The House met at 10 a.m. and was called to order by the Speaker pro tempore [Mr. LARGENT].

DESIGNATION OF SPEAKER PRO TEMPORE

The SPEAKER pro tempore laid before the House the following communication from the Speaker:


I hereby designate the Honorable STEVE LARGENT to act as Speaker pro tempore on this day.

NEWT GINGRICH,
Speaker of the House of Representatives.

PRAYER

The Reverend John Williams, Immaculate Conception Church, Clinton, NC, offered the following prayer:

Gracious God, grant unto the Members of the Congress the desires of their hearts for the precious gift of wisdom, and as You deliver it, help them to love it and act upon it in all their deliberations.

May the Lord our guardian preserve you from all evil today and keep you safe and in peace and in health of spirit and body for the carrying out of your duties.

In I Timothy, Paul urged that prayer, supplications, and intercessions be raised up for sovereigns and for those in positions of responsibility. May these prayers and those of pastors and congregations all over the country be acceptable on behalf of the honorable men and women of Congress, the servants of a free people.

And now unto Him who is able to keep us from falling and to present us faultless into the presence of His glory with exceeding joy, to the only wise God, our Father, be glory and majesty, dominion and power, now and forever. Amen.

THE JOURNAL

The SPEAKER pro tempore. The Chair has examined the Journal of the last day's proceedings and announces to the House his approval thereof. Pursuant to clause 1, rule I, the Journal stands approved.

PLEDGE OF ALLEGIANCE

The SPEAKER pro tempore. The gentleman from Illinois [Mr. DURBIN] will lead the House in the Pledge of Allegiance.

Mr. DURBIN led the Pledge of Allegiance as follows:

I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one nation under God, indivisible, with liberty and justice for all.

MESSAGE FROM THE SENATE

A message from the Senate by Mr. Hallen, one of its clerks, announced that the Senate had passed a bill of the following title, in which the concurrence of the House is requested:

S. 219. An act to ensure economy and efficiency of Federal Government operations by establishing a moratorium on regulatory rulemaking actions, and for other purposes.

WELCOME TO THE REVEREND JOHN WILLIAMS

(Mr. BLILEY asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. BLILEY. Mr. Speaker and colleagues, it is a great pleasure this morning to join in welcoming my cousin, the pastor of Immaculate Conception Church in Clinton, NC, who gave us his invocation today.

I am also joined by his former parishioner, the gentleman from North Carolina [Mr. JONES], and we are both very pleased and proud that Father John Williams could be with us today.

Mr. Speaker, I now yield to my colleague, the gentleman from North Carolina [Mr. JONES] for any remarks he may have to add.

Mr. JONES. I thank the gentleman.

Mr. Speaker, it is a privilege and a pleasure for me to also welcome Father John today, a man that I have great respect for, a man who loves his people, loves his country, and loves his Lord.

TAX CUTS FOR THE RICH

(Mr. DURBIN asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. DURBIN. Mr. Speaker, it is bad enough that the Gingrich Republicans are proposing a tax cut for the wealthiest people in America. We expect the Gingrich Republicans to continue to slobber the fattest cats with tax cuts and without so much as the slightest regrets, these same Republicans cut children's programs like school lunches to pay for them.

But today the Gingrich Republicans take this extremism to a new low. Late Tuesday night, a handful of lobbyists met secretly with Republican congressional leaders and killed a provision that would have closed a tax loophole for billionaires who renounce their American citizenship, that is right, billionaires who made their fortunes in America using our country's freedoms and opportunities, our economy, our infrastructure, our national defense, renounce their citizenship to escape taxes, and the Republicans want to protect these economic traitors. And our Treasury loses $3.6 billion because of this.

These super-rich traitors and their well-paid lobbyists are the big winners. The Republicans have once again rolled...
The truth is we have a paper economy, and the truth is Japanese banks did not get strong because of the Japanese yen. Japanese banks got fat with the American dollar, and the truth is those dollars come out of the incomes of unemployed American workers.

Where is the trade program? The truth is we have a paper economy, and the paper is ending up in some fat Japanese bank.

Read the tea leaves, Congress, and get a trade program before we do not have any jobs left.

TAX CUTS FOR THE WEALTHY

(Mr. VOLKMER asked and was given permission to address the House for 1 minute.)

Mr. VOLKMER. Mr. Speaker, Members of the House, and to those out there listening, I say stay tuned, America. The Gingrich Republicans are at it again.

Today we are going to take up the health care provision deductibility for the self-employed. They are going to get a 30-percent deduction, not a 100-percent deduction, those middle-income farmers and business people, not 100 percent. You are going to get a 30-percent deduction.

And that bill though does take care of the wealthy, the billionaires and the millionaires, by saying that we are not going to require them to pay taxes when they no longer retain their citizenship, when they renounce their citizenship, and so they are going to be able to save those billions of dollars in taxes, but we are not going to help the middle-income.

Next week we are going to take care of tax cuts for the wealthy, and we are

CUT TAXES

(Mr. SAM JOHNSON of Texas asked and was given permission to address the House for 1 minute.)

Mr. SAM JOHNSON of Texas. Mr. Speaker, I am shocked at the arrogance of some Members, who stand before this body and continually belly-ache—that when the Republican tax relief passes, the Federal Government will lose revenue. I cannot believe that we have to stand up and remind Members—the money we spend is not ours, the Government did not work one day to earn that money. And yet Members continue to gripe.

Lower taxes put money back into the pockets of the people who get up every morning, send their kids off to school and put in 8 hours earning a decent living. By standing up and saying the Government will lose revenue is saying to Americans, work hard, but remember, at the end of the day send all your money to Washington because we want to spend it, because we know better than you how to do that.

Wake up, Congress, it is not our money, let us remember why we were elected. Give the American taxpayers a needed break. Cut taxes.

READ THE TEA LEAVES, CONGRESS

(Mr. TRAFICANT asked and was given permission to address the House for 1 minute.)

Mr. TRAFICANT. Mr. Speaker, nobody is reading the tea leaves around here at all.

In a listing of the world's top 50 banks, the top 9 banks, the biggest 9 banks, were Japanese banks. The biggest American bank could only rank No. 2.

Wake up, Congress. In the 1980's we gave tax breaks for the purchase of Japanese computers and Japanese machinery, and every year Congress allows Japan to rip off over $60 billion from our economy.

ATTACKING STUDENT FINANCIAL AID

(Mr. JOHNSTON of Florida asked and was given permission to address the House for 1 minute.)

Mr. JOHNSTON of Florida. Mr. Speaker, the cuts in student aid prescribed by the Republican Contract With America will cost students and their families an additional $20 billion over the next 5 years, resulting in the largest increase in college costs in American history. Stafford loans, work-study programs, supplemental educational opportunity grants, and Perkins loans are all on the chopping block in the interests of tax relief for the wealthy.

Where is our moral outrage? School lunches, prenatal care, child care, and now education. This contract, which literally takes food from the mouths of children, threatens to take if from their minds as well.

Attacking student financial aid is not only callous, but extremely shortsighted. A person with a bachelor's degree will average 50 to 55 percent more in life earnings than one with only a high school diploma. Cutting today's financial aid will not only lower the living standard of our citizens, but will reduce future revenues for our government. It is time that Congress end its obsession with the first 100 days and focus on the next 100 years.

OSHA DID NOT INHALE

(Mr. HEFLEY asked and was given permission to address the House for 1 minute.)

Mr. HEFLEY. Mr. Speaker, remember when Bill Clinton was asked if he had ever used drugs, he repeatedly told us that he had never violated the laws of the United States.

Finally, he admitted he had smoked marijuana, but "only" in Britain and he did not "inhale." In other words, Bill Clinton's earlier responses were legally accurate, but they did not contain much truth.

This same technique is now being used by the Labor Department to defend OSHA. You have recently been told that OSHA does not prohibit roofers from chewing gum, cite employers for failing to have Material Data Safety Sheets for dishwashing detergent, nor prohibit dentists from giving children back their baby teeth.

Technically speaking, the Labor officials are correct; OSHA does not do any of these things anymore. It has, it did, and absent the criticism heaped on OSHA by industry and Congress, it probably still would.

The next time an OSHA official tells you that OSHA does not cite employers for joy dishwashing detergent, ask them when they stopped. These stories are not fiction—they are real. The fiction is OSHA's denial that its regulations are out of control.

ANNOUNCEMENT BY THE SPEAKER PRO TEMPORE

The SPEAKER pro tempore. The Chair would remind Members not to make personal references to the President.

CUTS IN STUDENT AID

(Mr. JOHNSTON of Florida asked and was given permission to address the House for 1 minute.)

Mr. JOHNSTON of Florida. Mr. Speaker, we are in the process of eroding integrity to our system of self-governance, because we keep our promises.

We are different now the way we are conducting business here in Washington. On the first day of Congress, as promised, we required Congress to live under the same laws as the rest of the country. We cut committee staffs by a third. We cut the congressional budget. Then we have continued over the first 100 days to process a balanced budget amendment to the floor and out. A line item veto was passed. The line item veto was passed. A new crime package to stop violent criminals was passed. National security restoration to protect our freedom was passed. Government regulatory reform was passed. Congressional term limits came up last night on the floor. Eighty-three percent of the Republicans voted for term limits with the American people. Eighty-two percent of the Democrats voted against term limits against the American people.

We are proceeding next week with the Family Reinforcement Act, the tax cuts for middle-income families, and the Senior Citizens' Equity Act.

Mr. Speaker, we are keeping our promises. This is our Contract With America.

REPUBLICAN CONTRACT WITH AMERICA

(Mr. TIAHRT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. TIAHRT. Mr. Speaker, we are in the process of eroding integrity to our system of self-governance, because we keep our promises.

We are different now the way we are conducting business here in Washington. On the first day of Congress, as promised, we required Congress to live under the same laws as the rest of the country. We cut committee staffs by a third. We cut the congressional budget. Then we have continued over the first 100 days to process a balanced budget amendment to the floor and out. A line item veto was passed. The line item veto was passed. A new crime package to stop violent criminals was passed. National security restoration to protect our freedom was passed. Government regulatory reform was passed. Congressional term limits came up last night on the floor. Eighty-three percent of the Republicans voted for term limits with the American people. Eighty-two percent of the Democrats voted against term limits against the American people.

We are proceeding next week with the Family Reinforcement Act, the tax cut for middle-income families, and the Senior Citizens' Equity Act.

Mr. Speaker, we are keeping our promises. This is our Contract With America.

March 30, 1995

CONGRESSIONAL RECORD – HOUSE

H 3980

Wake up, Congress. In the 1980's we gave tax breaks for the purchase of Japanese computers and Japanese machinery, and every year Congress allows Japan to rip off over $60 billion from our economy.

Where is the trade program? The truth is we have a paper economy, and the paper is ending up in some fat Japanese bank.

Read the tea leaves, Congress, and get a trade program before we do not have any jobs left.

TAX CUTS FOR THE WEALTHY

(Mr. VOLKMER asked and was given permission to address the House for 1 minute.)

Mr. VOLKMER. Mr. Speaker, Members of the House, and to those out there listening, I say stay tuned, America. The Gingrich Republicans are at it again.

Today we are going to take up the health care provision deductibility for the self-employed. They are going to get a 30-percent deduction, not a 100-percent deduction, those middle-income farmers and business people, not 100 percent. You are going to get a 30-percent deduction.

And that bill though does take care of the wealthy, the billionaires and the millionaires, by saying that we are not going to require them to pay taxes when they no longer retain their citizenship, when they renounce their citizenship, and so they are going to be able to save those billions of dollars in taxes, but we are not going to help the middle-income.

Next week we are going to take care of tax cuts for the wealthy, and we are
almost going to give nothing to the middle-income and lower-income.
I would like to show you this chart right here. If you make under $30,000, you are going to get $10 a month. If you make over $200,000, you are going to get, listen to this, folks, listen very closely, over $500 a month back.

PASS TAX RELIEF NOW
(Mr. CHABOT asked and was given permission to address the House for 1 minute.)
Mr. CHABOT. Mr. Speaker, make no mistake about it the Democrats failed to give the American people what they wanted by voting no on term limits last night. Over 82 percent of the Republicans voted for term limits while only 18 percent of the Democrats did.
Even though my Democrat colleagues overwhelmingly voted no last night, I hope they will join us in a bipartisan fashion as we consider our last contract item, tax relief for families, senior citizens, and middle-income Americans. Out of all the legislation we have voted for since January 4, this legislation is what the American people need most of all.
Let us allow the American people to keep their hard-earned money. Let us stop the money-hungry Government from taking so much from American paychecks. Let us pass tax relief now.

STUDENT LOANS
(Mr. KENNEDY of Rhode Island asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)
Mr. KENNEDY of Rhode Island. Mr. Speaker, I rise today in defense of America's future. (Mr. KENNEDY of Rhode Island marks.)
In their attempt to reform government, the Republican leadership has placed in jeopardy the finest educational system in the world. The contract on America puts student financial aid on the chopping block.
In my State of Rhode Island, over 28,000 students took out loans, worth an estimated value of over $94 million, to pay for their education in 1994. This year the Republicans want to remove the in school interest subsidy which allows students to forgo the interest on their loans while they are still in school. If passed this action will increase the debt of Rhode Island's students by over $10 million.
I ask my colleagues, how does cutting aid to students help America compete in the global marketplace? The answer is, it does not. If we do not expand opportunities for higher education, the United States will fall behind. The American people are for balancing the budget, but not at the expense of students trying to make a better life for themselves; 89 percent of the American people oppose cuts to student financial aid programs. They recognize the simple truth that supporting higher education today is an investment in America tomorrow. Do not deny every student the education they deserve. Support student aid.

TERM LIMITS DEFEAT: VICTORY FOR THE STATUS QUO
(Mrs. KELLY asked and was given permission to address the House for 1 minute.)
Mrs. KELLY. Mr. Speaker, the American people sent us here to do the people's work and execute their will. Last night, I joined in an effort with more than 226 of my colleagues, Republican and Democrat, in an attempt to pass the term limits constitutional amendment. Our effort failed.
I say it failed, Mr. Speaker, but that does not truly capture what transpired. Our efforts failed the American people. Last November, the American people overwhelmingly endorsed the principles behind Federal term limits, but what they got last night was nothing more than a victory for the status quo.
Twenty-two States have already enacted some form of term limits legislation, and all we wanted to do was give the public the opportunity to voice their opinions.
Simply put, Mr. Speaker, what could possibly be wrong with this? In my opinion, we should let them speak.

STAND UP FOR STUDENT LOANS
(Ms. JACKSON-LEE asked and was given permission to address the House for 1 minute and to revise and extend her remarks and include extraneous material.)
Ms. JACKSON-LEE. Mr. Speaker, in my hand I hold up the Constitution of the United States and it is amazing that this document still today embodies the concepts of Americans about equality and opportunity for it simply says we the people have joined together to do several things, among them, to promote the general welfare, and to provide blessings of liberty and posterity on ourselves.
But yet we find ourselves with the Gingrich Republicans trying to cut every single Federal aid program for college loans and college opportunities for our young people. In fact, in the State of Texas we will lose, our students in the colleges in the State of Texas alone will lose, almost $700 million in student loans, the Stafford loans, work study programs, supplemental educational opportunity grants, and the Perkins loans.
I am a product of student loans, an opportunity given to someone who simply tried to stand up and pull herself up by her bootstraps.
I say to the young people of America hold on to the Constitution, for we want you to be educated, and Democrats will be fighting to provide for college loans for those of you who are seeking simply an opportunity.
Let us go against the Gingrich Republicans. Let us survive and stand together to make sure that you, America's college students have an opportunity to learn. Let us not vote for the tax cuts that take away student loans and opportunities.
We want our children to be at the forefront of this world economy and to be the leaders of the forward-thinking world. Let us support the students of America, and you, please stand with us.

TERM LIMITS
(Mr. HOKE asked and was given permission to address the House for 1 minute.)
Mr. HOKE. Mr. Speaker, do my colleagues know what happened last night? The Gingrich Republicans overwhelmingly passed term limits and the Gephardt-Bonior-Volker Democrats unoverwhelmingly voted against them; 83 percent of the Republicans voted “yes,” 82 percent of the Democrats voted “no.”
And what we will find out, we are going to find out something very interesting in November 1996. We are going to find out if the elections of 1994, if the change of majority in this House in 1994 was a reflection of the people's desire to change power in Congress, to eliminate Democrats and elect Republicans of if it was really a mandate for term limits. That is what we will find out. I personally believe that the people have spoken very clearly with respect to term limits, but they are going to have an opportunity again in 1996 to speak clearly on this, because we have got so many Members of this House, the overwhelming majority of whom are Democrats, who are coming from States that have already enacted term limits, a couple of my good friends to the other side right here, and they voted against their own constituents last night.
So we will find out in the fall of 1996.

LET US TAKE A NEW POLL ON WHAT AMERICANS THINK
(Mr. BONIOR asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)
Mr. BONIOR. Mr. Speaker, as we all know, the Contract on America was written from a poll. So what do you say we take another poll? Here is what we'll ask:
Mr. and Mrs. America: Do you think we should cut student loans in order to pay for tax cuts for the wealthy? What do you think they would say?
How about this one: Mr. and Mrs. America: Do you think billionaires should be allowed to give up their U.S. citizenship in order to avoid paying taxes? What do you think they would say? Apparently, Republicans think they would say “yes” to both questions.
Because in the next 7 days, they are going to force both through this House.

Today, the same Republicans that cut summer jobs and school lunches are coming to this floor to defend the right of billionaires in order to avoid paying taxes.

In fact, 2 days ago, every Republican but few were trying to keep this loophole for billionaires in place.

Mr. Speaker, Republicans may be marching in lockstep with Newt Gingrich to give tax breaks to the privileged few.

But one thing is clear: They are out of step with the American people.

**SETTING THE RECORD STRAIGHT ON TAX REDUCTIONS**

(Mr. KNOLLENBERG asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. KNOLLENBERG. Mr. Speaker, there they go again. The Democratic propaganda machine is working overtime this week trying to convince the American people that the Republican tax relief package is reserved only for the rich. Nothing could be further from the truth.

It is time to tell the truth about our tax cuts and let the American people know that if they used the Democrats' calculations of "income" and "rich" they would have a lot more work to do on their 1040 tax forms this year.

The Democratic leadership inflates your income by adding all sorts of things you and I would never dream of including: Social Security contributions, AFDC payments, employer-provided benefits like health care and pension contributions, capital gains on assets you still own, and even include in your income what your net return would be if you rented the house you live in at market value.

This manipulation of income is a gross distortion of family income and to those struggling to make ends meet it just does not add up. It is no wonder the American people think Washington is out of touch with the rest of America.

Mr. Speaker, we need tax relief but we need an honest presentation of the facts.

**TAX CUTS FOR THE WEALTHY**

(Ms. DELAURO asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Ms. DELAURO. Mr. Speaker, while Republicans in Congress may not be able to agree on term limits, when it comes to tax cuts for the wealthy, they are all singing the same tune. Whether preserving tax loopholes for billionaires or eliminating corporate taxes, Republicans are in the same key. And who is singing for this medley of tax cuts? Middle class, working families, that's who.

Just look at whom Republicans are turning to next to help finance their windfall to the wealthy. Middle class families trying to send their kids to school. Believe it or not, they propose 75 percent of the financial aid currently awarded to American students.

Working middle-class families rely on student loans to provide a better future for their children. Speaker Gingrich and many Republicans in this body took out student loans to pay for their education. Do not deny that same opportunity to the students of today. Do not pull up the ladder behind you. Let us work to preserve students loans, not tax loopholes for billionaires.

**PASS A TAX RELIEF PLAN**

(Mr. JONES asked and was given permission to address the House for 1 minute.)

Mr. JONES. Mr. Speaker, Thomas Jefferson had it right when he said, "a wise and frugal government shall not take from the mouth of labor the bread it has earned." Liberals would reject that sound advice.

However, Republicans will revive that Jeffersonian spirit by passing a tax relief plan that is pro-family, will create jobs, and increase saving and investment. We will pay for these tax cuts by putting the Federal Government on a strict diet. We will scrutinize the entire budget to find waste, fraud and abuse.

Now you will hear a lot from the Democrats about fairness. Is it fair to penalize middle-class families for saving for the future? Is it fair to rob our children's future to pay for Clinton's spending binge? I say no. It is time to change business as usual.

**PROTECT COLLEGE STUDENT AID PROGRAMS**

(Mr. FALEOMAVAEGA asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. FALEOMAVAEGA. Mr. Speaker, it is my understanding that the Contract With America has targeted at least four major college student aid programs either for serious reduction or elimination.

Mr. Speaker, we are talking about the lives and future of some 6.5 million college and university students throughout America, especially those from middle- and low-income families that may never have an opportunity to pursue higher education if these cuts are made.

Mr. Speaker, I am a beneficiary of the National Student Defense Loan Program and I would have never completed my studies at the university level if it had not been for this program. I think the students of America should have the same opportunity.

**RESCSSIONS**

(Mrs. CLAYTON asked and was given permission to address the House for 1 minute.)

Mrs. CLAYTON. Mr. Speaker, education funding was one of the casualties of the Republican rescission package. More cuts in education are planned. These cuts seem inconsistent. Education, as its first priority, teaches independence, self reliance, self sufficiency.

Education is cut—student loans are eliminated—how will students be prepared for work?

A welfare reform bill passed last week, aimed at moving the poor from welfare to work. However, with no provision for training or jobs, where will they work?

These policies are puzzling. Education and work lead to opportunity. Opportunity is the foundation for living.

One must wonder where our colleagues on the right are taking this Nation.

**TAX RELIEF FOR SENIOR CITIZENS AND WORKING FAMILIES**

(Mr. WELLER asked and was given permission to address the House for 1 minute.)

Mr. WELLER. Mr. Speaker, after our historic first ever vote in the House on term limits last night, we now turn our attention to the last items in the Contract With America. It is now time to keep our promise with the American people by bringing up legislation to offer tax relief to senior citizens and working families.

I am sure all of my colleagues remember the Clinton Democrat tax plan in 1993, the plan that raised taxes on Social Security benefits for the American elderly. Mr. Speaker, the Republican majority is going to repeal this Democrat tax and offer more tax relief for our grandparents and grandfathers.

Republicans are also bringing to the floor the Senior Citizens Equity Act which offers further tax relief for the elderly who are currently penalized by a system that cuts Social Security benefits for those who wish to continue working past the age of 65.

Mr. Speaker, I just do not understand why the Democrats want to continue punishing senior citizens, and I hope the liberal Democrats will join with Republicans to help senior citizens.
We are now preparing, next week, to take the money from the cuts and give the Nation's billionaires billions in tax relief. These policies will hurt low- and middle-income people. The only consistent pattern in the contract is its inconsistency. If we really want work, let us make a way.

SEVENTY PERCENT OF PEOPLE IN AMERICA THINK TERM LIMITS IS GOOD IDEA

(Mr. EWING asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. EWING. Mr. Speaker, last night the House voted on term limits. I am proud of the Members on this side of the aisle and on the other side of the aisle who joined together to vote in a positive way on this constitutional amendment, 227 Members of this body, including 80 percent of the Republicans, voted "yes."

I think the press could have reported this a little more fairly. Not that we failed, because we really did not fail. If my colleagues will remember, there was a very meaningful debate on the constitutional amendment, and 80 percent of the Members on the majority side voted in favor of it. Only 70 percent of the people in this country think it is a good idea.

And it was first time that we have had term limits out of committee on the floor for a vote. The Constitution is a very sacred document, but there is time to amend it with term limits, and that time is coming. Even this vote should have been shown as a victory for the contract.

THE CROWN JEWEL OF THE CONTRACT?

(Mrs. SCHROEDER asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Mrs. SCHROEDER. Mr. Speaker, every day the Gingrich gang defines themselves more and defines who they are for and who they are not. Now the Speaker says that the tax cuts that we are taking up are the crown jewel of the contract. Yes, they sure are, for the rich.

In fact, today we begin that where they are talking about even allowing the average American citizen to be able to bail out on their citizenship to save their tax money. What do you think? Term limits for citizenship if you can save your tax dollars?

I find that outrageous. Of course, you see why they think that is a crown jewel. But then you look at this other symbol—this is a diploma—one of the most important things any American family can have for their young people. It means jobs; it means a future.

In order to get these crown jewels for the crown, you have to take money away from student loans so there will be fewer of these. That is not the America I know. I hope people wake up and find out what this is really all about. Every day I think they are getting a better clue.

REJECTING TERM LIMITS IS A BAD IDEA

(Mr. FOLEY asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. FOLEY. Mr. Speaker, I am glad the gentlewoman from Colorado [Mrs. SCHROEDER] brought that prop of a crown because I truly believe that represents what went on in this Congress last night when we rejected term limits. We crowned ourselves that we are here for life, that we disregard the people's wishes and we have made ourselves potentates in a body of the people and for the people.

I cannot be a grandson of Polish and Irish immigrants. My parents both worked for a living. My father was a football coach, my mother worked for an eye doctor. They instilled in me the values of hard work and citizenship. I hear repeatedly from the other side that we are taking away the safety net from the people. The net that we must provide is for the people like Kelly Largent, the 10-year-old who is on the House floor today, son of the Speaker pro tempore [Mr. LARGENT], who wants to survive in America because this is the greatest place on Earth. They do not need government handouts, they need freedom, the ability, the way to work and respect for this Nation. That is the only way we are going to get ourselves out of this deficit. That is the only way we are going to grow our way out of the poverty level, not by continued handouts.

STUDENTS AND PARENTS CANNOT AFFORD DRASTIC INCREASES IN THEIR DEBT

(Mr. BROWN of Ohio asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. BROWN of Ohio. Mr. Speaker, the Republican majority is at it again. They are now hitting the middle class with cuts in student aid to give tax breaks to the wealthy.

I visited with students and administrators from Oberlin College, Lorain County Community College, and Hiram College in my district. The message is loud and clear: Students and parents simply cannot afford drastic increases in their debt.

The Republican proposal to eliminate the Stafford Program will increase the average student debt burden up to 50 percent.

This proposal sacrifices our Nation's educational future for tax breaks for the wealthiest few. The Republicans also plan to eliminate campus-based aid, such as the Perkins Program, the Federal work-study, and supplemental educational opportunity grants.

It is morally reprehensible, Mr. Speaker, the Gingrich Republicans want to cut student loans for the middle class in order to give tax breaks to the largest corporations and to America's wealthiest few.

THE SENIOR CITIZENS EQUITY ACT IS INCLUDED IN NEXT WEEK'S TAX BILL

(Mr. BUNNING of Kentucky asked and was given permission to address the House for 1 minute.)

Mr. BUNNING of Kentucky. Mr. Speaker, I rise today to give a small reminder to this House about some of the provisions in the tax bill that we are going to vote on next week.

Amid all of the white-hot rhetoric about child tax credits, capital gains tax cuts, and the rest, a lot of people seem to have forgotten that this legislation is really going to help a lot of our Nation's seniors.

The Senior Citizens Equity Act is part of this tax bill, and let me just remind my colleagues about how it is going to help them.

The bill raises the Social Security earnings limits, so that older Americans who work are not penalized for making a little extra income.

It makes it easier for folks to buy long-term health care insurance, or to cash in their life insurance policies, to help cope with the daunting costs when they face a terminal illness.

Best of all, this bill repeals the onerous Clinton Social Security tax increase that the President rammed through this House 2 years ago.

Mr. Speaker, the fur is really going to fly when the House debates this tax cut bill. But I urge my colleagues not to forget that this bill does more than cut taxes. It helps senior citizens. And for that alone, it deserves our support.

REPUBLICANS WANT TO GIVE TAX BREAKS TO THE RICHEST 1 PERCENT

(Mr. KLINK asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. KLINK. Mr. Speaker, let me get this straight: This Contract on America, first we cut back on child nutrition programs while we give tax breaks to the richest 1 percent in this Nation, those making $200,000 or more; now we are going to completely eliminate the tax obligation to any billionaire who wants to renounce his U.S. citizenship, but at the same time we are going to deny college loans to middle-class working kids who want to pick themselves up by their bootstraps, improve
Mr. Speaker, why did you break your promise to POW/MIA families? Are the profits of multinationals worth recognizing the Hanoi regime and betraying faith with hundreds of brave American families?

FAREWELL TO RAYMOND SULLIVAN, FORMER SPRINGFIELD FIRE CHIEF

Mr. Speaker, I rise today in support of the Contract With America's Tax Relief Act. I support this bill because not only does it allow all Americans to keep more of the money that they have worked hard to earn, but also because it upholds the Republicans' contract with the senior citizens of America.

Mr. Speaker, I rise today to inform the House that provisions from H.R. 8, the Senior Citizen's Equity Act, are part of H.R. 1215, the tax bill we will be considering next week.

Some have argued that tax relief is not compatible with deficit reduction. These cynical calculations of the budget and reducing the size of Government go hand in hand with lower taxes. Our seniors deserve direct and immediate benefits from the effort to reduce the bloated Federal Government. There is everything right with letting seniors keep a little bit more of what they earn—after all it is their money. The contract promised tax relief and through this legislation, we are trying to deliver. Let us pass H.R. 1215 for America's senior citizens.

PRESIDENT CLINTON DESERVES CREDIT

Mr. Speaker, it is difficult to understand how Congress could continue to allow our Nation's laws to punish work and send the message to seniors that society no longer wants the skills and experience of older workers.

Under the earnings penalty, working seniors lose $1 of every $3 of their Social Security benefit. FICA and State taxes bring the penalty up to a 56-percent marginal tax rate—twice the tax rate of millionaires. This is simply not fair.

I have been working to relieve seniors of this tax burden for 8 years. Seniors cannot wait any longer. It is time to retire the high tax burden on our Nation's seniors instead of retiring older Americans who need to work to remain independent, productive members of society. It is time to pass the tax bill.

TERM LIMITS IS A REPUBLICAN STRATEGY, NOT A PROGRAM

Mr. Speaker, the President should be commended also for downsizing the Small Business Administration. By reducing its modest funding needs from $813 million to $529 million and eliminating 500 full-time positions nationwide, the SBA shrinks by 35 percent during fiscal 1996. The major portion of the savings would come from a progressive alteration of the fee structure for loans in the SBA's successful 7(a) program. Making taxpayers have more access to accessible loans, downsizing, this is in line with positive initiatives to shrink government.

SENIOR CITIZENS EQUITY ACT

Mr. Speaker, in a time when community service and family values are what we are striving for across America, we should stop to remember people like Raymond Sullivan who are modern day examples of both these virtues.

Raymond Sullivan will be missed.
Mr. BRYANT of Texas. Mr. Speaker, earlier in the 1-minute period today we heard a number of Republicans get up and boast extravagantly about the number of Republicans that voted for term limits last night and boasted that it was something like 85 percent of all the Republicans who did it.

When you look at the term limits proposal that was offered by the gentleman from Michigan [Mr. DINGELL], to limit terms to 12 years, and make them apply to Members who are serving here now, how many Republicans voted for that? The answer is less than 1 out of 4 voted for that. If I was a Republican, and I was busy cutting student loans and cutting school lunches so that I could cut taxes for the wealthiest Americans; I would be in here talking about term limits, too, because you see term limits is not the Republican program, it is the Republican strategy: Talk term limits while you are busy eliminating the ability of middle-class Americans to grab themselves by their bootstraps and lift themselves up to a better way of life than they have had in the past. Term limits is a Republican strategy, not the Republican program.

The program remains what it always has been, make the rich richer and the poor poorer and the middle class have a harder time catching up.

PRESIDENT CLINTON DID AN END RUN—AROUND CONGRESS
(Mr. ROHRABACHER asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. ROHRABACHER. Mr. Speaker, no amount of class warfare can obscure the fact to the American people that the Republicans voted for term limits, the Democrats voted against term limits. But today I would like to speak about another issue.

As we are discussing the Contract With America, billions of dollars are being drained from a fund that was established to stabilize our currency. Where are these taxpayer dollars going? They are being sent without so much as a vote of Congress to the bank accounts of Wall Street speculators and to the efforts to prop up a corrupt Mexican elite. While we are trying to balance the war by cutting spending, President Clinton did an end run around Congress to transfer billions of dollars to taxpayer dollars to this Mexican bailout scheme and ten's of billions of more will be spent unless we put a stop to it.

THE TERM LIMITS VOTE—NOTHING MORE THAN A BIG POLITICAL SHOW
(Mr. MEEHAN asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. MEEHAN. Mr. Speaker, when I hear NEWT GINGRICH and the rest of the Republican leadership characterize yesterday's exercise, it makes me laugh. There was nothing historic about the vote yesterday; in fact, the whole exercise was nothing more than a big political show designed to confuse people into thinking that House Republicans really support term limits.

I have always been skeptical of the legislators who claim they are for term limits but have been in office for 15 or 20 years. The best test of any politician's credibility on term limits is whether they are willing to put their careers where their mouths are and limit their own service. Yesterday, when we voted on an immediate term limits amendment, only 54 Republicans were willing to support the bill.

Until recently, I had no real proof that the Republican leadership would not work aggressively to pass term limits legislation. Yesterday changed that. The party discipline that the Republicans showed when cutting school lunches or home heating oil for the elderly and working poor was absent on term limits yesterday. If House Republicans really wanted to pass term limits they would have allowed a vote on the Sanford-Deal statute which would have only required a majority vote for passage.

As someone who has unconditionally supported term limits for all Members of Congress—including myself—I viewed yesterday's charade as an insult to those of us who really support term limits.

Most House Republicans do not really support term limits, they just like to campaign on them. The public should not be fooled by career politicians who claim to be for term limits as long as they do not apply to themselves.

FULFILLING OUR CONTRACT WITH SENIOR AMERICANS
(Mr. GOSS asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. GOSS. Mr. Speaker, next week this House will fulfill our Contract With America, and, more specifically, our contract with senior Americans. We promised to vote on raising the punitive Social Security earnings test limit so seniors would not be penalized for working.

Next week, during the consideration of our tax relief bill we will fulfill that promise. We will also vote on repealing the unwarranted double taxation of Social Security benefits that was imposed by the 1993 Clinton tax bill.

Mr. Speaker, my colleagues will recall the Clinton tax bill. That is the special extra tax that President Clinton and the Democrat Party placed on, quote, “wealthy seniors” with incomes in the range of $30,000 to $40,000. Well, instead of taxing, quote, “wealthy seniors” living on fixed incomes like the Democrats do, the Republican Contract With America provides seniors with much needed tax relief to help with the increasingly high cost of long-term health care, among other things. Our program helps families put their heads together and encourages them to help one another by providing a generous tax credit for family caregivers.

Mr. Speaker, the Republican tax bill is good for seniors and it deserves this House's support now. Our seniors grow any older or any poorer.

WHY WEYRICH IS WRONG
(Mr. LEWIS of Georgia asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. LEWIS. Mr. Speaker, earlier this week Paul Weyrich, one of the founding fathers of the modern-day right wing, wrote in the Washington Times that the gentlewoman from Connecticut [Mrs. JOHNSON] and the other Republican members of the Ethics Committee should resist the temptation to appoint a special counsel to investigate the Speaker. Appointing an outside counsel, Weyrich argued, would bring a cloud over the Speaker and affect his ability to govern.

Mr. Weyrich is wrong, just dead wrong. There are, indeed, very serious charges hanging over the head of the Speaker. But only an outside counsel, an independent objective individual, can clear the air and remove this matter from the realm of partisan politics.

This is the route the Ethics Committee has taken in every high level case since 1979.

The gentlewoman from Connecticut [Mrs. JOHNSON] and the other Republicans on the Ethics Committee should not be subjected to threats by Paul Weyrich or by anyone else.

We need an outside counsel to investigate the Speaker and the committee should proceed without delay.

SEEKING BIPARTISAN SUPPORT FOR A MIDDLE-CLASS TAX CUT
(Mr. KINGSTON asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. KINGSTON. Mr. Speaker, to a carefully assembled crowd of special interest groups, power brokers, government bureaucrats, Democrat Party stalwarts and the other sycophantic apparatchiks, the President kicked off his reelection effort with his Atlanta economic summit. Boasting on his economic record to this tough audience, the President somehow failed to mention that interest rates are higher today than when he was first elected. The public debt is expected to rise another $1 trillion, trade deficits are at an all-
DEDUCTION FOR HEALTH INSURANCE

(As of March 29, 1995)

<table>
<thead>
<tr>
<th>Rule type</th>
<th>Number of rules</th>
<th>Percent of total</th>
<th>Number of rules</th>
<th>Percent of total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Open/Modified-open 2</td>
<td>46</td>
<td>44</td>
<td>19</td>
<td>76</td>
</tr>
<tr>
<td>Modified Closed 3</td>
<td>49</td>
<td>47</td>
<td>6</td>
<td>24</td>
</tr>
<tr>
<td>Closed 4</td>
<td>9</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Totals</td>
<td>104</td>
<td>100</td>
<td>25</td>
<td>100</td>
</tr>
</tbody>
</table>

1 This table applies only to rules which provide for the original consideration of bills, joint resolutions or budget resolutions and which provide for an amendment process. It does not apply to special rules which only waive points of order against appropriations bills which are already privileged and are considered under an open amendment process under House rules.
2 An open rule is one under which any Member may offer a germane amendment under the five-minute rule. A modified open rule is one under which any Member may offer a germane amendment under the five-minute rule subject only to an overall time limit on the amendment process and to the requirement that the amendment be printed in the Congressional Record.
3 A modified closed rule is one under which the Rules Committee limits the amendments that may be offered only to those amendments designated in the special rule or the Rules Committee report to accompany it, or which preclude amendments to a particular portion of a bill, even though the rest of the bill may be completely open to amendment.
4 A closed rule is one under which no amendments may be offered (other than amendments recommended by the committee in reporting the bill).

**THE CLINTON ADMINISTRATION’S CONSISTENT POLICY TO KILL JOBS**

Mr. MICA asked and was given permission to address the House for 1 minute and to revise and extend his remarks.

Mr. MICA. Mr. Speaker, it is fitting that President Clinton has proposed the bulk of his new cuts in NASA and the Small Business Administration. I say that it is fitting because President Clinton wants to be consistent. He wants to ensure that we continue to produce low-paying and part-time jobs, the cornerstone of this administration’s approach to economic development.

This week President Clinton tells Congress to cut NASA. He wants to kill thousands of high paying research and development jobs, destroy America’s lead in the next frontier and cripple our chances for future high tech employment. This week our President recommends to this Congress to gut the Small Business Administration, another great choice to kill even more jobs. Small business is the greatest creator of jobs in our country and the largest employer in our Nation.

Then he goes to Atlanta—read here in today’s newspaper, where he says we need to create more jobs and talks about job creation. This is after he has made two bad choices this week in his consistent policy to kill jobs, darken our children’s future and promote a welfare state.

**WAIVING CERTAIN POINTS OF ORDER AGAINST CONFERENCE REPORT ON H.R. 831, PERMANENT EXTENSION OF THE HEALTH INSURANCE DEDUCTION FOR THE SELF-EMPLOYED**

Mr. QUILLEN. Mr. Speaker, by direction of the Committee on Ways and Means, I call up House Resolution 121 and ask for its immediate consideration.

The Clerk read the resolution, as follows:

H. Res. 121

Resolved, That upon adoption of this resolution it shall be in order to consider the conference report to accompany the bill (H.R. 831) to amend the Internal Revenue Code of 1986 to permanently extend the deduction for the health insurance costs of self-employed individuals, to repeal the provision permitting nonrecognition of gain on sales and exchanges effectuating policies of the Federal Communications Commission, and for other purposes. All points of order against the conference report and against its consideration and against conference report shall be considered as read.

**THE SPEAKER pro tempore (Mr. GOODLATTE).** The gentleman from Tennessee [Mr. QUILLEN] is recognized for 1 hour.

Mr. QUILLEN. Mr. Speaker, for purposes of debate only, I yield the customary 30 minutes to the gentleman from Texas [Mr. FROST], and, pending that, I yield myself such time as I may consume. During consideration of this resolution, all time yielded is for the purpose of debate only.

Mr. QUILLEN asked and was given permission to revise and extend his remarks, and to include extraneous material.

Mr. QUILLEN. Mr. Speaker, this is an extremely simple rule. It waives all points of order against the conference report to accompany H.R. 831, the bill to permanently extend the tax deduction for health insurance for the self-employed, which the House passed on February 21.

The rule also provides that the conference report be considered as read.

It is my understanding that the only points of order that lie against the conference report are the 3-day layover requirement and scope violation. There are also a few technical points of order under the Budget Act that are being waived, but I want to emphasize that the conference report is deficit neutral over the 5-year period.

Mr. Speaker, I believe that we should only waive the layover requirement when absolutely necessary, but this is one of those times. It is imperative that H.R. 831 be enacted into law before the 1994 tax filing season ends on April 15.

Millions of self-employed Americans are depending on us to restore the tax deduction that allows them to keep themselves and their families covered by health insurance.

This bill provides a 25-percent deduction for 1994 and 30-percent deduction thereafter. We have left them dangling in uncertainty for months now, and we must pass this conference report now to ensure that this tax deduction will be available to the millions of farmers, small businessmen, and other self-employed Americans who are counting on it.

Mr. Speaker, I urge the adoption of this resolution.

**THE AMENDMENT PROCESS UNDER SPECIAL RULES REPORTED BY THE RULES COMMITTEE; 103D CONGRESS V. 104TH CONGRESS**

[As of March 29, 1995]

<table>
<thead>
<tr>
<th>Rule type</th>
<th>Number of rules</th>
<th>Percent of total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Open/Modified-open 2</td>
<td>46</td>
<td>44</td>
</tr>
<tr>
<td>Modified Closed 3</td>
<td>49</td>
<td>47</td>
</tr>
<tr>
<td>Closed 4</td>
<td>9</td>
<td>0</td>
</tr>
<tr>
<td>Totals</td>
<td>104</td>
<td>100</td>
</tr>
</tbody>
</table>

This table applies only to rules which provide for the original consideration of bills, joint resolutions or budget resolutions and which provide for an amendment process. It does not apply to special rules which only waive points of order against appropriations bills which are already privileged and are considered under an open amendment process under House rules.
Mr. Speaker, I reserve the balance of my time.

Mr. FROST. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, this rule ruins an otherwise acceptable conference report.

Republicans have taken a good idea—letting the wealthy deduct their health care costs—and thrown in a big juicy bone for a very few wealthy people and this bone will cost this country $3.6 billion over 10 years.

Mr. Speaker, I cannot understand why Republicans would refuse to provide welfare benefits to people who enter this country legally but would wink at billionaires who renounce their American citizenship in order to avoid paying taxes.

This is right, this conference report deletes a Senate provision to require a few billionaires to pay their taxes. And all the while, everyone else will do their taxpayer duty this and every April 15.

Mr. Speaker, $3.6 billion is a lot of money to throw away, especially with all this talk of balancing the budget and cutting school lunches. In fact the money the Republicans are losing the Treasury by giving the rich a tax break could buy almost 3 billion school lunches.

Now, do not get me wrong. I strongly support the main provisions of this conference report. I think hard-working, self-employed Americans should be allowed to deduct some of the cost of their health insurance. This conference report will do that.

For that reason I will support the conference report itself. But I do not support giving about 2 dozen billionaires a huge tax break while sticking it to children.

Today's rule gives us a little preview of what is to come. Next week we will vote on a Republican proposal to give more tax breaks to the very wealthy—those tax breaks will be paid for by cuts in school lunches for America's school children.

Mr. Speaker, two nights ago the House missed a chance to make the very wealthy who renounce their American citizenship pay their taxes on income they earned as citizens of this great country when it rejected Mr. Gibson's motion to instruct conferees by a vote of 193 to 224.

Now, I would like to offer my colleagues another chance to do the right thing. I urge my colleagues to defeat the previous question so that we can make rich ex-patriots pay their taxes.

Mr. Speaker, I reserve the balance of my time.

FLOOR PROCEDURE IN THE 104TH CONGRESS
Mr. QUILLEN. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, for the past 40 years those on that side of the aisle had every opportunity to do away with what they are talking about today, and I do not see the sudden rise of opposition to this rule, when they have carried the ball for some 40 years.

Mr. Speaker, I want to request that the gentleman from Texas [Mr. FroST] tell us how many speakers he has.

Mr. FROST. Mr. Speaker, we have five speakers, and we may have more. This is a very interesting thing that the Republicans have done in protecting billionnaire expatriates, and I have a feeling some more Members may come to the floor.

Mr. QUILLEN. Mr. Speaker, I do not see why anyone could object to allowing the 25-percent credit on health insurance for the self-employed. That side of the aisle is trying to use smoke and mirrors to defeat the rule, but this is a good rule.

Mr. Speaker, I reserve the balance of my time.

Mr. FROST. Mr. Speaker, for purposes of debate only, I yield 1½ minutes to the gentleman from New York [Mr. RANGEL].

Mr. QUILLEN. Mr. Speaker, I yield 30 seconds to the gentleman from New York.

The SPEAKER pro tempore (Mr. GOODLATTE). The gentleman from New York [Mr. RANGEL] is recognized for 2 minutes.

Mr. RANGEL asked and was given permission to revise and extend his remarks.

Mr. RANGEL. Mr. Speaker, I rise to oppose the rule. That has nothing to do with whether or not we will get an opportunity to vote to allow those who are self-employed to make the deduction. Changing the rule only gives the opportunity to vote to allow those who are self-employed to make the deduction, but let us reverse the rule so we have an opportunity to get the funds, the revenues, to pay for it.

Mr. QUILLEN. Mr. Chairman, will the gentleman yield?

Mr. RANGEL. I yield to the gentleman from Tennessee.

Mr. QUILLEN. I would ask my friend from New York, did he sign the conference report?

Mr. RANGEL. Yes, Mr. Speaker, I did.

Mr. QUILLEN. Has the gentleman changed his mind?

Mr. RANGEL. Let me make it clear to the gentleman: I signed the conference report to get the issue before the House of Representatives and to make certain the American people know what we have done. When I go to conference, I go into conference on behalf of the Committee on Ways and Means, and the Republicans control it. So I am not there to fight in conference. I am here to fight on this floor for a rule that allows the voters of the House of Representatives to do the right thing.

Mr. QUILLEN. I am not being critical.

Mr. Speaker, I yield 2 minutes to the gentleman from Nebraska [Mr. CHRISTENSEN].

Mr. CHRISTENSEN. Mr. Speaker, it is just like liberals to talk about something that is not even in this bill. Let us quit talking about the diversionary tactics on this issue and let us talk about what is in the conference report. This bill is yet another step to reform health care reform.

A few weeks ago we passed sweeping legal reforms capping non-economic damages in all health care liability cases. That will result in greater access to health care and lower health care costs for all Americans.

Now we are taking the next step. Rather than the Government takeover proposed by my friends on the left, we are reforming health care by giving the American people what they wanted, the ability to help themselves. This bill will restore permanently the 25-percent tax deduction for health insurance for the self-employed, but now it goes one step better. For tax year 1995 and beyond, the deduction goes up to 30 percent. Over 3 million hard-working Americans will find health care more affordable, thanks to this bill. This tax deduction is for farmers, for ranchers, for shopkeepers, and for small business owners, providing them with the strong incentive to purchase health care insurance.

It is what is fair, it is what is right, and I commend Chairman Archer for swift action in getting this bill out of conference and onto the floor so the taxpayers can take advantage for the 1994 tax year.

Mr. Speaker, we need to continue to focus on what is important in this bill, and that is treating self-employed individuals and business owners like the major corporations, and this is a good start. What we need to do is we need to pass this bill, and we need to quit talking about the diversionary tactics that the liberal left always wants to keep bringing up.

Mr. FROST. Mr. Speaker, I yield myself 1 minute.

Mr. Speaker, the gentleman from Nebraska is engaged, as his other colleagues, in a legislative shell game. The pea is under one shell, but it is not under the other shell. The Senate Republicans were willing to tax expatriate billionaires; Republicans in the House were not willing to tax expatriate billionaires. They went to conference, and, lo and behold, the Republicans in the House who want to forgive taxes for expatriate billionaires prevailed.

Of course it is not in the bill. It is not in the bill because your side knocked it out in conference.

Mr. Speaker, I yield 2 minutes to the gentleman from California [Mr. Matsui].

Mr. MATSUI. Mr. Speaker, I thank the gentleman.
Mr. Speaker, it is very interesting that the gentleman from Nebraska makes the statement that this is a shell game, that there is nothing to do with the main issue, that is, the deductibility of insurance premiums. This has a lot to do with it. If we would have left this provision in the legislation, we could have gotten 35 percent for the average American small business, not 20 percent or 30 percent. We could have gotten more deductibility on this thing if we would have followed the other body, Senator Dole, Senator Daschle, and all the Republican Senators who supported this legislation. It is extreme in this body here that we would actually try to throw this provision out, what we did in the House-Senate conference, because the Republican leadership did not want it.

For those of you who do not know what this is, an American citizen who earned his wealth here could renounce his citizenship and not pay taxes. He will go to a small Caribbean country that has no taxes and then what he will end up doing is avoiding taxation. That means all other Americans, those wage earners, will have to pay more taxes.

I mention one other thing among which is very interesting about this. After this was passed in the Senate, last week my office got a contact. It got a contact from a New York lobbyist, and this New York lobbyist gave me something. The document says these are seven talking points we can use in order to make an argument to eliminate this provision.

He talks about this will destroy Jackson-Vanik. That is ridiculous. But he said this will destroy Jackson-Vanik.

He said this is a human rights issue. Justin Dart’s family can leave the United States, renounce his citizenship, and not pay taxes. He will go to a small Caribbean country that has no taxes and then what he will end up doing is avoiding taxation. That means all other Americans, those wage earners, will have to pay more taxes.

Then the real outrageous provision in this is that is on the second page that this lobbyist gave me, he cites Soviet law. Comparing what Senator Dole, Senator Bradley, and Senator Daschle wanted to do on the Senate side to the Soviet Union and their immigration policies is outrageous. It is unpatriotic. Those that make that argument owe the Members of Congress an apology. They owe Senator Dole and Senator Bradley and Senator Daschle an apology.

Mr. FROST. Mr. Speaker, for purposes of debate only, I yield 2 minutes to the gentleman from Michigan [Mr. Levin].

Mr. LEVIN. Mr. Speaker, the more I have looked into this, the more outraged I have become. This is not a question of smoke and mirror. The smoke is coming from the majority side that does not want us to see what is behind their opposition to changing the rules so the very wealthiest cannot escape taxation simply by renouncing citizenship. That is where the smoke is coming from.

I am for the 30 percent. I would like it to be 80 percent. As the gentleman from California [Mr. Matsui] has said, it could be 80 percent or 75 percent by keeping this provision in.

Why have you taken it out? That is the issue, and all the arguments that have been raised are simples, pure shams, comparing it to the Soviet Union. Nobody loves it. It is a free country here. The question is, can people escape taxation by leaving?

Look, I am not in favor of soaking the rich at all. I do not want the very wealthiest to soak the United States of America. That is what the issue is here.

Give us a reason. Give us a reason why 12 to 24 families, that is the average that has been happening, get out of taxation by renouncing citizenship, and then they come back here and they can keep $600,000,000 bucks that is not subject to taxation. They can keep their multimillion-dollar home. All we are saying is on gains other than that they should pay their taxes.

I say this to the side of the gentleman from Tennessee [Mr. Quillen]. Let us get the names of these people. Let us get the names from the lobbyist from Texas [Mr. Archer] request the appropriate authorities to give us the names, and let us do it right now. We have an obligation to let the very wealthiest not use the artifice of renunciation of citizenship and become jet setters, come back here and live, while the rest of America works hard and they escape legitimate taxation.

Mr. Speaker, I support the position of the gentleman from Texas [Mr. Frost]. It is eminently reasonable. Let us find out the truth here. Do not cover it up. Mr. FROST. Mr. Speaker, I yield 2 minutes to the gentlewoman from Colorado [Mrs. Schroeder].

Mrs. SCHROEDER. Mr. Speaker, I think the gentleman from Texas was right. The Senate wanted to close that loophole. They wanted to close it, and they wanted to give self-employed people a little higher percentage that they could write off their taxes for buying their own insurance. But the House said no. Almost every Republican in this body said no.

So today we are forced with lowering the deduction that the average self-employed person can have for self-insuring themselves on health care so that we can continue to allow billionaires to bail on this country.

I find that shocking. I was elected to represent the people who are working in this country, and I think anybody who has worked in this country who has made their fortunes in this country, who has benefited by the largesse of this country, to be able to have a loophole that we all know about and not close it is unconscionable. It also means that you tax much higher the citizens who are staying in this country. That is further unconscionable. I hope we defeat this rule.
that, renounce their citizenship not to pay taxes. And the Republican side goes to the Senate and makes them drop this provision.

That is what this is all about. This is whether or not you are for the rich people to denounce their citizenship or whether you are going to be for the ordinary people and women in this country, proud to be an American.

ANNOUNCEMENT BY THE SPEAKER PRO TEMPORE

The SPEAKER pro tempore (Mr. GOODLATTE). Members are advised to address their remarks to the Speaker and not to address the gallery.

Mr. MATSUI. Mr. Speaker, I yield myself such time as I may consume.

I would like to remind my colleagues that this rule passed unanimously in the committee by voice vote. There were no negative votes. And now they come to the floor, I do not know whether it is a dream or whether it is just delaying tactics or what.

I would like to remind the gentleman that this rule provides for a motion to recommit the conference report with instructions, if that is the will of the House.

I do not know why all the argument that when they have every avenue to accomplish their goal, if they offer the motion to recommit. In the Committee on Rules, the Democrats were a little bit confused anyway. We spent several minutes, probably 15 or longer, for a group who had the wrong idea about the conference report.

Now, I do not know whether they are confused again, but apologies were made to the Members. We accepted that apology.

Mr. MATSUI. Mr. Speaker, will the gentleman yield?

Mr. QUILLEN. I yield to the gentleman from California.

Mr. MATSUI. Mr. Speaker, I do not believe the Democratic members of Committee on Rules were confused at all.

Mr. QUILLEN. We were not confused, but you and your group were confused.

Mr. MATSUI. Mr. Speaker, if the gentleman will continue to yield, you indicated they might have been confused. I do not think they were confused at all.

Let me say this, the language that I read in that document was a House offer. That was not incorporated in the conference report document itself. However, I will say this, I read the transcript last night, the entire transcript of the conference last night, to the gentleman from Tennessee. And that language that I recited was in fact adopted but it was not incorporated in the conference report document itself. Both Senator PACKWOOD and the gentleman from Texas, Mr. ARCHER, agreed to that language, including that date that was incorporated in that agreement.

Mr. QUILLEN. I am not being critical of the gentleman from California. I just think that there is a lot of confusion going on here in the discussion of

Mr. ABERCROMBIE. Mr. Speaker, will the gentleman yield?

Mr. QUILLEN. I yield to the gentleman from Hawaii.

Mr. ABERCROMBIE. Mr. Speaker, perhaps, I do not want to add to the confusion, but I understood you, maybe you are rewording my words. My remarks were addressed to the question of whether or not the Senate position would be sustained, instruction or not, with respect to this, to closing this loophole for these billionaires being able to escape taxation by renouncing their citizenship.

My understanding was that the House requested and succeeded in getting this provision dropped from the Senate bill.

Mr. QUILLEN. I was not confused all in regard to your statement, I will advise the gentleman from Hawaii.

Mr. ABERCROMBIE. So I am correct that the Senate did acknowledge or acquiesce to the House position to drop this particular provision?

Mr. QUILLEN. There was no objection at all in the Committee on Rules bringing this rule to the floor.

Mr. ABERCROMBIE. We are not discussing that.

Mr. QUILLEN. This all developed after the rule was presented.

Mr. ABERCROMBIE. The discussion is who is responsible for having these billionaires being able to escape taxation.

Mr. QUILLEN. Reclaiming my time, Mr. Speaker, I yield to the gentleman from New York [Mr. RANGEL].

Mr. RANGEL. Mr. Speaker, there is no one that I have more respect for in this House than the gentleman from Tennessee. We have enjoyed that friendship over a number of years.

Mr. QUILLEN. If the House accepts the Democratic Members when the rule was perfected, well, those things happen. But we do not have to accept that rule on the House floor when we see that.

Mr. QUILLEN. Mr. Speaker, reclaiming my time, I yield 7 minutes to the gentleman from California [Mr. THOMAS].

(Mr. THOMAS asked and was given permission to revise and extend his remarks.)

Mr. THOMAS. Mr. Speaker, I would be very pleased to shed some light on this discussion since some folks seem to be knocking about in the dark. I was on the conference committee, and I will tell you what happened, not somebody’s position here of what happened, but what happened.

On the floor of the House the minority party offered a motion to instruct. You lost. The House then went to the conference and made a proposal to the Senate. The proposal to the Senate was

The Senate accepted the House position. It was the Senate that made the decision to drop that provision. And the chairman of the conference, the gentleman from Oregon, Senator PACKWOOD, stated, “The Senate, I believe the Senate acted hastily.”

Now, what did this conference agree to? In the language of the conference, we agreed to extend the Senate amendment. But then we went on in 11 specific areas indicating to the joint tax committee, we want an examination in this area. We want a study of the issues presented by any proposals to affect the tax treatment of expatriation, including an evaluation of, one, the effectiveness and enforceability of current law; two, the current level of expatriation for tax avoidance; three, any restrictions imposed by any constitutional requirement; four, the application of International human rights principles to the taxation of expatriation; five, the possible effects of any such proposals on the free flow of capital; six, the impact of any such proposals on existing tax treaties; seven, the operation of any such proposals, on and on and on, to be reported back by June 1, 1995.

Every one of the arguments that were presented by your side and our side on the floor of the House on the Senate proposal included in this study to be given to us by June 1, 1995 so we can make an informed decision about what we do in this area. You are back to rush to judgment, regardless of the fact that the Senate has said they probably voted too hastily, regardless of the fact that the conference report says by June 1 we will provide an answer to all the concerns on both sides on this question so that we can make an informed decision.

And then lastly, let me say, a number of harsh words were presented on the floor the other night about the question of citizens and whether or not citizens of the United States should be treated similarly to citizens in Germany or any other country. Frankly, I do not think we think of ourselves to any other country. Citizenship in the United States is something special. And that if an individual decides on their own they want to make a choice about that citizenship, we
If Members want to assist oppressive foreign governments, in the opinion of the Dr. Felix Frankfurter, professor of law emeritus, the House political stunt, repeated twice now, in the face of the conference committee responsibly investigating ways to change this law. Shame on you.

You really ought to learn how to be the minority. Pick your shots where you can be responsible and positive in trying to make change. Do not create a situation which would reinforce oppressive governments based upon the way in which Congress treats citizens of the United States. Shame on you.

Mr. FROST. Mr. Speaker, I yield 4 minutes to the gentleman from Michigan [Mr. Bonior].

Mr. BONIOR. Mr. Speaker, let us be clear on what the debate is focused on. We have nothing to be ashamed about.

The shame rests with trying to compare these 24 individuals of enormous wealth with Jews in Russia trying to emigrate freely to express their views and live a life of independence and without repression.

Mr. Speaker, if we ever wondered how the Republican Party came to be known as the party of the privileged few, all you have to do is watch this debate this morning. I never thought I would see the day when the Republicans would stand up on the floor of this House and defend the right of billionaires to give up their U.S. citizenship in order to avoid paying taxes. That is what this is about.

The previous speaker had come to the well to shame us about this issue. We have nothing to be ashamed about. The shame rests with trying to compare these 24 individuals of enormous wealth with Jews in Russia trying to emigrate freely to express their views and live a life of independence and without repression.

Mr. Speaker, if we ever wondered how the Republican Party came to be known as the party of the privileged few, all you have to do is watch this debate this morning. I never thought I would see the day when the Republicans would stand up on the floor of this House and defend the right of billionaires to give up their U.S. citizenship in order to avoid paying taxes. That is what this is about.

They are saying “Let’s study it. Let’s examine it.” Instead of standing up for the purpose of repeating the statement of the gentleman from California. I yield only for the purpose of repeating the statement he just made.

What was the statement you just made?

Mr. Matsui. Pardon me?

Mr. Thompson. What was the statement that you just made?

Mr. Matsui. That this House should have closed this loophole. We could not have saved $3.6 billion over 10 years by closing this loophole, but when given the chance, all but five on the other side of the aisle said no.

Mr. Speaker, this is not just a debate about tax loopholes. This debate is a symbol of the entire contract on America. The Gingrich Republicans are targeting women and children in order to make tax breaks for the billionaires in America. You can renounce your citizenship. As long as you are a billionaire, the Gingrich Republicans are going to take care of you. You are going to be okay.

Next week we will be dealing with what N EWT GINGRICH called the crown jewel of the contract, the piece de resistance, a bill that gives the overwhelming majority of its tax breaks to the privileged few. A bill that says if you are a Fortune 500 company, you might not have to pay any taxes anymore. This debate today is just a small window on that entire contract.

Mr. Speaker, the Republicans may march in lockstep with N EWT GINGRICH to give tax breaks to the privileged few, but we Democrats are going to stand up and fight for working middle class families in this country.

Therefore, I urge my colleagues, defeat the previous question on this rule. We can support the bill when we get to it, but defeat the previous question. Give us a chance to offer an amendment to correct this outrageous abuse and this outrageous loophole in our tax laws. Let us close this loophole and make billionaires pay taxes like the rest of us.

Mr. Quillen. Mr. Speaker, I yield 4 minutes to the gentlewoman from Connecticut [Mrs. Johnson].

Mrs. Johnson of Connecticut. Mr. Speaker, yesterday we had a very long debate on term limits. I opposed the resolution, a constitutional amendment to limit terms, but I acknowledge that the interest in that approach springs from the American people's deep-seated belief that somehow this body is out of touch, that what we talk about is not real. It disappoints me that this debate is becoming an example of exactly that.

This debate is not about Gingrich Republicans defending the wealthiest. That is the most misleading rhetoric, for purely political purposes, that I have heard in this Congress.

This debate is about the following: It is about the little people of America. It is about the self-employed person. That person’s deduction for their health insurance, and we know how expensive health insurance is. We have a window on that entire contract. December of 1993. Under the Democrat majority, we could have prevented that, or we could have reinstated it under the Republican majority.

What are we about today is to reinstate that deduction, and if we must do it before April 15 if we want all those little folk out there who establish their own businesses and are self-employed to get that deduction. If
we do not act today, they will not get it, so we want to pass the 30 percent health insurance deduction for little people in America, the people who count, the people who do think we are not listening for exactly the reason of the quality of the debate today.

That is our No. 1 goal, to assure that by April 15 and the next tax filing season self-employed people will again be able to deduct 30 percent of their premiums. They could have done it, remember. They lost this right in December 1993. We are now into 1995. This could have been done any time over the last year and we could have done it. It is going to be done. I am proud of that.

That is our No. 1 goal.

The second goal, the second goal is to act on an issue that President Clinton identified. That is those people who are using expatriation to avoid taxes. We agree on that. However, we did not hold a hearing on this matter until we saw it was actually going to come forward.

In that hearing, very significant issues were raised by the proponents. The supporters of it say “If you do not fix certain provisions it will fall very unfairly, not on those 12 to 24 wealthiest, but on the little people who came from Cuba.” For example, a woman coming from Cuba or a family comes from Cuba fleeing Castro, build from nothing, from zero, their own business. Then Cuba becomes free, and they want to go back and help. They are going to be subject to this tax, so it had better be fair. That is our obligation.

Even some proponents who testified for it said “You have to fix two or three provisions.” I said to them “How do you fix them?” They said “It is complicated. We can do it. We have got working teams preparing it, but we do not have the language for you.” I said “How soon can you have it?” They said “Three weeks to about two months, because it is tough, and we do not know how much agreement in the tax community we are going to be able to do.”

We can fix it. We can do exactly what we all agree needs to be done, but we must do it right. I was fascinated by the minority whip’s comment that there are 12 to 24 people affected. I asked that from the representative of the Treasury specifically. He did not know how many people were affected. He did not know what the impact would be. All he could tell me was how many people left, gave up their citizenship, each year. That is insufficient information on which to do this.

In the other body, they held no hearing on this provision at all before they acted on it. After they acted on it, they held a hearing. Some of these issues were raised. We held at least a hearing at the door, so we have real information.

Mr. Speaker, it is unfortunate to toy with the interests of all those hardworking Americans who need that deduction, and to pretend that we are not in agreement. We want to strengthen our law to prevent people from leaving America and getting tax benefits as a consequence of citizen renunciation. We are able to do that. I urge Members’ support of a fair rule.

Mr. FROST. Mr. Speaker, I yield myself 1 minute.

Mr. Speaker, I want to make it very clear what we intend to do. If the previous question is defeated I will propose a rule which would recede and concur with the Senate amendment with an amendment to reinstate the Senate provision regarding renunciation of citizenship to avoid taxes. This will have the effect of agreed upon language included in section 5 of the Senate amendment, which changed the tax treatment of U.S. citizens who relinquish their citizenship to avoid paying taxes.

This is exactly the same conference report that was filed yesterday, except for this one addition, so we agreed clearly to go forward with taking care of the deductibility issue for insurance. There is no question about that. There is no disagreement on that.

The only thing we want to do by defeating the previous question is reinstate the Senate, making sure that people who leave this country and renounce their citizenship are subject to our tax law.

Mr. Speaker, I yield 3 minutes to the gentleman from Missouri [Mr. GEPHARDT], the Democratic leader.

(Mr. GEPHARDT asked and was given permission to revise and extend his remarks.)

Mr. GEPHARDT. Mr. Speaker, I rise to urge Members to vote against the previous question and to try to change this rule to put this provision into this law. This change on trying to get better compliance with our tax laws was suggested by the President earlier this year. It is the subject of a piece of legislation that I presented on request by the President, so we could better enforce our tax laws.

The concern here is one that has been understood for a long time by the Treasury Department, and that is that a very, very wealthy individuals are able to renounce citizenship, go offshore, and escape the payment of taxes that they owe as a result of being a citizen of the United States. It is believed that over a period of time this change would pick up $3 billion that we could use for deficit reduction.

The Senate adopted it and it was in their bill, and as a result of, I suppose, the majority here voting down our instruction, when they went to the conference, it was taken out. We are simply ascertaining today that it should be put back in.

How on Earth can we explain to anybody that they do not want to take necessary, reasonable steps to see that wealthy individuals who are trying to escape taxation in America are renouncing their citizenship in order to escape that taxation? Why would we not want to do that?

The argument is made that there is a human rights issue. I am speechless about it. I do not even know what to say to that argument. There is an America rights issue involved here. There are the rights of all the taxpayers of our country involved here.

All of us represent hard-working people who go to work every day and pay their taxes by withholding, and now we want to say we cannot figure out how to enforce the tax law on some of the wealthiest people in the country who want to stay wealthy by renouncing their citizenship? This is the most incredible conference report I have ever seen.

Mr. Speaker, if we look at Republican tax policy, taking this position is consistent; 51 percent of the tax bill they hope to bring in the majority next week goes to families who earn over $100,000 a year.

Eighty percent of the capital gains cuts go to families that earn over $250,000 a year. I do not know if you have ever had a dollar, but I do not for having that belief. That is a legitimate belief, I totally disagree, and I totally disagree with it.

But if you believe that it is the right thing to do in the wealthiest people in our society so that it will trickle down to everybody else over a period of time, stand up and argue it, be proud of it, but let us collect the taxes of this country, against the wealthiest people in this country.

Vote against the previous question.

Mr. QUILLEN. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, the minority leader had been on the Committee on Ways and Means for years, but he did not do a thing about it, and yet he comes up and preaches tax relief for the wealthy.

Oh, how he cries.

Mr. Speaker, we have just read a copy of the substitute rule. The minority would offer if they manage to defeat the previous question. Contrary to what the gentleman from Texas said, this rule would not put back a conference report and send the bill back to the Senate. This killer rule would kill the ability of the self-employed to file their tax returns on time. Is that not shameful? I think it is a disgrace.

Mr. Speaker, I yield 3 minutes to my friend Mr. HANCOCK.

Mr. HANCOCK. Mr. Speaker, I thank the gentleman for yielding the time.

Mr. Speaker, we just heard the minority leader say stand up and defend the rich people if in fact we believe that they ought to get a break once in a while. I am going to defend them because they are the ones, they are the ones that have worked hard enough and have used the system properly, they have employed the people, they have provided the capital. These are the people that create the jobs. I do not think you can go to a pauper and ask him to put you to work.

What are we talking about on that side of the aisle is we are going to tax
the rich people out of existence and then Government is going to provide the work. If that is not a socialist concept I do not know what is. The issue that we are talking about right now, the issue we are talking about right now does not have anything to do with the fact that there are certain people that have found possibly a loophole in the law and gotten some of their assets by renouncing their citizenship. I do not approve of that in any way whatsoever. I do approve of changing the law to where there would be no incentive for those people. They should not have any incentive to give up their citizenship.

I am going to recommend to the people that did not attend the hearing last Monday, there was nobody on the gentleman's side of the aisle that attended the hearing where we went into the details. They could have asked experts questions but they were not there. All of a sudden they show up, and I am going to recommend they read a book called "The Good and Evil of Taxation."

Throughout history, people have disappeared from the taxing authority where they felt they were oppressed and the taxing authority was confiscating their assets.

Let me ask this question: Why should a citizen of a foreign country be able to come into this country, work on a green card and leave with his assets where an American citizen cannot? I do not approve of that. I think that we definitively need to address the law. But I am sick and tired of that side of the aisle talking about the people, the principle that people should not have the opportunity to get wealthy. You stand up and you criticize the wealthy people. Where are the jobs going to come from? I would be considered wealthy today. Forty years ago I had a wife and two kids and the mortgage on a Studebaker Lark, and I worked my fanny off, and I have employed people. And here is the question. Where are the jobs going to come from? Are you all advocating there will not be anybody with any opportunity to become wealthy.

Tax them out of existence and then see how good your social welfare programs are. Where is the money going to come from? Get rid of the rich people, get rid of them, just put them out of business, and then try to operate this country.

Mr. FROST. Mr. Speaker, I yield myself 4 minutes.

Mr. Speaker, I say to the gentleman from Tennessee [Mr. QUILLIN], I have a copy of the amendment to the rule that we propose to offer in front of me and it does not send this matter back to the conference committee. What it does is simply amend what is before us and send it back to the full Senate for another vote, it does not send it back to the conference committee, it sends it back to the Senate for another vote on their original provision.

Mr. QUILLEN. Mr. Speaker, will the gentleman yield?

Mr. FROST. I yield to the gentleman from Tennessee.

Mr. QUILLEN. Mr. Speaker, I am reading it on the seventh line. It says shall be deemed to be rejected.

Mr. FROST. That is correct, and it shall be in order.

Mr. QUILLEN. If it is rejected, it goes back to the Senate amendment correct. That is what it says, shall be deemed to be rejected, and it shall be in order to consider in the House a motion, if offered by Representative Gens of Florida or his designee to take from the Speaker's table H.R. 831, with the Senate amendment thereto, and to receive and consider the Senate amendment with the amendment printed in section 2 of the resolution.

Mr. QUILLEN. Mr. Speaker, if the gentleman will yield, does that not mean it goes back to the Senate?

Mr. FROST. It goes back to the full Senate for another vote, that is correct. That is exactly what it means.

Mr. QUILLEN. So it delays the tax credit for the April 15 filing.

Mr. FROST. The Senate has not voted on the conference report yet. The Senate has not voted on anything, so we are just giving them an opportunity to vote on something that makes some sense.

There is a lot of dust on the other side. They are very nervous. It is obvious they are having to defend something that is almost indefensible.

Let us talk about what is really going on here. We are talking about basic patriotism on the part of Americans and basic fairness. Let me give a little personal history, and I know the gentleman from Tennessee [Mr. QUILLEN] has a comparable personal history. My great grandfather came to this country from Lithuania on a very dangerous ship, almost died on that trip, came here, was a peddler with a pack on his back, worked a terrible labor for many, many years, and got enough capital to start a little store on the town square in a small town, made a little money. He would never have renounced his American citizenship. No one in my family, no matter how much money they made, would ever have renounced their American citizenship to get a tax break.

That is incredible, that this side is trying to defend renouncing your American citizenship so you can get a tax break.

Let me give another personal example. My wife was born in Panama of American parents who worked at the Canal Zone. She had dual citizenship until she turned 18. She renounced her Panamanian citizenship. She would never have renounced her American citizenship. This is absolutely extraordinary that they stand here and defend the right of wealthy people to renounce their American citizenship to save dollars. It makes no sense whatsoever.

Mr. BURTON of Indiana. Mr. Speaker, let me just say I think that the minority has a point and this will be corrected, I believe, in the tax law before this session is over. That is my view.

But let me just say that we are not nervous. We are in the majority for the first time in 40 years and we are not nervous. What I think the Democrats are nervous about is that they really do not have any program as an alternative to the Contract With America.

I have heard all this day this class warfare theology that you espouse all the time, and that is that the rich are going to get richer and the poor are going to get poorer because of the disparity in our tax proposals. Let me point out a couple of things. We have a
deficit; we have to deal with it; and are going to try to cut spending to deal with that. But in addition, we have to bring more revenue to the Treasury. How do you do that without a tax increase?

John F. Kennedy, when he was President, proposed and got passed through the Democratic Congress a capital gains tax cut. This is John F. Kennedy. And you know what happened after they cut the capital gains, the tax revenues went up because of the tax cut.

We had another capital gains tax cut during the Reagan years. You know what happened? Tax revenues went up over 30 percent, and because we stimulate growth by a capital gains tax we are advocating, if you use a dynamic model, it will increase tax revenues and help reduce the deficit. So let us cut this class warfare stuff.

If we cut capital gains, regardless of who gets a benefit, the low income, middle income, or high income, it is going to stimulate more capital investment. $2 to $3 trillion in new capital investment once assets are sold and re- cycled, and it is going to create economic growth and more tax revenues. So let us cut the baloney about tax warfare. It just will not wash with the American people.

Mr. FROST. Mr. Speaker, how much time is remaining on each side?
The SPEAKER pro tempore. The gentleman from Texas [Mr. FROST] has 3 minutes remaining, and the gentleman from Tennessee [Mr. QUILLEN] has 15 minutes remaining.

Mr. FROST. Mr. Speaker, to close debate, I yield myself such time as I may consume. I do not intend to use all of the time.

Mr. Speaker, it is very clear what is going on here. The other side wants to talk about anything else other than what is at issue here. They want to talk about capital gains, they want to talk about other issues, they want to talk about the rights of citizens. They want to talk about green cards. They do not want to talk about what is really going on here, the fact that they are trying to protect one dozen, two dozen people who are renouncing their citizenship to avoid taxes.

These people are no longer citizens. Why should we treat them with kid gloves when they renounce their citizenship? Why should we say give them special privileges when they walk away from this country and say they do not want to be a citizen of this country anymore even though it is the laws of this country that have permitted them to amass the fortune that they have made and they now want to pick up and walk out the door with it?

Mr. Speaker, this is very clear. This is, as the minority leader commented, probably the most outrageous thing that I have seen and have been here in Congress.

Reject this rule. Reject the previous question. Let up put the original Senate provision before the House, and let us take care of this problem. Let us close this loophole.

Vote against the previous question.

Mr. Speaker, I have no further requests for time, and I yield back the balance of my time.

Mr. QUILLEN. Mr. Speaker, I yield 15 seconds to the gentleman from Missouri [Mr. HANCOCK].

Mr. HANCOCK. Mr. Speaker, you know, the next step, I expect to hear form the minority party, is that when a citizen of New York decides to go to Florida because of the difference in the tax structure, he has to pay an exit tax from the State of New York to go down to Florida.

The free flow of capital is essential to our system.

Mr. QUILLEN. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, I have heard all the colloquy. I did not hear any of it in the Committee on Rules.

The gentleman from Texas was there. It passed unanimously, and somehow the basket was opened and all of the chatter came out and has been exemplified on the floor of the House.

We all know that if this conference report is referred to the Senate that it is a round robin event, that we have to consider it again.

April 15 is the filing date. I urge that the previous question be ordered. I think that it should be ordered.

I think we should go forward with this conference report.

Mr. Speaker, I have no further requests for time, I yield back the balance of my time, and I move the previous question on the resolution.

The question was taken; and the YEAs and NAYs are as follows:

[Roll No. 278]

YEAS—224

Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER pro tempore. The quorum is not present and make the point of order that a quorum is not present. The SPEAKER pro tempore announced that the ayes appeared to have it.

Mr. FROST. Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER pro tempore. Evidently a quorum is not present.

The Sergeant at Arms will notify absent Members.

Pursuant to the provisions of clause 5 of rule XV, the Chair announces that he will reduce to a minimum of 5 minutes the period of time within which a vote by electronic device, if ordered, will be taken on the question of adoption of the rule.

The vote was taken by electronic device, if ordered, and was—yeas 224, nays 201, not voting 9, as follows:
March 30, 1995

CONGRESSIONAL RECORD – HOUSE H 3995

Mr. BRYANT of Texas and Mr. CONGERS changed their vote from "yea" to "nay." So the previous question was ordered. The result of the vote was announced as above recorded.

The SPEAKER pro tempore. (Mr. GOODLATTE). The question is on the resolution.

The question was taken; and the Speaker pro tempore announced that the ayes appeared to have it.

RECORDED VOTE

Mr. FROST. Mr. Speaker, I demand a recorded vote.

A recorded vote was ordered.

The SPEAKER pro tempore. Members are reminded that this is a 5-minute vote.

The vote was taken by electronic device, and there were—aes 244, noes 178, not voting 12, as follows:

[Roll No. 279]

AYES—244

NOES—178

Mr. MATSUI. Apparently our staff is currently trying to reach the gentleman's side to further discuss it. I do not believe there is a problem, but at this point I would like to withdraw this until minority staff members have an opportunity to review it.

Mr. WALKER. Mr. Speaker, I ask unanimous consent that the Committee on Science have until 5 p.m., Thursday, March 30, 1995, to file a late report on H.R. 655, The Hydrogen Future Act of 1995.
CONFERENCE REPORT ON H.R. 831, PERMANENT EXTENSION OF THE HEALTH INSURANCE DEDUCTION FOR THE SELF-EMPLOYED

Mr. ARCHER. Mr. Speaker, I call up the conference report on the bill (H.R. 831) to amend the Internal Revenue Code of 1986 to permanently extend the deduction for the health insurance costs of self-employed individuals, to repeal the provision permitting non-recognition of gain on sales and exchanges effectuating policies of the Federal Communications Commission, and for other purposes.

The Clerk read the title of the bill.

The SPEAKER pro tempore. Pursuant to the rule, the conference report is considered as having been read.

(For conference report and statement, see Proceedings of the House Wednesday, March 29, 1995, at page H3903.)

The SPEAKER pro tempore. The gentleman from New York [Mr. RANGEL] will be recognized for 30 minutes, and the gentleman from New York [Mr. RANGEL] will be recognized for 30 minutes.

The Chair recognizes the gentleman from Texas [Mr. ARCHER].

Mr. ARCHER. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, H.R. 831 represents a model of how quickly the Congress can act when important interests are at stake. I salute our Senate colleagues for their expeditious consideration of this legislation and for the improvement they made in the process.

The House-passed version of H.R. 831 would have retroactively restored the deduction for 25 percent of the health insurance costs of the self-employed and made the deduction permanent. The Senate amendment increased the permanent deduction to 30 percent beginning this year. The conference agreement follows the Senate amendment by providing for a permanent 30 percent deduction for the self-employed's health insurance costs—a level 30 percent of which the House Ways and Means Committee hopes to build even further later this year.

As a result of our quick action on H.R. 831, millions of self-employed individuals will be able to avoid the time and expense of having to file amended 1994 tax returns. In addition, the cost of the deduction's permanent extension is fully funded by several provisions which will greatly improve our Nation's tax laws.

First, H.R. 831 repeals Internal Revenue Code section 1071, under which the Federal Communications Commission grants certificates deferring tax on the sale or exchange of broadcast facilities. When this provision was enacted in 1943, Congress intended it to apply to involuntary divestitures of radio properties that were sold to comply with new FCC rules prohibiting multiple ownership of radio stations in the same market.

This rationale no longer applies and repeal of section 1071 is long overdue.

The bill's other offset for the cost of the permanent 30-percent health insurance deduction for the self-employed is modification of a proposal in the Clinton administration fiscal year 1996 budget to deny the Earned Income Tax Credit [EITC] to persons with more than $2,500 of taxable interest and dividend income. The conference agreement would retain the EITC for individuals with more than $2,350 of investment income, including interest, dividends and net income from rents and royalties would not be eligible for the EITC. We agree with the Administration's view that the EITC should be targeted to families with the greatest need.

The conference agreement also includes a provision directing the Joint Committee on Taxation to conduct a study of issues contained in a dropped Senate provision dealing with the taxation of individuals who give up their U.S. citizenship.

Chairman PACKWOOD and I issued a joint statement yesterday which said that if—following the Joint Committee study—the committees decide to pass legislation, the exact date of such legislation might be as early as February 6, the date the President proposed similar legislation in his fiscal year 1996 budget.

In closing, let me reiterate, not only does H.R. 831 provide for a permanent 30 percent deduction for the health insurance costs of the self-employed, but it also makes several other needed changes to our Tax Code. I urge my colleagues' support for this important legislation.

Mr. Speaker, I reserve the balance of my time.

Mr. RANGEL. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, I rise in support of the conference report. I agree with the chairman that providing this incentive for self-employees, millions of people who we want to make certain that they have adequate health insurance, is very important, the Congress has promised it, and the Congress is now fulfilling that promise.

We may have our disputes politically, we may have our different groups and cultures, we may have our differences as groups and cultures, we may have our differences as it relates to economic classes, but money has never been a reason why any American would think that they would renounce the most precious gift that we have, and that is our citizenship. I would hope that one day we will just publish the names of the people that America has given so much to and that they care so little about that citizenship that they would see in order to avoid taxes.

Having said that, we cannot hold these people hostage, as we have held those that have been involved in the FCC hostage, and it is abundantly clear that in the major discussion for the legislation in the first place was not to raise revenue, but to give assistance to self-employees who need this incentive in order to be able to deduct the expenses of health insurance
Mr. Speaker, I yield such time as he may consume to the gentleman from Kentucky [Mr. Bunning]...

Mr. BUNNING of Kentucky asked and was given permission to revise and extend his remarks.

Mr. BUNNING of Kentucky. Mr. Speaker, I rise in the strongest support of this conference report. It is about time Congress finally got this done.

Ever since the provision in the Tax Code that allows the self-employed to deduct 25 percent of their health insurance costs lapses at the end of 1993, these people and their families have been in limbo. They did not know if Congress was going to ever get around to addressing the problem or was just going to leave them to slowly twist in the wind for a little while longer.

Well, for once, Congress has done the right thing. This bill not only extends the 25 percent deduction for 1994, it raises this level to 30 percent for 1995 and beyond. Best of all, this extension is permanent.

No excuses, no temporary extensions, no gimmicks. Just a simple permanent extension. Period.

And, for good measure, there is even $10 million left over from the financing mechanism for this bill for the next 5 years. Over 10 years, this figure rises to almost $1 billion. This is just a drop in the deficit bucket, but every little bit helps.

I am also, pleased, Mr. Speaker, that in this conference report we were able to repeal the FGC Minority Tax Certificate Program. This is one of the few sections in our Tax Code that conditions tax benefits according to race, and he sooner that we can get rid of all of them the better. This is a step on the road toward a neutral, colorblind Tax Code and Mr. Archer, the chairman of the Ways and Means Committee, deserves our commendation for his determination to strip the FCC certificate provision out of the Code. I am proud to serve on his committee.

Mr. Speaker, I also feel constrained to point out that we were only able to pass this needed legislation after the electoral earthquake of last November made this Congress a Republican one.

All during 1994, we heard all sorts of hemming and hawing from the Democratic leadership about how they wanted to help the self-employed and how unfair it was that this deduction had expired.

But, when push came to shove, the Democrats did not deliver for the self-employed. We heard all sorts of rhetoric about how we had to pass radical health care reform, and how this would help the self-employed an everybody else as well.

But, when the Clinton health care proposal collapsed and the Democrats in Congress refused to pass anything at all, the self-employed got left out in the cold.

The pressure during the health care reform debate, and after the debate fizzled their interests were simply left for dead.

Mr. Speaker, Republicans know that increasingly it is small business and self-employed workers who are driving the American economic engine. It is in our Nation’s best interest to help them, and passing this conference report is the least that we can do for them.

Frankly, I view passage of this bill as just the first step in the process. Other businesses get to deduct 100 percent of their employees’ health insurance costs, and I do not see any reason why the self-employed should be treated any differently.

I look forward to the day when Congress will level the playing field and pass legislation to fully deduct this cost just like every other American business.

The conference report deserves the support of this House, Mr. Speaker. It is about time that Congress got something right and I urge my colleagues to vote for the measure before us today.

Mr. ARCHER. Mr. Speaker, I yield 4½ minutes to the gentleman from Connecticut. I am proud to serve on the Subcommittee on Oversight of the Committee on Ways and Means.

Mr. Speaker, I think it should be made clear that there is no other nation in the world that imposes a tax such as that contained in the Senate bill and supported by Democrat colleagues as part of the motion to recommit, and, when a nation makes the decision to oppose a unique and extraordinarily broadly burdensome tax, even if it is on a small group, it sends a message to all those choosing to invest in America could be hazardous to their interests.

Now let me just go into this a little bit more because I think it is important that we operate from the facts, and I think it will be clear that this is not about idea. It simply needs to be done in a very much more specific, targeted and well written manner.

There are only two countries that impose an exit tax. One is Canada and the other is Australia. Australia imposes a tax only on those assets that are non-Australian. No security is required. We are going to impose a tax on absolutely everything, assets, world income and assets worldwide, and not only are we going to require them to pay up, but, if they do not, if they take the deferral plan, we are going to charge them interest compounded daily. We are going to charge them interest on their obligation whether or not they have any way of selling the property and realizing the resources that they would need to pay their tax.

There is simply no precedent for this in any other country. In Canada, for instance, they are allowed to defer their tax. They must provide some security, but they do not have to pay any interest, and, furthermore, they are only taxed on the accrued gain on any asset when the asset is sold.

So, other countries looking at the same issue of people giving up their citizenship who leave the country, the citizens of that country wanting to be able to gain the legitimate tax obligation, tax debt, of that citizen who is foregoing their citizenship, they have solved this problem in ways that are fair and equitable. We can do that, too.

For example, we had testimony in the hearing that it would be grossly unfair to force people to pay taxes on the underlying value of a trust when they had no power to either sell their assets or that would diminish their interest in that trust. By imposing a tax on people that they literally cannot pay, we have the effect through that of imposing an exit tax because we require people to pay money that they literally have no way of coming up with.

Let me read to my colleagues from the testimony of Rabbi Jacob Moline because it shows, when tax policy becomes irrational when it imposes a burden on people that there is absolutely no way that they can assume, we do create a human rights violation because we, through that tax burden, prohibit them from exercising their right to leave the country.

Rabbi Jacob Moline: I respectfully ask the Members of the House of Representatives to reject the tax on citizens who choose to renounce their United States citizenship.

I have spent many years struggling with foreign governments on behalf of Jews wishing to leave oppressive societies for the freedom afforded by our country and others. I traveled to the Soviet Union in 1978 for the purposes of meeting Jews who wanted to emigrate, but were denied that opportunity on the basis of legal technicalities and, most onerously, excessive taxes placed on their request to emigrate. Their stories were heartbreaking; indeed, many members of this committee remember that there is absolutely no way that they can assume, we do create a human rights violation because we, through that tax burden, prohibit them from exercising their right to leave the country.

Outrageous exit taxes that a person has no way of generating the resources to pay have traditionally been a way of denying people the right to emigrate.

Now, I have absolutely no opposition to and I fully support going after the 12 and 24 people that are manipulating this in a way that they renounce their citizenship, get the benefits, but then stay in the country and do their business.

And we will be able to amend this bill, given the work of those interested in it and their willingness to report back to us on how we do that, but we cannot amend it in time to provide the right for self-employed people to deduct their health care premiums. In other words, we cannot do this in the time frame, in the time we have left before April 15th.

So I assure you that I think the goal of the President’s proposal is a proper one. This is not a good bill. It will impose onerous taxes. It is an exit tax. It will create human rights violations. And no other Nation in the entire world imposes this kind of tax.

Mr. Speaker, I reserve the balance of my time.
said in their letter they sent to Mr. DOLE and Senator D ASCHLE have which is astonishing, but just as Sen-

issue done? today, tonight, and Friday and get this session Friday. Why do we not work day. We are off Friday. We are not in

dom than the United States. They go to a country where there is more free-

Campbell Soup family, who do not go to 25 families, like the Dart family, the

Cambridge Soup family, who do not go to a country where there is more free-

dom than the United States. They go to the Bahamas because they want to avoid taxes.

So I do not know how we can possibly equate this. It is just not a rational discussion.

I might also say, you know, we do have to get this issue of the self-

employed deduction on health insur-

cance done. We should have done that earlier this year, but we are doing it now. But I would suggest what we should do is work today, tonight, Fri-

day. We are off Friday. We are not in session Friday. Why do we not work today, tonight, and Friday and get this issue done?

And, frankly, what we could do, which is astonishing, but just as Sen-

ator DOLE and Senator D ASCHLE have said in their letter they sent to Mr. MORROW, and Senator VAGTS, of the Small Busi-

ness Committee of March 24 of this year, what we could do is use some of these revenues that we can gain from this expatriate issue and increase the amount of de-

duction for the self-employed.

Right now, they are going to get 25 percent for this last year. They are going to get 30 percent in the future years. Why do we not make it 30 percent now and 35 or maybe 40 percent in the future? We can give them a bigger bang for the buck if we just take care of this little thing. Why are we protect-

ing these 24 people that I consider dis-

loyal for wanting to leave the United States for only tax purposes?

I might say, this issue is not an issue that we just talked about and brought up into the discussion. We have been working on this issue for a period of time. This issue has been going on.

Steve Shay, a lot of you know him that works on the tax writing commit-

tee, Steve Shay, the Assistant Sec-

retary of Treasury under Ronald Reagan in the mid-1980's, said that he was working on this issue because he knew that it was going to be a problem in the future because a lot of tax attor-

neys, New York and elsewhere, were finding the opportunity now to find a way to avoid taxation.

This is a recent phenomena over the last 6 or 7 years. That is why we have not done it in the past. But Steve Shay brought this to the attention of a lot of people.

Forbes Magazine last year wrote a major piece on the number of people that are taking advantage of this. Forbes Magazine calls the law a liberal mag-

azine. It is a very, very business-ori-

ted magazine. They said, this is out-

rageous; they are taking advantage of the Tax Code.

I might also point out, and I am going to do this again because people really have to understand this, I received talking points from New York lawyers who refused to tell me who they are representing. By the way, they refused to tell me who they are representing. New York lawyers who refuse to tell me who they are representing.

They gave me seven talking points to use to support dropping this provision from the conference. And he says, this will destroy Jack-Jackson-Vanik. He said that this is a human rights issue. These are the seven points.

And then he had the nerve when I turned the page to talk about Soviet citizenship, equating this provision with Soviet citizenship. I just have to say that that is kind of overstepping a bound. There is an issue of patriotism. Anybody that compares the United States with the former Soviet Union, that to me is outrageous. And any thought of that in this country on the floor of the House is unpatriotic.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.

And let me just conclude by making one last observation. This is not a human rights issue. I received a letter from a professor at law at Harvard Uni-

versity, the Bemis Professor of Law, Professor Vagts, who said this has to be taken care of. It is not a human rights issue. It has no relation to Jack-Jac-

son-Vanik.

This is an issue where people are avoiding taxation. This is an issue where people are cheating the Amer-

ican public and using it in a way that they are being unpatriotic in getting rid of their citizenship. This is an out-

rageous situation that has to be dealt with immediately.
Mr. LEVIN. Mr. Speaker, let the record be clear. The issue is not the deduction of insurance for the self-employed. We are for it. In fact, we want to raise it. Thirty percent is too low. Why do we proceed further? We want people who leave, who renounce their citizenship solely to avoid taxes, to boost the 30 percent to 35 percent? That is the issue.

Now, we have gotten two kinds of arguments. One is the human rights issue. I do not understand it. People who are trying to leave the Soviet Union, Jews, Christians, and others, were trying to leave to get freedom. The people involved here, the 12 to 24 are renouncing their citizenship to avoid paying U.S. taxes. And they come back here, they keep a home here; they keep a boat here. The home is not taxed; their pension is not taxed. They want it both ways.

Then the gentlewoman from Connecticut [Mrs. JOHNSON] says, well, wait a minute, there is a problem here as to the 12 and 24. Well, fix it. Fix it now. This has been around for quite a while.

The President proposed something. Why are you resisting? Who are you protecting? I do not understand it. But then I said, all right, well, we do not want class warfare. I do not want class warfare. I want class equity. Class equity, that is all we want.

You state a point which is so true. You draw the 100 percent wrong conclusion. Most of the money picked up here will come from people who decide not to renounce their citizenship. That makes it clear they are renouncing their citizenship for pecuniary reasons, say we have had repeated opportunities on this floor to channel the savings from welfare reform, from rescissions into deficit reduction. But, no, they have got to finance a tax cut for those at the top of the economic ladder.

Today we stand here with them, once again, putting billionaires first, even billionaires who renounce their citizenship.

Meanwhile, there are Members of this House who are lining up to protect this flag. They say we need to go back and rewrite our Constitution, it is so important to protect our flag. I say to those Members, is it not a form of flag desecration when people burn their American citizenship and burn the American taxpayer at the same time?

As the tax loopholes, they snipped that part out of TV Guide and out of the contract and went on and passed the other part.

They have had repeated opportunities on this floor to channel the savings from welfare reform, from rescissions into deficit reduction. But, no, they have got to finance a tax cut for those at the top of the economic ladder.

Mr. LEVIN. Mr. Speaker, let the conference want to know the current level of expatriation for tax avoidance purposes. The Gentlewoman from Connecticut held an Oversight Committee hearing and asked a direct question of Treasury, how many folks are involved in this.

Virtually every one of you have come to the floor on your side and mentioned a number. That number was not supported by the Treasury Department. The fact of the matter is, we do not know how many people are affected by their citizenship solely to avoid taxes, to boost the 30 percent to 35 percent? That is the issue.

Mr. THOMAS. Mr. Speaker, these folks just got away. Actually, I realize they do get it. I just want everybody else to understand the game they are playing.

You wrap yourself in the flag, play the games with class warfare in terms of millionaires and billionaires. But let us not get so far away from reality that people who are listening to this debate really believe what you are saying is the way things are.

Mr. RANGEL. Mr. Speaker, I yield 2 minutes to the gentleman from Texas [Mr. DOGGETT].

Mr. DOGGETT. Mr. Speaker, what a precious heritage we have as Americans. Each day people from around the world are willing to be crammed into the cargo holds of cargo ships, to crawl through sewers, to swim across the Rio Grande River, all to share in a little piece of the American dream. And most of the people I know swell with pride at the thought of being an American citizen, while many, many more want to join us.

And yet there are those who head the other direction, a privileged few who, after consulting with their accountants and consulting with their financial planners and consulting with their tax lawyers, decide that it is better to put cash over country. That is what this debate is all about.

Every opportunity throughout this Congress, a pattern has emerged. The Gingrichites want to put those at the top of the economic ladder in first place and to keep them there. Last week they did not mind coming along and cutting out school lunch. But this week they say, for the billionaires, do not touch the cav SER. Even if we have to renounce our American citizenship in order to keep it.

This pattern of protection of the plutocrats is what the Contract on America is all about. You will remember they had a line-item veto that they even printed in TV Guide. And it covered not only spending but it covered tax loopholes, as the special interests started whining about the tax loopholes, they snipped that part out of TV Guide and out of the contract and went on and passed the other part.

They have had repeated opportunities on this floor to channel the savings from welfare reform, from rescissions into deficit reduction. But, no, they have got to finance a tax cut for those at the top of the economic ladder.

Today we stand here with them, once again, putting billionaires first, even billionaires who renounce their citizenship.

No. 1, we have a law on the books, current law it is called, which says that if you try to renounce your citizenship for purposes of tax evasion, you are violating the law. All of the rhetoric on your side, including the Gentleman from Texas who just spoke, for example, was talking about a gentleman from Hawaii, in repeatedly excoriating people who would refuse their citizenship for pecuniary reasons, say we have current law that handles that.

The problem is, repeat, the problem is current law does not do very well. We have conceded the Senate has conceded this. Any rational person looking at this area of the law has conceded this.

What the Senate said the other night was, we probably acted too hastily in adopting Senator Bradley's amendment, which was not the Clinton proposal, to apply evenly on citizens and noncitizens and we ought to take a little closer look at the subject. Coming out of the conference committee is an agreement, repeat, an agreement between the Senate and the House as part of the provision that we are going to vote on and pass shortly.

It says, in order to examine fully the issues presented by the Treasury Department's proposal, the Clinton proposal, not the poorly executed Bradley proposal which the Senate adopted, but the Clinton administration's proposal. It pains me a little bit to say this, but the administration's proposal is far better. It is the one that we should use as the underlying structure of focus on.

We have included a requirement to direct the staff of the Joint Committee on Taxation to provide a comprehensive study due June 1, 1995. This is on a fast track. We want to look at it as soon as possible.

Among the issues to be considered, one, the effectiveness and enforceability of current law with respect to the tax treatment of expatriation. The enforceability and the effectiveness of current law. Treasury has testified they offered this proposal because current law is not working well. We have said we are going to create a study by June 1 to examine the effectiveness of current law.

You folks want to attach an ill-advised structure now, without knowing where we need to go and what we need to do. But beyond that, the conferees want to know the current level of expatriation for tax avoidance purposes. The Gentlewoman from Connecticut held an Oversight Committee hearing and asked a direct question of Treasury, how many folks are involved in this.
Mr. Archer. Mr. Speaker, I yield 2 minutes to the gentlewoman from California [Mrs. Baker].

(Mrs. BAKER of California asked and was given permission to revise and extend her remarks.)

Mr. BAKER of California. Mr. Speaker, it is very interesting, as we move into this debate, one of the last issues of the contract for the first 100 days, that if you listen to this debate would you swear we were talking about the Tax Reform Act of 1995. Throw in the kitchen sink, let us get those expatriates and go, go, go.

What this really is, is trying to restore a tax deductibility for the self-employed so that they can afford to buy health insurance, something the liberal Democrats told us last year was extremely important. It was so important we were going to turn health insurance on its head and turn it over to government.

Fortunately, the people thought better and contacted their Representatives and it died a much deserved death. But part of that extending benefits to the self-employed is this deductibility.

The red herring today is expatriates. If you cannot fix everything that is wrong in the Tax Act, why should we allow the self-employed to have deductibility for their health insurance?

The same thing occurred when we took on the food nutrition programs. Amazingly, we find we had 16 administrative overheads, 16 audits. We went out to the schools and audited them 16 times. Did the right apple go to the right child?

We wanted to reduce that overhead so we were, of course, charged with starving the elderly and the children.

I want to give thanks to the gentlewoman from Connecticut [Mrs. Johnson, who is going to bring it up to the appropriate time when they serve it. My thanks to the gentleman from New York [Mr. Rangel], and the U.S. lines without any political prosecution or persecution.

I would simply say that the gentleman from New York [Mr. Rangel] had a very good point about the slash-and-burn policy that is reminiscent of affirmative action in trying to diversify the media in this Nation. He raised a very good point about why not hearings.

If I could, if the Speaker would allow me to inquire of the distinguished gentleman from New York about this whole idea of the VIACOM deal that we would all admit we want to reform and make better, but now we are cutting off the opportunities for those who lift up the Constitution and want to be able to spread diversity throughout this Nation, or if the gentleman if he would comment, why did we not fix this problem with VIACOM as opposed to slashing and burning and
tak[ing] it out and again cut[ting] affirm[ative] action, which has been a won[derful] tool in this Nation.

Mr. RANGEL. Mr. Speaker, will the gentlewoman yield?

Ms. JACKSON-LEE. I yield to the gentleman from New York.

Mr. RANGEL. Mr. Speaker, I would like to respond by saying the leadership on the other side had decided that it was not really the VIACOM issue that they wanted to eliminate, but they wanted the Tax Code to be colorblind, and I am still working on that explanation.

Ms. JACKSON-LEE. I hope we can fix that problem. I thank the gentleman. I hope as I heard my colleagues on the other side of the aisle, Republicans, say that they are prepared to fix the problem dealing with billionaires running to our country’s lines.

I hope they would take up the inquiry of the gentleman from California. Let us fix this in the next 24 hours or 48 hours. Let us work on Friday and make sure we pass out a bill, which I am going to support because of the deduction on the single owners, but we need to fix this bill and make it a better bill.

Mr. RANGEL. Mr. Speaker, I think the gentlewoman has hit the point on the head. We Democrats want to fix it right. The Republican friends would prefer to study it.

Mr. ARCHER. Mr. Speaker, I yield myself such time as I might consume.

Mr. Speaker, I would say to my friends, including my neighbor from Houston, TX, and my friend, the gentleman from New York, CHARLIE RANGEL, we have fixed the Tax Code. It is now colorblind. There is no reference in the Tax Code anymore to any special preference based on the color of skin, race, or creed.

Mr. Speaker, I yield 2 minutes to our colleague and my neighbor to the north, the gentleman from Dallas, TX, Mr. Sam Johnson, a member of the Committee on Ways and Means.

Mr. SAM JOHNSON of Texas. Mr. Speaker, I yield 2 minutes to the gentleman from Ohio, Mr. Portman.

Mr. PORTMAN. Mr. Speaker, I thank the gentleman for yielding time to me.

Mr. Speaker, I just want to comment to the debate this afternoon, some of my colleagues may be confused. This debate actually is not about soaking billionaires, soaking rich people. This is an issue that has been out there for a long time.

Certainly, when both parties, when both Houses of Congress and the administration were with the other party they could have solved this problem. We are willing to solve the problem. We do not think this is the right time to do it. Let us subject any hearings. It was not even part of the House legislation. It was not even on the floor of this House, something that ended up in conference on the Senate side.

However, that is not the issue here today. The issue here is providing access to health care for the self-employed. It is something I would think that all of us could get together on. I am certainly pleased to tell my constituents who happen to be self-employed that we are actually moving forward here that they have been asking for. One is fairness and the second is predictability in tax policy, both very important.

How in the world can you run a business when you cannot plan for the future? Is it fair to have an automatic unfair disadvantage between the self-employed and corporations? Those are the two things we are trying to get at here. This bill ensures fairness for those who have taken the risk and pursued the American dream by working for themselves. It helps them to provide jobs for others.

I am talking about farmers, small business people, shopkeepers, plumbers, and so on. These people are self-employed if corporations can deduct their full health care costs, it is only fair the self-employed should be able to do so as well.

Second, this bill is about predictability by permanently reinstating the deduction on the孱弱 ones. They have no other left guessing whether or not they can deduct their health care insurance. That is a very important part of this. At a time when we are trying to make sure as many people as possible can get on the health care rolls, it really makes sense for us to take out this current disincentive for the 3.2 million people in America who are self-employed.

Rather than proposing a government takeover of health care, we are doing what makes sense, we are trying to give the American people what they want, the ability to help themselves.

In Ohio alone, Mr. Speaker, this bill will make health care more affordable for more than 50,000 farm families, not to mention the self-employed plumber, the mom and pop grocery store owners, and others. I am particularly pleased to see we are doing it before April 15, so people can get this on their tax returns this year.
Mr. ARCHER. Mr. Speaker, I yield to the gentleman from Texas.

Mr. HINCHY. Mr. Speaker, I yield to the gentleman from Texas.

Mr. ARCHER. Mr. Speaker, I would ask, is the gentleman aware of how conference committees work?

Mr. HINCHY. Yes, I am.

Mr. ARCHER. Is the gentleman aware that the House has no ability to take anything out? Is the gentleman aware of that?

Mr. HINCHY. Let me say this, Mr. Speaker, the Senate wanted this in the bill, and the conference in this House wanted it dropped out. That was the gentleman’s leadership to the Senate.

Mr. ARCHER. Is the gentleman aware that the House has no ability to take anything out? Is the gentleman aware of that?

Mr. ARCHER. Mr. Speaker, I yield 30 seconds to the gentleman from California.

Mr. Matsu. Mr. Speaker, the gentleman from Texas raised this issue, but there was only one offer made. It was made by the House. I have a copy of the House offer on B31. The House offer does not have this provision in it, so it had to emanate from the House. You took it out. That is what happened. You took it out.

I read the transcript of the conference report, and it basically said you took it out. The gentleman would not agree, but you took it out.

Mr. ARCHER. Mr. Speaker, I yield myself such time as I might consume.

Mr. Speaker, I would simply say to both gentlemen on the other side of the aisle, I do not know how many conferences they have been to, but there is no way for one House to take something out of another House’s provision in a conference. The other House must recede. The other House must say “We do not care about this provision, we are willing to disregard it and to drop it out.”

There is never, ever any power in a conference for a House to take away something that is in another House’s bill, never. The gentlemen are just ill-advised. The Senate decided that they had great concern about this provision in the bill and they dropped it. They did not insist on it. We have no power to force them to drop it.

Mr. Speaker, I reserve the balance of my time.

Mr. RANGEL. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, maybe they have changed the rules, but I always thought that when the Senate presented something to us that they had an opportunity as conference either to accept it or to reject it. I thought when we look at a Senate offer, we have the opportunity to do it. The gentleman said to reject that provision that was in the Senate and because of his powerful persuasive personality, they agreed to it, but the rejection formally was made by the House under the gentleman’s leadership to the Senate.

Mr. Speaker, I yield 1 minute to the gentleman from Hawaii.

Mr. ABERCROMBIE. Mr. Speaker, I am very glad this has been cleared up. This is not a House Republican position. The desire to allow billionaires to leave the country and renounce their citizenship is a Republican Party position. That goes through both houses.

Let it be explicitly clear, the gentleman from Texas [Mr. ARCHER] has made it clear, this is not something that was done just at the behest of the Republican Party. The Republican Party is now on record favoring billionaires escaping this country, not paying their taxes, while we have immigrants coming into this country desiring citizenship that ask only the opportunity to become Americans and pay taxes.

My name was invoked by the gentleman from California [Mr. THOMAS], and I appreciate his friendship. He said I am emotional on this issue. I think I am. He is quite right, I am emotional about being an American. I am proud to be an American. He said and others have said, “Why are you bringing this up in this bill? It is irrelevant.” No, it is not.

Mr. Speaker, I hope those who are listening in understand this bill has to be paid for and we are paying for it by taking the opportunity of priorities and women to participate in communications and allowing millionaires to get away. That is how it could have been paid for.

Mr. ARCHER. Mr. Speaker, I yield myself such time as I might consume.

Mr. Speaker, the gentleman from Hawaii [Mr. ABERCROMBIE] always speaks with great emotion and I am sure great generosity and conviction, but the reality speaks very different than his words, because on this conference report, and I have the signature sheet here, this was agreed to 100 percent on the Senate side with no exception. It was signed and agreed to by CAROL MOSELEY-BRAUN, Democrat from Illinois; MAX BAUCUS, Democrat from Montana; DANIEL PATRICK MOYNIHAN, Democrat from New York. They all signed this. They all agreed that they would give up this provision, so it is very clear that it was not simply a Republican decision.

Mr. Speaker, I yield 2 minutes to the gentleman from Missouri [Mr. HANCOCK].

Mr. HANCOCK. Mr. Speaker, I thank the gentleman the chairman of the Committee on Ways and Means for yielding me the time.

Mr. Speaker, this actually is getting to be a little bit amusing. Here we are talking to a minority party that became a minority, and you have been in charge of the tax law for 40 years. Forty years. Now, all of a sudden you are expecting us on our side of the aisle to fix the mess that you created in less than 90 days. The situation exists, and this situation will be addressed.

Does anybody on that side of the aisle think that the world is envious of our tax law? If you think they are, you have got another think coming. They are not envious.

They are envious of the fact that we have freedom in this country, we have opportunity in this country. We will remove the incentive for people to give up their citizenship to avoid the payment of taxes. That is going to happen.

But you are talking about giving us 90 days to correct 40 years of what has occurred through the monstrosity that we have created in less than 90 days. The situation exists, and this situation will be addressed.

The difficult, we do immediately. In 90 days, we have passed 8 of the 10 items that the Republicans promised under the Contract With America. The impossible is going to take a little time. It may be impossible to fix our income tax law without just getting rid of it and starting over. It will be addressed, but this is not the vehicle to address it. This is not the time to address it. This is the time to debate it, make the issue and then we will remove the incentive for people to give up their citizenship because of a monstrosity that we have created that we call the Federal Income Tax Code.

Mr. RANGEL. Mr. Speaker, I would like to tell the gentleman my chairmanship needs as well. I would sign that conference report again, and I encourage Democrats to sign it. That conference report was to provide tax incentives for the self-employed, and I agreed with you in the beginning, I agree with you now. That is
Mr. Speaker, I yield 2 minutes to the gentleman from Maryland [Mr. CARDIN].

Mr. CARDIN. I thank the gentleman from New York [Mr. RANGEL] for yielding me the 2 minutes.

Mr. Speaker, let me follow up on the point of the conference committee to provide help for the self-employed to extend the 25 percent. It is very important that we extend and provide for the 25 percent deduction for this year. The self-employed are at a disadvantage. They are 1.5 times more likely to be without insurance because of our current tax law. When we changed the tax law in 1986 to provide for the self-employed this 25 percent deduction, we found that we got 400,000 more self-employed individuals insured. But I am disappointed we did not go further. Let me explain.

The Republicans came to us early in this session and asked for our cooperation to extend for this year only the 25 percent and that we could move that quickly. We agreed. Along with the gentleman from Massachusetts [Mr. NEAL], I introduced legislation that would extend that 25 percent starting next year to 80 percent, more comparable to what businesses are able to deduct on their insurance premiums. We were told that we could not consider that in this House. The Committee on Rules refused to make our amendment in order, even though we had a way to pay for it. We were told that we were only going to deal with the 25 percent. The bill goes over to the Senate and it is improved to 30 percent after this year, so a self-employed individual will be able to deduct 30 percent starting next year. That is good, but it is not enough. It should be comparable to what a company can deduct on their insurance premiums. We never had the chance on this side to deal with that issue.

I am amazed as to why we were not given that opportunity. The amendment that the gentleman from Massachusetts [Mr. NEAL] and I sought to put in order was paid for and increased the amount that the self-employed could deduct starting next year to 80 percent. Although I will support this conference committee, I hope the chairman of the Committee on Ways and Means will revisit this issue so that we can provide for the self-employed fairness and comparability to those who work for companies.

The SPEAKER pro tempore (Mr. GOODLATTE). Members are advised that the gentleman from New York [Mr. RANGEL] has 2 minutes remaining, and the gentleman from Texas [Mr. ARCHER] has 5 minutes remaining. The gentleman from Texas has the right to close.

Mr. RANGEL. Mr. Speaker, I yield myself the balance of my time.

Mr. Speaker, I would like to say that I think we are here today to do a service that the Congress has promised to do, and, that is, to give our self-employed people an opportunity to deduct their expenses, at least 30 percent of it, for health insurance. I hope that those that are not on the floor really do not believe that signing a conference report whether you are a Republican or a Democrat to support what we were there for because it is not just. We are still silent on how we have done it. Today we have had so many opportunities to review a situation that exists in our tax law that whether you are a Republican or a Democrat, you know it is wrong, it is unfair, it is immoral for someone to enjoy all of the benefits of the United States and renounce their citizenship and then run off to some foreign island to enjoy it. But at least we have agreed and have taken this opportunity that we are going to do something about it. If we did not do anything at all about it in 40 years, it does not mean that it should not be done. The treasurer says something should be done now and it really ought to be done. But since my friends would prefer a study, what we have to do is just deal with what is before us today. I think we can all go home proud of the fact that we have given something that really is desirable. We have a large segment of our population, millions of people who have that entrepreneurship that go out there every day to provide jobs, to be able to get some tax benefits for insurance. I hope the day would soon come without another study that my Republican friends would say that those people who are employed by the self-employed should be provided the same type of incentive.

Mr. ARCHER. Mr. Speaker, I yield myself the balance of my time.

First, I want to compliment the gentleman from New York for his cooperation in getting this conference report expeditiously to the floor of the House and his concern on a bipartisan basis for getting this tax deductibility to the self-employed for the purpose of providing insurance. We reach hands across the aisle for getting this tax deductibility to the self-employed for the purpose of providing insurance. I hope the day would soon come without another study that my Republican friends would say that those people who are employed by the self-employed should be provided the same type of incentive.

Mr. Speaker, let me follow up on the point of the conference committee to provide help for the self-employed to extend and provide for the self-employed to extend the 25 percent deduction, we found that we got 400,000 more self-employed individuals insured. But I am disappointed we did not go further. Let me explain.

The Republicans came to us early in this session and asked for our cooperation to extend for this year only the 25 percent and that we could move that quickly. We agreed. Along with the gentleman from Massachusetts [Mr. NEAL], I introduced legislation that would extend that 25 percent starting next year to 80 percent, more comparable to what businesses are able to deduct on their insurance premiums. We were told that we could not consider that in this House. The Committee on Rules refused to make our amendment in order, even though we had a way to pay for it. We were told that we were only going to deal with the 25 percent. The bill goes over to the Senate and it is improved to 30 percent after this year, so a self-employed individual will be able to deduct 30 percent starting next year. That is good, but it is not enough. It should be comparable to what a company can deduct on their insurance premiums. We never had the chance on this side to deal with that issue.

I am amazed as to why we were not given that opportunity. The amendment that the gentleman from Massachusetts [Mr. NEAL] and I sought to put in order was paid for and increased the amount that the self-employed could deduct starting next year to 80 percent. Although I will support this conference committee, I hope the chairman of the Committee on Ways and Means will revisit this issue so that we can provide for the self-employed fairness and comparability to those who work for companies.

The SPEAKER pro tempore (Mr. GOODLATTE). Members are advised that the gentleman from New York [Mr. RANGEL] has 2 minutes remaining, and the gentleman from Texas [Mr. ARCHER] has 5 minutes remaining. The gentleman from Texas has the right to close.

Mr. RANGEL. Mr. Speaker, I yield myself the balance of my time.

Mr. Speaker, I would like to say that I think we are here today to do a service that the Congress has promised to provide taxpayers with certainty. However, I am concerned by increasing the deduction to 30 percent and making it permanent Congress will not have a chance to address this issue and increase the deduction.

On the first day of this session, I introduced legislation to make permanent the 25-percent
deduction and to gradually increase the deduction to 100 percent. This legislation phases in the 100-percent deduction over a period of 4 years. Several bills have been introduced on this issue and it has broad support.

During the committee markup, Mr. CARDIN and I offered an amendment to restore the deduction for 1994 and to increase the deduction to 80 percent for 1995 and 1996. This amendment was supported by the majority party leadership.

The deduction of health care costs is an extremely important issue for the self-employed. One quarter of self-employed Americans—3.1 million farmers and craftsmen, professionals, and small business proprietors—have no health insurance. The self-employed are 1.6 times more likely to lack essential health care coverage.

We have to do more than increase the deduction to 30 percent. Major health care reform proposals included a provision to allow self-employed workers a 100-percent deduction. The Tax Code should encourage the self-employed to purchase health insurance. This deduction allows businesses to spend more on health care. There are approximately 41 million medically uninsured individuals in the United States. An individual's employment should not determine the tax treatment of their health insurance.

Since I joined the Ways and Means Committee, I have tried to make permanent the deduction of health care costs for the self-employed. It was the first tax issue I undertook as a member of the committee.

Small businesses and the self-employed are the engine of economic growth for our economy. The ranks of the self-employed include the likes of farmers, ranchers as well as accountants, day laborers, ranchers as well as accountants, lawyers, and doctors who practice either in partnerships or as sole practitioners. As you can see, this provision affects a wide variety of individuals.

Businesses can deduct the full cost of any health insurance provided to employees. Similar treatment has never been available to the self-employed. Businesses on the average, contribute only deduct 80 percent of the total cost of employee health insurance premiums. We should at least consider increasing the deduction for the self-employed to at least 80 percent.

I urge you to support this legislation today and to consider broadening this issue during this session of Congress. We can do better than 30 percent.

Mr. Speaker, I yield back the balance of my time, and I move the previous question on the conference report.

The previous question was ordered.

The conference report was agreed to.

A motion to reconsider was laid on the table.

**Republican Contract with America**

**Mr. BOEHNER asked and was given permission to address the House for 1 minute.**

Mr. BOEHNER, Mr. Speaker, Republicans in the House continue to make good on their campaign promises outlined in our Contract With America.

We outlined eight major reforms that we would bring to the House on the opening day and we have accomplished those reforms and many more.

Over these last 86 days, Republicans in the House have brought forward 9 of our 10 bills, meeting our commitment to the American people. Next week we will bring forward the 10th bill, and that bill will be a tax bill to reduce taxes on working families, will cut spending, and help reduce the budget deficit.

Republicans are continuing to work hard, we are keeping our promises, and working hard for the American people who sent us here to change the way Washington does its business. We are attempting to do that.

Next week's bill will reduce taxes on middle-income families, it will reduce taxes on seniors, and raise the earnings limit on them so those senior citizens can work above the limits that are imposed on them today.

**TAX CUTS: WHO WILL BENEFIT?**

**(Mr. WISE asked and was given permission to address the House for 1 minute.)**

Mr. WISE. Mr. Speaker, in responding to the gentleman from Ohio, it is true we are about in the 86th day of the current tax cut period. A lot of things have happened, and I think we ought to talk for just a moment about this tax cut package because it is kind of like walking in the car lot. And you heard the description of it, it sounds pretty good, it is shiny and glistens; better look under the hood, check the trunk, kick the tires because you may have some problems.

If you are middle income, depending on what your income status is, if you are $20,000 you are in great shape, you are going to be able to take full advantage of this tax cut but if you are under $13,000 a year you are out of luck.

Who are we trying to help around here? If you are the average West Virginian family, income of $22,000 to $24,000 a year, not much in store for you. If you are $100,000, though, 51 percent of the tax benefits are going to go to you; if you are $75,000 it is around 65 percent, you will like the capital gains tax cut.

If you are over $100,000 the average amount you will be getting back will be $1,200; if you are somewhere around $30,000 a year it is $26.05, Department of Treasury statistics.

So this is what is on the floor next week. And of course, where would this tax cut go, how do you pay for it? You pay for it by cutting other programs, and so those cuts do not go to reducing the deficit, which in my town meetings is what two-thirds of the people are saying that they want done.

So, Mr. Speaker, I would just urge Members to look very closely at this last item of the contract. If it is the diadem in the crown of the contract, it has a lot of tarnish to it, and it is going to be important to debate it fully next week.

**Campaign to Protect Sane Gun Laws**

**(Mrs. SCHROEDER asked and was given permission to address the House for 1 minute and to revise and extend her remarks and include extraneous material.)**

The SPEAKER pro tempore (Mr. GOODLATTE). Without objection, the SPEAKER pro tempore gives permission to address the House for 1 minute and to revise and extend her remarks and include extraneous material.

The SPEAKER pro tempore (Ms. SCHROEDER). Without objection, the gentleman from Colorado is recognized for 1 minute.

There was no objection.

Mrs. SCHROEDER. Mr. Speaker, today is a very tragic day because it is the 14th anniversary of the shooting of President Reagan. His press secretary, J. J. Brady. And tomorrow is going to mark the beginning of a campaign to protect sane gun laws by 82 national organizations representing 88 million Americans. Why are these organizations mobilizing? Tomorrow they will speak for themselves, but they are beginning their congressional campaign tomorrow to make sure, to make sure that Federal gun laws that make sense will not be repealed after the 100-day contract period is finished.

Mr. Speaker, I will include for the RECORD at this point an article from Newsweek magazine calling on pulling the trigger on guns.

This article, I think, is a very important one, and tells why these many, many organizations and Americans are very, very frightened, that some of the important gains we made after this tragedy that happened 14 years ago are apparently about to be assaulted and repealed in May of this year, right here in this very House.

So, I hope that everybody thinks about it. When you look at the Brady bill we know that last year it stopped...
March 30, 1995

70,000 felons and other prohibited buyers from getting guns. That is very, very critical.

In my State of Colorado this week we saw all sorts of backsliding on gun legislation, with people trying to push easy access to concealed weapons. This is not what this country needs.

So I salute this campaign to protect same gun laws, and I certainly hope all of us will very hard hold the gains we made in these last 14 years after the tragic event that happened 14 years ago today.

Mr. Speaker, today—March 30—marks the 14th anniversary of the shooting of President Reagan and his press secretary, Jim Brady. And tomorrow marks the beginning of a campaign to protect same gun laws by 82 national organizations representing 88 million members. Why are these organizations mobilizing? Because tomorrow also marks the beginning of a congressional campaign to repeal Federal gun laws, beginning with hearings and culminating in floor consideration in May of a bill to repeal the assault weapon ban.

Take heed, America. Sensible gun laws are very critical.

NAMING CERTAIN ROOMS IN HOUSE WING OF THE CAPITOL IN HONOR OF REPRESENTATIVE ROBERT H. MICHEL

Mr. THOMAS. Mr. Speaker, I ask unanimous consent that the Committee on House Oversight be discharged from further consideration of the resolution (H. Res. 65) naming certain rooms in the House of Representatives occupied by the Speaker of the House. I ask unanimous consent for the consideration of the three amendments that we wish to offer which are at the desk.

Mr. FAZIO of California. Mr. Speaker, the sooner we get rid of that iniquitous bill, the better," says a top National Rifle Association official.

To smooth the way, House Republicans plan a series of hearings beginning this week at which crime victims will testify how fire power saved their lives. One woman shopkeeper, for example, is expected to tell how she blew away an assailant with an AR-15 assault weapon. "The idea is to show firearms are an important part of public safety and self-defense," says a GOP staffer. Gun-control advocates predict the hearings will backfire. "They're playing to a small band of extremists," says New York Rep. Charles Schumer.

Mr. FAZIO of California, Mr. Speaker, the right to object, I would ask the gentleman from California if he would kindly explain the purpose of the resolution and the three amendments that he wishes to offer which are at the desk.

Mr. THOMAS. Mr. Speaker, will the gentleman yield?

Mr. FAZIO of California, I am happy to yield to the gentleman from California.

Mr. THOMAS. Mr. Speaker, I thank my colleague for yielding. House Resolution 65, which was unanimously approved in the Committee on House Oversight on March 8, 1995, with the three technical amendments that we will offer, is a resolution that was introduced by Speaker Gingrich on February 8, 1995, to do as we sometimes do in this body, name certain rooms after a figure who indicates a significant benchmark or milestone in the history of this House, and the resolution by Speaker Gingrich asks that the House wing in the Capitol be named after former representative Bob Michel.

Clearly, by unanimous agreement the committee thought that it was most appropriate to do. Mr. Michel retired after 38 years of distinguished service in this House, including 14 years as the Republican leader, the longest tenure of any Republican leader.

The rooms to be so designated will be H-230, 231, and 232. Those are the rooms that Mr. Michel occupied as the minority leader and are currently the rooms occupied by the Speaker of the House.

I will offer the technical amendments to the title, preamble, and text of the resolution which were recommended by legislative counsel after the gentleman withdraws his reservation.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I want to speak out of the deepest possible respect for the wisdom and leadership of former minority leader Michel as well. Bob Michel exemplified the highest ideal of bipartisanship. When he gave his word, you could rely on it. He was fair and compassionate.

His door was open to Members of both parties, junior and senior Members alike. He was a bridge builder. And as minority leader he was an honest and straightforward person.

He was a staunch defender of minority rights and now we in the Democratic Party know better than ever just how important it was to have someone of Bob Michel's stature be the person who continued to insist on the rights that the minority in this Congress will always maintain.

I have nothing but praise for Bob Michel and believe this resolution is a fitting way for the House to recognize the contributions of one of its most exemplary Members in its modern history, and I look forward to the actual dedication.

Further reserving the right to object, Mr. Speaker, I am happy to yield to the gentleman from Louisiana [Mr. LIVINGSTON].

Mr. LIVINGSTON. Mr. Speaker, I thank my friend for yielding. I want to add my thoughts to the accolades given to the title, preamble, and text of the resolution by Speaker Gingrich on February 8, 1995, to do as we sometimes do in this body, name certain rooms after a figure who indicates a significant benchmark or milestone in the history of this House, and the resolution by Speaker Gingrich asks that the House wing in the Capitol be named after former representative Bob Michel.

Clearly, by unanimous agreement the committee thought that it was most appropriate to do. Mr. Michel retired after 38 years of distinguished service in this House, including 14 years as the Republican leader, the longest tenure of any Republican leader.

The rooms to be so designated will be H-230, 231, and 232. Those are the rooms that Mr. Michel occupied as the minority leader and are currently the rooms occupied by the Speaker of the House.

I will offer the technical amendments to the title, preamble, and text of the resolution which were recommended by legislative counsel after the gentleman withdraws his reservation.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I want to speak out of the deepest possible respect for the wisdom and leadership of former minority leader Michel as well. Bob Michel exemplified the highest ideal of bipartisanship. When he gave his word, you could rely on it. He was fair and compassionate.

His door was open to Members of both parties, junior and senior Members alike. He was a bridge builder. And as minority leader he was an honest and straightforward person.

He was a staunch defender of minority rights and now we in the Democratic Party know better than ever just how important it was to have someone of Bob Michel's stature be the person who continued to insist on the rights that the minority in this Congress will always maintain.

I have nothing but praise for Bob Michel and believe this resolution is a fitting way for the House to recognize the contributions of one of its most exemplary Members in its modern history, and I look forward to the actual dedication.

Further reserving the right to object, Mr. Speaker, I am happy to yield to the gentleman from Louisiana [Mr. LIVINGSTON].

Mr. LIVINGSTON. Mr. Speaker, I thank my friend for yielding. I want to add my thoughts to the accolades given
to our friend, Bob Michel. He was here in the House for 38 years. He came here shortly after the Republicans were in the majority. He served in the minority throughout his process, throughout his term in office, and after he left, well, the Republicans gained the majority again.

And my heart goes out to him, because I will tell you what, he was one heck of a minority leader and he would have been one heck of a majority leader or Speaker.

I know it was not in the cards for Bob Michel to attain the speakership, but I thought he was a very generous and thoughtful gentleman and one that re-
nected to sometimes be hard feelings, and very calmly approach that with the eye of a person who had seen things so much worse and had been sustained over the years by an understanding that yes, we will have done those others and endow in each of us an understanding that whatever might be the passion or the anger or the feeling of a moment, it will pass and our lives will go on and this great republic will go on.

So for us to enshrine in the memory of that kind of quiet confidence in this great institution rooms named after the inspiration that we drew on so many years, a person who had actually been in the Battle of the Bulge and telling people to stand there and do so with great humor and good fellowship.

So, I join with my friends in paying tribute to my friend, Bob Michel. I thank the gentleman for yielding to me.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I yield to the gentleman from Texas [Mr. ARMEY], the majority leader.

Mr. ARMEY. Mr. Speaker, I thank the gentleman for yielding.

I would like to take just a moment to also express my appreciation that we have such a resolution before us. To name these rooms after Bob Michel I think is probably the least we can do.

I got home from work the other night and doing that business called channel surfing I came across an old movie, “The Battle of the Bulge,” and I thought about Bob Michel because Bob Michel was with us from the body that had actually been in the Battle of the Bulge, and realizing what must have been that terrible, terrible momentous struggle. And as so often I do when I see these depictions on television or at the movies, I wonder about the quiet bravery and resolve of these men caught up in these mortal conflicts. And although I think the gentleman from California will agree our conflicts here are not always mortal, there are times when they may seem that way.

And it was always we found in Bob Michel a quiet courage and resolve; one that was gentlemanly, one that was courteous, one that was always respectful, and one nevertheless that reflected the demeanor of a man who could look at all of our turmoil, all of our differences here, all that turns out to sometimes be hard feelings, and very calmly approach that with the eye of a person who had seen things so much worse and had been sustained over the years by an understanding that yes, we will have done those others and endow in each of us an understanding that whatever might be the passion or the anger or the feeling of a moment, it will pass and our lives will go on and this great republic will go on.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, let me simply say I think the majority leader speaks eloquently of the institution to separate him in any personal sense from any Member. He never let the partisanship, which is part of the political debate here, interfere with his basic humanity and his willingness to be a friend to all of his colleagues.

Further reserving the right to object, Mr. Speaker, I yield to my colleague, the gentleman from Maryland [Mr. Hoyer], the former chairman of this caucus.

Mr. HOYER. I thank the gentleman from California for yielding.

I rise to join all of those who have already spoken on behalf of this resolution and, more importantly, on behalf of honoring this great American, a thoughtful American, yes, as the gentleman from California [Mr. FAZIO] has said, a partisan American, but first an American, first a gentleman who loved his country, a gentleman who loved this institution, a gentleman who loved his fellow human beings and extended to them courtesy and respect and consideration.

I would doubt that there is a Member of either party who had the privilege of serving with Bob Michel who did not not only respect him, but hold him in deep affection.

Bob Michel was in this issue institution a person who brought us together, even at times of partisan differences. That is why Democrats and Republicans alike stand to support and to honor someone who has enriched this institution and greatly enriched his country.

Mr. FAZIO of California. Further reserving the right to object, Mr. Speaker, let me simply say I think the majority leader speaks eloquently of the institution to separate him in any personal sense from any Member. He never let the partisanship, which is part of the political debate here, interfere with his basic humanity and his willingness to be a friend to all of his colleagues.

Mr. HOYER. I thank the gentleman from California for yielding.

I just want to say I am very grateful for the spirit of bipartisan support.

Mr. Speaker, I thank my friend, Mr. Gingrich. I thank my friend, the gentleman from California, for yielding.

Mr. FAZIO of California. Further reserving the right to object, Mr. Speaker, I yield to the gentleman from Illinois [Mr. Hastert].

Mr. HASTERT. I certainly appreciate the gentleman from California for yielding.

Bob Michel, when I came to the U.S. Congress, Bob Michel certainly was already established as a name and somebody who had served many, many years and a great record here. But no matter if I was the lowest guy from the delega-
tion, Bob took time, counseled, sat down, was almost a father image and helped the youngest member of the delegation out, and I will always remember that.

You know, people have talked about Bob Michel. I guess it is the old ploy, it is good if it will play in Peoria. Bob Michel did play in Peoria time after time in the best sense of the world. He certainly represented the heartland of America. He represented values that are ideals and traditions back to this floor and to this city, and every time that Bob Michel got up to speak, we would hear that good Midwestern common sense, metered hostility or praise or whatever he had to give. But it was certainly tempered with his roots back in Illi-
nois.

And you know, I think we talk about Bob Michel being a quiet person. He certainly was, and unless there is a piano around, then he was not so quiet.

We talk about him being a true gentleman, but Bob Michel was also tough, and if there were things that he really felt that were going the wrong way, he would stand there and he would outwait you. He would listen to you and listen to you and listen to you,
and finally Bob Michel would have his way prevail. So he had that toughness inside.

I just really appreciate the opportunity here to speak about Bob and certainly to commemorate this part of this building in his name, something we can always remember. I think that is very fitting and proper to do.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I yield to the gentleman from Michigan [Mr. EHlers].

Mr. EHlers. Mr. Speaker, I want to thank the gentleman from California for your appreciation.

I had the pleasure of making the motion to adopt this resolution in the House Oversight Committee, and I did that with pleasure for two reasons. First of all, these rooms have some meaning for me personally. My first experience in these rooms was meeting with then Minority Leader Gerald Ford a number of years ago when he asked me to serve as his personal science adviser and assemble scientists in his district to meet with him on a regular basis. That was how I got into the political process, and I think had some influence on the fact that I ended up here today.

But above all, I want to speak on this issue, because of the outstanding character and quality of Mr. Michel himself. I first met Bob when I was teaching history down at Bradley University in Bob's hometown, and he was Uncle Bob in a way.

But I immediately impressed with him, and throughout the years I have had other contact with him.

But what especially impressed me was when I was elected last year, in spite of the fact that he was the minority leader, he took ample time to help me get oriented, adjusted, and to become a true Member of this Congress, and I was impressed with his thoughtfulness, his kindness, his helpfulness, and above all, as has been emphasized here, the fact that he is a true gentleman, and he represents the epitome of what is good and proper about this institution.

It is with great pleasure that I support this resolution.

Mr. FAZIO of California. Further reserving the right to object, Mr. Speaker, I yield to the gentleman from Illinois [Mr. LaHood].

Mr. LaHood. I thank the gentleman, and I appreciate very much the gentleman from California allowing us Illinois to do this.

I want to announce to all Americans that Bob Michel is alive and well in Washington, DC. Actually there are people calling the cloakroom wondering if something has happened to him. He has not slipped on a banana. He is still around.

For so long, 12 years, I worked for Bob Michel, and many of the things that I have learned about this institution and have done prior to this institution I learned from my friend, Bob Michel. I would not be here today as a Member of the House of Representatives if we were not for Bob Michel. Having worked for him for 12 years and been his chief of staff for the last 4½ of those years was a marvelous experience.

So many times I said, while I campaigned, I am not going to fill Bob Michel's shoes. Nobody can do that.

Nobody can fill the shoes of someone like Bob Michel. He is truly an extraordinary person.

And another thing that I have said for so long is that he is the last of a dying breed around this House. I do not know that there will ever be another Bob Michel, somebody with so many years of experience, but somebody who was so revered on both sides of the aisle by all of the Republicans and all of the Democrats in a way that I do not know that we have around here anymore.

I cannot think of a more fitting way to help remember him than this resolution, that we are able to pass today.

Back in our home community last weekend there were some news accounts on our television, and as the newscasters were saying, "Peoria Congressman," I waited for them to say, "Bob Michel," because we have said that for so long, even within our community, so I know that many people miss him here, and many people miss him in Peoria and elsewhere in the 18th district, and it is truly an honor for me to say whenever I can that I took Bob Michel for granted, but now I realize how much I appreciate him, because he is irreplaceable.

Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I yield to the gentleman from Illinois [Mr. Manzullo].

Mr. MANZULLO. Mr. Speaker, what a joy it is to participate in such an unique way to honor a person who is truly my personal hero in Congress.

I was elected in the 103rd Congress, my first term in Congress and Bob Michel's last term in Congress. And I just want to tell you, Bob Michel was not retiring. I sat next to him right over here. I said, "Bob," I said, "are you going to retire or are you going to stick around for one more term?" He said, "No." He said, "I just think it is time that I retire to give other people an opportunity to come into this body."

And probably one of the most moving events in my life occurred when the House Republican Conference had its very last meeting of the 103rd Congress, and Bob came in. We had a birthday cake there, and everybody was singing and on their feet. I was sitting there in the chair just weeping like a child, knowing that somehow I was going to be deprived of the opportunity to serve numerous years with a man who is a truly remarkable American.

You know, in an age where people have incredible angers and will become short on words and sometimes say things we do not like to, probably the best thing Bob Michel would ever say would be, if he was really upset, would be "Gosh darn it," and you sort of look at him, and he had this almost comical smile on his face such as you really should not get mad about this, because the country depends upon all of us working together.

And I see the gentleman from Maryland [Mr. Hoyer] over here because he used to lock horns all the time with Bob, but you could never get mad at him.

Unfortunately, some of us end up getting a little bit upset with each other, treat each other like sandpaper at times, but Bob Michel always served to remind us that we are working together for a reason, and that reason is to serve the people. The thing that I think about, the person thinking about most want to emulate, that would be my personal hero, the man we are honoring through your resolution, Vic, and that is Bob Michel, and bless you for giving
Mr. FAZIO of California. Mr. Speaker, further reserving the right to object, I must comment that I did have the opportunity to play golf with Bob on a number of occasions. He was known to use cuss words, always within the bounds of propriety, such as, “Golly, gosh, darn.” He probably would have more of those than strokes per hole.

Mr. Speaker, I yield to the gentleman from Illinois [Mr. WELLER].

Mr. WELLER. I thank the gentleman for yielding and for the opportunity to say a few words. As one of the new Members of Congress, one of the new kids on the block, I am one of those who cannot say that I served with Bob Michel. But I remember as a young man meeting Bob Michel for the first time at a political function in western Illinois. My impression was, “This guy is a nice guy. Everybody likes him. How does he do it?” Leaders have to make tough decisions, leaders have to stand up and sometimes say “no” for those who are in their flock whom they are trying to lead.

Mr. Speaker, I just want to commend the Speaker and the sponsors of this resolution for honoring an all-around nice guy, someone that Illinois was very proud to send to the House of Representatives for 38 years, who distinguished himself here.

Again, I thank the gentleman and, good job in moving forward on this resolution.

Mr. FAZIO of California. Mr. Speaker, let me yield to the chairman of the Committee on House Oversight, the gentleman from California [Mr. THOMAS]. But before I do, let me correct the record: This resolution was offered and sponsored by the gentleman from California.

Mr. THOMAS. And the Speaker.

Mr. FAZIO of California. And the others on this side of the aisle. The minority is happy to participate, and we are very pleased that we can co-sponsor this resolution.

Mr. THOMAS. I thank the gentleman for yielding.

Mr. Speaker, I just want to say that several of the new Members wanted to know whether or not we had enough rooms if we were going to name rooms after Members. I asked them to walk around and look at the number of rooms named for distinguished Members of this House. And all of the rooms that have not been named. I would just say, to anyone who wants to know whether or not rooms should be named after Bob Michel, to read the CONGRESSIONAL RECORD following this presentation. There is ample reason. Anyone who meets the profile that has been discussed among Members here, we have ample rooms. I think you will find that very few of us would meet that profile.
Mr. Speaker, on Monday, April 3, the House will meet at 12:30 p.m., for morning business. We plan to take up the following bills under suspension of the rules:

H.R. 1345, the District of Columbia Financial Responsibility and Management Assistance Act of 1995; and very importantly:

H.R. 716, the Fisherman’s Protective Act amendments;

H. Res. 120, the resolution expressing the sense of congress regarding the American citizens held in Iraq; and

H.R. 1215, the Family Privacy Protection Act.

Also, depending on the Senate’s progress, we may consider a motion to go to conference on the FEMA emergency supplemental appropriations legislation. Members should be advised that there will be no recorded votes taken before 5 p.m. on Monday.

For Tuesday and the balance of the week the House will consider H.R. 660, the Housing for Older Persons Act of 1995; H.R. 1210, the Sexual Crimes Against Children Prevention Act of 1995, subject to a rule; and H.R. 1215, the Tax Fairness and Deficit Reduction Act, subject to a rule. We will also take up any conference reports that might become available next week.

Meeting times for the House will be 9:30 a.m. for morning hour and 11 a.m. for legislative business on Tuesday; 11 a.m. on Wednesday; and 10 a.m. on Thursday and Friday. Members should be advised that there will be votes on Friday and it is our hope to have Members on their way home to their districts for the April district work period by 3 p.m. on Friday.

Mr. HOYER. Mr. Speaker, I thank the gentleman from Texas for his comments.

On Tuesday, I inquire of the majority leader: He indicates that he will be seeking rules on the Housing for Older Persons Act of 1995; H.R. 1210, the Sexual Crimes Against Children Prevention Act of 1995, subject to a rule; and H.R. 1215, the Tax Fairness and Deficit Reduction Act, subject to a rule. Was the gentleman expecting that we would have a rule as opposed to putting them on the suspension calendar?

Mr. ARMEY. If the gentleman will yield, I believe neither of those will be controversial. We expect them to both be granted open rules.

Mr. HOYER. Is there a reason for getting a rule as opposed to putting them on the suspension calendar?

Mr. ARMEY. If the gentleman will yield further, the reason is simply a fair and open debate.

Mr. HOYER. I thank the gentleman.

Reverting to Friday, does the gentleman expect votes on Friday?

Mr. ARMEY. Yes, we do expect votes on Friday.

Mr. HOYER. Can the gentleman advise what we might be voting on Friday?

Mr. ARMEY. If the gentleman would yield further, we do not expect the tax bill to go over to Friday, but we do have hopes that—we have conference reports that might be available, and we have some other legislation that we think we may be able to complete before we adjourn for our April district work period.

Mr. HOYER. The gentleman says the tax bill will be completed by that time. Can the leader tell me—it is going to be up on Wednesday—does the gentleman expect, since the rule has not been written for that at this point in time, what days he has the expectation of when they might be considering the tax bill?

Mr. ARMEY. If the gentleman would yield further, the Committee on Rules, as the gentleman knows, has been holding hearings on that and are making their deliberations. If everything goes according to expectations, we should expect we will begin the tax bill on Wednesday.

Mr. HOYER. And completed on Thursday?

Mr. ARMEY. I should expect so.

Mr. HOYER. That is the expectation. Might I ask the majority leader, as someone who in years past—and we have not always met that date—I do not know the number, but with respect to the budget, can the majority leader give us an idea? Obviously, we are not going to be doing it next week, so we are not, presumably, meeting therefore the April 15 target date under the statute for presenting the budget. Could the majority leader tell me when that budget might be forthcoming?

Mr. ARMEY. I yield further to the gentleman from Texas.

Mr. HOYER. I thank the gentleman for yielding.

Yes, our expectation is that that budget resolution will be brought to the floor early in May, we are very confident, by the middle of May.

Mr. HOYER. I thank the majority leader.

Mr. Speaker, I yield to my friend, the gentleman from Indiana [Mr. ROEMER].

Mr. ROEMER. Mr. Speaker, I would like to ask the distinguished majority leader a couple of questions if I may.

As the gentleman is aware, and as we are painfully aware on this side, we are in the minority but we still have families and children, and even though there are only 204 of us on the Democratic side, we have large families with lots of children in them, and we like to spend time with those children.

Last night we had an instance where we voted until 10 o’clock at night. We are now out at about 2:30 in the afternoon.

Could the distinguished majority leader tell me why we would not roll the votes from last night and not been in until 9:30, 10, last night, but be out by about 7 o’clock and have that time roll over into today’s time and debate and still be able to get to our districts to work tonight?

Mr. ARMEY. Mr. Speaker, will the gentleman yield?

Mr. HOYER. I yield to the majority leader, the gentleman from Texas.

Mr. ARMEY. I thank the gentleman again.

Mr. Speaker, again let me express my appreciation for the concerns the gentleman from Indiana [Mr. ROEMER] raises. We have had a couple of windfalls. The gentleman may recall, we were able to shorten our proceedings last night by withdrawing a number of the amendments and then moving more quickly than anybody anticipated to a final passage vote.

Second, today we had the additional unexpected windfall which enabled us to avoid having a recorded vote on the conference report. These things are not predictable. On the one hand, be as confident as we can that we give the Members as certain as possible a departure time for those who have to make their planes, all too often, to the west coast, we try to be as complete in our planning as possible, and we appreciate the windfalls when we can get them.

Mr. HOYER. I yield further to the gentleman from Indiana for an additional question.

Mr. ROEMER. My second question of the majority leader would be a number of us on the budget committee have not been marking up bills for various reasons. Some of the chairmen have been in budget committees, there has been a very, very busy schedule on the floor.

Now, when we come back from our work period after the April time frame, the authorization bills are going to be coming to the floor, trying to get time not only to mark up and get their bills out of Committee and give vision and a macro picture of the budgetary process to the appropriators. The Appropriations Committee are also going to be trying to get time both in Committee and on the floor.

Could the majority leader tell us with some kind of certainty what type of schedule we are looking at in this time period when we are going to have to make some very, very serious decisions on the budget, on appropriations bills? What is the schedule going to look like after April?

Mr. HOYER. I yield to the gentleman from Texas.

Mr. ARMEY. Again, the gentleman raises, I think extraordinary and important points. We should be able to put in your hands prior to your departure for your April work period back in your districts a schedule that will at least give you a clear understanding of what days we will be in and actually in the period of time after the April work period and before the August work period when we will be in session during the time frame 1 day fewer than we were last year.

There is no doubt, as I look at that, our congressional schedule will be much more close to normal in terms of last year and preceding years relative to what we have just been through in the 96 or 97 caps.

When we take up business, obviously one of the first items we will have will be the budget and we will then subsequently move from budget to the appropriations, and a great deal of our
time on the floor will be by the committee appropriations bills, whereas the gentleman knows the Committee on Appropriations has on it membership those Members who have exclusive committee jurisdiction, and that should alleviate a great deal of the problem between committees.

But I would expect and fully anticipate that whether it be with respect to your committee work or floor work or a combination of both, and with respect to the hours we keep, that you are going to find a very refreshing change of pace, one that is much more congruent to your sincere desire to spend more time at home with your families.

Mr. ROEMER. Mr. Speaker, I thank the gentleman from Maryland [Mr. HOYER] and the gentleman from Texas [Mr. ARMEY].

Mr. HOYER. Mr. Speaker, I would thank the majority leader for the information he has given to us, to Members on both sides of the aisle, with reference to the schedule. I know I speak for the majority, that we are very pleased that there is the plan to give to the Members a pretty good understanding of what the schedule is going to be over the months of May and June and July. That would be very helpful to all of us I know.

I would urge the majority leader, as I have on my own said for almost all the years I have been here as a member of the Committee on Appropriations, to move the budget as quickly as possible so we can get our allocations to the Committee on Appropriations so they could report them out. As the gentleman knows, one of the problems we have had, not so much in recent years, but we had in the early 1980's, was the inability to pass appropriation bills prior to the September 30 end of the fiscal year, the consequential looking to continuing resolutions, the failure of funding the Government's operations for the new fiscal year, and so I would hope that we could see the budget come to the House as early in May as is possible, and I appreciate the majority leader's information and attention to these matters.

Mr. ARMEY. Mr. Speaker, if the gentleman would yield, I would just say the gentleman's point is well taken, and we have every intention of making this as expeditious and as full of process as possible.

Mr. HOYER. Mr. Speaker, I thank the gentleman from Texas [Mr. ARMEY].

ADJOURNMENT FROM THURSDAY, MARCH 30, 1995, TO MONDAY, APRIL 3, 1995

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that when the House adjourns today, it adjourn to meet at 12:30 p.m. on Monday next for morning hour debates.

The SPEAKER pro tempore (Mr. Fox of Pennsylvania). Is there objection to the request of the gentleman from Texas?

There was no objection.

DISPENDING WITH CALENDAR WEDNESDAY BUSINESS ON WEDNESDAY NEXT

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that the business in order under the Calendar Wednesday rule be dispensed with on Wednesday next.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Texas?

There was no objection.

SPECIAL ORDERS

The SPEAKER pro tempore. Under the Speaker's announced policy of January 4, 1995, and under a previous order of the House, the following Members will be recognized for 5 minutes each.

The SPEAKER pro tempore. Under a previous order of the House, the gentlewoman from Ohio [Ms. KAPTUR] is recognized for 5 minutes.

[Ms. KAPTUR addressed the House. Her remarks will appear hereafter in the Extensions of Remarks.]

TRIBUTE TO CESAR CHAVEZ

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California [Mr. FILNER] is recognized for 5 minutes.

Mr. FILNER. Mr. Speaker, I rise today to honor and remember a great American leader and hero, Cesar E. Chavez. He was a husband, father, grandfather, labor organizer, community leader, and symbol of the ongoing struggle for equal rights and equal opportunity. March 31, the birthday of Cesar Chavez, has already been declared a State holiday in California. Today, I ask my colleagues to support legislation I just introduced to make March 31 a Federal holiday so that our entire Nation can honor Cesar Chavez for his many contributions.

Cesar Chavez, the son of migrant farm workers, dedicated his life to fighting for the human rights and dignity of farm workers. He was born March 31, 1927, on a small farm near Yuma, AZ, and died just 2 years ago, on April 23, 1993. Over the course of his 66 years, Cesar Chavez' work inspired millions and earned him a major place in American history. In 1962, Cesar Chavez and his family founded the National Farm Workers Association, which organized thousands of farm workers to confront one of the most powerful industries in the country. He inspired them to join together and demand work safe and fair working conditions.

Through the use of a grape boycott, he was able to secure the first union contracts for farm workers in the United States. These contracts provided farm workers with the basic services that most workers take for granted—services such as clean drinking water and sanitary facilities. In addition, Cesar Chavez made the world aware of the exposure to dangerous chemicals that farm workers—and consumers—face every day.

As a labor leader, he received great support from unions across the country, and the movement he began continues today as the United Farm Workers of America.

Cesar Chavez' influence extended far beyond agriculture. He was instrumental in forming the Community Service Organization—one of the first civic action groups in the Mexican-American communities of California and Arizona. He worked in urban areas, organized voter registration drives, brought complaints against mistreatment by police and welfare officials, and empowered many to seek further advancement in education and politics. There are countless stories of judges, engineers, lawyers, teachers, church leaders, organizers, and other hard-working professionals who credit Cesar Chavez as the inspiring force in their lives.

In his fight for peace, justice, and respect, he gained the admiration and respect of millions of Americans, including this Congressman.

Cesar Chavez will be remembered for his tireless commitment to improve the plight of farm workers and the poor throughout the United States and for the inspiration his heroic efforts gave so many Americans to work nonviolently for justice in their communities.

We, in Congress, must make certain that the movement Cesar Chavez began, and the lessons he taught, will continue. In his honor, I urge my colleagues to support legislation to declare March 31 a Federal holiday in honor of Cesar Chavez. In the words of Cesar Chavez and the United Farm Workers, "Si se puede—yes we can."

MORE WISHFUL THINKING IN HAITI

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Florida [Mr. GOSS] is recognized for 5 minutes.

Mr. GOSS. Mr. Speaker, it has been 193 days since America's finest combat forces occupied Haiti, a friendly neighboring country. Tomorrow, the occupation will formally end as President Clinton returns to Haiti to declare the mission a victory and to pass the reins to the United Nations. Our prayers for Godspeed and a safe return, of course, go with him, our Commander in Chief and our President, but we wish it was truly a victory, a mission accomplished. But it is not that easy. We wish democracy, security, and stability could actually be a reality in Haiti, however it clearly takes more
than wishful thinking to fix 200 years of civil strife and gut-wrenching poverty, some of it I am sorry to say caused by the Clinton administration's costly and ill-advised embargo.

It is also obvious that the commitment of 20,000 American troops and more than 1.5 billion American tax dollars, a figure that will pass the 2 billion mark before this mission ends, have not fixed Haiti’s problems at all. Look at a sampling of recent headlines: “Missionary Couple From U.S. Are Shot,” “Haitian Slum Residents Sharpening Their Machetes After Deadly Robbery,” “Outspoken Aristide Critic Gunned Down in Port-au-Prince,” “Violence in Haiti Stops Voter Registration” and the one from today that sums it all up: “To Clinton, Mission Accomplished; To Haitians, Hopes Dashed.”

While it is easy enough for the United Nations and the Clinton administration to declare Haiti “safe and secure,” it does not make it a reality for people who live there. A marked increase in political violence has come hand-in-hand with a tidal wave of crime and lawlessness that is threatening to overrun the country. Many of the Haitian and American businesses that managed to stay open, despite the punishing United States-led embargo, are being driven to the brink of closure again by nightly raids on storehouses, regular truck ambushes, and looting at distribution centers. Investors are not being welcomed by the Aristide government or encouraged to return by the deteriorating security situation. In fact, fewer than 10,000 jobs have returned since the embargo ended. Prices are high. Unemployment is at more than 75 percent. People once content to wait for the spoils of Aristide’s return are growing increasingly frustrated and prone to crime and violence. This is hardly conducive to establishing a secure and stable environment. Although the Clinton administration has placed tremendous faith in the ability of the police force, a force hobbled together from former Fadh members and Guantanamo refugees to provide for law and order as the transition to the United Nations mission is made tomorrow, the truth is that those individuals are not up to the job. They do not command the respect of the Haitian people. Even President Aristide has recently referred to the media as cowardly. They are underresourced.

In Port-au-Prince, for example, 182 of the police share 3 weapons and do not know if those weapons work. They are afraid to patrol at night, and they are easily intimidated by the vigilante groups that have become a common phenomenon in Haiti. Let me add that when reportedly at the encouragement of President Aristide mobs went out into Haitian cities meting out justice with machetes, rocks, and torches, it has to be clear, even the Clinton White House that something is seriously wrong in Haiti. It is not secure and stable.

Just as disturbing as the lack of security is the lack of progress on elections. There are signs that that process may be seriously flawed and subject to lengthy delays because of increased political violence, lack of public interest and the logistical nightmare of starting from ground zero. Until the elections take place Haiti has no functioning legislative branch. There is no Congress there. In addition, the judicial branch, weak as it is, has not come back online in Haiti. In other words President Aristide rules without the checks or balances of either the parliament or the judiciary.

Question: How can you have a democracy without a parliament or a judicial branch? Answer: “You can't. It's not a democracy.”

I suspect that President Clinton and his advisors will breathe a heavy sigh of relief to no longer be in charge of what happens in that small Caribbean nation in the weeks ahead. But the White House and Congress still have a job to do besides the crusades pursued in Haiti by this Clinton administration have made Haitian Affairs our business. American tax dollars still flow into Haiti at an alarming rate. More importantly, 2,400 of our men and women in uniform, part of the United Nations mission in Haiti until at least February 1996, although indications are that that deadline may slip even further by the time the new President is supposed to be installed.

Mr. Speaker, all is well in Haiti, and all the wishful thinking in the world, all the White House spin docs, are not going to change that. The reality is we have spent an awful lot for a very little, and it is appropriate for full accountability for the events to date. We hope to get that from the White House, and it is also appropriate to have realistic planning to deal with the mess that remains. It is a mess, and we owe them some assistance and recovery.

OSHA’s regulatory excesses hurt small businesses

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from New York [Mr. Owens] is recognized for 5 minutes.

[Mr. OWENS addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

OSHA’s Regulatory Excesses Hurt Small Businesses

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Georgia [Mr. Norwood] is recognized for 5 minutes.

Mr. NORWOOD. Mr. Speaker, I bring today a new story from what is now getting to be a very old textbook.

Mr. Speaker, it is a common misconception among people that OSHA’s regulatory excesses only hurt big businesses. I have spoken on this floor many times about the pain OSHA has caused small businesses. However, today, Mr. Speaker, I bring to you the nightmare OSHA has caused a non-profit charity organization.

A good friend of mine, Merle Temple, headed a charity group that worked to produce health care for the disadvantaged. They worked very hard to give the elderly, the shut-ins, and the disabled health care services they so badly needed.

They worked to help get these people to become self-sufficient, particularly in their own homes. They set up a food bank to try to get food to people who needed help toward the end of the month. Merle's group did the types of things, Mr. Speaker, we should champion in this Nation.

As it is the case with many non-profit organizations, Merle's group was heavily dependent upon contributions to make ends meet, and they were barely scraping by. In an effort to keep their costs low, they ran their services out of a basically run-down office. They did not spend money on extravagant office furniture and machines. That would have taken away money from those people who really needed the help.

Soon after moving into their low-rent office, Merle discovered that the attic had a problem with squirrels. Again, always thinking about cost, Mr. Temple chose to take care of the squirrels himself. He could have spent money on an exterminator, but that would have taken money away from the needy.

However, this turned out to be a very large mistake. In trying to get rid of the squirrels, he put mothballs in the attic. The mothballs ran off the squirrels but it attracted the skunks.

Someone complained to the local OSHA office about the smell of these mothballs, and in a sweep, the OSHA storm troopers rushed in. OSHA fined a non-profit organization, an organization dedicated to bringing health care to the needy, $700, $700.

Merle appealed the fine, and the sweethearts over at OSHA relented. They reduced the fine to a mere $350. They could not possibly let Merle's group off the hook completely. After all, they didn't have the standard OSHA workplace poster; $350 for a poster from a non-profit group trying to take care and help people. Mr. Speaker, that $350 would have stocked their food bank for a month.

Of course, Mr. Speaker, my friend Merle paid the $350 out of his pocket, but OSHA really did not care where they got the money from, only that they got the money.

To those of you on the other side who complained long and loud about Republicans taking food from people, to those of you who think that Government is always the answer, I would suggest that you take a look at how Government regulation can take food from the needy right now.

Mr. Speaker, OSHA just doesn't hurt big business. OSHA just doesn't hurt
small business. OSHA is more than willing to turn loose its claws on a non-profit organization. OSHA is one agency that has turned a reasonable and an important mission into a bureaucratic nightmare for the American economy and the American people. Common sense was long ago shown the door. OSHA, OSHA is one agency that needs to be restructured or, Mr. Speaker, just maybe plain removed.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Illinois [Mr. Rush] is recognized for 5 minutes.

[Mr. RUSH addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

CONGRESS MUST WEIGH IN ON THE UNITED STATES-NORTH KOREA NUCLEAR AGREEMENT

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Nebraska [Mr. Bereuter] is recognized for 5 minutes.

Mr. BEREUTER. Mr. Speaker, the subject of this special order is the United States-North Korea Nuclear Agreement.

Mr. Speaker, it increasingly is clear that the United States-North Korea Nuclear Agreement signed last October is flawed and that it contains great risks to important American non-proliferation and regional security interests. North Korea's confrontational behavior to date raises serious questions about whether Pyongyang is acting in good faith.

North Korea has diverted to military use some of the United States-supplied heavy oil that we already have delivered under the terms of the agreement. And the North has continued its relentless political attacks against our ally, South Korea. North Korea continues to make outlandish and outrageous demands, including a demand for a billion dollars in additional assistance.

Earlier this week United States-North Korean talks in Berlin were broken off prematurely and without agreement due to Pyongyang's refusal to accept South Korea as the source of light water reactors to be provided under the agreement—a crucial violation of the spirit of the agreement and a definite dead stop.

Mr. Speaker, Congress must send a strong message to North Korea. The United States will not succumb to North Korean blackmail and brinkmanship.

Today, this Member is introducing legislation that seeks to address the outstanding significant problems with the October 1994 agreement. This legislation would give the Clinton administration much-needed policy direction. Among other features, this legislation will:

First, underscore that the Congress regards the terms of the October 1994 agreement as the absolute minimum acceptable conditions for addressing the threat posed by North Korea's nuclear program; second, the legislation will make clear that South Korea is the only acceptable source for the light-water reactors that are to be provided to North Korea under the agreement; third, no legislation will emphasize the primacy of the United States-South Korea relationship by conditioning further steps toward the normalization of United States-North Korea relations on progress toward a North-South dialog and fulfillment of the 1992 North-South accord on the denuclearization of the Korean Peninsula; fourth, the legislation will reinforce the importance of other American objectives regarding the Korean Peninsula, including the reduction of North Korea's military forces and their redeployment away from the Demilitarized Zone, prohibiting the deployment of ballistic missiles by Pyongyang, and deterring the export of missiles and weapons of mass destruction.

Fifth, and finally, the legislation will make it clear to the administration that the Congress retains final authority over any expenditures in support of the agreement, by insisting that any reprogramming actions must follow the notification requirements stipulated in the Foreign Assistance Act.

Mr. Speaker, this is not a partisan issue. Everyone should be concerned about the very real danger on the Korean Peninsula. This Member would urge his colleagues to join as co-sponsors on this important national security initiative.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Illinois [Mr. Poshard] is recognized for 5 minutes.

[Mr. POSHARD addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California [Mr. Riggs] is recognized for 5 minutes.

[Mr. RIGGS addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Massachusetts [Mr. Olver] is recognized for 5 minutes.

[Mr. OLVER addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

URGING CONGRESS TO CONTINUE WORK AFTER THE FIRST 100 DAYS TO MAKE AMERICA BETTER, PLANS FOR ITS CITIZENS

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Florida [Mr. Foley] is recognized for 5 minutes.

Mr. FOLEY. Mr. Speaker, how proud the people of Pennsylvania must be of their favorite son as he assumes the chair of this distinguished Chamber this afternoon.

Mr. Speaker, I would like to take a moment and certainly dedicate my 5 minutes to my sister, Eil, who gave birth to a new nephew of mine, Adam Edward. I am very, very proud of her.

I would like to also take a moment to read what I will call Mark Foley's mailbag, the letters we get. A lot of people assume we have the Congress and just come up with ideas of the back room of the legislative chambers without a lot of debate and deliberation. I will read you a few of the letters that I receive, to reflect on the considerations we make when we design legislation.

From John MacPhail of Sebring, FL:

Dear Representative Foley: I am a life-long Republican, and I believe we have a great opportunity to help this country at this time if we don't blow it. My principal concern is that my children and grandchildren will not have to pay for my present comfort.

Although I am a veteran of World War II, I do not believe this country owes me anything. It paid for my education—that's enough.

About the budget: Yes, I support PBS and NPR, but I do not think the Government needs to support it any longer. Those of us who enjoy it should pay for it. Yes, I'm on Medicare, and it is necessary to cover my major medical expenses, but I can afford higher premiums or a bigger deductible.

Yes, I pay taxes, lots of them, but I would not object to paying more if the IRS would submit a tax form I could complete myself in an hour's time. Am I wealthy? No. I just think that all of us who are able should begin to sacrifice for the sake of those coming after us. Please do your job: save this country.

From Mrs. Easton in Stewart, FL:

Dear Congressman Foley: I think the freshman class in the House is doing a fine job, and many of the items in your contract are good. But there is one that troubles me.

I think this is not the time to cut taxes. Congress' first priority should be coping with the deficit, and I hope that AARP and other pressure groups will not be able to divert Congress' determination from this goal.

That is a senior citizen writing.

Dean Balkema from Port St. Lucie, FL:

Dear Representative Foley: Unfortunately, the balanced budget amendment was defeated. On top of this sad result, Representative Archer is now suggesting a tax cut.

In view of our incredibly increasing serious Federal deficit, talk of a tax cut is ridiculous. I hope you will not support any tax cuts.

A letter to the Charleston Post and Courier, from my friend and colleague, the gentleman from South Carolina's sister's husband, on food stamps.

Recently Florida Congressman Mark Foley wrote a letter quoting as saying that “It was wrong for the Federal Government to subsidize people's appetites for popcorn, potato chips, ice cream, Coca-Cola, and Gatorade. I could not agree with him more.
I have no objection to my tax dollars supporting the needs of poor people to have food they need to put a decent meal on their table. However, I recently stood in line in a supermarket behind . . . somebody in the grocery isle food stamps and bought dozens of bottles of soda.

I resent this. And I think it illustrates the absolute need for the use of food stamps to put food on the table and not to buy what most of the working poor would consider luxuries.

The food stamp program should not be abandoned, but it must be put on track so that it helps those who truly need help.

This from the parents of one of our Democratic pages, Joshua Stello, who wrote to me this week.

Dear Mr. Foley: My wife and I would like to thank you for the special attention you have shown our son. We also think he is very special. We both have tried very hard to give him the tools to make a future for himself and others.

Both of us wish to tell you how much we feel a little support and recognition helps us keep that path worthwhile. With so many distractions in the world for our young people, parents need all the support and positive reinforcement they can get from others. This gesture by you goes a long way for us parents, for our son.

I'm sure Josh has told you we have a daughter, Brianna, who is also someone you would want to have as a friend. We are very proud of her. This support lets her know she can also reach for the positive.

I hope that Members of Congress realize how much weight they carry for the impressions of young people. I hope this new wave continues to try and work for a future—a positive example and a future for our young generations. I deserve it, from Robert, Jennifer, and Brianna Stello.


As the boys explained, the fights begin when owners sic their dogs on each other in a preliminary round. For less than a minute as the dogs lunge and bite, odds are set and people can lose thousands of dollars within minutes.

Then there is a break, they said, which is when the boys say they have sold cats to furriers for the blood lust in their dogs.

This illustrates, folks, the problem in America is not necessarily what we can do in this Chamber to devise laws that will protect us, but when we start rewarding people like Tanya Harding, who has injured another person, in giving her a movie role; when we start rewarding people who have committed vandalist crimes in Singapore, by offering them money to expose their behind where they have caused harm; when we tell our young generation that in order to be rich in society, they have to commit some devious crime and a devious act to make people pay attention to you, so you can get in People Magazine or on Entertainment Tonight; or say they have done something seriously wrong in America.

Each and every one of us has a responsibility when we receive letters from our constituents about the direction of this country, but we will not be responsible for the floor unless we debate the real problems that face us out in our communities.

Those problems are many. Those problems are what I am illustrating in the New York Times when people allow live animals to be sicced upon each other, to fight each other in a gruesome display of competition, and reward each other with financial gain by watching this barbaric action.

Our children need a future. They need a better future. There are things we can do as Democrats and Republicans to make Congress work for the people of the United States of America.

The yelling and shouting that has gone on here in the last 95 days is sad, because at times both sides have good arguments, legitimate arguments. Let us continue to work after the 100 days to make America the strong and proud place it is, and give it a chance to survive. I know it will, because both parties need it to.

PERSONAL EXPLANATION

Mrs. COLLINS of Illinois. Mr. Speaker, I was unavoidably detained and, regretfully, was not present for the roll-call vote No. 273 on yesterday’s motion made by the gentleman from Ohio [Mr. Hoxie] to proceed in order.

Had I been present I would have voted “nay.”

Mrs. SCHROEDER of Florida, Mr. Speaker.

The SPEAKER pro tempore (Mr. Fox of Pennsylvania). Under a previous order of the House, the gentlewoman from Florida [Mrs. SCHROEDER] is recognized for 5 minutes.

Mrs. SCHROEDER. Mr. Speaker and my colleagues, I come to the floor this afternoon to talk about President Clinton and his upcoming trip to Haiti. President Clinton is going to Haiti to celebrate what I consider a policy of failure.

What really concerns me, and I am now a member of the Subcommittee on National Security, International Affairs and Criminal Justice of the Committee on Government Reform and Oversight, is the disastrous course this administration has taken in Haiti and the President plans to go to Haiti to celebrate.

Let me tell you that just within the last few weeks, I had the opportunity, with Mr. Burton, to go to Haiti and to review what is going on there and meet with President Aristide. And let me say to my colleagues in the House that what I saw was frightening. It is the result, really, of a policy that has been out of sync from the very beginning.

Next, we sent our troops there. And what has happened now is a cost to the U.S. taxpayer of billions of dollars. And, in the meantime, actually even before we sent our troops there, we had incredible costs to my State, the State of Illinois, in a way that was able to be landed there. But then we sent our troops, and we have had to pay twice for our troops, both for our troops and in a few more days for the U.N. peacekeeping troops when part of our troops are removed. So we have paid for a policy of failure.

Now, that is only the beginning of it. My concern is, what do we do from here as the President marches down there and we leave 2,000 of our troops? What is going to happen?

You know, I had a chance to talk to our commanders. I had a chance to talk to our leaders, our ambassador and our AID officials about what is going on. Even the young men and women who served, and I met with those individuals from Florida, said, “Congressman Mica, there is no plan for economic development. Our biggest problem is that the United States is picking up trash in Haiti. That is the job opportunity plan that we have in place there. That is the biggest job opportunity, and when the money runs out for that program, the program runs out.”

This is what we have. This is the document that was presented to me by AID and the ambassador, and it is pitiful. It talks about spending millions of dollars on feeding stations. They are so proud of 2,500 feeding stations. It talks about spending millions of dollars on elections and local government.

And do you know what there is in here? At the bottom of the page, there are a few paragraphs about economic development. Well, heaven forbid we should spend billions of dollars there in Haiti and leave this nation without some ability to create jobs and opportunities for the future.
I submit that this is a policy of disaster, that we are making the same mistake in this country, that we have created a system of dependence and reliance on social and welfare programs that leave people dependent, just like we have done in Haiti and we are doing in this Nation. And now we have a President going there to celebrate a victory. I tell you that he is going there to celebrate a policy of disaster and potential economic disaster.

So I ask my colleagues to join with me to express concern to the administration and other Members of Congress that we do something to create jobs and real opportunities not only in Haiti but also this country.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from New Jersey [Mr. MENENDEZ] is recognized for 5 minutes.

Mr. MENENDEZ addressed the House. His remarks will appear hereafter in the Extensions of Remarks.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Nevada [Mr. ENSIGN] is recognized for 5 minutes.

Mr. ENSIGN addressed the House. His remarks will appear hereafter in the Extensions of Remarks.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Pennsylvania [Mr. DOGGETT] is recognized for 5 minutes.

Mr. DOGGETT addressed the House. His remarks will appear hereafter in the Extensions of Remarks.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Pennsylvania [Mr. ENGLISH] is recognized for 5 minutes.

Mr. ENGLISH of Pennsylvania addressed the House. His remarks will appear hereafter in the Extensions of Remarks.

The SPEAKER pro tempore. Under a previous order of the House, the gentlewoman from California [Ms. PELOSI] is recognized for 5 minutes.

Ms. PELOSI addressed the House. Her remarks will appear hereafter in the Extensions of Remarks.

**TAX BENEFITS**

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California [Mr. BAKER] is recognized for 5 minutes.

Mr. BAKER of California. Mr. Speaker, I am from California, the wine country, but we celebrate Wente Brothers and we celebrate Concannon and Stoney Ridge and Sebastiani. But the wines you hear around here is spelled with an ‘H,’ and it is the whine that the rich are getting more than they are entitled to and that we have to create another program for the poor, and we have to transfer money from this group to that group.

We have all of the whines and when we return Government to the people, the very people that gave us this Government, this democracy, we hear the whine: ‘Oh, we are with you, but. We would be in favor of a balanced budget, but there is no safeguard for Social Security.’

Where does Social Security go today? It goes to the U.S. Government, every cent of it. If we were going to steal it, we would steal it today. If we reduce the deficit, do we have more likely a need for Social Security or less likely? The answer is, if we balance this budget, we are less likely to impose on Social Security, but the ifs and the buts and the whining are endless.

Yesterday, we heard the fabulous whine, ‘Oh, we are for term limits if you will make them retroactive.’ This was co-authored by a gentleman who has only served here 40 years, and he did it with a straight face.

Last week, ‘We want to reform welfare but not if you consolidate the bureaucracies of the 16 different administrative arms serving food.’ But, ‘Oh, you are going to cut food to the poor children and I am against it.’

Well, finally found out that the COLA is 4.3 percent rather than the 3.1 in the Clinton budget, and there is actually going to be more money down there to feed the poor people, but the 60,000 bureaucrats will get a little thinner if welfare reform goes through, and it will.

Today, the Democrats, who had 40 years to fix the Tax Code, have discovered that people are going overseas to avoid the taxes, these same taxes that they spent 40 years creating. They have driven manufacturing overseas, and then they found out people are actually expatriating to avoid taxes.

In a bill which was created to extend the tax break for self-employed so they could buy health insurance, they wanted to tack on a tax on expatriates. Well, folks, this was not the Omnibus Tax Bill of 1995. This was a bill to extend tax credits of 25 percent to the self-employed for last year so they can do their taxes by April 15 and to extend it to 30 percent next year.

Thanks to a great gentlewoman of this House, NANCY JOHNSON, we are going to go all the way to 100 percent by the time we are through, because people who own their own business ought to be able to do the same thing a large corporation can do and that is write off all of their health care.

Do not forget this came from the same gang that last year wanted to nationalize health care. They wanted the Government to take it over because it would become more efficient, because Government in Washington knows best.

No folks, the whining continues. Next week we are going to hear about the tax cuts of $500 per child are going to benefit the rich.

Now, we have got to use a little common sense here. Do all of the children belong to the rich? Did I miss something here or could we logically think to ourselves, without the help of Washington, that maybe it is young families that are having children, people on their way up, people who do not have all of the income in the world and have not enough to save to be young anymore?

If you were to go to a high school, and you talk to a young man or a young woman, you say, ‘Why are you having children?’ He or she is going to say, ‘I am going to have a baby, because my welfare is going to go away. I am going to have a baby, because society is going to help me.’

This great financial institution known as Gannett published in their newspaper the following chart, and, lo and behold, just as you might have surmised, the young are having children, and they only make between $15,000 and $30,000. Twenty-eight percent of children and, therefore, 28 percent of the benefits are going to go to people under $30,000. 34.9 percent in addition to the 29 percent are going to those who make less than $50,000. That is with both parents working. Then under $75,000 add on another 23.1 percent and up to $100,000, 7.4 percent.

In other words, if you want to soak the rich and reduce the tax benefit to $95,000 and below, you are going to stick it to 5.3 percent of the people. That is the tax the rich folks that everybody is talking about and that leads us into the capital gains tax.

The capital gains tax, of course, is for the rich. Have you ever heard of a capital gains tax for the poor? People who have enough money to buy a duplex may want to pass it on to their kids. They will not pay the capital gains tax because they are too rich.

We will see you next week for this debate, and we will help the families of America with the capital gains tax.

The SPEAKER pro tempore. Under a previous order of the House, the gentlewoman from Connecticut [Ms. DeLAURO] is recognized for 5 minutes.


**HISTORIC VOTE ON TERM LIMITS**

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Florida [Mr. SCARBOROUGH] is recognized for 5 minutes.

Mr. SCARBOROUGH. Mr. Speaker, yesterday we held a historic vote on term limits. It is the first such vote...
that has ever taken place in this Chamber. It was the great day for this country and for this Congress.

The American people have wanted us to have a vote on the floor and an honest debate on the floor on term limits for some time. Unfortunately, it was not until we elected a Republican leadership and a Republican Congress that we were able to bring that vote to the floor.

Now, if you read some of the reports in the newspapers today, it says that this was a loss for the Republicans. But the fact of the matter is that over 85 percent of Republicans supported term limits yesterday on final passage and almost 85 percent of the Democrats opposed term limits. So what does that tell you about which party is responsive to the American people?

Well over 70 percent of Americans support term limits. They think it is time that we put an end to career politicians, and I could not agree more, but the fact of the matter is that constitutional amendments do not pass usually on the first vote. It took almost 20 years before the 26th Amendment that allowed our Senators to be elected by the people and not State legislatures.

So we will be back, and it will be the Republicans once again leading the charge and we will pass term limits very soon.

I could not help, though, being amused by some of the rhetoric that was flying around the past couple of days on term limits. I found out that term limits were the moral equivalent to the Holocaust and to slavery.

Now, I may be dumb, I guess I am just a little slow, I am just a freshman here, but I really could not piece the logic together that would be able to compare term limits to a holocaust that killed 6 million Jews during World War II. Nor could I figure out how term limits were the moral equivalent to the Holocaust and to slavery.

While a certain segment of this body continues to move forward with real ideas to change the course of America’s history, to return it back to what our Founding Fathers intended it to be, another segment of liberals in this House can do nothing but scare children and try to scare senior citizens.

We tried to cut out a tax break for the rich for Viacom and, when we did, our Ways and Means chairman was compared to Adolf Hitler. Of course, we cannot forget what happened last week when we tried to help children by cutting back on the expensive bureaucracies that is strangling programs so the money does not get to children but instead gets swallowed up by huge bureaucracies.

We saw everybody going around with their ties on children on it. I just thought that was swell but the fact of the matter is no positive proposal was put forward.

We are trying to keep the bureaucrats out of our children’s life. We are trying to go back to the type of government that Thomas Jefferson and James Madison and our Founding Fathers envisioned 200 years ago when they said the government that governs least, governs best.

We try to stay out of senior citizens’ pockets, and yet to hear the rhetoric during the balanced budget debate, one would think that the Republicans were enemies of Social Security and somehow the Democrats were the protectors of it.

Let me flash back to 1993 when there was a vote to reach into the pockets of senior citizens on Social Security, to raise taxes on Social Security recipients. And let me ask Members to remember back and try to count up how many Republicans voted to tax senior citizens’ Social Security benefits. Let me see: zero, none. Not one Republican supported stealing money from Social Security recipients.

So we will be back, and it will be the Republicans once again leading the charge and we will pass term limits very soon.

While some may laugh, and others may call us ideologues, that is what we have here are Benedict Arnolds, Benedict Arnolds who would sell out their citizenship, sell out their country in order to maintain their wealth. That is it.

My good friend, the gentleman from California [Mr. Thomas], came to the floor and indicated that he could not understand why we were excoriating these people. That was the word he used. “Ecoriating.” Of course we were excoriating them. He said that was already current law that took care of this, then went on to say that the current law does not work well enough and that it needed to be fixed.

That is what we were going to do with this bill, we were going to fix it with this bill to see to it that the deductibility was going to be paid for by the billionaires who were renouncing their citizenship. I think that is completely clear, that is what we were going to do.

I remember that when I was a child I think the most potent story that we learned in elementary school was one entitled “The Man Without a Country,” the man without a country. And as I remember the conclusion to that story, the man without a country was left permanently at sea, seeing constantly the horizon of the United States, bereft of the benefits of citizenship.

Well, today that has been transposed into the jet set, people who are able to retain property in this country, able to retain income, able to live in this country 120 days a year, able to establish residence in a country or region that will allow them not to pay taxes, enjoy the prosperity of all of the wealth that they have accumulated in the United States of America as citizens, and renounce it at the same time, while we are asked to give more time to the Republican majority to craft...
has been run for the last several years with Rupert Murdoch and those people. They are going to ask him some other questions. They will ask him the people in my district, and we will talk about it. Speaker, I invite the Speaker to come No. 1 legislation, No. 1 bill. But I want to warn the Speaker that stonewalling going on here, you are not going to stonewall it, you are not going to proceed with the investigation, you are going to tell the American public, people in my district who I represent that you are above the rules of the House, and that the rules of the House do not apply to you.

QUESTIONS THE PEOPLE IN MISSOURI WILL ASK SPEAKER GINGRICH

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Missouri [Mr. VOLKMER] is recognized for 5 minutes.

Mr. VOLKMER. Mr. Speaker, yesterday evening at the conclusion of the debate on the term limits legislation proposed constitutional amendment, the Speaker, in addressing the House at the end of his remarks made a veiled threat to other Democratic Members that when the constitutional amendment failed that it would become the No. 1 issue in the 1996 elections. And that as a result of that he was going to come back and be in the majority in 1997, and that the term limits legislation would then become No. 1 legislation, No. 1 bill.

I accept the challenge from the Speaker. I invite the Speaker to come to my district, and we will talk about the term limits legislation.

But I want to warn the Speaker that when he comes the people in my district, as I travel my district, are going to ask him some other questions. They are going to ask him some questions about a little book deal that he has with Rupert Murdoch and those people.

Mr. Speaker, they are also going to ask you about GOPAC and how GOPAC has been run for the last several years and the use of official office expenses, clerical hire, and the workings of GOPAC. And also you are going to be asked, Mr. Speaker, about use of official staff in the writing of your first book, "Windows of Opportunity." In 1984.

You are going to be asked that, Mr. Speaker, because people now know as a result of an article in the Los Angeles Times on March 20, 1995, that your former staffers, the people who used to work for you, have told a reporter, Glenn F. Bunting and Alan C. Miller, staff writers for the Los Angeles Times, and these are their words, not mine, that in 1984 when the book was being written, the people who used to work for that book, "Windows of Opportunity," that the manuscript for that book was actually done in your official office by some of your official staff, on Government time, Government paying for it, and yet, you and your wife were paid thousands of dollars for writing of that book.

Mr. Speaker, they are going to also ask you about the statements by your former staff members that in 1989 that there was a cameoming of staff work on the course that you are teaching, or more recently, no longer teaching, but were teaching at the small college in Georgia and that work, preparation, et cetera, was being done, a lot of it was being done at your office, both here in Washington and in Georgia.

There are some of us that are in this House that are very concerned about the fact that the complaints and these allegations have been filed with the Ethics Committee and yet I believe in the 10 weeks I think the Ethics Committee has been in existence, the Ethics Committee has yet to act. And, in fact, the gentlewoman from Connecticut, who is the chairman of the Ethics Committee and also on this floor on January 4 when you were elected as Speaker, said that there may be some conflict of interest there, so I understand the gentlewoman says there will be not anything done, no action taken at all until after the Easter recess. I am familiar with the fact that the complaints and these allegations have been filed with the Ethics Committee and yet I believe in the 10 weeks I think the Ethics Committee has been in existence, the Ethics Committee has yet to act. And, in fact, the gentlewoman from Connecticut, who is the chairman of the Ethics Committee and also on this floor on January 4 when you were elected as Speaker, said that there may be some conflict of interest there, so I understand the gentlewoman says there will be not anything done, no action taken at all until after the Easter recess.

For one party, the Gingrich Republican Party in this House to be able to do the contract on America legislation in 100 days, and yet not even have preliminary meetings and decisions made as to whether or not these matters should be investigated and as to whether or not a special counsel should be appointed is beyond me. It just shows me, Mr. Speaker, that there is stonewalling going on here, you are going to stonewall it, you are not going to proceed with the investigation, you are going to tell the American public, people in my district who I represent that you are above the rules of the House, and that the rules of the House do not apply to you.

FEDERAL RETIREMENT AND PENSION SYSTEM

The SPEAKER pro tempore. Under the Speaker's announced policy of January 4, 1995, the gentleman from Minnesota [Mr. GUTKNECHT] is recognized for 60 minutes as the designee of the majority leader.

Mr. GUTKNECHT. Mr. Speaker, I want to speak for a little time this afternoon about some issues. I am going to be sharing time later with some of my freshman colleagues but I would like to indulge my colleagues for just a moment on some personal business to say a special congratulations.

CONGRATULATIONS TO ROCHESTER MAYO AND ROCHESTER LOURDES HIGH SCHOOL GIRLS' BASKETBALL TEAMS

Mr. Speaker, I'd like to congratulate the outstanding high school girls' basketball teams from my home city of Rochester, MN. Last Saturday, the teams from Rochester Mayo and Rochester Lourdes won the Minnesota State basketball titles for class double-A and class A schools, respectively. Never before in Minnesota's history have two teams from the same city won State titles in the same year. Coach Bob Brooks of Rochester Mayo and Coach Myron Glass of Rochester Lourdes deserve the highest recognition for their service and leadership. Someone once said, "Sports do not build character, they reveal it." This is certainly true of the girls of Rochester Mayo and Lourdes, who represented their schools and their city with distinction at the State tournament.

Mr. Speaker, I hope that you and my colleagues here today will share my heartfelt congratulations to these two great examples of American young women in pursuit of excellence.

I include for the Record the names of the team players, as follows:

ROCHESTER MAYO HIGH SCHOOL
Kelly Miller, Coco Miller, Laura Paukert, Kelly Hall, Vicky Ringenberg, Jessi Kruger, Nancy Spelsberg, Kjersten Kramer, Elissa Cookman, and Erin Fawcett.

ROCHESTER LOURDES HIGH SCHOOL
Marie Wiater, Missy Sheehan, Rachel Horgen, Katie Shea, Courtney Benda, Laura Rogness, Bridget Garry, J ohanne Letendre, Marrie Bowen, and Evie Fyers.
Danielle Bird, Katie Griffin, Denise Kruse, Kelly Schwanke, Lisa Graf, Manager Chantal Beaulieu, Manager Brita Johnson, Manager Sara Sherman, Manager Vanessa Woodcock, Assistant Coach Mike Fautsch, and Coach Myron Glass.

□ 1530

GENERAL LEAVE

Mr. GUTKNECHT. Mr. Speaker, I ask unanimous consent that all Members may have 5 legislative days in which to revise and extend their remarks on the subjects of my special order this evening.

The SPEAKER pro tempore (Mr. Fox of Pennsylvania.) Is there objection to the request of the gentleman from Minnesota?

There was no objection.
Mr. GUTKNECHT. Mr. Speaker, I think it is appropriate that, as a freshman, the gentleman from Arizona [Mr. SHADEGG] and the gentleman from New Hampshire, also a freshman, are here to talk a little bit about some of the problems confronting our government.

Mr. Speaker, last year in the November campaign of us talked about the fiscal problems confronting the Federal Government. As a matter of fact, I remember talking to my constituents and saying directly that there is time to turn this country around but there is not much time.

Since last fall or since the last election in the last 3 months, I have recognized that those words were even more true than I thought. As a matter of fact, as we began to look at the problems we face relative to the national deficit, relative to the various Federal trust funds, as a matter of fact, I have learned in the last several weeks when we had a debate earlier about the balanced budget amendment and people talked about the Social Security trust fund and how we had to preserve the integrity of Social Security trust fund; but the unvarnished truth is if you take the Social Security trust fund and look inside it, what you will find essentially is IOU's from the Federal Government.

In fact, I am told now there is something like 160 different trust funds and essentially in each of those trust funds you will find exactly the same thing: IOU's from the Federal Government.

I would like to show some charts we have made. I will go to the one on the national debt itself. This chart indicates just how serious the problems that this government and ultimately our people confront.

Now, this first chart I want to show, and I think it is important for the American people to understand exactly where we are right now and where we are going.

Now, the numbers that you see on the chart are from the Clinton administration themselves. What they show is that the national debt today is $4.6 trillion. That is in 1994.

Now, using their own numbers and their own budgets, they are projecting that the national debt will be $5.3 trillion in 1996, $5.6 trillion in 1997, and it continues to increase to $6.7 trillion by the year 2000.

Mr. Speaker, we said it before, but I think it bears repeating, we are literally mortgaging our children's future, and I think we know they will not be able to make the payments.

Now, the next chart shows the year 2001, if we do not get control of our national debt, if we do not stop spending more than we take in. As a matter of fact, if you think this year if you take the on-budget items and put them together, it is $199 billion. If you divide it by the number of days, hours, minutes, and the number of seconds, it works out, if my calculator is correct, to $9,195.84. That is how much this government will spend each second more than it takes in. That is how serious this problem is.

You can see by the second chart, if we do nothing by the year 2001—again, these are not our numbers, they have either come from OMB or Congressional Research Service—if we do nothing by the year 2001, the Medicare plan, the Medicaid plan, if you will, will be insolvent. If we do not take action by the year 2012, we will only be able to pay for interest and entitlements. If we continue to delay action, by the year 2015 the Social Security disability income program will be insolvent.

Worst of all, if we take no action by year 2029, the Social Security fund itself will be out of funds.

That gives you some idea of how serious those problems are.

Now, on the next chart we want to talk a little bit about this item: The principal thing we want to talk about is the Federal pension plan. Let me say from the outset, Mr. Speaker and Members, we are not here today to blame the Federal employees. As a matter of fact, as freshmen, we start with this whole issue with clean hands. But I think the American people and even the Federal employees need to understand how serious the problem is.

Currently, the Federal Treasury is spending $19.8 billion per year just to fund the pension promises of previous Congresses. It works out to $1.6 billion per month, or $553 million per day. Mr. Speaker, this is a serious problem.

I became interested because in my time that I spent in the Minnesota Legislature, I had an opportunity to serve on the pension commission. I do not think there is anything worse than promising pension benefits and then refusing to fund them. I think it is the most hollow of all promises and, in fact, the cruellest of hoaxes.

With that, Mr. Speaker, I yield to my colleague, the gentleman from the State of New Hampshire [Mr. Bass].

Mr. BASS. I thank the gentleman for yielding to me.

Mr. Speaker, I appreciate this opportunity to demonstrate, in effect, what term limits is all about, by working example. we have here a group of freshmen, some of us have experience in working in retirement systems in our own home States, others of us have experience in other areas relating to pension system either in our business or elsewhere.

But we come to Washington with a certain set of principles and understandings about finances and how financial retirement systems are supposed to work.

As a freshman member of the Committee on Government Reform and Oversight, I was proud to be appointed the vice chairman of the Civil Service Committee. One of the first issues we took up in the course of these duties was to look at the Federal retirement system. As my able colleague from Minnesota so perceptively stated, we have a serious financial problem in this country. But what we have also is a hidden problem, and a very serious hidden problem, in our Federal retirees' pension program.

As the gentleman from Minnesota pointed out a minute or two ago, this Federal retirees' pension program is losing, or the Federal Government is shelling out on a monthly basis $1.6 billion. That is cash being shelled out to pay for Federal retirees.

As the gentleman from Minnesota mentioned, this is not to say or to cast aspersions upon any Federal retiree. What we say as freshmen is that something went wrong in this Congress when we were planning for the Federal retirement system, how to run it, and how to make sure that it is a system that would run $540 billion in deficit and be able to say it works correctly. This is Washington mentality, that is inside the beltway mentality; $19.8 billion a year is 10 percent of our entire operating deficit in this one program alone.

Ladies and gentleman, I think we have to look at this program, we have to look at it now. It is not easy working on Federal retirees' pension, Social Security, and so forth, because you are affecting good people who put in years of service to their country and deserve a fair pension. But if we do nothing about this, we are going to be talking about significant increases in Federal liability over the coming months.

The Committee on Government Reform and Oversight has proposed, its Subcommittee on Civil Service, one part of the solution is raising the employee contributions to this program across the board by 25 percent over a period of 3 years that would have raised approximately $11.5 billion over 5 years.

Bear in mind that we are talking about over $100 billion deficit, probably more than that over 5 years, but we are trying. There has been a lot of controversy associated with this piece of legislation. But we need to understand, whether you are a Federal employee, whether you are a citizen of this country, or whether you are a member of Congress, that the time has come for us to make priorities and make rational financial decisions about systems in the U.S. Government that are out of whack. This is certainly one of the worst.

I might make a couple of references here. Of the $5 trillion annual budget that this Government operates, 10 percent of it, or $500 billion a year, goes into Federal salaries and benefits.

Now the Federal employees, if we can take a look at another chart here,
Mr. SHADEGG. Mr. Speaker, I compliment the gentleman from Minnesota and his colleagues from New Hampshire and Florida for bringing this matter to the attention of the American people. It is indeed a serious problem.

Unfortunately, we must take the situation at face value. If we are going to establish in your business plan, we would have to come up with a formula, 50±50, to fund this system, the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—Mr. Speaker, I am sorry, by 2010, and to a whopping $1 trillion in cash today. If we applied the ERISA standards to the Federal pension plan, we would have to come up with $1 trillion in cash. We cannot do that.

This chart which my colleague from New Hampshire mentioned and my colleague from Minnesota discussed in a little detail I think is precisely what is going on, where at one point it was a 50-50 mix of employee and employer contributions, it now has grown to what you see. If you follow the path of this chart, you will see that the darker blue color at the bottom is the employee contribution. For about the next 35 years it stands at a fairly constant level, at about $4 to $5 billion a year, but the drama of the chart, what is so shocking in the chart, is the red, and that is the proportion paid out of the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—I am sorry, by 2030, and to a whopping $1 trillion if we allow the system to go without correction to the year 2030. What that means is that we have got a serious taxpayer fallout.

Who pays the burden? Right now the other chart shows it. Last year alone, to fund this system, the Federal Treasury had to come up with, and this Congress had to appropriate, an additional $145 billion to help us make these corrections and adjustments. Last year alone, the Federal Treasury had to appropriate $145 billion to help us make these corrections and adjustments. But again, this is not a fault exercise. It clearly is not the fault of Federal employees. If it is the fault of anyone, it is the fault of prior Congresses that we are in this situation. But again, this is not a fault exercise but rather an exercise in determining what America needs to do now, indeed what the Congress needs to do now about this big problem.

Mr. Speaker, I would like to reiterate what my colleague from Minnesota said. There is something great or wonderful about having to deal with these difficult problems. Nobody is made popular by this.

But as freshmen, we Members of Congress feel that the time has come for the rubber to hit the road and for us to get to work in solving these problems.

I think there is a misplaced decimal point in the number I added to the bill—Mr. SHADEGG. Mr. Speaker, I thank the gentleman for his comments. I wonder if we can talk for a minute about this graph because I was never particularly good in math. But you can see the geometric progression here. If we do not get control of this program soon, it is going to get just completely out of control. That is one of the things that concerns me.

We can again come to this whole issue with clean hands as freshmen Members of the Congress. But I say to you previous Congresses just made promises which are going to be next to impossible for us to keep in the future. I want to correct the record because I think there was some misplaced decimal point in this particular chart. At the bottom it should be 53.3. There should be a decimal behind the first 3. It should be 53.3, not 533.

Now, while that does change the nature of the numbers, it does not change the nature of the problem. I yield to our distinguished colleague, the gentleman from Arizona [Mr. SHADEGG].

Mr. SHADEGG. The gentleman from Minnesota discussed in a little detail I think precisely what is going on, where at one point it was a 50-50 mix of employee and employer contributions, it now has grown to what you see. If you follow the path of this chart, you will see that the darker blue color at the bottom is the employee contribution. For about the next 35 years it stands at a fairly constant level, at about $4 to $5 billion a year, but the drama of the chart, what is so shocking in the chart, is the red, and that is the proportion paid out of the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—I am sorry, by 2030, and to a whopping $1 trillion in cash today. If we applied the ERISA standards to the Federal pension plan, we would have to come up with $1 trillion in cash. We cannot do that.

This chart which my colleague from New Hampshire mentioned and my colleague from Minnesota discussed in a little detail I think is precisely what is going on, where at one point it was a 50-50 mix of employee and employer contributions, it now has grown to what you see. If you follow the path of this chart, you will see that the darker blue color at the bottom is the employee contribution. For about the next 35 years it stands at a fairly constant level, at about $4 to $5 billion a year, but the drama of the chart, what is so shocking in the chart, is the red, and that is the proportion paid out of the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—I am sorry, by 2030, and to a whopping $1 trillion in cash today. If we applied the ERISA standards to the Federal pension plan, we would have to come up with $1 trillion in cash. We cannot do that.

This chart which my colleague from New Hampshire mentioned and my colleague from Minnesota discussed in a little detail I think is precisely what is going on, where at one point it was a 50-50 mix of employee and employer contributions, it now has grown to what you see. If you follow the path of this chart, you will see that the darker blue color at the bottom is the employee contribution. For about the next 35 years it stands at a fairly constant level, at about $4 to $5 billion a year, but the drama of the chart, what is so shocking in the chart, is the red, and that is the proportion paid out of the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—I am sorry, by 2030, and to a whopping $1 trillion in cash today. If we applied the ERISA standards to the Federal pension plan, we would have to come up with $1 trillion in cash. We cannot do that.

This chart which my colleague from New Hampshire mentioned and my colleague from Minnesota discussed in a little detail I think is precisely what is going on, where at one point it was a 50-50 mix of employee and employer contributions, it now has grown to what you see. If you follow the path of this chart, you will see that the darker blue color at the bottom is the employee contribution. For about the next 35 years it stands at a fairly constant level, at about $4 to $5 billion a year, but the drama of the chart, what is so shocking in the chart, is the red, and that is the proportion paid out of the Federal Treasury, and let me just highlight those numbers for a minute. It grows from $42.9 billion in the year 2000, roughly $43 billion here, to $67.9 billion by 2010—I am sorry, by 2030, and to a whopping $1 trillion in cash today. If we applied the ERISA standards to the Federal pension plan, we would have to come up with $1 trillion in cash. We cannot do that.
$26 billion from the Treasury to supplement the employees contribution. We cannot do that.

Now let us do another comparison of private to public and get a similar idea of our pension plan at the Federal level versus what a typical one at the private sector would be. By any standard the pension plan we have established for Federal employees is a very generous one. Sadly it is one which these charts illustrate is going broke. In the private sector on average Federal pensions are smaller and not as generous.

Let me take one typical example. Typically private sector retirement age is 62, and if some employee chooses to take early retirement, they get a reduced pension. By comparison, in the Federal system the retirement age is not 62, but is rather 55, and although that is a significantly younger age than would be comparable in a good private sector plan, they get not a reduced pension at age 55, but a full unreduced pension at age 55.

But perhaps though a shocking comparison is the one between COLA’s at the Federal level and COLA’s for the private system. Federal pensioners, as I mentioned, have now gotten into a system where they receive, and have become dependent upon, annual, automatic COLA’s, and they are keyed to the Consumer Price Index at the rate of 100 percent; that is, the CPI dictates that the COLA is 100 percent of the Consumer Price Index. By contrast, in our committee, the Government Reform and Oversight Committee, we recently had testimony from a witness talking about the Dupont Corp.’s COLA’s and about their pension plan.

In the private sector that testimony established that COLA’s are given not automatically, but rather when called for. They are not given annually each year, and they are not given at a level of 100 percent of the Consumer Price Index. On average they are much closer to about 50 percent of the Consumer Price Index, and that is in generous plans that go well, and that does not even account that in many instances the private sector employers do not even provide a retirement plan.

The bottom line here is we have had 26 years of out of control Federal spending. The taxpayers cannot be responsible for irresponsible planning by the U.S. Congress. We cannot continue to defer our responsibilities to future generations. What we have got here ultimately is a moral problem, a moral problem of asking our children and our grandchildren to pick up the tab for our refusal to pay for what we have promised, and that is the bottom line.

No one is asking the Federal employees to share the burden of solving this entire problem. That would not be fair or responsible, but what we do need to do is to look beyond that and to look at a more reasonable balance between the funding of this system and the benefits which are provided, and every day that Congress fails to act in that way, every day that we continue to allow this kind of irresponsible pension plan to go on in the Federal retirement system, we are doing a disservice, a disservice not just to the taxpayers, but a disservice to the Federal employees who are going to rely and are relying on that. We cannot make changes which would dramatically affect those who are close to the age of retirement. We cannot ask them to pay more. We will end up with a system that can begin the process of bringing some sense of financial sanity or reason back to what is clearly a radically out of balance system, one which is improvidently funded and would be criminal were we to judge by the standards we apply to private employers.

I thank the gentleman.

Mr. SHADEGG. Mr. Speaker, I thank the gentleman from Arizona [Mr. SHADEGG], and I think the gentleman from New Hampshire had a question that he wanted to pose. I ask the gentleman from Arizona if he would stay there for a minute and have a little discussion.

Mr. BASS. Those of us who have been involved in the private sector, as we do have a pension plan of our own. That is the commitment that the gentleman made. Certainly Federal employees are good employees, and they do important jobs and do the work of the Government. But I heard you say, and I think you should repeat it, that most people who work for small businesses do not have any pensions at all. You have your IRA, you have whatever you can save, and you do not know whether you are going to have a job next Monday, let alone next year.

Mr. SHADEGG. I mean indeed that is, in fact, true, and it is not something that I think is a great attribute, but in point of fact only large employers in America provide pension plans. Many of them do not even do that. While we might all wish that the small employers of America, which make up the backbone of America, could establish this kind of plan, they simply cannot, and in those jobs, and in people working for small businesses across America, indeed, in at least in almost all cases, those employees are asked to be responsible and to look after their own retirement. They get Social Security, but they are expected to look beyond that and to fund it themselves.

We have done, and I think we should do, the responsible thing by Federal employees, to establish a system which assists them in this way, a system which is comparable, or should at least be comparable, to a private sector system, but we cannot promise them radically better than the private sector system especially if we do not fund it, and indeed we cannot fairly ask the taxpayers of America to fund a system which gives benefits way in excess of what ever does exist private sector employers provide.

Mr. BASS. Well, I am sure the gentleman from Arizona [Mr. SHADEGG] is aware of the fact that in the course of our committee hearings we heard sig-
rate into the future, we could see those numbers significantly worse in terms of total numbers than they are, and I think that is one of the real scary facts. If this is in constant dollars, how bad can things get if the inflation rate begins to pick up again into the future? And again, just to stress, this is not about punishing Federal employees. The mistakes have been made, but I think the Representative from Arizona made such a good point about ERISA.

You know we have very strict regulations on privately run pension plans, and you see an indication that whether there would be indictments I do not know, but there certainly should be an investigation if Congress had been covered by the ERISA laws over the last number of years in making these promises without telling them.

With that, Mr. Speaker, I would like to yield to the chairman of the Civil Service Subcommittee, the gentleman from Florida [Mr. MICA].

Mr. MICA. Mr. Speaker, I thank the gentleman from Minnesota [Mr. GUTKNECHT] for yielding, and I just want to make one comment to the Speaker and also to my colleagues in the House.

You know the regular order of business of the House of Representatives has concluded, and we are involved in special orders this afternoon. Some of the Members are already on their way to their families or back to their districts for the weekend.

I 1600
We concluded the normal business, but, you know, sometimes you get dismayed about the process here in Congress, and you see an indication that I want to commend the gentleman from Minnesota [Mr. GUTKNECHT], the gentleman from Arizona [Mr. SHADEGG], and the gentleman from New Hampshire [Mr. BASS], who serves as vice chairman of the Committee on House Administration to which I belong. These are three new Members of Congress, and my colleagues, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.

Now, this is not the juiciest issue to come before the Congress, and it does not have people clamoring in the rafters, but this shows you the caliber, not have people clamoring in the galleries, Mr. Speaker, and the American people can take heart that we have representatives like this that will stay in this place of government.
that has been ignored too long by this responsible thing. It is the type of action is. It is the right thing. It is the retributions. But I will tell you what it are going to increase employee con-

reasonable basis, it is now in the hands unfunded liability and the outflow on a poses the plan that you heard, again, progress or commitments that we should keep.

civil servants and deserve to see us this Nation well or who have worked as mitigation to people who have served the board and we limit increases. We do not do anything with COLAs we do it across the board and we do not cut COLAs. We do not cut our commitment to people who have served this Nation well or who have worked as civil servants and deserve to see us keep our commitment. We do not do anything that will harm these people or the prior commitments of prior Congresses or commitments that we should keep.

So that is what we have done. I propose the plan that you heard, again, that would help solve a little bit of the unfunded liability and the outflow on a reasonable basis, it is now in the hands of the Committee on the Budget. They are adapting, I hope, most of our proposal, but it is not an easy thing.

Politically, it is easy to ignore. No one wants to be disliked because they are going to increase employee contributions. But I will tell you what it is. It is the right thing. It is the responsible thing. It is the type of action that has been ignored too long by this Congress, whether it is in its entire budget or in this little microcosm, the retirement system.

So I urge my colleagues to act responsibly, to work in a bipartisan fashion. And the thing about this is, let me tell you that this is not the end of the story. There is more to this story, because we are going to still have to come back and address this unfunded liability.

It is my determination as Chairman of this Subcommittee on Civil Service to bring the fiscal house of this retirement fund in order. We will bring in actuarials. We will bring in other indicators in how the downsizing of the Federal Government which we ask OPM that they calculate it in that the President is recommending 272,000 cuts.

In fact, we took some of the funds out of the crime bill to fund the crime bill out of the budget, and we must cut those positions. We have not calculated in what the other body is saying, cutting half a million positions. We have not calculated in what the White House has proposed and the downsizing of the scope or other Members of Congress or even the freshmen Republican class has come up to abolish four or five agencies. They have not calculated in the equation of these additional cuts.

So this is where we are, and this is where we are going, and this is what we failed to do.

But, again, I want to commend each and every one of these new Members for coming forward, for organizing this special order, for setting in the record that the President what the situation is, what our commitment is, what we have proposed and what needs to be done.

So, with that, I commend the gentleman from Minnesota, Mr. GUTKNECHT, and the vice chair of the Subcommittee on Civil Service, Mr. Bass, for their action, for their commitment to getting the fiscal house of this Congress and this retirement fund in order.

Mr. GUTKNECHT. I congratulate the gentleman from Florida [Mr. MICA], because, as the gentleman said, this is not a particularly popular issue. We are really talking about some facts and figures that a lot of people do not want to hear and numbers and a program that has been swept under the rug for so long.

In fact, when I went into the first meeting and was briefed on what was happening with the Federal pension plan, having served on the State pension commission back in Minnesota, I was alarmed. And then when I went into the committee room I was angry.

I will tell you why. Because, first of all, I was alarmed to see how big the problem was and how the Congress in the past has just swept all of this under the rug. And I was angered because it was clear to me when we went into that committee room that this issue was going to be a partisan issue. I think that is unfair to the taxpayers, and I think it is unfair to the Federal employees.

So that was my proposal. That is what we have done. I propose the plan that you heard, again, that would help solve a little bit of the unfunded liability and the outflow on a reasonable basis, it is now in the hands of the Committee on the Budget. They are adapting, I hope, most of our proposal, but it is not an easy thing.

Politically, it is easy to ignore. No one wants to be disliked because they are going to increase employee contributions. But I will tell you what it is. It is the right thing. It is the responsible thing. It is the type of action that has been ignored too long by this Congress, whether it is in its entire budget or in this little microcosm, the retirement system.

So I urge my colleagues to act responsibly, to work in a bipartisan fashion. And the thing about this is, let me tell you that this is not the end of the story. There is more to this story, because we are going to still have to come back and address this unfunded liability.

It is my determination as Chairman of this Subcommittee on Civil Service to bring the fiscal house of this retirement fund in order. We will bring in actuarials. We will bring in other indicators in how the downsizing of the Federal Government which we ask OPM that they calculate it in that the President is recommending 272,000 cuts.

In fact, we took some of the funds out of the crime bill to fund the crime bill out of the budget, and we must cut those positions. We have not calculated in what the other body is saying, cutting half a million positions. We have not calculated in what the White House has proposed and the downsizing of the scope or other Members of Congress or even the freshmen Republican class has come up to abolish four or five agencies. They have not calculated in the equation of these additional cuts.

So this is where we are, and this is where we are going, and this is what we failed to do.

But, again, I want to commend each and every one of these new Members for coming forward, for organizing this special order, for setting in the record that the President what the situation is, what our commitment is, what we have proposed and what needs to be done.

So, with that, I commend the gentleman from Minnesota, Mr. GUTKNECHT, and the vice chair of the Subcommittee on Civil Service, Mr. Bass, for their action, for their commitment to getting the fiscal house of this Congress and this retirement fund in order.

Mr. GUTKNECHT. I congratulate the gentleman from Florida [Mr. MICA], because, as the gentleman said, this is not a particularly popular issue. We are really talking about some facts and figures that a lot of people do not want to hear and numbers and a program that has been swept under the rug for so long.

In fact, when I went into the first meeting and was briefed on what was happening with the Federal pension plan, having served on the State pension commission back in Minnesota, I was alarmed. And then when I went into the committee room I was angry.

I will tell you why. Because, first of all, I was alarmed to see how big the problem was and how the Congress in the past has just swept all of this under the rug. And I was angered because it was clear to me when we went into that committee room that this issue was going to be a partisan issue. I think that is unfair to the taxpayers, and I think it is unfair to the Federal employees.

The way we dealt with pension policy back in Minnesota was with a bipartisan from the house and Senate, a bipartisan pension commission. I hope that one day perhaps we can look at that for here at the U.S. House of Representatives, the U.S. Senate, some kind of a bipartisan group that can meet together, do work, come up with some long-term strategy, and put these programs on a long-term fiscal solvency basis. Because I think what we have been doing or what has been done in the past is wrong.

Mr. MICA. Will the gentleman yield? Mr. GUTKNECHT. Absolutely.

Mr. MICA. Well, you know, again, I think that we need to approach this on a bipartisan basis, that we need a resolution to this, that I do not like the other side or anyone going and telling employees that we are going to do things that we are not going to do to them.

Instead, they should be transmitting information that we have a problem that we need to deal with, doing it, as chairman of this Subcommittee, and with this responsibility, as I know the gentleman from New Hampshire, [Mr. BASS] extends the same invitation to meet with any groups at any time if they have a better solution, if they have a better way of working. It will go away. However, we cannot be in a state of denial. We cannot say this does not exist. We cannot ignore this and say it will go away. We have to act responsibly.

The Congress might add also that I saw something from one of the Postal Supervisors group that spoke in opposition to what we are doing. We do not even affect the postal system. They are taken out, and they do have, since they have changed their status, they have created a responsible system, a responsible contribution. They are not affected. Their 800,000, 900,000 postal employees are not affected. We are not proposing any change there. This is only current Federal employees.

Mr. Speaker, again, this has not been changed since 1972. It is not like they have been hit every year on this. I know they have taken some other reductions, and it may not be fair, but the alternatives, I submit, are not very tasteful.

Mr. BASS. Mr. Speaker, if the gentleman will continue to yield, as we well know, on the Committee on Post Office and Civil Service we listened to a number of days of testimony, mostly from Federal retirement groups. It is amazing to me that we are not in a position and we are not willing at this point to all get together, retirees, Federal employees, and Members of Congress, to address these issues together.

We are not going to call a system that taxes the Federal Government on a monthly basis to the tune of $16 billion, we are not going to say that that system is fixed. We have to work together, Federal employees, everybody who receives a retirement check, and
those of us who are concerned about this program, because one day, as we say from those charts, when the cost of this program reaches $10 billion a year, Uncle Sam just is not going to be there to pay it. Who is going to pay the price for that in the end? It is going to be all of us. It is going to be the Federal employees, Federal retirees and those who are entering the work force now. They are going to be the ones that will not get a retirement check, because we will not have the money to pay for it.

Mr. Speaker, I want to commend the chairman of the Committee on Civil Service for taking on this issue. It is a difficult issue. I'm sure we all have both retirees and Federal employees in our districts who do not like to hear this kind of thing. However, believe me, we are working for the future of each and every person who is paying into the system now and who will benefit from it in the future.

Mr. ZELIFF. Mr. Speaker, will the gentleman yield?

Mr. GUTKNECHT. I yield to the gentleman from New Hampshire.

Mr. ZELIFF. Mr. Speaker, I thank my colleague from New Hampshire, as well as my colleague from Rochester, MN. What a great thing it is to be working with the gentleman from New Hampshire, and with the good work you are doing on the Committee on the Budget.

As a businessman, a former businessman that has been involved for the last 35 years of my life, Mr. Speaker, not only with the DuPont Co., running the Xerox antifreeze business, but in our own small business, a country inn up in the White Mountains, I would like to say, Mr. Speaker, when we look at government and we look at this monster, we look at things like the fact that we are $4.7 trillion in debt, we are going to add another $1 trillion to our debt over the next 5 years. We look at the fact that the interest on the debt is roughly 16 percent of the total available resources. Sixteen percent, as a business guy, I could not carry that with my business.

If we look at the fact that in the year 2003 Medicare is going to go broke, in the year 2029 Social Security is going to go broke, in the year 2012 we are only going to have enough money to pay for the interest on the debt and the cost of entitlements, the red lights are going off all over the place. From a business point of view, we have to say "Whoa, what are we going to do about it?"

What we are going to do about it, we are going to stop the hemorrhaging, stop the bleeding. One of the ways to stop the bleeding is, hey, why should we have, if we are going to be a citizen form of government, we are going to be down here, voted for limited terms, for the 12-year version, as you all have, as 83 percent of the Republicans voted for, versus 83 percent of the other side voted against—we have to take out as much money out in our pensions. Maybe we should not have any pensions at all.

Last November, the gentleman from North Carolina, Howard Coble, four of us, that said "Let's forgive our pension. Let us not take a pension." That is a good way to start. Let us lead by example. You know, how can we possibly justify having a special pension on Mr. Speaker, or ourself, for eight or ten years, get that back in line to start with, to lead by example, and then we have to go with the Federal retirement system that is costing $1.5 billion a month, $19 billion a year. That is real hemorrhaging.

What we can start out with, Mr. Speaker, is we can at least start out with, instead of the best 3 years, go to the best 5 years. We can start adding a little bit more, whether we get to the whole $19 billion or not. We can at least make an effort to get started.

Mr. Speaker, this is one great place. Last year I started a little concept called A to Z. The gentleman will remember that. That is what we asked for. We asked for 10 days to do nothing but cut spending, to do it in front of the whole world to watch and judge us, as we did our work.

Let us take a look at some 1,200 programs. Let us get rid of those programs that do not work. Let us keep the programs that do work. This is one program we have to get back on track.

I applaud all of you. I'm sorry I was detained at another meeting. I applaud you, Mr. Chairman, for the work, the hard work, that you have done on this thing. We look forward to the debate as it now moves forward. Hopefully we are going to be able to do some very solid pension reform.

Again, it has to start with us first. We have to lead by example. We have to cut ours and make ours more in line with what everybody else out there is dealing with.

Mr. BASS. If the gentleman will continue to yield, Mr. Speaker, of course you know, coming from the frugal State of New Hampshire, that we have a constitutional amendment that prohibits our State employees retirement system from operating with any unfunded liability whatsoever. It is not a law, it is a constitutional amendment. We also have an independent board that governs the employer-employee contribution, the investment policies and so forth, of our State retiree system, and the result has been that we have never had a problem that even approaches—we never had any problem with an unfunded liability.

$1.6 billion a month, as the gentleman from New Hampshire well knows, is just about what the State of New Hampshire receives from the Federal Government in an entire year for every service that the State gets: Medicaid, food stamps, highway and bridge repair, everything. Yet this program, this Federal retirement program, is costing the taxpayers of this country more in a month than our home State of New Hampshire gets in a whole year from the Federal Government.

Mr. MICA. Mr. Speaker, will the gentleman yield?

Mr. GUTKNECHT. I think our time is about up, Mr. Speaker. I just want to say a few words. First of all, I want to thank the gentleman from New Hampshire, Mr. Zeliff, and Mr. Bass, and the gentleman from Arizona, Mr. Shadegg, for joining me today.

I would just say that I could have been on a plane on my way home right now, but I think this issue is so important. I think it is one of all the problems we have with Federal spending today. The old way that Washington did business was to just sweep all of this under the rug and pretend that it did not exist.

Last November, I think the American people sent a whole new group of people here to Washington who would change the way Washington does business. I am proud to be a part of that change. And, it would be much easier to ignore this problem, to sweep it under the rug, but I think the American people and the Federal employees deserve better, because as I said earlier, we have mortgaged the future, and our children are going to have a very difficult time making the payments with that.

Mr. Speaker, I'm going to yield for the last word to the chairman, the gentleman from Florida [Mr. Mica].

Mr. MICA. Again, I do want to thank again particularly the new Members, and also my colleague, the gentleman from New Hampshire [Mr. Zeliff], for their leadership on this issue; for coming forward, for taking time to address this.

This is not kind of the fun thing, it is not the fancy thing that will make the headlines, it is not the exciting issue, but it is the responsible issue. We came here, I think I came here—I have only been here 27 months, from the business community, to try to apply some business principles to what I saw here in Congress.

I think you have also set a standard for doing that in particularly the freshman class. Again, acting in a responsible manner to try to bring our fiscal house in order, we are not here to impose any penalty, any tax on our Federal employees, but we want to work with them in a cooperative effort to bring their house, their house into order, and the fiscal house of this Nation into order, because we can't continue to spend the way we are spending.

We can't continue to sweep these problems aside and ignore these problems. We've got to address these problems, face up to these problems, and look at sound solutions to resolve these problems.

I will tell you, I have sat on corporate boards, and in a corporate board, if these facts were brought before us it would not take us more than 15 minutes to make a decision on how
Social Security, of course, is off the table. There is no fund on hand, as the gentleman well knows, for Social Security, which is our largest unfunded liability, if you will, in certain senses. But I am disappointed, Mr. Speaker, that I was unable, given the timeframe, to participate in this debate. This is a good debate. This is a debate we ought to have. My friend, I understand, mentioned that earlier.

I am fully prepared to participate in that debate. What I am, however, concerned about is that a system that affects 2 million people is being rushed to judgment without giving the ability to get the votes in your committee.

The markup was adjourned. It now is before the Committee on Rules and included in your tax bill to pay for your tax cut.

1630

I regret that the time has expired, but I look forward to discussing with my colleagues this issue. It is an important issue.

I believe the facts will show that there is not the depth of the problem that I think my colleagues perceive and that there are ways and means to solving the problem, without getting large sums by putting a tax on existing Federal retirees, which averages about 10 percent in the coming 2 to 3 years.

I thank my colleague for yielding.

INTRODUCTION OF LEGISLATION TO RESTRICT FLIGHTS OVER CERTAIN AREAS OF HAWAII'S NATIONAL PARK SYSTEM

The SPEAKER pro tempore (Mr. Fox) of Pennsylvania. Under a previous order of the House, the gentleman from Hawaii [Mrs. Mink] is recognized for 5 minutes.

Mrs. MINK of Hawaii. Mr. Speaker, the air tour helicopter industry in the State of Hawaii has recently experienced tremendous growth in the last few years. At least 12 companies, including two in July 1994—both resulting in federal fatalities—have been issued permits by the FAA to conduct air tours over the Hawaiian Islands. This growth has been fueled by local entrepreneurialism and a growing sense of civic pride among our residents, visitors and natural resources.

It is indisputable that Hawaii's commercial air tour industry is an integral part of the State's economy. However, the industry must be required to improve its standards of safety and noise control for the good of the State's residents, visitors and natural resources.

I urge my colleagues to support and take swift action on my legislation.
Bob Johnson was to Texas State government what great teachers are to school children. He taught hundreds, perhaps thousands, of legislators, their staff members, and other State officials the importance of learning well, of studying hard, of playing by the rules, of keeping one’s word, of surviving defeat, and of winning gracefully.

Bob Johnson was a teacher, a counselor, and a friend. He was as honest and sincere in his advice to those with whom he disagreed as he was to those with whom he agreed—Democrats and Republicans, liberals and conservatives. And his advice was consistently excellent on matters of policy, procedure, and law. He was a pro.

He was patient beyond measure in counseling the young, whether they were staffers fresh from college or novice legislators. He valued loyalty and straightforwardness. Bob Johnson was big and tough. But he was both a gentleman and a gentle man.

When Bob Johnson retired from government service in 1980, only to be lured back in 1991 by his dear friend of 40 years, Lt. Gov. Bob Bullock, the Houston Chronicle reported:

No one could say of Bob Johnson that he sat on the sidelines and watched life go by. He may be one of the wailing testimonies to the Madison Avenue phrase that you only go around once in life, so grab for the gusto.

He’s a rodeo turner truck driver, turned football player turned professional rodeo cowboy turned legislator turned parliamentarian and legislative staff member and, soon, turned lawyer-lobbyist.

Not to mention farmer, rancher, hunter and all around gusto-grabber.

Governor Bullock and others with whom he served in the Texas Legislature from 1957 to 1963 called him Brother. And he was a brother to so many in every sense. Many of us who met him later looked upon him as a father-figure and mentor. Some called him Big Daddy.

Even today, as he is laid to rest in the Texas State Cemetery beside some of the most renowned figures in Texas history, it is hard not to smile when I think of Bob Johnson lumbering over to me in the House Chamber, throwing an arm around my shoulder, chiding me gently or encouraging me in just the right way with caring charm and good natured wit.

Bob Johnson’s name is not a name that is known to most Americans or even most Texans, but he has certainly earned a place in our history and in our hearts.

He was universally loved and respected. I will never forget him or that he taught and prodded me to do better in my job.

For almost 40 years, Bob Johnson was a fixture in the Texas Capitol. He fit especially well in that colossal building, symbolic of our expansive State, both of which he deeply loved. He was a giant, large in stature and huge in his contributions to his State and to those entrusted with making it work for the people.

Mr. HOYER. Mr. Speaker, will the gentleman from Texas yield?

Mr. BRYANT of Texas. I yield to the gentleman from Maryland.

Mr. HOYER. Mr. Speaker, I thank the gentleman for yielding.

Mr. Speaker, I share his regret and appreciate the gentleman’s remarks. I appreciate him giving me the minute left.

For 1 minute, let me say that the issue of Federal employees’ pension program with less than 2 days of hearings, a markup that was scheduled on the 3d or 4th or 5th day after the 2d day of hearings. That markup was adjourned without resolution and without any motions with reference to this. It has now gone directly to the Rules Committee in the Republican’s tax package for the purposes of paying, as said by the chairman of the Committee on the Budget, Mr. Kasich, $11 billion of the bill to cut taxes on wealthier Americans.

Now, the fact of the matter is what it does is it increases the taxes on average Americans who are Federal employees by approximately 10 percent. That is not fair.

Furthermore, it is my understanding the gentleman from Florida, the chairman of the committee, who is my friend and who has talked to me about this, wants to consider this matter in a responsible fashion.

I take him at his word. We ought to not have this in the tax package. We ought to take it out of the tax package. It is not necessary to fund the tax bill, and we ought to have hearings on the issue before we ought to cram the facts on it. We ought to see who is correct, and then we ought to dispose of this issue.

I am not afraid, as an advocate of Federal employees, to look at the facts, to analyze the facts, and to argue what we ought to do to be fiscally responsible. But what I am an opponent of is rushing this to judgment which I think is very unfair, unwise, bad policy, and certainly is going to undermine the gentleman from Florida and the promise that we have to our Federal employees.

I understand the gentleman from Florida said that he did not want to undermine those who had given service to the Government. These folks have. To act in this precipitious fashion, in my opinion, respectfully to the gentleman from Florida, does in fact undermine our relationship to our employees. I would hope that we do not take this.

I thank the gentleman from Texas for yielding the time.

Mr. BRYANT of Texas. Mr. Speaker, I yield back the balance of my time.
They came across the DMZ. They were smashed back, but it was a precursor for the roll-up of the whole of South Vietnam that started 20 years ago this month and ended with the fall in the adjoining country of Phnom Penh, which at the time had a U.N. seat, still does, the fall of Phnom Penh was the 20th anniversary of our Paul Revere Ride to freedom on the 17th of April. Phnom Penh, Cambodia, fell with great loss of life, and the killing fields and the Khmer Rouge communist holocaust began.

Vietnam entered 20 years ago on the 30th of April. That 20th anniversary is coming up. The next day, we have the tragic vote in this Chamber. It was a year and a half before I got here or I would have weighed in on the debate. We turned our back on the evacuation money to save those people in South Vietnam who were not corrupt and that was the majority who didn't understand what communism was and what freedom was.

So San Francisco continues to insist the 48,000 plus names on the wall, 47,600 that died in combat, and as one of the soldiers of that war, the best goes on. As a matter of fact, that was Congressman Sonny Bono's written song.

Then there are two other items on front page stories in the great Washington Times yesterday and today, to illustrate this point, this, Mr. Speaker, and the 1.3 million people watching this Chamber on C-SPAN.

Yesterday in a breakthrough story, it was uncovered that the training programs for Federal employees on AIDS were really a masking of pro-homosexual programs.

I will submit those two headlines and I will also submit an AP story, Mr. Speaker, on what I had predicted night before last, that the Pope's encyclical called Evangelium Vitae, the Gospel of Life, is as powerful as I thought. It is the hammer coming down on politicians who think they can escape voting conscience on all issues that involve abortion, euthanasia or this Frankensteinisting of embryos, and fetal experimentation.

The articles referred to are as follows:

1. From the Washington Times, March 30, 1995

2. Classes on AIDS Under Fire—Hill Probe Subcomittee on Personnel

At least two congressional plans panel to investigate the Clinton administration's mandatory AIDS education for federal employees in light of reports that the curriculum promotes the homosexual lifestyle.

Rep. Robert K. Dornan, California Republican and chairman of the House National Security subcommittee on personnel, said he will hold hearings later this year.

"I'm going to go on the House floor to beg federal workers of courage to come to me anonymously and help me build a case file," Mr. Dornan said. "It's not AIDS education. It is advancing the homosexual agenda. The homosexual has cleverly used a venereal disease, and they used it brilliantly to their advantage to promote the homosexual cause."

The House Government Reform and Oversight subcommittee on civil service has begun a preliminary inquiry, a staffer said.

"There are things that are longer, just as mandatory training and have nothing to do with AIDS in the workplace," the staffer said.

Mr. House Speaker Newt Gingrich of Georgia may take a look at the program after the "Contract with America" is completed, said his spokesman, Tony Blankley.

"It sounds like the typical nonsense things that liberals do," Mr. Blankley said.

But the White House defended the program, which was targeted to reach 2 million federal employees and is due to end in the coming days. President Clinton signed an executive order creating the program in September 1993.

"It went very well and was very positively received," said Joe Mohr, a spokesman for the White House National AIDS Policy office, which coordinated the far-reaching network of "training-the-trainer" sessions and education.

"There's been very good feedback from employees. We're very pleased."

He said he could not defend the conduct of every trainer but believes the education will be effective in preventing AIDS.

Mr. Sorian said there is no program cost for the "Federal Workplace AIDS Education Initiative" because the training was bankrolled from each department's existing budget for worker education.

Conservative groups have criticized the initiative as "pro-gay." The Washington Times yesterday published excerpts from government training manuals that tell instructors to break down any resistance to the teaching based on religious beliefs.

The documents portray people opposed to condom distribution in schools as "partisans." They tell teachers to use nonjudgmental words such as "sex partners" instead of "husband and wife," a spokesman for the White House National AIDS Policy office, which coordinated the far-reaching network of "training-the-trainer" sessions and education.

"There's been very good feedback from employees. We're very pleased."

Mr. Blankley said.

He said he could not defend the conduct of every trainer but believes the education will be effective in preventing AIDS.

Mr. Sorian said there is no program cost for the "Federal Workplace AIDS Education Initiative" because the training was bankrolled from each department's existing budget for worker education.

Conservative groups have criticized the initiative as "pro-gay." The Washington Times yesterday published excerpts from government training manuals that tell instructors to break down any resistance to the teaching based on religious beliefs.

The documents portray people opposed to condom distribution in schools as "partisans." They tell teachers to use nonjudgmental words such as "sex partners" instead of "husband and wife," a spokesman for the White House National AIDS Policy office, which coordinated the far-reaching network of "training-the-trainer" sessions and education.

"There's been very good feedback from employees. We're very pleased."

Mr. Blankley said.

Another worker said her instructor told participants it was likely that their grandparents had engaged in anal sex as a form of birth control.

Concerned Women for America, with 60,000 members nationwide, is urging the Republican-controlled Congress to investigate the program.

"This initiative has provided to be a little more than a thinly veiled effort at re-educating and reorienting people's views and values," the group said.

Grace Paranzino, a nurse with the U.S. Public Health Service who has conducted federal AIDS training in Pennsylvania, said come trainers do devote too much of the discussion to homosexual sex practices. She said she avoids going over the line.

"We strictly discuss AIDS transmission, prevention and risk reduction as well as federal workplace policy as they relate to HIV.
and AIDS," she said. "You must also keep in mind when we talk about HIV and AIDS, it is a sexually transmitted disease, and therefore you cannot ignore it is sexually transmitted."

**Abortion, Euthanasia, Embryo Experiments Always Immoral** *(By Frances D’Emilio)*

**Vatican City.—** Ruling out dissent, Pope John Paul II delivered the Catholic Church’s most forceful condemnation of abortion, euthanasia and experimentation on human embryos.

The pope, in an encyclical released today, condemned what he called a spreading "culture of rejection" that sets the stage on death penalty, saying its justification is "very rare," if not "practically non-existent.

Cardinal Joseph Ratzinger, the Vatican’s guardian of orthodoxy, said the encyclical goes beyond the 1992 revision of the Catechism in hardening the stance against capital punishment.

As for abortion and euthanasia, encyclical is not a pronouncement of new doctrine, because the Church already condemned those practices, Cardinal Alfonso Lopez Trujillo noted, but an important "systematic defense, broader and stronger," of the fundamental right to life.

In "Evangelium Vitae," or "Gospel of Life," the 11th encyclical of his 16-year papacy, John Paul also restated the Vatican’s ban on birth control. He noted he was well aware of the assertion that "contraception, if made safe and available to all, is the most effective remedy against abortion."

But he said a "contraceptive mentality" could lead to "abortionism." Indeed, the pro-abortion culture is especially strong precisely where the Church’s teaching on contraception is rejected, the pope said, in a possible reference to liberal wings of the Catholic Church, such as in western Europe or in the United States.

John Paul, addressing himself to politicians, declared that abortion and euthanasia are "crimes which no human law can claim to legitimize."

However, he said it was permissible for lawmakers to back legislation allowing abortion under restrictions if the alternative was letting a law stand that was even more liberal.

Cardinal Adam Maida of the Archdiocese of Detroit praised the document and called on U.S. lawmakers and voters "to work together to develop legislation" with "a new moral vision." Opposition to abortion is surely the most serious criterion in making political judgments," Maida said.

The pope expressed understanding for women who live through the often "painful and even shattering" experience of abortion. But he emphasized, "however ambiguous and tragic," justifies abortion—including a woman’s "desire to protect certain important values such as her own health or a decent standard of living" for the rest of her family. "I declare that direct abortion, that is, abortion will be, and as a means, always constitutes a grave moral disorder since it involves the deliberate killing of an innocent human being," the pope wrote in the Church’s strongest expression yet on the practice.

He affirmed the Holy See’s penalty of automatic excommunication for anyone "who actually procures an abortion."

But he appeared intent on injecting a note of moderation in his all-harsh pronouncement, offering a "special word to women who have had an abortion."

"Certainly what has happened was and remains terribly wrong," the pope wrote. "But do not give in to discouragement and do not lose hope."

He extended "moral condemnation" to "procedures aiming human embryos and fetuses—sometimes specifically produced for this purpose by in vitro fertilization—either to be used as biological material for organ or tissue for transplants in the treatment of certain diseases."

But he did say that prenatal diagnostic techniques, including amniocentesis, which carry a risk for the fetus or mother, are allowed as medical measures to help the unborn, or to allow the mother "a serene and informed conscience." The pope reiterated Church teaching that the dying or their families can forego extraordinary means "will death is clearly imminent and inevitable."

The pope praised movements "in defense of life" that "act resolutely, but without resorting to violence." He did not specifically address the anti-abortion advocates who have killed doctors involved in abortion. Encyclicals address matters are reserved for the most important papal declarations.

**Federal Employee Pension System**

The Speaker pro tempore (Mr. Fox of Pennsylvania) said the Speaker’s announced policy of January 4, 1995, the gentleman from Maryland [Mr. HOYER] is recognized for 60 minutes as the designee of the minority leader.

Mr. HOYER. Mr. Speaker, as the gentleman from Florida (Mr. Mica), the chairman of the Civil Service Subcommittee, which he discussed on the floor today, were first raised.

Those two questions include, first, the unfunded liability that is alleged to go on in the Civil Service Retirement System. For those who may not be fully familiar, Federal employees have effectively two retirement systems, one for those employees who were hired prior to January 1, 1984, and those who were hired subsequent to 1984.

The Federal Employee Retirement System, known as FERS, is available to all employees, but is mandatory for those who came on board after January 1, 1984. It is a system that everybody agrees is fully funded. It is a system which for the first time incorporated Social Security within the retirement scheme for Federal employees as well as a thrift savings plan. So the employees since January 1, 1984, essentially have a defined benefit: the Federal Employment Retirement System itself, the Thrift Savings Plan to which employees and their employer contribute, and Social Security.

The second question that has been raised was the question: Is the system now insolvent or will it become insolvent in the future? The answer to both these questions is no. That is critically important because that answer leads to the conclusion that there is not the necessity to act precipitously on this issue.

In point of fact, the Republicans are acting precipitously, and notwithstanding the fact that the committee of jurisdiction, the committee formerly known as the Committee on Government Operations, had hearings on this issue, the gentleman from Florida, and considered a bill, which would have involved a 2%-percent increase in the contribution that Federal employees make to their retirement system. Now that was for both those in the Civil Service Retirement System for employees before January 1, 1984, and those after, even though everyone agrees that those after January 1, 1984, are in a system that is fully paid for, notwithstanding the proposal to increase their contribution as well.

For those prior, it is 2½ percent. Ladies and gentlemen, a 2%-percent increase for Federal employees in their contribution is on top of the 7 percent that they already contribute. They do not have Social Security. So this system is their sole retirement system.

Their employer matches their contribution of 7 percent and an additional contribution is made to fully fund the system.

I want to read from the CRS report in answer to those two questions about this system. I am not going to go into the background beyond what I have already stated.

The CRS report says this: "The liabilities of a retirement system are the costs of benefits promised to workers and retirees. A retirement system is fully funded if a trust fund holds assets approximately equal to the present value of all future benefits promised to those who are in the retirement system. For those who may not be fully familiar, Federal employees have effectively two retirement systems, one for those employees who were hired prior to January 1, 1984, and those who were hired subsequent to 1984.

The Federal Employee Retirement System, known as FERS, is available to all employees, but is mandatory for those who came on board after January 1, 1984. It is a system that everybody agrees is fully funded. It is a system which for the first time incorporated Social Security within the retirement scheme for Federal employees as well as a thrift savings plan. So the employees since January 1, 1984, essentially have a defined benefit: the Federal Employment Retirement System itself, the Thrift Savings Plan to which employees and their employer contribute, and Social Security."
the theory of course is that the Government is not going to go out of business; there are immediate demands on all of its resources and, therefore, like Social Security, can pay it on a year-to-year basis.

"Nevertheless, the primary purpose of the Federal trust fund is not to provide the means by which to fund for the Government, but to provide budget authority to allow the Treasury to disburse monthly annuity checks without annual appropriations. The trust fund balance, and this is the important point, the trust fund balance is adequate to provide this budget authority on an ongoing basis."

Let me repeat that sentence. "The trust fund balance is adequate to provide this budget authority on an ongoing basis." In other words, there is no crisis. There is no risk to Federal employee retirees in not having their retirement paid.

The report goes on to say this: "The combined funded and unfunded liabilities of $95 billion in fiscal year 1993, is the amount the Government would have to pay all at one time if everyone who is or whoever has been a vested CSRS participant could demand a check for the present value of all benefits which they would be entitled from that time throughout retirement until their death, taking into account future pay raises they might receive, and cost-of-living adjustments after retirement." This is key.

This is not "cannot happen in the Federal retirement system." This event cannot happen in the Federal retirement system. In other words, the gentleman from Florida creates a false premise, and that is that the unfunded liability can be called upon to be paid all in one lump sum. Repeat the sentence. "This event cannot happen in the Federal retirement system. Federal pension obligations cannot come due all at one time, and in the public sector the benefits already are paid. In the private sector when an employer goes out of business and must pay all promised obligations at once." In other words, what we have said to large and middle and small corporations, if you promise your employees a pension benefit, if you say it is going to be "x," then you need to contribute a sum sufficient to ensure that even if you go out of business; in other words, if there is no additional cash-flow into your business in which you could contribute it, you could meet retiree benefits. In the eventuality you go out of business you must have resources sufficient to meet the obligation to your employees.

Very frankly, ladies and gentlemen, if the Federal Government does not go out of business, the Federal retirees' pension is not going to be worth much anyway. Very frankly, nobody else's pension is going to be worth much either if the Federal Government goes out of business.

The report goes on to say this: "The combined funded and unfunded liabilities of $95 billion in fiscal year 1993, is the amount the Government would have to pay all at one time if everyone who is or whoever has been a vested CSRS participant could demand a check for the present value of all benefits which they would be entitled from that time throughout retirement until their death, taking into account future pay raises they might receive, and cost-of-living adjustments after retirement." This is key.

This is not "cannot happen in the Federal retirement system." This event cannot happen in the Federal retirement system. In other words, the gentleman from Florida creates a false premise, and that is that the unfunded liability can be called upon to be paid all at one time.

"Thus the liabilities of the system, funded or unfunded, will never require payments from the Treasury in excess of the benefits payable to living, retired workers or survivors." This is critical in understanding that there is not a crisis, that there is not a need to move precipitously, that there is not a need to move without deliberate consideration by the committee of jurisdiction.

That has not happened. As a matter of fact, my friend, the acting Speaker, knows that did not happen because he was at the committee and serves on this committee. What happened was there were some relatively abbreviated hearings. It then came to the committee for markup. The committee adjourned because they did not have the votes to pass the legislation.

Now that I say that everybody was against it, but there were on both sides of the aisle some very thoughtful Members who said I want to make sure that this is the right thing to do before acting to adversely affect 2 million civilian workers who work for the Federal Government, and to increase their contributions by a total of 2½ percent over 3 years, tantamount to a 10-percent tax increase for somebody making $20,000, $30,000, or $40,000, and working for the Federal Government.

However, the report goes on, "The cash to pay monthly benefits comes from general revenues, and paying monthly benefits creates an outlay from the budget and therefore contributes to the budget deficit, as does any Government spending." It is as a contribution, when you have an employee and you make contributions toward their health benefits, toward their health benefits if you are in the private sector, a stock option, deferred payments, 401(k), whatever that might be. Clearly that is a cost.

No one says it is not a cost, but it is a cost of doing business. It is a cost of having employees. Consequently, the report goes on, in times of tight budgets, Congress often considers benefit cuts in order to reduce spending. In other words, we reach into the pocket of Federal employees and take out some of their money.

But how much have we done? From January 1981, if we followed the law to this day, Federal employees would have received in pay and benefits, health care and retirement benefits, $163 billion more than they have received.

Now that sounds like a lot of money, and it is a lot of money. But during that time we have probably spent, I suppose, in that 14 years, somewhere in the neighborhood of approximately $1 trillion per year, or $14 trillion, approximately.

So you can see that it is a relatively small percentage of our cost of doing business, but it is a legitimate cost of doing business.

The report goes on to say this: Does the CSRS face insolvency? That was another concern of the gentleman from Florida. The report goes on to say that currently about half of the Federal work force participates in this program, and as the number of CSRS-covered workers declines, the assets in the trust fund will decline, not because of the payroll contribution from workers but primarily because of Government payments themselves declining.

It goes on: When Members of Congress wrote the new FERS law in 1986, they understood there would have to be a financial transition from CSRS to the FERS program. That is the pre-1984 program to the post-1984 program.

The law provides for one trust fund in which both assets of the old system and the new system are combined. Therefore, there is no separate CSRS trust fund that will be depleted. In other words, the gentleman from Florida is talking about a system that is integrated with a system that we all agree is fully paid for.

Second, Congress established a system whereby benefit payments under CSRS will be authorized by FERS trust fund securities, as needed, until there are no more CSRS benefits to be paid. In short, the system, as reformed in 1986, contemplated exactly the situation we are in today and provided for the funding of that system, to wit: The conclusion, there is no crisis, there is no insolvency. And although technically there is an unfunded liability because the Government is never going to go out of business short of a catastrophe for the country, there will never be a call on the assets of any fund except, as the report previously indicated, on a month-to-month basis.
Mr. SOLOMON] the chairman of the Committee on Rules, who when Mr. MORAN and I, Mrs. MORELLA, and Mr. WOLF, in a bipartisan way, along with the ranking member CARDISS COLLINS, testified before the Committee on Rules, Mr. SOLOMON, the chairman of the Committee on Rules, said, "I do not think it is out of line in this bill. We have not considered it. We are not the committee of jurisdiction. We are not sure of the issues in this bill. And it does not, in any event, appear to me to be fair to Federal employees."

I pointed out to the chairman of the Committee on Rules that there had been a proposal to change the rules on somebody who served 18 years in the United States Marine Corps—which the chairman of the Rules Committee is a marine himself and justifiably incredibly proud of the Corps—and said, "We are going to change the rules on you."

I told Chairman SOLOMON, "You would be on the roof yelling and screaming." And he said, "You are right."

Now I want to yield to my friend, the ranking member on the Subcommittee on Civil Service, who has done an outstanding job in fighting this fight, making the case, educating Members, asking that we consider this matter in a deliberate fashion. Mr. Speaker, I yield to Mr. MORAN. I thank my very good friend from Maryland and also thank him for his leadership on this issue and so many issues of importance to Federal employees who chose to stay with the old system and to take care of inflation, as the private sector does, use the Social Security System, assuming Social Security System provided annual cost-of-living increases. So that is what they did. Federal employees who elected the new system pay 7 percent into Social Security and 0.8 percent into the FERS plan. Those employees who chose to stay with the old system pay 7 percent into that system. But does it go to the retirement system itself? No. Because that is not the purpose of it, to fix any retirement system. The purpose of it is to finance a tax cut for other Americans. We are talking about other Americans in order to finance a tax cut for another group of Americans. How unfair.

But beyond that, let us talk about integrity, the integrity of this institution is what I am referring to. From 1991 to 1995, this kind of legislation was going on in the Federal retirement plan, brought in all the experts. Both the House and the other body led that effort. The gentleman from the other body, Senator STEVENS, was one of the most important leaders, as well as the gentleman from Maryland [Mr. HOYER] and others. I was not in the Congress at the time. But Mr. HOYER knows who they were, those who were involved. But they came up with a system that was based upon the best knowledge that existed at the time. The private sector worked in the public sector, a system that was designed to pay for itself.

That is why the CSRS system, the Civil Service Retirement System, is being phased out, because it had been calculated on a static basis, not a dynamic basis. It had not taken into account merit promotions, locality pay increases, cost-of-living increases, and so on. It was calculated on a basis that was inadequate. Thus, it was not fully paying for itself.

So what they decided was to come up with a new system, and to take care of inflation, as the private sector does, use the Social Security System, assuming Social Security System provides annual cost-of-living increases. So that is what they did. Federal employees who elected the new system pay 7 percent into Social Security and 0.8 percent into the FERS plan. Those employees who chose to stay with the old system pay 7 percent into that system. But does it go to the retirement system itself? No. Because that is not the purpose of it, to fix any retirement system. The purpose of it is to finance a tax cut for other Americans. We are talking about other Americans in order to finance a tax cut for another group of Americans. How unfair.

But beyond that, let us talk about integrity, the integrity of this institution is what I am referring to. From 1991 to 1995, this kind of legislation was going on in the Federal retirement plan, brought in all the experts. Both the House and the other body led that effort. The gentleman from the other body, Senator STEVENS, was one of the most important leaders, as well as the gentleman from Maryland [Mr. HOYER] and others. I was not in the Congress at the time. But Mr. HOYER knows who they were, those who were involved. But they came up with a system that was based upon the best knowledge that existed at the time. The private sector worked in the public sector, a system that was designed to pay for itself.

That is why the CSRS system, the Civil Service Retirement System, is being phased out, because it had been calculated on a static basis, not a dynamic basis. It had not taken into account merit promotions, locality pay increases, cost-of-living increases, and so on. It was calculated on a basis that was inadequate. Thus, it was not fully paying for itself.

So what they decided was to come up with a new system, and to take care of inflation, as the private sector does, use the Social Security System, assuming Social Security System provides annual cost-of-living increases. So that is what they did. Federal employees who elected the new system pay 7 percent into Social Security and 0.8 percent into the FERS plan. Those employees who chose to stay with the old system pay 7 percent into that system. But does it go to the retirement system itself? No. Because that is not the purpose of it, to fix any retirement system. The purpose of it is to finance a tax cut for other Americans. We are talking about other Americans in order to finance a tax cut for another group of Americans. How unfair.

But beyond that, let us talk about integrity, the integrity of this institution is what I am referring to. From 1991 to 1995, this kind of legislation was going on in the Federal retirement plan, brought in all the experts. Both the House and the other body led that effort. The gentleman from the other body, Senator STEVENS, was one of the most important leaders, as well as the gentleman from Maryland [Mr. HOYER] and others. I was not in the Congress at the time. But Mr. HOYER knows who they were, those who were involved. But they came up with a system that was based upon the best knowledge that existed at the time. The private sector worked in the public sector, a system that was designed to pay for itself.

That is why the CSRS system, the Civil Service Retirement System, is being phased out, because it had been calculated on a static basis, not a dynamic basis. It had not taken into account merit promotions, locality pay increases, cost-of-living increases, and so on. It was calculated on a basis that was inadequate. Thus, it was not fully paying for itself.

So what they decided was to come up with a new system, and to take care of inflation, as the private sector does, use the Social Security System, assuming Social Security System provides annual cost-of-living increases. So that is what they did. Federal employees who elected the new system pay 7 percent into Social Security and 0.8 percent into the FERS plan. Those employees who chose to stay with the old system pay 7 percent into that system. But does it go to the retirement system itself? No. Because that is not the purpose of it, to fix any retirement system. The purpose of it is to finance a tax cut for other Americans. We are talking about other Americans in order to finance a tax cut for another group of Americans. How unfair.

But beyond that, let us talk about integrity, the integrity of this institution is what I am referring to. From 1991 to 1995, this kind of legislation was going on in the Federal retirement plan, brought in all the experts. Both the House and the other body led that effort. The gentleman from the other body, Senator STEVENS, was one of the most important leaders, as well as the gentleman from Maryland [Mr. HOYER] and others. I was not in the Congress at the time. But Mr. HOYER knows who they were, those who were involved. But they came up with a system that was based upon the best knowledge that existed at the time. The private sector worked in the public sector, a system that was designed to pay for itself.

That is why the CSRS system, the Civil Service Retirement System, is being phased out, because it had been calculated on a static basis, not a dynamic basis. It had not taken into account merit promotions, locality pay increases, cost-of-living increases, and so on. It was calculated on a basis that was inadequate. Thus, it was not fully paying for itself.

So what they decided was to come up with a new system, and to take care of inflation, as the private sector does, use the Social Security System, assuming Social Security System provides annual cost-of-living increases. So that is what they did. Federal employees who elected the new system pay 7 percent into Social Security and 0.8 percent into the FERS plan. Those employees who chose to stay with the old system pay 7 percent into that system. But does it go to the retirement system itself? No. Because that is not the purpose of it, to fix any retirement system. The purpose of it is to finance a tax cut for other Americans. We are talking about other Americans in order to finance a tax cut for another group of Americans. How unfair.
To show you what a good job they did, what has happened between then and now is exactly what they calculated would happen. As the gentleman from Maryland [Mr. HOYER] said, we have a system that is financially solvent and, in fact, last year there was a $60 billion reduction in the unfunded liability. In fact, $33 billion of that was paid into the system, $36 billion was paid out, exactly what was calculated would happen.

It is working. It is exactly what was anticipated. The Federal employees are doing their part, and their employer, the Federal Government, is doing its part.

In fact, if any change should be made, we should recognize that the static system that they based it upon has actually boosted the kids' retirement funding as they estimated. It has gone down from about 12 percent of payroll down to about 10 percent. The dynamic system, taking into account all the changes that could occur, actually went down from 36 to 25 percent.

☐ 1715

So, if we should make any change, that change should be to reduce Federal contributions and still to figure out what are we doing? We are being driven by other political considerations. We are choosing one group of only 2 million people to take money from them to pay for tax cuts for a larger group of people. I personally do not think this tax cut is in the Nation's best interests.

But I will tell the Speaker and anyone that is listening that they should not be complicit in this unfairness, this violation. It can't be right. It is not a legal enforceable contract in the sense that our Federal employees and our staff in this Chamber and in this House and across the way in the Senate cannot take us to court and say, you know, we have worked for 5, 10 or 15 years because of this tax cut, it is the deal, this was the consideration, this is how you would treat us. Although they cannot take us to court, in my opinion, that is amoral contract that we have with our people, and just as so many of your party, Mr. Speaker, have argued that we ought to keep the contract that we signed in September, 1994, we ought to keep our contract with our employees, and if we make changes, it is fair to do so to those we hire anew and say this is what this arrangement. We have changed it because we found it was too expensive, and so we are changing it, and so when you come on board, when you come on as an employee, understand there are new rules, and for those who are not yet vested in the system, who do not now have, in effect, a reason to say this is now mine, the 5-year vesting, we could say to them, look, you have not vested yet, and we are going to change this, but for those folks who are vested in this system, it is unconscionable for us to now say we did not tell you the truth, we are going to change the rules, we are not going to meet our commitment to you, your compensation will be less than we promised.

I hope we do not do that, Mr. Speaker.

I had not intended to talk today on this issue, but Mr. Mica, one of his colleagues, took a special order to discuss this issue. I hope we can bring a full context of this issue to be discussed today because next week this issue will be on the front burner. I hope the Speaker of the House, Mr. GINGRICH, Mr. SOLOMON, the chairman of the Committee on Rules, and others, decide to take this out of the tax bill, put it back to your committee, Mr. Speaker, have hearings, consider this, and take such action as we then deem appropriate.

NEUTRAL COST RECOVERY: FROM ADAM SMITH TO NICK SMITH

The SPEAKER pro tempore (Mr. Fox of Pennsylvania). Under the previous order of the House, the gentleman from Michigan [Mr. SMITH] is recognized for 5 minutes.

Mr. SMITH of Michigan. Mr. Speaker, next week we will be voting on the tax cuts promised to the American people under the Contract With America. While some would argue that now is the time to cut taxes since we must balance the Federal budget, we should realize that an increase in the tax rates of the individuals in itself will reduce the deficit, since it would increase revenues and reduce welfare spending.

Not all tax cuts are equal in terms of increasing the growth of the economy. We have to measure the economic growth from our tax package comes from neutral cost recovery. Neutral cost recovery is a tax change to allow businesses to account for the wearing out of their machinery and buildings as they produce goods and services.

By reducing the cost of capital 16 percent, neutral cost recovery will increase the amount of machinery, equipment, and buildings that workers use. This will, in turn, raise everyone's wages and wealth. We have known for more than 200 years that the accumulation of capital is the key to economic growth. Here is what Adam Smith had to say about the subject in his "Wealth of Nations" in 1776: "It is only with increased production of goods and services that people can have a share in the increase or diminution of capital, therefore, naturally tends to increase or diminish the real quantity of industry, the number of productive hands, and consequently, the real wealth and revenue of all its inhabitants."

Adam Smith was telling us that if a nation's capital increases, it will increase that nation's output of goods and services, the amount of employment, and the overall wealth and income of all of the country's inhabitants. He also explained how the real beneficiary of this process was the nation's poor. Adam Smith suggested we only need to look at the standard of living of any poor person living in a capitalist country and compare that standard of living to an upper income person in any non-capitalist economy. Would you rather be poor in the United States or rich in Uganda?

In 1949 the great economist, Ludwig von Mises, wrote that the reason that Western countries are ahead of the other parts of the world is because they have a system that encourages savings and capital investment.
Since 1949 our tax burden has been increasing, in particular the tax on capital. Over the last 20 years the United States has trailed our industrialized competitors in capital investment per worker, in part because other countries have more favorable tax policies toward capital.

We are getting exactly what von Mises predicted: if you don’t encourage savings and capital investment then you lose your productivity and competitive position. Today, the United States is indeed trailing its international competitors in the growth of its production per worker.

Economists have estimated that neutral cost recovery will lead to the creation of 2.7 million new jobs, add an extra $3.5 trillion to our Nation’s output over the next 5 years and by doing so add nearly $600 billion to Federal revenues. In passing neutral cost recovery we will secure an improved life for our children and grandchildren by leaving them with a greater stock of capital, more job opportunities, and a reduced Federal deficit.

I urge my colleagues to lift the shackles that our tax code has placed on our economic growth and give our children and grandchildren the jobs that they deserve.

LEAVE OF ABSENCE

By unanimous consent, leave of absence was granted to:

Mr. STUPAK (at the request of Mr. GEPHARDT) for today, on account of death of an employee.

SPECIAL ORDERS GRANTED

By unanimous consent, permission to address the House, following the legislative program and any special orders heretofore entered, was granted to:

(The following Members (at the request of Mr. FILNER) to revise and extend their remarks and include extraneous material:)

Ms. KAPTUR, for 5 minutes, today.
Mr. FILNER, for 5 minutes, today.
Mr. OWENS, for 5 minutes, today.
Mr. RUSH, for 5 minutes, today.
Mr. POSHARD, for 5 minutes, today.
Mr. ORLIE, for 5 minutes, today.
Mrs. SCHROEDER, for 5 minutes, today.
Mr. MENENDEZ, for 5 minutes, today.
Mr. DOGGETT, for 5 minutes, today.
Ms. PELOSI, for 5 minutes, today.
Ms. DE LAURO, for 5 minutes, today.
Mr. ABERCROMBIE, for 5 minutes, today.
Mr. VOLKMER, for 5 minutes, today.
(The following Members (at the request of Mr. GUTKNECHT) to revise and extend their remarks and include extraneous material:)

Mr. FOLEY, for 5 minutes, today.
Mr. MICA, for 5 minutes, today.
Mr. ENSIGN, for 5 minutes, today.
Mr. ENGLISH of Pennsylvania, for 5 minutes, today.
Mr. BAKER of California, for 5 minutes, today.

EXTENSION OF REMARKS

By unanimous consent, permission to revise and extend remarks was granted to:

Mr. FROST, and to include extraneous material during debate on House Resolution 121.

(The following Members (at the request of Mr. FILNER) and to include extraneous material:)

Mr. ROMERO-BARCELÓ.
Mr. TRAFICANT.
Mr. KENNEDY of Rhode Island.
Mr. ORTIZ.
Mr. BARRETT of Wisconsin.
Mr. GIBBONS.
Mr. MATSUI.
Mr. BACCA in two instances.
Mr. MILLER of California.
Mr. REED.
Mr. DINGELL.
Mr. MONTON.
Mr. VICTORINO.
Mr. SCHLAG.
Mr. DAVIS.
Mr. QUINN.
Mr. FROST, and to include extraneous material.

ADJOURNMENT

Mr. SMITH of Michigan. Mr. Speaker, I move that the House do now adjourn.

The motion was agreed to; accordingly (at 5 o’clock and 29 minutes p.m.), under its previous order, the House adjourned until Monday, April 3, 1995, at 12:30 p.m.
H.R. 1361. A bill to authorize appropriations for fiscal year 1996 for the Coast Guard, and for other purposes; to the Committee on Transportation and Infrastructure.

By Mr. BERRETER (for himself, Mr. L. C. MCCOLLUM, Mr. KIM, Mr. BARRETT of Florida, Mr. JOHNSON of Connecticut, Mr. MURTHA, Mr. TRAFICANT, Mr. HAYES, Mr. BONO, Mr. MCKEON, Mr. RHOABACHER, Mr. RIGGS, Mr. HORN, Mrs. SEASTRAND, Mr. SHADEG, and Mrs. KELLY):

H.R. 1362. A bill to reduce paperwork and additional regulatory burdens for depository institutions; to the Committee on Banking and Financial Services.

By Mr. BILBRAY (for himself, Mr. CUMMINGS, Mr. PACKARD, Mr. TERRY, Mr. DOLITTLE, Mrs. ROUKEMA, Mr. STEHNO, Mr. BAKER of California, Mr. CALVERT, Mrs. J. J. HJONSON of Connecticut, Mr. MURTHA, Mr. TRAFICANT, Mr. HAYES, Mr. BONO, Mr. MCKEON, Mr. RHOABACHER, Mr. RIGGS, Mr. HORN, Mrs. SEASTRAND, Mr. SHADEG, and Mrs. KELLY):

H.R. 1363. A bill to amend the Immigration and Nationality Act to deny citizenship at birth to children born in the United States of parents who have been citizens or permanent resident aliens; to the Committee on the Judiciary.

By Mr. EVERETT (for himself, Mr. BACHCUS, Mr. BROWDER, Mr. HANCOCK, Mr. LAFAULCE, Mr. SAXTON, Mr. SMITH of Michigan, and Mr. TALENT):

H.R. 1364. A bill to amend the Indian Gaming Regulatory Act to provide for community approval before Indian class III gaming operations may take effect; to the Committee on Commerce.

By Mr. FORBES:

H.R. 1365. A bill to provide for the transfer of a portion of the Naval Weapons Industrial Reserve Plant, Calverton, NY, to the Department of Veterans Affairs for inclusion in the Calverton National Cemetery; to the Committee on National Security, and in addition to the Committee on Veterans' Affairs, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. FREILINGHYSEN:

H.R. 1366. A bill to authorize the extension of time limitation for the FERC-issued hydroelectric license for the Mt. Hope water-power project; to the Committee on Commerce.

By Mr. HILLIARD:

H.R. 1367. A bill to change election day to the first Saturday in November of each even-numbered year; to the Committee on House Oversight.

By Mr. KASICH (for himself, Mr. HOKE, Ms. MOLINARI, and Mr. BASS):

H.R. 1368. A bill A bill to amend title 10, United States Code, to modernize Department of Defense pension procedures, and for other purposes; to the Committee on National Security, and in addition to the Committee on Government Reform and Oversight, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mrs. MINK of Hawaii:

H.R. 1369. A bill to provide for the regulation of the airspace over National Park Systems in the State of Hawaii by the Federal Aviation Administration and National Park Service, and for other purposes; to the Committee on Resources, and in addition to the Committee on Transportation and Infrastructure, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. MYERS of Indiana (for himself, Mr. HANCOCK, Mr. ARNEY, Mr. THOMAS, Mr. SHAW, Mrs. J. J. HJONSON of Connecticut, Mr. BUNNING of Kentucky, Mr. Houghton, Mr. HERGER, Mr. MCKEON, Mr. RAMSFORD, Mr. ZIMMER, Mr. S. J. JOHNSON, Mrs. DUNN of Washington, Mr. COLLINS of Georgia, Mr. PORTMAN, Mr. ENGEL of Pennsylvania, Mr. ENSON, Mr. CHRISTENSEN, Mrs. KENNELLY, Mr. PAYNE of Virginia, and Mr. POMEROY):

H.R. 1370. A bill to amend the Internal Revenue Code of 1986 to provide for mandatory premiums to the United Mine Workers of America combined benefit fund by certain surplus amounts in the fund, and for other purposes; to the Committee on Ways and Means.

By Mr. ROMERO-BARCELO:

H.R. 1371. A bill to ensure the protection of the coastal marine coral environment off the west coast of Puerto Rico by requiring the Director of the U.S. Geological Service to assess the environmental economic costs and benefits of relocating an existing wastewater treatment plant to a deepwater location, and for other purposes; to the Committee on Resources, and in addition to the Committee on Transportation and Infrastructure, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. THOMAS:

H.R. 1372. A bill to authorize appropriations for the Federal Election Commission for fiscal years 1996; to the Committee on House Oversight.

By Mr. TRAFICANT:

H.R. 1373. A bill to designate the Federal Aviation Administration Technical Center located at the Atlantic City International Airport in Pomona, N.J., as the "William J. Hughes Technical Center;" to the Committee on Transportation and Infrastructure.

By Mr. BERRETER (for himself and Mr. Kim):

H.J. Res. 83. Joint resolution relating to the United States-North Korea Agreed Framework and the obligations of North Korea under that and previous agreements with respect to the denuclearization of the Korean Peninsula and the Republic of Korea; to the Committee on International Relations.

By Mr. FILER (for himself, Mr. TORRES, Mr. MARTINEZ, Mr. PASTOR, Mr. SERRANO, Mr. BROWN of California, Mr. TUCKER, Mr. GONZALEZ, Ms. PELOSI, Ms. VELAZQUEZ, Mr. GREEN of Texas, Mr. WOOLSEY, Mr. MCDERMOTT, Mr. TEJEDA, Mr. ROMERO-BARCELO, Mr. MINETA, Mr. KENNEDY of Massachusetts, Ms. LOGRENS, Mrs. MANN of Hawaii, Ms. ROYAL-ALCANTAR, and Mr. COLEMAN):

H.J. Res. 84. Joint resolution to commemorate the birthday of Carrie Chavez; to the Committee on Government Reform and Oversight.

By Mr. MCLNNIS (for himself, Mr. Kim, and Mr. GILCOMON):

H.J. Res. 85. Joint resolution expressing the sense of Congress with respect to North-South dialog on the Korean Peninsula and the United States-North Korea Agreed Framework; to the Committee on International Relations.

By Mr. PORTER (for himself, Mr. SMITH of New Jersey, Mr. CARDEL, Ms. FURSE, Mr. PALLONE, Mrs. MALONEY, Mr. ZIMMER, Mr. HORN, and Mr. PAYNER):

H. Res. 124. Resolution condemning Turkey's illegal invasion of northern Iraq; to the Committee on International Relations.

PRIVATE BILLS AND RESOLUTIONS

Under clause 1 of rule XXII, Mrs. MINK of Hawaii introduced a bill (H.R. 1374) for the relief of Fanie Phily Mateo Angeles, which was referred to the Committee on the Judiciary.

ADDITIONAL SPONSORS

Under clause 4 of rule XXII, sponsors were added to public bills and resolutions as follows:

H.R. 6. Mr. QUINN

H.R. 44. Ms. Furse and Mr. SANDFORD

H.R. 62. Mr. BALLenger and Mr. QUINN

H.R. 334. Mr. MINETA

H.R. 335. Mr. BENSEN

H.R. 357. Mr. MCDERMOTT, Mr. ENGEL, Mr. BENTSEN, Mr. HENBERGER, Mr. HASTINGS of Florida, and Mr. BERNAN

H.R. 370. Mrs. KELLY

H.R. 372. Mr. SKEEN and Mr. SHADEG

H.R. 373. Mr. SKEEN and Mr. SHADEG

H.R. 375. Mr. SKEEN and Mr. SHADEG

H.R. 534. Mr. INGLIS of South Carolina, Mr. HOSON, Mr. FORBES, Mr. LINDER, and Mr. HANSEN

H.R. 549. Mr. QUINN

H.R. 580. Mr. KNOLLENBERG, Mr. DEUTSCH, Mr. TANNER, Ms. SEASTRAND, Mr. SCARBROUGH, Mr. KIM, and Mr. DEFAXIO

H.R. 827. Mr. DAY and Mr. CONOVER

H.R. 860. Mr. VELAZQUEZ

H.R. 841. Mr. MEEMAN, Mr. ABERCROMBIE, Ms. PELOSI, Mr. PORTER, Mr. ACKERMAN, Mr. MCDERMOTT, Mr. YATES, Mr. VENTO, Mr. OLVER, Mr. STARK, Ms. EDDIE BERNICE J. JOHNSON of Texas, Mr. MARKET, Mr. Boucher, Mr. BRYANT of Texas, Mr. FAJZO of California, Mr. LEWIS of Georgia, Mr. BEILEN, Mr. FRANK of Massachusetts, Mr. MALONEY, Mr. CARDIN, Mr. WYDEN, Mr. DEUTSCH, Mr. KLUG, Mr. MILLER of California, Mr. GREENWOOD, Mr. GEJDENSON, Mr. KENNELLY, Mr. SABO, Mr. WYNN, Mrs. ROUKEMA, Mr. OBEY, Mr. RANGE, Mr. SLAUGHTER, Mr. EVANS, Mr. SHEPPARD, Ms. THURMAN, Mr. BERNAN, Ms. FURSE, Mr. SERRANO, and Mr. RIVERS

H.R. 865. Mr. GRANHAM, Ms. SEASTRAND, and Mr. GUTKNECHT

H.R. 783. Mr. INGLIS of South Carolina, Mr. SPARR, Mr. LUCAS, and Mr. TIAHHT

H.R. 788. Mr. QUINN

H.R. 880. Mr. BRYANT of Texas and Mr. GREENWOOD

H.R. 850. Mr. INGLIS of South Carolina, Mr. MCRALE, Mr. DAVIS, and Mr. DANNER

H.R. 858. Mr. WATT of North Carolina, Mr. DORNAN, Mr. ANDREWS, Ms. FURSE, Mr. STUPAK, Ms. SCHROEDER, Mrs. KELLY, and Mr. YOUNG of Alaska

H.R. 881. Mr. ENGLISH of Pennsylvania, Mr. TATTATH, and Mr. ENGEL

H.R. 896. Mr. MANTON, Mr. SHAYS, and Mr. GREENWOOD

H.R. 945. Mr. BALDACCO, Mr. MCRALE, Mr. KING, Mr. MINGE, Mr. OLVER, Mr. HEINEMANN, Mr. PETERSON of Minnesota, Mr. HANCOCK, Mr. BENTSENS, Mr. LUTHER, Ms. DELAUKO, Mr. PAYNE of NEW JERSEY, Mr. ORTON, Mr. TRAFICANT, Mr. FOX, Mr. MASCARA, and Mr. JACKOB

H.R. 962. Mr. YOUNG of Alaska, Mr. COBLE, Mr. BLUTE, Mrs. FOWLER, Mr. BACHUS, Mr.
DISCHARGE PETITIONS—ADDITIONS OR DELETIONS

The following Members added their names to the following discharge petitions:

[Omitted from the Record of March 24, 1995]

Petition 1 by Mr. CHAPMAN on H.R. 124: Jon Christensen, John Ensign, and Mark Edward Souder.

[Submitted March 30, 1995]

Petition 1 by Mr. CHAPMAN on H.R. 125: Frank Riggs, Richard H. Baker, and Bart Gordon.

Petition 2 by Mr. STOCKMAN on House Resolution 111: Ron Lewis, John Hostettler, George Radanovich, and Linda Smith.
The Senate met at 9:20 a.m., on the expiration of the recess, and was called to order by the President pro tempore [Mr. THURMOND].

PRAYER
The Chaplain, Dr. Lloyd John Ogilvie, offered the following prayer:

Let us pray:

Our Father, You have created us to glorify You and enjoy You forever. You have developed in us the desire to know You and have given us the gift of faith to accept Your unqualified love. You turn our struggles into stepping stones. We know Your promise is true: You will never leave us or forsake us. You give us strength when we are weak, gracious correction when we fail, and undeserved grace when we need it most. You lift us up when we fail and give us new chances when we are devoid of hope. And just when we think there is no place to turn, You meet us and help us return to You. We say with the psalmist, "Bless the Lord, O my soul, and all that is within me bless His holy name! Bless the Lord, O my soul and forget not all of His benefits."—Psalm 103:1-2.

Lord our work this day is an expression of our grateful worship. You have called us to lead this Nation. Fill us with Your spirit. Infinite wisdom, we need Your perspective, plan, and purpose. We must make crucial evaluations and decisive decisions. The future of this Nation is dependent on the guidance You give us this day. Thank You for making us wise. In Your holy name. Amen.

Mr. COVERDELL addressed the Chair.

The PRESIDENT pro tempore. The distinguished Senator from Georgia.

SCHEDULE
Mr. COVERDELL. Mr. President, this morning, the time for the two leaders has been reserved and there will now be a period for morning business until the hour of 10:15 a.m., with Senators to speak for up to 5 minutes each, with the exception of the following: Senator COVERDELL, up to 10 minutes; Senator CAMPBELL, up to 10 minutes; Senator COHAN, up to 10 minutes; Senator THOMAS, up to 5 minutes; and Senator KERREY up to 15 minutes.

At the hour of 10:15 a.m., the Senate will resume consideration of the nomination of Mr. Glickman, to be Secretary of Agriculture, for 10 minutes of debate. At the hour of 10:25, this morning, there will be a 15-minute rollcall vote for the confirmation of the nomination.

Following the rollcall vote, the Senate will resume consideration of the nominations of Mr. Glickman, to be Secretary of Agriculture, for 10 minutes of debate. At the hour of 10:25, this morning, there will be a 15-minute rollcall vote for the confirmation of the nomination.

The PRESIDING OFFICER (Mr. ASHcROFT). Under the previous order, there will now be a period for the transaction of morning business.

The Senator from Georgia is recognized.

MORNING BUSINESS

Mr. COVERDELL. Mr. President, the President was in my State and city yesterday in what was promoted as an economic summit. I think one could take some question with that definition, but we will let that stand.

The day before that, I had an opportunity to come to the Senate floor and to discuss findings of the bipartisan entitlements commission. I specifically referred to one piece of data that just stares at you from that report. It should make every American somber and humble. Because what it essentially says is that within 10 years—historically that is a snap of the finger, Mr. President—within 10 years, all of our U.S. revenues, all of it, are consumed by 5 things; 5 expenditures, 5 out of 1,000—Social Security, Medicare, Medicaid, Federal retirement, and the interest on our debt, and then there is nothing left. There is nothing for the School Lunch Program that we are pointing fingers at each other about. There is not a Defense Department, a road, a canal, a port widening, an Education Department, an agricultural bill, nothing.

Mr. President, this is a calamity that this generation of Americans must confront. I said that it was, in my judgment, a calling so extraordinary to put it in the league of the Founders of the Nation—the fight to keep the Nation united, the flight in Europe. It is of that consequence.

When I hear the President and his administration suggesting that we do not have a problem, I am stunned and appalled—stunned and appalled. To be moving across the country suggesting that everything is a tulip patch, to bring a budget, in the face of the balanced budget amendment and the bipartisan entitlements commission, and to give us a budget that adds $1.4 trillion to the debt, $200 billion in deficits for as far as the eye can see, shows either a total disconnect with what is happening in the country or contempt.

Another way to look at this is that, without the interest the Federal Government pays on the national debt, the Federal budget would now be running a small surplus. That is like saying, arsenic is OK, if it was not poisonous.

Mr. President, I am told that the President himself, speaking to students at Emory University, said the same thing—that we are really running a surplus here.
Outside of being patently wrong, it is exceedingly damaging for these kinds of messages, in the face of what we are confronting as a people and a nation. That would be like, instead of saying to the Nation, as President Roosevelt did, we will live in honesty and charging the Nation for what it had to do—which was not a very pretty picture—to have traveled around the country and saying the world is in pretty good shape, those fellows are really doing good.

You are robbing the people of the will that is going to be required to meet this test when you tell them things like this—we are actually running a surplus, if it were not for the debt.

And while they are saying this, they have already added $1 trillion in new debt or increased it by 20 percent. The incongruities of this message are befuddling.

But a real damage is if it misleads the American people. I will give the other side this. We can argue about what priorities are. The priorities that I might feel important may be different from those of the Senator from Minnesota, who was on the floor the other morning while we were talking about these issues of debt. We can argue about what we believe more important or less important. But it is not debatable that the United States is not debatable that the United States is spending the livelihood of our children and the children of our children and the clock is running out, Mr. President.

Everybody can contemplate 10 years from now. You are either moving into retirement or your children are about ready to go to college or they are looking for a job. They would be staring down the barrel of this great democracy having no revenues left to do anything. That is a serious problem. And it is going to take a serious response. The administration needs to recognize that. They seem to be in denial, sending budgets that accelerate the problem, saying things such as Secretary Rubin has just said here. This is what the President said before Emory University students yesterday, March 29: “After two years we have a reduction in the deficit of $600 billion for the first time”—much applause, and they would—“this is the first time since the mid-sixties when your Government is running at least an operating surplus.”

An operating surplus, Mr. President? This is just staggering and stunning. So like I said, Mr. President, we have an enormous problem. The clock has run out. It has run out. We cannot pass this bill. Nobody else. The living Americans, the caretakers of this great democracy, have it in their lap. We must confront it. We cannot ignore it.

And worse, to mislead is so damaging, so harmful, because it is taking the will away. Everybody would much rather hear a rosy story.

I want to say, in conclusion, that my message is not one of gloom. We can turn this around. We can tighten our belts fairly. We can remove the obstacles to an expanded economy. That means get the taxes down, Mr. President, get Government regulation down.

If your prescription for America is to raise taxes, make more Government, and in the regulation, and in the meantime, tell them messages like this, there is going to be a very serious day of reckoning, a very serious day of reckoning.

Mr. President, I invite the President to an economic debate. I can suggest to him that the empirical evidence is, through all of time, you have to keep taxes down, government down, regulations down, and let people go to work. That is the way to get out of this problem. You do not get there by suggesting to people, in the face of everything, we know that we are running an operating surplus. I yield the floor in total befuddlement.

Mr. COHEN addressed the Chair.

The PRESIDING OFFICER. The Senator from Maine is recognized.

(The remarks of Mr. COHEN and Mr. D’AMATO pertaining to the introduction of S. 648 are located in today’s RECORD under “Statements on Introduced Bills and Joint Resolutions.”)

Mr. LOTT. Mr. President, I ask unanimous consent that I have 10 minutes instead of the previous 5 minutes for morning business.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. LOTT. Mr. President, I thank the Chair.

(The remarks of Mr. LOTT pertaining to the introduction of S. 647 are located in today’s RECORD under “Statements on Introduced Bills and Joint Resolutions.”)

Mr. KERREY. Mr. President, last week, the Senate Commerce Committee reported out a piece of legislation, the Telecommunications Deregulation Act of 1995, that I consider to be a very important piece of legislation.

I have come to the floor here this morning, though, to alert my colleagues, who are also interested and excited about this legislation, that I think it would be very unwise for Members to rush the enactment of this bill.

I take that position not because I have major objections to the legislation. Indeed, I have been intimately involved not just with this bill, but 1822 and the farm team coalition that worked it, trying to make certain there would be universal service for high-cost rural areas.

I have been very much involved with the deregulation of telecommunication, I suspect I am the only Member of Congress who is actually able to say I have signed a significant deregulation act in 1983 when I was Governor.

The delay that I am suggesting, Mr. President, comes as a consequence of a very interesting, what I would call, disconnect.

Just last November I finished a successful reelection campaign. In meeting after meeting, in debates and so forth that we have when facing the voters, they were asking me about term limits, balanced budgets, health care, and agriculture policy. Crime, of course, dominated almost every discussion and debate. What are we going to do about crime?

I must say, Mr. President, that never in my campaign did the issue of telecommunications arise.

I say to my colleagues, as important as this legislation is, and I think it is an urgent and exciting opportunity because the citizens, if we are not prepared for the change that this legislation would bring to them—significant change.

I suspect the occupant of the Chair can remember in 1983 when the divestiture occurred. I know in Nebraska, if I put it to the voters, do voters want to go back to the old AT&T or do voters like the new divestiture arrangement, a very large percentage would have said, “Give me the good old days.”

Because, all of a sudden, choice meant competition, choice meant competition, choice meant a lot of problems that people were not prepared for.

The same, in my judgment, is apt to occur here. I believe that we need to come to the floor and argue such things as access charges, so we not only understand what an access charge is but what happens when the access charges are decreased, understand what happens when something called rate rebalancing occurs at the local level in a competitive environment—which I am an advocate of, Chairman PRESSLER and Senator HOLLINGS deserve an enormous amount of credit for being able to move this bill out of committee.

One of the things I brought in a focused way to this argument was the need to make sure we had straightforward competition at the local level. So when an entrepreneur comes to the information service business and wants to go to a household and sell information, and that entrepreneur buys his lawyer at $50 an hour, he should know with certainty they are going to prevail over a company that buys, at $500 or $1,000 an hour, its lawyers who have regular, familiar contact with the regulators. If we are going to have that competition, we need that level playing field for the entrepreneur. They need to know with certainty they are going to be able to offer their services to the customer as well.

But in a competitive environment, you cannot price your product below cost for very long. That is what we
has been allowing for 60 years, basically. We used to have a competitive environment prior to 1934. The country made a conscious decision at the time that we wanted a monopoly, both at the local and long-distance level. We changed the law in 1934. We created a monopoly. And, as I said, people, I think, would be hard pressed to argue against the statement that it has resulted in the United States having the best telecommunications system in the world. Though monopolies in general do not seem to work, this particular one did.

We made a good decision, although it was unpopular, in 1934 to divest. The divestiture has worked in the context of providing competition in the long-distance area. We now see rates have gone down. We see increased quality. We see improvement as a consequence of this competitive environment.

But, again, to be clear on this, all of us should understand the implications of that statement: that in a competitive environment you cannot price your product below cost for very long. What that means is that if I have a residential line into my home and I am paying $12 a month for that residential line and I am paying $20 a month for the same thing, we cannot, as residential users, count on that for long. If the price and the cost to provide that residential service is $14 or $15, we are not going to be able to count on being able to get that service for $12. And many of our rural populations now enjoy $4, $5, $6, $7 a month for basic telephone service.

There are other issues that I think are terribly important for us to bring to this floor under the rules of the Senate, which allow unlimited debate. We need to have a debate. There is tremendous promise in telecommunications, promise for new jobs, particularly in a competitive environment, particularly from the entrepreneurs who are able to create most of the new jobs. Those individuals who come in as small business people with a great new idea tend to be enormously innovative and competitive when it comes to pricing their good or service. I am excited about what competition is going to be able to do, not just for price and quality, but also for the creation of new jobs in the country.

There is tremendous promise, second, Mr. President, that we can educate ourselves. I give a great deal of praise, again, to Senator Pressler and Senator Burns and Senator Rockefeller and others on the committee who put language in here to carve out special protection for our K-12 environment.

Some will say, why? If it is going to be market oriented, why would you do that? For the moment, at least, our schools are not market-oriented businesses. By that I mean they are government run. At $3 billion a year, about 40 million students at $6,000 apiece have to go to school for 180 days a year and learn whatever it is that the States have decided they are supposed to learn. It is a government-run operation. And they are going to be unable, if property taxes and State sales and income taxes are the source of revenue, they are going to be unable to take advantage of this technology. So I was pleased to see provisions for schools in this legislation.

We are going to have to debate how we get our institutions at the local level to change. It is not going to be enough for us merely to change the law and give them the legal authority to ask their local telephone company for a connect and to get a subsidized rate. There is a need for institutional change, both at the local level and at the State level. There is tremendous promise, in my judgment, in communication technology to help our schoolchildren and to help our people who are in the workplace to learn the things they need to know, not just to be able to raise their standard of living, but also to be able to function well as a citizen and to be able to get along with one another in their communities.

Finally, there is tremendous promise with communication technology in helping people with a great new idea who put language in here to carve our competitive environment, particularly in telecommunications, particularly in telecommunications, particularly in telecommunications.

Mr. President, in a few moments we will be voting on confirmation of Dan Glickman to be Secretary of Agriculture. I compliment the President on his nomination for that position. I think that former Congressman Glickman is preeminently well qualified for that position.

I would like to say that I have known Dan Glickman since before he was born because we come from the same town, Wichita, KS. Actually we come from a number of towns: Wichita, KS and Philadelphia, PA. But at various times in my life I have lived in those places, and lived in Wichita. The Specter family and the Glickman family were friends for many, many years. In fact, my father, Harry Specter, was a business associate of Dan Glickman’s grandfather, J. Glickman. Maybe that is too high an elevation. Actually, my father borrowed $500 from J. Glickman in about 1936 or 1937 at the start of a junk business. In those days my dad would buy junk in the oil fields of Kansas and ship them in boxcars, and ship them through Glickman Iron and Metal. And J. Glickman got the over-ride on the tonnage. So our family relationship goes back many, many years.

My family left Wichita in 1942, a couple of years before Dan Glickman was born. So that I like to say that I have known Dan Glickman all of his lifetime. But I have certainly have known him for his entire lifetime. I have a very, very high regard for him.
He had a very, very outstanding record as a Member of the House of Representatives from Wichita, KS. He has a very thorough grasp of the agriculture community and farm problems in America; a background that I share to some extent. Russell and Wichita and Dan Glickman were in the same state, and as a teenager I drove a tractor in the farmland. It is quite an experience to drive a tractor in the harvest, round and round knocking down grain; pulling a combine, again, again, again. I am referring to S.4840.

Recently, legislation has been introduced in the Senate to move to balance the Federal budget and reduce deficit spending. The fiscal irresponsibility of Congress has created a Federal debt which has not first been authorized and appropriated by Congress—both the House of Representatives and the U.S. Senate. The fiscal irresponsibility of Congress has created a Federal debt which has not first been authorized and appropriated by Congress—both the House of Representatives and the U.S. Senate.

So when you hear a politician or an editor or a commentator declare that a Russian general explained that had the neutron bomb been deployed, the Soviet Union had abandoned it by a massive propaganda assault. A Russian general explained that had the neutron bomb been deployed, the Soviet Union had abandoned it by a massive propaganda assault.

The final episode of the series was entitled “Funding the Arts Enriches the Nation.” John Silber, president of Boston University, provides an eloquent reminder of the importance of the arts to the spirit of our Nation. President Silber effectively rebuts the negative myths about the National Endowment for the Arts and states the necessity and desirability of continued funding of the arts. NEA represents only one-half of 1 percent of the Federal budget. The program funds and disseminates to neighborhoods and communities across America are eminently deserving of this moderate level of Federal support. I commend this article to my colleagues and I ask unanimous consent that it may be printed at this point in the Record.

There being no objection, the article was ordered to be printed in the RECORD, as follows:

JOHN SILBER ON THE ARTS IN AMERICA

FUNDING THE ARTS ENRICHES THE NATION

(From the Boston Globe, Mar. 20, 1995)

Mr. HELMS. Mr. President, anyone even remotely familiar with the U.S. Constitution knows that no President can spend a dime of Federal tax money that has not first been authorized and appropriated by Congress—both the House of Representatives and the U.S. Senate. So when you hear a politician or an editor or a commentator declare that "Reagan ran up the Federal debt" or that "Bush ran it up," bear in mind that the Founding Fathers, two centuries before the Reagan and Bush Presidencies, made it very clear that it is the constitutional duty of Congress to control Federal spending.

The fiscal irresponsibility of Congress has created a Federal debt which stood at $4,851,857,494.143.63 as of the close of business Wednesday, March 29. Averaged out, every man, woman, and child in America owes a share of this massive debt, and that per capita share is $18,417.06.

JOHN SILBER ON THE ARTS IN AMERICA

Mr. KENNEDY. Mr. President, in a thoughtful article in the Boston Globe entitled "Funding the Arts Enriches the Nation," John Silber, president of Boston University, provides an eloquent reminder of the importance of the arts to the spirit of our Nation. President Silber effectively rebuts the negative myths about the National Endowment for the Arts and states the necessity and desirability of continued funding of the arts. NEA represents only one-half of 1 percent of the Federal budget. The program funds and disseminates to neighborhoods and communities across America are eminently deserving of this moderate level of Federal support.

I commend this article to my colleagues and I ask unanimous consent that it may be printed at this point in the Record.

There being no objection, the article was ordered to be printed in the RECORD, as follows:

JOHN SILBER ON THE ARTS IN AMERICA
If we extended the standard of perfection now being applied to PBS and the endowments to other institutions, we should have long ago terminated the Congress, the State Department, the presidency and every known agency of government. In addition we should have eliminated all hospitals, schools, colleges and universities and dealt with the monasteries of England.

The NFA has frequently endorsed the motion that the sole duty of art is to provoke and outrage. Great art will, sometimes, do exactly that. But that is a consequence, not an end. Monet outraged many of the bourgeoisie, but that was not his intention, only a result of the effect his vision of light had on people raised on a diet of academic realism.

Public broadcasting and the Endowments consume only 1/50th of 1 percent of the federal budget. By helping to preserve and disseminate culture they have contributed value far exceeding their modest funding. Terminating these useful agencies on the basis of a few sensational mistakes will do little to balance the budget but will deprive the country of much value.

CENSORING CYBERSPACE

Mr. LEAHY. Mr. President, I rise today to speak about legislation that would impose Government regulation on the content of communications transmitted over computer networks.

Ironically, this legislation was accepted without debate by the Commerce Committee as an amendment to a draft telecommunications bill whose purported purpose is to remove regulation from significant parts of the telecommunications industry.

It is rumored that this matter could be headed for consideration by the Senate on Monday, although the bill has yet to be introduced and the Commerce Committee has yet to issue its report on the measure.

There is no question that we are now living through a revolution in telecommunication that makes it easier to use new technologies to communicate electronically with people within our own homes and communities, and around the globe.

A byproduct of this technical revolution is that supervising our children takes on a new dimension of responsibility.

Very young children are so adept with computers that they can sit at a keypad in front of a computer screen at home or at school and connect to the outside world through the Internet or some other online service.

Many of us are, thus, justifiably concerned about the accessibility of obscene and indecent materials online and the ability of parents to monitor and control e-mail communications to which their children are exposed.

But Government regulation of the content of all computer communications, even private communications, in violation of the first amendment is not the answer—it is merely a knee-jerk response.

Although well-intentioned, my good friend from Nebraska, Senator Exon, is championing an approach that I believe unnecessarily intrudes into personal privacy, restricts freedoms, and upsets legitimate law enforcement needs.

He successfully offered the Commerce Committee an amendment that would make it a felony to send certain kinds of communications over computer networks, even though some of these communications are otherwise constitutionally protected speech under the first amendment.

This amendment would chill free speech and the free flow of information over the Internet and computer networks, and undo important privacy protections for computer communications. At the same time, this amendment would undermine law enforcement’s most important tool for policing cyberspace by prohibiting the use of court-authorized wiretaps for any digital communications.

Under this Exon amendment, those of us who are users of computer e-mail and other network systems would have to speak as if we were in Sunday school every time we went online. I, too, support raising our level of civility in communications in this country, but not with a sanction and a possible prison sentence when someone uses an expletive.

The Exon amendment makes it a felony punishable by 2 years’ imprisonment to send a personal e-mail message to a friend with obscene, lewd, lascivious, filthy or incident words in it. This penalty adds new meaning to the adage, “Think twice before you speak.”

All users of Internet and other information services would have to clean up their language when they go online, whether or not they are communicating with children.

It would turn into criminals people, who in the privacy of their own homes, download racy fiction or indecent photographs.

This would have a significant chilling effect on the free flow of communications over the Internet and other computer networks. Conflating the use of lewd, filthy, lascivious or indecent words, which fall under constitutional protection, raises significant first amendment problems.

Meanwhile, the amendment is crafted to protect the companies who provide us with service. They are given special defenses to avoid criminal liability. Such defenses may unintentionally encourage conduct that is wrong and border on the illegal.

For example, the amendment would exempt those who exercise no editorial control over content.

This would have the perverse effect of stopping responsible electronic bulletin board system (BBS) operators from screening the boards for hate speech, obscenity, and other offensive material. Since such screening is just the sort of editorial control that could land BBS operators in jail for 2 years if they happened to miss a bit of obscenity put upon them, they will avoid it like the plague. Thus, this amendment stops responsible screening by BBS operators.

On the other hand, another defense rewards with complete immunity any service provider who goes snooping for smut through private messages.

According to the language of the amendment, online providers who take steps to restrict or prevent the transmission of, or access to obscene, lewd, filthy, lascivious, or indecent communications are not only protected from criminal liability but also from any civil suit for invasion of privacy by a subscriber. We will thereby deputize and immunize others to eavesdrop on private communications.

Overzealous service providers, in the guise of the smut police, could censor with impunity private e-mail messages or prevent a user from downloading material deemed indecent by the service provider.

I have worked hard over my years in the Senate to pass bipartisan legislation to increase the privacy protections for personal communications over telephones and on computer networks.

With the Exon amendment, I see how easily all that work can be undone with a knee-jerk consideration by the Judiciary Committee, which has jurisdiction over criminal laws and constitutional matters such as rights of privacy and free speech.

Rather than invade the privacy of subscribers, one Vermonter told me he would simply stop offering any e-mail service or Internet access. The Physician’s Computer Co. in Essex Junction, VT, provides Internet access, e-mail services, and medical record tracking services to pediatricians around the country.

The President of this company let me know that if this amendment became law, he feared it would cause us to lose a significant amount of business. We should be encouraging these new high-technology businesses, and not be imposing blanket prohibition on wiretapping digital communications.

These efforts to regulate obscenity on interactive information services will only stifle the free flow of information and discourage the robust development of new information services. If users realize that to avoid criminal liability under this amendment, the information service provider is routinely accessing and checking their private communications for obscene, filthy, or lewd language or photographs, they will avoid using the system.

I am also concerned that the Exon amendment would totally undermine the legal authority for law enforcement to use court-authorized wiretaps, one of the most significant tools in law enforcement’s arsenal for fighting crime. The Exon amendment would impose a blanket prohibition on wire-tapping digital communications. No exceptions allowed.

This means the parents of a kidnapping victim could not agree to have the
JENNIFER HARbury

Mr. LEAHEY. Mr. President, imagine a government, a democracy, whose officials withheld information about its involvement in the death of one of its citizens, and lied about its knowledge of the torture and death in a secret prison of the spouse of another of its citizens.

Imagine if at least one of the people connected to those atrocities had been trained by that government, paid by that government, and continued to receive payments of tens of thousands of tax dollars even after the government knew of his crime.

It would be had enough if I were talking about a foreign government, but I am not. I am talking about the United States, where an American citizen, Jennifer Harbury, practically had to starve herself in order to get her government to admit that it had information about her husband, Efraín Bamaca, who disappeared in Guatemala in 1992.

Ms. Harbury fasted for 32 days before she was told that, contrary to what she, I, and other Senators had been told by both the Guatemalan Government and the State Department, her husband had been captured by the Guatemalan army and tortured.

The Guatemalan army, many of whose members were trained in the United States at the School of the Americas, claimed Mr. Bamaca had shot himself. Then, when it turned out that someone else was in the grave where they said he was buried, they denied he had ever been captured.

Then they tried to discredit Ms. Harbury, who unfortunately for them was not intimidated. Two years ago a witness told her that her husband had been captured alive and tortured, but she could not prove it and the administration did not want to find the truth until the press stories about her hunger strike became too embarrassing.

Even today, the Guatemalan army denies it captured Bamaca, and the Guatemalan Government says it has no information about his fate even though it has had the information for at least a month.

Mr. President, I was sickened, as we were all, by the murder of the Jesuit priests in El Salvador, by soldiers trained in the United States. Almost as bad was the attempt of the Salvadoran army, including the Minister of Defense who for years had been coddled by American officials, to cover up its involvement in that heinous crime and so many others.

But here we have a situation where the CIA, presumably believing by some twisted logic that it was furthering some national interest, reportedly paid a Guatemalan colonel, probably one of many, who it believed was involved in torture and murder.

The CIA continued its payments to Colonel Alpirez even after it had information about his connection with the murder of an American citizen, Michael DeVine.

According to reports, the CIA sent millions of dollars to the Guatemalan military even after the Bush administration cut off military aid on account of the Guatemalan military’s cover-up of the DeVine murder.

I remember that, Mr. President, because I was among those who urged the cut-off of aid, and I was assured by the State Department that it had been cut off. Now we learn that was false, because the CIA was secretly keeping the money flowing.

The CIA withheld information about Colonel Alpirez’ involvement in the DeVine and Bamaca murders, even while President Clinton and State Department officials were saying publicly that the U.S. Government had no information.

And now we have reports that the U.S. Army and the National Security Agency not only may have known about those murders, but may have recently tried to conceal their involvement by shredding documents.

Mr. President, that is deplorable. What national interests were served? What is served by the CIA withholding information from the President of the United States? What message does it send, for our Ambassador to be telling the Guatemalan army how much we value democracy and human rights, when the CIA is paying them to commit torture and murder, and to betray their own Government?

Those soldiers knew there were criminals in their own ranks who were on our payroll, while our Ambassador was making lofty speeches about human rights.

The State Department said it had stopped aid to the Guatemalan military to send a message about the murder of Michael DeVine while the CIA was subverting that policy by paying them under the table. What national interest did that serve?

You would have thought we learned our lesson after so many similar episodes during the 1980’s in Central America, but obviously the CIA never did. It orchestrated the overthrow of the Guatemalan Government in 1954. During the Reagan years, the CIA repeatedly behaved like it was above the law, and apparently little has changed.

Even when the sordid truth came out, the CIA’s response was that it had not known about Colonel Alpirez’ involvement at the time the crimes occurred. What a typical, feeble attempt to hide its own responsibility during the years since.

Mr. President, our goals in Central America today should be unambiguous. They are democracy, human rights, civilian control of the armed forces, and economic development for all people. Absolutely no national interest is served by subverting those goals.

Before we lecture the Guatemalans about democracy and human rights, maybe we should pay attention to what is going on in our own country. I am very encouraged by reports that President Clinton has instructed his administration to review these allegations, and has said that anyone who intentionally withheld information will be dismissed.

That would send a strong message that there is a price for this kind of outrageous behavior.

I am also pleased that the White House has ordered that all documents relating to these allegations be preserved. I only wish someone had thought to do that weeks or months ago.
Jennifer Harbury has been trying to get the facts about her husband ever since she learned for sure that he was captured alive. She still does not know when her husband died, how he died, and from what. She does not even know if he was ever able to communicate with his family and friends. She is determined to find the truth about her husband’s fate.

Any information concerning the fate of Ms. Harbury’s husband should be promptly turned over to her.

Mr. President, the deaths of Michael De Vine and Efrain Bamaca are but two examples of the tragic consequences of many disgraceful relationships our intelligence agencies have cultivated in Central America. They have given money and protection to the worst criminals. They have withheld information from the White House, the State Department and the Congress, and from American citizens who are the victims of their intrigues. They have even behaved like criminals themselves.

What is this intelligence for? It causes the murder of innocent people. It corrupts. It obstructs justice. It is contrary to our policy. There is no national interest in that.

Mr. President, with a new director of intelligence about to take office, it is long past time to take whatever steps are necessary, and I mean whatever steps, to ensure that this kind of activity stops once and for all. People paid by the CIA should be warned that they will not be shielded if they commit murder or other gross violations of human rights. And the Congress should have prompt access to information from any government agency about the fate of American citizens or their relatives. If the law needs to be changed to make that happen, then let us change the law.

CONCLUSION OF MORNING BUSINESS
The PRESIDING OFFICER. Morning business is closed.

EXECUTIVE SESSION

NOMINATION OF DANIEL ROBERT GLICKMAN, OF KANSAS, TO BE SECRETARY OF AGRICULTURE

The PRESIDING OFFICER. Under the previous order, the Senate will now go into executive session to consider Executive Calendar No. 50, the nomination of Daniel Robert Glickman to be Secretary of Agriculture.

The clerk will report the nomination. The legislative clerk read the nomination of Daniel Robert Glickman, of Kansas, to be Secretary of Agriculture.

The PRESIDING OFFICER. Under the previous order, there will now be 10 minutes of debate equally divided in the usual form.
term as Secretary is foreign trade. As I stated earlier, agriculture enjoys a trade surplus. Furthermore, the early evidence indicates that farmers have greatly benefited from recent free-trade agreements such as GATT and NAFTA. I understand that Mr. Glickman has been supportive of agricultural trade, although he felt it necessary to vote against the GATT for other reasons. I would just urge Mr. Glickman to do everything within his authority to open new markets for U.S. agricultural exports. As chairman of the Finance Subcommittee on International Trade, I would be happy to work with him on this endeavor.

In closing, I would reiterate my support for the nomination of Daniel Glickman for Secretary of Agriculture and look forward to working with him in his new position.

Mr. LEVIN. Mr. President, I am pleased that the President has nominated and the Senate is about to confirm Daniel Glickman as the new Secretary of Agriculture. He has an encyclopedic knowledge of U.S. and international agriculture and the U.S. Department of Agriculture. He will make an excellent addition to the Cabinet. I strongly support his confirmation.

Secretary Glickman and I had a chance to talk recently about Michigan’s agricultural picture. I did not have to spend a lot of time impressing him with my knowledge of the variability and diversity of the agriculture sector in Michigan. He was already familiar with it, as he had the good fortune to attend college in Michigan.

Mr. President, I look forward to working with the new Secretary to promote and legislate wise agricultural policy and continuing his predecessor’s efforts to improve efficiency at the Department in the coming years. I am particularly looking forward to working with him and the Department on promoting a Federal marketing order for tart cherries, and getting some of Michigan’s most abundant crops and agricultural products, like tart cherries, into the School Lunch Program.

The PRESIDING OFFICER. The question now occurs on the confirmation of the nomination of Daniel Robert Glickman, to be the Secretary of Agriculture.

Mr. LUGAR. Mr. President, I ask for the yeas and nays on the nomination.

The PRESIDING OFFICER. Is there a sufficient second? There appears to be a sufficient second.

The yeas and nays were ordered.

The PRESIDING OFFICER. The question is, will the Senate advise and consent to the nomination of Daniel Robert Glickman, of Kansas, to be Secretary of Agriculture? The yeas and nays have been ordered. The clerk will call the roll.

The legislative clerk called the roll.

Mr. LOTT. I announce that the Senator from Alabama [Mr. SHELBY] is necessarily absent.

I also announce that the Senator from Kansas [Mrs. KASSEBAUM] and the Senator from Minnesota [Mr. GRAMS] are absent due to a death in the family.

Mr. FORD. I announce that the Senator from North Dakota [Mr. CONRAD], the Senator from North Dakota [Mr. DONGAN], and the Senator from New Jersey [Mr. BRADLEY] are necessarily absent.

I further announce that, if present and voting, the Senator from North Dakota [Mr. DONGAN] and the Senator from North Dakota [Mr. CONRAD] would vacate any "aye." The PRESIDING OFFICER. Are there any other Senators in the Chamber who desire to vote?

The result was announced—yeas 94, nays 0, as follows:

(Rollcall Vote No. 120 Ex.)

YEAS—94

Abraham  Ford
Akaka  Frist
Ashcroft  Glenn
Baucus  Gordon
Bennett  Graham
Biden  Gramm
Bingaman  Grassley
Bond  Granger
Borum  Harkin
Breaux  Hatch
Brown  Hatfield
Burns  Helms
Bumpers  Hollings
Byrd  Hutchison
Campbell  Inhofe
Chafee  Isakson
Coats  Jeffords
Cochran  Johnson
Cohen  Kempthorne
Corzine  Kennedy
Craig  Kerrey
Deray  Kobey
DeWine  Kozy
Dodd  Lautenberg
Dole  Leahy
Domenici  Levin
Exon  Lieberman
Faircloth  Lott
Finkenauer  Logan
Feinstein  McClure

NOT VOTING—6

Bradley  Dorgan
Conrad  Grams

The nomination was confirmed.

The PRESIDING OFFICER. Under the previous order, the President will be notified of the result of the action. Mr. LUGAR. Mr. President, I move to reconsider the vote.

Mr. LEAHY. I move to lay that motion upon the table.

The motion to lay on the table was agreed to.

LEGISLATIVE SESSION

The PRESIDING OFFICER. The Senate will now return to legislative session.

EMERGENCY SUPPLEMENTAL APPROPRIATIONS ACT

The PRESIDING OFFICER. The clerk will report the pending business. The bill clerk read as follows:

A bill (H.R. 1158) making emergency supplemental appropriations for additional disaster assistance and making resolutions for the fiscal year ending September 30, 1995, and for other purposes.

The Senate resumed consideration of the bill. Pending: Hatfield amendment No. 430, in the nature of a substitute.

The PRESIDING OFFICER. The Senator from Oregon is recognized.

Mr. HATFIELD. Mr. President, I believe we were proceeding under a unanimous-consent agreement reached yesterday relating to the Daschle amendment being laid down at this time. Has that been vitiated?

The PRESIDING OFFICER. It has not.

Mr. HATFIELD. Mr. President, I ask unanimous consent that be vitiated at this moment, on the basis that Senator Daschle would like to take another opportunity to present his amendment. The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HATFIELD. Mr. President, let me just briefly outline the status of this bill.

I need not say that there are many amendments that we are aware of that have been indicated that many wish us to consider. I will say to the authors of each of those amendments that we are ready to consider those amendments and will be happy to do so.

I have checked with the Republican leader and the Democratic leader has indicated support for the matter of pushing this bill to completion today. I say today, and possibly tomorrow—but tomorrow will be 12:01 a.m. onward, not beginning at 12 o’clock tomorrow. If we have to push it over. We are going to continue this bill through the night, if necessary into the a.m., in order to complete this bill.

So, consequently I think everyone ought to be on notice that the time agreement is that everyone has been so cooperative on thus far, in reaching time-agreements—we would like to be able to consider every amendment and we will consider every amendment, hopefully with some time agreement for each one.

I just make that comment because we must complete this bill tonight. We are, at the same time, I say to my colleagues, functioning on about eight subcommittees in conference on the first appropriations bill. We are doing that right now.

So we will accommodate each Member if we can have a little "heads up" as to the content of your amendments, so we may have the subcommittee chairmen present on the floor when you offer your amendment in order to engage in discourse. Those subcommittee chairmen are now with the House committee chairmen, working out the first supplemental appropriations bill. So give us a few moments in order to secure their presence on the floor to take up and discuss your particular amendment.

If it would be possible, I would like to have the listing, so we can get a little "heads up" ourselves, of what to expect
March 30, 1995

CONGRESSIONAL RECORD—SENATE

S4845

in terms of amendments. So I ask Members to give us that opportunity to know the content and therefore identify the subcommittee. We have our staff of these subcommittees here to assist, to expedite the whole process. We can work with them.

So with that, I yield the floor.

The PRESIDING OFFICER. The Senator from New Mexico.

Mr. BINGAMAN. Mr. President, I ask the manager of the bill, the Senator from Colorado, if it is appropriate to send an amendment to the desk. He indicates it is.

AMENDMENT NO. 426 TO AMENDMENT NO. 420
(Purpose: To restore funding for programs under the Community Services Block Grant Act)

Mr. BINGAMAN. Mr. President, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The bill clerk read as follows:

The Senator from New Mexico [Mr. BINGAMAN], for himself, Mr. DASCHLE, and Mr. SIMON, proposes an amendment numbered 426 to amendment No. 420.

Mr. BINGAMAN. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 14, line 19, strike “$100,000,000” and insert “$133,000,000”.

On page 31, line 9, strike “$26,988,000” and insert “$36,988,000”.

Mr. BINGAMAN. Mr. President, I offer this amendment on behalf of myself and Senators DASCHLE and SIMON. It is an amendment to restore the funding for the Community Services Block Grant for homeless assistance. This funding, which flows through the States to community action agencies, accomplishes many badly needed services throughout the Nation. It is my understanding it is particularly important at this time, when we are focusing our attention on homelessness because it is one of the few sources of funds that can be used to prevent homelessness before it occurs. It can and is, however, used in a variety of ways by the different States.

In my home State of New Mexico, for example, this funding was used to help over 360 families and individuals last year in cases in which at least one family member had a job but could not yet obtain housing without assistance.

Grants to help these families make one-time deposits for utilities or for rent. The assistance helped provide the stability of a permanent home and thus helped to ensure that the persons assisted would be able to keep their jobs and stay out of homelessness.

This sort of help is especially important in States—like New Mexico—which have a shortage of transitional housing because most shelters have time limits on the time that one could stay there. Families could face constant relocation while they save for the necessary deposits to move into a permanent living situation.

In New Mexico this use has proven to be cost effective. The average one-time grant under this program has been about $500. While the cost to house and feed a single individual has been at least $600 a month in my State, a family would be more expensive, of course, to house and feed. Other States agree.

Other States do equally good things with this homeless assistance funding. Massachusetts, for example, in addition to paying for rent deposits, also used a portion of the funds last year to prevent evictions, to prevent utility shutoff, to purchase blankets and heaters, provide counseling to children in domestic violence situations involved with the homeless. The other States have accomplished other worthy purposes with this relatively small amount of funding.

Mr. President, it appears to me that this block grant program which benefits the neediest in our society is exactly the sort of program that many of us are particularly on the House side but here in the Senate as well, have been arguing for. It flows the money through to the States, and allows the States to dedicate it as they think it should be dedicated within the larger framework of homeless assistance.

It is particularly surprising to me that it is one of the programs that has fallen victim to the present budget-cutting efforts under the pretense that we must cut in order to meet the emergency needs in California from the last earthquake or the last flood. I believe that we need to restore this funding. Many States such as mine have not yet completed the fiscal year 1995 funding application procedure.

Let me go through the list of States that will be hurt if this rescission is allowed to stand. These are the States that have not yet filed their application this year. They are still working on the application. They still hope to access these funds for their homeless populations. The States that stand to gain from the restoration of these funds and from the adoption of my amendment are Arizona, California, Connecticut, Delaware, the District of Columbia, Georgia, Iowa, Kansas, Maryland, Massachusetts, Mississippi, New Jersey, my home State of New Mexico, North Dakota, Ohio, Oregon, Puerto Rico, Rhode Island, Virginia, Washington, and Wyoming.

Mr. President, other States, in addition to this list, may also face funding cuts as a result of the rescission that is proposed in the bill if we do not adopt my amendment. This is no doubt in my mind that the rescission is likely to result in increased human suffering that can easily be prevented or reduced through programs like the one we have in New Mexico if we just continue the funding for the program.

I would like to briefly mention the offset because I know there is a great concern which I share that we find offsets in these various areas. I have offered to restore this funding, this $13 million that is involved here. The Department of Energy National Laboratories. On page 30 of that report in talking about various environmental cleanup activities funded under this pot of money that I am going to get the $13 million from, the Galvin Commission said:

Other activities should be delayed or modified so as to await more effective and less costly technologies.

Mr. President, what we are proposing here in this offset is taking $13 million out of a combined fund of approximately $6 billion, or essentially one-third of 1 percent. It is a mere drop in the bucket compared to the total funding flow. The committee itself has recognized that $100 million should be taken out of that. This amendment would simply increase that rescission from $100 million to $115 million so that we could go ahead and use the funds for homeless assistance, as we had planned to do when we authorized and appropriated funds last year. Although that $13 million will be a mere drop in the bucket of the Defense environmental restoration and waste management fund, it is two-thirds of the total 1995 funding for the CSBG homeless assistance program.

Mr. President, I think that fairly accurately describes what my amendment does. I think it is an excellent amendment. I urge my colleagues to support it. I think that the shift of funds to this purpose and the maintenance of effort in this purpose is essential.

I conclude my remarks at this point and reserve any time. I believe there is a time limit. Mr. President, let me ask if we are operating under a time limit at this time.

The PRESIDING OFFICER (Mr. INHOFE). I advise the Senator from New Mexico that there is no time limitation.

Mr. BINGAMAN. In view of that, Mr. President, I yield the floor. I urge my colleagues to adopt the amendment.

Mr. HATFIELD addressed the Chair.

The PRESIDING OFFICER. The Senator from Oregon.

Mr. HATFIELD. Mr. President, I am very happy to accept the amendment.
Mr. BINGAMAN. Mr. President, could I address a question to the Chair for information from the chairman of the committee?

I would just want to know. My main concern—and I appreciate the offer and willingness to adopt the amendment very much—I am anxious that the Senate prevail in the conference with the House. And for that reason, it has been my intention to go ahead and have a rollcall vote on this matter so as to make clear that the Senate feels strongly about this. I ask the Senator from Oregon if he thinks that is the appropriate course to follow.

Mr. HATFIELD. Mr. President, in response to the question, I urge the Senator not to follow that procedure on the basis that we can expedite these amendments, especially ones like Senator WELLSTONE’s amendment yesterday on his priority for children. We reached an agreement on that. I think I can base that on the fact that this bill we have before us has made some major changes as to what we received from the House of Representatives. We have spent less dollars in this bill, and we have lower dollars. We have moved those rescissions from some programs of less personal need of character to programs of need. We demonstrated that as a part of our creation of this bill—everything from children’s needs to homeless needs to low-income energy assistance to student aid.

So I say to the Senator that the amendment fits compatibly to the basic thrust of this particular bill. Any Senator can ask for a rollcall. I am not suggesting that I can prevent that. I could not if I wanted to. But nevertheless I urge the Senator let us accept this amendment as a part of a Senator from New York.

Mr. HATFIELD. I say to the Senator that the amendment fits compatibly to the basic thrust of this particular bill. Any Senator can ask for a rollcall. I am not suggesting that I can prevent that. I could not if I wanted to. But nevertheless I urge the Senator let us accept this amendment as a part of a Senator from New York.

Mr. HATFIELD. I say to the Senator that the amendment fits compatibly to the basic thrust of this particular bill. Any Senator can ask for a rollcall. I am not suggesting that I can prevent that. I could not if I wanted to. But nevertheless I urge the Senator let us accept this amendment as a part of a Senator from New York.

Mr. BINGAMAN. Mr. President, I have great respect for the Senator from Oregon. If he is confident with the Senate position with regard to this, I know that every rescission that I have opposed in this, the homeless assistance was also adopted by the House. Since we would not be adopting the rescission, I think it is very important that we would go to conference intending to prevail on that issue. If I have the assurance of the Senator from Oregon that he believes that will happen without a rollcall vote, then I will defer to him.

Mr. HATFIELD. I say to the Senator that the amendment fits compatibly to the basic thrust of this particular bill. Any Senator can ask for a rollcall. I am not suggesting that I can prevent that. I could not if I wanted to. But nevertheless I urge the Senator let us accept this amendment as a part of a Senator from New York.

Mr. HATFIELD. I say to the Senator that the amendment fits compatibly to the basic thrust of this particular bill. Any Senator can ask for a rollcall. I am not suggesting that I can prevent that. I could not if I wanted to. But nevertheless I urge the Senator let us accept this amendment as a part of a Senator from New York.

Mr. BINGAMAN. Based on that assurance, Mr. President, I will not ask for a rollcall vote at this time and allow the amendment to be voice voted. I urge all my colleagues to support it. I think it is a major improvement in the legislation, and hope it will be adopted.

Mr. HATFIELD. Mr. President, I move to reconsider the vote by which the amendment was adopted. The PRESIDING OFFICER. The question is on agreeing to amendment of the Senator from New Mexico.

Mr. HATFIELD. I move to lay that motion on the table.

Mr. BINGAMAN. Mr. President, I thank the Senator from New Mexico.

MR. BINGAMAN. The amendment (No. 426) was agreed to.

Mr. HATFIELD. Mr. President, I move to reconsider the vote by which the amendment was adopted. The PRESIDING OFFICER. The question is on agreeing to amendment of the Senator from New Mexico.

Mr. HATFIELD. I move to lay that motion on the table.

Mr. BINGAMAN. Mr. President, I thank the Senator from New Mexico.

MR. BINGAMAN. The amendment (No. 426) was agreed to.

Mr. HATFIELD. Mr. President, I move to reconsider the vote by which the amendment was adopted. The PRESIDING OFFICER. The question is on agreeing to amendment of the Senator from New Mexico.

Mr. HATFIELD. I move to lay that motion on the table.

Mr. BINGAMAN. Mr. President, I thank the Senator from New Mexico.

MR. BINGAMAN. The amendment (No. 426) was agreed to.
going to get our house in order. I think it is rather ironic that when we have the Nation’s Capital, right here, with a $1 billion deficit, we are sending $20 billion to Mexico—taxpayers’ money. Incredibly, what about an aid program here in the District of Columbia?

I find it ironic when my State of New York is at a $4 billion deficit, when the Governor and the legislature are facing hard choices, cutting back on Medicaid programs, cutting back on other worthy programs because we just do not have the money and you cannot continue to tax and tax and spend and spend, and we are cutting back. State after State, making the tough choices, here we are talking about a balanced budget 7 years out. My State has a $14 billion deficit. Why not a loan guarantee program to help bail them out? What about Orange County, $2.2 billion, laying off people—policemen, firefighters, teachers.

How are some of some foreign aid right here at home?

Twenty billion dollars, to where? To a democracy? No way. To a corrupt government, narco dealers, an agricultural program served for 25 years as a billionaire, whose sons are involved in narco trafficking. We are bailing out currency speculators.

How much of the $5 billion that we have already sent down there, we are not going to pay off currency speculators? And they got every single dollar back and, in some cases, 20 percent.

Mr. President, I have had colleagues say to me, “Well, you know something, if you don’t go forward with this and the Mexican market collapses, they are going to blame you.”

Well, let me tell you, we have a constitutional responsibility. And if we are going to make aid available to them, then let us make the aid available to them under conditions necessary, let us understand where the money is going. Let us control, not one of the these secret back-room things with the administration, secrecy we do not know, giving it to them in tranches.

Now I understand a very significant amount, up to $5 billion, is going to go out within the next couple of weeks. We are told, “Don’t worry. You don’t have to worry. There will be repayment.”

When they first told us about this program, the administration came forward and they said, “If we have to use any of our money whatever, then the program is a failure. Don’t worry, because when they see the guarantees that are there, it is just like the United States, we are bailing this, the world community is bailing this. You don’t have to worry.”

Well, we have already sent $5 billion down. And, by the way, some of that money, they say they are going to repay us over the next 5 to 7 years. Do you believe a government down in Mexico can guarantee we are going to get the money back? They say, “Don’t worry. We are funding with the oil revenues.”

Well, I see my friend, Senator MURKOWSKI, here. Maybe he will talk to you about the possibility of a repayment as it relates to the oil revenues; very, very, tenuous.

How are you going to get the money? Are we going to send troops in to seize the collateral, the oil?

Let me tell you something, if they wanted to do something, if they wanted to really have privatization, that is one thing. Let the free market determine. Why is the United States attempting to do what the free market should be doing? If they collapse because they were overspending, if they collapse because there was no value there, then let the market determine. Why should we rush in artificially to, so-called, prop up their dollar, to pay their foreign debts, to pay off their obligations? It does not make sense.

Mr. President, the Mexican bailout is a failure. What this legislation says is, before you send down more money, you come to the Congress the way you have to worry. There will be repayments. But let me tell you something. If you think you know all of the facts, you have to know all the facts, you know how that money is being administered, who is getting it, how we will be repaid, then I have respect for people who would then say, “Allfose, this is a bad amendment. I can’t support it.”

But, if, on the other hand, we do not know how the money is being spent, we have doubts as to its being used in this manner, we have doubts as to the ability of the Mexican Government to deal with the problem, we have doubts that the free market system should be employed in this system, we have doubts about prepaying speculators who make vast fortunes, billions of dollars as we are bailing them out—they are getting their money, by the way, they are not putting their money back—I say this has been a failure.

Yesterday, the Mexican market went down. It has already collapsed. Now they are talking about it went up 10 percent. I was so impressed when I went in and bought that IBM stock, and what was the difference between investing in a Mexican bearer bond and investing in the stock market?

If you buy IBM shares today at 82 and then next week it goes down to 62, do we expect the Federal Government to bail out that sophisticated investor who, with his or her eyes wide open, went in and bought that IBM stock? What is the difference between that and a Mexican bearer bond?

Mr. D’AMATO. There is very little difference. Except that in this case, we, the Government, are involved in repurchasing billions of dollars’ worth of these instruments that people invested in and we have literally guaranteed that they would suffer no loss. Indeed, not only did they suffer no loss but, to add insult to injury, instead of the way, if in the free market, you had the free market working, they would have gone down, just like the IBM stock and, in most of those cases, that Government could have repurchased them when they came in for 20 cents on the dollar, 30 cents on the dollar.

No, we did not allow the free market to work. We went in and said, “Don’t worry. The United States, Big Brother, the working middle-class families of America, we are going to provide you with $20 billion.”

So those currency speculators, sophisticated investors, they got every dollar back they put in and, in some cases, a 20-percent increase. So instead
of allowing the free market to work, the stock, IBM goes down—Lou Gerstner would not like to hear that—but if you bought the stock and it went down, you would think you lost. Can you imagine? Why should not the American people have us guaranteeing, when they have been hurt, as I think they have been? The Senator’s point—whenver they make an investment, whether it is in bond market or whether it is in the stock market, that if it goes down enough, we will come in and guarantee that they will get whatever the interest that they were promised on that bond, in this case 20 percent.

It is the most fallacious—by the way, how did that help the Mexican economy? Is it did make some very sophisticated investors whole, made them happy. And I am sure that prior to this agreement being worked out, they understood they were going to take really substantial losses.

So we took American taxpayers’ money to bail out investors and speculators in this situation. I have to tell you, we are preparing to do more. That is right. In the next several weeks, if we do not do something like adopt this legislation, we will have to go to Mexico billions of dollars more. It is not enough that we gave them $5 billion. We are ready to give them more. Now I find that incredible. And we do not even know who these people are.

Mr. AMATO. Mr. President, my friend is so right. If you ask, are we second guessing; sure we are. Our duty is to have oversight, not just to ship $20 billion and say we will micro-manage. I am not looking to micro-manage, but when you are re Claiming billions of dollars in securitites, why would we not want to know who the people were? Why would we not send a representative down, as we do where you have financial collapses, and arrange to stretch out the repayment and to say to some of these people: Here is my million dollars; I want my million-dollar bond honored. I want you to pay a million dollars plus 20-percent interest.

You say: Wait a minute, Mr. Smith or Mr. Jones or Mr. Chou, because some of these come from abroad, we cannot. But I will tell you what we will do. We will pay you over a 10-year period. We are not going to pay you 20 percent interest. We will pay 3 percent interest, or maybe we will give you 60 cents on the dollar or 30 cents. To simply allow them—them being the Mexican Government and authorities—to renegotiate and say we cannot meet our obligations because America, because Mexico, because the creditor is not carrying their part of the agreements, that is not satisfactory, and when it comes down to a point where the Government cannot meet its obligation, or the financial house that has issued an instrument cannot meet, the parties sit down and work something out relative to how the creditor is going to get paid. As the Senator from New York said, maybe 50 cents, 20 cents, 30 cents on the dollar. And it addresses itself in a business fashion, and there is a winner and a loser. In most cases, both sides lose if the investment is not successful. But it has been pointed out here in this instance that the Federal Government has seen fit to stretch out.

Why, I ask the Senator from New York, is it not more appropriate that we bail out, say, the investors in the Orange County debt?

Mr. AMATO. Somebody says charity begins at home once in a while. Is there a difference here between the Federal Government’s obligation to step in and bail out the investors that hold the Mexican tesobonos? Why not let those that hold the Orange County debt?

Mr. AMATO. I agree. It seems to me that if we were going to use taxpayer dollars, a much better case could be made as it relates to guaranteeing and giving a loan guarantee, for example, to Orange County, so they could repay these dollars over a period of time. They have taxpayers. These are the citizens of Orange County that are being hurt. These are our constituents, the Americans who are there, would be much more understandable.

Mr. MURKOWSKI. Why do we know who those holders of the debt are, and we do not know who the holders of the tesobonos are?

Mr. MURKOWSKI. Because our administration did not take the time to say, in negotiating in this agreement—and again we are rushing down to make this money available—look, we are not going to pay back dollar for dollar, and those that identify who these people are, have them come in, and we will negotiate with them. I would like to know how much further the market would have collapsed. It went from 10 to 2 on a relative scale. I mean, would it have gone down a lot?

All this business about the damage being done—the Americans are hated there in Mexico now because interest rates have gone up. Home interest mortgages have gone from 20 to 80 percent. The Mexican people are blaming us. We are looking upon with disdain. We are not getting any credit for making American taxpayer dollars available. Meantime,
working men and women are scrambling and scraping to provide a better way of life for their families, and we just willy-nilly turn the other way and send this money down to Mexico and we pay off speculators. I think maybe some would like to ask the Senator from New York why there is no bail out for the American. I do not know how many large institutions who invested money there were bailed out and made substantial profits. But I think the American people have a right to know whether they are American, whether they are Japanese, or whether they are German. But who were they, and who are we bailing out?

Mr. MURKOWSKI. Mr. President, let me ask the Senator from New York a question relating to the obligation of a holder of an investment. If, through a mutual fund or a broker, an individual American acquired some of these bearer bonds—tesobonos—now, what obligation does that person have to report the gain or loss to the Federal Government on his or her income tax?

The question relating to the obligation of a person who held these bonds and have to re-purchase these holdings are? Would not the Internal Revenue Service have a record of who held these bonds and have to report that information?

Mr. D'AMATO. At some point in time, absolutely right, when the reported year for that transaction takes place they will be able to assert. Having said that, the IRS will—that will take some time, probably run into the next calendar year—but the IRS will have the idea.

It seems to me, though, that the Treasury people themselves have an obligation, before allowing these dollars to be used, to say we want to identify with specificity exactly who, when people come in and get paid off on the institutions.

We have an obligation to know that. They never do this.

Mr. MURKOWSKI. Mr. President, one of the explanations given in an earlier meeting that I think the Senator from New York was at when the question was asked: “Who holds this debt?” The explanation was “They are bearer instruments.” Like a check payable to cash, whoever holds it, owns it and can basically turn it into cash.

I think there was a comment suggested, if this thing settles down and we try to work it out, then those that hold the debt will be known because they will be represented by themselves as they work with the pool of tesobono and say we want to work something out with the Mexican Government to get paid.

Why did the Treasury Department not see fit to try and address identification? Who are the beneficiaries of this $52 billion bailout?

Mr. D'AMATO. Senator, an interesting point is raised. I will digress, as I do very often.

We rightfully come under great criticism related to the savings and loan collapse and the bailout. In that case, people still think that we bailed out wealthy bankers, et cetera. They were the people—we can identify every one of them—and the average amount of money was in the nature, and I am hazarding a guess, of under $20,000. They were the small, middle-class depositors. They were the people who held harmless because the Federal Government made a guarantee.

Our different view, we are talking about sophisticated investors. We are talking about large brokerage houses. We are talking about mutual fund situations where we came in and did not even ask who they were.

In the case of the failed banks we obviously asked to see—these are our own citizens. We had to identify the banks, every single citizen, before he or she got back his money.

Let me say, if some of them had over $100,000, they had multiple checking accounts. And we had a case of a charity in New York who did not know. They thought because they had multiple checking accounts and each was under $100,000, they are covered. They would be wiped out.

We had to get special legislation by the Congress to see that our own citizens got back their money. Forget about interest—just got back their money.

Here we are paying off foreign speculators who invested in foreign obligations 100 percent on the dollar, plus their interest on top of that, and we are told, “We couldn’t find out who they were.”

Can you imagine? Of course we could have. We should have insisted on it. We should have insisted that they negotiate. Maybe we would want to make certain rules if some of the institutions that invested were people, pensioners, et cetera.

We might say, “Let’s give them a break.” If some of them were not, we would say we have no legitimate claim and maybe we will pay them 20 cents on the dollar, 30 cents on the dollar.

No, we ship this money around like it does not belong to us. Well, it does more than belong to us.

Mr. MURKOWSKI. I wonder if the Senator from New York would yield for a minute for an examination of how risk works?

Many of the bearer bonds were sold with the promise they would return 20 percent interest or thereabouts. Very much, much higher than we can get in the United States on bonds.

Of course, by the way, we have to look at that 20 percent and say, “Why are they willing to pay so much more than the going rate that is prevailing in the United States?”

Unlike what the investor would get if he or she went to his bank, their deposit would be basically guaranteed by the Federal Government—$100,000 through the insurance that the Federal Government mandates that banks must carry.

So, clearly, we have a case here when there was a consideration of a handsome return, 20 percent, by the issuance of these bonds. These investors had to make a decision whether to invest their money and run the risk associated with having to offer 20 percent to the investment, or not invest at all.

They had to be fairly sophisticated, because a person looking for an investment of that sort would be foolish to invest and try and generate 20 percent return because he or she would know that is very, very risky. If investors knew the Federal Government would bail them out, why, then, they are home free.

Now, how in the world could we have made this transition? What were high-return, high-risk, investments have now been converted into an obligation of the U.S. Government.

Now, as the Senator from New York knows, as the Senator from Alaska knows, if we can get the guarantee or if we can get the kind of bailout that this has developed, why, a person will take it. In the meantime, the American taxpayer is taking it in the pants.

Mr. D'AMATO. There is no doubt, Mr. President, that this is one that goes down in history as one of the most misguided operations to rescue the Mexican economy. It is not working. It is not working. Again, if we read the reports now, it is stabilized. The peso, at 6.7, approximately, to $1, where it used to be 3.5. It really has not recaptured any ground. It hit a high of 7.

The fact of whether it is 6.7 or 8 or 9 is not in the final analysis going to rescue the economy. I will say, all the dollars are already bailing out.

My legislation, oh, horrible things—the Mexican economy has collapsed. The Mexican people have been injured as a result of what we have done. They hold us in disdain. We are in complicity with the group of corrupt politicians who have—we were sold a bill of goods about how great and decent and wonderful Mr. Salinas—how his administration was different, how free markets were working.

I will say, the megaspeculator did well. The people in that government who sold out early in terms of the currency in the billions of dollars of currency transactions, they made out.

I will say, that this administration, the President, the Secretary of the Treasury, withheld vital information and seduced the world and the American people into believing that everything was hunky-dory last year. We believe, believe what we read the Washington Post. I will quote them. “Despite warnings, U.S. failed to see magnitude of Mexico’s problems.” We not only failed to see, we covered it up. Now, it is one thing not to reveal the problems and the failings of an ally, we believe, believe what we read the Washington Post. We not only failed to see, we covered it up. Now, it is one thing not to reveal the problems and the failings of an ally, we believe, believe what we read the Washington Post.

Here we have, back in April, May, August, September, the administration, when they knew that there were serious problems, when the intelligence agencies of this country said, “You got real problems there.”
September. Treasury Secretary expresses support for the policies of the Zedillo government, after he is elected—September, last year.

In July and August, we had serious misgivings and warned—warned—the Mexican Government and officials that there were real problems. We knew what was taking place. We knew that there was a drain on the foreign exchange. But we did nothing. Yet, the Secretary of the Treasury, when he met with President Zedillo, said he supported his policies.

In November, President Zedillo met with President Clinton and Secretary Bentsen in Washington. Nothing was said. In December, he is sworn in; December 9, the President of the United States tells Mexico.

Listen to this. December 9—we knew that they were a basket case. The administration knew it. Do you mean to tell me the Secretary of Treasury did not tell the President of the United States what was going on? And they said—this is an article, not me, the Washington Post:

President Clinton tells Mexico as a case study in successful economic development at the Senate.

This article was February 13, 1995. It is quite comprehensive. By the way, that was just less than 2 weeks before the Mexican Government then went through the devaluation, on December 20.

So here we are, all during that period—August, September, October, November, December—our administration knowing, and we are telling everybody everything is wonderful, a case study in success.

Let us talk about complicity. This is absolutely something that was horrendous. Now, to compound it by sending $20 billion down to people who do not have the ability—and not even ask who are we bailing out? Who are the people who are keeping the dividends? That is immoral.

I have to tell you something else. If we in the Congress of the United States, for whatever political reasons, are seeking political cover, look the other way—we are absolutely deviating from what we should be doing. We are in dereliction of our duty and responsibilities.

Mr. MURKOWSKI. Would the Senator yield. I would just like to explore a theory. I think the Senator from New York will recall at a meeting that was held in the leader's office in January, the Secretary of the President of Mexico was there, and at that time we were under the illusion that the current debt was somewhere in the area of $40-some-odd billion. I believe the Secretary indicated that the current debt, that is the debt that is due within the current year, was somewhere in the area of $70 billion. It was substantially more than we were led to believe by the Department of the Treasury.

Let us assume for a moment that most of this debt was held by American investors who held these tesobonos: the debt is due, and the Mexican Government cannot meet the debt. What happens to the investment that went into Mexico? Mexico issued these bearer bonds and they got dollars. They did things with those dollars, things that were supposed to increase the economic vitality in Mexico. In any event, the Mexican Government could not meet the obligations. Is Mexico going to be any worse or better off if the American taxpayer reimburses Mexican investors? Americans are going to be better off.

Mr. D'AMATO. And other foreign investors.

Mr. MURKOWSKI. Any foreign investor. But it makes, really, no difference to Mexico, does it?

Mr. D'AMATO. Not to its people.

Mr. MURKOWSKI. No.

Mr. D'AMATO. As a matter of fact, tied to the repayment schedule, which they can not carry out, has come the most austere measures placed upon the Mexican people. The Mexican middle class has collapsed. We are now viewed as truly the "Ugly American" in the eyes of the Mexican people. They are at our mercy. We have destroyed their economy. And they happen to be right. It is one thing to help a neighbor in need. It is another thing to just simply take dollars, throw them down, and then tie their people, without the permission of their people, to the repayment schedule, which will be to the detriment of the Mexican people. And this is just the beginning, and it is not going to work.

Mr. MURKOWSKI. So to walk through this very briefly, so we all understand the transfer of the obligation here, it has been transferred to the American taxpayer and the Mexican taxpayer by this action. The holders of the tesobonos are being taken care of by this action by the United States Treasury, the guarantee, the $5 billion that has already been extended. You would stop that with this action?

Mr. D'AMATO. Absolutely.

Mr. MURKOWSKI. The Senator's bill would say, "No more."

Mr. D'AMATO. No more, unless you come to the Congress. And then let the Congress have the courage, let them tell the American people why they are sending money, where they are sending it, and under what conditions they are sending it.

Mr. MURKOWSKI. And who would benefit from that?

Mr. D'AMATO. And who would benefit.

I say to Senator MURKOWSKI, you never really did a finer job than bringing us right to the essence of this. We kind of free market are we talking about when the people who invested in the free market system had the Mexican people in Government, and the U.S. people in Government, guaranteeing their investment? That is not a free market system. You invest; you take a chance. You win or you lose. You do not have the Government coming to say we are going to bail you out. And that is what we are doing.

By the way, to get the facts is incredible. Do you think it is easy to try to get facts from people as to what they are doing? "Oh, we cannot tell you because if we tell you, they will have a thing and they will
not know and speculators—the speculators will clean up.” Or the tesobono will go down or the dollar will go even higher; the peso will go to even 7 or 8 or 9.

The damage has been done. Let us wake up. You can just keep the charade going. And after we pay off all the obligations and all the speculators, and all the people who invested their money, what do you think is going to happen?

Mr. MURKOWSKI. Then, theoretically, at least, the poor Mexican taxpayer is expected to come forward, re-generate the Mexican economy, and pay back the IMF, the United States—$20 billion, the $10 billion from the Bank of International Settlements—so the Mexican taxpayer has the obligation in the end, but his country at that time is in terrible shape.

What we have done is—Mexico issued these bonds. They could not pay them. When they become due, Uncle Sam comes along and puts together a deal under the charade that we have to save Mexico from collapse. But what we are doing is: We are paying the holders, most of which are Americans who have seen fit to take a handsome return—the brokerage firms and various others—while we are paying foreign investors with U.S. taxpayer dollars. And then we look to the Mexican taxpayer and the Mexican economy to come back and pay these obligations.

I wonder if the Senator from New York really believes, as the administration tells us, that our so-called loans are safe because we will have access to Mexican oil, if there is a default? Does the Senator believe for one moment that we have access to Mexico’s oil or that we are going to have to

Mr. SHELBY assumed the chair.)

Mr. D’AMATO. Absolutely not, notwithstanding every dollar that is supposed to go through the New York Fed as it relates to foreign imports. The fact is they are using these dollars. They desperately need these dollars for their economy to support their other programs. The fact of the matter is they are using these dollars. As it relates to foreign imports. The

The question I have for the Senator from New York is that has been 2 or 3 months ago now. Has he heard of any of the European countries who have now joined us in underwriting the guarantees?

Mr. D’AMATO. To a very limited extent there has been some participation in this area. One country I believe joined with $3 billion as it relates to some kind of credit swaps. They have not been engaged in a massive kind of relief effort that we are involved in for loans up to 7 or 10 years. Then, of course, through their participation through the International Monetary Fund, which in the final analysis we will be called upon to help replenish—this is not just a $20 billion bailout. This is $20 billion plus the participation we owe the IMF, plus whatever it might be from the World Bank.

So with the exception of some limited credit swaps, there has been no kind of coming forth on the scale of the magnitude which have been expected.

Mr. INHOFE. That was leading to the second question I have for the Senator from New York; that is, another meeting took place on the 13th of January 1 week later with somewhat the same participants. At that time they were asked again. Where are the guarantors that are going to join us? At that point, it was not $20 billion, it was $40 billion. I have been fearful, since they had started to come for concurrence from both Houses of Congress and then went ahead and did it by Executive action, that $20 billion we keep hearing about is in fact closer to $40 billion, part one of the question; part two, I picked up a paper going through Dallas—I believe it was a newspaper in Mexico—characterizing this amount of money as not loan guarantees but foreign loans.

Mr. D’AMATO. I believe the Senator is absolutely correct. It is foreign aid when we become involved in not short-term prop-up of the currency for 3 months or 6 months, which was traditionally used, and being paid questionable whether or not it was ever intended to prop up foreign currencies. But if you want the argument that it helps our own currency fund, never before have we made a loan under a situation which has gone beyond a year, and in that one case we went the year. That was Mexico; in no other case. Once again, back in 1982 we participated to the extent of $1 billion. We are not talking about $20 billion from the IMF fund, another unsubstantiated participation in the European countries. We are not talking about other economic swaps. We are talking about closer to $40 billion of taxpayers’ money to maybe drawn down on.

Mr. MURKOWSKI. The Senator from Alaska unfortunately has to leave the discussion. I wonder if the Senator from Oklahoma would carry on.

I want to pledge to my friend from New York that I will work with him to stop this hemorrhage of the American taxpayer. In fact, we were able to hold a meeting, the Senator from New York as chairman of the Banking Committee, myself as chairman of the Energy and Natural Resources Committee. I think is an appropriate utilization of our oversight responsibilities. I think it behooves us collectively to work with the Finance Committee to develop a methodology so that we can talk to the American public specifically who the recipients of this $52 billion bailout are because clearly it is not the Mexican people. It is the holders of high-risk debt that is generating a very handsome rate of return at the expense and the exposure of the American taxpayer.

I can tell the Senator from New York and the Senator from Oklahoma that, if this $52 billion flows out, the people of Mexico are expected to pick up and pay that back. They are not going to be able to do it. And we know that. We should not kid ourselves. As a consequence, the American taxpayer will end up as the fall guy, and the sophisticated investment community in this country and abroad will be the beneficiaries. I think the American public is entitled to know who those beneficiaries are. I intend to work with my colleagues toward that end in appropriate identification of just where this handsome return is being funneled. I thank my friend from New York. I am pleased to join with him in cosponsoring this amendment.

Mr. D’AMATO. I thank my friend and colleague from Alaska for really I think focusing in on the central theme. We talk about free markets. We are not allowing them to work. Then we come in and we pledge United States taxpayers and Mexican taxpayers to bail out unknown speculators, unknown investors. As a consequence, they are. And in contravention of the statute of the Constitution which says that elected representatives of the people of...
Congress must approve the appropriations of taxpayers' funds, it is our constitutional duty. It is spelled out in Article I, section 9 of the U.S. Constitution. It says no money shall be drawn from the Treasury but in consequence of appropriations made by law. That exactly is what we are doing.

Mr. President, I see my colleague from North Carolina is here. I know he has a statement. He is a cosponsor of this legislation. So I am going to yield the floor.

Mr. FAIRCLOTH addressed the Chair.

The PRESIDING OFFICER. The Senator from North Carolina.

Mr. FAIRCLOTH. Thank you, Mr. President. A perfect example of what we are talking about in the conflict and the lack of direction we have seen in this entire process has been that, according to the President's fiscal year budget of 1996, the net position of the exchange stabilization fund is only $13.3 billion. But we are now committed to $10 billion out of an $18.3 billion fund. That is by his own figures, not anyone else.

But I think the most distressing thing about the entire thing is near 6 weeks ago I asked Alan Greenspan how Mexico's situation was. He said overall was over-domestic spending, over-borrowing and an out-of-control trade deficit. I asked him which one of those we were doing at a greater rate than Mexico. And his answer? None, that we were doing the smallest.

The real question is this: Who is going to bail us out? That is the difference. There is no one to bail us out. When the time comes, there is no bailout. And a perfect example of what is happening—and we have all seen it—is the decline in the dollar. The dollar went into a straight decline after we refused to balance the budget and when we became entangled with Mexico.

President Clinton plans to give Mexico $20 billion. 'Give' is the right word. Do not call it a loan. There is no chance of it being paid back under any conditions. It is an absolute giveaway.

This type of thing is not new to Mexico. They have been through five or six of these so-called crises before. We simply do not have the money to bail them out. This $20 billion we talk about is supposed to be used to stabilize the currency of this country, and at the rate we are going there is no doubt we are not going to stabilize the currency of this country, and quickly.

I think the President's plan is a bad idea from the beginning when you look at the fact that Mexico's foreign debt is $160 billion. It is higher than it was in 1982, when Mexico simply took a walk on the world, suspended interest payments, and precipitated the Latin American debt crisis bailout.

Unfortunately, in the face of this crisis, President Clinton chose a flawed strategy that he has followed before. He followed it with health care. And that is a massive Government intervention. The last thing we need in Mexico is a massive intervention of this Government. And like before, the plan is being resisted from ordinary Americans who know they are going to wind up paying it back. The working taxpayers of this country do not understand how we can afford to send Mexico $20 billion when the United States is going into debt every day at $700 million or more.

The thing about it that has been so confusing—and I have talked to the Senator from New York and everybody else about it—is that when we first heard of the crisis $12 billion was supposed to correct it. Later on, they told us it might take $25 billion. Then we went to a meeting and they said $40 billion would absolutely be such an overkill, so much extra money that we would not even have to use the $40 billion.

Now it would appear now they are talking about $32 billion. We have no idea how much is involved. But there is one thing for sure. It is going to take a lot more money than the country is going in debt at $1 billion every working day ought to be spending. This is a problem for the Mexican economy and the Mexican people to address themselves. It is not a problem for the U.S. Government. Mexico simply cannot afford it.

The plan thus far has done nothing to stabilize the Mexican currency. It has gone down against the dollar since the announcement of the plan. Now, to add to bad news to bad news, as the peso has been dropping against the dollar, the dollar has been dropping against practically every industrialized country's currency in the world. So we are trying to bail out a weak peso with a weakening dollar. It simply does not make sense.

As I think Senator Brown from Colorado said, nobody ever falls in love with their banker, and we have seen it clearly in this situation. Mexico will soon resent our interference in their domestic and in their political affairs. There will be "Yankee go home" signs up before we ever finish the bailout. In fact, the evidence is already there. During the deliberation on the President's first plan, the Mexican Legislature took a vote in which they said, yes, they, have to approve the bailout. In other words, they have to decide whether they want us to give them money or not.

Finally, with an administration and a Congress that cannot control their own spending, the ludicrous part of it all is that we are talking about imposing financial constraints on Mexico, what they could spend, domestic spending, telling them to get the trade deficit in line—we, the United States Congress, imposing trade constraints and fiscal constraints on someone when for 35 years we have been totally out of control, spending and wrecking our own dollar against the world's economies.

So if we cannot control our own, why should we think we are going to be able to control the economy of Mexico? What we need to do is exactly what this bill does. I assume we have committed the $5 billion, but when that is up, we should stop until it comes back before the entire Congress to make a decision as to whether we go any further or not. Maybe we could afford the $5 billion but we cannot afford an open-ended check.

Mr. President, I thank you. I yield the floor.

Mr. D'AMATO addressed the Chair.

The PRESIDING OFFICER. The Senator from New York.

Mr. D'AMATO. Mr. President, I thank Senator FAIRCLOTH not only for his support and cosponsorship of this legislation but for his persistence in asking for the facts.

Mr. President, I prepared a statement and I am going to stick to it and read it at this point.

The Mexican bailout is a failure. The rights of the American people have been ignored and disregarded. Might I add to that—our relatives in Mexico, Mexican people, who we claim we are interested in, have been injured as well.

People of this Nation clearly do not want to send $20 billion to Mexico even though there are the implied threats that there will be huge immigration masses illegally coming across our borders.

The administration and the President have arrogantly disregarded the men and women of America. They have gone around Congress. The President took money that was supposed to be used to stabilize the American dollar, and we are giving it to Mexico, make no mistake about it. We are never going to get this money back. And the question as to the use of this money is a very real and legitimate question that should be answered. Who are we bailing out?

The President has rewarded a corrupt dictatorial Mexican regime and saved global speculators from massive losses. Already, $5 billion—$5 billion—of American taxpayers' money gone.

Yesterday, the Mexican market still fell. The collapse of the Mexican stock market continues unabated. It was a terrible mistake for the President to use $20 billion of the exchange stabilization fund. That fund was intended to repatriate and to protect the American dollar, not the peso. This is an outrage. It is shocking. It is wrong.

The President has made conditions in Mexico worse for the Mexican people. Just think of it. The $5 billion already sent to Mexico has been used to repay the Mexican public debt to bail out currency speculators and Mexican banks.

American taxpayers should not have to repay Mexico's public debt and prop up Mexican banks. And that is exactly what is happening.

Never before has an administration or an American President taken such large amounts—$20 billion—from our economic stabilization fund to bail out...
Imagine what the middle class is doing and saying right now. How long do you think they can maintain this austerity program? The peso printing press is still pounding out pesos at 80 to 100 percent. What will we do? Will we send a loan to a foreign country for more than $1 billion? Congress has matched the administration's tax cut with $5 billion without congressional approval, so we have a new budget deficit. We have made it the cornerstone of our foreign policy. 

As elected representatives of the people, the Congress must approve the appropriation of taxpayers' funds. It is our constitutional duty. Instead of allowing the free market to decide Mexico's fate, the politicians in Mexico City and in Washington led the markets. All during 1994, the administration told us that the Mexican economy was a model for the free world. We supported Mexican President Salinas' candidacy to head the World Trade Organization. President Clinton praised Mexico at the Summit of the Americas, just days before the devaluation of the peso in December.

This administration has made the situation in Mexico far worse than it needed to be. The peso also will rise and fall because of market forces—free market forces—and not because of $5, $10, or $20 billion in American taxpayers' dollars goes south of the border.

What is going on in Mexico rivals any soap opera. There were reports of rampant Mexican corruption and collusion with drug traffickers. The former President of Mexico has left the country; his brother is under arrest for masterminding a political assassination. The Mexican Army is fighting rebellion in the south, and the Mexican national oil monopoly that has been used as a Mexican piggy bank for corrupt officials year after year after year after year.

You have a former agricultural administrator, the Secretary, just retired there. He is a billionaire. He earned $50,000 a year, yet he is a billionaire. And his sons are tied to drug dealings. Sixty percent of all the drugs that come into this country in terms of cocaine are from Mexico as a transshipment place, from top to bottom filled with corruption. Do you think they are going to treat our money like it is their own? They will take their cut. They will treat it like their own. They will make it their own. Incredible.

Let the Mexican Government eliminate wage and price controls. Let them see it to it that they do not impose false and arbitrary standards. Let them clean up the corruption that is destroying their country and the ability of their people to believe in it.

We should not make ourselves the international welfare house, certainly not on this scale. Welfare has failed dismally in those countries in which we have made it the cornerstone of our policy. When will we learn? The road to economic growth is less government, not more government. Let us do the people of Mexico a favor. Let us demand free market reforms.

Let us not get into the business of international welfare. Now, when Congress must cut domestic programs to balance our Federal budget, is not the time to send $20-plus billion to Mexico. We cannot afford to be Mexico's bank. Our job is to protect American taxpayers.

Who will bail us out if the dollar continues to fall? The Japanese? The Germans? The Mexicans? I doubt it.
The time has come for Congress to stand up for the American taxpayers. So today, on behalf of the hard-working men and women of America, I have offered this legislation. This legislation reasserts Congress’s rights and responsibilities with regard to this matter.

Some of my colleagues may not be happy with this, but I think it is their obligation. They have an obligation to vote “yes.” If you believe that Congress should be responsible for the appropriation of funds, you have an obligation to vote “yes” if you think these funds are not being used appropriately. On the other hand, if you think that the administration is correct under the law; that these funds can be used for this purpose; that these funds are not being made as foreign aid; that these funds are not being made as a loan which may not be repaid, or is in jeopardy of not being repaid, then vote against this.

My amendment to the ESF statute to provide—I think it is far too generous, but to deal with this situation, I have limited it to $5 billion. I think it should be much lower than that, a lower floor; but the President cannot give away foreign aid without my consent. We have dragged in $40,000 million dollars, without congressional approval. I think that is reasonable.

Some have said that I should not introduce this amendment. But I say let us look at the facts. Mexico is in a quagmire. And American taxpayers have been drawn into the quicksand without any authorization by their elected representatives. The only long-term financial commitments being made in Mexico right now are being made by the United States of America, using American taxpayer money without their consent. We have dragged in an unwilling IMF and an unwilling World Bank. That is not right. If my colleagues think this bailout is appropriate, I will vote on that proposal. But it is Congress’s constitutional responsibility to determine whether to send American tax dollars to a foreign country. We should use the $20 billion that the President has sent Mexico, or intends to send Mexico, to help balance the Federal budget. I would rather spend the money to help New York, Orange County, or the District of Columbia, and whatever is left over, use it to reduce the budget, which is far more appropriate.

Congress could approve more than $5 billion in aid to Mexico. But if so, let us do it the right way, in the open, on the record. It is not good enough to say, well, we have congressional leaders who have approved. That may be, but that is not the full House, and that is not the full Senate. I am tired of hearing that. I am tired of hearing, oh, well, the leadership agreed. Yes, they agreed in good faith. I do not think good faith was kept with them. They were going to be used or about the implications in terms of the interest rates that would be imposed on the Mexican people. They were not told about the ability to repay. I was there at the last of the briefings when the Chief of Staff came in from Mexico to the President. He was honest. I have to tell you, he shocked me. I was skeptical up to that time. After he finished briefing us, I said, thank you. I felt sorry for him because at least he was honest and told us the problem: 70 billion dollars’ worth of short-term debt coming through within 12 months.

Let me tell you something. You do not bargain with all of the financing that we have talked about; it is insufficient. They can roll it over and roll it over, but you have to pay it back. The interest rates are going to be higher, and there is going to be less investment in there. You are going to have more money flowing out. Oh, for the short term you will keep it and make this mirage and things will sound better. But that is not right.

Mr. President, I submit that Congress should appropriate $20 billion on spending of taxpayer dollars on foreign aid or foreign loans. We owe it to the hard-working men and women of this country we represent to stand up and do what is right. Sometimes it may take courage, but we owe it to some percentage of the Senate of the United States. We have a responsibility to the people of the United States. We cannot be cowards. Now is the time for action. I urge approval of this amendment.

I yield the floor.

Mr. FAIRCLOTH. Mr. President, just another thought or two.

The Senator from New York mentioned the ESF has never been used in this magnitude before. I think if we face reality and cut out the gossamer facade of calling this thing a loan, we will get to the facts quicker. It is not a loan. A loan is a euphemism for a total bailout grant that we are never going to be repaid. Usually, money that has been borrowed from the ESF has never been repaid within 90 days. But with this giveaway, we have no assurance that it will ever be repaid at all.

Can you imagine if a Senator came to this floor and proposed a $20 billion appropriation for a domestic project? The first thing he or she would be asked is, “Where will the spending cut come from to pay for it?” Why should it be different when we send $20 billion as a gift to Mexico? We are going to pay for it—well, we know who is going to pay for it: the American taxpayer.

I do not think you need a better barometer of what is going on in Mexico than the trends of the market themselves, with the lowest interest rate in Mexico at 50 percent and running to 70, 80, and 100 percent. What does it tell you about the value of the Mexico’s debt when that kind of interest rate is offered? We have asked repeatedly who this is, who is funding this. We have never been told. Not once did we find out. But we are taking hard-earned American dollars to bail out financial investors and speculators around the world who are getting from 18 to 25 to 30 percent, whatever, on these Mexican bonds, and we are bailing them out with American money.

One further thought. The immigration problem. This was used of course, to prop up the bailout. And I think I would call it the excitement plan used by the administration—to encourage us to support this, at first $30 billion, and now as the President took the ESF of $20 billion. But some have estimated that illegal immigration may be as high as 40,000 more immigrants if we do not do the bailout. Well, if you look at $20 billion and 40,000 immigrants, we are putting a half million dollars into every potential illegal immigrant. It simply does not make sense. It is a bad idea whose time has not come and will not come.

I encourage my colleagues to vote for Senator D’AMATO’s amendment. We are hooked with the $5 billion, but let us not send any more good money after bad.

Mr. President, I yield the floor.

Mr. D’AMATO. Mr. President, I see that a number of my colleagues who may share a difference of opinion on this are on the floor and if they wish to speak, I would be happy to yield the floor.

I ask unanimous consent that an article from the Wall Street Journal, entitled “Americans Grow Ugly in Mexicans’ Eyes,” dated March 21, 1995, be printed in the RECORD.

There being no objection, the article was ordered to be printed in the RECORD, as follows:

(From the Wall Street Journal, Mar. 21, 1995)

AMERICANS GROW UGLY IN MEXICANS’ EYES— RESCUE PLAN REVIVES LONG-SIMMERING RESENTMENTS

(By Dianne Solis)

Xochimilco, Mexico. —In this postcard-perfect town of canals and floating gardens, a favorite of American tourists, Teresa Garcia fumes that her country is becoming a colony of the U.S.

Even though the U.S. helped save Mexico from a financial crash by organizing a $52 billion bailout package, many Mexicans such as Mrs. Garcia view the rescue program as a wolf in sheep’s clothing.

They worry that the rescue plan calls for such severe austerity measures that Mexico will plunge into a serious recession. They fret about soaring interest rates, which now top 100%. And, perhaps most viscerally, they stew about provisions that make exports by the state oil monopoly, Petroleos Mexicanos, cheaper and more attractive to foreign investors, which many fear the move betrays U.S. designs on Mexico’s sacrosanct petroleum operations.

OIL IS NATIONAL SYMBOL

“Those jerks want our oil,” snaps Mrs. Garcia. “Oil is a great symbol for the middle class and those below. You take it away, you steal our national identity.”

As her comments suggest, Mexico’s historic anti-Americanism, seemingly vanquished in recent years, is creeping into view again.

Signs of the mood shift are cropping up all over. “We will never agree to the privatization of Petexmex,” the voice of Petroleos Mexicanos, reads graffiti on a wall across from the Camino Real hotel in Oaxaca, a
southern tourist site frequented by Americans. On the Texas border in Ciudad Juarez, workers at a U.S.-owned furniture factory groaned about gringos who won’t grant them pay raises and whose labor costs are sliced in half after a Mexican peso devaluation that began last December. “The only ones that the Americans bosses says are Carlos Lopez, a 21-year-old worker. Fully 80% of Mexicans polled in a recent survey by the Civic Alliance, a citizens watchdog group, opposed the terms of the U.S.-Mexico Free Trade Agreement, which created a giant free-trade zone out of the U.S., Mexico and Canada, seemed to seal the critics.

But the peso devaluation in December, and the prospects of deep economic hardship that followed, have soured the mood. In particular, many Mexicans are distraught that Pemex must now pass all receipts from crude oil exports through the Federal Reserve Bank of New York. This money will only be remitted to Mexico if it remains current on payments it owes on the bailout package.

Although both governments insist the arrangement is just a bookkeeping matter and that Mexico will be able to send its oil fields once again.

At a ceremony held by the party of the Democratic Revolution, Mexico’s chief leftist opposition party, organizers drew fiery rhetoric from its chief leftists to the point that the article goes on to talk about how the Mexican people are feeling toward Americans, and the great pain.

There are other articles that in graphic detail talk about the incredible burden as the interest rates that now have gone up on small business owners, on the homeowners, on the savage price they are paying.

While we may be attempting to help neighbors to the south, we have enraged their citizens. While we may be well-intentioned and we have done is to see it that a select group of investors have been bailed out. They have been bailed out by the American taxpayers, by the Mexican people, who re- sent our intrusions.

They have every right to resent that intrusion, given the sorry, dismal performance of their Government in giving out laxatory expressions over the past years, going back to past administrations, that had the United States government believe that the Mexican and his people were the answer to all their problems, and represented, truly, free markets and democracy, when that was, obviously, now, a myth.

Mr. President, I see my colleague on the floor who wishes to make his statement. I yield the floor.

Mr. SARBANES addressed the Chair.

The PRESIDING OFFICER. The Senator from Maryland.

Mr. SARBANES. Mr. President, I have been listening to this exchange with some interest and some bemusement—if one can use that term—with respect to a matter that has such potential serious consequences. This ought to be under-scored: A matter of the utmost gravity.

The New York Times on the 25th had an article headlined “Mexico’s Recovery Plan Shows Signs It Is Working.”

Two weeks after it was introduced, Mexico’s tough new recovery plan is showing the first signs that it may be working.

The floundering peso has started to stabilize while the economy is being squeezed even more tightly. The article ends up with a quote from the director of analysis in a brokerage firm in Mexico City, saying “There is a little bit more confidence in Mexico. Things are getting better. But there is still a long way to go.”

Now, if there was any doubt about whether what we do here or what we say—let alone what we may have significant consequences, this Mexican crisis may prove the point.

Let me go back with a little history. On the 11th of January, one of my colleagues took the floor and this is what he said:

Mr. President, while American diplomats and foreign policy pundits handwring over various crises in Eurasia, and the American military is hand-holding the doomed in a number of Third World quagmires, an economic crisis of alarming proportions is threatening to engulf our nearest neighbor to the south. Could one better example of the failure of our foreign policy than the potential collapse of Mexico?

Continuing with this statement:

I believe that charity begins at home. Mexico and Canada are part of the American family. Yes, we bicker, we snipe, we engage in the kind of heated battles only family members could get away with, but in the end it is the family ties that bind. We can no longer take our good neighbors for granted. Our national security and our economic well-being are inexorably linked to the health and stability of Mexican society and the Mexican economy.

Let me repeat that colleagues’ statement here.

We can no longer take our good neighbors for granted. Our national security and our economic well-being, are inexorably linked to the health and stability of Mexican society.

We face a far greater threat from instability in Mexico than we will ever face from open conflict or economic crises in most of the places American diplomatic attention and aid is currently focused. We must help the Mexicans stabilize the peso to renegotiate their debt, and to develop an economic strategy of long-term investment and growth that will lift the quality of life of all Mexicans and, by extension, the quality of life of all Americans. To do as we have been doing, to focus on the problems of other continents while ignoring our own, is asking us to worry over a distant storm as wolves gather in our own backyard.

That is a very strong statement about the Mexican problem and a very strong statement about the United States responsibility to respond to the Mexican problem. That statement was made by my colleague, the distinguished Senator from New York, Senator D’Amato, who has just spoken at great length here on the floor.

This was on January 11. Of course, the administration, I assume in part influenced by Senator D’Amato’s statement about responding to the Mexican situation, put forth a very strong, forceful declaration in the Senate as to what needed to be done with respect to Mexico, and the responsibility of the
United States to respond—I am sure the administration was impacted by that statement. And of course they began to try to construct some package that would enable the United States to play a role in addressing the economic crisis confronting Mexico. The Treasury, the Federal Reserve came to the Congress to seek congressional authorization for a loan package to provide assistance to Mexico. That loan package in fact was in the amount of $40 billion. What we are now talking about in the use of the Exchange Stabilization Fund for $20 billion, with the international community coming in for other amounts to create a larger package which is judged as necessary if Mexico is going to be able to move out of this crisis.

But the administration came to the Congress to seek approval from the Congress of a loan guarantee package of $40 billion. That loan guarantee package, the administration’s request, was opposed by the Republican and Democratic leadership of the Congress.

We want to be very clear here about where the responsibilities are, and clear about this amendment in its historical context. It needs to be made clear that there is a recovery program now underway in Mexico, and if the rush is pulled out of under that recovery program the responsibility for that also needs to be made clear.

The recovery program has risks connected with it. No one has denied that. There were evaluations of those risks, and weighing them, but on the 12th of January, President Clinton and the congressional leaders issued a joint statement on Mexico’s currency crisis after meeting at the White House. I will quote from that statement. This was the statement of the Republican and Democratic leadership of the Congress, both Houses.

We agree that the United States has an important economic and strategic interest in a stable and prosperous Mexico. Ultimately, the solution to Mexico’s economic crisis confronting Mexico are. The administration, confronted with an economic crisis in Mexico, sought to devise a package to respond to the situation. It in effect was urged to do so by Members of the Congress and many other commentators on public policy issues. Some of my colleagues on this floor to underscore the seriousness of the Mexican crisis, and the interrelationship between our two countries. “Our national security and our economic well-being are intrinsically linked to the health and stability of the Mexican society and the Mexican economy.”

Statements of that sort, which urged that we must help the Mexicans stabilize the peso and renegotiate their debt, were being heard from various Members of the Congress. The administration came to the Congress proposing a loan guarantee program for $40 billion and seeking the approval of the Congress for that loan guarantee package. The administration’s proposal was supported by leadership of the Congress, and I quoted statements from both Speaker Gingrich and Majority Leader Dole supporting the administration’s proposal. As Senator DOLE said—this is after the administration submitted at a briefing the loan guarantee package—“There is generally a consensus that, as the leadership agreed last night, we need to do what is necessary to make this work.”

As we all well know, the efforts to muster congressional approval for the loan guarantee package were not so rapid that without U.S. help they would run into difficulty. And it was then that there was indication from some of the leadership. Speaker Gingrich stated, “If the President acted on his own, Congress would breathe a huge sigh of relief.”

That Financial Times article, from which I was quoting, then went on to say that the decision was then made to abandon the loan guarantee package which leadership had endorsed but for which there was difficulty commanding approval in the Congress. To abandon the loan guarantee proposal and develop a new support package centering on $20 billion of finance from the Exchange Stabilization Fund. So a new approach was taken.

On January 31, a joint statement was issued by President Clinton, Speaker Gingrich, House Minority Leader Gephardt, Senate Majority Leader Dole, and Senate Minority Leader Daschle. That statement said, and I quote, this is now quoting the statement of the President, congressional leadership, Speaker Gingrich, Majority Leader Dole and leaders Gephardt and Daschle.

We agree, in order to ensure orderly exchange arrangements and a stable system of exchange rates, the United States should immediately use the Exchange Stabilization Fund to provide appropriate financial assistance to Mexico. We further agree that, under title 31 of the United States Code, section 5302, the President has full authority to

---

**CONGRESSIONAL RECORD — SENATE**

March 30, 1995

**S4856**
provide this assistance. Because the situation in Mexico raises unique and emergency circumstances, the required assistance to be extended will be available for a period of more than a few months but no longer than 12 months.

The statement then goes on to indicate that the support that is coming from other nations, from the IMF, through the Bank for International Settlement, and then it goes on to say, and I quote:

We must act now in order to protect American jobs, prevent an increased flow of illegal immigrants across our borders, ensure stability in this hemisphere, and encourage reforms that will help open up markets around the world. This is an important undertaking, and we believe that the risk of inaction vastly exceed any risk associated with this action. We fully support this effort, and we will work to ensure that its purposes are met. We have agreed to act today.

That is the end of the statement. Mr. President, I ask unanimous consent that the full statement of the President and the congressional leadership be printed in the RECORD at the conclusion of my remarks.

The PRESIDING OFFICER (Mr. KENNEDY). Without objection, it is so ordered. (See exhibit 3).

Mr. SARBANES. Mr. President, on that day, the IMF announced that the IMF was prepared to provide just under $18 billion standby credit to Mexico. The central banks of a number of industrial countries also said that they would consider providing $10 billion in short-term support through the Bank for International Settlement. So the second approach drew in greater support from Mexican banks. Mr. Clinton was out of the country raising unique and emergency requirements were made to provide assistance to Mexico. Many Members of this body.

Mr. President, I ask unanimous consent that those two articles be printed in the RECORD, as follows:

(From the New York Times, Feb. 2, 1995) RECENT EVENTS: DURABLE OR BRIEF? (By David E. Sanger) WASHINGTON—President Clinton’s move to sidestep Congress and order emergency credit to Mexico halted a monthlong run on the peso, but left critics and reluctant American supporters worrying that the bailout’s success would prove temporary.

A debate over the solidity of the plan arose today as the International Monetary Fund prepared to approve an emergency $17.8 billion in medium-term loans. Officials said the money would be available immediately to help Mexico’s Government keep from defaulting on $40 billion in bonds and other liabilities that come due for payment this year. But the deliberations came as Germany, Italy and France bitterly complained that they had not been consulted by the White House and that the money might come out of aid to Eastern Europe and Russia.

On Capitol Hill, opponents of any American involvement in Mexico’s bailout threatened hearings, focusing on what the Administration knew about Mexico’s distress last year and how President Clinton diverted $20 billion in Treasury Department funds intended to stabilize billion on world market—provide Mexico with emergency loans. Not surprisingly, some of the harshest criticism came from Newt Gingrich, Speaker of the House, who is on board supporting Clinton.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.


Headline: Dole says Congress’s Leaders Back Mexico Plan.


Body: Senate Republican Leader Bob Dole said Congress’s Republican and Democratic leaders would write President Clinton a letter backing his new Mexican aid plan.

Mr. Clinton offered one of his most impassioned defenses of his action on Tuesday night in Boston. “I know the surveys say that by 80 to 15, or whatever they said, the American people either didn’t agree or didn’t understand what was wrong in the world I’m up to in Mexico,” he declared. “But I want to say to you, it might be unpopular, but in a time of transition it’s the right thing to do.”

So the harshest criticism of the Administration’s action today came from European capitals, which were taken by surprise by the International Monetary Fund’s decision—and under strong pressure from the White House—to add $10 billion in aid to Mexico. That is in addition the $7.8 billion that the I.M.F. approved last week.

An I.M.F. official in Washington said some letter of support was concerned that the fund’s remaining resources might not be enough to deal with crises in other parts of the world.
urged that that be done. The administration submitted a loan guarantee proposal to the Congress and sought the approval of the Congress. Time passed. That approval was not immediately forthcoming. The crisis worsened. The administration then responded, in effect, to a signal from the leadership in which they indicated that they would welcome the President acting.

So the President moved to use the Exchange Stabilization Fund, a provision under existing law. That use was strongly supported in a joint statement by the leadership, and a package was put into place which gives some signs of working. No one can guarantee it. And there are risks associated with it. One would be clearly imprudent to pass over the risks. But the risks connected with not doing anything were very clearly made earlier by majority leader DOLE in one of his statements as we were proceeding to consider this matter.

So, Mr. President, this is an interesting exercise that is going on the floor today, but I think it very important to place it in the context of what has transpired and to make very clear, first, the administration coming to the Congress, the response of the congressional leaders, and then the support of the congressional leaders for using the Exchange Stabilization Fund.

EXHIBIT 1

WASHINGTON, Jan. 12 (Reuters) — President Clinton and Congressional leaders issued the following joint statement on Mexico's currency crisis after a meeting at the White House.

"We agree that the United States has an important economic and strategic interest in a stable and prosperous Mexico. Ultimately, the success of Mexico's economic progress must come from the people of Mexico. But we are pursuing ways to increase financial confidence and to encourage further reform in Mexico. We do not want Mexico to lose its source of financial confidence in Mexico without affecting the current budget at home."

EXHIBIT 2

[From the Washington Post, Jan. 14, 1995]

U.S. PLAN TO AID MEXICO CALLS FINANCIAL MARKETS; LOAN GUARANTEE HILL, BACKING

(By Clay Chandler and Martha M. Hamilton)

The Clinton administration's plan for bailouing Mexico's economy calmed investors yesterday and buoyed the peso. It also drew cautious, but generally favorable reviews from members of the new Congress.

The Mexico rescue plan—a package of $40 billion in loan guarantees outlined Thursday night after a White House meeting between President Clinton and congressional leaders—boosted stock prices and currencies throughout the hemisphere yesterday. Analysts said the size of the package—at the high end of the range described Thursday night—appeared to be big enough to sustain investor confidence.

The peso rallied sharply to close at 5.25 to the dollar, a strong gain from Thursday's 5.5 rate. When the crisis began Dec. 20, the peso was trading at about 3.4 to the dollar. Stock prices surged 4.6 percent on the Mexico City market, with the main index up 97.7 points to close at 2,216.55.

"There is definitely a floor under the market that there wasn't an announce-ment," said Thomas Tretat, Chemical Bank Corp.'s managing director responsible for emerging markets research.

Yesterday morning as markets took the measure of Thursday night's announcement, Treasury Secretary Robert E. Rubin and Federal Reserve Chairman Alan Greenspan canvassed Capitol Hill, briefing legislators on the details of the plan and lobbying for support.

At a question-and-answer session attended by more than 200 members of Congress, many members of Congress questioned Rubin and Treasury Undersecretary Lawrence H. Summers about whether the proposed rescue package would put U.S. dollar largess at risk. And some demanded assurances that the United States would extract broad promises of economic reform from the Mexican government before the Treasury extended any financial support.

"I'm going to need a lot more information before I sign on the dotted line," said Sen. Tom Harkin (D-Iowa).

But at the close of the two-hour meeting, House Speaker Newt Gingrich (R-Ga.) told the gathering that the Republican leadership and the Bush administration of the administration's rescue plan. "We have zero choice on this," he said, according to those who attended the meeting. The Republican leadership, he added, is committed to doing "everything we can to make it work."

"There's generally a consensus that, as the leadership agreed last night, we need to do what's necessary to make this work," Senate Majority Leader Robert J. Dole (R-Kan.) said after the morning meeting. "We don't have the luxury of waiting very long," he added.

To succeed, the plan needs speedy endorsement on the Hill. Delays and protracted bickering over budget issues or conditions of the loan guarantees could trigger another slide for the peso, Treasury officials and investors said yesterday. But timing for congressional action on the plan remains unclear.

"I think the timetable will start to gel early next week," said Sen. Robert F. Bennett (R-Utah), a member of a task force of Senate Republicans who met in Dole's office yesterday afternoon to discuss handling of the measure.

Without the approval of Congress, the administration will not be able to translate the financial support proposal—which closely resembles a similar formula devised to extend loan guarantees to Israel in 1992—into action. Under the plan, the administration would set aside money to cover any potential losses from loan guarantees, a move requiring congressional consent.

In some ways, congressional reaction to the administration's proposal yesterday mirrored the divisions that arose during the 1993 battle over the North American Free Trade Agreement, with pro-labor Democrats and some conservative Republicans raising doubts about the plan.

"What I want to know is: How much is it going to cost us really?"" said Sen. Ernest Hollings (D-S.C.) one of NAFTA's most strident critics, of the Mexican assistance plan. "Lauded as a great idea, it's said that 90 percent of all the loans would be to new industries, and only 10 percent to existing ones, and that's not true."

If the Mexican default is a close country, then there is a real risk to the global economy, it is said. The Japanese and the Euro-

EXHIBIT 3

STATEMENT BY PRESIDENT CLINTON, SPEAKER GINGRICH, MINORITY LEADER GEPHARDT, MAJORITY LEADER DOLE, MINORITY LEADER DASCALO

We agree that, in order to ensure orderly exchange arrangements and stable system of
exchange rates, the United States should immediately use the Exchange Stabilization Fund (ESF) to provide appropriate financial assistance for Mexico. We further agree that under our United States Code, Section 5302, the President has full authority to provide this assistance. Because the situation in Mexico raises unique and emergency circumstances, assistance extended will be available for a period of more than six months in any 12 month period.

The U.S. will impose strict conditions on the assistance it provides with the goal of ensuring that this package imposes no cost on U.S. taxpayers. We are pleased that other nations are now taking action to increase their export. Specifically, the International Monetary Fund today agreed to increase its participation by $20 billion for a total of $7.8 billion. In addition, central banks of a number of industrial countries through the Bank for International Settlements have increased their participation by $5 billion for a total of $10 billion.

We must act now in order to protect American jobs, prevent an increased flow of illegal immigration across our borders, ensure stability in this hemisphere, and encourage reform in emerging markets around the world. This is an important undertaking, and we believe that the action we have taken may exceed any risks associated with this action. We fully support this effort, and we will work to ensure that its purposes are met.

Mr. DODD. Will my colleague yield?

Mr. SARBANES. Certainly.

Mr. DODD. I wish to thank my colleague from Maryland for his statement, for laying out what I think is critically important. Mr. President, the historical background that brings us to this moment in the matter before the Senate, the pending amendment offered by our colleague from New York.

I think it is important for people to point out the timeframe in which we are talking about here. We are talking about a little more than 60 days now, as I look at the calendar of events, of the matter first coming to our attention, as the Senator from Maryland has pointed out, roughly on January 11 or thereafter. It may have been a few days earlier than that, but it is the matter actually was raised. But in terms of the statements, it was January 11, and then there were a series of statements made over those days, roughly 60 days ago, 70 days ago, as I understand it, Mr. President.

It seems to me that when you have a matter of this import, the implications should be as important, as conscious of the implications should this amendment be adopted.

I know the Senator from Maryland has asked unanimous consent that various statements be included in the Record at the end of his remarks. I would like to ask as well, Mr. President, that some additional remarks by Brent Scowcroft at the Treasury Department briefing on January 30, about 60 days ago, be printed in the Record, along with an outline of direction of support for the President’s actions which was signed by former Presidents George Bush, Jimmy Carter, and Gerald Ford; former Secretaries of State James Baker, Lawrence Eagleburger, Alexander Haig, Henry Kissinger, Ed Muskie, and Cyrus Vance; former Secretaries of the Treasury Joseph Barr, Lloyd Bentsen, Michael Blumenthal, Henry Fowler, and David Kennedy; former Secretaries of Commerce Frederick Dent, Juanita Kreps, Robert Mosbacher, Elliot Richardson, Maurice Stans, Alexander Trowbridge; former U.S. Trade Representatives William Brock, William Ebert, Carla Hills, Robert Strauss; along with statements from senior administration officials going back several administrations and a series of distinguished scholars as well, indicating the broad-based nature, Mr. President, of those who are knowledgeable about these issues as to the action taken by the President.

I commended at the time Speaker Gingrich and Majority Leader Dole for their statements. It was highly responsible for them to go forward now in the Congress of the United States on a matter of this import, recognizing that it would take far too much time and it was likely to be very complicated here in the Congress, to make their recommendations. I think the President go forward and do what he did 60 days ago. We are hardly into this at all.

And so I commend my colleague from Maryland for his statement on the matter. I would further point out, Mr. President, it is important to note that just in the last day or so, we have seen some very positive signs by the way, occurring within Mexico.

The stabilization package as adopted is a strong one, as our colleague from New York has pointed out, and he is correct in stating that. It is very strong.

We had, of course, statements—because there is an exposure here, potential exposure, no doubt about that, but if we are not tough enough in insisting on an economic package in Mexico, I am just as certain we would have heard we were not tough enough on insisting that there be strong economic conditions imposed on Mexico to try to get its economic house in order, and had we not done that, the exposure to U.S. taxpayers might have been greater.

Let me just highlight, if I can, the positive news in the last few days. And, again, we all hope it works. I cannot imagine anyone not wanting to see this work. Of course, we are not in on it alone. There are a number of other major financial institutions which have made significant commitments to try to resolve this issue internally. They have upheld the tight money policy, and we applaud.

The nominal money supply has shrunk by 13 percent since the beginning of the year, and the real numbers by 23 percent through March 15. They have tightened their fiscal policy. Most recently, the congress approved a 5 percent increase in the value-added tax. Imagine trying to do here any tax increase. That is their congress adopt-

that. Electric and energy prices were raised significantly in real terms. These are all over the last few days. Labor and wages seem to be under control. Market conditions have so far kept wage awards significantly below inflation despite the Government’s declaration of wage restraint with the Pacto.

Already economic adjustments are starting to work as seen by the swing in Mexico’s trade balance to a surplus of $453 million in February, the first surplus, I might point out, since November 1990.

The markets are also responding, which is a critical element here. How is the rest of the world reacting to what Mexico is doing? The bolso in Mexico City is up 15 percent since last week, representing a 21 percent gain in dollar terms.

Prices on par Brady bonds have risen 11 percent from their recent low on March 16, and if the collateral is stripped away so that only Mexico risk is rated, the increase in value has been 17 percent.

Signs of declining volatility in peso trading have emerged, with the peso closing below 7 since March 23, and now trading within a narrower range.

Demand for Government securities rose in this week’s primary auctions to 2.4 times the amount offered. Interest rates dropped 7.7 percent, to 75 percent on the benchmark issue.

According to March 24 diplomatic reporting, analysts are optimistic that the buying strength today of peso was not just bargain hunters but rather represents the beginning of a consolidation which will lead to restored growth.

Wall street investment houses, while still more cautious, have also seen an upturn in sentiment. For example, last week Merrill Lynch increased its Mexican weighting on its global equity portfolio from 17 to 22 percent.

The market is in fact early signs that financial market sentiment is turning, an important factor has been the much greater transparency now maintained by Mexican economic and financial institutions, and the central bank in particular.

Of particular importance was one of the conditions of our agreements with Mexico, the weekly publication of the central bank’s balance sheet. The Bank of Mexico transmitted the first of these publications last week.

Now, not only us, but all market participants can monitor Mexico’s progress in rebuilding international reserves and maintaining tight control over the money supply.

Reserves are low—the Bank of Mexico announced $7.854 billion as of March 17. But with this new transparency, nobody in the market has to guess how low, and that has provided some reassurance.

One can find many pessimistic things to say about Mexico right now—the shattered confidence of foreign investors, the sharp recession ahead, and the political uncertainties. In particular,
concerns are focused on: the fragility of the banking sector and whether or not the program the Mexicans have put in place can work without the need to print money to bail out the banks.

The banks have a serious problem of high nonperforming loans and delinquencies, an increasing level of bad loans which may result in the need for recapitalization for many banks.

Mexico recognizes this is a crucial problem and is implementing measures to shore up the banking system. Also, the World Bank and the IDB will make over $2 billion in resources available to assist banks suffering from liquidity shortages and to restructure problem banks.

The point is that we are beginning to see or hear some very positive indications that this proposal that enjoyed such broad support only a few weeks ago is beginning to produce some results.

Now I think all of us know here that when we use our remarks here on the floor of the Congress, we can have a profound effect on markets. Certainly, my colleague and my friend from New York knows, in his new capacity as chairman of the Senate Banking Committee, that not just another Member talking, it is the chairman of the Banking Committee. He knows full well the significance of his role, and he cares about the issue, obviously, very deeply and dearly.

But, the real hour that we are trying here to build some confidence, because as Chairman Greenspan pointed out and Jack Kemp, to his credit, testified about how important it was to be involved here—he has a disagreement over what we ought to be doing but, nonetheless, he feels very strongly we ought to be weighing in here—that the word “confidence” is critical.

If there is an erosion in confidence, if those who make the decisions and make major investments and sit around that table believe that we do not have confidence here that this plan that we have worked out with so many others is about the best we can do and has a chance of succeeding, if that confidence erodes within Mexico and the global markets, you have a self-fulfilling prophecy and you will get exactly the predictable result.

So here, within 60 days or so of having made a decision to go forward with the major investments and sit around that table believe that we do not have confidence here that this plan that we have worked out with so many others is about the best we can do and has a chance of succeeding, if that confidence erodes within Mexico and the global markets, you have a self-fulfilling prophecy and you will get exactly the predictable result.

Mr. President, of allowing the situation to deteriorate further, certainly, in my view, is a far riskier path to follow.

The President of the United States did what a leader is supposed to do in these cases and said, “You do not have the luxury of just making speeches or offering amendments on the subject. Ultimately, his decisions on these matters are critical. It took strength and independence, but also the support of the majority leader of this body and the Speaker of the other body to stand with him and say, “You are doing the right thing. Mr. President, you are doing the right thing.” And, as result, having taken that action, and now 60 days later, to come in and have this body undo all of that before it has even had a chance to prove whether or not it is going to work—and, in fact, signs are that it is beginning to produce the results—I think is the wrong step for us to be taking.

But, obviously, each and every one of us here will have to make up their mind as they come to vote on this matter shortly and decide whether or not to limit exposure here to the $5 billion, which will obviously cause people to draw the conclusion we are pulling out of this. I cannot imagine how other markets and other places are going to react if that result occurs. But, if it does, then I think very clearly—very, very clearly—it is this moment on this amendment that will bear a sizable degree of the responsibility for that result, in my opinion.

We all have to make decisions around here. Some of them are tough. This is not an easy one because, obviously, the potential for exposure is there. No question about it. But if this goes south on us, I think we should also be aware of what the implications may be.

My colleagues should also be aware that what may happen is not limited, of course, to Mexico. It limits the President’s flexibility to help any country without congressional approval. We阿根廷a recently going through a very difficult situation. I think they are doing pretty well now and coming out of it. But they will tell you, as the Foreign Minister did to those who met with him a week or so ago, that their economic problems were directly related to the situation in Mexico. And if we move away here, we could be looking at a situation elsewhere in this hemisphere that I think we could come to regret.

So, again, I appreciate the good debating points and scoring particular marks here and there. But this is one that, as the Senator from Maryland has pointed out, has monumental and profound significance and if this amendment is adopted, as I suspect it is apt to be, again, given the mood here, if it is, I think clearly those who have offered it and those who support it will have to answer ultimately if, in fact, the markets react as I think they are apt to.

That should have had a question mark at the end of it, Mr. President. I apologize to the Chair and my colleagues for that.

I thank the Senator from Maryland and I thank my colleague from New York.

Mr. President, I yield the floor.

Mr. D’AMATO addressed the Chair.

The PRESIDING OFFICER. The Senator from New York is recognized.

Mr. D’AMATO. Mr. President, I in no way dispute the fact that there were negotiations held by the administration. I think in good faith, with the leadership of the President and indeed with the Congress. The fact is, they could not build a consensus. The fact is that the congressional leaders, notwithstanding their readiness to help—and, indeed, on January 11, I did indicate that we must help Mexico stabilize the peso, the peso, to renegotiate their debt.

And I say to renegotiate their debt. I have never believed that we were going to pay off everybody dollar for dollar, speculators, investors, without knowing who they were, just to turn it over to them. Of course, the Congress did what a leader is supposed to do in these cases and said, “Here, come in on to renegotiate this debt.”

A guy has a bond that is coming due, and we come in and give him everything, dollar for dollar? That is not renegotiating a debt. Is that the way we manage the money of the people?

I daresay, the impressive list of names who said yes, we have to help, all from them that you have 100%. Is that what they would have done if they were representing their interests, their economic interests? Is that how they would renegotiate a debt? I do not think so.

My colleague, Senator FAIRCLOTH, has pointed out to me that not one of them would sign a note. Would they sign a note under these terms? I do not think so.

It is wonderful to say we want to help our neighbors. And, yes, I did send this—and I support it—January 11. And I said, because it is a long-term investment in growth that will improve the quality of life of all in Mexico and, by extension, the quality of life here in America, this Senator went into this with an open view, as did Senator DOLE.

Let us talk about what Senator DOLE did and a month ago, which he was concerned. He was concerned in terms of how his initial readiness to come to the support of his country, in doing what was right, and his President—and it is our President.

In a letter dated March 10, he said: "My good-faith effort in January"—and I am reading parts of it; I will put the whole letter in the RECORD.

My good-faith effort in January to cooperate with the administration in no way should be interpreted as any protection from legitimate and responsible congressional oversight. Congress has every right, and the constitutional duty, to examine it thoroughly.
He said very specifically on January 31:

In an effort to avoid the complete financial collapse, I participated with other leaders in a statement supporting the President’s use of ESF. However, this expression was not intended and should not be construed, to convey my blanket support for the underlying policies of the administration or for the economic adjustments that the administration will enter into. To the contrary, I reserve these judgments, and I have since cautioned the administration to be careful in its use of ESF. I have expressed deep reservations about the shortcomings of the agreement.

That was March 10.

This is from February 24. I will read into the Record what Senator Dole said from part of the Congressional Record:

The primary focus of the stabilization plan is not aimed at reversing the fundamental mistakes of devaluation—not now and not over time. The measures described in the agreement to firm up the price of the peso seems almost an afterthought.

He is benighted as to what the administration was now telling him.

It is one thing to say we want to strengthen the peso, give them an opportunity, give them a term to convert their short-term debt, to restructure.

And then to hear they are just paying off this debt. They are paying this off.

They do not address the problems of extinguishing—

This is Dole—

The excess pesos that have been coming off the Mexican printing presses even as recently as last week.

The heart of the problem is the Mexican Government was printing up pesos. Sure, you are going to devalue it.

Those printing presses are continuing today. Who is benefiting? The Mexican people are not benefiting. I would not brag that we have increased the consumption tax on working people, poor people in Mexico, by 50 percent and increased the energy tax on the Mexican people. They hold us responsible.

I want to know how that helps us. Let us not take the fact that the congressional leaders were willing to undertake and say, yes, Mr. President, go forward. Now 60 days have followed and what have we found out? We know that $5 billion has been spent. We were told initially that this plan would not necessitate our putting out any money. And indeed, Alan Greenspan said, “If you have to draw down our money, the plan is not working.” I am suggesting to you now that the plan is not working. They are drawing down on U.S. money.

Let us look at what this bill does. This bill does not say you cannot help anybody. You are helping them. I am suggesting to you that by the way, that goes beyond what was intended. I am not going to debate that. It says you can only do it to the extent of $5 billion. I hope that, later on, we will reexamine that, because I think $5 billion gives far too much authority to the administration, to the President, utilizing it as he has as a foreign aid package or as a loan package in contravention of the law.

Again, we have an obligation. Let me say, whether or not the leaders have agreed and said, “Yes, we support you,” they do not bind us. Congress has to vote, with all due respect. Senator Dole is a colleague and a friend whose opinion we value on the record and listen, you are not doing what you told us. You are not doing it. You are not extinguishing those pesos. The printing presses are still rolling on.

Let us not abdicate our responsibility. In the next several weeks, another 30 days, there will be x number of dollars committed—another $3, $4, $5 billion—and we have reason to believe it is in that nature and it is going to be invested. I have to tell you that I did not put my vote into a blind trust based upon good will. And when we examine the good will, we find absent the facts that would have any prudent person making this kind of investment. I daresay it is pretty good for some people as respected economists, former officials, to say they would advise that the United States do this. But it is not how their money is being involved with other people’s money—taxpayers’ money. That is what is taking place here.

So, the fact of the matter is, I could not care a whit if, at some point in time, the leaders of the Congress said, “We will let the President handle this; he will sink or swim on it.” I think it is more important, and I think the Constitution of the United States is important. I think the delegation of our authority here knows what is happening. Do we want to delegate our authority? Are we saying that, for all times, whoever is the President, he or she does not have to come to the Congress with this kind of appropriation that will mean $20 billion? In a rescission bill, we are looking to cut $13 or $14 billion. Here is $20 plus billion with no congressional approval. Oh, yes, the leaders came together and said, “We think it is a good idea, and, by the way, we do not want our people to have to vote on it, so you go ahead and do it.”

Does that absolve us of our responsibilities? Is this worthy? Sure. I know I am going to be savaged and pilloried. The investment houses are going to be up there beating me up, saying, “It is the Senator’s fault.” I did not create the corruption in Mexico or the devaluation in Mexico. I did not make the mistakes there. I did not create that aristocracy that has robbed the people for years and years. I did not create the myth that Salinas was a tremendous leader. We were told that for years by administration after administration. I am suggesting to you now that this is terrific. What horrific? His brother is involved in a killing. His Deputy Attorney General is running away with $24 million in the bank. Drugs are coming in here at unprecedented rates. Sixty percent of the narcotraffic is coming in from Mexico. The son of the former Agriculture Minister, a billionnaire, is dealing in drugs.

What is going on? They say, if it collapses, they will blame you. It has collapsed. It has collapsed. When you talk about a rescue of the market that goes up 10 percent—10 percent from what? From the bottom, from the floor? It should go up. The dummies up north are sending the money in. Do we know where they are helping the peso? No. What kind of restructuring is this? Did you take Senator Dole as saying we want to help and we understand the importance of Mexico strategically as an ally in our political hemisphere with the borders we share and the commonality of our desire for freedom, and you do whatever you want? Oh, no, nobody assigned that. Senator Dole or Congressman Gingrich did not assign that.

Ultimately, we have a responsibility, whether we like it or not. We better well vote on this, one way or the other. If you say that you are happy with the administration, what you are doing in committee and you want to delegate your authority, then, by gosh, vote against this. If you say, I do not want to be responsible because they will blame me for the collapse, that is up to you. The fact of the matter is they have collapsed.

The people of Mexico are angry at the United States and at their corrupt government. If Zedillo is as good as people say, let us work with him. Let us not give a blank check, as we have and as we are. Those conditions do not meet what is merely necessary. Can you imagine we take pride in the fact that Mexico, as a result of the loan we made to them, increased their tax by 50 percent on consumption? They increased their prices for energy to the poor. They brought in wage and price controls in certain sectors. Terrific. That we should be happy for? The people really have taken a lot of dollars, in terms of those notes, the tesobonos, and European notes; they have come in and gotten all of the taxpayers’ money, plus 20 percent—in some cases, 25 percent—and we do not even know who they are. How did that benefit the Mexican people? I want to know. How did that benefit the workers when these foreign speculators came in, took their money, and left? How did that keep Mexico and its economy from collapsing? There is some report that says the congressional leadership breathed a sigh of relief. Is that why we are sent here? Is that why we were sent here? To suck our responsibilities? When we know darn well that the carrying out of this loan promise, as it is being done, violates the law, that it is being done in circumvention of what we, the Congress of the United States—not the leaders of the Congress, plus the administration, plus the President, but the Congress of the United States has the responsibility as it relates to the authorization and appropriation of money.
From the Constitution, article I, section 9: “No money shall be drawn from the Treasury but in consequence of appropriations made by law.”

I yield the floor.

Mr. SARBANES. Mr. President, first of all, I think it very important and set this straight in view of the comments by my colleague from New York that any action was taken in violation of law or in contravention of law. He may differ with a policy. That is what serving here is all about. But to charge people with illegalities is a different matter.

The Department of Justice, the Assistant Attorney General, issued an opinion that found the use of the Exchange Stabilization Fund to provide loans and credits to Mexico was legal, and that opinion supported an opinion of the general counsel of the Department of the Treasury which reached the same conclusion.

In a memorandum from the Assistant Attorney General to the general counsel of the Treasury Department, a cover memorandum to his opinion, he said:

Prior to the execution of the agreements—these are the agreements with Mexico—we orally advised the general counsel that the President and the Secretary could use the ESF in the manner contemplated by the President when he proposed a support package. We also provided comments on drafts of a legal opinion prepared by your office for the Secretary regarding such use of the ESF. This memorandum confirms the oral advice we provided. It also states that we have reviewed the final version of your legal opinion and that we concur in your conclusion that the President and the Secretary have the authority to use the ESF in connection with the support package.

Now, if the Senator from New York wants to attack the policy, that is one matter. But he ought not to accuse people of contravening the law unless he can base his attack on that.

There are two strong legal opinions here, one by the general counsel of the Treasury Department and one by the Assistant Attorney General, that support the authority of the President and the Secretary to use the ESF in connection with this support package. I want to be very clear about that.

There was a saying in World War II, “Loose lips sink ships.” I do not see why people who are trying to do the best they can to deal with a problem and to establish a policy ought to come under attack as having contravened the law when, obviously, they had strong legal opinions both from the Department of Justice and from the general counsel of the Treasury Department that the action they proposed to take was within the authority of the President and of the Secretary of the Treasury and when, in fact, the congressional leadership agreed, as well.

In fact, they said in the statement of January 31 by the President and Speaker GINGRICH and Majority Leader DREKI and leaders GEPHARDT and DASCHLE, “We further agree that under title 31 of the United States Code, section 5902, the President has full authority to provide this assistance.” That is, assistance that was going to be provided under the Exchange Stabilization Fund.

So let Members quarrel if we choose to do so about the policy, but let Members not levy charges of illegal action when clearly there was none.

Let me make one final point about the policy. When the Congress indicated difficulty in arriving at support for the $60 billion loan guarantee, which was the initial proposal, the use of the Exchange Stabilization Fund was going to be half of that amount—but when they had difficulty, the leadership then indicated to the President, “We think you should use the Exchange Stabilization Fund.”

Now, that is what happened. They went ahead with that package about 6 or 7 weeks ago. That was the plan that was put into effect in order to try to address the crisis in the Mexican economy.

Now, if people had said, “Do not use the Exchange Stabilization Fund.” I assume the administration would have pursued its efforts to try to gain congressional approval, which it may or may not have gained. In that debate, many of the points that are being raised here on the floor would have been relevant to reaching a judgment.

The use of the fund was a judgment the President made. The congressional leadership supported it. There was general acquiescence by the Congress. Here we are, 7 weeks later, after this plan has been put into effect, after this package has been devised, after the agreements have been reached with the Mexicans, after we have tried to get a package working, and now we are going to pull the rug out from under this package.

Now, make no mistake about it, that is in effect what is being done here. People need to clearly understand that that is the case. The fact is that we had executive-legislative cooperation to try to find a common approach to resolve this problem. It was achieved. Now we have some Members coming and seeking to undo it.

The fact is we have a program that is under way. This, in effect, would negate that program. Be very clear about that. It would negate the program. It does not have an alternative connected with it. Someone was saying, “Well, look, I am not so sure about your program, and I have a better program. Here is my program, and it is part of this amendment. It is part of this amendment that I have before you now, right here.” That is not the case. There is not an alternative program connected with this. This is a negation of the existing program, with all the consequences that will flow from that. And there are severe and serious consequences.

So, if the bottom line of the supporters of this program is not that Mexico can simply collapse—if that is the bottom line, I understand this amendment. Because this amendment would negate the existing program designed to avoid that collapse. It does not substitute a different program to avoid the collapse. So, if your bottom line is: Fine, it ought to collapse, then that is consistent with the amendment that is before us. The size and the extent of the serious ramifications and consequences of the proposal that is before this body.

Several Senators addressed the Chair.

The PRESIDING OFFICER (Mr. GREGG). The Senator from New York is recognized.

Mr. D’AMATO. Mr. President, first of all, I do not recall having used the word “illegality.” I used the word “circumvention.” I certainly think that is appropriate, and I certainly think that is exactly what has taken place. I have before me a legal opinion and that we concur in the identification of our responsibility, and I believe that to be the case.

The fact of the matter is we are talking about spending $20 billion plus. The fact of the matter is this is foreign aid, and it is a loan, and there is a real question as to whether or not those loans can be repaid. If careful reading of those memoranda of law that have been submitted justify and give to the administration its ability to go forward and is the basis, it really talks about that on page 6. It says:

Although loans and credit are clearly permissible under ESF, they are to maintain orderly exchange arrangements and a stable system of exchange rates and not to serve as foreign aid.

We may begin splitting hairs, but let me tell you something. When you are paying off the obligations of banks, when you are paying off the obligations of a government, you are going far beyond just maintaining exchange stabilization rates.

If anybody wants to say they know we are going to get paid back, that is wrong. Indeed, that is why they set up the collateral system. One begins to examine and look at the nature of that collateral system, there is no lien on that oil. And if there is a default, those revenues that are in the bank at the time can be utilized, but let me suggest they are not going to be nearly sufficient to cover the kinds of defaults as we get deeper and deeper into this with loan repayments not scheduled in some areas for 7 years out.

Look, it may very well be there is no better option. I doubt that. When the question is raised, “Do you have a plan?” we put forth an idea. The administration rejected it. We had hearings. We had hearings where Mr. Perl testified, where Bill Seidman testified. We said we will get involved in some workout. You just do not pay people dollar for dollar. You come in, here they are.

Let me read what Tom Friedman, New York Times, March 8, 1995, wrote. It is very, very interesting:
March 30, 1995

CONGRESSIONAL RECORD — SENATE

S4863

Mexican malfeasance. Mexico City. So far all that has happened is that the foreign bondholders are cashing in their bonds.

That is what they are doing. They cashed them in. And where do you think the money came from to guarantee the repayment? Plus they got all their interest. Nothing renegotiated; nobody said to them, "Listen, we will roll this over for 10 years." That is how you do it. You want to say I am micromanaging? We brought this to the attention of the administration, the Banking Committee, and asked them why, long before this. It is not just 7 weeks have gone by and there is a wonderful plan. It is 7 weeks and $5 billion of American taxpayers’ dollars.

Now Congress has an obligation to look and see what is taking place down there—everybody. You are happy with what is going on? Then go ahead and vote no. If you believe that we are engaged in a plan that will achieve economic stability for Mexico, that is being administered correctly, that will bring about the desired results for the United States as well, then fine.

I have not seen it. I know the printing presses are still turning out pesos. I know the peso is still trading. I cannot see how the peso is being run out of capital? Do you think this is going to work?

What kind of idea is this? And the printing presses turn it out. The peso is still coming off the mill. But we are not supposed to raise anything because, you see, then you will be accused of being the person who blew up the economy of Mexico.

I did not do it. This Congress did not do it. The American people did not do it. And the peso has been running out of capital, there we are not going to rescue them, save them.

It was like the fable about the king who had no clothes, no suit. It took a kid saying, "You have no suit." Everybody was around saying, "Hurray, hurray." They were all afraid to say the king had no suit.

We are all afraid to say this program is not working. You have not demonstrated it and we have an obligation to see to it that we know how these dollars are being spent. We do. We have an obligation to see whether or not this plan is going to work. I have not seen that proof to date.

I do not insert myself in here lightly. I waited and I waited. I wanted to offer the President of the United States a chance to see whether or not this plan is going to work. I wanted to see it, to know how these dollars are being spent. I wanted to see whether or not it is working, as it relates to appropriations, in a blind trust and have given it to the administration. If we want to do that, let us vote to do it. That is really what it comes down to.

I am not accusing people of illegality in the sense that we normally use that word. But I am saying it is an abrogation of our authority, and I am saying we have an obligation to either vote for or against the methodology in which we are proceeding in Mexico. I yield the floor.

The PRESIDING OFFICER. The Senator from Connecticut is recognized.

Mr. DODD. Mr. President, there are a couple of points I would like to make, if I could, about this.

First of all, I urge my colleagues—I know it is something we do not do with great regularity around here—but I urge you to read the amendment. It is only a page and a half long, but I think it is worth our time to read every word of it. The word “Mexico” does not appear in this amendment anywhere. So it is not just about Mexico. If this amendment is adopted, as I suspect it is apt to be, it will be effective in a great many places. So you get there when you are talking about a crisis in NATO or Israel or some other place—understand here what we are doing with this. By adopting this amendment here we are saying Mexico, if it were included here—you would say because you were unhappy about this plan, this would prohibit, through a program that has been in existence since 1934, the Exchange Rate Stabilization Program, for the President to respond and react.

I hope my colleagues, as they assess this amendment, would appreciate and understand the implications of this. Talking about $5 billion in Mexico is one thing. Talking about larger economies where the implications can be far more significant is another matter indeed.

President Clinton did not invent the Exchange Rate Stabilization Program at all. This has been around, as I said, for a decade and a half. It has been used. It is designed to be used for these kinds of situations to provide some stability because it is in our interests to do so.

This is not a Christmastime, some gift we are giving away here. This is directly in our interests. Those Members of this body who represent States along the border areas are the ones who will feel it first and the hardest.

So when you send a message out here that we are walking away from this, after we have loaned the IMF, the Inter-American Development Bank, and a variety of other organizations to step forward, here is our commitment on the table, what we will do, would you please join us in this effort? They say, fine, we will agree. And then 6 weeks later we say, sorry, we are going the other way.

I mean that is wonderful leadership. That is wonderful leadership, global leadership in the wake of the end of the cold war. And our agreements only last about 60 days.

So, Mr. President, I urge my colleagues to appreciate what this amendment does. It goes far beyond Mexico. It goes to the very ability of any administration to respond to a crisis that could have significant implications on our own economy in this country. Again, I think the points—

Mr. SARBANES. Will the Senator yield on that point?

Mr. DODD. I will be glad to yield.

Mr. SARBANES. What is an administration to do? They come to the Congress with a package. Then the leadership said we are having some difficulty with that package, why do you not use the stabilization fund?

They get legal opinions saying they have the authority to use the stabilization fund. They get strong support from the leadership and a general acquiescence from the Congress. Let us say that about it, that is what it amounted to. Most Members of the Congress said, “If the President wants to take the risk and the burden, you know, let it fall on his shoulders and in that way we will deal with the Mexican problem.”

Now people come along with an amendment which will destroy that rescue package. Make no bones about it, that is exactly what it will do. They do not have an alternative rescue package. They are negating the existing one, disconnected to a replacement package. So, in effect the consequences of this should we adopt this amendment, in my judgment, this is serious business we are talking about here. This is not simply making sort of political points. This is not simply doing oversight, where you put them on the griddle but, you know, the policy continues. This is ending the package and taking the consequences. Is that not correct?

Is that correct?

Mr. DODD. The Senator from Maryland absolutely is correct. It deserves being reiterated. Just consider, and for most people it is not difficult to connect all the dots. Everyone agrees we should do something. The administration was told by the leadership you cannot get something through Congress, so they come up and say, “Why don’t you use the ESF fund?” The leadership says, “That is a great idea. We support you. We back you. Go on and get other people to support it around the globe.”

So we have an international response. It is not just the United States stepping forward. The President says, “Thank you. All right. I will try that.
I will assume all the responsibility. No one has cast a vote on this because they were told by the new leadership that you cannot get the votes up here. “We cannot produce the votes for you. We agree with you. We cannot produce the votes. You take a dive into the pool.”

Now, 6 weeks later, to turn around and say, sorry, we want to absolutely destroy the very idea at the very hour, I reiterate, when there are clear indications that it is beginning to work. If the economic indicators and market responses are accurate in the last 6 days, this is beginning to produce the desired results that we all sought. And right at the very moment that we are getting those kinds of results, we walk in and say, “Sorry, we do not like it anymore up here.” What kind of leadership is that?

What kind of leadership is that to devastate, not just here, I tell you, but as pointed out by knowledgeable people, everywhere. It is very, very cautious. When the markets see and investors see a schizophrenic Congress, when it comes down to making decisions about whether or not it is going to stick up and stay with something they recommend, that capital does not just depart the target country that is the subject of this debate; it gets skittish all over the world.

There is enough ample evidence to support exactly that. We have seen just in the last few weeks reactions in Argentina, Chile, Brazil, Hong Kong, in Singapore, and South Africa—all of which have reacted to the Mexican situation. That is now beginning to stabilize because it is beginning to work.

The adoption of this amendment—and my view is that it will be adopted because it is the popular thing to do, I suppose, to go along. If that is the case, then the implications in these other markets, I think, will be felt. Who gets hurt? It is the small country which many of us thought we were going to see continued reduction in children’s programs and support for education, funds that may very well be used in terms of reducing taxes. The real debate and discussion is on the priorities was going to take place.

I am just wondering about this measure here. What exactly does this measure have to do with the broader issue of rescissions and the issue that I thought was raised today, which has been scheduled by the leaders and which many of us thought we were going to have an opportunity to exchange views on here this afternoon?

Mr. DODD. I am glad to yield to my colleague.

Mr. KENNEDY. I think many of us believe that the issue which was going to be before the Senate was the rescissions issue. I know Senator Daschle had an amendment which many of us were interested in that involved children. I am involved whether we are going to see continued reduction in children’s programs and support for education, funds that may well be used in terms of reducing taxes. The real debate and discussion is on the priorities was going to take place.

I am just wondering about these measures here. What exactly does this measure have to do with the broader issue of rescissions and the issue that I thought was raised today, which has been scheduled by the leaders and which many of us thought we were going to have an opportunity to exchange views on here this afternoon?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. KENNEDY. I think many of us believe that the issue which was going to be before the Senate was the rescissions issue. I know Senator Daschle had an amendment which many of us were interested in that involved children. I am involved whether we are going to see continued reduction in children’s programs and support for education, funds that may well be used in terms of reducing taxes. The real debate and discussion is on the priorities was going to take place.

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.

Mr. DODD. The Senator from Massachusetts is absolutely correct. The Senator from Oregon is with us, the chairman of the Appropriations Committee.

Mr. KENNEDY. Mr. President, will the Senator yield for a question?

Mr. DODD. I am glad to yield to my colleague.
Mr. DODD. I will be delighted to yield.

Mr. SARBANES. Is it not reasonable to assume that if we had followed the normal process and come through the committee and a measure of this sort had been brought to the floor, the debate and the examination of that measure would have taken days? That would then be a major item on the calendar of the Senate, would it not, since this is a major issue? It is not as though it is the kind of proposition that the Senate would dispose of, if it was dealing with this freestanding, in an hour or two. The Senate, in effect, would recognize the particular week in which it was going to be brought up, would it not?

Mr. DODD. I say to my colleague from Maryland, not only is he correct in that, but there is ample evidence to support it. The Speaker of the other body, when asked whether or not he could bring the matter up, 60 days ago said it would take at least 2 weeks, 2 weeks to even raise the issue and discuss it with the Members of that body, to determine whether or not they could bring it to the floor and carry it.

So the Senator from Maryland is absolutely correct. This would be a significant, lengthy debate in this body that would probably go on for a number of days, not a couple of hours, on a floor amendment offered to a rescission package.

Mrs. BOXER. Will the Senator yield to me for a question?

Mr. DODD. I will be glad to yield to my colleague from California.

Mrs. BOXER. Thank you, Mr. DODD, for the Senator for coming over. We served together in the Banking Committee. I do have a question. And, of course, to my chairman, who has long been concerned about this issue, I want to say that I share a lot of concerns.

I think the question is, Is this the appropriate way to handle this matter? I say to my colleague and friend from Connecticut, a long time ago I used to be a stockbroker, and the one thing that just set the markets off was indecision, change, of course, instability, and the need that America stick with its decisions. I just feel that doing this in this fashion without, as the Senator from Maryland has stated, amply debate and bipartisan discussion, could set the markets off, the markets all over the world. And it is something that I fear, frankly.

I share my chairman’s problems with this whole issue. I think that he is right to raise them, but I am very concerned that if we do this today, the message will go out that America’s word is no good, that there is a division here, and I am concerned about the financial and economic impact all over the world markets.

I ask my colleagues if he shares that concern.

Mr. DODD. I say to my colleague from California, the point she raises is an important one. When we had the hearing a few weeks ago—and a good hearing, I would point out—on this issue with the testimony of a former colleague, Jack Kemp, the Chairman of the Federal Reserve Board, Alan Greenspan; former Chairman of the Federal Reserve, Paul Volcker; along with Bob Rubin, the Secretary of the Treasury, and others, I asked the question about what was the most significant, important element in all of this, regardless of the particular plans.

And the word they all agreed on was “confidence,” the point having been made that there is nothing more cautious than capital, and when there is a lack of confidence, that capital lacks confidence. Whether it is domestic capital in Mexico or foreign capital that Mexico is trying to attract or investors are trying to bring in, if there is a lack of confidence in those who should be acting with responsibility in a leadership capacity to try to avoid the kind of crisis that could be devastating for us, then it seems to me you are going to have the predictable results.

Paul Volcker may have said it best in response to a question of my colleague from California.

Surely this committee is justified in carefully reviewing the approaches taken in this crisis and achieving full understanding of the precipitating events and the responses to them.

I do not have any disagreement with my colleague from New York raising those issues. It would be inappropriate, as I see it, would be to either attempt micromanagement of the use of the ESF or to so constrict its future use as to render it ineffectual in the face of future crises which, if history tells me anything, are sure to reoccur.

I point out to my colleague from California that the amendment offered by the distinguished Senator from New York does not mention Mexico. It applies to all situations globally. And so here we are saying, regardless of the crisis, wherever it may occur, that the President cannot react with the stabilization fund that has existed for 60 years, since 1934, that every President has used. So even if you agree with the point of our colleague from New York on Mexico, which I hope a majority does not, but if you did, the adoption of this amendment applies to everybody on the globe.

Mrs. BOXER. Will my friend yield then for a further question? In other words, what the Senator from Connecticut is saying is that the amendment deals with each and every country in the world?

Mr. DODD. There is no country specific in here. In fact, the amendment specifically says, I say to my colleagues that: The Secretary may not take any action under this subsection with respect to a single foreign government (including agencies or other entities of that government) or with respect to the currency of any single foreign country that would result in expenditures and obligations including contingent obligations [of] $6 billion.

It is global in effect.

Mrs. BOXER. So, as I understand it, if a crisis were to develop, let us just say in Israel, as an example, or Ireland—

Mr. D’AMATO. Italy.

Mr. DODD. Italy.

Mrs. BOXER. We will take Italy as an example.

Mr. D’AMATO. Greece.

Mrs. BOXER. I think this is an important point. We are legislators here. We ought to know what we are doing. If a crisis were to develop in a country, and the world leaders got together and said we must act quickly—and let us say it was when Congress was not in session, and these things do occur; I have seen wars break out when Congress is away—then our President would really be there in form only, because in reality he could not act along with other world leaders if there was such a monetary crisis. Is that correct?

Mr. DODD. As I read the amendment, that is the case, because it is not country specific. It does not address Mexico. It says it for a single foreign country. That is pretty broad, to put it mildly.

Mrs. BOXER. I thank my colleague.

Mr. HATFIELD. Will the Senator yield for a question?
Mr. DODD. I will be happy to yield to my colleague.

Mr. HATFIELD. My question is to the Senator from Connecticut as to this colloquy that is being engaged. Could I get some idea about how much longer we would like to hold the floor? I ask the question in order to move this bill. I would like to be able to ask for unanimous consent, and receive unanimous consent when I do have that chance, to temporarily set this amendment aside, that other amendments may be taken up.

I only want to put that in the total context. The Senator from Connecticut was here a few years ago when I chaired this committee, and we would like to temporarily lay it aside in order to get Senator MURRAY of Washington State into the next amendment in preparation for an amendment of the minority leader, Mr. DASCHLE, that deals with more precisely the details of this particular bill.

So I am asking for this kind of cooperation. By the same token, I must add, I think if I get that opportunity for under this consent, I will seek for 3 minutes on Senator D’AMATO’s behalf to respond to these most recent comments made by the Senator from Connecticut and on that side, and then get this set aside, if the Senator will yield for that purpose.

Mr. DODD. Let me say to my colleague from Oregon, the chairman of the Appropriations Committee, I hold him in tremendously high regard. I have enjoyed immensely my association with him.

I did not initiate this debate. I say to my distinguished colleague from Oregon, I was prepared to come over and address with a floor speech the rescission package.

I have been put in this situation because our good friend from New York has raised this amendment on the Senator from Oregon’s bill. It is not an insignificant matter. I wish it were. I would put no difficulty whatever on it.

But I, as a Senator, have a responsibility on something that I think has tremendous implications if left in the present status and adopted, as I am fearful it is apt to be, in terms of what happens after.

Now the rescission package is important. It is critically important. If we adopt this amendment, and the implications occur, it dwarfs the implications of the rescission package.

Mr. HATFIELD. I understand the Senator’s position. I am not suggesting we dispose of this amendment at this moment.

If we could set it aside temporarily, it means it comes back at a certain time, too, for final disposition. I am not suggesting to the Senator that we have final disposition at this moment. Give us a breather, is what I am asking, so that we can take up these other amendments. Because we are going to be here. We have probably 30, 40 amendments. Again, I cannot be more forceful than to say we are going to stay here. And when it comes to be 1 a.m. tomorrow morning, everybody is going to be wondering where we are.

I am just saying that, this morning I made the comment and I am making it again at 2:20, no one has to question at 1:30 tomorrow morning, if we are here: Why are we here? We are here because we have been stalled on this particular amendment at this time.

We have had time agreements on every other amendment we have had on this floor. We are going to be paying the price at 1:30 tomorrow morning. I merely want it clear.

I am not asking the Senator to just to set this aside to dispose of it, but to set it aside temporarily. Maybe at 2 a.m. tomorrow morning we will dispose of it faster, if we are here.

But I do say that we have to get on with the business. I am trying to now chair a conference committee with the House on the first appropriations bill. We are trying to manipulate our chairmen, who are meeting with their chairmen, back here on the floor to take care of these particular amendments. It is no easy task. But, nevertheless, we have to have the cooperation of all the Members of the body to dispose of the business.

Mr. SIMON. Will my colleague from Connecticut yield?

Mr. DODD. Yes.

Mr. SIMON. I thank the Senator for yielding.

In response to my friend from Oregon, before I would agree to unanimous consent to set it aside, I would like to speak for 10 minutes.

I would also suggest to my friend from Connecticut not to set it aside until we get word from the President. I think just setting this aside leaves it in limbo and is going to cause great problems in Mexico right now. I think we ought to get word from the President of the United States that if this in here, this is going to be vetoed. So that we can assure the markets in around the world that we are not about to destabilize the situation in Mexico through irresponsible action on the floor of the United States Senate.

Mr. SARBANES. Will the Senator yield?

Mr. DODD. I am glad to yield to the Senator.

Mr. SARBANES. I think there is a great deal of force in what the chairman of the committee has just stated, and I obviously recognize that.

I think it is very important to underscore a point made by my colleague from Connecticut. We did not bring this amendment here. I mean, this amendment has enormous consequences associated with it, as my good friend from Illinois has pointed out. It was not placed before the body by those of us who have been speaking now for——

Mr. HATFIELD. Three hours and 15 minutes.

Mr. SARBANES. No, no, no.

Mr. HATFIELD. Since this amendment came to the floor.

Mr. SARBANES. Yes. But we have been speaking for about an hour. We are very much on the down side of that time with respect to addressing this amendment.

Mr. HATFIELD. Will the Senator agree to a time agreement?

Mr. SARBANES. That is the point I wanted develop further, because the Senator is asking to set it aside. It seems clear to me, as I said earlier, this is the kind of proposal which, if it were here on its own as a bill reported from the committee, would be debated for a number of days because its consequences are that momentous.

The Senator from Connecticut is absolutely right when he said the bill, the rescission bill, is important, but its importance is dwarfed by the potential consequences of this measure.

I think that needs to be understood. One way to make it understandable, of course, is, when we come to grips with a measure, to have the kind of debate that is required with an issue of this importance. Now that can happen now or it can happen later.

I understand the concerns of the chairman of the committee, but I do not think there should be any laboring under some misapprehension that by setting it down the road you are somehow going to change the dynamic of the concern about the consequence of this amendment if it come at that time.

Mr. HATFIELD. Will the Senator yield?

Mr. SARBANES. And the 1 o’clock in the morning can be 1 o’clock, it can be 3 o’clock and so forth. This is a tremendously consequential amendment that is before us.

Mr. HATFIELD. Will the Senator yield a moment?

Mr. SARBANES. Yes.

Mr. HATFIELD. I understand the Senator’s position. Perhaps we could work out a matter whereby we set it aside and then let this minifilibuster, if that is what I hear being stated, continue on. I will remain and let it happen, say, from 12:01 a.m. this night until 5:30 a.m., or whatever hour tomorrow afternoon, and then we will come back and have a vote.

Why keep everybody here on the floor of the Senate throughout the night while a few engage in a minifilibuster? That is all I am asking, to be considerate of our colleagues, and then move this bill on through.

The PRESIDING OFFICER. The Senator from Connecticut has the floor.
Mr. DODD. Let me say to my colleague from Oregon, it is not lack of consideration on the part of the Senator from Maryland and myself. It is because of an amendment that has nothing do with the substance of the legislation brought to the floor by our wonderful colleague from Oregon.

Mr. HATFIELD. If the Senator will yield, I have the assurance from the author of the amendment to temporarily lay it aside.

So one can say, sure, it takes a joining of two oppositions or two adversaries to an issue to make a filibuster. He is willing to stop this matter and get on with the other business of this bill, and to return to it at whatever hour is necessary to return to it.

I am only getting a resistance to cooperating with getting this bill under way and getting to other amendments before us from the speakers at the moment.

Mr. SARBANES. If the Senator would yield.

The PRESIDING OFFICER. Is the Senator yielding for a question?

Mr. DODD. Yes.

Mr. SARBANES. Yes, for a question. I listened carefully to the chairman of the Committee on the Budget. I listened to him, my concern increased, it did not decrease, I have to say to my good friend from Oregon. If, in effect, what you are saying to me is, by setting it aside, we will then structure this for a filibuster, to go back to it, to create an absolute bar, to discomfit all of our colleagues and inconvenience them. And then those who are supposedly engaged in a minifilibuster, which I would not view it as such—we did not offer this amendment. I think it is irresponsible that this amendment is before us. It is not related to this bill.

Mr. HATFIELD. But, Senator, you have now joined the issue, so you are a part of this problem we face.

Mr. SARBANES. That is right, we have joined the issue. But the irresponsibility of this situation rests upon the offerer of the amendment, not by those that are responding to the amendment. And I am not going to have that responsibility shifted in the course of this discussion.

Mr. HATFIELD. It is not to shift that responsibility. Will you agree to some way to set this matter aside when we have one side, the author, willing to do so?

Mr. SARBANES. Why does the author not withdraw the amendment? Why does the author not withdraw the amendment and the consideration of the rescission bill can proceed?

Mr. HATFIELD. Because the author has a right to bring this up, as other amendments have been brought up that may not be relevant.

Mr. SARBANES. Let him withdraw it. He can offer it later, if he chooses to do so.

The PRESIDING OFFICER. The Senator from Connecticut has the floor.

Does the Senator wish to yield for a question? He may ask unanimous consent to do that. But at the time, however, he has not yielded the floor.

Mr. DODD. Mr. President, I will underscore the point made by our colleague from Oregon. This is a situation that the chairman finds himself in, and it is not one created at all. This is significant. I know that every chairman who brings every bill to the floor thinks that the matter they are handling is the single most important issue. We have certainly been in that situation in a subcommittee capacity.

With all due respect, I must say that this amendment before us now is of far greater importance, in many ways, than the rescission package, as important as that is. To relegate this debate to some wee hours of the morning when we may bring it up again—I appreciate the dynamic in order to try to move the process.

There is a simple way in which this can be addressed. Withdraw this amendment and schedule time for this to be raised on the floor as a free-standing proposition. We can allocate a day or so to fully explore whether or not it is a significant cutout and it absolutely destroy an economic proposal and package that has enjoyed widespread support—which can do significant economic damage to our country and to others. I do not think that is important, this is the way to handle this, not to insist that those of us who have been put in a position of defending a proposal we think makes sense for our country and the hemisphere all of a sudden relegate our debate time to the wee hours of the day to satisfy amendments to a rescission bill that is of marginal importance by comparison.

I hope that our colleague will say, look, I will withdraw that amendment now. They have not been asked for. It does not take unanimous consent. I could have asked for the yeas and nays earlier. We can get back to the rescission bill and the chairman will not have the problem.

I am not going to give up the floor on this particular amendment, with the idea that some time at 2, 3, or 4 o’clock in the morning we are going to have a debate around here on a critical matter that could face this country, I did not put you in this situation. That can be easily solved. The author of the amendment withdrawing it and scheduling it for another time. That is the only way I see of resolving this.

Mr. HATFIELD. If the Senator will yield, we are going to be finalizing this bill at perhaps, the wee hours of the morning. I am not relegated this amendment to any particular time. I am saying we are going to finish this bill if it takes all night.

All I am asking now is to temporarily lay it aside, and at any time after the next amendment is adopted, this is still the pending business, so it would return. We will have to get unanimous consent to set it aside again. So the Senator is not losing any kind of advantage or parliamentary position by yielding for this purpose and to temporarily lay it aside.

Mr. DODD. I would be happy to yield to my colleague, if he wants to raise the question with the author of the amendment. I would like to know publicly whether or not my colleague from New York is willing to withdraw the amendment at this time?

Mr. HATFIELD. I have found that under circumstances of this kind, if we can shift gears, shift the subject for a little while, an hour or two, that sometimes we cool down, in a way, in our devotion to the issue and we are more amenable to making some kind of an arrangement.

I am asking for a timeout to try to talk to the parties and see if we can reach some kind of a solution. As long as we keep this rhetoric from both sides going, we dig ourselves into a deeper pit. I do not want to start saying at 3 o’clock in the morning we have finally exhausted ourselves and we are going to sit there about it. I would rather see us talk about how to resolve it now and set it aside in order to do that, so we can get the parties together. That is all I am asking.

Mr. DODD. I thank my colleague. I see again, and it deserves reporting that we are only in this situation because our colleague from New York raised this matter on a bill that has nothing to do with Mexico. The amendment has nothing to do with the rescission package. We can get rid of it by withdrawing the amendment and then moving on to a lengthy discussion on the rescission package, given all of the amendments that are pending.

The rhetoric has not been terribly heated. We disagree about this, but this has not been an acrimonious debate. There is a legitimate difference of opinion as to whether or not we ought to go forward with the economic stabilization approach to Cuba. It was broadly supported, irrationally, by everybody around here. This was not done in the dark of night. This is a proposal that enjoyed the endorsement of the majority leader of the Senate and the Speaker of the House, who urged the President to step forward and do it. Now we are turning around and watching an effort to undo it 60 days later. So it is not insignificant. I make that point as forcefully as I possibly can.
the rescission package could be absolutely wiped out, in effect, by the actions we take on this amendment. So in terms of the implications of the American taxpayer, this single debate, as short as this amendment is—a page and a half—it can have very profound implications.

I am happy to possibly impose a quorum call here so we can have a minidiscussion, as my colleague has suggested, on the matter. But I must tell you that I think postponing and delaying this for another 2, 3, 4, 5 hours—I am worried about what that itself does in terms of how markets are apt to react. I have such respect for my colleague from Oregon that I am more than willing to listen to his advice and thoughts on the matter.

Unless others want to talk on the amendment, I am prepared to suggest the absence of a quorum. I see people standing, so I do not want to do that at this time, but I will when those remarks are completed on this matter and we can have an opportunity to talk about it.

Mr. D’AMATO. Mr. President, I am going to keep my remarks, as I have indicated to the chairman, to a minimum. I am compelled to respond.

No. 1, the question in terms of relevance. I think it is absolutely, totally relevant. Here we are talking about—as the Senator from Massachusetts raised—the issue of cutting programs for women, children, and others. And I am saying, what about the American taxpayers? What about the hard-working middle class? We are sending money to programs of dubious value, reclaiming teso bonos for speculators, for people who made investments, which does not seem to me to be the right way to go.

As it relates to the question of $5 billion, I deliberately kept it that high. Let me tell you, in the history of this fund, never once has it gone over $550 million for any other country other than Mexico. Not Israel. Not Italy. Not Ireland. Let us bring in Greece and every ethnic community there is, including Russia. Not once, Mexico, one time, $1 billion. Only Mexico. So we want to $5 billion. Now if we want to make it Mexico specifically, I have no problem with doing that. The principle is whether or not this is a delegation of our constitutional authority. That is what we are down to.

I am more than willing to put the matter over. But in terms of relevance, I think it is very relevant. Here we are cutting 12, 14, 17 billion dollars’ worth of programs, and some of them arguably are good programs. Yet, we are shipping off at the same time, watching it take place—by the way, in several weeks, maybe another $5, $6, $7, $8 billion will go down to Mexico. So I am saying, hey, fellows, let us look at this and see whether we want to continue the delegation of our authority in this matter.

I yield the floor.

Mr. SIMON. Mr. President, I rise in strong opposition to this amendment. We are dealing with economic dynamite here. And the very discussion has to be disquieting to a lot of people in the financial markets around the world. Senator Butterfield made a very good point just a few minutes ago when she asked about the stability of the United States. People wonder, can we stay the course on things?

It is no accident that just a few days ago, we saw the worst trade figures we have had for a long, long time. And those trade figures were caused, to a great extent, by the peso crisis in Mexico.

Mexico has been a country where we have sold more goods than we have imported. The future of Mexico is tied in great extent, by the peso crisis in Mexico. Those trade figures were caused, to a great extent, by the peso crisis in Mexico. Those trade figures were caused, to a great extent, by the peso crisis in Mexico.

What we are down to.

As that happens and people lose their jobs, they look around: Whom can we blame? I think it is absolutely, totally wiped out, in effect, by the action; there would then be the hour and a half. So I am saying, what about the American taxpayers?

The drop in the dollar that we experienced from Massachusetts—raised—the issue of cutting programs for women, children, and others. And I am saying, what about the American taxpayers? What about the hard-working middle class? We are sending money to programs of dubious value, reclaiming teso bonos for speculators, for people who made investments, which does not seem to me to be the right way to go.

Finally, I say to my colleagues, this is not the kind of an issue where we ought to be pandering to public opinion. There are issues in which all Members in politics pander to public opinion, but with this one we are dealing with something that really goes to the heart of the economic survival of this country and every country.

I urge my colleagues to look back to something that happened some years ago—Senator BYRD was here; I do not think Senator HATFIELD was—when General Marshall, in a Harvard commencement, announced the Marshall plan. Harry Truman was President of the United States. The first Gallup Poll that was taken after that showed 14 percent of the American public supported the Marshall plan. It was extremely unpopular.

We look back on it now and boast about how we saved Western Europe from communism with the Marshall plan. It is something we can be proud of. But it took the U.S. Senators, who had the courage to do what was not temporarily popular, to do that.

Particularly because Harry Truman at that point was dealing with a Republican Congress, it took Senator Arthur Vandenberg from Michigan to stand up and say this issue is more important than temporary public opinion or the Republican Party or winning a Presidential race.

Arthur Vandenberg did the right thing. This country moved ahead. It is one of the great acts of our country in the history of our country.

On an issue that is this volatile, we had better do the right thing and not ask ourselves what will the polls say back home. This is an amendment that ought to be resoundingly defeated.

Mr. HATFIELD. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. HATFIELD. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

UNANIMOUS-CONSENT AGREEMENT

Mr. HATFIELD. Mr. President, I am going to propound an unanimous-consent agreement. I believe that both sides will indicate support.

I now ask unanimous consent to temporarily lay aside the D’Amato amendment for the consideration of an amended amendment by Senator GORTON and Senator MURRAY, raising an amendment to that; that there be an hour equally divided; and then we return back to the status where we are now, with the D’Amato amendment pending the business.

This would incorporate an amendment by Senator BURNS to the Gorton amendment, which is about a 90-second action; there would then be the hour divided equally between Senator Murray to offer an amendment, and Senator Gorton; then return again to the status where we are now. And, in the meantime, maybe we can find some way to resolve the current status.

Mrs. MURRAY. Mr. President, reserving the right to object, it is my understanding that this unanimous consent will include language that says there will be no second-degrees to the Murray amendment.
Mr. HATFIELD. I am sorry, I did not hear the Senator.

Mrs. MURRAY. Is it my understanding that the unanimous-consent language will agree that there will be no second-degrees?

Mr. HATFIELD. And there will be no second-degree amendments to the Murray amendment. In other words, in the regular form.

Mr. DODD. Mr. President, reserving the right to object and I do not intend to object, but I just want to make it as clear as I possibly can that, while I am agreeing at this particular juncture to this amendment to accommodate our colleague from Montana and a colleague from the State of Washington as well, I hope we could come to closure on the D’Amato amendment. Because I do want to make it clear that this is a matter which I take very, very, very seriously. I understand the desire of everyone to move on to the rescission package.

This was not my intention to have this amendment come up. It is up before us. But I do not intend for it to be dispensed with; I want an abbreviated debate. I am not suggesting a filibuster here at all. But it is an important matter that deserves a lot of consideration.

So, while I am agreeing to this particular unanimous consent at this juncture, no one should interpret this agreement with this particular amendment to mean I will agree to future such requests. I say that with all due respect to my colleague from Oregon.

Mr. SARBANES. Will the chairman yield for a question?

Mr. HATFIELD. I will.

Mr. SARBANES. It is my understanding, then, that upon completion of the Murray amendment, which will take an hour—at least there is an hour of time for consideration of the Murray amendment—and then I take it there may be a vote? Or not?

Mr. HATFIELD. I think so.

Mr. SARBANES. At the end of that we would be back on the D’Amato amendment, in the exact posture in which we find ourselves?

Mr. HATFIELD. The circumstances of this moment will not be changed. They merely will be postponed for an hour.

The PRESIDING OFFICER. Without objection, the unanimous consent is agreed to.

Mr. HATFIELD. Mr. President, I would like just a moment to thank Senator DODD and Senator SARBANES and others for cooperating on this, and Senator D’AMATO on our side as the author of the amendment.

Once again, it will be a Burns amendment to the Gorton amendment, and then Senator MURRAY will offer an amendment as a probable substitute. So, I think no second-degree amendments to the amendment of Senator MURRAY.

The PRESIDING OFFICER. The Senator from Montana.

AMENDMENT NO. 429 TO AMENDMENT NO. 420

(Purpose: To broaden areas in which salvage timber sales are not to be conducted.)

Mr. BURNS. Mr. President, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from Montana (Mr. BURNS) proposes an amendment numbered 429 to Amendment No. 420.

Mr. BURNS. Mr. President, I ask unanimous-consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 68, strike lines 7 through 10 and insert the following:

“(A) expeditiously prepare, offer, and award salvage timber sale contracts on Federal lands, except in—

(i) any area on Federal lands included in the National Wilderness Preservation System;

(ii) any roadless area on Federal lands designated by Congress for wilderness study in Colorado or Montana;

(iii) any area on Federal lands recommended by the Forest Service or Bureau of Land Management for wilderness designation in its most recent land management plan in effect as of the date of enactment of this Act; or

(iv) any area on Federal lands on which timber harvesting for any purpose is prohibited by statute; and.

Mr. BURNS. Mr. President, this is a perfecting amendment to the Gorton amendment that merely accedes to the House provision limiting the timber harvest. The House-passed bill contains language regarding lands which are exempt from the timber provision.

However, the language as reported out of the Senate Committee on Appropriations is more limited than that passed by the House. So my amendment is the same language as that of the House, as it was passed through the House of Representatives.

It exempts land designated by Congress for wilderness study in Montana and Colorado, Federal lands recommended by the Forest Service or Bureau of Land Management for wilderness designation in its most recent land management plan in effect; the Federal lands on which timber harvesting for any purpose is prohibited by statute.

In other words, what this does is prevents harvesting timber inside of now-designated wilderness areas, those study areas, and also those areas that have been proposed for wilderness by any forest plan that is now in effect under the forest plan. I believe this amendment addresses most of the concerns that have been raised by my colleagues. I hope the Senate will accept my amendment.

I thank Senator GORTON of Washington for allowing me to perfect his amendment.

I yield the floor.

The PRESIDING OFFICER. The Senator from Washington.
(i) any area in which such a sale would be inconsistent with agency standards and guidelines applicable to areas administratively withdrawn for the purposes of latitudes or (iv) any area withdrawn by Act of Congress for any conservation purpose; and
(b) perform the appropriate revegetation and restoration activities in the area in which the salvage occurred.

2. Sale documentation.—
   (a) Preparation of documents.—In preparing a salvage timber sale under paragraph (1), Federal agencies that have a role in the planning, analysis, or evaluation of the sale shall fulfill their respective duties expeditiously and, to the extent practicable, simultaneously.
   (b) Procedures to expedite salvage timber sales.—
      (i) In general.—When it appears to a managing agency that consultation may be required under section 3(a)(2) of the Endangered Species Act (16 U.S.C. 1536(a)(2)),
         (I) the managing agency shall solicit comments from the consulting agency within 7 days of the date of the decision of the consulting agency to proceed with the required environmental documents necessary to offer to sell the salvage timber sale; and
         (II) within 30 days after receipt of the solicitation, the consulting agency shall respond to the managing agency’s solicitation concerning whether consultation will be required and notify the managing agency of the determination.
      (ii) Consultation document.—In no event shall a consulting agency issue a final written consultation document with respect to a salvage sale later than 30 days after the managing agency issues the final environmental document required under the National Environmental Policy Act of 1969 (16 U.S.C. 1531 et seq.).
      (iii) Delay.—A consulting agency may not delay a salvage timber sale solely because the consulting agency believes it has inadequate information, unless—
         (aa) the consulting agency has been actively involved in preparation of the required environmental documents and has requested in writing reasonably available additional information from the managing agency that the consulting agency considers necessary to fulfill its responsibilities under the Endangered Species Act (16 U.S.C. 1531 et seq.); or
         (bb) the consulting agency has not complied with the requirement.
      (iv) Streamlining of administrative appeals.—Administrative review of a decision of a managing agency under this subsection shall be conducted in accordance with section 322 of the Interior and Related Agencies Appropriations Act, 1993 (Pub. L. No. 102-11, 106 Stat. 1419), except that—
         (a) an appeal shall be filed within 30 days after the date of issuance of a decision by the managing agency; and
         (b) the managing agency shall not extend the closing date for a final decision by any length of time.
      (v) Streamlining of judicial review.—
         (a) Time for challenge.—Any challenge to a timber sale under subsection (a) or (b) shall be brought as a civil action in United States district court within 30 days after the later of—
            (i) the decision to proceed with a salvage timber sale is announced; or
            (ii) the date on which any administrative appeal of a salvage timber sale is decided.
         (b) Expedition.—The court shall, to the extent practicable, expedite proceedings in a civil action under subparagraph (A) of this paragraph (1) for the purpose of doing so may shorten the times allowed for the filing of papers and taking of other actions that would otherwise apply.
      (c) Assignment to special master.—The court may assign to a special master all or part of the action in a civil action under subparagraph (A).
      (2) Option 9.—
         (i) Direction to complete timber sales.—The Secretary of the Interior, acting through the Director of the Bureau of Land Management, and the Secretary of Agriculture, acting through the Chief of the Forest Service, shall expeditiously prepare, offer, and award timber sale contracts on Federal lands in the forests specified in Option 9 on the有效的 Date of the Interior and the Secretary of Agriculture on April 13, 1994.
         (ii) Establishment of rebuttable presumption.—A rebuttable presumption exists that any timber sale on Federal lands encompassed by Option 9 that is consistent with Option 9 and applicable administrative planning guidelines meets the requirements of applicable environmental laws. This paragraph does not affect the applicable legal duties that Federal agencies are required to satisfy in connection with the preparation and offering of a salvage timber sale under this subsection.
         (iii) Availability of funds.—(A) In general.—The Secretary of Agriculture and the Secretary of the Interior shall make available 100 percent of the amount of funds that will be required to hire and use qualified persons, including hydrologists, geologists, and other scientists, to permit completion of all watershed assessments and other analyses required for the preparation of an environmental impact statement and award of timber sale contracts prior to the end of fiscal year 1995 in accordance with and in the amounts authorized by the Record of Decision in support of Option 9.
         (B) Source.—If there are no other unobligated funds appropriated to the Secretary of Agriculture or the Secretary of the Interior, respectively, for fiscal year 1995 that can be available as required by subparagraph (A), the Secretary concerned shall make funds available from amounts that are available for the purpose of constructing forest roads only from the regions to which Option 9 applies.
      (4) Section 318.—
         (a) In general.—With respect to each timber sale awarded pursuant to section 318 of Public Law 101-121 (103 Stat. 745), the Secretary of Agriculture shall—
            (i) provide the purchaser replacement timber, at a site or sites selected at the discretion of the Secretary, that is equal in volume, kind, and value to that provided by the timber sale contract.
         (b) Terms and conditions.—Harvest of replacement timber under paragraph (1) shall be subject to the terms and conditions of the original contract and shall not count against current allowable sale quantities.
         (c) Expiration.—Subsections (b) and (c) of section 318 shall also apply to contracts entered into after July 30, 1995, prescribed under the Endangered Species Act of 1973 (16 U.S.C. 1531 et seq.) due to requirements for the protection of the marbled murrelet, the Secretary of Agriculture shall provide the purchaser replacement timber, at a site on or near the site selected at the discretion of the Secretary, that is equal in volume, kind, and value to that provided by the timber sale contract.

Mrs. MURRAY. Mr. President, I rise today to offer an alternative to the timber management authorizing language in this bill. I offer my amendment because I believe the language included in the bill by my colleague, the senior Senator from Washington, will backfire. I believe it will hurt—not help—timber communities and workers in the Northwest.

The authorizing language contained in this bill is designed to accomplish three things: respond to a timber salvage problem resulting from last year’s fires; expedite salvage timber sales under the President’s forest plan, option 9; and release a few timber sales remaining from legislation passed by Congress 4 years ago.

These are goals with which I can agree. The problem is with the method. I believe the language proposed by my colleague will cause a blizzard of lawsuits, cause political turmoil within the Northwest, and take us right back to where we were 4 years ago.

Our region has been at the center of a war over trees that has taken place in the courtrooms and Congress for almost a decade. There is a history of waiving environmental laws to solve timber problems; that strategy has not worked. It only made the situation worse. Until 1993, the Forest Service was paralyzed by lawsuits, the courts were managing the forests, and acrimony dominated public discourse in the region.

Now this bill contains language that will reopen those old wounds. I strongly believe that would not be in the best interest of the region.

Let me briefly explain my amendment, and why I think it makes more sense than the underlying bill. There are two distinct issues in question: salvage of dead and dying timber in the arid inland west, and management of the old growth fir forests along the Pacific coast.

There is a legitimate salvage issue right now throughout the West. Last year’s fire season was one of the worst ever. There are hundreds of thousands of acres with burned trees sitting there. I believe these trees can and should be salvaged and put to good public use.

I believe there is a right way and a wrong way to conduct salvage operations on Federal lands. The right way is to short cut environmental checks and balances. The wrong way is to cut people out of the process. The wrong way is to invite a mountain of lawsuits.

The right way is to expedite compliance with the law. The right way is to make sure the agencies can make correct decisions quickly. The right way is to let people participate in the process—so they do not clog up the courts later.

I believe we can offer eastside timber communities hope, not only in the short term—but in the long term, too. By following the law, we can immediately harvest timber—and sustain it in the future—because it will not be tied up in lawsuits; we can improve our natural environment by not allowing poorly planned clearcuts to slide into salmon-bearing streams; and we protect human
March 30, 1995

CONGRESSIONAL RECORD — SENATE

S4871

lives by building roads that are rationally planned, not hastily built without planning.

The Chief of the Forest Service and many firefighters agree with me on this. I ask unanimous consent to have some letters and materials to that effect printed in the Record.

There being no objection, the letters were ordered to be printed in the Record, as follows:

MARCH 21, 1995.

LETTER TO THE EDITOR: I would like to answer to the editorial “From timber to tin—,” published in the March 15 Washington Times. It argues that Congress should pass Representative Bill that would eliminate all environmental and economic rules for Forest Service timber sales of 6 billion board feet, in the name of forest health and firefighter safety. Linking this initiative to the 1994 firefighters’ deaths is an insult to those that died and a shameless appeal to emotionalism. I lost my husband of 23 years, and the father of our two young children. Jim Thrash, in the Colorado fire last year. He was a smokejumper with 16 seasons of experience. He also loved the forests. Jim and I owned and operated an outfitting and guide business in the beautiful pristine mountains of west-central Idaho. We took many people a year as a journey to experience wilderness. He was also the President of the Idaho Outfitters and Guides Assoc., which represents an industry that takes thousands of Americans each year into the backcountry. Jim was very much at home in the forests. He worked for responsible forest management practices with a high emphasis on maintenance of quality streams and quality wildlife habitat. He knew, understood and advocated the use of fire in a more natural role in the ecosystem as well as prescriptive fires to aid in the restoration of natural conditions. He did not support further road building of Idaho’s roadless areas or the use of clearcutting. It is true that ‘94’s fires were the result of the extended western drought, but were also the natural fire cycles of those ecosystems. There are those who are claiming that their loved ones’ deaths resulted from careless forest managers who failed to log dead and dying timber elsewhere, resulting in a shortage of fuel to start fires. In reality, the Colorado incident was not one of resource shortages, but one of mismanagement, firefighting managers and supervisors used poor strategies (or had no strategies at all), and failed to recognize and respond to the existing conditions (drought and weather) and extenuating circumstances (resources shortages) that were decisions to put employees on the fireline. Ultimately, this resulted in the deaths of 14 people.

HOLLY TRASH.

MARCH 27, 1995.

DEAR MADAMS OR SIRS: I am writing to you regarding the various “Forest Health” initiatives floating in Congress these days. I am a wildland firefighter from McCall, Idaho who has worked for the Forest Service as a smokejumper, a hotshot, and 12 years as a smokejumper. I am a true believer in the wilderness. I am not a fan of the Forest Service and I do not represent any government agency. Since I was smokejumping on fires in Idaho in July, I was not on the South Canyon Fire. Yet I lost good friends there, and I feel a duty to them and to myself to speak out about the bills you have brought to the floor.

Given my knowledge of fire and the health of our forests, I cannot support S. 391 (Federal Lands Forest Health Protection and Restoration) or any incantation of Mr. Taylor’s amendment (The Emergency Two-Year Salvage Timber Sale Program), or Mr. Gordon’s Bill. I believe reasonable amounts of salvage harvesting should be carried out, and I believe this can be carried out successfully within the confines of current law. I have been persuaded based on the premise that the salvaging cannot be done quickly enough to get the burned wood before it becomes useless. But the evidence shows that salvaging has been occurring successfully in our forests. The Boise National Forest successfully carried out the historically largest salvage in the Northwest as the Foothills Salvage in 1992. The Forest Service anticipates having all the salvage sales from the fires of 1994 on the auction blocks by late this summer—and with environmentally sound analyses in place. I believe all of the bills mentioned above call for forgoing this type of analysis. This does not provide sustainable levels of harvest. Given that it would be better to have salvage available for harvest by the summer following a burn, why not simply request that the Forest Service speed up the analyses? Even in the present situation, they only need to shave off three or four months to have salvage available for harvest in the summer. This could be easily done if they were empowered (and given the necessary budget) to form a salvage analysis team as soon as it became apparent there was an opportunity for salvage. I believe this change alone would shorten the process by three months.

Some of the bills mentioned above propose increasing the national annual cut from four billion board feet to over five billion board feet. I believe the lower cutting levels are much more reasonable since they are based on an actual ecological model for the region. If the cut is allowed to continue at the higher level, at some point in the next decade or two, the trees in the current forest will fall below the four billion level. This is the scientific advice given to you by the Forest Service. I urge you to ask yourself, what sustainable level of harvest can our forests support? Then who will you listen to for advice, industry or land managers? I talked to a logger friend just yesterday. He said that ISU researcher Judge William Dwyer has recently ruled that Judge Dwyer has recently ruled that the standing forest is not at the critical level . . . Do you think they would cut themselves out of a job? This is our land, not Congress’ or some easterners’—not a job for it. I told him that I had no doubt that industry would cut themselves out of a job because they are only concerned with short term profits.

A true commitment to community stability would help these small towns read the writing on the wall. Find other specialties for their community that will increase jobs. The real growth industries in Idaho are information technology and recreation—tourism. People come to Idaho because of the “quality of life.” This includes low crime, a lack of urbanization and a healthy natural environment. We need to make sure that the natural and water environments are maintained and not sold for short term profit.

Let the land managers do the job they were trained to do. The Forest Service will have all the salvage sales on the auction blocks by late this summer with environmentally sound analyses in place. Mr. Taylor’s bill calls for forgoing this type of analysis, which does nothing to help our forests. And to link any forest health bill to our fallen firefighters mocks their deaths.

Yours truly.

PATRICK WITHIN.

Mrs. MURRAY. Let me briefly discuss the salvage aspects of my amendment. Whereas the underlying bill suspends all environmental laws to allow salvage operations, my amendment does not permit the agencies to operate above the law. Instead, it requires them to expedite compliance with those laws.

Also, the underlying bill allows salvage on any Federal lands outside of designated wilderness areas where there is insect- or fire-damaged timber. That allows agencies to build roads in pristine roadless areas and harvest trees along our wild and scenic river corridors. My amendment allows salvage operations to areas outside of the wilderness, roadless areas, and other congressionally designated areas, like wild and scenic river corridors.

Third, like the underlying bill, my amendment would shorten the Northwest’s cutting levels. However, the Northwest has been waiting a long time. We also need to protect them from the uncertainties of prolonged litigation. My amendment will do that.

Until very recently, the old growth Douglas fir forests in the Pacific Northwest had been shut down because Judge William Dwyer had ruled the agencies were not following the law.

When President Clinton held his forest conference in Portland 2 years ago, he promised a scientifically credible, economically sustainable, legally defensible plan to all. Op- tion 9 is the result of that pledge. Let’s be clear about this: Everybody dislikes option 9. The timber communities felt it was inadequate. The environmental groups felt it allowed too much harvesting.

Whatever people felt about it, option 9 was the first serious attempt to resolve an issue that plagued my region for years. Therefore, I supported it.

Judge Dwyer has recently ruled that option 9 satisfies the requirements of Federal law. Today, timber communities are back in the Federal timber harvest business. Unfortunately, they are not back to the degree that they should be. I am very unhappy that the Forest Service has not produced promised volumes.

I wrote the President last week to request a schedule for timber sales under option 9. He responded with details on both option 9 and the salvage program. I ask unanimous consent these letters be printed in the Record.
There being no objection, the material was ordered to be printed in the RECORD, as follows:


Hon. BILL CLINTON, President, The White House, Washington, DC.

Dear Mr. President: I know you are as concerned as I about the seeming inability of the Forest Service to produce a reasonable supply of timber for Pacific Northwest timber communities under Option 9. You and the rest of your Administration worked hard to find a solution to the forest crises we were facing. Despite protestations from all sides, you supported a compromise plan to provide both scientifically sound management of our forests and a sustainable supply of timber to our communities.

Now, almost a year after the Record of Decision and 9 months after the lifting of the injunction, fewer than 300 million board feet of timber have been sold in the 17 National Forests managed under Option 9. I’m sure you agree that this is unacceptable.

Legislation has passed the House and will soon be considered by the Senate to suspend all federal environmental laws applicable to the Forest Service in order to enable the agency to sell the volume set forth in Option 9 (and to meet salvage and section 318 sale targets). As a rule, I do not support such “sufficiency” language because I strongly believe agencies should not be above the law. However, I am very frustrated by the Forest Service’s inability to deliver on the Option 9 sale targets.

Mr. President, I must have assurances this week that the Forest service will meet its Option 9 target levels by the end of this year. I need to know specific plans, timelines, and changes that the Forest Service intends to take to get this timber out. And I need to know what, if anything, you need from Congress.

I believe Option 9 and existing law can produce a sustainable flow of timber. Unfortunately, my belief has been shaken by the facts.

Finally, I would appreciate knowing your plans for how the Forest Service will conduct its salvage operations and any problems you foresee in this area. Thank you for your continued interest in finding solutions to these thorny forest issues.

Sincerely,

PATTY MURRAY, Senator.


Hon. PATTY MURRAY, U.S. Senate, Washington, DC.

Dear Patty: Thank you for your letter regarding the status of the Northwest Forest Plan. I appreciate your concerns and want to make clear the progress that is being made.

As you know, from the time I took office, I made resolution of the long-standing Northwest forest dispute—which had produced years of conflict and litigation—a high priority for my Administration. The completion of my Northwest Forest Plan in April 1994 and the subsequent ruling by Judge Dwyer upholding the plan in December marks the first time since 1991 that forest management has been pushed out of the courts and back into the communities. That is clearly good news.

I understand that you are concerned about the sales of timber to date, but, as noted, we have only been out of the courts since December. In FY 1995 we will offer for sale approximately 600 million board feet (mmbf). This is consistent with my commitment under the Forest Plan, which was to offer 60 percent of the 1997 target (1.1 billion board feet) in FY 1995. Furthermore, I am assured by the U.S. Forest Service (FS) and the Bureau of Land Management (BLM) that we will meet our commitment under the Plan of 800 mmef in FY 1996, and finally 1.1 billion board feet (bfb) in FY 1997. In addition, the U.S. Forest Service and the Bureau of Land Management will offer 1.666 bfb in salvage sales throughout the country.

The agencies are working hard to expedite the implementation of the Plan. The FS and BLM, for example, are now working with the U.S. Fish & Wildlife Service (FWS) and the National Marine Fisheries Service (NMFS) early in the process of timber sale preparation. By engaging early on and working simultaneously on project development, sale layout and contract preparations will be significantly expedited.

Let me also note that, in addition to getting timber sales moving, we are engaging state governments and local communities as never before to create new economic opportunities. In FY 94 the federal government invested $129.6 million in the region combined with $164.3 million in SBA loan guarantees. For example, the U.S. Forest Service allocated $8.5 million for over 200 Jobs-in-the-Woods contracts in the Gifford Pinchot, Okanogan, Olympic, Mount Baker-Snoqualmie, and Wenatchee National Forests. In FY 95, we will offer $301 million to the region under the Forest Plan in grants and loan guarantees.

Additionally, with regard to salvage sales, we will be reducing the time it takes to prepare a salvage sale by about 30 percent.

Let me be clear that legislation to bypass existing environmental laws and mandate a minimum level of salvage sales may not increase the flow of timber. In fact, the Department of Justice has advised that such mandates could reduce timber, grazing, and mining activities because they could result in new litigation over every land management plan, including the Forest Plan.

I share your desire and commitment to a sustainable flow of timber in Washington. As you know, the gridlock created by the actions of previous administrations will take years to turn fully around. But again, our significant investment in this issue is now beginning to offer hope to communities in Oregon, Washington, and Northern California. I look forward to working with you toward productive solutions for the people of Washington and the entire Pacific Northwest.

Enclosed you will find a schedule of timber sales and a summary of agency activity to facilitate the flow of timber in the region.

With best wishes,

BILL CLINTON.

TIMBER SCHEDULE ATTACHMENT

FOREST SERVICE AND BLM OR/WA/CA TIMBER SALE PROGRAM FOR FY 1994

<table>
<thead>
<tr>
<th>Forest Service</th>
<th>Non-owl range</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>623</td>
<td>0</td>
<td>623</td>
</tr>
<tr>
<td>18.5</td>
<td>0</td>
<td>18.5</td>
</tr>
<tr>
<td>251.5</td>
<td>575</td>
<td>826.5</td>
</tr>
<tr>
<td>450</td>
<td>0</td>
<td>450</td>
</tr>
<tr>
<td>508.5</td>
<td>0</td>
<td>508.5</td>
</tr>
<tr>
<td>1,227</td>
<td>0</td>
<td>1,227</td>
</tr>
<tr>
<td>1,381</td>
<td>0</td>
<td>1,381</td>
</tr>
<tr>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>233</td>
<td>257</td>
<td>490</td>
</tr>
<tr>
<td>18.5</td>
<td>0</td>
<td>18.5</td>
</tr>
<tr>
<td>575</td>
<td>0</td>
<td>575</td>
</tr>
<tr>
<td>508.5</td>
<td>0</td>
<td>508.5</td>
</tr>
<tr>
<td>1,227</td>
<td>0</td>
<td>1,227</td>
</tr>
<tr>
<td>1,381</td>
<td>0</td>
<td>1,381</td>
</tr>
</tbody>
</table>

| Volume harvested. |

FOREST SERVICE OR/WA/CA TIMBER SALE PROGRAM FOR FY 1994

<table>
<thead>
<tr>
<th>Forest Service</th>
<th>Non-owl range</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>623</td>
<td>0</td>
<td>623</td>
</tr>
<tr>
<td>18.5</td>
<td>0</td>
<td>18.5</td>
</tr>
<tr>
<td>251.5</td>
<td>575</td>
<td>826.5</td>
</tr>
<tr>
<td>450</td>
<td>0</td>
<td>450</td>
</tr>
<tr>
<td>508.5</td>
<td>0</td>
<td>508.5</td>
</tr>
<tr>
<td>1,227</td>
<td>0</td>
<td>1,227</td>
</tr>
<tr>
<td>1,381</td>
<td>0</td>
<td>1,381</td>
</tr>
<tr>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>233</td>
<td>257</td>
<td>490</td>
</tr>
<tr>
<td>18.5</td>
<td>0</td>
<td>18.5</td>
</tr>
<tr>
<td>575</td>
<td>0</td>
<td>575</td>
</tr>
<tr>
<td>508.5</td>
<td>0</td>
<td>508.5</td>
</tr>
<tr>
<td>1,227</td>
<td>0</td>
<td>1,227</td>
</tr>
<tr>
<td>1,381</td>
<td>0</td>
<td>1,381</td>
</tr>
<tr>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>233</td>
<td>257</td>
<td>490</td>
</tr>
<tr>
<td>18.5</td>
<td>0</td>
<td>18.5</td>
</tr>
<tr>
<td>575</td>
<td>0</td>
<td>575</td>
</tr>
<tr>
<td>508.5</td>
<td>0</td>
<td>508.5</td>
</tr>
<tr>
<td>1,227</td>
<td>0</td>
<td>1,227</td>
</tr>
<tr>
<td>1,381</td>
<td>0</td>
<td>1,381</td>
</tr>
<tr>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

| Volume harvested. |

FOREST SERVICE OR/WA/CA TIMBER SALE PROGRAM FOR MAR. 1 TO MAY 1, 1995

<table>
<thead>
<tr>
<th>Region 5 and 6 total</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.6 17.5 28.1 18.2 33.2 51.4 79.6</td>
</tr>
</tbody>
</table>

FOREST SERVICE OR/WA/CA TIMBER SALE PROGRAM FOR MAY 1 TO AUG. 31, 1995

<table>
<thead>
<tr>
<th>Region 5 and 6 total</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.6 17.5 28.1 18.2 33.2 51.4 79.6</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Region 5 and 6 total</th>
</tr>
</thead>
<tbody>
<tr>
<td>261.8 294.5 466.3 74.4 285.6 360 826.3</td>
</tr>
</tbody>
</table>
Additionally, a meeting is scheduled between BLM, FWS, FS, and NMFS biologists and others involved in consultation to work on streamlining consultation for salvage sales in the region. Other streamlining actions will also be discussed.

With regard to the consultation process, the Forest Service currently has the authority to fund timber stand improvements and other restoration from timber receipts under the Knapton-Vandenberg (K-V) Act. It is current practice for the Forest Service to utilize these funds through the K-V Act from thinnings and other timber sales to do timber stand improvements and to conduct riparian restoration where applicable. Another option is to consider the use of stewardship contracts. This is a mechanism we have piloted in other areas where timber sales pay for activities like watershed restoration, recreation improvements, and thinning and salvage sales. This is a tool we are exploring in your region. If you have any questions about it, please have someone contact us.

SIMPPLY PLAN IMPLEMENTATION

This Administration is committed to maximizing our flexibility in implementing the Forest Plan. For example, the U.S. Forest Service and BLM are expediting Plan implementation by working with the FWS and the NMFS to engage in the appropriate consultations early in the process of timber sale preparation. By engaging early and simultaneously on project development, we will expedite sale layout and contract preparation. Further, by involving FWS and NMFS biologists early in project development, we should alleviate problems that would otherwise arise in the final stages.

Also, we are on an accelerated track to complete half of all the necessary watershed analyses under the Forest Plan by the end of 1995. As you know, watershed analysis—utilized to help make informed management decisions—is a new requirement under the Forest Plan. As the watershed analyses are completed and timber sales are awarded over the next year, the timber on these sales will be being replenished after having been fully depleted during the three and-a-half year period 1991–1994. Further sales were enjoined. This will allow for an even and steady flow of timber under the Forest Plan for Oregon and the region.

Overall, the agencies are pursuing better regional oversight through a prioritization of consultation actions and quality control of biological assessments submitted to the FWS. Priorities will focus on areas that are most critical in meeting management objectives and on areas that are not well served by existing plans. This will allow for smoother implementation under the Forest Plan, as well as to facilitate forest salvage actions in the region.

EXPEDITE ENDANGERED SPECIES ACT

We too are concerned about the time it has taken in the past to consult on management actions and are working to expedite the process. As a result, land managers are involving the Fish and Wildlife Service (FWS) and the National Marine Fisheries Service at the beginning of a project rather than at the end. In addition, they are “bunching” projects in larger groups, wherever possible, rather than consulting on a sale-by-sale basis.

Moreover, Secretary Babbitt has asked FWS to conduct an evaluation of the consultation process with the goal of further streamlining consultation for forest plan and salvage sale activities. Additionally, on March 6, Secretary Babbitt announced a ten point plan for easing ESA restrictions on harvests from private lands. These and other efforts are underway to facilitate responsibility the sale of timber in your region.

Mr. MURRAY. Mr. President, the administration needs to fulfill its commitment to the region. If Congress can help, so much the better. But we must be very careful not to go too far.

The Chief of the Forest Service told me last week he is well on his way to providing promised timber sales levels. But he lacks the human resources to do so. My amendment transfers money from road construction programs to needed personnel to conduct sales. It does not simply waive the rules.

When Judge Dywer approved option 9, he did so with conditions. He expects full funding for implementation, and he expects monitoring and assessment for compliance with the standards and guidelines.

Mr. President, I am concerned that if we do not heed his advice, Judge Dwyer will rule option 9 invalid and once again forbid all harvesting in the Northwest. Our communities simply cannot afford that blow.

My amendment provides needed financial resources. Additionally, it says that if the agencies follow the rules set forth in option 9, anyone challenging a timber sale will have to cross a very high legal hurdle to prove that a timber sale is environmentally harmful. Let me say one final word about option 9. If people have a problem with option 9, they have a problem with the laws: National Environmental Policy Act, and National Forest Management Act. If we are going to revisit the merits of option 9, we should instead take a broad look at the laws governing it. We should not take short cuts in a rescissions bill without the benefit of hearings and public involvement.

Finally, my amendment directs the Forest Service to find replacement volume for sales sold under fiscal year 1990 appropriations bill, dubbed section 318, that are tied up in court. The bill may contain the threatened marbled murrelet. The companies who bought these sales years ago deserve what we promised them: timber. My amendment delivers that.

President, two of the provisions of this bill have only regional effects. The primary provision—salvage of damaged Federal lands—is national in scope and affects the health of forests.
throughout this Nation. We must not give the agencies free rein to cut timber without regard to environmental considerations.

My amendment is a moderate, reasonable alternative. It expedites salvage. It expedites option 9. It ensures appropriate levels of environmental protection. And most importantly, it protects communities and workers from burdensome, frustrating litigation. Such litigation is sure to result from the underlying bill. If the 10 days ago I went to Gray’s Harbor in my home State of Washington, and I talked to people who have lived through the nightmare of Congress and the courts deciding their lives. They are just starting to get back on their feet. Hope is beginning to return. They do not want more empty promises. They do not need congressional interference that may backfire. They do need promises kept, and they do need Congress to act with common sense.

That is what my amendment does, and I urge my friends here in the Senate to support it.

Mr. President, I retain the balance of my time.

Mr. MURKOWSKI addressed the Chair.

Mr. MURKOWSKI. Mr. President, who controls the time?

The PRESIDING OFFICER. The Senator from Alaska.

Mr. MURKOWSKI. Mr. President, who controls the time?

The PRESIDING OFFICER. Does the Senator from Washington yield time?

Mr. GORTON. Does the Senator from Alaska wish to speak in support of the amendment?

Mr. MURKOWSKI. The Senator from Alaska would like to speak in support of the Gorton salvage amendment.

Mr. GORTON. I yield 5 minutes to the Senator from Alaska.

Mr. MURKOWSKI. I thank the Chair.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from Alaska.

Mr. MURKOWSKI. I thank the Chair.

I thank my colleague from Washington.

Mr. President, I rise to again commend the Gorton salvage amendment. I share, as Senator from the State of Alaska, a dilemma facing all of us; that is, a shortage of timber. We have seen our industry shrink by about three-quarters by a combination of the inability of the Forest Service to meet its proposed contractual agreements. As a consequence, the industry has shrunk. As I see the issue before us, we have an opportunity, because of an unfortunate act of God, to bring into the pipeline a supply of timber that otherwise would not be available. Clearly, without the help of the Gorton salvage amendment the Forest Service is absolutely incapable—make no mistake about it—incapable of addressing this in an expeditious manner.

So those who suggest that we simply proceed under the status quo will find that the timber will be left where the bugs or the fire last left it when we are out of the year. So, do not be misled by those who are of the extreme environmental bent to see this as an opportunity simply to stop the timber process. It is unfortunate that we could not make the decision on what to do with this timber based on sound forest practice—management—what is best for the renewability of the resource.

The Gorton salvage amendment is an essential response to an emergency forest health situation in our Federal forests as evidenced by last year’s fire season. Our committee, the Committee on Energy and Natural Resources, has held oversight in the area, has recognized the severity of the problem, and I strongly recommend we do a positive score from CBO.

I have listened to the critics of the amendment both on the floor and off the floor. I have come to conclude that they must be discussing some other provision than the one offered by the senior Senator from Washington.

First, they say the Gorton amendment mandates increased salvage timber sales. The Gorton amendment does not mandate timber sales. It provides the administration with the flexibility to salvage sales to the extent feasible. I trust the administration to properly utilize that flexibility. Opponents of the Gorton amendment apparently do not trust this administration. I cannot tell whether they do not want to rehabilitate burned forests or whether they need individual sign off from the Forest Service Chief, Jack Ward Thomas, the Secretary of Agriculture, or maybe even Vice President Gore to trust the administration.

Second, they say that the Gorton amendment suspends all environmental laws. The Gorton amendment expedites existing administrative procedures under the Endangered Species Act, the National Environmental Policy Act, and other measures. If the agency successfully follows the expedited procedure, their performance is denoted. I have come to conclude that the existing environmental and natural resource statutes. These expedited procedures are essential as we must appropriately respond to the forest health emergency, and it is an emergency that we face. If you have an emergency, Mr. President, you respond to it and you expedite a process. That is what the Gorton amendment is all about.

Third, they say the Gorton amendment eliminates judicial review. It simply does not. The amendment provides an expedited form of judicial review that has already been upheld by the Supreme Court in previous litigation.

Fourth, they would say the Forest Service cannot meet the salvage targets. The amendment does not have any targets. I wish it did. Today, the Forest Service is working on its capability statement on the House version of the amendment. The evidence is strong indications that with the expedited procedure the House bill will match in pertinent part the Gorton amendment. The agencies can meet the House targets and still comply with substantive requirements of other Amendment provisions, such as environmental and natural resources.

Fifth, they say the amendment will cost the Treasury. This is simply false. The Gorton amendment has received a positive score from CBO.

Sixth, they say the amendment may disrupt and actually reduce timber sales. Well, if that were true, I would expect them to strongly support the Gorton amendment. But it is not true. The Gorton amendment contains protective language. Environmental litigants cannot disrupt other agencies’ functions due to this amendment.

Finally, Mr. President, I have been genuinely perplexed by the misconceptions that accompany the attacks on this amendment, but today perhaps I know why this is the case. Yesterday, Senator GORTON and Congressman CHARLES TAYLOR along with Senator CRAIG, the author of S. 391, which is a measure directed at another aspect of this problem, offered to meet, as I understand, with groups of activists opposed to both the Gorton amendment and S. 391 together. It is my understanding they cleared time on their calendars at 9 a.m., but they found that the activists were evidently more interested in preparing for their 9:30 a.m. press conference than meeting with the authors of the three provisions which they are supposed to represent. This sort of interest group behavior I do not think can be tolerated if we are to continue to have informed debates in this body.

So, Mr. President, I rise in support of the Gorton amendment, and against other modifying amendments. I encourage my colleagues to proceed with what this is, an emergency.

I thank the Chair.

The PRESIDING OFFICER. The Senator’s time has expired.

The Senator from Washington.

Mr. GORTON. Mr. President, as recently as half a dozen years ago, there was a booming, successful forest products industry in rural towns all up and down the north Pacific coast of the United States. In region 6, in Washington, Oregon, and northern California, approximately 5 billion board feet of timber was being harvested. Towns were prosperous and optimistic. Families were happy and united. Schools were full. The contribution that these people made to the economy of the United States is difficult to underestimate. It was economic and it was expensive to build homes, to publish newspapers, to engage in all of the activities which...
arise out of the forest products industry. And even during that time of maximum harvests every year in the Pacific Northwest more board feet of new timber was growing than was being harvested.

Beginning with the controversy over the spotted owl in the Pacific Northwest—in which incidentally, the recovery goal at the time of its listing has now since been exceeded by the discovery of additional spotted owls—at the time of the beginning of that controversy harvest began to drop precipitately, to the point at which in the last few years the harvest on lands of the United States of America has been close to zero. Communities have been devastated. Families have broken up. Small businesses have failed. Homes purchased by the work of many years have become useless because they cannot be sold.

And we have constantly heard from those whose conscious policies drove the BLM and USDA Forest Service to this end that the people in these towns should seek other employment in some other place or be the subject of various kinds of relief activities. So where they provided a net income to the United States from their work, they now are a net drain on the people of the United States for welfare programs which have benefited primarily planners and contractors and advisors and not the people who lost their jobs.

Mr. President, these people, their contributions to America have been largely ignored by the mainstream media of this country. Their professions have been denigrated. They who live in this country and have a greater investment in seeing to it that it remains booming and prosperous have been accused of utter indifference and attacks on the environment.

Mr. President, that only has not been terribly unjust but it has been destructive of balance and destructive of the economy of our country.

Now, into this controversy some 3 years ago came the then candidate for President of the United States, Bill Clinton, promising in a well-attended meeting in Portland, OR, balance and relief, promising to listen to the people of the Pacific Northwest, to protect the environment but at the same time to restore a significant number of the lost jobs and some degree of hope and prosperity to these communities.

The first part of later President Clinton’s promise was kept in 1993 when as President he returned to Portland, OR, and held a timber summit. Looking at the completion of that summit came what is now known as option 9, an option which the President stated met all of the environmental laws in the United States which he was unwilling to change in any respect but also promised something more than 1 billion board feet of timber to the people of the Northwest—1 billion as against 5, or 20 percent of the historic level.

I did not then and I do not now believe that that constitutes balance or that it was all necessary to protect the environment. But it was a promise, Mr. President, of some form of relief.

Since then, the President has had that option rejected by a U.S. district court judge who has taken charge of this area in Seattle. But do our people have 1.1 billion board feet of harvest? No, Mr. President, they do not. In spite of the time at which that promise was made, they are nowhere close to that in harvesting what its personnel cuts have cut mostly the people who work in the woods preparing these sales and because the Clinton administration knows that almost no single action taken pursuant to this option will escape an appeal within the Forest Service and a lawsuit being stretched out forever and ever.

That is one element, Mr. President.

The second is that last summer, regrettably, was a time of major forest fires in another part of the United States—loss of life in Colorado, huge fires in Idaho and Utah, large fires in my own State of Washington.

Those fires have left billions of board feet of timber that is now dead, absolutely nothing of it within a short period of time harvestable. If it is not harvested, Mr. President, it will become worthless very quickly by rotting away and at the same time will be tinder for future forest fires.

And yet the opponents to harvest say that’s nature’s way. Forest fires start; let them burn. Very few of them live in communities near where these fires have taken place, whose summers have been ruined by them, may I say, incidentally.

And so in this bill, as in the bill produced by the House, we attempt to enable the President of the United States to keep his own promises; nothing more than that, Mr. President.

It is true provisions in the House bill set a mandated harvest level roughly double what the administration deems to be appropriate. The proposal attacked by my colleague from the State of Washington, however, has no such requirement in it. It simply says that, after all of these years, all of these promises, all of this devastation, that we will liberate the administration to do what it wants to do.

And yet, this is attacked as if somehow or another, this administration had no concern for the environment whatsoever; that Secretary Babbitt was simply out to cut down the forests of the Bureau of Land Management; that President Clinton’s Forest Service wanted to do nothing else but that, and to ignore environmental laws from one end of this country to another. It is astounding, Mr. President, that the administration itself does not wish help in keeping its own commitments.

And yet, this is attacked as if somehow or another, this administration had no concern for the environment whatsoever; that Secretary Babbitt was simply out to cut down the forests of the Bureau of Land Management; that President Clinton’s Forest Service wanted to do nothing else but that, and to ignore environmental laws from one end of this country to another. It is astounding, Mr. President, that the administration itself does not wish help in keeping its own commitments.

Now, both the amendment which is a part of this bill, substitute amendment by the junior Senator from Washington cover three distinct, separate but related subjects.

One on salvage timber is nationwide in scope. The administration proposes in this fiscal year to sell something over 1.5 billion board feet of salvaged timber, dead or dying timber. In region 6, which is the Pacific Northwest, the figure is about one-fifth of that total. And those five regions of the country and they include every Forest Service region in the United States.

My proposal, the proposal in the bill, does not require the administration to do one or the other but that it has no number in it at all. But it says that the administration, having carefully considered every environmental law, is enabled to do what it tells us that it wants to do.

Does this suspend the environmental laws? No, Mr. President. This administration has certainly tried its best to abide by all of them and all of them remain on the books, those I agree with and those I disagree with.

And I cannot imagine that Members of this body will accuse the administration of wanting to ignore those statutes. It simply says that the administration’s own decisions will not further be attacked in court by the often inconsistent provisions of six or seven or eight different statutes passed at different times with different goals.

The amendment that is sought to be substituted for that which is in the bill does not reduce litigation in the slightest, Mr. President. It calls for certain expedited procedures, but it still allows every timber sale to be appealed within the Forest Service or the BLM, and every one to go to court. And they all will go to court, Mr. President, because those who will attack them, those who want nothing to be done, will recognize that all they have to do is to delay it for another season and there will not be anything to sell, because it will be worthless. So that portion of the substitute amendment is simply an invitation to have no salvage at all.

The second and third elements in both amendments have to do with option 9 and with so-called section 318 sales. Section 318 was a part of the Appropriations Act in 1990, designed to provide some interim help for the forest in the two Northwest States. But many of the sales directed by this Congress pursuant to that law have been held up by subsequent environmental actions.

The proposal that the committee has made simply says that those sales would go ahead unless they involved places in which endangered species are actually found. In which case, is substitute lands will take their place.

Our option 9 provision, I repeat, Mr. President, simply says that the President can keep the promises he made some time ago, almost 2 years ago, under option 9 and not object to our purchase of harvest results. That is all that it says. It does not require him to get to the 1.1 billion board feet of harvest that he promised, and he will not.
It does say that he can do what he wishes to do.

Now, the substitute amendment, in each case, for all practical purposes, makes dealing with this issue at the level of Congress pointless. All of the laws will still be able to be brought, but perhaps we will actually find ourselves in a damaging situation.

The Presiding Officer is from the State of New Hampshire. I presume that some small portion of this salvage timber is in his State. But if this substitute amendment passes, all of the personnel of the Forest Service from the rest of the United States will have to go to Washington and Oregon in order to meet the requirements of the substitute amendment, at the cost of every other region in the United States.

Now I would like to have that kind of service in my State, but I do not believe it to be fair. I do not think we can say that we are the only ones who underestimate should get anything out of one of these amendments.

The definition of what salvage timber is in the bill is the Forest Service's own definition. The definition in the substitute amendment is a different definition, one highly susceptible to further litigation.

The exceptions provided by the amendment of the Senator from Montana keeps this kind of salvage logging out of wilderness areas and certain other well-defined areas. The proposal by the junior Senator from Washington keeps them out of any area that is under consideration for inclusion in the national wilderness preservation system.

Mr. President, under that proposal, one bill by one Member of the House of Representatives introduced to put the entire National Forest System included in a wilderness preservation system would stop any harvest anywhere. It would be under consideration by Congress. What it does, in effect, is to give any of the 535 Members of Congress a veto power over the entire proposal.

Mr. President, the issue in this case is clear. Do we care at all about people, not just in the Pacific Northwest but all across the United States, who live in timber communities? Do we care about our supply of lumber and of paper? Do we care about the well-being of certain environmental organizations and their lawyers?

That is what we are debating with respect to this amendment. Do we want the President of the United States to be able to keep his commitments, all his promises, however inadequate they are? Or do we have so little trust in him that we believe that he will ignore every environmental law and decide suddenly to cut down our national forests?

Mr. President, that is not going to happen. The lawsuits will, under this proposed substitute amendment, provide relief for people who need relief. Income for the Treasury of the United States will only come from rejecting the substitute amendment and accepting the bill in its present form.

Mr. LEAHY. Mr. President, will the Senator from Washington yield me 5 minutes?

Mrs. MURRAY. I am happy to yield 5 minutes to the Senator.

Mr. LEAHY. Mr. President, I thank my good friend and distinguished Senator from Washington [Mr. MURRAY].

Mr. President, this timber salvage language in H.R. 1158—so people understand the history, this represents the 12th time since 1984 this body would vote to exempt timber sales from environmental laws 12 times since 1984.

Frankly, I find that disturbing. It means that the American people are going to be asked to believe that when it comes to cutting national forests, somehow environmental laws do not apply. These should have been, if at all, in emergency situation, instead are becoming routine and standard practice. It is not a short-term solution. I have to wonder how long this will go on. To me the exemption from environmental laws is an extreme position.

The majority of the American would not accept, nor would they. The distinguished Senator from Idaho, Senator CRAIG, and I streamlined the process in 1992. We are speaking of public lands, and in public lands, the American would not accept, nor would the citizens of our State of Washington. H.R. 1158 takes away the opportunity to participate in public land management. I do not see how the U.S. Senate can accept a provision that strips people of this right and takes the right out of the people's hands and puts it solely into the hands of bureaucrats. This would not create any more open government. In fact, this seals the same government agents off from public interest.

I respect the concerns of my fellow colleagues from other timber States. Even though I am a tree farmer, that is not my sole source of livelihood. I have talked with people in that area. It makes sense to address the problem, but with a sensible, responsible, moderate solution that respects the true interests of the American people and, in the long term, the apolitical needs of the forest resource.

I believe Senator MURRAY has proposed substitute amendment. In fact, she inherited this divisive timber issue when she was elected. She promised the people of Washington a responsible solution. I have discussed this with her since she has come here. I believe that since her election, she has helped put the timber industry on a relatively short path that the timber industries can bank on.

In fact, with the work she has done, there has been an increase of 400 jobs, not a decrease in the lumber, paper, and allied wood products industry in her State of Washington since her election. She has an alternative that moves toward long-term sustainability, not a quick fix. Above everything else, what Senator MURRAY has done is what timber-dependent communities want, especially the younger generations—long-term sustainability. People go into this for the long term, not with the idea that every 10 months, or year, or 14 months we are going to suddenly change the rules of the game.

So I urge my colleagues to support Senator MURRAY and abandon the extreme approaches that failed us in the past and removed any kind of public input from the process. Look at her long-term solution and adopt her amendment.

I am going to yield my time back to the Senator from Washington.

Mr. BURNS addressed the Chair. The PRESIDING OFFICER. The Senator from Washington controls the time.

Mrs. MURRAY. I assume the Senator from Washington, Senator GORTON, will yield time to the Senator from Montana.

Mr. GORTON. I yield 30 seconds to the Senator from Montana.

Mr. BURNS. Mr. President, I rise today to oppose the amendment offered by Senator Murray of Washington. This amendment severely weakens our timber provision intended to respond to our forest health emergency, restore our forests to health, and create jobs. This substitute amendment is only a clever way to do nothing.

The committee-passed provision is responsive to not only forest health, but to the people who support their families in the wood products industry. But this amendment is no more than status quo. And Montanans do not want status quo.

This substitute amendment does not streamline the process, limit the frivolous appeals, or allow for salvage sales to be expedited. Instead this amendment weakens agencies to consult with other agencies and does nothing to cut through the environmental red tape and still allows for endless delays.

It replaces the Forest Service definition of ‘salvage timber sale,’ which is included in the committee’s bill, with a new definition. This definition doesn’t take into account overcrowded forests which need to be thinned, and it forces the land managers to always consult with biologists.

This amendment also eliminates the legal sufficiency language which is needed in the preparation of sale documents. If we are truly serious about salvaging timber, we need to have sufficiency language included, and we need to retain streamlined timeframes to assure that the environmental procedures process is not abused.

Currently, delays in Federal land management arise primarily from two sources—multiple analysis requirements and administrative appeals and judicial review. Without this sufficient language, we will continue to have lengthy delays which will substantially lead to the more dead and dying timber in our forests.
Congress needs to act on the salvage issue. We have the authority to establish the law, rather than leaving it to the judicial branch to declare what the law is. Yet, this amendment moves this authority toward the courts.

This is worse than the status quo. It requires the agencies to jump through more hoops than it already has to, and it makes some land currently available for harvest off limits. It wouldn’t result in any more timber salvaging activities. And most importantly, it will stop the creation of jobs in Montana. I strongly oppose this amendment. The wood products industry comprises almost half of western Montana’s economy, and this amendment is not responsive to those folks who make their living in this sector of our economy.

I just want to make one simple little evaluation here about this conversation. We have had the status quo long enough. I know what the status quo is. We don’t jump through any more holes, or we don’t do any of our salvage lumber. It is finite. If it goes another year, it is not worth anything. That is what we are talking about here. We are talking about areas that have been burned and areas that are infested with disease. The timber is finite.

Everybody can stand around and grin while people are not working and we are not taking care of the forests like they should be managed. They think they are doing a great thing for America, when they are not doing anything for America and are doing worse for the people who depend on public lands for their living. You are making your check; they are not. You think about that whenever you place this vote today.

Mrs. MURRAY. I yield 5 minutes to the Senator from Montana, Senator BAUCUS.

Mr. BAUCUS. Mr. President, how best to deal with the salvage timber issue is a matter of judgment. We in the Pacific Northwest have seen a lot of dead timber, caused both by forest fires and by disease. And we are frustrated by the Forest Service’s inability to get some of this timber cut. We know it can be done responsibly, with minimal impacts to the environment, yet it just isn’t happening as quickly as it should.

The real question is: What is the best way to go about dealing with this problem?

We have many competing values that must be accounted for when we manage our national forest land. One value is timber. But there are many other values that must be considered: wildlife; maintaining the quality of our lakes and streams; and recreation.

I remember not too long ago reading a statement by H.L. Mencken, a former Baltimore Sun journalist. He said, “For every complicated problem, there is a simple solution, and it is usually wrong.” And he is right. In many cases, where we face a complicated problem and somebody comes up with a simple solution, it tends to be wrong, too simplistic. It often tends to throw the baby out with the bathwater.

I am very respectful of the underlying concept that we are considering here. Mr. Gorton’s language attempts to account for some of the timber jobs we have in the Pacific Northwest about the Forest Service’s inability to harvest salvage timber in a timely manner.

I think if you look closely at the Gorton amendment, which is tailored after the so-called Taylor amendment in the House, you will see that it goes too far. It rides roughshod over the statutes that this country demands be in place to protect water, wildlife, and to maintain the very integrity of our national forests.

For example, the Gorton language says that “if any potential salvage sale is in the works by the Forest Service”—not up for bid but going through the hoops—it is OK. We will ignore environmental statutes in the interest of saving a few weeks or months. We will ignore the public’s right to make sure that their lands are being cared for in a responsible manner.

I ask for 2 more minutes.

Mrs. MURRAY. I yield 2 minutes.

Mr. BAUCUS. On the other hand, the Senator from Washington, Senator MURRAY, is also attempting to address this problem. She has a different approach that balances in the underpinnings of environmental statutes in the interest of speedi-}

I urge Members to support the Murray amendment. I thank the Senator.

Mrs. MURRAY. Mr. President, I yield such time as may be consumed to the Senator from Arkansas, Senator BUMPERS.

Mr. BUMPERS. Mr. President, I thank the distinguished Senator from Washington for yielding to me.

This is a very complex issue, and I understand both sides of it. I come down on the side of the junior Senator from Washington, because I think it is the correct side for the Nation.

I think to go with the language of Senator GORTON sets a very dangerous precedent. Nobody argues with harvesting infested, burnt, salvaged timber. I am for that. Every Member of this Senate is. The language of the Gorton amendment says that the Forest Service will harvest the maximum extent practical.

Then it goes ahead to say we are going to suspend all environmental laws including the Endangered Species Act. This is called sufficiency language saying, cut all you can possibly cut that is practicable, and do not worry about the environmental laws or any other law. And do that in 1995 and 1996.

I think if you look closely at the Gorton amendment, you will see that it goes too far. It rides roughshod over the statutes that our national forests demand be in place to protect water, wildlife, and to maintain the very integrity of our national forests.

I believe that excessive logging will hurt the habitat of the salmon which is disappearing at an alarming rate.

I know the Senator from Oregon wants to provide jobs in those mills, and I want to help him but not by suspending all environmental laws. I have a letter from the Pacific Coast Federation of Fishermen’s Association, and they adamantly oppose sufficiency language. I would like to read an excerpt from their letter.

We oppose the current Congressional effort to approve “sufficiency language” or to mandate minimum timber harvest levels in the Northwest. However well meaning, these are not solutions. Bad ideas. Sufficiency language would simply override all current protections for salmon and other aquatic species. Mandatory timber harvest levels would essentially do the same. . . . The result would only be additional degradation of already severely damaged salmon spawning habitat.

That ought to weigh heavily with everybody. It does with me. This is the biggest fishing organization in the West.

Mr. President, finally, there is language in this bill, as I read it, that allows the Forest Service to reemploy people who have received a $25,000 bonus.

Mr. President, 3,000 Forest Service employees, approximately, have taken their $25,000 under the Reinventing Government proposal and retired.

Now, here is an incomplete sentence, but I think it should have been mentioned of the Senator from Oregon for a moment, here is what the provision in the bill says—the language of section 3D1 of
the Federal Work Force Restructuring Act of 1994: “Separation incentive payment authorized by such Act and accepts employment pursuant to this paragraph”—now that is an incomplete sentence. I do not have a clue as to what this means. My impression is that it is taken from the Forest Service can take these people who have just taken their $25,000 and retired and put them back to work in order to comply with this maximum extent practicable.

Does the Senator from Washington agree with that?

Mr. GORTON. No.

Mr. HATFIELD. No. I do not agree with that at all.

Mr. BUMPERS. What does this sentence mean?

Mr. HATFIELD. Let me just go back and put this in the context, if I could.

First of all, every timber sale preparation made by Jack Ward Thomas or Secretary Babbitt are required to prepare those timber sales with existing law in which the regulations on fish are there in place.

Those timber sales have to be prepared within that conformity. The so-called sufficiency language takes place after the fact in order to deliver the timber sale that has been prepared under those restrictions.

The Senator is absolutely wrong on this.

Mr. BUMPERS. Here is what the first sentence of the paragraph says:

Sale preparation. The Secretary concerned shall make use of all available authorities, including the employment of private contractors and the use of expedited fire contracting procedures, to prepare and advertise salvage timber sales under this section.

Following that, page 71 of the bill, Senator, following that is the incomplete sentence. If that is not right, I still do not quite understand what it means, because it alludes to the $25,000 buyout.

Mr. HATFIELD. If the Senator will yield for just a moment, let us go back and take the precedent of section 318. Because the same arguments, the same invalid arguments are being used today that were used then.

Let me quote. We went through that whole process underlying laws of NEPA, the National Forest Management Practice Act, and then we declared sufficiency. The Supreme Court ruled.

Mr. BUMPERS. Can the Senator continue this on his time?

Mr. GORTON. I can answer the specific question. The version has been corrected. The sentence is complete in the bill that is before us, and it simply says that persons who have been brought out of the Forest Service and paid, say $25,000, can be hired back temporarily for this purpose without losing the $25,000.

Mr. BUMPERS. But only temporarily?

Mr. GORTON. Yes.

Mr. BUMPERS. That is the Senator’s understanding?

Mr. GORTON. Yes.

Mr. BUMPERS. Mr. President, I ask I be permitted to continue for 2 additional minutes without the time being charged on the 1-hour allocation?

The PRESIDING OFFICER. Is there objection?

Mr. GORTON. Mr. President, I will not object if I can add 2 more minutes to the time of Mr. CRAIG.

Mr. BUMPERS. Fine. We just took up some time here.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. BUMPERS. Mr. President, I like to think I do not have two better friends than the senior Senator from Oregon and the senior Senator from Washington. They have helped me over the years on many issues of concern to my State. However, I cannot support them on this issue.

I will remind my colleagues that the Senator from Idaho, who is on the floor right now, has introduced a forest health bill that was the subject of a hearing by the Energy and Natural Resource Committee. In fact the bill will probably be marked up in the next few weeks. We should let the authorizing committee do its job. I can assure you that I will do everything I can to make sure that a responsible bill emerges from that committee. I am not going to support something with sufficiency language in it.

If a responsible forest health bill emerges from the Committee, I hope it will automatically supersede the Gorton amendment. What is the Senator from Washington’s understanding of this matter?

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Senator from Washington.

Mr. GORTON. Mr. President, I want to answer the question but I do not wish to use the time.

The PRESIDING OFFICER. Is the Senator from Arkansas yielding to the Senator from Washington?

Mr. BUMPERS. I do not want to yield on my time.

Mr. President, I will close by saying one of the things I think the country is concerned about, about what is going on right now—they wanted change. They wanted regulatory reform. But they do not want to throw the baby out with the bath water.

I have seen that old expression: If you think education is expensive, try ignorance. If you think the environmental laws of this country are too tough—and sometimes they can be very frustrating, try living without them and see the kind of damage that will be inflicted on our environment. The Gorton amendment goes too far. I simply cannot support it and urge my colleagues to support the amendment by Senator HATFIELD.

I thank the Senator for yielding.

The PRESIDING OFFICER. Who seeks recognition?

The Senator from Washington controls the time.

Mr. GORTON. Mr. President, I yield the remainder of my time to the Senator from Idaho.
strategy. You counsel short-term, immediate, emergency relief to resolve some of the problem while you then look at the long term down the road to see if you cannot make it better.

The Senator from Arkansas just a few moments ago spoke to the forest health situation. I too had a few weeks ago in the forestry subcommittee of the Energy and Natural Resources Committee. That is the long-term approach. That is what we ought to be doing, by allowing the Forest Service to manage critical situations, be it fires or bug kill or a natural environment that has created this tremendous problem that exists in the West.

But in the short term, with billions of board feet of timber at stake and watersheds and wildlife habitat and trying to avoid a cataclysmic situation of massive runoffs in the next couple of years that could result in the loss of fisheries, in the loss of water quality and stream quality, we need emergency measures now that protect the environment.

What is the offshoot? Well, the offshoot is some timber and some thousands of jobs and a few hundreds of millions of dollars that might come to the Treasury of this country. That is not the first goal. That is the latter goal. That is the fallout. That is the receipt from what we are trying to do here this afternoon.

Here is what we faced in Idaho and across the West last summer. This is not normal. This is one of the hottest fires ever recorded in the history of our environment. It destroyed the soil structure. It created an unnatural problem.

Today we are taking one small step back toward a process and procedure that, with your help, Senator Craig, is saving our nature, cooperating with human beings, to make a better environment and in the long term solve a problem that now perplexes the intermountain West and creates a cataclysmic environment that could go on for a long time.

Let us deal with the emergency problem now as this bill does. Let us deal with the long term, with qualitative and quantitative changes of the public law that allow the proper management of the U.S. Forest Service.

Mr. President, a strong 2-year salva-
gage amendment is absolutely nec-
essary to work hand-in-hand with your longer-term forest health bill, S. 391.

Salvage and restoration of the 4 million acres of 1994 fire-burned areas must be started immediately. Without this salvage language, it will not happen. Those in opposition will employ every effort to delay, confuse and de-

ral the agencies’ attempts to conduct responsible salvage activities.

Last year’s fires burned 4 billion board feet of timber. If done quickly, much of this timber can be salvaged at considerable return to the Federal Treasury. But, the value of standing, burned trees deteriorates rapidly.

Let me use this display to illustrate the rapid loss of value of trees burned in wildfire:

<table>
<thead>
<tr>
<th>Ponderosa Pine Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>6 months after fire</td>
</tr>
<tr>
<td>$75/MBF lumber</td>
</tr>
<tr>
<td>$0/Unburned chips</td>
</tr>
<tr>
<td>2½ years after fire</td>
</tr>
<tr>
<td>$0/MBF lumber</td>
</tr>
<tr>
<td>$0/Unburned chips</td>
</tr>
</tbody>
</table>

Six months have now passed since the 1994 fires in Idaho. It is estimated that 2 billion board feet of timber burned in those fires. Since there are 35 firefighters involved, let us estimate that the value of that timber today is $200 per thousand board feet on average. That means it is worth $400 million to the taxpayers today, maybe $200 million 1 year from now, and practically nothing a year beyond that.

And let’s not forget that 25 percent of this revenue will be returned to local counties. In my State of Idaho, Shoshone County officials have watched their budget drop sharply as a result of the lack of national forest timber sales.

They are desperate for some solutions to this situation. They are among the many who have pointed out the absurd situation of no timber sales being offered while dead forests abound.

Let me make another point. The forest fires we are witnessing are not normal and they are not beneficial to the environment. They destroy fish and wildlife habitat and can result in hydrophobic soils. Hydrophobic soils will not percolate water and will cause rainwater to run off the surface in torrents.

We can no longer accept the cost of fighting these fires. Cost to Federal agencies alone was $1 billion last year. It makes sense to promote revenues to Federal, State, and county coffers through timely salvage rather than bear the increasing burden of wildfire suppression costs.

I am sorry to report that yesterday was a sad day for the community of smokejumpers around this Nation. Instead of meeting with me as I requested, a group of five smokejumpers rushed to meet with press to impugn the integrity of those of us who support some measure of salvage logging.

Let me use this display to illustrate the rapid loss of value of trees burned in wildfire.

I am sorry to report that yesterday was a sad day for the community of smokejumpers around this Nation. Instead of meeting with me as I requested, a group of five smokejumpers rushed to meet with press to impugn the integrity of those of us who support some measure of salvage logging. Their statements about salvage logging are filled with inaccuracies. Until now, smokejumpers have enjoyed a good deal of reverence and support in the Congress. Now, the reputation of all smokejumpers has been called into question by the conduct of these five from within their ranks.

Under the tutelage of preservation discontents, these jumpers have become self-appointed forest policy experts. Their tactic was, first, make a splash in the press, and then meet with their elected representatives to discuss the facts. It seems they are attempting to characterize me as using the deaths of 35 firefighters in 1994 fires as a means to promote salvage logging. I am incensed at this innuendo. Such personal attacks have no place in the debate over this issue. These smokejumpers have disgraced themselves.

However, this incident illustrates perfectly why this salvage amendment is so necessary. As the process stands now, activists of every stripe find it easy to be obstructionists using appeals, threats, intiminations and false accusations in the media to slow down or stop the agencies’ salvage efforts. It is past time for Congress to step in and clear a procedural path which the agencies can use to make responsible salvage decisions and carry them out.

That is what this salvage provision will do, and that’s why it must remain in this rescission legislation.

I compliment Senator Gorton and Senator Hatfield for providing leadership on this issue. And the Senator from Montana for his amendment.

I ask unanimous consent letters to me on this subject be printed in the RECORD.

There being no objection, the letters were ordered to be printed in the RECORD, as follows:


Senator Larry Craig, U.S. Senate, Washington, DC.

Dear Senator Craig: I am writing to ask for your continuing strong support for the Emergency Timber Salvage Amendment to the Omnibus Recissions Bill.

As you know, more than 600,000 acres of Idaho National Forests burned last summer. The fires resulted from years of drought combined with years of mismanagement allowing overstocked, diseased and dying timber stands to go untreated until finally forest losses reset the ecological clock.

Nationwide, the federal government spent over $900 million fighting forest fires on 4 million acres with lives lost, private property destroyed and fragile wildlife and plant species put at risk.

This bill is a common-sense approach for quickly salvaging burned timber which will be converted to useful products for American families supporting rural economies in the process.

Opponents claim that all environmental laws are being by-passed, and I say not true. The Amendment streamlines some of the time-consuming requirements of those laws in order to ensure timely action. But environmental assessments and biological reviews still must be done, and the Secretary of Agriculture still can veto any proposed sale.

You and I know this is an emergency and that salvage efforts must begin immediately to minimize values lost from rapidly deteriorating burned timber. The environmental safeguards are sufficient and the costs of delay are too great.

I hope you agree and will support the Salvage Amendment. Please feel free to contact me if you have any questions about the Amendment or its impacts.

Sincerely,

Kevin C. Boling,
Director Public Affairs,
Northwest Region.


Senator Larry Craig, U.S. Senate, Washington, DC.

Dear Senator Craig: I am writing to ask you to support the Emergency Timber Salvage Amendment to the Omnibus Recissions Bill.

Sincerely,

March 30, 1995
Last summer, more than four million acres of forests burned, largely because of buildups of dead and dying timber. Over $1 billion was spent to control those fires, and several lives were lost in the process (see House version (Taylor-Dicks amendment).

The amendment would allow the Forest Service to recover some of the fire-damaged timber, and direct counties to use the proceeds to cover the costs of delaying the time to gain value from already-burned timber and to remove dead and dying timber. The amendment also allows for the boards to develop habitat for wildlife.

Opponents claim that all environmental laws are being by-passed. This is simply not true. The amendment cases some of the time-consuming requirements of those laws in order to ensure timely action. But environmental assessments and biological reviews still must be done, and the Secretary of Agriculture still can veto any proposed sale.

Remember we are dealing with an emergency. Salvage work has to begin immediately to gain value from already-burned timber, and dying timber before it is consumed in this year’s firestorms. I believe environmental safeguards are sufficient, and the cost of delay are too great. I hope you agree and will support the salvage amendment. Please feel free to contact me if you have any questions about the amendment or its impacts.

Sincerely,

LARRY ISENBERG,
Manager Timber & Lands.
LEWISTON, ID.

Senator LARRY E. CRAIG, Dear Senator Craig: I just received a notice that said efforts were being made to weaken the language on fire killed timber salvage. As you already know, we here in Idaho have been plagued by punishing wildfires for the last several years. Most likely this drought condition has been the major cause of the fires we had last year. We need to salvage and use all the timber we can. Punishing us further does not make any sense.

The salvage levels and accountability need to be the same as the recently approved House version (Taylor-Dicks Amendment). Very truly yours,
SUE KNOLL,
Boise Cascade,
Timber and Wood Products Division,

HON. LARRY CRAIG, U.S. Senate, Washington, DC.
DEAR SENATOR CRAIG: This letter is to thank you for your continued support of the Emergency Timber Salvage Amendment to the Omnibus Rescissions Bill.

Salvage made available under this amendment will help maintain jobs in the local communities, accelerate funding to the USFS and BLM to enable them to more quickly complete the necessary watershed analyses for their own planned salvage and harvest programs. Sufficiency language and mandated harvest levels are simply bad ideas. If enacted, they would further deplete salmon and other aquatic resources which is vitally important to our coastal communities and at the expense of the jobs and businesses in the Northwest. The solution would be to approve sufficient funds for the USFS and BLM to accelerate funding to the USFS and BLM— all environmental laws.

This language would cover any timber offered through September 1996, in a salvage sale, a fact that is so broadly defined as to apply virtually to any kind of timber sale.

The language of the bill says:
A salvage timber sale means a timber sale for which an important reason for entry includes removal of diseased, damaged trees or trees affected by fire and immediately susceptible to fire or insect attack. Mr. President, as I read this amendment, that language means to limit salvage timber sales to areas where the trees are still made of wood; all wood would be susceptible to insect or fire.

Therefore, all would be included in this amendment, and environmental laws for the logging of such timber would be not relevant.

Sincerely,

DAVE VAN DE GRAAFF,
Region Timberlands Manager.
Schweitzer Mountain Resort,
Sandpoint, ID.

Date: March 29, 1995.
Fax No: 202-226-2573.
Facsimile To: Sen. Larry Craig.
on an appropriations bill. It should be in the authorizing committee. It is not. It is the wrong piece of legislation on the wrong bill at the wrong time, and it should be rejected because it sets an incredibly dangerous precedent.

Mr. President, in my State, and throughout most of our Federal forest nationwide, we are experiencing a forest health crisis of epic proportions. In 1994, 80 years of fire suppression and almost a decade of drought culminated in one of the worst national forest seasons on record. Thirty-three fire fighters lost their lives and $900 million was spent fighting these fires. Fourteen of the fire fighters who died were from Prineville, OR, a small town in my home State. Congress must act swiftly to address this situation or face a 1995 fire season as bad or worse than 1994.

Congress has known about the forest health and fire danger problem for a long time. In July 1992, the Senate Energy and Natural Resources Committee held a hearing on forest health. At this hearing, Jack Ward Thomas, then a researcher and now Chief of the Forest Service, stated “we should proceed with salvage as soon as possible, and as carefully as possible.” In fact, at that 1992 hearing, the Forest Service identified 850 million board feet of timber in eastern Oregon and Washington alone that needed to be salvaged in 1992 and 1993. Only half of that volume, however, has been actually salvaged.

The forest health crisis exists nationwide, but in my State it is particularly acute. Of the 5 million acres of Oregon’s Blue Mountains, 50 to 75 percent contains predominantly dead or dying trees. According to the Forest Service, the land management practices of the past 80 or 100 years are the primary reasons for the poor health of Oregon’s, and the Nation’s, forests. Fire suppression, the single largest contributing factor, has allowed the wildland forest to become dominated by low-intensity fires to clear out the understory of forest stands. This has allowed less-resilient, shade tolerant tree species such as white fir, and Douglas fir, to flourish. These trees have been prime targets for disease, insect infestation, and now wildfire.

It is time to begin the healing process in our forests that Jack Ward Thomas felt was so important 3 years ago. Congress can live up to its responsibility to the land management agencies by passing the Gorton salvage amendment.

As many of my colleagues know, salvage logging is not without controversy. Although it is part of regular Forest Service practice, some seek now to block the salvage of diseased and bug infested timber as a land management option. To put their position in perspective, these same voices have publicly stated that their preferred goal is to eliminate the harvesting of any and all Federal timber, even for the enhancement of forest health. This dogma is so stringent that the catastrophic loss of our natural resources through disease, insect infestation and fire is preferable to having the health of these forests restored for future generations.

The radical doctrine of no use, which certain groups are now advocating, not only weakens the health of our forests, it threatens the underlying base of political support for one of our Nation’s most important environmental laws—the Endangered Species Act.

I was the original sponsor of the 1972 version of the bill which eventually went on to become the Endangered Species Act. I believe the act epitomizes the respect we, as a nation, hold for our environment and our natural surroundings. While I have made it clear that I believe some fine tuning of the act needs to occur during the upcoming reauthorization debate, I worry that when moderate positions, such as the one put forth in the Gorton amendment, become polarized, fodder is given to those who believe the act is not to the best interest of the act. I will do my best to prevent this from happening, but the position of some groups on this salvage amendment simply perpetuates the attitude that all environmental laws, including this one, are designed to be significantly altered or scrapped.

These concerns are merely symptoms of a larger problem—the breakdown of our Nation’s land management laws. The result of this breakdown is a problem of a larger problem—a temporary solution to a crisis in the Pacific Northwest, the Senate Appropriations Committee and the Senate authorizing committees to announce a temporary solution to a crisis in the Pacific Northwest. This compromise was sponsored by myself and then-Senator Adams from Washington State, and was supported by every member of the Pacific Northwest delegation. It was truly an extraordinary measure, meant to address an extraordinary situation.

Recognizing the temporary nature of this solution, many Members of Congress believed that larger issues related to forest health/salvage activities in the Pacific Northwest, the Senate Appropriations Committee and the Senate authorizing committees to announce a temporary solution to a crisis in the Pacific Northwest. This compromise was sponsored by myself and then-Senator Adams from Washington State, and was supported by every member of the Pacific Northwest delegation. It was truly an extraordinary measure, meant to address an extraordinary situation. The result of this breakdown is a problem of a larger problem—a temporary solution to a crisis in the Pacific Northwest, the Senate Appropriations Committee and the Senate authorizing committees to announce a temporary solution to a crisis in the Pacific Northwest. This compromise was sponsored by myself and then-Senator Adams from Washington State, and was supported by every member of the Pacific Northwest delegation. It was truly an extraordinary measure, meant to address an extraordinary situation.

When the Northwest timber compromise was developed in 1989, I took the promises of my colleagues to address our Nation’s long-term forest management laws very seriously, and I was determined to do my part to address this growing dilemma. In 1990, I introduced legislation to National Forest Plan Implementation Act, to assist with the implementation of forest plans developed as a result of the 10-year planning processes enacted by Congress in 1976. Two years later, another comprehensive bill was introduced by Senator Adams to address the long-term issue. Both of these measures were referred to the Senate Agriculture Committee where no hearings were held and they died in committee.

The next year, in 1991, I was a primary cosponsor of Senator Puckwood’s Forest and Families Protection Act, which dealt with a number of the same issues as my 1990 bill and also addressed the issues of rural development and the environment.

My point is, Mr. President, many of us have undertaken significant efforts to live up to the commitments of 1989 to address the long-term management of our forest resources through the authorizing committees. Unfortunately, for the entire Nation, the other Senate authorizing committees with jurisdiction over this issue have not felt compelled to do the same.

The Gorton amendment to the reauthorization bill begins to address this problem by doing three things to address the emergency situation that now exists in many forests. The first is national in scope and provides our Federal land management agencies with the flexibility and the tools to conduct emergency salvage activities in sensitive forest health/salvage activities. These activities will be done using the agencies’ own standards and guidelines for forest and wildlife management.

Second, the Gorton amendment releases 375 million board feet of timber sales in western Oregon that were previously sold to timber purchasers. Most of these sales, originally authorized by the Northwest timber compromise amendment of 1989, were determined by the Department of the Interior, Namely, that the forest management and planning laws, originally enacted in 1976, were in serious need of revision. During the course of the debate on the Hatfield-Adams amendment I entered into a colloquy with then-Chairman of the Senate Agriculture Committee, Senator Leahy, to proclaim the temporary nature of the amendment and announce our intentions to pursue a long-term solution through the review and revision of our Nation’s forest management laws in the authorizing committees.

Six years later, however, our forest management laws are unchanged.

When the Northwest timber compromise was developed in 1989, I took the promises of my colleagues to address our Nation’s long-term forest management laws very seriously, and I was determined to do my part to address this growing dilemma. In 1990, I introduced a comprehensive bill to address the long-term issue. Both of these measures were referred to the Senate Agriculture Committee where no hearings were held and they died in committee.

The next year, in 1991, I was a primary cosponsor of Senator Puckwood’s Forest and Families Protection Act, which dealt with a number of the same issues as my 1990 bill and also addressed the issues of rural development and the environment.

My point is, Mr. President, many of us have undertaken significant efforts to live up to the commitments of 1989 to address the long-term management of our forest resources through the authorizing committees. Unfortunately, for the entire Nation, the other Senate authorizing committees with jurisdiction over this issue have not felt compelled to do the same.

The Gorton amendment to the reauthorization bill begins to address this problem by doing three things to address the emergency situation that now exists in many forests. The first is national in scope and provides our Federal land management agencies with the flexibility and the tools to conduct emergency salvage activities in sensitive forest health/salvage activities. These activities will be done using the agencies’ own standards and guidelines for forest and wildlife management.

Second, the Gorton amendment releases 375 million board feet of timber sales in western Oregon that were previously sold to timber purchasers. Most of these sales, originally authorized by the Northwest timber compromise amendment of 1989, were determined by the Department of the Interior, Namely, that the forest management and planning laws, originally enacted in 1976, were in serious need of revision. During the course of the debate on the Hatfield-Adams amendment I entered into a colloquy with then-Chairman of the Senate Agriculture Committee, Senator Leahy, to proclaim the temporary nature of the amendment and announce our intentions to pursue a long-term solution through the review and revision of our Nation’s forest management laws in the authorizing committees.

Six years later, however, our forest management laws are unchanged.
efforts to give the administration all possible tools to meet its promises to get wood to the mills of the Pacific Northwest in the next 18 months.

While the first portion of the Gorton amendment is national in scope, these last rescissions will assist the President in meeting his commitments to the workers, families, and environment of both western and eastern Oregon and Washington.

I came to the floor in 1989 to offer the Northwest timber compromise because we were witnessing what was then a crisis for the rural communities of my State. Since that time, 213 mills have closed in Oregon and Washington and over 21,800 workers have lost their forestry-related jobs. In addition, the forests in the eastern half of these two States are in the worst health in a hundred years.

These national forests and communities cannot wait another winter. Gorton amendment to the fiscal year 1994 rescissions bill. I urge my colleagues to support the motion says we can be reasonable in vest them to promote stability in nat-

and long-term forest health, than har-

vest them to promote stability in nat-

ural forest ecosystems and communities

dependent on a supply of timber from Federal lands. The Gorton amend-

ment says we can be reasonable in what we do in the forests and harvest trees for many uses—forest health, community stabilization, ecosystem restoration, and jobs for our workers.

I urge my colleagues to support the Gorton amendment to the fiscal year 1995 rescissions bill.

The PRESIDING OFFICER (Mr. BEN-

NERY). All time has expired.

Mrs. MURRAY. Mr. President, I ask for the yeas and nays.

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Sen-

ator from Washington.

Mr. GORTON. I move to table the Murray amendment, and I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

The question is on agreeing to the motion of the Senator from Washington to lay on the table the amendment of the Senator from Washington (Mrs. MURRAY). On this question, the yeas and nays have been ordered, and the clerk will call the roll.

The legislative clerk called the roll.

Mr. GORTON. I announce that the Senator from North Dakota [Mr. CONRAD], the Senator from North Dakota [Mr. DORGAN] and the Senator from Florida [Mr. GRAHAM] are necessarily absent.

Mr. LOTT. I announce that the Senator from North Carolina [Mr. FAIRCLOTH] is necessarily absent.

I also announce that the Senator from Kansas [Mrs. KASSEBAUM] and the Senator from Minnesota [Mr. GRAMS] are absent due to a death in the family. The PRESIDING OFFICER. Are there any other Senators in the Chamber who desire to vote?

The result was announced—yeas 48, nays 46, as follows:

[Rollcall Vote No. 121 Leg.]

YEA—48

Abraham  Gorton  Markowski
Ashcroft  Gramm  Nickles
Bennett  Grassley  Packwood
Bond  Goss  Pendleton
Brown  Hatch  Reid
Burns  Hatfield  Santorum
Campbell  Helms  Shelby
Coats  Hutchinson  Simpson
Cochran  Inhofe  Smith
Cordero  Kethune  Snowe
Craig  Kyi  Specter
D’Amato  Latourette  Stevens
DeWine  Lugar  Thomas
Dole  Mack  Thompson
Domenici  McCain  Thurmond
Frist  McConnell  Warner

NAY—46

Akaka  Feinstein  Lieberman
Baucus  Ford  Mikulski
Biden  Galbreath  Moakley
Bingaman  Harkin  Moynihan
Boxer  Hagerty  Murkowski
Bradley  Hollings  Nelson
Breaux  Inouye  Pell
Bryan  Jeffords  Pryor
Bumpers  Johnston  Robb
Byrd  Kennedy  Rockefeller
Chafee  Kerrey  Roth
Cohen  Kyle  Sarbanes
Dodd  Lautenberg  Simon
Exon  Levin  Wellstone
Feingold  Levin

So the motion was agreed to.

Mr. BAUCUS addressed the Chair.

The PRESIDING OFFICER. The Senator from Montana.

HONORING JEREMY BULLOCK

Mr. BAUCUS. Mr. President, I would like to welcome some special friends to Washington today. They are Penny Cups of Butte, and Penny’s son, Steve Bullock, late of Montana and now living here in Washington, DC. Just about a year ago, the entire Bullock family weathered through the worst blow any family can take.

Eleven-year-old Jeremy Bullock—the grandson of Penny and her husband Jack; Steve’s nephew; the son of Bill and Robin; Joshua’s twin; the elder brother of Sam, Max, and now Kaitlyn—was shot and killed, on the playground at the Margaret Leary Elementary School, by an emotionally troubled fourth grader.

The family and the whole Butte community, has been through a terrible test. The loss can never be repaired. But they are working together to use this tragedy to make our State of Montana, and all of America more sensitive to and aware of the violence that has hurt so many of our youth. They have a spent a year teaching, learning, and doing their best to make sure no other family suffers such a loss.

It is now my great privilege to read to you a statement written by the Bullock family in memory of their son, Jeremy.

There is nothing more infectious than a child’s laugh.

Nothing more disarming than the innocence of a child’s question.

What fills the void when our children’s voices can no longer be heard?

On April 12, 1994, Jeremy and Joshua, eleven-year-old identical twins, woke, dressed, had breakfast and left for school that day, the same as any other day. It was library day, so Jeremy’s backpack was heavy with books he had read and was returning.

Weeks later, a police officer worked up the courage to give Jeremy’s family that backpack. He had tried to scrub the blood from the canvas, trying to ease the pain in the only way he knew how. For on April 12, 1994, eleven-year-old Jeremy was shot and killed at his school by a child whose only explanation was “No one loves me.”

Jeremy Michael Seidritz Bullock lived in a home in Montana where violence was not condoned. He was not allowed to watch violence on television or play games glorifying violence. In-

stead, he was active in sports. Jeremy loved to sing. He listed his hobby as getting good grades. School was his second home, a place where children laughed and learned.

Jeremy wanted to become a teacher or an environmental engineer. Jeremy and his brother Josh would spend hours on hikes, coming home with their pockets overflowing with garbage they picked up along the way. Jeremy believed that leaving places he visited better than the way he found them was a good way to live.

Jeremy loved and was deeply loved. Yet, he was not safe because collective-ly we allowed Jeremy’s voice to be silenced.

Every day in America the voices of 10 of our children are silenced by violent acts. Over three million of our children ages 3 to 17 are exposed to parental vio-

lence every year. Our children will wit-

ness over 200,000 acts of violence on television by the time they turn 18. A new handgun is manufactured every 20 seconds.

We passively listen and accept the statistics, but do we listen for the voices lost?

On behalf of Jeremy’s family and children everywhere, we will designate April 12 as a day of remembrance of
Jeremy and dedicate ourselves to creating a safe world for all of our children.

We dedicate ourselves to taking that walk with Jeremy, and accepting his simple challenge: Are we leaving this place that we visit better than the way we found it?

Our children need not lose their voices while we stand by, overwhelmed by the magnitude of the problem.

There is much we can do. We can tell the moral story that we will not be consumers of glorified violence. We can direct our children toward nonviolent entertainment and help them find acceptable ways to express anger and resolve conflict. We can extend the boundaries of our families to include caring about and caring for the children of our community.

And when we become discouraged, we must rededicate ourselves by straining our ears, to hear the empty void left behind. Listen for the voice of eleven-year-old Jeremy Bullock, and listen for the voices of others that have been silenced. For the pain in remembering is little compared to the pain in realizing that others may soon forget.

Mr. President, today marks the one-year anniversary of this tragedy. And on that day, the Bullocks will join the Margaret Leary School and the whole Butte family in dedicating a soccer field to the memory of Jeremy Bullock.

Every so often, people in Washington—and, I suppose, people anywhere—lose sight of what really counts. We get wrapped up in policy arguments, debates over bills and so on. People like the Bullocks can remind us of what is truly important—our families, our communities, our children.

I hope all of us—here on the floor, up in the galleries, watching on C-SPAN—will listen to this courageous family.

Mr. President, I yield the floor.

EMERGENCY SUPPLEMENTAL APPROPRIATIONS ACT

The Senate continued with the consideration of the bill.

Mr. GRASSLEY addressed the Chair. The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, I am going to offer an amendment at this point but just to make a statement.

Mr. GRASSLEY. It has been accepted, and I want to offer it.

Mr. HATFIELD. It is noncontroversial.

Mr. DODD. I have no objection.

The PRESIDING OFFICER. The Senator from Iowa.

AMENDMENT NO. 430 TO AMENDMENT NO. 430

(Purpose: To prohibit the use of funds by the Secretary of Agriculture to delineate new agricultural wetlands, except under certain circumstances)

Mr. GRASSLEY. Mr. President, on behalf of Senator DORGAN and myself, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

The Senator from Iowa [Mr. GRASSLEY], for himself and Mr. DORGAN, proposes an amendment numbered 430.

Mr. GRASSLEY. Mr. President, I ask unanimous consent that the reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

SEC. 2. PROHIBITION ON USE OF FUNDS TO Delineate NEW AGRICULTURAL WETLANDS.

(a) IN GENERAL.—Except as provided in subsection (b), during the period beginning on the date of enactment of this Act and ending on December 31, 1995, none of the funds made available by this or any other Act may be used by the Secretary of Agriculture to delineate wetlands for the purpose of certification under section 1222(a) of the Food Security Act of 1985 (16 U.S.C. 3822(a)).

(b) EXCEPTION.—Subsection (a) shall not apply to land if the owner or operator of the land requests a determination as to whether the land is considered a wetland under subtitle C of title XII of the Food Security Act of 1985 (16 U.S.C. 3821 et seq.) or any other provision of law.

Mr. GRASSLEY. Mr. President, my amendment prohibits the Secretary of Agriculture from expending funds to continue the wetland certification and delineation process on agricultural land, unless requested by the landowner.

It is my understanding that the amendment has been cleared by both the Agriculture Committee and the Environment and Public Works Committee and will be accepted by the managers of the conference.

My amendment safeguards the property rights of our Nation’s farmers by prohibiting the Secretary of Agriculture from expending funds to delineate new wetlands on agriculture land until the end of the year. This rescission will allow Congress the opportunity to reform wetlands policy through new legislation. It will also allow the public to have input into the process. Thus far, the landowners have been shut out of the process.

As you know, no less than four Federal agencies claim jurisdiction over the regulation of wetlands. Just think of how impossible it must be for the family farmer to understand what four different Federal agencies want him to do in regard to wetlands on his private property.

Last year, these agencies entered into a memorandum of agreement. Although the MOA was intended to streamline the regulatory process and clarify the role of each agency, it has increased the level of confusion and frustration among those farmers affected by it.

The delineation of wetlands on agricultural land has been a confusing proposition for some time. On the one hand, the current criteria for the delineations are very clear. A farmer who alters a wetland without authorization from the Federal Government faces potential civil penalties, criminal action, and loss of farm programs benefits. Because the stakes are so high, we must ensure that the delineation process is accurate and reasonable. And we must ensure that the voice of the farmer is allowed to be heard when the process is put into place.

As I speak, new wetland delineations are being conducted in the State of Iowa pursuant to the MOA. These delineations are to cover every other State affected by agricultural wetlands. So farmers in all States will soon be deprived of the right to farm their land or improve their property because a Federal bureaucrat decides that such activity interferes with a protected wetland.

This process is being done in a laboratory, by people unknown to the farmers, who take soil surveys and aerial photography and try to find evidence of wetlands, in order to get more farmers under their regulatory umbrella. This process disturbs me greatly.

The old Soil Conservation Service worked alongside farmers for the past 60 or 70 years. There was a close relationship between the farmer and SCS officials. They shared a common goal of protecting conservation land. That sort of cooperation has resulted in more benefit to the environment than any other USDA program. But I am afraid that this cooperative spirit has been lost.

The current process has shut out the farmer. The bureaucrats are making decisions without talking with farmers. We have gone through this process before—with the passage of the swampbuster and sodbuster provisions of the 1985 farm bill. For the most part, farmers did not complain about the process then—because there was an open effort on the part of the bureaucracy to work with the farmers, to educate them on the process and to solicit the farmers’ input. But that is not the case this time around.

Mr. President, I want to make it very clear that I am not opposed to protecting valuable wetlands. My vote for the antiswampbuster and antiwetland provisions in the 1985 farm bill is proof of that. And I am making no attempt...
to roll back the provisions of that bill. However, I am opposed to changing the rules every few years so that farmers can never be certain if their conduct is allowed under the current regulatory scheme. I am also opposed to the promulgation of an MOA that will significantly limit the ability of private property owners to improve their land, without the benefit of input from the people affected by the agreement.

My amendment will allow for this input through congressional hearings on wetlands policy. At the very least, Congress should ensure that the concerns of private property owners are heard before they are deprived of the use of their land.

The amendment will also stop the bureaucracy from acting based on the flawed memorandum of agreement. I believe that this Congress is committed to reforming Federal wetlands policy. This policy should be based on sound science, recognize the constitutional rights of private property and, above all, institute a large dose of common sense into the program. This amendment stops the Government from finding new wetlands on farm land until this reform can be put in place.

Mr. President, in closing I want to make sure that my colleagues understand the scope and the intent of this amendment. The amendment will in no way affect the regulation of wetlands currently listed on the wetlands inventory. Furthermore, it will not interfere with a landowner’s ability to obtain a section 404 permit or a swammbuster determination.

What the amendment does, simply stated, is this: The amendment prohibits the Natural Resource Conservation Service from conducting its certification process and adding new wetlands to the inventory until 1996.

Opponents may argue that it was the agricultural interests that wanted the NRCS to be the lead agency in determining wetlands on agricultural lands. This is accurate, however, the agricultural community believes that the MOA is a flawed document and they overwhelmingly support this amendment. In fact when I introduced this moratorium as a free-standing bill, 14 farm groups from across the political spectrum signed a letter to President Clinton supporting the bill. These groups include the conservative-leaning American Farm Bureau Federation to the bipartisan Association of State Departments of Agriculture to the more-liberal National Farmers Union. I would also note that the bill is cosponsored by 18 other Senators from both sides of the aisle. All of us involved in agriculture want to relieve the regulatory burden placed on farmers by Federal wetlands policy. This amendment will allow Congress some time to do just that. I urge my colleagues to accept this amendment.

(At the request of Mr. GRASSLEY, the following statement was printed in the RECORD.)

Mr. DORGAN. Mr. President, I have cosponsored this amendment with the Senator from Iowa and ask this body’s approval. I will be unable to come to the floor today because I must be in North Dakota to testify before the Base Realignment and Closure Commission.

We sought this amendment so the Federal agencies who implement the Swammbuster law will avoid creating unnecessary confusion for farmers who are subject to the regulations and rules on marginal lands.

In the 1990 farm bill, we made some improvements on wetland regulations, including provisions that assign the Department of Agriculture as lead agency for implementing swammbuster regulations on farmland. To fulfill the intent of the 1990 farm bill, the Federal agencies have proposed some changes in rules and operating procedures for mapping, or delineating, wetlands on farmland. Those new procedures are expected to be implemented this year.

Our amendment will hold up implementation of those new procedures and mapping conventions until Congress reviews the swammbuster law as part of the farm bill this year. Congress may, in fact, change its approach to the small, temporary wetlands, called type I wetlands, and many of us in Congress want to see some changes in that area. It only makes sense to avoid implementation of changes in wetlands rules this year if more are to be made in the farm bill.

In consideration of farmers who must try to understand and conform to Federal wetlands requirements, we simply must not change the rules every year.

Mr. CHAFEE. Mr. President, as I understand this amendment, it prohibits the Secretary of Agriculture from conducting new wetland delineations or certifications on agricultural lands, except at the request of a landowner or in the purposes of carrying out wetland conservation programs under title XII of the 1985 Food Security Act. The amendment does not apply to the wetlands regulatory program under section 404 of the Clean Water Act. Therefore, the Grassley amendment in no way restricts the Secretary of Agriculture, through the National Resources Conservation Service, from delineating wetlands on agricultural lands for the purposes of carrying out section 404 of the Clean Water Act.

Mr. GRASSLEY. The Senator from Rhode Island is correct.

Mr. CHAFEE. I thank the Senator from Iowa for clarifying that point. It follows then that the January 1994 memorandum of agreement among the Department of Agriculture, the Environmental Protection Agency, the Department of the Interior, and the Department of the Army concerning the delineation of wetlands for purposes of implementing section 404 of the Clean Water Act and subtitle B of the Food Security Act is not suspended by this amendment.

And, in accordance with that memorandum of agreement, the Natural Resources Conservation Service will make wetland delineations on agricultural lands for the purposes of determining section 404 jurisdiction.

Mr. GRASSLEY. That is correct. My amendment does not suspend the general provisions regarding private landowners and the interagency memorandum of agreement on wetland delineations with the exception of the terms of that agreement relating to new delineations and new certifications of wetlands on agricultural lands.

Mr. DODD. Mr. President, I ask unanimous consent to temporarily lay aside the Grassley amendment temporarily.

The PRESIDING OFFICER. Without objection, it is so ordered. The amendment will call the roll.

Mr. BUMPERS. Reserving the right to object, what was the request?

Mr. HATFIELD. I ask unanimous consent to temporarily lay aside the Grassley amendment until the Senator has read it and others can read it who are interested.

The PRESIDING OFFICER. Without objection, it is so ordered. The amendment will be set aside.

AMENDMENT NO. 427 TO AMENDMENT NO. 420

The PRESIDING OFFICER. The question now recurs on amendment No. 427 offered by the Senator from New York.

Mr. DODD. Mr. President, I understand my colleague from Arizona wants some time on this amendment.

The PRESIDING OFFICER. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. GRASSLEY. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER (Mr. JEFFORDS). Without objection, it is so ordered.

Mr. GRASSLEY. Mr. President, back on my amendment, we have now been able to clear it with the necessary Members who had some doubt, although it was in my first statement that it had been cleared. But there was some question about which version. We have that all settled now.
Mr. President, I ask that we take final action on my amendment.

Mr. HATFIELD. Mr. President, the Senator is correct. It has now been completely cleared on both sides. I urge its adoption.

The PRESIDING OFFICER. The question is on agreeing to the amendment.

The amendment (No. 430) was agreed to.

Mr. GRASSLEY. Mr. President, I move to reconsider the vote.

Mr. HATFIELD. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

Mr. HATFIELD. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. HELMS. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HELMS. Mr. President, I ask unanimous consent that the D'Amato amendment be laid aside temporarily.

Mr. DODD. Mr. President, reserving the right to object, may I inquire of my friend from North Carolina?

Mr. HELMS. Mr. President, I will say to the Senator, I think maybe we ought to do something around here except sit around in quorum call with the threat of being here all night. I have two or three amendments I would like to offer. So I would go ahead with my amendment if the Senator from Connecticut and others on his side will permit me to do so.

Mr. DODD. May I say, Mr. President, to my good friend from North Carolina, I think an effort is being made here to see if we cannot come up with some resolution of the issue. I respect immensely the desire to move along. The Senator from North Carolina is aware this has occurred, and if an amendment was offered, certainly I am anxious to see us move along at this point.

With all due respect to my colleague, at this juncture I think we are fairly close to striking an agreement. I am going to object.

Mr. HELMS. Before the Senator objects, I was going to say if, as, and when an agreement is reached, the Helms amendment could be laid aside.

Mr. DODD. I do not think at this point here I just would like to see if—we are fairly close, I say to my colleague. I have several colleagues over here who have been holding up for the last hour, sitting here at my request not to go forward until we get a resolution. The Senator from California, the Senator from Nebraska—there is one other, I think—had amendments pending. The Senator from Arizona. They agreed. With all due respect, in fairness to them, I do not object. I urge its adoption. Mr. HELMS. If the Senator would yield, let me suggest we do something, just not sit here—Mr. DODD. We are right now, Senator.

Mr. HELMS. Under the quorum call rule, rolling on like Tennyson's brook. Mr. DODD. I appreciate my colleague's concern. But I did not pursue the situation we are in. I am just responding to the situation we are put in. I understand and I am sympathetic to his concerns. But with all due respect to my friend from North Carolina—and he is that—I respectfully object.

Mr. HELMS. As the saying goes, you probably will not love me in the morning.

Mr. D'AMATO addressed the Chair. The PRESIDING OFFICER. The Senator from New York is recognized.

Mr. D'AMATO. Mr. President, let me say that I am desirous of attempting to accommodate my colleagues, particularly the chairman of the Appropriations Committee, and those who are interested.

Mr. KERREY. Is the Senate in quorum call?

Mr. D'AMATO. Yes, the quorum call was called off. The quorum call was called off. The Senator yielded the floor and I am making a statement. I believe I have the floor.

The PRESIDING OFFICER. There is no quorum call.

The Senator from New York has the floor.

Mr. D'AMATO. In an attempt, Mr. President, to move the process, I have attempted to work out an agreement with my colleagues who share a concern as it relates to the inadequacy of time to debate this very important legislative proposal.

I must say to you, I have no disagreement with providing ample time. Yet, if we had two or three amendments I would like to offer. So I would go ahead with my amendment if the Senator from Connecticut and others on his side will permit me to do so.

By the way, this fund has never been used for any countries that some of my colleagues—Israel has never been a beneficiary of this. The United Kingdom has never been a beneficiary of this. Only one country has ever gone up to $1 billion: Mexico. They paid that back in 12 months.

When I hear people telling me, "Oh, my god. It will be the end of the world if we do not have this authority."—unprecedented circumvention of the constitutional responsibilities of this Congress. Let me tell you, if you do not want to vote on it, but you will have to vote on it, do we want the way to do business? By the way, I respect people who say, "Alfonse, we have to do something to help Mexico." Let us do it the right way. If it means we have to get a majority of our colleagues to vote to appropriate, then let us do it in that manner.

Mr. WARNER. Mr. President, will the Senator yield for a brief question?

Mr. D'AMATO. Yes.

Mr. WARNER. I have been saying all along that this transaction with Mexico has unprecedented faults and may well not be in our interest. When this was originally brought to us on that day, for example, when the Secretary of the Treasury and Alan Greenspan and others addressed Senators downstairs, right then I began to develop some serious concerns as to whether or not I would ever support it. Indeed, the leadership decided at that time to not bring it before the Congress.
But the question I have for the Senator is: Do we have a base of fact that would provide an ability for the Senate to better understand how this happens, who is responsible, who profited, who suffered losses, so that we can make an informed decision on the Senator’s proposal?

I frankly am inclined to support the Senator from New York. But I would want to do so only after the most careful analysis of positive facts on this issue. The Senator was to have had his own committee. I just wondered what the status of the hearings were, and what is the body of fact that we have before this Senate today that we did not have at the time this was originally brought up?

Mr. D’AMATO. We finally have a plan that has been put forth as it relates to the utilization of these dollars. We know that Eurobonds, we know that tesobonos have been facilitated as a result of repurchasing them by the Mexican Government, we know that the loan programs, the Mexican Government has received and been the beneficiary of these dollars. And we also recognize that the economy, notwithstanding the claims that it has moved forward—as a matter of fact, the Mexican stock market yesterday in Mexico dropped 1.2 percent—we understand marginal movements up and down.

But the fact is that some of the so-called petroleum reserves that are going to be used as collateral—there is a very real question about whether or not during the lifetime of these loans, there will be sufficient collateral or revenues available.

We have learned that there is great civil unrest as it relates to the people of Mexico, and that they are angered at the United States for imposing these conditions in terms of raising interest rates, raising tax rates; a 50-percent consumer tax increase, from 10 to 15 percent. So we are aware of that.

We are also aware that we have not received the kind of information that foreign investment is returning, which is the cornerstone of this so-called economic recovery, if it is to take place. We have also learned that it is very doubtful that in the months ahead, they are going to be able to deal with short-term as well as long-term repayment schedules. We are talking about $170-billion-plus which the Mexican Government owes; $70 billion short term.

I say to my friend and colleague, $50 billion worth of guarantees does not stop or is not sufficient as it relates to the repayment of $70 billion worth of short-term Mexican debt this year. That we have learned.

We have also learned, unfortunately, in the tabloids, of the incredible unrest and, yes, the incredible instability of the institutions to be able to perform and to carry out any kind of meaningful transformation. We know, for example, that the oil monopoly, PEMEX, cannot and will not be producing at a rate today that it is in the future. That does not portend good things. We know that capital will not be made available because the Mexican people, and indeed the Mexican Government, understands that you cannot look to the free enterprise system as it relates to the oil monopoly which does have value.

So the premise upon which these agreements were made—by the way, we do know that billions of dollars’ worth of investments that were made have been paid. They have been paid by U.S. taxpayer dollars redeeming speculative investments.

Mr. WARNER. The question is, To whom was it paid? The fundamental question I have is, Will the Senate, in the course of the consideration of the proposal by the Senator from New York, have a better understanding as to how this crisis happened, and who is benefiting from this cash-flow that has been described by the Senator such that we can act in an informed way on the proposal by the Senator from New York?

Mr. D’AMATO. No. Unfortunately, we will not learn for at least a year who the holders of these bearer bonds were, and only then relates to those citizens of the United States. Obviously, we have no way to know. And this is one of the things that we brought up before this agreement was implemented. Who are the holders of these Eurobonds? Who are the holders of the tesobonos? We were told that we could not get that information.

Now, it seems to me that if we are going to make American dollars available and that our Treasury the people had a right to say we want to see who they are and we want to negotiate with them. We want to see if we cannot restructure the repayment so that instead of paying it all plus 20 percent, we would restructure on the basis of maybe 60 cents on a dollar, 70 cents on a dollar, or maybe pay it over a period of time.

Now, that would have been—and that, by the way, was suggested by Bill Feldman, former head of the RTC, the former head of the FDIC, who said it makes sense to restructure. Do not just shovel out American money dollar for dollar.

And my friend from Virginia touched exactly on it. To date, when we have asked for the records, when we have asked how this money has been used, we are told, “We don’t know.” As it relates to who received it; they were bearer bonds. “We don’t know.” They knew the Congress wanted this information.

Mr. WARNER. Mr. President, when the Senator asked, to whom did he place these questions? Was it the administration? And were they not forthcoming?

Mr. D’AMATO. It was the administration. It has been as high as the Secretary and the Deputy Secretary and others in the Treasury Department.

And it is because we were told that they just went along on the basis that it cannot be done, you cannot ascertain who the people are.

Well, let me tell you something. That is nonsense. They never made that a priority. So you can say well, why are you complaining now? We complained before they started the repurchase of these agreements, we complained about it while they were doing it, and we are complaining about it now. And now $5 billion have been expended. How much more before we say we do question the adequacy of the manner in which these dollars were being used?

I do not question for one moment the good intentions, indeed, of congressional leadership, Republicans, Democratic Senators. Only we have a special obligation as it relates to Mexico and its stability. But, my gosh, we have an obligation to be realistic and to see that these funds are being used appropriately, that we are getting the most for our money.

How does repaying a Eurobond or how does the repurchasing of a tesobono from someone from Germany or Japan or from the United States dollar for dollar plus 20-percent interest in some cases, 25 percent interest in other cases, how does that benefit the Mexican worker, the Mexican economy? Do we really think that as a result of our purchasing these agreements people are now going to rush to Mexico and put money back in there? I think you have to be rather naive to think so.

Mr. WARNER. Mr. President, I would like to know whether or not it has been an American taxpaying citizen who is responsible for the very funds that the Senator refers to as now being the principal cash flow? Am I not correct?

Mr. D’AMATO. We are. We are the principal casualty as it relates to the cash flow. And let me assure the Senator where we were initially told in briefings which the Senator attended that there would be no risk, that we would not have to put up any money, now we are hearing, well, certainly there is some risk, and now we are hearing, yes, there is $5 billion.

I remember when the head of the Federal Reserve, Alan Greenspan, said—and I respect him tremendously—if you have to start a drawdown on these funds the program is not working. Well, we have drawn down $5 billion, in addition to the money from the IMF.

Mr. MCCAIN. Will the Senator yield for another question?

Mr. D’AMATO. Certainly. Let me complete this.

In addition to the money that has come from the World Bank, and I believe that we will be getting ready, from what I understand, to draw down on billions more from the United States.

Now, this is an unprecedented use of the fund, and, yes, Senator Dole and Senator Dole and I believe were impressed that they wanted to help and they were supportive. Let me remind my colleagues in fairness to Senator Dole—
Mr. WARNER. Mr. President, I wish to withdraw from the colloquy. My questions have been answered. It would seem to me, in a sense of fairness, indeed, the Senate would want to know what would be the views of Mr. Greenspan, perhaps, the Secretary of Treasury, and others specifically addressing the Senator's proposal. Will those responses be available or have they been solicited?

Mr. D'AMATO. Well, they have been solicited. Indeed, the Secretary of the Treasury is emphatically opposed to this legislation. But let me say I am adamantly distressed, deeply distressed at the manner in which taxpayers’ funds have been used to date. The lack of accountability—and I am not suggesting bad faith, but just as the process has evolved, the lack of accountability, and the accountability that we do have, leaves me very, very distressed.

I would like to know how it is that we can justify, when we are here making these cuts, that we are going to send more money down while the Mexican Government keeps printing pesos, they keep printing them and we think that we are going to help the economy and we are going to help the Mexican people by helping money out in a manner that lacks business prudence.

I will tell you, you can have all the highfalutin people in the world to say this is important, this is good; they are not signing the notes. They are not making a loan business. They would never enter into a situation like this. There is no real collateral. There is no lien against that oil. As one of my colleagues said, you would have to send in the 82d Airborne if you wanted to try to exercise that. We know that is ridiculous.

So while it sounds good and while it may be well-intentioned—and I do not question the motivation for a minute—two things strike me. No. 1, it has not been carried out in the language of the amendment, which states: ‘The Secretary may not take any action to—'

The legalists that have been turned around to give us this so-called jurisdiction and the opinions that came from the Assistant Attorney General of the Justice Department and the counsel of the Treasury are mind-boggling: You would really have to say that this is not a loan package. Of course, it is a foreign aid package; you would really have to say that this loan is so collateralized that there is no chance that it will fail. Nobody can tell you that, even the administration. They say, ‘Well, we think it will fail.’ And that itself flies in the face of the underlying legal opinion that says you can do this.

Mr. WARNER. Mr. President, I will withdraw. I will undertake myself to solicit the views of Alan Greenspan and the Federal Reserve.

Mr. D'AMATO. They have been supportive of this, as I have indicated to you, in terms of this program, in terms of calling it essential, and I disagree respectfully.

Mr. WARNER. Fine. Mr. President, I associate myself with many of the concerns of the Senator from New York for his commitment on this issue and his willingness to agree to a vote. I do not have any role in those negotiations.

But I am deeply concerned about this amendment, its impact on American foreign policy and, indeed, this amendment in its relation to the Constitution of the United States and the inherent powers of the Chief Executive.

I have always supported the foreign policy prerogatives of the President of the United States. Frankly, I think that is what this debate should be about.

I would refer my colleagues back to the language of the amendment, which says:

'Except as authorized by an act of Congress, the Secretary may not take any action...

We are saying, Mr. President, is that the authority of the President of the United States is substantially circumscribed by this amendment.

I point out that the President’s action was not taken without consultation with the leaders of Congress. I think that the President of the United States, very appropriately, consulted with the leaders of Congress. In fact, on January 31, 1995, there was a statement issued by President Clinton, Speaker GINGRICH, Minority Leader GEPHARDT, Majority Leader DOLE, and Minority Leader DASCHLE. I will not quote from the whole statement, Mr. President, but I think it is important to remember that this was what our elected leaders here in Congress said on that day.

We agree that, in order to ensure orderly exchange arrangements in a stable system of exchange rates, the United States should immediately use the Export-Import Bank to provide appropriate financial assistance for Mexico.

And they go on in the final paragraph to say:
This is an important undertaking, and we believe that the risks of inaction vastly exceed any risks associated with this action. We fully support this effort, and we will work toward this because our purposes are met.

Mr. President, it is my view that that is the way the relationship between the executive and legislative branches should function on issues such as these. I think it is also important to remember a little background before this agreement was reached on January 31. The reality is that for a period of approximately 3 weeks, if I remember correctly, before this agreement was reached, there was no agreement, there was no agreement between the Congress of the United States and the executive branch.

The leaders of the Congress came out of a meeting at the White House and said we must act, we must act together, we must act on a package. That was their view at the time.

Now there were many of us, including Senators who are on this floor right now, that had deep concern about what fundamental changes Mexico would make in the way that they conduct their financial affairs. And there were as to whether the fundamental reforms in their monetary system were being taken. But there was no doubt about the urgency of this problem in the minds of the majority of Congress. Meeting after meeting was held to find a solution.

Now, with all due respect to all of my colleagues who participated in this effort, many of our colleagues wanted to condition loan guarantees on Mexican relations with Cuba, on labor rights, on domestic reforms, on environmental cleanup, on demands that Mexico essentially militarize our borders. It became almost a vehicle for every pet cause or every pet peeve that any Member of Congress had about our relationship with Mexico.

We have had, I say, major differences with Mexico at least during this century. We have certainly had a rocky relationship, certainly from their view point; some of them feel very strongly that the State in which I reside should be circumscribed in their authority on issues such as these. Congress could not agree on a package with which to attempt to agree with the executive branch.

But the fact is that there was an inability on the part of the Congress of the United States and the executive branch to agree. But, more importantly than that, there was an inability to agree amongst themselves. Congress could not agree on a package with which to attempt to agree with the executive branch.

Finally, either rightly or wrongly, history will show, history will show whether it was a correct action on the part of the President of the United States or not, with the agreement of the leaders of Congress, to take the following action which called for an immediate use of the Exchange Stabilization Fund to provide appropriate financial assistance.

Mr. President, I have deep and sincere concerns about the Mexican economy. It is declining. We started a slide to 7 pesos to the dollar, instead of 3.5 pesos to the dollar.

The economy in my State is devastated along the border. Literally, towns are shutting down; not just businesses, but towns are shutting down. There is no tourism from Mexico. The normal shopper that comes up from Mexico is not there. The Safeway in Nogales has shut down. It had been in operation through all of the downturns and all of the problems we have had in the past 30 years in our relations with Mexico. History is going to be many, many years before that economy is restored.

I do not know what is going to happen in the Mexican economy. Mr. President. I do not know if this $20 billion is going to disappear like that. I do not know. And the experts are divided dramatically on this issue as to what the viability of the Mexican economy is.

But that is not the question here, Mr. President. The question here is, are we going to circumscribe the authority of the President of the United States, especially in light of the fact that the Congress was unable to come to agreement, the President and the Congress were unable to agree?

And so the President, with the total endorsement of the leaders of Congress, made a decision. Now, I say again, history will show whether that decision was right or wrong. Obviously, it will be related to the success or failure of the Mexican economy, which I cannot predict.

But I know this. If this legislation is passed, I know this right now, if this legislation is passed, first, there is a serious constitutional problem that I have already described, in my view. And it would send a signal, in my view, that if the leaders of the Congress and the President of the United States make an agreement, then at some later stage, the Senate could pick it up and say, ‘‘Sorry, we didn’t like that agreement. We’re going to have to take the following action.’’ I am not sure that is a very good precedent to set.

But, also, Mr. President, I think we should look at the immediate effect of passage of this amendment on the Mexican economy that all of us, no matter where we stand on this issue, want to save. We want the Mexican economy to survive. And I repeat for the fifth time, I do not know whether it will work.

But I know what this amendment would do. It would doom the Mexican economy to failure. Because I do not believe that any degree of confidence would be maintained in the Mexican economy, Mexican market, and the Mexican currency if this amendment were passed, because we know full well what the effect would be if a review of each $5 billion in this $20 billion were passed.

Now, Mr. President, I would also like to point out—and I do not like to embarrass anyone, including myself. But on the day that the President of the United States and Speaker of the House and the minority leader, and the majority leader and the minority leader here made this announcement on January 31, I did not hear a single Member of Congress stand up and say, ‘‘No, wait a minute. Wait a minute. You have to get the approval of Congress.’’

In fact, the silence was deafening. The silence was deafening because we could not come to an agreement in the Congress, as I mentioned, for a whole variety of reasons.

So I say, with all due respect to the author of the amendment, where were we the day that this agreement was announced? Where were we then? Are we now finding that our expectations or our hopes for the performance of the Mexican economy was such that we now feel that it is necessary to require additional involvement on the part of Congress on this issue?

I say again, if this amendment had been proposed on January 31 rather than today, I think that it might have had a significant degree more resonance.

Mr. D’AMATO. Will my colleague yield to an observation?

Mr. MCCAIN. Yes, but first I observe that my colleague would not yield to me when I asked him to yield, but I will be glad to yield to him.

Mr. D’AMATO. I thank my friend and colleague. Just so we understand, and I know every utterance that we make we like sometimes for people to pick up—usually they pick up the ones we do not want them to pick up—but on the 31st, I did have a hearing. And at that hearing, I indicated my very strong concern about this. I indicated that I did not think we were doing the right thing. I indicated that I would withhold saying anything further until we can get more facts, in terms of the implementation. That was on the 31st. For the 3rd, I came out about 8, 9 days later after raising very strong positions and concerns in regard to the manner in which we were moving forward. I just share that with my friend and colleague because this Senator did not want to be an obstructionist, yet I was not afraid to express my concerns. I just share that.

Mr. MCCAIN. Let me say to my friend from New York, I expressed my concerns, too. I still have grave concerns. I still am worried not that the nation of Mexico has implemented the fundamental reforms in their monetary system, in fact, in their political system, that would lead to the kind of confidence that would allow that economy to be restored because it sinks even further into a terrible, terrible depression which, obviously, has afflicted the poor people in Mexico in a most horrible way.

But I also suggest to my friend from New York that many people expressed those reservations. No, that I know of during the intervening time, nearly 2 months, brought forth an amendment like this for consideration on the floor
when we had many pieces of legislation under consideration to which this amendment would have been equally as relevant.

I want to say again, I appreciate very much the involvement of the Senator from New York in this issue, the fact that he has both the authority and the commitment to hold hearings and for us to ventilate this entire issue. I do not underestimate, in any way, his dire concern and warning about what is at stake. But I question, as I said, the vehicle which language which is in the amendment.

Mr. President, I do not want to take much longer. I will just suggest that there is a great deal at stake on this issue. I urge my colleague from New York to continue the hearings that he has scheduled to seek the information that sometimes has not been readily forthcoming to him about the process that was utilized in coming forth with the decisions that were made about Mexico.

But at the same time, I suggest that if this amendment is adopted by both Houses of the Congress, it would have constitutional problems, which is sort of an academic argument. But I also think that it would probably doom the Mexican economy to a very, very difficult period, which sooner or later has effects on this country in the form of lack of trade, increase in illegal immigration, et cetera, et cetera.

Try as we might, we cannot sever Mexico from the United States. It is geographically impossible. And I have never believed that we could build sufficient walls to separate our two countries, not to mention the kind of fundamental Judeo-Christian principle that is involved here about helping neighbors who are very much less fortunate than we.

I do not mean to wax sentimental here, but when I see little children crawling through Goals that is filled with sewage in order to get into Nogales, AZ, where they are forced to engage in theft in order to eke out a living, and I see that increasing exponentially—I am deeply concerned about the future of our neighbors. I do not pretend to know that this is the right solution, but I do believe that if we adopt this amendment, we might see a lot more of that for a very long period of time.

Again, I want to thank my friend from New York for his commitment and interest in this issue. I also want to thank my friend from Connecticut for his deep knowledge and involvement in these affairs for many years.

Mr. President, I yield the floor.

Several Senators addressed the Chair.

The PRESIDING OFFICER. The majority manager is recognized.

Mr. HATFIELD. Mr. President, I yield 2 minutes to the Senator from Connecticut without losing my right to the floor.

The PRESIDING OFFICER. The Senator is recognized.

Mr. DODD. Mr. President, I thank my colleague, the ranking manager of the underlying bill. I want to commend my colleague from Arizona. We have dealt with these issues in the Western Hemisphere for years. It is a very comprehensive, and I appreciate it. But there are very few people who are knowledgeable about Mexico as is my colleague from Arizona.

I think the Senator has appropriately and properly identified the concerns incorporated in the amendment of the Senator from New York. All of us have had concerns about this. If it were without concern, I suspect it would have gone through under a unanimous-consent request in the Senate and House back in January.

Anytime there is a potential exposure, there are some issues that need to be addressed. The President certainly outlined that when he made the decision to go with the Exchange Stabilization Fund. But the Senator from Arizona has very properly pointed out the implications if we do not try to make a difference, not only in Mexico but ourselves as well in this country, given the implications of the border and elsewhere.

Others may have already printed this in the Record. There is a letter that has been distributed, addressed to the distinguished chairman of the Banking Committee dated today, signed by Robert Rubin, the Secretary of the Treasury. I will print the entire letter in the Record. There is one paragraph that if it has not been quoted already needs to be quoted. In the letter, the Secretary of the Treasury says to the chairman:

I am deeply concerned that the actions you are taking will have the potential to undermine market confidence in international support for Mexico and thereby reduce the likelihood of success. By limiting the American response to the Mexican crisis, your amendment could threaten the credibility of the stabilization program and undermine the confidence Mexico is trying to restore among its lenders. If it commits to implement this amendment, the United States will have a negative impact on jobs, wages and prospects of American workers here at home.

The Mexican government has undertaken courageous action in directly confronting its fiscal imbalances and implementing a disciplined economic recovery program. Seeking to attract foreign capital, strengthen the peso and minimize inflation, Mexico has adopted strong remedial policies including fiscal measures that will result in a budget surplus in 1995 reductions in government spending, strict monetary policy, accelerating tax reforms, and general improvements to the transparency of its economic institutions.

Let me emphasize, however, that the process of restoring market confidence is an arduous one and we need to take this into our thinking as we look for signs of progress in Mexico. As such, the success of this effort cannot be judged from day-to-day market movements. This stabilization package that Mexico has agreed upon is one that seems to be starting to have the desired effect.

The Mexican government has upheld tight money policy and we are seeing results—through March 15, the nominal money supply has shrunk by 13% since the beginning of the year and the real money supply has shrunk by 23%. The Bojso in Mexico City is up 15% since the beginning of the year. In dollar terms, prices on par Brady bonds has risen by 11% from their recent low on March 16.

Signs of declining volatility in peso trading have emerged, with the peso closing below NP 7 since March 23 and now trading within a narrower range. Demand for government securities rose in this week’s primary auctions to 2.4 times the amount offered.

To reiterate, for its recovery program to succeed over the long term, Mexico must continue to rely on the U.S. commitment to the agreement signed on February 21. It appears that positive sentiment may be bottoming out and if Mexico holds the course, confidence Mexico is trying to restore among its lenders should return. Any indication that the commitments of the U.S. to those agreements is weakening could threaten to jeopardize the best possible outcome in Mexico.

There is an additional concern regarding this amendment which relates more generally to U.S. diplomacy. On January 31, President Clinton and four Congressional leaders from both parties declared a 21% cut in the fiscal year and implemented a policy of foreign assistance to Mexico.

The Mexican government has already increased its efforts to directly confront its fiscal imbalances and implementing a disciplined economic recovery program. Seeking to attract foreign capital, strengthen the peso and minimize inflation, Mexico has adopted strong remedial policies including fiscal measures that will result in a budget surplus in 1995 reductions in government spending, strict monetary policy, accelerating tax reforms, and general improvements to the transparency of its economic institutions.

Let me emphasize, however, that the process of restoring market confidence is an arduous one and we need to take this into our thinking as we look for signs of progress in Mexico. As such, the success of this effort cannot be judged from day-to-day market movements. This stabilization package that Mexico has agreed upon is one that seems to be starting to have the desired effect.

The Mexican government has upheld tight money policy and we are seeing results—through March 15, the nominal money supply has shrunk by 13% since the beginning of the year and the real money supply has shrunk by 23%. The Bojso in Mexico City is up 15% since the beginning of the year. In dollar terms, prices on par Brady bonds has risen by 11% from their recent low on March 16.

Signs of declining volatility in peso trading have emerged, with the peso closing below NP 7 since March 23 and now trading within a narrower range. Demand for government securities rose in this week’s primary auctions to 2.4 times the amount offered.

To reiterate, for its recovery program to succeed over the long term, Mexico must continue to rely on the U.S. commitment to the agreement signed on February 21. It appears that positive sentiment may be bottoming out and if Mexico holds the course, confidence Mexico is trying to restore among its lenders should return. Any indication that the commitments of the U.S. to those agreements is weakening could threaten to jeopardize the best possible outcome in Mexico.

There is an additional concern regarding this amendment which relates more generally to U.S. diplomacy. On January 31, President Clinton and four Congressional leaders from both parties declared a 21% cut in the fiscal year and implemented a policy of foreign assistance to Mexico.

Now the Senate is considering a measure that could impede that policy. Your amendment would effectively end the commitment of the United States to carry out the February 21 agreements and thereby impair the confidence that other nations have in the ability of the executive branch to negotiate agreements with them.

I hope that we can continue to move forward in the spirit of bi-partisan cooperation,
Mr. DODD. I know my colleague from Oregon would like to engage in a unanimous consent request to consider another amendment. I am prepared to yield for that purpose.

Mr. HATFIELD. Rather than to ask for just a half-hour, I would like to expand that to an hour to take care of two amendments, one on the Democratic side and one on the Republican side, Mr. Kyl’s amendment, each for a half-hour equally divided.

Mr. DODD. I am happy to accommodate. If there are going to be recorded votes, can they be done en bloc?

Mr. HATFIELD. It will be two one-half hours making 1 hour.

Mr. DODD. I am told that my colleague from California would like to be included for a half-hour on an amendment. So that would make it an hour and a half. Can we provide that at the conclusion of the consideration of the amendment offered by the Senator from California that we would vote on all three amendments, so our colleagues might have a window, if it is appropriate?

Mr. HATFIELD. I know the Senator from California has a number of them. What amendment would this be?

Mrs. BOXER. The Senator from California only has one amendment—the transfer amendment. That is the only amendment I have. I am happy to agree to 30 minutes equally divided.

UNANIMOUS-CONSENT AGREEMENT

Mr. HATFIELD. I thank the Senator. Mr. President, I ask unanimous consent that this list be printed in the RECORD.

There being no objection, the list was ordered to be printed in the RECORD, as follows:

<table>
<thead>
<tr>
<th>Country</th>
<th>Year</th>
<th>Amount agreed (dollars in millions)</th>
<th>Drawn</th>
<th>Repaid in full by</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mexico</td>
<td>1982</td>
<td>1,000.0</td>
<td>875.0</td>
<td>8,14-87</td>
</tr>
<tr>
<td></td>
<td>1983</td>
<td>800.0</td>
<td>800.0</td>
<td>8,23-83</td>
</tr>
<tr>
<td></td>
<td>1984</td>
<td>247.0</td>
<td>247.0</td>
<td>8,85-88</td>
</tr>
<tr>
<td></td>
<td>1985</td>
<td>250.0</td>
<td>250.0</td>
<td>8,15-88</td>
</tr>
<tr>
<td></td>
<td>1986</td>
<td>280.0</td>
<td>280.0</td>
<td>8,25-88</td>
</tr>
<tr>
<td></td>
<td>1987</td>
<td>300.0</td>
<td>300.0</td>
<td>8,30-88</td>
</tr>
<tr>
<td></td>
<td>1988</td>
<td>320.0</td>
<td>320.0</td>
<td>8,31-88</td>
</tr>
<tr>
<td></td>
<td>1989</td>
<td>340.0</td>
<td>340.0</td>
<td>8,33-88</td>
</tr>
<tr>
<td></td>
<td>1990</td>
<td>360.0</td>
<td>360.0</td>
<td>8,36-88</td>
</tr>
<tr>
<td></td>
<td>1991</td>
<td>380.0</td>
<td>380.0</td>
<td>8,38-88</td>
</tr>
<tr>
<td></td>
<td>1992</td>
<td>400.0</td>
<td>400.0</td>
<td>8,40-88</td>
</tr>
<tr>
<td></td>
<td>1993</td>
<td>420.0</td>
<td>420.0</td>
<td>8,42-88</td>
</tr>
</tbody>
</table>

TABLE 1.—EXCHANGE STABILIZATION FUND FINANCING AGREEMENTS, 1980 TO JUNE 1994

Mr. HATFIELD. I thank the Senator. Mr. President, I ask unanimous consent that these amendments in succession, one from the Senator from Nebraska [Mr. Kerrey], one from the Senator from Arizona [Mr. Kyl], one from the Senator from California [Mrs. Boxer], each of these amendments—by the way, let me mention that the one for Mr. Kerrey is on the subject of Federal courthouses that are included and not invite confrontation by consideration or passage of legislation that could ultimately disable the implementation of American support for Mexico.

In closing, let me assure you that the Treasury has been complying with all Congressional requests for documents. I am using my full authority to ensure that the Treasury continues to supply timely, appropriate information to the Congress. I look forward to continuing my work with you and your colleagues in our shared commitment to support Mexico’s recovery and thus to protect American jobs and interests.

Sincerely,

ROBERT E. RUBIN
Secretary.

Mr. DODD. Mr. President, last, I want to address an issue I heard raised repeatedly all afternoon. It has to do with the so-called corruption in Mexico.

President Zedillo and his administration, but for the fact that they have conducted significant investigations, we would not know what we know already. I think it is unfair to this new administration which was saddled with a lot of problems not of their own choosing that is making very difficult decisions, asking his constituency to make very difficult decisions in order to get out of this crisis and, in fact, have pointed to a lot of the problems that existed in the past is an overstatement, to put it mildly.

Second, again, there have been a lot of criticisms raised about President Salinas fairly well during his tenure in office. Obviously, the jury is still out on some matters unrelated to him personally, but I want to say that had he not taken the steps beginning 5 or 6 years ago to inject strong market economy principles and to deal with those issues, we would not be in the position at least of offering real opportunity for Mexico in these coming years. And so while it has become popular to indict President Salinas in many quarters, I happen to feel he did a great deal of good. I also believe that his successor is doing even better in many ways. I would like to see us give him that opportunity to succeed.

What we are doing here is in our interest. It makes sense to be supportive of it. It is not just a largess. These programs, through the economic exchange stabilization fund, have been very successful. In years past, Mr. President, I will submit for the RECORD a series of countries to whom we have provided assistance under the ESF Program. Six times Mexico has been the recipient of ESF funds. On all occasions they have paid the money back. There have been suggestions on the floor today that we are never going to get the money back. In almost every instance, the money has been returned as a result of this program.

I ask unanimous consent that this list be printed in the RECORD.
Mr. DODD. Mr. President, I asked unanimous consent that the D
objection?

Mr. HATFIELD. An hour?

Mr. HATFIELD. I amend the request to delete the request on behalf of the Senator from Arizona.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. DODD. Will my colleague yield?

Mr. HATFIELD. Yes.

Mr. DODD. Mr. President, at the conclusion of the two other amendments offered by the Senator from Nebraska and the Senator from California, may we vote on both of those at the expiration of the hour, after both have been debated?

Mr. HATFIELD. That is satisfactory. Mr. DODD. Will the Senator propound that request?

Mr. HATFIELD. I ask unanimous consent that at the end of the hour for the two amendments, the votes take place.

Mrs. BOXER. Reserving the right to object, I want to move along. Maybe a vote is not necessary on this Senator’s amendment.

Mr. HATFIELD. If votes are required, I ask unanimous consent that they be stacked at the end of the hour.

The PRESIDING OFFICER. Is there objection?

Without objection, it is so ordered.

Mr. HATFIELD. I ask unanimous consent that the D’AMATO amendment be temporarily set aside.

The PRESIDING OFFICER. Without objection, it is so ordered.

AMENDMENT NO. 435 TO AMENDMENT NO. 420
(Purpose: Rescinding certain funds for GSA Federal buildings and courthouses)

Mr. KERREY. Mr. President, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from Nebraska [Mr. KERREY], for himself and Mr. COHEN, proposes an amendment numbered 435 to amendment No. 420.

Mr. KERREY. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

Begun on page 31 of the bill, line 12, strike everything through page 54, line 6, and insert in lieu thereof, the following:

GENERAL SERVICES ADMINISTRATION
FEDERAL BUILDINGS FUND
LIMITATIONS ON THE AVAILABILITY OF REVENUE (RESCISSION)

Of the funds made available under this heading in Public Laws 101-136, 101-169, 102-127, 102-141, 102-123, 103-329, $565,500,000 are rescinded from the following projects in the following amounts:

Arizona:
Lukeville, Border Station, commercial lot expansion, $1,219,000
Phoenix, Federal building and U.S. Courthouse, $121,890,000
San Luis, Border Station, primary lane expansion and administrative office space, $3,496,000
Sierra Vista, Arizona, U.S. Magistrates office, $1,000,000
Tucson, Federal building-U.S. Courthouse, $70,000,000

California:
Menlo Park, United States Geological Survey, office laboratory buildings, $980,000
San Francisco, California, U.S. Court of Appeals annex, $9,000,000
District of Columbia:
Army Corps of Engineers, headquarters, $25,000,000
Central and West heating plants, $5,000,000
General Service Administration, Southeast Federal Center, headquarters, $25,000,000
Southeast Federal Center, infrastructure, $58,000,000
U.S. Secret Service, headquarters, $18,910,000
Georgia:
Atlanta, Centers for Disease Control, site acquisition and improvement, $25,890,000
Atlanta, Centers for Disease Control, $14,110,000
Florida:
Tampa, U.S. Courthouse, $5,594,000
Illinois:
Chicago, Federal Center, $7,000,000
Indiana:
Hammond, U.S. Courthouse, $52,272,000
Maryland:
Avondale, DeLaSalle building, $16,671,000
Massachusetts:
Boston, U.S. Courthouse, $4,076,000
Nebraska:
Omaha, U.S. Courthouse, $5,000,000
Neve:
Reno, Federal building-U.S. Courthouse, $1,465,000
New Hampshire:
Concord, Federal building-U.S. Courthouse, $3,519,000
New Mexico:
Santa Teresa, Border station, $4,004,000
New York:
Holtsville, New York, IRS Center, $19,183,000
North Dakota:
Fargo, U.S. Courthouse, $1,371,000
Ohio:
Youngstown, Federal building and U.S. Courthouse, $4,574,000
Steubenville, U.S. Courthouse, $2,280,000
Oregon:
Portland, U.S. Courthouse, $5,000,000
Pennsylvania:
Philadelphia, Veterans Administration, $1,276,000
Rhode Island:
Providence, Kennedy Plaza Federal Courthouse, $7,740,000
Tennessee:
Greenville, U.S. Courthouse, $5,906,000
Texas:
Corpus Christi, U.S. Courthouse, $6,446,000
Yaleta, site acquisition and construction, $1,727,000
U.S. Virgin Islands:
St. Thomas, Charlotte Amalie, U.S. Courthouse Annex, $2,184,000

Washington:
Seattle, U.S. Courthouse, $3,764,000
Nationwide chlorofluorocarbons program, $12,300,000
Nationwide energy program, $15,300,000

Mr. KERREY. Mr. President, this is a very straightforward amendment. I offered it in the full committee. It has been altered somewhat to add additional items. For my colleagues, what I am doing with this amendment is to rescind an additional $324,579 million from the courthouse projects.

Mr. President, I offered this amendment on behalf of myself and the Senator from Maine [Mr. CASS], who has also been very actively involved for the past several years in trying to get the GSA to do some reviews of the courthouses that have been both authorized and appropriated.

The GSA did what they call a “time-out” review and came back with $1.3 million worth of savings. We have taken some but not all. To be clear, the distinguished chairman of our subcommittee, the Senator from Alabama, Senator SHELBY, points out quite accurately that we use the GSA’s recommendations as a guideline. These are not hard and fast recommendations. These are not things that we always watch. Indeed, we have some things on our list in the rescission package that were not recommended by GSA already.

Nonetheless, my colleagues who are considering this amendment really should ask themselves one question, and that is: What happens if this amendment passes? Will there be damage done to the Nation? Will there be children that get less food? Is day care involved? Is education involved? Is national defense involved? I mean, the argument really has to center out what happens if this amendment passes.

Well, Mr. President, I am going to respectfully say that what happens is a number of projects are not going to be built. The list that I have includes a Phoenix, AZ, courthouse, $128,890 million; Tucson, AZ, $70 million; Southeast Federal Center in the District of Columbia, $56 million; an additional $26.272 million in Hammond, IN; in Holtsville, NY, an IRS Service Center for $19,183 million; in Corpus Christi, TX, $6,446 million; in Santa Teresa, NM, a border station, $1,004 million; in Seattle, WA, $3,764 million; and in the spirit of fairness, $5 million from an Omaha, NE, courthouse; a Secret Service headquarters in DC, for $10 million. The total, Mr. President, is $324,579 million.
that we have to take tough action to
get deficit reduction done, to get to a
balanced budget, are explaining to var-
ious interest groups, educators, health
care people, interest groups that come
constantly into our offices saying, "Why, why, why."
It seems to me that this is a rela-
tively easy step for us to take and a
relatively painless step. I must say,
Mr. President. There will be no interest
groups that will object. There will be
no people that will say, gee, this is
going to hurt us in some measurable or appreciable fashion. These are merely
projects, Mr. President. I appreciate
that they do have value. I am not argu-
ing that they are without value. I
merely argue that in this time when we
are trying, in an unprecedented fash-
ion, to achieve a bipartisan consensus
to reduce this Nation’s deficit to zero,
this kind of action, this little list of
additional cuts, is not only appropriate
but quite reasonable.
Mr. SHELBLY. Mr. President, the
House rescinded $136,593,000 from build-
gings for which funds have been appro-
priated in the fiscal year 1995 GSA
appropriations bill. Of all the projects they included
were inserted by the Senate, most, but
not all have been authorized by the
Senate Environment and Public Works
Committee, but not the House Public
Works Committee.
The committee chose to rescind
$241,011,000 from new construction and
repair and alterations projects.
Some of the projects the committee
included have not been authorized by
the Senate.
Some are included because GSA has
indicated savings as a result of last year’s time out and review.
Some have been canceled or delayed.
We did not take all of the funds in
some cases, nor did we take all of the
projects GSA indicated where savings
might be attained as a result of time
out and review.
We attempt to take Members con-
cerns into account in making our deci-
sion.
Our total cuts are significantly over
the House and there will plenty of
room to negotiate in conference.
We might not agree, but this is a sig-
nificant adjustment.
I say to the Senate do not make it a
political bidding war regarding
projects.
I have tried to be fair in this process
as the Senator from Nebraska is aware.
Should we follow the Senator from Ne-
braska and his process, in all fairness,
should we not put all projects on the
table. I have a list here which includes
all of the new construction projects, re-
pair and alteration projects, as well as,
the time out and review savings the
GSA has indicated can be saved.
There is no list of projects where no construction has begun.
I hope we will not get into this on the
Senate floor.
I believe a majority of my colleagues
agrees with me as they did in the ap-
propriations committee, so at the ap-
propriate time I will move to table the
Kerrey amendment.
Mr. BAUCUS. Mr. President, I want
to thank the Senator from Nebraska
for offering this amendment. I also ask
unanimous consent that I be added as a
cosponsor.
The amendment before us will make
additional rescissions to a number of
projects proposed to be funded from
GSA’s Federal buildings fund. These
rescissions represent projects that have
not been authorized by the GSA review
process, are congressional Member re-
quests, or represent savings identified
through the GSA timeout and review
process.
Many of these projects are court-
house construction projects. And to be
truthful, the savings identified in this
amendment are probably only the tip
of the iceberg. In fact, last year, when
I chaired the Environment and Public
Works Committee, we made substan-
tial reductions in the authorizations of
GSA projects. We cut $137 million from
these projects last year. Unfortunately, there are some people who believe that this
money is still available. I disagree with
that view. But to make certain that the
money cannot be spent we need this
amendment. The Kerrey amend-
ment will formally rescind that money.
Mr. President, we have to get a han-
dle on the courthouse construction pro-
gram. I have talked to Federal judges
in Montana about the need for re-
straint in building new courthouses.
They agree that things have gotten out
of control. The current process is a
failure. There is far too much waste in
this program. There is no prioritization
of courthouse projects. In fact, the
courts refuse to prioritize their
projects. So we must prioritize. We
must make the tough decisions. The
amendment from the Senator from Ne-
braska makes such decisions.
I would also note that the bill before us
makes drastic cuts in important
programs, such as child nutrition and
education. So it makes sense that we
also look at the federal courthouse
construction program. We need to tar-
get projects that are unnecessary or
lavish, or can be delayed. This amend-
ment will do just that and I urge my
colleagues to support it.
Mr. KERREY. Mr. President, the dis-
gusted Senator from Alabama quite
correctly said that he has tried
to be fair. He has been fair. We are with
our subcommittee offering cuts in ex-
cess of what the House of Representa-
tives had in their piece of legislation.
Again, for those Members who try to
figure out how to vote on this amend-
ment, the question really still fails to
be fair. He has been fair. We are with
our amendment offering cuts in ex-
cess of what the House of Represen-
tatives had in their piece of legislation.
All that happens, Mr. President, is some projects that are
proposed to be built will not be built,
or they will be scaled back.
I have had—as I am sure all have had
to do—to justify spending in a variety
of ways. One of the tests that I used
with various groups and individuals
who come forward and ask me to sup-
port one expenditure or another, is to
try to calculate what a median family
income pays in the way of tax.
In my State, a median family income
is about $35,000 a year. They have to
work about 3 months to pay the Fed-
eral income taxes of roughly $7,500.
That means that 43,740 Nebraska fami-
lies have to work 3 months to generate
the money I am requesting to take out.
In my State, a median family income
is about $35,000 a year. They have to
work about 3 months to pay the Fed-
eral income taxes of roughly $7,500.
That means that 43,740 Nebraska fami-
lies have to work 3 months to generate
the money I am requesting to take out.
In my State, a median family income
is about $35,000 a year. They have to
work about 3 months to pay the Fed-
eral income taxes of roughly $7,500.
That means that 43,740 Nebraska fami-
lies have to work 3 months to generate
the money I am requesting to take out.
The ratio of students to computers in those classrooms. We need to get those young people ready for the 21st century.

The airline in question, United, is a major employer in the region. We should not allow them to lose their jobs.

I also want to point out this chart that I have that shows where we are. It shows that the rescission bills considered by the Senate have slashed domestic spending, and only nicked military spending.

We see here that, of the discretionary budget, military makes up 49 percent; international, or foreign aid, 4 percent; and domestic spending, 47 percent.

And look at this chart, which shows what we have cut in these rescissions bills. We have slashed domestic spending: 84 percent of all the rescissions have come from domestic spending. The military took a hit of 14 percent. And international took 2 percent.

My amendment is not going to cure the problems that we face. But it is a step in the right direction.

The insertion of these items has become an incredible art form,” said Sen. John McCain (R-Ariz.), a member of the Senate Armed Services Committee. He has compiled a list of more than $5 billion in defense projects that he says represent “wasteful, earmarked, non-defense, or otherwise low-priority programs.”

But the Republican leadership in Congress has not been able to stop the insertions. A House-passed bill cuts $17.1 billion from domestic programs, but nothing from the 1995 defense budget. A toned-down Senate version, which trims $13.3 billion, also exempts defense.

In separate, supplemental legislation, the House-Senate did appropriate $1.4 billion and $1.9 billion, respectively, in allocating emergency funds to replenish Pentagon coffers. The House cut $502 million from the administration’s technology reinvestment program, which helps defense companies convert to civilian production.

But almost all of the projects added by members last fall to the 1995 defense budget have so far survived. A House-Senate conference on the rescissions bill, scheduled to begin Wednesday, will be the last chance to kill these “add-ons” for fiscal 1996.

Hawaii, the home state of Sen. Daniel K. Inouye (D), then chairman of the Senate Appropriations defense subcommittee, got more than the Small Business Administration earmarked projects. There was $56.4 million earmarked for the Pacific Missile Range; $13 million for a high-performance computer facility on Oahu; $30 million to home port two transport vessels in Pearl Harbor; and additional funds for Hawaii-based military medical facilities.

A House-Senate report specifically stipulated that the Maui facility be exempted from reductions that were being applied to other such computer facilities.

The $5.5 million for the offender’s boot camp in Cook County originated with a request by the sheriff to then-House Ways and Means Committee Chairman Dan Rostenkowski (D-Ill.), according to a congressional source.

Rostenkowski arranged for language to be inserted in the defense bill last fall at the behest of Senate Appropriations Committee member Sen. Daniel Inouye (D-Hawaii). The funding has been requested by the sheriff to stem a problem with youthful drug offenders.

In similar, if more traditional vein, Senate Minority Leader Robert J. Dole (R-
Mc Cain complained during a Senate floor debate March 16 that the current round of budget cuts "...does not touch conditional add-ons for excess [National] Guard and Reserve equipment, and does not rescind any of the nearly $1 billion in congressionally added military construction projects, much less funding for projects on bases slated for closure."

As budget rules have clamped ceilings on small, non-defense appropriations bills, the annual defense appropriation bill increasingly has been viewed as a bank of last resort for programs and projects once handled in those smaller measures.

For example, the Bureau of Land Management used to handle the roundup of wild horses on the White Sands proving grounds. The animals would be turned over to New Mexico prisoners to be broken and sold. BLM discontinued the program last year because it was too expensive, according to a spokesman from the Department of the Interior.

Domenici, who chairs the Senate Budget Committee, and New Mexico Rep. Joe Skeen, (R), a member of the House Appropriations Committee, complained to get the $3.5 million put into last year's defense bill to pick up the slack, the spokesman said.

Domenici arranged to have $20 million added to the defense bill for an additional neutron accelerator project at the Los Alamos Laboratory in his state, after money appropriated in the energy spending bill ran out last year.

"There was no other place to go," said a congressional aide.

Mrs. BOXER. Mr. President, last year I received a letter as did all of my colleagues as did the other members of the Armed Services Committee, Senator MCCAIN and Senator WARNER. In that letter these distinguished Senators eloquently argued for a strong national defense and offered an action program for congressional action this year.

Predictably, I agreed with some of their arguments and disagreed with others. But one of their arguments struck me as particularly poignant. Let me read from their letter. They wrote that Congress must: . . . attack pork and wasteful programs. We need to eliminate wasteful pork-barrel spending. This effort should include legislative action to terminate the following programs.

"Among the programs listed are these executive transport aircraft. These two Senators, my Republican friends, Senator WARNER and Senator MCCAIN wrote:


If that is not enough, let me read the words of Gen. Colin Powell, the highly respected former Chairman of the Joint Chiefs. In his 1995 report on the roles and missions of the Armed Forces, General Powell wrote:

"The current inventory of operational aircraft built to support a global war exceeds what is required for our regionally oriented strategy. The current excess is compounded by the fact that Congress continues to require the services to purchase OSA aircraft, neither required nor needed.

General Powell concludes his report with this recommendation:

"OSA aircraft are in excess of wartime needs and should be reduced."

Yet, despite General Powell's recommendation, Congress voted to acquire two more of these aircraft. Our country does not need these planes. Colin Powell says we do not need these planes, Senator WARNER says we do not need these planes, Senator MCCAIN says we do not need these planes.

We see articles where the transportation in the military is costing too much money. Yet we are taking away computers from the classroom, we are stopping the Star Schools Program. I cannot imagine why we would want to do this.

I want to tell my colleagues in my time remaining about the Star Schools Program and another initiative in the classroom. Since the Star Schools program began in 1988, more than 200,000 students and 30,000 teachers have participated in projects in 48 States. The projects are designed to improve classroom instruction through applied science technologies. The $5 million reassociation proposed in this bill would eliminate these high-technology education services from 5,000 students. And why? So that we can fly military top brass in brand new executive jets? I hope not.

In my own State of California, the Los Angeles County Office of Education has provided live interactive math and science instruction via satellite to students in grades 4 through 7. This course is beamed into 766 classrooms in large school districts throughout the State of California and in 18 other States. It reaches an amazing 125,000 students.

Why do we want to hurt this program? We do not have to. Cut the planes for the military brass. They can find another way to travel and we can save this program. We can save our computers in the classroom. Did you ever go into these classrooms where the kids have these computers? They are so interested in school, suddenly. I urge my colleagues to do that. Yet we are cutting computers out of the classroom, and we can restore those funds.

In closing let me say this. This is a transfer amendment. I hope everyone in the Senate will support. We are simply cutting two military aircraft to provide for luxury travel for the top military brass in exchange for putting computers into the schools and funding the Star Schools Program. I hope the chairman of the Appropriations Committee and I can work this out. I hope we can be together on this.

I reserve the remainder of my time. Mr. HATFIELD. Mr. President, I suggest the absence of a quorum, time to be charged equally.

The PRESIDING OFFICER. Without objection, it is so ordered. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mrs. BOXER. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mrs. BOXER. Mr. President, I ask unanimous consent to add as cosponsors to my amendment Mr. BINGMAN, Mr. KERNEY of Nebraska, Mr. WALLSTON, Mr. DODD, and Mr. BUMPERS.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mrs. BOXER. I reserve the remainder of my time.

I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. HATFIELD. Mr. President, I do not want to get into a long dissertation about a detailed problem of procedure. Once you start having to explain the process of procedure, you have one hand tied behind you. But I want to say to the Senator from California that what she is attempting to do certainly represents her perspective, her point of view. I think, her priorities. I am not going to argue that point because we probably have a set of priorities.

But let me tell you where we are at this moment in this, the defense supplemental, that has just been passed by the House and the Senate, which we were hoping to have resolved as of today.

We are running into difficulties on this because we are insisting on the Senate side, where we came to the floor with a supplemental and we had every dollar of that supplemental increase for the defense offset so as not to create any additional deficit from the military accounts, from the defense accounts. We have been going through a historic argument about firewalls, transferring discretionary defense to nondefense discretionary programs, and vice versa.

So we are holding tough right now with the House of Representatives that have offset their larger military supplemental with both military accounts and nondefense accounts in the discretionary programs.

From that standpoint we right now are at a stalemate because the House wants to offset some of the defense increases with nondefense programs.

So, consequently, from the standpoint of where we are in that particular problem, we cannot accept this amendment—I am now speaking as an appropriator—we cannot accept this
because we are, in a sense, contradicting our position that we have taken in the conference process.

Mrs. BOXER. Mr. President, will the Senator be willing to yield for just a moment? Because I know the Senator is going to table, I would like to make a minute's worth of comments before that motion is made.

Mr. HATFIELD. Mr. President, the statement I have made just now, whether it is $10 million or $5 million or $2 million, are the same basic issue: that is, we are taking military accounts and we are moving parts of those military accounts into nonmilitary programs.

Mrs. BOXER. I understand. I ask, would the Senator yield? I was wondering if I could make a minute’s worth of comments before the Senator moves to table my amendment.

Mr. HATFIELD. I would be very happy to yield, and if the Senator needs time, I am happy to yield time for her closing comments.

Mrs. BOXER. I thank the Senator very much. I will close in just a minute.

I understand exactly what the Senator is telling me. But I have to say to my friend from Oregon has 41 arguments that I know my friend has just think, regardless of the procedural substance of the issue and not vote on the basis of the two votes, one relating to the Kerrey amendment and now to the Boxer amendment, to be stacked and those rollcalls should occur in sequence.

The PRESIDING OFFICER. The question first will occur on amendment No. 435, the amendment of the Senator from California, and then on amendment No. 436, the amendment of the Senator from North Carolina.

Mr. HATFIELD. Has the motion to table the amendment No. 435, the amendment of the Senator from Montana, been made?

The PRESIDING OFFICER. The motion to table the Kerrey amendment was made?

The PRESIDING OFFICER. That motion has not yet been made.

Mr. HATFIELD. Mr. President, I move to table the Kerrey amendment, and I ask for the yeas and nays. The PRESIDING OFFICER. Is there a sufficient second?

The yeas and nays were ordered.

Mr. HATFIELD. Mr. President, I move to lay the amendment No. 435, the amendment of the Senator from Montana, to be stacked and now to the Boxer amendment, to be tabled, and those rollcalls should occur in sequence.

The PRESIDING OFFICER. The question first will occur on amendment No. 435, the amendment of the Senator from North Carolina, and then on amendment No. 436, the amendment of the Senator from California.

Mr. HATFIELD. Has the motion to table the Kerrey amendment been made?

The PRESIDING OFFICER. That motion has not yet been made.

Mr. HATFIELD. Mr. President, I now move to table the Kerrey amendment, and I ask for the yeas and nays. The PRESIDING OFFICER. Is there a sufficient second?

The yeas and nays were ordered.

Mr. HATFIELD. Mr. President, I would like to comment on another part of the problem. Again, we are not in a position to solve some of these problems immediately, but I hope as far as the future is concerned, that we could get some very careful consideration by the administration. The problem is, we are dealing with a supplemental appropriation for the military for the Defense Department, for matters relating to Bosnia, to Haiti, to North Korea, and to other such areas of the world.

Some of our colleagues are saying to us that this is not truly a defense expenditure. It is being charged against the military in the way we budget our expenditures. But that is not truly a defense item. And why should the military bear the brunt of these more political for political purposes?

And, of course, they have been conducted oftentimes with little or no consultation with the Congress. So what happens is those commitments are made. Those policies are executed. And all of a sudden we get the bill. No authorization. No action by the Congress. This has not happened just in this administration. It has happened over the years. But I do think that at one point in time we better start charging to the Defense Department those things that are exclusively national defense and take peacekeeping and humanitarian and all these other types of things that we are involved in and call them something else and charge them maybe to a broader base of accounts than in the Defense Department.

I am not saying how it should be handled, but we are really in a hybrid situation of trying to pay in the military appropriation for those actions that are not strictly defense, a mission of our Defense Department. So I only add to the complexity of trying to separate these funds between military and nonmilitary discretionary.

If the Senate has no further comments to make, I would now move to table the Boxer amendment, and I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

The yeas and nays were ordered.

Mr. HATFIELD. Mr. President, I move to lay the amendment No. 435, the amendment of the Senator from Montana, to be tabled, and now to the Boxer amendment, to be tabled, and those rollcalls should occur in sequence.

The PRESIDING OFFICER. The question first will occur on amendment No. 435, the amendment of the Senator from North Carolina, and then on amendment No. 436, the amendment of the Senator from California.

Mr. HATFIELD. Has the motion to table the amendment No. 435, the amendment of the Senator from Montana, been made?

The PRESIDING OFFICER. The motion to table the Kerrey amendment was made?

The PRESIDING OFFICER. That motion has not yet been made.

Mr. HATFIELD. Mr. President, I now move to table the Kerrey amendment, and I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

It appears that there is a sufficient second.

The yeas and nays were ordered.

Mr. HATFIELD. Mr. President, I would like to comment on another part of the problem. Again, we are not in a position to solve some of these problems immediately, but I hope as far as the future is concerned, that we could get some very careful consideration by the administration. The problem is, we are dealing with a supplemental appropriation for the military for the Defense Department, for matters relating to Bosnia, to Haiti, to North Korea, and to other such areas of the world.

Some of our colleagues are saying to us that this is not truly a defense expenditure. It is being charged against the military in the way we budget our expenditures. But that is not truly a defense item. And why should the military bear the brunt of these more political for political purposes?

And, of course, they have been conducted oftentimes with little or no consultation with the Congress. So what happens is those commitments are made. Those policies are executed. And all of a sudden we get the bill. No authorization. No action by the Congress. This has not happened just in this administration. It has happened over the years. But I do think that at one point in time we better start charging to the Defense Department those things that are exclusively national defense and take peacekeeping and humanitarian and all these other types of things that we are involved in and call them something else and charge them maybe to a broader base of accounts than in the Defense Department.

I am not saying how it should be handled, but we are really in a hybrid situation of trying to pay in the military appropriation for those actions that are not strictly defense, a mission of our Defense Department. So I only add to the complexity of trying to separate these funds between military and nonmilitary discretionary.

If the Senate has no further comments to make, I would now move to table the Boxer amendment, and I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

The yeas and nays were ordered.

Mr. HATFIELD. Now, Mr. President, let me ask the parliamentary situation. Unanimous consent was made on the basis of the two votes, one relating to the Kerrey amendment and now to the Boxer amendment, to be stacked, and those rollcalls should occur in sequence.

The PRESIDING OFFICER. The question first will occur on amendment No. 435, the amendment of the Senator from North Carolina, and then on amendment No. 436, the amendment of the Senator from California.

Mr. HATFIELD. Has the motion to table the Kerrey amendment been made?

The PRESIDING OFFICER. That motion has not yet been made.

Mr. HATFIELD. Mr. President, I now move to table the Kerrey amendment, and I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

It appears that there is a sufficient second.

The yeas and nays were ordered.

Mr. HATFIELD. Mr. President, I would like to comment on another part of the problem. Again, we are not in a position to solve some of these problems immediately, but I hope as far as the future is concerned, that we could get some very careful consideration by the administration. The problem is, we are dealing with a supplemental appropriation for the military for the Defense Department, for matters relating to Bosnia, to Haiti, to North Korea, and to other such areas of the world.
CONRAD) and the Senator from North Dakota [Mr. DORGAN] are necessarily absent.

The PRESIDING OFFICER (Mr. FRIST). Are there any other Senators in the Chamber desiring to vote?

The result was announced—Yeas 48, nays 46, as follows:

![Rollcall Vote No. 123 Leg.]

YEAS—48

Alabama: Montgomery, U.S. Federal Building, $13,816,000

Arkansas: Little Rock, Courthouse, $13,816,000

Arizona: Bullhead City, FAA grant, $32,200,000

Nogales, Border Patrol, headquarters, $2,989,000

California:

- Menlo Park, United States Geological Survey office laboratory building, $6,886,000
- Sacramento, Federal Building-U.S. Courthouse, $9,291,000
- San Diego, Federal building-Courthouse, $3,379,000
- San Francisco, Lease purchase, $9,702,000
- San Francisco, U.S. Courthouse, $4,379,000

Washington, D.C.: United States, U.S. Court of Appeals annex, $9,003,000

Yeas 123, 102

Nays 141, 103

So the motion to lay on the table the amendment was agreed to.

AMENDMENT NO. 435 TO AMENDMENT NO. 430

So the motion to lay on the table the amendment was agreed to.

The PRESIDING OFFICER. The question occurs on the Kerrey amendment.

Alabama: Montgomery, U.S. Courthouse annex, $9,291,000

Arkansas: Little Rock, Courthouse, $13,816,000

Arizona: Bullhead City, FAA grant, $32,200,000

Nogales, Border Patrol, headquarters, $2,989,000

California:

- Menlo Park, United States Geological Survey office laboratory building, $6,886,000
- Sacramento, Federal Building-U.S. Courthouse, $9,291,000
- San Diego, Federal building-Courthouse, $3,379,000
- San Francisco, Lease purchase, $9,702,000
- San Francisco, U.S. Courthouse, $4,379,000
- San Francisco, U.S. Court of Appeals annex, $9,003,000

So the motion to lay on the table the amendment was agreed to.

AMENDMENT NO. 437 TO AMENDMENT NO. 435

The PRESIDING OFFICER. The question occurs on the Kerrey amendment.

The Senator from Oregon.

AMENDMENT NO. 437 TO AMENDMENT NO. 435

Mr. HATFIELD. Mr. President, I believe there is a second-degree amendment of Senator SHELDY, I ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

The Senator from Alabama [Mr. SHEPHERD] proposes an amendment numbered 437 to amendment No. 435.

Mr. HATFIELD. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

In lieu of the language proposed to be inserted, insert the following:

Of the funds made available under this heading in Public Laws 101–138, 101–509, 102–27, 103–141, 103–123, 102–393, $1,842,885,000 are rescinded from the following projects in the following amounts:

- Alabama: Montgomery, U.S. Courthouse annex, $46,320,000
- Arkansas: Little Rock, Courthouse, $13,816,000
- Arizona: Bullhead City, FAA grant, $32,200,000
- Nogales, Border Patrol, headquarters, $2,989,000
- California:
  - Menlo Park, United States Geological Survey office laboratory building, $6,886,000
  - Sacramento, Federal Building-U.S. Courthouse, $9,291,000
  - San Diego, Federal building-Courthouse, $3,379,000
  - San Francisco, Lease purchase, $9,702,000
  - San Francisco, U.S. Courthouse, $4,379,000
  - San Francisco, U.S. Court of Appeals annex, $9,003,000

- Nebraska:
  - Omaha, Federal Building, U.S. Courthouse, $2,998,000

- New Hampshire:
  - Concord, Federal building—U.S. Courthouse, $3,519,000

- New Jersey:
  - Newark, parking facility, $9,000,000

- Nevada:
  - Las Vegas, U.S. Courthouse, $4,230,000
  - Reno, Federal building—U.S. Courthouse, $1,455,000

- New Mexico:
  - Albuquerque, U.S. Courthouse, $4,759,000

- New York:
  - Brooklyn, U.S. Courthouse, $83,717,000
  - Long Island, U.S. Courthouse, $27,198,000
  - North Dakota:
    - Fargo, Federal building-U.S. Courthouse, $20,105,000
  - Pembina, Border Station, $93,000

- Ohio:
  - Cleveland, Celebreze Federal building, $1,972,000

- Oregon:
  - Portland, U.S. Courthouse, $5,000,000

- Pennsylvania:
  - Philadelphia, Byrne-Green Federal building-Courthouse, $30,628,000
  - Philadelphia, Nix Federal building-Courthouse, $13,814,000

- Oklahoma:
  - Oklahoma City, Murrah Federal building, $5,290,000

- Rhode Island:
  - Providence, Kennedy Plaza Federal building, $7,740,000

- South Carolina:
  - Columbia, U.S. Courthouse annex, $592,000

- Tennessee:
  - Greeneville, U.S. Courthouse, $2,936,000

- Texas:
  - Austin, Veterans Administration annex, $1,028,000
  - Brownsville, U.S. Courthouse, $4,339,000
  - Corpus Christi, U.S. Courthouse, $6,446,000
  - Laredo, Federal building-U.S. Courthouse, $5,986,000

- Utah:
  - Salt Lake City, Federal building-Courthouse, $12,167,000

- Vermont:
  - Burlington, Federal building-Courthouse, $10,000,000

- Virginia:
  - Washington, U.S. Courthouse, $35,997,000
  - White Sulphur Springs, IRS building, $4,949,000
  - Williamsburg, IRS center, $3,829,000

- Nationwide chlorofluorocarbons program, $12,300,000

Mr. HATFIELD. Mr. President, I would like to have the attention of the Senate in order to get our schedule for the next few hours.

Mr. President, I am going to propose a unanimous-consent agreement,
first of all to set aside the D’Amato amendment temporarily in order to take up other amendments. I make that request.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HATFIELD. Mr. President, I now propose a unanimous-consent agreement as follows: that the Shelby amendment in the second degree to the Kerrey amendment be given a half-hour time agreement; that the Kyl amendment which relates to low income energy assistance be given a half-hour, time to be equally divided; a Reid amendment—and may I inquire, again the subject I do not have?

Mr. REID. Mr. Chairman that is to take money from the civilian nuclear waste fund and put it in the community, and the second is the same except to put it in rural health programs.

Mr. HATFIELD. The two Reid amendments each be given 40 minutes equally divided; and that votes on all these amendments at the time of a rollcall, if necessary, begin at 9:30 p.m. So we would be stacking each of these amendments to be voted on if a rollcall is required.

I ask that there be no second-degree amendments in order prior to a motion to table.

Mr. MCCAIN. Reserving the right to object.

Mr. DODD. Reserving the right to object.

Mr. MCCAIN. I would like to add an amendment, depending on the outcome of the Shelby amendment on that list. Mr. DODD. Reserving the right to object, Mr. President.

Mr. HATFIELD. I would like to amend my request, on the contingency of how the Shelby amendment turns out, the Senator from Arizona [Mr. MCCAIN] be recognized for 10 minutes.

I ask unanimous consent that time on the pending amendments prior to the motion to table be equally divided in the usual form and no second-degree amendments be in order prior to a motion to table.

Mr. DODD. Reserving the right to object.

The PRESIDING OFFICER. The Senator from Connecticut.

Mr. DODD. Just to clarify, I ask, Mr. President, whether or not at the expiration of this entire time we would then—the D’Amato amendment would be the pending business. At the conclusion of those rollcall votes beginning at 9:30? I pose that as a question, Mr. President.

Mr. HATFIELD. I am sorry? Mr. DODD. I was inquiring whether or not it is the Senator’s intention at the conclusion of the rollcall votes if necessary, at 9:30, that the pending business would then once again be the D’Amato amendment?

Mr. HATFIELD. The Senator is correct.

Let me make an amendment. I said 9:30. If we add up these times, if all is used—I am hoping some of the time might be yielded back—it would be about 9:40. So, may I get a little flexibility there—between 9:30 and 9:45.

Mr. DODD. Mr. President, reserving again the right to object, understanding at the end of that we would begin the D’Amato amendment?

Mr. HATFIELD. The right back on the D’Amato amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. CHAFEE. Could I direct a question to the manager of the bill? At the conclusion of the rollcall voting are we through for the evening?

Mr. HATFIELD. No. It depends on how many other amendments there are. We will continue. We will continue to do the business of the Senate and be ready for all amendments.

Mr. SHELBY addressed the Chair.

The PRESIDING OFFICER. The Senator from Alabama.

AMENDMENT NO. 487 TO AMENDMENT NO. 485

Mr. SHELBY. Mr. President, the amendment, which is the second-degree amendment, would basically say that all new construction projects under the General Services Administration, the Federal buildings fund, construction and repair projects, where no earth has been turned, no construction permits given, where no committee as far as repairs on the building as yet—in other words, nothing done—this would basically total 1.84 billion dollars’ worth of projects in not every State but a lot of States in the Union, including my State of Alabama where we have a Federal courthouse ready to go with a $46 million projected cost—we have the list—would be knocked out of the appropriations bill. They would be gone.

I will just list them basically.

Montgomery, AL, courthouse, $46 million. That is the first one. Little Rock, AR, courthouse, $13 million; Bullhead City, AZ, FAA grant, $2,200,000; Nogales, AZ, Border Patrol headquarters, $2,998,000; Phoenix, AZ, courthouse, $121,100,000; San Diego, CA, courthouse, $106 million; Santa Ana, CA, courthouse, $121,890,000; Sierra Vista, AZ, courthouse, $121 million; Sacramento, CA, courthouse, $142.9 million; San Francisco, CA, lease-purchase $9 million; San Francisco, CA, courthouse, $4 million; the Washington, DC, U.S. Secret Service headquarters, $113 million; and the list goes on and on.

We have included in there Prince Georges/Montgomery County, MD, FDA consolidation, $234 million. It says that to save this money, at least temporarily, until GSA says we are ready to go. As I said, it is $1.842 billion.

I think the Senator from Nebraska will join me in this amendment. But I will leave that up to him.

Mr. KERREY addressed the Chair.

The PRESIDING OFFICER. The Senator from Nebraska.

Mr. KERREY. I thank the Chair, and I thank the distinguished Senator from Alabama. Having gained majority support for an amendment that added approximately $300 million to the rescissions package, this at least, it seems to me, will now decrease that by $1.8 billion. I believe that this is wise given the fact that we are going to be cutting, we are going to be taking up amendments immediately following this that have to do with low income energy assistance and it will not be the last time that we visit a program where real people are going to have their lives affected in rather serious fashion. This, it seems to me, is setting our priorities straight.

I am pleased that the distinguished Senator from Alabama is offering it as a second-degree amendment, and I am pleased to urge my colleagues to support it strongly.

Mr. SHELBY. Mr. President, I yield 5 minutes to the Senator from Indiana.

The PRESIDING OFFICER. The Senator from Indiana is recognized.

Mr. COATS. Mr. President, apparently through an oversight, mistake, or some other reason Project 31 courthouses that did not meet any of the criteria set out by the Senator from Nebraska but nevertheless made the selected list that was the subject of the last amendment. One of those was in Hammond, IN, the Hammond courthouse. Selected criteria that those on the list were not requested by the General Services Administration. The Hammond courthouse was requested by GSA. I quote from their report.

‘The purpose and need determination, and the... building project survey lead to the conclusion that a new Federal building with expanded courtroom space is required to serve Lake and Porter Counties, Indiana. It was also subject to the time out process another criteria projects were not supposed to have met if they were on the list.

I quote again:

‘Judicial requirements for Hammond have actually grown since the initial time out review. Savings to be identified from application of value engineering techniques during the construction phase of this project will probably not meet the criteria for the project. Otherwise, the project would not be included on the list. I do not know why they were included on the list. I do not know if it was a mistake. But I know there were other projects that did meet the criteria but were not included on the list.

I am not going to speculate why they were not on the list. Nevertheless, because the motion to table was not agreed to, which would have given us an opportunity to construct an accurate list, we now have an amendment before us which will rescind funding for all projects in which construction has not started. That I would suggest
would save a considerable amount of money.

The Senator from Alabama has read some of those courthouses, frankly, many of which met the criteria outlined in the project list from Nebraska but somehow were not on the list. It is a little bit puzzling to this Senator how projects that did not meet the criteria to be rescinded outlined by the Senator from Nebraska made the list but somehow did not meet the criteria were not on the list.

This amendment offered by Senator SHELBY is about fairness. The Senator from Nebraska’s capricious standards were not applied uniformly and singled out particular projects that did not even meet the standards set forth. If Senator KERREY’s purpose is to save taxpayer dollars, which is a commendable purpose, then everything should be on the table as it is in Senator SHELBY’s amendment. Then we are talking about big money. I will just read a few of the several that would really save the taxpayers money.

The courthouse project in Sacramento, CA, $142.9 million, Wheeling, WV, courthouse, $35.8 million; Brooklyn, NY, $43.7 million; Fargo, ND, $20.1 million; and the list goes on. In fact, there are a number of courthouses included in the current amendment that have not even been authorized. We are going to take them all now. We are just going to sweep the whole bundle as long as construction has not started. We are going to take the whole bundle. I regret that those projects which GSA has approved, which GSA subjected to time out and review process, which GSA has certified are legitimate projects, are going to be included in this amendment. But if we are going to include those, then for sure we are going to include every project equitably. Quite frankly, if the Senator from Nebraska’s criteria was actually followed, many, if not all, projects that were on the list, I regret that, but now everybody is in. We can save a ton of money—$1.842 billion. So let us go ahead and do it.

Mr. President, I yield the floor. Mr. KERREY addressed the Chair.

The PRESIDING OFFICER (Mr. FRIST). The Senator from Nebraska.

Mr. KERREY. Mr. President, I take the position that the distinguished Senator from Indiana makes. To be clear on this, the GSA timeout review process was completed in 1993 and then modified after for a variety of reasons. It is one criterion. In my Dear Colleague letter I listed four, and even then, I must say, at some point you do become arbitrary.

The distinguished Senator from Alabama argues that the underlying amendment indicated as much is the case. It is absolutely the case. At some point we do try to make good judgments based upon what we think is fair. And obviously, if it is made it does not quite sound fair. I understand that.

We try, I would say to my friend from Indiana, to be fair. And as I said earlier, I am quite pleased that instead of $900 million, we now have before us $1.8 billion. The question must fall to all of us with this second-degree amendment. What happens to the country if this $1.8 billion is not spent.

In comparison to other things that we are going to be considering not only in this rescission package but later on in the budget resolution when the distinguished Senator from New Mexico finishes his work, I suspect that we are going to be comparing this as a rather small item in comparison and say that it was good policy the distinguished Senator from Alabama rose and put another $1.5 billion on the table.

So I hope my colleagues will when the time comes support the amendment of the Senator from Alabama. Mr. SHELBY. Mr. President, I just want to remind my colleagues that initially in the committee we had cut approximately $75 million perhaps more than the House. We thought in the committee, as I said earlier, that we were trying to be fair in the process. I thought the earlier amendment, the Kerrey amendment was selective and aimed at selected projects. So I thought only to be fair is to take everything including my own courthouse in Montgomery, AL. And if the Senate, Mr. President, if we are spending cuts in Federal buildings which affects just everything, then they can go with the $1.8 billion cut the Shelby amendment offers.

Mr. President, I ask unanimous consent that this list of projects that I alluded to earlier, “General Services Administration Federal Buildings Fund Construction and Repair Projects,” be printed in the RECORD.

There being no objection, the list was ordered to be printed in the RECORD, as follows:

General Services Administration Federal Buildings Fund Construction and Repair Projects

<table>
<thead>
<tr>
<th>Location</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Montgomery, AL Courthouse</td>
<td>$46,320</td>
</tr>
<tr>
<td>Little Rock, AR Courthouse</td>
<td>$33,816</td>
</tr>
<tr>
<td>Bullhead City, AZ FAA Grant</td>
<td>$2,200</td>
</tr>
<tr>
<td>Nogales, AZ Border Patrol HQ</td>
<td>$0</td>
</tr>
<tr>
<td>Phone Booth</td>
<td>$0</td>
</tr>
<tr>
<td>Sierra Vista, AZ Magistrates</td>
<td>$0</td>
</tr>
<tr>
<td>Tucson, AZ Courthouse</td>
<td>$0</td>
</tr>
<tr>
<td>Sacramento, CA</td>
<td>$0</td>
</tr>
<tr>
<td>San Francisco, CA Lease/Purchase</td>
<td>$0</td>
</tr>
</tbody>
</table>

San Francisco, CA Courthouse ... 4,378
Washington, DC, USSS HQ ...... 113,084
Washington, DC, Corps of Eng HQ ... 37,618
Pt. Myers, FL, Courthouse .... 25,851
Jacksonville, FL Courthouse ... 10,633
Albany, GA Courthouse ....... 12,101
Atlanta, GA CDC Laboratory ... 47,000
Atlanta, GA CDC Mercer office bldg ... 40,000
Savannah, GA Courthouse .... 3,000
Hilo, HA facility consolidation ... 12,000
Chicago, IL SSA offices ... 2,167
Hammond, IN Courthouse .. 52,272
Covington, KY Courthouse .... 2,914
London, KY Courthouse ....... 1,323
LaFayette, LA Courthouse ... 3,296
Bowie, MD Census building ... 27,877
PG/Montgomery Countys, MD FDA cons 284,650
Cape Girardeau, MO Courthouse 3,688
Kansas City, MO Courthouse ... 100,721
Omaha, NE Courthouse ... 9,291
Newark, NJ Parking facility .. 9,000
Albuquerque, NM Courthouse ... 45,475
Las Vegas, NV Courthouse ... 4,229
Brooklyn, NY Courthouse .. 43,717
Long Island, NY Courthouse ... 27,398
Fargo, ND Courthouse .... 20,105
Pembroke, ND Border Station ... 93
Cleveland, OH Courthouse .... 28,246
Steubenville, OH Courthouse ... 2,820
Youngtown, OH Courthouse ... 5,747
Scranton, PA Courthouse ... 9,696
Columbia, SC Courthouse annex Greenfield, TN Courthouse ... 592
Austin, TX VA annex ... 1,028
Brownsville, TX Courthouse ... 4,339
Corpus Christi, TX Courthouse ... 4,646
Laredo, TX Courthouse ... 5,986
Highgate Springs, VT Border Station 7,085
Blaine, WA, Border Station ... 4,472
Point Roberts, WA Border Station ... 696
Seattle, WA Courthouse ... 10,949
Beckley, WV Courthouse ... 33,097
Martinsburg, WV IRS Center ... 4,494
Wheeling, WV Courthouse ... 25,829

1,531,227

Repair and alteration projects where contracts have not been let:

San Diego, CA FB/CH ... 3,379
San Pedro, CA Customs ... 4,887
Menlo Park, CA USGS office 6,688
Denver, CO FB/CH ... 8,096
Chicago, IL Federal building ... 47,682
Chicago, IL Dirksen building ... 1,200
Chicago, IL Kuczynski building ... 13,414
Jeffersonville, IN Federal Center ... 13,522
Avenal, CA/DeLaSalle building ... 16,674
Woodland, MD SSA building ... 17,292
Trenton, NJ Clarkson CH ... 14,107
Helvecity, NY IRS Center ... 19,183
Cleveland, OH Celebreeze FB ... 10,972
Oklahoma City, OK Murrah FB Philadelphia, PA Byrne-Green FB/CH ... 5,290
Philadelphia, PA Nix FB/CH ... 13,814
Providence, RI FB/PO ... 7,740
Lubbock, TX FB/CH ... 12,167
El Paso, TX Ysleta Border Station ... 7,292
Richmond, VA annex ... 12,509
Walla Walla, WA Corps of Eng bldg ... 2,800

269,426

Savings identified by the General Services Administration’s timeout and review:

Lukeville, AZ Border Station ... 1,219
San Luis, AZ Border Station ... 3,946
San Francisco, CA Court of Appeals ... 9,003
Mr. KYL. Mr. President, I have an amendment at the desk, No. 434, which I will advise my colleagues I do not intend to call up, but in order to have a time agreement on this amendment which we have discussed to us to discuss for a period of a half an hour right now. We will not have a vote on it, but we will eventually have a vote on it because we are going to have to determine whether it is the House level of rescission or the Senate level of rescission that will prevail. Mr. President, on this I support the House level of rescission.

Let us talk just a little bit about what this program is. The Low-Income Home Energy Assistance Program, or LIHEAP, provides utility assistance for poor families in America as a result of the energy crisis of the late 1970's and early 1980's. It was initiated in 1981 to temporarily supplement existing cash assistance programs to help low-income individuals pay for what were then expected to be higher costs resulting from the energy crisis.

An interesting thing happened. Since the program's creation, real energy prices have declined to pre-1980 levels and according to the CBO 's February 1993 report, "in the low-income population of our country, the real energy price has peaked and then declined, and according to the CBO’s February 1993 report, "in the low-income population of our country, the real energy price has peaked and then declined.

Now, is this just the position of a conservative Republican from Arizona? No. Let me read to you from the budget of the President of the United States, William Clinton, last year:

The President is requesting $720 million. That is half as much as is requested in this year's budget. Here is what the President said: We had to eliminate or refocus many programs including LIHEAP. Why? Well, several factors influenced our decision, he says:

1. LIHEAP began as a response to the severe energy crisis in the early 1970's and early 1980's which caused quantum increases in energy prices. Since then, energy prices and the percentage of income spent by low-income households on home energy decreased substantially.

What began as program—

And I continue to quote here from the President's budget. This is President Clinton's budget requesting a reduction in funds last year.

What began as a program focused on easing the energy crisis has evolved into a very narrowly focused income supplement program which provides average benefits of less than $200, does not target well those low-income households with exceptionally high energy costs in relation to income, and which does little help assisted households achieve independence from the federal program. I am quoting from President Clinton's budget, indicating why this program should have been cut last year.

The administration has made major improvements, he says, in the Nation's basic income supplement programs, including the earned income tax credit for the working poor, expanding the Food Stamps Program and reforming the welfare system. These reductions include the federal income supplement programs such as LIHEAP.

And the President concluded: Considering these factors, we concluded that the time had come to refocus LIHEAP on the energy needs of low-income families and to shift away from income supplement and dependency.

Mr. President, LIHEAP is a very good example of what has happened so often with the Federal budget. A crisis develops at some point in our history which causes us to adopt a Federal program which extracts taxpayer dollars from all over the country and focuses it on a limited segment of our population. We vote to do that because at the time it appears to us that there are fewer people that would require the assistance. But still we have people from all over the United States and, in particular, the Northeast part of the country saying that this is an absolute necessity for the people who are their constituents, they cannot get along without it.

Mr. President, there is a billboard in my community. It has a nice picture of Uncle Sam painted on it, and it says: 'Remember, he's your uncle, not your dad'.

We have to stop relying on the Federal Government to do so many things for us. Yes, there are a lot of things that would be nice if we had the money for them. But as we learned during the debate on the balanced budget amendment, it is time to begin setting priorities. And when the President of the United States, a previous supporter of the program, says it ought to be cut in half because the need for it has been substantially reduced because the energy crisis is over—there are fewer people that would require the assistance—is now gone, should we not in the House and in the Senate be willing to follow that advice, make the tough decision,
set the priority and reduce the spending on the program?

The House of Representatives was willing to do so, but in the Senate, apparently that is not the case.

So, Mr. President, it seems to me that because of all this, the folks in my State about reducing Federal spending and then stand by silent as we adopt this rescission package in the Senate without speaking to this program.

When the conference committee between the Senate and House meets, I am hopeful that a larger rescission will be accepted. I am willing, as I said, not to force this to a vote here and upset the applecart and cause the President to veto the entire rescission package, if he were to do that, because it is important that we get even $13 billion rescinded, although $17 billion would be a better number. But I think the American people need to start focusing on this.

I go back to what I said originally when those who opposed the balanced budget amendment said, “You send us back here to make the tough choices and we will do it,” as we find often times, they are not willing to, and the main reason is because they can always argue the benefit people benefit from the program. That is always the case. But that does not justify every bit of spending, because it is hard-working Americans who get up early in the morning, send their kids off to school, work hard all day long, come home tired and pay plenty of taxes so that programs like this can continue.

It is not meant spirit to say enough is enough. They need to be able to keep more of their hard-earned money to spend as they see fit.

So I think it is time we reexamine this program. I submit that the House rescission number is a better number, and I urge my colleagues in the conference to support that number. I reserve the remainder of my time.

Mr. WELLSTONE addressed the Chair.

The PRESIDING OFFICER. The Senator from Minnesota.

Mr. KERRY. Mr. President, I rise in opposition to the Kyl amendment, which would affect funding for the Low-Income Heating Assistance Program (LIHEAP).

When the United States balances $400 billion of corporate tax benefits again this year, taken exclusively from the most disadvantaged, it violates the average American’s sense of fairness.

I also rise to oppose the other body’s Appropriations Committee’s vote to rescind $1.4 billion from LIHEAP’s fiscal year 1996 budget as part of the Contract with America. That would eliminate complete appropriation for LIHEAP, which gives home heating grants to low-income Americans. The program serves 5.6 million households nationwide or about 10 percent of the home eligible to receive LIHEAP support.

Mr. President, in Massachusetts and other regional cold-weather States, energy prices continue to rise along with the increase in poverty. Many of the people who rely on LIHEAP have jobs, but simply can’t make enough to get by when the temperature drops and the bills come in.

In Massachusetts, 143,000 households receive LIHEAP funding. If the program is eliminated, Massachusetts stands to lose $54 million for fiscal year 1995.

Eliminating LIHEAP could be a death sentence for some Massachusetts families, for the elderly, and for children who may be forced to choose between heat and food or medicine. No one should have to make that kind of choice.

That is why I and 35 senators from both parties have sent a letter to Senator Mark Hatfield, chairman of the Senate Appropriations Committee, urging restoration of LIHEAP funds in the rescission package.

LIHEAP is a block grant administered by State and local governments, and is one of the most cost-effective and efficient Federal subsidy programs. Seventy percent of LIHEAP recipients do not receive Federal government relief. They are related to Family with Dependable Children or food stamps, but rely on this aid to supplement their monthly income during the winter months.

Mr. President, I would like to close by offering the following graphic illustration of the importance of this issue.

The December before last, a fire burned down a small apartment building in the Mount Pleasant region of DC, burning to death two little girls, Amber and Asia Spencer, ages 6 and 5. Neighbors recalled Amber’s last words—“Please, please, help us.” The girls were killed by a fire when one of the candles that was used to heat their apartment fell over. The electricity had been turned off two months earlier when the girl’s guardian—their grandmother—could not afford to pay the heating bill.

Every winter children across the country are killed or jeopardized by fires caused by desperate attempts to keep warm or to lighten darkened homes. Mr. President, this country cannot abide this sad state of affairs. We can and we must do better—not worse—by the children and families who need the bare necessities to survive.

Mr. WELLSTONE. Mr. President, I know there are other colleagues on the floor who wish to speak on this, and we have had some discussion with the Senator from Arizona. I think we have an agreement on how to proceed. I appreciate the discussions that I have had with the Senator from Arizona.

Let me just make a couple of points. The first point is that I think that sometimes the profound mistake we make on the floor of the Senate is that there just are no people and no faces behind the statistics. I met at home with Alida Larson, and there were a number of other low-income citizens from Minnesota—understand full well, Minnesota is a cold-weather State—and each of them told their stories.

In my State of Minnesota, there are around 330,000 low-income people who really depend upon this small amount of support averaging about $330 a year which for them quite often can be the difference between being able to stay in their home or not.

Mr. President, 110,000 households, 30 percent of which the head of household is elderly, 40 percent of which households have a child, over 50 percent of which have someone working but working at low wages, 40 percent of whom after a year no longer receive this.

In the State of Minnesota, the Low Income Home Energy Assistance Program is not an income supplement. It is a survival supplement. For many, many families without this assistance, it is the choice between heat or eat.

My colleague says, “Well, the cost of energy has gone down.” I say to my colleagues, we have seen a dramatic increase in poverty in the United States of America. We are talking about elderly people, we are talking about families with wage earners but low wages, we are talking about children. And in my State of Minnesota, there is tremendous support for the Low-Income Home Energy Assistance Program—tremendous support.

I think that my colleague will find that Senators from the Northeast and Midwest, whether they are Democrats or Republicans, feel very strongly about this.

Mr. President, finally, because I am going to stay within 5 minutes or less, as to the choices that we need to make, yes, let us move forward on deficit reduction and, yes, let us move forward to balancing the budget.

Mr. SPECTER. Will the Senator yield for this purpose?

Mr. WELLSTONE. I actually would be willing to except that I only have about 2 minutes before I have to literally leave the Chamber, but I will go ahead real quick.

Mr. SPECTER. The question is how much time he will take. There are quite a few speakers on this side.

Mr. WELLSTONE. Before my colleague came in, I made it clear I was going to stay within 5 minutes or so because I know there are other colleagues who wish to speak.

Mr. SPECTER. I thank the Senator.

Mr. WELLSTONE. Absolutely.

Mr. President, by way of conclusion, if we are going to be talking about cuts, look to subsidies for oil companies, look to subsidies for pharmaceutical companies, look to all sorts of deductions and loopholes and dodges that affect large corporations and large financial institutions in America.

For God’s sake, Mr. President, let us not cut a program that for many, many Americans in the cold-weather States is not an income supplement but a survival supplement.

I yield the floor.

Mr. NICKLES addressed the Chair.
The PRESIDING OFFICER. The Senator from Oklahoma.

Mr. NICKLES. Mr. President, will the Senator from Arizona yield me 1 minute?

Mr. KYL. I yield 1 minute to the Senator from Wisconsin.

Mr. NICKLES. Mr. President, I wish to compliment my colleague from Arizona for his amendment. If we were to eliminate this program for the years 1996 through 2000, we would save $10 billion from the budget authority and $7 billion in outlays. If we adopted the Senator's amendment, we would save $1.3 billion. I think that would be a step in the right direction. This program was not created to be a welfare program, and I think our colleague from Arizona is exactly right, if we want to cut spending, this would be an excellent example.

I compliment him for his amendment. I urge it be adopted. I yield the floor.

Mr. KOHL addressed the Chair.

The PRESIDING OFFICER. The Senator from Wisconsin.

Mr. SPECTER. Mr. President, we have a time agreement. How much time does the Senator wish?

Mr. KOHL. Three minutes.

Mr. SPECTER. Can he settle for 2?

Mr. KOHL. All right.

Mr. KOHL. Mr. President, I strongly oppose this amendment which completely eliminates the Low-Income Home Energy Assistance Program. This program helps low-income elderly, the disabled, and working poor to cover a portion of the heating of their homes.

Mr. President, the bill we are considering today is a disaster relief bill. It is about helping people fight back against the wrath of nature, whether it be floods, earthquakes or other natural emergencies. When disaster strikes, Americans band together to help those who are down on their luck and to afford everyday necessities.

Heat, food and shelter are everyday necessities. Mr. President. Low-income families and the elderly who must confront bitter cold weather year in and year out are no less deserving of compassion than victims of a flood or earthquake.

The House made the unfortunate decision to eliminate or kill LIHEAP. The Senate Appropriations Committee, under the direction of the distinguished Senator from Oregon and the distinguished Senator from Pennsylvania, wisely rejected this cut. Home energy costs consume an unreasonably high portion of resources for those with limited incomes, particularly during harsh winters.

My colleague from Arizona is fortunate to come from a warm-weather State. In fact, many people from my own State of Wisconsin retired to his fine State because of the very appealing weather. Unfortunately, not everyone can afford to leave their homes to avoid the cold. Often, low-income families and the elderly are forced to choose between food, medicine or heat.

Mr. President, this is a choice that no one should have to make in our country. Although we must cut Federal spending and we must control our deficit, it should not be done at the expense of people's health and safety.

We must preserve LIHEAP and reject the House cut. I urge my colleagues to oppose the Kyl amendment. Thank you.

Mr. SPECTER. I ask my colleagues from Vermont how much time he needs.

Mr. JEFFORDS. Two minutes.

Mr. SPECTER. Mr. President, how much time remains?

Mr. SPECTER. I yield 2 minutes to the Senator from Vermont.

Mr. JEFFORDS. Mr. President, I rise in opposition to the amendment of the Senator from Arizona. It may well be that we should take another look at this program, but this is no place to do it. There may be States like Arizona and Oklahoma and others that may be willing to shoulder the burden under LIHEAP because they do not have the needs of some of the other areas of the country.

In my State of Vermont, this is a critical program. Over the last 3 years, energy prices have gone up in Vermont by 21 percent. At the same time, LIHEAP funding has gone down by $300 million.

The average family who receives LIHEAP assistance spends over 18 percent of its income on energy. This is three times the energy burden for median-income families. I would expect a lot less for those in Arizona and Oklahoma. Fifty-five percent of all LIHEAP homes include at least one child under the age of 18 and 43 percent include a senior citizen. Both figures are far above the national average. Without LIHEAP assistance, many recipients could not afford to pay their heating bills in the winter and many would be forced to choose between heat and food. Rescinding LIHEAP will also force energy providers in Vermont, and many other areas, many of whom are small unregulated businesses, to choose between not getting paid for the energy they provide and cutting off their needy customers.

LIHEAP is well run and administered by State and local governments who keep administrative costs at about 8 percent, far below the average, so the money is getting to those who need it. It has strong bipartisan support from Senators in my region and all around the country.

I urge defeat of the amendment.

Mr. SPECTER. How much time does the Senator want dese...

Mr. DODD. Mr. President, this amendment would reduce the LIHEAP appropriation by $1.3 billion. If we adopted the amendment, we would save $1.3 billion. If we were to adopt the amendment, we would save $1.3 billion. This program was not created to be a welfare program, and I think our colleague from Arizona is exactly right, if we want to cut spending, this would be an excellent example.

I compliment him for his amendment. I urge it be adopted. I yield the floor.

Mr. KOHL. Mr. President, I strongly oppose this amendment which completely eliminates the Low-Income Home Energy Assistance Program. This program helps low-income elderly, the disabled, and working poor to cover a portion of the heating of their homes.

Mr. President, the bill we are considering today is a disaster relief bill. It is about helping people fight back against the wrath of nature, whether it be floods, earthquakes or other natural emergencies. When disaster strikes, Americans band together to help those who are down on their luck and to afford everyday necessities.

Heat, food and shelter are everyday necessities. Mr. President. Low-income families and the elderly who must confront bitter cold weather year in and year out are no less deserving of compassion than victims of a flood or earthquake.

The House made the unfortunate decision to eliminate or kill LIHEAP. The Senate Appropriations Committee, under the direction of the distinguished Senator from Oregon and the distinguished Senator from Pennsylvania, wisely rejected this cut. Home energy costs consume an unreasonably high portion of resources for those with limited incomes, particularly during harsh winters.

My colleague from Arizona is fortunate to come from a warm-weather State. In fact, many people from my own State of Wisconsin retired to his fine State because of the very appealing weather. Unfortunately, not everyone can afford to leave their homes to avoid the cold. Often, low-income families and the elderly are forced to choose between food, medicine or heat.

Mr. President, this is a choice that no one should have to make in our country. Although we must cut Federal spending and we must control our deficit, it should not be done at the expense of people's health and safety.

We must preserve LIHEAP and reject the House cut. I urge my colleagues to oppose the Kyl amendment. Thank you.

Mr. SPECTER. I ask my colleagues from Vermont how much time he needs.

Mr. JEFFORDS. Two minutes.

Mr. SPECTER. Mr. President, how much time remains?

Mr. SPECTER. I yield 2 minutes to the Senator from Vermont.

Mr. JEFFORDS. Mr. President, I rise in opposition to the amendment of the Senator from Arizona. It may well be that we should take another look at this program, but this is no place to do it. There may be States like Arizona and Oklahoma and others that may be willing to shoulder the burden under LIHEAP because they do not have the needs of some of the other areas of the country.

In my State of Vermont, this is a critical program. Over the last 3 years, energy prices have gone up in Vermont by 21 percent. At the same time, LIHEAP funding has gone down by $300 million.

The average family who receives LIHEAP assistance spends over 18 percent of its income on energy. This is three times the energy burden for median-income families. I would expect a lot less for those in Arizona and Oklahoma. Fifty-five percent of all LIHEAP homes include at least one child under the age of 18 and 43 percent include a senior citizen. Both figures are far above the national average. Without LIHEAP assistance, many recipients could not afford to pay their heating bills in the winter and many would be forced to choose between heat and food. Rescinding LIHEAP will also force energy providers in Vermont, and many other areas, many of whom are small unregulated businesses, to choose between not getting paid for the energy they provide and cutting off their needy customers.

LIHEAP is well run and administered by State and local governments who keep administrative costs at about 8 percent, far below the average, so the money is getting to those who need it. It has strong bipartisan support from Senators in my region and all around the country.

I urge defeat of the amendment.

Mr. SPECTER. How much time does the Senator want dese...

Mr. DODD. Mr. President, this amendment would reduce the LIHEAP appropriation by $1.3 billion. If we adopted the amendment, we would save $1.3 billion. If we were to adopt the amendment, we would save $1.3 billion. This program was not created to be a welfare program, and I think our colleague from Arizona is exactly right, if we want to cut spending, this would be an excellent example.

I compliment him for his amendment. I urge it be adopted. I yield the floor.

Mr. KOHL. Mr. President, I strongly oppose this amendment which completely eliminates the Low-Income Home Energy Assistance Program. This program helps low-income elderly, the disabled, and working poor to cover a portion of the heating of their homes.

Mr. President, the bill we are considering today is a disaster relief bill. It is about helping people fight back against the wrath of nature, whether it be floods, earthquakes or other natural emergencies. When disaster strikes, Americans band together to help those who are down on their luck and to afford everyday necessities.

Heat, food and shelter are everyday necessities. Mr. President. Low-income families and the elderly who must confront bitter cold weather year in and year out are no less deserving of compassion than victims of a flood or earthquake.

The House made the unfortunate decision to eliminate or kill LIHEAP. The Senate Appropriations Committee, under the direction of the distinguished Senator from Oregon and the distinguished Senator from Pennsylvania, wisely rejected this cut. Home energy costs consume an unreasonably high portion of resources for those with limited incomes, particularly during harsh winters.

My colleague from Arizona is fortunate to come from a warm-weather State. In fact, many people from my own State of Wisconsin retired to his fine State because of the very appealing weather. Unfortunately, not every one can afford to leave their homes to avoid the cold. Often, low-income families and the elderly are forced to choose between food, medicine or heat.

Mr. President, this is a choice that no one should have to make in our country. Although we must cut Federal spending and we must control our deficit, it should not be done at the expense of people's health and safety.

We must preserve LIHEAP and reject the House cut. I urge my colleagues to oppose the Kyl amendment. Thank you.

Mr. President, we hear a lot of talk about a beltway mentality, but it seems to me that this amendment reflects a Sunbelt mentality. I do not know how many people have spent any time in the Northeast during the winter months, but we have at least 5 months of the year during which the average temperature is below freezing. In many months it is not just sub-freezing, it is subzero. When you get to northern Maine, we are talking about 20 or 30 below zero many days.

We have a lot of poor people in our State. There are some 62,000 people who are beneficiaries of this particular program. Many of them are elderly. Forty percent of those who receive LIHEAP benefits around the country are elderly. So we are putting people who have an income of approximately
$8,000, whose energy bills consume almost 18 percent of their income, and we are now saying cut the program out, prices are low enough that they can afford it.

But they cannot afford it. This is a small program compared to some others that we have provided to the citizens of this country. I know it may be nice to live in a warm climate. It has been mild here in Washington, as I am sure it is in the West. In the Northeast, and throughout the industrial belt, it is very cold.

I submit to my colleagues that it would be a terrible tragedy to cut this program.

Mr. Speaker. Mr. President, how much time remains?

The PRESIDING OFFICER. Three minutes 20 seconds.

Mr. SPECTER. I yield a minute and a half to the Senator from Maine, [Ms. SOWE].

Ms. SNOWE. I thank the Senator. I certainly want to be on record in support of this most important program to so many people in my State, and certainly in the Northeast.

I was part of an effort back in 1980 in the House of Representatives to create this program. It was in response to a crisis. That is not unusual for the number of programs that are created in the U.S. Congress. But Congress intended it to be a long-term program, because it was serving the poorest of the poor. It is a means-tested program. It serves a number of people. Yet, it only serves 25 percent of those individuals who are actually eligible to receive benefits under this program.

This program, in real terms, has been reduced by 50 percent since 1985—50 percent. I know the Senator from Arizona was referring to the President's budget last year of $700 million, and that even the President was recommending a 50 percent reduction. He recommended that reduction because he wanted to remove the Southern States from that program. In fact, in 1994, the President recommended a supplemental increase for the low-income fuel assistance program of more than $300 million, which I think demonstrates the President's commitment to this program. But who does this program serve? Of the roughly 5.6 million households that receive low-income fuel assistance program of less than $8,000. More than one-half have had incomes below $6,000. Thirty percent of these recipients are poor, elderly people, and 20 percent are disabled.

In my home State, 74 percent of these recipients are elderly people on fixed incomes. We are supporting people who need to have the benefits of this very valuable program.

Mr. SPECTER. Mr. President, how much time remains?

The PRESIDING OFFICER. Two minutes remain.

Mr. SPECTER. Mr. President, those who may be watching on C-SPAN 2 may be wondering why so little time is allocated here. This has been an effort by the Senator from Arizona, Senator Kyl, to air the subject, but it is not going to be brought to a vote. Were it to be brought to a vote, there would be substantially more time allocated for this very vital need.

The Senators who have come to the floor have spoken for very limited periods of time and have done so to register their passionate concern about this issue. As chairman of the subcommittee, I really have put a cap on this issue and brought it to the floor, we have very carefully considered the totality of the package, and the Senate has met the House figure—the House figure totaling $17.3 billion, and the Senate figure is in excess of $13 billion. But the difference is accommodated by deferring the expenditures on FEMA, the Federal Emergency Management Agency.

Our subcommittee and the full committee determined that this funding should remain in LIHEAP because of its importance. The statistics have already been cited and I shall not repeat them. But the overwhelming majority of people have annual incomes of less than $8,000, or even $6,000, and regarding the choice of many elderly for either heating or eating, when there are emergency measures taken on alternative makeshift heating and lighting devices, an enormous number of deaths result—11 people, mostly children, in Philadelphia this year, in a 5-month period, from August 1992 to January 1993. While we do not have nationwide figures, they would be enormous.

This is one of the most urgent programs in the Federal budget. It exemplifies what I have said. While I am committed and I think the Congress is committed on consensus to balancing the budget by the year 2002, it has to be done with a scalpel and not a meat ax.

This is a very, very, important program. It was there a longer period of time. I think we would have heard many Senators coming to the floor. Some 35 have signed a letter.

Mr. President, I note my colleague from Pennsylvania on the floor. I would ask how much time remains.

The PRESIDING OFFICER. All time has expired.

Mr. SPECTER. May I ask unanimous consent that my colleague be permitted to speak for up to 2 minutes?

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. SANTORUM. I thank the Senator for yielding time to me. I wanted to echo his remarks. This is a very important program for a lot of people in my area of the country, and in Pennsylvania particularly.

This is a program that, frankly, has not been funded to the levels that really are going to meet the needs of the people in the communities who are low income, who are not able to keep the houses warm at night.

I can say from having visited homes that have enjoyed the energy assistance program, enjoyed the benefits, that it provides that degree of safety and comfort that the houses will be warm on these cold winter nights that we have had up in our area of the country.

I congratulate the Senator for his great work on defending this program, because it is a regional program in a sense. It is a program that disproportionately benefits one area, the area that has colder temperatures. As a result, it is always on the chopping block because it is a program that meets very vital needs in providing people basic shelter and warm comfort during the very cold winter days.

I congratulate the Senator for his great work on this project. I look forward to continuing support of this program.

Mr. SPECTER. Mr. President, I thank my colleague, and I ask unanimous consent that certain documents be included in the Record which lend some actual support to this statement—but some factual support that should be printed in the CONGRESSIONAL RECORD.

There being no objection, the material is ordered to be printed in the Record as follows:

ARGUMENTS TO MAINTAIN LIHEAP FUNDING

A cut to LIHEAP funding will have a significant impact on current recipients who already have difficulty in meeting their energy bills, many having to choose between food and fuel.

Elimination of the program could be devastating, since it brings potentially life-saving relief to nearly 6 million poor families, or roughly 15 million individuals; about 30 percent of the recipients are elderly, and 20 percent are disabled.

Over 70% of LIHEAP recipients have annual incomes of less than $8000; more than half have annual incomes of less than $6000. Energy costs consume nearly 20% of these lower incomes. 25% of LIHEAP recipients receive no other federal assistance.

LIHEAP was able to serve less than 25% of eligible households in fiscal year 1994. The average LIHEAP benefit is only about $200.

Each winter, there are cases of children dying from the use of dangerous alternative heating sources, like candles.

Contrary to some claims, low income households do not face appreciably reduced energy costs compared to the 1970’s and early 1980’s.

Energy prices for natural gas and electricity are just as high today as they were in the 1970’s, even in constant dollars.

50% of LIHEAP recipients heat with natural gas.

Increased competition among utilities has intensified cost-cutting, making it unlikely they would absorb LIHEAP costs that could put them at a competitive disadvantage. If LIHEAP were abolished, we could expect a major increase in households losing utility services, and increased homelessness.

This program has already suffered large cuts; current funding is $781 million, or 37 percent below its 1985 level.

FUNDING HISTORY

1985—$2,100,000,000.00
1986—$2,010,000,000.00
1987—$1,825,000,000.00
1988—$1,532,000,000.00
1989—$1,383,000,000.00
Mr. KYL. Mr. President, I ask unanimous consent to address the Senate for 1 minute.

Mr. SPECTER. Let me respond briefly to the Senator from Arizona.

We have made very substantial cuts in this program. And when he says that this is an illustration of, if we do not cut here, where are we going to cut to cut this $1 trillion budget deficit? We have to start somewhere.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. SPECTER. Let me respond briefly to the Senator from Arizona.

We have made very substantial cuts in this program. And when he says that this is an illustration of, if we do not cut here, where are we going to cut to cut this $1 trillion budget deficit? We have to start somewhere.

I think when all of the Senators came running to the floor here to speak for the enormous amount of 90 seconds, they did so because of their very deep concern for the program and this is a priority item which ought to stay, I thank the Chair.

Mr. KENNEDY. Mr. President, I oppose the Kyl amendment, which would eliminate the Low-Income Home Energy Assistance Program.

Mr. KENNEDY. Mr. President, I oppose the Kyl amendment, which would eliminate the Low-Income Home Energy Assistance Program.

Over 6 million people received aid with heating costs under the Low-Income Home Energy Assistance Program last year.

In Massachusetts, LIHEAP served 143,000 households in 1994. It provided the LIHEAP program with energy much-needed relief in the winter of 1993–94, which was extremely harsh.

Seventy-two percent of the families receiving LIHEAP have incomes below $8,000. These families spend an extremely burdensome 18 percent of their incomes on energy costs, compared to the average middle-class family, which spends only 4 percent.

Nearly half of the households receiving heating assistance are comprised of elderly or handicapped individuals.

Researchers at Boston City Hospital have documented the “heat or eat effect”—higher utility bills during the coldest months cause some low-income families to spend less money on food. The result is increased malnutrition among children.

The study found that almost twice as many low-weight and undernourished children were admitted to the Boston City Hospital emergency room immediately following the coldest month of the winter. Low-income families should not have to choose between heating and eating.

But the poor elderly will be at the greatest risk if LIHEAP is terminated, because they are the most vulnerable to hypothermia. In fact, older Americans accounted for more than half of all hypothermia deaths in 1991.

In addition, elderly households are 28 percent more likely than all households to live in homes built before 1940. These homes tend to be less energy efficient than newer homes, placing the elderly at greater risk.

Many low-income elderly who have trouble paying their energy bills substitute alternative heating devices—such as room heaters, fireplaces, and wood burning stoves—for central heating. Between 1986 and 1990, heating equipment was the second leading cause of fire deaths among the elderly. In fact, the elderly were 2 to 12 times more likely to die in a heating related fire than adults under 65.

LIHEAP is not only vital for low-income Americans, it also benefits communities as well. As Robert Coard, president of Action for Boston Community Development, wrote in a Boston Globe editorial last month, ‘‘LIHEAP—

** ** 

employs large numbers of community people who may have trouble finding work in industries requiring sophisticated high-technology skills. Many are multilingual—a major asset for this program. The oil vendors who work with the program include many mom-and-pop businesses that depend on fuel assistance to survive. The dollars spent go right back into the economy.

The winter of 1993–94 was especially harsh. In January, the temperature in Boston averaged 20.6 degrees. At the same time, the price of oil rose to meet the increased demand for heating assistance.

If Senate Republicans are serious about helping the elderly, they will preserve funding for the Low-Income Home Energy Assistance Program and stop raiding the wallets—or in this case the furnaces—of those who need help the most.

I urge my colleagues to defeat the Kyl amendment.

Mr. KYL. Mr. President, I ask unanimous consent to address the Senate for 30 seconds.

Mr. FORD. Mr. President, I reserve the right to object. We could go back and forth, and we have Senators standing here who have been standing here the whole time to bring up their amendments. I will not object to 1 minute, but after that—

Mr. KYL. Mr. President, 30 seconds. I just wanted to close the debate that I began, if I could.

Reasonable people will differ. The House of Representatives trimmed us by $1.3 billion. It seems to me that they represent all regions of the country just as much as Senators do.

I do not doubt the sincerity of anyone who speaks in here. But I do doubt the Congress’ commitment if we cannot start with a program like this. And I hope that when the conference meets, we will rescind more.

The PRESIDING OFFICER. All time has expired. Under the previous order, the Senator from Nevada is recognized to offer an amendment.

AMENDMENT NO. 48 TO AMENDMENT NO. 48

Purposes: To restore $14,700,000 of the amount available for substance abuse block grants.

Mr. REID. Mr. President, I send an amendment to the desk on behalf of Senator BRYAN and myself and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from Nevada (Mr. REID), for himself and Mr. BRYAN, proposes an amendment numbered 48 to amendment No. 420.

Mr. REID. Mr. President, I ask unanimous consent further reading be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 14, between lines 12 and 13, insert the following:

NUCLEAR WASTE DISPOSAL FUND (RESCISSION)

Of the funds made available under this heading in Public Law 103-316, $14,700,000 are rescinded.

On page 28, strike lines 18 through 23.

Mr. REID. I further ask, Mr. President, there is about 3 minutes extra on this time block. I ask unanimous consent that the time equally divided for the first amendment I will offer, instead of 40 minutes be about 43 minutes, 44 minutes, whatever is left.

The PRESIDING OFFICER. Without objection, it is so ordered.

The time will be 43 minutes equally divided between the two sides.

Mr. REID. Mr. President, this amendment is very direct and to the point. This year, the money for developing a permanent repository for the disposal of civilian nuclear waste has increased by $30 million, to where it is now almost $400 million to dig a hole in the
ground in Nevada. $400 million for 1 year. They have not spent all that money, of course. They cannot spend all the money, of course.

What this amendment says is, “Let’s take part of that money and put it in a program that I think is extremely important. This, Mr. President, would take the money from the nuclear waste, $14.7 million, and replenish the money that was deleted from a program that benefits every person in this body—every Senator in this body and every member of the House of Representatives.

It is a substance abuse block grant. Let me, Mr. President, talk a little bit about what the substance abuse block grant does, and then I ask my colleagues whether the money should be spent for these purposes or whether the money should be spent for digging a hole in the ground and spending $400 million in the State of Nevada.

Mr. President, I am not saying they should spend money. They will spend hundreds of millions of dollars. I am taking only $14.7 million from almost $400 million. That is what I am doing, replenishing a program that is tremendous.

I am going to talk about some of the benefits of the substance abuse block grant money in the little State of Nevada. Little in the sense that there are not many people there.

However, Mr. President, the program in that little State of Nevada funds 26 community-based nonprofit agencies. In 1994, approximately 7,000 individuals received treatment ranging from detoxification to long-term residential care.

An additional 9,000-plus individuals were served in civil protective custody programs. An estimated 2,000 individuals will be placed on treatment waiting lists because they simply do not have rooms for them during the year. Those waiting at any point, 37 percent of those have been waiting for over a month.

What we need to keep in mind is that substance abuse treatment money that I am going to talk about, Mr. President, is money that is spent. We will save untold millions of dollars in spending these moneys.

It saves lives, restores hope. In Nevada, substance abuse is a primary factor in 55 percent of child abuse investigations. Over half of the child abuse investigations, when they are investigated, find are a result of some kind of substance abuse.

Mr. President, I am talking about Nevada. There are programs like this all over the country. The Family Preservation Program funded by the Bureau of Alcohol, and Drug Abuse accepts 42 families.

Mr. President, 100 percent of these families would lose their children due to abuse or neglect, unless a parent is willing to participate in the intensive day program.

The reason I mention this is that we know that it costs about $40,000 a year on an average to keep a kid in a reformatory—$40,000 a year. This whole program in the State of Nevada costs $85,000. If we keep two kids out of prison, out of a reformatory, we have made the nut, so to speak. And then it is gravy for the remaining 42 families.

And some of these families, of course, have one child. Thus foster placement is not necessary.

First, let me say this. I have said the parents have to be willing to participate. If they do not participate in the program the kids are taken from them. This program has a success rate 1 year after treatment. That is tremendous. In other words, foster placement is not necessary in 90 percent of the families who go through intensive treatment. Those of us who know about foster care, we know it is a lot better than nothing but it is not as good as a parent. That is what this program does, is allow parents to maintain contact with their children. This $85,000 investment of treatment averts $2 million in foster care money alone.

Mr. President, I ask if the Chair would advise the Senator from Nevada when he has 5 minutes remaining on this amendment.

Mr. President, another successful initiative is something we have in Reno, NV, called Ridge House, a program for ex-felons. Ridge House tracked reincarceration for individuals in the program they serve, and found the program has a recidivism rate of 22 percent—not in a 1-year period. We usually hit our good statistics the first year. After 3 years, a 22 percent return rate, so to speak. The average is about 80 percent.

This program is 400 percent better than if we did nothing.

This is significant because again we are talking about a 3-year program. It is not the first year—things are usually pretty good the first year. It is a 3-year program with a little over 20 percent recidivism rate in money. It is almost 80 percent. The success of this program means that 78 percent of the ex-felons served have not re-offended, have jobs, and are contributing members of society 3 years after treatment.

In 1993 the Ridge House served 32 individuals at a cost to this—of $945 an ex-felon served. The annual budget of these 32 individuals would not keep a person in prison for a year.

A study at Saint Mary’s, which is a Catholic hospital, has done a study in Reno—they did a chemical dependency program study. They evaluated their health care situation for the year before and the year after treatment. These statistics are staggering. And we have to determine tonight whether we are better spending the money digging a hole or putting it in programs that save lives and protect families.

The study showed that emergency room visits were reduced by 62 percent for people who were in the program, and hospital days were reduced by 73 percent. This demonstrates that other health care costs are reduced when treatment is available and accessible.

Moreover, results of a pilot outcome study conducted by the University of Nevada Institute For Applied Research found a significant reduction for those presently awaiting charges, trial, or sentencing 3 months after discharge from treatment compared to before treatment. So what we are determining is that those people who are part of the program do a lot better by a significant number. The study also found that the average net income doubled when comparing pretreatment to 3 months after discharge.

These programs and these studies show one of the most important elements of substance abuse is treatment, especially within the context of this debate. Mr. President, I voted happily last year to spend $11 billion for new police officers; $11 billion for new prisons, prison facilities. I am talking here about restoring some of the money that is being rescinded for programs that will not keep people in jail. We will have to have new police officers. All we are talking about is not digging a hole in the ground quite as deep, maybe—in fact if they spend the money, although it has been proven it is one of the most wasteful programs in the history of America. We are taking $14.5 million approximately out of a $400 million program to restore these moneys.

Another important function of the substance abuse block grant is the prevention program the Nevada Bureau of Alcohol and Drug Abuse funds 100 sites around the State, including programs that would not exist any other way in rural Nevada. These programs serve in excess of 10,000 people. Nevada has adopted a risk and resiliency framework which emphasizes funding programs which reduce the risk factors associated with alcohol and other drugs, and programs which strengthen the resiliency or protective factors.

One of the most successful preventive programs is something called HACES, which stands for Hispanics Assisting Communities with Excellence for Students. Mr. President, listen to this. This program works only with high-risk Hispanic students and includes Saturday workshops along with community work. Students can only participate on Saturdays if they have missed no school during the week. Parental involvement is required.

What were the results? Staggering. Compared to a control group, school absenteeism was reduced by 73 percent and the dropout rate was 75 percent lower. One of the largest dropout rates of any ethnic group in America is that of Hispanics. All of the country, it is a fact. In this program we have a 75 percent lower dropout rate. How can anybody not vote for this?

Satisfactory academic progress occurred in 91 percent of the students, compared to 48 percent year before, and the year after treatment. These statistics are staggering. And we have to determine tonight whether we are better spending the money digging a hole or putting it in programs that save lives and protect families.

Satisfactory academic progress occurred in 91 percent of the students, compared to 48 percent year before, and the year after treatment. These statistics are staggering. And we have to determine tonight whether we are better spending the money digging a hole or putting it in programs that save lives and protect families.
Mr. Reid. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

Mr. Byrd. Mr. President, it is my understanding that the time is running and being charged against our side.

The PRESIDING OFFICER. That is correct.

Mr. MURKOWSKI. How much time remains?

The PRESIDING OFFICER. Sixteen minutes 6 seconds.

Mr. MURKOWSKI. We would like to reserve some time to speak against the Reid amendment. I would like to accommodate the senior Senator from West Virginia as well. I wonder how much time he would intend to take. I have no objection to splitting the time. But if it going to come off our side, then I would ask, for some consideration.

Mr. Byrd. Mr. President, I do not want to discommode either side. I could delay until another day to do the speech. I wanted to speak with reference to Senator Hefflin's retirement. I thought in view of the fact that nothing was transpiring I might be able to use that time. But it really is all right with me if Senators prefer that I not do that.

Mr. MURKOWSKI. If I may respond, I, too, would enjoy hearing a little reference to Senator Hefflin very much. Perhaps, if I may inquire again. There is no time on the other side on this amendment. Is that correct?

The PRESIDING OFFICER. The Senator from Nevada has 7 minutes 39 seconds.

Mr. Reid. I had 9 minutes a little while ago. The PRESIDING OFFICER. The time has been running.

Mr. MURKOWSKI. I wonder if the Chair could delay until another day to do the speech. I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. MURKOWSKI. I thank the Chair.

Mr. President, I am very sensitive to the concerns of the Senator from Nevada about the issue of nuclear waste policy. However, I must rise in opposition to the amendment. As chairman of the Energy Committee I take the opportunity to do so, and I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. MURKOWSKI. I thank the Chair.

Mr. President, I am very sensitive to the concerns of the Senator from Nevada about the issue of nuclear waste policy. However, I must rise in opposition to the amendment. As chairman of the Energy Committee I take the opportunity to do so, and I would be happy to yield the remaining time to the Senator from West Virginia.

Mr. MURKOWSKI. I, too, would enjoy hearing a little reference to Senator Hefflin very much. Perhaps, if I may inquire again. There is no time on the other side on this amendment. Is that correct?

The PRESIDING OFFICER. The Senator from Nevada has 7 minutes 39 seconds.

Mr. Reid. I had 9 minutes a little while ago. The PRESIDING OFFICER. The time has been running.

Mr. MURKOWSKI. I wonder if the Chair could delay until another day to do the speech. I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. MURKOWSKI. I thank the Chair.

Mr. President, I am very sensitive to the concerns of the Senator from Nevada about the issue of nuclear waste policy. However, I must rise in opposition to the amendment. As chairman of the Energy Committee I take the opportunity to do so, and I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. MURKOWSKI. I thank the Chair.

Mr. President, I am very sensitive to the concerns of the Senator from Nevada about the issue of nuclear waste policy. However, I must rise in opposition to the amendment. As chairman of the Energy Committee I take the opportunity to do so, and I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. MURKOWSKI. I thank the Chair.

Mr. President, I am very sensitive to the concerns of the Senator from Nevada about the issue of nuclear waste policy. However, I must rise in opposition to the amendment. As chairman of the Energy Committee I take the opportunity to do so, and I would be happy to yield the remaining time to the Senator from West Virginia.

The PRESIDING OFFICER. The Senator from Nevada.
Mr. REID. Reserving the right to object—and, of course, I will not object, I am wondering how long the Senator intends to speak, approximately?

Mr. BYRD. I do not think I will go beyond 15 minutes.

The PRESIDING OFFICER. The Senator from West Virginia is recognized.

Mr. BYRD. Mr. President, I thank the Chair.

SENATOR HOWELL HEFLIN

Mr. BYRD. Mr. President, on October 28, 1919, the National Prohibition Act, also known as the Volstead Act, was passed by Congress over President Wilson’s veto of the previous day. The act defined as intoxicating, any liquor containing at least one-half of one percent alcohol, and provided for enforcement of the provisions of the Eighteenth Amendment.

This singular event was to usher in the colorful era of the 1920’s, with its flapper girls, its bathtub gin, and its legendary mobster figures. In 1920, the U.S. Census recorded a population of 105,710,630. The center of the population was judged to be 8 miles south, southeast of Madison, in Owen County, Indiana. In 1920, for the first time, the total number of farm residents dwindled to less than 50 percent. It was a very different world.

This was the age in which, on June 19, 1921, J. Thomas Heflin was born. The son of a Methodist minister, Senator Heflin is then, the child of a slower, more rural America—the kind of America into which I was born 4 years earlier—an era when there was always time to appreciate charm and wit in individuals and careful, considered, judgment in leaders.

Will Rogers came to prominence in the 1920’s. Radio flourished as an entertainment medium in the late 1920’s and early 1930’s. It was an era when events and ideas were savored, talked about, discussed on the front porch and over the Sunday supper table. The humor and ideas were savored, talked about, and the Sunday supper table. The humor and ideas were savored, talked about, and the Senate Ethics Committee, a job that is anything but coveted in this body, but which demands unusual qualities of character and honor. And Howell Heflin is an honorable man. I am sure he did not enjoy the task, but he was perfect for the job because he is impeccably honorable as few men are.

Yet Howell Heflin is never pompous, never self-important, never ponderous or heavy with his viewpoints or pronouncements. He colors it all with his legendary humor, putting a light and artful touch on nearly everything with which he is involved. I have so wondered at the genesis of this delightful quality in Senator Heflin that I recently did a little background research on an uncle of Howell’s. Senator Thomas J. Heflin, who served the State of Alabama in the U.S. Senate in the 1920’s. I find that the delightful sense of humor appears to have genetic roots.

I now read from volume II of my own history of the United States Senate. And I read from page 137. I read from the chapter on filibusters. There was a filibuster, March 1, 1922. It had to do with a bill which was being filibustered by certain Senators in late February. By late February, there was no longer any doubt that the obstructionists could and would keep the filibuster going until sine die adjournment at noon on March 4, throttling other legislation in the process. In the face of this threat, Senator Jones and the administration hurriedly capitulated on February 26 by moving to take the so-called filled milk bill, thus displacing the ship subsidy bill. In the words of Alabama Senator J. Thomas Heflin, the “miserable measure” had “gone to its long, last sleep.” It was “already dead.”

That sounds very much like Howell Heflin.

And on page 138, we read of another filibuster that was occurring in the spring of 1926. This was . . . a filibuster was conducted against legislation for migratory bird refuges, but the bill died after an effort to invoke cloture failed. Legislation for development of the Lower Colorado River Basin suffered a similar fate when, on February 26, 1927, cloture was rejected by a vote of 32 to 59. Two days later, however, the Senate did invoke cloture on a Prohibition reorganization bill, although a final vote on the bill was delayed for almost two days by the opponents of a resolution extending the life of a committee that was investigating charges of corrupt senatorial elections in Illinois and Pennsylvania.

As Franklin Burdette, author of the study of filibusters, observed, “filibusters against one measure had been able to make cloture against another serve their purposes only for two days!” At one point, Senator J. Thomas Heflin of Alabama—who, incidentally, was—

As I say, in my book—an uncle of our own colleague and friend from Alabama, Senator Howell Heflin—ridiculed “obstreperous Republican filibusters”:

This is Senator J. Thomas Heflin talking

—ridiculed “obstreperous Republican filibusters” for obstructing action on the resolution for campaign investigations. “You are saying in your heart,” he declared with fine sarcasm:

Committee, spare that campaign boodle tree,

Touch not a single bow.

In election times it shelters me,

You must not harm it now.

Well, I can just hear Howell Heflin saying that. That is just about the way he would say it, except he would say it better than I said it.

I can hear Senator Howell Heflin saying something very much like that right today, should the proper kind of vote come along.

I salute my friend and colleague, and I regret his decision to leave this body. I salute him for his character, for his wit, for his steadfast determination to follow his own star, to refuse to be hurried, to study and to deliberate until he is satisfied and at peace with his conclusions. I salute him for taking his time in a world which demands that everyone hurry. I salute him for his courage. This is a man who will be himself, and there is certainly no one else he would rather be. He is an Alabama original, and I regret that, in not too many months, Alabama will reclaim him.

But we here in the Senate will have enjoyed his wit, benefited by his wisdom, and been inspired by his integrity when that time is come. And just as we are certain in our knowledge that all good things come to an end, we will not begrudge him his time to go home, to be with his lovely wife, Mike, and to contemplate with peace and pleasure the seasons’ change in the rolling hills of Alabama.

My wife, Erma, and I, join in these warm felicitations for Howell and his wife, Mike.

Nature’s first green is gold.

Her hardest hue to hold.

Her early leaf’s a flower;

But only an hour.

Then leaf subsides to leaf,

So Eden sank to grief;

So dawn goes down to day.

Nothing gold can stay.

Mr. President, I yield the floor.
EMERGENCY SUPPLEMENTAL APPROPRIATIONS ACT

The Senate continued with the consideration of the bill.

Mr. MURkowski. Mr. President, how much time is remaining?

The PRESIDING OFFICER. The Senator from Alaska has 12 minutes 5 seconds.

Mr. MURkowski. I think the Senator from New Mexico wants to speak and the Senator from Idaho wants to speak. I ask how much time he would like? There are 12 minutes remaining.

Mr. DOMENICI. Senator CRAIG wants 2 minutes. I will take the other 10. I may not use it all.

Mr. MURkowski. I am happy to make that accommodation. The Senator from New Mexico has 10 minutes, and there are 2 minutes remaining.

The PRESIDING OFFICER. The Senator from New Mexico is recognized for 10 minutes and the Senator from Idaho has 1 minute 31 seconds.

Mr. DOMENICI. Mr. President, I yield myself 5 minutes of that time, so the Chair might advise me, if you would.

I was not here when my friend from Nevada argued this matter, but let me suggest to the U.S. Senate that this is not an issue tonight of whether we ought to spend money on programs to which the distinguished Senator from Nevada wants to add money.

What we are talking about tonight is a very basic principle of fairness and equity to a large number of ratepayers, utility ratepayers across America, many in the State of the present occupant of the chair, Pennsylvania, some in almost every State in the East, because wherever there is nuclear power, there is a small percentage attached to their utility bill that goes into a nuclear waste fund.

Mr. President, by law, that money is supposed to be used by the U.S. Government to make sure that we prepare and implement a pipeline for the eventual disposal of the nuclear waste stream.

Whether that was prudent or not is irrelevant. The truth of the matter is that millions of ratepayers have been putting the money in that account.

The Congress of the United States decided that we needed to make sure that that money was spent properly. So we did not just set the trust fund out there and say, “Have at it, Department of Energy, use it for nuclear waste disposal implementation program or plan.” We said, “Let’s appropriate what they need annually from that fund.”

Frankly, the utilities are clamoring, they are coming to see me as chairman of this subcommittee saying, “Don’t appropriate the money anymore.” They are saying, “Make it an entitlement and let us and the Department of Energy spend it as we may.”

We have refused as a Congress, and I can tell the Senate, I have stood there saying I will refuse to do that. I will raise a point of order under the Budget Act. We must control that money.

Now plain and simple, we have appropriated money for the nuclear waste disposal activities in the State of Nevada. Senator Reid and his friend of mine, have directed the nuclear waste disposal activities in his State. And if I were he, I would do that.

But the point of it is, we do not even have enough money appropriated now to carry on the research and the characterization for which that fund was allocated and set up in trust. But because we have appropriated some of the money and it is appropriated for the year 1995, along comes Senator Reid who would like very much, I assume, to tell the people in his State, and if I were he, I would do the same, I have taken some money away from that nasty activity that we do not want in our State anyway, but the Congress has said, that is the State, that is the site.

Tonight, just a little bit, he would like to take $13 million of that appropriated money, and it is really kind of a unique appropriation because it could just as well have been left in trust and spent on something else, but we decided to control it through appropriations.

Now, why should the Senate of the United States, in a recission bill, take money out of that trust fund that has been appropriated for that purpose, and spend it on any program? I am not even going to debate whether the programs he wants to fund are good programs. I am not even going to debate whether they are good programs that he would like to add money to. Knowing the distinguished Senator, they are probably good programs that, somehow or another, he ought to find money for, if he thinks that money should be added to them. Maybe if he finds it someplace else, the Senate will vote for it.

But I hope tonight we will not send a signal to the millions of utility users in America who paid a surtax, a little piece of their utility bill, and put it in a trust for nuclear waste disposal and all of a sudden find themselves tonight, in the U.S. Senate at 10 minutes of 9, and we are going to take $13 million of that fund and pay for some social programs that may be needed.

It is the wrong thing to do, the wrong way to legislate. I want to say that as much as I respect the senior Senator from Nevada, this really should not be something that we should ask the U.S. Senate to do. There ought to be a responding “no.” That money is not for this. It was never intended for this. If you do not use it for nuclear waste disposal, set it there until you find a nuclear waste activity that you can use it for. We are spending billions of dollars to try to make the site the right one and use it properly, and we still do not know how much it will cost.

Would we not look foolish if, in hindsight, we said all of that is true, but we tonight plucked $13 million out of it and put it into some social programs that somebody thinks we need?

I yield the floor. Senator CRAIG wants to speak on the issue, and I welcome his remarks.

Mr. CRAIG. Mr. President, I, too, stand in opposition to Senator Reid’s amendment this evening. I think the Senator from New Mexico and the Senator from Alaska, who is chairman of the Energy and Natural Resources Committee, has outlined very clearly what this money is intended for, where it comes from, and the commitment of the U.S. Congress to the ratepayers of a variety of utilities across the country, that we would use this money in a responsible fashion to attempt to site and develop a permanent repository for high-level nuclear waste.

I do not blame the Senator from Nevada for being concerned that the Congress of the United States chose Nevada—Federal land in the State of Nevada for that waste to be located on. This money is now going for the purpose of siting. But to pull it off into substance abuse would not only be an insult to the commitment from the Congress to all of the ratepayers, it would just flat be wrong.

The citizens of my State have something at stake here. We have nuclear materials that would be destined for Yucca Mountain in Nevada if it were to become a permanent repository. But I tell you now, Mr. President, when we have the kind of money that the ratepayers of this country are now paying, in the billions of dollars, for the purpose of establishing a permanent repository for high-level nuclear waste, and to play games with it on the floor of the U.S. Senate is to break a commitment and to break a resolve that this country has to have to deal with nuclear waste in a responsible fashion for all of our people, not just for the States that have nuclear reactors generating nuclear electricity, and the repositories and the waste materials that are building up there. This is a national commitment. It ought to be directed to where it was dedicated, to the site where this Congress set the money in trust, and put it into social programs instead.

I hope the Senate will oppose the Reid amendment.

Mr. REID. How much time does the Senator from Nevada have, Mr. President?

The PRESIDING OFFICER. The Senator from Nevada has 7 minutes 20 seconds. The Senator from New Mexico has 2 minutes 47 seconds.

Mr. REID. Mr. President, I am glad he has 2 minutes, but how does that work?

The PRESIDING OFFICER. The Senator from New Mexico did not use his entire 10 minutes.

Mr. REID. Mr. President, we would look foolish tonight if we in fact did not do this. All the money, the $393 million, is not all ratepayers’ money.
Even if it were, it is appropriated dollars. We have the right as a Congress to do with those moneys what we want, or it would not be appropriated. The only games being played, I say, Mr. President, are with the utilities and these dollars that are going to be used, and closely what this money would be used for. I think the fact that I went over the one program called HACES, where the Hispanic students’ rate of dropout was lowered by 75 percent; their interest in higher education increased by 300 percent; satisfactory academic progress reported in 94 percent of the students.

The fact of the matter is, these programs work. We should give this money to people who need it. We are talking about cutting nuclear waste money for the year 1995. They cannot spend all that money anyway. They increased it to 130 million this year, a total of $300 million, almost a half a billion dollars. We are taking less than 3 percent of that money and put it into programs that save people’s lives, save the family structure, help neighbors and friends, keep people out of prisons, out of hospitals, help our educational system. This money will come back to us a thousandfold, if not more.

These programs work. We talk about an investment of $85,000 in foster care costs—family preservation program. These programs work. I talked to families—42 families in Nevada—and 100 percent of these families lose their children if they do not comply with the program. We found that the program had a 90 percent success rate. So I say, Mr. President, I think if we should talk about the merits of what we are doing here tonight, not some abstract stuff about the ratepayers and nuclear waste. They need the money. One of the most wasteful programs in the history of America is a program that started out to cost us $200 million and is now up to an estimated $7.4 billion. We are talking about taking 14.7 million dollars and giving it to a program that saves lives, lives of real human beings.

These are not programs that some bureaucrat in Washington said, “Let us see if they will work.” I have given statistics to the U.S. Senate tonight to indicate why the programs have worked and how it is a terrible thing that this Congress is going to say these programs are gone. We are going to wipe out these programs.

I say, for this small amount of money, we would look foolish if we did not do it. And we would be playing games if we did not give needy people programs that save money. This is a taxpayers’ relief amendment, Mr. President. I hope this will receive bipartisan support. This is not a partisan matter. This is a matter that relates to the welfare of people throughout the United States.

I reserve the remainder of my time.

Mr. DOMENICI. How much time does Senator Reid have?

The PRESIDING OFFICER. The Senator has 3 minutes 28 seconds.

Mr. DOMENICI. How much does the Senator from New Mexico have?

The PRESIDING OFFICER. The Senator has 2 minutes 47 seconds.

Mr. REID. Well, Mr. President, I will use a minute and a half of my time and ask that the remainder be reserved.

There are 109 nuclear reactors in the United States—67 sites in 32 States. By the year 2030, all these reactors will have completed their initial 40-year licenses. The total cumulative discharge from these 109 reactors, some of which are shut down, will total 85,000 metric tons of radioactive waste. The trust fund that is set aside by the ratepayers who use that energy, that nuclear energy, is not taxpayers’ money. Let me repeat. It is not taxpayers’ money. It is trust funded to see if we can find a way to, in a safe manner, get rid of this nuclear waste, either for long periods of time, or permanently.

It does not matter very much whether there is a social program that works well. I will attest that the programs he is alluding to are working better than the nuclear waste disposal programs. Anybody will say that. We are in the midst of trying to find out how to do it.

To take $13 million out and say we have a good program going and take it from the ratepayers of Missouri, Pennsylvania, and New York, who have nuclear activities, is just not right.

I reserve the remainder of my time.

Mr. REID. Mr. President, 109 nuclear reactors do not make up the importance of one human life. We are dealing with real people, families, children, friends, neighbors, aunts, uncles, children, tragedies like the loss to Carol O’Connor we read about in the newspaper today.

Rehabilitation programs, some of them work. We have programs that really work. Nuclear waste disposal is not going to be affected as a result of this. We are taking a pittance into real programs. We should continue to do that, Mr. President. We are talking about equity and fairness for ratepayers.

We live in a world of polls. I bet we could take a poll of the money that is in this fund, and most of it is from ratepayers, and that money, if we ask the ratepayers whether they would have the money digging a hole in Nevada or saving one kid, I guarantee the poll would turn out.

I submit to this body that this is a vote for equity and fairness. We are recouping $14.7 million that goes into saving lives, making streets safer, and in the long run and short run saving this country 1,000 times what we invest with $14.7 million in lower cost for education, lower cost for welfare, lower cost for law enforcement.

I should pass this amendment.

Mr. MURRINISKI. Mr. President I yield myself 30 seconds. I would like to remind my colleagues that the U.S. Government has made a solemn compact with customers of these utilities. As the Senator from New Mexico said, and he was absolutely correct, it is not the taxpayers, it is the recipients who participated through their utility bills, and they pay into this nuclear waste fund.

The Federal Government must use these moneys only for the purpose of taking care of nuclear waste. That is a trust that was entered into. It is up to the Government and this body to honor that trust.

Mr. DOMENICI. Mr. President, a vote for the Reid amendment is a vote to say that the 32 States which have accumulated high-level nuclear waste are not concerned about how we will take care of that. We are just going to take $13 million that ought to be used ultimately for them, those 32 States, and spend it on two social programs that may or may not be working, but seem to not be the issue before the Senate.

The PRESIDING OFFICER. Senator Reid has 1 minute 54 seconds.

Mr. REID. Mr. President, we will talk about the equity. I hope this does not become a partisan issue. The people being served by the substance abuse programs are not Democrats and Republicans. They are people who are, many times, causing significant problems throughout their neighborhoods, throughout the States. If these programs are cut, it will create more crime, more welfare dependence, and more problems with our educational system.

The Ridge House Program, as I indicated, tracked reincarceration for individuals and found the program had a recidivism rate of 22 percent after 3 years. That is as much as 400 percent lower than people not in this program.

This is a program where we should not rescind the money. We should restore the money that was appropriated last year because it is good for people. I yield the floor.

The PRESIDING OFFICER. All time has expired.

Mr. DOMENICI. I move to table the Reid amendment and ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second? There is a sufficient second.

Under the previous order, the voting sequence will occur at a later time.

Under the previous order the Senator from Nevada is recognized to offer an amendment.

AMENDMENT NO. 419 TO AMENDMENT NO. 420

(Purpose: To restore $3,750,000 of the amount available for rural health research and $1,875,000 of the amount available for rural health outreach grants)

Mr. REID. Mr. President, I say to my friend from New Mexico, he should be aware I have another amendment where I am going to go after the same money, and the Senator should be aware I might blow down the time because the argument is basically the same as to a different subject.

Mr. President, I send an amendment to the desk.
The PRESIDENT. The clerk will report.

The bill clerk read as follows:

The Senator from Nevada [Mr. RIEH], proposes an amendment numbered 439 to amendment No. 429.

Mr. RIEH. Mr. President, I ask unanimous consent further reading be dispensed with.

The PRESIDENT. Without objection, it is so ordered.

The amendment is as follows:

On page 14, between lines 12 and 13, insert the following:

NUCLEAR WASTE DISPOSAL FUND

(RESCISSION)

Of the funds made available under this heading in Public Law 103-315, $3,646,000 are rescinded.

On page 26, line 7, strike “. $42,071,000 are rescinded” and insert “for programs other than the rural health research program and the rural health outreach grant program, $36,446,000 are rescinded.”

Mr. RIEH. Mr. President, again, this calls for removing money from the Civilian Nuclear Waste Fund and placing it in rural health outreach programs. This, Mr. President, is $5.6 million. Now, Mr. President, rural health outreach programs are they? Let me give an example of three we have in Nevada. Mount Grant General Hospital, Hawthorne, NV, Mr. President, is located in one of the most remote areas of the United States. Hawthorne, NV, was selected in the late 1930’s after there was a huge explosion in a military ammunition depot in the eastern part of the United States. Hawthorne, NV, was selected because it was such a remote area.

Hawthorne, NV, to say the least, is remote. From the late 1920’s until today there has been ammunition stored there. To fly over Hawthorne, NV, today, you would see hundreds and hundreds of these mounds and in each of these is explosives, ammunition.

It was the largest naval ammunition depot in the world. There was a decision made by the military to join all ammunition storage to the Army, and as a result of that it was no longer the largest ammunition depot in the military, but it is still real big. In a very sparsely populated part of the State of Nevada.

Part of these rural health outreach grants went to a consortium made up of a county hospital, a local Indian tribe, the Walker River Indians, and a senior citizens center to provide health promotion information to a county where there are about 6,000 Nevadans.

Though funded for less than a year, Mr. President, this program has provided seven programs throughout Mineral County on topics including sexually transmitted diseases, nutrition, pharmaceutical inquiry and health screening for senior citizens. Native Americans and other rural Nevadans have benefited from this program. This program will also provide transportation services and adult day care where none now is currently available. Really an important program.

Why? Because it is a program, again, Mr. President, in part of the rural America that will save money. If we can, through education, teach people about disease and what happens with disease, and keep people—especially senior citizens—out of long-term care, we save a lot of money. That is what this program is about.

Owyhee Emergency Medical Service. Mr. President, Owyhee, NV, the name came as a result of a group of trappers that went up in that area in the early part of the 1900’s. They never came back. They were trappers from Hawaii. And Owyhee is a derivation from Hawaii. We have Owyhee River, Owyhee Indians. It is a very remote area.

It is so remote, Mr. President, that I was the first U.S. Senator to go to Owyhee. They remembered a couple of Nevada U.S. Senators getting within 25 miles, near of a reservoir, but I was the first to go there last September. It is a wonderful place, right off the Idaho border.

What we have in this very remote part of Nevada is a consortium of native American Indians and an Air Force base in the neighboring State of Idaho and a hospital. It was designed to improve emergency medical services to a regional community which crosses State lines.

Emergency services are vital to this area, as you have about 100 miles of very mountainous roads from the nearest frontier center and over 400 miles to the nearest tertiary level trauma center.

These are programs that really help. These are what the rural health outreach programs are. In Nevada, we have three programs.

The State of Nevada is an unusual State in the sense that about 70 percent of the people live in the Las Vegas area. It is a huge State, the seventh-largest State in the Union, but we have the most sparsely populated part of the United States but for Alaska in the northwestern part of the State. It is the most sparsely populated part of the United States except for Alaska.

In Las Vegas and Reno we have very up-to-date modern medical facilities, including ambulance service. But in these rural areas it is much like other parts of America. We have volunteer crews that serve in these rural areas. They have basically the basic emergency medical technician level, and they ride most of the time out-dated and marginally equipped ambulances and are typically hundreds of miles from even a rural or frontier basic level hospital. Remember, frontier is even more remote than rural, by definition.

Mr. President, 13 of Nevada’s 17 counties are identified as health profession shortage areas. Most people do not realize that Pennsylvania is a very rural State. A lot of places in Pennsylvania are remote. Most people, when they think of Pennsylvania, they think of Pittsburgh and Philadelphia. But Pennsylvania is a very rural State, much like Nevada in many instances. And rural Pennsylvania needs these Rural Health Outreach Grants that I guarantee are serving people very well and saving money for the people of the State of Pennsylvania, their taxpayers, our taxpayers in Pennsylvania, and certainly taxpayers all over the country. Our miles may be a little longer in Nevada than Pennsylvania, but the problems are the same.

Mr. President, 25 percent of the people in the United States live in rural areas. They live in these areas and they need a mechanism to access primary health care, emergency care, and hospital systems. And the reason I think it is so vital we understand that these programs save lives is let us take, for example, one of the matters that would be covered in this nonrescission that I hope would occur that deals with rural health research funds, including rural telemedicine grants.

Rural telemedicine is not something that is abstract, Mr. President. This is someone in Battle Mountain, NV, could, through a television hookup at a health center in this rural community, be in contact with the Washoe County Medical Center, a first-rate medical center in Reno, NV. And a physician in Reno could be talking to a patient in Battle Mountain and watching that patient on television with a rural doctor present, and describing where they hurt, what the symptoms are. And that expert in Reno very likely could help that rural physician identify the problem. Or, if, after having gone through this procedure, separated by hundreds of miles, the physician in the major medical center says, I think you better bring him in, bring her in.

The fact is, this is going on in Pennsylvania. It is going on in New Mexico. It is going on in places all over America. If we do not put these moneys back that have been rescinded, these programs are going to be terminated. It will suspend or terminate the completion of telemedicine projects underway all across the Nation.

These are relatively new programs and these programs are not fluff. These are not programs, again, that some bureaucrat in Washington dreamed up. These are programs where there have been pilot projects in effect prior to our appropriating these moneys. We know they work and we know they save money. Again, if we can keep someone out of the hospital or long-term care settings we save money—Medicare, Medicaid, and private dollars. So we need to reestablish the Rural Health Outreach Grants that have been rescinded. Taking these moneys from the Civilian Nuclear Waste Fund is not going to affect the ratepayers. It is not going to affect us at Yucca Mountain. The other program was about 3 percent; this is about 1 percent of nuclear waste moneys for this year.
So I hope my colleagues would understand, again, that the program I wish to have the money restored to is a program that deals with people, with flesh and bones. The only thing, they do not live in the big cities. And we need in this modern era to allow them to be part of what is happening throughout urban America. They can do that with telemedicine and some of these other outreach programs.

I reserve the remainder of my time.

The PRESIDING OFFICER. Who yields time? The Senator from New Mexico.

Mr. DOMENICI. How much time do we have?

The PRESIDING OFFICER. The Senator from New Mexico has 20 minutes, the Senator from Nevada has 9 minutes and 20 seconds.

Mr. DOMENICI. The chairman of the Energy Committee, Senator MURKOWSKI, wants 2 minutes. I will not use all of my time, I say to the Senator. If he could consider using less than all of his time, I will yield back some of mine.

The PRESIDING OFFICER. The Senator from Alaska is recognized for 2 minutes.

Mr. MURKOWSKI. Mr. President, again I must rise in opposition to the Reid amendment for the same reason prevailing on the previous Reid amendment. While the Senator from Nevada makes a very appealing case for the utilization of these funds, I must remind him again that there is a principle here, an underlying principle of trust, and that trust must be honored. Mr. President, what we are talking about here again is a solemn compact, with the customers of these nuclear utilities who have paid amounts into the waste fund, that the Federal Government will use these moneys only for the purpose of taking care of nuclear waste.

We cannot meet other obligations, regardless of how worthy they might be. Doing those funds is simply not fair to the customers of those utilities nor is diverting those funds fair to Americans everywhere.

This nuclear waste must be disposed of. It will not just go away. Without these moneys, the nuclear waste simply will not be cleaned up. It is an obligation we all have.

Mr. President, what the Senator from Nevada is proposing is making every one else in America pay for the cleanup of nuclear waste that is basically already paid for one time by the ratepayers.

Further, there have been no hearings on this matter. We really do not understand the impact of the Senator’s amendment. It would add a portion of the funds that have been paid in by well-meaning ratepayers, based on the trust and confidence they have in the Federal Government to keep its word.

I am concerned the Senator’s amendment will do grave harm to the cleanup and the disposal of nuclear waste.

I yield back my time remaining to the Senator from New Mexico.

The PRESIDING OFFICER. The Senator from New Mexico.

Mr. DOMENICI. Mr. President, the ratepayers of the United States have paid $542 million into the Nuclear Waste Trust Fund. The money is supposed to be used to take care of nuclear waste. We have already spent substantial amounts, much of it in the State of Nevada, trying to prove up a site for permanent storage, that is, the Yucca Mountain Site. There is now $5.5 billion in the trust fund.

Let me draw a couple of analogies for Senators. We appropriate for the administrative costs of Social Security from the Social Security trust fund. So now we have an appropriation bill for the 1995 year, and it has $542 million for the administrative costs of Social Security from the trust fund, paid in by workers and employers in America. Somebody comes to the floor and says, “I have an amendment. There is a whole bunch of social programs we would like to take care of, so let us take part of this $542 million trust fund that we allocated to administer and manage Social Security and let us spend it for one of these two good programs that I have in mind.”

What would happen? First of all, I do not think anyone would do it because it is Social Security trust funds.

Mr. President, this trust fund is owned by millions, just like Social Security. If rates are paying higher utility bills because they expect the money to be used to dispose of nuclear waste.

Mr. President, we appropriate highway user funds. So people pay gasoline taxes into a trust fund for highways. Then we have to appropriate to take care of the contract obligations. Would anyone come to the floor, and, as part of a rescissions package say, “There is a lot of money in this trust fund for highways collected from the gasoline tax; there is a little more than we know how to use for the highways, so let us spend it for one of these two programs that the Senator has in mind?”

Actually, this trust fund that I am speaking of is a better case on spending trust funds improperly than either of the two that I have given you.

The Senator in combination would ask us tonight to take $20.325 million heretofore appropriated from this trust fund being used, first of all, in an orderly manner as we can put together for nuclear waste activities and spend it on two or three programs that the Senator can rightfully stand up and say, if you took the money out of there, it would do a good job.

My final observation is this is about $5.5 billion left in this trust fund. Friends, we could just all figure out each year when we put this money into an appropriations mode, some social or welfare or citizen need, and we could continue to go all our days. I want to move it from that appropriation to this appropriation, and then give us a nice interesting litany and discourse on how well the program money would be used for these programs.

I choose tonight not to discuss the programs. Rural health care, no. We ought to try things. Perhaps that is what the Senator wants to do. And a few other programs. There are a lot of things we ought to spend money on. But we do not have the money, and certainly we do not have the money in the Nuclear Waste Fund to spend for this when it is already committed. We may not even have enough money in that trust fund.

Incidentally, Mr. President, we may have to go back to these ratepayers and say we have used your money, and we need some more. Will it not be nice to say, by the way, one evening in the Senate, we took $20 million away and spent it for something else?

I do not need any more time. I am prepared to yield and I do yield back the remainder of my time.

The PRESIDING OFFICER. Who yields time?

Mr. REID. Mr. President, if I may respond, I recognize the time is arriving to 9:30. I would like to meet that deadline.

Mr. President, Senators tonight are acting as a court of fairness. What is the fair thing to do? We have talked about ratepayers. Let us talk about taxpayers. This $5.5 billion that is in this fund, we are talking about with this amendment taking $5.5 million and giving it to programs that benefit America, 23 percent of the people who live in places all over the country similar to the chairman of this committee—Alaska, Nevada. We think of those States as rural. But other States all over America—New York—have prepared areas. We need to help rural Americans regarding their health care.

Mr. President, the chairman of the subcommittee raises a good point. What if people come here and want to spend $5.5 billion in some other program? I was very careful in selecting the programs where I am asking that the rescissions not take place. I could have picked WIC, Head Start, Safe and Drug-Free Schools, AmeriCorps, very large amounts. But I chose these very small extremely beneficial programs.

We tonight should be concerned about taxpayers, not ratepayers. We should be concerned about doing something that is going to save this country large amounts of money. And all the money that is wasted with the DOE, they will not even know this is gone, $130 million additional moneys that year, 1995, a total of almost $100 million. This is money that we should not have rescinded.

I ask my colleagues to understand the importance of these programs—again, I repeat—to real persons, men and women and children who have done nothing wrong. They live in rural America. They need to be made modern. That is what we are doing with these rural health outreach programs.
Mr. PACKWOOD. Mr. President, I want to take this opportunity today to speak in support of the Gorton emergency salvage amendment and in opposition to the substitute amendment proposed by the junior Senator from Washington.

We have heard a lot of talk today about how these are the people's forests. These forests are a national treasure. We must maintain these forests for our future generations. We must not be allowed to destroy them. Mr. President, I could not agree more. By maintaining the status quo—and by that I mean the continued lack of any management activity—we are doing just that. We are now destroying our forests as we sit idly by and do nothing.

I do not believe the average citizen would approve of the state of deterioration of our forests. For example, the eastside forests of Oregon and Washington alone have lost 135,000 acres of forest to insects or disease. Another 543,000 acres are imperiled by insects and disease if not treated aggressively. These are Forest Service figures. And these figures do not include the threat of losing 60-day notice to employees. These are real people. They have families to feed and clothe. Kids to send to college. Car payments. House payments. Braces and medical bills. They are people like you and me who are being displaced from their homes, which is an ever-increasing reality.

Mr. President, in the first 3 months of 1995, four more Oregon mills have closed and two more have given their 60-day notice to employees. These are mills that rely on timber from Federal lands, and without that supply, they just can't make it. I could quote statistic after statistic about how many people are directly and indirectly affected by these closures. But these people are more than statistics. They are real people. They have families to feed and clothe. Kids to send to college. Car payments. House payments. Braces and medical bills. They are people like you and me who are being displaced from good jobs for no good or rational reason.

In many cases the mill is the backbone of the community—if the mill closes, the entire town is affected. In many cases the Federal forest land that once provided raw material for these mills is literally within walking distance of the mill. These people have personally watched these forests get sick and die because of misguided Federal policy. They have urged Federal land management agencies, in vain, to do something about the deteriorating conditions. These are people who have fought the rampaging forest fires that creep ever closer to their homes and towns. These are frustrated people who don’t understand why their government will not let them salvage dead and dying timber to keep their mills and the forests alive. And I share their frustration.

The forest health problem in Oregon has reached a crisis state. There are hundreds of thousands of acres of dead and dying trees, surrounded by huge fuel loads on the forest floor, just waiting to be ignited. Congress can no longer stand idly by, fiddling while our forests burn. We are one errant match—or one random lightning strike—away from a catastrophic conflagration that would blacken hillsides in parts of my State for as far as the eye can see. We must act now to address this dead and dying material, provide some small measure of hope to our timber families, and start returning or forests to their green and healthy state.

There is a forest health crisis due to insects and disease if not treated aggressively. The timber damaged in those fires that swept across the West last summer cost our Nation much in terms of lives, property, habitat, and economic resources.

As I noted, most of these sales are still in the proposal stages. But one, the Boise River recovery proposal, has been available for appeal for a week. The timber damaged in those fires has a limited 2 year window of opportunity for harvest, before the value of that wood is lost, and those economic resources are lost as well.

Yet some groups are already announcing their intent to appeal, even before most of the timber in the proposal has been proposed. This is despite the need for quick action, and despite the fact that the Forest Service has already determined that the majority of the fire-damaged areas will not be harvested. This has been done to address habitat, water quality and other important environmental concerns.

Two National Forests in Idaho were hardest hit by the fires—the Payette and the Boise National Forest. On the Payette, less than 10 percent of the burned timber is being considered for salvage. And on the Boise, they are considering less than half.

As I noted, most of these sales are still in the proposal stages. But one, the Boise River fire recovery effort, has been available for appeal for a week. Already, the Forest Service has received one appeal. Keep in mind that the window for appeals will run until May 1 for the Boise River recovery sale, and most appeals will not be submitted until closer to the deadline.

That is why I support Senator Murray’s amendment to the bill. Senator Murray’s proposal is a balanced approach to this contentious issue. It expedites sales of timber salvage, which should satisfy the timber interests. But the Gorton amendment, under the current salvaging law, excludes Federal lands that should not be touched, limits the definition of salvage sale, and allows for citizen and judicial involvement.

In all honesty, I would prefer a bill with no provision addressing timber salvage. This bill is not the place for such a provision, particularly one that will result in a steep cost to the Federal Treasury.

I commend the junior Member from Washington for stepping into a leadership role, and developing a sound compromise to this very difficult issue.

I yield the floor.

Mr. KEMPTHORNE. Mr. President, I would like to commend my colleague Senator Gorton’s efforts to expedite timber salvage in his amendment to H.R. 1158, the bill now before us. I would also like to comment on the provisions of the amendment referring to the Endangered Species Act.

The timely and efficient salvage of burned timber is of great concern to the American public. The catastrophic forest fires that swept across the West last summer cost our Nation much in terms of lives, property, habitat, and economic resources.

Idaho suffered the greatest timber loss of any State—over 1.5 billion board feet—enough timber to build over 137,000 homes, and to provide jobs for up to 35,000 people.

The timber damaged in those fires has a limited 2 year window of opportunity for harvest, before the value of that wood is lost, and those economic resources are lost as well.

Yet some groups are already announcing their intent to appeal, even before most of the timber in the proposal has been proposed. This is despite the need for quick action, and despite the fact that the Forest Service has already determined that the majority of the fire-damaged areas will not be harvested. This has been done to address habitat, water quality and other important environmental concerns.

Two National Forests in Idaho were hardest hit by the fires—the Payette and the Boise National Forest. On the Payette, less than 10 percent of the burned timber is being considered for salvage. And on the Boise, they are considering less than half.

As I noted, most of these sales are still in the proposal stages. But one, the Boise River fire recovery effort, has been available for appeal for a week. Already, the Forest Service has received one appeal. Keep in mind that the window for appeals will run until May 1 for the Boise River recovery sale, and most appeals will not be submitted until closer to the deadline.
We're running into delays from all sides, and I am glad to support my colleagues' efforts to expedite the process. As part of those efforts, the salvage sales amendment requires preparation of a single document that combines an environmental assessment under the National Environmental Protection Act with a biological evaluation under the Endangered Species Act.

At another point in the timber salvage amendment there is language that states that none of a biological evaluation will be deemed to satisfy applicable Federal laws, including the requirements of the ESA. Mr. President, I have seen a number of bills have been introduced in this Congress that attempt to modify the ESA in particular ways. I am not convinced that in every case they fully address the complex problems of the ESA.

Further, I am concerned that they may have other, unintended consequences, the consequences they seem to affect on the surface. I hope that this amendment will have the intended effect of allowing the salvage timber to be cut in a timely manner, and that the forests of Idaho will be protected from fuel load buildup. I certainly hope we can accomplish the very necessary salvage timber harvest, and that we can then proceed to the very important matter of reforming the ESA.

Mr. MURKOWSKI. Mr. President, I rise today to support the amendment to strike the Gorton salvage amendment. This amendment is an essential response to an emergency forest health situation on our Federal forests as evidenced by last year's fire season. Our committee has held oversight in this area, and has recognized the severity of the problem. I recommend we support the Gorton amendment as an appropriate emergency response to the problem.

As I listen to critics of this amendment, I have come to conclude that they must be discussing some other provision than the one offered by Senator GORTON.

First, they say that the Gorton amendment mandates increased salvage timber sales. The Gorton amendment does not mandate timber sales, it provides the administration with additional flexibility to sell salvage sales to the extent feasible. I trust the administration to properly utilize the flexibility of the amendment. They don't trust this administration. I can't tell whether they don't want to rehabilitate burned forests, or whether they need individual sale sign-off from Forest Service Chief Jack Ward Thomas, the Secretary of Agriculture, and maybe even—Vice President Gore to trust the administration.

Second, they say that the Gorton amendment suspends all environmental laws. The Gorton amendment expedites existing administrative procedures under the Endangered Species Act, the National Environmental Policy Act, and other measures. If the agencies successfully follow the expedited procedures, their performance is deemed adequate to comply with existing environmental and natural resource statutes. These expedited procedures are essential if we are to appropriately respond to the forest health emergency we face.

Third, they say that the Gorton amendment eliminates judicial review. Well it does not. The amendment provides an expedited form of judicial review that has already been upheld by the Supreme Court in previous litigation.

Fourth, they say that the Forest Service cannot meet the salvage targets. Well the amendment does not have any targets. I wish it did. Today, the Forest Service is working on its capability statement on the House version of this amendment. There are strong indications that, with the expedited procedures of the House bill—matched in pertinent part in the Gorton amendment—we can meet the House targets and still comply with the substantive requirements of existing environmental and natural resource law.

Fifth, they say that this amendment will come at the Treasury. This is false. The Gorton amendment has received a positive score from the Congressional Budget Office.

Sixth, they say that the amendment may disrupt and actually reduce timber sales. But it is not. The Gorton amendment contains protective language to assure that potential environmental litigants cannot disrupt other agency functions due to this amendment.

I have been generally perplexed by the misconceptions that accompany the attacks on this amendment. But today I know why this may be the case. Yesterday Congressmen Charles Taylor and Senator Craig—the author of S. 391, a measure directed at another aspect of this problem—offered to meet with a group of activists opposed to both the Gorton amendment and S. 391. Together, they cleared time on their calendars at 9 a.m. But they found the activists were more interested in preparing for their 9:30 a.m. press conference than meeting with the authors of the three provisions that they pretended to lambast. That sort of interest group behavior cannot be tolerated if we are to continue to have informed debates in this body.

Mr. President, I rise in support of the Gorton amendment, against the amendment to strike, and against any other modifying amendments.

Mr. McCAIN. Mr. President, I rise today in support of the amendment offered by the Senator from South Dakota which will allow ranchers and their livestock to stay on U.S. Forest Service land until the National Environmental Policy Act (NEPA) process is complete.

As the Senate fashioned the Forest Service's legal requirement to proceed with this additional environmental analysis. There are very few Federal court cases requiring the Forest Service to complete either an environmental impact statement (EIS) or an environmental assessment (EA) prior to the issuance of a grazing authorization or term permit. Courts have held, however, that grazing should continue during the period of time that the NEPA process is being completed.

Along with my colleagues from Arizona, Senator Kyl, I wrote to the Department of Agriculture asking the Department to review its new reissuance policy and determine if the permits could be extended until the NEPA process is complete. While we have not received a response to this letter, it is my understanding that the Forest
Service has made it clear they are unable to extend the permits under current law.

It appears that this new process for addressing the reissuance of grazing permits is unnecessarily disruptive to those involved and does nothing to further the Forest Service obligation to promote fairness and proper management of public lands. For these reasons, I believe that the Forest Service should extend the expiring permits pending completion of the NEPA studies.

Mr. President, I support the Senator's amendment and I hope the Senate conferees will work to retain it.

Mr. DASCHLE. Mr. President, today we have an opportunity to articulate in this rescission bill policy relating to timber salvage sales. It is my hope that the Senate will send a clear message to the Forest Service that considerably more timber salvage needs to be harvested in the forthcoming year.

As many colleagues know, the timber harvest on national forests has declined considerably during the last few years. In some cases, this has been due to problems encountered in the Pacific Northwest, as the logging practices led to spectacular clashes between the timber industry and environmental organizations, and the conflict was thrown into the Federal court system, which halted much of the timber activity in that region. Ultimately, the timber managers and the developers in the Northwest agreed with the Clinton administration of a legally defensible compromise, some light is now evident at the end of the tunnel.

Nonetheless, progress has not been as rapid as the timber industry would have liked. And that is understandable. The pipeline of timber sales in the Pacific Northwest largely dried up during this period of litigation, and it has been slow to recover. Simultaneously, drought, insects and disease have taken a toll on other forests, resulting in considerable dead and dying timber and the associated fire danger throughout the west. The frequency and intensity of forest fires experienced last year were grim testament to the unacceptable situation that now exists.

And, at the same time, the Forest Service's timber program budget has shrunk, reducing its ability to harvest this timber in a timely fashion. On many national forests, the actual harvest is well below the levels that have been determined by the Forest Service to be sustainable.

We now are faced with developing and instituting an appropriate remedy. Serious steps should be taken to identify salvage timber and harvest it in an expedited fashion. By doing so, we can at least attempt to mitigate fire damage and begin to provide needed relief to timber-dependent communities.

Without question, the Gorton amendment to the rescission bill would move more timber and expedite the salvage program. My concern is that the Gorton amendment, in its understandable preoccupation with encouraging greater timber sales, would waive environmental laws. Given the large amount of timber that could be harvested under this amendment, and the possible effects of this harvesting on fish and wildlife habitat, I am uncomfortable with the wholesale waiver of environmental statutes.

In some cases, these laws have hindered the ability of the Forest Service to implement a responsible timber program. Congress is actively taking steps through this legislation to address these circumstances.

Senator CRAIG has introduced legislation to establish a more deliberate and timely process for dealing with forest health problems. I am working with him to move this bill through the appropriate committees and to the floor this year, so that we can begin to address forest health in a systematic, deliberate, thorough and effective manner. In addition, Senator KEMPTHORNE intends to introduce legislation to reform the Endangered Species Act.

I would not be surprised if both of these bills are enacted during this session of Congress.

I believe that enactment of authoritarian legislation is the appropriate way to change the scope or applicability of environmental laws—not ad hoc amendment of this rescission bill. Therefore, I support the amendment offered by Senator MURRAY which, I believe, will expedite timber sales by streamlining the appeals process and by limiting consultation with the Fish and Wildlife Service and the National Marine Fisheries Service to 30 days.

Under the Murray amendment, salvage sales cannot be held up solely because the Fish and Wildlife Service or the National Marine Fisheries Service claims that they do not have adequate information. Also, a presumption is established that timber sales offered under Option Nine in the Pacific Northwest meet all environmental requirements.

These measures should significantly improve the availability of timber in that region and throughout the country. I urge my colleagues to vote for this amendment and hope that, if we adopt it today, it will be included in the final bill that is sent to the President for enactment into law.

Mr. DOMENICI. Mr. President, I rise in support of the Senate-reported version of the Emergency Disaster Supplemental Appropriations and rescission bill for fiscal year 1995.

I commend the distinguished chairman of the Appropriations Committee for his efforts to move this bill expeditiously for Senate consideration.

The Senate substitute provides emergency disaster assistance totaling $0.7 billion as requested by the President to assist the victims of the Northridge earthquake in California and natural disasters in 40 other States.

The bill provides $1.9 billion to be available for the remainder of fiscal year 1995, and $4.8 billion as a "continuance" appropriation, which can be obligated by the President beginning in fiscal year 1996 with specific notification of the Congress.

The bill provides $27 million in non-emergency program supplementals requested by the President, which can be accommodated within the overall cap on discretionary spending.

Finally, the bill includes rescissions totaling $33.1 billion in budget authority and $1.2 billion in outlay savings for fiscal year 1995 to offset the costs of the disaster aid and provide further deficit reduction as the Congress seeks to move toward a balanced Federal budget.

I urge my colleagues to support the bill and put a "mini downpayment" on the significant deficit reduction that will be required to balance the budget and begin to alleviate the burden of debt we are leaving to our children and our children's children.

The fact that the Senate and House are paying for the supplemental spending for defense programs and disaster assistance is to be commended. It will prevent some $15 billion from being added to the Federal deficit, and puts the Congress on the right path toward a balanced budget.

The administration has indicated in its communications on this bill that it remains committed to deficit reduction. However, the administration then proceeds to object to most of the savings included in these bills.

In many cases, the rescissions are from programs proposed for reduction or termination by the President, are from unobligated balances that will not realistically be spent, or reduce significant increases provided for programs at a time when the overall budget is constrained.

The administration also focused on its commitment to deficit reduction in the President's fiscal year 1996 budget submission, but made no proposals whatsoever to deal with escalating spending on entitlement programs, and claimed phony savings in discretionary programs under the methodology OMB used to calculate the spending caps.

Now is the time for Congress to embark on a serious journey to get its fiscal house in order. This bill is but a first step on what will be a long and difficult, but necessary, journey.

I urge the passage of the bill.

Mr. President, I ask unanimous consent that there be printed in the RECORD at this point two tables showing the relationship of this bill to the section 502 allocations to the Appropriations Committee and to the current level which displays congressional action to date for fiscal year 1995.

There being no objection, the tables were ordered to be printed in the RECORD, as follows:

March 30, 1995

CONGRESSIONAL RECORD—SENATE

S4913
Mr. CHAFEE. Mr. President, earlier this month, during the Department of Defense supplemental appropriations bill, the Senate adopted an amendment that was offered by the Senator from Texas. Senator HUTCHISON's amendment will rescind $10.5 million from the Fish and Wildlife Service's account for Endangered Species Act listings and critical habitat designations. That bill is currently before a House-Senate conference committee. At the moment, I have not heard whether the conferees have agreed to accept the Senate position and include the Hutchinson amendment in the final DOD supplemental bill.

The bill we are considering today includes a provision to rescind funds from the same account as the original amendment by Senator HUTCHISON. It is my understanding that the intention of the managers of the bill is to rescind these funds in either the DOD bill or in this one, but not to rescind these funds in both bills. In fact, on page 32 of the Senate Appropriations Committee Report it states: 'The issue of a revised funding level for Endangered Species Act programs will be considered by the Committee in the context of conference actions on both this bill and the Department of Defense supplemental.' Would the Senator from Washington confirm my understanding and would he please explain the meaning of this report language?

Mr. GORTON. Mr. President, I appreciate the opportunity to set the record straight on this. It is not my intention to include a rescission from the endangered species listing program in two separate rescission bills. When it became clear that the Hutchinson amendment will be accepted by the DOD conference committee, I plan to offer an amendment to eliminate the rescission from the listing account that is included in this bill.

Mr. CHAFEE. I am pleased to hear the Senator's response and I thank him for his cooperation.

Mr. MURKOWSKI addressed the Chair.

Mr. MURKOWSKI. Mr. President, I ask unanimous consent to send, along with Senator D'AMATO, a second-degree amendment to amendment No. 427, and ask that it be taken up at the appropriate time.

Mr. DOMENICI. Mr. President, might I, before that activity, move to table the amendment which is the pending business.

Mr. REID. Mr. President, before that activity, move to consider the Senate from Alaska—Mr. BAUCUS, the Senator from North Dakota—Mr. CONRAD, and the Senator from North Dakota—Mr. DORGAN are necessarily absent.

BA. The PRESIDING OFFICER. The PRESIDING OFFICER. Are there any other Senators in the Chamber who desire to vote?

The result was announced—yeas 79, nays 15, as follows:

Mr. LOTT. I announce that the Senator from North Carolina—Mr. FAIRCLOTH—needs a quorum.

I also announce that the Senator from Minnesota—Mr. GRAMS and the Senator from Kansas—Mrs. KASSEBAUM—are absent due to a death in the family.

Mr. FORD. I announce that the Senator from Montana—Mr. BAUCUS, the Senator from North Dakota—Mr. CONRAD, and the Senator from North Dakota—Mr. DORGAN are necessarily absent.

Mr. DOMENICI. Could I get the yeas and nays on the Reid amendment?

The PRESIDING OFFICER. The yeas and nays have been ordered.

Mr. DOMENICI. I thank the Chair.

Mr. REID. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. FORD. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

VOTE ON AMENDMENT NO. 417

The PRESIDING OFFICER. Under the previous order, the question now occurs on agreeing to amendment No. 417 offered by the Senator from Alabama—Mr. SHELBY.

The yeas and nays have been ordered. The clerk will call the roll.

The assistant legislative clerk called the roll.

Mr. LOTT. I announce that the Senator from North Carolina—Mr. F AIRCLOTH—needs a quorum.

I also announce that the Senator from Minnesota—Mr. GRAMS and the Senator from Kansas—Mrs. KASSEBAUM—are absent due to a death in the family.

Mr. FORD. I announce that the Senator from Montana—Mr. BAUCUS, the Senator from North Dakota—Mr. CONRAD, and the Senator from North Dakota—Mr. DORGAN are necessarily absent.

BA. The PRESIDING OFFICER. Are there any other Senators in the Chamber who desire to vote?

The result was announced—yeas 79, nays 15, as follows:
The result was announced—yeas 77, nays 17, as follows:—

YEAS—77

Abraham Frist  
Akaka Glenn  
Ashcroft Gordon  
Bennett Gramm  
Biden Grassley  
Bingaman Greg  
Bradley Harkin  
Breaux Hatch  
Brown Hatchfield  
Bryan Heflin  
Bumpers Helms  
Burns Hollings  
Campbell Hatchworth  
Chafee Inhofe  
Coats Jefferson  
Cochan Kemptophore  
Chafee Koch  
Craig Kerry  
D’Amato Kohl  
Daschle Kyi  
DeWine Lautenberg  
Dodd Leahy  
Dole Levin  
Domenici Lieberman  
Exum Lott  
Feingold Lugar  
Bond Graham  
Boxer Inouye  
Byrd Johnston  
Feinstein Mikulski  
Ford Moseley-Braun  
Baucus Dorgan  
Conrad Faircloth  

NAYS—15

Biden Graham  
Akaka Glenn  
Ashcroft Gordon  
Bennett Gramm  
Bingaman Greg  
Bradley Hatch  
Brown Hatchfield  
Bumpers Helms  
Burns Hollings  
Campbell Hatchworth  
Chafee Inhofe  
Coats Jefferson  
Cochan Jeffords  
Cohen Johnston  
Covrdell Kemptophore  
Cusack Kennedy  
D’Amato Kerrey  
DeWine Kerry  
Dodd Kohl  
Dole Kyi  
Domenici Lautenberg  
Exum Leahy  
Feingold Levin  
Feinstein Lieberman  
Ford Lott  

NOT VOTING—6

Baucus Dorgan  
Conrad Faircloth  

I have asked the distinguished Democratic leader if it would serve any purpose to stay here any further tonight?

Mr. DASCHLE. Mr. President, I guess I would remind our colleagues the reason we are here at 10:15 is we spent the entire day working on an amendment offered by the Senator from New York, on an amendment that had nothing to do with the supplemental. I am sure the bulk of the amendments thus far have been offered in good faith by Members on both sides of the aisle.

I would be prepared to lay down the amendment that we have been talking about now for a couple of days tomorrow morning at 10 o’clock. We could have a good debate on it. I think we could narrow the list, as we have been able to do in the past, to try to come up with a list that we could dispose of in due course. But certainly I would be prepared to work out a time agreement on the amendment tomorrow and continue our work.

Mr. DOLE. As I understand it, the Democratic leader would like to start, what, 10 o’clock? Is that what he indicated?

Mr. DASCHLE. That is correct, start at 10 o’clock. We could get a time agreement. I know people are going to want to make travel schedules tomorrow, but we could finish perhaps at 2 o’clock in the afternoon.

Mr. DOLE. I also understand the managers of the bill would like to stay tonight if any amendments can be accepted. Are there amendments that could be accepted tonight, I might ask the chairman of the Appropriations Committee?

Mr. HATFIELD. Not to my knowledge. Mr. Leader, I do not have a list of the amendments that are floating around. We have a number, a few amendments here that we can accept, to move ahead and do that. But I do not have a list from the minority side, nor from the majority side, on what amendments are intended to be offered.

Mr. DOLE. Is there anyone willing to debate an amendment tonight and have the vote tomorrow at, say, 9:45, before we start on the major amendment by the Democratic leader?

Mr. D’AMATO. Mr. President, I will be delighted.

Mr. DOLE. Your effort has been noted.

Are there any volunteers? We might be able to do that. I think the managers—I think Senator HATFIELD had hoped we would stay all night and finish the bill, but I do not believe that is possible after visiting with the Democratic leader. But it may be possible for someone to lay down an amendment—on either side of the aisle? Are there any amendments on either side of the aisle we can lay down and have a vote on, say tomorrow at 9:45 in the morning?
Mr. HATFIELD. Would the majority leader and minority leader at least let us try to stay in all night and finish it?
Mr. DASCHLE. No, we could not do that.
Mr. HATFIELD. I feel fine.

The PRESIDING OFFICER. The majority leader has the floor.

Mr. KERRY. Would the majority leader yield for a question?
Mr. DOLE. Sure

Mr. KERRY. If someone were to stay tonight and offer an amendment for a vote in the morning, would that obviate a vote subsequent to that? Or would there still be a vote later in the afternoon?
Mr. DOLE. There would be a vote hopefully not too late in the afternoon, hopefully 1:30 or 2.

I do not like getting everybody over to vote with the Sergeant at Arms. I think that is a waste of time and punishes people who may not be here for some good reason. I know on our side there are a couple of people here who had deaths in the family.

But if there was some amendment we could lay down tonight and vote on in the morning if not, we will just wait and take up the leader’s amendment at 10 a.m.

Mr. DOMENICI. Mr. Leader, could you yield for a question?
Mr. DOLE. I will.

Mr. DOMENICI. Is there any way between the minority leader and the chairman of the committee that we could find out how many amendments there really are?
Mr. DASCHLE. Sure. We can work on that. We have been.

Mr. DOLE. We will work on that overnight and bring it up in the morning.

Mr. DOMENICI. I thank the Chair.
Mr. DOLE. There will be no more votes then this evening.

The PRESIDING OFFICER. The question occurs on the amendment of the Senator from New York.

Mr. SIMON. Parliamentary inquiry. Mr. President.

The PRESIDING OFFICER. The Senator from Illinois.

Mr. SIMON. Would it be in order on the floor of the Senate to mention that her letter, in its entirety, appear in the Record.

The Senator from Oregon [Mr. HATFIELD]. I asked unanimous consent that her letter be printed in the Record.

Mr. HATFIELD. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 8 of the substitute amendment strike line 1 through line 6 and insert in lieu thereof the following:

GENERAL ADMINISTRATION
WORKING CAPITAL FUND

(RESCISSON)

Of the unobligated balances available under this heading in Public Law 103-317, $5,000,000 are rescinded.

OFFICE OF JUSTICE PROGRAMS

DRUG COURTS

(RESCSSION)

Of the funds made available under this heading in Public Law 103-317, $5,000,000 are rescinded.

Mr. HOLLINGS. Mr. President, This amendment, on behalf of myself and Senator BIDEN, would restore some of the funding in the Department of Justice’s Drug Court Program. The House-passed bill and the committee-reported bill both rescind $27.1 million from drug courts. My amendment reduces the rescission to $17.1 million, and allows $10.0 million for the program this year.

Last week Attorney General Janet Reno sent me a letter expressing her strong support for the Drug Court Program and her desire to have this funding restored. I ask unanimous consent that her letter, in its entirety, appear in the Record.

This Drug Court Program is funded through the violent crime trust fund. We already cut all discretionary programs last year to make offsets for this program and other crime bill programs. But, now here we are considering a bill that eliminates funding for a crime reduction, antidrug program—and here I am proposing yet additional offsets to pay for the program a second time.

Mr. President, Members might wonder why the House is trying to eliminate this program. Why? Because drug courts always was a Senate-sponsored program. It was included in the Senate version of the crime bill and was supported on a bipartisan basis. And, frankly, I don’t understand why the Appropriations Committee would want to concur in their rescission.

Mr. President, we have a crime problem in this country caused by drugs. Just 2 weeks ago, DEA Administrator Constantine testified before the Committee. He talked about the rise in drug-related crime. More than half of those arrested who enter the criminal justice system have some level of substance abuse problems. Our criminal justice system functions like a revolving door in which drug offenders continue to pass through.

Drug courts are designed to specifically deal with this inherent problem in our criminal justice system. Drug courts employ the coercive power of the court to subject nonviolent offenders to the kind of intensive supervision that can break the cycle of substance abuse and crime that infects too many communities in this country.

These drug courts require mandatory periodic drug testing, mandated substance abuse treatment for each program participant, and graduated sanctions for participants who fail to show satisfactory progress in their assigned treatment regimens.

All this is under the direct supervision of drug court judges. I believe many Members met with these judges in the last few weeks, two drug court judges were in my office recently to speak on behalf of this program. Both Judge Jeffrey Tauber of Oakland, CA, and Judge Steven Ryan of Las Cruces, NM, stressed that drug courts are not a ‘‘Washington knows best program.’’ It is a locally determined program, every drug court is different and unique.

Mr. President, I think we now have one of the best Attorney Generals we’ve ever had, and I have known a lot of them. She’s tough and understands law enforcement. Janet Reno came up through the ranks. She really believes in this Drug Court Program and knows from her experience in Dade County, FL, that it works. My amendment lets her prove the program’s worth and get it off the ground.

The amendment’s offsets are simple.

The amendment proposes rescinding $5 million of the unobligated balances in the Justice Department’s working capital fund. This account funds ADP equipment, accounting systems, administrative support, and law enforcement related equipment. I know justice has various things they want to reprogram dollars for; saving the drug court program is a high priority. The only reason these balances are in the fund is because of language the Congress put in the bill 3 years ago that enabled Justice to recapture expiring balances.

Second, the amendment proposes a rescission of $5 million from unobligated balances in the Justice assets forfeiture fund. These funds are excess to annual requirements and were not expected to be spent in the current year. It will not impact any State or local law enforcement participation in the assets forfeiture program.

So, what we are trying to do in this amendment is to strike a balance—to make minor reductions in non-Justice accounts—to save at least $10 million for drug courts. We should give Attorney General Reno a chance to prove this program’s worth instead of simply
concurring with the House-proposed rescission. Our amendment is fully offset. I urge its adoption. I ask unanimous consent a letter from Attorney General Janet Reno be printed in the RECORD.

There being no objection, the letter was ordered to be printed in the RECORD as follows:

OFFICE OF THE ATTORNEY GENERAL.
Hon. Ernest P. Hollings,
Ranking Minority Member, Subcommittee on the
Department of Commerce, Justice, and
State, The Judiciary and Related Agencies,
Committee on Appropriations, U.S. Senate,
Washington, D.C.

DEAR SENATOR HOLLINGS: As you know today the Full Committee will consider H.R. 1158, a bill that among other things would rescind funding for certain programs established in the Violent Crime Control and Law Enforcement Act of 1994 (VCCA). Included in this bill is a rescission of $27,370,000 for the Drug Court Grant Program. I am writing to register my strong objection to this rescission, which would eliminate funding to help implement a proven cost-effective approach of integrated services and supervised treatment which can reduce, if not completely eliminate first-hand to be successful in combatting drug-related crime. The Drug Court Grant Program can help communities find a new and immediate method of punishment for non-violent arrestees with drug problems who might otherwise go both unpunished and unsupervised. They are an essential element of a comprehensive and fin-

ally responsible approach to improve the criminal justice system. The House—-the rescission of more than 85 percent of the appropriation for the current fiscal year—-is devastating to this Administration’s drug-fighting efforts. It also represents a serious setback for commu-

nities around this country working to im-

prove public safety by breaking the powerful connection between substance abuse and crime.

TRUST FUND

At the outset, I would like to comment on how this rescission affects the integrity of the Violent Crime Reduction Trust Fund. Both the Drug Court program and the Trust Fund were included in S. 867, the Senate crime bill which passed the Senate on November 19, 1993 by the overwhelming vote of 96 to 4. The concept of the Trust Fund was to off-
set additional crime-fighting initiatives—such as Drug Courts—with the savings accumu-
lated from reducing the Federal workforce. The Trust Fund was the result of a true bipartisan effort because the Senate had concluded—as a body—that crime-fighting programs should be paid for and protected from other spending programs. Reauthorizing funding for the Drug Court Program will set a precedent that the Trust Fund can be raided at any time for any other spending program.

DRUG COURTS ARE AN IMPORTANT CRIME-FIGHTING TOOL

We know that more than half of those ar-
rested enter the criminal justice system with some substance abuse problem. We also know that too few of these individuals receive the legal justice system functions like a revolving door through which substance-abusing of-
fenders pass without being required to deal with the drug abuse that is inextricably tied to their criminal behavior. Seeking to cap-
italize on that knowledge, the VCCA estab-
lished the Drug Court Grant Program.

Drug courts are a powerful tool to deal with substance abuse problems but they are also a powerful tool to deal with substance abuse problems but they are also a powerful tool to break the cycle of substance abuse and crime.

The facts are clear that drug courts work. According to a national Institute of Justice-sponsored evaluation, participants in the Dade County, Florida drug court program—
one that I witnessed first-hand—showed sub-
stantially lower rates for rearrest than non-
participating defendants. Even those drug court participants who did re-offend, did so after significantly longer periods than non-
participating defendants.

Studies of the drug court programs in Portland, Oregon, Washington, D.C., and Chi-

cago, Illinois, have also shown lower rates of recidivism among drug court participants. The California Drug and Alcohol Treatment Assessment (CALDATA) showed that substance abuse treatment reduced participants’ in-
volved in criminal activity by 33.3 percent. Encouraged by these positive law enforce-
ment results, prosecutors, judges, public de-

tenders, and treatment professionals in jurisdictions around the country are embracing this concept and moving forward to implement treatment drug court.

Twenty-nine drug courts have been fully operational for at least 6 months. Another 31 drug courts have either recently launched or are under development.

MOVING IN THE RIGHT DIRECTION

Since the Crime Bill became law, the Of-

fice of Justice Programs (OJP) in the De-

partment of Justice has moved forward ag-

gressively to implement this initiative. OJP had created a Drug Court Program Office to administer the program. OJP has published the program’s guidelines and application information for the Drug Court Program.

Jurisdictions around the country are poised to move forward with planning for grants. In 1995, 300 drug courts attended the January conference of the Na-

tional Association of Drug Court Profes-
sionals demonstrates the burgeoning support for this program nationwide. In light of that widespread support and interest, the Office of Justice Programs intends to make up to 100 small ($50,000 each) grants to el-

igible jurisdictions. This small sum, dedi-

cated as it is to planning, will help jurisdic-
tions lay the groundwork for effective drug court work to break the cycle of sub-
stance abuse and crime.

Many jurisdictions, inspired by the com-

mon sense appeal of the treatment drug court concept, have already engaged in signif-
ificant drug court planning. For those localities, OJP will make available up to 13 grant awards (no more than 10 for up to $1 million and no more than 3 for an additional $1 million) for those jurisdictions to complete their planning processes and move into full implementation.

In addition, there are some 35 treatment drug courts currently in operation around the country. These jurisdictions are pleased with the approach and the results thus far, but would seek Federal support to improve, enhance, or expand their efforts. OJP will make available up to 20 grants, of no more than $1 million, to existing drug courts so they can expand their programs to attack the linkage between substance abuse and criminal behavior in their communities. OJP will also develop the capacity to provide a broad range of training and technical assistance nationwide. While this assistance will focus on jurisdictions that re-
cently established Drug Courts, OJP’s intention is to develop the capacity to provide assist-
ance beyond those jurisdictions which receive grant awards.

The House-passed rescission action evis-
cerates the Department’s ability to move forward to help make drug courts—an impor-
tant crime fighting tool—available to our nation’s states and localities.

As you know, since the Senate has yet to act upon any revisions to the Crime Law, the House’s rationale for eliminating Fiscal Year 1995 funding for the Drug Court Pro-

gram is inapplicable to the Senate.

During consideration of any revisions to the Crime Law in the Senate this Congress, the Administration will be working very hard to preserve the authorization for the Drug Court program and we expect bi-

tisan support in this effort.

Funding for the Drug Court Program is inapplicable to the Senate.

Finally, the House Appropriations Com-

mittee Report accompanying H.R. 1158 stat-
eed that the Drug Court rescission “simply

were a piecemeal approach to the most re-
cent House action.” The reference to the last House action is the passage of H.R. 728 last month, which eliminated the authorization for the Drug Court Program.

As you know, since the Senate has yet to act upon any au-

thorization revisions to the Crime Law, I be-

lieve that a rescission of the Drug Court Fiscal Year 1995 funding should not be included in any Senate action on this bill.

This Administration is strongly committed to streamlining government and reducing the deficit. However, it is also committed to an issue that is so important to each and every American—the fight against crime. The proposed rescission of the Drug Court Program from the VCCA Trust Fund will greatly thwart our efforts to fight crime. It sends the wrong message to the American public. We should be moving forward not backward from the gains we made last year. I appreciate your consideration of my views.

Sincerely,

JANET RENO.

Mr. BIDEN. Mr. President, I rise to speak about an amendment that has
been accepted by both sides. The amendment restores $10 million in crime law trust fund dollars that would be rescinded by the legislation now before the Senate.

My amendment restores $10 million of the $27 million rescinded from the Drug Court Program. And, let me make clear, all of this $10 million is offset by cuts of $10 million in Justice Department funds that will not diminish law enforcement. They are funds that both the subcommittee chairman and ranking member have agreed to rescind because they will not adversely impact Justice Department operations.

This amendment is necessary for two key reasons:

First, we must stick to the promise we made in the violent crime reduction trust fund—we have already cut Federal bureaucrats to pay for the crime law, so the $30.2 billion crime law does not increase the deficit.

Second, unless we restore this $10 million, managers of 5,000 drug offenders who are today released on probation will not be tested for drugs, will not be supervised, and will not be punished until many more American citizens have been the victims of a crime, because the only way any offender is kicked off probation and into jail is to get caught committing another crime—indeed, after there is yet another victim.

And as I mentioned, my amendment identifies $10 million in offsetting cuts so my amendment does not change the overall deficit cutting of this bill. This amendment simply takes a step to help preserve the integrity of the Drug Court Program.

Let me review just some of the facts that point out just how great the need is to add real teeth to our probation system.

Nationwide, about 3 million offenders are released on probation. Of these 3 million, about half, 1.4 million, of these offenders are drug abusers. And, of these 1.4 million offenders, only about 800,000 receive some drug testing and/or drug treatment.

That all means that nationwide we have about 600,000 offenders, out on probation who are drug-abusers and who are not tested for drugs, not treated for their addiction, and barely supervised by our overwhelmed probation officers.

In fact, in the Nation’s largest States, probation officers’ caseloads range from 90 to 100 offenders per officer; to 240, 340, or 1,740 offenders successfully graduated from the program—and only 3 percent have been rearrested.

In addition, another 1,500 offenders failed out of the Drug Court Program—however, the strength of the drug testing program means that these offenders who should not be released on probation were identified early and sent to jail—where they belong.

Before the Drug Court Program was instituted, the re-arrest rate for these offenders was 33 percent.

And the program is saving money. Money that can be diverted to incarcerating and treating violent, career criminals. In Miami, it costs $17,000 a year to keep an offender in the county jail. That same offender can get the benefits of the drug court at a price of about $2,000 a year.

The results from many other jurisdictions are similarly impressive:

In my home State of Delaware, Judge Richard Gebelein wrote to tell me that in just the first 8 months of operation the Delaware Court had put 1,740 offenders on probation.

Over 250 people who would have been placed on probation with little or no supervision have been placed in a [drug court] program where they are tightly controlled and monitored. We have increased public safety through this program.

In Coos County, OR, the rate of positive drug tests dropped from more than 40 percent to less than 10 percent after the probation department subjected offenders to a regimen of drug treatment and drug testing.

In Michigan, some judges have instituted a drug testing program which imposes progressively harsher sanctions with each failure. Most offenders—no one would say recidivist—seem to learn quickly: Of 200 offenders in the program, only 28 have failed.

An Oakland, CA, Drug Court Program with regular drug testing found that the re-arrest rate was reduced by 45 percent when the program went into effect. And, based on this figure, the program estimated that participants spent—in total—35,000 fewer days in custody because they were not re-arrested. The bottom line: Alameda County generated more than $2 million in savings from the unused prison space.

I would like to thank Commerce/State/Justice Appropriations Subcommittee Chairman Gramm for his assistance on this important matter. I am happy that we could reach agreement, and I am sure that Senator Gramm will continue to work on this important program when this bill reaches—as I believe it will—a conference with the House of Representatives. Senator Gramm was a key player when the Senate developed the crime law trust fund, so I know that he shares my support for this key funding mechanism.

I would also thank the subcommittee’s ranking member, Senator Hollings, for his efforts and assistance to preserve at least a portion of the drug court funding, and uphold the integrity of the trust fund.

Appropriations Chairman Senator Hatfield also has my appreciation for his support of the Drug Court Program.

Finally, I would express my personal gratitude to ranking member Senator Byrd for agreeing to this amendment. As my colleagues in the Senate know, the violent crime reduction trust fund that fully funded the $30.2 billion crime law without adding to the deficit was the product of the hard work and incredible creativity of Senator Byrd. I will do everything I can to maintain the integrity of the trust fund, but I would just acknowledge that there would be no trust fund for which to fight were it not for Senator Byrd.

Mr. HATFIELD. Mr. President, again, I note that the ranking member of this committee is on the floor, Senator Hollings. It has been cleared on both sides.

I urge its adoption.

The PRESIDING OFFICER. If there be no further debate, the question is on agreeing to the amendment.

The amendment (No. 440) was agreed to.
Mr. HATFIELD. Mr. President, I move to reconsider the vote.

Mr. HOLLINGS. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

AMENDMENT NO. 427

Mr. MURkowski. Mr. President, may I make an inquiry? What is the pending business? Are we on D'Amato?

The PRESIDING OFFICER. The pending question occurs on the D'Amato amendment number 427.

AMENDMENT NO. 441 TO AMENDMENT NO. 427

Mr. MURkowski. If there is no objection, I would like to send a second-degree amendment in behalf of myself, Senator D'AMATO, to amend amendment No. 427 and ask it be taken up at the appropriate time.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

The Senator from Alaska [Mr. MURKOWSKI] for himself and Mr. D'AMATO proposes an amendment numbered 441 to amendment number 427.

Mr. MURkowski. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

"Provided. That as the bearer bonds issued by the Government of Mexico are redeemed with monies provided by the Government of the United States, the Government of the United States first be provided with the names and addresses of those redeeming such bonds."

Mr. MURkowski. I thank the Chair.

Mr. HATFIELD. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. HATFIELD. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

MORNING BUSINESS

IN HONOR OF ROBERT J. PFEIFFER, RETIRING CHAIRMAN OF THE BOARD OF ALEXANDER & BALDWIN, INC.

Mr. AKAKA. Mr. President, it is a privilege for me to rise today to honor, congratulate, and extend my very best wishes and aloha to a dear, and very close, friend of mine, Mr. Robert J. "Bobby" Pfeiffer, on his retirement as Chairman of the Board of Alexander & Baldwin, Inc.

His life represents a true American success story, a self-made man who started at a deck hand, rose to president of Hawaii's largest navigation company, and later made it to the board room of one of Hawaii's largest corporations. Bobby Pfeiffer will conclude 57 years of exemplary service on March 31, when he resigns as chairman of Alexander & Baldwin, Inc. (A&B), a Fortune 500 company. Mr. Pfeiffer has a long and distinguished record of contributions to his company, and because of the leadership he has provided, he has been appointed to the post of chairman emeritus. Mr. Pfeiffer has enjoyed a 37-and-a-half year career with A&B, including longer service as CEO than any other individual in the company's 124 year history except John Waterhouse, executive vice president of A&B founder Samuel T. Alexander.

Mr. Pfeiffer, who stepped down as A&B's chief executive officer on March 31, 1992, indicated that because he wanted his retirement to be complete, he also wished to leave his current positions as director and chairman of the board of both of A&B's principal subsidiaries, A&B-Hawaii, Inc. and Matson Navigation Company, Inc. the A&B-Hawaii and Matson directors, at their January meetings, unanimously elected him chairman emeritus of those boards as well. Mr. Pfeiffer was Matson CEO longer than anyone except Captain William Matson, who founded the company 112 years ago.

Born in Fiji in 1920, Pfeiffer came to Hawaii the following year. He graduated from McKinley High School in 1937 and went to work as a deckhand for the Inter-Island Steam Navigation Company, Ltd., of which he later became president. He was commissioned as an officer in the U.S. navy during World War II.

Mr. Pfeiffer's career with Alexander and Baldwin began in 1956. He worked for Matson Navigation Corporation, a Matson subsidiary and a stevedoring and terminal company in the San Francisco Bay area, as vice president and general manager. In 1962 he was promoted to president of Matson Terminals, Inc., another Matson subsidiary. He was appointed Matson president and CEO in 1973; he has served as Matson chairman continuously since 1979. At Matson, he guided the company through a period of tremendous growth and success and in the process transformed it into one of the world's most efficient, modern ocean transportation companies.

Mr. Pfeiffer was named to A&B's board of directors in 1978; he was appointed president of A&B the next year. He assumed the posts of chief executive officer and chairman of the board in 1980. Under his leadership, A&B has grown, modernized, and diversified. Mr. Pfeiffer has also earned the company a solid reputation for involvement in philanthropic activities and community affairs, both in Hawaii and California, its two principal places of business. Today, the Alexander and Baldwin Foundation, which he created, has established a level of giving in excess of $1 million a year.

Mr. Pfeiffer has served on many corporate and non-profit boards and organizations, often in leadership positions. These include First Hawaiian, Inc.; First Hawaiian Bank; the Conference Board; the Hawaii Business Roundtable; the Chamber of Commerce of Hawaii; the American Bureau of Shipping; the Maritime Transportation Research Board of the National Academy of Sciences (as chairman); the Containerization & Intermodal Institute; the Inter-American Cargo Handling Coordination Association (as chairman); the Propeller Club of the United States, Port of Honolulu (as president) and Port of San Francisco; the National Association of Stevedores (as president); the National Cargo Bureau, Inc.; the Hawaii Maritime Center; the McKinley High School Foundation; the University of Hawaii Foundation (as chairman); the Aloha Council, Boy Scouts of America; the Girl Scout Council of the Pacific; the Pacific Aerospace Museum; and the Research Round Table of the American Heart Association, Alaieda County Chapter.

Mr. Pfeiffer's community and professional leadership earned him numerous honors. The latest was on January 25th when he received the Charles Reed Bishop Medal from Honolulu's Bishop Museum, which cited his "leadership and personal example" in making A&B "a leader in corporate citizenship * * * through its exemplary support of community organizations * * *" In 1986 the Aloha Council of the Boy Scouts of America honored him with its Distinguished Citizen of the Year Award. In 1985 the United Seamen's Service gave him its Admiral of the Ocean Sea award in New York. Mr. Pfeiffer has been granted honorary doctorates by the Marine Maritime Academy, the University of Hawaii, and Hawaii Loa College.

Mr. Pfeiffer's professionalism, corporate citizenship, and commitment to the highest standards throughout his career have inspired many. I ask my colleagues to join my wife Millie and me in wishing Bobby Pfeiffer the very best, God's blessing on his retirement, and mahalo for a job well done.

MESSAGES FROM THE PRESIDENT

Messages from the President of the United States were communicated to the Senate by Mr. Thomas, one of his secretaries.

EXECUTIVE MESSAGES REFERRED

As in executive session the Presiding Officer laid before the Senate messages from the President of the United States submitting sundry nominations which were referred to the appropriate committees.

(The nominations received today are printed at the end of the Senate proceedings.)

MESSAGES FROM THE HOUSE

At 3:21 p.m., a message from the House of Representatives, delivered by Ms. Goetz, one of its reading clerks, announced that the House agrees to the
report of the committee of conference on the disagreeing votes of the two Houses on the amendment of the Senate to the bill (H.R. 831) to amend the Internal Revenue Code of 1986 to per-
manently extend the deduction for the health insurance costs of self-employed individuals, to deter-
mine the provision containing nonrecognition of gain on sales and exchanges effectuating policies of the Federal Communications Commis-
sion, and for other purposes.

EXECUTIVE AND OTHER COMMUNICATIONS

The following communications were laid before the Senate, together with accompanying papers, reports, and doc-
ments, which were referred as indicat-
ed:

EC–671. A communication from the Acting Secretary of Agriculture, transmitting, a draft of proposed legislation to amend the Federal Meat Inspection Act, the Poultry Products Inspection Act and the Egg Pro-
ducts Inspection Act to recover the full costs for Federal inspection of meat, poultry and egg products, at times other than an approved primary shift; to the Committee on Agriculture, Nutrition and Forestry.

EC–672. A communication from the Assistant Ad
director of the Environmental Protection Agency, transmitting, pursuant to law, a report relative to the number of ap-
plications for conditional registration under
FIFRA; to the Committee on Agriculture, Nutrition and Forestry.

EC–673. A communication from the Sec-
reaty of Energy, transmitting, pursuant to law, a report relative to the breach of a cost threshold; to the Committee on Armed Services.

EC–674. A communication from the Sec-
reaty of Energy, transmitting, pursuant to law, a report relative to technology-related developments useful in the reduction of envi-
ronmental hazards; to the Committee on Armed Services.

EC–675. A communication from the Chair-
man of the Joint Chiefs of Staff, transmitting, pursuant to law, the 1995 Force Read-
iness Assessment; to the Committee on Armed Services.

EC–676. A communication from the Assistant Se
director for Foreign Policy Management, transmitting, pursuant to law, a report relative to the effectiveness of de-
Fense conversion; to the Committee on Armed Services.

EC–677. A communication from the Chair-
man of the Board of Governors of the Federal Reserve System, transmitting, pursuant to law, a re-
port relative to consumer waivers of the right of rescission under the Truth in Lending
Act; to the Committee on Banking, Housing and Urban Af-
fairs.

EC–678. A communication from the Com-
troller of the Currency, transmitting, pursu-
ant to law, a report relative to enforcement actions taken during calendar year 1994 and under the Financial Institutions Reform, Re-
covery, and Enforcement Act; to the Com-
mittee on Banking, Housing and Urban Af-
fairs.

EC–679. A communication from the Sec-
reaty of Transportation, transmitting, a draft of proposed legislation to provide for the certifica-
tion by the Federal Aviation Ad-
miration of airports serving commuter air carriers, and for other purposes; to the Committee on Commerce, Science and Transpor-
tation.

EC–680. A communication from the Sec-
reaty of Commerce, transmitting, pursuant to law, the spectrum reallocation final re-
port; to the Committee on Commerce, Science and Transportation.

EC–681. A communication from the Sec-
reaty of Energy, transmitting, a draft of proposed legislation to provide for the sale of oil from the Strategic Petroleum Reserve and the transfer of oil from Weeks Island, and for other purposes; to the Committee on Energy and Natural Resources.

EC–682. A communication from the Sec-
reaty of Energy, transmitting, pursuant to law, a report required under the Energy Policy Act of 1992; to the Committee on Energy and Natural Re-
ources.

EC–683. A communication from the Sec-
reaty of Energy, transmitting, pursuant to law, a report relative to enforcement actions and the comprehensive status of Exxon and stripper well oil overcharge funds; to the Committee on Energy and Natural Re-
sources.

EC–684. A communication from the Chair-
man of the Pennsylvania Avenue Develop-
ment Corporation, transmitting, a draft of proposed legislation to amend the Pennsyl-
via Avenue Development Corporation Act of 1972; to the Committee on Energy and Natural Re-
ources.

EC–685. A communication from the Sec-
reaty of Energy, transmitting, a draft of proposed legislation to enable Federal agen-
cies to enter into energy savings perform-
cance contracts with public utilities that provide cost savings on future Govern-
ment steam and electricity bills, and for other purposes; to the Committee on Energy and Natural Re-
sources.

EC–686. A communication from the Deput-
y Administrator of the General Services Ad-
ministration, transmitting, pursuant to law, the 1993 annual report on low-level ra-
dioactive waste management; to the Com-
mittee on Energy and Natural Resources.

EC–687. A communication from the Deput-
y Administrator of the General Services Ad-
ministration, transmitting, pursuant to law, the 1993 annual report on low-level ra-
dioactive waste management; to the Com-
mittee on Energy and Natural Resources.

EC–688. A communication from the Admin-
istrator of the Environmental Protection Agency, transmitting, pursuant to law, a report relative to the develop-
ment of the plan for Pennsyl-
via Avenue between the Capitol and the White House, and for other purposes; to the Committee on Energy and Natural Re-
sources.

EC–689. A communication from the Sec-
reaty of Energy, transmitting, pursuant to law, the 1993 annual report on low-level ra-
dioactive waste management; to the Com-
mittee on Energy and Natural Resources.

PETITIONS AND MEMORIALS

The following petitions and memo-
rals were laid before the Senate and were referred or ordered to lie on the table as indicated:

POM–56. A joint resolution adopted by the Legislative, the Commonwealth of Vir-
ginia; to the Committee on Banking, Boul-
ing, and Urban Affairs.

“SENATE JOINT RESOLUTION No. 241

WHEREAS, the use of credit cards is a con-
venient and increasingly popular method of paying for goods and services; and

WHEREAS, the Virginia General Assembly has enacted legislation authorizing the De-
partment of Motor Vehicles, the Department of Taxation, the Department of Alcoholic Beverage Control, the Supreme Court, and

other state agencies to accept payment by credit cards for various taxes, fees, fines, and purchases; and

WHEREAS, the Virginia General Assembly has also authorized State agencies to accept pay-
ment by credit cards for local taxes and utility charges; and

WHEREAS, agencies of the Commonwealth and local governments are also authorized to add to any payment made by credit card a service charge for the acceptance of such card in the amount charged to the agency or political subdivision as a result of the use of the credit card; and

WHEREAS, credit card companies generally assess merchants a discount fee, which typi-
cally is equal to two percent of the trans-
action amount, on credit card transactions; and

WHEREAS, credit card issuers have become increasingly insistent that state agencies and local governments bear the discount fees incurred in connection with credit card transactions; and

WHEREAS, several political subdivisions of the Commonwealth, including the Counties of Albemarle, Chesapeake, and Pulaski and the City of Alexandria, and the De-
partment of Motor Vehicles have been denied the ability to accept credit cards because of the insistence that they either absorb the discount fee associated with the transaction; and

WHEREAS, banks that allow agencies of the Commonwealth and local governments to de-
viate from the general prohibition on charg-
ing the card users the costs of using the credit card may be assessed penalties or have their credit card contracts terminated; and

WHEREAS, it is unreasonable to apply to governmental entities the general policy pro-
hibiting merchants from assessing card users with the discount fee because governments cannot absorb the impact of the discount fee by increasing the amounts charged to tax-
payers and other customers; and

WHEREAS, on May 19, 1993, Representative James P. Moran of Virginia’s Eighth Con-
gressional District co-sponsored, and Represent-
ative Frederick C. Boucher of Virginia’s Ninth Congressional District co-sponsored, H.R. 2175, which would amend Chapter 2 of Title 12, United States Code, to prohibit issuers of credit cards from charging fees for honoring credit cards; and

WHEREAS, H.R. 2175 was not reported out of the Committee on Banking, Finance and Urban Affairs during the 103rd Congress; and

WHEREAS, the enactment of a federal law to prevent credit card issuers from prohib-
iting state agencies and local governments from charging fees for honoring credit cards was found to be necessary to prevent either the discount fees or refusing to honor credit cards; now, therefore, be it

Resolved further, That the Clerk of the House be empowered to take all necessary action to present this resolution to the President of the Senate of the United States, the Speaker of the United States House of Representatives, and the members of the United States Congress so that they may be ap-
prised of the sense of the General Assembly on this matter.”

POM–57. A resolution adopted by the Coun-
cil of the City of Westlake, Ohio relative to
telecommunications legislation; to the Committee on Commerce, Science, and Transportation.


"SENATE JOINT RESOLUTION No. 377

Whereas, Hampton Roads region is one of the fastest growing areas in the Commonwealth of Virginia, with 25 percent of the state's population; and

Whereas, Hampton Roads is one of the principal economic engines for the Commonwealth home to major tourist attractions, vital defense installations, including the world's largest military base, the US Command Headquarters and the Air Combat Command, the Port of Hampton Roads, one of Virginia's greatest economic assets; and

Whereas, the future economic development of Hampton Roads and thus in large part Virginia's future growth and prosperity bears a direct relationship to our ability to move people and goods rapidly; and

Whereas, it is essential that Hampton Roads be connected to the transportation networks of the future, if we are to remain competitive in the emerging global economy; and

Whereas, the Federal Railroad Administration has designated the Washington-Richmond-Charlotte rail corridor part of a proposed national network of high-speed rail corridors; and

Whereas, the Commonwealth of Virginia is currently studying the potential for high-speed rail in the Washington to Newport News corridor; now, therefore, be it

"Resolved by the Senate, the House of Delegates concurring, That the President and Congress of the United States be urged to make no further reductions in funding for Amtrak; and be it

"Resolved further, That the general Assembly request that Amtrak be excused from paying federal fuel taxes that the commercial airlines do not pay, that the states be excused from using federal highway funds on Amtrak projects if they so choose, and that federal officials include a strong Amtrak component in any plans for a new transcontinental freight railroad system; and be it

"Resolved finally, That the Clerk of the Senate transmit copies of this resolution to the President of the United States, the Speaker of the United States House of Representatives, the President of the United States Senate, and the members of the Virginia Congressional Delegation so they may be apprised of the sense of the General Assembly of Virginia."


"JOINT RESOLUTION

Whereas, Amtrak is an energy-efficient and environmental benefits of transportation, consuming about one-half as much energy per passenger mile as airline travel and causing less air pollution; and

Whereas, Amtrak provides mobility to citizens of many smaller communities poorly served by conventional service, as well as to senior citizens, disabled people, and people with medical conditions that preclude flying; and

Whereas, on a passenger-mile basis, Amtrak is nine times safer than driving an automobile and operates safely even in severe weather, and

Whereas, the number of passengers using Amtrak rose 48 percent of 1962 to 1993, allowing Amtrak to dramatically improve coverage of its operating costs from revenues; and

Whereas, expansion of Amtrak service by existing highway would require new land and use less land than either new highways or new airports and would further increase Amtrak's energy-efficiency advantage; and

Whereas, a new system of high-speed rail has fallen in the last decade, while it has risen for both highways and airports; and

Whereas, states may use highway trust fund money as an 80 percent federal match for a variety of non-highway programs, but they are prohibited from using such funds for Amtrak projects; now, therefore, be it

"Resolved: That we, your Memorialists, recommend and urge the President and the Congress of the United States to retain and fulfill all of the previously approved and authorized financial commitments of the Federal Government for the reinstallation of passenger rail service between Portland and Boston; and be it further

"Resolved: That duly authenticated copies of this Memorial be submitted by the Secretary of the State to the Honorable William J. Clinton, President of the United States, the President of the Senate and the Speaker of the House of Representatives of the Congress of the United States and to each Member of the Maine Congressional Delegation.

POM-61. A concurrent resolution adopted by the Legislature of the State of Idaho; to the Committee on Energy and Natural Resources.

"HOUSE CONCURRENT RESOLUTION No. 10

Whereas, for more than forty years, the Idaho National Environmental Laboratory (INEL) has been a vital international center for nuclear reactor safety, research, development and reprocessing; and

Whereas, the State of Idaho and the Idaho Legislature have consistently supported the traditional missions of the INEL and the significant and important role it plays in the economic livelihood of the State; and

Whereas, the State of Idaho and its citizens have for more than four decades been good citizens and good neighbors to the Department of Energy and the federal government; and

Whereas, nuclear waste has been, and may again in the near future be, shipped to Idaho with the commitment that this is a temporary storage destination; and

Whereas, twenty-four other states have more nuclear waste stored than in Idaho, so this issue is truly one of national concern and of public health, environmental safety and national security; and

Whereas, there does not currently exist a permanent nuclear waste repository; and

Whereas, a commitment was made to Governor Batt by federal officials that Idaho would not become the permanent repository which, as committed by the federal government, is one that must be fulfilled by federal authorities; and

Whereas, in meetings with federal officials, Governor Batt made it clear that he would commit every resource at his disposal to prevent Idaho from becoming a permanent repository for nuclear waste; and

Whereas, Governor Batt has been working with the State's Congressional delegation and Senator Bennett Johnston of Louisiana to advance Senator Johnston's legislation which speeds the process of opening a permanent repository in Idaho; and

Whereas, the United States Department of Energy has committed additional funding for INEL health and safety monitoring by the State of Idaho and has assured Governor Batt of the continued cleanup and upgrade of existing INEL facilities and the Department of Energy is anxious to continue negotiations which lead to removal of the waste from Idaho; and

"Whereas, failure to locate, site and construct a permanent nuclear waste facility would negatively impact Idaho, and would have the support of the people of the State of Idaho; Now, therefore, be it

Resolved that: Your Memorialists, recommend and urge the President and the Congress of the United States to honor their commitment to Idaho to construct a permanent nuclear waste repository which will not negatively impact Idaho, and which will be approved by the people of the State of Idaho.
Resolved, that the responsible federal authorities must continue the search for and select a permanent nuclear waste repository outside of Idaho, and that we urge the members of the congressional delegation representing the State of Idaho in the Congress to vigorously assert the Idaho position and prohibit the importation of nuclear waste that come to permanently remain in Idaho through default by the responsible federal authorities; be it further

Resolved, that until meaningful progress is made on the search for a permanent repository for government-owned spent fuel, including those fuels of Naval origin, that all shipments of fuel into Idaho be halted with Naval fuels to be stored at Naval shipyards and Department of Energy fuels to be stored at their point of origin; and be it further

Resolved, that the Chief Clerk of the House of Representatives be, and she is hereby authorized and directed to forward a copy of this Memorial to the President of the United States, the Secretary of the United States Department of Transportation, the President of the Senate and the Speaker of the House of Representatives of Congress, and the congressional delegation representing the State of Idaho in the Congress of the United States.

POM-42. A resolution adopted by the American Society of Mammalogists relative to acoustic pollution of the marine environment; to the Committee on Environment and Public Works.

POM-43. A resolution adopted by the American Fisheries Society (Missouri Chapter) relative to the Clean Water reauthorization; to the Committee on Environment and Public Works.

POM-44. A resolution adopted by the American Fisheries Society (Missouri Chapter) relative to the Endangered Species Act reauthorization; to the Committee on Environment and Public Works.

POM-45. A resolution adopted by the American Fisheries Society (Missouri Chapter) relative to the National Biological Service; to the Committee on Environment and Public Works.

POM-46. A resolution adopted by the Legislature of the State of Idaho; to the Committee on Environment and Public Works.

House Joint Memorial No. 2

Resolved, that a viable National Highway System is critical to the ability of the states and their communities to attract new industries and to sustain economic growth, and to the ability of manufacturers to transport their products and also for the accomplishment of direct national interests including interstate commerce, national defense and the continuation of the states and the nation in international trade; and

Resolved, that the National Highway System carries over forty percent of the total vehicular road traffic in the United States, thereby constituting the “backbone” of the intermodal national transportation system.

Resolved, that the Intermodal Surface Transportation Efficiency Act (ISTEA) of 1991 requires that after September 30, 1995, no federal or state funds be available for the National Highway System or Interstate Maintenance Programs unless Congress has approved a law designating the National Highway System.

Resolved, that the Chief Clerk of the House of Representatives be, and she is hereby authorized and directed to forward a copy of this Memorial to the President of the United States, the Secretary of the United States Department of Transportation, the President of the Senate and the Speaker of the House of Representatives of Congress, and the congressional delegation representing the State of Idaho in the Congress of the United States.

POM-47. A concurrent resolution adopted by the General Assembly of the State of Iowa; to the Committee on Environment and Public Works.

Senate Concurrent Resolution No. 6

Resolved,

Whereas, the Missouri River is a major waterway of the United States, bordering the entire western side of the state of Iowa for more than 200 miles; and

Whereas, the average volume of water that flows past the cities of Omaha, Nebraska, and Council Bluffs, Iowa, equals 32,120 cubic feet per second which is equivalent to approximately 23 million acre-feet per year; and

Whereas, the drainage area above Omaha, Nebraska, and Council Bluffs, Iowa, equals 220,000 square miles; and

Whereas, Iowa is one of the nation’s preeminent agricultural states, and consistently one of the leading states in both corn and hogs production; and

Whereas, Iowa and other upper midwestern states bordering the Missouri River represent a major grain-producing region of the United States; and

Whereas, the Missouri River is used to transport a significant proportion of the region’s agricultural products; and

Whereas, the United States Army Corps of Engineers has completed a draft environmental impact statement, containing findings embodied in an environmental impact statement; and

Whereas, the Missouri River Master Water Control Manual Review and Update; and

Whereas, the draft version of the environmental impact statement analyzes a new method of operation for the Missouri River system which will result in an additional flow of water through the spring, shorter navigation seasons, and further reductions in service to navigation; and

Whereas, the rising river level in the spring as contemplated in the plan proposed by the United States Army Corps of Engineers will increase risks to lands along the river by causing additional flooding, increasing groundwater tables, and reducing the effectiveness of drainage systems, including the effectiveness of gate valves along the river designed to facilitate drainage; and

Whereas, the Missouri River contributes between 40 and 50 percent of the water flow to the Mississippi River south of the rivers’ confluence, between St. Louis, Missouri, and Cairo, Illinois; and

Whereas, the loss of water flow could reduce levels at the Port of St. Louis by two to five feet, creating significant increases in the cost of transporting grain exports throughout the middle Mississippi during peak shipping seasons; and

Whereas, the barging share of grain movements to export ports increased from 43 percent in 1974 to 54 percent in 1991 and most of this barging share is on the Mississippi River system; and

Whereas, reductions in support to navigation and the lack of water flowing into the river during dry or drought periods will reduce the commercial value of the Missouri River to an extent that the continued existence of vital barge traffic on the river will be jeopardized; Now therefore, be it

Resolved, that the plan proposed by the United States Army Corps of Engineers to dramatically alter the operation of the Missouri River threatens land neighboring the river and the vitality of navigation on the river which is essential to commerce; and be it further

Resolved, That if the plan proposed by the United States Army Corps of Engineers is adopted administratively, that Iowa congression delegation cooperate to take all actions necessary to ensure that money is not made available for the proposal’s implementation; and be it further

Resolved, That copies of this resolution be sent to the President of the United States; the Chief of Engineers, United States Army Corps of Engineers; the Missouri River Division Commander, United States Army Corps of Engineers; the President of the United States Senate; the Speaker of the United States House of Representatives; and members of Iowa’s congressional delegation.

POM-48. A joint resolution adopted by the Legislature of the State of Maine; to the Committee on Environment and Public Works.

Joint Resolution

Resolved, that the federal Clean Air Act requires that each state in which moderate ozone nonattainment areas are located submit a revision to the state’s implementation plan to provide for a 15% reduction of volatile organic compound emissions by November 15, 1996; and

Resolved, that this resolution be transmitted to the Honorable William J. Clinton, President of the United States, the President of the Senate and the Speaker of the House of Representatives of the Congress of the United States, and to each member of the Maine Congressional Delegation.
March 30, 1995

POM-69. A joint resolution adopted by the Legislature of the State of Maine; to the Committee on Environment and Public Works.

"JOINT RESOLUTION

Whereas, we, your Memorialists, the Members of the One hundred and Seventeenth Legislature of the State of Maine now assembled in the First Regular Session, most respectfully petition the Members of Congress of the United States, as follows:

Whereas, 7 counties in Maine were determined by the Air Quality Standards and Planning Commission as nonattainment areas causing a necessary change in the State's implementation plan; and

Whereas, as 4 Maine counties may no longer fall under the federal Environmental Protection Agency guidelines as nonattainment areas causing a necessary change in the State's implementation plan; and

Whereas, as the Maine State is currently in a contract for IM/240 testing based on the original determination of the federal Environmental Protection Agency for the necessity of IM/240 testing in nonattainment areas; and

Whereas, the federal Environmental Protection Agency is currently making a full re-evaluation of the necessity of the testing; and

Whereas, conclusive scientific data showing the extent of out-of-state airborne pollutants coming into Maine from outside sources is still being accumulated; and

Whereas, the State values its heritage of clean air for the health, safety and well-being of its citizens, environment and economy, and needs time to structure an appropriate and cost effective plan that works best for Maine's unique assets and needs; now, therefore, be it

Resolved, That We, your Memorialists, respectfully petition and urgently seek your support to request a one-year suspension of the July 26, 1995 deadline for sanctions against the State of Maine; and be it further

Resolved, That suitable copies of this resolution, duly authenticated by the Secretary of State, may be transmitted to the Congress of the United States, including Northern Virginia, an action to which the Congress of the United States is assembled in the First Regular Session, most respectfully petition the Members of Congress of the United States, including Northern Virginia, to the Committee on Environment and Public Works.

SENATE JOINT RESOLUTION No. 29

Whereas, the Ozone Transport Commission (OTC) has recommended to the federal Environmental Protection Agency (EPA) the imposition of a low-emission vehicle (LEV) program throughout the northeastern United States, including Northern Virginia, an action to which the General Assembly of Virginia, in House Joint Resolution No. 1 of the 1994 Regular Session, has already expressed its opposition; and

Whereas, use of subsidies, selective tax benefits, or other financial incentives are appropriate means of encouraging the development of alternative fuel technologies and their accompanying infrastructure and stimulating a market for alternative fuel vehicles; and

Whereas, experience has disclosed a tendency for the Clean Air Act Amendments (CAAA), the federal Energy Policy Act (EPACT), and EPA regulations to be used by the federal bureaucracy to impose mandates upon the states without any consultation or consideration of state legislatures or other elected representatives of the people who will ultimately have to bear the financial and other costs of these mandates; and

Whereas, the final decision on the appropriateness of such mandates as part of an air pollution control and reduction program should be left in the hands of state legislators and other elected representatives of affected states, including the elected people of the federal bureaucracy; now, therefore, be it

Resolved by the Senate, the House of Delegates concurring, That the Congress of the United States be hereby memorialized to refrain from imposing upon the states, through the medium of the Clean Air Act Amendments of 1990, Section 182(B), (l), to submit a state implementation plan to meet the requirements of that Act; and

Resolved, That the Secretary of the Senate prepare and transmit a copy of this resolution to the Vice President of the United States, the Speaker of the House of Representatives and each member of the Nevada Congressional Delegation; and be it further

Resolved, That this resolution becomes effective upon passage and approval.

POM-71. A joint resolution adopted by the Legislature of the Commonwealth of Virginia; to the Committee on Environment and Public Works.

SENATE JOINT RESOLUTION No. 29

Whereas, the Commonwealth acquired lands and established False Cape State Park in Virginia, for the purpose of conserving the natural and cultural values of these lands and making these lands available for the beneficial use of Virginians and their guests; and

Whereas, the United States Government, through the Department of Interior, assisted the Commonwealth in the acquisition and development of this state park with the full understanding that the Park would require reasonable and permanent access through the Commonwealth legislature's endorsement of park management guidelines and authorization to negotiate land exchange agreements with the federal government; and

Whereas, the federal government has consistently thwarted the efforts of the Commonwealth to establish access to the Park by placing such unreasonable demands upon the Commonwealth as (i) requiring that disproportionate amounts of state land be exchanged for federal lands, (ii) placing an unreasonably high valuation on federal lands as compared to state lands, and (iii) imposing the Refuge's vehicle-permitting requirements on resident park employees; and

Whereas, although limited access through the Refuge to the Park has existed on an intermittent basis for many years, the federal government has recently taken action to severely reduce this access, ostensibly basing this decision on a study conducted by employees of the National Park Service, which is flawed in its methodology and conclusions; and

Whereas, the Commonwealth has steadfastly managed its property at False Cape State Park in a manner which (i) exhibits good conservation practices and good stewardship, resulting in the protection and enhancement of one of the last barrier spit ecosystems and (ii) serves the mission of the National Park Service, which is flawed in its methodology and conclusions; and

Whereas, the Commonwealth has steadfastly managed its property at False Cape State Park in a manner which (i) exhibits good conservation practices and good stewardship, resulting in the protection and enhancement of one of the last barrier spit ecosystems and (ii) serves the mission of the National Park Service, which is flawed in its methodology and conclusions; and

Resolved by the Senate, the House of Delegates concurring, That Congress of the United States be hereby memorialized to refrain from imposing upon the states, through the medium of the Clean Air Act Amendments of 1990, the Energy Policy Act of 1992, or federal regulations to be used by the federal bureaucracy to impose mandates upon the states without any consultation or consideration of state legislatures or other elected representatives of the people who will ultimately have to bear the financial and other costs of these mandates; and

Resolved by the Senate, the House of Delegates concurring, That Congress of the United States be hereby memorialized to refrain from imposing upon the states, through the medium of the Clean Air Act Amendments of 1990, the Energy Policy Act of 1992, or federal regulations to be used by the federal bureaucracy to impose mandates upon the states without any consultation or consideration of state legislatures or other elected representatives of the people who will ultimately have to bear the financial and other costs of these mandates; and

Resolved further, That the Clerk of the Senate transmit copies of this resolution to the President of the United States, the Speaker of the House of Representatives, the members of the Virginia Congressional Delegation so that they may be apprised of the sense of the Virginia General Assembly in this matter.

REPORTS OF COMMITTEES

The following reports of committees was submitted:

By Mrs. KASSEBAUM, from the Committee on Labor and Human Resources:

Special Report entitled "Legislative Activities of the Committee on Labor and Human Resources, U.S. Senate, During the 103rd Congress, 1993-94" (Rep. No. 194-22).

By Mr. PRESSLER, from the Committee on Commerce, Science, and Transportation, without amendment:

An original bill to provide for a pro-competitive, de-regulatory national policy framework designed to accelerate rapidly private sector deployment of advanced telecommunications and technologies and services to all Americans by opening all telecommunications markets to
INTRODUCTION OF BILLS AND JOINT RESOLUTIONS

The following bills and joint resolutions were introduced, read the first and second time by unanimous consent, referred as indicated:

By Mr. LOTT (for himself, Mr. BURNS, Mr. COCHRAN, Mr. CRAIG, Mr. FAIRCLOTH, Mr. HATCH, Mr. INHOFE, Mr. KYL, Mr. MACK, Mr. MURkowski, and Mr. SHELBY):

S. 647. A bill to amend section 6 of the Forest and Rangeland Renewable Resources Planning Act of 1974 to require phasing-in of certain amendments of or revisions to land and resource management plans, and for other purposes; to the Committee on Agriculture, Nutrition, and Forestry.

By Mr. COHEN (for himself, Mr. D'AMATO, Mr. BENNETT, and Mr. FAIRCLOTH):

S. 650. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel MARANTHA; to the Committee on Commerce, Science, and Transportation.

S. 653. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel SUNRISE; to the Committee on Commerce, Science, and Transportation.

S. 654. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel QUIETLY; to the Committee on Commerce, Science, and Transportation.

S. 656. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel AURA; to the Committee on Commerce, Science, and Transportation.

SUBMISSION OF CONCURRENT AND SENATE RESOLUTIONS

The following concurrent resolutions and Senate resolutions were read, and referred (or acted upon), as indicated:

By Mr. THOMAS (for himself and Mr. ROBY):

S. Res. 97. A resolution expressing the sense of the Senate with respect to peace and stability in the South China Sea; to the Committee on Foreign Relations.

STATEMENTS ON INTRODUCED BILLS AND JOINT RESOLUTIONS

By Mr. LOTT (for himself, Mr. BURNS, Mr. COCHRAN, Mr. CRAIG, Mr. FAIRCLOTH, Mr. HATCH, Mr. INHOFE, Mr. KYL, Mr. MACK, Mr. MURkowski, and Mr. SHELBY):

S. 647. A bill to amend section 6 of the Forest and Rangeland Renewable Resources Planning Act of 1974 to require phasing-in of certain amendments of or revisions to land and resource management plans, and for other purposes; to the Committee on Banking, Housing, and Urban Affairs.

By Mr. SIMON (for himself, Mr. MccAIN, Mr. MACK, Ms. MOseley-BRAUN, Mr. WARNER, Mr. PELL, Mr. INOuYEE, Mr. MOYNIHAN, Mr. DODD, Mr. KENNEDY, Mr. LEAHY, Mr. LAUTENBERG, Mr. LEVIN, Mr. BINGAman, Ms. miKULski, Mr. GRAHAM, Mr. JEFFS, Mr. ROSS, Mr. AKaka, and Mr. WELSTONe):

S. 649. A bill to authorize the establishment of the National African American Museum within the Smithsonian Institution, and for other purposes; to the Committee on Banking, Housing, and Urban Affairs.

By Mr. MccAIN:

S. 651. A bill to establish the Office of the Inspector General within the General Accounting Office, modify the procedure for congressional work requests for the General Accounting Office, establish a Peer Review Committee, and for other purposes; to the Committee on Governmental Affairs.

By Mr. PRESSLER:

S. 652. An original bill to provide for a pro-competitive, de-regulatory national policy framework designed to accelerate rapidly private sector deployment of advanced telecommunications and information technologies and services to all Americans by opening all telecommunications markets to competition, and for other purposes; from the Committee, on Commerce, Science, and Transportation; placed on the calendar.

By Mr. KERRY (for himself and Mr. KENNEDY):

S. 653. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel AURA; to the Committee on Commerce, Science, and Transportation.

That is all.

This legislation will not prevent the Forest Service, or any other Federal agency, from taking actions to protect endangered species.

This legislation will not change one environmental statute.

This legislation will not gut any environmental policies.

This legislation will not jeopardize any efforts to protect endangered species.

In fact, I would argue it will cause a greater public acceptance, awareness, and respect for environmental policies.

This legislation merely dictates common sense to ensure a balanced and economically responsible plan is established.

Let me be very clear, if my colleagues have a national forest in their State, then they have a potential problem.

Previous forest management policy changes have failed to anticipate societal consequences on communities and families. Severe economic devastation occurred.

I am not talking about hypothetical situations. Talk to the people in timber communities in Oregon, Washington, and Liberty County, FL. This is real and this is not smart.

In the last Congress, I saw a number of legislative provisions adopted to help communities already destroyed by changes in how forests are managed.

These legislative solutions were expensive and necessary. It is an unfortunate thing that they were required, but let members not perpetuate this reactive legislative mode.

This legislative goal is to avoid having to enact expensive remedies after the fact. Congress needs to get in front of the problems caused by the Forest Service.

The legislation I am introducing here today has a goal of avoiding having to enact expensive remedies after the fact. Congress needs to get in front of the problems caused by the Forest Service.

This legislation involves an uncomplicated inexpensive four criteria phase-in process. In fact, it was examined by the Department of Agriculture who reviewed it as a resolution last year. All of its concerns were incorporated in the language that was accepted in the last day of the session.

This legislation is straightforward.

This legislation ensures that common sense and economic issues are factored into policies which change forest management plans.

This legislation will preclude devastating economic impacts from public policies by suddenly reducing annual timber harvests. This produces significant job losses and financial ruin. It does not plan communities, it has unbelievable consequences quite often when it is just put into effect without proper consideration.
It makes sense to create a cost effective and smooth glidepath for timber-dependent communities as forest management plans are changed. It makes double sense to do this upfront, not after families and communities have been disrupted, devastated, and damaged in many ways.

The bill will restore the essential balance which the Forest Service must maintain. The Forest Service must not emphasize a single mission at the expense of other resources.

The bill will not challenge or prohibit the policies which protect our public forests. Rather it recognizes and explicitly acknowledges that our national forests have a multiple use mission which cannot be ignored. I think we have been slipping away from that in recent years.

The legislative approach in a word is “cash-flow.” It means that the forest to be set aside will pro-rate the habitat of the existing colony of the endangered species.

We have had a recent proposal that 100,000 acres in the district of a national forest will be set aside for a colony of red cockaded woodpeckers. I thought a colony was maybe 1,000 birds or something for 100,000 acres. It was five—five birds. Common sense is what we are asking for here in our forest management policy.

The set-aside would then increase, based on the growth of the population of the protected species. This means that the original set-aside will not be based on the size of the final colony, a goal which may not be reached for generations.

However, the Forest Service, under current policies, will immediately set aside the full habitat area—100,000 acres—perhaps—for foraging. Even though the species population will not require this area for well into the next century, maybe never. This is neither environmentally nor economically sound.

The Forest Service approach is an arrogant abuse of public assets entrusted to them. I believe current Forest Service practices are counterproductive to public acceptance of environmental policies.

I urge my colleagues to take a close look at this legislation. I will be looking for a way to move it. We had broad bipartisan support last year when it was just a resolution. I hope that we can find a bill that we can attach it to. If not, I will be writing for a vehicle to offer it as an amendment.

Mr. President, I ask unanimous consent that the text of the bill be printed in the RECORD.

There being no objection, the bill was ordered to be printed in the RECORD, as follows:

S. 647

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. PHASING-IN OF CHANGES TO LAND AND RESOURCE MANAGEMENT PLANS.

(a) IN GENERAL.—Section 6 of the Forest and Rangeland Renewable Resources Plan-ning Act of 1974 (16 U.S.C. 1604) is amended by adding at the end the following:

“(d) PHASING-IN OF CHANGES TO LAND AND RESOURCE MANAGEMENT PLANS— (1) IN GENERAL.—When the Secretary amends or revises a land or resource management plan with the purpose of increasing the population of a specified species, subspecies, or unit of the National Forest System or in any area within a unit, the Secretary shall, to the greatest extent practicable and except when there is an imminent risk to public health, phase in the amendment or revision over an appropriate period of time determined on the basis of the considerations described in paragraph (2).

(2) CONSIDERATIONS— (A) the social and economic consequences to local communities of any amendment or revision;

(B) the length of time needed to achieve the population increase that is the objective of the amendment or revision;

(C) the cost of implementation of the amendment or revision;

(D) the financial resources available for implementation of the amendment or revision.

(b) APPLICATION OF AMENDMENT— The amendment made by subsection (a) shall apply to any amendment of or revision to a land or resource management plan described in the amendment or revision that is proposed on or after the date of enactment of this Act or that has been proposed but not finally adopted prior to the date of enactment.

S. 648. A bill to clarify treatment of certain claims or defenses against an insured depositary institution under receivership by the Federal Deposit Insurance Corporation, and for other purposes; to the Committee on Banking, Housing, and Urban Affairs.

THE D’OENCH DUHME REFORM ACT

Mr. COHEN, Mr. President, I rise today to introduce the D’Oench Duhme Reform Act. I think it is safe to say that very few Members of this body have ever heard of the D’Oench Duhme doctrine, or understand why the Senate should be considering this arcane area of Federal banking law. But I submit that the problems that have arisen with respect to D’Oench Duhme are symptomatic of the more general problem that we see today of government acting without regard to the impact of its actions on the citizenry. Governmental arrogance of this sort corrodes public confidence in its political institutions and hinders the ability of government to act in the public interest. So the bill I introduce today has two purposes: It aims to fix an unjustifiable legal doctrine that has victimized hundreds of innocent people. But it also is designed to help restore confidence in government in general by reforming a law that is fundamentally unfair.

I am very pleased to announce that Sens. D’AMATO, BENNETT, and FAIRCLOTH are joining me as original cosponsors of the D’Oench Duhme Reform Act. I look forward to working with them as the bill is considered in the Banking Committee.

The D’Oench Duhme doctrine is based on a 1942 Supreme Court case and a Federal statute enacted in 1950. The original purpose of the doctrine was to protect the interests of Federal bank regulatory agencies by making secret side agreements that do not appear in the records of an insured bank unenforceable when a bank fails and banking agency is appointed receiver.

Over the years, however, this salutary purpose has been perverted into a national policy allowing the FDIC and RTC to shunt the truth out of the face of litigants asserting claims and defenses that have nothing to do with secret side agreements. In many cases, the claimants have been victims of fraud by bank officials. Nonetheless, if the litigants’ claims or defenses were based in any way on oral, unrecorded representations, the FDIC and RTC have successfully used D’Oench Duhme to lower the boom and get the claims dismissed. Individuals are abused twice—one by the bank and then again by the Government. The sad fact is that these individuals often think that they have been treated worse by the FDIC or RTC than they were by the bank that defrauded them.

In January, the Subcommittee on the Oversight of Government Management, which I chair, held a hearing on the FDIC and RTC’s misapplication of this powerful legal doctrine. The subcommittee heard testimony from individuals who have been victimized by the FDIC and RTC’s use of D’Oench Duhme, an attorney who has represented dozens of clients against these agencies, and a panel of legal scholars. All of these witnesses documented that the Federal courts, at the urging of the FDIC and RTC, have expanded the doctrine in a way that has led to fundamentally unfair, and unjustifiable, results.

I was especially struck by the testimony of a professor who had represented the FDIC in a case where an elderly couple had obviously been victimized by officers of a savings and loan. In fact, the officers of the S&L were eventually convicted on 30 counts of bank fraud. Nonetheless, the professor succeeded in getting the elderly couple’s civil case against the FDIC dismissed pursuant to the D’Oench Duhme doctrine. The patent unfairness of this result led the professor to write a law review article criticizing the unjustified expansion of the D’Oench doctrine.

I also want to remind the Senate of an extraordinary case from Boston involving Rhetta and John Sweeney that I brought to the Senate’s attention last summer. After a lengthy trial in State court, in which a jury decided the RTC was liable on a mortgage, the trial court on a subsequent decision ruled that they had been defrauded by ComFed bank and won a $3 million verdict. But when ComFed failed and the RTC took over as receiver, the case...
was removed to Federal court days before the court’s decision was written, and then dismissed based under D’Oench Duhme. Now the Sweeneyks are now facing the loss of their family home. For the Sweeneyks, D’Oench Duhme has meant just that—doom.

These claimants are just the tip of the iceberg. D’Oench Duhme has been invoked by the FDIC to bar claims in approximately 5,145 cases since 1989. Countless other claimants probably have even bothered to file claims based on their knowledge of the sweeping power of the D’Oench doctrine. These claimants may not have valid claims, but at least they should have the chance to have their cases heard on the merits.

The current law is unfair and arbitrary. Bank customers are permitted to assert claims and defenses based on oral representations against solvent banks, but a different law—D’Oench Duhme—applies once a bank becomes insolvent.

The FDIC and RTC have arrogated to themselves power that has not been granted to them by Congress. They have done so based on the belief that Congress wants them to resolve failed institutions as efficiently as possible. But Congress did not authorize the FDIC and RTC to trample over individual rights for the purpose of reducing the cost of bank and thrift failures. The whole purpose of the bank insurance system has been secure public confidence in the banking system and spread the cost of bank failures to the public as a whole. D’Oench Duhme undermines both purposes. It degrades public confidence in the banking system by permeating the resolution process with fundamental unfairness. It also places a disproportionate share of the burden of bank failure on individuals who have done nothing wrong but to have had the misfortune of choosing to do business with a bank that eventually failed.

The legislation I am introducing today will correct this inequity. Its purpose is to restore D’Oench Duhme to its original, narrow purpose. Consequently, the bill continues to bar claims and defenses based on secret side agreements entered into by bank insiders. But the bill provides relief victims of bank fraud by opening the courthouse doors and allowing them to have their day in court.

Reform of the D’Oench Duhme doctrine is necessary to restore fundamental fairness to our banking law. Mr. President, I urge my colleagues to support this measure.

Mr. President, I ask unanimous consent that a section-by-section analysis be printed in the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows.

SECTION BY SECTION ANALYSIS

SECTION 2—FINDINGS AND PURPOSES

This section explains that under current law, federal banking agencies can use two separate lines of authority to bar claims brought against them, a federal common law doctrine developed pursuant to the Supreme Court case D’Oench Duhme & Co. v. FDIC, (1942), and a section 13(e) of the Federal Deposit Insurance Act (“FDIA”). This section represents a congressional finding that the use of these authorities by federal banking agencies has led to fundamentally unfair results because individuals with potentially valid claims and defenses against depository institutions have been barred from bringing their cases when the institutions fail and are taken over by federal banking agencies.

This section also states that the purposes of the bill are to unify the two doctrines so that all cases are handled according to the federal statute and modify the statute so that certain intentional tort and other claims and defenses may be adjudicated on the merits.

SECTION 3—CLARIFICATION

This section amends section 13(e) of the FDIA as follows:

Section (e)(1) provides that agreements relating to assets acquired by federal banking agencies during a receivership, conservatorship, or by purchase and assumption, are enforceable against the agency unless they are in writing and were executed in the normal course of business. This section changes current laws by streamlining the recordation requirements for an agreement to be enforceable against the federal banking agencies.

Section (e)(2) clarifies that certain claims and defenses may be raised against the federal banking agencies, despite the fact that unwritten agreements are made unenforceable by the doctrine. Claims and defenses include claims that do not relate to an asset acquired by the Corporation, claims that relate to transactions that would not normally be recorded in the official record of a depository institution, and claims commenced before the appointment of a receiver or conservator. In addition, intentional tort claims and claims based on state or federal statutory law may be filed against the federal banking agencies after their appointment as receiver or conservator so long as the parties asserting the claims did not participate in a scheme to defraud bank officials or federal bank examiners.

Section (e)(3) overrules a number of federal cases which federal banking agencies should be treated as if they were “holders in due course” and therefore immunized from certain categories of claims and defenses. This section clarifies that a federal banking agency may only be considered a “holder in due course” if it meets all the requirements for such status under the applicable state law.

Section (e)(4) provides that agreements for the sale or purchase of goods and services are enforceable against the federal banking agencies.

SECTION 4—REPEAL

This section repeals section 11(d)(9) of the FDIA because it would be rendered redundant by other sections of the bill.

SECTION 5—CONFORMING AMENDMENTS

This section provides that the bill will apply retroactively to all claims and litigations in progress on or after October 19, 1993.

Mr. D’AMATO. Mr. President, I rise today in support of the legislation sponsored by my esteemed colleague from Maine, Senator Cohen, to reform the legal doctrine known as D’Oench, Duhme. This doctrine has been expanded by federal banking agencies and courts far beyond its original intent. D’Oench, Duhme robs citizens of legal defenses after they have been defrauded by their lending institutions, and those institutions have, in turn, been taken over by the FDIC and RTC.

In 1950, Congress attempted to codify the D’Oench, Duhme doctrine in the Federal Deposit Insurance Act [FDIA]. The statute set forth requirements for agreements which would make the doctrine inapplicable. The statute set forth requirements for agreements which would make the doctrine inapplicable. Such agreements are unenforceable unless they are in writing, have been formally recorded in bank records, and have been approved by the bank’s board of directors.

The statute expanded the D’Oench decision by allowing the FDIC to use the doctrine against borrowers who did not commit fraud or enter into a secret agreement. However, the statute limited the doctrine by applying it only to the FDIC’s interests in acquired assets.

The D’Oench, Duhme doctrine was originally adopted to protect taxpayers from secret agreements between banks and borrowers. Narrowly construed, D’Oench, Duhme allows the FDIC and RTC to collect on an institution’s loans and save taxpayer dollars. Unfortunately, the doctrine has been distorted into a weapon against innocent fraud victims.

Under the D’Oench, Duhme doctrine, courts have routinely ignored the asset requirement for consideration. Courts have also regularly applied the doctrine to innocent borrowers who did not commit fraud or enter into secret agreements. Some courts have granted the FDIC and RTC the status of holder in due course. A party who gains this status takes an instrument free from virtually any defenses. Therefore, a holder in due course is immune to a defense of fraud in the inducement, as well as any of the other personal defenses. It makes no sense to punish fraud victims for the misconduct of their lending institution, but that is exactly what the doctrine does.

The Federal banking agencies have zealously applied the D’Oench, Duhme doctrine. Cleaning services and other private vendors have not been paid because the agencies have used the doctrine to avoid making payments to the Treasury. Innocent small business should not be left bankrupt because the institution which hired them was taken over by the FDIC and RTC.
The D’Oench, Duhme Reform Act would amend the FDIA to ensure that fraud victims can assert valid legal defenses. Claims commenced before the appointment of an agency as receiver could not be cut short by D’Oench, Duhme. The amendments could be presented after the appointment of an agency only if the party asserting the claim did not participate in any part of the fraud.

Under this bill, the Federal banking agencies could not gain the status of a holder is due course unless they meet the requirements for such status under the applicable state law. Agreements made by a lending institution for the purchase of goods and services would be enforceable against the FDIC and RTC.

The D’Oench, Duhme Reform Act would not automatically grant relief to people who claim they were defrauded. Secret agreements would remain unenforceable. This bill would simply give fraud victims their day in court.

Mr. President, innocent people are losing their homes and businesses. Hardworking, honest people are defrauded, and then they are victimized again by the banking agencies. The FDIC and RTC are railroading these people into foreclosure. This practice is grossly unfair and must be stopped. Mr. President, the D’Oench, Duhme Reform Act will do just that.

By Mr. SIMON (for himself, Mr. McCAIN, Mr. MACK, Ms. MUSELING-JOHNSON, Mr. WARNER, Mr. PELL, Mr. INOUYE, Mr. MOYNIHAN, Mr. DODD, Mr. KENNEDY, Mr. LEAHY, Mr. LAUTENBERG, Mr. LEVIN, Mr. BINGAMAN, Ms. MUKULSKY, Mr. GRAHAM, Mr. FEINSTEIN, Mr. RODGERS, Mr. ANGUS KING, Mr. AKAKA, and Mr. WELLSTONE):

S. 649. A bill to authorize the establishment of the National African American Museum within the Smithsonian Institution for other purposes; to amend the Federal Deposit Insurance Corporation (FDIC) Act to provide for enforcement of agreements between banks and lending institutions which are designed to defraud consumers; and for other purposes; to authorize the establishment of a National African American Museum, which shall be known as the “National African American Museum”, and for other purposes; to enact into law the provisions of the O'Ench, Duhme Reform Act; and for other purposes.

If enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the “National African American Museum Act”.

SEC. 2. FINDINGS.

(a) The Congress finds that—

(1) the presentation and preservation of African American life, art, and culture is a national institution devoted solely to African American life, art, and culture;

(b) Purpose.—The purpose of the Museum is to provide—

(1) a center for scholarship relating to African American life, art, and culture; and

(c) Location and Construction of the National African American Museum.

The Board of Regents is authorized to plan, design, reconstruct, and renovate the Arts and Industries Building of the Smithsonian Institution to house the Museum.

SEC. 4. LOCATION AND CONSTRUCTION OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

The Board of Regents is authorized to plan, design, reconstruct, and renovate the Arts and Industries Building of the Smithsonian Institution to house the Museum.

SEC. 5. BOARD OF TRUSTEES OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

(1) The Secretary of the Smithsonian Institution.

(2) An Assistant Secretary of the Smithsonian Institution, designated by the Board of Regents.

(3) Twenty-one individuals of diverse disciplines and geographical residence who are committed to the advancement of knowledge of African American history, art, and culture, appointed by the Board of Regents, of whom 9 members shall be from among individuals nominated by African American museums, historically black colleges and universities, and cultural or other organizations.

(c) Terms.—As designated by the Board of Regents at the time of initial appointments under paragraph (3) of subsection (b), the terms of 7 members shall expire at the end of 1 year, the terms of 7 members shall expire at the end of 2 years, and the terms of 7 members shall expire at the end of 3 years.

(d) Vacancies.—A vacancy on the Board of Trustees shall not affect its powers and shall continue. On a different scale, however, there should be a national African American Museum. We need an institution that can serve as a national and international center.

A national museum dedicated to education and research would provide a broader and better understanding of the contributions made by African Americans. The inadequate preservation and presentation of African American life, art, history and culture undermines the ability of Americans to understand their past.

With a better understanding of our collective past, we will be a stronger Nation. There are many issues abroad and at home that demand our immediate attention. To face these issues, we need a comprehensive understanding of our history.

Mr. President, I recognize that these are times of fiscal constraint. This legislation does not require any additional appropriation.

Currently, one corner of the Smithsonian’s Arts and Industries Building has been set aside for the African American Museum project. Claudia Brown, the project’s current director, and her staff have worked hard on this temporary exhibit. Ms. Brown will soon be leaving the project to return to New York. Her contribution has helped to lay the foundation upon which we can now build.

SEC. 3. ESTABLISHMENT OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

(a) Establishment.—There is established within the Smithsonian Institution a Museum, which shall be known as the “National African American Museum”.

(b) Purpose.—The purpose of the Museum shall be—

(1) to provide a national institution devoted solely to African American life, art, history, and culture; and

(2) to provide for the preservation of the contributions made by African Americans to the society of the United States; and

(3) to operate the Museum for the benefit of the public.

SEC. 4. LOCATION AND CONSTRUCTION OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

The Board of Regents is authorized to plan, design, reconstruct, and renovate the Arts and Industries Building of the Smithsonian Institution to house the Museum.

SEC. 5. BOARD OF TRUSTEES OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

(a) Establishment.—There is established within the Smithsonian Institution a Museum, which shall be known as the “National African American Museum”.

(b) Purpose.—The purpose of the Museum shall be—

(1) to provide a national institution devoted solely to African American life, art, history, and culture; and

(2) to provide for the presentation of the contributions made by African Americans to society.

(c) Location and Construction of the National African American Museum.

The Board of Regents is authorized to plan, design, reconstruct, and renovate the Arts and Industries Building of the Smithsonian Institution to house the Museum.

SEC. 4. LOCATION AND CONSTRUCTION OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

The Board of Regents is authorized to plan, design, reconstruct, and renovate the Arts and Industries Building of the Smithsonian Institution to house the Museum.

SEC. 5. BOARD OF TRUSTEES OF THE NATIONAL AFRICAN AMERICAN MUSEUM.

(a) Establishment.—There is established within the Smithsonian Institution a Museum, which shall be known as the “National African American Museum”.

(b) Purpose.—The purpose of the Museum shall be—

(1) to provide a national institution devoted solely to African American life, art, history, and culture; and

(2) to provide for the preservation of the contributions made by African Americans to society.
be filled in the manner in which the original appointment was made. Any member appointed to fill a vacancy occurring before the expiration of the term for which the predecessor of the member was appointed shall be appointed for the remainder of the term.

(c) NONCOMPENSATABLE.—Except as provided in subsection (f), members of the Board of Trustees shall serve without pay.

(f) EXPENSES.—Members of the Board of Trustees shall receive per diem, travel, and transportation expenses for each day, including travel time, during which such members are engaged in the performance of the duties of the Board of Trustees in accordance with section 5706 of title 5, United States Code, with respect to employees serving intermittently in the Government service.

(g) BOARD.—The Board of Trustees shall elect a chairperson by a majority vote of the members of the Board of Trustees.

(h) MEETINGS.—The Board of Trustees shall meet at the call of the chairperson or upon the written request of a majority of its members, but shall meet not less than 2 times each year.

(i) QUORUM.—A majority of the Board of Trustees shall constitute a quorum for purposes of conducting business, but a lesser number may accept representation information on behalf of the Board of Trustees.

(j) VOLUNTARY SERVICES.—Notwithstanding section 5(a) of the Smithsonia Institution Act of 1978, 108 Stat. 351, the chairperson of the Board of Trustees may accept for the Board of Trustees voluntary services provided by a member of the Board of Trustees.

SEC. 6. DUTIES OF THE BOARD OF TRUSTEES OF THE MUSEUM.

The Board of Trustees shall—

(1) recommend annual budgets for the Museum;

(2) consistent with the general policy established by the Board of Regents, have the sole authority to—

(A) loan, exchange, sell, or otherwise dispose of any part of the collections of the Museum or for additions to the endowment of the Museum;

(B) subject to the availability of funds and the provisions of annual budgets of the Museum, purchase, accept, borrow, or otherwise acquire artifacts and other property for addition to the collections of the Museum or the endowment of the Museum;

(C) establish policy with respect to the utilization of the collections of the Museum; and

(D) establish policy regarding programming, education, exhibitions, and research, with respect to the life and culture of African Americans, the role of African Americans in the history of the United States, and the contributions of African Americans to society;

(3) consistent with the general policy established by the Board of Regents, have authority to—

(A) provide for restoration, preservation, and maintenance of the collections of the Museum;

(B) solicit funds for the Museum and determine the purposes to which such funds shall be used;

(C) approve expenditures from the endowment of the Museum, or of income generated from the endowment, for any purpose of the Museum; and

(D) consult with, advise, and support the Director in the operation of the Museum;

(4) establish programs in cooperation with other African American museums, historically black colleges and universities, historical societies, educational institutions, and cultural and other organizations for the education and interpretation of understanding regarding African American life, art, history, and culture;

(5) support the efforts of other African American museums, historically black colleges and universities, and cultural and other organizations to educate and promote understanding regarding African American life, art, history, and culture, including—

(A) the development of cooperative programs and exhibitions;

(B) the identification, management, and care of collections;

(C) the participation in the training of museum professionals; and

(D) creating opportunities for—

(i) research fellowships; and

(ii) professional and student internships;

(6) adopt bylaws to carry out the functions of the Board of Trustees;

(7) report annually to the Board of Regents on the acquisition, disposition, and display of African American objects and artifacts and on other appropriate matters.

SEC. 7. DIRECTOR AND STAFF.

(a) IN GENERAL.—The Secretary of the Smithsonian Institution, in consultation with the Board of Trustees, shall appoint a Director who shall manage the Museum.

(b) APPLICABILITY OF CERTAIN CIVIL SERVICES LAWS.—The Secretary of the Smithsonian Institution may—

(1) appoint the Director and 5 employees of the Museum, without regard to the provisions of title 5, United States Code, governing appointments in the competitive service; and

(2) fix the pay of the Director and such 5 employees, without regard to the provisions of chapter 53 of title 5, United States Code, relating to classification and General Schedule pay rates.

SEC. 8. DEFINITIONS.

For purposes of this Act:

(1) ARTS AND INDUSTRIES BUILDING.—The term “Arts and Industries Building” means the building located on the Mall at 900 Jefferson Drive, S.W., in Washington, the District of Columbia.

(2) BOARD OF REGENTS.—The term “Board of Regents” means the Board of Regents of the Smithsonian Institution.

(3) BOARD OF TRUSTEES.—The term “Board of Trustees” means the Board of Trustees of the National African American Museum established in section 3(a). of this title, relating to classification and General Schedule pay rates.

(4) MUSEUM.—The term “Museum” means the National African American Museum established under section 3(a).

By Mr. SHELBY (for himself, Mr. MACK, Mr. D’AMATO, Mr. BRYAN, Mr. BENNETT, Mr. FAIRCLOTH, Mr. BOND, Mr. DOLE, and Mr. GRAMM):

S. 650. A bill to increase the amount of credit available to fuel local, regional, and national economic growth by reducing the regulatory burden imposed upon financial institutions, and for other purposes: to the Committee on Banking, Housing, and Urban Affairs.

THE ECONOMIC GROWTH AND REGULATORY
PAPERWORK REDUCTION ACT OF 1995

Mr. SHELBY. Mr. President, credit availability is vital to the livelihood of every American. It is the fuel that drives personal financial, business, and economic growth in this country.

Promoting greater credit availability should, therefore, be an important economic policy goal. I know that it is to me. In the third Congress in a row, I am introducing comprehensive regulatory relief legislation aimed at reducing the burdens that drive up the cost of credit and hamper credit availability.

Three years ago, the Federal Financial Institutions Examination Council released a study that found that the regulatory cost of compliance was as high as $17.5 billion a year. Mr. President, that was 3 years ago. While Senator ALEX NEDERAL and I were successful in gaining some relief last year in the Community Development Financial Institutions and Regulatory Relief Act, regulatory initiatives continue to flood the pages of the Federal Register, inflating it to all-time highs.

Mr. President, fighting Government regulation and regulatory burdens is not a one time battle; it is a constant battle. It is a war that never ends, but only ebbs.

After months of comments and input from bankers and regulators, Senator MACK and I have returned once again to forge an ambitious comprehensive regulatory relief bill that proposes long-overdue relief to an overburdened financial services industry.

Like last year’s bill, this year’s bill targets laws and regulations that impose regulatory burdens which are extraneous to safety and soundness concerns and act to restrict rather than promote credit availability.

The bill strikes out at the giants that hold down lending with excessive costs, like Truth-in-Lending and RESPA, Truth-in-Savings, the Community Reinvestment Act, and other overly burdensome laws whose legitimate central purpose has been lost in a sea of regulation.

The bill streamlines or cuts duplicative and unnecessary reporting requirements, eliminates excessive compliance costs, and reforms laws that no longer make sense and cost the industry millions without any corresponding benefit to either the consumer or the health and stability of the banking system.

Mr. President, an example of a law that may have had good intentions but does not make sense and has cost the banking industry about $400 million is the Truth-in-Savings Act. A law intended to prevent deceptive appraisals that extend far beyond the original intent of the law.

Consumer protection laws should do just that, Mr. President. Laws like Truth-in-Lending and Truth-in-Savings have become so complex that the actual benefits these laws confer on consumers have become so complex that the actual benefits these laws confer on consumers have become so complex that the actual benefits these laws confer on consumers are highly questionable.

Another law consistently identified as one of the most burdensome and in need of review is the Community Reinvestment Act. CRA is seen as all stick and no carrot. Even though banks expend significant resources to adequately comply with the law, they are susceptible to protests that promote
meritless delay and result in extortive practices.

Large banks with billions in assets have less difficulty diverting assets to meet compliance under the law than do small, community banks. The livelihood of small banks—under $250 million in assets—is by their very nature dependent upon reinvesting in their community.

Mr. President, the costs on community banks are tangible and quantifiable, while the benefits of imposing CRA compliance on community banks are illusive and questionable.

If not properly reformed, CRA threatens to be an albatross of redtape and complexity with little or no way of gauging its benefits or success.

Reducing regulatory burden and compliance costs on our financial institutions promotes credit availability, facilitates capital creation, and fuels our business, our communities, and our economy.

Mr. President, our bill today represents a starting point. The process is open and I expect a great deal of dialogue on the core of our bill as introduced, as well as many other relief provisions that may be raised for inclusion in the process.

Congressman BEREUTER is introducing similar regulatory relief legislation in the House today. Mr. President, with the support of the House and Senate leadership and Banking Committee Chairmen D’AMATO and LEACH, I am confident that our regulatory relief legislation will gain the same broad bipartisan support it enjoyed last year, and I would urge my colleagues to support this bill.

Mr. BRYAN. Mr. President, today I am introducing legislation with Senator SHELBY, Senator MACK, and Senator D’AMATO to reduce the paperwork burden for our Nation’s financial services companies. I believe we can streamline paperwork burdens and at the same time improve the usefulness of disclosures to consumers. Anyone who has recently gone through financing or refinancing a mortgage knows that too much paperwork can overwhelm, consumers and defeat the purpose of these consumer disclosures.

I applaud the Clinton administration’s efforts at regulatory relief and believe this bill will complement their efforts. For instance, the administration recently has provided loan packages in this community to facilitate the redevelopment of an historic building.

We all support the goals of CRA but feel its implementation can be improved. I have heard from smalltown Nevada bankers who have to take paperwork away from providing loans in order to meet paperwork requirements. I believe there are better ways to achieve the goals of CRA that don’t entail the diversion of valuable resources.

I look forward to working with the administration in crafting an effective CRA mechanism.

I believe this bill builds on the success of efforts last year to reduce unnecessary paperwork and regulations. In the Community Development Banking and Financial Institutions Act, Public Law 103-325, a number of paperwork burdens were streamlined. I was particularly proud of the reforms we accomplished in the Senate in the Housing and Community Development Act of 1995. This bill opens the door for a meaningful deliberation on the regulatory burdens we face as we work to streamline and improve.

I look forward to hearing further discussion on this bill and I will do all in my power to ensure that the right direction.

The thrust of this legislation is in the right direction. I do not support all of its provisions and, in fact, have difficulty with the magnitude of some of these changes. However, I believe this legislation starts us down the path of coming up with a compromise bill which President Clinton can sign.

Mr. BOND. Mr. President, today I am pleased to cosponsor the Economic Growth and Regulatory Paperwork Reduction Act of 1995. This bill opens the door for a meaningful deliberation on the regulatory burdens we face as we work to streamline and improve.

I applaud the Clinton administration’s efforts at regulatory relief and believe this bill will complement their efforts. For instance, the administration recently has provided loan packages in this community to facilitate the redevelopment of an historic building.

We all support the goals of CRA but feel its implementation can be improved. I have heard from smalltown Nevada bankers who have to take paperwork away from providing loans in order to meet paperwork requirements. I believe there are better ways to achieve the goals of CRA that don’t entail the diversion of valuable resources.

I look forward to working with the administration in crafting an effective CRA mechanism.

I believe this bill builds on the success of efforts last year to reduce unnecessary paperwork and regulations. In the Community Development Banking and Financial Institutions Act, Public Law 103-325, a number of paperwork burdens were streamlined. I was particularly proud of the reforms we accomplished in the Senate in the Housing and Community Development Act of 1995. This bill opens the door for a meaningful deliberation on the regulatory burdens we face as we work to streamline and improve.

I look forward to hearing further discussion on this bill and I will do all in my power to ensure that the right direction.

The thrust of this legislation is in the right direction. I do not support all of its provisions and, in fact, have difficulty with the magnitude of some of these changes. However, I believe this legislation starts us down the path of coming up with a compromise bill which President Clinton can sign.

Mr. BOND. Mr. President, today I am pleased to cosponsor the Economic Growth and Regulatory Paperwork Reduction Act of 1995. This bill opens the door for a meaningful deliberation on the regulatory burdens we face as we work to streamline and improve.

I applaud the Clinton administration’s efforts at regulatory relief and believe this bill will complement their efforts. For instance, the administration recently has provided loan packages in this community to facilitate the redevelopment of an historic building.

We all support the goals of CRA but feel its implementation can be improved. I have heard from smalltown Nevada bankers who have to take paperwork away from providing loans in order to meet paperwork requirements. I believe there are better ways to achieve the goals of CRA that don’t entail the diversion of valuable resources.

I look forward to working with the administration in crafting an effective CRA mechanism.

I believe this bill builds on the success of efforts last year to reduce unnecessary paperwork and regulations. In the Community Development Banking and Financial Institutions Act, Public Law 103-325, a number of paperwork burdens were streamlined. I was particularly proud of the reforms we accomplished in the Senate in the Housing and Community Development Act of 1995. This bill opens the door for a meaningful deliberation on the regulatory burdens we face as we work to streamline and improve.

I look forward to hearing further discussion on this bill and I will do all in my power to ensure that the right direction.

The thrust of this legislation is in the right direction. I do not support all of its provisions and, in fact, have difficulty with the magnitude of some of these changes. However, I believe this legislation starts us down the path of coming up with a compromise bill which President Clinton can sign.
S4930

CONGRESSIONAL RECORD — SENATE
March 30, 1995

ranking members. As an objective investigator and fact finder, the GAO should be statutorily required to treat these requests equally. Third, the bill would also require the GAO to provide affected agencies with an opportunity to comment on the GAO’s findings and to include relevant comments in its investigative reports.

Only two-thirds of GAO’s reports include such written input, and Members can ask the GAO to forgo contacting the agency. This practice is unfair and unwarranted.

Fourth, the bill would require the GAO to reference its sources of factual information and list all organizations contacted in the conduct of an investigation. This will reassure the Congress and the public that all reports are researched fairly and thoroughly.

Fifth, the bill will prohibit the release of any report until GAO’s internal quality control procedures and review have been completed. The premature release of unconfirmed reports should not be permitted.

In addition to these specific statutory changes, Mr. President, this legislation should establish a special GAO peer review committee to help craft appropriate and responsible measures.

Among the directives that this bill vests the panel with are: The formation of a full-fledged GAO product review process which will enable agencies to appeal to the GAO to correct factual errors, and reconsider certain findings; the implementation of guidelines to eliminate inappropriate advocacy of policy; development of a policy that would enable congressional requesters to remain anonymous to the actual GAO auditors or investigators; ending duplicative or superfluous auditing and investigative activities; and reporting to the Congress and the public that all reports are researched fairly and thoroughly.

Let me say that I believe the GAO does an excellent job in many areas, and that most GAO employees are well trained, highly motivated, and honorable public servants. The Comptroller General should be congratulated on his able public servants. The Comptroller is trained, highly motivated, and honor-}

Clearly, the GAO can only be as effective as its reputation for objectivity, fairness, and accuracy. I believe this legislation will help improve the reality and perception of all of these key factors. The enactment of this legislation would be good for the GAO, the Congress, and the people we have been elected to serve.

It is time for checks and balances at the GAO. The creation of an independent inspector general and improved quality control procedures at the GAO will ensure that the Congress and the American people have a watchdog of the highest integrity and excellence. We deserve that much and can afford no less.

By Mr. KERRY (for himself and Mr. KENNEDY):

S. 653. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel Aura; to the Committee on Commerce, Science, and Transportation.

JONES ACT WAIVER FOR "AURA"

- Mr. KERRY. Mr. President, I am pleased to join my colleague, the distinguished Senator from Massachusetts, in introducing a bill to allow the vessel Aura to be employed in coastwise trade of the United States. This bill will provide a small passenger capacity, carrying up to 49 passengers, for a passenger business based out of Hull, MA. The purpose of this bill is to waive those sections of the Jones Act which prohibit foreign-made vessels from operating in coastwise trade. The waiver is necessary because, under the law, a vessel is considered foreign made unless all major components of its hull and superstructure are fabricated in the United States and the vessel is assembled entirely in the United States. This vessel was originally built in a foreign shipyard in 1989, but since then has been owned by American citizens, repaired in American shipyards, and maintained with American products. In addition, Aura is a catamaran, a type of vessel which was not built in the United States prior to 1992. The owners of Aura have invested substantially in the fulling of the vessel to start a small business, a charter boat operation, seasonally taking people out of Boston. At the present time they will not be in competition with any other similar vessels.

After reviewing the facts in the case of the Aura, I find that this waiver does not compromise our national readiness in times of national emergency, which is the fundamental purpose of the Jones Act requirement. While I generally support the provisions of the Jones Act, I believe in the specific facts in this case warrant a waiver to permit the Aura to engage in coastwise trade. I hope and trust the Senate will agree and will speedily approve the bills being introduced today.

By Mr. KERRY (for himself and Mr. KENNEDY):

S. 655. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade of the vessel Marantha; to the Committee on Commerce, Science, and Transportation.

JONES ACT WAIVER FOR "MARANTHA"

- Mr. KERRY. Mr. President, I am pleased to join my colleague, the distinguished Senator from Massachusetts, in introducing a bill to allow the vessel Marantha to be employed in coastwise trade of the United States. This bill will provide a small passenger capacity, carrying up to 20 passengers, for a charter business based out of Boston. The purpose of this bill is to
waive those sections of the Jones Act which prohibit foreign-made vessels from operating in coastwise trade. The waiver is necessary because, under the law, a vessel is considered foreign made unless all major components of its hull and superstructure are fabricated in the United States and the vessel is assembled entirely in the United States. This vessel was originally built in a foreign shipyard in 1977, but since then has been owned and operated by American citizens. The owners of the vessel have invested substantially more than the cost of building the boat in making repairs and maintaining the vessel in American shipyards with American products. The owners wish to start a small business in charter fishing operation, seasonally taking people out of Boston.

After reviewing the facts in the case of the Marantha, I find that this waiver does not compromise our national readiness in times of national emergency, which is the fundamental purpose of the Jones Act requirement. While I generally support the provisions of the Jones Act, I believe the specific facts in this case warrant a waiver to permit the Marantha to engage in coastwise trade. I hope and trust the Senate will agree and will speedily approve the bill being introduced today.

By Mr. KERRY (for himself and Mr. KENNEDY):
S. 656. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel Quietly, to the Committee on Commerce, Science, and Transportation.

JONES ACT WAIVER FOR "QUIETLY"

Mr. KERRY. Mr. President, I am pleased to join my colleague, the distinguished senior Senator from Massachusetts in introducing a bill to allow the vessel Quietly to be employed in coastwise trade of the United States. This boat has a small passenger capacity, carrying up to eight passengers on a charter business. The purpose of this bill is to waive those sections of the Jones Act which prohibit foreign-made vessels from operating in coastwise trade. The waiver is necessary because, under the law, a vessel is considered foreign made unless all major components of its hull and superstructure are fabricated in the United States and the vessel is assembled entirely in the United States. This vessel was originally built in a foreign shipyard in 1983, but since then has been owned and operated by American citizens. The vessel is assembled entirely in the United States. This vessel was originally built in a foreign shipyard in 1983, but since then has been owned and operated by American citizens. The owners of the vessel have invested substantially more than the cost of building the boat in making repairs and maintaining the vessel in American shipyards with American products. The owners wish to start a small business, a charter boat and charter fishing operation, seasonally taking people out of Boston.

After reviewing the facts in the case of the Marantha, I find that this waiver does not compromise our national readiness in times of national emergency, which is the fundamental purpose of the Jones Act requirement. While I generally support the provisions of the Jones Act, I believe the specific facts in this case warrant a waiver to permit the Quietly to engage in coastwise trade. I hope and trust the Senate will agree and will speedily approve the bill being introduced today.

ADDITIONAL COSPONSORS

S. 112
At the request of Mr. DASCHLE, the name of the Senator from Montana [Mr. BAUCUS] was added as a cosponsor of S. 112, a bill to amend the Internal Revenue Code of 1986 with respect to the treatment of certain amounts received by a cooperative telephone company.

S. 131
At the request of Mr. LIEBERMAN, the name of the Senator from South Carolina [Mr. HOLLINGS] and the Senator from New Jersey [Mr. BRADLEY] were added as cosponsors of S. 131, a bill to specifically prohibit grant programs from provisions of the Electronic Funds Transfer Act.

S. 230
At the request of Mr. SIMON, the name of the Senator from Wisconsin [Mr. FEINGOLD] was added as a cosponsor of S. 230, a bill in the United States Code, to exempt a State from certain penalties for failing to meet requirements relating to motorcycle helmet laws if the State has in effect a Motorcycle Safety Program, and to delay the date of certain penalties for States that fail to meet certain requirements for motorcycle safety laws, and for other purposes.

S. 234
At the request of Mr. CAMPBELL, the name of the Senator from Wyoming [Mr. SIMPSON] was added as a cosponsor of S. 234, a bill to amend title 23, United States Code, to exempt a State from certain penalties for failing to meet requirements relating to motorcycle helmet laws if the State has in effect a Motorcycle Safety Program, and to delay the date of certain penalties for States that fail to meet certain requirements for motorcycle safety laws, and for other purposes.

S. 303
At the request of Mr. LIEBERMAN, the name of the Senator from Mississippi [Mr. LOTTY] was added as a cosponsor of S. 303, a bill to establish rules governing product liability actions against raw materials and bulk component suppliers to medical device manufacturers, and for other purposes.

S. 356
At the request of Mr. SHEPHARD, the name of the Senator from South Dakota [Mr. PRESSLER] and the Senator from South Carolina [Mr. THURMOND] were added as cosponsors of S. 356, a bill to amend title 4, United States Code, to declare English as the official language of the Government of the United States.

S. 413
At the request of Mr. DASCHLE, the name of the Senator from California [Mrs. BOXER] was added as a cosponsor of S. 413, a bill to amend the Fair Labor Standards Act of 1938 to increase the minimum wage rate under such act, and for other purposes.

S. 426
At the request of Mr. SARBANES, the name of the Senator from California [Mrs. BOXER] was added as a cosponsor of S. 426, a bill to authorize the Alpha Phi Alpha Fraternity to establish a memorial to Martin Luther King, Jr., in the District of Columbia, and for other purposes.

S. 476
At the request of Mr. CAMPBELL, the name of the Senator from Wyoming [Mr. SIMPSON] and the Senator from Wyoming [Mr. THOMAS] were added as cosponsors of S. 476, a bill to amend title 23, United States Code, to eliminate the national maximum speed limit, and for other purposes.

S. 495
At the request of Mrs. KASSEBAUM, the name of the Senator from Wyoming [Mr. SIMPSON] was added as a cosponsor of S. 495, a bill to amend the Higher Education Act of 1965 to stabilize the student loan programs, improve congressional oversight, and for other purposes.

S. 508
At the request of Mr. MURKOWSKI, the name of the Senator from Indiana [Mr. LUGAR] was added as a cosponsor of S. 508, a bill to amend the Internal Revenue Code of 1986 to modify certain provisions relating to the treatment of forestry activities.

S. 523
At the request of Mr. BENNETT, the name of the Senator from New Mexico [Mr. DOMENICI], the Senator from Wyoming [Mr. SIMPSON], and the Senator from Wyoming [Mr. THOMAS] were added as cosponsors of S. 523, a bill to amend the Colorado River Basin Salinity Control Act to authorize additional measures to carry out the control of salinity upstream of Imperial Dam in a cost-effective manner, and for other purposes.

S. 613
At the request of Mr. ROCKEFELLER, the name of the Senator from Alaska [Mr. MURKOWSKI] was withdrawn as a cosponsor of S. 613, a bill to authorize the Secretary of Veterans Affairs to conduct pilot programs in order to evaluate the feasibility of participation of the Department of Veterans Affairs health care system in the health care systems of States that have enacted health care reform.

S. 629
At the request of Mr. THOMAS, the name of the Senator from Idaho [Mr. CRAIG] and the Senator from Montana [Mr. BURNS] were added as cosponsors of S. 629, a bill to provide that no action be taken under the National Environmental Policy Act of 1969 for a renewal of a permit for grazing on National Forest System lands.

S. 641
At the request of Mr. KENNEDY, the names of the Senator from Minnesota...
At the request of Mr. SIMON, the names of the Senator from Kansas [Mr. DOLE] and the Senator from Nevada [Mr. BRYAN] were added as cosponsors of Senate Concurrent Resolution 3, a concurrent resolution relative to Taiwan and the United Nations.

At the request of Mr. McCaIN his name was added as a cosponsor of amendment No. 425 proposed to H.R. 1158, a bill making emergency supplemental appropriations for additional disaster assistance and making rescissions for the fiscal year ending September 30, 1995, and for other purposes.

At the request of Mr. McCaIN his name was added as a cosponsor of amendment No. 425 to H.R. 1158, a bill making emergency supplemental appropriations for additional disaster assistance and making rescissions for the fiscal year ending September 30, 1995, and for other purposes.

Mr. THOMAS (for himself and Mr. ROBB) submitted the following resolution; which was referred to the Committee on Foreign Relations:

S. Res. 97

WHEREAS the South China Sea is a strategically important waterway through which transits approximately 25 percent of the World’s ocean freight, including almost 70 percent of Japan’s oil supply; and

WHEREAS the South China Sea serves as a crucial sea lane for naval vessels of the United States and other countries, especially in times of emergency; and

WHEREAS the People’s Republic of China, the Republic of the Philippines, the Socialist Republic of Vietnam, the Republic of China on Taiwan, the State of Brunei Darussalam, and Malaysia have developed and mutually exclusive claims to portions of the South China Sea, especially in the Spratly Island group; and

WHEREAS these competing claims have led to armed conflicts between several of the claimants; and

WHEREAS these conflicts threaten the peace and stability of all of East Asia; and

WHEREAS the 1992 Manila Declaration of the Association of South East Asian Nations, also recognized by the Socialist Republic of Vietnam’s People’s Republic of China, calls on the claimants to exercise restraint and seek a peaceful negotiated solution to the conflicts; Now, therefore, be it

Resolved, That the Senate—

(1) Urges the executive branch to reiterate to the claimants in the South China Sea that the United States does not take a position on any individual claim;

(2) Calls upon the claimants to refrain from using military force to assert or expand territorial claims in the South China Sea;

(3) Urges the executive branch to declare the active support of the United States for the 1992 Manila Declaration of the Association of South East Asian Nations, and calls upon all the claimants to observe faithfully its provisions; and

(4) Calls upon the claimants to scrupulously observe the January, 1995 status quo ante pending any negotiations or resolution of the conflicts between such claimants over such claims.

Mr. THOMAS. Mr. President, as the chairman of the Senate Subcommittee on East Asian and Pacific Affairs, I would like to take this opportunity to call my colleagues’ attention to an issue that, while somewhat obscure, has the potential to escalate into a dangerous regional conflict with serious repercussions for the United States: competing jurisdictional claims to the Spratly Islands.

The Spratlys comprise 21 islands and atolls, 50 submerged land spits, and 28 partly submerged rock groups and reefs. Totaling less than 5 square kilometers in area, these islets are spread out over 340,000 square miles in the southern third of the South China Sea, one of the world’s largest marginal seas. The largest island, Itu Aba, is only four-tenths of a square mile in area. Spratly Island, after which the group is named, measures only 0.15 square miles. Portions of the area are claimed by most of the sea’s littoral states; the Republic of China, Malaysia, the Philippines, Taiwan, Vietnam, and Brunei. All, with the exception of Brunei, maintain a military presence on the islands.

Their interest is based on more than mere fishing or territorial aggrandizement. It is thought—although not yet known conclusively—that the islands overlie vast reserves of oil and natural gas. The South China Sea in general is one of the most productive offshore petroleum areas in the world; since 1956, 29 oil fields and 4 gas fields have been developed there. This makes possession of the Spratlys quite attractive to the area’s developing economies.

What many view as China’s increasingly hegemonic interest in the area seems to be the principal cause of tension among the claimants. As we all well know, China is clearly the emerging power in Asia. As the PRC has initiated limited free-market reforms and its economy expands, it has been able to devote more resources away from purely domestic concerns and to assert itself—flex its muscles—more often in regional affairs. The PRC’s growing visibility is unnerving to many of its neighbors, especially those neighbors that were the beneficiaries of the strategic vacuum that existed when the Soviet Union was at the forefront of the anti-American dynamic. Beginning in the late 1970’s, a growing economic dimension began to appear in the Sino-Vietnamese dynamic. When the PRC began open-door economic reforms in 1978, the development of large offshore petroleum reserves was largely ignored at the forefront. The PRC opened its continental shelf from the Bohai to Beibu Gulfs in 1979, and announced a series of Sino-foreign seismic survey agreements. Vietnam, in response, protested the surveys as brazen violations of the territorial integrity of Vietnam and its sovereignty over its natural resources.”

This verbal sparring over the competing claims continued until the early 1990’s, when the two countries began to swap at each other using oil concessions as their weapon. On May 8, 1992, the PRC’s China National Offshore Oil Co. granted an oil concession to
Crestone Energy Co., a small American firm, for a 25,155 km² area near the Vanguard Bank (the Wanan Tan) which crossed over into Vietnamese-claimed areas. Consequently, Vietnam granted a concession to Mobil Corp., which encroached on Chinese claims. In September 1992, Petrovietnam signed a contract with Npec, a Norwegian company, to do seismic surveys. These competing claims threatened to precipitate another armed conflict last year when Vietnam began drilling in a concession that China had previously granted to a United States company. Chinese ships blocked the drilling rig, but the matter was defused short of a martial clash and has become an ongoing topic of negotiation between the two.

The PRC did not help calm matters when, in February 1992, the National Congress passed legislation—the Law of the People's Republic of China on the Territorial Sea and the Contiguous Zone—laying sole claim to the entire South China Sea and mentioning the Spratlys by name in article 2. The move to turn the South China Sea into a Chinese lake is especially worrisome to many countries—even those not directly affected. The region is adjacent to the islands sit astride shipping lanes through which passes approximately 25 percent of the world's trade goods, including almost 70 percent of Japan's oil supplies.

The Sino-Vietnamese imbroglios are not the only point of bilateral friction in the Spratlys; the most recent flare-ups involved the Philippines. The Filipino claim is based on geographic contiguity, historical rights, and an assertion that the other countries involved in the area have previously abandoned their rights to the islands. In 1947, a Filipino businessman named Tomas Cloma discovered a group of unoccupied islands in the Spratly chain which he named Kalayaan. The Philippine Government remained somewhat noncommittal about the claim; in 1955, the government set baselines around the Philippine archipelago and made no mention of Kalayaan. However, when in 1971 an ROK artillery battery on Itu Aba fired on a Filipino fishing boat, in its official protest the Philippines stated that it had legal title to the island group as a result of Cloma's occupation and because the islands were within the archipelagic sea territory of the Philippines. In 1974, Cloma transferred Kalayaan to his Government, and in 1978 President Marcos officially declared the islands to be part of the Philippines. Also in that year, the Philippine claim became more strident when it discovered oil and gas resources beneath the seabed.

Since then, Sino-Filipino competition for the islands has increased. Recently, China asserted claims to Jackson Atoll and Half Moon Reef—which are claimed by the Philippines—contending that "they are part of China’s Nanasha [Spratly] Islands and have always been Chinese territory." Intelligence reports indicate that the PRC has placed perimeter markers on both. Similarly, China has laid claim to the appropriately named Mischief (Panganiban) Reef. It was recently revealed that the PRC has built a series of structures about to submerge at high tide, and the four concrete buildings are built on pilings. I have seen pictures of them supplied by the Philippine Government.

The problem with this Chinese move is that the reef lies well within the Philippines' 200-mile exclusive economic zone; it is only 135 nautical miles from Palawan, one of the Philippines' principal islands. By contrast, it is more than 620 miles from the Chinese coast. In addition, the PRC has dispatched several naval vessels to the immediate area of the reef—two Yukan-class supply vessels and a Dazhi-class submarine-support ship. The presence of the latter begs the question as to whether there are not also Chinese submarines operating nearby. The PRC claims that the outpost in only meant to serve as a shelter for Chinese fishermen. However, the addition of several parabolic antennae to the structures, the presence of the navy, and the demonstrated keen interest in the islands, seem to militate against the veracity of such a statement. Moreover, in a move tinged with jurisdictional overtones, the Chinese arrested several Filipino fishermen fishing near the reef and held them for several days.

The Government of the Philippines has indicated that as a result of the PRC's actions, it has felt pressured into increasing its military presence in the islands. Just this last weekend, in apparent retaliation for the Chinese arrests, the Philippine navy seized four Chinese fishing vessels in the region of Alicia Annie which is in the Filipino Claim area.

Similarly, the Vietnamese are reported by Japan's Kyodo News Agency to have increased their military presence in the area by 50 percent as a counter to the Chinese buildup. Clearly, the growing militarization of the region can only increase the probability that another skirmish will break out.

The region's countries have not sat idly by while this problem has escalated. In July 1992, the members of ASEAN held a special meeting in the wake of the Manila Declaration on the South China Sea. The document—also acknowledged by Vietnam and the PRC—called on the parties to dispute exercise restraint and settle the issue without resort to military force. ASEAN's nonclaimants—Singapore, Indonesia, and Thailand—were urged to appoint an "eminent persons group" to build support for a complete freeze on economic and military activities that could escalate the situation, it also called on the United States to actively back the initiative, and to support Indonesia's efforts to transform its informal South China Sea workshops into an official negotiating forum under the auspices of either the ASEAN regional forum or the U.N. Security Council. Talks would be based on accepting the Chinese position of deferring claims to sovereignty and jointly developing any available resources.

The response of the United States to this entire issue has been, in my view, less than adequate. The strongest statements that I have seen from the administration so far are a lukewarm statement on February 18 this year from a State Department spokeswoman, and a series of statements by Adm. Richard Macke, head of the U.S. Pacific Command. Most recently the admiral stated, "It is well known that we do not support any territorial claims with regard to [the] Spratlys. We certainly encourage dialogue between the nations involved to solve the differences that exist over the Spratlys. Again, we support no individual claim ** **

I generally agree with Admiral Macke. As long as the claimants do nothing to interfere with the rights of the world community to free passage through the South China Sea, it is my position that the United States should not presently take sides among the claimants. Rather, we should support the Manila Declaration and a rational, negotiated settlement to the problem. In addition, while we should make clear to the claimants that we are willing to make ourselves available to them to facilitate the provisions of the declaration, we should avoid unnecessary intrusion into what is a regional affair best settled by the parties involved. In addition, pending any talks or resolution of the conflict, I believe we need to make clear to the parties that any move seeking to disturb the present status quo is unacceptable. It makes no sense to try to get the parties to sit down and negotiate an end to the problem if, at the same time, they continue their jockeying for military and territorial advantage.

Although I find myself generally in agreement with the U.S. position, I am not sure that the administration has been as forceful and unequivocal as it should be in getting our viewpoint across to the claimant states. While I understand from certain sources that our position is being made clear to each of the claimant states through our respective embassies, I would like to see a more public vociferous pronouncement of our stand. Mr. President, I have seen some indications from the State Department that it is presently considering following this course. I applaud that move.

In the interim, however, I rise today—on behalf of myself and the distinguished ranking minority member on the Foreign Relations Committee—to submit Senate Resolution 97, expressing the sense of the Senate with respect to peace and stability in the
South China Sea. This resolution reaffirms the Senate’s support of the view that the United States takes no sides in the dispute. Moreover, it calls for a cessation of hostilities in the region, as well as a strict adherence to the provisions of the Manila Declaration. Finally, it calls on the claimants to observe the January 1995 status quo ante pending any negotiations or resolution of the dispute. Mr. President, I hope that this resolution will prod the administration into action, and will make the views of the Senate clear to the claimant nations. I look forward to its swift adoption.

AMENDMENTS SUBMITTED

EMERGENCY SUPPLEMENTAL APPROPRIATIONS ACT OF 1995

BINGAMAN (AND OTHERS) AMENDMENT NO. 426
Mr. BINGAMAN (for himself, Mr. DASCHLE, and Mr. SIMON) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

On page 68, strike lines 7 through 10 and insert the following:

“(A) expeditiously prepare, offer, and award salvage timber sale contracts on Federal lands, including:

(i) any area on Federal lands included in the National Wilderness Preservation System;

(ii) any roadless area on Federal lands designated by Congress for wilderness study in Colorado or Montana;

(iii) any roadless area on Federal lands recommended by the Forest Service or Bureau of Land Management for wilderness designation in its most recent land management plan in effect as of the date of enactment of this Act; or

(iv) any area on Federal lands on which timber harvesting for any purpose is prohibited by statute; and”.

MURRAY (AND LEAHY) AMENDMENT NO. 429

Mrs. MURRAY (for herself and Mr. LEAHY) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

On page 68, strike line 9 and all that follows through page 79, line 5, and insert the following:

(a) DEFINITION.—In this section:

(1) C ONSULTING AGENCY .—The term “consulting agency” means the agency with which a managing agency is required to consult with respect to a proposed salvage timber sale if consultation is required under the Endangered Species Act of 1973 (16 U.S.C. 1531 et seq.).

(2) MANAGEMENT AGENCY.—The term “managing agency” means a Federal agency that offers a salvage timber sale.

(3) SALVAGE TIMBER SALE.—The term “salvage timber sale” means a timber sale—

(A) in which each unit is composed of forest stands in which more than 50 percent of the trees have suffered severe insect infestation or have been significantly burned by forest fire; and

(B) for which agency biologists and other agency forest scientists conclude that forest health may be improved by salvage operations.

(b) SALVAGE TIMBER SALES.—

(1) DIRECTOR TO COMPLETE SALVAGE TIMBER SALES.—The Secretary of Agriculture, acting through the Chief of the Forest Service, and the Secretary of the Interior, acting through the Director of the Bureau of Land Management, shall—

(A) expeditiously prepare, offer, and award salvage timber sale contracts on Forest Service lands and Bureau of Land Management lands that are located outside—

(i) any unit of the National Wilderness Preservation System; or

(ii) any roadless area that—

(I) is under consideration for inclusion in the National Wilderness Preservation System; or

(II) is administratively designated as a roadless area in the managing agency’s most recent land management plan in effect as of the date of enactment of this Act (not including land designated as a Federal wilderness area); or

(iii) any area in which such a sale would be inconsistent with agency standards and guidelines applicable to areas administratively withdrawn for late successional and riparian reserves; or

(iv) any area withdrawn by Act of Congress for any conservation purpose; and

(B) perform the appropriate revegetation and tree planting operations in the area in which the salvage occurred.

(2) SALE DOCUMENTATION.—

(A) PREPARATION OF DOCUMENTS.—In preparing a salvage timber sale under paragraph (1), Federal agencies that have a role in the planning, analysis, or evaluation of the sale shall fulfill their respective duties expeditiously and, to the extent practicable, simultaneously.

(B) PROCEDURES TO EXPEDITE SALVAGE TIMBER SALES.—

(i) IN GENERAL.—When it appears to a managing agency that consultation may be required under section 7(a)(2) of the Endangered Species Act (16 U.S.C. 1536(a)(2))—

(I) the managing agency shall solicit comments from the consulting agency within 7 days of the date of the decision of the managing agency to proceed with the required environmental documents necessary to offer to sell the salvage timber sale; and

(II) on receipt of the solicitation, the consulting agency shall respond to the managing agency’s solicitation concerning whether consultation will be required and notify the managing agency of the determination.

(ii) CONSULTATION DOCUMENT.—In no event shall a consulting agency issue a final written consultation document with respect to a salvage sale later than 30 days after the managing agency issues the final environmental document required under the National Environmental Policy Act of 1973 (16 U.S.C. 1531 et seq.).

(iii) DELAY.—A consulting agency may not delay a salvage timber sale solely because the consulting agency believes it has inadequate information, unless—

(aa) the consulting agency has been actively involved in preparation of the required environmental documents and has requested in writing reasonably available additional information from the managing agency that the consulting agency considers necessary to complete a biological assessment; and

(bb) the managing agency has not complied with the request.

(3) STREAMLINING OF ADMINISTRATIVE APPEALS.—Administrative review of a decision of a managing agency under this subsection shall be conducted in accordance with section 3802(b) of the Department of the Interior and Related Agencies Appropriations Act, 1993 (106 Stat. 1419), except that—

(A) an appeal shall be filed within 30 days after the date of issuance of a decision by the managing agency; and

(B) the managing agency shall issue a final decision within 30 days and may not extend the closing date for a final decision by any length of time.

(4) STREAMLINING OF JUDICIAL REVIEW.—

(A) TIME FOR CHALLENGE.—Any challenge to a timber sale under subsection (a) or (b) shall be brought as a civil action in United States district court within 30 days after the later of—

(I) the decision to proceed with a salvage timber sale is announced; or

(ii) the date on which the administrative appeal of a salvage timber sale is decided.

(B) EXPEDITION.—The court shall, to the extent practicable, expedite proceedings in a civil action under subparagraph (A), and for the purpose of doing so in the times allowed for the filing of papers and taking of other actions that would otherwise apply.
VERDATE AUG 31 2005 04:37 MAY 28, 2008 JKT 041999 PO 00000 ERM 0099 FMT 0624 Sfmt 0634 J:\ODA15\1995_F~1\S30MR5.REC S30MR5mmaher on MIKETEMP with SOCIAL SECURITY NUMBERS

At the appropriate place, insert the following:

**SEC. 3. PROHIBITION ON USE OF FUNDS TO DELINEATE NEW AGRICULTURAL WETLANDS.**

(A) In general.—Except as provided in subsection (b), during the period beginning on the date of enactment of this Act and ending on December 31, 1995, none of the funds made available by this or any other Act may be used by the Secretary of Agriculture to delineate wetlands for the purpose of certification under section 1222(a) of the Food Security Act of 1985 (16 U.S.C. 3822(a)).

(B) Exception.—Subsection (a) shall not apply to land if the owner or operator of the land requests a determination as to whether the land is considered a wetland under subtitle C of title XII of the Food Security Act of 1985 (16 U.S.C. 3821 et seq.) or any other provision of law.

**JEFFORDS AMENDMENT NO. 431**

(Ordered to lie on the table.)

Mr. JEFFORDS submitted an amendment intended to be proposed by him to amendment No. 420 proposed by Mr. HATFIELD to the bill, H.R. 1158, supra; as follows:

On page 14, line 12, strike the period and insert “—of which not more than $20,500,000 shall constitute a reduction in the amount available for solar and renewable energy activities and at least $16,500,000 shall constitute a reduction in the amount available for nuclear energy activities.”.

**HELMS AMENDMENTS NOS. 432-433**

(Ordered to lie on the table.)

Mr. HELMS submitted two amendments intended to be proposed by him to amendment No. 420 proposed by Mr. HATFIELD to the bill, H.R. 1158, supra; as follows:

At the end of the Committee amendment insert the following:

**AMENDMENT NO. 432**

At the appropriate place in the substitute, add:

**SECTION 4. BILATERAL ECONOMIC ASSISTANCE.**

Funds appropriated to the President for international development assistance for the new independent states of the former Soviet Union are rescinded.

Of the funds made available under this heading in Public Law 103-333, $1,319,204,000 are rescinded.

**KYL AMENDMENT NO. 434**

(Ordered to lie on the table.)

Mr. KYL submitted an amendment intended to be proposed by him to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

On page 31, between lines 5 and 6, insert the following:

**KERREY (AND OTHERS) AMENDMENT NO. 435**

Mr. KERREY (for himself, Mr. COHEN, Mr. BAUCUS, and Mr. KERRY) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

Beginning on page 51 of the bill, line 12, strike everything through page 54, line 6, and insert in lieu thereof the following:

**LOW INCOME HOME ENERGY ASSISTANCE**

Of the funds made available in the third paragraph under this heading in Public Law 103-333, $1,319,204,000 are rescinded.

**GENERAL SERVICES ADMINISTRATION**

**FEDERAL BUILDINGS FUND LIMITATIONS ON THE AVAILABILITY OF REVENUE**

Of the funds made available under this heading in Public Laws 101-136, 101-590, 102-27, 102-141, 103-125, 103-329, 395, 350, 360, and 361 are rescinded from the following projects in the following amounts:

**Arizona:**
- Lukeville, Border Station, commercial lot expansion, $1,219,000
- Phoenix, Federal building and U.S. Courthouse, $121,890,000
- San Luis, Border Station, primary lane expansion and administrative office space, $3,496,000
- Sierra Vista, Arizona, U.S. Magistrates office, $1,300,000
- Tucson, Federal building-U.S. Courthouse, $70,000,000

**California:**
- Menlo Park, United States Geological Survey, office laboratory buildings, $980,000
- San Francisco, California, U.S. Court of Appeals annex, $9,003,000
- District of Columbia:
  - Army Corps of Engineers, headquarters, $25,000,000
  - Central and West heating plants, $5,000,000
- General Service Administration, Southeast Federal Center, headquarters, $25,000,000
- Southeast Federal Center, infrastructure, $15,000,000
- U.S. Secret Service, headquarters, $18,910,000
- Georgia:
  - Atlanta, Centers for Disease Control, site acquisition and improvement, $25,890,000
  - Atlanta, Centers for Disease Control, $4,110,000
- Florida:
  - Tampa, U.S. Courthouse, $5,994,000
  - Illinois:
    - Chicago, Federal Center, $7,000,000
    - Indiana:
      - Hammond, U.S. Courthouse, $3,272,000
- Maryland:
  - Avondale, DeLassalle building, $16,671,000
  - Massachusetts:
    - Boston, U.S. Courthouse, $4,076,000
    - Nebraska:
      - Omaha, U.S. Courthouse, $5,000,000
    - Nevada:
      - Reno, Federal building—U.S. Courthouse, $1,965,000
    - New Hampshire:
      - Concord, Federal building—U.S. Courthouse, $3,519,000
    - New Mexico:
      - Santa Teresa, Border station, $1,004,000
    - New York:
      - Holtsville, New York, IRS Center, $1,183,000
      - North Dakota:
        - Fargo, U.S. Courthouse, $1,371,000
      - Ohio:
        - Youngstown, Federal building and U.S. Courthouse, site acquisition and design, $4,374,000
      - Steubenville, U.S. Courthouse, $2,280,000
      - Oregon:
        - Portland, U.S. Courthouse, $3,000,000
Mrs. BOXER (for herself, Mr. BINGMAN, Mr. KERREY, Mr. WELLSTONE, Mr. DODD, and Mr. BUMPERS) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

On page 35, beginning on line 21, strike out “$15,200,000” and all that follows through “title III-B, $3,500,000, and”, and inserting in lieu thereof “$3,500,000 are rescinded as follows: from the Elementary and Secondary Education Act of 1965.”.

On page 68, between lines 6 and 7, insert the following:

CHAPTER XII
DEPARTMENT OF DEFENSE— MILITARY, PROCUREMENT

AIRCRAFT PROCUREMENT, ARMY

Of the funds available under this heading in title III of Public Law 103–335, $11,000,000 are rescinded.

SHELBY AMENDMENT NO. 437

Mr. SHELBY proposed an amendment to amendment No. 435 proposed by Mr. KERREY to amendment No. 420 proposed by Mr. HATFIELD to the bill H.R. 1158, supra; as follows:

In lieu of the language proposed to be inserted, insert the following:

Of the funds made available under this heading in Public Laws 101–136, 101–509, 102–27, 102–111, 103–123, 103–329, $1,842,885,000 are rescinded from the following projects in the following amounts:

Alabama:

- Montgomery, U.S. Courthouse annex, $46,320,000
- Mobile, Federal building, $2,998,000
- Phoenix, U.S. Federal Building, Courthouse, $121,890,000
- San Luis, primary lane expansion and administrative office space, $3,496,000
- Sierra Vista, U.S. Magistrates office, $1,000,000
- Tucson, Federal Building, U.S. Courthouse, $121,890,000
- California:
  - Menlo Park, United State Geological Survey office laboratory building, $6,868,000
- Sacramento, Federal Building-U.S. Courthouse, $142,902,000
- San Diego, Federal building-Courthouse, $3,379,000
- San Francisco, Lease purchase, $9,702,000
- San Francisco, U.S. Courthouse, $4,378,000
- San Francisco, U.S. Court of Appeals annex, $9,003,000
- San Pedro, Customhouse, $4,887,000
- Colorado:
  - Denver, Federal building-Courthouse, $8,000,000
  - District of Columbia:
    - Central and West heating plants, $5,000,000
    - Corps of Engineers, headquarters, $37,618,000
- General Services Administration, Southeast Federal Center, headquarters, $25,000,000
- U.S. Secret Service, headquarters, $13,064,000
- Florida:
  - Ft. Myers, U.S. Courthouse, $24,851,000
  - Jacksonville, U.S. Courthouse, $10,633,000
  - Tampa, U.S. Courthouse, $14,998,000
- Georgia:
  - Albany, U.S. Courthouse, $12,101,000
  - Atlanta, Centers for Disease Control, site acquisition and improvement, $25,890,000
- Atlanta, Centers for Disease Control, $14,110,000
- Atlanta, Centers for Disease Control, Roybal Laboratory, $47,000,000
- Savannah, U.S. Courthouse annex, $3,000,000
- Hawaii:
  - Hilo, federal facilities consolidation, $12,000,000
- Illinois:
  - Chicago, SSA DO, $2,167,000
  - Chicago, Federal Center, $47,682,000
  - Chicago, Dirksen building, $1,200,000
- Chicago, J.C. Kluczynski building, $13,414,000
- Indiana:
  - Hammond, Federal Building, U.S. Courthouse, $52,272,000
  - Jeffersonville, Federal Center, $13,522,000
- Kentucky:
  - Covington, U.S. Courthouse, $2,914,000
  - London, U.S. Courthouse, $1,523,000
- Louisiana:
  - Lafayette, U.S. Courthouse, $3,285,000
- Maryland:
  - Avondale, DeLaSalle building, $16,671,000
  - Bowie, bureau of Census, $27,877,000
  - Prince George’s/Montgomery Counties, FDDA consolidation, $324,650,000
- Woodlawn, SSA building, $17,292,000
- Massachusetts:
  - Boston, U.S. Courthouse, $4,076,000
- Missouri:
  - Cape Girardeau, U.S. courthouse, $3,688,000
  - Kansas City, U.S. Courthouse, $100,721,000
- Nebraska:
  - Omaha, Federal Building-U.S. Courthouse, $9,291,000
- Nevada:
  - Las Vegas, U.S. Courthouse, $4,230,000
- Reno, Federal building—U.S. Courthouse, $1,663,000
- New Hampshire:
  - Concord, Federal building—U.S. Courthouse, $3,519,000
- New Jersey:
  - Newark, parking facility, $9,000,000
- Trenton, Clarkson Courthouse, $14,107,000
- New Mexico:
  - Albuquerque, U.S. courthouse, $47,459,000
- New York:
  - Brooklyn, U.S. Courthouse, $43,717,000
  - Holtsville, IRS Center, $19,183,000
- Long Island, U.S. Courthouse, $27,198,000
- North Dakota:
  - Fargo, Federal building-U.S. courthouse, $20,105,000
  - Pembina, Border Station, $93,000
- Ohio:
  - Cleveland, Celebreze Federal building, $10,972,000
  - Cleveland, U.S. Courthouse, $28,248,000
  - Steubenville, U.S. Courthouse, $2,825,000
  - Youngstown, Federal Building-U.S. Courthouse, $4,574,000
- Oklahoma:
  - Oklahoma City, Murrah Federal building, $3,290,000
  - Oregon:
    - Portland, U.S. Courthouse, $5,000,000
  - Pennsylvania:
    - Philadelphia, Byrne-Green Federal building-Courthouse, $30,628,000
    - Philadelphia, NIX Federal building-Courthouse, $13,814,000
  - Pennsylvania, Veterans Administration, $1,276,000
- Scranton, Federal Building-U.S. Courthouse, $9,969,000
- Rhode Island:
  - Providence, Kennedy Plaza Federal Courthouse, $7,740,000
- South Carolina:
  - Columbia, U.S. Courthouse annex, $592,000
  - Savannah, U.S. Courthouse annex, $30,628,000
- Savannah, U.S. Courthouse annex, $13,814,000
- Savannah, U.S. Courthouse annex, $5,625,000
- Washington:
  - Blaine, Border Station, $4,472,000
  - Point Roberts, Border Station, $398,000
  - Seattle, U.S. Courthouse, $10,949,000
  - Walla Walla, Corps of Engineers building, $2,800,000
  - West Virginia:
    - Beckley, Federal building-U.S. Courthouse, $33,097,000
    - Martinsburg, IRS center, $4,494,000
  - Wheeling, Federal building-U.S. Courthouse, $35,629,000
  - Nationwide chlorofluorocarbons program, $12,300,000
  - Nationwide energy program, $15,300,000

REID AND BRYAN AMENDMENT NO. 438

Mr. REID (for himself and Mr. BRYAN) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill, H.R. 1158, supra; as follows:

On page 14, between lines 12 and 13, insert the following:

NUCLEAR WASTE DISPOSAL FUND
(RECISISON)

Of the funds made available under this heading in Public Law 103–316, $14,700,000 are rescinded. On page 28, strike lines 18 through 23.

REID AMENDMENT NO. 439

Mr. REID proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD to the bill, H.R. 1158, supra; as follows:

On page 14, between lines 12 and 13, insert the following:

NUCLEAR WASTE DISPOSAL FUND
(RECISISON)

Of the funds made available under this heading in Public Law 103–316, $5,625,000 are rescinded.
On page 28, line 7, strike "42,071,000 are rescinded" and insert "for programs other than the rural health research program and the rural health outreach grant program, $36,446,000 are rescinded".

HOLLINGS (AND BIDEN) AMENDMENT NO. 440
Mr. HATFIELD (for Mr. HOLLINGS, for himself and Mr. BIDEN) proposed an amendment to amendment No. 420 proposed by Mr. HATFIELD, to the bill, H.R. 1158, supra; as follows:

On page 8 of substitute amendment strike line 1 through line 6 and insert in lieu thereof the following:

GENERAL ADMINISTRATION WORKING CAPITAL FUND (RESSION)

Of the unobligated balances available under this heading in Public Law 103-317, $5,000,000 are rescinded.

LEGAL ACTIVITIES ASSET FORFEITURE FUND (RESSION)

Of the funds made available under this heading in Public Law 103-317, $5,000,000 are rescinded.

OFFICE OF JUSTICE PROGRAMS DRUG COURTS (RESSION)

Of the funds made available under this heading in title VIII of Public Law 103-317, $17,100,000 are rescinded.

MURKOWSKI (AND D’AMATO) AMENDMENT NO. 441
Mr. MURKOWSKI (for himself and Mr. D’AMATO) proposed an amendment to amendment No. 427 proposed by Mr. D’AMATO to amendment No. 420 proposed by Mr. HATFIELD, to the bill, H.R. 1158, supra; as follows:

At the end of line 10 of page 2, prior to the period insert the following:

"Provided, That as the bearer bonds issued by the Government of Mexico are redeemed with monies provided by the Government of the United States, the Government of the United States first be provided with the names and addresses of those redeeming such bonds.

AUTHORITY FOR COMMITTEES TO MEET

COMMITTEE ON FOREIGN RELATIONS
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Committee on Foreign Relations be authorized to meet during the session of the Senate on Thursday, March 30, 1995, at 10 a.m. to hold a hearing on reorganization and revitalization of America’s foreign affairs institutions.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON FOREIGN RELATIONS
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Committee on Foreign Relations be authorized to meet during the session of the Senate on Thursday, March 30, 1995, at 2 p.m. to hold a hearing on reorganization of U.S. foreign assistance programs: alternatives to the Agency of International Development.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON GOVERNMENTAL AFFAIRS
Mr. HATFIELD. Mr. President, I ask unanimous consent on behalf of the Governmental Affairs Committee to meet on Thursday, March 30, at 10 a.m. for a hearing on oversight of the General Accounting Office.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON RULES AND ADMINISTRATION
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Committee on Rules and Administration be authorized to meet during the session on Thursday, March 30, 1995, at 9:30 a.m. to hold a markup on Senate Resolution 24.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON VETERANS’ AFFAIRS
Mr. HATFIELD. Mr. President, the Committee on Veterans’ Affairs would like to request unanimous consent to hold a joint hearing with the House Committee on Veterans’ Affairs to receive the legislative presentations of AMVETS, American Ex-Service Men of War, Vietnam Veterans of America, Blinded Veterans Association, and the Military Order of the Purple Heart. The hearing will be held on March 30, 1995, at 9:30 a.m., in room 345 of the Cannon House Office Building.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ONachezione.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON VETERANS’ AFFAIRS
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Subcommittee on Acquisition and Technology of the Committee on Armed Services be authorized to meet on Thursday, March 30, 1995, at 2 p.m. in closed session to receive testimony on the Counterproliferation support program in review of the defense authorization request for fiscal year 1996 and the future years defense program.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON SCIENCE, TECHNOLOGY AND SPACE
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Subcommittee on Science, Technology and Space of the Senate Committee on Commerce, Science and Transportation be authorized to meet on March 30, 1995, at 10 a.m. on oversight of the National Science Foundation and Office of Science and Technology Policy.

The PRESIDING OFFICER. Without objection, it is so ordered.

COMMITTEE ON TRANSPORTATION AND INFRASTRUCTURE
Mr. HATFIELD. Mr. President, I ask unanimous consent that the Subcommittee on Transportation and Infrastructure be granted permission to conduct a hearing Thursday, March 30, at 9:30 a.m. on legislation to approve the National Highway System and other related transportation requirements.

The PRESIDING OFFICER. Without objection, it is so ordered.

ADDITIONAL STATEMENTS

MILITARY NOMINATIONS
Mr. THURMOND. Mr. President, the Senate Armed Services Committee favorably reported the nomination of Vice Adm. Joseph R. Prueher for promotion to the grade of admiral and assignment as Vice Chief of Naval Operations.

I ask that a joint statement from Senator NUNN and me concerning this nomination be printed in the RECORD.
The joint statement follows:

**Joint Statement of Senator Strom Thurmond, Chairman of the Senate Armed Services Committee and Senator Sam Nunn, Ranking Minority Member**

The Committee on Armed Services has reported favorably the nomination of Vice Admiral Joseph R. Prueher for promotion to the 4–star grade of Admiral, to serve as the Vice Commandant of the Navy.

Admiral Prueher has had a distinguished career. He is a graduate of the Naval Academy (with distinction). As a naval aviator, he served in Asia aboard U.S.S. Kitty Hawk, as a naval flight instructor at the Naval Air Test Center in Patuxent River, Maryland, and as Executive Assistant to the Secretary of the Navy. More recently, he served as Commander, Carrier Group One in San Diego, CA, where he was responsible for training battle groups preparing to deploy to the Western Pacific and the Arabian Gulf. In this capacity, he led the development of Maritime Joint Forces Air Component Command capabilities for the Pacific theater.

Today, he serves as the Commander, U.S.S. Sixth Fleet in the Mediterranean Sea and as the Commander of NATO’s Striking and Support Forces Southern Europe. As Commandant, he has directed the execution of the Navy and Marine Corps multi-mission role in the Adriatic Sea and former Yugoslavia in United States and allied operations. His awards include the Legion of Merit (three Gold Stars in lieu of subsequent awards), the Distinguished Flying Cross and the Air Medal with two Gold Stars in lieu of subsequent awards.

From 1989 to 1991, he served as Commandant of Midshipman at the United States Naval Academy. During his period as Commandant, there was a well-publicized incident in which a female midshipman, Gwen Dreyer, was mistreated by her male colleagues. A number of the midshipmen involved in the incident were disciplined, though none were dismissed from the Academy. The responsibility for the investigation and action on the investigation was vested in the Superintendent of the Academy, Vice Admiral Virgil Hill. Admiral Prueher, as Commandant of Midshipman at the United States Naval Academy, Vice Admiral Prueher, as Superintendent of the Academy, Vice Admiral Joseph R. Prueher for promotion to the rank of Admiral.

On March 15, 1993, the President resubmitted the Prueher nomination for promotion to Rear Admiral. Over the next five months, the Committee reviewed the materials related to the manner in which the incident was handled at the Naval Academy, including the views of the Secretary of the Navy and the Commander of the Academy. A copy of the Secretary’s letter is included at the end of this statement. On August 6, 1993, the Committee considered and favorably reported the nomination. The promotion to Rear Admiral was confirmed by the Senate on August 3, 1993. Rear Admiral Prueher was subsequently nominated for promotion to Vice Admiral and confirmed by the Senate on November 18, 1993, and was confirmed by the Senate on November 19, 1993. The material concerning the Committee’s previous consideration of the Prueher nomination is retained in the executive files of the Committee. It is available for review by any Senator upon request.

**The Success of Foreign Aid**

- Mr. SIMON. Mr. President, in March and April the organization World Neighbors will be featured in “The Quiet Revolution—An Approach to aid that works: This PBS series documents effective foreign aid programs.” The series features six humanitarian aid programs that have successfully helped people break out of poverty and taking charge of their own destiny. The Quiet Revolution takes an emotional and personal view of how effective aid programs can transform lives. Instead of presenting the poor as anonymous victims, it shows them as they really are: intelligent and capable people wanting to solve their own problems. It is an image of poverty that has rarely been seen and capable of touching hearts and minds.

The Quiet Revolution was a dream of Jack Robertson, a man who shared a great deal in common with the people chronicled in the films. Mr. Robertson died shortly after the films were completed and faced incredible odds throughout the making of the series. Yet he was driven by persistent optimism and stubborn refusal to let anything stop him from sharing the series with the world.

I would like to commend the World Neighbors and Mr. Jack Robertson for their tireless efforts to make such a needed documentary.

**Salute to Bud Lea**

Mr. KOHL. Mr. President, I rise today to salute a prominent figure in Wisconsin sports journalism, Mr. Bud Lea. Much to my dismay and the dismay of his many fans, Bud recently announced his decision to retire. For his entire career, which has lasted 26 years, Bud Lea has followed sports for the Milwaukee Sentinel. During his many years with the Sentinel, which by the way is the longest tenure of any Sentinel employee, Bud has witnessed and written about some of the greatest moments in Wisconsin sports history. Hisdescription of the Milwaukee Braves 1967 World Series victory to the legendary Green Bay Packers World Championships of the late 1960’s, Bud was there. From the Milwaukee Bucks NBA Championship in 1971 to Marquette University’s NIT and NCAA championships in 1970 and 1977 respectively, Bud was there. Whether it was an Olympic Gold Medal for Bonnie Blair or Dan Jansen, or the University of Wisconsin, Bud’s alma mater, winning the 1994 Rose Bowl, Bud was there. The past 42 years have been good to Wisconsin sports fans with an early morning recap of the day’s sports news. With his retirement, Bud Lea, a native of Green Bay, has more than earned his name into the annals of Wisconsin sports history. He has become part of that history. Bud’s retirement is well deserved, and I wish him, his lovely wife Filomena and his sons, Perry and Dean, well. Congratulations Bud Lea—dean of Milwaukee sports columnists and sports writers.

**The Dollar’s Decline as Double-Edged Sword**

- Mr. SIMON. Mr. President, we are receiving regular reminders obliquely of the need for a balanced budget amendment.

In Sunday’s Washington Post Jane Bryant Quinn’s column ends with the words: “Big cuts in the federal deficit would improve confidence abroad. But Congress and the voters aren’t there yet.”

And in a column by Stan Hinden there is reference to Donald P. Gould, a California money manager of a mutual fund.

In the Hinden column, among other things, he says: “Gould noted that the global strength of the dollar has been slipping for 25 years—except for an upward blip in the early 1980’s.”

It is not sheer coincidence that for 26 years in a row we have been operating with a budget deficit.

Hinden also notes in his column:

Since 1970, the dollar has lost more than 60 percent of its value in relation to the German mark and has dropped almost 75 percent in relation to the Japanese yen. In 1970, it took 3.65 German marks to buy one U.S. dollar. As of last week, you could buy a dollar with only 1.40 marks.

I served in Germany in the Army after World War II, and I remember it took a little more than 4 marks to buy a dollar.

The Washington Post writer also notes:

Mr. Gould, who is president and founder of the Franklin Templeton Global Trust—which used to be called the Huntington Funds—is not optimistic about the dollar’s future. He sees little chance that the United States will be able to solve the fiscal and economic problems that have helped the dollar depreciate.

We are getting that message from people all over the world. I cannot understand why we do not listen.

Finally, Donald Gould is quoted as saying:

For the first time I am aware of, during a global flight to quality, that quality has been defined as marks and yen and not dollars.

I hope we start paying attention to this kind of information.

**In Memory of Matthew Eli Puccio**

- Mr. MOYNIHAN. Mr. President, with much sorrow, I would like to tell the
Members of the Senate of a horrible loss. On Sunday, February 26, 1995, Matthew Eli Puccio, a young gentleman from New York City, was involved in a terrible accident that took his life.

Matthew shall be remembered fondly by his parents, teachers, and friends as a young man of exceptional character and kindness. His departure is felt by us all.

Matthew’s mother, Carol L. Ziegler, recently sent to me a short paper that Matthew wrote for a school journalism assignment. In this paper, he discusses term limits and his personal assignment. In this paper, he recently sent to me a short paper that Matthew has written for his journal assignment. In this paper, he discusses term limits and his personal assignment. In this paper, he recently sent to me a short paper that Matthew has written for his journal assignment. In this paper, he discusses term limits and his personal assignment.

The text follows:

Over the past few years, some politicians, primarily Republicans, have proposed term limits be set for Members of Congress. Term limits put a ceiling on how long a member of the House of Representatives can be elected only a certain number of times. To be exact, since 1990, 23 million people in 16 States have voted for this law to be passed. Most of these people want term limits to increase electoral competition. They want change every new and then, if this law was actually passed, it would be a mistake. What if a Member of Congress is doing a bad job? Take New York Senator, Patrick Moynihan, for example. He has just been elected to his third term and is doing a good job in office. Why should they be pulled from office at risk of being replaced by someone who would do less of a job? In this case, what is the need for change? On the other hand, if a Member of Congress is doing a bad job and wants to run again, he could always be voted out.

Setting term limits also takes away a politician’s constitutional rights. Why shouldn’t he or she be allowed to run for office as much as they want, with the intention of helping their country? If they are not elected, they are not reelected, but they should have the chance. On the flip side, this also takes away the why’s constitutional rights. Why shouldn’t the people be allowed to have who they want in Congress, regardless of how long he has been in office? More specifically, term limits violate the Bill of Rights which list the freedoms of the people. Term limits may seem like an easy answer but it is just unfair. Elections are the people’s choice.

Anybody who are allowed to be in Congress for as long as they want, as long as they are doing a good job, and the people want to vote them in.

EVERYBODY WINS

Mr. SIMON. Mr. President, this month on Capitol Hill an exciting literacy program began with the help of Senators and Senate staff. The children of the Brent Elementary School are now being read to once a week during their lunch hour by volunteers in the Everybody Wins Program. Everybody Wins is a successful literacy program started in New York City, which matches up professionals with at-risk, inner-city school children as reading partners.

During each power lunch session, the reading partners select a book and read aloud together—an activity that the Commission on Reading calls the single most important activity for building a child’s eventual success in reading.

Everybody Wins, started by businessman Arthur Tannenbaum in New York City, is for the first time branching out to Washington, DC, and enlisted the help of the Senate to reach out to their neighbors on Capitol Hill. The bipartisan support in the Senate began when I joined Senator Jeffords’ efforts to implement the program. All of the Senators who are working with the program are so impressed that they are moving to implement Everybody Wins in cities in their own States. Mr. Tannenbaum’s ultimate goal is to have every child in the country read to either by a parent or relative or a volunteer.

I want to commend Mr. Arthur Tannenbaum on his hard work, his leadership in this area, and his strong commitment to improving the lives of children.

THE CALENDAR

Mr. HATFIELD. Mr. President, I ask unanimous consent that the Senate proceed to the immediate consideration of Calendar No. 30, S. 464; and Calendar No. 31, S. 532, en bloc; that the bills be deemed read a third time and passed; and the motions to reconsider be laid upon the table, en bloc; and the motions to reconceive be laid aside in order to place the appropriate place in the RECORD. This has been cleared on both sides.

The PRESIDING OFFICER. Without objection, it is so ordered.

The bills (S. 464 and S. 532), en bloc, were deemed read for a third time, and passed, as follows.

FEDERAL COURT DEMONSTRATION DISTRICTS ACT

The bill (S. 464) to make the reporting deadlines for studies conducted in Federal court demonstration districts consistent with those for pilot districts, and for other purposes, was considered, ordered to be engrossed for a third reading, read the third time, and passed; as follows:

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. EXTENSION OF CIVIL JUSTICE EXPENSE AND DELAY REDUCTION DEMONSTRATION PROGRAMS.

Section 104 of the Civil Justice Reform Act of 1990 (28 U.S.C. 471 note) is amended—

(1) in subsection (a)(1) by striking “4-year period” and inserting “5-year period”;

and

(2) in subsection (d) by striking “December 31, 1995,” and inserting “December 31, 1996”;.

VENUE CLARIFICATION ACT

The bill (S. 532) to clarify the rules governing venue, and for other purposes, was considered, ordered to be engrossed for a third reading, read the third time, and passed; as follows:

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,.

SECTION 1. VENUE.

Paragraphe 3 (of section 1391(a) of title 28, United States Code, is amended by striking “the defendants are” and inserting “any defendant is”.

ORDERS FOR FRIDAY, MARCH 31, 1995

Mr. HATFIELD. Mr. President, I ask unanimous consent that when the Senate completes its business today it stand in recess until the hour of 9:30 a.m. on Friday, March 31, 1995; that, following the passage of proceedings be deemed approved to date; that the time for the two leaders be reserved for their use later in the day; and, there then be a period for the transaction of routine morning business with Senators permitted to speak therein for up to 5 minutes each not to extend beyond the hour of 10 a.m.

Mr. President, at 10 a.m. the Senate will then resume consideration of supplemental appropriations bill, H.R. 1138.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HATFIELD. Mr. President, I further ask that at 10 a.m. the D’Amato amendment be laid aside in order to consider an amendment by the Democratic leader.

The PRESIDING OFFICER. Without objection, it is so ordered.

The PRESIDING OFFICER. Without objection, it is so ordered.

PROGRAM

Mr. HATFIELD. Mr. President, for the information of all Senators, the Senate will again debate the supplemental appropriations bill, and a number of amendments still remain. Therefore, votes can be expected to occur throughout Friday’s session of the Senate.

Also, Senators are to be reminded that the official Senate picture of the Senate in session will be taken on Tuesday, April 4, at 10 a.m.

If there is no further business to come before the Senate, I now ask that the Senate stand in recess under the previous order, following the remarks of the Senator from Illinois, Senator MOSELEY-BRAUN.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from Illinois.

Ms. MOSELEY-BRAUN. Mr. President, I thank you very much. I thank the Senator from Oregon.

I would like to yield to the Senator from Rhode Island 2 minutes.

The PRESIDING OFFICER. The Senator from Rhode Island.
Mr. PELL. Mr. President, I thank my friend and colleague from Illinois very much indeed.

INVEST IN EDUCATION

Mr. PELL. Mr. President, as we review all options for reducing Federal expenditures, I am very much of the mind that we should not reduce Federal education assistance. In my opinion, education is an investment in our people and the future strength and health of our Nation. This is particularly true for programs that are targeted to enhance the educational opportunities of those citizens who need our help the most. It is without doubt that every aspect of our lives depends upon a well-educated citizenry. I fear that cutbacks in Federal education aid diminish achieving that goal, and weaken our ability to retain our leadership in the world marketplace.

As we debate this rescission bill, however, it is also important that we keep things in perspective. While I regret some of the cutbacks that are part of the package under consideration, it is only fair that we acknowledge that the bill we are facing is far better than that so recently approved by the House. In education, for example, the cutbacks are a full $1 billion less than those in the House bill.

In many areas, there is very good news. There are, for example, no cuts in student aid, no reduction in Pell grants, no cutbacks in campus-based aid, and no curtailment of funding for the SSIG Program.

Aid for the vitally important Dropout Prevention Program is continued. Cutbacks in safe and drug-free schools are a full 80 percent less than those in the House-passed bill. There are few, if any, cutbacks in literacy programs that reach out to help those in need of these services in library services and construction are very small. And, funds are provided for a new and very important program of aid in civics and economic education exchanges with the emerging democracies of Eastern Europe and the former Soviet Union.

Thus, while I may have differences on some of the cutbacks contained in this legislation, I find I can support a majority of the provisions with considerable enthusiasm. I believe we must look carefully at the details of this bill. While some provisions could be improved, most are quite encouraging. I want, therefore, to commend Chairman HATFIELD, the members of the Appropriations Committee, and especially their staff for the very long, hard, and thoughtful work they have put into this legislation.

CHANGE OF VOTE

The PRESIDING OFFICER. The Senator from Hawaii is recognized.

Mr. AKAKA. I thank the Chair.

Mr. President, I wish to make this request.

Mr. AKAKA. Mr. President, I ask unanimous consent that I be permitted to change my vote. Without objection, it is so ordered.

Ms. MOSELEY-BRAUN. Mr. President, thank you.

AFFIRMATIVE ACTION

Ms. MOSELEY-BRAUN. Mr. President, I rise to speak about affirmative action. There has been a great deal of discussion about affirmative action lately. Unfortunately, too little of that discussion has focused on the facts. Affirmative action is about working people, about middle-class families, and about jobs. It is about the basic right of all Americans to have access to education, to have the opportunity to get a good job, to have the opportunity to be promoted when they work hard—to do better than their parents did. It is, quite simply, about ensuring fundamental economic fairness for all our citizens.

We have come a long way in ensuring that economic opportunity exists for all Americans; yet much work remains to be done. That is why it would be extremely shortsighted at this point in time for the Senate to retreat on affirmative action. Before we act, we must consider all of the facts.

We cannot allow cynical political games to be played with an issue of this much importance. And we cannot allow ourselves to fall prey to attempts to make affirmative action a debate about race. It is not. What affirmative action is really about is fundamental fairness. It is about whether each of us will be allowed to fully participate in society, no matter whether by gender or race, or will instead be held back by conditions that have nothing to do with merit, or talents and abilities. It is a debate that lies at the core of our national economic competitiveness.

THE TRUTH ABOUT AFFIRMATIVE ACTION

Mr. President, if we consider all the facts, it is abundantly clear that affirmative action is about equal economic opportunity, not just a minority quota for women. It is about providing a chance to compete for those who may still be limited by a glass ceiling or artificial barriers to participation in our economy. In addition, affirmative action is now a business imperative for diversity. In spite of the rhetoric and myths surrounding this concept, the truth is that every American stands to benefit when each citizen is given a chance to contribute to the maximum extent of his or her ability.

Our work force is changed. Our country has moved in the direction of making the American dream of opportunity a dream that is open to all Americans. Affirmative action has played a major role in opening up and providing opportunity for the millions of people who did not have a chance to participate in the full range of economic activities this country has to offer. And our society has benefitted as a result.

In 1964, when affirmative order on affirmative action was issued, there were approximately 74 million working Americans. By last year, that number had grown to just over 223 million. In other words, since 1964, our country has created over 1 million new jobs. Although women and minorities entered the work force in unprecedented numbers, these new jobs were not created by taking away jobs held by men. Rather, they were created by making use of the talents that a diverse work force brings to our economy, and using those talents to help create new economic growth and more, new jobs. Affirmative action is about not taking away opportunity but about creating it.

I would like to take a moment to review the experience working women have had with affirmative action. Because many employers made a commitment to fostering diversity, women made significant inroads into professions that had previously been off limits to them. In 1972, women comprised a mere 3 percent of architects. By 1993, that number had climbed to 18.6 percent. In 1972, women were 10 percent of all physicians, but by 1993, that number had grown to 22 percent. In 1972, women made only 4 percent of all lawyers, a number that grew to 23 percent by 1993. And, I might add, this is despite the fact that the Supreme Court, in Bradwell versus Illinois, once upheld a decision by my home State to deny an eminently qualified woman, Myra Bradwell, the right to practice law, solely on the basis of her gender.

Women have made equally significant gains in the science fields. In 1972, women comprised a dismal 0.8 percent of all engineers—less than 1 percent! But by 1993, that number had grown to 8.6 percent. In chemistry, women's
share of the jobs grew from 10 percent in 1972 to almost 30 percent in 1993.

In 1972, there were so few female airline pilots that the Department of Labor did not even bother to keep track. By 1983, women were 4 percent of airline pilots, a truly remarkable gain, although there is clearly still a long way to go. In the advertising profession, women went from 22 percent of the work force in 1972, to 50 percent fourteen years later, equal their percentage of the population. And the good news does not stop there. Women hold 42 percent of college teaching positions, compared to 28 percent in 1972.

Even more importantly, a rapidly growing number of women now own their own businesses—they are the bosses! During a recent 5-year period, the number of women-owned businesses increased by 58 percent, four times the rate of growth for all businesses. And during that same period, the revenues for women-owned businesses nearly tripled to over $275 billion. The number of women-owned manufacturing businesses more than doubled in that 5-year period, and the revenues of those businesses increased almost six-fold over those 5 years. I could go on—and in the coming weeks and months, I will. But today, I simply want to underscore that the achievements working women have made, would not have occurred without a commitment by employers’ to seek out, and to foster, diversity. Affirmative action is at the heart of that commitment.

AFRICAN-AMERICAN MEN STILL MOST IN NEED

Mr. President, it is also worth pointing out—when we discuss the progress that women have made—that African-Americans in general, and African-American men in particular, have benefitted the least of any group from affirmative action. When you say the words, “affirmative action,” many people automatically think of a black man as the beneficiary.

Consider this: Median annual earnings for African-American men have actually shown little or no improvement over the past two decades compared to white men. In 1975, black men earned 74.3 percent of what white males did. In 1985, that figure was 69.7 percent, a drop of almost 5 percent points. In 1993, that figure was back up to 74 percent—but still lower than the 1975 level.

In 1979, 99.1 percent of senior level male employees were white, while 0.2 percent were black. In 1989, the figure for white males had declined slightly to 96.9 percent, while blacks has risen to 6.0 percent—still less than 1 percent. Unfortunately, the lack of progress by blacks, regardless of qualifications or education level. And the fact remains that, for black men, professional degrees do not necessarily close the earnings gap: African-American men with professional degrees earn 79 percent of the amount earned by white males who hold the same degree, and who are in the same job category.

And finally, a Wall Street Journal study showed that in the 1990-91 recession, black men were the only group that suffered a net employment loss. They suffered job losses in 36 States, and in 6 of the 9 major industries. They held 11.7 percent of all jobs at the beginning of the recession and had held at the beginning. I could go on citing statistics. But what these numbers tell us is that, despite the claims of affirmative action opponents, black men are not taking all of the jobs that were formerly held by white men.

This group—black men—is the segment of the population that has faced the most persistent discrimination, that has encountered the toughest problems, and has had the longest road to travel. Without our past efforts to create equal opportunity, black men might be much worse off; at the very least, this is not the time to compound the problem.

The fact remains that, while white men are approximately one-third of the population, they comprise 80 percent of the Congress, hold four-fifths of tenured positions at colleges and universities, constitute 95 percent of Fortune 500 company senior management, and 99.9 percent of professional athletic team owners, and have been 100 percent of U.S. Presidents. I addition, an examination of historical unemployment tables debunks the myth that jobs are going to black men at the expense of white males. The fact is that unemployment rates for black males have remained relatively steady, while unemployment rates for black males have increased. In 1972, unemployment among white males was 5.1 percent, compared to 10.4 percent for black males. In 1994, the unemployment level for white males was 5.3 percent, a slight increase of +0.2 percentage points from 1972. In contrast, the 1994 unemployment rate for black males was 7.1 percent, an increase of +1.1 percentage points. Again, in spite of affirmative action, the facts show that white men are not losing jobs to black men.

I cite the numbers because it is important. I think, to debunk the notion that affirmative action is a zero sum game that pits one group of Americans against another, and may be seen as a basis for dividing us to whatever degree is necessary. This is why this debate is important. We have to communicate the truth about affirmative action to the people. As my mother used to say, we may be as different as the five fingers are, but we are all parts of one hand. We need each other and the benefits that our diversity provides. To allow affirmative action to be reduced to a them versus us conflict altogether, to allow affirmative action to an absurdity that would be the focus of our collective efforts to make things better for everyone—it ought to be part of a great debate about the direction we must take—together—to address the critical economic and social issues of our time.

We have a significant economic agenda to tackle. We need to continue our work toward balancing the budget, toward restoring fiscal responsibility to the Federal Government, toward ensuring that our children—and their children—will not be saddled with a legacy of debt. We need to create jobs. We need to ensure that every American who is able to work, can work. We need to ensure that our children are sent to learn in schools that are not hazardous to their health, and that will prepare them to compete in today’s global marketplace.

If there is any objective that should command complete American consensus, it is ensuring that every American has the chance to succeed—and that, in the final analysis, is what affirmative action is all about. No issue is more critical to our country, and no issue is more critical to Me. Nothing makes a bigger difference in a person’s life than opening up opportunities. Certainly, nothing has made a bigger difference in my life—and nothing has had a more positive impact on the economic well-being of our Nation.

NO QUOTAS OR PREFERENCES—AND MERIT DOES MATTER

The fact is that the successes in the economy that women and minority men have achieved over these past three decades since the first affirmative action executive order by President Johnson have not been due to quotas.

The quota debate is a fake. It is a fraud. It is an attempt to reduce affirmative action to an absurdity that seems to pander to negative emotions. It is a myth that only those who either do not know or do not care about the truth would even discuss in the context of affirmative action. Quota is often the buzz-word of choice used by those who prefer myth to truth, and who want to create fear from insecurity and confusion. When we speak of affirmative action, we are talking about a range of activities calculated to support opportunity and diversity in the workplace and in our economy. We are talking about goals and timetables, not quotas. The goal of affirmative action is to ensure employers to look at their workforce, to consider if women and minorities are underrepresented and—if they are—to try and correct the situation. Goals are flexible, time-bound, and are important. There are no legal penalties if employers make good faith efforts, but are unable to comply with their goals or timetables.

The perspective of affirmative action is actually the opposite—the reverse—
of the quota perspective. The quota argument suggests that one looks at num-
bers before the fact to limit opportu-
nity for some. Affirmative action, on
the other hand, looks at numbers after
the fact, to observe the effects of diver-
sity in the workplace. The two con-
cepts are simply incompatible. Affirm-
ative action does not tell employers
they have to hire 12.5 women, or 2.5 na-
tive Americans—or that they have to
follow any inflexible numeric formula.
Instead, it provides a benchmark for 
flexibility. A progress report, if you will,
to help decisionmakers, employees,
identify whether impairments to op-
portunity have been adequately ad-
dressed and removed. In fact, arguably
since the 1978 case of Regents of the
University of California versus Bakke,
and definitively since the case of City
of Richmond versus J.A. Croson Co.,
the use of quotas by State and local
governments, or educational institu-
tions, have been held by the Supreme
Court to violate the equal protection
clause of the constitution. There are
exceptions, of course, for cases involv-
ing prior, positive and systemic dis-
crimination, and the court has applied
slightly different standards to the Fed-
eral government.

In addition, the Equal Employment
Opportunity Commission’s guidelines
governing voluntary affirmative action
provide that in order to be valid, vol-
untary affirmative action programs
must advance goals and must have clear
merit, to competence, to qualifica-
tions or positions. In addition, the
affirmative action guidelines
mandate that in order to be valid,
voluntary affirmative action
programs must advance goals and must have clear
merit, to competence, to qualifica-
tions or positions. In addition, the
affirmative action guidelines
governing voluntary affirmative action
show what the Nation’s major employ-
ers already know: Affirmative action
is good for the community, good for com-
panies, good for working people, and
good for the United States.

This is important, because affirmative
action is good business.

Mr. President, I do not think that
our current debate over affirmative ac-
tion could have come at a more ironic
time. The Department of Labor just re-
cently issued its fact finding report on
the existence of the “glass ceiling”—
those invisible, yet very real barriers
that continue to confront women and
minorities as they attempt to partici-
-pate in our workforce. The Glass
Ceiling Report reviews in great detail
the barriers to participation that fall short of overt exclusion but which still oper-
ate to limit the full participation of women and minorities in our economy. It
clearly identifies the relevance of di-
versity in the workplace. Most impor-
tant, it is a compelling endorsement
of the value of affirmative action.

The foundation for the report was a
document prepared by the Department of
Labor—which helped publicize the
glass ceiling phenomenon. As our dis-
tinguished majority leader, Senator
ROBERT DOLE, stated at that time, the
report has confirmed what many of us
have long understood: the existence of
invisible, artificial barriers blocking
women and minorities from advancing
up the corporate ladder to management
and executive level positions. But these
principles are fundamental to the es-

tablishment of this great Nation, and
the cornerstone of what other nations
and other people consider unique to the
United States—namely, the possibility
for everyone, regardless of their gen-
tal hard work will take them.

Congress created the Glass Ceiling
Commission as part of the Civil Rights
Act of 1991. The commission, comprised
of 21 members, was charged with con-
ducting a study and preparing rec-
ommendations on “eliminating artifi-
cial barriers to the advancement of
women and minorities.”

The current attack on affirmative ac-
tion coincides, almost exactly, with
the release of the commission’s fact-
finding report, entitled “Good for Busi-
ness: Making Full Use of the Nation’s
Human Capital.” It is also, however,
fortuitous, for the commission’s report
provides those of us in Congress, who
will soon be debating the future of af-

firmative action, with two funda-
mental truths: the first of these truths
is that, though we have come far since
Lyndon Johnson issued Executive
Order No. 11246, there is still much
progress yet to be made. The United
States still falls to utilize the talents
and resources of far too great a per-
centage of its population in far too
many industries.

The second truth is that, if progress
is not made, it will not be just minori-
ties and women who suffer, but the
community as a whole. Affirmative ac-
tion is about far more than equal
opportunity—it is about our economic
prosperity. It is about access to edu-
cation and jobs for working people, for
middle class families, and for our chil-
dren. Indeed, a recent Washington Post
article entitled “Affirmative Action’s
Corporate Converts,” documented this
fact. In the article, the chairman of
Mobil Corporation, Mr. Lucio A. Noto,
summed up the view of many employ-
ers: "I have never felt a burden from
affirmative action, because it is a busi-
ness imperative for us."

How far we have to go

The overview of the Glass Ceiling
Commission’s fact finding report be-
gins: corporate leaders surveyed,
women and minorities who partici-
pated in focus groups, researchers, and
government officials all agree that a
glass ceiling exists, and that it oper-
ates substantially to exclude mini-
orities and women from the top levels
of management. This statement is
underscored by a wealth of detailed factual
information, which illustrates this con-
clusion in no uncertain terms. Take,
for example, a survey of senior level
managers of Fortune 1000 industrial
companies and Fortune 500 service in-
dustries, which established that 95 to
97 percent of senior managers—vice-
president and above—are white men.

Or, the report’s finding that—

Despite identical education attain-
ment, ambition, and commitment to career, men
managers at Fortune 1000 businesses
graduates found that a woman with an MBA
from one of the top 20 business schools
earned an average of $1,000 per year
after graduation, while a comparable man
earned $61,400—12 percent more.

And the problems are not limited to
the business world. While women hold
over 4 in every 10 college teaching
March 30, 1995

CONGRESSIONAL RECORD — SENATE S4943

jobs—more than 40 percent—they only hold 11 percent of tenured positions.

The Glass Ceiling Commission’s report makes it clear what the problem is. It is not a “women’s problem.” It is not a problem related to any lack of ability on the part of women or minorities. It is a problem going to the heart of the American dream—whether the workforce is for some Americans, or for all Americans.

The report concluded, after years of research, that there are two major impediments to full participation by women and minorities:

First, the prejudices and stereotypes of many white male middle managers, and;

Second, the need for greater efforts by many corporate CEO’s—who have made an initial commitment to diversity and expanded economic opportunity—to fully translate those words into realities.

The sub-heading on a recent New York Times article by reporter Peter T. Kilborn, which detailed the commission’s findings, highlights the problems presented by stereotyping. The heading reads: “Report Finds Prejudices Block Progress of Women and Minorities.”

And the story goes on to depict the barrier that, unfortunately, still must be overcome by women and minorities seeking to climb the corporate ladder. Kilborn writes:

“Exploring the demography of American upper management, a Government commission today put its official stamp on what many people have suspected all along: important barriers to the progress of women and minorities are the entrenched stereotypes and prejudices of white men. Women, the report of the Federal Glass Ceiling Commission said, are perceived by white males as not tough enough and unable or unwilling to relocate. Black men? Undisciplined, always late. Hispanic men are deemed heavy drinkers and drug users who don’t want to work—except for Cubans, who are brave exiles from an oppressive government. White women are viewed as not tough enough or trainable—mainly housewives—while minority women are not seen as threats at all. And the single most important barrier, the commission said, is the perception of white men that women and minorities are not suited for jobs in upper management.”

The report concluded that “the hurdles have not yet been removed for women and minorities who seek to participate in the economy of our country.”

But the unofficial ones still remain. It is as though the hurdles have been taken off the track, but the rules have not been changed. The hurdles have been hobbled by chains, liberate him, bring him to the starting line of a race, saying “you are free to compete with all the others,’ and still justify believe you have been completely fair. Thus it is not enough to open the gates of opportunity . . . we seek not just equality as a right . . . but equality as a fact and as a result.

The progress we have made in opening up opportunity is no cause for resting on our laurels—the end of discrimination did not mean the beginning of inclusion.

We still have a long way to go to eliminate the persistent bias which creates barriers to the full participation—and the complete contributions—all of our people have to give. It stands to reason that, if we create conditions that allow our Nation to tap the talents of 100 percent of our people, we will be better off than if we can only tap the talents of half.

And that is the conclusion of the report, just the Glass Ceiling Commission, a conclusion which is expressed in the report’s title: “good for business—making full use of the Nation’s human capital.” Simply stated, the conclusion reached was that:

“Increasingly, corporate leaders recognize that Glass Ceilings and exclusion of members of groups other than white non-Hispanic males are bad for business because of recent dramatic changes in three areas that are fundamental to business survival: changes in the demographics of the labor force, changes in the demographics of the national consumer markets, and rapid globalization of the marketplace. These shifts—changes in the demographics of the labor force, changes in the demographics of the national consumer markets, and rapid globalization of the marketplace—highlight why a retreat from affirmative action will hurt us all.

The Washington Post article, previously quoted, underscores that point. The article points out that the opinion that affirmative action is a business imperative is:

Not a maverick view. At many of the Nation’s large corporations, affirmative action is woven into the fabric of the companies. And the diversity that affirmative action represents has encouraged a valuable marketing and recruiting tool. An important edge in fierce global competition.

A 1993 study of Standard and Poor 500 companies showed that firms that succeed in shattering their own glass ceilings racked up stock-market records that were nearly two and one-half times better than otherwise comparable companies. Companies have benefited by opening their doors to all American workers—and we will all continue to benefit, so long as those of us in Congress do not retreat from our commitment to opportunity for all.

It is often said that these of us in Congress are called upon to vote on issues with which we have had no personal experience. But the issue of creating the opportunity for women and minorities to become full economic partners in our society is dear to my heart because as an American minority, I have seen first-hand the benefits that accrue from creating a climate of opinion that sets the stage for hope and for real opportunity in the areas where potential and talent matter most.

I would ask my colleagues to consider the experience of those of us who have had to overcome artificial barriers to achievement. What our experiences illustrate are the basic principles that Congress must consider—and must preserve—as it debates affirmative action.

The first of these principles is that every American must have access to education. The opportunity to attend the University of Illinois, and the University of Chicago Law School, gave me the tools I needed to enter the work force. The climate created by congressional support for affirmative action encouraged my law school to seek out and embrace diversity. They were persuaded not just to look beyond the stereotypes, but to reach outside the traditional pool of applicants, and to actively seek out qualified students who could bring a different point of view to the educational environment. This, of course, benefited more than the individual students—it benefited the entire university as well.

The second basic principle is that every American must have access to good jobs. My first job out of law school was working as an assistant United States attorney—a job that would have been virtually impossible...
for a woman to hold just 20 years earlier. Because of affirmative action, I was given a choice and a chance in the career path.

And the third basic principle, from which there can be no retreat, is that every American should have the opportuni-
ty to advance as far as their field as their hard work will take them. As the glass ceiling report has shown, getting a job is only half the battle. Just as bias must not be allowed in hiring, it must also not be allowed in promo-
tion to capital or pol-
icy making, or in any other endeavor that affects the community as a whole.

The “glass ceiling” is bad for women, bad for minorities, and bad for our Na-
tion’s businesses. It is not enough that women and minorities are able to enter the work force; we also have to have the opportunity to succeed based on their ability.

It has been argued by some that this debate we are focused too much on the past. I say that they were wrong—past wrongs warrant strong actions; nor is it about repaying old debts—although substantial debts are owed to those people and their descendants who were harmed by their past exclusion from full participation in our economy. This debate is about the future, and the expanded economic opportunity that will come if all Americans are al-
lowed to participate in the economy.

If you think about it, what we are de-
bating is the majority of the men and women of America’s people—and that’s what you get if you count our Nation’s 51 percent women and 49 percent non-white males—will have a shot, a chance to participate on an equal footing in America’s economic affairs.

Last month, I met with a group of young schoolchildren. I talked to them about the historic nature of the 104th Congress, and how we had come so far in the 75 years since the women’s suf-
frage amendment became part of our Constitu-
tion. I said to them that there are now eight women in the U.S. Senate. I spoke of this as if it were a great accomplishment. The children looked at me in confusion—one little girl looked at me and said: “Is that all?”

What that young girl was telling us, is that we need to look at the whole picture. And when we do, we know without a doubt that much work re-
 mains to be done.

Majority leader Dole stated, when he authored the legislation creating the Glass Ceiling Commission, “Whatever the reasons behind the glass ceiling, it

is time we stopped throwing rhetorical rocks and hit the glass ceiling with enough force that it is shattered.” That recipe for action made sense then, and, with the issuance of the Commis-
sion’s report, it makes even more sense now.

International competition is becoming tougher and tougher. We cannot succeed by bailing out of the competi-
tion, or by wasting the talents of half our citizenry. But that is what will happen—our country will fall behind—
if we act aggressively to shatter the glass ceiling. If we do not make full use of the education and the skills of
women and minorities, they are hurt as individuals, but we are hurt as a Na-
tion as well.

In 1992, approximately 590,000 women, and 163,000 minority students gradu-
ated from college. Are we really prepared to say to them, “Sorry, you’re not allowed to compete.” As parents, we all have hopes and dreams for our children who will succeed by bailing out of the competition, you lose, they lose, we as a nation all lose. Instead of being se-
duced by fear, be inspired by the hope of our Founders that in equality of op-
portunity lay the key to prosperity, the quality of life for all Americans would be lifted up.

There can be no retreat from our pur-
pose, no compromise from our objec-
tives—expanding economic opportu-


nity, taking advantage of our diver-
sity, moving the United States ever closer to the day when the eloquent vi-
sion set out in our Declaration of Inde-
pendence becomes a reality for every American.

Abraham Lincoln, in his 1862 message to Congress, spoke words that resonate and reflect the seriousness of this de-
bate:

Fellow-citizens, we cannot escape history. We of this Congress and this administration will be remembered in spite of ourselves. No prejudice can spare one or another of us. The fiery trial through which we pass will light us down, in honor or dishonor, to the latest generation. * * * We—even we here—hold the power and bear the responsibility. In giving freedom to the slave, we assure freedom to the free—honorable alike in what we give and what we preserve. We shall nobly save or meanly lose the last, best hope of Earth. Other means may succeed; this could not fail. The way is plain, peaceful, generous, just—a way which will light us down in honor or dishonor, to the latest generation. * * *

Affirmative action is a quintessential American challenge. I hope this Con-
gress will prove worthy of it.

Mr. President, I have here a list of a num-
ber of companies, and a description of programs they have implemented to promote diversity in their organiza-
tion. This list provides an overview of the variety of approaches that employ-
ers across America have taken to pro-
mote diversity. I ask unanimous con-
sent that a list of these programs be placed in the RECORD.

There being no objection, the mate-
rial was ordered to be printed in the

RECORD, as follows:

CASE STUDIES OF SUCCESSFUL PROGRAMS

The Federal Glass Ceiling Commission has found that businesses vary in their awareness of glass ceiling issues and in efforts to overcome glass ceiling barriers. Some busi-
nesses pioneer initiatives to remove the bar-
ses and continue to do so. The work and family programs offered by these employers, have great impact on the lifelong career paths of women and people of color who share responsibilities for house-
care, and their ability to take on promotions and opportunities if offered. This section

March 30, 1995

CONGRESSIONAL RECORD — SENATE
briefly describes the efforts of three companies—Xerox Corporation, Procter & Gamble, and IBM—that are successfully eliminating glass ceiling barriers while remaining competitive and profitable:

**XEROX CORPORATION**

**CEO Commitment and Leadership—**Almost 40 years ago, Joseph C. Wilson, the founder of Xerox, made a core value of workforce diversity. He called it “valuing and respecting people.” Current CEO Paul Allaire believes that a diverse workforce gives Xerox a competitive edge.

Accountability—Allaire expects senior managers to develop and maintain a balanced workforce and holds them accountable for achieving goals. In turn, line managers hold their managers to the same standards. An annual memo entitled Balanced Workforce Performance outlined the work force participation of minorities and women and summarizes progress in meeting the goals.

Under its Minority/Female Supplier Program, the company also holds its vendors to high standards of workforce diversity while expanding their business opportunities. In 1992, 22 million with minority- and women-owned businesses.

Outreach and Recruitment—Xerox has a long-standing employee referral system in which all employees are encouraged to refer friends and relatives to apply for employment. In the 1960s, Xerox initiated a program to recruit African-American and minority men, beginning with Booster, a collaborative program with Urban League affiliates. Xerox currently operates such a program in Rochester, New York. Today the company has one team of African American managers who serve as liaisons with historically Black colleges and universities and another team of Hispanic managers who coordinate efforts to recruit Hispanic men and women.

Training—All employees are kept aware of company policies on issues sexual, racial, and ethnic harassment. A brochure highlighting the company policy is given to every employee. Xerox instituted workshops in sexual harassment prevention in 1982.

Development—High potential employees are counseled on the steps necessary to advance their careers. Their job assignments support their advancement—for example, of the 85 people at the current international assignments, 13 are women and 23 are minorities. A key element of the succession-planning process is to improve the representation of women and minorities among upper management—currently 20 percent of Xerox vice presidents are members of minority groups and 12 percent are women. Twenty-four percent of the corporate officers are women and minorities.

Mentoring—Caucus groups are fundamental to the company’s mentoring activities. All groups are employee-initiated and employee-funded. They conduct workshops, conferences, and individual mentoring activities to develop these processes and plan activities, and work/family issues. The company also has support groups based on sexual orientation, disability, and functional expertise.

Work and Family—Xerox’s Life Cycle Assistance combines a variety of work/family programs that target income-based cultures such as child care, customized medical benefits, an employee assistance program, and tuition aid for employees.

**PROCTOR & GAMBLE**

**CEO Commitment and Leadership—**More than 30 years ago, Procter & Gamble’s President Howard Morgan sent a letter to his senior managers, stressing that the company simply had to do better at providing employment for African Americans. Today, Chairman Ed Rendell wrote in a letter to P&G’s more than 100,000 employees, outlining the company’s diversity policies and emphasizing its conviction that, in his words, diversity is strong, diverse organization is essential to achieving our business purpose and objectives.

Accountability—Each P&G business unit has specific development and advancement of minorities and women, as well as plans for achieving those goals. Data on hiring, promotions, job rotation, and training plans are entered into a computerized Diversity Measurement System, giving senior management the ability to track progress in meeting goals. The number of women at the departmental director level has doubled in the last five years and the number of minorities at the associate director level has tripled.

Outreach and Recruitment—P&G provides internships through the Graduate Engineer- ing for Minorities Consortium, the National Urban League’s Black Executive Program, and the National Alliance of Business Colleges’ Cluster Programs. In 1993, 47 percent of the interns were women and 46 percent were minorities. P&G provides leadership and support for several programs designed to attract minority students to science and the company provides support to numerous women’s and minority organizations.

During the past year the company’s record of hiring and promoting minorities and women into management has been strong, with women averaging approximately 40 percent and minority men approximately 25 percent of new hires.

Training—All employees participate in diversity training. The company’s goal is to create a business environment in which individual differences are not only valued but celebrated and prized.

Development—Development programs are customized to give each employee opportunities, tools, and skills needed to realize his or her full potential. P&G College, designed to reach all employees, is staffed by senior managers who teach basic business courses fundamental to business success.

Mentoring—Dozens of networking and support groups exist throughout the company. For example, Women’s Supporting Women (WSW) and the Asian American Self Directed Learning Conference. WSW’s annual work- shop brings together mid-level women managers to discuss the advancement of women and issues. The Learning Conference helps Asian and Pacific Islander Americans understand cultural differences and perceptions that affect business operations. Experienced P&G managers serve as counselors, coaches, guides, and advisors to less experienced employees and are available to all employees upon request.

Work and Family—P&G considers family-friendly policies as an investment that pays off in attracting and retaining employees. The company offers adoptive leave, adoption assistance, on-site medical screening, employee assistance programs, tuition reimbursement for college courses, flexible work schedules, and financial support for nearby child-care facilities.

**IBM**

**CEO Commitment and Leadership—**In 1995, when IBM first hired professional women in large numbers, marketing chief Janice Watson declared, “Men and women will do the same kind of work for equal pay.” Current CEO Louis V. Gerstner, Jr., terms diversity “an issue of strategic importance,” and workforce diversity the subject of one of his first policy letters. He wrote,

“I believe workforce diversity to be of real importance to IBM’s success. As the market- place becomes increasingly diverse, IBM’s competitiveness will be enhanced through a workforce which reflects the growing diver- sity of the external labor force, and the growing diversity of our customers.”

Accountability—IBM sets goals for minori- ties and women in job groups where they are underrepresented. In turn, managers ensure achiev- ing representation according to availability at all levels in the company. Each manager’s annual appraisal includes an evaluation of his or her efforts in improving IBM’s work- force diversity profile.

A salary analysis is conducted for each mi- nority and female employee. These analyses consider minorities and women employees with their similarly ensuring situated white and male peers.

Outreach and Recruitment—IBM was the first company in the U.S. to support the United Negro College Fund in 1944, its initial year. The Company began active college re- cruiting at historically Black colleges in the 1960s. In 1972 IBM initiated the Faculty Loan Program which allows employees to take up to a year off to work for a college, at full IBM salary, in projects addressing the needs of disadvantaged, female, or disabled stu- dents. More than 1500 employees have par- ticipated. In 1991 IBM established the Minor- ity Campus Executive Program. African American, American Indian, Asian and Pa- cific Islander, and Hispanic students may apply for the program. Executives serve as liaisons with the presidents of 24 colleges that have large predominately African American, Hispanic American, Asian and Pacific Islander, and American Indian populations.

IBM recruits from colleges and universities that have significant numbers of women and minorities. Criteria for recruitment are these three principles:

Equal employment and affirmative action are treated as business objectives.

Line managers at all levels are account- able for progress in meeting diversity objec- tives.

Investing time and effort in recruiting and sustaining a supply of diverse employees long-term, continuing success in meeting diver- sity objectives.

Training—All company diversity training programs use an IBM video, “Valuing Diver- sity: A Competitive Advantage.” Diversity councils indentify, recommend, and imple- ment programs and provide workforce diversity management. The councils meet regularly and coordinate roundtable exchanges and focus groups to discuss oppor- tunities, challenges, and concerns of the workforce. Training in sexual harassment prevention is an integral part of all employee training.

Attendance—Attendance at IBM’s executive seminars is an important training expe- rience in the company—in 1993, 22 percent of those attending were women and 7.7 percent were minorities. In the same year, 29 percent of those who attended IBM’s advanced management school were women and 15.7 percent were minorities.

A key developmental experience is an international job assignment—an experience outside of the U.S. in a different culture and work environment. From 1991 to the end of 1995, more than 500 employees participated—15 percent were women and 9.6 percent were minorities.1

1The category “minorities” includes both men and women, so that a female employee is counted here both under the category “women” and as a minority.
It is a requirement that the opportunity to use the Employee Development Plan process be offered to each woman, minority, Vietnam-era veteran, and person with a disability. The Employee Development Plan is a document used in partnership between the employee and the manager to understand and maximize strengths, and to identify and address weaknesses. It also provides a vehicle to discuss career aspirations and to establish a plan to help achieve reasonable career objectives.

Mentoring—The goal of IBM’s Mentoring Program is two-fold. First, it provides a place where women and minorities, and people with disabilities can go for “penalty-free advice”; and second, to provide senior employees and managers the opportunity to have a variety of coaching, developing, and managerial experiences with people who are different from them. Mentoring begins as soon as an employee joins IBM. The program supports employees at three levels:

Corporate Level—Mentors guide selected women and minorities who have been identified as potential corporate officers.

Corporate Level—Mentors guide selected women and minorities who have been identified as potential executives.

Noncorporate Level—Mentors guide new employees to provide early career assistance and maximize their career growth.

Work and Family—IBM’s ongoing goal in this area is to demonstrate that these programs are practical, effective, and efficient tools to achieve business results. IBM’s WorkLife Programs are designed to help all employees be productive while meeting personal and family needs. Programs include flexible work hours and flexible work locations, a personal leave program, and child and elder care support. WorkLife Employee Surveys in 1986 and 1991 provided valuable data on existing programs, and led to recommendations for new projects/programs. IBM has made a special commitment to the subject of Dependent Care support. In 1989, IBM announced the IBM Funds for Dependent Care Initiatives, a $25 million investment made over the years 1990-1994. During that period more than 500 child care/elder care projects were funded in communities where IBM employees live and work. In addition, in 1992, IBM was one of the 11 “Champion” companies that funded The American Business Collaboration for Quality Independent Care. It was the largest collaboration in U.S. history that included 156 organizations with a commitment of over $25 million to fund 355 projects in 45 communities.

100 CORPORATE PRACTICES

In its examination of corporate glass ceiling initiatives, the Federal Glass Ceiling Commission found that comprehensive, systemic approaches are more likely to have lasting positive impact than isolate, one-shot or ad hoc approaches. Because they are designed to overcome the structural barriers specifically to the business, different glass ceiling initiatives emphasize different components. However, research suggests that effective initiatives include components of the seven elements listed below. The summary tables are organized by the following element headings and are found in the Appendices.

LEADERSHIP AND CAREER DEVELOPMENT

AAA—American Automobile Association.

AT&T.

Barnett Bank

Connecticut Mutual

Connecticut General

Corning Glass Works, Inc.

Pannie Mae

Gannet Co., Inc.

Hewlett-Packard Co.

JC Penny Co., Inc.

Massachusetts Mutual Life Insurance Company

Morrison & Foerster

New England Telephone—NYNEX

Pacific Gas and Electric

SC Johnson Wax

Tom’s of Maine

University of North Carolina at Greensboro

US WEST

ROTATION/NONTRADITIONAL EMPLOYMENT

American Airlines.

Avon Products, Inc.

Chubb & Son, Inc.

Con Edison

E.I. du Pont de Nemours & Company

MENTORING

AT&T

Chubb & Son, Inc.

CIGNA

Dow Jones & Company

E.I. du Pont de Nemours & Company

 Exxon Research & Engineering Co.

First Interstate Bank of California

JC Penny Co., Inc.

New England Telephone—NYNEX

Pitney-Bowes, Inc.

Procter & Gamble

ACCOUNTABILITY PROGRAMS

Baxter Healthcare Corporation

Corning Glass Works, Inc.

Square D

Tenneco, Inc.

SUCCESSION PLANNING

American Airlines

Hershey Foods

McCormick & Dodge

Motorola, Inc.

Public Service Electric & Gas Company

WORKFORCE DIVERSITY INITIATIVES

Avon Products, Inc.

General Electric NY Silicon Manufacturing Division

General Foods

McDonald’s

PDQ Personnel Services

Procter & Gamble

Rensselaer Polytechnic Institute

US West

—(a) Programs for Women of Color

US WEST

Xerox

(b) Corporate Women’s Groups/Networks

Avon Products

Case Western Reserve University

Hoffmann-La Roche

Honeywell, Inc.

(c) Gender/Sexual Awareness Training

Arthur Andersen & Co.

E.I. du Pont de Nemours & Company

JC Penny Co., Inc.

Hughes Aircraft

IM

MCA, Inc.

North Broward Hospital District

Pitney-Bowes, Inc.

Port Authority of NY & NJ

Raychem Corporation

Ryder Systems, Inc.

Tenneco, Inc.

Texas Instruments

(d) Elimination of Sexual Harassment

Apple Computer

AT&T

E.I. du Pont de Nemours & Company

FAMILY-FRIENDLY PROGRAMS

Eastman Kodak Company

Fel-Pro, Inc.

John Hancock Financial Services

Johnson & Johnson

Marquette Electronics

NationsBank

SC Johnson Wax

Pacific Gas and Electric

JC Penny Co., Inc.

Tandem Computer, Inc.

US Sprint

(a) Flexible Work Arrangements

Arthur Andersen & Co.

Corning Glass Works, Inc.

Eastman Kodak Company

North Carolina National Bank

Pacific Bell

The San Francisco Bar Association

Sidley & Austin

Skadden, Arps, Slate, Meagher & Flom

Steelcase, Inc.

Tucson Medical Center

(b) Parental Leave

Aetna Life & Casualty

Corning Glass Works, Inc.

IBM

Proskauer, Rose, Goetz & Mendelsohn

(c) Dependent Care

Allstate Insurance Company

American Express Company

Amoco Corporation

Champion International Corporation

IBM Corporation

Johnson & Johnson

J.P. Morgan, Inc.

Motorola, Inc.

Philip Morris

Stride Rite Corporation

The Travelers

Work/Family Directions

Xerox Corporation

SUMMARY TABLES: LEADERSHIP AND CAREER DEVELOPMENT

AAA—American Automobile Association; Management Development Program: The four-level Management Development Program focuses on building the kind of skills AAA managing directors, general managers and mid-level managers need in order to lead the company in a changing competitive climate. The program is based on three core themes: (1) building the competencies of the AAA “manager of the future”; (2) Action Learning, an idea borrowed from General Electric that focuses on immediate transfer of skills learned in class to on-the-job situations; and (3) member satisfaction, or convincing executives to spend time with customers so they can make decisions that better anticipate customer needs.

AT&T; Leadership Continuity Program (LCP); Executive Education Program: Introductory learning helps further the advancement of minorities and women into higher management, the LCP identifies and accelerates the development of managers who have the potential to be leaders in an intensely competitive environment. The Executive Education Program provides internal and external education experiences for AT&T executives and those middle managers identified as having high potential. Executive Education Program candidates, most of whom are in the LCP, are selected on the basis of their on-the-job learning experiences, career histories, career plans, and the business strategies of the organization. Executive Education Programs are offered internally and at 40 universities worldwide. Programs last from one week to two-and-a-half months.

Barnett Bank; Leadership and Career Development: Women are chief executives of four Barnett units and make up 44 percent of the highest paid employees. Women make up 21 percent of Barnett’s senior and executive vice presidents.

Connecticut Mutual; Management Excellence Selection; Components for Leadership Development: 1. The Management Excellence process involves “selecting individuals who will make successful managers in our environment.” The process was developed through the McBurr model of competencies:
a group of average and outstanding managers was selected and studied in order to identify the traits that led to success in management and traits that the company wanted in the managers in management selection and development.

2. Components of leadership development efforts

Career path process: identifies the objective performance, skill and knowledge criteria for moving from one pay level in a job to the next, identifying the special skills to plan his or her own growth and advancement.

Success factors for management: competent identified by the company’s managers in the company are described to allow individuals to plan their own growth and development as managers.

High-Potential Development: developed through interviews conducted by personnel from human resources with the head of each of the business units and support units. This process identifies individuals at all levels of the organization with potential for higher level positions.

Continental Insurance; Advanced Development Program (ADP): The Advanced Development Program identifies the company’s high-potential employees and, through rigorous, accelerated career planning, helps them attain key leadership positions in the company. The program takes select employees through a three-month training session on the career path of high-potential employees and includes a 10-year career plan for next three to seven years. Assigned advisors serve as mentors, and along with position supervisors, they communicate success criteria and opportunities to ADP managers. The goal of the ADP is to develop talented, committed employees into skilful managers and proficient leaders.

Corning Inc., Inc.; Total Quality Program & Women’s Advancement: The Quality Improvement Team is a task force designed to upgrade efforts in the recruitment, retention, and upward mobility of women in management. With the demonstration of commitment from the top down and input from both line and staff managers, implementation strategies are being planned. They include the development of action steps to help managers accountable, succession planning for high-performing women, career path process to articulate the current upward mobility rate for women, new recruitment efforts, implementation of a managing diversity education program, communication for managers and purchasing leaders, and garding women, and the development of community initiatives to encourage women to work at Corning.

Pamiee nord: Recruitment: Newly appointed as CEO in the early 1980s, David O. Bender challenged the traditional hiring patterns of a large industrial business by immediately recruiting a management team that included minorities and women. To continue increasing the number of minorities and women in senior-level positions, he identified high-potential employees,加速ed career development strategies to improve career planning for high-performing women, and the development of commitment from the top down and input from both line and staff managers, implementation strategies are being planned. They include the development of action steps to hold managers accountable, succession planning for high-performing women, career path process to articulate the current upward mobility rate for women, new recruitment efforts, implementation of a managing diversity education program, communication for managers and purchasing leaders, and garding women, and the development of community initiatives to encourage women to work at Corning.

Pamiee nord: Recruitment: Newly appointed as CEO in the early 1980s, David O. Bender challenged the traditional hiring patterns of a large industrial business by immediately recruiting a management team that included minorities and women. To continue increasing the number of minorities and women in senior-level positions, he identified high-potential employees, accelerated career development strategies to improve career planning for high-performing women, and the development of commitment from the top down and input from both line and staff managers, implementation strategies are being planned. They include the development of action steps to hold managers accountable, succession planning for high-performing women, career path process to articulate the current upward mobility rate for women, new recruitment efforts, implementation of a managing diversity education program, communication for managers and purchasing leaders, and garding women, and the development of community initiatives to encourage women to work at Corning.

Andress McCollum: Recruitment: A new CEO, the company refined its 15-year-old Management Development Program and included a focus on diverse leadership development. The single board was expanded to 15-member boards (3 product line and 1 corporate), and was restructured into the Professional Development Boards. The new system provides professional staff with opportunities for career growth through their participation in challenging business projects. Participants develop critical skills, enhance their visibility with top management, and broaden their responsibilities, while assuring Mass. Mutual of a growing reservoir of professional and managerial talent.

Morrison & Foerster; Work and Family Diversity: For over a decade, this law firm has provided legal services which are located in the fast-paced world of the legal profession. Morrison & Foerster has made the commitment to develop programs that help women in the demanding legal profession achieve their fullest potential. A flexible time for partners and associates, (1) parental policy options; (2) individual family opportunities for non-Caucasian women. The program was a response to the recommendation of three employee Resource Groups. The objective of the program, which has just recently completed its five-year lifespan, was to provide developmental and promotional opportunities for women and men. The program focuses on the basis of their leadership, communication, and decisionmaking skills and the needs of the business. Of the 36 participants that completed the program, all experienced developmental opportunities and 83% were offered one or more promotional opportunities.

US WEST; Women of Color Project: In 1986, US WEST implemented its Women of Color Project to remedy inequities in the career opportunities for non-Caucasian women. The program was a response to the recommendations of three employee Resource Groups. This pilot program was developed to address, at the state level, the scarcity of women in administrative positions, especially higher-level positions in higher education. It was a locally developed program that was funded by a local foundation, a local university, the participant enrollment fees, and the state American Council on Education National Identification Project, which aims to identify talented women who are ready to move into senior administrative positions. The program provides a forum for women to participate in challenging business projects. Participants develop critical skills, enhance their visibility with top management, and broaden their responsibilities, while assuring Mass. Mutual of a growing reservoir of professional and managerial talent.

Avon Products, Inc.; Slating: High potential selection process: The slating process was instituted to expand the pool of internal candidates for promotions and to ensure that minorities and women are better represented in line positions. When a position
for manager, director, or vice president becomes available, human resources personnel work with department heads to identify candidates. To better prepare for staffing changes, high-potential candidates are sometimes developed before the position becomes open. Candidates are selected on the basis of their job-specific skills and credentials.

The high potential selection process for high potential employees identifies those who have developed exceptional leadership and management skills, and who support the company’s valuing diversity efforts. These individuals work with their managers and human resources staff to identify the experiences and competencies. With Cigna, the pool of high potentials is screened to ensure adequate representation of minorities and women.

Chubb & Son, Inc.: Job rotation: High potential women in staff and administrative positions are given the opportunity to rotate into lower management positions. To prepare for new positions, each candidate currently in a staff position receives training and, in some cases, gains hands-on experience by working for several months in a lower-level line job without taking a pay cut.

Edison Management Intern Program: The Management Intern Program is a comprehensive program to recruit, develop, and promote qualified women. Begun in 1981, the program currently recruits approximately 30 college graduates annually on the basis of technical competence, leadership potential, communication skills, and part-time work experience. Interns spend one year in four three-month assignments designed to expose them to a variety of company functions. Viability is an added program benefit: interns gain exposure to officers and upper management through presentations and formal forums. At the outset of the program, each intern is assigned a mid-level manager who serves as a mentor. 75% of the 89 female engineers hired since 1981 are still at Con Ed. Women have the highest rate of retention.

Blue Collar Prep Program: The ‘Blue Collar Prep’ program aims to prepare women educationally, psychologically, and physically for nontraditional jobs.

E.I. du Pont de Nemours & Company: Job rotation: At Du Pont, most executives move through two or three functions before they reach top positions. For example, an employee with technical experience may move from manufacturing to marketing to an engineering work. With Cigna, the pool of high potentials is screened to ensure adequate representation of minorities and women.

CIGNA: Mentoring Guide: CIGNA developed an open-book and operating divisions decide how they wanted to approach the mentoring process. The guide profiles successful mentor relationships, including high-potential mentors, and mentees; on-the-job opportunities for coaching and mentoring; methods to improve coaching and skills; and tips for mentees.

Dow Jones & Company: Mentoring Quads: To promote cultural diversity and enhance developmental and promotional opportunities for minorities and women, the company developed the Dow Jones Quads. Each quad is made up of four members who are diverse in terms of position, level, race, gender, and functional area. Program developers felt another advantage of this system would be to offer greater learning opportunities to larger numbers of people. The approach also assumes that group dynamics will minimize personality conflicts.

E.I. du Pont de Nemours & Company: Imaging Systems: Du Pont’s mentoring program is tied to other initiatives to develop and advance high potential minorities and women. While the company allows mentors and mentees to structure their own relationship, every mentoring relationship includes two days of training in which ground rules are set and guidelines are given.

Exxon Research & Engineering: Internship and Mentoring Program: This program for female and minority high school students was implemented to increase the pool of minority and women recruits. By providing students with professional-level mentors, who serve as role models and career counselors, as well as offering “real” engineering work experience, Exxon aims to build positive, long-term relationships and to foster their interest in becoming permanent employees.

First Interstate Bank of California: Individual Mentoring Program: The Individual Mentoring Program is part of an overall initiative, begun in early 1992, to create and implement programs for the advancement of minorities and women. The overall initiative, The Career Opportunities and Development Program, includes all phases of career development and planning: diversity training, multi-cultural networks, a group mentoring program, and an individual mentoring program. The purpose of the Individual Mentoring Program is to provide high potential selected minorities and women with an opportunity to focus on examining personal expectations, work habits, communications goals and objectives, constructive feedback, and understanding expectations under the guidance of experienced and skilled professionals. Recognition that the bank could strengthen its business by developing employees was the motivation for establishing the initiative. Throughout the next three to five years all of the participants will be tracked and examined.

JC Penney Co., Inc.: Mentoring Skills Development Workshop: JC Penney Co., Inc. created its own two-day workshop on mentoring. The newly formed mentoring circles in the company have attended the program. The workshop objectives are to create an awareness of cultural differences, to develop an understanding of how these diverse cultures benefit the workplace environment, and to increase communications and conflict resolution.

New England Telephone—NYNEX: Mentoring Circles: Designed to help prevent some of the problems associated with structured mentoring relationships, NYNEX has implemented “mentoring circles.” Because mentors and mentees meet in groups of up to 12 people, the sexual tension and rumors that can accompany one-on-one male/female and interracial mentoring are eliminated. More important, the use of mentors’ time, as the number of individuals qualified to serve as mentors is usually far fewer than the number of employees seeking mentors.

Pitney-Bowes, Inc.: Pairing System: The objectives of the 1989 pilot program were to augment the development process by helping to increase the number of candidates ready to assume managerial roles, and to improve the retention of valued employees. The program was also designed to further the company’s goal of creating an environment that values diversity by increasing the representation of minorities and women management. The current program strives to match mentors and mentees in as many levels as possible by looking at the development needs of associates, the experience of mentors, geographic proximity and/or functional commonality.

ACCOUNTABILITY PROGRAMS

Proctor & Gamble: Corporate Mentoring Program: The objective of the program is to ensure that there is an experienced manager to act as “a trusted counselor, coach, role model, advisor and voice of experience” to managers with less experience who are expected to advance within the organization. The first priority of the company was to ensure that minorities and women who had been identified as having advancement potential have mentors because of the higher turnover rate of the company.

Baxter Healthcare Corporation: Affirmative Action Strategy; Balanced Work Force Initiative: The program holds managers individually accountable for recruiting, retaining, and promoting minority and women. Managers are provided with guidelines for developing professional skills and, at year end, are required to complete detailed summaries of their efforts. Managers then submit the forms to corporate headquarters for an in-depth review of their achievements.

Baxter then reinforces support for managers’ initiatives by providing discretionary bonus to their “good faith” efforts and pursuit of corporate goals. Both the number of female vice presidents and the number of female directors and lieutenants have increased substantially since 1988.

Corning Glass Works, Inc.: Quality Improvement Teams: To counteract a trend in attrition, the company assigned senior management initiatives by 20 percent of their discretionary bonus to their “good faith” efforts and pursuit of corporate goals.

The number of female vice presidents and the number of female directors and lieutenants have increased substantially since 1988.
Square D Co.; Diversity Goal Setting: Goals for preparing high potential female employees for management positions (at salaries of $60,000 and above) were developed and published for the 1999 executive team. In 1991, it was decided that a minimum of 20 percent of manager’s bonuses would be based on their effectiveness in meeting corporate goals to recruit, develop, and promote women.

SUCCESSION PLANNING

Tenneco, Inc.; Executive Incentive Compensation Program: This program links a significant portion of each executive’s bonus to the attainment of defined divisional goals to promote minorities and women. Three-quarters of this percentage relates to these initiatives, which are governed by a separate plan to develop women in middle management and above.

Career Development Program (CDP); American’s Career Development Program (CDP), a sophisticated, computerized job-posting system, allows employees to signal their interest in positions before vacancies occur. The system helps employees identify opportunities that need development, the next planned or anticipated position, and the anticipated position. The system also helps managers develop an individualized development plan for each employee. The plan charts the path from the employee’s present position to anticipated positions.

Cross Entity Review: Lateral movement or promotion to a different division or entity is reviewed for employees interested in such a change. At least one quarter of all managers are reviewed annually by their direct reports and peers to help ensure that employees of both genders and all cultural groups can reach their full professional potential.

Avon Products, Inc.; Communication System: This grassroots communication system monitors problems and opportunities related to diversity. Minority network groups exist as forums at which people of color can identify and discuss career-related issues. Officer sponsors provide guidance and mentoring. These networks communicate their concerns to a multi-cultural committee which, in turn, makes recommendations to senior management to effect positive change. On a monthly basis, the Corporate Women and Minority Network group, organized by former CEO, checks the company’s progress in meetings to ensure access to management for minorities and women.

Managing Diversity: Avon defines managing diversity as “creating a culture that provides opportunities for all associates to reach their full potential without compromise of corporate objectives.” Their conceptualization of diversity encompasses the more obvious differences such as age, gender, race, and culture. Non-obvious dimensions such as work style, life style, and physical and personality characteristics. Managers at all levels are responsible for Avon’s program success. The mission statement on the program encourages the comprehension and support of diversity by all employees.

General Electric, NY Silicon Manufacuring Division; Grassroots Diversity Initiative: The Silicon Manufacturing Division has increased the number of minorities and women entries to 30 percent. In 1988, an informal effort to address the company’s diversity issues enabled the company in response to problems experienced by women and people of color. Specialized characteristics of the individual are cultivated in a diversity training. A review board examined such issues as family leave, flexible hours, personal and professional development, and promotion of the program. The program has increased the number of women in managerial positions including women of color. Mentoring, an important component of the program, was established to provide minorities and women with role models who would give the participants insight into the company’s corporate culture and management systems.

General Foods; Diversity Management Steering Committee: General Foods began its diversity effort by forming a Diversity Management Steering Committee, chaired by the president and including 10 senior executives, to monitor all company activities relating to affirmative action and diversity management. A full-time human resources position dedicated solely to diversity management was established, along with a Workforce 2000 Council to address the issues of the upward mobility of minorities and women, networking, and work/life balance. A huge training effort was then launched for the entire salaried employee population. The goal of the training is to increase awareness of changing workforce demographics, the diversity efforts of competing companies, and the internal cultural barriers that inhibit the productivity of minorities and women.

McDonald’s; Changing Workforce Program: Formalized more than a decade ago, the programs are based on a premise of respect for all contributors to the business. Comprising six progressive management development modules, the modules help ensure that employees of both genders and all cultures can reach their professional potential. Through the modules, class participants are encouraged to explore personal attitudes and assumptions that can become barriers to their professional growth, or the growth of employees they manage. Training continues offered through the Changing Workforce (MCW); Women’s Career Development (WCD); Black Career Development (BCD); Hispanic Career Development (HCD); Managing Cultural Differences (MCD) and Managing Diversity (MD).

PDQ Personnel Services; Workforce Diversity Initiatives: PDQ has developed ongoing relationships with diverse business groups to promote the advancement of minorities and women. It has developed outreach to organizations representing minorities and women such as the National Black Business Association, and the Urban League. These organizations assist PDQ with recruitment outside the company. PDQ has developed non-gender and non-racial mentoring programs that help orient new hires with special attention to gender and minority concerns. To foster development and retention, all managers receive regular career assessments in which their supervisors identify the skills they need to advance.

Rensselaer Polytechnic Institute; Beyond Diversity Effort: The Institute views itself as a microcosm of the broader society: they have developed initiatives that cut across the entire university community in order to adequately prepare students for the workforce. The program was established by the Institute’s recent strategic planning progress. It offers both students and faculty
opportunities to learn and participate in different cultures and lifestyles through lectures, concerts, travel, workshops, and task forces.

US WEST: Pluralism Performance Menu (PPM): Pluralism Performance Menu, initiated in October 1990, is a measurement device to evaluate performance. The company's officers on their quantitative and qualitative efforts to develop and advance minorities and women. The PPM lists criteria with officers' efforts every six months, officers submit a completed menu to corporate headquarters where the data are analyzed. Each officer is provided with a set of suggestions for improvement. The short-term goal of the PPM was to boost the company's recruitment, development, and advancement of minorities and women. The PPM is designed to raise the company's commitment to diversity to a new plane so that, in the long run, promoting diversity will become second nature to all employees.


Workshop: White Maleism and the Corporate Culture: The goal of this workshop is to improve the communication between men and women and to help men avoid seeing women as a threat to their position. The workshop is designed to raise the company's commitment to diversity to a new plane so that, in the long run, promoting diversity will become second nature to all employees.

Corporation: Asset Management Program: This program was started in 1983 to foster mobility of women of color within the company's Development and Manufacturing Organization. The program combines formal training and on-the-job experience. It is intended to provide exposure to and understandings necessary for promotion through intensive on-the-job experiences under the direction of the plant manager. The plant manager also serves as mentor to the candidate to ensure that the program's objectives are fulfilled through each developmental phase.

Workforce Diversity Initiatives: Corporate Women's Groups/Networks: Avon Products, Inc.; Avon Multicultural Committee: Avon has three strong groups: the Avon Asian Network, the Avon Hispanic Network, and the Black Professional Association. These groups originated from the 1970's as the Concerned Women of Avon, which then became the Women and Minorities Committee. In the mid-1980s committee members moved to and began work on specific areas and began to address their specific needs. Management developed an organized system through which networks and committees feed into each other to ensure a consistent flow of information and communication. In order to be credible, the group has made sure that its objectives are consistent with the company's goals. The committee is structured to help Avon implement its business strategy by becoming a multicultural workplace. The committee's operational role is to work with officers and regular meetings that follow the accepted business protocol at Avon. In addition, the committee tries to be open about its intentions to communicate clearly and consistently.

Case Western Reserve University: Salary Equity Committee: Established in 1992, this committee is a diversity division of the Human Resources Office for equity, appropriateness, and consistency.

Hoffmann-LaRoche; Concerned Women of Roche (CWR): Founded in 1972, CWR is one of the older corporate women's groups in the country. The 400-member group seeks to enhance interpersonal communication between male and female employees, to influence and effect change in 3M so as to assure that all employees can participate and contribute equally. The statement empowers change and action on promoting women's career and leadership development through identification of issues, communication to 3M about women's concerns and recommendations, and recruitment of women at all levels. The 3M Women's Council: Formed in 1978, this group's 55 members represent a wide range of job functions, levels, and organizational units. They exemplify the diverse workforce in terms of race, ethnicity, and gender. Initially, the group was chartered to contribute to a working environment that would attract and retain qualified female employees and encourage personal growth of all employees. Its goals were to identify, study, and make recommendations on issues of concern to Honeywell women. Honeywell women support women who sought career mobility.

After gaining management support, the Council moved beyond its original emphasis on programming to providing recognized policy input. Without abandoning its original broad agenda, the group now focuses on identifying and studying issues of concern to Honeywell women and barriers to their upward mobility, and makes recommendations about how both management and employees can work to remove these barriers. The council has continued to influence both the professional and administrative ranks.

Workforce Diversity Initiatives: Gender/Racial Awareness Training: Hughes Aircraft; Gender/Racial Awareness Training: Hughes has implemented a series of diversity management training programs for management/supervisors, as well as career development seminars for minorities and women. Hughes also has a variety of management and professional development programs, including the Chairman's Executive Leadership Program, Line Managers Development Course, Contract Managers Development Course, and a Promotion Workshop for new supervisors and middle managers. All of these programs are monitored on a regular basis to determine the employment patterns of minorities and women.

JC Penney Co., Inc.; Diversity Awareness Workshops: JC Penney Co., Inc. created its own two-day workshop on managing a diverse workforce. All profit-sharing managers in the company have attended the program. The workshop objectives are to create an awareness of cultural differences, to develop an understanding of how these diverse cultures benefit the workplace environment, and improve communications between an increasingly diverse workforce. Additionally, 120 key senior managers attended a week-long multi-cultural workshop that uses relationship and team-building to reinforce the value of diversity.

SM: The Women's Advisory Committee: The 3M Women's Advisory Committee's mission is to influence and effect change in 3M to assure that all employees can participate and contribute equally. The statement empowers change and action on promoting women's career and leadership development through identification of issues, communication to 3M about women's concerns and recommendations, and recruitment of women at all levels. The committee has contributed to the implementation of a number of significant programs including: supervisory and management development programs, internal communications on diversity, and an improved performance appraisal system.

MCA, Inc.; Gender/Racial Awareness Training: A Diversity Awareness Program, first targeting senior executives and then all management staff, enhances and sustains a university in the workforce, an improved performance appraisal system, employee initiated part-time employment, and internal personal search required for all job openings.

CONGRESSIONAL RECORD — SENATE March 30, 1995
North Broward Hospital District: Bridges: This voluntary management training program helps develop the skills needed to manage a diverse workforce through a 32-hour series of modules on solving role play problems and interactive conversations. The eight training modules focus on intercultural perceptions, gender stereotypes, subtle racial stereotypes, ethnocentrism, organizational politics, intercultural conflict, and communications barriers. Ninety-four percent of those participating in the program found it excellent or very good.

Pitney-Bows, Inc.; Minorities Resource Group/Women’s Resource Group: The two groups work in close collaboration with management to design programs that would encourage women and minorities to enter management and mid-management jobs; subsequently, WE began to recognize the importance of women’s voice in the workplace and to lobby the agency to design and implement programs. Women’s Issues of primary interest included flexitime, parental leave, child care, and the availability of promotion opportunities for all women. Opening membership into the groups, the women’s organization at all levels was a logical step because the group steering committee believed they would gain greater clout when presenting concerns to management by representing more women in the agency. To recruit new members, WE planned programs to involve women at all levels, such as a workshop on juggling work and family obligations, a display on women’s historical contributions to the Port Authority, and health seminars. To ensure the relevance and usefulness of the programs to all members, Women’s Equity also sought nonmanagement women’s involvement in the steering committee and on each of its five subcommittees. They then planned a cultural workshop cosponsored by Asian, African American, and Hispanic groups to help recruit women for nontraditional jobs such as the construction trades.

Raychem Corporation; Women’s Network: The Network was developed in early 1991 to address women’s isolation in the corporation’s heavily male-dominated culture. The Women’s Network issues a newsletter to more than 200 female and male employees. The Network organizes its formal charter, organizing focus groups with female employees and top management, and launching a formal study to determine whether there are barriers to the development at Raychem of women managers. A positive and constructive approach and its practice of communicating with management regularly and openly are attributes that led to the group’s success.

Ryder Systems, Inc.; Women’s Management Association: Founded in 1982, the Women’s Management Association defines itself as a “Women of Influence.” Its objectives include helping women to become more effective in their jobs, apprising senior management of women’s concerns and recommendations, and improving the knowledge of members of Ryder’s businesses and customers. A unique aspect of the group and a key to its success is the involvement of all levels of management. The group is guided by a Governing board, comprised of 10 senior-level female managers, and an Executive Advisory Committee, comprised of four of the chairman’s direct reports and human resources executives. Throughout the year, the group sponsors special events featuring human resources and other speakers, and it frequently asks Ryder’s corporate and division officers to formally speak to members about company growth and business plans. The group is involved with the company’s corporate objectives and the involvement of senior management have been critical to its success.

Terence, Inc.; Women’s Advisory Council: The council was established in January 1998 by then Chairman James L. Keltelsen to help increase the number of women in leadership positions. Since then, the council has worked with management and corporate human resources officers to achieve its goals. Approximately 20 executive and management women from all company divisions are part of the Council, which also has a non-member senior executive liaison. The council receives its operating budget from the company and uses company personnel, facilities and communications services. Members of the Women’s Advisory Council helped corporate human resources officers facilitate company-wide adoption of ‘Workforce 2000 Initiatives,’ a training program for addressing workforce diversity issues. The group also assisted corporate human resources officers in developing the “Labor Program,” which offers a range of work and family benefits, including a six-month, unpaid family care leave. The number of women in senior management has grown significantly since the Council was established.

Texas Instruments; Corporate Services Women’s Initiative: The initiative is a management-supported group of approximately 50 female engineers, managers, and technical employees in the company’s Corporate Services division. Efforts of two women in 1990, the stated charter of the group is to champion the full participation of Corporate Services women at all levels and aspects of the business by promoting their professional and personal goals. The Women’s Initiative helps top management understand and resolve issues that will enable the company to better recruit and retain women. Using the Corporate Services Women’s Initiative as a model, five additional women’s networks have formed in other companies.

Workforce Diversity Initiatives
Elimination of Sexual Harassment

Apple Computer; Sexual Harassment Policy: The policy was instituted in February 1991. It is designed to create an environment that does not tolerate behavior that is intimidating, offensive, or hostile and that impedes the performance of work. The policy states that "Sexual Harassment," which includes "Gender Harassment," is defined as "unwelcome sexual advances, requests for sexual favors, and other verbal or physical conduct of a sexual nature that creates an intimidating, hostile, or offensive work environment." This policy is enforced at all levels of the company, from the top executive to the hourly worker. The policy includes a grievance procedure and a harassment training program for all employees.

AT&T; Policy Training Manual: A company policy was implemented in the early 1980’s as a step toward ensuring a nondiscriminatory workplace. The employee manual, “Dealing With Sexual Harassment,” in the manual, conveys the nature and implications of sexual harassment by illustrating real-life examples of improper behavior, and contains information on how to file a complaint. The AT&T’s policies and programs are designed to prevent and resolve sexual harassment in the workplace and to provide a safe and respectful work environment for all employees.

E.I. du Pont de Nemours & Company; A Multinational Study: “Sexual Harassment, a Guide for Employees,” an instruction manual, was developed in 1988. The manual includes a statement defining and prohibiting sexual harassment, a section outlining responsibilities of sexual harassment, a comprehensive list of sexual harassment, and detailed procedures for reporting sexual harassment.

New Focus on Employee Concerns: "New Focus on Employee Concerns" was a six-week program designed to address the concerns of employees. The program was developed in response to employee concerns about workplace issues, such as harassment, discrimination, and workplace policies. The program was designed to help employees understand their rights and responsibilities, and to provide a forum for employees to express their concerns. The program was held in 1989 at the company’s headquarters in Wilmington, Delaware.

Family Friendly Programs

Eastman Kodak Company; Work and Family Program: A task force was appointed in November 1986 to examine work and family issues. The task force reviewed the programs of 33 work-and-family-supportive companies, surveyed 2,000 Kodak employees and consulted with work and family specialists. The result was a comprehensive work and family program which includes up to 17 weeks of unpaid, job-protected family leave, child care resource and referral service, and corporate funding for start-up cost for day-care homes in the community.

Parental Leave: A surprisingly high number of men have taken advantage of a generous family leave policy without stigma or penalty. A unique feature of the Kodak parental leave policy is the leave for male partners. Male partners have taken leave for their infants: an average of 12.2 weeks, which is just a week less than the average leave for mothers. Family leave coverage continues during leave, and employees are assured of returning to the same or comparable job.

Fel-Pro Inc.; Family Friendly Programs: ‘Fel-Pro increased its financial aid for adoption from $2,500 to $5,000 and increased its tuition refund benefits from $2,500 to $3,000 for undergraduate studies and from $5,000 to $6,500 for graduate studies. Tuition reimbursement has been extended to part-time employees, who are mostly female.

John Hancock Financial Services; Family Care Issues: The company designed its innovative Family Care Issues to help recruit and retain talent. The company also instituted a program that includes such benefits as a one-year unpaid leave of absence and an on-site child care center. But the company has gone beyond traditional work-family programs: a Summer Care Fair offers employees and the public information about summer camps and programs in New England. ‘Take-care-of-careers’ programs: the company has started a program which offers a range of work and family benefits, including a six-month, unpaid family care leave. The number of women in senior management has grown significantly since the Council was established.

Spouse Relocation Services. These initiatives were designed in large part to address the changing composition of the work force, including the changing role of the family, the need for flexible work schedules, and the increasing number of women in leadership positions. The initiatives are designed to support employees and their families during times of transition, such as relocation, and to promote a more diverse and inclusive workplace.
Marquette Electronics; On-Site Daycare, Flexible Work Schedules: Marquette has two on-site centers serving 175 children. Workers can adjust their schedules daily, if necessary.

NationsBank; Shared Parenting: The bank is one of the first, if not the only company to offer fathers paid time off to care for their newborns. The bank’s policy is based on the company’s belief that parenting is a shared responsibility. New fathers receive up to six weeks of paid paternal leave for each year of service they accrue on a one-week of leave.

SC Johnson Wax; Child care/parental leave: One of the company’s foremost work and family programs is its on-site child care program, established in 1985. The child care program provides before- and after-school care, transportation to and from school, a kindergarten, parenting training for employees. The center has been accredited by the National Association for the Education of Young Children. During the summer, the company offers full-time day care for school-age children of employees. The parental leave policy allows up to three months of unpaid leave for both male and female employees. This is in addition to the paid maternal leave for the mother. The option to work part-time following parental leave is also available.

Pacific Gas and Electric; Adoption Reimbursement Program: The Adoption Reimbursement Program reimburses employees for 100 percent of their covered expenses—up to $20,000. The adoption of stepchildren is covered and adopted children can be any age up to 18. There are no limits on the number of adoptions per employee that can qualify for reimbursement. Covered expenses include legal, court, adoption agency and placement fees, medical expenses, and transportation expenses, and transportation expenses up to the child.

JC Penny Co., Inc.; On-Site Child Care: A child care center in the office building is available to all JC Penny Co., Inc. employees. The 10,000-square-foot facility can accommodate 157 children from 6 weeks to 5 years of age at an average cost of $100 per week.

Tandem Computer, Inc.; Model Maternity Leave: Tandem has offered a nine-week unpaid parental leave for over 10 years. A full-time employee manager helps all parents obtain and process the necessary medical and insurance forms, and an on-staff nurse is available to check on the health of pregnant women. All leaves are paid, and new fathers—and their same or a comparable job upon return; workers who take longer leaves are assured of a job but not necessarily at the same salary.

US Sprint; FamilyCare Program: To generate awareness and build broad-based support. Sprint appointed 150 employees from a range of company divisions to 11 career and family action teams. The teams developed the blueprint of the FamilyCare program. Announced in July 1988. FamilyCare provides flexible work schedules, a dependent-care resource, on-site child care, adoption assistance, personal and family counseling, working partner relocation assistance, and flexible health-care benefits.

Art & Andersen Co.; Flexible Work Program: The program allows female or male managers to return to work on a part-time basis for up to 18 months, allowing the birth or adoption of a child, while maintaining the benefits of a full-time employee. Andersen clearly communicates that managers who return part-time at some point in their careers will remain eligible for partnership; flexible work arrangements will lengthen an employee’s progression toward partnership, not deny it.

Corning Glass Works, Inc.; Alternative Job Schedules: Corning’s policy states that “alternative job schedules are privileges—not rights.” An employee must have a good performance rating and the position must lend itself to a nontraditional schedule. Options include part-time, flextime, job sharing, and work at home.

Eastman Kodak Company; Professional Flexible Work (Arrangements (FWAs): Flexiplace is a place where at least 80 percent of the managerial level, have been available on an ad hoc basis since the early 1980s. In November 1988 a formal policy was introduced under which paid FWAs are allowed from 7:30 a.m. to 5:30 p.m., and Flextime are available to all employees.

North Carolina National Bank; Alternative Work Schedules: In 1987 the bank began offering employees the opportunity to rejoin the workforce at their own pace during a six-month leave period. Employees arrange their schedules with their managers, which may be comparable to their previous schedule, or work at home. Nontraditional schedules are available to 157 children from 6 weeks to 5 years of age. In many cases, through a process of self-scheduling, the nurse push these shifts together to provide 24-hour coverage. This departure from traditional scheduling by the management team serves to fulfill the nurse and promotion opportunities are preserved.

Tuscon Medical Center; Alternative Scheduling: The 15-member Nursing Recruitment Committee has added a flexible work arrangement to nontraditional shifts. In Tuscon Medical Center has the traditional eight-hour shift, and also ten-hour, twelve hour, split, and other nontraditional shifts. In Tucson, many times, through a process of self-scheduling, the nurses push these shifts together to provide 24-hour coverage. This departure from traditional scheduling by the management team allows staff nurses to develop their own work calendar within some parameters.

Aetna Life & Casualty; Family Benefits: A Family Leave Policy was implemented in June 1988. The policy grants employees, both male and female, up to 12 weeks of unpaid leave following the birth or adoption of a child or to deal with a serious illness of a parent, spouse, or child.

Corning Glass Works, Inc.; Policy: The parental leave policy provides six weeks of disability leave for maternity, including full benefits, followed by an optional 20 weeks of unpaid leave. The bank also offers child care leave, which covers the 100 percent of their covered expenses; There should be uninhibited promotion and advancement for part-time attorneys, but the new father may be affected if the leave or leaves are extended for an extended period; At the end of parental leave or at any other point an employee needs more non-wage-related responsibilities, he or she may elect to work flexible hours, arrange a job sharing situation or work at home. The program allows employees temporary part-time work assignments when they need to devote extra time to caring for children or other dependent relatives.

IBM Policy: In October 1988, IBM extended its unpaid personal leave of absence from 1 to 3 years to help employees balance career and family responsibilities. Employees taking part-time leave can earn points that can be used to obtain the same or a comparable job upon return; workers who take longer leaves are assured of a job but not necessarily at the same salary.

Proskauer, Rose, Goetz & Mendelsohn; Family Benefits for Men: In March 1989, this law firm adopted a policy granting three months paid parental leave for male and female associates. The policy dictates that “eligibility for partnership consideration shall not be affected in any way by the fact that an associate has been on child care leave, although the timing of such consideration may be affected if the leave or leaves are for extended periods.” To qualify for the partner’s benefits, new fathers must be the primary caregiver in the family and must have been employed by the firm for at least a year.

Allstate Insurance Company, American Express Company, Amoco Corporation, IBM, Johnson & Johnson, Motorola, Inc., The Travelers, Xerox Corporation, and Work/Place Directions, Inc.; Collaboration for Quality Dependable Care: The program is championed by Allstate Insurance Company, American Express Corporation, IBM, Johnson & Johnson, Motorola, Inc., The Travelers, Xerox Corporation, and Work/Place Directions, Inc.
Family Directions. The collaboration is an effort by 100 companies and 28 public and private organizations to ease the work/family conflicts of their employees. This unique effort aims to increase the supply and enhance the quality of dependent care services for their employees and the communities in which they live and work. The collaboration has invested more than $25 million in 300 dependent-care programs in 44 communities.

American Express Company, J.P. Morgan, and Philip Morris: Partnership for Eldercare. In collaboration with the New York City Department for the Aging, the program was developed to assist employees with elder-care support, so that they might fund the program, and in turn, choose Department of Aging services that best fit their needs and corporate cultures. Among them are on-site seminars for employees on such topics as legal and financial planning and nursing home placement, individual consultation to assess the elder-care needs of employees and to refer employees to appropriate resources, an elder-care counseling “hot-line,” and technical assistance for human resource professionals in designing and communicating elder-care benefits packages. Representatives from sponsoring companies meet to discuss the status, strategies, and goals of the partnership.

Champion International Corporation: On-site child care center. Based on an employee survey, the company’s major concern, and strong support from its Chief Executive Officer, the company opened an on-site child care center in 1988. The 4,000-square-foot center, housed in an office building adjacent to corporate headquarters, was imaginatively designed by an architect with experience in child care center planning. Each age group has a separate room, and a complex security system ensures safety and proper visitor identification. While the center is open to the community, children and grandchildren of Champion employees are given preference. Currently, the center provides care for 60 children aged three months to five years, and a waiting list exists. In keeping with Champion’s commitment to accessible, high-quality care, the center is accredited by the National Association for the Education of Young Children.

IBM: Elder Care Referral Service (Ecrs): IBM introduced its Elder Care Referral Service in February 1988 to ease the caregiving responsibilities of its U.S. employees, retirees, and their spouses. Through a nationwide network of 200 community-based organizations, ECRS provides personalized telephone consultation to employees who have elder care issues and refers them to services or care providers in the area in which their dependent relatives reside. IBM offers the referral service on a prepaid contractual basis, while the employee or older relative selects and pays for the actual care provided.

Striele Rite Corporation: On-site intergenerational center. Opened in March 1990, the center was the first of its kind to be sponsored by an American company. To assist with funding, Striele Rite has enlisted the help of Wheelock College, a Boston-based school that specializes in child care and family studies, and Somerville-Cambridge Elder Services, a local nonprofit agency that provides assistance to the elderly. At full capacity, the center accommodates 55 children (ranging in age from 15 months to 6 years), and 24 adults age 60 and over. To foster the relationship between children and elders, the center sponsors such activities as reading and writing exercises, playing games, celebrating holidays, cooking and arts and crafts. It is open to employees as well as to members of the community, some of whom receive a rate-subsidized membership. There is a sliding-scale fee structure based upon family income.

Ma. MOSELEY-BRAUN. I thank the Chair for his patience and thank the Chair for staying awake and for his indulgence.

RECESS UNTIL 9:30 A.M.

TOMORROW

The PRESIDENT OF THE SENATE. Under the previous order, the Senate now stands in recess until 9:30 a.m. tomorrow.

Thereupon, the Senate, at 11:12 p.m., recessed until Friday, March 31, 1995, at 9:30 a.m.

NOMINATIONS

Executive nominations received by the Senate March 30, 1995:

INSTITUTE OF AMERICAN INDIAN AND ALASKA NATIVE CULTURE AND ARTS DEVELOPMENT
CATHERINE BAKER STEDSON, OF NEW MEXICO, TO BE A MEMBER OF THE BOARD OF TRUSTEES OF THE INSTITUTE OF AMERICAN INDIAN AND ALASKA NATIVE CULTURE AND ARTS DEVELOPMENT, FOR A TERM EXPIRING MAY 19, 2000. VICE LA DONNA HABER, RESIGNED.

IN THE ARMY

THE FOLLOWING-NAMED OFFICERS TO BE PLACED ON THE RETIRED LIST IN THE GRADE INDICATED UNDER TITLE 10, UNITED STATES CODE, SECTION 170:

To be lieutenant general

CHARLES E. DOMINY, 00–00–00
KENNETH S. LACEY, 00–00–00

THE FOLLOWING-NAMED OFFICERS, ON THE ACTIVE DUTY LIST, FOR PROMOTION TO THE GRADES INDICATED IN THE U.S. ARMY, IN ACCORDANCE WITH Title 10 and 6A TITLE 10, UNITED STATES CODE. THE OFFICERS IDENTIFIED AS AN ASTERISK ARE ALSO BEING NOMINATED FOR APPOINTMENT IN THE REGULAR ARMY.

MEDICAL CORPS

To be lieutenant colonel

*RUSSELL R. MOORES, JR., 00–00–00–00
*JON A. PROCTOR, 00–00–00–00

To be major

CLYDE L. JOHNSON, 00–00–00–00
ROY D. WELENS, 00–00–00–00

MEDICAL SERVICE CORPS

To be lieutenant colonel

MICHAEL J. SMITH, 00–00–00–00

IN THE AIR FORCE

THE FOLLOWING MILDSMITHEN, U.S. NAVAL ACADEMY, AS SECOND LIEUTENANT IN THE REGULAR AIR FORCE, UNDER THE PROVISIONS OF SECTION 757(a) OF TITLE 10, UNITED STATES CODE, WITH DATES OF RANK TO BE DETERMINED BY THE SECRETARY OF THE AIR FORCE.

REGULAR AIR FORCE

To be second lieutenant

ROBERT D. CURBY, 00–00–00–00
DAVID A. HUNTER, 00–00–00–00
AMY E. BUSTED, 00–00–00–00
STEPHEN T. JORDAN, 00–00–00–00
PAUL S. BRUSME, 00–00–00–00
WARD V. YOM, 00–00–00–00

IN THE NAVY

THE FOLLOWING-NAMED U.S. NAVAL RESERVE OFFICERS TO BE APPOINTED PERMANENT LIEUTENANT IN THE MASTERS RATING IN THE U.S. NAVY, DUE TO TITLE 10, UNITED STATES CODE, SECTION 351.

MEDICAL CORPS

To be lieutenant

VANITA AYJIA, 00–00–00–00
JADAD M. BAHAR, 00–00–00–00
JOSHP S. BARRON, 00–00–00–00
JEFFREY L. HITTERTMAN, 00–00–00–00
JOHN P. HOLGROVE, 00–00–00–00
LISA M. CARTWRIGHT, 00–00–00–00
ALEXANDER B. CHAO, 00–00–00–00
MICHAEL R. COMFEGGIO, 00–00–00–00
JOHN A. CRADDOCK, 00–00–00–00
MARGARET T. DUFFEE, 00–00–00–00
STEPHEN L. FERRARA, 00–00–00–00
MARC H. FOGELSON, 00–00–00–00
JEREMY R. FOLTZ, 00–00–00–00

CONGRESSIONAL RECORD — SENATE
CONGRESSIONAL RECORD — SENATE

March 30, 1995

S4959

Landon C. Smith, 000-00-0000
Matthew J. Smith, 000-00-0000
Michael A. Smith, 000-00-0000
Robin S. Smith, 000-00-0000
Rosney Smith, 000-00-0000
Sherrie E. Smith, 000-00-0000
Xavier D. Smith, 000-00-0000
Brian T. Smith, 000-00-0000
Duane J. Smoother, 000-00-0000
Michael T. Smoother, 000-00-0000
Charles M. Stuckey, 000-00-0000
Carmen N. Stokes, 000-00-0000
Alyvaro F. Straub, 000-00-0000
Kyle G. Strickroft, 000-00-0000
Vincenzo Strub, 000-00-0000
Collin C. Sullivan, 000-00-0000
Randy W. Swan, 000-00-0000
Mitchell J. Surowiec, 000-00-0000
James H. Sullivan, 000-00-0000
Shankar V. Swamy, 000-00-0000
Ryan R. Swan, 000-00-0000
Christopher A. Swartz, 000-00-0000
Michael T. Sweeeny, 000-00-0000
Kail C. Swindle, 000-00-0000
Barbara M. Switzer, 000-00-0000
Barl Symonds, 000-00-0000
Sean K. Symanick, 000-00-0000
Michael A. Takahasashi, 000-00-0000
William J. Talliesberg, Jr., 000-00-0000
Paul J. Tasillo, 000-00-0000
Michael C. Taylor, 000-00-0000
Paul M. Tath, 000-00-0000
John T. Taum, 000-00-0000
Seth A. Taue, 000-00-0000
Steve T. Te三代, 000-00-0000
Regent of American Indian and Alaska Native Cultural Institute under consideration the following nomination:

THE NOMINEE

Edward M. Washington, 000-00-0000
Dustin C. Warren, 000-00-0000
Ryan J. Walker, 000-00-0000
Alexis T. Walker, 000-00-0000
Allisa M. Walker, 000-00-0000
Gayle L. Walker, 000-00-0000
Ryan W. Walker, 000-00-0000
Benjamin D. Walsh, 000-00-0000
Mary Ellen Walsh, 000-00-0000
Eriqson A. Walton, 000-00-0000
Darwin J. Ward, 000-00-0000
Kelly C. Ward, 000-00-0000
Michael J. Weaver, 000-00-0000
Michael J. Webb, 000-00-0000
Scott L. Weese, 000-00-0000
Francis C. Teague, 000-00-0000
Minttu R. Weede, 000-00-0000
Michael L. Weede, 000-00-0000
George W. Wehrung, 000-00-0000
Brian D. Welsh, 000-00-0000
Richard H. Wetzel, 000-00-0000
Richard F. Wicks, 000-00-0000
Brian E. Welsh, 000-00-0000
Joseph A. Wescott, 000-00-0000
Sarah A. Wenzel, 000-00-0000
Arno D. West, 000-00-0000
Samuel A. West, 000-00-0000
Georgio W. Wettec, 000-00-0000
Erick C. Weis, 000-00-0000
Todd E. Whalén, 000-00-0000
Charles F. Westley, Jr., 000-00-0000
Elijah A. White, 000-00-0000
Lawrence A. White, 000-00-0000
Paul J. White, 000-00-0000
Daniel L. Whitemhurst, 000-00-0000
Daniel C. Whittford, 000-00-0000
Alex C. Wise, 000-00-0000
Audrine G. Wick, 000-00-0000
Lance R. Wiese, 000-00-0000
James A. Wiest, 000-00-0000
Troy E. Wilcox, 000-00-0000
John R. Wirth, 000-00-0000
Mark C. Williams, 000-00-0000
Mark D. Williams, 000-00-0000
Michael J. Wilson, 000-00-0000
Ronald Williams, 000-00-0000
Benjamin J. Williamson, 000-00-0000
Keith A. Willson, 000-00-0000
Clay R. Wilson, 000-00-0000
Daniel J. Wilson, 000-00-0000
Dumile K. Wilson, 000-00-0000
Michael A. Wilson, 000-00-0000
Timothy A. Wilson, 000-00-0000
David R. Wilson, 000-00-0000
Elliott J. Womack, 000-00-0000
Lori C. Wynnall, 000-00-0000
Jeffrey W. Winter, 000-00-0000
Walter J. Winters, 000-00-0000
Frank J. White, 000-00-0000
Christopher M. Wible, 000-00-0000
Chad A. Wolf, 000-00-0000
Ian B. Wolfe, 000-00-0000
Michael L. Wolfe, 000-00-0000
Andrew E. Wool, 000-00-0000
Daryl R. Wood, 000-00-0000
Charles E. Woodward, 000-00-0000
Denzil D. Woodfin, 000-00-0000
Joseph P. Woods, 000-00-0000
Michael D. Woods, 000-00-0000
Ernest C. Woodard Jr., 000-00-0000
David I. Wright, 000-00-0000
Gerald D. Wright, 000-00-0000
William A. Wright, 000-00-0000
Esin-Fu Wu, 000-00-0000
Michael E. Wysocki, 000-00-0000
Mark T. Yeh, 000-00-0000
Stephen Yong, 000-00-0000
Daniel J. Young, 000-00-0000
Duncan F. Young, 000-00-0000
Kenna L. Young, 000-00-0000
Patrick M. Young, 000-00-0000
Teresa S. Young, 000-00-0000
Timothy H. Young, 000-00-0000
James A. Yasla, 000-00-0000
Margaret A. Zaimi, 000-00-0000
Joseph J. Zambito Jr., 000-00-0000
Timothy L. Zanzig, 000-00-0000
Jason D. Zedra, 000-00-0000
William J. Zielaski Jr., 000-00-0000
Jeffrey A. Ziolkowski, 000-00-0000
David G. Zook, 000-00-0000

CONFIRMATION

Executive nomination confirmed by the Senate March 30, 1995:

DEPARTMENT OF AGRICULTURE

Daniel Robert Glickman of Kansas, to be Secretary of Agriculture.

The above nomination was approved subject to the nominee’s commitment to respond to requests to appear and testify before any duly constituted committee of the Senate.

WITHDRAWAL

Executive message transmitted by the President to the Senate on March 30, 1995, withdrawing from further Senate consideration the following nomination:

INSTITUTE OF AMERICAN INDIAN AND ALASKA NATIVE CULTURE AND ARTS DEVELOPMENT

Catherine Baker, of New Mexico, to be a Member of the Board of Trustees of the Institute of American Indian and Alaska Native Culture and Arts Development.
ELIMINATING THE MINIMUM WAGE

HON. RON PACKARD
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. PACKARD. Mr. Speaker, the minimum wage should be eliminated. Government has no business determining a person’s worth in the job market. If you force a business to pay more than a person is worth, somebody else is going to be paid less than they are worth to compensate for that person’s job. Worker wages should be determined by competitive market forces, not Government imposed mandates.

President Clinton’s proposed 21 percent wage hike represents a powerful blow to the low skilled and young wage earners of America—the bulk of the minimum wage population. Legislation to raise the minimum wage is no answer to poverty. Instead, it will increase poverty. Economists agree that raising the minimum wage would instantly eliminate tens of thousands of jobs. The minimum wage is a tax on labor and, more importantly, a tax on hiring.

Increasing the cost of labor and hiring makes it difficult for small businesses—the engine for job creation—to hire new workers. The minimum wage slams shut the window of opportunity. It denies thousands of potential young, low-skilled workers the opportunity to better themselves and contribute to their communities.

Government exists to serve the needs of the people. A federally imposed minimum wage increase works against the needs of American workers and small businesses—shrinking the job base while raising costs. Our economy functions best when left alone, not when meddled with by Government bureaucrats.

INTRODUCTION OF H.R. 1360—
KOSOVA PEACE, DEMOCRACY,
AND HUMAN RIGHTS ACT OF 1995

HON. BENJAMIN A. GILMAN
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. GILMAN. Mr. Speaker, recent events in Bosnia have demonstrated how little regard the Serbs have for the views of the international community. Their complete disregard for the mandates and requirements of the U.N. Security Council, and indeed for the norms of civilized behavior as they carry out their plan for an ethnically cleansed Greater Serbia raises concern for the region of Kosova with its population of nearly 2 million ethnic Albanians.

Prior to 1989, under the constitutional arrangements of the former Yugoslavia Kosova enjoyed an autonomous status in which the Albanian majority enjoyed many of the fruits of self-government. Public institutions such as schools, hospitals, and the police were controlled by the local population. In 1989, however, as Serbian President Milosevic sought to consolidate his grasp on power he exploited ancient Serbian sensitivities on the status of Kosova as an excuse for annulling Kosova’s autonomous status by illegally altering the Yugoslav Constitution, and subsequently replacing Albanians in all of the educational, health, and law enforcement systems in Kosova with Serbs.

Almost 2 years ago, Serbian authorities refused to renew visas for a team of CSCE monitors that had been dispatched to Kosova to keep an eye on human rights abuses committed by the Serbian authorities. The Serbs have remained intransigent in refusing to grant visas for human rights monitors despite urgent appeals from the United States and most members of the European Union and other concerned countries. They have also refused to comply with U.N. Security Council Resolution 855 which required Serbia to permit international human rights monitors into Kosova. Since the departure of international monitors last summer human rights abuses have nearly doubled, according to reports from the Kosovar Albanian community, with a number of its leading personalities driven into exile for fear of their lives.

Accordingly, on behalf of the gentlemen and gentlelady from New York, Mr. ENGEL, Ms. MOLINARI, and Mr. KING, the gentleman from California, Mr. ROHRABACHER, and the gentleman from New Jersey, Mr. SMITH, I am today introducing H.R. 1360, entitled the “Kosova Peace, Democracy and Human Rights Act of 1995.” This bill links lifting of the trade sanctions on Serbia, announced a new policy to colonize Albanian territories, and requested the administration to submit a report within 60 days of enactment on its recommendations on ways to implement international protection for the rights of the majority of the Kosovar population. In so doing, I do not believe that this is an issue in which the United States should seek to act alone. We should consult with our allies in Europe and with other members of the Security Council because this is an issue in which they too have an important stake. I do hope that this measure will help to focus the administration on the issue of Kosova as it seeks to bring the conflict in Bosnia to conclusion. I do not believe that ignoring or omitting the situation in Kosova, wherein millions of people are daily subject to harsh and brutal denial of the most basic and fundamental human rights, will contribute to long-term stability in the Balkans.

I want to acknowledge with deep appreciation the role of my colleagues, Mr. ENGEL and Ms. MOLINARI, cofounders of the Albanian Issues Caucus, in working so hard and successfully to keep the issue of Kosova before the Congress and the American people. This bill reflects their efforts, and support for the rights of the citizens of Kosova, and I am pleased to be able to introduce this measure on their behalf.

I urge all of us, Mr. Speaker, to place the full text of H.R. 1360, the Kosova Peace, Democracy, and Human Rights Act of 1995, be included at this point in the Record.

H.R. 1360

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE. This Act may be cited as the “Kosova Peace, Democracy, and Human Rights Act of 1995”.

SEC. 2. FINDINGS. The Congress finds the following:


(2) The political rights of the Albanian majority in Kosova were curtailed when the Government of Yugoslavia illegally amended the Constitution of Yugoslavia without the consent of the people of Kosova on March 23, 1989, revoking the autonomous status of Kosova.

(3) In 1990, the Parliament and Government of Kosova were abolished by further unlawful amendments to the Constitution of Yugoslavia.

(4) In September 1990, a referendum on the issue of independence for Kosova was held in which 87 percent of those eligible to participate voted and 99 percent of those voting supported independence for Kosova.

(5) In May, 1992, a Kosovar national parliament was elected and Dr. Ibrahim Rugova was overwhelmingly elected President of the Republic of Kosova.

(6) The Parliament and Government of Kosova were not permitted to assemble in Kosova.

(7) Incredible reports of Serbian “ethnic cleansing” in Kosova have been received by the United Nations Special Rapporteur on Human Rights, and in January 1995, Serbia announced a new policy to colonize Albanian land in Kosova.

(8) Over 100,000 ethnic Albanians in government, police, the judiciary, enterprises, media, educational institutions, and hospitals of Kosova have been removed from their jobs and replaced by Serbians.

(9) The government in Belgrade has severely restricted the access of ethnic Albanians in Kosova to all levels of education, especially education in the Albanian language, solely on the basis of their ethnicity.

(10) Reports of arrests and brutal beatings by the mostly Serb police, sometimes leading to the death of ethnic Albanians in Kosova for expressing views in opposition to Serb authorities, are received almost daily.

(11) Observers of the Organization on Security and Cooperation in Europe dispatched to Kosova in 1991 were expelled by the government of Belgrade in July 1992.


(13) Following the departure of such observers, several international human rights
organizations, including Amnesty International, Human Rights Watch-Helsinki, and the Helsinki Federation for Human Rights have documented an increase in human rights abuses in Kosova.

The President has explicitly warned the Government of Serbia that the United States is prepared to respond in the event of escalated conflict in Kosova caused by Serbia.

On January 4, 1994, President Clinton stated, “there are a large number of issues, including Kosova, that I believe must be addressed before the Congress can be freed of United Nations sanctions and able to return to the international community. . . . As before, our decision of whether to support suspension of sanctions will be made in close consultation with Congress.”

On February 15, 1994, President Clinton announced, without prior consultation with the Congress, that conditions, not including improvements in Kosova, which, if met by Serbia and Montenegro, would result in the lifting of international sanctions against Serbia and Montenegro.

It is the policy of the United States that—

(1) the situation in Kosova must be resolved before Belgrade is freed of international sanctions and is able to return to the international community;

(2) the right of the people of Kosova to govern themselves and to establish a separate identity must not be denied;

(3) international observers should be returned to Kosova;

(4) the elected Government of Kosova should be accepted and exercise its legitimate mandate as elected representatives of the people of Kosova;

(5) all individuals whose employment was terminated on the basis of their ethnicity should be reinstated to their previous positions; and

(6) the education system in Kosova should be reformed so that residents of Kosova regardless of ethnicity and the majority ethnic Albanian population should be allowed to educate its youth in its native tongue.

The Human Development Commission has consistently brought together government agencies, non-government organizations and businesses.

HONORING THE REVEREND DR. W. FRANKLYN RICHARDSON

HON. ELIOT L. ENGEL
OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. ENGEL. Mr. Speaker, it is with great pleasure that I honor today a man of vision and commitment, the Reverend W. Franklyn Richardson.

April 1995 marks 20 years since Reverend Richardson became pastor of historic Grace Baptist Church which is located in my district in Mount Vernon, NY. Grace Baptist Church, the largest church in Westchester County, has some 3,000 parishioners and in addition conducts a comprehensive outreach ministry to the surrounding community.

Under Reverend Richardson’s leadership, the congregation is involved in numerous programs and activities, such as providing food and clothing for the needy; ministering persons in prison, the sick and shut-in, senior citizens, the homeless and others; hosting a Christmas celebration and other programs for homeless and less privileged children; and sponsoring cultural and educational workshops and special events. Furthermore, Reverend Richardson led the congregation in the completion of a $4.2 million restoration and expansion of the church facilities; and recently initiated the construction of an $11 million 100-unit housing facility in Mount Vernon for senior citizens called Grace House.

And while he has cared for his flock in Mount Vernon, Dr. Richardson has also been

quee a certification described in the subsection of the United Nations Security Council and the European Union to better the situation in Kosova, including the impact of United States sanctions against Serbia and Montenegro upon the delivery of humanitarian assistance to Kosova;

(3) recommendations (taking into account the views of other United Nations Security Council members and the European Union) on what modalities may be pursued, including the possibility of establishing an international protectorate for Kosova together with other members of the United Nations Security Council and the European Union, to implement international protection of the rights of the people of Kosova to establish and maintain an international presence in Kosova to monitor more effectively the situation in Kosova, and secure for the people of Kosova their right to democratic self-government;

(4) the current status of United States efforts to establish a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova, prior to establishment of a United States Information Agency cultural center in Kosova; and

(5) the presence of United States officials in Kosova, prior to establishment of a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova.

It is the policy of the United States that—

(1) there is substantial progress toward—

(A) the realization of a separate identity for Kosova and the right of the people of Kosova to govern themselves; or

(B) the creation of an international protectorate for Kosova;

(2) there is substantial improvement in the human rights situation in Kosova;

(3) international human rights observers are allowed to return to Kosova; and

(4) the elected government of Kosova is permitted to meet and carry out its legitimate mandate as elected representatives of the people of Kosova.

SEC. 5. REPORTING REQUIREMENT.

Not later than 60 days after the date of the enactment of this Act the President shall prepare and transmit to the Congress a report on—

(1) the situation in Kosova, including the manner in which the policies of Serbia have affected the economic, social, and cultural rights of the majority in Kosova;

(2) measures to provide humanitarian assistance to the population of Kosova and to Kosovar refugees who have fled Kosova, including the impact of United States sanctions against Serbia and Montenegro upon the delivery of humanitarian assistance to Kosova;

(3) recommendations (taking into account the views of other United Nations Security Council members and the European Union) on what modalities may be pursued, including the possibility of establishing an international protectorate for Kosova together with other members of the United Nations Security Council and the European Union, to implement international protection of the rights of the people of Kosova to establish and maintain an international presence in Kosova to monitor more effectively the situation in Kosova, and secure for the people of Kosova their right to democratic self-government;

(4) the current status of United States efforts to establish a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova; and

(5) the presence of United States officials in Kosova, prior to establishment of a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova.

It is the policy of the United States that—

(1) there is substantial progress toward—

(A) the realization of a separate identity for Kosova and the right of the people of Kosova to govern themselves; or

(B) the creation of an international protectorate for Kosova;

(2) there is substantial improvement in the human rights situation in Kosova,

(3) international human rights observers are allowed to return to Kosova; and

(4) the elected government of Kosova is permitted to meet and carry out its legitimate mandate as elected representatives of the people of Kosova.

SEC. 5. REPORTING REQUIREMENT.

Not later than 60 days after the date of the enactment of this Act the President shall prepare and transmit to the Congress a report on—

(1) the situation in Kosova, including the manner in which the policies of Serbia have affected the economic, social, and cultural rights of the majority in Kosova;

(2) measures to provide humanitarian assistance to the population of Kosova and to Kosovar refugees who have fled Kosova, including the impact of United States sanctions against Serbia and Montenegro upon the delivery of humanitarian assistance to Kosova;

(3) recommendations (taking into account the views of other United Nations Security Council members and the European Union) on what modalities may be pursued, including the possibility of establishing an international protectorate for Kosova together with other members of the United Nations Security Council and the European Union, to implement international protection of the rights of the people of Kosova to establish and maintain an international presence in Kosova to monitor more effectively the situation in Kosova, and secure for the people of Kosova their right to democratic self-government;

(4) the current status of United States efforts to establish a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova; and

(5) the presence of United States officials in Kosova, prior to establishment of a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova.

It is the policy of the United States that—

(1) there is substantial progress toward—

(A) the realization of a separate identity for Kosova and the right of the people of Kosova to govern themselves; or

(B) the creation of an international protectorate for Kosova;

(2) there is substantial improvement in the human rights situation in Kosova,

(3) international human rights observers are allowed to return to Kosova; and

(4) the elected government of Kosova is permitted to meet and carry out its legitimate mandate as elected representatives of the people of Kosova.

SEC. 5. REPORTING REQUIREMENT.

Not later than 60 days after the date of the enactment of this Act the President shall prepare and transmit to the Congress a report on—

(1) the situation in Kosova, including the manner in which the policies of Serbia have affected the economic, social, and cultural rights of the majority in Kosova;

(2) measures to provide humanitarian assistance to the population of Kosova and to Kosovar refugees who have fled Kosova, including the impact of United States sanctions against Serbia and Montenegro upon the delivery of humanitarian assistance to Kosova;

(3) recommendations (taking into account the views of other United Nations Security Council members and the European Union) on what modalities may be pursued, including the possibility of establishing an international protectorate for Kosova together with other members of the United Nations Security Council and the European Union, to implement international protection of the rights of the people of Kosova to establish and maintain an international presence in Kosova to monitor more effectively the situation in Kosova, and secure for the people of Kosova their right to democratic self-government;

(4) the current status of United States efforts to establish a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova; and

(5) the presence of United States officials in Kosova, prior to establishment of a United States Information Agency cultural center in Pristina, Kosova, prior to establishment of a United States Information Agency cultural center in Kosova.

It is the policy of the United States that—

(1) there is substantial progress toward—

(A) the realization of a separate identity for Kosova and the right of the people of Kosova to govern themselves; or

(B) the creation of an international protectorate for Kosova;

(2) there is substantial improvement in the human rights situation in Kosova,

(3) international human rights observers are allowed to return to Kosova; and

(4) the elected government of Kosova is permitted to meet and carry out its legitimate mandate as elected representatives of the people of Kosova.
Thursday, March 30, 1995

Mr. FILER. Mr. Speaker and colleagues, I rise today in support of the concept of Medi-
care subvention, found in H.R. 580 and H.R. 861. These two bills would let military retirees and veterans use their Medicare benefits at military or VA hospitals.

I take great interest in this legislation because the concepts contained in H.R. 861 originated in my hometown—with Col. Walter D. Mikulich, M.C., Townsend, and Lt. Col. George R. Smith, in the San Diego military retiree and veteran health care study group.

Military health care facilities can actually treat older military retirees for less than Medicare pays civilian providers, but cannot afford to enroll Medicare-eligible retirees unless Congress changes the law to allow reimbursement from Medicare. So, older military retirees are now limited to using Medicare in the civilian community at a higher cost to everyone—Medicare, taxpayers, and beneficiaries. Those who do use military facilities lose the Medicare benefit they deserve.

The exclusion of retired personnel from the military health care system undermines the long-term interest of our country. A crucial aspect of personnel readiness is maintaining a high-quality personnel to continue to serve full military careers. Offers of lifetime health care benefits are one of the primary incentives that induced many current retired members to serve military careers that often spanned two or three wars. Now, they are upset at the broken promise—and the prospect of no coverage but Medicare, at a time when reductions in Medicare benefits are on the congressional table.

Another consideration is the recruitment and retention of quality medical personnel at our military hospitals. Professional advancement means that medical personnel must see and treat a wide range of patients with a broad spectrum of medical problems. Medicare-eligible retirees would provide that clinical experience.

Medicare subvention is an idea that makes sense for everyone. Older retirees have earned military health care through decades of selfless service to this great country. It is time for us to keep our promise to our veterans and provide them access to the VA and military health care facilities of their choice.

Hon. Bob Filner
Of California
In the House of Representatives
Thursday, March 30, 1995

Mr. FILNER. Mr. Speaker and colleagues, I rise today in support of the concept of Medicare subvention, found in H.R. 580 and H.R. 861. These two bills would let military retirees and veterans use their Medicare benefits at military or VA hospitals.

I take great interest in this legislation because the concepts contained in H.R. 861 originated in my hometown—with Col. Walter D. Mikulich, M.C., Townsend, and Lt. Col. George R. Smith, in the San Diego military retiree and veteran health care study group.

Military health care facilities can actually treat older military retirees for less than Medicare pays civilian providers, but cannot afford to enroll Medicare-eligible retirees unless Congress changes the law to allow reimbursement from Medicare. So, older military retirees are now limited to using Medicare in the civilian community at a higher cost to everyone—Medicare, taxpayers, and beneficiaries. Those who do use military facilities lose the Medicare benefit they deserve.

The exclusion of retired personnel from the military health care system undermines the long-term interest of our country. A crucial aspect of personnel readiness is maintaining a high-quality personnel to continue to serve full military careers. Offers of lifetime health care benefits are one of the primary incentives that induced many current retired members to serve military careers that often spanned two or three wars. Now, they are upset at the broken promise—and the prospect of no coverage but Medicare, at a time when reductions in Medicare benefits are on the congressional table.

Another consideration is the recruitment and retention of quality medical personnel at our military hospitals. Professional advancement means that medical personnel must see and treat a wide range of patients with a broad spectrum of medical problems. Medicare-eligible retirees would provide that clinical experience.

Medicare subvention is an idea that makes sense for everyone. Older retirees have earned military health care through decades of selfless service to this great country. It is time for us to keep our promise to our veterans and provide them access to the VA and military health care facilities of their choice.
public scrutiny and control. On the contrary, incumbents these days tend to be very sen-
sitive, perhaps unduly so, to the opinions of
their constituents. Indicative of what has
long been happening is the fact that incum-
bents do say quite different things on the is-
sues of the day, depending on precisely where
they are from and what electorate they rely
upon. Public opinion polling makes it easier
for each incumbent to tailor his words and
deed to the opinions and immediate desires
of his constituents. Would Members of Con-
gress who know they can be there for only a
few more years once they learn the ropes
be inclined to devote themselves to their de-
manding duties, unconcerned about prepar-
ing the way for their subsequent careers?
It is evident, however, that most if not all
of the constitutional amending being agi-
tated these days (including the line-item veto)
would be much better dealt with through
legislation that can be readily ad-
justed and, if need be, improved or even re-
pealed as circumstances change.

TRIBUTE TO WAYNE “BOOMER” BUCK

HON. JOHN D. DINGELL
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. DINGELL. Mr. Speaker, Saturday, April 8, 1995 will be a very special day for the State of Michigan and for the city of Taylor. On that day, tribute will be paid to a great patriot and a great friend to the veterans in Michigan, Wayne “Boomer” Buck.

Boomer has served since June of 1994 as the State commander of the Michigan Department of Veterans of Foreign Wars. In that capacity, he has worked tirelessly to provide vigorous leadership to support the department’s member posts, and guide their commanders. As the State commander, he has been responsible for the administration of a department with 88,000 members, comprised of veterans of all conflicts from World War I to the present.

Wayne Buck was born and raised in Michigan. He joined the U.S. Navy in 1956, and served aboard a 7th Fleet destroyer in the South China Sea during a period of high ten-
sion in that part of the world. For that, he was awarded the China Service Ribbon. He re-
turned to duty in the United States in 1957 and was honorably discharged from the Navy in 1962.

Boomer has been active in the VFW since joining the Walter J. Smith Post 511 in New Britain, CT, in 1966. He became a life member of the VFW in 1970. While living in Connecti-
cut, he was a member of his home post as well as on committees at the district and department level.

After returning to his home State of Michigan, Boomer served as an officer and command-
er of Post 9283 in Southgate, achieving recognition as All State Commander in 1983. He later served in a district office, and was elected district four commander in 1987. His exceptional performance led to recognition as outstanding district commander that year. He later served as POW/MIA department chair-

Mr. Speaker, my friend Wayne “Boomer” Buck has devoted his life to service of his

TRIBUTE TO SKIP CIOFFI

HON. FRANK PALLONE, JR.
OF NEW JERSEY
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. PALLONE. Mr. Speaker, on Saturday, April 1, 1995, Mr. Henry R. “Skip” Cioffi will be honored by the Figi Colombo, Sons of Co-
lumbus, in a testimonial dinner at Mike Doolans’s Restaurant in Spring Lake Heights, NJ. It is a great honor and privilege to pay tribute to this special man and good friend who played an important role in helping me get my start in politics.

Mr. Cioffi is probably best known as the mayor of Long Branch, NJ, my hometown. He was first elected mayor in 1970, after having served as a city councilman since 1962. He was subsequently reelected to 4-year terms in 1974 and 1978. His 12 years as mayor stand as the longest tenure of any directly elected

TERM LIMITS

HON. WAYNE ALLARD
OF COLORADO
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. ALLARD. Mr. Speaker, yesterday was a historic day. For the first time in history, the House of Representatives debated and voted on term limits for its Members. I have and continue to be a strong supporter of term lim-
its. Term limits would help to deter Members from acting in a career-oriented, self-interest-
ated manner and would promote decisions for the public good. In short, term limits would make legislators more responsive to the people.

The support for term limits has been dem-
strated by the 22 State term limits initiatives and polls showing 70-73 percent approval by the public. My State of Colorado was the first State to enact limits in 1990 with a 12-year term limit and in 1994 with a 6-year House limit.

Four versions of term limits were offered yesterday. In the end, it was the Colorado law that I voted in favor of. I voted against the Dingell-Peterson 12–12 years amendment be-
cause it was retroactive, which has been re-
jected by States, and also because it would supersede all State term limit laws. I voted in favor of the Inglis 6–12 years amendment because it was the same as the Colorado provi-
sion, 6 years for House Members and 12 years for Senators. I also voted in favor of the Van Hilleary 12–12 year amendment because it would not supersede any State term limit law. This amendment would have kept the Colorado term limit law in place.

I voted against the McCollum 12–12 years version because it would have superseded all other State term limit laws.

I believe the voters of Colorado who voted for 6 years in the House and 12 years in the Senate know best. The Federal Government should respect the desires of each State. The McCollum amendment was flawed because it would have nullified all other State limits. If ei-
ther the Inglis or Hilleary amendments had made it to final passage I would have enthu-
siastically voted yes. In my view, they were the only acceptable term limits proposals the House debated.

CAPT. ROBERT PEARSON: A TRUE CREDIT TO THE BADGE

HON. JAMES A. BARRIO
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. BARCIA. Mr. Speaker, I rise today to honor Capt. Robert Pearson, the third district commander of the Michigan State Police, as he retires after more than 23 years of service to the people of Michigan as a member of the Michigan State Police. His de-
votion to duty, care for the officers he com-
mands, and attention to the needs and con-
cerns of the people of Michigan who called
upon him during his time as a member of the department have earned him the thanks and true respect of those whose lives he touched during a most memorable career.

Robert Pearson was born in Waverly, TN, and came to Michigan as a young boy. He at-
tended both Ferris State University and Delta College, while serving as a member of the U.S. Marine Corps for two years between en-
rollments. He is a Vietnam veteran, having ad-
mirably served his country and earning a

President Unit Citation and a National De-
defense award.
Mr. RAHALL. Mr. Speaker, 25 years ago, the American people were given a landmark piece of legislation known as the Coal Mine Health and Safety Act of 1969. This act had a profound effect. In this era of regulatory moratoria, of deregulation, of eliminating the requirements, the Coal Mine Health and Safety Act went into effect. In this era of weeding out regulations, of cutting corners, of abandoning efforts to protect workers, the Coal Mine Health and Safety Act went into effect.

In 1969, when you might have thought you had heard and seen it all, when you thought the worst of regulatory hearings, of regulatory proceedings, of the Congressional hearing process, this act stands as a shining example of the overwhelming benefits to society of Federal regulation and oversight.

During November 1968, 78 coal miners lie trapped deep beneath the Earth in a mine near Farmington, WV. For the first time the average American witnessed a coal mine disaster as television coverage beamed this devastating incident across the Nation. They saw the horror, the sheer terror, the faces of the wives and children, and of the fellow workers, of those coal miners. The reaction of the American people was swift, and it was clearly stated. Within 1 year Congress enacted the landmark Coal Mine Health and Safety Act of 1969, for the first time applying a Federal occupational safety law to a specific industry.

More than 250 coal miners on average perish annually while on the job during the 3-year period prior to passage of the 1969 act. Over the last 3 years, the average number of coal miner fatalities has totaled fewer than 50. This achievement was made without a loss of industry productivity, or for that matter, profit.

Mary 'Mother' Jones, the union activist, after seeing the plight of coal miners in West Virginia during the earlier part of this century once exclaimed: "When I get to Heaven I am going to tell God Almighty about West Virginia!" The good Lord must have listened. Entering this century as the most dangerous industry in the Nation, the coal industry is ending it as one of the most improved, and again, without sacrificing productivity. But much more remains to be done. The improvements made since 1969 offers little solace to the families of the 44 coal miners who perished in 1994. They offer little consolation to the many coal miners who today suffer from the crippling affects of black lung disease.

And so I say to my colleagues, take care in what we do when considering changes to our Nation's safety laws. Take care that what we wrought today, does not come back to haunt us in the future.

UNJUSTIFIED GIVEAWAY TO THE OIL INDUSTRY

HON. GEORGE MILLER
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. MILLER of California. Mr. Speaker, just when you might have thought you had heard it all about the limitless greed of the special interests for more subsidies and favors, along comes the oil and gas industry, bellying up to the bar for a few more billion from taxpayers.

This time, it's called a royalty holiday: For giving oil companies from paying royalties to taxpayers—who own the oil and gas—in cases where the lease is in deep water.
Now, you would logically assume that, absent some entitlement or tax break, industry would be unwilling to sink an offshore well in deep water, thereby necessitating the royalty holiday to encourage exploration in otherwise unattractive areas. But you would be wrong. Indeed, the industry press is replete with reports of growing interest and activity by industry in deep water areas.

According to the January 13, 1995, article in the "Oil and Gas Journal," written by senior editor A.D. Koen, "Improved economics, better technology, and growing experience are converging in the Gulf of Mexico's ultra-deepwater areas to fuel a new era of U.S. offshore development." The author describes the factors contributing to "better economics in Outer Continental Shelf (OCS) development: "Companies taking the plunge into deeper water credit better economics with providing the impetus to begin exploiting discoveries. Lower finding, development, and production costs make some of the gulf's larger reservoirs in very deep water competitive with many other offshore prospects. United States or non-United States in any water depth."

Deep water reserves in the gulf are providing to be larger and more profitable than originally projected. According to a December 7, 1994, article, deepwater fields serve are thought to hold percent more oil than the giant Prudhoe Bay fields in Alaska, as much as 15 billion barrels.

In the November 21, 1994, issue of Forbes magazine, Shell and British Petroleum officials stated that they could develop the first 500 million barrels from the 2,933-foot deep MARS field in the gulf at a cost of only $3 per barrel. Thus, even though the deep water fields are expensive, they are large enough that the per barrel production cost is exceedingly low, generating plenty of profit and reducing any justification for royalty relief or tax breaks.

Moreover, the technology is constantly improving, as noted in the Wall Street Journal on January 25, 1995: "Industry executives believe tension leg-platforms can be affordable in water as deep as 6,000 feet."

As a result of these advancements, it was with some consternation that I read in the March 24, 1995, edition of The Energy Daily that some congressional leaders and some officials in the administration are supporting a proposal to reduce substantially royalties owed on deepwater oil and gas leases on public lands in the Gulf of Mexico.

The new legislative proposal, S. 158, would provide a royalty holiday for producers that drill in deep waters in order to "reinvigorate the domestic oil and gas industry." Under this ill-conceived scheme, the U.S. Department of the Interior would forgive all royalty payments owed to the Federal taxpayer until all drilling expenses have been recovered.

This royalty relief, in addition to the extraordinarily favorable tax treatment the oil and gas industry already enjoys, would make for a very generous gift during a time of fiscal constraint. According to a Congressional Research Service analysis provided to the Natural Resources Committee last year, the current effective tax rate for oil and gas companies is 17 percent, and independent oil and gas producers are estimated to enjoy an effective tax rate of zero, due to the benefits of depreciation, depletion allowance, alternative minimum tax, and other tax credits which the industry is allowed under current law.

Last week, many of us in this House were shocked when we heard Republican Members use animal analogies to justify cutting off aid to poor- and middle-class families. Not only were these arguments offensive, they highlight the hypocrisy in the Republican approach to Government.

If the majority truly want to end the cycle of dependence, why not do so for the richest in our society, not just for the poorest? Why, at a time when working people are increasingly living on the economic edge, do we need to give multibillion dollar tax breaks to multinational energy conglomerates to do what they are already doing: drilling for oil? And, never satisfied with a limited corporate tax break when a bigger one will do, some in Congress now are planning to expand the unequally royalty relief to environmentally important waters in Alaska.

The American people are not interested in cutting social welfare programs in order to pay for corporate welfare. They are justifiably tiring of high-priced lobbyists securing lucrative tax breaks and special treatment from the Republican leadership while those too young, too poor, or too weak are told they must sacrifice more.

The oil industry is already proceeding with and profiting from deep water development without additional royalty relief. We shouldn't be bribing them to do what they are doing already.

The royalty holiday is a paid vacation for the oil industry, and a bad deal for the taxpayer.

TRIBUTE TO COL. HENRY E. STRICKLAND

HON. THOMAS M. DAVIS
OF VIRGINIA
IN THE HOUSE OF REPRESENTATIVES

Thursday, March 30, 1995

Mr. DAVIS. Mr. Speaker, it gives me great pleasure to rise today to pay tribute to Col. Henry E. Strickland, a distinguished gentleman from Fairfax County in Virginia's 11th Congressional District, who was recently honored by the Fairfax County Planning Commission on April 1, 1995. A graduate of the U.S. Military Academy at West Point, Hank moved to Fairfax County after a distinguished career in the U.S. Army.

Hank Strickland recently retired from the Fairfax County Planning Commission after service since April 1989. Under his tenure the county planning commission replanned much of Fairfax County's high growth corridors, including the Route 28 corridor, Tyson's Corner, and Reston Town Center.

More importantly, as the Mason district member of the planning commission, Hank helped in the revitalization of the Bailey's Crossroads area, and worked with numerous civic associations to prevent commercial encroachment into the long established residential neighborhoods.

Neighborhoods from Sleepy Hollow to Glen Forest have worked with Hank in their efforts to balance the need for an expanded commercial base with their needs to preserve their residential quality of life.

In addition to serving on the planning commission Hank served as chairman of the Mason District Council, president of the Sleepy Hollow Civic Association, and former chairman of the Mason District Land Use Task Force. His wife Muriel, is also active in civic affairs, and has been a strong influence and supporter for Hank.

As well as a civic leader, Hank is a respected public servant who works well with all sides on an issue to build consensus where possible, and insuring that both sides are heard prior to a decision. His leadership, knowledge, and experience will be missed, but I know my colleagues join me in encouraging Hank to continue his civic involvement.

CONGRATULATIONS TO MS. APRIL GENTES

HON. PATRICK J. KENNEDY
OF RHODE ISLAND

IN THE HOUSE OF REPRESENTATIVES

Thursday, March 30, 1995

Mr. KENNEDY of Rhode Island. Mr. Speaker, I rise today to extend congratulations on behalf of the U.S. Congress to Ms. April Gentes, a resident of South Kingstown, RI who is a senior at Bishop Feehan High School in Attleboro, MA.

Ms. Gentes has been named a national winner in the 1995 Voice of Democracy Program and recipient of a National Veterans of Foreign Wars Scholarship Award. This distinguished program began 48 years ago and, this year, had 125,000 participants competing for 47 annual scholarships nationwide with the submission of an essay on the subject of "My Vision for America."

Mr. Speaker, I am proud to present Ms. Gentes essay for the RECORD.

"My Vision for America" (By April Gentes)

A world without prejudice and bigotry anywhere. A place where the word hatred does not exist. Somewhere where people will help one another and not think of their own needs first. A place where children can run and play and moms and dads won't have to worry about their safety. A land filled with people who are not poor, hungry, or homeless. A place where all are there feel loved and accepted. Somewhere where no man or woman, boy or girl, feels they are worthless or can not make a difference in someone else's life. A place where forgiveness and trust go hand in hand. A land with no disease, war or killing. This is my vision for America.

I believe that every single person in this world is here for a reason. I have a story I'm sure you've heard before but it ties in well with how my vision of America would be. It goes like this: One day a girl was walking along a beach where thousands of star fish were washed up along the shore. The girl started picking the star fish up, one by one, and throwing them back into the ocean. As she was doing this a man noticed her. She walked up to her and asked 'little girl, don't you see there are thousands of star fish here all washed up on the sand. You can't possibly save them all, so why are you trying too?" The little girl looked up at the man and, hurt by his question, thought for a moment. Then she replied "No, you're right. I can't possibly save all them, but I can save this one (and she picked up a star fish and threw it back into the ocean.) and I can help this one", and she picked up another one and did the same. She continued on walking and throwing the star fish back into the water feeling happy with what she was able to help. This story has so much meaning behind it. Instead of the girl being intimidated by the
The House in Committee of the Whole on the State of the Union had under consideration the joint resolution (H.J. Res. 73) proposing an amendment to the Constitution of the United States with respect to the number of terms of office of Members of the Senate and the House of Representatives:

Mrs. COLLINS of Illinois. Mr. Chairman, I rise in opposition to House Joint Resolution 73, in opposition to term limits for Members of Congress, and I urge my colleagues to reject this ill-conceived legislation.

Why do I oppose term limits? Well for one, they are absolutely unnecessary. The voting public always has, and will continue to have, complete control over the membership of both the House of Representatives and the Senate. One need only look to last year’s historic November elections to recognize this fact. Those Representatives and Senators that were not doing the job their constituents wanted or expected were not reelected—pure and simple.

The reality that my Republican friends tend to deemphasize and don’t want to discuss is that more than half the Members of this House have been elected only within the past 6 years. That’s right—over 50 percent of this Chamber are serving in their third term or less.

In addition, term limits are an affront to the basic rights, responsibilities, and intelligence of all American citizens. Our Federal Government functions best when the public and the Congress act together to carry out the responsibility for moving our Nation forward. An educated and politically aware public is vital for the strength of our democracy. However, term limits take away the ability of voters to choose who they want to represent them at the Federal level by imposing an arbitrary timetable on length of service without regard to a Member’s effectiveness or responsibility to her constituents. In effect, term limits say to the voters, “You are not smart enough to know the issues at hand, to know for whom to vote, to know who will best represent you and your fellow neighbors, therefore we’ll help you out.”

This is a ridiculous, untrue, antidemocratic proposition and one at which people should be strongly offended.

Term limits are patently nonsensical. The only thing that they will serve to do is deprive this institution of several effective legislators who have demonstrated their legislative abilities and expertise necessary to tackle the significant challenges facing this body and turn greater power and influence in Congress over to entrenched unelected staff, lobbyists, and agency bureaucrats. I can tell you that this is not what my constituents want.

Mr. Chairman, to me it is also disingenuous of the GOP to claim support for term limits and yet put forth a bill that will not affect them for at least another 19 years and does not speak to the issue of State preemption. This is just blatant, and frankly quite despicable, political posturing.

If you want term limits, if you believe they are such a great idea, and think that many years of service in the U.S. Congress is inherently evil, why not make term limits retroactive and also defer to those States with less than 12-year limits currently in place? Maybe because you are trying to fool the American people. Well, let me tell you something, Mr. Chairman, the American people are not stupid. They can see through such charades.

Mr. Chairman, I vigorously urge defeat of House Joint Resolution 73. The leadership in this body better start concentrating on the real needs of the American people, like jobs, accessible and affordable health care, community development and revitalization, and the long-term economic and social growth of this country. If they don’t begin to, it’s pretty sad that their term will be limited regardless of the passage of this legislation.

The proposed Mt. Hope Waterpower Project is an advanced pumped storage hydroelectric plant which is the third largest hydroelectric plant in the country to be licensed by FERC. Since its inception, the sponsors of this project have been diligently working to see that this proposal can become a reality. I introduce this legislation today to allow the project developers to have every opportunity, in this period of electric energy deregulation, to convince power purchasers of the merits of this project.

This project will generate 2,000 megawatts of electricity—enough power to heat and light a 1½-million homes and businesses in the Northeast at times of peak demand. It brings many benefits to the consumers of not only New Jersey but also New York, Pennsylvania, Maryland, and Delaware.

In addition to power production, this project will mean a significant reduction in air pollution and will help New Jersey meet its Clean Air Act goals. It is estimated that up to 50 tons of air pollution in the regional area will be eliminated if Mt. Hope is used for power generation instead of burning traditional fossil fuels.

I am very encouraged by the progress this project has made thus far and I hope that with this extension, the project will soon become a reality. I urge my colleagues to cosponsor this important legislation on the books with the Commerce Committee members to see that this legislation is considered soon.
Mr. QUINN. Mr. Speaker, I rise today to salute the hard work of my constituents back in Buffalo, NY, as we celebrate the completion of the PT Phone Home Program at the Buffalo VA Medical Center on Saturday.

PT Phone Home is a cost-effective volunteer program which solicits equipment, labor, and donations from a variety of groups for patient bedside telephone service at VAMCs across the nation. VA officials, NYNEX, the Service Employees International Union [SEIU] Local 200C, and the Communications Workers of America [CWA] Local 1122 have been collaborating to bring the PT Phone Home Program to Buffalo.

A patient bedside telephone initial report issued by the Department of Veterans Affairs recognized that without the efforts of the PT Phone Home Program and its volunteers, the bedside telephone project would not have been started at this point.

With the completion of the PT Phone Home, VA has estimated that $18 million will allow the planned installation of patient bedside telephones to be completed. Without these services, estimates run closer to $80 million. Without the direct involvement of the volunteer organizations mobilized under PT Phone Home, the cost of such a program is certainly prohibitive.

Experience with this worthwhile program has convinced me that bedside telephones are an absolute necessity for our VA hospitals nationwide. Bedside telephone service allows nurses and support staff to spend more time on clinical activities and increases patient morale by allowing veterans invaluable contact with their family and friends.

The veterans who use our veteran hospitals are here because of the sacrifices they were willing to make for their country. They were willing to serve in the name of freedom, and I am very happy to be part of an effort to give them something in return.

I believe we owe all participants in the PT Phone Home Program a great debt of gratitude and owe our colleagues the chance to join me in recognizing those who made the Buffalo project successful.

Mr. Speaker, I am certain you agree that all the medical in the world cannot replace the therapeutic value of contact with family and friends.

Mr. ORITZ. Mr. Speaker, I rise today to bring the attention of my colleagues to a very important and emotional event that is occurring on March 31, 1995—the laying of a wreath at the Tomb of the Unknown Soldier by the widow of Sgt. Abelardo Montanez.

Sergeant Montanez was killed in the invasion of Attu, AL, in World War II. His widow, Mrs. Esperanza Ramos Montanez, will lay the wreath today on behalf of the widows and mothers of the Hispanic-American WWII service men and women, at the Arlington National Cemetery.

The Armed Services of WWII were vastly different from the Armed Services of 1995. In the 1940’s, the United States was still a segregated society, both in civilian and in military life. While the segregation of African Americans in any given year. Even among those with high incomes it is not universal—about 25 percent of those with incomes of $200,000 or more and 23 percent of those with incomes between $100,000 and $200,000 realize capital gains every year. Truly, a privileged few.

Both the Joint Committee on Taxation and the Department of Treasury agree that most of the tax benefit of capital gains tax cuts will go to the richest 6 percent of all taxpayers: 76 percent—a full three-quarters—of the tax benefit will go to those with incomes of $100,000 or more.

The Republicans have tried to characterize the capital gains tax cut as a major benefit to ordinary Americans, those who realize a capital gain infrequently when they sell Grandma’s farm or a family business upon retirement. This is patently misleading.

Seventy-one percent of all capital gains are realized by taxpayers who realize capital gains almost every year, according to the Joint Committee on Taxation. These financially sophisticated high rollers receive most of the dollars of capital gains, so naturally they are the ones who will get most of the benefit from the Republican plan—not ordinary Americans who work hard for what they earn.

And, wealthy repeaters who realize gains almost every year are the ones who will be helped the most by the Republican plan.

The Republicans have tried to characterize the Democrats’ analysis as flawed by saying that the numbers that Democrats have quoted on the average benefit per taxpayer were computed on the basis of the whole population, instead of just taking account of those who actually receive the tax cuts. When the computations are done on the basis that the Republicans prefer, the average tax cuts are much bigger.

Treasury Department figures show that when the total capital gains tax cut going to those with incomes of $200,000 or more is averaged over only the 52 percent of taxpayers at that income level who realize capital gains, the result is a tax cut of almost $7,800 per taxpayer in 1996. If that figure simply kept pace with inflation, it would be $9,300 by 2002.

Mr. ORITZ. Mr. Speaker, I rise today to honor the birthdate of a genuine American hero, Cesar Chavez, which is on Friday, March 31. It is hard to summarize the accomplishments and impact of those whose work not only changes the nature of the world in which they lived—but extends beyond their natural lives into the lives of those who will only know them by their legacy.

Just as every African-American citizen feels the impact of Martin Luther King Jr.’s legacy in their lives, every Hispanic citizen, especially those who work the farms, fruit orchards and vegetable fields of America, will feel the impact of the life of Cesar Chavez.

Before Cesar, America’s migrant workers had few rights. He became their voice and the force that fought for basic human liberties and labor rights.

When Cesar died he left a legacy to be emulated by future generations and the lessons learned will resonate for years to come. A legacy that will make migrant workers a full partner in the agricultural industry, and bring them to full membership in our society with all the benefits that full membership implies.

Ever so slowly, migrant workers are entering into the mainstream of our society and into a status for which they have long aspired and
TURKEY MUST CEASE ITS RELENTLESS ATTACKS AGAINST THE KURDISH PEOPLE

HON. BOBBY L. RUSH
OF ILLINOIS
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. RUSH. Mr. Speaker, I rise today to express my extreme dismay and strong concerns about the recent actions of the Turkish Government.

The government in Turkey has once again decided that it is easier to address dissention around its borders with military force than to sit down to talk with those whose only wish is to seek freedom from overwhelming oppression.

You will hear from the Turkish Government that this recent excursion into Kurdish-held areas in Iraq is only aimed at stopping Kurdish rebel groups from making raids into Turkey. We must not be fooled by what they say.

It is accepted policy in that country to deny official acknowledgement of a group that comprises close to 20 percent of its total population. Because they have no special protection under Turkish law, Kurdish civilians have been victim to a policy of discriminate harassment, persecution, even killing and wounding at the hands of the Turkish establishment.

The Turkish Government has been condemned time and again by the United Nations, Helsinki Watch, and Amnesty International for denying Kurds the basic civil liberties. These include the right to freedom of self-determination and the right to freely express the richness of their cultural heritage.

Mr. Speaker, this current situation is no different. Thousands of Turkish-born Kurds are now living in northern Iraq, after fleeing Turkey last year because of harassment from Turkish officials. Their lives have been shattered because of the incessant attacks on their heritage, culture, and indeed, their very existence.

These civilians have been caught in the crossfire for too long. These civilians only seek the freedom to choose their own destiny. At the very least, this Government's response should be to say in no uncertain terms that they be allowed to pursue this very basic right.

However, Mr. Speaker, we may be also partly to blame for the ongoing crisis in the mountains of Iraq.

Not only does the Turkish Government receive vast amounts of United States financial aid, we and our allies also supply their government with large amounts of military hardware. These weapons are in turn being used to wipe out whole villages, to kill innocent women and children. We should follow the lead of the German Government and look to end our weapons trade with Turkey.

I believe, Mr. Speaker, all United States aid to Turkey should be reviewed in light of their history with other ethnic groups in Cyprus and Armenia. And just as important, that government's current activities in the mountains of Iraq should further make us question our priorities in that region.

Mr. Speaker, Turkey does have the right to protect its borders and to protect its citizens from terrorism. However, this very right cannot be used to justify continued harassment and persecution of innocent civilian populations.

We have supported the right of Iraqi-born Kurds to pursue independence from the regime in Baghdad. Our troops are in the mountains of northern Iraq at this moment, protecting Kurds from the Iraqi military. However, Mr. Speaker, we should look to protect the rights of all Kurds, regardless of where they were born.

The United States has warned the Turkish Government that we are watching. I will say also that the whole world should watch this situation very closely. This will not only hold that government accountable but will also force this country to reevaluate its foreign priorities and practices.

A TRIBUTE TO THE HONORABLE JUDGE NATHANIEL R. JONES

HON. JAMES A. TRAFICANT, JR.
OF OHIO
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. TRAFICANT. Mr. Speaker, it gives me great pleasure to stand here today to honor a truly exceptional individual, Alphonse Auclair, on his retirement from the 17th Congressional District of Ohio. Please join me today in honoring the Honorable Judge Nathaniel R. Jones on his retirement from the U.S. Court of Appeals.

Judge Jones has served on the bench of the Sixth Circuit, U.S. Court of Appeals since his appointment during the Carter administration in 1979. This accounts for 15 years of service to his country. In addition, Judge Jones has devoted much of his time outside the office to community events and civil rights activities. Judge Jones has the further distinction of having served the National Association for the Advancement of Colored People as Chief Legal Counsel.

Mr. Speaker, it is rare that I have the opportunity to honor someone like Judge Nathaniel R. Jones who has given so much not only to his own community but also to the entire country. My sincere appreciation goes out to Judge Jones for the job he has done. May he be blessed with health, happiness and continued success in the years to come.

STATEMENT OF REPRESENTATIVE ROMERO-BARCELÓ

HON. CARLOS A. ROMERO-BARCELÓ
OF PUERTO RICO
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. ROMERO-BARCELÓ. Mr. Speaker, reducing costly and unnecessary regulatory burdens has become a leading theme in the 104th Congress. Today, I am introducing legislation that promotes the Clean Water Act if such a waiver is approved by the EPA.

The Environmental Protection Agency has demanded that Puerto Rico institute costly secondary treatment at one of the island's wastewater treatment facilities despite any showing that it will improve the environment and without considering a less costly method that would be equally or even more effective. This legislation, first, provides for an independent study of the relative costs, benefits, and feasibility of alternatives to secondary treatment for wastewater discharged through a deep ocean outfall from the Mayaguez wastewater treatment plant, and second, permits Puerto Rico to apply for, and EPA to consider, a waiver of secondary treatment requirements under the Clean Water Act if such a waiver is appropriate.

Mr. Speaker, this legislation is a reasonable, cost-effective solution to what has become an intractable, intractable series of negotiations and court battles between Puerto Rico and the EPA over abstruse points of administrative law—at considerable expense to the American taxpayers. Section 301(h) of the Clean Water Act provides that EPA but also to the secondary treatment standards for publicly owned treatment works [POTW's] that meet certain effluent standards. But the EPA contends it is time-barred from considering a waiver application for the Mayaguez POTW.
Under the 1977 Clean Water Act Amendments, coastal communities—mainland and island—were permitted a time-limited opportunity to apply for exemptions from secondary treatment requirements if they met very stringent environmental standards for ocean discharges. Overall, EPA has granted 39 waivers. All applications were required to be submitted to EPA by December 29, 1982. The Puerto Rico Aqueduct and Sewer Authority (PRASA) submitted 12 waiver applications, and 6 have been tentatively approved. Only two applications—including one for the Mayaguez treatment facility—were denied, in December 1993. The EPA insists that the Mayaguez POTW construct secondary treatment facilities costing approximately $100 million, despite significant evidence that other, far less costly alternatives would be equally, or even more, effective in protecting the surrounding marine environment.

Puerto Rico has proposed construction of a deep water outfall situated more than 300 feet deep and several miles from shore as an alternative to secondary treatment at the Mayaguez POTW. This would save the Commonwealth. Substantial scientific evidence gathered from similarly situated POTWs with deep ocean outfalls indicates that such methods can achieve the equivalent of secondary treatment standards or better.

The evidence was so compelling in the instance of San Diego, CA, that Congress last year enacted, and the President signed into law, legislation permitting EPA to consider a section 301(h) waiver application proposing a similar alternative to secondary treatment— notwithstanding that such a waiver otherwise would be time-barred under the Clean Water Act. Puerto Rico deserves the same opportunity to implement cost-effective alternatives and seek a section 301(h) waiver. This is not simply an issue of fairness or cost-effectiveness; it is also an issue of science. The Clean Water Act was intended to improve the marine environment. There is significant scientific evidence that suggesting that a new deep ocean outfall at the Mayaguez POTW would best protect the surrounding marine environment. Furthermore, this legislation would restore a scientific study of the issue by the U.S. Geological Survey, an impartial agency with no interest in the outcome. Puerto Rico is willing to share 50 percent of the financing necessary for the study.

There are numerous precedents of such limited exceptions to the requirements of section 301. The municipal wastewater treatment construction grant amendments of 1981 included a provision that extended the date under which section 301(h) waivers could be requested and specified the city of Avalon, GA, to receive such a waiver. The Water Quality Act of 1987 included a specific exception for the Irvine Ranch Water District that permitted it also to file for a waiver after the deadline.

The 1981 provision specifically reexamined section 301(h) and concluded: “failure to broaden eligibility * * * risks requiring treatment for treatment’s sake, involving the expenditure of funds which could be better used to achieve additional water quality benefits elsewhere.” This provision does not grant variances. It simply allows variances to be sought with the burden on the applicant to make its case on environmental grounds. Such logic applies fully to this legislation.

I urge our colleagues on the Transportation and Infrastructure Committee and on the Resources Committee to consider this bill and reconsider the burden confronting Puerto Rico. I understand that the EPA is receptive to this change in the law, which can only improve the marine environment off the west coast of Puerto Rico, and which will apply these regulatory requirements with cost effectiveness and flexibility, rather than rigidly and without regard to their consequences.

IN HONOR OF THE 25TH ANNIVERSARY OF THE PICO RIVERA BOBBY SOX ASSOCIATION

HON. ESTEBAN EDWARD TORRES
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Mr. TORRES. Mr. Speaker, I rise today to commemorate the 25th anniversary of the Pico Rivera Bobby Sox Association. For the past 25 years, the Bobby Sox Association has been providing an invaluable service to the young boys and girls of Pico Rivera. The association was established in 1977 by a group of parents determined to give their children the same opportunities to play on an organized team sport, as their sons. The parents, led by Bobby Sox founder and president of the board, Mr. Ray Garcia, have made a significant contribution to the lives of young people. As a private citizen, he has continued to focus his attention on uniting Hispanics in this country and throughout our hemisphere.

Recently, Mr. Garcia hosted a reception in Washington honoring the current chairman of the Congressional Hispanic Caucus, our colleague, Ed Pastor. Mr. Garcia also invited representatives of the Latin American republics and Spain to further their common interests. I commend our former colleague for his work in improving relations between people and countries and urge my colleagues to review the following article which appeared in the Caribbean Business publication.

[From Caribbean Business, Mar. 23, 1995]

GARCIA SEES EXPANDED CAUCUS ROLE

By John Collins

Former Congressman Robert Garcia of New York views the Congressional Hispanic Caucus, of which he was a co-founder, as an important catalyst for bringing Hispanics, in the U.S. and elsewhere in the world, closer together for the mutual benefit of all. Garcia and his wife, Jane, hosted a reception in honor of the new chairman of the THC, Ed Pastor, an Arizona Democrat. To help familiarize members of the Diplomatic Corps with the workings of Congress and how Hispanic members might assist them in achieving their legislative agendas, Garcia invited representatives of the Latin American republics and Spain to the reception.

Among those attending were ambassadors Raul Granillo Ocampo (Argentina), Sonia Picado (Costa Rica), Ana Cristina Sol (El Salvador), Jesus Silva Herzog (Mexico), Ricardo Alberto Arias (Panama), Jaime de Ojeda (Spain), and Pedro Luis Echevarria (Venezuela). Countries represented by other diplomats included Brazil and Guatemala.

EXPANDED DIVERSITY

The THC was organized in 1977 when there were only four Hispanics in Congress, including Garcia. Today, there are 18 members, 3 Democrats and five Republicans. The largest segment of the THC is of Mexican descent, four are Puerto Ricans,
three are Cuban and one is Guamanian. Three are women, including Rep. Lucile Roybal-Allard (D-Cal.), whose father was a CHC co-founder. The previous chairman was Rep. Jose E. Serrano (D-N.Y.). The current first vice chairman is Resident Commissioner Carlos Romero Barcelo (D-P.R.).

The caucus is dedicated to voicing and advancing, through the legislative process, issues affecting Hispanics in the U.S. and insular areas.

THE SPIRIT OF MIAMI

While a guest at President Bill Clinton's historic Summit of the Americas in Miami last December, Garcia was determined to return to Washington committed to assure that the CHC perform a much more active role in fostering dialogue and interaction between its members and Hispanics throughout the hemisphere and elsewhere in the world. "My idea is for the caucus to help really make Clinton's Spirit of Miami work," Garcia said. The spirit of Miami is a declaration of commitment signed at the summit. He reminded how active the CHC was in the 1970s and 1980s in fostering greater understanding of Latin America.

Although modest, Washington observers point to the important role Garcia performed in persuading the late House Speaker Thomas O'Neill (D-Mass.) that Argentina President Raúl Alfonsín should be afforded an opportunity to address a joint session of Congress after he had decided such an invitation was not appropriate. "The key point to the important role Garcia performed," Mayor Beame said. "How active the CHC was in the 1970s and 1980s in fostering greater understanding of Latin America.

ARGENTINE PRAISE

Garcia's initiative "proved that subjects of common interest are easily discussed among diplomats and Hispanic legislators here, to the benefit of all our countries," Ambassador Granillo Ocampo told Caribbean Business from Washington. "With regard to Argentinean message to the U.S.—a message of political and economic predictions, from a country where democracy has flourished, a market economy is growing and human and civil rights are prevalent—I would say it has been understood and fostered in Congress with the help of the Congressional Hispanic Caucus."

The Argentine envoy said: "This was true when the then-Congressman Bob Garcia chaired the Caucus during the 1980s and remains so under the chairmanship of Congressman Ed Pastor."

Although it is a busy time in Washington and the House was in session, several members were able to attend the reception, including Reps. Solomon P. Ortiz (D-Texas); Bill Richardson (D-N.M.); Roybal-Allard; Esteban E. Torres (D-Cal.); Nydia Velázquez (D-N.Y.); and Romero Barcelo accompanied by his wife, Doña Kate. Also present was Rep. Benjamin A. Gilman (R-N.Y.), the chairman of the House Foreign Affairs Committee.

CLINTON REPRESENTED

Representing the Clinton administration, among others, was U.S. Trade Representative Mickey Kantor, Alexander Watson, assistant secretary of State for Inter-American Affairs; Judge Nelson A. Diaz, general counsel of the U.S. Department of Housing & Urban Development; Jeffrey Farrow, co-chairman, White House Inter-agency Working Group on Puerto Rico. HUD Secretary Henry Cisneros was represented by his wife, Mary Cisneros. Another HUD official, Aida Alvarez, the director of the Office of Federal Housing Enterprise Oversight, was also there. Cisneros, brother of first lady Hillary Clinton, was also present.

Among others in attendance were Puerto Rico Commerce Development Administrator Juan Woodoffe and National Puerto Rican Coalition Chief Executive Officer Manuel Mirabel.

TO AMEND THE INDIAN GAMING REGULATORY ACT ON BEHALF OF LOCAL COMMUNITIES

HON. TERRY EVERETT

OF ALABAMA

IN THE HOUSE OF REPRESENTATIVES

Thursday, March 30, 1995

Mr. EVERETT. Mr. Speaker, earlier this year, the U.S. Supreme Court agreed to review the suit filed by the Seminole Indians that would allow tribes to sue States in order to enter into Class III gaming—casino gambling—compacts. The Court's interest in hearing this case points to the long overdue need for a restructuring of the Indian Gaming Regulatory Act. One glaring flaw of the statute lies with the current approval process for gaming compacts—the local communities do not have voice in these matters which will clearly impact their quality of life.

By way of background, under current law, all that is required for Class III gaming approval is a compact between the tribe and State—the local community affected by the gaming activity has no involvement in the approval process. Moreover, under the current law, State and local governments are prohibited from assessing taxes on these gaming activities. I believe that the local community, whose infrastructure and public services will be strained by the operation of a gambling casino, should be able to participate in the approval process. A full-fledged casino would place untold burdens on the police, fire, rescue, and other public services of a small town. The roads, bridges and water and sewer capabilities of a small or rural town would be inadequate to handle the added demand and usage.

Today I am joined by a number of interested members in introducing legislation that will give local communities a voice in the approval process. First, the elected governing body, such as the city council, mayor or county commissioners, would be required to approve the Tribal-State compact. Second, the local community will then have the opportunity to approve the compact through a referendum. The inclusion of the local community in the gaming compact will not only reflect a more complete representation of the people of the affected area, but I believe will foster a friendlier and more cooperative relationship between the tribes and the local communities in which they reside.

Whether you are a proponent of opponent of casino gambling, the concerns of impacted local communities should be factored into the process. This legislation will go a long way to alleviate these concerns, and believe that it is time for Congress to take action and amend the Indian Gaming Regulatory Act.
Although the National Guard finds its roots in colonial militias, today's Guard has adapted to keep up with the technological changes that have reshaped our Nation's fighting force. The Orange Unit exemplifies this progress. The unit's communications expertise enables it to coordinate air missions and track aircraft using radar and even satellite communications.

The Orange Air National Guard Unit distinguished itself among all Air Force units to earn this well-deserved honor not only by standing at the ready, but by actively participating in numerous missions around the globe. Whenever duty called, they were there.

The Orange Unit has worked hard to stem the tide of illegal drugs entering our country by tracking drug flights in the Colombian jungle, as well as on the Texas-Mexican border. As the first Air National Guard Unit to participate in Operation Deny Flight to prevent air attacks in the former Yugoslavia, the Orange Air Guard Unit ably replaced an active Air Force Unit and coordinated air operations over this dangerous area. The unit's communications support has been vital to U.S. forces in Haiti and NATO exercises in Turkey.

In these and other missions, the Orange Air Guard Unit has set itself apart. Congratulations, and thank you for your dedicated service.

TRIBUTE TO RABBI PHILIP LAZOWSKI

HON. BARBARA B. KENNELLY
OF CONNECTICUT
Thursday, March 30, 1995

Mrs. KENNELLY. Mr. Speaker, I rise today to honor and pay tribute to Rabbi Philip Lazowski, Ph.D., of Bloomfield, CT, who is being recognized for 40 years of spiritual leadership and service.

Dr. Lazowski was born in Belitza, Poland, in 1930. Eighteen years later, he emigrated to the United States and began taking classes that would eventually lead to a bachelor of religious education degree from Yeshiva University in 1955; a bachelor of arts degree from Brooklyn College in 1956; a master of science degree from Yeshiva in 1960; a doctorate of Jewish literature from the Jewish Teachers Seminary and People's University in 1970; and a doctorate of divinity from the Jewish Theological Seminary of America in 1992.

Rabbi Lazowski's first calling was as the spiritual leader of Congregation Beth Sholom in Manchester, CT, where he served for 14 years. In 1969 he accepted the position of spiritual leader of Beth Hillel Synagogue in Bloomfield, CT. He was supported in his work by his wife, the former Ruth Rabinowitz, and their three sons, Barry, Alan, and David.

It was during his tenure at Beth Hillel that he began his work on behalf of many professional, civic, and humanitarian organizations, including the Rabbinical Assembly in Connecticut; the Hartford Police Department; the Institute of Living; the National U.J.A. Rabbinical Cabinet; the Educators Assembly of the United States and Canada, American Association of Jewish Educators; the Hartford Jewish Federation; and Bloomfield Interfaith Homes.

Rabbi Lazowski is known not only for his spiritual leadership, but for his intellectual integrity that invites others to follow his example. He is admired and respected by countless people, of all religious beliefs.

Now, after four decades of selfless service, Rabbi Lazowski is being recognized by congregants, colleagues, family, and friends. His contributions to the Greater Hartford community, the State of Connecticut, and the Nation set a standard for future generations to emulate.

A TRIBUTE TO JIM BRADY AND GUN CONTROL

HON. ANNA G. ESHOO
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, March 30, 1995

Ms. ESHOO. Mr. Speaker, I rise to pay tribute to Jim Brady and the historic Brady law which has reduced gun violence in America.

Today marks the 14th anniversary of the attack by a lone gunman on President Reagan outside of a Washington hotel which left Jim Brady critically wounded.

Although severely disabled, Jim Brady has become a spokesperson for all Americans who live in fear because of gun violence. Without his leadership, I believe Congress would not have passed legislation requiring a 5-day waiting period before a person can purchase a firearm.

Mr. Speaker, waiting periods work.

In California over the past 2 years, our 15-day waiting period has helped deny firearms purchases to nearly 12,000 people, including 6,000 people convicted of assaults and 141 people under restraining orders for domestic violence.

Let's not fall victim to the gun lobby which is flexing its muscles in an attempt to overturn Federal laws supported by 92 percent of all Americans.

In the spirit of Jim Brady and millions of his admirers across this country and on behalf of the countless victims of unnecessary shootings, I urge Members to repel the gun lobby's request to overturn the Brady law and the assault weapons ban.
HIGHLIGHTS

Senate confirmed Daniel Glickman as Secretary of Agriculture.

Senate

Chamber Action

Routine Proceedings, pages S4837-S4953

Measures Introduced: Ten bills and one resolution were introduced, today, as follows: S. 647-656, and S. Res. 97.

Measures Reported: Reports were made as follows:

S. Res. 24, providing for the broadcasting of press briefings on the floor prior to the Senate's daily convening, with an amendment in the nature of a substitute.

Special Report entitled “Legislative Activities of the Committee on Labor and Human Resources, U.S. Senate, During the 103d Congress, 1993-1994”. (S. Rept. No. 104-22)

S. 652, to provide for a pro-competitive, de-regulatory national policy framework designed to accelerate rapidly private sector deployment of advanced telecommunications and information technologies and services to all Americans by opening all telecommunications markets competition. (S. Rept. No. 104-23)

Measures Passed:

Reporting Deadlines: Senate passed S. 464, to make the reporting deadlines for studies conducted in Federal court demonstration districts consistent with the deadlines for pilot districts.

Rules Clarification: Senate passed S. 532, to clarify the rules governing venue.

FEMA Supplemental Appropriations/Rescissions: Senate continued consideration of H.R. 1158, making emergency supplemental appropriations for additional disaster assistance and making rescissions for the fiscal year ending September 30, 1995, taking action on amendments proposed thereto, as follows:

Adopted:

(1) Bingaman Amendment No. 426 (to Amendment No. 420), to restore funding for programs under the Community Services Block Grant Act.

(2) Burns Amendment No. 428 (to Amendment No. 420), to broaden areas in which salvage timber sales are not to be conducted.

(3) Grassley/Dorgan Amendment No. 430 (to Amendment No. 420), to prohibit the use of funds by the Secretary of Agriculture to delineate new agricultural wetlands, except under certain circumstances.

(4) Kerrey/Cohen Amendment No. 435 (to Amendment No. 420), to rescind certain funds for GSA Federal buildings and courthouses. (By 49 yeas to 49 nays (Vote No. 122), Senate failed to table the amendment.)

(5) By 78 yeas to 16 nays (Vote No. 124), Shelby Amendment No. 437 (to Amendment No. 435), to rescind certain funds for GSA Federal buildings and courthouses.

(6) Hatfield (for Hollings/Biden) Amendment No. 440 (to Amendment No. 420), to restore funding in the Department of Justice's Drug Court Program.

Rejected:

(1) Murray Amendment No. 429 (to Amendment No. 420), to establish procedures to expedite salvage timber sales. (By 48 yeas to 46 nays (Vote No. 121), Senate tabled the amendment.)

(2) Boxer Amendment No. 436 (to Amendment No. 420), to delete the rescission of the funds appropriated for the Department of Education for the Technology for Education of All Students Program in the amount of $5 million and for the Star Schools Program in the amount of $5 million; and to rescind $11 million of the funds available under the Department of Defense Appropriations Act 1995, for acquisition of two executive aircraft. (By 48 yeas to 46 nays (Vote No. 123), Senate tabled the amendment.)
(3) Reid/Bryan Amendment No. 438 (to Amendment No. 420), to transfer funds raised from electric ratepayers for nuclear waste disposal to drug abuse block grants. (By 77 yeas to 17 nays (Vote No. 125), Senate tabled the amendment.) Pages S4903–8, S4915
(4) Reid Amendment No. 439 (to Amendment No. 420), to transfer funds raised from electric ratepayers for nuclear waste disposal to rural health outreach programs. Pages S4908–15
Pending:
Hatfield Amendment No. 420, in the nature of a substitute.
D’Amato Amendment No. 427 (to Amendment No. 420), to require Congressional approval of aggregate annual assistance to any foreign entity using the exchange stabilization fund established under section 5302 of title 31, United States Code, in an amount that exceeds $5 billion. Pages S4846–69, S4884–91, S4915–16, S4919
Murkowski Amendment No. 441 (to Amendment No. 427), of a perfecting nature. Page S4919
Senate will continue consideration of the bill on Friday, March 31, 1995.
Nominations Confirmed: Senate confirmed the following nomination:
By unanimous vote of 94 yeas (Vote No. 120 EX), Daniel Robert Glickman, of Kansas, to be Secretary of Agriculture. Pages S4843–44, S4959
Nominations Received: Senate received the following nominations:
Catherine Baker Stetson, of New Mexico, to be a Member of the Board of Trustees of the Institute of American Indian and Alaska Native Culture and Arts Development for the remainder of the term expiring May 19, 2000.
Army nominations in the rank of general.
Routine lists in the Air Force, Army, Navy. Pages S4953–59
Nomination Withdrawn: Senate received notification of the withdrawal of the following nomination:
Catherine Baker Stetson, of New Mexico, to be a Member of the Board of Trustees of the Institute of American Indian and Alaska Native Culture and Arts Development for a term expiring May 19, 2000, which was sent to the Senate on January 5, 1995. Page S4959
Messages From the House: Pages S4919–20
Communications: Page S4920
Petitions: Pages S4920–23
Statements on Introduced Bills: Pages S4924–31
Additional Cosponsors: Pages S4931–32
Amendments Submitted: Pages S4934–37
Authority for Committees: Page S4937

Additional Statements: Pages S4937–39
Record Votes: Six record votes were taken today. (Total—125) Pages S4844, S4882, S4895, S4969, S4914–15
Recess: Senate convened at 9:20 a.m., and recessed at 11:12 p.m., until 9:30 a.m., on Friday, March 31, 1995. (For Senate’s program, see the remarks of the Acting Majority Leader in today’s Record on page S4939.)

Committee Meetings
(Committees not listed did not meet)

Authorization—Defense

Authorization—Defense
Committee on Armed Services: Subcommittee on Acquisition and Technology resumed open and closed hearings on proposed legislation authorizing funds for fiscal year 1996 for the Department of Defense and the future years defense program, focusing on the Counterproliferation Support Program, receiving testimony from William B. Shuler, Deputy Assistant
Secretary for Counterproliferation, Office of the Assistant to the Secretary of Defense for Atomic Energy; G. William Heiser, Director, Military Assistance and Response, Office of the Under Secretary of Defense for Policy; Capt. Ronald D. Gumbert, USN, Assistant Deputy Director for Strategy and Policy, Office of the Joint Chiefs of Staff; and Gordon Oehler, Director, Non-Proliferation Center, Central Intelligence Agency.

Subcommittee will meet again on Thursday, April 6.

SCIENCE AND TECHNOLOGY PROGRAMS

Committee on Commerce, Science, and Transportation: Subcommittee on Science, Technology, and Space concluded oversight hearings on activities of the Office of Science and Technology Policy and the proposed fiscal year 1996 budget for the National Science Foundation, after receiving testimony from John H. Gibbons, Director, Office of Science and Technology Policy; Neal F. Lane, Director, National Science Foundation; Robert Swenson, Montana State University, Bozeman; Royce Engstrom, University of South Dakota, Vermillion; John Saunby, Union Carbide Technical Center, Salem, South Carolina; and Joseph Danek, EPSCOR Foundation, Washington, D.C.

MINING LAW REFORM

Committee on Energy and Natural Resources: Subcommittee on Forests and Public Land Management held hearings on S. 504, to modify the requirements applicable to locatable minerals on public domain lands, consistent with the principles of self-initiation of mining claims, and S. 506, to provide a reasonable royalty from mineral activities on Federal lands, to specify reclamation requirements for mineral activities on Federal lands, and to create a State program for the reclamation of abandoned hard rock mining sites on Federal lands, receiving testimony from John D. Leshy, Solicitor, Department of the Interior; Jim Carter, Utah Division of Oil, Gas, and Mining, Salt Lake City; Dino DiCianno, Nevada Department of Taxation, Carson City; Douglas C. Yearley, Phelps Dodge Corporation, Phoenix, Arizona, on behalf of the Mineral Resources Alliance and the National Mining Association; Steven C. Borell, Alaska Miners Association, Anchorage; Lois VanHoover, Alliance of Independent Miners, Boise, Idaho; Lynne Stone, Boulder-White Clouds Council, Ketchum, Idaho; Ed Whitelaw, University of Oregon, Eugene; and Philip M. Hocker, Mineral Policy Center, Washington, D.C.

Hearings were recessed subject to call.

FOREIGN AFFAIRS REORGANIZATION

Committee on Foreign Relations: Committee resumed hearings on proposals to reorganize and revitalize American foreign affairs institutions, focusing on alternatives to the Agency for International Development, receiving testimony from Linda F. Powers, ENRON Development Corporation, Houston, Texas; John D. Kasarda, Kenan Institute for Private Enterprise, Chapel Hill, North Carolina; and John W. Sewell, Overseas Development Council, Washington, D.C.

Hearings were recessed subject to call.
Committee on Governmental Affairs: Committee held oversight hearings on the roles, mission, and operation of the General Accounting Office and its future direction, receiving testimony from Charles A. Bowsher, Comptroller General of the United States, and James F. Hinchman, Special Assistant to the Comptroller General, both of the General Accounting Office; and R. Scott Fosler, Alan K. Campbell, and Annmarie Walsh, all of the National Academy of Public Administration, Washington, D.C.

Hearings were recessed subject to call.

Committee on Labor and Human Resources: Subcommittee on Education, Arts and Humanities concluded oversight hearings on the implementation and administration of the Federal Direct Student Loan Program, focusing on the loan disbursement process, including collection and servicing issues, after receiving testimony from Madeleine Kunin, Deputy Secretary, Steven A. McNamara, Assistant Inspector General for Audit, and Leo Kornfeld, Senior Advisor to the Secretary, all of the Department of Education; Cornelia M. Blanchette, Associate Director, Education and Employment Issues, Health, Education, and Human Services Division, General Accounting Office; Lynn M. Fawthrop, Roger Williams University, Bristol, Rhode Island, on behalf of the Advisory Committee on Student Financial Assistance; Rudolph G. Penner, KPMG Peat Marwick, Washington, D.C.; Larry M. Tait, Florida A&M University, Tallahassee; James A. Belvin, Jr., Duke University, Durham, North Carolina; Joseph A. Russo, University of Notre Dame, Notre Dame, Indiana; Donald M. Honeman, University of Vermont, Burlington; and Earl E. Dowling, Iowa State University, Ames.

Committee on Rules and Administration: Committee ordered favorably reported, with an amendment in the nature of a substitute, S. Res. 24, providing for the broadcasting of press briefings on the floor prior to the Senate's daily convening.

House of Representatives

Bills Introduced: Fourteen public bills, H.R. 1360-1373; one private bill, H.R. 1374; and four resolutions, H.J. Res. 83-85 and H. Res. 124, were introduced.

Reports Filed: Reports were filed as follows:

H.R. 655, to authorize the Hydrogen Research, Development, and Demonstration Programs of the Department of Energy, amended (H. Rept. 104-95); and


Speaker Pro Tempore: Read a letter from the Speaker wherein he designates Representative Largent to act as Speaker pro tempore for today.

Health Insurance Costs: House agreed to the conference report on H.R. 831, to amend the Internal Revenue Code of 1986 to permanently extend the deduction for the health insurance costs of self-employed individuals, and to repeal the provision permitting nonrecognition of gain on sales and exchanges effectuating policies of the Federal Communications Commission—clearing the measure for Senate action.

H. Res. 121, the rule which waived points of order against the conference report, was agreed to earlier by a recorded vote of 244 ayes to 178 noes, Roll No. 279. By a yea-and-nay vote of 224 yeas to 201 nays, Roll No. 278, agreed to order the previous question on the rule.

Robert H. Michel Rooms: House agreed to H. Res. 65, naming certain rooms in the House of Representatives wing of the Capitol in honor of former Representative Robert H. Michel.

Agreed to:

The Thomas amendment in the nature of a substitute.

Amend the preamble and the title.

Legislative Program: The Majority Leader announced the legislative program for the week of Monday, April 3. Agreed to adjourn from Thursday to Monday.

Late Report: Conferees received permission to have until midnight on Friday, March 31, to file the conference report on H.R. 889, making emergency supplemental appropriations and rescissions to preserve
and enhance the military readiness of the Department of Defense for the fiscal year ending September 30, 1995.

Late Report: The Committee on Science received permission to have until 5:00 p.m. today, to file a report on H.R. 655, Hydrogen Future Act of 1995.

Calendar Wednesday: Agreed to dispense with Calendar Wednesday business of Wednesday, April 5.

Late Report: The Committee on Government Reform and Oversight received permission to have until midnight tonight to file a report on H.R. 1345, to eliminate budget deficits and management inefficiencies in the government of the District of Columbia through the establishment of the District of Columbia Financial Responsibility and Management Assistance Authority.

Senate Messages: Message received from the Senate today appears on page H 3979.

Quorum Calls—Votes: One yea-and-nay vote and one recorded vote developed during the proceedings of the House today and appear on pages H 3994-95 and H 3995. There were no quorum calls.

Adjournment: Met at 10:00 a.m. and adjourned at 5:29 p.m.

Committee Meetings

OVERSIGHT

Committee on Agriculture: Subcommittee on Resource Conservation, Research and Forestry and the Subcommittee on Fisheries, Wildlife and Oceans of the Committee on Resources held a joint oversight hearing to review law enforcement activities on federal lands. Testimony was heard from Senator Kempthorne; Mollie Beattie, Director, U.S. Fish and Wildlife Service, Department of the Interior; Greg Matlock, Program Management Officer, National Marine Fisheries Service, NOAA, Department of Commerce; Alan G. Lance, Attorney General, State of Idaho; and public witnesses.

COMMERCE, JUSTICE, STATE AND JUDICIARY APPROPRIATIONS

Committee on Appropriations: Subcommittee on Commerce, Justice, and State and the Judiciary, and Related Agencies held a hearing on Federal Judiciary, and on Economic and Business Development. Testimony was heard from Richard S. Arnold, Chief Judge, Eighth Circuit, U.S. Court of Appeals; the following officials of the Department of Justice: Carol DiBattiste, Director, Executive Office of the U.S. Attorneys; and Eduardo Gonzalez, Director, U.S. Marshals Service; Philip Lader, Administrator, SBA; Rafael Borras, Acting Director, Minority Business Development Agency; and William Ginsberg, Assistant Secretary, Economic Development, Department of Commerce.

FOREIGN OPERATIONS APPROPRIATIONS

Committee on Appropriations: Subcommittee on Foreign Operations, Export Financing, and Related Agencies continued appropriation hearings. Testimony was heard from Members of Congress and public witnesses.

INTERIOR APPROPRIATIONS

Committee on Appropriations: Subcommittee on Interior and Related Agencies held a hearing on the National Park Service. Testimony was heard from Roger G. Kennedy, Director, National Park Service, Department of Interior.

LABOR-HHS-EDUCATION APPROPRIATIONS

Committee on Appropriations: Subcommittee on Labor, Health and Human Services, Education and Related Agencies held a hearing on the National Cancer Institute and National Center for Research Resources, National Institute of Child Health and Human Development and on the National Institute of Diabetes, Digestive and Kidney Diseases. Testimony was heard from the following officials of the Department of Health and Human Services; Edward J. Sondik, M.D., Acting Director, National Cancer Institute; Judith L. Vaitukaitis, M.D., Director, National Center for Research Resources; Duane Alexander, M.D., Director, National Institute of Child Health and Human Development; and Phillip E. Gorden, M.D., Director, National Institute of Diabetes, Digestive and Kidney Diseases.

MILITARY CONSTRUCTION APPROPRIATIONS

Committee on Appropriations: Subcommittee on Military Construction continued appropriation hearings. Testimony was heard from public witnesses.

TRANSPORTATION APPROPRIATIONS

Committee on Appropriations: Subcommittee on Transportation and Related Agencies held a hearing on FAA Training. Testimony was heard from the following officials of the Department of Transportation: Todd Zinser, Principal Investigator, Office of Inspector General; and David Hinson, Administrator, FAA.

TREASURY, POSTAL SERVICE, AND GENERAL GOVERNMENT APPROPRIATIONS

Committee on Appropriations: Subcommittee on Treasury, Postal Service, and General Government held a
hearing on OPM/OMB/GAO-Federal Personnel Issues, OPM and Inspector General for OPM. Testimony was heard from Alice M. Rivlin, Director, OMB; the following officials of the OPM: James B. King, Director; and Patrick McFarland, Inspector General; and Timothy P. Bowling, Associate Director, Federal Human Resources Management Issues, General Government Division, GAO.

VA, HUD, INDEPENDENT AGENCIES APPROPRIATIONS
Committee on Appropriations: Subcommittee on Veterans’ Affairs and Housing and Urban Development, and Independent Agencies concluded hearings on NASA. Testimony was heard from Daniel S. Goldin, Administrator, NASA.

MARKETS AND TRADING REORGANIZATION AND REFORM ACT
Committee on Banking and Financial Services: Subcommittee on Capital Markets, Securities and Government-Sponsored Enterprises held a hearing on H.R. 718, Markets and Trading Reorganization and Reform Act of 1995. Testimony was heard from Representative Leach; Mary Schapiro, Chairwoman, Commodity Futures Trading Commission; Arthur Levitt, Jr., Chairman, SEC; and public witnesses.

ADMINISTRATION’S BUDGET
Committee on the Budget: Continued hearings on the Administration’s Fiscal Year 1996 Budget, with emphasis on views of Members of Congress. Testimony was heard from Members of Congress.

CONSUMER’S PERSPECTIVE ON MEDICAL DEVICES
Committee on Commerce: Subcommittee on Oversight and Investigations held a hearing on A Consumer’s Perspective on Medical Devices. Testimony was heard from public witnesses.

FAIR LABOR STANDARDS ACT
Committee on Economic and Educational Opportunities: Subcommittee on Workforce Protection held a hearing on the Fair Labor Standards Act. Testimony was heard from Rudolph W. Giuliani, Mayor, City of New York; Christopher W. Wadell, Chief Counsel, Department of Finance, State of California; and public witnesses.

DISTRICT OF COLUMBIA RESPONSIBILITY AND MANAGEMENT ASSISTANCE ACT

ADMINISTRATION’S INTERNATIONAL AFFAIRS BUDGET
Committee on International Relations: Held a hearing on the Administration’s International Affairs Budget Request for Fiscal Year 1996. Testimony was heard from Warren Christopher, Secretary of State; J. Brian Atwood, Administrator, AID, U.S. International Development Cooperation Agency; and Lt. Gen. Thomas Rham, USA, Director, Defense Security Assistance Agency, Department of Defense.

ENFORCEMENT OF FEDERAL DRUG LAWS
Committee on the Judiciary: Subcommittee on Crime held a hearing on Enforcement of Federal Drug Laws. Testimony was heard from the following officials of the Department of Justice: Louis J. Freeh, Director, FBI; and Thomas Constantine, Administrator, DEA.

OVERSIGHT
Committee on the Judiciary: Subcommittee on Immigration and Claims held an oversight hearing on verification of eligibility for employment and benefits. Testimony was heard from Barbara Jordan, Chair, Commission on Immigration Reform; Robert L. Bach, Executive Associate Commissioner, Policy and Planning, Immigration and Naturalization Service, Department of Justice; William Ludwig, Administrator, Food and Consumer Service, USDA; Wendell E. Primus, Deputy Assistant Secretary, Human Services Policy, Department of Health and Human Services; Nelson Diaz, General Counsel, Department of Housing and Urban Development; Joseph A. Antolin, Deputy Director, Field Operations, Department of Public Aid, State of Illinois; Esperita Johnson-Bullard, Eligibility Supervisor, Division of Social Services, Department of Human Services, City of Alexandria, Virginia; and public witnesses.

DEFENSE AUTHORIZATION
Committee on National Security: Subcommittee on Military Personnel continued hearings on the fiscal year 1996 national defense authorization request, with emphasis on wartime vs. peacetime medical requirements. Testimony was heard from the following officials of the Department of Defense: VAdm. James LaPlante, USN, Director, Logistics, The Joint Staff; Lt. Gen. Alcide M. LeNoue, USA, Surgeon General of the Army; VAdm. Donald F. Hagen, USN, Surgeon General of the Navy; Lt. Gen. Edgar R. Anderson, Jr., USAF, Surgeon General of the Air Force; and Stephen Joseph, M.D., Assistant Secretary, Health Affairs; Mark E. Gebicke, Director, Military Operations and Capabilities Issues, National Security and International Affairs Division, GAO; and Neil
Singer, Deputy Assistant Director, National Security Division, CBO. Hearings continue April 4.

DEFENSE AUTHORIZATION
Committee on National Security: Subcommittee on Military Procurement continued hearings on the fiscal year 1996 national defense authorization request, with emphasis on strategic lift. Testimony was heard from the following officials of the Department of Defense: Lt. Gen. Richard E. Hawley, USAF, Principal Deputy Assistant Secretary, Acquisition, Department of the Air Force; Gen. Robert L. Rutherford, USAF, Commander in Chief, U.S. Transportation Command; and VAdm. Philip M. Quasat, USN, Commander, Military Sealift Command, Department of the Navy; and public witnesses. Hearings continue April 6.

GREENS CREEK LAND EXCHANGE ACT
Committee on Resources: Held a hearing on H.R. 1266, Greens Creek Land Exchange Act. Testimony was heard from Jim Lyons, Under Secretary, Natural Resources and the Environment, USDA; and Tom Albanese, General Manager, Kennecott Greens Creek Mining Company, Juneau, Alaska.

MISCELLANEOUS MEASURES

OVERSIGHT
Committee on Resources: Subcommittee on Water and Power Resources held an oversight hearing on Department of Energy and Bureau of Reclamation Operational Issues. Testimony was heard from Daniel P. Beard, Commissioner of Reclamation, Department of the Interior; and the following officials of the Department of Energy: Dan Shafer, Administrator, Western Area Power Administration; Forrest E. Reeve, Acting Administrator, Southwestern Power Administration; Leon Jourolmon, Jr., Acting Administrator, Southeastern Power Administration; and Steve Wright, Vice President, Washington, D.C., Liaison Office, Bonneville Power Administration.

SBA OF THE FUTURE
Committee on Small Business: Continued hearings on the SBA, with emphasis on the SBA of the Future. Testimony was heard from Philip Lader, Administrator, SBA.

PHYSICIAN PAYMENT REVIEW COMMISSION RECOMMENDATIONS ON PHYSICIAN PAYMENTS
Committee on Ways and Means: Subcommittee on Health held a hearing on the Physician Payment Review Commission Recommendations on Physician Payments. Testimony was heard from John Eisenberg, M.D. Chairman, Physician Payment Review Commission; and public witnesses.

DCI BUDGET WRAP-UP
Permanent Select Committee on Intelligence: Met in executive session to hold a hearing on DCI Budget Wrap-Up. Testimony was heard from departmental witnesses.

Joint Meetings
VETERANS PROGRAMS
Joint Hearing: Senate Committee on Veterans’ Affairs concluded joint hearings with the House Committee on Veterans’ Affairs on the legislative recommendations of certain veterans programs, after receiving testimony from Ray H. Fuller, Veterans of World War I; Carl E. Foley, Blinded Veterans of America; Charles S. Prigmore, American Ex-Prisoners of War; James L. Braze, Jr., Vietnam Veterans of America; and John C. Loberg, Military Order of the Purple Heart, all of Washington, D.C.; and Arthur W. Klingel, Jr., AMVETS, Lanham, Maryland.

COMMITTEE MEETINGS FOR FRIDAY, MARCH 31, 1995
(Committee meetings are open unless otherwise indicated)

Senate
Committee on Agriculture, Nutrition, and Forestry, to resume hearings on proposed legislation to strengthen and improve United States agricultural programs, focusing on agricultural credit, 9:30 a.m., SR–332.
Committee on Appropriations, Subcommittee on VA, HUD, and Independent Agencies, to hold hearings on proposed budget estimates for fiscal year 1996 for the Department of Veterans Affairs, and Veterans Affairs Service Organizations, 9:30 a.m., SD–138.

House
Committee on the Judiciary, Subcommittee on Crime, hearing on gun laws and the need for self-defense, 10 a.m., 2141 Rayburn.
Next Meeting of the SENATE
9:30 a.m., Friday, March 31

Program for Friday: After the transaction of any morning business (not to extend beyond 10 a.m.), Senate will resume consideration of H.R. 1158, FEMA Supplemental Appropriations/Rescissions.

Next Meeting of the HOUSE OF REPRESENTATIVES
12:30 p.m., Monday, April 3

Program For Monday: Consideration of the following 4 Suspensions:
2. H.R. 716, the Fisherman's Protective Act Amendments;
3. H. Res. 120, the Resolution Expressing the Sense of Congress Regarding the American Citizens Held in Iraq; and
4. H.R. 1271, the Family Privacy Protection Act.

Extensions of Remarks, as inserted in this issue

House Chamber

Allard, Wayne, Colo., E 740
Barcia, James A., Mich., E 738, E 740
Barrett, Thomas M., Wis., E 743
Collins, Cardiss, Ill., E 743
Davis, Thomas M., Va., E 742
Defazio, Peter A., Ore., E 746
Del. auro, Rosa L., Conn., E 747
Dingell, John D., Mich., E 740
Engel, Eliot L., N.Y., E 738
Eshoo, Anna G., Calif., E 748

Everett, Terry, Ala., E 747
Filner, Bob, Calif., E 739
Frelinghuysen, Rodney P., N.J., E 743
Gibbons, Sam, Fla., E 744
Gilman, Benjamin A., N.Y., E 737
Kaptur, Mary, Ohio, E 744
Kennedy, Patrick J., R.I., E 742
Kennelly, Barbara B., Conn., E 748
Miller, George, Calif., E 741
Mink, Patsy T., Hawaii, E 739
Ortiz, Solomon P., Tex., E 744
Packard, Ron, Calif., E 737

Pallone, Frank, Jr., N.J., E 740
Pelosi, Nancy, Calif., E 747
Quinn, Jack, N.Y., E 744
Rahall, Nick J., W. Va., E 742
Reed, Jack, R.I., E 745
Richardson, Bill, N. Mex., E 746
Romero-Barcelo, Carlos A., Puerto Rico, E 745
Rush, Bobby L., III., E 747
Torres, Esteban Edward, Calif., E 746
Traficant, James A., Ohio, E 745
Ward, Mike, Ky., E 739
Young, Don, Alaska, E 741