

economic expansion. And by allowing a President to sign important legislation while canceling projects that do not meet important national goals, it will change the way Washington works.

America must—and will—continue to have the world's strongest military. We have an obligation to manage our defense budget with both national security and fiscal responsibility in mind. Every penny of our defense dollars should be used to sustain and strengthen the best trained, the best equipped, and the best prepared Armed Forces in the world.

Today, for the third time, I am using the line item veto to cancel 13 projects inserted by Congress into the Department of Defense's appropriations bill. These cancellations will save the American taxpayer \$144 million. This use of the line item veto will help ensure that we focus on the projects that will best secure our strength in the years to come.

I canceled the projects because they were not requested in my fiscal year 1998 budget,

and because either they were not contained in our future years defense program or the Department of Defense determined that they would not make a significant contribution to U.S. military capability. In two cases, I canceled items that had broader policy implications for long-standing U.S. national security policy. I have been assured by the Secretary of Defense that none of the cancellations would undercut our national security or adversely affect the readiness of our forces or their operations in defense of our Nation.

As I said last week, I will continue to scrutinize other appropriation bills, using appropriate criteria in each instance, and I will exercise the line item veto when warranted.

NOTE: The reports detailing the cancellations were published in the *Federal Register* on October 15. H.R. 2266, approved October 8, was assigned Public Law No. 105-56.

Letter to Congressional Leaders Transmitting Line Item Veto of the Department of Defense Appropriations Act, 1998

October 14, 1997

Dear Mr. Speaker: (Dear Mr. President:)

In accordance with the Line Item Veto Act, I hereby cancel the dollar amounts of discretionary budget authority, as specified in the attached reports, contained in the "Department of Defense Appropriations Act, 1998" (Public Law 105-56; H.R. 2266). I have determined that the cancellation of these amounts will reduce the Federal budget deficit, will not impair any essential Government functions, and will not harm the national interest. This letter, together with its attachments, constitute a special mes-

sage under section 1022 of the Congressional Budget and Compoundment Act of 1974, as amended.

Sincerely,

WILLIAM J. CLINTON

NOTE: Identical letters were sent to Newt Gingrich, Speaker of the House of Representatives, and Albert Gore, Jr., President of the Senate. The reports detailing the cancellations were published in the *Federal Register* on October 15.

Remarks to Business Leaders in Sao Paulo, Brazil

October 15, 1997

Thank you very much, Mr. Miller, for your introduction and your statement. Thank you, Governor, for your moving words. And thank you all for coming out this morning. I am de-

lighted to be here and to be joined by a distinguished delegation of Americans, including the Secretary of State, the Secretary of Commerce, the Secretary of Education, the United Nations