

ship by the Federal Government or some other entity; defense and non-defense capital; physical capital and intangible or human capital; distinctions among investments in and for current, future, and retired workers; distinctions between capital to increase productivity and capital to enhance the quality of life; and existing definitions of capital for budgeting;

- (c) The role of depreciation in capital budgeting, and the concept and measurement of depreciation for purposes of a Federal capital budget; and
- (d) The effect of a Federal capital budget on budgetary choices between capital and noncapital means of achieving public objectives; implications for macroeconomic stability; and potential mechanisms for budgetary discipline.

Sec. 3. Report. The Commission shall adopt its report through majority vote of its full membership. The Commission shall report to the National Economic Council by March 15, 1998, or within 1 year from its first meeting.

Sec 4. Administration. (a) Members of the Commission shall serve without compensation for their work on the Commission. While engaged in the work of the Commission, members appointed from among private citizens of the United States may be allowed travel expenses, including per diem in lieu of subsistence, as authorized by law for persons serving intermittently in the Government service (5 U.S.C. 5701–5707).

(b) The Department of the Treasury shall provide the Commission with funding and administrative support. The Commission may have a paid staff, including detailees from Federal agencies. The Secretary of the Treasury shall perform the functions of the President under the Federal Advisory Committee Act, as amended (5 U.S.C. App.), except that of reporting to the Congress, in accordance with the guidelines and procedures established by the Administrator of General Services.

Sec. 5. General Provisions. The Commission shall terminate 30 days after submitting its report.

William J. Clinton

The White House,
March 3, 1997.

[Filed with the Office of the Federal Register, 8:45 a.m., March 5, 1997]

NOTE: This Executive order was released by the Office of the Press Secretary on March 4, and it was published in the *Federal Register* on March 6.

Remarks Announcing the Prohibition on Federal Funding for Cloning of Human Beings and an Exchange With Reporters

March 4, 1997

The President. Good morning. I'm glad to be joined this morning by the Vice President, Secretary Shalala, Dr. Harold Varmus, the head of NIH; Dr. Harold Shapiro, the president of Princeton and the Chairman of our Bioethics Advisory Commission; and Dr. Jack Gibbons, the President's Adviser on Science and Technology, all of whom know a lot about and care a lot about this issue we are discussing today.

The recent breakthrough in animal cloning is one that could yield enormous benefits, enabling us to reproduce the most productive strains of crop and livestock, holding out the promise of revolutionary new medical treatments and cures, helping to unlock the greatest secrets of the genetic code. But like the splitting of the atom, this is a discovery that carries burdens as well as benefits.

Science often moves faster than our ability to understand its implications. That is why we have a responsibility to move with caution and care to harness the powerful forces of science and technology so that we can reap the benefit while minimizing the potential danger.

This new discovery raises the troubling prospect that it might someday be possible to clone human beings from our own genetic

material. There is much about cloning that we still do not know. But this much we do know: Any discovery that touches upon human creation is not simply a matter of scientific inquiry; it is a matter of morality and spirituality as well.

My own view is that human cloning would have to raise deep concerns, given our most cherished concepts of faith and humanity. Each human life is unique, born of a miracle that reaches beyond laboratory science. I believe we must respect this profound gift and resist the temptation to replicate ourselves.

At the very least, however, we should all agree that we need a better understanding of the scope and implications of this most recent breakthrough. Last week, I asked our National Bioethics Advisory Commission, headed by President Harold Shapiro of Princeton, to conduct a thorough review of the legal and the ethical issues raised by this new cloning discovery and to recommend possible actions to prevent its abuse, reporting back to me by the end of May.

In the meantime, I am taking further steps to prevent human cloning. The Federal Government currently restricts the use of Federal funds for research involving human embryos. After reviewing these restrictions, our administration believes that there are loopholes that could allow the cloning of human beings if the technology were developed. Therefore, today I am issuing a directive that bans the use of any Federal funds for any cloning of human beings.

Effective immediately, no Federal agency may support, fund, or undertake such activity. Of course, a great deal of research and activity in this area is supported by private funds. That is why I am urging the entire scientific and medical community, every foundation, every university, every industry that supports work in this area to heed the Federal Government's example. I'm asking for a voluntary moratorium on the cloning of human beings until our Bioethics Advisory Commission and our entire Nation have had a real chance to understand and debate the profound ethical implications of the latest advances.

As we gain a fuller understanding of this technology, we must proceed not just with caution but also with a conscience. By insist-

ing that not a single taxpayer dollar supports human cloning, and by urging a moratorium on all private research in this area, we can ensure that as we move forward on this issue, we weigh the concerns of faith and family and philosophy and values, not merely of science alone. Thank you very much.

1996 Campaign Financing

Q. Mr. President, how do you think the Vice President did in his rebuttal yesterday, and do you agree with him that you two are in a separate category in terms of fundraising from Federal property?

The President. Well, I agree with—number one, I thought he did very well, and I agree with the statement he made, and I agree that what he did was legal. But I also agree with the decision that he made.

I would remind you that we knew that he had a very stiff challenge. We were fighting a battle not simply for our reelection but over the entire direction of the country for years to come and the most historic philosophical battle we've had in America in quite a long time over the direction of the budget, over our commitment to education, over whether we would dismantle large chunks of our environmental regulations and our public health regulations. It was a significant thing for America, and we knew that we were going to be outspent and outraised, but we knew we had to do everything we could to at least be competitive enough to get our message out.

In fact, that is what happened. We were outspent and outraised by more than \$200 million, but thanks to the Vice President's efforts and those of thousands of others and a million small donors, we were able to get our message out.

Q. But did you overdo it in a sense that now you're regretting, obviously—you must be—all the things that have happened since then?

The President. The only thing I regret—and I regret this very much as I have said—is that a decision was made, which I did not approve of or know about, to stop the rigorous review of checks coming in to the Democratic Committee so that some funds were accepted which should not have been accepted. I regret that very much. And I have said

that I feel—as the titular head of the Democratic Party, I feel responsible for that. I think all of us in the line of command are. And I was very proud of Governor Romer and Mr. Grossman and the entire Democratic Committee. When they made a full accounting, they went over all the checks, they did something as far as I know no party has done in modern history, and they gave back money that was not only clearly illegal but that was questionable, and they're going on. I regret that very much, because that never should have happened in the first place.

For the rest, I think the Vice President said he thought that some changes were in order, but I don't regret the fact that we worked like crazy to raise enough money to keep from being rolled over by the biggest juggernaut this country had seen in a very long time. And I think it would have been a very bad thing for the American people if that budget had passed, if their plans to dramatically dismantle the environmental protections and the public health protections the country had passed, and I am glad we stood up to it. I'm glad we fought the battles of '95 and '96, and I'm glad it came out the way it did. And we had to be aggressive and strong within the law, and I'm very proud of what the Vice President did.

Q. Don't you think it puts the Vice President in a vulnerable——

Human Cloning

Q. Mr. President, what is the extent of your order today? How much funds—do you know how much funds were being spent toward this human cloning, if any?

The President. We attempted previously to have a ban on this, going back to '94, I believe. The nature of the new discovery raised the prospect that the technology was not covered specifically by the nature of the ban. So as far as I know, nothing is going on in Government-funded research. I just want to make sure that we keep it that way, because our research dollars are spread all across the country in different institutions.

With regard to the private sector, let me say that our staff here in the White House has been in touch with a number of people in the biotech industry, and they seem to be glad that we called and anxious to participate

in a moratorium until we think through the implications of this.

I mean, I imagine a lot of you, not as journalists but in your own private homes, have sat around talking about this discovery in the last few days. I know we have in our home. And I just think that we need the best minds that we can bring to bear and the distinguished people on the bioethics advisory committee to think through this, tell us about what we may be missing about if there's anything positive that could come from this, and also think through the other implications.

How can we get the benefits of our deep desire to find any possible cure for any malady that's out there without raising the kind of ethical implications that, in effect, we're in the business where people are trying to play God or to replicate themselves.

1996 Campaign Financing

Q. Mr. President, Democrats and Republicans are bogged down in Congress over whether to conduct hearings on the fundraising issue. Do you want to see that happen, and would you so tell your Democrats, your fellow Democrats up on the Hill?

The President. My understanding is that the Democrats have no objection whatever to the hearings. They just believe that they ought not to go on forever and that they don't need to—they're disputing whether \$6½ million needs to be spent. That's something that they need to work out among themselves.

I certainly have no objection to hearings. I've always assumed that they would occur, but I think that the American people are entitled to know that some prudence will be exercised in how much money is spent, because there's a lot of other things out there to be done, and we have the public's business to get on with as well—a lot of other issues that need to be dealt with. And what I'm hoping that we can do is to just reconcile how this is going to be dealt with and maybe spend some of that money to properly fund the Federal Election Commission so they can do the kind of audits they're supposed to do and do the job that they actually have the power to do on the books right now and get on with the big business, get on with balancing the budget, get on with passing the

education program, get on with doing the other things that are out there for us to do. And so I'm going to do everything I can to facilitate that.

But it is a decision for the Senate and for the House—in the House—to decide how these hearings will proceed and how they will be funded. But I don't think anybody objects to having hearings. We want them to be fair. We want them to be bipartisan. We want them to be balanced. And as I understand it, the big fight in the Senate is, will there be a date certain for ending, and will there be a limit to how much is spent?

And let me say this: Whatever the hearings produce, in the end, the only real question is, will they produce campaign finance reform? Whatever they produce, will they produce campaign finance reform? I still believe that the only way for the Congress to really deal with this and any questions from the past is to change the system. And we have the McCain-Feingold bill out there. It's a good vehicle. I have endorsed it. I would happily sign it the way it is, but they may want to debate that in some way or another. But the main thing that I want to say again is that there is no excuse for not voting on and passing a good bipartisan campaign finance reform bill this year. There is no excuse. That is the main issue.

Thank you.

NOTE: The President spoke at 9:25 a.m. in the Oval Office at the White House.

Memorandum on the Prohibition on Federal Funding for Cloning of Human Beings

March 4, 1997

Memorandum for the Heads of Executive Departments and Agencies

Subject: Prohibition on Federal Funding for Cloning of Human Beings

Recent accounts of advances in cloning technology, including the first successful cloning of an adult sheep, raise important questions. They potentially represent enormous scientific breakthroughs that could offer benefits in such areas as medicine and agriculture. But the new technology also

raises profound ethical issues, particularly with respect to its possible use to clone humans. That is why last week I asked our National Bioethics Advisory Commission to thoroughly review the legal and ethical issues associated with the use of this technology and report back to me in 90 days.

Federal funds should not be used for cloning of human beings. The current restrictions on the use of Federal funds for research involving human embryos do not fully assure this result. In December 1994, I directed the National Institutes of Health not to fund the creation of human embryos for research purposes. The Congress extended this prohibition in FY 1996 and FY 1997 appropriations bills, barring the Department of Health and Human Services from supporting certain human embryo research. However, these restrictions do not explicitly cover human embryos created for implantation and do not cover all Federal agencies. I want to make it absolutely clear that no Federal funds will be used for human cloning. Therefore, I hereby direct that no Federal funds shall be allocated for cloning of human beings.

William J. Clinton

Remarks on Surveying Tornado Damage in Arkadelphia, Arkansas, and an Exchange With Reporters

March 4, 1997

The President. Ladies and gentlemen, first let me say that I very much appreciate the work that has been done here. I know this has been a very difficult thing, but I have been so impressed by the local officials, the volunteers, the police and fire personnel, the Army Reserve, the other military people. You've got a lot to be proud of.

I want to thank Governor Huckabee—and I see Mrs. Huckabee over there in a Red Cross jacket—for what they have done, and Congressman Jay Dickey, who came down with me today. I want to thank all the Arkansans who are part of our operation. In addition to James Lee Witt, I know that Mack McLarty and Bruce Lindsey and Craig Smith came down with me today. And we have a lot of people here representing our various agencies. Rodney Slater has been here since