

Submission to the Financial System Inquiry

I request the following changes to the financial system.

1. Separate the transaction account banking from investment banking.
2. 100 % guarantee for transaction accounts.
3. No **bail-in** or **bail-out** of banks.
4. Change the fractional reserve to 100% reserve.
5. Central banks should create the amount of new non-cash money (as well as cash) they decide the increase of the money supply, by crediting it to their governments as public revenue. Governments should then put it into circulation by spending it.
6. It should become infeasible and be made illegal for anyone else to create new money denominated in an official currency. Commercial banks will thus be excluded from creating new credit as they do now, and be limited to credit-broking as financial intermediaries.
7. This costs the public large sums of money in seigniorage revenue foregone.

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