

## Neoliberalism's Children Rise Up to Demand Justice in Chile and the World

By Medea Benjamin and Nicolas J. S. Davies

Global Research, November 07, 2019

Region: Latin America & Caribbean

Theme: History

Uprisings against the corrupt, generation-long dominance of neoliberal "center-right" and "center-left" governments that benefit the wealthy and multinational corporations at the expense of working people are sweeping country after country all over the world.

In this Autumn of Discontent, people from Chile, Haiti and Honduras to Iraq, Egypt and Lebanon are rising up against neoliberalism, which has in many cases been imposed on them by U.S. invasions, coups and other brutal uses of force. The repression against activists has been savage, with more than <u>250 protesters killed</u> in Iraq in October alone, but the protests have continued and grown. Some movements, such as in Algeria and Sudan, have already forced the downfall of long-entrenched, corrupt governments.

A country that is emblematic of the uprisings against neoliberalism is Chile. On October 25, 2019, a million Chileans-out of a population of about 18 million-took to the streets across the country, unbowed by government repression that has killed at least 20 of them and injured hundreds more. Two days later, Chile's billionaire president Sebastian Piñera fired his entire cabinet and declared, "We are in a new reality. Chile is different from what it was a week ago."

The people of Chile appear to have validated <u>Erica Chenoweth's research</u> on non-violent protest movements, in which she found that once over 3.5% of a population rise up to non-violently demand political and economic change, no government can resist their demands. It remains to be seen whether Piñera's response will be enough to save his own job, or whether he will be the next casualty of the 3.5% rule.

It is entirely fitting that Chile should be in the vanguard of the protests sweeping the world in this Autumn of Discontent, since Chile served as the laboratory for the neoliberal transformation of economics and politics that has swept the world since the 1970s.

When Chile's socialist leader Salvador Allende was elected in 1970, after a 6-year-long covert CIA operation to prevent his election, President Nixon ordered U.S. sanctions to "make the economy scream."

In his first year in office, Allende's progressive economic policies led to a 22% increase in real wages, as work began on 120,000 new housing units and he started to nationalize copper mines and other major industries. But growth slowed in 1972 and 1973 under the pressure of brutal U.S. sanctions, as in <u>Venezuela and Iran</u> today. U.S.

sabotage of the new government intensified, and on September 11th, 1973, Allende was overthrown in a CIA-backed coup. The new leader, General Augusto Pinochet, executed or disappeared at least 3,200 people, held 80,000 political prisoners in his jails and ruled Chile as a brutal dictator until 1990, with the full support of the U.S. and other Western governments.

Under Pinochet, Chile's economy was submitted to radical "free market" restructuring by the "Chicago Boys," a team of Chilean economics students trained at the University of Chicago under the supervision of Milton Friedman for the express purpose of conducting this brutal experiment on their country. U.S. sanctions were lifted and Pinochet sold off Chile's public assets to U.S. corporations and wealthy investors. Their program of tax cuts for the wealthy and corporations, together with privatization and cuts in pensions, healthcare, education and other public services, has since been duplicated across the world.

The Chicago Boys pointed to rising economic growth rates in Chile as evidence of the success of their neoliberal program, but by 1988, 48% of Chileans were living below the poverty line. Chile was and still is the wealthiest country in Latin America, but it is also the country with the largest gulf between rich and poor.

The governments elected after Pinochet stepped down in 1990 have followed the neoliberal model of alternating pro-corporate "center-right" and "center-left" governments, as in the U.S. and other developed countries. Neither respond to the needs of the poor or working class, who pay higher taxes than their tax-evading bosses, on top of ever-rising living costs, stagnant wages and limited access to voucherized education and a stratified public-private healthcare system. Indigenous communities are at the very bottom of this corrupt social and economic order. Voter turnout has predictably declined from 95% in 1989 to 47% in the most recent presidential election in 2017.

If Chenoweth is right and the million Chileans in the street have breached the tipping point for successful non-violent popular democracy, Chile may be leading the way to a global political and economic revolution.

\*

Note to readers: please click the share buttons above or below. Forward this article to your email lists. Crosspost on your blog site, *internet forums. etc.* 

Medea Benjamin, co-founder of <u>CODEPINK for Peace</u>, is the author of several books, including <u>Inside Iran</u>: <u>The Real History and Politics of the Islamic Republic of Iran</u> and <u>Kingdom of the Unjust</u>: <u>Behind the U.S.-Saudi Connection</u>.

Nicolas J S Davies is an independent journalist, a researcher for CODEPINK and the author of <u>Blood On Our Hands</u>: the American Invasion and <u>Destruction of Irag</u>.

Featured image is from Public Reading Rooms

The original source of this article is Global Research Copyright © Medea Benjamin and Nicolas J. S. Davies, Global Research, 2019

## **Comment on Global Research Articles on our Facebook page**

## **Become a Member of Global Research**

Articles by: Medea Benjamin and Nicolas J. S. Davies

**Disclaimer:** The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: <a href="mailto:publications@globalresearch.ca">publications@globalresearch.ca</a>

www.globalresearch.ca contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: <a href="mailto:publications@globalresearch.ca">publications@globalresearch.ca</a>