

The Generational Sovereign Reset

American Wealth Realization & Debt Repatriation — voluntary Roth conversion at scale for debt reduction and Social Security solvency.

Red, White & Blue · Handout v1.05 U.S. Senate · bipartisan · any state, any caucus

PROBLEM (2026)

- Debt service is crowding out other national priorities; interest expense trajectory is unsustainable.
- Public debt on the order of ~\$39T; significant share held abroad — interest leakage overseas.
- Social Security OASI reserves face exhaustion around ~2032, with large benefit cuts absent reform.
- Waiting decades for RMD-driven taxes lets **compound interest** on debt outrun deferred revenue.

MECHANISM

- Pull-forward incentive:** Time-limited tax credit (illustrative: ~3%) for accelerated pretax → Roth conversion — a “valve” on participation.
- Pocket of capacity:** ~\$49.1T in pretax retirement assets; ~85% subject to RMD dynamics over time (~\$41.7T in motion).
- Illustrative rate:** ~31% effective (e.g. 34% less 3% credit) — holds rate certainty for households while realizing Treasury receipts earlier.

BEFORE · DURING · AFTER BBTD (illustrative shapes — not a forecast)

Roth conversion receipts → debt buy-down + interest relief + OASI reserve top-up

Flow applies to both charts below: same conversion pool funds debt reduction and trust-fund reinforcement (illustrative).

National debt stock — 50 yrs + BBtD @ 2026 + 10 yrs (indexed)

50 debt / balanced budget (target) !

Heavier debt hangs lower — illustrative index, not Treasury literal

1976 2001 2026 BBtD 2036

Chart is a **teaching shape**: five decades of rising indexed debt, **2026** policy break, not CBO/JCT. “~25%” = **step** toward zero from pre-reset peak; **2036** = continued approach under scenario assumptions.

OASI — trust-fund runway (50 yrs → BBtD reset → 10 yrs out)

Stronger reserve / runway →

Indexed strength — illustrative, not SSA trustees’ tables

1976 2001 2026 BBtD 2036

Line = illustrative **OASI reserve / runway strength** (higher on the chart = healthier). Decades of drawdown approach the red-tinted **depletion / cut-risk** band; **2026** marks a policy **reset**, not a forecast from SSA.

TURN BACK

Baby Boomers can turn back the clock.
Conversions support **both** panels (debt left, OASI right). Hinge: **2026**. Illustrative only—not CBO, JCT, or trustee projections.

ILLUSTRATIVE FISCAL SCALE (scenario — not a score)

Assumption / outcome	Order of magnitude
100% of pool converts at ~31% effective	~\$15.2T federal receipts (modeled)
~65% aggregate uptake (illustrative)	~\$9.9T receipts
Apply ~\$9.9T to debt @ ~4.2% avg coupon (illustrative)	~\$415B/yr interest relief (orders of magnitude)
Direct ~\$2T tranche to OASI (illustrative)	Material improvement to trust-fund horizon

BIPARTISAN FRAME

Fiscal conservatives: debt repatriation, lower interest drag, Roth as longer-horizon domestic capital.

Progressives: SSA solvency, affluent households pay most of immediate conversion tax, middle-class path away from forced RMD income and cut risk.

Figures are author scenario math for discussion; formal legislation would require JCT/CBO scoring, behavioral uptake models, and transition rules. Working title: American Wealth Realization & Debt Repatriation Act.

Generational Sovereign Reset Balanced Budget Amendment

Amend the Constitution so **spending cannot outrun revenue**. BBtD funds the reset; the BBA **locks the line** so debt does not refill. Policy intent for discussion — not draft legal text.

Printed summary for policy discussion · Not official government communication · Editorial opinion of the founder; not FFVCoin.org Foundation policy · **Red, White & Blue** framing — debt relief and Social Security solvency as American problems, not partisan property. Suitable for any Senate office (leadership, Finance, state delegations): e.g. **Schumer, Fetterman**, colleagues across the aisle and country.