Mr. Chavez introduced the following bill; which was read twice and referred to the Committee on the Judiciary

April 1, 1953
The Committee on the Judiciary discharged, and referred to the Committee on Banking and Currency

A BILL
To encourage the making of contracts with the United States by requiring the inclusion of an escalator clause to provide adjustments for approved price and wage increases.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,
That every contract entered into by the United States after the date of enactment of this Act and prior to the expiration of the Defense Production Act of 1950 shall contain provisions which permit adjustments of the contract price to be paid by the United States for articles, materials, supplies, or other work to be performed under the contract so as to reflect—
(1) changes in the cost of labor and personal
services utilized in the performance of the contract, occurring after the bid date of the contract and attributable to increases in wages and salaries approved under the Defense Production Act of 1950 or permissible under such Act without approval; and

(2) changes in the cost of materials used in performing the contract, occurring after the bid date of the contract and attributable to changes in the price to the contractor of such materials approved under the Defense Production Act of 1950 or permissible under such Act without approval.