The Business Keys to Eliminating Lawsuits, Protecting Your License and Increasing Your Tax Savings

Your Presenter:
Steve Mecham
SGM Asset Consulting, LLC

Legal Problem: Untrained Attorneys

The American Bar Association reports that LESS than .05% of Attorneys in the U.S. specialize in Asset Protection.

A History of Success: The Legally Mine Protection Team

Jay Mitton, Original Founder and “Father of Asset Protection”
Creator of the LLC in 1987 with Wyoming Legislators
Dan McNeff, CEO – Privately Owned and Operated
A+ Rating with the Better Business Bureau

Legally Mine, LLC

Overview

This is our overview. It is important because the information is crucial for understanding the business, its services, and its value.

Ongoing Research

Legally Mine, LLC

Contact Information

Phone: 375-2453
Email: info@legallymine.com

BBB Reason for Ratings

This business is not BBB Accredited.
A History of Success: The Legally Mine Protection Team

Jay Mitton, Original Founder and "Father of Asset Protection"
Creator of the LLC in 1987 with Wyoming Legislators
CEO Dan McNeff – Privately Owned and Operated
A+ Rating with the Better Business Bureau
3-4 Hours on Your Part – between 60-100 Hours invested by us
Our Goal to Have All Completed in 6 – 8 Weeks

US Lawsuits Compared to the World

Medical Professionals are one of the most often sued occupations in U.S.

Epidemic LITICIDE
We are suing each other to death

Victimitis
Every Victim needs a VILLAIN
YOU ARE THE VILLIAN
The Amount of Money You Make is Meaningless if You are Unable to Keep It

Types of Lawsuits

Malpractice and Profession Related Lawsuits

Malpractice Settlement Consequences

You will be reported to the NPDB & DEA

Insurance Premiums Will Dramatically Increase

Investigation Leading to License Suspension or Revocation

Types of Lawsuits

Profession Related – NPDB, DEA, License Jeopardy

Slip and Sue – Bogus Suits Targeting Professionals

Life Happens – Vicarious Liability, Direct Liability, Real Estate, Business Dealings, Accidents
Creation of a Lawsuit…

**Cause:** You Often Cannot Control

**Motivation:** You Must Always Control

---

**Assets Needing Protection**

*High Risk Assets – Can Cause Lawsuits*

*Safes Assets – Not Likely to Cause Lawsuits*

---

**Protecting Safe Assets**

**Family Limited Partnership**

Strangi v. Commissioner Of Internal Revenue, No. 03-60992, July 15, 2005.

---

**Liability?**

- **GP:** General Partner
  - 2% Ownership
- **LP:** Limited Partners
  - 98% Ownership
- **Total:** None
Legal Purpose?
Safe Asset Protection

Money
Jewelry
Investment Portfolio
Art Work

Family Limited Partnership
Business Entity

General Partner 2%
Limited Partners
Spouse 49% Spouse 49%
100%

Trial Attorney’s Answer:
Create Loopholes and Laws, Like the Pro Rata Distribution Clause, to Get the Assets out of the Protective Entities

Passed in Each Individual State
Gave a judge the right to force a pro-rata distribution and order the defendants share of the income to the plaintiff.

The Charging Order
NON-Pro-Rata Distribution Clause stipulates that only the General Partner can order a distribution
IRS Ruling 77137
States:
A plaintiff using the charging order will have to pay income taxes on any monetary judgment even if there is no distribution from the defendant.

The Revenge Clause
The Limited Liability Company
Protects High Risk Assets from Outside Lawsuits

Protective Holding Company
Alaska
AK Stat. § 10.90.390; § 32.06.704

Typical Business Structure

What does this structure protect?
Importance of the Living Trust

Why Living Trust over Will?
- AVOID PROBATE
  - Waste of Time and Money
  - Matter of Public Record
  - Very Costly

True Asset Protection Structure

Living Trust

Holding Company: “S” Corp.
- Protects LLCs from Judges

Your Business Inc.
- LLC Owns Equipment
- LLC Owns Building
- LLC Owns Property
- LLC Owns Home
- FLP Holds all “safe” assets $$$

Prevents Most Lawsuits From Even Starting

Attorney’s Fees for Entity Creation

Living Trust $6k to $10k

“S” Corp $2,000

Holding Company $2,000

FLP $7k - $10k

MGMT Company $2,000

LLC $2k

LLC $2k

LLC $2k

LLC $2k

Attorneys Charge over $30,000
Your Business Inc.

Living Trust

Your Business Inc.

Holding Company

"S" Corp.

Protects LLCs

From Judges

LLC

Owns Equipment

LLC

Owns Building

LLC

Owns Property

LLC

Owns Home

FLP

Holds all

"safe"

assets $$$

Our Flat Rate Fee

= $1,200 Each

**True Asset Protection Structure**

The Burden of Over-Taxation

“It is the responsibility of every American citizen to ensure she/he does not overpay their taxes.” IRS

Raise your hand if you know you have overpaid your taxes at least once

Personal tax reduction strategy savings will pay for your asset protection

---

**The Burden of Over-Taxation**

“Raise your hand if you know you have overpaid your taxes at least once.” IRS

Personal tax reduction strategy savings will pay for your asset protection

---

**Income Shifting**

*Help Kids Pay for College

$30k distribution to Children as LPs

Most Students are at 0% tax bracket

You Save Thousands in Taxes

*Minors $6,300 per year

---

**IRC Section 280a(g)** -

Your Corporations Can Rent

Your Primary Home

14 Days Per Year

Income is 100% Tax Free

$2,000/day x 14 days = $28,000 tax free

Tax Free Income to you and a Deduction for Your Taxes, Saving You Thousands of Dollars

---

**Income Shifting**

*Help Kids Pay for College

$30k distribution to Children as LPs

Most Students are at 0% tax bracket

You Save Thousands in Taxes

*Minors $6,300 per year

---

**Family Limited Partnership**

*S-Corp Management Co.,

General Partner 2%

Limited Partners

Spouse 48%

Spouse 48%

Child 2%

100%
Step 1: Premium Plus Service
A Team Approach to Your Protection

1. DOCUMENT REVIEW, ASSESSMENT & AMENDMENTS
2. YOUR ASSET PROTECTION BLUEPRINT

Drs. GEDDES ASSET PROTECTION BLUEPRINT

Step 1: Premium Plus Service
A Team Approach to Your Protection

1. DOCUMENT REVIEW, ASSESSMENT & AMENDMENTS
2. YOUR ASSET PROTECTION BLUEPRINT

Strategic Healthcare License Defense
SHIELD

Phase 1 – Reporting Control – Eliminates Report to NPDB, DEA
Phase 2 – Incident Control – Reduce State License Board Exposure
Phase 3 - Reputation Control – Contracts, Protocols, Protect Against State Board & Peer Review Complaints

Dr. Ben Dyches – “Protective legal layers will shield your license from board investigations.”
We also oversee HIPAA Compliance
Step 1: Premium Plus Service
A Team Approach to Your Protection

1. ENTITY REVIEW, ASSESSMENT & AMENDMENTS
2. ASSET PROTECTION BLUEPRINT
3. SHIELD MALPRACTICE LICENSE PROTECTION
4. MANAGEMENT OF YOUR ASSET PROTECTION (minutes, renewals, registrations…)
5. HIPAA COMPLIANCE OVERSITE
6. PERSONAL TAX-REDUCTION STRATEGIES

Tax Reduction Strategy

<table>
<thead>
<tr>
<th>Entity</th>
<th>Estimated Tax Savings</th>
</tr>
</thead>
<tbody>
<tr>
<td>Asset Management LLC</td>
<td>$7,400.00</td>
</tr>
<tr>
<td>Working with the Family Limited Partnership</td>
<td>$27,030.00</td>
</tr>
<tr>
<td>College Fund</td>
<td>$9,300.00</td>
</tr>
<tr>
<td>S Corporation LLC Salary Pay</td>
<td>$12,000.00</td>
</tr>
<tr>
<td>Other Land Trusts and LLCs</td>
<td>$2,500.00</td>
</tr>
</tbody>
</table>

**Estimated Year One Tax Savings:** $58,500
2. DOCUMENT REVIEW, ASSESSMENT, & AMENDMENTS
3. YOUR ASSET PROTECTION BLUEPRINT
4. MANAGEMENT OF YOUR ASSET PROTECTION (minutes, renewals, registrations…)
5. HIPAA COMPLIANCE CONDUCTED
6. YOUR TAX-REDUCTION STRATEGIES ARE IN EFFECT
   Cost of $300/month ($3,600 for the year)

---

Our Team Working For You
Your Living Trust is completed and your legacy is PROTECTED
Your High Risk Assets: Business, House, Real Estate, Boats, Equipment... PROTECTED by LLCs
Your Safe Assets: Money, Jewelry, Investment Portfolios... PROTECTED by Family Limited Partnership
Your License to Practice Medicine and you HIPAA Compliance... PROTECTED by SHIELD
Your Personal Tax Reduction Strategy, BIG tax savings every year after COMPLETED by our Tax Strategists
You are our client and you get sued...we get the lawsuit DROPPED

---

Step Two: Creation of Your Asset Protection Entities
Average Attorney’s Fees Over $30K
Our Flat Rate Fee is $1,200/Entity
Most Clients Need Minimum of 5 Entities = $6,000

---

Today’s No-Brainer Agreement
Premium Plus Service
Existing Entity Review/Ammend
Blueprint & Personal Tax Strategy
SHIELD License Protection/HIPAA
Access to Attorneys, CPAs, Estate Planners
Total Investment:

Premium Plus Service $1,800 ($150/month for the year)
Unlimited Entity Creation $6,000 (One Time Payment)
Unlimited Lifetime Entity Creation Covers You and Spouse for All Needs
All Entities are Properly Created - Non Pro Rata and Asset Strong
Infinite ROI
THANK YOU!!