God's Way

TO

FINANCIAL FREEDOM

"The rich ruleth the poor, and the borrower is servant to the man that lendeth."

Proverbs 22:7

JOE MYERS

THIS BOOK details an alternative to risky investments peddled by Wall Street and the so-called mainstream "Financial Advisors". You will learn how historically one sector of the population was unaffected by depressions, recessions or any downturn in the economy and how you can implement the same financial strategy.

HERE'S WHAT IS INSIDE:

- How the ultra-wealthy have used a process for decades to create MULTI-GENERATIONAL WEALTH that you can implement in your financial plan too

- How to win the tax game

- How to create INCOME TAX-FREE passive income

- How to remove dependence on third-party lenders

- How to create an INCOME TAX-FREE legacy for your loved ones

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GOD's WAY
to
Financial Freedom

By Joe Myers

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This short treatise is to provide insight into how to minimize the effects of inflation and how to create multi-generational wealth GOD's WAY.

"The duty of a true Patriot is to protect his country from its government."

Thomas Paine

SPECIAL THANK YOU

I would be remiss if I did not thank my great friends and colleagues, Erin Wittstock and John Stockwell, for their support in helping to create the content for this book. Their hours of discussing this book are invaluable.

Also, a huge thank you to my wife, Sherry, who also spent countless hours reviewing and editing the content to provide better insight for the reader.

DEDICATION

This book is dedicated first and foremost to Jesus Christ, my Lord and Savior. To God be all the Glory for all He has done and the wisdom He gave me to write this book.

This book is also dedicated to my mentor, the late R. Nelson Nash (1931-2019), a God-fearing Patriot and great American. His groundbreaking book, ***Becoming Your Own Banker***, was the inspiration for this book. My goal is to pass on the legacy of Nelson, so I have utilized his book for much of the content of this work.

This book could be deemed the *Cliff Notes™* of ***Becoming Your own Banker***, so it is vital that you read Nelson's book for the complete message he taught.

Additionally, this book is dedicated to those of you who are willing to take a stand to restore our Constitutional Republic by taking back control of your personal monetary system that will also benefit our national economy.

The KEY is for YOU to teach future generations how to do the same for their posterity, as YOU are doing for them.

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ACKNOWLEDGMENTS

This book is a product of the body of work and time invested by G. Edward Griffin (1931-) and the late R. Nelson Nash to teach people the problems with our monetary system. While I never had the pleasure of meeting Mr. Griffin, I was introduced to his teachings in the mid-1980s when I spoke with a random stranger in a store and, oddly, the subject of the Federal Reserve was mentioned.

The stranger asked me if I knew that the Federal Reserve was NOT a government agency. I was not aware of it at that time, so the man handed me a cassette tape of a seminar given by Mr. Griffin in which he taught about the dark history and problematic design of the Federal Reserve. After listening to that seminar, I researched everything I could find on Mr. Griffin and, from that moment on, I have questioned everything from our REPRESENTATIVE SERVANTS in Washington. I strongly urge everyone to read Griffin's groundbreaking book, ***The Creature from Jekyll Island*****.**

Almost two decades ago, I read ***Becoming Your Own Banker***, written by Mr. Nash, who developed the **Infinite Banking Concept (IBC)**. After reading his book, I contacted Mr. Nash, we became friends, and then I had the blessing of having him personally mentor me until his passing on March 27, 2019.

Mr. Nash taught a way for us to secede from the compromised monetary system, which I will explain later in this book and share how to utilize **IBC**. You MUST read his book, ***Becoming Your Own Banker***. If you would like a copy, please email me at Joe@LawAndMankind.com

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FOREWORD

Joe Myers has written an excellent and concise book that explores the practicality of personal finances. He has layered scriptural references that indicate that what he describes is biblically sound, with which I agree. I'm reminded of Matthew 13: And Jesus told them many things in parables, saying: "A sower went out to sow. And as he sowed, some seeds fell along the path, and the birds came and devoured them. Other seeds fell on rocky ground, where they did not have much soil, and immediately they sprang up, since they had no depth of soil, but when the sun rose they were scorched. And since they had no root, they withered away. Other seeds fell among thorns, and the thorns grew up and choked them. Other seeds fell on good soil and produced grain, some a hundredfold, some sixty, some thirty. He who has ears, let him hear." Joe provides the guidance to find the good soil.

He has also provided extensive background and history regarding why we can't count on the federal, state or local governments, nor the popular media to guide our financial decisions. Beware of the rocks and thorns these devourers of your personal wealth employ.

I'm also reminded to close the Matthew 25 passage: "Again, the Kingdom of Heaven can be illustrated by the story of a man going on a long trip. He called together his servants and entrusted his money to them while he was gone. He gave five bags of silver to one, two bags of silver to another, and one bag of silver to the last, dividing it in proportion to their abilities. He then left on his trip. The servant who received the five bags of silver began to invest the money and earned five more. The servant with two bags of silver also went to work and earned two more. But the servant who received the one bag of silver dug a hole in the ground and hid the master's money.

After a long time, their master returned from his trip and called them to give an account of how they had used his money. The servant to whom he had entrusted the five bags of silver came forward with five more and said, 'Master, you gave me five bags of silver to invest, and I have earned five more.' The master was full of praise. 'Well done, my good and faithful servant. You have been faithful in handling this small amount, so now I will give you many more responsibilities.

Let's celebrate together! The servant who had received the two bags of silver came forward and said, 'Master, you gave me two bags of silver to invest, and I have earned two more.' The master said, 'Well done, my good and faithful servant. You have been faithful in handling this small amount, so now I will give you many more responsibilities. Let's celebrate together!' Then the servant with the one bag of silver came and said, 'Master, I knew you were a harsh man, harvesting crops you didn't plant and gathering crops you didn't cultivate. I was afraid I would lose your money, so I hid it in the earth. Look, here is your money back.' But the master replied, 'You wicked and lazy servant! If you knew I harvested crops I didn't plant and gathered crops I didn't cultivate, why didn't you deposit my money in the bank? At least I could have gotten some interest on it.'

God has entrusted each of us with financial resources of various degrees. I don't think he has done so for merely our personal benefits. I believe he has asked us to be good stewards of His resources for generations to come. He has not just provided for us. Perhaps He has gifted you to provide for people in your own genealogy, both past as well as future. Perhaps He has entrusted you with funds to further the message of the Gospel. Perhaps He as gifted you to …, you fill in the blank. The point is He has gifted you and expects you to be wise in the multiplication and application of His resources. After all – "you can't take it with you", because if you could, in heaven, it is only considered pavement.

Adhere to and employ the strategies Joe outlines in his book and you will be on a journey of wealth maximization for generations to come.

Bryan Bloom – CPA

Bryan is a Certified Public Accountant (CPA) with well over 35 years of experience. He specializes in tax-free retirement planning and tax preparation.

Early in his career, he served as the Chief Financial Officer for the State Universities Retirement System of Illinois, where he worked to maximize the retirement plans of public sector employees. He also had experience developing 401(k) plans for small businesses which has led him to the knowledge he shares today.

During the past 15 years, Bryan has focused his work on individuals who need assistance planning for retirement. He takes great pride in steering his clients away from common financial myths and pitfalls while empowering them to build practical strategies for retirement.

Bryan has authored five books over the course of his career, including the series – ***Confessions of a CPA –*** *available on Amazon. The series debunks popular, yet inaccurate wisdom regarding traditional financial planning.*

Bryan is a devoted family man who recently celebrated 40 years of marriage with his wife, Pam. They take pleasure in spending time with their two daughters, grandson and four granddaughters.

INTRODUCTION

This may seem odd but, as you read this short book, please keep in mind the following facts, which will make more sense as you finish the entire book.

Our Founders – and the Pilgrims before them – believed and understood the order of how America was to be established with a moral compass:

1. **God** created **man and woman** and the **law** (protection of life, liberty, and property) for **man and woman** to live by.
2. **Man and woman** created local government.
3. Local government created State government.
4. State government created Federal government.
5. Governments created **legal** societies.
6. Legal societies created titles such as doctor, lawyer, farmer etc. to **unlawfully** subvert man and woman into **legal** constraints.

    - Today under the **legal system**, an example, doctors risk fines or license suspensions when they provide non-pharmaceutical remedies, or off-label use of "government-approved" drug protocols. However, any man or woman, *<u>acting independently of licensing agencies</u> (i.e. not as the title "doctor")*, can provide natural remedies because that is lawful as humanitarian aid.

    - The **Nuremberg Trials**: the Nazi government created **legal** acts, codes or statutes which are NOT **law** to harm and kill Jewish citizens. The trial proved those actions were not **lawful** to harm or kill others for no reason. Thus, 10 members of the political and military leadership of Nazi Germany were executed.

There is a huge difference between "lawful" and "legal" that I will explain in my upcoming book, so contact me if you would like to preorder.

The Pilgrims knew very well the following verses from **1 Samuel 8** when God told the Israelites that He was their King, and then He warned the Israelites of the oppression they would encounter if they wanted their own king. The Pilgrims had experienced firsthand the oppression of kings and queens, and it is why they created a form of governance written in the **Mayflower Compact**, the first governing document of Plymouth Colony, declaring that they should be self-governing. More than 100 years later, this became the bedrock for the governing documents produced by our Founders for our newly birthed nation to protect the LIFE, LIBERTY/FREEDOM and PROPERTY of every man and woman God created:

- The Declaration of Independence
- The Constitution of the United States of America
- The Bill of Rights

1 Samuel 8:4-22
4 *Wherefore all the Elders of Israel gathered them together, and came to Samuel unto Ramah,*
5 *And said unto him, Behold, thou art old, and thy sons walk not in thy ways: make us now a King to judge us like all nations.*
6 *But the thing displeased Samuel, when they said, Give us a King to judge us: and Samuel prayed unto the Lord.*
7 *And the Lord said unto Samuel, Hear the voice of the people in all that they shall say unto thee: for they have not cast thee away, but they have cast me away, that I should not reign over them.*
8 *As they have ever done since I brought them out of Egypt even unto this day, (and have forsaken me, and served other gods) even so do they unto thee.*
9 *Now therefore hearken unto their voice: howbeit, yet testify unto them, and show them the manner of the king that shall reign over them.*

10 *So Samuel told all the words of the Lord unto the people that asked a king of him.*
11 *And he said, This shall be the manner of the king that shall reign over you: he will take your sons, and appoint them to his chariots, and to be his horsemen, and some shall run before his chariot.*
12 *Also he will make them his captains over thousands, and captains over fifties, and to ear his ground, and to reap his harvest, and to make instruments of war, and the things that serve for his chariots.*
13 *He will also take your daughters and make them Apothecaries, and Cooks, and Bakers.*
14 *And he will take your fields, and your vineyards, and your best Olive trees, and give them to his servants.*
15 *And he will take the tenth of your seed, and of your vineyards, and give it to his Eunuchs, and to his servants.*
16 *And he will take your menservants, and your maidservants, and the chief of your young men, and your asses, and put them to his work.*
17 *He will take the tenth of your sheep, and ye shall be his servants.*
18 *And ye shall cry out at that day, because of your king, whom ye have chosen you, and the Lord will not hear you at that day.*
19 *But the people would not hear the voice of Samuel, but did say, Nay, but there shall be a king over us.*
20 *And we also will be like all other nations, and our king shall judge us, and go out before us and fight our battles.*
21 *Therefore when Samuel heard all the words of the people, he rehearsed them in the ears of the Lord.*
22 *And the Lord said to Samuel, Hearken unto their voice, and make them a king. And Samuel said unto the men of Israel, Go every man unto his city.*

The Pilgrims also were very focused on the following verse to teach future generations how to be a moral God-fearing country.

Hosea 4:6 *"My people are destroyed for lack of knowledge: because thou hast refused knowledge, I will also refuse thee that thou shalt be no Priest to me: and seeing thou hast forgotten the Law of thy God, I will also forget thy children."*

The following encounter was documented by Dr. James McHenry, one of Maryland's delegates to the Constitutional Convention, regarding a comment made by Benjamin Franklin at the close of the Convention of 1787. On the final day of deliberation, a woman asked Franklin, "Well, Doctor, what have we got – a republic or a monarchy?" Franklin famously replied, **"A republic … if you can keep it."**

A **REPUBLIC** is <u>governed by the **RULE of LAW**</u>, which is the **CONSTITUTION** of the United States of America*.* The <u>rule of law</u> means that the whole population CANNOT vote to take ANYTHING away from even ONE sovereign individual without <u>Due Process</u> or <u>Equal Protection of the LAW</u>.

In contrast, a **DEMOCRACY** is <u>governed by the rule of mob</u>, meaning the majority (51% or more) can vote to take away ANYTHING from a minority (49% or less).

The United States of America is a **CONSTITUTIONAL REPUBLIC**.

The following are the main highlights of the LEGACY that our Founders established for us:

The **Preamble** to the **Constitution** of the United States of America, ratified in 1787, is very clear that ***We the People*** are the *<u>ULTIMATE AUTHORITY</u>*. We the People established the Constitution to instruct our ***representative servants*** what they CAN and CANNOT do, and that their DUTY is to protect each man and woman's God-given RIGHTS of LIFE, LIBERTY/FREEDOM, and PROPERTY.

Every societal issue is the violation of the RIGHTS of LIFE, LIBERTY/FREEDOM, and PROPERTY or a combination of any of those 3 tenants of men or women.

> "***We the People of the United States,*** *in Order to form a more perfect Union, establish Justice, insure domestic Tranquility, provide for the common defense, promote the general Welfare, and secure the Blessings of Liberty to ourselves and our Posterity****, do ordain and establish this Constitution for the United States of America.***" (Emphasis added.)

Article IV Section 3 of the **Constitution** of the United States of America declares that the Constitution cannot be construed to prejudice any claims of the United States or any State which is comprised of *We the People*.

> *"The Congress shall have Power to dispose of and make all needful Rules and Regulations respecting the Territory or other Property belonging to the United States; and* ***nothing in this Constitution shall be so construed as to Prejudice any Claims of the United States, or of any particular State.***" (Emphasis added.)

Article IV Section 4 of the **Constitution** of the United States of America states that ***We the People*** declared that our REPRESENTATIVE SERVANTS must protect us; however, now they seem to be perpetrating TYRANNICAL OPPRESSION.

> *"The United States shall guarantee to every State in this Union a* ***Republican Form of Government*** *and* ***shall protect each of them against Invasion****; and on Application of the Legislature, or of the Executive (when the Legislature cannot be convened)* ***against domestic Violence.***" (Emphasis added.)

Article VI of the **Constitution** of the United States of America states that ***We the People*** declared the Judges in every State are bound by the Constitution.

> *"This Constitution, and the Laws of the United States which shall be made in Pursuance thereof; ... shall be the supreme Law of the Land;* ***and the Judges*** *in every State shall be bound thereby …."* (Emphasis added.)

Article VI of the **Constitution** of the United States of America states that ***We the People*** declared that ALL REPRESENTATIVE SERVANTS are bound by oath or affirmation to uphold the Constitution.

> *"The Senators and Representatives before mentioned, and the Members of the several State Legislatures, and all executive and judicial Officers, both of the United States and of the several States,* ***shall be bound by Oath or Affirmation, to support this Constitution;****"* (Emphasis added.)

The **Preamble** to the **Bill of Rights** of the United States of America, which was ratified in 1791, is very clear that ***We the People*** were concerned the **Constitution** was not restrictive enough of our REPRESENTATIVE SERVANTS to protect our LIFE, LIBERTY/FREEDOM, and PROPERTY.

We the People added 10 Amendments to prevent misconstruction or abuse of the powers of the Constitution, adding more DECLARATORY and RESTRICTIVE CLAUSES.

> *"**THE Conventions of a number of the States**, having at the time of their adopting the Constitution, **expressed a desire, in order to prevent misconstruction or abuse of its powers, that further declaratory and restrictive clauses should be added**: And as extending the ground of public confidence in the Government, will best ensure the beneficent ends of its institution."* (Emphasis added.)

The **Nineth and Tenth Amendments** of the **Bill of Rights** of the United States of America were clear that ***We the People*** declared that our RIGHTS of LIFE, LIBERTY/FREEDOM and PROPERTY <u>cannot be denied</u>, and We the People RETAIN the powers that we did NOT delegate to Congress!

> *"The enumeration in the Constitution, of certain rights, shall not be construed to deny or disparage others retained by the people."*

> *"The powers not delegated to the United States by the Constitution, nor prohibited by it to the States, are reserved to the States respectively, or to the people."*

There are only 3 basic tenets of the SUPREME LAWS of the Land:

1. Constitutional Laws <u>which are **enforceable**</u>**.**
2. Unconstitutional Laws <u>which are **unenforceable**</u>**.**
3. Constitutional Laws that are unconstitutionally applied to impede the RIGHTS of any man or woman <u>which are **unenforceable**</u>**.**

GOD is the ULTIMATE SOVEREIGN as the FIRST GREAT COMMANDMENT states. In the next two main points, I believe our Founders clearly understood the SECOND GREAT COMMANDMENT to LOVE thy neighbor as thyself and to self-govern because <u>everyone was born with</u> GOD-GIVEN Rights of LIFE, LIBERTY, and PROPERTY that no man-made governance can give or take away.

Matthew 22: 36-40

36 Master, which is the great commandment in the Law?
37 Jesus said to him, Thou shalt love the Lord thy God with all thine heart, with all thy soul, and with all thy mind.
38 This is the first and the great commandment.
39 And the second is like unto this, Thou shalt love thy neighbor as thyself.
40 On these two commandments hangeth the whole Law and the Prophets.

GOD laid out the protection of LIFE, LIBERTY/FREEDOM and PROPERTY in the TEN COMMANDMENTS.

The **first point** is that ***We the People*** are <u>*Sovereign Man and Woman*</u>, not OUR REPRESENTATIVE SERVANTS.

"Sovereignty itself is, of course, not subject to law, for it is the author and source of law; but in our system, while sovereign powers are delegated to the agencies of government, sovereignty itself remains with the people, by whom and for whom all government exists and acts. And the law is the definition and limitation of power."
– Yick Wo v. Hopkins, 118 US 356, 370 (1886)

"In free governments the rulers are the servants, and the people their superiors and sovereigns."
– Benjamin Franklin

The **second point** is that NO LAW can EVER conflict with the **CONSTITUTION of the United States of America** and if it is, then the LAW is UNCONSTITUTIONAL and thereby UNENFORCEABLE!

> *"An unconstitutional act is not law; it confers no rights; it imposes no duties; affords no protection; it creates no office; it is in legal contemplation, as inoperative as though it had never been passed."*
> – Norton v. Shelby County, 118 U.S. 425 (1886)

REMEMBER what our Founders did for us and what they INSTRUCTED us to do in the *Declaration of Independence:*

> *"But when a long train of abuses and usurpations, pursuing invariably the same Object evinces a design to reduce them under absolute Despotism, **it is their right**, **it is their duty**, to throw off such Government, and to provide new Guards for their future security. — Such has been the patient sufferance of these Colonies; and such is now the necessity which constrains them to alter their former Systems of Government. The history of the present King of Great Britain is a history of repeated injuries and usurpations, all having in direct object the establishment of an absolute Tyranny over these States."* (Emphasis added.)

We as man and woman, created by God, have a responsibility when governments are established to protect everyone from all evils such as "legal societies" that want to pervert the law of God!

Please visit my Patriot website, **LawAndMankind.com**, for more insight as to our roles and responsibilities as men and women.

CHAPTER 1
YOU MUST **KNOW** THE **PROBLEM** TO FIND A **SOLUTION**

The Great Depression

In October of 1929, the stock market dropped 22% in just a few short days, but this was only the beginning. The stock market eventually took a 32-year setback, losing nearly 90%. From a peak of 381 in 1929, it would close at a low of 41 in 1932. Nearly 25% of all Americans would be unemployed and unable to find work. More than 40% of banks would shut down, with millions of dollars of ordinary savings accounts simply disappearing.

World War II

Tax rates rose to a top band of 94% to pay for the cost of going to war. It would take over 60 years to drop to today's low rate of taxation, with a top band of 40%.

In April 1942, just months after Pearl Harbor, Roosevelt asked Congress to enact a 100 percent top federal income tax rate, in effect a "maximum wage." FDR told lawmakers that no individual should be taking home more than $25,000 per year (after taxes). That's the equivalent of about $335,000 today.

The affected Americans raised a fuss because the rich would end the war years facing a 94% tax rate on income over $200,000. Because citizenry protested this issue, Congress rejected Roosevelt's request. This illustrates that *We the People* <u>CAN make a difference if we stand up</u>.

The Great Recession

In recent years, 2008 and 2009 saw a run on the banks, with deposits being withdrawn en masse. The government admitted that FDIC insurance could not pay out everyone in the event of banks collapsing. Congress then *unconstitutionally* passed legislation that resulted in *We the People* bailing out banks for their incompetent activity.

Imagine If We See All Three Collide:

- Is Coronavirus a world war?
- Did domestic production shut down?
- Are we about to see millions of Americans losing jobs, stock market crashes, runs on banks, the government raising taxes to cover the cost of the war?

Historically, one sector of the population was unaffected by depressions, recessions, or any downturn in the economy. You will learn their strategy and how you can do the same.

At the time of this writing, this knowledge is extremely significant. Many experts believe our most difficult times are ahead.

Politically – with issues like the national debt, government spending, Social Security, Medicare, and government attempts to transfer wealth via taxation – this knowledge is becoming increasingly vital and especially timely.

Knowing how and where to keep your money safe from stock market crashes is crucial. It's imperative to learn from this book, a must-read.

Main Street America has been pushed, for many years, to fall for the theory that volatile and risk-based investing in the stock market is the best way to create wealth for retirement.

In fact, since the advent of the 401(k) and other government tax-qualified plans, the stock market has increased fourfold in the total assets they manage.

By transitioning savings money into the stock market, Wall Street firms were positioned to gain the most, and they have!

How did Main Street America get duped into putting its faith in large Wall Street firms when events like the 2008 crash happened because Wall Street was in bed with banks?

Tax-Qualified Plans

It's hard to understand why so many Americans hand over their money to the IRS, let them lock it away and, eventually, at some time in the future, allow the IRS to tell them what they can have back and WHEN they can have it.

Retirement plans like IRAs or 401(k)s, are designed to postpone the taxes you pay on your earned income until a later date. But to get that potentially fake "benefit," you must obey a whole set of complex rules *that stop you from accessing your own money*.

AND if you were in a lower tax bracket when you paid money into the tax-qualified plan, you will pay MORE in taxation at the time you withdraw your money!

So, the issue is whether to postpone taxes. The evidence is overwhelming that most people are headed toward higher tax brackets during their passive income (retirement) years than during their working years. Therefore, it's better to use after-tax dollars to fund passive income (retirement).

Most of us would consider it a real and true "benefit" to have our *passive income (retirement) years be tax-free*.

It's clear that the government needs, and seeks, more revenue. High *unconstitutional* spending and high national debt is a good indicator of significantly increasing taxes.

Also of note, when people participate in tax-qualified plans, they run the risk of the government changing the tax laws at any time in the future – thereby destroying their future wealth and that of their heirs.

Judge Andrew Napolitano, a former New Jersey Supreme Court Justice, *emphasizes that taxation is theft*, meaning that any unconstitutional spending is theft of OUR FUTURE MULTI-GENERATIONAL WEALTH. The government, via taxation, steals wealth from future generations that are not yet born.

More and more people are having the proverbial light bulb moment. They've realized that taxes aren't going down in retirement, and they need to rethink their future passive income years.

Stock Market Risks

When taking a risk, the bottom line should always be "*Can I afford the consequences of this risk*?"

For example, if you are driving and late for an appointment, you may consider it an acceptable risk to travel up to 10 mph over the speed limit because you've heard that police don't generally pull people over and hand out citations at less than 10 mph over the speed limit. Additionally, you believe the fine is only about $200 and you have that in the bank right now.

This is a calculated risk: you can afford the consequences and you are in control of them. The gain is getting to your appointment on time; the risk is being late and paying $200.

So, why do we pile into the stock market with <u>no way of calculating the risk</u>? Usually, our *<u>greed</u>* emotion gets the better of us because it's been drilled into us to accept that uncalculated risk is a natural part of building wealth. Then our *<u>fear</u>* emotion grips us, and we sell everything and lose again.

If it's not calculated risk, then don't take it. Most people would do just fine saving consistently, growing wealth in a conservative tax-free environment that will be discussed in later chapters. No risk necessary.

This is exactly why so many banks and corporations use a different strategy to pay employee pensions, and we will discuss that later as well. It's predictable and they can count on it. No risk involved.

Is it calculated risk to invest money without knowing where it goes, why it's going there, or what you'll gain from it? Yet Main Street America unnecessarily rides the Wall Street roller coaster and pays heavily for the privilege with every BUST of the market after the BOOM.

The Federal Reserve Act and OUR Economy

This section will enlighten you as to another major, hidden-in-plain-sight detriment to all of us "We the People."

Congress has UNCONSTITUTIONALLY destroyed our economy by violating the Constitution of the United States of America even after *We the People* instructed our representative servants:

Article I Section 8
Clause 5

> *"To coin Money, <u>regulate the Value thereof</u>, and of foreign Coin, and <u>fix the Standard of Weights and Measures</u>"*

Clause 6

"To provide for the Punishment of counterfeiting the Securities and current Coin of the United States"

Money Vs Currency – Timeline of our Economy After 1834:

1. From 1834 to 1933, the **U.S. GOLD STANDARD** was 1 troy ounce of gold = $20.67 of gold-backed paper money.

2. In 1913, Congress UNCONSTITUTIONALLY passed the ***Federal Reserve Act*** that gave control of our monetary system to a private banking cartel, the Federal Reserve. What this Act also did was allow the banks to lend money they do not possess, through what is called "***fractional reserve banking,"*** a fancy way of saying **COUNTERFEITING**.

3. In 1933, President Franklin D. Roosevelt signed **Executive Order 6102** on April 5, 1933, making it illegal for Americans to own gold. (That E.O. was unconstitutional.) Citizens were then directed to turn in their gold (**real money**) for paper money **(currency**). Then, after the sovereigns turned in their gold, FDR changed the gold standard to 1 troy ounce of gold = $35. This immediately destroyed purchasing power of the paper money for which FDR made citizens trade their gold.

4. For price comparison: in 1970, we could buy 10 candy bars for $1. Today, we can't buy 1 candy bar for $1.

5. In 1971, President Richard Nixon **unconstitutionally** removed the U.S. from the gold standard altogether, which removed all safeguards from simply printing money. This action further de-valued the purchasing power of the dollar. What Nixon did, IN FACT, was create FIAT currency, meaning that the paper currency was no longer backed by gold. Here is something to ponder: how can a president get away with violating the Constitution?

6. In 1974, President Gerald Ford signed **Public Law 93-373**, which restored the right of Sovereign Individuals to own gold, erasing the UNCONSTITUTIONAL Gold Act of 1933. The law became effective December 31, 1974. Now doesn't it seem strange that it became legal to own gold after Nixon removed the U.S. from the **GOLD STANDARD**?

7. Over the past 5 years, gold prices have ranged from $1,200 - $1,500 for 1 troy ounce of gold, which validates our loss of purchasing power.

We have lost over 90% of our purchasing power since 1913. In reality, nothing has become more expensive; we have simply lost our purchasing power because of the government's actions, above.

To prove that point, refer to the candy bar example. Candy companies have automated their factories, thereby producing more candy bars today with fewer employees, so candy bars should be cheaper, right?

The bottom line is that, even though we are not on a **GOLD STANDARD** any longer, gold still dictates the value of every currency in the world and, therefore, it influences what we can purchase with the dollar today.

God is very clear in **Haggai 2:9** that He owns the gold and silver and the importance He gives to them for sound money:

"The silver is mine, and the gold is mine, saith the Lord of hosts."

MONEY and CURRENCY share <u>these</u> same attributes:

- medium of exchange
- unit of account
- portable
- durable
- divisible
- fungible (interchangeable)

The main <u>difference</u>, though, is that <u>ONLY MONEY</u> has <u>**STORE OF VALUE**</u>, but CURRENCY does <u>NOT</u>.

By definition, "store of value" means an asset has intrinsic value, meaning it retains its <u>future</u> purchasing power without depreciating. Precious metals (gold and silver) are good stores of value, as they have been treasured by mankind for millennia.

In this book, the term "money" will be used loosely.

FRAUD by Congress, Federal Reserve, and the IRS

The following 7 points are how ***We the People*** have been scammed and defrauded:

1. Congress sometimes spends our tax money Constitutionally, but mostly UNCONSTITUTIONALLY! When Congress spends money it does not have (deficit spending), it then informs the Treasury to create a BOND that is really a glorified IOU.

   A BOND is a piece of paper that the government creates.

It requests a loan today with a promise to pay it back in the future, plus interest.

BONDS are OUR national debt, paid by *We the People,* through taxation on current and future generations. A BOND steals prosperity from the future to spend today!

The Treasury then holds BOND auctions where the world's largest banks compete to buy our national debt, profiting on it by charging interest.

2. Banks then sell some of those BONDS to the Federal Reserve, through what is called Open Market Operations. The Federal Reserve writes a check (another form of IOU) from an account that has NO MONEY (essentially a counterfeit check). This process creates CURRENCY.

   Banks then take that CURRENCY to buy more bonds at the next Treasury auction.

   Banks simply exchange the Treasury IOUs with the Federal Reserve IOUs, and thereby create CURRENCY which enriches the banks and creates a larger national debt. This further enslaves American citizens with more taxation to pay this debt.

   The result is that there is a buildup of BONDS at the Federal Reserve and CURRENCY at the Treasury; this is where paper money (CURRENCY) comes from.

   "When you or I write a check there must be sufficient funds in our account to cover the check, but when the Federal Reserve writes a check there is no bank deposit on which that check is drawn. When the Federal Reserve writes a check, it is creating money." – Boston Federal Reserve

3. The Treasury then deposits the newly created CURRENCY into various branches of government for more UNCONSTITUTIONAL deficit spending on such projects like public works, social programs, and war.

   Government employees, contractors, and military personnel then deposit their paychecks in the banks.

   When you deposit your checks or CURRENCY in the banks, you are not making deposits into an account to be held safely in trust for you. You are lending the bank your CURRENCY, and banks can do whatever they want with it (within certain legal limits), such as gambling it in the stock market or lending it out for a profit.

4. At this point, banks multiply the numbers through "fractional reserve lending," which means that banks are required to keep only 10% of your deposit (or less) and they lend out the rest.

   If you deposit $100, the bank can take $90 and lend it out without telling you. The 10% or less that the bank retains of your $100 deposit is called *vault cash*.

   When your account shows you have $100, the balance of $90 that was lent out is called *bank credit*.

   "Commercial banks create checkbook money whenever they grant a loan, simply by adding new deposit dollars in accounts on their books in exchange for a borrowers IOU."
   – Federal Reserve Bank of New York

   Numbers are just created each time money is lent out.

   When $100 is deposited through fractional reserve lending, it can create up to $1,000 in *bank credit*.

When CURRENCY is deposited, banks lend it out, then it gets deposited and lent again, repeatedly creating more bank credit with each cycle.

Fractional reserve lending creates up to 92-96% of all our CURRENCY in existence. Therefore, currency is literally created by banks, and NOT by the government.

The purchase of everyday goods and services acts as a sponge on an expanding CURRENCY supply.

The more CURRENCY we have, the more prices rise; this is what INFLATION really is.

CURRENCY supply is nothing but a supply of numbers; some currency is printed, but most is generated by computers.

5. Our numbers are taxed because we work for that CURRENCY.

   True wealth is our time and talents, and we trade it for CURRENCY throughout our lives for numbers that are just typed into a computer or printed on paper.

   WE are what gives CURRENCY its value.

   The IRS collects taxes from us to give to the Treasury so it can pay the principal and interest to the Federal Reserve for the BONDS (IOUs) that it fraudulently bought with a check that should have bounced.

   Most of the taxes we pay are not used for roads or public services. Instead, they are used to pay the massive interest on the BONDS (IOUs) that the Federal Reserve FRAUDULENTLY owns.

Prior to 1913 when the Federal Reserve Act was UNCONSTITUTIONALLY passed by Congress, there was <u>no need for personal income tax</u>.

That very same year the IRS was created, the Constitution was amended for collecting federal income tax under the 16th Amendment.

Does it seem a little suspicious that the Constitution was amended to transfer wealth via taxation to private entities?

6. The <u>Debt Ceiling Delusion.</u>

   Interest is due on BONDS (IOUs) and interest is due on bank loans, so that means there is <u>interest due on every dollar in existence</u>.

   If you borrow one dollar and promise to pay it back plus another dollar for interest, where do you get the second dollar to pay the interest?

   You must borrow the second dollar into existence too and promise to pay it back with interest as well. The result is that there is never enough CURRENCY to pay the debt.

   There is always more DEBT in the system than there is CURRENCY in existence to pay the debt.

   Under our current monetary regime there is a payment due every month – on the principal plus interest – <u>on every dollar in existence</u> … and those payments never stop.

   We hear our legislators in Congress talk about balancing the budget, however <u>it is impossible under this FRAUD</u>.

Our Founders understood the dangers of FIAT CURRENCY and it is why they added the clauses in *Article 1 Section 8 – Powers of Congress* referenced earlier in this chapter about punishing counterfeiting and using weights and measures to value our money.

"The decrease in purchasing power incurred by holders of money due to inflation imparts gains to the issuers of money." – Federal Reserve

Our entire monetary system is nothing but a form of unconstitutional theft.

7. The ***Federal Reserve*** is NOT federal, and it has stockholders.

   A share of stock represents a percentage ownership in a corporation.

   The Federal Reserve is a private corporation with owners, as stated in the Federal Reserve Act, and the shareholders receive an annual dividend of 6%.

   If you are perplexed about these 7 points you have just read, be sure that the plan was to keep everyone in the dark. The following quote by the famed English economist testifies to that.

   "By this means government may secretly and unobserved, confiscate the wealth of the people, and not one in a million will detect the theft."
   – John Maynard Keynes

Source for the *7 Points* is **HiddenSecretsOfMoney.com**

The following quotes from history are WARNINGS and DANGERS of the Federal Reserve and the fraud which occurred in our nation's monetary system:

"The modern banking system manufactures money out of nothing. The process is perhaps the most astounding piece of sleight of hand that was ever invented. Banking was conceived in iniquity and was born in sin. The Bankers own the earth. Take it away from them but leave them the power to create money and control credit, and with the flick of the pen they will create enough money to buy it back again…But if you want to continue as the slaves of bankers and pay the cost of your own slavery, let them continue to create money and control credit. However, take it away from them, and all the great fortunes like mine will disappear and they ought to disappear, for this would be a happier and better world to live in."

— SIR JOSIAH STAMP, President of the Bank of England in the 1920s, the second-richest man in Great Britain at that time.

"Examining the organization and function of the Federal Reserve Banks, and applying the relevant factors, we conclude that the Reserve Banks are not federal instrumentalities for purposes of the FTCA, but are independent, privately-owned and locally controlled corporations." — Lewis vs. U.S., 680 F. 2d 1239, 1241

"A great industrial nation is controlled by its system of credit. Our system of credit is concentrated in the hands of a few men. We have come to be one of the worst ruled, one of the most completely controlled and dominated governments in the world – no longer a government of free opinion, no longer a government by conviction and vote of the majority, but a government by the opinion and duress of small groups of dominant men." — President Woodrow Wilson

"This [Federal Reserve Act] establishes the most gigantic trust on earth. When the President [Wilson] signs this bill, the invisible government of the monetary power will be legalized … the worst legislative crime of the ages is perpetrated by this banking and currency bill. … From now on, depressions will be scientifically created." — Charles A. Lindbergh, Sr., 1913

"The financial system has been turned over to the Federal Reserve Board. That Board administers the finance system by authority of a purely profiteering group. The system is Private, conducted for the sole purpose of obtaining the greatest possible profits from the use of other people's money."
— Charles A. Lindbergh Sr., 1923

"In the united States we have … two governments. … the duly constituted Government. … [and] an independent, uncontrolled, and uncoordinated government in the Federal Reserve System, operating the money powers which are reserved to Congress by the Constitution." — Congressman Wright Patman, Chairman of the House Banking & Currency Committee, Speech on the House Floor, 1967

"It was Henry Ford who said in substance this: 'It is perhaps well enough that the people of the nation do not know or understand our banking and monetary system, for if they did, I believe there would be a revolution before tomorrow morning.'"
— Charles Binderup, March 19, 1937, in the House of Rep., Congressional Record, House 81:2528

"The Federal Reserve banks are one of the most corrupt institutions the world has ever seen. There is not a man within the sound of my voice who does not know that this nation is run by the International bankers." — Congressman Louis T. McFadden, Rep., PA

"Most Americans have no real understanding of the operation of the international money lenders. … The accounts of the Federal Reserve System have never been audited. It operates outside the control of Congress and … manipulates the credit of the United States." — Senator Barry Goldwater

"Banks lend by creating credit (ledger-entry credit, monetized debt). They create the means of payment out of nothing." — Ralph M. Hawtrey, Secretary of the British Treasury

"We have in this country one of the most corrupt institutions the world has ever known. I refer to the Federal Reserve Board and the Federal Reserve Banks. Some people think the Federal Reserve Banks are U.S. government institutions. They are not government institutions. They are private credit monopolies; domestic swindlers, rich and predatory money lenders which prey upon the people of the United States for the benefit of themselves and their foreign customers. The Federal Reserve Banks are the agents of the foreign central banks. The truth is the Federal Reserve Board has usurped the Government of the United States by the arrogant credit monopoly which operates the Federal Reserve Board." — Congressman Louis T. McFadden, Chairman of the House Banking & Currency Committee, Speech on the House Floor, June 10, 1932

"I have never seen more Senators express discontent with their jobs. … I think the major cause is that, deep down in our hearts, we have been accomplices in doing something terrible and unforgivable to our wonderful country. Deep down in our hearts, we know that we have given our children a legacy of bankruptcy. We have defrauded our country to get ourselves elected." — John C. Danforth, (R-Mo)

"… the increase in the assets of the Federal Reserve banks from 143 million dollars in 1913 to 45 billion dollars in 1949 went directly to the private stockholders of the [Federal Reserve] banks." — Eustace Mullins

"Capital must protect itself in every way. … Debts must be collected, and loans and mortgages foreclosed as soon as possible. When through a process of law, the common people have lost their homes, they will be more tractable and more easily governed by the strong arm of the law applied by the central power of leading financiers. People without homes will not quarrel with their leaders. This is well known among our principal men now engaged in forming an imperialism of capitalism to govern the world. By dividing the people, we can get them to expend their energies in fighting over questions of no importance to us except as teachers of the common herd." — Taken from the Civil Servants' Yearbook, "The Organizer," January 1934

"We are completely dependent on the commercial banks. Someone has to borrow every dollar we have in circulation, cash or credit. If the banks create ample synthetic money, we are prosperous; if not, we starve. We are absolutely without a permanent money system. … It is the most important subject intelligent persons can investigate and reflect upon. It is so important that our present civilization may collapse unless it becomes widely understood and the defects remedied very soon." — Robert H. Hamphill, Atlanta Federal Reserve Bank

"But, if in the pursuit of the means we should unfortunately stumble again on unfunded paper money or any similar species of fraud, we shall assuredly give a fatal stab to our national credit in its infancy. Paper money will invariably operate in the body of politics as spirit liquors on the human body. They prey on the vitals and ultimately destroy them. Paper money has had the effect in your state that it will ever have, to ruin commerce, oppress the honest, and open the door to every species of fraud and injustice." — George Washington, Letter to Jabez Bowen (RI), January 9, 1787

"History records that the money changers have used every form of abuse, intrigue, deceit, and violent means possible to maintain their control over governments by controlling money and its issuance." — James Madison

"I believe that banking institutions are more dangerous to our liberties than standing armies. Already they have raised up a monied aristocracy that has set the government at defiance. The issuing power (of money) should be taken away from the banks and restored to the people to whom it properly belongs." — Thomas Jefferson, U.S. President

The late Charley Reese [1937-2013] was a conservative American syndicated columnist and wrote the following:

"<u>None of these taxes existed 100 years ago</u> and our nation was the most prosperous in the world, and debt free:

Accounts Receivable Tax, Building Permit Tax, CDL license Tax, Cigarette Tax, Corporate Income Tax, Dog License Tax, Excise Taxes, Federal Income Tax, Federal Unemployment Tax (FUTA), Fishing License Tax, Food License Tax, Fuel Permit Tax, Gasoline Tax (currently 44.75 cents per gallon), Gross Receipts Tax, Hunting License Tax, Inheritance Tax, Inventory Tax, IRS Interest Charges, IRS Penalties (tax on top of tax), Liquor Tax, Luxury Tax, Marriage License Tax, Medicare Tax, Personal Property Tax, Property Tax, Real Estate Tax, Service Charge Tax, Social Security Tax, Road Usage Tax, Recreational Vehicle Tax, Sales Tax, School Tax, State Income Tax, State Unemployment Tax (SUTA), Telephone Fed Excise Tax, Telephone Federal Universal Service Fee Tax, Telephone Federal, State and Local Surcharge Taxes, Telephone Minimum Usage Surcharge Tax, Telephone Recurring and Nonrecurring Charges Tax, Telephone State and Local Tax, Telephone Usage Charge Tax, Utility Taxes, Vehicle License Registration Tax, Vehicle Sales Tax, Watercraft Registration Tax, Well Permit Tax, and Workers Compensation Tax. What happened? Politicians."

The next chapter was written to enlighten you about the obstacles we face in our household and business financial strategies, but <u>you will learn a way to secede from this chaotic financial system</u> that will minimize taxation and the effects of inflation in our household and business economies as well as the national economy.

The later chapter titled *"The **Problem**, Continued …"* provides more insight into how we compound this **PROBLEM** in our households and businesses.

CHAPTER 2
IT'S ALL IN HOW YOU THINK

My late mentor, Nelson Nash, mentioned that he considered writing a book with the title of this chapter, and he always shared this brilliant thought:

"You can lead a person to knowledge, but you can't make him think."

Often, we are so consumed with worldly knowledge that we neglect the wisdom God provided in the Bible.

God was very clear when He stated in Hosea 4:6 that because of our lack of knowledge we are destroyed:

"My people are destroyed for lack of knowledge: because thou hast refused knowledge, I will also refuse thee that thou shalt be no Priest to me: and seeing thou hast forgotten the Law of thy God, I will also forget thy children."

In the United States of America today, we have been indoctrinated with man's so-called wisdom. We have forgotten to fear God in a reverent way because of the insights He has given us in Scripture that leads to HIS wisdom, as in Proverbs 9:10.

"The beginning of wisdom is the fear of the Lord, and the knowledge of holy things, is understanding."

We have forgotten the warning in Proverbs 22:7 about being a slave to the lender, and that is what this book is about.

"The rich ruleth the poor, and the borrower is servant to the man that lendeth."

The Bible teaches a great deal about money. There are more than 2,300 verses on money, wealth, and possessions. Of the 39 parables Jesus taught, 11 of them were about money. Scripture is clear in 1 Timothy 6:10 (ESV) that the LOVE of money is the root of all kinds of evil. Take note that money is NOT evil if we do not let it rule us. God created every good and perfect gift (James 1:7), and we are meant to be good stewards of the money God entrusts to us. God created economies to function so that everyone can transact business.

"For the love of money is a root of all kinds of evils."

The following is a portion from the article ***Fish Are the Last to Notice the Water*** that was written by Paul Rosenberg. This article depicts the untoward crisis that the United States is dealing with right now because our REPRESENTATIVE SERVANTS have violated the Constitution, and *We the People* are NOT holding them accountable – as our Founders instructed in the *Declaration of Independence*.

> *By now it should be obvious to people of the West that they're being held in a primitive bondage. And fortunately, more eyes are opening to this than ever before.*
>
> *But still, most people are so used to this particular "water" and have so long acclimated themselves to it, that they haven't recognized it. There's nothing inherently wrong with most of these people; they just haven't stepped back far enough to see the obvious.*

So, let's step back far enough to see.

The Long View

A single model of human life has dominated the world for thousands of years. This rulership model was conceived about 5400 BC, overtook Mesopotamia around 4000 BC, crept into Egypt about 3000 BC, and dominated the rest of the world after that. Therefore, it has been the primary model of society for 5,000 to 6,000 years, depending on when you believe it started.

This model is so common that it's almost overlooked. A summary of its tenets:

1. A small minority of men hold a monopoly on making rules everyone else will live by.
2. This minority enforces these rules on everyone else.
3. The minority extracts regular payments from everyone else. This is said to be necessary for protection and justice.
4. The minority fails to provide justice daily, and very often sends the children of the majority to fight in battles to the death.
5. A minority-aligned intellectual class assures the majority that this is the best that can be had, and that it has been sanctified by some higher power (gods, ancestors, tradition, reason, experience, progress, or whatever).
6. No one is permitted to escape this model. Those who try are punished as traitors and heretics.

This model of human society has been in existence for these 6,000 years with little challenge.

This societal model, across history, has proven to be a demonstrable failure:

- Wars have raged continually throughout its entire reign.
- Justice has never been achieved fully, and generally it only arose in locations far from power centers or capital cities.
- Human happiness has not noticeably increased.
- Even when science has broken out, it has been recaptured and forced to serve the model. The invention of the internet is one example.

On top of that, the societal model must be maintained by force. As noted above, straying from it is harshly punished. If this system was truly superior, force wouldn’t be required. After all, no one has to force people to buy houses or cars.

So, by any number of measurable standards, this model fails, and in a colossal manner. The best defense one might make for it is that something else could be worse. But since we’re not permitted to test that assertion, the word bondage is perfectly fitting.

Excerpts from:
https://freemansperspective.com/fish-last-notice-water/

CHAPTER3

THE MIRACLE OF COMPOUND GROWTH

When it comes to money, it has been said that Albert Einstein made the 2 following quotes:

"Compound interest is the 8th wonder of the world."

"Compound interest is the most powerful force in the universe."

When you read those 2 quotes you may ask yourself: *Then why do the mainstream financial "experts" continue to advise their clients to invest money in financial vehicles that interrupt the compounding of money and even lose money?*

Now, consider the loss of principal and interest when paying cash for major purchases, AND the interest paid out for the use of someone else's money. If you recover those TWO items and add it to uninterrupted compounding, *then you will have mastered what the ultra-wealthy have been doing for decades*!

The majority of so-called "financial advisors" do not have a clue about what you have already learned in the previous chapter regarding the Federal Reserve, which explains what causes the BOOM-and-BUST cycles in our economy, and why *their* clients always lose money in market downturns.

No one can dispute the facts you have already learned here.

The following page will blow your mind when it comes to compounding. We will teach you how to accomplish the uninterrupted compounding INCOME TAX-FREE!

To prove how uninterrupted compounding of money is so powerful, look at what happens if you were to invest JUST a penny into an investment that doubled every day for 31 days and had NO TAXATION. See the snowball growth.

Day 1:	$.01
Day 2:	$.02
Day 3:	$.04
Day 4:	$.08
Day5:	$.16
Day6:	$.32
Day 7:	$.64
Day 8:	$1.28
Day 9:	$2.56
Day 10:	$5.12
Day 11:	$10.24
Day 12:	$20.48
Day 13:	$40.96
Day 14:	$81.92
Day 15:	$163.84
Day 16:	$327.68
Day 17:	$655.36
Day 18:	$1,310.72
Day 19:	$2,621.44
Day 20:	$5,242.88
Day 21:	$10,485.76
Day 22:	$20,971.52
Day 23:	$41,943.04
Day 24:	$83,386.08
Day 25:	$167,772.16
Day 26:	$335,544.32
Day 27:	$671,088.64
Day 28:	$1,342,177.28
Day 29:	$2,684,354.56
Day 30:	$5,368,709.12
Day 31:	$10,737,418.24

CHAPTER 4
IMAGINATION AND HUMAN PROBLEMS

We have forsaken God and His command to love others as ourselves in Matthew 22:39. That, I believe, creates selfishness, suppresses our i**magination,** and compounds our **human problems**.

"And the second is like unto this, Thou shalt love thy neighbor as thyself."

The following insights are from the book by my mentor, the late Nelson Nash, *Becoming Your Own Banker*.

On IMAGINATION – Nelson referenced a quote by Albert Einstein, *"Imagination is more important than knowledge."* Nelson then told a story about one of the greatest mathematicians in history, Karl Gauss [1777-1855]. Around the age of 7, Gauss was given a tedious math problem to add all the numbers from 1 to 100. While contemplating the problem, Gauss observed a pattern, and then he created an algebraic equation to enable him to compute in his head the sum of all the numbers from 1 to 100, which is 5,050.

We have stifled our imagination because of greed and/or our lack of being willing to learn or try something new. This book is about a Biblical way of creating multi-generational wealth as *Proverbs 13: 22* instructs us to do.

"The good man shall give inheritance unto his children's children: and the riches of the sinner is laid up for the just."

Read that again. We are told that good people create and maintain an inheritance for their grandchildren.

The following are the human problems that Nelson describes in _Becoming Your Own Banker_.

PARKINSON'S LAW – C. Northcote Parkinson lived from 1909 to 1993 and was an essayist, lecturer, and economist who provided some great observations. One profound observation was that "expenses rise to meet income." This means the more we make, the more we spend – and very few save the increase. We teach you how to maximize your increase.

WILLIE SUTTON'S LAW – Willie Sutton was a notorious bank robber and lived from 1901 to 1980. Sutton was once asked why he continued to rob banks, and he replied, *"That's where they keep the money."* Ironically, this means that, in our perverted economy, wherever wealth is accumulated someone will try to steal it. This sounds like the questionable practices our REPRESENTATIVE SERVANTS do that creates UNCONSTITUTIONAL taxation to fund UNCONSTITUTIONAL spending.

The chapter in this book called *"You Must **KNOW** the **PROBLEM** to Find a **SOLUTION**"* illustrates Willie Sutton's Law. The Federal Reserve (a private banking cartel) has destroyed OUR monetary system (via virtual counterfeiting). The Fed was UNCONSTITUTIONALLY endorsed by a Congress that for many decades has been owned by lobbyists.

THE GOLDEN RULE – It has been bastardized from the original truth, *"Treat others the way you want to be treated,"* to the counterfeit, "*Those who have the gold make the rules.*" Mayer Amschel Rothschild birthed the Rothschild banking dynasty, and was quoted as saying, "*Let me issue and control a nation's money, and I care not who writes the laws.*"

The Rothschild dynasty is said to be worth over $1Trillion, and that is likely a low estimation.

We the People have sat back as OUR Congress UNCONSTITUTIONALLY gave OUR monetary system to a private banking cartel (the Fed) that, as explained in the prior chapter, has destroyed over 90% of the purchasing power of OUR dollar since 1913.

It is time for us to take back control of our monetary system, and I will explain later in the book how we can do that – as Nelson Nash would say – "*at the YOU and ME level.*"

THE ARRIVAL SYNDROME – As Nelson explained, this syndrome likely has limited the achievements of mankind more than anything else. It's when we THINK we have arrived, when we THINK we know all there is to know already. American historian Daniel Boorstin [1914-2004], appointed as the 12th Librarian of the U.S. Congress in 1975, was known for saying, "*The greatest obstacle to discovering the shape of the earth, the continents, and the oceans was not ignorance – it was the illusion of knowledge*." (Emphasis added.)

When teaching our clients the ***Infinite Banking Concept™ (IBC)***, our biggest challenge is our clients having an open mind to learn.

In September 1992, there was an article in FORTUNE Magazine titled, "The REAL KEY to CREATING WEALTH." The author, Shawn Tully, coined a phrase "***If you understand what's really happening, you'll know what to do***."

USE IT OR LOSE IT – Nelson starts this chapter with Mark 4:25.

"For unto him that hath, shall it be given, and from him that hath not, shall be taken away even that he hath."

CHAPTER 5
THE GROCERY STORE

To help readers understand the ***Infinite Banking Concept™ (IBC)*** I will share a scenario about a grocery store that Nelson used in his book and explain how it relates to your household or business financial strategy.

With a grocery store, everyone is a potential customer, and the owner must invest in the real estate, the building, and the inventory in order to retail to the public. The owner pays interest on everything related to opening a grocery store.

First, we must understand that purchasing groceries and taking them out the "front door" makes the business profitable, while stealing groceries out the "back door" can break the business.

To explain further, let's use a can of peas as an example. When a grocery store purchases one can of peas, let's say the cost is 57 cents and it is typically sold for 60 cents, leaving only 3 cents profit on each can of peas.

Therefore, the grocery store must sell 19 cans of peas to pay for one can of peas. Let's say the grocery store owner has family members who believe that, since they own the store, they can just take groceries out the "back door" without paying for them. The store then must sell 19 cans of peas for every can of peas stolen out the "back door." Also, human nature has shown that when employees see owners stealing, they will steal too, compounding the losses for the grocery store.

Compare that scenario to the grocery store across the street where owners and employees purchase all their groceries and go out the "front door." This grocery store generates more revenue.

This grocery store will be worth more because of higher sales than the first grocery store where the owners and employees steal groceries out the "back door."

Now consider the IRS as the silent partner whose belief is, "The more you make, the more we take." That kills any incentive to make more money, and it's why some people think it best to go out the "back door."

But … what if there was a way to make profits TAX-FREE? Would you be interested? If yes, then keep reading.

Nelson used to advise his clients, **"Don't steal the peas,"** a fun way to remember the illustration.

This is what we want to teach you in the following chapters: how to create a financial strategy for your household and business to be more tax beneficial than what you are doing now that will also create generational wealth INCOME TAX-FREE.

CHAPTER 6

THE **PROBLEM** CONTINUED…

We need to add one more aspect to the *Problem*, so this chapter will pick up from the previous chapter, "*You Must **KNOW** the **PROBLEM** to Find a **SOLUTION***."

The ***Problem*** continues with the spending habits of our all-American families, households, and businesses so let's look at how income is allocated.

The ***first point*** we must understand is there are only 2 options with money:

- We either pay interest for the use of someone else's money OR
- We give up interest on the future growth of our money when we pay cash, and that money is no longer under our control. This is called *Lost Opportunity Cost (LOC)*.

The ***second point*** is that Americans do not understand the difference between INTEREST RATE and VOLUME OF INTEREST.

The following is the typical spending model for households, as a percentage of income:

- 20% is spent on vehicles.
- 30% is spent on mortgage or rent.
- 40-45% is spent on living expenses such as clothes, casualty insurance payments, vacations, cars, boats, and most is paid by credit cards or bank loans. The rest is paid by cash which gives up interest that could be earned otherwise (that's Lost Opportunity Cost).
- 5-10% is going to savings *if the household is lucky.*

Businesses have similar challenges with spending patterns. Many business owners do not understand that their capital/money has a cost.

For example, most business owners do not understand **Economic Value Added (EVA)**. Simply stated, EVA is a way of measuring an operation's real profitability.

The easiest way to calculate EVA is to subtract taxes from your operating earnings then subtract the capital cost. The result is the EVA.

This book is all about taking control of the <u>banking function</u> for households and business owners. The biggest fallacy is that most people think <u>INTEREST RATE</u> is the most important aspect, but it's <u>VOLUME OF INTEREST</u> that's the real game-changer.

An example would be a $250,000 mortgage over 30 years at 4.25% = 360 monthly payments of P&I @ $1,230.

Simple Math:

360 payments x $1,230 = $442,800
$442,800 - $250,000 = $192,800 total interest paid
(192,800 ÷ 250,000) x 100 = **77% Volume of Interest**

<u>If the owner moves after 5 years and 60 payments of $1,230</u>:
Interest paid $50,810 ÷ principal paid $22,981 x 100 = **221% Volume of Interest**

<u>If a family refinances or moves every 5 years (that's 6 times over 30 years), which is typical today</u>:
Interest paid $304,861 ÷ Principal paid $137,884 x 100 = **221% Volume of Interest**

AND the homeowner still owes $112,116 on the mortgage!

YOU are giving the **VOLUME OF INTEREST** to banks, so what if YOU take over the banking function?

Would recapturing your own **VOLUME OF INTEREST** improve your financial future? If you could do it TAX-FREE, would you?

CHAPTER 7
WHAT IS THE INFINITE BANKING CONCEPT?

The ***Infinite Banking Concept™ (IBC)*** is a process to implement an HONEST banking function in your household and business economies. It's NOT counterfeiting like the Federal Reserve banks do!

While a banking function can be accomplished with many financial vehicles, the Dividend Paying Whole Life (DPWL) high cash value policy is the MOST efficient financial vehicle to utilize to recapture the VOLUME OF INTEREST lost when taking a loan from the bank or when paying cash and bearing the Lost Opportunity Cost (LOC).

A *Dividend Paying Whole Life high cash value policy* is a properly structured life insurance policy that builds cash value very quickly in the first 7 years with a *Paid-Up Rider*. The *Paid-Up Rider* is part of the policy that allows you to overfund or in other words put extra money into the policy to grow your cash value to use as policy loans for your major household purchases such as large appliances, vehicles, homes, etc. These same polices are used by businesses for purchasing equipment, real estate or anything to benefit the business.

During the **Great Depression** or any recession in the USA, owners of *Dividend Paying Whole Life high cash value policies* didn't lose a cent or pay any extra tax.

BE VERY CLEAR, I am NEITHER referring to NOR do I recommend Universal Life (UL), Indexed Universal Life (IUL) or Variable Universal Life (VUL) polices, as those financial vehicles shift the risk back to the policyholder. Those products are risky, UNLIKE *Dividend Paying Whole Life high cash value policies*.

The ultra-wealthy, banks, and large corporations take advantage of the benefits of *Dividend Paying Whole Life high cash value policies*.

Dividend Paying Whole Life high cash value policies play a <u>massive role in banks and corporations</u>, probably more so than you could ever imagine. They buy life insurance by the **$Billions**. Yes, you read that correctly: **$Billions** at a time.

For banks, it provides the ultimate in predictability and growth. Particularly, <u>the FDIC allows this asset to be classified as Tier 1 capital</u>, which is the <u>safest capital a bank can have</u>. Tier 1 capital is the core measure of a bank's financial strength, which means they can lend more money to Main Street America and keep them in debt.

Banks and corporations are also heavily involved in buying *Dividend Paying Whole Life high cash value policies* in mass quantities <u>to fund top executive's retirement plans</u> – called "<u>Deferred Compensation</u>." Its ability to provide the stable growth necessary to create a predictable income is one of its <u>most powerful features</u>.

AND YOU TOO can use *Dividend Paying Whole Life high cash value policies* to create a <u>predictable future income</u>, that's <u>income tax-free</u> and <u>avoids the risks</u> of the stock market.

You have never been told how. It's left to small voices like mine to wake up America.

There is an age-old saying that wealth is made and lost in three generations.

The generational ultra-wealthy understand that taxes destroy wealth, so they have developed a system of values, documentation, and organizations to protect and grow their wealth. Then they teach future generations how and what to do to maintain generational wealth.

The process explained here can be used by anyone at any economic level, and the sooner you implement the process, the better off you and your future generations will be.

First, we must understand what the ultra-wealthy DO NOT do.

The ultra-wealthy do not listen to mainstream advice. The mainstream financial advice instructs you to lock up money in tax-qualified plans like 401(k), 403(b), Roth IRA, or stocks and bonds, etc. The problem is that your money is locked up with no liquidity and it's subject to Uncle Sam changing the rules AT ANY TIME. How many tax law changes have you seen in your lifetime?

It is unfortunate that people like Dave Ramsey and Suze Orman ***tout false information*** about *Dividend Paying Whole Life high cash value policies* when they have no idea of the massive benefits used by the ultra-wealthy in America or they do which makes them even less credible.

In fact, Orman is a spokesperson for the *FDIC (Federal Deposit Insurance Corporation)* that insures bank deposits up to $250,000. The irony is that, by the end of 2009, the amount of bank-owned *high cash value life insurance* reached $135 BILLION of cash values and the death benefits were approximately $675 BILLION. It seems that the banks completely ignore the advice of Orman and Ramsey.

Ramsey says to buy term life insurance and invest the difference. Ramsey then goes on to claim that if you put your money in a good mutual fund, you can receive a 12% average annualized return on your money.

What he fails to explain is that there is a difference between *Average Annualized Return* and *Actual Annualized Return*. Let's do the math in the following hypothetical scenario to prove WHY he is wrong:

> Let's say you have $100,000 and you put that money in a good mutual fund as Ramsey suggests. And let's say you receive a 100% return, so you now have $200,000.
>
> Now in year 2, let's say you take a 50% loss so your $200,000 is now the same $100,000 you started with.

The math reveals that if you subtract the 50% loss from the 100% gain, you have a 50% overall gain. Now we divide the 50% overall gain by 2 years, and you have a 25% *Average Annualized Return*, BUT your *Actual Annualized Return* is **ZERO**.

Now factor in the loads and fees for that mutual fund and market losses, and you have lost money!

Ramsey also says to pay cash for everything, but the problem with that logic is that, in doing so, you will have lost the use of that money forever which is what we mentioned in a previous chapter called ***Lost Opportunity Cost***.

The ultra-wealthy use a system of *Dividend Paying Whole Life high cash value policies*. They understand that when they borrow from their policies and repay the loan, wealth is always compounding to use for the next wealth-building strategy.

The ultra-wealthy KNOW the destructive forces of wealth:

1. Assets divided among generations
2. Wealth transfer taxes and capital gains taxes
3. Business risks and third-party attacks

One of the wealth strategies that the ultra-wealthy understand is called the *velocity of money*, that most other people do not understand. The ultra-wealthy realize that the more they use their money, the more WEALTH is created.

In the book, *Becoming Your Own Banker*, Nelson gives details about this and other wealth-building strategies.

One chapter called ***Equipment Financing*** explains the concept of velocity of money by utilizing policy loans to finance business equipment.

Five different illustrations show equipment financed from policy loans. Each time another piece of equipment was added, the TAX-FREE passive income increased in later years – and THAT is the *velocity of money*.

This concept results in uninterrupted compounding of money that:

1. minimizes taxation,
2. maximizes cash flow, and
3. creditor-protects wealth in most states.

While the *equipment financing strategy* from policy loans is for businesses, the same policy loans could be used for personal vehicle financing or any other major household purchase – which would create TAX-FREE passive income in later years as well.

Using a system of *Dividend Paying Whole Life high cash value policies* is one of the strategies that the ultra-wealthy utilize to protect and grow multi-generational wealth. Some of the ways to use cash value policies for business are:

1. a Key Person agreement,
2. Deferred Compensation agreement, or
3. an Executive Bonus agreement.

If properly created, a Deferred Compensation or Executive Bonus agreement can be funded TAX-FREE, while at the same time having TAX-FREE use and liquidity.

Households also grow generational wealth with a system of *Dividend Paying Whole Life high cash value policies* on <u>every insurable family member</u> or <u>business partner</u> to grow their generational wealth.

Few people know that <u>Bank of America</u> has over $22 BILLION (that's billion with a B) in the cash value of policies on current and past executives. Upon the death of each executive, the bank receives more TAX-FREE death benefits that are a great deal more TAX-FREE money than the cash values.

The PREMIUMS PAID into a policy for ***IBC*** are a fraction of the death benefit. That's a very wise *<u>Return On Investment</u> (ROI)* of premiums for estate planning!

While cash values equal the death benefit at age 121 the cash values are the *compounding of premiums paid,* as well as the *dividend accumulation* and *velocity of money* when using the cash values for finance needs.

Many banks use *Dividend Paying Whole Life high cash value policies* to hedge against the increasing costs of employee benefits.

Ultra-wealthy Family Examples

While I may not agree with the personal philosophies of these families, including negative societal influences they had on the world, there are a few examples of money management successes and failures in three families: Vanderbilt, Rothschild, Rockefeller.

Cornelius Vanderbilt [1794-1877] was nicknamed "The Commodore," one of the wealthiest men in history, estimated at $2Billion+ in today's dollars.

Cornelius left 95% of his fortune to his eldest son, William Henry Vanderbilt [1821-1885], who then managed to double the fortune but neglected to teach his heirs how to manage or grow the fortune generationally.

In the 1900s, the Vanderbilt fortune dwindled substantially. By 1973, as the 120 Vanderbilt descendants gathered at Vanderbilt University for their first reunion, it was reported that not one of them had a million-dollar fortune left.

Conversely, the Rothschild and Rockefeller families expanded their wealth by teaching their heirs how to manage and grow the fortune generationally through *Dividend Paying Whole Life high cash value policies.* Therefore, multiple generations in these families are thriving with untold wealth to this day.

These two families knew the importance of keeping the family fortune in a generational pool of money to protect the fortune from taxes, lawsuits, and spendthrift heirs.

The Rothschild family knew the importance of life insurance so much so that Nathan Mayer Rothschild started the *Alliance British and Foreign Life and Fire Assurance Company Ltd* on March 23, 1824.

The Rothschild and Rockefeller families understood the traditional banking function. They understood that banks receive deposits, pay very little interest to the depositor, and then lend out the deposits, charging a higher interest than what the bank pays the depositor.

Again, this is the *velocity of money* process that the ultra-wealthy utilize in their *Dividend Paying Whole Life high cash value policies*.

An additional benefit to *Dividend Paying Whole Life high cash value policies* is that <u>life insurance policies are contracts</u>, so they are under CONTRACT LAW and not TAX LAW, another reason the ultra-wealthy use these contracts.

The ultra-wealthy build a system of *Dividend Paying Whole Life high cash value policies* to create a pool of money to invest in opportunities as they come along, like when stock market crashes happen.

When a crash happens, it affects the real estate market which results in fire sales on real estate.

Even during the worst time in American history, the *Great Depression*, the *Dividend Paying Whole Life high cash value policies* <u>still received dividends</u> paid by companies we still use today. In those dire years, there was <u>liquidity</u> to access funds to purchase fire sale real estate or any other opportunity that came along.

Unfortunately, there can be fire sales when there are not crashes. An example from modern times: the former owner of the Miami Dolphins was Joe Robbie [1916-1990], who invested $115Million of his own money in 1984 to build the new stadium.

Unfortunately, when he died in 1990, most of his wealth was illiquid – so there was not enough liquid cash to pay the estate taxes. Sadly, the stadium had to be sold in a fire sale for an estimated $25-45 million to pay the estate taxes.

Had Robbie the $115Million in *Dividend Paying Whole Life high cash value policies*, his family would have been able to keep the stadium and the legacy of his name on the stadium, and to continue multi-generational wealth and family legacy.

The main components that the ultra-wealthy implement to grow and preserve generational wealth:

1. At least 1 annual family meeting (in person or virtual) is scheduled to discuss multi-generational wealth-creation with heirs.

2. They all understand that *Dividend Paying Whole Life high cash value policies* are an immediate legacy once started and as each descendant passes on, their death benefits are used to build more policies to grow the pool of money.

   They understand ***IBC multi-generational bank*** produces more multi- generational wealth than any other financial vehicle – while at the same time minimizing taxation and maximizing cash flow.

3. Trusts and boards of trustees are created; heirs must produce a business plan if they want to borrow money from the ***IBC multi-generational bank***.

At annual meetings, the family determines whether each loan was a good loan or bad loan, so the entire family can learn from good decisions as well as bad ones.

4. Very strict rules exist to protect the ***IBC multi-generational bank***. One rule is that if a family member borrows money from the family banking system without repaying it, then they will likely never be able to borrow from the family banking system in the future.

The attribute to *Dividend Paying Whole Life high cash value policies* that Tivaldi focuses on is when money is recycled through polices, the process is non-inflationary.

The reason policy loans are non-inflationary is because the life insurance companies that we recommend are:

1. mutually owned by the policyholders,
2. regulated by States (not by the federal government),
3. required to maintain a FULL RESERVE; this means the companies must always maintain money in reserve to equal the amount lent out.

As mentioned in a previous chapter, banks lend money through what they call FRACTIONAL RESERVE BANKING which is really COUNTERFEITING. If banks lend $100 million, the federal government says the banks only need $10 million in reserve or, in some cases, even less.

By repeated fractional lending practices, dollars already in the economy are diluted, thereby reducing purchasing power.

Another issue with FRACTIONAL RESERVE BANKING is that if every depositor wanted their money, the banks could not provide it to the depositors because they do not have it. That is called *bank runs* or a *run on the banks*.

During the *Great Depression,* many banks closed because all the depositors wanted their money out of the bank. After the first customers were able to get all their money, the bank went bankrupt, and the rest of the depositors never got their money.

In 2008, the reason *We the People* bailed out the banks is because the FDIC did not have enough money to cover all the money the depositors would have lost due to the incompetence of the banks that caused the crash, along with Wall Street.

The funds of the FDIC in 2008 were approximately $50 Billion and the estimated losses were approximately $700 Billion, but it was estimated to have been much higher.

Factor in that the FDIC only insured $100,000 of bank deposits in 2008. Today it is $250,000 which is not much compared to the amount of money on deposit in banks today.

A final note on the FDIC: the organization was not established to bail out crashes like 2008. The FDIC was only created to protect depositors on a limited basis in a small bank issue. So, WHY do we still tolerate counterfeiting by banks?

CHAPTER 8
HOW TO CREATE AND USE YOUR
IBC MULTI-GENERATIONAL BANK

This chapter will provide just a few of many scenarios on how to utilize the ***Infinite Banking Concept^{TM} (IBC).***

Client Debt Reduction

This is a case study of a person who gave me permission to share how he improved his financial future.

The following is a type of snowball debt reduction process:

- He reduced his debt burden from 28 years down to 10 years.
- Original debt including mortgage was $322,004 with monthly payments of $3,201.
- By using the snowball debt reduction process, he saved $126,194 in interest payments.
- He used unproductive money to start a *Dividend Paying Whole Life high cash value policy* which he also used to reduce the debt load.

At the end of 10 years when debt is paid off, he will be able to build more policies with the $3,201 a month, which creates a larger family banking system and legacy.

The following chart reveals how he created a snowball debt reduction, ultimately to build a family legacy that he did not have before.

$martLife - DebtAware ™ - Program

Description	Current Balance	Monthly Payment										
Accent Card	$ 400	$ 115	Jly 2020									
Medical Bills	$ 1,200	$ 100	**$ 215**									
Vystar LOC	$ 1,145	$ 35	$ 35	Sep 2020								
Vystar	$ 3,516	$ 125	$ 125	**$ 375**	Feb 2021							
Medical Bills	$ 3,300	$ 90	$ 90	$ 90	**$ 465**	Jun 2021						
JetSkis	$ 8,000	$ 165	$ 165	$ 165	$ 165	**$ 630**	Nov 2021					
Vystar	$ 10,639	$ 200	$ 200	$ 200	$ 200	$ 200	**$ 830**	Apr 2022				
IRS	$ 10,000	$ 175	$ 175	$ 175	$ 175	$ 175	$ 175	**$ 1,005**	Aug 2022			
Vystar	$ 10,919	$ 175	$ 175	$ 175	$ 175	$ 175	$ 175	$ 175	**$ 1,180**	Jan2023		
Vystar	$ 14,885	$ 300	$ 300	$ 300	$ 300	$ 300	$ 300	$ 300	$ 300	**$ 1,480**	May 2023	
Business Loan	$ 28,000	$ 411	$ 411	$ 411	$ 411	$ 411	$ 411	$ 411	$ 411	$ 411	**$ 1,891**	Feb 2024
Mortgage	$230,000	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	$ 1,310	**$3,201**
Totals	**$322,004**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**	**$ 3,201**

Business or Household Example

A policy premium is scalable and can be monthly or annual, and the premium can be $4,000, $40,000, $4M – or whatever size premium fits each household or business plan.

Below is a snapshot example of a 30-year-old male paying a $40,000 annual premium for 7 years. Then in year 8, the annual premium drops to $16,000 as this is the most efficient way to structure a policy. Of the $40,000 annual premium, $24,000 (the *Paid-Up Rider*) is going straight to cash value growth and the $16,000 (*Base Premium*) covers the initial $1,291,396 death benefit year one, which is an instant INCOME TAX-FREE LEGACY.

While dividends are not guaranteed, *companies MUTUALLY owned by policyholders*, have paid a dividend every year they have been in existence. The company used for this illustration is over 130 years old.

(The illustrated future values are unknown)

Contract Premium + Riders	- Cash from Policy	= Cash Outlay	Annual Dividend	Cash Value	Death Benefit
40,000	0	40,000	129	24,805	1,396,941
40,000	0	40,000	129	63,220	1,500,022
40,000	0	40,000	129	102,350	1,600,284
40,000	0	40,000	313	142,389	1,697,991
40,000	35,000	5,000	1,674	148,040	1,758,475
40,000	–9,700	49,700	3,058	200,890	1,866,659
40,000	–9,700	49,700	4,503	257,637	1,977,796
16,000	–9,700	25,700	6,537	293,005	2,005,467
16,000	–9,647	25,647	6,706	329,160	2,038,364
16,000	35,000	–19,000	6,830	320,925	2,025,079
328,000	31,253	296,747	30,009		
16,000	–9,700	25,700	7,757	358,997	2,057,459
16,000	–9,700	25,700	8,493	398,527	2,092,440
16,000	–9,700	25,700	9,287	439,599	2,129,538
16,000	–9,647	25,647	10,045	483,477	2,168,702
16,000	35,000	–19,000	10,896	482,536	2,163,388
16,000	–9,700	25,700	11,688	527,936	2,204,784
16,000	–9,700	25,700	12,579	576,409	2,248,082
16,000	–9,700	25,700	13,440	626,703	2,293,350
16,000	–9,647	25,647	14,357	678,854	2,340,446
16,000	35,000	–19,000	15,316	687,787	2,342,954
488,000	23,758	464,242	143,866		
16,000	–9,700	25,700	16,144	743,266	2,391,871
16,000	–9,700	25,700	16,758	800,401	2,441,998
16,000	–9,700	25,700	17,398	860,523	2,492,991
16,000	–9,647	25,647	18,122	922,395	2,544,885
16,000	35,000	–19,000	18,863	939,631	2,551,312
16,000	–9,700	25,700	19,658	1,003,460	2,603,458
16,000	–9,700	25,700	20,434	1,070,562	2,656,634
16,000	–9,700	25,700	21,228	1,139,710	2,710,792
16,000	–9,647	25,647	22,038	1,212,214	2,765,874
16,000	35,000	–19,000	22,944	1,240,458	2,775,488
648,000	16,263	631,737	337,452		
16,000	–9,700	25,700	25,477	1,318,542	2,832,470
16,000	–9,700	25,700	27,306	1,399,761	2,892,918
16,000	–9,700	25,700	29,262	1,484,274	2,956,136
16,000	–9,647	25,647	31,319	1,572,175	3,022,167
16,000	0	16,000	33,489	1,654,903	3,081,094
728,000	–22,484	750,484	484,306		

For this scenario, I illustrate the dividends paid into the policy so all the numbers each year are predicated on this year's dividend which has followed the low interest rate environment. As we see interest rates rising in the banks and lending institutions, the life insurance company will be able to raise the interest rate on money loaned out to those other than policyholders which will raise dividends in the future.

Notice the growth of Year 2 vs the premiums. Compare the cash value of Year 1 to Year 2:

Year 2 = $63,220
Year 1 = $24,805

By subtracting the two cash values, the difference is $38,415 and it becomes obvious that most of the premium for Year 2 is going directly to CASH VALUE. AND it gets BETTER EVERY YEAR.

Nelson Nash would always explain that cash value growth numbers show what the insurance company is doing with the policy. But then he'd ask: what will YOU use policy loans for, to take over the banking function?

Essentially, this means to recapture:

- interest paid to lending institutions,
- future growth that is lost when paying cash.

To highlight the strategy of taking over the banking function, we show in the previous chart:

- Start a policy loan of $35,000 in year 5 (could be started in year 2) that could be used as a vehicle expense, business expense, or any type of major expense for a household or business.

- The policy loan is paid back over the next 4 years and then another $35,000 loan is exercised again and done every 5 years until age 65.

This is part of the UNINTERRUPTED COMPOUNDING of your money!

Contract Premium + Riders	- Cash from Policy	= Cash Outlay	Annual Dividend	Cash Value	Death Benefit
0	100,000	–100,000	35,473	1,625,649	2,859,579*
0	100,000	–100,000	37,985	1,595,836	2,814,821
0	100,000	–100,000	40,523	1,565,333	2,768,357
0	100,000	–100,000	43,192	1,534,139	2,720,002
0	100,000	–100,000	46,009	1,502,227	2,669,645
0	100,000	–100,000	48,010	1,468,506	2,616,209
0	100,000	–100,000	50,267	1,432,881	2,559,152
0	100,000	–100,000	52,705	1,395,173	2,498,490
0	100,000	–100,000	55,403	1,355,225	2,434,258
0	100,000	–100,000	58,281	1,312,923	2,366,432
728,000	977,516	–249,516	952,153		
0	100,000	–100,000	61,295	1,268,025	2,294,884
0	100,000	–100,000	64,486	1,220,493	2,219,495
0	100,000	–100,000	67,754	1,170,108	2,140,044
0	100,000	–100,000	71,211	1,116,787	2,056,370
0	100,000	–100,000	74,829	1,060,247	1,968,306
0	100,000	–100,000	79,129	1,000,620	1,876,187
0	100,000	–100,000	83,760	937,707	1,780,124
0	100,000	–100,000	88,579	871,225	1,679,955
0	100,000	–100,000	93,640	800,829	1,575,518
0	100,000	–100,000	99,047	726,020	1,466,758

Now at age 66 no more premiums are paid, and a $100,000 loan will be taken each year for passive income (retirement income) that will not be paid back because the policy has become so efficient that there is no need to repay the policy loan.

Let's say the client passes away at age 85. At that point, he will have received $2,000,000 dollars (over 20 years) in PASSIVE TAX-FREE INCOME. He will have left to his heirs $1,466,758 in INCOME TAX-FREE estate – <u>by paying only $728,000 in premiums</u>. Do the math on that.

This scenario is all accomplished on ONE policy. Other scenarios: the client could have started <u>another policy every 8th year</u> using the $24,000 of the *Paid-Up Rider* that dropped off after Year 7, or he could have started another policy with a higher premium. If he does this every time on each policy, he creates an even more massive legacy for his loved ones and more passive income for himself as well.

In the previous scenario, he could have financed his house and countless other real estate <u>to acquire income-producing assets</u>.

Real Estate Investor

Because this process is so versatile, *Dividend Paying Whole Life high cash value policies* can be structured to <u>add a lump sum or windfall</u>. One of our clients is a real estate investor, and he sold one investment property and was ready to purchase another investment property.

We met with him and explained how he could put the lump sum from the sale of his first investment property into a *Dividend Paying Whole Life high cash value policy* then use that policy to invest in the next investment property.

Our client gained the following by creating a *Dividend Paying Whole Life high cash value policy:*

- He recaptured the interest he would have paid to someone else for the use of their money OR he saved the *<u>Lost Opportunity Cost</u>* of using his cash.

- He created more INCOME TAX-FREE multi-generational wealth with a larger death benefit that he would not have had if he had simply paid cash for the next investment property.
- The tenant will pay his policy loan back to his own ***IBC multi-generational bank*** instead of to a lending institution.

What To Do If You Are Uninsurable

Dividend Paying Whole Life high cash value policies can be taken out on anyone in whom you have insurable interest.

Some people are uninsurable because of health or advanced age. In these scenarios, the cost of insurance does not make financial sense. However, I do advise to confirm if a policy on themselves makes sense before automatically ruling it out due to advanced age.

If a person discovers they are uninsurable, the best scenario is to build policies on children and grandchildren.

The parent (or grandparent) is the owner of the policies, so THEY retain total control. Policies are structured so the policy owners can take loans as TAX-FREE INCOME from the policies as long as needed.

If policies are funded properly, the children or grandchildren can eventually take policy loans as TAX-FREE INCOME in their own passive income (retirement) years and then pass on an INCOME TAX-FREE death benefit to their heirs.

Significant Benefits to *Dividend Paying Whole Life High Cash Value Policies:*

1. Guaranteed growth.

2. Liquidity – unlike bank loans, stocks, bonds, IRAs, 401(k)s. PLUS, NO credit checks on policy loans.

3. INCOME TAX-FREE death benefit.

4. You do NOT report your ***IBC multi-generational bank*** to the IRS.

5. Lawsuit/creditor-protected (in most states).

6. Every dollar has <u>more than one function</u>, such as cash value, COMPOUNDED GROWTH, death benefit, totally liquid to use, etc. (Vs, with stocks, every dollar <u>grows that stock only</u>; when funds are withdrawn, growth is interrupted.)

7. It covers multiple generations AND promotes long-range planning.

8. Underwriting problems are minimized.

9. <u>A tax-free build-up of cash values</u> over a long period of time.

10. Outlay is very small compared with the ultimate yield.

11. The generation paying the premiums can most easily afford them.

12. When death benefit occurs, the system becomes self-sustaining.

13. Precludes any need for Social Security.

14. Passive income is assured.

15. Estate planning is greatly simplified.

16. Wealth "mentality" is transferred to succeeding generations over a long period of time to produce consistent understanding. Heirs are learning a process; they're not simply buying a product.

17. Promotes the understanding of what stewardship is all about.

18. Money won't buy happiness, but poor stewardship of money will steal happiness.

When you create your ***IBC multi-generational bank***, you MUST teach your children, grandchildren, and great grandchildren <u>so that no one destroys the ***IBC multi-generational bank***</u>.

A huge point that Mr. Nash would always expound on is that counterfeiting (***fractional banking***) happens every time we take a loan from a bank so that means ***we are part of the problem*** because once we sign a loan document that compounds the counterfeiting.

Most people working in banks do not understand what you have learned in this book, and they did not create the fraud.

I am not blaming them in any way but the less business we do with banks the less inflation there will be in the economy so why not contract with likeminded people with properly structured life insurance to take over the banking function in your household and business to minimize inflation?

CONCLUSION

Those who are the best stewards of their money have more money because they understand that currently in the United States, TAXES DESTROY WEALTH. The best stewards of wealth listen to wisdom from people like Judge Learned Hand, below.

Of course, not all taxes are bad because we need some taxation; we all use roads to travel throughout America, for example. However, the fact remains that the wealthiest people understand that <u>most of the taxation today is unconstitutional</u>.

Court Opinions on Taxes by Judge Learned Hand:

"Anyone may so arrange his affairs that his taxes shall be as low as possible; he is not bound to choose that pattern which will best pay the Treasury; there is not even a patriotic duty to increase one's taxes."
— Helvering v. Gregory, 69 F.2d 809, 810-11 (2d Cir. 1934)

"Over and over again courts have said that there is nothing sinister in so arranging one's affairs as to keep taxes as low as possible. Everybody does so, rich or poor; and all do right, for nobody owes any public duty to pay more than the law demands..."
— *Commissioner v. Newman, 159 F2d 848 (1947)*

Prior to 1913 when the unconstitutional Federal Reserve Act was passed, Americans did not have the taxation we do today. Fractional reserve lending (counterfeiting) by the banks did not exist then.

Before 1913, 15-year or 30-year mortgages did not exist. People saved up most of the purchase price of a home or business and borrowed very little. Lenders knew they had a considerable amount of equity in a house or business, so they were not as concerned about borrowers defaulting on loans.

The reason that good stewards have more money is because they understand there are 3 types of income today:

- **Earned Income**: money earned as wages, salary, tips, bonuses, and commission. This is taxed at *ordinary income tax rates*.
- **Portfolio Income:** money invested in real estate or stocks (or other such instruments) and sold for a profit. This is then taxed at *capital gains tax rates*.
- **Passive Income**: cash flow that is never taxed such as using life insurance cash values to solve finance needs for purchasing vehicles, homes, business, working capital, etc.

Realistically, the only passive income that is LIQUID and truly never taxed is cash value life insurance.

- It is funded with after-tax money.
- Its internal growth is tax free.

Yes, read that again.

Those who are wealthy or ultra-wealthy focus on income-producing assets that can create PASSIVE INCOME to minimize taxation. When properly structured policies are created, massive multi-generational wealth is transferred INCOME TAX FREE. This is exactly why wealthy people utilize this strategy.

With what you have learned in this book, do you see how the process we teach can create multi-generational wealth for you and your heirs?

The following points provide insight and benefits when utilizing ***IBC multi-generational bank.***

- Life insurance has been around for over 200 years, so it is NOT a tax-qualified idea. The IRS has only been around since 1913.

- There is no such thing as having too much money in the bank so why not capitalize your ***IBC multi-generational bank?***

- There are only 2 sources of income: people at work and money at work. Make your money work for YOU.

- If you knew that when you needed passive income you would be receiving everything back TAX-FREE that you paid in would you object to putting money in the system?

- When you get paid for your work, deposit all your money in "someone else's bank," and then write checks to buy things, that means "someone else's bank" is getting all your money! Create your OWN banking system to provide passive TAX-FREE income in later years.

- When government creates a problem (onerous taxation) and then turns around and provides you an exception (tax-qualified plans) to the problem THEY created, aren't you suspicious? If the government really wanted to give you a break, all they would need to do is stop their unconstitutional spending to REDUCE TAXATION.

- Wealth must reside somewhere, so why not contract with likeminded people to build a warehouse of wealth in properly structured life insurance to solve your finance needs for your life AND a future INCOME TAX-FREE death benefit for your heirs?

- You finance everything you purchase. You either give up interest on the future growth of your money when you pay cash (*Lost Opportunity Cost*), or you pay interest for the use of someone else's money when you finance a purchase. There are NO EXCEPTIONS!

- Your financing needs <u>during your lifetime</u> is greater than your need for life insurance protection, though we DO still recommend being properly insured. However, if you solve your need for finance using properly structured life insurance during your lifetime, you will build your legacy AND build a pool of capital at the same time.

After what you have learned about the FRAUD in our current monetary system, are you going to take a stand to minimize inflation in our economy by contracting with like-minded people <u>to solve your future finance needs</u>? This process WILL create multi-generational wealth for you and your heirs as you build your own ***IBC multi-generational bank.***

"No generation has the right to contract debts greater than can be paid off during the course of its own existence."

George Washington

WHOSOEVER WILL

"… let him that is athirst, come: and let whosoever will, take of the water of life freely." Revelation 22:17

My desire in closing out this book is to present to you God's Plan of Salvation.

"And the Spirit and the bride say, Come. And let him that heareth say, Come: and let him that is athirst, come: and let whosoever will, take of the water of life freely." - ***Revelation 22:17***

The Bible is very clear that we are all sinners in need of Jesus as our Savior *Romans 3:23-25*.

23 For there is no difference: for all have sinned, and are deprived of the glory of God,

24 And are justified freely by his grace, through the redemption that is in Christ Jesus,

25 Whom God hath set forth to be a reconciliation through faith in his blood to declare his righteousness, by the forgiveness of the sins that are passed

***Romans 6:23* tells us our penalty for our sins is death but God provided His gift of eternal life thru His Son Jesus Christ.**

For the wages of sin is death: but the gift of God is eternal life, through Jesus Christ our Lord.

Romans 5:8 is clear _Jesus Christ_ paid the price for our sins.

But God setteth out his love towards us, seeing that while we were yet sinners, Christ died for us.

Romans 10:9-13 explains we must confess with our mouth to be saved from our sin. With our heart we believe unto the righteousness of Jesus and with our mouth we confess our sins for salvation. We are not to be ashamed of Jesus. We only need to call upon the Name of the Lord to be saved.

9 For if thou shalt confess with thy mouth the Lord Jesus, and shalt believe in thine heart, that God raised him up from the dead, thou shalt be saved:

10 For with the heart man believeth unto righteousness, and with the mouth man confesseth to salvation.

11 For the Scripture saith, Whosoever believeth in him, shall not be ashamed.

12 For there is no difference between the Jew and the Grecian: for he that is Lord over all, is rich unto all that call on him.

13 For whosoever shall call upon the Name of the Lord, shall be saved.

1 John 5:1 and 13 **says we can have total confidence that Jesus has saved us from our sin and we have eternal life when we believe in the Son of God.**

1 Whosoever believeth that Jesus is that Christ, is born of God: and everyone that loveth him, which begat, loveth him also which is begotten of him.

13 These things have I written unto you, that believe in the name of that Son of God, that ye may know that ye have eternal life, and that ye may believe in the Name of that Son of God.

You can pray right now, telling God you're ready to trust Christ as your Savior and confess Him as Lord and you will be a new person in Christ. Why not pray right now?

Dear God, I admit I've sinned and fallen short of your glory. I realize the penalty for my sin is death, and I believe it was paid by the shed blood of Jesus Christ. I want to repent of my sins, and I now confess Christ as my Savior and make Him the Lord of my life. In Jesus' name, Amen**.**

1 John 5:1 and 13 **is very clear that you can be sure that if you sincerely ask Christ to save you, He will!**

1 *Whosoever believeth that Jesus is that Christ, is born of God: and everyone that loveth him, which begat, loveth him also which is begotten of him.*

13 *These things have I written unto you, that believe in the name of that Son of God, that ye may know that ye have eternal life, and that ye may believe in the Name of that Son of God.*

ABOUT THE AUTHOR

Born in 1962 and raised in a quaint city near Pittsburgh (PA), Joe Myers enjoyed a happy childhood in small town America. In 2004, with his wife and two teen daughters, he relocated to Jacksonville, Florida, in pursuit of year-round sunshine and mild winters. With his children grown, he and his wife now enjoy adventures with 4 grandchildren.

Having worked for a large corporation, as well as being an entrepreneur and business owner much of his life, Joe understands businesses from the perspectives of both the employee and owner.

In his early 20's, he met a random stranger in a store who introduced him to the writings of *G. Edward Griffin*, which forever changed the way Joe thinks about the financial world. To this day, he recommends Griffin's book, The Creature from Jekyll Island, an eye-opener which he believes every American should read. In that fact-filled book, Griffin detailed the problems with America's financial system, but offered few viable solutions that could be immediately implemented.

In Joe's quest to find such a SOLUTION, he met his mentor, *Nelson Nash*, who shared a concept to minimize the effects of inflation in our households and business financial plans, while simultaneously minimizing inflation in the national economy.

Mr. Nash has since passed away, and Joe's desire is to pass on this great man's impactful legacy. Both Griffin and Nash instilled knowledge into Joe regarding money and inflation, which he passionately shares with anyone willing to learn to improve their financial futures.