

February 18, 1937

[Message To Congress]

1039

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February 18, 1937

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STEPHEN EARLY  
Assistant Secretary to the President

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TO THE CONGRESS OF THE UNITED STATES:

During the past four years the Government has assisted farmers in meeting emergencies of two different types. The first was the collapse of prices resulting from huge surpluses for which foreign markets had disappeared. The second was widespread failure of crops resulting from drought.

Government action helped both farmers and consumers. Meanwhile again it has been shown that neither producers nor consumers are benefited by wide fluctuations in either prices or supplies of farm products.

Convinced that the time has come to take permanent steps to protect farmers and consumers against disasters of both types, I appointed, on September 19 last, a committee of representatives of Federal agencies and requested this committee to prepare a report and recommendations for legislation providing a plan of "all-risk" crop insurance.

The committee has now completed its work and I transmit to you its report, entitled "Report and Recommendations of the President's Committee on Crop Insurance." I have examined this report and I am convinced that the plan it outlines is practical, socially desirable, and worthy of your thoughtful consideration.

I believe that it provides an adequate basis for legislation which will make possible a program of crop insurance applying to wheat for the crop year 1938. I believe that legislation should authorize application of similar programs to other commodities when it is established that producers desire them and application of the plan to wheat has provided a back log of experience in applying the principles of crop insurance.

Crop insurance and a system of storage reserves should operate so that surpluses in years of good weather might be carried over for use in years of unfavorable growing conditions. Crop insurance and a system of storage reserves would help to protect the income of individual farmers against the hazards of crop failure; it would help to protect consumers against shortages of food supplies and against extremes of prices; and finally, it would assist in providing more nearly even flow of farm supplies, thus stabilizing farm buying power and contributing to the security of business and employment.

The Government also has a special interest in measures which would assist in guarding farmers and consumers against emergencies arising out of extremes of surpluses or shortages. The expense in the past to Federal, State, and local governments arising by reason of crop losses points to the desirability of employ-

ing the principle of insurance in order to lessen the cost -- financial and human -- of future crop disasters.

A program of crop insurance and storage of reserves should be part of the foundation of agricultural policy which we are building and which must include the conservation of soil and water, better land use, increased farm income, and alleviation of distress in rural areas arising out of factors beyond the control of individual producers.

May I repeat what I have suggested in a former message: That because economic and social reforms of this character are essentially national in scope and in administration, the citizens of our nation believe that our form of government was never intended to prohibit their accomplishment.

FRANKLIN D. ROOSEVELT

THE WHITE HOUSE,

February 16, 1937.



DEPARTMENT OF AGRICULTURE  
WASHINGTON

2380-A

J.W.

January 25, 1937.

7-20-37

The President,

The White House.

Dear Mr. President:

Attached is a draft of a proposed message to the Congress for ~~1937~~  
your signature transmitting the "Report and Recommendations of the  
President's Committee on Crop Insurance." Two copies of the report,  
which I, as chairman of the committee, transmitted to you on  
December 24, are also attached.

Sincerely yours,

C. A. Wallace

Secretary.

KJ

Enclosures.

X2380

X987

X227 Mac.

THE WHITE HOUSE  
Washington

January 25, 1937.

To the Congress of the United States:

During the past four years the Government has assisted farmers in meeting emergencies of two entirely different types. The first was the collapse of prices resulting from huge surpluses for which foreign markets disappeared; while the second was widespread failure of crops resulting from drought.

Government action helped both farmers and consumers. Meanwhile again it has been ~~widely~~ shown once again that neither producers nor consumers are benefited by wide fluctuations in prices and supplies of farm products.

Convinced that the time has come to take permanent steps to protect farmers and consumers against disasters of both types, I appointed, on September 19 last, a committee of representatives of Federal agencies and ~~selected~~ this committee to prepare a report and recommendations for legislation providing a plan of "all-risk" crop insurance.

The committee has now completed its work and I transmit to you its report, entitled "Report and Recommendations of the President's Committee on Crop Insurance." I have examined this report ~~carefully~~ and I am convinced that the plan it outlines is practical, socially desirable, and worthy of your ~~careful~~ thoughtful consideration.

I believe that it provides an adequate basis for legislation which will make possible a program of crop insurance applying to wheat for the crop year 1938. I believe that legislation should authorize application of similar programs to other commodities when it is established that producers desire them and application of the plan to wheat has provided a back log of experience in applying the principles of crop insurance.

Crop insurance and a system of storage reserves should operate so that surpluses in years of good weather might be carried over for use in years of unfavorable growing conditions. Crop insurance and a system of storage reserves would help to protect the income of individual farmers against the hazards of crop failure; it would help to protect consumers against shortages of food supplies and against extremes of prices; and finally, it would assist in providing a more nearly even flow of farm supplies, thus stabilizing farm buying power and contributing to the security of business and employment.

The Government also has a special interest in measures which would assist in guarding farmers and consumers against emergencies arising ~~other~~ out of extremes of surpluses or shortages. The expense in the past to Federal, State, and local governments arising by reason of crop losses points to the desirability of employing the principle of insurance to lessen the cost--financial and human--of future crop disasters.

A program of crop insurance and storage of reserves should be part of the foundation of agricultural policy which we are building and which must include the conservation of soil and water, better land use, increased farm income, and alleviation of distress in rural areas arising out of factors beyond the control of individual producers.

FRANKLIN D. ROOSEVELT

May I repeat what I have suggested  
in a former message: That because  
economic and social reforms of this  
character are essentially national in  
scope and in administration, the  
citizens of our nation believe that  
our form of government was never  
intended to prohibit their accomplishment.

THE WHITE HOUSE  
Washington

January 25, 1937.

To the Congress of the United States:

During the past four years the Government has assisted farmers in meeting emergencies of two ~~extremely~~ different types. The first was the collapse of prices resulting from huge surpluses for which foreign markets disappeared; while the second was widespread failure of crops resulting from drought.

Government action helped both farmers and consumers. Meanwhile it has been ~~extremely~~ shown ~~consequently~~ that neither producers nor consumers are benefited by wide fluctuations in prices and supplies of farm products.

Convinced that the time has come to take permanent steps to protect farmers and consumers against disasters of both types, I appointed, on September 19 last, a committee of representatives of Federal agencies and directed this committee to prepare a report and recommendations for legislation providing a plan of "all-risk" crop insurance.

The committee has now completed its work and I transmit to you its report, entitled "Report and Recommendations of the President's Committee on Crop Insurance." I have examined this report ~~extensively~~ and I am convinced that the plan it outlines is practical, socially desirable, and worthy of your ~~extensive~~ thoughtful consideration.

I believe that it provides an adequate basis for legislation which will make possible a program of crop insurance applying to wheat for the crop year 1938. I believe that legislation should authorize application of similar programs to other commodities when it is established that producers desire them and application of the plan to wheat has provided a back log of experience in applying the principles of crop insurance.

Crop insurance and a system of storage reserves should operate so that surpluses in years of good weather might be carried over for use in years of unfavorable growing conditions. Crop insurance and a system of storage reserves would help to protect the income of individual farmers against the hazards of crop failure; it would help to protect consumers against shortages of food supplies and against extremes of prices; and finally, it would assist in providing a more nearly even flow of farm supplies, thus stabilizing farm buying power and contributing to the security of business and employment.

The Government also has a special interest in measures which would assist in guarding farmers and consumers against emergencies arising either out of extremes of surpluses or shortages. The expense in the past to Federal, State, and local governments arising by reason of crop losses points to the desirability of employing the principle of insurance to lessen the costs--financial and human--of future crop disasters.

A program of crop insurance and storage of reserves should be part of the foundation of agricultural policy which we are building and which must include the conservation of soil and water, better land use, increased farm income, and alleviation of distress in rural areas arising out of factors beyond the control of individual producers.

Very sincerely yours,

FRANKLIN D. ROOSEVELT