,390

Finance do pawn windsor and Rothschild

1717

01:14:07,690 --> 01:14:04,280

the kids don't stand a chance the kids

1718

01:14:11,110 --> 01:14:07,700

don't the kids don't stand the kids

1719

01:14:14,560 --> 01:14:11,120

don't stand a chance I said the kids

1720

01:14:32,729 --> 01:14:14,570

don't the kids don't stand the kids

1721

01:14:38,320 --> 01:14:32,739

don't stand a chance involved in shady

1722

01:14:42,610 --> 01:14:38,330

business we try to get a glance we're

1723

01:14:48,270 --> 01:14:42,620

working on the numbers resistance must

1724

01:14:53,530 --> 01:14:48,280

advance the pinstripe man of morning and

1725

01:14:57,810 --> 01:14:53,540

families of Finance do pawn Windsor and

1726

01:15:02,260 --> 01:14:57,820

Rothschild the kids don't stand a chance

1727

01:15:05,650 --> 01:15:02,270

the kids don't the kids don't stand the

1728

01:15:09,400 --> 01:15:05,660

kids don't stand a chance I said the

1729

01:15:10,710 --> 01:15:09,410

kids don't the kids don't stand the kids

1730

01:15:14,880 --> 01:15:10,720

don't stand

1731

01:15:18,450 --> 01:15:14,890

chance the kids don't the kids don't

1732

01:15:22,230 --> 01:15:18,460

stand the kids don't stand a chance I