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WHITE HOUSE OFFICE OF RECORDS MANAGEMENMT WORKSHEET



XI H · INTERNAL Subject Codes: JUL 23 81 PRESIDENT'S SCHEDULE 0 0 7 .0 1 Name of Document:_ ROUTE TO: ACTION DISPOSITION Tracking Type Completion Action Date YY/MM/DD YY/MM/DD (Staff Name) Code Response Code Office/Agency RMMATT

Referral Note:

BRIEF REMARKS: BRIEFING FOR STATE AND LOCAL OFFICIALS JULY 23, 1981

I am glad to have this chance to talk with you today.

because the American people are on the verge of making some historic changes in the way their Government is run -- changes that will return this country to the way it was supposed to be run all along -- and your help is key to making sure those changes are made.

Today in the Congress, Senators and Representatives from your States and districts are negotiating on the final dimensions of the largest budget cuts in history. And they are also determining how much flexibility you will have in deciding how money in your communities is to be spent.

Today in the Congress the Members are also reaching crucial stages in the struggle to give the American people a meaningful tax cut, a struggle to leave more money where it is earned, a struggle to offset the largest single tax increase in the history of our country — an increase passed last year.

The tax debate may have gotten confusing and the differences begun to blur, but let me cut through the political rhetoric with an indisputable fact: the House leadership is offering the American people a tax increase; our bipartisan bill offers a real, tax cut.

The proposal coming out of the Ways and Means Committee provides for a 15 percent cut during a time when your real tax burden will go up by nearly 22 percent. Call it what

you want, but that's a tax increase. We would offset that 22 percent climb with a 25 percent cut.

The Democratic leadership talks magically of a mystical trigger that would, after the second year, provide enough of a cut to match ours. But that trigger was designed by people who don't believe in cutting taxes -- they are the ones, after all, who have raised taxes on the American people for the last 20 years. That trigger was thought up as a way of avoiding a long-term commitment to the American people, a commitment to cut taxes decisively and permanently.

Only our bipartisan bill -- supported by an overwhelming majority of Democrats and Republicans in the Senate and supported by Members of both parties in the House -- makes that kind of commitment.

The economic mess we are in does not mean there is something wrong with our American system. Our economic system is sound and our way of Government is the best yet devised.

But we have abandoned basic principles. Of everyone in Government, you know best what is happening in the workplaces of this country, to family budgets and to savings accounts. You know what is happening to productivity and what is not happening in investment. You are closer to the people and hear the cry of the people for reform.

With your help, Members of the Congress may also hear that cry. Our program of budget cuts will discipline the Federal Government to live within its means, and the bipartisan

tax rate cuts will once again reward the hard work and the spirit of enterprise that is the foundation of economic progress.

We have also taken important steps to reduce the burden of overregulation, and established a Coordinating Task Force on Federalism and a Federalism Advisory Committee, both chaired by Senator Paul Laxalt, to restore power and authority to local governments.

Thomas Jefferson wrote that were we directed from Washington when to sow, and when to reap, we would soon be wanting for bread. Well, figuratively speaking, I'm afraid that's exactly what's been happening.

To return America to prosperity, we must call on the people at the local level, on the talent in our State legislatures, county seats and city halls. We must respond to the needs and dreams of our people, and you are the officials who best know what they are.

I believe, as our Founding Fathers did, that local governments should do as much as they can because they can do so much so much better than distant officials in some far away bureaucracy.

We're unique in all the world in that we are a federation of sovereign States with as much law as possible kept at the local level. Federalism has been the secret of America's success, and will be a priority again.

America must return to her first and well-charted course, and, with your help, that's exactly what we're going to do.

I would like to hear from \underline{you} , so the floor is open for your questions or comments.

UNPUBLISHED
July 22, 1981
4:00 pm

THE WHITE HOUSE

WASHINGTON

THE PRESIDENT'S SCHEDULE Thursday, July 23, 1981

| | Thursday, July 23, 1981 | |
|---|---|------------------------------------|
| 9:00 am (30 min) | Staff Time (Baker, Meese, Deaver) | Residence |
| : 40 9: am (15 mi <u>n</u>) | Senior Staff Time Js, mko | OUAL Residence |
| 10:15-7 9:45 am | SPANNS, GENCH - 10 min. Personal Staff Time | OVAL Residence |
| (1 hr, 45 11 36 am (30 min) | | State Dining Room |
| | (Richard Williamson) (TAB A) Writing Pool and Photo Coverage | |
| Noon (5 min) | Brief greeting and photo with Mr. and Mrs. Fred Hummel and family (Helene von Damm) White House Photographer (TAB B) | Oval Office |
| 12:15 pm (60 min) | Lunch with Coach Ralph (Mac) McKinzie and Mr. and Mrs. Jim McKinzie (7) (Helene von Damm) (TAB C) Writing Pool and Photo Coverage | MKO PATIO Oval Office |
| 1:30 pm (45 min) | and Republican Members of House Ways & | Cabinet Room stributed in morning) |
| 2:40 2:15 pm (5 min) | Mayor Helen Boosalis (Richard Williamson) White House Photographer (TAB D) | Oval Office |
| (30 min) | Personal Staff Time DARMAN REGAM, STOCKSHAM, FRITUSK, JB | Oval Office |
| 3:00 pm (30 min) | Meeting with Congressmen Charles W. Stenholm, | Oval Office |
| (Max Friedersdorf) friso, JB, Loren, Dubenstein, (to be distributed in morning) Writing Pool and Photo Coverage Speaker | | |
| 4:00 pm (30 min) | Staff Time (Baker, Meese, Deaver) | Oval Office |
| 4:30 pm (30 min) | Personal Staff Time | Oval Office |

Return to Residence

THE WHITE HOUSE

WASHINGTON

July 22, 1981

MEETING WITH STATE LEGISLATORS, MAYORS AND COUNTY OFFICIALS

July 23, 1981 STATE DINING ROOM 11:30 a.m. - 12 noon

From: Rich Williamson

PURPOSE

To brief selected state and local elected officials from twelve states on the Economic Recovery Program.

BACKGROUND

The Intergovernmental Affairs Office has arranged regional briefings for state and local government officials to build support for your program. On April 22, we held a briefing for 160 from the Southern Region, and on May 28, we held a briefing for Industrial Belt states of the Northeast and Midwest which you addressed. These briefings have produced strong spokesmen for your program.

PARTICIPANTS

Approximately 100 state legislators, mayors, and county officials from these states: Maine, New Hampshire, Rhode Island, Massachusetts, Illinois, Iowa, Kansas, Minnesota, North Dakota, South Dakota, Nebraska, and Wisconsin.

MEDIA PLAN

There will be writing pool and photo coverage of the President's remarks only. Following the President's remarks, Rich Williamson will tell the audience that there will be a short break while the press leaves. The press will be escorted out of the room before the President's Q and A session begins.

SEQUENCE OF EVENTS

9:00 - 11:30 a.m.

Rich Williamson welcomes and gives remarks on federalism.

Briefings by Secretary Block, Secretary Schweiker, Secretary Bell, Undersecretary Ture (Treasury), and Deputy Director Harper (OMB).

Vice President drops by before President arrives. Brief remarks on regulatory relief.

11:30

The President arrives and makes remarks. $\ensuremath{\mathsf{Q}}$ and $\ensuremath{\mathsf{A}}$

12 noon

The President departs and meeting adjourns.

PRESIDENT'S REMARKS

Talking points attached.

Attachment:
Talking Points

BRIEF VISIT AND PHOTO WITH MR. AND MRS.

FRED HUMMEL AND FAMILY

DATE: July 23, 1981 LOCATION: Oval Office TIME: Noon (5 minutes)

FROM: Helene von Damm

PURPOSE

To say hello and to have your picture taken with Fred and Sue Hummel and their triplets.

2. BACKGROUND

Fred was your State Architect in California; Sue served as your secretary for a few months. They are here in Washington with their triplet daughters for a visit and to give the children a lesson in government and cultural heritage. The highlight of their trip would, of course, be the opportunity to say hello to you in the Oval Office and to have their picture taken.

3. PARTICIPATION

The Hummel Family

Staff:

Helene von Damm

4. PRESS PLAN

White House Photographer Only

5. SEQUENCE OF EVENTS

Brief hello and picture-taking



LUNCH WITH COACH RALPH MCKINZIE

DATE: July 23, 1981

LOCATION: Oval Office or Patio TIME: Noon (60 minutes) FROM: Helene von Damm

1. PURPOSE

To enjoy a nice visit with your old coach, Ralph McKinzie.

2. BACKGROUND

Coach McKinzie's son, Jim, recently wrote you a letter conveying the thrilling experience it was for his father to attend your Inauguration and how much your continuing friendship has meant to him. Jim suggested a possible visit to the Oval Office while Coach McKinzie is still in good health and able to travel to Washington. They are particularly excited about the luncheon invitation.

3. PARTICIPANTS

Coach Ralph McKinzie
Jim and Lenore McKinzie

Staff: Mike Deaver

4. PRESS PLAN

White House Photographer

5. SEQUENCE OF EVENTS

- --Greeting and photo in the Oval Office
- --Luncheon

D

THE WHITE HOUSE

WASHINGTON

July 22, 1981

MEETING WITH MAYOR HELEN BOOSALIS

Date: July 23, 1981
Time: 2:15 - 2:20 p.m.
Location: Oval Office

I. PURPOSE

This is an opportunity for you to meet and get acquainted with Mayor Helen Boosalis (D-Lincoln, Nebraska) who is the newly elected President of the U.S. Conference of Mayors.

II. BACKGROUND

The U.S. Conference of Mayors was previously headed by Mayor Richard Hatcher who was very antagonistic towards this Administration. Mayor Boosalis has pledged a more favorable working relationship with the Administration.

You met Mayor Boosalis at a small meeting of Mayors and Governors on June 1, 1981 to discuss block grants.

III. PARTICIPANTS

Mayor Helen Boosalis Richard S. Williamson J. Steven Rhodes

IV. PRESS PLAN

White House photographer.

V. SEQUENCE OF EVENTS

2:15 p.m.

Mayor Boosalis will arrive and Rich Williamson will introduce you to the Mayor.

2:20 p.m.

Mayor Boosalis will leave.

THE WHITE HOUSE

WASHINGTON

July 23, 1981

MEETING WITH CONGRESSMEN CHARLES W. STENHOLM (D-TEXAS),
PHIL GRAMM (D-TEXAS), KENT HANCE (D-TEXAS),
AND G.V. (SONNY) MONTGOMERY (D-MISSISSIPPI)

DATE: Thursday, July 23, 1981

PLACE: The Oval Office

TIME: 3:00 p.m. (30 Minutes)

FROM: Max L. Friedersdorf M.

I. PURPOSE

To discuss and finalize strategy on the Conable-Hance bipartisan tax bill. Tax legislation is anticipated to be considered by the full House the week of July 27.

II. BACKGROUND

The Ways and Means Committee completed mark-up on the Committee's tax proposal on Wednesday, July 22. The Committee will vote on July 23 to report the bill and decide on a request for a rule.

Included in the Rostenkowski measure is the provision for a targeted individual tax cut of 15 percent over 21 months with an additional 10 percent for a third year contingent on achievement of a 1983 budget deficit of less than \$23 billion, an inflation rate not td exceed 5.7 percent and an interest rate of 7½ percent on Treasury bills. The Committee bill also provides for an exemption from the windfall profit tax on oil on 500 barrels per day and for royalty owners.

As initial participants in the development of the Administration-backed bipartisan tax proposal (Congressman Hance serving as a co-sponsor), Congressmen Stenholm, Gramm, Hance, and Montgomery have been involved with the House Republican leadership and senior Administration officials in legislative strategy discussions, including last evening and again this morning.

As leaders of the Conservative Democratic Forum, the continued support of these four Members is crucial for enactment of the Conable-Hance tax bill.

III. PARTICIPANTS

The President
The Vice President
Secretary Regan
Congressman Stenholm
Congressman Gramm
Congressman Hance
Congressman Montgomery
James Baker
Max L. Friedersdorf

IV. PRESS PLAN

White House Photographer Press opportunity to follow meeting.

V. SEQUENCE OF EVENTS

Informal discussion led by the President on the bipartisan tax bill.

Attachment: Talking Points to be Provided

SUGGESTED TALKING POINTS FOR MEETING WITH CONGRESSMEN CHARLES W. STENHOLM, PHIL GRAMM, KENT HANCE, AND G.V. (SONNY) MONTGOMERY

- -- I know that the meetings of the last couple of days have had some pretty productive results and I want to thank you for that.
- -- Your strong support and guidance continues to be crucial to our joint efforts to turn the economy in this country around.
- -- I know, too, how hard it has been for you to stand up against your own party, even though we all believe that our program is in the best interest of the American people.
- -- The bill that you have helped shape is absolutely necessary to restore the certainty needed to stimulate savings, investment, and economic growth.
- -- We must provide a real tax cut to the American people in order to provide real long-term relief and in order to sustain all our efforts and gains in bringing government spending under control.
- -- I'm prepared to work with you, just as hard as I did on Gramm-Latta I and Gramm-Latta II. And I'm prepared to win with you and the American people next week.
- -- Again I want to thank you for your hard work and effective leadership in turning the economy around.

BRIEFING FOR STATE & LOCAL OFFICIALS

I'M GLAD..HV THS CHANCE..TLK W/U TDAY.

BEUS..AM. P. ARE ON..VERGE OF MAKNG SM HISTORIC

CHANGES IN..WAY THR GOVT IS RUN - CHNGS THT WL

RETRN THS CO. TO..WAY IT WAS SUPOSD TO BE RUN

ALL ALONG - & YUR HLP IS KEY TO MAKNG SURE THS

CHNGS ARE MADE.

TDAY IN..CONG, SENS & REPS FRM YUR STS & DISTRICTS ARE NEGOTIATING ON..FINL DIMENSIS OF ..LARGEST BDGT CUTS IN HIST. & THEY ARE ALSO DTERMNING HOW MCH FLEXBILTY U WL HV IN DECIDING HOW MONEY IN YUR COMUNITIES IS TO BE SPENT.

THAY IN..CONG. ..MEMBRS ARE ALSO RCHNG
CRUCIAL STAGES IN..STRUGL TO GIVE..AM. P.
A MEANINGFUL TX CUT, A STRUGL..LEAVE MORE MONEY
WHR IT IS EARNED, ..STRUGL TO OFFSET..LARGEST
SINGL TX INCRS. IN..HIST. OF R CO. - AN INCRS.
PASSED LST YR.

THE TX DEBATE MAY HV GOTN CONFUSNG &

- .. DIFRNCS BGUN TO BLUR, BT LET ME CUT THRU
- .. POL. RHETORIC W/ ..INDISPUTABL FACT:
- .. HSE LDRSHP IS OFRNG ..AM. P. A TX INCRS; OUR BIPRTISN BILL OFRS A REAL TX CUT.

THE PROPOSL COMNG OUT OF..WAYS & MEANS COM.
PROVIDES FOR..15% CUT DURNG..TM WHEN YUR REAL
TX BURDN WL GO UP BY NEARLY 22%. CALL IT WHT
U WANT, BT THT'S A TX INCRS. WE WLD OFFSET
THT 22% CLIMB W/ A 25% CUT.

THE D. LDRSHP TALKS MAGICALLY OF..MYSTICAL TRIGR THT WLD, AFTR..2nd YR, PROVIDE ENUF OF A CUT TO MATCH OURS. BT THT TRIGR WAS DESIGNED BY P. WHO DN'T BLIEV IN CUTNG TXS — THEY ARE .. ONES, AFTR ALL, WHO HV RAISED TXS ON..AM. P. FOR..LAST 20 YRS. THT TRIGR WS THOT UP AS..WAY OF AVOIDNG..LONG-TERM COMITMNT TO..AM. P., A COMITMNT TO CUT TXS DECISIVELY & PERMANENTLY.

ONLY OUR BIPRTISN BILL - SUPRTED BY AN OVRWHELMING MAJORTY OF D's & R's IN..SEN. & SUPRTED BY MEMBRS..BOTH PRTYS IN..HOUSE - MAKES THT KIND OF COMITMENT.

& I WLD LIKE TO SAY A WRD TO U ABT MY
STRNG PERSNL COMITMNT TO OUR BILL. LET THR
BE NO DOUBT: I WL GO ANYPLACE, ANYTIME, TO
ENSURE THT..WRKNG P. OF THS CO. GET THEIR
1st REAL TX REDUCTN IN NEARLY 20 YRS ANYTHNG
LESS WL NOT GET OUR EC. BACK ON TRACK.

IN DSN'T MEAN THR IS SMTHNG WRONG W/ OUR
AM. SYSTM. OUR EC. SYSTM IS SOUND & OUR WAY
OF GOVT IS..BEST YET DEVISED.

BT WE HV ABANDOND BASIC PRINCIPLS.

OF EVRYONE IN GOVT, U KNOW BEST WHT IS HAPNING
IN. WRKPLACES OF THS CO, TO FAMLY BDGTs & TO
SAVINGS ACCOUNTS. U KNOW WHT IS HAPNING TO
PRODUCTVTY & WHT IS NT HAPNING IN INVSTMNT. U

ARE CLOSR TO..P. & HEAR..CRY OF..P. FOR REFORM.

W/ YUR HLP, MEMBRS OF..CONG. MAY ALSO HEAR

THT CRY OUR PROGRM..BDGT CUTS WL DISCIPLINE
.. FEDL GOVT TO LIVE WTHIN ITS MEANS, & ..
BIPRTISN TX RATE CUTS WL ONCE AGN REWARD..HARD
WRK & ..SPIRT OF ENTRPRISE THT IS..FOUNDATN
OF EC. PROGRES.

WE HV ALSO TAKN IMPRINT STEPS..REDUCE..

BURDN OF OVRREGULATN, & ESTABLSHD A

COORDINATING TASK FORCE ON FEDERALISM & A

FEDERALISM ADVISORY COMMITTEE, BOTH CHAIRED BY

SEN. PAUL LXALT, TO RESTOR POWR & AUTHORITY

TO LOCL GOVTs.

THOS. JEFRSON WROTE THT WERE WE DIRECTED
FRM WASH. WHEN TO SOW, & WHEN TO REAP, WE WLD
SOON BE WNTNG FOR BREAD. WELL, FIGURATIVELY
SPKNG, I'M AFRAID THT'S XACTLY WHT'S BN HAPNING.

TO RETRN AM. TO PROSPERTY, WE MST CALL ON

.. P. AT..LOCL LEVL, ON..TALENT IN OUR STATE

LEGISLATURES, CNTY SEATS & CITY HALLS WE MST

RESPOND TO..NDS & DREAMS OF OUR P. & U ARE ..

OFICLS WHO BEST KNOW WHT THEY ARE.

I BLIEV, AS OUR FOUNDING FATHRS DID,
THT LOCL GOVTs SHLD DO AS MCH AS THEY CN BCUS
THEY CN DO SO MCH - SO MCH BETR THN DISTANT
OFICLS IN SOME FAR AWAY BUREAUCRACY.

WE'RE UNIQUE IN ALL. WRLD IN THT WE ARE A FEDRATN OF SOVEREIGN ST'S W/ AS MCH LAW AS POSIBL KEPT AT. LOCL LEVL. FEDRALISM HS BN ... SECRET OF AM'S SUCCESS, & WILL BE. PRIORITY AGN.

AM. MST RETRN TO HER 1st & WELL-CHARTED COURSE, &, W/YUR HELP, THT's XACTLY WHT WE RE GOING TO DO.

I WLD LIKE TO HEAR FROM U, SO. FLOOR IS OPN FOR YOUR QUESTNS OR COMMENTS.

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BRIEF REMARKS: BRIEFING FOR STATE AND LOCAL OFFICIALS JULY 23, 1981

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