

PRESIDENT WARNS AGAIN ON SPENDING

In Letters to Congress Leaders
He Urges Restrictions on
Further Appropriations.

FEARFUL OF 1931 DEFICIT

Economy Communications Go to
Jones of Senate and Wood of
House Committees.

Special to The New York Times.

WASHINGTON, April 21.—President Hoover has again voiced a warning that any substantial increase in appropriations beyond the budget estimates may result in a treasury deficit in the fiscal year beginning July 1.

In identical letters sent to Senator Jones, chairman of the Senate Finance Committee, and Representative Wood, chairman of the House Appropriations Committee, the President is understood to have said that

if expenditures authorized by Congress at this session exceeded the budget estimate the treasury would in all probability close its books on June 30, 1931, in the red. He urged that no excessive appropriation measures be drawn in the remainder of this session.

Mr. Wood said tonight that he had received the letter from the President and would probably make it public tomorrow. It is known that a like communication was received by Senator Jones.

Mr. Wood said that the President was not uneasy over increased appropriations in the regular supply bills, but was fearful that extraordinary expenditures might be authorized in a number of miscellaneous measures that are now under way.

The budget estimates call for appropriations of \$3,830,445,231.76 in the fiscal year 1931, which is \$143,696,000 less than the amount made available for the current fiscal year.

Mr. Wood said that the supply bills already passed called for expenditure of \$850,000,000, in addition to money to take care of the fixed charges on the government. The \$850,000,000 he regarded as well within the budget estimates.

All of the supply bills with the exception of that for the naval establishment have been passed by the House. The naval bill has been held up pending the conclusion of the London conference. It will not exceed the budget estimates, House leaders say.

On April 4 President Hoover issued a formal statement expressing gratification over income tax collections

but asserting that the legislative and executive branches would have to cooperate in an economy program if a deficit was to be avoided during the next fiscal year.

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