

## Whistleblower Letter #13 to the SEC Nov 25, 2017

John White

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## Whistleblower Letter #13 to the SEC Nov 25, 2017

November 25, 2017 Emailed to SEC/WSJ/NYT/DMN 11/25/17

**The following is a Whistleblower Letter to the U.S. Securities and Exchange Commission expressing the complaint that the U.S. Government is committing a fiscal and accounting fraud that is enriching the U.S. ruling class, is colossally enriching the U.S. upper class, is colossally cheating the U.S. general public, and is colossally cheating the rest of the planet!**

**I am also copying “The Wall Street Journal”, “The New York Times” and “The Dallas Morning News” since it is my view that the “news media” has an ethical responsibility to inform the U.S. general public that the U.S. Government is using fraudulent accounting to enrich the U.S. ruling class and the U.S. upper class at the expense of the U.S. general public!**

## Whistleblower Letter #13 to The U.S. Securities and Exchange Commission

November 25, 2017

**TO: Jay Clayton Chairman**

U.S. Securities and Exchange Commission

100 F Street, NE

Washington, DC 20549

**Regional Offices of the SEC**

**CC: The Wall Street Journal  
The New York Times  
The Dallas Morning News**

**FR: John W. White**  
Plano, TX

**I am a Whistleblower!** This is my 13th letter to the U.S. Securities and Exchange Commission expressing the same complaint.

## **The elite in America have resorted to fiscal and accounting fraud to enrich themselves!**

**The Government of the United States of America is perpetrating a fiscal and accounting fraud, a Ponzi scheme which I have named **USAPonzi**, that is enriching the U.S. ruling class, is colossally enriching the U.S. upper class, is colossally cheating the U.S. general public, and is colossally cheating the rest of the planet!**

**The U.S. Government is perpetrating this fraud by operating its fiscal policy with **Cash Accounting** rather than the proper and **Generally Accepted Accounting Principles (GAAP Accounting)**!**

**Because of this fraud, the U.S. Government has fraudulently borrowed **\$109.0 Trillion** from the future Americans, money the future Americans do not have, and has given this **\$109.0 Trillion** to the U.S. upper class by undertaxing them!**

The fiscal policy of the U.S. Government is a Ponzi scheme, which I have named **USAPonzi**, and all of these 13 letters have been written to expose this fraud. I hope that each successive letter provides better clarity into this fraud, its cause, its distortions, and the economic inequity that this fraud is creating for the citizens of the United States of America and in fact the entire planet.

The U.S. Government is conspiring with the U.S. upper class to fraudulently transfer **\$109.0 Trillion** of **imaginary-counterfeit wealth** to the U.S. upper class! This is the biggest crime in the history of the planet and it is being committed by the U.S. Government! This is a criminal activity by the senior officials of the U.S. Government because they are direct financial beneficiaries of this accounting fraud that they are perpetrating!

This **USAPonzi** fiscal policy is very simply stated; the U.S. Government spends and commits to spend much more than the U.S. taxpayers can afford, dramatically undertaxes the current Americans relative to these spending commitments, defers the resulting liabilities to the future

Americans, and attempts to conceal the magnitude of this fiscal imbalance by assessing and reporting its financial condition with corrupt and fraudulent accounting by using **Cash Accounting** rather than the proper **GAAP Accounting**.

The following table gives a summary assessment of the U.S. Government financial condition as of November 25, 2017 as estimated by [www.usdebtclock.org](http://www.usdebtclock.org).

National Debt	\$20.5 Trillion
Cash Deficit in FY2018	\$0.67 Trillion
GAAP Deficit in FY2018	\$5.66 Trillion
US Unfunded Future Liabilities	\$88.5 Trillion
US Unfunded Liabilities (GAAP)	\$109.0 Trillion
Imaginary-Counterfeit Money	\$109.0 Trillion
Total National Assets	\$135.5 Trillion

Source: [www.usdebtclock.org](http://www.usdebtclock.org) Nov 25, 2017

The U.S. Government is reporting a **Cash Deficit in FY2018** of **\$0.67T** when proper **GAAP Accounting** reports that our real **GAAP deficit in FY2018** is more than **8X** that at **\$5.66T**! And the U.S. Government's recommended plan to fix this fiscal imbalance is to lower taxes which will increase the deficit by **\$1.5 Trillion** over the next ten years! **What a farce!** According to **GAAP Accounting**, our public liabilities will increase over the next ten years from the current **\$109 Trillion** to about **\$165.6 Trillion** (**\$109T** + 10 x **\$5.66T**) since the U.S. Government is taking no action to reduce the annual deficit. In fact, the annual deficit will continue to increase because the U.S. Government has to pay interest on these public liabilities!

But the U.S. upper class will appear to be a whole lot richer by **FY2027** since public liabilities become private assets in the pockets of the people and businesses that did not pay the taxes to balance the budget!

**USAPonzi** is producing massive but **imaginary-counterfeit wealth** for the U.S. upper class with **GAAP basis deficit spending**!

The U.S. Government is not operating with Accrual Accounting (**GAAP Accounting**) and therefore is not properly accruing for the future U.S. Government benefit commitments. The U.S. Government is promising future benefits that it has underfunded by **\$88.5 Trillion** (**US Unfunded Future Liabilities**) and has overspent on a cash basis by **\$20.5 Trillion** (**National Debt**). As a result, the U.S. Government has deferred **\$109.0 Trillion** of public liabilities to the future Americans and has undertaxed the current Americans, primarily the U.S. upper class, by **\$109.0 Trillion** (**US Unfunded Liabilities (GAAP)**).

The U.S. Government has borrowed **\$109.0 Trillion** from the future Americans and given it to the U.S. upper class by undertaxing them. The U.S. Government is colossally enriching the U.S. upper class with **GAAP basis deficit spending**. However, since this money was borrowed from the future Americans and the future Americans do not have **\$109.0 Trillion**, I call this fraudulently gained money, **imaginary-counterfeit money**. This money does not exist; the U.S. Government just **imagines** that the future Americans will be able to pay it someday so it is **imaginary** but the future Americans can never pay it so it is **counterfeit**!

The total net worth of all Americans is currently estimated to be **\$135.5 Trillion (Total National Assets)** but **\$109.0 Trillion** of that is the **imaginary-counterfeit money** that the U.S. Government has fraudulently borrowed from the future Americans with **GAAP basis deficit spending!** The U.S. Government has fraudulently deferred **\$109.0 Trillion (US Unfunded Liabilities (GAAP))** to the future Americans and has undertaxed the U.S. upper class by **\$109.0 Trillion!** This estimate indicates that **80.4%** of the net worth in America is **imaginary-counterfeit money** ( $\$109.0T/\$135.5T = 0.804$ ) that has been fraudulently borrowed from the future Americans. The U.S. upper class is appearing to get filthy rich because of this U.S. Government fraud that I call **USAPonzi!**

The U.S. Government is creating money out of **"thin air"** with fraudulent accounting! The U.S. Government is digitally printing **imaginary-counterfeit money** with **GAAP basis deficit spending**. The U.S. Government digitally prints another **\$15.5 Billion** more **imaginary-counterfeit money** every day (**GAAP Deficit in FY2018 = \$5.66T/365= \$15.5B!**) The U.S. Government has given the U.S. upper class **\$109.0 Trillion** of **imaginary-counterfeit money** and is giving them **\$15.5 Billion** more every day!

The U.S. Government does this by making false and unaffordable benefit promises to the U.S. general public and underfunding these promises by **\$88.5 Trillion** so that it can enrich its upper-class friends!

The U.S. Government then borrows **\$20.5 Trillion** from the fraudulently enriched upper class so that it can enrich itself!

The stock market has been going up for the last 48 years because the U.S. Government is digitally printing **imaginary-counterfeit money**, **\$109.0 Trillion** so far, with **GAAP basis deficit spending** and giving it to the current Americans!

House prices have been going up for the last 48 years because the U.S. Government is digitally printing **imaginary-counterfeit money**, **\$109.0 Trillion** so far, with **GAAP basis deficit spending** and giving it to the current Americans!

The U.S. upper class has been buying and building bigger and bigger and finer and finer houses, condos, and apartments for the last 48 years with **imaginary-counterfeit money**, **\$109.0 Trillion** so far, that the U.S. Government is digitally printing with **GAAP basis deficit spending** and giving to the U.S. upper class!

The price of gold, oil, eggs, milk, bread, butter, popcorn, drugs, and healthcare have been going up for the last 48 years because the U.S. Government is digitally printing **imaginary-counterfeit money**, **\$109.0 Trillion** so far, with **GAAP basis deficit spending** and giving it to the current Americans!

Professional athletes, entertainers, hedge fund managers, financial advisors, and business executives have been making millions and even billions for the last 48 years because the U.S. Government is digitally printing **imaginary-counterfeit money**, **\$109.0 Trillion** so far, with **GAAP basis deficit spending** and giving it to the current Americans!

Essentially everyone in America now has access to a smartphone, a color TV, and a car

because for the last 48 years the U.S. Government has been digitally printing **imaginary-counterfeit money**, **\$109.0 Trillion** so far, with **GAAP basis deficit spending** and giving it to the current Americans!

In fact, we now have so many cars that we can barely keep the traffic moving. We are buying our cars, trucks, airplanes, boats, and military equipment with **imaginary-counterfeit money**, **\$109.0 Trillion** so far, that the U.S. Government is borrowing from the future Americans by using fraudulent accounting!

This accounting fraud has produced millions of **imaginary millionaires** and hundreds of **imaginary billionaires**! **\$109.0 Trillion** of **imaginary-counterfeit money** can make a lot of people rich!

This accounting fraud has made the Saudi Princes rich! This accounting fraud has made Vladimir Putin rich. This accounting fraud has made Donald Trump rich. This accounting fraud has made Carlos Slim rich! This accounting fraud has made Warren Buffett, Bill Gates, the Walton family, Michael Jordan, Tiger Woods, LeBron James, and Matthew Stafford rich! This fraud is appearing to make the U.S. upper class filthy rich with **imaginary-counterfeit money**!

This accounting fraud is building high rise apartments and condos in cities all over the planet with **imaginary-counterfeit money** that the U.S. Government is borrowing from the future Americans by using fraudulent accounting!

This accounting fraud is building skyscrapers in the Middle East, Ghost Cities and airports in China, and luxury resorts, luxury sports arenas, and luxury golf courses all over the planet with **imaginary-counterfeit money** that the U.S. Government is borrowing from the future Americans by using fraudulent accounting!

This accounting fraud has built the city of Las Vegas with **imaginary-counterfeit money** that the U.S. Government is borrowing from the future Americans by using fraudulent accounting!

This accounting fraud has built a bank and a Starbucks nearly every place you look. We now have 26,000 Starbucks stores so that we can buy premium coffee whenever and wherever we want it with the **imaginary-counterfeit money** that the U.S. Government has fraudulently borrowed from the future Americans. We now have 93,000 branch banks so that we can manage this **\$109.0 Trillion** of **imaginary-counterfeit money** that the U.S. Government has fraudulently borrowed from the future Americans.

Apple will soon be worth **a Trillion dollars** because we are buying their iPhones with the **\$109.0 Trillion** of **imaginary-counterfeit money** that the U.S. Government has fraudulently borrowed from the future Americans.

The U.S. Government has fraudulently borrowed **\$109.0 Trillion** from the future Americans so that the current Americans can buy things from the rest of the planet with this **\$109.0 Trillion** of **imaginary-counterfeit money**! We are filling the planet with junk that we are buying with the **\$109.0 Trillion** of **imaginary-counterfeit money** that the U.S. Government has fraudulently borrowed from the future Americans, money that the future Americans do not have!

I estimate that Americans have bought about **5-7 times** as many **“things”** as they can afford because of this fraud since about **80-85%** of our **“money”** has been fraudulently borrowed from the future Americans!

The U.S. ruling class and the U.S. upper class are conspiring to enrich themselves by using fraudulent accounting, and in the process the U.S. Government is cheating the U.S. general public and the rest of the planet.

This fraud can only be eliminated by the U.S. Government adopting **GAAP Accounting** and committing to a **balanced GAAP basis budget!**

The United States of America is not a trusted party in the global economy because the U.S. Government is digitally printing **imaginary-counterfeit money** by pretending to borrow it from the future Americans and giving this money to the U.S. upper class by undertaxing them.

The U.S. Government has created **\$109.0 Trillion** of **imaginary-counterfeit money** out of **“thin air”** with fiscal and accounting fraud to enrich the U.S. upper class!

The U.S. general public needs to be informed of this fraud that is in the process of shifting an infinite amount of **imaginary-counterfeit wealth** to the U.S. upper class!

The **U.S. general public is going to be mad as hell** when they find out that the U.S. Government is committing fiscal and accounting fraud to enrich the U.S. ruling class and the U.S. upper class while making false, unaffordable, and unfunded benefit promises to U.S. general public. The U.S. Government has no intention or capability to pay these future benefit promises that it has made to the U.S. general public but it has managed to give the U.S. upper class **\$109.0 Trillion** and to overpay the U.S. ruling class and its related business by **\$20.5 Trillion**.

The U.S. Government is running a **\$109.0 Trillion** Ponzi scheme!

Surely someone will finally fess up to this massive Ponzi scheme fraud and corruption. But as I say, we have a bunch of **Criminals, Scoundrels, Liars, and Cheaters** running the U.S. Government and the upper-class people that are appearing to get rich as a result of this fraud do not want it to stop so they are not about to say anything.

**Will the Securities and Exchange Commission be the one that finally exposes this fraud and corruption?**

Since this accounting fraud is borrowing an ever-increasing stream of money, **\$109.0 Trillion** so far, from the future Americans, money that the future Americans do not have, and giving it to the U.S. upper class; the global economy and the global financial system are both a hoax and a scam that is being perpetrated by the corrupt U.S. Government!

**USAPonzi** is a Ponzi scheme of the same ilk as **Enron** and **Madoff** just **2,000 times** bigger than either of these frauds. I feel sure that the senior U.S. Government officials will claim the same defense as did most of the perpetrators of the **Enron** and **Madoff** frauds; **“I didn’t know**

**that it was happening**". That may in fact be true, but they should have known and their advisors surely should have informed them of this fraud.

When **USAPonzi** implodes, this **imaginary-counterfeit money** will evaporate into the **"thin air"** from whence it came!

When **USAPonzi** implodes, the global economy will likely fall into the deepest economic depression since **"The Great Depression"**!

To eliminate this fraud, the U.S. Government must adopt **GAAP Accounting** and commit to a **balanced GAAP basis budget**.

I have published a website [www.usaponzi.net](http://www.usaponzi.net) that explains how this fraud works to create a massive global wealth and income gap between the haves and the have-nots and to create false wealth and prosperity for the current Americans. The [www.usaponzi.net](http://www.usaponzi.net) website is an introduction to my more detailed website [www.usaponzi.com](http://www.usaponzi.com) and my books **"USAPonzi"** (Nov 22, 2015) and **"USAPonzi2"** (May 1, 2017) which are available on Amazon to better explain this fraud/Ponzi scheme.

This is the biggest (**\$109.0 Trillion**) financial fraud ever perpetrated, I call it **"USAPonzi: The Ultimate Government Fraud"** and **"The Biggest Ponzi Scheme on the Planet"**.

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"**Hope** is wishing something would happen.

**Faith** is believing something will happen.

**Courage** is making something happen."