

MAKING AVAILABLE APPROPRIATIONS

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

HIS REQUESTS TO TRANSFER \$891 MILLION FROM THE CONTINGENT EMERGENCY FUND FOR YEAR 2000 (Y2K) COMPLIANCE TO 18 FEDERAL AGENCIES, PURSUANT TO 31 U.S.C. 1107.



DECEMBER 17, 1998.—Referred to the Committee on Appropriations and ordered to be printed

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THE WHITE HOUSE,
Washington, November 6, 1998.

The SPEAKER OF THE HOUSE OF REPRESENTATIVES.

SIR: In accordance with provisions of Public Law 105-277, the Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999, I hereby request the following transfers from the Information Technology Systems and Related Expenses account:

Department of Education

- Department Administration, Program Administration: \$1,561,000

Department of Energy

- Atomic Energy Defense Activities, Defense Environmental Restoration and Waste Management: \$10,340,000
- Atomic Energy Defense Activities, Defense Facilities Closure Projects: \$3,500,000
- Departmental Administration, Departmental Administration: \$10,000,000

Department of Health and Human Services

- Departmental Management, Public Health and Social Services Emergency Fund: \$189,053,000

Department of the Interior

- Departmental Management, Working Capital Fund: \$32,900,000

Department of Justice

- General Administration, Salaries and Expenses: \$120,000
- General Administration, Office of Inspector General: \$2,835,000
- United States Parole Commission, Salaries and Expenses: \$20,000
- Legal Activities and U.S. Marshals, Salaries and Expenses, General Legal Activities: \$6,389,000
- Legal Activities and U.S. Marshals, Salaries and Expenses, Antitrust Division: \$8,000
- Legal Activities and U.S. Marshals, Salaries and Expenses, United States Attorneys: \$427,000
- Legal Activities and U.S. Marshals, Salaries and Expenses, United States Marshals Service: \$700,000
- Legal Activities and U.S. Marshals, United States Trustee System Fund: \$1,003,000
- Federal Bureau of Investigation, Salaries and Expenses: \$10,293,000

- Drug Enforcement Administration, Salaries and Expenses: \$1,967,000
- Immigration and Naturalization Service, Salaries and Expenses: \$9,268,000
- Federal Prison System, Salaries and Expenses: \$200,000

Department of Labor

- Employment and Training Administration, Training and Employment Services: \$791,000
- Employment and Training Administration, Program Administration: \$1,572,000
- Mine Safety and Health Administration, Salaries and Expenses: \$1,800,000
- Departmental Management, Departmental Management: \$3,087,000

Department of State

- Administration of Foreign Affairs, Capital Investment Fund: \$47,890,000

Department of the Treasury

- Departmental Offices, Salaries and Expenses: \$1,238,000
- Departmental Offices, Automation Enhancement: \$2,762,000
- Financial Management Service, Salaries and Expenses: \$6,000,000
- Bureau of Alcohol, Tobacco and Firearms, Salaries and Expenses: \$5,000,000
- United States Customs Service, Salaries and Expenses: \$10,200,000
- Bureau of the Public Debt, Administering the Public Debt: \$1,000,000
- Internal Revenue Service, Information Systems: \$483,000,000
- United States Secret Service, Salaries and Expenses: \$3,000,000

Other Defense—Civil Programs

- Selective Service System, Salaries and Expenses: \$250,000

Executive Office of the President

- Office of Administration, Salaries and Expenses: \$12,200,000
- Office of the United States Trade Representative, Salaries and Expenses: \$498,000

General Services Administration

- General Activities, Policy and Operations: \$4,800,000

Corporation for National and Community Service

- Domestic Volunteer Service Programs, Operating Expenses: \$800,000

Federal Communications Commission

- Salaries and Expenses: \$8,516,000

Federal Trade Commission

- Salaries and Expenses: \$550,000

Securities and Exchange Commission

- Salaries and Expenses; \$7,400,000

United States Holocaust Memorial Council

- Holocaust Memorial Council: \$680,000

United States Information Agency

- Technology Fund: \$7,062,000

This funding will support efforts to make Federal information technology systems Year 2000 compliant and outreach to non-Federal entities in support of the Year 2000 Conversion Council.

I hereby designate all of the above requests as emergency requirements pursuant to section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

The details of these actions are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Sincerely,

WILLIAM J. CLINTON.

Enclosure.

[Estimate No. 22, 105th Cong., 2d Sess.]

EXECUTIVE OFFICE OF THE PRESIDENT,
OFFICE OF MANAGEMENT AND BUDGET,
Washington, DC, November 6, 1998.

The PRESIDENT,
The White House.

Submitted for your consideration are requests to transfer \$891 million from the contingent emergency fund for Year 2000 (Y2K) compliance to 18 Federal agencies.

These transfers will support a range of activities to ensure that important computer systems will operate smoothly through the year 2000 and beyond. Emergency funding would be allocated both for activities that were included in your FY 1999 Budget but were not funded in the FY 1999 appropriations process (based on the assumption that funds would be allocated from this fund), and for critical Y2K requirements that have been identified since the FY 1999 Budget was transmitted. Federal agencies would use this funding for additional remediation for information technology systems, testing to ensure that systems are Y2K compliant, replacement of embedded computer chips, creation and verification of continuity of operations and contingency plans, and outreach to non-Federal entities by agencies in support of the Year 2000 Conversion Council.

Your FY 1999 Budget anticipated that Y2K requirements would emerge over the course of the year and included an allowance to provide flexible funding to address emerging needs. As you requested, P.L. 105-277, the FY 1999 Omnibus Consolidated and Emergency Supplemental Appropriations Act, provided contingent emergency funding for Y2K computer conversion activities—\$1.1 billion for defense-related activities and \$2.25 billion for non-defense activities. The enclosed requests for transfers are for non-defense agencies; therefore, the funds would be transferred from the Information Technology Systems and Related Expenses account established by P.L. 105-277.

OMB continues its oversight of Federal agency progress toward fixing the Y2K problem. We are working to ensure that Federal agencies have sufficient FY 1999 resources to address Y2K and that flexible contingent emergency funding remains available to address emerging needs. Pursuant to the requirements of Public Law 105-277, OMB will prepare and submit reports to Congress on the proposed allocation and plan for each affected agency to achieve year 2000 compliance for technology information systems before funds can be released to the agency. The report for agencies represented in this first release of Y2K contingent emergency funds will be transmitted to the congressional committees specified in P.L. 105-277 concurrent with this request for release of the funds. In addition, each agency will provide detailed justification material

to these committees and the relevant appropriations subcommittees.

I recommend that you designate the amounts listed on the enclosure as emergency requirements in accordance with section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. No further congressional action will be required.

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 that you make the requested funds available by signing the enclosed letter to the Speaker of the House of Representatives.

OMB will continue to monitor agency requirements and will address additional funding needs as they emerge.

Sincerely,

JACOB J. LEW,
Director.

Enclosure.

EMERGENCY APPROPRIATIONS: AMOUNTS PREVIOUSLY APPROPRIATED MADE
AVAILABLE BY THE PRESIDENT

Year 2000 (Y2K) conversion

Department of Education:	
Departmental Administration, Program Administration	\$1,561,000
Department of Energy:	
Atomic Energy Defense Activities:	
Defense Environmental Restoration and Waste Management	10,340,000
Defense Facilities Closure Projects	3,500,000
Departmental Administration, Departmental Administration ...	10,000,000
Department of Health and Human Services:	
Department Management: Public Health and Social Services Emergency Fund	189,053,000
Department of the Interior:	
Departmental Management, Working Capital Fund	32,900,000
Department of Justice:	
General Administration:	
Salaries and Expenses	120,000
Office of Inspector General	2,835,000
United States Parole Commission, Salaries and Expenses	20,000
Legal Activities and U.S. Marshals:	
Salaries and Expenses, General Legal Activities	6,389,000
Salaries and Expenses, Antitrust Division	8,000
Salaries and Expenses, United States Attorneys	427,000
Salaries and Expenses, United States Marshals Service	700,000
United States Trustee System Fund	1,003,000
Federal Bureau of Investigation, Salaries and Expenses	10,293,000
Drug Enforcement Administration, Salaries and Expenses	1,967,000
Immigration and Naturalization Service, Salaries and Expenses	9,268,000
Federal Prison System, Salaries and Expenses	200,000
Department of Labor:	
Employment and Training Administration:	
Training and Employment Services	791,000
Program Administration	1,572,000
Mine Safety and Health Administration, Salaries and Expenses	1,800,000
Departmental Management, Departmental Management	3,087,000
Department of State:	
Administration of Foreign Affairs, Capital Investment Fund	47,890,000

Year 2000 (Y2K) conversion—Continued

Department of the Treasury:	
Departmental Offices:	
Salaries and Expenses	1,238,000
Departmental Offices, Automation Enhancement	2,762,000
Financial Management Service, Salaries and Expenses	6,000,000
Bureau of Alcohol, Tobacco and Firearms, Salaries and Expenses	5,000,000
United States Customs Service, Salaries and Expenses	10,200,000
Bureau of the Public Debt, Administering the Public Debt	1,000,000
Internal Revenue Service, Information Systems	483,000,000
United States Secret Service, Salaries and Expenses	3,000,000
Other Defense—Civil Programs:	
Selective Service System, Salaries and Expenses	250,000
Executive Office of the President:	
Office of Administration, Salaries and Expenses	12,200,000
Office of the United States Trade Representatives: Salaries and Expenses	498,000
General Services Administration:	
General Activities, Policy and Operations	4,800,000
Corporation for National and Community Service:	
Domestic Volunteer Service Programs, Operating Expenses	800,000
Federal Communications Commission:	
Salaries and Expenses	8,516,000
Federal Trade Commission:	
Salaries and Expenses	550,000
Securities and Exchange Commission:	
Salaries and Expenses	7,400,000
United States Holocaust Memorial Council:	
Holocaust Memorial Council	680,000
United States Information Agency:	
Technology Fund	7,062,000

The funds made available will enable these agencies to address the Y2K problem by supporting additional remediation for information technology systems, testing to ensure that systems are indeed Y2K compliant, replacement of embedded computer chips, creation and verification of continuity of operations and contingency plans, and outreach to non-Federal entities by agencies in support of the Year 2000 Conversion Council.