

## The following are 10 reasons why the Federal Reserve is not good for the United States....

1 – The Federal Reserve was created as a way to enslave the U.S. government with debt. The truth is that the U.S. government only goes into debt if it chooses to. Theoretically, one day that U.S. government could simply decide to print as many U.S. dollars as it wants and pay off all government debts. But under the current system that is not allowed. You see, today the U.S. government does not issue any money. The Federal Reserve issues all money. That is why they are called “Federal Reserve notes”.

Under the current regime, whenever the U.S. government wants more currency to be created it has to go into more debt.

2 – The Federal Reserve creates money out of thin air.

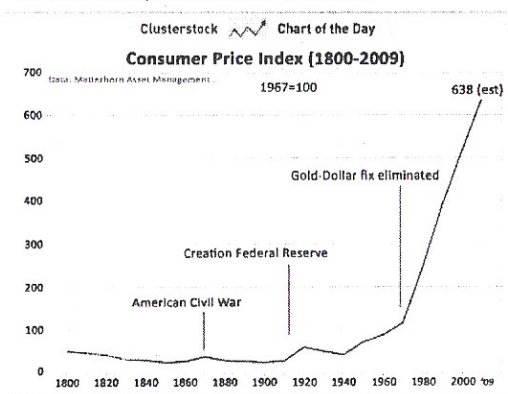
3- The huge predator megabanks that now dominate the U.S. banking system use the Federal Reserve as a tool to make money. One of the ways they do this is called the U.S. Treasury carry trade. What happens is that the Federal Reserve lends huge amounts of money to the megabanks for next to nothing, and then these megabanks use all that cash to buy U.S. government debt. This little “trick” helped enable four of the biggest U.S. banks (Goldman Sachs, JPMorgan Chase, Bank of America and Citigroup) to have a “perfect quarter” with **ZERO** days of trading losses during the first quarter of 2010. Wouldn't you like to have a perfect batting average?

4 – The Federal Reserve manipulates the U.S. economy by setting national interest rates. By keeping rates high or low, the Federal Reserve has the power to create economic growth or to destroy it. They have the power to inflate massive bubbles and to pop them. Most Americans give way too much credit and blame

to presidents like Bush or Obama for how the economy is doing. The truth is that they really don't have that much control over the economy compared to the Federal Reserve.

5 – The Federal Reserve also controls the national money supply. They can pump trillions into the economy or pull trillions out without being accountable to anyone. This can have disastrous consequences. For example, after the U.S. stock market crash of 1929, the Federal Reserve continued to contract the money supply. Many analysts believe that this was one of the key things that precipitated the Great Depression.

6 – The Federal Reserve devalues our currency. Since the Federal Reserve was created in 1913, the U.S. dollar has lost 96 percent of its purchasing power. The truth is that just a two percent inflation rate will wipe out half of your purchasing power within a single generation. In the chart below, you can clearly see that the beginning of the rapid rise of inflation in the United States coincided with the



creation of the Federal Reserve....

7- The Federal Reserve is not part of

the U.S. government. The truth is that the Federal Reserve is about as “federal” as Federal Express is. In defending itself against a Bloomberg request for information under the Freedom of Information Act, the Federal Reserve objected by declaring that it was “**not an agency**” of the U.S. government and therefore it was not subject to the Freedom of Information Act. It is kind of funny how Fed officials are always talking about how important their “independence” is, but whenever anyone starts criticizing them for being private they start stressing their ties with the government.

8 – The Federal Reserve has become far, far too powerful. The reality is that those running the Federal Reserve are not elected and yet have an enormous amount of control. In fact, Ron Paul recently told MSNBC that he believes that the Federal Reserve is more powerful than congress.

9- The Federal Reserve is dominated by Wall Street and the New York banks. The New York representative is the only permanent member of the Federal Open Market Committee, while other regional banks rotate in 2 and 3 year intervals. The former head of the New York Fed, Timothy Geithner, is now U.S. Treasury Secretary. The truth is that the Federal Reserve Bank of New York has always been the most important of the regional Fed banks by far, and in turn the Federal Reserve Bank of New York has always been dominated by Wall Street and the major New York banks.

10 – The Federal Reserve is not accountable to anyone. The Federal Reserve has never undergone a true comprehensive audit since it was created back in 1913. Ron Paul's proposal to audit the Federal Reserve, which had previously been co-sponsored by 320 members of the U.S. House of Representatives, ultimately failed by a vote of 229-198.



## WHAT CAN YOU DO TO HELP?

1. Educate yourself about the Federal Reserve.
2. Call your representative in congress and encourage them to support abolishing the Fed.
3. Call your representative in congress to encourage their support of a Federal Reserve Transparency Act.
4. Join local groups such as FedUp that are interested in abolishing the Fed.
5. Share the knowledge that you acquire in your research on the Fed

"It is well that the people of the nation do not understand our banking and monetary system, for if they did, I believe there would be a revolution before tomorrow morning."

-- Henry Ford

"I believe that banking institutions are more dangerous to our liberties than standing armies. Already they have

raised up a monied aristocracy that has set the government at defiance. The issuing power (of money) should be taken away from the banks and restored to the people to whom it properly belongs."

-- Thomas Jefferson, U.S. President.

### *Further Reading:*

The Creature From Jekyll Island

By Edward Griffin

The Case Against The Fed

By Murry N Rothbard

Meltdown

By Thomas E Woods Jr

[www.corbettreport.com/federalreserve](http://www.corbettreport.com/federalreserve)



## WHAT IS THE FEDERAL RESERVE?



### THE FEDERAL RESERVE:

- IS A PRIVATE BANKING CORPORATION WITH A MONOPOLY ON THE CREATION OF THE MONEY SUPPLY
- IS THE PRIMARY CAUSE OF EVERY ECONOMIC CRISIS SINCE IT EXISTED
- IS THE ROOT CAUSE OF INFLATION.
- IS NOT PART OF THE GOVERNMENT
- IS NOT FEDERAL
- IS NOT HOLDING ANY ACTUAL RESERVES
- IS NOT ACCOUNTABLE TO CONGRESS OR THE VOTERS