# TRANSCRIPT OF PROCEEDINGS

NATIONAL GOVERNORS' ASSOCIATION

ORIGINAL

WINTER MEETING

FIRST PLENARY SESSION

Washington, D. C.

Sunday, February 25, 1990

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## NATIONAL GOVERNORS' ASSOCIATION

**1990 WINTER MEETING** 

FIRST PLENARY SESSION

Hyatt Regency Capitol Hill

400 New Jersey Avenue, N.W.

Yorktown Room

Washington, D. C.

Sunday, February 25, 1990

1:20 p.m.

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## PROCEEDINGS

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2	[1:20 P.M.]
3	GOVERNOR BRANSTAD: Governors and ladies and
4	gentlemen, it is my pleasure to welcome you to the 1990
5	Winter Meeting of the National Governors Association. This
6	is indeed a historic meeting. We have the biggest
7	attendance at a National Governors Meeting at any time in
8	the last decade. I think all but one governor of the Fifty
9	States and Five Territories are intending to be here for
10	this important session, and I believe that the vital issues
11	of education and the environment are an important reason why
12	there is so much interest among governors and among the
13	public.
14	As we begin this Winter Meeting of the National
15	Governors Association it is my pleasure to welcome three new
16	governors to our presence.
17	The Honorable Lorenzo Guerreo from the Northern
18	Mariana Islands.
19	(Applause.)
20	GOVERNOR BRANSTAD: The Honorable James J. Florio
21	from the State of New Jersey.
22	(Applause.)
23	GOVERNOR BRANSTAD: The Honorable L. Douglas
24	Wilder from the Commonwealth of Virginia.
25	(Applause.)
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1	GOVERNOR BRANSTAD: We welcome these new
2	governors to our midst. We look forward to building
3	friendship with them and to have a rewarding and fruitful
4	experience together as we work on the challenges facing our
5	states and helping meet the challenges facing our nation.
6	At this time I would ask for the adoption of the
7	rules of procedure. We have a motion for the adoption of
8	the rules of procedure. It is so moved.
9	Is there a second?
10	VOICES: Second.
11	GOVERNOR BRANSTAD: It has been moved and
12	seconded that the rules of procedure be approved. All those
13	in favor signify by saying, aye?
14	(Chorus of ayes.)
15	GOVERNOR BRANSTAD: Those opposed say, nay?
16	(No response.)
17	GOVERNOR BRANSTAD: The rules are approved.
18	Our commitment to build a consensus for change in
19	education has taken us on a significant journey in the last
20	six months. Education goals will be addressed in today's
21	session, and they have come out of a very thorough and
22	thoughtful process that began with the historic education
23	summit, which President Bush invited us all to participate
24	in Charlottesville, Virginia back in September.
25	We've held discussions with America's teachers,
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4

administrators, parents and business leaders and we've
reached out to people all across this country in every
single state of America to ask for their input and
participation in developing these historic first ever
national goals for education achievement. Each of you is to
be congratulated for your commitment to this very ambitious
agenda.

8 The purpose of education is very clear. To 9 prepare our people to compete successfully in the world 10 economy and for good employment opportunities, to achieve 11 participate in the democratic system of government, which we 12 cherish, and for their own personal fulfillment.

We've had a tremendous interest in education throughout American history and, yet, our nation has changed dramatically from the early days. Today's economy is global. Today's processes involve tremendous technology. Today's democracy is based more and more on instantaneous communication provided from throughout the world via the media to our constituents in every state and territory.

Our schools have had a difficult time adapting to this change. In many instances the school year and the set up in the schools is as it was when our states were founded. We face many challenges: Too high a level of illiteracy, too many drop outs, poor performance on key subject areas, such as science and math, and the very quality of education

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provided to our children does not meet the expectations that
 most of us have.

3 As governors we have long shared a mutual concern 4 and responsibility for improving the performance of American students and improving the education system in our 5 individual states, and I'm proud to say that governors have 6 been at the forefront of the efforts to reform and improve 7 8 American education. We've developed goals and those goals They are goals that demand excellence, and 9 are ambitious. you might say, well, it's one thing to develop goals, it's 10 11 much more difficult to achieve those goals and to make it a 12 reality.

13 You don't have to consider for long these goals before you recognize that there is going to have to be 14 radical change in the way education is conducted in America 15 16 if we have any hope of achieving these goals by the year 2000. Even though we're talking about a decade-long 17 18 commitment, remember that a decade from now people that are 19 graduating are already well along in the grade schools of 20 our country. As governors our next step is to develop the objectives and the strategies that will allow us to make 21 these reforms. 22

We've already seen some innovative ideas that are taking effect in many places. There are discussions of lengthening the school year, empowering teachers, rewarding

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1 performance, using more technology in the class rooms, developing student achievement goals and appropriate 2 assessment tools of achieving those goals, as well as things 3 like alternative certification. In fact, America does not 4 5 lack for things to do. But up until now, we haven't had the 6 national will. We haven't had the collective commitment to 7 do something about it. A lot of work has gone on this fall 8 and winter, centering on developing that national will and commitment. 9

10 We appreciate the effort that the President and 11 his staff have put into it. We appreciate the effort and 12 the time that the governors have put into it in their 13 individual states, as well as working with out task force on 14 I'm very proud of the leadership of that task education. 15 force, Governors Campbell and Clinton, and all the members 16 of that task force, and each of you that have participated 17 in sharing with them your ideas and thoughts on the goals, 18 on the objectives and how they can be achieved.

I would submit to you that we are building that national will. We are seeing a positive response from education leaders. We are seeing a positive response from the business community. We're seeing more and more parents saying, yes, I want to do something about it and I recognize a personal responsibility for my children's education. That I can't just leave it to the classroom teachers and to

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1 somebody else to do it for me.

We need now to continue to build that consensus 2 to encourage the stake holders to be actively involved in 3 this ongoing process, and now we ask you to make the next 4 big step in passing these national goals, developing the 5 specific objectives to go with them. We think that the 6 National Governors Association working with the President of 7 the United States, working with education and business 8 leaders can be a catalyst for change and that we indeed can 9 in the next decade make a dramatic difference in the quality 10 11 of education that the people of this country will enjoy and their ability to compete in the world in the 21st Century. 12

We have some very outstanding speakers that are going to participate in our discussions on education goals today. In this year, as we focus on building a consensus, we recognize that real change in American society always comes through building a consensus, that it is not in this democratic system imposed from above. It has to involve the decision makers and the people that have a stake in it.

It's very important that our society recognize the need to assist and encourage every person to achieve their full potential and that we can't leave the less fortunate out, that we can't afford to have young people from disadvantaged or minority backgrounds fall through the cracks. They need to achieve and succeed and be part of the

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1	American dream.
2	And I'm proud to say that our first speaker this
3	evening is a business leader that recognizes that education
4	in America needs to be truly universal. In addition to his
5	service on many corporate boards, David Kearns devotes
6	personal time to programs like the United Way, Junior
7	Achievement, Rochester University and the National Urban
8	League. He works on education issues through the Committee
9	on Economic Development, the Business Roundtable and the
10	President's Education Policy Advisory Committee. He's been
11	chairman and chief executive officer of the Xerox
12	Corporation since 1985.
13	And I'm very pleased to introduce Mr. David
14	Kearns, the President of the Xerox Corporation.
15	(Applause.)
16	MR. KEARNS: Governor, thank you very much. I
17	appreciate the gracious introduction.
18	I'm somewhat intimidated, not just because of
19	speaking in front of all the governors, but some of the
20	governors in this room have been my teachers in learning
21	about education. I want to tell you I'm here to wear two
22	hats: One to represent the Business Roundtable in a formal
23	capacity and, in another, to put my own hat on before I get
24	finished and give you some of my own thoughts about what I
25	think we all need to be doing.

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I'd like to spend first just a few minutes and
 talk about the Business Roundtable, the BRT, and explain how
 the Business Roundtable came to be involved in education and
 what we're doing about it.

5 The Business Roundtable is a group made up of 201 6 chief executive officers of the largest corporations in our 7 country. It has a very small staff and it's supported and 8 augmented by a number of task forces that are run by chief 9 executive officers of different companies, not unlike the 10 National Governors Association.

Last June President Bush challenged the BRT to help him fulfill his goal to be the education president. In late September we met with the President and told him of our plan to support the national goals, but also to work with the governors at the state level where we believe the main action is. Since then our task force has been hard at work.

17 I join you today to tell you that the Business Roundtable is committed to helping you and be supportive of 18 19 your requirements and we intend to go beyond rhetoric and we The BRT Task Force leader is John Akers, the 20 intend to act. Chairman and CEO of IBM, whom many of you know, and John 21 22 Clendenon of Bell South and myself are the Vice Chairmen. 23 We are committed to a ten-year plan. One that transcends 24 the individual CEO's; one that will put the nation's 25 corporate resources behind the cause of reform until the

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next century.

As a first step, John Akers has asked each BRT 2 CEO to form a partnership with a governor. I am pleased to 3 4 report that such partnerships are currently being formed across the nation and 158 chief executive officers of the 5 201 are already signed up to cover the 50 states and the 6 7 District of Columbia. I can tell you that John Akers and I will not rest until all 201 are signed up and have committed 8 their companies over the next ten years. 9 10 We believe clearly, as you do, that it will take at least that long to institutionalize real education reform 11 12 and restructuring. That is what we are talking about. We 13 are not talking about tinkering at the margins. We are not 14 talking about what I call our feel-good partnerships that 15 tend to shore up an old institution that needs changing. 16 But we are talking about fundamental reform and 17 restructuring. In case you are wondering, Xerox has selected to 18 19 work with the District of Columbia. We have done that 20 because I believe that the large urban centers have very

21 special problems and that they must be solved, and we would
22 like to participate.

The goal of the BRT is to work with you and the educators in your states to be helpful as you develop your reform agenda and we want to work, as I said, with all 50

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states. This will clearly take a different structure and
 different shape in each state, but the Business Roundtable
 also will provide some umbrella activities. We are
 currently working with the Aspen Institute to develop a day
 and a half seminar, a dialogue which will bring together the
 governors and the CEO's and the experts on education reform.

You will be invited to participate by one of the 7 CEO's who has chosen your state to work with, and I urge you 8 Each CEO has also designated one or more people 9 to attend. to provide staff support and these people will also attend 10 11 these seminars to bring them the learning curve. The education commission for the states is working with us to 12 13 develop a handbook on coalition building and education 14 reform.

Although this effort is being driven by the Business Roundtable, we are working very closely with the Committee on Economic Development, the National Alliance for Business and the National Chamber of Commerce, and one thing that we believe we can provide you is increased public awareness and, hopefully, some political clout with the different constituencies in your state that need changing.

Now, for starters, I am here to tell you that we are 100 percent behind your efforts on the establishment of national goals and performance standards to back them up. Education in this country is a \$200 billion enterprise and

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to invest that much resources without national consensus and
 without standard and measurements is flat out wrong. We
 wouldn't do it in business and you do not do it in your
 states.

So, we look forward to the goals that you're 5 working on and, hopefully, that you will issue before this 6 Governors Association Meeting has concluded. 7 I will also make you a promise that you will get no second guessing from 8 9 the business community, the BRT. We will support your goals 10 100 percent. And I will make you another promise. That is, 11 that we are ready and anxious to roll up our sleeves and work side-by-side with all of you to implement the goals 12 13 that you establish state-by-state.

We clearly do not have all the answers, but we do have some and we want to work with each of you to develop more.

Now, I am often asked why is business so caught
up in this, and the answer is deceptively simple. We cannot
compete in the world class economy without a world class
work force and we cannot have a world class work force
without a world class education system, and we do not have
that today.

I believe that the National Governors Association and the business roundtable have a unique opportunity. Together we must organize and lead a national crusade, not

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1 for reform alone, but fundamental restructuring of the 2 system. And we must do so, because if we do not do this, I 3 believe that our economy will falter and if we do not do 4 this, I believe that no one else will. And as Clemenceau 5 has been often quoted about war, this is too important an 6 issue to leave to the educators alone.

7 In any great democracy education is everyone's 8 business. But it is of special importance to government and 9 business today because of the way that wealth is created in 10 a modern economy. It is the product of applied human 11 intelligence, the era of strong backs and deft hands is 12 behind us forever. The future belongs to the educated.

What we must do is to educate our workers before 13 they enter the work force. The businesses cannot afford to 14 do the schools' product recall work for them. The Japanese 15 16 are proud of saying that they have the best bottom half in 17 the world, and we have been proud over the years to say that we have the best stop half in the world. That may have been 18 19 good enough at one time, but it is no longer acceptable. 20 What do youngsters in AMerica need to know to be able to 21 prepare for the future. Do we need to turn our schools into 22 vocational training schools, and the answer is, an 23 authoritative, ringing, no.

24 Business is prepared to provide the vocational 25 and technical training if the workers are first educated.

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Let me repeat. Business will train if the schools educate.
 No one needs to go to public school to learn how to fix or
 to build a Xerox machine. That's a cost that we are not
 only willing but are able to bear and should bear.

5 AT issue is the capacity of the American workers 6 and managers to continue to learn over their entire career. 7 Surveys conducted by the Committee for Economic Development 8 reveal that there is almost total agreement between all 9 employers. The most important knowledge and skills the new 10 employee can bring to the work place is learning to learn 11 skills, problem solving and communications skills.

12 How do workers acquire such knowledge and skills? They acquire them through a broad curriculum that we have 13 14 all referred to over the years as liberal arts. They are 15 the building blocks of a knowledge based society. Business 16 is not asking for the schools to prepare a docile and 17 compliant work force. Quite the contrary. What we want is 18 a work force that is curious, impatient, that knows how to 19 think, to ask questions, to work as a team and to solve 20 The workers of the future need to both know how problems. 21 to think and to continue to learn. To prepare us for this 22 future we need to begin now, and I believe that we have a 23 historic opportunity.

24The current issue of American Heritage magazine25has an excellent article on the history of education reform

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in this country. It points out that all previous attempts all previous attempts have fallen far short of their
 goals. We cannot let this happen again. And I believe that
 this is our last opportunity to dramatically restructure
 change and improve the public education system in our
 country.

Now, I said when I started that I was going to 7 wear two hats. If you will indulge me for just a moment 8 9 while I put my Kearns hat on and not my BRT hat. And I would like to talk for just a moment about a controversial 10 subject that I know because I have talked with some of you 11 that you do not agree with me on. That is the issue of 12 13 choice, because I believe that is the linchpin or the centerpiece through real educational restructuring. 14

Let me say before you all jump out of your 15 chairs, I do not support the so-called voucher system that 16 moves public monies to private and parochial schools. 17 Ι know that some of you believe in that, but I believe that 18 the system is too fragile for that today and that we must 19 bolster up the public system because the country cannot 20 21 exist without a strong public education system. But, today 22 our schools are largely monopoly providers and they are not subject to the pressures of the consumers, or the pressure 23 of the customers and the customers in the schools are the 24 school children. 25

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In the case of schools, there are 15,500 public 1 2 monopolies. We can them school districts. If you're smart and you're well off you can pay tuition and go to a private 3 4 school or you can buy a home in another community. But it is no surprise, of course, that the poor and the 5 disadvantaged cannot do that. Just think of it, the 6 7 youngsters that need the best schooling have the least opportunity open to get it. And I believe that every person 8 in this room, every relative of every person in this room 9 10 thinks that they have the wit, the sensitivity and the 11 intelligence to choose schools for their kids and to do it 12 wisely. If it works well for you, I believe that it will 13 work well for everyone. Indeed, I believe that is what 14 democracy is all about.

One of the most interesting school districts in 15 this country is in Spanish Harlem in New York City. It is a 16 17 100 percent choice district. There is no compulsory assignment for any child to any school. Every one chooses 18 19 the school that they attend. So popular is this approach 20 that some well-to-do white youngsters are now applying to those schools. That is not surprising to me and I don't 21 22 believe it would be surprising to most business people. We could have forecast as much. Choice and markets work well 23 24 in the school system. As well as they do in the private 25 enterprise world.

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1	Si Flagello, who was the Deputy Superintendent of
2	that school district until recently, was asked a question of
3	why choice works in a poverty stricken area. He gave a
4	simple answer. Maybe a little bit smart-alecky, and he
5	said, what's good enough for the rich is good enough for the
6	poor.
7	It's interesting that talking about choice in
8	education elicits strong feelings. Why? Because people in
9	monopoly positions do not want to change them. Businessmen
10	in weak moments would ask for competition to go away because
11	it makes the provider's life easier for a short time.
12	Similarly, schools want the status quo. But we
13	must all remember that no institution changes without
14	pressure from the outside. Businesses don't do it. Do you
15	think Xerox would have changed if it were not threatened by
16	the Japanese about going out of business? Of course we
17	wouldn't have, because the choices to be made are too
18	onerous.
19	Politicians do not change without pressure from
20	the voters, and certainly schools will not change without
21	strong outside pressures, and I believe the choice will
22	force the schools to stand and deliver. But making it a
23	reality will not be easy. As Gorbachev is finding out,
24	perestroika may be desirable, but it sure is painful. But I
25	believe that it is worthwhile.

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The keystone of the restructuring is to create a 1 public market. A set of relationships in the public sector 2 that mirror the best in the private sector. 3 That means choice among schools for teachers, as well as students to 4 create voluntary communities of scholarship. And the great 5 6 secret of the market of choice and diversity is that markets harness individual effort and enthusiasm on both sides of 7 the equation. Both the buyer and the seller are invested in 8 9 the process.

Now, one more item. Public education must take another page from what we are learning and restructuring our businesses, and that is, that we must push decision making down to the principle and the teacher level. Let them run their class rooms and they schools and turn the districts and the district bureaucracies into support and service centers, not centers to tell the local schools what to do.

17 Real restructuring of this type is absolutely 18 essential. I would urge you not to look for easy solutions 19 because there aren't any. We must have patience, we must 20 commitment before we get results. We must be willing to try 21 new concepts and new strategies. We must be willing to risk 22 failure to gain success, because our future, economic and 23 political, depends on our citizens' education, and our 24 economy today is linked more than ever to the education of 25 our young people. And I believe we are standing at a cross-

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1	roads and that all of us have an opportunity to make a real
2	difference, and I am positive that it will pay off huge
3	dividends. Remember, we are not on a crusade to save our
4	schools. We are on a crusade to save our nation.
5	There is nothing more important on the national
6	agenda. There is no domestic issue that is more important.
7	But I believe that education and the restructuring of the
8	education system is not just another national priority. I
9	believe that it is the solution and the fundamental
10	underpinning to the drug problem, the twin deficits problem,
11	the homeless and a whole series of other things, as well as
12	the security of our nation.
13	None of you need a compliment from me. But
14	yesterday afternoon I watched the task force under Governor
15	Carroll Campbell and Bill Clinton work this issue. I was
16	more encouraged than I had been for a long time, because in
17	fact we are doing more talking and doing about this subject.
18	But yesterday afternoon I saw a bipartisan, national effort
19	to really get moving with this. I commend you for it. I
20	commend your courage for moving ahead and I commit the
21	Business Roundtable to support you.
22	Thank you very much.
23	(Applause.)
24	GOVERNOR BRANSTAD: David Kearns, we appreciate
25	your very forceful message and also the decade long

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1	commitment that you and other members of the Business
2	Roundtable are making to this reform of the educational
3	system.
4	Are there questions from the governors? We have
5	time for a few questions.
6	Governor Ashcroft from Missouri.
7	GOVERNOR ASHCROFT: Thank you very much for your
8	leadership in leading other corporate executives to partner
9	with the states. I believe the involvement of the business
10	community is essential.
11	You talk a lot about restructuring. That's a
12	matter of great interest. If you were to look down the
13	decade, at the end of the decade could you describe what you
14	think you might envision as the way schools would look, how
15	they would be functioning in the restructured school? What
16	would it look like?
17	MR. KEARNS: I'll give you a quickie.
18	Dennis Doyle, who wrote the book with me, Winning
19	the Brain Raise, he gets royalties for the book; I don't. A
20	lot of this is in the book, Winning the Brain Raise. But
21	first, I would envision by that time, and I certainly don't
22	want to get into the political debate about what full
23	funding means. But I would envision that all children by
24	the time they are five years old are prepared to go to
25	school. All educators will tell you. If we do not do that,

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all the rest of the stuff we are talking about will not make
 any difference.

So, that is number one.

Two, I visualize schools of choice within the 4 5 It's not really quite a free market system. public system. We clearly have got to have economic, racial and ethnic 6 7 balance to go with this. In no way am I presenting 8 something that I think should be some sort of a skimming 9 process. But choice, I am positive, will work. 10 I really think we would have arrived at what site-based management means, and don't get fooled when you 11 12 hear about some of the site-based management that's going 13 Go and ask what real authorities the principals and the on. 14 teachers have, having to do with curriculum, course selection, the materials that they use, and if we have 15 16 national standards set up by the states, you then can do that because then we are measuring different kinds of 17 programs but against set standards. 18

We clearly will have schools that do not have grades. They are outmoded and they are unnecessary. There is no reason people should go through school at the rate at which they learn, and as we set these national goals, national standards, we must have a report card to know how we are doing in those areas. We must have professional standards for teachers.

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1	As with some of you, I have been supportive of
2	the National Board for Professional Teaching Standards. We
3	must be teaching values in our school, and I do not mean
4	religion. I'm talking about the easy values of neatness and
5	punctuality and that type of thing, but the much more
6	profound values of democracy and civilization and integrity,
7	loyalty and truth. When we do not teach that in the
8	schools, we teach that values do not have importance.
9	I think we will still have a limited federal
10	role, but I do believe that the leadership from the
11	Administration can drive this process of working with the
12	Governors. I believe that Chapter I and Head Start type
13	programs are an appropriate federal role for the pre-school
14	youngsters, and lastly, there is a federal role in research.
15	I do not know how much money it should be. But we currently
16	spend, on the federal level, about \$150 billion for research
17	and education and about \$8 billion in medicine, and there
18	are less than 100 computer scientists in the entire world
19	currently looking at and trying to understand not only how
20	do you put a computer in the classroom, but how to people
21	really learn. What is the learning experience? How do
22	people learn?
23	One of the things we want to make sure is that we

One of the things we want to make sure is that we do not copy what the Japanese do. I suspect that one of the things that will pop out is, rather than going to very large

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1	highly disciplined lecture-type approaches, that
2	experiential learning will start to come out and we will
3	have very different class-room types.
4	So, that's a quickie, John.
5	GOVERNOR BRANSTAD: Governor Roemer?
6	GOVERNOR ROEMER: First of all, David, I thank
7	you for your presentation. I would ask you to let
8	Washington, D.C. go and take Louisiana. Can you do that?
9	(Laughter.)
10	MR. KEARNS: Governor Roemer, I'm committed. I
11	did learn something about loyalty in school.
12	(Laughter.)
13	GOVERNOR ROEMER: I'll ask you again later.
14	MR. KEARNS: And from my father.
15	GOVERNOR ROEMER: You said something I'd like you
16	to amplify for all of our benefits. You said, and I quote:
17	"Business will train if the schools will educate." Each of
18	us spends a large portion of our budget on what's called
19	VOTEC. Is it right? Are we headed in the right direction?
20	Would you amplify what you means, "business will train if
21	the schools will educate." I want to hear you on that.
22	MR. KEARNS: I will do this on somewhat of tender
23	steps.
24	Three years ago, when I gave this speech at the
25	Detroit Economic Club on this, which later turned into the
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24

book and got me going down this track, one of our salesmen wrote me a letter and said, Kearns, you have foot-in-mouth disease. Don't you know that the schools are big users of our copiers and duplicators. The vocational schools are all customers of ours.

Having said that, there are some very good
vocational schools. Many of the vocational schools are not
good. They have been schools where we have pushed off
youngsters that someone else has decided cannot learn and
move along through an academic track.

11 I am not suggesting that all young people go to college because it is not necessary. But all young people 12 must have that choice, whether to go to college or not, and 13 any vocational school that is not teaching the core subjects 14 15 in math, science, languages, history and civilization is not 16 doing what they need. The reason for that is that the studies have been made that say that workers will change 17 jobs, not companies necessarily, but will change jobs seven 18 times in their career, which means they will have to learn 19 So, if someone came to Xerox and they knew how to 20 it over. 21 fix a Xerox machine, three years later we would have to 22 teach them how to fix it, in any event.

Now, there are some very good vocational schools around the country that in fact do both, and if a vocational school is teaching the core subjects, and vocation in

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1	addition, then I would be supportive of it. If they are
2	not, do away with them and do not support them.
3	GOVERNOR BRANSTAD: Governor Bangerter?
4	GOVERNOR BANGERTER: I appreciate your
5	presentation and I agree with most of what you've said. I
6	think you clearly said that you cannot drive the reform down
7	from the top. That you've got to free up the system and let
8	the system develop the changes that are going to be
9	necessary to address this.
10	You mentioned site-based management. We've been
11	pushing a program we call block grant, which is to drive
12	that money, that same concept through the administrative
13	system to the individual schools. But we're getting a lot
14	of resistance from the education system. We also have a
15	business partnership that's putting a great deal of money
16	into the technology and of our school system.
17	Do you have any specific suggestions on what we
18	might do as governors to help move that system to accept
19	what I would call freeing up the system? We'll set the
20	objectives. We'll set the goals. How do we get the system
21	then to go along with us to free it up so they can then make
22	the changes that are necessary?
23	MR. KEARNS: Governor, I don't have any easy
24	answers.
25	I've been head of my company since 1982. I tried

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it with speeches and pushing and we first had the outside 1 2 Survival was at stake. We were literally going pressure. 3 out of business. We were making product for what the Japanese were selling it for in the United States. So we 4 had tremendous outside pressure to change. 5 But even in 6 saying that, in talking with our people, pressing them, we 7 needed to give them the tools, the tools for change. We 8 happen to have selected a quality process and we ended up 9 training people. It's taken us a long time to do this. So 10 you need tools. You need examples.

One thing that is exciting about the education 11 thing and gives me some optimism -- not a lot, but some, is 12 that everything that you have been talking about in your 13 14 states, the things we wrote about in the book and the way I responded to Governor Ashcroft, is being done some place in 15 16 this country successfully. Not like the drug problem. We don't know what to do about the drug problem. Maybe you do, 17 18 but I don't. But in education the examples are there. So 19 we need to go and find them and to show people.

Second, I would urge you to find the superintendents. There really are some that would like to change. Find the union leaders, and there are some that really do want to change, and just like I say to the business people, what's one thing you can do? I say, support the politicians and the educators that are willing

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to try the new things. Give them your support, and to go at 1 2 it that way. So, I would try to find where there are some good 3 examples and wrap your arms around those educators that want 4 to go. But I think it's going to take an awful lot of 5 outside pressure and, in some cases, it's going to take some 6 7 legislation. It's very difficult. There's a lot of tough 8 things that you have, but I have no easy answers because institutions are so extraordinarily difficult to change, and 9 10 here's one, \$200 billion of it and there's a lot of vested 11 interest. All of us say we like change, but no one really 12 likes it. It's insecure. 13 14 GOVERNOR BRANSTAD: Governor Wilkinson, we're running a little behind schedule. 15 16 GOVERNOR WILKINSON: Thank you, Mr. Chairman. 17 One quick response to Governor Bangerter. 18 Get the Supreme Court to rule, as they have in Kentucky, that your entire system is unconstitutional. 19 20 GOVERNOR BANGERTER: Just like I said, we solved 21 that one 20 years ago. 22 GOVERNOR WILKINSON: Mr. Kearns, I agree with 23 almost, if not all, of everything you've said. 24 A question, as a follow-up to Governor Roemer and 25 very applicable to yours, the next step beyond restructuring

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4

1 of public, elementary and secondary is the recognition that the work force 2000, 80 percent of them are already in the 2 work place day and a substantial portion of them will either 3 be permanently or temporarily displaced over the next decade. 5

It seems to me that those states that can 6 determine how to have a cost effective way to train and 7 retain those displaced workers with this information and 8 technology driven economy that we're talking about are going 9 to be the ones that are going to be successful. 10 The question is, how do you propose that we cost share the task 11 of doing that, training and retaining, with the private 12 13 sector.

MR. KEARNS: Governor Wilkinson, I don't have 14 easy answers for this. This is what I have referred to as 15 16 the intercept problem. It's absolutely huge.

17 As you know, the first graders that are in school today are the first workers of the next century. So, it's a 18 The companies have got to share in this, 19 huge problem. 20 there is no question about it, because we are going to need to workers because of the shortage, and we can't just get 21 22 them out of the schools.

This is where I think that some of the work may 23 24 be more specific. Don Peterson at Ford Motor Company has 25 been doing a lot of work at Ford on this. I think we can

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set up, frankly, a lot of voluntary programs. It's very 1 difficult, by the way, for anything that's not voluntary to 2 3 try to force people into anything that appears to be People have to be motivated to do that. 4 remedial. 5 I believe that there is much more that we must do 6 in the private sector in the companies to do this ourselves. We will be motivated to do that. I am clearly not an expert 7 8 I have been doing some work in this area and I at this. 9 happen to know because I've talked to Don Peterson about it, 10 who's got some ideas. But this is a big issue and I believe 11 that this is also training that we can do and I would expect 12 frankly that many of the community colleges might be -- the 13 state community college system might be on of the 14 interactive mechanisms for the local companies to work with 15 where we do a combination of training and education in 16 working together. 17 GOVERNOR BRANSTAD: A questions. Governor 18 Hernandez Colon from Puerto Rico will ask the last question. 19 GOVERNOR HERNANDEZ COLON: If I may, at this 20 point, I wanted to share with you an initiative that we have 21 taken in Puerto Rico in order to advance the achievement of 22 the goals that we are pursuing here. 23 Just six days ago in my State of the Commonwealth 24 address I announced the creation of an education trust fund. 25 The initial capital for this fund, over \$1 billion, will

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1	come form the proceeds of the sale of a government-owned
2	asset, the Puerto Rico Telephone Company. It will be a
3	permanent endowment where capital is never spent and will
4	grow over time. The purpose of this fund will be
5	established clearly in legislation and eventually by
6	constitutional amendment in order to guarantee that the
7	resources are never diverted to other purposes or squandered
8	by anyone. Therein the proceeds of the fund will go first
9	to refurbishing the schools in Puerto Rico and then
10	permanently to innovations.
11	I just wanted to share the idea with the
12	governors here because I am sure that we all have assets of
13	this nature that in thinking of financing, we might decide
14	to use in the way that Puerto Rico will be doing very
15	shortly.
16	MR. KEARNS: Thank you.
17	Terry, thanks very much for the invitation, and
18	let me just say, when I put my Kearns hat on at the end,
19	don't forget, I came here to represent John Akers and the
20	Business Roundtable and we really are committed and we're
21	looking forward to working with all of you.
22	Thank you.
23	(Applause.)
24	GOVERNOR BRANSTAD: The governors acknowledge and
25	appreciate the commitment made by the Business Roundtable
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31

and this is time, talent, resources, and a commitment to
 work directly with us in every state and the District of
 Columbia.

As we address the important issues of education 4 5 it's critical that we recognize the important role that professional educators will play in the teaching of our 6 children. Just about every one of us in this room can tell 7 a special story about a favorite teacher that had a dramatic 8 9 impact in our lives, somebody that motivated us, inspired us and made us what we are today. That's usually a teacher 10 11 that had that kind of impact on the people that have gone on to be successful in all fields. As we work to build a 12 13 consensus for changing education we recognize it is absolutely essential to build a solid working partnership 14 with the leaders of education, with the professional 15 16 educators.

17 Dr. Ernest Boyer is by every measure a great 18 leader in education. That's been his life-long work. He 19 continues now to press harder than ever for educational 20 reforms and to make the goals that we're establishing a 21 reality. Dr. Boyer has 101 honorary degrees and 22 appointments, and he's been appointed by Presidents, from 23 Nixon to Ford to Carter, and has a long distinguished career 24 in education, including the U.S. Commission on Education. 25 He currently serves as President of the Carnegie Foundation

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1	for the Advancement of Teaching.
2	We are very pleased to hear from a professor, a
3	leader, a dynamic educator and someone who has been playing
4	and continues to play a very key role in establishing goals
5	for education.
6	Dr. Ernest Boyer, we are proud to invite you to
7	the National Governors Association to address our session on
8	education.
9	(Applause.)
10	DR. BOYER: Thank you, Governor Branstad.
11	David, nice to see you. Thank you for your
12	presentation.
13	I am very honored to be invited to join you at
14	this Winter Meeting of the Governors Association. I wish to
15	congratulate all of you and especially the task force on
16	national goals, led by Governor Campbell and Governor
17	Clinton, for the superb work that you've all been doing on
18	behalf of the nation's schools.
19	Years ago Jim Hunt, Lamar Alexander, Bill
20	Clinton, Dick Riley, Tom Kane and many others actually
21	sparked the school reform effort and for nearly a decade, in
22	my opinion, governors have been in the lead on all the major
23	moves. And I applaud the superb leadership that you've
24	given.
25	The decade of the Eighties, in my opinion, has in
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33

fact marked progress in school excellence. And it's my 1 2 opinion, although I must confess it's more of a stomach cramp than hard evidence, but still it's my opinion that 3 about 20 percent of the nation's schools are excellent. 4 Indeed, I think they are perhaps the most outstanding in the 5 6 world. Forty to fifty percent of our school range from good to mediocre, but many are getting better. Actually, though, 7 education for about one-third of our children is shockingly 8 deficient, and especially for those in urban ghettos and who 9 10 live in the rural poor.

11 I am convinced that if we can't improve the 12 terrifically disadvantaged schools frustration will 13 increase, public confidence will decline and America will enter a new century with its education system greatly 14 15 threatened. Just one month ago President Bush made a 16 historic move, in my opinion, when he announced six 17 ambitious goals for all the nation's schools. And this afternoon, in the moments that you've given me, I should 18 like to comment on the President's agenda and suggest 19 20 possible next steps to be considered.

First, the President spoke about young children and announced a national objective that by the year 2000 every child in America must start school ready to learn, as the President put it. I know that what I'm about to say is all too familiar to the governors assembled, but the harsh

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1	fact is that problems of education and problems of poverty
2	cannot be disconnected, and that today nearly one out of
3	every four children in America is officially classified as
4	poor, they are undernourished, hugely disadvantaged, even
5	drug depressed at birth, and unless we act now, these
6	children will come to school not ready to learn, which is
7	our goal. They'll come with their potential irreversibly
8	diminished, and I am convinced that good education begins
9	with good nutrition and that, surely, by the year 1995 the
10	federal WIC and supplemental food programs for poor mothers
11	and their babies should be fully funded.
12	Winston Churchill said on one occasion that
13	putting milk into babies is the finest investment any
14	community can make, and it's absolutely unacceptable in
15	this, the richest country in the world, that any child would
16	be hungry or sadly undernourished.
17	(Applause.)
18	DR. BOYER: Let's also agree that by 1992 Head
19	Start will be fully funded to overcome not just poor
20	nutrition but linguistic deprivation, too. It's one thing
21	to not have good food, but children also grow up in
22	environments where they don't even have good word models.
23	How do we expect them to come to school linguistically
24	prepared? I think it's a national disgrace that two decades
25	after Head Start was authorized by Congress to help

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1 disadvantaged three- and four-year olds still only about 30 2 percent of those eligible are being served. Can you imagine denying the millions of children 3 a vaccine that would protect them from a dread disease? 4 5 Yet, that's exactly what we're doing educationally when we fail to fully fund Head Start. I applaud the President for 6 7 proposing a \$500 million increase for this essential 8 program, and next year, let's take the last step so that finally after 20 years all eligible children will be served. 9 10 Let me pause here to say that I remain convinced that public education in this country should be mainly 11 12 funded by local communities and by states. Let me say parenthetically, for the first time in our history, however, 13 14 less than 50 percent of the school funding is coming from the local tax base. But I also believe that the federal 15 16 government has one essential constitutional and moral obligation to the schools and that's to promote equality of 17 opportunity through programs such as WIC and Head Start and 18 19 Chapter One.

I am suggesting that if we want all children prepared to learn we need an action plan that includes nutrition for all at risk babies and universal pre-school education, good parenting, of course, and if children do not have this foundation I am convinced it will be almost impossible fully to compensate later on.

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Well, this brings me to a second set of goals. 1 Last month, in his State of the Union message, the President 2 also proposed that we cut the drop out rate to 10 percent, 3 4 and he pledged that by the year 2000 every school in America will be disciplined and drug free. But what's next? How do 5 we proceed? Recently at the Carnegie Foundation we studied 6 7 urban schools from New York to Los Angeles. IN going from place to place I was struck by the bigness and by the 8 9 bleakness of many of these institutions. I was struck by the broken test tubes and by the Bunsen Burners that 10 11 wouldn't work, and above all, I was struck by the way most students moved facelessly from class to class, unconnected 12 13 to adults, and I concluded that many teenagers drop out 14 simply because no one noticed that they had in fact dropped 15 in.

16 I've said before that if I had just one wish I'd 17 break up every large junior and senior high school into 18 units of no more than 400 students each. I'd also assign every youngster to a small family-like group of no more than 19 20 15 students to meet with a mentor at the beginning of each 21 day to review assignments, to talk about problems and to know that someone truly cares. And, incidentally, it's my 22 23 opinion that the reason the I Have A Dream Program was not the promise of tuition later on, it was thee fact that 24 25 someone truly cared right now.

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1	That's what I would call restructuring at the
2	core. Indeed I'm quite confident, and I will say it again,
3	I am quite confident that if every at-risk student had a
4	mentor who truly cared and knew their name, that that one
5	act alone could cut the drop out rate in half.
6	Incidentally, I've talked a lot about urban
7	schools, but the need for caring is just as acute for rural
8	children, too. I'm also convinced that if we want to cut
9	the drop out rate by the year 2000 we'll need afternoon
10	enrichment programs in science and in computers and in music
11	and athletics to keep kids learning instead of drifting on
12	the streets.
13	Again, last year at the Foundation we surveyed
14	5,000 fifth and eight graders. We found that 40 percent of
15	them said they go home every afternoon to an empty house and
16	that number keeps on growing. They watch TV. They spend
17	lots of time alone, or they just hang out in shopping malls
18	or in the city streets where there is often crime and drugs.
19	Frankly, I'd like to see afternoon enrichment programs from
20	2 to 5 o'clock in every disadvantaged school, and families
21	who could afford it should pay for these special services.
22	But poor parents should be given vouchers so they could
23	select a public or private program of their choice.
24	Just last week while meeting with members of the
25	school board in Rockford, Illinois they told me that several

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1	months ago they announced an afternoon program which they
2	called, I think significantly, Safe Place, and it was over-
3	subscribed almost at once. Many families desperately wanted
4	their children to get in. The truth is that the schools now
5	stop while the parents are still at work and most of our
6	young teenagers are, frankly, endlessly adrift.
7	But I think there is a summer problem, too. When
8	today's school calendar was set, almost a century ago, over
9	90 percent of all families in America lived in farms and
10	children had three months off to help harvest crops. Today
11	less than 3 percent of the families live on farms and most
12	parents now work away from home.
13	Frankly, I think it's finally time for the United
14	States to start working on a year-around school calendar
15	with at least 200 attendance days each year so that our
16	kids, like those in most other industrialized countries, can
17	keep learning from January to December, with refresher
18	breaks frequently interspersed.
19	Here's the point. If the goal is to reduce
20	school drop outs and if the goal is to improve the school
21	climate, as the President has proposed, then I am convinced
22	the structure, the calendar and the clock must be
23	overhauled. And if we don't have smaller schools with
24	mentors and if we don't have afternoon enrichment programs
25	and if we don't have year-long learning, I'm afraid that

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school failure for far too many will continue to increase 1 2 and the nation's future will be threatened. This leads to another issue that the President 3 4 presented. He talked about assessment, as you recall, and 5 the President declared that by the year 2000 our national 6 goal should be to regularly evaluate the educational 7 performance of our students in all of the critical subjects, 8 is the way he put it. Now, I think this call for national standards is 9 10 absolutely right. I believe this country must have evidence that it's \$180 billion investment in public education is 11 12 paying off, and I have a three point strategy to suggest, if 13 I might be so bold. 14 First, I think the language and mathematic proficiency of all students should be measured at great four 15 16 to make sure that all children can read with comprehension, 17 right with clarity, and accurately compute. Second, to achieve cultural literacy I think 18 19 students should be examined in science, geography, 20 literature, and the arts at least at the eights and twelfth 21 grade levels, using the federally-funded national assessment 22 of educational progress. 23 Third, and this is, I think, the most crucial 24 proposal that I would make regarding assessment. I believe that every high school senior, before he or she graduates 25

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1 from high school, should be asked to write a paper on a
2 consequential topic to demonstrate their ability, not only
3 to recall isolated facts, but to think critically, integrate
4 ideas and focus them on an issue of true importance. If
5 students cannot somehow show their capacity to think right
6 and to integrate ideas. We should close the doors and start
7 again.

8 Incidentally, I also do think that every state 9 should participate in the NAPE assessment program so that we 10 can have for the first time in our history national 11 profiles, as well as state-by-state comparisons of the 12 academic performance of our students.

13 Let me just say as a footnote, there is another side to this issue of assessments. I think many of our 14 15 instruments are very crude, to put it bluntly. We sometime 16 measure that which matters least, and we're testing 17 sometimes too much and too little. Between now and the year 18 1995, speaking to David's point of R&D, I'd like to see a 19 major R&D project on assessment in which master teachers and 20 research scholars would come together and begin to design a 21 new generation of assessment instruments that would go 22 beyond the grab bag of test we use today that are 23 commercially produced, and I think we should focus not just 24 on the verbal skills of students, but we should focus on the 25 esthetics and the intuitive and social intelligence, too,

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41

because these are survival skills out in what we like to
 call the real world.

Checker Finn, distinguished Chairman of the National Assessment Board, estimates that to retool our testing program would cost perhaps \$100 million. That's a lot of money. But if we can invest billions in new weapons systems every year, why can't we invest modest funds to better evaluate the potential of our children. I think nothing is more crucial.

10

(Applause.)

DR. BOYER: Thus far I've talked about evaluating 11 12 But I do think that beyond national goals, every students. 13 state should have its own precise standards to evaluate the performance of every school, and if a school fails to 14 measure up, I also believe, and some of you have this, of 15 16 course, that every state has the legal and moral obligation to intervene. I think it should be a matter of law that the 17 intervention should be made in the event of school about two 18 or three years did not establish and fulfill standards, and 19 20 I think we could use remedies which would range from sending in consultants to dismission of the principal, to replacing 21 22 the school board, to perhaps even giving the school more 23 money, to even closing down the place.

I can only put it to you this way. If snow or garbage piles up on city streets or there is a health

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epidemic an emergency is declared and there is action. 1 Yet, I find it appalling that year after year after year we have 2 schools where half the children drop out and somehow we 3 4 assume we can just blame it on the system. I believe we should assess careful our students, but I believe that every 5 state should assess the schools, as well, and if they fail, 6 7 an intervention program is required.

8 This leads me to say a word about the teachers. 9 I was delighted that in the introduction you really undercut 10 this point because you said so many nice things about 11 teachers. But I'll plow on anyway. I can't change my text 12 at this point.

13

## (Laughter.)

DR. BOYER: What I was about to say is that with 14 15 all the talk about national goals we hardly talk about the 16 teachers. Yet, good teaching is the key to everything we 17 have. Consider math and science. You recall that the present said that by the year 2000 we would be first in the 18 world in math and science. At the current time we're next 19 20 to last among industrialized countries. And I can only say, 21 do we really think we can move from last to first without top-flight teachers in the classroom who have majored, or at 22 23 least strongly minored, in math and science? It's just an 24 impossible job to do.

#### 25

It's for this reason that I'd like to make a

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43

1 rather brash proposal. I suggest that in addition to six essential goals that the President proposed, all of which I 2 think should be applauded, I suggest we add a seventh. 3 Specifically, could we agree that by the year 2000 we will 4 5 have well-prepared and dedicated teachers in every classroom 6 in this country, since if we fail here nothing else will 7 matter. But I do believe for this essential goal to be accomplished we're going to have a system of peer evaluation 8 of all teachers, and also by the year 2000, I'd like to see 9 10 a career-ladder program in every state so that master 11 teachers can be rewarded for their word and poor teachers 12 can be tutored or removed.

Now, I know how controversial this is, and I know 13 14 that hardly any state has been successful in implementing an 15 arrangement for teachers to move ahead in the profession, instead of moving out. But I also say that for the sake of 16 17 our children we simply cannot tolerate incompetence in the classroom and teachers, above all others, should demonstrate 18 19 high standards to themselves and should see to it that these 20 standards are vigorously enforced.

But frankly, I also think we need to change the working conditions of the teachers. The truth is that we're asking them to do what the families and communities and churches haven't been able to accomplish. I also believe that most school critics couldn't survive one month in the

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classrooms they condemn. We're giving teachers more
 responsibility, but they're becoming less and less
 empowered, and I really do believe it is time to turn the
 government's structure in public education upside down, as
 David has so eloquently suggested. It's time for every
 state to have high standards for its school.

But then within this framework, I think
principals and teachers should be given huge amounts of
freedom to manage instructional programs and be held
accountable for outcomes, not procedures.

Let me stress again, I don't like school-based 11 12 management without also having school-based accountability Schools are not there to do their own thing. 13 as well. They are to be free to meet the goals that have been clearly 14 defined before them. And frankly, if we expect to have good 15 teachers in the year 2000 in all classes, I think we perhaps 16 17 need a national campaign to start recruiting now the 18 brightest and the best.

Let's give full tuition scholarships to all students in the top 20 percent of the high school if they agree to teach. Let's have an alternative credentialing arrangement in every states so you can attract people midcareer, or even bring in those who have retired and would like to go back and help the next generation.

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And I have a suggestion for the corporations.

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Why don't you, David, when you recruit the top math and science people and you're, after all, grabbing off the top, why don't you tell them that we're going to have a differed entry program, and if you go out and teach for several years we'll give you bonuses when you come back to Xerox several years from now.

7 Incidentally, I think parents can recruit teachers by suggesting to their children they should become 8 a teacher. I remember speaking of the influence of great 9 teachers, Governor. I remember one teacher who audaciously 10 11 said, if you keep studying, Ernest, you might be good enough to be a teacher. The biggest academic accolade I ever had. 12 13 But the very fact that she planted that idea turned my head around, probably to the peril of the profession. 14

15 In any event, I have a final thought on this. If we were to decide that we're going to launch a ten-year 16 17 crusade to recruit the brightest and the best, perhaps the 18 President or perhaps the governors could name a blue ribbon commission comprised of master teachers and governors and 19 20 corporate CEO's to monitor this process and to lead the 21 decade long crusade to attract into teaching our most gifted students, which, frankly, is the only way any of the goals 22 23 that we've mentioned will be accomplished.

Now, I don't want to get carried away this afternoon, but would it be possible -- I mean, would it be

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possible for us in the next ten years to put as much energy in recruiting first-rate teachers as we put into recruiting linebackers for the LA Rams or any other pro team, for that matter. I mean, where precisely are the priorities of this country, for goodness sake.

6 We celebrate great heros on the athletic field. 7 How long has it been since we have celebrated the unsung 8 heroes in the classroom. Everyone knows that 30 years ago 9 John Kennedy inspired the nation's youth to serve in the 10 Peace Corps overseas. Why can't we challenge this 11 generation to serve in urban schools and in rural districts 12 here at home.

And now, I like to make one final observation. 13 Frankly, the longer it goes -- and this is perhaps going to 14 appear off the assignment that I've been given this 15 16 afternoon, but I'll march ahead nonetheless. Frankly, the longer it goes, the more I'm beginning to suspect that the 17 family is a more imperiled institution than the schools and 18 that if we hope to have excellence of education, parent 19 20 simply must become more actively involved in the education of their own children. Schools simply cannot do it all 21 alone. 22

23 Several years ago at the Carnegie Foundation we 24 gathered some disturbing evidence that simply reinforced 25 this conviction. We surveyed 22,000 teachers -- I think it

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1	was the largest teacher survey ever conducted in this nation
Ŧ	was the targest teacher survey ever conducted in this hation
2	and 90 percent of them said lack of parental support is a
3	problem at their school, 89 percent said they often see
4	abused and neglected children, and over half the teachers
5	said that malnutrition among their children is a problem.
6	Then, at the end of the survey, we made a great
7	mistake because we had an open-ended question and we said,
8	if there anything else you'd like to tell us about your work
9	and we made the biggest mistake by saying, and if you write
10	it, we'll read it. What happened was that half of the
11	teachers 11,000 took time to write their comments, and
12	I did get one of my colleagues with a little extra
13	inducement to go off for several weeks and read every single
14	one. She came back absolutely shaken and said, I just think
15	I've seen the future of America, and she also said, I think
16	teachers perhaps know more about what's happening to
17	children than anybody in the country because they're with
18	them more than anyone else.
19	So, she gave me hundreds of these comments to
20	read. I'd just like to read to you two this afternoon.
21	Just three or four sentences is all. A junior high teacher
22	in Minnesota wrote, "the difficult part of teaching is not

in Minnesota wrote, "the difficult part of teaching is not 22 the academics. The difficult part," she said, "is dealing 23 with the huge number of children who come from emotionally 24

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and socially stressed homes." And a third grade teacher in

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1 rural Maine said, "sometimes I feel I should just throw out 2 the history book and try to help my students who are really 3 hurting." And then she asks, I think, the rhetorical 4 question that everyone who cares about schooling must 5 confront. She says, "what's the future of our country when 6 we have so many needy children."

7 Well, what's happening, as I observe it, is that schools are not only trying to improve the academics so they 8 9 can look good on the final tests that we impose, but below the surface there's another revolution. 10 Schools are 11 becoming, to put it bluntly, social service centers, and all 12 of you know that you're adding programs in teenage 13 pregnancy, drug abuse, suicide prevention and even day care service. And I'm intriqued that we're sure schools don't 14 15 work very well, whenever this country faces a huge crisis we ask the schools to fix it. It's the only show in town. 16

And just about, what was it, a year ago, I saw the extreme extension of this trend. I visited a school in an urban area in which they bussed the children in at 7 in the morning, they take them home at 6:30 in the evening, they serve them three meals, and to put it as bluntly as I can, the school has become the surrogate parent for these children.

Now, it's obvious that with changing family
patterns schools I think must do more than simply teach the

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1	basics. We are in, in the end, concerned with children.
2	But I also think it's obvious that schools simply cannot do
3	it all, and I am less and less inclined to be an advocate of
4	the school as a social service center if t means disengaging
5	the parents and letting other social institutions
6	uninvolved.
7	So, I'm beginning to suspect and this is
8	probably another idea that won't fly, but it seems to be
9	that by the year 2000 we may need in every community not
10	just a school board but also a children's board, or at least
11	some coordinating agency that can bring the services
12	together, keep kids from falling through the cracks, but not
13	pretend the school teachers and school principals can do it
14	all alone. I do come back, though, at the end to say that I
15	think parents are the key.

And I have another brash proposal right here at 16 17 I suggest that we might want to add one final goal the end. 18 -- that gets me up to eight -- to the President's of six that I've just mentioned. Specifically, could we agree that 19 20 as eight objective during the decade of the Nineties all parents would be expected to become full partners in the 21 education of their children. After all, if these are 22 national goals we're talking about, I think every one should 23 get involved, especially the parents. 24

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That means turning off TV, it means reading aloud

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to young children, it means checking homework, it means 1 2 going to school conferences, and by the way, David, I also 3 wonder would it be imagined that the corporations in this country would agree, as a part of their labor personnel 4 package, to give all parents several days off each year with 5 pay with the understanding that they would go to school and 6 engage in parent conferences because the employer is not a 7 passive observer. As I look at it, the work place is an 8 active partner in whether families are going to be brought 9 together. So, the family policy in the work place becomes 10 part of the solution, too. 11

While I realize that almost everything I've 12 talked about this afternoon, from early invention to parent 13 education, is already going on somewhere in the states 14 represented here at this impressive table, the problem, as I 15 see it, that thus far the reform effort has been more 16 17 piecemeal than coherent. But I must tell you I see us 18 moving in this country from a commitment to local schools to a concern about national results, and we've wanted it both 19 ways. Now, how we strike a balance between local control 20 21 and national results, it seems to me, will shape the future 22 of this country for decades yet to come. And I think the challenge now is to develop a national agenda for school 23 24 renewal, while retaining leadership at the state and local 25 That's a new challenge. That's something this level.

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country has never shaped before, and I've been wondering
 about how to give guidance to this effort.

And as one approach, it seems to me, that the President and the governors and Congress might wish to appoint a prestigious non-governmental council to shape during the next decade a national strategy for school reform that goes beyond the goals and could report annually on the nation's education health, just like the Council of Economic Advisors reports annually on the nation's fiscal health.

And I do believe that if we can work out an effective partnership between Washington and the states, I believe American can begin a new century with an education system unmatched by any in the world.

14 Thank you very much. Again, I'd like to 15 congratulate the governors assembled here for being so 16 energetically and visionarially involved in pushing for 17 better schools for all our children.

Thank you very much.

19 (Applause.)

GOVERNOR BRANSTAD: We're going to take just a few questions. Governor Carruthers is going to ask the first question. I'd like to ask you to keep the questions and the answers as short as possible because we are running behind schedule.

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GOVERNOR CARRUTHERS: Thank you, Governor. 1 2 Thank you, Dr. Boyer for very insightful comments on public education. 3 You addressed the issue of assessment and you 4 focused your attention on the assessment of learning. 5 But 6 it seems to me that we need to work just as hard at 7 assessing teaching. It seems to me they're both in the 8 classroom. And you mentioned assessment of schools, and, 9 yes, assessment of schools is some combination of the 10 assessment of learning and of teaching. 11 Point number one. I think we need to do a better job of assessing teaching than we've done and teachers have 12 13 been resistant to that in the past. The second comment on teachers and recruiting 14 15 people to become teachers -- I have always had a bit of a 16 problem and I would like for you to respond to it -- that 17 our colleges of education have over the years taken to requiring 120 credits of how to teach and 20 credits of what 18 to teach, and it seems to me, that if restructuring is to be 19 20 helpful in this country that some of that restructuring has 21 to occur with colleges of education and how it is that we 22 teach our teachers to teach. 23 Could you respond to those? 24 DR. BOYER: The first point I agree, absolutely, 25 and I did mention perhaps too fleetingly that we have to

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strengthen the quality of teaching. We have to have regular 1 means of assessing teaching in the classroom. 2 That's absolutely, it seems to me, a centerpiece of this. 3 That's why I think the career ladder builds into it the notion of 4 deciding who the good ones are, getting them a chance to be 5 professionally advanced, but also it means you're judging 6 7 those who are not performing well.

So, I would say assessing students and their 8 achievements, sure; assessing schools in terms of their 9 performance against state-wide standards, absolutely; but 10 11 assessing the performance of teachers and making sure that 12 there are no incompetent teachers in the classroom. That 13 seems to me to be a simple goals, as hard as it is to 14 accomplish. I've said sometimes that poor teachers are 15 worse, more dangerous than a poor surgeon because a surgeon hurts only one person at a time; teachers do it in bundles. 16

Now, on the other point you mentioned -- I forgot
the other points. Oh, the teacher education. I was so
caught up in the surgeons.

I agree that teacher education needs reform. Most of the schools of education require maybe 30 or 40 units of teaching in the total baccalaureate experience. On the other hand, it is for that reason that I think we need alternate certification arrangements so you can come into teaching directly from a baccalaureate degree and

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1	demonstrate your proficiency in a classroom.
2	I've always thought the best teacher
3	certification arrangement was to have a baccalaureate degree
4	with a major in a special field and a minor in a special
5	field and a fifth year apprenticeship, working with a
6	teacher in the classroom on a clinical experience. You're
7	gaining your experience by working with a master teacher.
8	Incidentally, we had a career ladder. The master teachers
9	would have as one of their functions acting as mentors to
10	beginning teachers.
11	I would think that's the road to go, looking down
12	the road to teacher ed reform.
13	Yes, please, Governor?
14	GOVERNOR GOLDSCHMIDT: Terry, if you had somebody
15	else, go ahead, please.
16	GOVERNOR BRANSTAD: I'm sorry. Governor Waihee
17	from Hawaii.
18	GOVERNOR WAIHEE: Dr. Boyer, thank you very much
19	for your excellent comments. I was especially interested in
20	the relationship between your comments on parent involvement
21	and parenting and the enrichment program.
22	One of the things Hawaii has just done, by the
23	way, is instituted a policy that gives state workers paid
24	time off to have teacher conferences and participate in the
25	education of their children. That, by the way, did not
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1 resolve this controversy.

We've also launched what I believe to be the 2 country's first state-supported state-wide school enrichment 3 program which runs two-and-a-half hours every day after 4 school for grades K through 12. I would be very interested 5 in your comments as to how we can structure such an 6 7 enrichment program because it is in the pilot stage to 8 receive maximum benefits from such a program, and perhaps 9 more specifically, how do you have such a program, which I 10 think we need, and still avoid the trap of becoming 11 surrogate parents.

DR. BOYER: Let me say that there are many at this table who have in their states parent programs, starting even with young infants. One of the connections that's occurring is schools are taking responsibilities to reach out to families and engage in parenting programs long before children come to school, just as a footnote, regarding what you're doing there.

19 It seems to me the afternoon enrichment programs 20 offer wonderfully delicious opportunities for schools to set 21 up and elective system and also an opportunity for older 22 community people to come in as special teachers, and, 23 frankly, for older students to teach younger students.

I am absolutely amazed at the fact that students can go through 12, 16, even 40 years of schooling and not

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engage as mentors to younger students. And it seems to me
 that every year a students studies they should assume some
 responsibility to engage in tutoring younger children. One
 possibility is to have your assets -- you say it's K through
 12?

6

# GOVERNOR WAIHEE: K through 6.

7 DR. BOYER: One possibility is to have high 8 school students come in and work with younger children and 9 engage them in service projects, because many of them are 10 drifting in the street. But if they were to become mentors 11 to the young -- what about if they were to become mentors to 12 the young? How about grandparents coming in and engaging in 13 what is sometimes called a Grand-teacher Program.

The point is, the afternoon sessions give you great opportunity and flexibility to teach many things that the curriculum may not have. Make it elective and engage many varieties of individuals who can work with younger children. It could be an exciting model of a school for the future, as a matter of fact.

GOVERNOR BRANSTAD: Governor Goldschmidt? GOVERNOR GOLDSCHMIDT: Mr. Boyer, this is an observation. I try to read the reams of paper that every interest group in the nation has been sending us governors ever since my colleagues here launched this thing before I was elected and have carried it through today.

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1	I am literally stunned by how little is said
2	about treating principals. I've never been in a building
3	where there is a lot of great teaching and there is a
4	mediocre principal. We're moving people into these
5	management jobs who never were meant to be managers. We're
6	moving people out of teaching because they want to get more
7	money, not because they want to manage buildings. We've got
8	them in collective bargaining issues. We've got them in all
9	kinds of stuff.

10 I can say in my state the universities are making 11 a pre-text of training these people to lead education. But 12 as a practical matter, the issues you raised about research, 13 the issue you raised about lateral entry, this is the point 14 of maximum power for our school boards. If we want to 15 change school buildings, site based issued obviously are 16 irrelevant. But who is going to lead this building?

17 I guess I would just say to the national 18 leadership, anything you can produce on good examples, 19 because I think you made the point -- I think Mr. Kearns did 20 -- there is something good happening almost every place. 21 This subject I think admits to more potential faster, I 22 think, than the whole question of changing the way we train 23 teachers because we're talking about the most conservative 24 institution in society. The university has to be gotten to 25 help us do this.

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> 1 I guess it's partly a question; partly a comment. GOVERNOR BRANSTAD: A great comment. 2 As you know, Governor, all the data show when you 3 try to get down to the issue of what makes an effective 4 5 school, every finding for decades has said, you have, among other things, a great principal there. I happen to believe 6 that leaders matter. They can shape their institution, and 7 8 as we see now, they can even shape the world. 9 I think what you might consider is finding money 10 from corporations -- and now we're back to the publicprivate partnership. I think the corporations have a lot of 11 12 interest in personnel. They know that. That's where they 2 13 demonstrated their capacity to lead. That is, invest in the right people. 14 Why don't we have a public-private corporation to 15 16 set up school leadership institutes in every state in which 17 we would attract outstanding people and give them summer 18 seminars on the issue of effective leadership, not just 19 management, but creative educational thinking, as well. 20 That would perhaps be the centerpiece of school reform more 21 than anything you could do by getting their ideas because in 22 the end, you know, as someone said, you don't dictate from 23 Institutions are only what we think in our heads. the top. 24 You need leaders at the school level who can 25

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cause teachers to think the right things and help parents 1 think the right things because they have the right words and 2 That I think could come by state-wide 3 the right vision. leadership institutes. Some of you already have this. But 4 I think that should become universal. And I don't see why 5 corporations might not help to underwrite these leadership 6 7 institutes for the year 2000. GOVERNOR BRANSTAD: I know we have a number of 8 governors who would like to ask questions, but we are 9 10 running behind schedule. I quess I say, is there anybody who feels it's 11 essential that they ask a question, or can we move to the 12 13 task force report? GOVERNOR ROEMER: It's only essential if you want 14 15 to learn something. 16 GOVERNOR BRANSTAD: I know we all want to learn 17 something. I know we've got a number of other governors that have requested, too. I just ask you to make this 18 really quick, and this will be the last question. 19 Governor Roemer. 20 21 GOVERNOR ROEMER: The question about literacy, 22 Ernest -- and I appreciate your comments. Wouldn't it be 23 an opportunity -- you made the most interesting statement of the day. You said, "the family is a more imperiled 24 institution than the school." 25

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1	If we lead a dubious distinction the
2	industrialized world in the rate of illiteracy, wouldn't it
3	be time to put parents and students together in some
4	literacy effort? One teaching the other and teaching both
5	simultaneously. Is there any hope for doing that? Is there
6	any example that we can use for that?
7	DR. BOYER: Sure. The answer to your question is
8	that would be a brilliant and I think unbeatable
9	combination.
10	To some degree, Head Start has done that only
11	secondarily, in that, as you know, one of the criteria for
12	Head Start is parents have to stand by. Very often they do
13	learn as they try to teach their children.
14	I can't recall the details. Some of you may have
15	seen it. But there was a spot on CBS about four months ago
16	in which they features a program. I think it was in one of
17	the states your's or adjoining it in which they had
18	created a parent-child partnership, and it was an absolutely
19	poignant cameo. Mothers beginning to read their first books
20	to their little three-and-four-years olds. I'll tell you,
21	that suggested to me something about the connectedness.
22	Was it your state, Governor Mabus? It featured a
23	programmer. That was absolutely essential strategy.
24	Wouldn't it be wonderful I'm going to talk about adult
25	illiteracy up here and talk about children's illiteracy down

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61

1	here. If you could somehow bring those two together so that
2	parents were in fact teachers. That's a great way to learn,
3	incidentally, to try to teach someone else.
4	So that combination of adult and children's
5	literacy would I think be a superb combination and area I
6	think of creative leadership for the future because in the
7	end I would have one test. If children become proficient in
8	the use of language they have the key for all future
9	learnings, since language is not another subject. It's the
10	means by which all other subjects are pursued.
11	If we could get language proficiency right,
12	especially in the early grades when children have the best
13	potential, I think we cut the drop out rate and prepare them
14	for the coming centuries so they can be both economically
15	and civically proficient.
16	Thank you.
17	(Applause.)
18	GOVERNOR BRANSTAD: Dr. Boyer and David Kearns,
19	thank you both for your very insightful comments and for
20	responding to the questions.
21	I want to commend our Governors' Task Force on
22	Education for their outstanding leadership in this area and
23	especially our co-chairs, Governors Campbell and Clinton,
24	who put in long hours, late into the night, in
25	Charlottesville. Many trips back and forth to Washington

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since that time, meetings with educators, business leaders,
 many meetings with the White House and really working to
 make this truly a national bipartisan consensus to address
 this very challenging issue of education which is essential
 for our ability to compete and succeed in the world.

6 Yesterday the task force met and sent its 7 recommendations on to the Executive Committee, which met 8 earlier today, and approved those recommendations with some 9 minor amendments. The personal attention and commitment of 10 the task force is something that pleased me a great deal and 11 I think we can all be very proud of it.

I know that each of you in your individual states 12 have also provided tremendous leadership. Many of you have 13 14 been involved in this for many years. We have just in the 15 last six months had meetings in all of the states. Outreach meetings, some of them state-wide meetings, others regional 16 It has been I think a very exciting time to be 17 meetings. 18 part of the beginning of this process, to develop for the first time national education goals. 19

All of you were sent, on February 9, the proposed goals. Those goals, with some minor amendments that were approved by the task force yesterday, are now prepared to come before your. However, I've said from the very beginning this is a consensus process and I don't want to take them out unless we have the consent of all the

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1	governors to discuss and, hopefully, approve them this
2	afternoon.
3	It would be my intention to ask for unanimous
4	consent, first of all, to take up the goals, and then also
5	to take up the resolution that has also been approved by the
6	Executive Committee by the Task Force and the Executive
7	Committee for implementation of the education goals. So,
8	we've the goals, we've got a resolution on that and it's
9	also my understanding that Governor Celeste has a further
10	request.
11	I will recognize the Governor from Ohio, Governor
12	Celeste.
13	GOVERNOR CELESTE: Thank you very much, Mr.
14	Chairman.
15	I think that it might be appropriate if we take
16	up the national education goals and the resolution of
17	dissemination of the goals if we take up the third
18	resolution that was considered by the Executive Committee,
19	also in this session approved by the Executive Committee,
20	that goes to the budget language that we have and explicitly
21	tries to relate the peace dividend and education investment
22	as an appropriate companion peace to this very important
23	work we are doing.
24	GOVERNOR BRANSTAD: I would wholeheartedly agree
25	with your suggestion that we also take that up by unanimous

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1	consent. I would ask at this time if anybody objects to
2	
	taking all three up, to taking up first the education goals,
3	then the education resolution, and the peace dividend
4	resolution, all of which have been approved by the Executive
5	committee.
6	GOVERNOR CARRUTHERS: Mr. Chairman, we don't
7	appear to have a copy of the third resolution. Can that we
8	distributed?
9	GOVERNOR BRANSTAD: I guess it's being
10	distributed at this time. If there are no objections, I
11	would recognize the Co-Chairman of the Education of the Task
12	Force, Governor Clinton, for opening remarks.
13	GOVERNOR CLINTON: Thank you very much, Mr.
14	Chairman. I want to formally move the adoption of the
15	statement on national education goals.
16	GOVERNOR BRANSTAD: Is there a second?
17	GOVERNOR CAMPBELL: Second.
18	GOVERNOR BRANSTAD: There's a second from
19	Governor Campbell, the Co-Chairman.
20	GOVERNOR CLINTON: Mr. Chairman, is this subject
21	to amendment?
22	GOVERNOR BRANSTAD: It is subject to amendment by
23	the normal rules of the NGA. Yes, that's correct.
24	Governor Clinton, you have the floor.
25	GOVERNOR CLINTON: I want to ask all of you to,
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first, please review this document. We have included in
 large type any amendments which were adopted either
 yesterday by the Education Task Force or today by the
 Executive Committee. Those are the amendments in large
 type. The rest of the document is as you received it about
 a week ago.

The amendments, I believe, are fairly selfexplanatory, but I would be happy to answer any questions on
them, or Governor Campbell would, if you have any.

10 Let me basically say that this document, as amended, to the best of my knowledge and I think Governor 11 Campbell is in agreement, still reflects a joint commitment 12 13 between the governors that we've adopted here today and the 14 President. This is the beginning of the process, not the 15 end. But I don't think you should minimize the potential 16 enormous importance of our adopting these national 17 performance goals, the objectives under them, and equally important, the commitment that follows to fundamentally 18 19 changing the education system and then holding ourselves and 20 all the other actors in the education system accountable 21 through a much better, more accurate, more comprehensive system of assessment and reporting. 22

The only other point I would like to make is that we have not resolved, obviously, all the issues that we need to resolve. The amendment at the very end on how we will

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report these, our progress in meeting these goals to the
 American people, and how we will involve a broad, bipartisan
 group reflects as much of what we could not agree with the
 White House on as what we did agree on.

5 But that's not the end of the world. We have a 6 lot of work still to be done, and I think the document is in 7 good shape. I want to applaud Governor Campbell and the 8 other members of the Education Task Force and all of you and 9 the staff people who worked so hard on this and what was 10 really a rather remarkably short time from the Education 11 Summit to the present moment.

12 One last thing. All the reporter have asked me 13 whether I thought these were realistic goals or not and 14 whether we could achieve them. I have tried to answer 15 without exception, yes and no. Yes, I believe we can 16 achieve them; no, I do not believe we will achieve them 17 unless we dramatically change our behavior and the behavior 18 of everybody else that's involved in this.

Dr. Boyer and Mr. Kearns gave you some examples of some of the specific things we will have to do in order to achieve these goals, but there's nothing intrinsic in human nature or the nature of the American people which will preclude us from achieving them if we're prepared to exert ourselves, and I hope when you vote today, if you vote for it, you will allow the public back home and the press here

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1	in this room to interpret your vote as a personal commitment
2	to change.
3	Thank you very much.
4	GOVERNOR BRANSTAD: Governor Campbell.
5	GOVERNOR CAMPBELL: Thank you, Mr. Chairman.
6	First, I want to say to my colleague, Bill
7	Clinton, it was a pleasure to work with you all the way
8	through this. Bill has done a tremendous job. And to the
9	rest of you I'd like to say that only am I proud to be a
10	partner in bringing these goals to us today, I think that we
11	fulfill the pledge that we made in Charlottesville. I
12	believe they map a bold vision of education for this
13	country, a vision that's going to challenge every citizen to
14	seek some fundamental changes in our education system.
15	I think that's the important thing. Our aim is
16	excellence in education; our motivation is our need to be
17	able to compete in the global economy. But equally
18	important are the quality of life issues that we talked
19	about. We have an emphasis on education as a community
20	enterprise and a life-long effort. We recognize that
21	American national education goals must provide flexibility
22	for the states and the localities.
23	Public education, as was noted just a moment ago
24	by Dr. Boyer, has largely been a state and local concern.

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That's as it should be. We do have the first responsibility

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to improve our own schools and we can't expect anyone else
do it for us. But in closing I'd just like to share just a
little story with you that kind of brought this thing home
to me better than anything else when I was working on the
education goals.

Our state underwent a tremendously traumatic 6 7 experience when Hurricane Hugo hooked over South Carolina. 8 I know they did in Puerto Rico and in the Virgin Islands. The morning after that particular hurricane came through I 9 10 was on a helicopter and I was flying along the coast and we 11 flew over a small town called McClellanville. We thought it 12 had been evacuated. We were surprised to see a man standing 13 out on the cover to a porch of a school waving a red sweater 14 at us.

15 We landed the helicopter and we had to land in a 16 field that was flooded and waded up to the school. Found 17 out there were 52 men, women and children inside that 18 They had taken refuge in the school against the school. But when the surge tide came it flooded the 19 hurricane. 20 school and the parents got up on tables and held their 21 children up over their heads to keep them from drowning. Somehow or another, that has something to do with what we 22 23 are doing. The parents were willing to sacrifice everything 24 for those children and they found their refuge in the 25 school.

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1	Ladies and gentlemen, I honestly believe that the
2	effort that we are focusing on today leads us to the same
3	conclusion and should lead us to that conclusion as a nation
4	that we do need to sacrifice for the children of this
5	country if we're going to be the great nation that we know
6	that we should be. So, I want to thank all of you for the
7	privilege of working on this. I want to tell you how much
8	it's meant to me and how much I am privileged to have worked
9	with my co-chairman and say thank all of you and urge you
10	to support these goals.
11	GOVERNOR BRANSTAD: Governor Clinton has moved
12	and Governor Campbell has seconded the national education
13	goals. Are you prepared to vote?
14	Governor Bellmon?
15	GOVERNOR BELLMON: Mr. Chairman, it seems to me
16	that in goal one we should add another objective. We seem
17	to have missed a very large segment of our schools. I'd
18	like to suggest some language along this line, that students
19	with disabilities receive special education services needed
20	to enable them to develop their full potential.
21	I don't see any language in here that deals with
22	the children with disabilities. The reference to
23	disadvantaged would seem to be to low-income children.
24	GOVERNOR BRANSTAD: Governor Campbell, do you
25	want to respond to that?

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1	GOVERNOR CAMPBELL: You're talking about
2	GOVERNOR BELLMON: Children with disabilities.
3	GOVERNOR CAMPBELL: And you're speaking to that
4	in lieu of the section that says "by insuring access to
5	quality educational programs for all students, regardless of
6	race, national origin, sex or handicapping condition, that
7	federal funds should target those students." This is in the
8	plan on page 8, which is a part of it and it was referenced
9	in another section specifically on the school year. If you
10	go back to page 8, it's italicized.
11	GOVERNOR BRANSTAD: Which means it was added by
12	amendment yesterday.
13	GOVERNOR BELLMON: It seems to me that it belongs
14	as one of our objectives.
15	GOVERNOR CAMPBELL: The term is more spell out.
16	Objectives says, "all disadvantaged children to high-quality
17	and developmentally appropriate pre-school programs." Is
18	that the one you're speaking of?
19	GOVERNOR BELLMON: Right.
20	But the disadvantaged term would seem to refer to
21	financially disadvantaged.
22	GOVERNOR CAMPBELL: We tried to go back into this
23	because that was one of the discussions, was what exactly
24	were you talking about by "insuring access to quality
25	programs for all students" and then it goes on through that,

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1	on number 8, "including or handicapping conditions." I have
2	no objection to adding the term "developmentally disabled."
3	That doesn't bother me at all. to do it, but we did try to
4	address it.
5	Perhaps Bill Clinton would like to speak to that
6	item, also.
7	GOVERNOR CLINTON: I basically agree with you.
8	(Laughter.)
9	GOVERNOR BELLMON: Mr. Chairman, the reference on
10	page 8 is limited to the federal government sustaining it's
11	role. I think the states have a role in taking care of the
12	needs of people with disabilities as well.
13	GOVERNOR BRANSTAD: You're proposing an
14	amendment, then, to the first goal, is that right?
15	GOVERNOR BELLMON: I'm proposing to add a fourth
16	objective.
17	GOVERNOR BRANSTAD: Under the first goal?
18	GOVERNOR BELLMON: Right.
19	GOVERNOR BRANSTAD: Do you have that amendment in
20	writing?
21	GOVERNOR BELLMON: Yes, I have it in writing.
22	GOVERNOR BRANSTAD: Has it been distributed?
23	GOVERNOR BRANSTAD: It has not.
24	GOVERNOR CLINTON: Has Governor Bellmon read it?
25	Did he read it in toto?
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# 66400101 DAV/swid

1	GOVERNOR BRANSTAD: Would you read the amendment
2	and then have it distributed after you've read it.
3	GOVERNOR BELLMON: The language would be,
4	"students with disabilities will receive special education
5	services needed to enable them to develop their full
6	potential."
7	GOVERNOR BRANSTAD: That would go as an
8	additional objective under goal 1.
9	GOVERNOR BELLMON: Right.
10	GOVERNOR BRANSTAD: Have copies of that been
11	made, yet?
12	GOVERNOR BELLMON: We don't have copies.
13	Governor, would you read it again?
14	GOVERNOR BRANSTAD: It's a pretty straight-
15	forward and understandable amendment. If there are no
16	objections we can take up the amendment. I'll ask Governor
17	Bellmon to read it one more time so that we are sure that
18	everybody understands what is being proposed, then we will
19	take up the amendment.
20	GOVERNOR BELLMON: This would be intended as a
21	fourth objective under goal 1. The language would be,
22	"students with disabilities will receive special education
23	services needed to enable them to develop their full
24	potential."
25	GOVERNOR BRANSTAD: Is there a second to that?
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#### Governor Clinton?

2 GOVERNOR CLINTON: Governor Branstad, I have been 3 consulting with the people around me here, and let me just 4 make a suggestion and see if Governor Bellmon will entertain 5 it.

6 There is, as you know, now federal legislation 7 dealing with the treatment and provision of services for 8 disadvantaged or disabled pre-school children. Perhaps what 9 we ought to do is just to say that all disadvantaged and 10 disabled children will have access to high-quality and 11 developmentally appropriate programs to help prepare 12 children for school.

13 He's absolutely right. The states do have some independent responsibility. But there is also a federal law 14 on this very subject now, and I think that maybe the 15 16 simpler, more direct way, if it does the same thing that he 17 wants to do, it would be easier for us to just integrate it into the document and we could process it quicker if we said 18 all disadvantaged and disabled children would have access to 19 high-quality and developmentally appropriate pre-school 20 21 programs that held prepare children for school. 22 GOVERNOR BRANSTAD: Would Governor Bellmon accept 23 that as a friendly substitute amendment? GOVERNOR BELLMON: The problem with that is, Mr. 24

25 Chairman, it's help is limited to helping prepare children

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1	for school. Disadvantaged children need help all the way
2	through school.
3	GOVERNOR BRANSTAD: But this particular goal
4	deals with that all children in American will be ready to
5	start school. So this objective is part of a goal which is
6	directed towards having children ready to begin school. As
7	Governor Campbell pointed out, this issue is also addressed
8	in another goal on page 8. But I think your concern was
9	that the states have some responsibility here, as well as
10	the federal government, as well.
11	Is that okay?
12	GOVERNOR BELLMON: Yes, that will be fine.
13	GOVERNOR BRANSTAD: Is there a second to this
14	substitute amendment?
15	VOICE: Second.
16	GOVERNOR BRANSTAD: We have a second.
17	The substitute amendment is very straight-
18	forward. It would be in this first objective. All
19	disadvantaged and disabled children will have access to
20	high-quality and developmentally appropriate pre-school
21	programs that will help prepare children for school.
22	All in favor, signify by saying, aye?
23	(Chorus of ayes.)
24	GOVERNOR BRANSTAD: Opposed?
25	(No response.)
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1	GOVERNOR BRANSTAD: It is approved.
2	If there are no further amendments, we will
3	proceed to a vote.
4	All those in favor, signify by saying, aye?
5	(Chorus of ayes.)
6	GOVERNOR BRANSTAD: Opposed?
7	(No response.)
8	GOVERNOR BRANSTAD: The goals have been approved.
9	I will now recognize Governor Clinton for the
10	resolution supporting these goals that we've just adopted.
11	GOVERNOR CLINTON: Mr. Chairman, I move the
12	adoption of Governor Castle's resolution for dissemination
13	and support of the goals that should be before you.
14	VOICE: Second that motion, Mr. Chairman.
15	GOVERNOR BRANSTAD: We have a motion and a
16	second.
17	I would recognize Governor Castle to address this
18	resolution which he proposed in the Education Task Force.
19	Governor Castle?
20	GOVERNOR CASTLE: Thank you very much, Mr.
21	Chairman.
22	I think the resolution is fairly self-
23	explanatory. I've already spoken to this, so some of you
24	have already heard this before. But I feel it is very, very
25	important that we adopt these goals. I think the Committee
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does deserve great congratulations for getting us to that
 position.

Bill Clinton said we should interpret our vote as 3 a personal commitment. I also believe that we need to make 4 a personal commitment well beyond this. I don't believe 5 that the mere adoption of these goals by the President of 6 7 this country or by the President and the governors of this 8 country is going to change education as dramatically as we would like to. I think it is only going to happen if we now 9 carry the word out, and we have been doing that. LIke all 10 of you, I've had hearings around my state. I have written 11 12 I think every governor here has been doing that in reports. 13 the course of last year and trying very hard.

Now that we have these new goals we need to make sure that every educator, parent, business person and anybody interested in education is aware of what the goals are and what we are trying to achieve in this country by the changes that are here.

I think we also have to make everybody aware of why it is important to make changes. I'm not sure that even a lot of the educators truly understand that change must come, and there are important reasons why there must be change. If it's going to be sold -- I think it's going to be sold from within this room with our blood, sweat and tears. So we will have to go out and make a difference.

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1	And the purpose of this resolution is simply to
2	acknowledge that fact, that this is a beginning and not an
3	end. We still have a long ways to go and, hopefully, we can
4	combine our forces as governors in this country with the
5	President and everyone else who is interested in education
б	to make sure that by the year 2000 we can look back and see
7	that we did achieve these goals.
8	GOVERNOR BRANSTAD: Governor McKernon?
9	GOVERNOR MCKERNON: Thank you, Mr. Chairman.
10	I just want to echo Governor Castle's comments.
11	I think if nothing else, we are clear from Dr.
12	Boyer and Mr. Kearns' presentations today that there is a
13	lot more work that has to be done. This is only a
14	beginning. It is a very necessary consensus on what has to
15	be done. But I think it is just critical for all of us to
16	take this message back to our states.
17	I want to just give you one thought because what
18	struck me, as I have done it in our State of Maine, is the
19	fact that the educational establishment, contrary to what
20	many of us might have thought, seems prepared to make these
21	kinds of major changes if we want to go out and work with
22	them, and I think it is critical if we are to accomplish any
23	of these goals to understand that we are not going to do it
24	with the current system.
25	I think by the year 2000 we are going to be
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1 2 3 4	looking at year-around schools, full-time teaching professionals, and kids in school, as Dr. Boyer said, a lot longer than they now are if we're going to be serious about
3	
	longer than they now are if we're going to be serious about
А	
4	obtaining these, as well as more parental involvement.
5	That's going to have to come as well from corporations.
6	So I think this has to be disseminated. It has
7	to be discussed and discussed and discussed.
8	GOVERNOR BRANSTAD: Governor Sinner I want to
9	try to get this to a vote as soon as I can.
10	Governor Sinner?
11	GOVERNOR SINNER: Mr. Chairman, I'll be very
12	brief.
13	I think it's extremely important that we, as
14	governors, realize that there have been a lot of people for
15	a long time that have said all the things we are trying to
16	say today. They have been Members of Congress, they have
17	been members of legislatures, they have been educators. I
18	think what we need to tell the people is not that we're
19	inventing some new wonderful program, but that we're
20	elevating the highest level we know how to elevate to this
21	critical need for educational change.
22	The President, in calling the summit, I think
23	started the process probably at the behest of some of the
24	people in this room. But it isn't that it's original with
25	us. We are simply adding to a building chorus of leaders in

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1	a lot of other areas in Congress, the legislature and the
2	education field itself, and the business sector. As David
3	Kearns has pointed out, our effort here is simply to say
4	amen from our position as chief executives in the states and
5	this effort to help finally bring the dissemination of that
6	truth that a lot of people have taught us is probably the
7	most critical thing we can do right now.
8	So, I heartily support the resolution.
9	GOVERNOR BRANSTAD: Further discussion?
10	(No response.)
11	GOVERNOR BRANSTAD: Governor Clinton has moved
12	the resolution supporting the goals that have already been
13	approved. All those in favor of the resolution, signify by
14	saying, aye?
15	(Chorus of ayes.)
16	GOVERNOR BRANSTAD: Those opposed, signify by
17	saying, nay?
18	(No response.)
19	GOVERNOR BRANSTAD: The ayes have it; it is
20	approved.
21	We have another resolution that is entitled Peace
22	Divided.
23	I would recognize Governor Celeste from Ohio to
24	present this resolution, which is consistent with NGA
25	policy.
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#### 66400101 DAV/swid

1	GOVERNOR CELESTE: I'd like to move the
2	resolution entitled Peace Dividend, which was, as I
3	understand it, authored by Governor Cuomo and submitted to
4	the Executive Committee and considered today in Executive
5	Committee session.
6	GOVERNOR BRANSTAD: Let me ask for a second?
7	GOVERNOR GARDNER: Second.
8	GOVERNOR CELESTE: Mr. Chairman, I think it's
9	appropriate that we take this up at this time as an
10	organization. For as long as I have been here we have tried
11	to address budget issues in a responsible and bipartisan
12	fashion.
13	I think that this resolution in four paragraphs
14	sets down in a manner very consistent with NGA policy our
15	hope and expectation that should there develop a peace
16	dividend for this country that it would be dedicated both to
17	the bringing down of the deficit, which poses so many
18	problems for us directly and indirectly, and investing in
19	those productivity-oriented investments with an emphasis on
20	education.
21	And so, as a consequence, I would strongly urge
22	that we pass the resolution.
23	GOVERNOR ROEMER: Mr. Chairman, I'd like to speak
24	to this also.
25	I spoke to Governor Cuomo this morning, and
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Governor Celeste accurately identifies his interest in this
 resolution.

As we come out of this meeting and the meeting with the President, I think it's absolutely necessary that we not only say to the nation that we want to achieve these goals, and here are the goals, we've got to recognize, as Governor Clinton indicated, that we're not going to get there without change.

Two significant things I think are happening in 9 the last few months. One, this country is ready for a 10 11 revolutionary change in commitment to education. The other event is in Eastern Europe we have something that is 12 It has not happened in 50 to 70 years, and that 13 monumental. is a reorientation of priorities of much of the world in 14 15 reference to reducing arms and the cost of defenses. We 16 need to join these two together.

Now, it's clear that NGA has a policy that states that any peace dividend needs to be balanced among several areas. But I think it's important that we send a message to the country today and tomorrow, when the President joins with us, that is you don't get there by just saying we want to go. You get there by changing behavior, by reallocating priorities and resources.

24Therefore, I believe that this resolution should25be tied to our adoption of the goals, and I think it's not a

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1	question of if we can get it. We have to get this peace
2	dividend or we have to make some other change in this
3	country's policy, or else we're not going to close the gap
4	that we have created. Therefore, I would urge us strongly
5	not only to pass the resolution, but to communicate clearly.
6	I think one of the most dangerous things we have
7	is to stand up together with the president and say, we've
8	got to do this in ten years. You've got to pay for it,
9	you've got to make a sacrifice, you've got to make some
10	changes in policy, and this is only the first step in that
11	change.
12	GOVERNOR BRANSTAD: Governor Campbell?
13	GOVERNOR CAMPBELL: Mr. Chairman, I do not
14	disagree in any way that we have to stand behind the effort
15	toward education at the state and federal level. However, I
16	don't want to leave the impression that the totality of this
17	peace dividend resolution is entirely in the education-
18	funding field. I think that would be misleading to the
19	public.
20	Quite frankly, it states specifically that we
21	should divide our effort, number one, to bring down as
22	Governor Celeste has said, bring down the deficit which, as
23	we know, as we take the pressure off the market place, we
24	hopefully can get some relief in interest rates, which helps
25	all of us, and our industries become more competitive. That

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is an integral part of this resolution as presented by
 Governor Celeste.

The second part of this resolution speaks to the NGA budget policy, which has already been adopted, which speaks specifically to investment in productivity enterprises inclusive of not only hard infrastructure but human resources. That, of course, speaks a little beyond just the education.

9 I think it is important that we put the term 10 education in there, recognizing that education is a part of 11 that in the development of human resources. But I wouldn't 12 want us to go out of here in any way leaving an impression 13 that this was specifically and completely aimed in that 14 direction, and I just wanted to make that statement.

15 GOVERNOR BRANSTAD: Governor Thompson from
16 Wisconsin.

17GOVERNOR THOMPSON: Thank you very much, Mr.18Chairman.

19 I, too, would like to make a clarification if I
20 might, and that is, in response to Governor Roemer's remarks
21 that we have to stand up united against the President.

I don't think it's we against the President or we against Congress. If you read the first paragraph you will find that the President has directed his Secretary of Defense to review defense spending. It appears to me the

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1	President is doing his part.
2	I don't think we want to go on record as saying
3	it's the governor against the President, that we have to
4	stand up against him and demand from him because it appears
5	to me the resolution already speaks to that. It appears to
6	me that the President is doing his part by directing the
7	Department of Defense to review defense spending.
8	I think that clarification should be on the
9	record, as well.
10	GOVERNOR ROEMER: A point of order, Mr. Chairman.
11	GOVERNOR BRANSTAD: We have a point of order.
12	Yes, Governor?
13	GOVERNOR ROEMER: A point of clarification.
14	I didn't in any way say that we're against the
15	President. I didn't say that. I just don't want anybody in
16	this room to feel that I said that. I did not say that in
17	any way that I think we need to stand up against the
18	President. I just don't want that to be an interpretation
19	of my remarks.
20	GOVERNOR BRANSTAD: It's my understanding that
21	Governor Dukakis has a friendly amendment.
22	GOVERNOR DUKAKIS: I hope so, Mr. Chairman.
23	(Laughter.)
24	GOVERNOR DUKAKIS: I strongly support the
25	resolution, but I wonder if there would be any objection to
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1	adding in the final sentence, "we urge the President and the
2	Congress" I assume, Governor Celeste and Governor Roemer,
3	that the Congress has got to be a part of this.
4	Personally, I think it's unfair to direct this
5	just to the President. They're going to have to be a
6	player; they're going to have to be parties to this.
7	GOVERNOR BRANSTAD: Any objections?
8	Do we have a second?
9	GOVERNOR CELESTE: Mr. Chairman, I certainly
10	would have no objection to that amendment. I think it's
11	consistent, frankly, with the way we've directed NGA budget
12	policy in the past at both the President and the Congress.
13	GOVERNOR GREGG: Second.
14	GOVERNOR BRANSTAD: Governor Gregg has seconded
15	Governor Celeste and I think both Governor Celeste and
16	Governor Roemer have endorsed it. I would point out that
17	this is indeed consistent with the NGA policy that we
18	already have in place.
19	Governor Stephens from Montana?
20	GOVERNOR STEPHENS: Mr. Chairman, I would just
21	make one minor grammatical suggestion.
22	Can you hear me?
23	GOVERNOR BRANSTAD: I can hear you, but your
24	microphone isn't working.
25	GOVERNOR STEPHENS: How's that?
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1	GOVERNOR BRANSTAD: That's better.
2	GOVERNOR STEPHENS: Just to save us any small
3	degree of embarrassment from the English teachers who are
4	going to look at this resolution, we might want to on the
5	third to the last line remove the word "between" and insert
6	in lieu thereof "among" since we are talking about more than
7	two. We're talking about the federal deficit, education and
8	productivity.
9	(Applause.)
10	GOVERNOR BRANSTAD: Second to that?
11	There appears to be broad support for that.
12	(Laughter.)
13	GOVERNOR BRANSTAD: Governor Celeste accepts
14	that.
15	I guess I would ask that both of these be
16	incorporated. We will vote on the corrections, both the one
17	offered by Governor Dukakis and the one offered now by
18	Governor Stephens, which was really I guess more just a
19	clarification in terms of grammatically to be correct.
20	All in favor of the amendment, signify by saying,
21	aye?
22	(Chorus of ayes.)
23	GOVERNOR BRANSTAD: Opposed?
24	(No response.)
25	GOVERNOR BRANSTAD: The amendment is approved.
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We now are on the peace dividend resolution, as 1 2 amended. Discussion? 3 (No response.) 4 GOVERNOR BRANSTAD: All in favor, signify by 5 saying, aye? 6 (Chorus of ayes.) 7 **Opposed?** 8 GOVERNOR BRANSTAD: 9 (No response.) 10 GOVERNOR BRANSTAD: It is approved. Thank you 11 very much. First of all, I want to thank all of you for your 12 active participation in this. I think it's a very historic 13 14 step for the National Governors Association. We recognize 15 it as one important step along the way. 16 Tomorrow we will meet with the President. We will share these goals with him. But it's important to 17 18 remember that the goals are not just the goals of the National Governors Association or the President of the 19 20 United States. These are truly goals that need the support 21 and active involvement of the parents, teachers, school leaders, business leaders, the entire population of this 22 They are national goals for America. 23 nation. 24 I want to thank all of you for your hard work in 25 this effort.

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1	One last announcement that I would like you to
2	pay attention to because it involves offering additional
3	amendments for resolutions. The rules of procedure require
4	that individual governors and committees who intend to offer
5	proposed policies that were not included in the required 15-
6	day advance mailing must give notice and provide a copy of
7	their proposal at least one session or at the close of
8	business of the day before the vote is taken. Please give a
9	copy of any proposal to suspend the rules ot Jim Martin of
10	the NGA Staff no later than 5 p.m.
11	I'm informed that Carla Hills is waiting to meet
12	with the Governors in Columbia A.
13	The first Plenary Session of the Winter Meeting
14	of the National Governors Association is adjourned.
15	(Whereupon, at 3:35 p.m., the meeting was
16	adjourned.)
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# TRANSCRIPT OF PROCEEDINGS

NATIONAL GOVERNORS' ASSOCIATION

WINTER MEETING

SPECIAL SESSION ON

INTERNATIONAL ENVIRONMENTAL ISSUES

Washington, D. C.

Monday, February 26, 1990

ACE-FEDERAL REPORTERS, INC. Stenotype Reporters 444 North Capitol Street Washington, D.C. 20001 (202) 347-3700 Nationwide Coverage 800-336-6646

#### NATIONAL GOVERNORS' ASSOCIATION

#### **1990 WINTER MEETING**

#### SPECIAL SESSION ON

#### INTERNATIONAL ENVIRONMENTAL ISSUES

Hyatt Regency Capitol Hill

400 New Jersey Avenue, N.W.

Yorktown Room

Washington, D. C.

Monday, February 26, 1990

8:15 a.m.



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#### PROCEEDINGS

#### [8:15 a.m.]

GOVERNOR BRANSTAD: May I have your attention, please. I would like to ask the Governors to take their seats.

We are privileged this morning to have a very 6 7 special quest, Secretary of State, James Baker. James Baker has held a number of important positions in the last two 8 9 Administrations, including White House Chief of Staff, 10 Treasury Secretary and Secretary of State. In each of those 11 capacities he's worked very closely with the governors. We 12 appreciate his taking time out of his busy schedule to meet 13 with us this morning and to address one of the critical 14 issues the Governors' Association is focusing on this year.

Last year, under the leadership of Jerry Baliles 15 16 -- former Governor Jerry Baliles from Virginia, the National 17 Governors' Association focused on global issues and the impact that global issues have on our ability to compete. 18 19 This year our focus is on building a consensus for change in education and the environment. Most of the discussion thus 20 21 far has been on the education goals and the consensus 22 building approach in dealing with the issues of education.

We also have two task forces dealing with the environment. One is focusing on global climate change and the other on waste management.

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1	The Secretary of State is here to address the
<sup>.</sup> 2	environmental issues today, but I would also hope that he
3	might give us some insight as to some of the dramatic
4	changes that we have seen just in the last few days.
5	Certainly what's happened in the last year during his time
6	as Secretary of State in Eastern Europe is exciting and
7	encouraging. What's happened in the elections in Nicaragua
8	and also in Lithuania are things that we wouldn't have
9	probably dreamed were likely to happen even a few days ago.
10	We are living in exciting and changing times and
11	we are very appreciative to have the Secretary of State, who
12	is certainly a true leader for this country, dealing with
13	those issues here to address the Governors' Association and
14	discuss the environmental issues and the important role the
15	United States can play in addressing the global
16	environmental problems.
17	James Baker, the Secretary of States.
18	(Applause.)
19	SECRETARY BAKER: Thank you very much, ladies and
20	gentlemen.
21	Picking up on your suggestion, Terry, before I
22	begin perhaps I should say a word about the election in
23	Nicaragua. In this year of remarkable political change
24	freedom, I think it's fair to say, won another victory
25	yesterday in Nicaragua. For those of you who are interested

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in the latest vote count, with 61 percent of the polling
places counted, Violetta Chomorro now leads by a margin of
55 percent to 41.5 percent. We congratulate, of course, the
Nicaraguan people for their steadfastness and their
patriotism throughout this electoral process. We
congratulate Mrs. Chomorro and all of the good, brave people
in the UNO Coalition on their victory.

8 But we also commend Daniel Ortega and the 9 Sandanista Government for carrying out this commitment to 10 conduct elections under international supervision.

We pay special tribute to all of those whose presence as international observers contributed so greatly to protecting the integrity of the electoral process. We hope that yesterday's election will mark the beginning of permanent peace and democracy for the people of Nicaragua.

(Applause.)

17 SECRETARY BAKER: And of course we hope that all 18 sides in this hotly fought contest will extend the hand of 19 national reconciliation and cooperate together in rebuilding 20 their country for the good of all Nicaragua. We very much 21 hope that the cease fire will be reinstated immediately 22 under United Nations supervision and that it will be 23 strictly respected by all sides. We are confident that the 24 international community will rally in support of Mrs. Chomorro's Government. We look forward to working with 25

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President-elect Chomorro in support of her stated goals, .
 which are national reconciliation and economic
 restructuring.

The international community, of course, will also insist that the decision of the Nicaraguan people be respected and that full civil and military power be transferred to the newly-elected government.

Now, ladies and gentlemen, I have had the 8 9 privilege of addressing the NGA in some of my past 10 incarnations in government. I'm very pleased to have this 11 opportunity to talk with you today about the environment. 12 As I told Governor Branstad on the way in, I don't profess 13 to be an expert on the environment. But the environment is 14 becoming more and more important as one of the foreign 15 policy priorities of this country and is something that we consider much more frequently now in our foreign policy 16 17 dialogue with other countries.

18 It's a subject that happens to be very important 19 to me personally, even though I'm not an expert in it. It's 20 obviously very important to you and to the 50 States and it 21 is important as well to our foreign policy.

Perhaps a little bit of history may be in order to begin with. In 1852 Chief Seattle responded to a request of the U.S. Government to purchase some Tribal lands for arriving pioneers. The Chief replied, the earth does not

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belong to man. Rather, man belongs to the earth. All
 things are connected like the blood that unites us all. Man
 did not weave the web of life. He is merely a strand in it.
 And the Chief warned, whatever he does to the web, he does
 to himself.

6 The settlers, of course, kept moving west. My 7 own great-grandfather among them. These independent, hard-8 working and courageous people helped to make our great 9 nation what it is today. Even for those of us whose 10 ancestors might not have taken part in the westward saga, 11 the pioneers I think still epitomized the essence of the 12 American spirit.

Yet, by the close of the century it had already become evident I think to many Americans from the developed East and the developing West alike that America's bounty was indeed not inexhaustible. It had become apparent that we needed to take responsibility for protecting and replenishing our natural resources so that future generations could enjoy them as we have.

In 1908, at the White House, President Theodore Roosevelt convened a conference on the conservation of natural resources. The first conference of its kind not only in the United States but in the entire world, and it was known as the conference of governors. It is fair to say that the conference was the single greatest stimulus to the

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creation of a responsible national environmental policy for
 the United States.

3 Now, as we plan ahead for the next century, I 4 think we've got to remember the lessons of the 19th and 20th 5 Centuries. From America's native peoples we have learned 6 that we simply cannot take nature for granted. We've got to 7 cherish it and respect its God-given dignity. From our 8 forefathers we have learned that nature is not a cornucopia 9 of unending supply. We must give back to the earth if we 10 are to continue to draw from it.

11 From the history of the conservation movement in 12 the United States we've learned that state and federal 13 governments, business and labor, national organizations and 14 individual citizens must all work together if we are to 15 craft effective environmental policies.

Finally, we know from our own experience in this interdependent world that we must think local and act global. We cannot serve America's environmental interests effectively unless we are willing to address world-wide environmental concerns, and, of course, that's the point at which foreign policy enters the picture, which is what I'd like to talk with you about briefly today.

The foreign policy objectives of the United
States are grounded in the basic values of the United
States. We seek to encourage democracy to foster

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prosperity through economic liberty, to insure security and
 to improve effective international cooperation that
 addresses our common interests.

4 What is not well-known, however, is that our 5 environmental concerns have a major role to play in the achievement of each of these objectives. 6 Democracy, 7 prosperity, security, cooperation and the environment, they 8 are all interconnected. That's why the President and I are committed to ensuring that environmental issues are fully 9 10 integrated into our diplomatic efforts. This is, if you 11 want to put it this way, the greening of our foreign policy.

12 So, first, I would like to discuss how our 13 efforts to consolidate democracy are linked to our 14 environmental efforts. Democracies, dependent as they are 15 on an informed citizenry, and open society and 16 accountability in government, afford the greater scope for 17 responsible environmental action. The conservation movement is one of the greatest success stories for grass roots 18 19 democracy in the United States of America. When we defend 20 and promote democratic and environmental values we express 21 the essence of what we believe is essential for all nations to make progress, developed nations and developing nations 22 23 alike.

Let me give you an example that I think is pretty vivid of how those who believe in democracy and

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environmentalists can make common cause. In Eastern Europe
 -- and Terry referred to this in his introduction - environmental concerns were championed by democratic
 opposition groups long before the people power revolutions
 of last fall. In fact, environmental issues helped
 galvanize the push for democracy in Eastern Europe.

7 It was an international environmental conference
8 in Sofia, Bulgaria that helped to spark the popular
9 revolution. The Ecoglasnost Association, formed in
10 anticipation of that conference, is now one of Bulgaria's
11 largest grass roots organizations and democratic opposition
12 groups. So, in Bulgaria ecoglasnost gave the term green
13 revolution a whole new meaning.

14 The environment is clearly one of those points of 15 mutual advantage between East and West that we are pledged 16 to seek as we try to leave the Cold War behind us. To help 17 the Eastern Europeans help themselves in the crucial area of 18 environment, we are offering our whole experience in dealing 19 with these issues. We are offering to the emerging 20 democracies grants and concessional loans, joint projects, 21 training and technology, as well as guidance in drafting 22 laws and regulations. For instance, we have proposed a 23 joint United States-Czechoslovak study to determine the most 24 cost effective way to deal with Czechoslovakia's very 25 serious air pollution problems. We are providing clean coal

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technology to Poland in part to arrest the tragic defacement
 of Krakow's historic architectural treasures. Treasures
 that are literally being eaten away day by day.

For the region as a whole we have promoted participation in the Budapest Regional Environmental Center first announced by President Bush last July with the Soviet Union. Foreign Minister Shevardnadze agreed to my request last May add to our meetings a fifth major agenda item on transnational or global concerns. Environment is the most prominent issue in these ongoing discussions.

Narcotics and terrorism are similar issues. 11 The sum total of all of these projects will 12 reinforce the trends toward democracy in the East. That is, 13 governments that are responsible to the people and to the 14 15 concerns of the people. Which brings us to our second major 16 objective, promoting prosperity and economic liberty. Just as political freedom and economic liberty go hand in hand, 17 18 so, too, do sustained growth and a healthy environment. Strong economies provide the material means with which to 19 20 protect the environment.

These relationships are symbiotic. They are expressed the concept called sustainable development. Sustainable development, to put it simply, is a way to fulfill the requirements of the present without compromising those of the future. When policies of sustainable

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development are followed our economic and our environmental
 objectives are both achieved. In fact, America's approach
 to bilateral and multilateral assistance is based on the
 concept of sustainable development.

5 Providing market based incentives, eliminating 6 structural impediments and ending international trade 7 practices distort global markets. All will general an 8 economic dynamism that benefits the developed world and the 9 developing world alike.

Let me give you a few examples of how we are trying to make the concept of sustainable development work through our bilateral assistance efforts. In Rwanda we are sponsoring a project linking the economic benefits of tourism with conservation of two unique species rich protected areas.

16 In other developing countries around the world we 17 are fostering biodiversity. By so doing we can increase the 18 availability of natural products for commercial purposes. 19 Life saving pharmaceuticals and other marketable goods, such 20 as food and dies, can result. And ongoing Agency for 21 International Development project in Indonesia focuses on 22 the management and conservation of exotic native fruits 23 which may prove marketable. This project also promotes the 24 management practices needed to stem the want and destruction 25 of tropical forests.

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1	Innovative efforts such as debt for nature swaps
2	are also important. These, like all other debt reduction
3	efforts, must involve some basic structural reform if
4	they're going to be successful. Debt swaps, as I learned
5	during the three and half years that I served at the
6	Treasury Department, are not a panacea for debt reduction,
7	nor can they single-handedly solve environmental problems.
8	But, debt swaps can help with both of these problems.
9	On the multilateral level the development banks
10	can play a key role in promoting environmentally sustainable
11	growth. We will continue to encourage the multilateral
12	development banks to strengthen their policies, their staff,
13	and their training, and we hope that other donor countries
14	will join our efforts to integrate environmental assessments
15	into all of the operations of these development banks.
16	I know that there have been and continue to be
17	some rather dramatic calls by some for the establishment of
18	new financial institutions or mechanisms to provide
19	environmental assistance. But before we spend our scarce
20	resources on creating new bureaucracies, I think it makes
21	good sense to make maximum use of the multilateral tools
22	that are already in existence and to reinforce some of our
23	existing institutions.
24	Similarly, before we dedicate additional
25	resources toward international environmental efforts, we're
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going to need to know exactly how much it's going to cost and how much will be required. Substantial funding for environmental projects is already available. We fully recognize, however, that developing countries may need some additional aid in order to meet the incremental costs which are associated with fulfilling their international environmental obligations.

Our third key objective is ensuring global 8 9 security. Solid democracies and sound economies cannot 10 prosper in unsafe surroundings. We have long worked in 11 partnership with friendly nations to protect ourselves 12 against traditional security trends from hostile 13 governments. But in today's world traditional concepts of 14 threats to the security of our citizens need to be updated 15 and they need to be extended to include the new trans-16 national dangers, with environmental degradation being 17 foremost among them.

18 Environmental threats respect no border. Thev 19 threaten human lives and they violate the territorial 20 integrity of states both from within and from without. 21 Chernobyl, the classic example of the ills of the stagnant 22 Brezhnev era, showed us how lives can be needlessly 23 endangered when governments fail to act quickly and 24 responsibly to protect their own citizens and to protect the 25 people of neighboring countries.

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Not surprisingly, the drug cartels that threaten
 the health of the world community also damage the
 environment. As I pointed out at a special session of the
 United Nations on narcotics last week, traffickers in the
 Andes are destroying vast tracts of forest for their drug
 labs and they are dumping millions of gallons of precursor
 chemicals into rivers.

Forty years ago we and our North Atlantic Treaty Alliance partners pledged to safeguard the common heritage and civilization of Europe against our common enemies. As we have seen defending Europe's environment from the threat of pollution is just another way for the West to help the peoples of the East realize their dream of a Europe that is whole and a Europe that is free.

15 Our fourth objective is enhancing effective 16 international cooperation that addresses our common 17 interests. As we have seen, many of today's problems, environmental problems especially, have world-wide 18 19 consequences. They demand world-wide or global solutions. 20 All nations share responsibility for the protection of the 21 international community. No national alone, however great 22 that nation is, can dictate fully the course of human 23 events, nor fully protect its own natural resources, and no 24 nation, however small that nation might be, is without the 25 power to act for the health of the global economy. **All** 

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countries must act responsibly and all countries must work
 together.

I am glad to say that more than ever before 3 nations all over the world are working together on global 4 environmental problems. Let me give you two examples, one 5 of which is global climate change. Just a few weeks ago the 6 7 President addressed the Intergovernmental Panel on Climate Change. He was the first head of state to speak before this 8 9 panel and his presence demonstrated I think the seriousness 10 with which our government regards this question, as well as our dedication to finding appropriate scientific, economic 11 12 and environmental solutions.

13 The President reiterated our policy toward 14 climate change. It's a policy that we call the no-regrets 15 policy, and we encourage other nations to adopt a similar 16 approach. Just what do we mean by no-regrets? We mean that 17 while we are pursuing the serious scientific research that 18 is critical to any responsible approach we are also hedging 19 our bets in an economically sound way. We mean that the 20 United States is making a major financial commitment to 21 analyze these scientific issues, increasing our funding for 22 the United States global change research program to over \$1 23 billion, and we mean that we are prepared to take actions 24 that are fully justified in an of their own right and which 25 have the added advantage of coping with greenhouse gases.

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They are precisely the policies that we will never have any
 cause to regret.

Specifically, we are committed to phasing out 3 chlorofluorocarbons by the year 2000 to protect the ozone 4 layer. CFC's also contribute significantly to the 5 greenhouse affect. Next, the President has launched a major б reforestation initiative called American the Beautiful. 7 Under this multi-year program our citizens will plant one 8 9 billion trees each year in partnership with the government 10 and the business community. The trees will provide, of 11 course, habitats for wild life, stem soil erosion, provide 12 recreational facilities, offer employment and generate 13 forest products. At the same time, the trees will help 14 absorb carbon-dioxide, a major greenhouse gas.

Finally, we are dedicated to a program of energy conservation and energy efficiency. This contributes to efficient use of scarce energy supplies. It reduces our dependence on foreign energy sources and saves all of us money, citizens, government and industry alike. Moreover, decreasing the use of the fossil fuels will reduce greenhouse gas emissions.

If the results of international scientific research demonstrate that climatic conditions will not change in a significant way, we will have no regrets for these actions because they have provided -- or will have

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provided us with other benefits. If, on the other hand, the
 findings of our research turn out to be more trouble, we
 will have taken prudent steps toward solving the problem in
 a cost effective way.

5 We urge other nations to join us in our no-6 regrets effort.

7 A final example of global cooperation involves a 8 denizen of the animal family, a party animal, if you will. 9 Some might say he is a partisan creature. But I think he 10 has bipartisan values and virtues. Sadly, he is listed 11 among the severely endangered species, and I would suspect 12 that perhaps even the Democrats among us might agree that if 13 we let our old friend the elephant pass from the earth we 14 would all be somewhat diminished. Therefore, last summer 15 the United States led the way in banning the international 16 trade in ivory. Now a global effort is underway. Most other nations have joined us, and although some trading in 17 18 ivory continues, I believe we can all work together to 19 develop and enforcement system that saves the African 20 elephant.

The environmental efforts that I've mentioned here today are illustrative of the many ways the Bush Administration is acting to protect the environment nationally and internationally. This morning I have not even begun to touch upon our no net loss of wet lands

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1 policy, our opening of formal discussions with Canada on 2 acid rain, or our drift net fishing resolution that was adopted unanimously by the United Nations. Nor have I 3 4 touched upon another major environmental initiative of this 5 Administration, crafting a revised clean air act with incentives for our private sector to find creative market б 7 driven solutions to enhance air quality. And I'm very 8 hopeful that we will soon be able to sign the Basel 9 Convention which controls the exports of hazardous wastes.

The United States, ladies and gentlemen, is doing 10 11 all of these things because it serves our own national 12 interest to do them. We are also doing them because they are fundamentally the right thing to do. The great early 13 14 pioneers of American conservation recognized these truths 15 and they found effective ways to act upon them. Their views 16 didn't always prevail with the officials of their era and 17 they certainly didn't always agree with one another.

18 Controversies that raged around the Governors' 19 Conference back in 1908 continue down to this day. Indeed, 20 environmental issues have never been simple and they never 21 will be. Environmental problems are complex and 22 environmental problems are sometimes very slow to develop, 23 and sometimes we are even slow to recognize them. Yet. 24 despite the intense debates, despite all the uncertainties, 25 despite the shear complexities involved, there remains

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1	before us, as there remains before all peoples, the
2	unquestioned responsibility to act.
3	Emerson, the 19th Century American essayist and
4	poet, put it this way when he said, "We do not inherit the
5	earth from our ancestors; we borrow it from our children."
6	So this is a sacred debt that must be honored. The splendor
7	of nature enfolds and unites all of humankind. So, now
8	together the earth's peoples must work so that this precious
9	web of life shall embrace in beauty and embrace in peace all
10	of the generations to come.
11	Thank you very much.
12	(Applause.)
13	GOVERNOR BRANSTAD: Secretary Baker has got a
14	very busy schedule, but he has graciously agreed to accept a
15	few questions.
16	Governor Castle has a question.
17	GOVERNOR CASTLE: Mr. Secretary, I must say that
18	you had an amazing year, sir. You and the President. Every
19	day when I picked up the paper some new country has declared
20	for the side of democracy or something else. The Washington
21	Post I think has three headlines on that on the front page
22	this morning. It's hard for me just sitting in Delaware to
23	just figure out where it's all going. I'm going to be a
24	little more expansive than the environment.
25	I saw in the paper the other day that if East and

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West Germany were to combine they would have had more gold medals than either the United States or Russia in the last Olympics and that may not be an indication of the economies of the future. But I'm sort of interested in your thoughts on the unification of the Germanys and just where the Eastern European countries are going in terms of both their economies and their governance in the future.

8 What do you see happening in the next three to 9 five years with these countries?

10 SECRETARY BAKER: Governor Castle, the point you 11 make I think is a very, very good one. Simply stated, I believe it's that freedom works and we are seeing that the 12 13 commitments that free peoples have made and firmly held on 14 to over 45 years are paying off. Our job is to respond to 15 and manage this extraordinarily dynamic change in a manner 16 that wins the peace. Things are very much moving in our 17 direction in most all areas of the world that you can think 18 of. The election here in this Hemisphere this morning is 19 very, very important in that regard.

German unification is a very complex subject. It happens to be -- some people tend to forget this, I think, but it happens to be a policy goal of the United States and has been for 40 years. It continues to be a policy goal of ours. We're quite confident that it can be affected in a manner that gives due regard to the concerns, the legitimate

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1	concerns of many of Germany's neighbors and we see the
2	United States as having a major role to ply in that.
3	The President has just spent two days meeting
4	with Chancellor Kohl at Camp David. If you observed the
5	coverage of those meetings and the statements that were made
6	and the answers they gave at their press conference, I think
7	most would come away with a sense of well-being about at
8	least the efforts that we're undertaking to properly manage
9	what is truly historic change in that part of the world.
10	GOVERNOR BRANSTAD: Governor Kunin, the Chairman
11	of our Energy Environment Committee, has a question.
12	GOVERNOR KUNIN: Thank you.
13	Mr. Secretary, I just want to first of all
14	complement you and commend you for having extraordinary
15	ability to integrate foreign policy with environmental
16	concerns and seeing that the two are strongly intertwined.
17	I concur with all the steps the United States is
18	taking to reach out and I agree that this is a beginning
19	stage. But do you foresee at some time in the future the
20	equivalent of an environmental economic Marshall Plan that
21	would combine those two approaches and enhance them in a
22	broader way because the needs are so great, and at some
23	point having a unified approach to dealing with both the
24	economy and the environment in these changing countries.
25	SECRETARY BAKER: Governor Kunin, I think there

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has to be some integration of our approach to environmental
 problems and economic problems, as I indicated in my
 remarks. At the same time, I happen to be an
 extraordinarily strong proponent of a free market approach
 to the economy and I think that there is more room, frankly,
 for international institutions.

7 Well, let me put it this way. There is more room for a detailed cooperative approach with respect to the 8 9 environment, frankly, than I think there is with respect to 10 the economy. Although I spent a lot of time at the 11 Department of the Treasury in proposing, and we ultimately 12 got adopted, a mechanism within the group of seven nations 13 whereby we would coordinate the economic policies of the 14 major industrial economies of the world, I agree with you 15 that the two are related.

The economy is a major foreign policy concern of ours, as well, but it's pretty much a free market economic approach. More than I think it would be in the environmental area. We are not quite as hands on, if you will, in our approach to the economy as we would be -- will be in terms of the environment.

It's only in the last 18 months that environmental issues have played a large role in our foreign policy. It's only in the last year that we have put this on the agenda -- on our agenda with the Soviet Union so that we

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discuss them routinely every time we meet with the Soviet
 Union.

3 We have now, interestingly enough, begun to discuss economic issues with the Soviet Union, but it's more 4 5 in the attitude of technical economic cooperation flowing 6 from a system that works to one that doesn't work. 7 GOVERNOR KUNIN: Thank you. 8 GOVERNOR BRANSTAD: Thank you. 9 Secretary of State James Baker, thank you very 10 much for joining us this morning. 11 (Applause.) 12 GOVERNOR BRANSTAD: I just have a very brief 13 group of announcements. The committee meetings will begin 14 promptly at 9 o'clock. So that business can be completed on 15 time by 10:20 this morning, we would ask that you go 16 directly to your committee meetings at this time, and I 17 would also ask the Governors to be prepared to board the bus 18 in front of the main entrance of the Hyatt Hotel at 10:30 19 promptly so we can go to the White House to meet with the 20 President. 21 Thank you very much. 22 GOVERNOR SCHAEFER: Mr. Chairman? 23 GOVERNOR BRANSTAD: Governor Schaefer? 24 GOVERNOR SCHAEFER: We have talked about 25 education and environment and all those cost money. I don't

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1	know whether this is in order, but may I ask if there are
2	any Governors who would be interested in joining me in
3	sending a letter to the players and the owners of the
4	baseball teams and ask them to consider the fans instead of
5	considering spending the money on the ball teams and how
6	much money these players are going to get and how much
7	profit they're going to make and be a little bit concerned
8	about the economies of the cities that will be, and are
9	being, adversely affected at the present time.
10	I'm going to prepare such a letter and sent it.
11	Anyone that would be interested, I would be more than glad
12	to have them join me in the letter.
13	Thank you.
14	(Whereupon, at 8:50 a.m., the meeting was
15	adjourned.)
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# TRANSCRIPT OF PROCEEDINGS

NATIONAL GOVERNORS' ASSOCIATION

### ORIGINAL

WINTER MEETING

SECOND PLENARY SESSION

Washington, D. C.

Tuesday, February 27, 1990

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#### NATIONAL GOVERNORS' ASSOCIATION

**1990 WINTER MEETING** 

SECOND PLENARY SESSION

Hyatt Regency Capitol Hill

400 New Jersey Avenue, N.W.

Yorktown Room

Washington, D. C.

Tuesday, February 27, 1990

9:35 a.m.

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#### PROCEEDINGS 1 GOVERNOR BRANSTAD: I hereby call this Plenary 2 3 Session of the National Governors' Association to order. I 4 would ask that the governors take their places. 5 Hello governors, ladies and gentlemen. Our 6 commitment to build a consensus for change to achieve a quality environment is just as strong as our commitment to 7 build a consensus for change in education. We have been 8 9 focusing on two very important issues that pose the imminent threat to our quality of life and standard of living. We 10 11 have task forces addressing local climate change and solid 12 These task forces are capably led by Governor Jim waste. Thompson with Governor Madeline Kunin as co-chairman on the 13 14 global climate change and Governor Casey with Governor Martinez as co-chairman of the task force on waste 15 16 management. In keeping with our goal for building a 17 consensus, we've asked for substantial input from the stake 18 holders, from people throughout the country, from 19 20 scientists, business leaders, and environmental leaders. 21 Among several significant forums that have been held was as 22 briefing on global climate change which occurred at the This was an historic first for the National 23 United Nations. 24 Governors' Association to hold a meeting at the United 25 And Governor Cuomo helped us to make the Nations.

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arrangements. We established our task force and had our
 first meeting of the task force coincide with the same day
 that Prime Minister Margaret Thatcher addressed the United
 Nations General Assembly on the subject of global climate
 change. The juxtaposition of these two was very significant
 and gave us a good way to kick off the task force on global
 climate change.

I also appreciate the leadership that Governor 8 9 Casey has given as we address the very important issue of 10 waste management. He comes from a state that has done some 11 very positive and innovative things in dealing with that 12 critical issue. Global climate change may be the most 13 complex environmental and economic challenge that we've ever 14 faced. It is difficult to assess the impact of human 15 activity on our world's atmosphere but that's what we're 16 trying to do. Given the complexity of this issue, the task 17 force has recommended goals that provide a reasonable return 18 on investment, improved energy efficiency, along with 19 addressing the need for improved social and environmental 20 changes.

Solid waste and its management, on the other hand, is an environmental issue about which we know a great deal. We know, for example, that each person in this nation, with 245 million citizens, throws away an average of 3.6 pounds of trash a day. That's an unacceptably high

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level. We also know that our landfills are overflowing with
 trash. We've seen medical wastes appear on our beaches.
 And each of us in our individual states is grappling with
 the problems of the disposal of toxic wastes.

5 The waste management task force is proposing 6 goals that will encourage resource reduction and recycling, 7 as well as innovative management programs that have been 8 developed in the individual states. We know that governors 9 can be powerful agents for change in addressing these 10 critical environmental issues, just as we have been in the 11 educational field.

We must also begin the process of developing specific objectives and strategies for our goals. And the work of the task force, as it met yesterday, is certainly moving forward on that front. We expect that these two task forces, along with the education task force, will present us their final reports and recommendations at the summer meeting of the Governors' Association in Mobile.

19 This morning we have a full agenda, with two 20 outstanding guest speakers and 20 policy petitions to be 21 considered. If you haven't, I want to encourage all of the 22 governors to be sure you get the information from the 23 National Geographic Society. They've put together an 24 outstanding environmental education lesson plan for 25 governors to use in conjunction with earth day. And they, I

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1	believe, yesterday, had a series of presentations for your
2	staffs. We would encourage every governor to take that
3	lesson plan back with you and to use it this spring and help
4	promote earth day and the environmental ethic that's so
5	important for not only our youth but all of our citizens.
6	At this time, I would like to call on Governor
7	Casey to report on the task force on solid waste.
8	Governor Casey?
9	GOVERNOR CASEY: Thank you, Governor Branstad.
10	Very briefly, the solid waste management task
11	force has had two meetings on this issue, the first in
12	Charlottesville, Virginia and the second yesterday, a very
13	informative session with experts from around the country.
14	The issue addressed by the task force is one that each of us
15	has had to face; we know its challenge, its complexity, its
16	difficulty, and most important of all, its great importance
17	to the economic and environmental future of our states.
18	The task force is concentrating on three primary
19	areas: first, to eliminate the amount of waste generated
20	into the next century or source reduction, as we call it
21	; second, recycling a significant portion of our waste
22	stream, as high as 30 percent or more by the year 2,000; and
23	finally, ensuring that each state alone or in cooperation
24	with other states manages the waste that it is produced
25	within its own borders.

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> 1 We'll be urging each state to take the necessary 2 steps to minimize the amount of trash transported for 3 disposal out of state. This can be accomplished through a 4 variety of means. Development and proper implementation of 5 comprehensive waste management planning which would include 6 source reduction and recycling, and efforts to construction 7 environmentally safe disposal facilities. 8 The task force and its staff will be working in 9 the coming months to strength and update and finalize the 10 goals. We want the goals to be ambitious and yet realistic. 11 And each of us knows that will require the cooperation of 12 all segments of our society, government, industry and the 13 public at large, if this challenge is to be met. We're 14 hopeful that Congress will consider the reports' final 15 recommendations when it considers amendments to its solid 16 and hazardous waste laws over the coming years. 17 I want to thank Governor Martinez, the vice chair 18 of the task force and members of the committee for their 19 efforts and contributions to this work, and look forward to 20 working with them over the next few months to finalize the 21 report and to present the final product to you, Mr. 22 Chairman, this summer. 23 Thank you. 24 GOVERNOR BRANSTAD: Governor Casey, thank you 25 very much for your report and for your leadership on this

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1 very important issue.

2 And now, we have a very special guest that's going to be our speaker this morning and he has the title, 3 4 speaker, and we are very fortunate to have him. And a lot of credit goes to the Vice Chairman of the National 5 6 Governors' Association, the Governor of the State of 7 Washington, who invited his friend and the Speaker of the 8 House. And at this time, I am pleased to introduce my good 9 friend, the Vice Chairman of the National Governors' 10 Association, Governor Booth Gardner from the State of 11 Washington, to introduce our next guest.

GOVERNOR GARDNER: Fellow governors, citizens, on 12 13 June 6, 1989, Thomas S. Foley was elected as Speaker of the United States House of Representatives. Tom Foley is 14 15 described by his colleagues and those who watch government 16 as the right person with the right personality to heal the 17 political wounds within Congress that almost brought that institution to a standstill. He was the leader that was so 18 19 badly needed to get Congress back to doing the business of 20 the people. And that's exactly what he did.

Through is training in law, his work as special counsel to Scoop Jackson, his election to the House of Representatives in 1965, his chairmanship of the Agricultural Committee, and his election as Majority Leader, Tom Foley has also become known to the nation as a leader

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who can tackle tough issues, find solutions in a fair and
 bipartisan manner.

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Tom Foley, you've come a long way from that day 3 4 in 1965 when you were just a young freshman congressman sitting in an airport in your home town of Spokane, 5 6 Washington, when a phone call came from the President of the 7 United States. Having been told by airline personnel that 8 the President was on the phone, you strolled proudly out of 9 the waiting area to a small room where the President was 10 waiting on the phone. You picked up that phone and said, 11 "hello, this Congressman Foley." And that West Texas voice 12 with that drawl said, "Foley? I was calling Fogarty in 13 Rhode Island." And hung up the phone.

#### 14

(Laughter.)

Not to be outdone, you waited a minute, and then strolled proudly back to the waiting area where you'd been sitting. And when asked whether you had finished your conversation with the President, you said, yes. And when the airline upgraded you to first class, you just smiled inwardly.

But today, if you were sitting in an airport were the President of the United States to call, you would know that it would not be a wrong number. The President would be asking for Thomas S. Foley, Speaker of the U.S. House of Representatives.

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Ladies and gentlemen, Speaker Tom Foley.

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#### 1 (Applause.) 2 SPEAKER FOLEY: Thank you very much. Governor 3 Gardner, Chairman Branstad, distinguished governors, ladies and gentlemen, that's a true story by the way. 4 It was the 5 single most depressing moment of my political career before 6 or since when Lyndon Johnson, with appropriate expletives 7 prior to announcing he was calling for John Fogarty of Rhode 8 Island. 9 I do have a very welcome opportunity to greet you and to help welcome you to the City of Washington. 10 We're 11 living in astonishing times, these days, and I think we have 12 all witnessed a life time of change, particularly in Eastern 13 Europe, changes that have shaken the assumptions of the 14 world political system and assumptions that have governed 15 our domestic and foreign policy for the past forty years. 16 Each day brings new reports that would be 17 considered unthinkable a year ago. Saturday, the first multi-party elections in the Soviet Union in 72 years took 18 19 place; in Lithuania, the communist party was dramatically 20 rejected; and in Nicaragua on Sunday, the voters elected Violeta Chamorro, the opposition candidate, ending ten years 21 22 of domination by the Sandinista party. In South Africa, the 23 release of Nelson Mandela provides the best hope in a 24 generation for reconciliation in that polarized and troubled 25 These events are still unfolding in Europe and nation.

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Latin America and Southern Africa by what Thomas Jefferson
 called the irrepressible spread of the virus of democracy
 gives us great hope that the end of conflict among nations
 could occur in our lifetimes.

5 We Americans can take, I think, great pride in 6 these events; the end of the cold war, the triumph of 7 freedom is a victory for our ideals and our political and 8 economic values, a vindication of bipartisan leadership in foreign policy and a tribute to the determination and will 9 of the American people who, for the past forty years, have 10 11 endured the cost and made every sacrifice necessary to 12 preserve peace and defend freedom.

13 We have a continuing duty to preserve and promote 14 the spread of democracy from South Africa to Nicaragua to 15 China and to protect ourselves against the possible resurgence of the totalitarian aggression. Having spent by 16 17 some estimates about a trillion dollars since the end of 18 World War II to defend freedom around the world, we cannot 19 now afford to let democracy fail for lack of American 20 support.

But the lessening of international tension also gives an opportunity to redirect our energies to challenges facing us here at home. The 1990s will be a period of profound and continuing change and a period of fundamental choice. All of us, but most especially those of us who hold

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1 public office, must be ready to meet those challenges. In 2 the Congress, we look forward to working with President Bush 3 but we also recognize the skill and commitment each of you 4 governors brings to your office. We especially value the 5 expertise that you've displayed and we look forward to 6 working with you in seeking the solutions to our national 7 problems. Working together, I'm convinced that we can overcome any obstacles. 8

9 I believe the central challenge of America in the 10 1990s is to renew our economic capacity and regain control 11 of our economic destiny. The greatest test of our strength 12 will be in our classrooms, not in our missile silos. The 13 gravest threat will come not from any one nation's attempt 14 at world domination but from every nation's complicity in 15 the worldwide destruction of the environment.

16 Since the end of World War II, the United States 17 has experienced a period of unprecedented economic 18 prosperity. Even today, we continue to be the world leader 19 in economic and technological innovation. But our economic 20 preeminence is increasingly jeopardized and we find 21 ourselves confronted by countries that claim America is in 22 decline and we will never again dominate the world 23 marketplace. Perhaps we cannot dominate the world 24 marketplace but neither can we accept the judgment that the 25 United States is in decline.

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1	In the lessons of the last forty years, the
2	principal lesson is that a strong America is essential to
3	the political and economic health of the world communities;
4	the foundations of American prosperity have been private
5	initiative and a well trained, industrious work force. The
6	Federal Government ought not and cannot ensure the success
7	of private economic endeavors but we in Government at all
8	levels can help create the conditions and the means for
9	vibrant economic growth.
10	Education, I believe, is the key to this
11	endeavor. Our ability to realize our full economic
12	potential depends on the degree to which we provide our
13	workers with the skills they need to participate in an
14	increasingly competitive marketplace. In addition, our
15	strength as a society depends on the ability of our citizens
16	to participate knowingly and knowledgeably in our democracy
17	and our democratic institutions.
18	While I commend the President for his desire to
19	be known as the education president, I question whether he

be known as the education president, I question whether he
can achieve that goal by proposing a meager two percent
increase in the Federal spending on education programs. The
simple fact is we don't have a two percent education problem
in this country; the education gap is much more daunting.
By most accounts, American high school students rank near
the bottom of the industrialized nations in math and science

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1	proficiency. And the results of at least one study purport
2	to show that less than half of the 17 year-old's in some
3	school systems can read and understand a newspaper
4	editorial. The population cannot succeed in meeting its
5	economic and political responsibilities with such levels of
6	proficiency. Yet, to apply a tepid incrementalism to such
7	problems, a two percent increase in the federal contribution
8	to education, will merely underscore and perpetuate our
9	problem. We need bolder action.
10	I recognize, of course, that spending alone is
11	not the answer to all problems in education. But it is an
12	important factor. By no credible measure, is the United
13	States a world leader in education spending as is sometimes
14	asserted by the Administration, especially in the troubled
15	kindergarten through twelfth grade areas. It is true that
16	we spend a great amount of money on higher education,
17	expenditures which are generally effective. But the use of
18	these expenditures as a measure of our spending on education
19	seriously distorts the degree of commitment to that critical
20	primary and secondary education level. By most estimates,
21	the United States ranks between 12th and 14th among the 16
22	leading industrial nations in expenditures on education from
23	kindergarten through the twelfth grade. Only Australia and
24	the Republic of Ireland spend less per capita as a
25	percentage of gross domestic product, and arguably they

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1 produce a greater success with those expenditures.

2 Other changes in our education system in the 3 curriculum, in the status of teachers and expectations about students and the regulatory reforms, to name a few, will be 4 fundamental to any improvement in education quality and 5 6 student achievement. But in education, as in every other 7 service, we may get what we pay for. To begin a process of 8 education reform by denying the need to increase spending, especially when U.S. schools are under-funded, compared to 9 10 those in other industrialized nations, places a severely 11 limiting constraint on any plan for education improvement.

12 I commend the National Governors' Association for 13 its commitment to education reform and its effort to set 14 ambitious national education goals, goals we much achieve if 15 America is to remain economically and politically in a position of prominence in the next century. We hope that it 16 17 will be possible to work with you as the Congress seeks to 18 find means to achieve those goals. Together, I believe we 19 can develop an educating system that is among the best in 20 the world.

We face other challenges. We face, for example, a physical deficit, the gap in spending to maintain and improve our public infrastructure. It shows up in lost lives, lost productivity, lost jobs and lost opportunities. Fully 41 percent of the bridges over 20 feet long are either

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1	structurally deficient or functionally obsolete at an
2	estimated repair cost of \$51 billion. Sixty-two percent of
3	our paved highways need some sort of surface rehabilitation.
4	It is estimated it would cost about \$315 billion over the
5	next ten years just to return those highways to their 1983
6	condition. Airport delays exceed 2,000 hours a day, costing
7	airlines an additional \$1.8 billion in operating expenses,
8	and passengers \$3.2 billion in lost time. We have \$68
9	billion in unmet sewage treatment needs, and so on.
10	Our physical assets support of all our economic
11	activity. Our disinvestment in these assets poses a direct
12	threat to the nation's productivity. A study commissioned
13	by the Federal Reserve Bank of Chicago estimates that a
14	remarkable 80 percent of the fall off of our domestic
15	productivity since 1970 can be explained solely by the fall
16	off in our spending on infrastructure. By contrast, an
17	increase of one percent in public infrastructure investment
18	yields a gain of four-tenths of one percent in productivity
19	growth.
20	The Administration's Department of Commerce
21	estimates that every dollar of construction investment
22	raises an additional 2.23 dollars in economic activity. And

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since 1980, Federal direct public investment has dropped by

25 percent. The problem here, unlike so many other areas,

is not a lack of resources. In reality, there is a current

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1	surplus in the highway trust fund exceeding \$17 billion.
2	The airport trust fund has a surplus in excess of \$14
3	billion. These funds are explicitly set aside to fund
4	improvements in highway and airport construction areas.
5	Yet, the President has proposed an obligation ceiling for
6	the next year, \$330 million less than the \$12.35 billion
7	ceiling established in the 1987 Highway Bill, and far less
8	than the \$15 billion ceiling proposed by the National
9	Governors' Association. The failure to spend the funds
10	accumulated in those trust funds might make the Federal
11	budget look smaller but they imperil our long term economic
12	health by robbing us of the foundations of that prosperity.
13	Since President Jefferson's time, the Federal
14	Government has played a pivotal role in developing a
15	nationwide system of roads and bridges. It's time to put
16	the trust back into the trust funds and to commit ourselves
17	as our forbearers did to investing in our infrastructure and
18	to ensuring our competitive future.
19	We will take up a variety of legislation this
20	year in the Congress, and we'll pass a child care bill
21	perhaps as early as the end of March in the House, pass a
22	tough clean air bill, the moral spill clean up legislation,
23	and I'm optimistic that we can pass a comprehensive campaign
24	finance reform bill. We also intend to complete action in
25	Congress. The House has already passed the so-called motor

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voter law which will be, I think, passed by the Senate later
 this year.

In health care, we're constantly seeking creative 3 ways to address the looming health care crisis. 4 As a nation, we spend, as you know, approximately 11 percent of 5 6 our gross national product on health care cost, yet 36 7 million Americans are without any health care insurance at 8 I understand my Governor, Booth Gardner, has made all. 9 health care reform his chief priority and I agree that 10 health care is one of the most important issues facing us as 11 a nation and a society, and we look forward to working with 12 you, Governors, in seeking solutions. Later this week, the 13 Pepper Commission, established to look at long term health 14 care problems, a bipartisan and bicameral committee of 15 Congress, is expected to make it's report.

On drugs, we're going to continue to seek ways to 16 17 fight this scourge that's attacking our society and our 18 families. It's of course a national problem. We have an 19 obligation to provide the resources needed to clean up our 20 streets. Last year, against the Administration's proposals, 21 the Congress tripled the \$450 million the amount of Federal 22 monies spent for state and local drug enforcement. I expect 23 that we will continue to pressure the Administration to 24 accept increases in these critical areas of assistance to 25 the states. We won't win the struggle overnight, of course,

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or even in a few months or over a year or two, but we must
 begin together to reclaim our streets and our schools and
 our neighborhoods.

We are beginning a long process of reevaluating 4 5 our strategic needs and goals in the world. We will 6 continue to be cautious of virtually everyone of every 7 political and philosophical stripe agrees that our position 8 in the world has fundamentally changed and that the military 9 threat to the United States has lessened dramatically. 10 Richard Pearl, an associate of mine and former member of 11 President Reagan's Defense Department has testified that the 12 notion of a Warsaw Pact attack on Western Europe is 13 extraordinarily difficult to contemplate and that the past 14 three Chairmen of the Joint Chiefs of Staff have suggested 15 that we can consider postponing the modernization of our 16 strategic forces, at least to the extent of not needing two 17 new missile systems. James Schlesinger, former Secretary of 18 Defense for President Ford, has said that he believes the 19 United States forces in Europe can be cut to about 75,000.

The Administration has admitted that the Soviet threat is now lower than any time since World War II. Obviously, our first responsibility is to assure our national security and, as a consequence, I don't foresee immediate and dramatic reductions in the defense budget. But over the course of the next several years, I think it's

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1	reasonable to expect that the defense budget will reflect
2	the new environment and will be substantially lower in terms
3	of the overall budget and in terms of our gross national
4	product. This will create a debate about what we should do
5	with the defense funds. The so-called peace initiative is
6	already being debated extensively in the Congress. One of
7	my colleagues, after a weekend conference, sent me a note
8	saying, he felt that half of the peace dividend should be
9	applied to education and half of it to health, and half of
10	it to deficit reduction.
11	(Laughter.)
12	And half of it to tax reduction.
13	(Laughter.)
14	And half of it to the infrastructure, and half of it to
15	creating new mathematics to explain how six halves can equal
16	one whole.
17	(Laughter.
18	But, despite that, I personally am more inclined
19	to the good sense I think, of the NGA in suggesting that
20	about half of it should be applied to the general social
21	deficit in the country and half to the fiscal deficit. We
22	will not want, however, for places to spend this money. It
23	is important to realize that in the first months, reductions
24	in defense spending are somewhat difficult, whether you
25	close bases or you bring troops home from Europe or you

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cancel contracts or you engage in other general changes in
 strategic and defense posture. The immediate impact is
 sometimes to increase costs in the short term. But there's
 no question over time that very significant savings will be
 realized.

6 The challenges that we face as a country, I 7 think, are ones that give us an opportunity in this last 8 decade of this century to, as I say, readdress our focus 9 perhaps more at home while remaining an important and active 10 actor on the world stage -- the United States is not going 11 to forfeit its international role -- we can perhaps cede the 12 resources and certainly the time and attention to look to 13 where our country has gone and where it is going. And perhaps, as many of us believe, the challenge of entering 14 15 the 21st century, a stronger, better educated, healthier 16 society, one in which we are more competitive, one in which 17 our position in the world is more secure, is a task and a 18 challenge for all of us to undertake with great seriousness.

As I said, we wish in the Congress to work with the President. We have a divided government, divided responsibility which has been the case since the end of World War II; more often than not, mostly Republican presidencies and mostly democratically-led Congresses. On the other hand we will, from time to time, disagree, and that is also part of the system, part of the undertaking of

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1 our separation of powers Constitution. When we do disagree, 2 I hope we can disagree without rancor and without a residue 3 of ill will. Certainly, it's our view that the best ideas 4 of the Congress and the Executive Branch should be brought 5 forward in an effort to deal with our national problems and 6 challenges.

7 In all of this, the role of the states and the Thomas 8 governors is going to be extremely central. 9 Jefferson is one of my heros, and he once wrote to a friend, 10 what an augmentation in the fields for jobbing, speculating, 11 plundering, office building and office hunting would be 12 produced by the assumption of all of the states' powers into 13 the hand of the general governors. Our true theory of the 14 Constitution is surely that the wisest and the best is that 15 the states are independent as to everything within themselves. 16

17 I'm not sure how totally independent you feel today but the viability of the Federal system is being 18 19 improved and being demonstrated every day in this country. 20 And, as all of us who watch the affairs of the state and the 21 Federal Government know very well, some of the most 22 innovative and important steps are being taken not at the 23 federal level but at the state level. And we in the Federal 24 Government in the Congress and the Executive Branch look 25 forward to working with you as we confront these challenges

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1 in the coming decade.

2 I want to personally express my gratitude to my 3 own Governor, Booth Gardner, and I know members of Congress share this view with respect to their governors, for all the 4 cooperation and assistance and concern that he has exhibited 5 6 in having close and effective relations with the members of 7 the Congressional delegation. We are truly in a position of 8 great opportunity, and I hope that when the turn of the 9 century comes in ten years from now and we have an 10 opportunity to look back on this decade, we will all of us look back on it with a sense of satisfaction and 11 12 achievement. 13 Thank you very much for the chance to be with 14 you. 15 (Applause.) 16 GOVERNOR GARDNER: Speaker Foley has generously 17 agreed to accept some questions. And I think that Governor 18 Sinner from North Dakota has the first question.

19 GOVERNOR SINNER: Mr. Speaker, you do good work. 20 And I want to ask for your help in a special problem. We in 21 the states' governors' chairs are literally reeling with 22 funding problems, just like you are. Our people have been 23 told over and over, no new taxes, by politicians at all 24 levels. Property taxes are skyrocketing to obscene levels. 25 The rich provide less and less support. The Federal

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1 Government has a hopeless debt. Fortunately, we aren't 2 allowed to do that. We all want better education but with 3 local funding, of course, and that means higher taxes. I'd like to ask your special help on another 4 5 problem and that's medicaid mandates. Tom, we can't handle 6 anymore. Can't you help us stop them? We have to 7 prioritize our spending in the states. Some of us have 8 horribly hurt economies. Prioritizing is extremely 9 difficult. You just have to let us decide what our 10 priorities are. We unanimously last year signed a letter to 11 Congress to ask them to ask you to stop sending us more 12 mandates. Now, I personally plead with you to stop them. 13 We're grateful for the options. We get mandates 14 even dropped on us in the middle of budget periods without 15 any time to plan or budget for them. There may not be a way 16 for us to legally resist these mandates, and I think we have 17 to try to do that. But can't Congress please let us run the 18 states? Why does it insist on giving us these mandates when 19 our own prioritizing is so difficult, from us, from our 20 point of view, and yet we have Congress try to do it. I 21 think we all feel pretty strongly about that. And we plead 22 with you to help us. 23 SPEAKER FOLEY: I think that's a concern that's 24 very well taken, Governor. I think that increasingly in the 25 House and the Senate, there's a recognition, largely because

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of communications with the governors and the legislatures, 1 2 that Congressional mandates are an extremely serious 3 problem. The whole are of medicare is obviously one that's troubling to the Congress. We are reluctant to restrict 4 5 benefits. We have exhausted many areas of potential savings by restrictions on health providers and the Administration, 6 7 again, is pressing for even more savings in this area. So it's one that's troubling all of us. 8

This is not an answer to your question, but I'm 9 interested to note that members of Congress are reporting to 10 me, at least, that in their home states, in their home 11 12 districts, they're getting more and more questions abut national health insurance. I'm not a proponent of that and 13 14 I'm not suggesting that, but it's interesting that after years of relative quiet, the issue of a national health care 15 system is again, I think, bubbling up at the grass roots 16 17 level. In addition, many people in the industrial field, 18 including some of the major CEOs in the country, troubled by the amount of money that is being required to meet labor 19 20 contracts, now are talking more about a system which removes 21 the cost of medical care from workers and from the company, and places it on some kind of tax-based national level. 22

My concern with all of this is that the public, I think, has the view as they do in so many areas that they're presently paying enough, and the system should improve and

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1	be widened and be deepened in all of its aspects and there
2	should be no additional cost. Whether that's possible or
3	not, that's the expectation we all deal with.
4	But I'll report your concern again to those who
5	are dealing with this area and it's a concern, I know,
6	shared by other governors.
7	GOVERNOR GARDNER: Governor Kunin of Vermont has
8	a question.
9	Governor Kunin?
10	GOVERNOR KUNIN: Thank you. Appreciate your
11	overview and your thoughtful remarks.
12	There are two areas that you mentioned that you
13	expect to see action this year, one the Clean Air Act, and
14	the other the Child Care Bill. I know of the action on the
15	Clean Air Act is now in the Senate, but could you give us
16	some more detail, particularly on the Child Care bill which
17	I believe is in your
18	SPEAKER FOLEY: We have some, you know, perhaps,
19	Governor, we have some difference of opinion in the House
20	about how to proceed with the Child Care bill, and there is
21	some degree of jurisdictional dispute which I hope will be
22	resolved in the coming week or ten days. If it's not, I
23	intend to bring, do what I can to bring the Child Care bill
24	to the floor and let the House decide. That may lead us to
25	some rather tough and difficult votes and some perhaps even

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1	angry disputes on the floor of the House. But one way or
2	the other, I am determined to move a Child Care bill to a
3	conference with the Senate this month or early next month.
4	And if it can't be done with what I hope will be an amicable
5	arrangement, it will be done simply by having the bill
6	brought to the floor and having those issues decided. As
7	you know, it's a question of whether we treat the bill as a
8	so-called ABC approach to it, or with a broadened
9	entitlement section. Some combination of both, I think is
10	the most likely to emerge.
11	GOVERNOR KUNIN: I could add to that, as a
12	thought, at the state level, we are very much counting on
13	action in that area and wish you every success of getting a
14	strong bill approved.
15	SPEAKER FOLEY: I think that's one of the
16	absolute must-pass bills as far as I'm concerned this year.
17	GOVERNOR GARDNER: Governor Ada from Guam.
18	GOVERNOR ADA: Mr. Speaker, I was interested in
19	your statement with respect to military closings of bases,
20	especially overseas. We have in Guam two military air bases
21	and as a result of the recent decision to deactivate the
22	B52s at Anderson Air Force Base, it certainly has adversely
23	impacted our economy. In that regard, sir, there were many
24	other military reductions that were occurring in Guam during
25	the past few years. It is our hope that Congress, and also

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this National Governors' Association will support the
 resolution that I am about to ask the Association to
 consider.

That there will be a consolidation of the two Air 4 5 Force facilities, one, the naval station base in Guam, to be 6 consolidated with the Anderson Air Force Base in Guam and 7 dedicating over the Naval Base facility to the Guam International Airport facility for us to expand at this 8 9 particular period of time because we need the additional real estate to expand our facility and thus alleviate the 10 11 impact caused by the military deactivation of the various 12 facilities and operations in Guam.

13 I hope that I can get your consideration there14 and support.

SPEAKER FOLEY: In these changes, of course, some 15 increases in base activity will probably result as well. 16 Ι 17 think our talks with the Philippines are reaching critical 18 stage on the continuation of Clarke Field and Civic Bay base 19 rights in the Philippines. I think that there's a view in 20 the Congress that unless those negotiations can be satisfactorily concluded, meaning without excessive cost to 21 the United States and with a clear political mandate by the 22 23 Philippine Government to continue them, we ought to move the 24 bases from the Philippines to American soil. The most 25 likely place may be Guam. So I wouldn't put it beyond the

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1	possibility that we'll be enlarging military facilities in
2	Guam in the coming years.
3	GOVERNOR ADA: Mr. Speaker, I'd just like to
4	SPEAKER FOLEY: I understand that's not what
5	you're asking.
6	GOVERNOR ADA: What we're saying is that we're
7	willing to entertain such a discussion. This has never been
8	brought to us or with respect to
9	SPEAKER FOLEY: Well, I'm not making this
10	decision, you understand.
10	GOVERNOR ADA: we're willing to do our share,
12	as we've done for many years, but I'd just like to address
13	yourself, Mr. Speaker, that there are ample facilities in
14	Guam, especially Anderson Air Force base and there are two
14	other airport facilities in Guam that were never used for
16	
	ten, 15, 20 years that can be adequately used by any
17	potential fallback. And I also want to note that the
18	operation with respect to the Air Force activities at Clarke
19	Air Force base has to do with air to land exercise, and they
20	can't do that on a small island in Guam where they can't
21	practice shooting, you know, at a little piece of real
22	estate that our people are staying on.
23	(Laughter.)
24	GOVERNOR ADA: In the Philippines, they can do
25	that because they have an enormous mass of property that
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they can target. And I appreciate very much that these are
 considered during the deliberation of any contingency
 fallback to Guam.

Thank you.

5 GOVERNOR BRANSTAD: Governor Roemer of Louisiana 6 is next.

GOVERNOR ROEMER: Mr. Speaker, how are you doing? 7 8 On behalf of the governors, I'd like to ask your 9 help in an attempt that we're trying to make to deregulate 10 some of the education grants and funds, as well as JTPA. 11 When we met in Charlottesville with the President last 12 September, one of the items on our agenda with which the 13 President agreed was that if funding was going to be 14 difficult, one of the early victories we might have is to 15 share full accountability at state level but give us a 16 little more flexibility with the Federal funds. Without 17 naming names, and I won't do that, we're having a problem in 18 the Congress even getting the deregulation issue considered. 19 And I'd like to ask, on behalf of our governors, your 20 assistance in that. Respecting your Committee Chairman, 21 which I do, and I won't mention Gus' name at all. 22 (Laughter.) 23 GOVERNOR ROEMER: But and we're not asking you to 24 write the legislation for us. But we'd like a cooperative 25 hand with us. It's a victory for our children and it

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29

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doesn't mean anything from the taxpayers except better use
 of their money.

3 SPEAKER FOLEY: I'll discuss with the Chairman
4 your concerns. We'll see what we can do.

5 GOVERNOR ROEMER: Thanks, Mr. Speaker. 6 GOVERNOR BRANSTAD: Governor Jim Thompson from 7 Illinois.

8 GOVERNOR THOMPSON: Mr. Speaker, I'd like to go 9 back for a moment to the new math and the peace dividend. 10 I'm confused, I quess. Is there expected to be absolute 11 reduction in defense expenditures from the base in either 12 the near term or the long term, which I would call dividend, 13 or is there expected to be a reduction in growth of defense 14 expenditures which would lead you to the choice of spending 15 that money by continuing to borrow it or not spending it and 16 reducing the deficit automatically?

17 SPEAKER FOLEY: I think over time an absolute 18 reduction. Now, in the immediate future, in this current 19 budget year it's very difficult, even though you begin the 20 process, to realize immediate gains because bringing troops 21 home from Europe, for example, they have to be quartered 22 somewhere and all those things have to be adjusted in the 23 new budget. But over a five-year period, I think we're 24 increasingly going to be looking at budget problems in that 25 broad spectrum. I think there are very significant

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reductions including absolute reductions in defense
 spending.

GOVERNOR GARDNER: Governor Blanchard from
Michigan.

5 GOVERNOR BLANCHARD: Yes, thank you. 6 Thank you, Mr. Speaker, for being with us. 7 I think it's also fair to say to Governor Roemer, 8 that we need to make sure there's more flexibility with the 9 U.S. Department of Education, as well; not just members of 10 the Committee. But I have something else I wanted to 11 mention.

As we all watch the developments in Eastern 12 13 Europe, Latin America and Africa, I think it's important for you, as the Speaker, and the Senate majority leader in 14 Congress, along with the President to find some serious way 15 16 that our country can celebrate the success of 45 years of a 17 strong bipartisan foreign policy, a policy I know you had 18 some very strong hand in with Scoop Jackson, and the 19 previous Presidents. But really when you think about it, 20 beginning with Truman and extending right up through 21 President Bush, the Congress and the Presidents have 22 succeeded in providing the framework and the support and the 23 stability all over the world for freedom to break out. 24 And I think it's important for the American 25 people to understand that after 45 years of this, we have

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succeeded, and enjoy it in the sense that people have sacrificed for years; through wars, foreign aid, incredibly creative programs, whether it was the Marshall Plan or right up until arms control negotiations. I think it's really important for our country to understand that we've succeeded.

7 And the changes in Europe and elsewhere now allow us to make some changes here. That I think you can address, 8 9 not in bits and pieces with child care and this and that and 10 the other, but I think you need to address that over arching 11 issue that as to how we bring about the changes here 12 domestically to allow us to invest in our future. Then you 13 can quibble or argue about what that peace dividend is. But 14 I don't think there's any doubt that there's new emphasis in 15 America at home for its future as a result of your success and the success of presidents and other congresses. 16 And 17 it's worth celebrating and emphasizing, and not tinkering in 18 the margin.

19 SPEAKER FOLEY: Well, I agree with that. I 20 think, in addition, it's something that the public in 21 general should be credited for because in the last 40 years, 22 we have had really literally no political disagreement of 23 any consequence in supporting NATO, in supporting the 24 efforts that we've had to undertake as a country to meet the 25 military challenge, to meet the political challenge of the

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1 Soviet Union and other adversaries.

2 The one slight problem I think we need to also 3 address is that our responsibilities do not end internationally with the celebration of these elections in 4 5 Eastern Europe. It isn't going to be possible for the United States simply to say, well, that's a job well done; 6 7 Now we'll go totally to domestic concerns. We still have an 8 international responsibility. Some of these states are going to need, cooperatively with other countries, U.S. 9 10 assistance and support. In the case of Nicaragua, for example, we ought to at least, in my judgment, be able to do 11 what we can to support the fledgling democracy in Nicaragua 12 13 that we did in an attempt to overthrow the government by 14 military force.

But we have a broad opportunity to make a start 15 16 here in addressing our problems at home, our particular Ι 17 I didn't try to go through and catalog them. problems. 18 think there is a physical infrastructure problem, an education one, a health dimension to this that we need to 19 work on together. In some respects, I've been proposing 20 21 things that are not popular in this group and I'm not going 22 to thrust them on you.

But I, without much success, have suggested that I think the Federal contribution to the infrastructure is going to require an increase in Federal gasoline tax. We

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1	have the lowest energy taxes in the world, taking state and
2	federal together, and the federal tax is not at the level
3	where it once was and, as you know, was not raised for very
4	many years. That currently has no support in the White
5	House; little support in the states and, I would gather,
6	probably no support here, but one of the things we're going
7	to have to be discussing as we move into these undertakings.
8	I'm in favor, as I've said, of exhausting the
9	trust fund and, for now, I guess we can resolve to do that.
10	After it's exhausted, we'll still have a heavy fiscal
11	deficit that will have to be dealt with in some way. And
12	from the Federal side, I think that requires some new
13	revenues.
14	GOVERNOR BRANSTAD: Governor Bangerter of Utah.
15	GOVERNOR BANGERTER: Yes, Mr. Speaker, appreciate
16	your being here.
17	And relative to the gas tax, I think we'd have a
18	lot more comfort with it if it if we thought in terms that
19	it will be identified purely for highway construction.
20	SPEAKER FOLEY: No, no. That's what I'm
21	proposing.
22	GOVERNOR BANGERTER: And I think that's what
23	you're thinking about.
24	I wanted to pick up a little bit on what Governor
25	Sinner said and also what Governor Roemer said about the
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34

1 mandates. We know that you're faced with the same challenge 2 as we are when it comes to health care costs, the increases 3 there. And if you pick them all up, we don't share; we 4 understand that although the mandates give us great trouble 5 and I share Governor Sinner's view.

On the education area, we've had a lot of debate 6 here between us, a little bit partisan from time to time 7 8 about whether we should have more money for education, or 9 whether we should continue that as a primarily state 10 responsibility. I think we'd feel a lot more comfortable about the Federal Government putting more money into 11 12 education if you would back off the mandates. There's a great fear that the more money you put in, the more mandates 13 we'll receive, the more program requirements we'll have. 14 So 15 I'd just make that plea that if you will give us that help which, I think we're unanimous around this table in desiring 16 17 that have those requirements freed up and have that greater 18 flexibility, then we can look more comfortably towards the partnership that you essentially called for this morning, 19 and maybe identifying more money for education. 20 I predict 21 none of us will turn it down, if you find the money to give 22 us.

(Laughter.)

23

24 SPEAKER FOLEY: Again, I want to repeat, I don't 25 think money is the complete answer. And I'm very reluctant

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1 to have that suggestion that all we need to do is increase 2 federal spending for education, state and federal spending. 3 On the other hand, I am troubled, as I have said, by the fact that the Administration, when they talk about 4 5 federal spending put the United States second among all 6 nations of the world in total spending for education. That 7 is true only if you include all higher education spending 8 where we spend rather more than other countries, and if you 9 take certain other statistical liberties with the result. 10 And I think that perhaps is not the way to look at the 11 education problem now through the kind of sanguine glasses 12 of assuming that the United States is ahead of most of our 13 competitors in education spending. It's not true if you 14 look at that critical cage of kindergarten to twelfth grade 15 area. 16 But, in any case, it's been a pleasure to be 17 I hope that we can find ways to work more effectively here. 18 together. I certainly will take the message on the mandates 19 back to my colleagues in the Congress. And we welcome 20 whatever ways we can find in the Congress to work together 21 with the National Governors' Association in meeting our 22 common challenges. 23 Thank you very much. 24 (Applause.) 25 GOVERNOR BRANSTAD: Speaker Foley, we are proud ACE-FEDERAL REPORTERS, INC.

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36

1	of the integrity that you bring to the office of Speaker,
2	both for your forthright presentation and your
3	
	responsiveness to the questions of the Governors'
4	Association. We look forward to working with you and with
5	your colleagues in the Congress.
6	At this point, I'm going to call on Governor Jim
7	Thompson from Illinois to report on the Task Force on Global
8	Climate Change.
9	Governor Thompson.
10	GOVERNOR THOMPSON: Thank you, Mr. Chairman.
11	Well, you gave me an exciting topic to explore in
12	my last year as Governor. And far from noncontroversial, as
13	well, I might add. Thank you very much.
14	I began knowing nothing about global warming and
15	now after six months of effort, know less.
16	(Laughter.)
17	And there may be a message in that. I'm sure my
18	task force will be looking to see if knowing less than we do
19	at the beginning tells us something. In any event, we've
20	been working hard. We began at the United Nations with our
21	first task force meeting where we heard from all the experts
22	who absolutely conflicted with each other. We heard an
23	address by Prime Minister Margaret Thatcher on this issue,
24	as well.
25	We moved on to Sacramento, California, with great
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1 assistance from Governor George Deukmejian, and looked at 2 alternative renewable sources of energy, in this case, a photovoltaic system. We go next, under the sponsorship of 3 4 Governor Roemer, to New Orleans to talk about projected sea level rises in the event of significant warming. 5 And then 6 we move, for our final field meeting, to the state of our 7 Vice Chairman, Governor Kunin of Vermont. 8 In the mean time, we held a meeting yesterday, 9 two and a half hours, of the task force which was attended 10 at one time by eleven governors, including you, Mr. 11 Chairman; thank you for your appearance. And heard from a 12 panel of Administration experts, environmentalists and 13 representatives of business sector. And so we hope to have, 14 and in fact, we will have our findings and goals on the 15 issue of global climate change ready for presentation to 16 you, Mr. Chairman, at the annual meeting in Mobile. 17 GOVERNOR BRANSTAD: Governor Jim Thompson, thank 18 I appreciate having your experienced and you very much. capable leadership taking on this very challenging and very 19 20 very important issue. 21 And now, for purposes of an introduction, let me say, first of all, we are pleased to have a former colleague 22 23 who is a distinguished leader in the environmental movement 24 as a guest speaker. And to introduce him, I'm pleased to

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introduce the Governor of the State of Delaware, Governor

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1 Mike Castle.

2 GOVERNOR CASTLE: Thank you very much, Mr. 3 Chairman. And congratulations to you, sir, on a very 4 successful meeting, which we have just gone through.

5 Russ Peterson was the Governor of the State of Delaware from 1969 until 1973. He is noted as the Governor 6 7 who converted the state government in Delaware from the 8 commission form of government to a cabinet formation in our 9 state, something for which many of us held him and something 10 for which many people still talk about him, because it's 11 always a problem in our state, even today, as you and I both 12 know.

13 As the Governor of Delaware, he was responsible 14 for the passage of something called "the Coastal Zone Act." 15 You must understand -- this is a geography lesson -- that 16 Delaware is 100 miles long altogether, but 100 miles of our 17 length is along the Atlantic Ocean, the Delaware Bay, and 18 the Delaware River. And Russ Peterson was responsible, 19 almost singlehandedly although with the support of a lot of 20 others, when he got a ruling for passing this Coastal Zone 21 Act, which prohibited industrial development of that area, 22 something for which he has been hailed and should be hailed 23 throughout the world, because it has made a great difference 24 in the environment and in our state.

25

From 1979 to 1985, he was the President and Chief

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1 Executive Officer of the National Audubon Society, and he 2 worked to focus the environmental movement of a long-term 3 global and holistic approach to quality of life issues. He was a prime mover of the creation of the "Global Tomorrow 4 5 Coalition," that centered on the Consequences of Nuclear War 6 and a better world society. He chaired a project of a group 7 of ten national environmental leaders to develop an 8 environmental agenda for the future, he co-chaired a 9 committee of chemical industry and environmental chief 10 executive officers which helped persuade Congress to support 11 expanded research at ETA.

During 26 years with the DuPont Company, he advanced through management assignments in research, production, and sales, to Director of the Development Department's research and development division which he organized and which was responsible for initiating new business ventures for the company.

As a result of his commitment and work to ensure 18 19 environmental protection, he has been the recipient of more 20 than 13 national awards including the American Chemical 21 Society's Parson's Award and the National Wildlife 22 Federation's 1971 Conservationist of the Year Award. And he 23 has received 13 honorary doctorates from prestigious 24 universities throughout the United States of America. 25 Finally, he is the author of numerous

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1	publications in journals and periodicals on population,
2	resources and environment, science and technology, public
3	administration, commercial development, criminal justice,
4	world affairs, citizen action, technology assessment and
5	education. And to me, he is a beacon that there is light
6	after being the Governor of the State of Delaware.
7	(Laughter.)
8	GOVERNOR CASTLE: So I am very pleased to
9	introduce to you, today, former Governor Russell Peterson,
10	Dr. Russell Peterson.
11	(Applause.)
12	DR. PETERSON: Thank you, Governor Castle, my
13	friend, for that generous introduction.
14	Governor Branstad, distinguished governors, good
15	morning every one. It's good to be back at a National
16	Governors' Association meeting. I remember well my first
17	meeting with National Governors'. It was back in December
18	of 1968 after I had been elected but not yet sworn in. We
19	met in California. Governor Reagan was the host. The first
20	night, we drove to a beautiful canyon, where we mounted
21	horses to ride to a barbecue. As we assembled, my horse
22	wandered seemingly uncontrollably. I had never heard of
23	western reins, nor had the horse that I rode on a farm in
24	Wisconsin. Ronald Reagan and Nelson Rockefeller on their
25	horses were chatting. My horse moved over and nudged in

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1	between their two horses. I was really embarrassed. And
2	ever since, those two segments of our party have been split.
3	(Laughter.)
4	DR. PETERSON: Thank you for the opportunity to
5	suggest how you governors might expand your important role
6	in addressing national and global, international
7	environmental problems. I know all of you are much bowed
8	with such concerns, and some of you are out front in dealing
9	with it; providing bold and innovative approaches.
10	The problem is of such crisis proportions,
11	however, that it calls for all fifty of you to bring the
12	full power of your offices to bear in moving environmental
13	concerns to the forefront of the national agenda.
14	Certainly, that it where it belongs, for the quality of all
15	life on earth is increasingly threatened by a powerful and
16	growing ecological force. We humans are that force, ever
17	more of us, using ever more materials, assaulting the
18	environment with ever more machines, chemicals, weapons and
19	waste.
20	One handicap of environmentalism is that it is
21	concerned primarily with the future; mostly the long range
22	future while most decisionmakers, in and out of government,
23	are concerned primarily with the present. Now that we are
24	catching up with the fringes of that future, its symptoms
25	become problems of the present and increasingly gain
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attention of the decisionmakers. Suddenly, nearly everyone
is an environmentalist. However, the extreme nature of the
impending crisis is still not comprehended by many people.
It calls for people with authority, like you governors, the
President and the members of Congress, to provide the vision
necessary to articulate the threat, and the boldness to
invest resources today so as to earn a more secure future.

8 Let's review what we homo sapiens are doing; poisoning our air, water and food, the essentials of life; 9 changing the climate, destroying the life-protecting ozone 10 11 layer; eroding the soils, deforesting the earth, spreading 12 the deserts, wiping out other species, destroying wild 13 areas, raining down acid, oiling the waterways, fouling the 14 beaches, manufacturing radioactive waste, despoiling parks 15 and refuges. The prime cause of all of this is exponential 16 growth, growth both in the number of humans and in the use of natural resources. 17

18 We need to give more attention to the kind of growth we want, growth in the quality of life of the 19 20 individual or growth in a community, it's goods and services. Growth in the former is slipping. The number of 21 22 people worldwide living in absolute poverty, a condition 23 below any reasonable definition of human decency, has now 24 grown to 1.2 billion. As they scrounge for a living, they 25 are destroying the resource base on which their livelihood

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1 is dependent. Among them, 40,000 children die each day from 2 causes readily avoided in more affluent countries. No other 3 tragedy comes close to this one. At the same time, the rich 4 all over the world are getting richer, using ever more 5 resources, each having many times the impact on the 6 environment as one of the poor.

The world population has more than doubled since 7 8 World War II, and is now growing in absolute number faster 9 than ever before, approximately 90 million more this year. 10 The world economy has grown more than five fold since World 11 War II, and is projected to grow five to ten fold over the next half century, and that is over the remaining life time 12 13 of today's universities' students. The cumulative impact on the environment of these two forces provides an awesome 14 15 challenge to state, national and world leadership.

16 All is not gloom and doom, however. Much of what 17 needs to be done to further our mutually assured survival is 18 What is required is the will to apply existing known. 19 resources to do the job. Twenty years ago growing concern 20 about the environment, triggered in part by Earth Day 21 demonstrations, set off a stream of action at all levels of 22 government. Much progress was made. Then came the 1980s 23 when the Federal Administration abandoned its leadership in 24 this field, turning the clock back on environmental 25 protection.

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1	State governments have done much to fill the
2	breach; the private organization, Renew America, with the
3	aid of your Chairman, Governor Branstad, is reporting in a
4	study called "Searching for Success," the many programs the
5	states have instituted. It is an impressive list. Renew
6	America's rating of the states over the past three years
7	placed California, Wisconsin, New Jersey, Massachusetts,
8.	Oregon and New York out front. No level of government can
9	do the job alone. We need political leadership that will
10	turn on the whole world, public and private groups, to this
11	task.
12	The recent flurry of international conferences
13	and protocols on environmental issues and speeches by world
14	leaders, such as President Bush, President Gorbachev, and
15	Prime Minister Thatcher have been encouraging. Secretary
16	Baker's speech here, yesterday, was a welcome recognition of
17	global environmental problems. President Bush has made a
18	number of good moves for protecting the environment.
19	Appointing Bill Reilly to head EPA, starting to rejuvenate
20	the Council on Environmental Quality which I used to head,
21	supporting a stronger Clean Air Act, and asking for
22	increased funding in 1991 for soil erosion, or I better say
23	for soil conservation, reforestation and research on climate
24	change.
25	This increased funding, however, comes from

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cutting other environmental programs by an equal amount. 1 Although EPA's current budget in constant dollars is what it 2 3 was ten years ago when EPA had half its current workload, the President's 1991 budget actually cuts EPA's total funds 4 5 in constant dollars by three percent. They also cut in half the Department of Energy's program in Energy Conservation, 6 and slashed the budget for public transportation. The jury 7 is still out on whether or not President Bush will become 8 9 the environmental president. It is urgent that he do so. 10 But to do so, he must make his budgets match his words. 11 Poll after poll shows that the people of our 12 country, 75 percent or more, believe protecting the environment is very important. And a majority state that 13 they are willing to pay more to protect it. This is a 14 15 potent latent force waiting to be mobilized by committed political leadership. As you know, next April 22nd will be 16 17 the 20th anniversary of Earth Day. Many organizations all 18 around the world are working to plan major activities that 19 day to launch the decade of the environment. Millions will 20 be involved here in the United States. Nearly every 21 community and campus will participate. I believe a 22 tremendous sustained surge in the environmental movement is 23 about to occur, raising environmental concerns to the top of 24 the national agenda.

25

What are the requirements for the necessary

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environmental actions? First is a moral commitment to the 1 2 task, and then the political will to put up the resources to 3 do the job. No token appropriation will suffice. What is required by our Federal Government is, as a starter, an 4 5 increase in funding of at least \$50 billion per year. 6 States need to think big, too, like Governor Cuomo is doing 7 in pushing for a \$1.9 billion bond act to acquire and save 8 critical natural areas for future generations.

9 Additional funds are needed for national and 10 global programs to reduce population growth, further more 11 efficient use of energy and develop renewable sources of 12 energy, reforest the earth, promote alternative forms of 13 agriculture, acquire and protect critical habitat, encourage 14 development of industrial processes and lifestyles that 15 avoid the production of waste, recycle and recover 16 materials, clean up the inherited pollution and educate 17 people to think comprehensively, globally and long term.

Each of you has experts working on most of these issues. You don't need me to run through this long list, advising you what to do. I will use my remaining time this morning to focus on issues which I believe are most in need of increased attention. I hope, however, that some of your staff will take the time to read the longer paper that I have prepared.

25

First, it's essential to all of us on earth that

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1 population growth be stopped as soon as possible. Even at 2 the current population level of 5.3 billion, the rate of 3 degradation of the resource base on which life is dependent is so great that it is questionable whether human kind could 4 5 provide a decent quality of life with this number on a 6 sustainable basis. The Reagan Administration's cutting off 7 all of the United States' major funding of the two most 8 effective international family planning agencies was a 9 serious blow to population stabilization, as was the recent veto by President Bush of Congress' attempt to correct this 10 11 policy. By withholding these funds, the United States has 12 denied millions of poor women the means of avoiding unwanted 13 pregnancies, thereby increasing abortions and the birth into 14 absolute poverty of large numbers of children who will 15 suffer and die from hunger and neglect.

We must convince our Federal Government to markedly increase family planning and other socioeconomic aid and to fund research on new contraceptives. This environmental program so vital to all life must not be ignored.

The second environmental issue I wish to highlight is the need to face up to the future development and use of energy, so basic to our way of life, but after population growth, the most serious cause of environmental deterioration. Of particularly concern today, as you well

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know, is the burning of fossil fuels. It leads to urban
 smog, acid rain, oil spills, and the greenhouse gas carbon
 dioxide, all of which are increasingly demanding your
 attention.

By far the best route to cope with these problems 5 6 and the best single protect-the-environment effort the And 7 states can undertake is to further the soft energy pad. that is to develop more efficient use of energy and 8 9 renewable sources of energy. It is also a key to reducing energy costs, making industry more competitive, reducing oil 10 11 imports, and reducing the need for nuclear power with its 12 attendant nuclear waste and nuclear weapon proliferation 13 problems.

As a result of Federal, state and local programs 14 15 and efforts in the private sector, impressive progress was 16 made in the 1970s and early '80s in using energy more efficiently. Now we use 25 percent less energy per dollar 17 of GNP than we did in 1974. A major broad based soft energy 18 19 program launched by our Federal Government in the 1970s was 20 scuttled in the 1980s. Although some of President Bush's 21 team now thought positively about this program, his 1991 22 budget cut its funding once again. We need the Federal 23 Government and all 50 states vigorously pushing this top 24 priority program.

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There is a major stake in getting electric

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utility companies to invest heavily in helping residential 1 and commercial buildings to install energy saving 2 facilities. However, the way electricity rates are now 3 established, the utilities have an incentive to sell more 4 5 electricity and a disincentive to save, although some 6 states, following California's example, now allow rate 7 increases to cover losses from conservation. I believe that 8 progress toward maximizing the more efficient use of 9 electricity would be mightily accelerated if the states 10 established in each area now assigned to the current electric supply utility, a new public conservation utility 11 12 with the authority to raise funds and invest them in energy 13 conservation projects. The state public service commission would then decide whether to approve the current electric 14 15 supply utility's request to build more generating facilities 16 or the conservation utility's request to invest in energy efficient facilities. 17

18 Solar energy is the renewable natural resource 19 which promises to provide the key to our energy future. 20 Already it provides commercially in the United States more 21 energy than nuclear plants at prices competitive with oil 22 and gas. California is leading the way in this area. Α 23 major long range promise is the use of electricity produced 24 by a photovoltaic generator to electrolyze water, producing the clean burning fuel, hydrogen. I predict that someday, 25

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pipelines and tank trucks will be transporting hydrogen from 1 2 the deserts of our Sunbelt states, just like they transport oil from the oil states today. This development merits 3 major research funding by state and Federal Government and 4 private industry. Increased energy efficiency and renewable 5 source of energy provide the best routes to mitigating the 6 7 global warming threat. Through their use, the United States 8 could achieve a 50 percent reduction in the carbon dioxide 9 emissions over the next 20 years. Since this development 10 can be justified by the other economic and environmental 11 merits I discussed earlier, President Bush and you governors 12 should push it, in spite of some people's uncertainty about 13 the global warming theory.

14 Some of the news in the global warming threat could justify a born-again nuclear energy industry. Rather 15 16 than trying to revitalize this dying horse, we should vitalize a healthy colt, soft energy. Even if nuclear power 17 plants could be brought to the dream state of one hundred 18 19 percent freedom from accidents and least cost, they would 20 still suffer from their terminal ailments of nuclear waste 21 production and nuclear weapon proliferation. The next major 22 accident in the world's aging nuclear industry will settle 23 this debate.

Although most business is now getting the message that despoilment harms everyone's bottom line, some business

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leaders, like some political leaders, continue to claim that 1 2 environmental regulations cost jobs. That claim is now 3 being exposed for the blackmail it is by the growing chorus of financial analysts who see environmental entrepreneuring 4 5 as the next major growth market. Although some business 6 leaders, like Ed Willard of DuPont, are committing their 7 companies "to performance worldwide that places its 8 environmental stewardship fully in line with public 9 expectations," some at the other extreme continue to violate 10 the community's environmental regulations with little, if 11 any, penalty. Governments need to crack down on these 12 culprits. Let me ask you, who should pay the greater 13 penalty: the executive responsible for dumping poisonous 14 wastes into the community sewer system or the teenager for 15 dumping marijuana into a community neighborhood?

16 As I stated earlier, if we are to save our global 17 environment, we must be more future-oriented. You know, 18 governments must invest more of our resources today to 19 ensure a decent future. Our Federal Government, over the 20 past nine years, has not been forward looking; it has been living it up today; to Hell with the future, borrowing 21 22 environmentally and economically from our grandchildren. It is insulting to us citizens of affluent America to be 23 treated as paupers, to be told we can't afford to pay for a 24 25 decent future. As Paul Volker, Chairman of the Federal

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Reserve Board from 1979 to '87, wrote last month, "we are
 still the largest and richest economy the world has ever
 seen. There are no inexorable economic or external forces,
 no new burdens that demand we withdraw from leadership. If
 it happens, it will be our own choosing."

6 Now is the time for affluent America to adopt a 7 decade of the environment tax; to apply it to saving the 8 world's environment. A gasoline tax, for example, of one 9 dollar per gallon with gas stamps for the poor would provide 10 \$100 billion per year, and at the same time, put market 11 forces to work to further the much needed energy efficiency 12 revolution. Every other developed nation already taxes gasoline well beyond one dollar per gallon. 13 If you 14 governors, the President, and members of Congress would 15 jointly and repetitively articulate for the people the need 16 for some decade of the environment tax to invest in their 17 future, I believe you would find yourselves out front of a 18 glorious parade, a crusade to save the biosphere, or, if one 19 prefers, a crusade to save the creation.

Although I believe that your following the gems of wisdom I have provided today will help save the world, I realize that it could also help to get you unelected.

(Laughter.)

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But let me assure you, that latter course isn't so bad,
especially when one gets invited back to speak to fifty of

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1 the most powerful and influential leaders in our country.

(Applause.)

GOVERNOR BRANSTAD: Dr. Peterson, I think you've challenged all of us. You've spent 30 years as a scientist and businessman with DuPont Company and I'd like to ask you how the private sector is responding to the environmental challenges, and how we, as governors, can get the businesses in our states to work with us as partners in addressing the environmental challenges that face us in our state.

10 DR. PETERSON: I think the private sector, 11 industry, has come a long way over the last 20 years. And 12 as I said in my remarks, the business community as a whole 13 now places environmental protection as a priority issue. In fact, the Conference Board recently stated that it was the 14 15 most important issue that business should be paying 16 attention to.

On the other hand, I know that people still stick 17 18 to that old myth that environmental protection hurts the 19 economy. You can't have a healthy economy over the long run 20 without a healthy environment. Many more jobs and 21 investment opportunities have been created by environmental regulation than have been lost. In fact, EPA used to keep 22 23 track of the number of jobs that were lost. When I was head of the Council on Environmental Quality, I worked with them 24 25 closely on this and it was very hard to find any examples of

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where were jobs were lost. I could find a few hundred,
 mostly with companies that were in such bad shape with out of-date equipment, they ought to have been shut down for
 competitive reasons anyway.

5 But the number of jobs created is large, indeed. 6 You think about the jobs created for putting a catalytic 7 converter on an automobile, producing the platinum catalyst 8 and the aluminum oxide substrate and the stainless steel 9 container, the workers' jobs on the assembly line, and in 10 the filling stations maintaining them. It was a major 11 stimulus to the economy. And what did it do? It produced 12 clean air. I never heard anybody complaining about the 13 manufacture of air conditioners as hurting the economy. 14 What did it do? It produced cool air.

15 Now, I think we need tougher enforcement at the 16 Federal level and the state level. More people need to be 17 hired in enforcement assignment to see that those companies 18 and that that are still dragging their feet get in line with 19 the current forces at work. But I think that you governors 20 should be looking to businesses as citizens of your state, 21 like you look at individuals as citizens of the state, and 22 see to it that they live up to your objectives, to the 23 state's objectives in providing for a decent future. And I 24 believe you'll find growing support for that view. 25 GOVERNOR BRANSTAD: Governor Madeline Kunin of

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1 || Vermont.

2 GOVERNOR KUNIN: Thank you for your very 3 outspoken remarks and for your final observation, as well. But I think, personally, that it is also good politics to be 4 5 a good environmentalist and that the public is very much in 6 favor of strong action. But it is sometimes difficult to 7 create the sense urgency, as you so appropriately pointed out, about an uncertain future. We saw that in the global 8 9 warming discussion, yesterday, where there's a real question 10 of it's a whole policy of no regrets that the Washington 11 Administration and the President have articulated, saying 12 we're going to go so far but what we can actually see, but 13 we don't want to go further because it would be too big a 14 financial risk and we haven't done the full financial 15 analysis to make us certain. What this hinged around was 16 whether, by the year 2,000, we should have stabilized carbon dioxide according to 1990 standards. This is a real 17 debating point. 18

How do you get that future vision and commitment to changing the status quo, even if you don't have all the dollars in place, knowing that if you don't act, you may in fact have regrets and you may not be able to reverse the course because it will be too late? How do you get this clear and present danger into the discussion of future possibilities?

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> 1 DR. PETERSON: Well, I think you get that by 2 people who are the best educators, for better or worse, in 3 our society; and they are the President, the governors and others who articulate the message to the people. I've been 4 5 working with research people for many years, in large 6 research division, and having been head of the Office of Technology Assessment, I realize that we're never going to 7 get scientists to all agree on the nature of the threat. 8 9 But we do know -- in fact, as far as I understand, there's 10 no argument about the fact that more carbon dioxide's being 11 emitted, that the amount in the atmosphere has been 12 increasing by direct measurement, that carbon dioxide does 13 absorb infrared radiation of the earth and lead to warming. 14 The argument is over the what will be the magnitude of that 15 warming and what will be some secondary things triggered off by this initial action, and how long will it be before we'd 16 17 be in deep trouble.

18 But the states are so tremendous that we need 19 people with the guts to speak out for the need to invest 20 today, to buy the insurance to protect against these tremendous costs, if the theory is sound. And I believe 21 that the only people who can make that judgment and affect 22 23 the community's decision are people in positions such as And I suggest you grab the bullet here and say to the 24 you. 25 people in the country, this is a major threat. We can't be

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1 sure to what extent it is or when it may occur, but the 2 consequences are so great that we need to move now to do 3 something to avoid. And there are things we can do, which we ought to be doing anyway, just as I mentioned. 4 That 5 under the cloud of this threat ought to be market 6 accelerated. I don't mean hundreds of thousands of dollars 7 put into energy efficiency; I mean something like \$10, \$20 billion put into energy efficiency. 8

9 When you think about how we spend like \$5 billion 10 on star wars which was a goal sort of like Ponce de Leon 11 searching for the fountain of youth, and contrast that with 12 the piddling amount we put into this energy efficiency, it's 13 ridiculous. So I'd say, let's move ahead with the things we 14 know will have a major impact in this area and get all the 15 benefits we ought to be getting for them anyway. And those 16 things are; push energy efficiency, plant more trees, reduce 17 the burning of fossil fuels, as a result.

18 I don't know, Governor, if that answers your
19 question, or not. It was an attempt to do so.

20 GOVERNOR BRANSTAD: Governor Jim Thompson from 21 Illinois. This will be the last question.

GOVERNOR THOMPSON: Governor, one of the issues that keeps arising in the task force discussions on global climate change is the relative percentage of the U.S. contribution to the gases which effect global climate change

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versus the contribution of the rest of the world and 1 especially the developing world. And sort of a frustration 2 with the notion that we could, in any reasonable way, get 3 countries like China, the Soviet Union, the countries of 4 South America, to stop burning coal, or indeed encouraging 5 6 the growth of coal burning in those countries or the deforestation that we see going on in the Amazon, how do we, 7 a rich, prosperous nation tell poor nations of the world 8 that they cannot do those things which we two hundred years 9 10 ago did to become a rich, prosperous nation? I guess that's 11 the question.

12 DR. PETERSON: I think by showing leadership. 13 I've dealt with many developing countries on environmental issues and on the population issue. The statement you made 14 is one which was used repetitively, in fact, still is. 15 How 16 are you going to get developing countries that are 17 struggling to reach a higher standard of living to abide by 18 environmental regulations when they are anxious to do as we did in the past, to move ahead economically while we said 19 20 the Hell with the environment, so to speak. They also said, how are you going to get those countries to reduce 21 22 population growth?

Well, over the years, the developing countries' leadership has repeatedly shown an understanding of the fact that if they didn't move with processes and equipment that

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reduced environmental degradation, that they were going to
 have more serious problems. And the same thing with the
 population. They used to be particularly critical of China.
 Now China has shown the world how you can have a major
 reduction by education in population growth.

I think that if the United States, through 6 international operations and by the example of our own 7 actions, if we show them how important this is, the 8 developing countries would follow suit. In fact, in many 9 10 cases, like innovative pest management, China has been out in front in many aspects of that for years. The developing 11 12 technology saw that a little brazier could get twice as much energy out of a piece of wood as the current ones, which 13 14 only use five percent of the energy, would double the lifetime of the available forests in those countries. 15

So I think you need to not assume that those people are stupid in the developing countries. With some understanding and exposure to alternatives, they will go down the same road we want to go down in most cases. So let's be the leaders and teach the world, not only with our words but with our dollars and with the examples of our actions.

GOVERNOR BRANSTAD: Governor Peterson, thank you
 very much.

(Applause.)

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1 GOVERNOR BRANSTAD: At this time, I'd like to 2 call on Governor Guy Hunt from Alabama, to give us some 3 remarks about the upcoming annual meeting in Mobile this 4 summer.

Governor Hunt?

Thank you, Governor Branstad. 6 GOVERNOR HUNT: 7 And it's certainly going to be a pleasure to have 8 all of you governors down. We hope all of you plan to come. 9 I know some of you are thinking about retiring because you 10 cannot run again, Governor Celeste. We hope that doesn't 11 mean that you won't be down at the meeting because we will try to throw you a good retirement party. You can either do 12 13 it deep sea fishing or sunning on the beach or eating our 14 seafood or all the other things that the good people --

GOVERNOR CELESTE: Mr. Chairman, count me in.

GOVERNOR HUNT: Well, that seems to be what I 16 17 need to do. But as you can tell by the reception the other 18 evening, the staff people who are here with the governors, 19 Mobile is very enthusiastic. But this is a big event for us in Alabama and we're just, we welcome with open arms, and we 20 21 want all of you governors and your aides, as many as ten, to 22 come and stay as long as you can. I know those of you not 23 running next year will have a better opportunity than some of the rest of us. But we will be in touch with you. We 24 25 will have, as you know, ships available for deep sea

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1 fishing. If you want to come earlier and stay later, the 2 golf courses, as Governor Carruthers asked about, will be 3 open. And we will try to make sure that -- we cannot guarantee the score -- but we will try to do the best we can 4 5 to make it the best Governors' Conference we've ever had. 6 And that'll be our goal, and to have all of you there will 7 be the first step toward it. And we'll try to do our part to take it from there. 8

GOVERNOR BRANSTAD: Governor Hunt, we're looking 9 10 forward to your famous southern hospitality. I've been to Mobile; it's a beautiful city and I think it's going to be a 11 12 great conference. And we appreciate that you and your staff 13 and your state are hosting us, and we'll look forward to 14 having everybody come to Mobile. And I want to thank you 15 for the packet of information that you I think gave, you and 16 your wife have given each of the governors. Thank you very 17 much.

18 We're ready to go to the adoption of the proposed 19 policy positions of the various standing committees and also 20 suspensions. We will consider the revised and new committee 21 policy positions that were sent to you on February 9th. You 22 have before you these committee policy positions plus any 23 amendments made by the Executive Committee or the standing 24 committees during this winter meeting. There are several 25 resolutions. Please note that the resolutions can only

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1	recognize persons, places or events or support existing
2	policy of the Association; no new policy is adopted by means
3	of resolutions. These policies and the resolutions will
4	require a two-thirds vote of those present and voting.
5	We will take the policies in the alphabetical
6	order, by committee, and then we will take up the
7	suspensions last. And you will recall that on Sunday, we
8	approved the education goals and two resolutions that came
9	out of the Executive Committee. So the Executive Committee
10	issues have already been approved by the Association.
11	To expedite matters, we will vote in bloc on the
12	proposals of each committee except where there is a request
13	made to consider the policy proposals individually.
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> I will ask the Committee Chairs to move the adoption of their policy positions after explaining the policy positions. We'll begin in alphabetical order with the Committee on Agriculture and World Development. And the chair recognizes Governor Mickelson from South Dakota for that report.

GOVERNOR MICKELSON: Mr. Chairman, I appreciate 7 8 the opportunity to address this issue. I couldn't help, 9 since we ran out of time and I couldn't make a comment when Governor Peterson was testifying. I believe that there are 10 11 lots of things of the awareness that has been heightened on 12 environmental issues all across this nation is extremely 13 important. And our legislature that just went home last 14 weekend, we adopted a two-year moratorium on surface mining with the cooperation of the mining industry, led by Home 15 State Mining Company and I think that all of the private 16 17 organizations are to be congratulated on that. As we have talked about education and environmental issues in this 18 19 Governor's Conference, I think all of those issues permeate 20 each other.

21 And that has nothing to do with the agricultural 22 rural development policy issue which I'm going to discuss. 23 But I do believe that 1990 promises to be a watershed year 24 for American agriculture and certainly rural development. 25 As we have legislation on rural development that is weaving

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1 its way through Congress. I think that the environmental 2 issues that permeate those kinds of things is also 3 exemplified by the attendance at our committee meeting, yesterday, of Secretary Yeuter of the Department of 4 5 Agriculture, and Administrator Reilly of the Environmental 6 Protection Agency, as we understand how in rural areas and 7 in promoting agriculture in this nation, that we have to be 8 sensitive to environmental concerns. 9 The Committee on Agriculture and Rural 10 Development adopted two amendments to the current NGA 11 policies and I'll move the policies in a bloc. 12 The first amends the current policy, numbered 13 G-8. Agricultural Chemical Safety. And the current law 14 requires that in order for pesticides to be used on a crop, 15 it has to be federally-registered for that use. In the 16 instance of what a registering company considers to be a 17 minor use, like potatoes in Idaho and tobacco in North 18 Carolina, the cost of registration may mean that producers 19 will not have pesticides available for use. The amendment 20 to G-8 as adopted by the Committee asks that Congress 21 recognize and address this problem in their amendments to 22 Federal pesticide legislation. The second policy amends G-11. The 1990 farm 23

policy legislation, as adopted this year, will provide a
legislative blueprint for agricultural programs for the next

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1 five years in this nation and it will be debated this year, 2 hopefully early this year. Significant factors beyond the scope of mere agricultural production will influence the 3 4 shape of that legislation. Interest in protecting and 5 maintaining our natural resource base in agriculture is at 6 an all time high in this nation. The amendments adopted by 7 the Agriculture and Rural Development Committee suggests to 8 Congress a series of changes in current programs that can 9 help farmers strengthen their commitment to the environment, 10 mostly through education, the things that we're talking 11 about in this conference.

12 The first amendment endorses providing farmers 13 with more options in planning decisions without having them 14 forego federal program benefits. Current farm programs make 15 it harder to farm in an environmentally responsible manner. 16 Now, a program that will increase farmers' flexibility 17 without creating market distortions is called for, and 18 that's what the amendment deals with.

The second amendment then to that, clarifies current farm policy language on the conservation reserve program. The amendment states that environmentally sensitive lands, as well as highly erodible lands should be included in the 45 billion acre potential CRP cap, or goal, I should say. Further, as a means to better coordinate state and federal resources for conservation, the policy

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calls for priority to be given to lands identified in state
 non-point source management plans.

And the third amendment outlines research needs
for agriculture.

5 The fourth reiterates that states should have the 6 primary role in managing water resources and that we should 7 develop a comprehensive water strategy that recognizes the 8 integrated nature of water resources, which obviously does 9 not respect political boundaries. We'd have to work on that 10 together.

Mr. Chairman, I believe these policies will represent important and thoughtful suggestions to difficult issues that are facing Congress, and I urge your support of the policies, and I move the adoption of Policy G-8 amendments and G-11 as passed by the Committee on Agriculture and Rural Development.

17 While I still have the microphone, if I might 18 also bring something else to the attention of the group. As 19 we speak here this morning, the Agriculture Committee of the 20 House of Representatives is marking up a rural development 21 bill that represents an important policy tool for improving 22 the economies of small and rural communities. And all of 23 our states have them. That's bill HR 3581. It's a 24 bipartisan effort by Congressmen English and Coleman, that 25 closely parallels NGA policy on rural development. It will

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1	give state and local officials who will give us, and we talk
2	about flexibility and the ability to develop our own
3	priorities, not necessarily with new money, but to make
4	better use of the existing federal money, it will give state
5	and local officials responsibility for prioritizing the use
6	of federal rural economic development funds. And I urge all
7	of you to contact your Congressional delegation in support
8	of this legislation.
9	Thank you.
10	GOVERNOR ANDRUS: Second the motion, Mr.
11	Chairman.
12	GOVERNOR BRANSTAD: We have a motion, and a
13	second from Governor Andrus for the policy positions G-8 and
14	G-11 of the Committee on Agriculture and Rural Development.
15	Discussion?
16	(No response.)
17	GOVERNOR BRANSTAD: All in favor of the motions,
18	signify by saying, aye.
19	(Chorus of ayes.)
20	GOVERNOR BRANSTAD: Opposed?
21	(No response.)
22	GOVERNOR BRANSTAD: It is approved.
23	The Chair now recognizes the Governor of
24	Mississippi, Governor Mabus, for the report of the Committee
25	on Economic Development and Technological Innovation.
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> 1 GOVERNOR MABUS: Thank you, Mr. Chairman. 2 We do not have any policy positions but we do 3 have one new initiative that I would like to share with the 4 governors. The Committee on Economic Development and 5 Technological Innovation, in joint in connection with the 6 Committee on Human Resources has started an initiative 7 called "Excellence at Work." Governors Deukmejian, DiPrete, 8 Schaefer, and I are co-chairing this. The goal is to create 9 an accident agenda for the states on how to improve the 10 training of our work force. Since the demographics of the 11 work force are changing so dramatically, we are looking at 12 ways to assist business in reorganizing and restructuring 13 their work places. We'll pull together leaders from 14 business, labor, job training and education to share ideas. 15 We hope to direct attention to the most effective role for states and businesses, and also toward evaluating various 16 17 options for state programs.

18 We are hosting a luncheon today at 12:30 here 19 with business, labor, education and job training people 20 called the "Governors' Forum on Excellence at Work." We'd 21 like to invite any governor that could attend to please We will hold two to three round table discussions 22 come. 23 between March and May of this year, we will review the suggestions next summer in Mobile. We will meet again with 24 25 the forum in September to hear suggestions on draft action

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1 agenda and we will present our final agenda at next winter's 2 meeting here in Washington. 3 Mr. Chairman, that is our report. 4 Thank you. 5 GOVERNOR BRANSTAD: Governor Mabus, thank you 6 very much for your leadership and for that report. 7 The Chair now recognizes Governor Kunin from 8 Vermont, the Chair of the Energy and Environment Committee, for a number of policies, and I think a resolution, as well. 9 10 Governor Kunin? GOVERNOR KUNIN: Thank you, Governor Branstad. 11 The Energy and Environment Committee move on 12 13 behalf of the Committee, the adoption of four policy amendments, two new policy positions and one resolution that 14 15 is consistent with existing policy. I might make note of 16 the fact that the Committee had the pleasure of hearing 17 Admiral Watkins, the Energy Secretary, gave a very 18 forthright and candid talk about a change in policy in 19 regard to federal facilities. I think we were all reassured 20 that the Administration is going to take a very different 21 approach to cleaning up these facilities and will be very 22 much in keeping with the policy that we adopted. 23 The policy amendments deal with the control of natural water pollution, assist plastic recycling, 24 25 recommending a nationwide coating system; made some

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technical amendments dealing with degraded coastal waters
 and amending our clean air policy to deal with automotive
 pollutants.

4 The Clean Air amendment recognizes the role that 5 motor vehicle emission play in air quality around the 6 country. The proposal recommends starting out with expanded 7 use of cleaner burning reformulated gasoline, which is 8 emerging quickly on the market, the conversion of fleet 9 vehicles to alternative fuels, the initiation of alternate fuels in most urban areas. And a second phase of mobile 10 11 source emission standards for the year 2003.

As I indicated, the Committee recommends the adoption of a significant new policy of the environmental management of federal facilities. And I'd like to express our gratitude to Governor Andrus' strong initiatives and the excellent report that his task force produced on that very critical subject that affects many many of our states.

The Committee also adopted Governor Branstad's 18 19 recommendation on environmental education. And finally, the 20 Committee recommends a resolution consistent with existing 21 policy, calling for the development of regional fuel 22 reserves. Many of our states, both in the northeast and the 23 midwest and in other parts of the country, during the cold 24 December, experience real price hikes, shortages. And we're 25 asking the Congress to act as deliberately and speedily as

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> 1 possible in implementing these so fuel reserves will be of 2 assistance. 3 I'd like to, at this point, thank the Committee 4 for its fine work. And I believe Governor Bangerter has a 5 few words to say. 6 GOVERNOR BRANSTAD: Governor Bangerter? 7 GOVERNOR BANGERTER: I'll just second the motion. 8 GOVERNOR BRANSTAD: We've got a motion from 9 Governor Kunin, seconded by Governor Bangerter for the 10 approval of the policies in the resolution. 11 GOVERNOR BLANCHARD: Mr. Chairman? I'd like to 12 be able to make a comment on this policy. 13 GOVERNOR BRANSTAD: Governor Blanchard? GOVERNOR BLANCHARD: I'd like to congratulate the 14 15 Committee. I think the Chair and the others have worked an 16 awful long time on this, and I plan to support it. But I do want to make one little mention of something related to the 17 18 phase II tailpipe emissions. There was a possibility that 19 went on again, off again, on again, off again, that the 20 second phase of the tailpipe standards be deemed, or should 21 be deemed to be cost effective and technologically feasible. That language was left out. I'm not sure of all the 22 23 reasons, but I'd like the language modified to make it a 24 little more reasonable. My concern is that there is some 25 debate as to whether what we mandated will be

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1	technologically feasible and cost effective.
2	And in addition, I'm worried that leaving those
3	two phrases out, erodes our credibility with Congress, which
4	is, I hope, to enact meaningful clean air legislation. It's
5	not enough for me to offer an amendment, but I do want to
6	render that opinion because I think it takes the edge off
7	what could otherwise be a stronger resolution and one given
8	more credibility with our friends in Congress.
9	GOVERNOR BRANSTAD: Governor Ashcroft?
10	GOVERNOR ASHCROFT: I want to second what
11	Governor Blanchard said. I think the deletion of those few
12	words of reasonableness will erode the resolution and make
13	it less acceptable.
14	Thank you.
15	GOVERNOR BRANSTAD: Further discussion?
16	(No response.)
17	GOVERNOR BRANSTAD: We have a motion which has
18	been seconded, to approve the policies and the resolution
19	coming from the Committee on Energy and the Environment.
20	Those in favor of the motion signify by saying,
21	aye.
22	(Chorus of ayes.)
23	GOVERNOR BRANSTAD: Opposed?
24	(No response.)
25	GOVERNOR BRANSTAD: It is approved.
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1	And now, with the consent of the other governors,
2	I would take Governor Castle's report on public safety out
3	of order and recognize Governor Castle from Delaware to
4	present the report and the resolution from the Committee on
5	Justice and Public Safety.
6	GOVERNOR CASTLE: Thank you very much, Mr.
7	Chairman. I appreciate you taking this out of order. I am
8	trying to do my part for the environment by taking a train
9	back to Delaware this afternoon, and trains don't wait for
10	governors, I learned some time ago.
11	The Committee on Justice and Public Safety
12	actually had a very interesting meeting with four mayors
13	from the Mayors' Conference, concerning national drug
14	strategy and the differences, obviously, in funding that
15	exist with the states and some of the urban areas and local
16	governments who are concerned about the funding going
17	through these states. It was a good exchange, both in terms
18	of the information with respect to what they are doing, what
19	we need to do, as well as some of the issues with respect to
20	the working relationship and the monetary aspects with which
21	they are concerned.
22	But, obviously, they had the exact same concern,
23	perhaps even a larger concern, because it is so significant
24	on their agenda, fighting drug abuse and trafficking in
25	their cities. Any state that has a large urban area or is

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1	near one, knows what that means, the impact of the drug
2	problem on their states. So it was a good discussion, and
3	we did agree to continue to have that dialogue further to
4	discuss these problems.
5	We have one resolution before you. It's under
6	the goldenrod cover for this Committee; it's a resolution
7	which is based upon our current NGA policy, B-12, on habeas
8	corpus proceedings, concerns reform of federal procedures
9	for collateral review of state court judgments.
10	I move the adoption of this resolution.
11	VOICES: Second.
12	GOVERNOR BRANSTAD: We have a second.
13	Discussion?
14	Governor Celeste?
15	GOVERNOR CELESTE: Mr. Chairman, Governor Castle,
16	I wonder, in considering this resolution, it is clear that
17	we are not endorsing any particular pending legislation in
18	Congress. I have received several calls from people in my
19	state who are troubled by some of the implications they see
20	in the resolution, if it were interpreted as a resolution
21	supporting particular pieces of legislation pending in
22	Congress.
23	GOVERNOR CASTLE: I believe the answer to that,
24	Governor Celeste, is that it is not intended to do that, and
25	does not. But I'm going to defer to Governor Martinez, who
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1 is the sponsor. GOVERNOR BRANSTAD: Governor Martinez of Florida. 2 GOVERNOR MARTINEZ: Governor, that is correct, 3 4 there is no endorsement of any bill that's pending before 5 the Congress; simply the Anti-drug Act of 1988, created to 6 the commission to study habeas corpus for a later report to 7 Congress and then Senators and House members who would 8 proceed to develop legislation. This urges Congress to go 9 about making the decision on habeas corpus; it has no 10 endorsement of any bill. GOVERNOR BRANSTAD: Further discussion? 11 12 (No response.) GOVERNOR BRANSTAD: All in favor of the motion 13 from Governor Castle for approval of the resolution B-12 14 15 from the Committee on Justice and Public Safety, signify by 16 saying, aye. 17 (Chorus of ayes.) 18 Those opposed, signify by GOVERNOR BRANSTAD: 19 saying, nay. 20 (No response.) 21 GOVERNOR BRANSTAD: The ayes have it. The 22 resolution is approved. 23 The Chair now recognizes Governor Celeste from 24 Ohio for the report of the Committee on Human Resources. 25 GOVERNOR CELESTE: Thank you very much, Mr. ACE-FEDERAL REPORTERS, INC.

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## Chairman. 1

2 While much of our time was spent, yesterday, in 3 discussion of the issue of health care, how do we assure 4 access and how do we control costs. What we have before us 5 today from the Committee on Human Resources, are three 6 proposed policies of the health care issue, we recognize as 7 one that's going to be a continuing matter of discussion 8 both when are together, Governor Hunt, in Mobile this 9 summer, and next year as Governor Gardner assumes leadership of NGA. So I'd like to simply note that the policies on 10 11 which we propose to vote include a new a policy which 12 updates our current stated policy on the food stamp program, 13 a new policy on literacy which Governor Carruthers helped us 14 to fashion and is consistent with our efforts in the 15 education arena, and a health policy statement on chronic 16 fatique syndrome.

17 I would like to move these policies in bloc on 18 behalf of the committee, Mr. Chairman, and then with your permission, talk about something else when we finish. 19

20 21 22

25

GOVERNOR CARRUTHERS: Second.

GOVERNOR BRANSTAD: Governor Celeste moves and Governor Carruthers seconds the end bloc policy positions 23 from the Committee on Human Resources.

**Discussion?** 24

(No response.)

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1	GOVERNOR BRANSTAD: Are you ready to vote?
2	If there's no discussion, all in favor, signify
3	by saying, aye.
4	(Chorus of ayes.)
5	GOVERNOR BRANSTAD: Opposed, signify by saying,
6	nay.
7	(No response.)
8	GOVERNOR BRANSTAD: The ayes have it. It is
9	approved.
10	Governor Celeste?
11	GOVERNOR CELESTE: Thank you very much, Mr.
12	Chairman.
13	Also, if I could take one moment, I'd like to
14	call the attention of the governors to a packet of
15	information which is in front of you with a cover letter
16	from me. This is information on the earned income credit.
17	It contains new materials which you can use to publicize the
18	availability of this credit in your states.
19	I call it to your attention because the earned
20	income credit is a tax credit for working poor families with
21	children. It's designed to offset the regressive burden of
22	payroll taxes on low income working families, and the credit
23	was greatly expanded in the 1986 Tax Reform Act. This
24	credit is pro-family and pro-work where the parents work and
25	support at least one child living at home in order to

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qualify. In addition, the credit is targeted to low income
 workers.

Each of us, as governors, can play an important 3 4 role, reaching out to help these working families understand 5 they qualify for this earned income credit. It really is important that we, in each of our states, devise a strategy 6 7 of outreach to alert these folks to this credit of which they're entitled. So I encourage you to use the materials 8 9 in your packet to let low income families in your state know 10 about the availability of this credit. Thank you very much, Mr. Chairman. 11 12 GOVERNOR BRANSTAD: Thank you very much. That's 13 very helpful to the governors. 14 GOVERNOR PERPICH: Governor Branstad? 15 GOVERNOR BRANSTAD: Yes? Governor Perpich? 16 GOVERNOR PERPICH: I want to take the opportunity 17 to thank Governor Celeste for presenting the resolution 18 chronic fatique syndrome on my behalf. I wasn't able to be 19 here yesterday. And I want to thank him publicly for 20 presenting that resolution to the Committee. 21 Thank you very much. 22 GOVERNOR BRANSTAD: Thank you. 23 And now the Chair recognizes Governor Tommy 24 Thompson from Wisconsin, the Chair of the Committee on 25 International Trade and Foreign Relations Policies.

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> 1 GOVERNOR THOMPSON: Thank you very much, Mr. 2 Chairman. Let me also, along with many other governors, 3 congratulate you on doing an outstanding job at this winter 4 meeting.

5 Before turning to our policy positions, Mr. 6 Chairman, I would like to mention that the Trade Committee 7 had an excellent meeting with Ambassador Carla Hills to 8 discuss the GATT. She asked me to inform the governors that 9 if they have any questions, especially dealing with intellectual property, agriculture or service organizations, 10 11 as it relates to the GATT and the discussions that are going 12 on now with the Uruguay round, that they should get those 13 information either to me, the NGA, or Carla Hills, directly.

We also had the opportunity to hear from Curtis
Kammon, a first class professional at the State Department,
dealing with Eastern Europe.

Governor Waihee, our Vice Chairman, led a very interesting exchange on tourism. There's legislation in Congress right now supporting the United States travel and tourism administration. Congressman Luken was there to advise us that if we were interested in this subject, that we should be contacting our respective representatives to support his legislation.

24The NGA is also, as you know, Mr. Chairman,25planning a trip to Europe to discuss what governors can do

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1 to prepare for EC '92, and to assist emerging democracies in 2 Eastern Europe. Our current plan is that we would be at 3 Brussels on May 29th through the 31st; and would travel to Eastern Europe June 1st through 5th. Each governor, I know, 4 5 has a letter on the subject but it would be nice if the NGA would be able to be advised as soon as possible what 6 7 governors want to attend this. It's going to be very 8 interesting and informative and it should be very helpful 9 with respect to the states as it relates to EC '92. 10 Finally, Mr. Chairman, the Committee on 11 International Trade and Foreign Relations approved two 12 The first emphasizes the importance of policy positions. 13 air service to states in economic development and tourism 14 It says that increased air service should be the programs. 15 primary goal of the United States International Aviation 16 Policy.

17 The second proposal relates to an area where we 18 now have no policy whatsoever. That deals with the USSR and 19 Eastern Europe. When President Bush met with us in Chicago, 20 he called the governors, America's economic envoys and 21 ambassadors for democracy. He urged us to take an active 22 role in Eastern Europe. Our proposal urges states to 23 increase their contact with these countries. It also 24 supports granting the most-favored nations status to the 25 USSr and to those Eastern European countries that do not

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1	already have that designation. It's a departure from NGA
2	policy but something that I think we should adopt.
3	Prerequisite is their clear commitment, however, to human
4	rights.
5	Curtis Kammon, who represented the State
6	Department at the meeting, indicated that the text is
7	directly in line with current U.S. policy and something that
8	he urged us to adopt.
9	I would like to thank Governor Cowper for his
10	leadership on these two policy positions and the work that
11	he did. And I'm pleased, Mr. Chairman, to move the adoption
12	of these two proposals in bloc.
13	GOVERNOR BRANSTAD: Governor Thompson moves the
14	policies of H-3 and H-5.
15	Is there a second?
16	GOVERNOR WAIHEE: Second.
17	GOVERNOR BRANSTAD: Second, Governor Waihee.
18	Discussion?
19	(No response.)
20	GOVERNOR BRANSTAD: All in favor of the motion,
21	signify by saying, aye.
22	(Chorus of ayes.)
23	GOVERNOR BRANSTAD: Opposed, signify by saying,
24	nay.
25	(No response.)
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1	GOVERNOR BRANSTAD: The ayes have it. It is
2	approved.
3	The final committee report will be presented by
4	Governor Kay Orr from Nebraska, Chair of the Committee on
5	Transportation, Commerce, and Communications.
6	Governor Orr?
7	GOVERNOR ORR: Thank you, Mr. Chairman.
8	Yesterday, the Transportation, Commerce and
9	Communications Committee approved two sets of amendments for
10	consideration by the full body today.
11	Let me use this opportunity to thank Governor
12	Tommy Thompson and Governor Jim Thompson and Governor
13	O'Neill for the leadership they provided in developing these
14	proposals.
15	The first amendment is F-3, that's Air
16	Transportation, would add a second that's identical to the
17	Trade Policy Amendment just mentioned by Governor Tommy
18	Thompson. A policy that says a primary goal should be to
19	expand the international air service through the opening of
20	additional gateways for both passengers and cargo.
21	Amendments to F-1, transportation policy overview
22	and offered ten principles for national transportation
23	policy that would serve as a basis for the next multi-year
24	highway reauthorization. It also outlines priorities in the
25	areas of highways and transit.

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1	We've been talking quite a bit the last few days
2	about highway trust fund obligation ceiling and this
3	proposal that we offer reiterates our support for the full
4	utilization of the trust fund monies for highway projects.
5	And says that, at a minimum, annual highway obligation
6	ceilings should be set at receipts plus interest. That
7	would mean about \$15 billion for the next fiscal year for
8	state highway programs.
9	Vice Chair Governor Wilkinson of Kentucky, and I,
10	are going to be emphasizing this message to Congress over
11	the next few months, as they consider this year's
12	appropriations and next year's reauthorization. And I
13	encourage each of my fellow governors to work with us in
14	this area that is of vital importance to all states.
15	I now move the adoption of these proposed
16	policies, as outlined.
17	GOVERNOR O'NEILL: Second.
18	GOVERNOR BRANSTAD: Governor Orr moves and
19	Governor O'Neill seconds the proposed policy positions from
20	the Committee on Transportation, Commerce and
21	Communications.
22	Discussion?
23	(No response.)
24	GOVERNOR BRANSTAD: All in favor of the motion,
25	signify by saying, aye.
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1	(Chorus of ayes.)
2	GOVERNOR BRANSTAD: Opposed?
3	(No response.)
4	GOVERNOR GARDNER: The ayes have it. It is
5	approved.
6	We have one suspension. Governor Ada from Guam
7	has a proposed suspension for consideration of a resolution.
8	And let me point out that this will require he's going to
9	introduce it. There will not be an opportunity for debate
10	because suspensions are not debatable. It does require a
11	three-fourths vote to suspend. If the suspension prevails,
12	then it requires a three-fourths vote for approval.
13	At this time, the Chair recognizes Governor Ada
14	from Guam.
15	GOVERNOR ADA: Thank you, Mr. Chairman.
16	The reason for this resolution is requesting
17	consideration from this body for the consolidation of
18	military air facilities in Guam. Guam, given the reduction
19	of military activities, has severely under-utilized the
20	Anderson Air Force Base on the Air Force stationed in Guam.
21	GOVERNOR BRANSTAD: I'm told by the
22	parliamentarian that you can only move the suspension. I
23	think the resolution has been passed out. You cannot
24	explain it until the body votes on whether to suspend the
25	rules to consider it. That's the advice of the

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1	parliamentarian. So you
2	GOVERNOR ADA: I move the suspension, Mr.
3	Chairman.
4	GOVERNOR BRANSTAD: We have a motion to suspend
5	the rules for consideration of this resolution.
6	Is there a second?
7	VOICE: Second.
8	GOVERNOR BRANSTAD: It's not debatable. it
9	requires a three-fourths vote.
10	All in favor, signify by saying, aye.
11	(Chorus of ayes.)
12	GOVERNOR BRANSTAD: Opposed, no.
13	(Chorus of no's.)
14	GOVERNOR BRANSTAD: The ayes appear to have it
15	and the suspension is agreed to. You can now explain the
16	resolution.
17	GOVERNOR ADA: Thank you, Mr. Chairman.
18	For many years, Guam has been affected by the
19	military reduction and most recently the B52s were
20	deactivated in Guam. As a result of that, it has cost us
21	approximately \$200 million in gross national product impact
22	and approximately 1500 military personnel may be effected as
23	a result of this action. And, of course, a lot of our local
24	people will be displaced as a result of the deactivation of
25	the B52s.

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1	The naval air station is very under-utilized.
2	There are approximately only six choppers in operation at
3	that facility, which is adjacent to our Guam International
4	Airport facility. And in that respect, we need the
5	expansion of our Guam International Airport facility to meet
6	the growing demands, as well as to establish a maintenance
7	facility to make sure that the safety of the passengers is
8	taken care of.
9	We don't have a strong maintenance facility to
10	service air carriers in Guam, and it is important that we
11	make sure that we have the necessary facilities and the real
12	estate to expand into this particular area and other airport
13	related concerns.
14	I want to note for the body here that there are
15	two other military airport facilities in Guam that are not
16	being used and can be used in case of a potential pullback
17	from the Philippines' negotiations, in case it doesn't
18	become a favorable condition for the U.S. Government. The
19	people of the territory are mindful of the fallback and
20	we're willing to do our share. But there is ample space up
21	at Anderson Air Force Base that is grossly under-utilized.
22	As a matter of fact, the general that runs the activities at
23	Anderson Air Force base, specifically, General MacPeak, has
24	publicly stated that they have no problem in the
25	consolidation of the naval air station with Anderson Air

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> 1 Force Base, so we have gotten support from the Air Force General for this move. 2 Secretary Cheney, as well, was in Guam recently 3 and saw the need, and is also proceeding with some 4 5 discussion on this particular matter. So I would like the governors here to please consider our position here. 6 It 7 will help cut the budget deficit and, as well, would help us 8 grow on the private sector. 9 GOVERNOR BRANSTAD: We have a motion to adopt the resolution. 10 Is there a second? 11 GOVERNOR WAIHEE: Second. 12 GOVERNOR BRANSTAD: Second from Governor Waihee. 13 **Discussion**? 14 (No response.) 15 GOVERNOR BRANSTAD: All in favor, signify by 16 saying, aye. 17 (Chorus of ayes.) 18 GOVERNOR BRANSTAD: **Opposed**? 19 (Chorus of no's.) 20 GOVERNOR BRANSTAD: The ayes have it. The 21 resolution is approved. I want to thank all of you for your active 22 23 participation in this winter meeting of National Governors' 24 Association, for the fine work of the standing committees, 25 and especially I'm proud of the work of our task forces on ACE-FEDERAL REPORTERS, INC.

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1	education and the two environmental task forces. We are
2	indeed making a difference in building a consensus for
3	change. And I'm proud to say the National Governors'
4	Association are in a forefront position of helping move this
5	nation forward, meeting two of the most challenging issues;
6	that of education, and the environment.
7	Have a safe trip home.
8	The Winter Meeting of the National Governors'
9	Association is hereby adjourned.
10	(Applause.)
11	(Whereupon, at 11:55 a.m., the meeting was
12	concluded.)
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