

San Diego: the general manager of the Glen Abbey Memorial Park; the regional president, western regional president of Service Corporation International, Richard Sells; and to Colonel Jesse Ugade, Brigadier General Robert Cardenas, Captain Tom Splitgerber, and David Brown, co-publisher and editor of the Veterans Journal of San Diego County, because they have devoted enormous hours in an attempt to find a solution for San Diego's veterans.

My bill would authorize the establishment of this satellite cemetery pilot project. It is not the ideal solution, but we have to wait for two decades to get that ideal solution for families who have served our Nation. With our limited Federal budget, families can in fact be helped by an innovative and creative effort to meet our national needs.

The Veterans Administration had a negative reaction when this first was broached to them. Any bureaucracy, it seems, does not look at innovative ideas with a very encouraging light.

□ 1630

So I hope to get a bill passed by Congress which would direct the VA to do this. Certainly providing a final resting place for our brave veterans must be one of our top priorities. I hope my colleagues will support this bill to see how it works in San Diego because it might be useful in their own communities also.

#### BEWARE DOLLAR WEAKNESS

The SPEAKER pro tempore (Mr. SCHROCK). Under a previous order of the House, the gentleman from Texas (Mr. PAUL) is recognized for 5 minutes.

Mr. PAUL. Mr. Speaker, I have for several years come to the House floor to express my concern for the value of the dollar. It has been, and is, my concern that we in the Congress have not met our responsibility in this regard. The constitutional mandate for Congress should only permit silver and gold to be used as legal tender and has been ignored for decades and has caused much economic pain for many innocent Americans. Instead of maintaining a sound dollar, Congress has by both default and deliberate action promoted a policy that systematically depreciates the dollar. The financial markets are keenly aware of the minute-by-minute fluctuations of all the fiat currencies and look to these swings in value for an investment advantage. This type of anticipation and speculation does not exist in a sound monetary system. But Congress should be interested in the dollar fluctuation not as an investment but because of our responsibility for maintaining a sound and stable currency, a requirement for sustained economic growth.

The consensus now is that the dollar is weakening and the hope is that the drop in its value will be neither too much nor occur too quickly; but no

matter what the spin is, a depreciating currency, one that is losing its value against goods, services, other currencies and gold, cannot be beneficial and may well be dangerous. A sharply dropping dollar, especially since it is the reserve currency of the world, can play havoc with the entire world economy.

Gold is history's oldest and most stable currency. Central bankers and politicians hate gold because it restrains spending and denies them the power to create money and credit out of thin air. Those who promote big government, whether to wage war and promote foreign expansionism or to finance the welfare state here at home, cherish this power.

History and economic law are on the side of the gold. Paper money always fails. Unfortunately, though, this occurs only after many innocent people have suffered the consequences of the fraud that paper money represents. Monetary inflation is a hidden tax levied more on the poor and those on fixed incomes than the wealthy, the bankers, or the corporations.

In the past 2 years, gold has been the strongest currency throughout the world in spite of persistent central banks selling designed to suppress the gold price in hopes of hiding the evil caused by the inflationary policies that all central bankers follow. This type of depreciation only works for short periods; economic law always rules over the astounding power and influence of central bankers.

That is what is starting to happen, and trust in the dollar is being lost. The value of the dollar this year is down 18 percent compared to gold. This drop in value should not be ignored by Congress. We should never have permitted this policy that was deliberately designed to undermine the value of the currency.

There are a lot of reasons the market is pushing down the value of the dollar at this time. But only one is foremost. Current world economic and political conditions lead to less trust in the dollar's value. Economic strength here at home is questionable and causes concerns. Our huge foreign debt is more than \$2 trillion, and our current account deficit is now 4 percent of GDP and growing. Financing this debt requires borrowing \$1.3 billion per day from overseas. But these problems are ancillary to the real reason that the dollar must go down in value. For nearly 7 years the U.S. has had the privilege of creating unlimited amounts of dollars with foreigners only too eager to accept them to satisfy our ravenous appetite for consumer items. The markets have yet to discount most of this monetary inflation. But they are doing so now; and for us to ignore what is happening, we do so at the Nation's peril. Price inflation and much higher interest rates are around the corner.

Misplaced confidence in a currency can lead money managers and investors astray, but eventually the piper

must be paid. Last year's record interest rate drop by the Federal Reserve was like pouring gasoline on a fire. Now the policy of the past decade is being recognized as being weak for the dollar; and trust and confidence in it is justifiably being questioned.

Trust in paper is difficult to measure and anticipate, but long-term value in gold is dependable and more reliably assessed. Printing money and creating artificial credit may temporarily lower interest rates, but it also causes the distortions of malinvestment, overcapacity, excessive debt and speculation. These conditions cause instability, and market forces eventually overrule the intentions of the central bankers. That is when the apparent benefits of the easy money disappear, such as we dramatically have seen with the crash of the dot-coms and the Enrons and many other stocks.

It is back to reality. This is serious business, and the correction that must come to adjust for the Federal Reserve's mischief of the past 30 years has only begun. Congress must soon consider significant changes in our monetary system.

Congress must soon consider significant changes in our monetary system if we hope to preserve a system of sound growth and wealth preservation. Paper money managed by the Federal Reserve System cannot accomplish this. In fact, it does the opposite.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from the District of Columbia (Ms. NORTON) is recognized for 5 minutes.

(Ms. NORTON addressed the House. Her remarks will appear hereafter in the Extensions of Remarks.)

#### AMERICA SHOULD NOT INSTIGATE WAR AGAINST IRAQ

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Tennessee (Mr. DUNCAN) is recognized for 5 minutes.

Mr. DUNCAN. Mr. Speaker, ever since the Gulf War ended in 1991, the U.S. has been spending about \$4 million a day enforcing a no-flight zone in Iraq, \$4 million a day. This has been a tremendous waste of money and manpower.

I believe almost all Americans would have preferred that this 12 or \$13 billion that has been spent over these years would have been spent in almost any other good way. Most Americans have not even noticed that we have been dropping bombs and still shooting at missile sites all these years in Iraq. I remember reading a front page lengthy story about a group of Iraqi boys we accidentally killed there.

Now there are some people here in Washington who seem to be clamoring for us to go to war against Iraq. I represent a very patriotic pro-military district in Tennessee. My people will strongly support our troops if we go to