

There Are Fundamental Differences

Between Saving and Investing!

THE S.E.C. warns new investors that the stock market is not a bank

* <http://www.sec.gov/about/whatwedo.shtml>

unlike the banking world, where deposits are guaranteed by the federal government, stocks, bonds and other securities can lose value. There are no guarantees.

* <http://www.sec.gov/about/whatwedo.shtml>

"On October 17, 1957 Malcolm Bryan then president of the Federal Reserve Bank of Atlanta stated: **If a policy of active or permissive inflation is to be a fact, then we can secure the shreds of our self respect only by announcing the policy.** (page 78 The Invisible Crash by James Dine)

This is the least of the cannons of decency that should prevail. We should have the decency to say to the money saver, "hold still little fish ! All we intend to do is gut you!" (page 78 The Invisible Crash by James Dine)

"Able-bodied citizens must work to sustain their lives, and in a healthy economic system they should be enabled and encouraged to save for their own old age.

(page 220 paragraph 3 A Time For Truth by William E. Simon @1978)

Clearly, so long as the government's irrational fiscal policies make this impossible, present commitments to pensions and Social Security must be maintained at all costs, for the bulk of the population has no other recourse."

(page 220 paragraph 3 A Time For Truth by William E. Simon @1978)

When I began paying in to Social Security our U.S. Dollar was still pegged to silver and Gold. The United States was the worlds leading manufacturer and it was not unusual for a man or woman to retire from the same company with a pension after 25 or 30 years service.

During my lifetime international monetary policy changed from a fixed rate gold based system to a floating exchange rate system. The United States which had been the worlds largest creditor nation has become the worlds biggest debtor and the United States has begun to experience the full impact of its permanent inflationary policy!

Saving for retirement during an "economic revolution", with its accompanying debt, bank bailouts, stagflation, inflation, mask-flation, negative real interest rates and brokered agreements to devalue the dollar could be compared to betting on a horse race in which the finish line is continuously moved after the horses leave the starting gate.

In 1973 the dollar devalued by 40% in six months. In 1975 under the Plaza Accord the United States in cooperation with France, Germany and the United Kingdom agreed to devalue the dollar by 50% in relation to the Yen.

Debasing the dollar while advocating that individuals be responsible for their own retirement needs is at minimum intellectual fraud!

"Mask-flation" occurs when savers experience negative real interest rates while inflation continues to drive up cost for major commodities like oil, housing, food and automobiles: Negative real interest rates hide financial fraud .

It means citizens who save money will lose wealth, because they will not earn enough after tax interest to protect the purchasing power of money they have earned and their losses are transferred, as financial gains to creditors who benefit from this monetary policy!

In fact "wages and taxes can increase" while "individual purchasing power actually shrinks" during periods of negative real interest growth" The concept of Citizens taking full responsibility for their own retirement needs is clearly at odds with our nations revolutionary monetary policies!"^{RAL}

"In the absence of the gold standard, there is no way to protect savings from confiscation through inflation. There is no safe store of value. If there were, the government would have to make its holding illegal, as was done in the case of gold." *Quotation above by Alan Greenspan from his article titled Gold and Economic Freedom.*

"Presumably I shouldn't worry about dying penniless. But I do. I distrust employers and fear that social security and Medicare will go broke.

[The Market In Fear by Ted C. Fishman Harpers Magazine october 1995 page 55]

I don't expect to be rich, but to retire thirty years from now without public assistance, I'll need \$1 million dollars or more. The only way I can imagine accumulating such a sum is to put my future into play--to bet on the stock market."

[The Market In Fear by Ted C. Fishman Harpers Magazine october 1995 page

Self Government is more than just being responsible for your actions and meeting your own needs, it must also include the "RIGHT" to make individual choices about spending, saving and investment to meet those obligations.

Our Government has lost the "morale authority" that it had when our nation had a sound monetary policy. Social Security is a subsidy for an economic and monetary system built on false weights and measures!

The Stock Market / commodity silver and gold markets are the prime beneficiaries of manipulative monetary policies that create "Negative Real Interest Rates".

The "brokers fees" and "tax revenues" are paid up front while investors wait for their investments to earn enough interest to pay brokerage fees and taxes on brokerage fees and taxes on interest earned all in an effort to protect the purchasing power of money they have already earned and are attempting to save for their retirement needs.

Citizens can then only hope the market does not crash and "gold and silver" mines will not begin to overproduce before Citizens can move back into dollars to protect the purchasing power of money they have already earned!

Politicians need a wake up call, if they expect citizens to be responsible for their own retirement needs, Citizens must be free to save and manage their wealth!

Will you propose a plan for a Kentucky State Bank....

designed to:

(1) Protect our state from future revenue losses like those that occurred in 2008!

(2) Provide Kentucky residents a means to save in a bank that is not investing in derivatives!

* The proven regulations that applied to commercial banks under the Glass-Steagall Act could serve as the foundation for a Kentucky State Bank.

