

Mr. BARTLETT. We feel every bit as strong as Mr. Young in El Paso.

The CHAIRMAN. Thank you very much, sir. I think your views are very precise.

Senator McCARTHY. I have no questions unless he has some views on the other provisions of the bill which he would like to express. You are concerned only with the interest?

Mr. BARTLETT. Those are the two points I am here to represent my State association on, Senator, yes.

The CHAIRMAN. Thank you.

Next is Mr. A. Richard Finchell of the Greater Miami Savings Center.

STATEMENT OF A. RICHARD FINCHELL, PRESIDENT, GREATER MIAMI SAVINGS CENTER

Mr. FINCHELL. Good morning, Senators Long, McCarthy, Anderson, and Morton. I come here as president of the savings and brokerage firm called Greater Miami Savings Center, and also president of a direct-mail advertising company which serves as a coordinator of overseas direct mail advertising for deposits by a group of 25 insured savings and loan associations of California.

My attorney has filed with Chairman Long a letter dated August 8, in which he sets out the technical points to House bill 13103 which we feel are objectionable, despite the purposes of the act, and which would be injurious, we believe, to more than 99 percent of the U.S. commercial banks, the entire mutual savings bank industry, and the entire U.S. savings and loan industry.

The CHAIRMAN. We will print the whole statement in the record. You can read it if you want to, or summarize it.

Mr. FINCHELL. No. If you do not mind, Senator, I would prefer to make just a few points of a background nature of my experience in the business which you may find helpful, which are not included in my attorney's submission.

The CHAIRMAN. As you know, you can sit here in this room and hear some of these points made two or three times. What we are especially interested in is what you can add to it because I notice—

Mr. FINCHELL. Yes.

The CHAIRMAN. I notice you object to this House amendment just as the previous witness did. Do you think it would tend to run foreign deposits out of American banks?

Mr. FINCHELL. The only point I think would be novel to you and, possibly of interest to you, would be how it would affect, presently affect, the U.S. savings and loan industry. I do not think that voice has been heard yet.

The CHAIRMAN. Yes.

Mr. FINCHELL. And the nature of the depositors who would be driven out or would be discouraged from bringing their money into the United States.

In 1958, the Internal Revenue Service ruled that interest-paying savings and loan associations rather than mutual-type savings and loan associations were, for the purposes of the Internal Revenue regulations or the statutes governing interest paid to foreigners, per-