

Mr. BETTS. I have one question.

Mr. ULLMAN. Mr. Betts.

Mr. BETTS. On page 8 where you referred to products that are shipped back into the United States, do you know whether any of those are in direct competition with U.S. production or are they all in competition or some of them products that are not made here?

Mr. CHESTER. I would say that fairly generally most of the products that I noted in this survey of current business, products coming back to this country from our foreign affiliates, contained products, automobiles, food and food products, some glass. I don't have a detailed account of the various products, but there were many, and I would say that they cover a quite wide scope as opposed to domestic manufacturers and what they do manufacture domestically.

Mr. BETTS. So then some of them are in direct competition, is that correct?

Mr. CHESTER. No, I was saying that a great many of them are. I would also presume, too, that there are many that are not, but there are a great many that are in direct competition with the domestic products.

Mr. ULLMAN. Thank you very much, Mr. Chester.

Our next witness is Mr. George Marshfield.

We welcome you before the committee, Mr. Marshfield. Would you please identify yourself and proceed as you see fit.

STATEMENT OF GEORGE W. MARSHFIELD, DIRECTOR, SUMMER PROJECTS ABROAD, YOUTH SERVICES DIVISION, AMERICAN FRIENDS SERVICE COMMITTEE

Mr. MARSHFIELD. Thank you.

My name is George W. Marshfield, and I am director of Summer Projects Abroad, Youth Services Division, American Friends Service Committee. I am here today to speak on behalf of the American Friends Service Committee.

We wish to express opposition to the travel tax program proposals by the Treasury Department, dated February 5, 1968, and particularly to the travel expenditure and international ticket taxes.

The American Friends Service Committee, in addition to its educational and service activities within the United States, carries on a wide range of programs in 20 foreign countries, including social and technical assistance, relief and rehabilitation, community development, seminars and conferences, educational exchange, and youth service programs. Its work is carried on without regard to race, creed, or nationality, and is supported primarily by voluntary contributions.

With 127 Americans presently serving as staff in our programs abroad, there is considerable expenditure annually for placement of staff in the field and repatriation. In addition, about 250 American young people go abroad annually as summer volunteers to service projects or as school exchange students in various parts of the world. Supervisory travel by program administrators is therefore worldwide. The average annual expenditures for transportation outside the United States exceed \$150,000, on which amount the proposed transportation taxes would amount to what, for our organization, would be a considerable sum. It is difficult to estimate what the taxes might be on