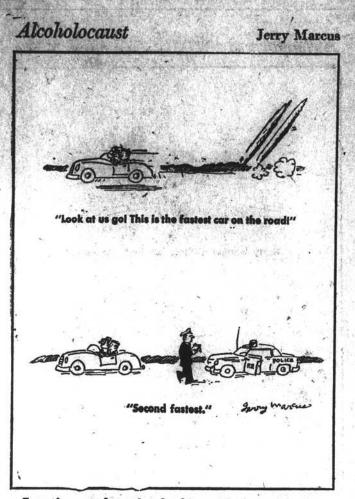
PAGE FOUR



Excessive speed was involved in accidents resulting in more than 800,000 casualties in 1968.

Chapel Hill Scientist Urges UNC State-Federal Tax Sharing System

A University of North Carolina faculty member who served on President Nixon's Inter-Governmental Fiscal Relations Task Force last fall has advocated a system of tax sharing between state and Federal governments.

UNC-Chapel Hill Political Science Professor Deil S. Wright, a specialist in public finance, said in an interview here Saturday "tax sharing is' needed to provide better fiscal balance to the whole Federal system."

Too much emphasis and importance is placed on straight grants-in-aid, he said.

cording to Wright, the idea of setting aside Federal tax, money to be allocated to and used by state and local governments. It should be given to the states under relatively unrestricted terms, and the amount should be based on a fixed proportion of the Federal income tax, he

THE JONES JOURNAL

aid "Such a system is politically wise, socially desirable and ec-onomically realistic," Wright bies

said. Currenty about \$300 million is returned to the states under relatively restricted shared rev-enue terms. A tax sharing sys-tem based on a proportion of the federal income tax would return about \$2.5 billion to the states. That is roughly about ten per cent of the current catergori-cal grants of \$25 billion. "Tax sharing would represent a measure of tithing by the Fed-eral Governments in respect to the states," Wright said. According to Wright, state and local governments provide one-half to two-thirds of all our domestic services. Yet, increas-

domestic services. Yet, increased federal taxes do not directly aid the states and many times put the squeeze on state funds. "The expansion of needs, de-mands and problems in the public sector are concentrated at the state-level," Wright said, Yet, the burdens of increased Federal taxes fall at the statelocal level and the benefits accrue to the Federal government."

"We should get away from the lock-step approach of cate-gorical grants," he said. "Under most categorical grant provis-ions, it takes 6 to 18 months simply to process the grant application."

In a system where the state and local governments would be assured of a certain amount of Poultry, Livestock money each year, the process would be greatly simplified, he said.

"It would also promote great-er state and local discretion as to how the money will be used,' Wright said. "They deserve the right to exercise discretion as to the selection of priorities, the allocation of resources and the

like. Wright sees two major obstacles to increased tax-sharing legislation: the House of Representatives and certain city and local governments.

"About 90 per cent of the revenue sharing legislation has been been introduced by Re-publicans," Wright said. "How a Democrat-dominated Congress will respond to a Republican-initiated proposal that will undoubtedly help several big-state Republican governors out of fiscal binds is only conjectural."

ernments represent another problem for tax sharing legislation,' he said. "Local government ofdissatisfaction with any plan that stopped the money allocation process exclusively at the state level."

Trenton, N. C., Thursday, July 3, 1969



dent expo ultraviolet rays of su sunlight has been fou help relieve psoriasis, a com-mon skin problem. on skin problem. slpful is a daily tub b warm water to which a soothing bath oil has been added. And, to soften skin

Need Plenty Of Water

North Carolina farmers, who fail to provide enough water for their poultry and livestock animals may be losing money.

Poultry and livestock can live longer without feed than they can without water, according to extension poultry and livestock specialists at North Carolina State University.

Extension Poultry Specialist

(Kwell)

Dr. Norins als both Kwell and a second remedy known as iton lotion to effective.

SENATOR SAM Continued from page 3

They tragically erred.

Again today rationalization refrains from recognizing the unpleasant reality that Russia has already accelerated its production of destructive weapons to such an extent that it has achieved virtual parity with us. It also ignores the unpleasant reality that American negotiators have met with Russian negotiators hundreds of times and that Russia has consistently refused to negotiate an enforceable armslimitation agreement with us.

American taxpayers have every reason to expect that we shall get a dollar's value from every dollar of revenues expend-

try at stake, it is better to err could be the most costly one we could take.





Tax or revenue sharing is, ac-