

March 25, 1992

M E M O R A N D U M

TO: SENATOR DOLE .
FROM: NINA OVIEDO *[signature]*
SUBJECT: SMALL BUSINESS -- "80% REVENUE FIGURE"

During the floor debate of the tax bill, Senator Bentsen refuted our claim that 80 percent of the revenue from the Democrat's package came from small business by stating that we were referring to 1985 figures.

According to Lindy Paull, Senator Bentsen is correct. However he has no better number. Apparently, the models used by Joint Tax and Treasury in developing revenue estimates are based on 1985 figures. Until the models are updated, there are no better numbers.

March 24, 1992

TO: Senator Dole
FROM: Kathy Ormiston
SUBJECT: Speech to Laffer, Canto, and Associates Washington
Conference

Time and Place

Speech is scheduled for Thursday, March 26 at 3:00 in Dirksen 562. Dr. Art Laffer or Dr. V.A. Canto will introduce you. Al suggests leading off with a good supply-side joke.

Format and Audience

The group would like you to speak for 30-45 minutes, with a Q&A. The audience will be made up of 40 to 50 pension and money fund managers. A list of people expected to attend is attached.

What They Would Like You to Talk About

Capital gains, the federal budget, social security, the peace dividend, the integration of Western Europe, and events taking place in Eastern Europe.

Other Speakers

Rep. Chris Cox (R-CA) and Senator Jesse Helms will speak before you.

Agenda Attached

A.B. LAFFER, V.A. CANTO & ASSOCIATES

THIRTIETH WASHINGTON CONFERENCE

March 25 through March 27, 1992

AGENDA

WEDNESDAY, MARCH 25, 1992

6:00 P.M. - 7:00 P.M.
7:00 P.M. - 9:00 P.M.
PARK HYATT HOTEL
Tivoli Room
24th & M Streets N.W.
Washington, D.C.
(202) 789-1234

COCKTAILS
DINNER
MR. LAWRENCE KUDLOW,
Vice President, Chief Economist and
Senior Managing Director:
Bear, Stearns & Company
DR. RICHARD RAHN,
President/CEO: Novocon Corporation

THURSDAY, MARCH 26, 1992

7:30 A.M. - 8:00 A.M.
PARK HYATT HOTEL
Hyde Park, 1, 2, 3

CONTINENTAL BREAKFAST

8:00 A.M. - 8:45 A.M..

CONGRESSMAN NEWT GINGRICH
(R-Georgia)
House Minority Whip
Ex officio Member: National Republican
Congressional Committee

8:45 A.M. - 9:00 A.M.

BREAK

9:00 A.M. - 9:45 A.M.

GOVERNOR WAYNE ANGELL,
Federal Reserve Board

9:45 A.M. - 10:00 A.M.

BREAK

10:00 A.M. - 11:00 A.M.

MR. MANUEL SUAREZ-MIER,
Economic Minister: Mexican Embassy

11:15 A.M.

BUS DEPARTS PARK HYATT

12:00 P.M. - 2:00 P.M.
DIRKSEN SENATE OFFICE BUILDING
Meeting Room #106

LUNCHEON
SENATOR JESSE HELMS,
(R-North Carolina)
Ranking Minority Member: Foreign
Relations Committee
Ranking Minority Member: Agricultural
Production and Stabilization of
Prices Subcommittee of Agriculture,
Nutrition and Forestry Committee

Agenda (Continued)

Agenda (Continued)

2:00 P.M. - 3:00 P.M.
DIRKSEN SENATE OFFICE BUILDING
Meeting Room #562

CONGRESSMAN CHRISTOPHER COX
(R-California)
*Ranking Minority Member: Government
Activities and Transportation Subcommittee
of Government Operations Committee*

3:00 P.M. - 3:30 P.M.
Meeting Room #562

SENATOR BOB DOLE
(R-Kansas)
*Member: Agriculture, Nutrition and
Forestry Committee
Member: Finance Committee
Member: Rules and Administration Committee
Member: Joint Taxation Committee*

3:30 P.M. - 4:15 P.M.
Meeting Room #562

MS. BERNADETTE BUDDE
*Vice President and Political Education
Director: BIPAC*

4:15 P.M.

BUS RETURNS TO PARK HYATT

6:30 P.M. - 7:15 P.M.
7:15 P.M.
GEORGE TOWN CLUB
1530 Wisconsin Avenue N.W.
(202) 333-9330

COCKTAILS
DINNER
MR. P. J. O'ROURKE, Author

FRIDAY, MARCH 27, 1992

7:30 A.M. - 8:00 A.M.
PARK HYATT HOTEL
Hyde Park 1, 2, 3

CONTINENTAL BREAKFAST

8:00 A.M. - 8:45 A.M.

SENATOR SAM NUNN,
(D-Georgia)
*Chairman: Armed Services Committee
Chairman: Permanent Subcommittee on
Investigations of Governmental
Affairs Committee*

8:45 A.M. - 9:00 A.M.

BREAK

9:00 A.M. - 9:45 A.M.

SENATOR BILL BRADLEY,
(D-New Jersey)
*Chairman: Water and Power Subcommittee
of Energy and Natural Resources
Committee
Chairman: Deficits, Debt Management
and International Debt Subcommittee
of Finance Committee*

Agenda (Continued)

Agenda (Continued)

9:45 A.M. - 10:30 A.M.

SENATOR ALAN K. SIMPSON
(R-Wyoming)

Ranking Minority Member: Nuclear Regulation
Subcommittee of Environment and Public
Works Committee

Ranking Minority Member: Immigration and
Refugee Affairs Subcommittee of Judiciary
Committee

Member: Veterans' Affairs Committee

10:30 A.M. - 11:30 A.M.

GOVERNOR PETE DU PONT
(R-Delaware)

Former Governor of Delaware

11:30 A.M. - 12:00 Noon

CHECK OUT

12:00 Noon - 2:00 P.M.
Hyde Park 1, 2, 3

LUNCHEON

SENATOR EDWARD M. KENNEDY
(D-Massachusetts)

Chairman: Projection Forces and Regional
Defense Subcommittee of Armed
Services Committee

Chairman: Immigration and Refugee Affairs
Subcommittee of Judiciary Committee

Chairman: Labor and Human Resources
Committee

Chairman: Fiscal and Monetary Policy
Subcommittee of Joint Economic
Committee

2:00 P.M.

ADJOURN

WASHINGTON CONFERENCE CONFIRMED LIST
March 25 - 27, 1992

<u>Client</u>	<u>Company</u> <u>Comments</u>
Ehsan Raman	Washington Metro
John Fund	Wall Street Journal
Richard Norman	Dean Witter
Creighton Arita	Cadinha & Company
*Harlan Cadinha	Cadinha & Company
Walter Blasberg	Continental Insurance
Jerry Bollman	Continental Asset Mgmt.
Kathleen Brooks	General Electric Pension
James Crabbe	The Crabbe-Huson Company
*Thomas Gillespie	Sirach Capital Mgmt.
Eduardo Haim	Lazard Freres
William Hay	Dundee Partners
*Aubrey Hayes (wife - Terri)	General Electric Pension
*Harvey Hirschhorn	Stein Roe & Farnham
Madeline Keim	
*Kevin Melich	Delaware Investment
Leon Munson	Cadinha & Company
Harold Ofstie	Delaware Investment

*Charlie Parker	Continental Corporation
Michael Petrino	Petrino, Neuburger & Moore
Joseph & Ida Sondheimer	Stein Roe & Farnham
Joel Citron	MP General
Steve Daniels	Lane Industries
Dennis Jolicoeur	The Jolicoeur Company
Dave Juday	Office of the Vice President
Jonathan Perl (Guest)	Institutional Investors Consulting Co.
Keith Pauley	Alex. Brown Kleinworth Benson
Rudolph Reinfrank	Shamrock Capital Advisors
Douglas Rodriguez	MP General
Alejandro Rosas	Grupo AAA
Mark Schmeer	Ontario Hydro
Mark Thatcher	The Grantham Company
David Wallace	The Grantham Company
Tom Carpenter	ASB Capital
Bruce Coleman	Michigan Natl Bank
David Dootson	Sears
Jack Doyle	Van Kampen Merritt Investment
John Flynn	Summit/U.S. Trust
Rand Frolich	Mark Partners
Dean Gulis	William C. Roney & Co.
Richard Kost	National Bank of Detroit
Peter Marshall	Seamark
Michael Mercer	First Wachovia Trust Co.
Steve Mitchell	Alex Brown & Son
William Shiebler (Wife - Joanne)	Putnam Management
Nancy Tengler	Spare, Tengler Kaplan & Bischel
Roy Warren	Alex Brown & Sons
Diane Baldwin	Hoenig & Company

LAFFER, CANTO,
AND ASSOCIATES
SPEECH

MARCH 26, 1992

THE WORLD SITUATION

0 **THANK YOU.**

0 **IN AN ELECTION YEAR, IT**
ALWAYS GETS A LITTLE
CRAZY IN THIS TOWN. AS
USUAL, WE'RE SEEING A A

**"BULL MARKET" IN
PARTISAN POSTURING, AND
A "BEAR MARKET" IN
STATESMANSHIP AND
COMMON SENSE.**

**0 GEORGE BUSH HAS BEEN
TAKING MORE THAN HIS
FAIR SHARE OF "HITS" --
INCLUDING FROM A FEW IN
HIS OWN PARTY. ONE OF**

**THE REAL "CHEAP SHOTS"
HAS BEEN THAT THE
PRESIDENT DOESN'T CARE
ABOUT AMERICA OR
AMERICANS. IF YOU WANT
SOME HELP FROM GEORGE
BUSH, THE PRESIDENT'S
CRITICS SAY, MOVE -- MOVE
OUT OF AMERICA; MOVE
TO SOME FOREIGN**

COUNTRY.

**0 WELL, THAT'S DEAD
WRONG, OF COURSE. BUT
THE CHARGE HAS STUCK.
YOU CAN SEE IT IN THE
POLLS; YOU CAN SEE IT IN
THE PROTEST VOTE THAT
PAT BUCHANAN CONTINUES
TO HARVEST; YOU CAN SEE
IT IN THE RHETORIC ON**

**CAPITOL HILL, AND
WHEREVER DEMOCRATS
HAPPEN TO BE HOLDING
THEIR NEXT PRIMARY.**

**0 WHEN THE ECONOMY IS
DOWN AND
UNEMPLOYMENT IS UP, THE
SIREN SONG OF "AMERICA
FIRST" ALWAYS SOUNDS
SWEETER. BUT IT IS A**

**DANGEROUS LULLABY,
ENTICING US INTO A
POTENTIALLY DEADLY
SLEEP. A SLUMBER DURING
WHICH THE DANGERS TO
AMERICA CAN GROW; AND
THE OPPORTUNITIES FOR
AMERICA -- INCLUDING,
RIGHT NOW, SOME TRULY
HISTORIC OPPORTUNITIES --**

**CAN RAPIDLY DWINDLE AND
DISAPPEAR.**

- 0 THE REALITY IS,
ISOLATIONISM SOLVES
NOTHING FOR AMERICA.**
- 0 IT IS NOT A SOLUTION -- IT
IS AN ESCAPE.**
- 0 IT IS NOT A PROGRAM -- IT
IS A WHIPPING BOY.**
- 0 IT IS NOT A STRATEGY -- IT**

IS A COP-OUT.

- 0 IT WILL NOT SERVE THE
AMERICAN WORKER. IT
WILL NOT SERVE THE
AMERICAN FARMER. IT
WILL NOT SERVE THE
AMERICAN PEOPLE.**
- 0 BOOKS ABOUT THE "END OF
HISTORY" MAY BE TOPPING
THE BEST SELLER LIST**

**"INSIDE THE BELTWAY" --
BUT THEY DON'T HAVE
MUCH RESONANCE IN THE
REAL WORLD, HERE OR
ABROAD.**

**0 EVEN WHEN COMBINED
WITH THE COLLAPSE OF
COMMUNISM AND THE END
OF THE COLD WAR, THE
PERSIAN GULF WAR WAS**

**NOT THE "WAR TO END ALL
WARS" OR A VICTORY THAT
MADE THIS WORLD "SAFE
FOR DEMOCRACY."**

**0 THE LIKES OF QADDAFI ARE
STILL ON THE LOOSE; IRAN,
LIBYA AND A WHOLE BUNCH
OF OTHERS ARE PART OF A
MAD SCRAMBLE TO GRAB
SOVIET TECHNOLOGY,**

**TECHNICIANS AND
WEAPONS; AND REGIONAL
CONFLICTS, TERRORISM
AND MULTINATIONAL DRUG
CARTELS ARE STILL VERY
MUCH A PART OF LIFE ON
THIS PLANET.**

**0 IN ADDITION, NO ONE CAN
DOUBT ANY LONGER THAT
AMERICA'S NATIONAL**

**SECURITY IS INTIMATELY
TIED UP WITH AMERICA'S
ECONOMIC HEALTH; AND
AMERICA'S ECONOMIC
HEALTH IS, IN TURN, A
DIRECT FUNCTION OF
AMERICA'S INTERNATIONAL
RELATIONS.**

**0 FOREIGN LENDING PROPS
UP OUR ECONOMY.**

**FOREIGN EXPORTS GIVE
OUR CONSUMERS
PRODUCTS THEY WANT, AT
PRICES THEY CAN
AFFORDS. FOREIGN
MARKETS WHEN OPEN FUEL
OUR GROWTH, AND WHEN
CLOSED FRUSTRATE OUR
PROGRESS.**

0 THE BOTTOM LINE IS THAT

**AMERICA -- THE
STRONGEST NATION ON
EARTH -- CAN SURVIVE ALL
ALONE. BUT WE WILL NOT
BE TRULY SECURE, AND WE
CANNOT PROSPER. ON
THIS SMALL AND STILL
SHRINKING PLANET,
ISOLATION CAN NO LONGER
BE SPLENDID.**

**0 AND LET ME SAY A SPECIAL
WORD ABOUT ONE
PARTICULAR ASPECT OF
THIS QUESTION OF OUR
ROLE IN THE WORLD -- OUR
RELATIONS WITH THE
FLEDGLING NATIONS OF
THE "FORMER SOVIET
UNION."**

0 WE ALL OWE A DEBT OF

**GRATITUDE TO FORMER
PRESIDENT NIXON, WHOSE
RECENT SPEECHES AND
WRITINGS ON THIS
SUBJECT REPRESENT A
MUCH-NEEDED "WAKE UP
CALL" TO ACTION.**

**0 PRESIDENT NIXON IS RIGHT.
THE COLLAPSE OF THE
SOVIET STATE HAS**

**CREATED AN HISTORIC
OPPORTUNITY FOR
AMERICA TO HELP RESHAPE
THE WORLD IN A MANNER
THAT WILL DRAMATICALLY
ADVANCE AMERICA'S OWN
INTERESTS -- THAT WILL
MAKE US SAFER; WILL
MAKE US MORE
PROSPEROUS.**

**0 THAT WILL ADVANCE THE
CAUSES OF FREEDOM AND
FREE MARKETS WHICH ARE
THE DEFINING CORE OF
OUR OWN NATION.**

**0 THE EFFORT WE MUST
MAKE WILL NOT BE FREE.
WE'RE GOING TO HAVE TO
SPEND SOME MONEY. BUT
WE SPENT BILLIONS TO**

**HELP REVIVE EUROPE
AFTER WORLD WAR II, AND
TRILLIONS TO WIN THE
COLD WAR. AND WE NOW
LOOK BACK ON THOSE
EXPENDITURES AS SOUND
INVESTMENTS IN OUR OWN
CHERISHED PRINCIPLES,
AND IN OUR CONCRETE
WELL-BEING.**

**0 MUCH SMALLER SUMS
SPENT ON HELPING
DEMOCRACY AND FREE
MARKETS SURVIVE AND
SUCCEED IN THE FORMER
SOVIET UNION CAN BE AN
EVEN MORE
SPECTACULARLY
REWARDING INVESTMENT.
0 WE ARE FINALLY WAKING**

**UP IN WASHINGTON, AND
FACING UP TO THE NEED
FOR A BIPARTISAN EFFORT
TO SEIZE THE HISTORIC
OPPORTUNITY WE HAVE. I
HAVE SPOKEN PERSONALLY
TO PRESIDENT BUSH ON
THIS VERY ISSUE, AND HE
WILL PROVIDE THE
LEADERSHIP WE NEED.**

**0 I AM ALSO WORKING
ACTIVELY WITH GEORGE
MITCHELL, MY DEMOCRATIC
COUNTERPART, TO PUT
TOGETHER A BIPARTISAN
WORKING GROUP OF
SENIOR SENATORS -- TO
WORK WITH THE PRESIDENT
IN PRODUCING A PACKAGE
OF LEGISLATIVE AND**

**ADMINISTRATIVE ACTIONS
THAT CAN HELP YELTSIN,
AND THE DEMOCRATIC
LEADERS OF THE OTHER
REPUBLICS, SURVIVE THIS
WINTER, AND GET ON WITH
THE TASK OF
CONDOLIDATING AND
ADVANCING THE
DEMOCRATIC REVOLUTIONS**

THEY HAVE STARTED.

**0 EVEN IF WE SUCCEED IN
DEALING WITH THIS ISSUE
URGENTLY, AND
CREATIVELY, AND IN A
BIPARTISAN MANNER;
EVEN IF WE PUT POLITICS
COMPLETELY ASIDE, AND
WORK TOGETHER IN THE
NATIONAL INTEREST --**

**THERE IS NO GUARANTEE
WE WILL SUCCEED.**

**0 SO MUCH WILL DEPEND ON
EVENTS BEYOND OUR
CONTROL. MOST OF ALL,
NOTHING WE CAN DO WILL
SALVAGE DEMOCRACY IN
THE FORMER SOVIET
UNION, IF THE LEADERS
AND PEOPLES OF THOSE**

**NATIONS ARE NOT TOTALLY
DEDICATED AND
DETERMINED TO MAKE
THEIR REVOLUTIONS
SUCCEED.**

**0 BUT WE MUST TRY. WE
MUST HELP. BECAUSE IT IS
THE RIGHT THING TO DO.
AND, ABOVE ALL, BECAUSE
IT IS IN THE BEST**

INTERESTS OF THE UNITED STATES OF AMERICA.

ECONOMIC GROWTH PACKAGE

**0 LAST FRIDAY, THE HOUSE
AND SENATE RESPONDED
TO THE PRESIDENT'S
CHALLENGE TO SEND HIM
AN ECONOMIC GROWTH
BILL, BY SENDING HIM A 78
BILLION DOLLAR TAX**

INCREASE.

**0 THE DEMOCRATS MAY TALK
ABOUT STIMULATING THE
ECONOMY, BUT BUSINESS-
MEN AND WOMEN WEREN'T
TOO STIMULATED WHEN
THEY FOUND OUT THAT
CLOSE TO 80% OF THE
DEMOCRATS TAX HIKE WAS
ABOUT TO BREAK THEIR**

**BACKS. YOU HEARD ME
RIGHT. APPROXIMATELY
80% OF THE REVENUE CAME
RIGHT OUT OF THE POC-
KETS OF SMALL BUSINESS.**

**0 THESE ARE THE PEOPLE
OUT IN THE REAL WORLD
CREATING JOBS, KEEPING
THE DOORS OPEN AND
KEEPING PEOPLE OFF THE**

**UNEMPLOYMENT LINES.
THE DEMOCRATS SAY
THEY'RE GOING AFTER
WALL STREET, BUT WHAT
THEY'RE REALLY DOING IS
HELPING CLOSE DOWN
MAIN STREET.**

**0 AND THE REALLY
UNFORTUNATE THING IS
THEY'RE TRYING TO DO**

**THIS WHILE THERE IS A
RECOVERY GETTING
UNDERWAY--SLOWLY, YES;
TOO SLOWLY FOR MANY;
AND STILL A LONG WAY TO
GO. BUT THERE ARE SOLID
INDICATIONS OF A PICK UP
IN REAL ESTATE, IN
CONSTRUCTION, AND IN
FACTORY OUTPUT. OUR**

**COUNTRY NOW HAS THE
LOWEST TRADE DEFICIT IN
NEARLY A DECADE AND AN
INFLATION RATE THAT
REMAINS UNDER CONTROL.**

**0 YESTERDAY THE HOUSE
SUSTAINED THE
PRESIDENT'S VETO. THE
HOUSE DEMOCRAT
LEADERSHIP COULDN'T**

**EVEN RALLY A SIMPLE
MAJORITY. WHAT COMES
NEXT IS UNCLEAR. IF THE
DEMOCRATS DECIDE TO
GET SERIOUS, WE MIGHT
COME UP WITH A REAL
ECONOMIC GROWTH
PACKAGE.**

**0 ANOTHER OPTION IS TO DO
NOTHING. THAT'S WHAT**

**ALAN GREENSPAN IS
PRESCRIBING AND,
FRANKLY, I THINK HE MIGHT
BE ON THE RIGHT TRACK.
WITH A 5 TRILLION DOLLAR
ECONOMY, I DON'T KNOW
HOW MUCH STIMULATION A
LITTLE \$80 BILLION DOLLAR
PACKAGE WILL PROVIDE.
DON'T PUT ME DOWN AS A**

SUPPLY-SIDER.

THE BUDGET

**0 WHAT I AM HEARING FROM
TAXPAYERS IN MY STATE IS
THAT THE FEDERAL DEFICIT
IS STILL PUBLIC ENEMY
NUMBER ONE.**

**0 THE ANNUAL INTEREST ON
THE FEDERAL DEBT IS
CLOSE TO \$300 BILLION A**

**YEAR. THAT IS WELL MORE
THAN TWICE THE SIZE OF
THE ENTIRE FEDERAL
BUDGET WHEN I WAS FIRST
ELECTED TO CONGRESS.**

**0 MY GENERATION WILL
PROBABLY ESCAPE THE
WORST CONSEQUENCES OF
DEFICIT SPENDING, BUT
WHAT DO WE TELL OUR**

NATION'S 17-YEAR-OLDS?

- 0 I KNOW THERE ARE**
- ENOUGH OF US IN BOTH**
- PARTIES WHO ARE**
- RESPONSIBLE, BUT IN THIS**
- HIGHLY CHARGED**
- PARTISAN ATMOSPHERE IT**
- IS DIFFICULT TO GET**
- ANYTHING DONE.**
- 0 TAKE FOR EXAMPLE, PART**

**B MEDICARE. IT'S A LITTLE
ITEM THAT'S GROWN TO
ABOUT \$100 BILLION A
YEAR AND WE'RE PAYING 75
PERCENT OF EVERYBODY'S
PART B PREMIUMS,
WHETHER THE RECIPIENT'S
IN POVERTY ROW OR
MILLIONAIRE'S ROW.**

0 NOW, WHY SHOULD THE

**GOVERNMENT HAVE TO
PICK UP THE TAB FOR
SOMEBODY MAKING GOOD
MONEY FOR PART B
MEDICARE? BEHIND
CLOSED DOORS, MOST
PEOPLE CAN AGREE THERE
IS A PROBLEM HERE, BUT
NOBODY, NOT
REPUBLICANS, NOT**

**DEMOCRATS, WANTS TO BE
THE FIRST TO PUT IT ON
THE TABLE. SO, WE END UP
DOING NOTHING TO
CONTROL THE COST OF
ENTITLEMENT.**

**0 MY FEELING IS THAT WE
WILL NOT MAKE ANY
PROGRESS RESTRAINING
THE BUDGET UNTIL WE GET**

**TO THE POINT WHERE
CONGRESS IS WILLING TO
FREEZE ENTITLEMENT PROGRAMS.**

PEACE DIVIDEND

**0 THERE IS SOME
WILLINGNESS IN CONGRESS
TO LOOK AT SPENDING, BUT
THE SPENDING DEMOCRATS
ARE LOOKING AT IS
DEFENSE SPENDING. RIGHT**

**NOW, THE SENATE IS
DEBATING A BILL TO
REMOVE THE SO-CALLED
FIREWALL BETWEEN
DEFENSE SPENDING AND
DOMESTIC SPENDING THAT
WAS AGREED TO IN THE
BUDGET SUMMIT.**

**0 THIS WILL GIVE THE
DEMOCRATS THE LICENSE**

**TO LIFT THE CAP ON
DOMESTIC SPENDING AND
RAID THE DEFENSE BUDGET
AT WILL. TEARING DOWN
THE WALL WILL STRIP AWAY
ONE OF THE FEW
REMAINING RESTRAINTS
THIS CONGRESS HAS. IN
MY OPINION, IT IS A BIG
MISTAKE.**

- 0 DEMOCRATS SEEM TO
THINK DEFENSE IS THE
GOLDEN GOOSE. IF THE
PRESIDENT SAYS \$50
BILLION, SOME DEMOCRAT
UPS BY DEMANDING CUTS
OF \$100 BILLION.**
- 0 WELL, NOW WE'RE GETTING
STUDIES OUT OF THE
CONGRESSIONAL BUDGET**

**OFFICE EXPLAINING WHAT
\$100 TO \$150 BILLION CUTS
OF THIS SIZE WILL DO TO
THE ECONOMY. NOW,
DON'T MISUNDERSTAND ME,
DEFENSE WAS NEVER
MEANT TO BE A JOBS
PROGRAM, BUT WHAT ARE
YOU GOING TO DO
WITH--THEY ARE REAL**

PEOPLE WORKING IN DEFENSE PLANTS.

**0 I KNOW A LOT OF YOUNG
MEN AND WOMEN WHO
SIGNED UP FOR THE
ALL-VOLUNTEER ARMY WHO
ARE BEING TOLD NOW TO
GO ON HOME, WE DON'T
NEED YOU ANY MORE. AND
THEY'RE BACK ON THE**

**STREETS IN RUSSELL,
KANSAS AND AROUND THE
COUNTRY LOOKING FOR
WORK, WITH EVERYBODY
ELSE LOOKING FOR WORK.**

**0 I THINK THAT'S RATHER
SHABBY TREATMENT
MYSELF, OF YOUNG MEN
AND YOUNG WOMEN. WE
SAID SIGN UP FOR 10 OR 15**

**OR 20 YEARS. THEY DID.
WE DON'T NEED THEM ANY
MORE. WELL, THAT'S FINE
BUT THERE OUGHT TO BE
SOME PROGRAM TO TAKE
CARE OF THEM OR AT
LEAST TRY TO FIND THEM
SOMETHING TO DO.**

CONCLUSION

0 NO DOUBT ABOUT IT --

**MARCH MADNESS ISN'T
JUST ON THE BASKETBALL
COURT. CAPITOL HILL
SEEMS TO HAVE ITS OWN
KIND OF CRAZINESS THESE
DAYS.**

**0 UNFORTUNATELY, I DON'T
SEE A CURE IN SIGHT UNTIL
NOVEMBER. I EXPECT THAT
ON ELECTION DAY THE**

**VOTERS WILL PROVIDE A
FEW MEMBERS OF
CONGRESS WITH SOME
BITTER MEDICINE -- DEFEAT.**

**0 THAT IS A RADICAL COURSE
OF TREATMENT, BUT IF
ENOUGH DEMOCRATS LOSE
THEIR JOBS, WE MIGHT END
THE PARTISAN GRIDLOCK**

**THAT PREVENTS ANY REAL
WORK FROM BEING
ACCOMPLISHED IN
WASHINGTON.**

**0 SOUNDS JUST LIKE WHAT
THE DOCTOR ORDERED.**