

case of last week's issue that I just mentioned, this is mostly so that we can do new things such as acquisitions and new ventures.

Representative Boggs. Mr. Norris, I would like to continue with you for a while, but we have a rule on this committee limiting each member to 10 minutes.

Mr. Hamilton, I must congratulate you on a fine statement.

I do have a question that I would like to address to Mr. Norris. I might say, Mr. Norris, as you know, as chairman of the Subcommittee on Foreign Trade Policy of this committee, that I have, I think, worked as hard as anyone to make trade freer between nations of the world. I gather that you are opposed to most of these recommendations, including the proposed travel tax and the others, and in the last paragraph here of your statement, or the second to the last paragraph, you say:

It is our conviction that the basic overriding task in a balance-of-payments program is to assure that all of its essential related elements involving monetary and fiscal policies will be carried out so as to check inflation, reduce governmental spending and strengthen to competitive position of United States industry in world markets.

I notice you don't say anything about a tax increase.

Mr. NORRIS. There, again, I think it is a part of a basic overall integrated program, Mr. Boggs. I am not here as an authority on fiscal matters.

Representative Boggs. You know what you are talking about.

Mr. NORRIS. I realize that, but I say this: My basic concern is the fact that we must take steps to halt an increase in the deficit.

Representative Boggs. Let me ask you specifically, do you think it is possible, to use your own language, to assure "that all of its essential related elements involving monetary and fiscal policy will be carried out so as to check inflation," and so forth? Do you think that is possible without a tax increase?

Mr. NORRIS. I don't think it is possible without a tax increase, sir; but, what I am trying to say is, I think that in invoking a tax surcharge, I think there must be other things done as well.

Representative Boggs. Spell out exactly, if you don't mind, what we have to do.

Mr. NORRIS. I think there should be every effort made to reduce our Government expenditures abroad——

Representative Boggs. Excuse me for interrupting, but will you spell out where we should do that?

Mr. NORRIS. I think this can be done by bringing back unnecessary troops from abroad.

Representative Boggs. From where?

Mr. NORRIS. I would think from Germany.

Representative Boggs. You think they are unnecessary in Germany?

Mr. NORRIS. I think to the extent that they are maintained there along with their families they probably are.

Representative Boggs. How many do you think are unnecessary there?

Mr. NORRIS. I don't have that.

Representative Boggs. I am trying to figure out how much this would save. You see, we are confronted with specific problems, and it is very easy to give generalized answers. I think when you appear before these committees that you should be prepared to give specific