Proposal: 1786 (AG44) Resolution Related Resource for Large Banking Organizations

Description:

Comment ID: 153888

From: Douglas Fleck

Proposal: 1786 (AG44) Resolution Related Resource for Large Banking Organizations

Subject: Resolution-Related Resource Requirement for Large Banking Organizations

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Comments:

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Proposal: Resolution-Related Resource Requirements for Large Banking Organizations [R-1786]
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Your comment: Dear Committee members: Your tool box is sophisticated. Put down the hammer of interest rates. It is a simple tool, and a foolish tool to use at this time. Raising interest rates when the government has debt is a mistake. The causes of most of the inflation was caused by the cost of Diesel fuel. The price of oil is now less than $75 a barrel. Problem solved. Will take time to trickle down. Housing costs-- increase margin requirements, not interest rates. Stock market, raise margin requirements, at the same time as lowering interest rates. The inverse value to bonds is going to crush many retired. Historically, 6% to the end user is usury. Which is something that should be fixed in all banking rules. Causing a recession is truly criminal. Allowing Credit Card companies to charge usury rates will hurt a majority of the population that tries to fill gaps in income and make up for inflation. Thus, this is why raising interest rates is the wrong tool. You have a tool that didn't exist in the 70... social media! Just tell the people not to purchase, if not needed immediately. Explain how Stochastic studies of the velocity of money is like an acceleration of a vehicle. We don't want to accelerate too fast, or brake too hard and fast. This is a much better tool than the interest hammer!! The Interest rate hammer, is the last tool to pull out of the tool box. It is damaging, it is handy in a crisis, but shouldn't be used to cause a crisis. Next, lots of capital is needed to make the quantum leap in the automotive industry. Over a 10 year period, the treasury should purchase all of the outstanding bonds. Variable taxes should be added to slow the economy. Congress, needs to balance the budget. This can be achieved by the above technique. Once the National Debt is gone. The Federal Reserve will actually make more money. You have so many tools available to use. Raising interest is the wrong tool. It is similar to jealousy. The backwards emotion. The fear of loss that usually causes loss.