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Record Group/Collection:	George H.W. Bush Presidential Records
Collection/Office of Origin:	Chief of Staff, White House Office of
Series:	Sununu, John, Files
Subseries:	Daily Agenda Files

OA/ID Number:	29194
Folder ID Number:	29194-006

Folder Title:
Chief of Staff Discussion Items 5/20/90-9/1/90 [3]

Stack:	Row:	Section:	Shelf:	Position:
G	15	25	7	4

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Monday, July 30, 1990

SUBJECT	JHS	STAFF
1. Review Monday and Tuesday schedules TAB A		[illegible]
2. Charley Black on Face the Nation		
3. (1.) Report from NGA (2.) Souter status		[illegible]
4. Campaign reform		
5. Budget meeting today ??		MITCHELL KEPT
6.		

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Tuesday, July 31, 1990

SUBJECT	JHS	STAFF
1. Review Tuesday and Wednesday schedules TAB A		
2. Editorial from THE OREGONIAN TAB B	✓	
3. Letter from Congressman David Dreier TAB C	See Brent ✓	
4. Letter from Congressman Steve Bartlett TAB D	✓	
5. Letter from John Reed, Chairman, Citicorp TAB E	See Brent ✓	
6. Campaign Reform	✓	

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: July 31, 1990

SUBJECT	JHS	STAFF
1. Big Five meeting today	✓	
2. Civil Rights SAP	✓	
3. BUDGET ..... CAPGAINS ON ~~DEBT~~ LIMIT ...	✓	
4.		
5.		
6.		

Deficit crisis or deficit caper?

"The crisis is real," warned Rep. Leon Panetta, D-Calif., after the Bush administration recently announced its revised budget-deficit figures.

So it seemed two weeks ago. Bush's analysts were saying that next year the federal deficit would be more than two-thirds higher than the administration's prediction of January. Without decisive executive and legislative action, Budget Director Richard Darman predicted catastrophic cuts under Gramm-Rudman's automatic meat ax.

Wearing their grimmest faces, Washington's budget summiteers were in full crisis mode.

But now, only two weeks later, one wonders whether this is all just Washington's contribution to second-rate summer-stock theater.

The budget negotiators have yet to reach an accord. In fact, the Democrats have yet to offer their own proposal and may not before Congress takes off on vacation Friday.

Vacation? Is Congress going on vacation in the middle of Panetta's real crisis? If that's true, how real is this real crisis?

Well might one wonder. The great Capitol Hill spending machine continues to rev on in high gear. For example, the House and Senate vote on farm programs without regard to cuts that will have come out of this area. An appropriations subcommittee recommends $5 million more than the National Endowment for the Arts requested, $9 million more than the agency received last year.

Is this the arithmetic of a real crisis? Hardly. It's the kind of Capitol Hill math that helped produce huge federal deficits in the first place.

Congressional hypocrisy aside, there is a deficit crisis. There's still reason to worry about the deficit's slow and subtle undercutting of the United States. And there's every reason to hoot down Congress' itch to get out of town after its leaders have made so much of the deficit crisis. Congress needs to stay at work on a deficit deal. Unless Congress no longer believes there is a crisis.

THE OREGONIAN, Sunday, July 29, 1990

60(?)

DAVID DREIER
CALIFORNIA

411 CANNON BUILDING
WASHINGTON, DC 20515
(202) 225-2305

112 NORTH SECOND AVENUE
COVINA, CA 91723
(818) 339-9078
(714) 592-2857

Congress of the United States
House of Representatives
Washington, DC 20515

BANKING, FINANCE AND URBAN AFFAIRS COMMITTEE

SMALL BUSINESS COMMITTEE

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TASK FORCE ON FOREIGN POLICY

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HOUSING TASK FORCE

U.S.-MEXICO INTERPARLIAMENTARY CAUCUS

SPECIAL TASK FORCE ON ENVIRONMENT

July 26, 1990

The Honorable John Sununu
Chief of Staff
The White House
Washington, D.C. 20500

Dear ~~Governor Sununu~~: JOHN

As we discussed yesterday, my meeting with Fang LiXhi was extremely productive.

I, too, have been troubled by many of the statements which have been attributed to Fang during the past several months. I was thus surprised by some of the comments that he made to me during our meeting.

Most of what he told me contradicted public statements attributed to him in newspaper articles. We both shared our abhorrence of last year's massacre at Tiananmen Square. He insisted that we do need to continue to pressure the Chinese government to release the several hundred remaining political prisoners, and asked me to mention individuals like Wang Ruowang and Wang Dan by name.

Professor Fang went on to say that while he was not enamored by the President's policy during 1989, he believed that the policy during 1990 has been stronger and more effective. In particular, he was pleased that the President's veto of the Chinese student legislation was sustained, fearing that such a law would lead the Chinese government to block other young people who want to pursue a U.S. education. His comment regarding the "double standard" of U.S. policy on human rights was meant as "an observation, not a criticism."

He also argued that some sanctions should remain, but that compromise was very important since we are dealing with a country representing 25% of the world's population. He indicated that he felt that the human rights situation is slightly improved, and he expressed little concern over the granting of Most Favored Nation status.

Over the long term, he predicts that Deng will live another two to three years, and that significant change will only be possible following his death. At that point, the U.S. should do everything possible to push for democratic reforms.

Please let me know if there is any further information which I could provide.

Sincerely,

David

David Dreier
Member of Congress

DD:dr

3

STEVE BARTLETT
3RD DISTRICT, TEXAS

COMMITTEES:
BANKING, FINANCE
AND URBAN AFFAIRS

EDUCATION AND LABOR

Congress of the United States
House of Representatives
Washington, DC 20515

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DALLAS, TX 75240
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July 27, 1990

The Honorable John H. Sununu
Chief of Staff to the President
The White House
Washington, D.C. 20500

Dear Governor Sununu:

I generally refrain from sending unsolicited advice, and I know you're getting more than you can handle, but I offer the following for whatever it may be worth in your summit deliberations. My purpose is not to suggest a "grand plan" but to focus on obtaining the votes of House Republicans for a package.

House Republicans will grumble at any deficit package, but, based on corridor and Cloakroom talk, inclusion of the following ingredients could increase the vote among our troops:

1. <u>Program terminations</u>: The actual termination of an identifiable number of specific domestic spending programs would provide both symbolic and substantive reasons to support the package. The number of programs doesn't have to be large, but they must be specific.

2. <u>Enhanced recisions</u>: This doesn't have to be perfect, but Members need to be able to go home and say, "We got a form of line-item veto."

3. <u>Capital gains</u>: Make the Democrats eat this <u>in the package</u> and President Bush is a "hero" for House Republicans.

One caveat to all of this: Any increase in the income tax rate, for any reason, kills hopes for substantial Republican support. None of the other ingredients will matter in the GOP Cloakroom.

One more suggestion, President Bush should get mad. Pick a public fight with George Mitchell and beat him. The troops will rally. A little anger next week will go a long way.

My sense is that the Republican Conference is still fluid. There are probably 30-40 votes for any package the President endorses. That number rises to 140 with all three of the above ingredients and some Presidential anger. A more likely target, though, is 100 Republican votes with a reasonable package containing two of the three, and Gingrich and Gramm's support.

I reserve the right to be wrong. This is the best crystal ball I have today. Let me know if I can help.

Sincerely,

Steve

Steve Bartlett

Hope this helps

St

N

orp
Park Avenue
York, NY
10043

John S. Reed
Chairman

GUIDANCE

July 27, 1990

The Honorable John H. Sununu
Chief of Staff
The White House
1600 Pennsylvania Avenue, N.W.
Washington, D.C. 20500

Dear John:

Thanks for the time last week......with regard to Brasil:

I would like President Bush to include the debt situation and Brasil's international payments behavior on the priority list of items to be covered in his talk with President Collor, urging in strong terms that Brasil reach an agreement with the IMF, Paris Club and private banks; that is "normalizing international financial relations" before the end of 1990.

Two intertwined issues underlie this recommendation.

1. Absent a strong comment on the subject, it will be assumed that the U.S. Government "does not care" and the visit will significantly undercut Secretary Brady's initiative and the U.S. banks' position.

2. If Brasil does not "normalize" their external financing they will further exacerbate the flight of domestic capital and run a significant risk of a credit crisis centered on their trade and interbank lines with the inevitable loss of internal confidence. This could well wreck President Collor's economic program and hence the foundations of his government.

As I see the facts:

1. Immediately upon taking office President Collor announced a brave and tough domestic economic plan aimed at getting control of the economy and returning it to a long lost condition of reasonable inflation, stability and growth. While legitimately subject to lots of technical criticism he is substantially on the right track and if he can "stay the course" particularly in eliminating the fiscal hemorrhage, he should succeed.

2. In February, President Collor told me that he would address the external situation immediately upon taking office. He has not. His people have indicated to Secretary Brady and others that Brasil will begin a somewhat elongated process of talking to the IMF, Paris Club and banks sometime late in the year. There has been little substantive interaction with the IMF, Fed., Treasury, banks or others. This is unusual. Last week I flew to Brasilia and spoke with President Collor indicating that I thought that they should address their external situation. The private banks could quickly "do a Brady deal"; this could parallel and assist an IMF agreement. Stabilizing the external situation would materially boost his domestic program. On the negative side, waiting until next year would make it much harder to pull the community together (their past due interest will exceed $10.0 billion), there is the risk of a credit run and meanwhile international creditors view Brasil as a "bad credit" (the U.S. regulators asked us to write off 20% this quarter) and are demanding cash collateral on existing lines. President Collor and his minister heard me and are not quite sure what to do.

In the meantime, Brasil is widely reported to have been using their "non-payment of interest" to drive down prices in the market and have bought back $17.0 billion dollars of their debt. they are also using dollars to buy gold which they sell on the domestic market in local currency at prices that reflect the "black market exchange rate". This is using central bank reserves to provide "flight capital". Both practices undermine the country's reputation and make President Collor's task that much harder.

3. Brasil's total debt is approximately $112 billion. $36 billion is to the IMF, the Paris Club or other official sources; $76 billion to banks broken down, $6.3 billion held by Brasilian banks, $69.9 by foreign - $14.3 billion in short term trade and interbank lines, $5.5 billion of interest past due and $50 billion of medium term debt. About 600 banks are involved - 35% of the money is to U.S. banks.

My sense is that President Collor is committed to meaningful reforms and to opening up and modernizing Brasil. He and his team are not experienced and are particularly at a loss in dealing with international capital markets. It is abundantly clear in our experience to date that you can not stabilize a hyper-inflated economy while experiencing substantial capital flight; you can not get growth without investment; you can not get local or international investment unless you get the debt issue behind you. (I am writing as I leave Mexico which is a graphic example of these realities). Currently, Brasil is moving in the wrong direction on this issue. It is in all of our interest to point this out.

Best regards,

John

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Wednesday, August 1, 1990

SUBJECT	JHS	STAFF
1. Review Wednesday and Thursday schedules TAB A		
2. Mitchell Letter re: Senate/House recess TAB B	CONGRESS S/L ANSWERS	
3. Wetlands Manual letter from Cong. Bill Tauzin TAB C		
4. TAXPAYER FINANCING OF SENATE CAMPAIGNS	MON / TUES	IF WILLIE HORTON !!!!!
5.	DARMAN TELL GEPHART PANETTA/SASSER COMMENTS → PRES. WILL BE RESPONDING TO COMMENTS!	
6.		

Withdrawal/Redaction Sheet
(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
01. Letter	From John R. Simpson to Ed Rogers Re: Sununu's Trip to USSR (1 pp.)	7/20/90	~~P5~~	

Collection:

Record Group: Bush Presidential Records
Office: Chief of Staff, White House Office of
Series: Sununu, John, Files
Subseries: Daily Agenda Files
WHORM Cat.:
File Location: Chief of Staff Discussion Items 5/20/90 - 9/1/90 [3]

Open on Expiration of PRA
(Document Follows)
By JP (NLGB) on 10/28/05

Date Closed:	1/7/2005	**OA/ID Number:**	29194-006
FOIA/SYS Case #:	1998-0004-F[2]	**Appeal Case #:**	
Re-review Case #:	2005-0426-S	**Appeal Disposition:**	
P-2/P-5 Review Case #:		**Disposition Date:**	
AR Case #:		**MR Case #:**	
AR Disposition:		**MR Disposition:**	
AR Disposition Date:		**MR Disposition Date:**	

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

Freedom of Information Act - [5 U.S.C. 552(b)]

(b)(1) National security classified information [(b)(1) of the FOIA]
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(b)(9) Release would disclose geological or geophysical information

DEPARTMENT OF THE TREASURY
UNITED STATES SECRET SERVICE

July 20, 1990

Mr. Edward M. Rogers, Jr.
Deputy Assistant to the President and
Executive Assistant to the Chief of Staff
The White House
Washington, D. C. 20500

Dear Mr. Rogers:

Reference is made to the trip of Governor John H. Sununu, Chief of Staff to the President, to the Soviet Union and the United Kingdom from August 28 to September 5, 1990.

It is my considered opinion that due to the nature of the trip and the high visibility profile of Governor Sununu, it would be prudent for Secret Service Agents to accompany the Governor and provide personal security during this period.

Although there is no direct intelligence at this time concerning Governor Sununu, the changing geopolitical scene would prompt the security recommendation made above.

If you care to discuss this matter further or if you need more information, please contact me at 535-5700.

Sincerely,

John R. Simpon

John R. Simpon
Director

GEORGE J. MITCHELL
MAINE

United States Senate
Office of the Majority Leader
Washington, DC 20510-7010

July 30, 1990

The Honorable Bob Dole
U.S. Senate
Washington, D.C. 20510

Dear Bob:

Thank you for your letter regarding the Senate schedule.

It remains my intention that the Senate commence its August recess as soon as it completes action on the campaign finance, DOD authorization, and debt limit extension bills.

I believe we can do that by or close to the time originally scheduled for the beginning of the recess - the close of business on August 3. That is my intention. I don't think it necessary to be in session next week because I think we can complete action this week on the three major measures listed above. That will involve late sessions through the week and, if by then it appears necessary, a Saturday session. Most of all, it will require cooperation by Senators. If Senators want the recess to begin on August 3rd or 4th, they have it within their power, by discouraging delay and participating in and encouraging prompt consideration of these important measures.

During this week I hope we also can work in, if possible, among the three major measures listed above, appropriations bills that can be done in a short period of time, as well as the conference report on the oil spill prevention and liability bill, which should require only a brief period for consideration.

As always I am grateful for your courtesy and your cooperation.

Sincerely,

George

George J. Mitchell

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Thursday, August 2, 1990

SUBJECT	JHS	STAFF
1. Review Aspen Schedule TAB A		
2. Reed Memo re: USSR Trip TAB B		
3.		
4.		
5.		
6.		

United States Department of State

The Chief of Protocol
Washington, D.C. 20520

July 30, 1990

MEMORANDUM

TO: The Chief of Staff

FROM: Joseph Verner Reed

SUBJECT: August 1990 trip to USSR

At the outset of Dick Walter's and my private trip to Russia/Estonia, Minister Shkabardnya asked to meet with me in the Kremlin.

The Minister express his "great appreciation" for the program in Washington which had been prepared for him at President Bush's request. The Minister had "high praise" for the substantive input he received from his White House interlocutors.

The Minister reaffirmed he had been charged by President Gobachev and Prime Minister Ryzhkov to organize the newly created Office of the President. The Minister said he and his associates were looking forward to you and your party's visit at the end of August. "We need you." "We have many problems with setting this whole new entity to work within our system." I indicated you would lead a group of associates who are skilled advisors and experts in their fields. I advised that your party would constitute 8–10 persons. The Minister inquired if Mrs. Sununu would accompany you. I indicated that she would be pleased to participate as a contributing member of the delegation. I noted Mrs. Sununu's role in state and national politics and community service.

The Minister suggested one and three–quarters days in Moscow and one and three–quarters days in Leningrad. To my amazement, he insisted I go as his personal guest to "Zagorsk"* and said he would organize the same outing for you should you and Mrs. Sununu make the trip.

I left the Kremlin with an extremely positive impression that you and your party would be welcome and an energetic program would be organized in both Moscow and Leningrad.

I apprised Ambassador Matlock of the above and he welcomed your proposed visit and hoped that you and Mrs. Sununu would stay at Spaso House.

I am at your disposal to discuss the details or to be of any assistance.

*The seat of the Russian Orthadox Church.

Withdrawal/Redaction Sheet
(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
03. Memo	From Joseph Verner Reed to the Chief of Staff Re: August 1990 Trip to USSR (1 pp.)	7/30/90	~~P-5~~	

Collection:

Record Group: Bush Presidential Records
Office: Chief of Staff, White House Office of
Series: Sununu, John, Files
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(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

1.

United States Department of State

The Chief of Protocol
Washington, D.C. 20520

SENSITIVE
EYES ONLY

July 30, 1990

MEMORANDUM

TO: The Chief of Staff

FROM: Joseph Verner Reed

SUBJECT: August 1990 trip to USSR

On Sunday, July 22, President Gorbachev attempted to reach me from his dacha at a variety of places. A comedy of errors in mis-communications transpired. Long story short, Ambassador Chernyshev, Chief of Protocol of the USSR, finally reached me in the early ayem on July 23 to texturally transmit from President and Mrs. Gorbachev 1.) good wishes and hopes for my successful overland journey, 2.) insistance that an associate from his office accompany me as a "guide" and 3.) confirmed the invitation for you and Mrs. Sununu to come to the USSR at a mutually agreeable date at the end of August.

I await your instructions to confirm to the Soviet Charge d'Affaires whether Mrs. Sununu can accompany you.

Yes ___

No ___

Discuss ___

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Friday, August 3, 1990

SUBJECT	JHS	STAFF
1. Review Friday, Weekend and Monday Schedules TAB A		
2. August 1990 trip to USSR re: memo from Ambassador Reed (2) TAB B		
3.		
4.	ARAB AMERICANS — AIM AT 3:00	
5.		
6.		

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Monday, August 6, 1990

SUBJECT	JHS	STAFF
1. Review Monday and Tuesday schedules TAB A		
2. JHS Meeting with Mort Zuckerman on August 8th?		
3. POTUS visit w/ Lee	~~check~~ with Doctors Call Doctor / Lee wants	Sterods / him to come over
4.		
5.		
6.		

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Tuesday, August 7, 1990

SUBJECT	JHS	STAFF
1. Review Tuesday and Wednesday schedules TAB A		
2. Glassman··		BOYDEN / LOD ~~[illegible]~~
3. Meeting w/ Arab americans		
4. Energy - Oil pricing testimony on Hill today	✓	Kuwaiti ambassador to see Pres. also + Photo
5. POTUS call Mitterrand last night?	✓	
6. W - 1 15 GREENS.		

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Wednesday, August 8, 1990

SUBJECT	JHS	STAFF
1. Review Wednesday and Thursday schedules TAB A		
2.		
3.		
4.		
5.		
6.		

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Thursday, August 9, 1990

SUBJECT	JHS	STAFF
1. Review Thursday and Friday schedules TAB A		2 THINGS IN ONE DAY BUDGET WED →
2. Lee Atwater's status	✓	DEF. BUDGET —
3. Chevron Press Release TAB B	✓	
4. Convention status/ San Diego Sig & Bill Harris were in Calif Mon, Tues, Weds	✓	JHS → Brady Wed. Ongoing Int'l ↑
5. BUDGET 1:30	Darman — — Slight Shift ↑ improve attent.	NSC → ask Sec. of T. to provide.
~~6.~~ Food FINANCIAL STATEMENT	✓ GOV. — AUDIT QUALITY PRIVATE —	

8/9 book

CONFIDENTIAL

Mr. George Bush
President of the United States
The White House
Washington, D. C.

Dear Mr. President:

I want you to know that Chevron Corp. and its 55,000 employ
fully support you and your efforts to settle the Middle East cri

We also support your call for responsible gasoline pricing. I have called a press conference to reiterate this support for your efforts and am attaching a copy of the statement which will be released today at that conference.

Sincerely,

K. T. Derr
Chairman of the Board
Chevron Corp,
San Francisco, CA

Chevron Corporation
Public Affairs (415) 894-4440, 894-4581, 894-1200, 894-4246
P.O. Box 7137, San Francisco, CA 94120-7137

News

Chevron

FOR IMMEDIATE RELEASE

CHEVRON CHAIRMAN RESPONDS TO PRESIDENT BUSH'S MIDDLE EAST ACTION

SAN FRANCISCO, August 8 -- Chevron Corporation Chairman Ken Derr at a news conference here today pledged strong support of the President's actions in the Middle East crisis, including his call for gasoline pricing restraint. He said the following:

The President has called for oil companies to exercise restraint in pricing their products. I have sent the President a wire to tell him that Chevron will and is exercising restraint in passing on sharply higher raw-material costs to its customers, and I also told him that we'll do everything we can to augment the supply of oil to the American consumer.

Our recent wholesale gasoline price increases to dealers, ranging in different areas from 5 to 8 cents per gallon since last Friday, have fallen far short of recovering our increased costs for our raw material, namely crude oil. Crude oil prices have skyrocketed from about $16 per barrel in late June to a high of $28 per barrel yesterday (8/7), an increase of $12 per barrel (about 29 cents per gallon).

Nevertheless, we will increase our prices only when it becomes absolutely necessary, and we are calling today on our dealers and jobbers throughout the country to join us in exercising restraint.

Since last Friday, when we increased our wholesale prices to our dealers five cents per gallon, there has been a tremendous expression of concern about gasoline prices from our customers, government officials and the news media. We understand the reaction to gasoline price increases and we're very much concerned about how our customers feel about the situation.

However, many of the reports we've seen and many of the statements that have been made demonstrate misconceptions and a lack of understanding of the complexity of the economic world and of our business.

For example, people have not understood that we pay for a tanker of imported crude at the market price for crude oil at the time the cargo is delivered, not when we load the tanker in a foreign port, weeks earlier. If the price for crude oil is skyrocketing, the only way we can recover the enormous increased costs for our imported oil, and ensure continued supplies for our millions of customers, is to raise the price we charge for our finished product.

In fact, our raw-material has increased in cost since early last month by about 50 percent, while our wholesale product prices have been raised by less than 20 percent.

The current crisis in the Middle East again demonstrates how overly dependent the American people -- including every one of Chevron's employees and their families -- are on receiving a critically important commodity from an historically unstable and unpredictable part of the world.

The current situation is the third major disruption in the crude oil market in the last 20 years. At the same time, our dependence on foreign sources of oil in this country has increased to almost 50 percent. In part, this is because it has become increasingly difficult to explore for and to produce U.S. resources, as areas of high-resource potential in this country are placed off limits to exploration or production.

In the short term, while we continue to work hard to ensure continued supply, Chevron sees the following additional steps that it can take as the nation's largest refiner and marketer of petroleum products to counteract what's happening in the world oil market. For example:

• Yesterday, we decided to increase spending by an additional $100 million this year on U.S. production projects where we feel we can in a very short time increase the amount of oil flowing from existing fields;

• We are operating our seven refineries in the continental United States at maximum rates possible to ensure that we are manufacturing as much gasoline and other important products as our customers need;

• Our crude oil supply experts have been working hard since the Middle East conflict began to further diversify Chevron's crude oil sources from all over the world so that we can avoid any oil shortages;

• Where possible, our overseas production will be increased;

The government and the public can also help tremendously in this process.

• We agree with President Bush that the Strategic Petroleum Reserve (SPR) should be considered an important option for adding another source of crude oil to the U.S. supply picture. In fact, we encourage the president to go ahead and open up the SPR immediately in order to ensure that the system can operate efficiently. The President should also encourage other countries to utilize their strategic reserves.

• We call on government entities in general to expedite stalled energy projects nationwide. For example, the giant Point Arguello field has an entire infrastructure -- including an onshore processing plant, offshore platforms, several oil wells and necessary pipelines -- already completed and ready to start production upon short notice. The oil that can be produced from this important U.S. resource would make up about half the oil the U.S. is no longer receiving from Kuwait.

• We again call on our public policy makers to develop a rational energy strategy for the United States to reduce our reliance on foreign oil and to ensure that we can produce a greater portion of the oil we need here in the United States.

• We call on the federal government to eliminate restrictions wherever possible that inhibit full utilization of non-U.S. sources of crude.

• Finally, we urge all consumers, including Chevron's millions of customers, to conserve fuel by eliminating unnecessary trips in their cars, by carpooling whenever possible and by using public transportation at every opportunity. Conservation will undoubtedly be a critically important tool the United States can use in ensuring that it will not run short of oil for the duration of the Middle East emergency.

Chevron stands in full support of President Bush and his actions to protect America's national security interests. We will continue to work hard to deliver to the American people a reliable supply of petroleum products at a competitive price.

# # #

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8/8/90

LSS

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Friday, August 10, 1990

SUBJECT	JHS	STAFF
1. Review Friday schedule TAB A	let recipients know [illegible] Sugar first	
2. First Lady visit for Newt Gingrich tie to Olympics visit	Hold up	
3. Bill Reilly letters - Inside cover		
4. POTUS stmt. on AF1 today NEWS POOL		~~Armand Hammer reply to Pres on Cancer~~
5. Oil spill legislation		
6. SPRO		

KENNEBUNKPORT AUGUST 12-18, 1990

DISCUSSION ITEMS FOR THE CHIEF OF STAFF

FROM: ED ROGERS

DATE: Monday, August 20, 1990

SUBJECT	JHS	STAFF
1. Review Monday and Tuesday Schedules TAB A	✓	
2. Note from the President for Jim Dobson TAB B	✓	
3.		
4.		
5.		
6.		

A Statement to Our Friends

August 17, 1990

Because of your special relationship to Focus on the Family, we wanted you to be among the first to know of a situation regarding Dr. James Dobson's recent illness.

On Wednesday morning, August 15, Dr. Dobson was playing basketball with friends when he began to experience throbbing chest pains. He left the game and drove himself to a nearby hospital where he walked into the Emergency Room. He was admitted immediately and several tests were conducted to determine the cause of his illness.

Last night his physician, a cardiologist, reported the results of those tests. Dr. Dobson apparently suffered a mild to moderate heart attack which the doctor rated as a "4" on a scale of "1 to 10." Dr. Dobson's excellent physical condition, due to regular exercise, was credited with sparing him from a major heart attack, the cardiologist said.

His present situation is stable and he is resting comfortably at the hospital where he will remain for the next few days. Although additional tests will be run next week, the prognosis is very good with only a 2% chance of recurrence within the next year.

Dr. Dobson is expected to return to work in a few weeks and his physician anticipates that he will resume his normal activities as president of Focus on the Family and host of the daily broadcast. However, plans are underway to make changes in his workload, stress level, recreation schedule and diet. This attack, although a mild one, is being considered a warning and appropriate measures will be taken to maximize Dr. Dobson's longevity and continued health.

Cards and letters may be sent to Dr. Dobson's office at Focus on the Family. Mrs. Dobson asked that people refrain from trying to call or visit her husband. "Jim needs a good rest," she said. "And most importantly, he needs your prayers for a complete recovery."

Family Research Council T.M.
Gary L. Bauer, President

Facsimile Cover Sheet

To: Governor Sununu
Company: The White House

FAX No. 456-2397
From: Elizabeth Kepley / Gary Bauer
FAX No. 202/393-2134

Date: 8/17/90 Time: 5:05 pm

Total number of pages: 2 (including this cover sheet)

If there are any problems with this transmittal, please contact this office as soon as possible. Thank you.

Operator:
Phone Number: 202/393-2100

Additional Notes: ATTN: Jackie Kennedy

KENNEBUNKPORT August 21-25, 1990