

INTRODUCTION OF THE PREMIER  
CERTIFIED LENDERS PROGRAM  
IMPROVEMENT ACT OF 2002

**HON. JOHN T. DOOLITTLE**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. DOOLITTLE. Mr. Speaker, I rise today to introduce the Premier Certified Lenders Program Improvement Act of 2002. This legislation makes a small but very significant change in the PCL program that will benefit hundreds of small businesses around the country without imposing any new burden on the Federal Government or U.S. Treasury.

As my colleagues no doubt recognize, small businesses are the backbone of our nation. Indeed, Dr. Lloyd Blanchard of the Small Business Administration (SBA) testified recently before Congress, "Today, almost a quarter of American households are either starting a business, own a business, or investing in someone else's business." The United States economy depends on entrepreneurs whose spirit results in the creation of both new businesses and new jobs.

To continue the economic growth we are experiencing today, the Government should encourage small business development both by providing incentives for entrepreneurs and by removing regulatory hurdles. One successful example of Government encouragement of small business is the Premier Certified Lenders Program (PCLP). The PCLP, established in 1997, allows a participating Certified Development Company (CDC) the expanded authority to review and approve SBA 504 Loan requests and to foreclose, litigate, and liquidate SBA 504 Loans made under the Program. By taking on this authority, the private sector is able to stretch limited federal resources in order to help more small businesses.

To participate in the PCLP, however, a CDC is required to deposit one percent of each SBA 504 Debenture issued under the PCLP into a loss reserve account. This deposit remains in the loss reserve account until the PCLP Debenture is fully paid or until the SBA suffers a loss. The loss reserve account is designed to cover ten percent of any loss incurred by SBA as a result of a default.

The loss reserve account was made a part of the PCLP legislation to address the concern that a participating CDC would not have any perceived "risk" associated with its expanded authority under the Program. However, the percentages used in figuring the loss reserve accounts—the ten percent to cover any loss and the one percent of every Debenture as contribution—were determined arbitrarily and are not based on any historical loss record or risk analysis. The one percent contribution is the most egregious; the full deposit must remain in the loss reserve account even as the loan is paid down over its twenty year term and there is no accounting for the historical reduction of risk as a loan matures.

As a result of these arbitrary requirements of the PCLP, many CDCs have decided not to participate in the PCL Program. As for those who are participating, some companies have accumulated large loss reserve accounts which are far in excess of any amounts that would ever be realistically used to insure payment of their loss obligation to SBA. The long

term retention of these excess reserve funds hinders participating CDCs from reaching their full potential to foster economic development, create job opportunities, and stimulate growth, expansion, and modernization of small businesses.

The legislation I am introducing today will improve the Premier Certified Lenders Program by giving participating CDCs greater flexibility. Specifically, my legislation amends the Premier Certified Lenders Program to allow willing CDCs to establish "risk-based" loss reserve accounts that are sufficient to protect the Government and taxpayers from default, but that do not contain excessive amounts of capital that would be better dedicated to helping additional small businesses.

Mr. Speaker, maintaining a risk-based reserve is just common sense. Other industries, such as the banking industry, have already moved from a "loan-by-loan" reserve to a "pool" reserve to cover their exposure.

Under my legislation, a participating CDC will be able to establish a risk-based reserve only if it: (1) proves itself to be an established PCL (minimum of \$25,000 in its loss reserve account); (2) freely elects to develop such a reserve; (3) obtains quarterly approval from a third-party auditor that its loss reserve is sufficient to cover its risk of default; and (4) receives annual approval from the SBA. These requirements will ensure that participating CDCs are accountable and that U.S. taxpayers are protected.

I hope my colleagues will take an opportunity to review this legislation to improve the Premier Certified Lenders Program. I look forward to working with them and the Small Business Committee, chaired by my friend, DON MANZULLO, to encourage the creation and expansion of more small businesses across our nation.

PAYING TRIBUTE TO JUANITA  
JENNY MARTINEZ

**HON. SCOTT McINNIS**

OF COLORADO

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. McINNIS. Mr. Speaker, tonight I pay tribute to the passing of Juanita Martinez, who was selflessly committed to the betterment of Pueblo. After a long battle, Juanita succumbed to the effects of cancer on June 30, 2002. As her family mourns the loss, I would like to highlight her life before this body of Congress and this nation.

Juanita Martinez was an avid dancer who provided lessons free of charge, and even bought costumes for her students! She was the first Chicana dance instructor to teach Mexican folk dancing at the University of Southern Colorado, and choreographed the dance for the Colorado State Fair's First Annual Fiesta Day celebration. She also frequently performed at Memorial Hall in Pueblo as a young Zaragoza Hall dancer, whose styles mirrored Mexican folk dances to reflect her beloved heritage. Her most famous dance escapade resulted when she performed with then-presidential candidate Ronald Reagan during a campaign stop at the Colorado Republican State Assembly. She was extremely patriotic, and always wore red-white-and-blue in her daily attire to show her devotion to her country.

Mr. Speaker, Juanita Martinez encompassed the qualities of a true community volunteer, and she and her efforts will be dearly missed. I, along with her loving family and grateful community, will mourn her loss.

JA NATIONAL VOLUNTEER AWARD  
OF EXCELLENCE BARBARA  
LYON, HUNTINGTON BEACH,  
CALIFORNIA

**HON. DANA ROHRABACHER**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. ROHRABACHER. Mr. Speaker, I rise to speak today about a resident of my district who is being honored by an organization which has had an immeasurable impact on America. Barbara Lyon of Bank of America is Junior Achievement's National Volunteer Award of Excellence Winner. Her efforts in Southern California have impacted nearly 40,000 students in that area over the years. Her tireless work to promote JA and support the organization in its effort to educate young people about business, economics and the free enterprise system is worthy of this recognition.

The history of Junior Achievement is a true testament to the indelible human spirit and American ingenuity. Junior Achievement was founded in 1919 as a collection of small, after school business clubs for students in Springfield, Massachusetts.

As the rural-to-city exodus of the populace accelerated in the early 1900s, so too did the demand for workforce preparation and entrepreneurship. Junior Achievement students were taught how to think and plan for a business, acquire supplies and talent, build their own products, advertise, and sell. With the financial support of companies and individuals, Junior Achievement recruited numerous sponsoring agencies such as the New England Rotarians, Boy Scouts, Girl Scouts, Boys & Girls Clubs the YMCA, local churches, playground associations and schools to provide meeting places for its growing ranks of interested students.

In a few short years JA students were competing in regional expositions and trade fairs and rubbing elbows with top business leaders. In 1925, President Calvin Coolidge hosted a reception on the White House lawn to kick off a national fundraising drive for Junior Achievement's expansion. By the late 1920s, there were nearly 800 JA Clubs with some 9,000 Achievers in 13 cities in Massachusetts, New York, Rhode Island, and Connecticut.

During World War II, enterprising students in JA business clubs used their ingenuity to find new and different products for the war effort. In Chicago, JA students won a contract to manufacture 10,000 pants hangers for the U.S. Army. In Pittsburgh, JA students developed and made a specially lined box to carry off incendiary devices, which was approved by the Civil Defense and sold locally. Elsewhere, JA students made baby incubators and used acetylene torches in abandoned locomotive yards to obtain badly needed scrap iron.

In the 1940s, leading executives of the day such as S. Bayard Colgate, James Cash Penney, Joseph Sprang of Gillette and others helped the organization grow rapidly. Stories

of Junior Achievement's accomplishments and of its students soon appeared in national magazines of the day such as *Time*, *Young America*, *Colliers*, *Life*, the *Ladies Home Journal* and *Liberty*.

In the 1950s, Junior Achievement began working more closely with schools and saw its growth increase five-fold. In 1955, President Eisenhower declared the week of January 30 to February 5 as "National Junior Achievement Week." At this point, Junior Achievement was operating in 139 cities and in most of the 50 states. During its first 45 years of existence, Junior Achievement enjoyed an average annual growth rate of 45 percent.

To further connect students to influential figures in business, economics, and history, Junior Achievement started the Junior Achievement National Business Hall of Fame in 1975 to recognize outstanding leaders. Each year, a number of business leaders are recognized for their contribution to the business industry and for their dedication to the Junior Achievement experience. Today, there are 200 laureates from a variety of backgrounds.

By 1982, Junior Achievement's formal curricula offering had expanded to Applied Economics, now called JA Economics, Project Business, and Business Basics. In 1988, more than one million students per year were estimated to take part in Junior Achievement programs. In the early 1990s, a sequential curriculum for grades K-6 was launched, catapulting the organization into the classrooms of another one million elementary school students.

Today, through the efforts of more than 100,000 volunteers in the classrooms of America, Junior Achievement reaches more than four million students in grades K-12 per year. JA International takes the free enterprise message of hope and opportunity even further to nearly two million students in 113 countries. Junior Achievement has been an influential part of many of today's successful entrepreneurs and business leaders. Junior Achievement's success is truly the story of America—the fact that one idea can influence and benefit many lives.

Mr. Speaker, I wish to extend my heartfelt congratulations to Barbara Lyon of Huntington Beach for her outstanding service to Junior Achievement and the students of California. I am proud to have her as a constituent and congratulate her on her accomplishment.

IN RECOGNITION OF HEIDELBERG  
COLLEGE AND ITS NATIONALLY  
RENOWNED WATER QUALITY  
LABORATORY

**HON. PAUL E. GILLMOR**

OF OHIO

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. GILLMOR. Mr. Speaker, to encourage stewardship of our nation's water resources, and in honor of the 30th Anniversary of the Clean Water Act, Congress, along with a number of the country's governors and national organizations, has proclaimed 2002 as the Year of Clean Water. This October 18 marks National Water Monitoring Day, the day the Clean Water Act of 1972 was signed into law.

In anticipation of this date, it is with great pride that I rise today to recognize Heidelberg

College and its nationally renowned Water Quality Laboratory. This outstanding institution of higher education, located in Ohio's Fifth Congressional District, has been working over the past 33 years to provide invaluable water quality research data, further protecting and restoring our rivers, streams, wetlands, lakes, and groundwater.

Heidelberg's Water Quality Laboratory is a unique monitoring, research, and educational organization with a mission to conduct research supporting state and federal water quality management programs. At the state level, in recognition of the lab's many years of service to Ohio and Lake Erie, the Water Quality Laboratory received a special Ohio Lake Erie Commission Award in 1999.

The Water Quality Laboratory is nationally and internationally recognized in scientific circles for the quality of its research and the great detail of its databases on water quality. Among U.S. studies on water quality in agricultural watersheds, Heidelberg's is the most detailed and longest in duration. The Water Quality Laboratory's well water program is unique in focusing on private rural well conditions. Scientists and government agencies frequently request data from these programs. On several occasions, the lab has provided the majority of the data available to examine regional or national water quality issues and implications for our environment and human health. Staff members are frequently consulted by both government and industry for their expertise in the interpretation of water quality data.

The college has currently undertaken an expansion of its Water Quality Laboratory facilities and is poised to make even greater contributions to the state of our nation's water quality in years to come.

Mr. Speaker, in this Year of Clean Water, Heidelberg's continued efforts to protect our nation's water resources should not go unnoticed. For that, we owe Heidelberg College our recognition, gratitude, and congratulations. I would urge my colleagues to stand and join me in paying special tribute to Heidelberg College and its nationally renowned Water Quality Laboratory, by designating the Water Quality Laboratory the National Center for Water Quality Research.

HONORING HIS EMINENCE THE  
MOST REVEREND JOHN T.  
STEINBOCK

**HON. GEORGE RADANOVICH**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. RADANOVICH. Mr. Speaker, I rise today to honor His Eminence The Most Reverend John T. Steinbock for his 10th Anniversary as the Fourth Bishop of the Diocese of Fresno. The Bishop has dedicated much of his life to service within the church and Fresno is grateful to have him as a part of their community.

Bishop Steinbock was born in Los Angeles on July 16, 1937. He was ordained May 1, 1963, at the Cathedral of St. Vibiana in Los Angeles where he served as Associate Pastor and ascended to Parochial Vicar. The Most Reverend also served as President of the Los Angeles Priests Council and on the Board of

Consultors to the Los Angeles Archdiocese. Reverend Steinbock was appointed Titular Bishop of Midila and Auxiliary Bishop of the Diocese of Orange, California, by Pope John Paul II, on May 29, 1984. Two years later, the Board of Consultors of the Diocese of Orange appointed him diocesan administrator. On January 27, 1987, the Reverend had the honor of being appointed 3rd Diocesan Bishop of the Diocese of Santa Rosa by Pope John Paul II. After five years of diligent service with the Diocese of Santa Rosa, Pope John Paul II appointed Bishop Steinbock as the Diocesan Bishop of the Diocese of Fresno.

The Bishop is revered for his positive attitude and as one of the few bishops who has made a hole in one! Bishop Steinbock has been instrumental in efficiently overseeing eight counties in the San Joaquin Valley. The Fresno Diocese is extremely pleased to have such a spiritual and accomplished Bishop working with them.

Mr. Speaker, I rise today to congratulate His Eminence Bishop John T. Steinbock of Fresno on his 10 years of service with the Diocese of Fresno. I invite my colleagues to join me in thanking him for his community service and wishing him many more years of continued success.

PAYING TRIBUTE TO STEVE  
ARVESCHOU

**HON. SCOTT MCINNIS**

OF COLORADO

IN THE HOUSE OF REPRESENTATIVES

*Wednesday, July 24, 2002*

Mr. MCINNIS. Mr. Speaker, today I stand before you and this nation to applaud the accomplishments of Mr. Steve Arveschoug. Mr. Arveschoug's hard work and dedication to his field, the facilitation of Colorado's water system, has truly been an inspiration to all. His practical rationalization of increasing problems proved his ability to account not only for immediate reactions to decisions, but long-term repercussions as well. He has selflessly dedicated himself to the well being of others, and he is certainly deserving of our recognition today.

Steve Arveschoug began his career managing KCSJ and KID'N radio stations, later switching to working in state and federal politics. He ran for the position of state representative in the northwest Pueblo County area and stayed in the legislature until 1992 when he retired to spend more time with his family. He later took interest in local water rights issues and began to research water policies for the State of Colorado. He worked for me as District Director and will soon be going to Cortez, where I look forward to continuing our relationship.

In 1995, Mr. Arveschoug took over the job of general manager of the Southeastern Colorado Water Conservancy District and immediately began investigating a number of perspectives in current water issues to allow him to adequately represent all the members of his district. He applied himself to his job with the utmost dedication and stood by the position that a compromise could always be reached when available water resources could be managed to serve the people, the environment, and recreational activities. He created water replacement programs for large-scale wells