WASHINGTON (AP) —
President-elect Carter met
today with housing advisers to
discuss ways to add zip to the
economy by spurring the construction industry

The advisers have drawn up

a series of options that the incoming administration could use to stimulate the lagging construction business.

Carter also was meeting in separate sessions with advisers on the economy labor, transportation, health. education and welfare. energy, agriculture and government reorganization In addition, he also planned more interviews with potential Cabinet appointees

One of the housing options would have Carter ask Congress to appropriate up to \$5 billion to subsidize interest rates on home mortgages. according to a source familiar with the thinking of the president-elect's aides.

Legislation already on the books in the form of the Emer.

gency Housing Act of 1975 authorizes \$10 billion to subsidize mortgage interest rates for certain buyers

However, the Ford administration took advantage of the law only to the extent of obtaining the appropriation of \$5 billion, meaning there is another \$5 billion available for spending. By asking Congress to appropriate this money, Carter could avoid the delay inherent in asking the lawmakers to approve an entirely new housing program.

A knowledgeable source said more money for the mortgage subsidy program would have a ''dramatic" impact on the housing industry

He also said it would be a

'fantastically effective tool"
to stimulate the over-all
economy by boosting
employment in the building
trades and in related
industries that produce things
like refrigerators, light
switches, curtain rods and
nails for new homes

Carter would have to decide whether single-family or multifamily buildings should benefit from this program

Other options expected to be presented to Carter include ways to cut red tape in federal housing programs so that money now clogged in the federal pipeline can be flushed out into the marketplace where it can be put to use.

Carter's meetings with his housing aides and later with potential cabinet appointees

and advisers were in Blair
House, the presidential guest
house across the street from
the White House. Carter will
visit the Pentagon on Friday
before returning to Georgia.
He flew to Washington on
Wednesday afternoon from
Atlanta

Among those scheduled to meet with Carter are Clark Clifford, secretary of defense during the Johnson administration, Rep. Barbara Jordan, D-Tex., mentioned as a possible attorney general, and Charles L. Schultze, Johnson's budget director, who has been mentioned as a possible secretary of defense or

У

Carter says his cabinet, which he hopes to announce by

Carter, See Page 2