

Committee (PITAC) noted in its recent report, the emphasis of Federal information technology research programs in recent years has shifted from long-term, high-risk research to short-term, mission oriented research. This is a trend that began in 1986 but has accelerated over the last six years.

PITAC warned that current Federal support for fundamental research in information technology is inadequate to maintain the Nation's global leadership in this area, and it advocated a five-year initiative that would significantly increase basic-research funding. The Administration's response to the PITAC report is its Information Technology for the 21st Century proposal—IT². I believe this proposal, however well-intentioned, falls short of what PITAC envisioned. It does not, for example, commit the Administration to any funding increases beyond fiscal year 2000. In fact, according to the non-partisan Congressional Budget Office, the Administration's own figures show flat or declining budgets beyond next year for the IT² agencies, so any increases in information technology research would have to come out of other important science programs, an untenable situation.

To address the issues raised in the PITAC report, I am introducing the Networking and Information Technology Research and Development Act today. This is a five-year bill that provides justifiable, sustainable, and realistic increase in information technology research. It authorizes for fiscal years 2000 through 2004 nearly \$4.8 billion, almost doubling IT research funding from current level, at the six agencies under the Science Committee's jurisdiction: the National Science Foundation, the National Aeronautics and Space Administration, the Department of Energy, the National Institute of Standards and Technology, the National Oceanographic and Atmospheric Administration, and the Environmental Protection Agency.

This bill will fundamentally alter the way information technology research is supported and conducted. Its centerpiece is the Networking and Information Technology Research and Development program, which:

Limits grants to long-term basic research with priority given to research which helps address issues related to high-end computing, and software and network stability, fragility, security (including privacy) and scalability.

Requires all grants to be peer reviewed by panels that include private sector representatives.

Establishes 20 large grants of up to \$1 million in FY 2000–2001; 30 large grants in FY 2002–2004.

Makes \$40 million available for grants of up to \$5 million for IT Centers (6 or more researchers collaborating on cross-disciplinary research issues) in FY 2000–2001; \$45 million in FY 2002–2003; \$50 million in FY 2004.

Provides \$95 million to create for-credit private sector internship programs at two and four-year colleges and universities for IT students. To participate in the program, a company must commit to provide 50 percent of the cost of the internship program.

Authorizes a total of \$385 million for new computer hardware for terascale computing, which will be allocated in an open competition by NSF. Awardees must agree to integrate

with the existing Advanced Partnership for Advanced Computational Infrastructure program and give access to Networking and Information Technology Research and Development Act research grant recipients.

In addition, the bill authorizes \$111 million through fiscal year 2002 for the completion of the Next Generation Internet program.

Another of the bill's provisions requires NSF to report to Congress on the availability of encryption technologies in foreign countries and how they compare with similar technologies subject to export restrictions in the United States. I believe that export controls on encryption are stifling development in this critical area, and I think this study will demonstrate that the current policy on encryption is self-defeating.

I also have included language in the bill to make the research tax credit permanent. For too long, businesses have been unable to plan for long-term research projects because of the annual guessing game surrounding the extension of the credit. To encourage capital formation, the credit must be a fixture in law instead of a perennial budget battle. As you know, there are a number of bills that expand the R&D tax credit, but I believe extending it permanently is a good start. Once that hurdle is cleared, we can then examine ways to improve it.

The Networking and Information Technology Research and Development Act of 1999 has been endorsed by both the Technology Network, a coalition of leading technology executives, and Ken Kennedy, the academic co-chair of the PITAC. It is a strong bipartisan bill, and I encourage all my House colleagues to support the measure.

TRIBUTE TO WHITEMAN AIR FORCE BASE

HON. IKE SKELTON

OF MISSOURI

IN THE HOUSE OF REPRESENTATIVES

Wednesday, June 9, 1999

Mr. SKELTON. Mr. Speaker, let me take this means to pay tribute to the men and women at Whiteman Air Force Base, Missouri, for their outstanding performance in Operation Allied Force.

Whiteman Air Force Base is the home of the 509th Bomb Wing, led by Brigadier General Leroy Barnidge, Jr. The men and women of the 509th Bomb Wing flew their B-2 Stealth Bombers into harm's way for the first time during Operation Allied Force. The air crews, maintenance crews, and the bombers performed magnificently. The B-2 bomber demonstrated unparalleled strike capability, dropping nearly 20 percent of the precision ordnance while flying less than 3 percent of the attack sorties. They flew some of the longest combat missions in the history of the Air Force, a non-stop 31-hour sortie from Whiteman Air Force Base in Missouri to directly over the skies of Yugoslavia and back.

The B-2 bomber not only proved itself in combat operations, but it put teeth in the Air Force's ability to project global power. The B-2 can carry sixteen 2,000-pound bombs or eight 5,000-pound bombs that can be deliv-

ered stealthily, with precision, against difficult targets such as "bunker busting" of underground compounds. Because the B-2 flies from and returns to Missouri, its deployment is unaffected by base crowding issues such as those that had to be worked out in Europe. Its maintenance budget is tight, particularly when you look at the number of aircraft and associated maintenance required as an alternative to a B-2 strike.

While the role of the B-2 as a combat system was impressive, the performance of the men and women of Whiteman Air Force was simply stellar. They deserve the gratitude of the American people for their indispensable role in Operation Allied Force. Mr. Speaker, I am certain that the Members of the House will join me in paying tribute to fine men and women of Whiteman Air Force Base.

CONGRATULATING STACEY LEE
BAKER, MICHELLE LEE BAKER
AND TAMARA KARAKASHIAN

HON. GEORGE RADANOVICH

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, June 9, 1999

Mr. RADANOVICH. Mr. Speaker, I rise today to congratulate Stacey Lee Baker, Michelle Lee Baker and Tamara Karakashian for being chosen to be presented to the Archbishop of the Western Diocese of the Armenian Church of North America, at the 28th annual Debutante Ball. To be chosen, these young women must be active members of their community and church.

Stacey Lee Baker, age 19, of Fresno, has taught the pre-kindergarten Sunday School class at St. Paul Armenian Church, for three years, and is actively involved in the Armenian Christian Youth Organization (ACYO) as Assistant Treasurer, and previously as Secretary. In 1991, she was ordained an acolyte by Archbishop Vatche Hovsepian. She attended the Diocesan Armenian Camp from 1990 to 1992. Locally, she has volunteered at the Poverello House, a local homeless shelter. A 1997 graduate of Bullard High School, Stacey is currently attending Fresno City College where she majors in nursing.

Michelle Lee Baker, age 18, Stacey's sister, has taught the pre-kindergarten Sunday School class for two years. Michelle is currently the Corresponding Secretary of the ACYO. She also attended the Armenian Camp for two years. In keeping with family tradition, she has volunteered at the Poverello House. Michelle is a senior at Bullard High School where she maintains a 3.8 grade point average and is a lifetime member of the California Scholarship Federation. She is an Algebra Lab Assistant and is currently a member of the Math Club and the Junior Larks. Upon graduation, she plans to attend the California State University Fresno, where she will major in accounting.

Tamara Karakashian, age 19, of Visalia, is an active member of the St. Mary Armenian Apostolic Church in Yetttem, where she was a choir member and served as the Easter Luncheon Committee Chair for four years. She was the Chair person of the ACYO, Recording

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Secretary, and General Assembly Delegate. Tamara has participated in the Armenian Camp for eight years as camper, counselor and Arts and Crafts Coordinator. In her local community, Tamara has been involved in DARE and served as an assistant for the Visalia Police Department Golf Tournament. Tamara participated with Visalians for Sober Graduation both as student representative and board member.

Mr. Speaker, it is with great pleasure that I congratulate Stacey and Michelle Lee Baker and Tamara Karakashian on their presentation. Their accomplishments and service are beneficial not only to their churches and communities, but to their own growth as mature, contributing adults. I urge my colleagues to join me in congratulating these young women, and wishing them a bright future and much continued success.

A TRIBUTE TO THE NATIONAL MUSEUM OF AMERICAN JEWISH HISTORY

HON. ROBERT A. BRADY

OF PENNSYLVANIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, June 9, 1999

Mr. BRADY of Pennsylvania. Mr. Speaker, I rise to honor the National Museum of American Jewish History in Philadelphia. Founded in 1976, the Museum presents educational programs and experiences that preserve, explore and celebrate the history of Jews in America. Telling the story of the Jewish experience in America, the National Museum of American Jewish History has connected Jews closer to their heritage and has inspired in people of all backgrounds a greater appreciation for the diversity of the American experience and the freedoms to which Americans aspire.

As Philadelphia is a melting pot for so many of the Nation's minorities, the Museum's location is ideal for illuminating ethnicity in American life. Philadelphia is the birthplace of American liberty, and the freedoms that are celebrated by the Museum can be traced back to people and events that are a part of Philadelphia history. The "Jewish Window on Independence Mall" demonstrates how one group of Americans used the opportunities of freedom to make important and diverse contributions to American life. In this way, the message of the Museum should be seen as fundamentally American as well as Jewish-American.

Mr. Speaker, the National Museum of American Jewish History has been a benefit to the Philadelphia community not only for its important educational value with respect to the history of the Jewish people, but also because it has highlighted the freedoms that are all too often overlooked in everyday life. This institution has brought to the forefront all that makes America great, the freedoms which have made it possible for Jewish-Americans—and all Americans—to succeed.

EXTENSIONS OF REMARKS

INTRODUCTION OF MEDICARE MODERNIZATION NO. 9: MEDICARE FLEXIBLE PURCHASING AUTHORITY

HON. FORTNEY PETE STARK

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, June 9, 1999

Mr. STARK. Mr. Speaker, I am pleased today to introduce the ninth bill in my Medicare modernization series: the "Medicare Purchasing Flexibility Act of 1999."

Medicare, the cornerstone of retirement for Americans, is in need of some improvements. When it was first created in 1965, Medicare was modeled on indemnity health insurance prevalent at the time. Since then, the health and medical fields have undergone significant change; both for the better and for the worse. But Medicare has largely lagged behind these trends. The problem is that Medicare's current administrative structure doesn't encourage testing or adoption of innovative market strategies. Instead, Medicare officials have to ask Congress to approve even the smallest change in administrative function, subjecting what should be common sense business strategies to the most rigid political battles.

While Medicare has successfully provided health insurance to the elderly and disabled for nearly thirty-four years, it faces a financial shortfall due to rapid population growth. By 2035, Medicare will provide health insurance for twice as many retirees as it does today. Additional revenues will be needed in order to provide quality care for 80 million retirees.

In the past, policy makers have focused on two ways to increase Medicare revenues: raising taxes or cutting benefits. Recently, however, Dan Crippen, Director of the Congressional Budget Office, alluded to a possible third way: creating administrative efficiencies. Dr. Crippen believes that substantial savings can be achieved by making Medicare more flexible and efficient. With these changes, Medicare will be able to improve the quality of services, while shoring-up savings for the long run.

The private sector has adopted a number of cost saving mechanisms that have helped control health care inflation. Medicare should be given the same flexibility to keep up with these trends, and improve overall administrative efficiency.

This bill grants the Secretary greater flexibility to administer the Medicare program including the following five provisions:

First, expanded demonstration authority. Promotes high-quality cost-effective delivery of items and services by enabling the Secretary to test innovative purchasing and administrative programs within Medicare. The Secretary may use case management, bundled payments, selective contracting, and other tools she deems necessary to carry out demonstrations. If demonstration projects are successful, the Secretary is authorized to permanently implement programs. This section of the bill adopts language proposed by the National Academy of Social Insurance in their January, 1998 report, entitled "From a Generation Be-

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hind to a Generation Ahead: Transforming Traditional Medicare."

Second, sustainable growth rate (SGR). Gives the Secretary authority to adjust payment updates based on target growth rates and to apply such adjustments by geographic areas. This antigaming initiative would enable Medicare to control unjustified program inflation by region and by service (MedPAC recommendation).

Third, outpatient payment reform. Allows the Secretary to pay the lower of hospital outpatient or ambulatory surgical center rates to ensure services in most appropriate setting.

Fourth, most favored rate. Inherent reasonableness authority granted in the BBA is expanded to allow any amount of adjustment that the Secretary finds, after appropriate research, is appropriate to eliminate overpayments. The Secretary shall have the authority to request the "most favored rate" in cases where Medicare is the volume buyer in the market and other efforts at achieving a market price are not available.

Fifth, use of appropriate settings. Allows the Secretary waive requirements which discourage or prevent treatment in a nonhospital or noninstitutional setting if she determines that an alternative setting can provide quality care and outcomes. For example, today Medicare does not cover care in a skilled nursing facility unless the patient has first had a 3-day hospital stay. Under this provision, if the Secretary finds that treatment of a particular disease or condition can be handled, with quality, in a SNF, she can waive the 3-day hospitalization requirement, thus ensuring treatment in a setting 1/2 to 1/3 less expensive.

Medicare has been extremely effective in providing health insurance for the elderly and disabled, a population the private sector has refused to cover. In fact, over 30 years, its cost inflation has been less than that in the private sector and its benefit package has been improved. This social insurance mission must be preserved—and in the face of a doubling of the population it serves, we must do more to keep Medicare efficient and effective. By implementing the modernizations included in this bill, Medicare will be able to adapt and grow in the changing health care marketplace.

PERSONAL EXPLANATION

HON. HERBERT H. BATEMAN

OF VIRGINIA

IN THE HOUSE OF REPRESENTATIVES

Wednesday, June 9, 1999

Mr. BATEMAN. Mr. Speaker, I was regrettably absent on Monday, June 7, 1999, and consequently missed three recorded votes. The latter two were conducted under suspension of the rules. Had I been present, I would have voted as follows:

Journal Vote, vote No. 167, "yea"; H.R. 435, vote No. 168, "yea"; H.R. 1915, vote No. 169, "yea."