THE WHITE HOUSE

WASHINGTON

September 21, 2001

Dear Mr. Speaker:

In accordance with provisions of P.L. 107-38, the Emergency Supplemental Appropriations Act for Recovery from and Response to Terrorist Attacks on the United States, FY 2001, today I have authorized transfers from the Emergency Response Fund totaling \$5.1 billion for emergency recovery and response and national security activities listed in the enclosed letter from the Deputy Director of the Office of Management and Budget.

Our country mourns for the loss of life and for those whose lives have been so deeply affected by this despicable act of terror. None of us could have envisioned the barbaric acts of these terrorists. These funds will allow Federal agencies to continue providing immediate assistance to victims of the deliberate and deadly attacks against our country.

The details of this action are set forth in the enclosed letter from the Deputy Director of Management and Budget. I concur with his comments and observations.

Sincerely,

The Honorable J. Dennis Hastert Speaker of the House of Representatives

Washington, D.C. 20515

Enclosure



OFFICE OF MANAGEMENT AND BUDGET WASHINGTON, D.C. 20503

September 21, 2001

The President

The White House

Submitted for your consideration are requests to make available by transfer previously appropriated funds provided in P.L. 107-38, the Emergency Supplemental Appropriations Act for Recovery from and Response to Terrorist Attacks on the United States, FY 2001. As required by that Act, on September 18th you designated the \$40 billion provided as an emergency funding requirement.

Your approval of these requests would transfer \$5.1 billion from the Emergency Response Fund to the Departments of Commerce, Defense, Energy, Health and Human Services, the Interior, Justice, Labor, State, Transportation, and the Treasury; the Federal Emergency Management Agency (FEMA); General Services Administration; International Assistance Programs; Small Business Administration; Commodity Futures Trading Commission; District of Columbia; Export-Import Bank of the United States; National Transportation Safety Board; the Executive Office of the President; and the Legislative and Judicial Branches. The funding would provide assistance to the victims of the attacks and would address other consequences of the attacks, including funding for: debris removal, search and rescue efforts, and victim assistance efforts of FEMA; emergency grants to disaster-affected metropolitan area health providers; investigative expenses of the FBI; increased airport security and sky marshals; initial repair of the Pentagon; evacuation of high threat embassies abroad; additional funding for the Small Business Administration disaster loan program; and initial crisis and recovery operations of the Department of Defense and other national security operations.

These requests represent the initial transfers from the Emergency Response Fund to respond swiftly to urgent requirements and to alleviate human endangerment and suffering. We will continue to work with the agencies to determine additional needs. No further congressional action is required for these initial transfers.

I have carefully reviewed these proposals and am satisfied that they are necessary at this time. Therefore, I join the heads of the affected Departments and agencies in recommending your approval of the transfers described in the enclosure.

Cordially,

Sean O'Keefe Deputy Director

Enclosure

EMERGENCY APPROPRIATIONS: AMOUNTS PREVIOUSLY APPROPRIATED NOW BEING TRANSFERRED BY THE PRESIDENT FROM THE EMERGENCY RESPONSE FUND

Department of Commerce

These funds will enable ITA to relocate six Foreign and Commercial Service officers who were located in 6 World Trade Center, which was damaged beyond repair, and purchase new equipment and furniture.

Department of Defense -- Military\$2,548,000,000

These funds will provide the Department of Defense with the funds necessary to begin the following activities: upgrading intelligence and security, enhancing force protection, improving command and control, increasing full readiness, supporting initial crisis response, repairing the Pentagon, and providing for other needs.

Department of Energy

These funds will support the heightened security needs at the Department of Energy's national laboratories.

Department of Health and Human Services

Departmental Management

Public Health and Social Services Emergency Fund \$126,150,000

These funds will provide assistance for the health-related needs of the disaster-affected areas of the New York metropolitan area, Virginia, Maryland, and the District of Columbia. Activities that would be supported include: emergency grants for health care providers; community health centers; mental health and substance abuse services; assessments and services related to environmental hazards, enhancements to the physical security of pathogenic agents and toxins in Centers for Disease Control and Prevention and Food and Drug Administration facilities; and social services including services for the disabled, home-delivered meals and transportation for senior citizens in affected areas.

Department of the Interior

National Park Service (NPS)

Operation of the National Park System	\$1,713,000
United States Park Police	\$1,400,000

These amounts will provide funding for NPS and U.S. Park Police emergency response costs in New York City and Washington D.C., as well as increased security patrols in both cities.

Department of Justice

Legal Activities and U.S. Marshals (USMS)	
Salaries and Expenses, U.S. Marshals Service	. \$3,900,000
Federal Bureau of Investigation (FBI)	
Salaries and Expenses	\$36,900,000

These funds will support the FBI's extraordinary expenses incurred in investigating the attacks and will provide assistance to the USMS for increased airport and courthouse security and other activities.

Department of Labor (DOL)

Employment and Training Administration	
Training and Employment Services	\$25,000,000
State Unemployment Insurance and	
Employment Service Operations	. \$3,500,000
Occupational Safety and Health Administration (OSHA)	
Salaries and Expenses	\$500,000

These amounts will provide funding for: DOL's Dislocated Workers program to provide temporary jobs to assist in clean-up and restoration efforts in New York; assistance to cover immediate information technology and other costs of disaster recovery for unemployment insurance claims taking that need to be relocated; and OSHA's monitoring of health and safety at the disaster sites.

Department of State

341 411 41 8 444 4	
Administration of Foreign Affairs	
Diplomatic and Consular Programs	\$390,000
Capital Investment Fund	\$7,500,000
Emergencies in the Diplomatic and Consular Service	\$41,000,000

Approximately half of these funds will be used to provide rewards for information to help apprehend terrorists. The State Department will also use these funds to improve emergency communications at domestic facilities and embassies abroad and to have funding available to evacuate personnel at high-threat embassies, should it be required.

Department of Transportation

Coast Guard	
Operating Expenses	\$18,000,000
Federal Aviation Administration	
Operations	. \$123,000,000

These funds will support increased airport security measures and expenses for additional Federal law enforcement officials to perform Sky Marshal functions and increased Coast Guard New York Harbor patrols and the related recall of Coast Guard reservists.

Department of the Treasury

Departmental Offices	
Salaries and Expenses\$6,10	0,000
Financial Crimes Enforcement Network	0,000
Financial Management Service	
Salaries and Expenses\$110	0,000
Bureau of Alcohol, Tobacco, and Firearms	
Salaries and Expenses\$1,530	0,000
United States Customs Service	
Salaries and Expenses\$21,000	0,000
Operation, Maintenance, and Procurement	
Air and Marine Interdiction Programs\$14,70	0,000
Internal Revenue Service	
Processing, Assistance, and Management	0,000
Tax Law Enforcement	0,000
Information Systems\$450	0,000

These funds will support the immediate response and recovery needs of the approximately 1,000 Treasury employees who were located in or near the World Trade Center complex, most of whose offices were destroyed. These funds will also be used to establish a Foreign Terrorist Assets Tracking Center, as well as fund Customs Service air support for counterterrorism activities.

Executive Office of the President

Office of Administration, Salaries and Expenses\$500,000

These funds will be used to install protective window film for the Executive Office of the President.

Federal Emergency Management Agency

These funds will support overall emergency assistance in New York and other affected jurisdictions. This includes costs associated with debris removal and emergency protective measures, as well as individual and family assistance, search and rescue, and other disaster assistance efforts.

General Services Administration

Real Property Activities	
Federal Buildings Fund	 \$8,600,000

These funds will support increased security coverage of Federal buildings; purchase of security equipment; structural studies of seven Federal locations affected by the New York City disaster; overtime and travel costs for law enforcement personnel; and other security costs.

International Assistance Programs

U.S. Agency for International Development (USAID)	
Operating Expenses	\$2,400,000
Peace Corps	\$2,600,000

These funds are primarily to cover the costs of the evacuation of Peace Corps volunteers in nine Peace Corps posts; improved overseas emergency communications; and the potential evacuation for high-risk USAID and Peace Corps posts.

Small Business Administration

Disaster Loans Program	. \$100,000,000
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These funds will support \$400 million in low interest disaster loans for renters, homeowners, and businesses in designated disaster areas.

Commodity Futures Trading Commission (CFTC)

The CFTC's New York office, which was located in the World Trade Center, will use these funds to purchase computers and office equipment for its temporary space.

District of Columbia

These funds will be used for short-term response activities, including personnel and overtime costs of the Metropolitan Police Department, Fire Department, and the Public Works Department of the District of Columbia.

Export-Import Bank of the United States

Export-Import Bank Loans	Program Account,	
Administrative Expenses	\$75,0	000

These funds will be used to relocate the office of the Export-Import Bank previously located at the World Trade Center.

National Transportation Safety Board

Salaries and Expenses	\$150,00)()
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The National Transportation Safety Board will use these funds for the recovery of flight recorders for the four planes and for assistance to the plane crashes victims' families.

Legislative Branch

Joint Items	
Salaries, Capitol Police	\$2,500,000
Architect of the Capitol	
Capitol Buildings, Salaries and Expenses	\$750,000

These funds will support increased security measures, including overtime compensation for the U.S. Capitol Police and the installation of protective window film for the U.S. Capitol.

Judicial Branch

These funds will be used to install protective window film for the U.S. Supreme Court.