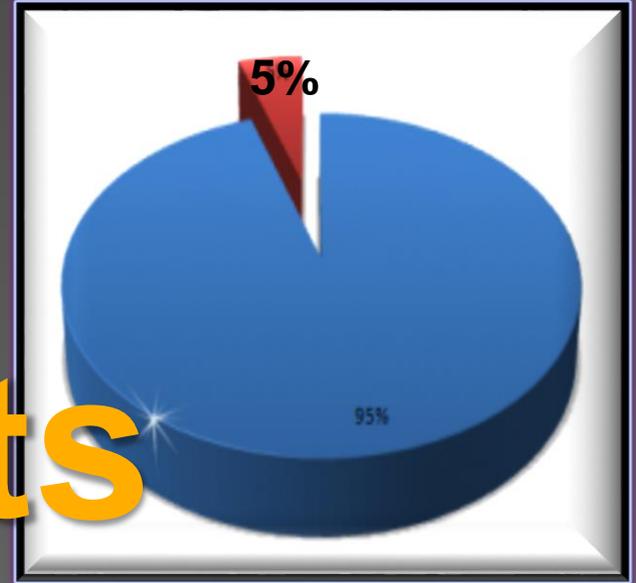


The Corporate Tools to Eliminate Lawsuits & Reduce Your Tax Burden

Your Presenter:

Art McOmber

*United States:
5% World Population*



Lawsuits

*80%-85% of Lawsuits Worldwide
take place in U.S.A*

*Medical Professionals Most Often
Sued Occupation*

A Lawsuit is Born...

Cause: You Often Cannot Control

Motivation: You Must Always Control



Asset Definitions

*High Risk Assets: **Can** Create a Lawsuit*

*Safe Assets: **Will not** Create a Lawsuit*

Corporate America



C-CORP

S Corporation

SOLE PROP

PARTNERSHIP

*Will Protect Assets Inside of the Entity
From an Outside Lawsuit*

Asset Protection: Step 1

Protecting Safe Assets

A person in a dark suit is walking on a red, three-dimensional maze. The maze is composed of several circular paths that lead to a central point. The person is positioned in the middle of the maze, facing away from the viewer. The text 'Family Limited Partnership' is overlaid in white, serif font across the center of the maze.

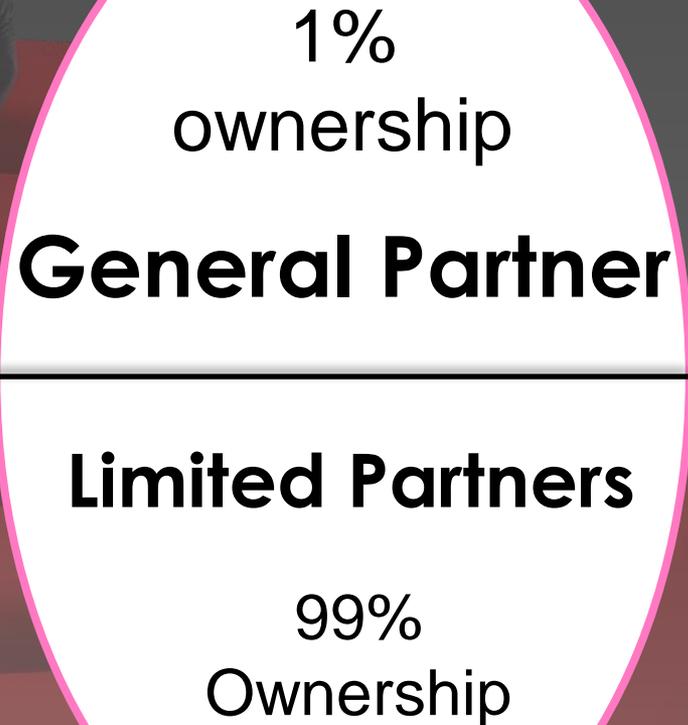
Family Limited
Partnership

Family Limited Partnership

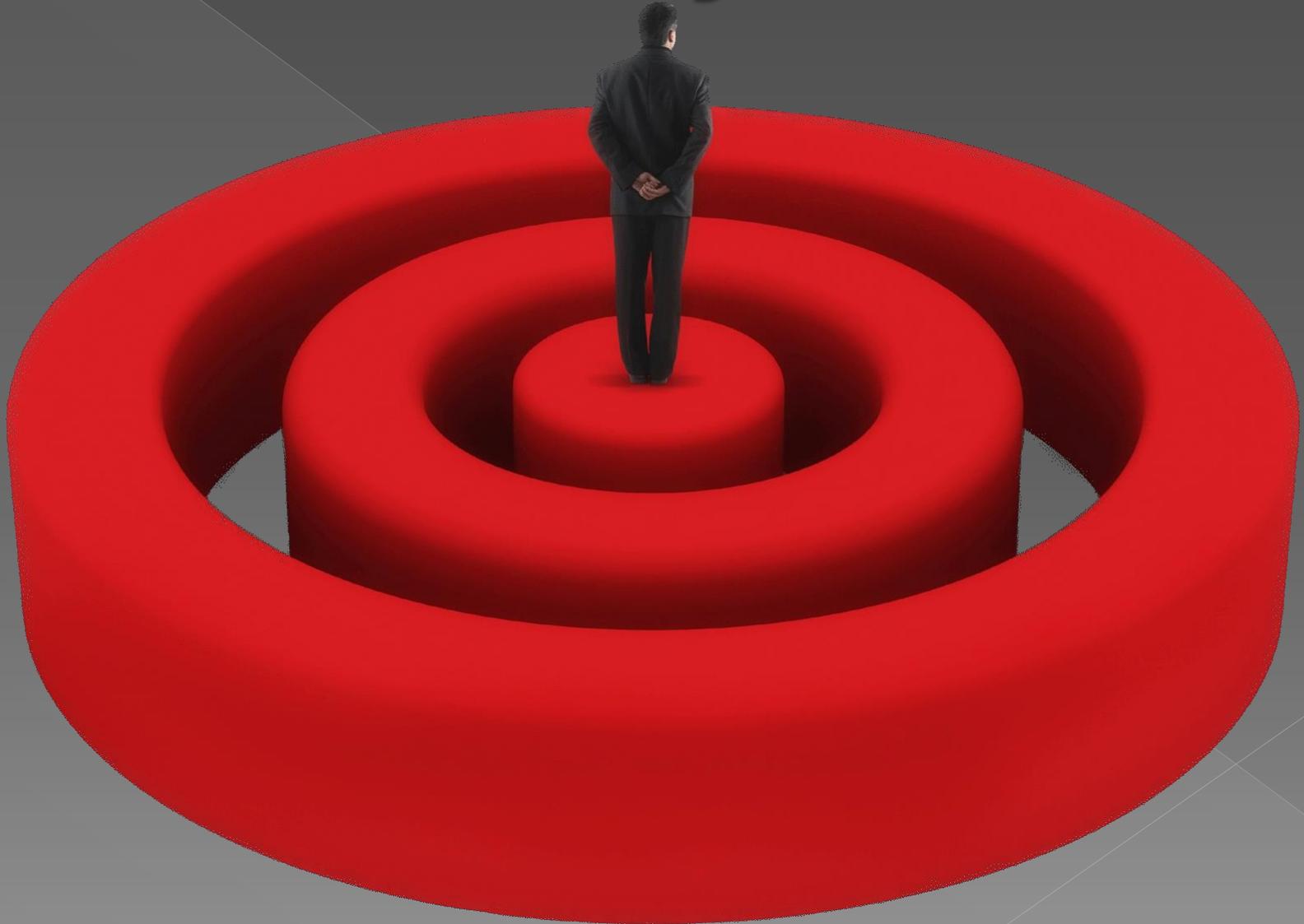
Liability?

GP: **Total**

LP: **None**



Trial Attorney's Answer:



- 
- A person in a dark suit stands with their back to the camera, looking into a large, dark red, circular structure that resembles a charging order or a large letter 'C'. The structure is composed of several concentric rings, creating a tunnel-like effect. The background is a dark gray gradient with a faint grid pattern.
- ⦿ Judge can force a distribution and order the Defendants share of the income to the Plaintiff – Pro Rata
- # The Charging Order

Asset Protection Attorneys changed
the wording. Only the General
Partner can order a distribution –
Non Pro Rata



IRS Ruling **77-137 Translation:**

Plaintiff wins the suit

Plaintiff gets no money

Plaintiff pays taxes on \$ they won't get

WARNING!!!

**Nearly all entities
created in America today
allow a judge to order a distribution.
*Pro-Rata***

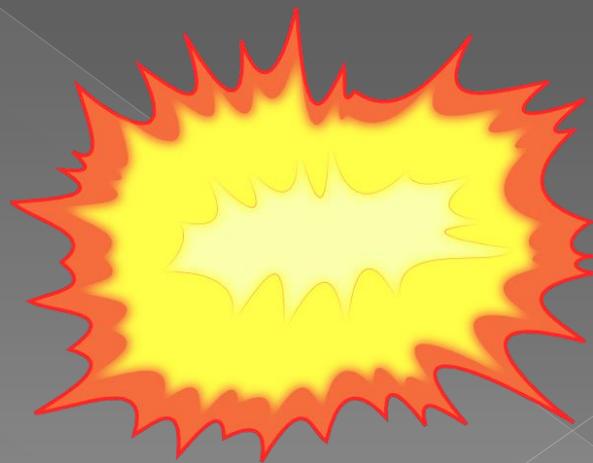
Asset Protection: Step 2

Protecting High Risk Assets

The Limited Liability Company
(LLC)







Corporations Use LLCs To Protect High Risk Assets

- Small Business Owners, Ski Resorts, Retail Stores, Mining Companies, Hotel Chains, Real Estate Owners,



Judges can dissolve LLCs

Create Holding Company

ALASKA



Concerns Regarding Asset Protection

1. **Most Attorneys know little about lawsuit prevention.**

Major Concern with Attorneys

Very few Asset Protection Attorneys



American Bar Association:

*LESS than **.05%** of Attorneys in
the U.S. specialize in Asset Protection.*

Concerns Regarding Asset Protection

- 1. Most Attorneys know little about asset protection.**
- 2. The entities they use are not designed for asset protection.**
- 3. The cost of entity structuring are very high.**

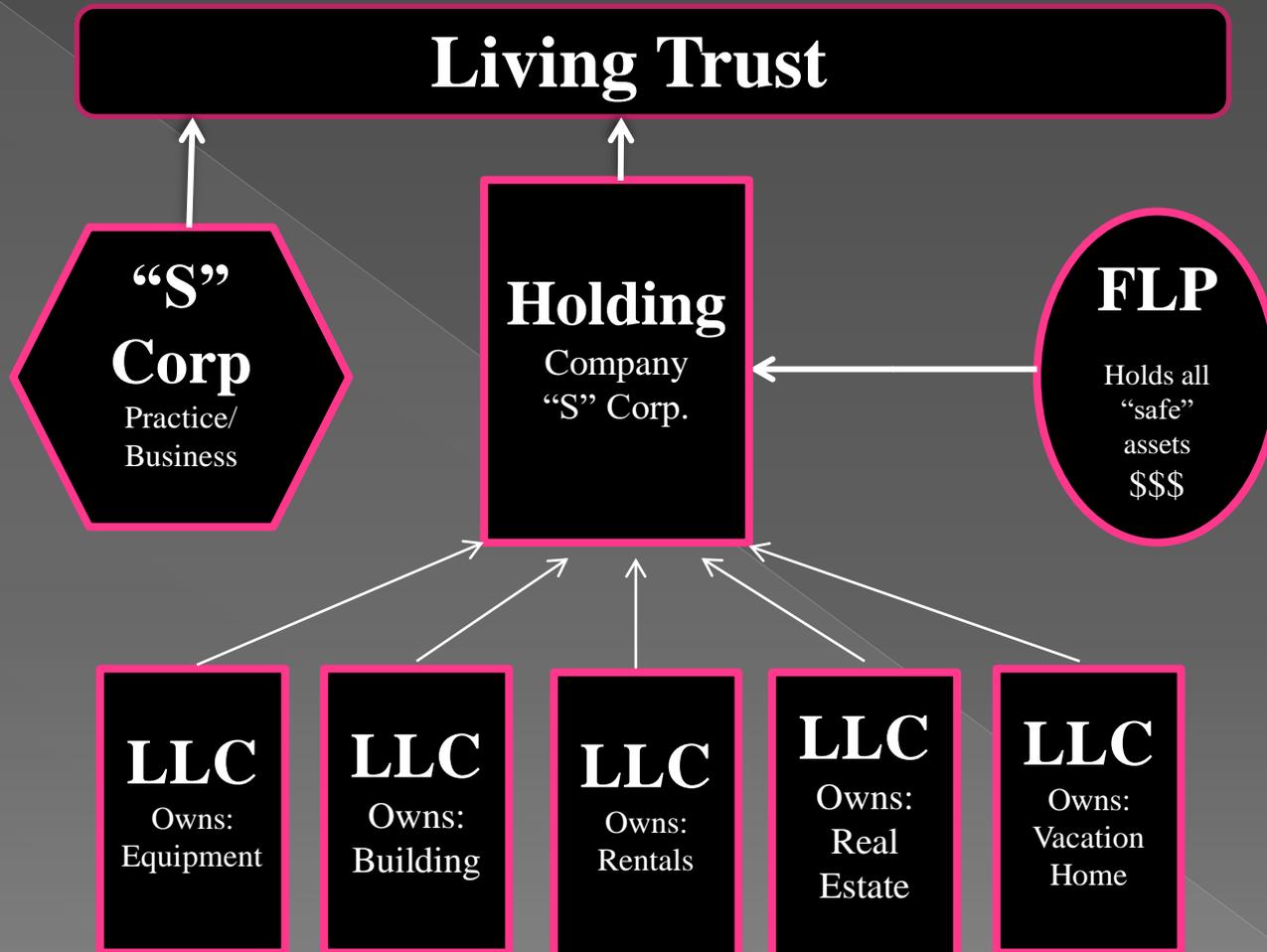
Typical Structures



NOTHING!

What does this structure protect?

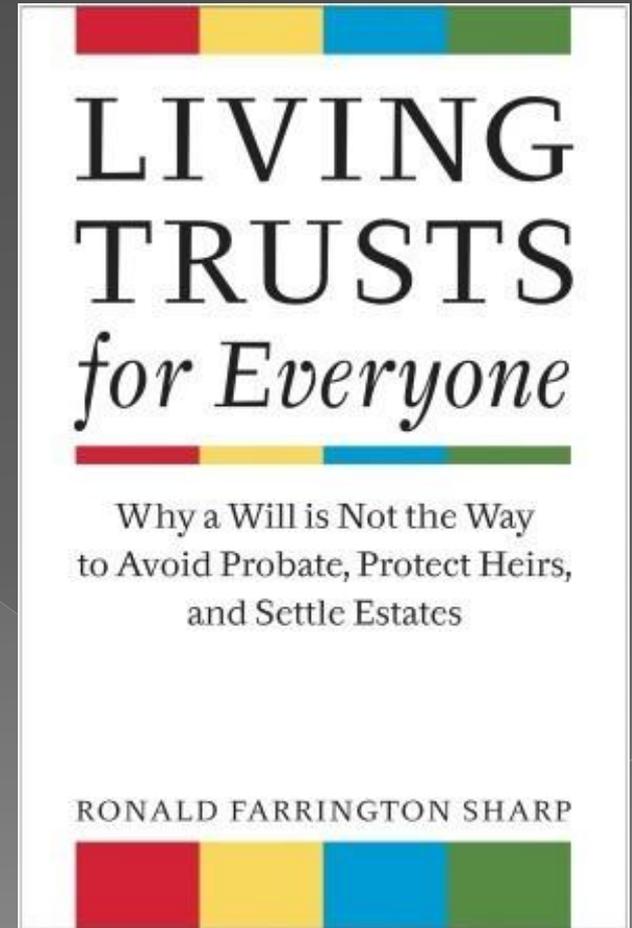
Real Asset Protection Structure



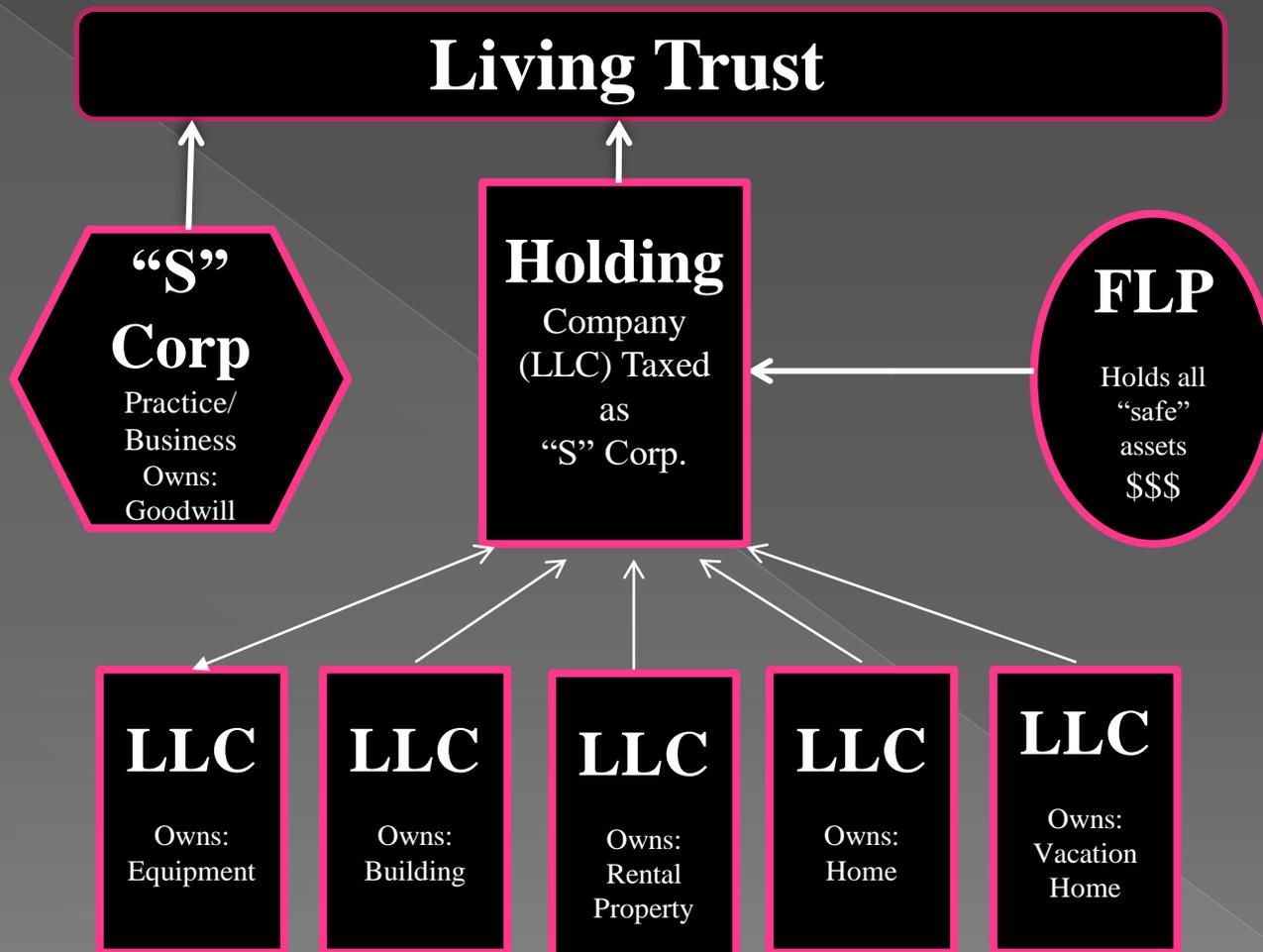
Real Asset Protection Structure

Why Living Trust over Will?

- PROBATE wastes time and effort
- Matter of Public Record
- Probate is Very Costly
- Attorneys the only ones who win

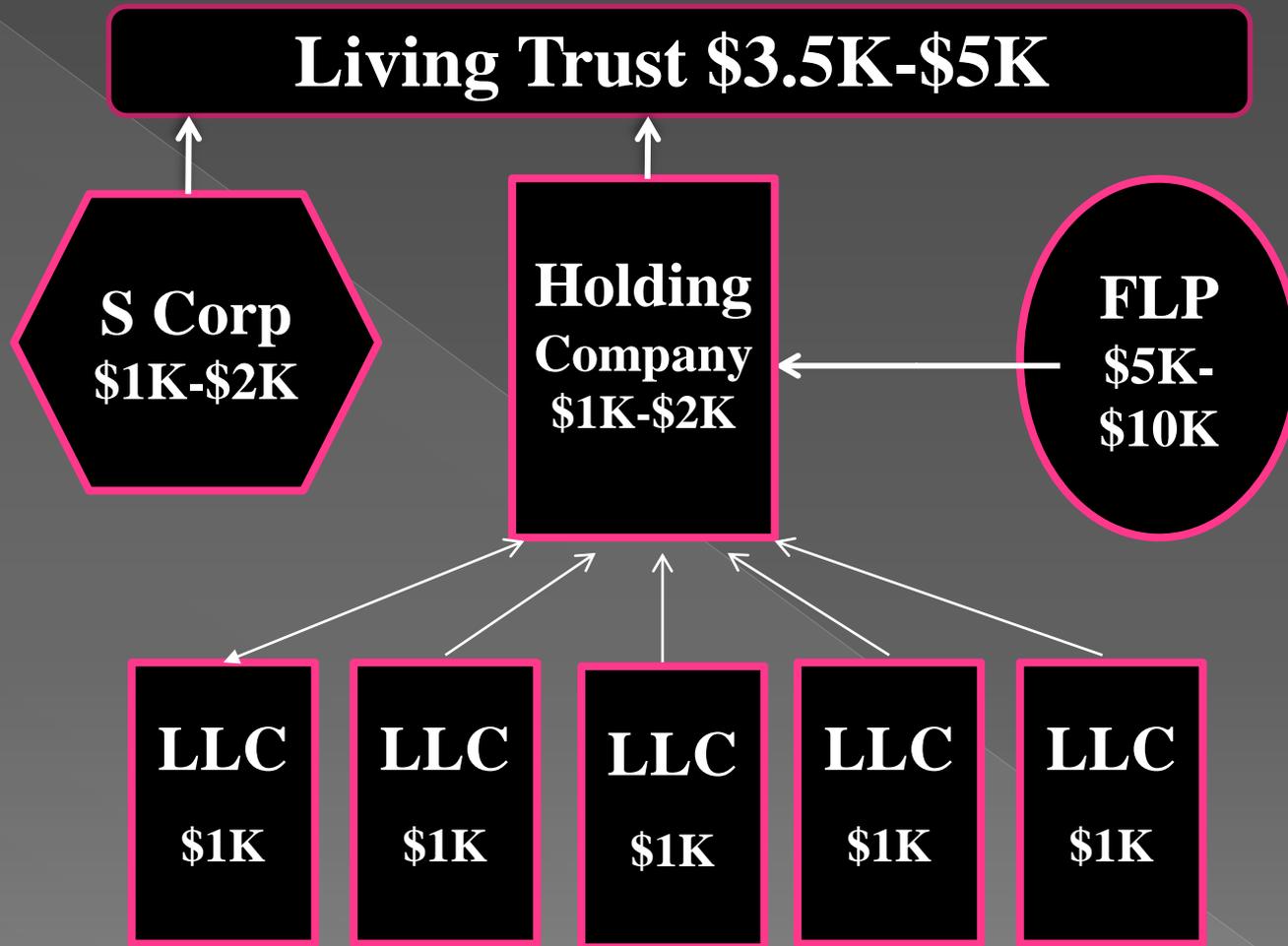


Real Asset Protection Structure



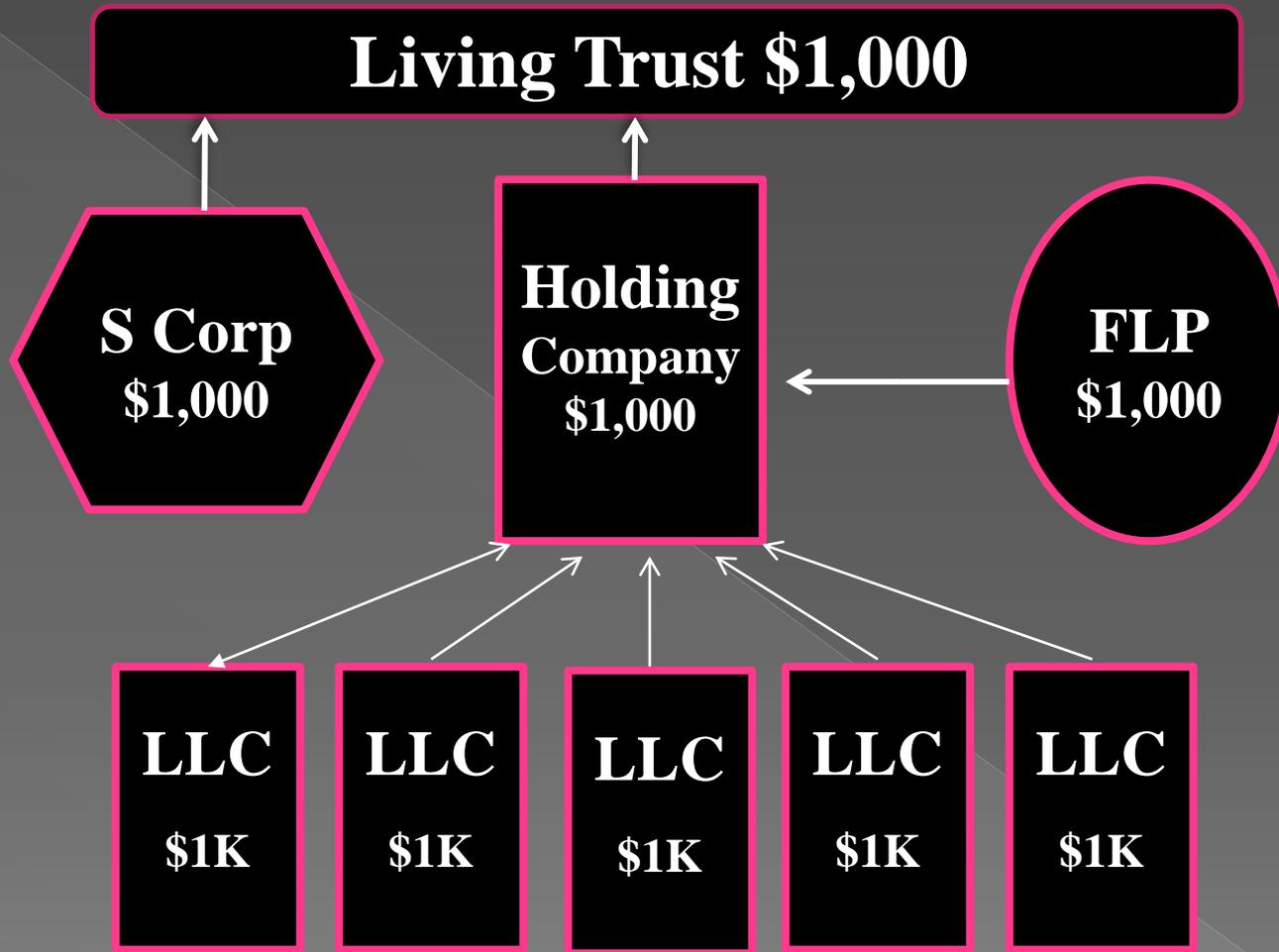
Rock Solid Asset Protection!

Asset Protection Fees



\$14,500 - \$22,000

Legally Mine Flat Rate



All Entities \$1000 Each

S Corporation Helps Reduce FICA Taxes

\$100,000/yr Income x 15% = \$15,000/year FICA Tax

\$70,000 Wage from S Corp x 15% = \$10,500 FICA

\$30,000 Distribution from FLP = **NO FICA TAX**

Savings of \$4,500 per year in FICA Taxes

IRS Code: Section 280a

Rent Your Primary Home 14 Days per Year & the Income is Tax Free

- ◉ Determining Your Rate: Take the rate per square foot of hotel decorated like your home, times the square footage of your home
- ◉ National average of hotel rate = 50c per square foot
- ◉ Example: 3,000 sq/ft home x .50 sq/ft = \$1,500/day x 14 days = **\$21,000**

IRS Code: Section 280a

**Client tax savings with IRC
Section 280a range between
\$6,000 – over \$100K per year.**

Income Shifting Through FLP

College Tuition of \$20K/year
\$20K distribution to Child as LP
They pay taxes at 0% - 5%
You save \$5K - \$7K/yr

Parent's Care Facility \$2K/mo.
Monthly distributions to parents
They pay taxes at 0% to 10%
You save \$6K to \$8,400/yr

1%
ownership
General Partner

Limited Partners

99%
Ownership

Significant Tax Savings

- S Corporation Wage = \$4,500 +
- IRC Section 280a = \$6,500 +
- FLP Income Shifting = \$7,000 +

**Just 3 Tax Strategies
Over \$18,000**



***Turn-key Approach to
implement these
Tools and Strategies***



- 35 Years experience protecting clients
- Over 20,000 successful clients
- A+ rating with BBB
- We spend average 60 hours per client
- You give us 3-4 hours
- Structure completed in 6 – 8 weeks



LEGALLY MINE

Premium Plus

Entity Document Review

Most existing entities have bylaws which are not asset protective.

We will amend these documents and file the amendments with your state.

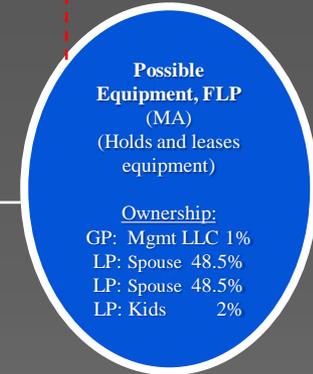
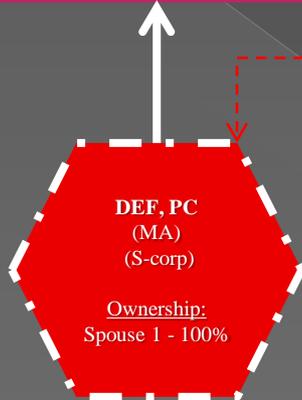
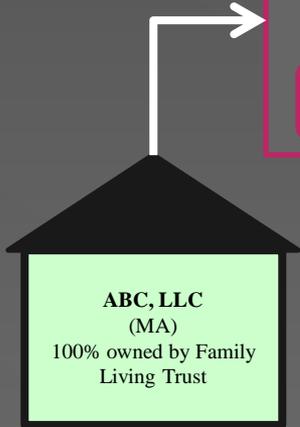


Premium Plus

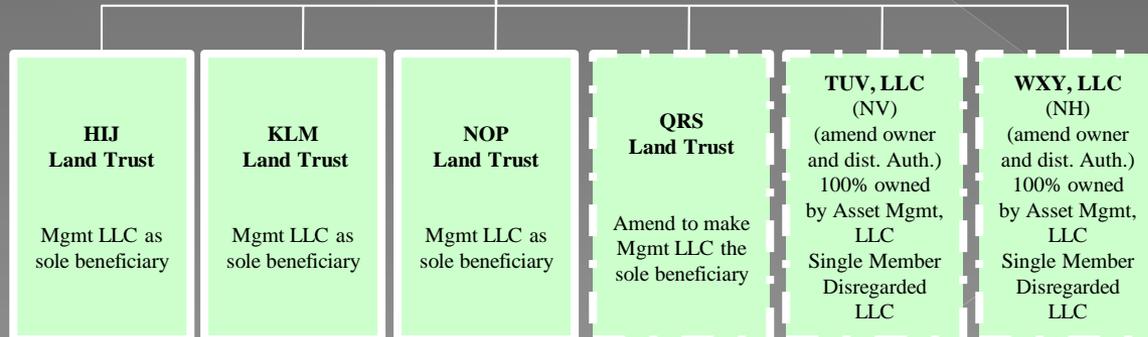
Asset Protection Blueprint

- Questionnaire Finished
- Your Asset Protection Blueprint is created
- 10 Days after questionnaire you will have your Blueprint Review with our attorney

GEDDES ASSET PROTECTION BLUEPRINT



Note: Private retirement plans are exempt except under special garnishment rules regarding child and spousal support.



Premium Plus

Tax Impact Plan

- Prepared by our in house tax strategists and presented to you
- New Tax Impact Plan each year

Tax Impact Explanation

Entity Explanations and Benefits

Entity	Explanation/Benefits
Asset Management LLC	<p>Explanation: This entity is the focal point for asset protection. It is filed in Alaska because Alaska has the strongest, most stable asset protection provisions in the country. As the owner of several other types of entities (e.g., entities that are designed to hold 1) Real Estate, 2) bank and brokerage accounts, 3) equipment, 4) recreational vehicles, 5) firearms, etc.) this management entity acts as a solid buffer between you and your assets. A deduction titled 280(a) under the IRS tax code (renting your home to your business up to 14 days per year) becomes available through this business entity.</p> <p>Benefits: Superlative asset protection for all real and personal property, financial investments, and liquid assets. Expect tax savings of approximately \$11,000 per year (based on annual deductions of \$28,000¹ at a 39% tax bracket) through using tax provision 280(a). Additionally, the cost of the program is a deductible expense. You are allowed to deduct \$2,500 for the first year and the remainder over the course of five years. This would result in approximately \$1,000 of tax savings in the first year (based on a 39.6% tax bracket).</p>
Safe Asset, FLP	<p>Explanation: This Entity is used to protect bank accounts, brokerage accounts, valuable "safe" personal property, and any other "safe" assets (i.e., assets that are unlikely to cause any sort of tangible harm to a third party). The Asset Management LLC serves as the 1% owner and General Partner (GP) of this entity so that all control and liability are taken out of your personal names. The limited partners may include you, your spouse, your children, or any other close friends or family members to whom you provide any kind of financial assistance (e.g., cash, tuition payments, travel expenses, housing costs, etc.). All of these types of financial assistance can be part of a tax savings strategy called "income shifting."</p> <p>Benefits: Superlative asset protection for all bank and investment accounts and valuable personal property (jewelry, artwork, etc.). Up to \$46,000 per year in tax savings through income shifting (based on shifting \$118,000 per year from an individual at a 39% tax bracket to an individual at a 0% tax bracket).</p>

Tax Impact Explanation

Possible Equipment, FLP	<p>Explanation: This entity is used to protect business equipment that has not already been depreciated or is or will be newly acquired. Through this entity, you may depreciate the value of the equipment for a tax deduction, income shift, and/or deduct the lease amount as a business expense for your practice.</p>
	<p>Benefits: Superlative asset protection for business equipment. This entity can also participate in the income shifting amount mentioned in your safe asset FLP section.</p>
Primary Residence LLC (Single Member Disregarded LLC)	<p>Explanation: The purpose of this entity is to isolate and protect your primary residence without adding any increased tax filing burdens. The single-member LLC is entirely owned by the living trust.</p>
	<p>Benefits: Separates your home from other assets to prevent any potential lawsuits from affecting your primary residence. This structure allows you to keep homestead exemptions and capital gains exemptions and still allows you to take advantage of 280(a) (renting your home to your Mgmt LLC or other business entity).</p>
SMLLC (Single Member Disregarded LLC), LLC And Property Land Trusts	<p>Explanation: The purpose of these entities is to isolate and protect each of your real properties without adding any increased tax filing burdens.</p>
	<p>Benefits: Separates real properties from one another to prevent any potential lawsuits from affecting more than one LLC at a time.</p>

Tax Impact Explanation

Entity Establishment Costs

Entity	Cost with Legally Mine
Estate Planning docs	\$1,000.00
Asset Management LLC	\$1,000.00
Safe Asset FLP	\$1,000.00
Primary Residence, LLC	\$1,000.00
First Land Trust	\$1,000.00
Other Land Trusts and amendments	\$0
Total²	\$5,000.00
Estimated Year One Tax Savings³	<u>\$58,000.00</u>

Premium Plus

OBSERVE THE FORMALITIES

Corporate Meeting Minutes

Annual Registration of Entities

Administrative Changes Handled

Premium Plus

Entity Document Review

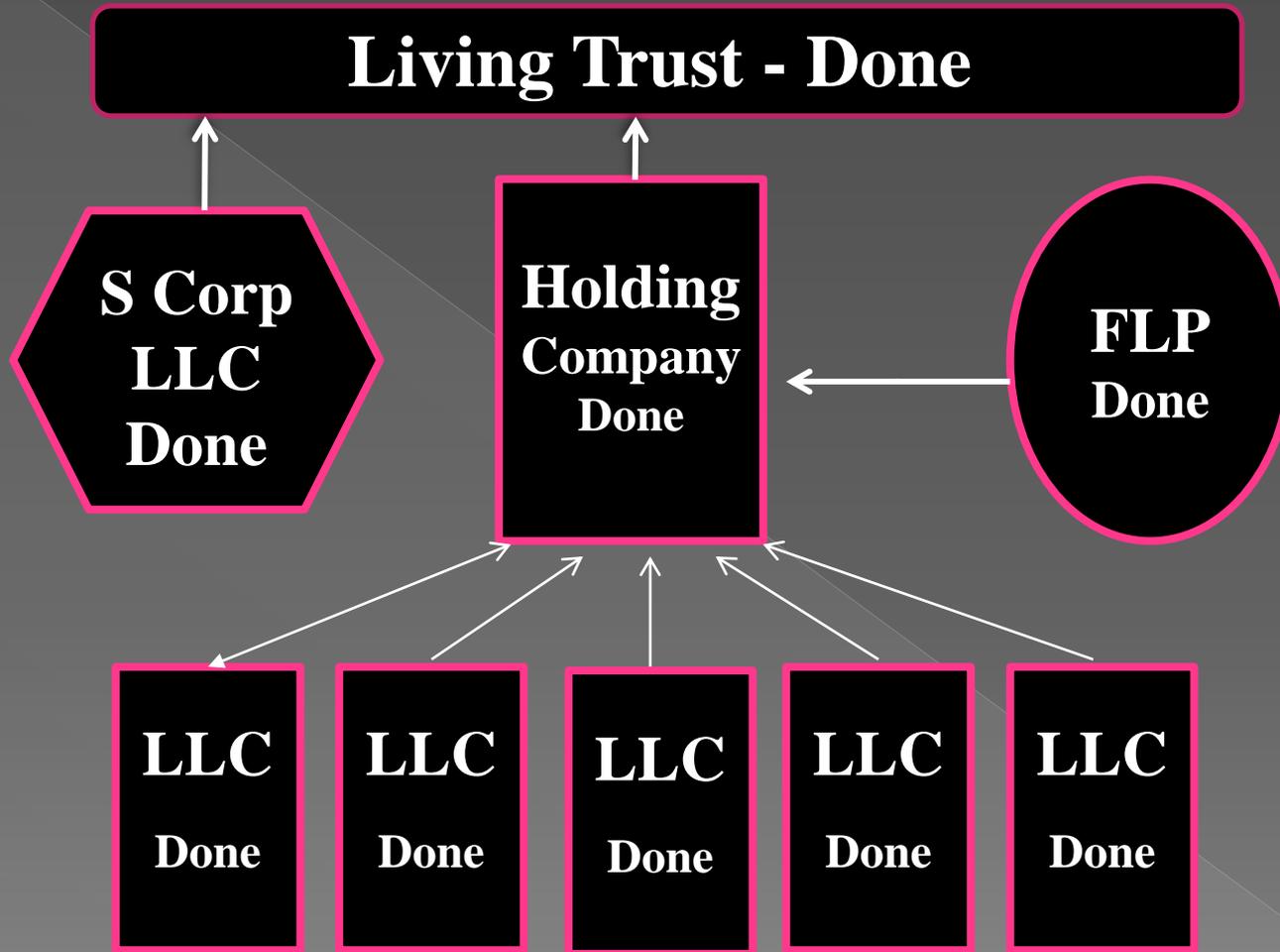
Tax Impact Plan

Formalities Handled

Unlimited Access to our
Attorneys and Tax Strategists

\$150/mo. Puts Us to Work for You

\$6,000 Cap = Unlimited Entities



Blueprint Entities & Future Entities Created
100% Guaranteed ROI

Today's Conference Offer

1. Unlimited Entity Creation - One time \$6K

2. Premium Plus

a. Entity Document Review

b. Tax Impact Plan

c. Formalities Handled

d. Unlimited Access to our Attorneys
and Tax Strategists - \$150/month

100% Guaranteed ROI