

Jim Nicholson will build on Tony Principi's achievements in continuing to modernize the VA, especially the VA health care system. Jim has the judgment and the character and the management expertise to do this job well.

I thank him for agreeing to serve. I also thank Suzanne and other members of their family. I want to thank their son Nick and his wife, Charlotte; daughter, Katie, and son-in-law, Bo. I hope the Senate will confirm Jim Nicholson very soon. I look forward to welcoming him to my Cabinet.

Congratulations.

[At this point, Secretary-designate Nicholson made brief remarks.]

The President. Good job, Jim. Thank you. Congratulations.

NOTE: The President spoke at 9:47 a.m. in the Roosevelt Room at the White House. The transcript released by the Office of the Press Secretary also included the remarks of Secretary-designate Nicholson.

Remarks Following a Meeting With Social Security Trustees and an Exchange With Reporters December 9, 2004

The President. It's been my honor to welcome the Social Security trustees here to the Oval Office. We had a good discussion about the problems that face the Social Security system, and there is a recognition among the experts that we have a problem. And the problem is America is getting older and that there are fewer people to pay into the system to support a baby boomer generation which is about to retire.

Therefore, the question is, does this country have the will to address the problem? I think it must. I think we have a responsibility to solve problems before they become acute. And therefore, I want to thank the trustees for their understanding and their work. I want to thank them for their recognition that this country must deal with this issue now. I look forward to working with the Members of Congress to do just that.

I had a meeting earlier on this week with Members of the United States House and Senate to discuss the importance of the Social Security issue. I fully recognize it's going to require a bipartisan effort to

address this issue. I have articulated principles in the course of my campaign that I think are important. And it's very important for our—those who have retired to recognize that nothing is going to change when it comes to Social Security. And it's very important for those who are near retirement to understand nothing will change.

But for the sake of our younger workers, for the sake of younger Americans, we must be willing to address this problem. And I think it's vital to consider allowing younger workers, on a voluntary basis, to set aside some of their own payroll tax in personal accounts as part of a comprehensive solution to dealing with the Social Security issue.

So I want to thank the trustees for their hard work. I want to thank you for your understanding of the issue. And I appreciate your willingness to go out and help explain to the American people that the time is now, the time is ready for us to solve this problem.

I'll answer two questions. Scott [Scott Lindlaw, Associated Press].

Equipment for U.S. Troops

Q. Thanks, Mr. President. Secretary Rumsfeld heard some complaints from soldiers yesterday who said, among other things, they've got inadequate armor as they head into Iraq. Do you know how widespread this problem is, and what are we doing about it?

The President. First, I appreciate the fact that the Secretary went and visited our troops and took questions from the troops. I had the honor of visiting with our troops at Camp Pendleton on Tuesday. It's such an uplifting experience to be able to speak directly to the troops. And I had the honor of meeting with the families of the fallen as well.

The concerns expressed are being addressed, and that is we expect our troops to have the best possible equipment. And if I were a soldier overseas wanting to defend my country, I'd want to ask the Secretary of Defense the same question, and that is, "Are we getting the best we can get us?" And they deserve the best. And I have told many families I met with, "We're doing everything we possibly can to protect your loved ones in a mission which is vital and important." And that mission is to spread freedom and peace. And I want to thank all the troops who will be spending their Christmas season overseas, away from their families, for their sacrifice, and I want to thank the families once again for the sacrifices they have made as well.

Steve [Steve Holland, Reuters].

Social Security Reform

Q. The transition to personal accounts may cost \$2 trillion. Can the country afford to borrow that much?

The President. I think what's really important in the discussions is to understand

the size of the problem. And that is we are faced with a present value of unfunded liabilities of about \$11 trillion. What's important, Steve, is, before we begin any discussion, is to understand the scope of the problem. And that's why these trustees are vital in helping educate the American people and Congress as to the size of the problem. And I will not prejudge any solution. I think it's very important for the first step to be a common understanding of the size of the problem and then for Members of both parties, in both bodies, to come together, to come and listen to the options available.

We have got a member of what was called the Moynihan Commission with us. They studied this problem in detail. They made some suggestions about how to move forward in solving the problem. Much of my thinking has been colored by the work of the late Senator Moynihan and the other members of the Commission who took a lot of time to take a look at this problem and who came up with some creative suggestions.

And so I look forward to working with Congress to address this issue in a straightforward manner.

Thank you all.

Payroll Taxes

Q. Are you against any withholding tax increase to pay for the transition, sir? Are you against—

The President. We will not raise payroll taxes to solve this problem.

NOTE: The President spoke at 10:28 a.m. in the Oval Office at the White House. In his remarks, he referred to the President's Commission to Strengthen Social Security.

Remarks on Lighting the Hanukkah Menorah *December 9, 2004*

Welcome, everybody, to the White House. Hanukkah is a festive holiday that celebrates a great victory for freedom. We remember the liberation of Jerusalem and a miracle witnessed in the holy temple 2,000 years ago. For 8 days the oil burned, and the light of freedom still burns in Jewish homes and synagogues everywhere.

We are honored to celebrate the miracle of Hanukkah in the White House this evening. We have a beautiful menorah from the Boca Raton Synagogue in Boca Raton, Florida. Laura and I are grateful to have it here, and we thank Rabbi Kenneth Brander for making that possible.

I also thank the gentlemen from Kol Zimra, who will help us say the blessings over the candles and bless all of us with their music. Welcome.

The Talmud teaches that the menorah lights should perform no function other than to proclaim the miracle of a just and loving God. Every generation since Judah

Maccabee has looked on these candles and recalled the sacrifices that are made for freedom. And in every generation, these lights have warmed the hearts of those not yet free.

Today, many Americans are sacrificing to bring freedom and hope to the oppressed. In this holiday season, we pray for the safety of our troops, for the success of the mission, and for their speedy return home.

And tonight we have asked the three eldest children of one of our Jewish chaplains, Army Chaplain Shmuel Felzenberg, now on duty in Iraq, to do the honors of lighting the menorah. Will Menachem, Chaim, and Miriam Felzenberg are here to light the candles.

Thank you.

NOTE: The President spoke at 4:30 p.m. in the Bookseller's Area in the East Wing at the White House.

Remarks on the Nomination of Samuel W. Bodman To Be Secretary of Energy *December 10, 2004*

The President. Thank you. Good morning. Today I am announcing my nomination of Sam Bodman as Secretary of Energy. I am pleased to welcome Sam's wife, Diane, and all his family members—I emphasize "all"—for coming today. Welcome to the White House.

Sam Bodman is an experienced executive who has served in my administration as Deputy Secretary of Commerce and Deputy Secretary of the Treasury. During his varied and distinguished career in the private sector, Sam has been a professor at MIT, president of an investment firm, the

chairman and CEO of an industrial company with operations worldwide. In academics, in business, and in government, Sam Bodman has shown himself to be a problemsolver who knows how to set goals, and he knows how to reach them. He will bring to the Department of Energy a great talent for management and the precise thinking of an engineer. I thank him for agreeing to serve once again.

The Department of Energy has responsibilities that directly affect all Americans, from the security of nuclear facilities to reducing the risk of nuclear proliferation