



THE DIRECTOR

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

264765SS
FI004-02

The President

The White House

Submitted for your consideration is a request for Department of Defense appropriations for FY 1991 and FY 1992 for additional costs of Operation Desert Shield/Desert Storm.

The request is composed of two elements:

- o New appropriations totaling \$2.9 billion are requested for FY 1991 and FY 1992 for recently identified incremental costs of Operation Desert Shield/Desert Storm. These appropriations are necessary to replace material lost or consumed during combat and to provide for the rehabilitation and repair of equipment resulting from heavy use during Desert Shield/Desert Storm. The funds would be transferred from either the Defense Cooperation Account (foreign cash contributions) or from the \$15 billion Persian Gulf Regional Defense Fund (U.S. funds). If transfers are necessary from the Persian Gulf Regional Defense Fund, the Fund would be reimbursed from the Defense Cooperation Account as additional contributions are received.
- o Authority is requested to transfer among accounts in FY 1991 or FY 1992, \$6.6 billion of the \$42.6 billion appropriated in P.L. 102-28, the Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991. This action is necessary because P.L. 102-28 earmarked appropriations by account before detailed estimates had been prepared and because some of the obligations will occur in FY 1992.

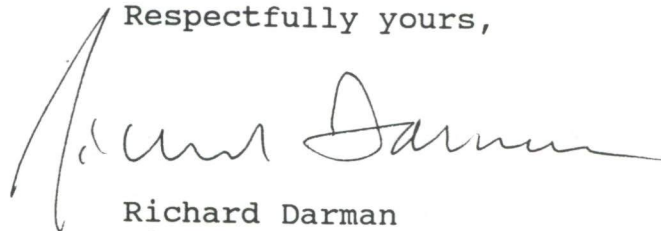
Foreign commitments for cash contributions total \$48.8 billion. Of this amount \$38.6 billion has been received through June 28, 1991. Appropriations to date from the Defense Cooperation Account and the Persian Gulf Regional Defense Fund total \$44.5 billion. This request would increase total appropriations from the Defense Cooperation Account and the Persian Gulf Regional Defense Fund to \$47.5 billion.

These appropriations would be exempt from statutory spending limits established by the Budget Enforcement Act of 1990 because they are incremental costs associated with Operation Desert Shield/Desert Storm.

The Department of Defense has estimated that the full incremental costs of Desert Shield/Desert Storm could total \$61.1 billion. Not all of this amount requires appropriations in FY 1991 however, since it includes costs covered by in-kind assistance from our allies, long-term veterans benefits, and FY 1990 costs.

I have carefully reviewed this proposal and am satisfied that it is necessary at this time. Therefore, I recommend that it be transmitted to Congress.

Respectfully yours,

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Richard Darman
Director

Enclosure

THE WHITE HOUSE

WASHINGTON

JUL - 9 1991

The Speaker of the
House of Representatives

Sir:

I ask Congress to consider requests for FY 1991 and FY 1992 appropriations for the Department of Defense for additional costs of Operation Desert Shield/Desert Storm.

These appropriations would be exempt from statutory spending limits established in the Budget Enforcement Act of 1990 because they are incremental costs associated with Operation Desert Shield/Desert Storm.

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

Sincerely yours,



Enclosures

To the Speaker of the House: 7-9-91 (Fred Zeeman, OMB)

*Noted:
M.M.C.*

DEPARTMENT OF DEFENSE - MILITARY

General Provisions
(Including Transfer of Funds)

Under the terms and conditions of the "Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991", in addition to the amounts that may be transferred to appropriations available to the Department of Defense pursuant to that Act, not to exceed \$2,949,000,000 may be transferred during fiscal years 1991 and 1992 from either the Defense Cooperation Account, or as appropriate, the Persian Gulf Regional Defense Fund, to appropriations available to the Department of Defense.

For the purpose of adjusting amounts which may be transferred pursuant to the "Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991", during the fiscal years 1991 and 1992, the Secretary of Defense may make adjustments to the amounts provided for transfer by such Act in amounts not to exceed \$6,573,000,000 and provide for the transfer of such amounts to appropriations available to the Department of Defense during fiscal years 1991 and 1992.

This language would provide new appropriations of \$2.9 billion for FY 1991 and FY 1992 for additional costs of Operation Desert Shield/Desert Storm. The appropriations would be from the Defense Cooperation Account (foreign cash contributions) or from the Persian Gulf Regional Defense Fund (U.S. funds). In addition, authority is requested to transfer among accounts in FY 1991 or FY 1992, \$6.6 billion of the \$42.6 billion appropriated in P.L. 102-28, the Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991.

WHITE HOUSE STAFFING MEMORANDUM

DATE: 7/8/91 ACTION/CONCURRENCE/COMMENT DUE BY: TODAY, 7/8/91 1:00 p.m.

SUBJECT: SUPPLEMENTAL APPROPRIATIONS FOR OPERATION DESERT SHIELD/DESERT STORM

	ACTION FYI			ACTION	FYI
VICE PRESIDENT	<input type="checkbox"/>	<input type="checkbox"/>	MCCLURE	<input type="checkbox"/>	<input checked="" type="checkbox"/>
SUNUNU <i>NC - for Kate</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PETERSMEYER	<input type="checkbox"/>	<input type="checkbox"/>
SCOWCROFT <i>concur</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PORTER	<input type="checkbox"/>	<input type="checkbox"/>
DARMAN	<input type="checkbox"/>	<input type="checkbox"/>	ROGICH	<input type="checkbox"/>	<input type="checkbox"/>
BRADY	<input type="checkbox"/>	<input type="checkbox"/>	SMITH	<input type="checkbox"/>	<input type="checkbox"/>
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CARD <i>OK</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
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FITZWATER	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
GRAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
HOLIDAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>

REMARKS:

Please forward any comments/recommendations directly to this office no later than 1:00 p.m., TODAY, MONDAY, JULY 8. Thank you.

RESPONSE:

PHILLIP D. BRADY
Assistant to the President
and Staff Secretary
Ext. 2702



A11-m-1

THE WHITE HOUSE
WASHINGTON

Date: 7/2

TO: ED ROGERS

FROM: JOHN S. GARDNER
Special Assistant to the President
and Assistant Staff Secretary

I'm holding this memo because I don't think it's ready for the President -- I still have not received Porter's or Gray's comments/clearance, and a few of OMB's changes were not taken.

Thanks.



PRESS RELEASE

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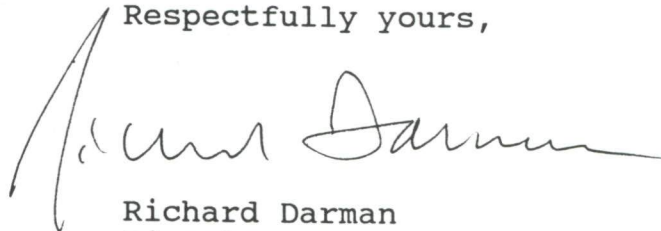
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Enclosure

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THE WHITE HOUSE

Office of the Press Secretary

For Immediate Release

July 9, 1991

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OFFICE OF THE EXECUTIVE CLERK
TRACKING SHEET FOR PRESIDENTIAL DOCUMENTS

Supplemental

TITLE: Desert Storm - Budget Appropriations *(Additional)*
FY-91 & FY-92.

TYPE DOCUMENT:

PROCLAMATION	<u>LETTER(S)</u>	<i>So. H.</i>
EXECUTIVE ORDER	MESSAGE TO THE CONGRESS/SENATE	
MEMORANDUM	STATEMENT BY THE PRESIDENT	
DECISION MEMORANDUM	SIGNING STATEMENT	
DETERMINATION (numbered)	TREATY/CONVENTION/AGREEMENT, etc.	
OTHER:	_____	

RECEIVED: (Advance: 1/91 Time: _____ a.m./p.m.)
 In final: 7/8/91 Time: 9:25 a.m./p.m.)

SENT TO CORRESPONDENCE FOR TYPING IN FINAL:
PRESS RELEASE ONLY.
 (Advance: 1/91 Time: _____ a.m./p.m.)
 In final: 7/8/91 Time: 9:30 a.m./p.m.)

TO PHILLIP D. BRADY'S OFFICE:
 (For staffing: 1/91 Time: _____ a.m./p.m.)
 In final: 7/8/91 Time: 9:35 a.m./p.m.)

INFO, INCLUDING STENCIL, TO PRESS OFFICE:
 Date: 7/8/91 Time: 11:45 a.m./p.m.)
 POSTED: 7/9/91 Time: 1:30 a.m./p.m.)

NOTIFICATIONS:

_____ (Person/time)	Each time a message, report, etc., is xmitted to the Congress, call OLA -- x2230.
<i>N/A</i>	
_____ (Person/time)	NSC, when appropriate -- Lonnie Ford; W.H. Situation Room -- x2585.
<i>N/A</i>	
_____ (Person/time)	<i>Fred Zerman, OMB, 3603</i>
_____ (Person/time)	(Other)

OTHER INFORMATION:
 Call: *Sumidney* Done at 1:55 pm
 703-697-3345 when signed
Picked up by Zerman on 7/9/91 (11:40 am)

THE WHITE HOUSE

WASHINGTON

ORM OPTICAL DISK NETWORK

ID# 264765SS

Hardcopy pages are in poor condition (too light or too dark).

Remainder of case not scanned.

Oversize attachment not scanned.

Report not scanned.

Enclosure(s) not scanned.

Proclamation not scanned.

Incoming letters(s) not scanned.

Proposal not scanned.

Statement not scanned.

Duplicate letters attached - not scanned.

Only table of contents scanned.

No incoming letter attached.

Only tracking sheet scanned.

Photo(s) not scanned.

Bill not scanned.

Comments:

rec'd 6:20 pm
7/8/91 - SW

WHITE HOUSE STAFFING MEMORANDUM



DATE: 7/8/91 ACTION/CONCURRENCE/COMMENT DUE BY: TODAY, 7/8/91 1:00 p.m.


SUBJECT: SUPPLEMENTAL APPROPRIATIONS FOR OPERATION DESERT SHIELD/DESERT STORM

	ACTION FYI			ACTION	FYI
VICE PRESIDENT	<input type="checkbox"/>	<input type="checkbox"/>	MCCLURE	<input type="checkbox"/>	<input checked="" type="checkbox"/>
SUNUNU	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PETERSMEYER	<input type="checkbox"/>	<input type="checkbox"/>
SCOWCROFT	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PORTER	<input type="checkbox"/>	<input type="checkbox"/>
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BROMLEY	<input type="checkbox"/>	<input type="checkbox"/>	UNTERMAYER	<input type="checkbox"/>	<input type="checkbox"/>
CARD	<input checked="" type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
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FITZWATER	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
GRAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
HOLIDAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>

REMARKS:

Please forward any comments/recommendations directly to this office no later than 1:00 p.m., TODAY, MONDAY, JULY 8. Thank you.

RESPONSE: The National Security Council staff has reviewed and concurs with Supplemental Appropriations for Operation Desert Shield/Desert Storm.


Brent Scowcroft

PHILLIP D. BRADY
Assistant to the President
and Staff Secretary
Ext. 2702



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EXECUTIVE OFFICE OF THE PRESIDENT
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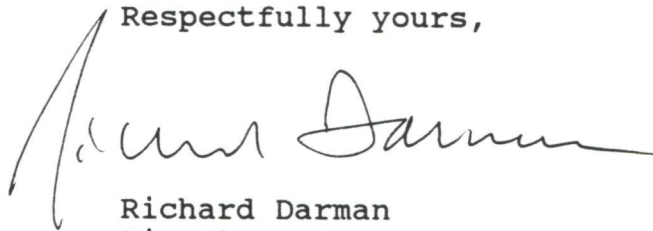
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91 JUL -8 PM 3:15

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SUBJECT: SUPPLEMENTAL APPROPRIATIONS FOR OPERATION DESERT SHIELD/DESERT STORM

	ACTION FYI			ACTION FYI	
VICE PRESIDENT	<input type="checkbox"/>	<input type="checkbox"/>	MCCLURE	<input type="checkbox"/>	<input checked="" type="checkbox"/>
SUNUNU	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PETERSMEYER	<input type="checkbox"/>	<input type="checkbox"/>
SCOWCROFT	<input checked="" type="checkbox"/>	<input type="checkbox"/>	PORTER	<input type="checkbox"/>	<input type="checkbox"/>
DARMAN	<input type="checkbox"/>	<input type="checkbox"/>	ROGICH	<input type="checkbox"/>	<input type="checkbox"/>
BRADY	<input type="checkbox"/>	<input type="checkbox"/>	SMITH	<input type="checkbox"/>	<input type="checkbox"/>
BROMLEY	<input type="checkbox"/>	<input type="checkbox"/>	UNTERMAYER	<input type="checkbox"/>	<input type="checkbox"/>
CARD	<input checked="" type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
DEMAREST	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
FITZWATER	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
GRAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
HOLIDAY	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>

REMARKS:

Please forward any comments/recommendations directly to this office no later than 1:00 p.m., TODAY, MONDAY, JULY 8. Thank you.

RESPONSE:

Handwritten initials and date: OK ASH 7/8

PHILLIP D. BRADY
Assistant to the President
and Staff Secretary
Ext. 2702



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

THE DIRECTOR

The President

The White House

Submitted for your consideration is a request for Department of Defense appropriations for FY 1991 and FY 1992 for additional costs of Operation Desert Shield/Desert Storm.

The request is composed of two elements:

- o New appropriations totaling \$2.9 billion are requested for FY 1991 and FY 1992 for recently identified incremental costs of Operation Desert Shield/Desert Storm. These appropriations are necessary to replace material lost or consumed during combat and to provide for the rehabilitation and repair of equipment resulting from heavy use during Desert Shield/Desert Storm. The funds would be transferred from either the Defense Cooperation Account (foreign cash contributions) or from the \$15 billion Persian Gulf Regional Defense Fund (U.S. funds). If transfers are necessary from the Persian Gulf Regional Defense Fund, the Fund would be reimbursed from the Defense Cooperation Account as additional contributions are received.
- o Authority is requested to transfer among accounts in FY 1991 or FY 1992, \$6.6 billion of the \$42.6 billion appropriated in P.L. 102-28, the Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991. This action is necessary because P.L. 102-28 earmarked appropriations by account before detailed estimates had been prepared and because some of the obligations will occur in FY 1992.

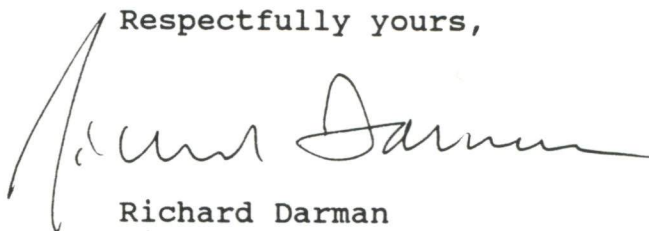
Foreign commitments for cash contributions total \$48.8 billion. Of this amount \$38.6 billion has been received through June 28, 1991. Appropriations to date from the Defense Cooperation Account and the Persian Gulf Regional Defense Fund total \$44.5 billion. This request would increase total appropriations from the Defense Cooperation Account and the Persian Gulf Regional Defense Fund to \$47.5 billion.

These appropriations would be exempt from statutory spending limits established by the Budget Enforcement Act of 1990 because they are incremental costs associated with Operation Desert Shield/Desert Storm.

The Department of Defense has estimated that the full incremental costs of Desert Shield/Desert Storm could total \$61.1 billion. Not all of this amount requires appropriations in FY 1991 however, since it includes costs covered by in-kind assistance from our allies, long-term veterans benefits, and FY 1990 costs.

I have carefully reviewed this proposal and am satisfied that it is necessary at this time. Therefore, I recommend that it be transmitted to Congress.

Respectfully yours,

A handwritten signature in cursive script, appearing to read "Richard Darman". The signature is written in dark ink and is positioned to the right of the typed name.

Richard Darman
Director

Enclosure

THE WHITE HOUSE

WASHINGTON

The Speaker of the
House of Representatives

Sir:

I ask Congress to consider requests for FY 1991 and FY 1992 appropriations for the Department of Defense for additional costs of Operation Desert Shield/Desert Storm.

These appropriations would be exempt from statutory spending limits established in the Budget Enforcement Act of 1990 because they are incremental costs associated with Operation Desert Shield/Desert Storm.

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

Sincerely yours,

Enclosures

DEPARTMENT OF DEFENSE - MILITARY

General Provisions
(Including Transfer of Funds)

Under the terms and conditions of the "Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991", in addition to the amounts that may be transferred to appropriations available to the Department of Defense pursuant to that Act, not to exceed \$2,949,000,000 may be transferred during fiscal years 1991 and 1992 from either the Defense Cooperation Account, or as appropriate, the Persian Gulf Regional Defense Fund, to appropriations available to the Department of Defense.

For the purpose of adjusting amounts which may be transferred pursuant to the "Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991", during the fiscal years 1991 and 1992, the Secretary of Defense may make adjustments to the amounts provided for transfer by such Act in amounts not to exceed \$6,573,000,000 and provide for the transfer of such amounts to appropriations available to the Department of Defense during fiscal years 1991 and 1992.

This language would provide new appropriations of \$2.9 billion for FY 1991 and FY 1992 for additional costs of Operation Desert Shield/Desert Storm. The appropriations would be from the Defense Cooperation Account (foreign cash contributions) or from the Persian Gulf Regional Defense Fund (U.S. funds). In addition, authority is requested to transfer among accounts in FY 1991 or FY 1992, \$6.6 billion of the \$42.6 billion appropriated in P.L. 102-28, the Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991.

PRESS RELEASE

The President today transmitted to Congress a request for appropriations for the Department of Defense for FY 1991 and FY 1992 for Operation Desert Shield/Desert Storm.

This request would provide new appropriations of \$2.9 billion for FY 1991 and FY 1992 for recently identified costs of Operation Desert Shield/Desert Storm. Appropriations to date have provided a total of \$44.5 billion in FY 1991 for incremental costs of Desert Shield/Desert Storm. This request would increase the amount appropriated in FY 1991 for Desert Shield/Desert Storm to a level of \$47.5 billion. New appropriations of \$2.9 billion are necessary to replace material lost or consumed during combat and to provide for the rehabilitation and repair of equipment resulting from heavy use during Desert Shield/Desert Storm.

In addition, authority is requested to transfer among accounts in FY 1991 or FY 1992, \$6.6 billion of the \$42.6 billion appropriated in P.L. 102-28, the Operation Desert Shield/Desert Storm Supplemental Appropriations Act, 1991. This authority to transfer funds is necessary because appropriations were earmarked by account before detailed estimates had been prepared and because some of the obligations will occur in FY 1992.

The new appropriations of \$2.9 billion would be transferred from foreign contributions to the Defense Cooperation Account if sufficient balances are available or from the \$15 billion Persian Gulf Regional Defense Fund already provided by Congress. If transfers are necessary from the Persian Gulf Regional Defense Fund, the Fund would be reimbursed from the Defense Cooperation Account as additional contributions are received. Through June 28th, cash contributions of \$38.6 billion have been received and further contributions of \$10.2 billion are expected, for a total of \$48.8 billion.

These appropriations would be exempt from the statutory spending limits established by the Budget Enforcement Act of 1990 because they are incremental costs associated with Operation Desert Shield/Desert Storm.

The Department of Defense has estimated that the full incremental costs of Desert Shield/Desert Storm could total \$61.1 billion. Not all of this amount requires appropriations in FY 1991, however, since it includes costs covered by in-kind assistance from allies, long-term veterans benefits, and FY 1990 costs.