

to-ground Category I missiles to any destination.

—At the October 1994 Stockholm plenary, the MTCR made public the fact of its “no-undercut” policy on license denials. Under this multi-lateral arrangement, denial notifications received from MTCR members are honored by other members for similar export license applications. Such a coordinated approach enhances U.S. missile nonproliferation goals and precludes other member nations from approving similar transactions without prior consultation.

#### MODIFICATIONS IN CONTROLS ON EMBARGOED DESTINATIONS

—Effective August 30, 1994, the Department of Commerce restricted the types of commodities eligible for shipment to Cuba under the provisions of General License GIFT. Only food, medicine, clothing, and other human needs items are eligible for this general license.

—The embargo against Haiti was lifted on October 16, 1994. That embargo had been under the jurisdiction of the Department of the Treasury. Export license authority reverted to the Department of Commerce upon the termination of the embargo.

#### REGULATORY REFORM

—In February 1994, the Department of Commerce issued a Federal Register notice that invited public comment on ways to improve the Export Administration Regulations. The project's objective is “to make the rules and procedures for the control of exports simpler and easier to understand and apply.” This project is not intended to be a vehicle to implement substantive change in the policies or procedures of export administration, but rather to make those policies and procedures simpler and clearer to the exporting community. Reformulating and simplifying the Export Administration Regulations is an important priority, and significant progress has been made over the last 6 months in working toward completion of this comprehensive undertaking.

#### EXPORT ENFORCEMENT

—Over the last 6 months, the Department of Commerce continued its vigorous enforcement of the Export Administration Act and the Export Administration Regulations through educational outreach, license application screening, spot checks, investigations, and enforcement actions. In the last 6 months, these efforts resulted in civil penalties, denials of export privileges, criminal fines, and imprisonment. Total fines amounted to over \$12,289,000 in export control and antiboycott compliance cases, including criminal fines of nearly \$9,500,000 while 11 parties were denied export privileges.

—Teledyne Fined \$12.9 Million and a Teledyne Division Denied Export Privileges for Export Control Violations: On January 26 and January 27, Teledyne Industries, Inc. of Los Angeles, agreed to a settlement of criminal and administrative charges arising from illegal export activity in the mid-1980's by its Teledyne Wah Chang division, located in Albany, Oregon. The settlement levied criminal fines and civil penalties on the firm totaling \$12.9 million and imposed a denial of export privileges on Teledyne Wah Chang.

The settlement is the result of a 4-year investigation by the Office of Export Enforcement and the U.S. Customs Service. United States Attorneys offices in Miami and Washington, D.C., coordinated the investigation. The investigation determined that during the mid-1980's, Teledyne illegally exported nearly 270 tons of zirconium that was used to manufacture cluster bombs for Iraq.

As part of the settlement, the Department restricted the export privileges of Teledyne's Wah Chang division; the division will have all export privileges denied for 3 months, with the remaining portion of the 3-year denial period suspended.

—Storm Kheem Pleads Guilty to Nonproliferation and Sanctions Violations: On January 27, Storm Kheem pled guilty in Brooklyn, New York, to charges that he violated export control regulations barring U.S. persons from contributing to Iraq's missile program. Kheem arranged for the shipment of foreign-source ammonium perchlorate, a highly explosive chemical used in manufacturing rocket fuel, from the People's Republic of China to Iraq via Amman, Jordan, without obtaining the required validated license from the Department of Commerce for arranging the shipment. Kheem's case represents the first conviction of a person for violating section 778.9 of the Export Administration Regulations, which restricts proliferation-related activities of “U.S. persons.” Kheem also pled guilty to charges of violating the Iraqi Sanctions Regulations.

5. The expenses incurred by the Federal Government in the 6-month period from August 19, 1994, to February 19, 1995, that are directly attributable to the exercise of authorities conferred by the declaration of a national emergency with respect to export controls were largely centered in the Department of Commerce, Bureau of Export Administration. Expenditures by the Department of Commerce are anticipated to be \$19,681,000 most of which represents program operating costs, wage and salary costs for Federal personnel and overhead expenses.

WILLIAM J. CLINTON.

THE WHITE HOUSE, *March 21, 1995.*

By unanimous consent, the message was referred to the Committee on

International Relations and ordered to be printed (H. Doc. 104-48).

#### ¶47.13 REVIEW PANEL

The SPEAKER pro tempore, Mr. DOOLITTLE, laid before the House the following communication, which was read as follows:

HOUSE OF REPRESENTATIVES,  
COMMITTEE ON HOUSE OVERSIGHT,  
*Washington, DC, March 10, 1995.*

Hon. NEWT GINGRICH,  
*Speaker, House of Representatives, Washington, DC*

DEAR MR. SPEAKER: Pursuant to House rule 51, clause 7, I have appointed the Honorable William J. Jefferson, and the Honorable Ed Pastor, to serve on the review panel established by the Rule for the 104th Congress.

Best Regards,

VIC FAZIO,  
*Ranking Minority Member,  
Committee on House Oversight.*

#### ¶47.14 PROVIDING FOR THE CONSIDERATION OF H.R. 4

Mr. SOLOMON, by direction of the Committee on Rules, called up the following resolution (H. Res. 117):

*Resolved*, That at any time after the adoption of this resolution the Speaker may, pursuant to clause 1(b) of rule XXIII, declare the House resolved into the Committee of the Whole House on the state of the Union for consideration of the bill (H.R. 4) to restore the American family, reduce illegitimacy, control welfare spending and reduce welfare dependence. The first reading of the bill shall be dispensed with. General debate shall be confined to the bill and the text of the bill (H.R. 1214) to help children by reforming the Nation's welfare system to promote work, marriage, and personal responsibility, and shall not exceed five hours, with two hours equally divided and controlled by the chairman and ranking minority member of the Committee on Ways and Means and three hours equally divided among and controlled by the chairmen and ranking minority members of the Committee on Economic and Educational Opportunities and the Committee on Agriculture. After general debate the Committee of the Whole shall rise without motion. No further consideration of the bill shall be in order except pursuant to a subsequent order of the House.

When said resolution was considered.

On motion of Mr. MCINNIS, the previous question was ordered on the resolution to its adoption or rejection and under the operation thereof, the resolution was agreed to.

A motion to reconsider the vote whereby said resolution was agreed to was, by unanimous consent, laid on the table.

#### ¶47.15 HOUR OF MEETING

On motion of Mr. MCINNIS, by unanimous consent,

*Ordered*, That when the House adjourns today, it adjourn to meet at 10:00 a.m. on Wednesday, March 22, 1995.

#### ¶47.16 WELFARE REFORM

The SPEAKER pro tempore, Mr. DOOLITTLE, pursuant to House Resolution 117 and rule XXIII, declared the House resolved into the Committee of the Whole House on the state of the Union for the consideration of the bill (H.R. 4) to restore the American fam-