

Mr. CONTE. What is the answer? I haven't seen those books as yet.

Mr. HAYES. There are several reasons, and one of the penalties of those reasons is loss of exemption.

Mr. CONTE. You tell them this?

Mr. HAYES. Absolutely.

Mr. CONTE. Under the trust, does the individual ever lose control over his assets?

Mr. HAYES. Under the trust not until he dies.

Mr. CONTE. At that point does he lose his assets? Where do they go?

Mr. HAYES. He can't take them with him.

Mr. CONTE. No, he certainly can't, but it certainly could go to his family.

Mr. HAYES. The trust, Mr. Conte, doesn't die. The trust continues, and the trustees that remain control the assets.

Mr. CONTE. I have no further questions, Mr. Chairman.

Mr. PATMAN. Our next witness—tell Mr. Olsher to come back just a minute.

Mr. Walsh, suppose you come around and be sworn and occupy the table with Mr. Hayes. It is possible we will want to ask the two of you questions.

Mr. RAY. Is Mr. Hayes relieved, Mr. Chairman?

Mr. PATMAN. Not at this time; suppose you get him a chair.

Suppose you give your name to the reporter.

Mr. WALSH. My name is James R. Walsh.

Mr. PATMAN. Junior?

Mr. WALSH. You read that in the newspaper. My name is James R. Walsh.

Mr. PATMAN. What is your address?

Mr. WALSH. Box 217, Fontana, Wis.

Mr. PATMAN. Hold your right hand to be sworn.

Do you solemnly swear that the testimony that you shall give before this Subcommittee on Foundations of the House Small Business Committee will be the truth, the whole truth and nothing but the truth, so help you God?

Mr. WALSH. I do.

Mr. PATMAN. Sit down.

TESTIMONY OF JAMES R. WALSH, FONTANA, WIS.

Mr. WALSH. Thank you.

Mr. CONTE. Mr. Chairman off the record for a moment.

(Discussion off the record.)

Mr. PATMAN. You have identified yourself and your address. What is your occupation?

Mr. WALSH. I work for the Walsh Family Foundation.

Mr. PATMAN. You work for the Walsh Family Foundation?

Mr. WALSH. Yes, sir.

Mr. PATMAN. Do you own that foundation yourself?

Mr. WALSH. You can't own a foundation, Congressman Patman. This would be illegal.

Mr. PATMAN. It would be illegal?