

THE WHITE HOUSE
WASHINGTON

August 3, 1999

The Speaker of the

House of Representatives

Sir:

In accordance with provisions of Public Law 105-277, the Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999, I hereby request the following transfers from the Information Technology Systems and Security Transfer Account:

Department of Defense

- C Operation and Maintenance, Operation and maintenance, Army:
 \$14,300,000
- C Operation and Maintenance, Operation and maintenance, Navy:
 \$21,447,000
- C Operation and Maintenance, Operation and maintenance, Marine Corps:
 \$6,202,000
- C Operation and Maintenance, Operation and maintenance, Air Force:
 \$14,729,000
- C Operation and Maintenance, Operation and maintenance, Defense-wide:
 \$29,050,000
- C Operation and Maintenance, Operation and maintenance, Air Force
 Reserve: \$288,000
- C Procurement, Other procurement, Army: \$5,000,000
- C Procurement, Other procurement, Navy: \$451,000
- C Procurement, Other procurement, Air Force: \$18,583,000
- C Procurement, Procurement, Defense-wide: \$10,150,000

- C Research, Development, Test, and Evaluation, Research, development, test, and evaluation, Army: \$8,700,000
- C Research, Development, Test, and Evaluation, Research, development, test, and evaluation, Air Force: \$17,600,000
- C Research, Development, Test, and Evaluation, Research, development, test, and evaluation, Defense-Wide: \$18,500,000

This funding will support the Department of Defense's Year 2000 compliance activities.

I hereby designate all of the above requests as emergency requirements pursuant to section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

The details of these actions are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Sincerely,

A handwritten signature in black ink, appearing to read "William S. Clinton". The signature is written in a cursive style with a prominent initial "W".

Enclosure



THE DIRECTOR

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

August 3, 1999

The President

The White House

Submitted for your consideration are requests to transfer \$165 million from the Information Technology Systems and Security Transfer Account for Year 2000 (Y2K) compliance to 13 accounts in the Department of Defense (DOD).

Public Law 105-277, the Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999, provided contingent emergency funding totaling \$3.35 billion -- \$1.1 billion for defense-related activities and \$2.25 billion for non-defense activities -- to address Y2K. You released \$935 million to DOD on February 16, 1999. I am now recommending that you release the balance of the defense-related funding, \$165 million.

The Department has made excellent progress in addressing its substantial Y2K challenge. The funding released in this allocation will be used to correct problems identified in recent operational evaluations and to support preparations for DOD operations into 2000. As specified in P.L. 105-277, funding would only be transferred to accounts in previously enacted Department of Defense Appropriations Acts. DOD has indicated that, within appropriated levels for FY 1999 and expected levels for FY 2000, resources will remain available to address contingencies.

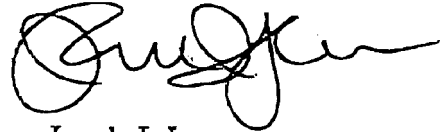
The funds will be transferred from the Information Technology Systems and Security Transfer Account. No further congressional action will be required.

Pursuant to the requirements of Public Law 105-277, on January 25, 1999, the Defense Department submitted a report to Congress on its proposed allocation and plan to achieve Y2K compliance for technology information systems. This transmittal serves as an amendment to the plan.

I recommend that you designate the amounts listed on the enclosure as emergency requirements in accordance with section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

I have carefully reviewed these proposals and am satisfied that they are necessary at this time. Therefore, I join the Secretary of Defense in recommending that you make the requested funds available by signing the enclosed letter to the Speaker of the House of Representatives.

Sincerely,

A handwritten signature in black ink, appearing to read "Jacob J. Lew". The signature is fluid and cursive, with a large initial "J" and a long horizontal stroke at the end.

Jacob J. Lew
Director

Enclosure

**EMERGENCY APPROPRIATIONS: AMOUNTS PREVIOUSLY APPROPRIATED
MADE AVAILABLE BY THE PRESIDENT**

YEAR 2000 (Y2K) CONVERSION

Department of Defense

Operation and Maintenance:

Operation and Maintenance, Army	\$14,300,000
Operation and Maintenance, Navy	\$21,447,000
Operation and Maintenance, Marine Corps	\$6,202,000
Operation and Maintenance, Air Force	\$14,729,000
Operation and Maintenance, Defense-wide	\$29,050,000
Operation and Maintenance, Air Force Reserve	\$288,000

Procurement:

Other Procurement, Army	\$5,000,000
Other Procurement, Navy	\$451,000
Other procurement, Air Force	\$18,583,000
Procurement, Defense-wide	\$10,150,000

Research, Development, Test, and Evaluation:

Research, Development, Test, and Evaluation, Army	\$8,700,000
Research, Development, Test, and Evaluation, Air Force	\$17,600,000
Research, Development, Test, and Evaluation, Defense-wide	\$18,500,000

Funding will be used to correct problems identified in recent operational evaluations and to support preparations for DOD operations into 2000.