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# A digital euro

*Purpose and proposal*

purpose



# To stop usury

*Commercial exploitation of the money system*

<https://www.onsgeld.org/archief/?dir=europe>

## **Effects of usury**

- Inflation
- Exploitation
- Unfair competition
- Concentration of power
- ...

## Confusion of money and credit

Money = embodiment of the general unit of value (**a thing**)

Credit = a money claim (**a contract**)

Money: extinguishes debt

Monetary credit: perpetuates and exploits debt

institutionalised confusion



**Fixed exchange rate** (Parity = 1:1 exchangeability)

Enforced by the central bank. Backed by the tax payer

Socialization of risk. Privatization of power.

## **Benefit of the monetary credit system**

- ✓ Payment over distance  
without transportation of physical objects

*Because of the internet the monetary credit system lost its raison d'être.*

## **The monetary credit system**

1. is inherently unstable
2. burdens society
3. is oligarchic

(geared towards monopoly instead of free enterprise)

dissolving the monetary credit system



## A soft landing

- Safe money (digital and physical)
- Modern jubilee
- Demonetisation of credit

safe money



## Two phases

1. Full reserve accounts (parity)
2. Discontinuation of parity

## Public depository

- National institution
- Personal accounts
- Platform for PSPs

safe money



## Safe money

- Old tech (conventional technology)
- Different organization (based on money not credit)
- Platform for innovation (by market participants)
- Level playing field for payment services

# Demonetisation of credit

- No institutional backing
- Prospectus requirements
- Freedom to issue quasi monies
- Free / managed exchange rates
- No financing with demand deposits

Availability of quasi monies  
disciplines central government

## **Disentanglement of:**

- ✓ money and credit
- ✓ public responsibility and private business

# Demonetisation of credit

- Transparency (financial conduct)
- No prudential oversight
- No central banking
- Level playing field for credit

## Reduction of debts

- ✓ Accelerated payment of bank debts
- ✓ *(Write off gov debt by CBs)*



## Extent of the modern jubilee

*A function of:*

- demand for safe money (during transition)
- demand for CB-credit

## Bank financing

- Outflow of deposits
- Refinancing on financial markets
- Or lender of last resort (CB-credit)



## Bank financing

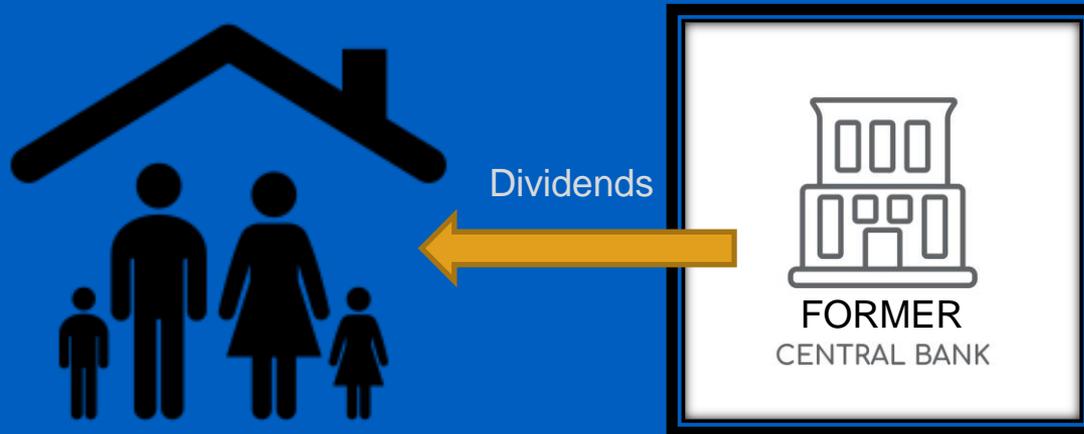
- Banks indebted to CB
- Concentration of bad debts at CB



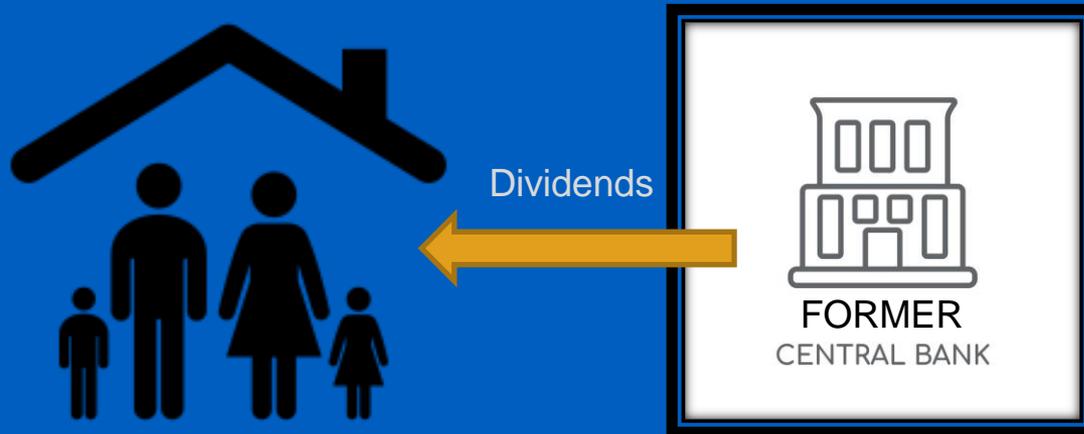
# Bank debt payment vouchers



# Remaining vouchers converted in shares in the former central bank



# Bad debts less toxic



# Safe money management

- Managed by MA
- Monetary taxation
- **Focused on deflation**
- Recycling and addition via **public budget**
- No self interest, no credit, no market operations

safe money



## Summary

- Dissolve monetary credit system
- Free conversion to safe money
- Discontinue central banking
- Per Member State
- Old-tech

# Objectives

- Protect monetary credit system
- Restrict conversion to d€
- Impose use of d€

## **CB-liability**

- Unspecified
- No obligation towards holder (13.6)
- Central EU control system (purging included)

## Unchecked power

- Rights for ECB
- Obligations for us
- No legal framework to judge ECB
- Unspecified exclusive competence of EU/ECB

# Legal tender

- ~~No obligation to accept~~
- ~~Not applied to services~~ (bank money)
- ~~Only applied to physical objects~~ (without intermediation)

## How to relate to d€-proposal?

- Reject both proposals
- CB-liability to give euro notes for d€
- No legal tender status for d€
- No harmonization of legal tender status



# Questions?

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