

July 2011

*July 14, 2011
By James McGuire*

Carl Hulse on July 13, 2011 published in the New York Times: “Tensions Escalates as Stakes Grow in Fiscal Clash¹.”

Hulse stated that Federal Reserve chairman, Ben S. Bernanke warns of a “huge financial calamity” if the debt ceiling is not raised. In addition, it was noted that Moody’s rating agency has placed the United States on a possible downgrade if the borrowing limit is not raised by August 2, 2011.

As a sidebar, the New York Times webpage also carried an advertisement to read The Hypnotist by Lars Kepler. Maybe one should read this book, as Americans have been raised living in a forced hypnotic state created by congressional leaders.

Bernanke’s warning of calamity if the debt ceiling is not raised makes sense if one is remains in a state of financial hypnosis. Republican congressional lawmakers offered to put the financial monkey on the President of less than 4 (four) years.

Without dwelling into details, a look into the past law creation by Congress is in order. Congress did not pass laws for the best interests of their constituents, but instead for financial markets to evolve with complete disregard to sanity or even the rule of law. Even if laws were passed, they were not followed

The Federal Reserve Note

1. The Reserve Note was signed into law to replace the gold standard. Current spot gold² required to cover the \$600 Trillion Dollar secondary market requires the existence of 377,595,972,299 billion troy ounces of gold, or 31,466,331,025 troy pounds. Reports estimated that all the gold mined in the world totaled as of 2009 was 165,000 tonnes.

¹ <http://www.nytimes.com/2011/07/14/us/politics/14fiscal.html?hp>

² Spot price \$1,589.10 July 14, 2011

- a. Alas, there is insufficient gold to cover the current world's monetary needs.
 - i. Troy ounces of gold required (377,595,972,299)
 - ii. Troy pounds of gold required (31,466,331,025)
 - iii. Tonnes of gold required (14,273,034.12)
 - iv. Gold Reserves (165,000 Tonnes)
 - b. Currency Printing Presses (Non Gold Based)
 - i. Limits
 - 1. Ink
 - 2. RAG Paper
 - 3. Serial Numbers
 - c. Computers
 - i. Limits
 - 1. None.
2. The National Banking Act. (Consolidation to Wall Street)
 3. Private Unauthorized Creation of MERS
 4. Repeal of the Glass-Steagall Act.
 5. Passage of UETA (Excluded UCC Articles 3 & 9)
 6. Passage of E-SIGN (Excluded UCC Articles 3 & 9)
 7. Passage of Check 21 Act (Check Truncation as checks were under UCC Article 3)

State Bars

To address this subject correctly would be like combing the writings of Shakespeare and War and Peace for evidence in a Nuremberg War Crime case. One only has to look at the States' Bars promulgations of Rules to see how a dual self-serving mechanism has been achieved. First, these rules are created so complexly that attorneys are assured of repeat business, i.e., clients like corporations must be represented by counsel. Second, the Rules' complexity forces average people to seek counsel for even the simplest access to the courts. Many cases are not decided upon their merits but upon failure to follow a Rule.

My apology to all those law professors who teach law, for after many students leave school they learn how to lie around the law.

Rating Agencies in Cahoots

Threat of downgrade! Is it blackmail? Considering all the facts that have led to today's financial crisis, blackmail is my impression. Even folks in Podunk, USA know blackmail is a crime. Banks are the largest client base for Rating Agencies, yelper's, why not use influence to have threat warnings issued, or vice-versa. Reality is they will do just about anything, legal or not, to keep the money flow in motion, because they fear the world will discover when the motion chokes that the money flow is nothing more than turnip ink for book-entry numbers on the banks' ledgers.

You/We Elected/Re-elected

Congressional lawmakers to office!

What are you prepared to do "NOW?"

This author will review each individual law maker's action or inaction and will render an appropriate vote in 2012. As for the "Office of President," it only approves or disapproves of the lawmakers' presentation of laws. Blame lies not in the Office of the President but resides instead with those in Congress who appear not to have the best interest of their constituents at the forefront. How many millions more will lose their life savings because of Congress's short-sightedness or self interest?

For the RECORD, if medical needs, education, food and survival needs of the people are placed second tier to greed, this author would see this as a violation of GOD's law, and violations of GOD's law are acts for which prayers of mercy will not be made.

2012