

While U.S. trade with Macau is relatively small, 40% of Macau's exports go to the U.S. Furthermore, 80% of Macau's total exports consist of textiles, and the transshipment of textiles produced elsewhere through Macau has long been a major concern. The violations of Intellectual property rights is very legitimately a major and continuing concern for the U.S. There has been marked improvement in recent months in the legislative framework for combating piracy of intellectual property, including adoption of a new copyright law. However, although millions of Patacas in fines have been levied, there have been no criminal convictions of intellectual property pirates. Macau was placed on the USTR's Priority Watch List for IPR in April 1998 as a result of widespread piracy, particularly of videos and optical disks. Certainly, corruption plays a role in contributing to the transshipment and piracy problems. Macau's laws on trade also lack effective enforcement mechanisms in the areas of money laundering and export control. The new Chief Executive has pledged to work closely with the U.S. on trying to deal with these issues. The problem of money laundering, through Macau's casinos and banks, particularly by organized crime gangs, but also on behalf on North Korea is a continuing problem.

The nature and extent of North Korean activity in Macao is emerging as a concern. Weekly flights from Pyongyang support significant activity. Press reports suggest that North Korea takes advantage of weak banking laws to launder money and facilitate the sale of ballistic missiles and their components. Recent evidence suggests that Pyongyang also has used Macao to launder counterfeit U.S. \$100 bills. It also has been reported that banks in Macao serve as a repository for the proceeds of North Korea's growing trade in meth-amphetamines and other illegal drugs.

The Hong Kong Policy Act provides a legislative basis to continue to treat Hong Kong as a separate entity from China. However, although a similar Macau Policy Act was introduced in the 106th Congress, it was not enacted into legislation. This has created considerable uncertainty as to how Macau is to be treated in regard to such matters as export controls and the sale of certain items such as riot control equipment that are prohibited from shipment to China. It has also terminated availability of U.S. trade promotion programs including those of the Trade and Development Agency (TDA) and the Overseas Private Investment Corporation (OPIC) in Macau. This uncertainty in turn has created serious concerns in Macau about U.S. interest for the territory.

#### CONCLUSION

The picture of Hong Kong two and a half years after reversion to Chinese sovereignty is largely positive. It remains a bastion of free-market capitalism, as shown by its ranking as the world's freest economy in the recent Heritage/Wall Street journal report. After two difficult years economically, Hong Kong seems well on the road to economic recovery. It continues to formulate an independent economic policy and maintain its own membership in international economic organizations. People's Republic of China companies are subject to the same laws and prudential supervision as all other companies. Hong Kong's excellent system of export controls remains intact, although continued vigilance to potential violations or loopholes is required. Trade related issues, particularly Intellectual Property Rights piracy and money laundering, also require continued close attention.

Hong Kong's political system continues to evolve. The Hong Kong media remains free and continues to comment critically on the

PRC, although concerns about self-censorship and the proposal for a "privacy council" watchdog over the press bear continued scrutiny. Demonstrations continue to be held. There is vigorous public debate on the issues of democracy and the law. The legislature and free press have used their roles to increase government accountability and transparency.

However, the controversy over the "right of abode" case has cast a pall over the issue of Hong Kong's future judicial autonomy and the rule of law. This is a fundamental issue that business and the international community will be watching closely. If the Standing Committee of the National People's Congress continues to intervene in decisions primarily affecting Hong Kong, confidence in Hong Kong's future could be seriously undermined. Willingness by the Hong Kong Government to speed up the pace of democratization of elections for Chief Executive, Legco, and local government could help ease some of the fears that the "right of abode" case has raised.

### OSCAR ZEPEDA WINS NATIONAL ASSOCIATION FOR BILINGUAL EDUCATION AWARD

#### HON. ED PASTOR

OF ARIZONA

IN THE HOUSE OF REPRESENTATIVES

*Tuesday, February 8, 2000*

Mr. PASTOR. Mr. Speaker, I rise before you today to proudly pay tribute to a fellow Arizonan—a little boy who lives in the Second Congressional District and who has proclaimed to the world his pride in being an American, an Arizonan, a Latino, and bilingual.

Oscar Zepeda, from Tucson, has recently won the 2000 Nationwide Writing Contest for Bilingual Students in the sixth to eighth grade category sponsored by the National Association for Bilingual Education. This is a tremendous accomplishment as he competed against thousands of young boys and girls who live in all parts of the United States, who are bilingual in various languages, and who have recognized the importance of being bilingual in the 21st Century.

Oscar will receive his award at the National Association for Bilingual Education's 29th Annual Conference to be held in San Antonio later this month. This is indeed a prestigious award in an acclaimed contest as the winner receives a \$5,000 scholarship, roundtrip airfare and accommodation for himself, a member of his family, and his bilingual teacher, and free registration to the Conference.

As all of us serving in Congress know, we sometimes have great and illustrious debates on the values and merits of bilingual education in our school systems. We all know that English is the language of economic opportunity within the United States, but sometimes we ignore the value of knowing and speaking another language. But, I wish all my colleagues would read Oscar's essay. Oscar is proud to be bilingual and he uses the simple arguments best expressed by a child to explain why we should cherish our differences and look to diversity as one of the strengths of our country.

Oscar enjoys living in a bilingual world, and in fact, he would have it no other way. He can learn from and cherish his Latino side by celebrating the courage of Cesar Chavez and watching Tlemundo and Univision while also

appreciating and developing his "American side," as he puts it, by celebrating the accomplishments of Bill Clinton and watching MTV.

Oscar closes his essay by asking the simple, but poignant question, "So why won't we just work together and make this an easier world for all of us?" Mr. Speaker, I agree. Oscar and classmates have ignored the politics of bilingualism and just keep living their lives with the grace and courage and enthusiasm that is unique to children who are sometimes caught unknowingly in adult arguments. We should all feel proud for Oscar that he made a complex issue very simple.

I hope all my colleagues will read Oscar's essay which I am submitting for the RECORD. Oscar, we are all proud of you and your accomplishments. But mainly, we are humbled by your words. And maybe, we can live up to your dream—that we "just work together" to make the world an easier place for us all.

#### PROUD TO BE BILINGUAL

Proud to be bilingual is not a question, it's an answer that you and I would give when asked why we're proud to be bilingual. Being bilingual is a gift that GOD gave me, to use and show other people what I can do with it. Sometimes I sit and think if I weren't bilingual I wouldn't have a lot of the things I have now. Some of them may be friends, a better education and opportunities for better jobs in the future.

I was talking to a staff member of a school the other day that was speaking English very well. She started saying, "I hate it when students come in here and don't know how to speak English". "I'm against bilingual education." "They should learn Spanish at home and English in school." Meanwhile I was just looking around and ignoring her. Then I laughed as she spoke in Spanish. It was the worst Spanish I had ever heard, and she was saying that her mother had taught her; what an insult to her mother. I can't understand why a Mexican would deny her own native language; it was just incredible to me.

Let's come down to the facts of what being proud means. Being proud means having something different and positive from one another, therefore, this thing that's good should make everybody proud of themselves. It doesn't matter if you speak Chinese and Japanese, French and German, or Spanish and English you're still bilingual and unique. Being different means good. If we would all be the same, it would be a dull world.

I'm a Chicano (Mexican-American) and being proud of it means being involved in everything that goes with it, from supporting Cesar Chavez' N.F.W.A. (National Farm Workers Association) to watching "Telemundo and Univision" to speaking and practicing Spanish. I also have to be in touch with my American side in order to be "cool", anything from Bill Clinton to "MTV and NBC" to of course speaking English. So why won't we just work together and make this an easier world for all of us.

### RECOGNIZING THE 90TH ANNIVERSARY OF THE BOY SCOUTS OF AMERICA

#### HON. RUSH D. HOLT

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

*Tuesday, February 8, 2000*

Mr. HOLT. Mr. Speaker, I rise today in recognition of the 90th Anniversary of the Boy Scouts of America. This organization was

founded with the purpose of helping to give young men a sense of self worth and satisfaction from knowing they can accomplish the goals they set and a sense that they are part of a winning team. Today, this organization continues to provide young men with values and experiences that cultivate discipline and a sense of responsibility; traits that they carry with them throughout their lives.

The Boy Scouts of America teaches values of community and service to our Nation. In the wake of such tragedies as Columbine and an increase in the number of reports of alienation of youngsters at school, we need only to turn to the Scout Oath as a fine example for what is right with our youth. Do my best, to do my duty, to God and my country, to obey the Scout Law, and to help other people at all times. These are solid values that youth should use to build a foundation for their lives. The Boy Scouts instill values that make our community much stronger: public service, volunteerism and good citizenship. Scouting develops both self reliance and teamwork.

From its beginning in 1911, the Boy Scouts have grown in size to more than 5 million active members in 1999. In the 90 years since their incorporation, the Boy Scouts have influenced more than 100 million boys, young men and women.

While much has changed in the past 90 years, the Boy Scouts remain committed to their founding principles. The Boy Scouts have strengthened efforts to provide value-based curriculum and character building youth programs. By providing youth with the tools to make good decisions and providing the clues to their own inner strength the Boy Scouts have imbued in their members a commitment to improving the world around them.

Recently, I was honored by the Central New Jersey Council of the Boy Scouts of America as their Good Scout Honoree of 1999. I am honored and inspired by their commitment to pursuing the best for the youth of our Country. As a former Scout and Assistant Scoutmaster, I share the values set forth in the Scout Law and Scout Oath. I see them demonstrated regularly when I attend Eagle Scout Courts of Honor in my district.

I thank the Scouters, volunteers and parents who contribute their time and energy to making the Boy Scouts of America a place that young men, and now young women, can turn for guidance, leadership and worthy life experiences.

The impact of Scouting on youth is truly a life changing experience. On this 90th Anniversary of Scouting, I wish the Boy Scouts of America continued success in the future as they strive to help build character and strengthen the communities around the country for the next generations of Americans.

#### THE FEDERAL EMERGENCY MANAGEMENT AGENCY BUY AMERICAN COMPLIANCE ACT

**HON. MAC COLLINS**

OF GEORGIA

IN THE HOUSE OF REPRESENTATIVES

*Tuesday, February 8, 2000*

Mr. COLLINS. Mr. Speaker, after a strong earthquake shook Northridge, CA, the Federal Emergency Management Agency (FEMA) made funds available to the Los Angeles De-

partment of Water and Power to improve the power system's resistance to earthquakes. A \$2 million contract for open air disconnect switches went to a foreign firm. That is not right. FEMA is subject to Buy American provisions, but there is a loophole once a grant is made. That loophole needs to be closed.

I have introduced legislation today which will apply the requirements of the Buy American Act to non-emergency Federal Emergency Management Agency (FEMA) assistance payments.

As you know, the Buy American Act was designed to provide a preference to American businesses in federal procurement. Each year FEMA awards a number of grants for non-emergency projects. Currently, the Agency adheres to the requirements of the Buy American Act. However, once the Agency awards taxpayer funds to a state or local entity in the form of a grant, that entity is not required to comply with Buy American when spending those funds. I believe this needs to be changed. Mr. Speaker, the Buy American requirements should be applied whether the federal government is directly spending the money, or whether it is passing the funds down to a state or municipality to be spent.

The Buy American Act is necessary to protect American firms from the dumping of cheap foreign-made products. Many of the nations we trade with have significantly lower labor costs than the U.S. Without the safeguard provided by the Buy American Act, foreign companies are able to underbid American companies on U.S. government contracts.

It is important to understand the Buy American Act's criteria for determining whether a product is foreign or domestic. The nation where the corporation is headquartered is irrelevant, Buy American is focused upon the origin of the materials used in the construction project. In order to be considered an American product, the product in question has to fulfill these two criteria: (1) the product must be manufactured in the United States, and (2) the cost of the components manufactured in the United States must constitute over 50% of the cost of all the components used in the item.

My proposed legislation would stipulate that taxpayer funds distributed by FEMA as financial assistance could only be used for projects in which the manufactured products are American made, according to the criteria established by the Buy American Act.

Mr. Speaker, it does not make sense that FEMA should have to comply with the Buy American Act when making an expenditure, while these same funds are somehow exempt once passed down from FEMA to another government agency. If FEMA gives a grant for a project, those taxpayer funds should still be managed according to the terms of the Buy American Act.

Mr. Speaker, I introduce this legislation in order to ensure there is consistency in the law, with regard to FEMA and the provisions of the Buy American Act. I hope the members of this House will join me in support of this pro-American measure.

HONORING RICHARD HOFFNER-MCCALL

**HON. CURT WELDON**

OF PENNSYLVANIA

IN THE HOUSE OF REPRESENTATIVES

*Tuesday, February 8, 2000*

Mr. WELDON of Pennsylvania. Mr. Speaker, I rise today to honor the efforts of Richard Hoffner-McCall. Richard is being named as one of our country's top student volunteers in the fifth annual Prudential Spirit of Community Awards for the year 2000.

The awards are presented through a partnership between The Prudential Insurance Company of America and the National Association of Secondary School Principals with the goal to honor and recognize outstanding community service by young people. All recipients receive a bronze Distinguished Finalist medallion from the Prudential Company at a ceremony in his/her hometown.

Richard Hoffner-McCall is among the winners from my home state of Pennsylvania. Richard is a junior at Cardinal O'Hara High School and will be given his award in his hometown of Media, PA. Richard organized a program which collected over an astounding 5,000 items to be donated to the non-for-profit organization Operation Smile that provides free facial surgeries to underprivileged children around the globe.

Mr. Hoffner-McCall should be proud to be a part of such an extraordinary group of dedicated volunteers. Richard is a stand-out citizen whose actions have made our community a better place. His generous and selfless attitude has made a positive impact on the lives of others. I applaud Richard's initiative to seek out aid for those less fortunate. I express my sincerest gratitude to him for showing that the youth of today will lead us into the future with care and concern for those less fortunate. He is a credit to his family, his community and our Congressional District.

#### INTRODUCING THE INSTALLMENT TAX CORRECTION ACT OF 2000

**HON. WALLY HERGER**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Tuesday, February 8, 2000*

Mr. HERGER. Mr. Speaker, I am pleased today to join with my good friends and colleagues, Mr. SWEENEY and Mr. TANNER, to announce the introduction of our bipartisan legislation—the Installment Tax Correction Act of 2000.

It is no secret that small business is the engine driving our current economic success. America's small businesses provide the entrepreneurship and innovation to keep our economy moving forward. Unfortunately, many small business owners now face a tax burden which threatens to erode the value of their business and which has erected an unnecessary barrier to small business ownership. The legislation we are introducing today is necessary to correct a provision of the tax code which is imposing a serious burden on thousands of small businesses across America.

Mr. Speaker, most small business owners have chosen to use the installment sales method when selling their business because