The House met at 10 a.m. The Reverend F. Kenneth Hoffer, Mount Culmen Evangelical Congregational Church, East Earl, Pennsylvania, offered the following prayer:

Almighty God, Ruler of all nations, we give our thanks for Your guidance which has preserved our Nation and for the peaceful continuity of government in America.

We look gratefully to the past, thanking You that from the foundations of America You granted our forefathers courage and wisdom, as they trusted in You. By their example to lead, guide and direct, inspire this Congress whom You have entrusted leadership to serve and wage the struggle to find peace and justice in our world.

For our leaders, diplomats and military, let our resources be a strength to all, regardless of race, creed, faith, age, sex or national origin. May we work together towards justice, righteousness and goodness for all peoples of all nations.

We pray to You, O God. Amen.

THE JOURNAL

The SPEAKER. The Chair has examined the Journal of the last day’s proceedings and announces to the House his approval thereof.

Pursuant to clause 1, rule I, the Journal stands approved.

Mr. DIAZ-BALART. Mr. Speaker, pursuant to clause 1, rule I, I demand a vote on agreeing to the Speaker’s approval of the Journal.

The SPEAKER. The question is on the Chair’s approval of the Journal.

Mr. DIAZ-BALART. Mr. Speaker, I object to the vote on the ground that a quorum is not present.

The SPEAKER. Pursuant to clause 8, rule XX, further proceedings on this question will be postponed.

The point of no quorum is considered withdrawn.

PLEDGE OF ALLEGIANCE

The SPEAKER. Will the gentleman from Pennsylvania (Mr. HOLDEN) come forward and lead the House in the Pledge of Allegiance.

Mr. HOLDEN led the Pledge of Allegiance as follows:

I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one nation under God, indivisible, with liberty and justice for all.

ANNOUNCEMENT BY THE SPEAKER

The SPEAKER. The Chair recognizes the gentleman from Pennsylvania (Mr. HOLDEN) for 1 minute. All other 1-minutes will be postponed until the end of the day.

THE REVEREND F. KENNETH HOFFER

(Mr. HOLDEN asked and was given permission to address the House for 1 minute.)

Mr. HOLDEN. Mr. Speaker, I would like to thank my colleagues and Father Coughlin for providing my constituents, Reverend F. Kenneth Hoffer, the opportunity to offer the opening prayer this morning in the House Chamber.

Pastor Hoffer resides in Reading, Pennsylvania, and is the pastor at the Mount Culmen Evangelical Congregational Church in East Earl, Pennsylvania. He was born in Lancaster County, Pennsylvania, and graduated from Manheim Central High School.

Mr. Speaker, he served with distinction in the United States Navy during World War II. He graduated from Lebanon Valley College in 1953 and went on to study theology at the Evangelical School of Theology in Myers-town, Pennsylvania.

He and his wife Anna have been married for 48 years and are the proud parents of a son, Craig, and three grandchildren.

On behalf of all of my colleagues, I would like to thank Reverend Hoffer for his spiritual guidance this morning.

THE JOURNAL

The SPEAKER. Pursuant to clause 8 of rule XX, the pending business is the question of agreeing to the Chair’s approval of the Journal of the last day’s proceedings.

The question is on the Chair’s approval of the Journal.

The question was taken; and the Speaker announced that the ayes appeared to have it.

Mr. GOSS. Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER. Evidently a quorum is not present. The Sergeant at Arms will notify absent Members.

The vote was taken by electronic device, and there were—yeas 336, nays 68, answered “present” 1, not voting 26, as follows:

[Roll No. 122]
YEAS—336
Abercrombie Ackerman Akin Allen Andrews Armey Baca Baker Balducci Baldwin Ballenger Barcia Barrett Bartlett
Barton Beccera Benton Bereuter Berkley Berry Biggert Bilirakis Bishop Blagojevich Blumenauer Blunt Boehlert Boehner
Bono Boswell Boyd Brady (TX) Brown (OH) Brown (SC) Bryant Burr Burton Buyer Calihan Calvert Camp Cannon Cantor

This symbol represents the time of day during the House proceedings, e.g., 1407 is 2:07 p.m.
May 17, 2001

CONGRESSIONAL RECORD — HOUSE

SWEARING IN OF THE HONORABLE BILL SHUSTER OF PENNSYLVANIA AS A MEMBER OF THE HOUSE

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that the gentleman from Pennsylvania (Mr. BILL SHUSTER) be permitted to take the oath of office today.

The SPEAKER. Is there objection to the gentleman from Texas?

There was no objection.

The SPEAKER. Will the Representative from Pennsylvania present the Pennsylvania delegation present themselves in the well of the House and take the oath of office?

Mr. SHUSTER appeared at the bar of the House and took the oath of office, as follows:

Do you solely swear that you will support and defend the Constitution of the United States against all enemies, foreign and domestic; that you will bear true faith and allegiance to the same; that you will take the obligation freely, without any mental reservation or purpose of evasion; and that you will well and faithfully discharge the duties of the office on which you are about to enter. So help you God.

The SPEAKER. Congratulations. You are now a Member of the 107th Congress of the United States.

Mr. GEKAS. Mr. Speaker, it is my honor and extreme privilege to introduce the new Member of the House from its members here. He succeeds an individual who has become anonymous and who is little known in this Chamber but, despite that, we will present him with the distinction that he carries a name that has been a part of our traditions for many, many years. He is, of course, the son of Bud Shuster.

Beyond that, he, as an individual, was elected in the heart of Pennsylvania, was born and raised in that area, attended the Dickinson College, where he went to school and became a star athlete in three varsity sports, and who then went to Dickinson College. And by the way, what that does is double the number of Dickinson College graduates of this body in the Dickinson College Caucus, which I chair. Then he went and received a master’s degree from American University. All the way up, he worked as a farm laborer, as a construction worker, in various businesses, until, at the time of his election, he was an entrepreneur in the automobile business.

His two children, who are with him, are age 13, and Garrett, who is nine.
are with him, as is the mother of the children, Rebecca, and a whole host of Shuster family and supporters. He is ready to tackle the job. He has talked about nothing except his future service in the House of Representatives. He is eager to take his place among us. We are ready to hear him and to help him and to help him become a great Member of the House of Representatives. BILL SHUSTER.

READY TO REPRESENT THE PEOPLE OF THE NINTH DISTRICT OF PENNSYLVANIA

(Mr. SHUSTER asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. SHUSTER. Mr. Speaker, I thank the gentleman from Pennsylvania very much for the introduction.

Mr. Speaker, it is an honor to stand here today as the newest Representative from the Ninth District from Pennsylvania. I want to thank the voters of central Pennsylvania for this incredible privilege. The faith and trust the people of Pennsylvania have placed in me is indeed an awesome responsibility.

Over the past 4½ months, I have traveled throughout the 11 counties that make up the ninth district, from DuBois to Chambersburg. I have listened closely to the concerns of the people: teachers, factory workers, senior citizens, business owners, young people and farmers. And I come here today ready to represent their values and bring their voices and concerns to Washington.

Job creation, tax relief for our families and businesses, strengthening and securing Social Security and Medicare for this and future generations, reforming education and improving our education system is one of the most important areas that Congress can act on.

Mr. Speaker, I look forward to the days and months ahead working with my colleagues, and especially those in the Pennsylvania delegation, in accomplishing the people's business.

Finally, I want to thank my family and friends, many of whom have traveled down here to be with me today. Without their continued love and support, I would not be here. I would especially like to thank my mother, Pat; my father, Bud; my wife, Becky; and my two children, Ali and Garrett. Again, none of this would be possible without their love and support.

HOPE FOR CHILDREN ACT

Ms. PRYCE of Ohio. Mr. Speaker, by direction of the Committee on Rules, I call up House Resolution 141 and ask for its immediate consideration.

The Clerk read the resolution, as follows:

H. Res. 141

Resolved, That upon the adoption of this resolution it shall be in order without intervention and a point of order to consider in the House the bill (H.R. 622) to amend the Internal Revenue Code of 1986 to expand the adoption credit, and for other purposes. The bill shall be read for amendment. The amendment recommended by the Committee on Ways and Means now printed in the bill shall be considered as adopted. The previous question shall be considered ordered as ordered on the bill, as amended, to final passage without intervening motion except: (1) one hour of debate on the amendment, equally divided and controlled by the chairman and ranking minority member of the Committee on Ways and Means; and (2) one hour to recommit with or without instructions.

The SPEAKER pro tempore (Mr. LATOURETTE). The gentlewoman from Ohio is recognized for 1 hour.

Ms. PRYCE. Mr. Speaker, for purposes of debate only, I yield the customary 30 minutes to my good friend and colleague, the gentleman from Ohio (Mr. HALL); pending which I yield 30 minutes to my good friend and colleague from DuBois to Chambersburg. I have listened closely to the concerns of the people: teachers, factory workers, senior citizens, business owners, young people and farmers. And I come here today ready to represent their values and bring their voices and concerns to Washington.

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HOPE FOR CHILDREN ACT

Ms. PRYCE of Ohio. Mr. Speaker, by direction of the Committee on Rules, I call up House Resolution 141 and ask for its immediate consideration.
the ages of 6 and 18. With this increased age comes an increased likelihood that these children will be classified by the State as special-needs children due to histories of emotional, physical, and sexual abuse. We have children waiting to be adopted that bring with them physical handicaps, and entire sibling groups that need to be placed in a home together. These children, more than others, need a loving, permanent home; and families that will open their hearts should be given support. All of these important changes will be available to families beginning with expenses incurred in the 2002 tax year.

Mr. Speaker, we have to reduce the financial burden that adoption can place on families so that couples can become families and more children can sleep peacefully under the roof of loving parents. The Hope for Children Act will continue the hard work and dedication this Congress has devoted to adoption by reducing this huge financial barrier. It will help more children find the love of a family.

I urge all my colleagues to support both the rule and this important legislation.

Mr. Speaker, I reserve the balance of my time.

Mr. HALL of Ohio. Mr. Speaker, I yield myself such time as I may consume, and I thank my friend, the gentlewoman from Ohio (Ms. PRYCE), for yielding my time.

Mr. Speaker, this is a closed rule. It will allow for the consideration of the bill called the Hope for Children Act, H.R. 622. As my colleague from Ohio has described, this rule provides for 1 hour of general debate to be equally divided and controlled by the chairman and ranking minority member of the Committee on Ways and Means.

Under the rule, no amendments are in order.

Mr. Speaker, this bill permanently extends the adoption tax credit. It raises it to $10,000. The bill also permanently extends the exclusion from income for employer-provided adoption assistance and raises it to $10,000. Under current law the amount in both provisions is $5,000 for special-needs children and $5,000 for other children.

Special-needs children include those who have physical, mental or emotional handicaps that make difficult placing the child with adoptive parents.

Mr. Speaker, permanently placing foster children with loving, adoptive parents is an important goal for our society. In doing so, we are setting a firm foundation in life for these children and strengthening our society as a whole. Therefore, it is appropriate for our government, including the Federal Tax Code, to encourage adoption.

I am a cosponsor of the bill. As the gentlewoman from Ohio (Ms. PRYCE) and close to 200 of my House colleagues as a cosponsor of the bill. Almost two-thirds of the House has cosponsored this legislation. I regret that this is a closed rule which will not permit any amendments. Even in the case of tax bills, it is often customary to permit one substitute amendment.

Mr. Speaker, the bill before us does not offer sufficient incentives to promote the adoption of special-needs children; and although the bill does increase the size of the adoption tax credit, the definition of qualified adoption expenses is inadequate to help the majority of families adopting special-needs children. Because this is a closed rule, there will be no opportunity to improve this on the House floor.

It is the understanding of concerned Democratic members of the Committee on Ways and Means that this issue will be addressed later in the legislative process. I am concerned about this closed rule. However, the bill was approved by the Committee on Ways and Means with bipartisan support. The bill clearly has the overwhelming support of House Members on both sides of the aisle; therefore, I support the passage of the bill.

Mr. Speaker, I reserve the balance of my time.

Ms. PRYCE of Ohio. Mr. Speaker, I yield 3 minutes to the gentleman from California (Mr. CUNNINGHAM), an adoptive father himself.

Mr. CUNNINGHAM of Georgia. Mr. Speaker, I stand in support of the rule. I do not like closed rules myself, but I think in this case with the bipartisan support that we have on the bill, I doubt if there will be very many people opposed to it. I support the rule and am a cosponsor of the bill.

I have a son. He happens to be adopted. I would like to tell people that there is no difference between a natural son and an adopted son as far as the love and care, through better and worse. Like all children, you have problems; but it has been a blessing to my wife and myself. I would also tell you a story. My brother, when he was going to college, was dating a young lady. Unbeknownst to him, the young lady became pregnant. She went away to Kansas City and gave birth to this child without my brother’s knowledge.

Later on, my brother married this same young lady. They had two children. What is important to me is what happened. The child was not wanted, but has been adopted. She is a part of my family now.

When she arrived, she had no idea she had a natural father and a natural brother and sister. Louise is now pregnant with her third child. No, the child will not be adopted. The little one will have a loving family from Josh and Louise. A loving mother who supported her daughter’s right to seek her natural parents is very close to my brother and the entire family.

So the story. Mr. Speaker, is that adopted children, there are success stories. And it is a wonderful thing that I think Members on both sides of the aisle are doing by making it possible to go forward with this bill. Mr. Speaker, I thank the sponsors of this bill.

Mr. HALL of Ohio. Mr. Speaker, I yield 4 minutes to the gentleman from Massachusetts (Mr. DELAHUNT).

Mr. DELAHUNT. Mr. Speaker, I too rise in support of the rule and the underlying bill. I was among its original cosponsors, and I want to take a moment to commend the gentlewoman from Ohio (Ms. PRYCE) and the gentleman from Michigan (Mr. CAMP) for their leadership.

The bill will make it possible for many more families to provide children with loving and permanent homes. But 15 percent of these children will not find a home, their adoptive parents typically face financial burdens in caring for them.

There are some 125,000, approximately, children in foster care now who are eligible for adoption and who continue to wait and wait and wait for a loving home. We are doing for these children what we should do for all children: give them a loving family and the chance to develop to their full potential.

I urge all of my colleagues to support this bill.
who are eager to adopt children with special needs but maybe are unable to absorb all of the extraordinary financial burdens that this can entail.

As an adoptive father myself, I believe we have a strong interest as a society, as a Nation, in encouraging all adoption. The adopter’s personal decision to provide a permanent home to a child with special needs.

As I indicated, I am going to support the bill, but I hope very much that a way can be found to reinstate the provision before it is sent to the President for his signature.

Ms. PRYCE of Ohio. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, I, too, regret that the provision that the gentleman spoke of is not included. However, we have assurances from our Committee on Ways and Means that this matter will be subject to hearings. I think there is great support for it in the Senate. I, too, hope that it is included before it goes to the President for signature.

Mr. Speaker, I yield 2 minutes to the gentleman from Michigan (Mr. CAMP), a member of the Committee on Ways and Means and a champion of the issue of adoption in the House of Representatives.

(Mr. CAMP asked and was given permission to revise and extend his remarks.)

Mr. CAMP. Mr. Speaker, I thank the gentlewoman for yielding me this time, and for her leadership on the issue of adoption.

Mr. Speaker, since 1995, we have made tremendous progress from the creation of the credit, to ending discrimination in adoption, to the Adoption in Safe Families Act, a stamp commemorating adoption, the Intercountry Adoption Act to help people who are adopting children from abroad, and the Child Citizenship Act to make sure that children who are foreign born who are adopted by American parents receive automatic citizenship. That had been a real hang-up for families who are adopting. And also for the Abuse and Neglect Act; and now, of course, today increasing the credit.

Mr. Speaker, I support this rule. This bill represents a unanimous bipartisan effort from the Committee on Ways and Means and from the House. There are well over 289 cosponsors, a significant amount of support.

This rule will provide extra time for my colleagues to debate and discuss the importance of this act. The credit, as I said, was originally enacted in the mid-1990s. A portion of that original law is set to expire. So if we do not act, we will lose the adoption credit, and we need to update the language of this bill to better reflect the realities and cost of adoption today.

The Hope for Children Act will make permanent an update of the adoption tax credit. It will increase the credit to $10,000 per eligible child and raising the income caps and exempting the credit from the Alternative Minimum Tax, so there are no adverse tax consequences for people who use this credit. It will also extend the gross income exclusion for employer-provided adoption assistance programs and raise that maximum exclusion to $10,000 as well.

As has been stated, this is about children and families and about finding a loving home for children who do not have homes. That is the most important thing in this bill.

Mr. Speaker, again I wanted to commend the leadership on the bipartisan effort of this bill, and especially the leadership of the gentlewoman from Ohio (Ms. PRYCE) who has brought the issue of adoption to the floor.

Mr. HALL of Ohio. Mr. Speaker, I yield 3 minutes to the gentlewoman from New York (Mrs. MALONEY). Mrs. MALONEY of New York. Mr. Speaker, I thank the gentleman for yielding me this time.

Mr. Speaker, I rise in support of the bill and also the rule, and for the very strong pro-family, pro-adoption tax relief policy, Hope for Children Act. Children’s issues, and specifically providing for foster care, have been important legislative goals in my career. I am proud to have worked with President Clinton and his staff in a bipartisan way in this Congress back in 1996 when we passed the original bill that helped break down the financial and bureaucratic barriers to adoption, giving every child what every child needs and deserves: loving parents and a strong, stable home.

This legislation helps provide assistance to those families who wish to add a child to their lives. All parents today face the stark reality that raising children, although wonderful and a true joy, is also very costly and expensive. The simple cost of going through the adoption process can be very expensive.

Mr. Speaker, I am hopeful that this Congress will also be able to address the item that my colleague from Massachusetts raised, the needs of parents who wish to adopt special-needs children. And I am pleased that my colleague, the gentlewoman from Ohio (Ms. Pryce), states a commitment from the Committee on Ways and Means to address this issue in the session has been forthcoming.

These children are often older and have handicaps and medical conditions, and I urge my colleagues to work with the gentlewoman and others in the future to make sure that this is also included.

Again, I applaud the bipartisan leadership on this bill. With so many children in need of homes, it is morally right for Congress to relieve some of the financial burdens for these families.

All Members of Congress know that our doors are continually beaten down by those seeking various tax benefits for specific special interests. Children’s voices often fail to be heard today in Washington, and I am pleased to stand in support with my colleagues of our Nation’s children. This will help thousands of children waiting for a family through adoption. It will help thousands of middle-class parents adopt them. It is an important bill. I urge a ‘yes’ vote on the rule and the underlying bill.
strong families. One such thing we can do is to enable these families who would like to open their households as permanent and loving homes for children in need. This legislation reeives the heavy financial burden placed on these families.

Any family who wishes to care for these children in a permanent way should have the support of this body. I support the rule and urge passage of the bill.

Mr. HALL of Ohio. Mr. Speaker, I yield myself the balance of my time.

This is good piece of legislation. I think many of us are very proud to be on it. We hope as the bill makes its way through the legislative process that this amendment addressing special-needs children is added. We support the bill and the rule.

Mr. Speaker, I have no further requests for time, and I yield back the balance of my time.

Ms. PRYCE of Ohio. Mr. Speaker, I yield myself the balance of my time.

This issue is very close to my heart and personal priority. By reducing the financial burden that adoption can place on families, more couples can share their love with lonely, wanting children. That is what it is all about, fulfilling the dreams of those who long for a family.

I would like to give my personal thanks to the gentleman from California (Mr. THOMAS) and the Committee on Ways and Means for their extraordinary efforts on behalf of this bill: the majority leader, the gentleman from Texas (Mr. ARMEY); and the Adoption Caucus. I urge all my colleagues to support both the rule and this important legislation.

Mr. Speaker, I yield back the balance of my time, and I move the previous question.

The previous question was ordered.

The SPEAKER pro tempore (Mr. LATOURETTE). The question is on the resolution.

The question was taken; and the SPEAKER pro tempore announced that the ayes appeared to have it.

Mr. HALL of Ohio. Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER pro tempore. Evidently a quorum is not present.

The Sergeant at Arms will notify absent Members.

The vote was taken by electronic device, and there were—yes 415, nays 1, not voting 18, as follows:

<table>
<thead>
<tr>
<th>Yeas</th>
<th>Nays</th>
<th>Not Voting</th>
</tr>
</thead>
<tbody>
<tr>
<td>415</td>
<td>1</td>
<td>18</td>
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Mr. THOMPSON of Mississippi changed his vote from “nay” to “aye.” So the resolution was agreed to.

The result of the vote was announced as above recorded.

A motion to reconsider was laid on the table.

Mr. THOMAS, Mr. Speaker, pursuant to House Resolution 141, I call up the bill (H.R. 622) to amend the Internal Revenue Code of 1986 to expand the adoption credit, and for other purposes, and ask for its immediate consideration.

The Clerk read the title of the bill. The SPEAKER pro tempore (Mr. LATOURETTE). Pursuant to House Resolution 141, the bill is considered read for amendment.

The text of H.R. 622 is as follows:

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE. This Act may be cited as the “Hope for Children Act”.

SEC. 2. EXPANSION OF ADOPTION CREDIT AND ADOPTION ASSISTANCE PROGRAMS.

(a) IN GENERAL.—

(1) ADOPTION CREDIT.—Section 21A(a)(1) of the Internal Revenue Code of 1986 (relating to allowance of credit to amend) is amended as follows:

“(a) In general.—In the case of an individual, there shall be allowed as a credit against the tax imposed by this chapter—

“(1) In the case of the adoption of a child other than a child with special needs, the amount of the qualified adoption expenses paid or incurred by the taxpayer, and

“(2) In the case of a child with special needs, $10,000.”.

(2) ADOPTION ASSISTANCE PROGRAMS.—Section 431(b) of such Code (relating to adoption assistance programs) is amended as follows:

(H.R. 622)
“(a) IN GENERAL.—Gross income of an employee does not include amounts paid or expenses incurred by the employer for adoption expenses in connection with the adoption of a child by an individual if such amounts are furnished pursuant to an adoption assistance program. The amount of the exclusion shall be—

“(1) in the case of an adoption of a child other than a child with special needs, the amount of the qualified adoption expenses paid or incurred by the taxpayer, and

“(2) in the case of an adoption of a child with special needs, $10,000.”.

(b) DOLLAR LIMITATIONS.—

(I) DOLLAR AMOUNT OF ALLOWED EXPENSES.—

(A) ADOPTION EXPENSES.—Section 23(b)(1) of the Internal Revenue Code of 1986 (relating to allowance of credit) is amended—

(i) by striking “$5,000” and inserting “$10,000”,

(ii) by striking “($5,000, in the case of a child with special needs)”, and

(iii) by striking “subsection (a)” and inserting “subsection (a)(1)”.

(B) ADOPTION ASSISTANCE PROGRAMS.—Section 137(b)(1) of such Code (relating to dollar limitations for adoption assistance programs) is amended—

(i) by striking “$5,000” and inserting “$10,000”, and

(ii) by striking “($5,000, in the case of a child with special needs)”, and

(iii) by striking “subsection (a)” and inserting “subsection (a)(1)”.

(II) PHASE-OUT LIMITATION.—

(A) ADOPTION EXPENSES.—Clause (i) of section 23(b)(2)(A) of such Code (relating to limitation) is amended by striking “$5,000” and inserting “$15,000”.

(B) ADOPTION ASSISTANCE PROGRAMS.—Section 137(b)(2)(A) of such Code (relating to limitation) is amended by striking “$5,000” and inserting “$15,000”.

(C) YEAR CREDIT ALLOWED.—Section 23(a)(2) of the Internal Revenue Code of 1986 (relating to year credit allowed) is amended by adding at the end the following new flush sentence:

“In the case of the adoption of a child with special needs, the credit allowed under paragraph (1) shall be allowed for the taxable year in which the adoption becomes final.”.

(d) REPEAL OF SUNSET PROVISIONS.—

(I) CHILDREN WITHOUT SPECIAL NEEDS.—Section 23(b)(3) of the Internal Revenue Code of 1986 (relating to a tax credit for adoption expenses) is amended by inserting “and any child who—

“(A) has not attained age 18, or

“(B) is physically or mentally incapable of caring for himself.”.

(II) ADJUSTMENT ASSISTANCE PROGRAMS.—Section 137 of such Code (relating to adoption assistance programs) is amended by striking subsection (f).

(e) ADJUSTMENT OF DOLLAR AND INCOME LIMITATIONS FOR INFLATION.—

(I) ADOPTION CREDIT.—Section 23 of the Internal Revenue Code of 1986 (relating to adoption expenses) is amended by redesignating subsection (h) as subsection (i) and by inserting after subsection (g) the following new subsection (h):

“(h) ADJUSTMENTS FOR INFLATION.—In the case of a taxable year beginning after December 31, 2001, each of the dollar amounts in subsection (a)(1)(B) and paragraphs (1) and (2)(A)(i) of subsection (b) shall be increased by an amount equal to—

“(1) such dollar amount, multiplied by

“(A) the inflation adjustment determined under section 1(f)(3) for the calendar year in which the taxable year begins, deter-

(b) BENEFITS MADE PERMANENT FOR ALL CHILDREN.—Paragraph (2) of section 23(d) of such Code is amended to read as follows:

“(2) ELIGIBLE CHILD.—The term ‘eligible child’ means any individual who—

“(A) has not attained age 18, or

“(B) is physically or mentally incapable of caring for himself.”.

(III) ADJUSTMENTS FOR INFLATION.—In the case of a taxable year beginning after December 31, 2002, each of the dollar amounts in subsection (a)(1)(B) and paragraphs (1) and (2)(A)(i) of subsection (b) shall be increased by an amount equal to—

“(1) such dollar amount, multiplied by

“(A) the inflation adjustment determined under section 1(f)(3) for the calendar year in which the taxable year begins, deter-

(c) CREDIT RENAMED THE TOM BILLEY ADOPTION CREDIT.—

(1) The heading of section 23 of such Code is amended to read as follows:

“SEC. 23. TOM BILLEY ADOPTION CREDIT.”.

(2) The item relating to section 23 in the table of sections for part IV of chapter 1 of such Code is amended to read as follows:

“Sec. 23. Tom Billey adoption credit.”.

(d) EFFECTIVE DATE.—The amendments made by this section shall apply to taxable years beginning after December 31, 2001.

This Act may be cited as the ‘Hope for Children Act’.

Mr. Speaker pro tempore, the amendment printed in the bill is adopted.

The text of H.R. 622, as amended, is as follows:

H.R. 622

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the ‘Hope for Children Act’.

SECTION 2. INCREASED TAX INCENTIVES FOR ADOPTIONS.

(a) INCREASE IN MAXIMUM BENEFIT.—Section 23(b)(1) of the Internal Revenue Code of 1986 (relating to adoption credit) is amended by striking “$5,000” and inserting “$10,000”.

(b) CREDIT ALLOWED AGAINST ALTERNATIVE MINIMUM TAX.—

(1) IN GENERAL.—Subsection (b) of section 23 of such Code is amended by striking ‘‘$75,000’’ and inserting ‘‘$150,000’’.

(2) THE CREDIT.—Subsection (d) of such Code is amended by striking ‘‘$5,000’’ and all that follows and inserting ‘‘$10,000’’.

(3) APPLICABLE TAX LIMITATION.—The credit allowed under subsection (a) for any taxable year shall not exceed—

“(A) the sum of the regular tax liability (as defined in section 26(b)) plus the tax imposed by section 55, over

“(B) the sum of the credits allowable under this subpart (other than this section) and section 23 for the taxable year.’’.:

(c) LIMITATION BASED ON AMOUNT OF TAX.—

(1) IN GENERAL.—Subsection (c) of section 23 of such Code is amended by striking ‘‘$50,000’’ and all that follows and inserting ‘‘$100,000’’.

(2) THE LIMITATION.—Subsection (d) of such Code is amended by striking ‘‘$75,000’’ and inserting ‘‘$150,000’’.

(d) AMENDMENTS RELATED TO EMPLOYER-PROVIDED ADOPTION ASSISTANCE.—

(1) THE LIMITATION.—(A) Section 21, 22, 24 (other than the amount of the minimum tax credit) is amended by inserting ‘‘(other than section 23)’’ after ‘‘this subpart’’.

(2) THE CREDIT.—(A) Section 23 of such Code is amended by striking ‘‘$50,000’’ and all that follows.

(3) THE CREDIT.—(A) Section 23 of such Code is amended by striking subsection (f) (relating to termination).

(e) EXPENSES PAID OR INCURRED IN PRIOR YEARS.—Expenses paid or incurred during any taxable year beginning after January 1, 2002, may be taken into account in determining the credit under section 23 of the Internal Revenue Code of 1986 for that taxable year beginning on or after such date only to the extent the aggregate of such expenses does not exceed the applicable limitation under section 23(b)(1) of such Code as in effect on the day before the date of the enactment of this Act.

The SPEAKER pro tempore. The gentleman from California (Mr. THOMAS) and the gentleman from Maryland (Mr. CARDIN) each will control 30 minutes of debate on the bill.

The Chair recognizes the gentleman from California (Mr. THOMAS).
Mr. CARDIN. Mr. Speaker, I yield myself such time as I may consume. (Mr. CARDIN asked and was given permission to revise and extend his remarks.)

Mr. CARDIN. Mr. Speaker, there is broad support for the underlying goals of H.R. 622, to assist families in meeting their needs on adoption. The bill, as the chairman has indicated, would increase the adoption credit to $10,000. That is broadly supported in this body.

Secondly, it would make permanent the adoption credit. In current law, the adoption credit for special-needs children is already permanent, and this bill would make permanent for all adoptions to use the credit; and there is broad support for that provision.

Mr. Speaker, let me point out two concerns that we have with this bill. First, this is the eighth tax bill that has been considered in this body, but we have two concerns. First, this is the eighth tax bill that has been considered by the Committee on Ways and Means. This bill is not part of the $1.25 trillion budget that has passed both this body and the other body. So we are beginning to see additional tax bills that are going to be considered that are going to go beyond the $1.25 trillion.

One of the concerns that has been expressed by the Democrats is that we, in fact, are constantly usurping the tax relief that is to be provided in the fiscal decade. I regret this will probably not be the last time that we will be making this point, that there will be other tax bills that are going to be brought forward that exceed the budget resolution that was passed by this body.

The second concern, and we have already heard this by other speakers speaking on the rule, is that there is not enough help in this legislation for parents who want to adopt special-needs children. The children that fall into this category are our most difficult children to place with adoptive parents. Those are our children, children that come out of foster care, children that have one or more disabilities. We want to help these children find permanent homes.

Unfortunately, today, only one out of seven parents will use the adoption credit. A child with special needs can take advantage of the credit that is in the law for adoption expenses; and the main reason for this is that the expenses that qualify for the adoption credit are normally paid for by social agencies that are involved in adoption of children with special needs. Those parents who can take advantage of the adoption credit find that they do not have as much expenses and they do not reach the limit. The percentage of parents who are using the adoption credit with special-needs children are much lower in reaching the credit than those that are adopting other children. So, therefore, this bill that costs $2.5 billion over the 10-year window will have little benefit for helping children with special needs find permanent placements.

Mr. Speaker, there are 122,000 children waiting for adoption with special needs to help families. The original bill had a provision in it that allowed the $10,000 credit without the documentation of costs. That amendment would cost about $125 million, a small fraction of the money that the underlying bill that has been reported to this body would cost.

Mr. Speaker, we support this bill; but I would hope that we could do better. I would like just, if I might, to quote from the Committee Report, and I thank the chairman for including this language in our committee report: ‘The committee, however, is aware that families adopting special-needs children may incur continuing expenses after the adoption is finalized that are not eligible for these benefits. The committee will continue to search for ways to help alleviate these post-adoption expenses.’

I want the chairman to know that we will work with him in finding a way in which we can provide additional assistance to families who are adopting special-needs children. We think we can do better, and we hope as the bill works its way through the legislative process we will find a way to take care of that need.

Mr. Speaker, I reserve the balance of my time.

Mr. THOMAS. Mr. Speaker, I yield myself such time as I may consume, in no way to correspond to my colleague from Maryland.

In terms of his concerns about finding money to pay for this particular program or, indeed, any other program, because notwithstanding the budget reconciliation numbers, there are included in that budget reconciliation an estimated revenue stream outside of reconciliation of more than $38 billion over 10 years, more than enough to pay for this particular program, and for a number of others that the Committee on Ways and Means will probably be looking at. These are not large amounts of money, and they can be accommodated.

The question is ordering our priorities; and it seems to me that based upon the support of this bill that this ought to be very high on our priority list to claim its fair share of that revenue outside of reconciliation.

Mr. Speaker, at this time I ask unanimous consent that the gentleman from Michigan (Mr. CAMP) be permitted to control the remaining time; someone who has been instrumental in helping us shape this legislation and move it forward.

The SPEAKER pro tempore (Mr. LATOURETTE). Is there objection to the request of the gentleman from California?

There was no objection.

Mr. CAMP. Mr. Speaker, I yield myself such time as I may consume.

I want to thank the gentleman from California (Mr. THOMAS), the chairman of the Committee on Ways and Means, for his leadership on this very important issue. This bill would not have come to the floor without his support and effort. And I am grateful for the bipartisan effort that this bill has enjoyed.

Mr. Speaker, I think it is important to also mention that the former chairman of the Committee on Commerce, the gentleman from Virginia (Mr. BULEY), originally introduced this bill in the last Congress, and along with the gentlewoman from Ohio (Ms. PYRE)
and the gentleman from South Carolina (Mr. DEMINT) helped bring this bill to the floor.

Obviously, I support the Hope for Children Act, H.R. 622, which would raise the tax credit for adoption to $10,000; before this, the maximum credit is $6,000 for families who adopt a special-needs child and $5,000 for all other adoptions. The credit is set to expire this year, and H.R. 622 would make it permanent. The special-needs credit, as the gentleman from Maryland (Mr. CAMP) mentioned, is permanent now. But, furthermore, the Hope for Children Act applies to all adoptions, both domestic and intercountry. As the lead sponsor of the Adoption and Safe Families Act, which was signed into law in November of 1997, I am pleased that we are continuing our efforts to make adoptions easier.

I supported the legislation which was signed into law that provided adoptive parents a $5,000 per child adoption credit, but now it is time to expand this tax credit and make it permanent. Families can spend anywhere from $8,000 to $30,000 to adopt a child; and we need to ease the financial burden that really gets in the way of children finding permanent homes.

I have heard from many families like William and Susan Logan of Midland, Michigan, who would like to open their home to a child, but are prevented or delayed from doing so because of the high cost of adoption. The good news is that the Logans will be traveling abroad in the next couple of weeks to bring home the newest addition to their family.

Regrettably, there are thousands more children who are without permanent families, and it is time we work together to ensure they find a loving home. I believe that now is the time to help those children find the families they are waiting for so that they may enjoy a wonderful, loving relationship.

I urge my colleagues to vote "yes" on H.R. 622.

Mr. Speaker, I reserve the balance of my time.

Mr. CARDIN. Mr. Speaker, it is my pleasure to yield 5 minutes to the gentleman from Minnesota (Mr. OBERSTAR).

Mr. OBERSTAR. Mr. Speaker, I thank the gentleman for yielding this time and for being so generous with his time.

Mr. Speaker, this is a very nostalgic moment for me. My late wife, Jo, and I started our family with adoption. We brought Ted into our family in April of 1968; and there followed Noelle and Annie and Monica, and now grand- children, who are adoptees. It should not have been possible without adoption.

I started thinking about what we were able to do, how we were able to afford the cost of adoption. But there are many others who could not. And in 1977, I introduced what then was recognized as the very first bill to provide financial assistance for adoption, a modest $1,500 tax deduction. Well, it was rejected by Treasury as costing too much; Treasury could not afford it. There was not really much of a movement across this country for adoption in those days. So I began to work to build a consensus. With the help of Members on both sides of the aisle, it is the gentleman from Virginia, who was an adoptive parent. Over time, we built a consensus. Legislation was signed into law in November of 1996, 20 years later, legislation was enacted to provide, not a tax deduction, but a much more valuable $5,000 tax credit. Never in my wildest dreams did I think we could achieve that goal.

I thank the gentleman from South Carolina (Mr. DEMINT); the gentlewoman from Ohio (Ms. PRYCE); the gentleman from Alabama (Mr. BACHUS); the gentleman from New York (Mr. Kucinich); Mr. Lightfoot of Iowa, who himself was an adopted child; from Mr. BLILEY, the gentleman from Virginia, who was an adoptive parent. Over time, we built a consensus. Legislation was signed into law in November of 1996, 20 years later, legislation was enacted to provide, not a tax deduction, but a much more valuable $5,000 tax credit. Never in my wildest dreams did I think we could achieve that goal.

Mr. Speaker, I am disappointed that the committee did not follow my suggestion that we name this the Bliley Adoption Tax Credit, but I understand that the Chair has reservations about naming provisions of tax bills for sponsors. Nonetheless, the time will come, when this provision will be known as the Bliley Tax Credit and perhaps just because of his activism. But the gentleman from Virginia (Mr. Bliley) and I did join forces in crafting this legislation, securing 289 and a bipartisan consensus and a bipartisan vote. Without his support, the bill would not have become law and moved quickly on it, and show the doors wider to a generous society, a loving society, one that respects life from conception all the way through every stage of human existence.

Mr. OBERSTAR. Mr. Speaker, I yield 3 minutes to the gentleman from South Carolina (Mr. DEMINT), the sponsor of the bill.

Mr. DEMINT. Mr. Speaker, it does give me great joy to stand here today to celebrate the thousands of moms, dads, and children who become bigger and stronger families through adoption.

The Hope for Children Act that we will pass in the House today will help build more loving, stable families in America, and send a strong signal across our land that every child is a wanted child.

Like many Americans, I grew up in a family without my father in the home. When my mother and eventually my stepfather did all they could to compensate for this missing piece in my life, nothing could dispel the haunting in my heart that regularly whispered that I was not wanted.

Too many Americans grow up with this sense of not being wanted. But every year in America, thousands of children have an infinitely more positive experience. When a married couple decides to adopt a child, they not only take a step in their relationship, they also send a clear signal to their child that he or she is loved and wanted.

The Hope for Children Act sends a strong signal that America wants her children, all of her children. By helping new parents with the high financial costs of adoption, we as a nation encourage the building of strong, happy families.

I introduced H.R. 622 earlier this year, along with my colleagues in the Hope Coalition, the gentleman from Minnesota (Mr. OBERSTAR), the gentlewoman from Ohio (Ms. PRYCE), the gentleman from Alabama (Mr. BACHUS), and the gentleman from New York (Mr.
Families today often spend between $8,000 and $30,000 just to adopt a child. Yet, the adoption credit to them is only $5,000. For many families, this makes adoption impossible simply because of the huge financial burden.

Ed Geppert testified before the Committee on Ways and Means on behalf of the Hope Coalition that there were 6,281 adoptions in the United States in 1998. By increasing the adoption tax credit to $10,000, the Hope for Children Act will allow more families to adopt, give them the opportunity to adopt. It will help more children bypass the foster care system and become part of a permanent family. It will also help to encourage the development of more stable families.

Children are indeed the future of our country, and it is necessary that we give them the opportunity to grow up in stable and permanent environments. So I commend all of those families who would adopt and bring children into their homes. They are indeed what I would call the salt of the Earth, the pillars of the universe: those who are willing to share and give of themselves so that others might have a more meaningful life.

I also want to thank my intern who just joined us, Kate Perdzik, who actually wrote these comments, and the member of the Committee on Ways and Means, Ms. Pryce, for their energy on this important legislation.

Mr. CARDIN. Mr. Speaker, I am pleased to yield 5 minutes to my colleague, the gentleman from Illinois (Mr. Davis). Mr. DAVIS of Illinois. Mr. Speaker, I want to thank my colleague, the gentleman from Maryland, for yielding time to me.

I also want to commend and congratulate the gentleman from South Carolina (Mr. Demint) for introducing this meaningful legislation.

Mr. Speaker. I rise today in support of the Hope for Children Act. As a member of the Hope Coalition, I would like to thank the gentleman from South Carolina (Mr. Demint) and the gentleman from Ohio (Ms. Pingle) for their energy on this bill this year, for guiding it through the Committee on Ways and Means.

I would like to thank the members of the Committee on Ways and Means. I would also like to thank the gentleman from New York (Mr. King), the other member of the Hope for Children Coalition, and the gentleman from Minnesota (Mr. Oberstar).

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Mr. Speaker, many families in my district and around the United States know firsthand the joy of adopting a child. We should not allow cost to stand as a barrier to all families that wish this experience, to experience it. Passing this legislation will advance the goal of providing every child with a loving home.

Mr. CAMP. Mr. Speaker, I yield 2 minutes to the gentleman from Alabama (Mr. Bachus). Mr. BACHUS. Mr. Speaker, I rise today in support of the Hope for Children Act. As a member of the Hope Coalition, I would like to thank the gentleman from South Carolina (Mr. Demint) and the gentleman from Ohio (Ms. Pingle) for their energy on this bill this year, for guiding it through the Committee on Ways and Means.

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Mr. Speaker, it is fundamental that we pass this bill. Our enlightened social policy and tax policy should encourage adoption. Unfortunately, the price tag prohibitive. H.R. 622 increases the maximum adoption tax credit to $10,000 from $6,000 for special-needs children and $5,000 for all other adoptions, while increasing the income ceiling for families who claim the credit from $75,000 to $150,000. It also makes the credit permanent for all adoptions, not just special-needs children.

The bill allows the credit to apply against the AMT, so families are not unfairly pushed into the AMT by claiming this credit. This plan also increases the exclusion for employer-provided adoption assistance to $10,000 for all adoptions and makes this provision permanent.

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Mr. Speaker, many families in my district and around the United States know firsthand the joy of adopting a child. We should not allow cost to stand as a barrier to all families that wish this experience, to experience it. Passing this legislation will advance the goal of providing every child with a loving home.
No children should ever be denied the chance to live with a family that will love and cherish them. This tax credit will make it possible for more families to open their homes and their hearts to a child through adoption.

The high cost of adoption is an insurmountable obstacle to many families who want to adopt a child. With this tax credit, we can help ease that financial burden, sometimes enormous, and ensure more children find a permanent, loving home.

In conclusion, Mr. Speaker, many people do not realize just how expensive adoptions are: medical bills, legal fees, travel costs. We owe it to those wanting children to ease these burdens. Passage of this bill will unquestionably make a meaningful difference in the lives of thousands of children.

One of those children is the son of my chief of staff, who Members can imagine has been very enthusiastic since he adopted Wyatt Emerson about a year and a half ago. I can tell the Members that Wyatt has made a difference in the Emerson family, and the Emerson family has made a difference in him.

Mr. CAMP. Mr. Speaker, I yield 1 minute to the gentlewoman from Virginia (Mrs. JO ANN DAVIS).

Mrs. JO ANN DAVIS of Virginia. Mr. Speaker, I rise today in support of H.R. 622, the Hope for Children Act.

In the past quarter century, the number of children in foster care has grown much faster than the number of children adopted. Yet, despite the large number of children of adoptable age, the adoption rate is still significantly low. A primary reason for this is the costs of adoption which can require a family to spend, as my colleagues have heard, up to $30,000 to provide a child with a home.

The average American family just does not have this kind of money. The Hope for Children Act seeks to remedy this problem by increasing the adoption tax credit to $10,000. There are more people who want to adopt than there are children who are eligible for adoption.

This essential legislation will allow more children to be adopted by loving families who so desperately want them. These children deserve to be loved and deserve to be wanted. We need to help these families be joined together.

Mr. Speaker, I urge my colleagues to vote for the Hope for Children Act.

Mr. CAMP. Mr. Speaker, I yield 2 minutes to the gentleman from Virginia (Mr. CANTOR).

Mr. CANTOR of Virginia. Mr. Speaker, I thank the gentleman from Michigan (Mr. CAMP) for yielding time to me.

Mr. Speaker, I rise today in strong support of the Hope for Children Act. This is an important measure that encourages adoption and provides tax relief at all ages.

One of the biggest blessings is to have someone to call mom and dad. I am in full support of this measure that would help provide loving families and parents to children who are without a permanent place to call home.

The Hope for Children Act will enable more American families to adopt, and as a Congress we should do all we can to promote this cause. As others have said before me, my predecessor Tom Bliley was the original cosponsor of the Hope for Children Act, he worked tirelessly to garner 280 cosponsors for this legislation last year.

The Hope for Children Act was included in major tax legislation passed by the House, but unfortunately did not become law. I applaud the efforts of those who have brought this legislation to the floor, the gentleman from California (Mr. THOMAS), chairman of the Committee on Ways and Means, as well as the gentleman from Texas (Mr. ARMLEY), the gentleman from South Carolina (Mr. DEMINT), the gentleman from Alabama (Mr. BACHUS), the gentlemen from Pennsylvania (Mr. FERTitta), the gentlewoman from Ohio (Ms. PRYCE) and the gentleman from Minnesota (Mr. OBERSTAR).

As a cofounder of the Congressional Coalition on Adoption, Tom Bliley sponsored 20 separate adoption bills. As chairman of the House Committee on Commerce, Mr. Bliley played a major role in the Foster Care Independence Act, the Adoption and Safe Families Act, and the Adoption Assistance and Child Welfare Act.

In addition to promoting adoption domestically, he secured aid for displaced orphans overseas while working to enact the Hague Intercountry Adoption Act.

Tom Bliley truly stood up for children without a voice, and his leadership on adoption issues is much appreciated by a grateful Nation. His efforts have helped children in need of loving homes and families find happiness.

Mr. Speaker, I join with my colleagues in helping more of those children in need by supporting the Hope for Children Act.

Mr. CAMP. Mr. Speaker, I yield 1 minute to the gentleman from Pennsylvania (Mr. PITTS).

Mr. PITTS. Mr. Speaker, few Americans realize that it can cost between $5,000 and $30,000 to adopt a child nowadays. That is a problem we should all be addressing. But until we do, American families will continue to suffer.

Too many loving families say no to adoption because they cannot afford it. Others have to take out a second mortgage. They should not have to do that.

The Hope for Children Act will expand and increase the adoption tax credit for families who adopt. This is more than a good idea, it is a necessary measure. I want to thank the gentleman from South Carolina (Mr. DEMINT), my friend, for taking the lead on this measure.

I think we should also thank our former colleague, Tom Bliley, who worked so hard to advance this legislation for so many years.

Mr. Speaker, every child deserves a loving home, but we need to help adopting families overcome the financial impediments to taking a child into their home.

This is a good bill. I urge all of my colleagues to vote for it.

Mr. CAMP. Mr. Speaker, I yield 1 minute to the gentleman from New Jersey (Mr. SMITH).

Mr. SMITH of New Jersey. Mr. Speaker, I thank the gentleman from Michigan (Mr. CAMP), my friend, for yielding the time to me.

Mr. Speaker, all of the arguments in favor of this extraordinarily good legislation have been stated. I just want to thank the gentleman from South Carolina (Mr. DE MINT) for his sponsorship of the legislation, for working over time to garner the number of cosponsors that he did from both sides of the aisle.

Mr. Speaker, when I look around at the speakers today, who really have been the movers and shakers, it reminds me of that famous statement out of Casablanca: Round up the usual suspects. And you have got the same key players, the gentleman from Michigan (Mr. CAMP) and the gentlemen from Minnesota (Mr. OBERSTAR) and so many others, who are always there trying to advance the ball and advance the cause of adoption and to provide a loving option to a mother who may find herself in a very difficult situation.

I want to commend all of those who have made this legislation possible. The $5,000 credit certainly has had a laudable impact on adoption and I am pleased to be an original sponsor of that. This legislation now doubles the tax credit, which I think is very generous, and hopefully not the end of our efforts to help those who would like to make an adoption plan and bring a child or children into their home.

This is a great bill. I urge everyone’s support for it.

Mr. CARDIN. Mr. Speaker, I yield myself the reminder of my time.

Mr. Speaker, let me just say I would urge our colleagues to support this legislation. I think it is a very important bill that moves forward the cause for adopting parents and bringing families together.

I would like to just repeat the concern that I expressed earlier in regards to special-needs children. Really, I think that is the key. A report issued by the Treasury Department in October of last year pointed out that this bill might have an unintended consequence of making it actually more difficult for special-needs children to find homes. The reason, quite frankly, Mr. Speaker, is that this bill will make it a little bit less difficult for parents to participate in international adoptions where the majority of children are now available.

We do not have many children available in this country for adoption other than special-needs children; other than family relations. And this might, in
fact, make it a little bit easier for a family to go for an international adoption rather than a special-needs adoption.

Mr. Speaker, I know that is not the intent of the legislation, I know that the committee will continue to work on this, but I would just urge my colleagues, as this bill works its way through the process, we need to go back at least to the original provisions in the bill, to make it easier for families that wish to adopt special-needs children.

We have a tremendous need there. This bill presents an opportunity, and I would encourage us, as the bill works its way through Congress, to address that need.

Mr. Speaker, I yield back the balance of my time.

Mr. CAMP. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, I want to thank the gentleman from Maryland (Mr. CARDIN) for his effort on this legislation, and also for his comments. As the gentleman from California (Mr. THOMAS), Chairman of the Subcommittee on Ways and Means, mentioned, he would like to work with the gentleman in terms of finding a way to assist special-needs adoption, adoptive parents with the costs, and do it in a way that really had a direct connection to the adoption expenses that might actually be incurred by a family. Because, obviously, we are all here, and we heard from a number of speakers from both parties who are very much wanting to strengthen the ability of people to adopt, to strengthen families, to try to find a way to make adoption easier and more frequent, and I am hopeful that we can resolve that.

Mr. Speaker, this is a good day in the Congress. This is excellent legislation that has been worked on for more than this Congress, and really was the effort of former member and chairman Mr. Bilbray to bring this increase in the adoption credit to the floor. We should make it permanent, so that the planning of families and agencies can go forward in trying to find and place children into loving homes.

This is an excellent bill, and I urge its adoption.

Mr. HOLT. Mr. Speaker, every year thousands of Americans open their homes to children without permanent families in order to provide these youngsters with stable and caring environments. Because of this, adopted children, who once had no one to turn to, find themselves surrounded with unconditional love and devotion. Adoptive parents not only unselfishly decide to share their homes with a child but also choose to share their hearts and lives so that their children can grow in happy, nurturing families.

However, adopting a child is difficult in part because the cost of adoption continues to increase. A family can spend upwards of $20,000 just to make it possible to provide children with a loving home. These families should not be financially burdened by the exorbitant costs of adoption.

Thousands of individuals want to give a child a loving home but cannot due to the huge expense. Adoption costs should not be an insurmountable obstacle for these individuals. We have a responsibility to these men and women to open the doors to adoption, not shut them. And we have an even bigger responsibility to help a child find the family he or she needs.

The Hope for Children Act exemplifies how Congress can help these families and how we can provide more children with the opportunity to live happier, successful lives. This important legislation would increase the adoption tax credit to $10,000 and make the process more affordable for middle-class families. Present law only provides a $5,000 tax credit per adoption and a $6,000 tax credit for the adoption of a special-needs child. The current tax credit is far below the actual cost of adopting a child. Furthermore, the Hope for Children Act would index the credit for inflation and increase the earnings limit, expanding eligibility for the tax credit. The Hope for Children Act would also make the adoption tax credit permanent law, repealing the sunset, and exempt the beneficiaries of the credit from the Alternative Minimum Tax. This will ensure that parents receive the full benefit of this credit.

Children who are without permanent families should not be penalized, and families who want to open their homes to these children should not be penalized. Let us provide these families with the opportunity to open their hearts and homes to a child in need. Let us pass the Hope for Children Act.

Mr. ROEMER. Mr. Speaker, I rise in strong support of H.R. 662, the Hope for Children Act. Knob of the important roles that adoption plays in the lives of American families, Congress should do more to help facilitate and promote this union. By extending a $10,000 tax credit to families who adopt a child, The Hope for Children Act will help to foster strong, healthy families across the nation.

The promotion of special needs adoptions is essential. Families who adopt special needs children incur significant costs after an adoption has taken place. It must be mentioned that the Hope for Children Act, as introduced, included a $10,000 flat tax credit for families who adopt children with special needs. Though this measure was eliminated in Committee, I will not stop fighting to ensure that the needs of these children and families are adequately addressed.

Across America, there are an estimated 122,000 children waiting for a family to love and care for them. But with adoption costs ranging from $8,000 to $20,000, many families can not afford this huge expense. No child deserves to be in such a situation. The adoption tax credit helps make adoption affordable for many families. It has been a privilege and an honor to work with the members of the ‘Hope Coalition’ in ensuring that this legislation passed the House of Representatives. Please be assured that I will continue to do all that I can to make sure that the Hope for Children Act becomes law.

Mr. LUCAS of Kentucky. Mr. Speaker, I rise today in support of the Hope for Children Act. This much needed legislation would help more children be placed in loving homes by easing the financial burden of adopting a child. By increasing the adoption tax credit to $10,000, for all adoptions and increasing the employer adoption assistance exclusion to $10,000, more families would be able to adopt. Adoption costs have risen over the years, costing families anywhere between $8,000 and $30,000 to adopt a child.

It is important that we pass this Hope for Children Act today because the current $5,000 tax credit for non-special needs adoptions expires this year, as well as the current $5,000 tax credit for employer adoption assistance. This tax credit helps make the adoption process more affordable for middle-class families.

Helping to unite children with adoptive parents is an issue that we can all agree on. There is perhaps no greater undertaking than welcoming a child into a family. There is no greater gift that any family can receive, and there is no greater gift that any child can receive, than to be loved and cared for. Across America, there are an estimated 122,000 children waiting for a family to love and care for them. These children need a family that will provide them with the opportunity to grow and flourish. Let us pass the Hope for Children Act today.
adopted children, I want to thank Reps. DeMint, Oberstar, Hyde, King and Bachus and the entire Congressional Coalition on Adoption for their dedication to the well-being of our nation’s and our world’s children. It is fitting that we consider this bill less than a week before Mother’s Day and close to Father’s Day. These two days have been set aside for us to thank our parents for raising us, for giving us a sense of security and independence, and for offering us their unconditional love. I would like to take this opportunity to pay tribute to all parents, who know that adoption is not more important, not more difficult, and ultimately more rewarding than raising a child.

I was very fortunate to have been raised by loving parents in a stable and caring home. I can’t help but be reminded, however, of the over 500,000 children in our nation’s foster care system, many of whom need permanent homes. Although we have made great strides in improving the child welfare system, there is no substitute for a loving parents and a permanent home. For the thousands of children who wait, adoption offers the gift of hope, the gift of love, and the gift of family.

My own family was forever changed and enriched by the adoption of our two children from Korea. It is difficult for me to express how deeply grateful I am to have Kathryn and Scott in my life. Adoption has added to the richness of our family, and I have for my children knows no bounds.

As many of my colleagues also know, families can spend anywhere from $8,000 to $30,000, or even more, to adopt a child. I am proud, therefore, to be a cosponsor the Hope for Children Act, which helps offset the financial impact of adoption. By raising the limit on the adoption tax credit to $10,000 and making it permanent for all adoptions, I hope that this measure will open thousands of more homes and hearts to the miracle of adoption.

I would be remiss, however, if I did not point out what I believe is one shortcoming of this legislation. All children, regardless of age, medical need, disability, race or creed deserve a family to share their love. We need to do more to encourage the adoption of special needs children, those who are hardest to place in permanent homes.

Since State foster care programs cover over 500,000 children in our Nation, it is important that we do more to encourage the adoption of special needs children, those who have no permanent family. I believe that it will also pave the way for children to be raised in safe, caring environments by an adoptive family.

It is estimated that the average adoptive family can spend from $8,000 to $30,000 to adopt a child. In addition, the lack of adoptive families leaves children in an intermediate state, waiting for an average of four years for an adoptive family. The Hope for Children Act will increase the tax credit a family receives for adopting any child to $10,000, up from the current amount of only $5,000 and $6,000 for special needs children. This credit will make adoption more affordable for middle-class families. Under current law, the tax-credit will expire on December 31, 2001 for non-special needs children; however, under the Hope for Children Act, the tax credit will be permanently extended. Also, the credit would be indexed to inflation, meaning that as inflation rates rise, the tax credit would increase along with inflation.

Mr. Speaker, adoption is a very sensitive and personal matter. Adoption has opened the doors of opportunity for many couples that, often times, have endured an intense personal trauma. The least we can do is to lift some of the financial burdens brought on by the adoption process to let adoptive families focus on the most important ingredient in the process, the children. I applaud the strong commitment so many of my colleagues have made to the Hope for Children Act. It is my hope that passage of the Hope for Children Act will put children into loving and secure homes. Therefore, I urge my colleagues to join me in supporting this bill.

Mr. GILMAN of New York. Mr. Speaker, today I rise in support of H.R. 622, the Hope For Children Act which will increases the adoption tax credit for families. I am an original cosponsor of this legislation and I commend the gentleman from South Carolina, Mr. DeMint for his leadership on this important issue.

Today’s high cost for adoptions causes many couples to dismiss adoption as an option. With thousands of children in foster care needing homes, and thousands more being put up for adoption by parents who cannot care for them, the United States needs to make adoption financially possible for more American families. A typical adoption can cost a family anywhere from $8,000 to $30,000.
leading some families to take second mort-
gages on their homes or accumulate other se-
rious debt. This cost leaves many children in
the foster care system permanently.
H.R. 622 will help ease this financial burden
so that children are quickly placed in perma-
nent and loving homes, which will encourage
the development of more stable families and
help more children bypass the foster care sys-
tem. Studies have shown this stability discour-
gages children from becoming involved in crime
or depending upon welfare.
This legislation will increase the adoption
tax credit for families who adopt special needs
children from $6,000 to $10,000. The credit for
families who adopt non-special needs children
is increased from $5,000 to $10,000 and ex-
tended permanently. Moreover this legislation
increases the income cap at which the credit
begins to phase out from $75,000 to
$150,000.
As a parent of an adoptive child, I person-
ally know that bringing a child into your home is
one of the most gratifying and fulfilling
things a parent can do. If we can encourage
more families to adopt by making it financially
possible, thousands of children will benefit.
Accordingly, I urge my colleagues to support
this important and timely legislation.
Mr. Speaker, I rise in strong support of H.R. 622, the Hope
for Children Act. This much needed legislation is
an important step toward providing every child
a loving, permanent home.
I thank and commend my colleagues for
sponsoring and moving this legislation for-
ward. I know that they must share my passion
and commitment to our nation’s children. H.R. 622
responds to a very real need in the lives
of some of our nation’s most vulnerable chil-
dren, who are in need of adoption.
Under current law, a taxpayer may deduct
expenses of up to $5,000 relating to the adop-
tion of a child, and up to $6,000 for the adoption
of “special needs” children. The credit is
phased out for taxpayers with annual income
above $75,000. The adoption credit for special
needs children is permanent, but the credit for
the adoption of other children is scheduled to
expire at the end of this year. Under current
law, beginning in 2002, the adoption credit
could not be used to reduce tax liability under the
alternative minimum tax (AMT).
This bill increases the adoption tax credit
to $10,000, up from $6,000 for special-needs
children and $5,000 for all other children. It
also makes permanent the adoption credit for
children without special needs. Under the measure,
the adoption credit could be applied against alternative minimum tax liability.
Current law also permits an employee to ex-
clude up to $5,000 in adoption expenses ($6,000 for special-needs children) from tax-
able income, and has reimbursed the employee through an employer-sponsored adoption-assistance program. This provision is
also set to expire on December 31. The meas-
ure increases to $10,000 the amount that an
employee may exclude from taxable income
for expenses reimbursed under the adoption-assistance program. This measure
also makes permanent the adoption-assist-
ance exclusion.
The measure increases the beginning point
of the income phase-out range for both the adoption exclusion and the adoption-assistance
program exclusion from $75,000 to $150,000.
During 1999, the most recent year for which
data is available, nationally over 820,000 chil-

dren went through the foster care system, and 568,000 were in the system at year’s end. Of
the children adopted from foster care in 1999,
48 percent waited more than one year from
the time they became legally free for adoption
until they were placed in an adoptive home.
The mean length of time in foster care is 46
months.
In my home state of Texas, at least 17,000
children were in foster care at the end of
1998, the last year for which that data is avail-
able. This is an increase of nearly 255% from
the 1990 foster care population and an over-
whelming increase from 1986. During
that year, the Texas foster care system served
over 20,000 children.
Approximately one half of these foster chil-
dren are minorities. Studies have shown that
minority children wait longer to be adopted
than white children. According to the Na-
"
Mr. KNOLLENBERG. Mr. Speaker, I rise in support of the Hope for Children Act and I am proud to be an original cosponsor of this important legislation.

This bill will help more families provide loving homes to more children by increasing the adoption tax credit to $10,000 for all adoptions and increase the employer adoption assistance exclusion to $10,000. Because families can spend anywhere from $8,000 to $30,000 to adopt a child, this assistance is vital to ensure children quickly find a permanent, loving home. Many parents who want to open their hearts to children through adoption cannot because of the huge expense. This bill removes some of the financial obstacles to finding families for these children.

Adoption is a beautiful expression of family love, and I am proud, therefore, to be a cosponsor of the Hope for Children Act. As a member of the Education and the Workforce Committee, I have been able to see the wonderful benefits of adoption and in our effort to provide for all children throughout the world.

Mr. POMEROY. Mr. Speaker, I rise in support of the Hope for Children Act. As a member of this Chamber, and, more importantly, as the father of adopted children, I am grateful to the Representatives DeMINT, OBSTER, PRYCE, KING, and BACHUS and the entire Congressional Coalition on Adoption for their dedication to the well-being of our Nation’s and our world’s children.

It is fitting that we consider this bill less than a week after celebrating Mother’s Day and so close to Father’s Day, 2 days that have been set aside for us to thank our parents for raising us, for giving us a sense of security and independence, and for offering us their unconditional love. I would like to take this opportunity to pay tribute to all parents, who know that there is no more important, more difficult, and ultimately more rewarding undertaking than raising a child.

I was very fortunate to have been raised by a loving mother in a stable and caring home. I can’t help but be reminded, however, of the over 500,000 children in our Nation’s foster care system waiting to be adopted. About 120,000 of these children are special needs children, meaning they are more difficult to place because of their age, medical condition, physical or mental handicap, membership in a minority, or being part of a group of siblings waiting to be adopted together.

The Hope for Children Act, which you cosponsored, increases and expands the adoption tax credit. In general, it:

1. Increases the credit for non-special-needs children from $5,000 to $10,000 and makes it permanent (it would expire this year).

2. Increases the credit for special-needs adoptions from $5,000 to $10,000, but only for adoptions of children with special needs who are age 18 or older.

3. Increases the limit on the credit for special-needs adoptions from $6,000 to $10,000 for all adoptions and makes it permanent.

4. Increases the income limit for the full credit from $75,000 to $150,000. Phases out the credit for incomes between $150,000-$190,000.

5. Indexes the credit for inflation.

6. While the bill as introduced makes the special-needs credit a non-qualified credit, the Chairman McCamp and the entire Committee believe that a non-qualified credit is very important to the special needs adoption community. Only about 15% of adoptive parents of special needs children incur enough in qualified expenses to benefit from the credit. These parents incur substantial indirect costs through counseling, medical services, home improvements, and ultimately more rewarding undertaking than raising a child.

Mr. CAMP. Mr. Speaker, I yield back the balance of my time.

The SPEAKER pro tempore. The question was taken; and the yeas and nays were ordered.

The vote was taken by electronic device, and there were—yeas 420, nays 0, not voting 12, as follows:

(Roll No. 124)

YEAS—420

[Names of Yeas]

NAYA—0

[Names of Nays]

Not Voting—12

[Names of Not Voting]
The Committee on Rules worked very hard to ensure that the amendments made in order reflect the variety of views in this House of Representatives on education policy. I think the result is a balanced rule that gives the House the opportunity to work its will on a varied group of issues in the education of our children. The rule waives all points of order against consideration of the bill as well as the amendments printed in the report. Finally, the rule provides for one motion to recommit with or without instructions.

Mr. Speaker, today we take a historic leap forward on behalf of our children, parents, and teachers across this great Nation. Lately, the attention of Americans has been drawn to the problems of high gas prices and sustainability of our resources. America, it is time to focus that attention on our Nation’s most precious resource: our children. H.R. 1, the No Child Left Behind Act of 2001, does just that.

We understand that the future of this great Nation lies in a global economy, and H.R. 1 recognizes that investing in our children today will prepare them and our country for the challenges of tomorrow. The Committee on Education and Workforce had the arduous task of reforming our Nation’s failing Federal education policy. Although there have been many bumps in the road, I am pleased to stand before my colleagues today to present a rule on a bipartisan piece of legislation that will transform the Federal role in education to ensure that no child is left behind.

During testimony in the Committee on Rules, we heard time and time again, from both Republicans and Democrats, that H.R. 1 represents the most sweeping comprehensive education legislation to be brought before the House during our tenure. It has been a long time in coming and this bill is truly historic. The education of our Nation’s children is the number one concern of Americans, and H.R. 1 is the number one priority of our President.

I would like to take a moment to congratulate my colleague and good friend from the great State of Ohio (Mr. BOEHNER) for his hard work and commitment to improving educational opportunities for our children, and I would also like to congratulate and commend the ranking member of the committee, the gentleman from California (Mr. GEORGE MILLER), for his hard work and support of this bipartisan legislation.

Despite a decade of economic growth and a Federal outlay of more than $130 billion in the last 25 years, the achievement gap dividing our Nation’s disadvantaged students and their peers has continued to widen. Mr. Speaker, the message is loud and clear: money alone cannot be the vehicle for change in our schools. In order to hold our teachers and our students accountable, it is time for reform, and it is time for a commitment to our children.
We must start by determining which students are in need of additional help and which schools and school districts are in need of improvement. H.R. 1 accomplishes this task by implementing annual assessments in the core subjects of reading and math for students in grades three through eight. However, the bill also recognizes that communities know more about their children than Washington bureaucrats. H.R. 1 respects local control by allowing States to design and implement these assessments to provide Federal funds to aid them in that task. It also explicitly prohibits federally sponsored national testing or curricula.

Armed with knowledge from these assessments we will be able to determine which schools are failing to educate our children, and this information will be readily available to parents in the form of an annual school performance report card. Based on these facts, H.R. 1 provides a system of accountability to ensure that students do not become trapped in chronically failing schools.

As passed out of committee, H.R. 1 provides immediate public school choice for children in schools identified as failing after just 1 year. That is public school choice. This provision will give parents the freedom to choose a better-performing public or charter school to educate their children. The bill also allows parents to seek supplemental educational services, such as tutoring, to assist their children during the critical summer school programs for their children if they are enrolled in a school that has been identified as a failing school for more than 3 years. This measure will act as a necessary safety valve to allow students to seek outside educational support for any state-approved provider using Federal title I dollars.

Now, in exchange for these new accountability measures, the plan will dramatically increase flexibility for local school districts, granting them the freedom to transfer up to 50 percent of the Federal education dollars they receive among an assortment of ESFAA programs. This decentralized approach will allow agencies to better target resources to fit the needs of their own communities.

Mr. Speaker, since the creation of the Elementary and Secondary Education Act in 1965, numerous programs and resources have been piloted and piled upon the act, creating a bureaucratic maze of duplicative policies, all well intentioned, but amazingly inefficient. H.R. 1 will give some needed organization to this patchwork of programs by consolidating and eliminating 34 programs under ESFAA and cutting the Federal education bureaucracy in half. At the same time, the bill will target effective proven methods of reading through the implementation of the President’s Reading First initiative.

Mr. Speaker, we know that over 60 percent of children living in poverty are reading below the very basic level. We cannot expect these children to exceed with this handicap. At the same time, we destine these children to academic underachievement by our failure to teach them to read; we are denying them access to the world that may be opened up to them only through books. The President’s Early Reading First programs will introduce a scientific-based, comprehensive approach to reading instruction and will serve to refocus education policy on this most fundamental skill.

The President’s education plan, No Child Left Behind, also emphasizes two other fundamental areas of education through the establishment of math and science partnerships. The United States cannot remain a world leader without the math and science knowledge that has made us a leader in technology and scientific discovery. I am very pleased that H.R. 1 includes an initiative which will encourage States to partner with institutions of higher learning, nonprofit math and science entities to bring enhanced math and science opportunities to local education agencies with a high need.

Mr. Speaker, the 1,000-plus pages of H.R. 1 are filled with calculated reforms that will restructure Federal education policy. It includes provisions to increase safety in our schools, promote English fluency, and improve teacher quality. It encompasses the education plan laid out by our President and provides us with the most important change in Federal education policy in over 40 years.

Mr. Speaker, every Member in this House has a vested interest in the education of our children as the Nation’s most precious resource. We cannot stand idly by or be timid in fulfilling our responsibility to ensure that every child, rich or poor, white or of color, gifted or disabled have access to an education that gives them every opportunity to realize their potential and exceed their goals and their parents’ dreams for their future. As we debate this historic legislation, I urge my colleagues to keep the children at the forefront of their minds. I urge Members to support this rule and the historic underlying legislation.

Mr. Speaker, I reserve the balance of my time.

Ms. SLAUGHTER. Mr. Speaker, I thank the gentlewoman from Ohio (Ms. PRYCE) for yielding me the customary 30 minutes, and yield myself such time as I may consume.

Ms. SLAUGHTER. Mr. Speaker, I oppose this rule. I oppose the process it represents, and I oppose the duplicity by which this rule came about. Nearly 150 amendments were filed for this major legislative initiative, and only a handful have been made in order.

Furthermore, many members of the Committee on Education and the Workforce withheld offering amendments in that committee because of assurances by the gentleman from Ohio (Mr. BOEHNER), the chairman, that these would be given necessary time to do so on the floor. That did not happen. Cut out of the process were numerous good-faith efforts to build and improve on the underlying bill.

My colleagues relied on the good-faith assurances of the Republican leadership, and learned a hard lesson instead. This is not a tone in Washington for which so many of us had hoped. For instance, this egregious rule will block consideration of an amendment by the gentlewoman from New York (Mr. OWENS). The gentleman’s amendment would have provided $20 billion for needed school renovation, repair, and construction. Our schools are crumbling before our eyes.

Mr. Speaker, at the basic level, surely we can all agree that schools should provide a safe and secure environment for learning and instruction with classrooms, libraries, laboratories, and other resources needed to learn. In the same manner, the rule blocks my colleague, the gentleman from Oregon (Mr. WU), from offering an amendment to maintain a separate stream of funding for the class size reduction program.

Overcrowded classrooms remain the number one obstacles to quality education in many communities. This rule does nothing to alleviate the problem. The process for this education bill began with a lot of promise.

In recent days, the House Committee on Education and the Workforce approved, on a true bipartisan basis, a major education reform bill which will hold public schools accountable for improving children’s education while offering a substantial increase in Federal funds to help them accomplish that goal.

It reflected a significant agreement between Democrats and Republicans to improve education for all children in our country regardless of their economic, social, or racial background; in other words, leaving no child behind. It provided substantial new resources, $4 billion more for elementary and secondary education for next year, compared to what the Federal Government is spending this year, in exchange for higher standards and tough accountability rules.

But then the process began to break down. Last week Congress failed to include in the budget conference the new funds for education that were called for in today’s underlying bill. The disparity between funding in the budget and education funding in this reform bill raises real questions about whether Congress is serious about improving schools.

Furthermore, this week we have come to learn that the bipartisan bill has been hijacked by extreme elements of the majority’s party, elements intent on undermining the bipartisan
agreement reached by the Committee on Education and the Workforce. These elements are intent on reinserting vouchers into the underlying bill, a move that would undermine public education. Moreover, efforts to block-grant Federal money, a proposal referred to as Straight A's, are underway and would also undermine the specific targeting of poor school districts that exists in Federal law.

I am at a loss to explain to my colleagues how so carefully crafted a bill has come under attack. The underlying bill was one this body could have been proud of, but its success is now in jeopardy. We must not let that happen. I urge the defeat of this rule to take care of these deficiencies.

Mr. Speaker, I reserve the balance of my time.

Ms. PRYCE of Ohio. Mr. Speaker, I yield 3 minutes to the gentleman from Delaware (Mr. CASTLE), a member of the Committee on Education and the Workforce.

Mr. CASTLE. Mr. Speaker, I thank the gentlewoman from Ohio (Ms. PRYCE) for yielding me this time. And I thank the gentleman from Ohio (Mr. BOEHNER) who worked so hard on this. It was my pleasure working with him. And I thank the gentleman from California (Mr. MCKEON), and the gentleman from Georgia (Mr. ISAKSON). I also thank the Members on the other side of the aisle, the gentleman from California (Mr. GEORGE MILLER), who is of interest in education is great, as well as gentleman from Indiana (Mr. ROE- MER), the gentleman from Michigan (Mr. KILDEE), and many others.

Mr. Speaker, I believe this is a good bill. I believe that President Bush deserves a tremendous amount of credit for his emphasis in terms of what he is doing in education. I will be the first to say if any one of us out of 435 had prepared this particular rule, we would have prepared it differently. This rule is a compromise rule, taking 135 amendments or so and trying to determine how we could best represent the interest of various Republican and Democrat parties in terms of bringing it to the floor.

Mr. Speaker, I personally oppose a number of things in the rule. I would have liked to have seen them out of the rule. I think there are people who would have liked to see things in the rule that are not in the rule. I understand the opposition to it and will oppose, as vehemently as any Member, certain aspects of this particular rule.

Mr. Speaker, just to cite one, the amendment by the gentlemen from Michigan (Mr. HOEKSTRA) and the gentleman from Massachusetts (Mr. FRANK) dealing with assessments absolutely guts the basic bill, and it is one that I would have a great deal of trouble with.

But this is a rule. It is something that we have to move forward with. It is my determination that we should pass the rule, go on to the debate on the various amendments, and let them fall where they may.

Mr. Speaker, why is this a good bill? It is a good bill because it is the first major piece of legislation in decades in this country, perhaps since the creation of the Federal Government and makes a determination that we have to start at a very young age, particularly with kids in lower-income circumstances, teach them how to read by the end of second grade. And in grades 3 through 8, we have to pay attention to how kids are doing. That is what the testing is all about, in order to give them the opportunity to determine if they are not doing as well as they should, and then providing for that opportunity.

We do have some consolidation into block grants to give flexibility. The gekelen land was given per mile. BOEHNER was very helpful in creating local flexibility so that various people who are running the local districts could make decisions in terms of how to expend money at the local level. This gives the greatest flexibility of any legislation ever coming out of Washington, D.C.

"Mr. Speaker, essentially what the President and others have done, and this is a very bipartisan bill, is that they have sat down and made the decision that the ultimate goal here is to help kids with their education and where they are going. So even if you do not agree with everything that is allowed for in the rule, as I do not, I would still urge people to support the rule.

Ms. SLAUGHTER. Mr. Speaker, I yield 2 minutes to the gentleman from California (Mr. GEORGE MILLER).

"Mr. GEORGE MILLER of California asked permission to revise and extend his remarks.

Mr. GEORGE MILLER of California. Mr. Speaker, I thank the gentlewoman for yielding me this time.

Mr. Speaker, this bill before us today reflects the culmination of a lot of work and effort by all of the members of the Committee on Education and the Workforce. I particularly want to thank the members of our committee, the gentleman from Ohio (Chairman BOEHNER), the gentleman from Michigan (Mr. KILDEE), the gentleman from Delaware (Mr. CASTLE), the gentlewoman from Hawaii (Mrs. MINK), the gentleman from Indiana (Mr. ROE-MER), the gentleman from California (Mr. MCKEON), who are part of the working group. But I want to extend that thanks to every member of the committee, all of whom had to stretch to try to bring this legislation together to try to enact reform and improvement along the lines that so many Members of Congress have spoken about in our various debates, in our campaigns, talking to children and parents to try to make the American education system a better place for all of our students so they can acquire the skills necessary to participate to the fullest extent in American society.

I believe that this legislation does that. It does that because of the kind of cooperation that we received. However, I must say that I am very disappointed in the rule because I am very concerned that very crucial items for debate within the discussion of the Bill, those amendments were not allowed in order: Amendments offered by Members on this side of the aisle to deal with the issues of smaller class size, to make sure that in fact we have an environment in which teachers, and children can learn; to have modern and safe schools; to renovate the unsafe schools and improve schools through school construction grants; to make sure that we have adequate counselors in schools so if we see violence break out in some of our campuses, even to the extent of killings through gun violence and other forms of violence, that we have people in place who can deal with these student populations, in many cases in very difficult situations; and clearly the need for full funding for IDEA.

Mr. Speaker, this is important to all of us on both sides of the aisle to make sure that funding is there. For that reason, I would ask Members to vote against this rule against that those amendments could be made in order.

Ms. PRYCE of Ohio. Mr. Speaker, I yield such time as he may consume to the gentleman from Ohio (Mr. BOEHNER), my distinguished friend and chairman of the Committee on Education and the Workforce, whose hard work, along with his ranking member, the gentleman from California (Mr. GEORGE MILLER), has led us to this historic day.

Mr. BOEHNER. Mr. Speaker, I thank the gentlewoman for yielding me this time.

Mr. Speaker, I thank the gentleman from California (Mr. DREIER) and the gentleman from California (Mr. MOAKLEY), and members of the Committee on Rules, for their long hours last night in putting this together.

Mr. Speaker, let me also congratulate the gentleman from Massachusetts (Mr. MOAKLEY) for the portrait that was unveiled yesterday, and congratulations to him and hopefully his health continues to improve.

Let me, like my colleagues before me, thank the gentleman from California (Mr. GEORGE MILLER), the gentleman from California (Mr. ISAkSON), the gentleman from California (Mr. MCKEON), the gentleman from Colorado (Mr. SCHAFFER); and on the Democratic side of the aisle, the gentleman from Indiana (Mr. ROE-MER), and the gentlewoman from Hawaii (Mrs. MINK) and the gentleman from Michigan (Mr. KILDEE) who have spent many hours working at each other, trying to develop a bipartisan bill that follows the path that the President outlined.
As the gentleman from California (Mr. GEORGE MILLER) pointed out, we really owe a debt of gratitude to all members of the Committee on Education and the Workforce on both sides of the aisle who had their moments of disappointment, their moments of happiness, all through the process to see us produce a bipartisan bill.

Mr. Speaker, I can say that in the 10 years that I have been here in Congress, the method in which we moved the bill through the committee and the cooperation of all of the Members was absolutely stunning. We had not one ill word said in the committee. We worked together, even when we were disagreeing, to try to produce a bill that will help children in America. I want to thank my colleagues.

As the gentlewoman from Ohio (Ms. PRYCE) pointed out, this is an historic opportunity. President Bush has made education reform his top priority, and now the House has the opportunity to deliver on the President's promise. There are four main components of this bill. Four key principles that the President outlined during the campaign and has talked about all year: holding schools accountable to American parents; providing State and local school districts with unprecedented new flexibility; giving new choices to parents and students who are trapped in failing schools; and ensuring that student instruction is based on sound, scientific research.

Mr. Speaker, H.R. 1 that we have coming before us embodies each of those principles and closely tracks with the President's education reform plan. We are on the threshold of the first serious overhaul of Federal education policy since it was created in 1965. There is a lot of discussion that we will have about this bill when we get to it. First, however, we have to pass the rule that is before us.

Mr. Speaker, I know there is some disappointment, disappointment on the Democratic side of the aisle and disappointment on the Republican side of the aisle on some amendments that were not made in order. However, we have produced a rule that is fair: fair for the Members, fair for the country, and fair for this bill. All of us know we have a very delicately balanced bill. The only way we are going to produce a solid, bipartisan bill is to keep a delicately balanced bill. The opportunity to deliver on the President’s promise.

Mr. Speaker, there are amendments that Members would like to offer, but I think that we have a fair representation embodied in this rule, and I would urge my colleagues to support the rule.

Ms. SLAUGHTER. Mr. Speaker, I yield 2½ minutes to the gentleman from Michigan (Mr. KILDEE).

Mr. KILDEE. Mr. Speaker, H.R. 1 is a good bipartisan bill; but I oppose this rule for several reasons, one of which is the dearth of Democratic amendment on school construction.

Mr. Speaker, the Federal Government has spent millions and millions of dollars on State and local prisons during my time here in Congress, and virtually nothing on public school renovation and construction. About 15 years ago, a Federal judge in Flint, Michigan, my hometown, ordered the closing of our county jail, holding that it was unfit for human habitation. A few years later, we blew that jail up in compliance with that court order.

That jail was newer and in better condition than many schools in my congressional district, including Homedale Elementary School in my own neighborhood which is in deplorable condition. We should really be ashamed when we spend money on prisons and find some reason not to spend money on school construction and renovation. Let us at least have the opportunity to vote on school construction.

Mr. Speaker, I know there is some disappointment, their moments of happiness, all through the process to see us produce a bipartisan bill.

Mr. BOEHNER. Mr. Speaker, will the gentlewoman yield?

Mrs. WILSON. I yield to the gentleman from Indiana.

Mr. ROEMER. Mr. Speaker, I yield to the gentlewoman from New Mexico and the gentleman from Indiana to debate that issue on the floor. Unfortunately, the amendment was not made in order.

Mrs. WILSON. Would the gentlewoman agree to seek to include the per-pupil facilities aid program amendment in the conference committee on H.R. 1?

Mr. BOEHNER. As the gentlewoman is aware and the gentleman from Indiana is aware, similar language is in the Senate version of this bill. I will pledge to work with the gentlewoman from New Mexico and the gentleman from Indiana when we get to conference on trying to secure that language in the final version of the bill.

Mrs. WILSON. I thank the gentleman from Ohio. I thank him for his leadership. I look forward to continuing our work together.

Mr. ROEMER. Mr. Speaker, will the gentlewoman yield?

Mrs. WILSON. I yield to the gentleman from Indiana.

Mr. ROEMER. Mr. Speaker, I thank the gentlewoman from New Mexico, someone whom I have enjoyed working with on public school choice. I just want to say that as we debate this bipartisan bill over the next several days, we are going to be dealing with issues of reform and accountability and testing. And we are going to be dealing with issues of when children do not do very well, that they have more options to new schools and magnet schools. Certainly the amendment that the gentlewoman and I have worked on expands public school choice, expands options for parents to get into charter schools and magnet schools, and does it earlier than waiting 3 or 4 years for a school to fail. We have put this amendment together. It is a bipartisan amendment on the Senate side with Senator GREGG and Senator CARPER. We hope that this would be accepted in conference.

Mr. BOEHNER. I would be happy as I mentioned to the gentlewoman, if she will yield further, that we will work together in conference to try to secure this language. I share their commitment to increased public school choice and to the growing movement of charter schools that are providing help for children in very needy communities.

Mrs. WILSON. I thank my colleague from Indiana for his strong work on this issue and we will continue to work together. I thank the chairman for his leadership as well. I looked forward to working with him.
Ms. SLAUGHTER. Mr. Speaker, I yield 2 minutes to the gentlewoman from Hawaii (Mrs. MINK).  
(Mrs. MINK of Hawaii asked and was given permission to revise and extend her remarks.)  
Mrs. MINK of Hawaii. I thank the gentlewoman for yielding me this time.  
Mr. Speaker, the opportunity to serve on the working group representing the minority was a tremendous experience. I must say that going into this process, I never expected to be able to reconcile all the various differences that we held on the majority and the minority side. It took an amazing amount of work on the part of the gentleman from Ohio (Mr. BOEHHNER) and the gentleman from California (Mr. GEORGE MILLER) to put this together. In the process of reconciling many of our differences, one of the salient points that made it possible in my opinion for us to come forward with this bipartisan bill was the assurance that the Committee on Education and the Workforce was going to give me the opportunity by this rule which prevents the minority from presenting these two important amendments that we have been talking about for years.  
Now, this is the world-renowned legislative body that everybody looks to in terms of being able to come to grips with the major issues of our times and to debate them on both sides of the aisle. We are being deprived of that opportunity by this rule which prevents the minority from presenting these two amendments having to do with school construction and class size, the two most pressing issues that affect almost all of our school districts. So it is with great disappointment that the Committee on Rules did not permit two of the most important Democratic amendments that we have been talking about for years.  
Mr. Speaker, I rise to express disappointment that the rule for consideration of H.R. 1 does not permit me to offer an amendment to hire 100,000 additional counselors in our schools. The amendment would have provided 100,000 resource-based staff for our public schools to help students cope with the stress and anxieties of adolescence. The amendment is similar to H.R. 466, which I introduced on February 6, 2001.  
None of us will forget the roster of incidents of school violence. Only yesterday a 14 year old was convicted of second degree murder for killing a middle school teacher. What could make a seemingly typical child turn so violent? Substantive preventative measures have their place. Security guards, metal detectors, and expelling violent students all have their place in addressing this problem. But they do nothing to address the child's anger, rage and frustration that leads him or her to commit a violent act. My amendment would enable schools to work with children to ensure they can handle their anger and emotions without resorting to violence. Many of our schools are dealing with emotional, physical, and interpersonal barriers to learning. We need more school counselors in our schools, not only to help identify these troubled youths, but to work on developmental skill building. Children do not check their personal and home problems at the schoolhouse door; the problems come in with them.  
Surgery General Dr. David Satcher has said that appropriate interventions made during or prior to adolescence can direct young people away from violence toward healthy and constructive lives. The window of opportunity for effective interventions opens early and rarely, if ever, closes. Thus, prevention is the best guard against youth violence. We have no real infrastructure of support for our kids when it comes to mental health services. The most recent statistics indicate that there are 90,000 guidance counselors for approximately 41.4 million students in our public schools. That translates to 1 counselor for every 513 students. In California, there is only 1 counselor for more than 1,000 students. That is simply not enough. The Institute of Medicine of the National Academy of Sciences recommends that there be at least one counselor per 250 students, especially beginning in middle school. With current counselors responsible for such large numbers of students, they are unable to address the students' personal needs. Instead, their role is more often administrative, scheduling, and job and college counseling. The child is forfeited for different goals. My amendments would put 100,000 new resource staff in our schools to focus on the mental health needs of students. It authorizes $2.8 billion for fiscal year 2002. While that may seen a large sum, it is only $28,000 per student. This resource staff will be hired to address the personal, family, peer level, emotional, and developmental needs of students, enabling them to detect early warning signs of troubled youth. They will improve student interaction and school safety. In a nutshell, they can help save children's lives. The resource staff can also consult with teachers and parents about student learning, behavior, and emotional problems. They can develop and implement prevention programs designed to combat substance abuse. They can set up peer mediation, and they can enhance problem solving in schools. Resource staff will provide important support services to students, and to parents and teachers on behalf of the students. In addition, my amendment makes counselors eligible for professional development training.  
If we are really serious about addressing school violence, we must address prevention and that means having the available personnel to address the mental, emotional and developmental needs of the children. I regret that the Rules Committee did not permit me to offer this very important amendment. Ms. PRYCE of Ohio. Mr. Speaker, I am pleased to yield 3 minutes to the distinguished gentlewoman from New Jersey (Mrs. ROUKEMA), also a member of the Committee on Education and the Workforce.  
Miss ROUKEMA. Mr. Speaker, as a member of the committee, I rise in strong support of the rule. Actually I thought we were going to continue that spirit of bipartisanship that we had on the Committee on Education and the Workforce with the gentleman from Ohio (Mr. BOEHHNER) and the gentleman from California (Mr. GEORGE MILLER). But unfortunately that seems to be dissipated here. I am very unhappy about it and I do not understand it at all, because in my assessment of the rule, it seems as though we have continued that bipartisanship and we have really focused on the issues of genuine concern to all that divided us. I am deeply disappointed to hear that the partisanship that we put aside in the Committee to that extent is fairly raising its head on this rule debate. I believe that we have considered all of the issues that genuinely were the core of the education program and that, in the tradition of our fine democracy, they are included in this rule. For example, I was one who was against vouchers as part of this bill. I was one in the committee that led the fight against vouchers in this bill. But appropriately, since it is an issue of great interest to a core group of people on both sides of the aisle, it is in the rule and there will be a full and open debate. That is the way this democracy should be working in this House. Now, there are other issues in the bill, of course, the flexibility in local control. Another point I should make that both in the bill and in the rule, we do put the focus on State and local control, as it should be. We are not going to let the Department of Education and bureaucrats run these schools for our children. But let me also point out, because it is very important to many Members on both sides and it seems to me that it is being misunderstood, and, that is, the question of accountability and results, and that is the accountability. This does not dictate national tests. I know that there are many that are using that against the rule and against the bill. I want to repeat, it does not dictate national tests. It is directed toward a core group of people in the States and to the schools, the local schools, for the testing as well as the corrective action. Then I might finally just allude to my amendment on the mental health counseling which was very well included in the bill. But I guess in conclusion I have to say I am confident that the controversial measures that under this rule and these amendments that will be brought up will be defeated and that we will be consistent with the tradition of our fine democracy and supporting the President's vision for education reform, leaving no child behind.
As a member of the Committee I rise in support of the Rule. This is a fair Rule and this has been a fair process. This Rule continues the spirit of bipartisanship we had in the Education Committee. It allows an open debate on the important issues on which we genuinely disagree.

I commend the Education and Workforce Committee Chairman Boehner and Ranking Member George Miller for their leadership, hard work, and diligence. Also, I thank Congressmen Castle, McKeon, and Isakson for their work with key Democrats to form this compromise.

This Rule and this bill are truly examples of bipartisanship. Make no mistake — this was not an easy process. There were many hurdles along the way — and many times we all thought an impasse had been reached. But each time, the sides returned to the negotiating table and found a way to achieve a compromise. No one on either side ever lost sight of the goal — to ensure that every child, regardless of situation, in every public school in America receive a quality education.

This bill process is proposed to work — partisan politics have been set aside to make way for a meaningful debate on the issues that matter to America and our children. This process has not been about politics — this process has been about the education of our children. I am deeply disappointed to hear that bipartisanship is unfairly raising its head on the Rule debate. This Rule deserves to be adopted because if is fair and right for this debate. In the Committee we debated many of these issues. This Rule allows the whole House to genuinely debate the issues in education that is in the tradition of our democracy.

For instance, in the Committee we decided against allowing vouchers to be part of this bill. Although I oppose vouchers, I agree with my colleagues that this issue deserves a genuine and legitimate debate by the whole House. This Rule allows the House to work its will. It is not just vouchers. Other issues that divide us, such as testing and accountability, will receive a fair and honest hearing through this Rule. These subjects will be fairly debated under this Rule. All Members, because of this Rule, will have the opportunity to make their case for or against these important issues. In addition to this Rule allowing us to debate the issues, it allows Members from across both sides of the aisle to have their amendments heard. The Rule strikes the appropriate balance by allowing a number of bipartisan amendments.

This Rule focuses debate on the most important and contentious issues of education reform. It is fair, it allows genuine debate, and at the end of the day the will of the House will be heard.

I am pleased that the bill before us today is bipartisan and is reflective of President Bush’s vision for education reform.

Specifically, H.R. 1 provides unprecedented flexibility and local control. It is vitally important to cut federal education regulations and provide more flexibility to states and local school districts. We should give our educators the flexibility to shape federal education programs in ways that work best for our teachers and our children not for bureaucrats at the U.S. Department of Education. Children should be put ahead of federal regulations. Washington does not know best and Congress should not serve as a national school board. While there indeed is a role for the federal government in education, we must be cautious of the Department of Education becoming a dynasty. I believe that by reversing this trend we will be well on the way to creating the best education system for our children.

Flexibility allows school districts the ability to target federal resources where they are needed the most. This will ensure that state and local officials can meet the unique needs of their students.

H.R. 1 simultaneously enhances flexibility for local school districts in two ways: (1) through allowing school districts to transfer a portion of their funds among an assortment of ESEA programs as long as they demonstrate results (2) and through the consolidation of overlapping federal programs.

Very important to many of our members and this President, H.R. 1 enhances accountability and demands results.

As we deregulate federal education programs and provide flexibility, we must also ensure that federal education programs produce real, accountable results. Too many federal education programs have failed. For example, even though the federal government has spent more than $12 billion on the Elementary and Secondary Act (ESEA) since its inception in 1965, it is not clear that ESEA has led to higher academic achievement. Federal education programs must contain mechanisms that make it possible for Congress to evaluate whether they work.

This bill provides accountability and demands results through high standards and assessments. And it provides appropriate responses to address failure. States will be required to test students in grades 3–8. It is important to emphasize that the states will develop their own standards and assessments. This bill does not dictate a national test. What the bill does is say that if you are going to accept federal education funding, then you are going to be held accountable for results. We reward states and schools that improve. Those that do not improve will undergo corrective actions.

H.R. 1 ensures that our schools are safe. An important element included here is ensuring that mental health screening and services are made available to young people. In addressing school safety, we must ensure that children with mental health needs are identified early and provided with the services they so desperately need. Many youth who may be headed toward school violence or other tragedies can be helped if we identify their early symptoms. The nation is facing a public crisis in mental health for children and adolescents. Children who suffer not only from mental illness severe enough to cause some level of impairment, fewer than 1 in 5 of these children receive needed treatment.

I am pleased that this bill includes school-based mental health services language in addressing school safety and substance abuse.

While I am confident the controversial measures that would erode bipartisanship and move us away from the President’s vision for education reform will be defeated, I am also confident that by the end of this process we will have solid, strong education package that is good for our nation’s children.

I believe in this bill. But these issues deserve full debate and this Rule grants us that debate. I urge my colleagues to vote in favor of the Rule.

Ms. Slaughter. Mr. Speaker, I yield 2 minutes to the gentleman from Missouri (Mr. Gephardt).

Mr. Gephardt. Mr. Speaker, I rise to ask my colleagues to vote no on this rule and to give every child the first-rate education they deserve. I believe, and I think most Members believe, that education is the challenge of our time. And after the early promise of a bipartisan accord on education, before getting sidetracked by a partisan tax cut bill, we are on the floor with probably the first truly bipartisan effort of the Bush administration.

I congratulate the gentleman from Ohio (Mr. Boehner) and the gentleman from California (Mr. George) on this truly bipartisan bill to fruition.

This, in our view, is real compromise. It is real bipartisan legislation. It is the product of two sides coming together for the sake of something larger. Democrats did not get everything that we wanted. Republicans did not get everything that they wanted. But both sides were able to forge agreement on more accountability, better-trained teachers, high-quality teachers, and after-school programs which we know make schools safer.

That is why Democrats are deeply disappointed with the rule that the Republicans have put forward today. This rule prevents us from offering amendments that we believe are critical to an excellent public education in the Information Age. It squeezes debate on the most important issue that we know, preventing us from bringing two key amendments: to modernize public schools and help get smaller class sizes for our children.

Something clearly happened between the goodwill in committee and bringing this bill to the floor. Instead of building on what was an honest compromise in the committee, the Republican leadership has backed away from the promise of education reform and opening the door to reducing resources for after-school and other critical programs. It has opened the door to undoing school accountability, an issue where the President and all of us on the Democratic side agree. And it is revisiting the flawed voucher scheme that some feel will not only fail, but will leave children behind, and that Members of both parties have rejected.

Now, we need to improve public education for children by building new schools and repairing school buildings, something that both Democrats and Republicans have proposed. By ensuring smaller class sizes, by hiring new teachers, by providing new resources, not less, we live up to the true promise of education reform that truly would leave no child behind.

We believe with all our hearts that bipartisan amendments on building
new schools, on repairing and refurbishing schools and allowing for smaller classroom size would command bipartisan majorities in this House today and next week when we take up this bill.

We ask Members to turn down this rule and give us a real rule that will yield a real, real bipartisan education bill for the American people.

Ms. PRYCE of Ohio, Mr. Speaker, I am pleased to yield 1½ minutes to the distinguished gentleman from Indiana (Mr. Soudier), a member of the Committee on Education and the Workforce.

Mr. Soudier. Mr. Speaker, I support this rule, but strongly oppose this bill, reluctantly, after having worked with it for much time and even the last couple of years in committee.

The amendments being offered today are a mixed bag. Some are good and could restore this to a Republican Bush bill, but most likely they are going to be left behind in the leave-no-Democrat-behind bill and it will remain a Kennedy-Miller bill.

This bill, in my opinion, is worse than current law. Most moral concerns that many of us had and worked with were stripped out in compromises. I understood the process, but did not expect it to go so far.

I am disappointed that religious denigration discrimination amendment is not in the bill. I am disappointed that we could not get charitable choice. In fact, it was negotiated out in the Senate and there was no point in coming further on the House floor with it. It was taken out of our bill, which was in it in the past. Every concern of moral Christians that we had in trying to put protections in this bill are gone.

This bill is spending far more money than any conservative can possibly live with. The national testing is a standard of which we fought. The Republicans fought even President Clinton’s State standards, yet alone Federal standards.

This bill is unacceptable to Rush Limbaugh, to Dr. Dobson, to over 50 conservative groups in this country. It is unacceptable to Bill Bennett and Chester Finn, who are original people who are doing this. Every major conservative in Washington need to stand up and say we cannot go there.

I very much respect accountability and the principle of accountability. I am a MBA as well. I believe you need to have measures. I do not believe the problem right now is that there are not tests. I fear one national test, and inevitably this test will control not only public schools and lead to curriculum control, but also control home-schoolers and private schools, because once schools become punished by not meeting a standard and the parents have no escape, there will be a manipulation of the system.

Ms. Slaughter. Mr. Speaker, I yield 1½ minutes to the gentleman from Indiana (Mr. Roemer).

(Mr. Roemer asked and was given permission to revise and extend his remarks.)

Mr. Roemer. Mr. Speaker, I rise deeply disappointed with this rule, but strongly supportive of this bipartisan bill.

There is an old saying about bipartisanism being left at the water’s edge with regard to foreign policy. Well, bipartisanism should not be left in the Committee on Rules when we have worked so hard for a bipartisan bill.

We have worked going back to December with meetings that many of us have attended, and Republicans alike, with then President-elect Bush in Austin; and we built on that negotiation and that discussion to put a bill together in our committee, working with the gentleman from Ohio (Mr. Boehner), the gentleman from California (Mr. McKeon), the gentleman from Delaware (Mr. Castle), the gentleman from Georgia (Mr. Isakson), the gentleman from Colorado (Mr. Schafer), and on the other side, the gentleman from California (Mr. George Miller), the gentleman from Michigan (Mr. Kildee), and the gentlewoman from Hawaii (Mrs. Mink), we put education reform and children over bickering and politics.

We have also worked on trying to combine some very important elements, the elements of a fairly locally devised test with remediation and resources to help even those that are not passing some of those tests.

We are going to have some key votes and some key amendments coming up, and I hope that we can keep this bipartisan together that is so fragile and delicate but so important to convincing the American people that we can do the people’s work with common sense, with civility, and with good will.

I have great disappointment in this rule, but urge strong support for this bipartisan underlying bill.

Ms. Pryce of Ohio, Mr. Speaker, I am pleased to yield 1½ minutes to the distinguished gentleman from Colorado (Mr. Schaffer), a member of the Committee on Education and the Workforce.

Mr. Schaffer. Mr. Speaker, I thank the gentlewoman for yielding me time.

Mr. Speaker, I rise to speak in favor of the rule and urge for its adoption, because the rule allows for a number of amendments that I view to be critical and important.

Our President proposed in this document his education vision for America. He also has proposed in other documents subsequent to his Presidency called Leave No Child Behind a bold education plan which represented an important balance in education reform. That balance included school choice, it included accountability, and it included flexibility.

The school choice provisions of the bill, however, have been ripped out of the legislation at the committee level and therefore missed this Congress that was in this last Congress. That was a painful defeat for the White House and I think for conservatives and for Republicans in general who believe that provision of the President’s bill is essential and is important.

The committee also stripped out of the legislation the language dealing with flexibility known as Straight A’s, or, as the President called it in his plan, Charter States. This rule allows for the opportunity for those two provisions in the President’s plan to be reconsidered on the floor, and it gives all of us, Mr. Speaker, a chance to restore the President’s bill to his original vision.

Absent those two core provisions of the President’s plan, there really is very little left of what the President initially proposed in his plan that helped bring him to the Presidency and his plan that he brought to the Congress to leave no child behind.

This rule is important because it makes those rules in order. We have commitments from our own leadership and from our own chairmen with respect to the Straight A’s provision, that that will be restored here on the floor before that bill goes on to the conference committee, and those are important elements in restoring the President’s vision.

The rule is necessary, and I urge its adoption.

Ms. Slaughter. Mr. Speaker, I yield 2 minutes to the gentleman from Massachusetts (Mr. Tierney).

(Mr. Tierney asked and was given permission to revise and extend his remarks.)

Mr. Tierney. Mr. Speaker, today I rise in opposition to this rule. The President, on a number of occasions, has made it clear that education is supposedly his number one priority, and that is exactly how it should be. What deeply troubles me is the heavy-handed way in which the majority is preventing the full House from debating some of the most crucial elements of this concept.

While ostensibly one of the more important factors for this bill for the President and others is testing, yet this rule allows only one amendment, and that would completely strike a proposed new test. No other amendment on the validity or concept of testing would be allowed if this rule passes, not even one.

If it passes, there will be no real consideration as to whether we provide sufficient resources to schools to administer fairly and comprehensively these tests. There will be no real debate about whether or not this type of testing is even good for our students or, if it is, what is the best way to administer them.

We are going to hear a lot of reasons why it could not be done, and chief amongst them is you allowed us some time to test and the problem in Texas is hardly enough. You are going to say there is not enough time to do all of this. Well, we are going to be going
home in a little while and we are not coming back tomorrow, so that does not carry any water. The fact of the matter is a good public policy debate is exactly what we need, especially on this bill, and we all ought to be here to engage.

One amendment that I would propose would address perhaps the biggest flaw in this debate. The bill dramatically increases the scope and frequency of standardized tests by requiring States to begin testing students each year in grades that is on top of current requirements. As a result, children will sit for standardized tests by the time they reach the age 9, and in some fourth grade classrooms in fact children still sit three times in a given year.

What clearly is unfair is the anemic funding that this bill proposes. The Congressional Budget Office says it will cost $850 million each year for States to design, administer, review and revise the tests required by this bill. That is way more than is expressed in this bill, and there is no way of telling how the States intend to make up the difference, other than by depriving other important educational programs.

For this reason I submitted an amendment that would require annual appropriations to reach $600 million before those provisions could go into effect. Clearly, Mr. Speaker, it seems the majority cannot see the millions of students through the trillions in tax cuts.

Ms. SLAUGHTER. Mr. Speaker, I yield 3 minutes to the gentleman from Michigan (Mr. BONIOR).

Mr. BONIOR. Mr. Speaker, I thank the gentlewoman for yielding me time. Mr. Speaker, this bill says a lot. It could say a lot more. I rise today to argue the point that the Members of the Committee on Education and Workforce, at least on our side of the aisle, were told to keep this bill together, we are working cooperatively. When you get to the floor, you are going to have a chance to do what you want to do with amendment. You are going to be able to deal with the class size issue, you are going to be able to deal with school modernization and school construction.

Well, lo and behold, the rule comes down, and no classroom modernization amendment, no class size amendment, are made in order. Overcrowded classrooms, the fact that teachers are required to instruct so many students that children are not getting the attention they deserve, the attention they desperately need, this is a huge issue, a huge issue.

Right now in Michigan, we have some of the most qualified teachers in the country. Ninety-nine percent of our teachers in public secondary schools hold teaching certificates in their main teaching assignment. Forty-eight percent of teachers in our classrooms, reduce that size, get more discipline, more attention to those students.

A lot of folks these days talk about modern classrooms, about connecting the schools to the Internet, and that is critically important. But we also cannot forget that there are literally thousands of schools in this country that are in desperate need of repair; schools with broken plumbing systems, schools that were too hot in the summer and too cold in the winter, schools where children sit in rundown classrooms with broken windows and peeling paint and asbestos hanging from the ceilings. If it is an environment that none of us would choose to live in, how can we say it is an environment where our children should struggle to learn in?

Well, today, Michigan, like on the other issue of class size, we have a very bad statistic with respect to school construction. We have the sixth highest percentage of school districts in America reporting at least one building in inadequate condition.

So, this rule denies us the opportunity, Mr. Speaker, to address those issues, the test, they are primary issues, and I hope my colleagues as a result of that will vote against this rule, and hopefully the committee will go back and make them in order, so at least we can have a debate on these issues and move forward on class size and school modernization and make sure our kids have the kind of place we want them to learn in.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentlewoman from California (Ms. WOOLSEY).

(Ms. WOOLSEY asked and was given permission to revise and extend her remarks.)

Ms. WOOLSEY. Mr. Speaker, I rise in strong opposition to this rule. In negotiations, we were pretty much assured that Democratic amendments would be included on the floor. Good Democratic amendments, such as my amendment to create safe havens at or near school grounds, and my amendment to bring more females into the high-tech and science workforce, should be part of today’s debate, and we should be talking about school construction.

But these ideas were, obviously, inadverently left out. Instead, Republican amendments that will destroy our bipartisan effort by taking funds from the students and the schools that need them the most are being considered.

This rule definitely fails the fair play test. Let us give the noble issue back to the House, so that some day soon we can pass a real bipartisan bill that will debate all of the issues that are important to this House in general on both sides of the aisle.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from New Jersey (Mr. MENENDEZ).

Mr. MENENDEZ. Mr. Speaker, the rule that we are considering today, the No Child Left Behind Act still leaves many children behind. It fails to address national concerns, such as the desperate need to repair and modernize our schools, to reduce class sizes and to hire counselors so that our children learn in the best possible environment.

Democrats have made this bill enormously better, but it is too bad that the Republican budget resolution would not fund many of these initiatives. The majority showed its priorities last week and decided to leave education behind.

The bill has the wrong answer on mandatory testing. At a time when the majority is quick to pass provisions ordering the National Academy of Sciences to study ergonomic standards before implementing rules and the effects of dredging the Hudson River to remove contaminants, it is remarkable that it is going to allow mandatory multiple testing of children from the third to eighth grade without allowing the National Academy of Sciences to study the proposal.

The rule we are considering today does not give us the opportunity to correct those mistakes and improve the bill. The rule shuts the door on initiatives that American people care about, while opening the door to proposals the American people have rejected.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from New Jersey (Mr. HOLT).

Mr. HOLT. Mr. Speaker, I thank the gentlewoman for yielding me time, and I rise in opposition to the rule.

Let me just give one example of how the promise to have debate on the floor has been broken.

Science education. Science is not just another subject, it is fundamental, like reading and math. For the past year, the National Commission on the Teaching of Math and Science, the so-called John Glenn Commission, met and made a number of recommendations. Some of those recommendations, such as one that would call for a net increase of nation-wide training academies for science teachers around the country, were included in the report, but were not allowed for debate in the committee because, they said, we were told it would be allowed on the floor.

This is critically important. We face a crisis in science and math teaching. The title of our report says it well: before it is too late. Senator Glenn, the
head of Intel, the head of State Farm insurance, a number of other leaders in industry, education and business around the country say that we need this legislation. We should at least have a debate on them on the floor.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentlewoman from Oregon (Ms. HOOLEY).

Ms. HOOLEY of Oregon. Mr. Speaker, I thank the gentlewoman for yielding me this time. I rise today in opposition to this rule for one particular reason: there are too many children being left behind. Time after time this year I have asked that we finally have a discussion about the Federal Government’s underfunding of the Individuals with Disabilities Act.

Mr. Speaker, 26 years ago, the Federal Government made a promise to children with disabilities, their parents, their teachers and their schools, that we would pay 40 percent of the excess cost to local school districts to educate children with disabilities. I do not know about the rest of my colleagues, but I grew up in a family where when one made a promise, one kept that promise. Today seemed like the special opportunity to have this discussion.

As I did earlier this year in the Committee on the Budget, I proposed an amendment that would have finally made sure the government kept its promise. This time, I was joined by the gentleman from Wisconsin (Mr. KIND), who is on the Committee on Education and the Workforce. I am sad to report that we were denied even the opportunity to have this discussion.

Once again, we are sending the message to our students that this legislation leaves no child behind, except for those with disabilities. I urge a “no” vote on the rule.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentlewoman from California (Ms. LEE).

Ms. LEE. Mr. Speaker, I thank the gentlewoman for yielding me this time and for her extraordinary leadership on this issue.

I rise today to oppose this rule which eliminated many good amendments that should have been at least debated. For example, I submitted an amendment that would have established a formula to ensure that all States could receive funding to allow them to hire additional school counselors, social workers, and psychologists. At a time when our children are dealing with suicide, substance abuse, school shootings, and other very grown-up problems, these mental health personnel are vital to the health and well-being of our students. The average student-to-counselor ratio is 1,100 to one in my State of California, although the recommended ratio is 250 to 1.

Now, as a trained clinical social worker, I know firsthand how counseling and effective treatment can reduce violent behavior. Early detection of troubled youth by mental health counselors prevents school violence. We need mental health school counselors in all of our schools. We need school construction. We need smaller class sizes. We need our children. I urge a “no” vote on the rule.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from Wisconsin (Mr. KIND).

(Mr. KIND asked and was given permission to revise and extend his remarks.)

Mr. KIND. Mr. Speaker, as a member of the Committee on Education and the Workforce, I am a proud supporter of the underlying bill, H.R. 1. I am glad to see we finally have legislation that recognizes the number one issue, the number one priority of the American people: education improvement in this country.

I am, however, extremely disappointed in the rule. I think it is shameful that the only amendment that was offered dealing with special education in this country, IDEA, is how we can better punish special education students rather than how we can help them.

A couple of days ago I offered an amendment in the Committee on Rules with the gentlewoman from Oregon (Ms. HOOLEY) that would allow a debate as to how we can increase funding on special education costs so the Federal Government pays 40 percent of the cost share. We are only at 15 percent today. If there is one issue that is having a devastating financial impact on local school districts from district to district across the country, it is the inability of the Federal Government to live up to our responsibility, our obligation to fund special-education expenses. Our amendment would have at least allowed a discussion of that in the context of the elementary- and secondary-education bill. Because it was not made in order, I would encourage my colleagues to oppose the rule and give us a chance to discuss this important issue.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentlewoman from Texas (Ms. JACKSON-LEE).

(Ms. JACKSON-LEE of Texas asked and was given permission to revise and extend her remarks.)

Ms. JACKSON-LEE of Texas. Mr. Speaker, as chairman and ranking member for their work on this very important issue, the issue of education, I am disappointed that like the collapse of a real energy policy for the American people, we are about to verge on a collapse of this legislation.

I offer this amendment because I thought it would be very important to deal with the high degree of suicide and the difficulty that our young people are having today; to provide grants to ensure that we would have local funding and assistance for drug and violence prevention, and also to reduce the risk of children; to identify health risks for our children that play on playgrounds where there is an exposure to tin, zinc, mercury and lead, that would have helped enhance the educational facilities that we have.

Finally, I think it is very important that we have additional resources for mental health services. Believe there are treatment needs in the schools so that there is no stigma, and we can refer the children and their families to therapy and counseling and psychiatric health care.

As well, on this whole issue of testing, can one imagine testing a little 8-year-old all the time, focusing the teacher’s resources on testing? We need to reconsider that, and we need more school construction. We could have done a better job on this bill.

Mr. Speaker, I ask opposition to the rule.

Mr. Speaker, I would like to join my colleagues in the support of education for all of our nation’s children. I would like to thank and commend the work of the House Committee on Education and the Workforce and their effort to present a bipartisan bill for our consideration.

I am disappointed that the Rule for this bill does not take into consideration several points that I feel should be part of this effort to not leave any child behind. These are real problems with America’s schools, but the fault is not isolated to one source, but are multiple in nature. We know that children are acting out a level of rage that challenges our ability to educate our children in a safe and nurturing environment.

The children of our nation are our country’s greatest asset and should be the top priority of the Congress and the Administration. The lack of will to make critical and sometimes difficult decisions on children and education issues has damaged the ability of the United States to guarantee that the next generation will achieve a higher standard of living than their parents.

We must make sure that this bill to reform our nations education system truly does not leave any child behind. This bill reauthorizes federal elementary and secondary education programs (including the Title I compensatory education, teacher training and bilingual education programs) for five years (through FY 2006) and includes changes to current laws intended to improve the effectiveness of public schools and hold schools accountable.

The measure reported by the Education and the Workforce Committee has provisions intended to hold public schools accountable for improving the academic achievement of their students. It requires annual testing, flexibility in spending at the local school district level, as well as a new system that would require poor-ly performing public schools to improve or face consequences, which could include the removal of staff or the transfer of some of their students to other public schools.

As the Founder and Chair of the Congressional Children’s Caucus, I have a strong interest in the well being of our nation’s children and would like to offer the following amendments for the committee’s consideration as it prepares the rule for consideration of this historic legislation.

The Houston Independent School District (HISD) is the largest public school system in Texas and the seventh largest in the United States. The Houston Independent School District (HISD) is the largest public school system in Texas and the seventh largest in the United States. The Houston Independent School District (HISD) is the largest public school system in Texas and the seventh largest in the United States.
States. Our schools are dedicated to giving every student the best possible education through an intensive core curriculum and specialized, challenging instructional and career programs. HISD is working hard to become Houstonian’s K–12 school system of choice, constantly improving and refining instruction and making them as effective, productive, and economical as possible.

HISD has become a leader in restructuring public education, most recently by establishing unprecedented new standards that every student can achieve promotion from one grade to the next. HISD’s balanced approach to the teaching of reading has garnered national attention, and Project CLEAR, a comprehensive initiative to align curriculum with fundamental knowledge and skills expected of all students, is contributing to a steady rise in scholastic performance. HISD is bringing its school buildings up to high standards and building 10 new schools through Rebuild 2002, a $678-million capital improvement program. In addition, HISD opened two new state-of-the-art high schools that were built thanks to the creation of tax increment zones that allow HISD to derive revenue from increases in property value through redevelopment. HISD is demonstrating the utmost managerial accountability through contractual arrangements with specialists in budgeting, purchasing, personnel management, food services, and maintenance that enable the school district to devote more resources directly to the classroom.

The 18th Congressional District of Houston serves a very diverse group of young people, 52 percent are Hispanic, 24 percent are African American, 10 percent are white, nearly 3 percent are Asian/Pacific Islander, and just under one percent are Native American. The district mangers 295 campuses and educational programs: twenty-nine are high schools, 34 are middle schools, 166 are elementary schools, 19 are charter schools, 9 are community-based alternative programs and 18 are combined-level or other programs.

The heart of HISD are its teachers, principals and administrators, librarians, nurses and support staff, parents and board members. I can assure you that the City of Houston is extremely grateful. They have performed outstandingly and deserve special recognition; unfortunately our society does not offer the greatest financial rewards to our most valued citizens—teachers. However, the President’s Award for Excellence in Elementary Mathematics and Science Teaching has become an excellent symbol of professional accomplishment as an educator.

In order that we do indeed not leave any child behind, I consider that now children are the same. Their differences should not however, limit their opportunity for a good education in our nation’s public schools.

As long as there exist a disparity in funding among the districts within states, and a disparity of education funding K–12 among the states there will continue to be disparities in the education of disadvantaged youth especially taking into consideration the socioeconomic limitations of these communities to augment the educational experience of their children. The whole child should be acknowledged by the education reform legislation that we pass and send to the President’s desk. We know the realities of education in the United States are that many children are left behind, not at the discretion of the teacher, school district, parent or child, but under the pressures presented by a lack of adequate funding.

We must fully fund the Individuals with Disabilities Act when it comes up for reauthorization next year, but in the mean time there are certain things that the House of Representatives, making priority access to assistance because of the difficult decisions school districts are forced to make in the absence of adequate funding.

Speech and language difficulties affect children all across our nation. When a child cannot be understood then their opportunity for a good basic education is greatly diminished.

Because of the lack of funding going into IDEA, children like Jonathan Adam Roumo, who is three year’s old Houstonian with a speech delay problem. School districts across our nation struggle with the few dollars provided by the federal government to provide services with children with disabilities.

Jonathan unfortunately is being left behind by the current state of affairs in our nation’s K–12 education. It is unfortunate, intelligent little boy who is inquisitive and a challenge to his mother and father because of his interest in everything about his world.

Unfortunately, Jonathan also has difficulty being understood because the muscles along his tongue, the muscles that enable him to say words. The tongue is an important organ of speech in human beings and as such is critical to being understood.

The muscles along Jonathan’s tongue are at a stage in development that would equate with that of an infant or a younger child who means that although he has the innate intelligence and stimulation in his environment to speak, his physical ability to be understood is greatly hindered.

Because his parents were concerned about Jonathan’s inability to make himself understood, they educated themselves about what was available in the public school system to help Jonathan. They learned about a speech-testing program in their local school district, and saw that Jonathan was tested. Jonathan did well in all areas of the test, which established that he did not need occupational therapy or physical therapy, but he needed speech therapy.

He was enrolled into a speech program in August of 2000 and made excellent progress. Unfortunately, Jonathan’s mother was told that he could not go to pre-kindergarten, where he would continue to receive help because he did not have other types of disability associated with his speech limitations. To compound this situation his parents were told that they failed to meet the proof to prove that Jonathan’s parents from getting him the help that he needs through the public school system.

There are thousands of Jonathans in our public schools who have the potential to do very well, with only a little support in speech development. Under current law Jonathan can receive thirty minutes of speech each week, but that is not enough to make sure that this child is not left behind.

Another serious area which must be addressed is mental health resources available to children and their parents in public school. I have introduced H.R. 73, a bill requiring the Secretary of Education to conduct research on children with dyslexia in the public school systems throughout our nation. Dyslexia is identifiable and treatable in children at an early age. For this reason, all children kindergarten through third grade must be given tests that measure the following knowledge skills: print; book; phonological awareness, phonics, and writing. These areas have been identified by the American Psychological Society as learning disabilities in very young children so that they may receive the proper help to insure that they are not left behind.

Further, I would offer that we should rethink what language programs should be used to accomplish. If a child with a speech impediment such as stuttering, lisp, or other delayed speech cannot be understood by a teacher or fellow students, then that child’s ability to succeed in the classroom is limited. Today, we consider that child to be disabled and the rules governing the role of schools to provide proper instruction are not uniform. I would offer that if a child cannot be understood that their language barrier be addressed as early and aggressively as possible by removing all economic requirements for that child to get the help they need at an early age as possible. Violence in public schools have cast a chilling shadow through the halls of education in our nation.

The reality of children’s lives today are far removed from the experiences of previous generations and other other and killing themselves at alarming rates.

Currently, there are 13.7 million children in this country with a diagnosable mental health disorder, yet less than 20 percent of these children received the treatment they need. At least 25 percent of all children have a diagnosable mental, emotional, or behavioral problem that can lead to school failure, substance abuse, violence or suicide. However, 75 to 80 percent of these children do not receive any services in the form of specialty treatment or some form of mental health intervention.

The White House and the U.S. Surgeon General have recognized that mental health needs to be a national priority in this nation’s debate about comprehensive health care.

One of the leading causes of death in the United States, accounting for more than 1 percent of all deaths.

The National Mental Health Association reports that most people who commit suicide have a mental or emotional disorder. The most common depression.

According to the 1999 Report of the U.S. Surgeon General, for young people 15–24 years old, suicide is the third leading cause of death behind intentional injury and homicide. Persons under the age of 25 accounted for 15 percent of all suicides in 1997. Between 1980 and 1997, suicide rates for those 15–19 years old increased 11 percent and for those between the ages of 10–14, the suicide rates increased 99 percent since 1980.

More teenagers die from suicide than from cancer, heart disease, AIDS, birth defects, strokes, influenza and chronic lung disease combined.

Within every 1 hour and 57 minutes, a person under the age of 25 commits suicide.

Black male youth (ages 10–14) have shown the largest increase in suicide rates since 1980 compared to other young groups by sex and ethnicity, increasing 276 percent.

Almost 12 young people between the ages of 15–24 die every day by suicide.
In a study of gay male and lesbian youth suicide, the U.S. Department of Health and Human Services found lesbian and gay youth are two to six times more likely to attempt suicide than other youth and account for up to 30 percent of all completed teen suicides. We must also be prepared and capable of protecting children from other sources of harm that are present in their environment, such as lead, zinc chloride, tin, and mercury.

I appreciate the work done by the Committees to bring this measure before the House for consensus but I feel that is lacking in a complete and balanced approach to meeting the needs of educating all of our nation's children.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from New Jersey (Mr. ANDREWS).

(Mr. ANDREWS asked and was given permission to revise and extend his remarks.)

Mr. ANDREWS. Mr. Speaker, I thank the gentlewoman from New York for yielding me this time.

I rise in opposition to the rule. The bipartisanship on our committee on this education bill taught us a lesson on how to get along and work in a bipartisan fashion. It is a lesson that the leadership of this House has not learned.

Here is what is wrong with this rule: it is a delicate compromise between the Democrats and the Republicans. There are many Republicans who believe that block grants called Straight A's should be included, and they will have their chance to make their argument on this floor. There are many Republicans who believe that private school vouchers should be included, and they will have their chance to make their argument on this floor. But there are many Democrats who believe that an extension of the class size reduction program ought to be included, and we will not have our chance to make that argument on this floor. There are many of us who believe that a school construction program should be added, and we will not have our chance to make that argument on this floor.

The lesson of bipartisanship that was taught by the committee has been ignored by the House majority leadership. Their rule should be rejected.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from New Jersey (Mr. PAYNE).

(Mr. PAYNE asked and was given permission to revise and extend his remarks.)

Mr. PAYNE. Mr. Speaker, I rise in strong opposition to the proposed rule on H.R. 1, No Child Left Behind Act. Because education is such an important issue, I feel that rules must be introduced on the floor so that all people can express their opinions in the general debate. The Committee on Rules only allowed one amendment from the Democratic side, and that is wrong.

I rise before the Committee on Rules and asked that my amendment, which would keep the title I monies at a 50 percent level, be included. When title I began, 75 percent of the money was targeted for poor children. It was the Federal Government saying, we need to assist these schools where there is an imbalance in funding. The imbalance still is there; but it was reduced from 75 percent of poverty to 60 percent of poverty, 50 percent of poverty is not enough poverty. On the other hand, some of the people on the other side of the aisle say, we have a 25 percent amendment coming up at you next time.

Mr. Speaker, we are going to leave every child behind. I ask for the rejection of the rule.

Ms. PRYCE of Ohio. Mr. Speaker, I am very pleased to yield 1 minute to the gentleman from Michigan (Mr. HOEKSTRA), my distinguished colleague and a member of the Committee on Education and the Workforce.

Mr. HOEKSTRA. Mr. Speaker, I thank the gentlewoman for yielding me this time.

I would like to urge strong support for this rule. It is a fair rule. It will allow us to vote on amendments which will restore the President's plan.

The President's reform plan for education was a delicately balanced approach, providing more flexibility to the States, empowering parents by allowing them to make more choices in their children's education, and holding schools accountable for the results that they would deliver; a delicate balance of saying, we are going to give States more process freedom. We are no longer going to hold them accountable for the process by which they spend their money, but we are going to make sure that every child goes through and achieves the learning that we want. We are going to focus on results accountability.

This rule allows us to have a vote on restoring State flexibility, which was ripped out of the committee mark. It allows us to build on the local flexibility that is essential to reform that are so critical to the President's plan.

Ms. SLAUGHTER. Mr. Speaker, I yield 1 minute to the gentleman from Oregon (Mr. WU).

(Mr. WU asked and was given permission to revise and extend his remarks.)

Mr. WU. Mr. Speaker, I want to commend the ranking member and the chairman for their commendable efforts at crafting a commonsense, bipartisan education bill. But I am going to ask for your permission to vote against this rule which brings partisanship and prevents the bringing of commonsense amendments which would improve this bill.

Our efforts at keeping class size reduction as a separate source of funding, maintaining our national priority on bringing smaller class sizes to schools across this country was not permitted to be brought to the floor. Our efforts to bring school construction to the floor in order to be fully debated were not permitted to be brought to the floor. Class size reduction and school construction are two priority issues in American education; and yet we will not have a chance to discuss these bipartisan, commonsense issues. I regret that very much, and I ask my colleagues to vote against this rule.

Ms. SLAUGHTER. Mr. Speaker, I yield 30 seconds to the gentleman from Pennsylvania (Mr. FATTAH), and I know he disagrees with me.

Mr. FATTAH. Mr. Speaker, there is a lot of talk about accountability, holding students accountable and teachers and schools. There is one entity that is never mentioned, even though States and the Federal Government are responsible for the education of teachers, the setting of curriculums, the entire determination about how schools are going to be provided resources. There is nothing anywhere about trying to get States to be responsible once and for all for the education of poor children.

The Congress, in 1965, 35 years ago, passed the title I law, which we are getting ready to reauthorize, and since then, still, States have failed poor children.

I would hope that we would have a rule that would allow us to seek more accountability. I think there could be consensus between Democrats and Republicans on that point.

Ms. PRYCE of Ohio. Mr. Speaker, I am pleased to yield 30 seconds to the gentleman from Ohio (Mr. TRAPICANT), my distinguished colleague.

Mr. TRAPICANT. Mr. Speaker, I support the rule. I want to commend the gentleman from Ohio (Mr. BOERER) and the gentleman from California (Mr. GEORGE MILLER), but I must agree with the gentleman from Michigan (Mr. KILDEE) and the gentleman from New York (Mr. OWENS) that an America that builds prisons, but not schools, is headed in the wrong direction.

I am asking the Republican leadership to take a good look at the position of the gentleman from New York (Mr. OWENS), and when we go to conference, consider putting some construction money in for schools. But I am inclined to support the bill, and I thank the Republican Party for giving consideration to the request of the gentleman from New York.

Ms. SLAUGHTER. Mr. Speaker, I yield my remaining 30 seconds to the gentleman from California (Ms. PELOSI).

Ms. PELOSI. Mr. Speaker, I thank the gentlewoman for yielding me this time.

I rise in opposition to this rule.
international, and yet send them to schools that are in disrepair, instead of sending them to smaller classes where they will get the attention they need and classrooms which are wired for the future.

Children are smart. They see the contradiction. If education is so important, why is it not important to the Democrats and to the Republicans, to the Congress of the United States?

That is why I cannot understand for the life of me why an education bill would not be on this floor, after all the science this Congress has paid for and told us that children need smaller classes, and this Republican Party will not even allow us the opportunity to debate that amendment on the floor.

I urge our colleagues to vote no on this very unsmart rule on the education bill.

Ms. SLAUGHTER. Mr. Speaker, I yield such time as she may consume to the gentlewoman from New York (Mrs. MALONEY).

Mrs. MALONEY of New York. Mr. Speaker, I rise in opposition to this rule. I am disappointed that the Andrews-Saxon-Maloneyn-Horn amendment was not made in order.

Our amendment would have provided much-needed Federal grants to organizations so that they can teach today’s youth about the Holocaust.

Unfortunately, many schools and communities around the country have not learned about the Holocaust because their schools do not have the funds or tools to teach each about this tragic event in world history.

There is no question: teaching children about the horror and tragedy of the Holocaust will create a generation of youth in America who are less likely to commit hate crimes, and who are more likely to mature into adults who will envision and work toward peaceful world relations.

This is exactly why the Andrews-Saxon-Maloneyn-Horn amendment is so important.

We need programs in our schools that teach the consequences and the cost of intolerance and hate.

In denying the House a vote on our amendment, the majority is denying our children a chance to learn about one of the most tragic events in history.

Ms. PRYCE of Ohio. Mr. Speaker, I yield 2½ minutes to my distinguished colleague, the gentleman from Georgia (Mr. ISAKSON), who has been such an integral of this effort.

The SPEAKER pro tempore (Mr. LAHODI). The gentleman from Georgia (Mr. ISAKSON) is recognized for 2½ minutes to close.

Mr. ISAKSON. Mr. Speaker, I thank the gentlewoman from Ohio for yielding time to me.

Mr. Speaker, I commend the Committee on Rules for a fair rule.

I commend the gentleman from California (Mr. GEORGE MILLER), the gentleman from Ohio (Chairman BOEHRER), and the members of our committee for a fair and open debate and a bipartisan process.

However, Mr. Speaker, as we close this debate, if we think about our red or green vote, I want Members to look at what we are really talking about.

My left is a chart which shows that over the history of funding for public education in Title I, while the gold bars which represent money have gone up astronomically, today, the same as it was 25 years ago, reading proficiency remains at the bottom. It is time for true reform.

On the issue of building schools, they will not tell us that America’s unmet need at the local level, and it is their responsibility, is $300 billion. They also will not tell us that represents 2.5 times more money than has been spent on Title I since it began.

This is not about building buildings, this is about building and changing the lives of America’s most disadvantaged children. It has been said that our children are a message we send to a time we shall never see. I am proud we have a committee and I am proud we have a President that has laid it on the line.

When Members get ready to vote red, I want Members to look in the eyes of disadvantaged poor child in Members’ rural or urban districts and ask what kind of message they want to send to a time they will not see.

As a politician, I want Members to think about how much they would re- pene to include a bill forward with accountability that will allow us to measure our progress within his term of office.

Mr. Speaker, this bill is not a promise, it is a hope. It is a hope for the future, not of buildings and inanimate objects, but of the sacred treasure of the lives of America’s youngest and most disadvantaged children.

The Committee on Rules will allow competitive debate over controversial issues, and in the end I hope Members’ green vote on this rule results in a green vote on this bill that leaves no child behind, and sends a message to our future that we would love for our future to see.

Mr. UDALL of Colorado. Mr. Speaker, I rise to oppose the rule for H.R. 1, the Elementary and Secondary Education Reauthorization bill. This rule prevents Democrats from offering key education priorities as amendments to the bill—including School Modernization and Class Size Reduction. In addition, I am troubled that an amendment I offered in the Rules Committee to establish a program in the Department of Education to help school districts produce “high performance” school buildings was rejected.

The amendment I offered in the Rules Committee—the “High Performance Schools Program”—takes the concept of “whole buildings” and puts it into the context of our schools. My amendment would have established a program in the Department of Education to help school districts produce “high performance” school buildings. It would provide block grants to state offices of education that would then be allocated as grants to school districts for building design and technical assistance. These grants would be available to school districts that are faced with rising elementary and secondary school costs that can’t afford to make major investments in construction or renovation, and that commit to work with the state agencies to produce school facilities that incorporate a “high performance” building approach.

We wouldn’t dream of putting only manual typewriters in new school buildings—we would install today’s computer technology. Nor should we build yesterday’s “energy inefficient,” non-sustainable, and less effective schools. Our kids are our country’s future, and they should have the best school facilities, especially if they will cost less and benefit us all in other ways.

As the Congress begins debate on the reauthorizations of the Elementary and Secondary Education Act, the important legislation that governs our nation’s education priorities, I fear the House Rules Committee has missed a golden opportunity. I am especially disappointed that today—a day when Congress is focused on energy issues because of the release of the administration’s energy plan—the Rules Committee chose to overlook this opportunity to take care of our children and our environment at the same time.

The SPEAKER pro tempore. Without objection, the previous question is ordered on the resolution.

There was no objection.

The SPEAKER pro tempore. The question is on the resolution.

The question was taken; and the Speaker pro tempore announced that the yeas appeared to have a majority.

Ms. SLAUGHTER. Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER pro tempore. Evidently a quorum is not present.

The Sergeant at Arms will notify absent Members.

The vote was taken by electronic device, and there were—yeas 219, nays 201, not voting 13, as follows:

[Roll No. 125]
Mr. BERMAN, Mr. HOEFFEL and Mrs. MEEK of Florida changed their vote from ‘yea’ to ‘nay.’

Mr. GREENWOOD changed his vote from ‘nay’ to ‘yea.’

So the resolution was agreed to.

The result of the vote was announced as above recorded.

A motion to reconsider was laid on the table.

Stated against:

Mr. MORAN of Virginia. Mr. Speaker, on rollcall No. 125, had I been present, I would have voted ‘nay.’

LEGISLATIVE PROGRAM

(Mr. DOGGETT asked and was given permission to address the House for 1 minute.)

Mr. DOGGETT. Mr. Speaker, I would like to inquire about next week’s schedule.

Mr. Speaker, I yield to the gentleman from California (Mr. MCKEON).

Mr. MCKEON. Mr. Speaker, I thank the gentleman from California (Mr. DOGGETT).

Mr. DOGGETT. Mr. Speaker, I am pleased to announce that there will be no further votes in the House for the week.

The House will next meet for legislative business on Monday, May 21 at 12:30 p.m. for morning hour and 2 p.m. for legislative business.

The House will consider a number of measures under suspension of the rules, including the following bills:

H.R. 1831, the Small Business Liability Protection Act; and

H.R. 1885, the 245(s) Extension Act of 2001.

A complete list of suspensions will be distributed to Members offices tomorrow.

On Monday, no recorded votes are expected before 6 p.m.

On Tuesday through Thursday, the House will consider the following measures:

H.R. 1, the No Child Left Behind Act; and

H.R. 1836, the Economic Growth and Tax Relief Reconciliation Act Conference Report.

On Friday, the House will not be in session for the start of the Memorial Day district work period.

Mr. DOGGETT. Mr. Speaker, I thank the gentleman for that explanation.

If I might inquire further, many Members, of course, have travel plans for next Thursday evening, does the gentleman anticipate any event that would prevent our departing at least by 6 p.m. on Thursday?

Mr. McKENZIE. If the gentleman will yield, we hope to get the tax conference report back by Thursday so that we can get that passed Thursday, but we do not have a guarantee of that.

Mr. DOGGETT. Of course, the conference has not been convened because the Senate has not acted. Is it the gentleman saying in the event the tax reconciliation conference report, if that is not available by Thursday night, might we be facing some interference with the Memorial Day weekend?

Mr. McKENZIE. Our goal is to finish that up on Thursday, and we cannot guarantee that, but that is our goal.

Mr. DOGGETT. Mr. Speaker, backing up to Monday, does the gentleman from California (Mr. MCKEON) anticipate that there will be any business other than suspensions on Monday evening?

Mr. McKENZIE. Mr. Speaker, if the gentleman will yield, we may start the general debate on the education bill.

Mr. DOGGETT. Mr. Speaker, it had been my understanding that was beginning on Tuesday, but there is a possibility of general debate, not amendments on Monday night?

Mr. McKENZIE. There would be no education votes, but there is a possibility that we would have the general debate begin.

Mr. DOGGETT. Mr. Speaker, because there is such interest in the education bill, is the gentleman from California informed as to what days we would be considering the education bill next week?

Mr. McKENZIE. Mr. Speaker, we hope to finish it Tuesday, but it could spill over into Wednesday.

Mr. DOGGETT. The gentleman mentioned both H.R. 1831 and H.R. 1836. Does he know on which days those are most likely to be considered?

Mr. McKENZIE. Mr. Speaker, those will be Monday under suspension and voted on after 6 o’clock.

Mr. DOGGETT. All right, Mr. Speaker. Then on H.R. 1 and H.R. 1836, when might they be considered?

Mr. McKENZIE. Mr. Speaker, H.R. 1 will be Tuesday and Wednesday and hopefully H.R. 1836 on Thursday.

NO CHILD LEFT BEHIND ACT OF 2001

The SPEAKER pro tempore (Mr. LAHOOD). Pursuant to House Resolution 143 and rule XVIII, the Chair declares the House in the Committee of the Whole House on the State of the Union for the consideration of the bill, H.R. 1.
May 17, 2001  CONGRESSIONAL RECORD — HOUSE  H2311

The Clerk read the title of the bill.

The CHAIRMAN. Pursuant to the rule, the bill is considered as having been read the first time.

Under the rule, the gentleman from Ohio (Mr. BOEHNER) and the gentleman from California (Mr. GEORGE MILLER) each will control 60 minutes.

The Chair recognizes the gentleman from Ohio (Mr. BOEHNER).

Mr. BOEHNER. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, beginning today, we have an opportunity to make a true difference in the lives of our Nation’s children, particularly our most disadvantaged children in America. This rare opportunity presents itself in the form of No Child Left Behind, President Bush’s plan to improve elementary and secondary education in America.

This process began last December before President Bush technically was even inaugurated. It began with a meeting in Austin, Texas when the President-elect invited Members of both parties to discuss education reform, the item at the top of his agenda. None of us knew what to expect from that meeting, but all of us left with a sense that something extraordinary was within our grasp. It was clear that our new President had a genuine interest in the issue of education. He had a powerful desire to bring Members of all parties together on this issue here in Washington. And he had the kind of leadership we needed to move the agenda forward.

In the hands of caring parents, information is a powerful tool for reforming our schools. Why ask States to evaluate schools annually? Because parents deserve to know how their child’s school stacks up against the others. Why have a report card for States and school districts? Because parents deserve to know who their children are being taught by qualified teachers and whether their child’s school is failing and falling below expectations.

The more parents know, the more they are likely to push for meaningful change in our schools. Without the ability to measure, there is simply no way for parents to know for certain that their children are, in fact, truly learning. There is no way to know for certain which students are in danger of slipping through the cracks.

As Education Secretary Rod Paige has noted, President Bush’s education plan rests on 4 pillars: accountability, local control, research-based reform, and expanded parental options.

The legislation before us meets all of the President’s principles. It challenges States to set high standards for public schools, demanding accountability for results. It provides unprecedented flexibility to parents at the expense of their children. It triples Federal support for proven reading programs rooted in scientific research. And it provides new hope that trapped in chronically failing schools.

These reforms would mark the first time in a generation that Washington has returned a meaningful degree of ownership to America’s children. This legal reform trumps the President’s education bureaucracy. It would streamline a significant share of the Federal education regime in one swift stroke. It would provide new hope that the next generation of disadvantaged children can escape the misery of low expectations.

I am grateful to my colleagues on both sides of the aisle who have worked hard on behalf of American students: The gentleman from California (Mr. MCKEON), the gentleman from Georgia (Mr. ISAKSON), the gentleman from Colorado (Mr. CASTLE), and the gentleman from Michigan (Mr. KILDEE) and the gentlewoman from Hawaii (Mrs. MINK), and the gentleman from Indiana (Mr. ROEMER).

I particularly want to thank the gentleman from California (Mr. CASTLE) on his tireless efforts on behalf of our Nation’s students and the job that he has done as the subcommittee chairman on the 21st Century Subcommittee on Education Reform.

I also want to thank the gentleman from California (Mr. GEORGE MILLER) for his leadership and willingness to work in good faith for this bipartisan bill.

Mr. Chairman, I reserve the balance of my time.

Mr. GEORGE MILLER of California. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, I want to begin my remarks on this legislation by thanking the gentleman from Ohio (Mr. BOEHNER), the chairman of my committee, for all of his cooperation and for the honorable manner in which he has handled the support, respect, and trust of his colleagues. We recognize that he should be very proud.

I think created an atmosphere in which we could arrive at this work product with this bipartisan conclusion.

I would also say that, as I watched him work, as he assumed the chairmanship of this committee, and as I watched him work with individual members of the committee and to deal with all of the issues that were thrown at the working group: the gentleman from Michigan (Mr. KILDEE), the gentleman from Delaware (Mr. CASTLE), the gentlewoman from Hawaii (Mrs. MINK), the gentleman from California (Mr. MCKEON), the gentleman from Indiana (Mr. ROEMER), and the gentlewoman from Georgia (Mr. ISAKSON).

These Members and their staff spent an awful lot of time in sessions trying to iron out the differences between us to see whether or not we could come to agreement. In some cases, we were able to. In other cases, we were not, but we moved on to the other topics and finally arrived in the negotiations that led to this legislation.

I think we feel that, in fact, this legislation truly represents both, what both Members on both sides of the aisle have been saying they want with respect to the Federal role in education and to what the President has said that he wants in this legislation.

I believe that we have an opportunity with this legislation to pass a sound, bipartisan education reform bill that will help all students. We have an opportunity to pass a bill that achieves a consensus, a consensus, as I have said, between the education proposals and reform proposals offered by Members of Congress, both parties, and by the President.

Here are the reforms that we want and the overwhelming majority of parents and taxpayers tell us that they want and that we are attempting to achieve in this bill. We are attempting to field real accountability and real results; a specific plan to finally, once and for all, close the achievement gap between rich and poor and between minority and nonminority students.

It is very important because this is the intent of the Federal role in education, to equalize the effort and to close the gap between these students with respect to the results and the educational experience.

We provide quality teachers through professional development, training and resources available to the teachers to do their jobs; significant new investments in our public school system; doubling Title I funding; improving accountability and training for teachers; new resources to help schools that are failing; better targeting of funds to schools with high concentrations of children in poverty and to children with limited English proficiency; unprecedented flexibility at the local level to tailor education reforms to achieve the ambitious goals that we have set out in this legislation.
Today we have an opportunity to step forward, to make these changes on behalf of our Nation’s school children. This bill is not perfect. There is much more I would like to do to improve education in this country. I know that I speak for many of my colleagues who would like to do many things in this bill differently, but I think this bill in its current form represents a major step forward. I think it would be a mistake for us to miss the opportunity to do the things we are capable of doing years later because we cannot do everything right away.

The fact is that, in far too many communities in this country, particularly in our poorest communities, we have what amounts to gross educational malpractice, and that cannot stand. For too long, the educational system in this country has operated under a policy of acceptable losses. Too many children have been written off, and that cannot stand.

Hundreds of thousands of students leave school every year, in many cases with a diploma, only to find out that they have not received a quality education they need and that they ought to be entitled to. That cannot stand.

We do better today. Our schools all over this country have succeeded in educating students from every background: poor students, black students, Hispanic students, students with limited English proficiency, students that represent American society in so many settings at so many different parts of the country, under so many different circumstances. In fact, they have been given an excellent education with excellent results. All of America’s children deserve that.

In virtually every case, they have achieved these successes by doing the very things that we set out to do in this bill, setting high standards, establishing clear goals, and targeting the investments in better teaching and instructional materials.

We are saying today, on the anniversary of Brown v. Board of Education, that this is what we as a Nation want for every child in every school in every State. We want this for the children from Pittsburgh, California to Pittsburgh, Pennsylvania; for children from Portland, Maine to Portland, Oregon. I hope we can work together to fulfill that promise. We have some important work to do.

The voucher provisions to be offered later in this debate in this bill would kill any chance of bipartisanship. In fact, they would likely result in bipartisan opposition to this entire bill. I know there are differences of opinion, but we must not let these amendments form fundamentally undermine what we are trying to accomplish to achieve real education reform throughout this country for all of our students. We will vigorously oppose those amendments.

The other significant amendments that would draw strong Democratic opposition would establish a large block grant with Federal education dollars to the States, known as Straight A’s. We will talk at great length later about what we, and almost every credible group representing local educators, students and parents, think is wrong with that Straight A’s proposal.

I would assert here, however, that what we seek in H.R. 1, a better alternative to Straight A’s, the provision we call transferability at the local level. In fact, I think the gentleman from Ohio (Chairman BOEHNER) and I agree. When it comes to the Straight A’s proposal, we have a better deal in H.R. 1.

It was not a deal that I came to these negotiations with. It is not a deal that the chairman brought to these negotiations. We both had very different views about how this could be carried out to provide for the flexibility that so many of us have heard in our districts, school districts and administrators have asked for as they deal with the education of the children that they know best.

But out of these negotiations, with great help from the gentleman from Indiana (Mr. BUTTERLEY) and others, and with a solution came forward to provide that kind of flexibility to the local level of school decision-making in each and every one of our States.

We have the opportunity in this legislation, as I have said, to pass a sound bipartisan education reform bill that I believe will benefit all of the children of this Nation, and I look forward over the next few days to work with the gentleman from Ohio (Mr. BOEHNER) and Members on the other side of the aisle, with the members of our committee, and with the Members in the House generally to consider each and every amendment, to give it a fair hearing, and to give it our support or our opposition based on the merits and the differences of opinion some of us have about the direction of the American education system.

As the chairman said when he started his remarks in this debate, as he did when we started our discussions in the committee, this is a debate on the merits of the education system in this country and about those proposals being put forth to reform that system, to hold that system accountable, and to get the results all of us want for all of our children. This is not about a personal political debate; this is not about attacking the motives or the integrity of any Member of Congress. Where we differ, it is on the merits.

To his credit, he kept the debate on that level in the Committee on Education and the Workforce, and for that reason we had overwhelming bipartisan support for this legislation, again, that represents the ideas on both sides of the aisle; and I would hope that this is the legislation that would emerge after we are done in the Committee of the Whole. I look forward to the continuation of the debate next week.

Mrs. LOWEY. Mr. Chairman, the desperate need to repair America’s schools is not a new issue for any of us here today. Five years ago, I conducted a survey of New York City schools and discovered that one in every four schools holds classes in areas such as hallways, gyms, bathrooms, and janitors’ closets. Today, many of these schools have standard critical building features, such as roofs, walls, and floors. This is an outrage and a disgrace.

In response to that shocking study, I worked with the Administration to author the very first school modernization bill in 1996. Two years later, with school enrollment skyrocketing, the need to renovate and repair our schools is even more pressing. Yet this problem is simply too big for local and state officials to handle alone. States are doing the best they can but they need federal dollars to fill in the holes. In fact, the National Education Association estimates that the unmet school modernization need in America’s schools totals over $300 billion—and that’s on top of what school districts and states are already spending!

Simply stated, the need for school modernization is a national problem that demands a national response. And that’s why I am so disappointed that the amendment to provide school construction funds was not made in order. Frankly, my colleagues, I think this is an example where we will pay now, or pay later. We know that students cannot learn when the walls are literally crumbling around them. If we do not provide the resources—even this targeted emergency assistance—we will continue to undermine our students and teachers as they struggle to meet standards and achieve academically.

We can spend this money now, targeted at the most urgent repairs first, providing funding to high-need school districts for critical repairs such as sealing leaky roofs and removing asbestos, or we will pay later—in lower student achievement, ever-more burdened teachers, and potentially even accident or injury in crumbling schoolrooms.

America’s children need us to make the right choice now—to use the opportunity we have in this time of unprecedented prosperity and growth to work with the Administration to author the very first national school modernization bill. We cannot afford to leave our children in schools that are in such poor condition.

Mr. PETRI. Mr. Chairman, I would like to take a couple of minutes to speak in favor of the provision in H.R. 1 that expands and improves the Troops-to-Teachers program. Our military is a great reservoir of potential talent, particularly in the area of math and science, and this program taps into that talent by encouraging members of our Armed Forces to participate in Peace Corps or to become teachers after they leave the military.

Many have warned of an approaching teacher shortage in this country. According to some estimates, we will have to find somewhere between 1.6 and 2.6 million new teachers merely to replace teachers scheduled to retire. The Troops-to-Teachers program has already been a great help to meet this shortfall, and I believe that it can be even more useful in the future.

To his credit, he kept the debate on that level in the Committee on Education and the Workforce, and for that reason we had overwhelming bipartisan support for this legislation, again, that represents the ideas on both sides of the aisle; and I would hope that this is the legislation that would emerge after we are done in the Committee of the Whole. I look forward to the continuation of the debate next week.
Several thousand members of the military retire each year, often at ages young enough that they are searching for new careers. We want to make it as easy as possible for these men and women to take the leadership skills and character that they have gained during their military careers and to instill these skills in our young people.

In H.R. 1, we have improved the existing Troops-to-Teachers program to authorize stipends for soldiers participating in the program, and bonuses for soldiers who agree to teach in a high need school.

We have also expanded the category of soldiers eligible to participate in the program. Under current law, when a soldier completes active duty and decides to be a teacher, he or she has to go through a teacher training program that can take up to a year and a half.

Because of this delay, many are discouraged from pursuing a teaching career.

H.R. 1 eliminates this roadblock by expanding eligibility so that an active duty soldier nearing retirement can participate in the program.

Mr. Chairman, this is a great program that enjoys bipartisan support, and it will bring many more qualified, excellent teachers into the profession that we so desperately need. I applaud its inclusion in H.R. 1 and I trust that in improved version of Troops-to-Teachers will be enacted this year.

Mr. GEORGE MILLER of California. Mr. Chairman, I reserve the balance of my time.

Mr. BOEHNER. Mr. Chairman, I move that the Committee do now rise.

The motion was agreed to.

Accordingly, the Committee rose; and the Speaker pro tempore (Mr. LAHODD) having assumed the chair, Mr. HASTINGS of Washington, Chairman of the Committee of the Whole House on the State of the Union, reported that that Committee, having had under consideration the bill (H.R. 1) to close the achievement gap with accountability, flexibility, and choice, so that no child is left behind, had come to no resolution thereon.

APPPOINTMENT OF MEMBERS TO CANADA-UNITED STATES INTERPARLIAMENTARY GROUP

The SPEAKER pro tempore. Without objection, and pursuant to 22 U.S.C. 276d and clause 10 of rule 1, the Chair announces the Speaker's appointment of the following Members of the House to the Canada-United States Interparliamentary Group in addition to Mr. HOUGHTON of New York, chairman, appointed on March 20, 2001:

Mr. GILMAN of New York;
Mr. DREIER of California;
Mr. SHAH of Florida;
Mr. STEARNS of Florida;
Mr. PETERSON of Minnesota;
Mr. MANZULLO of Illinois;
Mr. ENGLISH of Pennsylvania; and
Mr. SOUDER of Indiana.

There was no objection.

ADJOURNMENT TO MONDAY, MAY 21, 2001

Mr. SCHAEFFER. Mr. Speaker, I ask unanimous consent that when the House adjourns today, it adjourn to meet at 12:30 p.m. on Monday next for morning hour debates.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Colorado?

There was no objection.

DISPENSING WITH CALENDAR WEDNESDAY BUSINESS ON WEDNESDAY NEXT

Mr. SCHAEFFER. Mr. Speaker, I ask unanimous consent that the business in order under the Calendar Wednesday rule be dispensed with on Wednesday next.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Colorado?

There was no objection.

EXPRESSING SENSE OF CONGRESS WELCOMING PRESIDENT CHEN SHUI-BIAN OF TAIWAN TO UNITED STATES

Mr. GILMAN. Mr. Speaker, I ask unanimous consent that the Committee on International Relations be discharged from further consideration of the concurrent resolution (H. Con. Res. 135) expressing the sense of Congress welcoming President Chen Shui-bian of Taiwan to the United States, and ask for its immediate consideration.

The Clerk read the title of the concurrent resolution.

The SPEAKER pro tempore (Mr. GRAVES). Is there objection to the request of the gentleman from New York?

There was no objection.

The Clerk read the concurrent resolution, as follows:

H. CON. Res. 135

Whereas for more than 50 years, a close relationship has existed between the United States and Taiwan, which has been of enormous economic, cultural, and strategic advantage to both countries:

Whereas the United States and Taiwan share common ideals and a vision for the 21st century:

Whereas freedom and democracy are the strongest foundations for peace and prosperity:

Whereas Taiwan has demonstrated an improved record on human rights and a commitment to democratic ideals of freedom of speech, freedom of the press, and fair elections, which have been held in a multiparty system, as evidenced by the March 18, 2000, election of Chen Shui-bian as Taiwan’s new president:

Whereas President Chen Shui-bian of Taiwan visited the United States on August 13, 2000, when several Members of Congress expressed interest in meeting with President Chen Shui-bian during his layover in Los Angeles, California, on route to Latin America:

Whereas the meeting with President Chen Shui-bian did not take place because of pressure from Washington and Beijing:

Whereas the Congress thereby lost the opportunity to communicate directly with President Chen Shui-bian about developments in the Asia-Pacific region and key elements of the relationship between the United States and Taiwan; and

Whereas the upcoming May 21, 2001, visit to the United States by President Chen Shui-bian of Taiwan is another significant opportunity to broaden and strengthen relations between the United States and Taiwan: Now, therefore, be it

Resolved by the House of Representatives (the Senate concurring), That the Congress—

(1) warmly welcomes President Chen Shui-bian of Taiwan upon his visit to the United States;

(2) requests President Chen Shui-bian to communicate to the people of Taiwan the support of the Congress and of the people of the United States; and

(3) recognizes that the visit of President Chen Shui-bian to the United States is a significant step toward broadening and deepening the friendship and cooperation between the United States and Taiwan.

Mr. GILMAN. Mr. Speaker, I am pleased to support the resolution introduced by the gentleman from Colorado, Mr. SCHAEFFER.

This resolution welcomes president Chen Shui-bian of Taiwan to the United States next week. President Chen is stopping in New York on his way to Central and South America. Later, he will visit Houston, Texas.

At the International Relations Committee’s request, Mr. SCHAEFFER has agreed to make several technical changes, and we are now pleased to waive jurisdiction and support a unanimous consent request that this measure be considered out of order.

This is an important resolution, Mr. Speaker. Taiwan is one of our nation’s most important friends in the world. We share the values of democracy, human rights and free markets.

President Chen deserves a warm welcome as he comes to New York City and later to Houston, Texas.

Taiwan’s democracy and economy have thrived in recent years despite direct threats from the People’s Republic of China. We must send a strong message to China that Taiwan and the United States stand together against such intimidation.

I thank the gentleman from Colorado for bringing this resolution before us, and I urge my colleagues to support it.

AMENDMENT IN THE NATURE OF A SUBSTITUTE OFFERED BY MR. GILMAN

Mr. GILMAN. Mr. Speaker, I offer an amendment in the nature of a substitute.

The Clerk read as follows:

Amendment in the nature of a substitute offered by Mr. GILMAN:

Strike all after the resolving clause and insert the following:

That the Congress—

(1) warmly welcomes President Chen Shui-bian of Taiwan upon his visit to the United States;

(2) requests President Chen Shui-bian to communicate to the people of Taiwan the support of the Congress and of the people of the United States; and

(3) recognizes that the visit of President Chen Shui-bian to the United States is another significant opportunity to broaden and strengthen the friendship and cooperation between the United States and Taiwan.

Mr. GILMAN (during the reading). Mr. Speaker, I ask unanimous consent that the amendment in the nature of a substitute be considered as read and printed in the Record.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?
Mr. GILMAN. Mr. Speaker, I offer an amendment to the preamble.

Amend the preamble to read as follows:

Whereas freedom and democracy are the strongest foundations for peace and prosperity;

Whereas Taiwan has demonstrated an improved record on human rights and a commitment to democratic ideals of freedom of speech, freedom of the press, and free and fair elections routinely held in a multiparty system, as evidenced by the March 18, 2000, election of Chen Shui-bian as Taiwan’s new president;

Whereas the upcoming May 21, 2001, visit to the United States by President Chen Shui-bian of Taiwan is another significant opportunity to broaden and strengthen the friendship and cooperation between the United States and Taiwan;

Whereas theExtensions of Remarks.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Florida (Mr. WELDON) is recognized for 5 minutes.

Mr. WELDON of Florida. Mr. Speaker, it is a pleasure for me to be able to rise today and speak in support of our Nation’s manned space flight program. And, Mr. Speaker, I am aware of the tremendous work that is done on a daily basis by the men and women who work for the National Aeronautics and Space Administration. Many of the contractors and educators that are involved, and the people who are working in the program today, are some of the same people who have been involved with it for many years or they stand on the shoulders of those who began in the early days of the program, from Mercury to Gemini, Apollo to Skylab, the Shuttle program, and now the new International Space Station currently orbiting the Earth today with a crew of three, hopefully someday soon to be able to grow to a crew of six.

The space program, in many ways, has been emblematic of the United States of the technological prowess and our expertise in science; but it is more than that I think for America’s culture. I think burning in the heart of every American is the pioneer spirit, the pioneer spirit that settled this Nation, the pioneer spirit that caused many of our ancestors to come to the United States to try to carve out a better way of life. But I really think it is something that burns in the hearts and minds of all human beings everywhere; to explore the unknown or to go to a new place. And while there are many places on this planet we call our home, planet Earth, that remain to be explored, areas like Antarctica and the bottoms of our oceans, truly the realm of outer space is the limitless area of exploration.

In many ways today we are in our first baby steps in these programs, like the space station program, where we are just learning the basics of how to live and do business and to operate in the environment of space. I think it is something that we must do and we must continue to do. I believe that we were, as Americans, to abandon our space program, to abandon manned space flight would be to turn our back on the very essence of what makes us Americans and our desire to research the unknown and discover new places.

I talk to teachers all over this country, and they tell me over and over again, when they are dealing with their students and they are trying to motivate them and encourage them to study areas of math and science, and I talk to my colleagues like Mr. SCHIFF, who was a teacher, will speak later and verify this from his own experience as a teacher, there is nothing that excites our kids more to study in these critical areas of math and science than our space program. This is an area where the United States needs to be doing more.

When I travel around my congressional district, the Space Coast of Florida, the Treasure Coast, I hear over and over again from the people who are trying to start new companies, that one of the most difficult things they face is to find people who are properly trained in engineering or sciences; that we are just not turning out enough of the critical people that we keep our young people motivated. And the teachers all over America tell us that one of the things that motivates them the most to studying in the realm of the math and science fields is the space program.

They tell me that they can actually take the material that they are being taught in the classroom and apply that to how we go about the process of exploring space and living in space; and, furthermore, that that in turn can help us raise up a new generation of scientists and engineers that will help us to explore the unknown.

Finally, let me additionally say another good reason we need to be in space is just the whole realm of spin-offs. Most Americans are not familiar with the fact that much of the technology involving pacemakers and prosthetic devices, like prosthetic hips, the material science involved in that are direct spinoffs from our space program. Indeed, there is a company in my congressional district that is developing a product that could cause every air-conditioning unit in the United States to run 15 percent more efficiently, which is a direct spinoff from our space program.

I have actually been told if this product proves to be as successful as it is anticipated to be it would result in a $6 billion increase in efficiency in the air-conditioning units in homes and businesses all across America would more than save enough money to pay for our entire space program, from its very beginnings from the early days and the Mercury right through to the present.

So there is a lot going on in space, there is a lot of future there, and I believe every American supports what our men and women are doing in the space program. I rise today to congratulate all those working in this field and encourage all of my colleagues in the House to continue to
Mr. Speaker, to be able to join my colleagues to remind us of the important challenge that this Nation accepted some 40 years ago when, under the vision of President John F. Kennedy, we said to the world that we would not be the stepchild of the Soviet Union.

Mr. Speaker, I am delighted that we were courageous enough to stand up and be counted, to value science, space exploration, to challenge the minds of Americans to begin to develop a great looked forward to interaction across all of engineering, math and science. Over the years we have created a new world, a world that has been filled with the excitement of space exploration and new heroes. We can tell by the lines that stood for the movies which captured the essence of what space was all about. We can tell by the stars in the eyes of young children who are delighted after they have visited the various space centers, and I might say particularly the Johnson Space Center in Houston, Texas.

The gentleman from Texas (Mr. LAMPSON) and the gentleman from Florida (Mr. WELDON) myself, and many others, have the privilege of serving on the Subcommittee on Science and Aeronautics; but the greatest privilege I have is going back to my district and going to elementary schools and telling a child, “Yes, you can.” That is, you can be an astronaut, an engineer. You can emphasize the skills that come about through studying science, and you can be someone.

Mr. Speaker, there are choices that we have to make in this Congress. When I came to Congress from an inner city district, people were watching and wondering: Would she choose housing over space; would she choose education over space? She has to do that.

I was able to turn around the concept of what space exploration and science is all about. It is about all of America. It is about all of us. It is about saying to each and every one that there is a return on the investment in science and exploration. There is a return on the investment of knowing how to do the sciences in space, to determine whether we can save lives of those afflicted with diabetes and HIV/AIDS and heart disease and cancer. Out of that came a sense of appreciation.

Mr. Speaker, having the privilege of learning myself and being able to bring to the Space Center that dream is somewhat clouded.

Then that is our challenge, colleagues, and ladies and gentlemen of this country. It is time to reaffirm our commitment and to go forward and see our dream accomplished in space.

The SPEAKER pro tempore (Mr. GRAVES). Under a previous order of the House, the gentlewoman from Florida (Ms. ROS-LEHTINEN) is recognized for 5 minutes.

(Ms. ROS-LEHTINEN addressed the House. Her remarks will appear hereafter in the Extension of Remarks.)

SCIENCE IS WHAT SPACE EXPLORATION IS ALL ABOUT

The SPEAKER pro tempore. Under a previous order of the House, the gentlewoman from Texas (Ms. JACKSON-LEE) is recognized for 5 minutes.

Ms. JACKSON-LEE of Texas. Mr. Speaker, I am delighted this afternoon,
I have a more personal note. First of all, I am delighted to be able to salute those constituents that have stayed steady on the forefront, insisting that space exploration and human space shuttle is for everyone. But let me pay tribute to a neighbor and friend, Ron McNair, and I guess it was that time when that tragedy occurred that we began to understand that you do not take space exploration for granted, and that is why I am such a strong advocate for safety and for the dollars.

Mr. Speaker, I look forward to joining my colleagues and insisting on an added amount of dollars to ensure that we can do science in space; that the module gets completed, even though we are looking to the Italians; that seven people can be in space; and that, God forbid, we do not even think about an unsafe journey for the men and women who have offered themselves on behalf of this Nation.

This is a tribute to the many men and women and all those who have gone before us, and I am proud to stand here as a member of the Committee on Science and join the gentleman from Texas (Mr. LAMPSON) to pay this tribute, but also to say to America, we have choices to make. We are fighting about education dollars, health dollars, but I believe we can invest in America's future by continuing our space exploration and making sure that the dollars are well spent. Less for tax cut, and more for investment. If we do that, we will have the kind of return that we need to have.

Mr. Speaker, I look forward to working with Senate in getting more dollars to ensure that we have the kind of human space flight program, the unmanned program, the science program, the Earth program, and we begin to develop successful stories and successful ventures for this country and this world.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California (Mr. ROHRABACHER) is recognized for 5 minutes.

(Mr. ROHRABACHER addressed the House. His remarks will appear hereafter in the Extensions of Remarks.)

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Oregon (Mr. DEFAZIO) is recognized for 5 minutes.

(Mr. DEFAZIO addressed the House. His remarks will appear hereafter in the Extensions of Remarks.)

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from New York (Mr. ENGEL) is recognized for 5 minutes.

(Mr. ENGEL addressed the House. His remarks will appear hereafter in the Extensions of Remarks.)

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Texas (Mr. BENTSEN) is recognized for 5 minutes.

(Mr. BENTSEN addressed the House. His remarks will appear hereafter in the Extensions of Remarks.)

COMPREHENSIVE ELECTION REFORM LEGISLATION NEEDED

The SPEAKER pro tempore. Under the Speaker's announced policy of January 3, 2001, the gentlewoman from California (Ms. WATERS) is recognized for 60 minutes as the designee of the minority leader.

Ms. WATERS. Mr. Speaker, I rise to open a discussion on election reform.

Mr. Speaker and colleagues, as chair of the Democratic Caucus Special Committee on Election Reform, I stand before Congress today to urge this body to respond to the unrelenting public outcry for comprehensive election reform legislation.

Election reform is an issue that transcends all partisanship. The right to vote is the very cornerstone of our democracy. Earlier this year I was honored to be appointed by the gentleman from Missouri (Mr. GEPPERT) House minority leader, to chair the U.S. House of Representatives Democratic Caucus Special Committee on Election Reform. I am very pleased to be joined on that committee by a prestigious group of representatives, including the ranking members of the Committee on House Administration and the Committee on the Judiciary. As a matter of fact, many of us may serve as speakers here today.

The goal of our committee is to ensure the integrity of the election process while increasing voter confidence and participation. While the Florida experience is still fresh in our mind, this committee has begun a thorough review of nationwide voting practices and election laws in an effort to restore the confidence of the American people.

We anticipate that our committee will propose legislation designed to consider and identify key areas where uniform national standards may be appropriate, and make recommendations to Congress on the implementation of changes at the State and local levels.

On April 2, 2001, we held our first hearing in Philadelphia, the cradle of American democracy, and we learned firsthand from Philadelphia voters that when their names were not found on precinct rosters, they were forced to have to travel to police stations to see a police officer to determine if they could vote.

Many voters confronted with this form of provisional voting ended up not voting at all, because they were intimidated by the idea of having to go to a police station or because it was just a logistical nightmare.

At our second hearing in San Antonio, Texas on April 20, we heard testimony from registered voter Mrs. Carmen Martinez who was denied her right to vote in the November elections because her name had been erroneously purged from state voter polls. The Texas Secretary of State who also testified explained that Texas' practice of purging voter rolls resulted in 750,000 voters removed from the rolls last year. In Texas names are purged from voter rolls as a result of confirmation notices mailed by county registrars which are returned as undeliverable or indicating a return of address.

However, Mrs. Martinez explained that she had never lived at any other address since the day she registered to vote.

On Saturday our committee will travel to Chicago, Illinois, where more ballots were discarded than in any other major city in the country. A hand-examination of the 123,000 discarded ballots found that the number one reason for the uncounted ballots was faulty ballot punch holes.

We recognize that in many States they are indeed in the process of approving reforms to their election systems. Most of these reforms relate to modernizing outdated voting equipment and machinery. The committee and I believe these efforts to punch card or lever voting systems to touch screen or optical scan systems, and we support these reforms.

But technological advances in voting equipment alone will not solve all of the problems of our electoral process. The committee intends to thoroughly review issues related to worker recruitment and training, national holidays or time off for voting, uniform voting standards, absentee voting, and standardized recount and vote certification procedures. Particular attention needs to be focused on issues relating to voter disenfranchisement, like the purging of voter rolls, voter identification requirements, provisional balloting, voter education, ballot design, sensitivity to poorly educated voters, and voters with disabilities, voting rights and voter intimidation issues. These issues have a disproportionate effect on voters in minority communities. We are monitoring civil rights lawsuits that have been filed in California, Florida, Illinois and St. Louis among others involving many of these issues.

Equally important is the disenfranchisement of overseas military personnel. Congress is uniquely situated to implement uniform standards to ensure that American men and women serving overseas have their voices heard in our elections. Similar reforms must be adopted for other U.S. citizens living abroad. Congress must indeed
Ms. SCHAKOWSKY. I thank the gentlewoman from California not only for yielding but for her steadfast leadership on this very important issue of election reform. As chairperson of the Democratic Caucus Special Committee on Election Reform, I have been working to ensure that citizens across the Nation are aware of the serious effort that is going on to reform our system and guaranteeing that in the future, no eligible voter will ever be turned away or discriminated against on election day.

This Saturday, the committee will hold its next hearing in Chicago. Hundreds of voters will have the opportunity to tell us about how we can improve the system.

Chicago, a large part of which I have in my district, had the most error-ridden Presidential election last fall of any major U.S. city, with 123,000 uncounted ballots in Cook County.

That is why the work of this committee is so important. We can learn from voters across the country and from local election officials and experts how we can reform our election system. What the 2000 election has taught us is that many problems exist and that without serious Federal legislative steps, we are destined for an anarchy in elections, which is largely a matter of local jurisdictions. We need to pass legislation that are being introduced. I think our committee will be able to examine this legislation and we will be able to give input and recommendation to those who will end up being the final persons who will present legislation, both in this body and in the other body, to come up with legislation that can indeed carry us into election reform.

We are concerned, however. There is no money in the budget for election reform. And we are surprised about that. We have talked at length to representatives of this administration about election reform and we had been told that it was important to the President and that it was important to even the Republican Conference. But we have not been able to get any commitments for the resources that are necessary to help us fix local jurisdictions who have little or no money to deal with the simple problems of replacing punch card systems and getting rid of machines that do not work.

We will continue to try to encourage the President and Members on the other side of the aisle to get involved in this issue, to help us get the resources that we need in order to make reform a reality.

Mr. Speaker, I know that just as I and the Members who serve on this committee are concerned about voter reform, we have members in the Senate who are very much concerned and they too are working, holding hearings and putting together legislation. Just this morning, the Congressional Black Caucus Special Committee on Election Reform met for the purpose to determine that it was important to Congress and the studies being developed by other organizations and commissions.

When we talk about national involvement in elections, which is largely a matter of local jurisdictions, we are not talking about meddling in their business. What we are talking about is setting standards that will guarantee the right of every citizen and the details left to the local jurisdiction. But this provisional voting legislation is one where we can play a role in setting the standard. Passing legislation like, for example, the National Voter Registration Act of 2001, H.R. 1004, registered voters can feel confident if their name does not appear on the registration list, they will be permitted to vote. They can then have a reform our election system.

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During the committee’s hearing in Philadelphia, we heard testimony from Juan Ramos, founder of the Delaware Valley Voter Registration Education Project and Petricio Morales, an ordinary voter, who testified that voters had to travel to the police station to register to determine if they are eligible to vote. Voters then had to travel all the way back to the polling place to cast their vote. Many voters who are confronted with this process decide not to vote because they feel intimidated or because of time constraints or just plain inconvenience.

In Cook County, if your name does not appear in the right place, then you are just simply prohibited from voting altogether. You can vote by affidavit under certain limited conditions but there are many instances where even though you may be a registered voter, you cannot vote on election day.

We have to change that. Voters should be given a provisional ballot after affirming their right before an official at the polling place. They can vote immediately and feel confident that if it is certified that day that they are eligible, that they will vote count. If our goal is to ensure that more voter participation occurs, we should take steps to ensure that this is achieved. And reforming provisional voting is a step in that direction.

Actually in the legislation that I have, if they cannot show that this person is not eligible to vote, then the person would be able to vote, exercising their right as a citizen of the United States. I am certain that we will hear more about our committee’s hearings in Chicago on Saturday and across the country as the committee continues to highlight the importance of election reform in subsequent hearings. I look forward to that. I once again congratulate my colleague from California on a job well done.

Ms. WATERS. Mr. Speaker, I sincerely thank the gentlewoman from Chicago for all of the work that she has done on election reform. She has been at every meeting. She has traveled with us both to Texas and to Pennsylvania and, of course, she is hosting us in Chicago this weekend. She is giving priority time to this issue. And it is because of the kind of work that she is doing, we are going to be able to help set some standards on issues such as provisional balloting.

Now it is my great pleasure to yield to the gentleman from North Carolina to deal with the bill and some issues that he has been working with on election reform. I thank him for all of the time and attention that he has given to us as we have tried to put together this committee and gather the information that we needed to make the recommendations to this House.

Mr. PRICE of North Carolina. I thank my colleague for yielding. I want to underscore what others have
said, that the gentlewoman from California (Ms. Waters) has done a wonderful job in pulling this committee together and in taking us all over the country to examine voting practices and possible reforms in various communities. I think we are going to have some encouraging reports in a relatively short period of time.

Everyone in the country, of course, knows about the travesty that occurred in Florida last fall. But what we have learned is that unfortunately, it is not at all unusual for people to have their votes not counted accurately, to find that somehow their name has mysteriously dropped off the rolls when they go to vote on election day. There is a range of problems and challenges that we need to deal with to make our democracy work as it needs to work. Certainly the right to vote and to have your vote counted is fundamental to democracy.

My particular focus today is going to be on voting equipment. Because we know that we need modern equipment to have votes cast accurately and counted accurately and unfortunately there is a great disparity in this country in the kind of equipment that people are using and the kind of equipment that local communities have access to. All too often, there is a correlation between the worst, worn-out, inaccurate equipment and the economic level of that neighborhood and that precinct and that community.

That is unacceptable. It is unacceptable for any community to have worn-out, inaccurate equipment but particularly for it to be concentrated in lower-income areas, minority areas, that is just simply unacceptable. We should not stand for it for another election. Before the 2002 election occurs, we must move on this problem.

It is sort of like the situation we face when we find a neighborhood built on top of a toxic waste dump. How do we respond to that emergency by buying out those homes to protect the people who live there. When a flood wipes out a community like happened in eastern North Carolina not too long ago, we respond by buying out property to protect the residents and help them find safe places to live.

Well, I think error-prone voting equipment is no less an emergency. It is an emergency that threatens our democracy, and we need an immediate response. And it is going to take some money. It is going to take some money to upgrade voting technology from error-prone punch-card systems to vote-countable machines. But we cannot afford not to do anything, and here too I think a buyout is warranted, a buyout of these machines, so that new, accurate machines can be in place by the 2002 election.

Just look at what error-prone voting machinery does to our democracy. It is impossible to say every vote counts, when a study done by Caltech and MIT revealed that the spoilage rate for punch cards from 1988 to 2000 was 2.9 percent, or as many as 986,000 votes in the year 2000 alone.

In Florida last year, the spoilage rate for punch cards was 3.9 percent. In Fulton County, Georgia, which used punch-card machines, it was 6.25 percent. In Cook County, Illinois, it was 5 percent during the last election. That amounts to 120,000 ballots.

Now, we have seen some encouraging efforts in some States to get rid of this error-prone equipment. In 1996, the City of Detroit used punch-card machines and 3.1 percent of its ballots were spoiled. In 2000, after the city moved to an optical scan system, which warns voters of errors and allows them to correct mistakes, the rate fell to 1.1 percent.

In the States, Georgia recently passed legislation requiring uniform election equipment throughout the State by 2004, and the State is going to conduct a project to test electronic touch screen voting equipment in the 2001 municipal elections.

Maryland passed legislation to require the State Board of Elections to select and certify a new voting system to be used by counties in the State. And, as we have recently heard, in Florida, the legislature passed sweeping election reform, including $24 million for new voting systems. Florida has banned punch-card machines, and the State is now requiring all counties to use electronic or precint-based optical scan equipment in the 2002 elections.

Perhaps I ought to point out in discussing the possible avenues for reform that we are not necessarily finding that high-tech is always better. In fact, some of the answers to our problems might be described as low-tech.

For example, these precint-based optical scan machines which have been turned out as not as complex or advanced or certainly as expensive as touch screen machines or proposed Internet voting. But the fundamental question is not how fancy or how expensive or how complicated the machinery is, but rather does it work? Does it enable you to cast your vote in a straightforward way, and does it count that vote accurately? There may be many different technologies that lend themselves to our reform efforts.

The U.S. electorate comprises 200,000 polling places, 7,000 jurisdictions, 1.4 million poll workers and 700,000 voting machines, so it is not a simple system and there are not simple solutions. But Congress needs to be an active and constructive partner if we are going to have a successful and meaningful election reform, and there is no better time to act than now.

There are several proposals in the Congress to help States and counties and cities get the technology they need to run accurate elections. A bill I introduced with the gentleman from Maryland (Mr. Hoyer) and the gentleman from California (Mr. Horn) would make grants available to any jurisdiction that used a punch-card voting system in the last election. We want to see them get new equipment in place by 2002, and we are going to push for Federal funding to make that buyout happen. This Congress, this Administration, wants to bring on more accurate systems.

I am disappointed that the President and our Republican friends have failed to include one dollar for election reform in their budget, but that must not stand for it for another election. This Congress has the challenge of restoring faith in our democracy.

I thank my colleague from California for her leadership in making this happen, and I pledge my continued support, my continued work, to make meaningful election reform a front-burner item before even the first session of this Congress goes home.

Ms. Waters. I thank the gentleman from North Carolina for all of the time and attention he has given to the efforts of this committee. It is because of his diligent work and his efforts that we are going to be successful in helping to reform the election systems of this country.

Mr. Speaker, I yield to the gentleman from Texas (Mr. Gonzalez).

Mr. Gonzalez. Mr. Speaker, I thank my colleague from California and join everyone that preceded me in praise of her efforts and the leadership that she has demonstrated in making sure that this committee meets its charge.

Mr. Speaker, if one thinks in terms of the greatest and most precious right that any American citizen would have, and that is the right to vote, it is the great equalizer. One vote counts just as much as any other. The vote of the President of the United States is no more important and is given no more weight than the vote of someone who is 18 years old and happens to be a senior in high school and casting their vote for the first time. It empowers us. It empowers the people of the greatest democracy known in all of history, and therein lies our problem, and that is the exercise of that right.

Now, we all know that we have laws at the State and Federal level that protect the right to vote. It guarantees the right to vote. We have the Constitution of the United States, the Supreme Court of the land, that, again, will guarantee us the right to vote. But it is only guaranteeing the right to vote.

What thwarts, what frustrates, what impedes the citizen’s right to vote, regardless of the constitutional guarantee or the laws that we have on the books? Well, believe it or not, it is something as simple as a machine that malfunctions, something a little more complicated by not keeping an accurate voter list.

In the past though, and this is so important, and I think we are forgetting the lessons that history should have taught us, when I was growing up in
the State of Texas the greatest evil to the right to vote was the poll tax. It kept people from being able to exercise that precious right. The poll tax at one time was about $1. It went up to about $2. My father, who served in this Chamber for years, the first bill he introduced upon his election as a Representative was to abolish the poll tax, and eventually it was.

But then there was something else,literacy tests. Anything that could keep the citizens of the United States from exercising their right to vote.

We made great progress. We do not have literacy tests any more, we do not have the poll tax any more. But what comes in its place today? Either through intention or through neglect, other things are now posing as great a risk to the disenfranchisement of the citizens as in the past, where once, because of gender or color, people were denied the right to vote, and once, because they did not have the amount of dollars to pay for the poll tax, they may still be there. It is more subtle. Like I said, maybe it is by some intentional act, or it could be simply by negligence.

What do I mean by that? Well, today we have voting equipment that simply does not work. I mean, it simply does not work. It does not do its intended job.

We have inaccurate voter lists, so that when people go to vote, they are not on the list and they are denied the right to vote, even though they truly are registered. Because of some mistake, lack of funds, technology, they are just not on the list.

Confusing ballot design. There are many, I will tell you right now, if you look at the lists, you will be confused. I know that when I go to vote. I assume it is going to be somewhat of a simple ballot. I hate to admit, but in a recent City Council election in San Antonio, when I went to vote earlier, I looked at that thing and I was too embarrassed to ask for instructions. A lot of people feel that way. I think I was more embarrassed than the average citizen, because I am a Member of Congress. But the point is, if I felt somewhat intimidated, if I was confused, think of the average citizen going to the polling place.

In Texas, we do have provisional ballots in voting. If your name is not on the list, you might be able to swear, if you have an educated, trained, skilled poll worker, that knows the law, that you have not been denied. It is not 60 percent Hispanic, it is 85 and 90 percent Hispanic. So it is my own backyard. And I am willing to admit to it, that out of ignorance, I never got involved. Out of ignorance, I never did anything.

The tragedy of Florida is not what happened in Florida. In and of itself, it is a tragedy. The real tragedy is if we do not learn a lesson and do something.

So this committee is going to do something. We are going to identify the problems. We are going to make recommendations. We will come up with legislation that will address many of these problems.

But do not get us wrong. Part of our job is to be a clearinghouse for not just the people, but for the ideas and the solutions and the remedies. And we will look to the States and the local authorities to come up with their own solutions, those that custom fit their particular problem. We want to give the States and the localities that opportunity, because that is what we do here in Congress.

We do not want a Federal fix for every problem. However, if action is not taken that addresses the inequities and injustices of people not being able to vote, then it is our duty, as Federal officials, to step in and not only give direction, but basically do it on our own.

I do not think it will come to that. I think we will make certain suggestions. Many States and localities are already incorporating and enacting laws. If there is a shortcoming, we will say, how can we help?

You have already heard one of my colleagues. We have legislation, it has been introduced among us, assisting localities in the purchase of the latest technology, which is really important. But they will make the decision on what best suits their situation. But we are there to help.

It is so important. I guess there is no way to explain it. How can we guarantee the right to vote to the citizen? How can we teach the children in our classrooms how great our country is, how we are a democracy? It is decreasing. Get out there and vote. Every year, every election, I am out there with some sort of public service announcement, begging my constituents to please get out there, to register and vote.

Now they are going to take me up on that. They go and attempt to exercise that right, and they are not able to. Therein lies the real problem. I do not think the problem is that we do not have enough laws guaranteeing the right. We just do not have the mechanism to translate the right into reality, and that is our charge.

Madam Chairman, I think I am going to end where I started. I am going to think back to the leadership you provided us. It is a great honor to serve on this committee, and I think many, many people are going to be quite impressed with the end product.

We have heard that this is not an issue and it is way down the list as far as the American public or the United States Congress is concerned, and that is wrong, because then what we have done is we have compounded the tragedy of Florida. We did not learn a lesson, we did not make a situation better, we did not cure a problem. □

Should we fail to do that, I think we have failed in our duty and in our responsibility: but more importantly, we have failed the American people. They have a right to vote, but they also have a right to make sure that that vote is counted. What good is a right if one cannot exercise it.

As I said, I thank the gentlewoman very much.

Ms. WATERS. Mr. Speaker, I would like to thank the gentleman from Texas, not only for his participation here today, but for his participation on this very special committee. He has been at every meeting, and I want my colleagues to know that he rolled out the red carpet for us in San Antonio where we had an excellent hearing and we learned an awful lot about purging and had testimony from Mrs. Carmen Martinez, who told us about what happened to her there.

Mr. Speaker, I would like to yield to the gentleman from Maryland as much time as he may consume. While the gentleman is coming to the microphone, I would like to say that we are so happy to have him on this committee. He has contributed tremendously to our work already; not only has he been involved with us as we have traveled, but he has been to all of the different locations. He has been working very hard, trying to bridge the gap between this side of the aisle and that side of
the aisle, to come up with legislation that will move us forward in reform. I thank the gentleman so very much for all that he has done.

Mr. HOYER. Mr. Speaker, I thank the gentlewoman for her comments. I want to also thank her for her extraordinary efforts that she is making to ensure that not only will in America every citizen have the right to vote and be welcomed and encouraged in exercising that right, but will also have his vote counted correctly.

When the minority leader, the gentleman from Texas (Mr. GEPHARDT), was discussing who should chair a committee that would look at election reforms, the problems that were brought to light in the last election, we had some discussions. He suggested the gentlewoman from California (Ms. WATTERS), and the reason he did so is because I knew and I knew her and her colleagues knew that the gentlewoman is one of the strongest, most courageous voices that we have on this floor, a voice much like the voice of the gentleman from Texas's father who, in his time, I am speaking out for those who were disenfranchised by operation of law. No less should we speak out for those who might be disenfranchised by either negligence or the misoperation of technology.

So I thank the gentlewoman for her leadership, for her hard work on this effort; and I am confident that we are going to pass legislation in this Congress. This is the civil rights issue of the 107th Congress. There is no more basic right in democracy than the right to vote. When we do pass legislation, it will be largely attributable to her hard work and efforts in making sure that everybody in the Nation is focused on this issue.

Mr. Speaker, I want to speak for a few minutes on one element that is key to reform: better voting technologies, the nuts and bolts of the election infrastructure. Now, as I begin this, I want to make sure that the technology issue comes in only after we have ensured and facilitated a voter getting to the technology. If the voter never gets to the technology, it is irrelevant.

So the most important thing we need to make sure of is that every voter is able to register; that they have their registration accurately recorded; that it is transmitted accurately to a polling place; that election officials receive the voter and accurately check to make sure that voter is registered; and that there is, if there is a failure to communicate from the recipient of the registration and the polling place, a way in which a provisional ballot will be cast, so that that voter is not turned away, is not told no, your democracy is not open to you today, not because of your failure, but because we failed to transmit information properly. So what we are going to do is allow you to vote, but we will take a day in advance to make sure that you, as you have said, were registered to vote and a legal voter.

None of us on this floor wants to facilitate voting by people who are not eligible to vote. But equally, I hope, there is nobody on this floor who wants to prevent an eligible voter from casting a vote. We found in Florida that it was people who were not registered who were turned away, that, lo and behold, their votes were not counted. We further found that this was not a Florida problem. It was Florida that we focused on, it was Florida that we learned from, but we quickly were informed by others around the country that it was not a Florida problem.

It was a problem in jurisdictions north, east, south and west, in Maryland, in California, in Texas, and New Jersey, the four jurisdictions represented on the floor right now. So we focused on the fact that we need to make sure that that voter, when they exercise their franchise, has it counted and has it counted accurately. Better voting technologies and bolts of election infrastructure.

When I say nuts and bolts, I mean that quite literally. Over the past 2 days, the Committee on House Administration, of which I am the ranking member, has been working with the manufacturers that actually build the sophisticated, durable equipment that Americans use to exercise their right of franchise, equipment used not only by Americans, by the way, but voters in many of the developing nations who have struggled to attain the right to vote and will retain it only if their nations' democracies are conducted honestly. While we have a long history and are not at risk, we are at risk of retaining the confidence of our people that their votes will be accurately counted when their voices are raised to participate in democracy.

For that reason, it is not an exaggeration, I think, to say that the voting machine industry is developing, in the last 2 years, tools that make democracies all over the world live up to their names. They produce what I will call the "voting veins of democracy." And how well those veins carry votes forward to an accurate count can be the difference between a democracy whose heart pumps strongly and faithfully and a system that does not enjoy the confidence of its citizens.

Over the past 2 days, 13 vendors have displayed technology available in the voting machine industry in the Committee on House Administration room. Members of Congress, their staffs, the media, and the general public have had the opportunity to test the machines and to ask questions. I saw the full range of what the voting technology industry is developing, including Optiscan equipment and Direct Read Equipment, so-called DRE, computer touch-screen equipment. I also learned and other Members and staff learned of the software and hardware to ensure that voting is accessible to all Americans, and "all" needs to be underlined, that votes are counted accurately and completely, and that voters have a chance to correct mismarked ballots before they are cast.

What is so critically important, Madam Speaker, as the gentlewoman from California has said, is the leadership; and the reason is that there is a system that counts at the precinct level is much more accurate than a system that counts at a central location after the voter has left, where there is no opportunity to tell the voter, you forgot to vote, you over-voted, you made a mistake; do you want to try to correct your ballot. People make mistakes, but we should not subject them to the vagaries of the possibility of making a mistake when we have technology that can say to them, either you did not vote for President, do you want to; you do not have to, we are not forcing you to, but do you want to? Did you forget this? Or, hey, you voted for two people for President and that will not be counted. Do you want to correct it? Give them that opportunity so they can ensure the fact that they have exercised their franchise correctly.

We also learned about sophisticated software and hardware devices to ensure that voting is accessible to those with disabilities, to those who are even quadriplegic and cannot use hands or feet, to those who are blind, to those who have other impairments. We can fully make accessible the voting system to them and provide for the secrecy of their ballot as well. That technology is available. We need to pursue it.

What I did not see on display, I am happy to say, is the latest in punch card technology. Why? Because almost everybody has concluded that punch cards have seen their day and ought to be on their way. The fact of the matter is, Florida, with only two dissenting votes, has mandated the abolition of the use of punch cards. Only two dissenting votes, unanimous in the Senate and two in the House. They came up with money, and the President's brother, Governor Jeb Bush, signed the bill and they are proceeding to do that. I am hopeful that President Bush will follow the lead of his brother, Governor Bush, and help us take that same path.

Any industry operating at the cutting edge can teach us a lot about the way we operate technology. We have learned from the voting technology industry in the past 2 days is that there is no future for that punch card. Inventors may yet devise a better mousetrap. What they will not devise, however, is a better punch card. The punch card will soon be obsolete. I look forward to the day when it will be on display downtown in the Smithsonian and not in the voting precinct.

We may talk about those days between November 8 and December 12 when we were told of the 597 votes, or the 219 votes, or the five votes that would make a difference in counting these punch cards, and whether or not
they would make a difference in Florida’s electoral votes. We are beyond that, and it is not the purpose of anybody on this floor to look back. It is, however, to learn from that history and not see it repeated.

I have learned that taking advantage of the latest, most reliable and accessible technology represented in that room, in the Committee on House Administration, when we are voting, will not be cheap. Now, relatively speaking, in my opinion, it will not be prohibitively expensive either, and it is worth the price. But the average DRE machine runs about $4,500. That is a touch-screen machine or some other computer technology. The average Optiscan technology where one fills out the ballot as if one is taking a test, and to take a number 2 pencil or something else and connect the dots, or connect the line, and then put it into the counting machine and have it scanned, optically, from which it gets its name, if you have not done it correctly, if you have overvoted, it simply kicked it out, and says, you have made a mistake, you get it back and you can correct it. But that costs about $5,000 to $6,000.

While communities should be expected to help pay for much of the cost of these machines, we in Congress have an obligation to foot the bill. For over 200 years, States and localities have been conducting elections, and during those 200 plus years, they have had Federal officials running on their ballots, and they have paid the full price. We, in effect, have gotten a free lunch. It is appropriate that we at the Federal level, as State and local governments do, participate in partnership in ensuring the accurate, accessible elections of our officials. After all, we in Congress are elected on the machines that are now in use, including the punch card devices that were used in 72,000 of the 200,000 voting precincts last year.

We in Congress will be elected on the machines that start entering service in the months ahead, I hope by 2002. It is therefore, Madam Speaker, appropriate that we help with guidelines and encouragement to local subdivisions to run these elections as best they possibly can, in this, probably the most technologically proficient Nation on the face of the Earth. Surely, surely, we can, we must. It is our sacred obligation to ensure that this Nation, a beacon of democracy for all the world, is as good a democracy as the world thinks it is and as we know it to be.

Mr. GONZALEZ. Mr. Speaker, I think our colleague, the gentleman from Texas, made the point that it really is almost a sacred duty because it is a sacred trust. Nothing rises to the level of the importance of this issue.

People sometimes think we are given to hyperbole and exaggeration, but we are really talking of the fundamentals of a democracy, the absolute right of the public to be masters of their own destiny. It is the right to vote.

Again, this is not a Republican or a Democratic issue. That is the beauty of it. It transcends party lines, philosophies, everything; station in life. This is basically the common thread, more or less, that our citizenry really holds in common.

So I agree with the gentlewoman. I do not think there is going to be anything more important that I will ever work on. I am the lucky one. I have only been here 3 years. I am lucky to have this opportunity.

But truly in relation to all the wonderful leaders who have preceded us, and we are thinking about the Civil Rights Act and so on, what we are talking about is really giving life to those laws, and life and meaning to the Constitution. So we are privileged, but by the same token, it is a tremendous responsibility. We cannot fail.

Ms. WATERS. Mr. Speaker, as I work with the committee members and as I listen to all that has been said here today, and as I stand here as an African American woman, and to my right I have a gentleman from the Texas of Hispanic descent, and I have here on my left the gentleman from Maryland, a Caucasian gentleman, we are really the rainbow of America on this issue. I think that all Americans, no matter where we are in this country, no matter what our backgrounds are, all Americans care about this cornerstone of democracy.

Would the gentleman say this is a very central issue?

Mr. HOYER. I think the gentlewoman is absolutely right. The polls reflect that. The polls reflect overwhelmingly that Americans expect us to fix the problem of which they were made aware last November and December.

They were shocked to learn that many absentee ballots and overseas ballots were never in the course of the election reform. It was just expected by election officials if they were not going to make a difference, they would not be counted. I was chagrined. I may not have been shocked, but I was certainly chagrined to hear that.

I am a white male, who from the very start of this nation everybody presumed would vote. Margaret Brent was the first woman lawyer. She came from Maryland. She was on the Governor’s Council. Governor Calvert died, and she asked for a vote. She was denied that vote.

It is incredible to me that we have had to amend the Constitution on a number of occasions in this connection. Thomas Jefferson intoned words that all of us recite, that all men, presumably but not necessarily meaning women as well, were endowed by their Creator with certain inalienable rights, and among these are life, liberty, and the pursuit of happiness.

Clearly it was the concept of so many of us that that meant all of us, but clearly, it did not mean all of us. It was not until 1965, and a great civil war and the Thirteenth Amendment that we ensured that, at least legally, African Americans could not be discriminated against.

But we know as a result of poll taxes and literacy tests and the imposition of devices to intimidate people from registering and coming to vote that that was honored more in the breach than it was in the adherence.

I am aware that immigrants, nonwhite, non-Caucasian Americans, had difficulty, for which the father of the gentleman from Texas (Mr. GONZALEZ) was a giant in saying, that is not right.

We did not add women, and an African American woman, or African Americans, men at least, could vote before women could vote. It was incredible that in the enlightened democracy of America in 1914 and 1918 women could not vote. We had to pass a constitutional amendment which said that we are not going to discriminate on the basis of gender.

It was not until 1965, as the gentlewoman knows, when we passed the Voting Rights Act that we said, we cannot have that kind of policy, we cannot have literacy taxes, we cannot preclude, and the Federal government is going to step in and ensure that every American has access to the polling place? Why? Because it is central.

May 17, 2001
vote at 18. We amended the Constitution again. So this has been an ongoing process of ensuring that our democracy is participated in by every citizen, not just a select few.

This effort is about that objective. Again, I think the gentlewoman is correct, it is a critically important objective.

Ms. WATERS. Mr. Speaker, I thank the gentlemen for participating with me this evening. I have both stated so clearly and in so many ways that something is wrong with the system and we perhaps fell asleep at the wheel, and we allowed the infrastructure to kind of fall apart.

Many of us thought with the 1965 Voting Rights Act that we had gotten rid of all of the problems. Little did we know that we would reach a time when we could not recruit polling place workers. Little did we know that we would have a system that did not train them so they would know what to do when a provisional ballot was needed. Little did we ever dream that we would find ourselves at a time when there is a polling place with almost 100 percent Latino voters and no one to do translation, or to make sure that they have access to that vote and to that ballot.

I want Members to know how proud I am to serve here in the Congress of the United States, and to serve with Members who care so much that they make this their priority work.

I want Members to know how proud I am to be able to do the kind of work my ancestors would certainly have me do, and glad I filled a void that has been given this opportunity, and that the people who have joined with me appointed to this committee are working very hard.

Yes, we have been to Texas, we have been to Pennsylvania, and we are on our way to Chicago, a place that really does need us. It has needed us for a long time. We are on our way there to find out what we can do to strengthen the system. But we will be going to many other places.

Let me conclude by saying, as a Californian, a suit has been filed in California by the ACLU because, as sophisticated as we are supposed to be, guess what, we rank right up there with some of the other States like Illinois where votes are thrown out, not counted, because of overvoting and other problems in the system.

So hopefully both Members will be able to join me in California as we take a look at this suit and see what we can do.

Mr. REYES. Mr. Speaker, as Chairman of the Congressional Hispanic Caucus, I am committed to building on the success of growing Latino voting participation by working with my colleagues to achieve meaningful election reform before the 2002 elections.

The 2000 presidential election has brought long overdue attention to the need to overhaul our country’s election procedures and provide resources that will ensure we have accurate elections. Central to these efforts must be the protection of each citizen’s ability to freely exercise his or her right to vote.

Throughout our nation’s history, expansion of the right to vote has been a struggle, and it is a struggle that continues to this day. The glare of media coverage, caused by the closest presidential election of our time, exposed voting irregularities that have long been ignored all across the country, not just in Florida.

Numerous legislative proposals have been introduced in this Congress to address election reform, and I believe it is encouraging to see that so many members are making this a priority. While there are about a dozen different bills, they share many similarities. It is clear that based on the proposals we have seen so far, we need to move toward establishing a new elections body that will be charged with distributing grants to local election authorities for modernizing voting procedures and providing incentives to voting machine manufacturers to improve their equipment and invest in research and development.

In order to gain useful knowledge necessary for the effective modernization of our voting system, a study will need to be conducted of voting irregularities and of flaws in our voting system in general.

As we chart our way through these various reforms, which coincide with another upcoming round of redistricting, the significance of minority representation is going to be greater than ever. What must be prepared to reaffirm support for, and strengthen, the provisions of the Voting Rights Act and National Voter Registration Act that protect minority representation and bilingual elections services.

The problems facing the integrity of our elections fall into two broad categories: (1) logistical challenges, and (2) barriers to voter turnout.

There are three main logistical problems prevalent in the process of running elections. First, local election boards are typically underfunded. As a result, counties are unable to replace antiquated voting machines. The punch-card ballots made infamous by the Florida recount are used by about one third of voters. Replacing them all with a more reliable system will be a costly, though certainly worthwhile investment.

Second, there is a shortage of adequately trained staff to respond in a timely and professional manner to voters’ questions about absentee voting, their registration status, polling place locations and other concerns. On election day itself, many polling places open late, are not open long enough or lack polling place workers who are adequately trained, further causing delays, confusion and the disenfranchisement of voters. In particular, there is a lack of bilingual staff who are able to help voters who face a language barrier at the polls.

Third, polling place access is an extremely important logistical issue, and is not always directly related to funding. Every polling place should be easily accessible and in safe, familiar locations that are easy for residents to find.

The most troubling obstacle to fair elections is voter suppression, which is aimed almost exclusively at minorities. Unfortunately, such tactics are prevalent across the country and not only targeted against African-American voters. The practice of placing so-called security guards, or volunteers in clothing that resemble uniforms, at polling places has been used to intimidate Latino voters in past elections. The use of misleading radio broadcasts or other means to confuse minority voters about their polling place location is another tactic employed to keep down minority turnout.

First-time voters, such as newly naturalized citizens, many of whom are Latino, are particularly susceptible to confusion about the voting process, especially because relatively less, if any, election information is provided in Spanish.

In response, state and county governments must be spurred to pro-actively prevent voter suppression, such as the withholding of assistance and information to voters that might prevent them from voting. For example, there have been many accounts of polling place workers refusing to allow voters the right to a provisional ballot, a right that was expanded under the 1993 National Voter Registration Act.

A final obstacle to voter turnout relates to the maintenance of voter registration rolls, which must be considerably improved. Latino voters have experienced problems with getting on the rolls in the first place and then later being purged from them. The problem with getting on the rolls is related to problems with voter registration. Voter registration forms have been rejected for arbitrary reasons, such as voters not filled out with wrong color ink, and during the most recent election, there were reports from Florida of Latinos who had registered but whose names did not appear on the rolls and were therefore barred from voting.

The other side of the voter roll problem is when legitimate names are purged. In a number of states, voters are purged from the voter rolls if they do not vote in every presidential election or a set number of elections within a certain amount of time. Requiring voters to remain on the rolls if they happen to vote, or, else risk being ineligible to vote in a subsequent election, is just another barrier to voting.

I will be working with my colleagues in the Congressional Hispanic Caucus to press for increased funding of election boards; promote voter participation through national legislative and educational efforts; and monitor existing voter protections, especially the 1975 and 1992 amendments to the Voting Rights Act which protect language minority groups and require bilingual services.

Voting is a hard-won right that should not be a struggle for minorities in every election. In addition to empowering minority citizens about their rights as voters, we can also make considerable progress toward improving the way we run elections, making them as easy and convenient for minority voters as they already are in so many affluent and predominantly white precincts. In the Latino community, we often say su voto es su voz—your vote is your voice. We must ensure that we take the necessary steps to ensure that the voices of all voters are heard.

Ms. JACKSON-LEE of Texas. Mr. Speaker, I rise because we must continue to address
the overwhelming evidence of grave voting irregularities and voting rights violations in the recent presidential election in what was the closest and most contested presidential election in the history of our great nation.

It is imperative that Congress continues to engage in a review and comprehensive reform of our election process in this nation. The disenfranchisement of voters in the federal electoral process remains a chilling threat to the integrity of our democratic system in America.

Mr. Speaker. The right to vote, and to fully exercise that vote, is a vital component of our collective preservation. On November 7th, 2000, only a fraction of Americans were able to exercise their right to vote and have those votes counted, with thousands, and perhaps even millions of voters were denied this constitutional right as guaranteed by the Fifteenth Amendment.

It is horrifying to me that such systemic mistakes were made in this election. But beyond these mistakes, there have been serious deceptions of violations of the Sections 2 and 5 of the Voter Rights Act of 1965, 42 U.S.C. sec. 1973, which mandates the obligation and responsibility of the Congress to provide appropriate guidance and leadership on a national level to the States or the Federal Government on account of race or color.

Yet we know today, that such violations of fundamental voting rights did occur during the November 7th elections throughout the nation. These irregularities also raise potential violations of several provisions of the National Voting Rights Act of 1995, 42 U.S.C. sec. 1973g, which was established to enable all members of Congress to engage in a serious review and dialogue of the election process in this nation as a recognition of the disenfranchisement of voters because of voter confusion, poor voter machinery and work commitments.

I have also drafted legislation that provides for much needed "provisional ballots" so that people erroneously "purged" or dropped from the voting rolls, can have their voice counted. I am also introducing legislation that would create a uniform voter "purging" requirement, because too many states and localities have confusing and conflicting standards of how long you may remain a registered voter before your name is purged from the voting rolls. With my legislation, you would have a single uniform 10 years from the time you last voted until you are purged from the rolls. This makes good sense.

I would also like to commend Congressman Pallone for his efforts in drafting legislation that would create a uniform voter "purging" requirement, because too many states and localities have confusing and conflicting standards of how long you may remain a registered voter before your name is purged from the voting rolls. With my legislation, you would have a single uniform 10 years from the time you last voted until you are purged from the rolls. This makes good sense.

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report, and is moving further away from a return to civilian government.

The central Asia region is brewing with the extensive Osama bin Laden networks, which hold another comprehensive threat to U.S. security and regional interests. We do not need to look too far, just to last year, to remember the tragic incident of the USS Cole.

U.S.-India defense relationships have increased under the Bush administration. This was clearly evidenced in external affairs minister Jaswant Singh’s visit to Washington last month when President Bush, Secretary Powell, Secretary Rumsfeld, and national security adviser Condoleezza Rice made commitments to build on our relationship and to increase cooperation on defense and military matters bilaterally.

This is evidenced in the prompt scheduling of the U.S. Joint Chiefs chairman General Henry H. Sheldon’s visit to India later this month to discuss high-level military issues between the two nations.

If a U.S.-India defense relationship can be nurtured, I believe it will improve bilateral, commercial, and trade ties and expand our existing investment commitments.

In order for us to do this in a substantive way, we must first remove all remaining sanctions on India. Many American and Indian scholars, as well as officials from the Department of State, have now acknowledged that the sanctions have done more harm to American companies doing business in India than to India itself, and removal of the sanctions will allow us to engage in a more comprehensive relationship with India.

Mr. Speaker, collaboration between the United States and India is moving both countries in a positive direction. As two great democracies, the United States and India are natural allies, and a strong defense relationship is the next logical step in our foreign policy.

It never ceases to amaze me when some of my colleagues or environmentalists lash out at big oil as if it were some diabolical archenemy lurking in the shadows ready to pounce. It is amusing to watch them stage press conferences to make big oil some sort of bogeyman when the real environmental problems and for our current energy crisis, and afterwards step into their energy-consuming SUVs or gasolinelowered cars and drive over asphalt-paved roads in their nicely lit, air-conditioned homes which were built and furnished with hundreds of products derived from chemicals, plastics, and other materials because of petroleum.

It reminds me of the story of school children raised in the city, being asked where milk comes from, and having them respond and say well, it comes from the store.

Somehow, I think we are all missing an important step: the production phase. The oil has to come to somewhere. Where do we commute, the lights in this building to keep the cameras functioning, to have come from somewhere.

As our economy grows, we have children and grandchildren and they grow up, receive educations, get married, get jobs, raise families. Where are they going to get the energy that sustains life, warms their homes, and transports their children to school? Where are we going to get our energy and what are we going to do about the current building energy crisis?

Many of my environmental friends say that we really do not need to focus on production of more oil or energy sources because of various environmental concerns. Usually urban dwellers, these individuals assert that conservation is the answer.

Harkening back to the days of Jimmy Carter, when we were told just to turn our thermostats down and put on one sweater, I do not believe that we can conserve our way out of this situation. It did not work in Jimmy Carter’s day, and with even more demands today it certainly will not be the only answer.

Yes, we can and should do all we can to not be wasteful in our homes and at work. We should all turn off lights that we are not using, install more fuel-efficient heating and cooling systems, and encourage the development of alternative fuels and more fuel-efficient vehicles.

But is the answer to our current crisis for all to rush out and purchase hybrid gas-electric vehicles that are small, underpowered, and fail to meet even the most basic transportation having requirements of the typical American family, let alone thinking about buying one of these vehicles to pull our boat down to our favorite lake, camping trailer to our favorite campground?

It would probably pull the bumper right off the car while sitting in the driveway. We are not there yet, and we have a long ways to go.

Those of us from the West know all too well the hurt that the lack of energy and increase in oil and gas prices is causing our economies. We in the West often have to travel dozens of miles and hours at a time just to commute across long distances between our communities.

In the First District of Utah that I represent, it would take nearly 7 hours, traveling at the legal speed limit from between 65 to 75 miles per hour, to travel from the northern border of Utah to the southern border, a distance of over 400 miles.

Often, our communities are spread across vast distances, and the only viable option for transportation has to be using motor vehicles. The skyrocketing price of fuel has hit them especially hard. They do not have the option, as urban dwellers in the East may have, to take mass transit or ride a bicycle to work.

For the sake of our quality of life, our jobs, our economy, we have to begin to really address the energy problem that we are facing in this country.

Much of what we are facing in this country, I believe, could have been prevented, mitigated significantly if the previous administration had not been, to use the words of former Secretary Bill Richardson, asleep at the wheel on energy policy.

Over the last 8 years, I watched as the previous administration basically took their marching orders from the extreme environmentalist lobby, and whether it was through executive order or by promulgating new regulations, locked up millions of acres of public lands to any reasonable energy development.

Mr. Speaker, I watched with concern as the Clinton administration let our Nation drift from less than 33 percent dependence on foreign oil when he took office to more than 60 percent today. I believe the figure is 57 percent.

President Bush has taken over the reins of government and has been left one messy problem to clean up regarding energy.

For 8 years, all we got was poll-driven photo-ops, like the infamous release of millions of gallons of water to float a kayak down the Connecticut River in order to provide a nice picture of Vice President Gore in his election efforts.

I just met with President Bush this week and I know that President Bush and Vice President Cheney understand the complexities of this issue. They are committed to working with Congress to come up with the tools that are
needed to fix the problem. But there is no easy fix.

We must all recognize that natural resources are to be actively managed and wisely employed to advance the human condition.

We must have a policy that balances competing goods of environmental preservation or restoration, while ensuring public access and outdoor recreation to our public lands.

A balanced, conservatist view that recognizes man’s role as God’s steward, not the extreme environmentalist view that it too often views as the problem.

Just like the urban school child who may think that milk comes from a cow and not a cow, we as Americans need to look beyond the overinflated rhetoric of extreme environmentalist alarms that the Earth is in the balance, and educate ourselves on where our energy comes from and what the options are for our future.

We need to separate facts from assertion and science from political dogma. Mr. Speaker, I look forward to working with the House Committee on Resources the story of a distraught elderly woman who called a Wyoming county commissioner in tears because her natural gas bill to heat her modest home was $500 a month and her Social Security check, which she relied on to provide medicine and food, was only $600.

The crisis is hurting the elderly, the poor, farmers, and small business owners. Small family farmers, who are our Nation’s real endangered species, are feeling the crunch of huge increases in diesel fuel to power their tractors. The fertilizer they use, which is a petroleum-derived product, has skyrocketed and commodity prices have remained low or fallen.

It will be a miracle if many more of them hang on and survive in the next few months.

What about the trucking industry? We all benefit from a strong and robust trucking industry. The fresh food and produce we buy at our local supermarkets is made possible only because of truckers. If they were to shut down for even 1 week, our Nation would be in a lot of distress. Their costs for fuel have skyrocketed, along with everyone else.

What is the effect? Who pays for all of these increased costs? In the short term, the truckers and farmers must pay too, and it is hurting them big time. In the long run, we all pay for these increased costs.

Petroleum products make up such a large percentage of everyday life, so many things we totally take for granted, so that it will not take long until we see these negative effects.

We must take action. We must do it today, Mr. Speaker. Vice President Cheney’s energy task force report points the way to a long-term solution to our energy crisis that includes conservation but goes further to include more research into clean, renewable energy sources and increased production of hydro, nuclear, energy gas, oil and coal.

I am sure Congress will follow this plan closely this summer in preparing a package that provides reliable, affordable, and environmentally-clean energy for our economy while maintaining consumer choices in our standard of living.

Right now our Nation’s energy problems have taken on an urgency we have not seen for almost 30 years. For the first time in memory, demand for electricity in the West this summer is expected to exceed maximum output. Demand could exceed supply by as much as 7,000 megawatts during parts of June, July, and August.

The production strain on the power grid will be so great that several hot days or a power plant failure could trigger outages that would cascade like dominoes through the West. Shortages are coupled with soaring prices. Gasoline is already over $2.70 a gallon in some parts of California. We have all heard predictions of $3 a gallon in California and the Midwest before the summer is out.

Al Gore’s book, Earth in the Balance, called for those higher gas prices, which may explain one reason why the previous administration did nothing to forestall this crisis.

Natural gas prices jumped sharply this winter and will jump again this summer when natural gas is used at its annual peak. These prices have already driven up the costs of goods, services, and housing across the country.

Skyrocketed prices threaten small businesses. They threaten the health of the ill and the elderly who must choose between livable temperatures or buying food. Low-income families, anxious to keep their children comfortable, have already tapped out most State and local emergency assistance programs.

The crisis did not happen overnight. It took us a lot of years to get there. It has been 20 years since a large refinery was built in the U.S. and more than 10 years since a power plant was built in California, even as the population there continued to increase dramatically.

We have neglected energy production and infrastructure. We are producing 30 percent less oil now than 30 years ago. Natural gas development on public lands is down by 14 percent, and we need at least 38,000 miles of pipeline to deliver the gas we need.

Our new economy runs almost entirely on electricity. Yet, according to the Edison Electric Institute, investment in our transmission system has declined by 15 percent a year since 1990, while usage has dropped 400 percent in the last 4 years alone.

Our transmission grids across the country need repair, updating, and expansion. The Bonneville Power Administration provides affordable power to hundreds of towns and western cities. But Bonneville Power has not added new transmission lines in the system in 14 years, and much of its grid is 30 years old.

Bringing the system up to an adequate capacity will cost an estimated $775 million. The strategy in the Bush energy plan is both comprehensive and long-term.

The Bush administration recognizes that hasty, short-term fixes threaten both our economy and environment. Decisions made in a crisis prompt us to waive environmental regulations.

In the late 1970s and 1980s, after a profound energy price shock, the Federal Government established the Energy Mobilization Board to override Federal, State, and local environmental laws that got in the way of energy production. Right now, Clean Air Act limits are being waived in California in a rush to avert a large disaster. By focusing on diverse long-term solutions, the Bush energy plan avoids these kinds of choices in the future.

Short-term fixes, such as reducing our economic options for our future. Upgrading and expanding our infrastructure requires investment money. Yet utility companies are reporting that Wall Street is alarmed by their price caps in California.

They are understandably hesitant to invest in companies that could be impacted by these price caps. We desperately need to invest in our Nation’s energy infrastructure, fully and with confidence. We must avoid short-term fixes that pose long-term threats to our economy and environment.

The Bush energy plan calls for prudent streamlining of the process for licensing new nuclear plants and the recycling of burned out fuel rods.

Mr. Speaker, I am a big fan of nuclear power. Regardless of what the American public has been led to believe by the likes of the Hollywood bunch or anti-nuclear activists, new technologies and nuclear power have made it the safest, most safe, affordable, and environmentally friendly form of energy.

New technology for reprocessing spent fuel rods exists and is improving. Nuclear power accounts for only 20 percent of the U.S. power supply. Yet in Europe, it is 35 percent. In France alone, it is 70 percent. This energy is clean, economical, and safe.

We have not had a new nuclear reactor built in this country in more than 20 years. It is time we stop letting inflammatory rhetoric and fear tactics of uninformed special interest groups stand between us and one of the best energy sources we have.

We have neglected energy sources and increased production of hydroelectric power. The previous administration created a battery of new Federal dam regulations aimed at wiping out hydropower.

Recent events have proven the previous administration to be foolish in this regard, but those regulations still stand today, and we have to do something about them. Because of them,
towns and cities that own dams must spend years and millions of dollars to relicense their dams and meet several dozen new, stringent environmental requirements. One of those dams is the Cushman Dam owned by the city of Ta- koma, Washington.

This dam generates enough power to light 25,000 homes for a year. The previous administration would not let the city relicense its dam unless it met several dozen new environmental requirements that will cost tens of millions of dollars. That city is now fighting in court for the very survival of the primary power source.

In Utah and Arizona, Lake Powell produces tremendous amounts of clean hydropower. Yet, extreme environmental groups like the Sierra Club are advocating working toward decommissioning the dam and draining the lake, all to let a river run through it. Yet, to make up for the lost electricity, it would take at least five coal-fired generating plants.

Sometimes we are not too smart on how we approach complex problems. Hydropower is clean and renewable, and we must do more, not less, in that area. We need to maximize power generation of Federal Bureau of Reclamation dams, even as the previous administration put regulations in place that place power generation on the very bottom of a long list of other priorities.

The Bush energy plan calls for opening a small percentage of the Arctic National Wildlife Refuge for oil exploration and development. I totally support it.

Despite the doomsday slick commercials one sees on TV by some groups, I know it can be done in an environmentally sensitive manner. The vast majority of the refuge would remain off limits to oil production.

Current estimates suggest the oil we can gently distract from ANWR would replace Iraqi oil imports for the next 58 years. That is not just a 6 months of oil, as some special interest groups would have us believe. We are talking about replacing the oil we receive from one of the most hostile foreign governments.

Oil development on the coastal plain of ANWR will only impact 2,000 acres of 19.6 million acres that would provide an estimated 735,000 well-paying jobs.

We have new technology to tap oil and gas in a way that protects the Arctic tundra and nearby wildlife.

ANWR is not only rich in oil but is rich in natural gas.

Mr. Speaker, in October of 1996, then-President Clinton announced that he had created the Grand Staircase Escalante National Monument, and with one fell swoop of his mighty pen, and without so much as a scintilla of input from the residents, locked up a million acres of public lands from future coal or energy development.

That is my home. I know a lot about southern Utah. I have lived there all of my life. I can tell my colleagues, Mr. Speaker, we locked up a trillion tons of low-sulfur coal that could be used and done in an environmentally sound way.

Mr. Officials, President Clinton had made the statement when he announced it, he said “We can’t have mines everywhere.” No, Mr. Clinton is right. We cannot have mines just anywhere, just where it is there. Just like Willy Sutton was quoted as saying, when asked why he robbed so many banks, he said “because that’s where the money is”. The reason we have mines in places is because that is where the ore is.

By locking up the Grand Staircase, our Nation has lost a mammoth reserve of high-Btu, low-sulfur coal that could provide hundreds of cities in this country for centuries to come. The impact on the surface of the site would be almost negligible.

In conclusion, let me just say the future is bright. I know Americans know how to handle a problem when they see it coming, but they want somebody who will give them some direction. American people are bright, and they are patriotic.

As President Bush and Vice President Cheney said, we have got a plan for you; we can make it work. I think the American people will realize we all have to sacrifice a little bit, but if we go long run, we will be better off. It is the people who never have a plan, who are asleep at the switch, who are the ones, who have given us trouble at this time.

Now is the time for America to say here is a good plan, let us get behind it, and let us follow it.

ENERGY CONSERVATION

Mr. McNINNIS. Mr. Speaker, let me tell my colleagues, in my opinion, the biggest problem we have got out there is not so much the immediate energy crisis, no face, it is the fact of our dependency upon foreign countries for our energy needs.

Right now, today, as we speak, 60 percent of our energy requirements come from foreign countries. We cannot afford for the future of this country, for future generations, for planning the future progress of this country to continue to increase our dependency or, in fact, to continue to have our dependency at a 60 percent rate. It puts this country in high danger of energy espionage, et cetera.

We cannot continue that path of going down that direction because the direction or the result of where that leads us is not good for future generations.

There are two separate ways, two methods to address our dependency on foreign oil. One of those methods, of course, as we have heard from the gentleman from Utah (Mr. HANSEN), the previous speaker, is more exploration. We have got to find more of our own energy resources.

But the second one, and this was highlighted today and it has been highlighted again and again and again, is conservation. Conservation is something that everybody in America can practice this minute, this hour.

Those of us on this floor, those of us across this country, as we hear these talks, we can conserve energy. We can begin to become less dependent on foreign oil by exercising a little individual responsibility ourselves.

I will give my colleagues an example. Right now our latest country, I think, is our population at about 282 million people. Can one imagine how much energy we would save if 282 million people that were using lights turned off the light as they left the room. Think of the instant savings in electricity.

If we had 282 million people who combined trips to the grocery store every week, every Sunday, if these 282 million people took a look and said, all right, we ought to have our groceries. How about what we use, what we need. Let us go to the grocery store once instead of three times, or let us go twice instead of three times.

Now, obviously we do not have a clear factor of 282 million people because we have young people and there are people that do not drive, et cetera. But my colleagues understand the point.

Imagine how much water we could save, how much energy on water heaters we could save, instead of running the garbage disposal with hot water, we ran our garbage disposal with cold water, if these millions and millions of people ran that garbage disposal for 20 seconds, which really in most cases is adequate to dispose of the garbage that one has, instead of continuing to allow the water and the electricity generating, running the garbage disposal to run for 60 seconds or 70 seconds.

We can conserve as the citizens of this country. We can contribute to help alleviate this problem. I have got a couple of examples. Now I am not going to go through all of these because I have several of my colleagues that I think have very important points to offer. But there are some key conservation areas that I am asking those of you who are hearing me, who are listening to go ahead and deploy yourself this evening in your own home. Set an example in your own home.

The best way you can do it when you go home this evening, most of us use ceiling fans for cooling in the summer. In the winter, make sure your fans are running in a clockwise direction. Clockwise. Because that is what pulls the cool air off the floor. So when you go home this evening, look at your ceiling fan. Most ceiling fans will run both directions. I would guess that many of you today, when you go home, will find out that your fan is actually going counter-clockwise. We have got to move it, simply one flick of the switch to clockwise, you have done something today to help conserve energy in this country.
May 17, 2001

CONGRESSIONAL RECORD—HOUSE

H2327

Many of you own automobiles. I would bet most of you who own an automobile have not read your owner's manual; or maybe when you purchased the car, in my particular case, several years ago, you read the owner's manual then, but you have not looked at it since.

Take a look at your local newspaper. Your local quick lube. They say change your oil every 3,000 miles. Do you know what the experts say, that major automobile company that designed your automobile, that were in charge of the manufacture of your automobile? More likely than not, you are not required to change your oil every 3,000 miles. In fact, if you look at your owner's manual tonight on your way home from work, I will bet you it says in your owner's manual change the oil every 5,000 miles or every 6,000 miles.

Do you know that, if we could get people to change their oil when the owner's manual tells them to change their oil every 5,000 miles or every 6,000 miles instead of changing their oil when the marketing enterprises out there, the quick lubes tell you to change your oil, we could save a minimum, a maximum in this country of 11 million barrels of oil a day. We could start today.

There are a number of different things. Do you know how much energy we could save if people simply closed the refrigerator after they walked away from it, if people shut off the air conditioner or when they were not going to be home? A lot of us want to help get this country out of this problem. A lot of us in our hearts, we do not have it in our hearts to waste energy. We have it in our heart to be good citizens, and good citizens help conserve energy.

Let me just summarize it like this. I have had a number of constituents who have said to me, gosh, it is going to take a while for us to get electrical governors, to be able to control the rate at which we are going to take a while for us to find additional energy resources so that we can lessen our dependency on foreign oil. What can we do in the meantime?

Again, let me repeat to all of my colleagues, as we leave these Chambers, we can help immediately by turning out lights, by not changing oil every 3,000 miles, by making sure that the direction of the ceiling fan is going as it should go.

I remember this morning, as I walked into my office, it is routine for me when I get to my office to turn on all the lights in my office. But for the first 2 hours I am in my own office in the morning, I sit at one location in my office; and I read newspapers. I only need one light. I do not need six lights. This morning in my office, I only had one light on, not six lights. The rest of my colleagues can do that as well.

So my contribution to these comments this afternoon is let us all contribute today to conservation. That is exactly what the Republican plan calls for. That is exactly what our President and our Vice President have said.

Again, we need two elements to lessen our dependency on foreign oil. We need to look for other energy resources. There is no question about it. We need to do it in an environmentally clean and safe manner. But we also need to conserve. If we combine those two elements, this country will, I think in a modest period of time, fairly quickly move out of this energy crisis, and we will be secure with energy for the future generations. That is what is critical.

ENERGY SHORTAGE MAY BE MOST SERIOUS PROBLEM FACED IN YEARS

The SPEAKER pro tempore (Mr. BALLENTER). Under the Speaker's announced policy of January 3, 2001, the gentleman from Pennsylvania (Mr. PETTerson) is recognized for 31 minutes, the remainder of the leadership hour.

Mr. PETTerson. Mr. Speaker, the problem facing this country, an energy shortage, may be the most serious problem we have faced in years. The California brownouts are only a symptom of a huge energy shortage that is prevalent in this country.

Ten dollar oil and a dollar per gallon gas lulled this country into a comfort zone that all is well with energy availability.

The Clinton-Gore administration, unfortunately, had no energy policy. The Clinton-Gore administration sold that conservation, and conservation is appropriate, and renewables would gradually replace fossil fuels. Yet, they supported new difficult regulations that made it almost impossible to realize this hydro, the most prevalent of renewables.

The Clinton-Gore administration sold that conservation renewables would gradually replace fossil fuels. Yet their regulations and policies did not support the relicensing of hydro, the most prevalent renewable source. They certainly did not propose the renewal or to make it easy to renew the operating license of existing safe nuclear plants.

In fact, in reality, the Clinton-Gore administration started phasing out fossil fuel production before there was a replacement available.

So today we have a shortage of almost all kinds of energy. When one looks to electricity, we have a shortage of electricity today. 52 percent of our electricity comes from coal; 20 percent comes from nuclear, but most of those plants need to be relicensed and many felt it would be unable to relicense them in the last administration; 7 percent comes from hydro, and many felt it is going to be very difficult under the last administration's rules and regulations to relicense hydro, the most available renewable energy we have and the cleanest. Natural gas currently powers 16 percent of electric generation; oil, 3 percent; other renewables, 2 percent.

Now, we need to continue on the other renewables. We need to continue with solar and wind and geothermal. But if we double it, it will only produce 4 percent of our electricity. If we triple it, it will only produce 6 percent of our electricity.

In the next 20 years America's demand for oil will increase by 33 percent according to the Energy Information Institute. We are increasingly dependent, as we have already heard, on foreign governments for our oil. Back in 1973, when we were in crisis, we imported just 36 percent of our oil from overseas. Today we are somewhere between 58 and 60 percent. The number of U.S. refineries has been cut in half since 1980. A few have expanded, but no new ones have been built.

Then we come to natural gas. Consumer prices for natural gas have spiked this year. Home heating costs have doubled. I know industries who use a lot of gas have rates double, triple, and quadruple. America's demand for natural gas is expected to rise even more dramatically than oil. According to the Department of Energy, by the year 2020 we will consume 62 percent more natural gas than we do today.

In fact, one of my fears, one of my personal fears that I have been observing for the last couple of years is the amount of gas we have allocated to generation, because it is the quickest to build and it is the cleanest fuel we can burn to make electricity. The amount we have allocated to generation is greater than the amount that is being predicted to come into the system.

What happens when we use more than we have? The prices are going to escalate. It is the one fuel that worries me because it is what most American seniors use to heat their homes. It is what most American businesses have as the fuel that runs their business. Our hospitals and our schools and our universities, most of them use natural gas. If natural gas prices spike excessively again this year, we will have a huge heavy load placed on business, we will harm the economy, and we will force seniors to not be able to live in their homes.

Right now an estimated 40 percent of potential gas supplies in the United States are on Federal lands that are eligible to be exploited by severe restrictions. When we look at the map, the whole California coastline is closed, the whole eastern coastline of this country is closed, all of the area around Florida is closed; and yet other countries drill all around their shorelines and use natural gas as their heat. I guess Norway is one of the best at it.

Even if we find supplies of gas, moving it to market will require an additional 38,000 miles of pipeline and 255,000 miles of transmission line at high cost.

Electricity, hydroelectric power generation, as I said earlier, is expected to fall sharply because of relicensing.
Coal has historically been America's one source for affordable electricity. It currently powers half of America's electricity generators. Our Nation has enough coal to keep those plants running for 250 years. In fact, we have 40 percent of the world's coal, and we have 2 percent of the world's oil. It seems to me that coal should not be in a phase-out mode, as it has been with the past administration. We must use clean coal technologies to ensure this country's future for energy in the future.

Coal generators have already been required to make broad reductions in emissions. The Bush administration supports these efforts and will back it up with greater incentives for investments in clean coal technology. President Bush made the right decision not to impose new Federal mandates on the emissions of carbon dioxide. That is the same gas we breathe out when we breathe. There are those who have criticized the President if he had allowed those regulations to come into place, coal use in this country would have come to a screeching stop because there is no replacement for it.

If America is to continue to have reliable electricity over the next 20 years, coal must play a continued role. If coal does not play a major role, from my point of view, this country will have very high energy prices and this country will face an economic recession. Nuclear power and hydroelectric do not have the added advantage that you face uncertain futures due to past policies. Hopefully, they will not under this new administration.

I am encouraged by the recommendation of the energy plan to increase our domestic energy supply by utilizing our public lands in a reasonable manner. Our Nation's public lands could and should play a role in sustainable energy policy. Thanks to so many new incredible developments in energy research and technology over the last 20 years, we can confidently explore for oil and gas and coal on our public lands in an environmentally-sound manner without leaving anything other than a small footprint.

The Federal Government owns one-third of this country; yet there are those who are opposed to use of public lands for energy production. One-third of America is owned by the Federal Government, and local governments, somewhere between 45 and 50 percent of this country is owned by government. If all that land is going to be locked up to resource use, this country does not have an economic future.

Yes, ANWR is one of the areas where there is lots of discussion. The Energy Department says the coastal plain of ANWR is the largest unexplored potentially productive onshore basin for oil and gas in the United States. ANWR could replace much of the oil we offshore, all the Iraq imports for the next 46 years. Oil production in Alaska's Arctic occurs under the world's best environmental standards. Many of the countries we rely on for oil have little or no environmental regulations.

Oil development is strongly supported by the Eskimo people who actually live on the north slope of Alaska and have lived on this land for centuries. Exploration would be done using 21st century technology, supercomputers, ice roads that melt in the spring, and directional drilling. Only 3 square miles of the coastal plain of the 30,000 square miles of ANWR would be affected. Only 3 square miles. That would leave 30,597 square miles untouched.

I certainly think for the future of this country, having a strong energy resource, and one that is a silver bullet, none of these solve the problem; but we need them all. It is the equivalent of building an airport one-fifth the size of Dulles in the State of South Carolina. The caribou herd in and near the Prudhoe Bay oil field is five times larger than the airport would be.

All other wildlife species are healthy, no endangered species. Contrary to the myth the environmental extremists created, there is no north slope oil being exploited. Exploration has been since May 2000. When it was exported, no more than 5 percent was sold abroad. This is less than exported by the West Coast of the United States.

We barely think about the plight of the American farmer, agriculture is paying huge costs because of energy. The cost of fertilizer has risen. In fact, some fertilizer plants have actually gone out of business. Some fertilizer plants sold their gas this year because they could make more money in selling the gas than producing the fertilizer.

We have not built a refinery in this country since 1976. In fact, 36 U.S. refineries have closed since 1992. We have not built a nuclear reactor in 20 years. California has not built a power plant of any sort in 10 years. According to Edison Electric Institute, our investment in our electricity infrastructure has dropped 15 percent since 1990; yet demand has dropped 600 percent in just the last 4 years. Most of the new plants built in this country are being fueled by natural gas, but we need to have the natural gas to run them.

The future of America depends on an energy policy. I have strong faith in the Bush administration and their proposal to take us where we need to be. There should be debate. Conservation should lead the road. We all need to get into the conservation business. We must use our energy wisely, but we must have a strong source of energy so that we have choices and people have options.
been a lot built of late and a lot more coming online. And we are happy to have them, but we do not have enough natural gas distribution coming into the State of California, which is adding to the increased price of natural gas within our State. So we have an infrastructure not just with gas pipelines coming into California, but with the infrastructure around refineries. Refiners have been talked about. We have far less refining capability in California than we used to have.

California is well known because we have a lot of people, 35 million people. We certainly have a significant number of them living in the L.A. Basin and we have air quality issues. We have done a great job of cleaning up the air in Los Angeles. Doing that we have come up with our own fuel standards in California. We have lower sulfur than any other State in the Union, 15 parts per million or less in gasoline. California was the first State to do that. The U.S. EPA has now required the rest of the States to meet that standard, but California did it first.

Now, one of the unintended consequences of that is many of the refineries did not have enough capital so they went out of business rather than spending the money to upgrade that refinery to meet the new environmental standard. That was an unintended consequence. We do not have enough refineries, so even if we have additional oil, or the price of oil goes down, we cannot get enough petroleum products through a limited number of refineries. So we need to get incentives to build additional refineries to build the clean type of gasoline we need in California and throughout the country.

By the way, one of the problems my people in California, the people that drive every day have in California, is we have a stranded market in essence on gasoline because we have a different kind of gas standard than any other State in the Union. So we cannot import gasoline from anywhere. We have to produce all the gasoline that we make in our State for our drivers. With respect to the Speaker, I will not get into the issue of oxidates today, but nevertheless to say that we in California will always produce clean gasoline; but we want to make sure we produce it economically and at the best cost available to the people of the State of California.

We do have a crisis in California. We have a crisis throughout this country on energy, and I am so pleased that we now have a President who will address it and a Vice President who took upon himself the time, and certainly in this last 100 days there have been a lot of pressures on this new administration, to recognize this problem that has been neglected for too long.

Now as we proceed with a long-term solution, and we did not get here over-night, certainly in California’s case it took many years to get to the point that we are at today, but we finally will see a solution to the problem. I say to my friends and constituents, be patient. I know it is difficult. I filled up my car last week and it cost $35. No more the $21 or the blackouts and these kinds of cost increases, but we have done it to ourselves. But we can get out of it because we have a policy that in the next number of years will bring us down the road to better energy independence, both with electricity and fuel.

Madam Speaker, I yield back the balance of my time for my colleagues.

PRESIDENT BUSH’S ENERGY POLICY

The SPEAKER pro tempore (Mrs. BIGGERT). Under the Speaker’s announced policy of January 3, 2001, the gentleman from Idaho (Mr. SIMPSON) is recognized for the remainder of the leadership hour, 14 minutes.

Mr. SIMPSON. Madam Speaker, I would like to talk about the energy policy released today by the administration.

Madam Speaker, for the last several years we have had a strong economy, primarily because we have had affordable and reliable sources of energy; but now we are in an energy crisis which threatens our economic future and our national security.

The President and Vice President have come together and put together a plan, and today they released their national energy policy, which I would encourage every Member and every individual in America to get a copy of and read it through. It is a comprehensive plan. The President recognizes the problem. He is concerned about the effects that high energy prices, both in gasoline and in electricity, will have on the American people and on our economy, and how to find a bold, new approach to addressing the energy policy in this country.

We need reliable, affordable, and clean energy increases. We need improved infrastructure. We cannot meet tomorrow’s challenges with yesterday’s technologies. We need technologies to meet the demands. Some people will say those technologies are not here yet. I will say, Madam Speaker, that Americans are second to none in their ability to solve problems when they set their minds to it. We are the most technologically advanced Nation on Earth. If we set our minds to solving a problem, we can do it.

The President’s leadership comes at a very critical time, but we must act now if we are going to have a comprehensive plan to address the energy crisis which we face for several years if we do not act. If anyone questions whether there is a serious energy shortage in this country, let me just give a few statistics.

Over the next 20 years, U.S. oil consumption will rise by 33 percent. Over the next 20 years, U.S. natural gas consumption will rise by over 50 percent. Over the next 20 years, U.S. electricity consumption will rise by 45 percent. Since 1992, oil production is down 17 percent in this country, and consumption is up 14 percent. In 1993, we were reliant on foreign oil for 35 percent of our demands. That was during the oil crisis that we had in 1973.

We said at that time we needed to become less dependent on foreign oil because our economy was subject to the whims of those countries in OPEC. Instead of becoming less reliant on foreign oil, we are now nearly 60 percent reliant on foreign oil for our oil needs. The U.S. spends roughly $300 million a day, or about $100 billion a year on foreign oil.

It is obvious that the demands for energy in the future are going to increase in this country. So what have we done in the way of supply? In 1990, U.S. jobs in exploration and production of oil and gas were 405,000 in the United States. In 1999, 10 years later, U.S. jobs in exploration and production of oil and gas were 293,000, down 27 percent. In 1990, in the United States, U.S. oil rigs, we had 657 of them in the United States. In the year 2000, working U.S. oil rigs, 153; a 77 percent decline. Thirty-six oil refineries have closed since 1992, and we have not built a new oil refinery since 1976.

The previous administration had no, I repeat, had no long-term energy policy. It seems the energy policy of the past administration was to shut down exploration as we became more reliant on foreign oil, to shut down refineries, to shut down research on clean coal and finding new sources of coal, to shut down nuclear research. It seems that you could sum up the past administration’s energy policy as the “Do not wish to be happy," energy policy.

As I said, we have in this country a supply and demand problem, and that is essentially what the energy crisis is, a supply and demand problem.

Let me summarize what President Bush’s energy plan does. It is 105 specific recommendations. Forty-two of those recommendations are targeted at conservation. Much has been said by our opponents that the President does not highly value or conserve. Forty-two of the recommendations are targeted at conservation; 35 recommendations are targeted at energy supply; 25 of the recommendations are targeted at increased energy security; 12 of the recommendations can be done through executive order; 10 of the recommendations are directives to Federal agencies; 20 of the recommendations will require action by this Congress.

Briefly, let me go through the major portions of his recommendations.
First, conservation. He wants to expand government support for programs for conservation, improved energy efficiency for appliances, improved conservation efforts in Federal buildings, and support new fuel-efficient technology for vehicles, buses, transit and other transportation-related activities.

In the area of renewable and alternative energies, he wants renewed focus on renewable and alternative energy, reduced delays in geothermal leasing processes, help for communities that are going to use renewable energy, so that they can do so; extend and expand wind and biomass tax credits; a new 15 percent tax credit for residential solar energy. He wants to put $1.2 billion in ANWR proceeds to renewable research, a new tax credit for the purchase of new hybrid or fuel cell vehicles, expanded research on hydrogen and fusion energy. It sounds to me like he has concentrated much of his effort on conservation and renewable and alternative energy sources.

In clean-coal technology, President Bush wants to invest $2 billion over the next 10 years in new clean-coal technologies.

In the area of oil and natural gas, he wants to review the impediments to oil and gas leasing on Federal lands; review regulations on outer Continental Shelf energy development; consider additional leases in the national petroleum reserve in Alaska, and work with Congress to look at the possibility of leasing portions of ANWR which were set aside specifically to look for new energy resources, oil and gas, to work with Congress to look at making some leases in those areas of ANWR for oil and gas exploration.

In the area of nuclear energy, he wants to streamline the relicensing of existing nuclear power plants. There are many nuclear power plants that will be up for relicensing in the near future and it is not asking for relicensing because of the cost and time delays necessary to relicense these plants.

Madam Speaker, nuclear energy is truly one of the cleanest and environmentally friendly forms of energy that we can have. With the technologies that are being developed today at the INEEL in Idaho and in Madam Speaker’s district in Chicago, they are developing technologies which are reducing the amount of waste that comes from nuclear power plants. If we continue down this road, energy in the United States will be produced, I believe, largely by environmentally friendly nuclear energy.

In the area of hydropower, the administration recognizes the clean air benefits of hydropower. It also has some problems. It dams up rivers, and that causes problems with fish, as we are seeing in the Pacific Northwest. But hydropower in the Pacific Northwest is very important. Eighty-one percent of the Nation’s renewable electricity comes from hydropower. Hydropower supplies approximately 70 percent of the electricity in the Pacific Northwest. The administration supports reform of the relicensing process for hydropower.

Today in Idaho we have a series of dams in the Hell’s Canyon complex which have been there for some 30 years. I can understand the length of time it would take to license a new dam. If you have a free-flowing river and you suggest putting a dam in there, you would do substantial environmental studies to see the impacts that dam would have on the environment and the species and so forth. Those dams have been there for 30 years. We are trying to get them relicensed. Idaho Power is. It has taken over 10 years to relicense those dams, and millions and millions of dollars. And the people that are going to pay those dollars are the ratepayers. We need to streamline this relicensing process not only for dams but for transmission lines, for transmission pipelines, for oil and natural gas and other things.

Some people will say that this policy concentrates too much in one area and not enough in another area. I will tell you there are no silver bullets. We cannot conserve our way out of this problem. We cannot find enough oil or natural gas to get ourselves out of this problem. Nuclear power will not do it. It takes a combination of all of the efforts that we can bring to bear on this problem.

Conservation, renewable new sources of energy, new technologies, clean coal, new exploration, and nuclear energy, those are the things that are going to be necessary if we are going to address this energy crisis in the long term. And if we do not address this energy crisis in the long term, it will be back to visit us again.

Madam Speaker, I am glad that we have a President that recognizes the importance of reliable, affordable energy and the impact that it has on our economy, and I look forward to working with him to enact this policy.

CORRECTION OF PROCEEDINGS OF MAY 16, 2001, PAGE H2247

Ms. JACKSON-LEE of Texas. Mr. Chairman, I ask unanimous consent to speak out of order for 1 minute.

The CHAIRMAN pro tempore (Mr. SIMPSON). Is there objection?

Mr. FOLEY. Mr. Chairman, reserving the right to object.

The CHAIRMAN pro tempore. The gentleman from Florida (Mr. FOLEY) reserves the right to object.

Mr. FOLEY. I do, but I would like to hear the pending request from the gentleman.

Ms. JACKSON-LEE of Texas. I thank the Chairman very much.

First, let me thank the gentleman from Illinois (Mr. Hyde) and the gentleman from California (Mr. Langevin), they know that I tried to get an amendment in dealing with the human rights violations of Ethiopia. All I expect to do today is to indicate that thousands of students have been detained and they have been released, but--

Mr. FOLEY. I object. The CHAIRMAN pro tempore. The gentleman from Florida (Mr. FOLEY) objects.

SPECIAL ORDERS GRANTED

By unanimous consent, permission to address the House, following the legislative program and any special orders heretofore entered, was granted to:

(The following Members (at the request of Mr. BENTSEN) to revise and extend their remarks and include extraneous material:)

Ms. NORTON, for 5 minutes, today.
Mr. SCHIFF, for 5 minutes, today.
Mr. LAMPSON, for 5 minutes, today.
Ms. JACKSON-LEE of Texas, for 5 minutes, today.
Mr. DEFAZIO, for 5 minutes, today.
Mr. LANGEVIN, for 5 minutes, today.
Mr. ENGEL, for 5 minutes, today.
Mr. FALLONE, for 5 minutes, today.
Mr. BENTSEN, for 5 minutes, today.

ADJOURNMENT

Mr. SIMPSON. Madam Speaker, I move that the House do now adjourn.

The motion was agreed to; accordingly (at 4 o’clock and 57 minutes p.m.), under its previous order, the House adjourned until Monday, May 21, 2001, at 12:30 p.m., for morning hour debates.

OATH OF OFFICE MEMBERS, RESIDENT COMMISSIONER, AND DELEGATES

The oath of office required by the sixth article of the Constitution of the United States, and as provided by section 2 of the act of May 13, 1884 (23 Stat. 22), to be administered to Members, Resident Commissioner, and Delegates of the House of Representatives, the text of which is carried in 5 U.S.C. 3331:

I, AB, do solemnly swear (or affirm) that I will support and defend the Constitution of the United States against all enemies, foreign and domestic; that I will bear true faith and allegiance to the same; that I take this obligation freely, without any mental reservation or Purpose; and I will well and faithfully discharge the duties of the office on which I am about to enter. So help me God.
has been subscribed to in person and
in accordance with the provisions of 5 U.S.C. 101(a)(1)(A); to the Committee on Financial Services.

Under clause 9 of rule XII, executive
communications from the National Flood Insurance Program (NFIP); Letter of Map Revision and Letter of Map Revision
Based on Fill Requests (RIN: 3067–635(b)(3)(i); to the Committee on Financial Services.

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Under clause 9 of rule XII, executive
communications from the National Flood Insurance Program (NFIP); Letter of Map Revision and Letter of Map Revision
Based on Fill Requests (RIN: 3067–635(b)(3)(i); to the Committee on Financial Services.

Under clause 9 of rule XII, executive
communications from the National Flood Insurance Program (NFIP); Letter of Map Revision and Letter of Map Revision
Based on Fill Requests (RIN: 3067–635(b)(3)(i); to the Committee on Financial Services.
of Implementation Plans; State of Missouri [MO 121-1121; FRL-6980-6] received May 11, 2001, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Energy and Commerce.

1976. A letter from the Principal Deputy Associate Administrator, Environmental Protection Agency, transmitting the Agen-
cy’s final rule—Approval and Promulgation of Air Quality Implementation Plan for ammonia; [Docket No. 07-375; 61 Fed. Reg. 11908-11911; May 22, 2001, pursuant to 42 U.S.C. 1858;] to the Committee on Transportation and Infrastructure.

1988. A letter from the Program Analyst, FAA, Department of Transportation, trans-
mitting the Department’s final rule—Air-
worthiness Directives: Pratt and Whitney PW-4000 Series Turbofan Engines [Docket No. 2000-AD; Amendment 39-12216; AD 2001-09-01] (RIN: 2120-AA64) received May 10, 2001, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

1989. A letter from the Program Analyst, FAA, Department of Transportation, trans-
mitting the Department’s final rule—Air-
worthiness Directives: Gulfstream Marketing Corporation, Inc. (G-IV) Series Airplanes [Docket No. 2001-AD; Amend-
ment 39-12199; AD 2001-08-13] (RIN: 2120-AA64) received May 10, 2001, pursuant to 5 U.S.C. 801(a)(1)(A); to the Com-
mittee on Transportation and Infrastructure.

1991. A letter from the Program Analyst, FAA, Department of Transportation, trans-
mitting the Department’s final rule—Air-
worthiness Directives: Gulfstream Marketing Corporation, Inc. (G-V) Series Airplanes [Docket No. 2001-AD; Amend-
ment 39-12199; AD 2001-08-13] (RIN: 2120-AA64) received May 10, 2001, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

1992. A letter from the Program Analyst, FAA, Department of Transportation, trans-
mitting the Department’s final rule—Air-
worthiness Directives: McDonnell Douglas Model DC-8 Series Airplanes [Docket No. 99- 
NM-274-AD; Amendment 39-12195; AD 2001-08-15] (RIN: 2120-AA64) received May 10, 2001, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.
PUBLIC BILLS AND RESOLUTIONS

Under clause 2 of rule XII, public bills and resolutions of the following titles were introduced and severally referred, as follows:

By Mr. GEKAS (for himself, Mr. SENNINGER, Mr. KING, and Ms. ROS-LEHTINEN):

H.R. 1896. A bill to amend the class of beneficiaries who may apply for adjustment of status under section 245(i) of the Immigration and Nationality Act by extending the deadline for filing a petition and also certification filings, and for other purposes; to the Committee on the Judiciary.

By Mrs. CLAYTON (for herself, Mrs. EMERSON, Mr. PAYNE, Mr. BERREUTER, Ms. KAPTLER, Mr. LEACH, Ms. PELONI, Mr. OSBORNE, Mr. ROYAL-ALLARD, Mr. GILMAN, Mr. SERRANO, Mr. BOEH-LERT, Mr. BISHOP, Mrs. MORELLO, Mr. BALDACCI, Mr. HOUGHTON, and Mr. HASTINGS of Florida):

H.R. 1899. A bill to modify the manner in which the wage index adjustment to pay- ence is determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. ENGEL (for himself, Mrs. BONO, and Mrs. McCARTHY of New York):

H.R. 1869. A bill to provide assistance to States to expand and establish drug abuse treatment programs, such programs to provide services to individuals who voluntarily seek treatment for drug abuse; to the Committee on Energy and Commerce, and in addition to the Committee on the Judiciary, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. FLAKE:

H.R. 1898. A bill to amend the Arms Export Control Act to update the export licensing requirements under that Act, and for other purposes; to the Committee on International Relations.

By Mr. GILLMOR (for himself, Mr. BERREUTER, Mrs. JONES of Ohio, and Mr. NEXY):

H.R. 1889. A bill to amend the Federal Deposit Insurance Act with respect to munic- ipal deposits; to the Committee on Financial Services.

By Mr. GREENWOOD (for himself and Mr. SCOTT):

H.R. 1890. A bill to amend the Juvenile Justice and Delinquency Prevention Act of 1974 to provide quality prevention programs and accountability programs relating to juvenile delinquency, and for other purposes; to the Committee on Education and the Workforce.

By Mr. KIND:

H.R. 1901. A bill to modify the manner in which the wage index adjustment to pay- ence, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Ms. LANGEVIN (for himself, Mr. KENNEDY of Rhode Island, and Mr. FRANK):

H.R. 1892. A bill to amend the Fair Labor Standards Act of 1938 to prohibit forced work-time hours for certain health care employees who provide care to patients; to the Committee on Education and the Workforce.

By Ms. LANTOS, and Mr. BRADY of Pennsylvania:

H.R. 1903. A bill to establish a demonstration grant program to assist States in providing subsidies for guarantee premiums for low-income, Medicaid-eligible individuals; to the Committee on Energy and Commerce.

By Ms. LOFGREN (for herself and Mr. CANNON):

H.R. 1904. A bill to establish an Office of Children's Services within the Department of Health and Human Services to coordinate and implement Gov- ernment actions involving unaccompanied alien children, and for other purposes; to the Committee on the Judiciary.

By Mr. MALONE of Connecticut:

H.R. 1905. A bill to amend title XVIII of the Social Security Act to assure access of Medi-care beneficiaries to prescription drug cov- erage through the NICE drug benefit pro- gram; to the Committee on Ways and Means, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mrs. MINK of Hawaii (for herself and Mr. ABIJAHUMI):

H.R. 1906. A bill to amend the Act that estab- lished the Pu‘uhonua O Honaunau Na- tional Historical Park to expand the bound- aries of that park; to the Committee on Re- sources.

By Ms. NORTON (for herself, Mr. ACEVEDO-VILA, Mr. BACA, Mr. BISHOP, Ms. BROWN of Florida, Ms. CAHILL of Indiana, Mrs. CHRISTENSEN, Mr. CLAY, Mrs. CLAYTON, Mr. CLYBURN, Mr. CUMMINGS, Mr. DAVIS of Illinois, Mr. FATTAH, Mr. FORD, Ms. HASTINGS of Florida, Mr. HILLARD, Mr. JACKSON of Illinois, Ms. JACKSON-Lee of Texas, Mr. JEFFERSON, Ms. EDIE HERNIE Johnson of Texas, Mr. KILPATRICK, Ms. LEE, Mr. LEWIS of Georgia, Ms. McKINNEY, Mrs. MERK of Florida, Mr. MERRICK of New York, Mr. MENDENHALL, Mr. MILLER-McDONALD, Mr. OWENS, Mr. PAYNE, Mr. RANGEL, Mr. RUSH, Mr. SCOTT, Mr. THOMPSON of Mississippi, Mr. TOWNS, Mrs. JONES of Ohio, Mr. UNDERWOOD, Mr. WATT of North Carolina, and Mr. WYNN):

H.R. 1907. A bill to amend title 23, United States Code, to require States to adopt and enforce standards that prohibit the use of racial profiling in the enforcement of State
laws regulating the use of Federal-aid highways, and for other purposes; to the Committee on Transportation and Infrastructure.

By Mr. NUSSELE (for himself, Mr. POWRODY, and Mr. RAMSTAD):

H.R. 98. A bill to amend the Internal Revenue Code of 1986 to clarify the exemption from Federal, State, and local property and casualty insurance companies; to the Committee on Ways and Means.

By Mr. RANGEL (for himself, Mr. González, Mr. Coyle, Mr. McNulty, Mrs. Thelman, and Mr. Stark):

H.R. 109. A bill to amend part B of title IV of the Act to create a program to promote joint activities among Federal, State, and local public child welfare and alcohol and drug abuse prevention and treatment agencies; to the Committee on Ways and Means.

By Mr. SAXTON:

H.R. 1910. A bill to deny Federal public benefits to individuals who were participants in Nazi persecution; to the Committee on the Judiciary, and in addition to the Committee on Government Reform, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. SAXTON (for himself, Mr. Moran of Kansas, Mr. Andrews, Mr. LoBiondo, and Mr. King):

H.R. 111. A bill to establish a demonstration program for Medicare reimbursement for health care services provided to certain Medicare-eligible veterans in certain counties; to the Committee on Resources.

H.R. 3. A bill to establish a demonstrator program to promote joint activities among Federal, State, and local public child welfare and alcohol and drug abuse prevention and treatment agencies; to the Committee on Ways and Means.

By Mr. SAXTON (for himself, Mr. Moran of Kansas, Mr. Andrews, Mr. LoBiondo, and Mr. King):

H.R. 3. A bill to establish a demonstrator program to promote joint activities among Federal, State, and local public child welfare and alcohol and drug abuse prevention and treatment agencies; to the Committee on Ways and Means.

By Mr. SAXTON (for himself, Mr. Moran of Kansas, Mr. Andrews, Mr. LoBiondo, and Mr. King):

H.R. 157: Mr. VISCLOSKY.

H.R. 192: Mr. SHADEGG.

Under clause 7 of rule XII, sponsors were added to public bills and resolutions as follows:

H.R. 13: Mr. Shaw, Ms. McKinney, Mr. Lewis of Kentucky, Mr. DeFazio, and Mr. Perriello.

H.R. 31: Mr. Flake.

H.R. 94: Mrs. Christensen.

H.R. 144: Mr. Airhart, Mr. Visclosky, Mr. Terry.

H.R. 157: Mr. Visclosky.

H.R. 168: Mr. Terry.

H.R. 192: Mr. Shadegg.

H.R. 214: Mr. Christensen.

H.R. 239: Mrs. Maloney of New York.

H.R. 326: Mr. Brown of Ohio and Mr. Strickland.

H.R. 396: Mr. Murtha.

H.R. 425: Mr. Frank.

H.R. 436: Mr. Schiffer.

H.R. 460: Mrs. Manz.

H.R. 476: Mr. Hultquist.

H.R. 477: Mr. Langkvin, Mr. Bionor, and Mr. Ferguson.

H.R. 518: Mr. Hoobler.

H.R. 526: Mrs. Napolitano and Mr. Mascara.

H.R. 527: Mr. Linder, Mr. Tiahrt, and Mr. Bachus.

H.R. 572: Mr. Visclosky.

H.R. 589: Mr. Crowley and Mr. Gutierrez.

H.R. 606: Mr. Larsen of Washington and Mr. Ortiz.

H.R. 610: Mr. Johnson of Illinois.

H.R. 638: Mrs. Maloney of New York.

H.R. 677: Visco.

H.R. 687: Mr. Murtha.

H.R. 690: Mr. Pallone.

H.R. 716: Mr. Thompson of Mississippi and Mr. Cãndida.


H.R. 746: Mr. Goodlatte and Ms. Carson of Indiana.

H.R. 781: Mr. Brady of Pennsylvania, Mr. Condit, Mr. Ackerman, Mr. Thompson of Mississippi, Mr. Smith of Washington, Mr. Neal of Massachusetts, Mr. Rahall, Mr. Skelton, and Mr. Filner.

H.R. 794: Mr. Baca, Mr. Thornberry, Mr. Crum, and Mr. Hinojosa.

H.R. 808: Mr. Weldon of Pennsylvania, Mr. Boehlert, Mr. Honda, Mr. Benten, Mr. Udall of New Mexico, Mr. Ehlick, Ms. Pelosi, Mr. Thompson of California, Mr. Gephardt, Mr. Platts, and Mr. Canady.

H.R. 822: Mrs. McCarthy of New York.

H.R. 826: Mr. Green of Wisconsin, Mr. McHugh, and Mr. Graham.

H.R. 836: Mr. Largen, Mr. Faleomivaka, Ms. Sanchez, and Mr. Schrock.

H.R. 848: Mr. Coyle, Mrs. Napolitano, Ms. Norton, Mr. Dooley of California, Mr. Coburn, Mr. Waxman, Mr. Price of North Carolina, Mr. Turner, and Mr. George Miller of California.

H.R. 876: Mr. Jefferson and Mr. Sherman.

H.R. 902: Mr. Smith of Washington, Mr. Cantor, and Mr. Strickland.

H.R. 909: Mr. Watkins.

H.R. 912: Ms. Dunn and Mr. Rohrabacher.

H.R. 914: Mr. Bartlett of Maryland.

H.R. 917: Mrs. McCarthy of New York.

H.R. 921: Mr. Kolbe and Mrs. Christensen.

H.R. 931: Mr. Baker, Mr. Carson of Oklahoma, Mr. Cramer, Mr. Towns, Mr. Schrock, Mrs. Wilson, Mr. Otter, Mr. Cran, Mr. Wolf, and Mrs. Myrick.

H.R. 936: Mr. King, Mr. Honda, Mr. Callahan, Mr. Camp, and Mr. Goodlatte.

H.R. 975: Mr. Oberstar, Mrs. Maloney of New York, Ms. Christensen, and Mr. Sweeney.

H.R. 990: Ms. Clayton, Mr. Kildee, Mr. Platts, Mr. LaTourette, and Mr. Kolbe.

H.R. 1004: Mr. McGovern and Mr. Hastings of Florida.

H.R. 1011: Mr. Clement, Mr. Skelton, and Mr. Balducchi.

H.R. 1012: Mrs. Jo Ann Davis of Virginia, Mr. Upton, Mr. McGovern, and Mr. Pascrell.

H.R. 1013: Mr. Frost.

H.R. 1229: Mr. Lucas of Oklahoma, Mr. Johnson of Illinois, Mr. Schaffer, Mr. Snyder, Mr. Costello, Mr. Kennedy of Minnesota, Mr. Bereuter, Mr. Boswell, Mr. Hutchinson, Mr. McIntyre, Mr. LoBiondo, Mr. Hoefel, and Mr. Thompson of California.

H.R. 1041: Mr. Platts, Mrs. Johnson of Connecticut, and Mr. Greenwood.

H.R. 1052: Mr. Waxman.

H.R. 1053: Mr. Kucinich.

H.R. 1057: Mr. Kucinich.

H.R. 1058: Mr. Kucinich.

H.R. 1059: Mr. Kucinich.

H.R. 1060: Ms. Sanchez, Ms. Clayton, and Mr. Kucinich.

H.R. 1061: Mr. Kucinich.

H.R. 1097: Mr. Bowser.

H.R. 1124: Mr. Watts of Oklahoma, Mr. Chabod, Mr. Harker, Mr. Isakson, Mr. Norwood, Mr. Callahan, and Mr. Spratt.

H.R. 1110: Mr. Largent and Mr. Turner.

H.R. 1144: Mr. Olver, Mr. Crowley, Mr. Norwood of Florida, Mr. Hastings of Florida, and Mr. Smith of Washington.

H.R. 1192: Mr. Bowser.

H.R. 1194: Mr. Stuart, Mr. McKinstry, Ms. Mink of Hawaii, Mr. Towns, Ms. McKinney, Mr. Stark, and Mr. Wu.

H.R. 1214: Mrs. Johnson of Connecticut and Mr. Chapman.

H.R. 1296: Mr. Price of North Carolina.

H.R. 1273: Mr. McInnis, Mr. Rogers of Kentucky, and Mr. Weldon of Florida.

H.R. 1296: Mr. Reyes, Mr. Benten, Mr. Edwards, Ms. Moorella, and Mr. John.

H.R. 1304: Mr. Radanovich and Mr. Filner.

H.R. 1313: Mr. Platte, Mr. Chaffetz, Mr. Hillard, Mr. Young of Alaska, and Mr. Whitfield.

H.R. 1329: Mr. Gordon.

H.R. 1344: Mr. Capuano and Mr. Thompson of California.

H.R. 1354: Mr. Evans and Mrs. Mink of Hawaii.
SPECIAL ORDERS

MORNING-HOUR DEBATE

On motion of Mr. Armey, by unanimous consent, Ordered, That on legislative days of Monday and Tuesday during the first session of the 107th Congress—(1) the House shall convene 90 minutes earlier than the time otherwise established by order of the House solely for the purpose of conducting "Morning-Hour Debate" (except that on Tuesdays after May 14, 2001, the House shall convene for that purpose one hour earlier than the time otherwise established by order of the House); (2) the time for morning-hour debate shall be limited to 30 minutes allocated to each party (except that on Tuesdays after May 14, 2001, the time shall be limited to 25 minutes allocated to each party and may not continue beyond 10 minutes before the hour appointed for the resumption of the session of the House); and (3) the form of proceeding to morning-hour debate shall be as follows: (a) the prayer by the Chaplain, the approval of the Journal, and the Pledge of Allegiance to the Flag shall be postponed until resumption of the session of the House; (b) initial and subsequent recognitions for debate shall alternate between the parties; (c) recognition shall be conferred by the Speaker only pursuant to lists submitted by the Majority Leader and the Minority Leader; (d) no Member may address the House for longer than 5 minutes (except the Majority Leader, the Minority Leader, or the Minority Whip); and (e) following morning-hour debate, the Chair shall declare a recess pursuant to clause 12 of rule I until the time appointed for the resumption of the session of the House. (Agreed to Jan. 3, 2001.)

SPECIAL ORDER SPEECHES

The format for recognition for morning-hour debate and restricted special order speeches, which began on February 23, 1994, was reiterated on January 4, 1995, and was supplemented on January 3, 2001, will continue to apply in the 107th Congress as outlined below:

On Tuesdays, following legislative business, the Chair may recognize Members for special-order speeches up to midnight, and such speeches may not extend beyond midnight. On all other days of the week, the Chair may recognize Members for special-order speeches up to four hours after the conclusion of five-minute special-order speeches. Such speeches may not extend beyond the four-hour limit without the permission of the Chair, which may be granted only with advance consultation between the leaderships and notification to the House. However, at no time shall the Chair recognize for any special-order speeches beyond midnight.

The Chair will first recognize Members for five-minute special-order speeches, alternating initially and subsequently between the parties, regardless of the date the order was granted by the House. The Chair will then recognize longer special-order speeches. A Member recognized for a five-minute special-order speech may not be recognized for a longer special-order speech. The four-hour limitation will be divided between the majority and minority parties. Each party is entitled to reserve its first hour for respective leaderships or their designees. Recognition will alternate initially and subsequently between the parties each day.

The allocation of time within each party’s two-hour period (or shorter period if prorated to end by midnight) is to be determined by a list submitted to the Chair by the respective leaderships. Members may not sign up with their leadership for any special-order speeches earlier than one week prior to the special-order, and additional guidelines may be established for such sign-ups by the respective leaderships.

Pursuant to clause 2(a) of rule V, the television cameras will not pan the Chamber, but a "crawl indicating morning hour or that the House has completed its legislative business and is proceeding with special-order speeches will appear on the screen. Other television camera adaptations during this period may be announced by the Chair.

The continuation of this format for recognition by the Speaker is without prejudice to the Speaker’s ultimate power of recognition under clause 2 of rule XVII should circumstances so warrant. (Agreed to Jan. 3, 2001.)

LEAVE TO ADDRESS HOUSE

On motion of Mr. Paul, by unanimous consent, Ordered, That Mr. Burton of Indiana be allowed to address the House for 5 minutes on May 17, 2001. (Agreed to May 10, 2001.)

On motion of Mr. Cox, by unanimous consent, Ordered, That Mr. Weldon of Florida be allowed to address the House for 5 minutes on May 17, 2001. (Agreed to May 15, 2001.)

On motion of Mr. Grucci, by unanimous consent, Ordered, That Ms. Ros-Lehtinen be allowed to address the House for 5 minutes on May 17, 2001. (Agreed to May 16, 2001.)

On motion of Mr. Grucci, by unanimous consent, Ordered, That Mr. Rohrabacher be allowed to address the House for 5 minutes on May 17, 2001. (Agreed to May 16, 2001.)
# TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Section</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Union Calendar</td>
</tr>
<tr>
<td>2</td>
<td>House Calendar</td>
</tr>
<tr>
<td>3</td>
<td>Private Calendar</td>
</tr>
<tr>
<td>4</td>
<td>Corrections Calendar</td>
</tr>
<tr>
<td>5</td>
<td>Calendar of Motions to Discharge Committees</td>
</tr>
<tr>
<td>6</td>
<td>Public Laws</td>
</tr>
<tr>
<td>7</td>
<td>Private Laws</td>
</tr>
<tr>
<td>8</td>
<td>History of Bills and Resolutions: House Bills</td>
</tr>
<tr>
<td>9</td>
<td>House Joint Resolutions</td>
</tr>
<tr>
<td>10</td>
<td>House Concurrent Resolutions</td>
</tr>
<tr>
<td>11</td>
<td>House Resolutions</td>
</tr>
<tr>
<td>12</td>
<td>Senate Bills</td>
</tr>
<tr>
<td>13</td>
<td>Senate Joint Resolutions</td>
</tr>
<tr>
<td>14</td>
<td>Senate Concurrent Resolutions</td>
</tr>
<tr>
<td>15</td>
<td>Senate Resolutions</td>
</tr>
<tr>
<td>16</td>
<td>Reported Bills Referred under Time Limitations</td>
</tr>
<tr>
<td>17</td>
<td>Bills in conference</td>
</tr>
<tr>
<td>18</td>
<td>Bills through conference (<em>printed the first legislative day of each week the House is in session</em>)</td>
</tr>
<tr>
<td>19</td>
<td>Index of Short Titles (<em>printed the first legislative day of each week the House is in session</em>)</td>
</tr>
<tr>
<td>20</td>
<td>Index (<em>printed the first legislative day of each week the House is in session</em>)</td>
</tr>
</tbody>
</table>
THE MORNING HOUR FOR THE CALL OF COMMITTEES

Rule XIV, clause 4:

4. After the unfinished business has been disposed of, the Speaker shall call each standing committee in regular order and then select committees. Each committee when named may call up for consideration a bill or resolution reported by it on a previous day and on the House Calendar. If the Speaker does not complete the call of the committees before the House passes to other business, the next call shall resume at the point it left off, giving preference to the last bill or resolution under consideration. A committee that has occupied the call for two days may not call up another bill or resolution until the other committees have been called in their turn.

NOTE.—Call rests with the Committee on Agriculture.

CALCER WEDNESDAY BUSINESS

Rule XV, clause 7:

7. (a) On Wednesday of each week, business shall not be in order before completion of the call of the committees (except as provided by clause 4 of rule XIV) unless two-thirds of the Members voting, a quorum being present, agree to a motion that the House dispense with the call. Such a motion shall be privileged. Debate on such a motion shall be limited to five minutes in support and five minutes in opposition.

(b) A bill or resolution on either the House or the Union Calendar, except bills or resolutions that are privileged under the Rules of the House, may be called under this clause. A bill or resolution called up from the Union Calendar shall be considered in the Committee of the Whole House on the state of the Union without motion, subject to clause 3 of rule XVI. General debate on a measure considered under this clause shall be confined to the measure and may not exceed two hours equally divided between a proponent and an opponent.

(c) When a committee has occupied the call under this clause on one Wednesday, it shall not be in order on a succeeding Wednesday to consider unfinished business previously called up by that committee unless the other committees have been called in their turn unless—

(1) the previous question has been ordered on such unfinished business; or

(2) the House adopts a motion to dispense with the call under paragraph (a).

(d) If any committee has not been called under this clause during a session of a Congress, then at the next session of that Congress the call shall resume where it left off at the end of the preceding session.

(e) This rule does not apply during the last two weeks of a session of Congress.

(f) The Speaker may not entertain a motion for a recess on a Wednesday except during the last two weeks of a session of Congress.

NOTE.—Call rests with the Committee on Agriculture.

SPECIAL LEGISLATIVE DAYS

Calendar Wednesday .................................... Wednesday of each week, except during the last 2 weeks of a session (clause 7, rule XV).
Corrections Calendar .................................... Second and fourth Tuesdays of each month (clause 6, rule XV).
Discharge Calendar ..................................... Second and fourth Mondays of each month, except during the last 6 days of a session (clause 2, rule XV).
District of Columbia business ...................... Second and fourth Mondays of each month (clause 4, rule XV).
Private Calendar ...................................... First and third Tuesdays of each month (clause 5, rule XV).
Suspension of rules ................................... Mondays and Tuesdays and during the last 6 days of a session (clause 1, rule XV).
# 1. UNION CALENDAR

Rule XIII, clause 1(a):

“(1) A Calendar of the Committee of the Whole House on the state of the Union, to which shall be referred public bills and public resolutions raising revenue, involving a tax or charge on the people, directly or indirectly making appropriations of money or property or requiring such appropriations to be made, authorizing payments out of appropriations already made, releasing any liability to the United States for money or property, or referring a claim to the Court of Claims.”

<table>
<thead>
<tr>
<th>No.</th>
<th>Date</th>
<th>Action</th>
<th>Sponsor</th>
<th>Committee</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>3</td>
<td>Feb. 27</td>
<td>Address to the Joint Session of Congress.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>8</td>
<td>Mar. 12</td>
<td>H.R. 90 Referred to the Committee of the Whole House on the State of the Union. (H. Doc. 107–1)</td>
<td>Mr. Tauzin (Energy and Commerce).</td>
<td></td>
<td>To amend the Communications Act of 1934 to prohibit telemarketers from interfering with the caller identification service of any person to whom a telephone solicitation is made, and for other purposes.</td>
</tr>
<tr>
<td>28</td>
<td>Apr. 20</td>
<td>H.R. 1209 Referred to the Committee of the Whole House on the State of the Union. (H. Doc. 107–13)</td>
<td>Mr. Sensenbrenner (Judiciary).</td>
<td></td>
<td>To amend the Immigration and Nationality Act to determine whether an alien is a child, for purposes of classification as an immediate relative, based on the age of the alien on the date the classification petition with respect to the alien is filed, and for other purposes.</td>
</tr>
<tr>
<td>29</td>
<td>Apr. 20</td>
<td>H.R. 863 Referred to the Committee of the Whole House on the State of the Union. (H. Doc. 107–45)</td>
<td>Mr. Sensenbrenner (Judiciary).</td>
<td></td>
<td>To provide grants to ensure increased accountability for juvenile offenders.</td>
</tr>
<tr>
<td>35</td>
<td>May 15</td>
<td>H.R. 622 Referred to the Committee of the Whole House on the State of the Union. (H. Doc. 107–64)</td>
<td>Mr. Thomas (Ways and Means).</td>
<td></td>
<td>To amend the Internal Revenue Code of 1986 to expand the adoption credit, and for other purposes.</td>
</tr>
<tr>
<td>38</td>
<td>May 14</td>
<td>H.R. 1 Referred to the Committee of the Whole House on the State of the Union. (H. Doc. 107–63)</td>
<td>Mr. Boehner (Education and the Workforce).</td>
<td></td>
<td>To close the achievement gap with accountability, flexibility, and choice, so that no child is left behind.</td>
</tr>
</tbody>
</table>

(1–1)
<table>
<thead>
<tr>
<th>Year</th>
<th>No.</th>
</tr>
</thead>
<tbody>
<tr>
<td>2001</td>
<td></td>
</tr>
</tbody>
</table>
## 2. HOUSE CALENDAR

Rule XIII, clause 1(a):

“(2) A House Calendar, to which shall be referred all public bills and public resolutions not requiring referral to the Calendar of the Committee of the Whole House on the state of the Union.”

<table>
<thead>
<tr>
<th>No.</th>
<th>Date</th>
<th>Sponsor</th>
<th>Resolution</th>
</tr>
</thead>
<tbody>
<tr>
<td>14</td>
<td>Apr. 4</td>
<td>Mr. Hyde (International Relations). Rept. 107–40</td>
<td>Expressing the sense of Congress that the 2008 Olympic Games should not be held in Beijing unless the Government of the People’s Republic of China releases all political prisoners, ratifies the International Covenant on Civil and Political Rights, and observes internationally recognized human rights.</td>
</tr>
<tr>
<td>19</td>
<td>May 3</td>
<td>Mr. Goss (Rules). Rept. 107–54</td>
<td>Waiving a requirement of clause 6(a) of rule XIII with respect to consideration of certain resolutions reported from the Committee on Rules.</td>
</tr>
<tr>
<td>25</td>
<td>May 15</td>
<td>Ms. Pryce of Ohio (Rules). Rept. 107–67</td>
<td>Providing for consideration of the bill (H.R. 622) to amend the Internal Revenue Code of 1986 to expand the adoption credit, and for other purposes.</td>
</tr>
<tr>
<td>27</td>
<td>May 16</td>
<td>Ms. Pryce of Ohio (Rules). Rept. 107–69</td>
<td>Providing for consideration of the bill (H.R. 1) to close the achievement gap with accountability, flexibility, and choice, so that no child is left behind.</td>
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<tr>
<td>2001</td>
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**HOUSE CALENDAR**
3. PRIVATE CALENDAR

Rule XIII, clause 1(a):

"(3) A Private Calendar as provided in clause 5 of rule XV, to which shall be referred all private bills and private resolutions."

Rule XV, clause 5:

"(a) On the first Tuesday of a month, the Speaker shall direct the Clerk to call the bills and resolutions on the Private Calendar after disposal of such business on the Speaker’s table as requires reference only. If two or more Members, Delegates, or the Resident Commissioner object to the consideration of a bill or resolution so called, it shall be recommitted to the committee that reported it. No other business shall be in order before completion of the call of the Private Calendar on this day unless two-thirds of the Members voting, a quorum being present, agree to a motion that the House dispense with the call.

(b)(1) On the third Tuesday of month, after the disposal of such business on the Speaker’s table as requires reference only, the Speaker may direct the Clerk to call the bills and resolutions on the Private Calendar. Preference shall be given to omnibus bills containing the texts of bills or resolutions that have previously been objected to on a call of the Private Calendar. If two or more Members, Delegates, or the Resident Commissioner object to the consideration of a bill or resolution so called (other than on omnibus bill), it shall be recommitted to the committee that reported it. Two-thirds of the Members voting, a quorum being present, may adopt a motion that the House dispense with the call on this day.

(2) Omnibus bills shall be read for amendment by paragraph. No amendment shall be in order except to strike or to reduce amounts of money or to provide limitations. An item or matter stricken from an omnibus bill may not thereafter during the same session of Congress be included in an omnibus bill. Upon passage such an omnibus bill shall be resolved into the several bills and resolutions of which it is composed. The several bills and resolutions, with any amendments adopted by the House, shall be engrossed, when necessary, and otherwise considered as passed severally by the House as distinct bills and resolutions.

(c) The Speaker may not entertain a reservation of the right to object to the consideration of a bill or resolution under this clause. A bill or resolution considered under this clause shall be considered in the House as in the Committee of the Whole. A motion to dispense with the call of the Private Calendar under this clause shall be privileged. Debate on such a motion shall be limited to five minutes in support and five minutes in opposition."
| 2001 | | No. |
4. CORRECTIONS CALENDAR

Rule XIII, clause 1:
“(b) There is established a Corrections Calendar as provided in clause 6 of rule XV.”

Rule XV, clause 6:
“6. (a) After a bill has been favorably reported and placed on either the Union or House Calendar, the Speaker, after consultation with the Minority leader, may direct the Clerk also to place the bill on the “Corrections Calendar.” At any time on the second and fourth Tuesdays of a month, the Speaker may direct the Clerk to call a bill that is printed on the Corrections Calendar.

“(b) A bill called from the Corrections Calendar shall be considered in the House, is debatable for one hour equally divided and controlled by the chairman and ranking minority member of the primary committee of jurisdiction, and shall not be subject to amendment except those recommended by the primary committee of jurisdiction or offered by the chairman of the primary committee or a designee. The previous question shall be considered as ordered on the bill and any amendments thereto to final passage without intervening motion except one motion to recommit with or without instructions.

“(c) The approval of three-fifths of the Members voting, a quorum being present, shall be required to pass a bill called from the Corrections Calendar. The rejection of a bill so called, or the sustaining of a point of order against it or against its consideration, does not cause its removal from the Calendar to which it was originally referred.”
CALENDAR OF MOTIONS TO DISCHARGE COMMITTEES

<table>
<thead>
<tr>
<th>Motion No. and date entered</th>
<th>Title</th>
<th>Committee</th>
<th>Motion filed by—</th>
<th>Calendar No.</th>
</tr>
</thead>
<tbody>
<tr>
<td>2001</td>
<td></td>
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<td>(5–1)</td>
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</table>

Rule XV, clause 2:

2. (a) Motions to discharge committees shall be in order on the second and fourth Mondays of a month.

(b)(1) A Member may present to the Clerk a motion in writing to discharge—

(A) a committee from consideration of a public bill or public resolution that has been referred to it for 30 legislative days; or

(B) the Committee on Rules from consideration of a resolution that has been referred to it for seven legislative days and that proposes a special order of business for the consideration of a public bill or public resolution that has been reported by a standing committee or has been referred to a standing committee for 30 legislative days.

(2) Only one motion may be presented for a bill or resolution. A Member may not file a motion to discharge the Committee on Rules from consideration of a resolution providing for the consideration of more than one public bill or public resolution or admitting or effecting a nongermane amendment to a public bill or public resolution.

(c) A motion presented under paragraph (b) shall be placed in the custody of the Clerk, who shall arrange a convenient place for the signatures of Members. A signature may be withdrawn by a Member in writing at any time before a motion is entered on the Journal. The Clerk shall make signatures a matter of public record, causing the names of the Members who have signed a discharge motion during a week to be published in a portion of the Congressional Record designated for that purpose on the last legislative day of the week and making cumulative lists of such names available each day for public inspection in an appropriate office of the House. The Clerk shall devise a means for making such lists available to offices of the House and to the public in electronic form. When a majority of the total membership of the House shall have signed the motion, it shall be entered on the Journal, printed with the signatures thereto in the Record, and referred to the Calendar of Motions to Discharge Committees.

(d)(1) On the second and fourth Mondays of a month (except during the last six days of a session of Congress), immediately after the Pledge of Allegiance to the Flag, a motion to discharge that has been on the calendar for at least seven legislative days shall be privileged if called up by a Member whose signature appears thereon. When such a motion is called up, the House shall proceed to its consideration under this paragraph without intervening motion except one motion to adjourn. Privileged motions to discharge shall have precedence in the order of their entry on the Journal.

(2) When a motion to discharge is called up, the bill or resolution to which it relates shall be read by title only. The motion is debatable for 20 minutes, one-half in favor of the motion and one-half in opposition thereto.

(e)(1) If a motion prevails to discharge the Committee on Rules from consideration of a resolution, the House shall immediately consider the resolution, pending which the Speaker may entertain one motion that the House adjourn. After the result of such a motion to adjourn is announced, the Speaker may not entertain any other dilatory motion until the resolution has been disposed of. If the resolution is adopted, the House shall immediately proceed to its execution.

(2) If a motion prevails to discharge a standing committee from consideration of a public bill or public resolution, a motion that the House proceed to the immediate consideration of such bill or resolution shall be privileged if offered by a Member whose signature appears on the motion to discharge. The motion to proceed is not debatable. If the motion to proceed is adopted, the bill or resolution shall be considered immediately under the general rules of the House. If unfinished before adjournment of the day on which it is called up, the bill or resolution shall remain the unfinished business until it is disposed of. If the motion to proceed is rejected, the bill or resolution shall be referred to the appropriate calendar, where it shall have the same status as if the committee from which it was discharged had duly reported it to the House.

(f)(1) When a motion to discharge originated under this clause has once been acted on by the House, it shall not be in order to entertain during the same session of Congress—

(A) a motion to discharge a committee from consideration of that bill or resolution or of any other bill or resolution that, by relating in substance to or dealing with the same subject matter, is substantially the same; or

(B) a motion to discharge the Committee on Rules from consideration of a resolution providing a special order of business for the consideration of that bill or resolution or of any other bill or resolution that, by relating in substance to or dealing with the same subject matter, is substantially the same.

(2) A motion to discharge on the Calendar of Motions to Discharge Committees that is rendered out of order under subparagraph (1) shall be stricken from that calendar.
<p>| Motion No. and date entered | Title | Committee | Motion filed by— | Calendar No. |
|---------------------------|-------|-----------|------------------|--------------|-------------|
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<tr>
<th>LAW No.</th>
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<td>107–1</td>
<td>H.J. Res. 7</td>
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<td>107–2</td>
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<td>107–3</td>
<td>S. 279</td>
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<td>107–4</td>
<td>H.J. Res. 19</td>
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<td>107–5</td>
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<td>107–6</td>
<td>H.R. 132</td>
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<td>107–7</td>
<td>H.R. 395</td>
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<td>107–8</td>
<td>H.R. 256</td>
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First Session—Continued
PRIVATE LAWS
ONE HUNDRED SEVENTH CONGRESS

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SEC. 7
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FIRST SESSION—Continued
HISTORY OF BILLS AND RESOLUTIONS
Numerical order of bills and resolutions which have been reported to or considered by either or both Houses.

Note. Similar or identical bills, and bills having reference to each other, are indicated by number in parentheses.

<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
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<thead>
<tr>
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<tbody>
<tr>
<td>H.R. 90.—To amend the Communications Act of 1934 to prohibit telecommunications services from interfering with the caller identification service of any person to whom a telephone solicitation is made, and for other purposes. Referred to Energy and Commerce Jan. 3, 2001. Reported Mar. 12, 2001; Rept. 107–13. Union Calendar ..................................................Union 8</td>
<td></td>
</tr>
<tr>
<td>H.R. 93.—To amend title 5, United States Code, to provide that the mandatory retirement age for Federal firefighters be made the same as the age that applies with respect to Federal law enforcement officers. Referred to Government Reform Jan. 3, 2001. Rules suspended. Passed House amended Jan. 30, 2001; Roll No. 5: 401–0. Received in Senate and referred to Governmental Affairs Jan. 31, 2001.</td>
<td></td>
</tr>
<tr>
<td>H.R. 146.—To authorize the Secretary of the Interior to study the suitability and feasibility of designating the Great Falls Historic District in Paterson, New Jersey, as a unit of the National Park System, and for other purposes. Referred to Resources Jan. 3, 2001. Reported Apr. 24, 2001; Rept. 107–47. Union Calendar. Passed House May 9, 2001. Received in Senate and referred to Energy and Natural Resources May 10, 2001.</td>
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<tr>
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</tr>
<tr>
<td><strong>HOUSE BILLS—Continued</strong></td>
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</tbody>
</table>

H.R. 223.—To amend the Clear Creek County, Colorado, Public Lands Transfer Act of 1993 to provide additional time for Clear Creek County to dispose of certain lands transferred to the county under the Act. Referred to Resources Jan. 3, 2001. Rules suspended. Passed House Mar. 13, 2001; Roll No. 47: 413–0. Received in Senate and referred to Energy and Natural Resources Mar. 14, 2001.


H.R. 327 (H. Res. 89).—To amend chapter 35 of title 44, United States Code, for the purpose of facilitating compliance by small businesses with certain Federal paperwork requirements and to establish a task force to examine the feasibility of streamlining paperwork requirements applicable to small businesses. Referred to Government Reform and in addition to Small Business Jan. 31, 2001. Passed House amended Mar. 15, 2001; Roll No. 50: 418–0. Received in Senate and referred to Governmental Affairs Mar. 15, 2001.


<table>
<thead>
<tr>
<th>No.</th>
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<tbody>
<tr>
<td><strong>H.R. 524.</strong>—To require the Director of the National Institute of Standards and Technology to assist small and medium-sized manufacturers and other such businesses to successfully integrate and utilize electronic commerce technologies and business practices, and to authorize the National Institute of Standards and Technology to assess critical enterprise integration standards and implementation activities for major manufacturing industries and to develop a plan for enterprise integration for each major manufacturing industry. Referred to Science Feb. 8, 2001. Rules suspended. Passed House Feb. 14, 2001; Roll No. 14: 409–6. Received in Senate and referred to Commerce, Science and Transportation Feb. 14, 2001.</td>
<td></td>
</tr>
<tr>
<td><strong>H.R. 586.</strong>—To amend the Internal Revenue Code of 1986 to provide that the exclusion from gross income for foster care payments shall also apply to payments by qualified placement agencies, and for other purposes. Referred to Ways and Means Feb. 13, 2001. Reported amended May 15, 2001; Rept. 107–66. Union Calendar. Rules suspended. Passed House amended May 15, 2001; Roll No. 112: 420–0.</td>
<td></td>
</tr>
<tr>
<td><strong>H.R. 601.</strong>—To ensure the continued access of hunters to those Federal lands included within the boundaries of the Craters of the Moon National Monument in the State of Idaho pursuant to Presidential Proclamation 7373 of November 9, 2000, and to continue the applicability of the Taylor Grazing Act to the disposition of grazing fees arising from the use of such lands, and for other purposes. Referred to Resources Feb. 13, 2001. Reported amended Apr. 3, 2001; Rept. 107–34. Union Calendar. Rules suspended. Passed House amended May 1, 2001. Received in Senate and referred to Energy and Natural Resources May 2, 2001.</td>
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</table>
### HOUSE BILLS—Continued

<table>
<thead>
<tr>
<th>No.</th>
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<tbody>
<tr>
<td>H.R. 863.</td>
<td>To provide grants to ensure increased accountability for juvenile offenders. Referred to the Judiciary Mar. 6, 2001. Reported amended Apr. 20, 2001; Rept. 107–46. Union Calendar ..........................................................Union 29</td>
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<tr>
<td>No.</td>
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HOUSE JOINT RESOLUTIONS


<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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</tr>
<tr>
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HOUSE CONCURRENT RESOLUTIONS—Continued

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</tr>
<tr>
<td>H. Res. 2.</td>
<td>To inform the Senate that a quorum of the House has assembled and of the election of the Speaker and the Clerk. Passed House Jan. 3, 2001.</td>
</tr>
<tr>
<td>H. Res. 3.</td>
<td>Authorizing the Speaker to appoint a committee to notify the President of the assembly of the Congress. Passed House Jan. 3, 2001.</td>
</tr>
<tr>
<td>H. Res. 4.</td>
<td>Authorizing the Clerk to inform the President of the election of the Speaker and the Clerk. Passed House Jan. 3, 2001.</td>
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<tr>
<th>No.</th>
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<tbody>
<tr>
<td>H. Res. 34.</td>
<td>Congratulating the Prime Minister-elect of Israel, Ariel Sharon, calling for an end to violence in the Middle East, reaffirming the friendship between the Governments of the United States and Israel, and for other purposes. Referred to International Relations Feb. 8, 2001. Rules suspended. Passed House amended Feb. 13, 2001; Roll No. 12: 410–1.</td>
</tr>
<tr>
<td>H. Res. 67.</td>
<td>Recognizing the importance of combating tuberculosis on a worldwide basis, and acknowledging the severe impact that TB has on minority populations in the United States. Referred to International Relations and in addition to Energy and Commerce Feb. 27, 2001. Rules suspended. Passed House amended Mar. 20, 2001; Roll No. 51: 405–2.</td>
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<tr>
<td>No.</td>
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<tr>
<th>No.</th>
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<tbody>
<tr>
<td>H. Res. 112.—Recognizing the upcoming 100th anniversary of the 4-H Youth Development Program and commending such program for service to the youth of the world. Referred to Education and the Workforce Apr. 3, 2001. Rules suspended. Passed House May 1, 2001.</td>
<td></td>
</tr>
<tr>
<td>H. Res. 113.—Urging the House of Representatives to support events such as the “Increase the Peace Day.” Referred to Education and the Workforce Apr. 3, 2001. Rules suspended. Passed House Apr. 24, 2001.</td>
<td></td>
</tr>
<tr>
<td>H. Res. 116.—Commemorating the dedication and sacrifices of the men and women of the United States who were killed or disabled while serving as law enforcement officers. Referred to Government Reform Apr. 4, 2001. Rules suspended. Passed House amended May 15, 2001; Roll No. 110: 416–0.</td>
<td></td>
</tr>
<tr>
<td>H. Res. 127 (H.R. 10).—Providing for consideration of the bill (H.R. 10) to provide for pension reform, and for other purposes. Reported from Rules May 1, 2001; Rept. 107–53. House Calendar. Passed House May 2, 2001; Roll No. 92: 404–24.</td>
<td></td>
</tr>
<tr>
<td>H. Res. 130.—Waiving a requirement of clause 6(a) of rule XIII with respect to consideration of certain resolutions reported from the Committee on Rules. Reported from Rules May 3 (Legislative day of May 2), 2001; Rept. 107–54. House Calendar. Passed House May 8, 2001; Roll No. 100: 214–200.</td>
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<tr>
<td>H. Res. 131.—Waiving a requirement of clause 6(a) of rule XIII with respect to consideration of certain resolutions reported from the Committee on Rules. Reported from Rules May 4 (Legislative day of May 3), 2001; Rept. 107–56. House Calendar. Passed House May 8, 2001; Roll No. 100: 214–200.</td>
<td></td>
</tr>
<tr>
<td>H. Res. 141 (H.R. 622).—Providing for consideration of the bill (H.R. 622) to amend the Internal Revenue Code of 1986 to expand the adoption credit, and for other purposes. Reported from Rules May 15, 2001; Rept. 107–67. House Calendar. .................................House 25</td>
<td></td>
</tr>
<tr>
<td>H. Res. 143 (H.R. 1).—Providing for consideration of the bill (H.R. 1) to close the achievement gap with accountability, flexibility, and choice, so that no child is left behind. Reported from Rules May 16, 2001; Rept. 107–69. House Calendar. .................................House 27</td>
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<tr>
<td>S. 73</td>
<td>To prohibit the provision of Federal funds to any State or local educational agency that denies or prevents participation in constitutional prayer in schools. Ordered placed on the calendar Jan. 23, 2001.</td>
</tr>
<tr>
<td>S. 74</td>
<td>To prohibit the provision of Federal funds to any State or local educational agency that distributes or provides morning-after pills to schoolchildren. Ordered placed on the calendar Jan. 23, 2001.</td>
</tr>
<tr>
<td>S. 76</td>
<td>To make it a violation of a right secured by the Constitution and laws of the United States to perform an abortion with the knowledge that the abortion is being performed solely because of the gender of the fetus. Ordered placed on the calendar Jan. 23, 2001.</td>
</tr>
<tr>
<td>S. 78</td>
<td>To amend the Civil Rights Act of 1964 to make preferential treatment an unlawful employment practice, and for other purposes. Ordered placed on the calendar Jan. 23, 2001.</td>
</tr>
<tr>
<td>S. 149</td>
<td>To provide authority to control exports, and for other purposes. Referred to Banking, Housing, and Urban Affairs Jan. 23, 2001. Reported amended Apr. 2 (Legislative day of Mar. 30), 2001; Rept. 107–10.</td>
</tr>
<tr>
<td>S. 219</td>
<td>To suspend for two years the certification procedures under section 490(b) of the Foreign Assistance Act of 1961 in order to foster greater multilateral cooperation in international counternarcotics programs, and for other purposes. Referred to Foreign Relations Jan. 30, 2001. Reported amended Apr. 5, 2001; no written report.</td>
</tr>
<tr>
<td>S. 235</td>
<td>To provide for enhanced safety, public awareness, and environmental protection in pipeline transportation, and for other purposes. Ordered placed on the calendar Feb. 6, 2001. Passed Senate amended Feb. 8, 2001; Roll No. 11: 98–0. Received in House and held at desk Feb. 12, 2001. Referred to Transportation and Infrastructure and in addition to Energy and Commerce Feb. 13, 2001.</td>
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<td>S. 328.—To amend the Coastal Zone Management Act. Ordered placed on the calendar Feb. 15, 2001.</td>
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<tr>
<td>S. 350.—To amend the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 to promote the cleanup and reuse of brownfields, to provide financial assistance for brownfields revitalization, to enhance State response programs, and for other purposes. Referred to Environment and Public Works Feb. 15, 2001. Reported amended Mar. 12, 2001; Rept. 107–2. Passed Senate amended Apr. 25, 2001; Roll No. 87: 99–0. Received in House and referred to Energy and Commerce and in addition to Transportation and Infrastructure Apr. 26, 2001.</td>
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<td>S. 360.—To honor Paul D. Coverdell. Passed Senate Feb. 15, 2001. Received in House and referred to International Relations and in addition to Education and the Workforce Feb. 26, 2001.</td>
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</tr>
</tbody>
</table>
SENATE JOINT RESOLUTIONS


<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
</tr>
</thead>
</table>

SENATE JOINT RESOLUTIONS—Continued
<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
<th>No.</th>
<th>Index Key and History of Bill</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>S. Con. Res. 13.—Expressing the sense of Congress with respect to the upcoming trip of President George W. Bush to Mexico to meet with the newly elected President Vicente Fox, and with respect to future cooperative efforts between the United States and Mexico. Passed Senate Feb. 14, 2001. Received in House and referred to International Relations Feb. 26, 2001.</td>
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<td>S. Con. Res. 25.—Honoring the service of the 1,200 soldiers of the 48th Infantry Brigade of the Georgia Army National Guard as they deploy to Bosnia for nine months, recognizing their sacrifice while away from their jobs and families during that deployment, and recognizing the important role of all National Guard and Reserve personnel at home and abroad to the national security of the United States. Passed Senate Mar. 15, 2001. Received in House and referred to Armed Services Mar. 19, 2001.</td>
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<td>SENATE CONCURRENT RESOLUTIONS—Continued</td>
<td></td>
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<td>No.</td>
<td>Index Key and History of Bill</td>
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<td><strong>SENATE RESOLUTIONS</strong></td>
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<td>S. Res. 1.—Informing the President of the United States that a quorum of each House is assembled. Passed Senate Jan. 3, 2001.</td>
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<td>S. Res. 2.—Informing the House of Representatives that a quorum of the Senate is assembled. Passed Senate Jan. 3, 2001.</td>
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<td>S. Res. 10.—Notifying the House of Representatives of the election of a President pro tempore of the Senate. Passed Senate Jan. 20 (Legislative day of Jan. 8), 2001.</td>
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<td>Index Key and History of Bill</td>
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<td>SENATE RESOLUTIONS—Continued</td>
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</tr>
</tbody>
</table>
## REPORTED BILLS AND RESOLUTIONS WHICH HAVE BEEN REFERRED TO COMMITTEES UNDER TIME LIMITATIONS

<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
<th>No.</th>
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</thead>
<tbody>
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### HOUSE BILLS


<table>
<thead>
<tr>
<th>No.</th>
<th>Index Key and History of Bill</th>
<th>No.</th>
<th>Index Key and History of Bill</th>
</tr>
</thead>
</table>

HOUSE BILLS—Continued

“And in all cases of conference asked after a vote of disagreement, etc., the conferees of the House asking it are to leave the papers with the conferees of the other * * *.

The House agreeing to the conference acts on the report before the House requesting a conference.
**SPECIAL LEGISLATIVE DAYS**

**MAY 2001**

<table>
<thead>
<tr>
<th>Tuesday, 1st</th>
<th>Wednesday, 2nd</th>
</tr>
</thead>
<tbody>
<tr>
<td>Private Calendar—Suspensions.</td>
<td>Calendar Wednesday.</td>
</tr>
<tr>
<td><strong>Wednesday, 9th</strong></td>
<td><strong>Monday, 14th</strong></td>
</tr>
<tr>
<td>Calendar Wednesday.</td>
<td>Discharge Calendar—District of Columbia Business—Suspensions.</td>
</tr>
<tr>
<td><strong>Tuesday, 8th</strong></td>
<td><strong>Tuesday, 15th</strong></td>
</tr>
<tr>
<td>Suspicions.</td>
<td>Private Calendar—Suspensions.</td>
</tr>
<tr>
<td><strong>Wednesday, 16th</strong></td>
<td><strong>Tuesday, 22nd</strong></td>
</tr>
<tr>
<td>Calendar Wednesday.</td>
<td>Corrections Calendar—Suspensions.</td>
</tr>
<tr>
<td><strong>Wednesday, 23rd</strong></td>
<td><strong>Monday, 28th</strong></td>
</tr>
<tr>
<td>Calendar Wednesday.</td>
<td>Discharge Calendar—District of Columbia Business—Suspensions.</td>
</tr>
<tr>
<td><strong>Tuesday, 29th</strong></td>
<td><strong>Wednesday, 30th</strong></td>
</tr>
<tr>
<td>Suspicions.</td>
<td>Calendar Wednesday.</td>
</tr>
</tbody>
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**2001 Calendar**

- **May 2001**:
  - Tuesday, 1st: Private Calendar—Suspensions.
  - Wednesday, 2nd: Calendar Wednesday.
  - Monday, 7th: Suspensions.
  - Tuesday, 8th: Corrections Calendar—Suspensions.
  - Wednesday, 9th: Calendar Wednesday.
  - Monday, 14th: Discharge Calendar—District of Columbia Business—Suspensions.
  - Tuesday, 15th: Private Calendar—Suspensions.
  - Monday, 21st: Suspensions.
  - Tuesday, 22nd: Corrections Calendar—Suspensions.
  - Wednesday, 23rd: Calendar Wednesday.
  - Monday, 28th: Discharge Calendar—District of Columbia Business—Suspensions.
  - Tuesday, 29th: Suspensions.
  - Wednesday, 30th: Calendar Wednesday.

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* Marked dates indicate days House in session.

**Total Legislative Days 49.**

**Total Calendar Days 50.**
## STATUS OF MAJOR BILLS—FIRST SESSION

(For more detailed information see History of Bills and Resolutions section)

<table>
<thead>
<tr>
<th>Number of bill</th>
<th>Title</th>
<th>Reported</th>
<th>Passed House</th>
<th>Reported in Senate</th>
<th>Passed Senate</th>
<th>Sent to conference</th>
<th>Conference report agreed to in—</th>
<th>Date approved</th>
<th>Law No.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Congressional Budget, 2002 (H. Rept. 107–26)</td>
<td></td>
<td>Mar. 23</td>
<td></td>
<td>Mar. 28</td>
<td></td>
<td>Apr. 6</td>
<td></td>
<td>May 9</td>
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</tbody>
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The Senate met at 9 a.m. and was called to order by the Honorable Mike Crapo, a Senator from the State of Idaho.

The PRESIDING OFFICER. Today's prayer will be offered by our guest Chaplain, the Reverend Daniel H. Miller, Moss Bluff Assembly of God, Moss Bluff, LA.

PRAYER

The guest Chaplain offered the following prayer:

Eternal God, blessed are You Lord, King of the Universe. We humbly ask for forgiveness for our sins as individuals and as a nation. We thank You for Your blessings, love, and mercy for each of us. We are reminded of our great heritage as one nation under God and thank You for Your blessings on America. We thank You for all of our governmental officials at every level, and we depend on You, O mighty God, for guidance and direction.

Father, I ask Your Holy Spirit, Great Counselor, to direct each Member of this Senate today, each man and each woman, as they see Your divine will, wisdom, and perspective on the issues we have before us as a nation. As Daniel of old prayed, “Blessed be the name of God forever and ever; for wisdom and might are His.” We rejoice in the Senators who seek to be right with You so they will know what is right for our Nation.

Lord, the days we live in are challenging to every individual’s faith. Help us to look beyond merely the secular realm. I pray that the secularity would not replace spirituality. Give us humble mindedness in place of humanistic materialism.

Now on this day, O Lord, we come to You on behalf of our Nation asking for divine wisdom for every person in this Senate Chamber. Grant them wisdom and courage to face the challenges of this hour. Even though You have given us incredible intelligence, we cannot hope to find the way without Your help, O Lord. Grant us now a brilliant clarity of mind, a rich sweetness of spirit, and a compassionate peace in our souls for the challenges we must face together for the good of these United States of America. In the precious name of Jesus we pray. Amen.

PLEDGE OF ALLEGIANCE

The Honorable Mike Crapo led the Pledge of Allegiance, as follows:

I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one nation under God, indivisible, with liberty and justice for all.

APPOINTMENT OF ACTING PRESIDENT PRO TEMPORE

The PRESIDING OFFICER. The clerk will please read a communication to the Senate from the President pro tempore (Mr. Thurmond).

The assistant legislative clerk read the following letter:

U.S. Senate,
President pro tempore,

To the Senate:

Under the provisions of rule 1, paragraph 3, of the Standing Rules of the Senate, I hereby appoint the Honorable Mike Crapo, a Senator from the State of Idaho, to perform the duties of the Chair.  

STROM THURMOND,
President pro tempore.

Mr. CRAPO thereupon assumed the chair as Acting President pro tempore.

RESERVATION OF LEADER TIME

The ACTING PRESIDENT pro tempore. Under the previous order, the leadership time is reserved.

RECOGNITION OF THE ACTING MAJORITY LEADER

The ACTING PRESIDENT pro tempore. The Senator from Alaska.

THANKING THE GUEST CHAPLAIN

Mr. STEVENS. Mr. President, for the leader we thank the visiting Chaplain for his prayer.

SCHEDULE

Mr. STEVENS. Today the Senate will begin final remarks on the Dayton amendment with regard to IDEA, with a vote to occur momentarily. There will then be brief remarks and a vote on the Voinovich amendment on Head Start. Therefore, Senators may expect two votes at approximately 9:05 a.m. Under the order, Senator BYRD will be recognized for up to 30 minutes following these votes. The Senate will then begin the 20 hours of consideration of the reconciliation bill. Senators may expect votes throughout the day and into this evening in an effort to use a significant amount of the time on the reconciliation bill. A vote on final passage is expected no later than Monday night.

I thank my colleagues for their attention. I yield the floor.

BETTER EDUCATION FOR STUDENTS AND TEACHERS ACT

The ACTING PRESIDENT pro tempore. The Senate will now resume consideration of S. 1, which the clerk will report.

The assistant legislative clerk read as follows:

A bill (S. 1) to extend programs and activities under the Elementary and Secondary Education Act of 1965.

Pending:

Jeffords amendment No. 358, in the nature of a substitute.

Kennedy (for Dodd) amendment No. 382 (to amendment No. 358), to remove the 21st century community learning center program from the list of programs covered by performance agreements.

Biden amendment No. 386 (to amendment No. 358), to establish school-based partnerships between local law enforcement agencies and local school systems, by providing
school resource officers who operate in and around elementary and secondary schools.

Voinovich amendment No. 389 (to amendment No. 358), to modify provisions relating to State educational agencies and school improvement to provide for the input of the Governor of the State involved.

Reed amendment No. 423 (to amendment No. 356), to prohibit the use of Federal funds by an educational agency or school that discriminates against the Boy Scouts of America.

Helms amendment No. 574 (to amendment No. 356), to prohibit the use of Federal funds by any educational agency or school that discriminates against the Boy Scouts of America in providing equal access to school premises or facilities.

Helms amendment No. 638 (to amendment No. 574), in the nature of a substitute.

Dorgan amendment No. 660 (to amendment No. 356), expressing the sense of the Senate that there should be established a joint committee of the Senate and House of Representatives to investigate the rapidly increasing number of required school years in the country and to determine what is causing the increases.

Wellstone/Feingold amendment No. 465 (to amendment No. 356), to improve the provisions relating to assessment completion bonuses.

Voinovich amendment No. 443 (to amendment No. 356), to amend the Higher Education Act to extend loan forgiveness for certain loans to Head Start teachers.

Dayton modified amendment No. 622 (to amendment No. 356), to amend the Individuals with Disabilities Education Act to fully fund 40 percent of the average per pupil expenditure for programs under part B of such Act.

Hutchinson modified amendment No. 555 (to amendment No. 356), to express the sense of the Senate regarding the Department of Education program to promote access of Armed Forces recruiters to student directory information.

Bond modified amendment No. 476 (to amendment No. 356), to strengthen early childhood parent education programs.

Feinstein modified amendment No. 398 (to amendment No. 356), to specify the purposes for which funds provided under part A of this Act may be used.

AMENDMENT NO. 622

The ACTING PRESIDENT pro tempore. The Senator from Massachusetts.

Mr. KENNEDY. As I understand it, we have 3 minutes; is that correct?

The ACTING PRESIDENT pro tempore. The Senator is correct.

Mr. KENNEDY. I would like to reserve 30 seconds of the time and have 2 and a half minutes for the Senator from Minnesota.

The ACTING PRESIDENT pro tempore. Each side has 1 and a half minutes.

Mr. KENNEDY. I would like to then give 1 minute of my time to the Senator from Minnesota.

The ACTING PRESIDENT pro tempore. Under the previous order, there will now be 3 minutes of explanation prior to the vote on or in relation to the Dayton amendment No. 622.

The Senator from Minnesota.

Mr. DAYTON. I thank the Chair.

I would like to thank the Senator from Massachusetts who long before I came to this body was championing the cause of American schoolchildren, and also his colleague, the chairman of the committee, the Senator from Vermont, and the Senators from Iowa and Nebraska, who authored the earlier IDEA amendment. I just want to take their excellent idea and make it even better. My amendment would accelerate their timetable and mandate 40-percent Federal funding for the cost of special education in 2 years instead of waiting for 6 years. Why? Because this promise was made 25 years ago when the Federal mandates under IDEA were enacted.

Congress then promised the State and local school districts that the Federal Government would pay for 40 percent of their costs. A quarter century later, Federal funding for special education costs average 12 percent nationwide, only 9 percent in my home state of Minnesota. That broken promise affects every schoolchild and every school in Minnesota and, I expect, our entire country. Since every school child is entitled to special education services according to each child's needs, those missing dollars must, in Minnesota, be taken away from other funding for regular education programs. Every student in Minnesota gets shortchanged because the Federal Government has not kept its promise.

Now, I'm told that I may be asked: Where will this money come from? Well, Mr. President, I'm a brand new Senator, and this is my very first amendment on the Senate floor. So, I'll admit my ignorance. But, I cannot for the life of me, figure out how, in a budget which projects a $5.6 trillion surplus during the next ten years—$2.1 trillion for so-called discretionary spending—there isn't enough money for special education.

Later today, I'm told, we will be voting on a $1.35 trillion tax cut. Where will that money come from? From the American Taxpayer, that's for sure. So, I'm asking you to consider the following: Are you willing to ask the American Taxpayer, are you willing to share this surplus with America's neediest children? I'm confident that, in Minnesota, the answer would be overwhelming "Yes." Yes, there is enough money available to us for tax reduction and funding for special education.

To the Members of the Senate today, and to the House and Senate conferences: Can't you find room in your hearts and in your budget to fulfill a twenty-five year broken promise to the children of America with disabilities and with special needs. And to the dedicated teachers who devote their lives to reaching and teaching them.

We have the money to fund this commitment. This is not a budget decision. This is a values decision. This is a priorities decision.

If we aren't willing to finally fulfill a twenty-five year broken promise to America's school children with a small surplus, a $5.6 trillion surplus, then we have no one to blame, but ourselves.

Mr. President, I urge adoption of my amendment.

The ACTING PRESIDENT pro tempore. The time of the Senator has expired.

Mr. DAYTON. I yield the floor.

The ACTING PRESIDENT pro tempore. The Senator from Massachusetts is recognized.

Mr. KENNEDY. Mr. President, I regret that I will have to oppose the amendment by Senator DAYTON. I agree with the intent—to fully fund IDEA as quickly as possible—but it does it too quickly and undermines the Hagel-Harkin amendment that was already passed on this bill. The Hagel-Harkin amendment provides the full funding in 6 years. That is a reasonable yet ambitious timeframe, and it has bipartisan support.

I commend Senator DAYTON for his dedication to provide full funding, but I don't think it can be done in 2 years, so I will oppose the amendment in order to preserve the bipartisan commitment to fully fund IDEA in 6 years as prescribed in the Hagel-Harkin amendment.

The ACTING PRESIDENT pro tempore. The Senator's time has expired.

The Senator from Vermont.

Mr. JEFFORDS. Mr. President, the Senator from Minnesota returns us to a very important issue that we discussed at some length at the outset of the bill before us. Like the Hagel-Harkin amendment which was adopted and incorporated as part of the pending substitute, the amendment would convert the Individuals with Disabilities Education Act to a mandatory spending program.

Unlike the amendment we adopted 2 weeks ago, the Dayton amendment would provide for full funding of IDEA in 2 years. While I fully support that goal, I believe it is too ambitious a timetable.

As we have seen in vote after vote over the past 2 weeks, the Senate believes there are several important funding priorities in education ahead. Neither the budget we adopted nor any budget we are likely to adopt in the future can accommodate the increase the Senator seeks. Yet at the same time we need to fully fund IDEA, we also need to meet our obligation under title I for teacher training, recruitment, and retention, for afterschool care, early education, and a host of other priorities.

So while I support the goal, I think the path taken by the Hagel-Harkin amendment is more reasonable and still very ambitious. I believe we can keep it, and I urge my colleagues to vote against the Dayton amendment.

I yield back the remainder of my time.

The ACTING PRESIDENT pro tempore. The question is on agreeing to the amendment. The yeas and nays have been ordered. The clerk will call the roll.

The legislative clerk called the roll.

Mr. REID. I announce that the Senator from Georgia (Mr. CLELAND) is necessarily absent.
The ACTING PRESIDENT pro tempore. Are there any other Senators in the Chamber desiring to vote?

The result was announced—yeas 34, nays 65, as follows:

[Rollcall Vote No. 110 Leg.]

YEAS—34

Akaka
Baucus
Bayh
Boxer
Breaux
Cantwell
Clinton
Conrad
Corzine
Daschle
Dayton
Dodd

Dorgan
Durbin
Edwards
Feinstein
Hoeven
Inouye
Johnson
Kerry
Levin
Lincoln

Murray
Nelson (FL)
Nelson (NE)
Sarbanes
Schumer
Stabenow
Torricelli
Wellstone

NAYS—65

Allen
Bennett
Biden
Bingaman
Bond
Brownback
Bunning
Burns
Byrd
Campbell
Carnahan
Carper
Chafee
Chambliss
Cooper
Collins
Craig
Crapo
DeWine
Domenici
Ensign
Enzi

Feingold
Frist
Graham
Graham
Greenspan
Gregg
Harkin
Hatch
Hays
Hutchison
Hutchison
Jindal
Jeffords
Jeffords
Kennedy
Kerry
Kohl
Kyl
Landrieu
Lott
Logan

McCain
McConnell
Mikulski
Nelson (WI)
Nichols
Roberts
Sanford
Shelby
Smith (NH)
Smith (OK)
Snowe

Specter
Stevens
Thomas
Thompson
Thurmond
Voinovich
Warner
Wyden

NOT VOTING—1

Cleland

The amendment (No. 622) was rejected.

Mr. KENNEDY. Could we have order, Mr. President? We have another amendment now that we intend to vote on. There is a brief moment or two of explanation, and I think the Members should have the opportunity to listen to the proponents of it. Could we have order?

The ACTING PRESIDENT pro tempore. The Senate will be in order. Senators please take their conversations off the floor.

AMENDMENT NO. 443

The ACTING PRESIDENT pro tempore. Under the previous order, there will now be 3 minutes for explanation prior to a vote on or in relation to the Voinovich amendment No. 443.

The Senator from Ohio.

Mr. VOINOVICH. Mr. President, according to the experts, focusing on the earliest years of a child’s life can make the greatest difference in that child’s development and learning. One program we all know that makes a difference is Head Start.

In my State, we think so much of Head Start, that when I left office as Governor, Ohio was the only State in the Nation where every eligible child whose parents wanted them to be in the program had a slot open to them.

Unfortunately, Head Start programs typically have hard time recruiting teachers with a bachelor’s or a master’s degree generally because of the pay differential between Head Start teachers and elementary and secondary school teachers.

For example, in Ohio today, only 11.3 percent of Head Start teachers have a bachelor’s degree. Nationally, it is 22 percent. That needs to change.

The amendment Senator FEINSTEIN and I have offered is designed to encourage college students working on a bachelor’s or a master’s degree to become a Head Start teacher.

In exchange for a 5-year teaching commitment in a qualified Head Start program, a college graduate with a bachelor’s degree or a master’s degree could have up to $5,000 of their Federal student loan waived.

President Bush has pledged to improve the cognitive components of Head Start, and to do that, we have to have better teachers.

Hopefully, the $5,000 incentive in our amendment will help us reach the President’s goal of no child left behind.

I urge my colleagues to support our amendment.

I yield the remainder of my time to the Senator from California.

The ACTING PRESIDENT pro tempore. The Senator from California is recognized.

Mr. FEINSTEIN. Mr. President, I am pleased to co-sponsor this amendment with Senators VOINOVICH, BAUCUS, COCHRAN, LANDRIEU, MURRAY, and CORZINE.

This amendment is simple. We are merely trying to expand the current Federal loan forgiveness program to include Head Start teachers. Elementary and secondary school teachers currently benefit under the Federal loan forgiveness program. We think that Head Start teachers should be afforded the same opportunity.

In exchange for 5 years of teaching, Head Start teachers could have up to $5,000 of their Federal student loans forgiven. By offering Head Start teachers the same benefit, I believe, we will encourage more college graduates to enter the field.

New educational requirements were included in the 1998 reauthorization of the Head Start Program. By 2003, 50 percent of Head Start teachers will be required to have an associate or 2-year degree, a bachelor’s, or an advanced degree.

How can we ask low-paid Head Start teachers to go back to school to finish their bachelor’s or college students to enter the field if we cannot even offer them the same loan forgiveness already afforded to elementary and secondary school teachers?

Head Start is one of the most important Federal programs because it has the potential to reach children early in their formative years when their cognitive skills are just developing.

I believe we must continue to improve the cognitive learning aspects of the Head Start program so that children learn to count numbers from 0 to 10, to recognize sizes and colors, and to recite the alphabet. To ensure cognitive learning, we must continue to raise the standards for Head Start teachers.

Offering Head Start teachers similar compensation for their educational achievements and expenses afforded to other teachers is one step to encouraging college graduates to become Head Start teachers.

I urge my colleagues to support this amendment.

Mr. BAYH. Mr. President, I rise today to applaud the Senator from Ohio for his recognition of the need to provide incentives to attract individuals to the worthy cause of teaching in the critical early years of learning. As Senator KENNEDY has already noted, we have over 100 amendments, totally to this legislation which are not germane.

While I support many of these amendments, including the Voinovich amendment on loan forgiveness for Head Start teachers, I think that it is important that the Senate stay focused on the reauthorization of the Elementary and Secondary Education Act. I look forward to debating and supporting the Senator from Ohio during the debate on the reauthorization of the Head Start program.

I express my support for Senator KENNEDY’s efforts to keep this education bill from languishing under the load of non-germane amendments.

The ACTING PRESIDENT pro tempore. The Senator’s time has expired.

The Senator from Massachusetts.

Mr. KENNEDY. Mr. President, I am going to support this amendment as an amendment on the reauthorization of the Head Start bill. Currently, we are providing loan forgiveness now for elementary and secondary teachers when they go into underserved areas. We also had an offset on that. This amendment does not have an offset. We ought to get rid of the offset. It ought to be on the Head Start bill.

Also, we are trying to keep only germane amendments in this bill. This is not germane. We have 100 amendments which are not germane, many of which I am sure my friends agree with. But on this particular occasion, I hope this will not be accepted.

The ACTING PRESIDENT pro tempore. The Senator from Vermont.

Mr. JEFFFORS. Mr. President, I agree with the statement just made by my friend from Massachusetts.

Senator VOINOVICH has been a leader—both as Governor and as a Senator—in recognizing the critical need to improve the quality of the care and education we provide to our youngest children. The amendment he offers with Senator FEINSTEIN would address this vital issue.

My colleagues are absolutely correct that the key to a child’s achievement in elementary school is found in the years prior to going to school, especially at ages 3 and 4.

But as I mentioned 2 days ago during the debate on another amendment, I have agreed to oppose amendments to this bill that are not directly relevant, and, therefore, I must reluctantly oppose Senator VOINOVICH’s amendment.
Mr. KENNEDY. Mr. President, have the yeas and nays been ordered on the amendment?

The ACTING PRESIDENT pro tempore. The yeas and nays have been ordered.

The question is on agreeing to amendment No. 443.

The clerk will call the roll.

The assistant legislative clerk called the roll.

The result was announced—yeas 76, nays 24, as follows:

[Rollcall Vote No. 111 Leg.]

YEAS—76

Akaka     Dorgan     Murkowski
Allard     Durbin     Murray
Allen      Edwards     Nelson (FL)
Baucus     Feinstein     Nickles (NE)
Bennett    Fitzgerald    Reed
Biden      Graham     Reid
Bingaman   Gramm     Roberts
Boxer      Grassley     Rockefeller
Brown     Harkin     Santorum
Brownback     Hatch     Sarbanes
Bunning    Hollings     Schumer
Burr       Hutchison     Specter
Cantwell   Inhofe     Sessions
Carnahan   Inouye     Shelby
Carper     Johnson     Smith (NH)
Chafee     Kerry     Smith (OR)
Cleland     Kohl     Snow
Clinton     Lautenberg     Specter
Cochran     Leahy     Stabenow
Conrad     Levin     Stevens
Corker     Lincoln     Thompson
Daschle    Lugar     Torricelli
Dayton      McCain     Voinovich
DeWine     McConnell     Warner
Dodd       Mikulski     Wellstone
Domenici     Miller

NAYS—24

Bayh     Ensign
Baucus     Frist
Byrd    Frist     Lieberman
Campbell     Gregg     Lott
Collins     Harkin     Nickles
Craig     Helms     Thomas
Crapo     Hatchinson     Thornberry
Edwards     Kennedy

The amendment (No. 443) was agreed to.

RESTORING EARNINGS TO LIFT INDIVIDUALS AND EMPOWER FAMILIES (RELIEF) ACT OF 2001

The PRESIDING OFFICER (Mr. ALLEN). Under the previous order, the Senate will proceed to the consideration of H.R. 1836, which the clerk will report.

The assistant legislative clerk read as follows:

A bill (H.R. 1836) to provide for reconciliation pursuant to section 109 of the concurrent resolution on the budget for fiscal year 2002.

The PRESIDING OFFICER. Under the previous order, the Senator from West Virginia, Mr. BYRD, is recognized to speak for up to 30 minutes, with the time not being charged to the reconciliation bill.

Mr. KENNEDY. Mr. President, may we have order so the Senator from West Virginia can be heard. This is an enormously important issue and the Senator has thought long and hard about it. The Senator is entitled to be heard.

The PRESIDING OFFICER. The Senate will be in order. Senators will take their conversations off the floor.

The Senator from West Virginia.

Mr. BYRD. Mr. President, I thank the very distinguished Senator from Massachusetts for his thoughtfulness, his consideration. I thank the Chair. I also thank those Senators who are listening even though they must not be in this Chamber. I thank the majority leader for arranging for me to have this time without its being charged against the time on the reconciliation bill.

Mr. President, the day before yesterday, Americans turned on their television sets to see live coverage of a runaway freight train traveling through northwestern Ohio. I saw it. Many of you saw it. Nobody was at the controls and officials were failing in their attempts to stop the train. To make matters worse, the train was carrying toxic chemicals. News stations were bracing for disaster. The safety mechanisms put in place to prevent such a scenario were not working. Local and emergency personnel were left simply to block this runaway inter- sections, to issue warnings, and to let the runaway train rumble through, endangering the environment, endangering the infrastructure of whatever cities or small towns happened to be in the way, and endangering the lives of citizens.

Mr. President, the Senate, today, faces its own runaway train. These tax cuts have been on the fast track since they were first proposed in the snows of New Hampshire during last year’s campaign. A budget resolution was rushed through this body to authorize this tax cut bill, bypassing the Budget Committee, and without the benefit of the President’s detailed budget, or any analysis from the Joint Tax Committee, or the Congressional Budget Office. Senate Democrats were then excluded from the conference committee to further expedite the process.

Mr. President, I was talking with one of our new Members about the concurrent resolution on the budget, and about the fact that the members of the Budget Committee representing the minority were excluded. This was a relatively new Member in this Senate. He said, “I was disturbed by that.” But he said, “The Democrats did it when they were in power. That is what they tell me.”

Mr. President, not a word by those who say that was done by the Democrats when they were in control—not a word from the Democrats. When they were in control, never excluded the then minority from the conferences or from the committees with respect to the budget. I was majority leader and it was not in my makeup; it would be totally alien to me to exclude the minority, when I stand up so many times, as I have over the years, to say that the Senate is the protector of minorities, the Senate protects the minority’s rights.

I have read about those tales told by some Senators—often, the aides of the minority—who are presently in the minority who said: Well, BYRD did this; BYRD did this. Those Members were not even in the Senate when BYRD was majority leader. They were not here. Three-fifths of the Senate makeup today were not here when BYRD was majority leader, were not here when Senator Mansfield was majority leader, were not here when Senator Johnson was majority leader. So much for that.

The safety mechanisms that the Senate put into place to prevent such a reconciliation disaster have been disabled, and there seems little anyone can do but watch as the runaway train rumbles through, endangering our Nation’s infrastructure investments and our Nation’s fiscal soundness.

The tax cuts that are involved here—and let me say parenthetically that I like to vote for tax cuts. Over the 55 years I have been in public office, I have voted for a several tax cuts, and it is always a great pleasure to do that.

Let me say this, Senator in this body, no matter if he disagrees with me, no matter if he votes for tax cut. I respect his or her decision on that matter. I found when I was majority leader, that the Senator who hurt me by his vote saved me tomorrow. I say what I say today with great respect.

I am not against all tax cuts, but I am against this one, this colossal tax cut that is based on projections over 10 years away when we cannot even project the economy 1 year away or 6 months away. It is like the weather. These things are really unpredictable.

This is a tax cut that threatens to ignite an explosion in the national debt and blow up the economy as resources are squandered and long-term problems are ignored.

Mr. President, a few days ago, the Senate passed the FY 2002 budget resolution and even before Senators had voted, there was little reason to believe that this body would abide by the revenue levels set forth in that budget resolution. Senators were openly talking about how tax cuts would eclipse those authorized in the budget resolution.

In other words, Mr. President, that budget resolution was a sham. Its primary purpose was to authorize a reconciliation bill by which this body would pass a massive tax cut bill that could not be passed as a free standing bill. This $1.35 trillion tax cut could not be passed in this Senate as a free standing bill.

One of the FY 2002 budget resolution allows the Republican leadership to bring this massive $1.35 trillion cut bill to the floor as a reconciliation bill. And why is it so important to that leadership? Because section 103 permits the Republican leadership to bring the tax cut bill to the floor at most, 20 hours of debate. And reconciliation allows time to be yielded back on a nondebatable motion. Section 103 makes sure that the Senate would not be filibustered. So section 103 makes sure that will be enough to pass the tax cut bill.

In other words, Mr. President, the most important feature of the budget
not intend the reconciliation process to be used for a large tax cut. That was called the Budget Reform Act of 1974. Well, if it was called, as it was, the Budget Reform Act, surely it did not intend to be used to pass colossal tax cuts.

The intent in creating the House and Senate Budget Committees, the Congressional Budget Office, and the budget and reconciliation process was to assert Congress prerogatives in the budget process. There was concern in the Congress the power over the purse. That is a power for which our English forbears fought and spilled their blood at the point of the sword, to wrench from tyrannical monarchies the power of the purse and place it in the hands of the people’s elected representatives in the House of Commons.

Yet, in the recent years before the passage of this Budget Act—I was here. I was here. I didn’t just read about it; I was here; Senator Kennedy was here; Senator Breaux was here; Senator Dole was here. In the recent years before the passage of the Budget Act, the power of the purse was being usurped more and more by the executive branch. There were deferrals of appropriations; there were rescissions. Who was responsible? The Chief Executive. And so Congress got its belly full of that and passed the reconciliation process. The Budget Reform Act was established.

The reconciliation process was established to make sure that the goals set out in the budget resolution were implemented through the spending and tax bills that followed. It allowed the Congress to establish enforceable reconciliation instructions on the authorizing committees so that both spending and revenue targets would be achieved. The reconciliation bill was intended to be a tool to reconcile any differences between those goals and the final bill. Most importantly, reconciliation provided a tool to deal with persistent budget deficits.

As a deficit-fighting tool, reconciliation has proved to be quite effective. Since 1969, reconciliation bills have been passed and signed into law 14 times, resulting in trillions of dollars of savings.

Regrettably, in recent years the Senate Republican leadership has chosen to take a course that has fostered political polarization and political paralysis. The reconciliation bill was used to consider a $792 billion omnibus tax cut, targeted to the wealthy, that would have slowed the progress on reducing the debt. It was vetoed. In 2000, the reconciliation process was again used for huge tax cuts and, again, the bill was vetoed.

The desire to limit the rights of Senators—and when we limit the rights of a Senator in the chair or the Senator from Massachusetts or the Senator from Georgia or the Senator from New Jersey or the Senator from Nevada or the other Senators—we limit the rights of the people they represent. Limit my rights in this body and you limit 1.8 million West Virginians’ rights in this body.

In both 1999 and 2000, the appropriations process ended with large omnibus appropriations conference reports that were unamendable and contained bills in issues that had never been before the Senate.

What are we doing to the Senate process? What are we doing to the legislative process? What are we doing to the rules and precedents of the Senate? We are ignoring them. We are making them irrelevant.

In the Consolidated Appropriations Act for fiscal year 2000, five appropriations bills were included, along with numerous non-appropriations bills such as a State Department Authorization bill, arms control compliance legislation, and Superfund recycling rules. Last year, three bills were included in the Consolidated Appropriations Act for Fiscal Year 2001 along with Medicare and Medicaid reforms and new tax cuts. In the recent years, the reconciliation process has been taken up in this Senate.

Now this is no way for the Senate to take care of the Nation’s business. We should do better. All of us, majority and minority alike, should seek to protect the institution of the Senate. This Senate is going to be here long after the Presiding Officer has served his hour in the world; $929 for every man, woman, boy, and girl in the world; $929 for every man, woman, boy, and girl in the world!”

The people are entitled to ensure that complex bills have a thorough debate. The people are entitled to pass before midnight of this black day.

This is a bear trap. This bill could squander potential surpluses on a $1.35 trillion tax bill that was vetoed. In 2000, the reconciliation bill was used to consider a $792 billion omnibus tax cut. Senator Howard Baker was the majority leader and Senator Stevens for joining with me in reasserting, reinitiating, rule XXVIII last year.

This year the Senate approved my amendment to the budget resolution to extend debate on the reconciliation bill to 50 hours and to call vote-aromas to ensure that amendments were printed in the Congressional Record for all Senators to see.

So, my amendment was dropped during the closed-door conference between the two Houses. Senators should have an opportunity at length to debate and to amend the tax cut legislation.

Why is the Republican leadership insisting on using the reconciliation process for tax cut legislation? What are they afraid of? The Republican leadership did not hide behind a reconciliation bill for President Reagan’s tax cut. Senator Howard Baker was the
majority leader at that time. They didn’t hide behind a reconciliation. They brought it up as a freestanding bill.

In 1981, President Reagan sent to Congress a large tax cut proposal and named the proposal the Tax Cuts. The Congress used the reconciliation process, the Omnibus Budget Reconciliation Act of 1981, to debate the spending cuts. The tax cuts, however, were fully debated as a freestanding bill, the Economic Recovery Tax Act, and not depending on reconciliation. There were 118 amendments debated over 12 days. What a difference.

The American people elect their representatives to come to Washington to debate the issues that affect their daily lives. They did not elect Senators to be rubberstamped. That is why I say to every Senator, every new Senator: Remember one thing. You don’t serve under any President. You serve with the President.

I have served with 11 of them, counting the current one. The Senate is not a quivering body of humble subjects who must obey. They only must obey the President who prevails. We should not short circuit debate on a bill that will hit home in the pocketbook for decades to come.

In the Federalist No. 10—there were 85 Federalist Papers, I urge Senators to read these Federalist Papers again. Let me read from the Federalist No. 10 by Madison. Listen to what he said and apply it to today’s Senate:

Complaints are everywhere heard from our most respectable and virtuous citizens, anarchy, the friends of public and private faith, and of public and personal liberty; that their governments are too unstable; that the rights of property, of the good government of property, and of the public good is disregarded in the conflicts of interest; that measures are too often decided, not according to the rule of law, but by the superior force of an interested and corrupting influence; and that measures are too often decided, not according to the rule of law, but by the superior force of an interested and corrupting influence.

That was James Madison speaking, and it sounds as if it were written only yesterday.

After 6 years of divided government, President Bush promised that he would be a unifier. The President has said that he wants bipartisanship. He has said that he has faith in his plan. If those statements are true there is no need to hide behind the iron wall of reconciliation. Webster defines reconciliation as a restoration of friendship or harmony. Let us not use the reconciliation process to divide and polarize this Congress. Now is the time to hear all the voices and build consensus among ourselves and among our people. The American people expect and deserve a full debate.

How much time do I have remaining, Mr. President?

The PRESIDING OFFICER. The Senator has 2 minutes 45 seconds.

Mr. BYRD. Mr. President, if this tax cut is such a good idea, why don’t we take the time to debate it? Why don’t we debate these tax cuts at length, if this is such a good idea?

I say to you, Senators, your votes are going to have consequences. We don’t even know yet what the review of the military services and the Defense Department will cost. We don’t yet know the cost. That is still out there to be heard from. We don’t have an energy policy in this country. We haven’t done anything to shore up Social Security. We have crumbling schools. We have dangerous highways. We have unsafe airports. Our people don’t have pure drinking water in many of the rural areas.

Now is the opportunity for us to do something about those things. What are we going to tell our old people, our senior citizens?

This is a red letter day for the American people. Here is the calendar. I will say it is a black day. I remember Black Tuesday, October 29, 1929, which marked the beginning of the Great Depression—Black Tuesday.

This is Black Thursday, May 17, 2001. Remember it—Black Thursday. This is a Black Thursday for the American people, a day on which we will have squandered the unalienable right of our elderly citizens to the pursuit of happiness mentioned in our Declaration of Independence.

We will have squandered the unalienable right of our elderly citizens to the pursuit of happiness by bartering for it a mess of tax potage.

Mr. President, when Aaron Burr in 1805 addressed the Senate before his departure through the Senate doors of the old Chamber for the last time, he uttered these prophetic words:

This House is a sanctuary; a citadel of law, and the rights of the minority; a laboratory, where the minds of the most enlightened and most patriotic of men are to be tested; a holy place, consecrated by the presence of the President of the United States. This House is a sanctuary; a citadel of law, and the rights of the minority; a laboratory, where the minds of the most enlightened and most patriotic of men are to be tested; a holy place, consecrated by the presence of the President of the United States.

But he also uttered these prophetic words:

This House is a sanctuary; a citadel of law, and the rights of the minority; a laboratory, where the minds of the most enlightened and most patriotic of men are to be tested; a holy place, consecrated by the presence of the President of the United States.

Mr. President, we are witnessing the demise of the U.S. Senate as our forefathers knew it and as I knew it when I came to this body. We are witnessing the demise on this day—Black Thursday and in these times. Burr’s prophetic words are before our very eyes. History will not be kind to us, nor will our children and grandchildren rise up to call us blessed.

Remember, my colleagues, May 17, 2001—Black Thursday! I yield the floor.

The PRESIDING OFFICER. I thank the Senator from West Virginia. Who yields time on the pending bill? The Senator from Florida.

Mr. GRASSLEY. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The senior assistant bill clerk proceeded to call the roll.

Mr. GRASSLEY. Mr. President, I ask unanimous consent the order for the quorum call be rescinded.

The PRESIDING OFFICER (Mr. Ensign). Without objection, it is so ordered.

Mr. GRASSLEY. Mr. President, there is, at the desk, a committee amend-
as substantial as what we now have before us. For the President of the United States, it is not substantial enough because, as we know, he proposed almost 20, 25 percent more than we are dealing with here again, the President must accept the people's overview and through the Congress. There was a compromise, a necessary bipartisan compromise on a level somewhat less than what the President proposed, but the $1.35 trillion we are dealing with in this bill.

The bill we have before us is a product of the process: The Presidential election, the extremely important leadership of a President who is committed to principle, and performing in office what he said he would do during the campaign—and that is a rarity in politics, but this President is doing it—and the legislative process in the Congress.

Compromise is always necessary in any Congress, whether it is overwhelmingly controlled by one party or the other party or whether it is evenly divided, as it is now in the Senate—absolutely evenly divided, 50 Democrats/50 Republicans, an almost evenly divided House of Representatives with the Republicans being the clear majority.

The process is pretty important. I want people to think of this process as we debate very controversial amendments over the next 2 days. The Senate Finance Committee is kind of a microcosm of the entire Senate, and perhaps people will think of the hard work Senator Grassley and my colleagues on the Republican side and almost half of the Democrats, have put into crafting this legislation. It didn't happen in one 10-hour meeting on Tuesday, when we considered all the amendments that were in dispute, about the product Senator BAUCUS and I put together. It didn't happen in 10 hours. It happened over a long period, starting about mid-January. I will refer to some of the substantial things that happened to give you are today from where we were last January.

That is not to detract from what I said about the President of the United States contributing greatly to where we are today as well, maybe not in the specifics of the bill but the overall questions—are taxes too high, and should they be reduced—the President winning on the process that they should be reduced, and now going through the process of actually giving the American working men and women the tax relief they deserve.

People will get tired of my saying it, but this is a bipartisan tax bill. My friend Senator MAX BAUCUS, ranking Democrat on the Finance Committee, worked with me to put together a package of tax cuts that would receive solid support on both sides of the aisle. We knew this would not be easy, getting the people's business done, unless it was a bipartisan product. That, again, is a reality of a 50/50 Senate.

This bill came together after the Senator from Montana and I heard from our respective caucus members about their priorities. You don't put together the biggest tax cut in two decades without considering all points of view. As we start this debate now, it is not just Senator BAUCUS and Senator GRASSLEY who are on this table, whereas maybe the situation from time to time over the last several months—every Senator, all 100, is at the table as we now consider the product of the Finance Committee and its bipartisan cooperation. That is the nature of the Senate. We talked to our members about their priorities, and then we put this product together. Two days ago, our efforts yielded the results we hoped for when we started out 4 months ago. This bill was approved by the Senate Finance Committee by a 14-6 margin, a clear demonstration of solid bipartisan support.

I hope the work that has gone into this product over the last 4 months is respected. Members might not agree with it, could they do better? Each time people are down here casting a vote—and they are going to vote yes or no—I ask my colleagues, particularly on the Republican side, to think in terms not of everything that is in here but could they have done better. If they can't do better, I hope they will show respect for the bipartisan approach we used.

More importantly, I hope they will respect the transparency that has been the hallmark of the Finance Committee's work throughout the first 4 months and the communication that has gone into this by individual Members communicating with others to say, "What do you think about tax legislation?" to get specific points of view from specific Members and, most importantly, the people on this committee as well as others outside the committee.

It was not easy to arrive at a final agreement. Among the Finance Committee's 20 members, there were many opinions on what is important. In the end, no one got everything he or she wanted, including this chairman. Most of us got something we can support. We got a bill that will reduce taxes, will bring about tax relief for American working men and women in a meaningful way, in a way that taxpayers are going to notice and notice soon—by this summer—and they then will see it in fatter wallets.

I am very pleased Senator BAUCUS and I and other members of the Senate Finance Committee have been able to put together this truly bipartisan package. It is a testament to the Finance Committee that within 1 week after the budget resolution was passed, we now are on the Senate floor to vote on comprehensive tax relief for everyone who pays income taxes in America. I hope the Senate will express—not to everyone, but to the other Members of the Finance Committee—respect for a vote of support

And so Senator BAUCUS and I sowed that seed in January and that seed sprouted. I know now it sprouted; I didn't know then that it would sprout. It needed for the middle of January and last Friday at 1:30, when we finally had an agreement.

So I conclude that whatever time I spent on this—and I am going to conclude for Senator BAUCUS, and maybe I should not do that—and whatever time he spent on that process was time well spent. Even though we are going to have honest disagreements, I hope we can be cordial and polite in this process of debate. I will have to remind myself of that from time to time as well.

Now to the process. The heart of this bill, as I said, is across-the-board tax cuts of individual income tax rates. This bill creates a new 10-percent rate that will apply retroactively to the beginning of this year. This new low rate will apply to income that is currently taxed at a 15-percent rate. So people who are hit first by the 15-percent rate now can already count going back to January 1 this year, that on their first dollars made they are not going to pay 15 percent; they are going to pay 10 percent. It will give them immediate tax cuts to millions of American taxpayers and provide an immediate stimulus to the economy.
For married persons, the upper end of the 15-percent rate bracket will be expanded to include income currently taxed at the 28-percent rate. So for those people being taxed at 28 percent, they are going to see more of their income taxed at the 15-percent rate. The current 28-percent rate will fall to 25 percent. The current 31-percent rate will fall to 28 percent. The existing 36-percent and 39.6-percent rates will be lowered to 33 and 36, respectively.

This legislation also includes immediate wealth tax relief and its eventual repeal.

This bill expands the child credit and earned-income credit, enhances pension protection and incentives to save, and creates over $30 billion in educational incentives—full deductibility of interest on student loans, deductibility on college tuition, and on educational savings accounts. It provides marriage penalty relief and relief from the individual alternative minimum tax.

Everyone in America will share in this tax cut. It is across-the-board relief for those who pay income taxes. That means that this tax cut will flow to every wallet on every Main Street in America. Over 100 million individuals and families will have their tax relief; 14 million elderly individuals will receive tax reduction, resulting in 12 million paying less tax on Social Security benefits; over 40 million couples will benefit from marriage penalty relief; 3 million couples will no longer itemize deductions as a result of the standard deduction increase; 9 million individuals and families will benefit from the increased individual retirement account contribution limits from $2,000 to $5,000; 30 million families will benefit from the increased child credit.

This is a tax bill for everyone, regardless of income level, size of family, your age, your marital status. I will give you a few examples of what we expect next year.

A married couple with two children and $15,000 in income will pay no income tax because we expanded the earned-income credit and per-child credit. This family will receive an additional $1,000 from the Government. A married couple with two children and a $90,000 income will receive an additional tax reduction of $1,050. A couple, age 65, married and filing jointly, with a $30,000 income, will have a $600 tax reduction. With one child and a $25,000 income will receive a tax cut of $400.

Keep in mind, these examples are for the year 2002, which is just the beginning of these tax savings. The tax rate cuts, child credits, and other benefits will greatly increase as they are phased in over the next several years.

I know most of us in this Senate also have personal stories about what this tax relief for working men and women will do for those same people to talk home. I will tell you about some of the people in Iowa and what this tax cut will mean for them.

Maurice Colby, Vinton, IA, retired after processing waste water for the Navy for 28 years. He works part time for his neighbor, a family farmer, during planting season. I will bet he works there during harvesting season as well. He does that to earn extra money.

As a child, he and his wife worry about expenses. Their total tax bite is tough, especially when heating fuel and high gasoline prices are considered. The Colbys usually take a driving vacation most summers but not this year. Mr. Colby told me: “It’s time for relief. It has been a long time.”

Ronald Harless, 76, and his wife Jean, 72, of West Des Moines, are retirees on a fixed income. Mr. Harless worked as a printer making telephone books. Mrs. Harless was an office worker. Mr. Harless says he lived frugally and saved his money for retirement. Despite a series of heart surgeries, he has never used the Veterans’ Administration’s health care. Tough he is a Navy veteran who landed at Normandy during World War II.

Mr. Harless says he paid taxes all of his life, has never been a drain on the taxpayers and wants to keep to that way. Mr. Harless, of West Des Moines, IA, wants to support himself and stay out of the taxpayer-funded nursing homes as long as he can. However, he says he and his wife are, in their words, “barely getting along” on their retirement income and, hence, would welcome the tax provisions of this bill to give them some needed relief.

Joseph McBride, Jr., of Fort Dodge, IA, works in sales and marketing for a food service company. His wife is a registered nurse. They have four children, ages 14, 12, 10, and 8. Mr. McBride says he would welcome a tax cut because he would like to have more money in his pocket to secure his children’s future.

He is very interested in saving money for his children’s college tuition and will see that increase from $500 up to $2,000. The tax cut will be very beneficial.

He also wants to put a little extra money in the local economy. Fort Dodge’s economy is not as good as he would like, and he wants to do his part to help it get better.

Another concern is energy costs. Mr. McBride in Fort Dodge says he remembers the recession and gas shortages during the war. Mr. Carter. Mr. McBride says he paid more money in taxes last year than he ever has. Mr. McBride is right; he did pay more taxes last year than he ever has. That is because the Federal Government’s collection of individual income taxes is now at its highest level in history.

As I have said many times, today’s tax surplus in our Federal Treasury is caused by excess collections of individual taxes.

During the height of World War II, the tax collection from individuals was 9.4 percent of gross domestic product. Today income tax collection from individuals is an astounding 10.2 percent of GDP, nearly a full percentage point above World War II. More importantly, not just a little bit above World War II, but we have seen a 50-percent increase in individual tax collections in the last 6 years, from about just a little over 7 percent of gross national product to 10.2 percent now.

I might have a chart during the debate, but I can show where the revenue into the Treasury from the estate tax have been about level for the last decade. Corporate tax revenue for the last decade. Taxes from fees and services have been about level. But we see a great spike in the individual income taxes coming into the Federal Treasury in the last 7 years.

It is beyond belief in a time of unprecedented peace and prosperity that individual tax collections exceed the level required to defend the entire world, which is what the United States Treasury. There is no political decision of what ought to be done with it. There is a lot of efficiency with a political decision, but it does not have the potential for economic growth that it will have if my constituents in Iowa spend it or invest it.

Too often Members of Congress think this is not the people’s money; this is the Government’s money. It is the taxpayers’ money, and Washington has simply collected too much of it, particularly too much from the income tax. There has been a 50-percent increase of gross national product over the last 6 years. So we are going to return this money. It is even wrong for me to say that because there is some implication that it is not money. We are going to let the American people keep more of the money they earn by passing this tax bill.

Over the next few days, we are going to have a lot of talk about population demographics and about how this tax relief for American men and women is going to compromise our national priorities. Congress has set the record straight at the very beginning. This tax relief for American working men and women in no way endangers our national priorities. The President has said that.
have said it. It is a fact. A majority of the Congress said that when they adopted our budget last week. We are here because a majority of the Congress, and a bipartisan majority of the Congress, said we ought to put more money in the pockets of working men and women than into the Federal Treasury.

The budget resolution did that. It did it through a blueprint for how the Government will fund its priorities. That blueprint provides record levels of funding for defense, prescription drugs, and defense. I want to make very clear that we pay down every dollar that is possible to pay down on the national debt over the 10 years of this budget resolution.

That blueprint also says we have more than enough surplus to enact the tax relief for working men and women that is before us in this bill today. In fact, the bill before us refunds only 24 cents of each dollar of projected surplus.

How many people who are listening now or who will read this in the paper are going to say: How come you can't do better than that? The only answer I can give them is, it is part of the process of compromise by which we work in a bipartisan way to do the people's business.

Twenty-four cents out of each dollar is hardly what I would call a risky tax measure. We are going to hear a lot of risk in tax measure from a lot of our colleagues. Risky, risky. We are going to hear people say that the projections in the budget for the next 10 years are so uncertain that we should not be giving a tax cut. This caution by my colleagues is perfectly legitimate. We ought to always be cautious on almost every public policy decision we make. But check with those same Members to see that when they want to spend more money, do they worry about whether the budget projections are accurate for the next 10 years? No, it is only when we want to let the American people keep their hard-earned money that this issue arises.

For those who want to use the word "risk," those who want to say the projections could change and want us to be cautious, the only thing I ask—it is perfectly legitimate for them to say that, but as they are talking about a new spending program that is going to spend out over the next 10 years, I encourage that same caution before people vote on that issue.

This is a responsible tax cut. We are at the highest level of individual taxation in history. It is a time to end that.

Let's also get another thing straight. This bill in no way touches the Social Security or Medicare trust fund. This is a bipartisan tax bill that represents the best thinking from both sides of the aisle. It is a victory for the process of the Senate. The problem we now face is that some people around here preach bipartisanship but then turn around and attack the bipartisan compromise reflected in this bill. They will work to obstruct this bill's enactment, and they will demean the great efforts and political risks that Republicans and Democrats alike take to reach this bipartisan agreement.

I believe we are going to see plenty of this sort of thing on the Senate floor over the next few days. I don't think it will work because today we are about doing the President's business. This bill only contains tax relief for individuals. It is not laden with favors for special interests. You cannot draft bipartisan legislation such as that very easily. I think there is some purity of cause and purity, consequently, of content.

This bill before the Senate is a historic opportunity to prove we can join together, on a bipartisan basis, as common Senators, with a common purpose, to relieve a heavy burden from the people who sent us here. The Finance Committee has shown this can be done. Our committee has done what the Constitution and the rules of the Senate require. We have led the way. I am very proud of our Members and their efforts. I urge all of us to be vigilant in our deliberations, circumspect in rhetoric. The relief ordered by this bill is too needed by too many to be demagogued by the few. America is watching. America is waiting. What America is going to see over the next 3 or 4 days in this Senate is a product of a process that started about the second or third week of January when the Senator from Montana, then for a short period of time chairman of this committee, as the Democrats controlled this body for 17 days back then, said: I would like to meet with you and talk with you about the functioning of the committee.

That was an hour and a half discussion. But some important few words were said by Senator BAUCUS on that day, which were that we could have a bipartisan tax bill if we worked at it. I thank Senator BAUCUS for that suggestion. I thank Senator STEVENS for spending so much time with me since then to make it happen. Most importantly, I thank him for his handshake at 1:30 last Friday when we had an agreement.

I thank the Senator; I yield the floor.

The PRESIDING OFFICER. The Senator from Alaska.

Mr. STEVENS. The Senator from Montana graciously agreed to let me make a short statement, and I ask for recognition.

The PRESIDING OFFICER. The Senator is recognized.

(The remarks of Mr. STEVENS are located in this RECORD under "Morning Business.")

Mr. BAUCUS. Mr. President, I ask unanimous consent that the clerks at the desk, with legislative counsel's assistance if needed, be authorized to correct the drafting of any Members' amendment that may be affected by changes in the committee amendment which the Senate just adopted.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. BAUCUS. Mr. President, I rise to enthusiastically support the committee bill. This has not been an easy bill to write. These have been tough negotiations. A lot of give and take. It is almost always the case in any matter of significant consequence. The same is certainly true now.

I might say the Senator from Iowa and along with other members of the committee, had many meetings. We took a lot of time to get comfortable with the various provisions of the bill, just to understand what they are. There was a lot of to and fro, but I might say it was all done in good faith.

This is not easy. When there are so many moving parts and it is so complicated, by definition, people have to act professionally in order to get something accomplished and that is what huge number of people. The committee chairman of the committee, who has done a yeoman's job, as well as the other members of the committee who worked hard to make this a workable bill.

I might say to all of us, we all know, when all is said and done, we must have a balanced compromise. We have to reach some agreement because we all cannot have our way in the constitutional way we as a country organize ourselves. We have to have some organization. That is basically majority rule.

Let me explain why I think this is a good bill. In the first place, I believe this is a significant improvement, from my perspective, of the bills that were proposed by the President and passed by the Congress. Most significantly, the committee bill provides a much better distribution of tax cuts. That is a matter that I think is lost upon a lot of people. The committee mark has a better, more progressive distribution of the tax cut than either the bill suggested by the President or by the House. In fact, this might raise some eyebrows. According to the Joint Tax Committee, the committee bill we all look to as the best independent analysis, the bill before us today will make the tax system more progressive than under current law—not only compared with the President's proposal, not only compared with the bill that passed the House, all the various bills that passed the House, but also compared to current law; that is, this bill is more fair in the distribution of tax cuts to payers of income taxes than current law.

That is not to say this bill is better than the President's. I would not ask Senators to vote for a bill just because it is better than it could have been. In short, I believe the standard we should apply on a tax bill is whether its merits, taking everything into consideration, the bill makes positive changes that improve our tax system and are better for most Americans. By that standard, I suggest this bill passes with flying colors.

Let me explain why. First, we create a new 10-percent bracket. This is the
single biggest piece of the bill—$438 billion over 10 years, by far the single largest component. There is a new 10-
percent tax bracket which has the ef-
fect of benefitting every single Amer-
ican who pays income taxes. Most of
the benefit goes to children and middle-income families. In fact, about 75 per-
cent of the benefit goes to people who
ever earn less than $75,000 a year. Let me re-
peat that statement. Seventy-five per-
cent of the benefit under the 10-percent bracket, the new bracket, goes to peo-
ple who earn less than $75,000 a year.

One other thing. Unlike most of the
other tax cuts in the bill, this one takes effect immediately—better yet, retroactively to the first of the year. This will not only help average tax-
payers but it also provides an economic stimulus because it puts more money in the hands of consumers.

We also expand the tax credit for families with children from $500 to $1,600 per child. And we do more. We in-
crease the amount of the credit; that is partly refundable so lower income fam-
ilies can benefit from the credit as well. We do this along the lines sug-
gested by Senators SNOWE, LINCOLN, KERRY, JEFFORDS, and BREAUX. It is a very
useful tax incentive, especially for those families struggling to keep up with college payments. Many American fami-
dies can benefit from the credit as well. We do this along the lines sug-
gested by Senators SNOWE, who is the lead sponsor of the group to get more refundability under the child tax credit.

This is a big improvement over the current law. Why? Because it means we
will increase the tax credit for 16 mil-
ion more children, I might say, com-
pared with the President’s bill; that is,
this bill provides a benefit to 16 million
more American children than the pro-
aposal of the President and the House.

But that is not all we do for lower in-
come working families. We make im-
portant reforms that expand and sim-
plify the earned-income tax credit so it is available for many more low-income working families than it is today. In
fact, the bill contains the most signifi-
cant expansion of the EITC, earned-in-
come tax credit, in many years. We
also simplify the EITC—make it much
easier for eligible families to qualify. These are huge simplification pro-
visions.

And there is more. We create new in-
centives for education. For example, we help parents set money aside for their
children’s higher education. We en-
courage employers to help their em-
ployees attend classes and earn de-
grees, and we help college students pay off their student loans—a big improve-
ment.

Because of the leadership of Senator TORRICELLI and Senator SCHUMER, we
create a new provision in the Tax Code that allows a deduction for college tui-
tion payments. Many American fami-
ilies have a hard time meeting their children’s higher education expenses. This provision is of significant help. It is not a total solution, but it goes a
long way toward helping families pro-
vide for their children’s higher edu-
cation. All in all, I think it is an edu-
cation tax incentive package of which
we can all be proud.

There is more. We include a pension tax incentive package that has strong bipar
tisan support in the Senate. We
all know that problem. Our personal
pensions have been eroded, mainly in
stocks, the market having gone from 11 percent of GDP 30 years ago to zero or even negative savings today, meaning, among other things, that people are not putting enough money away for their retirement, thereby by increasing the potential bur-
den on Social Security.

The pension provisions of the bill will help address this problem, taking an-
other step forward to addressing the baby boomer problem that we know is
coming in about 10 years.

We make it easier for workers to take their pension plans with them when they change jobs. We strengthen pension security and enforcement. We
enhance pension fairness for women. We
increase the amount of the credit that is partly refundable so lower income fam-
ilies can benefit from the credit as well. We do this along the lines sug-
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May 17, 2001
circumstances. He has been totally open. He has been totally bipartisan. He has been equally fair. In light of the fact that I oppose the process, it should not compel us to oppose the bill.

Let me turn to the substantive criticism. One criticism is that the tax cuts are back-loaded. The bill does, in fact, cut taxes more in later years than in earlier years. That is true. In large part, this is because of the constraints of the budget resolution. But there are several points to keep in mind.

First, the bill is significantly less back-loaded than the President's plan. I do not have the chart here. I think I will ask to have that chart put up. But the point is, the bill is significantly less back-loaded than the President's plan. That means these tax cuts come earlier, and the bill costs 36 percent less in the last year, in 2011, than in the President's plan.

That is significant. Yes, there is still some back-loading. Yes, back-loading is a problem we should address. But the point is, we cannot let perfection be the enemy of the good. This is better than the President's proposal.

As the chart shows—this is in the last year—we are not back-loading. The last year being 2011—the administration's bill, which is similar to the House-passed bills, would cut taxes close to $300 billion in that last year. The bill before the Senate, which is showed on the chart on the right, indicates it is about half, a little more than half, about $186 billion, cut in the last year. So it is an example of less back-loading than the President's.

I will show you another chart as well. This chart shows over the 10-year period of the bill—it is hard to see; I apologize; I am not the best color-contrast guy in the world in putting this chart together—the red line going up is the administration's bill, which is similar to the House-passed bills, would cut taxes close to $300 billion in that last year. The bill before the Senate, which is shown on the red line, is much less. It is just a smaller amount that is cut in the last year.

It is hard to see, but the blue line that is underneath it shows, particularly beginning in the year 2004, the cuts in later years are much less.

You will also notice that the blue line, though it is not really horizontal, is much more horizontal than the red line, again, showing that although there is some back-loading, there is much less back-loading in this case.

In addition, the most significant back-loading problem comes from repealing the estate tax in the year 2011. For that, and other reasons, I hope we can replace repeal of the estate tax with reform of estate tax.

Third, and this is in explaining why there is this back-loading problem—under the Byrd rule, provisions that lose revenue during the second 10 years must be sunset; that is, they must be terminated. So if we do that—and this bill does do that—we can assure that the changes that are scheduled to be made in later years can be reexamined—and must be reexamined—down the road, in light of future budgets and future priorities.

Another argument that has been made against the bill is that it is unfair. Critics say too much of the tax cut goes to people at the upper end of the income spectrum. I might say, both sides bring passion to this argument. Critics of the bill rail against cutting taxes for millionaires. On the other hand, there are those for whom the top rate of 33 percent, down from 39.6, is a holy grail.

Let's step back for a minute and just look at the facts.

First, our Nation does have a progressive Federal income tax system. According to the Joint Committee on Taxation, the top 10 percent of taxpayers today pay about 70 percent of all Federal income taxes. The top 1 percent pay about 36 percent of all Federal income taxes. Our tax system is, therefore, very progressive today. In fact, essentially is each year since 1993 up through today it has consistently been more and more progressive. Given this progressive system, a tax cut that applies across all income classes is, by definition, going to result in a larger tax cut for upper income Americans because they pay more taxes. That is just simple mathematics. That, in part, is what happens under this bill. We cut taxes across all income groups, so everyone who pays income tax today benefits, and those who pay more income taxes do, in fact, receive a larger benefit—larger, I might add, than I would prefer.

But remember, the bill does more than just cut income taxes. On that distribution point, let's take taxpayers with incomes of $25,000 or less, taxpayers with incomes of $50,000 or less, taxpayers with incomes of $75,000 or less, and taxpayers with incomes of $100,000 or less. In each of those categories, the proportion of tax reductions under the committee bill is much greater than under the administration's bill. And they vary: on average it is about 12 to 10 percent greater. Contrast that with taxpayers with incomes of $100,000 to $200,000, and taxpayers over $200,000. In both of those categories, the proportion of benefits under the committee bill is less for those taxpayers than under the President's plan.

Second, to make the basic point: This bill is more progressive because it shifts tax cuts in a greater proportion to those Americans with incomes under $100,000. What it does is slightly decrease the proportion of tax cuts for higher income Americans compared with the President's and the House bill. This bill makes the tax system more progressive.

We have also tried to cut taxes for people whose primary tax burden is not income taxes but payroll taxes. After all, about a quarter of Americans pay more in payroll taxes than income taxes. Our bill doesn't leave these people out; it brings them in.

These are the provisions that accomplish this: We expand and simplify the earned-income credit which may be the best program ever created to help low-income working families. We double the child credit and make it partly refundable so that it helps more children. We create new incentives to help low-income savers save for retirement.

I have mentioned a lot of the provisions. So what is the practical effect? The married couple with two children earning $15,000. Under the President's proposal, they wouldn't get any tax cut at all. Once our bill is fully in effect, they will get a tax cut of $1,152, very significant for lower income America's with kids.

Putting it all together, I believe the bill we are considering today is one of the best bills ever written for lower and middle income families. I will say it again: This bill is one of the best ever written for lower and middle income families. So when we talk about fairness, let's keep our eye on the ball.

Does this bill give wealthy people a tax cut? Yes, it does. But that is not the only question we should ask. There are other questions that might be more important. For example, does the bill help those who are struggling to feed their families and to pay their bills? Yes, it does. Does it help the single mom, the construction worker, the two-earner couple trying to put money away for their children's education? Yes, it does, and it helps them a lot.

So with respect, I suggest to those who say the bill is unfair, just step back a bit, take a look at the whole picture. If they do, I am confident that many, not all, will conclude that the bill deserves their strong support.

As I said at the beginning, this is not a perfect bill, but it is balanced. It is bipartisan. It is good for taxpayers. It is good for working families. It is good for the economy, and it is good for the country.

I urge Senators to support the bill.

The PRESIDING OFFICER. Who yields time?

Mr. BAUCUS. Mr. President, I yield to the Senator from North Dakota.

Mr. CONRAD. Mr. President, I thank the chairman and the ranking member for the way they have conducted the business of the Finance Committee. It has been, within the Finance Committee, a fair process. I commend them for it. The chairman and the ranking member have both reached out to Members. They have visited us. They have asked us for our opinions. We didn't necessarily agree, but they certainly listened.

The markup itself was a model of fairness. I salute the chairman for the way he conducted the markup. I was saying to my wife I don't remember a more fair markup in terms of the way it was handled. I thank the chairman for that as well.

With that said, I strongly disagree with this proposal. It is a profound
As the Comptroller General has warned us, we are headed for a circumstance we have never seen in our Nation’s history, a circumstance in which the number of people eligible for Medicare and Social Security will double in very short order. That changes the budget circumstance of our country very dramatically: In this decade, we enjoy substantial surpluses; in the next decade, we face massive deficits.

What I proposed, what colleagues on this side of the aisle favored, was to take a substantial part of these surpluses now, reduce the size of the tax cut, cut it about in half, and use that money to prepare for what is to come, to reduce this the President proposed; that would be a wiser course, a more fiscally responsible course, a more conservative course.

The back loading is in page after page of the tax bill before us. The marriage penalty and standard deduction provisions don’t take effect until 2006 to 2011. The marriage penalty, 15-percent bracket, doesn’t take effect—I am told that may have been changed over time. These are in many cases, and that is one reason a lot of us thought we ought to at least wait a couple of days to know what we are amending. I am a member of the Finance Committee, and I just learned this morning that apparently this is being moved up a year. It doesn’t take away the point that it is backloaded.

The indexing of the 10-percent bracket doesn’t take effect until 2007. The final rate cut in the upper brackets takes effect in 2007. The pushback on the Pease limit on itemized deductions doesn’t take effect until 2009. Repealing the phaseout of personal exemptions takes effect in 2009. The full-phase-in of IRA contribution limits doesn’t take effect until 2006. The full-phase-in of the child credit doesn’t take effect until 2011. The repeal of the estate tax doesn’t take effect until 2011. This is totally backloaded. That means the total cost is hidden from us in this 10-year period.

The Philadelphia Inquirer looked at this plan and wrote this editorial entitled “Tax Slashers At Work. Once started, they can’t seem to stop.” They made this observation about the Finance Committee:

Like 20 frat brothers trying to cram themselves into a Volkswagen, U.S. Senators are overstuffing their tax bill.

They pointed out:

Remember the outrage over the marriage penalty that affects many two-income couples? The Senate bill would only start to address this problem five years from now. By that time, the Bush Presidency—and a lot of money—may be over.

Mr. President, I am told this may have been moved up and it may not take effect for 4 years instead of 5. I have not seen the details. It doesn’t take away from the point that it is backloaded. The Philadelphia Inquirer said:

With other tax breaks, the bill does the opposite trick: providing tax relief right away.
then supposedly ending it a few years down the road. A tax break for college tuition is slated to die after 2006. Relief for some of those hit by the alternative minimum tax would end after 2006.

Their commentary was:

Sure, Congress is really going to let a popular tax break for the upper middle class die in an election.

The Philadelphia Inquirer says:

That is dishonest and cynical.

They go on to point out:

Another slow phase-in is the repeal of the estate tax. Congress under this proposal isn’t so intent on being generous to billionaires, it could afford to get more relief sooner to the parties sometimes genuinely injured by the inheritance tax: family farms and small businesses.

Unfortunately, much of what the Philadelphia Inquirer says is exactly right. Here is the marriage penalty relief delayed under the bill that came out of the committee until 2008. No relief does is available for those married couples who suffer the penalty of the Tax Code that is imposed on some who are married. There was no relief—nothing—for the first 5 years. Then it is phased in. That is the kind of back loading the Philadelphia Inquirer was talking about.

Then they talked about sunsetting some provisions. Alternative minimum tax relief is one of them. The alternative minimum tax is something that will affect a dramatically increased number of taxpayers under this proposal. Currently in this country, only 1 percent and a half million taxpayers are affected by the alternative minimum tax. But under this bill, by the end of the period, nearly 40 million people will be caught up in the alternative minimum tax.

Boy, are they in for a surprise. They thought they were getting a tax cut. Nearly one in every four taxpayers in America is going to be caught up in the alternative minimum tax—a complex calculation designed to keep the super-rich from getting by without paying any taxes, because they used excess depreciation, excess deductions, excess exclusions. They were getting, in cumulative total, unfair benefits. That only applies to 1.5 million people today.

Under the tax bill that is before us, that is going to mushroom to nearly 40 million people. Does anybody really believe we are going to allow this to happen? We will not happen under this bill, and it is another reason I believe it is misleading.

What does this bill do in terms of addressing that issue? It offers some help initially, but taxpayers under this proposal are right. It explodes to $790 billion, right at the time the baby boomers start to retire, right at the time the Federal Government has new responsibilities and obligations that are going to be very costly to meet. What is this bill doing to the estate tax. Under the bill from 2002 to 2011, it costs $145 billion. But what happens in the second decade that is right beyond what is captured in this bill? The cost explodes to $790 billion, right at the time the baby boomers start to retire, right at the time the Federal Government has new responsibilities and obligations that are going to be very costly to meet. And we are going to give a $790 billion benefit to the wealthiest 2 percent? Is that fair? We are going to shift that obligation on to all the American people and off the wealthiest 2 percent? It does not strike me as very fair.

That is not the only thing that is unfair about this bill, it says to the bottom 20 percent of the American people: You get 1 percent of the benefits. Those who have the lowest income in this country, the lowest 20 percent, we say to you: You get 1 percent of the benefits. That is a paltry 2 percent, the wealthiest 20 percent, we say: You get 70 percent of the benefits. That does not strike me as fair.

I know our Republican friends will say the wealthy people pay more in taxes. They do. That is certainly true. But this bill gives 33 percent of the benefits to the wealthiest 1 percent, the wealthiest 1 percent who, on average, in this country earn $1 million a year. I am glad they do. I hope very much that is what happens at some point in their life to receive $1 million a year in income. That is terrific.

That is one of the great things about the American dream. You can start with nothing in this country and you can become a person of means and do great things. You can help people through your own private resources. You can help your family. I am all for that.

When it comes to the people’s money—we have heard a lot about this, the people’s money, let’s give it back to the people. To which people are we giving it back? We are giving 70 percent to the wealthiest 20 percent. We are giving 33 percent to the wealthy 1 percent. Is that really fair? I do not think so. I can tell you, the wealthiest 1 percent do not pay 33 percent of the taxes; they pay about 20 percent of the taxes.

Our friends on the other side want to talk about only income taxes, but people do not pay just income taxes. They also pay payroll taxes. And the truth is, the fact is, 80 percent of the people in this country pay more in payroll taxes than they pay in income taxes. Yet this is just an income tax cut, and it is heavily weighted to the wealthiest among us, and it is not fair.

There has been a lot of talk that it is more fair than what President Bush proposed, and that is true; it is modestly better than what the President proposed. The President gave 72 percent of the benefits to the top 20 percent. This bill gives 70 percent of the benefits to the top 20 percent. We can say it is better than what the President proposed, but the larger truth is, it is not much better, and it is still not fair.

I do not think there is anything that shows the unfairness of this proposal better than what happens to rate reduction at the various tax brackets.

In our country, we currently have a 15-percent bracket. Those are couples making from $12,000 to $24,000 in income. That means they are earning $60,000 or $65,000 a year in gross income. Then we have a 28-percent bracket, a 31-percent bracket, a 33-percent bracket, and we have a 39.6-percent bracket. That is how these brackets are designed to be benefited by a new 10-percent rate. The 10-percent rate simply means that a couple on their first $12,000 of income will be taxed at a rate of 10 percent. That is on their first $12,000. So everybody's first $12,000—everybody’s—will be taxed at a rate of 10 percent instead of 15 percent, as current law provides. That is a benefit to every single tax bracket because everybody’s first $12,000 will be taxed at a lower level.

Interestingly enough, this bill also provides rate relief to the various brackets. It gives a 3.6 percentage rate reduction to those who are in the 39.6-percent bracket. In other words, the богу other bracket gets rate relief, but not the people in the 15-percent bracket. Is that fair? I do not think so. How many people are in that 15-percent rate bracket? This is where the real unfairness of this bill is revealed because that is where 70 percent of the American taxpayers are. They get no rate relief. That is where 69 percent of the small businesses are, They get no rate relief. All of the talk that we are going to give marginal rate relief benefits to the wealthy is the key to sayings and investment, but it only applies to the top rates. It does not apply to the 15-percent rate because this bill does not give them rate relief. It does not give the 70 percent of the American taxpayers rate relief. It does not give the 67 percent of small businesses rate relief. It reserves rate relief for those in the highest brackets.
May 17, 2001

There is something wrong with this bill, and what is wrong is it is not fair. This bill has been sold repeatedly as an economic stimulus bill, one that can provide some lift to our economy in this period of weakness. That is an interesting phrase. If one believes we ought to give economic stimulus in this year, and we passed it in the Senate. We voted for $85 billion in tax relief in the year 2001. What is in this bill is not the $85 billion for which we voted. Yes, in the stimulus package, this $3.5 trillion tax cut, is $10 billion. There is almost no stimulus out of this big package for this year.

For those who told people we are going to stimulate the economy by giving people money back in their pocket this year, this bill doesn’t do it. We voted for $85 billion of stimulus this year in the Senate by an overwhelming vote. That is not what is in this bill. They cut that back down to $10 billion in relief this year.

I go back in history and look at the record. We had the same theory at work in the 1980s. That theory was we could have massive tax cuts, we could have massive buildup in the defense spending, and it would all add up. It did not add up. The result was an explosion in debt and deficits. We quadrupled the national debt, saw a dramatic increase in budget deficits, and under President Bush got totally out of hand. We had a budget deficit of $290 billion the last year of his administration, and in 1993 we passed a package that raised income taxes on the wealthiest 1 percent and cut spending.

That package brought us back to balance. That brought us back to fiscal sanity. That brought us back to getting our fiscal house in order. That kicked off the longest economic expansion in our Nation’s history.

We are about to go back to this theory. We could have a massive tax cut, coupled with a massive buildup in defense expenditure, and somehow it will add up.

History tells a great deal. This chart shows the trends in spending and revenues from 1980 to the year 2000, a 20-year snapshot. The red line is the total outlays, the blue line is the total revenues. We can see what happened the last time we had this theory at work. In 1981, a massive tax cut was passed, massive increase in defense expenditure, and somehow it will add up. That is what happened to the expenditure line. It went up. Here is what happened to the revenue line with the massive tax cut: It went down. The deficits that were already too large exploded; the national debt exploded. It was only in 1993 when we passed a plan to reverse these lines, to reduce outlays, to increase revenues, that we were able to balance the budget and start reducing the national debt, that we were able to get our fiscal house in order and to put our country on a path of sustainable economic growth—the greatest, strongest, economic growth in our Nation’s history.

And now we are going to retest the theory that was tried in 1981: a massive tax cut combined with massive increase in defense expenditure.

I pray we don’t have the same result. Back in the 1980s, we had time to recover in the 1980s because the baby boom generation was still relatively young. But now the baby boom generation is aging and they will retire in this next decade. Then everything changes. These surpluses turn to deficits. The theory is to pass a stimulus bill; that counsels a smaller tax cut, one that is more fairly distributed, one that passes the fiscal responsibility test, one that passes the fairness test, one that does not put America in jeopardy of exploding this debt.

Here is where we are on the growth of Federal debt. In 1980, we had a gross Federal debt of $909 billion. Today, as I said earlier, we are up to $5.6 trillion. Under this plan, the debt is going to continue to go down to $3.7 trillion. I believe that is a mistake. At this time of surplus we ought to devote more of these resources to debt reduction. We ought to have a tax plan that is smaller, that takes the difference and applies it to shrinking our future economic position by reducing debt now when we have the opportunity, when we have the chance.

I believe the tax bill before the Senate flunks every test. It flunks the fiscal responsibility test because it is badly backloaded and because the national debt will grow. It flunks the fairness test because it gives the overwhelming part of the benefit to the wealthiest among us. I can’t justify it. I don’t think it is fair.

We are going to vote on this, perhaps on Monday, maybe as late as Tuesday. This is going to be a defining vote. It is an important vote. It will make a real difference to the future of this country.

I respectfully urge passage of a resolution passed by a slim vote in the Senate, 53-47, that put this scenario in place. But it did pass. That is where we are.

The great thing about our country is we are a democracy. We decide by votes. The votes of the elected Representatives of the people have decided this will be the course we pursue. I believe this bill is a profound mistake, that it would be far wiser to reduce the size of the tax cut initially, by about half, and also as much as what is proposed, maybe a little more than half, and then wait to see how events unfold.

This is an uncertain time. We can see it in the markets; we can see it in unemployment; we can see it in productivity growth not being as strong as we have previously seen. All of that, to me, counsels caution.

I hope my colleagues seriously consider opposing this plan. I think it is a risky plan, that it is a dangerous plan. It would not work out under any circumstances. No. I think we have to be very direct and very clear. It may work out just fine. It may work out and it may turn around. Things may improve. We may have more revenue than we are anticipating and that this tax cut is fully justified—not the fairness of it, but the amount of it.

No one can know that. No one can know what the next generation will be facing. We ought to be more cautious. We ought to be more conservative. We ought to reserve more of this forecasted surplus for debt reduction. We ought to reserve more of it to strengthen Social Security for the future. We ought to prepare for the baby boom generation. Then if things work out as forecasted, or if they are better than forecasted, which we all hope will be the case, we can have a tax cut of this size, maybe even bigger. But we shouldn’t lock it in now based on an uncertain forecast at a time when the economy is shaky. And we ought not to put in place a tax cut that doesn’t give a lift to this economy we have at hand.

We ought to provide stimulus now. We can afford to provide a $85 billion tax cut this year and get that money into the pockets of the American people now to strengthen the economy. That is not what this bill does. That is not what we voted for in the Senate, but that is not what this bill does. Only $10 billion of this tax cut is effective this year, the year we are in, the time when we know we have economic weakness.

I thank my colleagues for this time. I say to the chairman of the committee, thank you for the fairness with which you have conducted the debate. That is the strength of America. We have a different view of things. That doesn’t mean we don’t respect each other. I have great respect for the Senator from Iowa. I work with him frequently. I have great respect for the Senator from Montana. We work together. But on this question we have a principled and profound difference. The great thing about America is we have a chance to express those differences and to vote on them. When we are done, when that is finished, we will go on and again work together on measures that are good for our country and to our individual States.

I yield the floor.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, I will take the opportunity to address some of the issues the Senator from North Dakota addressed. I accept his graciousness about how we have run this part of the debate and how many things we work together—and I think of two: agriculture and rural health care. Those are two very important issues for our constituents.

The Senator from North Dakota has made one important point, and I mentioned it in my opening remarks. We did hear him say, as one Member who will probably say this several times today and throughout this debate, that this is a very risky road we are going down. There again, I think that caution is the responsibility of every Member of this Senate. I do not regret that he makes that caution.
On the other hand, we also appropriate a lot of money. We pass a lot of programs that obligate this Congress and the taxpayers of this country to pay a lot of money several years down the road based on the same Congressional Budget Office projections of what the future income of this Treasury is going to be.

All I would say is, if it is risky to consider this when we have tax cuts, then use the same adjectives and implore the Senate of the United States to use the same caution as we are adopting other programs down the road.

We never hear that. It is OK to pass spending bills and not worry about what the future holds; can we meet those obligations? But if we incur obligations letting the people of the country keep their tax money and decisions relating to them, then obviously that is a very different story and we hear the word “risky” used.

Another point of contention with the Senator from North Dakota deals not with the statistic he used, or not with the point he is trying to make. But when he says 2 percent of the wealthiest Americans are going to benefit by the repeal of the death tax—this is such a complicated issue to deal with, who benefits from the death tax. Our own nonpartisan Joint Tax Committee does not even figure estate tax and who benefits and who loses in the distribution tables they put out. That is because, for the death tax, the person who benefits has died. So it is ridiculous to talk about the death tax benefitting 2 percent of the most wealthy in America, because the people who made the money are gone from the face of this Earth.

There is an assumption here that may be partly correct—but I bet you would never prove if it were correct—that the people who inherit from the person who died happen to be wealthy. There is some effort by some think tanks in this town to figure that equation of distribution tables of whether we are benefiting the wealthy or the not so well off. I think it is intellectually dishonest—the Senator is not intellectually dishonest, but the people who do this figuring. If our own professional people who are non-political can’t do it, why should we listen to some think tank that is politically oriented to make that judgment for us? It is wrong. You cannot trace the money.

One other thing I ask the Senator from North Dakota to consider is that his picture of America, of the rich and the poor, just does not exist. Dividing America into the rich and the poor, as if some people are born poor and you stay poor all your life: you are born rich and you stay rich all your life—that America does not exist. It is a never-never land.

Mr. President, 150 years ago the French nobleman, De Tocqueville, who came to our country to study democracy—he was here about 3 years and wrote a lot about it—wrote:

The rich are constantly becoming poor. The rich daily rise out of the crowd and constantly returneth thither.

That was 150 years ago, and it has not changed now. All you have to do is look at the University of Michigan studies and you will find that economic status in this country is always transient. We do not have two distinct, unchanging groups in America, the rich and the poor. These are generally, as was in these graphs divided here—you know, the lowest income one-fifth, the next highest income one-fifth, the middle income one-fifth, and then the next highest income fifth, and then the very wealthy fifth, 20 percent.

Only one-half of 1 percent of the American people—year after year—are in the lowest one-fifth. So when he talks over here on the lowest 20 percent benefitting in so minuscule a fashion from this tax bill, he could be talking about one-half of 1 percent who have worked the tax bill. The other end of the scale is probably 10 percent of the people who were in that bottom one-fifth today, most of them in 1 year are going to be in other levels of income, who are going to benefit from our tax bill. Only one-half of 1 percent, I want to repeat, are in the lowest one-fifth year after year.

One-third of the lowest one-fifth rise to the second, third, fourth, or fifth quintile by next year—just 1 year away from being in that lowest 20 percent.

Mr. President, 80 percent move out of the bottom one-fifth of the bottom one-fifth move to the middle class and above, and 30 percent of those people who were in that lowest one-fifth rise to the highest one-fifth; in other words, the wealthiest one-fifth in America.

This is America. That is what America is all about, the ability to move up as you use your talents.

The other end of the scale is probably even more surprising. If you take the very wealthy one-fifth of America at any one time, the rich do not always stay rich.

That is another way of saying what De Tocqueville said 150 years ago: If you take the top 1 percent of Americans, 10 years later more than one-half had dropped out of the top 1 percent and also dropped out of even the top one-fifth.

So what we have here is an America that has always existed, never an America that was born poor and you stay poor all your life: you are born rich and you stay rich all your life—that America does not exist. It is a never-never land.

Mr. President, 150 years ago, the French nobleman, De Tocqueville, who came to our country to study democracy—he was here about 3 years and wrote a lot about it—wrote:

We have a very dynamic society, an America that is ever-changing, an America where the poor, except for one-half of 1 percent, are much better off at various times in their lives. Then, for those who are very fortunate to be born in wealth or to grow wealthy, very fortunate of them all to stay wealthy.

So I hope these things are taken into consideration as we hear about the “winners” and the “losers” because with this tax bill there are not any losers. Everybody is a winner.

I yield the floor.

Mr. President, I yield the Senator from Oklahoma whatever time he wants to consume.

The PRESIDING OFFICER. The Senator from Oklahoma.

Mr. NICKLES. First, I compliment my friend and colleague from Iowa for the comments he just made, but also for his management of the bill, as well as Senator BAUCUS from Montana.

At the end of the day, it will all together to produce a good product.

I was disappointed to hear the comments made by my friend and colleague from North Dakota criticizing the bill. I happen to disagree with many of the statements he made about this bill because he believed the rich is going to benefit from this and so on. I just disagree with it. He is entitled to his own opinion; he is not entitled to his own facts.

I want to talk a little bit about the facts and talk a little bit about what is in this bill because I think it has been mischaracterized in this Chamber. I think it is important that we know what is in the bill.

Again, I compliment Senator GRASSLEY and Senator BAUCUS for bringing us this bill today. I think this bill is a giant step in the right direction. It is not perfect. Maybe it can be made better. But I think it is important that we look a little bit at the facts. I believe the facts will show that this bill does address the wealthy and not just benefit the wealthy. I think it is a fair tax cut and weighted very much toward low-income people.

I want to speak a little bit about the statement that this is a repetition of the Reagan tax cut, and we are going to see deficits as a result of this because that is what we saw when Ronald Reagan cut taxes in 1980.

I came to this body on January 3, 1981, but I looked at the record. In 1980, total revenues to the Federal Government were $537 billion. Ten years later, total revenues to the Federal Government were double that amount: $1,032 trillion—almost exactly double. So if Ronald Reagan had these massive tax cuts, revenues to the Federal Government doubled in that 10-year period of time. He was President 8 years of that time. Certainly, you could say he was responsible for that.

The fact is, spending grew fast, so revenues grew, and grew rather substantially, doubling in that 10-year period. The problem was, spending grew faster. Maybe we should blame Ronald Reagan; maybe we should blame the Democrats and the
Republicans who were running Congress; there is plenty of fault to go around. My point is: Revenues grew.

What Ronald Reagan did was, he made a significant reduction in rates, but revenues continued to grow. He reduced the rates from 70 percent to 28 percent. He had broad bipartisan support for those tax bills, I might mention. The first bill brought it down from 70 to 50 percent, and a couple years later we passed another bill that brought the rate from 50 percent to 31 percent. I remember Senator Bradley was supportive of that bill. My point is: we brought rates down but revenues continued to grow.

I think that is also evidenced by the fact that when we reduced rates in 1997, when we reduced the capital gains rate from 28 percent to 20 percent, revenues grew.

So some people react: Wait a minute, you can’t cut rates when you reduce revenues. I disagree with that. We reduced the gains rate and revenues have grown substantially.

I want to talk a little bit about the bill before us. Does it benefit primarily the wealthy? I think not. I think it is weighted in favor of the low-income people. I will just give you a couple facts. The facts are that we take the 15-percent bracket, the people who make $12,000 or less adjusted gross income, and they pay 10 percent. That is a reduction of 33 percent. That is not stretched out over 7 years but retroactive to January 1. That is today. That is real. That is $600 per family for every family who pays taxes. That will make a difference. That is weighted toward the low income. People who make $12,000 or less get the full $600.

People who make $1 million, they get the same $600. Percentagewise, that is going to eliminate a lot of people’s tax liability, period. Millions of people will pay no income tax as a result of that change. That change is made immediately, retroactive.

I heard my colleague say there are only $10 billion of outlays or scoring for this fiscal year and that we only have a few months left in this fiscal year. But as a result of the changes we are making, a lot of people will get refunds that will have smaller withholding for the last couple months of this fiscal year; they will get a refund in April of next year. They are going to get a tax cut. It will be a tax cut for taxpayers.

What about the rest of the brackets? The rest of the brackets do not get anything as far as a rate change. All the brackets get a 1-point reduction in the rate change effective January of next year. If you figure percentagewise, that is a much greater percentage reduction in taxes for the lower income brackets than it is for the higher income brackets. Again, I think some people are trying to score points and have a significanceto them. Most people think it is ridiculous. And that does not even count the other changes that are made in the tax bill.

We have the $500 tax credit per child which is made refundable, against my advice. I do not think that is good tax policy, but it is in this bill. So if anyone is saying we are benefiting the wealthy, there is a $500 tax credit that takes people from those brackets who we are giving people money back who did not even pay taxes. That certainly is weighted toward the low-income people.

How can someone say we are not even helping this one group? That is just not right. Or that this tax bill benefits the wealthy? That is just not right. I was one of the principal sponsors of the $500 tax credit per child that we passed in 1997. That did give people tax credits. It reduced their tax liability when having kids. If they have four kids, that is $2,000 more they get to keep this year as a result of what we passed in 1997. We expand that now to 2002—next year, in January—2 more points effective.

The first $100 is effective immediately. So if a family has four kids, that would be four times $600. That would be $2,400 they would get to keep this year, that they would have reduced their taxes by. I think that would show up in a large refund for next year. But that is a tax cut benefiting primarily low-income people. Higher income people do not get that. So I just wish people would be factual.

Let’s take the upper income group. All the upper income rates get a 1-point reduction effective January of 2002—next year. When do they get another reduction under this bill? Not until 2005—for another 1-point reduction. The phase-in will show up in a large refund for next year. But that is a tax cut benefiting primarily low-income people. Higher income people do not get that. So I just wish people would be factual.

The Tax Code should be fair and equitable. That same rhetoric is employed on the death tax. We have increased the exemptions over the years and, therefore, only the top 2 percent pay the death tax. Therefore, if you cut the death tax, you are really benefiting the wealthy. That is right about the Federal government. In half of what somebody has worked their entire life for and they want to pass on to their kids? What is right about the Government saying, we want 60 percent of it; we want 55 percent of it? That is present law. Only the top 1 percent does or only the top 5 percent. So who cares? Our job in the tax policy is to redistribute wealth. We want to rob Peter to pay Paul. We have a lot more Pauls. We are going to make them happy. We are giving people Peter’s money and give it to lots of people.

Some people think the primary purpose of the Tax Code is to redistribute income so we have all these distributional charts. We have to make sure this percentilie gets their fair share of the money. They didn’t pay their fair share of the taxes, but we want to make sure they get their fair share of the money. We don’t do that with spending programs. Some people are trying to turn the Tax Code into aid for people with dependent children. I disagree. We should not use the Tax Code for spending purposes.

The Tax Code should be fair and equitable. There is nothing right about somebody working their entire life and building up a business, a farm, a ranch, or a company of some kind and they die and all of a sudden the Government says: Hey, we want half. Move over. We don’t care if you have to sell the company. We don’t care if it bankrupts the company. We want half. The Government is entitled to take half.

I think that is absolutely, fundamentally wrong.
What we are trying to do eventually in this bill is repeal the taxable event on death and say the taxable event would be when somebody sells the property. If they inherit the property and they don’t sell, they continue operating the farm, the business, whatever, as long as they operate it. If they sell it, then they pay tax, and the tax will be at the capital gains rate. It won’t be at 55 percent. It won’t be at 60 percent.

Somebody said, we don’t have the death tax rate at 60 percent. Yes, we do. If you have a taxable estate on death between 10 million and 17 million, the taxable rate is 60 percent. We get rid of that 5 percent kicker right off the bat. That is one of the things we should do in this bill. We ought to get the death tax down. We ought to get marginal rates down. Marginal rates are too high. So we have gradually reduced them. I think we are way too gradual in reducing them. But for some people in 10 years, a minute, we are doing too much for this group because we are really benefiting them, when all they get under this bill, all they get if this bill was law, and this is all we passed for the next 3 years, all the wealthier would be basically a 1 percentage point reduction next January in their rate, from 39.6 to 38.6, or correspondingly the other rates, 28 to 27, and that would be it until the year 2005. I think that is pretty pathetic. We can do better. I hope we will do better.

For some people to say that really benefits the wealthy just because a few years ago we raised your rate from 31 percent to 42.5 percent, forget about that. To reduce it by 1 percentage point, when you increased it 11.5 percent—11½ points, not percent—11½ points—now we are going to give you a great big 1 point reduction, give you one-tenth of that back in 4 years, that is a massive tax cut? I beg to differ with you.

If I discuss the Bush tax plan as it is, it is still much higher than it was under President Clinton.

I make these points. I think people need to look at the tax legislation in total. They need to look at the tax credit, the refundability of the tax credit, maybe the wisdom of that. I think that should be considered. We finally start making some real inroads on marriage penalty relief. I wish we did more, and I wish we did it faster. But, unfortunately, some people reduce the size of this tax bill.

Some people say: Wait a minute, why can’t you do marriage penalty more immediately? Because some people voted to increase the deficit resolution to reduce the size of this package from 1.6 trillion to 1.35. OK, they won. So now we have the budget resolution, and we are doing the best job we can with 1.35. We should work to pass the best bill we can with 1.35. If we had the 1.6, maybe we could do more with the marriage penalty. Maybe we could do more with the rates; we could accelerate more the rates. But we didn’t win on the budget.

A lot of rhetoric I have heard says: I want to redo the budget, fighting the budget battle. The budget battle, you lost that one. Now we are fighting the tax battle: Should we have a tax cut or not? Should we eliminate the death tax or not? Should we cut rates any? Is a 1 percentage point in the next 4 years too much for all income brackets? I don’t think so.

Let me refer a little bit on this. We didn’t cut the 15-percent rate. I mentioned in the Finance Committee, I am not going to be a Teapot Dome kind of guy and consider alternatives. Right now, we have weighted a lot of the tax cut. You have different rates. You have a zero rate which we are expanding substantially. We have the 15-percent rate, the 28-percent rate, 31-percent rate, 33, 39.6. We have reduced all those rates. Somebody said: You didn’t reduce the 15-percent rate. What you did is you took a chunk of it out and made it 10 percent.

There is another way of doing it. We could reduce the 15-percent rate, take that same amount of money, we took half the tax cut. By adjusting that, putting in the new 10-percent rate, we could reduce the 15-percent rate to 13.5. That would be a 10-percent reduction in the 15-percent rate and probably do that for the same amount of money we did by creating the 10 percent.

We would cut rates for everybody in the 15-percent bracket. That might be a better tax policy than going to 10 percent. I am willing to consider that.

In other words, there are different ways of doing this. It might come out the same dollarwise for the total bill, and it is more equitable. There are some things we can do.

This bill is not perfect. But to slam it and say we are not doing anything over here and ignoring the child credit, to ignore the fact that we are expanding the 15-percent bracket substantially for married couples, which means a lot of people can be in the 15 percent instead of 28 percent, almost a reduction of one-half on a lot of their income—that is a big change—to ignore those kinds of things would be a mistake.

I urge my colleagues to support this package. I hope we don’t have a lot of amendments. It has been pretty well balanced, if you want to look at it like that, from a political perspective. I hope we can improve the bill as we go forward. I am willing to consider a lot of class warfare rhetoric nonsense. It seems that that has been coming out lately. I don’t think it is justified. It is not becoming to the Senate.

Taxpayers are entitled to tax relief. They haven’t had it for the last couple years. Congress passed, in 1999, tax relief. President Clinton vetoed it. Congress passed a couple bills last year to eliminate the death tax and eliminate the marriage penalty. President Clinton vetoed them. Taxpayers are overwhelmingly in favor of this. We give them some relief. This bill is the first good news the taxpayers have had, certainly since 1997, and the first significant, real relief they have had in decades.

I am very hopeful and pleased that we will put this on the President’s desk, hopefully, by next Friday.

I yield the floor.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. Mr. President, the great thing about our country is we can have honest differences of opinion, and we do. The Senate Womack says he is against redistributing income through the Tax Code. That is exactly what this bill does. Only this redistributes it up.

We have a circumstance in which the wealthiest 1 percent are getting a greater share of the tax reduction provided in this bill than they pay in Federal taxes. Now the Senator wants to talk just about income taxes. People do more, and I wish we did it earlier. They pay income taxes, payroll taxes, and other taxes. The wealthiest 1 percent don’t pay 33 percent of Federal taxes—they don’t. They pay 23 percent to 26 percent in Federal taxes, but they get 33 percent of the benefit of this plan. That is not fair. It is not fair.

The Senator talks about the estate tax. The fact is, the estate tax is paid by the wealthiest 2 percent of the estates in America. We agree there is a problem with the current estate tax because it bites at much too low a level—$675,000 for an individual, $1.3 million for a couple—before you start paying any tax. That is too low given what has happened to the value of financial assets, real estate and other assets.

I have supported increasing the estate tax to $5 million for an individual, $10 million for a couple, but eliminating the estate tax is fiscally irresponsible, because the Federal Government is going to face when the baby boomers retire. It costs $750 billion the second 10 years. From where is the money going to come? The Senator from Oklahoma is going to shift that burden on to everybody else.

The tax policy is fundamentally a question of, what is the fairest way of distributing the burden in society? What is the fairest way? The Senator from Oklahoma apparently has a difference with this Senator, at least on what is fair. I don’t think it is fair to take the people’s money and give 33 percent of the benefit of this tax cut to the wealthiest 1 percent. I don’t think that is fair. I don’t think it demeans the electorate one bit to talk about it. I think it is exactly the debate the people of this country, who sent us here, expect us to have. What is the fiscally responsible thing to do? What is the fair thing to do? That is exactly what we ought to be debating.

We also have a difference on what the historical record is. The Senator goes back to the 1980s and talks about a doubling of tax receipts. But I think that is misleading because it doesn’t take into account inflation. The way to best compare what happened to revenue and expenditure in different historical periods is by looking at revenue
The bottom line is, without this fix, a couple who got married last year will have to wait until their eighth wedding anniversary to get full marriage penalty relief. I don’t believe that is right or fair. We can do better. This amendment is in attempt to do that.

My amendment is paid for by delaying the rate reductions for the top two brackets, so that the rates will drop to 35 percent and 38 percent in 2009, and to 33 and 36 percent in 2010. In essence, we are saying, put marriage penalty relief as a top priority.

AMENDMENT NO. 654

Mr. CONRAD. Mr. President, I send an amendment to the desk.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from North Dakota [Mr. CONRAD], for himself and Mr. JOHNSON, proposes an amendment by striking subparagraph (D) and inserting the following:

(8) ELIMINATION OF MARRIAGE PENALTY IN 15-PERCENT BRACKET.—

(a) In general.—With respect to taxable years beginning after December 31, 2001, in prescribing the tables under paragraph (1)–

(i) the maximum taxable income in the 15-percent rate bracket in the table contained in subsection (a) (and the minimum taxable income in the next lower income bracket in such table) shall be twice the maximum taxable income in the 15-percent rate bracket in the table contained in subsection (a) thereafter.

(b) Rounding.—If any amount determined under subparagraph (A)(i) is not a multiple of such amount so determined, it shall be rounded to the next lowest multiple of $50.

The PRESIDING OFFICER. The Senator from Montana is recognized.

Mr. BAUCUS. The Senator can offer an amendment in his name.

The PRESIDING OFFICER. The Senator from North Dakota controls 1 hour on the amendment.

The Senator from North Dakota is recognized.

Mr. CONRAD. Mr. President, I say to the managers I have no desire to take an hour on this amendment, considering the other amendments Senators desire to offer. I am prepared to go to a vote very quickly on this amendment. Perhaps others want to speak. I understand that.

I ask unanimous consent that Senator JOHNSON be shown as an original cosponsor of the amendment.

Mr. CONRAD. Mr. President, I say to the managers I have no desire to take an hour on this amendment, considering the other amendments Senators desire to offer. I am prepared to go to a vote very quickly on this amendment. Perhaps others want to speak. I understand that.

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May 17, 2001

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(3) ADJUSTMENT OF TABLES.—The Secretary shall adjust the tables prescribed under subsection (f) to carry out this sub- section, and in effect in which such adjustment results in an on-budget surplus smaller than the medicare HI trust fund sur- plus, the Secretary shall further adjust such tables to ensure that in such fiscal year the on-budget surplus is not less than such ac- count.

Beginning on page 19, strike line 8 and all that follows through page 20, line 12, and insert the following:

(1) by striking "$3,000" in subparagraph (A) and inserting in effect under subparagraph (C) for the taxable year";

(2) by adding "or" at the end of subparagraph (B); and

(3) by striking "in the case of" and all that follows in subparagraph (C) and inserting "in any other case."; and

(4) by striking paragraph (D).

(b) TECHNICAL AMENDMENTS.—

(1) Subparagraph (B) of section 1(c)(6), as amended by section 103(b), is amended by striking "other than with" and all that fol- lows through "shall be applied" and inserting "(other than with respect to sections 63(c)(4) and 151(d)(3)(A) shall be applied".

(2) Paragraph (b)(6) is amended by adding at the end the following flush sentence:}

“The preceding sentence shall not apply to the amount referred to in paragraph (2)(A).”.

(c) EFFECTIVE DATE.—The amendments made by

beginning on page 20, strike line 21 and all that follows through page 22, line 4, and insert the following:

“ELIMINATION OF MARRIAGE PENALTY IN 15-PERCENT BRACKET.—

“(A) In general.—With respect to taxable years beginning after December 31, 2001, in prescribing the tables under paragraph (1)–

“(i) the maximum taxable income in the 15-percent rate bracket in the table contained in subsection (a) (and the minimum taxable income in the next lower income bracket in such table) shall be twice the maximum taxable income in the 15-percent rate bracket in the table contained in subsection (a) thereafter.

“(ii) the comparable taxable income amounts in the table contained in subsection (a) shall be 1/2 of the amounts determined under clause (I).

“(B) Rounding.—If any amount determined under subparagraph (A)(i) is not a multiple of such amount so determined, it shall be rounded to the next lowest multiple of $50.”.”

The PRESIDING OFFICER. The Senator from Montana is recognized.

Mr. BAUCUS. The Senator can offer an amendment in his name.

The PRESIDING OFFICER. The Senator from North Dakota controls 1 hour on the amendment.

The Senator from North Dakota is recognized.

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The PRESIDING OFFICER. The Senator from South Dakota.

Mr. JOHNSON. Mr. President, I thank my colleague from North Dakota. I will be very brief.

I applaud the work Senator CONRAD has done on the marriage penalty amendment by accelerating the marriage penalty relief to begin immediately. One of the great disappointments of the pending legislation is that the marriage penalty is not phased out until the year 2005.

There are many of us who thought this was going to be one of the high-priority items we would be taking up in a tax cut bill, and yet we find nothing happens relative to getting rid of the marriage penalty for half a decade.

The offset Senator CONRAD has proposed is a delay in the phase-in of the marginal tax rates for the top two brackets, the 39.6 and 36-percent brackets. Those are families who are making roughly $150,000 a year for the 39.6-percent bracket and about $161,000 for the 36-percent bracket. This would be delayed. They would ultimately get the bracket reduction, the same as was initially proposed.

The question is, who has to wait? The people with the marriage penalty or the highest tax bracket? Somebody has to wait to fit into the tax plan, and it seems to me we ought to accelerate the marriage penalty, which benefits everyone who is married, regardless of what their income might be, and move forward with that.

Again, under this amendment, we will allow the phased-down reductions of those two top tax brackets just as was in the original bill. It is not a matter of eliminating bracket reduction, but it is a matter of having to choose, having to make a decision. We have to decide right here and now whose tax relief ought to come first. Should it be people who are, under Federal policy, being penalized for their marital status, or should the highest income people in America get their relief first and people who are being penalized for being married have to wait? To me, that is an easy decision. To me, public policy ought to encourage family stability. Public policy ought to encourage marriage, not discourage it, and in the course of trying to come up with a more equitable Tax Code, it ought to be among the very first items we address.

To delay tax relief on the marriage penalty in order to continue to quickly reduce the tax brackets on the wealthiest upper percentiles of the American public does not make a lot of sense to me.

This change would be a great benefit to married families all across South Dakota. It would affect, by slowing down the phase-in, fewer than 3 percent of the citizens of my State, but in exchange for that, they would get their marriage penalty relief as well regardless of income levels.

This is a sensible, commonsense amendment being offered by Senator CONRAD. It does nothing to the overall scope of the tax cut. It does nothing to eliminate the reductions in brackets for the top income tax brackets, but it does say, with an exclamation point, right here and now that we will make the elimination of the marriage tax penalty immediately one of our priorities.

We should not be phasing it in over the course of 5 years simply to allow the immediate reduction of tax payments by the wealthiest upper percentiles in America. That is the tradeoff. That is the balance and choice we have to make.

I applaud Senator CONRAD for his work on this amendment and hope my colleagues on both sides of the aisle will support the immediate elimination of the marriage penalty. I yield the floor.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, I yield to the Senator from Colorado what time he might consume.

The PRESIDENT. The Senator from Colorado is recognized.

Mr. ALLARD. If I may have 15 minutes.

Mr. GRASSLEY. I yield 15 minutes.

Mr. ALLARD. Mr. President, first I commend Chairman GRASSLEY for his hard work in putting this tax bill together. He has done a great job as chairman of the Finance Committee, and we all appreciate how quickly he was able to get this tax cut out of his committee. He has provided critical leadership in providing tax relief to the American people.

I reiterate, as I have time and again, the budget surplus is the people’s surplus, it is not the Government’s surplus, and it is time to refund a portion of this surplus to the people who pay the bills. They are being overtaxed, and they deserve a refund.

This bill provides that refund in the form of lower income tax rates. It repeals the death tax. There is an increase in capital gains. There is relief on the marriage penalty provisions and tax relief for education expenses. That is a good start. I am one of those Senators who thinks there could be more done and should be more done as far as the size of the tax cut, but this is a good start.

My hope is that we can continue to improve this bill in the Senate and in conference, and that we can work for more tax cuts in a second tax bill later this year.

I have two concerns with this bill. First, the bill does not cut the income tax rates far enough. There should be no higher rate, in my view, than 33 percent. All of the tax brackets should be lowered so that we have only four rates: 10 percent, 15 percent, 25 percent, and then the final level would be the 33 percent.

In my view, no one should pay more than a third of their income in Federal income taxes and the combination of the President and the House have proposed, and I am hopeful we can move to that in the conference.

The second concern I have is that this bill contains no reduction in the capital gains tax rate. I will, therefore, be offering an amendment to add this tax cut to the bill. My amendment will reduce the top capital gains rate from 20 percent to 15 percent with those in the lower brackets paying only a 7-percent rate on capital gains.

I have two versions of this amendment. One is a permanent rate cut. The other is a 2-year rate cut that should be raised revenue under the Joint Tax Committee scoring.

I cannot understand why we do not have a capital gains cut in this bill. Both parties have come together in support of immediate tax relief to stimulate the economy, and, in my view, there is no tax that could do more to stimulate the economy than a further reduction in the capital gains rate if we could cut that further. If we have the tax cut set to expire in 2 years, if we do not take advantage of the asset held by taxpayers, we have to wait to fit into the tax plan, and it could be more done and should be more done in the course of 5 years simply to allow the immediate reduction of tax payments by the wealthiest upper percentiles in America. That is the tradeoff. That is the balance and choice we have to make.

The greatest irony is we could cut the tax with no loss of revenue. In fact, a capital gains tax cut will actually raise revenue. This occurs for three reasons. First, a reduction in the tax on capital gains will, purely and simply, increase economic growth. Second, it will increase the value of capital assets held by taxpayers. Three, when the tax is cut, people will sell more capital assets. We open up the gates of commerce.

Remember, the capital gains tax is a voluntary tax. It is only paid when the assets are sold and investors are much more willing to sell capital assets when the tax rate is lower. This is not a theory. It has been proven time and again by history. Let’s reflect on a few of those historical moments.

In 1997, we reduced the capital gains tax from 28 percent to 20 percent, and many of you, I think, in this Chamber will recall clearly that the results of this would raise or lower revenues. We now have the answer. Revenue from capital gains increased dramatically after the tax rate cut. In fact, in just the 4 years since the rate cut, 1997 through 2000, the Government has received $200 billion more capital gains revenue than forecast before the tax rate. I repeat, $200 million in added revenue in just 4 years.

I call my colleagues’ attention to this chart. I have placed a copy on each Member’s desk. The chart shows for the years 1997, 1998, 1999, and 2000 the orange-yellow bars, what would have been the projected revenue from capital gains if we had not reduced the capital gains tax. The blue-green bars reflect the growth that has occurred during this same period is phenomenal. This reflects the increase in capital gains revenue, and this projected what it would have been if we had not cut capital gains. It is substantial. It is $200 billion in added revenue in 4 years.

Each time we have cut the capital gains tax rate, revenues have gone up.
This happened after the 1978 cut from 40 percent to 28 percent. It happened again in 1981 when the rate was cut from 28 percent to 20 percent. By contrast, after the 1986 tax increase, revenues actually declined.

The fiscal surplus of 1981–83, the largest in our history, was primarily a result of the tax cut I voted for in 1981. The $200 billion of added revenue exceeds the entire non-Social Security surplus since 1997.

I refer my colleagues specifically to the four years since the 1997 rate cut from 28 percent to 20 percent. In each year, you can see the revenue that was forecast before the rate cut, and then next to it the revenue that we actually received.

The revenues are virtually double the forecast after the rate cut—as I noted, $291 billion in new money in just 4 years.

The increase in revenues should make this tax cut an easy sell, but that is not the main reason that we should cut the tax rate.

The main reason is that this tax cut immediately increase savings, capital investment, and stock values.

All of this is pointed out in Monday’s Wall Street Journal op-ed by Arthur Laffer, Lawrence Kudlow, and Stephen Moore.

At this time I ask unanimous consent that this Journal article be printed in the Record at the close of my remarks.

The PRESIDING OFFICER. Without objection, it is so ordered.

(See Exhibit 1.)

Mr. ALLARD. Let me just quote from the final paragraph of this article:

"The main reason is that this tax cut immediately increase savings, capital investment, and stock values."

This is in fact the best way to ensure Tax Freedom Day. Cutting taxes across the board. Low taxes will help our economy and will also help America’s families.

I ask my colleagues to support my amendment to reduce the capital gains rate to 15 percent.

This addition will make the bill even stronger than it is now.

Adding this will stimulate the economy, increase saving and investment, and boost Federal revenues.

We should not let this opportunity pass without adding the tax cut that will do the most to restore the prosperous 4 percent to 5 percent economic growth that we experienced in the late 1990’s.

There is no reason why our economy cannot sustain high levels of economic growth.

This is in fact the best way to ensure that we can continue tax relief, pay off the national debt, improve education opportunities, and finance the Social Security and Medicare commitments that have been made to the baby boom generation.

We need a strong and vibrant economy to fully achieve our goals and realize our dreams for all Americans.

A capital gains tax cut will help us to quickly restore that strong economy.

I ask for the support of my colleagues as we move to cut the capital gains tax rate.
particularly—are just as wrong now as they were back in 1997 when the capital-gains rate was chopped to 20% from 28%. Congressional Budget Office data confirms a stunning gain in tax revenues from the lower capital-gains tax rate. Receipts more than doubled to $118 billion in 2000 from $54 billion in 1996.

In fact, revenues generated after the 1997 cut, compared to what was predicted at the time, tell an amazing story. Before the tax rate was cut to 28% from 38%, the Joint Committee on Taxation predicted that we would collect $229 billion from 1997 to 2000 from capital-gains payments. Instead, the capital-gains tax raised $172 billion over this period. In other words, the lower tax rate yielded more revenue over the four-year period than was projected if the rate had remained at 28%—a $166 billion windfall. In fact, the capital-gains tax cut was a contributor to the big and unexpected budget surpluses that emerged in the late 1990s.

We aren't suggesting this capital-gains cut led to higher productivity and capital investment. The last capital-gains cut in Washington led to higher productivity and capital investment in the foreign exchange rate that was higher because they will raise individual and small-business incentives that will raise the long-term growth potential and investment attractiveness of the U.S. economy.

RATe CUTS

But the income-tax rate cuts in the president's plan are far too backloaded (the top rate would only fall to 38% in 2002) to provide much juice for the economy right now. It's imperative that the White House stick to its guns on its planned reduction of the top tax rate to 33%, down from 39.6% today. The income-tax rate cuts are desirable because they will increase individual and small-business incentives that will raise the long-term growth potential and investment attractiveness of the U.S. economy.

In fact, if the capital-gains cut raises more revenues, as expected, then it will help finance the Bush income-tax rate reduction plan.

The phase-in of the marriage relief reduces the Bush tax reduction by the amount of the additional marriage penalty. The phase-in of the marriage relief increases the benefit of this bill to those married filing jointly two times that of someone filing single.

Income tax relief is provided for both one-earner and two-earner families. For those who want to start providing targeted income tax relief for married families earlier, where were these folks a few weeks ago when we were debating the size of the tax cut, particularly during the period on the budget? What happened when we went from $1.6 trillion down to $1.35 trillion—that was a desire more from the other side of the aisle than just a few on this side of the aisle. That is what makes it difficult to squeeze all these different, very important tax cuts into this bill. So anybody who complains about having to phase some of these things in more slowly, they could have taken hold much more quickly if we were dealing with a $1.6 trillion package rather than a $1.35 trillion package.

The phase-in of the marriage relief reflects the realities of a budget resolution, then, that is down about $300 billion.

I think, also, there is a certain amount of intellectual questioning that is legitimate in this process of a well-tailored bipartisan bill out of the Senate Finance Committee, that the Senate Finance Committee had to fit into a $1.35 trillion package, and then complaining about the phase-in being too slow.

Somehow, I doubt my colleagues who mention these things would join me in offering an amendment that would increase the tax reduction by the amount necessary to provide immediate tax relief on the marriage penalty. We do not get back to something that is a familiar part of this debate today, and will be until we get done on Monday, and that is this bill is balanced. It is balanced in fairness and equity. It is also balanced in a political way. This is a bipartisan bill.

I hope when this amendment comes up, we have strong bipartisan opposition to changing a very carefully crafted portion of the bill, the marriage penalty.

The bill also provides immediate tax reduction for all marginal tax rates as a means of helping to strengthen our economy. I want to say to the country and to Congress and to the House and Senate: We have a good tax policy of supporting the institution of marriage. If the economy is not strong, everyone, whether it is families, children, the elderly, or other groups of Americans, suffers.

The economy comes first, although I will say again, we do provide benefits for low-income married people with children right now. This is a fiscally responsible amendment to cover up the fact that many people did not answer the call when the Senate was considering marriage penalty relief last year.

This amendment harms our efforts to strengthen the economy. That is why I am urging its defeat.

I yield the floor.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. I would like to hear an explanation of how it harms the economy of the country to address the marriage penalty this year rather than next year. How does it hurt the country? How does it harm the country? How does it hurt the country to address the marriage penalty now instead of waiting 4 years?

Just the opposite is true. It strengthens the economy of the country to address the marriage penalty now and not wait 4 years. The fact is, on this side I offered a budget plan that had half as big a tax cut, but it dealt with the marriage penalty. In fact, it had more money to address marriage penalty than is in this bill. So it is not a question of whether you supported a smaller tax cut that you were then preventing addressing the marriage penalty. There are other choices to be made.

How much you provide at the top end of the income spectrum is a key issue. Here is the problem with this bill. The top 1 percent get twice as much of the benefits as the bottom 60 percent. That is the problem with this bill. If you didn't design the tax proposal in this way, you would have no problem doing what I am doing with this amendment, which is to provide marriage penalty relief starting now, not waiting, as the legislation before us does, for 4 years to do anything. The problem they have is summed up very well in this chart. The top 1 percent get 33.5 percent of the benefit of this bill. The bottom 60 percent get 15 percent of the benefit. So the top 1 percent, people on average who earn in this country $1.1 million a year, that is great; I am all for that. But they were successful. It is a great thing about America. But when we are talking about taking the people's money and giving it back to
people, I am not for taking the people's money and giving a third of it to people who are on average earning $1.1 million. That doesn't strike me as fair. That doesn't strike me as equitable. That doesn't strike me as balanced. That doesn't strike me as the way to strengthen the economy. In this amendment by damaging the balance we have in this bill between short-term stimulus and long-term stimulus because, even though these rates are phased in over the next few years, by reducing these rates, we have economic studies that show people will change their investment habits based upon the prospects and known changes of tax law. Even though the money is not in the pockets of the taxpayers who are going to be making changes of investment and spending habits, based upon the prospects of the marginal tax rates coming down that are going to be a long-term benefit to this economy—creating jobs, keeping inflation down, and strengthening the economy.

I plead with my colleagues, as they consider this legislation—it is fair to look at the equity of the bill, but the equity is between long-term stimulus, short-term stimulus, or bipartisan. We have a balance through bipartisanship, and we have a balance between long-term stimulus and short-term stimulus. So what is wrong with the amendment by Senator Hutchinson from Iowa? It isn't that he wants to do more for the rich; it is that he wants to do less for the middle class. The top 1 percent get 33 percent of the benefits. The bottom 60 percent get 1 percent of the benefits. And this is a carefully calibrated approach. It is a useful approach. It helps. But it is delayed. It is deferred. It is drawn out. What we are saying is: Look, let's address the marriage penalty now. Let's not wait 4 years before we start. And let's not wait until 2008 to fully phase it in. Let's start dealing with the marriage penalty now. I think that is fair and it does no harm to the country. It strengthens the country to do so.

I thank the Chair and yield the floor.

Mr. GRASSLEY. This legislation is a commonsense approach. Politically, it is bipartisan. In order to get anything through the Senate, you have to have that commonsense approach, something where we produce legislation that will get at least 51 votes. We have legislation here that will get a lot more than 51. So the commonsense approach that is the only approach that will help. It helps. But it is delayed. It is deferred. It is drawn out. What we are saying is: Look, let's address the marriage penalty now. Let's not wait 4 years before we start. And let's not wait until 2008 to fully phase it in. Let's start dealing with the marriage penalty now. I think that is fair and it does no harm to the country. It strengthens the country to do so. I thank the Chair and yield the floor. The PRESIDING OFFICER. The Senator from Iowa.

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I thank the Chair and yield the floor.
I would say that the Senator from West Virginia has asked for 10 minutes.

The PRESIDING OFFICER. Is there an objection?

As a Senator from the State of Kentucky, I object.

Objection is heard.

Mrs. HUTCHISON addressed the Chair.

Mr. REID. The Senator from Iowa has the floor.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. The charts behind me contradict what the President—

Mrs. HUTCHISON. Will the Senator yield?

Mr. GRASSLEY. Yes.

Mrs. HUTCHISON. I want to ask about the process. I am able to do whatever I need to do, but I am not sure what the previous objection was regarding. So do not know if it was to the offering of my amendment after Senator CONRAD's amendment, and then the votes, or if it was to the 10 minutes for the Senator from West Virginia. But if we could clarify it, then I would be able to plan, if the Senator from Iowa would help me clarify this situation.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. REID. Mr. President, we could resolve this very quickly if the Senator from Iowa would allow us to go into a very brief quorum call.

Mr. GRASSLEY. I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The bill clerk proceeded to call the roll.

Mr. REID. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. REID. Mr. President, I renew my unanimous consent request that I pronounced before the quorum call.

The PRESIDING OFFICER. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from Iowa.

Mr. GRASSLEY. Mr. President, there may be honest differences of opinion between the Senator from North Dakota and I, but when he makes the claim that this tax bill is not fair, I refer to the chart behind me.

When our legislation is passed, this bill will make the income tax system more progressive. We have heard the other side say that the upper income gets more out of the tax cuts. First, the people paying the taxes will get more tax reductions. But after this bill is enacted, the wealthy will be paying more of the taxes than they are paying now.

As we can see specifically, where the Senator from North Dakota said that the top group would be getting 33 percent of the benefit, take into consideration they are paying 35.9 percent of the total taxes today.

I have a second chart. This chart shows that the tax relief share is greatest in families earning less than $50,000. It is all because of our bill. More than half of the $750 billion that we have in rate cuts in this bill go to the new 10 percent rate.

We can see here that we have very carefully tried to craft a bill that is progressive and retains the progressive tax system.

About the President's proposal, we are not dealing with the President's proposal on the floor today, as the President would like to have it. With the reality of the makeup of the Congress, it is not going to be. But let's just say that we were debating today the President's proposal that he announced in the campaign and behind which he still stands as his policy. If it were carried out, the top income people in America would be paying a higher percentage of the total income tax take of the Federal Treasury than they do today. So I don't want to hear anybody talk about the progressiveness of our tax system being diluted at all because they either this bill or the President's bill.

I yield the floor.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. Mr. President, the Senator from Iowa said that the marriage penalty, and I will—but

Mr. ROCKEFELLER. Mr. President, in the State this Senator represents, we are of moderate means. We can't afford a lot of charts. So when Senator BYRD and this Senator come to the floor, we don't usually use charts. We use whatever words we have.

I don't mean to make any big point of that. But sometimes I think charts are helpful; sometimes I think they are not. I will say this. I agree with the Senator from North Dakota that the marriage penalty—none. Are they going to be surprised. The alternative minimum tax that currently affects 1.5 million people, when this gets in place, it will affect nearly 40 million people. Boy, are they going to be in for a big surprise.

I don't think this passes the fairness test. I yield the floor.

The PRESIDING OFFICER. The Senator from West Virginia.

Mrs. HUTCHISON. Mr. President, in the State this Senator represents, we are of moderate means. We can't afford a lot of charts. So when Senator BYRD and this Senator come to the floor, we don't usually use charts. We use whatever words we have.

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The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, the Senator from Iowa would help me clarify this situation.

The one he has there now says: Tax Relief Act Makes Tax Code More Progressive. Then under that it says: First Year Tax Relief. This is a 10-year bill. This is a 10-year bill. That is the problem.

I displayed a chart earlier about all the measures that are phased in, all the things that come in later on, that benefit the wealthiest people in our country. He puts up a chart that talks about the first-year tax relief. That is not a fair measurement of what this bill does. That is what is wrong with the analysis.

This is what the bill does over the 10 years. It gives 70 percent of the benefits to the top 20 percent, and gives 1 percent of the benefits to the bottom 20 percent. It gives 33 percent of the benefits to the top 1 percent, twice as much as the bottom 60 percent receive. There is no way of disputing this. This is what the bill does. That is exactly what it does. I am not putting up a chart that just has the first year. This is not a 1-year bill.

The fact is, this bill is heavily weighted to the highest income people in the country. That is a fact. The chairman of the committee showed a previous chart that talked about how much people pay in income taxes. There is something missing from that chart, too. What is missing is payroll taxes.

The fact is, 80 percent of the taxpayers of this country pay more in payroll taxes than they pay in income taxes. Our friends on the other side just want to talk about income taxes.

They want to forget about the fact that 80 percent of the people pay more in payroll taxes. It is when you put the full picture in front of people that you see the results and the unfairness of this proposal. That is what reveals the top 1 percent get 33 percent of the benefit but only pay 20 percent of Federal taxes. That is when you include the estate taxes, the payroll taxes, the income taxes. But they don't want to talk about all the taxes people pay. They just want to talk about income taxes because that is the only thing that is being cut here—income taxes.

If we were going to be fair, we would be talking about all the taxes people pay. When we look at all the taxes people pay, we find this tax cut measure: 33 percent of the benefit goes to the wealthiest 1 percent and the bottom 60 percent only get 15 percent of the benefit. They justify it, saying, the top 1 percent pay more income taxes. Yes, they do. Absolutely. I will stipulate to that. They do pay more income taxes. But they don't pay 33 percent or 35 percent of all Federal taxes. No. They pay about 20 percent of all Federal taxes. Yet they are getting 33 percent of the benefit here. It is not fair.

That is why it flunks the fairness test. That is why it ought to be opposed. That is why we ought to defeat this, make it go back to committee and come out with something that is more fair to the American taxpayer.

I represent a State where half the people make less than $20,000 a year. They aren't going to get any benefit. They are not going to get any rate reduction—none. Are they going to be surprised. The alternative minimum tax that currently affects 1.5 million people, when this gets in place, it will affect nearly 40 million people. Boy, are they going to be in for a big surprise.
sort of a mantra: If the rich make a lot of money, then they should get a tax credit because they did make a lot of money, which goes somehow on the idea that they really struggled their way through life and stock options and other things. I don’t buy that theory.

The point, of course, is that during these last years, the pretax income of the very wealthy has been so enormous that, obviously, they have paid more taxes. But the reason is that their pretax income was so much higher. Even after they did pay their taxes, their resulting net income was much higher than it had been previously. I think that is a very important point.

I think another important point to be made, before I get to Senator Con- rad’s amendment, is that one of the things that, it seems to me, people have not focused on either in the press or, as I find it, in general conversation, is that once the Senate and the Congress, with the encouragement of the President, went to the extent that I believe we may, that is revenue for- gone, not for a period of 10 years but probably 10, 15, or 20 years.

There was a time when you could come in and say, well, we are at a cer- tain point and there is a certain reason why we have to raise taxes. I think those times have passed. The American people are not going to stand for it if we lower their taxes and then come back in 3 years, as we did after a year and a half with the balanced budget, with the hospitals and other health care facilities, and say we made a mistake; we want to change the rules. The American people won’t stand for that, nor should they.

If we want to take a stand, now is the time we need to do that. The stand should be for fairness, and this bill doesn’t meet any of those tests that I can find. I look upon the future of the country and upon the future of my State, of West Virginia, and I worry about whether or not we are all going to make this. I think we are going to be back in very substantial double-digit deficits—triple digit, quadruple digit, multiple digit. I also think that the markets are going to take a very bad signal from this. They are going to think Congress has acted, as we are acting, in a very hasty manner. The Joint Tax Committee hasn’t even scored a lot of the costs of this bill, even less discuss this matter.

The 2001 Omnibus, and we are going to vote on Monday, I presume. We really don’t know what we are voting on. Very few Senators outside of the Finance Committee, and maybe not many on that committee, are able to tell you that. So we have to amend and we think we are making substantial points, but most of this is flowing under the radar screen, under our feet, and the cost of it is going to be enormous.

I fear for that because eviscerating the Federal budget may be attractive if one wants to diminish the size and role of Government in America, but there are, after all, some things the private sector cannot do and there are things the public sector does have to do—in Medicare, health care, FAA, FBI, and border control; all kinds of programs are a part of that.

The Presiding Officer wants to see a third airport built in the State of Illi- nois. I happen to share his view. I also happen to share the view that there should be another runway built at O’Hare. Neither the Presiding Officer nor I are going to do that happily, unless there is money to make it happen.

So having divested myself of those particular thoughts, I want to say that I strongly support the Conrad amend- ment and I think we need marriage penalty relief now.

The proposal the Senator is making would make the marriage penalty available to couples in 2002. The way we did it in the Finance Committee was to make it available in 2006 and then, because of problems of scoring, et cetera, it was brought back to 2005. The point is, we are playing a budget gimmick and we are withholding something which people all over this country—couples—think they absolutely are going to have as soon as this bill is signed or, indeed, it does.

So, in a sense, we are misleading them. We are grossly distorting what we have said to them, and they don’t know it. It is only on occasions such as this when one has a chance to say it, but it is really not reported because it is not considered newsworthy. But it will be very newsworthy to the American people when they discover they do not get marriage penalty tax relief until the year 2005. That is wrong.

On the other hand, we can change it by simply saying we will take the two top tax brackets and put those off a little bit and make it available in the year 2002. That is what we promised we would do. That is what we campaigned on. That is what we discussed we would do, and we ought to do that. That is what the Conrad amendment, in fact, does—charts or no charts. It does that. I think that is right and fair.

I think the amendment is fiscally re- sponsible because it is paid for; it is offset by delaying the reductions in the two top tax brackets. So we are lev- eling with the American people, but we are also doing something that they ex- pect to happen. They know gasoline prices are going up, and they expect to pay for it. They expect gas prices to go up on their own, and they expect that a lot of things that they are paying for that they believe they should be getting a tax credit because they did make a lot of money, then they should get a tax credit—because, of course, they truly struggled their way through life and stock options and other things. I do not think that is true.

I thank the distinguished Senator from West Virginia for his comments.

The Presiding Officer. Who yields time?

Mr. CONRAD. Mr. President, I sug- gest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk pro- ceeded to call the roll.

Mr. BAUCUS. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. BAUCUS. Mr. President, this is clearly a very important debate, and we very much want to reduce taxes for the American people. We want to do it fairly. Different Senators have a dif- ferent perception of what fair is. It generally reflects their States. States are different. For some, it reflects dif- ferent ideological points of view. It is America. We all have different points of view, and we are all trying to do the best we can.

There is an old saying about statistics: Anybody can do what they want with statistics. When Senators are arguing their points, they are going to find facts and figures and use statistics that make their case better, the basic problem being in most cases Senators do not give the full picture because, correctly, they are advocating their point of view.

That must be very frustrating to the American public. Who is right? Some- body makes one set of claims; some- body else makes another set of claims. This is legislative is complex enough as it is, but when people hear different sets of numbers, they seem to be jux- taposed to one another. Who is right?
It is basically, for the reasons I indicated, because Senators tend to choose statistics that make their case, but are not broad brush and do not give a fair picture. I begin with complimenting the Senator from North Dakota. I do not know anybody in this body who has a greater command of the budget, the effects the different proposals in the budget have on the American economy, tax distribution, and all the components that go into a budget. He has charted us out in many respects, particularly in our conference luncheons on Tuesdays. We saw a lot of good charts. They are very informative. It pretty much helps the debate. It is very hard for people to hear statistics, and it is a little easier if they see charts, particularly if they can see not just a bunch of numbers but a graph which shows trends. The Senator from North Dakota has done a super job in helping to educate this body, and particularly the American public.

I want to point out a little broader picture of the lay of the land. Basically, the statistics presented by the Senator from North Dakota about the distributional effect of the bill before us, particularly in his top 1 percent—and his argument that the bill gives a greater proportion of benefits to the most wealthy compared with current law—is accurate if you include estate tax provisions. But there are lots of analyses that show it is not accurate if you exclude provisions.

Most Senators do want to include Federal estate tax reform and/or repeal. That is a fact. I know the Senator from North Dakota does.

Let me talk about the Joint Tax Committee analysis. They are the group we look to for honesty and integrity in this process. Unfortunately, they only do analyses for 5 years. They rank income categories according to groupings. Their analysis is a little different than the so-called Citizens for Tax Justice, a privately funded organization, which tends to do analyses in quintiles, rather than income brackets, like the Joint Tax Committee. According to the Joint Tax Committee, taxpayers with incomes of $200,000 or more—that is the top 4 or 5 percent of taxpayers—do not receive 33.5 percent of the benefits of this bill, as my good friend from North Dakota says. Instead, they will receive 22 percent of the $373,000, or about 33 percent of the benefits of the tax. Those are taxpayers who pay about 32 percent of all Federal taxes, not just income taxes.

In fact, if you use the same analysis used by my good friend from North Dakota, the top 1 percent of taxpayers pay 26 percent of all Federal taxes and would receive 19 percent of the tax cuts in the bill if you take out the estate tax provisions.

May 17, 2001  CONGRESSIONAL RECORD — SENATE  S5049

“For taxable years beginning in calendar
year—

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I am pointing out that when you include Federal estate tax, the analysis is more accurate, but almost every Senator wants to include estate tax reform and/or repeal. The results work out that way because clearly the most wealthy Americans get the benefit of estate tax reform and/or repeal.

In summation, the top 1 percent of taxpayers, according to the analysis by the Senator for Tax Justice, are those with incomes of $373,000 or greater, and the argument is these taxpayers receive 33 percent of the benefits of the bill.

If you look again, more deeply at the argument, the analysis presented includes estimates of the distribution of the estate tax provisions of the bill. Again, both parties, and nearly every Member of this body, support estate tax reform and/or repeal, and no matter how you do estate tax reform and/or repeal, and if we are—and most Senators are—then the statistics tend to have the result that people who also want estate tax reform complain about.

I hope that clarifies things a bit, so we at least know what we are doing. I yield the floor.

The PRESIDING OFFICER. The Senator from Texas.

Mrs. HUTCHISON. Mr. President, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDENT. The clerk will report the amendment.

The Assistant legislative clerk reads as follows:

The Senator from Texas [Mrs. HUTCHISON], for herself and Mr. BROWNBACK, proposes an amendment numbered 659.

Mrs. HUTCHISON. Mr. President, I ask unanimous consent that the reading of the amendment be dispensed with.

The PRESIDENT. Without objection, it is so ordered.

The amendment is as follows:

(Purpose: To begin the phase-in of the elimination of the marriage penalty in the standard deduction in 2002 and to offset the revenue loss)

On page 19, beginning with line 21, strike all through the matter preceding line 1 on page 20, and insert:

“(7) APPLICABLE PERCENTAGE.—For purposes of paragraph (2), the applicable percentage shall be determined in accordance with the following table:

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<td>2002</td>
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<td>2003</td>
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<td>2004</td>
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It is with great respect I offer my amendment that somewhat changes the order of the bill, although it is not a huge deviation.
Looking at their timetable, I realize how difficult it was for them to say which tax relief comes in the early years and which comes in the later years. When I decided I wanted to try to move the marriage penalty up, it was hard to find something to trade off. Everything in the early years is a very important tax cut and it represents very important tax relief for every American family.

I agree with Senator CONRAD, we should bring the marriage penalty up earlier, but I disagree with his offset. I think the cut in the tax rates for every working American is the very highest priority. I am going to offer an amendment that would bring the marriage penalty relief up to 2002, rather than beginning in 2006 as in the underlying bill. My offsets are the deductions for some of the education expenses being streamlined over a longer period of time.

In the bill before the Senate, the marriage penalty relief starts in 2006 and ends in 2010; my marriage penalty standard deduction doubling starts in 2002 and ends in 2008. It is fully effective in 2008. We have the full doubling of the standard deduction by 2008, starting in 2002. In order to achieve that, it was necessary to streamline the phasing in period of the education IRA and the education expenses that have the added deduction. The deduction would be phased in over the education expenses under my bill in 2002, would be $1,500; 2003, $2,000; 2004, $3,000; and in 2005, $5,000. Under the underlying bill, all of the deductions end in 2005. My amendment does the same.

There would be a phasing in difference and it does chip away at the phase-in of the deduction for education expenses. The tradeoff is we double the standard deduction, starting immediately in the 2002 year.

There is no doubt about it. I understand that. I have been working on marriage penalty relief for the last 4 years. We have passed it in the Senate twice, but it was vetoed by President Clinton. Today we have a chance to finally begin the process of relieving the marriage penalty.

The marriage penalty came about as an accident. Congress doesn’t mean to tax married people more than two single people. Another indicator is, if you would be taxed. But it did happen that the Tax Code has evolved so that there are more expenses. Of course, if the couple starts having children, we know there are more expenses.

We want to encourage the family. It is the family country that gives people the infrastructure they need to get through life. We want to encourage that. We certainly don’t want to do something in government policy that discourages families.

I understand that the committee did not address the marriage penalty relief earlier in the bill. Although I like all of the education deductions, I phase them in at a slower rate in order to move the doubling of the standard deduction up to the front.

I think the significant tax relief that the American people are going to get from this bill is a tribute to those who wrote it and to the President of the United States who made it his priority. I think it is very important we give tax relief. I am so pleased we are giving tax relief in the form of a tax bracket reduction for every single working American. That is why I could not go along with Senator CONRAD’s approach to doubling the standard deduction and relieving the marriage penalty in lieu of the rate cuts. Single people get the rate cut and married people get the rate cut and that is the way it should be. The proposal that I use is the biggest, highest tax relief, and that will come from the rate cuts. So I would not put the marriage penalty in front of the rate cuts. But I do put it right after the rate cuts, which is why I have chosen to go a different route from Senator CONRAD.

I am very proud that we will be giving a rate reduction to every single working American. I am proud that we are going to take away the onerous burden of the death tax so a family-owned business or a family-owned farm and family-owned ranch will not have to be sold, putting all the people who work for that family-owned business out of work, because passing our family businesses from generation to generation will keep small business strong.

It is small business that is the economic engine of America. It is not big international conglomerates that are the heart of America. We want to preserve our family-owned businesses and farms and ranches as much as we can. The elimination of the death tax is the best way to preserve family-owned businesses and farms and ranches.

All the people who work for those family-owned businesses would have job stability and not worry about being taken over by some big international conglomerate that is going to eliminate their jobs. I certainly favor the elimination of the death tax.

Doubling the child tax credit is another facet of this bill that I support fully. Everyone who has children knows how expensive it is to do for them all the things that you want to do, that would give them a better childhood. As I understand that, all those things cost money. We know that. We want to give relief through the child tax credit.

The bottom line is this is really a good bill. It is a good bill because it gives tax relief to every working American, married, parented. It gives relief to every working American, and it promotes job stability. That is important.

My amendment is not meant to in any way say the committee did not do its job. The committee did a great job. I just want to make it a little better. I hope we can bring the marriage penalty up and streamline the education deductions and thereby add more relief from the marriage penalty and try to implement the provisions in the bill. All those things are cost money. We know that. We want to give relief through the child tax credit.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. Mr. President, first of all I thank the Senator from Texas for supporting the fundamental idea of moving up marriage penalty relief, I think that most differentiate our proposals in this way.

The proposal I am offering would give the full marriage penalty relief starting immediately. The Senator from Texas would provide the relief starting immediately but phase it in over an extended period of time; we would not get the full phase-in until 2008. That would just be one of the provisions dealing with marriage penalty. As I understand it, she does not deal with the other provisions at all.

In addition, there is a difference in the pay-for. The pay-for on our side is to ask those at the highest income levels, the highest tax brackets, to simply
have their tax cut deferred for a number of years. We get to the same level over the period of the 10 years in tax rates, tax brackets. We ask the fewer than 1 percent of the people who are in the very top tax bracket and the approximately 2 percent of the people who are in the next tax bracket to defer additional reductions so we can provide marriage penalty relief starting immediately.

The Senator from Texas has a totally different pay-for. She goes after student loan interest money; she goes after the education IRA money; she goes after the alternative minimum tax money. I don't think that is the way we want to pay for this. I don't think we want to pay for moving up marriage penalty relief by going after the student loan interest money. I don't think we want to pay for marriage penalty relief by going after the education IRA money that allows people to save for the education of their children. I don't think we want to pay for the alternative minimum tax money that we already know is totally inadequate in this bill, and under this bill we are going to go from 1.5 million people being affected by the alternative minimum tax to nearly 40 million people, nearly in every family who think they are going to get a tax cut and are in for a big surprise: They are going to get a tax increase under this bill.

I hope Members will look very carefully at the fundamental difference between what we are offering to speed up marriage penalty relief—do it immediately, do it now—versus what the Senator from Texas is proposing, which is to start now but to dribble it out until the year 2008.

Is the Senator from Michigan seeking time?

I yield 5 minutes to the Senator from Michigan. Then I announce my intention to yield 10 minutes or whatever he will take to the Senator from North Dakota.

Ms. STABENOW. I thank the Senator.

The PRESIDING OFFICER. The Senator from Michigan.

Ms. STABENOW. Mr. President, I commend our Democratic leader from North Dakota, Senator CONRAD, for his outstanding advocacy for fairness in this tax bill, for fiscal responsibility, for really coming to the heart of the issue that is: How do we make sure the bulk of the tax relief in this bill goes to hard-working middle-class families, goes to the people who are working hard every day and need the relief in order to be able to translate that into more opportunities to put money into those items that are important for their families? How do we make this more fair for the majority of Americans?

I rise as someone who was a Member of the House of Representatives for 4 years, who supported the elimination of what is called the marriage tax penalty. I was a cosponsor of the Republican bill in the House of Representa-

tives and voted consistently to eliminate this penalty for reasons that have been raised by colleagues on both sides of the aisle. It makes no sense whatsoever for us to tell a married couple that they will somehow be penalized under the Tax Code for being married. That affects more than 25 million couples in this country.

At a time when we are saying an important value for our country is to be supporting marriage and family, and to make sure we are giving every opportunity for couples to succeed and families to succeed, it is crazy, in my opinion, and makes no sense whatsoever, to have this provision in place. It should have been done away with a long time ago.

My colleague from North Dakota is saying it is time to do it right away. By 2002 we need to fully provide relief for couples. We ought to say it is time to end it. It is past time to end it. We ought not say to them we are going to do it in 5 years, but we are going to place families and couples as a top priority and end this penalty now.

I think it is fair to say to the fewer than 3 percent of the taxpayers at the highest bracket that you want to delay full tax relief for yourself, those who have done extremely well. We want them to do well, but certainly those who are best able to wait awhile for a delay in their full tax relief, we are not going to ask them, the fewer than 3 percent: Delay, in order for over 25 million couples in this country to receive the relief that is long overdue. It is an issue of fairness.

I believe that when we look at what we are talking about in terms of the number of people who would benefit by this amendment, and those who are asking for a small delay, it is a question of fairness.

I also say to my colleague from Texas on the other side of the aisle, who spoke so eloquently, while I share her desire to eliminate the marriage tax penalty, I am very concerned about the tradeoff that she is suggesting we make because another important value for all of us, and for our families, is the ability to educate our children, to be able to send them to college. I am very concerned about trading off the marriage tax penalty and paying for it through a lessening of student loan interest deductions or the education IRA because again, this is how do we best support families who are having to make tough choices every day.

Let's not penalize them for being married. Let's make sure they have every opportunity under the Tax Code to be able to send their children to college, to job training, to be able to give their children every opportunity to succeed, and to be educated adults.

So that tradeoff does not make sense. What does make sense is eliminating the marriage tax penalty. We can do that this next year. We need to do that now. Families have waited long enough. It seems reasonable to ask for a small delay for less than 3 percent of the taxpayers in order to allow the majority of couples in this country to be able to get the relief that is long overdue.

Mr. President, I yield back any time I have remaining.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. Mr. President, I yield 10 minutes to the Senator from North Dakota.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. DORGAN. Mr. President, I thank my colleague for the time.

This issue, as it has been described, is about the marriage tax penalty. There cannot be anyone left in the Senate who does not understand this issue. We have debated it and debated it and debated it. Everyone stands up, almost automatically, in the Senate, and says: I am for getting rid of the marriage tax penalty. We have a tax bill that provides a vote for getting rid of the marriage tax penalty.

We have a tax bill that has now been brought to the floor of the Senate, and it says: Do you know what. We have written a bill that gets rid of the marriage tax penalty. It is similar to an employee being called into an office and the employer says: Good news. Do you know what. We are giving you a raise.

Then the employee says: When does this raise start?

The employer says: 5 years from now. But we aren't going to give it to you all at once. We'll phase it in. It starts in 5 years, and it takes 8 years to get the full amount.

Look, if we want to get rid of the marriage tax penalty as we have advertised for so many years, why would we not decide that as a part of this tax bill we are going to give real tax relief right now to middle-income taxpayers who are paying a marriage tax penalty? Why would we wait some 5 years?

I ask the Senator from North Dakota, Mr. CONRAD, in his proposal in which he says, let's make the marriage tax relief available now—and, incidentally, that is tax relief that principally affects middle-income taxpayers who have a penalty under the marriage tax—let me ask him how he would pay for moving up that tax relief so it begins effective next year, almost immediately.

How does the Senator pay for his amendment?

Mr. CONRAD. The pay-for in my amendment is to delay the rate cuts for the top two rates, the 39.6-percent rate and the 36-percent rate.

As the Senator knows, there are about 3 percent of the American people who are in those very top rates. We still give them the full rate reduction included in this legislation; we just delay it. That bill that gets rid of a significant number of people who are in the marriage penalty situation. As you know, there are 50 million couples who
have filed a joint return for the most recent year for which the full details are available, and 25 million of those couples experienced the marriage penalty. That is 25 million couples. That is 50 million people.

The legislation I am offering says: Let's start those people who have relief from the marriage penalty and do so immediately, and have the full benefits of this legislation that addresses the marriage penalty effective in the next year.

Mr. DORGAN. If I might ask an additional question, Mr. President, my understanding is that the beginning of tax relief for the top 1 percent of the income earners in this country starts immediately, but the beginning of trying to deal with the marriage tax penalty starts about 5 years from now. Is that correct?

Mr. CONRAD. Yes. Actually, overnight they changed it. It was not going to take affect for 5 years. In other words, this chart says, marriage penalty relief for middle-income taxpayers was going to be delayed until 2006; it did not do anything for 5 years. Now it has been changed and moved up 1 year. So it does not do anything for 4 years in terms of marriage penalty relief.

What are we saying is, let's do it next year. Let's make it a priority.

Mr. DORGAN. One additional question.

When will the marriage tax relief be fully effective?

Mr. CONRAD. Under the bill that is before us, not until 2008. Under my proposal, there would not be any phase-in. We would do it all the first year.

Mr. DORGAN. I know my colleague has studied economics. I have studied economics and actually taught a little economics but was able to overcome that experience.

When you study economics, you will learn about John Maynard Keynes’s saying, and we’re all dead. Right. So it is interesting this tax bill says: Look, here is what we are going to do. We are going to get rid of the marriage tax penalty, and we are going to do this and that and the other thing; and then you look at the fine print and find out that for the marriage tax penalty, they do not start getting rid of it until 2004 or 2005. I guess you say now it has been altered. It does not complete until 2008.

So you’re really talking about the long run, aren’t we? But, yes, if you happen to be earning $10 million a year in income, you are going to get immediate tax relief by a rate reduction right at the start. Right at the get-go, right at the starting line, you at the top are going to get a rate reduction. But there is not enough money to provide relief for the marriage tax penalty right away, so that is deferred 4 years, 6 years, 8 years, or, as Keynes would say, in the long run. One wonders if there is not a short run and a priority that allows us to say, look, the hard working families who are paying a marriage tax penalty, shouldn’t they be moved right to the front of the line.

Almost everyone jumps up instantly around here the minute you mention the marriage tax penalty and say: I am for getting rid of it. Count me in. I want to vote for it—except this tax bill does not do that.

Remember, John Mitchell once said: Don’t listen to what we say. Just watch what we do. That might be good advice for this marriage tax issue as well. If we are going to get rid of the marriage tax penalty. Not now we aren’t, not unless we adopt this amendment offered by Senator CONRAD. Of course we ought to adopt this amendment. If so, then I’ll congratulate him and say: Well done. I hope when the vote is cast, we will have people voting the way they have voted in the past 3 or 4 years on this issue to say: Let’s provide marriage tax penalty rate relief now.

If everyone in the Senate is true to the votes they have cast in the last 3 or 4 years on this subject, Senator CONRAD will receive 100 votes for this amendment. If so, the Senate will provide marriage tax penalty relief now.

Mr. DORGAN. If I might ask an additional question, the Senator from Texas. As you know, in terms of marriage penalty relief, that same tax bill would double the standard deduction for a married couple from what is provided single taxpayers.

The second is to deal with the fix on the 15-percent bracket so that we also are providing relief that way.

The Senator from Texas would start in the record the vote on that. Mr. NICKLES. I find it very interesting that a couple of the proponents on the Democrat side are saying, let’s repeal the marriage penalty relief, when they had a chance to do that last year on July 21 and they voted no. The Senate passed, by a vote of 60-34, a bill to eliminate the marriage penalty. We did basically the proposal that my friend and colleague, Senator CONRAD, is promoting. We passed it. Unfortunately, President Clinton vetoed it.

It is interesting to note—and I will insert in the RECORD the vote on that—Senator from North Dakota voted no last year on July 21.

Mr. DORGAN. Will the Senator yield?

Mr. NICKLES. I am happy to yield. Mr. CONRAD. The Senator from North Dakota voted against that proposal because it didn’t fix the marriage penalty. We had a better alternative proposal that gave couples the choice. The only way to eliminate the marriage penalty—

Mr. NICKLES. Mr. President, I have control of the time. The Senator can make a point, not a speech.

Mr. CONRAD. If I may conclude, the only way to eliminate all of the 60 places the Tax Code imposes the marriage penalty is to give couples a choice. That is what I supported.

Mr. NICKLES. Mr. President, to correct my colleague, the amendment he has proposed today doesn’t fix it for every category. It does what we did last year, in that we expanded the 15-percent bracket. We doubled the deduction. My point is, there is a real inconsistency between the arguments made on the floor today and the amendment they propose on the floor today and the position they took last year.
Last year we had a chance to eliminate the marriage penalty and my colleagues voted no. Now they are proposing basically the same amendment we passed and sent to the President. They are trying to put it on this bill. They had a chance to pass it last year and had it as the same law. That is my point. I wish they would have had this position last year.

One other final comment: I wish we could do more on the marriage penalty in this bill today. And we could have, if we had $15 billion to work with. The same colleagues who say we want to do more on the marriage penalty were the same ones saying we want less of a tax cut. Now they are saying, we want to get rid of the marriage penalty. But last year, unfortunately, they voted in opposition to repeal the marriage penalty.

I ask unanimous consent to print the material to which I referred. There being no objection, the material was ordered to be printed in the RECORD, as follows:

ROLLCALL VOTE No. 236, July 21, 2000
(H.R. 4810 Conference Report)

YEARS—60

Abraham Feinstein Mack
Allard Fitzgerald McCain
Ashcroft Fred McConnell
Bennett Gorton Murkowski
Biden Gramm Nickles
Bond Grassle Roberts
Brownback Grassley Roth
Bunning Gregg Santorum
Burns Hagel Sessions
Byrd Hatch Shelby
Campbell Heck Smith (NH)
Chafee, L. Hutchinson Smith (OK)
Cleland Hutchison Snowe
Coehran Inhofe Specter
Collins Jeffords Stevens
Craig Kohl Thomas
Crapo Kyl Thompson
DeWine Landrieu Thurmond
Domenici Lott Torricelli
Enzi Logan Warner

NAYS—34

Akaka Feinstein Moxman
Baucus Graham Reed
Bayh Harkin Reid
Bingaman Högers Robb
Breaux Johnson Rockefeller
Bryan Kennedy Sarbanes
Conrad Lautenberg Schumer
Daskalos Leahy Voinovich
Dodd Levin Wyden
Dorgan Lieberman Wyden
Durbin Lincoln Wyden
Edwards Mikulski

NOT VOTING—5

Boxer Kerry Murray
Inouye

Mr. NICKLES. I yield the floor.

The PRESIDING OFFICER. The Senator from Montana.

Mr. BAUCUS. Mr. President, I will make some general comments to help put this debate in context.

First of all, under this bill, who are the winners and who don't win quite so much? Under this bill, the big winners are married couples with kids. By far, they receive a greater share of the benefits of this bill, not only absolutely but proportionally.

Who does not do quite so well? Single taxpayers do not do nearly as well in receiving benefits under this bill. Who else does not do quite so well under this bill? The elderly. The elderly do not do quite as well compared with married couples under this bill. Who else? Students. Students do not do quite so well compared with married couples under this bill.

In the broad terms of things, the bill already gives a very significant tax relief, in fact, disproportionate tax relief, to married couples already.

We on the floor can decide to do still more. But if we do, it is at the expense of others. The others will necessarily be those who are the nonmarrieds by definition? They are singles. And some of them are elderly and some are students. So it will be a shift away from people already not receiving nearly as many benefits absolutely and proportionately as married couples. That is a decision we can make here. Life is full of decisions. But that is the effect of what these amendments do.

I mention one group: students. The amendment offered by the Senator from Texas will cut education to help married couples even more. These are important provisions. Let me mention what they are: expansion of education savings accounts, increasing contributions from $500 to $2,500 and also permitting withdrawal of funds for K-12 expenses; that is, kindergarten through high school, elementary and secondary expenses. That would be delayed under the amendment offered by the Senator from Texas.

What else? The bill already eliminates the 60-month limit on deductibility of student loan interest. That is a big benefit for students. Students graduate from college, most have student loans. I have forgotten the figure. The average student loan is in the neighborhood of $15,000. It is not right that we cut off interest deductibility on those loans after 60 months. This bill says, OK, we are going to eliminate that. That would limit it also for 2004 and 2005. Under the bill, above the line. She deduct for college tuition expenses. That would be delayed under the amendment offered by the Senator from Texas.

What else? The bill already eliminates the 60-month limit on deductibility of student loan interest. That is a big benefit for students. Students graduate from college, most have student loans. I have forgotten the figure. The average student loan is in the neighborhood of $15,000. It is not right that we cut off interest deductibility on those loans after 60 months. That is in the bill.

The Senator from Texas, in order to pay for more relief to married couples, eliminates that 60-month deletion. It is still current law, up to 60 months. In addition, the amendment offered by the Senator from Texas would reduce significantly the above-the-line deduction for college tuition expenses of up to $3,000 in 2002 and 2003, and under the bill above the line. She would limit it also for 2004 and 2005.

I think for the purposes of the Senate, it is important to know that the bill, as I said, doesn’t give a lot of help to students. It is fair to married couples already. I don’t think it is a good idea to take even more away from students in education expenses generally and shift it over to married couples.

I might also add, generally, there have been comments about this bill. People take potshots at the provisions of the bill dealing with solving the marriage penalty. Let me remind all of us again that this is the context of what is going on here, so we don’t get wrapped around the axle and forget the bigger picture.

Currently, more taxpayers today receive a marriage bonus than are inflicted a marriage penalty. Many more American taxpayers get a benefit under the tax law on account of being married than they receive an account of being married. What am I saying? American taxpayers, as couples, who take the income of one spouse is, say, at least 60 percent of the income of the other spouse, receive a bonus because their incomes are combined. That automatically gives them a bonus compared to filing separately.

The couples who receive a penalty today—never the other way around—tend to be couples where one spouse earns approximately the same income, within about 20 or 30 percent.

There is a marriage penalty, no doubt about it. We should do all we can to fix it, and we will. We are moving in that direction. But as we move in that direction, I remind my colleagues that we can’t do everything at the same time. We know that limitation. We have a limit here of about $1.35 trillion over 11 years. That is a limit. We would like to repeal the marriage penalty. We would like to give all the money back to the taxpayers and that’s where we want on the basis of trying to put these pieces together in a reasonable manner.

But life is choices. We in the committee, working together, have made choices that are a tradeoff of different requests by Senators telling us what they want in this bill. If you put that together, we have tried to fashion a marriage penalty provision that is geared toward middle-income taxpayers. That is why the provision is doubling the standard deduction for married couples and also doubling the 15-percent bracket for married couples. We could have done more. We could have gone to upper brackets, more wealthy Americans. We wanted the distribution to be fairer to low- and middle-income Americans. That is why this is in the bill.

I urge Senators to remember we can’t just take these amendments in isolation. They are in context. They are in the context of the bill, of larger issues and of choices we have to make today, knowing that tomorrow, next month, in future years, we will make other choices and we will be able to make up for what we may not have done today. We will do what the American people want on the basis of trying to put these pieces together in a reasonable manner.

This provision also has been sharply criticized by Senators who say it takes effect later, not right away. It has been ridiculed by those saying: “Now you have it, now you don’t have it”; it’s a shell game. Those Senators conveniently don’t point out other provisions in the bill that do take effect right away, which they support and which are expensive. They make it more difficult for everything in this bill.
One is the creation of a 10-percent bracket, which is effective retroactively. I might add, to January 1 of this year. That in and of itself costs about $425 billion. That is not small change. That is immediate tax relief. A large part of the taxpaying public are in that 15-percent bracket will get that benefit. It is effective now and it helps the distribution for middle and lower income Americans. It is a very positive provision, which I know the Senators who complained about the delays we saw earlier today wish it could apply to all the marriage penalty provisions that are currently in the code, and they number about 65. This only deals with about 3 or 4 of them. The EITC provision I know the Senator from North Dakota likes. That is probably already good. But we don’t deal with the other roughly 58 marriage penalties in the code, which have a little less effect because we don’t have the money to eliminate them. They are a little less politically demanding than the ones with which they are most familiar.

I respect my colleagues for their amendments. I remind them there is already a disproportionate relief for married couples in this bill, compared with singles, elderly, and students. I don’t know if we want to make that worse.

The PRESIDING OFFICER. The Senator from Nevada is recognized.

Mr. REID. Mr. President, for those who made inquiries to both Cloakroomers as to when we are going to vote, the Senator from Montana, the manager of the bill, spoke on the time allotted. Senator CONRAD has 16 minutes left on his side and Senator HUTCHISON has 40 minutes left. If all time is used without the managers using more time off the bill, we would vote at approximately 4:50 or 4:55. Just so people know that.

The PRESIDING OFFICER. The Senator from Nevada is recognized.

Mr. GRASSLEY. I yield 20 minutes to the Senator from New Mexico off the bill.

The PRESIDING OFFICER. The Senator from New Mexico is recognized.

Mr. DOMENICI. Mr. President, I thank Senator GRASSLEY. First, I want to take a couple of minutes on history. Some Senators, clearly led by Senator BYRD, have spoken to the issue of whether we should be reducing taxes in a reconciliation bill. I want to remind every one of you in this Congress, in 1974, a new law which had to do with the congressional budget process. I want to quote from it and tell you three historic events which would indicate that we are doing what we have done on a number of occasions with reference to the Budget Act and reconciliation instructions that apply to taxes.

First of all, 1 week ago today, exactly this body adopted a fiscal year 2002 budget resolution. Now, as in many things, all Senators didn’t agree. But that resolution, with an instruction to reduce taxes by a total of $1.25 trillion over 10 years, with $100 billion available for the first 2 years to be spent by the Committee on Tax Relief has to do with stimulating the economy for a total of $1.35 trillion over 11 years. Within 1 week, the Committee on Finance—again in a bipartisan manner—I might say to the Senate, you might recall that the budget resolution, with an instruction on the taxes, passed the senate with 15 Democrats voting along with all Republicans, except 2. So it was a very bipartisan instruction to reduce taxes.

With that, the Committee on Finance has complied with this reconciliation instruction and has presented to the full Senate a bill that reduces revenues or increases outlays for a total of $1.947 trillion over the next 11 years. Remarkably good work. Obviously, when you set these kinds of annual and multiyear mandates with reference to taxes, you can’t do everything you want, and you can’t do every one as clean as you would like. But the policies included in this bill will be discussed shortly.

Let me first talk about the criticism we should not be using reconciliation, that is, the fast-track procedures permitted under law, for tax reductions. First, I want to read the Budget Act of 1974:

Inclusion of Reconciliation Directives in Concurrent Resolutions on the Budget.—A concurrent resolution on the budget for any fiscal year shall include directives to the committees of the Senate and House of Representatives having jurisdiction to determine and recommend changes—

To accomplish that—Continuing to read—the resolution in a budget resolution that such changes—

I note this section of the act says “changes.” It does not say that the only inclusion of which reconciliation can be validly for is to raise taxes, nor does it say the only thing it can be used for is to cut taxes. It simply says “effectuate” the policies of the underlying resolution.

Over time, yes, we were faced with deficits and used reconciliation for tax increase instructions and for spending cut instructions, but times have changed, and since fiscal year 1997, budget resolutions have passed the Senate that have considered tax reconciliation bills on three separate occasions. When President Clinton, one was vetoed by President Clinton, and one was never presented to him because he said he would veto it. But the Senate and the Congress, after a conference, actually passed tax bills that were the result of an instruction in a budget resolution that such be done to carry out the policies of the budget resolution.

Are there some who say they wish it were not so. I do not know if I am prepared to debate that today. All I am prepared to say is those who criticize it should know it has its genesis in this Budget Act which was passed by all Senators, except one, voting for it years ago. I have read the operative language, and I am absolutely comfortable with the fact that we have not in any way exceeded what the Senate and the United States House of Representatives have indicated can be done in a budget resolution regarding reduction of taxes by an instruction.

In the FY 1997 budget debate, on a rollover call, the Senate established the precedent for including tax cut reconciliation instructions in a budget resolution under expedited procedures of the Budget Act.

That year the Congress presented the President with a $122.5 billion six-year tax cut reconciliation bill. The President vetoed that reconciliation bill.

In the FY 1998 budget debate, the Congress adopted instructions for a tax cut reconciliation bill for $144 billion over a 5-year period. The Finance Committee and the Congress compiled with the instruction. The President signed that tax cut reconciliation bill.

FY 1999 budget debate, there were no reconciliation instructions.

In the FY 2000 budget debate, a 10-year reconciliation tax cut of $778 billion was included in the budget resolution. The Finance Committee and the Congress once again complied with the instruction, and the President vetoed that tax cut reconciliation bill.

Finally in last year’s budget debate, the budget resolution permitted two tax cut reconciliation bills. The Senate considered and passed the first tax cut reconciliation bill, but it was never presented to the President. The second tax cut reconciliation bill was never considered.

The bottom line—there is nothing untoward about a tax cut reconciliation bill. There is nothing unprecedented about a tax cut reconciliation bill. Indeed, I believe the Budget Act is working as it should, to indicate to the Congress to work its will and to implement its fiscal policy once it adopts a budget resolution.

What is unprecedented is a budget surplus estimate of $5.6 trillion over the next decade.

Even when with the tax reductions included in this bill, total taxes will still grow annually nearly 4.3 percent over the next decade. Total taxes will still increase from $2.135 trillion today to over $3.256 trillion in FY 2011. We will collect over $216.6 trillion in taxes over the next 10 years even with the tax cuts included in this reconciliation bill.

Federal revenues as a percentage of the size of the economy, will only modestly be reduced from its historic high
today of 20.7 percent to 19.2 percent in 2011.

Finally, all tax provisions are fully phased in by 2011. Those who come here to the floor and suggest somehow the tax cuts are going to explode over the next few years of the 2011–2012 tax year is misleading. When fully phased in—everything—the tax reductions in 2011 will be about $185 billion in that year. Number games can be easily played.

Yes, extending the fully phased in tax cuts in this bill over the full 2011–2022—20 years from now—could mean $2 trillion in tax cuts beyond the $1.35 trillion in this bill. That is not an explosion, that is simple arithmetic.

I want to quickly go through what is in this bill as I see it. I compliment the Republicans and the Democrats who got it through committee and are in the Chamber defending it.

First, retrospective to January 1, 2001, it creates a new 10-percent bracket for the first $12,000 of adjusted gross income for couples.

It reduces all marginal rates effective January 2, 2002. The top rate is reduced to 36 percent by 2007. For those who think that is done quickly and costs an enormous amount in the early years of the bill, I say, forget it. This is the logical approach to tax law, but it has been ignored. Incidentally, it also increases the EITC, earned-income tax credit. Some thought over time that was not a good approach to tax law, but it has been increased all the way up, in some instances, to as high as $35,000. It includes, with which everybody should be pleased, a $33 billion educational tax relief for all our children, distributed. It sets a standard deduction for couples at two times the single level. It sets the 15-percent bracket for couples at two times the single level.

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Mr. SCHUMER. I thank my colleague for yielding.

First, I fully support his amendment. If we are going to expand the marriage penalty and do it, we are going to have to take the money from somewhere. The contrast between the amendment of the Senator from North Dakota and the amendment of the Senator from Texas is the philosophical difference in this debate.

The bottom line is simple: The amendment of the Senator from Texas robs Peter to pay Paul. It says: You want to expand the marriage penalty? Don’t make it any easier to help middle-class people send their kid to college. Do the American people want us to make that choice?

I later will have an amendment to increase the deductibility of tuition. There has been a good start in the bill credit that takes a $2,000 tax credit by New Jersey. We will seek to expand it. It has been a passion of mine for 2 years to get this done. As I go around my State and around our country, I find person after person saying: we can’t afford to send our kids to college, or, more likely, we are sending him to a junior college rather than the college he or she deserves because tuition is so expensive. I will talk more about that later.

Make no mistake about it, the amendment of the Senator from Texas makes it far harder for people to send their kids to college. In fact, after she gets done with it, because she takes the money out of the education portion of this bill, the tuition deductibility level is only $1,500. With all due respect, that is not worth the paper on which it is written. Already in the law is a tax credit, the lifetime learning credit of 2003. There is not a single person in this country who prefers a $1,500 deduction to a $2,000 credit. There is nothing left. In effect, the Senator from Texas eviscerates tuition deductibility. We all know how vital it is to the future of this country.

Why, when the top 1 percent are getting 33 percent of the benefits, does the Senator from Texas want to expand the marriage penalty? Why doesn’t she touch that, instead of taking the small amount we have in this bill to help the middle class pay tuition? That is an example, in my judgment, of what is wrong with the thinking of some in this body: First, give the rich their cut, and then let the middle class fight over the crumbs. It should be the opposite. Someone making $50,000 or $60,000 is in far more need of help than someone making $350,000 or $3.5 million. I don’t believe in class warfare. To people who make a lot of money, God bless them. But when you have a limited pie and you say you want to expand the marriage deduction, help remove the marriage penalty, why in God’s name do you take it from one of the few things that benefits the middle class in this bill?

The President gets up and talks about the family making $50,000. I would bet my bottom dollar, if you asked the family making $50,000 if they would prefer a small rate decrease or would they prefer to make the tuition deductible, 90 percent of them would choose the latter.

I assure you on this bill? We are talking about the middle class but then we are not helping them. The amendment of the Senator from Texas is indicative of that malady which transcends this whole debate.

I yield the floor.

The PRESIDING OFFICER. The Senator from North Dakota.

Mr. CONRAD. I yield 5 minutes to the Senator from New Jersey. The Senator from New Jersey has been very active on these education issues. I think he has been critically interested in providing incentives for parents paying for college. I yield 5 minutes to him.

The PRESIDING OFFICER. The Senator from New Jersey is recognized for 5 minutes.

Mr. TORRICE. Mr. President, I thank the Senator for his kind remarks and join Senator SCHUMER in what is an important moment in this debate. Indeed, I believe this moment defines Congress or not there is a chance for this tax legislation to genuinely be bipartisan.

In the Finance Committee, Democrats joined with Republicans to attempt to moderate the tax reduction, because it was affordable, would protect the surplus, but would also make a difference, having revenue for prescription drugs and education.

Within the committee a balance was achieved that, while rates were being reduced for taxpayers, there were objectives also being met. The amendment offered by Senator HUTCHISON is a threat to that balance. It raises the question about whether or not bipartisan tax reduction can survive in the Senate. Like Senator HUTCHISON, I think an amendment that takes away the marriage penalty eliminated. Indeed, in a variety of ways, through considerable means, over a period of a decade this legislation deals with the marriage penalty. It simply was not possible to eliminate the marriage penalty immediately any more than it was possible to lower rates immediately or deal with the inheritance tax immediately. This is a decade-long process of reducing the tax burdens on Americans.

What I think that married couples as we have done it in other means. But part of this plan was that, as we reduced taxation on many Americans, we would look specifically at the issue of education. There isn’t a Member of this Senate who has not come to this floor and argued that the future of the Nation depends upon our investment in education, the quality of education. The simple truth is, a college education for middle-income Americans is increasingly out of reach. The average student graduating from a public university owes $20,000 on the day he or she graduates. It is affecting the quality of their lives, their career choices.

I yielded 4 minutes to the very distinguished Senator from New York, Mr. SCHUMER, who has a great commitment to the education issues that are in part addressed by the Senator from Texas.
Middle-income parents, wanting to do the best for their children, are taking second mortgages on their homes, postponing retirement, putting themselves into financial jeopardy, anything to get their child a college education.

Among the many balances in this bill is a provision which I insisted in the committee, a fight Senator SCHUMER has led for several years on the floor, the deductibility of college tuition from income taxes. Under this legislation, it will rise to $5,000 during the decade. The students, that makes all the difference. We will eliminate the marriage penalty, but we can both eliminate the marriage penalty and get deductibility of college tuition under this plan.

Finally, there is the question of education savings accounts. Ever since I came to the Senate, for many years, with Senator Coverdell, I led the fight for education savings accounts. More than two-thirds of this Senate has voted for these accounts to allow parents to put aside their own money for their own child for public or private education. In large measure, through the amendment of Senator HUTCHISON—well intentioned though it may be—we lose the sum and substance of education savings accounts by the reductions of the amounts available. I hope not only these education provisions can be retained but the bipartisan nature of the bill can be retained.

I yield the floor.

The PRESIDING OFFICER. The time of the Senator has expired.

The Senator from Kansas.

Mr. BROWNBACK. Mr. President, I ask to speak on the bill for 15 minutes, off the time of the Senator from Texas.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. BROWNBACK. Mr. President, I rise in strong support of the Baucus-Grassley tax bill. I say to my colleagues from Iowa and Montana, thank you for bringing the bill here on the floor. This is a great day. This is a great debate. I appreciate what you are doing putting this forward.

I also want to say thanks for including a great number of provisions that work on the marriage penalty. We have been pushing for several years now to get rid of this ridiculous marriage penalty, the tax you pay for the privilege of being married. Marriage Penalty tax relief has been a long time coming, and with this bill, we can actually do something about it.

I am delighted to hear as well from my colleagues from Iowa that last night they added an additional year in which the marriage penalty relief would be in effect. That is a very positive step. It is a good thing.

What we are seeking to do with this amendment, and I join my colleagues from Texas, Senator Hutchison from Texas, in this amendment, is to speed up the marriage penalty relief, making it fuller because the marriage penalty is at several places within the Tax Code. It still remains, even after this bill. We need to take care of those places, and this amendment is a positive step toward this.

Tax relief is long overdue for the American taxpayer. We are at record high levels of tax collection during one of the longest booms ever known in America. Does that make sense? It is unreasonable for the Federal Government to continue collecting taxes from hard-working Americans at a rate that rivals wartime rates of tax collection. Americans deserve relief.

However, the timing of the tax relief in this proposal is delayed too long, specifically that of the marriage penalty tax relief. Almost half of America’s working families experience the ill-effects of the marriage penalty tax. In my State alone, 260,000 married couples experience this penalty. To put the burden of the marriage penalty tax in some perspective, every one of us knows somebody who is being forced to pay, on average—this is on average—about $1,500 of taxes every year simply for being married.

Requiring Americans to pay more in taxes for being married defies common sense. Families are the bedrock of a Civil Society. Between carpool to soccer, lunch money, putting food on the table, American families do not need this added tax burden.

Marriage tax penalty relief needs to be one of the first priorities in this bill. Making Americans wait until the year 2006 for this generous burden of the marriage penalty is unnecessary. We clearly have the resources to provide the American people with much needed marriage penalty relief sooner rather than later.

At a minimum, we should eliminate the marriage penalty in the standard deduction sooner rather than later. I believe with some adjustments in the tax bill we can provide marriage penalty relief next year rather than making Americans wait until 2006. I am hoping that the Finance Committee has done for the Federal Government to recognize the negative effects of the tax we place on the institution of marriage and the people who are married. America’s families deserve a break from the marriage penalty.

Alleviation of the marriage penalty tax will allow married couples greater freedom to raise the quality of life for their families. Freedom will mean different things for different couples, of course, but it may mean the ability to make a downpayment on a home. For others it may mean an investment in their children’s education. The options are as numerous as the people of our great Nation. Married Americans deserve to be free from this unjust penalty.

Make no mistake about it, however, those who will benefit the most from the correction of the marriage penalty are children. Study after study has shown that children do best when they grow up in a stable home, raised by two parents who are committed to each other through marriage. Newlyweds face enough challenges without paying punitive damages in the form of a marriage tax. The last thing the Federal Government should do is penalize the institution that is the clear bedrock of a civil society.

The amendment I am cosponsoring along with my good friend, colleague, and fellow warrior of the past 5 years, Senator Hutchison of Texas would eliminate the marriage penalty tax in the standard deduction effective in the year 2002, rather than later in 2006 and would be offset by small modifications in other areas of the bill.

I am hopeful that this amendment will receive the full support of the Senate and be included in the conference report that we will hopefully send to the President before the Memorial Day Revenues.

Our amendment recognizes the need to provide American families with relief from the marriage penalty tax and the need to do it now, rather than 5 years from now. For our children, for strong marriages, for almost half of America’s working families, I urge my colleagues to support this important provision.

I understand, along with everybody else, the number of tradeoffs involved to get this done. I think that if we were to ask the American public to prioritize the tax cuts and the tax relief we are putting forward, they would clearly say, we need tax relief to stimulate the economy, and we need tax fairness, particularly in the area of the marriage penalty tax.

I point out to my colleagues a number of surveys that have been done showing that 70 percent of the American public support eliminating the marriage penalty tax. They are aware of this tax. I now have people who come up to me and tell me, for example: My marriage penalty tax this year was $7,000. That means that their accountants calculate their marriage penalty tax are going to be paying on a yearly basis. People are aware of it. They know it is there. They know it is not fair.

We have been telling them for years what we are going to do and that that is what we are going to get it out of there. I think the Finance Committee has done a good job on starting to address this, but it is phased in awfully late.

This amendment, I think, does something the American public would widely support. In looking at the tax cuts, they would say this should be one of the top ones that we need for fairness and for the future of a civil society.

So I urge my colleagues to support the Hutchinson amendment when the vote comes up in this Chamber.

With that, Mr. President, I yield the floor and yield back the time to Senator Hutchison that may be remaining on the 15 minutes.

The PRESIDING OFFICER. Who yields time?

Mr. BAUCUS. Mr. President, maybe we are ready to vote. Have the Senators used their time?

Mrs. HUTCHISON addressed the Chair.
The PRESIDING OFFICER. The Senator from Texas.

Mrs. HUTCHISON. Mr. President, I will be brief and close on my amendment, after which I understand we can go ahead and have the vote. I want to say the committee did. I understand how the committee had to accommodate so many interests, I do not eliminate the deductions for the education expenses; I just draw them out over a longer period.

I have to accommodate so many interests. I understand how the committee go ahead and have the vote.

Mr. CONRAD. I thank the President. I am happy to yield back that time.

Mr. President, I ask unanimous consent that Senator KENNEDY be added as an original cosponsor of the amendment.

The PRESIDING OFFICER. Mr. BREAUX. I ask for the yeas and nays. The amendment (No. 654) was rejected.

Mr. GRASSLEY. I move to reconsider the vote.

Mr. BROWNBACK. I move to lay that motion on the table.

Mr. President, how much time do I have remaining?

The PRESIDING OFFICER. Thirty seconds.

Mr. CONRAD. Mr. President, I am happy to yield back that time.

Mr. President, I ask unanimous consent that Senator KENNEDY be added as an original cosponsor of the amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. CONRAD. Mr. President, I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

There is a sufficient second. The clerk will call the roll.

The assistant legislative clerk called the roll.

The result was announced—yeas 27, nays 73, as follows: [Rollcall Vote No. 113 Leg.]

The amendment (No. 659) was rejected.

Mr. GRASSLEY. I move to reconsider the vote.

Mr. BROWNBACK. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

The PRESIDING OFFICER. The amendment (Mr. SMITH of Oregon). Under the previous order, the question is on agreeing to amendment No. 659.

Mr. BREAUX. I ask for the yeas and nays.

The PRESIDING OFFICER. The amendment was rejected.

The motion to lay on the table was agreed to.
tax code known as the “marriage penalty.”

However, I opposed the Hutchison amendment No. 659 because it would accelerate the marriage penalty relief in this bill at the expense of those education tax benefits that would benefit students who borrow money to attend college. In particular, the Hutchison amendment would eliminate the provision that would allow student loan interest to be deductible 60 months after graduation.

While I support marriage penalty relief, I do not believe that it should be provided at the expense of those education tax benefits.

The PRESIDING OFFICER. The Senator from Montana.

Mr. BAUCUS. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. BAUCUS. Mr. President, I ask unanimous consent the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. REID. On behalf of Senator BAUCUS, I ask unanimous consent that the time go now to Senator SCHUMER. His time will begin charging against his amendment, which he will offer before he completes the hour.

The PRESIDING OFFICER. Is there objection?

Mr. SCHUMER. The Chair hears none, and it is so ordered.

The Senator from New York is recognized.

AMENDMENT NO. 669

Mr. SCHUMER. Mr. President, how much time do I have?

The PRESIDING OFFICER. One hour.

Mr. SCHUMER. One hour. Thank you, Mr. President.

Mr. President, first, I ask unanimous consent that the following Senators be added as cosponsors: Senators LIEBERMAN, BIDEN, BAYH, and CLINTON.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. SCHUMER. I thank the Chair.

The amendment I am about to offer is one of the most significant that we can debate in this tax bill. As you know, Mr. President, since I have come here, I have felt it extremely important that we help middle-class people with the biggest financial nut they face, barring ill-health in their families, and that is paying tuition. The cost of tuition has skyrocketed. Family incomes have not kept up. Often in our tax proposals we help the very poor with their college tuition, as we should. And the wealthy do not need much help in terms of paying tuition. If you are making a half million dollars, you can afford that $10,000, $20,000, $30,000. But if you are solidly in the middle class, if you are making $40,000 or $50,000 or $60,000 or $70,000, that tuition bill is almost impossible to pay.

As a result, three things happen: First, all families struggle. Second, many students do not go to the college that their records would allow them to extend. Some do not go to college at all simply because financially it is so expensive. The number of New Yorkers who have told me that they are going to junior college because they can afford it, as opposed to a 4-year school in a specialty they very much want to achieve, is enormous. And, third, what happens is that America is greatly deprived of one of our greatest resources: the minds of our young people.

So it has been my contention, along with many of my colleagues, including the Presiding Officer, the Senator from Maine, the Senator from Illinois, and the Senator from Georgia—the Senator from Delaware has been our leader in this—that college tuition, or a large chunk of it, if not all of it, should be made tax deductible; that if a family is making a sacrifice to send their child to school, they ought not to have to take a cut; that it is every bit as important for Government to encourage that activity through a deduction as it is owning a home or other activities for which we give deductions. For 2% years we have been pushing this. Now the opportunity is nigh to make it happen.

I thank my colleague from New Jersey, Senator TORRICELLI. He and I have talked about this issue at length. He has been an at start into the bill of up to $5,000. That $5,000, yes, is a start. It does not meet the bills of most people, but it is a good start. I am appreciative of his efforts and of him joining the crusade in which many of us have been involved. But it simply is not enough.

So what we propose today is to make $12,000 deductible for each person—for a single person $6,500, for a couple $130,000. It goes well up into the middle class. That is a chunk of it, if not all of it. If we make college tuition deductible up to 90 percent would say the latter. So the time is nigh to do this.

We have not touched the rate cut in our offset because I know so many feel strongly about it. But my guess is, if you ask the average family in America making $50,000, $60,000, $70,000, would they rather have the rate cut of a few percent that could have been made to help families, than the deduction? Ninety percent would say the latter. So the time is nigh to do this.

This chart shows it all. Since 1980, college tuition has gone up over 300 percent in its cost. Health care, which is always used as the area where prices have gone up so much, has only gone up a little more than 250 percent. Of course the Consumer Price Index lags way behind.

So this rate presents us with the opportunity. This bipartisan idea, which I hope will stay a bipartisan amendment—because this issue should not be a party issue; this issue should not deal with how much of a tax cut, but simply is, should we give it to the middle class in the place where they need it most—is on the table.

I know there are a lot of considerations, but very simply this is vital to the middle class. And America.

The bottom line is simple: That is, here in America we need to educate our people as best we can. If we continue to have young people after young person not go to college or not go to the college that they desire, we will be hurting America. And the opportunity to stay the leading country in the world because our education system is more important than just about anything else that we can do in this country.

So, Mr. President, I will have a lot more to say, but I know there are some of my colleagues who wish to speak.

I would like, if no one on the other side wishes time on this amendment, to yield 4 minutes to the Senator from Indiana, who has been a sponsor for a very long period of time and has worked diligently on this effort.

The PRESIDING OFFICER. The Senator from Indiana.

Mr. BAYH. Mr. President, I salute our colleague, Senator SCHUMER from New York, for his support of this very worthy endeavor. I say to the Senator, I would particularly like to congratulate you for the bipartisan nature of the support you have gathered for this very worthy undertaking.

With Senator SCHUMER, Senator SHELKIN, and others on the other side of the aisle, it is a cause that every American, regardless of party, can support.

I rise in support of the Schumer amendment because it is good for the taxpayers of America, it is good for the children of America and their education, it is good for America's economy, and it is true to our values.

It is good for the taxpayers of America because, in my State and in yours and in many States, one of the most pressing needs that American families face, after paying the mortgage and saving for retirement, is putting money away for the cost of a college education. The cost of that education has been rising faster than the rate of inflation now for many years, far outstripping the ability of many Americans, particularly those in the middle class, to afford it. So this tax cut will be good for American taxpayers and families because it helps the most significant way—$12,000 when fully phased in—in alleviating the tax burden each and every year.

It is good for America's students because a college education today is no longer a luxury. It is a necessity to have many of the good paying jobs in areas involving information technology, communication technology, biotechnology, and the other rapidly growing parts of our economy. Those with a college degree earn substantially more than those without.

This is good for America's children and America's students. It is also important for the long-term health of our
The economy. America's competitive advantage lies in those areas that require greater degrees of knowledge, expertise, and learning. So as we enable our children to do better, we also empower our economy to do better.

First, this effort, thanks to Senator SCHUMER, is true to America's values. We are saying to the families of New York and Indiana and Oregon, and the other 47 states, that if your children work hard, if they dream the dream of a college education, we will stand by them. If you want to work hard and be self-sufficient, get a good job, we will help to make that dream become a reality. There is no more important American value than that.

In conclusion, I again salute my colleague, Senator SCHUMER. This tax cut is good for taxpayers. It is good for our children and their education. It is good for America's economy, and it is true to our values.

I ask my colleagues to support this very worthy endeavor. I yield the remainder of my time back to my colleague and friend, the Senator from New York.

The PRESIDING OFFICER. Who yields time to the Senator from Illinois? The Senator from Illinois seeks recognition.

Mr. SCHUMER. Mr. President, do I have recognition, please?

The PRESIDING OFFICER. The Senator from Montana, I yield 5 minutes to the Senator from Illinois.

The PRESIDING OFFICER. The Senator from Illinois.

Mr. IRISH. Mr. President, I supported this effort from the beginning. I believe that when you ask American families about tax cuts, their highest single priority is this amendment.

This is a rather substantial proposal in reference to cutting the taxes of America's families. I am sure there are some very important and popular provisions in here, but when we literally ask families, if we could do one thing in the Tax Code to help you and your family, what would it be, it is this amendment, this amendment which would allow families to deduct the expenses of a college education.

We all know the problem. Some of the brightest young people in America either have to delay their education or change their plans because they literally cannot afford the cost of higher education or they find themselves in a position where they graduate from college with an extraordinarily high debt.

With loan debt, a lot of choices in life are already made for them. They may not be able to become a teacher, which could have been their life's dream, because instead they have to make more money to pay off the college debt. With student loan debt, a lot of choices in life are already made for them.

What the bipartisan Schumner amendment does, which I am happy to support, is address this problem and give to America the ability to deal with the cost of higher education.

Ask yourself: How important would it be? When a young child is born into a family, a new baby, it is usually kind of a rite of passage that you say to the new parent: How is mom? How is the baby? Is the baby sleeping at night? Have you thought about the cost of college education? Those are natural questions because people seem to think that is an unreasonable major obstacle to the success of my child. I better be thinking ahead. Is it reasonable to ask that question?

Let me give an example in my State of Illinois. I serve all 100 counties. The rough period between the birth of a child and their heading to college, in Illinois, between 1980 and the year 2000, the average tuition and fees at college went up 395 percent at public universities, 944 percent at private 4-year institutions, and 236 percent at community colleges. So asking the new parents about how they are going to pay for their kid's college education is not an unreasonable question. It is going to be substantial. If they want their kids to have a chance, they ought to think ahead.

The amendment amendment thinks ahead. It says: We are going to give you the opportunity to deduct up to $12,000 of the cost of a college education. It also provides a tax credit. I believe, for the payment of interest on student loans, so if you have a loan and you are paying on it, you can deduct up to $1,000, which doubles the amount in the bill.

What the Senator's amendment does is help families realize the American dream. Could there be a better investment for the 21st century than to help families pay for the cost of college education? We know that kids who get a college education are going to make more money in life, probably realize their dreams. We have census statistics that suggest that the value of a college diploma means a 76 percent increase over a high school diploma in the amount one can earn.

So a young child who is thinking about where they want to go with their future understands it is important to go to college; it is expensive to go to college; but it creates great opportunities as well.

We have done a lot at the Federal level over the last several years to provide a helping hand. We passed a proposal of President Clinton's which was enacted as part of the Taxpayer Relief Act of 1997 to establish HOPE scholarships, lifetime learning tax credits, and these help to pay, but the Schumner amendment goes to the heart of it. It says: You get to make the choice where your son or daughter goes to college, working with them, the best school they can get into, and the college amendment goes to the heart of it. It says: You get to make the choice where your son or daughter goes to college, working with them, the best school they can get into, and we will help you pay by making the tuition tax deductible.

It is targeted to working families. It starts to phase out for joint filers with a taxable income of over $105,000. I don't think that is unreasonable level to be speaking of because if you had, for example, two public schoolteachers in the city of Chicago or in the State of Illinois, their combined income as mother and father might be in that range of $105,000. They are not wealthy people. If their son or daughter is going to a university that costs $20,000 or $25,000 a year, it is a great sacrifice on them and certainly on the children once educated.

The value of this deduction, which can be up to $3,360, depending on the taxpayer's tax bracket, is significant and meaningful. This is available to taxpayers, their spouses, and their dependents.

I am going to yield back my time by urging my colleagues on the Republican side of the aisle to join us, as some already have, to show good, strong, bipartisan support. And if they value, as we do, education in America, if they value the needs of American families to pursue that education, supporting the amendment amendment is a good vote.

Mr. SCHUMER. Mr. President, I ask unanimous consent to add Senators TORRICELLI and STABENOW as cosponsors of my amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. SCHUMER. I yield 5 minutes to the Senator from Michigan.

Mr. TORRICELLI. Mr. President, I ask unanimous consent to add Senators SCHUMER and STABENOW as cosponsors of the amendment.

The PRESIDING OFFICER. The Senator from Michigan is recognized.

Ms. STABENOW. Mr. President, I thank my colleague from New York on behalf of the families of Michigan for his leadership on this issue.

This amendment goes to the heart of what is driving the economy and what is good for our families.

On the one hand, as a member of the Senate Budget Committee, I had the opportunity in numerous hearings to hear over and over again from Chairwoman Greenspan and our own Congressional Budget Office that what is driving the economy is increased labor productivity. Increased labor productivity is a combination of new innovations and technology and a skilled workforce that can work in this new economy, a skilled workforce that allows the productivity to increase in our economy.

Everyone has told us that to keep the economy going, to keep our jobs, to keep the improvements in the quality of life we have seen in recent years, we have to maintain this increased labor productivity. That means education. This amendment is why this is such an important amendment.

I also speak as a parent. I have a son who recently graduated from college, and I am sure I own one of the buildings at that university. I have a daughter in college now. I can speak as a parent, as one who understands the cost we go through—we want our children to have the very best—and the challenges that face parents as we look at making sure our children are able to have the very best higher education.

This particular amendment, by allowing up to $12,000 in deductibility of college tuition, is very important to allow families to give their children...
the American dream that we all have for our children.

We know that in today’s world you have to go beyond high school to some kind of higher education if you are going to be successful. We also know that we will continue to learn throughout our lives and that part of what we are doing is encouraging young people to learn to love to learn, so that they can continue beyond not only 4 years but possibly at some other point coming back in life.

We have workers who are now coming back and changing careers, developing new skills, and going into new parts of the economy. The question of access to higher education is important to all of our families, and it is particularly important to where we are as a country and how we need to move in terms of the challenges in a new world economy.

I hope we will have the opportunity to give every child who is starting kindergarten or child in preschool, every child going into high school the ability to work hard and make the grades, and that we are going to make sure they have the opportunity to go on to college to be the best they can be. This amendment gives the tools to parents to help make that happen. It is important, it is long overdue, and I urge my colleagues to support the Schumer amendment. I am extremely pleased to be a cosponsor. I yield back my time, Mr. President.

Mr. SCHUMER. Will the Senator from Illinois yield?

Mr. FITZGERALD. Yes.

Mr. SCHUMER. Mr. President, I ask that our amendment, which was debated, be reported before the Senator puts his amendment forward.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, how much time does the Senator from Illinois want?

Mr. FITZGERALD. I thank my friend and colleague.

Mr. President, I have an amendment—

Mr. SCHUMER. Will the Senator from Illinois yield?

Mr. FITZGERALD. Yes.

Mr. SCHUMER. Mr. President, I ask that our amendment, which was debated, be reported before the Senator puts his amendment forward.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, how much time does the Senator from Illinois want?

Mr. FITZGERALD. I thank my friend and colleague.

Mr. President, I have an amendment—

The assistant legislative clerk read as follows:

The Senator from New York [Mr. SCHUMER], for himself and Mr. BIDEN, Mr. BAYH, Mr. LIEBERMAN, Mr. DURBIN, Mr. TERRICELLI, Mrs. CLINTON, Mr. DASCHLE, and Ms. STABENO, proposes an amendment number 669.

Mr. SCHUMER. Mr. President, I ask unanimous consent that further reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

(Purpose: To increase the deduction for higher education expenses for certain taxpayers and to increase the tax credit for student loan interest)

On page 54, between lines 4 and 5, insert the following:

"(C) 2006 THROUGH 2011.—

(1) IN GENERAL.—In the case of a taxable year beginning in 2006, 2007, 2008, 2009, 2010, or 2011, the applicable dollar amount shall be determined to the dollar amount determined in the table contained in clause (ii), reduced (but not below zero) by the amount determined under clause (iii).

(2) shall not be taken into account for purposes of applying any provision of such Code which takes into account accountable income in computing adjusted gross income, includ-
AMENDMENT NO. 669

Mr. SCHUMER. Mr. President, I yield 5 minutes to the Senator from New Jersey. As I mentioned earlier in my remarks, our long crusade to get college tuition made deductible took a giant step forward when the Finance Committee got to the first step, the $5,000, in the bill. That has made it possible for us to offer this amendment as well.

I salute him for the great work he has done, and I yield him 5 minutes.

Mr. SCHUMER. Mr. President, I thank the Senator from New York for his very gracious comments and for the place in which we find ourselves at this moment. The long fight to allow parents and students to deduct the cost of college tuition is now at a critical moment.

It is not a usual moment in the life of the Senate when a Senator arises with the intent of having his own work replaced by a colleague’s. That is exactly where I find myself.

The Finance Committee, with the considerable help of Senator GRASSLEY and Senator BAUCUS, has brought to the Senate Chamber for the first time the deductibility of college tuition from income taxes.

Senator SCHUMER has built upon this work by expanding our $5,000 deduction to $12,000. It is, in my estimation, a more realistic approximation of the financial burden before American families.

I therefore support the Schumer amendment.

American families are mortgaging their futures. Parents are literally taking out second mortgages on their homes. Families are postponing retirement. They are using retirement savings. They are borrowing against inheritance. They are doing anything and everything to get a college education for their child. Students themselves are working night jobs and borrowing endlessly to get themselves a college education.

The average student graduating from an American university, on the day they graduate, owes $30,000. It is not unusual for a business student, a law student, or a medical student to owe $50,000, $100,000, or $200,000. It is an enormous tragedy.

The average student graduating from an American university, on the day they graduate, owes $30,000. It is not unusual for a business student, a law student, or a medical student to owe $50,000, $100,000, or $200,000. It is an enormous tragedy.
The options in life that many of us enjoyed that allowed us to go into public service are not available to American students. If you come out of college owing $20,000, $30,000, $100,000, your chance to be a schoolteacher, your chance to be a public officer, your chance to go into an American city or a small town and make a difference in American life is lost before your career begins. You begin life under a mountain of debt.

It may not be in our reach to eliminate that problem today, but we have a chance to reduce it. Over the years, from Stafford loans to HOPE scholarships to student loans, again and again, every time there was a chance to reduce this financial burden and help American education, we have risen to the occasion, and that is where we are again tonight. With this amendment, we can make fully deductible $12,000 worth of college tuition.

I will concede this is a national problem, but in my State of New Jersey, as in some other States, it is particularly acute. My State exports more students to other States than any other State in the Union per capita. We do not have a huge State university. The middle-class families of New Jersey are having to face, with no choice and through no fault of their own, massive increase in tuition.

It is the deciding point about whether or not these families can keep their families in the middle class, and they are holding on by their fingertips, knowing that if they cannot pay these tuitions, they may be the first generation in American history whose kids will be less educated, have less of a financial future, less of a quality of life than they have. And Americans do not give that up easily. That is why this mountain of debt. That is why the frustration. But that is also why I stand here tonight.

We have a chance to fight back. In the last decade, the cost of a college education by 40 percent. There is no end in sight. In a free economy, with free institutions, there is no way to legislate to control that cost or stop it, nor am I proposing we do so.

There is no end in sight. In a free economy whose kids are having to face, with no choice or for whom the college tuition stretch cannot afford to send them to college.

I ask unanimous consent that Senators Durbin and Dayton be added as cosponsors to this amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. SCHUMER. Mr. President, how much time has our side consumed?

The PRESIDING OFFICER. The Senator has consumed 28 minutes.

Mr. SCHUMER. Mr. President, I ask the Senator from Iowa, do the opponents of this amendment intend to use all of their time now?

Mr. GRASSLEY. Probably not, but we are going to use some time; yes.

Mr. SCHUMER. Maybe we can begin now. Does the Senator from New York, my friend and colleague, wish to speak now?

Mrs. CLINTON. I will be happy to speak now.

Mr. SCHUMER. I call on my colleague, the Senator from New York, who has been a leader on this issue and has worked with me side by side to make college tuition deductibility a reality. I yield to her 5 minutes.

The PRESIDING OFFICER. The Senator from New York.

Mrs. CLINTON. I thank the Chair. I support this amendment in support of this amendment which has been a passion of my senior Senator from New York. It arises out of the real-world experiences he and I have every day in New York where we meet parent after parent who are losing their savings and future costs of college tuition and other expenses associated with going to college.

I wish we would all recognize that going to college has become not just a luxury, but in many respects a necessity. There are so many jobs today which are on the leading edge of the economy that require the advanced education that can only come in a higher education setting.

The fastest growing occupations, all of them in the field of technology, require at least a bachelor’s degree, and they pay much higher than average for full-time workers. The Senator has recognized that we have to do more to make college affordable for our families.

The saddest statistic I am aware of is as hard as it is to believe after all the work this body has done over the last 20 years. Family incomes and financial aid have not doubled in a comparable period. It is time to give families in New York, families across America, the kind of tax cut they can really count on and that will mean something for everybody—the people who are the bulk of the taxpayers in this country. This amendment, when fully phased in, will give families a tax deduction of up to $12,000 in tuition costs, which will provide as much as $3,360 in tax relief.

I commend my colleague, my senior Senator, for his passion, his work, his persistence. I hope that work will finally culminate in a positive outcome that we and all of us can be proud of. And the Senator from New York has double the debt load that so many of our youngsters and their families have to carry, and the fact that sometimes that credit is just not available, makes that problem just beyond the reach of too many of our children and their families.

As we debate this overall tax bill, which has many features that are not, in my view, going to make us richer but stronger and smarter. Where we will try to support this amendment which I think will do all of those. I think this amendment, Senator Schumer’s college opportunity tax credit, is the single most important amendment we could put in this entire debate. It not only will provide much needed financing, it will send a clear message that we in this Chamber have heard the students, the parents, the families, the businesses, and the colleges of America, the kind of tax cut that makes sense for America’s families and especially for the young people for whom we, after all, have to think most clearly about tomorrow. There is no better investment we can make. I commend my colleague and thank him for his work on this critically important amendment.

Mr. GRASSLEY. Mr. President, I yield myself such time as I might consume.

Mr. NICKLES. Will the Senator yield?

Mr. GRASSLEY. I yield whatever time the Senator wants.

Mr. NICKLES. I am trying to get a copy of the amendment. Has the amendment been sent to the desk?

The PRESIDING OFFICER. Yes.

Mr. GRASSLEY. Mr. President, I know the Senator from New York wants to help people who need it. We all understand the importance of education. I go back to my opening statement and refer to the process by which this bill was brought about and the balance that is in it.

I know the Senator from New York doesn’t mean to be selfish. And I don’t
mean “selfish” for the college students he is trying to help, but the Senator is somewhat selfish in what we can do in one bill. For instance, he wants me to consider his point of view in spending more for college tuition. This may even be bipartisan; I don’t know whether it will end up bipartisan or bipartisan. But either way, the Senator is asking us to consider his point of view being presented before the Senate while trying to undo a very carefully crafted, bipartisan compromise that was worked out between the Chairman and myself on the one hand and Senator Lincoln on the other dealing with the estate tax.

Maybe if you think the super rich in New York don’t need anything done about the estate tax, that is perfectly legitimate. Maybe that is not being selfish, if you think about the small businesspeople of America who live moderately throughout their entire working career because they have to pour everything back into the business and they want to leave it to their kids, and we are raising the threshold, raising the unified credit so that doesn’t have to happen, and this isn’t even talking about doing away with the estate tax 10 years from now. We are only talking about raising unified credit and preserving the small businesses and the small farms, or you might say large businesses and large farms that are affected by it, but you are taking away from that to do what you want. It is not only economically. It is crafted to look at as many interests as we can.

What is ludicrous about the approach is that for the last 2 months during the budget debate the Senator was one who was voting we should not have a $1.6 trillion tax cut, should not have a $1.5 trillion tax cut. I don’t know about the $950 billion bill that the Democrats put in, but 12 months ago people of the Senator’s party didn’t want any tax cuts. Members of the Majority Senate, including President Bush that he ran on a program to cut taxes and got elected and he is performing in office the way he ran the campaign, keeping his campaign promise. We wouldn’t even have a tax bill before us so that you could do what you want to do for your college students.

I wonder if the Senator has thought this through? We have Senator Lincoln on your side, working with Senator Kyl, but very carefully crafted provision that is in this bill that, quite frankly, was a major problem for your ranking member, Senator Baucus. He didn’t want to do as much as I wanted to do in this area or Senator Kyl or Senator Lincoln. But, as a matter of compromise, he went along with this so we could have a bill, a bipartisan bill, and make the process of bipartisan work.

I am a little frustrated about the process. I am not even talking about the merits of your bill. I want to deal with the merits. I wonder if the Senator has thought about the condition in which you put Senator Lincoln and Senator Kyl, how you can intellectually approach this sort of a deal on a $1.3 trillion tax cut, and the Senator didn’t even want any tax cuts.

Mr. SCHUMER. Will the Senator yield?

Mr. GRASSLEY. I yield because I need some answers.

Mr. SCHUMER. I thank the Senator. I would like to answer, since my name was used repeatedly.

First I want to say this, I have great respect for the Senator. I even share his frustration. It is not very easy to put together a tax bill. But I am sort of aghast at his implication, that because, however carefully the 20 members of the Finance Committee put together a compromise, which was supported—I would not call this bipartisan. As great respect as I have for Senator Baucus, it was not Democrats and Republicans coming together and meeting in good faith.

Mr. GRASSLEY. How many Democrats do you have to have to be bipartisan?

Mr. SCHUMER. I would say it should be a lot more than four or five to answer the Senator’s question.

If you look at the reconciliation vote, it was four or five. That is not bipartisan in my judgment.

I respect each Senator’s right to make their decision. They come from different States.

But what I am aghast at is the implication of my good friend from Iowa that anyone who offers an amendment to the grand creation that he has put together has bought it through or is derelict in their duty.

Just the opposite, good sir. I am doing my duty to the people of New York by doing what they think is right. I daresay if they were asked should the estate tax, only on estates of over $3 million, get a smaller reduction so the families who are making $100,000 and $80,000 and $120,000 and $50,000 and $60,000 can get a break on tuition, my guess is, good sir, that 90 percent of the people of New York—and many more—will welcome that. I would do it, should the Senator from Iowa—but my guess is the people from his State would support this amendment.

Mr. GRASSLEY. Do you mind if I reclaim my time?

The PRESIDING OFFICER. The Senator from Iowa has the floor.

Mr. GRASSLEY. You told me you feel very strongly about it and you told me you thought this through and you are willing to present your view, regardless of the compromises on the other portions of the bill. You have every right to do that.

Mr. SCHUMER. I appreciate that.

Mr. GRASSLEY. I accept that.

Mr. SCHUMER. Will the Senator yield for a question?

Mr. GRASSLEY. I will yield for a question. I am not sure I will answer it.

Mr. SCHUMER. OK. My question is. Does he think his grand compromise is beyond improvement? Is it perfection itself?
attend college, to get a higher education. That is a given. It is particularly important in these days, as the economy gets more and more complex, the world economy more globalized. I think the major advantage we have in the United States of America is our education system. When we talk about value-added, it is knowledge-based, value-added America through education that is giving us the competitive advantage compared to other countries around the world. Education is key. It is Head Start. It is the whole K-12, not just elementary and secondary students. The amendment offered by my good friend from New York is directed more toward higher education.

Let me just go through what we have for education. Essentially, it is about $35 billion in this bill, over 10 years, for education. About $11 billion of that is for higher ed; it is to add something new in this legislation which has not existed in prior law. What is that? That is to provide a deduction for college tuition in the bill it starts at lower amounts, $2,000 or $3,000, and gets up to a $10,000 deduction for tuition for education. That is new. We have never done that before in the U.S. Congress. That is also in America. That is in this bill. It is a start.

Is it everything? No. It is clear tuition in some colleges is a lot more than that, but it is a start. It will help students get a break when they go to college and other loans are available. In fact, this bill, I remind my good friend from New York, actually deletes the limitation on interest deduction for student loans so students will always have their interest deduction on student loans.

Does that solve all the problems? No. It is a help, it is a start. We know in life there are no free lunches. There are none. We have to work sometimes in life for what we want to attain. We can’t just give gifts to everybody. We want to help. We want to help kids go to college, do the very best we can to create conditions to make that possible. In addition, private institutions have availability for prepaid tuition programs. That has not been available in the past. I mentioned the modification of the student interest deduction; that is, the limitation is eliminated. IRAs, for education IRAs, that is expanded from a $500 contribution to $2,000. There are several other provisions in here which will help education. They total, as I said, about $35 billion over 10 years. It is $10 billion, the program suggested by my good friend from New York.

I joined my good friend from New York at the difficulty in getting amendments scored by Joint Tax. Why do we face that? It is because this bill is being rushed. There is no doubt about it. Because this bill is being rushed, we are bound to make mistakes. We are bound to not have the information we should have. That is very unfortunate. I personally believe we should not be working on a tax bill in the context of reconciliation which has very constricting limits on debate and amendments. But we are. I had hoped we would not be on this bill until Monday of this week. But others with so-called pay grades higher than mine had a different view. We are here now. We have to deal with what we have. That is unfortunate, but that is where we are.

I would like to have a lot more in here for education. I have a soft spot for the elementary and secondary students. The amendment offered by my good friend from New York is directed more toward higher education.

Mr. KYL. Ten minutes.

The PRESIDING OFFICER. The Senator from Arizona is recognized for 10 minutes.

Mr. KYL. Mr. President, let me first echo what the Senator from Montana has just been saying with respect to support for education. As he noted, this bill already has substantial benefits for education.

Unfortunately, the amendment of the Senator from New York, in order to provide the money for those benefits, has to get money from someplace else in the bill. It is called an offset.

What I want to talk about is the offset here because in order to try to help education, he is pitting one group against the other. The group that would be the big loser here is all the small businesses, all the entrepreneurs, the small family farmers, and the others who were looking forward to some death tax relief, to a reduction in the rates of the estate tax. That would be gone under this amendment.

All of the rate relief that was provided for in this bill would be eliminated. So instead of the rates going from 60 percent, which is the effective death tax relief rate, down to 45 percent under the bill here—which is still far too high—this would take all of that and put it back up to the effective 60-percent rate.

It is morally wrong. I think everybody on the committee who voted for
the bill agrees that it is morally wrong for the U.S. Government to take more than half in any tax. And I don’t think we have another tax that taxes people at the rate of 50 percent. This would be the highest rate in the world except, I believe, in Japan.

Most Americans believe it is morally wrong to take more than half of all of the assets that somebody has saved in their life, assets that could be passed on to their children. The American dream in this country has always been to leave the next generation better off than your generation, to do a little bit to pass on for the next generation. Especially that has been true of the small entrepreneurs, more than half of whom are women in the United States of America.

That is why in the committee we decided to use some of the tax relief available for us to reduce the rate that estates were charged. What this amendment, as the Senator from New York would do is wipe out all of that rate relief for which we provided. That is an unfair tradeoff. It is an improper tradeoff. Regardless of how much more someone might want to do for more education, it should not be paid for in this way.

Mr. SCHUMER. Will the Senator yield for a question?

Mr. KYL. I am happy to yield.

Mr. SCHUMER. Does the Senator know or dispute the fact that the only people who would be hurt by this amendment are those with estates worth over $3 million, where the rate will no longer be 55 percent but 33 percent?

Mr. KYL. The Senator does dispute that because as the Senator from New York should be aware, under the relief in the tax bill that is before us right now, the exemption he is speaking of, or the unified credit, does not take full effect until the final year of the legislation. So it is not true what the Senator from New York has just said. The rate relief provided in this bill currently before us takes the rate from the current rate down to 45 percent.

It does that over a period of time. We do not even do that immediately, nor does the unified credit lock into effect immediately.

Mr. SCHUMER. But does the Senator dispute the top rate is only paid by estates worth over $3 million?

Mr. KYL. The top rate—the Senator from New York has decided to pay for the benefit in his amendment by taking the top rate, which is an effective rate of 60 percent, and leaving it right there.

Is the Senator from Arizona, incorrect in what he has said?

Mr. SCHUMER. Yes. We do not leave it there. We reduce it from 55 percent to 33 percent. But the only people affected are those with estates worth over $3 million.

Mr. KYL. I stand corrected—from 55 percent to 53 percent. So we are still taking more than half. More than half of the value of the estate is going to be taken by the U.S. Government rather than passed on to the heirs. I stand corrected. It is not 55 percent; it is 53 percent. But because of the bubble effect, I am sure the Senator from New York would like to do zero. We pay a rate that is not only close to 60 percent, the result of which is that the rate relief that we have provided people—which caused a lot of people to vote for this bill—will be wiped out if this amendment is adopted.

Death tax or estate tax relief is very popular in this country. In one poll, it is supported by 89 percent of the people. A Gallup poll last year had one of the lowest percentages of support. I have seen: 60 percent. In that poll, over three-fourths of the people acknowledged they would not even benefit from the relief but they understood it to be fair. Anytime more than half of your assets are being taken by the Government, a name and a number that is unfair. Even if they are not going to benefit from the relief, they realize there should be some relief from that.

Let me note a couple of the studies that demonstrate the pernicious effect of the rates as they exist today and why we decided to bring them down in this bill.

A February 2000 study by the National Association of Women-Owned Businesses, the Independent Women's Forum, and the ABA Study of Taxation found that the death tax costs female entrepreneurs nearly $60,000 on death tax planning, money obviously they could be using in their own businesses. They report that 39 jobs were lost per business due to the cost of death tax planning over the last 5 years and that the cost of death tax planning will prevent the creation of 103 new jobs per business in the next 5 years.

There is study after study after study that demonstrates the effect, not only in the macroeconomic sense in terms of gross national product lost, capital formation reduced, and the like, and jobs lost, but the effect for the average small business which, as I pointed out, is a woman-owned business in this country. That is why groups as diverse as the National Federation for Independent Businesses, the Hispanic Chamber of Commerce, the National Black Chamber of Commerce, the National Association of Women-Owned Businesses, and the National Association of Neighborhoods—and on and on and on—some organizations have all joined in urging the Congress to enact death tax relief.

Mr. SCHUMER. Will the Senator yield for a question?

Mr. KYL. The Senator from Arizona might need to ask for a little more time.

Mr. SCHUMER. President, I will be happy to yield a couple minutes of my time.

Mr. KYL. I yield to the Senator from New York.
do with this amendment. What has to do with this amendment is whether you believe that estates of over $3 million should get less of a reduction, although still a reduction, so that families making $40,000, $50,000, $60,000, $70,000 can get some break in paying college tuition. That is what the amendment does.

Does the Senator disagree about the amendment, regardless of my view or anyone else’s view of whether the estate tax should be repealed?

Mr. SCHUMER. Mr. President, reclaiming my time, it is evident that the Senator from New York does not want to see a permanent repeal of the estate tax. He does not want to see a reduction in the rates except by 2 points, from 55 to 53. He apparently agrees with me that because of the bubble effect, the effective rate is closer to 60 percent. As a result of his amendment, and as a result of his opposition to making the repeal of the estate tax permanent, albeit with other things to do, I am very sure—I am not suggesting that my friend from New York is the only one who may oppose that—opposing that and then also wiping out the rate relief that we are providing here leaves very thin any opportunity for us to go back to the American people and say we have done anything meaningful with respect to death tax relief. Yet that, according to public opinion surveys, is among the most popular of the features of the bill which we passed out of committee and which is on the floor.

That is why I say to my good friend from New York, as laudable as it is for the Federal Government to assist families sending their kids for education—Heaven knows, I could have used some of that assistance a few years ago—as laudable as that is, we need to recognize, No. 1, that the bill already has education relief in it, and, No. 2, if we take out this rate relief, we are effectively gutting the bill’s effective help for purposes with respect to the estate tax because of the fact that the 53-percent rate would still be in existence and that that rate, because of the bubble effect, is actually closer to 60 percent.

The PRESIDING OFFICER. The time yielded to the Senator from Arizona has expired.

Who yields time?

Mr. SCHUMER. Mr. President, I will yield to my friend from Delaware next, but I just take one point to my friend from Arizona. This is on my time.

This bill is about choices. No one wants anyone to pay any taxes on anything. The reason the estate tax repeal is lower on my list than helping middle-class families with college tuition is, it is my judgment—and we will see the judgment of every Senator in this Chamber—that a family making $50,000 and paying $10,000 or $15,000 in tuition deserves relief more quickly than an estate paying over $1 million. In an ideal world, we would do both.

But I don’t think the Senator from Arizona is correct. The reason the committee did not put the estate tax in had nothing to do with opposition. They have the votes to pass this. They could have put it in the bill and had the votes to pass it. But they made some choices. They wanted rate reduction and marriage penalty and other things. These in addition to the estate tax, having nothing to do with the 45 of us or so who are against the estate tax. But they had to say they were repealing it, so they went through the sham of doing it in 2011.

Mr. SCHUMER. It is all about. This is not a debate on the estate tax. It is not a debate on the estate tax because most of the folks on the side of the Senator from Arizona didn’t want to do it because it cost so much and went to so few people.

With that, I leave 4 minutes to the Senator from Delaware.

Mr. SCHUMER. Mr. President, I have been standing here for a long while.

The PRESIDING OFFICER. The Senator from Arizona.

Mr. BIDEN. Mr. President, I wanted to make a statement before I yield.

The PRESIDING OFFICER. The Senator from Delaware has been yielded time.

Mr. KYL. I have a question for the Chair.

The PRESIDING OFFICER. The Senator from Arizona.

Mr. KYL. My understanding was the Senator from New York was willing to yield time to me for the time he took on my time. What I am asking is, is there a minute of time that my friend from New York took that was in fact included in my time?

The PRESIDING OFFICER. The time was charged to the Senator from New York. So the Senator from Arizona did in fact have the full 10 minutes.

Mr. KYL. I thank the Chair.

Mr. BIDEN. Mr. President, I would be happy to yield, if he wants.

I find this the single most fascinating debate I have been involved in in 28 years. I sincerely do. It is not a joke. I am not being facetious. I find this absolutely fascinating.

This isn’t just about choices. This is about values. My friend from Arizona says “morality.” Give me a break. Morality? This is about values. This is about what you value. Is it of a higher value to you to make sure that the fewer than one-tenth of 1 percent of the people in America, numbering literally in the thousands, who will have to pay an estate tax over $3 million—the first 3, no tax—will have their rate dropped from 55 to 53 instead of 55 to 50—is that of greater value and moral content than paying for tens of thousands of Americans, sitting in this gallery, listening to whether being able to send their kid to school?

Talk about morals. Talk about morality. Talk about values. You have just summarized the fundamental difference between that side and this side. This is about values. I have never had it so starkly and honestly stated on this floor. This is about values: What do we value as Americans? Given the fact we just received a beautiful speech about how we can’t do everything; it has to be done gradually, my Lord, values, values, values.

I will tell you what my values are. My values come from the middle-class family in which I was raised. There are three things a parent can give a child: They can give them faith, they can give the child an education, and they can give the child character. We want to talk about values. Is it better that I see to it that if I am lucky enough to have a $4 million estate left, that on $1 million of that, I leave to my heirs several thousands dollars less than they would otherwise get because they won the genetic pool or that somebody in the state of Nevada, or New York is busting their neck working two jobs, both parents trying to send their kids to school and can’t get them to college.

Tell me about values. Where I come from, that is an easy call. That is not even close. It would be viewed by most where I come from as immoral to give the kid who won the genetic pool $3,000 more than the million they already get and to allow the person who is working two or more jobs to not be able to send their kid to school.

I am glad my friend raised it in moral terms. I didn’t quite think of it that way before.

Look, let’s talk about the morality of what we are considering here—whether it is immoral to charge someone over 50 percent after they are dead so their heirs will receive $10,920,000 instead of $14,110,000, or whatever the numbers would come out to.

Everybody in this Chamber acknowledges what my friend from New York has been saying. College tuition is skyrocketing beyond the means of most of us. When we talk about the minimum wage and say that kids should work their way through college—I worked; they flirted with me about football scholarships, a grant in aid, and I got a job making a dollar an hour. Guess what. The tuition for the whole year was $800. A dollar an hour helped. It is true. The staff looks at me as if I am a fossil. We are paying now $5, $5.50. We can raise the minimum wage to $6. Tell me how many hours you would have to work to pay at a State university such as mine, where room and board and tuition is somewhere around $17,000.

At the University of Idaho, it is $10,000 or more. Tell me how many hours you would work for that. Tell me how you can work your way through school today. You just work your way through school. How many families do you men from New York suppose there are in a different neighborhood, came from a different place—who both work and some have two jobs? How many do you...
know? I know lots of such people. Lots of people. Talk about values. Look, everything is relevant. The question here is, What do you value the most?

I would like to point out another thing, without going into all the statistics. There are a couple of points. I want to say to you. By the time this kicks in—the Schumur-Biden amendment—it makes $3,000 of college tuition and fees tax deductible.

Let’s talk about what this giant tax bill is going to do to middle-class families. OK. When all is said and done, if we don’t put anything in here at all, nothing at all about tuition—let’s talk about what helps the people making up to $120,000 in joint income—you are going to get 100% back when it kicks back. OK, that is great. I am all for that. Guess how much you get back by the time ours kicks in for your tuition. It is $3,306. Our tuition tax proposal is bigger than the whole tax cut you get.

Come on. We all stand here and say, because most of us come from middle-class roots, middle-class backgrounds, we care about the middle class. No matter how you cut this, in terms of raw dollars, in terms of what you value, in terms of education, this is a bigger bump for the average middle-class family with a kid in school or somebody trying to put themselves through school than the entire tax break you get.

I don’t know where you guys live. I don’t know where you live. Quite frankly, I thought it was brilliant of my friend from New York. He and I have been doing this for over 2 years in our different capacities. He said, OK, we have to find an offset because of the stupid process we have. He put in the least innocuous offset you could find. If this would offend you, my Lord—this goes to permanent 11 years out. We are slowing up 3 percent to give tens of billions in savings.

The PRESIDING OFFICER. The Senator’s time has expired.

Mr. BIDEN. May I have 2 more minutes?

Mr. SCHUMER. I can yield the Senator 1 more minute.

Mr. BIDEN. I thank the Senator.

Mr. President, the bottom line is that this is a vote about values. This is a way to define, very simply, what you value most. If you value giving 5-percent relief to people with estates over $3 million, instead of 3 percent, more than you value allowing tens of thousands of Americans to get up to $3,000 in relief on their taxes, which can be to do everything from paying tuition to paying the light bill, middle-class families, then vote against us.

Make no mistake about it. My friend from Arizona is right. This is a moral question. This is about value. I know where I stand. I am interested to see where the Senate stands.

Let our American taxpayers keep their savings and pay their grandchildren’s tuition. Do not steal the American dream from these families that have lived conservatively and worked just as hard as other people who leave nothing behind. Remember, a $3 million estate will pay the Government in death taxes over $1 million. That will pay a lot of tuition as well.

This amendment will control the lives of Americans by only reducing the death tax to 53 percent. Let American parents and grandparents keep their savings. No tax should be greater than 50 percent.

Once again, how much tax is too much for people who want to tax income and estates at a higher rate? It is obvious Senator SCHUMER thinks that 53 percent on the estate of these people who have not spent all their money and have received hundreds of phone calls and letters from people who are particularly in the World War II generation. Only this morning we were reminded by Senator STEVENS that these World War II veterans are dying by the thousands every day, and they cannot wait 10 years for death tax reform.

They tell me they have been morally responsible citizens, they are angry that the last 40 or 50 years of their savings, having lived carefully and having worked hard, will be stolen. They are angry that the Federal Government will not let them educate their children and grandchildren so they are not forced for yet another generation working 60 hours a week. The World War II generation wants to help their grandchildren stay in the middle class without mountains of debt.

Mr. SCHUMER. Will the Senator yield?

Mr. GRASSLEY. College education is a good goal, but let the American taxpayers make their own decisions. No tax should be greater than 50 percent. I yield the floor.

Mr. SCHUMER. Will the Senator yield for a question?

Mr. GRASSLEY. I yield the floor.

The PRESIDING OFFICER. Who yields time?

Mr. SCHUMER. I yield myself 30 seconds. That was a very good speech, and
May 17, 2001

CONGRESSIONAL RECORD—SENATE S5069

I believe it, too. The number of estates in the Senator's State of Iowa that paid an estate tax of more than $5 million—we are debating $3 million, so this is probably a little low—is 23. That speech was given for approximately 35 families a year in Iowa, the very wealthiest of the tens of thousands of grandparents of World War II veterans, such as my father, who have to struggle to put their kids and grandkids through college. Thirty families in Iowa, estate tax reduction; tens of thousands, college tuition reduction.

Choices.

We would all like to reduce every tax. Which do you choose?

I yield 4 minutes to my friend from North Dakota.

Mr. DORGAN. Mr. President, we have every right to come to this Chamber and change this tax bill. It was written in the Finance Committee. We as Members of the Senate have a right to say we have a better idea. I will talk about this so-called death tax. The term "death tax" was created by a Republican pollster. It is a wonderful moniker for the estate tax. Mr. President, I am going to give my colleagues a chance to vote on something that affects each and every family.

Talk about family farms and small businesses, I am going to offer an amendment that repeals the estate tax for all family farms and all family businesses regardless of size as long as they are passed on to their descendants and continue to operate as an enterprise. Total repeal. My amendment also would increase the general unified estate credit that is available to everyone to $8 million for a husband and wife; $4 million each.

The only estates we are talking about will be over $3 million. And if one comes out and talks about family farms and family businesses, it does not apply. They are already repealed. The question before my colleagues now is the amendment offered by Senator SCHUMER, and it is about choices. Regrettably, it is about selfish choices. It is about choosing to allow families to deduct tuition expenses for their children versus a choice that was made in the Finance Committee to repeal the estate tax and reduce the rate. They said, no, holding on to that repeal is more important than providing the full tuition deduction.

Look at the number of families in this country who scrape and struggle trying to figure out how to send their kids to college. It may not be true with some Members of the Senate, but it is true with almost every family in this country. They are struggling to figure out how to send their kids to college. What do they mortgage? Often they mortgage everything they have to find the money to send their kid to school because they are not going to say no to a kid who deserves the opportunity to get a higher education. In many cases, an estate there is a business or operation and someone wants to continue operations, and we will say: We don't want the half of it. Somebody died but give the Federal Government half.

The bill we have is rather timid in what it does. I remember the former Senator from Illinois, Dick Durbin, and Senator Braun, agreed we should not have a death tax exceeding the personal income tax, which is 39.6. We didn't even do that in this bill. We didn't even do that. President Clinton said maybe we shouldn't have death taxes exceeding the personal income tax rate. For all the talk about the grand estate tax reduction and all the benefits, all we do is, the tax presently starts at 60 percent and we get it down to 45 percent, and then for a grand 9-month period we get it repealed.

But my colleague's amendment says let's stop and keep the tax at 53 percent. As soon as you have a taxable estate, it is taxed at 53 percent. There will be no tax once you reach that $2 million exemption; the Federal Government gets half.

Let's just assume you have a restaurant in New York City and that restaurant is worth $5 million and somebody passes it on, maybe to a third generation, and no one wants to continue operating the restaurant worth $5 million. Uncle Sam says, no, we want half.

The PRESIDING OFFICER. Who yields time?

Mr. BAUCUS. How much time remains?

The PRESIDING OFFICER. There are 7 minutes for the sponsor, and the opponent has 2 minutes.

Mr. DORGAN. Will we be expecting a vote at the conclusion of the time on this amendment?

The PRESIDING OFFICER. That would be stipulated.

Mr. BAUCUS. I don't know. Perhaps the Senator from Nevada and others know what the leadership's view is on the timing of the vote of the next amendment. Perhaps the Senator from Nevada can shed some light.

Mr. REID. I was going to wait until the time expires to ask the same question. We would like to have a vote. Senator Byrd indicates he does not want the votes stacked. We would like to vote and move on.

Mr. DORGAN. Further parliamentary inquiry: Have the yeas and nays been ordered on the amendment?

The PRESIDING OFFICER. They have been ordered.

Mr. SCHUMER. Mr. President, I ask that the yeas and nays be ordered.

The PRESIDING OFFICER. Is there a sufficient second?

There is a sufficient second. The yeas and nays are ordered.

Mr. NICKLES. Mr. President, I thank my colleagues and urge strong opposition to this amendment. It guts the effort to reduce the so-called death tax, the tax on death. Some people say let's see if we cannot do more for providing interest deductibility on student loans. I am happy to do it. But this is not the way to pay for it. Maybe we can do it without an offset. Maybe we can find another offset. I am happy to try to find a different offset—or maybe no offset altogether.

Why do we do this? We are at $1.35 trillion. I guess the cost is $11 billion or $12 billion. Maybe we can add to the cost of the bill—that is one way—or find an offset. I can think of things in the bill that are not quite as meritorious as an estate tax deduction. I believe it. If it is uninsured, we will take over half of somebody's estate because they die.

In many cases, in an estate there is a business or operation and someone wants to continue operations, and we will say: We don't want the half of it. Somebody died but give the Federal Government half.

The bill we have is rather timid in what it does. I remember the former Senator from Illinois, Dick Durbin, and Senator Braun, agreed we should not have a death tax exceeding the personal income tax, which is 39.6. We didn't even do that in this bill. We didn't even do that. President Clinton said maybe we shouldn't have death taxes exceeding the personal income tax rate. For all the talk about the grand estate tax reduction and all the benefits, all we do is, the tax presently starts at 60 percent and we get it down to 45 percent, and then for a grand 9-month period we get it repealed.

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Let's just assume you have a restaurant in New York City and that restaurant is worth $5 million and somebody passes it on, maybe to a third generation, and no one wants to continue operating the restaurant worth $5 million. Uncle Sam says, no, we want half.
I think that is wrong. I urge my colleagues to vote against this amendment when and if we get to a vote on it. I urge Members to vote no because the pay-for is wrong. We can perhaps work together to find another vehicle or another way to pay for it. It does not that the Senate has written. The effect of the amendment is to gut the estate tax reform we have in this bill. It guts it. This is a whole lot of the bipartisanism that we have, where we have Democrats and Republicans who have come together to say let’s reduce the estate tax.

Mr. SCHUMER. Will the Senator yield?

Mr. NICKLES. I will yield in a moment.

Mr. SCHUMER. I appreciate that.

Mr. NICKLES. Last year we passed a bipartisan bill, with 59 votes in the Senate, to repeal the death tax. This amendment says let’s not do that; stop at 53 percent; the Government is entitled to take half. I think this is a terrible pay-for. It is a terrible offset. It is class warfare rhetoric at its worst. It is not the way to do it or to pay for it. My colleague from New York would work with us, like he did from New Jersey. Let’s work together, and maybe we can figure out a way to do this to expand the interest deduction for all Americans. I am happy to work with our colleagues to do that. I think you will find bipartisan support for doing it. But not at the expense of gutting the reduction we have in one of the most unfair taxes on the books, the so-called death tax.

It is absolutely unconscionable we will tell people who are farming that their farm or ranch happens to be worth $3 or $4 or $5 million and the Federal Government is entitled to take half. I think it is wrong.

I urge my colleagues, because somebody asked for the yeas and nays on the Schumaker amendment, vote it down. Then we can come back. I will be happy to support an amendment that will increase the interest deduction and have a different pay-for than what is in here. The way this amendment is paid for is grossly unfair to millions of small businesses all across the country that are trying to build and pass on their business to their kids. This amendment is unfair, and it should be defeated. Let’s find a different pay-for or offset it in a different way, in a different manner, not in the manner proposed by my colleague from New York.

I will be happy to yield.

Mr. SCHUMER. I thank the Senator.

I appreciate our difference of opinion.

My question to my friend from Oklahoma is this: Since the framers of the bill who are largely from his side chose not to repeal the so-called death tax until 2011, how the heck—and his main speech was aimed at repeal, the restaurant in New York City, et cetera. Whether we tax at 45 percent or 55 percent, they are going to have to do something bad for their business when the estate occurs.

How the heck does reducing that top rate on estates over $3 million, instead of from 55 to 45, but from 55 to 53, while we keep the same date of repeal as the framers of this compromise chose—how the heck does it gut the estate tax?

One other question: In the State of Oklahoma, the number of estates that would be affected on an annual basis—I don’t know the exact number. I know the numbers that are valued over $5 million. This would be over $3 million. Affected by this amendment for estates over $5 million, there are 26. That is it. Mr. NICKLES. Is the Senator on my time or your time?

Mr. SCHUMER. Your time, Mr. NICKLES. Then I will answer. My colleague could not be more wrong. The Senator does not understand the essence of estate if you think there are only 28 Oklahomans who have estates over $5 million. There are millions of estate. Corporation of managed it in this country right now, that are effectively wasting a lot of time, energy, and resources to avoid paying this unfair, punitive tax. There are probably millions in your home State, millions in your State alone.

Let me give an example. I used to own and operate a small business. It wasn’t in this valuation, but it comes out on occasion when someone suffers a death and someone wants a third or half. You don’t want to have that happen again. You go to great lengths to make sure it doesn’t happen again. So if you think this only applies to a few, you are sadly mistaken—absolutely mistakenly.

There is more and effort used in spending to avoid this tax than probably any other tax in America because it is unfair. I was third generation in the company I managed, Nickles Machesney Corporation of managed it in several years and am proud of it. I had nephews managing until recently. It is difficult to pass on a business to succeeding generations if Government comes in and takes half every time one person in a person manages it passes away. It is next to impossible.

To think we have calculated that there are only so many taxable estates misses the whole point. There are millions of businesses, farms, ranches, and so on, where people are working aggressively to build, maybe get in that category, maybe they are not. But they do not want to be caught. They do not want to be stuck. They do not want their children to have to sell to pay taxes to the Federal Government.

Mr. SCHUMER. Will the Senator yield?

Mr. NICKLES. I am happy to yield.

Mr. SCHUMER. I just asked a different hypothesis with 28 is a number per year—obviously there would be some more; it is hard to believe it would be millions in the State of Oklahoma, when there are only 28 a year. My question is a different question.

One other question. I sympathize with what the Senator says, in terms of people having to sell a business to pay for the tax. That is a different issue. That deals with repeal. Our amendment does not address repeal. It simply says, instead of lowering the rate from the top rate, which is for estates over $3 million, from 55 percent to 45 percent, we lower it from 55 percent to 53 percent, still a lowering, because we have to make a choice. We would rather help the family making $80,000 send their kids to college.

How does the tax change deal with that?

Mr. NICKLES. I will reclaim my time. I am not waiting for my colleague to make a speech. I think it is absurd for someone to say: We are just going to reduce the rate to 53 percent; we are going to reduce the tax 2 percent for the upper end estates and, oh, sure, at end of that time we are going to repeal it. I don’t think so. I don’t think that is credible.

For someone to suggest we are still going for repeal but having to keep the rate at 53 percent, I do not think is credible. It is not going to happen.

Back to this idea of how many estates, you might say in 1 year there were 28 taxable estates above $5 million, but I tell you there are thousands of estates that are subjected to this tax that are trying to avoid this tax, trying to minimize this tax; thousands in my State, millions in your State—millions! Surely a million. There are thousands in Northern Virginia. You don’t have to go very far talking about taxable estates around this area. If you look at high priced neighborhoods where the Government comes in: Oh, the Government is entitled to take half of that house or half of that property or half of that business because somebody passes away? What right does Government have to get 53 percent of somebody’s estate? It is just absurd. It should be unconscionable.

I go back to our friend, who is not the most conservative Senator with whom we had the pleasure of serving, the Senator from New Jersey, Carol Moseley-Braun. We agreed we should not tax estates more than we have on personal income tax. I believe President Clinton said the same thing. That rate is 39.6. The amendment of my colleague from New York says, let’s keep it the same 55 and 53 is rather high. I tell my colleagues, if you think the amendment is laudable for the deduction of student loan interest, I may well agree with you but not at this offset, not to gut the estate tax, not when the estate tax is one of the pillars of this bill, both for this President and this Congress and the past Congress.

So let’s not gut the bill. Let’s find another way. Again, we are going to find out if people want to legislate or people want to try to defeat the bill. I urge my colleagues, work with some of the Senator’s want to sign it and signed into law. We will work to find a way to have greater student loan deductibility. We can do that. We can do
it with 60 votes. And you will not have half the Senate going berserk.

But I tell you this amendment, to gut the estate tax reduction, will not finally be successful. We are going to figure out a way to have a significant reduction in estate taxes. That is part of what a lot of us have been working on for decades. It is what we passed last year. We are going to get it done this year.

I urge my colleagues, let’s find another way. If we have to, let’s defeat the Schumer amendment and then we can come back and do something more on student loan deductions without gutting the estate tax deduction we have in the present bill.

I yield the floor.

The PRESIDING OFFICER. Who yields time?

Mr. SCHUMER. How much time is there on each side, Mr. President?

The PRESIDING OFFICER. Nine and a half minutes on this side and about 7 minutes on the Senator’s side.

Mr. SCHUMER. Does the proponent of the amendment have the right to conclude?

The PRESIDING OFFICER. There is no such right.

Mr. SCHUMER. I would like to conclude.

Mr. BAUCUS. The Senator can ask unanimous consent that he have the last statement, whatever he wants to do.

Mr. SCHUMER. I ask unanimous consent I have the last word on this amendment, at least until the vote.

The PRESIDING OFFICER. Is there objection?

Mr. NICKLES. Reserving the right to object, what was the request?

The PRESIDING OFFICER. The Senator will restate his request.

Mr. SCHUMER. I simply asked—there are 9 minutes left on the opponents’ side, 7 minutes for the proponent—unanimous consent I have the right to conclude.

Mr. SCHUMER. I object.

The PRESIDING OFFICER. Objection is heard. Who yields time? Who yields to the Senator from New Hampshire?

Mr. GRASSLEY. I yield to the Senator from New Hampshire whenever time he might want right now.

The PRESIDING OFFICER. The Senator from New Hampshire.

Mr. GREGG. I ask unanimous consent to set aside this amendment, reserved this time in its present position, so I may call up my amendment and speak to it for 5 minutes and ask for the yeas and nays.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. REID. Reserving the right to object, I want the time to run on the amendment that is now here. We want to be able to vote now.

If the Senator from New Hampshire wants to set aside this amendment, that is part of his amendment for 5 minutes and have the time count off those who oppose the Schummer amendment, that is fine. But otherwise I object.

Mr. GREGG. I withdraw my request. I don’t want to prejudice either side as to their time, 9 minutes and 7 minutes that I know is going to be consumed with brilliance.

Mr. GRASSLEY. I suggest the absence of a quorum.

The PRESIDING OFFICER. Without objection, the request is withdrawn.

Mr. GRASSLEY. I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proeed to call the roll.

Mr. REID. Mr. President, I ask unanimous consent the order for the quorum call be rescinded.

The PRESIDING OFFICER. Is there objection?

Mr. GREGG. I object.

The PRESIDING OFFICER. Objection is heard.

The assistant legislative clerk continued the call of the roll.

Mr. REID. Mr. President, I ask unanimous consent the order for the quorum call be rescinded.

Mr. GREGG. I object.

The PRESIDING OFFICER. Objection is heard.

The assistant legislative clerk continued the call of the roll.

Mr. GRASSLEY. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. GRASSLEY. Mr. President, I ask unanimous consent that the pending amendment by Senator Schummer be laid aside and that a vote occur in relation to the amendment at 7:45 p.m. with no second-degree amendment in order prior to the vote. I further ask unanimous consent that the amendment be laid aside following the 5 minutes for Senator Schummer in order for Senator Gregg to offer an amendment and, following that time, the Gregg amendment be laid aside and Senator CARNAHAN be recognized to offer her amendment.

Mr. REID. Reserving the right to object, I think we have agreement, but in speaking to my friend from Oklahoma, it is my understanding that Senator SCHUMER’S 5 minutes would be at 7:40, 5 minutes before the vote, the same amount of time.

Mr. NICKLES. I would ask that both sides would have 5 minutes prior to the vote.

Mr. REID. No problem.

Mr. KERRY. Reserving the right to object, may I ask the Carnahan amendment under any kind of time agreement at this point? I ask the Senator from Iowa.

Mr. GRASSLEY. Under the rules, it would be 1 hour on each side on the Carnahan amendment.

Mr. REID. Mr. President, reserving the right to object, I didn’t mean to interfere. Did the Senator from Massachusetts finish his reservation?

Mr. KERRY. The question has been answered.

Mr. REID. Mr. President, one thing that we want to accomplish, if Senator Gregg lays down his amendment, there is no objection, Mr. President, if the Senator from New Hampshire would have the right to object. I think it is all right, if we can agree to an agreement that the amendment of the Senator from New Hampshire could be next but not that it be laid aside in a manner where he could object to any subsequent amendment that might arise.

Mr. GREGG. If the Senator would allow me to suggest, the way to resolve this would be to amend the unanimous consent request so that we could return to my amendment at some point during the furtherance of debate for a period of an hour equally divided, and then I would waive my rights that the Senator wishes to have waived.

(Mr. ALLEN assumed the chair.)

Mr. REID. Mr. President, speaking for someone who is not managing the bill, and with the consent of Senator BAUCUS, if the Republicans want to make that as one of their amendments, that would be fine. We have no problem with that. We believe the two managers should be managing the bill. If your side agrees you should be one of the next amendments, we have no problem with that.

Mr. BAUCUS. Reserving the right to object, Mr. President, if the Senator from New Hampshire wants to be the next amendment under consent, that would be fine but not to be laid aside, which puts the Senator in the position to be able to object any time another amendment might arise.

Mr. REID. Reserving the right to object, we have no objection if the Senator wants a vote prior to the Carnahan amendment. The Republicans have a right to be next.

Mr. GREGG. He would like to get it in the queue, and I would like to be recognized for an hour at some point, and I don’t have to have the preferential status in order to accomplish that. I
would be willing to work out a way to accomplish that.

Mr. NICKLES. Mr. President, I think we can agree to this and have the agreement be that the manager of the bill, Senator GRASSLEY, will determine in which order the amendment will be considered.

Mr. BAUCUS. Mr. President, reserving the right to object, I will object if the effect of the consent is that an objection can be raised to laying aside the Senator's amendment whenever a subsequent amendment might be offered.

Mr. NICKLES. Mr. President, might I suggest that the amendment be laid aside subject to recall by the manager of the bill, Senator GRASSLEY.

Mr. BAUCUS. Reserving the right to object.

Mr. NICKLES. Subject to the discretion of the two managers.

Mr. GREGG. We will have an opportunity to debate the amendment at some point.

Mr. BAUCUS. At some point, yes. Mr. President, reserving the right to object again, the Senator well knows the clock is ticking. He may not have the time to debate his amendment if he is at the end when the clock has finally ticked down.

Mr. GREGG. That is, quite obviously, my concern.

Mr. BAUCUS. Mr. President, I do not object with the understanding that if the Senator wishes to bring up his amendment, it is in consultation with the Senator from Iowa as well as myself.

Mr. REID. Mr. President, if I could, I think it is the intention of everyone here that you would be one of the next Republican amendments in order.

Mr. GREGG. I take that representation from the Democratic leader that I would be the next Republican amendment of the 2½ years, or one of them. Recognizing his credibility on that point, I will accept that.

The PRESIDING OFFICER. Is there objection to the request as modified? Without objection, it is so ordered.

AMENDMENT NO. 656

Mr. GREGG. Mr. President, I send up my amendment No. 656.

The PRESIDING OFFICER. The clerk will report.

The senior assistant bill clerk read as follows:

The Senator from New Hampshire [Mr. GREGG], for himself, Mr. ENROSS, Mr. ALLARD, Mr. KYL, Mr. BUNNING, and Mr. ALLES, proposes an amendment numbered 656.

Mr. GREGG. Mr. President, I ask unanimous consent that further reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

(Purpose: To provide a temporary reduction in the maximum capital gains rate from 20 percent to 15 percent.)

At the end of subtitle A of title VIII, add the following:

SEC. 5. TEMPORARY REDUCTION IN CAPITAL GAINS RATE.

(a) REDUCTION IN MAXIMUM RATE.—The following sections of subpart A are amended by striking "20 percent" and inserting "15 percent":

(1) Section 1(h)(1)(C).

(2) Section 55(b)(3)(C).

(3) Section 1454(b).

(4) The second sentence of section 7518(c)(6)(A).

(b) TRANSITION RULES FOR TAXABLE YEARS WHICH INCLUDE JUNE 1, 2001.—For purposes of applying section 1(h) of the Internal Revenue Code of 1986 to taxable years beginning on or after June 1, 2001—

(1) The amount of tax determined under subparagraph (B) of section 1(h)(1) of such Code shall be the sum of—

(A) 10 percent of the lesser of—

(i) the net capital gain taking into account only gain or loss properly taken into account for the portion of the taxable year on or after such date (determined without regard to collectibles gain or loss, gain described in section 1(h)(6)(A)(i) of such Code, and section 1232 gain), or

(ii) the amount on which a tax is determined under such subparagraph (without regard to this subsection), over

(B) 10 percent of the excess (if any) of—

(i) the amount on which a tax is determined under such subparagraph (without regard to this subsection), over

(ii) the amount on which a tax is determined under subparagraph (A).

(2) The amount of tax determined under subparagraph (C) of section 1(h)(1) of such Code shall be the sum of—

(A) 15 percent of the lesser of—

(i) the excess (if any) of the amount on which a tax is determined under subparagraph (A) of paragraph (1) of this subsection over the amount on which a tax is determined under subparagraph (A) of paragraph (1) of this subsection, or

(ii) the amount on which a tax is determined under subparagraph (A) of such Code, without regard to this subsection, plus

(B) 20 percent of the excess (if any) of—

(i) the amount on which a tax is determined under such subparagraph (without regard to this subsection), over

(ii) the amount on which a tax is determined under subparagraph (A) of such Code.

(3) For purposes of applying section 55(b)(3) of such Code, rules similar to the rules of paragraphs (1) and (2) of this subsection shall apply.

(b) The amount of tax determined under subsection (A) of section 1(h)(1) of such Code shall be the sum of—

(A) the net capital gain taking into account only gain or loss properly taken into account for the portion of the taxable year on or after such date (determined without regard to collectibles gain or loss, gain described in section 1(h)(6)(A)(i) of such Code, and section 1232 gain), or

(ii) the amount on which a tax is determined under such subparagraph (without regard to this subsection), over

(B) 10 percent of the excess (if any) of—

(i) the amount on which a tax is determined under such subparagraph (without regard to this subsection), over

(ii) the amount on which a tax is determined under subparagraph (A).

(c) EFFECTIVE DATES.—

(1) The amount of tax determined under subsection (a)(3) shall apply to amounts paid on or after June 1, 2001, and

(B) in taxable years beginning before January 1, 2004.

(2) Section 1454(b)(3) of such Code shall apply to sales or exchanges made—

(A) on or after June 1, 2001, and

(B) in taxable years beginning before January 1, 2004.

(3) Withholding.—The amendments made by subsection (a)(3) shall apply to amounts paid on or after June 1, 2001.

Mr. GREGG. Mr. President, I offer this amendment on behalf of myself, Senators ENROSS, ALLARD, KYL, and BUNNING.

This amendment is a capital gains cut over a 2½-year period. I think there has been a great deal of discussion about the stimulus effect of this tax cut and whether or not this economy, which is beginning to slow, is going to be effectively boosted by the economic activity that will be generated by this tax cut.

Secondly, the frontloading of the $85 billion in tax cut assistance into this year is going to be a very positive event. But a capital gains cut has been shown historically to be the most positive unlocker of the economic vitality and energy of the American economy. A capital gains cut frees up the capital of the marketplace that is being locked down because of people concerned about the cost of selling their assets—frees it up that capital to be reinvested in the marketplace and to multiply the economic activity of the country, and to create energy and therefore prosperity in the markets and in our country.

This sunsets effective December 31, 2003. The reason this is a 2½-year capital gains rate cut, from 20 percent to 15 percent, is because a 2½-year rate cut actually generates positive income to the Treasury. For those 2½ years, money will actually be flowing into the Treasury in a positive way. It is not a tax loser. It is not a revenue loser during that period.

In fact, historically, there is very strong evidence—specific evidence—that a capital gains cut is never a revenue loser for the Treasury and, in fact, always generates so much more economic activity than it does in lost revenue that the additional economic activity has historically generated more tax revenues than the revenues that might have been lost as a result of the rate cut.

So cutting the capital gains rate is a double winner. It will energize significant economic activity in the marketplace. Therefore, by unlocking assets that have been held down because people have been convinced of paying extra taxes to free them up, it will allow people to then take those moneys and reinvest them into the economy, which means you will have more capital out there, more activity, more jobs, and more prosperity.

Secondly, it is a winner because it energizes revenue into the Federal Treasury. Therefore, it is positive for us as a Government because we will have those revenues to use in order to benefit the citizenry through other activity of the Government, whether it happens to be other tax cuts which we can put in place, or ideas such as the one the Senator from New York is trying to pass at this time.

So this concept of a capital gains cut makes a great deal of sense, and the reason we have put it under a short timeframe, under a sunsetted provision, is to accomplish it in a way that absolutely guarantees that people are going to take advantage of this opportunity quickly. And that will immediately generate economic activity within the American economy.
So I appreciate the support of my fellow Senators, Senators ENSIGN, ALLARD, KYL, and Bunning on this point. I understand we are going to be able to come back to this issue and debate it at some length.

At this time, I ask for the yeas and nays on the amendment.

The PRESIDING OFFICER. Is there a sufficient second?

There is a sufficient second.

The yeas and nays were ordered.

Mr. GREGG. Mr. President, I yield the floor.

The PRESIDING OFFICER. The Senator from Nevada is recognized.

Mr. BAUCUS. Mr. President, I don't see any Senators who want to speak. We have an order that there will be a vote at 7:45.

Mr. GREGG. Will the Senator from Montana yield so I might add an additional cosponsor?

Mr. BAUCUS. Yes.

Mr. GREGG. I ask unanimous consent that Senator ALLEN be added as a cosponsor of my amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. REID. Mr. President, the Senator from Missouri is on her way. She was just notified. She is in the order to offer the next amendment. In fairness and in an effort to move this along, I ask unanimous consent that the time during the quorum call run against her amendment, and I suggest the absence of a quorum.

The PRESIDING OFFICER. Without objection, it is so ordered.

The time will be so charged. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. REID. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. REID. Mr. President, my fellow Senator from the State of Nevada wishes to speak on Senator GREGG's time, so the time is not running against Senator CARNAHAN.

The PRESIDING OFFICER. The Senator from Nevada, Mr. ENSIGN.

Mr. ENSIGN. Mr. President, I rise in strong support of the amendment offered by Senator GREGG to cut the capital gains tax rate from 20 percent to 15 percent. I truly believe of all the economic stimulus that needs to happen through a tax cut, there is none more important that we can do as a Senate than to cut the capital gains tax rate from 20 percent to 15 percent and the lower rate from 10 percent to 8 percent.

If any of our colleagues had read the Wall Street Journal this Monday, not only was there an excellent op-ed by several authors that illustrated how much more would be produced if we cut the rates at which capital gains are taxed, but also on the front page of the Wall Street Journal there was an article talking about the various States whose revenues are going to have serious shortfalls, including the State of California, simply because of the problems in the stock market.

The State of California probably is going to suffer worse than any other because its high-tech companies in these States are paying in stock options. When those stock options are exercised, their employees actually pay ordinary income taxes. Those income taxes also usually have a State income tax, and then in California, and believe the stock market has been depressed for the past 6 months, and it looks like for quite a bit of this year, none of these stock options is worth anything, so the employees cannot exercise the stock options. Therefore, States such as California are having serious budget shortfalls.

Not only to stimulate the economy is a capital gains tax rate reduction absolutely necessary, but it is also important to many of the States' budgets, including the President's Office's home State, the State of Missouri, which has a similar problem. We can help State budgets not suffer serious shortfalls this year by cutting the rate on which capital gains are taxed.

I truly believe it is going to be an incredibly important tax cut for us to enact. Over 10 years it only scores, as far as what it will cost the Federal Government, about $10 billion, and I believe, with all deference to the Joint Tax Committee, the bean counters over there who actually score these various provisions, historically if one looks at the economic activity that happens with a capital gains tax rate reduction, that $10 billion it says is going to cost the Treasury, it is going to actually produce more revenue over the next 10 years than it costs.

Cutting the rate at which capital gains are taxed is one of the most important things in the short term and in the long term. It makes no sense at all to even have a capital gains tax, and the least we can do is to cut the rate. Most industrialized countries around the world do not tax capital because they understand this simple formula, and I talk to high school students about this all the time. In order to have employees, there first have to be employers. Most people in America understand that. I am not sure how many in Congress do but most of the people in America get that.

In order to have employers, there first has to be capital. To tax the formation of capital hurts the ability to have employers, which hurts employees, thus hurting jobs in America or wherever capital is taxed. That is the reason we should someday eliminate the capital gains tax, but for sure we should at least decrease the rate to incent more capital.

Investing creates jobs, and that is really what it is all about. If we want to stimulate the economy, this is the best thing to do.

I yield the floor and ask other Senators that I thank the Senator from Nevada.

The Senator from Nevada, Mr. GREGG. Mr. REID. Senator CARNAHAN is now here and ready to proceed. Mr. President, I say to Senator CARNAHAN, at 7:35 p.m. the Parliamentarian will, if the Senator is still speaking, interrupt her because pursuant to the order there are 10 minutes prior to the 7:45 p.m. vote. The Senator has her hour.

The PRESIDING OFFICER. The Senator from Missouri, Mrs. CARNAHAN.

Mrs. CARNAHAN. I thank the Chair. Mr. President, Americans have clearly expressed that they want a tax cut, and I favor a tax cut as do all Democrats but one that benefits all Americans.

The focus of this tax cut debate has been on marginal rates, which are the tax rates paid on the final dollar of an individual or family's income.

One of the best provisions of the President's proposal is the tax cut constructed by the Finance Committee is the creation of a new 10-percent marginal rate that covers taxable income up to $12,000 for couples. All income-tax payers receive a $600 tax cut from this change in the law, whether they make $50,000 or $500,000.

I come to the Senate Chamber this evening, however, to correct a serious inequity in the bill before us. This bill contains a marginal rate cut for each of the income group of taxpayers but one: couples who have taxable income between $12,000 and $45,000. This omission is so glaring that it is worth reviewing precisely what this bill would do.

Couples with taxable income between $45,000 and $109,000 would get a marginal tax rate cut of 3 percent.

Couples with taxable income between $109,000 and $167,000 would get a marginal tax rate cut of 3 percent.

Couples with a taxable income between $167,000 and $297,000 would get a marginal tax rate cut of 3 percent.

Couples with a taxable income of over $297,000 would get a marginal tax rate cut of 3.6 percent.

But couples with a taxable income between $12,000 and $45,000 would get absolutely no rate cut for the final dollars of income earned.

Who are these families who are single and do not get any tax cut in this bill? They have gross incomes of between $30,000 and $65,000. This is the heart of the American middle class. They are Americans who are working the late night shift at the factories, they are cops on the beat, and they are American women and dads holding two jobs to send their kids to college. They are family farmers waking up early to tend their chores.

Mr. President, 72 million American taxpayers pay a 15-percent tax on their last dollar of income. 1.7 million Missouri taxpayers fall into this category. This is 44 percent of all Missouri taxpayers. These are the folks who work
hard, play by the rules, struggle to make ends meet, but then get left out when it is time to get relief. They do not have high-priced lobbyists or groups running television commercials on their behalf. Why is it that they are passed over for large tax cuts to couples with taxable income over $300,000? This is the forgotten American middle class.

The amendment I propose tonight on behalf of Senator DASCHLE and many of my colleagues would correct this oversight. The 15 percent bracket is reduced to 14 percent. This can be accomplished and still cut every other rate by 1 percent.

The top 1 percent of American taxpayers would still receive substantial tax relief under this amendment. On average, our wealthiest taxpayers would still receive a rate cut of $9,000. But by adjusting the 15 percent bracket, we would be providing middle-class families $352 in tax relief in addition to the $600 cut from the creation of the 10 percent bracket.

Mr. President, Americans expect tax relief, but they also expect fundamental fairness. My amendment would make this bill fairer. I commend it to the Senate.

I send the amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

"The Senate from Missouri [Mrs. CARNAHAN], for herself and Mr. DASCHLE, proposes an amendment numbered 674.

Mrs. CARNAHAN. Mr. President, I ask unanimous consent reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 9, strike lines 5 through 12 and insert the following:

"(2) Reductions in rates after 2001. —

(A) In general. — Each rate of tax (other than the 10 percent rate) in the tables under subsections (a), (b), (c), (d), and (e) shall be reduced by 1 percentage point for taxable years beginning during a calendar year after the trigger year.

(B) Trigger year. — For purposes of subparagraph (A), the trigger year is:

(i) 2002, in the case of the 15 percent rate,

(ii) 2003, in the case of the 28 percent rate,

(iii) 2004, in the case of the 31 percent rate,

(iv) 2005, in the case of the 36 percent rate, and

(v) 2006, in the case of the 39.6 percent rate.

(3) Adjustment of tables. — The Secretary."
Mr. PRESIDING OFFICER. The Senator from Missouri has 51 minutes remaining on her amendment. However, the amendment will be set aside at 7:35 for the Schumacher amendment.

Mr. DASCHLE. I thank the Chair. I am very pleased to have the opportunity to respond to the amendment of the Senator from South Dakota, the leader, which is entitled "Making College Tuition Deductible." We have been talking a lot about the estate tax, which is paid by the richest Americans, but we have never really talked about the college tuition deduction.

I think, on a bipartisan basis, overwhelmingly, Republicans and Democrats would want to fix this Achilles' heel in the bill. There is a lot of fixing that needs to be done. But if you are going to start at the top, at least you would want to say we cannot accept this. We cannot tell 72 million Americans they are not going to get a rate cut like everybody else. We are not going to say to 72 million Americans, you get zero rate cut, but maybe a 4 or 5 percent rate cut, if some of our colleagues have their way. How does that make sense?

That is really the essence of the whole approach to this amendment. I know my time has expired. I yield the floor for now.

AMENDMENT NO. 668

The PRESIDING OFFICER. The Senator from Iowa.

Mr. BAUCUS. I yield the floor.

The PRESIDING OFFICER. The Senator from New York, Mr. Schumer.

Mr. SCHUMER. Mr. President, I thank my dear friend for his willingness to accommodate. I think others have probably made decisions with regard to schedule. I do not want to adversely affect their schedules. I will accommodate the unanimous consent agreement and just take a couple of minutes now. We can come back to the debate following the vote on the Schumacher amendment.

Mr. President, I do not know if this chart has been used so far in the debate, but this chart really says it all. There are middle-class taxpayers who have been skipped over in this bill. Of all the problems many of us have with regard to this particular bill other than its overall size, I think it is this.

There is no rate cut for those who fall in the income brackets of most Americans. I know in South Dakota this represents about 90 percent of the people in my State. From $12,000 to $45,000 net, $12,000 to $65,000 gross, there is no rate cut. There is a rate cut in the bill, but it is a rate cut, from 15 percent to 10 percent, and that 10 percent goes into effect. But it is for all of these different categories, the different rates that we have in our income tax schedule today.

Everybody gets the value of that new 10 percent rate. The only people who do not get anything beyond that are those who fall in this income category, $12,000 to $45,000. That is the largest single group of income taxpayers in the country.

I applaud the distinguished Senator from Missouri for her amendment and thank her for offering it because I think she provides the fix for what is one of the most glaring inequities in the entire tax bill that is before us. What she simply says is, let's give those who fall into this rate a tax cut like everybody else. Let's reduce their taxes from 15 percent to 14 percent. And to pay for it we will accommodate all of the others as well. But we will reduce all of those rates by 1 percent. We will reduce the top rate by 1 percent, we will reduce the second rate by 1 percent, the third and fourth rate by 1 percent, but everybody then gets a rate cut of 1 percent.

I think it is President Bush who said there ought to be no winners and losers here. You have real losers under this bill as it is currently written. What we are trying to say is, if you really mean what you say about not having winners and losers, why in the world would you leave out the 15-percent rate taxpayers? The Senator from Missouri makes an excellent point. I

Mr. SCHUMER. Mr. President, I thank the Chair.

Mr. DASCHLE. I thank my dear friend for his willingness to accommodate. I think others have probably made decisions with regard to schedule. I do not want to adversely affect their schedules. I will accommodate the unanimous consent agreement and just take a couple of minutes now. We can come back to the debate following the vote on the Schumacher amendment.

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Mr. GRASSLEY. I will yield myself such time as I consume, and the remainder of the time I will yield to the Senator from Arizona.

The Schumer amendment, as I said so many times, fractures the spirit of the compromise that occurred in the Senate Finance Committee, which is the reason we can be here doing things in the tradition of the Finance Committee in a bipartisan way.

Of course, Senator SCHUMER has no interest in this bipartisan agreement. It is curious that Senator SCHUMER would want to work so hard in offering an amendment to improve, in his mind, a bill he is going to end up voting against.

Senator SCHUMER’s amendment guarantees that the Federal Government gets to take over 50 percent of the assets a parent wants to pass on to a child. That does not sound like taxation; that sounds like confiscation to me.

Senator SCHUMER claims that his amendment improves the education components in the bill, but in fact the bill’s underlying education provisions are sound. Student loan interest deduction, prepaid tuition plans, employer-provided educational assistance, an increase in the education IRA—these are all important measures that will improve access to education.

Senator SCHUMER’s amendment will undo a very delicate compromise upon which these provisions rest. It is unwise, it is destructive, and it also should be defeated.

I yield to the Senator from Arizona.

The PRESIDING OFFICER. The Senator from Arizona has 2 minutes, 50 seconds.

Mr. KYL. Thank you, Mr. President. Let me correct a couple things the Senator from New York said earlier. To be accurate, the Senator from New York said his rate kicked in for estates of $3 million. The truth is that according to section 2001 of the IRS Code, his amendment would affect the estates if they were one penny over $2.5 million.

The committee had testimony from a variety of witnesses to talk about what $2.5 million was. A grocer from Duncan, OK, talked about why the independent grocers support the rate relief in our bill—because it takes over $3 million just to put together the average-size grocery store. So when he dies, that estate is going to be denied relief because of the amendment of the Senator from New York.

There is already, as we said before, $33 billion in this bill. By the way, I was in error because I said it was $10 or $11 billion. There is already $33 billion of relief in our education in the bill. This amendment would add an additional $37 billion.

We do not need to pit one group against the other. In fact, the bill is delicately balanced because we have relief for education and for those small businessmen and farms that would benefit from the rate reduction we provide for in the estate tax.

The bottom line here is, we are not just talking about 32 such estates or some number such as that. In my own State of Arizona, according to the Internal Revenue Service statistics for 1998, there are over 250 estates that would be adversely affected by this. In the State of New York, I counted up over 900. The number may be quite a bit higher than that.

So we are talking about a significant number of estates that are over $2.5 million that would be denied the rate relief because of the amendment of the Senator from New York.

The bottom line is this: We tried to put a bill together that was fair. Most Americans believe that nobody should have to pay more than 50 percent in a tax rate. In fact, if you ask them, most of them say the highest rate anybody should pay is 25 percent. We tried to bring the estate tax—the highest rate of which, because of a bubble effect, is at about 60 percent—down to 45 percent. That is at least below 50 percent. No, the Senator from New York says we can’t give that kind of relief; we are going to hold the rate at 53 percent.

It is all about fairness. I urge my colleagues to vote against the Schumer amendment, to follow the advice of the committee, which gives relief both for education and for these small businesses that would get modest rate relief under our bill. If we do that, then I think we will be fair to everybody. If we do not do that, we are hurting one group of Americans in order to try to help a different group of Americans. That is not what this bill is all about. That is not what we should be about.

I urge my Senate colleagues to reject the amendment.

The PRESIDING OFFICER. The time has expired.

The question now is on agreeing to the Schumer amendment No. 669. The yeas and nays have been ordered.

The clerk will please call the roll.

The legislative clerk called the roll.

The motion to agree was adopted.

The legislative clerk will call the roll.

The clerk will please call the roll.

The legislative clerk called the roll.

The motion to lay on the table was agreed to.

Mr. REID. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

The PRESIDING OFFICER. Mr. LOTT. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. LOTT. Mr. President, Senator DASCHLE, Senator REID, Senator NICKLES, the managers, and I have been working to try to come up with an agreement to process to complete action on this legislation by the close of business on Monday. I think we have come to an agreement on a very fair proposal.

I ask unanimous consent that when the Senate resumes consideration of the reconciliation bill at 9:30 on Monday, there be 6 hours equally divided for amendment debate and 2 hours equally divided between each leader or designee for general debate and closing remarks. I further ask consent all remaining first-degree amendments be limited to 1 hour instead of the 2 we had been having, and second-degree amendments be limited to 30 minutes. I further ask consent that a vote occur in relation to the Carnahan amendment beginning at 6 p.m. on Monday, that no second-degree amendments be in order, and there be 2 minutes for explanation prior to the vote. I further ask consent when the Senate resumes consideration of the bill on Monday, the Senate immediately resume consideration of the Gregg amendment number 656.

The PRESIDING OFFICER. Is there objection?

Mr. REID. Reserving the right to object.

The PRESIDING OFFICER. The Senator from Nevada.

Mr. REID. It is my understanding that amendment and the rest of the
amendments will have 1 hour rather than the regular half hour.

Mr. LOTT. That is right, one; so there will be 30 minutes on each side. The 1 hour is equally divided. I also note that we will continue tonight—but with this agreement, the vote will just have to be the final vote—and we go to the following amendments: Collins for 30 minutes; Carnahan for 20 minutes; Rockefeller for 30 minutes; Bayh for 30 minutes; and Harkin for 30 minutes, if they wish to come and offer their amendments.

The PRESIDING OFFICER. Is there objection?

Mr. DASCHLE. Reserving the right to object, Senator LANDRIEU would like to be added to those offering an amendment tonight.

Mr. LOTT. Senator HATCH has an amendment to do tonight.

Mr. HATCH. Next, if I can, on tax credit. I will wait until Monday.

Mr. DASCHLE. Mr. President, is it the understanding of the Chair the amendments would be laid aside as they are offered, then, on Monday, and tonight, and that the votes happen in the sequence in which they were offered, tonight and Monday?

Mr. LOTT. Mr. President, I believe that is the intent; they would be laid aside and voted in sequence in the order they are offered. And Senator LANDRIEU is added to the list for tonight, 30 minutes.

Mr. DASCHLE. If the majority leader could repeat the list.

Mr. LOTT. After we get this agreement, we can continue tonight. The amendments we have arranged tonight are Collins, 30 minutes; Carnahan, 20 minutes; Rockefeller for 30 minutes; Bayh for 30 minutes; Harkin for 30 minutes; Landrieu for 30 minutes; and Senator Grahame tonight also for 30 minutes after Senator LANDRIEU.

I ask unanimous consent Senator HATCH follow the Republican amendment on Monday after the Gregg amendment. So it is the Gregg amendment, a Democrat amendment, and then Senator HATCH.

Mr. WELLSTONE. Reserving the right to object, I wonder if I could be locked in.

Mr. DASCHLE. I was going to ask consent that Senator WELLSTONE follow the Gregg amendment on Monday.

Mr. LOTT. So I amend the agreement, we will get all this straight momentarily, that the Wellstone amendment comes after the Gregg amendment, and that is followed by Hatch on Monday.

The PRESIDING OFFICER. Is there objection?

Mr. BYRD. Reserving the right to object, if we are listing amendments, I would like to be on the list for an amendment before we complete action on the bill, with 30 minutes.

Mr. DASCHLE. I ask that we amend the agreement to include Senator BYRD and Senator DODD.

Mr. LOTT. I certainly amend the request to that extent. Let me say to all of our colleagues, we are not closing up shop. Members will have an opportunity to offer these amendments Monday at a time that hopefully will be convenient. Senator BYRD will be added to the list, I believe, after Senator HATCH if that is what he is asking, but I don’t think Members will be excluded if they are not on the list now.

Are the managers around?

The PRESIDING OFFICER. The Senator from West Virginia.

Mr. BYRD. You know we will not be excluded, but I want to make sure I have 30 minutes.

Mr. LOTT. You have it.

Mr. DODD. Reserving the right to object, I ask for 30 minutes on Monday.

The PRESIDING OFFICER. The Senator from Massachusetts.

Mr. LOTT. Mr. President, if we could get this agreement entered into, we have additional time that Senators have, thankfully, agreed to for tonight.

Let’s get the manager and look at the time and get with the Senators and get this order lined up. I know Senator BAUCUS and Senator GRASSLEY will find a way to get the Senators who want to offer amendments. We need to have some flow in terms of getting amendments on this side among the others. If we get this agreement, we will ask Senator REID and Senator NICKLES to work with these other Senators to make sure Senators are on the list.

The PRESIDING OFFICER. Is there objection?

Mr. DORGAN. Reserving the right to object, I observe to the majority leader the reason for the anxiety is we are bringing this bill to the floor under reconciliation. As the majority leader knows, reconciliation limits the amount of time for debate. So there are many people on this side of the aisle who have amendments and want to have the amendments offered and debated. I think that is why hands are being raised requesting time. If this were not brought under reconciliation we would have that. Every Senator would have the right to offer an amendment and the right to have it debated. I ask I be put in the lineup for Monday for 30 minutes.

Mr. LOTT. Mr. President, I want to make sure we have this list lined up. I would like to have the managers work with us on this. I feel uncomfortable trying to arrange all the amendments. But a request has been made we put Senator DORGAN on that list for Monday. I think we need to see if there is a Republican amendment to come after Senator BYRD before Senator DORGAN. We will continue to alternate.

Senator DODD, we will accept him now and be done with it. Senator DODD will be on the list.

Mr. GRAHAM. I request 30 minutes on Monday.

The PRESIDING OFFICER. The Senator from Maine.

Mr. LOTT. I believe your request was for tonight.

Mr. GRAHAM. Tonight, and I also ask for 30 minutes on Monday.

Mr. KERRY. Reserving the right to object, before colleagues get a second bite of the apple, some Members would like a first. I ask unanimous consent to be added to the order. I think it would be fair for colleagues who have not had a first bite, before others get second bites of the apple.

Mr. DASCHLE. For the information of Democratic Senators the order Monday includes Senators WELLSTONE, BYRD, DODD, DORGAN, and KERRY.

The PRESIDING OFFICER. The Chair advises the Parliamentarian has Senator GRAHAM today and Monday.

Mr. DORGAN. Mr. President, might I inquire, the list that was just read, are those 30-minute amendments?

Mr. DASCHLE. That is correct.

Mr. LOTT. It is 30 unless you would like to have less.

Ms. LANDRIEU. Could the majority leader clarify the order for us tonight?

Mr. LOTT. Senators COLLINS, CARNAHAN, ROCKEFELLER, BAYH, HARKIN, LANDRIEU, and City leader offered.

The PRESIDING OFFICER. Is there objection to the order as modified? Without objection, it is so ordered.

Mr. LOTT. In light of that agreement, then, as enjoyable as it was—

Mr. DASCHLE. Will the majority leader yield?

The PRESIDING OFFICER. The Democratic leader.

Mr. DASCHLE. Senator GRAHAM was kind enough not to demand that he be put into the list on Monday. He would like to have the opportunity to offer two tonight. I assume if he is willing to wait, he can offer both of them back to back. He is the last in order.

Mr. LOTT. I don’t see any problem with that. That will be fine. And I would like the managers to come back and take it from here.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. LOTT. In light of this agreement, there will be no further votes this evening. There will be 8 hours remaining for debate on the reconciliation bill during Monday’s session. A series of votes is anticipated at 6 p.m. on Monday. The last in the series will be final passage. Senators should make their plans accordingly.

I thank all for their cooperation.

The PRESIDING OFFICER. Under the previous order, the pending amendment is set aside and the Senator from Maine is recognized.

AMENDMENT NO. 675

Ms. COLLINS. Mr. President, on behalf of myself and Senator WARNER, I send an amendment to the desk and ask for its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from Maine [Ms. COLLINS] for herself and Mr. WARNER, Mr. COCHRAN, Ms. LANDRIEU, Mr. ALLEN, Mr. SMITH of Oregon, Mr. HARKIN, Ms. MIKULSKI, Mr. REED, and Mr. HUTCHINSON, proposes an amendment numbered 675.

Ms. COLLINS. I ask unanimous consent the reading of the amendment be dispensed with.
SEC. 441. SHORT TITLE

This subtitle may be cited as the "Teacher Relief Act of 2001".

SEC. 442. ABOVE-THE-LINE DEDUCTION FOR QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES OF ELEMENTARY AND SECONDARY SCHOOL TEACHERS.

(a) DEDUCTION ALLOWED.—Part VII of subchapter B of chapter 1 (relating to additional itemized deductions for individuals), as amended by section 221(a), is amended by redesignating section 223 as section 224 and by inserting after section 222 the following new section:

"SEC. 223. QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES.

"(a) ALLOWANCE OF DEDUCTION.—In the case of an eligible educator, there shall be allowed as a deduction an amount equal to the qualified professional development expenses paid or incurred by the taxpayer during the taxable year.

"(b) MAXIMUM DEDUCTION.—The deduction allowed under subsection (a) for any taxable year shall not exceed $500.

"(c) QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES OF ELIGIBLE EDUCATORS.—For purposes of this section—

"(1) QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES.—In general.—The term 'qualified professional development expenses' means expenses for tuition, fees, books, supplies, professional development expenses' means expenses paid or incurred by the taxpayer during the taxable year.

"(1) QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES.—In the case of an eligible educator, there shall be allowed as a deduction an amount equal to the qualified professional development expenses paid or incurred by the taxpayer during the taxable year.

"(2) QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES.—The term 'qualified professional development expenses' means expenses only to the extent the amount of such expenses exceeds the amount excluded under section 133, 529(c)(1), or 529(d)(2) for the taxable year.''.

(b) DEDUCTION ALLOWED IN COMPUTING ADJUSTED GROSS INCOME.—Section 62(a), as amended by section 431(b), is amended by inserting after paragraph (18) the following new paragraph:

"(19) QUALIFIED PROFESSIONAL DEVELOPMENT EXPENSES.—The deduction allowed by section 223.

(c) CONFORMING AMENDMENTS.—

(1) Sections 86(b)(2), 135(c)(4), 137(b)(3), and 219(g)(3) are each amended by inserting "223," after "222."

(2) Section 221(b)(2)(C) is amended by inserting "223." before "222."

(3) Section 469(i)(3)(E) is amended by striking "and 221" and inserting ", 221, and 223."

(4) The table of sections for part VII of subchapter B of chapter 1 (relating to other credits) is amended by striking the item relating to section 223 and inserting the following new items:

"Sec. 223. Qualified professional development expenses.

"Sec. 224. Cross reference."

(d) EFFECTIVE DATE.—The amendments made by this section shall apply to taxable years beginning after December 31, 2000.

SEC. 443. CREDIT TO ELEMENTARY AND SECONDARY SCHOOL TEACHERS WHO PROVIDE CLASSROOM MATERIALS.

(a) IN GENERAL.—Subpart B of part IV of subchapter A of chapter 1 (relating to other credits) is amended by adding at the end of the following new section:

"SEC. 30B. CREDIT TO ELEMENTARY AND SECONDARY SCHOOL TEACHERS WHO PROVIDE CLASSROOM MATERIALS.

"(a) ALLOWANCE OF CREDIT.—In the case of an eligible educator, there shall be allowed as a credit against the regular tax for the taxable year an amount equal to 50 percent of the qualified elementary and secondary school education expenses which are paid or incurred by the taxpayer during such taxable year.

"(b) MAXIMUM CREDIT.—The credit allowed by subsection (a) for any taxable year shall not exceed $250.

"(c) DEFINITIONS.—

"(1) ELIGIBLE EDUCATOR.—The term 'eligible educator' has the same meaning given such term in section 223(c).

"(2) QUALIFIED ELEMENTARY AND SECONDARY SCHOOL EDUCATION EXPENSES.—The term 'qualified elementary and secondary school education expenses' means expenses for books, supplies (other than nonathletic supplies for courses of instruction in health or physical education), computer equipment (including related software and services) and other equipment, and supplementary materials used by an eligible educator in the classroom.

"(3) ELEMENTARY OR SECONDARY SCHOOL.—The term 'elementary or secondary school' means any school which provides elementary education (through grade 12), as determined under State law.

"(4) SPECIAL RULES.—

"(A) DEDUCTION.—No deduction shall be allowed under this chapter for any expense for which credit is allowed under this section.

"(B) APPLICATION WITH OTHER CREDITS.—The credit allowable under subsection (a) for any taxable year shall not exceed the excess (if any) of—

"(a) the regular tax for the taxable year, reduced by the sum of the credits allowable under subpart A and the preceding sections of this part, over

"(B) the tentative minimum tax for the taxable year.

"(C) ELECTION TO HAVE CREDIT NOT APPLY.—A taxpayer may elect to have this section not apply for any taxable year.''.

Ms. COLLINS. Mr. President, I also take this opportunity to ask that the yeas and nays be ordered on the amendment.

The PRESIDING OFFICER. The amendment will be printed in the Record.

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Ms. COLLINS. Mr. President, may I have order, please?

The PRESIDING OFFICER. The President will call for the yeas and nays to be ordered.

Ms. COLLINS. Mr. President, I rise this evening with my good friend, the distinguished senior Senator from Virginia, Mr. WARNER, to offer an amendment providing tax relief to our Nation’s teachers. We are very pleased to be joined by several cosponsors including Senators COLSON, LANDRIEU, ALLEN, HARKIN, REED, GORDON SMITH, MIKULSKI, HUTCHINSON, and DODD.

It would be difficult to script a more appropriate time for us to offer this important amendment. We stand now at the intersection of one of the most pressing issues facing our country, one on a bill to modernize and reauthorize the law that will define the Federal Government’s role over the next 7 years in educating our Nation’s children, the other a landmark tax relief bill of which we are beginning consideration today.

Our amendment joins some of the best elements of each. It is good both for tax policy and for education policy.

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In the midst of the education and tax debates, we are asking our colleagues in the Senate now to overlook the selfless efforts of teachers and the financial sacrifices they make to improve their instructional skills and the classroom experience for their students.

Senator WARNER deserves enormous credit for focusing the Senate’s attention, through a sense-of-the-Senate resolution to the education bill, on the need to provide tax relief for our teachers.

Our teachers serve such a critical role in the education and the development of our children. This amendment, the amendment Senator WARNER offered to the education bill, expressed the sense of the Senate that the Congress should pass legislation providing teachers with tax relief in recognition of the many out-of-pocket, unreimbursed expenses they incur to improve the education of our children.

The amendment we offer tonight is the legislation Senator WARNER’s sense-of-the-Senate resolution contemplated, and which I was proud to cosponsor. It earlier passed by a vote of 95-3.

Our proposal is targeted to support the expenditures of teachers who strive for excellence beyond the constraints of what their schools can provide. Our amendment enjoys the bipartisan support of several of our colleagues, as well as the endorsement of the National Education Association and the American Association of School Administrators.

Let me briefly describe the provisions of our amendment. First, it would allow teachers, teacher’s aides, principals, and counselors to take an above-the-line tax deduction for their professional development expenses.

Second, the bill would grant educators a tax credit of up to $250 for books, supplies, and equipment they purchase for their students. This tax credit would be established at 50 percent of such expenditures, so for every dollar in supplies a teacher spent, the teacher would receive 50 cents of tax relief.

According to a study by the National Education Association, the average public school teacher spends more than $400 annually on classroom materials. This sacrifice is typical of the dedication of so many of our teachers to their students’ welfare. Teachers in Maine and throughout the country spend their own money, even though they are paid very limited salaries, because they want to improve the classroom experience for their students.

Recently I met with one such teacher, Idella Harter, the president of the Maine Education Association. She told me of the many books, supplies, and equipment she buys for her classrooms. One year, Idella Harter said she spent well over $1,000 of her own money on educational software, books, pocket charts, and other materials. Yet, because of her tax situation, she could not deduct these expenses from her taxable income.

When we help our Nation’s teachers, the ultimate beneficiaries are their students. Other than an involved parent, a well-qualified teacher is the single most critical element to predict a student’s success. Educational researchers have demonstrated time and again the close relationship between highly qualified teachers and student achievement.

Moreover, educators themselves understand just how important professional development is to maintaining and extending their levels of competence. When teachers from Maine, they repeatedly tell me of their need for more professional development. Yet there is a scarcity of financial support for this worthy pursuit.

I greatly admire the many educators who have voluntarily reached deep into their pockets to pay for additional training and course work for themselves, and also to finance additional supplies and materials for their students. By enacting these modest changes to our Tax Code, we can encourage educators to continue to take the formal course work in the subject matter which they teach and to avail themselves of other professional development opportunities.

The relief that our Tax Code now provides to teachers is simply not sufficient. By and large, most teachers do not benefit from the current provisions that allow for limited deductibility of professional development and classroom expenses. A new report by the American Federation of Teachers places the average national teacher’s salary at about $42,000. In Maine, the average yearly starting salary for a public school teacher is just a little over $23,000. Yet these teachers, out of their own generosity, are reaching deep into their pockets to improve their teaching.

Now, under the current law, the problem is that teachers do not reach a sufficient level to be able to deduct the costs of their professional development and classroom supplies. By allowing teachers to take the above-the-line deduction for professional development expenses and a credit for classroom expenses paid out of pocket, our amendment takes a fair, progressive approach that will provide a modicum of relief to our Nation’s schoolteachers.

I should note that many of our colleagues have already voted for very similar legislation. Last year, Senator KYL, Senator Coverdell, and I offered a similar amendment to the Affordable Education Act, which was adopted unanimously.

I would like to recognize the leadership of the senior Senator from Virginia, whom I believe, will be speaking in favor of our amendment.

The PRESIDING OFFICER. I thank the Senator from Maine.

The senior Senator from Virginia, Mr. WARNER.

Mr. WARNER. Mr. President, there are moments in your Senate career you shall not forget, and this is one, when I am privileged to join with our distinguished junior Senator from Maine. She pioneered this effort. And let no one be mistaken about the fact. I think Senator KYL and Senator KYL and others have also been at the early stages of this issue, some years more ago.

I joined them last year. We recognized we had two bills, and the time came for a consensus to elect a leader. The unanimous choice was the junior Senator from Maine. I am, as we say in the military, one step behind her dutifully following. But together we have crafted an amendment that every Senator of this or any other political persuasion can accept. I am optimistic that this will become law.

Mr. President, I ask unanimous consent to have printed in the Record a letter from the National Education Association. While addressed to me, it really is addressed to both of us.

There being no objection, the letter was ordered to be printed in the Record, as follows:


Senator John Warner, U.S. Senate, Washington, DC.

DEAR SENATOR WARNER: On behalf of the National Education Association’s (NEA) 2.6 million members, we would like to express our support for your amendment to the Senate tax bill to provide tax benefits for educators’ professional development and classroom supply expenses.

As you know, teacher quality is the single most critical factor in maximizing student achievement. Ongoing professional development is essential to ensure that teachers stay abreast of new and ever-changing knowledge necessary to prepare students for the challenges of the 21st century. Your proposed tax
Mr. President, just last week, on May 8, 2001, the Senate overwhelmingly adopted amendment that I offered with Senator Collins to the education bill. This amendment, which passed by a vote of 95-3, stated: the Senate should pass legislation providing elementary and secondary level educators with additional tax relief in recognition of the many out of pocket, unreimbursed expenses educators incur to improve the education of our Nation’s student.

I note that both the chairman and ranking member of the Finance Committee supported this sense-of-the-Senate amendment.

Senator Collins and I have pursued the goal of providing much needed tax relief for our teachers for sometime. However, despite sharing the same goal, in the rush to have our own bill and each had our own approach towards achieving this shared goal.

Senator Collins has truly been a leader on the issue of tax relief for teachers. I commend her for her work in highlighting this issue and for her tireless efforts to improve education in this country.

I am so glad that Senator Collins and I had the opportunity to sit down and discuss tax teacher relief legislation in greater detail. As a result of these discussions, we have joined forces and agreed on an approach to achieve our shared goal.

Today, I am honored to be joining with Senator Collins in offering the teacher tax relief amendment to the tax bill currently before the Senate.

This Collins-Warner amendment is cosponsored by a bipartisan group of Senators, including Senators Lan- drieu, Brown, Harkin, Gordon Smith, Mikulski, Reed and Hutchinson of Arkansas. The National Education Association has also endorsed this amendment.

The Collins-Warner teacher tax relief amendment has two components.

First, the legislation provides a maximum $250 tax credit to teachers for classroom supplies. This credit recognizes that our teachers dip into their own pocket in significant amounts to bring supplies into the classroom to better educate our children.

Second, this legislation provides a maximum $500 above the line deduction for professional development costs that teachers incur. This deduction will particularly help low-income school districts that typically do not have the finances to pay for professional development costs for their teachers.

Mr. President, our teachers in this country are overworked, underpaid, and all too often under-appreciated.

In addition to these factors, our teachers expend significant money out of their own pocket to better the education of our children. Most typically, our teachers are spending significant amounts of money out of their own pocket. Such expenses include such things as books, supplies, pens, paper, and computer equipment; and professional development costs—such as tuition, fees, books, and supplies associated with courses that help our teachers become even better instructors.

These out of pocket costs last financial burdens on our teachers. This is one reason our teachers are leaving the profession. Little wonder that our country is in the midst of a teacher shortage.

Estimate that are 2.4 million new teachers will be needed by 2009 because of teacher attrition, teacher retirement and increased student enrollment.

While the primary responsibility rests with the states, I believe the federal government can and should play a role in helping to alleviate the nation’s teacher shortage.

On a Federal level, we can encourage individuals to enter the teaching profession and remain in the profession by providing tax relief to teachers for the costs that they incur as part of the profession. This incentive will help financially strapped urban and rural school systems as they recruit new teachers and struggle to keep those teachers that are currently in the system.

Our teachers have made a personal commitment to educate the next generation and to strengthen America. While many people spend their lives building careers, our teachers spend their careers building lives.

The teacher tax relief amendment goes a long way towards providing our teachers with the recognition they deserve by providing teachers with important and much needed tax relief.

At this point in time, I think I should yield the floor for purposes of such other remarks as other Senators may wish to make.

The PRESIDING OFFICER. The Senator from Maine.

Mr. Collins. Mr. President, I wish to thank the Senator from Virginia for his usual eloquent and gracious remarks. He is a terrific Senator with whom to work. The people of Virginia are very fortunate to have him representing them. He has also been an extremely strong advocate for education his entire time in the Senate. It has been a pleasure to work with him.

Mr. President, I ask unanimous consent on the amendment in the name of the Senator from Virginia, Jack Reed, another very strong advocate for education, be added as a cosponsor of our amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. Warner. Mr. President, I thank my distinguished colleague for her very thoughtful remarks. She is a pillar in this Senate, and she will always be a pillar of strength and wisdom in this institution.

Now, Mr. President, we will be anxious to hear from the managers of the bill.

I note, again, that both managers voted for the Warner-Collins sense-of-the-Senate amendment on the education bill endorsing this concept. I will quote again the amendment for the benefit of the managers. The amendment was adopted on May 8, 2001. The amendment passed by a vote of 95-3. And I quote it:

The Senate should pass legislation providing elementary and secondary level educators with additional tax relief in recognition of the many out of pocket, unreimbursed expenses educators incur to improve the education of our Nation’s students.

...
Mr. President, it is remarkable, as I travel about our State, the great State of Virginia; you cannot go to a school, and particularly the elementary schools, without hearing of teachers, although they will not tell you, who reach into their own pockets and take out what they can, after paying taxes and quietly buy, here and there, various necessities which they, in their judgment, believe are necessary to enable them and their students to learn. I wish to emphasize, it is voluntary.

The PRESIDING OFFICER. The Chair will advise, with great trepidation, the time of the senior Senator from Virginia has expired.

Mr. WARNER. I appreciate my junior colleague, the Presiding Officer, advising me, but if I could have 15 seconds.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. WARNER. Without hesitation, if you asked the question, they will then say: Yes, but I do it voluntarily out of the goodness of my heart. And they will say: Look at the walls, Senator. Look at the drawers. Look at the desks. And they can point to object after object they have purchased with their own funds — after taxes. I think and yield the floor.

Ms. COLLINS. Mr. President, will the Senator yield very quickly for a unanimous consent request?

The PRESIDING OFFICER. The Senator from Maine.

Ms. COLLINS. Mr. President, I ask unanimous consent that the Senator from Connecticut, Mr. DODD, also be added as a cosponsor of our amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from Montana.

Mr. BAUCUS. Mr. President, it is with great reluctance that I feel constrained to say a few words, urging my colleagues, as meritorious as this is and as the Senator from Maine is in representing her State, that this is just regrettably not good policy.

I appreciate the remarks of my good friend from Virginia pointing out the sense-of-the-Senate resolution. I think Senators tend to vote for sense-of-the-Senate resolutions because that is our sense, that it would be a good idea. But when, as the Senator well knows, we have to decide what is within the parameters and what we can spend and when it comes down to crafting something that is particular and specific, that is where the rubber meets the road and we have to decide whether the specific idea is really good tax policy.

There is a lot of money here for education generally. It is about $35 billion, for higher ed and elementary and secondary ed. I am not going to list it all. I know that it doesn’t directly help teachers.

Teachers, I might say, in my State are probably some of the lowest paid teachers in the Nation. I might add to my good friend from Maine, I am afraid that some teachers are going to leave Montana to seek a better salary in other States. We are in a tough spot. If I didn’t have the responsibility of managing this bill, I could very well support this. But I feel a responsibility to say a few words about it.

First, the fact of allowing for credit one group and one group only. If we start going down this road, then we are going to offer credits for expenses for every meritorious public service profession that exists. I know many teachers are eager to help their students. It is just awful, the things they have to go through to help their students. We don’t begin to pay our teachers nearly enough, in my judgment. Given all that, I just don’t know if it is wise to single out teachers as opposed to other professions.

Second, the responsibility for teachers’ salaries really is the school districts in the States. We are helping school districts tremendously in many ways. They have more ESEA money, more IDEA money, title I money, and all of these different categories that allow school districts to then spend more money in salaries for teachers. Districts will have a lot more money in total. We want to take away what they raise with property taxes, these programs will provide a lot of relief to the school districts.

Third, this provision adds more complexity to the code. If there is anything you want every taxpayer to understand, it is simplicity. They don’t want more complexity. I know that doesn’t sell very well when you are standing in front of school teachers or the NEA. We want to give a lot more to our teachers. Believe me, I am one of the strongest advocates in the State of Montana to give more money to our teachers.

We should not be helping school districts in this way with responsibilities that are theirs when we have a better way. I think giving more IDEA money to the other programs that I mentioned: IDEA, ESEA, and title I, etcetera. I wish we could support this, but as much as we would like to help, this is not a good policy to adopt.

Mr. WARNER. Will the Senator yield for a question?

Mr. BAUCUS. I am glad to yield.

Mr. WARNER. I have served for many years with the distinguished Senator from Montana on the Environment and Public Works Committee and other avenues in the Senate. I know him well and the strength of his voice. But as he addressed the Senate tonight, I see pain in his heart.

When he said there is no policy, I refer to the Senator’s speech, I realize he doesn’t know every provision in the Federal Tax Code; this is awesome; I wish we had some provisions in here to simplify this — to page 47, section 62.

The subsection is (a), which covers adjusted gross income defined, and I read (b) because of other performing artists. The deductions allowed by section 162, which consist of expenses paid or incurred by qualified performing artists in connection with the performances by him — and I presume her — although it is not written — of services in the performing arts as an employee.

There it is. There is tax policy. My distinguished colleague said there is no policy. Here is that, and I don’t know artist. Somehow, having some modest familiarity with performing artists, I take note that their salaries are somehow what larger than those who are down at the very foundation of our Nation, educating our young people.

Mr. BAUCUS. I was going to ask the Senator a question. He asked me a question.

Mr. WARNER. I think I have answered it, but you may go right ahead, sir.

The PRESIDING OFFICER. The Senator from Montana.

Mr. BAUCUS. I would like to answer that question. I didn’t say that there is no policy. Those were not the words I used. I did say, though, that I don’t think we should start going down this road, which basically implies that, whether the provision you mentioned is meritorious or not, is it is wise to keep going down that road. I want to share a line that kind of struck me about this whole subject. When my wife and I got married 18 years ago, we went on a honeymoon. On the honeymoon, we spent money on the first night at a bed and breakfast. The next morning we were sitting down and having breakfast, and the lady who ran the bed and breakfast was serving breakfast. She knew, for some reason, I was in the Senate. I did not broadcast that. I did not, frankly, want her to know that. I was on a honeymoon with my bride. And this lady walked up to me right away after she served us part of the break and she started insisting that the red dress she was wearing should be tax deductible because it wasn’t fair.

Here I am on my honeymoon, and I couldn’t get away from it. I thought, first of all, it is in poor taste to be asking that, but, second, it is clear that some people, with the jobs they have, need legitimate expense deductions for the expenses they have. She is not entitled, this lady, to a deduction for the dress she wears.

We have to draw lines. We have to make choices. I think this is not a road we want to continue going down. We do not want to further complicate the code with even more complexities.

The Senator is right, it is with a heavy heart that I must stand up and say I don’t think this is good tax policy. Even with a heavy heart, I think this is not the wise way to go. There are better ways to accomplish the objective the Senator is so correctly seeking.

Mr. WARNER. I thank my colleague for his very courteous reply.

Mr. DODD. Mr. President, is there any time remaining?

Mr. BAUCUS. How much time do we have remaining?

The PRESIDING OFFICER. The opposition has 6 minutes 18 seconds.
Mr. BAUCUS. I yield whatever time the Senator needs.

Mr. DODD. I thank the distinguished ranking member of the Finance Committee. I commend our colleague from Maine. I know my friend from Montana will appreciate those remarks. I also thank my friend from Virginia who, once again, has enlightened us with a little history on the importance of a provision such as this.

From a personal standpoint, we all have personal stories. My older sister Caro, as a teacher, has been for 35 years. She has taught over the last 15 years or so in the public schools of Connecticut. I was telling my friend from Maine, the author of the amendment, who is so committed to education, almost on a yearly basis I go with my sister to literally buy from Home Depot and other places the planks to make the little bookcases in her classroom, literally buy pencils, paper, and other items.

I say this coming from the most affluent State in the country on a per capita income basis. She teaches in the city of Hartford which has had serious problems. They do not have the resources, and she goes and buys them out of her own pocket each year.

This is not some abstract idea. I have literally gone with her to do this. I was shocked when I first discovered it. I couldn’t believe she was actually doing it. I thought there must be some pool of resources that would allow for the accommodation of things such as pencils and boards and toilet paper, literally, for classrooms in a public school in the United States of America. I was stunned to discover she literally dipped into her own pocket each year to buy the supplies.

Mr. BAUCUS. May I reclaim some of my time?

Mr. DODD. This is a modest amendment. We can’t do enough with the ESEA. We could to make a big difference. This small little piece, when we so value education and those who commit themselves to this, to say there is a small line here for $250, that we are going to provide some relief to you for doing what you are doing, for those reasons I am a cosponsor and applaud my friend from Maine and my friend from Virginia for their eloquence and their support of this modest proposal.

Mr. BAUCUS. Mr. President, I have such reactions when I hear my friends from Connecticut speak. There is no greater champion for kids than the Senator. I am surprised he doesn’t have a kids tie on because often he does wear one.

A couple points. Connecticut is one of the highest per capita income States in America. My response is, let them try to pay for teachers a little bit more.

Mr. DODD. The argument there...

Mr. BAUCUS. I am sure teachers agree with that. Another point, Mr. President, is that teachers can, today, deduct unreimbursed expenses. It is in the law today. Just as any employee, they can deduct unreimbursed expenses. They can deduct them. If it were your sister buying supplies, she can deduct all that. It is already deductible today, as my good friend from Virginia mentioned, as professional expenses. We are not talking about another deduction but adding a credit. It is something in addition to what teachers can already do. They can deduct their professional expenses today, buying paper, and so forth. It is true they don’t have to reach the highest tax bracket, so the value of the deduction isn’t as much as it otherwise might be, but it helps a lot.

I think we should keep the policy of deducting unreimbursed expenses, but let’s not, on top of that, add a credit. I think we should just hold the line.

Mr. WARNER. I ask unanimous consent that we may have a minute and a half so our colleague from Maine can wrap up.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from Maine.

Ms. COLLINS. Mr. President, I want to respond to the legitimate point the Senator from Montana has raised. It is true teachers can deduct unreimbursed expenses— theoretically.

The problem is, most teachers don’t make enough money to itemize. So most of them do not get the benefit of the itemized deduction that would allow them to write off unreimbursed expenses.

In addition, even those who itemize have to reach a 2-percent floor of their income in order to claim the deduction. So for the vast majority of our Nation’s teachers, these are unreimbursed expenses— theoretically.

I say this coming from the most affluent State in the country on a per capita income basis. She teaches in the city of Hartford which has had serious problems. They do not have the resources, and she goes and buys them out of her own pocket each year.

Mr. WARNER. Mr. President, I want to respond to the legitimate point the Senator from Montana has raised. It is true teachers can deduct unreimbursed expenses, but let’s not, on top of that, add a credit. I think we should just hold the line.

Mr. DASCHLE. On behalf of the Senator from West Virginia wants to offer his amendment. We didn’t have as much of an opportunity as I had hoped earlier to talk about the Carnahan amendment. Let me again compliment the Senator from Missouri for her effort in calling attention to one of the many concerns we have with the pending legislation.

The pending legislation, of course, purports to provide tax relief to all Americans. But there is a glaring exception to the equity with which they act, that is, to provide this tax relief. That exception refers to the fact of all the different tax rates and the reductions within those rates.

The one that is entirely left out is that 15-percent rate affecting 72 million taxpayers. The largest percentage of income-tax payers in the country pay at the 15-percent rate—72 million taxpayers pay the remaining 15-percent rate. Yet this bill completely skips over any rate reduction for those who fall in that category. There is no 15-percent rate reduction for those at the very top. There are rate reductions for those at every other level. But the rate reduction for those who fall in the remaining 15-percent class has been omitted.

Now, what the bill does do, of course, is to provide a new rate of 10 percent for that income below $12,000. But everybody is entitled, across the board, to the benefits of that new rate of 10 percent, and so those income levels, at $109,000, $166,000, and $297,000 all benefit from the 10-percent rate cut, as does the 15 percent. But over and above that, those income levels beyond the 15-percent rate cut, beyond $65,000 gross, or $45,000 net, they all get substantial additional reductions in their rates.

But this bill leaves out the 72 million taxpayers who pay at the 15-percent rate.

Senator CARNAHAN’S amendment says we think everybody ought to have a rate cut. So Senator CARNAHAN would reduce the 15-percent rate to 14 percent. It would provide for a rate cut, then, in every classification of income-tax payer. The way she pays for it is simply to provide for a 1-percent rate cut in all the other classifications. So those making incomes at levels above $297,000 would get a 1-percent rate cut; those making incomes at $166,000 would get a 1-percent rate cut; those making incomes of $109,000 would get a rate cut of 1 percent; and those making incomes of $45,000 would get a rate cut as well.

I can recall hearing vividly the President say there should not be winners and losers as we cut taxes, that everybody ought to get a tax cut. Well, if he holds that philosophy, it would be hard for him to support this bill because this bill does create winners and losers.

If you fall in that 15-percent bracket— if you are one of those 72 million taxpayers who fit into that income level between $12,000 and $45,000 net, you don’t get a rate cut. They don’t want...
you to know that, apparently, because there hasn’t been much discussion about it. But that rate was omitted. I don’t know why it was omitted. I can’t understand how anybody could argue that it should be omitted. But it was omitted. So you are left out; you have no opportunity to benefit.

So I am really hopeful, Mr. President, that we can solve that problem. The only way I know to solve the problem is to address the issue as Senator CARNahan would address it—providing that any rate cut go from 15 percent to 14 percent. One half of all South Dakotans fit into this category. I would guess that between 40–50 percent of just about all of our constituents fall into this category. We know that 72 million taxpayers fall into this category. It is so critical, it seems to me, in the interest of fairness. It is critical in the interest of attempting to provide the help to those middle-class working families who probably need it as much as anybody in the upper income scales, to provide them some relief as well. That is what this amendment does. Let’s give them that benefit of the new 10-percent bracket like all other rates are provided, but let’s do what we are doing for all other rates as well, by providing them with at least some reduction. One percent may not be much to some, but 1 percent is a whole lot better than absolutely nothing, which is what they get in this bill. That is what the amendment does.

In the immediate terms about priorities. It is a classic choice that Senators are going to have to make that will say a lot to the American people. It is clearly saying the Medicare prescription drug benefit that every single citizen on this Hill and those at the other end of the avenue who promised to the American people is just as important as a tax reduction for the wealthiest of our people.

This amendment does not preclude the tax cut—I wish that to be clear—but, rather, shifts the debate back to the tax cut; it just says it should take precedence over a tax cut. It does not say you cannot have a tax cut; it just says it should take precedence over a tax cut with a prescription drug benefit and you do not think seniors should be forced to make the choices they do now.

We have made some progress. The budget resolution, thanks to the leadership of the Senator from the State of Iowa, the chairman of the Finance Committee, explicitly rejects President Bush’s prescription drug benefit as being insufficient and accepts the principle that a prescription drug benefit should be available and affordable to Medicare beneficiaries universally—not national in that sense, not nationalize, not socialize, just universal; everybody.

It says that 39 million Americans who are Medicare beneficiaries and those who are disabled are going to have this benefit. It is a proposal that provides a premium subsidy to all Medicare beneficiaries, a proposal that ensures true catastrophic coverage against drug costs, a proposal that incorporates a new benefit into the Medicare Program. So it is just as reliable as all of the other benefits in the Medicare Program, a proposal that does not completely rely on private insurance because private insurance has failed Medicare beneficiaries in terms of delivering that benefit.

I will close with this because there is little time and others want to speak. One group, which is bipartisan, says:

We agree with you we cannot enact a tax benefit for the wealthy. We should be sure our vulnerable citizens receive the lifesaving drugs they must have.

This is an absolutely classic choice that Americans need to make about prescription drugs. We are doing it on their behalf in this amendment. I hope my colleagues will support this amendment, and I hope there are other colleagues in the Chamber at this time who will speak for this amendment. I yield to the Senator from Florida.

Mr. NICKLES addressed the Chair.

The PRESIDING OFFICER. The Chair recognizes the Senator from Oklahoma.

AMENDMENT NO. 671
Mr. NICKLES. Mr. President, I yield myself 5 minutes to speak in opposition to the Carnahan amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

(Purpose: To delay the reduction of the top income tax rate for individuals until a real Medicare prescription drug benefit is enacted)

On page 9, between lines 14 and 15, insert the following:

"(d) Delay of top rate reduction.—"

"(A) In general.—Notwithstanding paragraph (2), with respect to a calendar year, no percentage described in that paragraph shall be substituted for 30.6 percent until the requirement of subparagraph (B) is met.

"(B) Medicare outpatient prescription drug benefit enacted.—Legislation is enacted that adds a prescription drug benefit to the Medicare program established under title XVIII of the Social Security Act, without using funds generated from any surplus fund established under the Social Security Act, that is—"

"(i) voluntary,

"(ii) accessible to all Medicare beneficiaries,

"(iii) designed to assist Medicare beneficiaries with the cost of prescription drugs, protect them from excessive out of pocket costs, and bargain power in the marketplace,

"(iv) affordable to all Medicare beneficiaries and the Medicare program,

"(v) administered using private sector entities and competitive purchasing techniques, and

"(vi) consistent with broader reform of the Medicare program."
There are different ways of cutting taxes. The way we have done it is to put in a significant percentage of income. People were saying 15 percent. We said we are going to tax that at 10 percent. The net result is we cut everybody's tax as a tax rate. They make it up to $12,000 as an individual, they get a tax cut of $300. If it is a couple, they get a tax cut of $600. That boils down to an across-the-board cut, if you want to look at that, for people who are in the 10-percent bracket; if they are married, it is a 10-percent tax cut.

You can do that one of two ways. You could say let's reduce the 15-percent bracket to 13.5 percent. I have suggested that. It might make that simpler policy. That way we can say we reduced every bracket a similar amount. But the other brackets we reduced by 1 point. I suggested 1.5 points. In other words, reduce the 15-percent bracket 10 percent so we can say we reduced every bracket the same amount. You can be happy to lower upper brackets by 10 percent. We do not do that, certainly not retroactively.

For people to assume we are not helping the lower or middle income is not fair. The rate reduction we have in the bill reported out of the Finance Committee exceeds 1 percent. It exceeds what we have done in every other bracket. It exceeds it for a couple reasons. One, it is retroactive to January 1 of this year. All other rates have to wait until January 1 of next year and get a 1-point reduction.

On the least income rate, we give them a 33-percent reduction on their first taxable income of $12,000. That is a $600 savings, and that is over a 1-percent reduction for everybody who is in the 15-percent bracket going all the way up to $44,000, $45,000 for a joint couple.

My point is there are different ways of doing it. For people to demand we say they do not get a rate reduction, well, they get a bigger tax cut by the way we have done it.

If you want to change the way we have done it and say for the 15-percent bracket we reduce it to 14 or 13.5, we could easily do that. It ignores that we give a $500 tax credit per child, which benefits that income category substantially, and ignores the fact the income tax credit is refundable over my recommendation.

There is a lot of tax policy direction. I believe about $450 billion of the entire rate reduction, which is only $850-some billion, is directed on this 10-percent bracket, on the lowest income. For people to make this allegation that 72 million people are ignored is hogwash. That is not correct. We could redo it by rate reduction, we could redo it in any number of different ways, but this group gets the biggest percentage of reduction of anybody in this tax bill. Upper income people, anybody else at a 28-percent rate, 31-percent rate, 33-percent rate, 36-percent rate, 39-percent rate, get a 1 point reduction for 4 years. We are giving a great percent or point reduction for low income retroactive to January 1 of this year.

I urge my colleagues to vote no on the Carnahan amendment.

Mr. GRAHAM. Will the Senator yield?

Mr. NICKLES. I am happy to yield.

Mr. GRAHAM. I obviously was mistaken. I did not realize the people at the higher income brackets did not also get the benefit of the $600 reduction which comes by inserting the 10-percent bracket at the commencement of the tax table.

Mr. NICKLES. I never said they didn't.

Mr. GRAHAM. People in the 39.6-percent bracket, do they get the same tax reduction as the people in the 10-percent bracket in dollar terms?

Mr. NICKLES. To answer my colleague's question, yes, the $600 applies to all taxpayers. The percent reduction did not happen for upper income taxpayers. The fact is they only get 1 point reduction in taxes in the first 4 years of this bill, and that is January 1 of next year. Percentagewise, lowest income people get a 33-percent reduction retroactively this year.

My point is you can do taxes different ways. Maybe a better way is to take the 15-percent rate and make it 14 percent, not to do it in addition to the 10-percent rate.

So if colleagues want to change the policy we have, not do the 10-percent rate, and move the 15-percent rate to a 14-percent rate, if they like that, I am happy, but they do not get as significant a reduction as provided in the bill before the Senate.

Mr. GRAHAM. Will the Senator yield?

Mr. NICKLES. There are only 20 minutes on the amendment. We have 10, and I know I have used 8, so I reserve the remainder.

Mr. GRAHAM. At the appropriate time, I will ask a question about what is the logic behind giving a 1-percent cut to the people at the 39.6-percent bracket but not any cut at all to the people in the 15-percent bracket, but I cannot at this time.

AMENDMENT NO. 679

Mr. ROCKEFELLER. I yield 4 minutes to the Senator from the State of Florida.

The PRESIDING OFFICER. The Senator from Florida.

Mr. GRAHAM. There are a lot of ways in which we can determine what our real priorities are. One of those is not what we say, I imagine virtually every Member of this Senate at some point has said they favor a comprehensive prescription drug benefit for older Americans.

What really counts is not what we say because we can say all things to all people. What really counts is things such as how do we spend our money—that is a true indicator of our priorities—or how do we spend our time—that is a true indicator of one's priority—or what things we do first.

We had a period when we lived by the slogan “Social Security first.” We were supposed to fix Social Security to deal with that big wave of baby boomers as our first priority. We obviously didn't accept that because we didn't deal with that and we are not dealing with it tonight.

What we are saying is our first priority is to cut the tax rates for the wealthiest among us. The people who earn the largest amount of income in our society are about to get somewhere in the nature of 30 percent of this $1.35 trillion tax cut.

We are saying with this amendment there is another thing that needs to be first. That is to be. We have to our commitment to provide a prescription medication benefit to our older Americans. This is the opportunity to express the sincerity of that commitment.

I urge my colleagues to vote for this bill. People to whom we are talking about it for years and years and years. Mr. President, 2001 is the time to deliver a prescription drug benefit for older Americans.

We have learned a number of things during the years we have debated this issue. We know prescription drugs are often the best, sometimes the only, way to treat many of the diseases faced by the elderly. To deny these drugs is essentially to sign a death warrant.

We have also learned that many Medicare beneficiaries have no access to any prescription drug benefit, that many others are finding the benefits they have to be inadequate, unstable, and evaporate. We believe the majority of seniors are faced with a difficult choice of paying extremely high prices at the retail outlets or foregoing medically necessary prescription drugs. We have learned those who are able to purchase medicines are seeing an ever-increasing share of their fixed incomes going toward drugs as prices continue to increase. We saw it last year for many of the most significant drugs for older Americans. That increase was in the range of 15 to 20 percent.

The time is long overdue for the Senate to say first things first. And first is going to be to prepare our older citizens for a life of quality and dignity and affordability. The most fundamental step we can take to achieve that goal is to include prescription drugs as a basic benefit under the Medicare program available to all beneficiaries. Over the next few years, Medicare beneficiaries should not have to continue to wait for Congress, to wait for Congress to get around to recognizing the importance of something as basic as their health care and the central prescription drugs in protecting their health.

I hope my colleagues will join me in supporting this amendment and saying first things first. Prescription drugs for older Americans are of equal importance to reducing the tax on the most wealthy of our citizens.

The PRESIDING OFFICER. Who yields time?
Mr. ROCKEFELLER. If I might ask the Presiding Officer how much time remains.

The PRESIDING OFFICER. Four minutes 52 seconds. The other side has 15 minutes.

Mr. ROCKEFELLER. Mr. President, the Senator from West Virginia is happy to yield 4 minutes to the junior Senator from the State of Michigan.

Ms. STABENOW. Mr. President, I thank my colleague from West Virginia. I appreciate his strong and consistent leadership on this critical issue. Thank you for proposing this amendment. I am proud to be a cosponsor and proud to join with our Senator from Florida, Mr. Graham, to talk this evening about what is the most urgent, critical issue facing our seniors and many of our families.

I wish we had the same sense of urgency about updating Medicare to cover modern medicine, which is prescription drugs, as we do with the sense of urgency about the underlying tax bill.

I support tax cuts. I consistently supported tax cuts. But I know this, when we set the priorities for our country, just like when we set the priorities in our own family, if we need to ask the top 1 percent of the wage earners of this country to be able to wait just a little bit until we can modernize Medicare for our seniors, I think that is a fair request. I think it is fair and reasonable for us to be placing a sense of urgency on the senior citizen who is going to get up tomorrow morning, sit down at the breakfast table and decide, do I eat today or do I get my medicine; the seniors who are going to decide tomorrow whether or not to cut their pills in half so they stretch a little bit longer or whether they are going to take them every other week.

I have had doctors approach me, greatly concerned because they have elderly patients who are trying to self-regulate so they can last just a little bit longer with their medications because they know they are not going to be able to afford to buy that prescription.

I guess each and every one of us have spoken about this issue and certainly we have had people in our States speaking to us. I only wish we would have the same sense of urgency about this issue as the campaign television commercials of last year. Many of us talked about this, on both sides of the aisle, on both sides of the building. We have talked and talked about this issue. We know we have to address it. We have that opportunity tonight through this amendment. I urge my colleagues on both sides of the aisle to do just that.

This is a question simply of priorities. This does not change the tax cut other than to ask less than 1 percent of the population to defer until we can update prescription drug coverage under Medicare. This does not change the tax cut for any of the taxpayers, but it asks one group of taxpayers if they can wait just a little bit in order for our seniors, who have been waiting so long, to be able to have us address what is their most pressing issue.

I commend my colleague again. I cannot think of anything more important, in terms of addressing priorities of our country, than to keep the full promise of Medicare that was made over 35 years ago.

We said at that time that we would provide health care to the elderly of 65 or the disabled. If we do not update this system to cover prescription drug coverage, we are not keeping the promise.

I encourage my colleagues to support this important amendment, and I will yield any remaining time.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, I am a firm believer in the bipartisan amendment offered by Senator Rockefeller to the Finance Committee's Medicare legislation. I support tax cuts. I support tax cuts. I consistently supported tax cuts. But I know this, when we set the priorities for our country, than to keep the full promise of Medicare that was made over 35 years ago.

We said at that time that we would provide health care to the elderly of 65 or the disabled. If we do not update this system to cover prescription drug coverage, we are not keeping the promise.

I will start over here with the Senator from Michigan. There is as much urgency about taxes as there is prescription drugs and Medicare. We probably haven't had as many hearings this year on prescription drugs as we have taxes, but over the last 12 months we have had a lot more hearings in the Senate Finance Committee on Medicare and prescription drugs than we have on taxes.

The reason we are having taxes up before prescription drugs is simply that the Tax Code was written in 1916 and there have been a lot of changes to it since then. For the most part, it is a matter of just changing a few words here or there. On the other hand, I have to admit it is complicated by adding a lot of new language. But when you are dealing with the legislation we are dealing with on this tax bill, it is not a complicated change of the Tax Code to some extent. Maybe a little bit on the estate tax provisions we have here, but otherwise it is a matter of fine-tuning.

When it comes to prescription drugs, we are writing a whole new program. The Democrat staff and Republican staff are working on it right now. They are charged from Senator Baucus and me that we want to bring this up by the latter half of July. My staff tells me that that is quite a job for them to do that. I am convinced they will meet that deadline.

So it is a matter of doing what we can do now and taking the necessary time to do what is new and to do it right. That is our commitment, to doing it right.

There is not a greater urgency in my committee for taxes over prescription drugs. It is just a case of when you can get each done. That is true of a lot of other things that we are going to be dealing with as well, trade and Social Security. In the case of being all things to all people, in Iowa you can't be all things to all people. I don't know about Florida. But if I were speaking about all those things you said, the people of Iowa would know I was not telling the truth. Maybe there is something about me; I can't cover up very well. But I think we have been telling that we are going to have prescription drugs legislation when we hope to get it out of the committee. I have even suggested there are some people in my party who would rather not do it. But they told me, let it get to an election year, get it all captured—we want to do that on the floor of this Senate this October or November and get it out of the way so it doesn't come into the election cycle.

The other thing is resources are part of what the Senator from Florida is talking about and the Senator from West Virginia is talking about. Remember, we are not very far apart on the resources, at least in the budget resolution. My colleague supported and offered it, but you at least spoke for a $311 billion pot of money that is put aside for Medicare. My amendment was $300 billion. My amendment carried; yours did not carry. It wasn't because the $300 billion one was offered, whether he did not carry, it was where the source of money was. Mine was from the contingency; yours was from some reduction of the taxes. But you cannot say the resources are not set aside.

I am encouraged to hear the Senator from Iowa. But it is what we have set aside—$11 billion separate from what you thought was enough from what I thought was enough. Frankly, we don't know. It depends on how good you want to do it. If you want to do it the way most of the bills are introduced to make sure there is no less than a 50-percent subsidy, it is very expensive. But if you start it with the idea you are going to have universal access and in the universal one, we can have some savings there. There is no reason why you have to have free pharmaceuticals. You ought to have it based on the ability to pay. We will start it with the amount of money we can and start at the bottom of the economic ladder and move up and cover as many people as we can and do it in a way that brings the forces of the marketplace in, some bulk purchasing.

There are probably a lot of things I can tell you that ought to be brought into this program to make sure we can provide more prescription drugs at a lower level of cost, both to the taxpayers and to the consumer as well. But we are involved in this. I am thinking we do not need, either from the standpoint of legislative priorities, from the standpoint of the resources that are set aside, or a commitment on the part of both political parties—maybe not everybody in both political parties—but the commitment of people in political parties to get this job done.

I want to make sure everybody understands you do not have to adopt Senator Rockefeller's amendment to make sure prescription drugs are going
The out-of-pocket expense for Prilosec and similar gastrointestinal illnesses. Some seniors take a lot more prescriptions than Prilosec, which helps them so much. We all know the importance of prescription drug therapies. That is a given. I do not think anybody disagrees with that in this Chamber.

The real question is, how do we design a benefit, and when? I tell you, I will work as hard as I can to get a prescription drug benefit passed this year, working with my good friend from Iowa, Senator Grassley. But I do not think it is wise to condition the enactment of major legislation upon other legislation. In fact, I believe it is unconstitutional. The Supreme Court has ruled that you cannot condition enactment of a contingency and, rather, to take up the contingency and, rather, to take up the contingency. It is unconstitutional. It would not stand constitutional scrutiny.

Although the constitutional issue is one reason, the second reason I speak of today is a public policy reason. It does not make sense to condition passage of one major bill upon passage of another major bill. We should take up issues as they come up, one at a time. It is perhaps a bit simplistic, but it is simply and quite straightforward. We cannot condition hour 6 against hour 8 or 11, and so forth. It cannot be done.

So I say to my very good friend from West Virginia—I mean, he bleeds for this Chamber. He basically started a kind of popular “prairie fire” for the right reasons.

As a consequence, this issue probably was a major component in about five Senate elections this last year. It could have been determinative in a couple, but it was certainly a major issue. And for good reason.

Last year, the 50 most popular prescription drugs used by seniors rose by twice the rate of inflation. Fifteen of those 50 drugs increased by three times the rate of inflation, and eleven of the 50 most popular drugs used by seniors increased by three times the rate of inflation. Utilization—a fancy term for “use”—is increasing. Costs are increasing.

We all know that if we were to write a Medicare bill today—not as we did in 1965—we would include outpatient drug coverage under Medicare. That is a given. We also know that it is a very expensive proposition. We have to write a prescription drug benefit bill that is fair, that makes sense, that is responsible, and that helps seniors.

Let’s take a drug that is very popular among seniors, Prilosec. Prilosec is a prescription drug that relieves ulcers and similar gastrointestinal illnesses. The out-of-pocket expense for Prilosec is about $1,400 a year. The average Social Security benefits are $10,000 a year. So that means that more than 10 percent of Social Security benefits would go toward buying Prilosec for a senior with an ulcer.

And we know that seniors take a lot more prescriptions than Prilosec, which helps them so much. We all know the importance of prescription drug therapies. That is a given. I do not think anybody disagrees with that in this Chamber.

The real question is, how do we design a benefit, and when? I tell you, I will work as hard as I can to get a prescription drug benefit passed this year, working with my good friend from Iowa, Senator Grassley. But I do not think it is wise to condition the enactment of major legislation upon other legislation. In fact, I believe it is unconstitutional. The Supreme Court has ruled that you cannot condition enactment of a contingency and, rather, to take up the contingency. It is unconstitutional. It would not stand constitutional scrutiny.

Although the constitutional issue is one reason, the second reason I speak of today is a public policy reason. It does not make sense to condition passage of one major bill upon passage of another major bill. We should take up issues as they come up, one at a time. It is perhaps a bit simplistic, but it is simply and quite straightforward. We cannot condition hour 6 against hour 8 or 11, and so forth. It cannot be done.

So I say to my very good friend from West Virginia—I mean, he bleeds for this Chamber. He basically started a kind of popular “prairie fire” for the right reasons.

As a consequence, this issue probably was a major component in about five Senate elections this last year. It could have been determinative in a couple, but it was certainly a major issue. And for good reason.

Last year, the 50 most popular prescription drugs used by seniors rose by twice the rate of inflation. Fifteen of those 50 drugs increased by three times the rate of inflation, and eleven of the 50 most popular drugs used by seniors increased by three times the rate of inflation. Utilization—a fancy term for “use”—is increasing. Costs are increasing.

We all know that if we were to write a Medicare bill today—not as we did in 1965—we would include outpatient drug coverage under Medicare. That is a given. We also know that it is a very expensive proposition. We have to write a prescription drug benefit bill that is fair, that makes sense, that is responsible, and that helps seniors.

Let’s take a drug that is very popular among seniors, Prilosec. Prilosec is a prescription drug that relieves ulcers and similar gastrointestinal illnesses. The out-of-pocket expense for Prilosec
(ii) takes effect in fiscal year 2005 or 2007 and causes increased outlays through mandatory spending.

(3) DELAY.—If, on September 30 of 2004 and 2006, the Treasury determines that the limit on the debt held by the public in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985 in the fiscal year beginning October 1 of the following year, the effective date of any provision of law described in paragraph (2) that takes effect during that fiscal year shall be delayed by 1 calendar year.

(4) DISCRETIONARY SPENDING LIMITATION.—Notwithstanding any other provision of law, for any fiscal year subject to the delay provisions of paragraph (3), the amount of discretionary spending in each discretionary spending account for that fiscal year shall be the level provided for that account in the preceding fiscal year plus an adjustment for inflation.

(5) REPORTS TO CONGRESS.—On July 1 and September 1 of 2003 and 2005, the Secretary of the Treasury shall report to Congress the estimated amount of the debt held by the public for the fiscal year beginning on October 1 of that year.

(6) CONGRESSIONAL ACTION.—

(A) TRIGGER.—

(MODIFICATION.—In fiscal year 2005 or 2007, if the level of debt held by the public for that fiscal year would be below the level provided for that fiscal year in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985 due to the provisions of paragraph (3) and (4), any Member of Congress may move to proceed to a bill that would make changes in law to increase discretionary spending and direct spending and increase revenues (approximately) in a manner that would increase the debt limit provided for that fiscal year to a level not exceeding the level provided in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985. The motion to proceed shall be voted on at the end of 4 hours of debate. A bill considered under this clause shall be as provided in section 310(e) of the Congressional Budget Act of 1974 (2 U.S.C. 641(e)). Any amendment offered to the bill shall maintain the proportionality requirement.

(ii) WAIVER.—The delay and limitation provided in paragraphs (3) and (4) may be disapproved by a joint resolution. A joint resolution considered under this clause shall not be amendable in either chamber unless a motion to proceed to third reading is agreed to by three-fifths of the Members, duly chosen and sworn.

(B) FUNDING PROVISIONS.—

(I) IN GENERAL.—In fiscal year 2003, 2005, 2007, 2009, or 2010, if the level of debt held by the public for that fiscal year would exceed the level provided for that fiscal year in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985, any Member of Congress may move to proceed to a bill that would defer changes in law that take effect in that fiscal year that would increase direct spending and decrease revenues and freeze the amount of discretionary spending in each discretionary spending account for that fiscal year at the level provided for that account in the preceding fiscal year plus an adjustment for inflation (all proportionately) in a manner that would reduce the debt held by the public for that fiscal year to a level not exceeding the level provided in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985. The motion to proceed shall be voted on at the end of 4 hours of debate. Any amendment offered to the bill that would change effective dates or freeze discretionary spending and maintain the proportionality requirement.

(ii) CONSIDERATION OF LEGISLATION.—A bill considered under clause (i) shall be considered as provided in section 310(e) of the Congressional Budget Act of 1974 (2 U.S.C. 641(e)).

(b) PUBLIC DEBT TARGETS.—The Balanced Budget and Emergency Deficit Control Act of 1985 is amended—

(1) in section 253(c)(1), by inserting ‘‘debt held by the public’’ after ‘‘outlays’’; and

(2) by inserting after section 253 the following:

‘‘SEC. 253A. DEBT HELD BY THE PUBLIC LIMIT.

(a) LIMIT.—The debt held by the public shall not exceed—

(1) for fiscal year 2002, $2,955,000,000,000;

(2) for fiscal year 2003, $3,240,000,000,000;

(3) for fiscal year 2004, $3,524,000,000,000;

(4) for fiscal year 2005, $3,527,000,000,000;

(5) for fiscal year 2006, $3,011,000,000,000;

(6) for fiscal year 2007, $1,724,000,000,000;

(7) for fiscal year 2008, $1,418,000,000,000;

(8) for fiscal year 2009, $1,089,000,000,000; and

(9) for fiscal year 2010, $738,000,000,000.

(b) ADJUSTMENTS TO DEBT TARGETS FOR INABILITY TO REDEEM.—

(1) IN GENERAL.—The debt held by the public targets may be adjusted in a specific fiscal year if the Secretary of the Treasury certifies that the target cannot be reached because the Department of the Treasury will be unable to redeem a sufficient amount of securities from holders of Federal debt to achieve the target.

(2) CERTIFICATION.—The certification shall—

(A) be transmitted by the President to Congress;

(B) outline the specific reasons that the targets cannot be achieved and the estimated amount of excess reserves that will accumulate due to an inability of the Treasury to redeem Federal debt; and

(C) not be the result of a lack of surplus revenues being available to redeem debt held by the public.

(3) CONGRESSIONAL ACTION.—The adjustment provided in this subsection may be disapproved by a joint resolution. A joint resolution considered under this paragraph shall not be advanced to third reading in either chamber unless a motion to proceed to third reading is agreed to by a majority of the whole body.

(c) CONGRESSIONAL BUDGET PROCESS.—

(I) POINT OF ORDER.—Section 301 of the Congressional Budget Act of 1974 is amended by adding at the end the following:

‘‘(1) DEBT HELD BY THE PUBLIC POINT OF ORDER.—It shall not be in order in the Senate or the House of Representatives to consider any bill, joint resolution, amendment, motion, or conference report that would—

(1) increase the limit on the debt held by the public in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985; or

(2) provide additional borrowing authority that would result in the limit on the debt held by the public in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985;

(II) SUPERMAJORITY WAIVER AND APPRaisal.—Subsections (c)(1) and (d)(2) of section 904 of the Congressional Budget Act of 1974 are amended by striking ‘‘(306(b)(2),’’ and inserting ‘‘(301(j), 305(b)(2),’’.

(III) ADDITIONAL AMENDMENTS TO THE BUDGET ACT.—The Congressional Budget Act of 1974 is amended—

(A) in section 3, by adding at the end the following:

‘‘(11)A The term ‘debt held by the public’ means the outstanding face amount of all debt obligations issued by the United States Government that are held by outside investors, including individuals, corporations, State or local governments, foreign governments, and the Federal Reserve System.

(B) For the purpose of this paragraph, the term ‘outlay’ includes any amount of a debt obligation issued on a discount basis that is not redeemable before maturity at the option of the holder of the obligation and is added to the limit on the debt held by the public in section 253A(a) of the Balanced Budget and Emergency Deficit Control Act of 1985.’’;

(i) striking ‘‘or’’ at the end of paragraph (3).

(ii) by redesignating paragraph (4) as paragraph (5); and

(iii) inserting the following new paragraph:

‘‘(4) specify the amounts by which the statutory limit on the debt held by the public is to be changed and direct the committee having jurisdiction to recommend such change or—.

Mr. BAYH. Mr. President, I also ask unanimous consent that I be permitted to modify my amendment prior to the referral to the amendment on Monday. Let me assure the managers that this modification will not substantially change the effect of the amendment. It is to make some minor technical corrections to the current drafting.

The PRESIDING OFFICER. Is there objection? Without objection, it is so ordered.

Mr. BAYH. Mr. President, I yield the floor to my colleague from the great State of Maine and, in doing so, would like to thank her for her courage and steadfast support of this amendment. Without her support, we would not be where we are today.

The PRESIDING OFFICER. The Senator from Maine.

Ms. SNOWE. Mr. President, I thank the Senator from Indiana for his leadership on an issue in which we share a mutual goal that we wish to advance and address in this Congress with respect to this legislation. I thank him for his commitment and persistence in bringing this to the attention of our colleagues in the Senate and in the Congress.

Mr. President, the amendment we are offering today in conjunction with our colleagues is on a bipartisan basis. In fact, Senator BAYH and I have worked together since early March in addressing this issue, in which 11 of our colleagues have offered this legislation with us, to address the potential for ensuring that surplus projections are realized over the next 10 years with respect to this tax package, as well as all the other spending proposals that will be considered by this Congress and future Congresses.

This legislation really came to us as a result of Chairman Greenspan’s testimony back in January before the Senate Budget Committee. I think all of us
understand—and Senator BAYH and I have had many conversations in this respect—that we want to ensure that our hard-fought effort to eliminate deficits and buying down the debt is not undone because our current surplus projections do not materialize in the future.

That is why this amendment specifically will establish a trigger, based on the recommendations that were proposed by Chairman Greenspan, that links the tax cuts and spending increases work, not only for American families but also for the future well-being of this country.

We have a projection of $5.6 trillion in surpluses over the next 10 years. Those are projections that have been made by the Congressional Budget Office. We are also basing our obligation to be responsible stewards of that surplus so we can address a variety of pressing national needs.

We are setting aside money for prescription drugs, an issue just mentioned by Senator BAYH. We are also setting aside money for education which we are also concurrently debating in the Senate. We are also setting aside money to bring down the debt over the next 10 years so we can reduce the debt and, indeed, eliminate the national debt. We are setting aside all the surpluses that belong to the Social Security as well as the Medicare trust funds. We also understand that these burgeoning surpluses are predicated on certain assumptions upon which the tax cuts as well as our spending policies are being developed. We have no idea whether or not these surpluses are going to materialize over the next 10 years.

While undoubtedly these projections are predicated on some very sound assumptions and the best available economic and budgetary estimates, the fact is they just happen to be estimates. Indeed, if the past is prologue, there is a 50-percent chance that CBO’s projection of a surplus over the next 5 years will actually miss the mark by more than 1.8 percent of the GDP. That is $245 billion in the fifth year alone, with an estimated on-budget surplus in 2006 of over $276 billion which includes a surplus for the Medicare trust fund of $41 billion. The impact of such an error would be disastrous as Congress would be forced to dip into the Medicare surplus in that year alone, even absent any changes in tax and spending policies.

It also bears noting, as it shows on this chart I have behind me of the 10-year projection, nearly two-thirds of the projected surplus will not accrue until after the fifth year. In fact, only $2 trillion, or 36 percent of the surplus, will accrue over the coming 5 years, while 64 percent of the surplus will materialize in the final 5 years. So if surpluses prove to be substantially lower in the fifth year alone, the impact on subsequent years will likewise be substantial.

Any long-term cuts in spending policies premised on the higher estimates could quickly force us to use our Social Security surplus to get our budget back in the red, or use Medicare surpluses, all of which are not options available to this Congress or future Congresses.

That is why we came to this point in terms of developing a trigger mechanism: How best do we address this problem in a most prudent fashion. That is why I commend Senator from Indiana and the Senator from Michigan, who is here, an ardent supporter of making sure we adhere to these surpluses and these projections over the next 10 years, as any State in the country has to do with their constitutional amendments to balance the budget.

In fact, many of us have been ardent supporters of a constitutional amendment to balance the budget. We did so and thought so because we knew we had to adhere to a bottom line. So our principle is simple; we are saying that in the years 2004 and 2006, we will have to take a window, we will have to look at whether or not we are adhering to our debt reduction goals.

In the event the Secretary of the Treasury phase-in of the new tax cuts and the mandatory spending will make that we will not meet those goals in the years 2005 and 2007, then Congress obviously will have to take immediate action to cut back, to stop the next phase of the tax cut or the next phase of spending increases over the rate of inflation.

We have laid out the debt targets. They are laid out in this amendment, according to the Congressional Budget Office economic outlook. We make sure we have the ability to respond to the Secretary of the Treasury’s report that will be made initially in July and then immediately after Labor Day on the status of our progress towards achieving this debt reduction goal for the next 10 years. If the President reports that the goal will not be met, Congress will then know, very clearly, that steps must be taken to get us back on track.

As I said, if the debt targets are not met in the years 2005 and 2007, the Treasury indicates that the new tax cuts and the mandatory spending, which is additional mandatory spending, new phased-in discretionary spending above the rate of inflation will be delayed for 1 year or until the target is met in future years.

In all of the other years in this 10-year window, we will have what is called the midcourse correction review. Again, it will give us the opportunity to adjust our proactive manner towards debt reduction, ensuring that we are still on track each and every year for the specified targets that will be laid out in this amendment, the ones that have been established in the Congressional Budget Office report for each and every year.

In the event that any Member of the House or Senate chooses to raise a privileged motion to address the spending for the next year or mandatory spending or the new tax cuts, they will have a privileged resolution on the floor of the House for consideration. And amendments can be offered to adjust, during the course of the midcourse correction, either the tax cut and spending that would be adjusted. Any subsequent amendment of that kind would have to be proportionate so that it could not be adjusted just from the tax cut side of the equation or just from spending alone.

We think this is an effective mechanism because it gives us an opportunity to be able to analyze, as any business does in this country, any family does, any State that has to abide by its constitutional requirements to balance the budget, as to whether or not we are proceeding on track with the surpluses, with these projections, and with the debt reduction. It will give us the opportunity in 2 of the years over these 10 years for an automatic trigger in which we will have the opportunity to respond to the next phase-in of a tax cut or new spending policies.

It is not a retroactive tax increase, as many have said. We are not going to be doing anything retroactive, either with respect to spending or with tax cuts. It would all be prospective. It gives us an ability to look forward to make sure we are being prudent so we do not repeat the past with respect to deficits in accruing the kind of national debt that has been a burden to this country.

As I said, I hope my colleagues who worked so hard over the years for the passage of a constitutional amendment to balance the budget will see this as an effort to maintain similar fiscal responsibility. We cannot afford to see the hard work that went into reaching the desired goal of balancing the budget that we have made a reality today be undone by the adoption of either tax expenditures policies that are allowed to move forward unchecked.

For those who believe that the assumptions on which this budget and this specific tax bill are based are sound, the trigger poses no threat as it would never be turned on.

May I ask the Senator for additional time?

Mr. BAYH. Yes, absolutely.

The PRESIDING OFFICER. Is the Senator asking to use Senator Bayh’s time? The Senator’s 10 minutes allotted from the Senator from Indiana have expired.

Mr. GRASSLEY. If we want to speak and raise any questions, that is the only time we have.

The PRESIDING OFFICER. The Senator from Indiana may yield time.

Mr. BAYH. I am happy to yield time to my colleague from Maine.

Ms. SNOWE. I appreciate the time of the Senator from Indiana. I will defer my time towards the end. I thank the Senator.

The PRESIDING OFFICER. The Senator from Indiana.
Mr. BAYH. Mr. President, I again thank my colleague from Maine who so eloquently outlined the case for this amendment. I am grateful to her and others on her side of the aisle who have joined with us in this cause. It is truly a bipartisan effort in an institution that too often is characterized by too much partisanship and divisiveness.

I thank my colleague, Senator STABENOW from Michigan, from whom we will hear in a few moments, who has been a steadfast supporter of fiscal responsibility and rectitude, endorses this initiative. The Progressive Policy Institute, also dedicated to sound economic policies and fiscal policies, endorses this approach.

I again support tax cuts. I rise because I support tax cuts that are fiscally responsible, that do not put our Nation on a path to return to the days of debt and deficit from which we have so recently extricated ourselves.

I support tax cuts that accommodate our other important priorities, especially Social Security and Medicare, ensuring that our Nation will keep that commitment to our parents and our commitment to our children that we will fulfill our own obligations in supporting the retirement system of our parents and grandparents.

I support tax cuts that honor our Nation’s most cherished enduring values: thrift, personal responsibility, self-reliance, and not asking our children to pay the bills that we today incur, but, instead, taking care of our own obligations.

That is why I, along with my colleagues on both sides of the aisle, am honoring the commitment that Senator Snowe mentioned, that this amendment will put tax cuts—meaningful tax cuts—for the American people into place immediately and irrevocably. It will pay down the debt more rapidly than the approach suggested by the administration and the one reported from the committee. This amendment dedicates the surpluses in Social Security and Medicare trust funds to the cause of debt reduction, thereby not only paying down the Nation’s debt more rapidly, but ensuring the solvency of Social Security and Medicare.

This amendment will strengthen our economy by paying down the debt more rapidly, to keep interest rates low, investment and productivity growth high, perpetuating the virtuous cycle of the last several years that has seen unprecedented economic expansion across our country—22 million new jobs and 2 million new businesses.

I have supported tax cuts throughout my career; first as Governor, signing the largest tax cut in the history of our State; and I have previously supported tax cuts in this body. Indeed, I can support the tax cuts before us. I speak not only for myself but for many Americans when I say the uncertainty inherent in 10-year projections disturbs me because it raises a very real and present danger of returning to sizable debts and deficits.

There is also a great problem for our country. It is something I believe we must address in a responsible way if we are going to have tax cuts that truly serve all of the priorities of the American people. The approach we have suggested, I believe, is the right approach. In the early years, when the surpluses are most reliable, the tax cut will go into effect immediately and be irrevocable. In future years, we will ensure the surplus that makes the tax cuts possible actually materializes, and that we don’t dip into Social Security or Medicare, jeopardizing those systems, to make the tax cut possible. That needs to be our top priority.

Again, we need to remind ourselves of the uncertainty in 10-year projections. As the Secretary of the Treasury, Mr. O’Neill, suggested, 10-year projections “aren’t worth the paper they are written on.” And they are not. We owe it to the American people to ensure that not only the cuts put into place in this trigger amendment, but the cuts that will go into effect in the future phases of the tax cut that go into effect, because we can afford them, will be irrevocable. There is nothing that will repeal a tax cut that has been put into place in this trigger amendment. On the contrary, the phases of the tax cut that go into effect, because we can afford them, will be irrevocable. There is nothing that will repeal a tax cut that has been put into place in this trigger amendment.

On the contrary, it merely delays future phases of tax cuts until the surpluses that make them possible arrive.

The only countervariable to that would be to suggest that we dip into Social Security and Medicare to pay for tax cuts—something I am sure the majority of my colleagues do not support.

This will not go into effect should we run the risk of entering a recession. First of all, the greatest risk of deficits and a return to debt is not that we happen upon a significant error that estimates are merely wrong and the errors compounded over a 10-year period lead to a sizable error in our projections. For example, a mere four-tenths of 1 percent difference in GDP and productivity growth would lead to a trillion dollar difference in surplus estimates, running a real risk of returning to deficits and increasing the national debt.

In case we do face the prospect of a recession, we have included a provision that would waive the trigger in the event the blue-chip forecast of the most prominent private sector economists predicts 4 consecutive months where the growth rate in this country will slow to an unacceptable level.

I urge my colleagues to support this amendment. This amendment would not favor spending at the expense of tax cuts. On the contrary, as my colleague from Maine so ably pointed out, spending increases are held to the rate of inflation—half the increase in the budget contained in the budget bill voted on last week, and much lower than rates in increased spending in recent years. If this had been the fact, the spending would be much lower than today.

Let us go forward and enact significant tax relief for the American people. Let us enact this tax relief in a way that is fiscally responsible and would hold sure that our children and grandchildren do not live to rue the day of unintended errors that we made that could have been avoided. Let us enact these tax cuts in ways to preserve Social Security and Medicare. Let us enact these tax cuts in ways that will be true to the enduring values of self-reliance and self-sufficiency that have always made our Nation great.

Finally, let me say we must learn the lesson of history. The last time this Chamber was called upon to make decisions of this magnitude, we, frankly, didn’t do a very good job. The decisions that were made and the votes that were cast led to the largest deficits in the history of our country, the largest increase in the national debt in the history of our country, to a lower rate of economic growth and a lower standard of living for the American people. Let that not happen again.

This amendment and the fiscal responsibility that it will bring to these tax cuts will ensure that all of the elements of prosperity for the American people will be put into law and that, it seems to me, is our responsibility.

I will now be pleased to yield to my colleagues and friend from the great State of Michigan, Senator STABENOW, who has been a steadfast supporter of this effort. She is new to this body, but she is already making a tremendous impact.
Ms. STABENOW. Mr. President, I thank my colleagues, Senator BAYH and Senator SNOWE, for their leadership on this important issue. We joined together back in the beginning of March with colleagues on both sides of the aisle to come together and lay out the options to improve the GI Bill as we amended the Budget Committee by Chairman Alan Greenspan. Both Senator SNOWE and I have the opportunity to serve on that committee, and we heard the chairman talking about the need to, in some cases, phase in tax cuts and ensure that whatever we are doing in terms of votes, I keep first and foremost the value of fiscal responsibility at the forefront and that I am keeping the promise of Medicare and Social Security as we do that.

If, in fact, we do not take this time to pay down our national debt, about which we have all been talking for so many years, if we do not take this time to eliminate as much of that debt as possible so that our children do not have to bear that burden in the future, then when will we? If we do not do it during this opportunity of fiscal surpluses, when will we?

I urge my colleagues to join us. The bipartisan amendment that is before us is one that I hope we will enact.

The PRESIDING OFFICER. The Senator's time has expired.

Mr. BAUCUS. Mr. President, we do not have a lot of time, so I cannot go into great detail; 5 minutes; is that correct?

The PRESIDING OFFICER. That is correct.

Mr. BAUCUS. Mr. President, with all due respect to my very good friends, this is not a tax cut law. Do we want an uncertainty? The uncertainty is whether the surplus target will be met. The uncertainty layered on top of the uncertainty is whether the trigger will be pulled.

We cannot legislate certainty. We can only exercise good judgment. We, as a Congress, in these next years, have to decide what to do according to the circumstances at the time and exercise good judgment as to what we should do.

Unfortunately, nobody has discussed the substance of this amendment. It is because we are in this time constraint where everything is rushed, and we are in message amendment time. Nobody has looked at the substance. There have been no hearings on this.

Let me tell you what this thing does. I am all in favor of the intent, but if this is enacted, we are making a mockery of the Congress—a mockery. First, the Secretary will certify whether these targets are met and set a trigger process in place. If they are not, then what happens? What is triggered is that whatever the Secretary will certify whether these targets are being met.

If they are not being met, then what happens? What is triggered is that reductions in taxes are automatically stopped, the growth rates for discretionary spending are automatically held at the rate of inflation, and entitlement spending increases are automatically stopped.

What about a Medicare drug benefit? I heard that entitlement increases will be stopped. No, I will stand corrected because I see the Senator from Indiana shaking his head. But the way the amendment is written, new entitlement spending, as I understand it, is included in the trigger. But I stand to be corrected if that is not the case, but that is how I read this amendment now.

What happens in odd-numbered years? Things are not automatic. But any Member can stand up in this Chamber and say the targets have not been met and set a new trigger. How do we really want to do that? What is triggered is that the hands of our Treasury Secretary in debt management? Do we really want to do that? What are other countries going to think watching us do this?

Talk about the steepness of the yield curve. Why is the yield curve steep? It is steep because the bond market today believes in the outyears that interest rates are going to rise. Why? Because the Federal Reserve has just lowered interest rates by 50 basis points. And because this tax cut, the market thinks there is going to be growth because of the stimulus of this tax cut and because of the lowering of short-term interest rates. As a result, the market believes there will be inflation in the outyears; therefore, long-term interest rates are going to be higher. That is what is going on.

Get me some help. I want to tell you something else. The markets will not believe a trigger which is not real. This is not real. This is a message amendment. It is not real legislation. I believe we should not be standing here—

I am getting tired of message amendments, Mr. President. I want to legislate. I do not want to give messages. I want to legislate, and this is a message amendment. I do not want to tie our hands in debt management. The Treasury Secretary has to have discretion in debt management. Right off the top, we are tying the hands of the Treasury Secretary, for whatever reason he or she may want to borrow more, sell more securities, sell more bonds for domestic reasons or for international reasons.

Secretary Rubin has said consistently that we should not tie debt management to fiscal policy. You should not do it. It is wrong.

I understand that the Senator from Indiana is offering this amendment, and I understand why the Senator from Maine is offering the amendment.

Mr. GRASSLEY. Mr. President, Senators BAYH and SNOWE have a sincere concern over the long-term fiscal situation of the country.

The fiscal discipline of the country's budget is important. I share that goal—fiscal discipline first. The budget...
approved by a bipartisan majority of the Congress meets the test of fiscal discipline. The trigger is unwise because it undermines the long-term stimulative effect of the tax cut. It makes the tax cut unnecessary.

The trigger is unnecessary because the pattern of the tax cut follows the pattern of the projected surplus.

The lion’s share of the revenue loss occurs after 5 years. If, and if things go south on the projected surpluses, you can be sure Congress will raise taxes:

Over the last 20 years we have raised taxes in 1982, 1984, 1990, and 1993. Only twice has Congress pushed through a tax cut that became law—1981 and 1997. Conditional tax cuts are not desirable—they do not stimulate workers, investors, and businesses. Let us have certainty in tax relief. The American people, who are taxed at record postwar levels, deserve no less.

The PRESIDING OFFICER. All time has expired.

Under the previous order, the Senator from Iowa, Mr. HARKIN, is to be recognized.

Ms. SNOWE. Mr. President, I ask unanimous consent for an additional 10 minutes on this amendment.

The PRESIDING OFFICER. Is there objection?

Mr. BAUCUS. Mr. President, I do not think I can agree to that unless there is an equal opportunity to respond.

Ms. SNOWE. If there is no objection.

Mr. BAUCUS. Also, we have a lot of other amendments lined up this evening, and I do not know whether those Senators really want to move to their amendments or not. There was a time agreement. I see Senator LANDRIEU is here. Senator LANDRIEU may want to offer her amendment at this time.

Ms. LANDRIEU. Mr. President, I do intend to offer my amendment, but I will be happy to wait for a few moments, so I have no objection.

The PRESIDING OFFICER. The Senator in the Chair has some concern about extending the evening considerably longer. There are about 2 hours of debate remaining.

Mr. BAUCUS. Mr. President, I ask consent that 5 additional minutes be evenly divided on this amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Ms. SNOWE. I thank the Senator from Louisiana for her consideration.

I address several of the issues raised by the ranking member, Senator BAUCUS, with respect to this trigger mechanism. I think they are important issues. I remember so often during my 16 years in the House of Representatives where we had to have a vote every year to raise the debt ceiling before we could move further in additional spending. I can also recall the number of times that was postponed. I am not suggesting that is what we should do. The Secretary of the Treasury has considerable flexibility. In fact, we have these established debt reduction targets, ones that come out from the Treasury. They are targets to be adhered to by the Secretary of the Treasury and give the flexibility to rework the debt deficit and to redeem that debt as also, in the mid-course correction, it gives Members the ability to raise the issues. But it would be upon a vote of the House and the Senate before any other changes could occur.

This does provide a measure of certainty that is very critical to ensure we stay on track. That is what a balanced budget is all about. We make the adjustments each and every year. I hope we intend to make those adjustments each and every year in the event our debt reductions are not met. That is what this trigger is all about.

Mr. President, the bottom line is that we need to make tax relief and spending increases work—not only for the immediate fiscal condition of the nation, but for the future economic health and well-being of this nation. With a $5.6 trillion surplus projected by CBO for the next ten years, we have an obligation to be responsible stewards of that surplus, so that we can work to address a variety of pressing national needs like buying-down the debt, increasing funding for shared priorities like education and health care, and providing meaningful tax relief as this tax bill provides.

At the same time, we need to be sure that the burgeoning surplus assumptions on which our tax cut and spending decisions are made actually materialize—not disappear as quickly as they materialized. Because while the projected surplus is undoubtedly based on the best available economic and budget estimates, they are still just that—estimates.

Indeed, if past is prologue, there is a 50 percent chance that CBO’s projection of the surplus only five years from now will miss the actual mark by more than 1.8 percent of GDP—that’s $245 billion in the fifth year alone. With an estimated-on-budget surplus in 2006 of only $267 billion—which includes a surplus in the Medicare HI Trust Fund of $44 billion—the impact of such an error would be disastrous, as Congress would be forced to dip into the Medicare surplus in that year alone, even absent any changes in tax or spending policies today.

It also bears noting that for the ten year projections, nearly two-thirds of the projected surplus will not accrue until after the fifth year. In fact, only $2 trillion—or 36 percent—of the surplus will accrue over the coming five years, while 64 percent—or $3.6 trillion—will materialize in the final five years. If surpluses prove to be substantially lower in the fifth year alone, the impact on subsequent years would likely be negative, and we could set ourselves up for an additional tax cuts and spending increases premised on the higher estimates could quickly force us to use Social Security surplus or even put the budget back in the red.

Given CBO’s acknowledged potential for error—and the devastating impact it would have on our surpluses—I believe we should follow the advice that Federal Reserve Chairman Greenspan gave the Budget Committee on January 25. Specifically, Chairman Greenspan stated:

In recognition of the uncertainties in the economic and budget outlook, it is important that any long-term tax plan, or spending initiative for that matter, be phased in. Conceivably, it could include provisions that, in some way, were tax-reducing actions if specified targets for the budget surplus and federal debt were not satisfied.

In fact, in response to Chairman Greenspan’s recommendation, I joined Senator BAYH, Senator TORRICELLI, and eight other bipartisan colleagues in drafting and introducing a bipartisan resolution that outlined the principles of the “trigger” mechanism that would be based on Chairman Greenspan’s advice.

Specifically, our principles included the fact that, pursuant to Chairman Greenspan’s advice, new spending increases adopted during the 107th Congress should include a trigger mechanism that links the phase-in of these proposals to actual fiscal outcomes. Furthermore, we stated that the trigger should outline specific legislative or automatic actions that shall be taken if specific levels of public debt reduction are not achieved, and should only be applied prospectively—not repeal or cancel any previously implemented portion of a tax cut or spending increase.

Mr. President, the amendment we are offering today turns those bipartisan principles into an actual legislative mechanism. Specifically, it creates an automatic trigger mechanism that links the phase-in of new tax cuts and new spending to debt reduction goals in 2004 and 2006. In addition, it includes a “Mid-Course Correction” mechanism that assures the Congress can add on an incentive—and an expedited means—to get back on track during all other years in which the debt reduction targets are missed.

First, the amendment lays out debt targets that must be achieved at the close of upcoming fiscal years. These targets—which are taken directly from CBO’s “Budget and Economic Outlook” report issued in January—assume that the Social Security and Medicare HI Trust Fund surpluses are used for debt reduction.

Besides laying out debt targets for the end of each fiscal year, it also requires that the Secretary of the Treasury—on both July 1 and the first Tuesday after Labor Day (when Congress returns from the August recess) on the status of our progress toward achieving the debt reduction goal for the year. If the Secretary of the Treasury reports that the goal will not be met, Congress will know that steps must be taken to get back on track.
Next, the amendment creates the automatic “trigger” that links the phase-in of tax cuts, mandatory spending, and discretionary spending to the achievement of the debt reduction goals in 2004 and 2006.

If the debt targets are not met, then at the start of the following fiscal year (2005 or 2007)—the scheduled phase-in of tax cuts would be delayed for one year, or until the target is met in a future year. Of importance, this tax trigger—if implemented—would in no way increase tax rates; it would simply delay the next scheduled phase-in of any tax cuts that included a phase-in during those years. In the same manner, the phase-in of new mandatory spending programs would be delayed, with no impact on any provision that had already been implemented.

[Of note, based on the package before us, the tax cuts that would be affected by the trigger would include the phase-in of education tax credits (2005 and 2007); the per child tax credit (2007); marriage penalty relief (2007); and estate tax rate relief (2007). Because no new mandatory spending programs have been enacted this year, there would be no impact on such programs—at least at this time.]

In addition, the trigger would hold discretionary spending at the level of the previous year, adjusted for no more than the rate of inflation. Why allow for growth with inflation? Put simply, these programs—which include education, defense, and health—are funded on an annual basis. In contrast, mandatory spending—such as the Social Security and Medicare programs—is not controlled on an annual basis and can fluctuate from year-to-year depending on how many individuals are eligible for the program, the rate of inflation, and other factors. When considering the critical importance of discretionary programs, we should ensure that these programs are treated no worse than mandatory spending. By simply allowing them to grow with inflation, we are at least ensuring that the benefit of these programs is not eroded simply due to a rise in the cost of living.

Ultimately, if the combined impact of stopping the phase-in of tax cuts and mandatory spending, and of holding discretionary spending to the rate of inflation, is more than is necessary to meet the fiscal reduction goals, the impact can be mitigated through the consideration of legislation that would lessen the impact. To ensure that tax cuts and spending are treated equally, such legislation must increase tax cuts and overall spending in a proportionate manner, and any amendments to the legislation must maintain this balance. The amendment also includes a “Mid-Course Correction” mechanism that would be available to the Congress in all other years that the debt reduction targets are not met.

Specifically, if the debt reduction target is not met at the end of a fiscal year—or the Treasury Secretary reports in July or September that the debt reduction target will likely not be met—any member of the House or Senate would have the ability to call up privileged legislation that would immediately block all scheduled phase-ins of tax cuts and mandatory spending for the coming year, and hold overall discretionary spending at the rate of inflation over the previous year’s funding level. During the floor consideration of the legislation, members may adjust the trigger to reflect the impact of the Mid-Course Correction legislation if it would generate more savings than are necessary, but such amendments must affect tax cuts and overall spending in a proportionate manner.

Ultimately, it will be up to the Congress and the President to decide if Mid-Course Correction legislation will be passed and enacted—and it will also be on their shoulders to explain why they did not act in the face of debt reduction targets not being achieved. Ultimately, if Congress continually ignores violations of the debt reduction targets during these years, the automatic “trigger” in years 2005 and 2007 will likely fail to meet the goal.

As with the Mid-Course Correction, this amendment also allows provides for the consideration of privileged legislation that would make adjustments to the automatic trigger if its impact on the budget would be unnecessary. In the same manner, amendments to adjust the trigger’s impact would need to ensure that a proportionate balance is retained between tax cuts and spending. In response to concerns that a trigger may actually lead to tax cuts and spending being turned off at the “wrong time”—such as during an economic downturn or national emergency—the amendment would allow discretionary spending to have the trigger with a three-fifths vote at any time, just as the requirements of the Balanced Budget Amendment would have been waived with a supermajority vote. And if we are actually in the throes of a recession or a declaration of war is in effect, the trigger would be waived with a mere majority vote—a margin that would be easily attainable.

Finally, in deference to the fact that there are legitimate differences of opinion among my colleagues who worked so hard over the years for the passage of a constitutional amendment to balance the budget, I believe this amendment would work as a critically needed “insurance plan” within this tax bill and in subsequent spending legislation. While I believe the surplus estimates on which our budget and this tax bill are based are sound, we simply cannot take the chance that our estimates will prove to be wrong or that future Congresses will over-utilize the surplus and imperil debt reduction.

Furthermore, I would hope that my colleagues who worked so hard over the years for the passage of a constitutional amendment to balance the budget would see this as a similar effort to maintain fiscal responsibility. We simply cannot afford to see the hard work that went into making this goal one of the Balanced Budget Amendment a reality today be undone by the adoption of tax or spending policies that are allowed to move forward un-checked.

Ironically, for those who believe that the amendments on the budget and this tax bill are sound, the trigger poses no threat as it would never be turned on. Likewise, for those who are concerned about the assumptions, there is every reason to support the trigger as it would serve as a strong line of fiscal defense if today’s surplus estimates prove to be tomorrow’s “pipe dream.”

Nevertheless, I’m sure that some of my colleagues who will simply argue that the amendments are doomed to failure, and cite the Gramm-Rudman-Hollings deficit control mechanism as a case in point. I would argue that although some may dispute the value of the trigger, arguing that Gramm-Rudman-Hollings may not have been successful at reigning in deficits, it did serve as a strong incentive for Congress to control spending. In fact, discretionary spending grew at an average annual rate of eight percent leading up to Gramm-Rudman-Hollings, and only two percent in the five years thereafter.

The bottom line is that I can’t think of any event that has ever had such a profound impact on congressional spending—short of the watershed Congressional elections of 1994—and I believe that this trigger could have the same profound impact both tax cuts and spending during the coming 10 years.

Mr. President, this amendment is just the type of fiscally responsible proposal that I believe the American people are hoping we in the Congress will embrace as we pursue tax cuts and spending increases in the months.
ahead, and I urge my colleagues to support it accordingly.

Mr. BAUCUS. I have stated my reasons why I think this is not a good idea. I stand by what I said, on the entitlements, which is an additional reason why the provision isn’t firm, to say the least. It is more than infuriating; it is beyond infuriating.

I urge that the Senate not approve it. I yield back the balance of my time.

The PRESIDING OFFICER. The Clerk will report.

The assistant legislative clerk reads as follows:

The Senator from Louisiana [Ms. LANDRIEU], for herself and Mr. CRAIG, and Mrs. LINCOLN, proposes an amendment numbered 686.

Ms. LANDRIEU. Mr. President, I ask unanimous consent reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 18, between lines 14 and 15, insert the following:

SEC. 202. EXPANSION OF ADOPTION CREDIT AND ADOPTION ASSISTANCE PROGRAMS.

(a) IN GENERAL.—

(1) ADOPTION CREDIT.—Section 23(a)(1) (relating to adoption assistance programs) is amended by adding at the end the following new flush paragraph:

‘‘(2) ADOPTION ASSISTANCE PROGRAMS.—Section 137(a) (relating to adoption assistance programs), as amended by subsection (d), is amended by striking subsection (f), and by inserting after subsection (g) the following new subsection:

‘‘(h) ADJUSTMENTS FOR INFLATION.—In the case of a taxable year beginning after December 31, 2001, each of the dollar amounts in subsection (a)(1)(B) and subparagraphs (1) and (2)(A)(1) of subsection (b) shall be increased by an amount equal to—

‘‘(i) such dollar amount, multiplied by

‘‘(2) the cost-of-living adjustment determined under section 1(f)(3) for the calendar year in which the taxable year begins, determined by substituting ‘calendar year 2001’ for ‘calendar year 1992’ in subparagraph (B) thereof.’’

(2) ADOPTION ASSISTANCE PROGRAMS.—Section 137 relating to adoption assistance programs, as amended by subsection (d), is amended by adding at the end the following new subsection:

‘‘(i) ADJUSTMENTS FOR INFLATION.—In the case of a taxable year beginning after December 31, 2002, each of the dollar amounts in subsection (a)(2) and paragraphs (1) and (2)(A)(1) of subsection (b) shall be increased by an amount equal to—

‘‘(1) such dollar amount, multiplied by

‘‘(2) the cost-of-living adjustment determined under section 1(f)(3) for the calendar year in which the taxable year begins, determined by substituting ‘calendar year 2002’ for ‘calendar year 1992’ in subparagraph (B) thereof.’’

(b) DOLLAR LIMITATIONS.—

(1) DOLLAR AMOUNT OF ALLOWED EXPENSES.—

(A) ADOPTION EXPENSES.—Section 23(b)(1) (relating to adoption credit) is amended—

(i) by striking ‘‘$5,000’’ and inserting ‘‘$10,000’’, and

(ii) by striking ‘‘($5,000, in the case of a child with special needs)’’, and

(iii) by striking ‘‘subsection (a)’’ and inserting ‘‘subsection (a)(1)’’.

(B) ADOPTION ASSISTANCE PROGRAMS.—Section 137 relating to dollar limitations for adoption assistance programs) is amended—

‘‘(1) the taxpayer’s regular tax liability for the taxable year, reduced (but not below zero) by the sum of the credits allowed by sections 21, 22, 24 (other than the amount of the increase under subsection (d) thereof), 25, and 25A, and

‘‘(2) the tax imposed by section 55 for such taxable year.’’.

(3) CONFORMING AMENDMENTS.—

(A) Section 28(a) (relating to limitation based on amount of tax credit) is amended by inserting ‘‘(other than section 23)’’ after ‘‘allowed by this subpart’’.

(B) Section 33(b)(1) relating to minimum tax credit is amended by inserting ‘‘subject to the aggregate amount taken into account under section 23(d)(3)(B) for all such prior taxable years,’’ after ‘‘1996’.’’

REPORT DUE. The amendments made by this section shall apply to taxable years beginning after December 31, 2001.

Ms. LANDRIEU. Mr. President, the amendment I propose has to do with the adoption tax credit. Before I get into the specifics of that amendment, I will make some general remarks about the previous amendment briefly, about the overall bill, and a few other points before I get into specifics of this amendment.

Let me congratulate my colleagues from Maine, Indiana, and Michigan, Senators SNOWE, BAYH, and STABENOW, for offering their amendment, which I am proud to be a cosponsor of, the trigging mechanism just presented to this body and explained so beautifully. I want to add my voice to say that I intend to support that amendment. I think it will bring discipline to this process. It will bring some more certainty, and it will chart the course of fiscal discipline which has served this country and this economy so well over the last 8 years.

To reiterate, it is not just giving us a caution about the tax cuts, but it is cautioning us about spending too much. I think that is a very good balance. The mechanisms have been worked out. Chairman Greenspan has indicated support of this concept. That debate will be left for another day, with more debate on Monday. I express my support.

Second, I express my compliments to the Senator from Iowa and the Senator from Montana for the way they have handled the debate. I especially appreciate the way the chairman has been open to listening to different ideas, to considering all as thoughtfully and as seriously as he could, given there would literally be 100 ways to write this bill. But we can only have one bill, 100 Members, and some input into shaping it. We could all write it in our special way, but the fact is this body and our democracy mandates we do this together. It is not a simple process. I thank the chairman for his patience and the ranking member for his graciousness in letting us to stay on many issues, particularly this amendment.

Since I am not going to speak very long, I make a public comment and compliment also my colleague from North Dakota, Mr. JOHNSON, a member of the Finance Committee. He has been a tremendous leader in this whole debate. Although Members may
disagree with some of his positions, I think he has gained such respect in this debate, explaining these very complicated matters in ways people in my State, most certainly, have expressed to me, and I appreciate his efforts. I thank him publicly tonight for his hard work and dedication.

The amendment I send to the desk tonight is a very important amendment. This underlying tax reduction bill has some very good provisions in it. I mention a few. The refundability of the child tax credit and the doubling of the child tax credit is very important to the people of Louisiana and to many working families around the Nation.

Marriage penalty relief is something I have supported, along with Members on both sides of the aisle. It is time that we make adjustments to this particular problem in the Tax Code.

I also am pleased to see the estate tax relieved as part of this tax package. And particularly for Louisiana and for so many States, the college savings plan withdrawals, making them tax free, gives a lot of hope and encouragement to help people in Louisiana and all through this Nation begin to build their money for their children's education. A good, solid education through college is an excellent way to give the foundation for someone's success in life. In this new global economy with new technologies and the increasing demand for knowledge, a good, solid education is important. We have been debating many different aspects of education. I think the college savings plan is a very good feature in this bill.

There are some serious problems with it. It is backloaded. I wish the 15 percent tax bracket could have been reduced and addressed. There is a smaller amount of stimulus than I think is wise, given the slowdown in the economy, I will make a decision on how I am going to vote on this bill, based on the pros and cons, on Monday when we have the final vote. But I want to suggest tonight that there is one amendment that really should be added. It should be included. It is somewhat glaring that it is not. The chairman knows this, and the ranking member. The amendment I am speaking about is the renewal and doubling extension and fixing of the adoption tax credit, a tax credit that has been broadly and enthusiastically supported by many Members of this body.

Just today, in fact, over 300 Members of the House of Representatives voted affirmatively for the Hope for Children tax credit relief. I offer this amendment on behalf of myself and the Senator from Idaho, Mr. CRAIG. There are a number of other cosponsors. I would like to mention Mrs. CLINTON, the Senator from New York, and others who have supported this particular provision.

This amendment would extend the $5,000 tax credit, doubling it to $10,000. One of the things we must remember is, if we do not fix this tax credit now, it expires, not next year, not 2 years from now, as some of the other tax measures we are speaking about, but it expires in December of this year. So in 7 months this tax credit that has done so much good for people in this country is set to expire.

The other reason to support it is there is an overwhelmingly enthusiastic bipartisan support for it. The third really solid reason is that it is so cost effective. It is such a small amount of money relative to the overall package that I am certain we can find a way, if we find the will to include this in this package.

There were over 125,000 children adopted last year; 15,000 children came to this country from another place in the world. Those places were quite grim. I have been to many of them. Some of these children were taken off hospital floors. Some of these children were found to be abandoned. Some of these children were found sick. Some of these children were found with an inability to walk, some could not see, some could not hear. But a family, a mother, a father in this country said: I will take these children, and I will raise that child and do something good for the world and do something good for our family and do something wonderful for this child.

There were other children who were adopted by American families. Some of these children were healthy. All of these children were beautiful. All children are beautiful and should be loved and cared for and nurtured. Some of these children have great and special needs. I have seen children who have been adopted who have no limbs, who cannot see. Children have been adopted who have a very short lifespan. But because the heart of people is so great and their generosity so tremendous, families have been opened, families have been built, children have been given hope, and parents who were desperate for children and could not have them have had their dreams come to reality.

The least we can do in this body, as we debate this $1.35 trillion tax cut, is to add one-third of 1 percent to make this tax credit real, to extend it so it does not just go away, and to double it so it really can help as these expenses rise. I think it works for children who are being adopted out of foster care.

I know my time is coming to an end. I say in closing, there are today 500,000 children—a half a million children—who have been removed from their homes because of abuse and neglect. There are 100,000 of those 500,000 whose parental rights have been terminated. If we don’t work a little harder and a little better to fix our court system, to support our social workers, to give our judges and legislators the help where we can—and this is one way to build in our Tax Code an incentive to help some of these children get adopted and to help parents bear the tremendous expenses associated—I think we will be making a grave mistake and missing a wonderful opportunity.

I urge Members of this body to consider this carefully. It doesn’t cost a lot. It will bring a great deal of joy and hope and happiness to children and families everywhere. It is something we can do, and as Mr. GRAMM, the Senator from Texas, said when we discussed this last year, it really is a shame that this tax cut is scored in a way that costs us, because if you think about it, this is a great savings to the taxpayer, because when children are adopted out of foster care, or when children are adopted who are for some reason not wanted, or their families want them but they cannot raise them so someone else takes that child and raises that child and nurtures that child, I promise you there is $100,000 or more savings to the taxpayer by the life that we give these children.

We save hundreds of thousands of dollars because these children do not end up in special education or in the hospital or in jail or in a mental health ward. Why? Because they have parents and families to support them and care for them. So while the committee has given me a score on my tax credit, I have argued, and I think I could be supported in a court of law, this tax credit is a great savings to this Government. For every dollar we give in the credit, we don’t have to pick up the expenses for them. I think it is what God wants us to do. I am positive it is the right thing to do. I thank my colleagues for giving me this time to offer it. I hope we can find a way to do this.

I yield my time.

Mr. CRAIG. Mr. President, I am glad to join my colleague and cochair of the Congressional Coalition on Adoption, Senator LANDRIEU, in offering this amendment to the tax relief bill.

Our amendment will renew two expiring provisions of the Tax Code that are critically important to American families: the adoption tax credit and the exclusion for employer-provided adoption benefits. It will also modernize and improve these provisions, in response to what we have learned families really need and want in this area.

Not a week goes by that I don’t get a call, or an e-mail, or a visit from someone telling me about the adoption tax credit to them, and how important it is for Congress to renew it. As my colleagues all know, this credit was added to the Tax Code in 1996, following years of effort. The idea was to allow families to keep a little more of their own hard-earned money to help absorb the extraordinary costs of adoption.

Since these adoption tax benefits have gone into effect, tens of thousands of families have claimed it. More importantly, that means tens of thousands of children have, in part because of this tax credit, found loving, permanent adoptive homes.
Yet there are many, many children still waiting for that happy outcome—more than 100,000 in America, and more around the world, and the adoption tax credit will expire at the end of this year. Furthermore, in looking at how the credit has worked since 1996, we have discovered that not all families are equally able to use the tax credit to help them cope with the true costs of adoption.

That is why at the beginning of this Congress, we introduced S. 148, the Hope For Children Act, to extend and improve the tax credit so that it can continue to help Americans form families through adoption. That bill is co-sponsored by seventeen of our colleagues, representing a wide political and geographic spectrum; the House of Representatives unanimously passed their version of the bill earlier today; and the bill has won the support of all segments of the adoption community.

It is this bill, the Hope For Children Act, that is reflected in the amendment we are offering today.

There are families who are sitting at the kitchen table today, trying to figure out if they can afford to open their hearts and homes to a child through adoption. They are often in a race against time. What they want is to adopt a child. It means a great deal for the parents to have those children. So many people want to have children and just cannot. I thank the Senator for what she is doing.

Mr. LANDRIEU. I thank the Senator very much.

The PRESIDING OFFICER (Mr. GRASSLEY). The Chair recognizes the Senator from Iowa.

Mr. GRASSLEY. Mr. President, adoption is the right thing, at least as opposed to foster care. As I have been working on adoption issues for a long period of time, there is one thing I hear from kids who have been floating from one foster home to another, who have been in the system for a long period of time. What they want is a mom and a dad. What they really are saying is they want some permanency.

One of the sins of governmental policy is in the adoption and foster care area, where people grow all the way through their teenage years and get to be 18 and are adults and never have a mom and a dad.

Every child has a right to grow up in a safe and loving home. I hope my work on the Adoption and Safe Families Act, which succeeded in shortening the time lines for children in foster care, is a major effort towards this goal that we all support.

Included in the Adoption and Safe Family Act was a provision I authored to break down barriers when a family living in one jurisdiction wants to adopt a child in another jurisdiction.

I compliment Senator LANDRIEU. She has been steadfast in her advocacy for adoption. Senator CRAIG has joined her to make adoption tax incentives a very strong bipartisan objective. I have been pleased to join these two distinguished Senators in their past efforts they have undertaken in this direction. I don’t know what the future holds exactly, but I promised the Senator from Louisiana I would work with her and Senator CRAIG on their amendment and see what, if anything, we can do. We will have the weekend and Monday to work on that. Hopefully, we can accommodate in some way.

Ms. LANDRIEU. Thank you, Mr. Chairman.

The PRESIDING OFFICER. The Senator from Montana.

Mr. BAUCUS. Mr. President, I very much appreciate the comments of both the Senator from Louisiana and the Senator from New Jersey. This is a very fine amendment for lots of reasons, as has already been articulated here. I think we can find a way to get this done. I compliment the Senators.

We know lots of families who would love to adopt a child. How wonderful it is for the families to be able to adopt a child. It means a great deal for the parents to have those children. So many people want to have children and just cannot. I thank the Senator for what she is doing.

Mr. LANDRIEU. I thank the Senator very much.

The PRESIDING OFFICER (Mr. GRASSLEY). I thank the Senator.

The Senator from Florida, Mr. GRAHAM, is the next Senator to be recognized to offer an amendment.

Mr. BAUCUS addressed the Chair.

The PRESIDING OFFICER. If the Senator from Florida will withhold, the Senator from Montana is recognized.

Mr. BAUCUS. Mr. President, I would just like to say that on an earlier amendment I got a little carried away in being critical of it. In fact, I even suggested the amendment was more of a message amendment. I do recognize that, frankly, it was a very good-faith effort to meet a real concern; namely, whether we can meet our fiscal responsibilities as we look to see whether these budget surpluses materialize or not.

I do still think the amendment is not a good one, but not because it is not well intended. It is very well intended. The authors have worked very long and hard to try to figure out a way to make it work. But I think it is too complicated. It is more in the nature of a Rube Goldberg solution. But it is very well intended.

I compliment the Senators who offered that amendment and tell them I respect their effort. I just apologize to those Senators if they took personal offense at my earlier comments.

The PRESIDING OFFICER (Mr. HUTCHINSON). The Senator from Florida.

Mr. GRAHAM. Mr. President, I request that I be notified when I have used 3 minutes of my time.

The PRESIDING OFFICER. The Chair will do so.

AMENDMENT NO. 687

Mr. GRAHAM. Mr. President, this is the first of two amendments I will offer this evening. This amendment goes to the basic structure of the kind of approach Congress should take to reducing our Nation’s taxes. I support a significant tax bill, I do not support the bill that is before us this evening.

The second amendment I will offer will go to one of the reasons I do not support the bill, a specific defect which I think is illustrative of other defects with this legislation.

The amendment we offer first raises two basic questions: Should we have a single tax bill that will absorb all of the funds which this Congress has determined are appropriate to allocate to tax cuts for the next 11 years? And are we so prophetic that we can decide in May of 2001 what our total tax policy should be through the year 2011?

As smart as we might be, I do not think we can meet that test.

So I, with my colleague, Senator CORZINE, will argue that we should have a series of tax bills: A bill today, yes—a pause, a time for reflection, a time for examination of our economic circumstances, a time to reevaluate our surplus for the future—and then a thoughtful determination, whether, for what purpose, and in what amount we should have a second tax bill.

Why is this approach of one-at-a-time, rather than one, period, a more appropriate and direct approach? First, there is the unreliability of an 11-year projection of surpluses. That issue has been discussed at length in several other contexts today. Second, there will be needs, some seen and some unforeseen, which will emerge in the next 11 years, that will justify tax cuts. But if we have already committed all of the resources available for that purpose, we will not be able to attend to those.

One of those needs we have learned about in the last few hours, as the President and the Vice President have announced a new energy strategy for America, much of which is based upon tax reductions in order to create incentives for Americans in various enterprises to act in ways that will be advantageous to the Nation.

And third, one-at-a-time gives us greater assurance that we will not drift into deficits, that we will not repeat in 2001 what we did in 1981.

The PRESIDING OFFICER. The Senator has used 3 minutes.

Mr. GRAHAM. Mr. President, with that introduction, I would like to turn to my colleague and partner in this effort to discuss, if we have a series of tax bills, what should the first tax bill, that tax bill of May 2001 encompass.

The PRESIDING OFFICER. The Senator from New Jersey.

Mr. CORZINE. Mr. President, I rise to support my friend and colleague, the Senator from Florida.

I very much agree with my colleague that we would be better served by a series of tax cuts that would provide for understanding where we are in the economy. As we move along in this process, we could fit circumstances much more effectively into that process.

I have some trouble with the overall tax program we are considering. I have trouble with the issues with regard to
how this is formulated for debate. I compliment Senator Byrd for his truly remarkable comments this morning with regard to reconciliation.

That said, there is trouble with the size, trouble with the structure and distribution, but maybe most importantly there is a fundamental problem Senator Graham and I are addressing, trouble with the timing.

This tax structure we are about to vote on does too little at a time when we have real needs in a weakening, slowing, and, I think, very fragile economy. Seventy percent of this tax cut comes in the second 5 years, the out-years, and only $10 billion in the current year, and that is in a $10 trillion economy. It is one-tenth of 1 percent. It is like throwing a coin in an ocean. It will have little, if any, significant impact on the current state of our economy.

There are real reasons to believe that there is a need for the current stimulus. With the actions and words of the Federal Reserve this week, with a remarkable additional 50-basis-point cut in interest rates, that is five times this year, with a total 250-basis-point cut, because of their serious concern. And their concern is demonstrated not only in their words, but the words when they have reviewed current economic conditions—seeing a decline in employment, a rise in the unemployment rate, weakness in productivity numbers, which have been so much a part of the suggestion that we have this great surplus.

There has been a real undermining of one of the major sectors of our economy in technology, but also it has moved very substantially into our manufacturing sector. And there are concerns about overseas economic growth, which will have a very important impact on our external accounts.

There are many signs in our economy that give one great pause for concern about the fragility of our economy and its direction. We need a stimulus now. Those rising tides do lift all boats. A strong economy is the best way to make sure all Americans benefit from productivity numbers, which have been so much a part of the suggestion that we have this great surplus.

I think the program that the senior Senator from Florida has talked about in the Finance Committee, and we have discussed in this Chamber for now 2 months, is an insurance policy that is fundamental to working hand in hand with the Federal Reserve to make sure we have a strong economy going forward.

Those rising tides do lift all boats. A strong economy is the best way to make sure all Americans benefit from our fiscal policy and how we manage our economic affairs.

So I stand strongly in support of the approach Senator Graham will outline.

Thank you very much, Mr. President. Mr. GRAHAM. Mr. President, how much time remains?

The PRESIDING OFFICER. Seven and a half minutes remain.

Mr. GRAHAM. Mr. President, I will briefly outline the plan that the Senator from Florida and I have developed which we think meets the test of an economic insurance policy. We underscore the words “insurance policy.” No one, frankly, knows what is over the horizon for the American economy. As the Senator from New Jersey just outlined, there are enough signs of concern, signs that would raise apprehension, that a prudent family would say this is a time to buy an insurance policy that the President will begin to shift the risk, to the degree possible, of a possible economic decline. We are suggesting what the elements and the specifics of that economic insurance policy should be.

We are suggesting that needs to be immediate. We are proposing that our bill take effect as of January 1, 2001, and that the benefits in this calendar year would be fully available in this calendar year.

Second, it needs to be frontloaded. One of my criticisms of the bill before us, which talks about being an economic stimulus bill, is that the total amount of tax relief that will be distributed in the form of marginal rate reductions in this fiscal year 2001 is $35 billion, in an economy approaching $8 trillion—in my judgment, a clearly inadequate commitment if we are serious about buying an economic insurance policy.

We think it needs to be a substantial commitment. We have suggested that the substantial commitment would be in the range of $60 billion in the year 2001 and in every year into the future.

Economic experts from some of the most prestigious governmental and nongovernmental agencies in the country have told us they believe that a $60 billion stimulus this year would increase gross domestic product by between one-half and three-quarters of 1 percent, everything else being unaffected. We think that is a significant amount of economic growth at a time when that growth has substantially declined.

We believe this should be placed in the hands of those Americans most likely to spend it, to spend it wisely, and that is the addition of a 10-percent rate. But we alter the President’s proposal in two critical regards. First, his 10-percent rate doesn’t go fully into effect until the year 2006. Ours is fully in effect as of January 2001.

Second, his 10-percent rate covers the first $6,000 of taxable income for a single person; $12,000 for a married couple. We would increase those numbers to $9,500 for a single American, and $18,000 for a family.

What would that mean for an American family, every American family that is earning $19,000 or more up to the richest American in the country? It would mean a $950 savings in their income tax. We think that is a significant amount of money, $35 every bi-weekly pay period, $35 that would be going into the pocket of that American family to buy clothes for their children, to buy food, to pay for a refrigerator, all of the things they might want to use that money for, which is exactly what we need them to do in order to stimulate a demand starved economic decline.

We also believe this plan needs to be simple. Complexity works against being able to get these funds into the hands of the Americans quickly enough to make a difference. We believe the $40 billion that is going to be the last quarter of this fiscal year and the first quarter of 2002. That is the last 6 months of calendar 2001. That is the 6-month period in which we will buy a true insurance policy. We think that is a true economic insurance policy.

If you believe the principle of let’s go one step at a time in prudently shaping our tax policy, as opposed to feeling that we have to throw a 100-yard-pass tax bill tonight that will govern us for the next 11 years and that the prudent first tax bill should be one that would relate to the primary challenge facing Americans today, which is the concern of the fragility of our economy, an economy that might drift into a recession or a recession which could be deep and prolonged, then we have the opportunity today in this tax bill to play a positive role to ensure against those negative events.

I urge the amendment be adopted, and I send the amendment to the desk. The PRESIDING OFFICER. The clerk will report.

The senior assistant bill clerk read as follows: The Senator from Florida [Mr. Graham], for himself, Mr. Corzine, and Mr. Dayton, proposes an amendment numbered 687.

Mr. GRAHAM. Mr. President, I ask unanimous consent that reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows: (Purpose: To provide for a substitute amendment which amends the Internal Revenue Code of 1986 to provide for a 10-percent income tax rate bracket).

Strike all after the first word and insert the following:

1. SHORT TITLE, ETC.

(a) Short Title.—This Act may be cited as the “Economic Insurance Tax Cut of 2001”.

(b) Amendment of 1986 Code.—Except as otherwise expressly provided, whenever in this Act an amendment or repeal is expressed in terms of an amendment to, or repeal of, a section or other provision, the reference shall be considered to be made to a section of the Internal Revenue Code of 1986.

(c) Section 15 Not to Apply.—No amendment made by this Act shall be treated as a change in a rate of tax for purposes of section 15 of the Internal Revenue Code of 1986.

SEC. 2. 10-PERCENT INCOME TAX RATE BRACKET FOR INDIVIDUALS.

(a) Rates for 2001.—Section 1 (relating to tax imposed) is amended by striking subsections (a) through (d) and inserting the following:

“(e) MARRIED INDIVIDUALS FILING JOINT RETURNS AND SURVIVING SPOUSES.—There is hereby imposed on the taxable income of—

(1) every married individual (as defined in section 1(h)) who makes a single return jointly with his spouse under section 6013, and
(2) every surviving spouse (as defined in section 2(a)),
a tax determined in accordance with the following table:

<table>
<thead>
<tr>
<th>Taxable Income</th>
<th>Tax is:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Over $148,675</td>
<td>$44,308.75, plus 39.6% of the excess over $297,350.</td>
</tr>
<tr>
<td>Over $83,250</td>
<td>$94,250.50, plus 39.6% of the excess over $27,050.</td>
</tr>
<tr>
<td>Over $9,500</td>
<td>$38,777, plus 36% of the excess over $297,350.</td>
</tr>
<tr>
<td>$36,434.50</td>
<td>$41,511.50, plus 36% of the excess over $27,050.</td>
</tr>
<tr>
<td>$10,925</td>
<td>$36,650, plus 31% of the excess over $9,500.</td>
</tr>
<tr>
<td>$3,582.50</td>
<td>$23,764, plus 31% of the excess over $14,250.</td>
</tr>
<tr>
<td>$1,092.50</td>
<td>$5,830, plus 28% of the excess over $9,500.</td>
</tr>
<tr>
<td>$297,350</td>
<td>$45,200.</td>
</tr>
<tr>
<td>$27,050</td>
<td>$151,650.</td>
</tr>
<tr>
<td>$9,500</td>
<td>$38,777, plus 36% of the excess over $297,350.</td>
</tr>
<tr>
<td>Not over $14,250</td>
<td>10% of taxable income.</td>
</tr>
</tbody>
</table>

(3) MARRIED INDIVIDUALS FILING SEPARATELY.—There is hereby imposed a tax determined in accordance with the following table:

<table>
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</tr>
</thead>
<tbody>
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</tr>
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<td>10% of taxable income.</td>
</tr>
</tbody>
</table>

(b) INFLATION ADJUSTMENT TO APPLY IN DETERMINING RATES FOR 2002.—Subsection (1) of section 1 is amended—

(1) by striking "1993" in paragraph (1) and inserting "2001",
(2) by striking "1992" in paragraph (3)(b) and inserting "2000", and
(3) by striking paragraph (7).

(c) CONFORMING AMENDMENTS.—

(1) The following provisions are each amended by striking "1992" and inserting "2000" each place it appears:

(A) Section 25A(h),
(B) Section 33(a)(1)(B),
(C) Section 413(f),
(D) Section 42(b)(3)(H)(i)(II), and
(E) Section 59(j)(2)(B).

F} Section 63(c)(4)(B),
G} Section 68(b)(2)(B),
H} Section 132(f)(9)(A)(ii),
I) Section 135(b)(2)(B)(ii),
J} Section 146(c)(4),
K} Section 151(i)(4),
L} Section 220(g)(2),
M} Section 221(g)(1)(B),
(N) Section 512(a)(2)(D),
(O) Section 513(h)(2)(C)(ii),
(P) Section 685(c)(3)(B),
(Q) Section 677(a)(2),
(R) Section 672(a)(2)(D)(ii)(II),
(S) Section 2032a(a)(3)(B),
(T) Section 203(b)(2)(B),
(U) Section 682(c)(1),
(V) Section 6001(e)(1)(B),
(W) Section 4260(e)(4)(A)(ii),
(X) Section 6039F(d),
(Y) Section 5829(b)(4),
(Z) Section 6343g(1)(B).
(AA) Section 6601(c)(3)(B),
(BB) Section 7638(c)(4).
(CC) Section 42(b)(3)(D)(I).

(d) MARRIED INDIVIDUALS FILING SEPARATELY.—There is hereby imposed a tax determined in accordance with the following table:

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<tr>
<td>Not over $14,250</td>
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</tbody>
</table>
they are not going to be up here voting, other than those of us who represent our constituents in the States—of course, the U.S. Senate was peculiarly established to be the representatives of the interests of States, so we ought to be the body leading this way. We should not be the body fighting the recommendation of President Bush to be fair and equitable. We should be the body which is expressing its recognition of the importance of the States and the relationship with the National Government.

This proposal, in my judgment, goes 180 degrees in the opposite direction. So my amendment is simple. It says, yes, we are going to repeal the estate tax; yes, we are going to do it in the same number of years as has been suggested; but we are going to treat both sides of this partnership—the States and the Federal Government—equally and proportionately as we do so.

I urge adoption of this amendment.

Mr. President, I send the amendment to the desk.

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read as follows:

The Senator from Florida [Mr. GRAHAM] proposes an amendment numbered 688.

Mr. GRAHAM. Mr. President, I ask unanimous consent that further reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

(Purpose: To provide a reduction in State estate tax revenues in proportion to the reduction in Federal estate tax revenues)

Beginning on page 64, line 17, strike all through page 66, line 2, and insert:

Subtitle B—Reduction of Gift Tax Rate

SEC. 511. REDUCTION OF GIFT TAX RATE AFTER REPEAL.

On page 66, line 2, strike “(d)” and insert “(a)”.

On page 67, line 1, strike “(e)” and insert “(b)”.

Beginning on page 67, line 12, strike all through page 68, line 6, and insert:

Subsection (f) Effective Date—The amendments made by this section shall apply to gifts made after December 31, 2010.

On page 68, strike the table between lines 14 and 15, and insert:

<table>
<thead>
<tr>
<th>In the case of estates of decedents dying during</th>
<th>The applicable exclusion amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2002 and 2003</td>
<td>$1,000,000</td>
</tr>
<tr>
<td>2004, 2005, and 2006</td>
<td>$2,000,000</td>
</tr>
<tr>
<td>2007, 2008, 2009, and 2010</td>
<td>$3,000,000</td>
</tr>
</tbody>
</table>

Beginning on page 70, line 20, strike all through page 79, line 6.

The PRESIDING OFFICER. The Senator is recognized.

Mr. GRASSLEY. Mr. President, the State death tax credit is one of the last vestiges of revenue sharing. The State has a luxury of not having an estate tax and just waiting for a portion of the Federal estate tax to be allocated to the States.

What we have tried to do in this mark is, in a fair way, allow the States to review the concerns of their citizens, and if they want to have their own death tax, then any tax paid to the States will be fully deductible on the final return. This will be phased in over the next 5 years, and it will be phased in over the next 5 years until repealed. In fact, the money will be paid out over the next 7 years.

The States will have plenty of time for their legislatures to meet and decide on a State-by-State level if they want to maintain the death tax.

Unlike the amendment by Congressman RANGEL, we did not repeal the credit immediately. But if the Federal Government does not collect the money, it is not ours to share. State death tax credit—current law states up to $2.5 million. The rate is 8 percent. Total tax is $146,800. Our relief act before us—the act of 2001—is identical. The total rate of 16 percent is only collected on estates over $10 million. The number of Florida estates, for example, over $10 million is 126. The number of Iowa estates over $10 million is 22.

In addition, at the expense of the American taxpayers, the Senator from Florida is taking care of State governments. He postpones the unified credit increase for years. The act before us gives a $3 million credit by the year 2005. The Senator postpones $3 million until the year 2007, and he never reaches $5.5 million or $4 million at the expense of the American taxpayers.

I think it is very important that we take a good look at this. Again, I want to remind everybody that we have taken the facet of this provision of this bill, the phasing out of the estate tax is a controversial issue, even with those of us who have agreed to this bipartisan agreement. But what is not controversial is the way in which legislation, the estate tax provision, was worked out—very carefully, in a nonemotional, nonpolitical way, between Senator LINCOLN on the one hand—she is a Democrat—and Senator KYi on the other hand, being a Republican, they worked it out. And except for those who do not believe there should be any total repeal of the estate tax, even in the year 2001, this was a well-accepted compromise that is in this mark.

Obviously, this provision by the Senator from Florida detracts from that. That is why we ask that it be defeated when we vote on it Monday.

I yield the floor.

The PRESIDING OFFICER. The Senator from Florida is recognized.

Mr. GRAHAM. How much time remains?

The PRESIDING OFFICER. Nine minutes, 20 seconds.

Mr. GRAHAM. Parliamentary inquiry: If we do not use all of our time this evening, will we have any of that time available on Monday prior to the actual consideration of these amendments or do we use it or lose it without using it tonight?

The PRESIDING OFFICER. Under the unanimous consent agreement, there is no provision for additional time. However, there is time for debate on the bill.

Mr. GRAHAM. So the answer is, if we do not use the time available tonight, it will not be carried over until Monday.

The PRESIDING OFFICER. The Senator is correct.

Mr. GRAHAM. That is not a threat to use all 9 minutes but a small aliver.

The PRESIDING OFFICER. The Senator has that right.

Mr. GRAHAM. Mr. President, I have great regard for Senator GRASSLEY. I know how hard he has worked on this bill, as he has on other issues. As he said earlier tonight, he is prepared to work on issues such as prescription drugs for Medicare. I appreciate that, and I have enjoyed the many times we have been colleagues to achieve public policy objectives.

I just say I think this is one of those issues on which maybe we have to agree to disagree. That is now relationship. Since 1924, the States have been participating with the Federal Government in the estate tax, and 35 States have no other estate tax than the share they get through their participation in the Federal tax. In fact, the State, it is constitution that the only estate tax that can be collected is that which comes as a State credit on the Federal estate tax.

So while it might appear to be easy for the States as we are repealing the estate tax, it is obviously not going to be easy and for some States virtually impossible.

I go back to the example Senator VOINOVICH gave to me earlier today of his own State, which is a binding budget situation. They had written their budget, or are about to, for 24 months beginning July 1 of this year, and now they are going to lose approximately half—we do not have the exact State-by-State numbers, but a significant percentage of this source of revenue. That is a very difficult fiscal position for us to put our friends and colleagues in the 50 States in and I think unnecessarily.

President Bush had recommended this reduction be done proportionately. I, frankly, assumed it was being done proportionately until someone pointed out that we were deviating from what the President had recommended. I believe this is kind of a gotcha approach to the States as they are so deep into already committing themselves for at least 1 and maybe 2 fiscal years. In the case of my State, our legislature finished its business on May 4 or 5, with the budget to go into effect on the first of July. It has in it approximately $75 million as our State’s share of the estate tax. Almost half of that is going to evaporate as of the first of January, halfway through the fiscal year.

The irony of this is that we talk about what we want to do something for the American taxpayer. The American taxpayer pays taxes at all levels of government. If we take a substantial share of
this source of revenue away from the States in a precipitous move for which they have been unable to plan, what are the States going to do? Are they going to have to raise property taxes to fill the gap? Are they going to have to raise income taxes to fill the gap? Are they going to have to find some other source of revenue or begin well into their fiscal year to make significant cuts in services? And what is the service that States provide?

For my State and most States, half or more of total State revenue is spent on one function. What is that function? We ought to know it well because we just spent the last 2 weeks talking about how committed we were to it. What is the function? Education. That is what States do with over half of their money.

If we think it is important for us to spend 2 weeks debating the 7 percent of public education which is financed from Washington, we certainly deserve to spend 2 weeks discussing approximately 55 percent of education which is paid by the States. The balance between the Federal and the State’s 55 is what is paid at the local level, largely through property taxes.

We have at least twice the amount of attention that is being given to this, indifferent to what we are doing to our American taxpayers in terms of their State responsibilities and what we are doing to American education by destabilizing the primary source of financing for American education, which is the 50 States.

Mr. President, hoping that I have not used all of the 9 minutes, I will conclude by saying I think this is going to be a test of whether we really are serious, committed Federalists and think that respect and dignity across levels of government is an important part of the oil that makes this very intricate Federal system work and that indifference, if not rudeness, toward the States is what could cause it to begin to grind the gears.

I believe the adoption of this amendment, which is the proposal made by President Bush, which is a proposal that gets to exactly the same destination as the advocates of repeal of the estate tax would do but do it in a fair and equitable manner as between our 50 States and our Federal Government, is an extremely important statement of our commitment to federalism. I urge the adoption of this amendment when it comes for a vote on Monday.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. GRASSLEY. Mr. President, I will take a couple minutes, and then I believe we will adjourn.

To respond in a short fashion to what the Senator from Florida said, we have 14 States that have a separate inheritance tax. In addition, the tax due to the 14 States will continue to be paid through the year 2007.

The repeal basically happens because we increase the unified credit so rapidly, and this is a direct result of the American taxpayers having spoken by the thousands that they want immediate relief.

The President of the United States in his proposal did his death tax repeal with $260 billion. The bill before us does not even touch that.

The President does not increase the unified credit. So, yes, his plan is a proportionate reduction, but the Senate and the taxpayers wanted immediate relief, and that is why we end up with what we have.

Obviously, there are problems for some Senators. I respect their objection, but we did it in the best way we could in a compromising fashion, trying to do as much as we could with a lesser amount of money than what the President was trying to do in his tax program, and do it in a bipartisan fashion.

As we end this evening’s debate, and we will continue it Monday with votes so well in thought that, so far as I know, this bill, I hope I can speak for people who have wanted to see a tax bill passed, and that includes Senator BAUCUS and me, that we have defeated amendments that have come before this body to change this legislation.

If we look at if we go for the second alternative of bringing this bill before this body, that second alternative would have been perhaps—if we had been fortunate—a Republican-only measure that would have been voted on in committee. I don’t think it. I know how lot of the amendments we defeated today would have been adopted.

We brought a bipartisan bill out of committee 14–6. We have had quite a few bipartisan votes today. I hope people who are reflecting upon what they want in a tax bill, if they have what they want without the bipartisan cooperation—when I say “what they want,” again I remind everybody this is a work of compromise—more importantly, bipartisan compromise so nobody has even got what they want.

But I know there is more of an urgency on my side for the reduction of marginal rates than there is maybe on the other side.

It could be that people on my side do not like the 36 percent that I agreed to with Senator BAUCUS, but looking at some of these votes, and particularly how hard Senator BAUCUS was working to make sure this bipartisan cooperation—I don’t really know how it is—so nobody has even got what they want.

I urge the conferees and I urge Senators, would have been adopted.

I say that because there is Friday, Saturday, and Sunday to think about this before we adopt a final bill, and then there is Tuesday and Wednesday—and maybe not even that much time—to work on a conference report with which Senator BAUCUS is going to be involved. We have to think in terms of what is possible to get through here when it comes out of conference. I don’t really know how to end this except to say that we worked hard for 4 months to get where we are. I hope people realize what we have put together has been sustained. We ought to think about that as people who may not be totally satisfied with what we are going to pass in the Senate try to use the rest of the process to gain something that is not doable in the final analysis.

I would like to have everybody think between now and when that conference committee has to end sometime not too far down in the future, to be a little bit realistic. I think I have been realistic, I think Senator BAUCUS has been realistic or we wouldn’t be here in the first place. For sure, we wouldn’t be here sustaining this mark the way we have.

I ask my colleagues, particularly on my side of the aisle, to think of this for the next few days.

The PRESIDING OFFICER. The Senator from Montana.

Mr. BAUCUS. Mr. President, I urge the conferees to heed the wise words of the chairman of the committee. They were important. That is, in the final analysis, this will come down to whether there are 51 votes to adopt the conference report. This is an evenly divided Senate, 50–50, for all intents and purposes. I am sure the Vice President can break the tie, but it is basically 50–50 and it comes down to whether there are 50 or 51 votes.

I do believe very strongly that the bill we are working on today is a very significant improvement from my point of view and that it is a bill very similar to that offered by the President and passed by the House.

This bill before the Senate today is much better in terms of distribution, child tax credit, refundability, more for education, tuition deduction provided for, a whole host of provisions. It is a lot better from my point of view and the point of view of the vast majority of Members of this side.

I urge Members, as our very wise chairman has said, to think about this over the next several days. But I hope that when we do come back from conference, the conferees are going to have to come up with the result, to sustain not only in the House, which is very easy, but to sustain in the Senate, which is more difficult.

I urge the conferees and I urge Senators to be prudent, wise, and to remember there must be 51 votes in the Senate to adopt a conference report. I commend the chairman of our committee for his very good points. I think it is important for all Senators to vote for a tax cut that they think is better than otherwise we would be facing. Some Senators are not going to vote for a tax cut that the conferees will bring back. It will not happen. But I think it is my responsibility to bring back a conference report
for which some Senators on my side of the aisle can vote. It is my hope we can bring back a conference report that does have the support not only of 51 Senators but significantly more than 51 Senators so it truly is bipartisan. That very much depends on the conference.

I thank my good friend from Iowa who has been so decent and straightforward and honest as the day is long, a very wonderful person. We have more miles to travel, and my expectation is we will travel those in the same spirit of cooperation.

I see my good friend from New Jersey standing ready to leave, I say to my good friend from New Jersey, I appreciate his efforts, particularly on the stimulus amendment. There will be another day when we can adopt very good amendments as proposed by my friends from Florida as well as New Jersey.

LEGISLATIVE SESSION
The PRESIDING OFFICER. The Senate will now return to legislative session.

ORDERS FOR FRIDAY, MAY 18, 2001, AND MONDAY, MAY 21, 2001
Mr. GRASSLEY. I ask unanimous consent that when the Senate completes its business today, it adjourn until the hour of 10 a.m. on Friday, May 18, for a pro forma session only. No business will be conducted during Friday’s session of the Senate. I further ask that, on Friday, the Senate immediately adjourn until 9:30 a.m. on Monday, May 21, and immediately following the prayer, the Journal of proceedings be approved to date, the morning hour be deemed expired, the time for the two leaders be reserved for their use later in the day, and the Senate then resume consideration of the reconciliation bill.

The PRESIDING OFFICER. Without objection, it is so ordered.

Notice
Incomplete record of Senate proceedings. Except for concluding business which follows, today’s Senate proceedings will be continued in the next issue of the Record.

NOMINATIONS
Executive nominations received by the Senate May 16, 2001:
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
ANGELA ANTONELLI, OF VIRGINIA, TO BE CHIEF FINANCIAL OFFICER, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT, VICE RICHARD P. KEVEY.
UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
LORI A. FORMAN, OF VIRGINIA, TO BE AN ASSISTANT ADMINISTRATOR OF THE UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT, VICE ROBERT C. RANDELPH, RESIGNED.
DEPARTMENT OF STATE
PIERRE-RICHARD PROSPER, OF CALIFORNIA, TO BE AMBASSADOR AT LARGE FOR WAR CRIMES ISSUES, VICE DAVID J. SCHIEFELBEIN.
CHARLES J. SYNDLES, OF ORIDON, TO BE AMBASSADOR EXTRAORDINARY AND PLENIPOTENTIARY OF THE UNITED STATES OF AMERICA TO NEW ZEALAND, AND TO SERVE CONCURRENTLY AND WITHOUT ADDITIONAL COMPENSATION AS AMBASSADOR EXTRAORDINARY AND PLENIPOTENTIARY OF THE UNITED STATES OF AMERICA TO SAMOA.
MARGARET DEBARDELEBEN TUTWILER, OF ALABAMA, TO BE AMBASSADOR EXTRAORDINARY AND PLENIPOTENTIARY OF THE UNITED STATES OF AMERICA TO ANDORRA.
IN THE AIR FORCE
THE FOLLOWING NAMED OFFICERS FOR A REGULAR APPOINTMENT IN THE GRADES INDICATED IN THE UNITED STATES AIR FORCE UNDER TITLE 10, U.S.C., SECTION 691:

To be lieutenant colonel
JEFFREY R. FRY, 0000

To be major
GREGORY A. MAYLEBEN, 0000

IN THE ARMY
THE FOLLOWING NAMED OFFICERS FOR APPOINTMENT TO THE GRADE INDICATED IN THE RESERVE OF THE ARMY UNDER TITLE 10, U.S.C., SECTION 1220:

To be colonel
JOHN R. MATTHEWS, 0000
WILLIAM M. MENNING, 0000
KARL C. THOMPSON, 0000

Executive nominations received by the Senate May 17, 2001:
ENVIRONMENTAL PROTECTION AGENCY
ROBERT E. FABRICANT, OF NEW JERSEY, TO BE AN ASSISTANT ADMINISTRATOR OF THE ENVIRONMENTAL PROTECTION AGENCY, VICE GARY S. GUEY, RESIGNED.
EXECUTIVE OFFICE OF THE PRESIDENT
ALLEN FREDERICK JOHNSON, OF IOWA, TO BE CHIEF AGRICULTURAL NEGOTIATOR, OFFICE OF THE UNITED STATES TRADE REPRESENTATIVE, WITH THE RANK OF AMBASSADOR, VICE GREGORY M. FRAZIER.
DEPARTMENT OF STATE
GEORGE L. ARGYROS, SR., OF CALIFORNIA, TO BE AMBASSADOR EXTRAORDINARY AND PLENIPOTENTIARY OF THE UNITED STATES OF AMERICA TO JAPAN.

CONFIRMATIONS
Executive nominations confirmed by the Senate May 17, 2001:
DEPARTMENT OF DEFENSE
VICTORIA CLARKE, OF MARYLAND, TO BE AN ASSISTANT SECRETARY OF DEFENSE.
WILLIAM J. HAYNES II, OF TENNESSEE, TO BE GENERAL COUNSEL OF THE DEPARTMENT OF DEFENSE.
IMPORT-EXPORT BANK OF THE UNITED STATES

PROGRAM
Mr. GRASSLEY. For the information of all Senators, the Senate will resume consideration of the reconciliation bill at 9:30 a.m. on Monday. There will be approximately 8 hours for final remarks on the bill and debate on a few amendments. Under the previous order, the Carnahan amendment will be the first vote in a series to begin at 6 p.m. on Monday. Senators may expect numerous votes to follow, including final passage of H.R. 1836, the tax reconciliation bill.

ADJOURNMENT UNTIL 10 A.M. TOMORROW
Mr. GRASSLEY. Mr. President, if there is no further business to come before the Senate, I ask unanimous consent that the Senate stand in adjournment under the previous order.
There being no objection, the Senate at 11:28 p.m., adjourned until Friday, May 18, 2001, at 10 a.m.
FALLEN HERO SURVIVOR BENEFIT FAIRNESS ACT OF 2001

SPEECH OF
HON. JACK QUINN
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES

Tuesday, May 15, 2001

Mr. QUINN. Mr. Speaker, I rise today in support of H.R. 1727, the Fallen Hero Survivor Benefit Act.

Under the Taxpayer Relief Act of 1997, survivor benefits are paid to the spouse and children of a slain public safety officer only if the officer was killed on or before December 31, 1996. H.R. 1727 would extend the inclusion to survivor benefits regardless of when the officer died. It will provide $46 million in tax relief over 10 years to the families of officers killed in the line of duty.

On average, one law enforcement officer is killed every 57 hours. Since 1991, there have been 1,555 federal, state and local law enforcement fatalities, 72 percent of those officers killed were married. Shirley graduated high school in Monterey County, California, on her 80th birthday. In 1947, Shirley got her first taste of politics working for Tom Rees’ race for the California State Assembly. This was just the beginning of a long list of Democratic campaigns Shirley would work on throughout her life, including my own. She was a tireless volunteer and leader in the party, working for the local Democratic Party headquarters during elections in Los Angeles and later on in Monterey County.

Shirley’s proudest moments were in the 1960’s when she participated in Another Mother For Peace movement. She was a grassroots organizer and educated voters to lobby their legislators to end the war in Vietnam. Today she carries on her grassroots work advocating for reproductive freedom and human rights.

Shirley first moved to Monterey County, in 1975. The depth of her commitment to our community is truly outstanding. Shirley has had a leadership role in the ACLU, the Democratic Women’s Club, the Reproductive Rights Coalition, the YWCA and Planned Parenthood. With her keen intellect and determination combined with her grace and warmth, Shirley has made a significant contribution to human rights for all individuals.

While doing all of this, Shirley also taught math and science to gifted students, was a businesswoman, a wife and mother of two. Humanitarian, social activist, Democratic leader, feminist, and steadfast friend, Shirley Prussin inspires and touches the lives of all who know her.

WE THE PEOPLE—THE CITIZEN AND THE CONSTITUTION PROGRAM

HON. DAVID WU
OF OREGON
IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. WU. Mr. Speaker, on April 21–23, 2001 more than 1200 students from across the United States came to Washington, D.C. to compete in the national finals of the We the People... The Citizen and the Constitution program. I am proud to announce that the class from Lincoln High School from Portland, Oregon placed third. I am also pleased to have been able to spend some time with the students. These young scholars have worked diligently to reach the national finals and through their experience have gained a deep knowledge and understanding of the fundamental principles and values of our constitutional democracy.

The names of the students are: Brett Bell, Michael Blank, Ben Brewer, Chris Channess, Greg Damis-Wulff, Alex Dewar, David Dickey-Griffith, Heather Dunlap, Jenni Hamni, Jennifer Hill, Scott Huan, Nick Johnson, Kathayoon Khalil, Cali Lanza-Weil, Jennelle Milam, Jonathan Pulvers, Julie Rhew, Katie Rose, Andrew Rosenthal, Anay Shah, Chris Shay, Rafael Spielman, Jason Trombley, Jessica Vandermeer, Oliver Vandermeer, Ben Walsh, Colleen Wearn.

I would also like to recognize their teacher, Jennifer Vague, who deserves much of the credit for the success of the class.

We the People... The Citizen and the Constitution program is the most extensive extracurricular educational program in the country developed specifically to educate young people about the Constitution and Bill of Rights. The three-day national competition is modeled after hearings in the United States Congress. These hearings consist of oral presentations by high school students before a panel of adult judges. The students’ testimony is followed by a period of questioning by the simulated congressional committee. The judges probe students for their depth of understanding and ability to apply their constitutional knowledge.

The 250th anniversary of James Madison’s birth in 1751 offers an appropriate opportunity to examine this Founder’s contributions to American constitutionalism and politics. To this end, the Center for Civic Education has collaborated with James Madison’s Monticello to provide a supplement to We the People... The Citizen and the Constitution. The national finals will include questions on Madison and his legacy.

Following the 1999 national finals competition, a random sample of participating students was surveyed. Findings suggest that national finalists are more knowledgeable across virtually every aspect of civic education measured than national samples of high school seniors, college freshmen, and adults. They are less cynical about politics and public officials and participate in politics at a higher rate than their peers. For example, when compared with various nationally representative samples, We the People... students scored an average of 25 percent higher on knowledge of democratic institutions and processes than students tested in the National Assessment for Educational Progress (NAEP).

Administered by the Center for Civic Education, the We the People... program has provided curricular materials at upper elementary, middle, and high school levels for more than 26.5 million students nationwide. The program provides students with a working knowledge of our Constitution, Bill of Rights, and the principles of democratic government. Members of Congress and their staff enhance the program by discussing current constitutional issues with students and teachers and by participating in other educational activities.

PERSONAL EXPLANATION

HON. MIKE McIntyre
OF NORTH CAROLINA
IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. McIntyre. Mr. Speaker, Tuesday, May 15, 2001, I was unavoidably absent for rollcall votes 109 through 113. Had I been present I would have voted “yea” on rollcall vote 109.
"yea" on rollcall vote 110, "yea" on rollcall vote 111, "yea" on rollcall 112, and "yea" on rollcall 113.

ROC PRESIDENT CHEN SHUI-BIAN MAKES A BRIEF STOPOVER IN NEW YORK

HON. MAURICE D. HINCHEY
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. HINCHEY. Mr. Speaker, Republic of China President Chen Shui-bian will be making a goodwill tour of Latin America later this month and will be stopping briefly in New York. We welcome this distinguished visitor to New York and hope that he will come back to the United States more often.

Moreover, May 20th marks President Chen Shui-bian’s first anniversary in office. Voters in Taiwan have given President Chen high approval ratings during his presidency. He has maintained a slow but steady economic growth, minimizing the impact of a worldwide economic slowdown on Taiwan’s economy. Abroad, President Chen has been strengthening relations with allies and friends and continues to pursue a fruitful dialogue with leaders in the People’s Republic of China. Due in part to President Chen’s diplomatic efforts, peace continues to reign in the Taiwan Strait.

President Chen has also fortified Taiwan’s relations with the U.S. Taiwan is the eighth largest trading partner of the United States. Taiwanese tourists and students all prefer the United States and spend their dollars here. Both countries share the same fundamental values of freedom, democracy, human rights, peace and prosperity.

I am pleased to express my congratulations to President Chen on his first anniversary in office and to wish him a pleasant and productive visit to my home state of New York.

EXPEDITING CONSTRUCTION OF WORLD WAR II MEMORIAL IN THE DISTRICT OF COLUMBIA

SPEECH OF
HON. BART STUPAK
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Tuesday, May 15, 2001

Mr. STUPAK. Mr. Speaker, on May 15, 2001 I cast a vote in error. On Rollcall vote No. 109 I voted “nay,” when I should have voted “yea.” This vote, on whether Congress should expedite the construction of the World War II Memorial on the Mall in Washington, D.C., was a very important vote not only for me, but for all the World War II veterans in my district including my father and father-in-law, and in our country.

Mr. Speaker, the mixup with my vote occurred because I thought we were voting on approving the previous day’s minutes, commonly called the Journal Vote. This is usually the first vote of each day we are in session, and it is a vote I always vote “nay” upon because I never read the minutes and therefore am not in a position to approve them.

However, the first vote on Tuesday, May 15 was the vote on the World War II Memorial. Again, I want to emphasize that I should have and would have voted yes because our World War II veterans, who are passing away at a rate of 1,000 a day, deserve no less.

The National Capital Planning Commission and the Commission on Fine Arts are responsible for approving the design and location of the memorial. Since planning began in 1995, the commissions have held 22 public meetings between them, and each has voted to approve the memorial no less than five times. I strongly believe construction should be completed quickly so as many Americans as possible from the generation Tom Brokaw calls “the greatest” will be alive to receive the national tribute that every American owes to these brave veterans.

It is a shame that the planning of this memorial has taken longer than the actual war. It is time we honor these veterans with their own memorial.

EXPEDITING CONSTRUCTION OF WORLD WAR II MEMORIAL IN THE DISTRICT OF COLUMBIA

SPEECH OF
HON. DOUG BEREUER
OF NEBRASKA
IN THE HOUSE OF REPRESENTATIVES
Tuesday, May 15, 2001

Mr. BEREUER. Mr. Speaker, this Member reluctantly voted against H.R. 1696 in the belief that the Congress should not intervene in the established procedures and legal requirements related to the siting of the National World War II Memorial on the National Mall and in a fashion that aborts any judicial proceedings regarding the Memorial’s proposed characteristics, the administrative procedures, or the siting. This is especially regrettable since the precise proposed location on the Mall and its design are so controversial. We certainly and emphatically do want to honor these veterans who served in World War II, “the Greatest Generation,” when as many of them as possible are still alive, but Congress should not have intervened in the instance without appropriate hearings and in such an irregular manner.

ANNUAL CONGRESSIONAL ARTS COMPETITION PARTICIPANTS HONORED

HON. RODNEY P. FREILINGHUYSEN
OF NEW JERSEY
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. FREILINGHUYSEN. Mr. Speaker, once again, I come to the floor to recognize the great success of strong local school systems working with dedicated parents and teachers in raising young men and women. I rise today to congratulate and honor 30 outstanding high school artists from the 11th Congressional District of New Jersey. Each of these talented students participated in the Annual Congressional Arts Competition, “An Artistic Discovery” and they are honored at a reception and exhibit in Madison, New Jersey. Their works are exceptional!

Mr. Speaker, I would like to list each of them, their high school, and their contest entries for the official RECORD.

We had 30 students participate. That is a tremendous response and we’d very much like to build on that for next year’s competition.

This year, Mr. Speaker, the winner of “An Artistic Discovery” was Yuan Gao from Montville High School for the work entitled “Unquenchable Drink.” Second place went to Michael Lyons from Morris Knolls High School for “Colored.” Third place went to Daniel I. Jeedul from Montville High School for “Black Diamond Trail.” The Viewer’s Choice Award was given to Caroline from Wurster of Ridge High School for “While Visions of Sugar Plums Danced in Their Heads.”


Each year the winner of the competition will have an opportunity to travel to our nation’s capital to meet Congressional leaders and to mount his or her art work in a special corridor in the Capitol for an extended period of time. Every time a vote is called, I get a chance to walk through that corridor and am reminded of the vast talents of our young men and women.

Indeed, all of these young artists are winners, and we should be proud of their achievement early in life.

Mr. Speaker, I urge my colleagues to join me in congratulating these talented young people from New Jersey’s 11th Congressional District.
IN HONOR OF MARTIN J. BARRETT, FOR HIS MANY YEARS OF SERVICE TO THE MANHATTAN COMMUNITY

HON. CAROLYN B. MALONEY
OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mrs. MALONEY of New York. Mr. Speaker, Mr. Barrett, the former Chairman of Manhattan Community Board Six. Mr. Barrett has for decades been involved in numerous civic associations within Manhattan, most notably with Community Board Six.

Within my district in New York City, Community Boards serve a tremendously beneficial advisory role in ensuring that the opinions of members of the community are recognized by the city government when reviewing prospective neighborhood changes dealing with land use and zoning matters. Among other responsibilities, Community Boards have the important role of making recommendations to the city government in the allocation of the city budget.

Before beginning his term as the Chairman of Community Board Six in 1998, Mr. Barrett served as the Chairman of the Community Board’s Public Safety Committee, the Chairman of the Parks and Landmarks Committee, and as the Chairman of the Budget and Legislative Committee.

Mr. Barrett has taken a leadership role in numerous important East Side organizations, including the Stuyvesant Cove Park Association, which he has served as president since 1998, the 14th Street Business Improvement District, of which he has been a member since 1998, and the Friends of the Bellevue Park Association, where he served as vice-president from 1993–1999.

Mr. Speaker, Mr. Barrett’s extensive involvement in the Manhattan community should serve as an inspiration to us all. His dedication to ensuring that the needs and hopes of his fellow community members were addressed by Community Board Six will serve as an admirable legacy for many years to come.

Although he may no longer be the Chairman of Community Board Six, I sincerely hope that Mr. Barrett continues his work in the community.

PERSONAL EXPLANATION

HON. JO ANN EMERSON
OF MISSOURI

IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mrs. EMERSON. Mr. Speaker, I was attending my daughter Tori’s college graduation and missed rollcall votes 106, 107, and 108 on May 10, 2001. Had I been present, I would have voted “yes” on rollcall vote 106, “yes” on rollcall vote 107, and “yes” on rollcall vote 108.

PERSONAL EXPLANATION

HON. ANNA G. ESCHOO
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Ms. ESCHOO. Mr. Speaker, because I was not recorded as voting, I’d like to state for the RECORD that I would have voted against the Tancredo amendment (Roll Number 108).

PERSONAL EXPLANATION

HON. ALLEN BOYD
OF FLORIDA

IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. BOYD. Mr. Speaker, I was unavoidably delayed on rollcall vote 114. Had I been present, I would have voted “yea” on rollcall vote 114.

RETIREMENT OF LORETTA NEUMANN

HON. MARK UDALL
OF COLORADO

IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. UDALL of Colorado. Mr. Speaker, today is the final day of federal service for Loretta Neumann. Since January, she has been a member of my staff, but that was only the latest way she has been involved with important questions of public policy.

A graduate of Oklahoma State University, Loretta began her career in public service as a writer for the National Park Service, where she rose to become the Chief of the Branch of Internal Communications. Form that, she became very familiar with the entire National Park System and the many issues related to management of those lands and the other functions performed by the National Park Service.

In 1973, Loretta began her Capital Hill career when she joined the staff of Representative John F. Seiberling of Ohio, who was a member of the Committee on Interior and Insular Affairs as well as the Judiciary Committee. During the next four years, she was responsible for advising Representative Seiberling on all issues relating to energy, environmental protection, land conservation, and historic preservation. She played a key role in helping achieve enactment of the legislation that established the Cuyahoga Valley National Recreation Area in Ohio as well as important provisions of the Surface Mining Control and Reclamation Act. She also was involved with development and enactment of the Federal Lands Policy and Management Act of 1976 and the Historic Preservation Act Amendments of 1976.

In 1977, Loretta joined the professional staff of the Interior Committee, and remained with the Committee for 10 years.

During that decade, she was instrumental in helping shape many important measures, including the Alaska National Interest Lands Conservation Act, the Archeological Resources Protection Act of 1979, and the National Historic Preservation Act Amendments of 1980, as well as bills establishing new parks and protected areas such as the Harry S Truman National Historic Site and the Illinois and Michigan Canal National Heritage Corridor. Many of these measures were of particular importance to my father, Mo Udall, as well as to Representative Seiberling and other Members of the committee and the House.

After that, Loretta next spent a number of years in the private sector. She built up her own consulting firm, CEHP Incorporated, which provided services in conservation, environmental protection and historic preservation. And she continued to be involved with many of the matters where she had gained expertise on Capitol Hill, including the National Historic Preservation Act, the Native American Graves Protection and Repatriation Act, the Abandoned Shipwrecks Act, and the Archeological Resources Protection Act.

Among other things, she chaired the Four Corners Governors Conference that brought together agencies dealing with matters of importance to Colorado, Utah, Arizona, and New Mexico.

Loretta returned to service with the Federal Government in 1998, as an employee of the Department of Transportation. She served as DOT’s representative to and director of the American Heritage Rivers Interagency Task Force of the White House Council on Environmental Quality. She also worked on other special projects for the Secretary of Transportation in a number of areas, including tourism and transportation and cultural and heritage tourism.

Mr. Speaker, it is no secret that last year’s Presidential election did not have the result that I would have preferred. But for me there was at least one silver lining to that particular cloud—the change in Administration gave me the opportunity to take advantage of Loretta’s talents, at least for this brief period.

As a member of my staff, Loretta has worked on a number of conservation issues, especially focused on the issue of urban sprawl, an issue of great concern to Colorado and other states faced with rapid increase in population growth. She helped craft a bill to direct the Council on Environmental Quality to do a study of urban sprawl and smart growth. Building on her extensive experience with historic preservation and cultural heritage, she also helped craft the Cultural Heritage Assistance Partnership Act, which I am introducing today.

In conclusion, Mr. Speaker, I want to assure my colleagues that while Loretta is retiring from federal service, she will continue to be involved with public policy. She will soon begin work as the Director of Leadership Development for the Natural Resources Council of America. I look forward to her continued contributions as I work with our colleagues in the Congress and the Administration to promote sound policies regarding our natural and cultural resources, the environment, and other matters.
Mr. BLUMENAUER. Mr. Speaker, I came to Congress dedicated to making the federal government a better partner in building livable communities. Perhaps the most important opportunity for realizing this goal is to ensure that the federal government lead by example through such simple actions as locating federal facilities in ways that support existing communities.

Today I am introducing the Post Office Community Partnership Act. This legislation, similar to the bills I introduced in the 105th and 106th Congresses, outlines minimum community contact procedures that the United States Postal Service must pursue for any proposed closing, consolidation, relocation, or construction of a post office. Simply put, the bill requires the Postal Service to comply with local zoning, planning, or other land use laws. This bill is being introduced with 57 bi-partisan original cosponsors. In the 106th Congress this bill was supported by 240 bi-partisan cosponsors. Identical companion legislation is being introduced this week by Senators JAMES JEFFORDS of Vermont and MAX BAUCUS of Montana. This continued and widespread support, in addition to the multitude of letters received from constituents and stories in newspapers throughout the country, illustrates the important need for this bill to become law.

The Post Office Community Partnership Act takes another step in making the federal government a better partner with communities and local governments. It is important that local officials and citizens have input into the decision-making process between local officials and post office customers of any planned facility changes or construction. The Act also requires that the Postal Service follow local land use laws, procedures and public participation requirements to the same extent and manner as other private enterprises. It has been shown that the Postal Service can manage this process without hampering its mission of cost effective and efficient universal service as evidenced by Fairview Village, Oregon and Castine, Maine. It is time to ensure that the Postal Service operates within the same framework and rules that a community imposes on its own citizens and businesses.

The Post Office Community Partnership Act would establish community notification and land use policies and procedures that should have been in place all along. I urge my colleagues to support this legislation that will help ensure that the Postal Service manage this process without hampering its mission of cost effective and efficient universal service as evidenced by Fairview Village, Oregon and Castine, Maine. It is time to ensure that the Postal Service operates within the same framework and rules that a community imposes on its own citizens and businesses.

PAYING TRIBUTE TO GERRITT BENJAMIN MEYERS III, CHAE CARLSON AND OLIVER MARTIN

HON. MIKE ROGERS
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. ROGERS of Michigan, Mr. Speaker, I rise to honor the accomplishments of three Lansing, Michigan, 2001 high school graduates who have played a major role in the selection and celebration of the nation’s Capitol 2001 Holiday Tree, which will be provided by the state of Michigan this year. Mr. Gerritt Benjamin Meyers III, Ms. Chae Carlson, and Mr. Oliver Martin provided leadership, working many volunteer hours with the team to produce an attractive, well-organized web site that is easy to navigate and filled with helpful information. Mr. Meyers designed the Michigan map with holiday tree that forms the anchor for the web site. Each of these seniors has participated in developing graphics and page layouts and also in updating the pages as plans for the selection, cutting and transport of the tree continue.

Their efforts leave a legacy for Michigan and the citizens of this nation who will enjoy not only the holiday tree but also the web site designed by Mr. Meyers, Ms. Carlson, Mr. Martin and their classmates and instructor/advisor Ms. Janice Kesel. I urge my colleagues in the U.S. House of Representatives to join me in congratulating Mr. Gerritt Benjamin Meyers III, Ms. Carlson and Mr. Oliver Martin for their mature, professional approach to chronicling the holiday tree and designing www.holidaytreecapitol2001.org

NATIONAL DAY OF AWARENESS FOR STURGE-WEBER SYNDROME

HON. ROBERT E. ANDREWS
OF NEW JERSEY
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. ANDREWS. Mr. Speaker, Mr. MALONEY and I rise today to recognize today as a national day of awareness for Sturge-Weber syndrome. It is my hope we will recognize this day because Mrs. Karla Priepke, a native of Haddon Heights, New Jersey and resident of Sandy Hook Connecticut, brought her son’s plight to our attention. Her son is affected by this disease and rather than turn inward she has made it her mission to inform and educate members of the society and especially the medical community about this disease. This is why we wish to do our small part to increase awareness of this disease by submitting this Sturge-Weber Foundation press release for the CONGRESSIONAL RECORD on this national day of awareness of Sturge-Weber Syndrome.

Sturge-Weber Syndrome is a congenital disorder most easily recognized by a port wine stain that can be found over the face and can occur anywhere on the body. It is important to note that the port wine stain can be much larger and can involve half the brain, mental retardation, and paralysis. The port wine stain often elicits rude stares and outrageously intrusive remarks from the public.

The Sturge-Weber Foundation (www.sturge-weber.com) is establishing May 16, 2001 as the second national Day of Awareness for Sturge-Weber Syndrome. People will make a donation to the Foundation and wear a Sturge-Weber sticker on May 16th. They will receive a packet of information about the syndrome and the work of the Foundation so they can answer questions from colleagues and friends.

The Sturge-Weber Foundation was created in 1987—the result of tenacious parents who refused to accept that all that was known about Sturge-Weber were three paragraphs in medical textbooks. Through years of volunteer efforts, the Foundation support group started. Their outstanding web site links families all over the United States and in many parts of the world. The Foundation seeks to improve the quality of life for individuals with Sturge-Weber Syndrome by acting as a clearing house for information, providing emotional support, and facilitating research. A minuscule 8 percent of funds taken in goes towards administration. The rest, including what’s collected for the National Day of Awareness, goes directly to education, emotional support and research.

The Foundation has attracted the attention and respect of a dozen teams of scientists who are tackling the question of how Sturge-Weber occurs from different angles. Klippel-Trenaunay is a related anomaly in which port wine stains on limbs extend to muscle tissue and bone affecting circulation and mobility. Most children with port wine stains have neither Sturge-Weber Syndrome nor Klippel-Trenaunay. Of course, these can cause dermatological complications as the child matures.

Sadly, the culture in the United States over emphasizes the importance of physical beauty
which adds to the emotional burdens of children and adults with Port Wine Stains, Klippel-Trenaunay, and Sturge-Weber. The Foundation has made progress in research and is determined to press on to find out everything they can about this family of syndromes.

LETTER FROM MELVIN HONOWITZ

HON. HENRY A. WAXMAN
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. WAXMAN. Mr. Speaker, a few months ago, I entered into the CONGRESSIONAL RECORD letters from individuals or their representatives who took issue with assertions made in the report released last fall by the House Government Reform Committee majority regarding the Department of Justice. Since then, yet another individual has written to complain of inaccuracies and unfairness in the majority report in the interest of a complete record on this matter, I submit into the CONGRESSIONAL RECORD this March 30, 2001, letter from Melvin Honowitz.

HONOWITZ & SHAW, ATTORNEYS AT LAW,

Re: Palladino & Sutherland, and Jack Palladino.

The Honorable Dan Burton,
Committee on Government Reform, Washington, DC.

The Honorable Henry A. Waxman,
2304 Rayburn House Office Building, Washington, DC.

Dear Messrs. Burton and Waxman: This office represents Palladino & Sutherland and Jack Palladino, nationally known private investigators [hereafter the “client”]. We write without waiver of any applicable privilege to address the false allegations, accusations, assumptions, innuendos, speculations and references to our client contained in Chapter 10 of the Committee’s report entitled “Janet Reno’s Stewardship of the Justice Department: A Failure To Serve The Ends of Justice.”

The report’s allegations as to Jack Palladino are premised on the false assumption that Mr. Palladino, or someone under his direction or control, had a “source in the Bureau of Prisons,” and that his “source” obtained NCIC information on Nabuo Abe. The Committee’s assumption is false and defamatory.

Moreover, the record on which the Committee relies is void of evidence in support of this assumption. Page 157, Section 1.a. of the report is entitled “Soka Gakkai Illegally Obtained Information on Nabuo Abe Through Jack Palladino.” Except for this defamatory heading, the report utterly fails to present evidence to support the accusation. In fact, the only references to Jack Palladino in this Section states, without supporting documentation, “Palladino then apparently contacted a source in the Bureau of Prisons who had access to the NCIC data base.” [emphasis added] This is untrue and never happened.

The report then goes on to make the untrue and unsubstantiated statement that “the source at the Bureau of Prisons (BOP) broke the law, as did possibly Langberg and Palladino” [emphasis added]. In a manner more reminiscent of Kafka or perhaps Alice’s Adventures In Wonderland, the report makes allegations of criminal acts which, prior to publishing the report, the Committee never offered to any clients an opportunity to refute. Accordingly, one must not only question the lack of due process afforded our client, but the underlying bias of the report’s findings and the Committee’s investigation.

Then, in Section 1.b, the report gratuitously speculates as to why attorney Rokebak Poston may have sought NCIC records: “perhaps they were concerned with the reliability of Mr. Palladino’s work . . .”. In fact, in another speculation the Committee ignores its own Exhibit 62 to the report which identifies where Ms. Poston obtained the information alleging NCIC information, and makes no reference to Mr. Jack Palladino or Palladino & Sutherland or anyone under their direction and control.

Even a cursory review of the Committee’s Report and attached Exhibits demonstrates a complete lack of evidence. The only mention of Mr. Palladino in the Exhibits supporting the report is contained in unfounded and false speculation and innuendo that Mr. Palladino (for reasons never made clear) might have “set up” Poston and Manuel in some undefined manner (Exhibit 97). Similar raw speculation appears in Exhibits 98 and 104 and is false.

In his letter of October 31, 2000 to the Committee, attorney Barry B. Langberg clearly states the truth:

“Simply put, there is no evidence that Soka Gakkai, Jack Palladino or I committed any crime or engaged in improper activity whatsoever. As the report acknowledges the staff failed even to interview Mr. Palladino or me about our role in this matter. These conclusory and objectively objectionable because they are not even relevant to the report’s central thesis, that Ms. Poston and others working at her direction received favorable treatment at the hand of the Justice Department. Thus, these serious attacks are made almost casually, without any claim or relevance to any public purpose.

In fact, even a preliminary investigation would have revealed that the so-called ‘reliable source,’ Richard Lucas, never met with Mr. Palladino or discussed with him any of the facts or issues concerning this matter. Further, an investigation would also have shown that I had no personal involvement with the activity criticized in the report.

Mr. Langberg goes on to rebut and refute the allegations, including the speculation that something was planted in or deleted from the NCIC records. A copy of the entire Langberg letter is attached and incorporated by reference as Exhibit A, as are the four exhibits referenced in this letter (Exhibits 62, 97, 98 and 104) attached as Exhibits B.

Be clear, my client did not access nor seek direct access to access the NCIC data base. Accordingly, we request that this letter and Mr. Langberg’s letter be read into the Congressional Record and that the report be corrected.

Sincerely,

MELVIN D. HONOWITZ,
Honowitz & Shaw.

IN TRIBUTE TO CONGRESSMAN JOHN DINGELL AND HIS WIFE, DEBBIE DINGELL ON THEIR 30TH WEDDING ANNIVERSARY

HON. MARTIN FROST
OF TEXAS

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. FROST. Mr. Speaker, I rise today to pay tribute to a longtime personal friend and colleague, Congressman John Dingell, the dean of the House of Representatives, and his wife, Debbie Dingell, on the occasion of their 30th wedding anniversary.

As all of us know, John Dingell’s hard work and dedication to public service has improved the lives of all Americans. What many people do not know, is that he has had an unrecognized partner in those efforts, his wife Debbie. Together they have done a tremendous amount of good for the American people, both with charity work, the work they do with our party and the support that they give to this institution.

Debbie and John met during their constant travels together between Michigan and Washington, DC. Mrs. Dingell was working for the General Motors Corporation, while John Dingell had already been a Congressman for 20 years. Debbie Dingell is a nationally recognized advocate for women and children around the country. She has been involved in countless charitable organizations, including the Susan B. Koman Foundation and the Children’s Inn at the National Institutes of Health.

With both of them working as a strong team, John Dingell has continued to improve the environment, improve health care, and defend the consumer from unsafe products and unfair practices. In fact, John has authored some of America’s most important environmental laws, including the Endangered Species Act of 1973, the Marine Mammal Protection Act, and the Clean Air Act Amendments of 1990.

It has been an honor and a privilege to serve in the House of Representatives with John Dingell. I congratulate him and Debbie for their 30 year wedding anniversary, and wish them every happiness.

HONORING JOELLE MARTINEZ OF THE SANTA FE BOYS AND GIRLS CLUB

HON. TOM UDALL
OF NEW MEXICO

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. UDALL of New Mexico. Mr. Speaker, for the past 13 years, the Santa Fe Boys and Girls Club on Alto Street has been a source of inspiration for Joelle Martinez, born on March 16, 2001. Ms. Martinez was rewarded for her hard work and determination when she was named the Boys and Girls Club Youth of the Year.

The Youth of the Year program serves to recognize outstanding young people for their superior leadership skills, academic achievements, triumph over personal hardships, as outstanding contributions to the community.

Ms. Martinez had to endure a rigorous selection process in which she submitted a packet that included essays regarding her involvement in school, in church, in community, and at the Boys and Girls Club to show her leadership skills within the community. After her packet was evaluated, seven judges, most of whom were Boys and Girls Club Board of Directors, conducted interviews and selected Ms. Martinez for the award.

Ms. Martinez, a senior at Calvary Chapel Christian Academy, first came to the Boys and Girls Club when she was five years old, and she has actively participated ever since. Over the years, Ms. Martinez has participated in numerous volunteer activities aimed at keeping at-risk students involved in the community and off the streets. She has been involved in basketball, swimming, photography, wrestling,
dancing and cheerleading. Today, Ms. Martinez is a staff member of the Boys and Girls Club, working with the children of Santa Fe each day after school.

Ms. Martinez played varsity basketball at Calvary Chapel and was selected to the All-Star team. She is a member of the National Honor Society, successfully maintaining a 3.0 or better grade point average. Recently, Ms. Martinez went on a mission trip to Spain, France and England with Calvary Chapel, and she continues to work with the Keystone Club, a teen organization aimed at philanthropy in the community.

As part of her award, Ms. Martinez received a $4,000 scholarship to use at the college or university of her choice. She has already made plans for her future, looking at several New Mexico colleges and a few out-of-state Christian schools to continue her education, where she will pursue a degree in either Computer Science or Criminal Justice.

Ms. Martinez is living proof of how the Boys and Girls Clubs of America impact the lives of children in communities throughout the nation. They are a solid foundation of positive moral and ethical values for our youths. The five Boys and Girls Clubs in Santa Fe County alone have more than 2,500 members and serve more than 5,000 people in the community.

Today, the Boys and Girls Clubs provide children of working parents with after-school alternatives to drugs and violence, yet President Bush’s budget cuts funding from these programs. His plan would extinguish a flame that has been lighting the County of Santa Fe for more than 60 years, seriously impacting the community. I do not believe there will be sufficient funding so that future generations have the opportunity to work with mentors like Ms. Martinez, who provide beacons of light that guide the way for other youth across the country.

NATIONAL WOMEN’S HEALTH WEEK

HON. CONSTANCE A. MORELLA
OF MARYLAND
IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mrs. MORELLA. Mr. Speaker, today I rise to honor National Women’s Health Week. I commend all of the women who have worked so hard to improve the health of all women. You are making a difference in the healthcare of American women.

We have much to celebrate, in the past decade, for breast and ovarian cancer at the National Cancer Institute has more than quadrupled, and funding for osteoporosis has grown from only two osteoporosis-specific grants in the entire country in the early 1980’s to more than $80 million in osteoporosis-specific research grants today.

However, our job is far from over, we need to protect the work we have done, and more work remains for the 21st Century. Despite great strides on women’s health research, we still must be vigilant and must address issues that are not receiving the public attention and research priority that they deserve.

One of these issues is osteoporosis. Today the United States has the highest incidence of sexually transmitted diseases (STDs) in the industrialized world—15.4 million Americans acquire an STD in 1999 alone. STDs cause serious, costly, even deadly conditions for women and their children, including infertility, pregnancy complications, cervical cancer, infant mortality, and higher risk of contracting HIV.

Microbicides are a potential new class of products that women can use, like today’s spermicides, to prevent HIV infection as well as other STDs. Microbicides have the potential to save billions in health care costs. The total cost to the U.S. economy of STDs, excluding HIV infection, was estimated to be $55 billion in 1999 alone. When the cost of sexually transmitted HIV infection is included, that total rises to $17 billion.

With sufficient investment, a microbicidal could be available around the world within five years. Microbiocide research and development receives less than 1% of the federal AIDS research budget, and best estimates show that less than half his amount is dedicated directly to product development. Clearly this is not nearly enough to keep pace with the growing STD and HIV epidemics.

Mr. Speaker, because of the need for focus on women’s health, I have introduced legislation, that can serve as a catalyst for women’s health. The “Women’s Health Act of 2001” H.R. 1784, will provide for permanent authorization for offices of women’s health in five federal agencies: the Department of Health and Human Services (HHS); the Centers for Disease Control and Prevention (CDC); the Agency for Health Care Research and Quality (AHRQ); the Health Resources and Services Administration (HRSA); and the Food and Drug Administration (FDA).

This bill includes authorization for appropriations to ensure that future funding will be adequate to support these offices’ missions and programs.

Providing statutory authorization for federal women’s health offices is a critical step in ensuring that women’s health research continues to receive the attention it requires in the twenty-first century.

I can say without exaggeration that women working together—as patients, lawyers, advocates, members of Congress—have been a powerful catalyst for the advances we have made in the research and treatment of breast, ovarian, and cervical cancer, osteoporosis, and heart disease.

I look forward to the continuation of our work together and a strong record of high achievements.

I look forward to supporting legislation and programs to address the health needs of our citizens and the fundamental challenges posed by our nation’s health care system.

CONGRATULATIONS, CAL DARDEN

HON. JOHN LEWIS
OF GEORGIA
IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. LEWIS of Georgia. Mr. Speaker, I rise today to congratulate Calvin “Cal” Darden on his election to the Board of Directors for United Parcel Service. Mr. Darden, senior vice President of all U.S. operations for UPS, is the highest ranking African-American ever to serve at UPS. As a person who has invested a great deal of my life working to break down the racial barriers that divide our society, I commend him for his success. Through the success of Mr. Darden and others like him, we continue our journey toward a truly integrated society, toward what Dr. Martin Luther King Jr. called the Beloved Community.

Jim Kelly, the UPS Chairman of the Board, also appreciates the contributions of Cal Darden, albeit for different reasons. “Cal Darden has devoted his professional life to making this company what it is today. It is due in no small measure to his efforts in the arenas of operations and customer service that Fortune Magazine just recognized UPS for the 18th consecutive year as ‘America’s Most Admired transportation company.’”

Cal Darden joined UPS in 1971 as a part-time package handler while attending Canisius College. In 1972, he graduated from college and began his climb up the UPS corporate ladder as he was promoted into management. In addition to his successes at UPS, Mr. Darden has been active in the community as a member of the National Urban League’s Board of Directors, 100 Black Men of North Metro Atlanta, and his work with the United Way.

Congratulations and best wishes, Cal Darden. Keep your eyes on the prize.

POST OFFICE COMMUNITY PARTNERSHIP ACT OF 2001 LETTER OF ENDORSEMENT

HON. EARL BLUMENAUER
OF OREGON
IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. BLUMENAUER. Mr. Speaker, please accept the following letter of endorsement for the CONGRESSIONAL RECORD, which corresponds with my introduction today of the Post Office Community Partnership Act of 2001.

DEAR REPRESENTATIVE BLUMENAUER: The American Planning Association is pleased to endorse the Post Office Community Partnership Act of 2001. APA endorses your outstanding vision and leadership in introducing this legislation and once again bringing this important issue before the U.S. House of Representatives. This legislation recognizes and protects the central and compelling role that the local post office plays in the economic and social life of a community by providing a needed mechanism for community input and support for local planning.

The Postal Service has too often closed or relocated facilities in ways that abandon service for some counterproductive historic structures in downtown areas, and contribute to urban sprawl without providing for adequate community involvement in the decision-making process. This measure gives local citizens a greater voice in decisions about the location of postal facilities and ensures that local plans addressing growth management, land use, historic preservation, environmental protection, downtown revitalization and historic preservation are respected by the Postal Service.

Increasingly, communities across the nation are developing comprehensive plans to better manage development, preserve vital
resources and encourage sustainable economic development. It is essential that the Federal Government is a good neighbor and partner in these smart growth communities. The Post Office Community Partnership Act simply guarantees that the Postal Service operates within the guidelines that a community develops for all other citizens and businesses, establishing an unduly burdensome mandate on the Postal Service.

In a national voter survey sponsored by APA and conducted at the end of 2000, we found that an overwhelming 82% of voters support legislation ensuring that federal facilities are located in places that are easily accessible to citizens and are consistent with local growth management plans. This support transcended partisan affiliation, demographic group and regional location.

The post office is an institution at the heart of any community, particularly small towns. By protecting the values and vision of local citizens as embodied in the planning process, this bill lives up to its title by creating a real and lasting partnership between the Postal Service and communities.

APA lends its enthusiastic support to your efforts and urges the United States Senate to enact this legislation.

Sincerely,

BRUCE McCLENDON, FAICP President

CULTURAL HERITAGE ASSISTANCE PARTNERSHIP ACT

HON. MARK UDALL
OF COLORADO

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. UDALL of Colorado. Mr. Speaker, today I am introducing the Cultural Heritage Assistance Partnership Act. The legislation would establish a program within the National Park Service to help preserve and enhance the cultural heritage of the United States. The program would coordinate Federal activities and provide information, technical assistance and grants to States, Indian tribes, local governments and nonprofit organizations.

Our nation’s cultural heritage is a diverse array of natural, historical, cultural, scenic, and recreational resources. The hallmark of these treasures is that they are authentic. Together they define an area or region’s distinct character. Communities increasingly recognize their cultural heritage as a valuable resource, both esthetically and economically. Cultural heritage tourism is now a $50 billion segment of the $600 billion US travel industry.

Within Colorado are six state heritage areas, designated by the Colorado Heritage Area Partnership and the governor. Colorado also has one federally designated heritage area, Cache La Poudre. The Colorado program is still relatively young and depends largely on volunteers and some small grants. Yet the heritage they share is very important not just to Colorado, but to the rest of the country as well.

Other states—such as Louisiana, Maryland, New York, Ohio, Pennsylvania, South Carolina and Utah—have developed or are in the process of developing heritage area programs. I’m told that at least 20 states have developed cultural heritage area programs.

At the national level, however, no Federal agency has the role of coordinating the many government programs that could assist the cultural heritage programs being developed by States, tribes, local governments and private organizations.

My legislation would create the Cultural Heritage Assistance Partnership Program in the National Park Service to provide information and technical assistance on cultural heritage resources, areas, designated heritage areas, heritage tourism and related economic and community development.

Technical assistance would include developing models of cultural heritage partnership agreements; holding workshops, conferences, training and public meetings; developing guidance on how to access Federal programs; and coordinating meetings with Federal agencies and non-federal partners. An awards program would be established to recognize exemplary projects or program that carry out the purposes of this Act.

The legislation also provides for a modest grant program, to provide grants, on a competitive basis, to States, Indian tribes, local governments and nonprofit organizations. Annual funding for the grants is capped at $9 million. No applicant could receive more than $50,000 in grants in any fiscal year, all grants must be matched on a 50 percent basis, and all recipients must have at least one partner who also contributes facilities, supplies or services for the project.

Mr. Speaker, my bill has gained support from many international, national and local interests—not only from my own State of Colorado, but from organizations from all over the country. Many of them are listed below, and the list grows daily.

They speak far more eloquently than I can about what the bill would do to further their efforts to preserve and enhance the cultural heritage of our great nation.

ORGANIZATIONS SUPPORTING CULTURAL HERITAGE ASSISTANCE PARTNERSHIP ACT

COLORADO

Colorado Preservation, Inc.
Operation Healthy Communities (Durango Colorado).
Park County Historical Society, Colorado.
OPERATION HEALTHY COMMUNITIES

OTHER STATE AND LOCAL ORGANIZATIONS:

HistoricTauntonFoundation,Virginia.
Kentucky Organization of Professional Archaeologists.
New River Community Partners, North Carolina, Virginia and West Virginia.
New York State Archaeological Association.
Public Policy Information Fund, Austin, Texas.
Rio Grande Institute, Marathon, Texas.

NATIONAL ORGANIZATIONS

American Association of Museums.
American Cultural Resources Association.
American Planning Association.
National Conference of State Historic Preservation Officers.
National Trust for Historic Preservation.
Partners in Parks.
Preservation Alliance for Greater Ohio.
Scenic America.
Society for American Archaeology.
US/ICOMOS.

SELECTED STATEMENTS IN SUPPORT OF THE CULTURAL HERITAGE ASSISTANCE PARTNERSHIP ACT

COLORADO

Colorado Community Revitalization Association (CCRA) wholeheartedly endorses the Cultural Heritage Assistance Partnership Act that Congressman Udall will be introducing this week in Congress.

CCRA is a statewide nonprofit organization that has, as one of its programs, the Colorado Heritage Area Partnership (CHAP). Within Colorado there are six state heritage areas, designated by the Colorado Heritage Area Partnership and the governor. Colorado also has one federally designated heritage area, Cache La Poudre.

The heritage areas in Colorado are volunteer efforts that receive sporadic project funding from grants. Two of the areas have been fortunate to have volunteers who have had the flexibility to provide minor assistance to the heritage areas as part of their employment.

As Colorado wrestles with ways to control and direct its growth, the goals of Colorado’s heritage areas become more difficult to realize and simultaneously all the more critical. Recognition of the importance of our heritage and providing ways to identify, inventory, preserve and enhance all the elements that make up what we call ‘heritage’ is vital to securing our place in history. We must protect and enhance the qualities that make Colorado, Colorado.

BARBARA SILVERMAN, Executive Director, Colorado Community Revitalization Association.

On behalf of Colorado Preservation, Inc. (CPI), I write in support of the Cultural Heritage Resources Partnership Act which you are sponsoring and the assistance it could provide to heritage areas.

As Colorado’s statewide historic preservation organization, CPI sees the needs of historic preservation around the state more clearly than most organizations. As CPI members, we see these needs through the lens of one of our own programs, Colorado’s Most Endangered Places Program. As a citizen-driven initiative, this program identifies historic places that are about to be lost forever.

Most of the places that get placed on the Endangered Places List each year would not have been noticed had it not been for this annual listing and the publicity it generates. Yet, even with recognition that a historic place is threatened, many of these endangered places are located in small towns or rural areas where there is little funding for them. Local citizens typically want to save a beloved building in their town but often have no idea where to turn for help.

The bill which you are sponsoring would provide much needed technical assistance to these sites which otherwise would have no one to advocate on their behalf. And the program could generate partnerships with already existing programs. For example, it could link to other Endangered Places Programs around the country since many statewide historic preservation organizations like CPI sponsor such a program.

This bill is a good idea and one that could provide needed assistance to areas that could otherwise not afford it. Additionally, the bill could bring economic relief to local economies particularly those in rural areas.

The public loves its heritage areas and will travel to visit them, there is tourism potential. So add tourism development to the list of ways in which a local area could benefit from the bill.

Thank you so much for your efforts to take on this issue of helping heritage areas and
for understanding that these areas bring an economic advantage to places that need it the most.

MONTA LEE DAKIN,
Executive Director, Colorado Preservation, Inc.

This legislation sounds like an answer to some of the prayers of local preservation organizations in rural areas. We have been involved as partners with Park County, Colorado, and several state and federal organizations and agencies to strengthen the mechanisms to preserve our important cultural heritage resources.

This is difficult work when you are starting from scratch, and there is little or no technical advice available. The National Trust and the NPS websites and publications are excellent sources, but sometimes it comes down to being able to hire the expertise to get the pump primed, to get the local people sensitized and trained.

Colorado is fortunate in having the magnificent State Historical Fund that grants funds for historic preservation projects. However, there are areas of cultural heritage that do not qualify for this program—developing archives of documents and photographs, conducting oral histories, writing community histories that are not directly related to preserving sites and structures.

Partnerships are “Best Practice” for accomplishing significant work in rural communities. Bringing together everyone who is interested in and responsible for cultural heritage preservation is essential. The proposed legislation will go a long way to help us in our efforts.

JACKIE W. POWELL,
Director, Park County Historical Society.

FORT COLLINS, CO.

As someone who has done applied research and community outreach on cultural heritage issues, especially as they relate to local economic development, I strongly support the passage of the Cultural Heritage Partnership Act.

If possible, I’d appreciate any further information on the bill as it develops. Thanks!

STEPHAN WELSER, Ph.D., Assistant Professor & Regional Economist, Department of Economics, Colorado State University.

I serve on the boards of directors of the South Park Historical Foundation, Inc., The South Park Symposium, and the Park County Advisory Board on the Environment. The proposal by Representative Mark Udall to establish a Cultural Heritage Assistance Partnership Program as part of the Cultural Heritage Assistance Partnership Act would be beneficial to the three organizations I serve on in Park County, Colorado.

Park County has an abundance of cultural heritage worth preserving but the pressure to build for the expanding population could sweep many of it away. Assistance to serve and manage a significant portion of this rich cultural heritage is needed.

GARY MINKE,
Park County, CO.

I am in full support of Rep. Mark Udall’s proposed legislation establishing a Cultural Heritage Resources Partnership Program. Many communities are trying to preserve their heritage resources.

In Park County, we have several programs such as a local historic register, a State Heritage Site program, historic preservation/rehabilitation, river conservation/recreation, and view corridor preservation, which are actively working on small budgets with dedicated volunteers to preserve cultural resources and promote heritage tourism.

This legislation would benefit all communities by recognizing the importance of heritage preservation, acting as an informational base/disseminator, and providing small grants to help. The following is an example of a list of supporters for Rep. Mark Udall’s proposed legislation.

LYNDA JAMES, Bailey, Co.

As a non profit organization that supports community development and mobilization, I am expressing our interest in the Act that Rep. Mark Udall is introducing. Feel free to add the name of our organization.

LAURA LEWIS,
Executive Director, Operation Healthy Communities.

NATIONAL ORGANIZATIONS

The American Association of Museums is proud to support Rep. Mark Udall’s outstanding legislation establishing a Cultural Heritage Assistance Partnership Act. Please list us as a supporter of this legislation.

Founded in 1906, the American Association of Museums (AAM) is dedicated to promoting excellence within the museum community. AAM currently represents more than 16,000 members—11,500 individual museum professionals and volunteers, 3,500 institutions, and 1,700 corporate members. Individual members span the range of occupations in museums, including directors, curators, registrars, educators, exhibit designers, public relations officers, development officers, security managers, trustees, and volunteers.

AAM’s first and foremost educational Institutions. The program is entrusted to care for over 750 million objects and specimens. We strongly support programs, such as the one that would be established by the Cultural Heritage Assistance Partnership Act, to preserve and protect our national heritage for both recreational as well as educational purposes.

We strongly support preserving and protecting our wealth of cultural, scientific, technological, historic, and artistic treasures so that they are to current and future generations as a learning resource. In this way, we can provide our children with the most well rounded and comprehensive education possible.

EDWARD ABLE, JR., President and CEO, American Association of Museums.

US/ICOMOS (the US National Committee of the International Council on Monuments and Sites) welcomes the proposed Cultural Heritage Assistance Partnership Act (CHAP) and its efforts to develop collaborative partnerships designed to preserve and enhance the cultural heritage of the United States.

We are particularly pleased to see that you have included international organizations including ICOMOS as one of those involved in coordination efforts. We believe that ICOMOS, with its 6,000 members who are part of its 116 national committees (of which the US Committee, US/ICOMOS, is the largest) has much to bring to such a partnership program and we strongly believe that cultural heritage programs and activities in the US can gain from intellectual contributions to their efforts from professional colleagues in other countries.

The need for coordination and collaboration among players in the field of cultural heritage protection is great and we applaud the Cultural Heritage Assistance Partnership Act as a step toward enriching a variety of programs large and small in this country and elsewhere through the program of partnerships that you have proposed.

With best wishes for the success of your efforts to achieve a truly collaborative and cooperative program where knowledge, expertise and technical information in the field of cultural heritage can be shared by Americans and their colleagues, at home and abroad.

ROBERT WILBURN,
President, US/ICOMOS, Washington, D.C.

ANN WEBSTER SMITH,
Vice President, ICOMOS, Paris, France.

OTHER STATES AND LOCAL ORGANIZATIONS AND INDIVIDUALS

Florida

I am a Ph.D. Candidate at the Univ. of Florida (Dept. of Anthropology), finishing in May 2001. I strongly support the proposed legislation. I could see myself obtaining Florida funding from the grants to be included in this act. Also, the idea of people striving to form partnerships is much needed.

It seems that many people talk about collaborating, but never know how to go about implementing such an effort. I hope the act passes Congress, as it is widely beneficial.

TANYA M. PERES,
Ph.D. Candidate, Dept. of Anthropology, Univ. of Florida

Indiana

Since 1996 in southwestern Indiana, we have developed a partnership of 10 organizations that present public programs about regional archaeology, and we invite the public and school groups to visit our ongoing excavations. We do this in conjunction with the celebration of Indiana Archaeology Week, but our various public events extend over a month.

See the web site below for a list of our partners, and the kind of program we present with thousands of volunteered hours. The public loves our programs, and we do receive contributions from local businesses, but you might guess that we are always searching for grant funds.

Rep. Udall’s Cultural Heritage Resources Partnership bill would create the kind of program that could benefit the public a “first hand view” of the past, which teaches about the value of archaeological research and preservation of heritage resources.

CHERYL ANN MUNSON,
Department of Anthropology, Indiana University, Bloomington, IN.

Kentucky

I was recently forwarded a copy of the Cultural Heritage Resources Partnership Act, and wanted to applaud your efforts on behalf of the Kentucky Organization of Professional Archaeologists. I have participated in numerous educational projects involved in Kentucky archaeology. They are always well received, and generate great public interest in the preservation of our cultural and historical resources.

As a professional, I often write reports that detail the specifics of archaeological sites in a scientific fashion. Programs that will be generated by this legislation will bring the stories of our cultural heritage directly to the public, rather than a dusty bookshelf. This legislation will serve to enhance the efforts of those who work to protect our history.
Thank you for your efforts. We are in full support of this legislation.

HANK MCKELWY, PH.D.,
President, Kentucky Organization of Professional Archaeologists, Maryland

Please include my name on the list of supporters of the Cultural Heritage Assistance Partnership Act. Thank you and good luck. If there is anything further that I can do on an individual level, please feel free to contact me. I will be happy to provide whatever assistance I can.

PATRICK LANG, Historian, Bethesda, MD.

New York

I would very much like to support your efforts in the introduction of this bill. There are numerous “heritage areas” in New York State and throughout the United States which the Cultural Heritage Resources Partnership Act will aid in preserving.

SUSAN WINECHEL-SWINEY, Secretary, New York State Archaeological Association.

I would like to support your efforts in the introduction of this bill. It will serve as important in the effort to preserve our cultural heritage in the United States.

MARIE LORRAINE PIPER, Zooarchaeologist, Victor, NY.

Virginia

Please include the Historic Staunton Foundation as a supporter of the bill. We are a local nonprofit that could certainly use technical support of the NPS. Thanks

FRANK STRASSLER, Executive Director, Historic Staunton Foundation, Staunton, VA.

OVERVIEW OF CULTURAL HERITAGE ASSISTANCE PARTNERSHIP ACT

(8) Information, Technical Assistance, and Awards. The Partnership Program would provide information and technical assistance to cultural heritage organizations and agencies, including heritage areas, heritage tourism and related economic and community development.

Partnerships: In carrying out the Partnership Program, the Secretary of the Interior would coordinate with and seek the participation of organizations and agencies involved in the preservation and protection of cultural heritage tourism and economic and community development, including:

(1) Private sector nonprofit organizations.
(2) Educational and training institutions.
(3) Professional societies and trade associations.
(4) State and local government agencies and affiliated organizations.
(5) Indian tribes and tribal organizations.
(6) Other offices and programs within the National Park Service, including Units of the National Park System.
(7) Federal agencies, including agencies not represented on the Federal Coordinating Council, and Federal programs such as Coastal America and the National Rural Development Council; and
(8) International agencies and organizations.

Background and Need: Our nation’s cultural heritage is a diverse array of natural, historical, cultural, scenic, and recreational resources. The hallmark of these treasures is that they are authentic. Together they define an area or region’s distinct character. Communities increasingly recognize their cultural heritage as a valuable resource, both esthetically and economically. Cultural heritage tourism is now a $50 billion segment of the $600 billion US travel industry. Yet no heritage partnerships as defined by the Partnership Program and the Federal Coordinating Council have more than two entities who contribute facilities, supplies or services for the grants, or receive more than $50,000 in grants in any fiscal year. Federal agencies have the role of coordinating the many government programs that could cultural heritage areas being developed by States, tribes, local government and private organizations.

Program: The legislation would establish a Cultural Heritage Assistance Partnership Program within the National Park Service to coordinate Federal programs and to provide information, technical assistance and grants to States, tribes, local governments and non-profit organizations. In turn it would also provide Federal agencies with opportunities to benefit from the knowledge and experience of their non-Federal, cultural heritage partners.

Federal Coordination: To carry out the purposes of the Partnership Program, the Act would establish a Federal Coordinating Council composed of the heads of 11 Federal departments and agencies. The Secretary of the Interior would serve as chair. The purpose of the Council is to:

Identify Federal programs that can assist the Partnership Program;

Establish methods to collaborate together and with other government, non-governmental entities on cultural heritage programs and projects;

Find ways to cut red tape and increase efficiencies in delivering services under existing Federal programs to States, Indian Tribes, local governments, and private organizations; and

Assure that the Partnership Program is responsive to the diverse needs of communities, from urban centers to remote rural areas, and are balanced in outreach and funding.

Citizens Advisory Committee: The legislation establishes an 11 member Citizens Advisory Committee appointed by the Secretary of the Interior to provide independent advice from the private sector to the Partnership Program and the Federal Coordinating Council. Members would serve for 5 year terms from among individuals who represent a range of technical expertise as well as broad based interests in cultural heritage resources, heritage areas, heritage tourism and related economic and community development.

Partnerships: In carrying out the Partnership Program, the Secretary of the Interior would coordinate with and seek the participation of organizations and agencies involved in the preservation and protection of cultural heritage tourism and economic and community development, including:

(1) Private sector nonprofit organizations.
(2) Educational and training institutions.
(3) Professional societies and trade associations.
(4) State and local government agencies and affiliated organizations.
(5) Indian tribes and tribal organizations.
(6) Other offices and programs within the National Park Service, including Units of the National Park System.
(7) Federal agencies, including agencies not represented on the Federal Coordinating Council, and Federal programs such as Coastal America and the National Rural Development Council; and
(8) International agencies and organizations.

Information, Technical Assistance, and Awards. The Partnership Program would provide information and technical assistance to cultural heritage resources and activities, including heritage areas, heritage tourism and related economic and community development. The information would be available electronically through the Wide Web. Technical assistance would include developing models of cultural heritage partnership agreements; holding workshops, conferences, training sessions; developing guidance on ways to access Federal programs; and coordinating meetings with Federal agencies and non-federal partners. An awards program would be established to recognize exemplary projects or programs that carry out the purposes of this Act.

Grants. The legislation authorizes the Secretary of the Interior to make grants, on a competitive basis, to States, Indian tribes, local governments and nonprofit organizations, for the grants is capped at $5 million. No applicant could receive more than $50,000 in grants in any fiscal year, and all grants must be matched on a 90 percent basis. All grant recipients must have at least one partner who also contributes facilities, supplies or services for the project. Priority would be given to projects that involve five or more entities who contribute facilities, supplies or services to the project representing a broad base of interests that can increase community involvement.

Types of Projects: Among the types of projects that may be funded are projects that:

(1) Develop plans, programs, training, and informational materials relating to the development, management or interpretation of cultural heritage resources and heritage areas or potential heritage areas;
(2) Create innovative projects that address natural resource conservation, environmental education, outdoor recreation, economic revitalization, archaeology, historic, scenic and cultural preservation, and the arts, humanities and folklore;
(3) Carry out cultural heritage activities in conjunction with libraries, museums and schools;
(4) Improve the organizational and management capacity of cultural heritage organizations and agencies;
(5) Create or implement innovative ways to combine historic property restoration and conservation with economic and community development;
(6) Provide electronic access, including equipment and training, especially in rural or underserved urban communities, to promote cultural heritage activities or heritage areas;

(7) Develop alliances among heritage areas within a State and among the States;
(8) Share information with other nations on cultural heritage programs in the United States;
(9) Develop programs for collecting information on cultural heritage resources and activities in other nations that might serve as models for similar activities in the United States.

Report: The legislation directs the Secretary of the Interior to prepare a report to Congress within 4 years of enactment that describes the accomplishments of Partnership Program; identifies any problems that were encountered in implementing the provision and recommends any changes needed in the Partnership Program, including amendments to the Act.

Definitions: Standard definitions are provided for terms used in the Act. The term “Heritage Area” is defined as “a discrete geographic area or region (including trails, corridors, rivers, and watersheds) designated by Federal, State, tribal or local legislation or executive action and having a distinctive sense of place embodied in its historic buildings, communities, traditions, cultural and natural features.”

Annual Funding: In addition to the $9 million authorized annually to be appropriated for the grants program, the $500,000 is authorized for information and technical assistance and $500,000 for program administration.

RECOGNITION OF “STAMP OUT” HUNGER” FOOD DRIVE

HON. STEPHEN HORN
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. HORN. Mr. Speaker, I rise today to recognize the men and women of the United States Postal Service for their tireless efforts on behalf of the “Stamp Out Hunger” program. On Saturday May 12th letter carriers in all States, the District of Columbia, Puerto Rico, the Virgin Islands and Guam collected food donations from postal customers along their routes in what has become the largest volunteer effort in America.

Saturday’s collection marks the ninth consecutive year that the National Association of Lettercarriers, in conjunction with the Postal Service and Campbell’s Soup, has conducted this food drive. The nationwide effort began with a generous donation of one million
pounds of food from Campbell's Soup. Since the "Stamp Out Hunger" program's inception nearly 400 million pounds of food have been collected and distributed to hundreds of local food banks and pantries. The food drive comes at a critical time to help food banks and pantries restock their bare shelves that have emptied throughout the winter months. I commend the thousands of letter carriers and the millions of postal customers that contributed to the success of this year's "Stamp Out Hunger" food drive. These individuals can should be proud knowing that their contributions will make a difference.

RECOGNIZING ANN BANCROFT

HON. BILL LUTHER
OF MINNESOTA
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. LUTHER. Mr. Speaker, my home state of Minnesota is proud of its strong and historic pioneer spirit. The often-brutal winters of Minnesota that early inhabitants endured, however, are no match for the icy tundra of Antarctica, recently traversed by a woman from Scandia, Minnesota.

Ann Bancroft is the first woman ever to cross the ice to the North and South Poles. She dog sledded 1,000 miles to the North Pole as the only female member of the Steger Expedition and led the 67-day American Women's Expedition to the South Pole on skis. Not content with these outstanding achievements, she also founded and led the nonprofit Ann Bancroft Foundation, dedicated to celebrating the potential and the victories of women who travel across gender barriers as well as the only female member of the Steger Expedition to the north and south Poles. Recent traversed by a woman from Scandia, Minnesota.

Ann Bancroft is the first woman ever to cross the ice to the North and South Poles. She dog sled 1,000 miles to the North Pole as the only female member of the Steger Expedition and led the 67-day American Women's Expedition to the South Pole on skis.

Less violent harassment of the opposition has continued unabated. Amirzhan Kosanov, the acting head of the executive committee of the opposition Republican People’s Party of Kazakhstan (RNPK), found threatening graffiti in the stairwells of his apartment building, on the doors of his apartment, and on neighboring buildings on March 17. Later that night, hooligans threw rocks at the windows of the apartment of Akezhan Kusanyaev, the RNPK’s press secretary. In one case, a large rock shattered one of the windows.

To add insult to injury, Mr. Kosanov has been barred from leaving Kazakhstan. He is the former Press Secretary of Akezhan Kusanyaev, the republican People’s Party of Kazakhstan (RNPK), found threatening graffiti in the stairwells of his apartment building, on the doors of his apartment, and on neighboring buildings on March 17. Later that night, hooligans threw rocks at the windows of the apartment of Akezhan Kusanyaev, the RNPK’s press secretary. In one case, a large rock shattered one of the windows.

In addition, Pyotr Afanasenko and Satzhan Ibrayev, two RNPK members who were Mr. Kazhegeldin’s bodyguards, were sentenced in April 2000 to three years in prison for a weapons offense; an appeals court upheld the convictions. The OSCE Center in Almaty has stated that it considers the charges to be politically motivated.

The country’s Senate on April 17 approved a draft media law that limits the retransmission of foreign programs and will also subject Internet web pages to the same controls as print media. Moreover, media outlets can be held responsible for news not obtained from official sources. If the New York Times or CNN runs stories on Kazakhstan’s leadership finds distasteful, Kazakh media outlets risk legal sanction for re-running those reports. Considering the ongoing investigations by the U.S. Department of Justice into high-level corruption in Kazakhstan, it is easy to draw inferences about what kinds of stories the authorities would eagerly spike. Indeed, although Mr. Gabdullin and Bapi were formally prosecuted for articles in their newspapers, both had previously signed an open letter, published in the January 15 edition of Roll Call, expressing their support for the investigation.

Mr. Speaker, Kazakh authorities have also stepped up harassment of NGOs. The OSCE Center in Almaty, the Washington-based National Democratic Institute (NDI) and Internews-Kazakhstan had jointly organized public forums in 9 regions of Kazakhstan to educate local citizens, media, and interested parties about the proposed amendments to the media law. After the law’s passage, local organizers of these Forums on Mass Media were called in to the Procuracy for “conversations.” Other government agencies which took part in this intimidation were the Tax Police and the Financial Police.

According to OSCE sources, the authorities of local NGOs “found guilty” and not working with the OSCE and NDI. In Atyrau, one NGO contacted by the Financial Police did not even participate in these forums but that did not stop the police from sending a written request for information on “whether or not your organization had contacts with the OSCE or NDI in 2000-2001.” Clearly, the authorities are singling out NGOs which maintain contacts with the OSCE and NDI and warning them about the possible consequences. In some instances, the authorities have made good on the implied threat and opened tax investigations into NGOs’ supposed contacts with documents and even computers, as happened in Almaty and Karaganda. This campaign is a blatant attack on the activities of the OSCE, of
which Kazakhstan is a participating State, and other international organizations which promote democratization.

Finally, Mr. Speaker, to round out a very depressing picture, Kazakhstan’s parliament is reportedly working towards the adoption of amendments on religion that severely limit freedom of conscience. The draft provisions would require at least 50 members for a religious association to be registered (the law currently requires 10). In order to engage in “missionary activity,” which would involve merely sharing religious beliefs with others individually, one would have to be registered with the government, and religious activity would be permitted only at the site of a religious organization, which could bar meetings in rented facilities or even private homes. Violation of these provisions could lead to a sentence of one-year in prison or even two years of “corrective labor,” and to the closing of religious organizations.

These draft amendments to the religion law were introduced in Kazakhstan’s parliament in early April. According to the U.S. Embassy in Almaty, there have been scheduled days for discussion of the legislation though it is expected the measure will be considered before the current session ends in June. The U.S. Government, the OSCE, and other international agencies have expressed concern about the possible restriction of religious liberty, and there is reason to fear the worst.

In recent months, the attitude underlying these draft amendments has already had a real impact on believers. American citizens who did humanitarian work in several cities in Kazakhstan have been harassed, intimidated and eventually deported. The formal cause of their expulsion was violation of administrative regulations but one official told an American the real reason was because they were Christians. In one particularly brutal, ugly case, Americans who had been told to leave the country were preparing to do so when the authorities brought them back from the airport so they could be videotaped for TV broadcasts portraying them as engaging in various sorts of subversive activities. An American family preparing to move to Almaty for speaking engagements was asked by a Kazakh security official who threatened to spend the entire night in their tiny apartment to make sure they left. It took several hours before he could be persuaded to leave, despite the fact that his presence was frightening a pregnant American woman.

Jehovah’s Witnesses have also reported stepped-up harassment and intimidation. Over the past few months, central and local media have been attacking Jehovah’s Witnesses, who are depicted as religious extremists. In one bizarre case, according to the Witnesses, a television station broadcast video footage of Islamic terrorists, who were described as Jehovah’s Witnesses, as well as footage of a police raid on a meeting held in a private home.

Kazakhstan’s new Administrative Violation Code, which went into effect in February, allows the prohibition of religious organizations for evading registration or for violating assembly rules. This has already been used to suspend the activity of a group of Jehovah’s Witnesses in Kyzyl-Orda. A similar case is pending in Taraz.

Just today, May 16, Keston News Service reports that authorities have declared a Baptist church in the town of Kulsary (Atyrau region) illegal and ordered it to stop all meetings, claiming that it may not function until it is registered. In fact, Kazakh law does not ban activity by religious communities without registration, but the regional prosecutor upheld the ban. Church leaders intend to appeal the decision, but local lawyers are afraid to take such a case.

Keston further reports that on April 10, the authorities in Kyzylorda fined a Baptist church 7,750 tenge (about $53) and suspended its activities until it obtains registration. In February, police had raided a Kazakh-language service at that church, demanding that participants show their identity documents and write statements about the gathering. They confiscated religious writings in Kazakh and Russian, and took five people, including the leader of the service, Erlan Sarsenbaev, to the police station. According to the Baptists, the police told them “During the Soviet times, believers like you were shot. Now you are feeling at peace, but we will show you.” When Sarsenbaev refused to write a statement, police officers “began to hit him on his neck, abdomen and head with a plastic bottle filled with water.” Finally, they forged his signature, and wrote the statement on his behalf.

As President Bush recently said, “the newly independent republics of Central Asia impose troubling limits on religious expression and missionary work.” This trend in Kazakhstan is especially disturbing because despite the consistent consolidation of presidential power and general crackdown on opposition and dissent, relative religious freedom had been one of the bright spots. It seems this bright spot is about to disappear.

Mr. Speaker, a few weeks ago, Erlan Idrisov, Minister of Foreign Affairs of Kazakhstan, visited Washington. In his public speaking engagements, he focused on Kazakhstan’s emphasis on stability and its desire for good relations with its neighbors. These are understandable priorities which the People of the United States has every reason to support.

But Minister Idrisov simply discounted charges of human rights problems, arguing on May 2 at the Carnegie Endowment that the above-mentioned Washington Post editorial is “not the final word” on the human rights situation in his country.

Minister Idrisov may disagree with any Washington Post editorial, if he likes. But when you consider many other sources, such as the State Department’s report on human rights practices, the Committee to Protect Journalists (which last year named President Nazarbaev one of the world’s ten worst enemies of the media), and the OSCE Center in Almaty, the overall impression is clear and indisputable. Despite official Kazakh claims about progress, the human rights situation is poor and threatens to get worse. If President Nazarbaev wants to change that impression and convince people that he is sincere about wanting to democratize his country, he must take concrete steps to do so. The time is long past when we could take his assurances at face value.
TRIBUTE TO DR. JOHN HORN

HON. PETE SESSIONS
OF TEXAS
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. SESSIONS. Mr. Speaker, I would like to recognize today an outstanding educator from my district, Dr. John Horn. At the end of this school year, Dr. Horn will retire as Superintendent of the Mesquite Independent School District, bringing his long and distinguished career to a close.

During his 38-year career, Dr. Horn has been a visionary in public education, receiving numerous awards for his service. In 1995, he was honored as the Texas Superintendent of the Year by the Texas Association of School Administrators. The Mesquite ISD, with over 32,000 students, has thrived under his leadership, most recently earning the “Recognized” rating from the Texas Education Agency in 2000.

Dr. Horn involves the entire community in the improvement of education and involves himself in the community through various civic organizations. Often referred to as the “superintendent’s superintendent,” Dr. Horn has thoroughly dedicated himself to the education and enrichment of his students.

Although he be will greatly missed, Dr. Horn’s legacy will serve as a constant reminder of his extraordinary career. I ask my colleagues to join me in congratulating Dr. John Horn on all of his accomplishments and wishing him the best for his well-deserved retirement.

THE TREND OF PRIVATIZATION

HON. TED STRICKLAND
OF OHIO
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. STRICKLAND. Mr. Speaker, I want to address a trend that I find very disturbing: a trend that I encounter again and again across the spectrum of seemingly unrelated issues. It is the trend of privatization, the trend of government forfeiting its responsibilities to those it serves.

I believe strongly that certain societal functions are so important that they simply must be carried out by the government, namely the imprisonment of criminals and the maintenance of a health care safety net for our most vulnerable citizens. Now, I realize that these two functions are extremely divergent, but both are vitally important to society. The purpose of imprisonment is to protect the public from dangerous individuals who are paying a debt to society, and the purpose of the public health safety net is to protect the public, particularly the poor, from the ravages of preventable and treatable disease.

These two public functions have one very important thing in common: once we privatize them and turn over their missions to profit-making entities, we will never be able to rebuild what we have lost.

Public hospitals and public health centers provide a vital service as part of our national health care delivery system; they provide care to those who would be turned away from other institutions for not having health insurance. They often serve the poorest and the sickest populations, and are particularly attuned to the health consequences of delayed care, poverty, poor nutrition and chronic disease. Because these institutions are directly accountable to the public, they serve the public well—better, I would argue, than a privatized counterpart. I am not saying that private hospitals are not important or do not provide their share of uncompensated care, because they do, and we need to have them around. I am saying that public health care providers play a very important role in the health care marketplace, and they are unique in that they are more directly accountable to the public than are their private counterparts. More important, once we break our commitment to providing public health care by privatizing this service, we will find it very difficult, if not impossible, to re-establish this vital component of our comprehensive health system. I fear that we are moving toward this unfortunate state of affairs right now in our nation’s capitol with the proposed privatization of DC General Hospital. Mr. Speaker, I believe that the plan to privatize DC General is, like most privatization plans, an extremely shortsighted measure that will jeopardize the availability of quality health care for some of the city’s poorest citizens.

Likewise, the privatization of our nation’s prisons is not an issue I find equally repellant. The need to make a profit creates an incentive for private prison companies to cut corners when it comes to the security of the facility and the quality of correction personnel. The result is understaffing, low wages, inadequate training, poor benefits, and difficult working conditions. Reports from various private facilities reveal a failure to fill staff positions, a failure to provide government mandated programs that involve proper correctional officer training and prisoner rehabilitation programs, and a failure to implement tested, comprehensive security measures. Additionally, when governments contract out with private prison operators, taxpayers lose much in the way of valuable oversight tools. Nevertheless, they are still forced to assume much of the financial and liability associated with the operation of private prisons. If there are riots or breakouts, local government authorities are called in to handle the situation. When a private prison official violates an inmates rights, the taxpayers from the community—afford not the prison corporation—foot the bill for the lawsuit.

Whether it’s the security of our prison system or the health care of America’s poorest citizens, privatization is a risky business that could cost us dearly down the road. I hope that the Congress will take very seriously its responsibility to the American public and not continue efforts to privatize safety net health care providers or the nation’s prison system.

TRIBUTE TO THE LATE MARGARET VILLAGRAN (SIERRA) MELENDEZ

HON. JOE BACA
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

Mr. BACA. Mr. Speaker, it is with great sadness that I note the passing of Margaret Villagran (Sierra) Melendez, the mother of Ruby Ramirez on my staff.

Margaret was born to Milton Villagran & Juantita Palacios on June 10, 1910 in El Paso, Texas. She was the 15th child of a family of 22. Her father was employed by Santa Fe until he died in 1917. Her mother was a housewife for the most part, and followed her husband wherever he was sent. She did the laundry for the work crews at the different sites that they were assigned to.

When Margaret got to California she was the age of 10 with her sister who was 17. Her brothers were working at the Jurupa Quary in South Fontana and her sister came to work as a housekeeper for one of the owners of a winery in Guasti. They had to leave their mother behind until they had enough money to relocate them to California which was about two years later. She attended an elementary school named “Wineville” later changed to Guasti.

Margaret dropped out of school at 14 and went to work for Woolworths as a sales girl. Later she worked at the Hunts Co. and Sunkist Packing House. She came back to Fontana when she was 18 and met her husband, Pete Sierra. They got married and moved to Colton in 1927. They bought a house at 965 Jefferson Lane and she lived there until she was hospitalized.

Tragically, her first husband was killed in 1956 by a drunk driver. She was a widow for 19 years and then she remarried Frank Melendez in 1977. Frank and Margaret had dated before she married Pete. 32 years later, they met and got married. He died in 1999.

Margaret was a loving caring mother to everyone. Everyone that came to her house was welcome and the first thing she did was feed them. She was active in the Heart Association and once a year took out matching funds for the Heart Foundation. She volunteered for the Cancer Association, VFW, PTA, and was a member of San Salvador Catholic Church. She liked to work in her garden and cook on her wooden stove whenever she had a chance. Her house was a regular soup kitchen. Her house was located between the Union Pacific and the Southern Pacific Railroads. Everyone that got off the train came knocking on her door and they never went away hungry.

Margaret never missed an election. She made sure that she had her absentee ballot. She was a good listener, helped wherever she was needed and never complained even with all the hardships she encountered throughout
her life. Everyone called her “Grandma Marg-
aret.”

Margaret leaves behind five daughters, Tillie Rodriguez, Ruby Ramirez, Mary Ramirez, Lor-
raine Chavez, JoAnn Beckman; and five sons, Pete Sierra Jr., Charlie Sierra, Amador Sierra, Johnny Sierra, and Joe Madrigal; sixty-five grand-
children and four great-grandchildren.

I extend to the family my condolences and wish blessings to them in their time of mourn-
ing. We say, “goodbye, we miss you, God bless.”

IN SUPPORT OF NATIONAL WOMEN’S HEALTH WEEK

HON. CARRIE P. MEEK

OF FLORIDA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mrs. MEEK of Florida. Mr. Speaker, I rise today in support of National Women’s Health Week, to speak of a topic near and dear to me which is Lupus.

I know firsthand the heartache that lupus causes. I lost a sister to lupus and have seen many others suffer from this incurable dis-
ease. I know all too well the difficulties per-
sons must maintain employment and lead normal lives. I have seen the often-devastating side effects of current treatment regimens. I also know the profound impact that my sister’s disease had on me and that lupus often has on the family and friends of lupus patients.

More people have lupus than AIDS, cerebral palsy, multiple sclerosis, sickle-cell anemia and cystic fibrosis combined. Yet I believe that much of the public does not yet have this awareness. The Lupus Foundation of America estimates that between 1,400,000 and 2,000,000 people have been diagnosed with lupus. Many others have the disease, but have not even been diagnosed because of the insidious way in which lupus “masks” itself, thereby often making it difficult to diagnose. Many lupus victims are mis-diagnosed, and some victims even die, without even knowing that they have this disease.

Lupus is a wide-spread and devastating autoimmune disease that causes the immune system to attack the body’s own tissue and or-
gans, including the kidneys, heart, lungs, brain, blood, or skin. It afflicts women nine times more than it does men, and is three times more prevalent in women of color than Caucasian women. Lupus has its most signifi-
cant impact on young women during their childbearing years (ages 15-44).

Lupus patients from poor or rural areas often cannot access the level of specialty care required to manage such a varied and com-
plicated disease. When first presenting symptoms of the disease, lupus patients usually contact their family physician. It is not unusual for peo-
ples to have lupus for three to five-years and to visit up to five doctors before they receive a correct diagnosis. Unfortunately, medical schools do not provide family physicians with sufficient training to recognize lupus.

I am sure that increased public awareness of the pervasiveness of lupus will substantially assist efforts to increase funding not only for research, but also for the treatment and support services that the Congress authorized last November when it passed my lupus bill, H.R. 762, as part of the Public Health Im-
provement Act of 2000 (P.L. 106-505). Pas-
sage of H.R. 762 was an important step in the fight against lupus, one of which I am ex-
tremely proud. But it is not enough. It is time to take the next step this year by funding the research, treatment and support services that the Congress authorized last year when it passed my lupus bill.

Lupus affects multiple organ systems and can be an expensive disease to manage. Treatment requires the participation of many different medical specialists and expensive specialized testing and procedures. The average annual cost of medical treatment for a lupus patient is between $6,000 and $10,000. However, for some people with lupus, medical costs may exceed several thousand dollars every month. Lupus can be financially dev-
astating for many families.

It was these human factors that caused me to offer H.R. 762 and to work so hard for so many years with all of you for its passage. The case management and comprehensive treatment services that we authorized in H.R. 762 for individuals with lupus, and the support services that we authorized for their families, will be tremendously helpful, but only if we adequately fund them. We need a coordi-
nated, targeted, well-executed appropriations strategy to make the promise of these pro-
grams a reality.

My lupus bill that the Congress passed last year authorizes appropriations of such funds as are necessary for FY 2001 through FY 2003 for lupus research, education, and treat-
ment, including a grant program to expand the availability of lupus services. It also empowers the Secretary of the Department of Health and Human Services to protect the poor and the uninsured from financial devastation by limiting charges to individuals receiving lupus services pursuant to the grant program, the way that we do under the Ryan White Care Act, should the Secretary deem it appropriate to adopt such limitations.

H.R. 762 authorizes research to determine the reasons underlying the increased preva-
ience of lupus in women, including African-
American women; basic research concerning the etiology and causes of the disease; epide-
miological studies to address, among other things, the differences among the sexes and among racial and ethnic groups with respect to the frequency of the disease; the develop-
ment of improved diagnostic techniques; clinical research for the development and evalua-
tion of new treatments, including new biologi-
cal agents; and information and education pro-
grams for health care professionals and the public.

The bill also authorizes appropriations of such sums as are necessary for FY 2001 through FY 2003 for a grant program. This program would support a wide range of serv-
dices for the diagnosis and disease manage-
ment of lupus for lupus patients, as well as a broad range of support services for lupus pa-
tients and their families, including transpor-
tation services, attendant care, homemaker services, day or respite care, counseling on fi-
ancial assistance and insurance, and other support services.

I think it is appropriate during National Women’s Health Week, that Congress fully fund research and treatment programs such as this.

TRIBUTE TO THE LATE FRANCISCA GARMON

HON. JOE BACA
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. BACA. Mr. Speaker, it is with great sad-
ness that I rise in memory of Francisca Garmon, of my district, who passed away on Mother’s Day, May 13, 2001.

Francisca served as vice president of the local union, United Steelworkers of America Local 7600, which represents approximately 4,000 Kaiser Permanente Medical Center Em-
ployees in San Bernardino and Riverside counties. A woman of great faith, Francisca was known for her resilience and tenacity. A gifted communicator, she was asked by the union to serve as a spokeswoman because of her speaking abilities. A talented singer, she made a recording last year at the request of the Steelworkers International.

Francisca was survived by her husband, James Garmon, a physician’s assistant at Kai-
sen Permanente’s San Bernardino Clinic. She is also survived by her mother Virginia; Chil-
dren Johnny, Troy and Anna (Sey), who is a customer service representative at Kaiser’s Corona Call Center; grandchildren Dana, Kaleb and Jacob; brother, Richard; sisters Evelyn, Jeannie and Rosie; and many other relatives.

Francisca had worked for Kaiser Permanente for 18 years. Prior to becoming a grievance officer she served as an assistant grievance officer. In the year 2000, Fran be-
came vice president of USWA Local 7600. She served as co-chair of the Legislative and Education Committee, was active in the Labor Management Partnership and was a political activist for State and Federal labor laws.

Francisca’s presence, along with her efforts and hard work, will be missed tremendously by all her Brothers and Sisters of Local 7600, and indeed, all in our community, but our com-
forting memories of her will live on.

Francisca also served her country in the armed forces, in the Air Force from April 4, 1970, through September 11, 1970, being honorably discharged due to pregnancy; and also in the Army for two years, being honor-
ably discharged on April 17, 1979. Francisca made a lasting difference in her community. Our hearts go out to her family and loved ones. With God’s grace we know she will have peace.

THE COST OF HIGH ENERGY PRICES ON OUR NATION’S AGRI-
CULTURE PRODUCERS

HON. JERRY MORAN
OF KANSAS

IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. MORAN of Kansas. Mr. Speaker, I rise today to call attention to the energy crisis that is draining the farm economy. My district, like many rural areas across the country, has suf-
fured greatly as a result of high energy prices. Agricultural producers in particular have been hit hard as higher diesel and natural gas prices increase fuel, irrigation energy, and fer-
tilizer costs.
Our reliance on foreign oil and dependency on imported fuel has created a crisis for our nation’s farmers. Kansas producers’ net income fell 7.7 percent in 2000, down 11 percent from the five-year average, largely because of the summer drought and dramatic increases in the price of energy. On a nationwide average, energy costs alone caused a 6 percent decrease in farm income.

According to the Kansas Farm Management Association, average cash operating expenses on Kansas farms increased 6.2 percent last year, and the increase was largely related to energy prices. Combined gas, fuel and oil expenses rose $2,551 per farm, a 33 percent increase. Prices for nitrogen fertilizers, a natural gas derivative, were the primary determinant in driving fertilizer costs up more than 10% above the 1999 average. Irrigation energy costs were also up, which cost the fed cattle market $4 per head. According to the National Cattlemans Association, the livestock segment of the agriculture industry was the hardest hit. Losses will be still greater for irrigators.

Unfortunately, projections for the 2001 crop year are not optimistic. Given the current status of energy supply and demand, the Department of Agriculture predicts that producers will face a 15 percent decrease in net cash income due to energy and fertilizer costs. Losses will be still greater for irrigators.

In addition to the negative impact on crop producers, the livestock segment of the agriculture industry has also been affected by fuel costs. According to the National Cattlemans Beef Association Cattle-Fax, high energy prices have cost the fed cattle market $4 per hundred weight in decreased demand. The crises spreads across commodities and across all regions of the country, from rice producers in California, to Kansas wheat farmers, to New England dairies.

Since I arrived in Congress, I have asked both the Administration and my colleagues to develop a national energy policy. I look forward to reviewing the findings of the Domestic Energy Policy Task Force headed by Vice President Cheney when their report is released tomorrow. As we finally begin to look at legislation regarding national energy policy, it is important to keep in mind both the short and long term challenges that exist in the agricultural sector.

HON. JOE BACA OF CALIFORNIA IN THE HOUSE OF REPRESENTATIVES

Wednesday, May 16, 2001

Mr. BACA. Mr. Speaker, it is with great sadness that I note the passing of Timothy Sechrist, formerly my Press Secretary and Senior Legislative Aide, who died of a heart attack in Los Angeles this past weekend (May 13, 2001).

In addition to working on my staff, Tim also worked for Congressman Doug Applegate (OH 1984–94); and the Honorable Ron DeLugo (PR). He also served on the staffs of the Honorable Bart Stupak and the Honorable Marcy Kaptur and did some committee work. Tim was from the old school, a different era, when the institution of Congress was perhaps a little bit smaller, a little bit more collegial, a little more productive. I think he sought to capture that quality in all that he did.

As a new Member, who was still learning how to get around the Capitol, I found Tim’s guidance indispensable. He knew everything from how to advance briefings with the President at the White House and legislative meetings, to how to further a complicated parliamentary maneuver on the floor. Tim was a walking reference of the rules and procedures of the House, a mentor to staff, a tutor to Members.

As a long-time staff member on the Hill, Tim lived and breathed this institution. To walk around the Capitol with Tim was to be steeped in the history and lore of the place. One could not help but feel a sense of reverence, and even a little intimidation at the shoes one must fill coming to this great institution. He could make you remember why you were describing the origin of a bullet hole in the Senate Chambers, and the story behind the portraits on the walls. A gifted raconteur, Tim entertained us with legends about larger-than-life Members who have graced the Chambers and walked the halls of the Capitol. Listening to Tim, one got the sense that this is the people’s House, and it belongs to each of us who live in this wonderful country. We are temporary stewards with a mission that is almost sacred—the preservation of our democratic institutions.

Tim was a wonderful writer, turning out copy that was to the point and incisive. As a staff member handling appropriations and selected legislation, he was indefatigable, demanding nothing less than working to his highest potential, and seeking to bring the institution and his colleagues to increasingly greater heights of achievement.

Tim brought a confident and professional bearing to his work. And yet, lurking in all that seriousness was a man with a great sense of humor, who was not above playing a practical joke or laughing with his friends and colleagues at a particularly amusing story. It was wonderful to all of us to see that side of him, to counterbalance his seriousness and sense of purpose. It is from those happy times that I think that what being a part of the community is all about. It’s not just a job, it’s your life,” said Jim Phillips, former Glenwood Springs principal.

Mr. Speaker, Howard, his wife Mary, and his three sons Zack, Steven and Jon should be proud of this achievement. Howard has helped shape the minds of children for over 15 years and is well deserving of this award as well as the thanks and praise of Congress. Howard, congratulations on a job well done and best wishes for continued success and happiness!

HON. PETER J. VISCLOSKY OF INDIANA IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. VISCLOSKY. Mr. Speaker, it is my distinction to announce that the Silver Bell Club, Lodge 2365 of the Polish National Alliance of the United States, will be hosting the 28th Annual Hank Stram-Tony Zale Sports Award Banquet on May 21, 2001, at the
Radisson Hotel in Merrillville, Indiana. Twenty outstanding Northwest Indiana High School athletes will be honored at this notable event for their dedication and hard work. These outstanding students were chosen to receive the award by their respective schools on the basis of academic excellence, and proceeds from this event will go toward a scholarship fund to be awarded to local students.

This year’s Hank Stram-Tony Zale Award recipients include Stacey Bailey of Hammond Clark High School, Michael Baron of Andrean High School, Phillip Grotkowski of Bishop Noll High School, Jason Carson of the Edison School, Katie Dyer of Merrillville High School, Laura Helkowski of Hebron High School, Corrie Kaczmarek of Highland High School, Mark Korb of Portage High School, Amanda Meyer of Lake Central High School, Derrick Milenkoff of Hammond Morton High School, Sunny Oelling of Valparaiso High School, T. J. Pruzin of Crown Point High School, Courtney Schuttow of Lowell High School, Kathryn Siwa of Munster High School, Michael Tomaszewski of Griffith High School, Keith Turpin of Calumet High School, Robby Vrabel of Whiting High School, Natalie Vukan of Hobart High School, Christine Wajyoda of Hanover Central High School, and Sarah Zonder of Crown Point High School.

The featured speaker at this gala event will be Mr. Tom Dreesen. Mr. Dreesen’s name has appeared on major venue marquees in Las Vegas, Lake Tahoe, Reno and Atlantic City with artists like Frank Sinatra, Smokey Robinson, and Sammy Davis Jr. Mr. Dreesen, who opened for Frank Sinatra for well over a decade in club and concert appearances throughout the United States and Canada, has also appeared in many network television shows including the “Tonight Show,” as well as “Columbo,” “The Murders of Mr. Love,” and “Touched by an Angel.”

Kelly Komara, one of Purdue Women’s Basketball’s strongest players, will also be in attendance at this memorable event. Kelly was raised in Schererville, Indiana and graduated from Lake Central High School, where she played basketball and was named Indiana’s Miss Basketball. While attending college at Purdue University in West Lafayette, Kelly has been an integral part of Purdue’s successful basketball team. With Kelly’s quick shooting, ball-handling skills and accurate free throws, she helps lead the Boilermakers to their final round of the 2001 NCAA tournament. Additionally, Kelly was named the Midstate Regional’s Most Outstanding Player.

Mr. Speaker, I ask you and my distinguished colleagues to join me in commending the Silver Bell Club, Lodge 2365 of the Polish National Alliance of the United States, for hosting this celebration of success in sports and academics. The effort of all those involved in planning this worthwhile event is indicative of their devotion to the very gifted young people in Indiana’s First Congressional District.

Ms. CARSON. Mr. Speaker, it is with great pride that I rise today to extend heartfelt congratulations to Boys and Girls Clubs of Indiana.

The Boys and Girls Clubs of America is the fastest growing youth guidance organization in the nation. They inspire and enable all young people, especially those from disadvantaged circumstances, to realize their full potential to become productive, responsible and caring citizens. The core programs enrich the lives of our youth through character and leadership development, the arts, sports and fitness, health, and life skills. Though youth involvement reflects wonderful diversity of income, age, and gender, it is estimated that 66 percent of the youth involved come from families with an annual income under $15,000.

In Indiana, the Boys and Girls Clubs, harnessing energy and altruism, serve 90,000 youth with financial assistance from 35 corporations, helping at more than 60 sites. Board members, professionals, volunteers and youth members make possible the outstanding achievements of the clubs’ youth, developing competence, usefulness, belonging, and power of influence of the participating young people of Indiana and Indianapolis. It is a matter of special pride to me that the Boys and Girls Clubs of Indianapolis is headquartered in the same building where the 10th Congressional District Home Office is located.

It is my distinct pleasure to ensure that the accomplishments of this special nation of effort in my district are forever memorialized in the CONGRESSIONAL RECORD of the United States of America. Today, I have the honor of paying special tribute to two Indiana Youth of the Year: State Winner Amy L. Gley and State Runner-Up Zachary Stavedahl.

Mr. Speaker, let me read these pages know that a very special group of people offer an outstanding service to the communities of the Boys and Girls Clubs, while promoting superior leadership skills and a perseverance of overcoming life obstacles.

Finally, Mr. Speaker, two challenges seem in order today: I challenge our youth to remain steadfast in their leadership to preserve and enrage the future achievements of the Boys and Girls Clubs. I challenge my colleagues in this House to act in all things they do here in the pursuit of the contributions of this organization in its many efforts across the nation.

RACIAL PROFILING PROHIBITION ACT OF 2001

HON. ELEANOR HOLMES NORTON
OF THE DISTRICT OF COLUMBIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Ms. NORTON. Mr. Speaker, today we introduce the Racial profiling Prohibition Act of 2001 (RPPA). Congress is decades late in doing its part to insulate that law enforcement officers no longer detain people on the street because of their color or their apparent nationality or ethnicity.

It was not until 37 years ago that Congress passed the first civil rights law that had any teeth. The 1964 Civil Rights Act finally barred discrimination against people of color in employment, public accommodations and funding of public institutions. Yet, today, irrefutable, and widespread evidence from every state confirms racially and ethnically motivated stops by police officers and shows that Congress has urgent, unfinished business to update the nation’s civil rights laws.

This bill, which is overwhelmingly supported by both the Congressional Black Caucus (CBC) and the Congressional Hispanic Caucus (CHCA) as original sponsors, seeks to eliminate both legal and constitutional problems that arise when a person is stopped by a police officer because of skin color, nationality or ethnicity. Title VI of the 1964 Civil Rights Act (CRA), enacted in part to implement the 14th Amendment requirement of equal protection, forbids the use of public money for discriminatory purposes. The bill we introduce today, is based on both the 14th Amendment, which gives power to Congress to implement its equal protection responsibilities and on the spending clause of the Constitution, which allows Congress to put conditions on the receipt of federal funds.

The federal funds that are the focus of our bill today are the vast sums contained in our transportation legislation. The last transportation bill, known as TSEA–21 (Transportation Equity Act for the 21st Century) authorized $172 billion for highways in 1998. The new transportation bill, which Congress will enact next year, will authorize at least $250 billion in highway funding. By introducing our racial profiling bill today, we serve notice that Congress must not authorize a highway bill that does not effectively bar the use of transportation money to fund racial profiling stops on those highways.

The strength of our bill lies in what it requires and what it would do. The bill requires three important obligations that states are to qualify for federal transportation funds. First, law enforcement officers may not use race, national origin, or ethnicity in making decisions concerning a stop unless they are relying on a physical description that may include race to determine that a particular individual may be the person sought. Second, states must adopt and enforce standards prohibiting the use of racial profiling on streets or roads built with federal highway funds. Third, states must maintain and allow public inspection of statistical information on the demographics and circumstances of each stop. Only three states even prohibit racial profiling today; ten others require only racial and ethnic data collection.

As important as information concerning who gets stopped is, what makes our bill effective is its sanction: the withholding of federal funds from states that fail to meet the three obligations of the statute. Money for streets, roads, bridges and other infrastructure is ardently pursued in the Congress. Each state and local government is indispensable to building and maintaining major parts of its infrastructure. Next year’s authorization will mean nearly 50 percent more in transportation funding to states and localities. These funds will either reinforce pervasive racial profiling or help eliminate it.

The power of transportation funding to command the necessary attention and bring quick results has been repeatedly demonstrated. Congress has successfully used federal highway funding to compel states to attack some of our most urgent problems, for example, reducing drunk driving among minors; requiring the revocation or suspensions of driving licenses for convicted drug offenders; and establishing a national minimum drinking age.
Police stops of people on the streets because they are black or Hispanic or of any other non-majority national origin requires the same urgent action.

Withholding federal highway funds works because it hurts. The threat of losing highway funds has proven to be a powerful incentive. We saw the power of this incentive as recently as last year’s Transportation Appropriation. Congress could have passed a provision requiring states to enact .08 blood alcohol content (BAC) laws by 2004 or be forfeiting their highway funds. In only the first six months after that provision was enacted, six states had already passed .08 BAC laws. Many more are sure to follow in order to preserve precious highway funds. A racial profiling provision in the 2003 federal highway funding bill would give the same set of alternatives to the states—effective enforcement of racial profiling legislation or loss of federal funds. If Congress is serious about ending racial profiling, it should pass this provision.

I urge my colleagues to support this bill.

HONORING DEAN DENNIS

HON. SCOTT McINNIS
OF COLORADO
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. McINNIS. Mr. Speaker, I would like to take this opportunity to thank Dean Dennis of Pueblo, Colorado for his year of service to the community as the director of the Pueblo Convention Center. Dean is stepping down to move to Denver with his wife, former State Senator Gigi Dennis. During his last disgraceful scar of life.

Dean has been with the convention center since it opened in 1997. “Life’s too short. We basically said we love each other and we like to be married to each other and we like to spend time with each other,” Dean said in a Pueblo Chieftain article.

Dean served as the Vice President of Conventions and Visitors for the Pueblo Chamber of Commerce, as well as President of the Tourism Industry Association of Colorado. In his spare time he works with the Historic Arkansas RiverWalk Project Commission, and has served on the Board of Directors for the United Way. Dean also serves on the Pueblo Board of Trustees for the Packard Foundation, and Pueblo Rotary 43.

His wife Gigi, has served in the Colorado State Senate since 1995, resigned at the end of March to accept an appointment from President George W. Bush to become the Colorado Director of the Department of Agriculture’s Office of Rural Development.

Mr. Speaker, Dean Dennis has helped out the community in numerous ways, and his devotion, love and commitment to the wonderful city of Pueblo deserves the thanks and praise of this Congress. I hope that Dean and Gigi both find success and happiness in their new life.

Congratulations to both of you and good luck with your future endeavors.

TRIBUTE TO JOHN GREAVES

HON. PETER J. VISCLOSKY
OF INDIANA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. VISCLOSKY. Mr. Speaker, it gives me great pleasure to pay tribute to an outstanding citizen of Indiana’s First Congressional District, John Greaves. On May 29, 2001, John will be honored for his dedicated service to the United Steelworkers of America Local 6787 at a dinner to be held at American Legion Post 260 in Portage, Indiana.

John’s distinguished career in the labor movement has made his community and nation a better place in which to live and work. For more than 30 years, John has worked at Bethlehem Steel Corporation and has been a dedicated member of Local 6787.

While a member of Local 6787, John served as Treasurer from 1984–1987, Chairman of the Grievance Procedure from 1987–1989 and Trustee from 1990 until his retirement earlier this year. Additionally, he serves as President of the Northwest Indiana Federation of Labor. John has devoted his entire working career to the expansion of labor ideals and fair standards for all working people. He has been a strong voice for the steel industry, meeting frequently with legislators in Indianapolis and lobbying leaders in Washington. Additionally, he has worked on a county level as a liaison between labor, industry and government to make the interests of working men and women known.

While John has dedicated a substantial portion of his life to the betterment of union members, he has always found the time to serve his community as well. He serves as a board member for the Westchester YMCA and the Porter County Chapter of the American Red Cross. He is a former member of the Jaycees of America and served as a Labor Board member for the Porter County United Way.

On this special day, I offer my heartfelt congratulations to John Greaves. His large circle of family and friends can be proud of the contributions he prominently has made. His work in the labor movement provided union workers in Northwest Indiana opportunities they might not have otherwise had. John’s leadership kept the region’s labor force strong and helped keep America working. Those in the labor movement will surely miss John’s dedication and sincerity. I sincerely wish John Greaves a long, happy, and productive retirement.

CONGRATULATIONS TO THE “WE THE PEOPLE” ACADEMIC TEAM OF LAWRENCE CENTRAL HIGH SCHOOL

HON. JULIA CARSON
OF INDIANA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Ms. CARSON of Indiana. Mr. Speaker, it is my distinct pleasure of ensuring that the accomplishments of this special group of young people of my district are forever memorialized in the CONGRESSIONAL RECORD of the United States of America and I have the honor of paying special tribute to: Patricia Atwater, Bethany Barber, Jake Boyd, Bryce Cooper, Daniel Creasap, Lily Emerson, Marc Goodwin, Shayla Griffin, Sarah Hailey, Emily Jacobi, Andrew Johnson, Stevie Kelly, Andrew Klipinen, Sarah King, Michael King, Shyanne Young, Jeff Mirmelstein, James Henry Mohr, Elizabeth Molnar, Matt Musa, Tim Mundt, Adam Schwartz, Jim Shin, Megan Siehi, Kristin Smith, Orion Taylor, Rachel Thomas, Marie Trimble, Adam VanOsdel, Julie Vargo, and Jeffrey Yoke.

Mr. Speaker, let all who read these pages know that a very special group of people came to our Nation’s capital to demonstrate a commitment to political beliefs, attitudes, and values essential to a functioning democracy.

STATEMENT OF CONGRESSWOMAN ELEANOR HOLMES NORTON 125TH ANNIVERSARY OF THE OLDEST SYNAGOGUE IN THE DISTRICT OF COLUMBIA

HON. ELEANOR HOLMES NORTON
OF DISTRICT OF COLUMBIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Ms. NORTON. Mr. Speaker, I would like to congratulate the Jewish Historical Society of Greater Washington on the 125th anniversary of the oldest synagogue in the District of Columbia. The Society is housed in the synagogue structure along with the Lillian and Albert Small Jewish Museum. The historic synagogue is listed on the National Register of Historic Places and the D.C. Inventory of Historic Sites.

The original dedication ceremonies took place on Friday, June 9, 1876 with President Ulysses S. Grant and Acting Vice President Ferry in attendance. Over the years the building has gone from being a synagogue to a church to a bicycle shop to a barber and a sandwich carryout.

In 1969, the Society saved the building from demolition by moving it from its original location at Sixth and G Streets Northwest, to make way for the Washington Metropolitan Area Transit Authority’s headquarters, to the corner where it permanently sits at 701 Third Street, Northwest.

The Society is a nonprofit organization aimed at chronicling and preserving the Washington area’s rich Jewish community history. The Society brings the community’s past to life.
HONORING BOB COTÉ, “NATIONAL SERVICE AWARD” WINNER

HON. SCOTT McINNIS
OF COLORADO
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. McINNIS. Mr. Speaker, it is my honor to ask Congress to congratulate and thank Bob Coté of Denver, Colorado, on receiving the prestigious “National Service Award”, given by the Washington Times Foundation. The award honors Americans who have made outstanding contributions in the area of humanitarian service to their community. This is a proud moment for Bob, his family and his community.

Bob is one of over fifty outstanding faith-based leaders who were chosen for this award. Bob is the director and founder of Step 13, a 100-bed facility for the homeless in the skid-row district of Larimer Street in Denver, Colorado. Since its inception in 1984, Step 13 has touched the lives of more than 1,700 drug addicts and alcoholics. Graduates of Step 13 staff the program.

Being a former alcoholic is what fuels Bob’s commitment to Step 13. “You can’t take someone who’s been drunk for five years and expect him to get it turned around in thirty days. Staying at a shelter a few nights doesn’t help. They need to build up their self-respect by learning how to do things for themselves.”

Step 13 is based on a clear and simple premise: “Any system or program that takes responsibility away from a capable person de-humanizes that person.” Since the founding of Step 13, many clients have become “Total Successes”, which means that after leaving, they continue to work as productive tax paying members of society. Over half of those who make it to the transitional houses stay off the street permanently.

Bob has also received the Thousand Point of Light Award, the Achievement Against the Odds Award, and was voted “One of America’s Most Virtuous Citizens” by George Magazine.

Mr. Speaker, it is a great honor for all citizens of Colorado to have such an exemplary hero such as Bob Coté to work to better the community. Bob has helped many over come life on the streets to become a member of society and for that he deserves the praise and thanks of Congress.

HON. JULIA CARSON
OF IOWA
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Ms. CARSON of Indiana. Mr. Speaker, it is with great pleasure that I rise today to extend heartfelt congratulations to the Pike High School Basketball team for winning the legendary Indiana State High School Basketball Championship.

The Pike Red Devils, under the leadership of coach Alan Darnner, won an astonishing twenty-six games against just three losses. But being a champion means more than wins and losses. It is about heart, persistence, perseverance, determination, and a commitment to accomplishing something together that no individual could accomplish alone. Together, the Pike Red Devils showed the people of Indiana that these old fashioned values can still take us to new heights.

It is my distinct pleasure of ensuring that the accomplishments of this special group of young people are forever memorialized in the CONGRESSIONAL RECORD of the United States of America and I have the honor of paying special tribute to: Keith Borgan, Drew Breeden, Devin Thomas, Curtis Thomas, Tony Weeden, Darren Yates, Chris Thomas, David Teague, Brandon Hurd, Donald Yates, Stacy Jenkins, Kyle Murphy, Justin Cagle, and Parrish Smith.

Mr. Speaker, let all who read these pages until time immemorial know that on the 24th day of March, a very special group of people came together and won the historic Indiana State Basketball Championship. Let all rejoice and celebrate the Pike High School Basketball team.

TRIBUTE TO RETIRING GENERAL DANIEL W. CHRISTMAN

HON. IKE SKELTON
OF MISSOURI
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. SKELTON. Mr. Speaker, I take this opportunity to speak on the upcoming retirement of Lieutenant General Daniel W. Christman, Superintendent of the United States Military Academy. In the very near future, General Christman will retire after over 30 years in the Army. He has distinguished himself, the Army and our nation with dedicated service.

General Christman began his service in the military in 1965, after graduating first in his class from the United States Military Academy. Throughout his career General Christman has continued his formal education. He received masters degrees in both civil engineering and public affairs from Princeton University and a law degree from George Washington University.

General Christman has held many command assignments and honorably served the American people throughout the world. He served as United States Representative to the NATO Military Committee. He served as Commander of the Savannah District, United States Army Corps of Engineers, Commander of the 54 Engineer Battalion, Company Commander in the 328th Engineer Battalion and Company Commander, 2nd Engineer Battalion.

General Christman also served as Staff Officer in the Office of the Deputy Chief of Staff for Operations, Department of the Army and as a Staff Assistant with National Security Council. In both of these positions General Christman was responsible for advising the Army Chief of Staff and senior staff on the Strategic Arms Limitation Talks.

Prior to his current assignment, General Christman served for nearly two years as Assistant to the Chairman of the Joint Chiefs of Staff General John Shalikashvili. He served for a year and a half as Army advisor to the Chairman of the Joint Chiefs of Staff, Admiral William J. Crowe and as Assistant to the Attorney-General of the United States for National Security Affairs.

General Christman also served as Director of Strategy, Plans and Policy in Department of
Mr. Chairman, I am hopeful that my colleagues in the Senate will vote to remove this misguided amendment. Mr. Chairman, I would also like to express my disappointment that the Committee on Rules did not make in order a very important amendment that I offered to the State Department Authorization bill. Under the amendment, which I have introduced as a separate bill, H.R. 1338, the Secretary of State would be required to designate an existing NGO as a U.S. Government sponsor to monitor efforts to bring justice to U.S. victims of terrorism abroad. Each year, hundreds of thousands of U.S. citizens work and travel overseas, including a growing number of U.S. employees who work for the energy industry, including many in my home state of Texas. Because of the confusing blend of multijurisdictional concerns, U.S. victims of terrorism and their families are often unable to obtain justice, even when the perpetrator's whereabouts are known by Federal authorities.

Under this measure, the Assistant Secretary of State would be required to work directly with the Justice Department and other applicable Federal agencies to identify and track terrorists living abroad who have killed Americans or who are involved in acts of terrorism that have directly affected American citizens. In addition, the Assistant Secretary would provide an annual report to Congress on the number of Americans kidnapped, killed, or otherwise directly affected by the actions of international terrorists. Also included in the annual report to Congress would be a thorough detailing of what actions State and Justice are undertaking to obtain justice for U.S. victims of international terrorism and a current list of terrorists living abroad. I regret that the committee did not see fit to report my amendment, which I have introduced as a separate bill, H.R. 1338. However, I am hopeful that my legislation will be considered by the House and Ranking Member of the Committee on International Relations in the coming weeks.

I also strongly support passage of the amendment offered by my colleague, HIRC Ranking Member Tom Lantos, to prohibit International Military Education and Training (IMET) funds for Lebanon's military forces unless the President certifies that the Lebanese Army has deployed to the internationally recognized border with Israel. One year ago, Israel unilaterally withdrew from Lebanon, and the UN subsequently certified Israel's pull-out as complete, and called on the Lebanese government to take control of its southern region. However, Israel continues to face attacks, kidnappings and the threat of rocket attacks from southern Lebanon. Hezbollah terrorists, with the support of Syria and Iran continue to operate freely in Southern Lebanon because the government of Lebanon refuses to assert its authority in the region, as called for by the UN Security Council Resolution. I strongly support this amendment, which would block IMET funding to the Lebanese military, but does not block any other assistance. It simply mandates a Presidential report in six months about a possible termination of economic assistance. While I understand the concern of those who believe this amendment will undermine Hezbollah and increase Syrian influence in Lebanon, tens of thousands of Israeli citizens live in their homes in a state of insecurity, rockets and kidnappers, and the U.S. must take steps to ensure that the Lebanese government takes firm control of its own territory.

Mr. Chairman, the State Department Authorization bill helps fund some of the most critical programs administered by the State Department. I regret that the bipartisan-supported language stripping the Mexico City provisions was included in the final version of the bill we approved in this chamber. However, whenever possible, I believe Congress should stand in support of an Administration's foreign policy agenda. I believe that the underlying bill makes good on our commitment to fund many critical priorities. That is why I believe that amendments such as those that would disallow legal medical services in the provision in this bill. The Mexico City policy is not the way to cease abortions, and I hope that the original language—which was approved by the House Committee on International Relations without this provision—will be reinstated by the time this bill is delivered to the President's desk.

Tribute to Teachers from Northwest Indiana

HON. PETER J. VISCOMSKY OF INDIANA

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. VISCOMSKY. Mr. Speaker, it is my distinct honor to commend seven dedicated teachers from Northwest Indiana who have been voted outstanding educators by their peers for the 2000–2001 school year. These individuals, Darwin Kinney, Zita Dodge, Mary Hedges, Judy Seehausen, Pat Reyes and Pat Nemeth, will be presented the Crystal Apple Award at a reception sponsored by the Indiana State Teachers Association. This glorious event will take place at the Broadmoor Country Club in Merrillville, Indiana, on Wednesday, May 16, 2001.

Darwin Kinney, from Crown Point Community School Corporation, has taught for 34 years at Crown Point High School. While Darwin carries a heavy teaching load of Biology and Life Science, he has always been dedicated to maintaining personal interaction with his pupils. His commitment to students is obvious. As an educator, Darwin works closely with his students during and after school, ensuring that they maximize their potential. His desire to educate and enlighten the minds of the young adults who enter his room is evident in the way in which he interacts with his classes.

Zita Dodge, from Hanover Community School Corporation, uses several different learning styles to reach every student. The love and care that she shows the children is reflected on every student's face. Zita started teaching in Hanover in 1970, where her career began as a music teacher. She then taught kindergarten and later moved on to teach first grade. During her service as an educator, Zita has served on several district and building committees. Judy Seehausen, Sandra Baker, Pat Nemeth and Pat Reyes, who are presented here, have dedicated themselves to education, both through education. Zita went back to school to become a counselor and was hired as a Home School Facilitator. For the past five years, Zita has enjoyed being back in the classroom teaching first grade. Zita has always unsatisfyingly dedicated herself to the field of education. She is a woman who finds her many classes and to all the adults that she helped become better parents and teachers.
A dedicated teacher for 32 years, Mary Hedges of the School Town of Highland is a role model, inspiration and an outstanding professional. Mary is a wonderful caring teacher who frequently creates hands-on lessons for her students. She is always ready to listen to others. Mary is very active in the School Corporation. She is an officer of the PTO, sits on the Science Curriculum Committee and the Textbook Committee, and helps with the Performance Based Assessment.

Judy Seehausen began her teaching career in 1974 in Columbus, Georgia, and is currently employed in the Lake Central School Corporation in St. John, Indiana. When Judy and her family moved to Indiana, she taught at Kahler Middle School. In 1979, Judy earned a life license in English, Guidance and Counseling and began working as a counselor at the high school. Judy returns to the classroom every summer to teach English, maintaining her teacher-student perspective. Teachers turn to Judy as their strongest advocate and her peers describe her as an outstanding and dedicated professional. She is a diplomat, creative problem solver and a mediator for all.

As a professional educator during her thirty years of service to the School Town of Munster, Sandra Baker has been a valuable asset. Sandra is a leader in civic education, and has led her classes to superior rankings in the regional and state “We the People” constitutional hearings for eight consecutive years. In 1995, the American Lawyers Auxiliary named Sandra “Elementary Teacher of the Year.” For the past 15 years, she has taught a full-time magnet class for academically talented 5th graders. Sandra’s greatest desire is to leave a positive mark on the world through her work with children.

Pat Reyes from North Newton School Corporation in Morrocco, Indiana, has been a third grade teacher at Lincoln Elementary School for twenty-six years. Pat is conscientious about having her students meet the standards expected of them, but she also gets involved in many other activities. For example, Pat works with the National Arbor Day Foundation in order to involve the school in an annual tree planting ceremony. She also is instrumental in coordinating special observances of holidays, and is in charge of the school’s annual tree planting ceremony. She also is instrumental in coordinating special observances of holidays, and is in charge of the school’s annual tree planting ceremony.

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Mr. Reyes. Mr. Speaker, I rise today in support of H.R. 1727, the Fallen Hero Survivor Benefit Fairness Act. This bill would allow a necessary extension of tax free benefits to the survivors of law enforcement and public safety officers killed in the line of duty before December 31, 1996. This bill provides all families of deceased public safety officers the opportunity to receive an exclusion from the income accumulated from any survivor annuity granted on account of the death of a public safety officer killed in the line of duty. This legislation will help the families who have endured the loss of their safety officer family member.

Currently, 1.2 million men and women serve as firefighters or emergency medical technicians. Every year, our country can expect to lose over 100 men and women who bravely provide our communities with these essential public safety services. In 1999, the strong line held by our police and law enforcement agencies thinned by 134 officers killed in the line of duty. Many of these individuals left behind mothers, fathers, brothers, and sisters, wives, husbands, sons and daughters to carry out legacies and lives without their beloved peace officers and safety officials. The families of our deceased public safety officers deserve to continue their lives as free from unnecessary obligation as possible.

Law enforcement officers, their family and friends living in my district of El Paso, Texas will soon hold the El Paso Police Memorial Service in remembrance of police officers killed in the line of duty. This service will be held tomorrow, and will honor officers who have served El Paso and El Paso County from the late 19th century to the present. Officers of all description will be honored, such as Detective Charles Heinrich who died from a gunshot wound to the head in 1965, two years after being shot by a perpetrator; Detective Norman Montion who was killed during a massive gunfight in October of 1989; and Officer Ernesto Serra, a Persian Gulf war veteran working off duty security when shot in November of 1991. They all served proudly and honorably in the face of danger. With the passage of this bill, their families may enjoy compensation without burdensome taxation.

Mr. Speaker, H.R. 1727 allows our country to lend assistance to families who have faced loss for the sake of public safety. We should approve this legislation as a tribute to the service of public safety officers, the lives that they save and protect, and the families who survive them.

TRIBUTE TO MISSOURI INDUSTRY OF THE YEAR—SCHOLASTIC INCORPORATED

HON. IVE SKELETON OF MISSOURI

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. SKELTON. Mr. Speaker, it is with pride that I announce that Scholastic Incorporated, of Jefferson City, Missouri, has been named Missouri Industry of the Year. Scholastic is Jefferson City’s largest private employer. Scholastic, which ships paperback books to students throughout the nation, was recognized at Missouri Industry Day. Missouri Industry Day was designed to highlight young people, legislators and the general public become more aware of the role of business and industry in Missouri’s state economy. Criteria for the award include use of company resources to contribute to a municipality where the company is located, showcasing the entrepreneurial spirit in the community and providing innovative leadership relating to products or services.

Scholastic excelled in all of these areas. They created an additional 1500 new jobs in Missouri, employing a total of 3000 Missourians. Scholastic offered on-site training programs for employees including English As A Second Language, GED classes and computer application classes. Scholastic employees are also eligible for 50 percent tuition reimbursement for post-high school education. Employees of Scholastic are involved in locals Chambers of Commerce, March of Dimes, United Way and other organizations.

Scholastic and the Missouri General Assembly collaborated for the “Missouri Reads” program. An initiative where legislators read to students and the students receive a free copy of the book. So far Scholastic has donated over 80,000 to Missouri’s children.

Mr. Speaker, Scholastic Inc., of Jefferson City, Missouri, has been an example to industry throughout Missouri and the Nation. I wish Scholastic and its employees all the best in the days ahead. I am certain that the Members of the House will join me in congratulating such a fine company.

HON. KEN BENSTEN OF TEXAS

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. BENSTEN. Mr. Speaker, I rise to recognize my friend and constituent, Councilman Gene (Juggy) Garison of Pasadena, Texas. The 28th Annual Pasadena Strawberry Festival which takes place from May 18 through May 20, 2001, will honor Councilman Garison by making him Honorary Grand Marshal of the parade and dedicating the festival to him. In honor a special monument is being constructed at the Pasadena Fairgrounds for display at the Festival and feature a history of his many accomplishments.

Gene was born in the city of Houston and graduated from Stephen F. Austin High School. He attended the University of Houston while working construction as a Member of Hodd Carrier Local and Carpenters Local. He also worked as a deep water oil rig in Texas and Louisiana. He served in the Air Force and Air National Guard before joining the Pasadena Police Department in 1966. While on the Pasadena Police Force he was also a Pasadena Volunteer Fireman. He started several local businesses, becoming President/CEO of Emergency Safety Products in 1982.

In 1992. Gene was elected Councilman for District D. He will leave this position on June
30, 2001, after serving the people of Pasadena for four successful terms. During his tenure as Councilman, some of his many accomplishments include: revitalization of the North End, the Capitan Theatre and the Corrigan Center; creation of the hike and bike trail between Thomas and Harris; hiking trail at Deepwater Heights; and Burke’s Hill, some who knows miles of new sewer lines, water lines, and street lights; and cleaning of ditches for flood control.

In addition to his tireless efforts as a Councilman, Gene’s giving heart also comes through for many charities. He never turns his back on anyone in need or a charitable cause. He loves donating his time cooking for many local charitable fundraisers. He has always believed in being active and involved in community organizations. His civic involvement includes: The Elks; The Eagles; American Legion; San Jacinto Day Foundation; Strawberry Festival; Pasadena Livestock Show and Rodeo; South Pasadena Rotary Club; Pasadena Volunteer Fire Department; Life Member of the 100 Club; Life Member of the National Guard Association of Texas; Pasadena Chamber of Commerce; Chef for Deer Park’s Men Who Cook; Former Pasadena Police Officers’ Association; CASI Pasadena POD; Board of Directors for Houston Fire Museum; CITA Council for City of Pasadena; 1st graduating class of Pasadena Police Citizen’s Academy; Disaster Chairman for American Red Cross; Life Member of Stephen F. Austin High School Alumni; and Parliamentarian for S.F. Austin High School Alumni.

Mr. Speaker, I congratulate Gene Garison on his continued outstanding contributions to our community. He inspires one who knows Iggy knows of his great sense of humor and his tremendous dedication to his family—wife, Susie, son John, stepdaughter Tammy, stepson Sam, grandsons Tyler, and mother-in-law, Jane. He is an inspiration to all of us in public service and this honor by the Pasadena Strawberry Festival is well deserved.

INTRODUCTION OF THE CLEAN EFFICIENT AUTOMOBILES RESULTING FROM ADVANCED CAR TECHNOLOGIES ACT (THE CLEAR ACT)

HON. DAVE CAMP
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. CAMP. Mr. Speaker, today, I am reintroducing legislation that would provide incentives to encourage the development of alternative fuel technologies and consumer acceptance of these products. The primary purpose of the legislation is to enhance overall energy security and diversity goals by reducing U.S. dependency on foreign oil. Transportation accounts for nearly 2/3 of all oil consumption and is almost 50% dependent on petroleum.

Providing tax incentives for a limited period of time to consumers is needed to help offset the higher costs associated with new technology and alternative fuel vehicles. As the vehicles gain consumer acceptance and production volumes increase, the cost differential between these vehicles and conventional vehicles will be reduced or eliminated.

This legislation will develop market acceptance of a wide range of advanced technology and alternative fuel vehicles including: Fuel Cells, Hybrid Vehicles, Dedicated Alternative Fuel Vehicles and Battery Electric Vehicles.

Historically, consumers have faced three basic obstacles to accepting the use of alternative fuels and advanced technologies: the cost of the vehicle, the cost of alternative fuel, and the lack of an adequate infrastructure of alternative fueling stations. My legislation provides a tax credit of 50 cents per gallon equivalent for the purchase of alternative fuels at retail establishments. It also provides a base tax credit for the purchase of vehicles dedicated to the use of alternative fuels or vehicles using advanced technologies. The other part offers a bonus credit based on the vehicle’s efficiency and reduction in emissions.

Tax incentives within sunset within 6 years for all applications with the exception of fuel cell vehicles which are extended to 10 years. With minimum development cycles of 2–4 years for new vehicles, incentives are needed now to move existing designs to the market so they can accelerate the process for customer acceptance.

COMMEMORATING DEDICATION AND SACRIFICES OF LAW ENFORCEMENT OFFICERS

SPEECH OF
HON. SILVESTRE REYES
OF TEXAS
IN THE HOUSE OF REPRESENTATIVES
Tuesday, May 15, 2001

Mr. REYES. Mr. Speaker, I rise today in support of House Resolution 116, a resolution expressing the sense of the House of Representatives that a Peace Officers Memorial Day should be established to honor law enforcement officers killed or disabled in the line of duty.

This resolution also calls upon the citizens of the United States to commemorate and pay homage to these officers with appropriate ceremonies of appreciation and remembrance as well as respect for the sacrifices they have made while protecting and serving our communities and our country.

As someone who spent twenty six and a half years as a law enforcement officer, I realize how important it is to recognize the men and women who stand in the line of fire every day and protect our cities and our neighborhoods. The establishment of a Peace Officers Memorial Day will ensure that everyone in this country recognizes the service given to us by our law enforcement community. Most of us can imagine such a day to include the flying of flags at half-staff and the ringing of bells. But to give customers better and more reliable services for fallen officers; the embraces given by family members, some to comfort and some to express gratitude; many will offer their thanks in knowing that our streets are safer since they are being watched by men and women brave enough to carry the badge of a law enforcement officer. The time has come to declare such a day of commemoration.

Two twenty-two police officers from my district of El Paso, Texas who were killed in the line of duty will be remembered at the El Paso Police Memorial Service to be held on Wednesday, May 16, 2001. The dates of their service range from the late 19th century to the present. Proud public servants such as Assistant City Marshal Thomas More who was killed on July 11, 1883 while answering a report of disturbing the peace; Officer Newton Stewart who died on February 17, 1900 during a jailbreak; Officer William Paschall who was killed by suspected burglars on the night of December 4, 1914; Detective Guillermo Sanchez, a two-year veteran of the El Paso Police Department and father-to-be who was killed by burglars on December 14, 1957; and Officers Arthur Lavender and Roger Hamilton who both died in traffic accidents respectively in 1966 and 1970. These officers will forever be remembered within the El Paso law enforcement community. These men served their community proudly, and I ask that they receive the recognition and respect they deserve by granting them a national day of remembrance.

Finally, I am reminded of one of the most honored monuments that rests in our nation’s capital. The National Law Enforcement Officers Memorial, which has inscribed on its marble walls the names of more than 14,000 officers who have been killed in the line of duty, dating back to the first known death in 1794, contains an inscription that captures the spirit of all who are blessed upon seeing this Memorial. It reads: “In Valor, There is Hope.” May that hope live on forever, and continue along with the memory of every officer etched on that wall.

RECOGNIZING CAROLE KENT FOR HER ACHIEVEMENTS IN CARING FOR CHILDREN

HON. MIKE THOMPSON
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. THOMPSON of California. Mr. Speaker, I rise today to honor Carole Kent for her continuing work in improving the lives of the children in our community. Carole has been invaluable to the people of the Napa Valley by directly working with our community’s children and by teaching her unique skills to her colleagues in child development.

Currently, Carole is a professor of Child and Family Studies at Napa Valley Community College. She has taught at Napa Valley College for over 23 years, and under her stewardship the number of students in the College’s child development program has grown tenfold to a total of 1500 students in 32 classes today.

Carole’s influence goes beyond the classroom—she is a founding member of both the Napa County Self Esteem Task Force and the Napa County Family Resource Centers for Children. Moreover, she has been actively involved in national and international child development issues. In addition to her research
FOREIGN RELATIONS AUTHORIZATION ACT, FISCAL YEARS 2002 AND 2003

SPEECH OF
HON. RON LEWIS
OF KENTUCKY
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

The House Committee of the Whole House on the State of the Union had under consideration to the bill (H.R. 1666) to authorize appropriations for the Department of State for fiscal years 2002 and 2003, and for other purposes:

Mr. LEWIS of Kentucky. Mr. Chairman, I rise today in strong support of the Hyde-Smith Amendment. Once again, we are debating the use of federal tax dollars for abortion. In a poll taken last year, Fox News surveyed 900 Americans and found that only 51% of them believed that abortion was wrong, with 15% not sure. Why are we using taxpayer dollars to fund abortion when the vast majority of Americans don’t agree with it?

I am also amazed at the other side’s argument that reversing the Mexico City policy will save lives! It does exactly the opposite by murdering children who just happen to have not yet been born. Don’t let their rhetoric fool you! We do provide quality family planning for overseas family groups, and keeping the Mexico City policy in place will further protect the newest members of these families.

I urge my colleagues to vote “yes” on the Hyde amendment.

INTRODUCTION OF AN AMENDMENT TO THE INTERNAL REVENUE CODE OF 1986 TO EXPAND THE CREDIT FOR ELECTRICITY PRODUCED FROM CERTAIN RENEWABLE RESOURCES TO ENERGY PRODUCED FROM LANDFILL GAS

HON. DAVE CAMP
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. CAMP. Mr. Speaker, today, I am reintroducing legislation that would encourage the development of projects that capture landfill gas and use it as an alternative energy source. Furthermore, this bill would add incentives to landfill gas (LFG) projects by making the existing tax credit in Section 45 of the tax code available to them. Section 45 currently provides a tax credit for electricity generated by projects using wind, closed-loop biomass or poultry waste.

I believe the host of environmental and renewable energy benefits that can be provided by LFG projects, as described below, also deserve federal support. Additionally, our legislation would find the current tax credits for wind, closed-loop biomass and poultry waste. LFG is produced as waste decomposes in the many landfills that serve our communities.

If not captured, the gas is odorous, presents a fire hazard, and contributes to local air pollution. This tax credit will encourage the installation of LFG utilization projects which capture and use the gas which would otherwise go unprocessed. This captured energy can then be used to generate electricity or as a fuel for heating. In addition, the captured gas can be used for industrial and commercial use and fuel cells or alternative fuel vehicles, decreasing our dependence on foreign fuels.

For communities owning municipal solid waste landfills, sale of the electricity or gas from such projects can provide a welcome stream of revenues to offset the cost of environmental controls at the landfills, including Clean Air Act requirements, and other costs related to solid waste management and recycling services. LFG’s use can also significantly reduce greenhouse gas emissions.

Currently, there are about 270 LFG projects in existence, the bulk of which were made possible by a previous federal tax credit for development of non-conventional fuels. It is estimated that between 400 and 500 additional LFG projects could be brought on line if a tax credit were provided. With these potentials, energy projects on line, the nation could save more than 40 million barrels of oil annually.

RECOGNIZING DAVE CURTIN FOR HIS TWENTY-SEVEN YEARS OF LAW ENFORCEMENT SERVICE

HON. MIKE THOMPSON
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. THOMPSON of California. Mr. Speaker, I rise today to recognize Dave Curtin as he retires from the St. Helena Police Department. Dave, a true friend of mine, has spent the last twenty-four years of his career serving the people of St. Helena, California. He is a native of St. Helena. I can attest to the strong embodiment of law enforcement that Dave proves on a daily basis. It is not solely in law enforcement that Dave has made a positive impact on; his involvement in numerous aspects of community life is invaluable to St. Helena. Dave is a fellow U.S. Army veteran, and he is also a colleague of mine in the American Legion, St. Helena Post 199. He has served as Post Commander five times in St. Helena. I am impressed with his unfailing commitment to our community.

Dave’s dynamic experience includes stints as the Police Reserve Coordinator, Check Fraud Officer, Juvenile Officer, and acting Field Supervisor. In the greater community, he has served on the Napa College Criminal Justice Advisory Board, the St. Helena High School Attendance Review Board, and served on the negotiating team as president of the St. Helena Police Officers Association.

Dave is also involved internationally in law enforcement. As a member of the International Police Association he has been a host to numerous European and South African police officers visiting the Napa Valley.

A native of Northern California, Dave originally hails from Oakland, and he received his Bachelor of Arts Degree in Public Administration from California State University, Sacramento. He also holds a lifetime teaching credential from University of California, Davis.
Dave and his wife, Susan, have been married for over twenty-nine years. Their daughter Shayna, recently graduated from San Jose State University, and their son, Calen, is finishing his senior year at Justin Siena High School in Napa.

Mr. Speaker, it is appropriate at this time that we recognize Dave Curtin for his tremendous work for the people of the Napa Valley. He is a true asset to our community and I speak on behalf of the people of St. Helena when I thank Dave Curtin for his valued service.

TRIBUTE TO THE LATE JAMES EDWARDS, JR.

HON. NICK LAMPSON
OF TEXAS
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. LAMPSON. Mr. Speaker, I rise today with great sadness to honor James Edwards Jr., who passed away at age 68. James Edwards Jr. was a man who not only talked the talk, but walked the walk. He was a true visionary with a vision of a better life for all Americans. He spent his life fighting for equality, justice, and opportunity and was one of the first African-Americans elected to political office in Galveston County in modern times.

He was a community activist who believed in opportunity for all, and was always looking to the future of the Southeast Texas-Gulf Coast area. Throughout his long and successful career, he helped many. James was a long time union leader who joined the Oil, Chemical and Atomic Workers International Union in 1964 when he went to work at the Marathon Oil Co. Refinery in Texas City. He was named Texas state legislative director by CCAW's District 4 Council in 1983 and served as secretary-treasurer of the Texas City local from 1986 until the early 1990's. James was a tremendous influence on the labor and political community in Texas, and those in that arena often sought his advice.

James was a family man. He is survived by his wife, Johnnie Mae; their son, James Edwards III; and her children from a previous marriage, Deborah Boone, Pierce Boone and Joseph Boone.

Mr. Speaker, despite his great success, James Edwards Jr. remained a man of the people, honest and forthright. His was the utmost character, and his attributes of selflessness and commitment to others are rare gifts that the Southeast Texas-Gulf Coast area was lucky to have. His work and his dedication to the people of this great country is unparalleled. James Edwards Jr. will be sorely missed.

FOREIGN RELATIONS AUTHORIZATION ACT, FISCAL YEARS 2002 AND 2003

SPREECH OF
HON. C.L. "BUTCH" OTTER
OF IDAHO
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

The House in Committee of the Whole on the House of the State of the Union had under consideration: The bill (H.R. 1646) to authorize appropriations for the Department of State for fiscal years 2002 and 2003, and for other purposes:

Mr. OTTER. Mr. Chairman, I rise today to voice my reasons for voting against final passage of this bill. I recognize and value what a great, longstanding friend Taiwan has been to the United States.

CONGRATULATIONS TO THE REPUBLIC OF CHINA ON TAIWAN

HON. DAN BURTON
OF INDIANA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. BURTON of Indiana. Mr. Speaker, on May 22nd, President Chen Shui-bian of the Republic of China will be completing his first year of service as Taiwan's head of state, and I would like to take this occasion to congratulate him and comment on a few of Taiwan's achievements.

For the last two decades, the republic of China on Taiwan has been a major trading partner of the United States. It has maintained friendly and cooperative relations with us for the last ninety years. Taiwan is one of the most successful models of rapid political reform in the entire world. Fifty years ago, Taiwan was a closed authoritarian society with no freedom of speech, freedom of assembly, or right to vote. Today, Taiwan is a full-fledged democracy. It is home to more than 90 political parties. Virtually every political office in Taiwan is hotly contested through free and fair elections.

Taiwan believes in free-market economics. Taiwan's economy is so strong that it offers its people one of the highest standards of living in Asia, universal education, and free medical care for people of all ages. With respect to U.S.-Taiwan trade, Taiwan is our seventh largest export market, supporting many jobs for U.S. manufacturers. In addition, U.S. colleges and universities host more than 10,000 Taiwan students. The U.S. is the number one destination for most of Taiwan travelers. Lastly, Taiwan and the United States share many common values such as a respect for human rights, freedom of speech, and democracy.

I would like to offer my congratulations to President Chen and the people of Taiwan. I also would like to welcome President Chen as he transits New York on his way to Central America. Although his stay in New York will be brief, his visit is of tremendous importance to all of us Americans. The United States is the number one destination for most of Taiwan travelers. Lastly, Taiwan and the United States share many common values such as a respect for human rights, freedom of speech, and democracy.

I would like to offer my congratulations to President Chen and the people of Taiwan. I also would like to welcome President Chen as he transits New York on his way to Central America. Although his stay in New York will be brief, his visit is of tremendous importance to all of us Americans. The United States is the number one destination for most of Taiwan travelers. Lastly, Taiwan and the United States share many common values such as a respect for human rights, freedom of speech, and democracy.

More importantly, Mr. Chairman, the Kyoto treaty is monumentally flawed. If ratified it would require the United States and other developed countries to reduce their emission of so-called "greenhouse gasses" at least 7% below 1990 levels by 2010. At the same time developing countries, such as China, Brazil, and India, were exempted from the greenhouse requirements.

If implemented, the Kyoto treaty would have driven manufacturing industries entirely out of the United States. The United States already has strict Clean Air laws. Requiring a 7% decline in emissions for every industry would impose enormous costs on manufacturers and has not been scientifically proven to prevent global warming. If given the opportunity to choose between a country with these strict laws, our nation that is bound by treaty to reduce emissions, I am of no doubt as to which country that firm will move to.

In addition to driving industry off-shore, full implementation of the Kyoto treaty would require increases in gasoline and electricity prices of up to 50%, and an estimated job loss of 2.4 million, according to one study. Mr. Chairman, the Clinton Administration did not sign a treaty at Kyoto, they signed a death sentence for the American economy. President Bush sensibly announced on March 28 that the United States would not take steps to implement the Kyoto Amendment. The Mexico City policy was added to the final bill.

Despite these improvements, I could not vote for final passage of this bill for two reasons. The first reason is the failure of this House to pass the amendment of my friend and colleague from Colorado, Mr. TANCREDO. I cannot support a bill that authorizes $118 million for rejoining the United Nations Education, Scientific and Cultural Organization (UNESCO). UNESCO is a profoundly anti-western, anti-American organization. President Ronald Reagan was correct in withdrawing the United States from this group, and I will not vote to send my constituents' tax dollars to an unelected intelligentsia who hate this country.

The second reason I voted against this bill is because of language urging United States support for the creation of the Kyoto environment. There is no way I could vote for this bill with the language intact. This provision is unsound constitutionally and economically. The Kyoto language is unsound constitutionally because the other body has refused to ratify this treaty. The Constitution specifically reserves the treaty ratification power to the Senate. This house has no place urging the President to enforce a treaty that our country is not bound by. We have very strict laws restricting air and water pollution. If the House of Representatives thinks these laws aren't strict enough, which I do not believe, then the House should pass a bill changing those laws. International negotiations are not the way the Founding Fathers intended for our environmental laws to be changed.
PERSONAL EXPLANATION

HON. LORETTA SANCHEZ
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Ms. SANCHEZ. Mr. Speaker, during rollcall vote numbers 109, 110, 111, 112 and 113 on May 15, 2001 I was unavoidably detained. Had I been present, I would have voted “yea” on all five votes.

HENRY ZYGALSKI

WISCHMEYER

OF MASSACHUSETTS
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. HAYWORTH. Mr. Speaker, a year ago, Mr. Chen Shui-bian assumed the presidency of the Republic of China on Taiwan. Today I would like to join my colleagues in the people of Taiwan in wishing President Chen a happy one year anniversary in office. Also, a warm welcome to President Chen and his party as they transit through New York later this month. After a brief stop in New York, they will journey to Central America.

Mr. Speaker, Taiwan has a dynamic economy that is the envy of much of the world. Taiwan is now the world’s 17th largest economy and holds $100 billion in foreign exchange reserves. The United States is a major trading partner of Taiwan. Politically, Taiwan is one of the freest nations. It has a democratically elected head of state and holds free elections at all levels. People enjoy full human rights and press freedom.

By any measurable standard, Taiwan is an economic powerhouse and a beacon of democracy. Mr. Speaker, I salute President Chen and his people on the occasion of Mr. Chen’s first year in office.

HONORING FATHER AMOS WISCHMEYER

HON. DALE E. KILDEE
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. KILDEE. Mr. Speaker, I rise today to pay tribute to a man who has dedicated more than 50 years to making our community a better place. On June 3, 2001, Father Amos Wischmeyer, of St. Mary’s Catholic Church, will celebrate his Golden Jubilee.

Father Wischmeyer was ordained in 1951 and began his career at Holy Trinity in Fowlerville and then St. Phillips in Battle Creek. He later went on to serve at St. Joseph’s in Gaines and St. Mary’s of the Lake in New Buffalo. In 1967, he followed the Lord’s calling to serve as the Pastor for St. Mary’s Catholic Church in Swartz Creek, where he has served for the past 34 years.

One of the high points of Father Wischmeyer’s priestly life was when he was able to meet Pope John Paul II in January of 2001. He was the great privilege and opportunity of having a private audience with Pope John Paul II at the Vatican. It was a truly memorable experience for Father Wischmeyer.

Since his assignment to St. Mary’s in 1967, pastor Wischmeyer has been an effective advocate for the disadvantaged. He continually extends his arms to help anyone in need. Throughout his service at St. Mary’s, Father Wischmeyer has also managed to keep the Parish School open and fully operational, enriching children’s lives with faith and allowing them to open their hearts to God.

For the past 50 years, Pastor Wischmeyer has worked tirelessly to spread the Word of the Lord. He has made this his goal and dedicated his life to working not only within the parish, but also throughout the community to achieve this goal. Continually putting the needs of others above his own, Father Wischmeyer is an exemplary and loyal servant of God.

Mr. Speaker, I am very proud to acknowledge the fine work of Father Amos Wischmeyer. His dedication to proving food, clothing, shelter and education to anyone at anytime, without hesitation, serves as a fine example to us all. Our community would not be the same without the presence and influence of Father Wischmeyer. I know our community and I believe this because of his spiritual mission. I am pleased to ask my colleagues in the 107th Congress to join in congratulating his 50 years of pastoral service.

ENIGMA CODE BROKEN MAINLY BY THE POLES

HON. BARNEY FRANK
OF MASSACHUSETTS
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. FRANK. Mr. Speaker, one of the most significant events in World War II other than those which took place on the battlefield was the cracking of the Germans’ Enigma code. This great contribution to our victory in the war against Hitler was recently highlighted because of the theft of one of the Enigma machines last year in England. This led to some discussion in the newspapers about this event, and there are extremely well informed people who believe that the newspaper discussions of the event were inaccurate, particularly in not giving sufficient credit to the work of brilliant analysts from the University of Poznan in Poland in cracking this code. According to Edward Gwiazdowski of New Bedford, an authority on this matter, and the Program Director of the Polish Happy Time on WBNH radio, “by 1937, the Poles deciphered nearly three-quarters of all intercepted German military communications.” And in July 1939, the Poles offered their accomplishments to the potential allies. Delegations were presented with one Polish-made Enigma coding machine called Bombe.

Just this further note: Recently in Poland, the Polish government honored Marian Rejewski, Jerzy Rozycki and Henry Zygalski, posthumously, for their outstanding achievements.

The eminent English historian Ronald Lewin, in his book “Ultra Goes to War,” details the indispensable Polish contribution to World War II. The dedication at the beginning of Lewin’s book says: “To the Poles who sowed the seed and to those who reaped the harvest.”

PERSONAL EXPLANATION

HON. E. CLAY SHAW, JR.
OF FLORIDA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. SHAW. Mr. Speaker, on rollcall No. 121, passage of H.R. 1646, the Foreign Relations Authorization Act, I was unavoidably detained. Had I been present, I would have voted “yea.”

THE ENERGY PROBLEM AND ITS EFFECTS ON WEST VIRGINIANS

HON. SHELLEY MOORE CAPITO
OF WEST VIRGINIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mrs. CAPITO. Mr. Speaker, I would like to raise attention to the energy problem and how
it is affecting people in the Second Congressional District of West Virginia. The recent energy crisis in California has become front-page news in papers throughout the country and rightfully so. Other regions are suffering too, though, and unless action is taken soon, the problems of Californians will become the problems of everyone. Evelyn P. Jones of Montrose, Randolph County, West Virginia, is a citizen in my district whose plight is particularly distressing. Her caring son, James A. Jones, who is the workers’ compensation program manager for the Library of Congress, brought Evelyn’s situation to my attention. I want to tell her story because I think that it is representative of others in my district and state as well as throughout the country.

Evelyn Jones is a retiree living on a fixed income of $500 a month. She lives on the family farm and takes care of her 90-year-old sister. The rising cost of home heating oil has placed Mrs. Jones in a terrible financial quandary. Her heating oil bills from last September 12 through March 3 totaled $1725.55. Fortunately for Evelyn, she has a close-knit family, many of whom live in nearby Elkins and help her buy food, medicine, and other necessities.

Were it not for Evelyn’s family, she would likely have to make the difficult decision of choosing between adequate heating, food, or medicine. I have little doubt that many citizens of a similar disposition do, in fact, have to make such decisions. Congress has provided some relief in the form of the Low Income Home Energy Assistance Program (LIHEAP). However, many citizens in need are either not eligible for this program or do not like the idea of government help. Clearly, a more comprehensive policy approach is needed to provide both short-term relief and long-term solutions to high prices and energy shortages.

The Washington Post reports that gas prices have risen to a nationwide average of $1.68 per gallon of regular unleaded. The Energy Department has estimated that the cost this summer will range from $1.50 to $1.75, a five percent increase from last year. In some areas of the country, prices may reach $3.00 per gallon. The rising price of gasoline is representative of the rising prices of petroleum products in general. Certainly a great many causes factor into such prices. A decline in domestic production and infrastructure accompanied by an increase in demand has left the country ill prepared for the current struggles. Congress and the Bush Administration must be receptive to new ideas and solutions to correct the neglect of the past.

The current energy situation was not created overnight and it will not be corrected easily. I look forward to working with my fellow members in the House of Representatives as well as the President and his administration to begin to solve this complex problem. The Evelyn P. Joneses of our country demand that effective action be taken soon.

TO HONOR THE U.S. COMMISSION ON INTERNATIONAL RELIGIOUS FREEDOM COMMISSIONERS FOR THEIR SERVICE, MAY 15, 1999–MAY 14, 2001

HON. FRANK R. WOLF OF VIRGINIA IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. WOLF. Mr. Speaker, I rise today to honor and thank the nine men and women who have completed their two-year term of service to our nation as commissioners on the U.S. Commission on International Religious Freedom. This commission was created by Congress to generate a heightened awareness to the never ending atrocities associated with persecution of individuals around the world for their religious beliefs.

As a result of their investigations, hearings, and reports of religious rights abuses, these commissioners have provided Congress and the administration with timely and accurate information used to formulate U.S. policy. In this capacity, chairman Elliott Abrams and commissioners Nina Shea, Rabbi David Saperstein, Dr. Fruiz Kazemzadeh, Michael K. Young, Laila Al-Marayati, John R. Bolton, Cardinal Theodore McCarrick, and Justice Charles Z. Smith for representing the United States in the cause to protect religious freedom around the world for these past two years.

MOZART CLUB OF WILKES-BARRE CELEBRATES 95TH YEAR

HON. PAUL E. KANJORSKI OF PENNSYLVANIA IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. KANJORSKI. Mr. Speaker, I rise today to pay tribute to the Mozart Club of Wilkes-Barre, which is celebrating its 95th year this month. The club, a group for those 50 and older led by President Elenora Butcofski Grant, is a member of both the Pennsylvania and National Federations of Music Clubs.

The Mozart Club was founded on October 10, 1906, by a young Miss Euda Hance, who later became Mrs. A. Livingston Davenport, and 14 of her friends in her living room.

The mission of the Mozart Club is stated in its constitution: “The object of this club shall be to encourage and promote the interest among its members; to encourage the development of musical talent in the youth of the community and to cooperate with the Pennsylvania Federation of Music Clubs and the National Federation of Music Clubs in their special projects and work.”

Over the years, the members of the Mozart Club have certainly fulfilled that mission. They have played major roles in establishing musical institutions such as the Community Concert Association, the Opera Guild and the Wyoming Valley Philharmonic Orchestra. They have helped to bring the arts to the children of this community.

Both the Pennsylvania and National Federations have awarded the Mozart Club honors through the years and in 1974, the National Federation granted it the Award of Highest Merit in the Parade of American Music from a panel of judges headed by composer Samuel Barber.

Active members of the Mozart Club must audition to be accepted as performing members. Many of these musicians are degree performances who teach in schools or colleges or have their own private studios. At each monthly meeting, the club presents a musical program, which is open to the public. While the performers are sometimes guests, more often the club draws on the considerable talent within its own ranks.

Among the club’s other activities are: providing a yearly scholarship to a local graduate student, taking part in the Fine Arts Fiesta, celebrating National Music Week, providing help for the State Federation Festival, providing programs for nursing home residents and sponsoring a series of opera trips to New York City each spring and fall.

Mr. Speaker, I am pleased to call to the attention of my fellow House of Representatives the many good works of saluting the Mozart Club and its 95th anniversary, and I wish them its members all the best as they continue with their many endeavors.
NATIONAL WOMEN'S HEALTH WEEK

HON. CAROLYN B. MALONEY
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mrs. MALONEY of New York. Mr. Speaker, I join with my colleagues of the Women's Caucus to discuss the importance of women's health.

It is an especially appropriate topic because this week is National Women's Health Week.

As a Caucus, we are working hard to improve health for all women. From protecting Social Security and strengthening Medicare to working for equality for all women.

And we are working to add a reliable, affordable prescription drug benefit.

Today, there are 6 million more women in the United States than men. Women are 51 percent of the population, and the projected life expectancy for women in this country is 80 years.

Therefore, we must ensure that the progress we have made to improve women's health continues.

To this point, I urge my distinguished colleagues to join me in the following measures.

I am working to improve the health and well-being of women—young and old.

On May 2nd, I joined with Mrs. MORELLA of Maryland to introduce the Osteoporosis Early Detection and Prevention Act, H.R. 1683.

May marks Osteoporosis Prevention Month. Osteoporosis is a disease characterized by low bone mass or brittle bones. The statistics are startling. 71 percent of women with osteoporosis are not diagnosed, leaving them at increased risk for fractures. And osteoporosis causes 300,000 new hip fractures each year. My bill would require private insurers to reimburse for bone mass measurement. Prevention and early detection are critical in combating this disease.

Last week, Congresswoman KELLY and I reintroduced the Cancer Screening Coverage Act, H.R. 1809, to give everyone a fighting chance in detecting cancer at its earliest stages. CASCA as we call this bill, applies to private health insurance plans and to the Federal Employee Health Benefits plan, requiring these plans to cover cancer screenings.

Cancer screening allows for the detection of cancer in its earliest form, when the cost of treatment is the least. And more importantly, it is estimated that the rate of survival would increase from 80% to 95% if all Americans participated in regular cancer screenings. The legislation we introduced has the power to save thousands of lives.

I am also working with my distinguished colleague, CONNIE MORELLA, to make women's health research a priority. We, joined by many members of the Women's Caucus, introduced the Women's Health Office Act, H.R. 1784, to make the women's health offices at the Department of Health and Human Services permanent.

And for our littlest people and their moms, I have introduced the Breastfeeding Promotion Act, which supports and protects mothers who choose to breastfeed. Everyday, new medical studies are released highlighting the positive health benefits of breastfeeding for both mother and child. Just today, a new study was released showing that breastfed babies are less likely to become overweight children.

Again, let's celebrate National Women's Health Week. We must continue to work hard to ensure that the priorities of our nation include policies that protect and promote the health and well-being of women and their families. I urge my colleagues to join me on these measures.

FOREIGN RELATIONS AUTHORIZATION ACT, FISCAL YEARS 2002 AND 2003

SPEECH OF
HON. HILDA L. SOLIS
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

The House in Committee of the Whole on the State of the Union had under consideration the bill (H.R. 1666) to authorize appropriations for the Department of State for fiscal years 2002 and 2003, and for other purposes:

Ms. SOLIS. Mr. Chairman, I rise in strong opposition to the Hyde amendment, which would prohibit foreign non-governmental organizations which receive population aid from the United States from using their own funds to provide abortion services or counsel women about abortion options.

This amendment would place an unfair restriction on family planning efforts in developing nations. How can a democratic country like the United States have in place a policy which has the very un-democratic effect of restricting free speech? The Hyde amendment would restrict the ability of foreign nongovernmental organizations to talk openly to patients about their health care options. It is simply unfair.

Reproductive health care is a matter of life and death in developing countries. Family planning programs provide critical health care services for women and families in the world's poorest regions. Taking away U.S. funds for foreign organizations who use their own money to counsel women about abortion options will do real harm to important international family planning efforts.

While opponents of international family planning may attempt to cast this vote as an abortion-related matter—it is not. It has been illegal to use U.S. funds for abortion overseas since 1973. This vote is about whether women overseas should have access to needed family planning information. I think they should and I urge my colleagues to vote against the Hyde amendment.

THE COMPUTER EQUIPMENT COMMON SENSE DEPRECIATION ACT

HON. MAC COLLINS
OF GEORGIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. COLLINS. Mr. Speaker, I am joined by my colleague from Maryland, Congressman BEN CARDIN and several of our other colleagues, to introduce legislation that will return common sense to the Internal Revenue Code by changing the depreciation period for computer equipment.

The depreciation provisions in the Code have not been updated since the 1980s. Since that time, the technology available to manufacturers has literally exploded. Tax rules require businesses and manufacturers to keep their computer equipment "on the books" for five years. In highly competitive industries, the average economic life of the equipment ranges...
from 14 and 24 months, far shorter than depreciation rules. This skewed limitation places manufacturers at a competitive disadvantage.

In a slowing economy, more flexibility is needed over capital investment choices. Many manufacturers would like to expand their businesses and increase employment opportunities. They should have greater opportunities to do so if the tax code recognized a more realistic economic life expectation for this equipment. Unfortunately, these business owners often put off investing in new equipment due to the unfavorable tax treatment they receive from the outdated computer depreciation schedule.

Specifically, the legislation we are introducing would update the tax code to acknowledge the rapid advancements in computer technology by changing the depreciation period for computer equipment used in manufacturing processes from five years to two years. We need to encourage businesses to make investments that will keep them competitive, not penalize them with an outdated tax provision.

Please join us in this effort to inject a little common sense into the Internal Revenue Code by cosponsoring the Computer Equipment Common Sense Depreciation Act.

CHILD PROTECTION/ALCOHOL AND DRUG PARTNERSHIP ACT

HON. CHARLES B. RANGEL
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. RANGEL. Mr. Speaker, I reintroducing legislation today to improve the prevention, screening, and treatment of substance abuse for parents with children in the child welfare system. Regrettably, child welfare workers and judges are not always sufficiently trained in how to detect and cope with substance abuse problems. And of even greater concern, when accurate assessments are made, there is often a lack of available treatment. In fact, the Department of Health and Human Services reports that for all matters with drug problems do not receive any substance abuse treatment within a year.

To combat this threat to child safety and family stability, I am introducing the Child Protection/Alcohol and Drug Partnership Act, which would provide $1.9 billion over the next five years to States that develop cooperative arrangements between their substance abuse and child abuse agencies to provide services to the parents of at-risk children. Bipartisan companion legislation has been introduced by Senators SNOWE and ROCHEFELDER.

Under the bill, funding would be disbursed to States based on the number of children in the State. To receive their allotment under the program, States would be required to spend a match starting at 15 percent in 2002, rising to 25 percent in 2006. In addition, they would be required to provide a detailed analysis of their current efforts to address substance abuse issues for families in the child welfare system and specify the additional steps they intend to pursue with the new funding (supplanting of existing funds would be prohibited). Funding could be used for a variety of specific activities, including: providing preventive and early intervention services for children of parents with alcohol and drug problems; expanding the availability of substance abuse treatment, including residential treatment, for parents involved with the child welfare system; and improving the screening and assessment of substance abuse problems for families in the child welfare system.

I urge my colleagues to join me in sponsoring this proposal, which is strongly supported by the Children’s Defense Fund, the Child Welfare League of America, the National Association of State Alcohol and Drug Abuse Directors, and the American Public Human Services Association.

CONFERENCE REPORT ON H. CON. RES. 83, CONCURRENT RESOLUTION ON THE BUDGET FOR FISCAL YEAR 2002

SPEECH OF
HON. DENNIS MOORE
OF KANSAS
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 9, 2001

Mr. MOORE. Mr. Speaker, I rise today in opposition to the conference report on H. Con. Res. 83, the Budget Resolution for Fiscal Year 2002. This conference agreement was developed in a manner which abused the congressional budget process. Consider the following:

The debate in the House on the tax cut contained in this budget resolution has already taken place. We were forced to vote on these cuts—which far exceed the levels contained in the House provisions—before we will understand the full impact of what we were considering.

The House was later forced to consider its version of the budget resolution prior to receiving the President’s budget. The Senate Budget Committee was never afforded the opportunity to consider this bill; rather the committee of jurisdiction was circumvented using a questionable procedure.

The American people will not be deceived by this manipulation. Also conspicuously missing from this conference report are funds for debt reduction. The budget commits funds dedicated to the Medicare and Social Security Trust Funds to debt reduction without devoting a single dollar of our projected on-budget surpluses towards paying down our national debt. This is like a family using one credit card to pay off another and then claiming that their debt was paid. The American people will not be deceived by this.

Finally, there is one more missing page that explains how all of our other priorities, including education, economic increases and future tax cuts, will fit into the so-called contingency fund. Indeed, the overall tax and spending totals in this budget will virtually eliminate the non-Social Security, non-Medicare budget surplus. Any additional expenditures as expected in defense; any downward revisions of the surplus projections that may occur due to our slowing economy, increased unemployment, decreased labor productivity, and lower-than-expected revenue collections; or, any additional tax cuts above and beyond those contained in the agreement—and I have reason to believe that these will occur since the Secretary of the Treasury testified last week that he would be willing to consider tax breaks that go beyond the budget resolution on a case-by-case basis—will return this nation back to the era of deficits, tapping our Social Security and Medicare Trust Funds.

Mr. Speaker, on May 1, 2001, I sent the Chairman of the Budget Committee a letter indicating I could support the proposed budget resolution provided that the resolution cut taxes no more than $1.25 trillion, set realistic spending levels, and maintained a commitment to debt reduction by ensuring that any
remaining on-budget surpluses be devoted to debt reduction. These conditions were not only not met, but there was not even an opportunity to discuss them.

Because of these concerns about process, unrealistic spending levels, the failure to reduce our national debt and the very real threat this budget poses to our Social Security and Medicare Trust Funds, I will vote against this resolution and urge my colleagues to do the same.

ELECTION REFORM

HON. MARTIN FROST
OF TEXAS
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. FROST. Mr. Speaker, I want to thank Congresswoman MAXINE WATERS and the Members of the Democratic Caucus Special Committee on Election Reform for their hard work in organizing election reform hearings across America, and developing Democratic proposals on election reform.

Ensuring every American's vote is counted is the cornerstone to rebuilding faith in our democracy. That's why Democrats have made clear our commitment to finding bipartisan solutions to the ills that plague America's electoral process. Real election reform is a top priority for the American people and is the civil rights issue of the new millennium.

Unfortunately, I know the Election Reform Committee has heard a great deal about attempts to intimidate minority voters around the country during this past election. Having attended two of the Special Committee's field hearings, I know how important they are to uncovering the truth about voter suppression, and to ensuring we stop efforts to disenfranchise African American and Hispanic voters in the future.

It is clear that what happened in Florida to intimidate and suppress African American voters was not an isolated incident. In fact, significant efforts to suppress the African American vote occurred in my district in Fort Worth this fall. I personally witnessed a systematic campaign by local Republicans to harass, intimidate and suppress African American voters—especially senior citizens.

With so many sad examples of voter intimidation and voting irregularities, the need for real action on election reform could not be clearer. After the field hearings are completed, Democrats will propose to the House real solutions to the problems that remain. I urge my colleagues to support bipartisan election reform.

TRIBUTE TO BERNIE ROBINSON

HON. JOHN SHIMKUS
OF ILLINOIS
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. SHIMKUS. Mr. Speaker, I rise today to pay tribute to Bernie Robinson who has served the State of Illinois and indeed all of us as the Assistant to the Governor of Illinois in charge of the state's Washington, D.C. office.

Bernie is about to leave his position for some exciting opportunities orbiting the private sector. It would be inappropriate of me not to take this opportunity to publicly thank him for the work he has done, the counsel he has given and the lifetime's worth of friendships that he has made within our delegation. Thanks to Bernie and his capable staff, the State of Illinois has emerged with the most cohesive voice that we have ever had in terms of pursuing opportunities for the people we serve. It would be impossible for me to list all of Bernie's accomplishments, but I cannot overstress the important role he played in helping to bring our delegation together in pursuit of appropriations projects and priorities for our state. Thanks to him, I have a better understanding of the special needs of my colleagues in the northern part of Illinois and they have a better understanding of mine.

Only one person could have brought together a delegation as diverse as the one we currently have. Without Bernie, it's unlikely that we would have had the successes that we have.

I know that the members and staff of the Illinois delegation join me in thanking Bernie and wishing him well in his new endeavors.

Bernie Robinson is a unique individual who has enriched our lives and allowed us to better understand who we are and how we can work together.

Thanks also to Bernie's children, Sarah and Amy, who have allowed us to share so much of Bernie's time. Together with his beloved wife Bess, may God rest her soul, Bernie has proven that the greatest joy in our lives is the beauty and potential of our children. He has prepared them for a life of tremendous possibilities and all indications are that they are poised to tackle them.

Bernie, our thanks for establishing a foundation from which our delegation and therefore our state will grow and prosper. God's blessings to you and yours.

KEEP D.C. GENERAL HOSPITAL OPEN

HON. DAVID E. BONIOR
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. BONIOR. Mr. Speaker, we, as a nation, spend more on health care than any other country in the world. Yet, we have 43 million uninsured people and our working families continue to struggle to obtain quality and affordable care. And now, in our nation's capital, there are efforts to close down the last remaining public hospital in the city, D.C. General. The closure of public hospitals around our nation and D.C. General, in particular, should be of concern to us all.

In Michigan, our public hospitals continue to serve patients and communities with dignity and with the belief that all people have the right to health care. These public hospitals provide our uninsured and underinsured working men and women with the quality and essential health care they need.

HON. JERRY LEWIS
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. LEWIS of California. Mr. Speaker, I would like today to pay tribute to my good friend Rabbi Hillel Cohn, who for the past 38 years has been a remarkable community leader, and a spiritual guiding force for thousands of members of Congregation Emmanu El in San Bernardino County, California. After nearly four decades as leader of this congregation, Rabbi Cohn is retiring this week.

A TRIBUTE TO RABBI HILLEL COHN FOR 38 YEARS OF SERVICE TO CALIFORNIA’S INLAND EMPIRE

HON. JERRY LEWIS
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. LEWIS. Mr. Speaker, I would like today to pay tribute to my good friend Rabbi Hillel Cohn, who for the past 38 years has been a remarkable community leader, and a spiritual guiding force for thousands of members of Congregation Emmanu El in San Bernardino County, California. After nearly four decades as leader of this congregation, Rabbi Cohn is retiring this week.
Just a few weeks ago, Rabbi Cohn was present on this House floor to deliver our morning prayer. His message was a reflection of the central philosophy in his spiritual and community life: “Let America pursue justice in our enforcement of laws, in our forms of punishment, in our methods of choosing our leaders, in our precious resources, in our expectations of other nations, and in our daily relations with one another.”

Throughout his career in San Bernardino County, Rabbi Cohn has served as a community conscience and a voice of unity for people of all races, religions and cultures. He was the founding chairman of the San Bernardino Human Relations Commission, and was selected in 1996 as one of 5,500 “community heroes” across the country who carried the Olympics Torch.

Rabbi Cohn’s community involvement ranges from president of the county Mental Health Association and Family Service Agency, to serving on the bio-ethics committees of many local hospitals. He is a national leader in his faith, currently serving as treasurer of the Central Conference of American Rabbis and serves on a team that counsels other rabbis. Many of his sermons have been published in “American Rabbi,” and he has edited national books on rabbinical contracts and retirement.

I began my community service career on the local school board about the time that Rabbi Cohn became the spiritual leader in Congregation Emanu El. It was clear even then that he would be a force to bring all of the people of our community together. Throughout his career, his integrity and reputation for conciliation have shown through, and I am grateful for his wise counsel on many matters.

Mr. Speaker, I ask you and my colleagues to join me in thanking Rabbi Cohn for his years of service and leadership, and to wish him and his wife Rita good luck in their future endeavors. I am sure they will be active members of our community for many years to come.

INTRODUCTION OF H.R. 1886
HON. HOWARD COBLE
OF NORTH CAROLINA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. COBLE. Mr. Speaker, I rise to introduce H.R. 1886, a bill aimed at closing an unfortunate administrative loophole and bridging the gap in the working of our intellectual property system. As you know, I chair the House Judiciary Subcommittee on Courts, the Internet and Intellectual Property. In that capacity, my colleagues and I have as one of our continuing goals making certain that the U.S. patent system is the finest regime in the world. This bill relates to two important areas within our jurisdiction, namely the procedures linking the courts and the U.S. Patent and Trademark Office (PTO). This legislation eliminates an asymmetry in an administrative procedure disallowing the public the right to appeal a question from the PTO to a higher and independent court.

This legislation closes a procedural loophole that is a gap in the law. Today, many of these administrative appeals are prohibited by current law. In my view, this makes the patent system unable to fully serve the needs of inventors and the public. Congress created the U.S. Court of Appeals for the Federal Circuit in 1982 with a specific goal. It was intended to be a specialized forum that brings both legal and technical expertise to bear on appeals of certain challenges, including patent issues. The overwhelming consensus is that in the past 20 years, the Federal Circuit has proven to be a marked success. It contributes to the fairness of the system in two ways. First, it ensures predictability and certainty to the agencies involved and to the people of our community.

We have all heard stories about patents that issue but are subsequently challenged based on new evidence pertaining to scope and validity. This bill will ensure that the outcome of these challenges initiated by the public and consumers through the optional inter partes reexamination will be fair by establishing the right to appeal and judicial review. It is a very limited and measured limitation and it does not lead to any additional district court trials, or other added discovery burdens or expenses for inventors. It is aimed at the improved functioning of our domestic system and has no relation to what our trading partners use in their systems. While this is admittedly a small bill—some will describe it merely as a housekeeping bill—I believe it will contribute greatly to the improved functioning of our patent system for all parties involved.

INTRODUCTION OF A BILL AUTHORIZING EXPANSION OF PU‘UHONUA O HONAUNAU NATIONAL HISTORICAL PARK
HON. PATSY T. MINK
OF HAWAII
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mrs. MINK of Hawaii. Mr. Speaker, today I am introducing a bill to authorize the expansion of the Pu‘u‘honua O Honaunau National Historical Park, which is located in South Kona on the island of Hawaii. Pu‘u‘honua O Honaunau National Historical Park, formerly known as the City of Refuge National Historical Park, was authorized by an act of Congress on July 26, 1955 (60 Stat. 376) “... for the benefit and inspiration of the people ...” The park was formally established in 1961. All the lands included within the park are listed on the National Register of Historic Places.

The overall management goal for the historical park is for the resources to accurately represent a slice of time ranging from pre-contact (circa 12th–13th century) to about 1930, when Kii‘alae Village was completely abandoned. The objectives developed to meet that goal focus on preservation, stabilization, and restoration of the park’s cultural and natural resources.

A significant portion of the ancient Hawaiian village of Kii‘alae lies outside of the current park’s boundaries. The proposed addition of 805 acres, located within the tradition land divisions of Kii‘alae and Kekaha Kai, includes significant cultural and natural resources, which complement the Park’s mission of preservation and rehabilitation of Hawaiian natural, cultural, and historic resources. These lands contain at least 800 cultural sites, structures, and features; at least 25 caves (or cave openings), many of which are refuge caves; a minimum of 10 heiau (temples); more than 20 platforms; 26 enclosures; over 40 burial features (or highly probable burials); trails and trail remnants; a minimum of 6 residential compounds; a holua slide; several canoe landing sites; a water well; numerous walls and wall remnants; and a wide range of agricultural features.

Ancient Native Hawaiian burial sites are a particularly sensitive issue in Hawaii. Many descendants of the Kii‘alae villagers live in the area and want to make sure that the graves of their ancestors are respected and that archaeological and historical sites are preserved. The local community strongly supports incorporation of these lands into Pu‘u‘honua O Honaunau National Historical Park. I urge my colleagues to join me in co-sponsoring this bill.

ANNAPOLIS CENTER REPORT ADDRESSES KEY CONCERNS ABOUT ASTHMA
HON. EDOPHUS TOWNS
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. TOWNS. Mr. Speaker, I want to bring to the attention of my colleagues an important report that was recently issued by the Annapolis Center for Science-Based Public Policy. Asthma is a serious disease that is often under-detected, misdiagnosed and not properly treated. I am hopeful the Center’s Executive Summary will help to enlighten my colleagues about the importance of addressing the problems associated with asthma.

EXECUTIVE SUMMARY

This report defines asthma, evaluates trends, and reviews how it is studied. It reviews potential triggers of asthma attacks and their proper management, which can dramatically decrease morbidity and prevent mortality. The report recommends prudent steps that decision-makers, doctors, and patients should take in combating the disease.

Several major points of the report are as follows:

Asthma is a serious disease, with a great impact on public health and the economy.

Asthma has a disproportional impact in the United States on minorities, the poor, and children.

Asthma is a complex disease. We do not have a complete picture of asthma because we have an insufficient understanding of all the interacting mechanisms. Because of this, there is no universally accepted definition of the disease.

Because of the lack of a completely acceptable definition of asthma, it may be under-diagnosed or over-diagnosed.

We do not yet know all the causes of asthma. Genetic factors play a role but these alone do not explain the disease. The strongest (but incomplete) evidence exists for interactions between genetic factors, indoor environmental allergens and tobacco smoke; however, finding ‘the cause’ (or causes) of asthma will take time and money.

Underlying causes, unlike immediate triggers, are speculative, or highly speculative, requiring much more research.

A national asthma resource is needed.

Action strategies aimed at eliminating some suspected environmental risk factors...
Mr. Speaker, I ask my colleagues to join me in rising to honor this truly remarkable man, and his half century of service to his fellow man. Dubbed the pastor’s pastor, Dr. Blackwell is a man of the highest standing and an example for all to follow.

ARRIVAL IN U.S. OF TAIWANESE PRESIDENT CHEN SHUI-BIAN

HON. TOM LANTOS
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. LANTOS. Mr. Speaker, as Republic of China President Chen Shui-bian reaches his first anniversary in office, I would like to commend him for his successful leadership and steadiness of purpose. President Chen has expertly handled cross-strait dialogues in part to his emphasis on the formation of mutual trust between Taipei and Beijing through economic and cultural integration. President Chen recently expressed his vision for a lasting peace with the mainland by noting the importance of ensuring channels of communication. “I understand that only through resumption of constructive cross-strait dialogue and normalization of bilateral relations can permanent regional peace be ensured.”

President Chen’s leadership within the Republic of China exemplifies a record of which he should be proud. He presides over a democracy characterized by free and fair elections, a free press, and an unquestioned respect for human rights and the rule of law. Yet, President Chen’s capacity to guide economic success is as strong as his commitment to democratic values. The 5.25% growth forecast for the ROC economy in 2001 is higher than that of the U.S., Japan, Germany, or the U.K., and the ROC enjoys a lower level of unemployment than each one of the aforementioned economic powerhouses.

I am delighted that President Chen will have the opportunity to make two transit stops in the U.S. and to meet with Members of Congress during his upcoming visit to the Americas. Secretary Powell’s spokesperson noted that such meetings “would be a good thing,” and I could not agree more. This will be an important visit for President Chen and for the U.S.—the first time a Taiwanese leader has been permitted to stopover in New York. I hope President Chen’s transit visit brings fruitful discussions with my colleagues as well as a chance to enjoy the Texas steakhouse, baseball game, and New York museum on his agenda. Most importantly, I hope President Chen’s transit visit strengthened the strong ties and friendship between the U.S. and the Republic of China.

INTRODUCTION OF MAERSK Mc-KINNEY MOLLER

HON. DON YOUNG
OF ALASKA
IN THE HOUSE OF REPRESENTATIVES
Thursday, May 17, 2001

Mr. YOUNG of Alaska. Mr. Speaker, I rise today to acknowledge a great leader in the maritime community, Maersk Mc-Kinney Moller, owner of the A. P. Moller Group—a global transportation provider whose fleet of ships makes it the world’s largest shipping company and also the largest US-flag carrier. When Germany invaded Denmark in 1940, the company’s fleet numbered 46 ships and many of those vessels were used by the United States government and slowly the company was rebuilt. A.P. Moller has made significant contributions to the U.S. economy over the years. The company’s United States headquarters was founded in 1943, and in 1947 a notable affiliate—Maersk Line, Limited—was chartered in Delaware. Today Maersk has 10 United States corporate entities devoted to terminal operations, trucking, rail transportation, and third party logistics and it generates employment for approximately 9000 Americans. Maersk serves more than 30,000 US exporters and importers dedicated to international trade. Today A.P. Moller is the largest carrier in the world. It operates approximately 250 ships including container vessels, tankers, bulk carriers, supply ships, car carriers, and drilling rigs. 53 of these ships fly the Stars and Stripes during operations in the national interest.
and improving the Maritime Security Program. Mr. Speaker, Maersk Line, Limited plays a critical role in both the national security interest of the United States and the transportation of goods in and out of the U.S. I am proud to recognize Maersk Mc-Kinney Moller for the service his company provides and for his dedicated leadership in the maritime arena. He is a true friend of the United States of America.

EIGHTIETH ANNIVERSARY OF THE BIRTHDAY OF DR. ANDREI SAKHAROV

HON. CHRISTOPHER H. SMITH
OF NEW JERSEY
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. SMITH of New Jersey. Mr. Speaker, today I would like to call to the attention of my colleagues the 80th anniversary of the birth of the late Dr. Andrei Dmitrievich Sakharov, one of the truly great figures in the struggle for human rights in the 20th century. On May 21 of this year, Dr. Sakharov would have celebrated his 80th birthday.

A brilliant physicist, Dr. Andrei Sakharov enjoyed the respect of his colleagues and the material privileges provided by Soviet officialdom for his work in helping to develop the Soviet atomic bomb. He could easily have continued to enjoy his elevated status in Soviet society, but his conscience would not permit him the deeply convinced that the arms race was pointless and a threat to mankind. When he protested privately to Soviet authorities, he was ignored. In 1968, Dr. Sakharov circulated his groundbreaking essay entitled, "Thoughts on Progress, Peaceful Co-Existence and Intellectual Freedom," in which he drew the connection between human rights and international security. For this challenge to the system, he was barred from military research, and when he continued to protest, he was fired from his work. In 1975, Dr. Sakharov was awarded the Nobel Peace Prize, but Soviet authorities would not allow him to travel to Oslo to receive the award. In January 1980, without any legal procedure, let alone a trial, Dr. Sakharov was picked up on the streets of Moscow by KGB agents and spirited off to exile in the city of Gorky.

At the same time, the Kremlin, under the leadership of former KGB chairman Yuri Andropov, launched a crackdown on Soviet dissidents. In 1984, Dr. Sakharov's wife, Dr. Elena Bonner, was convicted of defaming the Soviet political and social system and sentenced to five years. Even in these dark hours, Dr. Sakharov continued to speak out against the war being carried out by Soviet forces in Afghanistan, to defend persecuted human rights activists in the Soviet Union and Eastern Europe, and to address the issues of disarmament and peace. On three occasions, Dr. Sakharov went on a hunger strike to protest the mistreatment of his friends and colleagues in the human rights movement. During his confinement, his notes and his manuscripts were stolen from him by KGB thugs. President Reagan declared his sixth birthday, May 21, 1980, "Andrei Sakharov Day."

In December 1986, Soviet leader Mikhail Gorbachev lifted Dr. Sakharov's exile and "invited" him to return to Moscow. In 1989, Dr. Sakharov was elected to the Congress of People Deputies, an organization that had previously been the rubber stamp legislature for the Soviet Union. In the short time that he served, Dr. Sakharov joined a handful of other dissidents in elections to the Congress of People Deputies. On December 14, 1989, the world was suddenly to learn of this great man's death.

In its coverage of "the 100 Most Important People of the 20th Century," Time magazine noted that Dr. Sakharov's struggle for human rights in the 1980s, this humble physicist had influenced the spread of democratic ideals throughout the Soviet world. His moral challenge to tyrants, his faith in the individual and the power of reason, his courage in the face of denunciation and, finally, house arrest made him a hero to ordinary citizens everywhere. Although Andrei Sakharov has passed on and the Soviet Union is no more, the issues that he and his colleagues confronted still challenge us today. "Small wars," like the cold war, have replaced the big Cold War. Human rights continue to be violated. Arms control and security issues are high on the agenda.

Several years ago, Dr. Bonner bequeathed Dr. Sakharov's papers to an American university bearing the name of one of our country's greatest jurists—Justice Louis Brandeis. This is a priceless gift not only to Brandeis, but to our entire nation. A generation of young people who have grown up since the fall of the Soviet Union, will be able to study Dr. Sakharov's writings on return, non-violence, ethnic and religious intolerance, and other aspects of human rights and what we now call the human dimension.

Mr. Speaker, on this, the eightieth anniversary of the birth of Andrei Sakharov, I urge Americans young and old to acquaint themselves with Dr. Sakharov's struggle for peace and human dignity, and to support educational efforts such as the Sakharov archive at Brandeis to preserve the legacy of an intellectual and humanitarian giant of the 20th century.

NATIONAL BIOTECHNOLOGY WEEK

HON. DARRELL E. ISSA
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. ISSA. Mr. Speaker, I rise today, during National Biotechnology Week, to commend the biotechnology community for its many contributions to science, healthcare, and technology.

Biotechnology has contributed enormously to the success of the United States as the global leader in research and international commerce. It will unquestionably be an important vehicle for high-tech job creation throughout the 21st century.

Today, biotechnology is widely used in many fields, including agriculture, food processing, and energy production. It has been largely responsible for improving quality of life all around the globe through its utilization in water quality protection, conservation of topsoil, and improvement of waste management techniques. Through its many innovations in pharmaceuticals from penicillin to AIDS drugs, biotechnology has paved the way for finding cures to many of the world's deadliest diseases.

Mr. Speaker, I commend and thank the biotechnology community for its many contributions to our nation and the world.
Mr. LEVIN. Mr. Speaker, I rise to recognize Mr. William Rechlin upon his retirement from his position of City Manager of Berkley, Michigan.

Mr. Rechlin has been a public servant in Michigan for the past four decades. Beginning as a police officer in Dearborn in 1958, he then served as lieutenant, sergeant and police chief of Westland.

Mr. Rechlin came to Berkley after his Westland service, and assumed the position of Director of Public Safety. After ten years, he was named City Manager, a position he held for four and one-half years. William is highly respected throughout law enforcement and by his peers as a City Manager.

Throughout his career, Bill has been an effective worker, diligent, caring, and a man “in charge.” Mayor John Mark Mooney said, “Rechlin has filled the job so thoroughly the last four years, it will be difficult to choose a replacement.”

Mr. Speaker, I have enjoyed my many opportunities to work with Bill Rechlin, a truly fine gentleman and a consummate professional. I ask my colleagues to join me in wishing William Rechlin a happy and healthy retirement. He will be missed.

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HON. SANDER M. LEVIN
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

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Keeping Our Promise to Special Education Act of 2001

HON. ROB SIMMONS
OF CONNECTICUT
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. SIMMONS. Mr. Speaker, I rise today to introduce legislation to fully fund the Individuals with Disabilities Education Act, or IDEA. Improving special education is on the minds of millions of Americans. Our Governors, school boards, education professionals, and families of children with disabilities identify full funding for special education as their number-one priority.

The nearly six-and-a-half million students with disabilities have a right to a free and appropriate public education. They deserve to participate in the American dream.

Today this Congress has an opportunity to help these students fulfill that dream. I am pleased to introduce the “Keeping Our Promise to Special Education Act of 2001” to provide for mandatory increases in special education funding each of the next ten years. My effort sets the course to achieve full funding for Part B of IDEA by fiscal year 2011.

The enactment of this bill will give relief to school districts, resources to teachers, hope to parents, and opportunities to children with disabilities. It will free up State and local funds to be spent on such things as better pay for teachers, more professional development, richer and more diverse curricula, smaller class sizes, making needed renovation, to buildings, and addressing other needs of individual schools. To me, fully funding IDEA will provide the ultimate in local educational flexibility.

I am proud to say that the Keeping Our Promise to Special Education Act has received the support of the National Education Association, the Connecticut Association of Public School Superintendents and the Connecticut Association of Boards of Education, Incorporated.

Mr. Speaker, twenty-six years ago, Congress made a commitment to fully fund the Federal Government’s share of special education costs. If in this era of economic prosperity and unprecedented budgetary surpluses we cannot meet this commitment, then we lose this pledge.

School districts in the Second District of Connecticut and other congressional districts are demanding financial relief. Children’s needs must be met. Parents expect accountability. There is no better way to touch a school, help a child, support a family than to commit more spending for special education.

It is time to fulfill our promise. I urge my colleagues to cosponsor the Keeping Our Promise to Special Education Act.

CONGRATULATION ON TAIWAN PRESIDENT CHEN SHUI-BIAN’S FIRST ANNIVERSARY IN OFFICE

HON. GARY G. MILLER
OF CALIFORNIA
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. GARY G. MILLER of California. Mr. Speaker, the people in the Republic of China on Taiwan will be celebrating President Chen Shui-bian’s first anniversary in office on May 20, 2001.

President Chen Shui-bian won his presidential election last year and in the last twelve months, he has shown the world his steady leadership at home and abroad. He has continued the social and economic programs of his predecessor and convinced the world of his intention to seek better relations with the Chinese mainland and maintain good relations with allies and friends around the world. He has done an excellent job for the people of Taiwan.

Taiwan has become one of our nation’s largest trading partners and continues to grow in capacity to the benefit of both the people of the United States of America and Taiwan. Trade between the United States and Taiwan totaled $64.9 billion in 2000, up 19.4 percent from 1999. Last year, Taiwan’s imported from the United States grew by 27.4 percent to $24.2 billion. It is hard to believe that just fifty years ago, the per capita GNP in Taiwan was $150. Today, Taiwan is the world’s 17th largest economy and Taiwan’s vigorous trade with foreign countries has given the people of Taiwan a much higher standard of living.

The great strides Taiwan has made economically are attributable to Taiwanese people and their democractic leaders. I, particularly thank President Chen Shui-bian in continuing to lead Taiwan in that tradition.

On his first anniversary in office, I wish President Chen Shui-bian every success in leading his country and his people to ever greater economic heights at home and internationally. I am delighted to see that as he travels to Central America this month, he will be making a transit stop in New York City. I welcome President Chen to the United States and wish him the best in leading Taiwan in continued prosperity.

IN HONOR OF JAMES LARGE, JR.

HON. ELIOT L. ENGEL
OF NEW YORK
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. ENGEL. Mr. Speaker, I rise today to honor James Large Jr., who has served as Acting President of the Wildlife Conservation Society and distinguished himself as a virtuous leader in business and philanthropy, and most importantly, as a citizen dedicated to conserving the natural heritage of his local as well as global communities.

For more than a year, and, for what was offered as a temporary and part-time assignment, James Large has devoted 12-hour work days, restless nights, early mornings along with the whole of his intellect, heart and spirit to leading the Wildlife Conservation Society into the 21st century. Under his stewardship, the Wildlife Conservation Society’s celebrated wildlife parks inspired more than 4.5 million visitors to care about wildlife and wild lands and to participate in their conservation, managed field projects in living landscapes around the world, and developed award-winning environmental education programs for schools across the United States and abroad.

Jim’s role as Acting President will soon be coming to an end. I congratulate him on a job well done, and wish him and his wife, Carol, on the journey that lies ahead. He will no doubt continue to serve his community with diligence, honesty and devotion and remain steadfast to his commitment to conserve the beauty, bounty, and wonder of nature.

RAILROAD HEROES

HON. MICHAEL G. OXLEY
OF OHIO
IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. OXLEY. Mr. Speaker, on behalf of my constituents in the Fourth Congressional District, I want to honor the heroes who stopped the runaway train in northwestern Ohio on Tuesday.

The entire nation saw the courage of Jon Hosfeld, Jess Knowlton, and Terry Forson as they slowed and then stopped a 47-car train whose cargo included a dangerous chemical. This train, which got loose near Toledo, traveled unmanned through communities at speeds approaching 46 miles an hour.

The television images of the train were finally stopped riveted a nation. Knowlton and Forson maneuvered a second locomotive and coupled up with the runaway train, bringing it down to a speed that allowed Jon Hosfeld to leap on and finally bring this drama to an end.

Jumping onto a moving train is something you only see in the movies. But we witnessed every bit of the trainmaster’s 31 years of experience with CSX as he surmounted the risk. Amazingly, what we later learned is that Jon Hosfeld, who lives in my hometown of Findlay, had been in a car pursuing the train nearly from the start. Jon Hosfeld’s moment to be a hero had arrived.
I salute Jon Hosfeld, Jess Knowlton, Terry Forson and the other skilled railroad workers who responded so nobly and professionally. Thanks to them, what could have been a disaster was averted. I also commend the law enforcement and emergency management teams along the line who secured rail crossings and kept citizens away from harm.

While it appears that this incident began as a result of a human error—an error, it seems now, the first engineer tried to correct by vainly trying to climb onto a moving train—what we saw unfold during a dramatic afternoon in Ohio was a testament to professional skill and personal courage. Jon Hosfeld, the feat that you and your colleagues performed will go down in railroad lore.

**TRIBUTE TO MARY BETH CAROZZA**

**HON. DAVID L. HOBSON**

**OF OHIO**

**IN THE HOUSE OF REPRESENTATIVES**

**Thursday, May 17, 2001**

Mr. HOBSON. Mr. Speaker, I rise today to pay tribute to an outstanding person whom it has been my privilege to know and work with for more than 10 years.

Mary Beth Carozza has been my Chief of Staff since I became a Member of Congress in 1990. I knew that to have a successful Congressional office I would have to have someone serving as my Chief of Staff who could get the things done that I might tend to overlook, and who had strengths in areas where I sometimes needed assistance. I never have regretted my decision to make Mary Beth my top aide, and I realize the deep impact her experienced leadership has had in helping me try to meet the expectations of my constituents as a member of this distinguished Congress of the United States, I take this opportunity to join with members of my staff, the Ohio Congressional delegation, and the Ohioan community in Washington and in Ohio in congratulating Mary Beth on her retirement from knowing and working with her to honor the efforts and the achievements of Mary Beth Carozza.

As Ohio’s Seventh District Representative to the Congress of the United States, I take this opportunity to congratulate all of my staff, the Ohio Congressional delegation, and the thousands of Ohioans who have benefited from knowing and working with her to honor the efforts and the achievements of Mary Beth Carozza. Her many contributions to the people of Ohio and the U.S. House of Representatives are greatly appreciated by all and I thank her for her service.

**SALUTE TO PRESIDENT CHEN SHUI-BIAN**

**HON. WALTER B. JONES**

**OF NORTH CAROLINA**

**IN THE HOUSE OF REPRESENTATIVES**

**Thursday, May 17, 2001**

Mr. JONES of North Carolina. Mr. Speaker, this Sunday, May 20 marks the one-year anniversary of the inauguration of Chen Shui-bian as President of the Republic of China on Taiwan. It was the first peaceful transition of power in Chinese history and a day that will long be remembered by people and nations of the world who believe in and value democracy and all that it stands for.

I honor President Chen for his many accomplishments in leading his country economically and politically. I admire the goals he has set for his government to increase the visibility of Taiwan on the world stage through trade and international organizations. And I applaud his efforts in extending the olive branch of peace across the Taiwan Strait to Mainland China. I believe that the peaceful relationship between China and Taiwan is becoming ever stronger. Bilateral trade between Taiwan and the United States topped $64.8 billion last year, and Taiwan was the United States’ eighth largest trading partner. Last year, nearly 30,000 students from Taiwan were enrolled in United States colleges and universities. And the United States, outside of Asia, is the number one destination for Taiwan travelers. Clearly, Taiwan’s people like the United States, as Taiwan and the United States share many values in common such as attachment to freedom, democracy, and human rights.

To President Chen Shui-bian of the Republic of China, I say “Good luck and good fortune. You have done a good job for your country.” Last but not least, America welcomes President Chen to make a brief stopover in New York City as he travels to Central America.

**TAIWANESE—AMERICAN HERITAGE WEEK**

**HON. SOLOMON P. ORTIZ**

**OF TEXAS**

**IN THE HOUSE OF REPRESENTATIVES**

**Thursday, May 17, 2001**

Mr. ORTIZ. Mr. Speaker, This week Taiwanese Americans all over the nation celebrate “Taiwanese-American Heritage Week.” The week of May 13-May 20 honors the diverse contributions of over 500,000 Taiwanese-Americans in the United States. These Americans have contributed significantly to our social fabric, making notable contributions as doctors, scientists, small business professionals, entertainers, human rights activists, public servants and captains of business and industry.

It is important to recognize the achievements of Taiwanese-Americans in the United States. This week also gives us the opportunity to celebrate the success of democracy
in Taiwan. Since the lifting of martial law in 1987, Taiwan has made consistent strides toward becoming an open, democratic society where freedoms are respected and the will of the people is observed. To the credit of the many Taiwanese-Americans who fought to bring democratic principles back to the island, Taiwan is now a vibrant democratic member of the international community.

The March 18, 2000, election of opposition leader Chen Shui-bian as president, and Annette Lu as vice-president, represents the crowning achievement of the struggle of the people of Taiwan for full-fledged democracy and freedom. As we all know, in a democracy, it is the elections won by opposition parties that dictate the peaceful nature of the change of power.

While the future of a democratic Taiwan is promising, many challenges remain. Gaining worldwide recognition of the legitimacy of Taiwan’s government is paramount. With all that Taiwanese and Taiwanese-Americans have accomplished, there is still much more work to be done before Taiwan’s status and global contributions are appropriately recognized. We remain confident that Taiwan will meet their challenges and continue to play a productive role in the international community.

Taiwan and the United States share a common commitment to the ideals of democracy, freedom and human rights. The 1979 Taiwan Relations Act, which forms the official basis for friendship and cooperation between the United States and Taiwan provides a strong foundation for the bond between the people of both countries. That bond is made stronger each day by the Taiwanese-American community.

I ask you to join me in paying tribute to the Taiwanese-American community for their strength, commitment and contributions during Taiwanese-American Heritage Week.

BUSH ENERGY PLAN

HON. LUCILLE ROYBAL-ALLARD
OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Ms. ROYBAL-ALLARD. Mr. Speaker, President Bush’s energy plan fails on several counts, but I am particularly concerned about the fact that it completely ignores the immediate need for a short-term response to the energy crisis that is negatively impacting California.

Businesses are closing, Mr. Speaker, and people are losing their livelihoods and their ability to provide for their families. For example, L.A. Dye & Print Works Incorporated, one of southern California’s largest textile firms employing 700 people, closed its doors at the end of April.

Their natural gas costs had soared from about $120,000 per month to over $600,000 per month—that’s 5 times higher than their costs at the start of 2000.

Mr. Speaker, it is important to note that this crisis is not just a California crisis, but one that is spilling over to other western states and to states around this country.

In spite of this reality, pleas to the Bush Administration and to the Federal Energy Regulatory Commission to implement temporary cost-based pricing, which would stabilize energy prices while still allowing generators and marketers to make a healthy profit, have fallen on deaf ears.

At a time when forecasts predict that prices may hit $3 per gallon in California and New York this summer, the Administration’s only solution is to drill for oil in the pristine Arctic National Wildlife Refuge, which the approach ignores the fact that drilling in Alaska won’t produce a barrel of oil for a decade, when Americans need relief now.

Mr. Speaker, the Administration’s plan is also short sighted in that it fails to adequately support opportunities that would provide our nation with a well-balanced and comprehensive energy plan. This is demonstrated by the Administration’s 27% cut in energy efficiency programs and 26% cut in renewable energy programs.

Americans want the President to stop the power generators from raiding their pockets and to stop catering to his friends in the oil industry. Americans need the President to put together a national energy policy plan that addresses both the short- and long-term needs for every American.

Americans need a plan like the Democratic energy plan, which provides assistance for business and consumers without compromising our nation’s fundamental values.

TRANSCRIPT OF THE 48TH ANNUAL NATIONAL PRAYER BREAKFAST

HON. MICHAEL F. DOYLE
PENNSYLVANIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

Mr. DOYLE. Mr. Speaker, on behalf of the House and Senate Prayer Groups, it was an honor to chair the 48th Annual National Prayer Breakfast held on February 3rd, 2000.

Each year, leaders and guests from across the nation and around the world meet in our capital city to share breakfast and to celebrate a mutual faith in God. We join in respect and love in a time of fellowship to honor the spiritual principles that are the heritage of our country and the God who has blessed us with them. We meet not as members of different countries and creeds but as children of God to pray for guidance and peace.

Participating in the National Prayer Breakfast has been an honor and a blessing for me. The thoughts and prayers shared at this year’s breakfast were of great value to those who attended, and I believe they will be so to many across this country. I am therefore including the program and transcript to be printed in the RECORD.

The program and transcript follow:

2000 NATIONAL PRAYER BREAKFAST

REP. ZACH WAMP: I am here to greet you in the spirit of Jesus this morning, on behalf of the Prayer Breakfast Group, and to introduce to you Maceo Sloan, the chairman, president, and chief executive officer of the Sloan Financial Group who will offer our pre-breakfast prayer. Please welcome Maceo Sloan.

MIR. SLOAN: Good morning. George Washington Carver said, “How far you go in life depends on your being tender with the little things that matter.” It is my prayer that we honor the wise words of Dr. Carver. Amen.

REP. WAMP: Thank you, Maceo. Your Congressional hosts have provided for our international guests the following six languages: Chinese, German, Russian, French, Korean, and Spanish. Anyone who desires translation and has not picked up your radio receiver, please raise your hand at this time and an usher will provide you with one. For those who may need to hear the English amplified, it is also available on the radio receivers on Channel 1.

Ladies and gentlemen, if I may have your attention, for all of our enjoyment this morning, it is my privilege to introduce the Bethune-Cookman Concert Chorale. Welcome them.

(Choral Performance.)

HON. CONNIE MACK
PENNSYLVANIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, May 17, 2001

SEN. MACK: Again, I want to thank the Bethune-Cookman Concert Chorale. You have truly touched our souls and moved our hearts this morning. Thank you for getting us off to a great start.

At this point I would like to call General Joseph Ralston, United States Air Force and Vice Chairman of the Joint Chiefs of Staff, to offer the opening prayer.

GEN. RALSTON: Let us pray: Dear God, on this day of prayer, we join together in thanksgiving for the many blessings you share with us. We thank you for a land of abundant treasures, a people of limitless talents, and a nation of priceless freedoms, in whom we place our confidence. We pray that you grant us the wisdom, courage and strength to be faithful stewards of this trust so that future generations may benefit as we have from our bountiful gifts.

We are blessed today because we are joined by so many people, from so many nations, so
many cultures, and so many religions who share in the unifying power of prayer. We ask you to enlighten all of us that we may find the path to peace and freedom, and that we all may embrace our similarities and resolve our differences.

We especially ask that you extend your guidance to those who have been chosen to lead across our country and world. Please give them the discernment of mind, heart and spirit to be benevolent and just in all that they do.

Dear God, though we are of many faiths, we have one prayer in common, that you would use each of us as instruments of your peace that may ease the burdens of those less fortunate.

We ask this in your name. Amen.

SEN. MACK: I would ask you, if you have not already had breakfast, to go ahead and eat your breakfast. Normally we have a 20 to 25 minute period for breakfast, but we have an extended program this morning and we want to get you out on time, so this is going to be an abbreviated period of about five minutes. I will be back with you in a moment.

(Breakfast)

SEN. MACK: The first prayer breakfast took place in 1953 during the administration of President Dwight D. Eisenhower and every president since President Eisenhower has been very supportive and involved in this annual event. This is a moment in time when members of Congress, the President and other national leaders and heads of countries from around the world come together in one gathering to reaffirm our trust in God and recognize the unifying power of prayer. Although we face tremendous challenges each day in our lives, our hearts can be strengthened both individually and collectively as we seek God’s wisdom and guidance together.

As I have traveled around the world, I have been blessed with the opportunity to meet with the leaders of government, business, education and clergy in the spirit of the teachings of Jesus of Nazareth. We gather in small groups representing all religions, political, cultural and economic backgrounds. We gather in the spirit of brotherhood, in the spirit of love, and in the love of God. We are gathered here this morning in that spirit, in the spirit of love, and in the love of God. We are related together each day sharing with each other, our families, our friends, and yes, even our adversarial joy which comes from following the teachings of Jesus’ teachings which speak to us of the importance of love, of hope, of peace, of joy. But the most important of these is love. In these moments we affirm who we are and why God has called us to be servant leaders in such a time as this. Once again, we join with our founders in committing our lives to God and to our nation, and to our country, and to our world.

At this time, I would like to introduce the folks seated at the head table. Starting on your left and my far right folks seated at the head table. Starting on the left is Reverend Franklin Graham. And a young lady I was worried about for a few minutes, but she is here with us now, Erin Hughes. I would like to introduce Mr. Michael Gildenhorn, who you heard from earlier this morning.

It is my privilege at this time to introduce to you the Honorable Mike Doyle, Congressmen from Ohio, and Speaker of the House Prayer Breakfast Group. Mike will speak on behalf of the House and the Senate Prayer Breakfast.

REP. DOYLE: Thank you very much, Senator. I feel a little vertically challenged this morning. I’m going to stand up a little bit to see you. Have a seat. (Laughter and applause.) It’s not really being vertical. It is a real honor to be here this morning.

Mr. President, Mrs. Clinton, Mr. Speaker, His Excellency, distinguished guests one and all, fellow sinners—have I left anyone out? (Laughter.) I want you to know it is my distinct pleasure to bring you greetings from the United States House of Representatives. I want to especially welcome our international guests, people who have traveled thousands of miles to be here with us today. Welcome. We are here.

My job this morning is to tell you a little bit about our Prayer Breakfast here in the nation’s capital. Every Thursday morning we gather in this Rotunda 50 or 60 members of the House, Republicans and Democrats, all religious faiths, every background, from every part of the country, and it is meant to be an exercise in exceptions. The amazing thing is that what is said in that room stays in that room. That is probably unique in all of Washington, D.C.

We have breakfast together, we hear a Scripture reading, and we try to sing. We sing a hymn each morning, and some days are better than others. There is always a guest of honor who will get a member to come up and share a little bit about their life—their political journey, how they got here to Washington, D.C., their family, and most importantly, their spiritual journey. I can tell you that we learn more about a member of Congress from those 30 minutes than any other activity that takes place on the House floor.

It truly is an amazing event to watch people who you see for the first time. You think, ‘I don’t have much in common with that person, or I might not particularly like that person.’ Then they share their heart and tell their story and you get to see what is really inside a person. You realize that although there are so many things that separate us and there are so many differences, there is so much more that brings us together in this in the spirit of Jesus Christ that we meet, that people open up their hearts and you get to see what is inside. It changes how you feel about people, and it changes your own life.

There is a verse in the Bible that says, ‘Fix your eyes not on what is seen, but on what is unseen; for what is temporary, but that which is unseen is eternal.’ I just want to take one moment to tell you how that verse changed my life and to challenge everybody in this room to take that verse and change someone else’s life with it too.

When I got to Congress in 1984, it took me about a week to realize that one of the first things you do is try to get your committee assignments. I learned right away I was not going to be sitting on the Appropriations Committee, to the GAO Committee as a freshman, and decided I wanted to be on the Veterans Affairs Committee because we have a lot of veterans back in Pennsylvania. And I was fortunate to get on that committee, and the chairman at that time was a gentleman by the name of Sonny Montgomery. There was a subcommittee I wanted to serve on, the Hospital Subcommittee, but that subcommittee was pretty full. There was only one slot open and I did not have the seniority to get that slot. So I asked Sonny in the gym and I told him how much I wanted to serve on that committee, that my father was a 100 percent service-connected disabled veteran, that what the VA did for my family meant a lot to me and I would like to be able to serve on that committee. Sonny told me there were not many slots on that committee.

The morning we got to the committee meeting to draw the committee assignments, I was told that I had a slot on that subcommittee because someone had stepped off that committee as the chairman so that I could be on the committee. He traded something that was seen for something that was not seen. I did not know what that second half was, but that week I saw Sonny in the gym, and he asked me if I would come to the prayer breakfast that met on Thursday mornings in the House. I had never heard of it before and probably would have never attended. But because Sonny told me that for me, and he did not even know me, I thought it would be a wonderful gesture on his part, and I said, ‘Sure, I’ll come to the prayer breakfast.’

And that is how I was first acquainted with the prayer breakfast. Here I am, six years later, having the privilege to serve as President of the House Prayer Breakfast. That single moment changed my life here in Washington, D.C., because somebody took something that was seen and traded it for something much more powerful, that which is unseen.

I know Sonny is here. I see him sitting right there at the first table. Sonny Montgomery, thank you for helping to change my life.

Ladies and gentlemen, that is my message today. Think about that when you go home. What is seen is just so temporary, but the unseen things in life, love, are the really powerful things in your life. Touch someone else’s heart when you go home today. Trade something seen for something unseen, and you will change people’s lives.

God bless you all.

SEN. MACK: Mike, thank you for that story. Thank you for helping to change the meaning of the Scripture that you read. Thank you again very much for that personal story.

We will now hear a reading from the Old Testament. I would like to introduce to you Mrs. Joseph Gildenhorn, former Ambassador to Switzerland, a man who has been involved with this gathering for many years.

AMB. GILDENHORN: Thank you, Senator. As we start the new millennium, our hope, desire and prayer is to promote peace throughout the world. One country’s divine mission is to help find solutions to problems facing nations both in distress and in turmoil. To me, this is America’s noblest calling. It is our mission to promote peace and peacekeeper wherever conflicts occur. We pray that we are successful in meeting this awesome responsibility, not for our glory, but for the fact that the unqualified acceptance by our country to play a major leadership role in seeking universal peace poignantly demonstrates the greatness of America as we look to the future.

I have chosen a passage from the book of Micah, chapter 4, verses 1-5, which I believe is relevant to this meeting. And but in the last days it shall come to pass that the mountain of the house of the Lord shall be established in the top of the mountain, and there shall be no earthquake the people shall go unto it. And many nations shall come and say, Come, let us go up to the
of the Lord, to the house of the God of Jacob; that he may teach us his ways and we may walk in his paths. For out of Zion shall go forth the law, and the word of the Lord from Jerusalem. He shall judge between the nations, and shall decide for many peoples and shall decide for strong nations afar off, and shall beat swords into plowshares and spears into pruning hooks; he shall leap upon the buck of the herd, and the sword shall melt into plowshares.

Neither shall they learn war anymore. But they shall sit every man under his vine and under his fig tree, and none shall make them afraid; for the mouth of the Lord of Hosts hath spoken it. For all people will walk, everyone in the name of his god, and we will walk in the name of the Lord our God forever and ever.

SEN. MACK: Thank you, Mr. Ambassador.

The music of Amy Grant has touched the lives of millions throughout the world. She has toured extensively, spreading a message of hope and love, and her faith has been the driving force of what she has done in the past 20 years. I am pleased to have Amy with us this morning, singing the beautiful “El-Shaddai.”

(Amy Grant performs.)

SEN. MACK: Thank you, Senator. Since again you have reminded us that music truly is the voice of the soul. Thank you very much for that beautiful song.

In this special pleasure and a delight, frankly, to introduce a gentleman from Arkansas, of whom I am very proud. He is my cousin, Richard Arnold, and he is a federal judge on the 8th Circuit Court of Appeals. I am pleased to introduce him.

Richard will read a Scripture reading from the New Testament.

JUDGE ARNOLD: Thank you, Mr. Chairman. This is a reading from the Holy Gospel according to Matthew: The Kingdom of Heaven is like treasure hidden in a field, which a man found and hid; and for joy over this he went and sold all that he had and bought that field. Again, the Kingdom of Heaven is like a merchant seeking fine pearls. When he finds one of great value, he goes and sells everything he owns and buys it. Again, the Kingdom of Heaven is like a net that is cast into the sea and brings in a haul of all kinds of fish. When it is full, the fishermen haul it ashore. Then sitting down, they collect the good ones in baskets and throw away those that are of no use.

Have you understood all this?

JUDGE ARNOLD: Thank you, Mr. Chair-

sen. MACK: Thank you, Mr. Ambassador. The Federation of the American Republics has a particular moral authority in the body politic. Within the fabric of your national life, a particular moral authority is a strong religious faith, and the public expression of such a faith contributes significantly to the moral health of your republic by the conviction that the God who created the universe is present before us. This is a time to reaffirm our belief that the God who created the universe and fashioned human beings in his own image and likeness, and who sustains human history. The Great Jubilee of the Year 2000 obliges us followers of Christ to renew our faith in Christ, the key, the center of all history. This is a quest for the transcendental in his search for truth and freedom.

This project—the building of our world upon the person and our society, which can foster a renaissance of the human spirit—calls also for that sense of moral responsibility which flows from a commitment to the path of truth, as the Apostle John puts it. And such a moral responsibility, by its very nature, cannot be reduced to a purely private matter. The light of Christ should illumine every thought, word and action. There is no area of personal or social life, which is not meant to penetrate, enlighten and make fruitful. The spread of a purely utilitarian approach to the great moral issues of public life points to the urgent need for a rigorous and reason-

Your nation was built as an experiment in order freedom, an experiment in which the exercise of individual freedom would contribute to the common good. The American separation of Church and State as institutions was accomplished from the beginning of your republic by the human will that has fostered our faith, and the public expression of religiously informed judgments, contribute significantly to the moral health of the body politic. Within the fabric of your national life, such freedom has been entrusted to you who are invested with political responsibility as representatives of the American people, with their rich heritage of commitment to freedom and equality under the law, their spirit of independence and commitment to the charge of their self-reliance and generosity and sharing their God-given gifts. In the century just ended, this heritage became synonymous with something that people throughout the world, as they sought to cast off the shackles of totalitarianism and to live in freedom. As one who is personally grateful for what America did for the world in the darkest days of the 20th century, allow me to ask: will America continue to inspire people throughout the world, with the sure knowledge that freedom is ordered to truth and goodness; or will America offer the example of pseudo freedom which, detached from the moral norms that give life direction and fruitful-

Faith compels followers of Christ in the public arena in your country to promote a new culture of service, based on the vision of life and civilization that has sustained the American people in their positive character and outlook that has nourished our democracy, their confidence to be generous in the service of others, and will protect them from the cynicism which dissipates the very energies needed for build-

Looking back on my own lifetime, I am convinced that, precisely at these crossroads in history, Christ’s message of truth and justice, and of our universal brotherhood as God’s beloved children, has the power to bring about a ‘new’ news for our times, a compelling invitation to real hope. It will do so if the power of God leading to salvation is seen in the transcendent example of Christ. The Gospel as the pole star of their lives and the deepest source of their commitment to others.
build a future of hope is, to use a favorite expression of the late Paul VI, to build a "civilization of love." Love, as Scripture teaches, casts out fear, of fear of the future, fear of the other. Love is not enough. We are not, perhaps, as we think, the banquet of life for the least of our brothers and sisters. Love does not tear down, but it is rather the virtue that builds up. And this is my message today. If as men and women involved in public life, you will truly be builders of a civilization of love, of a society which precisely because it embodies the highest values of justice and freedom for all, is also a sign of the presence of God's kingdom and its peace.

May God grant you peace in your personal lives, in your families, and in the country you are privileged to serve. From the Vatican, January 29, 2000. John Paul II.

SEN. LIEBERMAN: Here is evidence of the power of prayer to raise a man up. (Laughter.) Thank you, Connie Mack, my dear friend. You are one of the most thoughtful, decent, and good people I have ever met. I am Jewish, you are Jewish, and I am not aware of your being known. You not only give politics a good name, you give humanity a good name. Thank you very much. (Applause.)

Perhaps the Senator from Connecticut has been struggling with a cold and a sore throat for the last few days. This brings to mind an incident that happened many years ago when I went to the same place in my home state of New Haven. The Rabbi got up at the time for the sermon and he said, "Dear congregants, those of you who have been here for the daily services and those who are here today, can hear that I have a terrible sore throat, and frankly I had decided that I would not give a sermon this morning. But then I thought to myself, why should you derive pleasure from my misery?" (Laughter.) So, with that in mind, I proceed.

Mr. President, Mrs. Clinton, Speaker Hastert, distinguished clergy, particularly here at the head table, Archbishop Montalvo and Reverend Graham, other head table guests, and friends and guests, it is a great pleasure and honor for me to introduce the members of the House and the Senate and our guests this morning feeling honored and privileged to have received the message from the Pope, and we thank you for delivering it this morning.

At this time, it is my pleasure to introduce to you the Speaker of the House, Mr. Dennis Hastert.

REP. HASTERT: Thank you, Senator. Would you please bow your heads and join with me in prayer.

Healing. And if ever, as is recorded in the book of Romans, the Apostle Paul writes that we should offer our bodies as living sacrifices to you. And Paul continues and he says we have different gifts and that grace given to one person's gift is the same grace given to another person's gift's man's gift is prophesying, let him use it in proportion to his faith. If it is serving, let him serve. If it is teaching, let him teach. If it is helping, let him encourage. If it is contributing to the needs of others, let him give generously. If it is leadership, let him govern diligently. If it is showing mercy, let him do it cheerfully.

Those of you gathered here in your name, Lord, have many different gifts, but we all carry the responsibility of leadership. But our first responsibility, Lord, is to serve you.

And let us remember that only through faith in you can we transcend the fears and the doubts that confront us day by day. Through your providence, you have helped place in us these positions where we can do much good. And so we pray to you, Lord, to help us govern and to work with the House and the Senate in the positions we need to make the decisions that will best help our nation.

Lord, also help us to remember your goodness to us so that we do not trip and fall, and Lord, and when we walk the hard roads, when people are looking up to us, that we continue to look to thee so that we don't trip and fall, and Lord, and when we walk the hard roads, when it is dark, help us again turn to thee for your faith and your guidance and your power.

We ask this, Lord, in your precious name. Amen.

SEN. MACK: Thank you very much, Mr. Speaker. Our principal speaker today is a very dear friend, the Senator from Connecticut, Senator Joseph Lieberman. I have been privileged in my years in the Senate to have known Joe. He is a participant in our weekly Senate prayer breakfast. Joe and I have worked together in the Senate on a number of issues, and we have traveled together and had great times together. He is truly one of the finest men I have known. And he has sometimes been referred to as the conscience of the Senate. It is a special joy to be able to present to you my friend and colleague, Senator Joe Lieberman.
moral and religious people." George Washington warned us never to indulge the supposition that morality can be maintained without religion. That is why we pledge our allegiance to the flag and to the nation, and why faith has played such a central role in our nation’s history.

Great religious awakenings have brought strength and purpose to the American experience. In the 18th century, for instance, the First Great Awakening put America on the road toward freedom and equality. In the 19th century, the Second Awakening gave birth to the abolitionist movement, which removed the stain of slavery from our nation. In the 20th century, a third religious awakening led to great acts of justice and charity toward the poor and disenfranchised, which has placed us all in a progressive burst of social and humane legislation.

In recent years, I believe, there have been clear signs of a new American spiritual awakening. This one began in the hearts of millions of Americans like you who felt threatened by the vulgarity and violence in our society and by the divorce of religion and the state. In the 1980s, the movement became a way to rebuild a wall of principle and purpose around ourselves and our families. Christians, Jews, and Muslims gathered in their synagogues, mosques to their churches, and temples. Others chose alternate spiritual movements as those who order another kind of mind. I have thought at times that it has been as if millions of modern men and women were hearing the ancient voice of the prophet Hosea saying, "Thou hast stumbled in thine iniquity, therefore, turn to thy God, keep mercy and justice."

This morning I want to ask all of you here to think about how we can strengthen and expand the current spiritual awakening so that it not only inspires us individually and within our separate faith communities, but also renews and elevates the moral and cultural life of our country. Let me suggest that we can begin by talking more to each other about our beliefs and our values, talking in the spirit of these prayer breakfasts—open, generous, and mutually respectful—so that we may strengthen each other in our common quest.

The Catholic theologian Michael Novak has written wisely, “Americans are starved for good conversations about important matters of the human spirit. In Victorian England, religion was not a topic of conversation, sex was. In America today, the inhibitions are reversed.” So, let us break through those inhibitions to talk together, study together, and pray together, remembering the call in Chronicles to give thanks to God, to declare his name and to make his acts known among those peoples, to sing to him, and speak of all his wonders. And I would add that we who believe and observe have an additional opportunity and responsibility: to those who neither believe nor observe and reassure them that we share with them the core values of America, and that our faith is not inconsistent with our freedom, that that mission is not one of intolerance but of love.

Discussion, and study and prayer. I think, are only the beginning, because we know, all of us, our faith communities, that so long as we live we will be judged by our behavior. In the Koran, the prophet says, “So woe to the praying ones who are unmindful of their prayer and of the acts of goodness. If anyone who turns aside the stranger acts as if he were a stranger. The Torah says that you shall love your neighbor as yourself. The Koran contains its own powerful version of that: anyone who turns aside the stranger acts as if millions of Americans like you who felt threatened by the vulgarity and violence in our society and by the divorce of religion and the state. In the 1980s, the movement became a way to rebuild a wall of principle and purpose around ourselves and our families. Christians, Jews, and Muslims gathered in their synagogues, mosques to their churches, and temples. Others chose alternate spiritual movements as those who order another kind of mind. I have thought at times that it has been as if millions of modern men and women were hearing the ancient voice of the prophet Hosea saying, "Thou hast stumbled in thine iniquity, therefore, turn to thy God, keep mercy and justice."

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opportunities to say in the last few months that the most enlightening evening I had last year was one that Hillary sponsored at the White House, where a distinguished scientist from Singapore informed us that we are all genetically 99.9 percent the same, and furthermore said that the differences among people in the same racial and genetic family are larger than the differences from group to group.

For some, that is reassuring. For some, that is disturbing. When I said that in the State of the Union address last year, Republicans and Democrats both laughed uncomfortably. (Laughter.) It seemed inconceivable. (Soft laughter.) But the truth is that modern science has taught us what we learned from ancient faiths: the most important fact of life on this Earth is our common humanity.

Our faith is the conviction of things unseen—I love what Representative Doyle said—but more and more our faith is confirmed by what we know and see. So with all the blessings we now enjoy, what shall we do with them? If we say, okay, we accept it, God, even though we don’t like it everyday, we are only Caesar and Sisera together. Whenever we like or not all the time, we have to be bigger. Our hearts have to grow deeper.

Time and space contract; help us to expand our social sphere. What does that mean?

We know we cannot build our own future without helping others to build theirs, but many of us live on the cutting edge of a new economic order, where the wealth of the world is the bare edge of survival; and here in our own country there are still too many poor children and too many communities that have not participated in our prosperity. The Bible says that Jesus warned us that even as we do it unto the least of these, we have done it unto Him.

When times are tough and a lot of our fellow citizens are feeling a hard time pulling together, we can be forgiven if we look at the welfare of the whole. Now the welfare of the whole is the strongest it has ever been, but people within our country and beyond our borders are still in trouble—people with good values, people with the values you have held up here today, people who would gladly work. We dare not turn away from them if we believe in our common humanity.

We live in a world of a chorus of denial about our common responsibility for the welfare of this planet, even though all the scientists say that it is changing and warming at an alarming rate, and all the other faiths remind us of our solemn obligation to our earthly home.

Even more troubling to me, our dazzling modern world is witness to a resurgence of society’s oldest demon—the inability to love our closest neighbors as ourselves if they look or worship differently from the rest of us. Too often, this problem is presented by a lack of trust between Republican Catholics and Protestant Unionists. In the Middle East, with all its hope, we are still having to work to remove the persistent suspicion of the Israeli Jews and Palestinian and Syrian Arabs.

We have people here today from the Indian subcontinent, perhaps the most dangerous place in the world today because of the tensions over Kashmir and the possession of nuclear weapons. All these things from the Indian subcontinent come to America, they do better than nearly anybody because of their family values, their work ethics and their remarkable innate capacity for absorbing all the lessons of modern science and technology.

In Bosnia and Kosovo, Christians thought they were the closest neighbors as ourselves if they believed in our Lord. Here in Washington, we are not blameless, for we often, too, forget in the heat of political battle our common humanity. We slip from honest difference, which is healthy, into diatribe and denunciation. We ignore when we are all tight and in a fight, all those biblical admonitions we profess to believe, that we all see through a glass darkly; that with St. Paul’s vision of the kingdom of God, and we do not do what we would; that faith, hope and charity abide, but “the greatest of these is charity”; that God says to all of us, not just some: “I have redeemed you. I have called you by your name, You are mine, all of you.”

Once Abraham Lincoln responded to some friends of his who were complaining really bitterly about politicians who would not support him. And he said to them, and I quote: “Do you not remember that Paul and Barnabas, after they had been rejected in the church in Syria and Cilicia, went to the Gentiles, and they were received? I am not saying you have done it unto our God. When times are hard, we are reminded that there are breakfast, we are reminded that there are hatred, or the problem of loneliness and sorrow and suffering.

Once again as we have gathered here in this great city and amidst this bountiful breakfast, we are reminded that there are those that are hungry and hurting in this country. And around the nation, father, to remember those who are homeless and those who are starving, those who are living under war and oppression and persecution in the Sudan and around the world. Oh, father, guide our President and leaders in Congress as they try to solve and respond to the great political and humanitarian crises at home and around the world. You alone have given this nation our prosperity, father. You have given our freedom, and our strength. Our faith in you, oh God, is our heritage and our foundation. We have neglected your word. We have ignored your laws. We have tried to solve our problems without reference to you, and we ask for forgiveness. Help us to love our neighbors and to repent and to receive by faith your salvation, your son, Jesus Christ. Thank you for our great nation and the freedom of our God. Amen.
SEN. MACK: That concludes our prayer breakfast. There have been lots of people who have spent a great deal of time in preparing both the program and the breakfast this morning, and I would like for you to give them and all those who volunteered a round of applause. (Applause.)

I would like to take this opportunity to thank you for your presence this morning. Your presence has helped to make the event a great success, and I hope you are happy that you came and that you are leaving with a very special spirit.

Good morning, and God bless.

FOREIGN RELATIONS AUTHORIZATION ACT, FISCAL YEARS 2002 AND 2003

SPEECH OF
HON. JOHN D. DINGELL
OF MICHIGAN
IN THE HOUSE OF REPRESENTATIVES
Wednesday, May 16, 2001

The House in Committee of the Whole House on the State of the Union had under consideration the bill (H.R. 1646) to authorize appropriations for the Department of State for fiscal years 2002 and 2003, and for other purposes:

Mr. DINGELL. Mr. Chairman, I rise in strong opposition to this amendment, and in great bewilderment over its purpose. Passing this amendment will damage the credibility of the United States in the Middle East, weaken the government of Lebanon, and further isolate and endanger Israel. In fact, runs counter to the objectives of establishing stability along the Lebanese-Israeli border and fostering a climate more conducive to peace in the Middle East.

While this amendment doesn't help the U.S., Lebanon, or Israel, it does strengthen the appeal of extremist groups in South Lebanon and increases Syrian influence over Lebanon. This amendment lands a haymaker on the person of innocent Lebanese civilians, and it is a job that is made much easier with the financial support and encouragement of the United States.

I submit a copy of this letter for the Congressional Record —

FOREIGN RELATIONS AUTHORIZATION ACT, FISCAL YEARS 2002 AND 2003

INTRODUCTION

1. The present report is submitted pursuant to Security Council resolution 1310 (2000) of 27 July 2000, by which the Council extended the mandate of the United Nations Interim Force in Lebanon (UNIFIL) for a further period of six months, until 31 January 2001, and requested me to submit an interim report on progress towards achievement of the objectives of resolution 425 (1978) and toward completion by UNIFIL of the tasks originally assigned to it and to include recommendations on the tasks that could be undertaken by the United Nations Truce Supervision Organization (UNTSO).

The only message being sent by this message is directed at the people of Lebanon, and the message being conveyed is that the United States' Middle East policy is biased against Lebanon. Instead, with support and encouragement, we are telling Lebanon that we are not friends and have no vested interest in helping the Lebanese rebuild their country and economy.

I urge my colleagues to read this amendment, see what it really does, and vote no. This amendment is unwise, it is irresponsible, it is destructive of American interests, it is destructive of the interests of Lebanese citizens, and it is destructive of the interests of the people of Israel and the region.

Mr. Chairman, if you want peace, if you want this country to work for and be able to effectively lead the people in this troubled area, reject this amendment. Show the Lebanese people that you support their efforts to reestablish a peaceful land. And do something else: Demonstrate to people in Lebanon and across the Middle East that this is a country that wants to be a friend of all parties.

Sincerely,

COLIN L. POWELL,

UNITED NATIONS SECURITY COUNCIL—INTERIM REPORT OF THE SECRETARY-GENERAL ON THE UNITED NATIONS INTERIM FORCE IN LEBANON

INTRODUCTION

The United States has provided assistance for the essential framework for alleviating destabilizing influences in Lebanon. Our economic assistance program strengthens Lebanese central government institutions, and provides a foundation for improved economic and social conditions. Our Foreign Military Assistance Fund (FMAF) supports important unfriendly military training. As such, U.S. assistance helps foster stability and mitigates sectarianism.

I strongly oppose the proposed amendment. I want to assure you that we are actively encouraging the Government of Lebanon to deploy its forces and assert its authority in the south, and will continue to do so. I look forward to working with Congress to advance this shared goal as part of our broader effort to work for comprehensive peace in the region.


INTERIM

The Department opposes the amendment proposed by Representative Lantos to H.R. 1646. If enacted, this amendment would severely impede our ability to pursue critical U.S. policy objectives in Lebanon and the region, including stabilizing the south and providing a counterweight to extremist forces.

Without access to the basic life-sustaining services provided by USAID, to whom does the vacuum created by the Israel withdrawal belong? Who will help the Lebanese to rebuild a country after years of occupation and civil war is not an easy job. However, it is a job that is made much easier with the financial support and encouragement of the United Nations. The money we spend in Lebanon is providing a counterweight to the extremist forces.

Mr. Chairman, I submit a copy of this letter for the Congressional Record —
RETURN OF GOVERNMENT AUTHORITY

3. On 9 August the Lebanese Government deployed a Joint Security Force of 1,000 all ranks, which is drawn from the Internal Security Forces and the Lebanese army. The force’s headquarters are in Marjayoun and in Bint Jbail and carries out intensive patrolling, with occasional roadblocks. Lebanese security forces have also maintained a stirr with the Lebanese minister that, so long as there is no consensus, to respect the Blue Line and to take the necessary measures to put an end to those incidents and violations.

4. A serious incident occurred on 7 October. In the context of the tension in the Occupied Territories and Israel, about 500 Palestinians and supporters approached the line south of Marwa in order to demonstrate against Israeli. As the crowd attempted to cross the Israeli border fence, Israeli troops opened fire, killing three of them. Since then the Israeli authorities have prevented further demonstrations by Palestinians on the line.

5. Later, in a serious breach of the UNIFIL mandate, the Blue Line was attacked across the Blue Line about 750 metres south of Shaba and took three Israeli soldier prison lines. The attackers withdrew under cover of an Israeli rocket, targeting all Israeli positions in the area. More than 300 rounds were fired during a period of 45 minutes. The Israeli forces did not immediately return fire, but later fired at the vehicles from the air. Following this incident, the Israeli air force resumed flights over Lebanon territory; the flights take place mainly at high altitude. Since then the Israeli authorities have prevented further demonstrations by Palestinians on the line.

6. Hizbollah has stated that its operation had been planned for some time in order to take prisoners and thus obtain the release of 19 Lebanese held by the Israeli. The Secretary-General, who had been pursuing the question of these prisoners with the Israeli authorities, remains ready to work with the Israeli authorities to establish the full range of government services to a standard comparable to that in the rest of the country, in accordance with their international obligations, including putting an end to the dangerous provocations that have continued on the Blue Line. Otherwise, there is a danger that Lebanon may once again be an arena, not merely the only one, of conflict between others.

7. On 20 October, in what appears to have been a large-scale operation, three Palestinian crossed the Blue Line east of Kafr Shuba and tried to break through the Israeli technical fence, which runs some distance behind the line. Two soldiers were killed and one injured. Israeli troops responded with heavy artillery fire. One of the three was killed; the others managed to get away.
agreement of the Security Council, I propose to address this subject in the report that I shall be submitting prior to the expiration of the UNIFIL mandate.

**RESOLUTION 425 (1978)**
**OF 19 MARCH 1978**

The Security Council,

Taking note of the letters from the Permanent Representative of Lebanon and from the Permanent Representative of Israel,

Having heard the statements of the Permanent Representatives of Lebanon and Israel,

Gravely concerned at the deterioration of the situation in the Middle East and its consequences to the maintenance of international peace,

Convinced that the present situation impedes the achievement of a just peace in the Middle East,

1. Calls for strict respect for the territorial integrity, sovereignty and political independence of Lebanon within its internationally recognized boundaries;
2. Calls upon Israel immediately to cease its military action against Lebanese territorial integrity and withdraw forthwith its forces from all Lebanese territory;
3. Decides, in the light of the request of the Government of Lebanon to establish immediately under its authority a United Nations interim force for Southern Lebanon for the purpose of confirming the withdrawal of Israeli forces, restoring international peace and security and assisting the Government of Lebanon in ensuring the return of its effective authority in the area, the force to be composed of personnel drawn from Member States;
4. Requests the Secretary-General to report to the Council within twenty-four hours on the implementation of the present resolution.

Adopted at the 2075th meeting by 12 votes to none, with 2 abstentions (Czechoslovakia, Union of Soviet Socialist Republics).

**DECISION**

At its 2075th meeting, on 3 May 1978, the Council proceeded with the discussion of the item entitled “The situation in the Middle East: letter dated 1 May 1978 from the Secretary-General to the President of the Security Council (S/12675)”.

**RESOLUTION 427 (1978)**
**OF 3 MAY 1978**

The Security Council,

Having considered the letter dated 1 May 1978 from the Secretary-General to the President of the Security Council,

Recalling its resolutions 425 (1978) and 426 (1978) of 19 March 1978,

1. Approves the increase in the strength of the United Nations Interim Force in Lebanon requested by the Secretary-General from 4,000 to approximately 6,000 troops;
2. Takes note of the withdrawal of Israeli forces that has taken place so far;
3. Calls upon Israel to complete its withdrawal from all Lebanese territory without any further delay;
4. Deplores the attacks on the United Nations Force that have occurred and demands full respect for the United Nations Force from all parties in Lebanon.

Adopted at the 2076th meeting by 12 votes to none, with 2 abstentions (Czechoslovakia, Union of Soviet Socialist Republics).

**HONORING THE LIFE OF WILLIAM H. HANLEY III**

**HON. SCOTT McINNIS**

**OF COLORADO**

**IN THE HOUSE OF REPRESENTATIVES**

**Thursday, May 17, 2001**

Mr. McINNIS. Mr. Speaker, I would like to take this moment to honor the life of Mr. William Hanley. Mr. Hanley served his community diligently as the Mayor of Mountain Village. His contributions to the area were varied and distinguished. Not only did Mr. Hanley serve as Mayor, but as a member of the board of directors on various community organizations. As his friends, family and colleagues gather this week to celebrate a life spent in service to the public, I too would like to pay tribute to William and honor his accomplishments. Clearly his service is worthy of the praise of Congress.

Born in San Pedro, California, William spent much of his childhood overseas. His family eventually settled in Indianapolis, Indiana making annual trips to Walloon Lake in Michigan. This summer tradition created the avid outdoor enthusiast and sportsman that his friends and family know well. William attended the Fountain Valley School, and received his degree from the University of Colorado. In 1989 William moved from San Francisco to the Telluride area with the beautiful Kimmy Kelly whom he married the following year. The hobbies that he enjoyed included skiing, golfing, fly fishing and spending time with his family.

William started his career in the Telluride area as a real estate developer and realtor. He then served on various board of directors including Mountain Village Metro District, Telluride Foundation and the Elk Run Homeowners Association. He was also a member of the Telluride Elks Club and the Telluride Ski and Golf Club. For eight years William made great contributions to the town of Mountain Village, as their Mayor. As Mayor he had the opportunity to touch many lives.

Mr. Speaker, although Mr. Hanley’s life was short, he made an enormous impact on his community. His wife Kimmy, daughter Ryan, son Wilder along with his parents Barbara and William, Jr., sister Bobsey and brother Micheal should all be extremely proud of his accomplishments. William is an example to all, and going to be missed by many. His legacy, Mr. Speaker, is what I would like to honor here today.
Thursday, May 17, 2001

May 17, 2001

Daily Digest

HIGHLIGHTS

The House passed H.R. 622, the Hope for Children Act, to amend the Internal Revenue Code of 1986 to expand the adoption credit

Senate

Chamber Action

Routine Proceedings, pages S5025–5100

Measures Introduced: Nine bills and three resolutions were introduced, as follows: S. 906–914, S. Con. Res. 38–40. (See next issue.)

Measures Reported:

Special Report entitled “Legislative and Oversight Activities During the 106th Congress by the Senate Committee on Veterans’ Affairs”. (S. Rept. No. 107–17) (See next issue.)

Elementary and Secondary Education Act Authorization: Senate continued consideration of S. 1, to extend programs and activities under the Elementary and Secondary Education Act of 1965, taking action on the following amendments proposed there-to:

Adopted:

By 76 yeas to 24 nays (Vote No. 111), Voinovich Amendment No. 443 (to Amendment No. 358), to amend the Higher Education Act of 1965 to extend loan forgiveness for certain loans to Head Start teachers.

Pages S5025–26

Rejected:

By 34 yeas to 65 nays (Vote No. 110), Dayton Modified Amendment No. 622 (to Amendment No. 358), to amend the Individuals with Disabilities Education Act to fully fund 40 percent of the average per pupil expenditure for programs under part B of such Act.

Pages S5027–28

Pending:

Jeffords Amendment No. 358, in the nature of a substitute.

Pages S5025–26

Kennedy (for Dodd) Amendment No. 382 (to Amendment No. 358), to remove the 21st century community learning center program from the list of programs covered by performance agreements.

Pages S5025–26

Biden Amendment No. 386 (to Amendment No. 358), to establish school-based partnerships between local law enforcement agencies and local school systems, by providing school resource officers who operate in and around elementary and secondary schools.

Pages S5025–26

Voinovich Amendment No. 389 (to Amendment No. 358), to modify provisions relating to State applications and plans and school improvement to provide for the input of the Governor of the State involved.

Reed Amendment No. 425 (to Amendment No. 358), to revise provisions regarding the Reading First Program.

Leahy (for Hatch) Amendment No. 424 (to Amendment No. 358), to provide for the establishment of additional Boys and Girls Clubs of America.

Pages S5026

Helms Amendment No. 574 (to Amendment No. 358), to prohibit the use of Federal funds by any State or local educational agency or school that discriminates against the Boy Scouts of America in providing equal access to school premises or facilities.

Pages S5026

Helms Amendment No. 648 (to Amendment No. 574), in the nature of a substitute.

Pages S5026

Dorgan Amendment No. 640 (to Amendment No. 574), expressing the sense of the Senate that there should be established a joint committee of the Senate and House of Representatives to investigate the rapidly increasing energy prices across the country and to determine what is causing the increases.
Wellstone/Feingold Amendment No. 465 (to Amendment No. 358), to improve the provisions relating to assessment completion bonuses.  

Hutchinson Modified Amendment No. 555 (to Amendment No. 358), to express the sense of the Senate regarding the Department of Education program to promote access of Armed Forces recruiters to student directory information.  

Bond Modified Amendment No. 476 (to Amendment No. 358), to strengthen early childhood parent education programs.  

Feinstein Modified Amendment No. 369 (to Amendment No. 358), to specify the purposes for which funds provided under subpart 1 of part A of title I may be used.  

**Tax Relief Reconciliation:** Senate began consideration of H.R. 1836, to provide for reconciliation pursuant to section 104 of the concurrent resolution on the budget for fiscal year 2002, taking action on the following amendments proposed thereto:

Adopted:  
Grassley/Baucus Amendment No. 650, in the nature of a substitute.  

Rejected:  
By 44 yeas to 56 nays (Vote No. 112), Conrad Amendment No. 654, to accelerate the elimination of the marriage penalty in the standard deduction and 15-percent bracket and to modify the reduction in the marginal rate of tax.  

By 27 yeas to 73 nays (Vote No. 113), Hutchison Amendment No. 659, to begin the phase-in of the elimination of the marriage penalty in the standard deduction in 2002 and to offset the revenue loss.  

By 43 yeas to 55 nays (Vote No. 114), Schumer Amendment No. 669, to increase the deduction for higher education expenses for certain taxpayers and to increase the tax credit for student loan interest.  

Pending:  
Fitzgerald Amendment No. 670, to provide that no Federal income tax shall be imposed on amounts received by victims of the Nazi regime or their heirs or estates.  

Gigg Amendment No. 656, to provide a temporary reduction in the maximum capital gains rate from 20 percent to 15 percent.  

Carnahan/Daschle Amendment No. 674, to provide a marginal tax rate reduction for all taxpayers.  

Collins/Warner Amendment No. 675, to provide an above-the-line deduction for qualified professional development expenses of elementary and secondary school teachers and to allow a credit against income tax to elementary and secondary school teachers who provide classroom materials.  

Rockefeller Amendment No. 679, to delay the reduction of the top income tax rate for individuals until a real Medicare prescription drug benefit is enacted.  

Bayh Modified Amendment No. 685, to preserve and protect the surpluses by providing a trigger to delay tax reductions and mandatory spending increases and limit discretionary spending if certain deficit targets are not met over the next 10 years.  

Landrieu Amendment No. 686, to expand the adoption credit and adoption assistance programs.  

Graham Amendment No. 687, of a perfecting nature.  

Graham Amendment No. 688, to provide a reduction in State estate tax revenues in proportion to the reduction in Federal estate tax revenues.  

A unanimous-consent-time agreement was reached providing for further consideration of the bill, pending amendments, and certain amendments to be proposed thereto, at 9:30 a.m., on Monday, May 21, 2001, with votes to occur thereon, beginning at 6 p.m.  

**Appointments:**  
**NATO Parliamentary Assembly:** The Chair, on behalf of the Vice President, in accordance with 22 U.S.C. 1928a–1928d, as amended, appointed the following Senators as members of the Senate Delegation to the NATO Parliamentary Assembly during the First Session of the 107th Congress, to be held in Vilnius, Lithuania, May 27–31, 2001: Senators Voinovich, Sarbanes, Mikulski, and Durbin.  

**Nominations Confirmed:** Senate confirmed the following nominations:  
Victoria Clarke, of Maryland, to be an Assistant Secretary of Defense.  
William J. Haynes II, of Tennessee, to be General Counsel of the Department of Defense.  
John E. Robson, of California, to be President of the Export-Import Bank of the United States.  

**Nominations Received:** Senate received the following nominations:  
Robert E. Fabricant, of New Jersey, to be an Assistant Administrator of the Environmental Protection Agency.  
Allen Frederick Johnson, of Iowa, to be Chief Agricultural Negotiator, Office of the United States Trade Representative, with the rank of Ambassador.
George L. Argyros, Sr., of California, to be Ambassador to Spain, and to serve concurrently and without additional compensation as Ambassador to Andorra.

Howard H. Baker, Jr., of Tennessee, to be Ambassador to Japan.

Sam E. Haddon, of Montana, to be United States District Judge for the District of Montana.

Richard F. Cebull, of Montana, to be United States District Judge for the District of Montana.

Donald Burnham Ensenat, of Louisiana, to be Chief of Protocol, and to have the rank of Ambassador during his tenure of service.

Executive Communications: (See next issue.)

Petitions and Memorials: (See next issue.)

Executive Reports of Committees: (See next issue.)

Messages From the House: (See next issue.)

Measures Referred: (See next issue.)

Statements on Introduced Bills: (See next issue.)

Additional Cosponsors: (See next issue.)

Amendments Submitted: (See next issue.)

Additional Statements: (See next issue.)

Enrolled Bills Presented: (See next issue.)

Notices of Hearings: (See next issue.)

Authority for Committees: (See next issue.)

Privilege of the Floor: (See next issue.)

Record Votes: Five record votes were taken today. (Total—114) Pages S5027, S5028, S5058, S5058, S5076

Adjournment: Senate met at 9 a.m., and adjourned at 11:28 p.m., until 10 a.m., on Friday, May 18, 2001, for a pro forma session. (For Senate’s program, see the remarks of the Acting Majority Leader in today’s Record on page S5100.)

Committee Meetings

(Committees not listed did not meet)

AGRICULTURE MARKET CONCENTRATION

Committee on Appropriations: Subcommittee on Agriculture, Rural Development, and Related Agencies concluded hearings to examine factors contributing to consolidation and concentration in the food production and marketing system, present data on recent structural trends in the food system, including farm inputs, farm production, transportation, processing, merchandising, and retailing, and economic issues that have been raised regarding increasing levels of concentration in the food production and marketing system, after receiving testimony from Keith Collins, Chief Economist, and JoAnn Waterfield, Deputy Administrator, Packers and Stockyards Programs, Grain Inspection, Packers and Stockyards Administration, both of the Department of Agriculture; John M. Nannes, Acting Assistant Attorney General, Antitrust Division, Department of Justice; Iowa Attorney General Tom Miller, Des Moines; Jon Caspers, Swaledale, Iowa, on behalf of the National Pork Producers Council; Mark D. Dopp, American Meat Institute, Arlington, Virginia; William P. Roenigk, National Chicken Council, Washington, D.C.; David S. Reiff, Reiff Grain and Feed, Inc., Fairfield, Iowa, on behalf of the National Grain and Feed Association; Thomas F. Stokes, Organization for Competitive Markets, Lincoln, Nebraska; J. Dudley Butler, Mississippi Cattlemen’s Association, Yazoo City; Robert Carlson, Glenbum, North Dakota, on behalf of the North Dakota Farmers Union; Peter C. Carstensen, University of Wisconsin Law School, Madison; Dan Kelley, Normal, Illinois, on behalf of GROWMARK; and David Reis, Window Hill, Illinois, on behalf of the Illinois Pork Producers Association.

APPROPRIATIONS—FBI/DEA/INS


APPROPRIATIONS—IRS

Committee on Appropriations: Subcommittee on Treasury and General Government concluded hearings on proposed budget estimates for fiscal year 2002 for the Department of the Treasury, focusing on the Internal Revenue Service, after receiving testimony from Charles O. Rossotti, Commissioner, Internal Revenue Service, Department of the Treasury.

U.S. EXPORT-IMPORT BANK

Committee on Banking, Housing, and Urban Affairs: Subcommittee on International Trade and Finance held hearings on proposed legislation authorizing funds for the Export-Import Bank of United States, receiving testimony from Tom McKenna, Indiana Department of Commerce, Indianapolis; Peter Bowe, Ellicott Machinery Corporation International, Baltimore, Maryland, on behalf of the U.S. Chamber of Commerce and Liquid Waste Technology; E. Robert Meaney, Valmont Industries, Inc., Valley, Nebraska;

Hearings recessed subject to call.

NOMINATIONS

Committee on Commerce, Science, and Transportation: Committee concluded hearings on the nominations of Michael K. Powell, of Virginia, Kathleen Q. Abernathy, of Maryland, Michael Joseph Copps, of Virginia, and Kevin J. Martin, of North Carolina, each to be a Member, all of the Federal Communications Commission, after the nominees testified and answered questions in their own behalf. Mr. Powell was introduced by Senator Allen and Representative Davis, Ms. Abernathy was introduced by Senator Stevens, Mr. Copps was introduced by Senator Hollings, and Mr. Martin was introduced by Senator Edwards.

NOMINATIONS

Committee on Environment and Public Works: Committee concluded hearings on the nominations of Linda J. Fisher, of the District of Columbia, to be Deputy Administrator, Stephen L. Johnson, of Maryland, to be Assistant Administrator for Toxic Substances, and Jeffrey R. Holmstead, of Colorado, to be Assistant Administrator for Air and Radiation, all of the Environmental Protection Agency, and James Laurence Connaughton, of the District of Columbia, to be a Member of the Council on Environmental Quality, after the nominees testified and answered questions in their own behalf.

NOMINATIONS

Committee on Foreign Relations: Committee concluded hearings on the nominations of William J. Burns, of the District of Columbia, to be Assistant Secretary for Near Eastern Affairs, and Christina B. Rocca, of Virginia, to be Assistant Secretary for South Asian Affairs, both of the Department of State, after the nominees testified and answered questions in their own behalf.

NOMINATION

Committee on Foreign Relations: Committee concluded hearings on the nomination of Walter H. Kansteiner, of Virginia, to be Assistant Secretary of State for African Affairs, after the nominee, who was introduced by Senator Warner, testified and answered questions in his own behalf.

NOMINATIONS

Committee on Governmental Affairs: Committee concluded hearings on the nominations of Angela Styles, of Virginia, to be Administrator for Federal Procurement Policy, Stephen A. Perry, of Ohio, to be Administrator of General Services, and John D. Graham, of Massachusetts, to be Administrator of the Office of Information and Regulatory Affairs, Office of Management and Budget, after the nominees testified and answered questions in their own behalf. Ms. Styles was introduced by Representative Barton, and Mr. Perry was introduced by Senator Voinovich and Representative Regula.

NURSE STAFFING SHORTAGES

Committee on Health, Education, Labor, and Pensions: Committee concluded hearings on issues related to the current recruitment and retention of nursing staff, including both nurses and nurse aids, and concerns about the future supply of these workers, after receiving testimony from William J. Scanlon, Director, Health Care Issues, General Accounting Office; Michael Elsas, Cooperative Home Care Associates and Paraprofessional Healthcare Institute, Bronx, New York; Gerald M. Shea, AFL-CIO, Washington, D.C.; Julie Sochalski, University of Pennsylvania School of Nursing, Philadelphia; and Sister Mary Roch Rocklage, Sisters of Mercy Health System, St. Louis, Missouri, on behalf of the American Hospital Association.

BUSINESS MEETING

Committee on the Judiciary: Committee ordered favorably reported the following business items:

S. 487, to amend chapter 1 of title 17, United States Code, relating to the exemption of certain performances or displays for educational uses from copyright infringement provisions, to provide that the making of a single copy of such performances or displays is not an infringement, with an amendment in the nature of a substitute; and

The nominations of Viet D. Dinh, of the District of Columbia, to be an Assistant Attorney General, and Michael Chertoff, of New Jersey, to be an Assistant Attorney General, both of the Department of Justice.

INTELLIGENCE

Select Committee on Intelligence: Committee held closed hearings on intelligence matters, receiving testimony from officials of the intelligence community.

Committee recessed subject to call.
CONGRESSIONAL RECORD—DAILY DIGEST

NATIONAL FAMILY CAREGIVER SUPPORT PROGRAM

Special Committee on Aging: Committee concluded hearings to examine the implementation of the National Family Caregiver Support Program, a component of the Older Americans Act, after receiving testimony from Norman L. Thompson, Acting Principal Deputy Assistant Secretary of Health and Human Services for Aging; Helen O. Hunter, Hart- ford, North Carolina, on behalf of the ALS Association and the Jim “Catfish” Hunter ALS Association; Suzanne Mintz, National Family Caregivers Association, Kensington, Maryland; Deborah Briceland-Berts, Older Women’s League, Washington, D.C.; Kristin Duke, Cenla Area Agency on Aging, Alexandria, Louisiana, on behalf of the National Association of Area Agencies on Aging; and Sandra Tatom, Boise, Idaho.

House of Representatives

Chamber Action


Pages H2333–35

Reports Filed: No reports were filed today.

Guest Chaplain: The prayer was offered by the guest Chaplain, Rev. F. Kenneth Hoffer, Mt. Culmen Evangelical Congregational Church of East Earl, Pennsylvania.

Page H2283

Journal Vote: Agreed to the Speaker’s approval of the Journal of Wednesday, May 16, by a yea and nay vote of 336 yea to 68 nays with 1 voting “present”, Roll No. 122.

Pages H2283–84

Member Sworn—Ninth Congressional District, Commonwealth of Pennsylvania: Representative-Elect Bill Shuster of Pennsylvania presented himself in the well of the House and was administered the oath of office by the Speaker.

Page H2284

Hope for Children Act: The House passed H.R. 622, to amend the Internal Revenue Code of 1986 to expand the adoption credit, by a yea and nay vote of 420 yea with 1 voting nay, Roll No. 124.

Pages H2297–98

Pursuant to the rule the Committee amendment in the nature of a substitute now printed in the bill, H. Rept. 107–64, was adopted.

Pages H2313–14

H. Res. 141, the rule that provided for consideration of the bill was agreed to by a yea and nay vote of 415 yea to 1 nays, Roll No. 123.

Page H2288

Leave No Child Behind Act: The House began general debate on H.R. 1, to close the achievement gap with accountability, flexibility, and choice, so that no child is left behind, consuming 14 minutes of the 2 hours of debate time made in order by the rule. Further consideration of the bill will resume at a later date.

H. Res. 143, the rule that is providing for consideration of the bill was agreed to by a yea and nay vote of 219 yea to 201 nays, Roll No. 125.

Pages H2298–2313

Canada-United States Interparliamentary Group: The Chair announced the Speaker’s appointment of the following members to the Canada-United States Interparliamentary Group, in addition to Representative Houghton, Chairman appointed on March 20, 2001: Representatives Gilman, Dreier, Shaw, Stearns, Peterson of Minnesota, Manzullo, English, and Souder

Page H2313

Welcoming President Chen Shui-bian of Taiwan to the United States: The House agreed to H. Con. Res. 135, expressing the sense of the Congress welcoming President Chen Shui-bian of Taiwan to the United States. Agreed to amendments to the preamble and the text.

Pages H2313–14

Legislative Program: Representative McKeon announced the Legislative Program for the week of May 21.

Page H2310

Meeting Hour—Monday, May 21: Agreed that when the House adjourns today, it adjourn to meet at 12:30 p.m. on Monday, May 21 for morning-hour debates.

Page H2313

Calendar Wednesday: Agreed to dispense with the Calendar Wednesday business of Wednesday, May 23.

Page H2313

Quorum Calls Votes: Four yea and nay votes developed during the proceedings of the House today and appear on pages H2283–84, H2288, H2297–98, H2309–10. There were no quorum calls.

Adjournment: The House met at 10 a.m. and adjourned at 5:57 p.m.

Page H2330
Committee Meetings

COMMERCE, JUSTICE, STATE AND JUDICIARY APPROPRIATIONS
Committee on Appropriations: Subcommittee on Commerce, Justice, State and Judiciary held a hearing on the DEA. Testimony was heard from Donnie Marshall, Administrator, DEA, Department of Justice.

DISTRICT OF COLUMBIA APPROPRIATIONS
Committee on Appropriations: Subcommittee on District of Columbia held a hearing on Housing and Environment Issues. Testimony was heard from Thomas Voltaggio, Acting Regional Administrator, Region III, EPA; Thomas S. Elias, Director, U.S. National Arboretum, USDA; the following officials of the District of Columbia: Michael Kelly, Director, Housing Authority; Eric Price, Deputy Mayor, Planning and Economic Development; Jerry N. Johnson, General Manager, Water and Sewer Authority; James L. Wareck, Special Assistant to the Mayor, Environmental Affairs; and Theodore J. Gordon, Director, Environmental Health; and Jay Fisette, member, Board of Directors, Metropolitan Washington Council of Governments, and Chairman, Arlington County Board, State of Virginia.

FOREIGN OPERATIONS APPROPRIATIONS
Committee on Appropriations: Subcommittee on Foreign Operations, Export Financing and Related Programs held a hearing on AID Administrator. Testimony was heard from Andrew S. Natsios, Administrator, AID, Department of State

LABOR-HHS-EDUCATION APPROPRIATIONS
Committee on Appropriations: Subcommittee on Labor, Health and Human Services and Education held a hearing on NIH Health Budget (Research Infrastructure), and on the NLRB. Testimony was heard from Ruth L. Kirschstein, M.D., Acting Director; NIH, Department of Health and Human Services; and John C. Truesdale, Chairman, NLRB.

VA, HUD APPROPRIATIONS
Committee on Appropriations: Subcommittee on VA, HUD and Independent Agencies held a hearing on FEMA. Testimony was heard from Joe M. Allbaugh, Director, FEMA.

TRICARE MANAGED CARE
Committee on Armed Services: Subcommittee on Military Personnel held a hearing on lessons learned from the current version of the TRICARE managed care support contracts and recommendations for the design of the next round of contracts. Testimony was heard from the following officials of the Department of Defense: Maj. Gen. Lee Rodgers, USAF, Commander, 59th Medical Wing, Lackland Air Force Base; Brig. Gen. Kenneth Farmer, USA, Commander, Western Regional Medical Command, Madigan Army Medical Center; and Rear Adm. Kathleen L. Martin, USN, Commander, National Naval Medical Center; Stephen P. Backhus, Director, Veterans' Affairs and Military Health Care Issues, GAO; and public witnesses.

DOD NETWORKS—EXAMINING VULNERABILITIES

SMALL BUSINESS LIABILITY PROTECTION ACT

COMMUNICATIONS ACT—INCREASE PENALTIES FOR VIOLATIONS
Committee on Energy and Commerce: Subcommittee on Telecommunications and the Internet held a hearing on H.R. 1765, to increase penalties for common violations of the Communications Act of 1934. Testimony was heard from David H. Solomon, Chief, Enforcement Bureau, FCC; and public witnesses.

FAIR DISCLOSURE OR FLAWED DISCLOSURE
Committee on Financial Services, Subcommittee on Capital Markets, Government Sponsored Enterprises, and
Insurance held a hearing entitled “Fair Disclosure or Flawed Disclosure: Is Reg FD helping or hurting investors?” Testimony was heard from the following officials of the SEC: Laura S. Unger, Acting Chairman; and Isaac C. Hunt, Jr., Commissioner; and public witnesses.

**PRESIDENTIAL ARCHIVAL DEPOSITORY—DISCLOSE SOURCES AND AMOUNTS OF FUNDS RAISED**

*Committee on Government Reform:* Ordered reported, as amended, H.R. 577, to require any organization that is established for the purpose of raising funds for the creation of a Presidential archival depository to disclose the sources and amounts of any funds raised.

**RULE OF LAW ASSISTANCE PROGRAMS**

*Committee on Government Reform:* Subcommittee on National Security, Veterans Affairs, and International Relations held a hearing on “Rule of Law Assistance Programs: Limited Impact, Limited Sustainability.” Testimony was heard from Jess T. Ford, Associate Director, National Security and International Affairs Division, GAO; the following officials of the Department of State: Daniel Rosenblum, Deputy Coordinator, U.S. Assistance to the New Independent States; Viviann Gary, Director, Office of Democracy and Governance, Europe and Eurasia Bureau, AID; and Peter Prahar, Deputy Director, Office of Asian, African, and European NIS Programs, Bureau of International Narcotics and Law Enforcement; Bruce Swartz, Deputy Assistant Attorney General, Criminal Division, Department of Justice; and Pamela Hicks, Acting Deputy Assistant Secretary, Law Enforcement, Department of the Treasury.

**VOTING TECHNOLOGY**

*Committee on House Administration:* Held a hearing on Voting Technology. Testimony was heard from public witnesses.

**CONGO—HUMANITARIAN CRISIS**

*Committee on International Relations:* Subcommittee on International Operations and Human Rights held a hearing on Suffering and Despair: Humanitarian Crisis in the Congo. Testimony was heard from public witnesses.

**OVERSIGHT—MUSIC ON THE INTERNET**

*Committee on the Judiciary:* Subcommittee on the Courts, the Internet, and Intellectual Property held an oversight hearing on “Music On The Internet.” Testimony was heard from public witnesses.

**MISCELLANEOUS MEASURES**

*Committee on Resources:* Subcommittee on National Parks, Recreation, and Public Lands approved for full Committee action, as amended, the following bills: H.R. 1161, to authorize the American Friends of the Czech Republic to establish a memorial to honor Tomas G. Masaryk in the District of Columbia; and H.R. 1384, Navajo Long Walk National Historic Trail Act.

**DOE—OFFICE OF SCIENCE**

*Committee on Science:* Subcommittee on Energy held a hearing on the Department of Energy Office of Science Issues and Opportunities. Testimony was heard from the following officials of the Lawrence Berkeley National Laboratory: Charles V. Shank, Director; and T. James Symons, Chair, DOE/NSF Nuclear Science Advisory Committee, National Sciences Division; and public witnesses.

**EPA—ESTABLISH POSITION; EPA—SCIENCE AND TECHNOLOGY BUDGET REQUEST**

*Committee on Science:* Subcommittee on Environment, Technology, and Standards approved for full Committee, as amended, H.R. 64, to provide for the establishment of the position of Deputy Administrator for Science and Technology at the Environmental Protection Agency.

The Subcommittee also held a hearing on Science and Technology at the Environmental Protection Agency: The Fiscal Year Budget Request. Testimony was heard from the following officials of the EPA: Henry Longest, Acting Assistant Administrator, Office of Research and Development; and W. Randall Seeker, member, EPA’s Science Advisory Board’s Research Strategies Advisory Committee; and Ron Hammerschmidt, Director, Division of Environment, Department of Health and the Environment, State of Kansas.

**ACCESS TO CAPITAL**

*Committee on Small Business:* Held a hearing on Access to Capital. Testimony was heard from Roger W. Ferguson, Jr., Vice Chairman, Board of Governors, Federal Reserve System; and public witnesses.

**RURAL AMERICA—ECONOMIC DEVELOPMENT**

*Committee on Small Business:* Subcommittee on Regulatory Reform and Oversight and the Subcommittee on Rural Enterprises, Agriculture and Technology held a joint hearing on Economic Development in Rural America-Small Business Access to Broadband. Testimony was heard from public witnesses.

**SOCIAL SECURITY’s PROCESSING ATTORNEY FEES**

*Committee on Ways and Means:* Subcommittee on Social Security held a hearing on Social Security’s Processing of Attorney Fees. Testimony was heard from
William C. Taylor, Deputy Associate Commissioner, Office of Hearings and Appeals, SSA; Barbara D. Bovbjerg, Director, Education, Workforce and Income Security Issues; and public witnesses.

COMMITTEE MEETINGS FOR FRIDAY, MAY 18, 2001

(Committee meetings are open unless otherwise indicated)

Senate

No meetings/hearings scheduled.

House

No Committee hearings are scheduled.

CONGRESSIONAL PROGRAM AHEAD

Week of May 21 through May 26, 2001

Senate Chamber

On Monday, Senate will resume consideration of H.R. 1836, Economic Growth and Tax Relief Reconciliation Act, with votes on pending amendments and final passage of the bill to occur beginning at 6 p.m.

During the remainder of the week, Senate will resume consideration of S. 1, Elementary and Secondary Education Act Authorization, and may consider any other cleared legislative and executive business.

Senate Committees

(Committee meetings are open unless otherwise indicated)

Committee on Appropriations: May 23, Subcommittee on Defense, to hold hearings on proposed budget estimates for fiscal year 2002 for the Department of Defense and related programs, 9:30 a.m., SD–192.

May 23, Subcommittee on Labor, Health and Human Services, and Education, to hold hearings on proposed budget estimates for fiscal year 2002 for the National Institutes of Health, Department of Health and Human Services, 9:30 a.m., SH–216.

May 23, Subcommittee on Foreign Operations, to hold hearings on proposed budget estimates for fiscal year 2002 for international financial institutions, 10 a.m., SD–138.

May 24, Subcommittee on Legislative Branch, to hold hearings on proposed budget estimates for fiscal year 2002 for the Secretary of the Senate and the Architect of the Capitol, 10 a.m., SD–124.

May 24, Subcommittee on Transportation, to hold hearings to examine transportation safety issues and Coast Guard modernization proposals, 10 a.m., SD–192.

Committee on Banking, Housing, and Urban Affairs: May 22, Subcommittee on Economic Policy, to hold hearings to examine the reverse wealth effect, focusing on consumer confidence with regard to market losses, 10 a.m., SD–538.

May 24, Subcommittee on Securities and Investment, to hold hearings on the implementation and future of decimalized markets, 10 a.m., SD–538.

Committee on Commerce, Science, and Transportation: May 22, to hold hearings to examine issues surrounding Amtrak, 9:30 a.m., SR–253.

May 22, Subcommittee on Consumer Affairs, Foreign Commerce, and Tourism, to hold hearings to examine prescription drug advertising, 2:30 p.m., SR–253.

May 23, Full Committee, to hold hearings to examine issues relating to the boxing industry, 9:30 a.m., SR–253.

May 23, Subcommittee on Science, Technology, and Space, to hold hearings to examine issues relating to carbon sequestration, 2 p.m., SR–253.

May 24, Full Committee, business meeting to consider pending calendar business, 9:30 a.m., SR–253.

Committee on Energy and Natural Resources: May 23, to hold hearings on the Administration’s proposed national energy policy report, 9:30 a.m., SD–366.

Committee on Environment and Public Works: May 23, business meeting to consider pending calendar business, 9:30 a.m., SD–628.

May 23, Subcommittee on Fisheries, Wildlife, and Water, to hold hearings to examine the Environmental Protection Agency’s support of water and wastewater infrastructure, 10 a.m., SD–628.

Committee on Foreign Relations: May 22, to hold hearings on the nomination of Lorne W. Craner, of Virginia, to be Assistant Secretary for Democracy, Human Rights, and Labor, the nomination of Ruth A. Davis, of Georgia, to be Director General of the Foreign Service, the nomination of Carl W. Ford, Jr., of Arkansas, to be Assistant Secretary for Intelligence and Research, and the nomination of Paul Vincent Kelly, of Virginia, to be Assistant Secretary for Legislative Affairs, all of the Department of State, 2 p.m., SD–419.

May 24, Full Committee, business meeting to consider pending calendar business, 10:30 a.m., SD–419.

Committee on Governmental Affairs: May 22, to hold hearings on the nomination of Erik Patrick Christian and the nomination of Maurice A. Ross, each to be an Associate Judge of the Superior Court of the District of Columbia, 9 a.m., SD–342.

May 23, Full Committee, business meeting to consider certain nominations, 10 a.m., SD–342.

May 24, Permanent Subcommittee on Investigations, to hold hearings to examine alleged problems in the tissue industry, such as claims of excessive charges and profit making within the industry, problems in obtaining appropriate informed consent from donor families, issues related to quality control in processing tissue, and whether current regulatory efforts are adequate to ensure the safety of human tissue transplants, 9:30 a.m., SD–342.

Committee on Health, Education, Labor, and Pensions: May 22, to hold hearings to examine certain issues surrounding retiree health insurance, 9:30 a.m., SD–430.

May 23, Subcommittee on Public Health, to hold hearings to examine issues surrounding human subject protection, 9:30 a.m., SD–430.
May 24, Full Committee, to hold hearings to examine issues surrounding Congress’ role in patient safety, 9:30 a.m., SD–430.

Committee on the Judiciary: May 22, to hold hearings to examine competition in the pharmaceutical marketplace, focusing on the antitrust implications of patent settlements, 10 a.m., SD–226.

May 22, Subcommittee on Technology, Terrorism, and Government Information, to hold hearings to examine the challenges in cybercrime focusing on the National Infrastructure Protection Center, 10 a.m., SD–366.

May 22, Subcommittee on Immigration, to hold hearings to examine U.S. immigration policy, focusing on rural and urban health care needs, 2 p.m., SD–226.

May 23, Full Committee, to hold hearings on Department of Justice and certain judicial nominations, 10 a.m., SD–226.

House Chamber

To be announced.

House Committees

Committee on Agriculture, May 22, Subcommittee on Livestock and Horticulture, hearing to review national dairy policy, 10 a.m., 1300 Longworth.

May 23, full Committee, hearing to review the Administration’s proposals for the Free Trade Area of the Americas and their impact on United States Agriculture, 10 a.m., 1300 Longworth.

May 23, Subcommittee on Conservation, Credit, Rural Development and Research, hearing to review conservation programs, 2:30 p.m., 1300 Longworth.

Committee on Appropriations, May 22, Subcommittee on Commerce, Justice, State and Judiciary, on FCC, 10 a.m., and on the SEC, 2 p.m., H–309 Capitol.

May 22, Subcommittee on Labor, Health and Human Services and Education, on public witnesses, 10 a.m., and on the Secretary of Labor, 2 p.m., 2358 Rayburn.

May 22, Subcommittee on VA, HUD and Independent Agencies, on DOD-Civil, Cemeterial Expenses, Army, 10:30 a.m., and on the American Battle Monuments Commission, 11:30 a.m., H–143 Capitol.

May 23, Subcommittee on Commerce, Justice, State and Judiciary, on Bureau of Prisons, 10 a.m., and on the SBA, 2 p.m., H–509 Capitol.

May 23, Subcommittee on District of Columbia, on Fiscal Year 2002 D.C. Budget, 1:30 p.m., 2358 Rayburn.

May 23, Subcommittee on Labor, Health and Human Services and Education, on Worker Protection, 10 a.m., and on Employment Training, and Veterans Employment, 2 p.m., 2358 Rayburn.

May 23 and 24, Subcommittee on VA, HUD and Independent Agencies, on HUD, 12:30 p.m., on May 23, and 9:30 a.m., on May 24, 2359 Rayburn.

May 24, Subcommittee on Labor, Health and Human Services and Education, on SSA, 10 a.m., and on Corporation for Public Broadcasting, 11:15 a.m., 2358 Rayburn.

Committee on Armed Services, May 22, Subcommittee on Military Readiness, hearing on constraints and challenges facing military test and training ranges, 2 p.m., 2212 Rayburn.

May 22, Special Oversight Panel on Terrorism, hearing on patterns of global terrorism and terrorist threats to the homeland, 10 a.m., 2212 Rayburn.

May 24, Subcommittee on Military Research and Development, hearing on Ballistic Missile Defense testing, 10 a.m., 2118 Rayburn.


Committee on Financial Services, May 22, hearing on the state of the international financial system, IMF reform, and compliance with IMF agreements, 2 p.m., 2128 Rayburn.

May 22, Subcommittee on Housing and Community Opportunity, to continue hearings on housing affordability issues, 9:30 a.m., 2128 Rayburn.

May 23, Subcommittee on Capital Markets, Insurance and Government Sponsored Enterprises, hearing on Federal subsidies for the housing GSE’s, 10 a.m., 2128 Rayburn.

Committee on Government Reform, May 22, Subcommittee on National Security, Veterans Affairs, and International Relations, hearing on Aircraft Cannibalization: An Expensive Appetite, 10 a.m., 2247 Rayburn.

May 23, Subcommittee on Criminal Justice, Drug Policy and Human Resources, hearing on Effective Faith-Based Drug Treatment Programs, 10 a.m., 2154 Rayburn.

May 24, Subcommittee on Energy Policy, Natural Resources and Regulatory Affairs and the Subcommittee on Technology and the House of the Committee on Rules, joint hearing on “Unfunded Mandates—A Five-Year Review and Recommendations for Change,” 10:30 a.m., 2154 Rayburn.

Committee on International Relations, May 23, Subcommittee on International Relations, hearing on the Export Administration Act: The Case for Its Renewal, 10 a.m., 2172 Rayburn.


Committee on the Judiciary, May 22, hearing on the following bills: H.R. 1698, American Broadband Competition Act of 2001; and H.R. 1697, Broadband Competition and Incentives Act of 2001, 2 p.m., 2141 Rayburn.
May 24, Subcommittee on Crime, oversight hearing on “Fighting Cyber Crime: Efforts by State and Local Officials,” 10 a.m., 2237 Rayburn.

Committee on Resources, May 22, Subcommittee on Energy and Mineral Resources, oversight hearing on Short-Term solutions for increasing energy supply from the public lands, 10 a.m., 1324 Longworth.


May 23, full Committee, oversight hearing on Recreational Access to Public Lands, 10 a.m., 1324 Longworth.

May 24, Subcommittee on Fisheries Conservation, Wildlife and Oceans, hearing on the Reauthorization of the Coastal Zone Management Act, 9:30 a.m., 1324 Longworth.

Committee on Science, May 22, hearing on Improving Voting Technology: the Role of Standards, 10 a.m., 2318 Rayburn.

May 24, Subcommittee on Energy, hearing on Energy Conservation Potential of Extended and Double Daylight Savings Time, 10 a.m., 2325 Rayburn.

May 24, Subcommittee on Space and Aeronautics, hearing on Space Tourism, 10 a.m., 2318 Rayburn.

Committee on Small Business, May 23, hearing with respect to SBA Programs for Veterans and the National Veterans Business Development Corporation, 10 a.m., 2360 Rayburn.

May 24, Subcommittee on Regulatory Reform and Oversight and the Subcommittee on Rural Enterprises, Agriculture and Technology, joint hearing on Eliminating the Digital Divide—Who Will Wire Rural America? 10 a.m., 2360 Rayburn.

Committee on Transportation and Infrastructure, May 22, Subcommittee on Railroads, hearing on obstacles to Rail Infrastructure Improvements, 3 p.m., 2167 Rayburn.

May 23, Subcommittee on Coast Guard and Maritime Transportation, and the Subcommittee on Water Resources and Environment, joint oversight hearing on Port and Maritime Transportation Congestion, 2 p.m., 2167 Rayburn.

May 23, Subcommittee on Highways and Transit, hearing on Solutions to Highway Congestion, 9:30 a.m., 2167 Rayburn.

May 24, Subcommittee on Aviation, hearing on Airport Runway Construction Challenges, 10 a.m., 2167 Rayburn.

Committee on Veterans’ Affairs, May 24, Subcommittee on Benefits, hearing on H.R. 1291, 21st Century Montgomery GI Bill Enhancement Act, 10 a.m., 334 Cannon.

Committee on Ways and Means, May 22, Subcommittee on Human Resources, hearing on welfare and marriage issues, 2 p.m., B–318 Rayburn.

May 22, Subcommittee on Social Security, hearing on protecting privacy and preventing the misuse of Social Security numbers, 10 a.m., B–318 Rayburn.

Joint Meetings

Joint Economic Committee: May 23, to hold joint hearings on the economic outlook of the nation, 10 a.m., 311 Cannon Building.
Extensions of Remarks, as inserted in this issue

Hinchey, Maurice D., N.Y., E820
Hobson, David L., Ohio, E829
Horn, Stephen, Calif., E827
Issa, Darrell E., Calif., E848
Jones, Walter B., N.C., E836
Kanajorski, Paul E., Pa., E842
Kildee, Dale E., Mich., E841
Kucinich, Dennis J., Ohio, E847
Lampson, Nick, Tex., E839, E840
Lantos, Tom, Calif., E847
Lewin, Sander M., Mich., E849
Lewis, Jerry, Calif., E845
Lewis, John, Ga., E824
Lewis, Ron, Ky., E839
Luther, Bill, Minn., E828
McMinis, Scott, Colo., E832, E834, E835, E859
McIntyre, Mike, N.C., E819
Maloney, Carolyn B., N.Y., E821, E843
Meek, Carrie P., Fla., E831
Miller, Gary G., Calif., E849
Mink, Patsy T., Hawaii, E846
Moore, Dennis, Kansas, E844
Moran, Jerry, Kansas, E831
Morella, Constance A., Md., E824
Norton, Eleanor Holmes, D.C., E833, E834
Ortiz, Solomon P., Tex., E850
Otter, C.L., ‘Butch’, Idaho, E840
Oxley, Michael G., Ohio, E849
Quinn, Jack, N.Y., E819
Rangel, Charles B., N.Y., E844
Reyes, Silvestre, Tex., E837, E838
Rogers, Mike, Mich., E822
Rohrabacher, Dana, Calif., E849
Roybal-Allard, Lucille, Calif., E851
Sanchez, Loretta, Calif., E841
Sensenbrenner, F. James, Jr., Wisc., E829
Sessions, Pete, Tex., E830
Shaw, E. Clay, Jr., Fla., E841
Shimkus, John, Ill., E845
Simmons, Rob, Conn., E849
Skelton, Ike, Mo., E835, E837
Smith, Christopher H., N.J., E828, E848
Solis, Hilda L., Calif., E843
Strickland, Ted, Ohio, E830
Stupak, Bart, Mich., E820
Thompson, Mike, Calif., E838, E839
Toews, Eliot, N.Y., E846
Udall, Mark, Colo., E821, E825
Udall, Tom, N.M., E823
Viscoskey, Peter J., Ind., E832, E834, E835, E836
Waxman, Henry A., Calif., E823
Wolf, Frank R., Va., E842
Wu, David, Ore., E819
Young, Don, Alaska, E847

(Senate proceedings for today will be continued in the next issue of the Record.)