

Capturing Loan Principal



SPEND 'Em!
\$ Don't
LEND 'Em!



**In memory of
Byron C. Dale
1940-2020**

***"It is for freedom that Christ has set us free.
Stand firm, then, and do not let yourselves
be burdened again by a yoke of slavery."***

Galatians 5:1

Capturing Loan Principal

Oct 2021

AUTHOR

Gregory K. Soderberg
gksilverbird@gmail.com



Some Perspectives on **Loan Principal**

	Page
Here I go	4-5
Loan Principal	6-8
Employment /Advertising	9
Investing / Shortage / Spread	10
Social Programs / Fun	11
Shortage 2 / Churches	12
Fundraisers / Stimulation	13-14
Scammers /Grants	14-15
Universal Basic Income /Promotors	15-16
Government	16-18
Saving	18
American Transportation Act	21

HERE I GO!

Everyday, as I leave the driveway merging into the hustle and bustle I say, “*Well, here I go!*” and join the massive, widespread effort to capture **loan principal**. It’s more than just an effort to capture



enough **loan principal** to meet my monthly cash flow needs. You and I have to beat someone else out of enough **loan principal** to have savings, meet our costs of living, future needs and plans and to pay interest on **loan principal**. It’s not an easy challenge. Everyone’s trying to capture enough **loan principal** to meet those same needs, plans and dreams. This all runs on the good faith and confidence of very busy, competitive and unknowing



American people who don’t have time to understand the problem with our money because they are too busy trying to ‘*make*’ more of it due to the shortage.

In fact, it is not just difficult. It’s quite impossible for everyone to achieve this **loan principal** goal. It doesn’t matter how hard or smart they all work. A very few are very talented at capturing **loan principal**.

The impossibility is easily proven through simple observation. You can see that many people need help right along.

Most people, even after working a lifetime, must rely on social security, Medicare, Medicaid or other social help programs because they could not capture and save enough **loan principal**.

So, you ask me, "Greg. *Just what the heck are you talking about? **Loan principal**? What do you mean '**loan principal**'? What does **loan principal** have to do with anything at all?*"

Loan principal has everything to do with everything. Since the change, **loan principal** is what we use for money. **Loan principal** is only created when the bank makes us a loan and we or government goes into debt.

See letter below to me from the U.S. Treasury.



DEPARTMENT OF THE TREASURY
WASHINGTON

March 10, 1993

Mr. Gregory K. Soderberg
2410 4th Drive, SW
Austin, MN 55912

Dear Mr. Soderberg:

This is in response to your letter of March 1 in which you asked a number of questions about money.

I believe that the following information responds to your questions:

The Board of Governors of the Federal Reserve System has the responsibility for determining United States monetary policy. With the assistance of the twelve Federal Reserve Banks, the Board manages the Nation's money supply. Since our economy has grown between 1913 when the Federal Reserve System was founded and the present, this ordinarily means that the Board determines the rate of increase in the money supply.

When the economy grows there are more economic transactions, and more money is needed to pay for them. If the Board were to decrease the money supply during a period of economic growth, it could stop the growth. Of course, if the Board increases the money supply too rapidly, it can cause inflation.

If the money supply is to be increased, money must be created. The Federal Reserve Board (or "the Fed" as it is often called) has several ways of allowing money to be created, but the actual creation of money always involves the extension of credit by private commercial banks.



Loan principal is the numbers the bank creates on its computer and puts in your checking account when you get a loan and go into debt to the bank.



“It simply makes book entries for its customers saying you have a deposit with us.”

Source: U.S. Treasury



When you write checks against the new ‘numbers’, your new loan principal, you put new money into circulation that never existed before.

“Money is created when loans are issued and debts incurred. Money is extinguished when loans are repaid. A loan from a bank creates a deposit which the borrower may draw upon for the payment of obligations. The payee is the new holder of the new money.”

Source: John B. Henderson, Senior Specialist Price Economics, CRS Report 1983

Loan principal is uncreated when it is paid back.

“Money is created when loans are issued and debts incurred.

Money is extinguished when loans are repaid.”

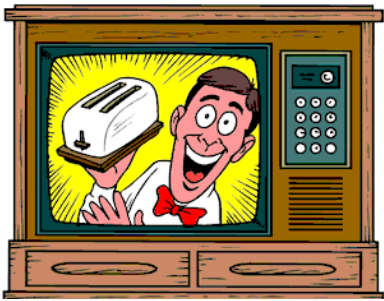
Source: -John B. Henderson, Senior Specialist Price Economics, CRS,
Library of Congress.

Today, money only exists while it's owed. Nice! While the **loan principal** is owed, the interest debt on it grows with time. The interest debt is not money. Nice! The money supply of **loan principal** only grows with more borrowing. Since the **PRINCIPLE** by which American money was put into circulation was changed, (read ‘The Switch’) at: <https://www.debtfreemoney.org/wp-content/uploads/2020/02/The-Switch-Full-pg.pdf> **loan principal** is the only thing we have for money. Our American government, with the authority to create money, businesses and individuals allow themselves to be forced into debt to get money created. If we don't borrow and go into debt, there is no money to earn, spend, save, etc. Ridiculous! American history shows that our money once existed without debt. Now, we all get paid with someone's **loan principal** debt! Free people.



Let's get back to the all-consuming activities of capturing loan principal.

EMPLOYMENT. People go to work pursuing loan principal in many different ways. They provide services and create products to earn a paycheck that is paid with loan principal. People often refer to this as 'making money'. Yet, money they are paid with was 'made' before they got it. It was 'made' as a loan to someone. Companies, stores, all kinds of businesses create products or services they can sell in exchange for loan principal which must constantly exist for these activities to happen. While it exists, the non-money interest debt grows with time!



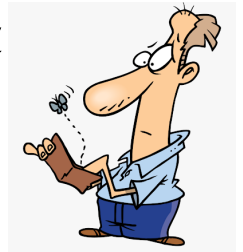
ADVERTISING. It's all an attempt to capture loan principal in exchange for the production. Notice how marketing messages are designed and presented. Most are a bit of truth exaggerated and embellished so to convince you that you need the stuff more than you need your loan principal. Yet, most people, maybe even you, do not know it is loan principal. You only think of it as money, never questioning where money comes from, how a dollar is born or how that affects your life.



INVESTING. People invest loan principal in the stock market. They've been taught that money 'grows'. They try to maintain savings accounts and investment portfolios into which they put loan principal they have captured from someone else who owes it. The debt grows with time for the debt holder but not for the new holder of the loan principal.



SHORTAGE. In every case, when someone captures loan principal, they have the money as no debt to them while someone else has the debt with no money. Is this 'equitable'? Is it the elusive 'equality' so many seek? Meanwhile, the total debt continues to grow with not enough money to pay it. The debt is always greater than the supply of loan principal and growing.



SPREAD. The interest cost must be added to the costs of goods and services. This causes a constant and growing 'spread' between the money supply and the costs of living and a loss of purchasing power in the loan principal money. Money buys less than before. Its purchasing power diminishes making it harder and harder for more and more entities to make ends meet.



SOCIAL PROGRAMS. The shortage and growing spread creates growing need for social help programs. Certain special interests benefit from certain tax programs that are funded with money government borrows as **loan principal** or with other existing **loan principal** it has collected as tax and redistributed to special interests who cannot seem to borrow or capture enough **loan principal** on their own. Individuals, business and others bring their money shortage 'problems' and 'needs' to legislators who may try to help these many and varied special interests; often with votes in mind. The resulting 'help' does not promote the general Welfare nor does it solve the overall money shortage and other consequences of being forced to use unpayable interest-bearing **loan principal** debt for money. Why? Because moving a shortage of anything around does not solve the shortage, just as moving a shortage of money around via taxes does not solve a shortage of money.



FUN. Lotteries and casinos are activities that use **loan principal** to try and capture more **loan principal**. The only time **loan principal** exists is when it is owed by someone. Can't play the casino or the lottery unless someone is in debt.



SHORTAGE 2 As soon as the interest on the debt money starts, the debt becomes greater than the money supply. All the while **loan principal** exists (*is owed*) the non-money interest debt is growing with time. This debt creates a growing shortage of money.

CHURCHES. They like **loan principal** too. They're always asking for more money not knowing, or pretending that they don't know, that someone must be in debt or '*bondage*' before contributions are possible. The Church doesn't seem to know or care that these donations to God's work are evidence of someone's indebtedness. The Church is always sure to remind us that these contributions are '*tax deductible.*' This benefit is reserved for 501c(3) entities registered with and licensed to do business according to state law not God's law. Is fear of losing this tax exempt status the reason the Church is silent on our debt-bondage reality? Does the Church not say or do the right thing for fear of financial loss or retribution?

Many preachers refer to the money we use to help others as a '*blessing from God.*' Without God's children being in debt there would be no **loan principal** to put in the collection plate; no **loan principal** to help do God's work. Can't do God's work without someone being in debt. Debt bondage is hardly '*a blessing*'. Yet Pastors, Fathers and Priests



keep appealing for more **loan principal** and, when exposed to the truth, will not address the destructive debt servitude that repulses the very God they profess to believe in, worship and serve.



It's the same God who created us to be Free; the One who in 6 days, with his effort and resources, constructed all of Creation. He said it was very good, had no debt, mortgage or obligation to perform for another. *"You, my brothers and sisters, were called to be free."* Galatians 5:13 *"You were bought with a price; do not become bondservants of men."* 1 Cor. 7:23 Are more Biblical quotes of debt, bondage and Freedom necessary?

FUNDRAISERS. One could make a long list of efforts that cry out for **loan principal**. These may appear to be worthy causes, yet none move forward without someone needing to be in debt for the **loan principal**.



STIMULATION. Then, there is the **loan principal** created to 'stimulate' you. Of course! It too was created as a loan; one you'll be asked or told to repay somewhere down the line. It may be disguised within some form of a tax but, you'll see it for sure in your rising costs of living. Why? Because the cost of the stimulus

money, interest, must be added to the prices of goods and services. The **loan principal** plus the interest on every penny that government borrows from the banks must eventually be paid back with more money than the loan created. You'll be required to pay back more than you got stimulated with. When the **loan principal** is repaid, it is extinguished, destroyed, no longer exists. I'll bet you never considered that the check you got stimulated with was borrowed by you; a loan obligation to you.



SCAMMERS. How about those? Getting to be more and more of them. They like **loan principal** too. That's what they're after. Those strange unknown phone numbers, emails and texts you get are after just one thing; the **loan principal** you may have. They don't know if you have a little or a lot. Doesn't matter to them. They want it. Scammers are just another example of the preoccupation with capturing **loan principal** that now drives most human activity.



GRANTS. Most perceive grants as Free money. The truth is that the grant money or **loan principal** might be free to the recipient but someone else has to be in debt for the money to exist. Yet, grant **loan principal** is so sought after that there are paid '*grant writers*' who earn an annual salary to write grants.

These folks are responsible for finding funding opportunities for organizations. They write polished proposals including persuasive language and facts to earn grant money. Their duties include researching, deadlines, drafting grant requests and submitting reports for approval. Like most people, most grant writers do not know that the 'grant' they are applying for and the 'free' money they may receive is **loan principal** created when someone went into debt to the bank. Yet, there appears to be no conscience about receiving grant money. After all, it's Free!

So, the grant receiver gets the benefit of the money while others are hung with the obligation. The 'others' might even include the recipient who, unknowingly, pays it back through income taxes or rising costs of living. Free college, free healthcare, free anything works the same way. Nothing is Free but rather, **prepaid** with debt. We do not have a Free Market. A Free market cannot exist when we must be in debt and **OWE loan principal** to have a market.'



UNIVERSAL BASIC INCOME pushed and positioned as '*benevolence*' by a '*caring*' government depends on **loan principal** too. Unearned money like UBI panders to the masses, discourages the incentive to produce, grows dependency and would be paid to debt

slaves in *'the land of the Free.'* Government will go into debt to get the money created then *'give it out'* monthly to many people who will eventually be taxed to pay it back. Of course, the tax will be greater then the basic income created as loan principal thereby adding more stress to already stressed out people who can't seem to make ends meet or who could but prefer *'something for nothing.'*



PROMOTORS of UBI are some of the most talented at capturing loan principal. They understand that UBI will further increase the money supply

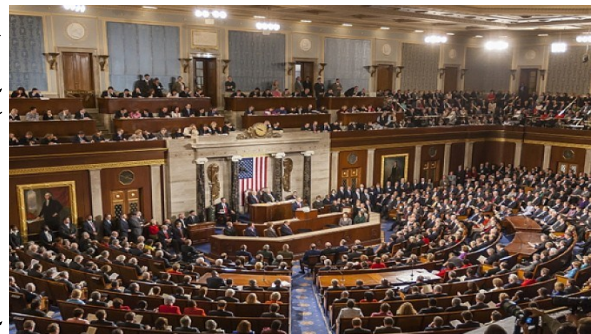


and that their *'special talent'* will enable them to capture more loan principal. Their net gain after taxes will be greater than most and leave the majority with a greater pay back burden and costs of living.



Say **'NO'** to UBI, its promoters and all **Debt money!** Break the bonds of economic servitude and injustice.

GOVERNMENT. It's love and need of loan principal can't be left out of the topic. Government always needs more money. To get more money, government *'appropriates'* it



by putting up bonds, securities and other '*promises to pay*' as collateral. The bank holds this collateral, creates the **loan principal** money and lends it to Congress. Congress then '*distributes*' the funds to special interest needs and causes, never in a way that *promotes the general Welfare* as intended according to the preamble to our Constitution; the one every member of Congress, the President, Vice President, other government servants and military swore an Oath to uphold.



Government puts itself, you and I even deeper into debt when it borrows and gives the **loan principal** to other countries; countries that have banks that could create **loan principal** for them!

Why don't those countries could go into debt and borrow from their banks just like American debt slaves do? Why don't they go into debt and give it to debt-ridden America?

If Congress does not want to go deeper into hock to get money, it simply taxes away the **loan principal** created for and borrowed by you and businesses. Now it has the money. You have the debt.

Government acquires **loan principal** in these manners

putting itself in economic servitude in spite of the 13th Amendment and the fact that **Art. 1, Section 8** of the law says that Congress has the authority to create money. It was to do that in a manner that was a debt-free representation of what the people produced and owned and that kept them free, like the principle of the 1792 Coinage Act.

SAVING



We're told we should 'save.' Sounds good. Saving seems to be and should be a virtuous behavior. However, since the 'switch', all we have to save is the **loan principal** that someone must first be in debt for. We all cannot borrow and save. Some of us can save if we capture another's **loan principal** debt. While we save the **loan principal**, the interest debt on the **loan principal** is growing with time. The debtor cannot recapture the **loan principal** because it is not in circulation. This creates a **loan principal** shortage which encourages more borrowing. Saving **loan principal** debt is not virtuous. It creates a problem for someone else.

At the very least, one of the consequences of using interest-bearing debt for money is that it creates more and more unpayable debt. Would you accept being forced to use the same dentist if every time he filled a cavity you had more cavities?



13th Amendment

“Neither slavery nor involuntary servitude, except as a punishment for a crime whereof the party shall have been duly convicted, shall exist within the United States, or any place subject to their jurisdiction.”



the 13th Amendment is, “
*self-executing without any ancillary legislation,
so far as its terms are applicable to
any existing state of circumstances.”*

—Supreme Court, 1988, U.S. vs. Kozminski page 942

So, maybe now you know that.....

...loan principal
has something
to do with
everything!

Support economic freedom, ethics and morality!

Tell your Congresspersons to pass
the AMERICAN TRANSPORTATION ACT
so that Americans may once again be economically
free to prosper in their agricultural, industrial
and commercial endeavors.

On line at www.DebtFreeMoney.org



***“....establish post Offices
& post Roads.”***

“....coin Money”

“..promote the general Welfare”

in the American Spirit

be a
Debt Freedom Friend!
promote the original
AMERICAN TRANSPORTATION ACT
DebtFreeMoney.org



**ROAD\$ & BRIDGE\$
WITHOUT
TAXING
or
BORROWING**

plus
*The Fastest Road to Liberty & Justice for ALL
and
A BIT MORE*



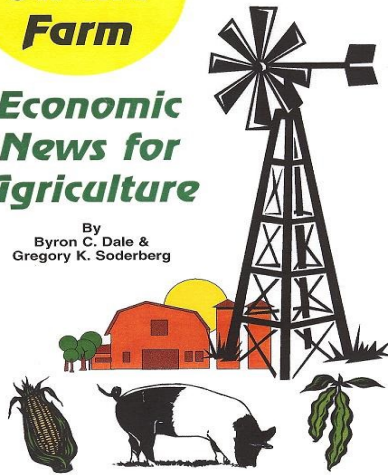
SPEND 'Em!
\$ Don't
LEND 'Em!

www.DebtFreeMoney.Org

**Down
On the
Farm**

**Economic
News for
Agriculture**

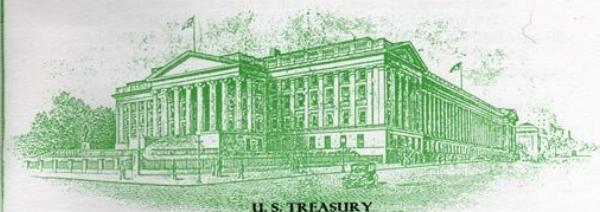
By
Byron C. Dale &
Gregory K. Soderberg



BASHED
by
the
BANKERS

Byron C. Dale

**TALES
FROM THE
TREASURY**



U. S. TREASURY

COMPILED BY

BYRON DALE

MONETARY EXPERT

Modern Money Secrets

And the way out
Of
Catastrophic Debt

Byron Dale

Greg K Soderberg



Go to: DebtFreeMoney.Org

Click on: 'Books'

or

Order from gksilverbird@gmail.com






1  **Education & Our
DEBTonomy**

\$ \$ \$the missing money lessons 

the
“Switch” **2**
From Economic Freedom to Economic Servitude



*How America's medium of exchange was switched from
an evidence of WEALTH to an evidence of DEBT.*

3 **Capturing
Loan
Principal**   

4 **A BIT MORE** 

Order paper copies from
GKSilverbird@gmail.com

Capturing Loan Principal



Help in the printing and distribution of this knowledge please send non-tax deductible donations to:
GK Soderberg 54950-180th St. Austin, MN. 55912