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GUEST: SENATOR EVERETT DIRESEN Republican of Illinois

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1 exceptional political skill, but there is always a first time." 2 Does that mean you think he has about had it? SENATOR DIRKSEN: I just mean that when you put into a bundle the problems of Viet Nam and the dissidence that is developing 5 in the country, this question of rioting, and certainly there 6 are people who will feel that the Administration may in part be at fault; and then of course the request for a 10 per cent 8 surcharge, and add to it a few other things, you have got yourself guite a package. And it is by the accumulation of 10 those difficulties that parties ultimately defeat themselves. 11 It is like the old ship that gets enough barnacles to put it 12 out of business. MR. AGRONEKY: Well, Senator, where do you stand on those 14 particular issues? Will you support the President on a 10 per cent tax increase, for example? 16 SENATOR DIRECTION: I take them as they come. I think my views on Viet Nam have been pretty well known. I have supported 18 the President. I go on the theory that in his corner he has 19 the Chiefs of Staff, he has the best military talent we have, he has these reports from Viet Nam, probably every hour on the 20 hour. And obviously he is in better position to know about 21 what the situation is than a layman back here 12,000 miles from 22 the scene of operations who has not been to Viet Nam in a long 23 time, and who is in no position to judge, 24 25 Now, take, for instance, these last rather massive assults that 1 have been made in the last few days. How telling and how
2 effective will they really he! They may add up to scenething.
3 I am in no position to tell at the mement, on the hazis of the
4 dispatches that come from there. It may be effective.

5 MR. LISAGOR: Your House colleague, Representative Gerald Ford,
6 has said of the Viet Man war that it has been shockingly
7 mismanaged. He seems to know what is going on there. Do you

8 agree with that, or don't you?

9 SENATOR DIRECTIVE Well, I hope there is somehody who knows.

10 But I think it would be high pretense on my part if I tried to
undertake the role of an expert on Viet Nam. I have to take

12 it for what it is. And I try to be a realist about it. Who

18 if for what it is, And I try to be a realist should it. Who 10 do we have the Joint Chiefer Mry do we have the best that the 14 Army could offer by way of a staff under the leadership of

15 operal Mestucceland out in Viat New? And then of course
16 either ignore or brush saide their demands and their advices?
17 NR. ANDIGHY: I find it hard to believe, Senator, that you
18 would abdicate in effect the role of the critic of Viet Nam
19 policy or any other policy because you feel the Abdishitation
20 has the sweets and waves and on access. You containly

21 do not subscribe to that, sir.
22 SEMENTON DIRECTES: I undertake the role of a critic when I have
23 sufficient information on which to predicate what I think is
24 sound criticism.

25 MR. HART: Well, Senator, are you going to support the

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and the recessity of a tax as we face this year; are you going to support him all the way, or is there a breaking point? SENATOR DIREGEN: Now, you are asking for a rather anticipatory conclusion. MR. HART: Well, do you anticipa te any breaking point? SENATOR DIRECTOR Wait just a minute, until I finish an answer.

President all the way on guns and butter, facing the deficit

That tax surcharge proposal will go to the Senate Finance Connittee. I am a member of the Committee. We will probably

start with the Secretary of the Treasury. We will have witnesses galore. And I trust I can be at every session of 10 the Committee and hear the testimony.

What I want to know is what will be the impact of a ten per cent surcharge upon the economy of the country, and what will be the impact of a possible \$30 billion budget deficit on the economy.

One must necessarily outwoich the other.

Now, I read the statement by the economist for the Bank of America this morning who thinks that a tax increase would be shocking from the standpoint of what it will do to business.

Well, we will have to find out. And I want to find out. Then I am in a far better position to render judgment. I would hate to think of a \$30 billion deficit staring us in

the face and what its impact will be on inflation, because we may have to pay more in the grocery store, in the clothing

25 store, in interest rates, in tighter money, in nearly every

1	other phase of activity than you would if you had a tax increa
2	But I just don't close the dcor why should I until
3	we have had that testimony.
4	MR. HART: Well the question is could the strain become such
5	that you would withdraw your full support of the war.
6	SENATOR DIRKSEN: Well, I have to see what the effect there
7	will be. What are the alternatives? Shall we withdraw?
8	Where does it leave us? Where does it leave our prestige
9	so far as the world is concerned? Will we have to make a
10	stand elsehwere at some other time? Because if we did, there
11	is no defense line between Saigon and Singapore.
12	Now, what do we do with our Pacific defense line pull it
13	back to Alaska and Hawaii? Then they are only 2,000 miles
14	from California.
15	There are some strategic and long-range objectives that have
16	to be evaluated before you come to that kind of a conclusion.
17	MR. AGRONSKY: Senator, clearly you support the President's
18	policy in Viet Nam.
19	SENATOR DIRESEN: I definitely have.
20	MR. AGRCMSKY: OK. Now, what we have today everyone agrees
21	is a question of priorities. We must fight the war in Viet Na
22	You supportthat completely. And at the same time we must
23	deal with the problem of the cities and these riots.
24	Now, your junior colleague from Illinois, Senator Percy,
25	has said that if we can spend \$66 million a day to save

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