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OA/ID Number: 90714
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Folder Title:
Thursday, September 3, 1992 [2]

Stack:	Row:	Section:	Shelf:	Position:
G	35	2	3	0

From the desk of
George Bush

cc to
M - M

Document Originally
Attached to
Following Page

daily 9/3

CC:
Marvin/Margaret
Bush (FYI)

CC:
Marvin/Margaret
Bush (FYI)

W. You made thanking to
for Convention

Dear President Bush -

Thank you so very much for giving me the honor of representing you at the Olympics in Barcelona. It was truly a terrific experience for me!

I had a great time with Marvin, Margaret and the rest of the delegation.

Thanks again and
GO GET 'EM IN NOVEMBER!!

YOU GOT MY VOTE!!

Love -
Mary Ann Betta

Daily 9/3

Blind cc:
Jeb Bush (FYI)



THE PRESIDENT

9-3-92

Dear Mr. Wampler,

Jeb sent me that
incredibly positive story about
Hounstead Hospital. I will
find ways to use this example.

Sincerely, *Geo Bush*

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Atlee W. Wampler III
Wampler Buchanan & Breen
Suite 900, Sun Bank Building
777 Brickell Avenue
Miami, Florida 33131

9/2/92

FAX FROM JEB BUSH

Letter to Jeb from Atlee W. Wampler III for the Firm (Wampler, Buchanan & Breen, Attorneys and Consultants at Law)

RE: Recommended statement for President of example of indomitable American spirit in the face of tragedy

Dear Jeb:

I thought the message below may be of some service to the victims of the disaster, the American public and your father, if delivered in a Presidential statement:

The Six Day Miracle of SMH Homestead Hospital. Although 80% of the employees of SMH Homestead Hospital had their homes totally destroyed, they never stopped working. For 24 hours a day for 6 days, the SMH Homestead Hospital employees cleaned up glass, debris and water in the Hospital by flashlight even though they had lost all their own worldly possessions. The Hospital's generator was lost 20 hours after the storm struck, but the Hospital's employees kept on working. Seven babies were born during the hurricane. Three hundred patients were treated in the dark without utilities until they were evacuated. Two patients on ventilators were manually ambubagged by nurses in the dark. Bucket brigades carried water from the roof of the Hospital to flush out toilet facilities throughout the Hospital. At the end of 6 days, a direct electrical line connected the hospital to the city electrical system and SMH Homestead Hospital was ready for surgery and all services.

This incredible effort of SMH Homestead Hospital employees, working around the clock under the most adverse circumstances while disregarding their own personal tragedies, is a shining example of the indomitable American spirit persevering in the face of disaster.

Jeb, I hope you and your dad can put this true story to good use.

From the desk of

George Bush

Sincerely,

Atlee W. Wampler III
For the Firm

CC: (FYI) (in/out)
JABIII
Speechwriters
Campaign

bcc

Feb

send text to

speechwriters

Jan 12

Post-Net Brand
Fax Transmittal Memo 7672

To: Pope Zomaria,
Company: Office of the President
Location:
Fax: (202) 456-2397
Comments:

No. of Pages 2
Transmit Date 9-2-92
Time 1:50
From: Jeb Bush
Company: Codina Bush Group
Location:
Fax:
Original
Disposition
☐ Destroy ☐ Retain ☐ Call for pickup

SEP- 1-92 THU 15:26 WAMPLER-BUCHANAN-BREEN P.02

Wampler Buchanan & Breen

St. Professional Association
Attorneys and Counselors at Law
900 Sun Bank Building
777 Brickell Avenue
Miami, Florida 33131

To Box 2.

Could you show this to
the President?

PAX (906) 577-8548

VIA FACSIMILE

September 1, 1992

Jeb Bush
BUSH REAL ESTATE MANAGEMENT, INC.
Museum Tower, Suite 1500
150 West Flagler Street
Miami, Florida 33131

RE: Recommended statement for President of example of
indomitable American spirit in the face of tragedy

Dear Jeb:

I thought the message below may be of some service to the
victims of the disaster, the American public and your father, if
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The Six Day Miracle of SMH Homestead Hospital.
Although 80% of the employees of SMH Homestead Hospital
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water in the Hospital by flashlight even though they had
lost all their own worldly possessions. The Hospital's
generator was lost 20 hours after the storm struck, but
the Hospital's employees kept on working. Seven babies
were born during the hurricane. Three hundred patients
were treated in the dark without utilities until they
were evacuated. Two patients on ventilators were
manually ambubagged by nurses in the dark. Bucket
brigades carried water from the roof of the Hospital to
flush out toilet facilities throughout the Hospital. At
the end of 6 days, a direct electrical line connected the
Hospital to the city electrical system and SMH Homestead
Hospital was ready for surgery and all services.

This incredible effort of SMH Homestead Hospital
employees, working around the clock under the most
adverse circumstances while disregarding their own
personal tragedies, is a shining example of the

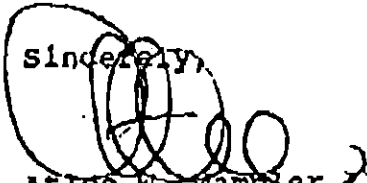
305-577-0044

SEP-1 2-92 WED 12:13 SEP 03 15:25 WAMPLER • BUCHANAN • BREEN P. 03
Jeb Bush
BUSH REAL ESTATE MANAGEMENT, INC.
September 1, 1992
Page No. 2

indomitable American spirit persevering in the face of
disaster.

Jeb, I hope you and your dad can put this true story to good
use.

Sincerely,


Atlee W. Wampler III
For the Firm

AWW:mjg
1482\LTBUSH.MJG

Wampler Buchanan & Breen

daily 9/3

ALEC P. COURTELIS
701 BRICKELL AVENUE, SUITE 1400
MIAMI, FLORIDA 33131-2832
(305) 379-8467

THE PRESIDENT HAS SEEN 9/3

September 1, 1992

CS

The Honorable George Bush
President of the United States
The White House
Washington, DC 20500

Dear Mr. President:

I would like to thank you and Barbara for your visit to Florida this morning which I feel was very welcomed by all of us but especially by the hurricane victims. I wanted to greet you both at Homestead Air Force Base, however, in view of the paranoia of the press in putting a political twist to any event, I felt it would be wise for me not to be present. So, please accept my apologies.

I heard of the appointment of Alvah Chapman as the Civil Coordinator, and I called him immediately to offer my assistance. I also want to offer my assistance to you in any way you feel may be beneficial.

Yesterday I visited Alex Muxo who is doing a great job, and he had one of his people take me around. My eyes could not believe the devastation which occurred in the Homestead and Florida City areas. The thing that impressed me the most was the spirit and cooperation of the military. They have really taken immediate charge and seem to be doing a great job under the able command of General Arnold who I had the pleasure of visiting. They certainly have great respect and admiration for you and were eager to make it known, which I feel is obviously well deserved.

As far as my own home is concerned, we suffered quite a bit of damage to our patio. Unfortunately we lost most of our trees, some of which were over 30 years of age. All in all we were very fortunate.

Thank you again for taking time from your busy schedule to visit our State and share in solving one of the greatest natural disasters experienced by our country.

With kindest personal regards,

Alec
Alec P. Courtelis

Daily 9/3

Have shared
cc of article
with JABIII

Mr President: This is impressive
staff and very positive

NICHOLAS F. BRADY

NFB

Nich - This man
vigilante must
be brilliant,
insightful,
outstanding.

P.S

At any rate it is what
Now to communicate it to
Dante is the job.

ROOM 3330
1500 PENNSYLVANIA AVENUE, N.W.
WASHINGTON, D.C. 20220

GB
9-3

Have shared
cc of article
with JABIII

THE CASE FOR BUSH

By Richard Vigilante

Having spent almost four years being dissatisfied with George Bush, I am not surprised most Americans feel the same way. Still, the closer one looks, the clearer it becomes that Bush is one of those presidents to whom history will be very kind, especially if we let him finish his run. In the past four years he has quietly prepared the country for a brilliant turn of the century and perhaps for another American century beyond.

Bush is a much better president than politician. Unlike Reagan, who kept the electorate focused on a few crucial issues, Bush distracts voters by treating even the largest questions as accumulations of detail. He dislikes and is not very good at electoral politics, preferring to deal inside the Beltway rather than carry the fight to the people. And he is an orator in the great tradition of Stengel and Berra. As a result, he has governed almost in private.

Bush's uncommunicativeness is a personal flaw magnified by the political tradition to which he is heir. Bush is a conservative. But like Goldwater, Nixon, Eisenhower, and Rockefeller, he is a Roosevelt-era Republican, the last of a tradition of Republican leaders traumatized by the FDR years and by the electorate's conviction that the Republicans not only caused the Great Depression but were too cold-blooded to do anything about it. These Republicans tended to be electoral pessimists, believing that while it was the great historic mission of their party to provide responsible government and keep Democrats from dissipating the nation's wealth and morals, the electorate was sure to punish them for fulfilling that mission.

In Bush's view, it is part of political life to be punished for doing right, which is why he has such a hard time running on his record. He is averse both to the "do anything as long as you are doing something" approach to government and to the idea that the agenda of good government should be superseded by bright new multipoint policy programs. Also in the Roosevelt-era mode, he tends to compensate by being good at negotiation and skillful behind closed doors.

Seen in this perspective, Bush's record makes far more sense. Take three areas: the economy, civil rights, and social policy. In all three, Bush is regarded as a failure because he has been neither a liberal nor a Reaganite. The opposite is the case. The economy is the most obvious example of this. Although the voters are mad at his apparently lethargic handling of a slump, and though he's said little to change their view, history will almost certainly

credit Bush as one of the two or three best economic presidents of the century. If we stay on course, the United States is almost certainly headed for a great turn-of-the-century boom and strong, steady growth for years beyond. The three great engines of the '90s expansion will be the final victory over the Great Inflation of the 1970s, the expansion of free trade, and the end of communism.

The general rap on Bush is that he has "done nothing about the recession." Good for him. The current slump is global, and the United States is actually doing better than most of the G-7. Most of the forces behind the slump are beyond the government's short-term control, and many will help the economy in the medium and long term: for example, not only did the Gulf crisis bring an oil shock, but as short wars do, it choked the economy rather than stimulated it. The breakup of the Soviet Union and the reunification of Germany have caused a temporary spike in interest rates. The Basel capital agreements caused a temporary tightening in the lending policies of major U.S. banks, but were also a milestone in the integration of the world banking system.

Under these circumstances the last thing we would have wanted was a president who would panic and start bullying the economy, pulling out all the stimulative stops to fake a recovery before the election. Bush has risked his second term to do the right thing. The Great Inflation, brought on by the dissolution of the Bretton Woods system, and only partly tamed by Reagan and Volcker, was fatally wounded by Bush-Greenspan. Inflation has been averaging around 3 percent. If we stay on course it will probably begin the final descent to 2, which economists count as roughly zero. Equally important, the market seems to believe it. Both short- and long-term nominal interest rates are at twenty-year lows or better; the market seems to be surrendering its anticipated inflation premium for long-term rates. Already, as Bear Stearns's chief economist and former OMB official Lawrence Kudlow points out, low inflation and interest rates are providing a sizable "monetary tax cut," lowering the cost of doing business, boosting assets, shrinking debt. The drop in mortgage interest rates alone has given home-owning families a "tax cut" of nearly \$30 billion a year.

Does Bush deserve the credit? Not all of it, of course; a great deal goes to Alan Greenspan. But presidents can either protect the Fed or frustrate it. Carter, ignorant, resentful, inexperienced, and desperate to be re-elected, packed Arthur Burns off to be ambassador to Germany and appointed the pliable G. William Miller, one of the worst chairmen in history, who revved up inflation into the double digits. Bush has done everything right. He reappointed Greenspan to another four-year term in the middle of the recession even after the chairman made it clear he was not going to sacrifice the fight against inflation to Bush's re-election. All presidents complain publicly about the Fed. But despite White House statements claiming (accurately) that the Fed was slowing the recovery, senior Fed officials say Bush has been more supportive of their austere policy than any president in memory. So why isn't Bush crowing about inflation? Well, Roosevelt-era Republicans think stopping inflation is one of the things they

were put on earth to do and then be punished for.

On trade, Bush's performance has been superb. Last year, when the administration made clear it was serious about using the Uruguay round of GATT to reduce world agricultural subsidies, it inspired hilarity among the Europeans and among American reporters, all of whom proclaimed that Bush was being an unrealistic dogmatist. The Uruguay agreement will not be perfect, but thanks to Bush's efforts, it will expand the market for U.S. food products (although sugar will be hurt) and save American consumers some \$30 billion a year in lower food prices. And American farm subsidies will be reduced; Uruguay is also a domestic budget-cutting tool.

If we re-elect Bush, he will bring Mexico into the North American Free Trade Agreement, something we might lose if Clinton's pandering to the Gephardt wing on trade lasts past November. Since Mexico joined GATT in 1986 and sharply reduced its trade barriers, U.S. exports to Mexico have doubled, and our trade deficit with Mexico has dropped substantially; excluding oil, we now run a surplus. If Mexico left the Third World, the economic and social benefits to the United States in the long run would be enormous. NAFTA is a big part of getting there, not only because of the increase in trade it will bring, but because it helps bond Mexico to the worldwide democratic capitalist renaissance.

In social and environmental legislation as on the economy, Bush has been pilloried—and misunderstood. Here again Bush's problems come not from ideology but from another misread aspect of his Roosevelt-era mentality. His keenness for negotiated settlements, in which one wins quietly, almost secretly, by getting the details right, inclines him to work with the Democratic Congress rather than dramatically go over its head to the people. But in the view of the Reaganites, working with Congress produced the great disasters of his first term: the budget deal and what the Bush people respectfully call "the legislative record": the Clean Air Act amendments, the Civil Rights Bill, and the Americans with Disabilities Act.

The conservatives are wrong twice over. First, they have to recognize that avoiding Congress is a romantic fantasy no working president can indulge in. Bush does not have as many votes in the House or as much control of the Senate as Reagan did. Given the numbers, the decision to hammer out the best possible bill and take some political losses rather than make the grand political gesture and end up with a worse bill and an override is not a bad one. Second, the conservatives have to recognize that the Bushites have actually won some critical battles in the details. They have devoted months of political energy to struggles over legislative wording, fighting to define the center and win its votes while preordaining an acceptable outcome when the legislation hits the courts.

The clearest vindication of Bush's strategy came in the two-year struggle over the Civil Rights Bill. Ultimately the administration won a clear victory against rigid racial preferences. The purpose of the Civil Rights Bill of 1990, the Kennedy-Hawkins bill, was to reverse the Supreme Court's 1989 *Wards Cove* decision. Before *Wards Cove* an employer without the right proportion of minorities in a

particular job could find himself on the defensive in court even if he clearly had not intended to discriminate. *Wards Cove* shifted most of the advantages to the employer, requiring the plaintiff to identify the specific employment practice that was causing the disparate impact, and to demonstrate that the practice was not excused by "business necessity."

Bush vetoed Kennedy-Hawkins and was upheld, but that was only the first act: there were more than enough votes to override a veto for a compromise bill perceived as moderate. Both sides set out on a long struggle to control the compromise, fighting for language that a majority of Congress would accept but that would go their way in court. On the day Bush signed, it was already clear the administration had won more than it lost. If, as the early returns suggest, the courts buy the administration's interpretation of most of the compromise language, the great civil rights lobby push to overturn *Wards Cove* was a bust (see "Discrimination Endgame" by Paul Gewirtz, *TNR*, August 12, 1991). There is also a big net improvement in the bill that had nothing to do with *Wards Cove*: it makes race norming of test scores illegal.

The Americans with Disabilities Act (which critics fear will overburden employers and landlords required to accommodate the handicapped) and the Clean Air Act amendments are variations on the same story: not quite enough votes, long fights over the details, particularly over adjudicable language, better-than-expected results. The amendments to the Clean Air Act, to which even the conservative Heritage Foundation gave "two cheers," introduce into federal statute for the first time market-oriented environmental strategies that conservatives have been advocating for years. Moreover Bush, who concedes he gave the regulatory agencies too much rope in his first two years, has promised to lighten the regulatory impact of both bills administratively.

On social policy, the Bush administration is being attacked by the right and the left, both of which argue that it has no social policy, except a usually damaging pragmatism. Reaganites attack anything that is not ideologically satisfying; and Clintonites charge do-nothingism. In these pages, Mickey Kaus recently claimed (see "Paradigm's Loss," July 27) that Bush New Paradigmers such as James Pinkerton and Jack Kemp are actually betraying the cause because Bush has done nothing to enact the New Paradigm while Clinton is a true believer.

In fact, it is probably the Clinton Paradigmers who are fooling themselves. Bush, who gave Pinkerton his position in the first place, and under whose aegis the movement was born (though many of the ideas were first tried under Reagan), is nursing the substance of the paradigm along very nicely.

Take school choice. Choice cannot be programmed from Washington. It is too dependent on local leadership. The best a president can give school choice is "bully pulpit plus," the plus being a modest financial incentive for state or local education authorities to move toward choice. It was Bush, Lamar Alexander, and a few top Bushies who made choice a serious national issue, not

only by talking about it and helping local choice leaders achieve national visibility, but by placing it on the administration's legislative agenda. The administration's G.I. Bill for Kids, for example, now before Congress, would attach \$1,000 per child to students in selected school districts that set up choice programs.

But effective school choice is an extremely difficult political goal. Like many New Paradigm projects, it requires declaring war on that vast bureaucratic postindustrial complex that dominates not only the educational and social welfare system but the Democratic Party. The administrators, the consultants, the NEA, the schools of education, lose everything under choice. Bush has the potential and the political base to see this through. There is every indication that he is committed to the decentralized imposition of the policy. In all likelihood, Clinton would be hobbled by the very Democratic interest groups school choice undermines.

Much the same story could be told of the rest of the agenda: tenant management and housing vouchers, which made some inroads under the Bush administration. Bush has made modest progress; Clinton will probably be politically incapacitated if he so much as tries. What's more, Bush (with the help of some progressive young Democrats) beat the bureaucratic ABC day care bill and instead increased the earned income tax credit to give working low-income families the single biggest boost in government aid in history. Even Clinton cites Kemp's ideas at HUD as model New Paradigm proposals. All of them would be

stymied by the influx of standard-issue Democrats into the middle and upper echelons of the bureaucracy.

In all of these areas—economic policy, domestic legislation, civil rights, and education—a clear argument can be made for Bush's presidency: for his courage, for his attendance to the details of government rather than the dictates of politics, and for his tangible experimentation with new models of government.

Bush is called a caretaker president, and that is meant as criticism, or at best a left-handed compliment, a synonym for lethargy or lack of imagination, a man suited only to quiet times. That's all wrong. Precisely because these are not quiet times, we need someone like Bush. America has been dealt a rich but complicated hand; for all the talk about the urgent needs for bold, new policies, what we really need to do now is play out that hand without messing up. We need strength of character more than policy papers. We need someone who cares about making the right choice even when the country may not credit him for it because the choices are complicated and obscure and difficult to explain in a sound bite. We need someone who expects virtue to be its own reward, a man who cares more about doing just right, the tasks history hands him than about putting his own mark on all he sees. It is a time remarkably well-suited to Bush. He has done well; we should let him finish.

RICHARD VIGILANTE is writing a book about the *New York Daily News* strike and the future of American labor.

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FOR THE NATION

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FOR THE ADVANCEMENT OF TEACHING

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Chicago Tribune . . .

"The Carnegie report offers a thoughtful guide to meeting the most critical of President Bush's six education goals—that all children enter school 'ready' by the year 2000."

New York Times . . .

"... leadership ... so far has concentrated on restructuring schools, not on preparing children. As the Carnegie report makes clear, that's putting the cart before the horse."

The Charlotte Observer . . .

"What is most striking about the recommendations is how much scope there is for local action."

The Seattle Times/Post Intelligencer . . .

"Hopes for achieving (the ready to learn) goal are doomed unless thinking across the country changes dramatically—and quickly. The Carnegie report offers an imaginative blueprint for those changes."

Detroit Free Press . . .

"The Carnegie Foundation offers sensible strategies for bridging the chasm between political rhetoric and classroom reality, ..."

Minneapolis Star Tribune . . .

"... should be required reading for educators, policymakers, and everyone else concerned with schools."

~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

6621

THE WHITE HOUSE

WASHINGTON

September 2, 1992

2 SEP 2 P8:30

daily 9/3

ACTION

MEMORANDUM FOR THE PRESIDENT

FROM: BRENT SCOWCROFT *(B)*
SUBJECT: Letter to President Violeta Chamorro of Nicaragua

Purpose

To thank President Chamorro for her letter of sympathy in the wake of Hurricane Andrew and to express your concern about the recent natural disaster in her country.

Background

President Chamorro wrote to you in the aftermath of Hurricane Andrew to express her sympathy and concern about hurricane damage. Subsequently, Nicaragua suffered serious damage from tidal waves and flooding that were caused by an offshore earthquake. Over 30 people were killed and many more remain missing.

Our Charge' in Nicaragua has declared an emergency and is using his discretionary \$25,000 to provide food and water. An AID disaster relief expert is already in Nicaragua to assess needs and, if appropriate, SOUTHCOM is prepared to assist under the aegis of the Charge' and AID.

In our proposed reply, you thank President Chamorro for her kind expression of concern about the destruction caused by Hurricane Andrew. You say that you were saddened by the news of the suffering and anguish caused by the recent tidal waves and flooding. You close by stating your hope that our emergency assistance can help ease the pain caused by this latest natural disaster.

RECOMMENDATION

That you sign the letter at Tab A to President Chamorro.

Attachments

Tab A Presidential Letter to President Chamorro
Tab B Letter from President Chamorro

DECLASSIFIED

PER NSC WAIVER, #2021-02
By MC NARA, Date 7/16/21

~~CONFIDENTIAL~~

Declassify on: OADR

~~CONFIDENTIAL~~

cc: Vice President
Chief of Staff

THE WHITE HOUSE

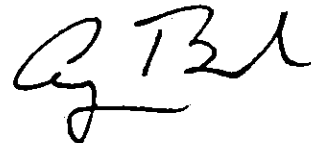
WASHINGTON

Dear Madam President:

Thank you very much for your kind expression of concern over the damage caused by Hurricane Andrew. I have visited South Florida and Louisiana to assure the people who are suffering that we are committed to helping them rebuild their lives and their communities.

I am saddened by the news of the tidal waves and flooding that struck Nicaragua's Pacific coast and caused such damage and anguish. I hope that our emergency assistance can in some way help ease the pain of your fellow Nicaraguans.

Sincerely,

A handwritten signature in dark ink, appearing to read "G. Bush", is written below the word "Sincerely,".

Her Excellency
Violeta Barrios de Chamorro
President of the Republic of Nicaragua
Managua

<DIST>

SIT: FICKLIN MCSHANE PRES MSGS VAX

<PREC> IMMEDIATE <CLAS> UNCLASSIFIED <OSRI> RUEHMU <DTG> 272201Z AUG 92

<ORIG>FM AMEMBASSY MANAGUA

<TO>TO SECSTATE WASHDC IMMEDIATE 5409

<SUBJ> CHAMORRO TO BUSH LETTER REGARDING DAMAGE
- FROM HURRICANE ANDREW TO FLORIDA

<TEXT>BT

UNCLAS MANAGUA 07103

E.O.12356:DECL:OADR

TAGS: PREL, NU

SUBJECT: CHAMORRO TO BUSH LETTER REGARDING DAMAGE
- FROM HURRICANE ANDREW TO FLORIDA

1. ON AUGUST 27 THE FOREIGN MINISTRY GAVE US A
LETTER FROM PRESIDENT CHAMORRO TO PRESIDENT BUSH,
EXPRESSING CONDOLENCES FOR HURRICANE ANDREW'S
DESTRUCTION. FOLLOWING IS UNOFFICIAL EMBASSY
TRANSLATION AND ORIGINAL SPANISH TEXT. ORIGINAL
SENT BY POUCH TO ARA/CEN:

2. EMBASSY TRANSLATION:
(BEGIN TRANSLATION)
MANAGUA, AUGUST 26, 1992

-
HIS EXCELLENCY GEORGE BUSH
PRESIDENT OF THE UNITED STATES OF AMERICA
WASHINGTON, D.C.

-
MY ESTEEMED PRESIDENT AND FRIEND:

-
THE DAMAGE CAUSED BY HURRICANE ANDREW TO THE
POPULATION OF SOUTHERN FLORIDA, LOUISIANA, AND
NEARBY STATES GRIEVES ME DEEPLY.

-
ON BEHALF OF THE PEOPLE AND GOVERNMENT OF NICARAGUA,
AS WELL AS ON MY OWN BEHALF, I WOULD LIKE YOU AND
ALL THOSE AFFECTED TO RECEIVE OUR DEEPEST SOLIDARITY
AND MORAL SUPPORT IN THESE DIFFICULT MOMENTS.

-
NICARAGUA HAS ALSO SUFFERED THE TRAGIC CONSEQUENCES
OF ACTS OF NATURE, AND BECAUSE OF THIS OUR HEARTS
ARE SENSITIVE TO THE SUFFERING OF OTHERS.

-
AND BECAUSE OF THAT I RAISE MY PRAYERS TO GOD OUR
FATHER, THAT SOON THIS CALAMITY MIGHT BE OVERCOME
AND THAT PEACE AND WELL-BEING MIGHT AGAIN REIGN IN
THE HOMES OF THOSE AFFECTED.

-
WITH ALL MY AFFECTION,
(SIGNED)

VIOLETA B. DE CHAMORRO
(END TRANSLATION)

3. SPANISH ORIGINAL:
(BEGIN TEXT)

MANAGUA, 26 DE AGOSTO DE 1992
-

EXCELENTISIMO SENOR GEORGE BUSH
PRESIDENTE - ESTADOS UNIDOS DE AMERICA
WASHINGTON, D.C.

-
MI ESTIMADO PRESIDENTE Y AMIGO:

-
LOS DESTROZOS CAUSADOS POR EL HURACAN ANDREW A LA
POBLACION DEL SUR DE LA FLORIDA, LOUISIANA Y ESTADOS
CERCANOS, ME HAN CONSTERNADO PROFUNDAMENTE.

-
EN NOMBRE DEL PUEBLO, GOBIERNO DE NICARAGUA Y EN EL
MIO PROPIO, HAGO LLEGAR A USTED Y A TODOS LOS
AFECTADOS, NUESTRA PROFUNDA SOLIDARIDAD Y APOYO
MORAL EN ESTOS DIFICILES MOMENTOS.

-
LAS CONSECUENCIAS TRAGICAS DE ESTOS FENOMENOS DE LA
NATURALEZA, TAMBIEN LOS NICARAGUENSES LAS HEMOS
SUFRIDO Y HAN SENSIBILIZADO EN LO MAS HONDO NUESTROS
CORAZONES.

-
POR ELLO, ELEVO MIS ORACIONES A DIOS NUESTRO SENOR,
PARA QUE PRONTO SE SUPERE ESTA TERRIBLE SITUACION, Y
PARA QUE LA TRANQUILIDAD Y EL BIENESTAR VUELVA A
REINAR EN TODOS LOS HOGARES.

-
CON TODO MI CARINO,
(SIGNED)
VIOLETA B. DE CHAMORRO
(END TEXT).

GODARD

BT

#7103

<SECT>SECTION: 01 OF 01 <SSN> 7103 <TOR> 920827181142 MSG000336247901

2:00 P.M. WIRES

BUSH GENEROSITY IS GOOD POLITICS, WHITE HOUSE SAYS

By Steve Holland

WASHINGTON, Reuter - The White House Thursday called President Bush's practice of handing out federal dollars on the campaign trail "good politics" and dodged criticism from China over a renewal of U.S. fighter plane sales to Taiwan.

"We think obviously that good government makes good politics," White House spokesman Marlin Fitzwater told reporters amid Democratic complaints that the Republican president is trying to buy votes by doling out goodies to various constituencies.

Struggling to win re-election over the strongest Democratic challenge in 12 years, Bush has loosened the federal pocketbook in the time-honored tradition of incumbent presidents.

So far this week, he has:

- pledged that Washington will pay the entire cost of rebuilding south Florida's hurricane-wrecked schools, hospitals, bridges and other public facilities instead of the usual 75 percent;

- announced \$775 million in disaster aid for farmers;

- tripled the amount of wheat eligible for federal export subsidies;

- and agreed to renew sales to Taiwan of F/16 fighter planes that are made in his adopted home state, Texas.

Apparently the largesse will not stop there.

In an upcoming visit to Illinois, Bush is expected to waive restrictions on production of ethanol, a fuel derived from corn. This would be a boon to corn farmers.

And he is widely believed to be close to approving a sale of 72 F-15 fighter jets to Saudi Arabia. This would save defense jobs for McDonnell Douglas even though it may anger some American Jews and other U.S. friends of Israel.

Fitzwater said Bush's objective was "helping people." "We've announced them on the campaign because it just happens to be the time of year that we're in," he said.

He declined to cross swords with China over the plans to sell 150 F/16 fighter planes to Taiwan, a move that should save about 5,800 jobs at General Dynamics in Fort Worth.

In Beijing, Chinese Vice Foreign Minister Liu Huaqiu called in U.S. Ambassador J. Stapleton Roy to lodge the "strongest protest" over Bush's decision.

Liu told Roy the U.S. decision "will lead to a major retrogression in Sino-U.S. relations and will inevitably cause a negative impact on Sino-U.S. cooperation in the United Nations and other international organizations," the official Xinhua news agency said.

Bush has supported most-favored-nation trade privileges for Beijing despite appeals from Congress to be tougher on China over human rights abuses since the 1989 Tiananmen Square crackdown.

In his remarks in Fort Worth, the president said "great strides have been made in reducing tensions between Taipei and Beijing" recently and he was not changing his commitment to a policy of recognizing Beijing as the sole legitimate government of China.

But the U.S. position is that Beijing has stepped up military purchases of late and Taiwan's aging air force needs replacements.

The White House gave no indication of changing its mind in spite of the Chinese anger.

"We don't have any reaction to it," Fitzwater said of the Chinese statement. "We made the decision based on stability in the region and all the reasons we gave yesterday."

As for European concerns that Bush may be giving up talks aimed at reaching a world trade agreement that would reduce agricultural subsidies like the one he extended Wednesday, Fitzwater said the White House still wanted such an agreement, under auspices of the General Agreement on Tariffs and Trade.

"But we are not going to stand by and see our farmers put at a disadvantage because we can't get a GATT agreement from the European Community," he said.

REUTER

Reut11:46 09-03

Dissident Foreign Service Officer Criticizes Bush Administration

By BARRY SCHWEID

AP Diplomatic Writer

WASHINGTON (AP) — A dissident former U.S. foreign service officer accused the Bush administration Thursday of using a "defeatist" approach to the conflict in shattered Yugoslavia and being unable to anticipate other crises around the world.

George D. Kenney, 35, who resigned last week as a Balkans desk officer saying the administration was not standing up to Serbian genocide, broadened his attack on "ultra-cautious" policy-makers.

"They haven't been able to anticipate problems," Kenney said at a news conference. "They weren't able to anticipate Iraq right up to the moment there was the invasion of Kuwait. They weren't able to anticipate what was going to happen in Eastern Europe."

As the countries there spun out of the Soviet orbit and abandoned communism, Kenney said he waited for the Bush administration to assert itself.

"They finally declared victory, but they actually hadn't done anything," he said. "It was the same thing with the Soviet Union — purely reactive; the same thing with China; they really don't want to get involved."

Kenney joined the Foreign Service in 1988, served in France and Zaire, and also in the department's bureau of economics and business affairs before he was assigned to the Yugoslavia desk.

He said the economic squeeze the United States and other nations imposed on Belgrade would not deter the Serbian militia.

"Sanctions have never really worked," Kenney said. "They don't change policy. You can deny people most of their standard of living but they won't overthrow their government."

Similarly, Kenney said, sending food, medicine and blankets to Bosnians under heavy bombardment was "obscene."

He said the Bush administration should arm and train the Bosnians to help them resist Serbian forces and should place air cover over the former Yugoslav republic with a warning to Belgrade that the United States would destroy Serbian artillery if the bombardment did not stop.

He said by calling Yugoslavia a "quagmire" as former Secretary of State James A. Baker III frequently did — and not intervening, "we are going to be much poorer as a people." Kenney said the White House was "ultra cautious" and that Acting Secretary of State Lawrence S. Eagleburger, who has called the ethnic conflicts in the Balkans unsolvable, was "a faithful servant of the White House."

AP-DS-09-03-92 1323EDT



SCHEDULE OF THE PRESIDENT
Thursday, September 3, 1992

8:00 am (30 min)	<u>Meeting with Chief of Staff</u>	Oval Office
8:30 am (15 min)	<u>Intelligence Briefing</u> (Scowcroft)	Oval Office
8:45 am (30 min)	<u>National Security Briefing</u> (Scowcroft)	Oval Office
9:15 am (45 min)	<u>Administrative Time</u>	Oval Office
10:00 am (15 min)	<u>Meeting with Small Business Administrator Pat Saiki</u> (Holiday)	Oval Office (TAB A)
10:15 am (15 min)	<u>Personal Staff Time</u>	Oval Office
10:30 am (60 min)	<u>Meeting with Secretary Baker, Robert Zoellick and Richard Darman</u> (Baker)	Oval Office
11:30 am (30 min)	<u>Personal Staff Time</u>	Oval Office
12:00 pm (60 min)	<u>Lunch with the Vice President</u>	Oval Office
1:00 pm (30 min)	<u>Personal Staff Time</u>	Oval Office
1:30 pm (30 min)	<u>Briefing for Agricultural Media Interviews</u> (Smith)	Oval Office (TAB B)
2:00 pm (20 min)	<u>Interviews with Agricultural Television Networks</u> (Smith)	Map Room (TAB C)
2:20 pm (2 hrs 40 min)	<u>Personal Staff Time</u>	Oval Office

UNP 09/02/92
6:00 pm

THE WHITE HOUSE

WASHINGTON

September 2, 1992

MEETING WITH ADMINISTRATOR SAIKI

DATE: September 3, 1992
LOCATION: The Oval Office
TIME: 10:00 a.m.
FROM: EDE HOLIDAY *[Signature]*

I. PURPOSE

To meet with Administrator Saiki prior to her departure for Florida and Louisiana. You will discuss SBA's efforts to assist victims of Hurricane Andrew.

II. BACKGROUND

Administrator Saiki is traveling to Florida and Louisiana to ensure that SBA assistance is adequately and expeditiously addressing the needs of people who lost homes or businesses as a result of the hurricane. Because of the broad and extensive damage, SBA loans will be processed in seven days, as opposed to the customary 30-60 days generally required between application and distribution of funds. Administrator Saiki will distribute SBA's first checks to victims in Florida and in Louisiana.

III. PARTICIPANTS

The President
Secretary Baker
Director Darman
Administrator Saiki
Marlin Fitzwater
Ede Holiday
Margaret Tutwiler
Robert Zoellick

IV. PRESS PLAN

Open stills at the beginning of the meeting.

V. SEQUENCE OF EVENTS

Your guests will enter the Oval Office, discuss Administrator Saiki's trip and SBA's disaster assistance programs, then depart.

VI. REMARKS

Remarks not required.

THE WHITE HOUSE

WASHINGTON

September 2, 1992

BRIEFING FOR AGRICULTURE INTERVIEWS

DATE: September 3, 1992
LOCATION: The Oval Office
TIME: 1:30 p.m.
FROM: EDE HOLIDAY 

I. PURPOSE

To be briefed prior to interviews with agriculture journalists.

II. BACKGROUND

At 2:00, you will participate in two taped five-minute one-on-one interviews with agriculture reporters. Prior to the interviews, you will be briefed on likely questions, including those related to the announcements you made Wednesday on the Export Enhancement Program initiative and disaster assistance.

III. PARTICIPANTS

The President
Deputy Secretary of Agriculture Ann Veneman
Robert Zoellick
Robert Grady
Dorrance Smith
Gary Blumenthal

IV. PRESS PLAN

Closed press.

V. SEQUENCE OF EVENTS

Your guests will enter the Oval Office, brief you for your interviews, then depart. Following the briefing, you will proceed to the Diplomatic Room to prepare for your interviews. Deputy Secretary Veneman will accompany you to the interviews.

VI. REMARKS

Remarks not required.

THE WHITE HOUSE

WASHINGTON

September 2, 1992

TELEVISION INTERVIEWS WITH "U.S FARM REPORT" AND "AGDAY"

DATE: September 3, 1992
TIME: 2:00 p.m. to 2:20 p.m.
LOCATION: The Map Room
FROM: DORRANCE SMITH *DS*
Assistant to the President
for Media Affairs

I. PURPOSE:

To tape television interviews with the "U.S. Farm Report" and "Agday" for broadcast on 291 television affiliates in key agriculture states.

II. BACKGROUND:

This interview will provide you the opportunity to underscore your agriculture announcements made in South Dakota and communicate your message directly to the people who are most effected by them.

The "U.S. Farm Report" and "Agday" are the leading daily agriculture television shows in the nation. These shows are broadcasted to 291 television affiliates in key agriculture states, and are seen by more than 2.6 million viewers.

You will be interviewed, first, by Orion Samuelson for five minutes. At the conclusion of Mr. Samuelson's interview, he will depart, and "Agday" Reporter Al Pell will be seated. Mr. Pell will conduct the second five-minute interview.

In addition to their television broadcast, The "U.S Farm Report" will also air your interview on more than 300 radio stations nationwide over the Tribune Radio Network, which reaches 1.2 million listeners. These interviews will air on Friday morning, September 4, 1992.

III. PARTICIPANTS:

The President
Dorrance Smith Deputy Secretary Ann Veneman
Scott Sforza
Orion Samuelson - Anchor ("U.S. Farm Report")
Al Pell - Anchor ("Agday")
Camera Crew (2)
WHCA Personnel (2)

IV. PRESS PLAN:

Exclusive to participants

V. SEQUENCE OF EVENTS:

- You will enter the Diplomatic Reception Room for light make-up
- After make-up has been applied, you will enter the Map Room
- You are interviewed by Orion Samuelson from the "U.S. Farm Report" for five minutes
- At the conclusion of Mr. Samuelson's interview, he will depart, and Al Pell, from "Agday," will enter and begin his interview for five minutes
- At the conclusion of Al Pell's interview, you depart

VI. REMARKS:

Possible questions and answers will be provided by the Office of Cabinet Affairs in the morning.

8:00 A.M. WIRES

U.S. Sending Mental Health Workers to Florida

By MELISSA CONTI

Associated Press Writer

MIAMI (AP) — With tent cities offering some measure of physical comfort to those left weary and homeless by Hurricane Andrew, the nation's top health official turned his attention to the victims' psychological needs.

Health and Human Services Secretary Louis Sullivan announced Wednesday that teams of mental health counselors are being sent to South Florida to help victims suffering from stress and other related psychological problems.

"The psychological trauma that people go through in an incident like this begins to manifest itself a few days to two weeks after this," he said. Sullivan did not specify how many counselors are coming or when.

Kate Hale, emergency operations director of hard-hit Dade County, said the county had passed the worst of the crisis. Andrew left an estimated 250,000 people homeless and caused up to \$20 billion in damage when it hit on Aug. 24.

"At this point it looks as though things are moving in an orderly, organized manner toward recovery," Hale said, "and I truly can say we appear to be out of the emergency response phase and entering into the recovery phase."

Five tent cities run by the Army and the Marines were to open officially today with room for nearly 3,800 people. As of late Wednesday, nearly 200 people had moved in, some of them enjoying their first hot shower in days.

After check-in at a Red Cross tent, Luz Torres, 25, was handed a plastic bag containing a portable radio, batteries, toiletries and stationery. Then a Navy seaman carried the family's bags while another led them to their tent.

"This is wonderful," she said. "This is like a hotel." State officials said Wednesday that 1.7 million meals had been served at 10 feeding sites and 700,000 pounds of food distributed.

Alan Keck, Florida chairman of the American Psychological Association-American Red Cross Disaster Relief Network, said 50 mental health professionals were working in shelters across South Florida.

David B. Saltman, who lost most of his home, said he is just now feeling the effects. "For the first time since the hurricane, I heard the wind blow. I started to get really uneasy," he said. "The wind has never bothered me before."

One psychological problem of special concern to local officials is family violence.

"Your average, decent human beings trying to make ends meet may find themselves fighting with neighbors, spouses and even turning their anger against their children," said Dr. Ovidio B. Bermudez, a pediatrician.

As of Wednesday, the hurricane was blamed for 46 deaths in Florida, Louisiana and the Bahamas. In Florida, medical examiners said 14 deaths were directly related to the storm and 19 were indirectly related.

In the 24 hours after President Bush issued a televised plea for donations on Tuesday, the Red Cross received pledges of \$2.5 million, agency spokesman David Giroux said.

Also helping in the relief effort is pop singer Gloria Estefan of Miami. She announced plans for a benefit concert on Sept. 26 and said entertainers from around the country had offered to help. U.S. Housing Secretary Jack Kemp, who toured the area Wednesday, questioned the wisdom of creating the huge tent cities in Homestead and Florida City. He promised to begin rebuilding homes in seven to 10 days.

"With all due respect to the tremendous job the Army is doing to set up tent communities, folks want to protect their castle, their palace, that which they own or control," Kemp said.

He said Bush will ask for a multibillion-dollar supplemental appropriation for relief and the government will consider building smaller camps in damaged neighborhoods so people can stay closer to what is left of their homes.

Gov. Lawton Chiles' office said 10,000 or fewer homes were destroyed and 25,000 others might be beyond repair. Dade County stuck with an estimate of 63,000. In Louisiana, 8,000 homes were reported damaged or destroyed.

More than 480,000 people remained without electricity in Florida.

Relief officials said elbow grease was the most-needed commodity. The Salvation Army said it needed volunteers to load and unload trucks, and Interim Healthcare, a temporary agency for doctors and nurses, put out an urgent call for volunteers.

The Florida Labor Department said it received \$10 million in federal aid to hire 1,000 temporary workers, at \$6 an hour, to clean debris, distribute food, drive trucks and answer telephones, among other tasks.

AP-DS-09-03-92 0431EDT

10:30 A.M. NEWS UPDATE

CAPITAL GAINS (Reuter) -- President Bush is weighing the use of an executive order to cut capital gains taxes on home sales and other investment profits, an act the administration has previously called unconstitutional, the Boston Globe reported. It said the Bush administration was seeking to index capital gains, redefining the term "cost" in the tax code to mean cost in current rather than historical dollars. This would mean that profits from an investment would be taxed according to the real increase in value and not from the general price rise as a result of inflation, the Globe said. Secretary Brady has said the change would need congressional approval. The White House is now awaiting a legal opinion from Attorney General Barr.

POVERTY (AP) -- The number of Americans living in poverty increased sharply last year as the recession dragged on, an analyst says. The 1991 Census Bureau poverty and income figures, expected to be released today, will depict the state of the nation in the second year of the current economic downturn. Robert Greenstein, executive director of the Center on Budget and Policy Priorities, a Washington advocacy group, said, "There's going to be a very big increase, both in the poverty rate and in the number of poor."

UNEMPLOYMENT (AP) -- The number of Americans filing claims for unemployment benefits rose slightly in mid-August but held below 400,000 for the second consecutive week, the Labor Department said. This was considered a reassuring signal that labor markets finally were starting to improve.

CHINA PROTESTS (Beijing/AP) -- China threatened to withdraw from international arms control talks over President Bush's decision to sell 150 fighter jets to Taiwan. China summoned Ambassador Roy to the Foreign Ministry and lodged a strong protest; the state-run Xinhua news agency reported.

CHINESE DISSIDENT (Beijing/AP) -- Student pro-democracy leader Shen Tong has been charged with "engaging in illegal activities," his mother said. In a telephone interview, Li Yixie said she went to a local police station to protest Shen's detention but said she was told she could not see him. Spokesmen at the Beijing Intermediate People's Court and the Beijing Public Security Bureau said they were unaware of any charges against Shen.

IRAQ/SHIITES (AP) -- Saddam Hussein has dispatched his defense minister -- known as "the butcher" for ordering poison gas attacks on Kurds -- to southern Iraq, apparently to lead operations against Shiite rebels. He has also launched a widespread crackdown in most Shiite areas, according to travelers from Iraq. Gen. Ali Hassan al-Majid is touring the turbulent region seeking to rally Shiites behind the Baghdad regime, the travelers said. The reports could not be independently confirmed, but Iraqi opposition groups have reported continued clashes in the south.

-more-

WHEAT/AUSTRALIA (Canberra/AP) -- Prime Minister Keating strongly criticized President Bush for increasing subsidies for American wheat exports. "We deeply regret that domestic policy pressures have overridden a U.S. commitment to the pursuit of a less-corrupted international trading environment for farm products," Keating said.

YUGOSLAVIA (Sarajevo/AP) -- The U.N.'s top peacekeeping official arrived to oversee an agreement to curb the fighting by putting heavy weapons under U.N. supervision. In Geneva, an international peace conference resumed work.

SOMALIA (Nairobi, Kenya/AP) -- The U.S. resumed its emergency airlift after a one-day rest break, while Germany began flying food into one of the starving nation's hardest-hit towns. The Americans sent five C-130 planes to Belet Huen.

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Daily 9/3

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THE WHITE HOUSE
WASHINGTON

September 2, 1992



"I agree"
but not
retreat
on
F.V.

NOTE FOR POTUS

FROM:

JABIII

JABIII

I know your views on the family values issue and I share them. We have told the campaign that you do not intend in any way to walk away from this issue which is very important to us and our base.

However, you should know that in the last two days, both Jim Edgar and Tommy Thompson have told us personally that they would like to see us concentrate on other issues, particularly economic security, etc.

They both indicated that this is what is needed in these swing states more than further repetition of our support for family values.

This is just FYI.

[Handwritten squiggle]

September 2, 1992

daily 9/3
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THE PRESIDENT HAS SEEN 9/3

MEMORANDUM FOR THE PRESIDENT

FROM: Fred Steeper

RE: The Trust Issue

"Trust" has a double edged meaning for the voters. On a personal character dimension, it helps you and hurts Clinton. On a job performance dimension, it hurts you and is, currently, not relevant to Clinton.

The double meaning of "trust" appeared most clearly in our focus groups last week while discussing an advertisement outlining your overall plan for the country and, separately, the possible tag line, "This election is about who you trust to make change work for you."

One person said, "We placed our trust in Bush four years ago, and he didn't follow through." Another asked, "How can we trust either one?"

We have been hearing in the focus groups all year the disappointment people feel about what they feel are broken promises, not just on taxes but on other domestic problems as well. The couple of comments, quoted above, seemed to underscore that "trust" in our advertising triggers an area of disappointment in you with the target voters, rather than an area of strength.

Our national survey results have shown that "trustworthy" is not an area where either you or Clinton have a persuasive advantage. In one of our summer surveys you received an average 6.0 rating on trustworthy on a zero-to-ten scale compared to Clinton's 5.9 rating. In contrast, on the more purely character-related item, "moral," you received a 7.5 rating compared to Clinton's 5.6 rating.

In our national survey, just completed, the voters were asked to choose between Clinton and you on whom is best described by "honest and trustworthy." More voters choose you, 40%, than Clinton, 33%. The margin in your favor is small, however, and another 27% are unable to make a choice. Both the small margin and the high rate of no choice indicate that trust is not a strong theme for either you or Clinton.



THE PRESIDENT

September 2, 1992

To: JIM Baker

Having read the Steeper memo on Focus Groups, I have some questions:

In the Convention speech, based on Campaign advice, we talked about Trust, Family Values, Foreign Affairs Successes.

Now Steeper indicates these don't hunt.

Why is that? The Convention seemed to have closed the gap, yet now we are told the very things we all stressed aren't persuasive. Perhaps I am mis interpreting, but please ask Steeper to give us a memo on what's changed.

aj

12:00 P.M. WIRES

BUSH CONSIDERS USE OF DECREE TO CUT GAINS TAX-REPORT

BOSTON, Reuter - President Bush is weighing the use of an executive order to cut capital gains taxes on home sales and other investment profits, an act the administration has previously called unconstitutional, the Boston Globe reported Thursday.

It said the Bush administration was seeking to index capital gains, redefining the term "cost" in the tax code to mean cost in current rather than historical dollars.

This would mean that profits from an investment would be taxed according to the real increase in value and not from a general price rise as a result of inflation, the Globe said. The report was foreshadowed Monday by an editorial in the Wall Street Journal which said the move would be "eminently sensible on its face."

However, Treasury Secretary Nicholas Brady has said the change would need congressional approval.

"If we could do it, we would," the Globe quoted Brady as saying shortly before the Republican convention in Houston. "We have had no competent legal advice that you could do it."

The Globe said the administration's thinking changed around the time of the convention. The White House is now awaiting a legal opinion from Attorney General William Barr.

REUTER

Reut09:11 09-03

Clinton Picks Up AFL-CIO Endorsement

By KAREN BALL

Associated Press Writer

WASHINGTON (AP) — Bill Clinton picked up the endorsement of the AFL-CIO today as union leaders set aside past differences with the Democrat to give him a united show of force.

Even Clinton's sharpest critics in the labor movement rallied behind him as leaders of the 14 million-strong labor federation said they had to come together to achieve the big goal — defeating President Bush.

"Our relationship has not been altogether smooth," said J. Bill Becker, the president of the Arkansas AFL-CIO, who leveled scathing indictments against Clinton's labor record during the primaries.

But, Becker told fellow AFL-CIO leaders at the federation's general board meeting, he still considered Clinton a "friend of labor" and said Clinton would back unions on key issues such as a bill to ban the hiring of permanent replacement workers during strikes.

Many union leaders had been leery of Clinton, who hails from a right-to-work state and has a spotty record on labor issues. He didn't win the AFL-CIO's backing in the primaries until it was clear he had the nomination locked up.

Some unions were turned off by Clinton because he supports a free trade pact with Mexico — which many labor officials say will export jobs across the Rio Grande — and because his state advertised for overseas investment by boasting about Arkansas' low wages.

Also, he once backed a state loan that helped a company keep operating during a strike.

"The house of labor was divided," Gerald McEntee, president of the American Federation of State, County and Municipal Employees, said at today's meeting as labor leaders jumped up to give speeches supporting Clinton. "Those days, that time, is history."

Oddly enough Clinton's past problems with labor may now help him argue against a Republican charge that he's in the pocket of Big Labor.

Bush lately has been pushing that theme, saying Clinton has backpedaled on his support for expanded trade with Mexico because of pressures from union leaders.

"He knows that I wasn't labor's first choice," Clinton said earlier this week, dismissing Bush's claim as he noted that many unions would have preferred Iowa Sen. Tom Harkin as their presidential candidate.

The Arkansas governor has not signed off on the recently negotiated North American Free Trade Agreement because he said it hasn't been reviewed to ensure that it won't cause U.S. companies to move to Mexico for cheap labor and lax environmental laws. In the primaries, because Clinton was seen as the most electable of the Democrats, some key unions such as public employees and teachers, backed him anyway. Others held off even after labor's first choice, Harkin, dropped out of the race.

Instead, many local unions in Michigan and New York backed Jerry Brown, cheering wildly when he called Clinton a "union-busting, scab-inviting, low-wage" governor.

AP-DS-09-03-92 1058EDT

EC To Probe New U.S. Subsidies; Worries About Belligerent Bush Tone

By RAF CASERT

Associated Press Writer

BRUSSELS, Belgium (AP) / The European Community said today it would investigate whether the huge new wheat export subsidies announced by President Bush violate an international trade agreement.

Agricultural subsidies have been a major bone of contention between the United States and the EC. The dispute has delayed an ambitious attempt to reform the world trading system.

Bush announced Wednesday that new wheat export subsidies of \$1 billion would be provided under the Export Enhancement Program. Last year's cereal grain subsidies under the program were \$768 million.

The move does not bode well for future trade relations, said an EC official, speaking on condition of anonymity.

The EC's Executive Commission has called on Washington to gradually introduce any additional subsidies so as "not to disturb world markets too much," the official said.

During the so-called "Uruguay Round" of global trade talks that began in 1986, the United States has demanded that EC nations reduce subsidies to farmers. The EC says the subsidies are necessary to protect Europe's small family farm tradition.

The EC official said the EC intends to investigate whether Bush's latest move meets the "standstill" procedure of the Uruguay Round, which requires trading partners not to introduce new measures that would be incompatible with the international General Agreement on Tariffs and Trade.

The new subsidies also were criticized today by Australian Prime Minister Paul Keating.

Wheat is one of Australia's major exports, and farmers and the government have complained that U.S. export subsidies unfairly undermine the market for Australian wheat.

"We deeply regret that domestic policy pressures have overridden a U.S. commitment to the pursuit of a less-corrupted international trading environment for farm products," Keating said.

AP-DS-09-03-92 1139EDT

Retailers Report Modest Sales Increases in August

By The Associated Press

The nation's largest retailers today reported mostly modest increases in August sales as a late Labor Day holiday delayed back-to-school shopping.

Hurricane Andrew also depressed results, damaging some stores and sidetracking thousands of consumers whose homes disappeared in the storm.

Analysts said it will be necessary to view August and September sales figures together to glean a more accurate picture of how store owners are faring.

Jeffrey Feiner, an analyst with Salomon Brothers Inc., estimated that the late Labor Day, which fell a week later this year than in 1991, may have crimped sales for some large retailers by as much as 2 percentage points.

Kmart Corp. Chairman Joseph Antonini said the impact of the calendar shift was "most evident in apparel and other back-to-school merchandise in sections of the country where school openings have been delayed."

In parts of the South, however, where schools generally open earlier, "we experienced much stronger sales," he said.

Analysts also said particularly cool weather during July lured shoppers into stores to purchase fall merchandise, further detracting from August's results.

Analysts said there was no particular trend showing consumer preference for discount merchandisers over department stores.

AP-DS-09-03-92 1113EDT

F/16 SALES TO TAIWAN HIT STRAINED U.S.-CHINA TIES

By Andrew Quinn (ANALYSIS)

BEIJING, Reuter - Chinese rage over President Bush's move to sell F/16 fighter jets to Taiwan will put further strain on frayed Sino-U.S. relations, but Beijing is unlikely to take any concrete steps to vent its frustration, diplomats say.

"They're going to scream like a scalded cat," a Western diplomat said. "But it is not going to go much further. Their hands are severely constrained."

China has struggled hard over the last three years to build up its image as a responsible player in international diplomacy, avoiding the radical retaliatory policies of decades past.

Beijing is also extremely dependent on the U.S. market to fuel its present export-led economic boom, and will not allow political anger to derail its most important trading relationship, the diplomats said.

Bush announced the decision to end a decade-long ban on advanced weapons sales to Taiwan Wednesday, clearing the way for nationalist Taipei to buy up to 150 F/16 fighters for about \$6 billion over four years.

Speaking in Jakarta, Chinese Foreign Minister Qian Qichen said the decision was "a very serious incident" and the United States would be held responsible for any "serious consequences."

China's Foreign Ministry in Beijing, which in the past has railed against any foreign arms going to what it regards as a renegade Chinese province, summoned the U.S. ambassador and delivered a strong protest, warning relations were at risk. One diplomat characterized Beijing's response as a carefully orchestrated exercise in outraged bluster, adding: "But what is important is not harsh words, but concrete actions."

Qian, in Indonesia to attend a meeting of the Non-Aligned Movement, said the jet sales were a betrayal of the 1982 Sino-U.S. communique under which Washington pledged to limit its arms sales to Taiwan and eventually phase them out.

Beijing itself has been busy beefing up its armory and recently began buying high-performance Su-27 fighter jets from Russia, diplomats say.

Bush said the F/16 sales were simply designed to maintain "peace and stability" in the region and did not mean that Washington was backing out of the joint communique or changing its basic policy toward China.

That message is not likely to fly very far with Beijing's elderly leaders, who have said the one great unfinished task of their communist revolution is unification with Taiwan.

Though Beijing in the past has been willing to slap smaller countries which get too close to Taiwan -- China downgraded links with the Netherlands from 1981-84 to punish the Dutch for trying to sell submarines to Taipei -- few diplomats expect a similar strike at the United States.

"Holland is Holland. The United States is a completely different matter," a former East bloc diplomat said. "U.S. relations are an important ball game for Beijing, and they are not going to blow it."

Sino-U.S. ties have remained frayed since Beijing's bloody 1989 crackdown on pro-democracy protests and have been further strained by U.S. pressure over China's human rights record, arms sales policies and ballooning U.S. trade surplus.

Congressional critics of Bush's policy of "constructive engagement" with Beijing have repeatedly called on Washington to remove China's preferential most-favored-nation trade status, a move which could cost China billions of dollars in export earnings from its largest market every year.

The U.S. Congress is due to take its annual vote on China's MFN status very soon.

In addition, China is now embroiled in a set of negotiations over a dispute on market access for U.S. products, with Washington holding a list of \$3.9 billion worth of Chinese goods which could be subject to punitive tariffs if Beijing does not open its markets der.

With all these irons in the fire, China would be foolish to take any steps which would interfere with its lines of communication to Washington, diplomats say.

"Politically, I can't see any other measures they can take (over the jet sales issue) besides screaming," one said.

Another said the Chinese could take certain steps to show just how angry they are, either by suspending a particular air link with the United States or selectively expelling someone from the U.S. Embassy in Beijing, but that this would be as far as it would go.

"Given the low profile that they want Chinese issues to take during this (U.S.) election, they are not going to do anything stupid," the diplomat said.

REUTER

Reut09:41 09-03

Rabin: No More Israeli Gestures Until Palestinians Get Serious

JERUSALEM (AP) — Prime Minister Yitzhak Rabin warned in remarks published today that Israel will make no more goodwill gestures toward Palestinians until they get serious about negotiating autonomy and stop raising what he calls fringe issues.

However, Rabin said he believed an agreement could be reached with the Palestinians within nine months to a year. The remarks, published in Israeli newspapers, were confirmed by Rabin's spokesman, Gad Ben-Ari.

Rabin said Israelis must be ready for compromise if they want peace.

"We must cut ourselves off from the religion of the Greater Land of Israel and remember ..that the strength of a people is not measured in the territories it controls," Rabin said, referring to biblical Israel, which includes parts of the occupied territories and which some Israelis want to retain.

But Rabin said the Palestinians must also realize Israel would maintain a presence in the occupied lands during the five-year interim period of autonomy being negotiated now.

"We are in control of the territory, and we will not budge a centimeter," Rabin said at the annual conference of the Washington Institute for Near East policy in Jerusalem Wednesday night. Concerning the poor and heavily populated occupied Gaza Strip, Rabin said Israel could not give away the territory even if it wanted to. "Try to give it back to the Egyptians. They will say, 'You are stuck with it'," Rabin said. "I wish the Gaza Strip would sink into the water, but I cannot find for it such a solution."

Rabin sharply criticized the Palestinian negotiators, saying they were raising side issues, such as human rights conditions in the occupied lands, instead of dealing with the key point of how to transfer authority to a Palestinian autonomous council.

"The Palestinian tendency is to deal with the symptoms of the disease, not the disease itself," Rabin said.

Rabin also accused the leaders of the Palestine Liberation Organization, who advise the Palestinian negotiators, of delaying progress with their hard-line approach.

"Without progress in the negotiations, Israel won't make additional gestures toward the Palestinians," he warned.

Such gestures in previous weeks included release of several hundred of the thousands of Palestinian prisoners and the cancellation of deportation orders against 11 Palestinians. The newspaper Maariv reported that a new document submitted by the Palestinians to their Israeli counterparts in Washington indicated a hardening of Palestinian positions.

In the document, the Palestinians demanded sole control over transit points between Israel and an autonomous Palestinian region as well as sole control over security there, including over Jewish settlements.

They also called for the return of hundreds of thousands of Palestinian refugees from the 1967 Middle East war to the occupied lands and release of all prisoners so they can participate in Palestinian elections.

In a speech to Israeli manufacturers, Rabin said Wednesday night that Israel had only limited time to make peace.

"The Israeli government is taking risks to advance the peace process in the Middle East. We have a period of about two to five years in which the dangers to our security are lower because of the changes in the international reality," Rabin said.

daily 9/3



THE CHAIRMAN

EXECUTIVE OFFICE OF THE PRESIDENT

COUNCIL OF ECONOMIC ADVISERS

WASHINGTON, D.C. 20500

September 2, 1992

THE PRESIDENT HAS SEEN

9/3

2 SEP 2 P7:43

9

To: The President

From: Mike Boskin *MB*

Re: Initial State Claims for Unemployment Insurance
for Week Ended August 22 and Revised 2nd
Quarter 1992 Productivity

First, the good news. Initial claims for state unemployment insurance, while up a seasonally adjusted 3,000 from the previous week, were the second lowest since October 1990. Except for the temporary layoffs at GM several weeks ago when they shut the whole company down at once for retooling, initial state claims for unemployment insurance have been noticeably lower for the last six week, suggesting a lower underlying pace of layoffs. However, Hurricane Andrew will soon lead to increases in claims for unemployment for those who have lost their jobs due to business establishments being destroyed.

Tomorrow, the Commerce Department will issue revised estimates of productivity for 1992. There will be little change from the previous estimate--overall productivity growth was at a 2.0 percent annual rate for the nonfarm business sector, whereas manufacturing productivity--output per hour--grew at a 5.4 percent annual rate.

Tomorrow, the Commerce Department will also release its annual report on Poverty Status and Family Income for 1991. The results are that the poverty rate rose from 13.5 to 14.2 percent and real median household income declined 3.5 percent. While this was expected, given the trough of the recession occurred in the spring of 1991 and growth for the remainder of the year was quite slow, it will generate a big media splash and several of us are working to minimize the exaggeration that the Democrats and the media will attempt to add to a bad situation.



EXECUTIVE OFFICE OF THE PRESIDENT
COUNCIL OF ECONOMIC ADVISERS
WASHINGTON, D.C. 20500

THE CHAIRMAN

September 2, 1992

MEMORANDUM FOR THE PRESIDENT

FROM: MICHAEL J. BOSKIN *mjb*

SUBJECT: Productivity and Costs, Second Quarter, Labor
Department Release, Tomorrow Morning, 10:00 a.m.

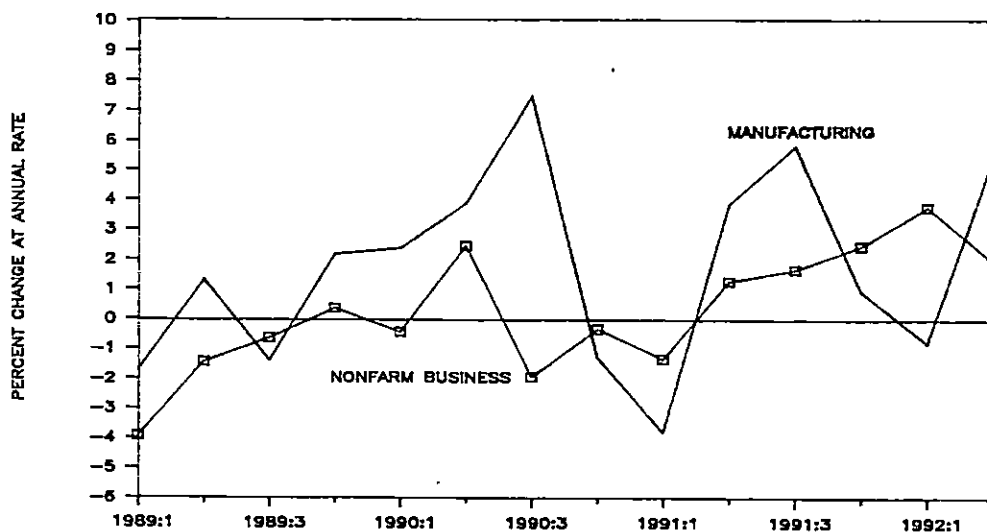
Productivity in the nonfarm business sector rose 2.0 percent at an annual rate in the second quarter, according to revised estimates. In the manufacturing sector, productivity surged at a 5.4 percent rate. The increases in productivity resulted almost entirely from increased output as hours worked were about unchanged.

In the second quarter, hourly compensation rose at an annual rate of 2.6 percent in the nonfarm business sector--the lowest rate of increase in 3 years. In the manufacturing sector, hourly compensation rose at an annual rate of 3.3 percent.

Over the past three quarters, unit labor costs--a measure of labor cost pressures on inflation--have increased on average by a slight 0.5 percent at an annual rate in the nonfarm business sector. The small increases in unit labor costs are a signal of continued low inflation.

The chart below shows that nonfarm business sector productivity has increased steadily for five consecutive quarters. Manufacturing productivity has been more volatile over the past five quarters, with two relatively flat quarters sandwiched between strong increases in the other three quarters.

CHANGES IN PRODUCTIVITY



1:00 P.M. WIRES

White House Dismisses Objections from China to F/16 Sale to Taiwan

By CHRISTOPHER CONNELL
Associated Press Writer

WASHINGTON (AP) — The White House today said that President Bush is considering ordering the Treasury Department to index capital gains for inflation, bypassing Congress and providing a major tax break for investors.

White House spokesman Marlin Fitzwater said the issue was "on the front burner," but no final decision has been made.

Bush is awaiting legal advice from Attorney General William Barr and others before deciding on the controversial move, which some conservatives have urged upon him. Some top administration officials have said previously that they believed Bush lacked the authority to do it.

"We've been looking at this for a long time. ..." said Fitzwater. "There has been a very real question about legality and about its benefits and about the impact on the economy."

If capital gains were indexed, a person would be taxed only on the profit after inflation was taken into account. For instance, if a home was purchased for \$100,000 ten years ago and sold for \$200,000, the person is now taxed on a \$100,000 gain.

But with indexing, the original purchase price of \$100,000 would be inflated to current dollars, leaving the seller with a smaller gain to pay taxes on.

On other topics, Fitzwater dismissed objections from China to Bush's approval of a \$6 billion sale to Taiwan of 150 F/16 fighter jets made in the president's home state of Texas.

On last year's jump in the poverty rate from 13.5 percent to 14.2 percent, with almost 36 million Americans now living in poverty, Fitzwater said, "In a recessionary period, that is certainly understandable."

He said Bush had raised spending on Head Start, Aid to Families with Dependent Children and other poverty programs to help cushion the effect of the recession.

Fitzwater defended Bush's decision to boost subsidies for U.S. wheat sales abroad by \$1 billion. He blamed European intransigence on efforts to lower agriculture trade barriers worldwide for the U.S. move, which has drawn fire from the European Community, Australia and other wheat growers.

"We have stand up for the rights of our agricultural industry. The E.C. has known our position. ..." said Fitzwater.

"I don't think they can expect us realistically to continue to endure this kind of unfair competition from them forever." On the F/16 sale to Taiwan, Fitzwater said, "we knew that they (the Chinese) would not be happy."

The Chinese government today called in the U.S. ambassador to Beijing and lodged a strong protest. It threatened to withdraw from international arms control talks spearheaded by the permanent five members of the United Nations Security Council.

Fitzwater said the decision was "based upon the stability in the region."

Fitzwater said, "We don't have much control over" China's participation in arms control talks.

"We have urged China and all nations to stop missile

proliferation and that position has not changed," he said. "We continue to believe the decision to sell F/16s to Taiwan is a good one and a reasonable one in light of our military objectives and in light of their need for peace and stability in the region." Fitzwater backed up Vice President Dan Quayle's statement Wednesday that Democratic presidential nominee Bill Clinton needs to "come clean" on how he avoided military service during the Vietnam War.

"One's military service and draft record are relevant factors for the American public to know about when they're choosing a commander-in-chief," said Fitzwater.

Bush, after a day of campaigning in South Dakota and Texas trumpeting his moves to help farmers and defense workers, spent today in the White House.

He met with Patricia Saiki, the head of the Small Business Administration, on the hurricane-relief effort in Florida and Louisiana, and was giving a satellite television and radio interview to farm journalists.

Bush went: 9th graf a0523

AP-DS-09-03-92 1240EDT

Not Everyone Hails Bush Offers of Aid

By CHIP BROWN

Associated Press Writer

SHALLOWATER, Texas (AP) — Not everybody is satisfied with President Bush's helping hand, even if it was nice for him to drop by.

The president, on a whirlwind campaign day in which he doled out new export subsidies to wheat farmers and lifted a ban on the sale of advanced jet fighters, also turned up in cotton country to release \$755 million in crop disaster assistance.

And while many of the beneficiaries applauded those decisions, others grumbled that they amounted to too little, too late. Some farmers, here and elsewhere, also questioned why Bush hadn't noticed their plight until this juncture in an election year — and after Hurricane Andrew blew in.

And in Brussels, the European Community said today it would investigate whether the wheat export subsidies violate the international General Agreement on Tariffs and Trade.

The EC's Executive Commission has called on Washington to gradually introduce any subsidies so as "not to disturb world markets too much," said an EC official speaking anonymously. The \$755 million in crop disaster aid was authorized by Congress last year but withheld by the Bush despite protests from farm groups long before the hurricane made matters worse.

"Unless they come up and add to this ... this money doesn't go anywhere," said Jeff Black, who grows about 3,500 acres of cotton in Hale County, one of the West Texas areas hit by excessive rains during the May planting season.

"Our losses in cotton on the South Plains could reach \$700 million alone when it's all said and done," said Black, who attended the president's appearance at a cotton gin in Shallowater on Wednesday.

Those losses are unrelated to Andrew; preliminary estimates indicate the hurricane itself caused about \$300 million in damage to rice and other crops in Florida and Louisiana. Farmers elsewhere have lost crops to freezes and drought over the last year.

"I know that \$755 million will not solve every problem. ... But these funds will help keep farmers on their feet so that the bankers will work with you and the next season's crops can be planted," Bush said. "If additional disaster funds are needed, we will secure them."

Bush's announcements Wednesday came on the heels of his decision a day earlier that the federal government will pick up the entire hurricane relief tab. That could add billions to the budget deficit, some this year and the rest next.

In South Dakota, Bush denounced Democratic challenger Bill Clinton as protectionist, then announced a \$1 billion program of export subsidies for the sale of U.S. wheat.

In Shallowater, Bush attacked Clinton as a big spender, then released the crop disaster aid.

Later, at a General Dynamics plant in Fort Worth, he lifted the 10-year ban on the sale of advanced fighters to Taiwan, clearing the way for Taiwan to buy 150 F/16s — perhaps preserving 3,000 jobs at the plant.

The president's staff said before Bush's stop in Shallowater it would not be political. Secret service agents confiscated signs with slogans of support as 7,500 people filed into a dirt lot surrounding the local cotton gin.

But the crowd cheered as Bush attacked Clinton on taxes, spending and regulation.

"My opponents want to regulate the world's safest food supply and drive up its cost," Bush said. "Yes, I am for food safety. But let's also protect the consumer from the bureaucrat."

A handful of Clinton supporters were in the crowd. "Us poor people are tired of hearing George Bush promise things and then not deliver," said Mary Rodriguez, whose husband works at an auto parts store in Shallowater. "He raised taxes. He doesn't keep his word."

"I really appreciated his visit," said Norma Smith of New Home.

Scott Fred, who grows about 750 acres of cotton in Levelland, said he will believe the disaster relief is coming when he sees it.

Last year, he said, "if you qualified for relief, you got less than half" of the entitlement. "It was more political than anything else."

Texas Democratic Sen. Lloyd Bentsen said he was disappointed Bush did not declare several West Texas counties as disaster areas.

"As things now stand, many gins will not be operating and their workers will be out of jobs," Bentsen said.

The Texas Agricultural Statistics Service has estimated the South Plains crop at 1.370 million bales, down from last year's short crop of 2.333 million and the smallest since a 1.180 million haul in 1986.

Bush also was met with some skepticism the General Dynamics plant when he announced his blessing, still requiring congressional approval, for Taiwan to buy the F/16s. "If they build them here, it will help," said Billy Smith, 33, a seven-year employee of the company. "Just because they sign a contract doesn't mean they'll be built here."

Administration officials said the new export subsidies are the largest ever granted under the government's export enhancement program and would help sell about half the country's wheat crop.

But Vince Peterson of U.S. Wheat Associates said it would have been better for the industry if it had happened a month ago during the harvest.

Farmers have already sold much of it for less than three dollars a bushel _ about a dollar less than last year.

AP-DS-09-03-92 1209EDT

Senator Calls For Congressional Inquiry Of Disaster Response System

By LAWRENCE L. KNUTSON
Associated Press Writer

WASHINGTON (AP) — Sen. Barbara Mikulski, D-Md., today called on congressional investigators to examine the nation's disaster response system and said the findings will serve as the framework for a top-to-bottom legislative overhaul.

Mikulski, who heads the Senate Appropriations panel which oversees the Federal Emergency Management Agency, said she was prompted by the federal government's "pathetically sluggish and ill-planned response" to the damage caused by Hurricane Andrew in Florida and Louisiana.

"It is time for the confusion and chaos to end," she said.

She asked the General Accounting Office to have its findings prepared quickly so that legislation can be introduced shortly after the next Congress convenes in January.

Mikulski said FEMA is still caught in a Cold War mentality and devotes the majority of its resources plotting responses to a nuclear strike rather than focusing on natural disasters,

"The people in Florida and Louisiana and the Carolinas are far more likely to be hit by a hurricane than nuclear war," she said.

"The people in California are more likely to be hit by an earthquake than a Scud missile."

She said she has asked the GAO to make recommendations in five key areas of disaster response:

Determine the best way for the federal government to preposition disaster relief supplies "for rapid deployment as soon as a disaster passes."

Recommend how the current "cumbersome" system of damage assistance can be changed. She said the federal government should be given the authority to begin sending disaster relief immediately after the assessment is made rather than waiting for states to make the request.

Chart a clear chain of command to remove "the existing bottlenecks that now impede the prompt use of federal resources."

Recommend whether the Defense Department should be put in charge of disaster response "and whether or not we should end the 13-year life of FEMA."

Survey FEMA's management top to bottom and recommend how it should be restructured "if it is to survive."

As reporters left the news conference supporters of Alan Keyes, Mikulski's Republican opponent in her campaign for re-election, passed out leaflets calling her efforts to overhaul disaster response an attempt "to paper over her own culpability in the very deficiencies at FEMA that she now wants corrected."

AP-DS-09-03-92 1212EDT

Cuomo assures Israel of Clinton support

By JANATHAN FERZIGER

JERUSALEM (UPI) — New York Gov. Mario Cuomo offered economic advice to Prime Minister Yitzhak Rabin Thursday and sought to assure him that Democratic presidential nominee Bill Clinton would be "probably the most supportive" U.S. leader in modern history.

Cuomo also visited an Israeli high-tech firm with New York connections and was flown by army helicopter to the Israeli-occupied Golan Heights for a briefing by a top military commander on the strategic threat Syria presents to Israel.

During his 30-minute chat with the prime minister, Cuomo said he discussed boosting economic ties with the state of New York, which already does about \$800 million in trade with Israel. The governor praised Rabin for his swift redirecting of funds from Jewish settlements in the occupied territories to social concerns and said he hoped success in the Middle East peace talks would accelerate the process. "I hope you will make peace so swiftly that you can afford to take the defense budget down substantially and devote the money to the private economy," Cuomo said he told Rabin.

Cuomo later said Rabin, a former general, was not as enthusiastic about reducing defense expenditures, but the two agreed it was a "longterm" solution.

As for Clinton, whom he nominated at the Democratic Convention in July, Cuomo said the Arkansas governor would seek to be an "honest broker" in the Middle East, but would not seek to dictate terms to Israel as he accused the Bush administration of doing.

"If you look at the language of the Democratic platform...and if you examine the words that Gov. Clinton has used apart from the platform, they together make up probably the most supportive statements in modern American political history," Cuomo said.

"The only reservation you could have is to say, 'Well, at this stage, these are only words by Governor Clinton,' and that's a legitimate observation. I nominated him because I believe he will be true to his word."

Cuomo also spoke out against the Arab boycott against Israel, calling it "evil, pernicious, wrongheaded and unfair."

After morning meetings with Rabin and President Chaim Herzog, Cuomo visited the Israeli subsidiary of AVX Corp., a New York-based manufacturer of components for the electronics industry. Cuomo, during his tour of the Jerusalem facilities, said the company's success internationally "demonstrates a new kind of global enterprise, an economic partnership between New York and Israel that produces jobs in both lands."

Cuomo and his wife Matilda later took a whirlwind helicopter trip to a military base in the Golan Heights, where they received a briefing from the brigade commander on the threat Israel sees from its northern neighbor, Syria. Israel captured the strategic plateau from Syria in the 1967 Arab-Israeli war.

The Cuomos were also guests of honor at a reception given by Jerusalem Mayor Teddy Kollek for former New Yorkers living in Israel.

Panel Recommends Overhaul Of Social Security Programs

By SONYA ROSS

Associated Press Writer

WASHINGTON (AP) — A federally-appointed panel today recommended a sweeping overhaul of Social Security programs for the elderly, blind and disabled, including increases in payments and the amount recipients are allowed to save.

The SSI Modernization Project, appointed by Social Security administrator Gwendolyn S. King, also proposed incentives to encourage those receiving disability payments eventually to return to work.

The panel was charged with finding ways to upgrade the Supplemental Security Income Program, which was created 20 years ago to provide an income for blind, disabled and aged people. There were 5.5 million people on SSI rolls in 1992, up from 3.2 million in January 1974, when the first benefits were paid.

The proposed improvements would cost an estimated \$39 billion after five years, said Arthur S. Flemming, chairman of the review panel. To help pay for the plan, Flemming suggested raising taxes on the richest 1 percent of the nation's population.

"This is the wealthiest nation in the world. We have the money," Flemming said. "It is only fair to ask the upper 1 percent to share a portion of their wealth with the poorest of the poor."

During the next six months, the committee will look for funding options for their recommended changes, Flemming said.

Another proposed change is raising the amount of money SSI recipients are paid. They presently are guaranteed a yearly income of \$5,064, which is less than the current federal poverty guideline of \$6,810.

Also proposed was increasing the amount SSI recipients can save, from \$2,000 to \$7,000 for individuals, and \$3,000 to \$10,500 for couples.

The panel also urged incentive programs for Americans with disabilities, including older beneficiaries. It did not specify the type of incentives that should be used.

"People should not be destined to go on SSI rolls and stay there for the rest of their lives," Fleming said. "We should not let people stay on ... SSI and not pay attention to them." The Social Security Administration will take public comment on the recommendations for 90 days, then will decide which of the proposals it will adopt.

AP-DS-09-03-92 1221EDT

HOLLYWOOD, STUNG BY QUAYLE, OPENS ITS COFFERS TO DEMOCRATS

By Michael Miller

LOS ANGELES, Reuter - If money talks, the noise level in Hollywood must be reaching a crescendo as stars and entertainment industry executives risk writer's cramp signing checks made out to the '92 Democratic Campaign.

The community has been stung by "family value" attacks from the Republican Party and Vice President Dan Quayle in particular, and is answering back with the one thing it has plenty of -- cash.

Quayle's criticism of the popular "Murphy Brown" television show, which many perceived as an attack on single mothers, and his digs at Hillary Clinton, wife of Democratic presidential candidate Bill Clinton, seen as a generic attack on all working mothers, incensed Tinsel Town.

And his reference to the "cultural elite" in Hollywood and elsewhere only made matters worse.

"We feel we're being used as whipping boys," said Marge Tabankin, executive director of the powerful Hollywood Women's Political Committee.

Hollywood's ire rose to boiling point earlier this week at television's annual Emmy Awards, which became a Quayle hunt as stars and executives took turns at lambasting the vice president.

Possibly the most telling remark came from Diane English, director of "Murphy Brown," in accepting the Emmy for Outstanding Comedy Show.

"I would ... like to thank in particular all the single parents out there who, either by choice or by necessity, are raising their kids alone. Don't let anybody tell you you're not a family," she told the star-studded audience.

One of the results of Hollywood's anger, according to fund raisers and political analysts, has been an outpouring from the entertainment community's coffers to female candidates in particular.

"The family values issue has promoted a tremendous amount of Democratic Party fund raising in Hollywood. The amount raised for women has been astronomical. The issue is promoting a tremendous amount of giving," said Shanto Iyengar, professor of political science at the University of California at Los Angeles.

Bob Burkett, a leading Hollywood campaign fund raiser for the Democrats, agreed that funding for women candidates had increased, possibly because of the anti-Quayle sentiment, but said Clinton's popularity, as much as Quayle's unpopularity, was responsible for the general increase in donations.

Hollywood, Burkett said, was enthusiastic about Clinton and his running mate, Sen. Al Gore, and their campaign. "And when that happens, money follows."

"Here people see enthusiasm growing, and the money is increasing," Burkett, senior vice president for corporate affairs at Interscope, a movie and record production company, added.

But he was quick to point out that Hollywood was part of a nationwide trend. "Money is coming in from everywhere. One of the amazing things is the direct mail donation, people who send in \$10, \$25 or \$50. It's breaking all records."

On just one day last week, Burkett added, the national campaign deposited \$890,000 in direct mail contributions.

Iyengar said this could also be a backlash against Quayle.

"There is some evidence that the whole thing of family values is not helping the stock of the Republicans. Viewers of 'Murphy Brown,' regardless of their political positions, don't like their favorite show being criticized by politicians.

"It's a highly personal thing. It's like someone telling you they don't like the car you drive.

"There is also this perception that the Republicans aren't concentrating on the everyday concerns of the people -- employment, debt, education, things like that," he said.

Republicans say they are not overly concerned at the cash pouring out of Hollywood into the Clinton-Gore campaign coffers.

"Hollywood has always been a Democrats' town, we've always been heavily outnumbered and heavily outspent in Hollywood, so this is nothing new," said a Republican campaign fund raiser who asked not to be named.

He also pointed out that there has been no switch of allegiance by Hollywood Republicans.

While the Republican Party can practically count the number of big-name stars in its camp on two hands -- Charlton Heston, Arnold Schwarzenegger, Tom Selleck, Bruce Willis, Chuck Norris, Clint Eastwood, Patrick Swayze and Mary Hart -- the Democrats have enough to fill a Who's Who in Hollywood.

Among the more active are Barbra Streisand, Candice Bergen, Richard Dreyfuss, John Ritter, Chevy Chase, Cybill Shepherd, Martin Short, Burt Reynolds, Goldie Hawn, Kirstie Alley, Sally Field and Dennis Miller.

Add to the list such Hollywood heavyweights as Tri-Star chairman Mike Medavoy, record producer David Geffen, who recently had lunch with Clinton to discuss money-raising plans, and former Fox chairman Barry Diller.

"The Democrats have a highly visible Hollywood army out there with the ability to influence a lot of people particularly the younger voters," said UCLA's Iyengar.

REUTER

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CONSERVATION RATINGS (AP) -- President Bush's pledge to be the environmental president "seems to have followed the path of 'read my lips, no new taxes,'" the League of Conservation Voters said. The non-partisan group rated the Republican and Democratic tickets and found the Democrats more in tune with environmentalist views. Bill Clinton has acknowledged choosing short-term job creation over long-term environmental protection during his tenure as Arkansas governor, in his state but the Democrat says he has changed his philosophy in recent years. The league praised Clinton for environmental moves during the last few years and for choosing Sen. Gore as his running mate.

Bush got credit for helping move the 1990 Clean Air Act through Congress. But the league said the president's moratorium on pollution regulations this year undermined the act, as have actions by the White House Council on Competitiveness.

CLINTON/AFL-CIO (AP) -- Bill Clinton picked up the endorsement of the AFL-CIO as union leaders set aside past differences with the Democrat to give him a united show of force. Even Clinton's sharpest critics in the labor movement rallied behind him as leaders of the federation said they had to come together to defeat President Bush.

BOSNIA (Sarajevo/UPI) -- Attacks on U.N. troops are becoming "intolerable" and the multi-national peacekeeping force could be withdrawn if they persist, U.N. Undersecretary Marrack Goulding said. Within hours of his comments, a U.N. flight bringing aid to Sarajevo was reported missing after officials lost contact with it. The Italian plane carrying eight people and nearly 10,000 pounds of blankets disappeared, officials said.

(U.N./Reuter) -- The U.N. airlift into Sarajevo airport is being suspended until the reason for the disappearance of the Italian plane has been established, a U.N. spokesman said.

KENNEY (UPI) -- The dissident State Department desk officer who resigned late last month to protest U.S. policy in the former Yugoslavia called for unilateral military action to halt Serbian "genocide" in Bosnia-Herzegovina. George Kenney discounted U.S. actions so far, including sanctions, as "not relevant."

HAITIANS/AIDS (AP) -- Three Haitians infected with the HIV virus have been allowed into the U.S. for medical treatment despite a rule barring foreigners with the virus from entering the country, the government said. Duke Austin, a spokesman for the INS, said the regulation was waived at the request of the Navy to admit a man with an eye fungus, a 3-month-old infant with pneumonia and the child's mother. "We should not read into this any change of policy by the administration," the spokesman said. "These were humanitarian paroles for medical conditions."

SOMALIA (Reuter) -- The scale of famine in Somalia is much worse than feared, the U.N. special representative for the country said. "We have so far seen only the tip of the iceberg.... It is a dramatic discovery that we are making daily," Ambassador Mohamed Sahoun said in a television interview. Sahoun said he hoped a first group of 500 U.N. troops would arrive in the country in the next two weeks to secure the port of Mogadishu and escort food convoys to those in need.

-end-

1:30 P.M. NEWS UPDATE

CHEMICAL WEAPONS (Geneva/Reuter) -- The U.N.-sponsored Conference on Disarmament agreed to send a long-awaited treaty banning chemical weapons to U.N. headquarters for approval. The decision, despite a last-minute move by Iran to block it, ended 24 years of negotiations on the pact. It will be the first to ban the use, possession and manufacture of chemical arms.

DISASTER RELIEF/MIKULSKI (AP) -- Sen. Mikulski called on congressional investigators to examine the nation's disaster response system and said the findings will serve as the framework for a top-to-bottom overhaul. Mikulski, who heads the Senate Appropriations panel which oversees FEMA, said she was prompted by the federal government's "pathetically sluggish and ill-planned response" to the damage caused by Hurricane Andrew.

As reporters left Mikulski's news conference, supporters of Alan Keyes -- her opponent in the election -- passed out leaflets calling her efforts to overhaul disaster response an attempt "to paper over her own culpability in the very deficiencies at FEMA that she now wants corrected."

MIDEAST (Jerusalem/AP) -- Prime Minister Rabin warned in remarks published today that Israel will make no more goodwill gestures toward Palestinians until they get serious about negotiating autonomy and stop raising what he calls fringe issues. However, Rabin said he believed an agreement could be reached within nine months to a year. Rabin said Israelis must be ready for compromise if they want peace.

WHEAT/OHIO FARMERS (Columbus/UPI) -- The president of the Ohio Farm Bureau Federation said President Bush's announcement of a \$3 billion wheat export package will provide a shot in the arm for the entire agriculture industry. C. Ray Noecker said the move demonstrates Bush's position in maintaining and expanding global markets for U.S. exports.

WHEAT/E.C. (Brussels/UPI) -- The European Community called President Bush's move to increase U.S. wheat subsidies "belligerent" but will study the plan, an E.C. spokesman said. Frans Andriessen questioned whether Bush's proposal "is compatible with the spirit and the content of the standstill agreement" that was agreed to in Montreal two years ago. The E.C. wants assurances that the fashion in which the U.S. exports are released will not disturb world wheat markets.

RETAIL SALES (UPI) -- The nations' top three retailers -- Wal-Mart, Sears and K-Mart, posted encouraging August sales increases over a year ago. Wal-Mart said its sales jumped 26% for August. Sears reported its domestic-store sales rose 4%. K-Mart reported its sales rose 9.6%

PRODUCTIVITY (AP) -- The productivity of American workers posted a respectable increase during the April-June quarter after a big gain during the first three months of the year, the Labor Department said. It said non-farm productivity increased at a 2% seasonally adjusted annual rate after surging 3.8% the first quarter. Economists describe the advance as both a symptom of the weak economy and a necessary precursor to economic improvement.

daily



THE PRESIDENT

September 3, 1992

To: Ron K

Cy Laughter tells me that our friend and supporter Andy Williams was upset that he was not contacted about the Bransom rally and performance. Andy is for me.

Please call Andy, get to the bottom of this, and tell him it was terrible oversight.

Advise me, then I'll pen him a note.

GB

W

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Andy Williams
1350 Bobolink Place
Los Angeles, California 90069



THE PRESIDENT

9-4-92

Dear Andy,

I'm sorry to have
missed you at Branson.
I understand the conflict.
My regret is that I didn't
take the offense and get
on the phone to you.

Next time for sure.

Good luck in all your
activities.

Sincerely,

By T. B.

9-3-

Date



✓ We Will/Rebuild ~~the~~ Kivan
Box 01079X0
Miami 33191

✓ NATO - Woenm
offer of 600K
Aug US troops?

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TAB

Hunnam -
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22 food truckloads
+ 100K chel

"Food Lion" CEO Smith

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IRAQ SAYS IT WON'T GIVE VISA TO WESTERN "SPIES"

JAKARTA -- Iraq, in continued defiance of the U.N., said Thursday it would not allow U.N. relief workers into the country, calling many of them Western spies.

"What kind of relief are they offering? To send spies from Britain, France and the U.S. under the guise of relief workers," Iraqi vice president Taha Yassin Ramadan told a news conference.

"We will not give visas to anyone we have doubts and suspicions about," he said. "That is our right."

(Rawhi Abeidoh, Reuter)

U.S. OFFICIALS FOUND NOT TIED TO IRAQ SCANDAL

Federal prosecutors have concluded that no U.S. government officials or politicians were connected to a \$5-billion Iraqi loan scandal involving the Atlanta branch of an Italian bank, according to court records unsealed Wednesday. The records revealed that Vice President Quayle was among the political figures identified as having been investigated and exonerated after their names were brought up by the former manager of the bank branch.

(Douglas Frantz, Los Angeles Times)

MIDEAST PEACE TALKS INCH FORWARD

Israeli and Palestinian negotiators have inched closer to agreeing on an agenda for talks in self-rule for the 1.75 million Palestinians in the occupied West Bank and Gaza strip.

Israeli spokesman Yossi Gal told reporters Israel replied to a Palestinian draft agenda Wednesday by presenting its own draft in which "we have tried to take their sensitivities into consideration."

(Paul Eedle, Reuter)

**ISRAEL MAY NOT FIGHT SALE OF F-15S TO SAUDIS
Rabin Cites 'Change' In U.S. Political Climate**

JERUSALEM -- Prime Minister Rabin suggested Wednesday that Israel has decided not to actively lobby in Congress against the U.S. sale of F-15 fighter planes to Saudi Arabia, although it remains opposed to it. President Bush is expected to formally notify Congress shortly of plans to sell Saudi Arabia 72 of the McDonnell Douglas aircraft for an estimated \$5 billion. The proposal had initially drawn opposition from Israel's allies in Congress.

However, Rabin said, "I sense a real change" in the political climate in Washington. Speaking to a seminar here sponsored by the Washington Institute for Near East Policy, he cited Saudi Arabia's role in supporting the coalition fighting Iraq during the Gulf War as a reason for the changed outlook he found on his recent visit to the U.S.

(David Hoffman, Washington Post, A39)

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BUSH LIBRARY PHOTOCOPY - GEORGE BUSH HANDWRITING

INTERNATIONAL NEWS

TAIWAN SAYS U.S. F-16 DEAL TO HELP ASIAN SECURITY

TAIPEI -- Taiwan hailed Washington's decision to sell it F-16 fighter jets as a victory in its diplomatic struggle with China, but sought to allay fears that the arms deal could destabilize the region.

"Washington's decision is not only a major political breakthrough but will also ensure the security of Taiwan and the Asia-Pacific region," state radio quoted defense minister Chen Li-an as saying Thursday. (Drew Torchia, Reuter)

CHINA SLAMS U.S. F-16 SALE TO TAIWAN

JAKARTA -- China said Thursday a planned U.S. sale of 150 advanced F-16 fighter planes to Taiwan was a violation of a decade-old policy towards China and Washington should be held accountable for any "serious consequences."

"The announcement by the U.S. government of the sale of F-16s to Taiwan is a very serious incident," Chinese Foreign Minister Qian Qichen told reporters in Jakarta. (Reuter)

China Protests To U.S. Ambassador On F-16 Sale

BEIJING -- China called in U.S. ambassador J. Stapleton Roy Thursday to lodge the "strongest protest" over President Bush's decision to sell 150 F-16 fighter jets to Taiwan, the official Xinhua news agency said.

Vice foreign minister Liu Huaqiu told Roy the U.S. decision would "lead to a major retrogression in Sino-U.S. relations and will inevitably cause a negative impact on Sino-U.S. cooperation in the U.N. and other international organizations," the agency said. "Pending a reversal of this decision by the U.S. side, China would find it difficult to stay in the meeting of the five (permanent members of the U.N. Security Council) on arms control issues," the official Chinese news agency said. (Reuter)

TRADE TALKS CONTINUE DESPITE 'AGREEMENT'

Three weeks after President Bush announced the conclusion of a hemispheric free-trade pact, officials from the U.S., Canada and Mexico still are negotiating important details of the agreement, Administration, congressional and industry specialists said Wednesday. While Administration officials maintained that these negotiations are over minor, technical points, outside experts -- all of whom support the NAFTA in principle -- said the differences being ironed out are "substantive" and "fundamental."

Sen. Bentsen...joined the fray Wednesday by declaring that the agreement had not been reached when the President announced it on Aug. 12 and negotiators "still don't (have one) today."

Aides to Republican committee members agreed with Bentsen's assessment that Bush was premature in announcing that completion of the trade pact and that negotiations still are going on, although they asked that their names not be used.

(Stuart Auerbach, Washington Post, B11)

-more-

WHITE HOUSE CONSIDERS CUTTING CAPITAL-GAINS TAX UNILATERALLY

President Bush and his to aides are considering an executive order that would substantially reduce taxes on the gain on house sales and investment profits. The Administration had previously rejected the idea as unconstitutional.

White House officials are awaiting an opinion from William Barr about whether the unilateral move would be legal. Aides said that Barr may inform the Administration of his views as early as next week.

Bush and senior campaign officials are said to be weighing whether the order to index capital gains...against the effects of inflation would provide a political lift for the President or backfire by making it appear that he is toying with the tax code to win re-election. (Peter Gosselin, Boston Globe)

FACTORY ORDERS FELL IN JULY BY 1.1 PERCENT

Orders for manufactured goods fell 1.1% in July, the government said Wednesday in a report that offered little hope of higher production or more factory jobs an time soon.

(Glenn Somerville, Washington Post, B13)

**PESSIMISM AMONG L.A. COUNTY BLACKS ROSE
SHARPLY AFTER RIOTS, POLL FINDS**

L.A. -- The sense of cynicism and pessimism among black Los Angeles County residents about their treatment by society rose dramatically after this spring's riots, especially among high-income blacks, according to a UCLA survey released Wednesday.

(John Yang, Washington Post, A16)

DEADLINE PASSES FOR NOTICE OF JUSTICE PROBE OF BUSH'S SON

The Justice Department has let a 15-day deadline pass without filing a formal notice of a preliminary investigation of Neil Bush's role in a Colorado banking scandal, according to an order entered by a federal court.

Frank Mandanici, a New Haven, Conn., asked William Barr in July for an independent counsel investigation of possible crimes by the President's son in the collapse of the Silverado Savings and Loan in Denver.

The law gives the attorney general 15 days after receiving such a request to decide whether the facts warrant a preliminary investigation to see whether an independent counsel should be named.

"It is absolutely clear the attorney general is not doing a preliminary investigation," Mandanici said. (W. Dale Nelson, AP)

EDITOR'S NOTE: "Signs of Stress," regarding David Letterman's top 10 signs President Bush is panicking, appears in "Inside the Beltway, the Washington Times, page A6.

\$8 Billion To Wheat Farmers And Arms Workers

FORT WORTH -- President Bush put his authority over foreign policy to work on behalf of his political campaign Wednesday, handing nearly \$8 billion in contracts and grants to hard-pressed farmers and arms workers.

At a General Dynamics plant here, the President appeared beneath a banner proclaiming "thanks Mr. President" to announce that he had approved the sale of up to 150 of the company's F-16 fighters to Taiwan, reversing nearly 10 years of American policy over the stiff objections of the Chinese government....

Mr. Bush's announcements clearly fit with the strategy laid out by James Baker: to use the powers of his presidency to help his re-election chances and to combine, whenever possible, Bush's political appearances with policy initiatives.

"This is pork-barrel politics," said a Clinton campaign spokeswoman, Dee Dee Myers. "Last month, bragging on his mind-session budget review, this guy said he was going to eliminate the agriculture export enhancement program to save \$3 billion over five years. Today, he goes before the farmers and tells them this program is vital and its must be saved."

(Michael Wines, New York Times, A1)

Bush Sprinkles Largesse On Campaign Trail

FORT WORTH -- President Bush, denouncing his rival's free-spending ways, Wednesday announced a \$1 billion subsidy for wheat farmers and reversed 10 years of U.S. policy to help workers facing layoffs at a warplane plant.

Bush, ending a one-day campaign swing through Texas and South Dakota, received a thunderous ovation at a General Dynamics plant when he said he would permit Taiwan to buy 150 F-16 jet fighters -- averting worker layoffs at the facility.

(Laurence McQuillan, Reuter)

Bush Hands Out The Money

FORT WORTH -- President Bush, using the power of his incumbency to dole out more election-season largess, on Wednesday announced nearly \$2 billion in new aid for U.S. farmers and a \$6 billion jet fighter sale that will largely benefit Texas.

Bush, first campaigning in farm areas of South Dakota and west Texas, announced \$755 million in disaster aid for farmers whose crops were devastated by Hurricane Andrew and a wide array of other natural disasters over the past two years.

And, he announced a \$1 billion package of federal export subsidies to help U.S. wheat farmers compete in world markets against heavily subsidized European grain.

Then, he stood an airport hanger here to announce to General Dynamics employees he was authorizing the sale of 150 F-16 fighter jets to Taiwan.

"We're proud to do this," Bush said to loud cheers.

Reacting to Bush's announcement, Bill Clinton said he was "pleased that the President has reversed himself on the sale of F-16s to Taiwan." He promised if elected to "move forward with the sale."

(Tom Raum, AP)

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--- THE DAILY BRIEFING ON AMERICAN POLITICS ---

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MORE PRESIDENTIAL PLUMBS

As expected, Texas gets its F-16 contract with Bush visit. In SD swing, it's Farm Aid '92, with wheat subsidies, disaster relief. Press replete with Santa Claus lines, e.g.: "He's no Paul Tsongas." (#1)

BACK TO SCHOOL SALE

Clinton education proposal fights for news space with draft reax. (#3) Sec/Educ. Alexander lauds Bush record, says Clinton has Hill Dems, NEA "draped around his neck." (#13)

STATES STILL COMING UP BILL

New polls show Clinton lead in CT, MD, TN. (#10)

NATIONALLY: Harris poll drops Clinton lead to 5. (#25)

SENATE PRIMARY ADS

WI (9/8): Checota, Moody follow positive Feingold strategy. Paying off? (#21)

NY (9/15): Abrams ads take high road; aides join Holtzman in Ferraro/mob talk. (#17)

AK (9/8): Does Murkowski anti-Smith spot mean he'd rather run on Hensley? (#15)

SPOTLIGHT

FAMILY TREED

'92 is mostly relative...

ITEM: VP, not unfamiliar with family help, calls on Clinton to "come clean" re AR GOP pol's charges that a now-dead uncle tried to help him with draft. (#3)

ITEM: Neil update.

ITEM: To get "family values" back on track and respond to Emmys, Quayle praises sister, grandmom, and other single-mothers.

ITEM: Dee Mosbacher warns bashing can turn "family values" to "fatal values."

ITEM: Hillary's Boston crowd "wanted to be there for her" after Houston.

Perot was right. The only relative never discussed is that "crazy aunt we keep in the basement," the deficit.

See #2, including must-read OREGONIAN op-ed on royal family values in UK.

===== QUOTE OF THE DAY =====

"It's absolutely not true. I find it amazing that you could still be asking me questions, coming from Republicans who were opposed to me ... based on their memories of 23 years ago."

-- Bill Clinton on new draft questions, Balto. SUN, 9/3. (#3)

THE APN BULLETIN BOARD

FROM TODAY'S GREENWIRE: Bush sets up "potential windfall for cornfarmers" on ethanol. Policy change expected.
FROM TODAY'S DAILY REPORT CARD: NYC will open four new high schools for repeatedly disruptive and violent students.
FROM TODAY'S ABORTION REPORT: Cook County Board pres. Phelan will resume abortion services this month at County hospital.
FROM TODAY'S AMERICAN HEALTH LINE: ND Dem gubernatorial candidate Nick Spaeth offers 10-point health plan.

HOTLINE/DATABASE INDEX

WHITE HOUSE '92

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FAMILY VALUES BEAT: Quayles, Clintons, Mosbachers, Windsors. (#2)
CLINTON: "Dodges" draft story all day; hits Bush education. (#3)
CANDIDATE SCHEDULES (#4)

THE TOP TEN

HOTLINE ELECTORAL SCOREBOARD (#5)
PENNSYLVANIA (23): GOP slow out of the gate. (#6)
TEXAS (32): Bush returns home bearing gifts. (#7)
NORTH CAROLINA (14): Barbara and Jesse campaign in Raleigh. (#8)
OHIO (21): Gov says Bush "will have to work really hard." (#9)
THE OTHER FORTY: CT, MD, MO, TN. (#10)

ISSUES '92

ECONOMICS: Cap-gains Hail Mary in the making? (#11)
ANDREW: More TV talk. (#12)
EDUCATION: Alexander talks, Geiger counters. (#13)
ENVIRONMENT: ... And Tony Randall as Al Gore. (#14)

SENATE WATCH:

AK (#15)
IL (#16)
NY (#17)
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VT (#19)
WA (#20)
WI (#21)

CALIFORNIA CABLE

BUDGET: Cuts painful for all involved. (#22)

POLL UPDATE

HARRIS: Clinton 50%, Bush 45%. (#23)

TV MONITOR (#24)

? ? ? ? OVERLOOKED ? ? ? ?

The Vice-President is itching for Quayle-Gore debates. He says his post-debate '88 performance picked up when he ignored his handlers. But who says how many VP debates there will be? Who else but chief 1988 handler. Quayle: "That's Baker's call."

*1 BUSH: GENEROUS GEORGE

In a speech at TX's Carswell AFB, Bush announced he was "authorizing a \$4 billion sale of 150 F-16 fighter jets to Taiwan. The planes were made at the General Dynamics plant in Fort Worth." Bush to "loud cheers": "We're proud to do this." "Previously the Administration had blocked the sale, which General Dynamics officials said would force the layoff of 3,000 aircraft workers." WH aides "denied that the president's actions were politically motivated." Although WH spokesperson Judy Smith "said the cost ... was being borne by the president's re-election campaign rather than by taxpayers" (Kildy, DALLAS MORNING NEWS, 9/3). CNN's Blitzer: "While the sale may damage U.S.-Chinese relations it will also mean saving lots of jobs at General Dynamics in electorally-rich [TX]" ("Inside Politics," CNN, 9/2).

FARM AID: "Looking to reinforce his standing with the American farmer," Bush came to SD "to hand out disaster aid and export subsidies for wheat growers." At a Montrose, SD farm, Bush announced \$755M in emergency disaster aid and \$1B to bolster the Wheat Export Enhancement program. Sen. Tom Daschle (D-SD), in a release: "We have been pushing the administration to implement both of them for months ... it's better late than never" (Kranz, Souix Falls ARGUS LEADER, 9/3).

MERRY LABOR DAY: "With Air Force One at his command and federal plumbs at his finger tips, President Bush is busy politicking with a punch the opposition admits it just can't match" (Reifenberg, DALLAS MORNING NEWS, 9/3). "Bush's strategy is simple -- hand out federal aid and make policy decisions that benefit important voting groups, even though it sometimes means diverging from his long-held policies" (McManus, L.A. TIMES, 9/3). N.Y. POST front page headline: "Mr. Big Spender" (9/3). "As he campaigns around the country, [Bush] is dispensing election-year goodies at almost every turn, transforming Air Force One in to a high-tech sleigh and showing that he is no Paul Tsongas" (Green/Thompson, PHILA. INQUIRER, 9/3). Bush "has become a flying fountain of federal aid, gushing billions of politically potent dollars" (Gannon, DETROIT NEWS, 9/3). The announcements "clearly fit with the strategy laid out by" WH CoS James Baker: "to use the powers of his presidency to help his re-election chances and to combine, whenever possible, [Bush's] political appearances with policy initiatives" (Wines, N.Y. TIMES, 9/3). Bush "tapped the federal kitty" (Lee, USA TODAY, 9/3). Bush manager Fred Malek: "The president is doing what he thinks is right policy ... If it has political vitality, all the better" (USA TODAY, 9/3). House Armed Services Cmte Chair Les Aspin (D-WI): "He's making these decisions, ad hoc, now in the last three or four months of the presidential election year, and every one of them is highly suspect" (COPLEY NEWS, 9/3). Bush, "in a move that seemed to erode his longstanding commitment to global free trade, ... announced the largest increase in government subsidies for farm exports in U.S. history" (Gerstanzang, L.A. TIMES, 9/2). The farm subsidies announcement "was one of four recent actions that he has taken that demonstrate the power Bush has to use ... to help him politically" (Kranish, BOSTON GLOBE, 9/3). "After repeatedly saying that politics should not affect the nation's approach to reshaping the post-Cold War military, the Bush administration has made a series of decisions and policy reversals that carry

obvious benefits for the president's reelection campaign" (Lancaster, W. POST, 9/3).

TV: ABC's Hume: "There were no reindeer pulling the Bush motorcade across the Farm Belt today, but the people here still might have thought they were getting a visit from Santa Claus" (9/2). NBC's Cochran: "Bush's aides deny he has to play Santa Claus to pick up votes even in states which should be safe for him, like [SD]. Still, it looked like an early Christmas for wheat farmers" (9/2). CNN's Behof: "It will help U.S. farmers recapture the market share lost to competitors in other countries that already provide price subsidies. The move will risk a trade war with Europe" ("Moneyline," CNN, 9/2). NBC's Cochran, this a.m.: "President Bush likes to quote Woody Allen, well he used to like to quote Woody Allen. He was supposed to have said 'Most of Life is just showing up.' But if you're running for president and running behind in the polls, showing up is not enough. You better have something to offer the people ... Clinton can complain all he wants but Bush is the president, he is the one who can actually hand out goodies. And he is the one who just picked up a lot of votes" ("Today," NBC, 9/3). ABC's Hal Bruno: "Christmas in September. President Bush has travelled around the country like Santa Clause handing out the goodies, especially in the places where he needs the help. But in the case of South Florida you can't fault him there, what they're doing in South Florida ... is no different than what they'd do even if wasn't an election year" ("GMA," ABC, 9/3).

NEXT: "Easing environmental restrictions on the production of ethanol" is a decision "likely to be announced soon in the corn-growing state of [IL]." Bush "is also moving towards a decision that could approve the sale of 72 F-15 fighter jets to Saudi Arabia, a move that would save defense jobs" in CA and MO (McManus, L.A. TIMES, 9/3).

*2 FAMILY VALUES BEAT: QUAYLES, CLINTONS, MOSBACHERS, WINDSORS

VP Dan Quayle, who faced '88 questions about family help with the draft, commented on the story of an uncle trying to help Clinton: "Bill Clinton has a credibility problem. He is going to have to come clean with the American people and answer the questions" (ABC, 9/2). And, as usual, it was not the only family story in the campaign.

QUAYLE ON SINGLE MOTHERS: Responding to the Emmy Award barrage on 8/31, Quayle told 600 K.C. business and civic leaders: "I welcome the debate with Hollywood ... but debate does not justify distortion; an Emmy is not a license to lie ... Hollywood is a stronghold of the adversary culture. This is a culture that flinches when it hears the word 'morality' and lashes out when it is challenged to discuss values ... I have nothing but respect for single mothers; yet Hollywood is determined to use the power of prime time TV to twist my words and suggest that I am hostile to single mothers" (K.C. STAR, 9/3). Quayle spokesperson David Beckwith said the speech was intended to get the "family values" message back on track: "As you know [the message] has come perilously close to careening off track at various times" (NEWSDAY, 9/3). In the speech, Quayle pointed out that his sister and grandmother had been single mothers, following divorces: "My grandmother, if she were alive today, she'd be just sick ... Children who do not live with two parents are more than five times as likely to live in poverty ... children who are raised without fathers are more likely to do poorly in school, and indeed, to drop out" (WASH. POST, 9/3). NEWSDAY's David

Firestone reported the speech, which did not mention Clinton, drew "only occasional applause" and a "lukewarm" reaction (9/3).

REAX TO EMMYS: L.A. TIMES' entertainment critic Howard Rosenberg: "Is the GOP getting the last laugh? ... The evening's fusillade of Quayle gags -- against a single Bill Clinton joke -- may have affirmed to the masses just what the GOP and the Bush-Quayle ticket have been charging and what many in the entertainment industry have sought to dispel. Hollywood is a liberal -- code for extremist -- monolith ... By evening's end, Hollywood had helped the GOP make its case against the industry -- in prime time" (9/2). W. TIMES editorial: "Does anyone really doubt that the reason for the awards [to Murphy Brown] was the determination of the judges to vindicate the show and give a slap in the puss to the vice president?" (9/3).

HILLARY CLINTON: 1300 supporters, and "an unusually large press corps," heard her speak out in Boston on the GOP assault in Houston: "I don't know why they attacked me in the first place and came up with all those charges. I wouldn't even know how to speculate what is inside the minds of the people who spoke at the Republican National Convention. There are millions of Americans who don't share their political beliefs but share their commitment to the family" (BOSTON GLOBE, 9/3). Balto. SUN report added the quote: "What I would like to do is put aside the finger-pointing and the arguing and get down to the business of giving our children a better future" (9/3). MA Dem chair Steven Grossman told the GLOBE's Chris Black that the size of the crowd meant that "after the Republican convention, people wanted to be there for Hillary" (9/3).

NEIL: The DoJ "has let a 15-day deadline pass without filing a formal notice of a preliminary investigation" of Neil Bush's role in the Silverado S&L failure in Denver. A three judge court. "responsible for the appointment of independent counsels" issued the order after atty Frank Mandanici requested an independent investigation of Neil Bush. Mandanici: "It's absolutely clear the attorney general is not doing a preliminary investigation" (AP/PHILA INQUIRER, 9/2).

GAY BASHING: CHICAGO TRIBUNE's Clarence Page writes on the harsh Pat Robertson and Pat Buchanan tone at the GOP convention, and reports that it has driven a veteran conservative organizer, Marv Liebman, to vote for Clinton-Gore. Liebman, a founder of Young Americans for Freedom, recently authored his autobiography, "Coming Out Conservative," and disclosed his own homosexuality in a 1990 article in National Review. Page sums up Liebman's views: "Conservatism's best impulses are freedom, justice, enterprise, personal liberty and respect for individuals ... There's an ideological vacuum at the top of the party where George Bush sits, and the party's hard-right faction has rushed to fill it. The Bush campaign, desperate for victory, and the far right's army of fundraising volunteers, welcomes it. But the party casts groups out of its coalition at its own peril" (9/2).

DEE MOSBACHER: Dee Mosbacher, the openly-lesbian daughter of former Bush-Quayle chair (now chief RNC fundraiser), and her continued close family ties with her father and brother, Rob (TX Bush-Quayle chair) were profiled extensively by Laura Blumenfeld in today's W. POST. Dee Mosbacher's comments on the GOP gay bashing were pointed: "I think they really don't know -- I hope they don't -- that this affects people in the street, that people can get beat up, people can get killed, teenagers can commit suicide. That's not family values. That's fatal values ... I hope my father and brother understand that the party that they're

working with could mean that I could lose my job, other people could lose their jobs just because they're lesbian and gay and that's scary. When you have a president of the United States and vice-president standing up and making homophobic remarks it goes beyond just denying us our basic rights ... [Our family relations have become] a little bit strained ... over the last few weeks between us. It's gotten harder to say anything nice, actually, honestly ... I think if my mother had lived, things might have evolved differently. I'm not sure my mother would still identify herself as a Republican ... I sure am planning a Democratic victory. I'll try not to say, 'I told you so'" (9/3).

"THE COLLAPSE OF ROYAL FAMILY VALUES": That's the title of column by Portland OREGONIAN's Sarasohn: "The president has complained about the family image created by the Simpsons, but the Windsors make the Simpsons look like the Waltons ... To start with, the British royal family -- like so many of the families the Republicans worry about -- is a female-headed house-hold. And even though Elizabeth II has a personal fortune of several billion dollars, she receives a tax-free government allowance of \$7 million a year. This is probably what Ronald Reagan meant when he complained about welfare queens. In addition, she also lives rent-free in several public palaces. ... Strangely enough, [when] the queen did visit Washington last year ... she got a formal state dinner ... It turns out that when the Republicans are talking about family values, everything's relative" (9/2).

ALL GOD'S FAMILY: In response to the president's public disappointment that God was left out of the Dem convention, N.Y. DAILY NEWS columnist Karen Zautyk quoted a press release from God: "God is, has been and always will be an independent. God acknowledged that his is registered as a Democrat in New York City, but that's only because his primary vote would be wasted otherwise. Likewise he has registered as a Republican in Nassau County ... God resents any attempts to portray him in any particular political vanguard, and there will be hell to pay for those who do" (9/3).

*3 CLINTON: "DODGES" DRAFT STORY ALL DAY; HITS BUSH EDUCATION
"After spending most of his day trying to focus on other issues," Clinton last night "angrily denied" a report that his uncle had worked to keep him out of the draft (Decker, L.A. TIMES, 9/3). PHILA. DAILY NEWS header: "The ethics thing; New wrinkle on Bill's war record" (9/3). N.Y. DAILY NEWS header: "Clinton dodging new draft queries." Asked about "the story that just won't go away, Clinton answered by not answering": "I said all I'm going to say about it last night" (Milligan, 9/3). W. POST header: "Draft Questions Again Dogging Clinton Camp." Clinton aides George Stephanopoulos and Betsey Wright both deny any Clinton knowledge of his uncle's alleged doings (9/3). W. TIMES' Taylor & Seper: Clinton, "forced again to confront [draft] allegations ... met the latest round of controversy with stony silence" (9/3). Clinton on his uncle's atty Harry Britt, who said he helped with the draft board lobbying (see HOTLINE 9/2): "I've known the guy for 30 years; he's never said anything about it to me." Clinton also noted Britt was a GOP candidate for AR Gov in 1960 (DALLAS MORNING NEWS, 9/3). USA TODAY header: "Draft record dogging Clinton." Clinton aides "privately questioned if the new charges -- repeated to USA TODAY by two people familiar with Clinton's draft history -- were politically motivated." Little Rock atty/past Clinton critic Cliff Jackson,

who studied in England with him, said he and Clinton "discussed ways of avoiding the draft, including Raymond Clinton's 'Navy reserve ploy.'" Surviving AR draft board member Robert Corrado "dismissed Clinton's response that 'everyone involved in the story is now dead'": "No one in his campaign has ever contacted me" (Nichols/Jolidon, 9/3).

BUSH-QUAYLE FANS THE FLAMES: From a statement by ex-American Legion Cmdr Dominic DiFrancesco: "Clinton told me and thousands of other veterans that he would 'set the record straight' about his draft status. ... The record clearly has not been 'set straight.' Serious witnesses now say that Bill Clinton did receive 'special treatment.' These serious witnesses are not 'now dead.' Regardless of one's views about the war or the draft, don't the American people deserve the truth on these important issues?" (Bush-Quayle release, 9/2).

MORE REAX: W.S. JOURNAL's Birnbaum writes the new charges were "dismissed as erroneous and unnewsworthy" by the Clinton camp. Navy Lt. Cmdr Trice Ellis downplayed his actions in several reports today, calling his work to create a Reserves slot for Clinton "routine": "I don't know what they're talking about when they say 'special deal.' We've run hundreds of people through our reserve unit; he was just one of them that didn't take it" (9/3). N.Y. POST's Orin: "The issue ... is [more] the 'Slick Willie' question of whether he has told the truth and why he has changed his story so many times since 1978. Also, for a would-be commander-in-chief, the report raises the question of whether someone who used pull to avoid military service himself can properly send others to fight and die." Orin also reports Clinton "told many reporters last winter that he also tried to join a Navy officer's program but 'my hearing wasn't good enough'" (9/3). N.Y. TIMES header: "Days After 'Final' Word on Draft, Clinton Faces Renewed Questions" (9/3). Rep. Bob Dornan (R-CA): "For the past year, [Clinton] has manipulated the media and the American people just like he manipulated the draft system" (Dornan release, 9/2). ABC's McWethy: "[VP] Quayle, who had his own draft controversy, today jumped on Governor Clinton for his." Quayle, in widely-covered comments from MO: "Clinton has a credibility problem. He is going to have to come clean with the American people and answer the questions." McWethy: "[Clinton] says he has answered all the questions, but to have this issue come up once again, at this point in the race, is at the very least, awkward" (9/2). CNN's Randall: "[Clinton] once again, facing the kinds of questions that marked some the darkest days of his campaign. ... started getting questions about all of this Tuesday night. The questions continued on Wednesday, a day Clinton wanted to focus on his education plan" (9/2). CBS' Threlkeld: "Throughout this campaign, Clinton's answer to this question has often been incomplete and inconsistent" (9/2).

MOST FORCEFUL DENIAL: "Exasperated, and obviously irritated," Clinton: "It's absolutely not true. I find it amazing that you could still be asking me questions, coming from Republicans who were opposed to me ... based on their memories of 23 years ago." Anonymous Clinton aide: "I don't think people are going to put much credence in a Republican hack trying to put words in the mouth of a dead man 60 days before the election" (Fairhall, Balto. SUN, 9/3).

MD STOP: Balto. SUN's coverage of Clinton's MD stumping was on the front-page of the state section; their coverage of the draft story was in the first section. Most other reports made one-line, if any, mention of Clinton's speech to Montgomery

College criticizing Bush's education record (9/3). BOSTON GLOBE's Wilkie led with the MD education stop, writing Clinton "continued his populist attack on President Bush by charging that administration policies had put a prohibitive price tag on higher education for many Americans" (9/3). L.A. TIMES' Decker: "Clinton did what is known as staying 'on message.' Confronted with renewed [draft] controversy," Clinton "refused any comment and went about his business of the day: Bashing President Bush" (9/3). Balto. SUN's Smith: "Clinton drew sharply contrasting pictures" of his and Bush's education views" (9/3). Clinton "warned" MD students Bush's across-the-board tax cuts will "mean large cuts in student aid next year" and "it's coming right out of your hide." He also "accused the administration of wanting to cut middle-class families" out of the federal student loan programs (Brosnan, Memphis COMMERCIAL APPEAL, 9/3). W. TIMES header: "Clinton: Bush student aid plan puts money in pockets of wealthy" (9/3). NEWSDAY's Shaw: "Clinton sought ... to brush aside new questions about his Vietnam draft status, and concentrate instead on bashing ... Bush's record on education" (9/3). Educ. Sec. Lamar Alexander also toured MD 9/3, and criticized Clinton's record on education (see #14).

ALSO: ROLL CALL's Kondracke writes Clinton "disappointed pro-Israel activists by clumsily endorsing" F-15 sales to Saudi Arabia. Clinton said 8/17 he "would not approve any weapons sale which would undermine Israel's military superiority." One pro-Israeli lobbyist: "This is the first time for Clinton that two competing interests have clashed. When it was Israel's interest versus jobs and votes, Israel lost. That's not a good sign" (Release to HOTLINE, 9/3). Hispanic GOPers released a statement "defining" Clinton's "real record on Hispanics." NJ Assemblyman Jose Sosa noted AR "has the same percentage of Hispanics" as OH, and OH Gov. George Voinovich (R) "has appointed more than 20 Hispanics to policy-making positions." Clinton "had the power to include Hispanics in significant policy-making positions but did nothing" (Bush-Quayle release, 9/2). N.Y. TIMES' Safire writes of Clinton's stump speech: "The general impression is that this guy means well and is not likely to do much harm, which befits a front-runner's strategy of playing not to lose. ... [But] He won't win by playing not to lose." Concluding, Clinton charges "wonkily that the country is 'undereducated, underorganized, underinvested and underled.' I'm underwhelmed" (9/3).

*4 CANDIDATE SCHEDULES

	9/3	9/4	9/5	9/6	9/6
CLINTON 501/399-3840 D. Seldin	DC Miami, FL	AR	Columbia, SC	Florence, SC HotSpgsAR	Indpendnce MO CincinatOH
GORE 501/399-3840 K. McKiernen	Pittsburg PA KbnkprtME	AR B'mingham AL	DC	DC	Chic. IL DetroitMI CincinatOH
BUSH 202/336-7080 T. Clarke	DC	DC	PainsvLOH HdrsnvLNC LouisvLKY	ChicagoIL Sault StMarieMI	M'kinawMI MilwaukWI DetroitMI

QUAYLE
202/456-7034
D. Beckwith

Chicago,
IL

DC

Darlington
SC

DC

TBA

===== THE TOP TEN =====

*5 HOTLINE ELECTORAL SCOREBOARD: NEW LOOK AT 40 STATE POLLS

The Scoreboard is The HOTLINE's weekly compilation of all known trial heat data from state polling. Polls listed go back only as far as the Dem Convention. The number of electors is listed after each state. The symbol (++) indicates lead beyond the margin of error; (+) indicates a lead within the margin.

NOTE: Only 13 states reflect polling after the GOP convention.

STATE	BUSH	CLINTON	POLLSTER/DATE/MARGIN OF ERROR
AL (9)	47%	47%	Davis-Penfield (D), 8/24-27, +/-3.5%
AK (3)	39	++47	Dittman Research, 8/14-19, +/-3.5%
AZ (8)	36	+42	KAET-TV/ASU, 8/29-30, +/-5%
CA (54)	28	++62	Field Poll, 7/22-25, +/-4.5%
CO (8)	26	++48	News9/Ciruli Assoc, 8-3/5, +/-4.1%
CT (8)	32	++50	Quinnipiac Coll., 8/26-31, +/-4.5%
DE (3)	30	++51	HOTLINE sources (D), 7/19-23, +/-4.2%
HI (4)	27	++54	HON. ADVERTISER/SMS, 7/22-23, +/-4%
IL (22)	32	++51	CHICAGO TRIBUNE, 8/22-24, +/-3%
KY (8)	35	++57	M.C. Squared Cnslting, 8/8-17, +/-2.5%
MD (10)	39	++48	Mason-Dixon, 8/28-30, +/-3.5%
MA (12)	31	++59	Opinion Dynamics, 8/15-17, +/-4.4%
MI (18)	27	++42	Public Sector Consult., 8/7-9, +/-5%
MN (10)	31	++60	Mpls STAR-TRIBUNE, 7/19-21, +/-4%
MS (7)	32	+42	MS Prs Assn/SoOpinRsch, 7/29-8/3, +/-5%
MO (11)	23	++50	S.L. POST-DISPATCH, 7/27-30, +/-3.6%
MT (3)	37	++49	PMR, 8/4-6, +/- 3.5%
NE (5)	38	+44	PMR, 7/31-8/2, +/-3.5%
NV (4)	34	++56	Maslin (D), 7/26-27, +/-4.5%
NH (4)	+48	44	ARG, 8/20-24, +/-5%
NJ (15)	35	+44	ASBURY PARK PRESS, 8/21-22, +/-3.8%
NM (5)	42	+44	KOAT-TV, 8/22-23, +/-3.4%
NY (33)	27	++55	Zogby Group, 8/17-24, +/-3.4%
NC (14)	44	+48	Mason-Dixon, 8/21-23, +/- 3.5%
ND (3)	35	+39	UND/GRAND FORKS HERALD, 7/26, +/-4%
OH (21)	33	++44	Cleve. PLAIN DEALER, 8/9-12, +/-3%
OK (8)	41	+44	Mason-Dixon, 8/14-16, +/-3.5%
OR (7)	32	++51	Opinion Dynamics, 8/12-14, +/-4.4%
PA (23)	32	++60	HOTLINE sources (D), 8/10-13, +/-3.5
SC (8)	36	+42	SC Prs Assn/So.OpinRsch, 7/25-28, +/-6%
SD (3)	37	+46	SD Dems, 7/30-8/4, +/-5%
TN (11)	41	++49	Mason-Dixon, 8/27-29, +/-3.5%
TX (32)	+45	44	Mason-Dixon, 8/21-24, +/-3.5%
UT (5)	++46	36	Valley Research, 8/8-15, +/-3.5%
VA (13)	37	+44	Mason-Dixon, 7/25-27, +/-3.5%
VT (3)	31	++46	Burl. FREE PRESS, 8/23-24, +/-5%
WA (11)	32	++56	Evns-McDngh/WA Dems, 7/20-21, +/-4.9%
WV (5)	31	++51	WV Prs Assn/So.OpinRsch, 8/4-9, +/-5%
WI (11)	31	++57	MIL. JOURNAL/PMR, 8/12-13, +/-3.5%
WY (3)	42	+48	Bennett-Petts (D), 7/26-27, +/-5%

ELECTORAL COLLEGE TOTALS: (270 electors needed to win).					
	STATES	ELECTORS	OUTSIDE M/E	STATES	ELECTORS
Clinton	36	395	Clinton	24	303
Bush	3	41	Bush	1	5
Tie	1	9			

NOT CITED (93 electors): AR (6), DC (3), FL (25), GA (13), ID (4), IN (12), IA (7), KS (6), LA (9), ME (4), RI (4).

***6 PENNSYLVANIA (23): GOP SLOW OUT OF THE GATE**

Bush and Clinton staffers agree the Bush camp has been slow in organizing here. Bush PA exec. dir. Dick Filling: "The campaign did get a late start. Probably two months later than we should have." Bush PA chair Elsie Hillman and Filling "promise a pedal-to-the-metal effort," but "right now there are complaints that the juggernaut has its parking break on." Delaware Co. GOP head Charles Sexton: "There is no literature, no signs. There is no organization in place." Bush PA co-chair/Rep. Robert Walker (R-16) "quickly adds" PA is "so important for a Clinton victory" that it "deserves special attention from Washington." Walker and Filling say the Bush camp "has not yet decided to 'target'" PA. Hillman: "We are the first tier. We are targeted." Bush political affairs dir. David Carney said no "target" states will be "selected until the closing weeks," although he added PA "is in our top tier ... and we are going to campaign there aggressively." The GOP late start is blamed on a number of factors including an "intentionally slow policy ... in Washington," according to Hillman; PA GOP Reps. emphasizing winning their own elections "rather than helping Bush"; and Sen. Arlen Specter's (R) "heated" race against women's activist Lynn Yeakel (D). Walker still calls PA "very winnable" for Bush, although GOPers "concede Bush is probably trailing Clinton" (Gorenstein, PHILA. INQUIRER, 9/2).

***7 TEXAS (32): RETURNS HOME BEARING GIFTS**

Bush returned to TX "hoping to use the power of incumbency to return to his accustomed front-runner's position in his adopted home state. The trip to Lubbock and Fort Worth is billed as official business, but in an election year the line between government and politics is drawn with invisible ink" (Gravois, HOUSTON POST, 9/2). For news on Bush's trip, see #1.

BIRTHDAY BARB: Gov. Ann Richards (D) spent her birthday "firing verbal barbs at President Bush and a birdshot at doves on a hunt used to stump" for state candidates. Richards on the GOP convention, to a group of "mostly hunters": "The Republicans had such a really sad convention, they didn't get the ... dead cat bounce. ... You know even a dead cat will bounce if you throw it hard enough" (AP/DALLAS MORNING NEWS, 9/2).

***8 NORTH CAROLINA (14): BARBARA AND JESSE BOTH IN RALEIGH**

Barbara Bush campaigned in Raleigh yesterday "as if she were running for president of the Junior League -- cracking a few Millie jokes, encouraging charity, and bubbling about what a great guy she is married to." Barbara "plays the good cop to the bad cops of such Republicans" as VP Quayle and Min. Whip Rep. Newt Gingrich (R-GA), both of whom have been in NC recently. President Bush "is expected to attend the Apple Festival in Hendersonville on Saturday in yet another sign of how important [NC] has become as a swing state" (Christensen, Raleigh NEWS &

OBSERVER, 9/3). Meanwhile, Jesse Jackson "had a crowd on its feet and lined up at voter registration tables" at St. Augustine's College, yesterday. For Jackson, "encouraging youth to vote was more important than upstaging Barbara Bush's visit" or campaigning for Clinton. "St. Augustine's was one of many stops Jackson made in Raleigh ... to boost voter registration." While he encouraged students to vote, "he did not push them to vote for Clinton" (Seymore, NEWS & OBSERVER, 9/3).

*9 OHIO (21): BUSH "WILL HAVE TO WORK REALLY HARD"

OH Bush-Quayle chair/Gov. George Voinovich (R) when asked how "he thinks President Bush is faring" in OH: "I'm concerned we're going to have to work really hard in Ohio. ... He could have given more attention to the domestic scene, but there's only 24 hours in a day. ... He got some bad advice from his economic advisers who kept telling him that things were going to get better." Voinovich said the Clinton-Gore ticket "will be more oriented toward the South ... You've got to have somebody in the White House that understands what it is like to be part of the industrial Midwest" and added, Quayle "fits the bill." Voinovich said "jobs, jobs, jobs" should be the Bush-Quayle campaign theme (Johnson, COLUMBUS DISPATCH, 9/2).

*10 THE OTHER FORTY: CT, MD, MO AND TN

CONNECTICUT (8): Quinnipiac College poll surveyed 667 registered voters from 8/26-31; margin of error +/- 4.5%. Party affiliation subsamples +/- 6%. 63% supported Bush in '88, 35% said they did not (Quinnipiac release, 9/2).

	ALL	W/LNRS	8/92	FAV/ UNFAV	Quayle	FAV/ UNFAV
Clinton	50%	53%	51%	56%/ 30%	Gore	32%/ 59%
Bush	32	36	30	41 / 52		57 / 16

MARYLAND (10): Mason-Dixon Opinion/Research surveyed 802 likely general election voters from 8/28-30; margin of error +/- 3.5% (WJAL-TV, WMAR-TV, 9/1; Montgomery JOURNAL, 9/2).

	ALL	MEN	WOM	BLK	WHT	FAV/ UNFAV
Clinton	48%	45%	51%	81%	38%	42%/ 39%
Bush	39	42	36	7	49	36 / 51
Undec.	13					

			FAV/ UNFAV
3-WAY MATCH-UP		Quayle	29%/ 46%
Clinton	41%	Gore	55 / 19
Bush	36	Perot	16 / 57
Perot	12		

Two factors "could heavily influence the outcome" in MD -- One, that Perot's name will be on the ballot and "both camps agree" that Perot "is likely to siphon more votes from Bush than Clinton." Also, an abortion referendum which "undoubtedly will generate a great deal of publicity, again Clinton could benefit." Dems consider MD one of the states Clinton has to win, while "Bush may not be able to expend precious time" in MD, due to "closer races in other key states." Bush aides say "he will not commit advertising dollars specifically" to MD (W. POST, 9/3).

MISSOURI (11): MO Perot coordinator Sandy McClure is "outraged" that 4 ex-Perot backers endorsed Bush last week and

said it was "blatant misrepresentation" for the Bush camp to use them in political appearances on Bush's behalf. McClure said none of the four "had been active in the Perot drive for several weeks" (ST. LOUIS POST-DISPATCH, 9/2).

TENNESSEE (11): Mason-Dixon Opinion/Research surveyed 814 likely general election voters from 8/27-29; margin of error +/- 3.5% (Nashville TENNESSEAN, CHATTANOOGA TIMES, 9/2).

	ALL	MEN	WOM	BLK	WHT	FAV/	UNFAV
Clinton	49%	48%	50%	85%	42%	44%/	33%
Bush	41	41	41	4	48	41 /	43
Undec.	10						

			FAV/	UNFAV
3-WAY MATCH-UP		Quayle	33%/	54%
Clinton	44%	Gore	66 /	22
Bush	35	Perot	18 /	58
Perot	9			

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*11 ECONOMICS: CAP-GAINS HAIL MARY IN THE MAKING?

BOSTON GLOBE's Gosselin reports, "President Bush and his top aides are considering an executive order that would substantially reduce taxes on the gain on house sales and investment profits. The administration had previously rejected the idea as unconstitutional." Bush "would effectively cut the capital gains tax ... by ordering the Treasury Department to redefine the word 'cost' in the federal tax code so that it is measured in current, rather than historical dollars." Until now, "legal questions" have prevented the move -- the "most recent" coming from Treas/Sec. Nicholas Brady at the GOP convention: "If we could do it, we would. We have had no competent legal advice that you could do it." But WH officials who support the order "were helped last week when a team of lawyers," hired by the U.S. Chamber of Commerce and headed by ex-asst Reagan AG Charles Cooper, "concluded that the president does have the authority to order the change. White House officials said that Bush would wait for [AG Wm] Barr's opinion before deciding to act" (9/3).

AD WATCH: Labor Sec. Lynn Martin accused Clinton of "being 'extraordinarily manipulative' with economic numbers during his time" as AR Gov. At a DC press conference, Martin took issue with Clinton's claim in his new TV ad of economic growth in AR and called him "a low-wage governor from a low-growth state." Martin claimed the growth rate in the '80s in AR was 13.4%, compared to the 17% national average (BOSTON GLOBE, 9/3). The Bush campaign released charts comparing the 22.8% AR growth rate in the 70s to that of the 80s, "The Clinton Decade." Bush dep. manager Mary Matalin refers to Clinton as "a career politician who never has run a business, never has met a payroll, and never has created a private-sector job" (release, 9/2).

NUMBERS GAME: Bush adviser Charles Black, on the disputed charge Clinton has raised taxes 128 times: "We stand by the 128 figure. ... But the real point of this ... is what Gov. Clinton has done in the past is what he wants to do to America in the future." Clinton commun. dir. George Stephanopoulos: "If we raised taxes 128 times, Reagan and Bush did it 577" ("M/L," PBS, 9/2). Jeff Greenfield theorizes campaign operatives are getting figures from supermarket shelves: "Formula 409, Product 19 and, most appropriately, 2000 Flushes" (N.Y. POST, 9/3). Kinsley, in a follow-up on the "128" dispute, calls Bush's use of the figure in his acceptance speech "a lie of gemlike purity and distilled cynicism. ... This is not about taxes. It is about, as Bush says, character and trust" (9/3). W. POST editorial: "If anything, Gov. Clinton could be criticized more easily for having failed to raise taxes enough" (9/3). Western Digital chair Roger Johnson, in an L.A. TIMES op-ed: "As a Republican who has voted for every GOP presidential candidate, it has been an eye-opening experience to find that a Democratic governor from [AR] has a far better understanding of what America needs than does an incumbent Republican administration" (9/2). In a "Fact Check," Balto. SUN's Lewthwaite reports the Clinton assertion Bush's "plan to cap Medicare would cost the average elderly beneficiary \$2,000 over five years is open to question" (9/3).

MOVE OVER ROSS PEROT: The Clinton-Gore campaign announced that their economic plan -- "Putting People First" -- was being published by Times Books. 200,000 copies were sent to bookstores, libraries and schools yesterday (release, 9/2).

*12 HURRICANE ANDREW: MORE TV TALK

Bush dep. manager Mary Matalin on Clinton's visit to FL: "His aide was quoted yesterday saying that they wanted to keep politics out of it, so I trust them at their word, but for the life of me, I'm hard pressed to see what he could be doing out there. Clearly the situation, the devastation has been widely covered and I don't know what more he's going to see by going down there" ("Fox Morning News," 9/3). Barbara Bush, in a taped interview, on implications that Bush's visit was political: "That's baloney. The reason we went there was the same reason we went to the Sudan" ("GMA," ABC, 9/3). FL GOP chair Van Poole: "We've suspended all campaign activities in the Miami area ... we only care about getting people's lives back in shape and their homes rebuilt. ... When all the dust settles people are going to see that when the President was asked, which was when the official request came in Thursday afternoon at 1:45, he responded. ... People are going to see that he was doing the job he was supposed to be doing." FL Dem chair Simon Ferro: "We asked Gov. Clinton not to come to South Florida last week, in the midst of the emergency, because we felt that a visit would be seen as political and would only interfere with relief efforts. We feel that a visit this week would be proper" ("Today," NBC, 9/3). ABC's Bruno: "Clinton has to be careful of what he says when he goes there ... it's going to be very low profile" (9/3).

FEMA: Marilyn Quayle, a FEMA board member, appeared on CNN yesterday: "I've been working in the disaster area for many years now, and am respected by most of the people here. I've worked with most of them on different -- not only disaster sites, but in pre-planning. So they know that I'm here to get something done, and interested in the logistics, how to make things better, how to improve not just here, but go back and make new plans." CNN's Holliman: "Is it the governor's fault that people had to wait three or four days for aid?" Quayle: "Oh, no -- they didn't wait that long for aid, but in some instances they did. It's the fault of the devastation of the hurricane" (9/2).

*13 EDUCATION: ALEXANDER TALKS, GEIGER COUNTERS

Sec/Educ. Lamar Alexander and NEA pres. Keith Geiger "were at odds again ... over education expenditures." While Alexander released his back-to-school forecast 9/2, Geiger called teacher attitudes "bleak, uncertain, angry." Alexander announced total education spending is "expected to reach" \$445B this year, up 5% over '91 and up 40% over the last decade. But he added: "These figures remind us that money alone is not the answer to better schools." Speaking at an NEA breakfast, Geiger said "members of the 2.1-million-member" union are "tired of having education reform 'fads' such as longer school days foisted upon them without additional funding." The NEA also opposes school choice. Alexander "reiterated" the administration's desire to create "break-the-mold" schools to help children "attain the six National Education goals." Geiger said NEA members are "ho-hum" about the goals, "just like the American people are ho-hum about the goals": "The goals are worthy goals. But there's no confidence that anyone's paying any attention to them" (Innerst, W. TIMES, 9/3). Alexander also "traded shots" with Clinton: "Governor Clinton has already shown us what kind of education president he would be by telling the NEA exactly what they wanted to hear -- the least amount of change for the largest amount of money. How is he going to change schools with teacher union

leaders and the Democrats in Congress draped around his neck?" (Bush-Quayle release, 9/2). In Rockville, MD, Clinton blamed federal funding cuts and a sluggish economy for the 'first-ever' enrollment cap at Montgomery College (BOSTON GLOBE, 9/3).

*14 ENVIRONMENT: ... AND TONY RANDALL AS AL GORE

WH Council on Environmental Quality chair Michael Deland called Clinton and Gore an "environmental odd couple." Deland said Clinton has a "deplorable" enviro record, Gore's proposals "make no sense" and Clinton chose Gore as VP "to disguise his own record." In contrast, Deland called Bush "the environmental president" whose record "is unequaled by any president since the days of Teddy Roosevelt" (Posner, REUTERS/BOSTON GLOBE, 9/2). "Deland insisted there was no contradiction between his portrayal of Clinton as an environmental menace and recent depictions of the [Clinton and Gore] as environmental kamikazes out to destroy the nation's economic base." Asked whether he thought Clinton was too strong and too weak on the environment, Deland: "I can't predict what he would be. 'Slick Willie is playing out.'" As New England EPA head in '88, Deland helped Bush link Dukakis to Boston Harbor (Schwartz/Weisskopf, W. POST, 9/3).

REVIEWS YOU CAN USE: Following up on his encounter with Gore 8/30's "Brinkley," George Will leveled more criticism at Gore's book, "Earth in the Balance," calling it "wastebasket-worthy": "What is dismaying is the way he trades in ideas, uncritically embracing extremisms that seem to justify vast expansions of his righteousness and of the power of the government he seeks to lead" (W. POST, 9/3). On "Crossfire," John Sununu to Clinton adviser Robert Reich on Gore's "eco-terrorist plan ... which would ... wipe out the auto industry." Reich: "Exactly the opposite ... Other nations, like Germany and Japan, by investing in environmental protection are building new industries. Environmental technologies coming out of Germany and Japan are actually creating more competitiveness. It's only the Bush [Admin.] that has set up this false dichotomy between the environment and business growth" ("Crossfire," CNN, 9/2).

MORE GORE: Gore will address the annual Green Vote Conference today by telephone, following the release of the League of Conservation Voters release of their presidential candidate profiles (LCV release, 9/2). The Bush-Quayle Fax-of-the-Day 9/1 targets "Earth in the Balance" in conjunction with the auto industry and CAFE standards (Bush-Quayle release, 9/1).

*15 ALASKA: MURKOWSKI PLAYING FAVORITES?

Sen. Frank Murkowski (R) "doesn't know which one Democrat will survive [the 9/8 primary] but that is not stopping him from slamming" atty Tony Smith (D). "While a higher-up" in the Murkowski camp said his new ad against Smith "is nothing more than a response to Smith attacks, the ad's creator said it may be an effort to help" businessman Willie Hensley (D) "because Hensley could be easier to beat in November." Smith: "It's pretty clear what Murkowski is trying to do -- he's an old-style politician and he's trying to make sure his opponent in the general election is a carbon copy. ... It's cheap, dirty politics." George Lukens, who filmed the Murkowski ad: "I would guess they think Smith would do better than Hensley." Murkowski spokesperson Bill Noll called the ad "tongue-in-cheek" and said it was "not an endorsement of any kind." Hensley spokespersons denied comment (Badger, AP/ANCHORAGE DAILY NEWS, 9/2).

POLLS: KODIAK MIRROR's Pfeifer writes, "Things are starting to heat up" for the 9/8 Dem primary. "Depending on which polls you look at," Smith is trailing Hensley "by anywhere between 5 and 20 points," although "Smith claims he's gaining some six to eleven points a week" (9/1).

*16 ILLINOIS: WILLIAMSON BEGINS NEW RADIO ADS

"Looking to personalize his campaign without getting too personal about his opponent" atty. Rich Williamson (R) began airing two new radio ads that "contrast his ideology" with Cook Co. Recorder of Deeds Carol Moseley Braun (D). Williamson "drops the sharp attack against Braun that characterized his early ads and speaks directly to the voters." The ads "started in radio markets Downstate, where Williamson's name recognition is lowest." The statewide buy will cost \$40,000/week initially, and three other ads "already made and keeping with the new strategy -- could work into the rotation after Labor Day." Williamson spokesperson David Loveday "acknowledged the shift in tenor and approach": "We want to make sure people take a look at this election, especially as the political season comes into sharper focus after the Labor Day weekend" (Hardy, CHICAGO TRIBUNE, 9/2). Text of ad titled "spending": "If you believe government is too small and politicians are paid too little, vote for Carol Braun. Because she has consistently voted to increase her pay and your taxes. ... No this campaign is not about race. Not about gender. This campaign is about you. Your dreams. Your aspirations. And who will work in Washington to make your dreams a reality" (Williamson release, 9/1). In another, Williamson calls the race "the clearest ideological choice in the nation. And so it is. I think government is too big, too wasteful. ... I will vote for the death penalty and I will vote against congressional payraises and pensions. And I believe that the pledge of allegiance still belongs in the classroom and marijuana does not. No this campaign is not about race. Not about gender. Or even Rich Williamson or Carol Moseley Braun. It's about the future." (Williamson release, 9/1).

*17 NEW YORK: ABRAMS ADS STEER CLEAR FROM BRAWL

Under header "Abrams ads stay clean as his aides dish the dirt," N.Y. POST's Dicker & Delfiner write, AG Bob Abrams (D) TV ads "are taking the political high road -- even after his two top

aides attacked" ex-Rep. Geraldine Ferraro (D). As Abrams "non-controversial" ads were released, his staffers "again blasted Ferraro for her alleged Mafia ties." Abrams consultant Ethan Geto: "Ferraro's attempt to compare herself to Anita Hill is reminiscent of Dan Quayle trying to compare himself to John F. Kennedy." Ferraro spokesperson Frank Wilkinson: "Geto and his candidate should get out of the gutter and talk about real issues." Abrams spokesperson Tim Gilles also "insisted" Ferraro "is up to her eyeballs in her husband's real estate business" (9/2). N.Y. DAILY NEWS header: "Abrams hits Gerry but not in TV ad" (9/2). ALBANY TIMES-UNION's Precious compares the strategies of the Abrams and Ferraro campaign under header "Abrams unleashes last-ditch TV ad blitz." For Abrams, "all is riding on the success of his ad campaign" which "on the surface takes the political high road" (9/2). The Abrams ads are "full of warm images" and do not mention Ferraro's finances although "the stream of news clippings about his efforts against organized crime is ... a subtle contrast" to questions about Ferraro's alleged business dealings (Purdum, N.Y. TIMES, 9/2). "Unflashy as it may be," Abrams' ad is "classic political advertising" (Precious, ALBANY TIMES UNION, 9/2).

BUT WAIT, THERE'S MORE: In response to the "mud," Ferraro released a new, issue-oriented ad 9/2. Partial text: "Marymount College prepared me for my first job -- teaching second graders in a [NYC] public school. Actually, nothing prepares you to teach second graders. You know, for those kids -- for a lot of them -- education was our hope for a better life. So if this former school teacher goes to the U.S. Senate, I'll fight my heart out for full funding of Head Start and for college loans for middle class families. We've spent a lot of time and money trying to solve the whole world's problems. Now let's solve some of our own" (Ferraro release, 9/2). NEWSDAY's Schanberg: "A potential beneficiary of the [Dem] mud-wrestling will be the muddiest [NY] senator in anyone's memory," Sen. D'Amato (9/1).

MORE MOB: Rep. Charles Rangel (D-16) "denounced tactics used against" Ferraro by NYC Controller Liz Holtzman and Abrams, who Rangel has already endorsed and "continues to support." Rangel on the accusations against Ferraro: "Liz Holtzman and Bob Abrams are ordinarily decent people, and I think what they're doing corrupts the entire system of politics. I think it's very, very bad" (Lombardi, N.Y. DAILY NEWS, 9/3). Holtzman manager Ed O'Malley "analyzed" and "found several flaws" in a memo prepared for Ferraro by Judge Harold Tyler on the VILLAGE VOICE mafia allegations (Holtzman release, 9/1).

ON THE TRAIL: "Ferraro spent yesterday on a "round-the-clock, 24-hour campaign swing across" the state, while Abrams and Rev. Al Sharpton spent the day "courting editorial endorsements from newspapers." Holtzman will "embark on her own 12-hour fly around" of the state today (Lyall, N.Y. TIMES, 9/3).

"ROCKY 2: DEMOCRACY ON THE ROPES": That's the header over a N.Y. TIMES editorial stating "New Yorkers can only feel disgust at the unwillingness of either the Legislature or the courts to confront the state's crazy, unfair ballot rules" in response to a Federal judge "dismissing without a hearing" the claims that local election officials "thwarted" enviro atty Larry Rockefeller's (R) attempted GOP bid (9/2). Rockefeller will appeal in Circuit Court of Appeals (Rockefeller release, 9/1). NEWSDAY editorial calls for the appeals court to "move quickly to restore democracy to the GOP" (9/3).

*18 OREGON: NOT WHETHER TO DEBATE, BUT WHEN AND HOW MUCH

Sen. Bob Packwood (R) and Rep. Les AuCoin (D-01) "aren't sure whether they can reach agreement on when and where to hold debates for the state's premier political race this fall. ... Both sides have accused the other of wanting to duck meaningful debates," producing "a thick file of letters and press releases as both try to claim the moral high ground." Packwood proposed 10 debates in August and 10 in October. The plan's goal would be that "the two meet in every city in [OR] that has a daily newspaper." AuCoin manager Mary Beth Cahill would like the debates "to be held in formats that would attract broad coverage by the news media." Packwood's proposal allows him "to dominate the airwaves with his paid commercials," while utilizing his "much bigger campaign fund." AuCoin's "clean campaign," proposal includes "a series of televised debates, as well as limits on spending and on negative advertising." AuCoin's offer to hold three debates in late August and early October was rejected on the grounds that "there are too many weekend meetings as the Senate pushes toward adjournment." Even though Cahill claims she made "every concession" to agree, Packwood manager Elaine Franklin stated: "I have no sense they want to come to closure on this." AuCoin agreed to appear Oct. 23 before the City Club of Portland, which has frequently attracted live broadcast coverage of its major political debates (Mapes, Portland OREGONIAN, 9/1).

*19 VERMONT: LEAHY ACCEPTED MONEY FROM S&L INTERESTS

A new Common Cause study ranks Sen. Patrick Leahy (D) 70th out of 81 Senators in receiving contributions from bankers, investors and PACs involved with S&Ls. Leahy accepted \$12,750 from such interests and his "record shows that he supported some measures that benefitted S&Ls. ... In hindsight, Leahy acknowledged that allowing some institutions to remain open resulted in greater losses to taxpayers." Leahy is not accepting PAC money in his re-election bid against GOPers Sec/State Jim Douglas and businessman John Gropper (Zentz, BURLINGTON FREE PRESS, 9/2). Leahy "bristled at the suggestion that his votes were affected" by the donations: "For Common Cause, or anyone else, to suggest that this support for these depositors is an indication of a coziness with the S&L industry, is ridiculous" (FREE PRESS, 9/2). Leahy returned an '86 contribution by convicted insider trader Ivan Boesky. An '86 contribution from indicted Clark Clifford "won't" be returned (FREE PRESS, 9/2).

COPYCAT? VT GOP charged Leahy's proposed campaign plan to limit spending to \$440,000 per candidate, engage in 6 one-hour debates and refrain from TV and newspaper advertising "is almost the same" as the plan put forth by Sen. Wyche Fowler (D-GA): "Both Leahy and Fowler may be lip-synching their campaigns at the direction of political campaign maestro Frank Greer." Leahy said he made his proposal almost 3 months before Fowler. Last week, Leahy accused Douglas "of relying on the national [GOP] for economic and congressional reform proposals" (FREE PRESS, 8/28).

*20 WASHINGTON: BOTH PARTIES STAGE DEBATES

King Co. Exec. Tim Hill (R), Rep. Rod Chandler (R-08), and state Sen. Leo Thorsness (R) "sparred over the spotted owl issue, health-care reform and the appointment of Clarence Thomas to the U.S. Supreme Court" in a TV debate last night. Hill and Chandler "took most of the shots at each other, with Hill accusing his opponent of playing to the fears of the logging communities over the spotted owl issue, and Chandler accusing Hill of waffling on

his position on Thomas'" confirmation (Bruscas, SEATTLE POST-INTELLIGENCER, 9/3). In a 9/1 Dem debate broadcast on public TV and statewide radio stations, ex-Rep. Don Bonker (D) and state Sen. Patty Murray (D) "sparred over the economy, log exports, health care and other issues." Bonker "generally took the offensive, at one point accusing Murray of glossing over problems without specific solutions": "Patty and I make a good team. She describes the problem and I provide the solution." Bonker "was also shy on specifics" about deficit reduction and said he would back a "pay or play" type health care system, which Murray said she would oppose (AP/Bellevue JOURNAL AMERICAN, 9/2).

ENDORSEMENTS: SEATTLE TIMES endorses Murray and Hill. Murray is called someone who "possesses lots of potential and guts: "She will offer a clear, cogent voice for education" and "has shown herself to be a quick and able member" of the state legislature. Hill "is strongly pro-choice ... supports anti-discrimination ... has a good environmental record and will sensibly protect this state's natural resources" (8/30).

PROFILES: TACOMA NEWS TRIBUNE's Callaghan profiles the candidates. On Bonker: "On the stump he talks about issues and hard problems at a time when political styles have turned to image" (9/2). Callaghan on Murray: "When she announced against now-retiring Sen. Brock Adams (D) she "was considered a Dawn Quixote launching a hopeless crusade." Now she "is clearly looking beyond the primary" (8/31). Callaghan calls Chandler "the man in the middle, just where he likes it. ... He's looked to his right for broadsides" from Thorsness and "to his left for shots" from Hill. He's had "more advantages than disadvantages" but he "personifies the new bogey-man of politics -- the inside-the-Beltway incumbent" (NEWS TRIBUNE, 9/1). SEATTLE TIMES' Schaefer profiles Chandler: "Judging from most of his speeches, Chandler is still running against Adams" (8/31).

ALSO: Chandler joined hands with OR Treasurer Tony Meeker (R), a congressional candidate, "calling for an overhaul of the federal Endangered Species Act. ... So far, however, Chandler's position on forest protection has placed him within the minority of the Northwest delegation." Chandler was one of "only three" NW lawmakers to back Interior/Sec Manuel Lujan's "so-called 'owl-preservation plan'" (Durbin, Portland OREGONIAN, 9/1). Murray began airing TV spots 8/31 in greater Seattle after 10 days on the air in other regions. The ads will continue through the 9/15 primary (Murray release, 8/28).

*21 WISCONSIN: MUDDIED MOODY TURNS TO COMPARISON ADS

Though "the mudslinging may be over for the time being," watch out for "some hard-hitting 'comparison' commercials" from the Dem candidates. Rep. Jim Moody's (D-05) camp "confirmed ... that it was considering such issue-based ads as a way of contrasting Moody with state Sen. Russ Feingold [D]." Moody spokesperson Keith Dinsmore "suggested resumption of an outright negative attack strategy was unlikely even if new revelations hit the media regarding" Checota: "It wouldn't preclude doing comparison ads on any position ... sometimes negative is in the eye of the beholder." Moody was endorsed this week by the MILWAUKEE SENTINEL, MILWAUKEE JOURNAL and the St. Paul PIONEER-PRESS. Feingold was endorsed by the CAPITAL TIMES, the Green Bay NEWS-CHRONICLE and the PHILLIPS BEE (Mayers, STATE JOURNAL, 9/2).

ADS: Moody released "Issues" 9/2 statewide. Text: "We all know Russ Feingold's ads are funny, but do we really know how he stands on the issues?" The announcer highlights the balanced

budget amendment, term limits and the middle-class tax cut -- all of which Moody supports and Feingold does not (Moody release, 9/2). Feingold also released another 30-second ad called "Stoop -- Gaining." Feingold voice over, with video of cardboard heads of Checota and Moody splattered with mud: "While they've been discrediting each other, I've been issuing my 82-point plan to eliminate the federal deficit. And I've been talking to you voters about [elderly care, health care, etc]." Camera pulls back to show Feingold standing behind the cutouts which come up to his waist. Feingold: "How can I keep clean of all the mudslinging? Simple. I refuse to stoop to this level." Cut to Feingold dodging a volley of mud: "Uh oh. I must be gaining on them" (Feingold release, 9/2).

*22 BUDGET: CUTS PAINFUL FOR ALL INVOLVED

"The end of the state's budget crisis ... signaled the beginning of fiscal headaches for city and school district officials, who must now find" ways to trim their own budgets (Kirkwood/Davila, ALAMEDA TIMES-STAR, 9/3). "To make ends meet, counties and cities will have to look at layoffs, furloughs, hiring freezes, salary cutbacks or no pay raises." Wilson also cut an additional \$450 million from the Legislature's compromise budget through line-item vetoes (S.F. CHRONICLE, 9/3).

REAX: "There were many losers and no real winners" (Yoachum, S.F. CHRONICLE, 9/3). Wilson: "It was an austere budget because the times are austere" (S.F. CHRONICLE, 9/3). Fremont City Manager Roger Anderson: "There's not much else to cut. It stinks" (S.J. MERCURY NEWS, 9/2). Assoc. of CA School Admins. lobbyist Bob Wells: Wilson "was willing to risk everything" (S.D. UNION-TRIBUNE, 9/3). State Schools Super. Bill Honig "accused Wilson of 'lying' and using a back-door method to further reduce school spending": "This is the worst breaking of a word I have ever seen by anybody" (S.J. MERCURY NEWS, 9/3). Glendale City Councilman Larry Zarian: "[It's a] no-win budget for cities, telling us in effect to raise taxes" (GLENDALE NEWS-PRESS, 9/3). S.F. CHRONICLE's Kershner: "[It] represents Wilson's view that shock treatment is needed in the face of deep-seated pessimism and a harsh economic reality" (9/3). Assemblyman Jim Costa (D): "When you combine Wilson's greater willingness to outlast us with his greater power and authority, there was no doubt in most of the issues we dealt with he would ultimately prevail" (FRESNO BEE, 9/3). W.S. JOURNAL editorial: "Wilson, for his part, held out for discretionary appointments that he can use to further his political ambitions" (9/3).

TV: ABC's Jennings, quoting a CA Assemblyman: "It's going to be a tough year to be poor in [CA]." CA Assemblywoman Delaine Eastin (D): "It's a budget that reflects the nation's economy in a big way, [CA is] a microcosm of the nation. And it is a statement of values that says there is no strategic plan for really improving on this country's future" (9/2). NBC's Phillips: "The only agreement is, nobody likes it." CNN's Lefevre: "Economists warn that [CA's] money-crunch will be repeated in many other states and that the same kinds of drastic cuts will soon be coming to a state capitol near you" (9/2).

HEADLINES: OAKLAND TRIBUNE: "Finally!" (9/3). Long Beach PRESS-TELEGRAM: "Budget game's over; pain begins" (9/3). Pasadena STAR-NEWS: "One crisis ends -- and many more begin" (9/3). N.Y. TIMES subhead: "Now Fears Grow About New Crisis in the Spring" (9/3). W. TIMES: "Wilson wins battle of the budget" (9/3). USA TODAY: "Budget leaves Wilson holding the bag" (9/3).

WILL WILSON TAKE THE HEAT? Assembly Speaker Willie Brown (D) "thinks that voters, while angry at the governor and the Legislature for the deadlock, are not likely to blame individual legislators" (S.D. UNION-TRIBUNE, 9/3). Even some GOPers "questioned whether the protracted budget deadlock ... would help Wilson" (S.J. MERCURY NEWS, 9/3).

===== POLL UPDATE =====

*23 HARRIS: CLINTON 50%, BUSH 45%

Louis Harris & Assoc. surveyed 904 likely gen. election voters 8/26-9/1; margin of error +/- 3% (Harris release, 9/2).

	LVS	MEN	WOM	WHT	BLK	HISP	DEM	GOP	IND
Clinton	50%	47%	52%	45%	89%	35%	87%	15%	50%
Bush	45	48	42	50	8	61	11	82	41
Undec.	5								

	GEOGRAPHY				IDEOLOGY		
	URB	SBRB	RRL	SM/TOWN	CONSERV	LIBERAL	MODERATE
Clinton	56%	42%	52%	54%	27%	88%	57%
Bush	39	53	37	42	68	9	38

BUSH JOB RATING	NOW	7/92	6/92	4/92	3/92	12/91	9/91
Positive	41%	29%	32%	37%	38%	46%	57%
Negative	58	70	67	62	61	54	42

STRENGTH OF SUPPORT	CLINTON VOTERS		BUSH VOTERS	
	NOW	7/92	NOW	7/92
Very strongly	43%	36%	42%	30%
Somewhat strongly	45	45	46	46
Not very strongly	12	19	12	24

(OF BUSH VOTERS) WHICH IS MORE IMPORTANT -- ELECTING GEORGE BUSH OR PREVENTING ELECTION OF BILL CLINTON?

Elect Bush	66%	Prevent Clinton	26%
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===== TV MONITOR =====

*24 THIS MORNING: ABC's "GMA" aired a taped interview of Barbara Bush on hurricane relief efforts; and ABC's Hal Bruno on campaign '92. NBC's "Today" hosted FL Dem chair Simon Ferro and FL GOP chair Van Poole, Dade Co. manager Joaquin Avino on relief efforts, presidential scholar Barbara Kellerman and Center for the Study of the Presidency's Gordon Hoxie. "CBS This Morning" hosted Marilyn Quayle, a FEMA board member, from Homestead, FL; and "On Wings of Eagles" author Ken Follet on Perot. FOX hosted Bush-Quayle dep. manager Mary Matalin (9/3).

A.M. QUOTABLES: Follet on Perot: "People used to say to Ross, years ago, why don't you run for president. And he used to say 'No, if I could run for King ...'" ("CBS This Morning," 9/3).

LAST NIGHT: ABC and PBS' "MacNeil/Lehrer" led with Bush. All other nets led with Hurricane Andrew. "M/L" in a new feature titled "Fact or Fiction," examined Bush's charge of Clinton raising taxes 128 times with Clinton comm. dir. George Stephanopoulos and Bush senior adviser Charles Black. CNN's "Crossfire" hosted Clinton econ. adviser Robert Reich and Bush dep. chair Clayton Yeutter on the budget (9/2).

WHAT ARE YOU LAUGHING AT? NBC's Jay Leno on Clinton's new draft "controversy": "Clinton got help from his uncle, Quayle got help from his father -- no wonder why these guys are such big fans of family values." On Bush: "Bush is now being accused of manufacturing the current crises with Iraq. I'll say one thing, if it's true, it'll be the first manufacturing job he brought to the U.S. in years." On which party God would belong to: "He doesn't make mistakes -- so he can't be a Democrat. But he is kind and loving -- so he can't be a Republican either." On Dagwood quitting his job to go work with Blondie in her catering business: "Dagwood is quitting his job to go work for his wife -- Boy, you thought Dan Quayle was upset about Murphy Brown" ("Tonight," 9/2).

LETTERMAN'S TOP TEN SIGN EURODISNEY IS LOSING MONEY:

10. Costumed characters now beg visitors for food.
 9. Nobody fooled by new ride "Trash Mountain."
 8. Huey, Duey and Luey taking year off to work in salmon-packing plant.
 7. Cable disconnected on tomorrowland.
 6. All French staff suddenly very courteous.
 5. Goofy just doesn't give a damn anymore.
 4. Snow White's looking real dingy.
 3. Cinderella's castle now plastered with ads for Red Man chewing tobacco.
 2. Person in Minnie Mouse costume offering businessmen sensual massages.
 1. Everywhere you look -- Rats.
- ("Late Night," NBC, 9/3).

===== TV SOUNDBITE =====

"It's going to be a tough year to be poor in California."
-- ABC's Peter Jennings, quoting a CA Assemblyman, 9/2.

#

daily
9/3
THE PRESIDENT HAS SEEN
JAB / Done 9/3/92
Disus

THE WHITE HOUSE
WASHINGTON

August 26, 1992

2:55:28 P12:27

NOTE TO: THE PRESIDENT

FROM: CONSTANCE HORNER

SUBJECT: FDIC

This is just a heads up. Nick Brady is thinking about whether to seek a recess appointment for the FDIC or to use the Vacancy Act (if legal) to move someone into the chairmanship temporarily in lieu of acting chair Skip Hove. He's reached no conclusion on this yet. With only four members on the FDIC board, there is the likelihood of a series of tie votes, some on significant issues like premium increases. Ties could cut either for or against Administration stands.



THE PRESIDENT

daily 9/3

September 3, 1992

Dear Sheila,

Say, I always want you to get credit.

But use that Tate exec. ability to get some of those broadcasts off my lower back.

After the Convention speech I turned on the radio in the car, riding to the hotel with Barbara, and I hear two guys saying in effect that my comment about Cuba meant there might be an October Surprise, an invasion of Cuba. There's a lot of strange folks out there on PBS, but, hey, there are a lot of the same out there on CBS etc.

Thanks for your Convention help. I remain confident, recognizing we've got an uphill fight, how'ere.

Tell Bill to slow down his back swing. Forgive my computyping- **Con Afecto** (note use of **bold**)

GB/

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mrs. Sheila Tate
Powell Tate
Suite 1000
700 Thirteenth Street, N.W.
Washington, D.C. 20005

Sept 2

POWELL TA

POWELL TATE

a Cassidy Company

700 Thirteenth Street, NW Suite 1000 Washington, DC 20005
Telephone 202.347.6633 Fax 202.347.8713

Dear Mr. President,

You've made me look good to the public unreconciling community by signing the Corporation's health bill last month. They were all convinced you'd veto it and are now convinced I did something to change your mind.

Naturally I smile and act modest when complimented. Only you and I know I had nothing to do with it. I'm counting on you to keep it that way. Seriously, thanks!

You're looking good... on track... keep it up. I loved working on the Convention.

Best, Sheila

Assurance



TELEVISION 26 · RADIO FM91

8/30/92

Sharon Percy Rockefeller
President and
Chief Executive Officer
703-998-2700
Fax 703-824-8343

Dear Sheila,
Thank you, Thank
you a million times over
for your crucial role in
assuring that President
Bush signed CPB's bill.
I would love to hear the
inside story one day but,
however you managed,
a near miracle was wrought.
We are supremely grateful
to you.

Best, Sharon

P.O. Box 2626 Washington, DC 20013 · 703/998-2600



THE PRESIDENT

September 3, 1992

Dear Sheila,

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Tell Bill to slow down his back swing. Forgive my computyping- **Con Afecto** (note use of **bold**)

daily 9/3

THE WHITE HOUSE
WASHINGTON

THE PRESIDENT HAS SEEN ^{9/3}

4

Date: September 2, 1992

TO: *The President*
Rose Zamaria
FROM: KATHY SUPER *K.S.*
Deputy Assistant to the President
for Appointments and Scheduling

We have placed on the President's schedule for Thursday, September 10 a luncheon speech to the Detroit Economic Club.

✓ Roger Ailes will participate in the preparation and pre-brief with the President early Thursday morning before departure.

FYI - Roger is flying in to D.C. Wednesday evening and is staying at the Hotel Washington at Pa. and 15th street.

From the desk of

George Bush

send pic +
cc in + out to
Don

done
9/3/92
RAM

Document Originally
Attached to
Following Page

daily 9/3



THE PRESIDENT

9.3.92

Dear Jack,

I was moved by the Monument
with Tim Wykes' name on it.

Thanks for showing it.

I'm 'on the trail' an
awful lot - feeling better about

things - uphill though.

Warmest regards - Hastily,

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Jack O. Guy
F & G Institutional Trading, Inc.
Suite 260
2 Concourse Parkway
Atlanta, Georgia 30328

Jack O. Guy
Two Concourse Parkway
Suite 260
Atlanta, Georgia 30328

MONDAY, AUG. 31, 1992

Dear Mr. President,

While enroute to Guadalcanal as one of your personal delegation and as Commissioner of of The American Battle Monuments Commission, I had the opportunity to stop by our monument in Honolulu. Inspecting the Wall of the Missing, I found Jim Wykes name and thought you might like to see the enclosed picture. Don Rhodes has located Jim's brother, so perhaps you might find it appropriate to send it on to him.

Leo Nadeau & I roomed together in Guadalcanal and were honored to represent you at the various ceremonies we attended. In particular, I was very proud the monument we have erected there representing our forces' successful struggle to stop the enemy's advance further to Australia.

I went on up to Guam, Saipan and Manila inspecting other ABMC operations before completing a trip around the world.

I missed all the hoopla in Houston but am ready to assist in any way to get you re-elected. George, I find people really want to vote for you but keep looking for reasons. I'm sure you and your staff have a well constructed campaign strategy that includes a more positive image of your many accomplishments. Above all, have your staff give you actual facts, not educated guesses, (or plain lies) in discussing issues. You'll know how to get the message across....just be yourself, relax...remember, people really like you!! Just give 'em some more reasons why you are the President to lead us into the next century.

I'm prejudice'd, I know,
but you're the MAN!!!



THE WHITE HOUSE
WASHINGTON

September 1, 1992

To: President and Mrs. Bush

From: Bobbie Kilberg ^{BK}

Bill and I had dinner with Marion Chambers and Leland and Evaline Thompson last week in Santa Fe and they asked that I say hello for them. Leland saw Mrs. Bush at the Albuquerque luncheon on August 25 but wanted both of you to know that he appreciated your note and that he "feels healthy and everything turned out well."

Marion wanted Mrs. Bush to know that she didn't feel comfortable coming to the convention without C. Fred and that she was sorry she wasn't able to make the trip to Albuquerque for the luncheon. She heard a rumor through her daughter in San Diego that one of the Presidential debates might take place at the University of San Diego and she would like to attend if that is the case. I told her that I would get her a ticket if a San Diego site is selected.

Marion was approached by the Chairman of the Board of Trustees of the Institute of American Indian Art (A Presidentially appointed Board) about joining the Board and she said that she would like to do so. The Chambers and the Thompsons jointly donated land south of Santa Fe for a new campus for the Institute. I told her that I would tell you about her interest and I have also told Connie Horner and Jan Naylor who will follow up with you.

daily 9/3

CC:
Connie Horner
(ACTION)

9/3
done

Bobbie

Thompson

CB

9-3-92

I'd like to see this happen

CB

Daily 9/3



THE PRESIDENT

9-3-92

Dear Bob,

Barbara & I wish
this were greater; but it
comes from our hearts with
great appreciation for all that
Americans does to help others -
Love from all Bushes, G

Bob Macaulay

Americares

161 Cherry Street

New Canaan, Conn 06840

4289

GEORGE H. W. BUSH
WASHINGTON, D.C. 20500

September 3 19 92 ¹⁵⁻³₅₄₀

PAY
TO THE
ORDER OF AmeriCares

\$ 1000.00

One thousand-----DOLLARS



RIGGS

The Riggs National Bank of Washington, DC
W.W. Corcoran Office
Washington, DC 20004-6758

GEORGE H. W. BUSH

G H W B

FOR donation

⑈004289⑈ ⑆054000030⑆ 01⑈14091126⑈

9/3/92

Mr. President:

Great news about Shirley Green -- all tests came back negative.

RZ

daily 9/3
Fantasia
send this over to office
BPP's res. //

(over)



2 32 PM
9-3-92

The President

of the United States of America

John: BPPB is not mad in fact,
BPPB was secretly thrilled,
she just protects her man. Yes, for
Causeco, yes for Bench -
"Jr" is leading the charge for
Ray Vincent right this very minute
Hang in - GB

The original
walked to
Martin Fitzwater.

9/3 NH

When do you think the Globe
will endorse me ?? Just kidding! ☺

From the desk of
George Bush

THE WHITE HOUSE
WASHINGTON

Martin
1 read
2 seal
3. send

John Mashek

Personal

By Hand

Courtney - Martin (about baseball - mostly)

The Boston Globe

WASHINGTON BUREAU

2000 PENNSYLVANIA AVENUE, N.W.

WASHINGTON, D.C. 20006

(202) 223-1950

8/31/92

Dear Mr. President:

George W gave up quite a bit
for cancer, but you would put folks in
the park.

FYI, I saw that guide in your says
as you held the "REDS" jersey in the
air in Fountain Square.

Actually, we were joining bench
but then out of VOT Stadium protest then
a presidential veto in a congressional

session. And that says aim to record
was worse than. He's a former all right.

But to you and Mrs. Bush who is

and at me for asking you about her
standing in the park -- compared to you.

Joe

Mark:
The letter
concern baseball
only.

Mark

THE BOSTON GLOBE
Washington Bureau
2000 Pennsylvania Avenue, N.W.
Washington, D.C. 20006

The President
The White House
Washington

Via Mr. Fitzwater



THE PRESIDENT

daily

September 3, 1992

the

To: Phil Brady cc Connie Horner, JABIII

Re: Tom Stroock, Ambassador.

Phil,

Please have reply prepared. It should be personal, interested but not committed to further assignment

GB



Embassy of the United States

USEMB AMB - UNIT 3302
APO AA 34024

Just in over the
President's
personal fax.

September 2, 1992 - Guatemala

The Honorable George Bush
President of the United States of America
The White House
Washington, D.C. 20500

Dear Mr. President:

As you requested several months ago, I have today sent you - thru the proper State Department channels - the enclosed formal offer of resignation "at your pleasure" from my position as Ambassador to Guatemala and your representative in this beautiful but troubled country. I mean every word in the attached letter and thank you for allowing me the privilege of working here for our country.

When you are re-elected - and there should be no doubts about it - I would very much like to continue to be a part of your administration. My talents and experience could be particularly helpful as Administrator of the Agency for International Development or Director of the Peace Corps and at the proper time I would like to discuss this with you further. In the meantime, best wishes for every success to you and Barbara from your friend and admirer,

Thomas F. Stroock
Ambassador



USEMB AMB - UNIT 3302
APO AA 34024

August 28, 1992 - Guatemala

The Honorable Lawrence Eagleburger
Acting Secretary of State
Department of State
Washington, D.C. 20520

Attention: Director General of the Foreign Service

Dear Mr. Secretary:

Attached you will find my official letter of resignation addressed to the President of the United States. It is my present intention to leave the Embassy at Guatemala City on Tuesday, November 10th, and fly to Washington, D.C. As previously discussed with Assistant Secretary Aronson, I intend to be available for consultations in the Department on Wednesday, Thursday and Friday, November 11th, 12th and 13th. I plan to leave for my home in Casper, Wyoming on Saturday, November 14th. Please advise if this schedule is satisfactory.

In closing I should like to thank you and every member of the Department of State with whom I have worked over the past three years for your invaluable help, support and guidance. My term as ambassador has been an exciting, challenging and absorbing adventure. I am most grateful to you and all your colleagues for the many kindnesses and courtesies extended to me as I have occupied this post.

With best wishes and personal regards.

Sincerely yours,

Thomas F. Stroock
Ambassador

CC: Bernard Aronson
Assistant Secretary of State

*Embassy of the United States of America*

USEMB AMB - UNIT 3302

APO AA 34024

August 28, 1992 - Guatemala

The Honorable George Bush
President of the United States
The White House
Washington, D.C. 20500

Dear Mr. President:

I tender, herewith, my resignation as Ambassador of the United States of America and your personal representative to the Republic of Guatemala, to be effective at your pleasure. It has been a high honor and a great privilege to serve you and our country in this position for three years. Marta and I have enjoyed the opportunities and challenges and will always be most grateful for the confidence that you placed in us when you sent us here.

It has been an exciting and absorbing experience to work with the outstanding people in the Foreign Service who have supported and guided me during my time here. I take reflected pride in their accomplishments and hope you find that the interests of the people of the United States have been advanced in this part of the world because of our joint efforts.

Marta and I will leave Guatemala with only the warmest and best of memories. This has been a most interesting adventure - a high point in our lives - and we shall be forever thankful for this opportunity. We are particularly proud and pleased to have been able to represent you and to be part of your administration.

With great respect, admiration and friendship.

Most sincerely,

Thomas F. Stroock
Ambassador

George Bush

9-3-12
Daley

THE WHITE HOUSE
WASHINGTON

August 28, 1992

MEMORANDUM FOR THE PRESIDENT

FROM: ROGER B. PORTER *RBP*

SUBJECT: Telephone Call to Michael Antonovich

Roger
Thanks. Please
Be sure Bill Barr
see McCaughey and
your 8-28 report
GB

As you requested, I called Mike Antonovich, the Los Angeles County Supervisor, in response to his letter to you about illegal aliens in Los Angeles County. We had a long and productive conversation.

I reviewed with him the figures in his letter and asked for his recommendations on concrete steps we might take to: (1) stem the flow of illegal immigration; and (2) address the problems associated with illegal aliens that are already in the U.S.

He urged that we:

1. Recognize that the North America Free Trade Agreement is good, but represents a long range solution to the problem;
2. Consider issuing an Executive Order that would allow people to volunteer, receive appropriate training, and be used to support Immigration and Naturalization Service (INS) agents. He cited his experience as a volunteer (dollar a year) reserve local law enforcement deputy for more than a decade. He said that Congressman Moorhead has sponsored legislation along these lines.
3. Consider charging an appropriate nominal fee (\$1.00) for border crossings, much as we do for airport departures on international flights, and use the proceeds to support border control efforts.
4. Consider joint arrangements with local law enforcement departments and the INS, referencing the fact that one-third of those arrested in connection with the Los Angeles disturbances were illegal aliens.
5. Utilize the National Guard in drug interdiction programs.
6. Increase personnel along the 14 mile border in the San Diego sector.

7. Relieve the overcrowding of illegal aliens detained in local facilities.

8. Establish procedures for deporting illegal alien mothers when they leave the hospital after having given birth.

9. Give legal citizens explicit preference over illegal aliens in public housing. He claimed that there are many illegal aliens occupying public housing and that they are taking the places of poor citizens.

I reinforced with him your great interest in the subject, and indicated that we were working with Attorney General Barr and his deputy, George Terwilliger, on additional measures we could take.

He was pleased that I had been to the border to assess the situation first-hand. I indicated that I would report to you on our conversation and review with the Department of Justice and others his recommendations.



Board of Supervisors County of Los Angeles

Just in over
the President's
personal fax.

MICHAEL D. ANTONOVICH
SUPERVISOR FIFTH DISTRICT

July 31, 1992

President George Bush
The White House
Washington D.C. 20500

Dear Mr. President:

As a follow up to our conversation at your reception
at the home of Karl Samuelian, the cost for illegal
aliens for Los Angeles County:

Education - Undocumented	\$367,927,000
Citizen children of undocumented persons	\$662,269,000
	<u>\$1,030,196,000</u>

Justice - \$75,165,000

AFDC - For children of illegals - over \$250,000,000

Births to illegal alien mothers - 65.5% (County hospitals)
53% (Private hospitals
we contract)

Health Dept. - \$196,000,000

Sincerely,

MICHAEL D. ANTONOVICH
Supervisor, Fifth District

MDA:lb

*Give my regards to
Barbara*

APPENDIX D

ESTIMATED COST IMPACT OF DEPORTABLE ALIENS ON CRIMINAL JUSTICE OPERATIONS IN LOS ANGELES COUNTY¹

JUSTICE AGENCYNET COUNTY COSTS
BUDGETED FY 1991-92**SHERIFF**

366,563,000

Custody Operations	311,526,000
Court Services	55,037,000

MUNICIPAL COURTS²

45,203,000

Criminal Operations/	45,203,000
Mandatory Court Expenses ³	

SUPERIOR COURT²

62,978,000

Criminal Operations	17,913,000
Mandatory Court Expenses	45,065,000

DISTRICT ATTORNEY

86,132,000

Criminal Prosecution	86,132,000
----------------------	------------

PUBLIC DEFENDER

59,717,000

Adult Misd. Defense	29,845,000
Adult Felony Defense	29,872,000

PROBATION

62,725,000

Adult Investigations	33,992,000
Adult Supervision	28,733,000

683,318,000

X 11%

\$75,165,000

1. Estimates are for operational costs following arrest and, therefore, do not reflect enforcement and criminal investigation costs which are incurred by the 47 law enforcement agencies in Los Angeles County. Also excluded are budget categories for civil operations, administration and any other programs not directly related to the processing of adult criminal cases and defendants.
2. Budgeted Net County Costs do not reflect total costs to the extent that revenue derived from State Trial Court Funding and other sources has been deducted.
3. In the absence of a consolidated budget for the 24 independent municipal and justice courts of Los Angeles County, the amount given for criminal operations is a calculated estimate using 40% of the budgeted total as a rough guide. This percentage was derived from a survey of six large and medium sized courts each of which was asked to give a breakdown of its budget by major categories. The 40% figure, which is mid-point in the range of responses provided by the courts, was applied to total net County costs for FY 1991-92, including mandatory court expenses. $\$113,008,000 \times 40\% = \$45,203,000$.

IV. IMPACT ON SELECTED SERVICES

This section examines the impact of immigration on two specific service areas: school district costs and public housing.

Estimate of School Districts' Costs

Due to the unavailability of data, we did not estimate the costs of immigration to each individual Los Angeles County school district. Instead, we estimated the total cost of immigration to Los Angeles County's 82 school districts. Stuart E. Gothhold, Superintendent, Los Angeles County Office of Education, explained in a letter to the Los Angeles County Chief Administrative Officer that public schools are prohibited from collecting information on students' or parents' immigration status (See Attachment C). Thus, we have no data on each district's immigrant enrollment.

With the passage of Proposition 98 in 1988, State schools are guaranteed approximately 40% of the California budget (Bouvier, 1991; Office of the Governor, 1992), making education the largest single expenditure in the State budget. Consequently, how that money is spent and on whom it is spent is an area of concern. In their study, Muller and Espenshade (1985), concluded that the State spent more for educational services per Mexican immigrant household in Los Angeles County than it did per Los Angeles household in general, primarily because of higher birthrates among Mexican immigrant families. McCarthy and Valdez (1985) found that the high cost of educating students in California combined with the low incomes and relative youth of the state's Mexican immigrant population result in government expenditures that far exceed what immigrants contribute in taxes. They go on to say that this imbalance is true for all low-income families, but "The State subsidizes the education of the children of low-income families in the belief that public investment in education provides general public benefits." (McCarthy and Valdez, 1985, p.24).

The California Department of Education reports a state average day to day spending of \$4,672 per Average Daily Attendance (ADA) for 1991-92, approximately \$100 of which goes toward statewide programs (Silva, 1992). Thus, for 1991-92 each district spent approximately \$4,572 per ADA. This allocation accounts for both fixed and variable costs and includes all local, state, and federal funds, except the Federal Impact Aid Program which affects areas with large portions of government land (Wilson 1992). Ridenour (1992), quoted the 1990-91 County average expenditures per ADA as \$3,698 for elementary schools, \$4,435 for high schools, and \$3,991 for unified schools. According to Wilson (1992), the 1990-91 expenditures per ADA for Los Angeles Unified School District was \$4,998. The difference in the amounts reported by state and local offices may reflect some expenditures of overhead and

administrative costs that are not directly associated with individual school districts.

Due to district revenue limits Los Angeles County school districts were assured funding of roughly \$3,000 to \$3,200 per ADA, additional funding came from categorical program funding and some local property taxes and miscellaneous local funding (Wilson 1992). For the 1991-92 school year, an estimated 61.0% of the funding came from State funds, 1.8% from lottery funds, 20.8% from local property tax levies, 7.7% from federal funds and 8.7% from other local sources (Legislative Analysts Office, 1992). The funding attributed to each source is based on an estimated total ADA expenditure of \$4,945. The percentage of funding from each source would be slightly different for the \$4,672 per ADA day-to-day expenditures (Silva, 1992).

For this study, we used the California Department of Education average of \$4,572 that each district spent per ADA and converted it to a \$4,480 per pupil cost. The total expenditures and expenditures by funding source for the study populations are shown in Table 12 below.

Table 12. Educational Expenditures by Study Populations, Fiscal Year 1991-92¹

Study Populations	TOTAL
Undocumented Children	\$ 367,927,000
Citizen Children of Undocumented Persons	\$ 662,269,000
Amnesty Children	\$ 123,518,000
Recent Legal Immigrant Children	\$ 331,134,000
TOTAL	\$ 1,484,848,000

all of students

331,439

¹ Figures are based on the average per student cost of \$4,480.

² Citizen Children of Undocumented Persons is the only group in this table that includes native-born citizens.

Estimation Method

Based on our estimates of the 1992 Los Angeles County populations under age 18, we estimated a public school participation rate and multiplied the number of participants in each of our target groups by per student costs. To calculate school participation we assumed that our target groups would have the same characteristics as the combined Asian/Pacific Islander and Hispanic populations. The method we used is as follows:

1. We used the 1990 Census data to calculate the ratio of school age population (5 -17) to population under age 18 for the Asians/Pacific Islanders and Hispanics (weighted for the relative size of their populations). The ratio (.68) was multiplied by the under age 18 population of each of the study groups to get estimates of school age population.
2. The State uses a grade progression ratio method to project school enrollment by grade and to deduce drop-out rates (Cochran, 1992). Since we did not have age breakdowns of the target groups, school participation rates were estimated and it was assumed these included drop-out rates. By comparing the 5-17 census population for 1990 with the 1989/90 public school enrollment figures (California Basic Education Data System) we determined school participation rates for Asians/Pacific Islanders and Hispanics. We used a weighted mean of the participation rates for the above two groups to estimate a school participation rate (.86) for the study groups. The school participation rate was multiplied by each study group's school age population.
3. We multiplied the State ADA expenditure of \$4,572 by 98% to convert ADA expenditures to per pupil expenditures. Fidenour (1992) estimated that ADA is 95% to 98% of the average enrollment. Jim Parker (1992) put the average at about 98% and Jim Wilson (1992) put the statewide enrollment at about 99% of the ADA due to growth through the year. For the analysis we used 98%.
4. We multiplied the number of students in each of the study groups by \$4,480 to get an estimate of total educational costs.
5. We multiplied the percent contribution of each funding source; local (20.8%), state (61.0%), and federal (7.7%), by the total educational cost for each of the study groups to get the estimates shown in Table 12.

Categorical Programs

Immigrant children often have special educational needs. The federal and state governments fund programs that respond to some of those needs, though most of these programs are not limited to immigrant students. The number of Limited English Proficient (LEP) students (measured by standardized tests) in Los Angeles County in 1991 was 433,681 (California Department of Education, 1991). Olsen (1988) estimated that 10% to 25% of the Spanish speaking LEP students are native born. Los Angeles County Office of Education estimated that the percentage of native born LEP students is substantially larger (Parker, 1992). In addition, the spending of the funds from these programs is left up to the discretion of the district. These factors make it difficult to assign LEP and other bilingual education costs directly to the study populations.

Federal Programs

Federal funds from the Emergency Immigrant Education Act of 1984 (EIEA) are distributed to states based on the ratio of EIEA students in qualifying school district to each state. The state then distributes the funds to school districts in % to the number of EIEA students in each district. To qualify for the program, a student must be foreign-born with less than three complete academic years in U.S. schools (United States General Accounting Office, 1991). California is currently being funded approximately 13.5 million dollars (Dolson, 1992). For the 1989-90 school year, Los Angeles Unified School district received nearly 4 million dollars for 61,648 EIEA students (United States General Accounting Office, 1991).

Other federally funded programs are the Bilingual Education Act (Title VII) Program, Chapter 1 Program of Educationally Disadvantaged Children, Chapter 1 Program for Migrant Children, Transition Program for Refugee Children (Olsen, 1988).

State Programs

In California, the major source of State funds used to support school services to immigrant children is the Economic Impact Aid (EIA). Other programs include the School Improvement Program, Demonstration Programs in Reading and Math, The Miller Unruh Reading Program and Urban Impact Aid (Olsen, 1988).

Conclusion

In conclusion, we estimate that the total educational expenditures for undocumented children, citizen children of undocumented persons, amnesty children and recent legal immigrant children total approximately \$1,484,848,000 for Fiscal Year 1991-92, \$308,848,000 of which came from local property tax levies. These expenditure estimates are based on average per student costs of \$4,480.

Inventory of the Uses of Public Housing

This section discusses the impact of each of the four study groups on public housing. Public housing projects are for very low income households (those below 50% of the County median for household income). They are financed by federal funds, but managed by local housing authorities. The vast majority of public housing projects were built before 1970. They were built with federal dollars with land provided by the local jurisdiction. They are currently operated exclusively with federal funding. In Los Angeles County, there are approximately 13,000 public housing units, the vast majority of which are owned by the City of Los Angeles and the County of Los Angeles. There are a few cities with smaller numbers of public housing units.

The City of Los Angeles has no line item in their annual budget for public housing though they do provide some support services to these projects (e.g., policing, health services). The public housing is administered by the Housing Authority, a proprietary agency affiliated with the City. Currently, the City of Los Angeles manages 8,756 units in public housing projects. The population in these units is around 31,000. The ethnic composition of the population is about 63% Latino, 28% African-American, 6% Asian, and the rest Native American or White. For the age distribution, there are 5,392 children under the age of 6 and 11,192 school-age children (ages 6-17). In addition, the City of Los Angeles owns 1,074 housing units reserved for elderly or disabled persons; most are single persons households. The demographic composition of these units are 14% Latino, 29% African-American, 15% Asian, with the rest being White or Native American.

The County of Los Angeles manages 3,237 public housing units, of which 33 have been set aside for resident managers. There are approximately 6,860 persons residing in these units. The units are administered by the County's Housing Authority within the Community Development Commission. Funding for the operation and administration of these units is provided by the federal government. The ethnic composition of these units is approximately 30% Latino, 27% African-American, 1.5% Asian, 41% White, with the rest being Native American. The age distribution of these residents is approximately 8% under the age of 6, and 23% being school-age children (6-17).

Daily

9/2/92

PHONE MESSAGE FOR THE PRESIDENT

FROM: VERTA HARDEGREE

Called to see if she could take you to lunch during your visit to Shallowater, Texas. She said she owed you one.

Also, she said that you kidded her once about having more grandkids than she did, so she wants you to know that she beat you in having a "great grandchild." Her new great granddaughter, Devan Ann-Marie Waite, was born last week on August 25. She said you can beat her in numbers but not in generations. She now has five generations of her family. She will send you a photo soon with all five generations.

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Sir,

Please sign note and
photo to Verta's
great granddaughter,
Devan.

Mrs. Weldon Hardegree
115 East 14th Street
Colorado City, Texas 79512



THE PRESIDENT

September 3, 1992

Dear Verta,

I just heard the good news about your new great granddaughter. How wonderful to have five generations of your family to enjoy. You beat me to it -- congratulations! Barbara and I are very happy for you and send our family's warmest wishes for years of joy and blessings with Devan.

Also, thanks for your offer to take me to lunch. Unfortunately, my visit to Shallowater was very brief, but I appreciate your thinking of me.

Warm regards,

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Miss Devan Ann-Marie Waite
3812 Coates Circle
Ft. Worth, Texas 76116



THE PRESIDENT

September 3, 1992

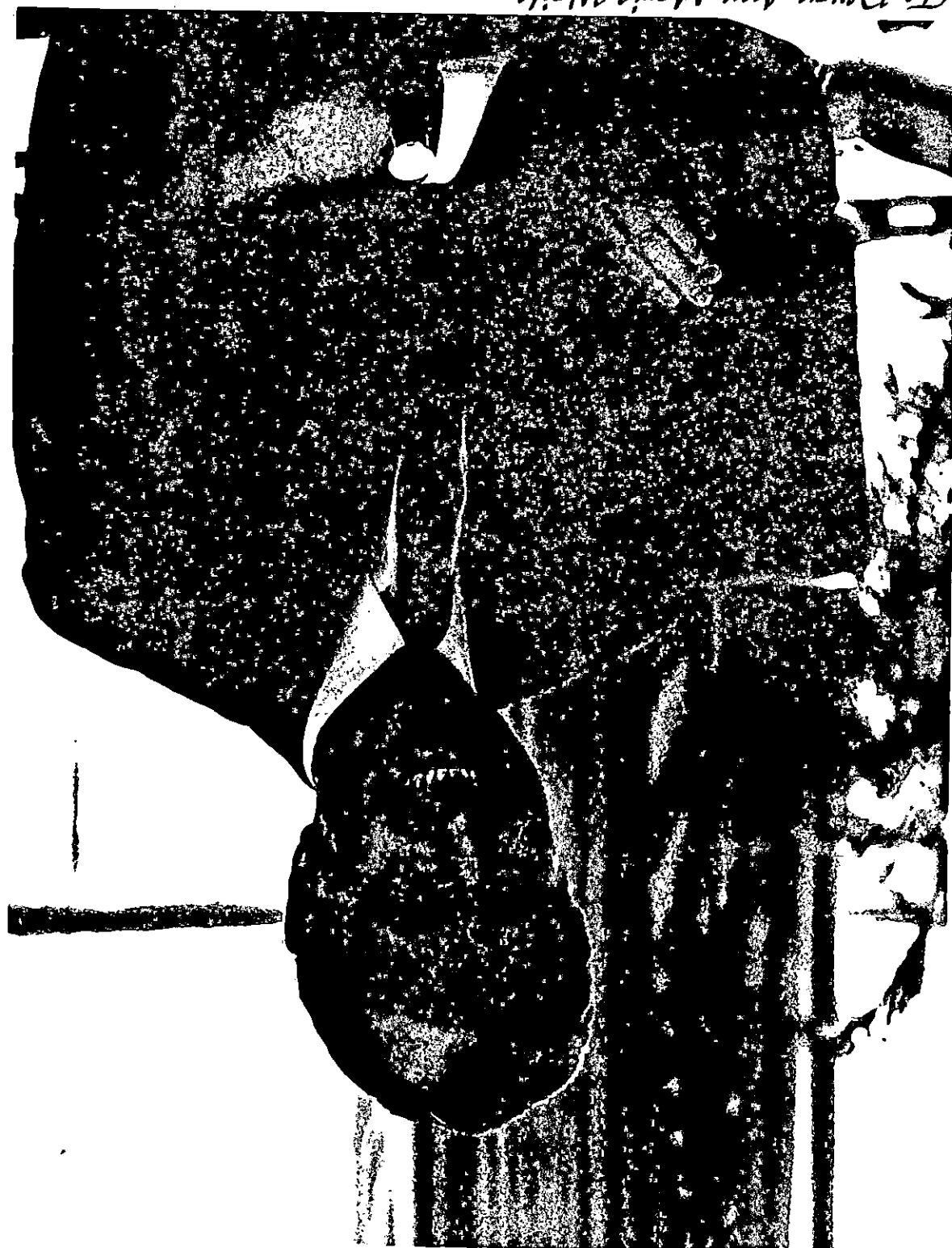
Dear Devan,

Welcome to this exciting world! I know your
life will be full of great happiness. You have a
wonderful family, so already you are a lucky girl.

I wish you a happy life ahead.

Sincerely,

A handwritten signature in cursive script, appearing to read "G. H. W. Bush".



To Devan Ann-Marie Waite
With best wishes for a wonderful life ahead,
Sept 3, 1992

Ang Bunk

4:00 P.M. WIRES

Italian Cargo Plane Crashes Near Sarajevo

SARAJEVO, Bosnia-Herzegovina (AP) — An Italian cargo plane on a mercy flight to the besieged Bosnian capital crashed today and there were no signs of survivors, a U.N. official said. The emergency U.N. airlift was halted pending an investigation. Fernando del Mundo, a spokesman for the U.N. High Commissioner for Refugees in Geneva, said the plane's wreckage was found near Sarajevo. He said there was no immediate indication of what caused it to go down but stressed there was no evidence the plane was shot down.

"We don't suspect this is the result of belligerent action," he said.

He said the plane came down in territory controlled ethnic Croats.

It was the first plane in the U.N.-organized relief effort to go down, although several aircraft have been shot at while coming in to Sarajevo.

The United Nations suspended the international airlift to Sarajevo shortly after the crash, pending a full review of security. Twenty-two flights landed in the Bosnian capital Thursday before the decision.

Del Mundo said the wreckage was found near the town of Jesenic, 21 miles west of Sarajevo, after a search involving American and British helicopters and U.N. armed personnel carriers.

The pilot of the U.S. helicopter that sighted the plane radioed the U.N. refugee agency in Geneva with the news.

The G-222 twin-engine turbo prop aircraft was flying blankets from the Croatian port of Split to Sarajevo when it lost radio contact.

Weather conditions were reportedly good at the time of the accident.

The Pentagon said four U.S. military helicopters from the amphibious assault ship USS Iwo Jima in the Adriatic joined the search for the downed aircraft at the request of the Italian government.

In New York, U.N. spokesman Francois Giuliani said German and British planes also were part of the search.

Del Mundo said the plane was last heard from at 1:17 p.m. It had taken off from Split, on the Croatian coast, about 30 minutes earlier.

Peter Kessler, a U.N. spokesman in Zagreb, Croatia's capital, said the plane was about 18 miles from Sarajevo when the last radio contact was made. Other reports said the plane was between 40 and 80 miles east of Split when last heard from.

AP-DS-09-03-92 1531EDT



THE PRESIDENT

September 3, 1992

File

Brent/JABIII

FYI

I called Amb. al Sbah to thank him for the
Amir of Kuwait's \$10 million to Red Cross
for Andrew.

He was very pleasant and will convey my
thanks and respects to the Amir.

GB

From the desk of

George Bush

We're having
Ambassador in
tomorrow, maybe!

Document Originally
Attached to
Following Page

TEL:

Sep 02 92

19:43 No.004 P.02

00 02 92 17:31

202 384 2888

EMB KUWAIT/WASH

002

EMBASSY OF THE STATE OF KUWAIT
2940 TILDEN STREET, N.W.
WASHINGTON, D.C. 20008



PRESS RELEASE

سفارة دولة الكويت
واشنطن

Rx
I should shut to Amin!!
Disaro
CS

In solidarity with the American people and the victims of Hurricane Andrew in Florida and Louisiana, and to alleviate the suffering of hurricane's victims, His Highness the Amir of the State of Kuwait is contributing in the name of the State of Kuwait ten million dollars to the American Red Cross (Disaster Relief Fund for Hurricane Andrew) to assist in its far-reaching efforts in meeting the immediate needs of those in the storm-damaged areas.

The Kuwaiti people, having undergone their own similar suffering, extend their sympathy to the people of Florida and Louisiana for the loss of life and material destruction caused by the hurricane. The people of Kuwait also pray God that this contribution will help the victims to overcome this natural disaster and minimize their suffering.

Washington, D. C.
September 2, 1992

09/02/92 17:31 202 364 2908

END KUWAIT WASH

0003

SEP 02 '92 17:11 UPI RADIO - WASHA

P.2/1

Kuwait donates \$10 million to Red Cross hurricane relief
WASHINGTON (UPI) - The government of Kuwait, liberated by American and allied forces from Iraqi occupation last year, will donate \$10 million to the Red Cross to aid the victims of Hurricane Andrew.
Raed Al-Rafai, press assistant to Ambassador Saud Nasir Al-Sabah, said the donation would be presented to the Red Cross by Thursday.
The Red Cross had no immediate comment on the planned donation.
Al-Sabah and other representatives of the oil-rich nation have often expressed their gratitude to the United States for leading the coalition that ousted the Iraqi occupation forces. The war and occupation largely devastated the country, and Iraqis were accused of widespread torture and killing of Kuwaiti citizens. The donation would serve as a tangible expression of concern for the thousands of people left homeless by the storm that ripped through South Florida and Louisiana last week.

3:00 P.M. WIRES

Bush's Election-Season Moves Stray From Earlier Stances

An AP News Analysis

By TOM RAUM

Associated Press Writer

WASHINGTON (AP) — Politics are prompting President Bush to take stands that would have seemed unlikely just months before: snubbing China by selling jets to Taiwan, risking trade wars with allies by subsidizing U.S. wheat sales and vowing to rebuild a storm-damaged air base.

As Bush moves into full campaign gear, the hand of chief of staff James A. Baker III, the crafty tactician overseeing Bush's re-election effort, can clearly be seen working the levers. Under Baker's direction, the president has embarked on a no-apology hunt for electoral votes that combines policy announcements with political appearances.

Incumbent presidents seeking re-election tend to distribute largesse as they campaign. In fact, Bush did the same thing during the Republican primaries.

But, recent announcements by the president go far beyond the mere spreading of plums.

After opening the federal coffers for victims of Hurricane Andrew earlier in the week, Bush scattered nearly \$8 billion in his wake for U.S. farmers and arms producers as he whirled through South Dakota and Texas on Wednesday.

Some of Bush's new policy initiatives appear to contradict long-held foreign policy and defense positions.

It's not that Bush hasn't changed positions before. His abandonment of a 1988 no-new-taxes pledge and his 1980 support for legalized abortions are cases in point, often cited. But those were domestic issues.

Now, some critics suggest that Bush is even bending some of his foreign policy beliefs — long viewed as his main interest — in waging a come-from-behind effort to get re-elected.

At issue:

Bush's announcement he will spend \$1 billion to subsidize U.S. wheat sales abroad appears to fly in the face of his longtime open-trade philosophy. It also conflicts with the position of U.S. trade negotiators in Geneva who have been pressing for a worldwide elimination of such subsidies.

His decision to sell 150 F/16 fighter jets to Taiwan — a move that could mean \$6 billion or more to U.S. companies — not only reverses U.S. policy but represents a dramatic departure from Bush's past warm relations with the Beijing government.

His decision to rebuild hurricane-wrecked Homestead Air Force Base in Florida came even though his administration has been in the process of closing down other bases, and even though Homestead was once on a Pentagon hit list of bases marked for closure.

His proposal to spend \$250 million upgrading the M-1 Abrams tank came even though he previously argued wasn't needed.

Not surprisingly, the White House defends all these decisions on policy grounds, while not denying that political gain might be reaped at home.

"It's our position that good government is good politics. Politics is the cornerstone of democracy," White House spokesman Marlin Fitzwater said Thursday.

Also not surprisingly, Democrats were having a field day. Democratic nominee Bill Clinton took aim at Bush's election-year flip flops, particularly the sale of fighters to Taiwan and the new wheat exports subsidies, in a speech to the AFL-CIO.

"Now, I'm a Baptist, so I believe in deathbed conversions, but this is amazing," Clinton said.

And Democratic Party chief Ronald Brown said: "We have seen in the last couple of days that George Bush is trying to buy this election. As an incumbent president, he has the ability to pass out goodies, even the kinds of goodies he has railed against throughout his presidency."

Bush's decision to sell fighters to Taiwan prompted China to threaten to withdraw from international arms control talks. And his announcement on \$1 billion in new wheat subsidies brought angry responses from free-trading Australia, and from the 12-member European Community, whose farm subsidies Bush said he was trying to attack.

And the openly protectionist move — which seemed to be playing well in farm states — came even as Bush sought to paint Clinton as advocating protectionist policies.

Still, like most moves engineered by Baker, both the arm sales to Taiwan and the new exports subsidies seemed likely to benefit Bush domestically with little lasting damage abroad.

A move away from the Beijing government is not going to hurt Bush at home. In fact, Democratic critics in the past have railed against Bush — a former U.S. envoy to China — for his close ties to Beijing.

And, political leaders in Europe and Australia are clearly mindful of Bush's re-election problems and his need to play to a U.S. audience.

"Our experts are looking at it to see how much is politics and how much is real," said Ella Krucoff, a Washington-based spokeswoman for the European Community.

Mary Matalin, the Bush campaign's political director, said the president will catch criticism no matter what he does. "It's sort of a lose-lose situation. If George Bush is doing things, making announcements, it's political. If he's not, he's not doing his job."

EDITOR'S NOTE — Tom Raum covers national politics for The Associated Press.

AP-DS-09-03-92 1407EDT

Fitzwater Mocks Reporting of Shrinking Clinton Poll Lead

WASHINGTON (AP) — The White House went to unusual lengths Thursday to press its argument that the news media slants its campaign coverage in favor of Bill Clinton.

At the outset of his daily briefing for the White House press corps, presidential spokesman Marlin Fitzwater held up for TV cameras two poster boards.

One said "The Incredible Shrinking Story."

The other showed, side by side, three New York Times stories on Bush-Clinton poll results. The first story, published Aug. 25 and showing Clinton with a 15 percentage point lead, was 25 paragraphs long. The second, on Aug. 31 and showing a 10-point Clinton lead, was five paragraphs.

And the third, published Thursday, showed the lead down to 5 points. It was one paragraph long.

"I just couldn't resist," Fitzwater said with a chuckle.

AP-DS-09-03-92 1412EDT

Bush To Visit Five States Over Labor Day Weekend

WASHINGTON (AP) — President Bush will campaign in five states over the Labor Day weekend, dropping in on festivals and picnics and walking across the Mackinac Bridge in northern Michigan. Bush will open the three-day swing Saturday morning in Painesville, Ohio, at an event billed as the Original American Oktoberfest. He'll fly the same day to Henderson, N.C., for the state Apple Festival, and then go to Louisville, Ky., for the night.

On Sunday, Bush will attend the annual Kentucky Harvest and then head to Chicago for the Taste of Polonia Festival in the Polish community. He will go to Sault Sainte Marie, Mich., for the night.

On Monday morning, Bush will take part in the annual Labor Day Mackinac Bridge Walk over a 5-mile span linking Michigan's upper and lower peninsulas. White House press secretary Marlin Fitzwater said it hasn't been determined how far Bush will walk.

From there, Bush will go to the annual GOP picnic in Washtenaw County, Mich., and then the Polish Festival in Hamtramck, Mich. He returns to Washington on Monday evening.

AP-DS-09-03-92 1355EDT

CLINTON TO TOUR HURRICANE TENT CAMPS IN FLORIDA

By Julie Vorman

MIAMI, Reuter - Hurricane Andrew has left south Florida but the politicians are still flooding in with Democratic presidential candidate Bill Clinton the latest to visit.

Following President Bush by two days here, Clinton Thursday was to see first hand the cots, hot showers, free telephones and battlefield kitchens of tent cities newly erected by the military to house hurricane victims.

Clinton, due to arrive late in the afternoon, is the latest in a string of politicians to visit the devastated neighborhoods that left some 250,000 people homeless.

Like President Bush, who visited south Florida on Tuesday, Clinton said his trip was not politically motivated.

So far, the Bush administration has dispatched Housing and Urban Development Secretary Jack Kemp, Transportation Secretary Andrew Card and Marilyn Quayle, wife of Vice President Dan Quayle, to inspect the damage. Prominent Democrats who have visited include the Rev. Jesse Jackson and Georgia Sen. Sam Nunn.

Five tent cities in the devastated suburbs of Miami either are in business or will open later this week.

Marines acted as bellhops for the tent cities' new arrivals, helping them collect sheets, blankets and small bags of toiletries as they checked in.

The army has also set up a makeshift radio station, dubbed Radio Recovery, to get the word out that military shelters were available.

A Goodyear blimp was headed to south Florida to act as a huge billboard to display vital information for victims.

Officials, concerned that only a few hundred homeless had asked for help at the tent cities, have dispatched soldiers to walk through neighborhoods and tell people that shelter is available.

Many families have refused to go to the tent cities, saying they were determined to camp out in the rubble to save whatever was left of their houses or apartments from looters.

Nearly daily rain showers in the area have ruined mounds of donated clothing and food, and soaked whatever personal belongings survived the storm.

Some of the 200 or so people who had checked into a camp said they welcomed having hot meals and hot showers for the first time since Hurricane Andrew struck 11 days ago.

"I to a shower and felt better," said Roxanne Tate, who had taken up residence in one of the 14-bed tents with her children. "The tents sleep real well. They're comfortable." U.S. Border Patrol agents have also joined in the relief effort.

Instead of their normal job of chasing illegal aliens working in the vegetable fields of south Florida, the agents have delivered boxes of food and juice to migrant worker camps on the edge of the Florida Everglades.

American Red Cross officials said private donations had been pouring in since President Bush appeared on national television to appeal for help. Donors included the emir of Kuwait, who wrote a check for \$10 million.

Pop singer Gloria Estefan, one of Miami's most famous residents, said she and other entertainers planned to hold a concert on Sept. 26 to raise money for recovery efforts.

At least one homeowner has already filed a lawsuit against a builder alleging shoddy construction in the now-destroyed house,

the first of what local attorneys predict will be a flood of similar lawsuits.

The lawsuit against Arvida/JMB Partners alleged that the family's middle-class home in the Country Walk development was missing roofing nails, hurricane straps and had improperly spaced roof trusses.

Utility officials said 200,000 homes in Dade County remained without power, mostly in southern suburbs of Miami.

REUTER

Reut12:40 09-03

CONGRESS TO ACT ON HURRICANE RELIEF FUNDS NEXT WEEK

WASHINGTON, Reuter - Congress will begin work next week on approval of up to \$20 billion in emergency funds to help victims of Hurricane Andrew in Florida and Louisiana, a senior senator said Thursday.

"We expect to move the funding for responding to Hurricane Andrew by next week," Sen. Barbara Mikulski, D-Md., said at a news conference. She chairs an appropriations subcommittee that funds federal disaster programs.

"We will not play any politics with being able to respond to this disaster. We can work on a bipartisan basis with the president to make sure that the funds are there to pay the bills to help the people of south Florida and Louisiana," Mikulski said.

She said estimates of how much federal help would be needed ranged from \$10 billion to \$20 billion, which would require supplemental appropriations bills above the \$500 million now requested in the federal budget for disaster relief which will be approved separately.

Mikulski also asked for a congressional investigation of the Federal Emergency Management Agency because of criticism from state and local officials that FEMA was slow to react to the disaster.

"The people of south Florida and Louisiana have been devastated twice. The second time, they were victimized and devastated at the hands of their own government headed by a slow-moving bureaucracy at FEMA," she said.

"I'm asking for the General Accounting Office to conduct a top-to-bottom review of how FEMA, if it is to survive, should be put together and reorganized," Mikulski said. The GAO is the congressional investigating agency.

She said FEMA put too much of its resources into preparing for a possible nuclear attack and not enough into dealing with natural disasters.

A report from the staff of the House Appropriations Committee prepared a month before Hurricane Andrew struck said FEMA was poorly run and had become what it called a "dumping ground" for political appointees with little or no experience in disaster management.

It called FEMA Director Wallace Stickney, a Bush appointee, weak and uninterested in agency programs and said morale was at an all-time low among career employees.

REUTER

Reut12:14 09-03

U.N. committee approves chemical weapons draft treaty

GENEVA (UPI) — The United Nations Disarmament Committee put the finishing touches Thursday on a draft treaty outlawing chemical weapons worldwide.

The treaty will be sent to the U.N. General Assembly for approval and subsequent signature, probably at a conference in Paris later this year or early next year.

The final day of the committee's negotiations was marred by a procedural wrangle sparked by Iran's insistence that it have a seat on the surveillance body which will oversee the new treaty.

That dispute threatened to spill over into the General Assembly. The Committee went into evening session as chairman Adolf Ritter von Wagner of Germany sought to reconcile Iran's demand with a previously agreed position that Japan and Australia should have the two Asian seats on the surveillance body.

That decision had been taken on the basis that these two countries are the major producers of chemicals in the Asian region and thus the logical representatives on the body, which will oversee not only destruction of chemical and other toxic weapons but also development, stockpiling, production, transfer and use of these weapons. Before the dispute began von Wagner had told the meeting the treaty, finalized in June after more than a decade of negotiations, was "a unique endeavor in the history of multilateral arms control and disarmament negotiations."

He said it offers a balanced legal instrument for banning chemical weapons for evermore.

Ronald F. Lehman II, director of the Arms Control and Disarmament Agency, said the United States welcomes the treaty although it still has some reservations concerning certain provisions.

Lehman also said the pact could be used by the United Nations as a basis for further negotiations on arms control.

The Treaty bars the use of herbicides and other toxic chemicals as a method of warfare, although it allows non-toxic gases such as tear gas to be used for riot control.

An international secretariat based in The Hague will police the treaty under the auspices of a 41-nation executive council — the body on which Iran is seeking a seat.

This body will have the right to order short-notice inspections of countries suspected of cheating on use or manufacture of chemical weapons. Countries will have to pay not only for elimination of their chemical weapons and facilities but for the verification costs as well. Some countries, including Pakistan, China, Indonesia and Iran, had expressed reservations about the verification procedures, claiming they were too stringent and would infringe on national sovereignty, but U.N. officials said last-minute negotiations had solved these problems.

Bush Proclaims National Hispanic Heritage Month

WASHINGTON (AP) — With nods to Columbus and the 20 million Americans of Spanish and Latin American descent, President Bush on Thursday proclaimed Sept. 15 to Oct. 15 as National Hispanic Heritage Month.

"Our nation's Hispanic heritage is celebrated with an especially deep sense of pride during this 500th anniversary year of Christopher Columbus' first journey to the Americas," Bush said.

He lauded the contributions made by Hispanic-Americans in peace time and during the nation's wars and said the U.S. economy was benefiting from a "growing (economic) partnership with our neighbors in the region."

Bush and the leaders of Mexico and Canada recently agreed to establish a North American free-trade zone that the president said "will generate hundreds of thousands of new jobs and opportunities."

AP-DS-09-03-92 1438EDT

Bush Names Members of Glass Ceiling Commission

WASHINGTON (AP) _ President Bush on Thursday named four women and two men to the Glass Ceiling Commission, which he recently established to study artificial barriers to the advancement of women and minorities to top business positions.

The commission is headed by Labor Secretary Lynn Martin. The members appointed by Bush are:

Patricia V. Asip of Texas, national manager of special segment marketing for J.C. Penney Co. Inc.

J. Alphonso Brown of Kentucky. He is the founder of Brown Consulting Groups, a employee-labor relations consulting firm that specializes in minority recruitment.

Joanne M. Collins of Missouri, assistant vice president of United Missouri Bank of Kansas City.

Delia M. Reyes of Texas. She is president and co-owner of the Adrian Research Group, a market research group.

Henry Tang of New York. He is vice president of the investment firm Salomon Brothers in New York.

Carol Cox Wait of Washington, D.C., president of Carol Cox and Associates, a consulting group.

AP-DS-09-03-92 1442EDT

From the desk of

George Bush

RZ

Give Pix
+ cc of
letter to DON R

9/3 Done
- NH

Document Originally
Attached to
Following Page

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Dan King
2-18-20 Mitake
Togo-cho, Aichi-gun
Aichi-ken
JAPAN 470-01



THE PRESIDENT

Dear Mr. King,

Thank you for your kind letter. The photographs of Chichi Jima are most appreciated for they are the first close-up pictures I've seen of the island.

I would be pleased to see your video tape if you can spare a copy.

Again, thanks for thinking of me and for your kind words.

Sincerely,

A handwritten signature in cursive script, appearing to read "G. H. W. Bush".

From the desk of
George Bush

RZ

Give Pix
CC of
letter to DON R

To Dan King,
Thanks for sharing
the Chi-Chi Timu-photos.
Sept 2, 1992 (48 years later
to the day)
Burt Wison, Aug 13th



President George Bush
The White House

August 1, 1992

Dan King
2-18-20 Mitake
Togo-cho, Aichi-gun
Aichi-ken, JAPAN 470-01
☎ 05613-(8)-4169

Mr. President,

Please allow me to give you my best wishes on the upcoming November Presidential election. You have done an outstanding job and I sincerely look forward to another 4 years.

I am a native of California currently living in Japan. I recently took a 2 week vacation to the Bonin island chain (Ogasawara shoto) and visited a place I'm sure you are most familiar with: Chichi-jima.

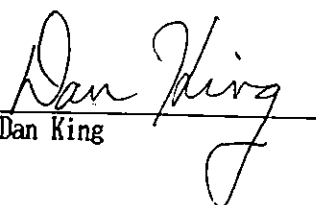
I spent 2 weeks hiking, scuba diving and snorkeling around the reefs and sunken ships that surround the island. I have read several book concerning your experiences connected with the island and thought that you might appreciate to see how the island looks today.

I found the radio installation that was the target of your mission when you were shot down on September 2. I also located several downed radio antennae, an A/A gun pointed in the direction of your route that morning, a large shore battery and scores of bunkers.

I also located the wrecks of 2 downed U.S. Planes in the jungle. I am currently trying to identify the pilots though my friend Henry Sakaida (He wrote to you years ago during your Vice Presidency concerning your experiences). Henry and I are both members of a society of WWII Collectors of Japanese militaria called "Banzai". He and I concentrate on writing articles and conducting interviews with both American and Japanese veterans.

I have so many things that I would like to share with you but I realize that you must be very busy with the upcoming election so I will keep this letter brief. If you are so inclined, I would be more than pleased to send you a video tape I took of the island.

Respectfully yours,


Dan King

Daily



THE PRESIDENT

Sept. 3, 1992

Dear Alvah -

I am, once again, very grateful to you.

Barbara - I wish this modest check was far larger; but it does come from two grateful hearts - Sincerely, GHB

4288

GEORGE H. W. BUSH
WASHINGTON, D.C. 20500

September 3, 1992 ¹⁵⁻³/₅₄₀

PAY TO THE ORDER OF We Will Rebuild

\$ 1000.00

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GEORGE H. W. BUSH

GHB

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personal

Mr. Alvah Chapman
"We Will Rebuild"
c/o United Way of Dade County
Miami, Fla. 33131

5:00 P.M. WIRES

Bush Campaign Rejects Debate Proposal

By TOM RAUM

Associated Press Writer

WASHINGTON (AP) — President Bush's re-election campaign on Thursday rejected a bipartisan panel's recommendation for three presidential debates and one vice presidential debate. The format had already been accepted by Democrat Bill Clinton.

"We're not sure that's the best way to serve the public. We really have not come to an absolute position on what we think is the best way to do it yet," said Robert Teeter, chairman of the Bush-Quayle re-election committee.

"We will not accept the commission's proposal as it's outlined now."

Asked whether the Bush team was unhappy about the number of proposed debates or the format, Teeter said: "Both."

Teeter said he wasn't ruling out debates, and assumed that they would take place, but that Bush wasn't ready to commit himself.

The Commission on Presidential Debates, headed by former chairmen of both major parties, already had announced dates and sites for the three proposed presidential debates.

The first was proposed for Michigan State University in East Lansing, Mich., on Sept. 22. The second was to be Oct. 4 in California at the University of San Diego and the third, Oct. 15 in Virginia at the University of Richmond.

The commission had recommended a single vice-presidential debate for Sept. 29 in Louisville, Ky.

The commission — co-chaired by former Democratic party chairman Paul G. Kirk Jr. and former GOP chairman Frank J. Fahrenkopf — sponsored the two 1988 presidential debates between then Vice President Bush and Democrat Michael Dukakis.

Teeter, in a session with a group of reporters, said: "Our position is that, at some appropriate point, we'll sit down with the Clinton people and talk about debates."

George Stephanopoulos, Clinton's communications director, responded to the development by saying: "We don't need a debate about debates. We need a debate about the future of the country."

On whether the Clinton campaign would negotiate directly with the Bush camp on terms, Stephanopoulos said: "I don't think so. If they have a proposal, send it."

"We'll be in East Lansing," on Sept. 22 for the first debate, whether Bush is there or not, the Clinton spokesman said.

Under the commission's plan, each 90-minute debate would be moderated by a single person rather than a panel, a departure from the 1988 debates.

On whether Bush definitely would not meet Clinton in Michigan on September 22, Teeter said, "I wouldn't say it's out the window. But we haven't come to that point."

Usually, debates work to the favor of a challenger. However, Bush has been trailing Clinton in the polls — a fact that could change the dynamics.

Republican sources have said that campaign leaders are not pleased with the concept of a single moderator and are not sure they want three debates, as opposed to two.

In any event, the Bush campaign's rejection of the format could reflect tactical maneuvering on the part of Bush chief of staff

James A. Baker III, who used similar tactics in 1988 when he was Bush's campaign chairman.

Then, Baker waited until the last minute to commit to debate formats or sites.

AP-DS-09-03-92 1628EDT

CHARGES FLY OVER BUSH CLAIM THAT CLINTON RAISED TAXES 128 TIMES

By Irwin Arieff

WASHINGTON, Reuter - Is President Bush lying when he says Democratic challenger Bill Clinton raised taxes 128 times as Arkansas governor?

Charges and countercharges are flying over a question that would seem to be one of basic math.

"Who do you trust in this election? The candidate who raised taxes one time and regrets it, or the other candidate who raised taxes and fees 128 times and enjoyed it every time?" President Bush asked the nation during his Republican convention speech accepting the renomination.

Since his Aug. 20 statement, the figure of 128 tax or fee increases during Clinton's 12 years as Arkansas governor has been repeated over and over by the Bush campaign despite blistering attacks from Clinton, the news media and commentators that it is misleading or simply false.

But the Bush campaign has dug in its heels and decided to stick with that number despite new accusations that it is now knowingly lying to make political hay.

"It's true. We believe it's true," White House spokesman Marlin Fitzwater said Thursday of the charge of 128 tax or fee increases, signang Bush is not ready to back down on the charge.

In its lead editorial Thursday, the Washington Post called the statement a "silly proposition."

"The people who are keeping the charge alive insist that it is true, even though they know they are making a fraudulent argument," the newspaper added.

Previously, the Post had labeled the figure "highly exaggerated" while the New York Times had called it "false" and the Wall Street Journal "highly misleading."

More outspoken has been commentator Michael Kinsley, who has figured large in the debate because one of his columns refuting the figure has been widely cited by the media and was itself the subject of a six-page news release by the Bush campaign last Saturday that called the figure "undeniable."

"The '128-tax-increases-to-one' lie may be a small lie as these things go, but it is crystal clear," Kinsley wrote in a new column on the subject published Thursday.

"As such it is a test of character not just for Bush but for those around him.

"There are decent people among the Bush campaign and the Republican leadership, and others who wish to be thought of as decent. Do they care if the president lies? If they remain silent -- or defend the lie -- we'll have our answer," Kinsley said.

Clinton himself has attacked the tax charge but to date has stopped short of branding the president a liar, and Clinton spokeswoman Avis Lavelle said Thursday the campaign still had "no need" to do so.

"We don't have to characterize this when it has been clearly stated on the part of Bush administration officials that they know this is untrue," Lavelle told Reuters.

"You (the media) can (call it a lie). There's no need for us to. The facts speak for themselves," she said.

Lavelle referred to reports by NBC News and the Boston Globe that Bush aides had privately acknowledged that the tax charge was

untrue but would continue to use it because it was effective politically.

Following those reruns, Clinton did say Bush had "looked like Pinocchio at the Republican convention" when talking about his tax record and said continued use of the charge showed "raw cynicism."

The Bush campaign says its tally of 128 tax or fee increases is based on "The Arkansas Legislative Tax Handbook" and insists the number is beyond challenge.

"The important thing is that the president is for cutting taxes. Bill Clinton is for raising taxes," Vice President Dan Quayle said over the weekend on CBS.

But the handbook numbers are a stretch.

For example, one item on the list "increased the severance tax on salt water used as raw material for bromine."

One required used car dealers to post a \$25,000 bond with the state revenue department.

Another extended the dog-racing season. Others authorized "beauty pageant fees," a "waste tire" fee and a \$10 charge for testing water samples for bacterial infection.

Three items are non-existent, according to Kinsley.

By the Clinton campaign's count, Clinton raised taxes 49 times in Arkansas and seven of these have either expired or been repealed.

The campaign takes the argument a step further, citing an Aug. 7 report by the Library of Congress's Congressional Research Service concluding that Bush and his Republican predecessor Ronald Reagan have raised taxes or fees 327 times since 1980 including 78 since Bush became president.

Asked about these figures Monday, Bush campaign chairman Robert Teeter responded, "I'm not familiar with all those, and I haven't read them."

REUTER

Reut14:04 09-03

U.S. Provides \$5 Million to Help Nicaragua

WASHINGTON (AP) — The United States provided \$5 million Thursday to help Nicaragua rebuild areas on its Pacific coast damaged by tidal waves.

State Department officials left open the possibility of additional help for the Central American country after Paul Bell, regional director for U.S. disaster relief, completes an investigation.

On Wednesday, \$25,000 in aid was released by Ronald Goddar the senior U.S. diplomat in Managua, from the U.S. Embassy's discretionary fund. American ambassadors around the world have such funds at their disposal in order to deal quickly with emergencies or other unforeseen situations.

"The United States is making a maximum effort to provide immediate relief to the victims of the tidal waves and floods in Nicaragua," Joseph Snyder, a department spokesman, said.

He said the \$5 million would be used for repair and reconstruction and to clean up areas affected by the tidal wave.

The first plane load of U.S. relief supplies arrived in Managua Thursday morning with water containers, food and other supplies for people in shelters.

AP-DS-09-03-92 1628EDT

daily

THE PRESIDENT HAS SEEN 9/3

THE WHITE HOUSE
WASHINGTON

September 2, 1992

67
- 2 P5: 48

MEMORANDUM FOR THE PRESIDENT

FROM:

RONALD C. KAUFMAN (RCU)
DEPUTY ASSISTANT TO THE PRESIDENT FOR
POLITICAL AFFAIRS

SUBJECT:

AMENDMENT TO FLORIDA PRIMARY ELECTION BRIEFING

As an aside, I thought you might be interested in the defeat of incumbent Broward County Sheriff and Republican, Nick Navarro.

Navorra was defeated in last evening's primary by former head of Crimestoppers, Jim Howard. Defeated by a 54% to 47% margin, many were not surprised by the defeat.

Navorro, elected in 1984, was on the defensive throughout most of the campaign. A federal corruption investigation of the Sheriff's office is under way and the Broward County Sheriff's office has been under fire lately for manufacturing crack cocaine for use in undercover drug stings.

✓ Howard is also surrounded in controversy. He resigned in 1985 as head of Crimestoppers amid an internal investigation into the organization. A grand jury investigation cleared him of wrongdoing, but he failed a polygraph test and told investigators during a taped interview that his girlfriend had smoked marijuana in his presence (ONLY IN BROWARD COUNTY!!!).

Howard will face Democratic challenger Ron Cochran in November.

OK
9/2
2P

THE WHITE HOUSE
WASHINGTON
September 2, 1992

4
SEP 2 18:08

MEMORANDUM FOR THE PRESIDENT

FROM: RONALD C. KAUFMAN (RCK)
DEPUTY ASSISTANT TO THE PRESIDENT FOR
POLITICAL AFFAIRS

SUBJECT: PRIMARY ACTIVITY REPORT

Primaries were conducted in Florida and Nevada last evening. The following are highlights from both.

FLORIDA

Due to Hurricane Andrew, outcomes of the statewide U.S. Senate primary and five congressional races (Districts 17 & 20-23) will remain in doubt until Tuesday, September 8. Dade, the state's largest county with 10% of Florida's registered voters, postponed its election to September 8 due to many residents who continue to be hampered due to Hurricane relief efforts.

Congressional redistricting gave Florida four additional U.S. House seats, including two or three virtually certain to send the state's first black representatives to Congress in nearly 120 years. Hispanics are expected to have two of the 23 districts.

Republicans currently hold a ten to nine edge in the delegation. However, a total of six of the state's nineteen incumbents chose to retire including Congressmen Charles Bennett, Craig James, Andy Ireland, Dante Fascell, Larry Smith and William Lehman, thus creating 10 open seats.

No incumbents were defeated as a result of primary opposition. In races with three or more candidates, the top two vote getters will go to an October 1 runoff if no one receives a majority in primary voting.

OK 9/2
730a

PRIMARY ACTIVITY REPORT
PAGE TWO

U.S. Senate

In the U.S Senate primary, excluding Dade county, with 88% reporting, Sen. Bob Graham handily defeated little known Democratic challenger Jim Mahoner 83% to 16%.

On the Republican side, with 90% reporting, former Congressman **Bill Grant** won handily with 55% defeating former Federal Maritime Commissioner Rob Quartel (26%) and businessman Hugh Brotherton (17%).

1st District

Incumbent Democrat **Earl Hutto** won easily in a three-way Democratic primary defeating challengers Harry Keller and Ernie Padgett. Hutto will face Republican challenger and 1990 nominee **Terry Ketchel**.

2nd District

Incumbent Democrat **Pete Peterson**, running for a second term, defeated primary challenger and farm lobbyist Buster Smith. Peterson will face Republican challenger **Ray Wagner** in November.

3rd District

This was a newly created seat due to redistricting.

On the Republican side, businessman **Steve Kelly** and former aid to former U.S. Senator Paula Hawkins, **Don Weidner** will be in a runoff.

On the Democratic side, there will be a runoff between St. Representative **Corrine Brown** (43%) and former State Representative **Andrew Johnson** (31%)

4th District

This seat was open due to the retirement of incumbent Democrat **Charles Bennett**.

Former Democrat State Senator **Mattox Hair** will face Republican Jacksonville City Councilwoman **Tillie Fowler**.

PRIMARY ACTIVITY REPORT
PAGE THREE

5th District

This seat was created as a result of redistricting.

Republican **Tom Hogan** will face Democrat State Senator **Karen Thurman**.

6th District

Incumbent Republican **Cliff Stearns** will face Democratic challenger and businessman **Phil Denton**.

7th District

This is an open seat due to the retirement of incumbent Republican **Craig James**.

With 85% reporting, former State Representative **John Mica** won a three way primary with 56%, defeating State Representative **Dick Graham** (30%) and Vaughn Forrest (13%).

The Democratic nominee will be Attorney **Daniel Webster**.

8th District

Incumbent Republican **Bill McCollum**, running for a 6th term, won easily in his primary over challenger **Lew Oliver** 80% to 20%

McCollum will face Democratic challenger **Chuck Kovalesski**.

9th District

Incumbent Republican **Michael Bilirakis**, running for a 5th term, was an easy winner over challenger State Representative **Trisch Muscarella** by a 70% to 30% margin.

Bilirakis will face Democratic challenger and nurse, **Cheryl Davis Knapp** in November.

10th District

Incumbent Republican **Bill Young**, running for a 6th term, will face Democratic challenger **Karen Moffit** in November.

PRIMARY ACTIVITY REPORT
PAGE FOUR

11th District

Incumbent Democrat **Sam Gibbons**, running for a 15th term, will face Republican challenger **Mark Sharpe** in the general election.

12th District

This is a seat created as a result of redistricting.

Democrat **Tom Mims** will face Republican **Charles Canady**.

13th District

This was an open seat as a result of the retirement of incumbent Republican **Andy Ireland**.

Among the Democratic challengers, with 77% reporting, **Stephanie Slavin** is running neck and neck with farmer **Rand Snell** 50.2% to 49.8%.

On the Republican side, a probable runoff was likely as well. With 77% reporting, the race remained too close to call with:

Brad Baker	31%
Dan Miller	22%
Dave Thomas	22%
Rick Louis	18%
Jim Thorpe	7%

14th District

Republican incumbent **Porter Goss** will face Independent challenger **Jim King**.

15th District

Democrat incumbent **Jim Bacchus** easily defeated primary challenger **Larry Bessinger** 60% to 40% and will face Republican challenger and 1990 nominee, **Bill Tolley**.

16th District

Incumbent Republican **Tom Lewis** defeated primary challenger **John Anastasio** 64% to 36% and will face Democrat challenger **John Comerford**.

PRIMARY ACTIVITY REPORT
PAGE FIVE

18th District

With no primary contests, incumbent Republican Ileana Ros-Lehtinen will face Democrat challenger Madga Montiel Davis in November.

NEVADA

U.S. Senate

In the Republican Senate primary Elko rancher Demar Dahl beat real estate executive Bob Gore and four other fringe candidates to gain the Republican nomination to face Harry Reid in November.

First term incumbent Democrat Harry Reid beat self-made millionaire Charles Woods and two fringe candidates in the Democrats' primary. This race was closer than was expected.

Republicans
100% reporting

Dahl	37%
Gore	31%
None of the above	13%
Four others	19%

Democrats
100% reporting

Reid	53%
Woods	39%
None of the above	4%
Hollingsworth	3%
Tolotti	2%

In CD 01, incumbent Democrat Jim Bilbray will be challenged by former state assemblyman Coy Pettyjohn. This district has at least a 20,000 Democratic voter edge which should keep this seat safe for Bilbray.

In CD 02, incumbent Republican Barbara Vucanovich won renomination after being challenged by three other fringe Republicans.

On the Democrats side, Reno Mayor Pete Sferrazza beat teacher Jerry Maldonado to win the Democrats' nomination to challenge Vucanovich.

Republicans
100% reporting

Vucanovich	69%
Hensley	15%
Baker	9%
Flower	7%

Democrats
100% reporting

Pete Sferrazza	58%
Jerry Maldonado	42%

daily 9/3

THE WHITE HOUSE

WASHINGTON

Dear John:

With deep appreciation for your service, I accept your resignation as Special Assistant to the President and Deputy Staff Secretary. Although I am sorry to see you go, I am pleased to have this opportunity to thank you for your efforts.

You have been a great asset to the Bush-Quayle team over the past five years, from the hectic days of the 1988 campaign through many long, late nights in the Office of the Staff Secretary. I know that Jim Cicconi and Phil Brady admired, as much as I, the great energy and intellectual force you brought to your work, including the near-herculean task of reviewing the many documents that cross my desk each day. In particular, I would note your excellent work in organizing in a systematic and useful fashion the initiatives of this Administration through the Bush Administration Record project.

With a level of insight and a sense of responsibility that are all the more remarkable for your youth, you have helped the Administration to move forward with our agenda to promote peace and democracy around the world while, at the same time, expanding opportunity here at home. I am grateful for your dedication and support.

Barbara joins me in sending best wishes for your success in law school and for a rewarding career to follow.

Sincerely,



The Honorable John S. Gardner
Apartment 808
1600 Massachusetts Avenue
Cambridge, Massachusetts 02138

THE WHITE HOUSE

WASHINGTON

August 24, 1992

Dear Mr. President:

In the Fall of 1979, a somewhat shy 17-year old attended his first political rally at the Bethesda Chevy Chase Rescue Squad. You spoke, and everything you said made sense. I instantly became a supporter. Five days after my 18th birthday, I cast my first vote for you in the 1980 Maryland primary. Yet I never thought then that I would have the opportunity to serve you in the White House for three and one-half remarkable years in our Nation's history, years also of great happiness for me.

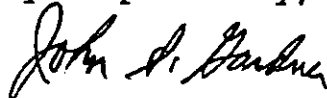
One of the best things about working for you has always been the extraordinary caliber of the people you attract. In Jim Pinkerton, Jim Cicconi, and Phil Brady, I have been fortunate to work with three intelligent, good-natured, kind, and dedicated public servants.

I become upset when people criticize you, particularly upset when some claim that you do not have a vision. I know you do, and it is as simple as this: In a world at peace, to make the lives of individual Americans happier and more fulfilling, to bring prosperity, and to give all people the chance to fulfill their potential. With these goals, I have every confidence the American people will choose you again as President.

Growing up, I was always interested in American history and politics. But I never dreamed that I would work on a national campaign or have real responsibility at the White House at 26. But this is America, where such things happen.

For the opportunity to serve you and my country, and for the great happiness that service has brought over five years, I thank you. May God bless you and your wonderful family.

Very respectfully,



John S. Gardner
Special Assistant to the President
and Deputy Staff Secretary

The President
The White House

Daily 9/3

Good

GB

September 2, 1992

cc: Brent

MEMORANDUM FOR THE PRESIDENT

FROM: Bob Teeter *mt*

Appreciate being made aware of Richard Kerr's interest in helping out in the campaign. Jim Hooley, our surrogate director, is in touch with him about representing the campaign at an off-the-record discussion on national security policy sponsored by the Scientists' Institute for Public Information on September 15. The Clinton campaign also has been invited to send a representative to this dinner.

We definitely will use him when similar opportunities arise.