

We will invest in more precision weapons, in missile defenses, in unmanned vehicles, in high-tech equipment for soldiers on the ground. The tools of modern warfare are effective. They are expensive. But in order to win this war against terror, they are essential. Buying these tools may put a strain on the budget, but we will not cut corners when it comes to the defense of our great land.

Another priority is to protect our people from future terrorist attacks. And so the second priority in my budget will be a major new increase in spending for homeland security. The Federal Government has already acted quickly to increase the number of sky marshals, to support the largest criminal investigation in U.S. history, to acquire antibiotics for large-scale treatment of anthrax, to deploy hundreds of Coast Guard cutters and aircraft and small boats to patrol ports, and to station 8,000 National Guardsmen in the Nation's airports.

All this came in response to a sudden emergency. Now we must undertake a sustained strategy for homeland defense. In our next budget, we move forward to complete the hiring of 30,000 new Federal airport security workers. We will hire an additional 300 FBI agents to help fight the war on terror. We'll purchase new equipment to improve the safety of the mail and protect the men and women who deliver our mail. We'll begin a major program of research to combat the threat of bioterrorism. We'll modernize public health labs throughout the country, improving their capacity to detect and treat outbreaks of disease. We will ensure that State and local firemen and police and rescue workers are prepared for terrorism, and we will do more to secure our borders.

The American people are on watch against future attacks, and so will their Government. The truth of the matter is, though, in order to fully secure America and our allies, those of us who love and defend freedom, in order to make sure we're safe in the long run, we must find the terrorists wherever they think they can hide and, as I like to say, get them.

Another priority of the budget is to fight the recession and work on the economic security of our people. You know, our country is united when it comes to fighting the war. We need to be united when it comes to bat-

tlung recession, as well. It's time to set aside all the politics, all the posturing, and figure out how to take care of workers whose lives were affected because of the attacks on 9/11.

But as we do so, always remember that people may want an unemployment check to help them through tough times, but what they really want is a permanent paycheck. And therefore, jobs ought to be the central core of any economic development plan that we can run out of the United States Congress.

So when I submit my budget to the United States Congress, these will be my priorities. We've made our choices to match the great challenges and opportunities of our time. Our great challenge is to protect the American people. Our great opportunity is to advance the cause of justice and human dignity and freedom all across the world. In this cause, our military is showing the world America at its best.

And so, on behalf of an entire nation, I want to say thanks to the men and women who wear our uniform, and thanks to the Reserve Officers Association for your sacrifices and your support of our great land.

Thank you for having me, and may God bless.

NOTE: The President spoke at 1:23 p.m. in the Ballroom at the Washington Hilton. In his remarks, he referred to Col. Charles L. "Chip" Holsworth, USAFR, national president, Reserve Officers Association; Gen. John P. Jumper, USAF, chief of staff, U.S. Air Force; and David S.C. Chu, Under Secretary of Defense for Personnel and Readiness.

Remarks on Signing the Victims of Terrorism Tax Relief Act of 2001

January 23, 2002

Thanks for coming. Please be seated. Thank you all very much. We've come together today to remember and recognize victims of terrorism and to sign a piece of legislation that will provide a tangible measure of support for their families.

The Victims of Terrorism Tax Relief Act will provide some tax relief to families of those killed in the attacks on September the

11th, the anthrax attacks after September the 11th, and the Oklahoma City bombing. This is a small gesture, compared to the overwhelming generosity of the American people in times of tragedy. Yet this will help to extend that generosity because it exempts payments from charities to victims' families from Federal taxes. This legislation is a bipartisan symbol of the Federal Government's concern for families who suffered such great loss.

I want to thank the Members of Congress who are here. I particularly want to thank those who worked on the bill: Senator Torricelli of New Jersey; Senators Schumer and Clinton of New York—and by the way, welcome back to the White House—Senator Nickles of Oklahoma; Senators Allen and Warner of Virginia; Senator Baucus of Montana; Congressman Rangel of New York; Congressman Fossella of New York; Congressman Thomas of California, who couldn't be here; and all the other Members, both Republicans and Democrats. Welcome back to town, and welcome to the White House.

We're joined today by families who have lost loved ones in the great acts of evil. As you draw on faith and personal strength to cope with your grief, I hope you'll also find comfort in the knowledge that your Nation stands with you and prays for you. We mourn those whom we've lost, and we face the future together.

In times like these, we realize both the purpose and the limitations of Government. The Government cannot take away your pain and sorrow, but it can bring the killers to justice. It can devote its energy and resources to try to prevent other families from experiencing what you're going through and can help remove some of the financial obligations it imposes to ease your burdens.

The Oklahoma City bombing was a terrible crime, and justice was done. And I can assure each of you that justice will be done to all those who are responsible for the evil acts of September the 11th.

We've already driven the Taliban from power in Afghanistan, and we're helping a new government take its place. We've infiltrated Al Qaida caves. We destroyed their

camp. We will continue to destroy their bunkers and their hideaways. We've put them on the run, and we'll hunt them down, wherever they try to hide, and bring them to justice.

As we wage the war on terrorism abroad, we will also comfort families deeply hurt by terrorism here at home. The Members of the United States Congress who came together to pass this bill I'll sign today had one goal in mind: to help ease your financial burdens as you struggle to cope with the loss of your loved ones.

Many families lost their primary wage earners in the attack on the Murrah Federal Building, in the attacks of September the 11th, and in the anthrax attacks after September the 11th. This financial strain deepens the emotional and psychological impact of the initial tragedies. The legislation passed by Congress will relieve the tax burden on families who have lost loved ones. Under this law, the Federal Government will collect no income taxes on wages earned by terrorism victims in the year of their death or in the preceding year.

Families of victims killed in the Oklahoma City bombing will receive a tax refund on behalf of their relatives. Some death benefits paid by employers will be exempt from Federal taxation. Lower State tax rates will apply to victims of terrorist attacks, as well as to members of the armed services who have been killed in combat zones. And to help insure that families receive as much relief as possible from charitable organizations, payments from charitable organizations to victims' families will be exempt from Federal taxation.

The Victims of Terrorism Tax Relief Act is an important example of our national unity and resolve, and it's my honor to sign it today. God bless.

NOTE: The President spoke at 3:18 p.m. in the East Room at the White House. H.R. 2884, approved January 23, was assigned Public Law No. 107-134.

Notice—Continuation of the National Emergency With Respect to Terrorists Who Threaten To Disrupt the Middle East Peace Process

January 18, 2002

On January 23, 1995, by Executive Order 12947, the President declared a national emergency pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701–1706) to deal with the unusual and extraordinary threat to the national security, foreign policy, and economy of the United States posed by grave acts of violence committed by foreign terrorists who threaten to disrupt the Middle East peace process. On August 20, 1998, by Executive Order 13099, the President identified four additional persons, including Usama bin Laden, who threaten to disrupt the Middle East peace process.

Because these terrorist activities continue to threaten the Middle East peace process and continue to pose an unusual and extraordinary threat to the national security, foreign policy, and economy of the United States, the national emergency declared on January 23, 1995, as expanded on August 20, 1998, and the measures adopted on those dates to deal with that emergency, must continue in effect beyond January 23, 2002. Therefore, in accordance with section 202(d) of the National Emergencies Act (50 U.S.C. 1622(d)), I am continuing for 1 year the national emergency with respect to foreign terrorists who threaten to disrupt the Middle East peace process.

This notice shall be published in the *Federal Register* and transmitted to the Congress.

George W. Bush

The White House,
January 18, 2002.

[Filed with the Office of the Federal Register, 10:57 a.m., January 18, 2001]

NOTE: This notice was released by the Office of the Press Secretary on January 24, and it was published in the *Federal Register* on January 22.

Letter to Congressional Leaders on Continuation of the National Emergency With Respect to Terrorists Who Threaten To Disrupt the Middle East Peace Process

January 18, 2002

Dear Mr. Speaker: (Dear Mr. President:)

Section 202(d) of the National Emergencies Act (50 U.S.C. 1622(d)) provides for the automatic termination of a national emergency unless, prior to the anniversary date of its declaration, the President publishes in the *Federal Register* and transmits to the Congress a notice stating that the emergency is to continue in effect beyond the anniversary date. In accordance with this provision, I have sent the enclosed notice, stating that the emergency declared with respect to foreign terrorists who threaten to disrupt the Middle East peace process is to continue in effect beyond January 23, 2002, to the *Federal Register* for publication. The most recent notice continuing this emergency was published in the *Federal Register* on January 22, 2001 (66 Fed. Reg. 7371).

The crisis with respect to the grave acts of violence committed by foreign terrorists that disrupt the Middle East peace process that led to the declaration of a national emergency on January 23, 1995, as expanded on August 20, 1998, has not been resolved. Terrorist groups continue to engage in activities that have the purpose or effect of threatening the Middle East peace process, and that are hostile to United States interests in the region. Such actions constitute an unusual and extraordinary threat to the national security, foreign policy, and economy of the United States. For these reasons, I have determined that it is necessary to continue the national emergency declared with respect to foreign terrorists who threaten to disrupt the Middle East peace process and maintain in force the economic sanctions against them to respond to this threat.

Sincerely,

George W. Bush

NOTE: Identical letters were sent to J. Dennis Hastert, Speaker of the House of Representatives, and Richard B. Cheney, President of the Senate.