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FOIA MARKER

**This is not a textual record. This is used as an
administrative marker by the George Bush Presidential
Library Staff.**

Record Group/Collection: George H.W. Bush Presidential Records
Collection/Office of Origin: Office of the President
Series: Daily Files
Subseries:

OA/ID Number: 90552
Folder ID Number: 90552-005

Folder Title:
Wednesday, June 27, 1990

Stack:	Row:	Section:	Shelf:	Position:
V	12	12	1	4

Withdrawal/Redaction Sheet

(George Bush Library)

Doc. No. / Type	Subject/Title	Date	Restriction	Classification
01a. Log	White House Telephone Log [Signal Switchboard] [redaction of personal information] (1 pp.)	06/27/90	(b)(6)	
01b. Log	White House Telephone Log [President Bush [redaction of personal information] (1 pp.)	06/27/90	(b)(6)	
02. Note	Handwritten notes of Presidential Phone call with President LeCayan of Uruguay (1 pp.)	06/27/90	(b)(1)	
03. Note	Handwritten notes of Presidential Phone call with Prime Minister Kaifu (3 pp.)	06/27/90	(b)(1)	
04. Note	Handwritten notes of Presidential Phone call with President DeKlerk of South Africa (4 pp.)	06/27/[90]	(b)(1)	
05a. Note	From Bob [Gates] to President Bush Re: Call from President DeKlerk (1 pp.)	n.d.	~~(b)(1)~~	
05b. Talking Points Telephone Call from F. W. De Klerk (2 pp.)		n.d.	~~(b)(1)~~	~~C~~

Page 1 of 1

Collection:

Record Group: Bush Presidential Records
Office: Office of the President
Series: Daily Files
Subseries:
WHORM Cat.:
File Location: Wednesday, June 27, 1990

Pinksheet Number: dw1737
OA/ID Number: 90552-005
Date Closed: 6/9/2010
FOIA/Sys Case #: 2009-0166-S
Re-review Case #:
P-2/P-5 Review Case #:



SCHEDULE OF THE PRESIDENT

Wednesday, June 27, 1990

7:30 am (15 min)	<u>Meeting with Raymond Kinstler</u> (Presock)	Oval Office
8:00 am (15 min)	<u>Intelligence Briefing</u> (Scowcroft/Sununu)	Oval Office
8:15 am (30 min)	<u>National Security Briefing</u> (Scowcroft/Sununu)	Oval Office
8:45 am (30 min)	<u>Meeting with Governor Sununu</u>	Oval Office
9:15 am (45 min)	<u>Administrative Time</u>	Oval Office
10:00 am (15 min)	<u>Staff Time</u> (Fitzwater)	Oval Office (TAB A)
10:15 am (30 min)	<u>Interview with European and Japanese Journalists</u> (Fitzwater)	Roosevelt Room (TAB B)
10:45 am (15 min)	<u>Personal Staff Time</u>	Oval Office
11:00 am (5 min)	<u>Signing Ceremony for S. 286</u> (McClure) (wires)	Oval Office (TAB C)
11:05 am (55 min)	<u>Personal Staff Time</u>	Oval Office
12:00 pm (75 min)	<u>Lunch</u> (Photo w/ Gary Jacobs)	Oval Office
1:15 pm (5 min)	<u>Photo with Major General Charles E. Edgar</u> (Newman)	Oval Office (TAB D)
1:30 pm (30 min)	<u>Meeting with Secretary Baker</u>	Oval Office
2:00 pm (5 min)	<u>Meeting with Dr. Enrique Iglesias</u> (Holiday)	Oval Office (TAB E)

UNP 06/26/90
4:00 pm



2:05 pm
(30 min)

Drop by Briefing for
Members of Congress
(McClure)

Cabinet Room

(Provided in the morning)

2:45 pm
(15 min)

Address on Latin American
Economic Policy Initiatives
(Holiday) (open)

East Room

(TAB F)

3:00 pm
(30 min)

Meeting with Governor Sununu

Oval Office

3:30 pm
(30 min)

Administrative Time

Oval Office

4:00 pm
(45 min)

Dental Appointment
(Lee)

Dentist Office

7:10 add Aet Baker 7:15 Baker out 7:19 add Neil + Sharon Bush
7:44 Neil + Sharon out 7:47 Rex Scouter, Kinstler + Valdez in 7:50 Potus all to
Rose Garden for Photos
7:59 Webster joins in Rose Garden 8:00 Acouter, Kinstler + Valdez dpt - Potus + DCI to Oval
8:01 add Gates, + Briefer 8:02 add Scowcroft 8:08 add Sununu
8:12 DCI + Briefer out 8:37 Gates + Scowcroft out 8:55 Sununu out
8:57 Sununu in 9:02 add Scowcroft; Sununu out 9:04 add Gates
9:08 Gates out 9:10 add Sununu 9:15 add Firestone 9:15 Firestone + Sununu out
9:17 add Firestone 9:18 add Sununu 9:26 add Gates 9:30 Gates out
9:37 Firestone out 9:41 Sununu out 9:49 Scowcroft out
10:00 add Fitzwater Gates + Popiaduk 10:03 add Porter 10:10 Popiaduk out
10:14 Potus to Roosevelt Pm for interview 10:51 Potus to Oval
11:03 add Dominici, McClure et al 11:11 all out 11:13 Potus to Cabinet Rm alone to sign
12:00 (approx) Potus to Oval — Potus to Cabana (44 signatures) photos + letters
1:07 Sununu dpts 1:15 Potus to Oval - add D. Rhodes 1:16 Rhodes out
1:18 add Card + Gary Jacobs 1:23 all out 1:24 add Sen. Edgar Mrs. Edgar + Maj Byrne
1:26 all out 1:27 add Baker + Seitz 1:30 add Scowcroft
1:45 add Sununu 1:57 all out except Sununu 2:01 add Sununu out
2:03 add Iglesias et al 2:07 all out except Scowcroft 2:08 Potus + Scowcroft to Cabinet Rm
UNP 06/26/90
4:00 pm

2:34 Conclude Mtg - Potus, Sumner + Chalmers Wyllie
to Patty Presock office. 2:43 Potus dpt WW to Res

~~2:45~~ 2:45 arr Green Rm

2:47 Potus announced into E. Rm - Remarks 3:08 Conclude
remarks

3:09 ~~dpt~~ dpt State Filv 3:11 arr Oval w/ Fitzwater 3:14 Fitzwater out

2:29 add Rose Zamaria 2:50 Zamaria out

4:04 Potus dpt to Dentist office _____ Potus to 2nd Fl Res.

_____ add Sumner to 2nd Fl Res. ~~4:33~~ 6:33 add Darman, Brady,
Sen. Bentsen, + Rostenkowski

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AR Case #:	MR Case #:
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AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
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C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

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(b)(1) National security classified information [(b)(1) of the FOIA]
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(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

THE WHITE HOUSE
WASHINGTON

TELEPHONE MEMORANDUM
SIGNAL SWITCHBOARD

June 27, 1990

	TIME		NAME	ACTION
	PLACED	DISC		
OUT	8:50 AM	9:23	Conference Call: President Frederik Willem de Klerk (b)(6)	Tlkd-ok 9:00 AM
INC	PM			
OUT	AM		Mr. John M. Ordway White House Situation Room White House Signal 2-2264	
INC	PM			
OUT	AM		Mr. Cornelius F. O'Leary White House Situation Room White House Signal 2-2264	
INC	PM			
OUT	9:36 AM	9:48	Conference Call: Prime Minister Toshiki Kaifu (b)(6)	Tlkd-ok 9:41 AM
INC	PM			
OUT	AM		Mr. Karl D. Jackson White House Situation Room White House Signal 2-2264	
INC	PM			
OUT	AM		Ms. Frances Seeds Office, Washington, D.C. 647-3492	
INC	PM			
OUT	AM		President Fernando Collor de Mello (b)(6)	WCB 5:20 PM
INC	5:10 PM			
OUT	AM			
INC	PM			
OUT	AM			
INC	PM			
OUT	AM			
INC	PM			
OUT	AM			
INC	PM			

THE WHITE HOUSE

WASHINGTON

TELEPHONE MEMORANDUM

PRESIDENT BUSH

JUNE 27th, 1990

	TIME		DISC	NAME	ACTION
	PLACED				
OUT		~~AM~~		MRS. BARBARA BUSH RES: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 551	PRESUS CA.
~~INC~~	2:23	PM			
OUT		AM			
INC		PM			
OUT		~~AM~~		CONGRESSMAN WILLIAM F. GOODLING OFC: WASHINGTON, D.C. 225-5836	TLKD-OK 3:29 P.M.
~~INC~~	2:23	PM	3:32		
OUT		AM			
INC		PM			
OUT		~~AM~~		MR. C. BOYDEN GRAY OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 764	TLKD-OK 3:35 P.M.
~~INC~~	3:34	PM	3:42		
OUT		AM			
INC		PM			
OUT		~~AM~~		MS. LAURIE G. FIRESTONE OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 672	TLKD-OK
~~INC~~	3:57	PM	3:59		
OUT		AM			
INC		PM			
OUT		~~AM~~		MR. MAX MARLIN FITZWATER OFC. WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 702	TLKD-OK
~~INC~~	4:47	PM	4:49		
OUT		AM			
INC		PM			
OUT		~~AM~~		SECRETARY NICHOLAS F. BRADY OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 422	TLKD-OK 5:29 P.M.
~~INC~~	4:49	PM	5:31		

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THE WHITE HOUSE
WASHINGTON

TELEPHONE MEMORANDUM

PRESIDENT BUSH

JUNE 27th , 1990

	TIME		DISC	NAME	ACTION
	PLACED				
~~OUT~~		AM XXX		CONSUL MARIO VILALVA FEDERATIVE REPUBLIC OF BRAZIL NO NUMBER GIVEN	TOLD MR. TIMOTHY MCBRIDE - PASSED CALL TO GENERAL BRENT
INC	4:52	PM			
OUT		AM			SCOWCROFT -GENERAL BRENT SCOWCROFT TLKD. ON CALL
INC		PM			
OUT		AM			
INC		PM			
OUT		AM XXX		MRS. PRESCOTT BUSH (b)(6)	TLKD-OK 4:51 P.M.
INC	4:49	PM	4:55		
OUT		AM			
INC		PM			
OUT		AM XXX		CONGRESSMAN ROBERT K. DORNAN OFC: WASHINGTON, D.C. 225-2595	TLKD-OK 5:46 P.M.
INC	5:44	PM	5:51		
OUT		AM			
INC		PM			
OUT		AM XXX		MR. WILLIAM (WILL) FARISH (b)(6)	TLKD-OK 9:57 P.M.
INC	6:06	PM	10:00		
OUT		AM			
INC		PM			
OUT		AM			
INC		PM			
OUT		AM			
INC		PM			

PRESIDENTIAL MOVEMENTS

LOCATION Washington, D.C.

DATE 27 June 1990

TIME	MOVEMENTS
0659	South Grounds
0700	Oval Office
0755	South Grounds
0759	Oval Office
1015	Roosevelt Room
1051	Oval Office
1113	Cabinet Room
1211	Oval Office
1213	South Grounds
1317	Oval Office
1409	Cabinet Room
1447	State Floor
1511	Oval Office
1604	South Grounds
1606	Dentist's Office
1646	Residence
2108	Doctor's Office
2148	South Grounds
2153	Residence



News Summary

OFFICE OF THE PRESS SECRETARY

WEDNESDAY, JUNE 27, 1990 -- 6:00 A.M. EDT EDITION

TODAY'S HEADLINES

NATIONAL NEWS

DEMOCRATS MAY OFFER NEW PLAN AT BUDGET TALKS -- While President Bush abandoned his "no new taxes" campaign pledge and drew fire from fellow Republicans, Democratic negotiators crafted a proposal of their own to reduce the federal deficit. (UPI)

ENVIRONMENTALISTS, OIL INDUSTRY HIT BUSH'S DRILLING PLAN -- President Bush's decision to halt new oil drilling off the California coast until 1996 was criticized Tuesday by both environmentalists who advocate an end to drilling and oil companies that warned of an increased dependence on foreign oil. (UPI)

INTERNATIONAL NEWS

U.S. PLEDGES TO BALANCE BUDGET IN TRADE TALKS WITH JAPAN -- U.S. negotiators entered a third day of trade talks with Japan Wednesday armed with President Bush's statement that he is willing to raise taxes to cut the federal deficit. (UPI)

CONGRESSIONAL SUPPORT FOR SANCTIONS GROWING, KENNEDY SAYS -- Sen. Kennedy said Tuesday Nelson Mandela's rousing speech to a joint session of Congress had "clearly" increased support on Capitol Hill for continued U.S. sanctions against South Africa. (UPI)

NETWORK NEWS (Tuesday Evening)

BUDGET DEFICIT -- President Bush conceded that new taxes will be necessary to get the federal budget deficit under control.

OFFSHORE DRILLING -- President Bush has put most of the coastal waters off California, Florida and New England off limits to any new oil drilling until after the year 2000.

MANDELA -- Nelson Mandela took his message of change to Congress.

NATIONAL NEWS.....A-1

INTERNATIONAL NEWS..A-15

NETWORK NEWS.....B-1

EDITORIALS.....C-1

NATIONAL NEWS

BUDGET DEFICIT/TELEPHONE SURVEY

HEADLINE NEWS -- In tonight's Newsnight 900 Poll, we asked, "Do you blame the White House or Congress for the budget mess?" Our response: 26 percent of our callers blamed the White House; Congress picked up 74 percent. (CNN)

DEMOCRATS MAY OFFER NEW PLAN AT BUDGET TALKS

While President Bush abandoned his "no new taxes" campaign pledge and drew fire from fellow Republicans, Democratic negotiators crafted a proposal of their own to reduce the federal deficit. Rep. Gephardt said Tuesday it was possible to cut the deficit by \$50 billion in fiscal 1991 and to reduce it by \$550 billion over five years....

Gephardt said the proposal by Rep. Panetta would "balance the budget by 1995" and would include "new material" that goes beyond the budget plan approved last month by the full House.

Democratic sources familiar with Panetta's proposal confirmed Tuesday that "we are working on a plan" and that "there is a chance" Panetta would offer it Wednesday. (Bud Newman, UPI)

BUSH DROPS 'NO NEW TAXES' VOW IN DEAL TO CUT DEFICIT

President Bush Tuesday jettisoned the "no new taxes" pledge that was at the center of his 1988 Presidential campaign, saying that "tax revenue increases" must be included in an overall package to reduce the federal budget deficit.

Bush's statement marked the most significant policy reversal of his Presidency and represents a political gamble by the President.... In return for his explicit abandonment of the no-tax pledge, Bush won approval from democratic congressional leaders for a package that includes cuts in domestic spending and in costly entitlement programs....

Democratic congressional leaders who attended [Tuesday morning's White House breakfast meeting] applauded Bush's statement but refused to gloat over the tax issue.

"It's not a matter of vindication," Speaker Foley said. "We are not here looking for political advantage. We're trying to go forward with the very difficult but important undertaking of dealing with the deficit with a minimum of political posturing on anybody's part." But Foley made it clear the Democrats now believe a key campaign weapon for the Republicans has been neutralized....

The statement caught Republicans by surprise and they bombarded White House officials with their anger. Rep. Walker collected 90 signatures from fellow House Republicans on a letter to Bush, saying, "We are stunned by your announcement." The GOP lawmakers vowed to vote against "a budget package that increases tax rates for the American people." Across the Capitol, Sens. McConnell and Coats, who both face election challenges in November, collected nearly two dozen signatures on a letter to Bush pledging to support the 1988 GOP platform and said they would support a Presidential veto of any new taxes.

(Dan Balz & John Yang, Washington Post, A1)

-more-

President And Advisers Brace For '24 Hours Of Political Hell'

Four days after George Bush won a Presidential campaign in which the phrase, "Read My Lips -- No New Taxes" was his most memorable slogan, The Washington Post polled voters across the nation to see if they believed him.

Sixty-seven percent said they did not.

Such deep public skepticism normally poses a problem for a politician, but Tuesday Bush's political advisers were counting on it to shield the President from what they acknowledged will be "24 hours of political hell" following his statement opening the door to new taxes.

"There will be much less impact than you think," said one senior GOP strategist. "...Most voters still think that everything being equal, Republicans would be the last to raise taxes and Democrats the first."

"This will not be as big a deal with the voters as it is with the media and some of the politicians in Washington," a key Bush adviser added. "...All of us are of the view that the best thing that the President can do is to ensure a strong economy."

Within the President's party, this was far from unanimous. Rep. Schneider called the announcement "terrible", Rep. Schuette said he was "deeply disappointed [and] absolutely opposed" to it and Rep. Martin described it as "an idea whose time has not come." ...Martin attributed Bush's new stance on taxes to the cost of the S&L bailout, which she predicted will only make people more angry. "It's like going to the grocery store. The prices are up and you come home with an empty bag," she said....

Bush...had been "finally backed...into a well-deserved corner," said Rep. Beryl Anthony.... Some Democrats had praise for the President, and others speculated that the political fallout would not be all bad for him.

(Paul Taylor & Maralee Schwartz, Washington Post, A4)

Budget Summit/Taxes

President Bush, who based much of his 1988 campaign on a no-new-taxes pledge, Tuesday announced that the nation's burgeoning budget deficit would require "tax revenue increases" as part of a package that might also include cuts in entitlement programs such as Social Security or Medicare....

Neither Administration officials nor congressional leaders would speculate on what taxes might be raised or what programs cut. But White House Chief of Staff Sununu told a closed-door meeting of Republican senators that the President would consider increases in "sin taxes" on cigarettes and alcohol, the federal gasoline tax, the air passenger tax and other user fees, according to a source who was present.

Sununu also said an increase in the income-tax rate for the nation's wealthiest taxpayers might be "traded" for the President's long-sought cut in the capital gains tax rate, the source said.

Bush's announcement drew kudos from many Democrats, among them New York Gov. Cuomo, sometimes mentioned as a potential challenger to Bush. "I applaud the President for stepping forward and telling the American people the truth," Cuomo said at a news conference in Albany. "I welcome him, I applaud him. I don't think any Democrat should have words for him."

(Susan Page, Newsday)

-more-

Read His Lips: New Taxes After All

President Bush Tuesday abandoned his pledge not to raise taxes. The White House and Congress agreed to say that new taxes and sweeping spending cuts are required to avoid a deficit crisis later this year.... Bush cited no specific taxes that should be increased, said officials, who insisted there would be no income tax increase.

Republican reaction was swift, and outraged.... "The President has to stick to his guns. No new taxes, period," said Rep. Solomon....

Chief of Staff Sununu sought to reassure nervous Republicans at a private Senate GOP Conference luncheon. "Presumably the President's statement today was only to remind Democrats...the President already has some new revenue in his budget," said Sen. Grassley of Sununu's assurances. "Sununu said there's absolutely nothing new in what the President wants beyond the \$13 billion in new revenues proposed in his budget," he said.

(Paul Bedard & Chris Harvey, Washington Times, A1)

Bush Admits For First Time Tax Hikes Needed To Reduce Federal Deficit

Bowing to economic and political realities, President Bush abandoned his "no new taxes" campaign pledge Tuesday and admitted for the first time that "tax revenue increases" were now necessary to reduce the rampant federal deficit.

The options under discussion by White House and congressional officials include increased "sin" taxes..., higher gasoline taxes or a fee on imported oil, and an increase in the top tax rate for the wealthiest Americans....

Democratic leaders declined to say "I told you so" Tuesday as they conducted a restrained, almost somber, news conference following a two-hour breakfast meeting with Bush in his private residence at the White House. "The President has concluded that tax increases are necessary," said Sen. Mitchell. "and we share the President's view." On Capitol Hill, other politicians reacted with either satisfaction or anguish. "A dumb trial balloon," fumed Rep. Walker....

The statement did not actually call for raising taxes. "Tax revenue increases," theoretically, could be achieved by increased economic activity that would bring more money into the Treasury. But economists believe the deficit problem is so great that it cannot be solved without increasing existing taxes or imposing new taxes.

(Timothy McNulty & Elaine Povich, Chicago Tribune)

Bush Gives New Start To Budget Talks By Giving OK To Taxes

President Bush has given a decisive push to budget talks which will resume Wednesday between congressional leaders and White House officials by abandoning his campaign promise of "no new taxes." ...

While Democrats celebrated, the Republicans appeared to be in disarray. "What we have now is a situation where a lot of Republican candidates are going to be forced to position themselves against their own President," said Republican political strategist Eddie Mahe. "If they don't do that, by definition they are running on a platform of higher taxes."

(David Lawsky, Reuter)

-more-

Bush Abandons Vow, Backs A Tax Increase

President Bush, formally abandoning the central pledge of his 1988 Presidential campaign, declared Tuesday that preserving a healthy economy will require new taxes....

To mollify conservatives, Bush aides spent much of the day circulating word that the White House was not agreeing to anything beyond the approximately \$20 billion in new user fees and related taxes that Bush has already advocated. "I'm not changing my mind at all" on taxes, Bush insisted during a 45-minute session with 15 Latino reporters from around the country.

Vice President Quayle echoed the theme. "It should not be viewed as a change in policy," he said in an interview in Los Angeles, where he was raising money for GOP candidates. "This is a deficit reduction summit, not a tax increase summit."

(David Lauter & William Eaton, Los Angeles Times, A1)

Protests Aside, Action May Aid President In Long Run

...Many political strategists in both parties agree that -- in the long run -- breaking the most explicit promise President Bush has made to the American electorate could benefit him politically....

A prominent Washington lobbyist and former senior official of the Nixon and Ford Administrations, who declined to be identified, said: "This hurts Bush's credibility in the short run, but his target is long-range and reelection in 1992. The deficit and a possible recession are the biggest threats to his reelection." ...

Moreover, Bush drew surprising support from Secretary Kemp.... Kemp, whose opposition to tax increases led to a dramatic break with President Reagan over the 1982 tax hike, insisted that Bush's statement only meant that he wanted to boost tax revenues, not taxes. "When he talked about tax revenue increases I don't think he was violating his pledge," Kemp said in a telephone interview. And I think he was acknowledging that we need revenues to grow. And he thinks and I think with him that getting the economy back on track, getting interest rates down, getting the capital gains tax rate down will do a lot more for added revenues than putting a surtax on the backs of the American people, which seems to be the Democratic idea," Kemp said. (Jack Nelson, Los Angeles Times, A14)

Bush Now Concedes A Need For 'Tax Increases' To Reduce Deficit In Budget

With negotiations on cutting the budget deficit stalled, President Bush Tuesday broke with his vow to oppose new taxes and said any agreement with Congress would require "tax revenue increases." While a boom in the economy could theoretically produce more revenue, Bush's statement was greeted by Democrats and Republicans as a break from the central "Read My Lips: No New Taxes" pledge of his 1988 campaign....

The congressional Democratic leadership seemed to be under at least a tacit agreement to help Bush sell the tax issue on a bipartisan basis. "Someone who is complaining about taxes being raised in the budget summit will have to complain against both parties and the President," said Speaker Foley.

(Andrew Rosenthal, New York Times, A1)

-more-

Bush Reverses Stance, Says Tax Hike Is Needed

President Bush retreated Tuesday from his 1988 campaign vow of "no new taxes," conceding that the federal deficit now required a package solution that included "tax revenue increases." ...

Meanwhile, the White House refused to concede that Bush had abandoned his campaign pledge....

Democratic congressional leaders...praised his statement.... "Now the time has come to meet reality and that's what they've done," said Sen. Bentsen.

An aide who asked not to be named said that Bentsen and other top Democrats had warned the White House over the weekend that the bipartisan budget summit might collapse unless Bush took this step.

...Though the President's move raised immediate comparisons with his 1988 campaign statements, top Democrats said they would not seek to take political advantage of his retreat. "It's no time for partisan gloating," said DNC Chairman Brown, though his statement was billed as a reaction to "the President's reversal on taxes."

(Carl Leubsdorf, Dallas Morning News)

Democrats Say Bush Softens Edge Of Tax Issue

Congressional Democrats say President Bush's concession that taxes must be raised to cut the federal deficit blunts an issue that has skewered their party's candidates over a decade of campaigns.

...Bush did not specify which taxes he would consider boosting, and White House officials insisted that would be up to negotiators. Nonetheless, lawmakers agreed that the President's comments will help the talks....

"It opens the door to serious negotiations at the summit," said Rep. Panetta.

Many Democrats said Bush had done them a political favor as well. They said he blurred an issue the GOP has used successfully against Democrats across the country since President Reagan's campaigns.

Sen. Sasser...said it would be "implausible" for Republicans to use the issue in campaigns. "What are they going to say when the President comes to their district to campaign for them?" Sasser said. "Or will he come?"

"He's not only neutralized the issue for 1990, but perhaps stewed up into the Republican Party a question about a lack of identity," said Rep. Durbin....

"Tax increases at the present time would undermine the economy and substantially weaken it," said Rep. Walker.... "I don't see how it's a change in anything," said Sen. Domenici. Rep. Vander Jagt...said Bush's remarks did nothing to eliminate the tax issue. His Senate counterpart, Sen. Nickles, said the President's statement "may cloud the issue a little bit." But Nickles...said most Republicans still would use the tax issue. (Alan Fram, AP)

Bush Concedes Tax Increase Needed To Cut Budget Deficit

President Bush's lips had a new message for the American taxpayers Tuesday as he agreed that "tax revenue increases" are required in any plan to get the soaring federal budget deficit under control....

Following a closed, two-hour breakfast with the bipartisan congressional leadership, Bush released a carefully worded statement on his budget negotiations with Congress. "It is clear to me that both the size of the deficit problem and the need for a package that can be enacted require all of the following: entitlement and mandatory program reform; tax revenue increases; growth incentives; discretionary spending reductions; orderly reductions in defense expenditures and budget process reforms," Bush said.

Bush refused to elaborate on the statement when asked about it later by reporters in the White House Rose Garden. "The statement speaks for itself," he said. But he explained, "I want to see this economy grow, I want to see jobs, I want to see this deficit go down." ...

"The statement speaks for itself," said Sen. Mitchell. "The President has concluded that tax increases are necessary, along with other changes as specified in the statement, and we share the President's view."

"He's now said he wants new tax revenues. That's a definite change in position," said Bentsen.... "If that's what he wants, we'll sit down with him to see if we can work it out," he told reporters.

Rep. Rostenkowski said the President's statement is "an important step in the right direction" and has "cleared away a major impediment to progress" toward a deficit reduction package.
(Otto Kreisher, Copley)

Congress Reads Bush's Lips Through Partisan Lenses

President Bush's lips moved Tuesday when he called for "tax revenue increases" as part of a balanced plan to deal with a mushrooming federal deficit....

Congressional Democrats declined to gloat about Bush's apparent about-face on taxes.

"I don't think it's a great political victory," said Speaker Foley. "It's important that neither party make political capital out of serious bipartisan efforts to reach a budget settlement."

But DNC Chairman Brown jumped on Bush's announcement. "From a man who said, 'Read my lips' all through the 1988 campaign, it appears he has finally decided to come clean with the American people and tell the truth (about taxes and the deficit)," Brown said. "It certainly can't hurt the Democrats."

Sen. Dole said Bush's remarks "are consistent with the original summit ground rules to put everything on the table with no preconditions." Rep. Gingrich attacked Brown's "inflammatory statements." But Gingrich...said he saw "nothing new" in Bush's call.
(Mary Deibel, Scripps Howard)

Now It's Official: Bush Embraces Tax Increase To Narrow Budget Gap

In a deliberately unassuming four-sentence statement released Tuesday morning, President Bush abandoned his longtime pledge of "no new taxes," immediately changing the national debate from whether taxes will be raised to whose taxes will be raised....

Despite White House efforts to play it down, the message hit here like a bombshell. Barely an hour before the statement was released, for example, the American Trucking Association's executive committee had assured its members that the odds of a fuel-tax increase this year were no better than one in three. Then came the news release. "We're all a lot more worried than we were a few minutes ago," said Kenneth Simonson, staff economist for the group. (Alan Murray & Jeffrey Birnbaum, Wall Street Journal, A1)

Bush Spins About-Face On Taxes

George Bush's taunting cry of "read-my-lips, no-new-taxes" proved to be a dandy political slogan but a woefully inadequate prescription for the economy. Slammed by huge budget deficits that kept getting worse, the President finally shut his mouth.

To the delight of Democrats and the despair of Republicans, Bush conceded Tuesday that higher taxes would be required -- yes, required -- if there's to be any hope of getting the deficit under control....

Putting the best face on developments, the White House said Bush was doing what he could to put a spark in the sluggish budget deficit-reduction talks with Congress. Predictably Democrats had a different interpretation.

"The charade is finally over," chortled Rep. Torricelli. "The other shoe raised in the 1988 Presidential campaign has just dropped."

Republicans, mindful that they will have to answer to voters in November, staged a quick revolt against Bush's tax conversion. A letter circulated by Rep. Walker declared, "Mr. President, we were stunned by your announcement.... A tax increase is unacceptable." Ninety Republicans...hurried to sign the letter.

The White House quickly began to backpedal to deal with panicky Republicans. Bush's chief of staff, John Sununu, assured Republicans that nothing had really changed, that the President's statement "doesn't mean anything new."

But Bush's own words said otherwise. He said "tax revenue increases" would be necessary. (News analysis, Terence Hunt, AP)

Bush Will Have To Resort To Income Tax For More Revenue, Analysts Say

President Bush may have abandoned his no-new-taxes pledge, but he has yet to make the really tough political choice: to get the extra money he needs from income taxes.

If the Administration and Congress are to put a serious dent in the federal budget deficit, that is the all-but-inevitable next step, say economists, analysts and political insiders.

"Ultimately, they will have to go to the income tax," said Rudolph Penner, a budget specialist with the Urban Institute and former director of the Congressional Budget Office.

(Peter Gosselin, Boston Globe)

DUKAKIS: 'I TOLD THE TRUTH AND I PAID THE PRICE'

BOSTON -- Massachusetts Gov. Dukakis, hearing President Bush had broken his no new taxes pledge, acted vindicated Tuesday, noting, "I told the truth and I paid the price" when he lost the White House to Bush in 1988....

"I told the truth and I paid the price," Dukakis told reporters Tuesday. "Mr. Bush did not and we're all now going to have to pay for it dearly."

However, Dukakis brushed aside reporters' suggestions that he was guilty of poor fiscal management. (UPI)

EDITOR'S NOTES: "Tax Stance A 'Turning Point,'" by Jessica Lee, and "Negotiators Get Back To Budget Today," by Richard Wolf, appears in USA Today, page 1A.

"U.S. Loves The Sinners, But Set To Tax The Sins," by Karen Riley, appears in The Washington Times, page A1.

"Bush, Taxes And The Possibility Of A Recession," by John Berry, appears in The Washington Post, page H1.

OFFSHORE OIL TRACT SALES LIMITED**Administration 'Balances' Timber, Endangered Owl Needs**

The Bush Administration Tuesday confronted two of its most pressing environmental challenges, pleasing some environmentalists with a plan to restrict offshore oil development and outraging others with a proposal on the northern spotted owl designed to save timber industry jobs in the Pacific Northwest.

In the first of back-to-back news conferences, Administration officials announced suspension of planned sales of undersea oil tracts of southern California, northern California, Oregon, Washington, southwestern Florida and New England's Georges Bank pending new environmental studies.

Hours later, environmentalists who had greeted that announcement with praise were denouncing a plan outlined by Secretaries Lujan and Yeutter that called for "balancing" the needs of the threatened owl with the timber industry. As part of the plan, the Administration will propose changes in federal laws protecting endangered species so economic factors are given more consideration in deciding how to protect threatened animals.

"I think they're trying to divert attention from this new assault on endangered species," said George Frampton, president of the Wilderness Society. "The White House could not have taken a more extreme position toward forest protection.... I really feel terrible to be in this position when the Administration has done such a terrific job on" the offshore oil decision.

Administration officials acknowledged that the timing of the two events was more than coincidence.

(John Lancaster, Washington Post, A1)

Energy Firms Assail Offshore Moratorium

Representatives of the oil and natural gas industries Tuesday criticized president Bush's moratorium on offshore oil exploration as environmentally misguided and economically unsound, but his action will apparently have little short-term effect on the energy industry or on the nation's fuel supply....

More oil and gas will probably have to be imported...but the amount of reserves that might be found off the Atlantic and Pacific coasts would not be enough to alter that long-term trend, according to energy analysts....

No drilling underway will have to be halted as a result of Bush's decision, according to oil industry officials.

(Thomas Lippman, Washington Post, A27)

Environmentalists, Oil Industry Hit Bush's Drilling Plan

LOS ANGELES -- President Bush's decision to halt new oil drilling off the California coast until 1996 was criticized Tuesday by both environmentalists who advocate an end to drilling and oil companies that warned of an increased dependence on foreign oil.

"These biologically rich marine waters deserve permanent protection from the threat of offshore oil drilling," said Michael Fischer, executive director of the Sierra Club. "Anything less is unacceptable."

Dan Haisley, a spokesman for Santa Cruz-based Save Our Shores, said: "If the President thinks this will dampen opposition to offshore oil drilling, he's dead wrong. As long as the door to offshore oil leasing is open, we will try to slam it shut." ...

The President's decision comes at a critical time for Sen. Wilson.... Wilson, an opponent of drilling, said of Bush's move: "If it's not perfect, it's an extraordinarily good result."

(Dave McNary, UPI)

Bush Halts Offshore Oil, Gas Leasing For Next Decade

Citing the need to protect the environment, President Bush halted Tuesday offshore oil and gas leasing for the next decade along large stretches of the East and West coasts, including the rich fishing grounds on Georges Bank off Massachusetts....

In making the announcement, Bush said he was accepting the recommendation of a special task force on offshore oil development "that further steps to protect the environment are needed." ...

The American Petroleum Institute said in a statement that the moratorium was "harmful to our country and the economy." ...

"Locking up energy-rich lands at a time when our dependency on foreign energy is escalating is a serious mistake," the institute said in a statement....

"I think it's unequivocally good news," said Rep. Studds, who for the past seven years has led the annual battle to protect Georges Bank by imposing a moratorium through the Interior Department's appropriations bill. "This is what we have been asking the Reagan and Bush Administrations to do for the last decade."

(Dianne Dumanoski, Boston Globe)

President Enacts Oil Moratorium

President Bush on Tuesday banned offshore leasing until the turn of the century in millions of potentially petroleum-rich acres off California, Florida, Oregon and Washington and in the North Atlantic....

"The President has fashioned a balanced approach that addresses the energy needs and the environmental concerns of all Americans," Secretary Lujan said at a news conference....

Rep. Fields, a member of the House Energy and Commerce Committee...complained that the new offshore plan would threaten U.S. energy security by restricting exploration.

"As a former oilman, President Bush should know better," Fields said. (Anne Reifenberg, Dallas Morning News)

Offshore Moratorium Hailed As First Step, Condemned As Inadequate

Democrats and Republicans in Congress who made common cause to fight oil drilling off the California coast were divided Tuesday on the adequacy of President Bush's announcement of an extended moratorium on new lease sales.

"This is not what California needs. California needs permanent protection of the California coast, beginning right now," said Sen. Cranston. "Instead, President Bush has given us a decade of delay."

His Republican counterpart, Sen. Wilson, dismissed the criticism by Cranston and other Democrats as "partisan churlishness." "This is the furthest-reaching, most comprehensive protection that a chief executive has ever given," Wilson said. "I think it would be small-minded and petty not to accord him his due."

"The California coastline still doesn't have the protection it deserves," said Rep. Levine. "California's coast will remain vulnerable to the whims of future administrations in this decade and beyond." (Mark Barabak, Copley)

Industry Sees Uncertainty, Environmentalists See Red Over Owl Plan

SEATTLE -- Timber industry groups saw some hope but a lot of uncertainty in Tuesday's Bush Administration proposal for preserving the northern spotted owl. Environmentalists saw red.

"It's a disaster," said Mike Anderson of The Wilderness Society. "I think the decision has been put right in the middle of the political arena. The scientists are being overridden." ...

"It was a good feeling," said Jerry Leppell, president of American Loggers Solidarity and owner of a saw shop. "It sounds like they are starting to wake up and I hope to hell they do."

But he and Don Clothier, director of the Grays Harbor Economic Development Council, said the lack of a reliable forest-use plan has left logging communities with an uncertain future.

"...We feel like we're being tossed around like a political football," Clothier said. (Jim Klahn, AP)

Administration Seeks Change In Endangered Species Act

The Administration said Tuesday it would seek to change the Endangered Species Act as part of its plan for preserving both timber jobs and the vanishing northern spotted owl in the Pacific Northwest. The proposed change would broaden the powers of a rarely used Cabinet-level appeals committee that already has limited authority to override some conservation measures under the Endangered Species Act. Environmental groups immediately assailed the proposal as an attempt to weaken the 17-year-old law....

Michael Bena of the Environmental Defense Fund said such changes are "unnecessary" because the law already allows land management agencies, like the Agriculture Department's Forest Service, to lump numerous timber sales and other measures together for consideration as one plan.

Secretary Yeutter said legislation for the new committee mandate would be submitted to Congress in the near future, but no specifics for the bill were given. (Steven Gorman, UPI)

STATE ASSERTS AUTHORITY OVER OIL SHIPPERS

JUNEAU -- Alaska asserted its authority Tuesday to regulate the oil shipping industry in an area previously left to federal authority.... Gov. Cowper signed comprehensive legislation that gives the state Department of Environmental Conservation new powers to approve, modify or revoke oil spill contingency plans that call for a 72-hour response to spills bigger than the 11-million-gallon Exxon Valdez spill. Oil terminals and shippers may not operate without a state-approved plan. (UPI)

EX-ADMIRAL ZUMWALT CLAIMS MANIPULATION ON AGENT ORANGE

Retired admiral Elmo Zumwalt Tuesday accused government and industry scientists of manipulating research data to hide what he called clear evidence that Agent Orange may have caused cancers, birth defects and a wide variety of other ailments in Americans who fought in Southeast Asia and their offspring.

The admiral, who recently reviewed studies on the widely used defoliant for the Department of Veterans' Affairs, charged [before the House Government Operations subcommittee on human resources and intergovernmental relations] that the distortions continue to "needlessly muddle the debate" over the impact of dioxin-laden chemicals on the American public.

(Bill McAllister, Washington Post, A2)

FLAG AMENDMENT FAILS AS SENATE JOINS HOUSE

The Senate Tuesday night joined the House in rejecting a proposed constitutional amendment that would have allowed Congress and state legislatures to ban desecration of the American flag, following a highly partisan debate targeted at voters in upcoming senatorial elections.

With the House having killed the amendment last week, the Senate vote of 58 to 42 to pass the amendment [was] nine short of the two-thirds necessary for approval.... Twenty Democrats joined 38 Republicans in voting for the amendment; seven Republicans voted with 35 Democrats against it. (Helen Dewar, Washington Post, A8)

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Critics See Only Slight Easing In Uproar Over Flag Burning

Senators who defeated a constitutional amendment against burning the American flag say the uproar may have eased slightly in recent weeks but the issue remains a sore point with many voters.

"It's still a tough issue," Sen. Kerrey said Tuesday after the Senate's 58-42 vote for the measure.... He said the dispute has "opened a wound in this nation," but voters are seeing "that the fabric of American society has not been threatened by flag burners...and in the end I think that's what turned this debate."

...Sponsors said they would keep campaigning for the amendment nevertheless. "We'll see what happens in the days and weeks and months ahead," said Sen. Dole. (Mike Robinson, AP)

SUBCOMMITTEE APPROVES WAITING-PERIOD BILL

A bill to require a seven-day waiting period for the purchase of a handgun from a gun dealer was approved Tuesday by a House subcommittee.

On a 6-4 vote, the House Judiciary Committee's subcommittee on crime approved the "Brady bill." ... Brady watched the proceeding from a wheelchair as the panel defeated on a 5-5 tie vote an amendment by Rep. McCollum to instead require states to toughen so-called "point-of-purchase" identification procedures for handgun purchases.... The subcommittee's chairman, Rep. Hughes, called the amendment "just another attempt to dismember the Brady bill." (Matt Yancey, AP)

PANEL BOOSTS NASA FUNDS 17 PERCENT

The House Appropriations Committee Tuesday upheld its space subcommittee's cuts in 1991 funds for President Bush's top-priority Moon-Mars mission but gave NASA a 17 percent increase for the next fiscal year.

The \$14.3 billion figure makes NASA one of the fastest growing agencies in government....

But when the spending bill reached the committee Tuesday, bipartisan support emerged for delaying Moon-Mars funding.... "We didn't have the money," said Rep. Traxler, who chairs the subcommittee that writes the NASA spending bill.... Sources cautioned that 1991 funding for Moon-Mars still might materialize, possibly through a gimmick involving NASA charges to the Defense Department for space launches. (Dan Morgan, Washington Post, A4)

WHITE HOUSE FIGHTS CABLE RATE CURBS

The Bush Administration Tuesday reaffirmed its opposition to congressional efforts to re-regulate the cable television industry, but announced for the first time that it would back provisions to allow the nation's phone companies to get into the cable business.

The Administration staked out its position in a letter to Rep. Markey.... Yesterday's letter -- which was signed by Secretary Mosbacher and James Rill, who heads the Department of Justice's antitrust division -- said the Administration prefers that the marketplace, not government, put checks on cable rates through vigorous competition. (Paul Farhi, Washington Post, H1)

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FEDS ENDORSE CUT IN SUGAR SUPPORT PRICE

The Bush Administration supports a 10 percent cut in the sugar support price, Deputy Agriculture Secretary Parnell said Tuesday in a speech that criticized the sugar industry for over-reaching.

The speech, delivered at an American Sugar Association meeting, threw cold water on speculation the White House no longer was interested in a price cut. (Charles Abbott, UPI)

FOOD COSTS CURB NUTRITION PROGRAM

Between 242,000 and 280,000 participants must be removed from the special nutrition program for low-income pregnant women, infants and children (WIC) by September because of rising milk, cheese and fruit prices, state program directors said Tuesday.

...The \$2.1 billion Congress provided for the program in fiscal 1990 is enough to serve half of those who are eligible, according to Dennis Bach, president of the National Association of WIC Directors. (Spencer Rich, Washington Post, A3)

**CHILD-ABUSE CASES TOTAL 2.4 MILLION
Advisory Board Seeks Increased Funding**

Suspected child-abuse and neglect cases reported to public authorities totaled 2.4 million in 1989, a special national advisory board said Tuesday in its first report to Congress....

The U.S. Advisory Board on Child Abuse and Neglect...said at least 900,000 of the cases had been officially substantiated.... The report said poverty, mental health problems, substance abuse and changes in family structure are associated with abuse and neglect problems. It said child-protection agencies within state and local governments have not been given the funds to handle the load. (Spencer Rich, Washington Post, A6)

STRICT ANTIABORTION BILL APPROVED BY LOUISIANA

BATON ROUGE -- The nation's most restrictive abortion bill won final legislative approval in the Louisiana Senate Tuesday night and was sent to Gov. Roemer, who said he would veto it because it did not allow exceptions for rape and incest.

Although antiabortion forces applauded wildly after the vote, declared victory and said they hoped the Louisiana action would lead to a federal court case overturning the landmark Roe v. Wade decision..., the ultimate fate of the legislation remained uncertain. Tuesday night's 24 to 15 vote indicated that the Senate might not have the two-thirds majority needed to override Roemer's veto, which is expected before the session adjourns July 9. Antiabortion sentiment is stronger in the House.

(David Maraniss, Washington Post, A3)

U.S. MEN FACE HIGHEST MURDER RISK

The USA's murder rate for young men is more than four times that of any other developed country, a new study says.

"We've reached a level of homicide in America that cannot be tolerated," says study head Lois Fingernut, National Center for Health Statistics. (Dan Sperling, USA Today, 1A)

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COMMERCE PERSONNEL HEAD FOCUS OF HARASSMENT PROBE

Commerce Department officials have ordered the agency's personnel director to take 10 days off while investigators look into charges of sexual harassment made against him, sources said Tuesday. Officials took the action against John Golden on Friday, and on Monday Golden's office was locked to stop him from entering, according to a Commerce Department official who asked not to be identified.

Details about the charges and why officials placed him on paid administrative leave while the allegations are investigated were not available.

(J. Jennings Moss, Washington Times, A6)

TRAVELING MAN QUAYLE SHOWS UP, BASHES DEMOCRATS

Like a journeyman boxer spotting his opening, Vice President Quayle on Tuesday jabbed his perennial punching bag, Massachusetts Gov. Dukakis.

So what if Dukakis was doomed to defeat more than 19 months ago? Quayle, who spent much of the 1988 campaign berating Dukakis, pounded the Democrat's image once again at a Republican gathering in Los Angeles. This time, the beneficiary was not George Bush but Sen. Wilson....

"I think all of you know what having a Democrat in charge of other states has done -- like the state of Massachusetts," Quayle said, a growl creeping into his voice. "Let me tell you -- with Pete Wilson at the top of our ticket and Dianne Feinstein at the top of theirs, let's make a little pledge. "Let's pledge that the Democrats are never going to have a chance to do to California what they've done to the state of Massachusetts."

His audience, predictably, chuckled and burst into applause.

(Cathleen Decker, Los Angeles Times, A3)

POLLS: GOP COULD WIN MASSACHUSETTS GOVERNORSHIP

BOSTON -- For the first time in 15 years the Democrats are in serious danger of losing the Massachusetts governorship, according to pollsters for both parties.

"If there is any state in the country ripe for a party change at the gubernatorial level, it has to be Massachusetts," Republican Party pollster Linda DiVall said in a confidential memorandum detailing her latest public opinion survey for top GOP officials here. Independent and some Democratic polls confirm many of her findings....

"This is not the best of times for a Democrat to be running [for governor] in this state," said a Democratic pollster for one of the gubernatorial candidates.

Unclear is the psychological impact President Bush's support for a federal tax increase might have on voters.

(Donald Lambro, Washington Times, A3)

HUBBERT LEADING IN ALABAMA GOVERNOR'S RACE

MONTGOMERY -- Teacher's lobbyist Paul Hubbert defeated Attorney General Don Sliegelman Tuesday in the Alabama Democratic runoff for governor. With 80 percent of the vote counted, Hubbert led 53 percent to 47 percent.

(Phil Jenkins, UPI)

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INTERNATIONAL NEWS

STOCKS SHARPLY HIGHER, DOLLAR FALLS

TOKYO -- Remarks by President Bush about higher tax revenues helped send the Tokyo Stock Exchange's key index soaring and the dollar falling against the Japanese yen Wednesday, traders said.

The 225-share Nikkei Stock Average rose 740.98 points, or 2.29 percent, closing at 32,312.75. The index rose 447.58 points Tuesday.

Many Japanese investors saw Bush's statement as indicating lower U.S. interest rates, said Kozo Hasunuma, a trader with Yamaichi Securities Co....

In currency dealings, the dollar closed at 154.35 yen, down 0.88 yen from Tuesday's 155.23-yen finish. (AP)

U.S. PLEDGES TO BALANCE BUDGET IN TRADE TALKS WITH JAPAN

TOKYO -- U.S. negotiators entered a third day of trade talks with Japan Wednesday armed with President Bush's statement that he is willing to raise taxes to cut the federal deficit.

Japan has long argued that a chief cause of the U.S. trade deficit and general lack of competitiveness of American companies overseas is the budget deficit.

The U.S. told Japan Tuesday that it will try to put its budget into the black as its part of the bargain in trade talks.... The U.S. side outlined a budget-cutting plan Tuesday that calls for a balanced budget by 1993, said a senior Bush Administration official participating in the negotiations. The senior official, in his briefing to reporters, did not say tax increases were part of the plan but said surplus cash from the Social Security fund would be used to pay off federal debt.

The official briefed reporters on the condition of anonymity. (Clayton Naff, UPI)

JAPAN WEIGHS LIFTING RICE-IMPORTS BAN

Japan's ruling politicians are thrashing about for ways to break a key campaign promise never to allow the import of "a single grain of rice."

This far-reaching decision by the LDP appears already to have been made privately during recent months, but may not reach the Japanese public until November.

In recent weeks, two top LDP power brokers, Michio Watanabe and former Prime Minister Noboru Takeshita, have dropped hints that the rice ban must end soon.... By sticking to a ban on the import of rice, Japan risks contributing to the collapse of the so-called Uruguay Round of GATT....

Still, Japan's electoral system is heavily skewed to favor farmers. (Clayton James, Christian Science Monitor, 1)

U.S. COALITION FEARS GATT CONCESSIONS

A report issued Tuesday by an industry-labor coalition raises concerns about the impact of ongoing international trade negotiations on the U.S. manufacturing sector.

The report, from the Labor-Industry Coalition for International Trade, strongly urges the Bush Administration not to weaken U.S. laws aimed at remedying market disruptions caused by foreign firms that sell below cost, receive government subsidies or pirate U.S. patents, copyrights and trademarks.

Those issues are the topic of heated debate in the international trade talks known as the Uruguay Round of the GATT....

Bush Administration officials say the U.S. is not seeking to water down anti-dumping or countervailing duty laws and will not abandon U.S. trade laws aimed at opening markets unless a strong multilateral dispute settlement system is agreed to in the GATT round.

(Keith Rockwell, Journal of Commerce)

**CONGRESSIONAL COMMITTEE WOULD CUT
LATIN AMERICAN DEBT TO GOVERNMENTS**

President Bush would be authorized to cut debts to the U.S. government by Latin American countries under a provision adopted Tuesday by the House Banking Committee.

There was no recorded vote. Two Republicans, Reps. Parris and Roukema, said they disapproved.

But another Republican, Rep. Leach, joined Democratic Reps. Kennedy and Torres in sponsoring the proposal. (AP)

AGENCIES' SPAT BLOCKS PLAN FOR REDUCING COCA CROPS

A spat between the Agriculture and State Departments has blocked a crop assistance program that could help wean Bolivian farmers from growing coca, the raw material used in making cocaine.

The Agriculture Department says the aid could harm the export competitiveness of U.S. soybeans. The State Department says the program can encourage Bolivian farmers to grow something besides coca....

In an effort to investigate the matter, a House panel has scheduled hearings Wednesday to discuss the \$136.7 million U.S. aid program in Bolivia and the relationship between Bolivian soybeans and the drug war. "If we've had a calculated policy to prevent the shifting of crops away from coca because of a few bushels of soybeans, we're making a big mistake," said Rep. Glickman.

(Guy Gugliotta, Washington Post, A17)

CONGRESSIONAL SUPPORT FOR SANCTIONS GROWING, KENNEDY SAYS

Sen. Kennedy said Tuesday Nelson Mandela's rousing speech to a joint session of Congress had "clearly" increased support on Capitol Hill for continued U.S. sanctions against South Africa.

Kennedy, in a statement, called the economic sanctions "indispensable" in the fight to end apartheid and predicted that Mandela's triumphant U.S. tour and speech Tuesday made it "less likely than ever" that they will be lifted "prematurely" by the Bush Administration. (UPI)

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RETAIN SANCTIONS, MANDELA URGES
ANC Leader, Addressing Joint Session, Asks U.S. Financial Help

Nelson Mandela, speaking to an enthralled joint session of Congress Tuesday, urged the U.S. to join him in forming "a solid phalanx against racism" to "transform South Africa into a united, democratic and non-racial country."

Describing the effort to "expunge apartheid racism" from South Africa as a continuing struggle now at a critical stage, Mandela appealed to Congress to keep in place economic sanctions against Pretoria and to send the ANC financial assistance.

In a later interview with The Washington Post, Mandela said sanctions could be lifted if "mutual confidence" and significant progress were achieved in negotiations between the South African government and the anti-apartheid movement....

But in remarks that underscored the candor that has marked his U.S. tour, Mandela warned that the drive for political and economic liberty in his homeland may require further armed struggle and government intervention in some sectors of the South African economy.
(Tom Kenworthy, Washington Post, A1)

EDITOR'S NOTE: "Mandela: Ending Sanctions Awaits 'Mutual Confidence' In South Africa," by Lynne Duke and Al Kamen, appears in The Washington Post, page A15.

EC DECIDES TO CONTINUE SANCTIONS
PENDING FURTHER CHANGE IN S. AFRICA

DUBLIN -- Black nationalist leader Mandela and the ANC Tuesday won an important victory from the heads of state of the European Community, who decided to maintain economic sanctions against South Africa despite applauding President de Klerk's steps toward political reform.

Winding up a two-day summit conference here, the heads of the 12 member states said they were willing to consider a "gradual relaxation" of the punitive measures, but only "when there is further clear evidence that the process of change already initiated continues."

Their statement gave no indication of when changes in EC policy could take place, but officials here suggested moves could come sometime during the next six months, provided de Klerk continues down the path toward dismantling apartheid.

(Glenn Frankel, Washington Post, A23)

SOUTH AFRICA DOES NOT VIEW MANDELA VISIT WITH 'FEAR OR CONCERN'

Nelson Mandela and President de Klerk are "working as a team," says a South African Embassy spokesman.

So at the embassy..., a sense of calm prevails as the government's new "teammate" is embraced warmly during his visit to Washington....

"Long before his visit here, the South African government embarked on a policy of constitutional reform through negotiations," said a spokesman. "This trip won't change that."

(Larry Olmstead, Knight-Ridder)

RIGHT-WING AFRIKANERS CALL FOR EARLY ELECTIONS

PRETORIA -- President de Klerk was warned Tuesday by nine white right-wing leaders that if he does not hold new elections to show he has white support for negotiations with the "communist" African National Congress they will seek to stop him by "other means."

"If the government proceeds on this course and does not call an early election, then of course the government is closing the constitutional doors. Obviously, people will be considering how to continue the fight with other means," said Jaap Marais, leader of the Reformed National Party, and spokesman for the group.

De Klerk...met for 90 minutes with four Afrikaner right-wing groups not represented in parliament and actively involved in organizing both an armed and political opposition to the de Klerk government.... Marais said the delegation had asked to meet with de Klerk to convey "the very deep feelings of unrest and insecurity" within the Afrikaner community over his reform policies and negotiations with the ANC and South African Communist Party.

(David Ottaway, Washington Post, A23)

SOVIET CENTRAL COMMITTEE MAY DECIDE FATE OF CONGRESS FRIDAY

MOSCOW -- The Soviet Communist Party, locked in debate over whether to delay a crucial congress, will probably hold a meeting of its policy-making Central Committee Friday, party sources said Wednesday....

"The plenum will be held at the end of the week and the most likely date is Friday," one source said. "But I see no real barrier to the congress going ahead as planned."

Another source said he thought a Friday meeting would be announced in the next 24 hours.

(Ralph Boulton, Reuter)

YELTSIN BACKS DELAY IN PARTY CONGRESS**KGB Chief Denies Postponement Is Under Consideration**

MOSCOW -- Russian leader Boris Yeltsin said Tuesday that the Soviet Communist Party leadership is considering whether to postpone a critical party congress scheduled to begin July 2 and said a delay "might be a good idea."

KGB chief and party Politburo member Vladimir Kryuchkov, however, told CBS News at a reception at the Bolshoi Theater Tuesday, "The congress will happen on July 2 -- there is no question about that, so far as I know."

Yeltsin, as well as other party sources, say the leadership has been disturbed by the increasingly strident conservative opposition to reform by provincial party leaders.

(David Remnick, Washington Post, A24)

GORBACHEV REJECTS LITHUANIAN PROPOSALS

MOSCOW -- President Gorbachev rejected a package of compromise proposals handed to him Tuesday by Lithuania's leader, saying it did not go far enough toward meeting the demands he has set for opening talks with the breakaway Baltic republic.

President Landsbergis was told during the unscheduled meeting in the Kremlin that for negotiations to start, his small homeland must unequivocally decree a moratorium on its March 11 unilateral declaration of independence, Tass reported.

However, the 90-minute session, held at Gorbachev's request, showed there is a desire on both sides to find a mutually acceptable formula to end the crisis....

Landsbergis said, however, that an assortment of draft documents toward [suspending the March independence proclamation] failed to placate either Gorbachev or another top official, Supreme Soviet First Deputy Chairman Anatoly Lukyanov.

(John-Thor Dahlburg, Los Angeles Times, A10)

LITHUANIAN PRESIDENT INSISTS STATEHOOD STILL PARAMOUNT

VILNIUS -- Lithuanian President Landsbergis met Mikhail Gorbachev in the Kremlin Tuesday and insisted any negotiations must deal "with the restoration of Lithuania as a state." ...

Landsbergis, who flew back to Vilnius immediately after the meeting, told the Lithuanian parliament on arrival that the republic will aim for full statehood once negotiations commence - an apparent setback for Gorbachev's hopes to keep Lithuania in a new Soviet federation.

"The subject of any negotiations should be very clear -- that is, the restoration of Lithuania as a state," Landsbergis told the legislators. He later told a news conference the Soviet Union wants Lithuania to negotiate as a union republic wanting secession while he was insisting that Lithuania must negotiate as one independent state with another state. (Michael Collins, UPI)

LITHUANIAN PREMIER PROMOTES COMPROMISE

VILNIUS -- Lithuania's prime minister Tuesday asked the republic's parliament to freeze its declaration of independence, saying that breaking away from the Soviet Union would be impossible without compromising with the Kremlin.

Prime Minister Prunskiene said that President Gorbachev told her in a telephone call earlier in the day that he would end Moscow's nine-week-old economic embargo against Lithuania in return for a temporary suspension of Lithuania's March 11 independence declaration.

Gorbachev also said he would begin negotiations that "will discuss a different status for Lithuania, including as an independent state," according to the prime minister.

There was no confirmation from Soviet officials of Prunskiene's claim that Gorbachev...had softened his position on independence. The only statement from Moscow about Lithuania was more toughly worded. (Ann Imse, Washington Post, A21)

**SHEVARDNADZE HITS AT SOVIET CRITICS
OF LEADERSHIP'S CURRENT POLICIES**

MOSCOW -- Soviet Foreign Minister Shevardnadze struck back Tuesday at military and conservative Communist Party critics for using "McCarthyite" tactics and demanding to know "Who lost Eastern Europe?"

Shevardnadze said he felt it a "moral duty" to apologize to East European governments for the "insulting" comments on some Soviet officials and military leaders who "still believe" that the army had "captured them as military trophies" and should never have permitted the democratic revolts of 1989.

(David Remnick, Washington Post, A25)

**SOVIETS STRUGGLE TO PAY DEBTS
Moscow More Than \$2 Billion In Arrears, Gerasimov Concedes**

MOSCOW -- The Soviet Union is struggling to pay more than \$2 billion owed to foreign creditors and suppliers, Soviet Foreign Ministry spokesman Gerasimov said Tuesday.

"We're experiencing some commercial difficulties now. Our perfectly immaculate record on the external market of always paying our debts is now under question," Gerasimov said....

Despite the debt, Gerasimov said the Soviet Union requires more foreign loans such as the \$3.1 billion credit extended by West Germany earlier this week. About half of that loan will probably be used to pay off debts to West German companies doing business with Moscow.

(David Remnick, Washington Post, A21)

**BONN OUTLINES BLUEPRINT FOR POLITICAL UNIFICATION
December Vote Would Become Referendum**

BONN -- A united Germany could resume its place as a single nation stretching from France to Poland in just over five months, the West German government announced Tuesday.

Looking beyond Sunday's economic merger of East and West Germany, Bonn's Interior Ministry released the first details of a plan to complete the countries' political unification on Dec. 9, when the first democratic all-German elections since 1933 are tentatively scheduled....

The government proposal is..., opposition leaders said, a political tool intended to strengthen Chancellor Kohl's Christian Democrats by turning the December vote into a virtual referendum on unification.

(Marc Fisher, Washington Post, A25)

SENIOR U.S. OFFICIAL TALKING TO CHINESE

BEIJING -- A senior U.S. official arrived in Beijing Tuesday for talks with Chinese officials, one day after a dissident scientist was allowed to leave the American Embassy....

Desaix Anderson, deputy assistant secretary of state, will hold talks with Foreign Ministry official on Sino-American relations and other issues during his stay of about five days, U.S. Embassy officials said.

(Reuter, Washington Times, A9)

CHINESE DISSIDENT FANG BEGINS NEW LIFE IN BRITAIN

LONDON -- Fang Lizhi, China's most prominent dissident, said Tuesday he will continue to work for progress in his homeland as he prepares to start an academic life in Britain....

"As citizens of China, we hope to do whatever we can in the future to help China's continuing progress and development," Fang said in a statement issued Tuesday through the Royal Society in London....

A British Foreign Office spokesman said Fang was allowed to leave China after a "tripartite agreement" among Britain, China and the U.S. The Foreign Office refused to elaborate on negotiations among the three countries.

(AP, Washington Post, A23)

EGYPT ENVOY CARRIES 'MESSAGE OF PEACE' TO BUSH, BAKER

Egypt's top diplomat met Tuesday with President Bush and senior U.S. officials on a mission to keep alive flagging hopes for Middle East peace.

Foreign Minister Esmat Abdel-Maguid, whose government has served as a go-between for Washington and the PLO, delivered what he called "a message of peace" from President Mubarak to Bush.

He met later with Secretary Baker....

The Egyptian envoy argued, without success, for the U.S. to resume talks with the PLO. (Warren Strobel, Washington Times, A8)

WHITE HOUSE MOVES TO LIMIT CUTS IN SALVADOR MILITARY AID

To avert even deeper cuts in military aid to El Salvador, the Bush Administration is quietly telling Congress that it would accept a 15 to 30 percent reduction in the \$85 million requested for next year.

...Four senior State Department officials met with eight House Democrats and Republicans on Thursday night to discuss a preliminary draft of the Administration's proposal to forge what Secretary Baker called "a bipartisan policy" on El Salvador.

"There was a mood of cordiality and cooperation," said a congressional participant in the meeting.... Referring to two Democratic members strongly critical of Administration policy on El Salvador, he added: "Gerry Studds and Dave Bonior indicated a willingness to work with the proposal. I got the feeling there was room for agreement." Neither congressman responded to requests for comment.

A second congressional official said the Administration's initiative was "very, very positive."

(Clifford Krauss, New York Times, A9)

SALVADOR MILITARY SAYS ADVANCES MADE AT PEACE TALKS

SAN SALVADOR -- El Salvador's armed forces said Tuesday recent peace talks between the U.S.-backed government and leftist rebels made significant progress toward ending a decade of civil war.

"Even though no concrete accords were reached on pacifying the country...the steps taken are considered significant," the armed forces said in a statement.

(Martin Langfield, Reuter)

NETWORK NEWS

Tuesday evening, June 26

BUDGET DEFICIT

ABC's Peter Jennings:

(President Bush at the Republican convention: "Read my lips. No new taxes.")

Not anymore. That five-second sound bite of George Bush accepting the Republican presidential nomination two years ago this summer was designed to get him into the White House. Ever since, it's been the most overworked phrase of the Bush presidency. In Washington this summer, however, the political and economic reality of the budget deficit appears to have the upper hand.

ABC's Brit Hume: Down to the White House early this morning came the official cars bearing the top dogs of Congress from both parties, and one of their pets. The budget talks were stuck in an Alfonse and Gaston routine over who should go first in saying the dread T-word, taxes. Two hours later the President went first. This time we were to read not his lips, but this written statement agreed to by all parties. "It is clear to me," he said, "that both the size of the deficit problem and the need for a package that can be enacted require all of the following:" Among the prescriptions that followed, "tax revenue increases." There. He'd said it. Democratic leaders were delighted. Now nobody could say it was their idea.

(Sen. Mitchell: "The President has concluded that tax increases are necessary, and we share the President's view in that regard.") The Democratic leaders refused to say Mr. Bush had broken his campaign promise.

(Speaker Foley: "I think it's important that neither political party has attempts to make political capital out of a serious bipartisan effort to reach a budget settlement.") Out on the House floor, however, that hope was already being shattered.

(Rep. Torricelli: "George Bush has announced that he's raising taxes. The charade is finally over. But what a price the American people have paid for this masquerade.") Conservative Republicans, meanwhile, were saying never.

(Rep. Burton: "We who support the President probably 95 percent of the time are emphatic in saying we don't want any new taxes. Stick to your pledge, Mr. President. No new taxes.") The President, meanwhile, would say only that he was trying to jumpstart the budget talks.

(President Bush: "I want to see the deficit down, and this bipartisan statement speaks for itself. And now we're going on to some serious negotiations.")

In fact, the President's statement calls for spending cuts that have been on the Republican wish list for years. The Democrats agreed in principle, but there's no guarantee any of it, including the taxes, will ever happen. That's why the President won't say yet he's broken his promise.

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Jennings: The President may be reluctant to admit that he's changing direction, but a lot of Democrats will be only too happy to do it for him. But in either case, for Republicans or Democrats, this is vastly less about sloganeering now than it is about finally having to make choices.

ABC's Cokie Roberts: On Capitol Hill members of both parties concede the hard part has just begun.

(**Sen. Dole:** "Now comes the really hard part -- getting down to specific spending and revenue proposals.")

As budget negotiators try to decide what taxes to tackle they'll be getting a good deal of political pressure.

(**Rep. Walker:** "We would say to the President that we would vote against a budget package that increases tax rates for the American people.")

(**Rep. Torricelli:** "Any Bush tax initiative is certain to include new privileges and tax breaks for the wealthy, certainly to increase the burden on the middle class and working families.") President Bush wants to cut the capital gains tax rate, the amount paid on profits from sales of assets. Democrats claim that's a benefit for the wealthy. Some of them would prefer to cut Social Security taxes. But it's tax hikes called for here. Democrats insist on raising income tax rates for the richest Americans. Republicans are more receptive to revenues from consumer items - a tax on gasoline and so-called sin taxes on beer, wine, and cigarettes. They have the support of one powerful Democrat, the chairman of the tax writing committee, who claims no revenue bill would be easy to pass.

(**Rep. Rostenkowski:** "When its reported to the American people like it is, I think that they'll take the choice of raising revenue.") No politician wants to tell the voters it's time to raise taxes. Only the prospect of a huge deficit even makes the word mentionable. But it's a long way from saying the word taxes to actually approving a program, and no one in Congress is ready to predict passage of a tax package anytime soon. (ABC-Lead)

NBC's Tom Brokaw:

(**Vice President Bush** at the Republican convention: "The Congress will push me to raise taxes, and I'll say no.")

(**Sen. Mitchell:** "The President has concluded that tax increases are necessary.")

(**Vice President Bush:** "-- and they'll push again and I'll say to them --")

(**Rep. Torricelli:** "The charade is finally over.")

(**Vice President Bush:** "Read my lips. No new taxes.")

Translation, your taxes are about to go up. Read his lips: Campaign promises are made to be broken. However you want to describe it, President Bush today conceded that new taxes will be necessary to get the federal budget deficit under control. His statement was designed to start a bipartisan attack on the deficit. Instead, it started a partisan war of sorts.

NBC's John Cochran: This is what set off the political explosion today -- a piece of paper on which President Bush finally said budget problems require tax revenue increases. Democrats who helped Bush write the statement over breakfast thought he had given them political cover to move ahead on taxes.

Cochran continues:

(Sen. Mitchell: "The statement speaks for itself. The President has concluded that tax increases are necessary.")

(Speaker Foley: "I think someone who is complaining about taxes being raised in the budget summit will have to complain against both parties and the President if they wish to make that kind of complaint.")

But White House spokesman Marlin Fitzwater tried to backtrack, saying the President wasn't necessarily proposing new taxes. For the first time, Fitzwater admitted that the no-new-taxes President has proposed hidden taxes for a long time. Fitzwater saying, "In the President's previous budgets there were some \$13 billion in tax increases." True, but when the President first proposed those taxes, the White House called them revenue enhancers. Still, 90 Republican congressmen were upset, firing off a letter to the President. "We were stunned by your announcement that you would be willing to accept tax revenue increases. A tax increase is unacceptable."

(Rep. Burton: "If the President were to back down on his pledge not to raise taxes, I think it would have a dramatic impact on Republican candidates this fall.")

That, of course, is Bush's big problem -- campaign promises.

(Vice President Bush, Oct. 1987: "There are those who say we must balance the budget on the backs of the worker and raise taxes again. But they are wrong. I am not going to raise your taxes, period.")

(Vice President Bush, Aug. 1988: "Read my lips. No new taxes.")

(President Bush, March 1990: "But you know my position. And I have no intention of changing that position.")

But this spring Bush began softening on taxes as the economy and tax revenues dipped. Today he had to go further to keep the Democrats from walking out of budget talks, which Bush's advisers felt could have panicked financial markets.

(President Bush: "I want jobs. I want to see the deficit down. And this bipartisan statement speaks for itself.")

But Bush refused to say whether his read-my-lips pledge is dead. The Democrats said it is. But the President's conservative adviser, John Sununu, was telling outraged Republicans, don't worry, nothing has changed. And what looked like a bold presidential move this morning looks a lot less bold tonight.

***** POLL *****

Brokaw: Today's announcement will come as no surprise to most Americans, who were well ahead of the politicians in saying out loud that they think that taxes will go up. Even a month ago on our NBC News/Wall Street Journal poll, the prospect of a tax hike seemed very likely to more than half of the registered voters that we talked to [51 percent]. Another 38 percent said it was somewhat likely. However, people don't think that the administration of President Bush will be blamed for new taxes [16 percent] as much as the Reagan Administration [36 percent] and Democrats in Congress [30 percent].

More than two-thirds [69 percent] told us that they would think no differently about the President if he went along with the tax hike. [17 percent would approve of him less, 12 percent would approve of him more]. This poll was conducted among 1,000 registered voters.

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Brokaw talks with Sen. Mitchell:

Brokaw: You and Speaker Foley have been saying all along that you wouldn't get into this tax debate until the President signed on. Well did he or didn't he today?

Mitchell: He did. The President made it clear in his statement in language that is unambiguous that he has concluded that tax increases are necessary to deal with the deficit.

Brokaw: What's this business, then, from Gov. Sununu saying there's nothing new in all of this and Republicans have nothing to worry about?

Mitchell: Gov. Sununu is not the President, is he? The President's statement is very clear in writing approved by the President -- I was right there when he approved it -- issued by the White House as the statement of the President. I think that's what counts.

Brokaw: You're so even-handed in all this, senator. Aren't you a little unhappy tonight with the way the White House has handled this today?

Mitchell: I think that some of the statements made by White House officials which attempt to confuse or obscure the issue are inconsistent with the understanding of all of the participants today, inconsistent with the plain language of the statement, and obviously make it more difficult to deal in good faith on these matters. But the reality is that President Bush has said that it is clear to him that there must be tax increases to deal with the deficit. And unless and until the President personally and directly repudiates that statement, or rejects his own statement, why then I think we should proceed in good faith and not be distracted by so-called background statements by other officials.

Brokaw: Let's assume that the President does not repudiate what he has said today in that statement. Where will those new taxes come from?

Mitchell: That decision has not been made. That will be the subject of negotiations that will go on tomorrow involving senators, House members and the President's associates who were present when the President made the statement today.

Brokaw: And did the President have anything to say to you in a personal aside today as he signed that statement, anything about, so, read my lips?

Mitchell: No. He didn't say anything about reading his lips. He didn't sign the statement. It was drafted in his presence, read to all of us in his presence, then typed up and handed around the room. The President looked at the statement and personally approved it. And it's as clear as the English language could be, and I think that's what we should accept. The President's conclusion is there have to be tax increases. (NBC-Lead)

CBS's Dan Rather: President Bush reversed course today. He came out for higher taxes. This ends his read my lips, no new taxes campaign promise. It follows weeks of election-year maneuvering with Congress about the huge and growing national debt. Besides tax increases, Mr. Bush called again for spending cuts today. These could include Social Security and Medicaid, among other programs designed to help the poor and the old.

CBS's Lesley Stahl: The President's turnaround is a stunning one. Not only is he abandoning his own most politically potent campaign pledge, he's reversing 10 years of Republican catechism on taxes. But instead of announcing it on camera, Mr. Bush issued a piece of paper. The statement by the President says that because of the growing deficit a budget package requires tax revenue increases. In person, Mr. Bush refused to be any more specific.

(President Bush: "I want jobs, I want to see the deficit down, and this bipartisan statement speaks for itself.")
The statement also said a package would require entitlement and mandatory program reform as well as spending cuts. But the stunner was taxes.

(Reporter: "Aren't some voters going to feel you broke your promise, sir?")

[TV COVERAGE of President Bush and Press Secretary Fitzwater walking away, smiling.]

At breakfast the Democratic leaders told the President if he didn't take the first step on taxes the budget summit would come apart. When he did they promised not to pound away at the flip-flop.

(Speaker Foley: "I would hope that this would not be the subject of anybody's effort to create political advantage.")

And yet, Chief of Staff Sununu raced to Capitol Hill to calm down riled-up Republicans, telling them there's nothing new in the President's statement.

(Sen. Dole: "He hasn't said any more today than he said initially -- no preconditions, everything's on the table.")
That's not how the Democrats see it.

(Sen. Mitchell: "The English language could not possibly be any more clear, and the efforts now to describe it otherwise are completely false and inconsistent with the statement itself.")

When the budget negotiators meet tomorrow they'll begin discussing what this means for the average family, whether it's higher taxes on gasoline, liquor, inheritance or on the wealthy, and whether Social Security increases and farm subsidies are cut.

(Rep. Rostenkowski: "Democrats don't like cutting entitlement programs, but they're going to have to do it. Republicans don't like raising revenues. They're going to have to do it.")

Congressional sources say the President sided with Budget Director Darman and Treasury Secretary Brady, who argue that the exploding S&L crisis means higher taxes are necessary. But sources say that the President's decision has left Chief of Staff Sununu "unhappy."

CBS's Bob Schieffer: The President's statement on taxes hit the Capitol like a thunderbolt, and Sununu's attempt at damage control was not enough to reassure many of the Republicans here. There was a mini revolt among some of the party's firebrands, who immediately began gathering signatures on petitions urging the President not to raise taxes.

Schieffer continues:

(Rep. Walker: "There is no mood on the part of his allies in the Congress to vote for any package that has tax increases in it.")

(Rep. Solomon: "The main thing is, the President has to stick to his guns. No new taxes, period.")

(Rep. Burton: "We who support the President probably 95 percent of the time are emphatic in saying we don't want any new taxes. Stick to your pledge, Mr. President. No new taxes.")

If you tuned in to the House floor, you understood quickly why Republicans facing tough races in the fall were unnerved.

(Rep. Torricelli: "George Bush has announced that he's raising taxes. The charade is finally over. But what a price the American people have paid for this masquerade.")

Even Mr. Bush's old opponent chimed in from Boston.

(Gov. Dukakis: "I told the truth and I paid the price. Mr. Bush did not, and we're all now going to have to pay for that.")

As Democratic strategists told it, the President had dealt a deadly blow to his own troops.

(Rep. Anthony: "My personal political judgment is that he just took them off at their knees, took away some of their strongest political issues, and I think that's a reason it's going to be a real test of his leadership, because he's going to have a very splintered, factious, and I think rambunctious Republican Party in the next few days.")

In fact, that rebellion prompted a round of Republican strategy sessions on Capitol Hill, and by late afternoon that argument that the President had really said nothing new.

(Rep. Gingrich: "The fact is that President Bush this morning issued a release which said essentially the same thing that we've been saying now for two months, which is that everything's on the table.")

So the one thing that can be said for certain, I suppose tonight is, that if the President does go for new taxes he's going to have to fight his own party to get it.

Rather talks with Sen. Sasser:

Rather: We just heard White House Chief of Staff Sununu, among others, say the President didn't say what you and other Democrats say that he said today. What are we to make of this?

Sasser: Well I guess we have to assume that the President still speaks for the President rather than Gov. Sununu speaking for the President. And the President very clearly said today in a statement that we need increased tax revenues to deal with this deficit problem. So I take the President at his word. He's examined this whole situation very carefully and come to the conclusion, apparently, that this nation needs new taxes to lower this deficit.

Rather: What is the President going to get? One, he will get the capital gains tax for the wealthiest Americans he wants. Any doubt about that?

Sasser: I think there is a substantial doubt about that. Many who are engaged in these budget negotiations are going to make it part of our agenda to try to reverse this regressive tax structure that's been imposed on the American people during the 1980s.

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Sasser continues: We want to try to bring some measure of tax fairness for middle class Americans, and perhaps those who made the great gains in the 1980s should now pay some of the bills coming due in the 1990s.

Rather: I want to make sure I understand. Are you saying to me or are you that in the end it isn't going to be Americans in middle economic brackets who are going to pay most of the increased taxes?

Sasser: I think many of us are going to fight very hard to see that there is some tax equity that comes out of these budget negotiations. That's not to say that there won't be some increased taxes for all concerned. But we want to minimize the impact on middle class people, and if there are tax increases we want to make sure that those who gained from the policies of the '80s pay the bills of the '90s.

Rather: There are going to be Social Security cuts. There will be cuts in programs such as Medicaid. That's part of the deal, isn't it?

Sasser: No, there is no deal. I think that's very clear that the President and those who discussed the matter with him this morning came away with no final conclusion other than there will be increased tax revenues, reductions in entitlements, but all of that's going to have to be determined on down the line.

Rather: We want to emphasize that President Bush's Chief of Staff, John Sununu, White House Budget Director Richard Darman, and the secretary of the Treasury all declined to be interviewed on this broadcast tonight about what is the President's position and what is their position. (CBS-Lead)

OFFSHORE DRILLING

Jennings: A clear win for the environmentalists today. President Bush has put most of the coastal waters off California, Florida and New England off limits to any new oil drilling until after the year 2000. With images of the Exxon Valdez and the recent tanker fire in the Gulf of Mexico clearly on people's minds, President Bush has made a decision that should be politically popular.

ABC's Ned Potter reports that the White House said America must strike a balance between this, the precious wildlife of its coastlines, and this, the power that keeps the country going. More than 10 percent of American crude oil and a quarter of its natural gas come from offshore wells.

(Secretary Lujan: "The President's decision will enable us to produce the energy that America needs while protecting the environment that all Americans demand.")

Areas affected include 99 percent of the California coast, the Gulf of Mexico near the Florida Everglades, and the Georgia's Bank off New England. They will be off limits to drilling until after the year 2000. Part of the Pacific Northwest would be off limits for about five years. Environmental groups said they were pleased, even if the decisions were made because Republicans face tough elections in the states involved.

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Potter continues: The oil industry protested the decision, saying companies will lose money, workers will lose jobs, and America, which already imports half its oil, will be even more at the mercy of the Middle East oil barons. Today's decision is sweeping, but temporary. Some complain that the White House has only put off the question for a future president. (ABC-2, NBC-2)

CBS's Deborah Potter reports:

(Secretary Lujan: "It's a recognition that we have had some environmental concerns. There's a new wind blowing, as the President says.")

Today's decision was designed as a compromise between energy production and environmental protection. And it satisfied almost no one, least of all George Bush's old colleagues in the oil industry. Supporters of a total ban on offshore drilling also were critical, saying today's announcement doesn't go far enough. The decision also has political overtones, with the White House hoping to help Republican candidates running for governor this year in Florida and California, where offshore drilling is unpopular.

(Sen. Wilson: "I don't think they're indifferent to who becomes governor of California, if that is your question. I would not be in their situation.")

Drilling opponents fear that if the political wind changes the new Administration policy could simply blow away. So they plan to keep pressing in Congress for a permanent ban. (CBS-2)

MANDELA

Jennings reports that Nelson Mandela took his message of change for Africa to the very heart of the American political system with a speech to a joint meeting of the House and the Senate.

ABC's Jim Wooten: He came to Congress today not as beggar but as battler, unapologetic for his refusal to renounce violence as a means of change in South Africa. That, he said, is not his own choice, but the choice of the white majority.

(Mandela: "Our people continue to die to this day, victims of armed agents of the state, who are still determined to turn their arms against the very idea of a non-racial democracy.")

And that, a non-racial democracy, he said, is not merely the goal of his ANC, but ought also to be the objective of the Congress of the U.S. -- the ultimate end of South Africa's color-coded culture.

(Mandela: "To destroy racism in the world, we, together, must expunge apartheid racism in South Africa.")

And to achieve that, said Mandela, U.S. sanctions imposed four years ago should not be lifted.

(Mandela: "Sanctions should remain in place because the purpose for which they were imposed have not yet been achieved.")

There is no guarantee, he said, that a significant corner has been turned in his country.

(Mandela: "We would be fools to believe that the road ahead of us is without major havoc.")

Despite a few naysayers, Congress is in no mood to lift the sanctions against South Africa whatever the President's mood may be. (ABC-6)

Brokaw: Nelson Mandela says there can be no peace in South Africa until apartheid is ended. And that struggle, he said, is inspired by the lessons of Washington, Jefferson, and Martin Luther King, Jr. That was a welcome message to a joint meeting of Congress which gave Mandela a rousing reception today. Mandela made it clear the U.S. does have a continuing role.

(Mandela: We still have a struggle on our hands. Our common and noble efforts to abolish the system of white minority domination must continue. We are encouraged...by the fact of the agreement between ourselves and this Congress, as well as President Bush and his Administration, that sanctions remain in place.)

A few members of Congress were critical of Mandela's refusal to renounce violence in the struggle against the South African government, but for most in Washington Mandela is a photo opportunity they don't want to miss. (NBC-3, CBS-8)

LITHUANIA

Jennings: The prime minister of Lithuania tonight asked the Lithuanian parliament to freeze its declaration of independence. Kasimiera Prunskiene said that it was necessary to reach a compromise with Moscow. "We need negotiations," she said. "We do not have a magic wand to solve these problems." (ABC-7)

SOVIET COMMUNIST PARTY CONGRESS

Jennings: Next week's big Communist Party Congress has been expected to diminish the party's dominant role in Soviet society. Now there is speculation in Moscow that the Congress itself may be postponed. Some may be postponed because reformers, apparently, are worried that they might not prevail. Boris Yeltsin...said that a delay might be in order.

ABC's Jim Laurie reports that Yeltsin and others in the liberal wing of the party are apparently alarmed by the strong showing at the Russian republic's Communist Party meeting last week of conservatives who oppose radical reform of the party. Well-informed Soviet sources here say since then Gorbachev and the party's ruling Politburo had been debating whether to delay next week's congress until September -- a delay insiders say would give Gorbachev time to rally his support. He needs to prevent a showdown between liberal and conservative groups, which might lead to a damaging split in the party, a walk-out by radical reformers, and destruction of his plan for the party's renewal. The final decision won't be made until the Central Committee meets later this week. Whichever way it goes it will be a sign of Gorbachev's confidence in whether he can hold his party together.

(ABC-8, CBS-9)

HUNGARY

Jennings reports that the Hungarian parliament voted overwhelmingly against any further military participation in the Warsaw Pact. Hungary intends to pull out of the once-upon-a-time military alliance altogether, probably by the end of next year. (ABC-9)

SPOTTED OWL

Jennings: Bush Administration officials appear to be backing away from proposals made by their own scientists which could yet cost thousands of loggers their jobs in order to protect the spotted owl. Today the Administration announced that timber harvest will be reduced a little, at a cost of about 1,000 jobs, but in the long run the Administration may try to amend the endangered species act, a move which environmentalists promise they will fight.

(ABC-3, NBC-5)

CBS's Jerry Bowen reports that the Bush Administration's preliminary plan to save the threatened northern spotted owl stunned environmental groups today. Instead of embracing a Forest Service report that would remove three million acres of owl habitat from logging at a cost of 28,000 jobs over the next 10 years, the Administration revealed a vague plan that would mean the loss of 21,000 jobs and proposed further study to determine if that number can be reduced.

(Secretary Yeutter: "We'll simply look for more creative and constructive ways to preserve jobs while also preserving protections for the owl.")

The Administration also proposed changing the endangered species act in order to allow more consideration to be given to economic impacts. Conservation groups say that's an act of sabotage.

(Jean Durning, Wilderness Society: "It looks as though President Bush has declared war on the endangered species act. We are very disturbed.")

(Brock Adams, National Audubon Society: "It looks like the Administration is once again ignoring all the science they have and all the advice of their best science and trying to go with the political fix instead in favor of the timber industry.")

For the timber industry in the Pacific Northwest, the Administration's approach is the first good news in months. But Congress must approve the Administration's plan, and it doesn't appear the self-proclaimed environmental President has all the votes he'll need.

(CBS-3)

MURDER RATE

Jennings: Some new figures today that show the U.S. has a murder rate for young men age 15 to 24 more than four times as high as any other leading industrial nation -- seven times higher than Canada, 40 times higher than Japan. In the Journal of the American Medical Association, the study says that three-quarters of those murders are linked to guns.

(ABC-4, NBC-7)

CHILD ABUSE

Rather: A report due out tomorrow from a U.S. advisory board on child abuse finds "an astronomical increase in maltreatment," up from about 60,000 cases reported in 1974 to 2.4 million in 1989. Many experts say drugs, especially crack, is one of the reasons. But whatever the reasons, the advisory board created by Congress says child abuse and neglect now represent a national emergency and existing child protection systems are inadequate and should be replaced.

(CBS-4)

WIC FOOD PROGRAM

Jennings reports that almost everyone agrees that in the 15 years since it started the government program to help feed poor women and children has been effective and cheap. But it never has been fully funded. Only half the nine million people eligible for its benefits are served. Some have recently lost their benefits, and if the government doesn't act soon another quarter of a million people may have to be cut from the program.

ABC's Carole Simpson reports that the state of Texas will eliminate 27,000 children from the WIC [women, infants and children] program because there isn't enough money. The WIC program is facing cutbacks because of higher food costs. Instead of prices going up an estimated four percent, they are up 10 to 16 percent. Not only Texas, but half of all states are cutting children from the program. The National Association of WIC Directors announced today that a total of 240,000 children are being eliminated from the program nationwide, including 53,000 in California, 31,000 in New York, 25,000 in Florida, and 20,000 children cut in both Utah and Georgia. Those administering the program say the cuts will mean bigger problems in the long run with iron deficiencies. Over the years studies have concluded that the WIC program is one of the most effective federal programs ever enacted, supported by both Republicans and Democrats. It not only includes the health of poor women and children, but it saves lives by reducing infant mortality. When the program should be expanding it's being cut, at a time when the number of children living in poverty is greater than ever.

(ABC-10)

-end of B-section-

EDITORIALS/COLUMNISTS

CHINA

China's Very Small Step Forward -- "The Chinese government should be credited with a small humanitarian act -- despite its crass motivation -- in permitting the dissidents Fang Lizhi and his wife, Li Shuxian, to leave the country.... The rest of the population of 1 billion has been denied any political freedom by the leadership. What was given Fang Lizhi and Li Shuxian was given grudgingly. Congress is reviewing President Bush's decision to extend most-favored-nation trading status to China. Typically, Beijing has thrown the U.S. a bone, hoping it will be perceived as the beginning of some great reform. Congress should know better. It should regard Mr. Fang's fate, while welcome, as a deportation nonetheless and overturn Mr. Bush's undeserved extension of normal trading status to China." (Hartford Courant, 6/26)

Beijing's Cynical Gesture -- "...It is no coincidence that the release of the two dissident scientists comes when Congress is debating President Bush's extension of most-favored-nation status for China and the group of seven industrial nations is planning to reconsider economic sanctions against China at its summit meeting in July. Bush, who continues to play his China card not against Moscow but against the Chinese people, should not permit the U.S. to be duped by the old cynics in Beijing. Sanctions that promoted human rights in South Africa and Poland could also be used to protect the human rights of the Chinese people and the colonized people of Tibet." (Boston Globe, 6/26)

China Plays Its Fang Lizhi Card -- Bush's Policy Of Keeping Channels Open Looks Better -- "...Now a face-saving way has been found to resolve the [Fang] problem. Everyone gains, and President Bush's pragmatic, if controversial, policy of keeping channels open to China looks better. But a word of caution: Letting Fang and Li move to Cambridge University, in exchange for their reported agreement not to engage in 'activities directed against China,' in itself does nothing to advance the greater cause of wider freedoms for China's people. Fang's reported promise of silence on political matters unhappily means that China stands to lose its most eloquent and fearless advocate of human rights and democratic reform.... The human rights in China that Fang and Li spent decades struggling for remain a dispiritingly elusive goal." (Los Angeles Times, 6/26)

Two Down, Hundreds To Go -- "...Congress should certainly take note of the release of Fang and Li in debating most-favored-nation status for China. But no one -- not even the rankest of White House optimists -- should read their release as anything more than a token gesture. The rest of China, including untold numbers of political prisoners, continues to groan under the yoke of oppression. Until evidence of substantial and significant change emerges, the proper American attitude toward the current regime in China should be one of extreme suspicion. Period."

(New York Daily News, 6/26)

-end of News Summary-

CONGRESSIONAL MONITOR



Wednesday, June 27, 1990

Volume 26, Number 102

Today in Congress

Floor Action: The House will take up the foreign aid spending bill (HR 5114), which would provide \$15.8 billion in fiscal 1991. Members may also take up HR 4329, which would reauthorize technology programs and provide seed money for emerging technologies.

The Senate is expected to return to legislation (S 566) restructuring federal housing programs.

Major areas under negotiation yesterday included how to shore up the financially shaky Federal Housing Administration, how much funding should be targeted to the very poor, and how much money should be spent on new construction versus rehabilitation programs.

Commerce Markup: The Senate Commerce Committee is scheduled to mark up a long list of bills, including a measure (S 2228) to establish a mandatory seafood inspection program.

The panel will take up a substitute version that would divide authority over the program between the Food and Drug Administration (FDA) and the National Oceanic and Atmospheric Administration (NOAA) in the Commerce Department. The FDA would set health standards for seafood handling and processing and NOAA would be in charge of inspections.

The original bill would have given the Commerce Department sole authority over seafood regulation, but the administration wanted a role for the FDA, which currently oversees a voluntary, industry-regulated inspection program.

The measure is still at odds with another bill (S 1245) approved by the Agriculture Committee that would split authority between the FDA and the Agriculture Department.

Also slated for markup is a bill (S 1189) to increase the protection of coastal areas from pollution and to give coastal states more control over offshore oil and gas drilling.

Energy Markup: The House Energy Committee faces a full slate of legislation today as members mark up energy, securities and health bills.

One bill (HR 4497) would give the Securities and Exchange Commission (SEC) additional authority to crack down on penny stock fraud. The measure would require that all penny stocks — low-priced, speculative securities — be traded through a system that provides firm stock price quotations. The SEC would also have the authority to bar unregistered promoters and consultants who have been caught engaging in penny stock fraud from further securities activities.

Another measure (HR 975) would allow the SEC to impose civil penalties for securities law violations. The bill, introduced at the request of the SEC, would give the commission the power to fine securities law violators up to \$500,000 and to bar them from serving as officers or directors of companies with publicly traded stocks.

Other bills slated for action include:

- HR 4487, to reauthorize the National Health Service Corps, which provides medical care in medically underserved areas. The bill is aimed at revitalizing the corps, which faced cuts during the Reagan years.

- HR 4808, to allow alternative energy producers to build larger power-generating facilities and still retain certain regulatory benefits.

- HR 3789, to authorize \$289.4 million over three years for health care for the homeless, as well as \$33 million for one year for community mental health services.

Coastal Barrier Islands: The House Merchant Marine Committee will mark up legislation (HR 2840) to deter development in fragile coastal areas and a bill (HR 3719) to establish a marine sanctuary in the Florida Keys.

See TODAY on p. 4

SENATE FLOOR: Flag-burning amendment is defeated.

A proposed constitutional amendment (S J Res 332) to ban desecration of the American flag was defeated, 58-42, yesterday by the Senate.

The amendment required a two-thirds majority, or 67 aye votes, to be successful. It was the second time in less than a week that a constitutional amendment on flag desecration was shot down in Congress. The House June 21 defeated its version, 254-177.

Opponents of S J Res 332 maintained throughout the two days of debate that the amendment was proposed solely to further politicize an election year since it had no chance of passing.

Earlier, the Senate voted, 51-48, to disallow on a point of order an amendment by Dale Bumpers, D-Ark., that would have established a statute to make desecration of the flag illegal.

An amendment by Jesse Helms, R-N.C., also lost, 10-90, that would have removed federal court jurisdiction from flag-burning issues. Another amendment by Joseph R. Biden Jr., D-Del., to allow for a narrowly interpreted constitutional amendment to prohibit flag burning was defeated, 7-93.

Late Monday the Senate passed by voice vote and sent to President Bush an Amtrak reauthorization bill (HR 5075) that excludes an antitakeover provision that prompted Bush to veto a similar bill earlier this month.

The Senate passed the bill only hours after the House had also approved it by voice vote. The bill calls for \$684 million in federal funds for Amtrak in fiscal 1991 and \$712 million in fiscal 1992.

Bush vetoed the earlier bill over objections to a plan that would have required the Interstate Commerce Commission to review the acquisition of major

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NEWS from p. 1

railroads by non-railroad companies. The House voted to override the veto, but the Senate sustained it.

In other Senate action late Monday, Majority Leader George J. Mitchell, D-Maine, announced that Democratic backers of a major civil rights bill (S 2104) had reached agreement with Republicans on differences over several provisions. The bill will come to the Senate floor after the Fourth of July recess.

HOUSE FLOOR: Commerce, Justice, State spending OK'd.

The House yesterday passed, 358-55, legislation (HR 5021) to appropriate \$10.5 billion in fiscal 1991 for the departments of Commerce, State and Justice and for the federal judiciary. It includes an extra \$75 million, earmarked in an amendment adopted by the House last week, for the Justice Department to prosecute crimes associated with the savings and loan industry.

The measure also would set aside nearly \$9 billion for other agencies that have not yet received funding authorization for the next fiscal year. HR 5021 is the second fiscal 1991 spending bill the House has passed this year.

Members rejected, 88-323, an amendment by William E. Dannemeyer, R-Calif., calling for a 5 percent across-the-board cut in all discretionary funds covered by the measure. Another amendment by Timothy J. Penny, D-Minn., seeking a 2 percent across-the-board cut was defeated by voice vote.

In other business, members approved, 368-59, a bill (S 280) to designate parts of the Niobrara and Missouri rivers in Nebraska as wild and scenic rivers. They rejected, 115-302, a substitute amendment by Virginia Smith, R-Neb., that would provide for further study of the rivers for possible inclusion in the wild and scenic rivers system in the future rather than designating them for the protective status now.

An amendment by Don Young, R-Alaska, to prohibit the Interior Department from acquiring land or scenic easements by condemning the land within the designated river corridors was defeated, 93-323.

MANDELA URGES lawmakers to stand firm on sanctions.

The speech by Nelson Mandela of the African National Congress to a joint meeting of Congress yesterday was punctuated by cheering and standing ovations, as lawmakers warmed to his message that economic sanctions against South Africa be kept in place.

The 71-year-old Mandela, who was released from a South African prison Feb. 11 after serving 27 years for alleg-

edly seeking to overthrow the government, is the most visible result of the reforms that have issued from the South African Parliament since President F.W. de Klerk came to power in October.

Mandela acknowledged de Klerk's reforms but added, "We have yet to arrive at the point when we can say that South Africa is set on an irreversible course" toward democracy. He asked lawmakers to leave it up to "the people of South Africa to determine the moment when" democracy has been achieved and international sanctions may be lifted.

The sanctions law, which Congress passed in 1986 over then President Ronald Reagan's veto, bars importation of South African coal, steel and agricultural products and prohibits exports of oil, arms, computers and nuclear items to apartheid-enforcing agencies.

But not all members agreed with Mandela that sanctions should remain in place. Dan Burton, Ind., the ranking Republican on the House Foreign Affairs Subcommittee on Africa, said that the United States should pursue a "carrot and stick" approach, easing sanctions one-by-one to reward de Klerk for his reforms and to encourage more change.

FROM BUSH'S LIPS: Taxes necessary to reduce budget deficit.

President Bush, apparently departing from his "no new taxes" campaign promise, said yesterday that "tax revenue increases" must be a part of any deficit-reduction agreement that the White House reaches with congressional leaders.

Bush's written statement did not specify what kind of revenue increase he had in mind. "We are not willing to give it any definition," White House spokesman Marlin Fitzwater said. "That's a matter for the negotiators."

The president issued the statement, in which he also called for spending cuts in a variety of domestic and defense programs, as he met at the White House with congressional negotiators with whom he is trying to write a fiscal 1991 budget plan.

The negotiating teams said they hoped to craft a deal before Congress' August recess.

Deficit estimates have risen significantly since Bush unveiled his proposed fiscal 1991 budget in January and could reach more than \$200 billion next fiscal year. Negotiators anticipate having to find \$45 billion to \$60 billion in savings in fiscal 1991, which starts Oct. 1.

Congressional leaders, particularly Democrats who had refused for political reasons to propose new taxes themselves, hailed Bush's statement, but some Republicans seemed to find the switch hard to take.

Rep. Dan Rostenkowski, D-Ill., chairman of the House Ways and Means

Committee, called Bush's statement "an important step in the right direction." He said Bush "has cleared away a major impediment to progress."

Senate Majority Leader George J. Mitchell, D-Maine, agreed and said, "The president has concluded that tax increases are necessary, along with other changes as specified in the statement, and we share the president's view."

But Rep. Robert S. Walker, R-Pa., was trying to get a majority of House Republicans to sign a letter opposing any tax increase, which he said would "undermine the economy and substantially weaken it."

The letter, which Walker hoped to send to the White House today, said those who signed it were "stunned" by the president's message and would refuse to accept any package that included a tax rate increase.

The budget negotiators will meet again today on Capitol Hill.

VA/HUD BILL increases funds for HUD, NASA and veterans.

The House Appropriations Committee yesterday approved an \$83.6 billion spending bill for fiscal 1991 to fund the departments of Veterans Affairs (VA) and Housing and Urban Development (HUD) and 20 independent agencies and offices, paving the way for House floor action Thursday.

The committee approved seven amendments, adding about \$11 million for veterans' medical care, construction at veterans' hospitals, the Neighborhood Reinvestment Corporation, the Consumer Product Safety Commission and two Environmental Protection Agency projects.

VA/HUD Subcommittee Chairman Bob Traxler, D-Mich., called the bill "difficult and challenging," since it dealt with a broad spectrum of "thorny social questions, science questions."

The bill contains \$12 billion more than was appropriated in fiscal 1990 and almost \$5 billion more than President Bush requested.

Most of the increase is going to HUD programs, but the Veterans Affairs Department and the National Aeronautics and Space Administration (NASA) would receive more than last year as well.

The 17.5 percent increase for NASA is considerably less than the 24 percent increase sought by the administration. Traxler said the committee-approved funding level represented the largest increase for the space agency in the last 10 and a half years, but the cut from the administration's request would hurt the president's Lunar-Mars initiative.

U.S. FUNDS to East Europe bank approved by House Banking.

The House Banking Committee yes-

terday gave voice vote approval to a bill (HR 5153) that would authorize U.S. participation in two international development banks, including a new one to help emerging democracies in Eastern Europe.

Under the measure, the United States would be authorized to contribute \$1.2 billion over five years to the new European Bank for Reconstruction and Development. Only 30 percent of the U.S. contribution to the bank, which would provide development funds to government and private businesses in Eastern Europe and the Soviet Union, would be paid in cash.

The U.S. government also would be authorized to contribute \$3.1 billion over three years to the International Development Association (IDA), an arm of the World Bank that extends interest-free loans to poor countries for development projects.

The measure also would direct U.S. officers of development banks to urge the banks to refinance the debt owed by severely indebted nations in Eastern Europe, Latin America and sub-Saharan Africa.

The committee defeated, 14-23, an amendment by Joseph P. Kennedy II, D-Mass., that would have required the Treasury Department to submit a report a year after enactment of the bill on the debt situation of each nation.

A provision in the bill would limit IDA loans to China to funds only needed for "human needs." An amendment by Jim Bunning, R-Ky., was defeated, 17-24, that would have placed the same loan restrictions on Ethiopia, Laos, Cambodia, Viet Nam and South Yemen.

HR 5153 also would authorize \$500 million over the next two fiscal years for the Export-Import Bank's tied-aid "war chest." The tied-aid fund was established to pressure other countries to end the practice of linking their foreign aid to the purchase of their products.

GRAND CANYON, other resources protected by House panel.

The House Interior Subcommittee on Water, Power and Offshore Energy yesterday approved a bill (HR 4498) aimed at protecting the Grand Canyon by moderating fluctuations in water released from the Glen Canyon Dam, located upstream on the Colorado River.

The measure, approved by voice vote, would require the Interior secretary to set moderate flow levels that would remain in effect until an environmental impact statement on operations of the flood control and power facility is completed.

The subcommittee also approved, by voice vote, a bill (HR 3613) to implement a fisheries and habitat restoration plan for the Upper Sacramento River and to restore migratory birds and their habitats damaged by California's Central Valley Project by 2000. It also seeks the restora-

tion of salmon and steelhead production in the Central Valley to twice their 1950s levels by 2000.

Another version of that bill has already been reported from the House Merchant Marine and Fisheries Committee.

WAITING PERIOD for gun purchases wins subcommittee's OK.

By a vote of 6-4, the House Judiciary Crime Subcommittee yesterday approved legislation (HR 467) that would require those who wish to buy a handgun to wait seven days before completing the purchase.

The so-called "Brady bill" — named after former presidential press secretary James S. Brady, who was shot with a handgun and who is lobbying for the waiting period — would give local law enforcement agencies a week to check into the background of a prospective gun purchaser.

If, at the end of the week, the police had found no basis for objection — for example, if the would-be buyer was a convicted felon — the gun purchase would proceed.

The subcommittee approved the legislation after defeating, 5-5, an amendment by Bill McCollum, R-Fla., that would have weakened the measure.

RICO REVISION finally gains nod from Crime Subcommittee.

The House Judiciary Subcommittee on Crime yesterday also approved by voice vote legislation (HR 5111) that would make changes in the Racketeer Influenced and Corrupt Organizations Act (RICO) to protect some businesses from lawsuits.

RICO, enacted 20 years ago, established stiff civil and criminal penalties for racketeering activities. But business groups have complained that some of the law's civil provisions allowing private parties to collect treble damages from companies convicted of racketeering have led to excessive litigation.

The bill, which was crafted during six months of negotiations, would protect legitimate companies from frivolous lawsuits. The measure also would set a higher standard for civil RICO actions and would allow federal judges to dismiss suits that did not meet the new standard.

The panel defeated, 4-6, an amendment by John Conyers Jr., D-Mich., that would have reduced damages against defendants presently involved in on-going lawsuits.

JFK CENTER, other projects get Public Works panel approval.

The John F. Kennedy Center for the Performing Arts would be in line to receive \$47 million in federal funds over the next two years to help pay for opera-

tions, maintenance and repairs under legislation (HR 5070) approved by voice vote yesterday by a House Public Works subcommittee.

The measure, approved by the Public Buildings and Grounds Subcommittee, would authorize \$6.75 million for annual maintenance and operating services and \$15 million for deferred maintenance, repairs and alterations for the Kennedy Center in fiscal 1991.

For fiscal 1992, the legislation would authorize \$9.85 million for annual maintenance and operating services and \$15.5 million for deferred needs.

The center has recently experienced a drop in private contributions, placing some of its programs in jeopardy. An amendment by Thomas E. Petri, R-Wis., would direct the General Accounting Office to conduct a review and audit of the Kennedy Center's financial status.

The subcommittee also approved by voice vote HR 4463, which would authorize \$30 million for construction of a new building on the east court of the National Museum of Natural History.

MEDICARE CHANGES agreed to; living wills to be considered.

The House Ways and Means Subcommittee on Health yesterday approved several minor, technical changes in the Medicare program that will eventually be included in the fiscal 1991 budget reconciliation bill.

It was the subcommittee's second session in preparation for the reconciliation process, in which Congress must bring spending in line with overall budgetary guidelines.

The subcommittee also appointed a task force comprised of Sander M. Levin, D-Mich., Brian Donnelly, D-Mass., and Nancy L. Johnson, R-Conn., to study the issue of living wills, in which individuals can instruct doctors and family members on when to end life-sustaining medical care. Levin has proposed that hospitals and other health agencies that participate in Medicare be required to inform patients of state living will laws and the right to refuse medical care.

OIL RESERVE kept at current level under Energy bill.

The House Energy Subcommittee on Energy and Power yesterday approved by voice vote a measure (HR 3193) that would reauthorize the Strategic Petroleum Reserve at the existing level of 750 million barrels.

The bill is on today's full Energy Committee agenda.

Originally, the bill would have authorized expanding the reserve to 1 billion barrels and establishing reserves for refined products such as heating oil.

But the Energy Department opposed expansion of the reserve, saying that the

present 750 million barrel capacity was sufficient and the \$12 billion the expansion would cost would not be feasible.

HR 3193, as amended, also would require that at least 10 percent of the petroleum acquired each year, up to 20 million barrels, go to regional reserves of refined products to help when extreme cold causes shortages of heating oil.

SPOTTED OWL plan proposed by administration; fight expected.

The administration yesterday announced a partial plan for protecting the northern spotted owl that guarantees a bitter fight in Congress over which Pacific Northwest resource is more threatened — old growth forests or timber jobs.

The plan was released in response to a decision by the Fish and Wildlife Service Friday to classify the spotted owl as a threatened species entitled to protection under the Endangered Species Act.

Environmentalists were hoping for more far-reaching protections for the owl and for its ancient forest habitat in California, Oregon and Washington. "It's as if the spotted owl was never listed under the Endangered Species Act," said Jay Watson, a forest issues specialist for the Wilderness Society.

Under the plan, the Bureau of Land Management (BLM) would protect 450 pairs of owls on its lands. An interagency task force would have to complete a protection proposal for Forest Service lands by Sept. 1.

Timber sales from all federal lands would stay at levels mandated by the fiscal 1990 interior appropriations bill through the end of this fiscal year.

On BLM lands, Interior Secretary Manuel Lujan Jr. said, production would drop to about 750-800 million board feet from about 1 billion board feet for each of the next two years, costing about 1,000 jobs.

An earlier proposal by government scientists, led by Forest Service Biologist Jack Ward Thomas, would have preserved some three million acres of national forests for the owl and cut federal harvests nearly in half.

TESTING standards needed for trade access, panel hears.

A House Science subcommittee was told yesterday that U.S. products will face trade obstacles in competing for access to the European Community (EC) Common Market unless the United States creates uniform consumer product testing standards compatible with those under consideration in Europe.

Testifying before the Subcommittee on Science, Research and Technology, Thomas J. Duesterberg, an assistant secretary of commerce, said differing product specifications and testing standards throughout the country "are very costly

— requiring multiple tests and certifications and multiple production runs."

As a consequence, private U.S. testing laboratories will fail to earn EC accreditation. Without it, according to Norman Sisisky, D-Va., "U.S. labs will be unable to test and certify American exports."

Leonard Frier, president of MET Electrical Testing Co., said that what is required is a "United States certification mark" which would serve as an international "Good Housekeeping seal of approval."

WATER PROBLEMS in Middle East focus of Foreign Affairs panel.

The House Foreign Affairs Subcommittee on Europe and the Middle East yesterday focused on what will almost certainly become a troublesome issue in the future — the serious lack of water in the Middle East.

According to John Kolars of the University of Michigan, the people of the Middle East "are on the verge of confronting a crisis the dimensions of which will make all others that have gone before simple by comparison." Other witnesses agreed, citing the probability, if current trends continue, of political and economic upheaval and military conflict in the Nile, Jordan and Euphrates River basins within the next two decades.

Rapid population growth and expanding agricultural development have caused increased competition for and depletion of water resources in the region.

No immediate solutions to the problem were offered, but subcommittee member Donald E. "Buz" Lukens, R-Ohio, suggested that Congress should be on the lookout for "micromanagable solutions" that could ease tensions over water resources in the region.

In response, witnesses told the subcommittee that the United States, other industrialized nations and international organizations such as the United Nations and the World Bank should use their influence in the region to encourage cooperation and greater efficiency in the use of water. The witnesses also suggested providing funds and technology to help with sound water management. ■

Not As Scheduled

The scheduled meetings yesterday and today of the House ethics committee have been postponed.

The committee gave no reason for the delay and did not indicate when the sessions will be rescheduled.

The panel had been expected to deal with its long-running probe into allegations against Barney Frank, D-Mass., involving his relationship with a male prostitute.

TODAY from p. 1

The coastal management bill would add more than 400 miles of fragile coastal barrier islands to the Coastal Barriers Resource System. Under a 1982 law, anyone who builds on such coastal areas is ineligible for benefits such as federal disaster relief and housing loans.

Usually, areas are designated for inclusion in the coastal barrier system by the Commerce secretary after a lengthy review process. The bill would bypass that process.

At the June 20 subcommittee markup members approved an amendment by voice vote to also include some coastal areas in New Jersey and Rhode Island.

The Florida Keys bill would declare a stretch of the Florida Keys off limits to ships to protect a living coral reef that has been damaged by ship groundings.

Supercomputer Network: A bill aimed at establishing a national research and education computer network will be marked up by the Senate Energy Committee. The measure (S 1976) would direct the secretary of Energy to set up a network linking computer users at universities, federal laboratories and industry research centers by 1996.

The bill would also require the Energy Department to develop and implement a long-range strategy for research and development of supercomputers. The bill calls for increased research into supercomputer software for use in high-energy physics, fusion, materials science, astrophysics, climate modeling, genetics and other fields.

Bill proponents say an integrated, cooperative effort is needed to boost U.S. competitiveness in the field of supercomputers.

Labor Markup: The Senate Labor and Human Resources Committee has a lengthy agenda scheduled for today, from teacher quality improvement (S 1676) to the reauthorization of several human services programs (HR 4151).

HR 4151 would reauthorize the popular Head Start program, funding it at \$2.4 million in fiscal 1991, \$1 billion over the current level.

The bill also includes authorizations for Community Services Block Grants, State Dependent Care Development Grants and the Follow Through program — a kindergarten-through-third-grade program for Head Start graduates.

The House passed HR 4151 May 17 by a 404-14 vote.

S 1676 is aimed at improving teacher training and spurring teacher recruitment in poorer areas.

Panel members may mark up S 2724, which would reauthorize funding for the

National Endowment for the Arts (NEA) and the National Endowment for the Humanities. The bill has caused debate because some lawmakers want to include language setting obscenity standards for art projects funded by NEA.

Teaching Excellence: The House Education Committee today will mark up legislation (HR 5115) that combines President Bush's education initiative and the Democrats alternative proposal. The bill would authorize about \$1 billion in spending, according to a panel staffer, to expand Head Start and the Women, Infants and Children (WIC) program and to initiate a variety of other educational programs. (Sponsors say that increased funding for WIC nutrition programs would help ensure that poor children are ready for school.)

Bush's proposal would have authorized roughly \$350 million in new education spending.

Among the new programs authorized under HR 5115 are a Presidential Merit Schools program to reward schools that have improved student academic achievement, a National Science Scholarship Program and excellence awards for teachers.

In February, the Senate approved, 92-8, legislation (S 695) that more closely mirrored Bush's proposal.

Aid for Drug Babies: Legislation (HR 5020) authorizing additional programs and funds to care for babies born to crack- and cocaine-addicted mothers will be marked up by the House Ways and Means Subcommittee on Health.

The bill would expand programs to prevent substance abuse by pregnant women and would require that states offer emergency assistance to the homeless under the Aid to Families with Dependent Children program.

The bill aims to reduce the number of children placed in foster care for lengthy periods and focuses on funding services that would aid in the permanent placement of children — either through reunification with parents or through adoption.

Cable Markup: In the wake of complaints that cable television franchise monopolies have led to soaring rates and deteriorating service, a proposal to reregulate the cable television industry will be marked up today by a House Energy and Commerce subcommittee.

The Telecommunications and Finance Subcommittee will take up a draft bill that would require the Federal Communications Commission (FCC) to regulate rates for basic cable service. Under the bill, cable companies would be required to carry public and local television programming.

The cable industry sees the House bill as less onerous than a measure (S 1880) approved by the Senate Commerce Committee June 7.

About a dozen amendments are expected to be offered today, with the most significant being a proposal to allow telephone companies to offer cable services under certain circumstances. A similar provision was withdrawn from the Senate bill after members warned it could kill the bill.

The legislation would also require the FCC to devise customer service guidelines aimed at improving cable companies' service standards.

Death Penalty Appeals: The House Judiciary Subcommittee on Courts will mark up a bill (HR 4737) to revise the appeals process in death penalty cases.

HR 4737, which will probably be folded into an omnibus crime bill, would limit the number and timing of appeals that defendants sentenced to death may make in federal courts after exhausting their state appeals. A recent report by the Judicial Conference, an administrative arm of the federal courts, found that an average of eight years separated the conviction and execution of capital felons, a delay stemming from backlogs and the numerous chances for appeal at both the state and federal level.

Under HR 4737, convicted capital felons would get only two appeals in federal court and would have to file their federal appeals within one year of exhausting their state appeals.

The Senate Judiciary Committee has long since reported its crime package (S 1970) to the floor, where it has been stalled by a filibuster. But House Judiciary members have taken a slower approach, dividing up parts of the bill among various subcommittees.

Aviation Markup: The House Public Works Aviation Subcommittee will mark up four bills today, including a draft measure that would allow localities to raise money for airports by imposing user fees on passengers.

The bill, which is supported by the administration, would allow local airport authorities to levy fees of up to \$3 on every passenger to pay for airport improvement projects.

The measure generated some controversy last week when an official of the Air Transport Association — who had been slated to testify against the bill — abruptly canceled his appearance. It was reported that Transportation Secretary Samuel K. Skinner contacted industry officials and protested against the prospective appearance of association President Robert Aaronson.

The subcommittee will also take up a

bill (HR 3774) that would toughen federal regulation of aging aircraft and a measure (HR 5132) to reauthorize the National Transportation Safety Board for three more years.

Indoor Air: A proposal to expand government research into indoor air pollution and better coordinate federal efforts to combat the problem will be marked up by the House Science Committee.

Members will consider a bill (HR 5155) that would boost research on the health effects of indoor air pollutants such as viruses and bacteria, radon, asbestos and formaldehyde. The legislation would require the Environmental Protection Agency (EPA) to draw up a list of pollutants and their health effects and to identify ways to reduce their levels.

The bill would authorize \$48.5 million annually through fiscal 1993.

The new bill contains virtually all of the language of HR 1530, which was approved by the Natural Resources Subcommittee March 8.

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Committee Meetings Scheduled Today

Senate Committees

★ AGRICULTURE NOMINATION

Senate Agriculture Committee

The full committee (Chmn Leahy, D-Vt) will hold a confirmation hearing on the nomination of James Moseley to be an assistant secretary of Agriculture.

9am SR-332 Russell Bldg **June 27**

Witness scheduled: James Moseley - nominee

■ FY91 D.C. APPROP

D.C. Appropriations Subcommittee

The subcommittee (Chmn Adams, D-Wash) will hold a hearing on fiscal 1991 appropriations for programs under its jurisdiction.

10am SD-138 Dirksen Bldg **June 27**

Agenda:

June 27: Appeals & Supreme Court Justices: Judith Rogers - court of appeals; Fred Ugast - superior court; Ulysses Hammond - executive officer of court system

■ FY91 LABOR-HHS APPROP

Labor-HHS Appropriations Subcommittee

The subcommittee (Chmn Harkin, D-Iowa) will hold hearings on fiscal 1991 appropriations for programs under its jurisdiction.

10am SD-192 Dirksen Bldg **June 27**

Agenda: Family Support Administration's State Legislative Impact Assistance Grants:

PANEL 1: Joanne Barnhart - asst secy, Family Support Admin

PANEL 2: Joaquin Avino - Natl Assn of Counties; Virginia Collins - County of Los Angeles; Kevin Concannon - chmn, APWA Task Force of Immigration Reform; Mark Helmar - asst secy for prgm and fiscal issues, Calif Health & Welfare Agency

PANEL 3: Paul Hill - Rand Corp

PANEL 4: Sarah Jagger - dir of human resources, GAO; Richard Kusserow - inspector gen, HHS

■ BANKING COMMITTEE BUSINESS

Senate Banking Committee

The full committee (Chmn Riegle, D-Mich) will meet to consider pending business.

10am SD-538 Dirksen Bldg **June 27**

Agenda:

MARKUP:

S 307 - Truth in Savings and Investment Act

S 2327 - A bill to authorize federal depository institution regulatory agencies to revoke charters, terminate deposit insurance, and remove or suspend officers and directors of depository institutions involved in money laundering or monetary transaction reporting offenses

Committee print - Fair Lending Enforcement Act
HR 1028 - Require secretary of Treasury to mint coins in commemoration of the golden anniversary of Mount Rushmore National Memorial

NOMINATION VOTE:

Joseph Schiff to be asst secy of HUD

Note: This hearing has not been rescheduled.

■ COMMERCE COMMITTEE BUSINESS

Senate Commerce Committee

The full committee (Chmn Hollings, D-SC) will meet to consider pending business.

10am SR-253 Russell Bldg **June 27**

Agenda:

S 1974 - Require new televisions to have built in decoder circuitry

S 2228 - Develop a comprehensive program to ensure the wholesomeness of fish products intended for human consumption and sold in interstate commerce

S 1189 - Amend Coastal Zone Management Act to require state coastal zone management agencies to prepare and submit for the approval of the secy of Commerce plans for improvement of coastal zone water quality *Short title: Coastal Zone Improvement Act*

S 2287 - Authorize appropriations to the Natl Aeronautics and Space Admin for research and development, space flight, control and data communications, construction of facilities, and research and program management

S 2759 - Authorize appropriations for fiscal year 1991 for the Federal Maritime Commn

S 2760 - Authorize appropriations for fiscal year 1991 for the Maritime Admin

HR 94 - Amend Fed Fire Prevention and Control Act to require development and issuance of guidelines for the use and installation of automatic sprinkler systems and smoke detectors in hotels and motels

S 2494 - Strengthen the authority of the Federal Trade Commission regarding fraud committed in connection with sales made with a telephone

S 2398 - Authorize the continuation of the National Senior Olympic Games

S 2599 - Authorize a certificate of documentation for the vessel *Angelos*

S 2714 - Permit issuance of a certificate of documentation for employment in the coastwise trade of the US for the vessel *the Solitaire*

ENERGY COMMITTEE MARKUP

Senate Energy Committee

The full committee (Chmn Johnston, D-La) will mark up pending legislation.

9:30am SD-366 Dirksen Bldg **June 27**

Agenda:

S 1976 - Provide for continued US leadership in high-performing computing.

S 2606 - Private relief for Coniwell & Gerald Robinson.

■ LEAD CONTAMINATION

Senate Environment Committee

Toxic Substances, Environmental Oversight, Research and Development Subcommittee (Chmn Reid, D-Nev) will hold a hearing on pending legislation.

9:30am SH-216 Hart Bldg **June 27**

Agenda:

S 2637 - Amend the Toxic Substance Act to reduce the levels of lead in the environment

S 2593 - Reduce the amount of lead contamination in the environment

Witnesses scheduled: Sen Bradley, D-NJ

PANEL: Victor Kimm - dpty asst adminr, EPA; Vernon Houk - Ctrs for Disease Control

PANEL: Herbert Needleman - chmn, Alliance to End Childhood Lead Poisoning; Lynn Goldman - American Academy of Pediatrics; Audrey McMahon - Consortium for Citizens with Disabilities;

Bob Chase - Natl Education Assn; Edward Groth III - Consumers Union; Knut Ringen - Laborers' Natl Health & Safety Fund

PANEL: Jeff Zelms - pres, Lead Industries Assn; Robert Muth - ASARCO; L D McMullen - Assoc of Metropolitan Water Agencies

PANEL: David Series - pres, Inst of Scrap Recycling Industries; David Boltz - Iron & Steel Inst; David Waldron - Cookson Pigments; Gerald Dubinski - Battery Council Internatl

PANEL: Mark Stanga - American Electronics Assn; Dennis Heldman - Natl Food Processors Assn; William Simpson - Coalition for Safe Ceramicware; Kurt Weaver - Stained Glass Assn; Steven Hilts - Natl Fishing Tackle Manufacturers Assn; Doug Johnson - Water Gremlins

■ ESTATE VALUATION FREEZE

Senate Finance Committee

Energy and Agricultural Taxation Subcommittee (Chmn Boren, D-Okla) and Taxation and Debt Management Subcommittee (Chmn Daschle, D-SD) will hold a joint hearing on proposals to prevent abuses in determining estate and gift tax values.

2pm SD-215 Dirksen Bldg **June 27**

Witnesses scheduled: Michael Graetz - dpty asst secy of the Treasury for tax policy

PANEL: Jere McGaffey - chmn-elect, Taxation Section, American Bar Assn; Donald Lubick - Taxation Section, D.C. Bar; David Burton - mgr, Tax Policy Ctr, Chamber of Commerce; Deborah Walker - mbr, Exec Cmte, American Inst of Certified Public Accountants

PANEL: Harry Gutman - partner, Drinker Biddle & Reath, Philadelphia, Pa; Richard Dees - capital partner, McDermott, Will & Emery; David Lajoie - partner, Coopers & Lybrand and chmn, Subcmte on Income Taxation of Estates & Trusts, American Inst of Certified Public Accountants; E James Gamble - chmn, Estate & Gift Tax Cmte, American College of Trust & Estate Counsel; Harold Apolinsky - vpres for govt affs, Small Business Council of America

PANEL: James Roberts - pres, Mgmt Planning, Cleveland, Ohio; Idelle Howitt - natl dir, ESOP Services, American Appraisal Assocs; M Mark Lee - assoc dir, Bear, Stearns & Co

PANEL: Mark Hayward - acting chief counsel for advocacy, Small Business Admin; E Fletcher Lord Jr - pres & CEO, Natl Fedn of Indpt Business; Thomas Zaucha - chmn of the bd, Small Business Legis Council and pres & CEO, Natl Grocers' Assn; Steve Massie - Associated Gen Contractors of America

★ FOREIGN RELATIONS NOMINATIONS

Senate Foreign Relations Committee

The full committee will hold a confirmation hearing on pending nominations.

2pm & 4pm SD-419 Dirksen Bldg **June 27**

Agenda:

2pm: Acting Chmn Simon, D-Ill

Townsend Friedman Jr to be ambassador to Mozambique

Kenneth Peltier to be ambassador to the Federal and Islamic Republic of the Comoros

4pm: Acting Chmn Dodd, D-Conn

G Philip Hughes to be ambassador to Barbados
George Jones to be ambassador to the Cooperative Republic of Guyana

Eugene Scassa to be ambassador to Belize

BUDGET TALKS

Representatives from the White House and members of the congressional leadership will continue discussions on the budget.

10:30am to noon and 2pm to 5pm S-207 Capitol Bldg **closed June 27 & addl dates TBA**

Senate continued...**■ CONVENTIONAL ARMS CONTROL & EUROPEAN SECURITY****Senate Foreign Relations Committee**

European Affairs Subcommittee (Chmn Biden, D-Del) will hold a hearing on recent conventional arms control negotiations and European security.

10am SD-419 Dirksen Bldg **June 27**

■ COMMERCE DEPT REORGANIZATION**Senate Governmental Affairs Committee**

The full committee (Chmn Glenn, D-Ohio) will continue hearings on legislation (S 1978) to reorganize the Commerce Department into an Industry and Technology Department.

9:30am SD-342 Dirksen Bldg **June 27**

Witnesses scheduled: Bruce Merrifield - former asst secy of commerce for technology; Robert Costello - former undersecy of defense for acquisition; Robert Cooper - former dir, Defense Advanced Research Projects Agency

■ JUDICIARY NOMINATIONS**Senate Judiciary Committee**

The full committee (Acting chmn Kohl, D-Wis) will hold a confirmation hearing on pending nominations.

10:30am SD-226 Dirksen Bldg **June 27**

Agenda:**NOMINATIONS:**

A Randolph - to be US Circuit Judge for the District of Columbia
Graham Mullen - to be US District Judge for the Western District of North Carolina
Frederico Moreno - to be US District Judge for the Southern District of Florida
William Barr - to be Deputy Attorney General, Justice Department

■ JUDICIARY CMTE BUSINESS**Senate Judiciary Committee**

The full committee (Chmn Biden, D-Del) will meet to consider pending business.

2:15pm SD-226 Dirksen Bldg **June 27**

NOTE: This meeting had been scheduled for June 28.

Note: The following items are pending before the committee and may be considered during any of the scheduled business meetings.

NOMINATIONS:

Pending nominations

MARKUP:

- S 594 - Establish a specialized corps of judges necessary for certain federal proceedings required to be conducted
- S 1965 - Protect the rights of victims of crime, establish a fed victims' bill of rights for children, and improve the response of the criminal justice system and related agencies to incidents of child abuse
- S 590 - Prohibit injunctive relief, or an award of damages, against a judicial officer for action taken in a judicial capacity
- S 591 - Amend Fed Rules of Civil Procedure with respect to the examination of prospective jurors
- S 592 - Amend Fed Rules of Civil Procedure with respect to the examination of prospective jurors
- S 982 - Permit radiation victims to sue govt contractors involved in atomic weapons testing for certain injuries, loss of property and death
- S 2313 - Provide emergency federal assistance to drug emergency areas
- S 682 - Prohibit the unauthorized use of the names "Visiting Nurse Assn," "Visiting Nurse Service," "VNA," "VNS" or "VNAA," or an unauthorized use of the name or insignia of the Visiting Nurse Assn of America

★ New listing

- S 2545 - Increase the term of imprisonment for offenses involving driving while intoxicated when a minor is present in the vehicle

■ LABOR CMTE BUSINESS**Senate Labor Committee**

The full committee (Chmn Kennedy, D-Mass) will meet to consider pending business.

9:30am SD-430 Dirksen Bldg **June 27**

Agenda:

- S 722 - Revise the authority under that act to regulate pesticide chemical residues in food
 - S 2056 - Provide grants to states and implement state health objectives plans
 - S 2724 - Extend and improve arts and humanities programs, museum services, and arts and artifacts indemnification
 - S 1676 - Strengthen the teaching profession by authorizing \$215 million in fiscal 1991 to create new incentive programs for teachers
 - S Con Res 123 - Encourage state governments, local governments, and local educational agencies to adopt a comprehensive curricular program which provides elementary and secondary students with a thorough knowledge of the history and principles of the Constitution and the Bill of Rights and which fosters civic competence and civic responsibility
 - S 2154 - Amend the provisions of the Occupational Safety and Health Act of 1970 relating to criminal penalties
 - S 2600 - Homelessness Prevention and Community Revitalization Act of 1990
 - S — - Reauthorize the Developmental Disabilities Act
 - HR 4151 - Reauthorize the Head Start program, the Low Income Home Energy Assistance Program and the Community Service Block Grant Program
 - S 2283 - Amend the Public Health Service Act to establish a program of grants for the prevention and control of breast and cervical cancer
 - S 2442 - Amend the Occupational Safety and Health Act of 1970 to expand the rights of victims of occupational safety and health hazards
- Nominations:**
Karen Gilmor to be the director of the Women's Bureau, Labor Dept
Michael Williams to be the assistant secretary of Education for the Ofc of Civil Rights
- Note:** This meeting was originally scheduled for June 20.

■ CHILD ABUSE**Senate Labor Committee**

Children, Families, Drugs and Alcoholism Subcommittee (Chmn Dodd, D-Conn) will hold a hearing on child abuse.

Time TBA SD-430 Dirksen Bldg **June 27**

House Committees**■ TAX STATUS OF NONPROFIT HOSPITALS****House Select Agriculture Committee**

The full committee (Chmn Roybal, D-Calif) will hold a hearing to review a new GAO report on the tax-exempt status of nonprofit hospitals.

9:30am 2325 Rayburn Bldg **June 27**

Note: This hearing has been rescheduled for June 28.

■ SOYBEANS & DRUG WAR**House Agriculture Committee**

Department Operations, Research and Foreign Agriculture Subcommittee (Chmn Brown,

D-Calif) and Wheat, Soybeans and Feed Grains Subcommittee (Chmn Glickman, D-Kan) will hold a hearing on charges that the United States has withheld funds from development projects designed to encourage Bolivian farmers to switch from coca production to soybean production.

9:30am 1302 Longworth Bldg **June 27**

Witnesses scheduled: Allan Mendelowitz - General Accounting Office (GAO); Frederick Schieck - Agency for Internatl Development; Christopher Goldwait - Agriculture Dept; James Lee Adams - American Soybean Assn

■ COMMEMORATIVE MEDALS & COINS**House Banking Committee**

Consumer Affairs and Coinage Subcommittee (Chmn Lehman, D-Calif) will hold a hearing and mark up commemorative medals and coins legislation.

10:30am 2128 Rayburn Bldg **June 27**

Agenda:

- HR 1699 - Award congressional gold medals to Frank Capra, James Stewart and Fred Zinnemann
 - HR 2575 - Establish a congressional commemorative medal for members of the Armed Forces who were present during the attack on Pearl Harbor on December 7, 1941
 - HR 4098 - Provide for the minting of coins in commemoration of the bicentennial of the death of Benjamin Franklin and to enact a fire service bill of rights and programs to fulfill those rights
- Witnesses scheduled:** Gene Esner - dpty dir, US Mint
Reps Mrazek, D-NY; Guarini, D-NJ

■ DEFENSE CONVERSION**House Banking Committee**

Economic Stabilization Subcommittee (Chmn Oaker, D-Ohio) will hold a hearing on legislation (HR 3999) to provide for the conversion of defense-related industries to civilian uses.

10am 2220 Rayburn Bldg **June 27**

Witnesses scheduled:

- PANEL: Rep Mavroules, D-Mass; Mayor John Bullard - Bedford, Mass
- PANEL: Amata Miller - Natl Catholic Social Justice Lobby; George Ogle - United Methodist Church
- PANEL: John Marlin - Council on Economic Priorities; Cynthia Costello - Families, USA; Mona Hochberg - Mt. Auburn Associates; Dona Vincent - MechTech, Co; William Wilkes - Center for Practical Solutions

■ NATIONAL FLOOD PROGRAM**House Banking Committee**

Policy Research and Insurance Subcommittee (Chmn Erdreich, D-Ala) will hold a hearing on the National Flood Program.

9:30am 2222 Rayburn Bldg **June 27**

Witnesses scheduled:

- PANEL: Reps Boggs, D-La; Tauzin, D-La
- PANEL: Jimmy Bates - Army Corps of Engineers; David Sveum - Bureau of Reclamation; Edward Riekert - Soil & Conservation Service; Gregory Lowe - Tenn Valley Authority;
- PANEL: Harold Duryee - Fed Insurance Admin
- PANEL: French Wetmore - French & Assocs

■ WIC PRGM CUTS**House Budget Committee**

Human Resources Task Force (Chmn Boxer, D-Calif) will hold a hearing on reductions in the Special Supplemental Assistance Program for Women, Infants and Children (WIC).

■ Revised listing

House continued...**9am 210 Cannon Bldg June 27**

Witnesses scheduled: Betty Jo Nelson - adminr, USDA Food & Nutrition Service; Bob Greenstein - exec dir, Ctr on Budget & Policy Priorities; Dennis Bach - pres, Natl Assn of WIC Directors; Debra Stabeno - dir, Texas WIC; Denise Ferris - dir, WVa WIC; Linda Barr Gale - dir, NY State Bureau of Nutrition; Laurie True - food policy specialist, Calif Rural Legal Assistance Foundation

EDUCATION COMMITTEE MARKUP**House Education and Labor Committee**

The full committee (Chmn Hawkins, D-Calif) will mark up pending legislation.

9:30am 2175 Rayburn Bldg June 27**Agenda:**

HR 4982 - Promote the study of mathematics and science in elementary and secondary schools, to provide training for mathematics and science teachers

HR 5064 - Amend the Drug-Free Schools and Communities Act of 1986 to provide for a program of grants to local educational agencies for drug abuse resistance education programs

HR 4330 - Establish school-based and higher education community service programs, to establish youth service programs

HR -- Equity and Excellence Act of 1990

HR -- Anti-Drug Education Act

★ ENERGY CMTE MARKUP**House Energy and Commerce Committee**

The full committee (Chmn Dingell, D-Mich) will mark up pending legislation.

11am 2123 Rayburn Bldg June 27**Agenda:**

HR 4808 - Encourage solar, wind and geothermal power production by removing the size limitations contained in the Public Utility Regulatory Policies Act of 1978

HR 3193 - Reauthorize the Strategic Petroleum Reserve

HR 4497 - Eliminate abuses in transactions in penny stocks

HR 975 - Provide additional enforcement remedies for violations of securities laws

HR 4487 - Revise and extend the program for the National Health Service Corps and to establish a program of grants to the states with respect to offices of rural health

HR 3789 - Extend prgms providing urgently needed assistance for the homeless

HR 5146 - Revise and extend the program regarding organ transplantation

HR 5112 - Extend certain programs for health care services in the home

HR 5113 - Revise and extend the program for the prevention and control of injuries

■ HEALTH SUBCMTE MARKUP**House Energy and Commerce Committee**

Health and the Environment Subcommittee (Chmn Waxman, D-Calif) will mark up pending legislation.

Time & Comm TBA June 27

Note: This has been replaced by the full committee markup (above)

■ ALIENS & CONTAGIOUS DISEASES**House Energy and Commerce Committee**

Health and the Environment Subcommittee (Chmn Waxman, D-Calif) will hold a hearing on legislation (HR 4506) to require the secretary of Health and Human Services to review and revise the list of dangerous conta-

gious diseases used in the exclusion of aliens from the U.S.

2pm 2322 Rayburn Bldg June 27**Witnesses scheduled:**

PANEL 1: Donald Goldsman - commnr, Natl Commn on AIDS;

PANEL 2: J Chin - chief, Surveillance, Forecasting and Impact Assessment, World Health Organization

PANEL 3: Charles Carman - pres, World Fedn of Hemophilia

PANEL 4: Mary Cotton - dir, HIV/AIDS education, Red Cross; Bruce Dick - dir of health services, League of Red Cross and Red Crescent Society

★ CABLE TV MARKUP**House Energy and Commerce Committee**

Telecommunications and Finance Subcommittee (Chmn Markey, D-Mass) will mark up pending draft cable television legislation.

1pm 2123 Rayburn Bldg June 27**HUMAN RIGHTS & SOUTH ASIA****House Foreign Affairs Committee**

Asian and Pacific Affairs Subcommittee (Chmn Solarz, D-NY) and Human Rights and International Organizations Subcommittee (Chmn Yatron, D-Pa) will hold a joint hearing on human rights and South Asia.

2pm 2172 Rayburn Bldg June 27

Witnesses scheduled: Teresita Schaffer - dpty asst secy of State; Michael Arietti - dir, Ofc of Bilateral Affs, Bureau of Human Rights & Humanitarian Affs, State Dept

INTERIOR CMTE MARKUP**House Interior Committee**

The full committee (Chmn Udall, D-Ariz) will mark up pending legislation.

9:45am 1324 Longworth Bldg June 27**Agenda:**

S 666 - enroll 20 individuals under the Alaska Native Claims Settlement Act

HR 4834 - to provide for a visitor center at Salem Maritime National Historic Site in the Commonwealth of Massachusetts

S 830 - to establish the Blackstone River Valley Heritage Corridor Commn

HR 988 - Camp W.G. Williams Land Exchange Act

HR 3888 - to allow a certain parcel of land in Rockingham County, Va, to be used for a child-care center

HR 3617 - to transfer jurisdiction of certain public lands in Utah to the Forest Service

■ OMNIBUS CRIME BILL**House Judiciary Committee**

Crime Subcommittee (Chmn Hughes, D-NJ) will mark up pending crime bills.

10am 2226 Rayburn Bldg June 27**Agenda:**

Draft omnibus crime legislation

Note: The panel completed markup of HR 5111 and HR 467 June 26.

■ COURTS LEGISLATION MARKUP**House Judiciary Committee**

Courts, Intellectual Property and the Administration of Justice Subcommittee (Chmn Kastenmeier, D-Wis) will mark up pending legislation.

9:15am B-352 Rayburn Bldg June 27**Agenda:**

HR 4737 - Amend title 28, US Code, with respect to habeas corpus

HR 2006 - Expand the powers of the Indian Arts & Crafts Bd

HR 865 - Provide the US District Court for the Northern Dist of NY shall be held at Watertown, NY, in addition to those places provided by law

■ COMPUTER TAMPERING MARKUP**House Judiciary Committee**

Criminal Justice Subcommittee (Chmn Schumer, D-NY) will mark up legislation (HR 287) to create civil and criminal penalties for persons or entities that knowingly and maliciously alter computer hardware or software with the objective of disabling a computer either through the loss of stored data or interference with its proper functioning.

1pm B-352 Rayburn Bldg June 27

Note: This hearing has not been rescheduled.

■ EMPLOYER SANCTIONS**House Judiciary Committee**

Immigration, Refugees and International Law Subcommittee (Chmn Morrison, D-Conn) will hold a hearing on legislation (HR 4421) to extend a requirement for an annual GAO report on the impact of employer sanctions — penalties for employers who knowingly hire illegal aliens — and to authorize public education regarding anti-discrimination protections.

10am 2237 Rayburn Bldg June 27**Witnesses scheduled:**

PANEL: Gene McNary - commnr, Immigration & Naturalization Service, Justice Dept; John Fraser - dpty adminr, Wage & Hour Div, Employment Standards Admin, Labor Dept; Arthur Fletcher - chmn, Civil Rights Commn

PANEL: Richard Fogel - asst comptroller gen, Gen Govt Programs, GAO

PANEL: Raul Yzaguirre - pres, Natl Council of La Raza; Jose Juarez - regional counsel & dir of employment litigation, Mexican American Legal Defense & Educational Fund; Ann Kamsvaag - coordinator for the IRCA Discrimination Monitoring Project, Coalition for Humane Immigrant Rights; Robert Juceam - chmn, Coordinating Cmte on Immigration Law; American Bar Assn; Wade Henderson - assoc dir, American Civil Liberties Union; Daniel Stein - exec dir, Fedn for American Immigration Reform

PANEL: Doris Meissner - sr assoc, Carnegie Endowment for Internatl Peace; Michael Fix - sr research assoc, Urban Institute; Paul Hill - sr political scientist, Rand Corp; Stephen Moore - exec dir, American Immigration Institute; Muzaffar Chisti - dir, Immigration Project, Internatl Ladies' Garment Workers' Union

MERCHANT MARINE MARKUP**House Merchant Marine Committee**

The full committee (Chmn Jones, D-NC) will mark up pending legislation.

10:30am 1334 Longworth Bldg June 27**Agenda:**

HR 2840 - Coastal Barriers Improvement Act of 1989

HR 3719 - to establish the Florida Keys National Marine Sanctuary

**■ BASE CLOSING
JOB LOSS ASSISTANCE****House Post Office Committee**

Human Resources Subcommittee (Chmn Kanjorski, D-Pa) will hold a hearing on legislation (HR 4977) to assist federal civilian employees who lose their jobs as a result of military base closings or realignments.

2pm 304 Cannon Bldg June 27

■ Revised listing

★ New listing

House continued...**Witnesses scheduled:**

PANEL: Constance Newman - dir, Ofc of Personnel Management

PANEL: Frank Cipolla - acting dpty asst secy for civilian personnel policy, Defense Dept; Dottie Meletzke - dpty asst secy of Navy for civilian personnel policy, US Navy; Jack Davis - dpty asst secy of the Air Force for civilian personnel policy, US Airforce; Anna Yurkoski - chief of employment & classification div, Directorate of Civilian Personnel, US Army

AVIATION BILLS MARKUP**House Public Works Committee**

Aviation Subcommittee (Chmn Oberstar, D-Minn) will mark up pending legislation.

9:30am 2167 Rayburn Bldg **June 27**

Agenda:

HR 5132 - Natl Trans Safety Bd Authorization
HR 3774 - Amend the Fed Aviation Act relating to the suspension of airworthiness certificates at the end of the economic design life of aircraft
HR 5131 - FAA civil penalties demonstration prgs
HR (-) - draft legislation to modify the prohibition of passenger facility fees

■ **OVERWEIGHT TRUCKS
HIGHWAY DAMAGE**

House Public Works Committee

Investigations and Oversight Subcommittee (Chmn Anderson, D-Calif) will hold hearings on road damage and safety effects of overweight trucks.

10am 2154 Rayburn Bldg **June 27**

Witnesses scheduled: Joseph Canny - dpty asst secy, Policy and Internatl Affs, Transportation Dept; James Carey - chmn, Fed Maritime Commn; John Berkle Jr - chief, Ofc of Truck Studies, Calif Dept of Transportation; James Curtis - Natl Industrial Transportation League; Fred Zitto - American Paper Inst; Stephen Wyman - Agricultural Ocean Transportation Coalition; K Michael O'Connell - counsel, Owner-Operators Independent Drivers Assn of America; Thomas Adamski - chmn, Bi-State Harbor Carriers Conf; Jerry Blake - past pres, Waterfront Rail/Truckers Union

RULES FOR FLOOR DEBATE**House Rules Committee**

The full committee (Chmn Moakely, D-Mass) will meet to consider rules for floor debate for pending legislation.

11am H-313 Capitol Bldg **June 27**

Agenda:

June 27:

HR— - FY91 VA, HUD Approps

S 933 - CONFERENCE RPT on Americans with Disabilities Act

HOUSE RULES CHANGES**House Rules Committee**

Rules of the House Subcommittee (Chmn Moakely, D-Mass) will consider pending business.

2pm H-313 Capitol Bldg **June 27**

Agenda:

MARKUP of H J Res 7 to repeal an obsolete joint rule of Congress (section 132 of the Legislative Reorganization Act of 1946, as amended) relating to *sine die* adjournment of Congress

HEARING on the operation of House Rule XLVIII, relating to the Permanent Select Committee on Intelligence

★ *New listing*

INDOOR AIR MARKUP**House Science Committee**

The full committee (Chmn Roe, D-NJ) will mark up legislation (HR -), the Indoor Air Quality Act of 1990.

9:30am 2318 Rayburn Bldg **June 27**

**EUROPEAN DEVELOPMENT
AUTHORIZATION/WHITE HOUSE
CONFERENCE AUTHORIZATION
House Small Business Committee**

The full committee (Chmn LaFalce, D-NY) will mark up the Central European Enterprise Development Act (HR 4999) and the White House Conference on Small Business Authorization Act (HR 4773).

9:30am 2359A Rayburn Bldg **June 27**

■ **ETHICS BUSINESS**

House Standards of**Official Conduct Committee**

The full committee (Chmn Dixon, D-Calif) will meet to consider pending business.

10am 4-2M Capitol Bldg **closed June 27**

Note: This hearing has not been rescheduled.

■ **VVETERANS' HOUSING MARKUP**

House Veterans Affairs Committee

The full committee (Chmn Montgomery, D-Miss) will mark up legislation (HR 5002) to expand several federal housing programs for veterans.

9am 334 Cannon Bldg **June 27**

Background: The bill would extend government home loan guarantees to people who served in the National Guard and the reserves. The bill also would assist veterans with mortgage payments to avoid foreclosure of home loans guaranteed by the Department of Veterans Affairs.

FAMILY PRESERVATION ACT MARKUP**House Ways and Means Committee**

Human Resources Subcommittee (Acting Chmn Downey, D-NY) will mark up legislation (HR 5020) to promote family preservation and the prevention of foster care with emphasis on families where abuse of alcohol or drugs (including crack cocaine) is present and to improve the quality and delivery of child welfare services and foster care

10am B-318 Rayburn Bldg **June 27**

News Events Today

--from Reuters

The *Monitor* has received notice of the following events scheduled to take place in Washington. Associations, non-profit organizations and public interest groups who wish to have events listed in the section should send pertinent information to: The Congressional Monitor, Other Events Editor, 1414 22nd St. N.W., Washington, D.C. 20037. Notices must include a telephone number. Notices may be transmitted by facsimile to 728-1862, attn: Robert Healy. Only events related to Congress can be listed. Deadline is Noon. For further information call (202) 887-8686.

SPACE STATION ISSUES

Center for National Program Evaluation will sponsor a series of breakfast meetings to discuss the space station *Freedom* and related topics. The speaker at the third breakfast will be Lennard Fisk, NASA associate administrator for space science and applications, who will discuss how the space station fits into the NASA strategic plan for space science.

8am to 9am 2318 Rayburn Bldg **June 27**

Contact: Margaret Roberts at 391-6414

Note: This event is for members of Congress and staff only.

SUGAR CONFERENCE

The American Sugar Alliance holds its 1990 Sweetener Symposium titled, "America's Sugar Program: Stability in an Changing World," looking at U.S. sugar policy. Today's events include panel discussions on a "Sweetener Users' Perspective," "The Sugar Market: Your Fearless Forecast," and "Sweetener Industry Impacts." Final of three days.

8am to 1pm, JW Marriott Hotel, 1331 Pennsylvania Ave NW **June 27**

Contact: Vicky Myers, 202-457-1437, or the hotel, 202-393-2000

Highlights

8am: Rep Madigan, R-Ill, member of the House Committee on Agriculture, is the breakfast speaker

11:15am: Sens Mikulski, D-Md, Symms, R-Idaho, and Bréaux, D-La, participate on a panel discussion titled, "Sweetener Industry Impacts"

MEDICARE PRESS BREAKFAST

The American Health Care Association hosts a press breakfast to discuss Medicare and Medicaid. Special emphasis will be paid to the Medicaid State Plan Amendments to pay for nursing home reforms.

8:30am, AHCA, 1201 L St NW, Conference Room **June 27**

Contact: Janet Riley, 202-898-2855

**EASTERN EUROPE
DEMOCRACY CONFERENCE**

Freidrich-Ebert Foundation and Democrats 2000 sponsor a conference, "After the Wall: The New Politics of Democracy and Party Pluralism in Eastern Europe." The aim of the conference is to study domestic developments in Poland, Hungary, and Czechoslovakia as examples of burgeoning democratic party structures and their influence on the foreign policies of each country. The changing relationship between Eastern Europe and the Soviet Union are also discussed. Final of two days.

8:45am to 5:30pm, The Washington Court Hotel, 525 New Jersey Ave, NW, Ballroom East **June 27**

Contact: Dieter Dettke, 202-347-5570 or the hotel, 202-202-638-5900

Highlights

9:30am to 10:30am: Rep Bosco, D-Calif, discusses

■ *Revised listing*

News Events *continued...*

Czechoslovakia

10:30am to 11:30am: Rep Kaptur, D-Ohio, discusses Poland

11:30am to 12:30pm: Rep Engel, D-NY, discusses Hungary

12:30pm to 12:45pm: Heinz Timmermann, Federal Inst for East European and International Studies, FRG, delivers an address

IMMIGRATION NEWS CONFERENCE

Sens Hatch, R-Utah, and Kennedy, D-Mass, discuss the introduction of legislation to repeal the employer sanctions provisions of the Immigration Reform and Control Act. Rep Roybal, D-Calif, sponsor of the repeal legislation in the House of Representatives, is expected to attend. Sponsors say the legislation is being introduced in response to several reports, including a March 1990 General Accounting Office report, which found that employer sanctions have caused widespread discrimination against persons, including citizens, who appear to look or sound "foreign."

9am, SD-628 Dirksen Bldg **June 27**

Contact: Lisa Navarette, 202-289-1380 or Christine Kovic, 202-628-4074

EMPLOYER SANCTIONS

Sens Hatch, R-Utah, and Kennedy, D-Mass, will hold a news conference to discuss legislation to repeal the employer sanctions provisions of the Immigration Reform and Control Act of 1986.

9am SD-628 Dirksen Bldg **June 27**

Contact: Christine Kovic or Mario Moreno at 628-4074 or List Navarrete at 289-1380

HEALTH CARE PANEL DISCUSSION

Jim Harriott, news anchor for WJLA-TV moderates a panel discussion titled "America's Health Care Crisis: Is Canada's Health Care System the Answer?" Rep Stokes, D-Ohio, and representatives of the American Medical Association, the American Association of Retired Persons and the Health Insurance Association will participate.

10am to Noon, National Press Club, 14th and F Sts NW, Ballroom **June 27**

Contact: Rick Zimmerman, 202-544-6275

ECONOMIC SUMMIT BRIEFING

The Heritage Foundation hosts a background briefing on the July 9-11 1990 Economic Summit of Industrialized Nations in Houston. Addressing the briefing will be Edward Hudgins, deputy director of the foundation's Economic Policy Studies; Roger Brooks, director of the Asian Studies Center; and Kim Holmes, director of the foundation's Foreign Policy and Defense Studies.

10am to 11am, Heritage Foundation, 214 Mass Ave NE **June 27**

Contact: 202-546-4400 ext 513 or Barbara Hohbach, 202-202-546-4400 ext 516

S&L INVESTIGATION COMMITTEE

Reps Dorgan, D-ND, and Russo, D-Ill, will hold a news conference to propose the creation of a 15-member Select Congressional Committee to investigate the savings and loan scandal and other government-wide management practices and procedures.

★ *New listing*

tices and procedures.

10:30am, House Radio-TV Gallery **June 27**

Contact: Marc Kimball 202-225-2611 or Mike Kelleher 202-225-5736

HOUSING BILL

Sens Cranston, D-Calif, and D'Amato, R-NY, will hold a news conference to discuss the details of an agreement reached with the administration on provisions of the omnibus housing bill.

11am S-148 Capitol Bldg **June 27**

Contact: Victoria Lion or Murray Flander at 224-3901

ECONOMIC SUMMIT/BRADY BRIEFING

Treasury Secretary Nicholas Brady gives an on-the-record briefing on the upcoming 1990 Economic Summit of Industrialized Nations.

Noon, White House, briefing room **June 27**

Contact: 202-456-2100

WHISTLEBLOWERS

Sen Bradley, D-NJ, will speak at an event cosponsored by the Cavallo Foundation and

the Fund for Constitutional Government dealing with government whistleblowers.

5pm to 7:30pm 122 Maryland Ave NE **June 27**

Contact: Bill Kaplan at 525-2540

Note: There is no charge for this event, but reservations are required. Call 525-2540.

ECONOMIC INDICATORS AND REPORTS

No set time: Federal Reserve releases weekly report on selected borrowings of large member banks

8:30am: Commerce Department releases leading indicators for May

3pm: Agriculture Department releases peanut stocks and the Pacific Rim world coffee situation

4pm: Treasury Department auctions a 4-year issue for settlement July 2

5pm: Energy Information Administration releases weekly report on petroleum inventories

Senators Up for Re-election in 1990

NAME	PARTY, STATE	BEGAN SERVICE
Daniel K. Akaka	D-Hawaii	1990
William L. Armstrong*	R-Colo.	1979
Max Baucus	D-Mont.	1978
Joseph R. Biden Jr.	D-Del.	1973
David L. Boren	D-Okla.	1979
Rudy Boschwitz	R-Minn.	1978
Bill Bradley	D-N.J.	1979
Daniel R. Coats	R-Ind.	1989
Thad Cochran	R-Miss.	1978
William S. Cohen	R-Maine	1979
Pete V. Domenici	R-N.M.	1973
Jim Exon	D-Neb.	1979
Al Gore	D-Tenn.	1985
Phil Gramm	R-Texas	1985
Tom Harkin	D-Iowa	1985
Mark O. Hatfield	R-Ore.	1967
Howell Heflin	D-Ala.	1979
Jesse Helms	R-N.C.	1973
Gordon J. Humphrey*	R-N.H.	1979
J. Bennett Johnston	D-La.	1972
Nancy Landon Kassebaum	R-Kan.	1978
John Kerry	D-Mass.	1985
Carl Levin	D-Mich.	1979
James A. McClure*	R-Idaho	1973
Mitch McConnell	R-Ky.	1985
Sam Nunn	D-Ga.	1972
Claiborne Pell	D-R.I.	1961
Larry Pressler	R-S.D.	1979
David Pryor	D-Ark.	1979
John D. Rockefeller IV	D-W.Va.	1985
Paul Simon	D-Ill.	1985
Alan K. Simpson	R-Wyo.	1979
Ted Stevens	R-Alaska	1968
Strom Thurmond	R-S.C.	1956
John W. Warner	R-Va.	1979

*Will not seek re-election.

■ *Revised listing*

Senate Committees Future Listings

Agriculture, Nutrition & Forestry

224-2035

U.S.-CANADA MEAT & POULTRY AGREEMENTS

Agricultural Research and General Legislation Subcommittee (Chmn Daschle, D-SD) of Senate Agriculture, Nutrition and Forestry Committee will hold a hearing on US-Canadian border agreements with respect to meat and poultry.

2pm SR-332 Russell Bldg July 12

Appropriations

224-3471

FY91 D.C. APPROPRIATIONS Subcommittee Hearings

District of Columbia Subcommittee (Chmn Adams, D-Wash) of Senate Appropriations Committee will hold a hearing on fiscal 1991 appropriations for programs under its jurisdiction.

10am SD-138 Dirksen Bldg June 27 & 28

Agenda:

June 27: Appeals & Supreme Court Justices: Judith Rogers - court of appeals; Fred Ugast - superior court; Ulysses Hammond - executive officer of court system

June 28: DC School Bd: Andrew Jenkins - superintendent; Nate Bush - pres, school bd; Terry Golden - Cmte on Public Education

FY91 FOREIGN OPS APPROPRIATIONS Subcommittee Hearings

Foreign Operations Subcommittee (Chmn Leahy, D-Vt) of Senate Appropriations Committee will hold hearings on fiscal 1991 appropriations for programs under its jurisdiction.

Time & room TBA Dirksen Bldg Date TBA

Agenda & witnesses: Outside witnesses

FY91 INTERIOR APPROPRIATIONS Subcommittee Hearings

Interior Subcommittee (Chmn Byrd, D-WVa) of Senate Appropriations Committee will hold hearings on fiscal 1991 appropriations for programs under its jurisdiction.

9:30am S-128 Capitol Bldg July 12

Witness scheduled: Manuel Lujan - Interior secy

Banking, Housing & Urban Affairs

224-7391

FDIC NOMINATION

Senate Banking, Housing and Urban Affairs Committee (Chmn Riegle, D-Mich) will hold a confirmation hearing on the nomination of Andrew Hove Jr. to be a director of the Federal Deposit Insurance Corporation (FDIC).

10am SD-538 Dirksen Bldg June 29

★ New listing

HUD INVESTIGATION

Special Investigations Subcommittee (Chmn Graham, D-Fla) of Senate Banking, Housing and Urban Affairs Committee will hold a hearing to investigate abuses in programs administered by the Department of Housing and Urban Development (HUD). The panel will receive the inspector general's semi-annual report.

10am SH-216 Hart Bldg June 29

U.S. FINANCIAL COMPETITIVENESS

Senate Banking, Housing and Urban Affairs Committee (Chmn Riegle, D-Mich) will hold a hearing on the competitiveness of the U.S. financial system, focusing on the consolidation of the European market in 1992.

Time TBA SD-538 Dirksen Bldg date TBA

Note: This hearing was originally scheduled for June 26.

Commerce, Science & Transportation

224-5115

NTSB NOMINATION

Senate Commerce, Science and Transportation Committee (Acting Chmn Ford, D-Ky) will hold a confirmation hearing on the nomination of Christopher Hart to be a member of the National Transportation Safety Board (NTSB).

2pm SR-253 Russell Bldg June 28

Energy & Natural Resources

224-4971

GREENS CREEK

Water and Power Subcommittee (Chmn Bradley, D-NJ) of Senate Energy and Natural Resources Committee will hold a hearing on the Greens Creek Exchange Act (S 2273).

2pm SD-366 Dirksen Bldg June 28

ENERGY DEPT URANIUM ENRICHMENT

Energy Research and Development Subcommittee (Chmn Ford, D-Ky) of Senate Energy and Natural Resources Committee will hold a hearing on the Energy Department's uranium enrichment enterprise and the independent financial assessment prepared by Smith, Barney, Harris Upham & Co.

9:30am SD-366 Dirksen Bldg June 28

Note: This hearing was originally scheduled for June 26

ROBLEDO MOUNTAIN FOSSIL TRACKWAYS Field Hearing

Public Lands, National Parks and Forests Subcommittee (Chmn Bumpers, D-Ark) of

Senate Energy and Natural Resources Committee will hold a field hearing on legislation (S 2684 - Prehistoric Trackways Study Act) to protect and interpret the nationally significant fossil trackways found in the Robledo Mountains near Las Cruces, N.M.

10am, Dona Ana Branch Community College, Las Cruces, NM July 6

MAPPING GENETIC CODE

Energy Research and Development Subcommittee (Chmn Ford, D-Ky) of Senate Energy and Natural Resources Committee will hold a hearing on the Department of Energy's human genome project, which involves mapping the genetic code.

2pm SD-366 Dirksen Bldg July 11

DEPT OF ENERGY LABS

Energy Research and Development Subcommittee (Chmn Ford, D-Ky) of Senate Energy and Natural Resources Committee will hold a hearing to discuss current operations and future programs of the Energy Department's national laboratories.

9:30am SD-366 Dirksen Bldg July 26

Environment & Public Works

224-6176

RADON TESTING FOR SAFE SCHOOLS

Superfund, Ocean and Water Protection Subcommittee (Chmn Lautenberg, D-NJ) of Senate Environment and Public Works Committee will mark up legislation (S 1697) to require local educational agencies to conduct testing for radon contamination in schools.

9:30am SD-406 Dirksen Bldg June 28

RECREATIONAL WATER SAFETY

Superfund, Ocean and Water Protection Subcommittee (Chmn Lautenberg, D-NJ) of Senate Environment and Public Works Committee will hold a hearing on legislation (S 2706) to improve the public safety and quality of marine recreational waters. Following markup of S 1697 (above) SD-406 Dirksen Bldg June 28

FEDERAL HIGHWAY PROGRAM Field Hearing

Senate Environment and Public Works Committee (Chmn Burdick, D-ND) will hold a field hearing on the future of the federal aid highway program and related surface transportation issues.

9:30am room 15, State Capitol, St Paul, Minn July 10

COASTAL BARRIER RESOURCES

Environmental Protection Subcommittee (Chmn Baucus, D-Mont) of Senate Environment and Public Works Committee will hold a hearing on legislation (S 2729) to amend the Coastal Barrier Resources Act

10am SD-406 Dirksen Bldg July 11

■ Revised listing

Senate continued...**SOLID WASTE TRANSPORT**

Environmental Protection Subcommittee (Chmn Baucus, D-Mont) of Senate Environment and Public Works Committee will hold a hearing on the interstate transport of solid waste.

9:30am SD-406 Dirksen Bldg **July 12**

Finance

224-4515

■ **INFANT DRUG ADDICTION**

Senate Finance Committee (Chmn Bentsen, D-Texas) will hold a hearing on infant victims of drug abuse. The hearing will focus on the effects of drug abuse on children and their mothers and on services provided under the Maternal and Child Health Block Grant, Medicaid, foster care and other federal programs.

10am SD-215 Dirksen Bldg **June 28**

Witnesses scheduled: Sens Dodd, D-Conn; Akaka, D-Hawaii

Louis Sullivan - secy of Health & Human Services; Charles Bowsher - comptroller gen; Richard Lowensohn - assoc prof, Oregon Health Science Univ

PANEL: Charles Hayward - American Public Welfare Assn & Natl Commn on Child Welfare & Family Preservation; Louise Scott - Delaware Dept of Services for Children, Youth & Families

PANEL: Maureen Montgomery - American Academy of Pediatrics; Margaret McGoldrick - Hahnemann Univ Hospital; Sherman McCoy - Harlem Hospital Ctr

PUERTO RICO STATUS**Full Committee Markup**

Senate Finance Committee (Chmn Bentsen, D-Texas) will mark up legislation (S 712) to provide for an islandwide referendum on the political status of Puerto Rico, enabling Puerto Rican citizens to choose among three options: statehood, independence or remaining a commonwealth.

Time TBA SD-215 Dirksen Bldg **date TBA**

Note: This markup was originally scheduled for June 26.

Foreign Relations

224-4651

FOREIGN RELATIONS BUSINESS

Senate Foreign Relations Committee (Chmn Pell, D-RI) will meet to consider pending business.

10am SD-419 Dirksen Bldg **June 28**

U.S. & PERUVIAN MILITARY**Joint Hearing**

Western Hemisphere and Peace Corps Affairs Subcommittee (Chmn Dodd, D-Conn) and Terrorism, Narcotics and International Operations Subcommittee (Chmn Kerry, D-Mass) of Senate Foreign Relations Committee will hold a joint hearing on proposed U.S. military training to assist drug interdiction efforts of the government of Peru.

2pm SD-419 Dirksen Bldg **June 28**

Witnesses scheduled: William Bennett - dir, Ofc

★ *New listing*

of Natl Drug Control Policy; Melvin Levitsky - asst secy of State for internatl narcotics matters; Defense Dept rep TBA

Note: This hearing was originally scheduled for June 13.

■ **CONVENTIONAL ARMS CONTROL & EUROPEAN SECURITY**

European Affairs Subcommittee (Chmn Biden, D-Del) of Senate Foreign Relations Committee

will hold a hearing on recent conventional arms control negotiations and European security.

Time TBA SD-419 Dirksen Bldg **date TBA**

Note: This hearing was originally scheduled for June 27

Governmental Affairs

224-4751

★ **ELECTRICAL SYSTEM VULNERABILITY**

Senate Governmental Affairs Committee (Chmn Glenn, D-Ohio) will hold a hearing on the vulnerability of the nation's electrical system to multi-site terrorist attack.

9:30am SD-342 Dirksen Bldg **June 28**

PROGRAM FRAUD ACT OVERSIGHT HEARING

Oversight of Government Management Subcommittee (Chmn Levin, D-Mich) of Senate Governmental Affairs Committee will hold an oversight hearing on provisions of the Program Fraud Civil Remedies Act, which established a streamlined, administrative process to handle cases of fraud against the government that involve small amounts of money.

9:30am SD-342 Dirksen Bldg **date TBA**

Indian Affairs

224-2251

INDIAN SUBSTANCE ABUSE

Senate Select Indian Affairs Committee (Chmn Inouye, D-Hawaii) will hold a hearing on legislation to reauthorize certain Indian alcohol and substance abuse prevention and treatment programs.

9:30am SR-485 Russell Bldg **July 12**

Intelligence

224-1700

FY91 INTELLIGENCE BUDGET**Full Committee Markup**

Senate Select Intelligence Committee (Chmn Boren, D-Okla) will mark up draft legislation to authorize funds for FY91 for the intelligence community.

2pm SH-219 Hart Bldg **closed June 28**

★ **COUNTER INTELLIGENCE**

Senate Select Intelligence Committee (Chmn Boren, D-Okla) will continue hearings

on the recommendations of the Jacobs Panel on counter intelligence matters. The Panel studied ways to improve the U.S. government's capability to deter and detect espionage.

2pm SH-219 Hart Bldg **July 12**

Judiciary

224-5225

■ **JUDICIARY CMTE BUSINESS**

Senate Judiciary Committee (Chmn Biden, D-Del) will meet to consider pending business.

10am SD-226 Dirksen Bldg **June 28**

NOTE: This meeting was originally scheduled for June 28, but was moved up one day to June 27

NOMINATIONS:

Pending nominations

MARKUP:

S 594 - Establish a special panel of judges necessary for certain proceedings required to be conducted

S 1965 - Protect victims of crime, establish a bill of rights for children, and improve response of the criminal justice system to incidents of child abuse

S 594 - Prohibit injunctive relief, or an award of damages, against a judicial officer for action taken in a judicial capacity

S 591 - Amend Fed Rules of Civil Procedure with respect to the examination of prospective jurors

S 592 - Amend Fed Rules of Civil Procedure with respect to the examination of prospective jurors

S 982 - Permit radiation victims to sue govt contractors involved in atomic weapons testing for certain injuries, loss of property and death

S 2313 - Provide emergency federal assistance to drug emergency areas

S 682 - Prohibit the unauthorized use of the names "Visiting Nurse Assn," "Visiting Nurse Service," "VNA," "VNS" or "VNAA," or an unauthorized use of the name or insignia of the Visiting Nurse Assn of America

S 2545 - Increase the term of imprisonment for offenses involving driving while intoxicated when a minor is present in the vehicle

★ **VISUAL ART COPYRIGHTS**

Patents, Copyrights and Trademarks Subcommittee (Chmn DeConcini, D-Ariz) of Senate Judiciary Committee will hold a hearing on the Visual Artist Rights Act (S 1198).

2pm SD-226 Dirksen Bldg **June 28**

COPYRIGHT REVISION**Joint Hearing**

Constitution Subcommittee (Chmn Simon, D-Ill) of Senate Judiciary Committee and Courts, Intellectual Property and the Administration of Justice Subcommittee (Chmn Kastnermeier, D-Wis) of House Judiciary Committee will hold a joint hearing on legislation (S 2370) to revise federal copyright law to extend certain copyright protections to work that has not been published.

10am SD-226 Dirksen Bldg **July 11**

Small Business

224-5175

SOCIAL SECURITY TAXES SMALL BUSINESS IMPACT

Senate Small Business Committee (Chmn Bumpers, D-Ark) will hold a hearing to exam-

■ *Revised listing*

Senate continued...

ine the impact of Social Security payroll taxes on small businesses.

9:30am SR-428A Russell Bldg **June 28**

Veterans' Affairs

224-9126

VETERANS' AFFAIRS MARKUP

Senate Veterans' Affairs Committee (Chmn Cranston, D-Calif) will mark up pend-

ing legislation.

9:30am SR-418 Russell Bldg **June 28**

Agenda:

S 2100 - Increase the rates of compensation for veterans with service-connected disabilities and the rates of dependency and indemnity compensation for the survivors of certain disabled veterans; improve veterans' compensation, health-care, insurance, and housing programs and provide for transitional group residences for veterans recovering from substance-abuse disabilities

S 190 - Permit certain service-connected disabled veterans who are retired members of the Armed Forces to receive compensation concurrently

with retired pay without reduction in the amount of the compensation and retired pay Other pending business

VA AGENDA & THE AMERICAN LEGION Joint Hearing

Senate Veterans' Affairs Committee (Chmn Cranston, D-Calif) and House Veterans' Affairs Committee (Chmn Montgomery, D-Miss) will hold a joint hearing on the legislative agenda of the American Legion.

9am SD-106 Dirksen Bldg **Sept 18**

House Committees Future Listings**Aging****TAX STATUS OF NONPROFIT HOSPITALS**

House Select Aging Committee (Chmn Roybal, D-Calif) will hold a hearing to review a new GAO report on the tax-exempt status of nonprofit hospitals.

9:30am 2325 Rayburn Bldg **June 28**

Note: This hearing was originally scheduled for June 27.

WOMEN & RETIREMENT INCOME Field Hearing

Retirement, Income and Employment Subcommittee (Chmn Hughes, D-NJ) of House Select Aging Committee will hold a field hearing on retirement income security for women.

8:30am Cedar Rapids, Iowa **July 2**

8am Cedar Rapids, Iowa **July 3**

MEDICARE AND MEDICAID REVIEW

House Select Aging Committee (Chmn Roybal, D-Calif) will hold a hearing to commemorate the 25th anniversary of the Medicare and Medicaid programs and to review the accomplishments and shortcomings of each.

9am 345 Cannon Bldg **July 31**

Agriculture

225-2171

ANIMAL AND PLANT HEALTH INSPECTION SERVICE

Department Operations, Research and Foreign Agriculture Subcommittee (Chmn Brown, D-Calif) of House Agriculture Committee will hold hearings to review the statutes of the Animal and Plant Health Inspection Service.

9:30am 1302 Longworth Bldg **July 10 & 11**

ANIMAL FACILITY PROTECTION ACT

Department Operations, Research and Foreign Agriculture Subcommittee (Chmn Brown, D-Calif) of House Agriculture Committee will mark up legislation (HR 3270 - Farm Animal and Research Facilities Protection Act) to

★ *New listing*

Armed Services

225-4151

NUCLEAR WEAPONS SAFETY

Department of Energy Defense Nuclear Facilities Panel (Chmn Spratt, D-SC) of House Armed Services Committee will hold a closed hearing on nuclear weapons safety.

10am 2118 Rayburn Bldg **closed June 28**

SEAWOLF SUBMARINE PROGRAM

Seapower and Strategic and Critical Materials Subcommittee (Chmn Bennett, D-Fla) of House Armed Services Committee will continue consideration of the seapower portion of the fiscal 1991 defense authorization request, focusing on the SSN-21 *Seawolf* submarine program.

Time & room TBA date TBA

Witnesses scheduled: H Lawrence Garrett III - secy of the Navy; Adm Bruce DeMars - dir, Naval Nuclear Propulsion, Navy; DOD rep TBA; Gen Accounting Ofc rep TBA

Note: This hearing was originally scheduled for June 21.

Banking, Finance & Urban Affairs

225-4247

U.S. INTERNATIONAL FINANCIAL COMPETITIVENESS

International Competitiveness of US Financial Institutions Task Force (Chmn LaFalce, D-NY) of House Banking, Finance and Urban Affairs Committee will hold hearings on U.S. competitiveness in international markets.

8:45am 2359A Rayburn Bldg **June 28**

Time TBA 2359A Rayburn Bldg date TBA

Agenda & witnesses scheduled:

June 28: Competitive problems confronting US banks that are active in international markets

Witness scheduled: Dennis Weatherstone - chmn,

Morgan Guaranty Trust date TBA: Administration recommendations for changes to improve international competitiveness of U.S. financial services

Witness scheduled: Robert Glauber - under secy of the Treasury

S&L INVESTIGATION

Financial Institutions Supervision, Regulation and Insurance Subcommittee (Chmn Annunzio, D-Ill) of House Banking, Finance and Urban Affairs Committee will hold a hearing on the progress of investigations and prosecutions of savings and loan-related fraud cases.

10am 2128 Rayburn Bldg **June 28**

Witnesses scheduled: Dick Thornburgh - atty gen (invited); Edward Dennis Jr - asst atty gen for criminal div, Justice Dept

AFFORDABLE HOUSING

Policy Research and Insurance Subcommittee (Chmn Erdreich, D-Ala) of House Banking, Finance and Urban Affairs Committee will hold a hearing on issues relating to regulatory impediments to the development and placement of affordable housing.

9:30am 2222 Rayburn Bldg **Aug 2**

Budget

225-7290

★ FARM BUDGET ISSUES

Urgent Fiscal Issues Task Force (Chmn Schumer, D-NY) of House Budget Committee will hold a hearing on farm policy and how changes in farm programs will affect the budget deficit.

1pm 210 Cannon Bldg **June 28**

Witnesses scheduled: Members of Congress, reps of CBO and GAO

Children, Youth & Families

226-7660

RAPE VICTIMS

House Select Children, Youth, and Families Committee (Chmn Miller, D-Calif) will

■ *Revised listing*

House continued...

hold a hearing on helping victims of rape.

9:30am room TBA **June 28**

Witnesses scheduled: reps of activist grps, legal and government officials from New York City; Delaware City, Pa; Philadelphia; Los Angeles; Charleston, SC, and Washington, DC

Education & Labor

225-4527

CHILD LABOR-LAWS

Labor Standards Subcommittee (Chmn Murphy, D-Pa) of House Education and Labor Committee of House Education and Labor Committee will hold a hearing on child-labor laws.

10am 2175 Rayburn Bldg **June 28**

Witnesses scheduled: Elizabeth Dole - secy of Labor; Evelyn Dubrow - Internat Ladies' Garment Workers' Union; Rudy Oswald - AFL-CIO; James Coleman - Food Services & Lodging Inst; rep Natl Restaurant Assn

Note: This hearing was incorrectly listed under the Labor-Management Relations Subcommittee in previous issues of the Monitor.

ERISA ENFORCEMENT

Labor-Management Relations Subcommittee (Chmn Clay, D-Mo) of House Education and Labor Committee will hold a hearing on the enforcement of the Employee Retirement Income Security Act (ERISA) of 1975.

Time & room TBA **July 25**

WHISTLEBLOWER PROTECTION

Health and Safety Subcommittee (Chmn Gaydos, D-Pa) of House Education and Labor Committee will hold hearings on legislation (HR 3368) to strengthen the protections against reprisals available to employees who disclose information to protect public health and safety.

Time & room TBA **date TBA**

DISPLACED HOMEMAKERS MARKUP

Employment Opportunities Subcommittee (Chmn Martinez, D-Calif) of House Education and Labor Committee will mark up legislation (HR 3069 - Displaced Homemakers Employment & Family Self Sufficiency Act) to establish an employment training program for displaced homemakers. Displaced homemakers are women who, because of divorce, widowhood or other circumstances, are forced to re-enter the work force after a prolonged absence.

Time & room TBA **date TBA**

Energy & Commerce

225-2927

MUNICIPAL RECYCLING

Commerce, Consumer Protection and Competitiveness Subcommittee (Chmn Wal-

★ *New listing*

gren, D-Pa) of House Energy and Commerce Committee will hold a hearing on legislation (HR 4942) to promote the recycling of materials contained in municipal refuse.

9:30am 2237 Rayburn Bldg **June 28**

DRUG APPROVAL

Health and the Environment Subcommittee (Chmn Waxman, D-Calif) of House Energy and Commerce Committee will hold a hearing on legislation (HR 4810) to authorize the secretary of Health and Human Services to impose debarments and other penalties for illegal activities involving the approval of drugs under Section 505(j) of the Federal Food, Drug, and Cosmetic Act

9:45am 2322 Rayburn Bldg **June 28**

MEDICAL DEVICES IMPROVEMENTS & REGULATION

Health and the Environment Subcommittee (Chmn Waxman, D-Calif) of House Energy and Commerce Committee will hold a hearing on legislation (HR 3095) to make improvements in the regulation of medical devices.

9:45am room TBA **July 11**

PESTICIDE RESIDUES IN FOOD Subcommittee Markup

Health and the Environment Subcommittee (Chmn Waxman, D-Calif) of House Energy and Commerce Committee will mark up legislation (HR 1725 - Food Safety Amendments) to regulate pesticide chemical residues in food.

Time & room TBA **date TBA**

LAWRENCE LIVERMORE LAB

Oversight and Investigations Subcommittee (Chmn Dingell, D-Mich) of House Energy and Commerce Committee will hold a hearing on the adequacy of controls to protect government property and other interests at the Lawrence Livermore National Laboratory.

Time & room TBA **date TBA**

DRUG DEALERS' BEEPER BAN

Telecommunications and Finance Subcommittee (Chmn Markey, D-Mass) of House Energy and Commerce Committee will hold a hearing on legislation (HR 3976) to establish procedures to end mobile radio services to drug dealers.

Time & room TBA **date TBA**

ALCOHOLIC BEVERAGES HEALTH WARNINGS

Transportation and Hazardous Materials Subcommittee (Chmn Luken, D-Ohio) of House Energy and Commerce Committee will hold a hearing on legislation (HR 4493) to require health warnings to be included in alcoholic beverage advertisements.

9:30am room TBA **date TBA**

Foreign Affairs

225-5021

POWs & MIAs IN INDOCHINA

Asian and Pacific Affairs Subcommittee (Chmn Solarz, D-NY) of House Foreign Af-

fairs Committee will hold a hearing on prisoners of war and those still listed as missing in action in Indochina.

2pm 2172 Rayburn Bldg **June 28**

WESTERN HEMISPHERE FREE TRADE Joint Hearing

International Economic Policy and Trade Subcommittee (Chmn Gejdenson, D-Conn) and Western Hemisphere Affairs Subcommittee (Chmn Crockett, D-Mich) of House Foreign Affairs Committee will hold a joint hearing on free trade and the implications for the Western Hemisphere.

10am 2172 Rayburn Bldg **June 28**

Government Operations

225-5051

ARMY CHEMICAL MANAGEMENT

Environment, Energy and Natural Resources Subcommittee (Chmn Synar, D-Okla) of House Government Operations Committee will hold a hearing on the Army's procurement and management of potentially hazardous chemicals used for decontamination.

9:30am 2203 Rayburn Bldg **June 28**

House Administration

225-2061

POLICE RETIREMENT Subcommittee Markup

Personnel and Police Subcommittee (Chmn Oaker, D-Ohio) of House Committee on House Administration will mark up legislation (HR 5109) to revise the retirement policies for Capitol police.

Time TBA H-328 Capitol Bldg **date TBA**

Intelligence

225-4121

FY91 INTELLIGENCE BUDGET Full Committee Markup

House Intelligence Committee (Chmn Beilenson, D-Calif) will mark up the fiscal 1991 intelligence budget request.

Time TBA H-405 Capitol Bldg **date TBA**

Note: The markup has been postponed until after the Independence Day recess.

FY91 INTELLIGENCE BUDGET Subcommittee Markup

Program and Budget Authorization Subcommittee (Chmn Beilenson, D-Calif) of House Intelligence Committee will mark up the fiscal 1991 intelligence budget request.

Time TBA H-405 Capitol Bldg **date TBA**

Note: The markup was originally scheduled for June 19. It has been postponed until after the Independence Day recess.

■ *Revised listing*

House continued...

Interior & Insular Affairs

225-2761

MERCURY MINING

General Oversight and Investigations Subcommittee (Chmn Kostmayer, D-Pa) of House Interior and Insular Affairs Committee will hold a hearing on market factors affecting the mercury mining industry.

3:30pm 1324 Longworth Bldg **June 28**

PUERTO RICO

SELF-DETERMINATION

Insular and International Affairs Subcommittee (Chmn de Lugo, D-VI) of House Interior and Insular Affairs Committee will hold a hearing on legislation (HR 4765 - Puerto Rico Self-Determination Act) that would provide for a referendum in Puerto Rico giving the residents a choice among four options — statehood, independence, enhanced commonwealth status or retaining the existing status — with the United States committed to abide by the result.

9:45am B-352 Rayburn Bldg **June 28**

COAL MINING

SUBSIDENCE ISSUES

Mining and Natural Resources Subcommittee (Chmn Rahall, D-WVa) of House Interior and Insular Affairs Committee will hold a hearing on issues relating to the effects of subsidence caused by active underground mining operations.

9:45am 1324 Longworth Bldg **June 28**

KLAMATH RIVER SCENIC DESIGNATION

National Parks and Public Lands Subcommittee (Chmn Vento, D-Minn) of House Interior and Insular Affairs Committee will hold a hearing on legislation (HR 4728) to designate a segment of the Klamath River in Oregon as a component of the National Wild and Scenic Rivers System.

10am 1324 Longworth Bldg **June 28**

WATER SUBSIDIES

Water, Power and Offshore Energy Resources Subcommittee (Chmn Miller, D-Calif) of House Interior Committee will hold a hearing on a General Accounting Office report titled "Water Subsidies: Basic Changes Needed to Avoid Abuse of the 960-Acre Limit."

Time & room TBA **date TBA**

CALIFORNIA DROUGHT Field Hearing

Water, Power and Offshore Energy Resources Subcommittee (Chmn Miller, D-Calif) of House Interior and Insular Affairs Committee will hold a hearing on the drought in California.

Time TBA San Francisco **date TBA**

★ New listing

Judiciary

225-3951

AIRPORT GROUND TRANSPORT

Economic and Commercial Law Subcommittee (Chmn Brooks, D-Texas) of House Judiciary Committee will hold a hearing on legislation (HR 3325) to provide air transportation passengers access to information concerning ground transportation services, amend the Clayton Act to prohibit certain activities by local governments that operate airports, and prohibit airports from charging discriminatory access fees.

10am 2141 Rayburn Bldg **June 28**

DISABLED POLICE

Field Hearing

Criminal Justice Subcommittee (Chmn Schumer, D-NY) of House Judiciary Committee will hold a field hearing on legislation (HR 2870) to provide a lump-sum payment to public safety officers who become totally and permanently disabled as a result of a catastrophic injury sustained in the line of duty.

10am New York, NY **June 29**

COPYRIGHT REVISION

Joint Hearing

Courts, Intellectual Property and the Administration of Justice Subcommittee (Chmn Kastenmeier, D-Wis) of House Judiciary Committee and Constitution Subcommittee (Chmn Simon, D-Ill) of Senate Judiciary Committee will hold a joint hearing on legislation (S 2370) to revise federal copyright law to extend certain copyright protections to work that has not been published.

10am SD-226 Dirksen Bldg **July 11**

COMPUTER TAMPERING MARKUP House Judiciary Committee

Criminal Justice Subcommittee (Chmn Schumer, D-NY) will mark up legislation (HR 287) to create civil and criminal penalties for persons or entities that knowingly and maliciously alter computer hardware or software with the objective of disabling a computer either through the loss of stored data or interference with its proper functioning.

1pm B-352 Rayburn Bldg **date TBA**

Note: This hearing was originally scheduled for June 27.

Merchant Marine & Fisheries

225-4047

PIPELINE SAFETY Subcommittee Markup

Coast Guard and Navigation Subcommittee (Chmn Tauzin, D-La) of House Merchant Marine and Fisheries Committee will mark up draft pipeline safety legislation.

Time TBA 1334 Longworth Bldg **date TBA**

SHIP OPERATING SUBSIDIES

Merchant Marine Subcommittee (Chmn Jones, D-NC) of House Merchant Marine and

Fisheries Committee will hold a hearing on revising the operating differential subsidy program that provides payments to certain shipowners.

Time & room TBA **date TBA**

CRUISE SHIP SAFETY

Merchant Marine Subcommittee (Chmn Jones, D-NC) of House Merchant Marine and Fisheries Committee will hold a hearing on cruise ship safety issues.

Time TBA 1334 Longworth Bldg **date TBA**

DELAWARE RIVER PORTS

Field Hearing

Oversight and Investigations Subcommittee (Chmn Foglietta, D-Pa) of House Merchant Marine and Fisheries Committee will hold a field hearing on the governance and management of Delaware River ports.

Time TBA Philadelphia, Pa **date TBA**

SHIPBUILDING TECHNOLOGY

Joint Hearing

Oversight and Investigations Subcommittee (Chmn Foglietta, D-Pa) and Merchant Marine Subcommittee (Chmn Jones, D-NC) of House Merchant Marine and Fisheries Committee will hold a joint hearing on the state of U.S. and foreign shipbuilding technology.

Time & room TBA **date TBA**

Post Office & Civil Service

225-4054

BASE CLOSING JOB LOSS ASSISTANCE

Human Resources Subcommittee (Chmn Kanjorski, D-Pa) of House Post Office and Civil Service Committee will hold a hearing on legislation (HR 4977) to assist federal civilian employees who lose their jobs as a result of military base closings or realignments.

2pm 304 Cannon Bldg **June 27**

10am 304 Cannon Bldg **June 28**

Witnesses scheduled:

June 27: See "Committee Meetings Scheduled Today" section for witnesses

June 28: TBA

1990 CENSUS

Field Hearing

Census and Population Subcommittee (Chmn Sawyer, D-Ohio) of House Post Office and Civil Service Committee will hold a field hearing to review the progress of the 1990 census.

9:30am Austin, Texas **July 2**

Public Works & Transportation

225-4472

OVERWEIGHT TRUCKS HIGHWAY DAMAGE

Investigations and Oversight Subcommittee (Chmn Anderson, D-Calif) of House Public

★ Revised listing

House Floor Action

Week of June 25

Monday, June 25:

Under suspension of the rules

- HR 3058 **Bryce Canyon Environmental Enforcement Act** passed by voice
- HR 4525 **Ethics in Government Act** amendments passed by voice
- HR 4721 **J Kenneth Robinson Postal Bldg** passed by voice
- HR 4872 **Establish the National Advisory Council on the Public Service** passed by voice
- HR 1457 **Waste Reduction Act** passed by voice
- HR 4501 **Acquisition for Natchez Natl Historic Park** passed by voice
- HR 3863 **Underground Railroad Natl Historic Trail** passed by voice
- HR 5075 **Authorize appropriations for the National Railroad Passenger Corporation (Amtrak)** passed by voice
- H Con Res 333 **Concerning a 1991 White House Conference on Aging** passed by voice

Tuesday, June 26:

Convenes at 10am

- HR 5021 **FY91 Commerce, Justice, State Approps** passed 358-55
- S 280 **Niobrara Rivers Scenic Designation** passed 368-59

Wednesday, June 27 &

Balance of the Week:

Convenes at 10am

- HR 5114 **FY91 Foreign Assistance Approps** begin consideration
- HR— **FY91 VA, HUD Approps** begin consideration
- HR 4329 **American Technology Preeminence Act** begin consideration

Outlook

At the close of the week's business the House will adjourn until noon on Tuesday, July 10.

Senate Floor Action

Week of June 25

Monday, June 25:

- S J Res 332 **Constitutional amendment to prohibit the physical desecration of the flag of the U.S.** began consideration
- HR 5075 **Authorize appropriations for the National Railroad Passenger Corporation, and for other purposes** passed by voice
HR 5075 is cleared for the president

Tuesday, June 26:

- S J Res 332 **Constitutional amendment to prohibit the physical desecration of the flag of the U.S.** defeated 58-42 (two-thirds needed to pass a constitutional amendment)

Wednesday, June 27 &

Balance of the Week:

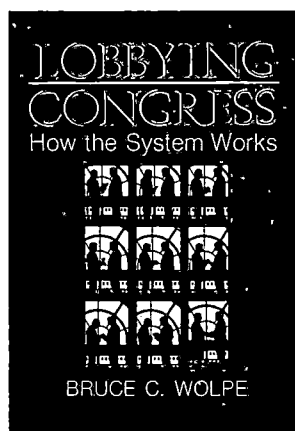
Schedule uncertain, possibilities include:

- S 566 **National Affordable Housing Act** continue consideration
- S 1970 **Omnibus Crime Legislation** continue consideration

Outlook

At the close of the week's business the Senate will adjourn until Tuesday, July 10.

NEW FROM CONGRESSIONAL QUARTERLY BOOKS

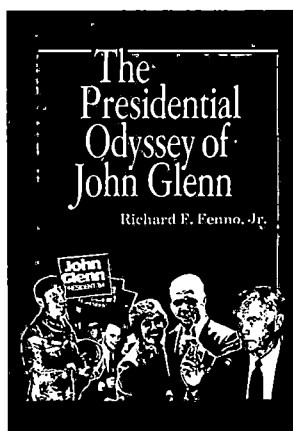


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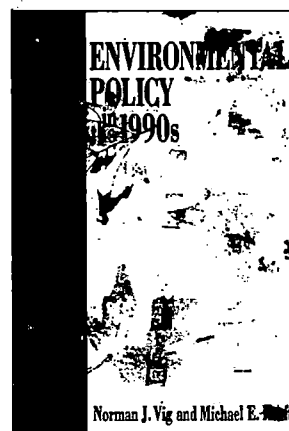
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CONGRESSIONAL MONITOR



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CONGRESSIONAL MEETING ON LATIN AMERICAN POLICY

-- Thank you all for coming down on short notice today.

-- I want to share with you our plans for a major new initiative for Latin America and the Caribbean, to be announced shortly.

How's the mood

Calb. Rm
6-27-90
Bob Michael

Very stormy ———

Stormy with gusts up to ~~100~~⁸⁰ mph ———

Stormy but clearing ———

All's perfect, Go Fishing ———

Bush Library Photocopy
George Bush Handwriting

Bush Presidential Library Photocopy

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
02. Note	Handwritten notes of Presidential Phone call with President LeCayan of Uruguay (1 pp.)	06/27/90	(b)(1)	

Collection:

Record Group: Bush Presidential Records
Office: Office of the President
Series: Daily Files
Subseries:
WHORM Cat.:
File Location: Wednesday, June 27, 1990

Date Closed: 6/9/2010	OA/ID Number: 90552-005
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [(a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

Freedom of Information Act - [5 U.S.C. 552(b)]

(b)(1) National security classified information [(b)(1) of the FOIA]
(b)(2) Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
(b)(3) Release would violate a Federal statute [(b)(3) of the FOIA]
(b)(4) Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]
(b)(6) Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]
(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
03. Note	Handwritten notes of Presidential Phone call with Prime Minister Kaifu (3 pp.)	06/27/90	(b)(1)	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Wednesday, June 27, 1990

Date Closed: 6/9/2010	OA/ID Number: 90552-005
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
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(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

DAN

JENKINS

June 1990

THE PRESIDENT HAS SEEN

M

Dear Mr. President:

All I can say is, it was a hell of a meal and the treat of a lifetime. Also great fun.

The only thing I can do to repay the favor is try to write a humorous and flattering piece for Golf Digest and get your best picture on the cover.

The editors are talking about an October issue now, which would be out in early September.

Maybe there's something else I can do sometime. If a sportswriter/book author can be of any help toward your re-election, suit me up and send me in, Coach.

Our country needs you, Mr. President, and so does sports.

I mean that sincerely.

Fore on the left,

Dan Jenkins

Bush Presidential Library Photocopy

Bush Library Photocopy
George Bush Handwriting

6/26/90

Andy

The President would like you to talk to Gary Jacobs (friend of George W.) and put him in touch with appropriate people.

The President was going to talk to him personally, but there was no time to return his call.

Jacobs will be in town tomorrow (staying at the Willard) has meetings scheduled with:

Roger Wallace of Commerce
Phil Gramm
Arlen Specter

In talking to Sam Barshop w/
Carla Hills Barshop set up a meeting with Don Abelson in USTR.

Gary Jacobs - President
Laredo National Bank

Thanks

Patty

*Willard tonight
7-10-41*

Mr. and Mrs. Dan Jenkins
973 Ponte Vedra Blvd.
Ponte Vedra Beach, Florida 32082

RECEIVED

JUL -3 - PM 7:11

Attention:
Patty Fresock

Mr. George Bush
President of the United States
The White House
Washington, D. C.



12

12

12

Monday
June 25, 1990

1. Joe D'Maggio will be in town tomorrow for an Oriole's Board Meeting. Jim Cicconi is thinking about having him in for lunch. Joe Hagin is asking for guidance:

-- any interest in having lunch with D'Maggio?
(you are free for lunch tomorrow)

-- do you want Cicconi to bring him by for a photo? *yes*

2. REMINDER: You were going to call Gary Jacobs.

512-723-1151

He called last week re:

512-724-3911

-- upcoming negotiations on Mexican Trade Agreements
(just to share his thoughts)

-- discuss the structure of the banking system
to share his ideas on the failures of the system
to deal with the issues -- very concerned about the
whole S&L mess. No personal interest -- his bank
is one of the strongest banks.

tomorrow

(He called you on Wednesday (you were out of town). He was out of town Thursday and Friday. I spoke w/ his office today -- he's back in town, but will be travelling again tomorrow afternoon.)

3. Mrs. Bush called. Do you want her to invite the Skinners for the night of the 3rd? Or will you handle?

p.

*Willard
Continental
628-9100*

*BPB 4:30 P.M.
told Mrs. Bush
she will
invite*

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

The Honorable Jesse Helms
United States Senate
Washington, D.C. 20510



THE PRESIDENT

June 27, 1990

Dear Jesse,

Just a quick note to let you know how pleased I was to be at your side last week in Charlotte. I was very impressed with the turnout and grateful for your warm and generous introduction. We're proud of the job you're doing!

Barbara joins me in sending you and Dot our very best wishes.

Sincerely,

A handwritten signature in cursive script, likely of Bill Clinton, with a long, sweeping horizontal stroke at the end.

bcc: Tim McBride

Jan Burmeister

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

The Honorable Jim Martin
Governor of North Carolina
State Capitol
Raleigh, North Carolina 27603-8001



THE PRESIDENT

June 27, 1990

Dear Jim,

It was great seeing you and Dottie last week in Charlotte. I was thrilled with that turnout for Jesse.

Barbara joins me in sending you our very best wishes.

Sincerely,

A handwritten signature in black ink, appearing to be "G. H. W. Bush", with a long, sweeping diagonal stroke extending from the bottom right of the signature.

bcc: Tim McBride

Jan Burmeister

THE WHITE HOUSE
WASHINGTON

June 27, 1990

Dear Mr. Ramcharitar:

Thank you for sharing the portrait with me. Your kind and thoughtful remembrance is greatly appreciated. I also commend your patriotism and appreciation for America.

Best wishes and Happy Birthday!

Sincerely,

Cy T. Bell

Mr. Ray Lincoln Ramcharitar
Apartment 1E
199 30th Street
Brooklyn, New York 11232

*P.S. Here's a tiny souvenir
for you.*

THE WHITE HOUSE
WASHINGTON

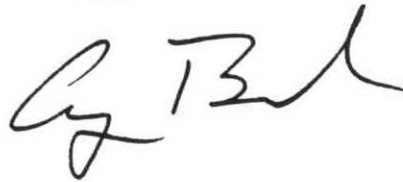
June 27, 1990

Dear Ms. Schwind:

Thank you for the embroidered picture of a head of broccoli that you sent on behalf of your residents. It is terrific, and I appreciate their kind and thoughtful remembrance.

With best wishes,

Sincerely,

A handwritten signature in dark ink, appearing to read "G. Bush", is written below the word "Sincerely,".

Ms. Linda B. Schwind
Executive Director
Gilpin Hall
1109 Gilpin Avenue
Wilmington, Delaware 19806

THE WHITE HOUSE

WASHINGTON

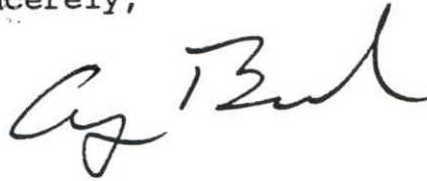
June 27, 1990

Dear Mr. Belcher:

Thank you for your recent message and for enclosing Alexa Barraclough's picture. What a constructive way to teach children the danger of drugs, while still allowing them to dream of their future. I appreciate your sharing this worthwhile art project with me. Your kind and thoughtful remembrance is greatly appreciated.

With best wishes,

Sincerely,

A handwritten signature in black ink, appearing to read "George Bush". The signature is fluid and cursive, with the first name "George" written in a more compact, stylized manner and the last name "Bush" written in a more open, flowing script.

Mr. Ralph W. Belcher
Art Instructor
Pine Castle Elementary School
905 Waltham Avenue
Orlando, Florida 32809

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Morton A. Kramer
President
Jos. A. Wilner
1729 M Street, N.W.
Washington, D.C. 20036



THE PRESIDENT

June 27, 1990

Dear Mr. Kramer:

That was most thoughtful of you to write and I appreciate your generous offer to be of assistance. I'm off to Maine this weekend, then on to London ending up in Houston, Texas for the Economic Summit. After that I'm back in Washington. I'll put your letter on file for future reference. In the meantime, warmest best wishes.

Sincerely,

A handwritten signature in black ink, appearing to read "G. Bush".

from a friend of
Helen Thomas --he's
dying of cancer
per Helen.....

bcc:
Tim McBride
Patty Presock

p.

Jan Burmeister

THE WHITE HOUSE

WASHINGTON

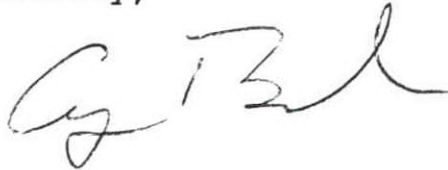
June 27, 1990

Dear Bob:

Thanks for your kind letter and the golf tape that you left with Marvin for me when you visited him in Washington. I'm grateful for your sentiments and your thoughtfulness in "replacing" the tape that you wanted me to have during my trip to Texas. You were right in thinking that I'd enjoy this video, and I appreciate your nice gesture.

Best regards.

Sincerely,

A handwritten signature in dark ink, appearing to read "G. Bush", written in a cursive style.

Mr. Robert Orkin
President
Robert Orkin Interests, Inc.
584 Trianon
Houston, Texas 77024

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mrs. Florence Melton
1180 South Ocean Boulevard, 9B
Boca Raton, Florida 33432



THE PRESIDENT

June 27, 1990

Dear Mrs. Melton,

Thanks so much for that thoughtful letter.
Family is what counts and your family is a
shining example of what family love is all
about.

With best wishes,

I love Gordy

Sincerely,

G. Bush

Gordon Zacks
mother

Jan Burmeister

U L
THE WHITE HOUSE
WASHINGTON

June 27, 1990

Dear Jim:

Thanks for your June 14 letter and the invitation for Barbara and me to participate in a United Way lunch or dinner. I'm not sure whether a fall trip to Texas is in the works, but I'll send your letter to my schedulers, who will be back in touch with you closer to that time.

p
er

Barbara joins me in sending warm best wishes to you and Margaret.

Sincerely,

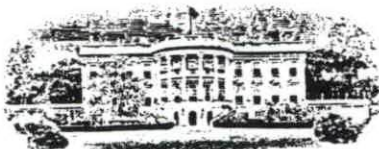


Mr. J. A. Elkins, Jr.
Post Office Box 2387
Houston, Texas 77252

✓cc: action to Hegin

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. George Butler
White Mountains Films
165 East 80th Street
New York, New York 10021



June 27, 1990

Dear Mr. Butler,

Thanks so very much
for loaning us "In the Blood"
but I have a major regret.
Others got to see it; but,
damn it all, I missed it.

Would it be a terrible
imposition to ask you to
send it back some time.
It was sent to Camp
David for me, but my
life got too complicated.

In any event my
most sincere thanks.
Ag. Burl

bcc: Laurie Firestone

Jan Burmeister

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Maureen Drummy
Office of the Chairman
Federal Trade Commission
Washington, D.C. 20580



THE PRESIDENT

June 27, 1990

Dear Maureen:

It was good to hear from you and I appreciated your thoughtful letter of June 13.

Enclosed is the photograph you requested. It comes to you with my warmest best wishes.

Sincerely,

A handwritten signature in black ink, appearing to read "Jan Burmeister".

Jan Burmeister

THE WHITE HOUSE
WASHINGTON

June 27, 1990

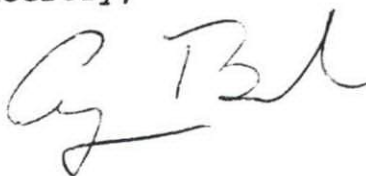
Dear Colonel Davis:

Barbara and I have learned about your surgery and wanted you to know that we are thinking of you.

These are difficult days for you, but we hope that you will find them eased somewhat by thoughts of how much your family and friends care about you and wish you well. We will be keeping you in our prayers.

Take care and God bless you.

Sincerely,



COL Charles W. Davis, USA, Ret.
830 Pacheco Street
San Francisco, California 94116-1351

D2d

THE WHITE HOUSE
WASHINGTON

June 27, 1990

Dear Dick:

Many thanks for your thoughtful letter. It really brought to mind some wonderful memories of my dad.

My appreciation, too, for that great picture. I had some copies made and am returning the original to you.

Warm personal regards,

Sincerely,

C. Lee

The Honorable Richard C. Lee
255 McKinley Avenue
New Haven, Connecticut 06515

*Dick - well do I remember
you and P.S. I still
miss my dad - a lot*

THE WHITE HOUSE

Office of the Press Secretary

EMBARGOED FOR RELEASE
UNTIL 2:45 P.M. EDT
WEDNESDAY, JUNE 27, 1990

TEXT OF REMARKS BY THE PRESIDENT
ON THE ENTERPRISE FOR AMERICAS ADDRESS

The White House
East Room

June 27, 1990

In the past 12 months, every one of us -- from the man in the White House to the man on the street -- has been fascinated by the tremendous changes -- positive changes -- taking place around the world. Freedom has made great gains -- not just in Eastern Europe -- but right here, in the Americas. We've seen a resurgence of democratic rule -- a rising tide of democracy never before witnessed in the history of this hemisphere.

With one exception -- Cuba -- the transition to democracy is moving towards completion. And we can all sense the excitement -- that the day is not far off when Cuba joins the ranks of the world's democracies -- and makes the Americas fully free.

The political transformation sweeping Latin America and the Caribbean has its parallel in the economic sphere. Throughout the region, nations are turning away from the Statist economic policies that stifle growth -- and are now looking to the power of the free market to help this hemisphere realize its untapped potential for progress. A new leadership has emerged -- backed by the strength of the people's mandate -- leadership that understands that the future of Latin America lies with free government and free markets. In the words of Colombia's courageous leader -- president Virgilio Barco: "The long-running match between Karl Marx and Adam Smith is finally coming to an end" with the "recognition . . . That open economies with access to markets can lead to social progress."

For the U.S., these are welcome developments -- developments we're eager to support. But we recognize that each nation in the region must make its own choices. There is no blueprint -- no one-size-fits-all approach to reform. The primary responsibility for achieving economic growth lies with each individual country. Our challenge in this country is to respond in ways that support the positive changes now taking place in the hemisphere. We must forge a genuine partnership for free market reform.

Back in February, I met in Cartagena with the heads of three of the Andean nations. I came away from that meeting convinced that the U.S. must review its approach not only to that region -- but to Latin America and the Caribbean as a whole. I asked Treasury Secretary Brady to lead a review of U.S. economic policy toward this vital region -- to make a fresh assessment of the problems and opportunities we'll encounter in the decade ahead. That review is now complete. The results are in -- and the need for new economic initiatives is clear and compelling.

All signs point to the fact that we must shift the focus of our economic interaction -- towards a new economic partnership: Because prosperity in our hemisphere depends on trade -- not aid.

I've asked you here today to share with you some ideas on ways we can build a broad-based partnership for the 90's. To announce the new enterprise for the Americas Initiative that creates incentives to reinforce Latin America's growing recognition that free market reform is the key to sustained growth and political stability.

The three pillars of our new Initiative are trade, investment, and debt. To expand trade -- I propose that we begin the process of creating a hemisphere-wide free trade zone; to increase investment -- that we adopt measures to create a new flow of capital into the region; and to further ease the burden of debt, a new approach to debt in the region -- with important benefits for our environment.

Let's begin with trade. In the 1980's, trade within our hemisphere trailed the overall pace of growth in world trade. One principal reason: Over-restrictive trade barriers that wall off the economies of the region from each other, and from the United States -- at great cost to us all. These barriers are the legacy of the misguided notion that a nation's economy needs protection in order to thrive. The great economic lesson of this century is that protectionism stifles progress -- and free markets breed prosperity.

To this end, we've formulated a three-point trade plan to encourage the emerging trend toward free market reform now gathering force in the Americas.

First, as we enter the final months of the current Uruguay Round of the world trade talks, I pledge close cooperation with the nations of this hemisphere. The successful completion of the Uruguay Round remains the most effective way of promoting long-term trade growth in Latin America -- and the increased integration of Latin nations into the global trading system.

Our aim in the Uruguay Round is free and fair trade. Through these talks, we are seeking to strengthen existing trade rules, and to expand them to areas that do not now have agreed rules of fair play. And to show our commitment to our neighbors in Latin America and the Caribbean, we will seek deeper tariff reductions in the Round on products of special interest to them.

Second, we must build on the trend we see toward free markets -- and make our ultimate aim a free trade system that links all of the Americas -- North, Central and South. We look forward to the day when not only are the Americas the first fully free democratic hemisphere -- but when all are equal partners in a free trade zone stretching from the port of Anchorage to Tierra del Fuego.

I am announcing today that the U.S. stands ready to enter into free trade agreements with other markets in Latin America and the Caribbean -- particularly with groups of countries that have associated for purposes of trade liberalization. And the first step in this process is a free trade agreement with Mexico.

We must all recognize that we won't bring down barriers to free trade overnight. Changes so far-reaching may take years of preparation and tough negotiations. But the payoff -- in terms of mutual prosperity -- is worth every effort. Now is the time to make a comprehensive free trade zone for the Americas our long-term goal.

Third, I understand that some countries aren't yet ready to take that dramatic step to a full free trade agreement. That's why we're prepared to negotiate with any interested nation in the region bilateral framework agreements to open markets and develop closer trade ties.

Such agreements already exist with Mexico and Bolivia. Framework agreements will enable us to move forward on a step-by-step basis to eliminate counter-productive barriers to trade -- and towards our ultimate goal of free trade. That's a prescription for greater growth and a higher standard of living in Latin America -- and right here at home, new markets for American products, and more jobs for American workers.

Promoting free trade is just one of three key elements in our new enterprise for the Americas Initiative. Our second pillar is increased investment.

The competition for capital today is fierce. The key to increased investment is to be competitive -- to turn around the conditions that have discouraged both foreign and domestic investment. Reduce the regulatory burden -- clear away the thicket of bureaucratic barriers that choke off Latin America's aspiring entrepreneurs. In one large Latin city, for instance, it takes almost 300 days to cut through the red tape to open a small garment shop. In another country, the average overseas caller has to make five phone calls to get through -- and the wait for a new telephone line can be as long as five years. That's got to change. Investment reform is essential -- to make it easier to start new business ventures -- and make it possible for international investors to participate and profit in Latin American markets.

In order to create incentives for investment reform, the U.S. is prepared to take the following steps: First, the U.S. will work with the Inter-American Development Bank to create a new lending program for nations that take significant steps to remove impediments to international investment. The World Bank could also contribute to this effort. Second, we propose the creation of a new investment fund for the Americas. This fund, administered by the IDB, could provide up to \$300 million dollars a year in grants in response to market-oriented investment reforms and progress in privatization. The U.S. intends to contribute \$100 million to the fund -- and we will seek matching contributions from Europe and Japan.

But in order to create an attractive climate for new investment -- we must build on our successful efforts to ease the debt burden -- the third pillar of our new enterprise for the Americas Initiative.

Many nations have already undertaken painful economic reforms for the sake of future growth -- but the investment climate remains clouded by the heavy burden of debt. Under the Brady plan, we are making significant progress. The agreements reached with Mexico, Costa Rica and Venezuela are already having a positive impact on investment in those countries. Mexico -- to take just one example -- has already seen a reversal of the destructive capital flight that drains so many Latin American nations of precious investment resources. That's critical: If we restore confidence -- capital will follow.

As one means of expanding our debt strategy, we propose that the IDB add its efforts and resources to those of the International Monetary Fund and the World Bank to support commercial bank debt reduction in Latin America and the Caribbean. And -- as in the case of World Bank and IMF -- IDB funds should be directly linked to economic reform.

While the Brady plan has helped nations reduce commercial bank debt, for nations with high levels of official debt -- debt owed to governments, rather than private financial institutions -- the burden remains heavy. Today, across Latin America, official debt owed to the U.S. Government amounts to nearly \$12 billion dollars -- with \$7 billion of that amount in concessional loans. And in many cases, the heaviest official debt burdens fall on some of the region's smallest nations -- countries like Honduras, El Salvador, Jamaica.

That's a problem we must address. Today -- as the key component in addressing the region's debt problem -- I am proposing a major new initiative to reduce Latin America and the Caribbean's official debt to the U.S., for countries that adopt strong economic and investment reform programs with the support of international institutions.

Our debt reduction program will deal separately with concessional and commercial types of loans. On concessional debt -- loans made from aid or food for peace accounts: We will propose substantial debt reductions for the most heavily burdened countries. And we will also sell a portion of outstanding U.S. commercial loans to facilitate debt-for-equity and debt-for-nature swaps in countries that have set up such programs. These actions will be taken on a case-by-case basis.

One measure of prosperity -- and the most important long-term investment any nation can make -- is environmental well-being. As part of our enterprise for the Americas Initiative, we will take action to strengthen environmental policies in the hemisphere.

Debt-for-nature swaps are one example -- patterned after the innovative agreements reached by some Latin American nations and their commercial creditors. We will also call for the creation of environmental trusts -- where interest payments owed on restructured U.S. debt will be paid in local currency and set aside to fund environmental projects in the debtor countries.

These innovative agreements offer a powerful new tool for preserving the natural wonders of this hemisphere we share. From the vistas of the unspoiled Arctic, to the beauties of the barrier reef off Belize, to the rich rain forests of the Amazon -- we must protect this living legacy we hold in trust.

For an increasing number of our neighbors, the need for free market reform is clear. These nations need economic breathing room to enact bold reforms. And this official debt initiative is one answer: A way out from under the crushing burden of debt that slows the process of reform.

I know there is some concern that the revolutionary changes we've witnessed this past year in Eastern Europe will shift our attention away from Latin America. I assure all of you here today -- as I've assured many democratic leaders in Central and South America, the Caribbean and Mexico -- the United States will not lose sight of the tremendous challenges and opportunities here in our own hemisphere.

Indeed, as we talk with the leaders of the G-24 about the emerging democracies in Europe, I have been talking to them also about their supporting democracy and economic freedom in Central America. Our aim is a closer partnership between the Americas and our friends in Europe and Asia.

Less than two years from now, our hemisphere will celebrate the 500th anniversary of an epic event -- Columbus' discovery of America: Our new world. We trace our origins -- our shared history -- to the time of Columbus' voyage, and the courageous quest for the advancement of man.

Today, the bonds of our common heritage are strengthened by the love of freedom and a common commitment to democracy. Our challenge -- the challenge in this new era of the Americas -- is to secure this shared dream and all its fruits for all the people of the Americas, North, Central and South.

The comprehensive plan I've just outlined is proof positive the United States is serious about forging a new partnership with our Latin American and Caribbean neighbors. We're ready to play a constructive role at this critical time -- to make ours the first fully free hemisphere in all of history.

THE WHITE HOUSE

Office of the Press Secretary

For Immediate Release

June 27, 1990

ENTERPRISE FOR THE AMERICAS - INICIATIVA PARA LAS AMERICAS
A NEW PARTNERSHIP FOR TRADE, INVESTMENT, AND GROWTH

FACT SHEET

Introduction

As nations in Latin America and the Caribbean turn increasingly to democracy and market-oriented economic reforms, the President has proposed a new partnership to encourage growth in the Americas. This partnership will be based on three core initiatives addressing trade, investment, and debt. In addition, it will strengthen environmental policy in the hemisphere.

During the past decade Latin America and the Caribbean have faced a series of difficult economic challenges, reduced growth and lost opportunities. This difficult economic period has coincided with revolutionary political change. Democracy and freedom are now the clear choice of the peoples throughout the hemisphere.

In view of these developments, Treasury Secretary Brady was asked to lead a review in the Economic Policy Council of U.S. economic policy toward Latin America and the Caribbean. That review is now complete and we are proposing a new economic partnership in the hemisphere to meet the challenges ahead.

The Trade Initiative

- o The first pillar of this program is a broad-based trade initiative which sets forth a vision and a challenge to Latin America to move toward a broad regime of free and fair trade within the hemisphere.
 - Barriers to trade continue to be a serious obstacle to growth and trade within our hemisphere which seriously lagged the pace of growth in world trade during the 1980's.
- o The most effective way of promoting long-term trade growth in Latin America and the Caribbean and more fully integrating these nations into the global trading system is to successfully conclude the Uruguay Round.

o The trade initiative contains three elements:

- (1) A comprehensive Free Trade Agreement (FTA) for Latin America is our long-term goal. We are prepared to enter into FTAs with other markets in Latin America and the Caribbean -- particularly with groups of countries that have associated for purposes of liberalization.

As we have begun to see in our trade with Canada and hope to see with Mexico, such agreements can offer significant and lasting benefits for both sides.

- (2) As an initial stepping stone toward this end -- and for those which are not yet positioned to embrace a free trade agreement -- we are prepared to develop bilateral framework agreements.

Such agreements can help establish principles for bilateral cooperation on trade issues.

- (3) We are also prepared to work with Latin countries to help address their specific trade concerns within the Uruguay Round. To show our commitment, we will seek authority for deeper tariff cuts on specific products of interest to them.

The Investment Initiative

- o The second pillar of our program is an investment initiative to unlock the potential for domestic and foreign investment, encourage capital flows, reduce debt burdens, and improve the environment.

- o To encourage appropriate policies and help the nations of Latin America and the Caribbean attract indispensable capital, the United States is prepared to pursue a program on several fronts.

- o First, we propose to work to develop a new investment sector loan program in the Inter-American Development Bank.

-- The program could provide both technical advice and financial support for privatization efforts and liberalization of investment regimes -- possibly in conjunction with the World Bank.

- o Second, in a parallel effort, we will seek support to establish a multilateral investment fund to advance comprehensive investment reforms in Latin America and the Caribbean.

-- This Fund would provide grants of up to \$300 million annually in response to broad investment reforms.

- It would also support efforts to privatize government-owned industries and to finance worker training, education, and health programs to develop vital human capital.
- The IDB would administer these funds, which would complement both IDB and World Bank sector lending programs.

The Debt Initiative

- o The third pillar provides additional support for debt and debt-service reduction in Latin America and the Caribbean in an effort to provide further incentives to investment reform and a more flexible basis for hemispheric growth.
- o The first part of this initiative builds on the progress already being made in addressing the debt problems of the region by proposing that the IDB become an additional source of enhancements under the existing debt strategy.
 - These enhancements would be used to back specific transactions negotiated by Latin American and Caribbean countries with their commercial banks.
 - As in the IMF and World Bank, the availability of these resources would be tied to economic reform efforts.
- o Second, to address the growing problem of official debt, we will propose legislation to permit substantial reduction and restructuring of existing U.S. concessional loans to Latin American and Caribbean countries with serious debt servicing difficulties.
 - Action would be taken on a case-by-case basis for countries in the region which adopt strong economic reform programs in conjunction with the IMF and World Bank, pursue comprehensive investment reforms with the Inter-American Development Bank or other multilateral institutions, and complete commercial bank debt-reduction programs as appropriate.
 - We expect this program to produce substantial debt reduction on concessional U.S. AID and PL-480 claims, particularly for the smaller countries of the region. At the same time, new flows of foreign assistance to the region would be maintained.

- To underscore our commitment to sustainable natural resource management, interest payments on the restructured concessional claims will be accepted in local currency and placed in trusts to support environmental projects agreed with each participating government.
- o Finally, we will also seek authority to sell a portion of outstanding bilateral commercial credits under Export-Import Bank and Commodity Credit Corporation programs.
- Ex-Im and CCC credits sold would be used to facilitate foreign investment and fund additional action in support of the environment through debt/equity and debt-for-nature swaps.

THE WHITE HOUSE

Office of the Press Secretary

For Immediate Release

June 27, 1990

STATEMENT BY THE PRESS SECRETARY

President Bush will deliver a major policy address at 2:45 p.m. this afternoon in the East Room of the White House concerning the economies of Latin America and the Caribbean. In view of this speech, Secretary Brady's Economic Summit briefing previously scheduled at 12:00 noon will be replaced by a Treasury Department briefing following the President's speech. The briefing will focus on decisions announced by the President and the Houston Economic Summit. The briefing will begin at approximately 3:30 p.m. in the White House Briefing Room.

The President's speech will last approximately 30 minutes and will focus on investment, trade, and debt reform in Latin America.

Today's address concludes a three month review by the government, led by the Department of Treasury, of U.S. Economic policy toward Latin America and the Caribbean region. The President will announce that "We must shift the focus of our economic interaction" in Latin America. "Prosperity in our hemisphere depends on trade, not aid. And prosperity requires more, not less, of an economic partnership."

There will be open coverage of the President's speech. Seats are limited. A sign up sheet is posted in the briefing room. Approximately 70 seats are available.

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THE WHITE HOUSE
WASHINGTON

June 27, 1990

Dear Dr. Wheeler:

Thank you for your thoughtful letter and for enclosing a first-edition copy of Zane Grey's Wanderer of the Wasteland. The assistance you recently gave the Speechwriting Office was also most helpful. You were kind to remember me, and I appreciate your thoughtful gesture.

With best wishes,

Sincerely,

Greg TBL

Dr. Joe Wheeler
Executive Director
Zane Grey Western Society
Post Office Box 600
Arnold, Maryland 21012

Nikki, *noted 6/28/90*

The President would
like this book
sent to Camp David.

Thanks.
Patty Presock

6/27/90 - Phone conversation with
deKlerk of South Africa

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
04. Note	Handwritten notes of Presidential Phone call with President DeKlerk of South Africa (4 pp.)	06/27/[90]	(b)(1)	

Collection:

Record Group: Bush Presidential Records
Office: Office of the President
Series: Daily Files
Subseries:
WHORM Cat.:
File Location: Wednesday, June 27, 1990

Date Closed: 6/9/2010	OA/ID Number: 90552-005
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

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Presidential Records Act - [44 U.S.C. 2204(a)]

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P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [(a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

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(b)(6) Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]
(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

cc -- classified

PHONE LOG FILE
(even tho no call was made)



ABOARD AIR FORCE ONE

03
11

Mr President -

There will be no de Klerk call. Pik Botha called our Ambassador in Pretoria yesterday to give him a heads-up on lifting the Emergency. He also inquired about a possible call - number and your availability. This created misunderstanding that a call was coming. Botha called Brent a few minutes ago to explain the screw-up. They (S. Africans) consider informing our Ambassador enough. De Klerk apparently never even knew a call was considered by his people.

Bob.

The President

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*Amended
CS
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TELEPHONE CALL FROM F.W. DE KLERK

Background

President de Klerk will be phoning you just after he has announced the ending of the State of Emergency, except in Natal. The announcement is timed to coincide with the beginning of Mandela's European swing, where he will try to counteract the positive atmosphere created by de Klerk's trip there last month. Mandela will call for continuation of sanctions.

Foreign Minister Botha told our Ambassador this morning that the Government will be releasing an additional 48 political prisoners, even though the Government-ANC agreement on political prisoners has not yet been finalized. Botha also noted that the National Party's reduced majority in a recent by-election shows the need for support for de Klerk. The SAG will be looking for a pat on the back for its latest move.

Retaining the State of Emergency in Natal may fail to satisfy our legal prerequisite to lifting or modifying sanctions. In addition, the requirement to release political prisoners, even with these additional releases, would remain unmet. Our sanctions position thus remains that it is premature to consider any action.

You have recently sent two messages to de Klerk. One was on the occasion of the South African national day on May 31. The other, delivered on Monday, expressed regret that you would not be seeing de Klerk this month, reiterated your desire to meet at a mutually convenient time, and outlined an approach to your meeting with Nelson Mandela on June 25.

De Klerk would welcome a few words from you on your meetings with Gorbachev.

Talking Points

-- I am very pleased that you have decided to lift the State of Emergency, except in Natal. This is another very courageous step on your part. We will immediately and publicly express our strong support for this move.

-- I am sorry that we will not be seeing each other this month, but I fully understand your reasons for wanting to postpone. I look forward to seeing you here when it is convenient for you, and when the visit can be most useful.

-- I strongly support the negotiating process. We believe it is important to express that support, both for you and for Mr. Mandela, and for others in South Africa who are willing to forsake violence and come to the negotiating table.

-- In my meeting with Mr. Mandela, I intend to urge him to move

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George Bush Handwriting

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quickly to engage with you and your Government in negotiations. It is vitally important that these negotiations take place in a climate of non-violence, and I will make that point as well.

-- I will also be stressing the importance of a strong, market-based economy for South Africa, and the need for multi-party democracy.

-- We recognize that you face great difficulties in your own constituency, and we will continue to look for ways we can support this process that will lead to a democratic, non-racial South Africa. We will keep our channels open, and will encourage all parties that support the negotiating process.

-- I would welcome any thoughts you might have in the weeks and months ahead.

If raised:

-- The moves you have just announced, although they represent substantial progress, do not fully satisfy our legal requirements to lift or modify sanctions. Once those requirements are met, we will take a very careful look at exactly what we can do in this area that will support the negotiations, and help move the process forward.

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