

Hosokawa, for Japan is that as we move toward the 21st century, Japan will become like other great powers in terms of its openness to investment and to trade and that together we will help to create a world of far more sustained and sustainable growth and opportunity for our own people and, in the process for the developing nations as well.

Taiwan

Q. Mr. President, you just mentioned three communiqués and one China policy. Does that mean somebody raised the issue of Taiwan in the bilateral meeting? And secondly, since you've visited Taiwan four times and most knowledgeable of the Taiwan issue, what you want to do in deal with U.S.-Taiwan relations?

The President. I have been there many times. I've been there five times, actually. And I have been very impressed with the remarkable transformation of the country as it has gotten more prosperous and more democratic and impressed also by the amount of investment from Taiwan

into China. So that it seems that the two countries are getting along on a commercial basis, even as the rest of us are confronted with political dilemmas from time to time.

We did not really discuss that today in any detail whatever. The policy of the United States on one China is the right policy for the United States. It does not preclude us from following the Taiwan Relations Act, nor does it preclude us from the strong economic relationship we enjoy with Taiwan. There's a representative, as you know, here at this meeting. So I feel good about where we are on that. But I don't think that will be a major stumbling block in our relationship with China. I think we can work through these other things, that the practical ingenuity of the Chinese people themselves seems to be at least on a course to resolve that in some form or fashion in the years ahead.

Thank you very much.

NOTE: The President spoke at 3:15 p.m. at the Rainier Club.

Remarks at a Dinner for the APEC Forum and Business Leaders in Seattle *November 19, 1993*

To my fellow leaders of the APEC nations and distinguished guests, we gather here tonight in Washington State at an historic moment. At least two other times during this century a great global struggle has ended and a new era has dawned. That has happened again today. It falls to each of us, as it fell to leaders then, to imagine and to build a new future for our people. I deeply appreciate the willingness that each of you has shown to make the long trip here to be together today.

I want to express my appreciation for the warm hospitality of the people and the elected officials of this beautiful city of Seattle in the Evergreen State of Washington. All of us in the Asian Pacific live as neighbors in a region that has long been characterized by both its commerce and its conflicts. The question for our future is whether we can reap the bounty of the Pacific without bringing its storms. There are vast differences among our economies and our people; yet these can be a great source of enrichment.

I hear the complex music of our many differing languages, and I know that in each of them our words for work, for opportunity, for children, for hope carry the same meaning. I see the roots of our many ancient civilizations, whether Confucian or Islamic or Judeo-Christian. I know there is much we can learn from each other's rich and proud cultures. Above all, I look at the perpetual motion of this region's ports, its factories, its shipping lanes, its inventors, its workers, its consumers, and I know we are all united in a desire to convert that restless energy into better lives for our people.

Tomorrow all of us will go for a day of discussion on beautiful Blake Island. I believe that discussion can help to foster among us a sense of community, not a community of formal, legal economic integration as in Europe but a community such as neighbors create when they sit down together over coffee or tea to talk about house repairs or their children's schools, the kind of community that families and friends create when they gather on holidays to rejoice in

their common blessings. Such gatherings are not driven by charters or bylaws but by shared interests and aspirations, bonds that are often more powerful, enduring than those which are written down.

So it is with this community I hope we can create together. We have common concerns about the conditions in our neighborhood, about regional trade barriers, about our shared environment. We have common aspirations: good jobs for our workers, rising standards of living for our children, and peace among our nations. And now we have a common forum for pursuing our common goals. Tonight and tomorrow let us continue developing a shared sense of purpose as expansive as the ocean that unites our lands.

Our great novelist Herman Melville once wrote this about the Pacific Ocean. He said

it rolls the midmost waters of the world, the Indian Ocean and the Atlantic being but its arms. Thus this mysterious, divine Pacific zones the world's whole bulk about, makes all coasts bay to it, seams the tide beating of the Earth.

Working as partners we have an historic opportunity to harness the tides of the Pacific so that they may lift all our people to a better future.

Tonight I ask each and every one of you here to join me in a toast to the Pacific community, a region at peace, prosperous, and free. Hear, hear.

Thank you.

NOTE: The President spoke at 8:30 p.m. in the Spanish Ballroom at the Four Seasons Hotel.

Letter to the Speaker of the House of Representatives on the Penny-Kasich Deficit Reduction Proposal

November 19, 1993

Dear Mr. Speaker:

I write to express my strong opposition to the Penny-Kasich amendment to H.R. 3400.

Over the past year, we have taken bold and serious steps to bring down the federal budget deficit and regain control of our economic destiny. We can be proud of the \$500 billion in deficit reduction—including \$255 billion in spending cuts—that we accomplished for fiscal years 1994 through 1998. The hard freeze on discretionary budget authority and outlays is the most significant step that has ever been taken to control discretionary spending. Likewise, my executive order establishing targets for mandatory spending (along with the specific mandatory savings contained in the reconciliation bill) is the first real step that has been taken to control unforeseen increases in entitlement programs. Furthermore, we have introduced the most detailed plan ever to provide universal health coverage and control the rise in health care spending—which is the main culprit in driving up the budget deficit.

With specific regard to fiscal year 1994, we have already achieved, in the budget and appropriations process, savings of some \$12 billion from the 1994 cap on budget authority. That

is a major accomplishment. I have also sent to the Congress a 6-year \$9 billion package of additional spending reductions and a \$2 billion fiscal year 1994 rescission bill. I am also supporting efforts to increase these savings as contained in H.R. 3400. The primary changes will be: (1) increasing the rescission proposal to \$2.6 billion in fiscal year 1994; and (2) a specific requirement to implement the National Performance Review (NPR) proposal to eliminate 252,000 positions from the federal work force. These and other actions will bring the total savings in the package to \$25-\$30 billion, as likely to be scored by the Congressional Budget Office.

In addition to these spending cuts, my Administration is working with the Congress on major reforms in the procurement process to be based on the principles established in the Vice President's NPR. If the legislation follows those principles, we anticipate that the procurement measure will save another \$22 billion over 6 years on top of the \$25 billion—\$30 billion in spending cuts described above.

The Penny-Kasich amendment to this savings package includes many meritorious spending cuts. Indeed, many of them have been proposed by my Administration to finance health care re-