

JUN-25-93 FRI 14:03

BENEFICIAL MGMT CORP

FAX NO. 908 781 3323

P.02

Beneficial Management Corporation of America**Gary J. Perkinson promoted to
Senior Vice President-Government Relations**

Gary J. Perkinson has been named senior vice president-Government Relations.

In this position, Perkinson will direct all government relations activities at the state and federal levels, and will oversee a network of government relations directors who work at the state level.

Perkinson will continue to be based in Washington, D.C., where he has worked as Beneficial contact with federal regulatory and lawmaking agencies for more than a decade.

Perkinson assumes the role currently held by Jerome E. Leitner, who has announced his retirement after 32 years with Beneficial. Perkinson begins his new duties Jan. 1.

Previously, Perkinson was vice president, Government Relations-Federal, from 1981 to 1986, when Beneficial closed the Washington, D.C., office. He resumed that position when the office was reopened in 1990.

In 1986, he opened Perkinson and Associates, Inc., a public affairs lobbying firm which was retained by Beneficial Management Corporation to handle the company's congressional and federal affairs.

Perkinson joined Beneficial in 1978 as vice president-Government Relations, New York. Before joining Beneficial, he served as executive director of the New York State Retail Merchants Association. He also worked as a newspaper reporter and a newsman with The Associated Press wire service.

A director of the National Savings Bank of Albany, N.Y., Perkinson is president of the Alliance for America's Homeowners, a non-profit, Washington-based homeowner's group created to help represent homeowners' interests on the federal level.

A U.S. Army veteran, Perkinson holds a bachelor's degree from Siena College in Loudonville, N.Y., and earned a master's degree in public administration from the Rockefeller Institute of Public Affairs at the State University of New York in Albany.

Perkinson and his wife, Marcy, reside in Potomac, Md. They have four children.

White House Fellows
May 13, 1993

Thank you, *ABenson*
~~Banna.~~

I want to share with each of you today the programs and processes we are undertaking within the Clinton Domestic Policy Council and a little about the primary principle on which our work is based.

Pres. Clinton: 5 major goals outlined for the cabinet/staff at the Camp David Retreat

1. Economic package
2. Health Care Reform
3. National Service
4. Welfare Reform
5. Campaign Finance/Lobbying Reform

Domestic Policy has a finger in each of these pies:

- ① 1. Econ. pkg.-emphasis on children/families: economic council (new)
- ② 2. Health Care Reform: you have a panel tomorrow on this so I'll save the war stories for them to share. However, I don't want to gloss over it without saying we have some very fundamental decisions to make as a country- and this issue when you stop and think about it is one of the few we can undertake that is so intensely personal to each and every person.
- ③ 3. National Service: You heard earlier from Eli; two Domestic Policy staff members have worked tirelessly with Eli on the National Service piece as well as the companion student financing reform components.
- ④ 4. Welfare Reform: working groups; Mary Jo Bane and David Ellwood; paradigm shift- from WORK IN EXCHANGE FOR WELFARE to WORK INSTEAD OF WELFARE. We will here get into child support as well as child care issues. *Health care*
- ⑤ 5. Campaign Finance/Lobbying Reform issues: introduced recently. Two staff members working on this.

Other projects: Education which is involved in all the others. Goals 2000. Empowerment zones: collaboration.

But what is really the underlying theme of this Domestic Policy Council:

Build on Family Support Act '88

EITC Immun. Family Pres. Crime

Every child shall be empowered to develop to her/his fullest throughout her/his life. If we are truly serious about a better economy, competitiveness, etc. for our country, we have not a child to waste....and each of those children must be empowered to become the very best she or he can. This means we will be committed at the top here in DC but it also means the empowerment of parents, neighborhoods, communities and voluntary organizations across this country to work together for the greater good.

We did our best.

Event Form for Carol Rosco

Date of the Event: June 28, 1993

Name of the Event: Afternoon Economic Briefing

Sponsor: Democratic National Committee, Finance
Contact: Jane Hearst
202.737.3593w
202.737.3533
800 SKY PAGE
PIN # 862.0049

Location: Mayflower Hotel
The State Room
1127 Connecticut Avenue, N.W.
Washington, D.C.
(202) 347-3000
DaSalle street entrance, (across the street from ABC television network), a DNC staffer will greet Ms. Soderberg and escort her to the briefing).

Press: Closed

Greeter: Chairman Terry McAuliffe
Director Jane Hearst

Event Begins: 2:00p.m.

Lasts until: 3:00p.m.

Arrives: 1:45p.m.

Departs: 3:00p.m.

Program: Domestic Policy panel with Laura Tyson

Introduction by: Gary Perkinson

Gary Perkinson 2:00p.m.
Carol Rosco 2:00 - 2:15p.m.
Q&A 2:30 - 3:00p.m.

estimated attendance: 200

Suggested Comments:

Please discuss how President Clinton plans to reinvent government, (elimination of the bureaucracy). Give your unique insight on how the Administration confronts the present day domestic issues.

The Business Leadership Forum (BLF) is the principal organization for the nations top business leaders who work with the Democratic Party. This group is designed to address key challenges facing the business community. The BLF has doubled its membership in the last four months with membership over 300 individuals. The new members are mostly business entrepreneurs who had previously never given to either political party.

Attachments:

- ◆ BLF Retreat Agenda
- ◆ BLF New Members
- ◆ Terry McAuliffe Biography
- ◆ Gary Perkinson Biography

TERENCE R. McAULIFFE

BUSINESS LEADERSHIP FORUM CHAIRMAN

Mr. McAuliffe is the president & chief executive officer of several real estate related entities including American Capitol Management Company, Diamond Management Company and Columbia Land & Development Company. He also serves as chairman of the Boland Group, a real estate leasing and services company, and chairman of American Telecommunications Services Incorporated. He is also the founding partner of McAuliffe & Kelly, a financial services and venture capital fundraising firm which specializes in the formation, funding and operation of new and promising companies. He is also a founding partner of the McAuliffe, Kelly & Raffaelli Law Firm. The firm has offices in Washington, D.C., Los Angeles, California and Reno, Nevada. He specializes in corporate, banking and finance law. Mr. McAuliffe also serves as vice chairman of the board of Federal Capital Bank, N.A., Washington, D.C., and formerly served as chairman of the board of Federal City National Bank, Washington D.C. Mr McAuliffe was recently appointed by the White House as the Commissioner General of the United States at the 1993 Taejon (Korea) International Exposition. He is on the board of directors of The Center for National Policy, Washington, D.C.; the board of Regents of the Catholic University of America and is the co-chairman of the For Love of Children Fund and the Thurgood Marshall Development Center.

In the political arena, Mr. McAuliffe has been very active in a number of political campaigns and organizations. Mr. McAuliffe has been a managing trustee of the Democratic Party since 1988. He served as national finance chairman for the Gephardt for President Campaign Committee, where he was responsible for chairing and coordinating the finances for the 1988 Presidential campaign of Congressman Dick Gephardt (D-MO). He was national vice chairman of the Democratic Victory Fund for the 1984 and 1988 Presidential campaigns as well as deputy chairman and director of finance of the Democratic National Committee, 1980-1981. From 1983-1986, he was the finance director for the Democratic Congressional Campaign Committee. In 1979 and 1980, he served as deputy treasurer and director of fundraising for the 1980 Presidential campaign at the Democratic National Committee and Carter/Mondale Presidential Campaign Committee. He also lectures extensively throughout the United States on American politics and business entrepreneurship. He also serves as chairman of many charitable activities. Member: District of Columbia, United States Supreme Court and American Bar Associations, and the National Association of Securities Dealers.

Mr. McAuliffe has a J.D. from Georgetown University Law Center and a B.A. from The Catholic University of America.

**PROGRAM
DOMESTIC POLICY BRIEFING**

- ◆ 2:00 - 2:45 p.m. Mayflower Hotel
East Room
- ◆ *Introduction*
Gary Perkinson
Chairman of the Board, Beneficial Management
- ◆ *Briefing, Followed by Question and Answer Session*
Laura Tyson, Chairman of the President's Council of Economic
Advisors

Carol Rosco, Assistant to the President for Domestic Policy

OR

FOREIGN POLICY BRIEFING

- ◆ 2:00 - 2:45 p.m. Mayflower Hotel
State Room
- ◆ *Introduction*
Stanley Harrison
President, The Potomac Foundation
- ◆ *Briefing, Followed by Question and Answer Session*
Nancy E. Soderberg, Special Assistant to the President for National
Security

**BUSINESS LEADERSHIP FORUM
WASHINGTON RETREAT AGENDA**

SUNDAY, JUNE 27

◆ 12:00 noon -
5:00 p.m.

REGISTRATION

Mayflower Hotel
1127 Connecticut Ave., N.W.
(202) 347-3000 / (202) 466-9082 *fax*

◆ 6:00 p.m.

WELCOME BUFFET DINNER

Special Guest Secretary Ronald Brown, Department of Commerce
Organization of American States
17th and Constitution Avenue, N.W.
Continuous shuttle from Mayflower
to OAS: 5:45-6:45 p.m.
Cocktails: 6:00 p.m.
Dinner: 7:00 p.m.

◆ 9:30 p.m.

DINNER CONCLUDES

Continuous shuttle from OAS to Mayflower:
8:30-10:00 p.m., departing every 5-8 minutes
with the last bus departing at 10:00 p.m.

◆ 10:00 p.m.

AFTER HOURS CELEBRATION

The Mayflower Hotel
1127 Connecticut Avenue, N.W.

MONDAY, JUNE 28

◆ 8:00 a.m.

BREAKFAST

With Honored Guests Chairman David Wilhelm and White House Chief of Staff
Thomas "Mack" McLarty
Duke Ziebert's
1050 Connecticut Avenue, N.W.
(across the street from the Mayflower Hotel)

◆ 10:00 - 12:00 noon

MORNING POLITICAL BRIEFING

The Mayflower Hotel
1127 Connecticut Avenue, N.W.

Scheduled Speakers

Secretary Richard Riley, Department of Education
Paul Begala, Carville and Begala
Rahm Emanuel, Assistant to the President
Stan Greenberg, Greenberg Research Inc.
Kent Markus, DNC Chief of Staff

◆ 12:00 - 2:00 p.m.

POLICY LUNCH

The Mayflower Hotel, The Grand Ballroom
1127 Connecticut Avenue

With Honored Guest Secretary Lloyd M. Bentsen, Department of Treasury

◆ 2:00 - 4:30 p.m.

ISSUE FORUMS

The Mayflower Hotel

2:00 p.m.-
2:45 p.m.

Domestic Policy

Briefing I

The East Room **OR**

Scheduled Speakers

Laura Tyson, Chairman of
the President's Council of
Economic Advisors
Carol Rosco, Assistant to the
President for Domestic Policy

Foreign Policy

Briefing II

The State Room

Scheduled Speaker

Nancy Soderberg, Special Assistant
to the President for National Security

2:45 p.m. -
3:00 p.m.

Break

3:00 p.m. -
4:10 p.m.

Healthcare

The East and State Rooms

Scheduled Speakers

Ira Magaziner, Senior Advisor for Policy Development
Secretary Donna Shalala, Department of Health and Human Services

◆ 6:00 p.m.

DEPART FOR PRESIDENT'S DINNER

The Washington Convention Center, 900 Ninth Street, N.W.

Buses begin continuous shuttle service from Mayflower to Washington
Convention Center until 7:15 p.m., departing as filled.

◆ 6:30 p.m.

COCKTAILS

The Washington Convention Center
900 Ninth Street, N.W.

◆ 7:30 p.m.

PRESIDENT'S DINNER AND GALA

The Washington Convention Center
900 Ninth Street, N.W.

◆ 10:00 p.m.

DINNER CONCLUDES

Buses begin continuous shuttle service
Washington Convention Center, last bus depart at 11:00 p.m.

Tony Filiti
AB Management

Alan Solomont
ADS Management, Inc.

Mr. Ronald D. Abramson

Mr. Terence McAuliffe
American Capitol Management

Ms. Mari Carmen Aponte
Alexander, Gebhardt, Aponte & Marks

Tom McDonald
Arter & Hadden

Robert J. Healy
Atlantic Richfield Company

Mr. Dennis Bakke

Ms. T. Pamela Bathgate

Mr. Fred Siegel
The Beacon Companies

Mr. R. Scott Pastrick
Black, Manfort, Stone & Kelly

Ms. Noel Brazil
American Optometric Assn.

Mr. Richard P. Thompson
Bristol-Meyers Squibb Corp.

Mr. Frank B. Brooks
Brooks Sausage Co., Inc.

David Lambert
National Assn. of Chain
Drug Stores, Inc.

Mr. Arturo Aloma
Chimney Hill Texaco

Sylvan M. Cohen
Cohen, Shapiro, Polisher,
Shiekman and Cohen

Mr. Arthur H. Courshon

Ms. Caroline Couono

Mr. Sam Dattel
Dattel Realty Company

Mr. Melvin S. Cohen
District Photo, Inc.

Mr. Elvin Moon
E.W. Moon, Inc.

D. Jeffrey Hirschberg
Ernst & Young

Mr. Mark Weiner
Financial Innovations

Ron and Beth Dozoretz
First Hospital Corporation

William H. Lear
Fleetwood Enterprises, Inc.

Mr. and Mrs. Michael Gelman

Mr. Kenneth E. Glover
WR Lazard and Company

Mr. John H. Gutfreund

Eli Hertz
Hertz Computer Corp.

Mr. Irvin E. Richter
Hill International, Inc.

Jay Mazur, President
I.L.G.W.U. Campaign Committee

Mr. Paul Equale
Independent Insurance Agents of
America, Inc.

Mr. Charles H. James, III

Masahiko Kasuga
Japan Green Stamp America, Inc.

Mr. Richard Johnston, Jr.

Mr. Ramesh V. Kapur

Mr. Paul King

Mr. Anthony D. Kurtz, President
Kulite Semiconductor Products

Mr. Marvin R. Martin

Mr. Tom McDonald

Vincent Papa
Metallgesellschaft Corp.

Mr. Larry Kocot
Mikalix Group, Inc.

Mr. Ken Miller

Mr. Paul M. Montrone
Great Hill

Ms. Linda F. Murphy

Mr. Phil Burnett
National Cotton Council of
America

Sheila Hixson
National Solid Wastes
Management Assoc.

Mrs. Susan P. Ness

Mr. Jack J. McConnell, Jr.
Ness, Motley, Loadholt, Richardon
and Poole

John Marino, Chairman
New York State Democratic Committee

Julia J. Norrell, Esq.

Ms. Dona O'Bannon

Mr. Jack Llewellyn
Ocean Spray Cranberries, Inc.

Donald R. Duncan
Philips Petroleum Company

Mr. Thomas O'Hara
The Prudential Insurance Co.
of America (Fed. PAC)

Ms. Carolyn Jordan
Pryor McClendon Investments

Mr. and Mrs. Edward Redstone

Ms. Denise Rich
Zarem, Inc.

Mr. Edgar G. Rios

Mr. John Eisberg
Robins, Kaplan, Miller and
Ciresi

Ms. Debra Rose

Alan Sagner

The Honorable & Mrs. Jim Scheuer

Mr. and Mrs. Gerald Schuster

Mr. Bernard L. Schwartz
Loral Corporation

Mr. Harvey Segal

Marianne Camille Spraggins, Esq.

Albert Knoll
Sun Company, Inc.

Ms. Marge Tabankin

Ms. Michelle N. Tanaka

Mr. David Rynne
Tandem

Mr. Glenn Hutchins
The Thomas Lee Company

Mr. William A.K. Titelman, Esq.
Klett, Lieber, Rooney & Shorling

Mr. Richard White
The Tobacco Institute

Robert C. McCandless
Tansamerica Occidental Life

J. Nelson Fairbanks, CEO
United States Sugar Corp.

Mr. Thomas I. Unterberg
Unterberg Harris

Mr. Arnold Wellman
UPS (PAC)

Mr. W. Ray Chambers
Van Beuren Management

Mr. Mark Weinstein
Viacom International Inc.

Ms. Linda J. Wachner

Mr. Walter Umphrey
Walter Umphrey Law Firm

Mr. W. Harrison Wellford

Ms. Batrice W. Welters

Mr. Herbert S. Miller
Western Development

Mary Whalen
Williams & Jensen

Stephen Lefkowitz
Winthrop Stimson Putnam

Mr. Denise Rich
Zarem Inc.

Mr. P. Scott Shearer
Zeneca Inc.

Ms. Lois Zenkel



DEMOCRATIC NATIONAL COMMITTEE

FAX COVER SHEET

TO: Rosalyn

COMPANY: Carol Pasco's office

FROM: Maura McManimon

OF PAGES: 3
(INCLUDING COVER)

DATE: 6/24/93

ANY PROBLEMS CALL: 202/737-3500

MESSAGE: Following is the briefing memo.
Still to be added are 1.) bio of moderator
and 2.) talking points
They will be sent by the end of the
day. Thank you!

CONFIDENTIALITY NOTE:

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456-2878

**DEMOCRATIC NATIONAL COMMITTEE
EVENT BRIEFING
FOR CAROL RASCO**

EVENT: Business Leadership Forum
Washington Retreat
Afternoon Briefing Session

LOCATION: Mayflower Hotel
1127 Connecticut Avenue, NW
Washington, DC 20036
(202) 347-3000

TIME: 2:00pm - 2:45pm First Session
Domestic Policy
Foreign Policy
3:00pm - 4:15pm Second Session
Healthcare

DNC CONTACT: Jane Hearst
Director, Business Leadership Forum
(202) 737-3500
(202) 466-9595 - Mayflower DNC Office

*The DNC Finance Staff will move to the Mayflower Hotel on Friday, June 25 and stay until Tuesday, June 29.

GREETER: Jane Hearst

ATTENDEES: This group will consist mainly of members of the Business Leadership Forum (BLF). Within the BLF, there are representatives from major healthcare associations and private institutions, pharmaceutical companies and other types of businesses.

We have also organized a DNC State Chair effort that has resulted in each state buting a table or so at the dinner. The State Chairs will be attending this event.

Also included are Labor Council members, the National Finance Council Board, and the Women's Leadership Council, a subset of the BLF.

PROGRAM: Second Session - Healthcare

Moderator: Marianne Spraggins, Senior Partner
Smith Barney, New York
*see attached bio

This briefing session will be in a panel format with a question and answer period

*2:00 is fine
w/chr*

following both talks.

3:00pm Marianne Spraggins makes a few opening remarks and introduces Secretary Shalala

3:05pm The Secretary speaks for approximately 15 minutes

3:20pm Marianne Spraggins introduces Ira Magaziner

3:22pm Ira Magaziner speaks for 15 minutes

3:35pm Marianne Spraggins introduces Carol Rasco

3:37pm Carol Rasco speaks for 15 minutes

3:50pm The panel of speakers is opened to questions from the floor

4:15pm Program Complete

TALKING POINTS:

It's my understanding
that they'd like for you
to speak about the DPC
Agenda and touch on
health care from the WH.
It's obvious they're
about it from Shalala as
well as Ira.



DEMOCRATIC NATIONAL COMMITTEE

655 15th Street, N.W.
8th Floor, Suite 800
Washington, D.C. 20005

FAX COVER SHEET

TO: Carol Rasco

COMPANY: 456-2878

FROM: David Wilhelm

OF PAGES: 3
(INCLUDING COVER)

DATE: 6/3/93

ANY PROBLEMS CALL: (202) 737-3500 Maura

MESSAGE: _____

CONFIDENTIALITY NOTE:

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Democratic National Committee

May 28, 1993

The Honorable Carol Rasco
Director
Domestic Policy Council
The White House
Washington, DC 20506

Dear Carol:

I am writing to request the honor of your presence at the 1993 Democratic National Committee President's Dinner on Monday, June 28 at the Convention Center in Washington, DC.

The President's Dinner promises to be the largest and the most regionally inclusive DNC event of the year. In an effort to create a truly national event, we are incorporating representatives from each of the 50 states and major constituency groups from across the country.

We are also planning a series of events leading up to the dinner beginning with a Washington Welcome Dinner on Sunday, June 27. Several luncheons and issue briefings will follow on Monday. Enclosed is the tentative itinerary of the weekend. Your attendance at any of these events would contribute significantly to their success and would be greatly appreciated.

We will be contacting your office with more details regarding these events. If you have any questions, please contact Maura McManimon, at the DNC Finance Department, at 202-737-3500. I look forward to seeing you throughout this exciting weekend.

Sincerely,

David Wilhelm
Chairman

*Called Jessie
6/4/93 10:10 am
(Maura McManimon
out of office
till Mon June 7)
"accept"
dinner
6/28*

Accept

*We'll hold
on other
events until
later.
Remind
me in a
week or so.*



DEMOCRATIC NATIONAL COMMITTEE

**THE PRESIDENT'S DINNER
MONDAY JUNE 28, 1993**

WASHINGTON RETREAT ITINERARY

SUNDAY JUNE 27 - MONDAY JUNE 28, 1993

JUNE 27

- ◆ **WELCOME BUFFET DINNER**
Location: Organization of American States (OAS),
17th and Constitution Avenue, N.W.
Time: 6:00 p.m. Cocktails 7:00 p.m. Dinner

JUNE 28

- ◆ **BREAKFAST**
Location: Duke Zeibert's, 1050 Connecticut Avenue, N.W.
Time: 8:00 a.m.
- ◆ **ISSUE BRIEFING SESSION**
Location: Mayflower Hotel, 1127 Connecticut Avenue, N.W.
Time: 10:00 a.m.
- ◆ **LUNCH VENUE**
Location: Mayflower Hotel, 1127 Connecticut Avenue, N.W.
Time: 12:00 p.m.
- ◆ **AFTERNOON ISSUE BRIEFING SESSIONS**
Location: Mayflower Hotel, 1127 Connecticut Avenue, N.W.
Time: 2:00 p.m. - 4:30 p.m.
- ◆ **DNC PRESIDENT'S DINNER**
Location: The Washington Convention Center, 900 Ninth Street, N.W.
Time: 6:30 p.m. Cocktails 7:30 Dinner
Attire: Informal

Honoring President and Mrs. Clinton and Vice President and Mrs. Gore

THE BULLETIN'S MORNING DIGEST

FROM THE PUBLISHERS OF THE WHITE HOUSE BULLETIN

MEMORANDUM FOR C. RASCO/W. GALSTON
DOMESTIC POLICY COUNCIL
THE WHITE HOUSE

DATE: MONDAY, JUNE 28, 1993 -- 8:00 AM - EDT

LEADING THE NEWS

Clinton Calls Iraq Bombing a Success. President Clinton yesterday called the US bombing of selected targets in Baghdad a "success," and said it sends a message against terrorism. Clinton expressed his sorrow that eight civilians were killed in the attack, but stressed that lives would have been lost had the plot to kill Bush succeeded. According to this morning's *New York Times*, in "planning the strike in Baghdad, [the Clinton Administration] had not only the Iraqi audience in mind, but also the intelligence services of countries suspected of sponsoring terrorism, like the bombing of the World Trade Center in New York. By attacking the Iraqi intelligence headquarters with cruise missiles, the Administration was trying to signal that those involved in state-sponsored terrorism would be personally targeted in response." The *Times* also reports, in an article headlined "Administration Finds Just Keeping a Secret Can Be a Triumph," that around the White House yesterday there was a "triumphant air" and a "near-defiant sense of pride" for the success in providing "a veil of secrecy that gave President Clinton the advantage of surprise when military retribution came. It also helped him appear decisive and resolute in his most

significant action yet as Commander in Chief." According to the *Times*, "With Mr. Clinton still viewed warily by many in the military and facing criticism from some Europeans for being too cautious in Bosnia, some White House officials pointed to the strike as an example of his willingness to use military force when justified." On Friday, White House Press Secretary Dee Dee Myers said at a noon press briefing that the President had still not received a final report from the FBI about the assassination plot against President Bush, when in fact, Clinton had received the briefing on Wednesday and had ordered the attack just prior to her briefing. Myers, as well as her superior, Communications Director Mark Gearan, had not been told of the plans to attack, because the top officials involved "simply sought to avoid doing anything that might jeopardize the military strike." This morning's *Financial Times* runs a front-page article on the attack with the headline: "UK and Germany Back Missile Raid as US Reinforces Presence in the Gulf; Clinton Hails Strike On Iraq." (Related Stories: WP-A1, 12, 14; AP; NYT-A1, 6, 7, 16 [ED]; USA-A1, 3; BSun-A1; PI-A1; FT-A1, 2)

NATIONAL & INTERNATIONAL NEWS

Administration Interferes In Arrest of Radical Sheik With Ties To World Trade Center Bombing. Law enforcement authorities have determined that Sheik Omar Abdel Rahman, the radical Egyptian cleric who reportedly influenced the bombing of the World Trade Center, also knew the details of the plot to blow up parts of New York City and assassinate several officials, but the Clinton Administration stepped in at the last minute to prevent his arrest, this morning's *New York Times* reports. The *Times* reports officials described the decision as "a hairline call ultimately decided by Attorney General Janet Reno on legal and tactical grounds, including Mr. Abdel Rahman's usefulness as a powerful lens through which authorities examined the murky and violent world of Islamic extremism." Evidence against the Sheik was also described as "fuzzy."

Administration officials said yesterday that "foreign policy considerations had not played a role in their decision to allow Mr. Abdel Rahman to remain at large, although they suspected him of being linked to the bombing scheme," reports the *Times*. Senator Alfonse D'Amato (D-NY), one of the targets for assassination was outraged the Sheik had not been arrested. "At this point, it is much more important to demonstrate to others that we have the ability and wherewithal and the will to stand up and do what we have to do," D'Amato said. "By arresting the sheik and holding him, it doesn't mean you are going to stop these people. It means that we are serious about enforcing the law." Clement Rodney Hampton-El, the only American-born suspected in the terrorist bombing attempts, may have ties to the largely secretive and violent terrorist organization called Fuqra. According to the *Times*, Fuqra has been responsible for over a

dozen bombings and assassinations in the US since 1979. (Related Stories: NYT-A1; AP; USA-A2; WP-A5)

Base Closure Commissions' Recommendations Take Heavy Hit on Virginia, South Carolina, California.

The seven-member Defense Base Closure and Realignment Commission wrapped up its five-day meeting yesterday, with the announcement of several base closings, which "wreaked new economic havoc" across the country, according to the Associated Press, but especially in the hard-hit areas of the Virginia suburbs of Washington, DC, which stand to lose at least 10,000 jobs and the San Francisco-Oakland area which suffered another blow with the recommendation to close the Oakland Naval Hospital. Previous commission votes to close the Charleston shipyard and naval base will cost the city 51,000 jobs when the total impact is considered; however, yesterday the commission voted to expand a high-tech center now in Charleston, which should restore about 5,000 jobs to the city. A total of 44 Navy, Air Force and Army bases will be closed in all if the commission's recommendations are passed. The commission will present their changes to the Pentagon's recommendations to the President by Thursday, and Congress will then vote on the recommendation as a whole. Dailies around the country ran stories this morning discussing the economic impact of the commission's recommendations. Headlines include: "Panel Votes to Move N. Va. Naval Offices; Crystal City Would Lose 11,000 Jobs, With Nearly Half Going to Maryland," from the *Washington Post*; "Weymouth Air Base to Stay Open," from the *Boston Globe*; "Most Phila. Defense Sites Spared; 8,400 Jobs Saved; 1,200 Will Be Lost," from the *Philadelphia Inquirer*; "Bases Panel Sends Md. 5,000 Jobs; Much of Gain Is At Expense of Northern Va.," from the *Baltimore Sun*. (Related Stories: WP-A1; AP; BGlobe-A1; NYT-A11; USA-A6; BSun-A1; PI-A1)

Clinton Forces Move To Support Energy Tax In Tough Circumstances.

The *Journal of Commerce* reports that the differences in the House- and Senate-passed energy taxes "could make it harder for a House-Senate conference committee to craft a compromise final budget plan." The Senate version would raise \$22 billion through a 4.3-cent-per-gallon transportation fuels tax, with the money going to the Highway Trust Fund. The House version includes a broad-based energy tax that would include an 8-cents-per-gallon tax that would raise \$72 billion, according to the *Journal*. The Clinton Administration sought Sunday to resurrect its broad-based energy tax as House and Senate negotiators looked ahead to compromise talks on a deficit-reduction bill. Opponents of the Administration's energy tax argue the levy would hurt farmers and manufacturing, sectors of the economy heavily dependent on energy use. Budget Director Leon Panetta said it was premature to declare the BTU tax dead, telling reporters: "You can't really make that conclusion until you see where all these pieces are." Congressman Dan Rostenkowski, Chairman of the House Ways and Means

Committee said yesterday that President Clinton had never told him he had abandoned the broad-based BTU tax. Panetta and Treasury Secretary Lloyd Bentsen both voiced optimism that a successful conference committee negotiation was possible. Democrats hope to have legislation on Clinton's desk by the August recess. "The BTU tax covers a lot of territory, there are ways to design it, I think, that obviously could reduce the impact" on the hardest hit sectors of the economy, Panetta said during an appearance on NBC's "Meet the Press." Treasury Secretary Lloyd Bentsen, meanwhile, said that the Administration would seek to lift the tax's impact on manufacturing "to the point it might lessen our competitiveness worldwide, to the point it might cost us jobs" during an appearance on CNN's "Newsmaker Sunday." The *Wall Street Journal* reports that companies are assessing the impact of the House and Senate versions to determine which of the two evils is the lesser for their bottom line, so they can know which to support. (USA-A8; AP; JOC-A1; WSJ-A3, 8)

Space Station Vote-Switchers May Reverse Project's Support.

According to the *Washington Post*, the House may reverse last week's support of the space station today by voting down an appropriations bill. A space station authorization bill passed the House by 216 to 215 last week, but the *Post* lists a few Members who may change their positions today due to their concerns over the costs. The *Boston Globe* reports that some US and international scientists are recommending that the space station, narrowly kept alive by the House of Representatives last week, should be launched into an "international orbit" of 51.5 degrees, rather than the narrower 28.5 degree orbit now planned. If President Clinton decided to launch the station into an international orbit, it would mean the Cape Canaveral launches would be able to carry 25 percent less payload into the orbit, but it would allow the station to be accessible from all nations with launch capabilities, including the Soviet Union. This more universal access, some scientists hope, could help reduce costs to the US if Russian payloads are sent up. The *New York Times* reports that deficit-reduction efforts are bringing pressures to bear on big-ticket science projects like the space station and the superconducting super collider. (Related Stories: BGlobe-A17; WP-A8; NYT-A13)

Mississippi Flooding Predicted to Be Second Worst.

Rising floodwaters on the Mississippi forced the Army Corps of Engineers to close most of the locks on the river upstream from St. Louis, shutting down commercial traffic on more than 500 miles of the river. The Army Corps of Engineers predicts this year's flood will be the second highest on record. Corps officials predict river traffic could be closed for as long as two weeks. (AP; USA-1)

Talks on Haiti Begin in New York. Negotiations for the return of ousted Haitian President Jean Bertrand Aristide began yesterday in New York, with UN mediator Dante Caputo meeting

separately with Aristide and General Raoul Cedras, the military leader who overthrew him a year-and-a-half ago. Caputo called the talks "positive so far" and said there was "common ground" on both sides. So far, there has been no face-to-face meeting between Cedras and Aristide. Meanwhile, 5,000 pro-Aristide Haitians demonstrated near the UN headquarters in New York. (Related Stories: WP-A10; AP; NYT-A3, 8; USA-A8; FT-A1)

Other Headlines Of Note. "Kantor Will Need Tact And Firepower In Tokyo: Time Is Running Out For Pact On Japan-US Trade, According To Michiyo Nakamoto" (FT-A5). "Russian President Faces Curb On Powers" (FT-A3). "Elderly Find Alternatives to Institutions: Growth In Nursing Home Population Slows As Medical Technology, Lifestyles Improve" (WP-A9). "2 US Soldiers and Pakistani Wounded By Somali Gunmen" (NYT-A2). "Heavy Combat Reported Among Bosnian Factions: Serbs,

Croats Join Forces Against Muslims" (WP-A15). "Likely Victors In Nigeria Elections Call For Defiance Of Military Rule" (NYT-A2). "Japan's Leading Parties Crushed In Tokyo Elections" (NYT-A3). "Military Accused Of Lies Over Arms: Inquiry Says Pentagon Misled Congress in 80's on Cost and Need for Weapons" (NYT-A10). "Administration Releases Trade Preference List" (JOC-A3). "Dollar To Stay Strong Vs. Mark But Weaker Vs. Yen, Traders Say" (JOC-A2). "Pesticide Policy Boost to Biotech Crops" (USA-A1). "William Timers's Nuclear Test; Mission: Turn a Bureaucracy Into a Profitable Business" (WP-A17). "US Officials Say Teamster Chief's Good Intentions Aren't Enough For Reform" (NYT-A14). "Administration Haggles Over \$4 Million Amid Rise In Aversion To Foreign Aid" (WSJ-A12). "Chance To Alter Conservative Judiciary Beckons, But Seats On Federal Benches Remain Unfilled" (WSJ-A18). "Pesticide Use Would Be Cut Under US Plan" (WSJ-A18). "Russia's Economy Shows Signs Of Turnaround As Inflation Eases" (WSJ-A12)

IN THIS WEEK'S WEEKLIES

"In A Blow Against Terror And A Bid To Reassert His Leadership, Bill Clinton Orders A Missile Strike Against Iraq," is the sub-headline of a story to appear in this week's *Newsweek*. According to *Newsweek*, "Clinton's muscular and confident performance in his Saturday-evening address is a stature injection that may well help allay lingering doubts about his ability to lead decisively in critical situations. When White House Communications Director Mark Gearan told presidential adviser David Gergen that the networks had carried the President's address live, Gergen flashed a triumphant thumbs up. Yet questions remain about why Clinton chose to strike when he did. The FBI and CIA concluded by early June that the Iraqi government was behind the assassination plot. White House aides insisted in background briefings earlier this month that any decision on retaliation would await the conclusion of the trial of the 14 suspects -- including 11 Iraqis -- arrested by Kuwaiti authorities in April." *Newsweek* adds: "Pentagon sources say the President rejected one of the target options presented to him by Defense Secretary Les Aspin and Joint Chiefs of Staff Chairman Colin Powell: Saddam's rebuilt headquarters. 'We don't want to get into a cycle of action-reaction where Saddam is trying to target our head of state and we're trying to target him,' said one senior Administration official." According to an article to appear in this week's *Time*, the President's speech Saturday night, which was delayed because the TelePrompTer had not arrived on time, "was one of his finest moments; he struck the right tone, reasoned but forceful. Accused of zigzagging during the past four months, he acted with determination. At the same time, his response was proportionate; he did not succumb to the temptation of a young President to overreach in an effort to prove himself." (*Newsweek*, *Time*, 7/5/93)

White House To Admit Error In Firing Travel Office Staff, this week's *Newsweek* will report. According to *Newsweek*, "presidential assistant John Podesta's report admits at least two errors: the summary firing of all seven travel-office staffers and calling in the FBI to investigate sloppy bookkeeping. No dismissals are expected, though a decision has yet to be made." (*Newsweek*, 7/5/93)

White House Will Use Budget Legislative Plan For Health Care, this week's *Newsweek* will report. According to *Newsweek*, President Clinton "intends to adopt a two-step approach much like the one used to present the budget. First, Clinton officials say, the White House will ask Congress to agree on a broad blueprint for reform. Once that passes, the White House will hit the Members with the mindnumbing details -- and let them thrash over their differences. ... White House sources say Congress will likely get the blueprint in September. Step two, they say, could follow quite quickly. But some sources caution that the plan is so exhaustive it may not be released until January 1994, to coincide with the State of the Union address." (*Newsweek*, 7/5/93)

Clinton Health Care Plan Emerges As Complex Plan. According to an article to appear in this week's *US News*, which describes the health care reform proposals developed by the White House, the Clinton plan "is evolving into a strange new animal. Top Administration officials sketch a package that is an odd cross between market-oriented health reforms and stepped-up government regulation." Also, this week's *Newsweek* will include an article entitled, "Health-Lobby Mania: Clinton's reform is on hold, but the battle to win votes is well underway." (*US*

News, Newsweek, 7/5/93)

"The Split Personality of the Black Caucus," is the subject of an article to appear in this week's *Newsweek*. According to *Newsweek*, while the "Caucus's high profile comes at a precarious time for the President," it will be Clinton's aim "to divide and conquer: to beat racial politics with the lure of power and money. He does not need to give the caucus everything it wants; he just needs to give certain members the tax breaks and local projects that will allow them to claim victory back home." (*Newsweek*, 7/5/93)

Sudanese Intelligence Officials Involved in Bomb Plot. According to an article to appear in this week's *US News*, eight men arrested in connection with the terrorist bomb plot in New York had assistance from two senior Sudanese intelligence officials who were posted to the Sudanese mission to the United Nations. The identities of the two men have not been disclosed, but they are known to have diplomatic immunity and therefore cannot be arrested. FBI and New York police officials believe the two officers were planning to help the accused bombers smuggle explosives into the United Nations building. The Sudanese officials can be expelled from the United States, and *US News* reports that President Clinton, National Security Advisor Anthony Lake and other advisors discussed the possibility in an early morning meeting last Thursday." (*US News*, 7/5/93)

Christopher Says US Would Consider Sending Troops to Bosnia in A Limited Role. In an interview to appear in this week's *US News*, Secretary of State Warren Christopher said the US will consider sending troops to help monitor a partition of Bosnia, "with an emphasis on the word 'consider,' because a number of factors would have to be taken into account in a new plan -- the nature of the plan, the degree of voluntariness with which the parties undertook it, military provisions." Christopher also said: "I feel now and probably should have stated more clearly very early, though I felt it very early, that the only reliable way to stop the killing there or impose a solution was through the massive use of ground troops. ... I think there was a long period in which many American's had the feeling, I call it an illusion, that air power could solve this problem." (*US News*, 7/5/93)

US Officials See UN Secretary General As Anti-American. According to an item to appear in this week's *US News*, a congressional source "familiar with the views of US policy makers" says, "Boutros-Ghali is seen as self-centered, increasingly vain and anti-American." The source says that those on the Hill and US diplomats were upset by Boutros-Ghali's recent dismissals of several ranking Americans from

their long-standing posts at major UN agencies for no reason other than nationality. (*US News*, 7/5/93)

Cold War Spies Revealed. According to an item to appear in this week's *Time*: "The Russian Foreign Intelligence Service has handed over a list of about 2,000 names, mostly coded, of western Germans who once served as spies for East Germany's secret police, the famous Stasi. Experts say some are likely to be prominent figures in politics and industry. 'There will be some big scandals. Some names are well known,' says a Bundestag source." (*Time*, 7/5/93)

Clinton Finally Learning Self-Discipline. According to an item to appear in this week's *US News*, President Clinton "is finally learning some self-discipline. He no longer welcomes advisors and friends to drop by without appointments for what turn out to be time-consuming bull sessions. Until recently, middle-level aides, eager for attention, would often lurk around the Oval Office waiting for presidential meetings to break up. Then they would slip in for informal chitchats with Clinton, who would rarely refuse to see them." (*US News*, 7/5/93)

Halperin Nomination To Be Targeted By GOP; Clinton Backing Down. According to an item to appear in this week's *Time*, "Republicans are girding to attack another Clinton nominee." Morton Halperin, who will be the nominee for Assistant Secretary of Defense for Democracy and Human Rights, testified in 1977 on behalf of Philip Agee, "a left-wing former CIA officer." According to *Time*, while he is "performing outstandingly in his interim Pentagon job, his Democratic support is weak, and sources say Clinton is backing away from him." (*Time*, 7/5/93)

Lynne Cheney Early Favorite To Replace Senator Wallop. According to an item to appear in this week's *US News*, Republican Senator Malcolm Wallop is expected to announce his retirement this fall and "the early favorite" as the GOP nominee is Lynne Cheney, chair of the NEH during the Reagan and Bush Administrations and the wife of former Defense Secretary Dick Cheney. (*US News*, 7/5/93)

Choosing the AIDS Czar, Clinton-Style" is the title of an item to appear in this week's *Time*. According to *Time*: "Bill Clinton dallied for months before selecting an AIDS czar, Kristine Gebbie, last Friday. The previous day, members of the National Commission on AIDS visited HHS Secretary Donna Shalala and criticized the Administration bitterly. According to those present, chairman David Rogers said, 'I'm incredulous that you could have screwed up so much.' Seemingly disconcerted, Shalala periodically left the room. Re-entering for the last time, she said, 'Done.' An AIDS czar had been chosen." (*Time*, 7/5/93)

PERSONNEL

This morning's *Washington Post* reports that some Navy jobs may be announced soon. Washington attorney **Richard Danzig** is a top contender for Navy undersecretary; **Nora Slatkin** is being considered for Assistant Secretary for acquisitions; and **Frederick Pang** is being considered for Assistant Secretary for manpower. Also, **Barry Zigas**, head of the national Low Income Housing Coalition, is leaving his job to become vice president for housing impact policy at the Federal National Mortgage Association. And two key jobs were filled last week at the Labor Department: **Bernard Anderson** was picked for the Assistant Secretary for the Employment Standards Administration slot; and **Katharine Abraham** was nominated Commissioner of Labor Statistics. At the Department of Commerce, the following positions were filled: **Jill Schuker** will be director of the public affairs office; **Ellis Mottur** was picked as Deputy Assistant Secretary for Technology and Aerospace in Trade Development; **Barry Carter** fills the Deputy Undersecretary for

Export Administration slot; **Rita Hayes** was picked Deputy Assistant Secretary for Textiles, Apparel and Consumer Goods; **Paul London** was named Deputy Undersecretary for Economics and Statistics; and **Meredith Jones** will be the General Counsel of the National Oceanic and Atmospheric Administration. This morning's *Wall Street Journal* reports Washington attorney **Reed Hundt**, a long-time friend of Vice President Gore, is expected to be named Chairman of the Federal Communications Commission. The Republican slot on the five-member commission is also vacant, and the White House is said to be leaning toward **Regina Keeney**, senior counsel for the Republicans on the Senate Communications subcommittee. President Clinton is also expected to announce his choice for Director of the National Institutes of Health this week, and the likely nominee is said to be **Harold Varmus**, Nobel Prize-winning molecular biologist from the University of California. (WP-A17; WSJ-B2)

AP, Associated Press
BGlobe, Boston Globe
BSun, Baltimore Sun
CSM, Christian Science Monitor
CT, Chicago Tribune

FT, Financial Times
JOC, Journal of Commerce
LAT, Los Angeles Times
MH, Miami Herald
NYT, New York Times

PI, Philadelphia Inquirer
USA; USA Today
WP, Washington Post
WSJ, Wall Street Journal
WT, Washington Times

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