

***AN HONEST ANSWER TO THE
WE THE PEOPLE (WTP)
PETITION FOR REDRESS OF GRIEVANCES
(RELATING TO TAXATION)***

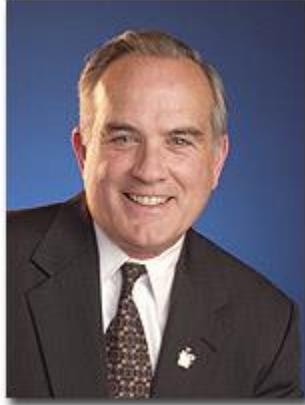


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1 Introduction

Bob Schulz of the We The People Foundation for Constitutional Education has devoted much of his life to working on restoring the Right to Petition the government for redress of grievances recognized in the First Amendment to the Constitution.

*First Amendment of the US Constitution -- Religion and Expression
Religion And Free Expression*

Congress shall make no law respecting an establishment of religion, or prohibiting the free exercise thereof; or abridging the freedom of speech, or of the press; or the right of the people peaceably to assemble, and to petition the Government for a redress of grievances.

The First Amendment is part of the Bill of Rights, which consists of the first ten amendments to the United States Constitution. Every one of these rights is a right AGAINST government that imposes a corresponding, court enforceable obligation against the government. A right against the government without such a corresponding obligation on the part of that government is not a right, but a mere suggestion. It's not called the Bill of Suggestions, but the Bill of Rights.

Bob Schulz has approached the restoration of the constitutional right to petition from a political perspective through demonstrations and hunger fasts on the capitol steps, as well as through litigation. He has, in fact, litigated this issue all the way up to the U.S. Supreme Court.¹ Among the major events leading up to that litigation was the Truth in Taxation Hearing held in Washington, D.C. on February 27-28, 2002. You can view the questions and evidence used at the deposition, including videos, at:

1. *Truth in Taxation Hearings Website*, Family Guardian Fellowship
<https://truthintaxationhearings.famguardian.org>
2. *Tax Deposition CD*, Form #11.301
<https://sedm.org/product/tax-deposition-cd/>
3. *Tax Deposition Questions*, Form #03.016
<http://famguardian.org/TaxFreedom/Forms/Discovery/Deposition/Deposition.htm>

The above deposition was supposed to involve the Internal Revenue Service (IRS) as the Deponent, which had promised to attend as a condition of Bob Schulz ending his hunger fast on the steps of the capitol. Ultimately, the IRS backed out of attending the hearing after seeing the questions in advance. Therefore, Bob invited several tax experts to answer the questions in their stead, many of whom were ex IRS employees. Three ex IRS agents, a Tax Court attorney, and a constitutional attorney appeared to answer the questions.

The subject of Bob Schulz's petition was the illegal enforcement of the Internal Revenue Code within Constitutional states of the Union and a desire to stop it. Ultimately, the petition was not answered and Bob Schulz's approach beyond that point was never converted into a realistic or lawful method to Lawfully avoid paying income taxes. This memorandum of law focuses on tools and resources to effect the ultimate goal of that petition, which was to lawfully avoid paying income taxes for the average American in states of the Union using forms, statutes, and regulations published by the IRS that the IRS is mandated by law to follow and cannot criminally prosecute people for following.

The purpose of this memorandum is not to discredit or slander Bob Schulz or any of the people who participated in the above hearings or political demonstrations. Instead, the focus is to translate these efforts into a meaningful set of tools and procedures that will permit the average American to lawfully stop paying income tax.

We wish to begin this memorandum by taking the following position:

¹ See: Robert L. Schulz, et al., Petitioners v. United States Congress, Case no. 21-5164, 21-5232; <https://www.supremecourt.gov/search.aspx?filename=/docket/docketfiles/html/public/21-1593.html>

- 1 1. We STILL agree that the First Amendment conveys to all state nationals a right to petition the government for a redress
2 of grievances involving violations of the constitution by public servants.
3 2. The government has a CONSTITUTIONAL duty to answer each and every petition. See:
4 [The Right to Petition](https://sedm.org/Forms/05-MemLaw/RightToPetition.pdf), Form #05.049
5 <https://sedm.org/Forms/05-MemLaw/RightToPetition.pdf>
6 3. In the event that the petition goes unaddressed or unanswered, the people may stop subsidizing government until the
7 grievances are dealt with.

8 *"If money is wanted by rulers who have in any manner oppressed the People, they may retain it until their*
9 *grievances are redressed, and thus peaceably procure relief, without trusting to despised petitions or disturbing*
10 *the public tranquility."*
11 *["Continental Congress To The Inhabitants Of The Province Of Quebec." Journals of the Continental*
12 *Congress. 1774 -1789. Journals 1: 105-13.]*

13 The only real difference between our current position and that of Bob Schulz is exactly HOW to lawfully stop subsidizing
14 the government, and specifically what forms, statutes, and regulations EXPRESSLY authorize people in states of the Union
15 to do so.

16 We will not describe EXACTLY how to file a 1040NR return in a way that results in no liability. That subject is covered
17 in the documents we will reference herein instead.

18 Lastly, one of the participants at the above Truth in Taxation Hearings who participated with Bob in asking the questions at
19 the hearing to the witnesses contributed to the writing and review of this document, as did Bob Schulz. That person's name
20 is C. Hansen.

2 Answers to Tax Deposition Questions

21 This section will answer all of the Tax Deposition Questions asked at the hearing and documented at:

- 22 1. [Truth in Taxation Hearings Website](https://truthintaxationhearings.famguardian.org), Family Guardian Fellowship
23 <https://truthintaxationhearings.famguardian.org>
24 2. [Tax Deposition CD](https://sedm.org/product/tax-deposition-cd/), Form #11.301
25 <https://sedm.org/product/tax-deposition-cd/>
26 3. [Tax Deposition Questions](http://famguardian.org/TaxFreedom/Forms/Discovery/Deposition/Deposition.htm), Form #03.016
<http://famguardian.org/TaxFreedom/Forms/Discovery/Deposition/Deposition.htm>

27 All the questions asked at the hearing were admissions, meaning that they required an Admit or Deny answer. There was a
28 total of 561 questions asked at the hearing while the total questions in the above was 732. C. Hansen contributed 294
29 questions to the above links. The original WTP Question number asked during the hearing appears in parenthesis after each
30 question in the above.

31 The questions are structured in a way that the default answer to each question is Admit, and the evidence included with the
32 question supports an admit answer. Further, a failure to answer constitutes an Admit answer. Since the IRS refused to
33 attend, they in essence gave an answer of "Admit" to EVERY question. This is consistent with Federal Rule of Civil
34 Procedure 8(b)(6), which says:

35 [Rule 8. General Rules of Pleading](#)

36 *(b) Defenses; Admissions and Denials.*

37 *(6) Effect of Failing to Deny. An allegation—other than one relating to the amount of damages—is admitted if a*
38 *responsive pleading is required and the allegation is not denied. If a responsive pleading is not required, an*
39 *allegation is considered denied or avoided.*

40 *[SOURCE: https://www.law.cornell.edu/rules/frcp/rule_8/]*

41 In effect, the IRS agrees with every question by the above rule. We do as well. Our agreement with the evidence hasn't
42 changed over the years since the Truth in Taxation Hearing in 2002. The research on illegal enforcement of the Internal

1 Revenue Code described during that hearing was and continues to be accurate based on the overwhelming amount of
2 evidence developed since then and available on the SEDM website.

3 **3 Application of Answers to Filing Tax Returns**

4 At the time of the hearing, Bob Schulz was not filing anything. He had stopped filing returns in the 1980s and decided to
5 fund his efforts by selling land he owned beyond that point, knowing that this was the only way to stay out of tax trouble
6 and still take on the government politically. C. Hansen, on the other hand, from the very beginning of his study into the tax
7 system starting in 2000, has always eschewed filing RESIDENT 1040 returns. C. Hansen has continuously tried since 2002
8 to change his mind and switch him over to the 1040NR position but for whatever reason, he continues in his false belief
9 about the correct form to file. Even in the midst of an abundance of evidence available to Bob for free on the SEDM
10 website, he has expressed little interest in the materials available on SEDM, which seems rather strange.

11 At the time of the hearings, C. Hansen relied on the following documents for his advocacy of 1040NR return filing rather
12 than 1040 filing:

- 13 1. *The Federal Zone*, Mitch Modeleski aka Paul Andrew Mitchell
14 <http://supremelaw.org/fedzone11/index.htm>
- 15 2. *Vultures in Eagles Clothing*. This book is now out of print and unavailable.
- 16 3. *How to Cook a Vulture*. This book is now out of print and unavailable.

17 After the Truth in Taxation hearing in 2002, the following books providing much better document of the Non-Resident
18 Non-Person Position subsequently became available through Sovereignty Education and Defense Ministry (SEDM):

- 19 1. *Why You are a "national", "state national", and Constitutional but not Statutory Citizen*, Form #05.006
20 <https://sedm.org/Forms/05-MemLaw/WhyANational.pdf>
- 21 2. *Why Domicile and Becoming a "Taxpayer" Require Your Consent*, Form #05.002
22 <https://sedm.org/Forms/05-MemLaw/Domicile.pdf>
- 23 3. *Non-Resident Non-Person Position*, Form #05.020
24 <https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>
- 25 4. *Why It's a Crime for a State national to File a 1040 Income Tax Return*, Form #08.021
26 <https://sedm.org/Forms/08-PolicyDocs/WhyCrimefileReturn.pdf>
- 27 5. *How to File Returns*, Form #09.074
28 <https://sedm.org/product/filing-returns-form-09-074/>
- 29 6. *Procedure to File Tax Returns*, Form #09.075
30 <https://sedm.org/product/procedure-to-file-tax-returns-form-09-075/>
- 31 7. *1040NR Attachment*, Form #09.077
32 <https://sedm.org/Forms/09-Procs/1040NR-Attachment.pdf>

33 The above books represent an attempt to describe how to lawfully opt out of paying income tax for those legally present
34 within and born within a constitutional state of the Union. This group of people are referred to in SEDM documentation as
35 "state nationals".

36 The Non-Resident Non-Person Position is the only approach to opting out that has almost NO case law or history of people
37 being prosecuted. The following information is about people who were persecuted for advocating it as a tax shelter, but
38 their approach was never discredited lawfully or factually:

- 39 1. Lynn Meredith was prosecuted, but not for her stance on taxation. She was prosecuted and convicted of fraud on a DS-
40 11 passport application by using a Social Security Number that was only one digit off from her actual one. This was an
41 obvious case of "selective enforcement" to get her out of public attention and in jail, because her approach was getting
42 a lot of media attention at the time. She has been quiet as a mouse since then.
- 43 2. Glen Ernest Ambort was criminally prosecuted in connection with offering tax shelters in connection with the 1040NR,
44 but the government's treatment of him was completely unlawful and malicious. You can read about his approach, the
45 government's mistreatment and even criminal offenses against him as well as the book he coauthored in:
 - 46 2.1. *Taxation by Misrepresentation*, John Benson
47 <https://app.thebookpatch.com/BookStore/taxation-by-misrepresentation/d264df15-d190-4f65-b9b0-024dbd70f51f>
 - 48 2.2. *Who's Who in the Freedom Community*, Form #08.009, Section 3.2

1 <https://sedm.org/Forms/08-PolicyDocs/WhosWho.pdf>

2 2.3. Non-Resident Non-Person Position, Form #05.020, Section 12.6.10

3 <https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>

4 In addition, you can read about the history of the position and all the people who have advocated it over the years at:

Non-Resident Non-Person Position, Form #05.020, Section 13

<https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>

5 **4 Why Other Approaches Such as the 1040 Tax Return Don't Work**

6 Even before the Truth in Taxation Hearing in 2002, there have been many attempts to describe and implement lawful
7 techniques for opting out of the income tax system. Most of these approaches are based on using the IRS Form 1040 to do
8 so, which is the WRONG form for most Americans. Below are a few of the most famous examples:

9 1. Irwin Schiff of paynoincometax.com (now deceased). You can read an account of his experiences over the years using
10 1040 returns to get a refund of all taxes paid in a free book he authored:

The Federal Mafia, Irwin Schiff

<https://paynoincometax.com>

11 2. Pete Hendrickson of Lost Horizons website. See:

Policy Document: Pete Hendrickson "Trade or Business" Approach, Form #08.003

<https://sedm.org/Forms/08-PolicyDocs/PeteHendrickson.pdf>

12 3. Joe Saladino of Freedom and Privacy Committee (now defunct). He pursued claim of right tax returns using a Form
13 1040 and was criminally prosecuted and convicted for doing that.

14 4. 861 Source Position:

15 4.1. Larken Rose (no longer active). He ended up being prosecuted for failure to file.

16 4.2. Thurston Bell (enjoined from offering tax shelters). He was enjoined for tax shelters.

17 5. John Kotmair of Save-A-Patriot (now deceased, defunct, and enjoined).

18 <http://save-a-patriot.org>

19 You can read about the history of the above personalities and organizations at:

20 1. *Who's Who in the Freedom Community*, Form #08.009

21 <https://sedm.org/Forms/08-PolicyDocs/WhosWho.pdf>

22 2. *Who's Who in the Freedom and Anti-Freedom Movement*, Family Guardian Fellowship

23 <https://famguardian.org/Subjects/Taxes/CaseStudies/WhosWho/WhosWho.htm>

24 Suffice it to say that every one of the people who publicly advocated a RESIDENT 1040 tax return with zero income have
25 either been criminally convicted, enjoined, constantly targeted by collection activity, or are the subject of continual
26 persecution of one kind or another. The only ones we know of who haven't been persecuted, enjoined, prosecuted,
27 targeted, or convicted in some fashion are those advocating the 1040NR return approach, which includes us and the other
28 personalities described in the preceding section. The reason for this is clear: Those state nationals who file RESIDENT tax
29 forms are ASKING for privileges and "purposefully availing themselves" of commerce within an otherwise legislatively
30 foreign jurisdiction. This then becomes the main source of personal jurisdiction over them by the territorial U.S. District
31 Courts. These privileges are in fact PROPERTY within the exterior limits of the district whose use is subject to supervision
32 under Article 4, Section 3, Clause 2 of the Constitution, NO MATTER where physically located and IN SPITE of the fact
33 that federal judicial districts would otherwise only include federal territory within the exterior limits of the physical district:

34 *In this circuit, we analyze specific jurisdiction according to a three-prong test:*

35 (1) *The non-resident defendant must purposefully direct his activities or consummate some transaction with the*
36 *forum or resident thereof; or perform some act by which he purposefully avails himself of the privilege of*
37 *conducting activities in the forum, thereby invoking the benefits and protections of its laws;*

38 (2) *the claim must be one which arises out of or relates to the defendant's forum-related activities; and*

39 (3) *the exercise of jurisdiction must comport with fair play and substantial justice, i.e. it must be reasonable.*

1 *Schwarzenegger v. Fred Martin Motor Co.*, 374 F.3d. 797, 802 (9th Cir. 2004) (quoting *Lake v. Lake*, 817 F.2d.
2 1416, 1421 (9th Cir. 1987)). The first prong is determinative in this case. We have sometimes referred to it, in
3 shorthand fashion, as the "purposeful availment" prong. *Schwarzenegger*, 374 F.3d. at 802. Despite its label,
4 this prong includes both purposeful availment and purposeful direction. It may be satisfied by purposeful
5 availment of the privilege of doing business in the forum; by purposeful direction of activities at the forum; or
6 by some combination thereof.
7 [[Yahoo! Inc. v. La Ligue Contre Le Racisme Et L'Antisemitisme](#), 433 F.3d. 1199 (9th Cir. 01/12/2006)]

8 A nonresident alien, on the other hand, who does NOT want privileges, benefits, or a civil status within the federal zone
9 such as "citizen" (26 U.S.C. §3121(e)), "resident" (alien, 26 U.S.C. §7701(b)(1)(A)), "U.S. person" (26 U.S.C.
10 §7701(a)(30)) does not satisfy the above criteria and therefore the courts have no personal jurisdiction over them. They
11 therefore must be "left alone" as a matter of law, which is what "justice" itself is legally defined as:

What is "Justice"?, Form #05.050

<https://sedm.org/Forms/05-MemLaw/WhatIsJustice.pdf>

12 While it is true that in 2005 the Department of Injustice did pursue C. Hansen for an injunction, the injunction that was
13 issued turned out to be one against the Department of Justice itself, because they admitted to downloading and using
14 licensed materials off of SEDM during a deposition, and thus became the substituted defendant. They tried to describe it
15 differently to save face, but ultimately that is what happened. You can read about this scam at:

Case History of C. Hansen, Family Guardian Fellowship

<https://famguardian.org/Subjects/Taxes/CaseStudies/CHansen/CHansen.htm>

16 What could be better than an injunction against the government to stop offering tax scams?

17 Since the above fraudulent injunction issued in 2006 is not against SEDM or Family Guardian, but against an alleged but
18 not actual author of their materials:

- 19 1. The information enjoined from distribution was not even on any of the websites in question from the time the action
20 commenced to this day.
- 21 2. The Disclaimer on SEDM has always indicated that nothing on SEDM or Family Guardian are factual or actionable or
22 admissible as evidence and that if the government tried to make them factual, they became the substitute defendant.
23 This is no different than how the IRS itself treats its OWN website. If they can do it that way, why can't we?
24 Hypocrites!
- 25 3. The Department of Justice has not since pursued C. Hansen or SEDM or Family Guardian.
- 26 4. NONE of the materials currently available on SEDM or Family Guardian have been rebutted in any government
27 website or publication that we know of.
- 28 5. The massive evidence of government fraud published on SEDM has NOT been officially rebutted anywhere that we
29 can find. See:
 - 30 5.1. *Government Corruption*, Form #11.401
31 <https://sedm.org/home/government-corruption/>
 - 32 5.2. *Legal Deception, Propaganda, and Fraud*, Form #05.014
33 <https://sedm.org/Forms/05-MemLaw/LegalDecPropFraud.pdf>
 - 34 5.3. *Origins and Authority of the Internal Revenue Service*, Form #05.005
35 <https://sedm.org/Forms/05-MemLaw/OrigAuthIRS.pdf>
 - 36 5.4. *Flawed Tax Arguments to Avoid*, Form #08.004
37 <https://sedm.org/Forms/08-PolicyDocs/FlawedArgsToAvoid.pdf>
 - 38 5.5. *Rebutted Version of the IRS "The Truth About Frivolous Tax Arguments"*, Form #08.005
39 https://sedm.org/Forms/08-PolicyDocs/friv_tax_rebuts.pdf
 - 40 5.6. *Rebutted Version of Congressional Research Service Report 97-59A: Frequently Asked Questions Concerning*
41 *the Federal Income Tax*, Form #08.006
42 <https://sedm.org/Forms/08-PolicyDocs/CRS-97-59A-rebuts.pdf>
 - 43 5.7. *Rebutted Version of "Tax Resister Frequently Asked Questions"*, Form #08.007
44 <http://famguardian.org/Subjects/Taxes/FalseRhetoric/TRFAQ/TRFAQ.htm>
 - 45 5.8. *Policy Document: Rebutted False Arguments Against This Website*, Form #08.011
46 <https://sedm.org/Forms/08-PolicyDocs/RebFalseArgAgWebsite.pdf>
 - 47 5.9. *Policy Document: Rebutted False Arguments About Sovereignty*, Form #08.018

<https://sedm.org/Forms/08-PolicyDocs/RebFalseArgSovereignty.pdf>

5.10. *Policy Document: IRS Fraud and Deception About the Statutory Word "Person"*, Form #08.023

<https://sedm.org/Forms/08-PolicyDocs/IRSPerson.pdf>

5.11. *Rebutted False Arguments About the Common Law*, Form #08.025

<https://sedm.org/Forms/08-PolicyDocs/RebuttedFalseArgumentsAboutCommonLaw.pdf>

Further, SEDM and Family Guardian have been around for over 20 years and none of the officers have ever been criminally prosecuted or convicted for anything relating to taxation. Even past officers have not. Steadman Jackson, now deceased, was an officer of this ministry at one point and he was never prosecuted or convicted for anything having to do with taxation either. You can read about him in the preface material of the following document:

Galileo Paradigm, Form #11.303

<http://famguardian.org/Publications/GalileoParadigm/TheGalileoParadigm.pdf>

Therefore, our approach to lawfully stopping participation in income taxation using the 1040NR form is well-vetted, well-scrutinized, and has never been discredited in court that we know of, unlike nearly all of those using the 1040 approach mentioned in this section. Our track record is about as flawless as you are going to find on the subject of taxation.

Lastly, we remind the readers that nothing in this document should be interpreted as legal advice, factual speech, nor is it intended for a commercial purpose that might cause it to be enjoined as "false commercial speech" as documented in our Form #05.015. This is also consistent with our Disclaimer at:

SEDM Disclaimer

<https://sedm.org/disclaimer.htm>

5 Bob Schulz's personal approach to income taxation

Bob did not take an official position through We the People of filing 1040 RESIDENT returns and owed no taxes at the time of the hearing. The IRS did go after We the People Foundation for offering alleged "tax shelters" in connection with a blue folder relating to withholding that he distributed for free, but they didn't initially go after him personally for that. They placed a lien on his property by falsely alleging that We the People was an alter ego of him, and that he was responsible for the tax assessment connected with the falsely alleged tax shelters being offered by We the People. That resulted in 7 years of litigation against the IRS, which he ultimately won and got the lien removed.

From the 1980's to the present, Bob has not himself filed tax returns, and it is unclear what he would file if he had to.

6 Why should you trust anything on our website?

Some readers after reading the previous section or our SEDM Disclaimer have responded as described below.

STATEMENT:

Well, if none of the information on your websites is factual or actionable, why should I believe it or follow it or trust it anyway? You tell us you are giving us the truth, but don't want to back it up or guarantee it. That's absurd.

OUR RESPONSE:

Then why do you follow anything on the IRS website or ANYTHING published by the government? They make the SAME claim that they are NOT RESPONSIBLE for anything they tell you as well! Look at the following for proof:

1. Internal Revenue Manual (IRM), Section 4.10.7.2.7, Internal Revenue Service

https://www.irs.gov/irm/part4/irm_04-010-007#idm139859652464096

*Internal Revenue Manual (IRM)
Section 4.10.7.2.7 (01-01-2006)*

IRS Publications

1 *IRS Publications explain the law in plain language for taxpayers and their advisors. They typically highlight*
2 *changes in the law, provide examples illustrating IRS positions, and include worksheets. **Publications are***
3 ***nonbinding on the IRS and do not necessarily cover all positions for a given issue. While a good source of***
4 ***general information, publications should not be cited to sustain a position.***

- 5 2. *Federal Courts and the IRS' Own IRM Say the IRS is NOT RESPONSIBLE for Its Actions or Its Words or For*
6 *Following Its Own Written Procedures!*, Family Guardian Fellowship
7 <https://famguardian.org/Subjects/Taxes/Articles/IRSNotResponsible.htm>
8 3. *Legal Deception, Propaganda, and Fraud*, Form #05.014
9 <https://sedm.org/Forms/05-MemLaw/LegalDecPropFraud.pdf>

10 There comes a point where you MUST accept responsibility for your own learning and education. Our approach to this
11 situation is summed up in the following proverb on the subject:

12 *“Listen to EVERYONE, but trust NO ONE, and especially where money is involved.”*

13 You will stay out of a LOT of trouble by following the above proverb.

14 The SEDM Disclaimer² does make all of the materials on our website nonfactual and nonactionable OPINIONS and
15 RELIGIOUS beliefs. HOWEVER, the information we provide is always backed up by extensive citations of legal
16 authorities that the courts and the government treat as admissible evidence and even use in their own favor. So it isn't like
17 we are asking you to rely on an untrustworthy source for anything we provide. That source, however, can never be US, but
18 consists of exactly the SAME sources as everyone ELSE in the government, the courts, and the legal field rely on in
19 forming an informed belief about anything.

20 Attorneys do the same thing as us: They never guarantee or promise anything and are STUPID if they give you legal
21 advice. Why do you apply a different standard to us? The main job of most attorneys, in fact, is RISK REDUCTION at the
22 companies they work for. They are there to minimize risk. The main method of doing that is to avoid making factual or
23 actionable statements, promises, or giving legal advice. DUUH.

24 The reason this country got into the big mess it is in is mainly the sinful desire to avoid responsibility. That problem started
25 in the Garden of Eden and continues to this day, as we describe in our Path to Freedom, Form #09.015, Sections 4.1 and
26 5.1. Is it our job to actually ENCOURAGE your irresponsibility by promising or guaranteeing everything we tell you? Act
27 like an ADULT. Take some responsibility for yourself!

28 Remember that the BEGINNING of being “sovereign” in any sense is PERSONAL RESPONSIBILITY. YOU and ONLY
29 YOU must take full and complete responsibility for yourself, all of your choices, all of your actions, what you feed your
30 mind, and who and what you trust. We are NOT your parent. Grow up! You should NEVER rely on ANYONE'S word
31 for ANYTHING in that scenario, and that applies EVEN if they promise or guarantee it. Never trust what you haven't
32 verified yourself. Learn the law. It will empower you.

33 We remind the reader that it is a MANDATORY obligation of the SEDM Member Agreement, Form #01.001, to bring
34 inaccuracies on our website to our attention immediately, and we fix the inaccuracies immediately if there is evidence to
35 support it. We also regularly scan state and federal case law for any uses or abuses of our materials. There are plenty of
36 people using our materials in litigation, but NO COURT has ever directly addressed the accuracy of our materials, probably
37 because they would have to either lie or commit professional suicide to do so. You as a member reading or using our
38 materials such as this have a mandatory obligation to notify us when or if you find anything that might contradict what is on
39 this website. We have been waiting for more than 20 years for anyone to do so in the case of information currently posted.
40 We will probably be dead before that happens at this rate.

² See: <https://sedm.org/disclaimer.htm>.

7 An honest GOVERNMENT answer based on all the research conducted since the Hearings

The Internal Revenue Service backed out of attending the Truth in Taxation Hearings at the last minute after they saw a preview of the questions. Under Federal Rule of Civil Procedure 8(b)(6) a failure to deny constitutes an admission. Therefore, they essentially answered “admit” to every question.

Beyond that point, we will now put ourselves in the government’s shoes based on over 20 years of researching the subject of law and taxation to craft an answer the government WOULD have provided if they were entirely honest and were not gagged by all the Third Rail consequences of answering the original petition. We will include links to resources to prove important points available on the SEDM website and elsewhere for those who wish to investigate the facts surrounding each statement further. The answer appears after the line below.

Dear Americans in the Constitutional States:

The questions raised at the Truth in Taxation Hearing on February 27-28, 2002 in Washington, D.C. would quite frankly embarrass “The Service” and erode our customer base and the national revenue. In an environment where chronic government deficits persist and a mountain of irresponsibly procured public debt continues to grow annually, answering such a petition, though a requirement of the Constitution, would constitute political suicide and is therefore a Third Rail issue we can NEVER address except under court compulsion that so far has not been properly instituted, even by Bob Schulz.

The questions asked at the hearing were largely irrelevant and unnecessary because:

1. We have ALWAYS given the American public a lawful way out of the house of mirrors tax system if they don’t want to sponsor us and care enough to read the law for themselves.
2. The fact that they haven’t lawfully opted out using the tools we built into the tax code and the regulations is largely due to their own legal ignorance and apathy.
3. We don’t have to document that way out on our forms, because we tell the American public that they can make their OWN forms. That’s why the W-8 forms we publish don’t document or describe what a “non-resident non-person” is. Why unlock the prison gates and let the hoards loose to wreak havoc on the District of Criminals, anyway?³ In private industry, this approach is called “marketing”, but in our case its just omission to promote our business. A legally ignorant public will never notice what is MISSING on our forms, and this is our main form of job security, but we don’t dare tell them about it for risk of being fired, not promoted, terminated, or “cancelled”.
4. It’s not our job to legally educate or give legal advice to the American public. It is a proverb of war that you never help your enemy, and anyone who wants out of our Ponzi Scheme is the worst sort of enemy and a threat to national security.

We do, after all, exist to Serve our volunteer customers, who we call civil statutory “taxpayers” in 26 U.S.C. §7701(a)(14). Those domiciled and born in states of the Union are literally in every respect volunteers and “customers” as proven in:

How State Nationals Volunteer to Pay Income Tax, Form #08.024
<https://sedm.org/Forms/08-PolicyDocs/HowYouVolForIncomeTax.pdf>

However, we can’t let those volunteer customer “taxpayer” customers know they are volunteers with a REAL choice, because it would:

1. Cause a mass exodus from the tax system of nearly all individual human beings in the Constitutional States.
2. Shift the burden of national taxation back onto the corporations that were its original and only proper subjects.
3. Imbalance the federal budget by massively reducing national revenues.
4. Put a large number of our federal employee counterparts on the streets, after the budget is rebalanced.

³ See: *W-8SUB*, Form #04.231; <https://sedm.org/Forms/04-Tax/2-Withholding/W-8SUB.pdf>.

- 1 5. Force an end to the fat retirement we have enjoyed at the cost of peonage by a public that no longer has a retirement
- 2 system of its own.
- 3 6. Render our “services” unnecessary and redundant in the majority of cases.
- 4 7. Make the services of a large number of tax attorneys, accountants, CPAs, and MBA’s largely unnecessary and
- 5 irrelevant.
- 6 8. Force us as the government to actually offer something of REAL value that people want who are in fact REAL
- 7 customers with a choice. Right now, our only revenue source is deceit and sophistry, as documented in:
- 8 8.1. *Legal Deception, Propaganda, and Fraud*, Form #05.014
- 9 <https://sedm.org/Forms/05-MemLaw/LegalDecPropFraud.pdf>
- 10 8.2. *An Introduction to Sophistry*, Form #12.042
- 11 <https://sedm.org/an-introduction-to-sophistry/>
- 12 9. Massively increase the rate of interest on government bonds, because of the inflation resulting from the inability to
- 13 service the debt on existing bonds.
- 14 10. Render us unable to service the current level of entitlement spending, which is currently over 70% of the national
- 15 budget. Thus, we would be forced to massively cut benefits.
- 16 11. Threaten the national security, because we might have to downsize the military to be able to afford it.
- 17 12. Destabilize the supply of currency the U.S. Treasury in collusion with the Federal Reserve unconstitutionally
- 18 counterfeited into existence and result in hyperinflation as described in:

The Money Scam, Form #05.041
<https://sedm.org/Forms/05-MemLaw/MoneyScam.pdf>

19 Therefore, we MUST keep our mouth shut and avoid showing people the exit out of the Federal Plantation as literal
 20 government cattle. Our financial security and our future retirement DEPEND on perpetuating the Ponzi Scheme that we
 21 fund and protect.

22 However, we DID have to provide a way out of the system for people in states of the Union. We had to do this, because of
 23 the Thirteenth Amendment prohibition against slavery and human trafficking, and the Fifth Amendment protections for
 24 private property. But we kept the exit door carefully hidden with a smokescreen filled with lies, equivocation, and
 25 misdirection. Here is a description of that exit door:

- 26 1. The Thirteenth Amendment forbids involuntary servitude everywhere in the COUNTRY, including federal territory not
- 27 protected by the constitution.
- 28 2. Involuntary income taxation on your labor is, in fact, slavery if you don’t expressly consent:

Proof that Involuntary Income Taxes on Your Labor are Slavery, Form #05.055** (Member Subscriptions)
<https://sedm.org/product/proof-that-involuntary-income-taxes-on-your-labor-are-slavery-form-05-055/>

- 29 3. Therefore, we can’t tax human beings, but we can tax civil statutory offices we create and therefore own, such as
- 30 “person”, “citizen”, “resident”, “taxpayer”, etc. See:

31 3.1. *Hierarchy of Sovereignty: The Power to Create is the Power to Tax*, Family Guardian Fellowship
 32 <https://famguardian.org/Subjects/Taxes/Remedies/PowerToCreate.htm>

33 3.2. *Why Your Government is a Thief or You are a “Public officer” for Income Tax Purposes*, Form #05.008
 34 <https://sedm.org/Forms/05-MemLaw/WhyThiefOrPubOfficer.pdf>

- 35 4. To avoid the prohibition on involuntary servitude, we have to:

36 4.1. Create these fictional CIVIL STATUTORY offices. We only protect offices and never REAL

37 CONSTITUTIONAL PRIVATE people. Thus, we are like a criminal RICO MAFIA. All mafias only protect

38 themselves and for you to pay them bribes to leave you alone. See:

Your Irresponsible, Lawless, Anarchist Beast Government, Form #05.054
<https://sedm.org/Forms/05-MemLaw/YourIrresponsibleLawlessGov.pdf>

- 39 4.2. Deceive people into volunteering for them or threaten them with lies we aren’t accountable for the accuracy of.
- 40 Recall that the courts have repeatedly held that federal agencies are NOT RESPONSIBLE for anything they say,
- 41 publish, put on their forms, or on their website. See:

Federal Courts and the IRS’ Own IRM Say the IRS is NOT RESPONSIBLE for Its Actions or Its Words or For Following Its Own Written Procedures!, Family Guardian Fellowship
<https://famguardian.org/Subjects/Taxes/Articles/IRSNotResponsible.htm>

- 42 4.3. Use the fact that we aren’t legally accountable for the accuracy of anything we say or write to LIE to the public
- 43 about their obligation to pay income tax.

Reasonable Belief About Income Tax Liability, Form #05.007
<https://sedm.org/Forms/05-MemLaw/ReasonableBelief.pdf>

1 4.4. To convince legally ignorant third parties to in effect become “communist informants” who file false information
2 return reports that ILLEGALLY convert the civil status of PRIVATE earnings to PUBLIC so that we can steal
3 and regulate those earnings. See:

Correcting Erroneous Information Returns, Form #04.001
<https://sedm.org/Forms/04-Tax/0-CorrErrInfoRtns/CorrErrInfoRtns.pdf>

4 4.5. Offer people an “invisible opportunity” to donate their PRIVATE property to a PUBLIC USE, PUBLIC
5 PURPOSE, and PUBLIC OFFICE with the almost magical term “Effectively Connected Income” and never
6 explain that is what it is used for. See:

*Hot Issues: Invisible Consent**, SEDM
<https://sedm.org/invisible-consent/>

7 4.6. Lie with legal impunity about the fact that you are a volunteer by saying it is not voluntary for “taxpayer”, which
8 is ALSO a fictional office and not a human being. See:

Your Rights as a “Nontaxpayer”, Publication 1a, Form #08.008
<https://sedm.org/LibertyU/NontaxpayerBOR.pdf>

9 4.7. Design every IRS form to refer to those filling it out as civil statutory “taxpayers”, such that it is difficult to NOT
10 be a volunteer customer called a “taxpayer”. There is a way around that, which is to define the terms on the form
11 to exclude the statutory context and to be a nontaxpayer who is a victim of criminal identity theft, but you must be
12 sneaky to do this. See:

Avoiding Traps in Government Forms Course, Form #12.023
<https://sedm.org/LibertyU/AvoidingTrapsGovForms.pdf>

13 4.8. Refusing to use or allow the use of any legal status or civil status that acknowledges the right to NOT consent and
14 not participate, such as the following:

My Preferred Pronouns, SEDM
<https://sedm.org/my-preferred-pronouns/>

15 4.9. Calling or penalizing everyone as “frivolous” for using any of the above preferred pronouns, even though such
16 penalties are clearly ILLEGAL against private people:

Why Penalties are Illegal for Anything but Government Franchisees, Employees, Contractors, and Agents, Form
#05.010
[https://sedm.org/product/why-penalties-are-illegal-for-anything-but-government-franchisees-employees-
contractors-and-agents-form-05-010/](https://sedm.org/product/why-penalties-are-illegal-for-anything-but-government-franchisees-employees-contractors-and-agents-form-05-010/)

17 4.10. Calling everyone a civil statutory “taxpayer”, “citizen”, “resident” on the phone and in our forms and
18 publications, even though they have to volunteer to BE one. See:

Your Rights as a “Nontaxpayer”, Publication 1a, Form #08.008
<https://sedm.org/LibertyU/NontaxpayerBOR.pdf>

19 5. Among those who we deceive or compel into volunteering to be civil statutory “taxpayers”, we then offer two main
20 choices:

21 5.1. STATUTORY “citizens” and “residents”, which collectively are called “U.S. persons” in 26 U.S.C. §7701(a)(30).
22 These fictional offices owe income tax on their WORLDWIDE earnings and can have any obligation attached to
23 them that we want, including but not limited to:

- 24 5.1.1. FATCA reporting.
- 25 5.1.2. Obamacare.
- 26 5.1.3. Social Security.
- 27 5.1.4. Etc.

28 Because mandatory and unavoidable civil obligations attach to these civil statuses, then these statuses must be
29 voluntary and must be offices we create that are our property that we can regulate. These parties are, for all
30 intents and purposes, FULL TIME public officers everywhere they go. These STATUTORY statuses are
31 confusingly similar to the names for CONSTITUTIONAL citizens and residents so that we can essentially
32 deceive people in states of the Union through equivocation into believing that these two things are synonymous
33 so that EVERYONE will falsely believe that an act of birth is an involuntary act of consent to accept the duties
34 associated with a civil statutory office within the government of “citizen” or “resident”. Most people will believe
35 this LIE because they have no legal training in public school. See:

“U.S. Person” Position, Form #05.053
<https://sedm.org/Forms/05-MemLaw/USPersonPosition.pdf>

36 5.2. STATUTORY “nonresident aliens” defined in 26 U.S.C. §7701(b)(1)(B) who are engaged in the statutory “trade
37 or business” excise taxable franchise. These parties are, for all intents and purposes, PART TIME public
38 officers. They are “taxpayers” when they engage in the excise taxable activity of a public office under 26 U.S.C.

1 §7701(a)(26) or when they receive government payments, but otherwise they are “nontaxpayers” and a “foreign
2 estate” beyond the jurisdiction of the Internal Revenue Code under 26 U.S.C. §7701(a)(31). See:

Non-Resident Non-Person Position, Form #05.020

<https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>

3 When it comes to human beings, there are NOT OTHER types of “taxpayers” under the Internal Revenue Code. All of
4 these are mentioned in 26 C.F.R. §1.1-1(a) as being “liable to” but not “liable FOR” the income tax. Are you “liable
5 TO” go to the bathroom today?

6 6. We can then say that you volunteered, usually through legal ignorance and indifference, because:

7 6.1. We offered people a choice of two civil statutory statuses: Full time or part time government WHORE called
8 “taxpayer”.

9 6.2. You chose the one that at least ALLEGEDLY “benefits” you the most, although NEITHER one actually does.

10 6.3. If you volunteered for the “nonresident alien” civil status we also gave you an “invisible opportunity” to in effect
11 DONATE your PRIVATE property to a PUBLIC USE, a PUBLIC PURPOSE, and a PUBLIC OFFICE by
12 calling it “Effectively Connected Income” (ECI) and never defining exactly what it is. Thus, we got your
13 consent, even though you didn’t know that is what we did.

14 6.4. Because you chose or consented by making the choice, we can honestly say the requirement of “consent of the
15 governed” that is the foundation of all just government powers was satisfied, even though the choice was
16 deviously disguised to LOOK involuntary. If you didn’t know that, shame on you! Caveat emptor. We offered
17 you a choice between the lesser of evils and went silent about the THIRD choice: NONE OF THE ABOVE,
18 which in this case is a “non-resident non-person”.

Non-Resident Non-Person Position, Form #05.020

<https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>

19 6.5. We made sure that we NEVER offered you a lawfully executed withholding form that would correctly describe
20 your choice of “non of the above” where there is no tax withholding, reporting, or SSNs required because we are
21 in the business of COLLECTING revenue, and that would undermine and render unnecessary our revenue source.
22 But here is the form for those that want such a form:

W-8SUB, Form #04.231

<https://sedm.org/Forms/04-Tax/2-Withholding/W-8SUB.pdf>

23 6.6. We never made anyone expressly “liable FOR” the income tax except withholding agents on nonresident aliens
24 mentioned in 26 U.S.C. §1461. Everyone else is a volunteer. We can make these people liable FOR such a tax
25 because government property is in their possession and they are STEALING if they don’t “return” it to the
26 national government owner.

27 6.7. We bribed everyone who works with us to threaten you or punish you to shut up if you bucked the system. Since
28 people will always take the least expensive path of least resistance, they had no choice but to use the EASIST and
29 simplest tax form to file, which makes them FULL TIME public officer WHORES for us without compensation
30 and even PAY for the privilege.

31 The process of volunteering is exhaustively documented below. As long as we keep this a dirty secret, our job and our
32 fat retirement check is safe. Three people can keep a secret if two people are dead, so we’ll kill anyone else who learns
33 about this or do the equivalent kind of genocide by taking away all their money and means of sustenance so they will
34 die young or starve to death. That is, after all, what keeps all mouths shut on this Third Rail issue, now isn’t it?

How State Nationals Volunteer to Pay Income Tax, Form #08.024

<https://sedm.org/Forms/08-PolicyDocs/HowYouVolForIncomeTax.pdf>

35 7. To ensure that you never successfully get out of the system, we must BOMBARD you with unaccountable and
36 irresponsible LIES about:

37 7.1. The exit door to our scam. See:

Rebutted False Arguments About the Nonresident Alien Position When Used by American Nationals, Form
#08.031

<https://sedm.org/Forms/08-PolicyDocs/RebArgNRA.pdf>

38 7.2. The meaning or context of terms on our forms and publications:

Legal Deception, Propaganda, and Fraud, Form #05.014

<https://sedm.org/Forms/05-MemLaw/LegalDecPropFraud.pdf>

39 The result of the above is that our unaccountable lies make you a victim of criminal identity theft:

Government Identity Theft, Form #05.046

<https://sedm.org/Forms/05-MemLaw/GovernmentIdentityTheft.pdf>

40 8. Lastly, we never informed you how to avoid all the above by simply notifying you that the entire house of mirrors we
41 tried to trap you in can be documented in a single criminal report on a standard form that you can file with us to correct
42 all of the fraudulent reports, false evidence, and deception in our own records about your tax liability. See:

Identity Theft Affidavit, Form #14.020
https://sedm.org/Forms/14-PropProtection/Identity_Theft_Affidavit-f14039.pdf

1 By instituting the above house of mirrors, we have made you an unwitting PRISONER on the federal slave plantation as
2 described:

How to Leave the Government Farm, Form #12.020
<https://sedm.org/media/how-to-leave-the-government-farm/>

3 Haaa...haaaa...haaa, you fools! Now go back to your cage on the federal plantation and do what you are told, SLAVES
4 and government CATTLE. MOOO!

5 Can you blame us for doing these devious and covetous things? We have to make this thing work because our retirement
6 and our personal financial security depend on it. And by “our” I mean EVERY government employee, officer, or elected
7 official. It has always been an us against them scenario, but we can’t publicly admit that. The public must believe that we
8 work for them, but in fact, the public trust is a sham trust and we are going to take it over primarily for our own personal
9 benefit to make it a “sham trust”. It doesn’t take a “conspiracy” to do this. It just takes a bunch of people working for their
10 own personal financial interest to rig the system to protect and benefit only themselves. These are obviously criminal
11 offenses in violation of 18 U.S.C. §208, 28 U.S.C. §144, 28 U.S.C. §455, etc., but the mafia always protects ITSELF first.
12 As the Chinese proverb goes:

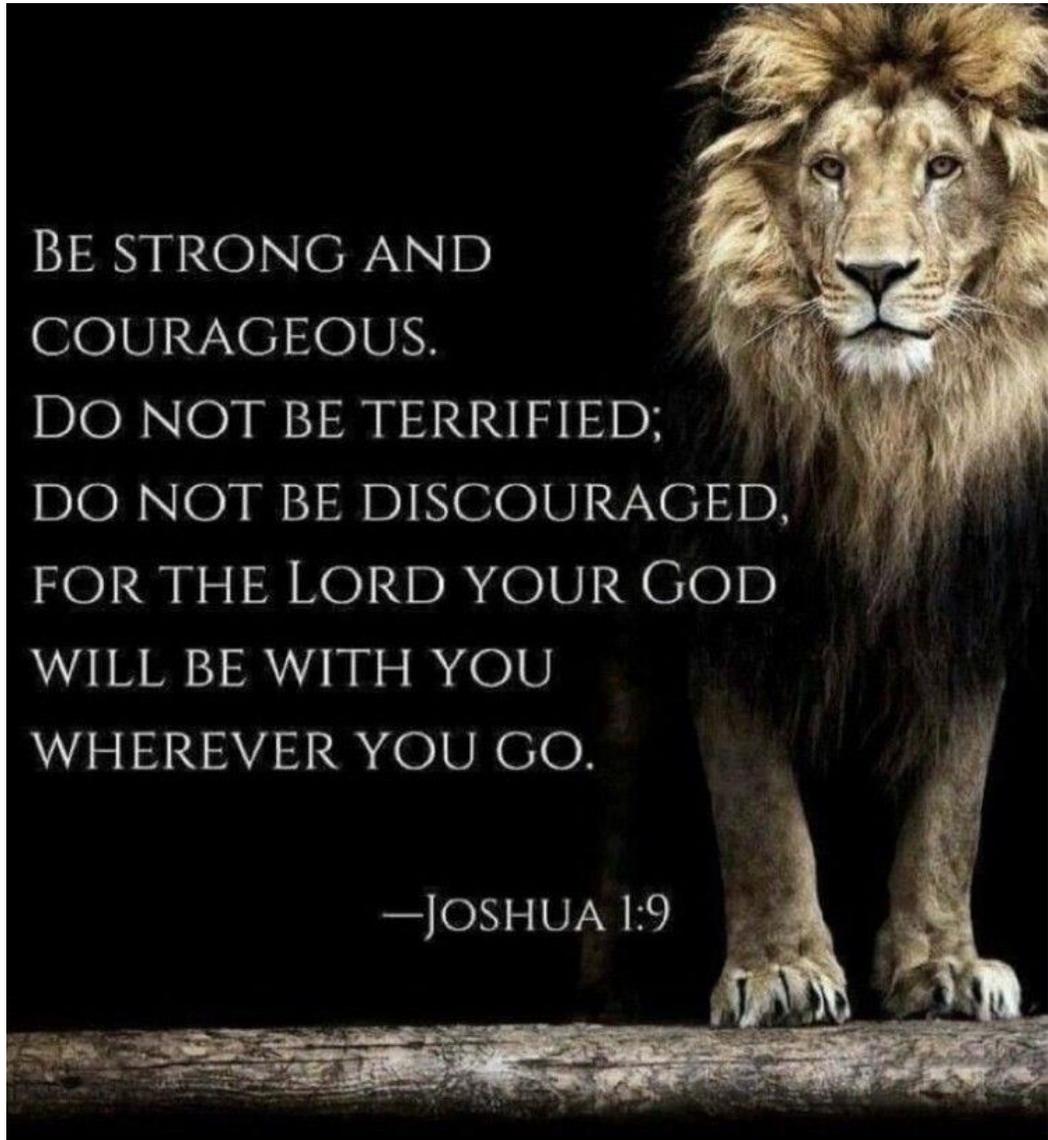
13 *“The mouth which eats does not talk.”*
14 *[Chinese Proverb]*

15 No one who benefits from this is going to say anything about it because it’s a Third Rail issue. The group of people most
16 qualified to say or do something about it in the legal profession are all licensed by us, so they will shut up or lose their
17 license and starve to death. It doesn’t take a global conspiracy to make all this SCAM happen. All it takes is for us to build
18 into this scam at every point a mechanism to ensure that everyone who runs it benefits personally from it and will therefore
19 keep their mouth shut about fixing it. See:

Government Corruption: Causes and Remedies Course, Form #12.026
<https://sedm.org/GovCorruption/GovCorruption.pdf>

20 If you want to fix this corruption, all you have to do is remove all the mechanisms which allow people to BENEFIT
21 personally and economically for doing all the illegal, morally wrong, and harmful things that perpetuate the system. And,
22 you must ensure that in cases against government corruption in court, no attorney doing the litigation needs to identify
23 themselves or have a license, so that they cannot be punished for fixing the corruption and may do so anonymously and just
24 as unaccountably as the government they are litigating against.

25 Therefore, chaos, slavery, and injustice will reign until at least ONE honest man who is not a government or licensed legal
26 profession insider comes forward to do something about it who cares more about justice than he does about a losing a law
27 license, losing a retirement check, being demoted, or being “cancelled” by his or her coworker. That man will do it for
28 something that is greater than ALL men and ALL governments, which is God:



1

2 Self-interest alone would never be enough to motivate a secular person to undertake such a monumental task with so little
3 qualified help and so many detractors who benefit from the status quo. That is also why we must persecute churches and
4 churchgoers by not granting or denying their 501(c)(3) status: To ensure that they will always be in fear so they don't step
5 forward to undertake this task. Does Lois Lerner of the IRS ring a bell? She was never punished for discriminating against
6 and persecuting religious organizations.

7 As long as:

- 8 1. The public remains legally ignorant.
- 9 2. Everyone in the legal profession who can do anything about it is muzzled by a license or selective enforcement.
- 10 3. There is no place to get the FULL truth about this in an actionable way (such as <https://sedm.org/>)
- 11 4. We can continue to LIE with impunity about our misdeeds.

12 . . .then things can never get better and the flow of plunder into our checking account and our fat retirement check can
13 continue.

14 Signed,

15 Charles O. Rossotti

1 Commissioner of the Internal Revenue Service on the date of the hearings

2 **8 Summary of the SEDM approach to lawfully opt out of income tax liability**

3 The list below summarizes the SEDM approach to using the IRS Form 1040NR to lawfully opt out of income tax
4 withholding, reporting, and liability:

- 5 1. Terminate participation in Social Security, which his UNLAWFUL for most Americans. See:
 - 6 1.1. *Resignation of Compelled Social Security Trustee*, Form #06.002
7 <https://sedm.org/Forms/06-AvoidingFranch/SSTrustIndenture.pdf>
 - 8 1.2. *Path to Freedom*, Form #09.015, Section 2
9 <https://sedm.org/Forms/09-Procs/PathToFreedom.pdf>
- 10 2. Change one's civil status with the Department of State and Secretary of State with your state. See:
11 *Legal Notice of Change in Domicile/Citizenship and Divorce from the United States*, Form #10.001
12 <https://sedm.org/Forms/10-Emancipation/NotDivorce.pdf>
- 13 3. Terminate State RESIDENT ID within a specific government where possible, such as Driver Licenses, Real ID, etc.
- 14 4. Close financial accounts opened as a statutory "U.S. person" with an SSN.
- 15 5. Reopen accounts as a nonresident alien without an SSN. See:
16 *About IRS Form W-8BEN*, Form #04.202
17 <https://sedm.org/Forms/04-Tax/2-Withholding/W-8BEN/AboutIRSFormW-8BEN.htm>
- 18 6. Get a USA passport as a state national without an SSN. See:
 - 19 6.1. *Getting a USA Passport as a "State National"*, Form #10.013
20 <https://sedm.org/product/getting-a-usa-passport-as-a-state-national-form-10-013/>
 - 21 6.2. *USA Passport Application Attachment*, Form #06.007
22 <https://sedm.org/product/usa-passport-application-attachment-form-06-007/>
- 23 7. Correct withholding paperwork with employer to replace W-2 with W-8 form. See:
 - 24 7.1. *W-8SUB*, Form #04.231
25 <https://sedm.org/Forms/04-Tax/2-Withholding/W-8SUB.pdf>
 - 26 7.2. *About IRS Form W-8BEN*, Form #04.202
27 <https://sedm.org/Forms/04-Tax/2-Withholding/W-8BEN/AboutIRSFormW-8BEN.htm>
 - 28 7.3. *Federal and State Tax Withholding Options for Private Employers*, Form #09.001
29 <https://sedm.org/Forms/09-Procs/FedStateWHOOptions.pdf>
- 30 8. Go back and correct RESIDENT 1040 filings for as many years as you want. This is done by filing a 1040X and
31 attaching a 1040NR to replace the original 1040 filing.
- 32 9. Regularly correcting false information returns filed against you consistent with the following on a regular basis:
33 *Correcting Erroneous Information Returns*, Form #04.001
34 <https://sedm.org/Forms/04-Tax/0-CorrErrInfoRtns/CorrErrInfoRtns.pdf>
- 35 10. From this point forward, only filing 1040NR, and doing so only in the case where there has been reporting of earned
36 income on information returns, such as the Form 1099, Form W-2, etc. See:
 - 37 10.1. *1040NR Attachment*, Form #09.077
38 <https://sedm.org/Forms/09-Procs/1040NR-Attachment.pdf>
 - 39 10.2. *How to File Returns*, Form #09.074
40 <https://sedm.org/product/filing-returns-form-09-074/>
 - 41 10.3. *Procedure to File Tax Returns*, Form #09.075
42 <https://sedm.org/product/procedure-to-file-tax-returns-form-09-075/>
- 43 11. Whenever corresponding with the government, define all terms in the correspondence and any standard government
44 forms you use to place yourself OUTSIDE of their civil statutory jurisdiction.
 - 45 11.1. The reason why this is described below:
 - 46 11.1.1. *Legal Deception, Propaganda, and Fraud*, Form #05.014
47 <https://sedm.org/Forms/05-MemLaw/LegalDecPropFraud.pdf>
 - 48 11.1.2. *Avoiding Traps in Government Forms Course*, Form #12.023
<https://sedm.org/LibertyU/AvoidingTrapsGovForms.pdf>
 - 11.2. All of our forms attempt to do this.
 - 11.3. This approach is consistent with Jesus' admonition in Matt. 5:25 to be quick to agree with your adversary. That
scripture, by the way, was writing by an EX tax collector, Matthew, who quit his job in disgust when Jesus visited
him in the tax office and called him to repentance! Use the same words and forms so you look compliant but
define the words to place yourself outside their jurisdiction.

1 11.4. The definitions we provide on most forms in effect FLIP the relationship so you become the Merchant, they
2 become the Buyer, and you get to write all the rules governing your interactions with them. This approach is
3 documented in:

Path to Freedom, Form #09.015, Sections 5.5-5.8
<https://sedm.org/Forms/09-Procs/PathToFreedom.pdf>

4 12. When receiving collection notices beyond this point, responding consistent with the following, which emphasizes
5 possession or use of PROPERTY as the origin of the authority to regulate or tax:

6 12.1. *Tax Form Attachment*, Form #04.201

7 <https://sedm.org/Forms/04-Tax/2-Withholding/TaxFormAtt.pdf>

8 12.2. *Using the Laws of Property to Respond to a Federal or State Tax Collection Notice*, Form #14.015

9 <https://sedm.org/using-the-laws-of-property-to-respond-to-a-federal-or-state-tax-collection-notice/>

10 12.3. *Federal Response Letters*, Form #07.301

11 <https://sedm.org/SampleLetters/Federal/FedLetterAndNoticeIndex.htm>

12 12.4. *State Response Letters*, Form #07.201

13 <https://sedm.org/SampleLetters/States/StateRespLtrIndex.html>

14 We DO NOT recommend skipping any of the above steps or doing any of the above out of order. We will not support
15 people who do either of these things, in fact. You are welcome to craft your own version of the above forms, but we have
16 serious doubts about how effective they can be given the low level of legal knowledge of most Americans.

17 **9 Conclusions**

18 It is our experience that not filing a return and just stopping paying income taxes has far more disastrous effects than simply
19 filing the correct 1040NR return for the average state national. Those who are the target of information returns by third
20 parties ultimately will become the target of collection activity if they don't correct those false information returns as a
21 minimum, prosecute the filers, and possibly file a return to reconcile any alleged liability. If a return has to be filed to
22 reconcile liability resulting from these false information returns, the only factually correct approach for the average state
23 national is to use the 1040NR and not the 1040. Even then, an attachment must be provided clarifying the definitions on
24 the standard 1040NR and attachments, and the status of the filer to prevent being connected to the "trade or business"
25 franchise SCAM as documented below:

The "Trade or Business" Scam, Form #05.001
<https://sedm.org/Forms/05-MemLaw/TradeOrBusScam.pdf>

26 Even so, this document should not be interpreted as a promise, assurance, or legal advice of any kind to do or not do
27 anything.

28 Those seeking consultation services in obeying the law on the subject of the filing of a 1040NR return are directed to an
29 affiliate that we make no money recommending:

No Thanks, IRS!
<http://nothanksirs.famguardian.org/>

30 **10 Resources for Further Research and Rebuttal**

31 If you would like to study the subjects described herein further, we highly recommend the following resources:

32 1. We the People Websites

33 1.1. *Give Me Liberty Website*

34 <http://givermeliberty.org>

35 1.2. *We the People Foundation Website*

36 <http://www.wethepeoplefoundation.org/>

37 1.3. *We the People Congress Website*

38 <http://www.wethepeoplecongress.org/>

39 1.4. *Continental Congress 2009 Website*

40 <http://cc2009.givemeliberty.org/>

- 1 2. Background on the Right to Petition
- 2 2.1. *Statement of Facts and Beliefs Regarding the Right to Petition the Government For a Redress of Grievances, We*
- 3 *the People*
- 4 <https://famguardian.org/Subjects/Taxes/LegalEthics/RightToPet-031002.pdf>
- 5 2.2. *The Right to Petition*, Form #05.049-Memorandum of law documenting legal authorities on the right to petition.
- 6 <https://sedm.org/Forms/05-MemLaw/RightToPetition.pdf>
- 7 3. Truth in Taxation Hearing
- 8 3.1. *Tax Deposition CD*, Form #11.301
- 9 <https://sedm.org/product/tax-deposition-cd/>
- 10 3.2. *Tax Deposition Questions*, Form #03.016
- 11 <http://famguardian.org/TaxFreedom/Forms/Discovery/Deposition/Deposition.htm>
- 12 4. How You Volunteer
- 13 4.1. *Third Rail Government Issues*, Form #08.032-issues the government willfully refuses to discuss publicly or in
- 14 court in order to keep you a SLAVE to the income tax.
- 15 <https://sedm.org/Forms/08-PolicyDocs/ThirdRailIssues.pdf>
- 16 4.2. *Citizenship Status v. Tax Status*, Form #10.011
- 17 <https://sedm.org/Forms/10-Emancipation/CitizenshipStatusVTaxStatus/CitizenshipVTaxStatus.htm>
- 18 4.3. *How State Nationals Volunteer to Pay Income Tax*, Form #08.024
- 19 <https://sedm.org/Forms/08-PolicyDocs/HowYouVolForIncomeTax.pdf>
- 20 4.4. *Why It's a Crime for a State national to File a 1040 Income Tax Return*, Form #08.021
- 21 <https://sedm.org/Forms/08-PolicyDocs/WhyCrimefileReturn.pdf>
- 22 5. How to Lawfully Stop Paying Income Tax
- 23 5.1. *Nonresident Alien Position Course*, Form #12.045
- 24 <https://sedm.org/LibertyU/NRA.pdf>
- 25 5.2. *Proof that American Nationals are Nonresident Aliens*, Form #09.081
- 26 <https://sedm.org/Forms/09-Procs/ProofAnNRA.pdf>
- 27 5.3. *Rebutted False Arguments About the Nonresident Alien Position When Used by American Nationals*, Form
- 28 #08.031
- 29 <https://sedm.org/Forms/08-PolicyDocs/RebArgNRA.pdf>
- 30 5.4. *Non-Resident Non-Person Position*, Form #05.020
- 31 <https://sedm.org/Forms/05-MemLaw/NonresidentNonPersonPosition.pdf>
- 32 5.5. *How to File Returns*, Form #09.074
- 33 <https://sedm.org/product/filing-returns-form-09-074/>
- 34 5.6. *Procedure to File Tax Returns*, Form #09.075
- 35 <https://sedm.org/product/procedure-to-file-tax-returns-form-09-075/>
- 36 5.7. *1040NR Attachment*, Form #09.077
- 37 <https://sedm.org/Forms/09-Procs/1040NR-Attachment.pdf>
- 38 6. Rebutted Arguments Against the Content of this Memorandum
- 39 6.1. *Rebutted False Statements About Sovereignty in the News*, Form #08.027-Rebutted false statements about
- 40 sovereignty or our ministry in the news.
- 41 <https://sedm.org/category/rebutted-false-statements-about-sovereignty-in-the-news/>
- 42 6.2. *Frivolous Subjects*, Form #08.026-Subject matters that may not appear in any of our materials because they lack
- 43 evidence to back them up. If you want to talk about these things, you MUST provide evidence that they are true.
- 44 If you don't, your post relating to these issues will be deleted.
- 45 <https://sedm.org/category/frivolous-subjects/>
- 46 6.3. *Flawed Tax Arguments to Avoid*, Form #08.004
- 47 <https://sedm.org/Forms/08-PolicyDocs/FlawedArgsToAvoid.pdf>
- 48 6.4. *Rebutted Version of the IRS "The Truth About Frivolous Tax Arguments"*, Form #08.005
- 49 https://sedm.org/Forms/08-PolicyDocs/friv_tax_rebuts.pdf
- 50 6.5. *Rebutted Version of Congressional Research Service Report 97-59A: Frequently Asked Questions Concerning*
- 51 *the Federal Income Tax*, Form #08.006
- 52 <https://sedm.org/Forms/08-PolicyDocs/CRS-97-59A-rebuts.pdf>
- 53 6.6. *Rebutted Version of "Tax Resister Frequently Asked Questions"*, Form #08.007
- 54 <http://famguardian.org/Subjects/Taxes/FalseRhetoric/TRFAQ/TRFAQ.htm>
- 55 6.7. *Policy Document: Rebutted False Arguments Against This Website*, Form #08.011
- 56 <https://sedm.org/Forms/08-PolicyDocs/RebFalseArgAgWebsite.pdf>
- 57 6.8. *Policy Document: Rebutted False Arguments About Sovereignty*, Form #08.018

- 1 <https://sedm.org/Forms/08-PolicyDocs/RebFalseArgSovereignty.pdf>
2 6.9. *Policy Document: IRS Fraud and Deception About the Statutory Word "Person"*, Form #08.023
3 <https://sedm.org/Forms/08-PolicyDocs/IRSPerson.pdf>
4 6.10. *Rebutted False Arguments About the Common Law*, Form #08.025
5 <https://sedm.org/Forms/08-PolicyDocs/RebuttedFalseArgumentsAboutCommonLaw.pdf>