

Carter's Domestic Program:

Slave Labor Gear-Up For War

Jimmy Carter this week sent a letter to New York Governor Hugh Carey expressing his support for the establishment of a regional development bank for the northeast. Designed to strip down the region's highly developed industrial infrastructure and enforce the boxcar relocation of tens of thousands of industrial workers, the Carter plan would replace New England's electronics and machine tool industries with solar energy pyramids and windmills. This blueprint for de-industrialization and slave-labor misery is entitled the Energy Development Corporation, a resurrection of Nelson Rockefeller's deranged \$100 billion Project Independence — this time on a region-by-region basis.

Carter's letter of effusive praise for the regional slave-labor plan has followed statements during the last two weeks by Carter's campaign staff and Carter's Wall Street string-pullers in support of a barrage of genocidal plans to de-populate and de-industrialize the U.S. and put the nation under a war economy, in order to meet U.S. corporate and municipal debt payments to the banks.

In every feature the program of Jimmy Carter is modeled on the 1933-36 policies of Nazi Finance Minister Hjalmar Schacht. Their inevitable result is the physical depletion and mental destruction of the labor force, and war.

Aside from the northeast Energy Development Corp., Carter's Wall Street backers intend to carry into implementation:

- * An agreement hammered out during the last month by Carter and Big MAC's Felix Rohatyn, reported by nationally syndicated columnist Gary Wills, to provide New York City with federal loan underwriting. To insure this agreement, the banks intend to treat New York City, in the words of Rohatyn, "like a Third World country, such as Zaire" — in other words, cut public services to levels which would result in mass murder.

- * Blueprints specified by the Brookings Institution and the Northeast-Midwest Economic Advancement Coalition (NMEAC) for conventional arms build-up as the centerpiece to clamping U.S. industry under a Nazi war economy.

- * The interlocked schemes for boxcar resettlement of millions of unemployed workers to labor-intensive energy projects after unemployment and welfare payments are cut off; introduction of a complementary incomes policy based on the Chilean indexation schemes of Rockefeller Nobel Laureate "economist" Milton Friedman.

Jimmy Carter, of course, has not thought up these projects himself. He is peddling the plan to turn the U.S. back to the Dark Ages promulgated by the private and semi-public intelligence agencies in service to the Rockefeller Family. The same group of men have been attempting without success to ram the hyper-inflationary and discredited Humphrey-Hawkins bill through the Congress, and are also the men behind Jimmy Carter's drive to thermonuclear war. The Third World complement to their plans for the U.S. is Kissinger's International Resources Bank and economist Wassily Leontieff's computer "models of scarcity."

This network includes:

- the **Brookings Institution**, which drew up the slave-labor Humphrey-Hawkins bill, the centerpiece of Democratic Party domestic program;

- the terrorist **Institute for Policy Studies**, whose stooge Rep. Michael Harrington (D-Mass) has been the stalking horse for regional development bank and fascist community control schemes in the Congress;

- the **Lazard Freres** investment banking house, whose operatives, Big MAC director Felix Rohatyn and Sen. Jacob Javitz (R-N.Y.), engineered the bailout for New York City banks;

- the **RAND Corporation**, which is in charge of destroying New York City's old-line middle management bureaucracy;

- the newly created House of Representatives front-group for fascism, the **Northeast-Midwest Economic Advancement Coalition (NMEAC)**. NMEAC agents include Michael Harrington (chairman), Rep. Reuss (D-Wis), Rep. Moorhead (D-Pa) and Rep. Florio (D-N.J.), among others.

Carter Pledges Fascism

Carter's letter of last week to Gov. Carey — which has not been disclosed to the public — states that the proposed Energy Assistance Corp. is "particularly attractive" as a model of "an interstate compact" and an "innovative concept in regionalism." Carter pledges that if he is installed in the White House, he will give "federal backing of bonds issued by the corporation" and see to it that energy development banks would be created in other regions.

Senior vice-president of the First National Bank of Boston, Jim Howell, credited with creating the concept of the Energy Development Corp. — "along with Felix Rohatyn of Lazard's" — explained how it will work in an Oct. 21 interview: The EDC will be capitalized at a staggering \$16 billion in public and private equity to finance the construction of regional Tennessee Valley Authority-type primitive energy extraction processes, from coal and shale gasification to windmill-power. The emphasis would be placed on solar energy. A Solar Energy Research Institute will be built in the region for that purpose. Apart from energy, Howell added, "It will fund railroad beds and port facilities" — work for millions of relocated unemployed workers at below minimum wages — and provide capital for labor-intensive small industries. "This and conservation will revive the Northeast," Howell asserted.

Sen. Jacob Javitz and Rep. Michael Harrington both have introduced bills for the creation of regional development banks into Congress which will be pushed, according to their offices, by Carter's Wall Street backers when Congress reconvenes in January.

At the same time, in private interviews, Carter's other string-pullers disclosed plans to relocate U.S. citizens to work camps. One senior official at Lazard Freres explained that he and his colleagues will move to cut off all national welfare payments. Then "we can send them to Atlanta, the South, Omaha, Nebraska, Texas. Why did the Puerto Rican population come in the first place to make a buck. Now there are no bucks for them and they will have to move elsewhere."

A banker with links to the intelligence community said Oct. 19 that millions of unemployed will be put to work: 1) building railroad boxcars to relocate masses of other unemployed; and 2) reclaiming top soil in the Mississippi River Valley with the use of picks, shovels, and wheelbarrows. The latter plan is based on a scheme to build up U.S. agricultural output by redistributing the top soil.

Jobs For War

The other critical features of the Carter domestic "economic policy" — both a Nazi-style military production drive and the incomes policy of genocide artist Milton Friedman for Chilean-style indexation — were hammered out by speakers at the Oct. 18 meeting of the Wall Street front group Northeast-Midwest

Economic Advancement Coalition (NMEAC).

Addressing the Oct. 18 NMEAC meeting, one Mr. Bywater, President of the International Union of Electrical Workers local 3 and candidate for IUE national president this year, used the ruse of full employment to spell out the "needs" for conventional military reproduction build-up. Conventional arms buildup is also the core of the Brookings Institution-devised, Schlesinger-Nitze Committee On the Present Danger nuclear war program. Reached for comment last week, Bywater conceded that he didn't expect a pick-up in manufacturing jobs, but had been assured that 50,000 military and weapons jobs could be created in the New Jersey-New York belt alone. This was confirmed by an assistant to Gov. Carey who told a reporter Oct. 21 that Carey, in accordance with NMEAC, is studying federal allocations of military procurement contracts and ways to increase spending. "We will have no problem in the northeast tooling up for military production," the Carey aide added.

John Eden, Undersecretary of Commerce, speaking on the record to NMEAC Oct. 18, called for "federal formulas to allocate monies on the basis of regional cost of living indexes," a statistical basis for nationwide indexation. This policy, put forward by Nobel Laureate Milton Friedman, turned Chile and Brazil into diseased hellholes. "We have to take indexation more seriously these days," a spokesman for Eden added.

New York: "Lever" For National Genocide

In the forefront of the minds of Carter's Wall Street backers is the degree to which they can successfully apply in miniature this policy in New York City first. As one investment banker stressed last week, "New York City is the lever for us to get across the idea of what must be done nationally."

Lazard Freres operative Felix Rohatyn declared to the NMEAC Oct. 18 meeting, "New York City deserves equal treatment to the Third World." Delivering marching orders to the audience of New York banks' Congressional flunkies, Rohatyn explained that Americans ought to envy "a country like Zaire (which) gets 40 years of development loans at extremely easy pay-back terms....The time has come to set priorities right and do as much for the cities as for the Third World."

According to syndicated columnist Gary Wills, New York's Mayor Beame and Jimmy Carter have already agreed to put the Rohatyn plan into effect. The banks made it crystal clear this week that they are extracting from New York City advance "security" payments on loans as they moved to dismantle New York's Health and Hospital Corporation. The New York Times on Oct. 18 called for the "division of the city into new and semi-autonomous health care units" administered through fascist community control and a "fundamental restructuring of reimbursement formulas to...promote alternatives to hospitalization." Rohatyn's health-care program was previously stated by his henchman Stephen Berger of the Emergency Financial Control Board: One out of every four New Yorkers "must go," declared Berger.

The dismantling of the Health and Hospital System was an essential and integral part of a larger move the banks and the Rand Corp. had launched two weeks ago to completely replace municipal constituency politics with a bankers' dictatorship.

The important functions of city government have been concentrated in the hands of Deputy Mayor John Zuccotti, leading Rand Corp. think-tanker and his aides. Zuccotti's assignment is to rip apart the city's old line middle management bureaucracy, which still responds in a limited, but potentially positive way to popular opposition to austerity. Management of city debt was officially transferred two weeks ago from the city controller's office to Manufacturer's Hanover Bank. Mayor Beame, who commands no public respect, has thus been stripped of most of his powers, in an effective cold coup.

To kick off Zuccotti's hatchet job, the Emergency Financial Control Board (EFCB), the bankers' emergency enforcement arm over the city, on Oct. 15 rejected the city's proposed fiscal year 1977 austerity budget. The EFCB called for "restructuring of management" and the firing of the president of the city's Health and Hospitals Corp., John Holloman, who opposed the recent cuts. Holloman angrily denounced the EFCB's action as a move to "permit (EFCB director) Stephen Berger to destroy the municipal hospital system." Nonetheless, the Rockefeller-controlled media this week and last opened a press barrage against the city's Chancellor of Education and Police Commissioner, using charges of incompetence to target them for firing.

A new Office of Human Services Planning has been created under Zuccotti's control. The new bureau will oversee voluntary slave-labor work projects and the implementation of the mandate of the new City Charter to "Vietnamize" New York City's population into 33 Community Board administered "strategic hamlets."

Behind the rapid-paced moves for bankers' rule is the shattering of New York City's precarious financial situation last week.

Contradicting figures publicly released by the city government which show \$900 million in budget cuts needed over the next two years, a high-ranking official in the Treasury Dept. put the figure for fiscal year 1977 alone (this year) at over \$2 billion — a completely unmanageable magnitude. Calculations by U.S. Labor Party specialists project the figure at closer to \$2.5 billion. But the imposition of this level of new cuts will rip apart the city's revenue generating infrastructure and push the city — like Carter's Wall Street backers' plan for the entire U.S. economy — into an irreversible and self-feeding spiral of financial collapse. Like the slaves who worked the factories in Hitler's Nazi Germany, the result for the population will be death: The U.S. Labor Party has calculated that given the already depleted status of the people of New York City, one person will die for every \$15,000 cut in health, education, and transport.