

2021BCDCC-CORP – – Reinstatement Total Ban on Naked Credit Default Swaps

Whereas the Naked Credit Default Swaps (naked CDS) was illegal for good reason from the passing of the Anti-Bucket Shop Law in 1907 until the 2000 CFTC Streamlining Act;

Whereas, the naked CDS essentially allows anyone to bet on the future performance of a security without others knowing about the bet;

Whereas financial firms like Goldman-Sachs used naked CDSs to bet that securities that they offered for sale would default,

Whereas naked CDSs were a major multiplier of the impact of the 2007-09 financial meltdown,

Be It Resolved that:

The Washington State Democratic party will work with our elected US Congress Persons to pass laws reinstating a complete ban of naked Credit Default Swaps.

Submitted to the Benton County Democratic Central Committee August 10, 2021

Passed by the Benton County Democratic Central Committee August 19, 2021

_____ Chair, Benton County Democratic Central Committee

_____ Secretary, Benton County Democratic Central Committee