

some—we can't even have health policy unless we have environmental policy. We have to learn to think in a more integrated fashion.

This may be late at night, and you may think that's esoteric, but I'm telling you, I'm about through with my public service as an elected official. Most of my service as President is over, and I'm thinking about the things that will shape what our children have to live with for 30 or 40 years.

And the last thing I want to say is what the musical was about tonight is still the most important thing. We have to get to inculcate in our people both the pride in their own heritage, beliefs, and convictions and a fundamental respect, even a celebration, of people who are different from them. It is a great opportunity for the United States that we are the most diverse democracy in the world.

Now, as a factual matter, both Russia and India also have huge numbers of different ethnic groups, languages, and religions within their borders, but the difference is, largely those people live in geographically separate parts of the same country. Here, we're the most mixed up, if you will—I don't mean addlebrained—[laughter]—I mean intermixed—diverse democracy in all of human history.

And if there is one thing I have learned as President that I did not really know when I took office in the way I know it now, it is that when people fight and kill each other or

live in paralyzed isolation because of their ethnic, their racial, or their religious differences, they do not do it because of some dark content of human nature, some inevitable hard hand of history. They do it because they don't have leaders who stand up and say, this is the right thing to do; that is wrong to do; we must not live apart; it is wrong to kill and hurt and maim people.

So when you go home tonight, I hope you'll remember the play for the rest of your life, the musical. I hope you will always be proud you were here. But remember, there is a reason we're still hanging around after all these years: because we've still got the same values we started with, but we never let the dead hand of history keep us from making the changes necessary to make the American dream more real for more people in a more profound way in each new age and time.

And if we leave with that and we continue to fight for that and we remember the three specific things I said tonight, then 150 years from now a bunch of other people will be having a nice dinner celebrating the 300th birthday of the Democratic Committee. [Laughter]

Thank you, and God bless you.

NOTE: The President spoke at 9:41 p.m. at a private residence. In his remarks, he referred to dinner cohosts Arlene and Lauren Kogod and Clarice and Bob Smith.

## Message to the Congress Reporting on the National Emergency With Respect to Narcotics Traffickers Centered in Colombia

April 24, 1998

*To the Congress of the United States:*

I hereby report to the Congress on the developments since my last report concerning the national emergency with respect to significant narcotics traffickers centered in Colombia that was declared in Executive Order 12978 of October 21, 1995. This report is submitted pursuant to section 401(c) of the National Emergencies Act, 50 U.S.C. 1641(c), and section 204(c) of the International Emergency Economic Powers Act (IEEPA), 50 U.S.C. 1703(c).

1. On October 21, 1995, I signed Executive Order 12978, "Blocking Assets and Prohibiting

Transactions with Significant Narcotics Traffickers" (the "Order") (60 *Fed. Reg.* 54579, October 24, 1995). The Order blocks all property subject to U.S. jurisdiction in which there is any interest of four significant foreign narcotics traffickers, one of whom is now deceased, who were principals in the so-called Cali drug cartel centered in Colombia. These persons are listed in the annex to the Order. The Order also blocks the property and interests in property of foreign persons determined by the Secretary of the Treasury, in consultation with the Attorney General and the Secretary of State, (a) to

play a significant role in international narcotics trafficking centered in Colombia or (b) to materially assist in or provide financial or technological support for, or goods or services in support of, the narcotics trafficking activities of persons designated in or pursuant to the Order. In addition the Order blocks all property and interests in property subject to U.S. jurisdiction of persons determined by the Secretary of the Treasury, in consultation with the Attorney General and the Secretary of State, to be owned or controlled by, or to act for or on behalf of, persons designated in or pursuant to the Order (collectively "Specially Designated Narcotics Traffickers" or "SDNTs").

The Order further prohibits any transaction or dealing by a United States person or within the United States in property or interests in property of SDNTs, and any transaction that evades or avoids, has the purpose of evading or avoiding, or attempts to violate, the prohibitions contained in the Order.

Designations of foreign persons blocked pursuant to the Order are effective upon the date of determination by the Director of the Department of the Treasury's Office of Foreign Assets Control (OFAC) acting under authority delegated by the Secretary of the Treasury. Public notice of blocking is effective upon the date of filing with the *Federal Register*, or upon prior actual notice.

2. On October 24, 1995, the Department of the Treasury issued a notice containing 76 additional names of persons determined to meet the criteria set forth in Executive Order 12978 (60 *Fed. Reg.* 54582, October 24, 1995). Additional notices expanding and updating the list of SDNTs were published on November 29, 1995 (60 *Fed. Reg.* 61288), March 8, 1996 (61 *Fed. Reg.* 9523), and January 21, 1997 (62 *Fed. Reg.* 2903).

Effective February 28, 1997, OFAC issued the Narcotics Trafficking Sanctions Regulations ("NTSR" or the "Regulations"), 31 C.F.R. Part 536, to further implement my declaration of a national emergency and imposition of sanctions against significant foreign narcotics traffickers centered in Colombia (62 *Fed. Reg.* 9959, March 5, 1997).

On April 17, 1997 (62 *Fed. Reg.* 19500, April 22, 1997), July 30, 1997 (62 *Fed. Reg.* 41850, August 4, 1997), and September 9, 1997 (62 *Fed. Reg.* 48177, September 15, 1997), OFAC amended appendices A and B to 31

C.F.R. chapter V, revising information concerning individuals and entities who have been determined to play a significant role in international narcotics trafficking centered in Colombia or have been determined to be owned or controlled by, or to act for or on behalf of, or to be acting as fronts for the Cali cartel in Colombia. These actions are part of the ongoing interagency implementation of Executive Order 12978 of October 21, 1995. These changes to the previous SDNT list brought it to a total of 426 businesses and individuals with whom financial and business dealings are prohibited and whose assets are blocked under the Order.

3. OFAC has disseminated and routinely updated details of this program to the financial, securities, and international trade communities by both electronic and conventional media. In addition to bulletins to banking institutions via the Federal Reserve System and the Clearing House Interbank Payments System (CHIPS), individual notices were provided to all relevant State and Federal regulatory agencies, automated clearing houses, and State and independent banking associations across the country. OFAC contacted all major securities industry associations and regulators. It posted electronic notices on the Internet and over 10 computer bulletin boards and 2 fax-on-demand services, and provided the same material to the U.S. Embassy in Bogota for distribution to U.S. companies operating in Colombia.

4. As of March 25, 1998, OFAC had issued nine specific licenses pursuant to Executive Order 12978. These licenses were issued in accordance with established Treasury policy authorizing the completion of presanctions transactions and the provision of legal services to and payment of fees for representation of SDNTs in proceedings within the United States arising from the imposition of sanctions.

5. The narcotics trafficking sanctions have had a significant impact on the Cali drug cartel. Of the 133 business entities designated as SDNTs as of February 20, 1998, 41, or nearly a third, having a combined net worth estimated at more than \$45 million and a combined income of more than \$200 million, had been determined to have gone into liquidation. As a result of OFAC designations, 3 Colombian banks have closed about 300 SDNT accounts of nearly 100 designated individuals. One of the largest SDNT commercial entities, a discount drugstore with

an annual income exceeding \$136 million, has been reduced to operating on a cash basis. These specific results augment the less quantifiable but significant impact of denying the designated individuals and entities of the cartel access to U.S. financial and commercial facilities.

Various enforcement actions carried over from prior reporting periods are continuing and new reports of violations are being aggressively pursued. Two criminal investigations are ongoing. Since my last report, OFAC has collected its first civil monetary penalty for violations of IEEPA and the Regulations under the program. OFAC collected \$2,625 from a commercial agent for ocean-going oil tankers for violative funds transfers.

6. The expenses incurred by the Federal Government in the 6-month period from October 21, 1997, through April 20, 1998, that are directly attributable to the exercise of powers and authorities conferred by the declaration of the national emergency with respect to Significant Narcotics Traffickers are estimated at approximately \$620,000. Personnel costs were largely centered in the Department of the Treasury (particularly in the Office of Foreign Assets Control, the U.S. Customs Service, and the Office of the General Counsel), the Department of Justice, and the Department of State. These data do not reflect certain costs of operations by the intelligence and law enforcement communities.

7. Executive Order 12978 provides my Administration with a tool for combatting the actions of significant foreign narcotics traffickers centered in Colombia and the unparalleled violence, corruption, and harm that they cause in the United States and abroad. The Order is designed to deny these traffickers the benefit of any assets subject to the jurisdiction of the United States and to prevent United States persons from engaging in any commercial dealings with them, their front companies, and their agents. Executive Order 12978 demonstrates the United States commitment to end the damage that such traffickers wreak upon society in the United States and abroad.

The magnitude and the dimension of the problem in Colombia—perhaps the most pivotal country of all in terms of the world's cocaine trade—are extremely grave. I shall continue to exercise the powers at my disposal to apply economic sanctions against significant foreign narcotics traffickers and their violent and corrupting activities as long as these measures are appropriate, and will continue to report periodically to the Congress on significant developments pursuant to 50 U.S.C. 1703(c).

WILLIAM J. CLINTON

The White House,  
April 24, 1998.

NOTE: This letter was released by the Office of the Press Secretary on April 27.

## Remarks at a Reception Celebrating Israel's 50th Anniversary

*April 27, 1998*

Thank you very much. Mr. President, Rector, all the officials of Hebrew University; Mr. Vice President, members of the Cabinet, the administration; Members of the Congress. I'd like to especially thank Dr. Dunn, Dr. Nyang, Dr. Schorsch, and Richard Dreyfuss and Linda Lavin for their wonderful contributions to this day. To Ambassador and Mrs. Ben-Elissar, thank you for being here. To all of our former Ambassadors to the United States and other distinguished guests from Israel, and my fellow Americans.

I'd also like to ask that we give a special word of appreciation to the people who provided all that wonderful music which got us in the right frame of mind, Esta band. [*Applause*] Thank you very much. If you could hang around here for a month or two, I think we might get some things done; you'd keep us all in a very positive frame of mind.

I am very honored to receive this degree from Hebrew University of Jerusalem, honored because its founders include Chaim Weizmann,