

PRESIDENT'S ADVISORY
BOARD
ON FEDERAL TAX REFORM

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COMMENTS TO THE PRESIDENTS ADVISORY PANEL ON FEDERAL TAX REFORM.

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FROM BJ,

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The President's Advisory Panel on Federal Tax Reform
1440 New York Avenue NW
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To the Panel:

It's with great pleasure that I submit my comments to you about the current tax system in this the United States.

The Constitution of the United States gives Congress the Power to tax. However, that power is VERY LIMITED. Since the War Of Independence, there have been only two times when an income tax was legally levied on the People of the United States. The first was during the Civil War with the "War Tax", then again in 1943 and 1944 with the "Victory Tax" and the Victory Tax ended in 1944. Before these two periods, citizens of the U.S. working within the U.S. and deriving their income from a domestic source only, DID NOT pay taxes on their income. The IRS likes to huff and puff about having jailed Al Capone in the 30's for tax evasion. What they don't tell you is the income he did not pay taxes on was from the sale of liquor he imported from Canada (a foreign sourced income) AND that if he had paid the taxes on it, he would have never gone to jail. Their hiding this fact is a tiny peak and a hint into the foundation that has caused the problem we have today and that foundation is made from the materials of deception and fraud.

To further illustrate this point, as of late, the IRS IS NOT answering fair and simple questions about which income is taxable. Instead they are responding with threats and

insults and labeling such questions a frivolous and tax schemes. One such question that cuts directly to the heart of the matter and which has been asked over and over by thousands is: Where in Title 26 does it say that the income of an American citizen living and working exclusively in the U.S. and whose income is DERIVED FROM A DOMESTIC SOURCE ONLY is taxable under the law?

From 1776 to Lincoln's time and the War Tax, few Americans paid taxes on their domestic income. Then between the end of the Civil War until 1943, again, few Americans paid income taxes. After 1945, everyone starts paying taxes. The explanation as to why the sudden and abrupt change is too long for this letter, but it was urged on by the IRS. Don't believe me? That's ok, but do this simple test. Ask grandma and grandpa who were in their 20's or 30's from 1941 to 1945 if they paid income taxes on their income BEFORE 1943.

This now brings me to make my final comments.

IN TODAY'S ECONOMY, TAXES ARE NOT EVEN NECESSARY AND HERE IS WHY.

The Government can have the Federal Reserve PRINT out as much money as it needs for whatever reason. So why taxes at all? Here is a very simplistic explanation of how it works. If the President wants money to fight a war, he goes to Congress and asks for it. After Congress approves it, the Federal Reserve is notified to print out a check in that amount. That check is then taken to the U.S. Treasury Department who deposits it in the account for the war. It's then reported back to the President that the money is there and

he can go ahead with the war.

Thus from an Economics 101 class we learn the Federal Reserves prints "FIAT MONEY" which means it's money by "DECREE" and nothing else, and ANY AMOUNT for ANY PURPOSE can be printed out AT ANY TIME.

YES, this is a very simplistic explanation but it describes very accurately without going into the complicated details of signatures, approvals, verifications etc needed in the actual process of how the US Government generates enough money to support it's activities.

You are intelligent people. I truly believe you already know what the answers are and which agency is to blame for the current negative situation as it exists today.

So the answer I give you that covers all your topics is this: Today, our money is generated or printed ANY TIME, in ANY AMOUNT, and for ANY PURPOSE THE GOVERNMENT WANTS. THEREFORE, NO JUSTIFICATION EXISTS FOR TAXES AT ALL, WHICH IS EXACTLY WHAT THE FOUNDING FATHERS FOUGHT AND DIED FOR!

TODAY, WHERE DO TAX REVENUES GO AND FOR WHAT PURPOSE?

The Grace Commission sent the answer to President Reagan on 12 January 1984.

"With two-thirds of everyone's personal income taxes wasted or not collected,

100 percent of what is collected is absorbed by interest on the Federal debt and by Federal Government contributions to transfer payments. In other words, all individual income tax revenues are gone before one nickel is spent on the services which taxpayers expect from their Government.”

It has taken 80 years for the tax fraud and deception to take root. It's my opinion that if the founding fathers of our country were alive today, they would be sickened by what they would find and would call the current tax system a MOCKERY of all the work and blood shed they suffered to avoid such a situation. Also, with the fact that our money is "FIAT MONEY" that can be printed at any time, in any amount, and for any purpose, they would call for the current tax system to be completely abolished. They did it then and you can bet they would do it again now.

Thank you for your time.

A concerned citizen.

PS: I chose not to give you my contact information.

P.S.S. Tonight when you are home or in your private quarters, boot up your computer and go to: www.861.info

No other web site explains it **better** than this one.