

October 1, 1993

MEMORANDUM TO THE REPUBLICAN LEADER

FROM: David Taylor *David*
SUBJECT: Laffer, Canto & Associates, 32nd Washington Conference
Watergate Hotel, Monticello Room
Monday, October 4th, 9:00 a.m.

You are scheduled to address approximately 50 business leaders from around the country for 30 minutes on Monday morning. Your remarks will be followed by 15 minutes of Q&A. I plan to attend the event. A schedule, a list of attendees, and draft remarks are attached.

This group will likely criticize the Chafee-Dole health care plan. They are more inclined to support Gramm's proposal. The best approach may be to continue what you started today -- asking serious questions about the Clinton plan.

Jude Wanniski has been arguing that the lowest interest rates in 25 years are not the result of the Clinton economic plan, and they are not caused by lack of confidence in the economy. Wanniski argues correctly that if the markets thought the economy was weak, interest rates would rise as lenders tried to reduce their risk. Why are interest rates low? Because the Fed has demonstrated that it is serious about controlling inflation. I have included a comment at the conclusion of your remarks praising Alan Greenspan, Wayne Angell and the Federal Reserve Board for its commitment to control inflation.

Attachments: Conference Schedule
List of Attendees
Draft Remarks

DRAFT REMARKS
SENATOR BOB DOLE
LAFFER AND ASSOCIATES
32ND WASHINGTON CONFERENCE
OCTOBER 4, 1993

*I KNOW THAT YOU'RE GOING TO HERE ABOUT A LOT OF DIFFERENT TOPICS TODAY. I WOULD LIKE TO FOCUS ON THREE ISSUES -- HEALTH CARE REFORM, THE BUDGET AND NAFTA.

HEALTH CARE

*I KNOW WHAT IT'S LIKE TO WORRY ABOUT HOW YOU'RE GOING TO PAY FOR HEALTH CARE, AND I KNOW IT'S SOMETHING THAT NO AMERICAN SHOULD HAVE TO EXPERIENCE.

*AND LET ME BE CLEAR IN SAYING THAT FOR AMERICA TO REMAIN AN ECONOMIC POWERHOUSE, WE MUST REFORM OUR HEALTH CARE SYSTEM. BUT WE MUST ALSO RESIST THE TEMPTATION TO FIX SOMETHING THAT DOESN'T NEED FIXING. AMERICAN HAS THE HIGHEST QUALITY HEALTH CARE DELIVERY SYSTEM IN THE WORLD, AND WE MUST NOT TAKE ANY ACTION WHICH WOULD REDUCE THE QUALITY, CHOICE, AND ACCESSIBILITY THAT AMERICANS HAVE COME TO EXPECT.

*BUT WE ALSO HAVE TO BE HONEST WITH THE AMERICAN PEOPLE. IF HEALTH CARE REFORM IS TO WORK THEN WE CAN'T JUGGLE THE BOOKS OR ENGAGE IN CREATIVE ACCOUNTING.

*AND A LOT OF EXPERTS BELIEVE THAT IS WHAT'S HAPPENING. LET ME QUOTE FROM THE ECONOMIST MAGAZINE:

*"THE BIGGEST FLAW IN THE CLINTON PLAN MAY BE ITS OUTRAGEOUSLY DISHONEST CLAIMS CONCERNING THE COSTS TO TAXPAYERS. MR. CLINTON WOULD HAVE CONGRESS BELIEVE THAT HIS PROPOSALS WILL PROVIDE UNIVERSAL COVERAGE, SUBSIDIES FOR SMALL EMPLOYERS, GENEROUS NEW COMMITMENTS TO COVER PRESCRIPTION DRUGS, LONG TERM

NURSING AND MENTAL HEALTH CARE, PLUS A BIG CHUNK OF DEFICIT REDUCTION WITH VIRTUALLY NO TAXES--AND ALL BY 1997."

*AND IF YOU BELIEVE THAT, I'VE GOT SOME OCEAN FRONT PROPERTY IN KANSAS TO SHOW YOU.

*LAST MONTH, VICE PRESIDENT GORE UNVEILED HIS PLAN TO "REINVENT GOVERNMENT." THERE ARE SOME GOOD IDEAS IN THE PLAN, BUT REMEMBER, THIS IS THE SAME MAN WHO, LAST WEEK, WON THE NATIONAL TAXPAYERS UNION'S BIGGEST SPENDER OF THE YEAR AWARD FOR THE THIRD TIME IN FOUR YEARS.

*A FEW WEEKS AGO, GEORGE WILL WROTE, "THE POINT OF THE 'REINVENTION' CHARADE IS TO PUMP UP CONFIDENCE IN GOVERNMENT SO PEOPLE WILL TOLERATE THE GROWTH OF IT."

*THE FEDERAL GOVERNMENT IS ALREADY HUGE. IT HAS 2.1 MILLION CIVILIAN EMPLOYEES, 800,000 POSTAL WORKERS, 1.8 MILLION MILITARY PERSONNEL AND A \$1.5 TRILLION BUDGET -- MORE THAN THE ENTIRE GROSS DOMESTIC PRODUCT OF THE GERMANY, THE WORLD'S THIRD LARGEST ECONOMY.

*I BELIEVE THAT GORE'S EFFORT TO "REINVENT" GOVERNMENT WAS DESIGNED TO RESTORE PUBLIC CONFIDENCE IN GOVERNMENT AND PAVE THE WAY FOR THE CLINTONS TO GIVE UNCLE SAM GREATER CONTROL OVER AMERICA'S \$900 BILLION A YEAR HEALTH CARE DELIVERY SYSTEM -- ONE-SEVENTH OF THE ENTIRE U.S. ECONOMY.

*THE INITIAL REACTION TO THE CLINTON PLAN HAS BEEN FAIRLY POSITIVE. POLLS TAKEN AFTER THE PRESIDENT'S SPEECH SHOWED THAT ABOUT 56% OF THE AMERICAN PEOPLE FAVORED THE CLINTON PLAN. THIS REMINDS ME A LOT OF THE BUDGET DEBATE. THE PROMISES AND THE

RHETORIC SOUND GOOD, BUT I AM NOT SURE THAT THE CLINTON PLAN WILL BE ABLE TO DELIVER. DON'T FORGET, BACK IN FEBRUARY, THE POLLS SHOWED THAT 56% OF AMERICANS SUPPORTED TO CLINTON BUDGET PLAN. WITH BIG MAJORITIES IN BOTH HOUSES AND THAT KIND OF SUPPORT ADOPTING THE PRESIDENT'S BUDGET SHOULD HAVE BEEN A BREEZE. BUT, IT PROVED TO BE A TOUGH FIGHT AND WE ALL KNOW WHY: THE FACTS DID NOT MATCH UP TO THE PRESIDENT'S RHETORIC.

*WE ARE BEGINNING TO SEE THE SAME PROBLEM WITH HEALTH CARE. THE DETAILS DON'T SEEM TO MEASURE UP TO THE SPEECHES.

*WE NEED YOUR HELP IN IDENTIFYING THE REAL COSTS OF THE CLINTON HEALTH CARE PLAN -- IN TERMS OF JOBS, IN TERMS OF QUALITY, IN TERMS OF CHOICES, IN TERMS OF GROWTH.

*THERE ARE A COUPLE OF DIFFERENT REPUBLICAN PLANS. BUT WE SHARE A COMMON PHILOSOPHY. REPUBLICANS BELIEVE THAT IF YOU PROVIDE BUSINESSMEN AND WOMEN AND INDIVIDUALS ACCESS TO REASONABLY PRICED HEALTH CARE COVERAGE, THEY WILL TAKE ADVANTAGE OF THAT OPPORTUNITY WITHOUT MASSIVE GOVERNMENT INTERVENTION OR NEW MANDATES.

*HEALTH CARE REFORM OFFERS A UNIQUE OPPORTUNITY FOR GOVERNMENT TO PROVE TO THE AMERICAN PEOPLE THAT IT CAN WORK. WE ALL AGREE ON THE DIAGNOSIS, IT'S THE CURE THAT POSES THE PROBLEM.

*THIS IS ONE ISSUE WHERE WE MUST TAKE THE TIME TO GET IT RIGHT. WE CAN'T AFFORD TO DO IT WRONG. I AM CONVINCED THAT A YEAR FROM NOW WE WILL STILL BE TALKING ABOUT HEALTH CARE REFORM AND THAT'S GOOD. WE ALL NEED TO UNDERSTAND IT BETTER BEFORE WE START CASTING VOTES.

BUDGET AND TAXES

*AT IT'S HEART, THE DEBATE OVER THE BUDGET WAS A DEBATE OVER THE ROLE OF THE FEDERAL GOVERNMENT. PRESIDENT CLINTON HAS EMBRACED THE IDEA THAT GOVERNMENT HAS ALL THE ANSWERS. THAT UNCLE SAM KNOWS BEST. THAT SOMEHOW WITH MORE TAXES, MORE SPENDING, AND MORE MANDATES, GOVERNMENT CAN REPLACE THE INDIVIDUAL AS AMERICA'S ENGINE OF JOB GROWTH.

*NOT ONE REPUBLICAN IN EITHER THE HOUSE OR THE SENATE VOTED FOR PRESIDENT CLINTON'S BUDGET PLAN BECAUSE IT WAS CLEAR TO US THAT HIS BUDGET FAILED TO MEET HIS OWN OBJECTIVES. IT FAILS TO GET THE DEFICIT UNDER CONTROL. AND IT WILL NOT STIMULATE THE ECONOMY. ALL REPUBLICANS AGREE THAT HIGHER TAXES ON CAPITAL FORMATION, RISK-TAKING, INVESTMENT, AND INITIATIVE WILL NOT STRENGTHEN THE ECONOMY OR HELP IT GROW.

*THE NATIONAL CENTER FOR POLICY ANALYSIS ESTIMATES THAT 35 PERCENT OF ALL INTEREST INCOME, 51 PERCENT OF ALL RENT AND ROYALTY INCOME, 53 PERCENT OF ALL DIVIDEND INCOME, AND 84 PERCENT OF ALL PARTNERSHIP AND S CORPORATION INCOME WILL BE SUBJECT TO THE HIGHER INDIVIDUAL TAX RATES IN THE CLINTON ECONOMIC PLAN.

*I DON'T HAVE TO TELL YOU WHAT THAT WILL DO TO CAPITAL FORMATION IN THIS COUNTRY. BUT THAT IS ONE REASON WHY THE LOWEST INTEREST RATES IN 25 YEARS HAVE FAILED TO PRODUCE A BIG SURGE IN THE ECONOMY.

NAFTA

*LET ME CLOSE BY DISCUSSING ONE OTHER ISSUE OF IMPORTANCE TO AMERICA'S ECONOMIC HEALTH. AND THAT'S THE NORTH AMERICAN FREE TRADE AGREEMENT.

*YOU ALL UNDERSTAND ECONOMICS, AND YOU ALL ADVISE PEOPLE IN BUSINESS. SO LET ME GIVE YOU TWO GROUPS--ONE SUPPORTING NAFTA--AND ONE OPPOSING NAFTA--AND ASK YOU WHICH GROUP YOU WOULD WANT ON YOUR BOARD OF DIRECTORS.

*ON ONE SIDE THERE'S RICHARD NIXON, GERALD FORD, JIMMY CARTER, RONALD REAGAN, AND GEORGE BUSH....AND ON THE OTHER THERE'S JESSE JACKSON, JERRY BROWN, RALPH NADER, PAT BUCHANAN, AND ROSS PEROT.

*THE FACT IS THAT AMERICA MUST TRADE TO PROSPER. WE LIVE AND WORK IN A GLOBAL ECONOMY.

*OVER THE PAST YEAR, WE HAVE SEEN HOW SLUGGISH GROWTH IN EUROPE AND JAPAN HAS AFFECTED THE DEMAND FOR U.S. EXPORTS AND DRIVEN UP THE U.S. TRADE DEFICIT. WE SHOULD NOT RESPOND BY THROWING UP BARRIERS TO TRADE IS NOT THE CORRECT RESPONSE TO THIS PROBLEM. INSTEAD, WE SHOULD CONTINUE TO OPEN NEW MARKETS TO AMERICAN PRODUCTS.

*NAFTA IS VERY MUCH IN AMERICA'S INTEREST. IF AMERICA WANTS TO CONTINUE TO LEAD THE WORLD'S ECONOMY, IF AMERICA IS TO SUCCEED IN TODAY'S NEW GLOBAL MARKETPLACE, THEN AMERICA CANNOT BE AFRAID TO COMPETE. IT'S A SIMPLE CHOICE -- EITHER WE RETREAT AND BUILD A WALL AROUND OUR COUNTRY OR WE LEAD BY EXAMPLE AND WORK TO LOWER BARRIERS TO TRADE BOTH AT HOME AND ABROAD.

ECONOMY

*PRESIDENT CLINTON AND HIS ECONOMIC TEAM ARE QUICK TO CONGRATULATE THEMSELVES FOR PRODUCING THE LOWEST INTEREST RATES IN 25 YEARS. LET ME JUST SAY THIS:

*WE SHOULD ALL THANK ALAN GREENSPAN, WAYNE ANGELL AND THE OTHER MEMBERS OF THE FEDERAL RESERVE BOARD FOR SENDING THE MARKETS A CLEAR SIGNAL THAT THEY ARE COMMITTED TO KEEPING INFLATION UNDER CONTROL. THAT'S BIG BIG REASON WHY INTEREST RATES HAVE REMAINED LOW.

*LET ME STOP HERE, AND OPEN IT UP FOR QUESTIONS, OR ANY ADVICE YOU HAVE FOR ME OR THE COUNTRY.

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

THIRTY SECOND WASHINGTON CONFERENCE

October 3, 4 and 5, 1993

Watergate Hotel
2650 Virginia N.W.
Washington, D.C.
AGENDA

SUNDAY, OCTOBER 3, 1993

6:00 P.M. - 7:00 P.M.
WATERGATE HOTEL
Williamsburg and Potomac Rooms
2650 Virginia N.W.
Washington, D.C.
(202) 965-2300

COCKTAILS

7:00 P.M. - 9:00 P.M.
Riverview West Room

DINNER
MR. LAWRENCE KUDLOW
Senior Managing Director/Chief Economist:
Bear Stearns Inc.

MONDAY, OCTOBER 4, 1993

7:30 A.M. - 8:00 A.M.
WATERGATE HOTEL
Monticello Room
2650 Virginia N.W.
Washington, D.C.

CONTINENTAL BREAKFAST

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

CONGRESSMAN CHARLES W. STENHOLM (D-TX)
Chairman: Department Operations and Nutrition
Subcommittee of the Agriculture Committee
Member: Budget Committee

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

SENATOR BOB DOLE (R-KS)
Ranking Minority Member: Social Security and Family
Policy Subcommittee of the Finance Committee
Member: Agriculture, Nutrition and Forestry Committee
Member: Rules and Administration Committee
Member: Intelligence (Select) Committee ex officio
Member: Joint Organization of Congress Committee,
ex officio
Member: Joint Taxation Committee
Senate Minority Leader

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

BREAK

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

CONGRESSMAN DICK ARMEY (R-TX)

Member: Education and Labor Committee

Member: Joint Economic Committee

Chairman: House Republican Conference

10:45 A.M. - 11:00 A.M.

BREAK

11:00 A.M. - 11:45 A.M.

SENATOR MALCOLM WALLOP (R-WY)

Ranking Minority Member: Energy and Natural Resources Committee

Ranking Minority Member: Deficits, Debt Management and Long-Term Economic Growth Subcommittee of the Finance Committee

Member: Small Business Committee

Member: Intelligence (Select) Committee

Deputy Minority Whip

Chairman: Senate Steering Committee

11:45 A.M. - 12:00 Noon

BREAK

12:00 Noon - 2:00 P.M.

Riverview West Room

LUNCHEON

THE HONORABLE ALICE RIVLIN

Deputy Director: Office of Management and Budget

SENATOR J. BENNETT JOHNSTON (D-LA)

Chairman: Energy and Natural Resources Committee

Chairman: Energy and Water Development Subcommittee of the Appropriations Committee

Member: Budget Committee

Member: Intelligence (Select) Committee

Member: Aging (Special) Committee

2:00 P.M. - 3:00 P.M.

TO BE ANNOUNCED

3:00 P.M. - 4:00 P.M.

SENATOR PHIL GRAMM (R-TX)

Ranking Minority Member: VA, HUD, and Independent Agencies Subcommittee of Appropriations Committee

Ranking Minority Member: Securities Subcommittee of Banking, Housing and Urban Affairs Committee

Member: Budget Committee

Chairman: National Republican Senatorial Committee

4:00 P.M. - 4:45 P.M.

GOVERNOR WAYNE D. ANGELL

*Member: Board of Governors of the
Federal Reserve System*

SENATOR KAY BAILEY HUTCHISON (R-TX)

*Member: Armed Services Committee
Member: Commerce, Science and Transportation
Committee*

6:30 P.M. - 7:15 P.M.
GEORGETOWN CLUB
1530 Wisconsin Avenue
(202) 333-9330

COCKTAILS

7:15 P.M.

DINNER

GEORGE WILL
Syndicated Columnist

TUESDAY, OCTOBER 5, 1993

7:15 A.M. - 7:45 A.M.
Monticello Room

CONTINENTAL BREAKFAST

7:45 A.M. - 8:30 A.M.

CONGRESSMAN NEWT GINGRICH (R-GA)

*Member: Accounts Subcommittee of the
House Administration Committee
House Minority Whip*

8:30 A.M. - 9:00 A.M.

BREAK

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

CONGRESSMAN DAVE McCURDY (D-OK)

*Chairman: Military Installations and Facilities
Subcommittee of the Armed Services Committee;
Member: Energy and Space Subcommittees of the
Science, Space and Technology Committee
Majority Whip at Large*

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

BREAK

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

SENATOR JOSEPH I. LIEBERMAN (D-CT)

*Chairman: Clean Air and Nuclear Regulation
Subcommittee of the Environment and Public
Works Committee
Chairman: Regulation and Government
Information Subcommittee of the
Government Affairs Committee
Chairman: Competitiveness, Capital Formation and
Economic Opportunity Subcommittee of the
Small Business Committee
Member: Armed Services Committee*

10:45 A.M. - 11:30 A.M.

TO BE ANNOUNCED

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

BREAK/CHECKOUT

12:00 Noon. - 2:00 P.M.
Riverview West Room

LUNCHEON
TO BE ANNOUNCED

2:00 P.M.

ADJOURN

A.B. Laffer, V.A. Canto & Associates
32nd Washington Conference
October 4 through 5, 1993
The Watergate Hotel
2650 Virginia N.W.
Washington, D.C.

Attendees

Ronald Auer
George Austin
Richard Banzinger
Gerald Bollman
Judy Bollman
David Booth
Jay Bowen
Drew Brahos
Charles Burgess
Charlotte Byer
Harlan Cadinha
Kalel Cadinha
Jim Carder
Monica Carder
Tom Carpenter
Kathy Cole
Bruce Coleman
Tom Cox
Will Demory
John Delich
Eduardo Haim
Graciela Kirsman Haim
Aubrey Hayes
Terry Hayes
Lacy B. Herrman
Rene Jimenez
Andrew Kanaly
Jeffrey Kanaly
David Ketschmer
Lawrence Kudlow
Arthur Laffer, Jr.
Roman Lynuik
Douglas MacLellan
A. Richard Markson
Ed Marzec
Kevin Melich
Lorraine Melich
Jerry Miceli
Charles H. Miller

Affiliation

Investment Research
J.P. Morgan Investment
Pension Performance Corporation
Continental Asset Management

Dimensional Fund Advisors
Bowen Hanes
Bank of America
McKinley Capital Management
Institute Private Investors
Cadinha & Company

Westridge Capital

ASB Capital
Continental Corporation
Michigan National Bank
Cuban American National Foundation
Law Office of Ed Marzec
Mutual of Omaha
Lazard Frères

First Union Bank

Aquila Management Corporation
Smith Barney Shearson
Kanaly Trust
Kanaly Trust
Blue Cross of California
Bear Stearns, Inc.
Putnam Asset Management
HongKong & Shanghai Bank
The MacLellan Group
Pittsburgh National Bank
Law Office of Ed Marzec
Delaware Investment Advisors

International Assets
Pittsburgh National Corporation

Attendees

Clarissa Moore
Jay Mueller
Harold Ofstie
Charles Parker
Michael Patrichi
Michael Petrino
Irvin Quesenberry
Mary Ann Quesenberry
William Rich
Gregg Robinson
Karl Saliba
Jerry Schenken
Joe Schukert
Jason Shiebler
John Silvia
Mark Smith
Stuart Sweet
Brad Tank
Ronald Telesko
Carla Testa
Diego Vietia
Brian Westbury

Affiliation

Calport Asset Management
Strong Funds
Delaware Investment Advisors
Continental Corporation
Hayvenhurst Partners
Calport Asset Management
National Asset Management

Emerson Investment
Rogers, Casey & Associates
Republican National Committee
Mutual of Omaha
Kelso & Company
Putnam Asset Management
Kemper Financial Services
Allied Corporation
Capitol Analyst Network
Strong Funds
Merrill Lynch (Guest of Cadinha)
Hayvenhurst Partners
International Assets
Griffin, Kubik, Stephens & Thompson

Attending From A.B. Laffer, V.A. Canto & Associates

Arthur Laffer
Victor Canto
Jordan Spiegel
Velemir Cicin
Pedro Marcal
Howard Appel

SPEAK

October 4 or 5

A.B. Laffer, V.A. Canto and Associates

4275 Executive Square • Suite 330

La Jolla, California 92037

Telephone (619) 458-0811

Fax (619) 458-9856

Monday - Oct. 4 - 8 a.m. - 5 p.m.

Tuesday - Oct. 5 - 8 a.m. - 12 noon

Speak 45 min. Q & A - 15 min

Watergate Hotel
Washington, D.C.

July 15, 1993

The Honorable Bob Dole
United States Senate
SH-141 Hart Senate
Office Building
Washington, DC 20510-1601

Dear Senator Dole,

On October 3-5, 1993, A.B. Laffer, V.A. Canto and Associates will sponsor their Thirty-second Washington Conference at the Watergate Hotel.

Approximately fifty men and women will be attending the conference. They are chief financial officers, pension fund directors and investment managers. They represent the largest funds in this country and abroad.

Among others we are inviting Administration and Congressional leaders to discuss domestic and international issues. From our standpoint we would prefer the speakers to talk about issues that they are involved with rather than prepare something different. Everyone benefits. There will be no lack of comments and discussion from the attendees.

You and our other previous speakers constitute an extraordinarily distinguished group of men and women. And, the caliber of our audience reflects the enormous importance the financial community attaches to political economics. Enclosed you will find a list of some of our previous speakers and a list of some of our previous attendees.

We would be honored if you could meet with us for about an hour during this conference. In light of the crucial issues facing our country, your observations would be most valuable to our attendees. This is clearly a unique opportunity for members of the financial community to hear you in person--an opportunity rarely afforded them.

Please contact Howard Appel at 619-458-0311 for further information on the conference. We look forward to hearing from you.

With every good wish.

Cordially,

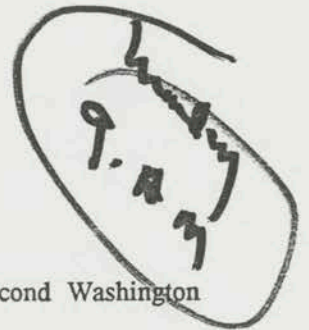
Arthur B. Laffer

Enclosures

7-22-93 Interview letter

\$2,000

in book



WASHINGTON CONFERENCE ATTENDEES

Lynn Anderson
Richard Arvelund
George Austin
William Barton
Gordon Binns
Jay Bowen
Gary Brinson
Bruce Calvert
Tom Carpenter
Bruce Coleman
William Corneliussen
James Crabbe
Stephen Dart
Jean-Guy DesJardins
John Delich
Dan Donovan
Joseph Duncan
William Elliott
Stephen Ely
Anthony Forstmann
Edward Gaylor
Gale Gillespie
George Graf
Arthur Gray
Gordon Gray
Franklin Grey
Herbert Gullquist
David Hale
Rudolph Hauser
Aubrey Hayes
Harvey Hirschhorn
C. Bruce Johnstone
E. Deane Kanaly
Richard Kost
Joan Lee
Paul Lesutis
Chung Lew
A. Richard Markson
Edwin Marzec
Peter Mitchelson
Patrick Paddon
Michael F. Page
Charles Parker
Irvin W. Quesenberry, Jr.
Russell Redenbaugh
Frank Scott, Jr.
Gary Skolnik
Rudy Thomas
Edward Tokar
Vernon Winters

Frank Russell Trust Company
E.I. DuPont de Nemours & Company
J.P. Morgan Investment Management
Hawaiian Trust
General Motors Corporation
Bowen Hanes Company
Brinson Partners
Alliance Capital Management
ASB Capital Management
Michigan National Bank
Strong/Corneliussen Capital Management
Crabbe-Huson Company
The Dart Industries
T.A.L.
Mutual of Omaha
IDS Financial Corporation
Dun & Bradstreet Company
Angeles Corporation
Haven Capital Management
Forstmann-Leff Associates
Dean Witter Reynolds
Midlantic Bank
Chemical Bank
Dreyfus Personal Management
Morgan Stanley
Commerce Bank
Lazard Freres
Kemper Financial Services
Oppenheimer Capital Corporation
General Electric Pension Fund
Stein Roe & Farnham
Fidelity Investments
Kanaly Trust Company
National Bank of Detroit
Ameritech
First Pennsylvania Bank
Kleinwort Benson
Pittsburgh National Bank
Bradford & Marzec
SIT Investment Associates
Amplicon Financial
Bessemer Trust Company
Continental Asset Management
First Kentucky Company
Cooke & Bieler, Inc.
Equitable Life Assurance
Citibank
Bank of Oklahoma
Allied Signal
First Wachovia Trust

Mon, Oct 4

A.B. Laffer, V.A. Canto and Associates

4275 Executive Square • Suite 330

La Jolla, California 92037

Telephone (619) 458-0811

Fax (619) 458-9856

September 27, 1993

The Honorable Robert Dole
United States Senate
SH-141 Hart Senate
Office Building
Washington, DC 20510-1601


Dear Senator Dole:

We at A.B. Laffer, V.A. Canto & Associates are pleased to acknowledge your confirmation to speak at our Thirty-Second Washington Conference on October 4, 1993 from 9:00 A.M. to 9:45 A.M. in the Monticello Room at the Watergate Hotel located at 2650 Virginia Avenue, N.W., Washington, DC (202) 965-2300.

I have enclosed a copy of the agenda as of the date of this letter.

Please contact me with any additional assistance you may require regarding your speech. A standing podium has been arranged to be in the room for your use during your presentation, however, no other audiovisual aids are currently reserved. Please call should you anticipate any needs of this kind so that the equipment can be available to you.

Sincerely,



Howard J. Appel
Chief Financial Officer

SPEAK

October 4 or 5

A.B. Laffer, V.A. Canto and Associates Monday - Oct. 4 - 8 a.m. - 5 p.m.
4275 Executive Square • Suite 330 Tuesday - Oct. 5 - 8 a.m. - 12 noon
La Jolla, California 92037
Telephone (619) 458-0811
Fax (619) 458-9856

Speak 45 min. Q & A - 15 min
Watergate Hotel
Washington, D.C.

July 15, 1993

The Honorable Bob Dole
United States Senate
SH-141 Hart Senate
Office Building
Washington, DC 20510-1601

Dear Senator Dole,

On October 3-5, 1993, A.B. Laffer, V.A. Canto and Associates will sponsor their Thirty-second Washington Conference at the Watergate Hotel.

Approximately fifty men and women will be attending the conference. They are chief financial officers, pension fund directors and investment managers. They represent the largest funds in this country and abroad.

Among others we are inviting Administration and Congressional leaders to discuss domestic and international issues. From our standpoint we would prefer the speakers to talk about issues that they are involved with rather than prepare something different. Everyone benefits. There will be no lack of comments and discussion from the attendees.

You and our other previous speakers constitute an extraordinarily distinguished group of men and women. And, the caliber of our audience reflects the enormous importance the financial community attaches to political economics. Enclosed you will find a list of some of our previous speakers and a list of some of our previous attendees.

We would be honored if you could meet with us for about an hour during this conference. In light of the crucial issues facing our country, your observations would be most valuable to our attendees. This is clearly a unique opportunity for members of the financial community to hear you in person--an opportunity rarely afforded them.

Please contact Howard Appel at 619-458-0311 for further information on the conference. We look forward to hearing from you.

With every good wish.



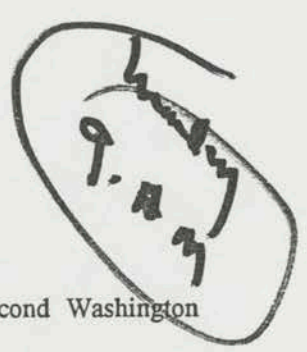
Cordially,



Arthur B. Laffer

Enclosures

7-22-93 Interview letter

  \$2,000


WASHINGTON CONFERENCE ATTENDEES

Lynn Anderson
Richard Arvelund
George Austin
William Barton
Gordon Binns
Jay Bowen
Gary Brinson
Bruce Calvert
Tom Carpenter
Bruce Coleman
William Corneliuson
James Crabbe
Stephen Dart
Jean-Guy DesJardins
John Delich
Dan Donovan
Joseph Duncan
William Elliott
Stephen Ely
Anthony Forstmann
Edward Gaylor
Gale Gillespie
George Graf
Arthur Gray
Gordon Gray
Franklin Grey
Herbert Gullquist
David Hale
Rudolph Hauser
Aubrey Hayes
Harvey Hirschhorn
C. Bruce Johnstone
E. Deane Kanaly
Richard Kost
Joan Lee
Paul Lesutis
Chung Lew
A. Richard Markson
Edwin Marzec
Peter Mitchelson
Patrick Paddon
Michael F. Page
Charles Parker
Irvin W. Quesenberry, Jr.
Russell Redenbaugh
Frank Scott, Jr.
Gary Skolnik
Rudy Thomas
Edward Tokar
Vernon Winters

Frank Russell Trust Company
E.I. DuPont de Nemours & Company
J.P. Morgan Investment Management
Hawaiian Trust
General Motors Corporation
Bowen Hanes Company
Brinson Partners
Alliance Capital Management
ASB Capital Management
Michigan National Bank
Strong/Corneliuson Capital Management
Crabbe-Huson Company
The Dart Industries
T.A.L.
Mutual of Omaha
IDS Financial Corporation
Dun & Bradstreet Company
Angeles Corporation
Haven Capital Management
Forstmann-Leff Associates
Dean Witter Reynolds
Midlantic Bank
Chemical Bank
Dreyfus Personal Management
Morgan Stanley
Commerce Bank
Lazard Freres
Kemper Financial Services
Oppenheimer Capital Corporation
General Electric Pension Fund
Stein Roe & Farnham
Fidelity Investments
Kanaly Trust Company
National Bank of Detroit
Ameritech
First Pennsylvania Bank
Kleinwort Benson
Pittsburgh National Bank
Bradford & Marzec
SIT Investment Associates
Amplicon Financial
Bessemer Trust Company
Continental Asset Management
First Kentucky Company
Cooke & Bieler, Inc.
Equitable Life Assurance
Citibank
Bank of Oklahoma
Allied Signal
First Wachovia Trust

Mon, Oct 4

A.B. Laffer, V.A. Canto and Associates

4275 Executive Square • Suite 330

La Jolla, California 92037

Telephone (619) 458-0811

Fax (619) 458-9856

September 27, 1993

The Honorable Robert Dole
United States Senate
SH-141 Hart Senate
Office Building
Washington, DC 20510-1601


Dear Senator Dole:

We at A.B. Laffer, V.A. Canto & Associates are pleased to acknowledge your confirmation to speak at our Thirty-Second Washington Conference on October 4, 1993 from 9:00 A.M. to 9:45 A.M. in the Monticello Room at the Watergate Hotel located at 2650 Virginia Avenue, N.W., Washington, DC (202) 965-2300.

I have enclosed a copy of the agenda as of the date of this letter.

Please contact me with any additional assistance you may require regarding your speech. A standing podium has been arranged to be in the room for your use during your presentation, however, no other audiovisual aids are currently reserved. Please call should you anticipate any needs of this kind so that the equipment can be available to you.

Sincerely,



Howard J. Appel
Chief Financial Officer

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

THIRTY SECOND WASHINGTON CONFERENCE

October 3, 4 and 5, 1993

Watergate Hotel
2650 Virginia N.W.
Washington, D.C.
AGENDA

SUNDAY, OCTOBER 3, 1993

6:00 P.M. - 7:00 P.M.
WATERGATE HOTEL
Williamsburg Room
2650 Virginia N.W.
Washington, D.C.
(202) 965-2300

COCKTAILS

7:00 P.M. - 9:00 P.M.
Riverview West Room

DINNER
MR. LAWRENCE KUDLOW
Vice President, Chief Economist:
Bear Stearns Inc.

MONDAY, OCTOBER 4, 1993

7:30 A.M. - 8:00 A.M.
WATERGATE HOTEL
Monticello Room
2650 Virginia N.W.
Washington, D.C.

CONTINENTAL BREAKFAST

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

CONGRESSMAN CHARLES W. STENHOLM (D-TX)
Chairman: Department Operations and Nutrition
Subcommittee of the Agriculture Committee
Member: Budget Committee

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

SENATOR BOB DOLE (R-KS)
Ranking Minority Member: Social Security and Family
Policy Subcommittee of the Finance Committee
Member: Agriculture, Nutrition and Forestry Committee
Member: Rules and Administration Committee
Member: Intelligence (Select) Committee *ex officio*
Member: Joint Organization of Congress Committee,
ex officio
Member: Joint Taxation Committee
Senate Minority Leader

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

BREAK

3:45 P.M. - 4:00 P.M.

BREAK

4:00 P.M. - 4:45 P.M.

SENATOR KAY BAILEY HUTCHISON (R-TX)

Member: Armed Services Committee

*Member: Commerce, Science and Transportation
Committee*

6:30 P.M. - 7:15 P.M.
GEORGETOWN CLUB
1530 Wisconsin Avenue
(202) 333-9330

COCKTAILS

7:15 P.M.

DINNER

GEORGE WILL

Syndicated Columnist

TUESDAY, OCTOBER 5, 1993

7:15 A.M. - 7:45 A.M.
Monticello Room

CONTINENTAL BREAKFAST

7:45 A.M. - 8:30 A.M.

CONGRESSMAN NEWT GINGRICH (R-GA)

*Member: Accounts Subcommittee of the
House Administration Committee*

House Minority Whip

8:30 A.M. - 9:00 A.M.

BREAK

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

CONGRESSMAN DAVE McCURDY (D-OK)

*Chairman: Military Installations and Facilities
Subcommittee of the Armed Services Committee;*

*Member: Energy and Space Subcommittee of the
Science, Space and Technology Committee*

Majority Whip at Large

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

BREAK

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

SENATOR JOSEPH I. LIEBERMAN (D-CT)

*Chairman: Clean Air and Nuclear Regulation
Subcommittee of the Environment and Public
Works Committee*

*Chairman: Regulation and Government
Information Subcommittee of the
Government Affairs Committee*

*Chairman: Competitiveness, Capital Formation and
Economic Opportunity Subcommittee of the
Small Business Committee*

Member: Armed Services Committee

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

CONGRESSMAN DICK ARMEY (R-TX)

Member: Education and Labor Committee

Member: Joint Economic Committee

Chairman: House Republican Conference

10:45 A.M. - 11:00 A.M.

BREAK

11:00 A.M. - 11:45 A.M.

SENATOR MALCOLM WALLOP (R-WY)

Ranking Minority Member: Energy and Natural Resources Committee

Ranking Minority Member: Deficits, Debt Management and Long-Term Economic Growth Subcommittee of the Finance Committee

Member: Small Business Committee

Member: Intelligence (Select) Committee

Deputy Minority Whip

Chairman: Senate Steering Committee

11:45 A.M. - 12:00 Noon

BREAK

12:00 Noon - 2:30 P.M.

Riverview West Room

LUNCHEON

SENATOR J. BENNETT JOHNSTON (D-LA)

Chairman: Energy and Natural Resources Committee

Chairman: Energy and Water Development Subcommittee of the Appropriations Committee

Member: Budget Committee

Member: Intelligence (Select) Committee

Member: Aging (Special) Committee

THE HONORABLE ALICE RIVLIN

Deputy Director: Office of Management and Budget

2:30 P.M. - 3:00 P.M.

TO BE ANNOUNCED

3:00 P.M. - 3:45 P.M.

SENATOR PHIL GRAMM (R-TX)

Ranking Minority Member: VA, HUD, and Independent Agencies Subcommittee of Appropriations Committee

Ranking Minority Member: Securities Subcommittee of Banking, Housing and Urban Affairs Committee

Member: Budget Committee

Chairman: National Republican Senatorial Committee

10:45 A.M. - 11:30 A.M.

TO BE ANNOUNCED

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

BREAK/CHECKOUT

12:00 Noon. - 2:00 P.M.
Riverview West Room

LUNCHEON
TO BE ANNOUNCED

2:00 P.M.

ADJOURN

TIME TO BE ANNOUNCED

GOVERNOR WAYNE D. ANGELL
Member: Board of Governors of the
Federal Reserve System

SENATOR BOB DOLE

LAFFER AND ASSOCIATES

32ND WASHINGTON

CONFERENCE

OCTOBER 4, 1993

***I KNOW THAT YOU'RE
GOING TO HERE ABOUT A LOT
OF DIFFERENT ISSEUS OVER THE
NEXT FEW DAYS. I WOULD LIKE**

**TO FOCUS ON THREE -- HEALTH
CARE REFORM, THE BUDGET
AND NAFTA.**

HEALTH CARE

***I KNOW WHAT IT'S LIKE TO
WORRY ABOUT HOW YOU'RE
GOING TO PAY FOR HEALTH
CARE, AND I KNOW IT'S
SOMETHING THAT NO AMERICAN
SHOULD HAVE TO EXPERIENCE.**

***AND LET ME BE CLEAR IN
SAYING THAT FOR AMERICA TO
REMAIN AN ECONOMIC
POWERHOUSE, WE MUST
REFORM OUR HEALTH CARE
SYSTEM. BUT WE MUST ALSO
RESIST THE TEMPTATION TO FIX
SOMETHING THAT DOESN'T
NEED FIXING. AMERICAN HAS
THE HIGHEST QUALITY HEALTH**

**CARE DELIVERY SYSTEM IN THE
WORLD, AND WE MUST NOT
TAKE ANY ACTION WHICH
WOULD REDUCE THE QUALITY,
CHOICE, AND ACCESSIBILITY
THAT AMERICANS HAVE COME
TO EXPECT.**

***BUT WE ALSO HAVE TO BE
HONEST WITH THE AMERICAN
PEOPLE. IF HEALTH CARE**

**REFORM IS TO WORK THEN WE
CAN'T JUGGLE THE BOOKS OR
ENGAGE IN CREATIVE
ACCOUNTING.**

***AND A LOT OF EXPERTS
BELIEVE THAT IS WHAT'S
HAPPENING. LET ME QUOTE
FROM THE ECONOMIST
MAGAZINE:**

***"THE BIGGEST FLAW IN
THE CLINTON PLAN MAY BE ITS
OUTRAGEOUSLY DISHONEST
CLAIMS CONCERNING THE
COSTS TO TAXPAYERS. MR.
CLINTON WOULD HAVE
CONGRESS BELIEVE THAT HIS
PROPOSALS WILL PROVIDE
UNIVERSAL COVERAGE,
SUBSIDIES FOR SMALL**

**EMPLOYERS, GENEROUS NEW
COMMITMENTS TO COVER
PRESCRIPTION DRUGS, LONG
TERM NURSING AND MENTAL
HEALTH CARE, PLUS A BIG
CHUNK OF DEFICIT REDUCTION
WITH VIRTUALLY NO TAXES--AND
ALL BY 1997."**

***AND IF YOU BELIEVE THAT,
I'VE GOT SOME OCEAN FRONT**

**PROPERTY IN KANSAS TO SHOW
YOU.**

***LAST MONTH, VICE
PRESIDENT GORE UNVEILED HIS
PLAN TO "REINVENT
GOVERNMENT." THERE ARE
SOME GOOD IDEAS IN THE PLAN,
BUT REMEMBER, THIS IS THE
SAME MAN WHO, LAST WEEK,
WON THE NATIONAL TAXPAYERS**

**UNION'S BIGGEST SPENDER OF
THE YEAR AWARD FOR THE
THIRD TIME IN FOUR YEARS.**

***A FEW WEEKS AGO,
GEORGE WILL WROTE, "THE
POINT OF THE 'REINVENTION'
CHARADE IS TO PUMP UP
CONFIDENCE IN GOVERNMENT
SO PEOPLE WILL TOLERATE THE
GROWTH OF IT."**

***THE FEDERAL
GOVERNMENT IS ALREADY
HUGE. IT HAS 2.1 MILLION
CIVILIAN EMPLOYEES, 800,000
POSTAL WORKERS, 1.8 MILLION
MILITARY PERSONNEL AND A
\$1.5 TRILLION BUDGET -- MORE
THAN THE ENTIRE GROSS
DOMESTIC PRODUCT OF THE**

**GERMANY, THE WORLD'S THIRD
LARGEST ECONOMY.**

***I BELIEVE THAT GORE'S
EFFORT TO "REINVENT"
GOVERNMENT WAS DESIGNED
TO RESTORE PUBLIC
CONFIDENCE IN GOVERNMENT
AND PAVE THE WAY FOR THE
CLINTONS TO GIVE UNCLE SAM
GREATER CONTROL OVER**

**AMERICA'S \$900 BILLION A YEAR
HEALTH CARE DELIVERY SYSTEM
-- ONE-SEVENTH OF THE ENTIRE
U.S. ECONOMY.**

***THE INITIAL REACTION TO
THE CLINTON PLAN HAS BEEN
FAIRLY POSITIVE. POLLS TAKEN
AFTER THE PRESIDENT'S
SPEECH SHOWED THAT ABOUT
56% OF THE AMERICAN PEOPLE**

**FAVORED THE CLINTON PLAN.
THIS REMINDS ME A LOT OF THE
BUDGET DEBATE. THE
PROMISES AND THE RHETORIC
SOUND GOOD, BUT I AM NOT
SURE THAT THE CLINTON PLAN
WILL BE ABLE TO DELIVER.
DON'T FORGET, BACK IN
FEBRUARY, THE POLLS SHOWED
THAT 56% OF AMERICANS**

**SUPPORTED THE CLINTON
BUDGET PLAN. WITH BIG
DEMOCRAT MAJORITIES IN BOTH
HOUSES AND THAT KIND OF
PUBLIC SUPPORT, ADOPTING
THE PRESIDENT'S BUDGET
SHOULD HAVE BEEN A BREEZE.
BUT, IT PROVED TO BE A TOUGH
FIGHT AND WE ALL KNOW WHY:**

**THE FACTS DID NOT MATCH UP
TO THE PRESIDENT'S RHETORIC.**

***WE ARE BEGINNING TO
SEE THE SAME PROBLEM WITH
HEALTH CARE. THE DETAILS
DON'T APPEAR TO MEASURE UP
TO THE SPEECHES.**

***WE NEED YOUR HELP IN
IDENTIFYING THE REAL COSTS
OF THE CLINTON HEALTH CARE**

**PLAN -- IN TERMS OF JOBS, IN
TERMS OF QUALITY, IN TERMS
OF CHOICES, IN TERMS OF
GROWTH.**

***THERE ARE A COUPLE OF
DIFFERENT REPUBLICAN PLANS.
ALL OF THEM SHARE A COMMON
PHILOSOPHY. REPUBLICANS
BELIEVE THAT IF YOU PROVIDE
BUSINESSMEN AND WOMEN AND**

**INDIVIDUALS ACCESS TO
REASONABLY PRICED HEALTH
CARE COVERAGE, THEY WILL
TAKE ADVANTAGE OF THAT
OPPORTUNITY WITHOUT
MASSIVE GOVERNMENT
INTERVENTION OR NEW
MANDATES.**

***HEALTH CARE REFORM
OFFERS A UNIQUE**

**OPPORTUNITY FOR
GOVERNMENT TO PROVE TO THE
AMERICAN PEOPLE THAT IT CAN
WORK. WE ALL AGREE ON THE
DIAGNOSIS, IT'S THE CURE THAT
POSES THE PROBLEM.**

***THIS IS ONE ISSUE WHERE
WE MUST TAKE THE TIME TO
GET IT RIGHT. WE CAN'T
AFFORD TO DO IT WRONG. I AM**

**CONVINCED THAT A YEAR FROM
NOW WE WILL STILL BE TALKING
ABOUT HEALTH CARE REFORM
AND THAT'S GOOD. WE ALL
NEED TO UNDERSTAND IT
BETTER BEFORE WE START
CASTING VOTES.**

BUDGET AND TAXES

***AT IT'S HEART, THE
DEBATE OVER THE BUDGET WAS**

**A DEBATE OVER THE ROLE OF
THE FEDERAL GOVERNMENT.
PRESIDENT CLINTON HAS
EMBRACED THE IDEA THAT
GOVERNMENT HAS ALL THE
ANSWERS. THAT UNCLE SAM
KNOWS BEST. THAT SOMEHOW
WITH MORE TAXES, MORE
SPENDING, AND MORE
MANDATES, GOVERNMENT CAN**

**REPLACE THE INDIVIDUAL AS
AMERICA'S ENGINE OF JOB
GROWTH.**

***NOT ONE REPUBLICAN IN
EITHER THE HOUSE OR THE
SENATE VOTED FOR PRESIDENT
CLINTON'S BUDGET PLAN
BECAUSE IT WAS CLEAR TO US
THAT HIS BUDGET FAILED TO
MEET HIS OWN OBJECTIVES.**

**IT FAILS TO GET THE DEFICIT
UNDER CONTROL. AND IT WILL
NOT STIMULATE THE ECONOMY.
ALL REPUBLICANS AGREE THAT
HIGHER TAXES ON CAPITAL
FORMATION, RISK-TAKING,
INVESTMENT, AND INITIATIVE
WILL NOT STRENGTHEN THE
ECONOMY OR HELP IT GROW.**

***THE NATIONAL CENTER
FOR POLICY ANALYSIS
ESTIMATES THAT 35 PERCENT
OF ALL INTEREST INCOME, 51
PERCENT OF ALL RENT AND
ROYALTY INCOME, 53 PERCENT
OF ALL DIVIDEND INCOME, AND
84 PERCENT OF ALL
PARTNERSHIP AND "S"
CORPORATION INCOME WILL BE**

**SUBJECT TO THE HIGHER
INDIVIDUAL TAX RATES IN THE
CLINTON ECONOMIC PLAN.**

***I DON'T HAVE TO TELL YOU
WHAT THESE TAX INCREASES
WILL DO TO CAPITAL
FORMATION IN THIS COUNTRY.
BUT I BELIEVE THAT THEY HELP
EXPLAIN WHY THE LOWEST
INTEREST RATES IN 25 YEARS**

**HAVE FAILED TO PRODUCE A
BIG SURGE IN THE ECONOMY.
NAFTA**

***LET ME CLOSE BY
DISCUSSING ONE OTHER ISSUE
OF IMPORTANCE TO AMERICA'S
ECONOMIC HEALTH. AND
THAT'S THE NORTH AMERICAN
FREE TRADE AGREEMENT.**

***YOU ALL UNDERSTAND**

**ECONOMICS, AND YOU ALL
ADVISE PEOPLE IN BUSINESS.
SO LET ME GIVE YOU TWO
GROUPS--ONE SUPPORTING
NAFTA--AND ONE OPPOSING
NAFTA--AND ASK YOU WHICH
GROUP YOU WOULD WANT ON
YOUR BOARD OF DIRECTORS.
*ON ONE SIDE THERE'S
RICHARD NIXON, GERALD FORD,**

**JIMMY CARTER, RONALD
REAGAN, AND GEORGE
BUSH....AND ON THE OTHER
THERE'S JESSE JACKSON,
JERRY BROWN, RALPH NADER,
PAT BUCHANAN, AND ROSS
PEROT.**

***THE FACT IS THAT
AMERICA MUST TRADE TO
PROSPER.**

***WE LIVE AND WORK IN A
GLOBAL ECONOMY. OVER THE
PAST YEAR, WE HAVE SEEN HOW
SLUGGISH GROWTH IN EUROPE
AND JAPAN HAS AFFECTED THE
DEMAND FOR U.S. EXPORTS.
THROWING UP BARRIERS TO
TRADE IS NOT THE CORRECT
RESPONSE TO THIS PROBLEM.
INSTEAD, WE SHOULD CONTINUE**

**TO OPEN NEW MARKETS TO
AMERICAN PRODUCTS.**

***NAFTA IS VERY MUCH IN
AMERICA'S INTEREST. IF
AMERICA WANTS TO CONTINUE
TO LEAD THE WORLD'S
ECONOMY, IF AMERICA IS TO
SUCCEED IN TODAY'S NEW
GLOBAL MARKETPLACE, THEN
AMERICA CANNOT BE AFRAID TO**

**COMPETE. IT'S A SIMPLE
CHOICE -- EITHER WE RETREAT
AND BUILD A WALL AROUND
OUR COUNTRY OR WE LEAD BY
EXAMPLE AND WORK TO LOWER
BARRIERS TO TRADE BOTH AT
HOME AND ABROAD.
ECONOMY**

***PRESIDENT CLINTON AND
HIS ECONOMIC TEAM ARE**

**QUICK TO CONGRATULATE
THEMSELVES FOR PRODUCING
THE LOWEST INTEREST RATES
IN 25 YEARS. LET ME JUST SAY
THIS: WE SHOULD ALL THANK
ALAN GREENSPAN, WAYNE
ANGELL AND THE OTHER
MEMBERS OF THE FEDERAL
RESERVE BOARD FOR THE
WORK THEY ARE DOING. THE**

**MARKETS UNDERSTAND THAT
THE FEDERAL RESERVE IS
COMMITTED TO KEEPING
INFLATION UNDER CONTROL.
AND THAT'S BIG BIG REASON
WHY INTEREST RATES HAVE
REMAINED LOW.**

***LET ME STOP HERE, AND
OPEN IT UP FOR QUESTIONS.**