

SOCIAL SECURITY BILL

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AUGUST 8, 1935.—Ordered to be printed
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Mr. DOUGHTON, from the committee of conference, submitted the following

CONFERENCE REPORT

[To accompany H. R. 7260]

The committee of conference on the disagreeing votes of the two Houses on the amendments of the Senate nos. 17, 67, 68, 83, and 84 to the bill (H. R. 7260) to provide for the general welfare by establishing a system of Federal old-age benefits, and by enabling the several States to make more adequate provision for aged persons, dependent and crippled children, maternal and child welfare, public health, and the administration of their unemployment compensation laws; to establish a Social Security Board; to raise revenue; and for other purposes, having met, after full and free conference, have agreed to recommend and do recommend to their respective Houses as follows:

That the Senate recede from said amendments.

R. L. DOUGHTON,
SAM. B. HILL,
THOS. H. CULLEN,
ALLEN T. TREADWAY,
ISAAC BACHARACH,
Managers on the part of the House.

PAT HARRISON,
WILLIAM H. KING,
WALTER F. GEORGE,
ROBERT M. LA FOLLETTE, Jr.,
Managers on the part of the Senate.

STATEMENT OF THE MANAGERS ON THE PART OF THE HOUSE

The managers on the part of the House at the conference on the disagreeing votes of the two Houses on the amendments of the Senate nos. 17, 67, 68, 83, and 84 of the bill (H. R. 7260) to provide for the general welfare by establishing a system of Federal old-age benefits, and by enabling the several States to make more adequate provision for aged persons, dependent and crippled children, maternal and child welfare, public health, and the administration of their unemployment compensation laws; to establish a Social Security Board; to raise revenue; and for other purposes, submit the following written statement in explanation of the action agreed upon by the conferees and recommended in the accompanying conference report:

Senate amendments nos. 17, 67, 68, and 83, in effect exempt from the old-age pension provisions found in title II employees covered by private pension plans approved by the Social Security Board; and from the tax provisions of title VIII employers operating such plans, with respect to employees who are thus covered. Conditions of the Board's approval are set forth in some detail, designed to require the private plan to afford advantages at least equivalent to those found in title II. Amendment no. 84 makes it unlawful for any employer under an approved plan to contract with any insurance company, annuity organization, or trustee with respect to carrying out a private pension plan, if any director, officer, employee, or shareholder of the employer is at the same time a director, officer, employee, or shareholder of the insurance company, annuity organization, or trustee; makes unlawful the granting or accepting of rebates against charges payable under any contract carrying out a private pension plan; requires an insurance company, annuity organization, or trustee who makes any contract with an employer for carrying out a private pension plan to keep and preserve such accounts and records with respect to the contract and the financial transactions of the company, annuity organization, or trustee, as the Board deems necessary to insure the proper carrying out of the contract and to prevent fraud and collusion; and provides a penalty of not more than \$10,000 fine or 1 year's imprisonment, or both, for violation of any of these provisions. On all these amendments the Senate recedes.

R. L. DOUGHTON,
SAM. B. HILL,
THOS. H. CULLEN,
ALLEN T. TREADWAY,
ISAAC BACHARACH,

Managers on the part of the House.