

The President's Radio Address December 17, 1994

The President. Good morning. Today I'm speaking from the Northern Virginia Community College in Annandale, Virginia, where I'm joined by 50 students and the Secretary of Education, Dick Riley, who will speak with you in a moment.

In this holiday season, families come together to reflect on the past year and plan for the year ahead. It's a time to be with our children and think about their futures. For students near the end of high school, it's a time to think about continuing their education after graduation.

Our people face greater challenges than ever to get ahead. For too long, too many Americans have worked harder for less. I ran for President to change that, to help ordinary people compete and win in the new American economy, to restore the American dream for middle class families.

For 2 years, we've pursued an economic strategy that has helped to produce over 5 million new jobs. But this growth has not produced higher incomes for most Americans, especially those without more than a high school education, at the very time it's more important than ever to get a good education after high school and then to keep learning throughout adult life.

It's more expensive than ever before. In the decade before I took office, the cost of college tripled. Too many people are being priced out of a fair shot at high-quality education. If we can't change that, we're at risk of losing our great American middle class and of becoming a two-tiered society with a few successful people at the top and everyone else struggling below.

Fifty years ago, an American President proposed the GI bill of rights. It helped World War II veterans go to college, buy a home, raise their children; it built this country. Last Thursday night, I proposed a middle class bill of rights, four new ideas to help middle class Americans get ahead. Here's how it will work.

The first proposal is especially important to people at this community college. If your family makes less than \$120,000, the tuition you pay for college, community college, graduate school, professional school, vocational education, or worker training will be fully deductible from

your taxable income, phased up to \$10,000 a year. Nothing like this has ever been done before.

Second, if your family makes \$75,000 a year or less, you'll receive a tax cut phased up to \$500 for every child under the age of 13.

Third, if your family makes less than \$100,000 a year, you'll be able to put \$2,000 a year, tax-free, into an individual retirement account, but you'll also be able to withdraw the money, tax-free, for education, a first home, or the care of an elderly parent.

Finally, the middle class bill of rights will take the billions of dollars that Government spends on job training and make that money directly available to American workers so that you can spend it as you decide, when you need to learn new skills to get a new job or a better job.

Of course, we have to pay for all this. On Thursday night I proposed dramatic reductions in three more Cabinet departments. And Monday morning Vice President Gore and I will outline these cuts in more detail. But today I want to ask Secretary Riley to talk about why education is a top priority in the middle class bill of rights.

Secretary Riley.

[At this point, Secretary Riley made brief remarks.]

The President. Thank you, Secretary Riley.

My fellow Americans, this middle class bill of rights will further the agenda of this administration and, more importantly, our common mission as Americans: to expand middle class incomes and opportunities; to promote the values of work and family, responsibility and community; and to help Americans compete and win in the new American economy of the future.

With all the challenges we face today, ours is still the greatest country in the world. Let's keep it that way for our children and for future generations. I thank Secretary Riley for joining me and wish you all a very happy holiday season.

Thanks for listening.

NOTE: The President spoke at 10:06 a.m. from the Richard J. Ernst Community Cultural Center at Northern Virginia Community College in Annandale, VA.

Statement on the Helicopter Tragedy in North Korea December 18, 1994

We have been informed by the Government of the Democratic Republic of North Korea, through Congressman Bill Richardson who is in Pyongyang, that one of the pilots of the U.S. Army helicopter that strayed into North Korean airspace on December 16, Chief Warrant Officer David Hilemon of Clarksville, TN, was killed in the downing of the helicopter. North Korean officials have told Congressman Richardson that the other crewman, Chief Warrant Officer Bobby Hall of Brooksville, FL, is alive and reportedly uninjured. Our thoughts and prayers are with the families of both of these dedicated aviators.

Congressman Richardson, who has been in continuing contact with Secretary of State War-

ren Christopher during this period, has at my instructions told the North Korean Government that we want prompt access to Chief Warrant Officer Hall and his return to a U.S. facility along with the remains of Chief Warrant Officer Hilemon. We are using all available channels to press for an early resolution of this matter.

This tragic loss of life was unnecessary. Our primary concern now is the welfare of Chief Warrant Officer Hall and his return along with the body of Chief Warrant Officer Hilemon. Congressman Richardson, who has worked tirelessly to resolve this matter over the past 2 days, is staying in North Korea for now and will remain in constant contact with North Korean officials on our behalf.

Remarks on the Middle Class Bill of Rights and North Korea December 19, 1994

The President. Last week, I outlined my proposal for a middle class bill of rights to help the American people restore the American dream. The GI bill after World War II gave a generation of Americans a chance to build their own lives and their own dreams. Now we can help a new generation of hardworking people get the right education and skills, raise their children, and keep their families strong so that they can get ahead in the new American economy.

I want to take just a moment to remind you of the four features in that bill of rights. First, for a family making less than \$120,000, the tuition they pay for postsecondary education, training, and retraining would be fully deductible from a taxable income, phased up to \$10,000 a year; second, for a family with an income of \$75,000 a year or less, a tax cut phased up to \$500 a year for every child under the age of 13; third, for families with incomes under

\$100,000 a year, the ability to put away \$2,000 tax-free into an IRA and then withdraw that money tax-free for costs of education, health care, first-time home, or the care of an elderly parent. Finally, we will make billions of dollars available that the Government normally spends itself, through separate job-training programs, directly to workers who can decide on how best to use the money to learn new skills.

There's only one reason we can afford to do this at this time. We have worked very hard to cut Government spending and to bring the deficit under control. The Government debt increased by 4 times during the 12 years before I took office. I want to remind you what that burden means. It means that this April when people make out their checks to the Government, 28 cents of every dollar of Federal income tax will be necessary to pay interest on the debt accumulated between 1981 and the day I was inaugurated. It is our responsibility to turn that