

MAKING AVAILABLE APPROPRIATIONS

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

HIS REQUESTS TO TRANSFER \$338 MILLION FROM THE INFORMATION TECHNOLOGY SYSTEMS AND RELATED EXPENSES ACCOUNT FOR YEAR 2000 (Y2K) COMPLIANCE TO 20 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, December 8, 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 AGRICULTURE

Executive Operations, Office of the Chief Information Officer:
\$28,731,000

DEPARTMENT OF COMMERCE

General Administration, Salaries and Expenses: \$5,350,000
Economic Development Administration, Salaries and Expenses:
\$694,000
Bureau of the Census, Salaries and Expenses: \$10,000,000
Bureau of the Census, Periodic Censuses and Programs:
\$10,900,000
Export Administration, Operations and Administration: \$330,000
National Technical Information Service, NTIS Revolving Fund:
\$1,000,000
National Institute of Standards and Technology, Industrial Technology Services: \$21,000,000

DEPARTMENT OF EDUCATION

Office of Postsecondary Education, Federal Direct Student Loan Program, Program Account: \$531,000
Office of Postsecondary Education, Federal Family Education Loan Program Account: \$794,000
Departmental Management, Program Administration: \$960,000

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Management and Administration, Salaries and Expenses:
\$12,200,000

DEPARTMENT OF THE INTERIOR

Departmental Management, Working Capital Fund: \$17,701,200

DEPARTMENT OF LABOR

Employment and Training Administration, Training and Employment Services: \$804,000
Mine Safety and Health Administration, Salaries and Expenses:
\$2,259,000
Departmental Management, Salaries and Expenses: \$1,170,000

Departmental Management, Office of the Inspector General:
\$1,000,000

DEPARTMENT OF STATE

Administration of Foreign Affairs, Capital Investment Fund:
\$10,000,000

DEPARTMENT OF TRANSPORTATION

Office of the Secretary, Salaries and Expenses: \$7,054,000
Coast Guard, Operating Expenses: \$20,505,000
Federal Aviation Administration, Operations: \$9,699,000
Federal Aviation Administration, Facilities and Equipment:
\$86,612,000
Federal Aviation Administration, Research, Engineering, and De-
velopment: \$147,000
Research and Special Programs Administration, Research and
Special Programs: \$182,000
Research and Special Programs Administration, Pipeline Safety:
\$150,000
Maritime Administration, Operations and Training: \$530,000

DEPARTMENT OF THE TREASURY

Departmental Offices, Automation Enhancement: \$37,403,000
Bureau of Alcohol, Tobacco and Firearms, Salaries and Expenses:
\$2,665,000

FEDERAL EMERGENCY MANAGEMENT AGENCY

Salaries and Expenses: \$3,641,000
Emergency Management Planning and Assistance: \$3,711,000

GENERAL SERVICES ADMINISTRATION

General Activities, Policy and Operations: \$12,701,023

INTERNATIONAL ASSISTANCE PROGRAMS

Agency for International Development, Operating Expenses of
the Agency for International Development: \$10,200,000
Overseas Private Investment Corporation, Overseas Private In-
vestment Corporation Noncredit Account: \$840,000
Overseas Private Investment Corporation Program Account:
\$1,260,000
African Development Foundation, African Development Founda-
tion: \$137,485

SMALL BUSINESS ADMINISTRATION

Salaries and Expenses: \$890,000

DISTRICT OF COLUMBIA

District of Columbia Courts, Federal Payment to the District of
Columbia Courts: \$2,248,660

NATIONAL ARCHIVES AND RECORDS ADMINISTRATION

Operating Expenses: \$6,662,000

OFFICE OF SPECIAL COUNSEL

Salaries and Expenses: \$100,000

RAILROAD RETIREMENT BOARD

Federal Payment to the Railroad Retirement Accounts: \$340,000

SMITHSONIAN INSTITUTION

Salaries and Expenses: \$4,700,000

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. 25, 105th Congress, 2d Session]

EXECUTIVE OFFICE OF THE PRESIDENT,
OFFICE OF MANAGEMENT AND BUDGET,
Washington, DC, December 8, 1998.

The PRESIDENT,
The White House.

Submitted for your consideration are requests to transfer \$338 million from the Information Technology Systems and Related Expenses Account for year 2000 (Y2K) compliance to 20 Federal agencies. This is the second release of contingent emergency funding for Y2K from funds appropriated in P.L. 105-277, the Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999. On November 6, 1998, you allocated \$891 million to 17 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. Contingent 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, 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 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 rep-

resented in this second 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, OMB has directed each affected agency to provide detailed justification materials in support of its plan and allocation to the relevant appropriations subcommittees. OMB will continue to monitor agency requirements and will address additional funding needs as they emerge.

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. Pursuant to P.L. 105-277, funds will be made available to agencies 15 days after this designation is forwarded to Congress.

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.

Sincerely,

JACOB J. LEW,
Director.

Enclosure.

EMERGENCY APPROPRIATIONS: AMOUNTS PREVIOUSLY APPROPRIATED MADE
AVAILABLE BY THE PRESIDENT

Year 2000 (Y2K) Conversion:

Department of Agriculture:	
Executive Operations, Office of the Chief Information Officer	\$28,731,000
Department of Commerce:	
General Administration, Salaries and Expenses	5,350,000
Economic Development Administration, Salaries and Expenses	694,000
Bureau of the Census: Salaries and Expenses	10,000,000
Periodic Censuses and Programs	10,900,000
Export Administration, Operations and Administration	330,000
National Technical Information Service, NTIS Revolving Fund	1,000,000
National Institute of Standards and Technology, Industrial Technology Services	21,000,000
Department of Education:	
Office of Postsecondary Education:	
Federal Direct Student Loan Program, Program Account	531,000
Federal Family Education Loan Program Account	794,000
Departmental Management, Program Administration	960,000
Department of Housing and Urban Development:	
Management and Administration, Salaries and Expenses ..	12,200,000
Department of the Interior:	
Departmental Management, Working Capital Fund	17,701,200
Department of Labor:	
Employment and Training Administration:	
Training and Employment Services	804,000
Mine Safety and Health Administration, Salaries and Expenses	2,259,000
Departmental Management:	
Departmental Management	1,170,000
Office of the Inspector General	1,000,000

Department of State:	
Administration of Foreign Affairs, Capital Investment Fund	10,000,000
Department of Transportation:	
Office of the Secretary, Salaries and Expenses	7,054,000
Coast Guard, Operating Expenses	20,505,000
Federal Aviation Administration:	
Operations	9,699,000
Facilities and Equipment	86,612,000
Research, Engineering, and Development	147,000
Research and Special Programs Administration:	
Research and Special Programs	182,000
Pipeline Safety	150,000
Maritime Administration, Operations and Training	530,000
Department of the Treasury:	
Departmental Offices, Automation Enhancement	37,403,000
Bureau of Alcohol, Tobacco and Firearms, Salaries and Expenses	2,665,000
Federal Emergency Management Agency:	
Salaries and Expenses	3,641,000
Emergency Management Planning and Assistance	3,711,000
General Services Administration:	
General Activities, Policy and Operations	12,701,000
International Assistance Programs:	
Agency for International Development, Operating Expenses of the Agency for International Development	10,200,000
Overseas Private Investment Corporation:	
Overseas Private Investment Corporation Noncredit Account	840,000
Overseas Private Investment Corporation Program Account	1,260,000
African Development Foundation, African Development Foundation	137,000
Small Business Administration:	
Salaries and Expenses	890,000
District of Columbia:	
District of Columbia Courts, Federal Payment to the District of Columbia Courts	2,248,660
National Archives and Records Administration:	
Operating Expenses	6,662,000
Office of Special Counsel:	
Salaries and Expenses	100,000
Railroad Retirement Board:	
Federal Payment to the Railroad Retirement Accounts	340,000
Smithsonian Institution:	
Salaries and Expenses	4,700,000

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.