

copy

FEDERAL HOUSING ADMINISTRATION

Washington, D. C.

March 14, 1935.

The Honorable Duncan U. Fletcher,  
United States Senate,  
Washington, D. C.

My dear Senator:

The following resolution has been adopted by my  
Finance Committee of the Federal Housing Advisory Council:

"That it is the opinion of the Committee that  
the proposed amendment to Title II of the Banking  
Act, permitting member banks to make mortgage loans  
to the amount of 75% of the appraised value, will,  
if adopted, be very hurtful, if not entirely de-  
structive, to the operations of the Federal Housing  
Administration under Titles 2 and 3 and will con-  
stitute a grave danger to the financial structure of  
the country."

My committee is composed of the following gentlemen:

Mr. Robert V. Fleming,  
President, Riggs National Bank,  
Washington, D. C.

Mr. Merrel P. Callaway,  
Vice President Guaranty Trust Co. of New York,  
New York City

Mr. F. S. Cannon,  
President, The Railroad Men's Building &  
Savings Association,  
Indianapolis, Indiana

Mr. Frank D'Olier,  
Vice President, The Prudential Insurance Co.  
of America,  
Newark, New Jersey

Mr. Charles A. Miller,  
President, Savings Banks Trust Co.,  
New York City

Mr. Wayne F. Palmer,  
Executive Secretary, Housing Advisory Council,  
Federal Housing Administration,  
Washington, D. C.

I agree with this resolution and am calling same to  
your attention in the interest of the Federal Housing Adminis-  
tration.

Sincerely yours,

(Signed) J. A. Moffett,

Federal Housing Administrator.