FY 2003 APPROPRIATION LAW CHANGE AND FY 2004 BUDGET AMENDMENT

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

REQUESTS TO CHANGE FY 2003 APPROPRIATIONS LAW AND AN FY 2004 BUDGET AMENDMENT FOR THE DEPARTMENT OF VETERANS AFFAIRS



 $\ensuremath{\mbox{J}\mbox{ULY}}$ 17, 2003.—Referred to the Committee on Appropriations and ordered to be printed

U.S. GOVERNMENT PRINTING OFFICE

19-012

WASHINGTON: 2003

THE WHITE HOUSE, Washington, July 15, 2003.

Hon. J. Dennis Hastert, Speaker of the House of Representatives, Washington, DC.

DEAR MR. SPEAKER: I ask the Congress to consider the enclosed requests to change FY 2003 appropriations law and an FY 2004 budget amendment for the Department of Veterans Affairs, none of which will affect budget levels.

The details of these requests are set forth in the enclosed letter from the Director of the Office of Macanagement and Budget.

from the Director of the Office of Management and Budget.

Sincerely,

GEORGE W. BUSH.

[Estimate No. 13, 108th Cong., 1st Sess.]

EXECUTIVE OFFICE OF THE PRESIDENT, OFFICE OF MANAGEMENT AND BUDGET, Washington, DC, July 14, 2003.

The PRESIDENT, The White House.

Submitted for your consideration are two proposed changes to FY 2003 appropriations law, as well as a related FY 2004 budget amendment for the Department of Veterans Affairs (VA). Your pro-

posed budget totals would not be affected by these requests.

This transmittal includes language that would increase the statutory loan limit for VA's Native American veteran housing loan program account from \$5 million to \$40 million. Low interest rates have created more demand for new construction loans and refinancing of existing loans than originally projected. The current \$5 million statutory loan limitation placed on the program by P.L. 108–7, the Consolidated Appropriations Resolution, 2003, in insufficient to meet this current demand. Absent this requested adjustment, VA cannot issue any new loans for the remainder of FY 2003.

Also included is an FY 2003 request, as well as an FY 2004 budget amendment, that would allow VA to conduct cost comparison studies using appropriated funds to ensure that services, such as laundry and food services, are delivered to veterans at the lowest possible cost without compromising quality of service.

I have carefully reviewed these proposals and am satisfied that they are necessary at this time. Therefore, I join the Secretary of Veterans Affairs in recommending that you transmit these pro-

posals to the Congress.

Sincerely,

Joshua B. Bolten, Director.

Enclosures.

FY 2003 Proposal

DEPARTMENT OF VETERANS AFFAIRS

Veterans Benefits Administration

NATIVE AMERICAN VETERAN HOUSING LOAN PROGRAM ACCOUNT

Under the heading, "Native American Veteran Housing Loan Program Account," in title I, division K of Public Law 108–7, delete "\$5,000,000" and insert "\$40,000,000".

This request would increase the statutory loan limit for this program from \$5 million to \$40 million to allow the Department of Veterans Affairs (VA) to continue issuing direct loans. The loan limitation was placed on the program in P.L. 108–7, the Consolidated Appropriations Resolution, 2003, for the first time in the his-

tory of this program.

With mortgage rates at historical lows, Native American veterans have been obtaining interest rate reduction refinancing loans in record numbers, and the number of origination loans has also increased. The statutory limitation of \$5 million is insufficient to meet the current demand. Absent the proposed loan limit adjustment, VA cannot issue any new loans for the remainder of FY 2003. No additional credit subsidy budget authority is required.

The proposed budget totals would not be affected by this request.

DEPARTMENT OF VETERANS AFFAIRS

VETERANS HEALTH ADMINISTRATION

MEDICAL CARE

Under the heading, "Medical Care," in title I, division K of Public Law 108-7, insert the following after the second proviso: "Provided further, That of the funds made available under this heading, not to exceed \$25,000,000 is to fund cost comparison studies authorized by 38 U.S.C. 8110(a)(5):

This request would allow the Department of Veterans Affairs to conduct cost comparison studies using already appropriated funds to ensure that services, such as laundry and food services, are delivered to veterans at the lowest possible cost without compromising quality of service.

The proposed budget totals would not be affected by this request.

FY 2004 Budget Amendment

DEPARTMENT OF VETERANS AFFAIRS

MEDICAL PROGRAMS

MEDICAL CARE

FY 2004 Budget Appendix Page: 809

FY 2004 Pending Request: \$25,406,024,000 Proposed Amendment: Language

Revised Request: \$25,406,024,000

(In the appropriations language under the above heading, insert the following before the period at the end of the first sentence:)

; and of which not to exceed \$50,000,000 shall be available to fund cost comparison studies authorized by 38 U.S.C. 8110(a)(5)
This request would allow the Department of Veterans Affairs to

conduct cost comparison studies and allow appropriated funds to be used for such purposes to ensure that services, such as laundry and food services, are delivered to veterans at the lowest possible cost without compromising quality of service.

The proposed budget totals would not be affected by this request.