

Republic Mortgage Relief Program

August 27, 2012

WHITE PAPER

This economic model will explain the steps needed to successfully accelerate and control our struggling National economy requiring a number of things to maintain healthy growth and stability.

MISSION STATEMENT

To create a lawful economic model to provide stability and controlled growth of the National economy.

SAMPLE MORTGAGE

www.realtor.com – Article from the National Association of Realtors

“Household real estate holdings totaled \$16 trillion in the last quarter of 2011. After subtracting mortgage liabilities, net real estate household equity totaled \$5.9 trillion.”

71,000 x 100M = 710B = Feeds the economy

Based on the value of an “average” home = \$190,000 (As of June, 2012 National Association of Realtors) www.realestateabc.com

Formula:

Homeowners Equity: \$71,000 (given back to the homeowner to feed the economy) -
\$190,000 leveraged for your State Treasury using the potential of 100 million properties in -
America -
 $\$190,000 \times 100M \text{ properties} \times 10 = 19T$ for Capital Outlay to build business per year + -

REQUIREMENTS

1. Must be a documented Citizen of the Republic for the United States of America
2. Only allowed on the Citizen’s primary residence and owner occupied
3. Must have a legal capacity to enter into a contract
4. Cap limit on the total amount of the home loan

ECONOMIC RETURN

States are going to collect the money, paying a percentage to Nation (Determined by Congress; i.e., States 75% / Nation 25% for infrastructure of projects, funding the military, sea ports, bridges, agriculture, strategic National reserves and the operation of the Government, postal, R&D, etc.)

The model will provide for new start up business and the expansion of existing business and industry. This will supply to instant demand for goods and services by the revenue being placed into the hands of the people using this program.

1. The purchase of goods made available to the public will create and exponential sales tax event due to the numerous cycles of the circulation of money in the economy. Each cycle

which is short in duration, is circulated numerous times annually. In each one of these cycles the total amount is taxed on average 7 times before it returns to source and is recycled again.

Example: $710B \times 6\% = 42.60B \times \text{Recycled } 26 \text{ times} = \$7.7T \text{ Generated that year}$

2. The recovery from business will be the payments plus interest on the loan and that also gets recycled over and over again.

Example: $\text{Loaning } 10T \text{ (50\% of available revenue)} \times 5\% \text{ (simple interest rate)} = 50B \text{ that is interest only (not including the payments) – Recycled again too}$

LIMITATION (STRICT CONTROLS)

Due to the possible misuse of hypothecation it is necessary for Congress to place very strict controls on this process. To prevent inflation, Congress must withdraw a percentage of the funds each year from the economy to balance the money supply. Failure to do so will cause hyper-inflation and place the economy out of balance. The Executive and Judicial Branches must be given the power by Congress to enforce this strict control measures set by Congress. The result will be an extremely prosperous and balanced economy.

Example: $\$250,000 \text{ home hypothecated } 10x \text{ will create } 2.5M \text{ to loan to business and industry. Congress must remove a percentage of this total amount every year in proportion to the length of the loan.}$

Example: Over 20 years, 5% per year must be recovered from the economy in order to balance the money supply and balance out the loan at the end of the term of the loan.

At the end of 20 years you will have zero hypothecation and zero balance on the loan and the property will be returned to the owner with no encumbrances.

Following this method will create a minimum of 25% net residual income to homeowners across America forever. This is the power of this program. This will break the yoke. AMEN.

CONS

The idea of hypothecation generally has a negative connotation due to the habitual abuse of the process by the Federal Reserve.

Clear contracts with full disclosure will be created (no more than two pages) so the people will be assured that they will hold the complete ownership and possession of their home. If the homeowner wants to sell their home, the transfer of hypothecation will be transferred to the new homeowner. **(See Sample Contract for full details.)**

CLOSING SUMMARY

This program has the potential to stimulate the economy and set the American people free from debt. We need Congress to legislate the laws and pass the bills that allow us to implement this program as soon as possible. Implementation of this plan will end the mortgage fraud and foreclosure problems forever.

The proposal to create a Republic Mortgage Relief Program relies upon the ability of the Republic Treasury to leverage and hypothecate against the asset for a determined number of years. The truth is that with proper control measures put in place by Congress and enforced by the Executive and Legislative Branches, Hypothecation can be used successfully to power a National economic recovery that is unparalleled in history.