

**[10/3/79-Not Submitted-DF]**

Folder Citation: Collection: Office of Staff Secretary; Series: Presidential Files; Folder: [10/3/79-Not Submitted-DF]; Container 133

To See Complete Finding Aid:

[http://www.jimmycarterlibrary.gov/library/findingaids/Staff\\_Secretary.pdf](http://www.jimmycarterlibrary.gov/library/findingaids/Staff_Secretary.pdf)

File  
C  
D

OFFICE OF MANAGEMENT AND BUDGET  
ROUTE SLIP

TO Rick Hutcheson  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

- Take necessary action
- Approval or signature
- Comment
- Prepare reply
- Discuss with me
- For your information
- See remarks below

FROM Dale McOmber *DM*  
\_\_\_\_\_

DATE 10/4/79  
\_\_\_\_\_

REMARKS

For your records.

This memorandum covered the budget amendment the President signed on October 3 and a letter to Senator Robert Byrd on the same subject.



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

OCT 3 1979

SIGNATURE

MEMORANDUM FOR: THE PRESIDENT  
FROM: JOHN P. WHITE   
SUBJECT: Proposed 1980 Budget Amendment for  
Energy Security Corporation

Attached for your approval is a request for a budget amendment of \$20 billion for the Energy Security Corporation. This represents the 1980 portion of amounts needed in support of your proposal for the Corporation. The amount is contingent upon passage of legislation establishing the Corporation and windfall profits tax legislation.

Secretary Duncan has testified before the Interior Subcommittee of the Senate Appropriations Committee that this sum is needed and has verified that need by letter.

The Senate has included this entire amount in its 1980 budget resolution while the House has included \$12 billion.

We expect only \$100 million in budget outlays in the first two to three years after the Corporation is established.

Recommendation

That you sign the letter transmitting this proposal to the Congress as soon as possible.

Attachment

We have also included a separate letter to Chairman Byrd that you may wish to send.



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

OCT 3 1979

The President

The White House

Sir:

I have the honor to submit for your consideration an amendment to the request for appropriations for the fiscal year 1980 in the amount of \$20,000,000,000 for the Department of the Treasury. The details of this request are contained in the enclosure to this letter.

I have carefully reviewed the proposal contained in this document and am satisfied that this request is necessary at this time. I recommend, therefore, that this proposal be transmitted to the Congress.

Respectfully,

*/s/ J. White*

James T. McIntyre, Jr. *J*  
Director

Enclosures

DEPARTMENT OF THE TREASURY

Office of the Secretary

| 1980 budget<br>appendix page | Heading  | 1980<br>request<br>pending | 1980<br>proposed<br>amendment | 1980<br>revised<br>request |
|------------------------------|--|----------------------------|-------------------------------|----------------------------|
| 746                          | <u>Investment in the<br/>Energy Security Corporation</u> | ---                        | \$20,000,000,000              | \$20,000,000,000           |

(Insert the above heading and the following appropriation language immediately after the material under the heading "Salaries and Expenses":)

For expenses necessary to carry out the functions of the Energy Security Corporation or any independent entity specifically authorized to develop energy production capacity from synthetic fuels, unconventional gas and biomass, \$20,000,000,000, to remain available until expended, to be derived from an energy trust fund as established by H.R. 3919 or equivalent legislation or derived from revenues provided by the Windfall Profits Tax.

This proposal would provide funds for the initial Federal government investment in the Energy Security Corporation. This is part of the President's energy program.

THE WHITE HOUSE  
WASHINGTON

October 3, 1979

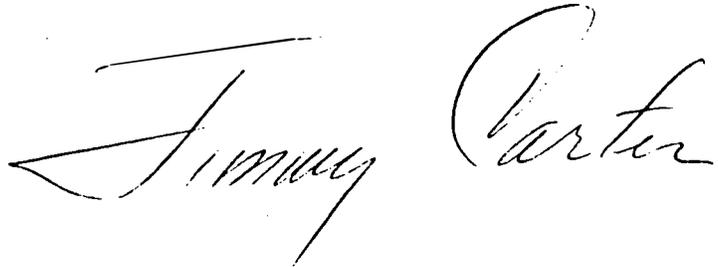
The President  
of the Senate

Sir:

I ask the Congress to consider an amendment to the request for appropriations for the fiscal year 1980 for the Department of the Treasury in the amount of \$20,000,000,000.

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

Respectfully,

A handwritten signature in cursive script that reads "Jimmy Carter". The signature is written in dark ink and is positioned to the right of the word "Respectfully,".

Enclosures

THE WHITE HOUSE  
WASHINGTON

October 3, 1979

Honorable Robert C. Byrd  
Chairman, Subcommittee on Interior  
and Related Agencies  
Committee on Appropriations  
United States Senate  
Washington, D.C. 20510

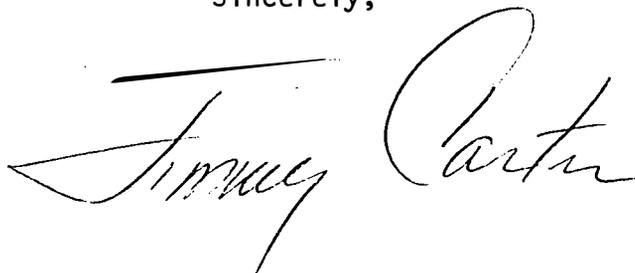
Dear Mr. Chairman:

As a result of events over the past 12 months which have exposed our Nation's dangerous dependence on foreign oil, there is a growing recognition that a major effort must be undertaken to provide energy security for the U.S.

In July, after discussing this problem with many experts and concerned Americans, I proposed a program to make this country less dependent on foreign oil. The mechanism we proposed to accelerate the commercial development of synthetic fuels is the creation of an Energy Security Corporation.

It is vitally important that Congress provide sufficient budgetary resources in the fiscal year 1980 budget in order for the Energy Security Corporation to pursue the first phase of activities. This will require \$20 billion in fiscal year 1980. The Administration has already requested that the Second Congressional Resolution on the fiscal year 1980 budget provide for this \$20 billion. It is important that this commitment to the creation of the viable synthetic fuels industry be recognized and provided by Congress in funds appropriated for the Department of the Treasury so that we can get on with the job of reducing this unprecedented threat to our National well-being.

Sincerely,

A handwritten signature in cursive script that reads "Jimmy Carter". The signature is written in dark ink and is positioned below the word "Sincerely,".