

**NLWJC - KAGAN**

**EMAILS RECEIVED**

**ARMS - BOX 024 - FOLDER -004**

**[02/12/1998 - 02/15/1998]**



**PRESIDENT CLINTON RENEWS CALL FOR COMPREHENSIVE TOBACCO  
LEGISLATION THAT REDUCES YOUTH SMOKING  
February 13, 1998**

Today, President Clinton released a new Treasury Department analysis which concludes that the comprehensive tobacco legislation he has called on Congress to pass would keep 1.4 million to 1.9 million children from smoking by 2003. Comprehensive legislation would make a significant reduction in our most devastating and preventable health problem. Every day, 3,000 young people start smoking and 1,000 of them will die prematurely from a tobacco-related disease. Over three million teenagers -- more than 22 percent of high school students -- smoke cigarettes on a daily basis. Another 2 million smoke on a casual basis and are at risk of becoming chronic daily users.

**The President Announced That His Tobacco Proposal Could Prevent Up To 1.9 Million Children From Smoking By 2003.** The Treasury Department's study is based on conservative estimates from well-respected analytical models. It concludes that the Administration's proposal to increase the price of cigarettes by \$1.50 per pack -- coupled with proposed sales and advertising restrictions -- would:

- Keep 1.4 to 1.9 million Americans from smoking in 2003 - a 39 percent to 46 percent reduction in youth smoking.
- Over the next five years, the cumulative number of young people kept from smoking would be in the range of about 2.4 to 2.8 million.
- The direct result of these policies over the next five years is that as many as 1 million of today's young people will be spared from premature deaths resulting from smoking-related diseases.

**The President Reaffirmed His Commitment To The Five Key Principles That Must Be At The Heart Of Any National Tobacco Legislation.**

- A comprehensive plan to reduce youth smoking, including: tough penalties on tobacco firms that continue to market to youths; price increases; public education and counter advertising; and expanded efforts to restrict access and limit appeal.
- Full authority of the Food and Drug Administration to regulate tobacco products.
- Changes in how the tobacco industry does business, including an end to marketing and promotion to children and broad document disclosure.
- Progress towards other public goals, including a reduction of secondhand smoke; promotion of cessation programs; public health research; the strengthening of international efforts to control tobacco; and other urgent priorities.
- Protection for tobacco farmers and their communities.

## 21ST CENTURY RESEARCH FUND FOR AMERICA

The President also renewed his call for a 21st Century Research Fund for America, which makes unprecedented increases and a multi-year investment in some of the most promising biomedical and scientific research. Highlights from the Trust Fund include:

- **An Historic Investment in Medical Research.** To build on the progress in biomedical research, the Fund contains a historic up-front investment in biomedical research — a \$1.15 billion increase in FY 1999 — at the National Institutes of Health (NIH) and increased funding of nearly 50 percent over the next five years. Under the President's proposal, the NIH will devote over \$20 billion to biomedical research in 2003. This increases funding at all of the Institutes at NIH, including a 65 percent increase in cancer research funding. The Fund also includes a \$25 million for a new Prevention Research Program at CDC to identify interventions that prevent diseases as well as a \$25 million increase in quality and health outcomes research at the Agency of Health Care Policy and Research (AHCPR) which will help bridge the gap between what scientists know and the health care Americans receive.
- **National Science Foundation.** The Fund also supports a \$344 million increase in NSF -- the largest increase ever - in FY 1999 bringing NSF spending to \$3.7 billion. This new funding will advance NSF's broad mission of promoting science and engineering research and education across all fields and disciplines.

**National Aeronautics and Space Administration (NASA).** The Fund supports makes a renewed commitment to essential NASA activities, including a \$2.1 billion increase for Space Science leading to a more robotic exploration of the solar system.

**Department of Energy.** The Fund provides \$2.7 billion for DoE's science research and nuclear fusion programs.

**Department of Commerce.** It also provides \$851 million for the National Institutes of Standards and Technology (NIST) Advanced Technology Program and Oceanic and Atmospheric Research activities.

**President Stated His Desire To Work With Democrats and Republicans to Enact Comprehensive Tobacco Legislation This Year.** The President applauded Senator Conrad for introducing comprehensive tobacco legislation which meets the Administration's five goals. His bill adds to the momentum for comprehensive legislation, and serves as a challenge to all other Members to work toward this goal. The President will also support other bills that meet his principles, whether introduced by Democrats or Republicans. He looks forward to working with as many Members as possible on the issues involved in comprehensive legislation.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Andrea Kane ( CN=Andrea Kane/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 20:14:43.00

SUBJECT: VP federal welfare to work event

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

CC: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TEXT:

We've been working with NPR staff to develop a strong VP event to mark the one-year anniversary of the federal welfare to work hiring initiative. They're now ready to do a VP scheduling memo and would like to be able to say DPC supports it. We think this has good potential--do you agree? The event would happen sometime in March or early April to correspond with the March 8th radio address or the April 9th cabinet meeting last year.

The VP would announce our success to date (should be well over 3,000 recipients by then), release a first year report to the President, challenge federal contractors to do their part in hiring welfare recipients, and set some kind of goal for Cabinet secretaries to do more in working with their contractors in 1998.

We see a panel with several Cabinet secretaries who have done the most to reach out to contractors (Pena and Cohen are most likely), along with one or two businesses who are federal contractors and have hired welfare recipients. In the audience, several hundred contractors, primarily from D.C. area, invited by each Cabinet secretary.

We'd also like to involve someone from the Partnership Board--you may remember that at the Nov. 19th meeting in the Roosevelt Room, Greenwald talked about how United had reached out to their suppliers and thought the federal government should do the same (encourage not coerce).

We hope the Partnership will take an active role. Lyn is checking on their level of enthusiasm and how this fits in their priorities. If nothing else, the contractors in the room should be encouraged to sign up with the Partnership.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Jerold R. Mande ( CN=Jerold R. Mande/OU=OSTP/O=EOP [ OSTP ] )

CREATION DATE/TIME:12-FEB-1998 18:14:06.00

SUBJECT: Best and final offer on cancer.

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TEXT:

Here is the cancer pronouncement I gave Lowell for tomorrow's speech.  
Klausner has signed off on it.

----- Forwarded by Jerold R. Mande/OSTP/EOP on 02/12/98  
06:12 PM -----

Jerold R. Mande

02/12/98 05:13:39 PM

Record Type: Record

To: Lowell A. Weiss/WHO/EOP  
cc: See the distribution list at the bottom of this message  
Subject: Best and final offer on cancer.

"Today, we can cure 80% of the cases of some cancers. If Congress provides us with the historic 65% increase in cancer funding that I have proposed, will you join me in committing to the American people that within one generation we will be able to cure 80% of all cancers."

Message Copied

To: \_\_\_\_\_  
Bruce N. Reed/OPD/EOP  
Donald H. Gips/OVP @ OVP  
Toby Donenfeld/OVP @ OVP  
Christopher C. Jennings/OPD/EOP  
Sarah A. Bianchi/OPD/EOP

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Jake Siewert ( CN=Jake Siewert/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 13:31:38.00

SUBJECT: Minimum Wage and Workfare

TO: Emil E. Parker ( CN=Emil E. Parker/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Jonathan Orszag ( CN=Jonathan Orszag/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Russell W. Horwitz ( CN=Russell W. Horwitz/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TEXT:

Chris Georges is asking the following question. Please review the suggested response and let me know if you have any suggestions. Thanks.

Q: Won't raising the minimum wage hurt welfare-to-work efforts in the states?

A: No. An increase in the minimum wage will support the goals of welfare reform by ensuring that wages keep up with the cost of living and people leaving welfare for work can support their families and break the cycle of dependency.

This increase will not make it substantially more difficult for states to meet the welfare law's work participation rates (30 percent in FY 1998, rising to 40 percent in 2000 and 50 percent by 2002). While states that put welfare recipients in workfare programs will of course have to pay them the new minimum wage. Such workfare programs are only a small part of most states' welfare-to-work efforts. These efforts focus primarily on getting welfare recipients private sector jobs, and can also include work-related activities like job search, vocational education, and high school (for teenagers).

For states that do chose to create workfare programs, we have helped them pay the minimum wage by allowing them to count not only cash assistance, but also food stamps, toward the wage. The dramatic drop in welfare caseloads further ensures that states will have adequate funding to pay workfare participants the minimum wage, because under the welfare law, states receive fixed block grants regardless of welfare caseloads. For example, for a family of three on workfare, only five states might have to make slight adjustments to meet the higher minimum wage when it takes effect.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Michael Cohen ( CN=Michael Cohen/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 00:12:11.00

SUBJECT: nga materials

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: William R. Kincaid ( CN=William R. Kincaid/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Paul J. Weinstein Jr. ( CN=Paul J. Weinstein Jr./OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TEXT:

I know that I owe you the following for nga:

1. talking points on education for potus
2. Q's and A's for potus
3. a response to nga policy statements

In light of the fact that I will be out in CA Thursday and Friday, here is where things stand:

1. I'll try to get you taking points on Saturday--though I suspect what is really important here is figuring out what he will say in the opening, open-press session with respect to Engler, NAGB/tests, and ed-flex.
2. I have asked Jennifer Davis in ED's intergovernmental affairs office and who stays very close to the gov's, to send me her best sense of the tough questions we could expect from gov's. Bill will forward that to you in my absense, though I would like to see them when I get back over the weekend. (Bill: Please fax to my home)
3. With respect to the NGA education policy statements; the Human Resources statement deals with the Higher Education Act; Shireman is looking at that, since he as been the point on that bill.

The Executive Committee Block Grant proposal is a bit wierd: the education section essentially calls for an extension of Ed-Flex to all states (we support this; its what we are announcing). However, we know that NGA has also been working on, and the exec committee approved a few weeks ago, an education block grant proposal that combines Goals 2000, Eisenhower Professional Development program (teacher training primarily in math and science) and an existing block grant proposal.

Surprisingly, this block grant proposal is not included in the NGA materials. Yet Ray Scheppach talked to me about this the other day, and Jennifer talked to Carper's staff earlier today to confirm that the Dem's don't really care about this. We know it exists someplace. I've asked both Emily Bromberg and Jennifer Davis to see what happened. I'll check in with them from the road.

4. Elena--you should know that ED staff (Pauline Abernathy is taking the lead) is arranging to be briefed by Josh Gotbaum on tobacco issues, in

order for them to bring Riley up to speed before the NGA meeting. They expect he will hear from gov's about this over the weekend, because of his gubernatorial ties and because of class size. ED folks are panicked because they don't know anything about tobacco world. Do you want DPC (Bruce, you or Tom) to be involved in this in any formal way? Do you want to brief Riley directly?

I may show up at whatever briefing they arrange--I'll no doubt pick up some useful info myself!

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Christa Robinson ( CN=Christa Robinson/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 17:50:11.00

SUBJECT: Tuesday

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Leanne A. Shimabukuro ( CN=Leanne A. Shimabukuro/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Jose Cerda III ( CN=Jose Cerda III/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TEXT:

There's a chance the DUI event will be postponed b/c Lautenberg may be unavailable. Are there other events we should recommend for Tuesday if DUI is postponed? (Tobacco E.O.? Welfare Bonuses?)

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 12:10:39.00

SUBJECT: Re: weekly

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TEXT:

I agree, but I need to know -- did you put this item in last week? If so, do you think there's more he should know about the bonuses (maybe that we're leaking)--

Welfare Reform -- Performance Bonuses: We are now nearly ready to announce two new nationwide competitions to promote work and personal responsibility. The first competition will award \$1 billion in bonuses -- \$200 million a year over the next five years -- to states that do the best job of placing welfare recipients into jobs and helping them succeed in the work place. Sixty percent of the funds will be distributed based on states' success in placing people in jobs (40 percent to states with the highest job entry rate and 20 percent for those with the most improved rate). Forty percent of the funds will be distributed based on how well former recipients succeed in the work place, a measure based on job retention and earnings gains (with 25 percent for absolute achievement and 15 percent for improvement). The second bonus will distribute \$100 million a year to states that reduce their illegitimacy ratio i.e., the percentage of children born out of wedlock (by statute, states must also have an abortion rate lower than their 1995 rate to win the bonus). We would issue these policies through proposed regulations, which would interpret the statutory provisions.

Elena Kagan

02/12/98 11:15:06 AM

Record Type: Record

To: Cynthia A. Rice/OPD/EOP

cc:

Subject: weekly

I was thinking we should have entires this week on (1) michigan privatization, (2) the illegitimacy bonus, and (3) alexis's welfare-to-work tour and booklet. Anything else you want too.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Mary L. Smith ( CN=Mary L. Smith/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 18:23:10.00

SUBJECT: Clarifying McCain Letter

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

CC: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP @ EOP [ OPD ] )

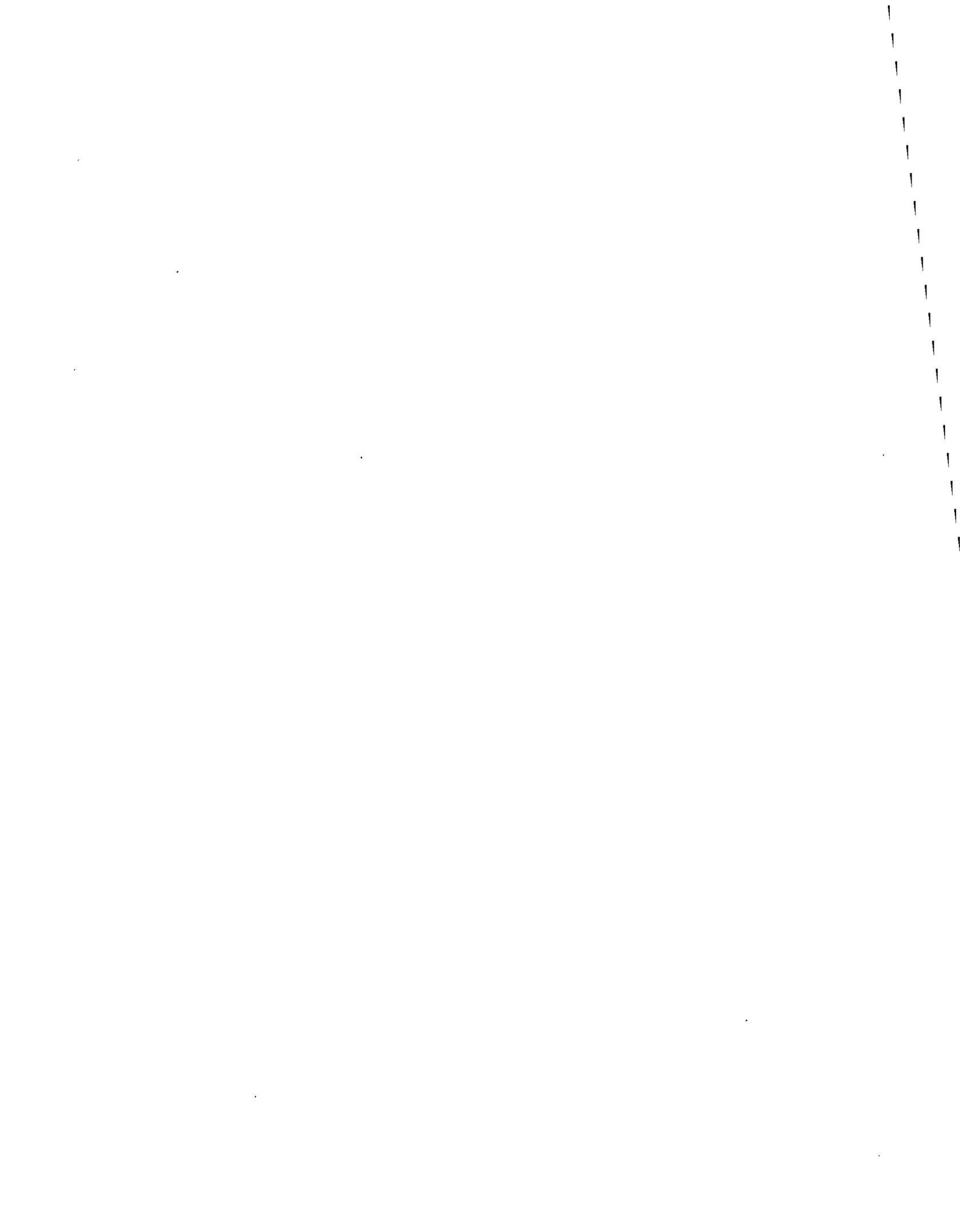
READ:UNKNOWN

CC: Thomas L. Freedman ( CN=Thomas L. Freedman/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TEXT:

This is just to clarify that we did talk to Jim O'Hara about the letter earlier this week, and he had confirmed with me for a second time yesterday that they were all set and understood what they had to do. DOJ (Phil Bartz and Gene Thioroff) also confirmed to me that they understood what questions they had to answer and they were all fine with it. But in order to clarify any possible lingering confusion, we have faxed out today a list indicating which agencies should have primary responsibility for specific questions. Regards, Mary





*DRAFT Q/A'S*  
*TOBACCO GUIDELINES FOR FOREIGN POSTS*  
*2/12/98*

*Q. What do the guidelines accomplish?*

A. The guidelines provide explicit guidance to all U.S. Government representatives to do nothing that will promote, or could be construed as promoting, the overseas sale or export of tobacco or tobacco products. They also significantly restrict U.S. diplomatic and commercial officials' latitude to challenge local country laws or regulations that are based on sound public health principles and applied equally to both foreign and domestic products.

*Q. Who are the guidelines sent to?*

A. The guidelines are being sent to all U.S. diplomatic posts, including embassies and commercial offices. They will also be circulated among Washington agencies involved in international health, trade and commerce.

*Q. What is new in the guidelines?*

A. While reflecting long-standing Clinton Administration practice, the guidelines explicitly enunciate a single policy among agencies that deal with international health, trade and commercial issues. These guidelines provide uniform instruction to overseas representatives of the Departments of State, Commerce and Agriculture with regard to trade and investment promotion. Heretofore, tobacco and tobacco products were considered no different than any other legally traded goods; this guidance makes clear that, because of the health implications, tobacco is indeed different, and actively encourages U.S. posts to assist and promote tobacco-control efforts. The guidelines are consistent with recent legislation, known as the Doggett Amendment, which sought to limit promotion by the government of tobacco overseas.

*Q. What other steps that should be taken?*

A. When the President announced his plan for comprehensive tobacco legislation, he called for a strengthening of international efforts to control tobacco. These policy guidelines should be incorporated into comprehensive tobacco legislation. In addition,

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comprehensive legislation should provide for resources so that the United States Government -- working bilaterally, multilaterally, and through NGOs -- can actively support international tobacco-control initiatives.

*Q. Are there examples of what this would prohibit?*

*A.* Under the guidelines, a number of activities by U.S. officials are prohibited. U.S. Ambassadors cannot tout the opening of new cigarette factories overseas and U.S. government representatives cannot attend public or privately-sponsored events that serve to promote the sale or distribution of tobacco or tobacco products. In addition, U.S. officials are prohibited from seeking to delay enactment or counter the effects of local laws or regulations that inhibit the sale of tobacco or tobacco products -- so long as they are applied equally to all such products, foreign and domestic.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Andrea Kane ( CN=Andrea Kane/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 20:14:43.00

SUBJECT: VP federal welfare to work event

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

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READ:UNKNOWN

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*DRAFT Q/A'S*  
*TOBACCO GUIDELINES FOR FOREIGN POSTS*  
*2/12/98*

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RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Emily Bromberg ( CN=Emily Bromberg/OU=WHO/O=EOP [ WHO ] )

CREATION DATE/TIME:12-FEB-1998 11:38:40.00

SUBJECT: Re: NGA Message Meeting

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TEXT:

yikes. somebody who can explain your proposed ed announcements and has some clout must attend--there is some blow back on your ideas. and--i really need to know more about the specifics. if bruce can be there even for 1/2 hour, it would be great.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Diana Fortuna ( CN=Diana Fortuna/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:12-FEB-1998 16:39:21.00

SUBJECT: What Bob Williams was calling you about

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

CC: Jeanne Lambrew ( CN=Jeanne Lambrew/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

CC: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )

READ:UNKNOWN

TEXT:

I'm happy to say it's been resolved. He was worried that OMB wasn't going to clear a HCFA document, but OMB just cleared it.

We might be able to use this document at the signing of the disability EO (assuming we get a signing event). The BBA included a Medicaid buy-in state option for people with disabilities who return to work. It was our idea, as part of the 98 budget. States that participate can let people buy Medicaid on a sliding scale, and not lose Medicaid as their income rises (up to 250% of poverty). The document OMB just cleared is HHS's letter to states on how to implement this. I have asked them to hold it for a few weeks. It might be a nice announcement for him to make at the signing, since it's an action step, and the rest of the EO is just studying the problem.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Jerold R. Mande ( CN=Jerold R. Mande/OU=OSTP/O=EOP [ OSTP ] )

CREATION DATE/TIME:12-FEB-1998 11:52:23.00

SUBJECT: Harkin/Chafee request for technical assistance

TO: Thomas L. Freedman ( CN=Thomas L. Freedman/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Joshua Gotbaum ( CN=Joshua Gotbaum/OU=OMB/O=EOP @ EOP [ OMB ] )  
READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Jill M. Pizzuto ( CN=Jill M. Pizzuto/OU=OMB/O=EOP @ EOP [ OMB ] )  
READ:UNKNOWN

CC: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TEXT:

Harkin's staff have asked for help:

1. Correlating different size industry payments to the likely resulting per pack price increases.
2. Selecting the right penalties, especially can we recommend the best mix of industry-wide vs. company specific penalties. Also our thoughts on penalty caps.
3. Deciding whether there should be any anti-trust provisions in their bill.

They would like this help by tomorrow. Either a meeting or conference call would work. Thanks.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Essence P. Washington ( CN=Essence P. Washington/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:13-FEB-1998 12:19:18.00

SUBJECT: ADMIN.

TO: Sarah A. Bianchi ( CN=Sarah A. Bianchi/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Cathy R. Mays ( CN=Cathy R. Mays/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Jose Cerda III ( CN=Jose Cerda III/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Andrea Kane ( CN=Andrea Kane/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

CC: Neera Tanden ( CN=Neera Tanden/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

CC: Leanne A. Shimabukuro ( CN=Leanne A. Shimabukuro/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Tanya E. Martin ( CN=Tanya E. Martin/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Jennifer L. Klein ( CN=Jennifer L. Klein/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Christopher C. Jennings ( CN=Christopher C. Jennings/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Thomas L. Freedman ( CN=Thomas L. Freedman/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Julie A. Fernandes ( CN=Julie A. Fernandes/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Mary L. Smith ( CN=Mary L. Smith/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Christa Robinson ( CN=Christa Robinson/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Nicole R. Rabner ( CN=Nicole R. Rabner/OU=WHO/O=EOP @ EOP [ WHO ] )



## EOP ADMINISTRATIVE NEWS

### 1. Operation "Spit and Polish"

Operation "Spit and Polish" is an effort to keep the Old Executive Office Building clean. Since this clean-up campaign is under way please be advised to keep all boxes and trash out of the hallways.

### 2. Transportation Subsidy

The cap for receiving the transportation subsidy has increased by 2.45%. In the past you had to make 24,500 or less for your annual income to receive the transportation subsidy it has now increased to 25,690 or less annually.

### 3. Black History Month Expo

Don't forget the "Business Expo" February 19th between the hours of 12:00 noon - 2:00 p.m., located in the Indian Treaty Room (rm 474). Open to all EOP Staff.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Essence P. Washington ( CN=Essence P. Washington/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:13-FEB-1998 12:19:18.00

SUBJECT: ADMIN.

TO: Sarah A. Bianchi ( CN=Sarah A. Bianchi/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Cathy R. Mays ( CN=Cathy R. Mays/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Jose Cerda III ( CN=Jose Cerda III/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Andrea Kane ( CN=Andrea Kane/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

CC: Neera Tanden ( CN=Neera Tanden/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

CC: Leanne A. Shimabukuro ( CN=Leanne A. Shimabukuro/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Tanya E. Martin ( CN=Tanya E. Martin/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Jennifer L. Klein ( CN=Jennifer L. Klein/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Christopher C. Jennings ( CN=Christopher C. Jennings/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Thomas L. Freedman ( CN=Thomas L. Freedman/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Julie A. Fernandes ( CN=Julie A. Fernandes/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Mary L. Smith ( CN=Mary L. Smith/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Christa Robinson ( CN=Christa Robinson/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Nicole R. Rabner ( CN=Nicole R. Rabner/OU=WHO/O=EOP @ EOP [ WHO ] )



## EOP ADIMINISTRATIVE NEWS

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RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Julie A. Fernandes ( CN=Julie A. Fernandes/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:13-FEB-1998 16:30:15.00

SUBJECT: EEOC federal sector rule

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TEXT:  
Elena,

The EEOC voted yesterday to approve the federal sector rule. We will hopefully know by the end of today when the rule will be published in the federal register. EEOC is interested in coordinating their announcement of the rule with the PIR.

Julie



### Child Care Talking Points for NGA Annual Meeting

- I believe we have an historic opportunity to pass legislation this year to make child care better, safer, and more affordable for working parents. I know that there are important efforts underway in many of your states -- that's why my plan is geared toward supporting child care improvements on the state level.
- Included in my balanced budget proposal is a significant investment in child care -- \$21.3 billion over five years -- which is the single largest investment in child care in our nation's history.
- My plan will: (1) make a significant new investment in the child care block grant, so that states can provide child care subsidies for more children of low-income working families; (2) establish a state-administered fund to enforce state health and safety standards in child care, through, for example, increased unannounced inspections; (3) establish a state-run Child Care Scholarship Fund; (4) create an Early Learning Fund to provide challenge grants through states to communities for activities that improve child care quality and safety and promote early learning; (5) double the number of children served by Early Head Start and expand Head Start; (6) build the supply of after-school programs through a significant investment in the 21st Century Community Learning Center program; (7) provide greater tax relief for three million working parents with child care costs through reforms to the Child and Dependent Care Tax Credit; and (8) establish a new tax credit for businesses that offer child care services to their employees.
- I was delighted to have Governor Almond with me here at that White House when I announced this plan.
- I am grateful to all of you -- and to the leadership of the NGA -- for your important work in bringing early childhood development issues to the top of the agenda. I am eager to work together with you and with Members of Congress on a bipartisan basis **this year on child care. I am particularly eager to work with you on promoting healthy childhood development and early learning and on improving child care safety and quality for our youngest children.**

Child Care Block Grant Increase	\$7.5 billion over five years
Child and Dependent Tax Credit Reform	\$4.8 billion over five years
Tax Credit for Businesses	\$500 million over five years
After-School Program	\$800 million over five years
Early Learning Fund	\$3.0 billion over five years
Head Start Increase	\$3.8 billion over five years
Standards Enforcement Fund	\$500 million over five years
Child Care Provider Scholarship Fund	\$250 million over five years
Research and Evaluation Fund	\$150 million over five years
	<b>TOTAL:</b>
	<b>\$21.3 billion over five years</b>

**QUESTION:** *What is your position on the various congressional proposals to give a tax break to stay-at-home parents?*

**ANSWER:** I have always believed that we should respect and support parents in whatever choice they make -- whether to work or to stay at home. My plan was developed to respond to the reality that most parents don't have that choice today -- many can't afford the child care they would want for their children and instead have to rely on care that doesn't make the grade. I hope that first and foremost we can do something for these hardworking, loving parents who want to do the best they can by their children.

Now, if there are also ways that we can support parents who make a different choice -- or ways we can enable them to make the choice to stay at home -- I'm open to ideas. But in the months leading up to the announcement of my child care initiative, we explored a number of these options and found most to be impossible in the context of a balanced budget. Also, I think it's important to look at this issue in terms of the entire tax code, and in terms of our strategy as a whole to support choice for working parents. I've tried to do that through a variety of actions to increase family income, such as expanding the Earned Income Tax Credit, increasing the minimum wage, and passing the \$500 per-child tax credit.

I believe that by continuing to work together on a bipartisan basis and by taking the best proposals from both sides of the aisle, we will achieve legislation that benefits all America's families and children.

**QUESTION:** *Since much of the funding of this proposal is based on the tobacco settlement, aren't you counting your chickens before they've hatched? What will you do if the tobacco settlement does not go through?*

**ANSWER:** First, the initiative is paid for in a number of ways -- only one part comes from tobacco revenues. Second, and more important, we believe that a national tobacco settlement will pass. I support strong tobacco legislation, and many Republicans and Democrats alike are working vigorously to craft comprehensive legislation. If Congress does not pass comprehensive tobacco legislation, we will work with Congress to find other offsets. Child care is a high Administration priority, and we will find an effective funding mechanism.

**QUESTION:** *Some conservatives claim that your child care initiative promotes institutionalized, center-based day care. Is this true?*

**ANSWER:** No. My proposal supports individual choice and state flexibility. Today, parents choose a wide range of child care situations -- be it relative care, family day care, or center-based care. My child care initiative makes child care more affordable by expanding both the Child Care and Development Block Grant as well as the Child and Dependent Care Tax Credit. Through the block grant, states provide vouchers to parents, which they may use for any and all forms of paid child care. The Child and Dependent Care Tax Credit is similarly flexible, providing a credit for family day care, center-based care, or paid relative care. My entire package is tailored to provide maximum flexibility to parents so that they

can make whatever choices are best for their families.

### Health Care Talking Points for NGA Annual Meeting

- I am challenging Congress to enact Federally enforceable consumer protections before it adjourns this fall.
- “Consumer Bill of Rights” Legislation Should Include a Range of Protections Including:
  - **Guaranteed Access To Needed Health Care Providers to ensure that patients are provided appropriate high quality care. This right includes giving women access to qualified providers to cover routine women’s health services, providing consumers with complex or serious medical conditions with access to specialists, and ensuring that chronically ill people are protected against sudden changes in provider participation in health plans that threaten continuity of care;**
  - **Access to Emergency Services when and where the need arises. This provision requires health plans to cover these services in situations where a “prudent layperson” could reasonably expect that the absence of care could place their health in serious jeopardy;**
  - **Confidentiality of Medical Records to ensure that individually identifiable medical information is not disseminated and provide consumers the right to review, copy, and request amendments to their own medical records.**
  - **Grievance and Appeals Processes for consumers to resolve their differences with their health plans and health care providers -- including an internal and external appeals process.**
- **Although many states have passed legislation in this area, this patchwork of protections is not sufficient, particularly because tens of millions Americans are covered by plans which are not governed by state law. The Democratic Leadership has indicated that they will soon introduced legislation in this area. They are working with the ranking Democrats on the Committees of Jurisdiction Senator Kennedy and Congressman Dingell to develop this legislation.**
- **Many Republicans recognize the need for national, federally-enforceable consumer protections. In fact, legislation sponsored by Congressman Norwood has the support of nearly 100 Republican House Members. In addition, Democrats and Republicans in state legislatures across the country have passed consumer rights legislation into law. Forty-three states have enacted into law one or more of the basic protections outlined above, and over 25 of these states have Republican Governors.**

*Health Care Q&A for NGA Annual Meeting*

**QUESTION:** *Why do we need a Health Care Consumer Bill of Rights?*

**ANSWER:** The nation's health care system is undergoing historic transformations that are affecting the way millions of Americans receive their health care. Some of these changes have been quite beneficial. They have lowered costs and improved preventive benefits.

At the same time, for too many Americans these changes are also causing turmoil and distrust. A recent Kaiser study showed that Americans believe that managed care is making it harder for people to see specialists and to get access to emergency room care. The President asked the Commission to examine these changes and recommend ways to better protect consumers as we move through this transition.

A Health Care Bill of Rights will give Americans newfound confidence in their health care. It will give them much-needed protections -- such as a sense of security that they will have access to emergency services in an expedited fashion; that they will have access to the specialists they need, and that there is a rigorous process in place when they have health care grievances.

**QUESTION:** *Many businesses have said they can come into compliance with the bill of rights voluntarily. Why do you need Federally enforceable legislation?*

**ANSWER:** There are some businesses who will come into compliance voluntarily, and we welcome their commitment to do so. However, these rights should be made real for all Americans, and voluntary compliance cannot assure that outcome.

**QUESTION:** *Business and some Congressional leaders are saying that this Patients Bill of Rights represents Clinton Care II?*

**ANSWER:** Inflammatory and inaccurate rhetoric is only being used by defenders of the status quo. These recommendations are aimed provide Americans essential protections to give them confidence in their health care system.

Democrats are unified on the need for legislation, and nearly 100 Republicans have co-sponsored legislation that focuses in these issues. Moreover, each of the rights proposed by the President's commission has been enacted by a Republican Governor. We should focus on the national interest rather than special interests.

The Bill of Rights is a sensible, moderate approach to fixing some of the problems that are plaguing consumers, providers, and health plans as we move through this historic transition.

**QUESTION:** *What do you think of the Norwood/D'Amato legislation?*

**ANSWER:** I applaud Congressman Norwood and Senator D'Amato for their leadership on this issue. We are encouraged that so many Republicans and Democrats understand the need for national legislation. There are a number of bills on the Hill at this time. Some Members have indicated their interest in modifying their legislation before Congress comes back. We look forward to working with all Republicans and Democrats as we move forward throughout this process.

**QUESTION:** *There are bipartisan bills in the Congress that have legally enforceable mechanisms to assure these consumer protections. The Administration has been silent on this issue. How will the administration propose to make these rights real?*

**ANSWER:** The Administration believes that consumers should have adequate remedies when they have been harmed by medical or other types of health plan decisions. We have not yet determined the best enforcement tool for addressing this concern, but we are currently evaluating options.

## Tobacco Talking Points for NGA Annual Meeting

- I have challenged Congress to pass sweeping tobacco legislation to reduce teen tobacco use significantly. That legislation will build on the extraordinary efforts of the nation's attorneys general, who helped create an historic opportunity for progress in reducing smoking, especially by youth. Tobacco legislation must include five key elements:
  - A Comprehensive Plan to Reduce Youth Smoking, Including Tough Penalties If Targets Are Not Met. The central goal of tobacco legislation must be a comprehensive, nationwide effort to reduce teen smoking. I am calling for:
    - Tough Penalties and Price Increases to Reduce Youth Smoking. My Administration believes tobacco legislation must include stiff penalties that give the tobacco industry the strongest possible incentive to stop targeting kids. Legislation should set ambitious targets to cut teen smoking by 30% in 5 years, 50% in 7 years, and 60% in 10 years, and impose severe financial penalties that hold tobacco companies accountable to meet those targets. I support a combination of industry payments and penalties to increase the price of cigarettes by up to \$1.50 a pack over the next decade as necessary to meet youth smoking reduction targets.
    - A Public Education and Counter Advertising Campaign. Legislation must provide for a nationwide effort to deglamorize tobacco, warn young people of its addictive nature and deadly consequences, and help parents discourage their children from taking up the habit.
    - Expanded Efforts to Restrict Access and Limit Appeal. I support legislation codifying the FDA's efforts to reduce youth access to tobacco, and imposing even stronger restrictions on youth access and advertising consistent with the Constitution.
  - Full Authority for FDA to Regulate Tobacco Products. The Administration supports federal legislation that affirms efforts by the Food & Drug Administration (FDA) to regulate tobacco like any other drug or device and that provides FDA with sufficient flexibility to meet changing circumstances.
  - The Tobacco Industry Must Change The Way Its Does Business. I have challenged the tobacco industry to stop marketing and promoting tobacco to children, provide broad document disclosure -- especially of those documents relating to marketing tobacco to children, and set up comprehensive corporate compliance programs that will reinforce the incentives created by the youth and smoking penalties.
  - Progress Toward Other Public Health Goals. Federal tobacco legislation provides an opportunity to meet other public health goals: the reduction of second-hand tobacco smoke, the expansion of smoking cessation programs, the strengthening of international efforts to control tobacco, and the provision of funds for health research.

- Protection for Tobacco Farmers and Their Communities. My Administration is committed to working with members of Congress in both parties to ensure that we protect the financial well-being of tobacco farmers, their families, and their communities.

*Tobacco Q&A for NGA Annual Meeting*

**QUESTION:** *Are you concerned by comments by some members of Congress that tobacco legislation may be getting stalled -- that you may not be serious about getting a bill -- and that you should take a more active role in pushing legislation?*

**ANSWER:** I am committed to enacting comprehensive bipartisan tobacco legislation. So any comments to the contrary are just wrong. We are making very solid progress towards enacting comprehensive tobacco legislation that will reduce teen smoking. I've proposed a very clear set of principles about what should be in the bill. I've met personally with senior members involved in this. Our staff has met with members of both parties and will continue to do so. And my budget contains a great deal of details on how I think we should get this done -- on how much money the tobacco companies should pay and where it should go. This has been a long battle we have been fighting and we will stay with it, and it will make a difference to the health of millions of children over the next few years.

**QUESTION:** *Last week, several Republicans came out against tobacco legislation that would grant the industry limits on liability. Many public health leaders are also saying that tobacco legislation must not include limits on liability. Do you still favor a settlement that would include limits on industry liability?*

**ANSWER:** I will evaluate tobacco legislation as a whole to determine whether it protects the public health. Liability limits are not necessarily a deal-breaker for us. What's important is achieving comprehensive legislation that includes, for example, a large per-pack price increase, penalties for marketing to children, and broad restrictions on children's access to tobacco.

I hope that these kinds of statements (statements by Republican senators on liability) don't mean that some members are seeking to walk away from their responsibility to protect children by enacting comprehensive tobacco legislation.

Piecemeal legislation won't accomplish our goal. It's not enough just to say we did something if we don't pass comprehensive legislation that really accomplishes our goals.

**QUESTION:** *In September, you said the focus of tobacco legislation should not be about money. In the budget you unveiled this week, more than 60 percent of the proposed increase in discretionary spending is paid for by tobacco legislation. Why have you changed course?*

**ANSWER:** My course has not changed -- Congress should send me legislation that will dramatically reduce youth smoking. Experts all agree the single most important step we can take to reduce youth smoking is to raise the price of a pack of cigarettes significantly. That is why last September, and again in the State of the Union speech, I called for Congress to pass legislation that raises cigarette prices by up to \$1.50 per pack over the next ten years as necessary to reduce youth smoking. Our

budget simply scores that part of the plan, and allocates the revenues to programs that promote public health and assist children.

Automated Records Management System  
Hex-Dump Conversion

**QUESTION:** *How can you assume revenues from tobacco legislation when it's not at all certain whether this legislation will pass?*

**ANSWER:** It is a normal part of the budget process to account for any revenues that will be raised from proposed legislation. And we believe strongly that Congress will pass comprehensive tobacco legislation this year. If everyone who says they are committed to protecting children from tobacco rolls up their sleeves and gets to work, we will pass a significant piece of legislation.

**QUESTION:** *Why is it that some of the programs funded with tobacco revenues have no relation to tobacco?*

**ANSWER:** Most of the spending is directly related to tobacco, such as health-related research and smoking cessation programs. The rest goes to programs that will assist our children. I wanted to ensure that states get a substantial share of the resources, because of the states' contribution in negotiating the original proposed settlement. It is this state-directed money that goes to children's programs -- to improve child care and reduce class size -- in recognition that these are shared federal and state goals.

**QUESTION:** *Doesn't attaching tobacco legislation to particular spending initiatives hurt the chance of passing this legislation?*

**ANSWER:** No. It is a normal part of the budget process to propose how to spend any revenues raised from proposed legislation. And we will work on a bipartisan basis with Congress if it has other ideas on the best way to allocate these revenues. There is no reason why allocation issues should hold up the process of comprehensive legislation.

**QUESTION:** *How much money do you expect to raise from tobacco legislation next year? What about over five years? How did you come to this figure?*

**ANSWER:** This budget is designed to reduce youth smoking by 30% in five years and 50% in seven years, which are the goals I've set out. We calculate that the necessary increase in the price per pack will result in about \$10 billion in revenue next year and \$65 billion over five years.

**QUESTION:** *How much does your plan increase the cost of cigarettes?*

**ANSWER:** In order to reach the goal of reducing youth smoking by 30% in five years, and 50% in seven years, my budget projects about a \$1.10 increase in the price of cigarettes over five years.

**QUESTION:** *What programs is tobacco money used for in the budget?*

**ANSWER:** In general, tobacco revenues go toward protecting public health and assisting children.

First, the budget provides for funds for anti-smoking activities that will help us meet the goals of reducing youth smoking rates. In addition, there are funds in the budget to support the commitment I made when I announced my plan for tobacco legislation in September to fund a dramatic expansion of health-related research in America. Finally, in recognition of the states' role in bringing suit against tobacco companies, the budget provides for a substantial amount of money to revert to the states. Some of this money can be used for any purpose. Other funds must be used on state-administered programs to assist children (specifically, for child care, Medicaid child outreach, and class size reduction).

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Hex-Dump Conversion

**QUESTION:** *How much money is there for states in the budget?*

**ANSWER:** The states will receive as much money over five years as they would have received under the original settlement agreement. A large part of this money will be unrestricted; states can use it for whatever purposes they choose. The rest of the money will go to states for state-administered programs to provide child care subsidies and reduce class size. This money represents the usual federal share of Medicaid recoveries, which I believe should go back to the states in recognition of the important role the states played in bringing about this legislation.

**QUESTION:** *Does your budget assume that the revenues from tobacco legislation will come from increased excise taxes, or from industry payments pursuant to a settlement?*

**ANSWER:** The budget assumes that the money will come from annual industry payments pursuant to a settlement.

**QUESTION:** *Do recent events -- the tobacco settlement in Texas or the release of documents showing some companies were marketing to children -- diminish the need for legislation or the chance that it would get passed?*

**ANSWER:** No. It is a good sign that industry is being held accountable for the harms it has caused, and that we are getting information out about how the industry has hurt children. That should serve as still further impetus for comprehensive legislation. We need a comprehensive system of penalties to make sure companies reduce teen smoking; we need the FDA to have authority over tobacco products to protect our health; and we need to make sure tobacco companies don't market to children. I think all the attention from these events makes it clear why we need a national solution, and why it's so important to get it done soon.

**QUESTION:** *Lawyers in both Texas and Florida have asked for obscene amounts of money for their role in bringing about settlements with the tobacco industry. Will you support a provision in national legislation to limit fees for lawyers?*

**ANSWER:** I'm primarily concerned with ensuring that tobacco legislation reduces youth smoking and protects the public health -- not with collecting and distributing money from a settlement. The lawyers who brought these suits have expended lots of time and effort, and deserve to be well recompensed for their work. But everyone agrees that fees shouldn't be out of proportion to the work that was done.

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Emily Bromberg ( CN=Emily Bromberg/OU=WHO/O=EOP [ WHO ] )

CREATION DATE/TIME:13-FEB-1998 14:59:37.00

SUBJECT: NGA Roundtable

TO: Paul J. Weinstein Jr. ( CN=Paul J. Weinstein Jr./OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Michael Cohen ( CN=Michael Cohen/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Nicole R. Rabner ( CN=Nicole R. Rabner/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TO: Jonathan A. Kaplan ( CN=Jonathan A. Kaplan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Jeanne Lambrew ( CN=Jeanne Lambrew/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Sally Katzen ( CN=Sally Katzen/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Anne H. Lewis ( CN=Anne H. Lewis/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Robert M. Shireman ( CN=Robert M. Shireman/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Neera Tanden ( CN=Neera Tanden/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TO: Jennifer L. Klein ( CN=Jennifer L. Klein/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Dorothy Robyn ( CN=Dorothy Robyn/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Christopher C. Jennings ( CN=Christopher C. Jennings/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

CC: Fred DuVal ( CN=Fred DuVal/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

CC: Sky Gallegos ( CN=Sky Gallegos/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TEXT:

Just a reminder that the information described below is due to me first thing Tuesday morning.

ATTENTION NEC: Today, the NGA added workforce development to the NGA Roundtable. That means that I will need talking points, questions to keep the discussion moving, and the most difficult Q's and A's for workforce

development as well as well as the other issues described below. I will assume that Anne Lewis is the contact for this topic and that I will receive the necessary paper from her, unless I hear otherwise.

Thank you so much for your work on this.

----- Forwarded by Emily Bromberg/WHO/EOP on 02/13/98  
02:49 PM -----

Emily Bromberg  
02/09/98 11:57:42 AM  
Record Type: Record

To: See the distribution list at the bottom of this message  
cc: Sky Gallegos/WHO/EOP  
Subject: NGA Roundtable

Its that time again! On Monday, February 23, 1998, the President will convene the yearly NGA Roundtable with the Governors. I have a preliminary list of the subjects the Governors will address, and will have confirmation on the topics this week. I do not expect them to change. For those of you who are new to this, the drill is: after the opening statements (open press), the press departs, and one Governor will introduce each topic (total of 4-5 Govs, Child Care and Education may be one topic area), followed by open discussion.

Topics are:  
Highways: Robyn  
Tobacco: Kagan/Jennings  
Child Care: Klein  
Education: Cohen/Shireman  
Health Care Quality: Jennings

For each topic, I would like two pages: one page with talking points for POTUS (brief) and questions to ask Govs to keep the discussion moving; and one page with the most difficult q's and a's. Please send these to me no later than FIRST THING Tuesday, February 17, 1998.

Thanks for your help.

Message Sent

To: \_\_\_\_\_  
Elena Kagan/OPD/EOP  
Christopher C. Jennings/OPD/EOP  
Jeanne Lambrew/OPD/EOP  
Dorothy Robyn/OPD/EOP  
Jonathan A. Kaplan/OPD/EOP  
Jennifer L. Klein/OPD/EOP  
Nicole R. Rabner/WHO/EOP  
Neera Tanden/WHO/EOP  
Michael Cohen/OPD/EOP  
Robert M. Shireman/OPD/EOP  
Paul J. Weinstein Jr./OPD/EOP

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Katherine K. Wallman ( CN=Katherine K. Wallman/OU=OMB/O=EOP [ OMB ] )

CREATION DATE/TIME:13-FEB-1998 17:13:06.00

SUBJECT: Measures of Income and Poverty Seminar

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP@EOP [ OPD ] )  
READ:UNKNOWN

TO: Peter R. Orszag ( CN=Peter R. Orszag/OU=OPD/O=EOP@EOP [ OPD ] )  
READ:UNKNOWN

TO: Sally Katzen ( CN=Sally Katzen/OU=OPD/O=EOP@EOP [ OPD ] )  
READ:UNKNOWN

Phyllis Kaiser-Dark ( CN=Phyllis Kaiser-Dark/OU=OMB/O=EOP@EOP [ OMB ] )  
READ:UNKNOWN

TEXT:

please see the following invitation to a seminar on the measurement of income and poverty that will be held at the national academy of sciences next friday, february 20.

if you would like to join us, please rsvp by email to paul bugg in my office.

----- Forwarded by Katherine K. Wallman/OMB/EOP on  
02/13/98 04:57 PM -----

Paul Bugg  
02/13/98 04:31:42 PM  
Record Type: Record

To: See the distribution list at the bottom of this message  
cc:  
Subject: Measures of Income and Poverty Seminar

The National Research Council's Committee on National Statistics (CNSTAT) is holding a session on "Progress Toward Developing a New U.S. Measure of Poverty" from 2:45 to 5:00 p.m. on Friday, February 20, 1998, at the National Academy of Sciences, 2101 Constitution Ave., NW, Lecture Room.

Planned presentations include: Review of and Update on the Committee on National Statistics Report: Measuring Poverty: A New Approach; Census Bureau and Bureau of Labor Statistics Activities to Improve the Measurement of Income and Poverty; and "Poverty Measurement Research Using the Consumer Expenditure Survey and the Survey of Income and Program Participation (with support estimates from the Current Population Survey)."

If you are interested in attending this seminar and discussion, please reply to this E-mail by noon, Tuesday, February 17, so that we can let CNSTAT know how many of our colleagues will be coming.

Thanks.

Message Sent

To:

---

Richard B. Bavier/OMB/EOP@EOP

Anil Kakani/OMB/EOP@EOP

Nancy Kirkendall/OMB/EOP@EOP

Katherine L. Meredith/OMB/EOP@EOP

Mark E. Miller/OMB/EOP@EOP

Joseph J. Minarik/OMB/EOP@EOP

Robert L. Nabors/OMB/EOP@EOP

Katherine K. Wallman/OMB/EOP@EOP

Mark A. Wasserman/OMB/EOP@EOP

Mark D. Menchik/OMB/EOP@EOP

RECORD TYPE: PRESIDENTIAL (NOTES MAIL)

CREATOR: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP [ OPD ] )

CREATION DATE/TIME:13-FEB-1998 15:23:14.00

SUBJECT: A Senate Dem sent me this re: House GOP Agenda

TO: Neera Tanden ( CN=Neera Tanden/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TO: Andrea Kane ( CN=Andrea Kane/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Essence P. Washington ( CN=Essence P. Washington/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Leanne A. Shimabukuro ( CN=Leanne A. Shimabukuro/OU=OPD/O=EOP @ EOP [ OPD ] )  
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TO: Cynthia A. Rice ( CN=Cynthia A. Rice/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Nicole R. Rabner ( CN=Nicole R. Rabner/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TO: Tanya E. Martin ( CN=Tanya E. Martin/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Jennifer L. Klein ( CN=Jennifer L. Klein/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Elena Kagan ( CN=Elena Kagan/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Thomas L. Freedman ( CN=Thomas L. Freedman/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Laura Emmett ( CN=Laura Emmett/OU=WHO/O=EOP @ EOP [ WHO ] )  
READ:UNKNOWN

TO: Jose Cerda III ( CN=Jose Cerda III/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Julie A. Fernandes ( CN=Julie A. Fernandes/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Paul J. Weinstein Jr. ( CN=Paul J. Weinstein Jr./OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Mary L. Smith ( CN=Mary L. Smith/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Christa Robinson ( CN=Christa Robinson/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Bruce N. Reed ( CN=Bruce N. Reed/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Cathy R. Mays ( CN=Cathy R. Mays/OU=OPD/O=EOP @ EOP [ OPD ] )

READ:UNKNOWN

TO: Jeanne Lambrew ( CN=Jeanne Lambrew/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: William R. Kincaid ( CN=William R. Kincaid/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Christopher C. Jennings ( CN=Christopher C. Jennings/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Diana Fortuna ( CN=Diana Fortuna/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Michael Cohen ( CN=Michael Cohen/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TO: Sarah A. Bianchi ( CN=Sarah A. Bianchi/OU=OPD/O=EOP @ EOP [ OPD ] )  
READ:UNKNOWN

TEXT:  
----- Forwarded by Cynthia A. Rice/OPD/EOP on 02/13/98  
03:22 PM -----

dauster @ erols.com  
02/12/98 09:23:00 PM

Record Type: Record

To: See the distribution list at the bottom of this message  
cc:  
Subject: Republican Agenda

Here is an electronic version of a document found on the House side  
that appears to reflect a House Republican agenda:

Revised  
Draft

First 90 Days Floor Schedule

[ \* = oversight themes]

February

Week of:

2-7 Reagan Airport  
Health Care Task Force Resolution  
Testing Resolution  
Military construction override

(3rd Summit of Religious Leaders)  
(4th National Prayer Breakfast)

[9-11 Conference Retreat]

\* IRS/Waste, Fraud and Abuse

9-13 Child care resolution  
 Sea Grant (susp.)  
 California 46 contest dismissal  
 Voter Eligibility Verification Act (Horn bill, susp.)  
 (Note: House only in session from Wed. after 5 pm until Thurs. at 2 pm)

\* IRS/Waste, Fraud and Abuse

16-20 President's Day Break

23-27 Witness protection  
 Cellular telephone fraud  
 NHTSA reauthorization  
 Homeless programs consolidation

\*Education/IRS/Waste, Fraud and Abuse

#### Major Bills Where Timing is Uncertain

Budget and budget process  
 Supplemental  
 ISTEPA  
 Financial Services Modernization  
 Medicare Freedom to Contract  
 Military Health Care Reform (FEHBP for soldiers)  
 Safe & Drug Free Schools Reauthorization  
 Partial Birth Abortion Ban  
 Product Liability  
 Regulatory reform initiative (either comprehensive or rifle shots)  
 Tucker Act Shuffle (property rights)  
 Tobacco  
 Quotas & set-asides  
 Parental Freedom Information Act  
 LIHEAP reauthorization  
 Health care initiatives  
 Superfund reform  
 Religious liberties amendment  
 Puerto Rico  
 Salton Sea  
 Sunset tax code with principles for reform  
 House Rules recodification

#### CONFERENCE REPORTS

- 1) State Department consolidation
- 2) Charter schools
- 3) Reading excellency/literacy
- 4) PMI reform
- 5) Coast Guard reauthorization

#### WAITING ON SENATE ACTION

- 1) Coverdell ESA's
- 2) Gallegly property rights bill
- 3) Grazing reform
- 4) Public housing reform
- 5) Job training consolidation
- 6) Vocational education consolidation

- 7) ONDCP reauthorization
- 8) Family flexibility (comp. time)
- 9) IRS restructuring
- 10) Juvenile crime
- 11) Quincy Library
- 12) American Land Sovereignty
- 13) National Monument Fairness

## March

- 2-6
  - Human Cloning ban
  - Veterans Employment Opportunity (reemployment rights)
  - Arlington Cemetery Eligibility Requirements
  - Homeless Veterans
  - Child support incentives/penalties
  - Cellular Privacy Act
  - Satellite Competition Act
  - Medicare subvention
  - \* Drugs and Crime
- 9-13
  - Internet Tax Freedom Bill
  - Govt. Procurement Reform (Horn)
  - Ethics in Govt. Act Reform (Indian Issues revolving door)
  - Mandatory minimums for gun crimes
  - Satellite fee increase moratorium
  - Inside Sales (possible susp./technical FLSA correction)
  - \* Waste, Fraud and Abuse
- 16-20
  - DC Scholarships
  - Silk Road Strategy Resolution (pro-Caspian Sea nation bills)
  - Yucca Mountain conference report
  - Money laundering
  - Civil asset forfeiture (Jud./W&M)
  - Sub-Saharan Africa free trade
  - Changing MFN to "normal trade status" & misc. trade provisions/technical corrections
  - Anti-Marijuana legalization resolution
  - Public Health Service Reauthorization (contains illegal drug initiatives)
  - \* Drugs and Crime
- 23-27
  - Kyoto Resolution (similar to Byrd/Hagel - ?)
  - MSAs for Federal Employees (GRO/W&M)
  - HIPAA & Medicare technical corrections
  - Forest Health Bill
  - Tropical Forest Protection Act
  - King Cove easement
  - Scholarships for Children of State/local police killed in line of duty (suspension)
  - Tax Limitation Amendment
  - FCC reauthorization
  - NTIA reauthorization
  - National Science Foundation reauthorization conference report (pending Sen. action)
  - NASA conference report (pending Sen. action)

Social Security Commission  
OSHA reform  
Campaign reform/paycheck protection

\* Education/Drugs and Crime

30-4/1 3 Judge Panels (Bono bill on overturning state referenda)  
Missile defense authorization bill (Weldon-Spratt)  
Crimes against children package (still being developed, could include:

- Internet stalking & obscenity on Net
- Background check on child care providers
- Revamp missing and exploited children office

at Justice)

Commercial space conference report (pending Sen. action)  
NIST conference report (pending Sen. action)

\* Education/Waste, Fraud and Abuse

April

2-20 Easter Break

20-24 Uniform standards (securities litigation II)  
Fatherhood Initiative Block Grant (Shaw)  
Bankruptcy reform  
Electric utility restructuring  
Computer security  
Small business relief package (salting, etc.)

\* Education

27-5/1 Higher Education Reauthorization  
Religious Persecution  
State Dept. Conference Report  
Internet Gambling Ban  
Next generation Internet  
Encryption  
National Fish & Wildlife Foundation reauthorization  
Department of Justice reauthorization

\*\*\*\*\* Bill Dauster \*\*\*\*\*  
e-mail me at: dauster@erols.com or bill\_dauster@labor.senate.gov  
see speeches at: <http://robles.callutheran.edu/~mlewis/kidspk.html>

Message Sent

To: \_\_\_\_\_  
Joseph J. Minarik  
Harry E. Moran  
Rosalyn J. Rettman  
Alan B. Rhinesmith  
Cynthia A. Rice  
Justine F. Rodriguez  
Elizabeth L. Rossman  
Alice E. Shuffield

Arthur W. Stigile

===== ATTACHMENT 1 =====  
ATT CREATION TIME/DATE: 0 00:00:00.00

TEXT:

RFC-822-headers:

Received: from conversion.pmdf.eop.gov by PMDF.EOP.GOV (PMDF V5.0-4 #6879)  
id <01ITI9FW3VYO00LDET@PMDF.EOP.GOV>; Thu, 12 Feb 1998 21:30:04 -0500 (EST)

Received: from storm.eop.gov (storm.eop.gov)  
by PMDF.EOP.GOV (PMDF V5.0-4 #6879) id <01ITI9FQOKPS00HL0V@PMDF.EOP.GOV>; Thu,

12 Feb 1998 21:29:57 -0500 (EST)

Received: from smtp2.erols.com ([207.172.3.235])

by STORM.EOP.GOV (PMDF V5.1-7 #6879)

with ESMTTP id <01ITI9EQSQG60028G6@STORM.EOP.GOV>; Thu,

12 Feb 1998 21:29:11 -0500 (EST)

Received: from 207-172-57-128.s128.tnt2.ann.erols.com

(207-172-57-128.s128.tnt2.ann.erols.com [207.172.57.128])

by smtp2.erols.com (8.8.8/8.8.5) with SMTP id VAA08911; Thu,

12 Feb 1998 21:24:13 -0500 (EST)

X-Mailer: Mozilla 2.01KIT (Win95; U)

X-Authentication-warning: smtp2.erols.com:

207-172-57-128.s128.tnt2.ann.erols.com [207.172.57.128] didn't use HELO  
protocol

===== END ATTACHMENT 1 =====



**NGA Resolution # EC 1.2.3.**

**NGA Resolution Title: State Innovative Education Reform Strategies.**

NGA is proposing to combine Goals 2000, the Eisenhower Professional Development Program (primarily focused on teacher training in math and science), and the Innovative Education Program (an existing block grant) into a single block grant to support state standards-based reform initiatives. In addition to allowing states to combine funds across these three relatively flexible programs, the primary effect of this proposal would be to allow states to use funds now earmarked for improving math and science teaching for a broader array of education reform purposes.

**Administration Position:** The Administration is neutral on this proposal. DPC and the Education Department have been working on something quite similar and have no fundamental problem with the proposal. However, we do not recommend supporting this proposal at this time, for the following reasons: (1) The TIMSS results will be announced on the final day of the NGA meeting, highlighting the need for a substantial teacher training effort in math and science; (2) this initiative is a high priority for Gov. Voinavich but not a priority for the Democratic governors; (3) we can always introduce our own proposal along these lines when needed, as an alternative to less targeted and more damaging block grant proposals, or as the focus of a reauthorization of Goals 2000.

**NGA Resolution # EC 1.3.3.**

**NGA Resolution Title: State and Local Education Performance Partnerships.**

NGA proposes an expansion of the current Ed-Flex Demonstration Program. This program, part of Goals 2000, is currently limited to 12 states. It allows the Secretary of Education to delegate the authority to waive most statutory and regulatory requirement in federal K-12 education programs (except IDEA) to state education agencies, if they have an approved Goals 2000 state education reform plan, and if they are prepared to waive thier own state education requirements for local districts.

**Administration Position:** The Administration supports this approach, and the President will announce his own version of this proposal to the governors.

The administration proposal would drop the requirement for an approved Goals 2000 reform plan, and replace it with a strong requirement for accountability for results, including (1) high standards and testing; (2) public reporting of results including school report cards; and (3) state or local school district intervention in low-performing schools.