

GENERAL

FG267

FI2

January 3, 1972

Dear Mr. Price:

Thank you for your comments concerning the report of the Commission on Financial Structure and Regulation. This report is being studied by the Administration and your concerns about its implications on the independence of state banks will be given careful consideration.

I appreciate your interest in this subject.

Sincerely,

Peter M. Flanigan
Assistant to the
President

Mr. William G. Price
Chairman of the Board
and President
First Bank of Immokalee
Post Office Drawer B
Immokalee, Florida 33934

PMF:RDE:ljs

GENERAL

R31/71

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January 8, 1972

SUGGESTED REPLY

Dear Mr. Heymanson:

On behalf of the President I would like to thank you for your recent letter in which you enclosed a copy of the 1971 Annual Report of the American Australian Association.

The President appreciates your courtesy in providing him the report and has asked me to extend his best wishes to you and your associates for every success in your important efforts to strengthen Australian-American friendship and commerce.

and With the President's best wishes, ~~standing essential~~
to the maintenance of the Sincerely, ~~relationship between~~
our two countries which we value highly.

With best wishes for ~~prosperous~~
New Year,
Michael B. Smith
Staff Assistant

Sincerely,

Michael B. Smith

Mr. Randal Heymanson
Chairman of the Board
* American Australian Association
140 Broadway
New York, New York 10005

Mr. MBS:State:KJ:shb

the Board,
American Australian Association,
140 Broadway,
New York, New York.

RECEIVED
JAN 10 1972
OFFICE OF THE
DIRECTOR

January 10, 1972

Dear Mr. Garlington:

Thank you very much for your letter of December 10, concerning the application of "Robert F. McRoberts, Jr., et. al" to establish a Federal Savings and Loan Association which is presently pending before The Federal Home Loan Bank Board.

As you may know, the FHLBB is an independent regulatory agency. As a matter of policy, the Executive Branch avoids any involvement in specific matters pending before independent regulatory agencies. This being so, I am unable to be of any assistance in this matter. However, I am certain that Chairman Martin and the other Board Members will give every consideration to your experience and to the potential contributions which you and your associates could make to the community.

With every good wish for the New Year,

Sincerely yours,

Peter M. Flanigan
Assistant to the
President

Mr. T. R. Garlington
1503 Riverside Drive
Stuart, Florida 33494

PMF:RMCD:hc

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JAN 11 1972
CENTRAL FILES

968e

T. R. GARLINGTON

~~ATLANTA, GEORGIA~~

1503 Riverside Drive
Stuart, Florida 33494

December 10, 1971

Mr. Peter Flanigan, Assistant to the President
The White House
Washington, D. C.

Dear Mr. Flanigan:

For the purpose of identifying myself, I am enclosing copies of a newspaper clipping and a letter from Georgia Republican Campaign Headquarters, signed by Elbert P. Tuttle, Chairman.

Although I spent my entire life in Georgia until the year 1970, I am now a resident of Stuart, Florida.

I was at Walter Thayer's luncheon in Washington when he organized the State Committee to raise funds for special events during President Nixon's campaign for President in 1960 and during the campaign I served as the Georgia Committee for Walter.

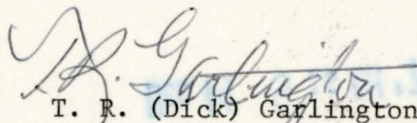
My purpose in writing this letter is to obtain a recommendation from the White House in regard to an application to establish a Federal Savings and Loan Association with which I am associated. The group is identified as "Robert F. McRoberts, Jr., et al" and the application is presently pending before the Federal Home Loan Bank Board.

I am somewhat reluctant to ask this but, after all, we live but once and being 71 years old and having spent the past 50 years in the real estate mortgage business, I feel that I can make some contribution to the association and the community, and that our group is completely worthy of the charter and will do a good job.

Your assistance in this regard will be much appreciated.

The last time I saw the President was at the birthday party we gave President Eisenhower at Gettysburg. Should the opportunity arise please give him my regards and tell him - in '72, we will really do, our best.

Sincerely yours,


T. R. (Dick) Garlington

Enclosures 2

DEC 11 1971
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Garlington Ailing, Cancels Trip Plan

T. R. (Dick) Garlington, president of The Garlington Co., realtors, is under treatment at Emory University, and has had to cancel a proposed trip to Tegucigalpa, Honduras.

Mr. Garlington had been invited by President Eisenhower to serve as special ambassador to Honduras to attend the inaugural ceremonies this week of the president of that country.

On advice of his doctors, Mr. Garlington asked for cancellation of the assignment. He is recuperating from a severe attack of nerve neuralgia, and is expected to be released from the hospital soon.

Republican Campaign Headquarters

265 PEACHTREE STREET, N. E.

ATLANTA, GEORGIA

ALPINE 5476

ELBERT P. TUTTLE
STATE CHAIRMAN

October 29, 1952

Mr. T. R. Garlington
Peachtree Arcade Building
Atlanta, Georgia

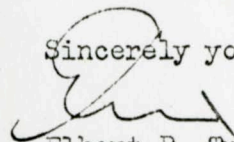
Dear Mr. Garlington:

It seems a little presumptuous for me to write and thank you for the tremendous success you and John O. achieved in picking up the responsibility for the Eisenhower-Dulles fund raising dinner when Bob Jones got sick. The books are now about closed and the success is magnificent. Your efforts when added to Bob's great job produced sales of \$44,000.00 worth of tickets at \$50.00 a piece.

I can't begin to tell you how much we all appreciate what you have done. When the smoke clears away, I am sure the General will express his personal gratification to you.

With kindest personal regards, I am

Sincerely yours,



Elbert P. Tuttle
Republican State Chairman

EPT:nb

EISENHOWER AND NIXON

THE WINNING TEAM OF THE TWO-PARTY SYSTEM

Lantz (3)

GENERAL

TA

FI 2

#00173

JAN 17 1972

Dear Mr. Lantz

Thank you for sending me a copy of your study entitled "All Banks Can Provide International Services."

The continued expansion of foreign trade should induce, and will undoubtedly require, a much wider participation of the banking community, and especially the smaller banks, in international commerce. Recent measures promoted by the Administration -- the establishment of realistic exchange parities, improved access to export credits and guarantees, and passage of the DSC -- will facilitate U.S. export growth. Your study can be very helpful in this regard.

Sincerely,

PETER G. PETERSON

Peter G. Peterson
Assistant to the President
for International Economic Affairs

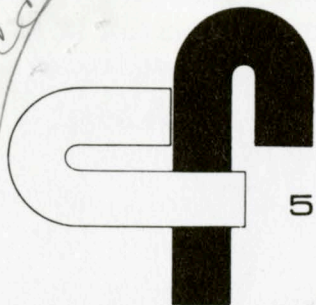
Mr. Edward K. Lantz
Assistant Vice President
X Irving Trust Company
One Wall Street
New York, N. Y. 10015

cc: *Don* (2)
Peterson (2)
Allen
Mazzocco
✓ Ex. Sec. (2)
Caron

cc: *Mr. Scott (Commerce)*

WJMazzocco/cbg 1/11/72

*Mr. Allen
has attached
1/13/72
rm*



capital formation, inc.

5 BEEKMAN STREET NEW YORK, NEW YORK 10038

(212) 349-3650

JAN 28 1972

GENERAL

FI 2

HU 2

FC 6-11-1/Ehrlichman

John

Chairman
SAMUEL S. BEARD
President
RICHARD C. KENNARD
Vice President
ANGELA CABRERA

John D. Ehrlichman
Assistant to the President
The White House
Washington, D.C.

Thursday, January 27, 1972

Dear John:

Dick and I enjoyed very much meeting you last night at Ann Bedell's, and we are excited that you are looking to hold a press conference in regard to the President's successful Minority Bank Deposit Program.

Your interest in this history making event and the other specifics which we discussed were most encouraging to us, and I will call in a few days as you suggested to follow up.

Thanks again.

Sincerely,

Sam

Samuel S. Beard
Chairman

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FEB 2 1972

CENTRAL FILES

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FEB 11 1972
INDEPENDENT INSURANCE AGENTS ASSOCIATION OF PALO ALTO

POST OFFICE BOX 423 • PALO ALTO, CALIFORNIA

The Honorable Richard M. Nixon
The White House
Washington, D. C.

February 3, 1972

GENERAL
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FG131

Mr. President,

We have been very distressed by the action of Congress last year in approving the One Bank Holding Company Act permitting monopolistic banks to enter and control related financial activities. I believe the bill, as approved by you, permits banks to enter related industries, subject to the approval of the Federal Reserve Board.

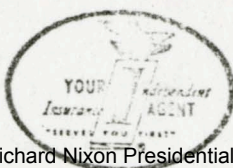
It is widely believed that the Federal Reserve Board is dominated by former bank executives or those whose interests are oriented toward large banks.

The Democratic party have constantly made the allegation that the Republican party is dominated by big business interests. We believe this was not completely so. The American insurance agent or broker is in the category of a small independent business man. Traditionally they have voted Republican, believing that the Republican philosophy was closely allied with their own, and to the best interest of America. Their confidence that this is so has now been badly shaken.

If the Federal Reserve Board permits the large bank to aggressively enter the production and servicing of insurance programs for clients, they can soon dominate this field. The individual or corporation applying for substantial bank loans can be coerced or influenced to have his insurance program handled through the bank rather than through the professional independent insurance agent or broker.

We strongly urge that you use the full power of your office to prevent the take over of this phase of the insurance industry by banking interests. The thousands of American insurance producers will watch with interest your stand on this all important matter before deciding how to vote in the coming election.

Respectfully yours,



GENERAL
FI2
HS

February 7, 1972

Dear Mr. Jacobs:

In the many letters I receive each day, it is heartening to note the interest of our people in the Nation's well-being. I want you to know of my appreciation for your thoughtfulness in sharing your views with me, and you may be sure they will be given careful consideration.

With my best wishes,

Sincerely,

RICHARD NIXON

Mr. E. N. Jacobs
2242 Belmont Avenue
Long Beach, California 90815

RN:RE:wtr

lcc: avh

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FEB 8 1972
CENTRAL FILES

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1/13/82
Long Beach, California
January, 7th, 1972.

Mr Richard M. Nixon
President of the United States
White House
Washington, D. C. 20515

Dear Mr President:

I write this letter to you Mr President because I feel that this great Nation, which surpasses all other Nations of this World, in National Gross Products and in dollars is higher than any other country. But with all these resources, such as: wealth (dollars and cents) food of all kinds, land, educational institutions in all fields, man power of skilled labor and technicians that can build or create any object known to science today, a recognized world power, and most of all a Nation of free people. But in view of all these known elements and techniques that we possess. We still have unemployment, hunger, poor shelter, wars, discontentment racial differences, and inequities in our laws governing the people, sickness, poor ~~and~~ care for the ederly, and deficit spending, and above all others a divided Nation

As we look back to the election year of 1968 we recall many campaign promises that were made to the citizens of this Nation. I am sure that you recall many of these throughout the campaign. honesty in government to the people, balanced budget, low cost housing for the poor, care for the sick and elderly, a plan to end the war. law and order throughout the nation, to give back the country to the people, equal rights for all people, education for all citizens on equal basis, lower taxes and many others. How many have you solved?

In all sincerity I must say that we have scored very low in most of these fields. many of which we have not even scratched the surface and in many we find that we are worse off now than when you took office. I don't hold you responsible for all of these failures , we all can assume our share of responsiblity in good government. but we must have and respect high leadership. This you must furnish. Not just for a few selected group of people but for the Nation as a whole. I would have to say that you have played in the hands of foreign policies trying to solve their problems but at the same time you have neglected to better the situation here at home.

The secret of a strong and united Nation is a combination of several contributing factors all of these must jell into a program that will give its people the equal rights in all necessities of life. In reviewing the past three years accomplishments in-contributing to these factors. I must in my opinion say that this adminis-
tion has failed.

I base my criticism and offer my help and knowledge to right some of the wrongs that are flaws and disrupting segments in our government. In the past I have been connected and served in an executive capacity in the field of Banking, Construction Housing and Shipbuilding and Food (raw, fresh and processed) If all the benefits that these mentioned industries could contribute to the well being of this Nation were placed in the right perspective and administered in and through the channels of good, honest and just government we would have eliminated a number of our ills/

Banking could add a great deal in financing lower interest rates for low housing mortgage loans, they could eliminate the charging of points and fees for paper work; The banks of today are getting well paid for their services handling govern-
ment loans, in comparison to the time of NRA, RFC, FARM Moratorium, (EFMA), TVA, AAA, HOLC, FDIC, FDIC and many others, banks handled the paper work on these pro-
grams free gratis as they were in the interest helping out the people and also helping themselves. Federal Reserve Bank could do more in many fields of distrib-
ing funds. SBA program is a farce.

Many of our money bills that have been past in the last few years have at the time of introduction and becoming law have been well founded and seems to have all the answers and help, needed to relieve or remedy the situation it was funded for. But as the days drag on we find that discrepancies and violations creep in and in time we find that the people or program for which the money was funded for are left out. It then winds up in the hands of the people and businesses that are not by law intitled to it.

I do not and I might say that many citizens will agree with me, that bailing out defunked and mismanaged large firms, such as the firms that we have already helped is wrong and will only help to establish a precedent for the future, and if we do not help other distressed firms we will show partiality and discrimination among firms and people. Something we cannot take much more of.

Food is one of the most needed element of life, it not only builds up body but it stimulates and controlls our attitude and well being. A Nation that is well fed on good wholesome food is a Nation that is prosperous, strong and united. But take a Nation that faces hunger and starvation you will find a Nation that is dissatisfied, disgruntled and disorganized and this kind of Nation is ready for any movement that will furnish better conditions. and it will not matter to them wether it be to the left or to the right.

We in this great Nation, raise, produce, manufacture, and process more food for human consumption than any other country in the world. We have the best facilities known to man for distribution. We can reach and supply every community under our jurisdiction. We have the fomulas, the manpower, the raw products, the most modern equipped plants in the world to process raw products into pure, wholesome edible food items. We have the laws on the books to protect the public from impure, diseased and infected products being used in the processing of foods for human consumption. Many of these foods are processed, slaughtered and prepared in plants that have little or no inspection. These plants are inadequate, dirty, filthy and ill supervised. May I ask the Consumer Protection Counselor, "What kind of meat goes into fresh sausage items, and ground meats, how can you tell if meat was infected before processed, what grade of meat is put in cans, and how do you determine and assure the public that when they purchase a processor's first grade product that they get it. The violations of the law are numerous.

The firms that furnish food for human consumption, should be fully inspected by Government Inspecters, both for sanitary and inspection of meats by a veterinarian. There is a difference in these two kinds of inspection. I personally know of many violations and practices in the meat game because I spent several years in the business.

The HUD, A Government Program that was initiated into our fields of Low Cost Housing and development of our Urban areas. This is another program that is highly over rated as to the fulfillment of its duty to furnish shelter for the low income families. We have pumped billions of dollars into this program and I must say, that we have only confused and deceived the people by promises that never materialized.

The latest gimmick now used to solve the housing problem is prefabricated homes Mobil Homes and parks, and Model Cities. This is another boon-doggle thought up to sell Mobil Homes, with out a thought of who they were going to help in getting a shelter. Low income families do not have any better chance to qualify for a Mobil home than they would for a home. What does a young person gain in buying a mobil home. he must rent a space to park it in and the cost is not cheap, the mobil home depreciates in value the day he moves it away from the factory it was built in. At the end of ten years it is practically worthless. Look in the want ads they will tell the story. It has always been my theory that one could judge a community and town by the houses

and its people. can you visualize a community set up in the middle of nowhere housed in a bunch of dilapidated trailers, would you choose this place to make your future home. Mobil Homes have their purpose. They make a good second home, a mountain home or lake home, or temporary shelter for construction workers, people that are on the move.

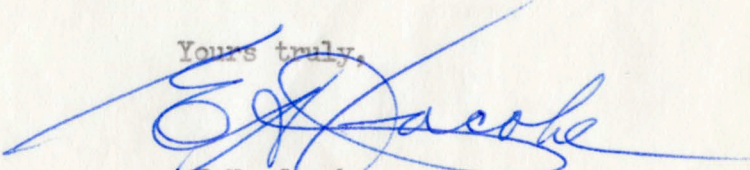
This brings up a question that has been foremost in my mind as to who are the men and in what outside industry or industries are they affiliated with. We have had several items in our local newspapers regarding one of Secty Romney's aids in the Hud program. Mr R.A.Watts formerly a builder and developer of Gardena California. What is his connections with, Boise Casade Corp, American Homes Corp. and its subsidiaries. It is my recollection that he is Chairman of the Board of American Home Corp. This Corporation is one of the largest--builders and distributors of Mobil Homes and Mobil Home Parks. His name seems to be among the list of committees interested in city programs. I believe he is serving on a committee of Supervisor Bonnelli of Los Angeles County. Was Mr R.A.Watts the purchaser of the Bellehurst Project that was sold by the U.S. Government in order to liquidate the assets of the Long Beach Savings and Loan Ass'n several years ago. Also another person in Government. Mr Roy Ash. an aid to President Nixon. He as I recall was former President in Litton Industries Corp. He resigned and was replaced by Mr Morris former Ass't Sect'y of the Defense under the Johnson Adm. In my opinion this would give these two men a great advantage over other firms in securing contracts.

If we are going to get good low cost housing for the low wage earners of this Nation we are going to revise our entire setup. We must cut out the waste, fraud, high overhead in administration cost, red tape that causes lengthy delays for the contractors, high interest rates, and longer time loans. I am of the opinion that the HUD program is due for a complete overhaul. from start to finish and from every angle throughout its operational methods. There are many thing that need looking into and corrections and changes made that will help this program. This program has a very low batting average as far as getting results for the low bracket wage earner. Some of the things that I see in this program is poor workmanship, poor material being used, building under minimum code and poor inspection. Highrise Building, and \$35,000, \$50,000 houses or Model Cities built in the Slums or Ghettos will never solve the problem, for the poor. What they need is a home that they can qualify for and be able to make the payments on it without taking the biggrst part of his paycheck. The Government can do much more to ease the hardship on these people and it is a must program as far as I can see.

Mr President, as I stated at the beginning of this letter, that I was interested in these programs named and that I wanted to help to clean up some of the factors abuses that are keeping these programs from showing results. I know that I have the answers to some of the failures and the will to help where ever I can.

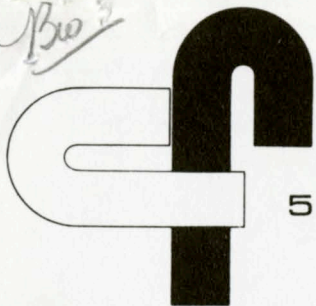
I close with a strong determination to make American strong and a better place to live.

Yours truly,


E.H. Jacobs

2242 Belmont Ave

Long Beach, California. 90815



capital formation, inc.

5 BEEKMAN STREET NEW YORK, NEW YORK 10038

(212) 349-3650

Chairman
SAMUEL S. BEARD
President
RICHARD C. KENNARD
Vice President
ANGELA CABRERA

FEB 15 1972

GENERAL

FIR

SP

February 14, 1972

Mr. John D. Ehrlichman
Assistant to the President
The White House
Washington, D.C.

Dear John:

I fully appreciate how hectic your schedule has been and why we have not been able to connect.

I just wish to confirm our interest in assisting you with the announcement of doubling the goal of the President's Minority Bank Deposit Program and I await your instructions.

I plan to be in Washington, Wednesday, and will call you then.

Sincerely yours,

Samuel S. Beard
Chairman

SSB:jrr

P.S. As we discussed, I would appreciate a meeting with Secretary-elect, Peter Peterson, to launch some new programs this year.

Turn off

THE WHITE HOUSE
WASHINGTON

February 9, 1972

FROM SAM BEARD.

Re: President's announcement
(before leaving for China) re
Minority Banks.

He would like to help in any follow
up activities if you need it.

How's it coming?...

He has been referred to Commerce
by SBA on a project that would have
a potential of 20,000 jobs in urban
areas and would like a lead in to
Peter Peterson by you or your staff.

Please call 212 349-3650

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February 15, 1972

Dear Mrs. Bedell:

Thank you for your letter of January 17 with regard to President Nixon's Minority Bank Deposit Program. It is always good to have your thoughts.

As soon as the target goal of \$100 million had been reached, a member of my staff released a story to the nation's minority media, including the exchange of letters between the President and the head of the National Bankers Association praising the Administration's achievement.

I certainly agree with you, however, that we must follow up on this initiative by the President. As you probably know, the President's Minority Bank Deposit Program has now reached \$242.2 million, and we certainly plan to highlight this achievement during a news briefing tentatively set for this week.

It is good to know what others are thinking on this subject, and I appreciate your thoughtfulness in writing.

With best wishes,

Sincerely,

Herbert G. Klein
Director of Communications
for the Executive Branch

✓
Mrs. Ann W. Bedell
President

✓ Priorities Research, Incorporated
333 East 69th Street
New York, New York 10021

cc: Mr. John P. Cosgrove
943 National Press Bldg., D. C. 20004
HGK:SSScott:ph
Sent

RECEIVED
FEB 17 1972
CENTRAL FILES

JOHN P. COSGROVE

943 NATIONAL PRESS BUILDING

WASHINGTON, D.C. 20004

202 - 628-3400

January 18, 1972

Stan

Mr. Herbert G. Klein
Director of Communications
for the Executive Branch
The White House
Washington, D.C. 20500

Dear Herb:

MINORITY BANK DEPOSIT PROGRAM

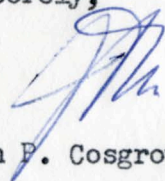
I would be remiss if I didn't bring the attached letter to your attention. It tells of an outstanding success in President Nixon's Minority Bank Deposit Program -- producing more than \$200 million in deposits in minority banks throughout the country.

Mrs. Ann W. Bedell, President of Priorities Research Inc., whom you met about a year ago in connection with the National Reading Council, is an advisor to Samuel S. Beard's Capital Formation Inc. Mr. Beard was Co-Chairman with Edward D. Irons, Executive Director of the National Bankers Association.

The suggestion Mrs. Bedell makes seems to me to have a lot of merit, worth a lot of good publicity for the Administration. I might add that you might give some consideration to working it into the State of the Union should there be an appropriate place for accomplishments.

With best wishes.

Sincerely,



John P. Cosgrove

cc: Ann W. Bedell

PRIORITIES

research, inc.

ann wooster bedell
president

January 17, 1972

Mr. Herbert G. Klein
Director of Communications
The White House
Washington, D. C. 20500

Dear Mr. Klein:

This note relates directly to President Nixon's Minority Bank Deposit Program which he established on October 2, 1970. Official reports have just disclosed that this Program reached double its original goal. Significant to The White House is that it represents measurable achievement beyond its expected goals--set at \$100 million by the President; and is clear evidence of business, Government and the minorities working together.

PRIORITIES research, inc. is involved as the advisor to Capital Formation, whose Chairman, Samuel S. Beard, was a Co-Chairman of the Program with Edward D. Irons, Executive Director of the National Bankers Association.

Now to the point: we see this as an excellent opportunity for the President to make a news announcement as soon as possible to report that his Program has now produced over \$200 million in deposits in minority banks throughout the U. S. A., which doubles the original goal within a year. This is the largest single transfer of economic resources into minority economic institutions in the history of the country. It will make available in excess of 25,000 new loans into minority communities.

Assuming this suggestion has merit, a press conference could include minority bankers from across the country, as well as the Secretary of Commerce; the Secretary of the Treasury; the Undersecretary of the Treasury; the Chairman of President Nixon's National Advisory Council on Minority Business

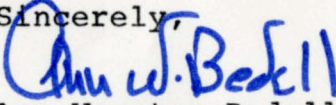
Mr. Herbert G. Klein
Page 2
January 17, 1972

Enterprise; the Executive Director of the National Bankers Association and the Chairman of Capital Formation, who ran the Program.

Corporate response to the President and his Program has been fantastic. The White House sent letters to the chief executives of 300 major corporations and letters in the name of the President went to the chief executives of 1,500 corporations. The chief executives responded because the President supported the Program and the public statement should be developed to reaffirm and to thank them. The effect and symbol of the transfer of this money into the banks in the minority community is clear.

If there is any way in which we can help put this together, I can be reached at our firm's office in New York, 333 East 69th Street, (212) 249-5919 or (212) 757-7070. This same information and suggestion has been delivered to John Ehrlichman.

Sincerely,


Ann Wooster Bedell

BIOGRAPHICAL DATA

Samuel S. Beard
Chairman, Capital Formation, Inc.

Prior to creating Capital Formation in 1969, Mr. Beard served as Staff Assistant for the Bedford Stuyvesant Development & Services Corporation; Staff Associate in the New York Office of the late Senator Robert F. Kennedy and Management Analyst, Office of the Deputy Mayor for Administration, New York City. He was National Co-Director of President Nixon's \$100 Million Minority Bank Deposit Program; Member, Board of Directors, Vice President, Harlem Development Corporation; President, Capital Formation Development Corporation; Director, Capital Formation MESBIC, Inc. and Member At Large, Urban League Annual Conference. Mr. Beard is Author of Commitment is a Red Herring, Fall, 1970 edition of the Urban Affairs Quarterly and Co-Author, Ready Or Not, a reality study of minority businesses.

fyel
February 15, 1972

②
GENERAL

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HU2

Dear Mr. Hargrett:

The President has asked me to thank you for your recent letter and to apologize for the delay in responding.

Our initial effort, along with that among private corporations, was to shift government and private funds toward minority banks to give these important community institutions a greater leverage in the economic development of their neighborhoods. I believe the reason demand deposits were featured was that most of the federal and corporate funds were of this nature. I am not as well informed about the availability of long-term federal deposits but I certainly will put your letter into the hands of Under Secretary Charls Walker and his Treasury staff who can answer your question directly.

We indeed appreciate your suggestions as well as your support; we intend to continue a very heavy emphasis on the President's minority enterprise program, now almost three years old.

Sincerely,

Leonard Garment

Mr. James T. ^xHargrett, Jr.
Executive Vice-President
^xCommunity Federal Savings and Loan Association
of Tampa, Florida
1493 Tampa Park Plaza
Tampa, Florida 33605

bcc: Ed Gannon, Treasury

RECEIVED
FEB 17 1972
CENTRAL FILES

12
COMMUNITY FEDERAL SAVINGS AND LOAN ASSOCIATION
OF TAMPA, FLORIDA

1493 TAMPA PARK PLAZA

PHONE 223-5643

TAMPA, FLORIDA 33605

December 21, 1971

LG
Honorable Richard Nixon, President
United States of America
Washington, D. C.

Dear Mr. President:

During the past year I have heard and read a great deal about your program aimed at increasing the amount of deposits in minority controlled financial institutions. It is further my understanding that directives have been issued to Federal Agencies to make greater use of such depositaries wherever possible.

While I realize that most of these agencies' deposits may take the form of demand deposits, I would hope that some of these funds would be available for time deposits.

As the Managing Officer of one of the two minority controlled financial institutions in the State of Florida, I am not able to count one dollar of federal money among our more than two million dollar asset structure.

I am writing this letter to you in hopes of receiving clarification of your program for minority controlled financial institutions and also to seek your aid in expanding our ability to service the needs of our community.

While I do not expect you to have the time to answer such a request, personally, I would very much appreciate your referring this letter to the proper person within your administration for a reply.

I would also like to express my deep appreciation for the leadership your administration is providing in this important area of Minority Economic Development.

Best wishes for a joyous holiday season.

Yours very truly,

James T. Hargrett, Jr.

James T. Hargrett, Jr.
Executive Vice-President

JTH:jr

EH:

2/19

GENERAL

ME 7

FIR

MAR / Distinguished
SERVICE Award
Morris, Richard A.

Writer reqs msg be sent to 64th annual
banquet of the Washington Chapter of the
American Institute of Banking being held
on FEB 19TH....

Pls note Wiley Buchanan's pencilled note -- re
his not promising msg fm President.

Per CF: Nothing on writer; only att'd on orgn &
annual banquet where they invited Pres to attend
and Parker TD. sr 2/2

2/19

EH: RALPH BLASEY logged to regret.

(1) Did you also want to talk to Wiley Buchanan?
YES ___ / NO ☒

2/4

Regretted by
phone. E. H. Hark
2/15/71

THE WHITE HOUSE
WASHINGTON

Date 1/31/72

To Elisha Hark

From Rose Mary Woods *Rmw*

FYI

Please Handle ☒

Put Blasey on
phone list

See A

February 22, 1972

Dear Herb:

I want to thank you for your letter of February 18, in which you expressed your concern and that of your associates, with regard to a current proposal which would authorize bank holding companies to engage in apartment management. I have researched the matter and can report the following.

The Bank Holding Company Act enacted last year, authorized the establishment of one-bank holding companies and provided that the Federal Reserve Board would be responsible for determining the kinds of activities which might properly be conducted by these companies. Last September, the Board began their consideration of whether apartment management might properly be allowed. Hearings were concluded in January during which the National Association of Real Estate Managers vigorously opposed such a determination. The Board will now deliberate on the testimony taken during the hearings and will probably reach a decision by early April of this year.

Since the legislation is already a matter of record, the opportunity to be heard in the Congress no longer exists. I have been advised, however, that the Board would welcome any expression of private interest and would encourage you to make your views known to them. If I can be of further assistance, please don't hesitate to let me know.

Sincerely,

WET

William E. Timmons
Assistant to the President

Mr. Herbert B. Tabb
Herbert B. Tabb & Associates
854 McCallie Avenue
Chattanooga, Tennessee 37402

WET:RMCF:jlh

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FEB 24 1972
CENTRAL FILES

THE WHITE HOUSE
WASHINGTON

February 22, 1972

Memo for: Bill TIMMONS

From: Bud McFarlane *RCM*

Herbert TABB; Banking Holding Co's and
Apartment Management

*my
copy
8/2/72*

Tabb's letter refers to the authority granted the FRB by the Banking Holding Company Act of 1971. This Act, which authorized the establishment of one-bank holding companies, provided that the Federal Reserve Board would decide what activities of these holding companies were in the public interest and therefore allowable. Last September, the Board gave public notice of its intention to review whether "apartment management" was properly a function of bank holding companies. Hearings were held in January at which many holding companies as well as the National Association of Real Estate Managers appeared. Subsequently, the latter urged a letter campaign (hence your letter and many others like it to the Board). Hearings are now completed and the Board will deliberate for 6-8 weeks before publishing a decision sometime in late March or April. Should I put the above in a letter (tactfully) and urge him to write the Board?

Bud -

yes! Pls draft letter
indicating this is not
legis but already law,
before Fed, etc.

Thank -

BT

WASHINGTON

THE WHITE HOUSE

Herbert B. Tabb & Associates

REAL PROPERTY - GENERAL INSURANCE

854 McCallie Avenue

Chattanooga, Tennessee 37402

Telephone 267-8524 Area Code 615

February 15, 1972

FEB 18 1972

*For
??
Bor*

William E. Timmons
Administrative Assistant
White House
Washington, D.C. 20551

Dear Bill:

A matter of serious concern has come to our attention.

There is proposed an amendment which would permit bank holding companies to engage in the business of apartment management in direct competition with independent professional property managers. Once again the giant will be permitted to swallow up the small independent.

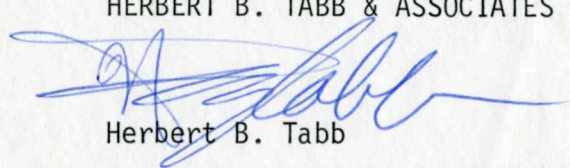
Of deeper concern is that the direct rapport now enjoyed, as between tenant and management on a personal basis, will be destroyed and the tenant put in the position of a number.

I wish to make it clear that we are unalterably opposed to such amendments both on a professional basis and from the public's viewpoint.

Your consideration in any pending legislation will be appreciated.

Sincerely,

HERBERT B. TABB & ASSOCIATES


Herbert B. Tabb

HBT:jlb



FARMS • ACREAGES • LEASES • MORTGAGES • INVESTMENTS • APPRAISALS • CONSULTATIONS
COMMERCIAL PROPERTIES • INDUSTRIAL PROPERTIES

MC9-4

F12

February 23, 1972

Dear Mr. Purnell:

The President has asked me to thank you for your letter of February 11, and your kind words with regard to the White House Conference on the Industrial World Ahead. If the conference has helped focus on planning for the long term, as your remark indicated it did, then it has achieved its purpose.

Again, thank you for your letter and your support.

With best wishes.

Sincerely yours,



George Crawford
Staff Assistant to
the President

Mr. J. C. Purnell
President
Liberty Bank of Seattle
2320 East Union Street
Seattle, Washington 98122

bcc: Tod Hullin
Robert W. Miller

FEB 28 1972

Dear Carl:

The report of the President's Commission on Financial Structure and Regulation is currently undergoing intensive review within the Administration. There are many questions which need to be considered before the Administration will be ready to take a position on the report as a whole or on any of its parts. Whether the White House will propose legislation is a question that will have to wait until this review is completed.

With respect to the Federal Reserve Board's review of a proposal to permit commercial bank holding companies to act as investment advisors to mutual funds, it would not be appropriate for me to comment on this specific issue since the Federal Reserve is an independent regulatory agency. I would point out however, that the Glass-Steagall Act pertains to the activities of banks and not bank holding companies. It was for this reason that amendments were added to the Bank Holding Company Act of 1969.

I appreciate your interest in this subject.

Sincerely yours,

151

Peter M. Flanigan
Assistant to the
President

Mr. Carl L. Shipley
Shipley Ahernman Stein & Kops
National Press Building
Washington, D.C. 20004

PFlanigan:RErbiljs 2/24/72

3
GENERAL

FI 2

FG 267

5H
FEB 28 1972

Dear Carl:

The report of the President's Commission on Financial Structure and Regulation is currently undergoing intensive review within the Administration. There are many questions which need to be considered before the Administration will be ready to take a position on the report as a whole or on any of its parts. Whether the White House will propose legislation is a question that will have to wait until this review is completed.

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I appreciate your interest in this subject.

Sincerely yours,

151

Peter M. Flanigan
Assistant to the
President

Mr. Carl L. Shipley
Shipley Akerman Stein & Kaps
National Press Building
Washington, D.C. 20004

PFlanigan:RErb:ljs 2/24/72

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FEB 29 1972
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LAW OFFICES

SHIPLEY AKERMAN STEIN & KAPS

NATIONAL PRESS BUILDING

WASHINGTON, D. C. 20004

(202) 783-1647

CARL L. SHIPLEY
ALEX AKERMAN, JR.
SAMUEL STEIN
WARREN J. KAPS
RUFUS W. PECKHAM, JR.
H. HUGO PEREZ
CLEMENT ROSEN
FREDERICK Z. FELDMAN
NICHOLAS J. LARocca
SELDON R. BARD
MARTIN I. BRESLER
DAVID A. ROSEN
DAVID B. SIMPSON
JOHN BARRY DONOHUE, JR.

JOUETT SHOUSE (1880-1966)

NEW YORK CITY OFFICE
522 FIFTH AVENUE
NEW YORK, NEW YORK 10036

February 9, 1972

Honorable Peter M. Flanigan
Assistant to the President
The White House
Washington, D.C.

Dear Peter:

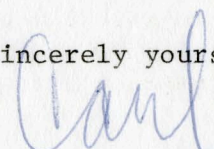
Recently I was reviewing the recommendations of the President's Commission on Financial Structure and Regulation, and on page 42 there is a recommendation that:

"Commercial banks and their subsidiaries and holding company affiliates be permitted to manage and sell mutual funds, including commingled agency accounts, subject to regulation by the Securities and Exchange Commission".

Can you advise whether the White House will propose legislation which might encompass this recommendation? A number of our clients in the securities industry are extremely interested. As you know, this proposal was made in legislation and later eliminated on grounds of a conflict with provisions of the Glass-Steagall Act in a bill the President finally signed in 1970. The courts have ruled substantially the same.

Recently I noticed that the Federal Reserve Board is considering a proposal to permit commercial bank holding companies to act as investment advisers to mutual funds, which is another aspect of the same matter. I will appreciate your good advice as to whether a partial repeal of the Glass-Steagall Act is under consideration or some other legislative proposal to implement the Commission's recommendations.

Sincerely yours,


Carl L. Shipley

CLS:dc

RECEIVED

GENERAL
FI 2
JL 3

Safe Deposit Box

March 8, 1972

Dear Mr. Harlan:

In the many letters I receive each day, it is heartening to note the interest of our people in the Nation's well-being. I want you to know of my appreciation for your thoughtfulness in sharing your views with me, and you may be sure they will be given careful consideration.

With my best wishes to you and your family,

Sincerely,

RICHARD NIXON

Mr. Eugene H. Harlan
Gene Harlan & Associates
905 Sunrise Lane
Fort Lauderdale, Florida 33304

RN:RE:el

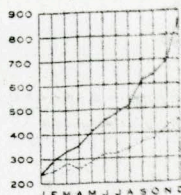
cc: avh ✓

TREASURY: ✓

9

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MAR 9 1972
CENTRAL FILE

15
Treasury
GENE HARLAN & ASSOCIATES
Investments



905 SUNRISE LANE
FORT LAUDERDALE, FLORIDA 33304
TELEPHONE 564-3266

January 10, 1971

P-382
now to you & your family
CS-2A
Richard M. Nixon, President
United States of America
White House
1600 Pennsylvania Ave.
Washington, D. C.

Dear President Nixon:

While not motivated by hysteria over the recent bomb scares in various bank safe deposit vaults, I strongly urge immediate enactment of a Federal Law requiring a waiting period of at least two weeks before an applicant is permitted to rent a safe deposit box. During this period, the bank would be required to verify the identity of the applicant; investigate his background, ascertain whether or not he was affiliated with any subversive organization, and, at the discretion of the bank officers, grant or refuse the applicant the privilege of renting a box.

Should the applicant have urgent and immediate need for protection of valuable articles or documents, the bank could undertake to keep them in a depository vault after inventory and issue a receipt to the applicant pending the investigation.

This method would only be a deterrent, since once a box is rented, the owner has exclusive use thereof and could implant a bomb at a later date. However, the investigation period alone would discourage most, if not all, persons who might conceivably apply with intent to implant a time bomb.

Now, as to the real reason for my concern. These time devices, which described by the media as "sophisticated," could easily be detonated at any given time. It might be while vault attendants and box renters are in the main vault, and which might result in serious personal injury or even death. Furthermore, if the explosive device were of sufficient power, it could destroy all boxes and contents

.....Richard M. Nixon, President

January 10, 1971

thereof in it's immediate vicinity. While it is true that most of us keep records of all stock certificates and registered bonds, the replacement thereof is tedious and time consuming. Some elderly people have not kept any records at all.

Further, there is also the matter of personal jewelry and other valuable possessions, as well as unregistered tax exempt bonds, cashier's checks, and even cash - all virtually irreplaceable.

Surely, in view of the foregoing, as well as other considerations, your colleagues in the Senate and House will see fit to enact the appropriate legislation.

Respectfully yours,

Eugene H. Harlan
EUGENE H. HARLAN

EHH/jh

cc: Seantor Edward Gurney
Senator Lawton Chiles

(BLIND P. S.)

Mr. President:

I am enclosing a copy of a letter that my wife wrote to Frank McGee, Today, NBC; the same being self explanatory.

I approve of your program, so does my wife, and we even have an 18 year old in our house, as well as a 20 year old married son, that will be voting for you this next election. If you will check your files, you will see that you wrote me a personal letter before the last election, wherein you solicited my help. I just want you to know that you will have it this election too.

EHH

GENERAL

FIR
FIS

SPARKMAN, John
ERB -

50286

OFFICE OF MANAGEMENT AND BUDGET
ROUTE SLIP

TO Mr. Peter Flanigan
White House

Take necessary action ☐
Approval or signature ☐ THE WHITE HOUSE
Comment ☐
Prepare reply ☒ 1972 MAR 25 P
Discuss with me ☐
For your information ☒ EXECUTIVE SECRET
See remarks below ☐ CLEP

William V. Skidmore
FROM Legislative Reference Div.

DATE March 22, 1972

REMARKS

Attached for your information is a report on S. 3001, the Federal Financing Bank bill, which the Postal Service proposes to send to the Senate Banking Committee. Only Postal Service and GAO were asked to report, and the due date is April 3, 1972.

The Postal Service report states "no objection to the bill as drafted" on the assertion that it does not apply to their operations.

In addition to principal OMB officials, we have requested Treasury Department's views on the report by c.o.b. Tuesday, March 28, 1972.

OMB FORM 4
REV AUG 70



LAW DEPARTMENT
Washington, DC 20260

HOUSE
ON

M 1 12

LETARIAT

MAR 17 1972

BR

Brenneman

Mr. W. H. Ronnel
Assistant Director
Legislative Reference
Office of Management & Budget
Washington, D. C. 20503

Dear Mr. Ronnel: Attention: Mrs. Louise Garziglia

There are enclosed four copies of our proposed report on
S. 3001.

We request your comments before we submit the report to
the Committee.

For the General Counsel:

Sincerely yours,

W. Allen Sanders

W. Allen Sanders
Assistant General Counsel
for Legislation

Enc.

Note: I have been asked to submit this report to the Senate
Committee on or before Monday, April 3, 1972.



LAW DEPARTMENT
Washington, DC 20260

Dear Mr. Chairman:

This is in response to your request for the views of the Postal Service on S. 3001, a bill to centralize certain federal and federally-assisted borrowing activities in a newly-created Government instrumentality, the Federal Financing Bank.

Under the Postal Reorganization Act, which established the new Postal Service and endowed it with broad operating authorities in many ways similar to the authorities under which enterprises in the private sector of the economy operate, the Postal Service is authorized to borrow money and to issue obligations up to a maximum outstanding amount of \$10 billion. The relationship between the Department of the Treasury and the Postal Service in the issuance of Postal Service obligations is spelled out in some detail in the Act. That relationship includes the right in the Secretary of the Treasury to preempt all offerings of Postal Service obligations to the public by requiring the Postal Service to sell all obligations issued by the Postal Service to the Secretary. 39 U.S.C. 2001 et seq. (1970).

The Postal Reorganization Act also provides in part, with exceptions not here relevant, that "no federal law dealing with public or federal . . . budgets, or funds . . . shall apply to the exercise of the powers of the Postal Service." 39 U.S.C. 410(a), (1970). Since S. 3001, if enacted, would clearly be a federal law dealing with funds, it would not, in our opinion, apply to the Postal Service.

[The provisions of S. 3001, if enacted, would be inconsistent both with the provisions authorizing the issuance of debt obligations by the Postal

Service and with section 410(a), quoted above. An interpretation that S. 3001 extended to the Postal Service, therefore, would mean that S. 3001 constituted a pro tanto implied repealer of section 410(a) and various other provisions in the postal code. Under the ordinary rules of statutory construction, however, the presumption is against such repealers by implication. Section 410(a) is a unique provision of law, specifically applicable only to the Postal Service, which serves a critical function in the statutory reorganization mechanism established by the Postal Reorganization Act. It is "familiar law that a specific statute controls over a general one 'without regard to priority of enactment'." Bulova Watch Co. v. United States, 365 U.S. 753, 758 (1961). Accordingly, in the absence of language in the bill making it specifically applicable to the Postal Service, it is our opinion that enactment of the bill would have no legal effect upon the borrowing authority contained in the Postal Reorganization Act.

The borrowing authority contained in the Postal Reorganization Act, and the exclusion of the application of general federal laws relating to funds from application to the Postal Service, were provided in the Postal Reorganization Act in order to grant the Postal Service the legal authority necessary to finance the complete reform and modernization of the nation's mail system. At the same time, however, the need for coordination of Postal Service borrowings was recognized, and the Treasury was given blanket authority to preempt all Postal Service offerings of debt obligations, whenever market conditions required, as determined by the Treasury Department. The Treasury Department itself drafted the coordination provisions, and recommended their enactment. In discussing the coordination of Postal Service financing with the overall financing program of the Treasury during hearings on the provisions of the Administration's postal reform bill, Under Secretary of the Treasury Volcker testified as follows:

What we want from the standpoint of the Treasury Department is not the authority to control the scale of operations of the Post Office Establishment but the opportunity to coordinate these financings with the overall financing program of the Treasury and the Government as a whole, and we believe that this arrangement provides this. (Emphasis added.) Hearings before the House Committee on Post Office and Civil Service, 91st Cong., 1st Sess., Ser. No. 91-4(a), Pt. III, at 1165 (1969).

Since we understand the purpose of S. 3001 to be to permit improved coordination of agency financing and not to grant the Treasury Department control over the statutorily authorized levels of activities of the agencies subject to the Federal Financing Bank's jurisdiction, the stated purpose of the bill has already been accomplished -- as to the Postal Service -- by provisions of law already in effect. These provisions went into effect less than one year ago, and the first bond offering thereunder has already been completed successfully. There is no indication, to our knowledge, that the interests of the Treasury Department or the Government have been, or will be, prejudiced by the present arrangement. On the other hand, inclusion of the Postal Service within the ambit of the proposed legislation could be construed to reflect a step away from the generally independent, businesslike operating principles embodied in the Act which are governing the new Postal Service as it undertakes the modernization of the nation's mail system.

In view of the non-applicability of S. 3001 as presently drafted to the Postal Service, the Postal Service has no objection to the enactment of the bill as drafted. We would request, however, that if consideration is to be given to amending the bill so that it will apply to the Postal Service, we be given an opportunity during hearings on the bill to explain more fully our objections to its application to the Postal Service.

Sincerely,

Honorable John Sparkman
Chairman, Committee on Banking,
Housing and Urban Affairs
United States Senate
Washington, D. C. 20510

CIEP CORRESPONDENCE PROFILE

DOC	REC'D	LOG NBR	INITIAL ACTION OFF
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TO: PRES _____
 Flanigan X
 Other _____

FROM: _____
 Skidmore, Wm. V.
 (OMB) Log In/Out Only _____
 Action Required X

U X
 LOU _____
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 TS _____

SUBJECT: Requests views on S. 3001 -- Federal Financing Bank Bill

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 Ref. No. _____
 Xeroxing _____
 Instructions _____

memo only for NSC

INTERNAL ROUTING AND DISTRIBUTION

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FOR

ACTION REQUIRED

MEMO FOR PMF..... ()

MEMO FOR PRES..... ()

REPLY FOR _____ SIGNATURE..... ()

MEMO _____ TO _____ ()

RECOMMENDATIONS..... ()

Refer to _____ ()

ANY ACTION NECESSARY..... X ()

CONCURRENCE..... ()

DUE DATE: 3/28/72 ()

COMMENTS: (Including Special Instructions)

ADVANCE CYS TO

Executive Secretary

Deane Hinton

Bill Mazzocco

Jim Loken

Jon Rose

Gus Weiss

Larry Brady

George Crawford

Dick Erb

DATE

FROM

TO

ACTION REQUIRED

Init

4/14

ERB

ELS

Action completed.

materials kept for files

No documentation available

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DATE _____

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Case File _____

Other _____

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MAY 1 1972

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GENERAL
 BEH-39
 IS
 FID
 FC121

April 5, 1972

INSURANCE AGENTS ASSOCIATION

Dear Bob:

Thank you very much for your letter of March 16, and I appreciated having the further information you provided in your letter with regard to the concern of the California insurance agents.

I have noted your comments relative to the opening on the Federal Reserve Board and have taken the liberty of calling this to the attention of the appropriate people here.

It was good to visit with you, and with kindest personal regards,

Sincerely,

Bob

Robert H. Finch
 Counsellor to the President

Mr. Robert B. Suhr
 XIndependent Insurance Agents
 Association of California
 465 California Street
 San Francisco, California 94104

bcc: Fred Malek w/copy of incoming *sent*

RD:bk1

x file

5

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 APR 8 1972
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16
1
5-15-77

GENERAL
SP7
FIZ

~~Stephen Kurzman~~

THE WHITE HOUSE
WASHINGTON

Assoc

5/5 - ~~How~~

Sholem, John S.
Camp, Wm. R.
Radin, James
YATK. CONF. OF
Jewish Day School
Educators

Nat Conf of Jewish
Day School Educators
Greenfield Park -
500+
N.Y.

Follow up + push
Pres. Ford act to Ed
message + how
applying

GENERAL

3

FG6-11-1/ERB, Richard D.

FI2
FG131

June 23, 1972

Dear Mr. Morris:

Due to unforeseen circumstances, I was unable to attend the Boston Federal Reserve's conference on the Hunt Commission Report. However, I certainly appreciated the invitation, and I have found the papers prepared for discussion at the sessions valuable in our review of the Hunt Commission Report.

Again, many thanks for your thoughtfulness in including me. I hope to have an opportunity in the near future to talk to you about the recommendations.

Sincerely,

Richard D. Erb
Staff Assistant
to the President

Mr. Frank E. Morris
President
Federal Reserve Bank
Boston, Massachusetts 02106

RECEIVED
JUL 20 1972
CENTRAL FILES

29

THE WHITE HOUSE OFFICE

REFERRAL

2
GENERAL
FJ

To: The Secretary of the Treasury

Date: July 28, 1972

ACTION REQUESTED

- ☐ Draft reply for:
☐ President's signature.
☐ Undersigned's signature.
- ☐ Memorandum for use as enclosure to reply.
- ☐ Direct reply.
☐ Furnish information copy.
- ☒ Suitable acknowledgment or other appropriate handling.
☐ Furnish copy of reply, if any.
- ☐ For your information.
- ☐ For comment.

NOTE

Prompt action is essential.

If more than 72 hours' delay is encountered, please telephone the undersigned immediately, Code 1450.

Basic correspondence should be returned when draft reply, memorandum, or comment is requested.

REMARKS:

Description:

☒ Letter: ☐ Telegram: Other:

To: The President

From: Charles P. Leon, Prof of Money and Banking, Mayaguez, P.R.

Date: 7/24/72

Subject: Requests copy of the Hamilton Report on bank structure.

By direction of the President:

Michael B. Smith
Staff Assistant

RECEIVED
JUL 29 1972
CENTRAL FILES

rah

UNIVERSIDAD DE PUERTO RICO EN MAYAGUEZ
COLEGIO DE ARTES Y CIENCIAS
MAYAGUEZ, PUERTO RICO

PROGRAMA DE ESTUDIOS
LATINOAMERICANOS

July 24, 1972

PR
Executive Offices
The White House
Washington, D. C.

Dear Sirs:

I am writing to enquire whether it is possible for us to obtain a copy of the Hamilton Report on bank structure etc.

If it is available free of charge, please send us a copy. If it has a price, please indicate it and the government department that has it.

Please mail to:
Prof Charles P. Leon
Box 5217 College Station
Mayaguez, Puerto Rico 00708

Thank you very much.

Sincerely,
Charles P. Leon
Prof. of Money and Banking

BE2-2

FID

August 2, 1972

Dear Bob:

Many thanks for your letter of July 26 concerning the application of Commerce Properties, Inc., to the Federal Savings & Loan Insurance Corporation for approval to acquire Franklin Savings Association, Ottawa, Kansas.

Although I understand your concern that this application be acted upon prior to the expiration of the agreement, it is not possible for us to be of assistance in this matter. The Federal Home Loan Bank Board is an independent regulatory agency and it would be inappropriate for the White House to become engaged in a question which involves the Board's quasi-judicial functions. Indeed, even a call from the White House regarding the status of the application might be misinterpreted as an attempt to improperly interfere with the Board's deliberations.

With best regards,

Sincerely,

PETE

Peter M. Flanigan
Assistant to the President
for International Economic Affairs

Honorable Bob Dole
United States Senate
Washington, D. C. 20510

bec: Bill Timmons, Dick Erb, Larry Brady
PMF:Erb: ljs 8/1/72; RETYED per PMF: lll 8/3/72

August 30, 1972

GENERAL

IV/1972/ST21/BROOKLINE

H42
FI2

Dear Mr. Goldsmith:

I have been asked to acknowledge your kind letter to the President inviting him to the establishment of Malmart Mortgage Company, Inc. to be held September 14.

The President was pleased to be asked to be with you and would like to have the opportunity to do so, if circumstances permitted. Unfortunately, though, his schedule is such that it will not be possible for him to add this engagement to his calendar.

With the President's warm thanks for your thoughtfulness of him and his best wishes,

Sincerely,

David N. Parker
Staff Assistant
to the President

Mr. William H. Goldsmith, Jr.
President
Malmart Mortgage Company, Inc.
111 Washington Street
Brookline, Massachusetts 02146

DN Parker:mfd

Route thru Bob Brown before dispatch

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SEP 2 1972
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GENERAL

FG2

PR 14-8

October 12, 1972

UTICA OBSERVER-DISPATCH

UTICA PRESS

SP

Dear Mr. Ray:

On behalf of the President, I want to thank you for your letter of October 3.

We appreciate your interest in having a statement from President Nixon as to which 20th century President he considers follows most closely the example of George Washington. Unfortunately, the many demands on the President's time precludes him from preparing a statement on this subject now. However, I enclose a page from his speech at the National Football Foundation and Hall of Fame Dinner in December 1969. You will note that he picked out three men who he felt were the greatest President's since 1900.

I hope this will be of some interest to you, and I am sure that you understand the time pressures which prevent the President from undertaking this for you.

With best wishes,

Sincerely,

Ken W. Clawson
Deputy Director
of Communications

Mr. Joseph Ray^x
c/o Copy Desk
221-3 Oriskany Plaza
Utica, New York 13503

Enclosure -

Statement

KC:WP:chm

name

subject

chron

5

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THE OBSERVER-DISPATCH

PUBLISHED DAILY AND SUNDAY

THE DAILY PRESS

EVERY MORNING EXCEPT SUNDAY

UTICA, NEW YORK 13503

Oct. 3, 1972.

HK-1
Dear President Nixon:

May we ask you a historical question, one we are also asking ~~President Nixon~~ and Mr. Truman:

Mr. Johnson

"Which President since 1900 (excepting yourself) do you feel most faithfully followed the precepts and demonstrated the character of President George Washington?"

Thank you for your reply, which we await with much interest. We will be glad to send you a copy of the results, if you wish.

Respectfully,

Joseph Ray
Joseph Ray
c/o Copy Desk
Observer-Dispatch
Utica, N. Y.

October 25, 1972

Dear Mr. Roy:

Mr. Haldeman asked me to respond to your letter concerning the data processing services offered through the Federal Home Loan Bank System. The Office of Management and Budget is currently examining the issues raised in your letter. When this review is completed, we will have the necessary background information to determine what policy action, if any, is necessary. In addition, it is my understanding that the issues are being examined by the Federal Home Loan Bank Board.

Let me conclude by saying we do share your conviction that a government agency should not offer services which can be provided by the private sector.

I appreciate your bringing this issue to our attention.

Sincerely,

Richard D. Erb
Staff Assistant
to the President

Mr. John L. Roy
Chairman
United Data Processing, Inc.
1425 East McMillan Street
Cincinnati, Ohio 45206

RECEIVED
APR 11 1973
CENTRAL FILES

BROUGHT FORWARD

GENERAL

FI2

Previously filed

10/30/72

Date

Name

Dr. Henry Lucas

Organization

GENERAL

FI2

New File Symbol

11/17/72

Date

FINAL ACTION

Letter to Mr. Hamrick
from Mr. Riedy of Federal
Home Loan Bank Board

GENERAL

FI2

November 5, 1972

CHAPIN, DWIGHT L. /J*

Dear Richard:

I received your recent letter and was glad to hear from you and to learn what has been happening to you during the years. I enjoyed your recalling our efforts to get Dad to buy an airplane. Looking back on this, Dad was interested in flying, but we may have been somewhat mistaken about his being able to afford one.

I am sorry I am not knowledgeable on matters concerning the Federal Reserve Board and am therefore unable to give you any advice concerning your application for a national bank charter.

With best wishes,

Sincerely,

Dwight L. Chapin
Deputy Assistant
to the President

Mr. Richard L. Jones
836 N. Derby
Derby, Kansas 67037

RECEIVED
NOV 8 1972
CENTRAL FILES

If you want to change this, please do.

THE WHITE HOUSE

WASHINGTON

November 5, 1972

Dear Richard:

*Enjoyed
your*
I received your recent letter and was glad to hear from you and to learn what has been happening to you during the years. I recall ~~your~~ ^{my} efforts to get Dad to buy an airplane ~~for us~~. Looking back on this, I ~~agree that he is~~ ^{and was} interested in flying, but ~~we~~ ^I may have been somewhat mistaken about his being able to afford one. In any event, I never have learned to fly.

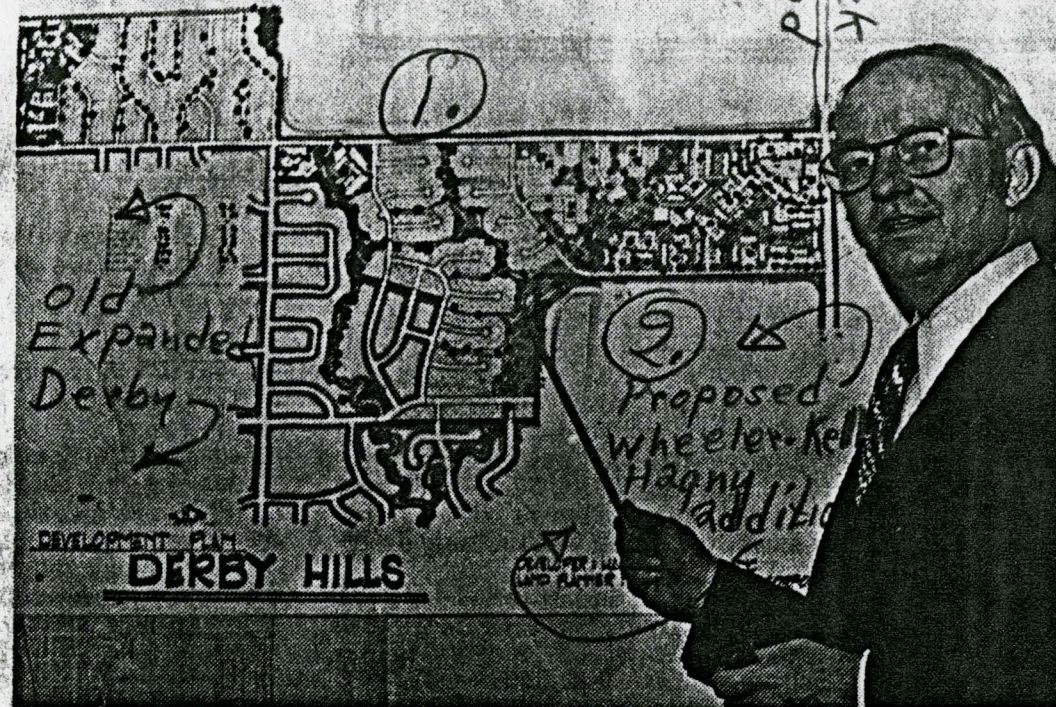
I am sorry I am not knowledgeable on matters concerning the Federal Reserve Board and am therefore unable to give you any advice concerning your application for a national bank charter.

With best wishes,

Sincerely,

Dwight L. Chapin
Deputy Assistant
to the President

Mr. Richard L. Jones
836 N. Derby
Derby, Kansas 67037



Derby Hills

Don Harter, above, points to the park areas in the Derby Hills development which includes 234.7 acres north and east of Derby proper. The development discussed at the planning commission last night is one of the largest plats proposed for development in Sedgwick County in 20 years. (staff photo)

East Brook Forest ^{E-NE of Derby High School} Plat Being Previewed

Another area of expansion for Derby is the Minson-Warren Brook Forrest East of Dry Creek proposal. A preliminary plat for this development has been presented to the planning board and is now being reviewed by the commission.

The proposal is for 110 lots with a minimum of 9,000 square feet per lot. A por-

tion of this plat has been designated as a park area when the development is approved.

Jim Minson and Ray Warren appeared before the commission last night for discussion of the project. The planners will hold a special meeting Thursday, Sept. 21, 1972, to act on this preliminary plat.

•Hospital Notes

Charles Bell, 951 N. Baltimore, Derby, entered St. Joseph Hospital Monday for tests and observation. He is a patient in room 207.

Derby 4-H Club To Hold Basket Supper

The Derby 4-H Club will host a basket supper at 6:00 p. m. Monday, at the First United Presbyterian Church fellowship hall.

All 4-H members and their families are invited to attend and to bring a basket dinner and table service. Drinks will be furnished.

Entertainment for the evening will be furnished by the parents of 4-H members.

Record books should all be turned in and enrollment forms will be available. Members should have in mind what

1159 UNITS

234.7 Acre Development Proposed Here By Harters

Don Harter presented the Derby Planning Commission with a sketch plat of 234.7 acres to be developed and known as Derby Hills at the regular meeting here last night. The Development planned by Harter & Sons, Inc., is both north and east of the present Derby boundaries.

The plat is one of the largest developments submitted in one package for planners consideration in Sedgwick County in 20 years, according to Don Harter. It has several unique features and contains more than 34

234.7 Acre Development Proposed Here By Harter

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The plat is one of the largest developments submitted in one package for planners consideration in Sedgwick County in 20 years, according to Roger Harter. It has several unique factors and contains more than 34 acres of park and public area.

The plat has a total of 347 single family lots of 80 feet by 120 feet. Each lot has a minimum of 9,000 square feet. The residences are to be set back 25 feet at front and 15 feet of space is allowed on each side.

After discussion of the overall proposal the Planning Commission forwarded the Derby Hills plat to the sub-division long range planning and zoning committee for further study.

A copy of the proposed plat presented to the planners last night is reproduced elsewhere in this issue complete with legend.

In regular session the planners approved the minutes of the Aug. 24 and Aug. 31 meetings. They disapproved the request by Harold Brock for a fence or hedge row at 531 S. Kokomo.

After reviewing Cecil Mirkle's "mini warehouses" on property at the north city limits, the planners agreed to rezoning and conditional use of the mini warehouses for their recommendation to the council.

4. The planners voted to make an additional study of the sketch prepared by the G.N. Babcock. *Babcock Addition (South)*

5. They also recommended that the Woodlawn Heights sketch be discussed by the council with a possible view of annexation. They considered the Woodlawn Heights Nursing Home project with the same recommendation. *Woodlawn Heights Addition (S. East)*

Kirk Monson gave a review of the council meeting Sept. 5 and various committee reports with reference to the planners participation.

Announcement was made that Henry Horn will represent the planners at the Sept. 19 council meeting.

A joint meeting between the council and commission is planned for 7 p.m. Thursday, Sept. 28.

ed 11855 to the
Church fellowship hall.
All 4-H members
and their families are
invited to attend and
to bring a basket din-
ner and table service.
Drinks will be fur-
nished.

Entertainment for
the evening will be
furnished by the par-
ents of 4-H members.

Record books
should all be turned
in and enrollment
forms will be avail-
able. Members should
have in mind what
projects they plan this
year in order that
forms can be com-
pleted.

Anyone ages seven
through high school
may join the 4-H Club,
attend the basket sup-
per and get acquaint-
ed with the 4-H pro-
gram. For additional
information call 788-
2325.

David

UNPLATTED

W.W. COR.
SEC. 6-223-21

PARCELS	NO. OF UNITS	ACRES	DENSITY
1 TOWNHOUSE	150	15.5	9.0
2 SINGLE FAMILY	174	57.2	3.0
3 LIGHT COMMERCIAL	-	1.7	-
4 GARDEN APT.	95	7.1	13.5
5 SINGLE FAMILY	172	77.0	2.2
6 ZERO LOT LINES	68	24.0	2.8
7 TOWNHOUSE	284	31.2	9.2
8 GARDEN APT.	216	10.7	20.2
9 COMMERCIAL	-	9.2	-

PARCEL LIMITS FOR DENSITY COMPUTATIONS

Dwight: This
plus the other
additions would
increase Derby's
housing units
over 90%.

	TOTAL UNITS	TOTAL ACRES
TOWNHOUSES	434	47.8
GARDEN APTS	312	17.8
ZERO LOT LINE	86	94.0
SINGLE FAMILY	547	134.3
LIGHT COMMERCIAL		1.7
COMMERCIAL		9.3
	1859	234.7

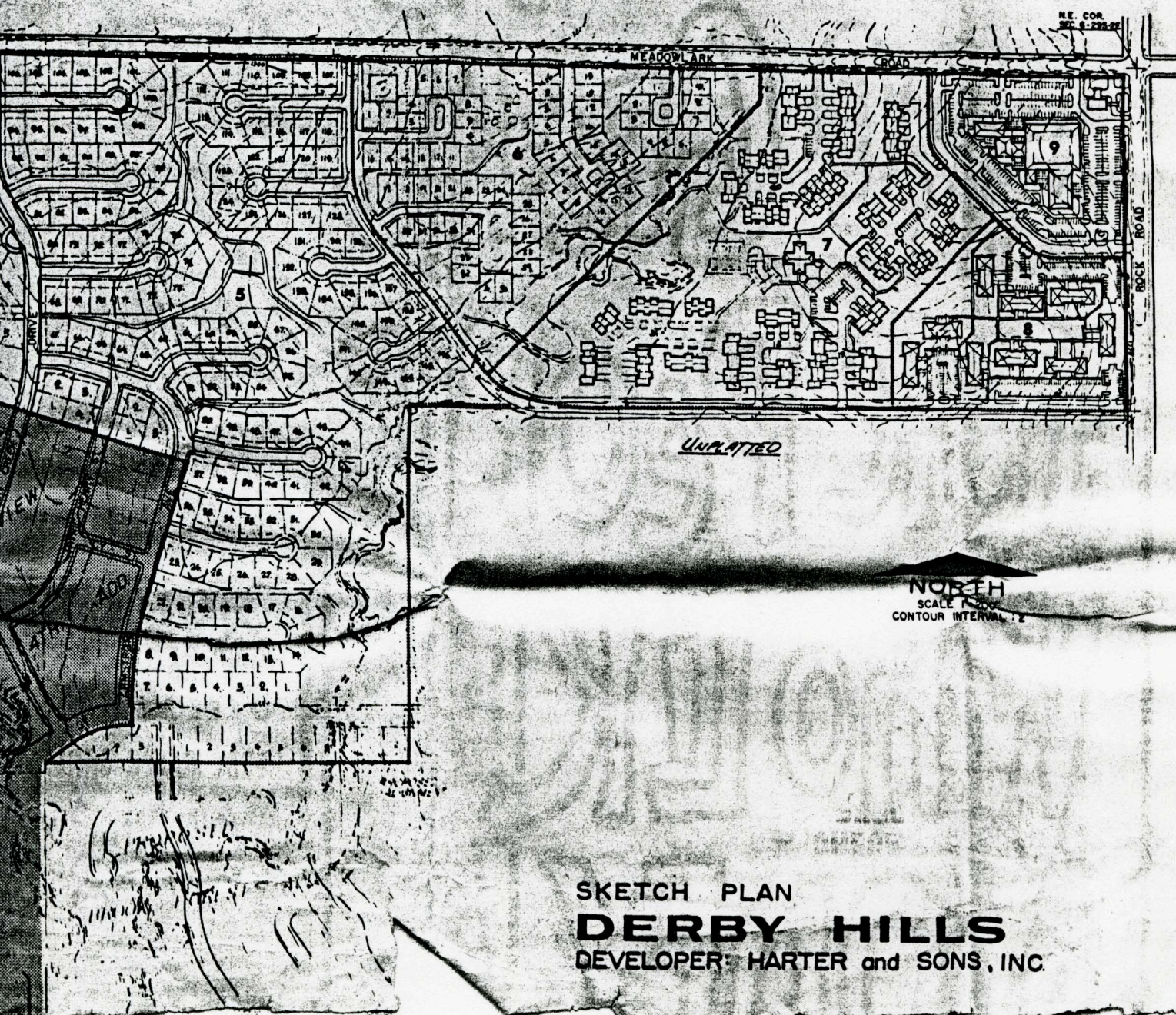
TOTAL SINGLE-FAMILY LOTS - 347
TYPICAL LOT SIZE - 80' x 120'
MIN. LOT AREA - 9000 SQ. FT.
SETBACKS - 25' FRONT LOT - 15' SIDE LOT
EASEMENTS TO BE SHOWN AT TIME OF PLATTING

RESERVATION COPY

Shaded Areas Are Boundaries Of Derby Proper At The Present Time.

This Is The Proposed Plat Of The New Harter & Sons, Inc.

Development Proposed For The Derby Area.



duff
Thank you for his note
836 N. Derby
Derby, Kans. 67037
October 29, 1972

Dear Mr. Chapin,

About twenty years ago when you were in seventh grade I was privileged to have several conversations with you. You were a real good friend and I felt you were definitely college material. Once you and I tried to get your father to buy an airplane. You had mentioned that you thought he could afford one and was interested in flying.

A lot of water has run under the bridge since then.

...Have wanted many times to write you, especially after reading of your position in the administration and reflecting our old days in school together.

...Thought you would be interested in knowing a new national bank may be built in your old home town, Derby. We, nine Republicans and one Democrat, have applied for a charter. The one Democrat is a Democrat for Nixon. One reason that George Meany is so reluctant to endorse McGovern is because of the proposed bank. Mr. Meany is aware that this Democrat will be the highest union official in the history of the U.S. to serve as a director of a national bank. If Mr. Nixon knows about this, I know he will be jubilant also, because we have things pretty well in order. Our lawyer, Bill Wood, had previously made a thousand dollar effort to re-elect the President and he, too, will be a director.

I am enclosing a clipping of some of the expected growth as far east as the Rock Road you used to travel so much. This may help establish the need for another bank to compliment the little traditional state bank that was here when our population was 350. We're now close to 9,000. Wichita, alone, has nine national banks.

Dwight, in your busy life, I do not really expect you to answer my letter. Would really like to know if there is anything we can do to help as our case will come up for review with the Federal Reserve Board of Kansas City, Mo., in December after they consider several applications from Missouri.

Do you remember Mrs. Kelly, your seventh grade teacher across the hall from me? I have no known address for her.

Sincerely,
Richard L. Jones
Richard L. Jones

GENERAL

FI2



FEDERAL HOME LOAN BANK BOARD

WASHINGTON, D. C. 20552

101 INDIANA AVENUE, N. W.

FEDERAL HOME LOAN BANK SYSTEM
FEDERAL SAVINGS AND LOAN
INSURANCE CORPORATION
FEDERAL SAVINGS AND LOAN SYSTEMSPECIAL ASSISTANT
TO THE CHAIRMAN

November 17, 1972

Mr. Rayburn Hanzlik
Executive Assistant
to Counsellor Finch
The White House
Washington, D. C. 20500

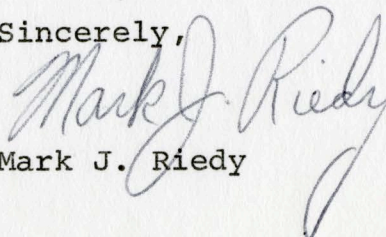
Dear Mr. Hanzlik:

This is a note to follow up on a recent phone message I related to your secretary regarding a visit by our Director of the Office of Housing and Urban Affairs, Dick Platt, to Mr. Henry Lucas, D.D.S., a member of the Board of Directors of Fulcrum Savings and Loan Association. Mr. Platt visited Dr. Lucas on November 2, and I met both Drs. Lucas and Kimbrough at a recent convention in New Orleans.

Dr. Lucas confirmed to me what Dick Platt had reported following his visit, namely, that it appears that a satisfactory solution is being worked out on the question of a stock escrow requirement associated with the sale of capital stock by Fulcrum Savings and Loan Association. The Federal Home Loan Bank Board is trying to balance its concern for the viability of new capital stock savings and loans with the problems of marketability of the stock of the new S&L's. The latter presents unique considerations in the case of stock sales by new minority associations, and the Board will create exceptions to its regulations in instances where it can be demonstrated quite clearly that the intent of the regulations will not be violated by the exception. Thus I understand that a mutually satisfactory compromise is in the process of being arranged in this case.

If I can provide any additional information on this subject, please feel free to call.

Sincerely,


Mark J. RiedyRECEIVED
NOV 24 1972
CENTRAL F

GENERAL

F12

FB 124

Kimbrough, L. S.

October 30, 1972

Dear Dr. Lucas:

Counsellor Finch is in receipt of your letter of October 23 and has raised the matter you discuss with the Chairman of the Federal Home Loan Bank Board, Mr. Preston Martin. You can expect Chairman Martin's office to respond on this soon.

With kind regards,

Sincerely,

Rayburn Hanslik
Executive Assistant
to Counsellor Finch

x
Henry Lucas, Jr., D.D.S.
x Franklin Hospital Medical Bldg.
45 Castro Street, Suite 202
San Francisco, California 94114

Fulcrum Savings &
Loan Association

RH:bk1

reading

NOV 3 1972

CENTRAL FILES

October 30, 1972

MEMORANDUM FOR

THE HONORABLE PRESTON MARTIN
Chairman
Federal Home Loan Bank Board

Counsellor Finch asked that I forward the attached to you for appropriate handling. As you may know, Dr. Lucas is a close and long-time friend of Mr. Finch's, and anything you can do on this will be appreciated.

Thank you.

Rayburn Hanzlik
Executive Assistant
to Counsellor Finch

Attachment

RH:cc
x file
Readinggfile



HENRY LUCAS JR., D.D.S.
FRANKLIN HOSPITAL MEDICAL BLDG.
45 CASTRO STREET, SUITE 202
SAN FRANCISCO, CALIFORNIA 94114
PHONE 626-2085

OCT 26 1972

October 23, 1972

The Honorable Robert H. Finch
Counsellor to The President
The White House
Washington, D. C. 20201

Dear Bob:

I am enclosing a copy of the letter which Don Kimbrough wrote to the Chairman of the Federal Home Loan Bank Board on October 28, 1972. Don asked several questions relating to the requirements for completing the organization of our proposed new California state licensed savings and loan association. The Federal Home Loan Bank Board, as you know, has to pass on our application for insurance of accounts before the state will issue our license.

We appreciate entirely that the Federal Home Loan Bank Board will make its own decision on the merits of our application for insurance of accounts. But it would certainly be helpful if we could obtain answers to the questions which Don Kimbrough raised in his letter. To date, we have received no reply, or even any acknowledgment from the Federal Home Loan Bank Board that it has received the letter or is considering the questions we have raised.

Frankly, we are somewhat dissappointed with the apparent reluctance on the part of the Federal Home Loan Bank Board to recognize the problems which confront any new state chartered stock association with the present high capital requirements. As we are endeavoring to maintain minority control of this association, the problems are increased in our case.

We would certainly appreciate anything which it would be appropriate for you to do to expedite a decision on the merits in this matter. In particular response on the subjects raised in Don Kimbrough's letter.

Sincerely,

HENRY LUCAS JR. D.D.S.

FULCRUM SAVINGS AND LOAN ASSOCIATION

C/O L. S. KIMBROUGH, M.D.
500 SPRUCE STREET
SAN FRANCISCO, CALIFORNIA 94118

BOARD OF DIRECTORS

L. S. KIMBROUGH, MD
CHAIRMAN
W. JACK CHOW, ESQ.
NATHAN COHN, ESQ.
EDWARD R. HAMBRICK, MD
HILDE HELLER
BURTON W. LEWIS
NETTIE V. LEWIN
HENRY LUCAS, JR., DDS
EDWARD C. POWELL
JAMES D. SADDLER, DDS
YVONNE E. SCOTT

*A Proposed Savings and Loan Association
In Organization
Under the Laws of the State of California*

September 29, 1972

ADVISORY COMMITTEE

WILLIE MAYS,
CHAIRMAN
ERNEST CARTER, MD
VICE-CHAIRMAN
ARNOLD W. BAKER
WILLIAM M. BALL, JR., MD
JAMES F. BARBIC, CPA
DEAN SEYMOUR M. FARBER
VERNON KAUFMAN
PAUL H. NATHAN, DMD
ROBERT THORNTON, PHD
LAURA G. WARE

Dr. Preston Martin
Chairman
Federal Home Loan Bank Board
101 Indiana Avenue, N.W.
Washington, D. C. 20552

Re: Stock Escrow Requirements
For New Association

Dear Dr. Martin:

The men and women who have joined with me to form a new California state-licensed stock association have asked me to write direct to you and ask for your help.

We have filed an application with the Savings and Loan Commissioner of the State of California for approval of the Articles of Incorporation of our new association, which is to be located at or near the intersection of California Street and Fillmore Street in the City and County of San Francisco, California. A hearing on that application is scheduled for October 17th, 1972. We are proposing an initial capital of two million dollars, by sale of stock.

Also, we have filed an application with the San Francisco office of the Federal Home Loan Bank Board, asking a commitment for insurance of accounts by the Federal Savings and Loan Insurance Corporation.

We want to sell the stock on a fairly wide basis with the goal of assuring that the control of our new association will continue in the hands of members of black and other minority groups. We think this is a worthwhile objective which is in the interests of the entire community.

Our problem lies with certain of the conditions which may be imposed in the event our application is approved by the Federal Home Loan Bank Board; specifically, I am referring to those conditions relating to the requirement for a five-year escrow of at least two-thirds of the stock by dollar

Dr. Preston Martin
Federal Home Loan Bank Board
Washington, D.C.

Page Two

value. We understand that the requirements are spelled out in the "Outline of Information to be submitted in support of an Application for Insurance of Accounts or a Request for a Commitment to Insure Accounts of a State-chartered Institution," which were issued by the Federal Home Loan Bank Board in 1967. We would like to know whether it is possible to obtain a waiver or adjustment made as to those conditions relating to the stock escrow.

We have discussed this matter at some length with our market economists, Messrs. Richard Seeley and David B. Laing of Market Insight Corporation, and also with Mr. Gareth W. Sadler of the law firm of Angell, Adams & Holmes. We have also spoken with representatives of the accounting firm of Peat, Marwick, Mitchell & Co. which we intend to employ to perform auditing and accounting services for our new association, and with several of the commercial banks with whom we may establish a banking relationship. Based on these discussions, it is our understanding that the stock escrow requirements presently imposed by the Federal Home Loan Bank Board are unique in financial regulation. No such requirements are made, by either the federal banking authorities or by the Superintendent of Banks of the State of California in the case of new banks. We understand that these Federal Home Loan Bank Board stock escrow restrictions originated in the early 1960's, when the regulatory agencies, both State and Federal, had far less power to prevent potential problem situations.

While we do not suggest that there should be any different set of requirements for our new association because of its minority complexion, we do strongly urge that you give careful consideration to the chilling effect which the stock escrow requirements have upon our goal of achieving a broad distribution of our stock among members of the minority communities. If we are unable to deliver stock certificates to relatively unsophisticated stockholders, or if we must tell them that they cannot sell their stock for a period of five years, or that they cannot use that stock as collateral for a loan of any kind, it will limit the number of sales which can be made to the minority community. This will mean that we will have to increase the portion which is sold to the more sophisticated -- and wealthier -- white community. We cannot believe that this is a reasonable or desirable result.

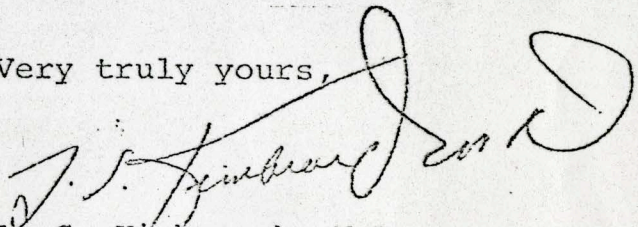
Dr. Preston Martin
Federal Home Loan Bank Board
Washington, D.C.

Page Three

We are certain that we can establish and maintain a successful and prudently managed association. We are hopeful that our objective of entering the savings and loan business will not be aborted by any unnecessary restrictions.

I have read with great interest the article in the recent issue of FORTUNE magazine which discusses the savings and loan industry and your contributions to it. I hope that I am not out of order in making this appeal to you and I will trust in your good will to give this matter your prompt attention.

Very truly yours,



L. S. Kimbrough, M.D.

cc: L. E. Woodford, President
Federal Home Loan Bank
San Francisco, California

Michael F. B. MacBan
Savings and Loan Commissioner
State of California

Kingsley E. Thomas
Supervisory Agent
Federal Home Loan Bank Board
San Francisco, California

FULCRUM SAVINGS AND LOAN ASSOCIATION

C/O L. S. KIMBROUGH, M.D.
500 SPRUCE STREET
SAN FRANCISCO, CALIFORNIA 94118

BOARD OF DIRECTORS

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BURTON W. LEWIS
NETTIE V. LEWIN
HENRY LUCAS, JR., DDS
EDWARD C. POWELL
JAMES D. SADDLER, DDS
YVONNE E. SCOTT

*A Proposed Savings and Loan Association
In Organization
Under the Laws of the State of California*

ADVISORY COMMITTEE

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VICE-CHAIRMAN
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WILLIAM M. BALL, JR., MD
JAMES F. BARBIC, CPA
DEAN SEYMOUR M. FARBER
VERNON KAUFMAN
PAUL H. NATHAN, DMD
ROBERT THORNTON, PHD
LAURA G. WARE

I have joined with other business and professional men and women to help organize a proposed new savings and loan association in San Francisco. It will be known as Fulcrum Savings and Loan Association, and it plans to locate its office near California and Fillmore Streets.

You have the opportunity to join me in becoming one of the original investors in Fulcrum Savings by subscribing for a limited number of shares of its stock. The price of the initial offering of 160,000 shares of the guarantee stock will be \$12.50 per share. Subscriptions are to be made in lots of 100 shares. The Subscription Agreement which accompanies this letter includes a statement of income and expense for the first year of operation, and a pro forma statement of condition. The projected total asset figure as of the end of the first year of operation is over \$4.5 million.

We believe, and our economist agrees, that the proposed location should be a highly favorable one for a savings and loan association. The total population within a two-mile radius of the location was over 273,000 in 1970. The high median age and low median family size for the residents of that area both indicate a high probability of success.

We consider that the highest objective of Fulcrum Savings is to serve efficiently the savings and lending needs of all of the people of the San Francisco Bay Area, while retaining a majority of the ownership interest and directorate of the Association for the members of minority communities.

I am sure that this new venture, prudently managed, can be a constructive force in the entire community, and a profitable long-term investment for all of us.

It is important that you complete and return the enclosed Subscription Agreement at once, so that a definite number of shares can be allotted to you. Please let me hear from you.

Very truly yours,

Enclosure:
Subscription Agreement

②

GENERAL

FG5

FG124

FI2

November 28, 1972

SIXKILLER, SONNY

Dear Dave:

Many thanks for your recent note which has just caught up with me here at Camp David.

I appreciate your taking the time to forward your thoughts and the enclosures.

Best personal regards.

Yours sincerely,

I want to mention that I am now at the Federal Home Loan Bank, where I am in charge of the bank side of the insurance company. John D. Ehrlichman, Assistant to the President for Domestic Affairs, is now in our own town. He was only being transferred. His office of the member of the Federal Reserve Bank of Minneapolis. His office did nothing to help me.

Mr. David J. Williams
Colvin & Williams
IBM Building
Seattle, Washington 98101

JDE:JLH:jlh

Let me tell you about Sonny Sixkiller. He is a Native American. I have been working with him since he came with WNW. If he could go into some government position, it would be his own private.

I have been talking to him, but I have been unable to get him into the field for the time being.

NOV 28 1972

BROUGHT FORWARD

GENERAL

FIR

Previously filed

12/2/72

Date

Name

John R. Price

Organization

Manufacturers

Hanover Trust Company

GENERAL

FIR

New File Symbol

12/2/72

Date

FINAL ACTION

Mem for Ken Cole
to Hans Meach

December 18, 1972

Dear Mr. Davidsohn:

The President has asked me to thank you for your recent letter expressing your concern about the future of the securities and investment banking industry in the United States. The maintenance of a strong and dynamic financial community in America is essential if this nation is to remain the preeminent economic power of the free world.

During the last few years, this unique industry has experienced significant problems in a time of enormous change. However, I believe that, in keeping with its impressive past accomplishments, the financial community, through its own initiatives together with the active involvement of the Federal government, has made successful progress toward the resolution of industry problems.

In regard to your suggestion of establishing an advisory committee to investigate these areas, the government has already joined in cooperative efforts with the industry to promote the kind of constructive change which will work. In fact, it is my understanding that, since January of 1972, the Securities and Exchange Commission has established ten such advisory committees composed of outstanding industry representatives to examine a broad spectrum of problems in depth and to make specific recommendations to the Commission in the public interest and for the protection of investors. In view of the diligent efforts presently being made by industry and government alike, I am confident that the beneficial solutions which we all desire will become a reality.

The President certainly appreciates your interest and thoughtful suggestions. Thank you again for sharing them with us.

Sincerely,

Richard D. Erb
Staff Assistant to the President

Mr. George Davidsohn
Chief Executive Officer
Davidsohn Computer Services, Inc.
132 Nassau Street
New York, New York 10038

RDE:SEC:DS
BCC: Lew Engman

RECEIVED
APR 21 1973
CENTRAL FILES

December 21, 1972

MEMORANDUM FOR

DANA MEAD

Attached is some correspondence from John Price with regard to a New Town Development Bank Idea. Would you please respond to John suggesting that you and Jim Lynn would be happy to get together with him and his group of people sometime after the first of the year. For your own information, it is highly doubtful that Ehrlichman will see them, and I don't care to meet with them either unless it's an absolute necessity.

Thank you.

KEN COLE

Attachment

RECEIVED
JAN 4 1973
CENTRAL FILES

THE WHITE HOUSE
WASHINGTON

Date _____

For _____

From Tod Hullin

*Call &
Jim Lynn
should handle
this!*

Call for reply

DEC 14 1972

GENERAL

FIR



MANUFACTURERS HANOVER TRUST COMPANY

350 PARK AVENUE, NEW YORK, N. Y. 10022

166-11-1/ EHRlichman, JOHN D.

JOHN R. PRICE, JR.

VICE PRESIDENT

December 12, 1972

Hon. John D. Ehrlichman
Assistant to the President
for Domestic Affairs
The White House
Washington, D.C. 20500

Dear John:

Our letters crossed in the mail. Thank you for writing and I am very happy you want the bank idea vetted further. I will send a draft of what we have to Dana and to Ed.

I would, however, still hope that you would be able, after they have seen the material, to meet with the bank industry people I mentioned in my letter of last week. I think it would be of use to you in getting a better feel for what "honest to god" bankers think about the idea, and not one who has been in the industry for one month.

I will be in touch shortly with Ed and Dana.

Sincerely,

John

E talked to Hange just
before this arrived
XX

12/14/72

RECEIVED
DEC 13 1972
GENERAL FILES

DEC 11 1972



MANUFACTURERS HANOVER TRUST COMPANY

350 PARK AVENUE, NEW YORK, N. Y. 10022

JOHN R. PRICE, JR.

VICE PRESIDENT

December 8, 1972

Hon. John D. Ehrlichman
Assistant to the President
The White House
Washington, D.C. 20500

Dear John:

You may recall a letter I sent you before the election in which I mentioned that the New Town Development Bank idea was gaining some momentum within the private sector. Earlier this week I attended a meeting of an American Bankers Association Task Force which has been pulled together to deal with this subject under the chairmanship of a Colorado banker. There appears to be widespread interest in this sort of heavily private-sector oriented bank.

The members of the committee asked that I seek to arrange a meeting with you to get your reaction on an informal basis to the proposal as it now stands. What I would like to do would be to bring to your office three or four people in addition to myself. The most likely attendees would be --

Mr. Walter Hoadley, Executive Vice President, Bank of America, San Francisco, who is also currently the national chairman of the Urban Affairs Committee of the American Bankers Association.

Mr. James Boisi, Executive Vice President, Morgan Guaranty Trust Co. here in New York; Jim is a tough and able banker who came up the real estate route, having managed the real estate properties of the New York Central Railroad before the merger with Pennsylvania Railroad.

Hon. John Ehrlichman

December 8, 1972

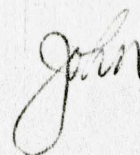
Mr. Clarke Stayman, Senior Vice President, Continental Illinois Bank & Trust Co., who is currently the national chairman of the Financing and Mortgage Committee of the American Bankers Association.

Mr. William J. VanLandingham, Executive Vice President, Citizens and Southern National Bank, Atlanta Georgia.

We would like to get together at your convenience perhaps soon after the first of the year. Prior to the date I will send you a summary of the highlights of the proposal as agreed upon.

I am delighted to see that you will be staying on and hope for a very fruitful second term in the domestic arena. My warmest regards to your wife, to Jana, Tod and the others who help you through your days and, my best wishes for the holidays.

Sincerely,



F12

AG6

H5

PR7

December 4, 1972

Dear John:

Now that the President's victory is a reality, thanks to thousands such as yourself who worked so hard, I wanted to respond to your recent letter concerning an urban development bank.

As you well know, we agree about the receptive atmosphere (in Congress and elsewhere) to important changes in the housing programs. We are very interested in new ideas and new approaches such as those you mention, and I hope we will have the opportunity to explore your proposal in more detail. Right now, Dana Mead and Ed Harper are wrestling with a whole menu of alternatives and proposals. Both of them would like to review the proposal you sent to Secretary Romney and to discuss the measure with you.

Your suggestion of a Presidential stag dinner is a good one, but unfortunately one I cannot really deliver on now because of the present uncertainty about the President's schedule and activities for the next two months. However, as soon as anything definite, favorable or unfavorable, on that suggestion is available, I'll let you know. In the meantime, please get together with Ed and Dana and layout your ideas to them.

Thank you for writing on this important matter. It was good seeing you in New York.

Yours sincerely,

John
John D. Ehrlichman
Assistant to the President
for Domestic Affairs

Mr. John R. Price
252-64 Leeds Road
Little Neck, New York 11362

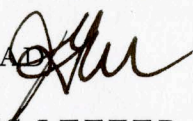
DGM/vww November 9, 1972

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CENTRAL FILE

THE WHITE HOUSE

WASHINGTON

NOV 30 1972

MEMORANDUM FOR: JOHN D. EHRLICHMAN
FROM: DANA G. MEAD 
SUBJECT: JOHN PRICE'S LETTER

The development bank concept John proposes in his letter is not a completely new one, but we should probably explore his proposal with him. He may have some good ideas borne of his experience in New York.

A draft reply to John is attached at Tab A. In it, you suggest that he contact Ed Harper and me to explore the idea in more detail. You also hold him off on the dinner proposal with the President.

RECOMMENDATION

That you sign the reply to John Price attached at Tab A.

Tab
A

OCTOBER 31, 1972

FOR DANA MEAD

John asked that the attached be forwarded for any comments /
recommendations you may want to make.

Also, would you please draft a reply for John's signature
in reply to John Price's letter?

Many thanks.

Tod R. Hullin

Attachment

October 22 letter to E from
John R. Price
252-64 Leeds Road
Little Neck, NY 11362

Tab
B

OCT 27 1972

John D. Ehrlichman
Assistant to the President for
Domestic Affairs
The White House
Washington, D.C.
20050

October 22, 1972

Dear John;

It was a pleasure seeing you briefly the evening of the fundraiser here in New York. I can well imagine how busy you are on campaign matters, but I was prompted by reading the recent column by Jim Gannon in the Journal to write this now, rather than after the election.

The mood in the Congress is going to be ripe for a sweeping change in housing programs. I agree entirely with your point about getting away from "programs". At the same time I have become more convinced than ever that a lot of what we would like to see happen--reduced cost of services, reduced racial friction, etc.--is more likely to come when development is on a large scale.

I am far more familiar with the development and building industry than I was a year ago, and recognize the basic timidity of the industry, and also of the lending institutions. I spent my time while at the investment bank being the bridge between the corporate finance group and the real estate department, which included a real estate investment trust. If we are going to begin to develop on a large scale, we have to do something institutionally to the industry. We can't depend on either Walt Disney or Jim Rouse.

Some of us up here in the provinces have continued to experiment with the development bank notion, and believe we have found a way of doing it with minimum government involvement--much less than I had called for in my original version of the bank proposal.

Those of us principally now involved are David Rockefeller, his real estate expert Warren Lindquist, Jim Boisi, a top officer at Morgan Guaranty, with a real estate background, and myself. The work done by us was commented on by over a dozen insurance companies and banks. A proposal has been sent to George Romney.

~~What I would like to suggest is that the four of us and you have a stag dinner with the President.~~ Without going into detail with him, we could give him the flavor of it, and show how it could complement almost anything you decide to do with the other housing programs, whether consolidating them, moving to housing allowances etc. It is virtually costless, does not use any current guarantee authority, and has the advantage of encouraging job development along with the land development.

As the polls seem to show less public support for our domestic than for our foreign policy, and as this is essentially a private sector show, but not a "do-good" one like the National Alliance of businessmen, I think he might react very positively. If you and he liked it, it could give Romney's replacement something relatively easier to get for the President than massive changes in the housing programs which will take more work.

Not to play John Volpe with you, and paint pictures of legions marching to capital hill with legislation only to find out it's just a skirmishing party, but I think that there is very likely to be a democratic initiative of some kind in this area. I think we have finally, after more than two years work found a workable, profitable answer which would help with major development without creating the usual Democratic Federal employment office.

The campaign is going fairly well here, although some of the Jewish vote which I hoped would go our way is wavering as the Democrats hit the bugging issue constantly. This is a very civil liberties conscious community, and sensitive to such issues. However, things seem to be holding reasonably well.

I hope to hear from you. All the best in the meantime.

Sincerely,

John R. Brice

EXECUTIVE SPEAKERS BUREAU

Sent to Ed Gannon "This is alot of bunk, isn't it?"

Jobs Bias Charged to Banks

By James L. Rowe Jr.

Washington Post Staff Writer

A study by the Council on Economic Priorities charged yesterday that a "statistical pattern of employment discrimination against minorities and women is endemic to commercial banking."

The 18-bank study—which covered the three largest banks in New York, Chicago, Washington, Philadelphia, Detroit and Atlanta—also accused most banks of being "unwilling to permit public scrutiny of their employment and minority lending practices."

In contrast, earlier this year, Treasury Department equal opportunity program director David A. Sawyer reported that banking leads all American industries in minority hiring.

The new study concluded that:

• While the majority of employees in the 18 banks were women (which is true industry-wide), women "are overwhelmingly concentrated in low-level poorly paid jobs." Although 69 per cent of all bank jobs are office and clerical in nature, 90 per cent of all women employees find themselves in such positions.

• In five of the six cities, minorities are employed "at levels below their share of

the labor force, with differences of from 18 percentages points below in Philadelphia to 38 percentage points below in Atlanta. In New York, minority employment at the three largest banks is higher than their share of the city's labor force.

• While minority-group members totalled 25 per cent of the work force, they were primarily restricted "to office and clerical work ... Minority group members constituted only 6.7 per cent of all employees above office and clerical at the banks under study."

The study charged that "a majority of the sample banks were highly uncooperative towards CEP's efforts to gather information about them." Of the 18 banks, five "declined" to provide any data, including Washington's two largest banks—Riggs National Bank and the American Security and Trust Co.

The study said the National Bank of Washington was one of the seven banks rated "good" for their cooperation in the survey.

Where the banks themselves refused to provide data, the study said it used aggregate data for all three banks under a study prepared by the Equal Employ-

ment Opportunity Commission.

The CEP report blamed the Treasury Department for much of the alleged discrimination—saying the agency had failed to enforce the 1964 Civil Rights Act as it applied to banks.

A spokesman for the American Bankers Association said he had not had time to study the report in depth, but noted studies that said banking led all industries in minority hiring—and called attention to ABA programs designed to bring minority group members to banks in management positions.

CEP is a non-profit corporation designed to research corporate practice in employment, environmental quality, military production, political influence and foreign activities. It has done studies of the paper industry and the electric utility industry.

Boeing Aims at 500

SINGAPORE, Oct. 24 (AP)

—The Boeing Co. has sold 192 jumbo jets to 23 airlines but believes it can sell at least 500 of the aircraft, Boeing chief executive Thornton A. Wilson said today.

December 29, 1972

Dear Mr. Lewis:

The President asked me to respond to your thoughtful letter outlining an important consideration which should be taken into account when selecting a new Federal Home Loan Bank Board Chairman. I have taken the liberty of forwarding your comments to the White House officials with the responsibility for finding potential candidates for evaluation and selection by the President. I am sure they will give the criteria you propose careful consideration when identifying potential candidates.

It is a basic objective of this Administration to increase the responsibilities and authority of the states. With specific reference to your industry, this means that we wish to maintain and strengthen the dual system of supervision and regulation.

Again, thank you for sharing your views with us.

Sincerely,

15/

Peter M. Flanigan
Assistant to the
President

Mr. W. Sale Lewis
President
National Association of State
Savings and Loan Supervisors
Suite 810
500 Twelfth Street, S.W.
Washington, D.C. 20024

Flanigan:Erblje 12/29/72

Bcc: Bill Maramoto - fyi