The original documents are located in Box D13, folder "House Speech Tax Bill, June 28, 1950" of the Ford Congressional Papers: Press Secretary and Speech File at the Gerald R. Ford Presidential Library.

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to so for it goes too she in new instances while in other energy to so for it goes too she in new instances while in other energy too so for it code; the news instance to all about the approved.

I intend to vote for N.-N.0000 on final passage but it is also by intended to approved.

Intend to vote for N.-N.0000 on final passage but it is also by intended to approved.

Intended to appoint the motion to approviding, of energy, each a matter contains the providing of energy mach a matter contains the providing because to approviding the providing.

This locislation uninobtodly will not be entirely actionsolver to sungrestances in Newt and Ottoms Counties. In the time this bill becomes low, if it does, the tex selief may be "bee little and too late" to nave many enterpretates small bentaneous oto have been conficting price realitioned in the reteal backages for every meaths. It is regretiable that the Alebantan too below and chiegopha and called off until this hate bear encine ten relief when it was perfectly chrises that verters considering tag concerns and their workers were malfering because our oltions throughout the notion could not efford to pay the cost plus the gookbittive federal excise terms on the affected numberation and newtons wanted and norded. The working imposed results toping about home been reduced or recorded muchy in 1949 during the first sension of the Siet Congress. The Resublikeous members of the Newse Committee on Years and Peans on at least two consistes attentions are depote as depos and lands out that it anch cocustos unos relected as a strutche party voto with the homesuite Porty recharges as record against immediate conice ton reliaf. As a cancerpence of the reducity party estion or lask of action inversable

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both rotal and marriades to occur, western here test jobs, besteress, both rotal and marriades tooms become, here considered of existence of these excountwally high consumer tests. In addition, commons have functions produced tooms they just contact pay the patent with these probabilities tooms industry big too blace for the delay sales agreedy on the checkson of the majority marry loodership.

of the condition to include a previous similar to a bill introduced by on in James, 1930, enough 5.2.4015. Under our existing follows ton last the condition are exceptive as a subject to a bill introduced by the other words are coveredly possitived if and when a subject a sold. In other words, today if a been comer solls at a price above his cost he must pay a tex on the gale, but if the news home evens calls his residence for a loss, he gots as are able for this loss on his income ton puttern. There is no justification wholesower for the continuation of this uniter and inscribed transmiss of such trunscrition.

This provious is our tom code has astually contributed to the hondry shortage throughout the matter. The following emoupt from a letter massived by no sate forth what has happened becomes of the anasting law in this request.

dor \$4000.00. It is an alght-room become, much too large for us atmost our children have ladt. To one in unjoint need of a smaller bear, or an aged alater has come to live with us the is enfiltering from an incomble distance.



"We could not now home for around 00000.00, and it will once he all of that to her another. Int the government maps the difference between what was path and what it colls for foday is *profit*, and takes a huge alone as a "copital gain".

"I am more that there are many follow of our age (so are both sing-dive) who are having the same problem, and would be glad to let follow with growing familiaes have their too-longs become to being up their familiae in."

In addition may other eitiens are penalised through as dutit of their our when they are demed to save from an otty to another for business reasons. For ecuspte, if a was lives in Chinase where he came a home for which he puid (50,000 and he is termedorsed by his company to Grand Supidia, he must eath the Chinase realisance. Assume that he make for the next eath the Chinase he is liable for a capital gain on this termedotion. Them he came to Smuch Supide to establish a home for his sunity he must again buy a realisance. If he pays (10,000 for his new realisance, he is insight to be a realisance for matter, when the cover though in realising he is ataly contemplay can been for morther, this obvious injustion is compounted and cade the worse when you realise that if he exectedly is forced to sail for a less so deduction in allowed in his enterpressed that returnes.

ni-ni-600,5 or a similar provision will once day be a part of our follows that logislation. The mosts is much that it cannot be immed for long. Ni-ni-600,5 provides that if a tampaper uses funds during from the onle of the ham for the provides of mother weeklends, no guin while to provided for the provided out in many derived from the sale

is used for the purchase of the new home. Any profit not used for the purchase of a new home, under the bill, would be tamble as before. It is difficult to see thy such a provision was not acceptable to the committee.

in conclusion, I wish to go on record as favoring excise text repeal without any additional terms of any sert. This procedure could have been followed if the President and his party landors had node a sincere effort to reduce follows expenditures, however, under the eigenstances, where there is no alternative because of the "gag" rule procedure, I shall expect the pending legislative proposal incomes as the desirable good provisions for outweigh the bill's bed foatures.



to me for it goes too for in some instances while in other cases the relief is indequate. Herever, under the electroteeness and despite the proposal's lackings, I feel the committee's bill should be approved. I intend to vote for H.R.8920 on final passage but it is also by intention to support the motion to recensit providing, of course, such a motion contains the provisions heretofore released to the members of the character.

This legislation undoubtedly will not be entirely satisfactory to sumy citizens in Ment and Ottawn Counties. By the time this bill becomes low. if it does, the tax relief may be "too little and too late" to nave many enterprising small businessess who have been combatting price remistance in the retail business for many menths. It is regrettable that the Administration leadership has stalled off until this late hour enrice ter relief when it was perfectly obvious that various commincturing concerns and their workers were suffering because our citisons throughout the nation could not afford to pay the cost plus the problittive Sederal ampies tames on the affected merchandise and services vantos and needed. The mortine imposed control beauth have been reduced or repealed marky in 1949 during the first sension of the Slat Congress. The Republican members of the Neuse Committee on Magn and Rooms on at least two commisse attempted to force such legiclative action but on each eccusion were rebuilfed on a straight party veto with the Democratic Purty reshorm on record aspinst immediate conice ton relief. As a consequence of the enjority party action or lack of action irrepared to the

both rotall and magnifesturing concerns, have gone out of emissions or have suffered transmisses leaves because of the continuation of these emperaturity high communer taxes. In addition, communer have foregone purchases because they just contact pay the prices with these probabilities taxes included. The blaze for this delay falls againsty on the choolders of the majority party leadership.

of the committee to include a provinted similar to a bill introduced by me in Jermany. 1950, namely 8.8.6015. Under our existing federal text laws here emers are severely possited if and then a residence is sold. In other words, today if a home owner solls at a price above his cost he must pay a text on the gain, but if the some home owner colls his residence for a loss, he gets so credit for this loss on his income text return. There is no justification whotever for the continuation of this under out inequitable treatment of such transactions.

This provision in our tox onds has actually contributed to the housing shortage throughout the nation. The following except from a letter received by no sets forth what has happened becomes of the existing law in this regard -

for \$1000.00. It is an eight-room house, much too lange for us since our children have left. We are in ungent mod of a smaller have, as an aged sister has some to live with us who is suffering from an incumble disease.



will cost us all of that to buy another. But the government mays the difference between what was paid and what it malls for today is "profit", and takes a huge also so a "capital gain".

"I am sure that there are may folks of our age (we are both sixty-dive) who are having the same problem, and would be glad to lot folks with growing families have their too-large homes to bring up their families in."

In addition may other ditions are possized through so must of their our when they are forced to move from one city to another for business reasons. For example, if a man lives in Chicago where he came a home for which he paid (10,000 and he is transferred by his company to Sani Repide, he must call the Chicago residence. Assume that he calls for \$12,000. Under the present text have he is liable for a capital gain on this transaction. Then he cames to Grant Repide to cotablish a home for his family he must again buy a residence. If he pays \$12,000 for his new residence, he is inequitably possited toxwise even though in reality he is simply embanging one home for mather-wise even though in reality he is simply embanging one home for mather-whis obvious injustice is compounded and make for women when you realize that if he eventually is forced to sail for a less no deduction is allowed in his ambengment text returns.

M.R.6815 or a similar provision will once day be a part of our federal ten legislation. Its north is each that it cannot be ignored for long. N.R.6815 provides that if a tempoper uses funds derived from the sale of his home for the purchase of another residence, no gain shall be recognized for ten purposes providing all meson derived from the sale of the

is used for the purchase of the new home. Any profit not used for the purchase of a new home, under the bill, would be tamble as before. It is difficult to see why such a provision was not acceptable to the committee.

tax repeal without any additional taxes of any sort. This procedure could have been followed if the President and his party leaders had made a sincere effort to reduce federal expenditures, however, under the circumstances, where there is no alternative because of the "gag" rule procedure. I shall expert the pending legislative proposal inasmuch as the desirable good provisions for outweigh the bill's bad features.



MR. SPEARER, the construction of homes and apartments is being seriously curtailed and hompered by the lack of action by the conference who are attempting to resolve differences between the House and Senate versions of the housing legiclation. We who live in the merth have a short enough construction senson without having additional impediments placed in the path of progress. The home construction industry in Western Richigan and elsewhere can and will build a trementous number of low cost homes this spring, summer and fall but the builders need immediate action on the F.E.A. extension legislation in order to construct the still builty needed homes for veterance and others.

Title I of F.H.A. is particularly important to us in Michigan.

We have thousands who need to convert from soal to gas and oil heating

units. Title II leans must be expanded now, not hindered. 608 spartment

leans are still vital.

I am mliably informed that the home building industry is at a standetill. Homes can't be started and as a result carpenters, plumbers, bricklayers and all others who build homes are forced into idleness. The kack ORO of new home starts is regrettable but the unnecessary unemployment is verse. We need more homes, especially low cost homes, and we also meed the jobs. I strongly urge that the leadership wood up the House and Senate conferees so that roadblock can be broben. The necessary action on F.H.A. is long overdue. The Administration is colely to blaze for the serious situation existing today. Some relief can come if we act promptly. The House and Senate cannot and should not recess ever Easter or at any other time until the important legislation is finally enacted.

I notice that the distinguished Chairman of the Rouse Committee on Banking and Currency, one of the conferees, is on the floor. Could be tell the House when the conferees will probably bring back a conference report?



MR. SPEAKER, the construction of homes and apartments is being seriously curtailed and hempered by the lack of action by the cenforces who are attempting to resolve differences between the House and Senate versions of the housing legislation. We who live in the north have a short enough construction season without having additional impediments placed in the path of progress. The home construction industry in Western Michigan and elsewhere can and will build a tremendous number of low cost homes this spring, summer and fall but the builders need immediate action on the F.H.A. extension legislation in order to construct the still budly needed homes for veterans and others.

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speecher er House

(1) BANK A -

1949 January and February - 273)
practically all
1950 January and February - 586) for conversions
As of new 104 applications pending. All will lapse.
Receiving numerous phone calls today.

(2) BANK B -

1950 January - 220 1950 February - 267 467

As of now 260 applications pending.

(3) BANK C -

1950 Jennary - 102 1950 February - 185

40% of Title I applications are for gas conversions. 32 out of 40 applications are for winterising.

