United States Senate

SURTAX ROBO

C. Flynn

July 18, 1969

Dear:

The Finance Committee of the Senate has almost concluded its consideration of H.R. 12290. This measure, already approved by the House of Representatives, would extend the 10% surtax through December and then continue it at 5% for the first six months of 1970. The bill would also repeal the 7% investment credit.

This measure is essential if we are to halt inflation. It will enable the government to have a substantial surplus at the end of the fiscal year next June 30. Enactment of this measure along with curtailed expenditures and the monetary policy being followed by the new Administration will, in my judgment, produce results. Among other things it will result in a reduction of interest rates and a halt in increasing prices.

Sincerely,

Everett McKinley Dirksen