

The original documents are located in Box C51, folder “Presidential Handwriting, 11/6/1976 (1)” of the Presidential Handwriting File at the Gerald R. Ford Presidential Library.

Copyright Notice

The copyright law of the United States (Title 17, United States Code) governs the making of photocopies or other reproductions of copyrighted material. Gerald Ford donated to the United States of America his copyrights in all of his unpublished writings in National Archives collections. Works prepared by U.S. Government employees as part of their official duties are in the public domain. The copyrights to materials written by other individuals or organizations are presumed to remain with them. If you think any of the information displayed in the PDF is subject to a valid copyright claim, please contact the Gerald R. Ford Presidential Library.

THE WHITE HOUSE

WASHINGTON

November 6, 1976

MEMORANDUM FOR: JIM CAVANAUGH

FROM: DICK CHENEY *D*

Jim, attached is some historical research that has been done for the President on State of the Union and Farewell Addresses by previous Presidents as they left Office.

You should return it to Bob Hartmann, and also arrange to notify the staff that all suggestions regarding a State of the Union Message and a Farewell Message should be submitted to Bob no later than December 15th.

The President currently is thinking in terms of delivering two major speeches before he leaves. The first would be a State of the Union address to a joint session of Congress around the 12th of January, and then a few days later, an address, perhaps televised from the White House to the nation at large, which would be a farewell address.

Notify Cannon and Lynn of these plans, and Hartmann; but don't let information get out on the fact that we might do two.

Also make certain that everybody is notified that they've got to submit to Hartmann by the 15th of December.

Attachment

THE WHITE HOUSE
WASHINGTON

State of Union suggestion

Submission to

Pres H. by Dec 15

MEMORANDUM

THE WHITE HOUSE

WASHINGTON

November 4, 1976

MEMORANDUM FOR: COUNSELLOR HARTMANN
DOUGLAS J. SMITH

VIA: GWEN ANDERSON *Ham*

FROM: CHARLES McCALL *CHM*

SUBJECT: Farewell Messages and State of the Union Addresses

Since the end of the Second World War, only three previous Presidents have needed to consider both the preparation of a State of the Union Messages and some sort of farewell remarks to the American people.

President Truman sent his final State of the Union Message to the Hill on January 7, 1953. He broadcast his Farewell Address on January 15th.

President Eisenhower sent his final State of the Union Message to the House on January 12th and to the Senate on January 13th, 1961. He made a Farewell Address via radio and television on January 17, 1961.

President Johnson delivered his State of the Union Message in person before a joint session of Congress on January 14, 1969. He made no formal farewell address.

TAB A

PRESIDENT TRUMAN

- 1) State of the Union Message
- 2) Farewell Address

TAB B

PRESIDENT EISENHOWER

- 1) State of the Union Message
- 2) Farewell Address

TAB C

PRESIDENT JOHNSON

- 1) State of the Union Message
- 2) Remarks in New York City
at a Farewell Dinner Honoring
the President

A



after long and careful negotiation, has brought 5,642 acres into public ownership, and I am incorporating this into the park. This insures the preservation of the 250-foot Sitka spruces of the Bogachiel Valley.

The Olympic National Park, established for the benefit and enjoyment of the Amer-

ican people, now becomes the only park in the world to extend from snowcapped mountains to ocean beaches.

NOTE: The President issued Proclamation 3003 "Enlarging the Olympic National Park Washington" (3 CFR, 1949-1953 Comp., p. 178).

366 Annual Message to the Congress on the State of the Union. January 7, 1953

To the Congress of the United States:

I have the honor to report to the Congress on the state of the Union.

This is the eighth such report that, as President, I have been privileged to present to you and to the country. On previous occasions, it has been my custom to set forth proposals for legislative action in the coming year. But that is not my purpose today. The presentation of a legislative program falls properly to my successor, not to me, and I would not infringe upon his responsibility to chart the forward course. Instead, I wish to speak of the course we have been following the past eight years and the position at which we have arrived.

In just two weeks, General Eisenhower will be inaugurated as President of the United States and I will resume—most gladly—my place as a private citizen of this Republic. The Presidency last changed hands eight years ago this coming April. That was a tragic time: a time of grieving for President Roosevelt—the great and gallant human being who had been taken from us; a time of unrelieved anxiety to his successor, thrust so suddenly into the complexities and burdens of the Presidential office.

Not so this time. This time we see the normal transition under our democratic system. One President, at the conclusion of his term, steps back to private life; his successor, chosen by the people, begins his tenure of the office. And the Presidency of the United States continues to function without a moment's break.

Since the election, I have done my best to

assure that the transfer from one Administration to another shall be smooth and orderly. From General Eisenhower and his associates, I have had friendly and understanding collaboration in this endeavor. I have not sought to thrust upon him—nor has he sought to take—the responsibility which must be mine until twelve o'clock noon on January twentieth. But together, I hope and believe we have found means whereby the incoming President can obtain the full and detailed information he will need to assume the responsibility the moment he takes the oath of office.

The President-elect is about to take up the greatest burdens, the most compelling responsibilities, given to any man. And I, with you and all Americans, wish for him all possible success in undertaking the tasks that will so soon be his.

What are these tasks? The President is Chief of State, elected representative of all the people, national spokesman for them and to them. He is Commander-in-Chief of our armed forces. He is charged with the conduct of our foreign relations. He is Chief Executive of the Nation's largest civilian organization. He must select and nominate all top officials of the Executive Branch and all Federal judges. And on the legislative side, he has the obligation and the opportunity to recommend, and to approve or veto legislation. Besides all this, it is to him that a great political party turns naturally for leadership, and that, too, he must provide as President.

This bundle of burdens is unique; there is nothing else like it on the face of the earth.

Each task could be they would be a tr the easiest of times.

But our times ar as hard and comp history. Now, the carry on these tas democracy may g people prosper, b whole free world i nist menace—and of the atomic bom

This is a huge c ing who occupies it is not a challeng ity he cannot me runs not just to ministration, to th

Ultimately, no responsibilities, s indeed, the whol challenge of our to meet it.

It has been my dental office for much has been pride. But this pride in the pe pride in our poli government—ba deficient perha enormously alive these years to ke course, rising to plishing the es challenge of our

There have l controversies t through it all States has had understanding sustain the burd or hope to disc

For this I am ful to my a Branch—most servants; grat ments—to the both sides of t

Each task could be a full-time job. Together, they would be a tremendous undertaking in the easiest of times.

But our times are not easy; they are hard—as hard and complex, perhaps as any in our history. Now, the President not only has to carry on these tasks in such a way that our democracy may grow and flourish and our people prosper, but he also has to lead the whole free world in overcoming the communist menace—and all this under the shadow of the atomic bomb.

This is a huge challenge to the human being who occupies the Presidential office. But it is not a challenge to him alone, for in reality he cannot meet it alone. The challenge runs not just to him but to his whole Administration, to the Congress, to the country.

Ultimately, no President can master his responsibilities, save as his fellow citizens—indeed, the whole people—comprehend the challenge of our times and move, with him, to meet it.

It has been my privilege to hold the Presidential office for nearly eight years now, and much has been done in which I take great pride. But this is not personal pride. It is pride in the people, in the Nation. It is pride in our political system and our form of government—balky sometimes, mechanically deficient perhaps, in many ways—but enormously alive and vigorous; able through these years to keep the Republic on the right course, rising to the great occasions, accomplishing the essentials, meeting the basic challenge of our times.

There have been misunderstandings and controversies these past eight years, but through it all the President of the United States has had that measure of support and understanding without which no man could sustain the burdens of the Presidential office, or hope to discharge its responsibilities.

For this I am profoundly grateful—grateful to my associates in the Executive Branch—most of them non-partisan civil servants; grateful—despite our disagreements—to the Members of the Congress on both sides of the aisle; grateful especially to

the American people, the citizens of this Republic, governors of us all.

We are still so close to recent controversies that some of us may find it hard to understand the accomplishments of these past eight years. But the accomplishments are real and very great, not as the President's, not as the Congress', but as the achievements of our country and all the people in it.

Let me remind you of some of the things we have done since I first assumed my duties as President of the United States.

I took the oath of office on April 12, 1945. In May of that same year, the Nazis surrendered. Then, in July, that great white flash of light, man-made at Alamogordo, heralded swift and final victory in World War II—and opened the doorway to the atomic age.

Consider some of the great questions that were posed for us by sudden, total victory in World War II. Consider also, how well we as a Nation have responded.

Would the American economy collapse, after the war? That was one question. Would there be another depression here—a repetition of 1921 or 1929? The free world feared and dreaded it. The communists hoped for it and built their policies upon that hope.

We answered that question—answered it with a resounding “no.”

Our economy has grown tremendously. Free enterprise has flourished as never before. Sixty-two million people are now gainfully employed, compared with 51 million seven years ago. Private businessmen and farmers have invested more than 200 billion dollars in new plant and equipment since the end of World War II. Prices have risen further than they should have done—but incomes, by and large, have risen even more, so that real living standards are now considerably higher than seven years ago. Aided by sound government policies, our expanding economy has shown the strength and flexibility for swift and almost painless reconversion from war to peace, in 1945 and 1946; for quick reaction and re-

covery—well before Korea—from the beginnings of recession in 1949. Above all, this live and vital economy of ours has now shown the remarkable capacity to sustain a great mobilization program for defense, a vast outpouring of aid to friends and allies all around the world—and still to produce more goods and services for peaceful use at home than we have ever known before.

This has been our answer, up to now, to those who feared or hoped for a depression in this country.

How have we handled our national finances? That was another question arising at war's end. In the administration of the Government, no problem takes more of the President's time, year in and year out, than fashioning the Budget, and the related problem of managing the public debt.

Financing World War II left us with a tremendous public debt, which reached 279 billion dollars at its peak in February, 1946.

Beginning in July, 1946, when war and reconversion financing had ended, we have held quite closely to the sound standard that in times of high employment and high national income, the Federal Budget should be balanced and the debt reduced.

For the four fiscal years from July 1, 1946, to June 30, 1950, we had a net surplus of 4.3 billion dollars. Using this surplus, and the Treasury's excess cash reserves, the debt was reduced substantially, reaching a low point of 251 billion dollars in June, 1949, and ending up at 257 billion dollars on June 30, 1950.

In July of 1950, we began our rapid rearmament, and for two years held very close to a pay-as-we-go policy. But in the current fiscal year and the next, rising expenditures for defense will substantially outrun receipts. This will pose an immediate and serious problem for the new Congress.

Now let me turn to another question we faced at the war's end. Would we take up again, and carry forward, the great projects of social welfare—so badly needed, so long overdue—that the New Deal had intro-

duced into our national life? Would our Government continue to have a heart for the people, or was the progress of the New Deal to be halted in the aftermath of war as decisively as the progress of Woodrow Wilson's New Freedom had been halted after the first world war?

This question, too, we have answered. We have answered it by doubling old age insurance benefits and extending coverage to ten million more people. We have answered it by increasing our minimum wage. We have answered by the three million privately constructed homes that the Federal Government has helped finance since the war—and the 155 thousand units of low rent public housing placed under construction since 1949.

We have answered with the 42 thousand new hospital beds provided since 1946 through the joint efforts of the Federal Government and local communities.

We have answered by helping eight million veterans of World War II to obtain advanced education, 196 thousand to start in business, and 64 thousand to buy farms.

We have answered by continuing to help farmers obtain electric power, until today nearly 90 per cent of our farms have power line electric service.

In these and other ways, we have demonstrated, up to now, that our democracy has not forgotten how to use the powers of the Government to promote the people's welfare and security.

Another of the big post-war questions was this: What we would do with the Nation's natural resources—its soils and water, forests and grasslands. Would we continue the strong conservation movement of the 1930's, or would we, as we did after the First World War, slip back into the practices of monopoly, exploitation, and waste?

The answer is plain. All across our country, the soil conservation movement has spread, aided by Government programs, enriching private and public lands, preserving them from destruction, improving them

for future use. In our country we have invested nearly 5 billion dollars in the last eight years in projects to control erosion, produce low-cost food, protect the housewives and the men who need it. We have protected the people's forests and oil

We have had to fight against those who would use our resources for greed; we have met the challenge to delay work because of the war, but on the whole we have set a record in protecting our resources and in using our resources for the good.

Here is another example of our progress at the war's close: We have secured peace as well as we could, and we have found ways and means to give the full enjoyment of the fruits of the war.

During the war we have seen economic and social progress for all fellow citizens who were free from prejudice. We have seen, in time, to keep on making progress, the nation of the day would we let it be in post-war riots. World War I?

We answered the challenge by forward steps at every stage and in many spheres. We have armed forces, our cities, our railway systems, our cities—across the Nation—well—the barriers are being broken; in part, at the State and local level, through the enlightenment of groups and persons, the walk of life.

There has been a new American conscience. And all this

for future use. In our river basins, we have invested nearly 5 billion dollars of public funds in the last eight years—invested them in projects to control floods, irrigate farmlands, produce low-cost power and get it to the housewives and farmers and businessmen who need it. We have been vigilant in protecting the people's property—lands and forests and oil and minerals.

We have had to fight hard against those who would use our resources for private greed; we have met setbacks; we have had to delay work because of defense priorities, but on the whole we can be proud of our record in protecting our natural heritage, and in using our resources for the public good.

Here is another question we had to face at the war's close: Would we continue, in peace as well as war, to promote equality of opportunity for all our citizens, seeking ways and means to guarantee for all of them the full enjoyment of their civil rights?

During the war we achieved great economic and social gains for millions of our fellow citizens who had been held back by prejudice. Were we prepared, in peacetime, to keep on moving toward full realization of the democratic promise? Or would we let it be submerged, wiped out, in post-war riots and reaction, as after World War I?

We answered these questions in a series of forward steps at every level of government and in many spheres of private life. In our armed forces, our civil service, our universities, our railway trains, the residential districts of our cities—in stores and factories all across the Nation—in the polling booths as well—the barriers are coming down. This is happening, in part, at the mandate of the courts; in part, at the insistence of Federal, State and local governments; in part, through the enlightened action of private groups and persons in every region and every walk of life.

There has been a great awakening of the American conscience on the issues of civil rights. And all this progress—still far from

complete but still continuing—has been our answer, up to now, to those who questioned our intention to live up to the promises of equal freedom for us all.

There was another question posed for us at the war's end, which equally concerned the future course of our democracy: Could the machinery of government and politics in this Republic be changed, improved, adapted rapidly enough to carry through, responsibly and well, the vast, new complicated undertakings called for in our time?

We have answered this question, too, answered it by tackling the most urgent, most specific, problems which the war experience itself had brought into sharp focus. The reorganization of the Congress in 1946; the unification of our armed services, beginning in 1947; the closer integration of foreign and military policy through the National Security Council created that same year; and the Executive reorganizations, before and after the Hoover-Acheson Commission Report in 1949—these are landmarks in our continuing endeavor to make government an effective instrument of service to the people.

I come now to the most vital question of all, the greatest of our concerns: Could there be built in the world a durable structure of security, a lasting peace for all the nations, or would we drift, as after World War I, toward another terrible disaster—a disaster which this time might be the holocaust of atomic war?

That is still the overriding question of our time. We cannot know the answer yet; perhaps we will not know it finally for a long time to come. But day and night, these past eight years, we have been building for peace, searching out the way that leads most surely to security and freedom and justice in the world for us and all mankind.

This, above all else, has been the task of our Republic since the end of World War II, and our accomplishment so far should give real pride to all Americans. At the very least, a total war has been averted, each day up to this hour. And at the most, we may

already have succeeded in establishing conditions which can keep that kind of war from happening, for as far ahead as man can see.

The Second World War radically changed the power relationships of the world. Nations once great were left shattered and weak, channels of communication, routes of trade, political and economic ties of many kinds were ripped apart.

And in this changed, disrupted, chaotic situation, the United States and the Soviet Union emerged as the two strongest powers of the world. Each had tremendous human and natural resources, actual or potential, on a scale unmatched by any other nation.

Nothing could make plainer why the world is in its present state—and how that came to pass—than an understanding of the diametrically opposite principles and policies of these two great powers in a war-ruined world.

For our part, we in this Republic were—and are—free men, heirs of the American Revolution, dedicated to the truths of our Declaration of Independence:

“... That all men are created equal, that they are endowed by their Creator with certain unalienable rights... That to secure these rights, governments are instituted among men, deriving their just powers from the consent of the governed.”

Our post-war objective has been in keeping with this great idea. The United States has sought to use its pre-eminent position of power to help other nations recover from the damage and dislocation of the war. We held out a helping hand to enable them to restore their national lives and to regain their positions as independent, self-supporting members of the great family of nations. This help was given without any attempt on our part to dominate or control any nation. We did not want satellites but partners.

The Soviet Union, however, took exactly the opposite course.

Its rulers saw in the weakened condition of the world not an obligation to assist in the great work of reconstruction, but an

opportunity to exploit misery and suffering for the extension of their power. Instead of help, they brought subjugation. They extinguished, blotted out, the national independence of the countries that the military operations of World War II had left within their grasp.

The difference stares at us from the map of Europe today. To the west of the line that tragically divides Europe we see nations continuing to act and live in the light of their own traditions and principles. On the other side, we see the dead uniformity of a tyrannical system imposed by the rulers of the Soviet Union. Nothing could point up more clearly what the global struggle between the free world and the communists is all about.

It is a struggle as old as recorded history; it is freedom versus tyranny.

For the dominant idea of the Soviet regime is the terrible conception that men do not have rights but live at the mercy of the state.

Inevitably this idea of theirs—and all the consequences flowing from it—collided with the efforts of free nations to build a just and peaceful world. The “cold war” between the communists and the free world is nothing more or less than the Soviet attempt to checkmate and defeat our peaceful purposes, in furtherance of their own dread objective.

We did not seek this struggle, God forbid. We did our utmost to avoid it. In World War II, we and the Russians had fought side by side, each in our turn attacked and forced to combat by the aggressors. After the war, we hoped that our wartime collaboration could be maintained, that the frightful experience of Nazi invasion, of devastation in the heart of Russia, had turned the Soviet rulers away from their old proclaimed allegiance to world revolution and communist dominion. But instead, they violated, one by one, the solemn agreements they had made with us in wartime. They sought to use the rights and privileges they had obtained in the United Nations, to

frustrate its purposes as an effective force and the keeper

Despite this outlook toward peaceful collaboration of our present situation, our leadership is fortified by that fact

The world is divided by fault or failure, but by not we, began the dawn of the free world saw men know we must Soviet rulers spurn have accepted leadership public, in meeting Soviet offensive.

It seems to me that all of us be clear, in the nature of the and will face for a long measures we have shape and pattern what we were—and

The Soviet Union 8 million square miles East and West, are square miles of the incorporated into the China, now its close mass contains an enormous resources sufficient development complete

That is the Stalin of great natural diversity climate, in distribution, language, and economic and cultural a world whose people communists by any where history and particularly in its border ward separation the counter to the end has been made of

frustrate its purposes and cut down its powers as an effective agent of world progress and the keeper of the world's peace.

Despite this outcome, the efforts we made toward peaceful collaboration are a source of our present strength. They demonstrated that we believed what we proclaimed, that we actually sought honest agreements as the way to peace. Our whole moral position, our leadership in the free world today, is fortified by that fact.

The world is divided, not through our fault or failure, but by Soviet design. They, not we, began the cold war. And because the free world saw this happen—because men know we made the effort and the Soviet rulers spurned it—the free nations have accepted leadership from our Republic, in meeting and mastering the Soviet offensive.

It seems to me especially important that all of us be clear, in our own thinking, about the nature of the threat we have faced—and will face for a long time to come. The measures we have devised to meet it take shape and pattern only as we understand what we were—and are—up against.

The Soviet Union occupies a territory of 8 million square miles. Beyond its borders, East and West, are the nearly five million square miles of the satellite states—virtually incorporated into the Soviet Union—and of China, now its close partner. This vast land mass contains an enormous store of natural resources sufficient to support an economic development comparable to our own.

That is the Stalinist world. It is a world of great natural diversity in geography and climate, in distribution of resources, in population, language, and living standards, in economic and cultural development. It is a world whose people are not all convinced communists by any means. It is a world where history and national traditions, particularly in its borderlands, tend more toward separation than unification, and run counter to the enforced combination that has been made of these areas today.

But it is also a world of great man-made uniformities, a world that bleeds its population white to build huge military forces; a world in which the police are everywhere and their authority unlimited; a world where terror and slavery are deliberately administered both as instruments of government and as means of production; a world where all effective social power is the state's monopoly—yet the state itself is the creature of the communist tyrants.

The Soviet Union, with its satellites, and China are held in the tight grip of communist party chieftains. The party dominates all social and political institutions. The party regulates and centrally directs the whole economy. In Moscow's sphere, and in Peiping's, all history, philosophy, morality and law are centrally established by rigid dogmas, incessantly drummed into the whole population and subject to interpretation—or to change—by none except the party's own inner circle.

And lest their people learn too much of other ways of life, the communists have walled off their world, deliberately and uniformly, from the rest of human society.

That is the communist base of operation in their cold war. In addition, they have at their command hundreds and thousands of dedicated foreign communists, people in nearly every free country who will serve Moscow's ends. Thus the masters of the Kremlin are provided with deluded followers all through the free world whom they can manipulate, cynically and quite ruthlessly, to serve the purposes of the Soviet state.

Given their vast internal base of operations, and their agents in foreign lands, what are the communist rulers trying to do?

Inside their homeland, the communists are trying to maintain and modernize huge military forces. And simultaneously, they are endeavoring to weld their whole vast area and population into a completely self-contained, advanced industrial society. They aim, some day, to equal or better the production levels of Western Europe and North

America combined—thus shifting the balance of world economic power, and war potential, to their side.

They have a long way to go and they know it. But they are prepared to levy upon living generations any sacrifice that helps strengthen their armed power, or speed industrial development.

Externally, the communist rulers are trying to expand the boundaries of their world, whenever and wherever they can. This expansion they have pursued steadfastly since the close of World War II, using any means available to them.

Where the Soviet army was present, as in the countries of Eastern Europe, they have gradually squeezed free institutions to death.

Where post-war chaos existed in industrialized nations, as in Western Europe, the local Stalinists tried to gain power through political processes, politically-inspired strikes, and every available means for subverting free institutions to their evil ends.

Where conditions permitted, the Soviet rulers have stimulated and aided armed insurrection by communist-led revolutionary forces, as in Greece, Indo-China, the Philippines, and China, or outright aggression by one of their satellites, as in Korea.

Where the forces of nationalism, independence, and economic change were at work throughout the great sweep of Asia and Africa, the communists tried to identify themselves with the cause of progress, tried to picture themselves as the friends of freedom and advancement—surely one of the most cynical efforts of which history offers record.

Thus, everywhere in the free world, the communists seek to fish in troubled waters, to seize more countries, to enslave more millions of human souls. They were, and are, ready to ally themselves with any group, from the extreme left to the extreme right, that offers them an opportunity to advance their ends.

Geography gives them a central position. They are both a European and an Asian

power, with borders touching many of the most sensitive and vital areas in the free world around them. So situated, they can use their armies and their economic power to set up simultaneously a whole series of threats—or inducements—to such widely dispersed places as Western Germany, Iran, and Japan. These pressures and attractions can be sustained at will, or quickly shifted from place to place.

Thus the communist rulers are moving, with implacable will, to create greater strength in their vast empire, and to create weakness and division in the free world, preparing for the time their false creed teaches them must come: the time when the whole world outside their sway will be so torn by strife and contradictions that it will be ripe for the communist plucking.

This is the heart of the distorted Marxist interpretation of history. This is the glass through which Moscow and Peiping look out upon the world, the glass through which they see the rest of us. They seem really to believe that history is on their side. And they are trying to boost "history" along, at every opportunity, in every way they can.

I have set forth here the nature of the communist menace confronting our Republic and the whole free world. This is the measure of the challenge we have faced since World War II—a challenge partly military and partly economic, partly moral and partly intellectual, confronting us at every level of human endeavor and all around the world.

It has been and must be the free world's purpose not only to organize defenses against aggression and subversion, not only to build a structure of resistance and salvation for the community of nations outside the iron curtain, but in addition to give expression and opportunity to the forces of growth and progress in the free world, to so organize and unify the cooperative community of free men that we will not crumble but grow stronger over the years, and the Soviet empire, not the free world, will eventually have to change its ways or fall.

Our whole program for this purpose has been based on these requirements.

The first of these is the economic. Like the pioneer continent of ours, we must have a market while we have a business. We realize that our allies did not have the growing Soviet power, never have the opportunity to build our efforts to build and order—the order of our free institutions flourish.

Did this mean else and concentrate? Of course it did. Urgent military action continue to help economic and social progress. This work had to be done, first, not only a non-military aspect for power, but an effort toward human progress, about the men want to live.

These two requirements and human progress related in action. Military strength, strong economic and hopeful political confidence that political progress that are vulnerable.

These requirements require action. Both of them require action among the free people. This, indeed, is our whole effort of the free people, a condition of progress, but to progress, but to progress.

This is the condition of progress, but to progress, but to progress.

steps we have been taking.

Our whole program of action to carry out this purpose has been directed to meet two requirements.

The first of these had to do with security. Like the pioneers who settled this great continent of ours, we have had to carry a musket while we went about our peaceful business. We realized that if we and our allies did not have military strength to meet the growing Soviet military threat, we would never have the opportunity to carry forward our efforts to build a peaceful world of law and order—the only environment in which our free institutions could survive and flourish.

Did this mean we had to drop everything else and concentrate on armies and weapons? Of course it did not: side-by-side with this urgent military requirement, we had to continue to help create conditions of economic and social progress in the world. This work had to be carried forward alongside the first, not only in order to meet the non-military aspects of the communist drive for power, but also because this creative effort toward human progress is essential to bring about the kind of world we as free men want to live in.

These two requirements—military security and human progress—are more closely related in action than we sometimes recognize. Military security depends upon a strong economic underpinning and a stable and hopeful political order; conversely, the confidence that makes for economic and political progress does not thrive in areas that are vulnerable to military conquest.

These requirements are related in another way. Both of them depend upon unity of action among the free nations of the world. This, indeed, has been the foundation of our whole effort, for the drawing together of the free people of the world has become a condition essential not only to their progress, but to their survival as free people.

This is the conviction that underlies all the steps we have been taking to strengthen and

unify the free nations during the past seven years.

What have these steps been? First of all, how have we gone about meeting the requirement of providing for our security against this world-wide challenge?

Our starting point, as I have said on many occasions, has been and remains the United Nations.

We were prepared, and so were the other nations of the free world, to place our reliance on the machinery of the United Nations to safeguard peace. But before the United Nations could give full expression to the concept of international security embodied in the Charter, it was essential that the five permanent members of the Security Council honor their solemn pledge to cooperate to that end. This the Soviet Union has not done.

I do not need to outline here the dreary record of Soviet obstruction and veto and the unceasing efforts of the Soviet representatives to sabotage the United Nations. It is important, however, to distinguish clearly between the principle of collective security embodied in the Charter and the mechanisms of the United Nations to give that principle effect. We must frankly recognize that the Soviet Union has been able, in certain instances, to stall the machinery of collective security. Yet it has not been able to impair the principle of collective security. The free nations of the world have retained their allegiance to that idea. They have found the means to act despite the Soviet veto, both through the United Nations itself and through the application of this principle in regional and other security arrangements that are fully in harmony with the Charter and give expression to its purposes.

The free world refused to resign itself to collective suicide merely because of the technicality of a Soviet veto.

The principle of collective measures to forestall aggression has found expression in the Treaty of Rio de Janeiro, the North

Atlantic Treaty, now extended to include Greece and Turkey, and the several treaties we have concluded to reinforce security in the Pacific area.

But the free nations have not this time fallen prey to the dangerous illusion that treaties alone will stop an aggressor. By a series of vigorous actions, as varied as the nature of the threat, the free nations have successfully thwarted aggression or the threat of aggression in many different parts of the world.

Our country has led or supported these collective measures. The aid we have given to people determined to act in defense of their freedom has often spelled the difference between success and failure.

We all know what we have done, and I shall not review in detail the steps we have taken. Each major step was a milepost in the developing unity, strength and resolute will of the free nations.

The first was the determined and successful effort made through the United Nations to safeguard the integrity and independence of Iran in 1945 and 1946.

Next was our aid and support to embattled Greece, which enabled her to defeat the forces threatening her national independence.

In Turkey, cooperative action resulted in building up a bulwark of military strength for an area vital to the defenses of the entire free world.

In 1949, we began furnishing military aid to our partners in the North Atlantic Community and to a number of other free countries.

The Soviet Union's threats against Germany and Japan, its neighbors to the West and to the East, have been successfully withstood. Free Germany is on its way to becoming a member of the peaceful community of nations, and a partner in the common defense. The Soviet effort to capture Berlin by blockade was thwarted by the courageous Allied airlift. An independent and democratic Japan has been brought back into the community of free nations.

In the Far East, the tactics of communist imperialism have reached heights of violence unmatched elsewhere—and the problem of concerted action by the free nations has been at once more acute and more difficult.

Here, in spite of outside aid and support, the free government of China succumbed to the communist assault. Our aid has enabled the free Chinese to rebuild and strengthen their forces on the island of Formosa. In other areas of the Far East—in Indo-China, Malaya, and the Philippines—our assistance has helped sustain a staunch resistance against communist insurrectionary attacks.

The supreme test, up to this point, of the will and determination of the free nations came in Korea, when communist forces invaded the Republic of Korea, a state that was in a special sense under the protection of the United Nations. The response was immediate and resolute. Under our military leadership, the free nations for the first time took up arms, collectively, to repel aggression.

Aggression was repelled, driven back, punished. Since that time, communist strategy has seen fit to prolong the conflict, in spite of honest efforts by the United Nations to reach an honorable truce. The months of deadlock have demonstrated that the communists cannot achieve by persistence, or by diplomatic trickery, what they failed to achieve by sneak attack. Korea has demonstrated that the free world has the will and the endurance to match the communist effort to overthrow international order through local aggression.

It has been a bitter struggle and it has cost us much in brave lives and human suffering, but it has made it plain that the free nations will fight side by side, that they will not succumb to aggression or intimidation, one by one. This, in the final analysis, is the only way to halt the communist drive to world power.

At the heart of the free world's defense

is the military strength

From 1945 to 1949, the United States was the sole possessor of nuclear weapons, and this was a great deterrent in itself.

But when the Soviet Union exploded its atomic bomb in 1949, we had to find a way to keep our lead in nuclear weapons. We had to keep our lead in order to strengthen our own security and to enlarge our mobilization of resources. In 1949, nine months after the Soviet atomic explosion, the United States and its allies in Korea, which still stand by our program of collective security.

What we need is a force that could deter aggression. We also need to keep our outer edges of the world as well as our allies as well as to hold the line against aggression and retaliate.

We have made a great task of building up our military strength in the last two and one-half years. It has more than doubled our military strength and helped to increase the security of all the other free nations.

All the measures we have taken to increase our resistance to aggression, to strengthen our defenses, constitute a vital part of the survival and progress of the free world. But, as I have pointed out, we have woven with the threads of our economic progress in the free world. We have no military strength without economic capacity. We have no freedom without economic capacity. We have no chaos or social order without economic capacity. Our national power is in the range of economic capacity.

In Europe, the Marshall Plan permits Germany and France and Italy and other countries, with help from the United States, to lift themselves

is the military strength of the United States.

From 1945 to 1949, the United States was sole possessor of the atomic bomb. That was a great deterrent and protection in itself.

But when the Soviets produced an atomic explosion—as they were bound to do in time—we had to broaden the whole basis of our strength. We had to endeavor to keep our lead in atomic weapons. We had to strengthen our armed forces generally and to enlarge our productive capacity—our mobilization base. Historically, it was the Soviet atomic explosion in the fall of 1949, nine months before the aggression in Korea, which stimulated the planning for our program of defense mobilization.

What we needed was not just a central force that could strike back against aggression. We also needed strength along the outer edges of the free world, defenses for our allies as well as for ourselves, strength to hold the line against attack as well as to retaliate.

We have made great progress on this task of building strong defenses. In the last two and one half years, we have more than doubled our own defenses, and we have helped to increase the protection of nearly all the other free nations.

All the measures of collective security, resistance to aggression, and the building of defenses, constitute the first requirement for the survival and progress of the free world. But, as I have pointed out, they are interwoven with the necessity of taking steps to create and maintain economic and social progress in the free nations. There can be no military strength except where there is economic capacity to back it. There can be no freedom where there is economic chaos or social collapse. For these reasons, our national policy has included a wide range of economic measures.

In Europe, the grand design of the Marshall Plan permitted the people of Britain and France and Italy and a half dozen other countries, with help from the United States, to lift themselves from stagnation and find

again the path of rising production, rising incomes, rising standards of living. The situation was changed almost overnight by the Marshall Plan; the people of Europe have a renewed hope and vitality, and they are able to carry a share of the military defense of the free world that would have been impossible a few years ago.

Now the countries of Europe are moving rapidly towards political and economic unity, changing the map of Europe in more hopeful ways than it has been changed for 500 years. Customs unions, European economic institutions like the Schuman Plan, the movement toward European political integration, the European Defense Community—all are signs of practical and effective growth toward greater common strength and unity. The countries of Western Europe, including the free Republic of Germany are working together, and the whole free world is the gainer.

It sometimes happens, in the course of history, that steps taken to meet an immediate necessity serve an ultimate purpose greater than may be apparent at the time. This, I believe, is the meaning of what has been going on in Europe under the threat of aggression. The free nations there, with our help, have been drawing together in defense of their free institutions. In so doing, they have laid the foundations of a unity that will endure as a major creative force beyond the exigencies of this period of history. We may, at this close range, be but dimly aware of the creative surge this movement represents, but I believe it to be of historic importance. I believe its benefits will survive long after communist tyranny is nothing but an unhappy memory.

In Asia and Africa, the economic and social problems are different but no less urgent. There hundreds of millions of people are in ferment, exploding into the twentieth century, thrusting toward equality and independence and improvement in the hard conditions of their lives.

Politically, economically, socially, things cannot and will not stay in their pre-war

mold in Africa and Asia. Change must come—is coming—fast. Just in the years I have been President, 12 free nations, with more than 600 million people, have become independent: Burma, Indonesia, the Philippines, Korea, Israel, Libya, India, Pakistan and Ceylon, and the three Associated States of Indo-China, now members of the French Union. These names alone are testimony to the sweep of the great force which is changing the face of half the world.

Working out new relationships among the peoples of the free world would not be easy in the best of times. Even if there were no Communist drive for expansion, there would be hard and complex problems of transition from old social forms, old political arrangements, old economic institutions to the new ones our century demands—problems of guiding change into constructive channels, of helping new nations grow strong and stable. But now, with the Soviet rulers striving to exploit this ferment for their own purposes, the task has become harder and more urgent—terribly urgent.

In this situation, we see the meaning and the importance of the Point IV program, through which we can share our store of know-how and of capital to help these people develop their economies and reshape their societies. As we help Iranians to raise more grain, Indians to reduce the incidence of malaria, Liberians to educate their children better, we are at once helping to answer the desires of the people for advancement, and demonstrating the superiority of freedom over communism. There will be no quick solution for any of the difficulties of the new nations of Asia and Africa—but there may be no solution at all if we do not press forward with full energy to help these countries grow and flourish in freedom and in cooperation with the rest of the free world.

Our measures of economic policy have already had a tremendous effect on the course of events. Eight years ago, the Kremlin thought post-war collapse in Western Europe and Japan—with economic dislocation in America—might give them the signal to ad-

vance. We demonstrated they were wrong. Now they wait with hope that the economic recovery of the free world has set the stage for violent and disastrous rivalry among the economically developed nations, struggling for each other's markets and a greater share of trade. Here is another test that we shall have to meet and master in the years immediately ahead. And it will take great ingenuity and effort—and much time—before we prove the Kremlin wrong again. But we can do it. It is true that economic recovery presents its problems, as does economic decline, but they are problems of another order. They are the problems of distributing abundance fairly, and they can be solved by the process of international cooperation that has already brought us so far.

These are the measures we must continue. This is the path we must follow. We must go on, working with our free associates, building an international structure for military defense, and for economic, social, and political progress. We must be prepared for war, because war may be thrust upon us. But the stakes in our search for peace are immensely higher than they have ever been before.

For now we have entered the atomic age, and war has undergone a technological change which makes it a very different thing from what it used to be. War today between the Soviet empire and the free nations might dig the grave not only of our Stalinist opponents, but of our own society, our world as well as theirs.

This transformation has been brought to pass in the seven years from Alamogordo to Eniwetok. It is only seven years, but the new force of atomic energy has turned the world into a very different kind of place.

Science and technology have worked so fast that war's new meaning may not yet be grasped by all the peoples who would be its victims; nor, perhaps, by the rulers in the Kremlin. But I have been President of the United States, these seven years, responsible for the decisions which have brought our science and our engineering to their

present place. I know what it means now, what it will come.

We in this Government before the first such test that this new force of atomic energy for all mankind will have to face in international competition. We have advanced proposals in the past, but to take this new source of power as an arena of national rivalry is not possible to use it as a force for proposals, so pregnant with meaning for humanity, were rejected by the Soviet Union.

The language of science, the movement of science into the unknown. We have the Soviet Union with the same weapon, regulations, nor that the even more terrible consequences of lying in the unexplored energy.

We had no alternative, to probe the secret of the uttermost of our knowledge, if we could, our knowledge of the atomic field. At the present time, persistently for some time, for reaching an agreement with the rulers that would give them power under effective guarantee no nation can do so. I do not have to repeat what we made, the step by step Nations, striving at the ultimate agreement that we will continue so long as there is progress. All citizens on the urgency of the situation, shown their willingness to take measures of control, the Soviet Union and its satellites rejected every reason.

Meanwhile, the presentiment has outlasted. Atomic science is in

present place. I know what this development means now. I know something of what it will come to mean in the future.

We in this Government realized, even before the first successful atomic explosion, that this new force spelled terrible danger for all mankind unless it were brought under international control. We promptly advanced proposals in the United Nations to take this new source of energy out of the arena of national rivalries, to make it impossible to use it as a weapon of war. These proposals, so pregnant with benefit for all humanity, were rebuffed by the rulers of the Soviet Union.

The language of science is universal, the movement of science is always forward into the unknown. We could not assume that the Soviet Union would not develop the same weapon, regardless of all our precautions, nor that there were not other and even more terrible means of destruction lying in the unexplored field of atomic energy.

We had no alternative, then, but to press on, to probe the secrets of atomic power to the uttermost of our capacity, to maintain, if we could, our initial superiority in the atomic field. At the same time, we sought persistently for some avenue, some formula, for reaching an agreement with the Soviet rulers that would place this new form of power under effective restraints—that would guarantee no nation would use it in war. I do not have to recount here the proposals we made, the steps taken in the United Nations, striving at least to open a way to ultimate agreement. I hope and believe that we will continue to make these efforts so long as there is the slightest possibility of progress. All civilized nations are agreed on the urgency of the problem, and have shown their willingness to agree on effective measures of control—all save the Soviet Union and its satellites. But they have rejected every reasonable proposal.

Meanwhile, the progress of scientific experiment has outrun our expectations. Atomic science is in the full tide of develop-

ment; the unfolding of the innermost secrets of matter is uninterrupted and irresistible. Since Alamogordo we have developed atomic weapons with many times the explosive force of the early models, and we have produced them in substantial quantities. And recently, in the thermonuclear tests at Eniwetok, we have entered another stage in the worldshaking development of atomic energy. From now on, man moves into a new era of destructive power, capable of creating explosions of a new order of magnitude, dwarfing the mushroom clouds of Hiroshima and Nagasaki.

We have no reason to think that the stage we have now reached in the release of atomic energy will be the last. Indeed, the speed of our scientific and technical progress over the last seven years shows no signs of abating. We are being hurried forward, in our mastery of the atom, from one discovery to another, toward yet unforeseeable peaks of destructive power.

Inevitably, until we can reach international agreement, this is the path we must follow. And we must realize that no advance we make is unattainable by others, that no advantage in this race can be more than temporary.

The war of the future would be one in which man could extinguish millions of lives at one blow, demolish the great cities of the world, wipe out the cultural achievements of the past—and destroy the very structure of a civilization that has been slowly and painfully built up through hundreds of generations.

Such a war is not a possible policy for rational men. We know this, but we dare not assume that others would not yield to the temptation science is now placing in their hands.

With that in mind, there is something I would say, to Stalin: You claim belief in Lenin's prophecy that one stage in the development of communist society would be war between your world and ours. But Lenin was a pre-atomic man, who viewed society and history with pre-atomic eyes. Some-

thing profound has happened since he wrote. War has changed its shape and its dimension. It cannot now be a "stage" in the development of anything save ruin for your regime and your homeland.

I do not know how much time may elapse before the communist rulers bring themselves to recognize this truth. But when they do, they will find us eager to reach understandings that will protect the world from the danger it faces today.

It is no wonder that some people wish that we had never succeeded in splitting the atom. But atomic power, like any other force of nature, is not evil in itself. Properly used, it is an instrumentality for human betterment. As a source of power, as a tool of scientific inquiry, it has untold possibilities. We are already making good progress in the constructive use of atomic power. We could do much more if we were free to concentrate on its peaceful uses exclusively.

Atomic power will be with us all the days of our lives. We cannot legislate it out of existence. We cannot ignore the dangers or the benefits it offers.

I believe that man can harness the forces of the atom to work for the improvement of the lot of human beings everywhere. That is our goal. As a nation, as a people, we must understand this problem, we must handle this new force wisely through our democratic processes. Above all, we must strive, in all earnestness and good faith, to bring it under effective international control. To do this will require much wisdom and patience and firmness. The awe-inspiring responsibility in this field now falls on a new Administration and a new Congress. I will give them my support, as I am sure all our citizens will, in whatever constructive steps they may take to make this newest of man's discoveries a source of good and not of ultimate destruction.

We cannot tell when or whether the attitude of the Soviet rulers may change. We do not know how long it may be before they show a willingness to negotiate effective

control of atomic energy and honorable settlements of other world problems. We cannot measure how deep-rooted are the Kremlin's illusions about us. We can be sure, however, that the rulers of the communist world will not change their basic objectives lightly or soon.

The communist rulers have a sense of time about these things wholly unlike our own. We tend to divide our future into short spans, like the two-year life of this Congress, or the four years of the next Presidential term. They seem to think and plan in terms of generations. And there is, therefore, no easy, short-run way to make them see that their plans cannot prevail.

This means there is ahead of us a long hard test of strength and stamina, between the free world and the communist domain—our politics and our economy, our science and technology against the best they can do—our liberty against their slavery—our voluntary concert of free nations against their forced amalgam of "people's republics"—our strategy against their strategy—our nerve against their nerve.

Above all, this is a test of the will and the steadiness of the people of the United States.

There has been no challenge like this in the history of our Republic. We are called upon to rise to the occasion, as no people before us.

What is required of us is not easy. The way we must learn to live, the world we have to live in, cannot be so pleasant, safe or simple as most of us have known before, or confidently hoped to know.

Already we have had to sacrifice a number of accustomed ways of working and of living, much nervous energy, material resources, even human life. Yet if one thing is certain in our future, it is that more sacrifice still lies ahead.

Were we to grow discouraged now, were we to weaken and slack off, the whole structure we have built, these past eight years, would come apart and fall away. Never then, no matter by what stringent means,

could our free world in time, the sheer momentum. There can be and improvements in new situations, serve desert the spirit of step back from then start the free world's press that the commun toward the moment and wait.

If we value our free life and want to see the challenge and a stick to our guns and

I have set out the see them, under which ing in the world, a basic policies. What The answer, I believe, tinue to confound S our world grows s more attractive to m iron curtain, then ine a time of change v world. We do not I will come about, whic sion in the Kremlin, lution, by defection by some unforeseen such as these.

But if the commu they cannot win by trate their attempts it is not too much t change its character, come more realistic d recede from the cold

Do not be deceiv the look of monolithi munist dictators w world. Remember in consent. Remen of the free world's they do not dare to about them. Think they put forth to tr of Truth from reac its message of freedo

could our free world regain the ground, the time, the sheer momentum, lost by such a move. There can and should be changes and improvements in our programs, to meet new situations, serve new needs. But to desert the spirit of our basic policies, to step back from them now, would surely start the free world's slide toward the darkness that the communists have prophesied—toward the moment for which they watch and wait.

If we value our freedom and our way of life and want to see them safe, we must meet the challenge and accept its implications, stick to our guns and carry out our policies.

I have set out the basic conditions, as I see them, under which we have been working in the world, and the nature of our basic policies. What, then, of the future? The answer, I believe, is this: As we continue to confound Soviet expectations, as our world grows stronger, more united, more attractive to men on both sides of the iron curtain, then inevitably there will come a time of change within the communist world. We do not know how that change will come about, whether by deliberate decision in the Kremlin, by coup d'etat, by revolution, by defection of satellites, or perhaps by some unforeseen combination of factors such as these.

But if the communist rulers understand they cannot win by war, and if we frustrate their attempts to win by subversion, it is not too much to expect their world to change its character, moderate its aims, become more realistic and less implacable, and recede from the cold war they began.

Do not be deceived by the strong face, the look of monolithic power that the communist dictators wear before the outside world. Remember their power has no basis in consent. Remember they are so afraid of the free world's ideas and ways of life, they do not dare to let their people know about them. Think of the massive effort they put forth to try to stop our Campaign of Truth from reaching their people with its message of freedom.

The masters of the Kremlin live in fear their power and position would collapse were their own people to acquire knowledge, information, comprehension about our free society. Their world has many elements of strength, but this one fatal flaw: the weakness represented by their iron curtain and their police state. Surely, a social order at once so insecure and so fearful, must ultimately lose its competition with our free society.

Provided just one thing—and this I urge you to consider carefully—provided that the free world retains the confidence and the determination to outmatch the best our adversary can accomplish and to demonstrate for uncertain millions on both sides of the iron curtain the superiority of the free way of life.

That is the test upon all the free nations; upon none more than our own Republic.

Our resources are equal to the task. We have the industry, the skills, the basic economic strength. Above all, we have the vigor of free men in a free society. We have our liberties. And while we keep them, while we retain our democratic faith, the ultimate advantage in this hard competition lies with us, not with the communists.

But there are some things that could shift the advantage to their side. One of the things that could defeat us is fear—fear of the task we face, fear of adjusting to it, fear that breeds more fear, sapping our faith, corroding our liberties, turning citizen against citizen, ally against ally. Fear could snatch away the very values we are striving to defend.

Already the danger signals have gone up. Already the corrosive process has begun. And every diminution of our tolerance, each new act of enforced conformity, each idle accusation, each demonstration of hysteria—each new restrictive law—is one more sign that we can lose the battle against fear.

The communists cannot deprive us of our liberties—fear can. The communists cannot stamp out our faith in human dignity—fear can. Fear is an enemy within our

selves, and if we do not root it out, it may destroy the very way of life we are so anxious to protect.

To beat back fear, we must hold fast to our heritage as free men. We must renew our confidence in one another, our tolerance, our sense of being neighbors, fellow citizens. We must take our stand on the Bill of Rights. The inquisition, the star chamber, have no place in a free society.

Our ultimate strength lies, not alone in arms, but in the sense of moral values and moral truths that give meaning and vitality to the purposes of free people. These values are our faith, our inspiration, the source of our strength and our indomitable determination.

We face hard tasks, great dangers. But we are Americans and we have faced hardships and uncertainty before, we have adjusted before to changing circumstances. Our whole history has been a steady training for the work it is now ours to do.

No one can lose heart for the task, none can lose faith in our free ways, who stops to remember where we began, what we have sought, and what accomplished, all together as Americans.

I have lived a long time and seen much happen in our country. And I know out of my own experience, that we can do what must be done.

When I think back to the country I grew up in—and then look at what our country has become—I am quite certain that having done so much, we can do more.

After all, it has been scarcely fifteen years since most Americans rejected out-of-hand the wise counsel that aggressors must be "quarantined". The very concept of col-

lective security, the foundation-stone of all our actions now, was then strange doctrine, shunned and set aside. Talk about adapting; talk about adjusting; talk about responding as a people to the challenge of changed times and circumstances—there has never been a more spectacular example than this great change in America's outlook on the world.

Let all of us pause now, think back, consider carefully the meaning of our national experience. Let us draw comfort from it and faith, and confidence in our future as Americans.

The Nation's business is never finished. The basic questions we have been dealing with, these eight years past, present themselves anew. That is the way of our society. Circumstances change and current questions take on different forms, new complications, year by year. But underneath, the great issues remain the same—prosperity, welfare, human rights, effective democracy, and above all, peace.

Now we turn to the inaugural of our new President. And in the great work he is called upon to do he will have need for the support of a united people, a confident people, with firm faith in one another and in our common cause. I pledge him my support as a citizen of our Republic, and I ask you to give him yours.

To him, to you, to all my fellow citizens, I say, Godspeed.

May God bless our country and our cause.

HARRY S. TRUMAN

NOTE: The President's message was read aloud by clerks in both Houses of Congress and was broadcast to foreign countries.

It is based, like all the in previous years, on Government should what is essential for being of the Nation, done should be done manner.

This Budget has unique circumstances since the adoption of ment to the Constitu the Congress by a Pr office a few days after successor will be in on January 20. His responsibility during Budget is being cons and his will be the administration of Fe period of time cover have done all in my lems of transition to including informin through a representa background and cor entered into the pre. However, I wish to r my successor in off has participated in th sented. The Presid sibility for the am Budget, and will be to propose changes.

Because of the p there is one signifi this Budget and of In previous years, th included the cost o I recommended to

367 Annual Budget Message to the Congress: Fiscal Year 1954.

January 9, 1953

To the Congress of the United States:

I am transmitting, with this Message, the Budget of the United States Government for the fiscal year ending June 30, 1954.

This Budget represents my judgment as to the amount of funds needed to carry forward our programs for the security and welfare of our people and for world peace.

New authority to inc

Expenditures
Receipts (under exist

Deficit (—) or

news conference, his "budget seminar" of January 8, 1953, was not transcribed by the White House Official Reporter. The tape recording is incom-

plete and the voices are not always audible. The conference, therefore, has not been included in this volume.]

378 The President's Farewell Address to the American People.

January 15, 1953

[Broadcast from his office in the White House at 10:30 p.m.]

My fellow Americans:

I am happy to have this opportunity to talk to you once more before I leave the White House.

Next Tuesday, General Eisenhower will be inaugurated as President of the United States. A short time after the new President takes his oath of office, I will be on the train going back home to Independence, Missouri. I will once again be a plain, private citizen of this great Republic.

That is as it should be. Inauguration Day will be a great demonstration of our democratic process. I am glad to be a part of it—glad to wish General Eisenhower all possible success, as he begins his term—glad the whole world will have a chance to see how simply and how peacefully our American system transfers the vast power of the Presidency from my hands to his. It is a good object lesson in democracy. I am very proud of it. And I know you are, too.

During the last 2 months I have done my best to make this transfer an orderly one. I have talked with my successor on the affairs of the country, both foreign and domestic, and my Cabinet officers have talked with their successors. I want to say that General Eisenhower and his associates have cooperated fully in this effort. Such an orderly transfer from one party to another has never taken place before in our history. I think a real precedent has been set.

In speaking to you tonight, I have no new revelations to make—no political statements—no policy announcements. There are simply a few things in my heart that I want to say to you. I want to say "goodby" and "thanks for your help." And I want to

talk to you a little while about what has happened since I became your President.

I am speaking to you from the room where I have worked since April 12, 1945. This is the President's office in the West Wing of the White House. This is the desk where I have signed most of the papers that embodied the decisions I have made as President. It has been the desk of many Presidents, and will be the desk of many more.

Since I became President, I have been to Europe, Mexico, Canada, Brazil, Puerto Rico, and the Virgin Islands—Wake Island and Hawaii. I have visited almost every State in the Union. I have traveled 135,000 miles by air, 77,000 by rail, and 17,000 by ship. But the mail always followed me, and wherever I happened to be, that's where the office of the President was.

The greatest part of the President's job is to make decisions—big ones and small ones, dozens of them almost every day. The papers may circulate around the Government for a while but they finally reach this desk. And then, there's no place else for them to go. The President—whoever he is—has to decide. He can't pass the buck to anybody. No one else can do the deciding for him. That's his job.

That's what I've been doing here in this room, for almost 8 years. And over in the main part of the White House, there's a study on the second floor—a room much like this one—where I have worked at night and early in the morning on the papers I couldn't get to at the office.

Of course, for more than 3 years Mrs. Truman and I were not living in the White House. We were across the street in the

At 7:09 p.m. I was sworn in as President by Chief Justice Stone in the Cabinet Room. Things were happening fast in those days.

I want all of you to realize how big a job, how hard a job, it is—not for my sake, be-

These are great a
that we can all be
difference between
course 30 years ago
War we withdrew
failed to act in cor
against aggression-
League of Nations-
barriers that strang
time, we avoided th
to found and sust

cause I am stepping out of it—but for the sake of my successor. He needs the understanding and the help of every citizen. It is not enough for you to come out once every 4 years and vote for a candidate, and then go back home and say, "Well, I've done my part, now let the new President do the worrying." He can't do the job alone.

Regardless of your politics, whether you are Republican or Democrat, your fate is tied up with what is done here in this room. The President is President of the whole country. We must give him our support as citizens of the United States. He will have mine, and I want you to give him yours.

I suppose that history will remember my term in office as the years when the "cold war" began to overshadow our lives. I have had hardly a day in office that has not been dominated by this all-embracing struggle—this conflict between those who love freedom and those who would lead the world back into slavery and darkness. And always in the background there has been the atomic bomb.

But when history says that my term of office saw the beginning of the cold war, it will also say that in those 8 years we have set the course that can win it. We have succeeded in carving out a new set of policies to attain peace—positive policies, policies of world leadership, policies that express faith in other free people. We have averted world war III up to now, and we may already have succeeded in establishing conditions which can keep that war from happening as far ahead as man can see.

These are great and historic achievements that we can all be proud of. Think of the difference between our course now and our course 30 years ago. After the First World War we withdrew from world affairs—we failed to act in concert with other peoples against aggression—we helped to kill the League of Nations—and we built up tariff barriers that strangled world trade. This time, we avoided those mistakes. We helped to found and sustain the United Nations.

We have welded alliances that include the greater part of the free world. And we have gone ahead with other free countries to help build their economies and link us all together in a healthy world trade.

Think back for a moment to the 1930's and you will see the difference. The Japanese moved into Manchuria, and free men did not act. The Fascists moved into Ethiopia, and we did not act. The Nazis marched into the Rhineland, into Austria, into Czechoslovakia, and free men were paralyzed for lack of strength and unity and will.

Think about those years of weakness and indecision, and the World War II which was their evil result. Then think about the speed and courage and decisiveness with which we have moved against the Communist threat since World War II.

The first crisis came in 1945 and 1946, when the Soviet Union refused to honor its agreement to remove its troops from Iran. Members of my Cabinet came to me and asked if we were ready to take the risk that a firm stand involved. I replied that we were. So we took our stand—we made it clear to the Soviet Union that we expected them to honor their agreement—and the Soviet troops were withdrawn from Iran.

Then, in early 1947, the Soviet Union threatened Greece and Turkey. The British sent me a message saying they could no longer keep their forces in that area. Something had to be done at once, or the eastern Mediterranean would be taken over by the Communists. On March 12th, I went before the Congress and stated our determination to help the people of Greece and Turkey maintain their independence. Today, Greece is still free and independent; and Turkey is a bulwark of strength at a strategic corner of the world.

Then came the Marshall plan which saved Europe, the heroic Berlin airlift, and our military aid programs.

We inaugurated the North Atlantic Pact, the Rio Pact binding the Western Hemi-

sphere together, and the defense pacts with countries of the Far Pacific.

Most important of all, we acted in Korea.

I was in Independence, Missouri, in June 1950, when Secretary Acheson telephoned me and gave me the news about the invasion of Korea. I told the Secretary to lay the matter at once before the United Nations, and I came on back to Washington.

Flying back over the flatlands of the Middle West and over the Appalachians that summer afternoon, I had a lot of time to think. I turned the problem over in my mind in many ways, but my thoughts kept coming back to the 1930's—to Manchuria, to Ethiopia, the Rhineland, Austria, and finally to Munich.

Here was history repeating itself. Here was another probing action, another testing action. If we let the Republic of Korea go under, some other country would be next, and then another. And all the time, the courage and confidence of the free world would be ebbing away, just as it did in the 1930's. And the United Nations would go the way of the League of Nations.

When I reached Washington, I met immediately with the Secretary of State, the Secretary of Defense, and General Bradley, and the other civilian and military officials who had information and advice to help me decide on what to do. We talked about the problems long and hard. We considered those problems very carefully.

It was not easy to make the decision to send American boys again into battle. I was a soldier in the First World War, and I know what a soldier goes through. I know well the anguish that mothers and fathers and families go through. So I knew what was ahead if we acted in Korea.

But after all this was said, we realized that the issue was whether there would be fighting in a limited area now or on a much larger scale later on—whether there would be some casualties now or many more casualties later.

So a decision was reached—the decision

I believe was the most important in my time as President of the United States.

In the days that followed, the most heartening fact was that the American people clearly agreed with the decision.

And in Korea, our men are fighting as valiantly as Americans have ever fought—because they know they are fighting in the same cause of freedom in which Americans have stood ever since the beginning of the Republic.

Where free men had failed the test before, this time we met the test.

We met it firmly. We met it successfully. The aggression has been repelled. The Communists have seen their hopes of easy conquest go down the drain. The determination of free people to defend themselves has been made clear to the Kremlin.

As I have thought about our worldwide struggle with the Communists these past 8 years—day in and day out—I have never once doubted that you, the people of our country, have the will to do what is necessary to win this terrible fight against communism. I know the people of this country have that will and determination, and I have always depended on it. Because I have been sure of that, I have been able to make necessary decisions even though they called for sacrifices by all of us. And I have not been wrong in my judgment of the American people.

That same assurance of our people's determination will be General Eisenhower's greatest source of strength in carrying on this struggle.

Now, once in a while, I get a letter from some impatient person asking, why don't we get it over with? Why don't we issue an ultimatum, make all-out war, drop the atomic bomb?

For most Americans, the answer is quite simple: We are not made that way. We are a moral people. Peace is our goal, with justice and freedom. We cannot, of our own free will, violate the very principles that we are striving to defend. The whole

purpose of what we are doing is to prevent world war III. Start making peace.

But if anyone still once, bad means can let me remind you of the 8th year of the at the only nation that is power of the atom. might dig the grave of communist opponents! society, our world as

Starting an atomic war for rational men

Then, some of you how will the cold war answer that simply. has great resources, there is a fatal flaw: is a godless system, there is no freedom in it, Curtain, the secret purges, all these are basic weakness—the people.

In the long run, society, and our ideology system that has respect for man.

Last week, in my message to the Congress, all take the time to think. I think we will finally

As the free world united, more attractive of the Iron Curtain—for easy expansion will have to come Soviet world. No when that is going will come about, we trouble in the satellite inside the Kremlin.

Whether the consequences of their own policies of change comes at I have not a doubt it will occur.

I have a deep a

purpose of what we are doing is to prevent world war III. Starting a war is no way to make peace.

But if anyone still thinks that just this once, bad means can bring good ends, then let me remind you of this: We are living in the 8th year of the atomic age. We are not the only nation that is learning to unleash the power of the atom. A third world war might dig the grave not only of our Communist opponents but also of our own society, our world as well as theirs.

Starting an atomic war is totally unthinkable for rational men.

Then, some of you may ask, when and how will the cold war end? I think I can answer that simply. The Communist world has great resources, and it looks strong. But there is a fatal flaw in their society. Theirs is a godless system, a system of slavery; there is no freedom in it; no consent. The Iron Curtain, the secret police, the constant purges, all these are symptoms of a great basic weakness—the rulers' fear of their own people.

In the long run the strength of our free society, and our ideals, will prevail over a system that has respect for neither God nor man.

Last week, in my State of the Union Message to the Congress—and I hope you will all take the time to read it—I explained how I think we will finally win through.

As the free world grows stronger, more united, more attractive to men on both sides of the Iron Curtain—and as the Soviet hopes for easy expansion are blocked—then there will have to come a time of change in the Soviet world. Nobody can say for sure when that is going to be, or exactly how it will come about, whether by revolution, or trouble in the satellite states, or by a change inside the Kremlin.

Whether the Communist rulers shift their policies of their own free will—or whether the change comes about in some other way—I have not a doubt in the world that a change will occur.

I have a deep and abiding faith in the

destiny of free men. With patience and courage, we shall some day move on into a new era—a wonderful golden age—an age when we can use the peaceful tools that science has forged for us to do away with poverty and human misery everywhere on earth.

Think what can be done, once our capital, our skills, our science—most of all atomic energy—can be released from the tasks of defense and turned wholly to peaceful purposes all around the world.

There is no end to what can be done.

I can't help but dream out loud just a little here.

The Tigris and Euphrates Valley can be made to bloom as it did in the times of Babylon and Nineveh. Israel can be made the country of milk and honey as it was in the time of Joshua.

There is a plateau in Ethiopia some 6,000 to 8,000 feet high, that has 65,000 square miles of land just exactly like the corn belt in northern Illinois. Enough food can be raised there to feed a hundred million people.

There are places in South America—places in Colombia and Venezuela and Brazil—just like that plateau in Ethiopia—places where food could be raised for millions of people.

These things can be done, and they are self-liquidating projects. If we can get peace and safety in the world under the United Nations, the developments will come so fast we will not recognize the world in which we now live.

This is our dream of the future—our picture of the world we hope to have when the Communist threat is overcome.

I've talked a lot tonight about the menace of communism—and our fight against it—because that is the overriding issue of our time. But there are some other things we've done that history will record. One of them is that we in America have learned how to attain real prosperity for our people.

We have 62½ million people at work. Businessmen, farmers, laborers, white-collar

people, all have better incomes and more of the good things of life than ever before in the history of the world.

There hasn't been a failure of an insured bank in nearly 9 years. No depositor has lost a cent in that period.

And the income of our people has been fairly distributed, perhaps more so than at any other time in recent history.

We have made progress in spreading the blessings of American life to all of our people. There has been a tremendous awakening of the American conscience on the great issues of civil rights—equal economic opportunities, equal rights of citizenship, and equal educational opportunities for all our people, whatever their race or religion or status of birth.

So, as I empty the drawers of this desk, and as Mrs. Truman and I leave the White House, we have no regret. We feel we have done our best in the public service. I hope and believe we have contributed to the welfare of this Nation and to the peace of the

world.

When Franklin Roosevelt died, I felt there must be a million men better qualified than I, to take up the Presidential task. But the work was mine to do, and I had to do it. And I have tried to give it everything that was in me.

Through all of it, through all the years that I have worked here in this room, I have been well aware I did not really work alone—that you were working with me.

No President could ever hope to lead our country, or to sustain the burdens of this office, save as the people helped with their support. I have had that help—you have given me that support—on all our great essential undertakings to build the free world's strength and keep the peace.

Those are the big things. Those are the things we have done together.

For that I shall be grateful, always.

And now, the time has come for me to say good night—and God bless you all.

379 Statement by the President Upon Issuing Order Setting Aside Submerged Lands of the Continental Shelf as a Naval Petroleum Reserve. *January 16, 1953*

I HAVE today issued an Executive order setting aside the submerged lands of the Continental Shelf as a naval petroleum reserve, to be administered by the Secretary of the Navy. The great oil and gas deposits in these lands will be conserved and utilized in order to promote the security of the Nation. This is an important step in the interest of the national defense.

The tremendous importance of oil to the Government of the United States in these times is difficult to overestimate.

The latest statistics indicate that, during the year 1952, the domestic consumption of petroleum products in the United States averaged about 7.3 million barrels per day. A large part of that daily consumption of petroleum products was attributable to

agencies of the Federal Government, particularly the three military departments of the Army, the Navy, and the Air Force.

The domestic production of petroleum during the year 1952, according to the latest statistics, averaged about 6.8 million barrels per day. It will be seen, therefore, that the production of petroleum in the United States during 1952 fell far short of meeting the consumption of petroleum products. This deficit is expected to grow larger year by year.

In view of the great demand for oil by the Government for defense purposes, it is of the utmost importance that the vast oil deposits in the Continental Shelf, which are assets of all the people of the United States, be conserved and utilized for the national security.

At the present time known oil fields in adjacent to the coast of Texas. The estimated proved reserves are approximately 492 billion barrels.

Moreover, it has been estimated that the basis of available scientific information indicates that the Continental Shelf adjacent to the three States actually contains about 15 billion barrels of oil.

In order that these oil resources, which belong to all the States and are of such great importance from the standpoint of national defense, may be preserved for the future, it is hereby ordered that they be set aside as a naval petroleum reserve.

The Executive order is as follows:

380 Letter Addressed to the Secretary of the Navy

Dear Dean:

I have your letter of January 14, 1953, at the end of my term of office. I accept it with warm thanks. I am glad I've done it the way.

You have been my good friend and I am sure there is no need for me to say that you have accomplished a great deal of work. A man is more responsible when he is working together with the people, strengthening their will to be strong and free.

I would place you among the best of the Secretaries of the Navy.

381 Letter Addressed to the Secretary of the Navy

Dear John:

I am sure that no one is more dependable and more capable than you have given me during the last eight years since

B



drawn away from our constructive efforts into a mere sterile struggle with the Communist bloc.

For the years that lie ahead, bound to be marked by grave and complex problems but bearing bright promise of progress, I know we both believe that the nation's best hope lies in continued pursuit of these objectives, and we both pray that our country may continue to march successfully toward them.

For your steady hand and wise counsel throughout our service together, and for the privilege I have had of working with you in close association, I am deeply grateful.

You have my best wishes for happy years ahead for yourself and your family.

With warm regard,

Sincerely,

DWIGHT D. EISENHOWER

NOTE: Mr. Herter served as Under Secretary from February 21, 1957, to April 22, 1959, and as Secretary to January 20, 1961. His letter of resignation and his report were released with the President's reply.

410 ¶ Annual Message to the Congress on the State of the Union. *January 12, 1961*

To the Congress of the United States:

Once again it is my Constitutional duty to assess the state of the Union.

On each such previous occasion during these past eight years I have outlined a forward course designed to achieve our mutual objective—a better America in a world of peace. This time my function is different.

The American people, in free election, have selected new leadership which soon will be entrusted with the management of our government. A new President shortly will lay before you his proposals to shape the future of our great land. To him, every citizen, whatever his political beliefs, prayerfully extends best wishes for good health and for wisdom and success in coping with the problems that confront our Nation.

For my part, I should like, first, to express to you of the Congress, my appreciation of your devotion to the common good and your friendship over these difficult years. I will carry with me pleasant memories of this

association in endeavors profoundly significant to all our people.

We have been through a lengthy period in which the control over the executive and legislative branches of government has been divided between our two great political parties. Differences, of course, we have had, particularly in domestic affairs. But in a united determination to keep this Nation strong and free and to utilize our vast resources for the advancement of all mankind, we have carried America to unprecedented heights.

For this cooperative achievement I thank the American people and those in the Congress of both parties who have supported programs in the interest of our country.

I should also like to give special thanks for the devoted service of my associates in the Executive Branch and the hundreds of thousands of career employees who have implemented our diverse government programs.

My second purpose is to review briefly the record of these past eight years in the hope that, out of the sum of these experiences, lessons will emerge that are useful to our Nation. Supporting this review are detailed reports from the several agencies and departments, all of which are now or will shortly be available to the Congress.

Throughout the world the years since 1953 have been a period of profound change. The human problems in the world grow more acute hour by hour; yet new gains in science and technology continually extend the promise of a better life. People yearn to be free, to govern themselves; yet a third of the people of the world have no freedom, do not govern themselves. The world recognizes the catastrophic nature of nuclear war; yet it sees the wondrous potential of nuclear peace.

During the period, the United States has forged ahead under a constructive foreign policy. The continuing goal is peace, liberty, and well-being—for others as well as ourselves. The aspirations of all peoples are one—peace with justice in freedom. Peace can only be attained collectively as peoples everywhere unite in their determination that liberty and well-being come to all mankind.

Yet while we have worked to advance national aspirations for freedom, a divisive force has been at work to divert that aspiration into dangerous channels. The Communist movement throughout the world exploits the natural striving of all to be free and attempts to subjugate men rather

than free them from the cause of grave

Here at home, the economy from its precarious position in a precarious inflation, we have the needs of the people as well as our own. These needs are met for many as well as for the few.

Success in our efforts at home and abroad, the operation of the government fully maintained and advanced.

On January 1, 1958, since we have lived in

During the past year, supported United Nations in Egypt

Again in 1958, discord. Our Lebanese Government forces as

In 1958, the bombardment attempting to

Although, it poses a serious problem in Guatemala and the Trieste

Despite our efforts to free.

Important arrangements

than free them. These activities have caused and are continuing to cause grave troubles in the world.

Here at home these have been times for careful adjustment of our economy from the artificial impetus of a hot war to constructive growth in a precarious peace. While building a new economic vitality without inflation, we have also increased public expenditures to keep abreast of the needs of a growing population and its attendant new problems, as well as our added international responsibilities. We have worked toward these ends in a context of shared responsibility—conscious of the need for maximum scope to private effort and for State and local, as well as Federal, governmental action.

Success in designing and executing national purposes, domestically and abroad, can only come from a steadfast resolution that integrity in the operation of government and in our relations with each other be fully maintained. Only in this way could our spiritual goals be fully advanced.

FOREIGN POLICY

On January 20, 1953, when I took office, the United States was at war. Since the signing of the Korean Armistice in 1953, Americans have lived in peace in highly troubled times.

During the 1956 Suez crisis, the United States government strongly supported United Nations' action—resulting in the ending of the hostilities in Egypt.

Again in 1958, peace was preserved in the Middle East despite new discord. Our government responded to the request of the friendly Lebanese Government for military help, and promptly withdrew American forces as soon as the situation was stabilized.

In 1958 our support of the Republic of China during the all-out bombardment of Quemoy restrained the Communist Chinese from attempting to invade the off-shore islands.

Although, unhappily, Communist penetration of Cuba is real and poses a serious threat, Communist dominated regimes have been deposed in Guatemala and Iran. The occupation of Austria has ended and the Trieste question has been settled.

Despite constant threats to its integrity, West Berlin has remained free.

Important advances have been made in building mutual security arrangements—which lie at the heart of our hopes for future peace and

security in the world. The Southeast Asia Treaty Organization has been established; the NATO alliance has been militarily strengthened; the Organization of American States has been further developed as an instrument of inter-American cooperation; the Anzus treaty has strengthened ties with Australia and New Zealand, and a mutual security treaty with Japan has been signed. In addition, the CENTO pact has been concluded, and while we are not officially a member of this alliance we have participated closely in its deliberations.

The "Atoms for Peace" proposal to the United Nations led to the creation of the International Atomic Energy Agency. Our policy has been to push for enforceable programs of inspection against surprise attack, suspension of nuclear testing, arms reduction, and peaceful use of outer space.

The United Nations has been vigorously supported in all of its actions, including the condemnations of the wholesale murder of the people of Tibet by the Chinese Communists and the brutal Soviet repression of the people of Hungary, as well as the more recent UN actions in the Congo.

The United States took the initiative in negotiating the significant treaty to guarantee the peaceful use of vast Antarctica.

The United States Information Agency has been transformed into a greatly improved medium for explaining our policies and actions to audiences overseas, answering the lies of communist propaganda, and projecting a clearer image of American life and culture.

Cultural, technological and educational exchanges with the Soviet Union have been encouraged, and a comprehensive agreement was made which authorized, among other things, the distribution of our Russian language magazine *Amerika* and the highly successful American Exhibition in Moscow.

This country has continued to withhold recognition of Communist China and to oppose vigorously the admission of this belligerent and unrepentant nation into the United Nations. Red China has yet to demonstrate that it deserves to be considered a "peace-loving" nation.

With communist imperialism held in check, constructive actions were undertaken to strengthen the economies of free world nations. The United States government has given sturdy support to the economic and technical assistance activities of the UN. This country stimulated a doubling of the capital of the World Bank and a 50 percent capital increase in the International Monetary Fund. The Development Loan

Fund and the
The United
Development

Vice President
travelled extensively
the cause of
warding were
in causing the
1960.

These vital
veloped, of course
should be collective
lead to self-determining
free nations
ultimately bring
The continuing
clearly the emphasis
upon a competitive
cooperation

For the first
in peacetime
be to destroy

Tremendous
the past eight
ballistic missiles
we spend ten
all of 1952.

No guidance
Today man
The explosive
inconceivable

Today the
strike a target
system because
come so this

Fund and the International Development Association were established. The United States also took the lead in creating the Inter-American Development Bank.

Vice President Nixon, Secretaries of State Dulles and Herter and I travelled extensively through the world for the purpose of strengthening the cause of peace, freedom, and international understanding. So rewarding were these visits that their very success became a significant factor in causing the Soviet Union to wreck the planned Summit Conference of 1960.

These vital programs must go on. New tactics will have to be developed, of course, to meet new situations, but the underlying principles should be constant. Our great moral and material commitments to collective security, deterrence of force, international law, negotiations that lead to self-enforcing agreements, and the economic interdependence of free nations should remain the cornerstone of a foreign policy that will ultimately bring permanent peace with justice in freedom to all mankind. The continuing need of all free nations today is for each to recognize clearly the essentiality of an unbreakable bond among themselves based upon a complete dedication to the principles of collective security, effective cooperation and peace with justice.

NATIONAL DEFENSE

For the first time in our nation's history we have consistently maintained in peacetime, military forces of a magnitude sufficient to deter and if need be to destroy predatory forces in the world.

Tremendous advances in strategic weapons systems have been made in the past eight years. Not until 1953 were expenditures on long-range ballistic missile programs even as much as a million dollars a year; today we spend ten times as much each day on these programs as was spent in all of 1952.

No guided ballistic missiles were operational at the beginning of 1953. Today many types give our armed forces unprecedented effectiveness. The explosive power of our weapons systems for all purposes is almost inconceivable.

Today the United States has operational ATLAS missiles which can strike a target 5000 miles away in a half-hour. The POLARIS weapons system became operational last fall and the TITAN is scheduled to become so this year. Next year, more than a year ahead of schedule, a

security in the world. The Southeast Asia Treaty Organization has been established; the NATO alliance has been militarily strengthened; the Organization of American States has been further developed as an instrument of inter-American cooperation; the Anzus treaty has strengthened ties with Australia and New Zealand, and a mutual security treaty with Japan has been signed. In addition, the CENTO pact has been concluded, and while we are not officially a member of this alliance we have participated closely in its deliberations.

The "Atoms for Peace" proposal to the United Nations led to the creation of the International Atomic Energy Agency. Our policy has been to push for enforceable programs of inspection against surprise attack, suspension of nuclear testing, arms reduction, and peaceful use of outer space.

The United Nations has been vigorously supported in all of its actions, including the condemnations of the wholesale murder of the people of Tibet by the Chinese Communists and the brutal Soviet repression of the people of Hungary, as well as the more recent UN actions in the Congo.

The United States took the initiative in negotiating the significant treaty to guarantee the peaceful use of vast Antarctica.

The United States Information Agency has been transformed into a greatly improved medium for explaining our policies and actions to audiences overseas, answering the lies of communist propaganda, and projecting a clearer image of American life and culture.

Cultural, technological and educational exchanges with the Soviet Union have been encouraged, and a comprehensive agreement was made which authorized, among other things, the distribution of our Russian language magazine *Amerika* and the highly successful American Exhibition in Moscow.

This country has continued to withhold recognition of Communist China and to oppose vigorously the admission of this belligerent and unrepentant nation into the United Nations. Red China has yet to demonstrate that it deserves to be considered a "peace-loving" nation.

With communist imperialism held in check, constructive actions were undertaken to strengthen the economies of free world nations. The United States government has given sturdy support to the economic and technical assistance activities of the UN. This country stimulated a doubling of the capital of the World Bank and a 50 percent capital increase in the International Monetary Fund. The Development Loan

Fund and the United Development

Vice President travelled extensively for the cause of world peace, and his efforts were instrumental in causing the establishment of the fund in 1960.

These vital areas have been developed, of course, and should be considered as collective security measures to lead to self-determining free nations; ultimately bring about peace. The continuing efforts clearly the establishment of a comprehensive system of cooperative

For the first time in peacetime, we have been able to destroy

Tremendous progress has been made in the past eight years. The development of ballistic missiles and the fact that we spend ten percent of our budget on all of 1952.

No guided missiles. Today many people think that the explosive is inconceivable.

Today the concept of a strike at a target system became a reality. It has come so this year

Fund and the International Development Association were established. The United States also took the lead in creating the Inter-American Development Bank.

Vice President Nixon, Secretaries of State Dulles and Herter and I travelled extensively through the world for the purpose of strengthening the cause of peace, freedom, and international understanding. So rewarding were these visits that their very success became a significant factor in causing the Soviet Union to wreck the planned Summit Conference of 1960.

These vital programs must go on. New tactics will have to be developed, of course, to meet new situations, but the underlying principles should be constant. Our great moral and material commitments to collective security, deterrence of force, international law, negotiations that lead to self-enforcing agreements, and the economic interdependence of free nations should remain the cornerstone of a foreign policy that will ultimately bring permanent peace with justice in freedom to all mankind. The continuing need of all free nations today is for each to recognize clearly the essentiality of an unbreakable bond among themselves based upon a complete dedication to the principles of collective security, effective cooperation and peace with justice.

NATIONAL DEFENSE

For the first time in our nation's history we have consistently maintained in peacetime, military forces of a magnitude sufficient to deter and if need be to destroy predatory forces in the world.

Tremendous advances in strategic weapons systems have been made in the past eight years. Not until 1953 were expenditures on long-range ballistic missile programs even as much as a million dollars a year; today we spend ten times as much each day on these programs as was spent in all of 1952.

No guided ballistic missiles were operational at the beginning of 1953. Today many types give our armed forces unprecedented effectiveness. The explosive power of our weapons systems for all purposes is almost inconceivable.

Today the United States has operational ATLAS missiles which can strike a target 5000 miles away in a half-hour. The POLARIS weapons system became operational last fall and the TITAN is scheduled to become so this year. Next year, more than a year ahead of schedule, a

vastly improved ICBM, the solid propellant MINUTEMAN, is expected to be ready.

Squadrons of accurate Intermediate Range Ballistic Missiles are now operational. The THOR and JUPITER IRBMs based in forward areas can hit targets 1500 miles away in 18 minutes.

Aircraft which fly at speeds faster than sound were still in a developmental stage eight years ago. Today American fighting planes go twice the speed of sound. And either our B-58 Medium Range Jet Bomber or our B-52 Long Range Jet Bomber can carry more explosive power than was used by all combatants in World War II—Allies and Axis combined.

Eight years ago we had no nuclear-powered ships. Today 49 nuclear warships have been authorized. Of these, 14 have been commissioned, including three of the revolutionary POLARIS submarines. Our nuclear submarines have cruised under the North Pole and circumnavigated the earth while submerged. Sea warfare has been revolutionized, and the United States is far and away the leader.

Our tactical air units overseas and our aircraft carriers are alert; Army units, guarding the frontiers of freedom in Europe and the Far East, are in the highest state of readiness in peacetime history; our Marines, a third of whom are deployed in the Far East, are constantly prepared for action; our Reserve establishment has maintained high standards of proficiency, and the Ready Reserve now numbers over 2½ million citizen-soldiers.

The Department of Defense, a young and still evolving organization, has twice been improved and the line of command has been shortened in order to meet the demands of modern warfare. These major reorganizations have provided a more effective structure for unified planning and direction of the vast defense establishment. Gradual improvements in its structure and procedures are to be expected.

United States civil defense and nonmilitary defense capacity has been greatly strengthened and these activities have been consolidated in one Federal agency.

The defense forces of our Allies now number five million men, several thousand combatant ships, and over 25,000 aircraft. Programs to strengthen these allies have been consistently supported by the Administration. U.S. military assistance goes almost exclusively to friendly nations on the rim of the communist world. This American contribution to nations who have the will to defend their freedom, but insufficient

means, sho
free world

Since 19
the interna
an indefini
struggle, go
lutely as
military m
curity. W
past when
The "bom
"missile ga

The nati
for a fully
a fast adj
anced forc
local situat
strengthene

The exp
in gross na
and service

In 1959
percent hi
the real wa
the past eig
and family

Our Na
industrial
gaining.
in the eig
union men
of their u
Act, which
and its lea
out of labo

The eco

means, should be vigorously continued. Combined with our Allies, the free world now has a far stronger shield than we could provide alone.

Since 1953, our defense policy has been based on the assumption that the international situation would require heavy defense expenditures for an indefinite period to come, probably for years. In this protracted struggle, good management dictates that we resist overspending as resolutely as we oppose underspending. Every dollar uselessly spent on military mechanisms decreases our total strength and, therefore, our security. We must not return to the "crash-program" psychology of the past when each new feint by the Communists was responded to in panic. The "bomber gap" of several years ago was always a fiction, and the "missile gap" shows every sign of being the same.

The nation can ill afford to abandon a national policy which provides for a fully adequate and steady level of effort, designed for the long pull; a fast adjustment to new scientific and technological advances; a balanced force of such strength as to deter general war, to effectively meet local situations and to retaliate to attack and destroy the attacker; and a strengthened system of free world collective security.

THE ECONOMY

The expanding American economy passed the half-trillion dollar mark in gross national product early in 1960. The Nation's output of goods and services is now nearly 25 percent higher than in 1952.

In 1959, the average American family had an income of \$6,520, 15 percent higher in dollars of constant buying power than in 1952, and the real wages of American factory workers have risen 20 percent during the past eight years. These facts reflect the rising standard of individual and family well-being enjoyed by Americans.

Our Nation benefits also from a remarkable improvement in general industrial peace through strengthened processes of free collective bargaining. Time lost since 1952 because of strikes has been half that lost in the eight years prior to that date. Legislation now requires that union members have the opportunity for full participation in the affairs of their unions. The Administration supported the Landrum-Griffin Act, which I believe is greatly helpful to the vast bulk of American Labor and its leaders, and also is a major step in getting racketeers and gangsters out of labor-management affairs.

The economic security of working men and women has been strength-

ened by an extension of unemployment insurance coverage to 2.5 million ex-servicemen, 2.4 million Federal employees, and 1.2 million employees of small businesses, and by a strengthening of the Railroad Unemployment Insurance Act. States have been encouraged to improve their unemployment compensation benefits, so that today average weekly benefits are 40 percent higher than in 1953.

Determined efforts have improved workers' safety standards. Enforceable safety standards have been established for longshoremen and ship repair workers; Federal Safety Councils have been increased from 14 to over 100; safety awards have been initiated, and a national construction safety program has been developed.

A major factor in strengthening our competitive enterprise system, and promoting economic growth, has been the vigorous enforcement of anti-trust laws over the last eight years and a continuing effort to reduce artificial restraints on competition and trade and enhance our economic liberties. This purpose was also significantly advanced in 1953 when, as one of the first acts of this Administration, restrictive wage and price controls were ended.

An additional measure to strengthen the American system of competitive enterprise was the creation of the Small Business Administration in 1953 to assist existing small businesses and encourage new ones. This agency has approved over \$1 billion in loans, initiated a new program to provide long-term capital for small businesses, aided in setting aside \$3½ billion in government contracts for award to small business concerns, and brought to the attention of individual businessmen, through programs of information and education, new developments in management and production techniques. Since 1952, important tax revisions have been made to encourage small businesses.

Many major improvements in the Nation's transportation system have been made:

—After long years of debate, the dream of a great St. Lawrence Seaway, opening the heartland of America to ocean commerce, has been fulfilled.

—The new Federal Aviation Agency is fostering greater safety in air travel.

—The largest public construction program in history—the 41,000 mile national system of Interstate and Defense highways—has been pushed rapidly forward. Twenty-five percent of this system is now open to traffic.

Efforts t
vigorous p
renewal of
a continui
tries to ren
program v
credit insu
awaken An
generally p
port trade t

Although
in our ente
short durat
rently our
are higher
ployment p
growth rem
through jo

If govern
opportunity
ing one of
protecting t

In Janua
terms of the
to 1939.
living by 36
value of the

In 1954
annually, of
income brac

This Adm
bility. Bal
vancing, an
tained at all
easily erode

Efforts to help every American build a better life have included also a vigorous program for expanding our trade with other nations. A 4-year renewal of the Reciprocal Trade Agreements Act was passed in 1958, and a continuing and rewarding effort has been made to persuade other countries to remove restrictions against our exports. A new export expansion program was launched in 1960, inaugurating improvement of export credit insurance and broadening research and information programs to awaken Americans to business opportunities overseas. These actions and generally prosperous conditions abroad have helped push America's export trade to a level of \$20 billion in 1960.

Although intermittent declines in economic activity persist as a problem in our enterprise system, recent downturns have been moderate and of short duration. There is, however, little room for complacency. Currently our economy is operating at high levels, but unemployment rates are higher than any of us would like, and chronic pockets of high unemployment persist. Clearly, continued sound and broadly shared economic growth remains a major national objective toward which we must strive through joint private and public efforts.

If government continues to work to assure every American the fullest opportunity to develop and utilize his ability and talent, it will be performing one of its most vital functions, that of advancing the welfare and protecting the dignity, rights, and freedom of all Americans.

GOVERNMENT FINANCE AND ADMINISTRATION

In January 1953, the consumer's dollar was worth only 52 cents in terms of the food, clothing, shelter and other items it would buy compared to 1939. Today, the inflationary spiral which had raised the cost of living by 36 percent between 1946 and 1952 has all but ceased and the value of the dollar virtually stabilized.

In 1954 we had the largest tax cut in history, amounting to \$7.4 billion annually, of which over 62 percent went to individuals mostly in the small income brackets.

This Administration has directed constant efforts toward fiscal responsibility. Balanced budgets have been sought when the economy was advancing, and a rigorous evaluation of spending programs has been maintained at all times. Resort to deficit financing in prosperous times could easily erode international confidence in the dollar and contribute to infla-

tion at home. In this belief, I shall submit a balanced budget for fiscal 1962 to the Congress next week.

There has been a firm policy of reducing government competition with private enterprise. This has resulted in the discontinuance of some 2,000 commercial industrial installations and in addition the curtailment of approximately 550 industrial installations operated directly by government agencies.

Also an aggressive surplus disposal program has been carried on to identify and dispose of unneeded government-owned real property. This has resulted in the addition of a substantial number of valuable properties to local tax rolls, and a significant monetary return to the government.

Earnest and persistent attempts have been made to strengthen the position of State and local governments and thereby to stop the dangerous drift toward centralization of governmental power in Washington.

Significant strides have been made in increasing the effectiveness of government. Important new agencies have been established, such as the Department of Health, Education, and Welfare, the Federal Aviation Agency, and the National Aeronautics and Space Administration. The Council of Economic Advisers was reconstituted.

The operation of our postal system has been modernized to get better and more efficient service. Modernized handling of local mail now brings next-day delivery to 168 million people in our population centers, expanded carrier service now accommodates 9.3 million families in the growing suburbs, and 1.4 million families have been added to the rural delivery service. Common sense dictates that the Postal Service should be on a self-financing basis.

The concept of a trained and dedicated government career service has been strengthened by the provision of life and health insurance benefits, a vastly improved retirement system, a new merit promotion program, and the first effective incentive awards program. With no sacrifice in efficiency, Federal civilian employment since 1953 has been reduced by over a quarter of a million persons.

I am deeply gratified that it was under the urging of this Administration that Alaska and Hawaii became our 49th and 50th States.

AGRICULTURE

Despite the difficulties of administering Congressional programs which apply outmoded prescriptions and which aggravate rather than solve

problems, the

Total agric
lion in eight

Farm own

Farm own
and sharecro

The "Foc

American fo

needy abroa

exports have

\$4 billion an

mated at \$4.

for-Peace pr

summated w

The probl

tion for the

gram has gor

living for ru

The Rural

demand for

percent of al

ence upon F

The Farm

more respons

The search

crops for cur

appropriation

Farmers as

in 1956 of F

Since 195

agents and th

Eligibility

their families

Yet in cer

grave. For

we did not l

still have all

and still hav

problems, the past eight years brought notable advances in agriculture.

Total agricultural assets are approximately \$200 billion—up \$36 billion in eight years.

Farm owner equities are at the near record high of \$174 billion.

Farm ownership is at a record high with fewer farmers in a tenant and sharecropper status than at any time in our nation's history.

The "Food-for-Peace" program has demonstrated how surplus of American food and fiber can be effectively used to feed and clothe the needy abroad. Aided by this humanitarian program, total agricultural exports have grown from \$2.8 billion in 1953 to an average of about \$4 billion annually for the past three years. For 1960, exports are estimated at \$4.5 billion, the highest volume on record. Under the Food-for-Peace program, the largest wheat transaction in history was consummated with India in 1960.

The problems of low-income farm families received systematic attention for the first time in the Rural Development Program. This program has gone forward in 39 States, yielding higher incomes and a better living for rural people most in need.

The Rural Electrification Administration has helped meet the growing demand for power and telephones in agricultural areas. Ninety-seven percent of all farms now have central station electric power. Dependence upon Federal financing should no longer be necessary.

The Farm Credit Administration has been made an independent agency more responsive to the farmer's needs.

The search for new uses for our farm abundance and to develop new crops for current needs has made major progress. Agricultural research appropriations have increased by 171 percent since 1953.

Farmers are being saved approximately \$80 million a year by the repeal in 1956 of Federal taxes on gasoline used in tractors and other machinery.

Since 1953, appropriations have been doubled for county agents, home agents and the Extension Service.

Eligibility for Social Security benefits has been extended to farmers and their families.

Yet in certain aspects our agricultural surplus situation is increasingly grave. For example, our wheat stocks now total 1.3 billion bushels. If we did not harvest one bushel of wheat in this coming year, we would still have all we could eat, all we could sell abroad, all we could give away, and still have a substantial carryover. Extraordinary costs are involved

just in management and disposal of this burdensome surplus. Obviously important adjustments must still come. Congress must enact additional legislation to permit wheat and other farm commodities to move into regular marketing channels in an orderly manner and at the same time afford the needed price protection to the farmer. Only then will agriculture again be free, sound, and profitable.

NATURAL RESOURCES

New emphasis has been placed on the care of our national parks. A ten year development program of our National Park System—Mission 66—was initiated and 633,000 acres of park land have been added since 1953.

Appropriations for fish and wildlife operations have more than doubled. Thirty-five new refuges, containing 11,342,000 acres, have been added to the national wildlife management system.

Our Nation's forests have been improved at the most rapid rate in history.

The largest sustained effort in water resources development in our history has taken place. In the field of reclamation alone, over 50 new projects, or project units, have been authorized since 1953—including the billion dollar Colorado River Storage Project. When all these projects have been completed they will have a storage capacity of nearly 43 million acre-feet—an increase of 50 percent over the Bureau of Reclamation's storage capacity in mid-1953. In addition, since 1953 over 450 new navigation flood control and multiple purpose projects of the Corps of Engineers have been started, costing nearly 6 billion dollars.

Soil and water conservation has been advanced as never before. One hundred forty-one projects are now being constructed under the Watershed Protection Program.

Hydroelectric power has been impressively developed through a policy which recognizes that the job to be done requires comprehensive development by Federal, State, and local governments and private enterprise. Teamwork is essential to achieve this objective.

The Federal Columbia River power system has grown from two multipurpose dams with a 2.6 million kilowatt capacity to 17 multipurpose projects completed or under construction with an ultimate installed capacity of 8.1 million kilowatts. After years of negotiation, a Columbia River Storage Development agreement with Canada now opens the way

for early re-
conservation
this agree-
ment.

A farsight-
needs is bein-
percent redu-

Continuou-
omy. We n-
programs, a-
our natural

The Nati-
in the histo-
for the inte-
of study in-
new gradua-
loans for y-

The Ad-
five-year pr-
age in pu-
were also n-
struction of
increases.

This Ad-
tories for s-
the constru-
the past 8 y-

There b-
cation pro-
in our soc-
between t-
This is a ri-

In the f-
by the ne-
more than
satellites,
methods

for early realization of unparalleled power, flood control and resource conservation benefits for the Pacific Northwest. A treaty implementing this agreement will shortly be submitted to the Senate.

A farsighted and highly successful program for meeting urgent water needs is being carried out by converting salt water to fresh water. A 75 percent reduction in the cost of this process has already been realized.

Continuous resource development is essential for our expanding economy. We must continue vigorous, combined Federal, State and private programs, at the same time preserving to the maximum extent possible our natural and scenic heritage for future generations.

EDUCATION, SCIENCE, AND TECHNOLOGY

The National Defense Education Act of 1958 is already a milestone in the history of American education. It provides broad opportunities for the intellectual development of all children by strengthening courses of study in science, mathematics, and foreign languages, by developing new graduate programs to train additional teachers, and by providing loans for young people who need financial help to go to college.

The Administration proposed on numerous occasions a broad new five-year program of Federal aid to help overcome the classroom shortage in public elementary and secondary schools. Recommendations were also made to give assistance to colleges and universities for the construction of academic and residential buildings to meet future enrollment increases.

This Administration greatly expanded Federal loans for building dormitories for students, teachers, and nurses training, a program assisting in the construction of approximately 200,000 living accommodations during the past 8 years.

There has been a vigorous acceleration of health, resource and education programs designed to advance the role of the American Indian in our society. Last fall, for example, 91 percent of the Indian children between the ages of 6 and 18 on reservations were enrolled in school. This is a rise of 12 percent since 1953.

In the field of science and technology, startling strides have been made by the new National Aeronautics and Space Administration. In little more than two years, NASA has successfully launched meteorological satellites, such as Tiros I and Tiros II, that promise to revolutionize methods of weather forecasting; demonstrated the feasibility of satellites

for global communications by the successful launching of Echo I; produced an enormous amount of valuable scientific data, such as the discovery of the Van Allen Radiation Belt; successfully launched deep-space probes that maintained communication over the greatest range man has ever tracked; and made real progress toward the goal of manned space flights.

These achievements unquestionably make us preeminent today in space exploration for the betterment of mankind. I believe the present organizational arrangements in this area, with the revisions proposed last year, are completely adequate for the tasks ahead.

Americans can look forward to new achievements in space exploration. The near future will hold such wonders as the orbital flight of an astronaut, the landing of instruments on the moon, the launching of the powerful giant Saturn rocket vehicles, and the reconnaissance of Mars and Venus by unmanned vehicles.

The application of atomic energy to industry, agriculture, and medicine has progressed from hope and experiment to reality. American industry and agriculture are making increasing use of radioisotopes to improve manufacturing, testing, and crop-raising. Atomic energy has improved the ability of the healing professions to combat disease, and holds promise for an eventual increase in man's life span.

Education, science, technology and balanced programs of every kind—these are the roadways to progress. With appropriate Federal support, the States and localities can assure opportunities for achieving excellence at all levels of the educational system; and with the Federal government continuing to give wholehearted support to basic scientific research and technology, we can expect to maintain our position of leadership in the world.

CIVIL RIGHTS

The first consequential Federal Civil Rights legislation in 85 years was enacted by Congress on recommendation of the Administration in 1957 and 1960.

A new Civil Rights Division in the Department of Justice has already moved to enforce constitutional rights in such areas as voting and the elimination of Jim Crow laws.

Greater equality of job opportunity in Federal employment and employment with Federal contractors has been effectively provided through

the Pres
Employr
The C
the field
Segreg
Hospital
Columbi
unmatch
This p
discrimin
national-

Federa
fold since
A vast
explored
diseases, I
The co
Americ
misreprese
and Drug
food addit
A new
partment
informatio
health.

Medical
and resear
Construc
tended to i
rehabilitati

The voca
About 90,0
so they are
dignity.

New legi
including tl

the President's Committees on Government Contracts and Government Employment Practices.

The Civil Rights Commission has undertaken important surveys in the fields of housing, voting, and education.

Segregation has been abolished in the Armed Forces, in Veterans' Hospitals, in all Federal employment, and throughout the District of Columbia—administratively accomplished progress in this field that is unmatched in America's recent history.

This pioneering work in civil rights must go on. Not only because discrimination is morally wrong, but also because its impact is more than national—it is world-wide.

HEALTH AND WELFARE

Federal medical research expenditures have increased more than four-fold since 1954.

A vast variety of the approaches known to medical science has been explored to find better methods of treatment and prevention of major diseases, particularly heart diseases, cancer, and mental illness.

The control of air and water pollution has been greatly strengthened.

Americans now have greater protection against harmful, unclean, or misrepresented foods, drugs, or cosmetics through a strengthened Food and Drug Administration and by new legislation which requires that food additives be proved safe for human consumption before use.

A newly established Federal Radiation Council, along with the Department of Health, Education, and Welfare, analyzes and coordinates information regarding radiological activities which affect the public health.

Medical manpower has been increased by Federal grants for teaching and research.

Construction of new medical facilities has been stepped up and extended to include nursing homes, diagnostic and treatment centers, and rehabilitation facilities.

The vocational rehabilitation program has been significantly expanded. About 90,000 handicapped people are now being rehabilitated annually so they are again able to earn their own living with self-respect and dignity.

New legislation provides for better medical care for the needy aged, including those older persons, who, while otherwise self-sufficient, need

help in meeting their health care costs. The Administration recommended a major expansion of this effort.

The coverage of the Social Security Act has been broadened since 1953 to make 11 million additional people eligible for retirement, disability or survivor benefits for themselves or their dependents, and the Social Security benefits have been substantially improved.

Grants to the States for maternal and child welfare services have been increased.

The States, aided by Federal grants, now assist some 6 million needy people through the programs of Old Age Assistance, Aid to Dependent Children, Aid to the Blind, and Aid to the Totally and Permanently Disabled.

HOUSING AND URBAN DEVELOPMENT

More houses have been built during the past eight years—over nine million—than during any previous eight years in history.

An historic new approach—Urban Renewal—now replaces piecemeal thrusts at slum pockets and urban blight. Communities engaged in urban renewal have doubled and renewal projects have more than tripled since 1953. An estimated 68 projects in 50 cities will be completed by the end of the current fiscal year; another 577 projects will be underway, and planning for 310 more will be in process. A total of \$2 billion in Federal grants will ultimately be required to finance these 955 projects.

New programs have been initiated to provide more and better housing for elderly people. Approximately 25,000 units especially designed for the elderly have been built, started, or approved in the past three years.

For the first time, because of Federal help and encouragement, 90 metropolitan areas and urban regions and 1140 smaller towns throughout the country are making comprehensive development plans for their future growth and development.

American communities have been helped to plan water and sanitation systems and schools through planning advances for 1600 public works projects with a construction cost of nearly \$2 billion.

Mortgage insurance on individual homes has been greatly expanded. During the past eight years, the Federal Housing Administration alone insured over 2½ million home mortgages valued at \$27 billion, and in addition, insured more than ten million property improvement loans.

The Federal government must continue to provide leadership in order to make our cities and communities better places in which to live, work,

and raise
ing indivi

Over 3:
to our shc
from tyran

Since 1:
reduced fi

The A
liberalize
the nation
in the fine
ples and fi

In disch
eight year

The rea
five million
ful readjus

Increase
connected

Higher 1
Greatly

result of ser

Authoriz

ber of bed

Develop

ernize and i

New mo

Affairs to p

defended u

In concl

back to my

To use Am

and justice,

and raise families, but without usurping rightful local authority, replacing individual responsibility, or stifling private initiative.

IMMIGRATION

Over 32,000 victims of Communist tyranny in Hungary were brought to our shores, and at this time our country is working to assist refugees from tyranny in Cuba.

Since 1953, the waiting period for naturalization applicants has been reduced from 18 months to 45 days.

The Administration also has made legislative recommendations to liberalize existing restrictions upon immigration while still safeguarding the national interest. It is imperative that our immigration policy be in the finest American tradition of providing a haven for oppressed peoples and fully in accord with our obligation as a leader of the free world.

VETERANS

In discharging the nation's obligation to our veterans, during the past eight years there have been:

The readjustment of World War II veterans was completed, and the five million Korean conflict veterans were assisted in achieving successful readjustment to civilian life;

Increases in compensation benefits for all eligible veterans with service connected disabilities;

Higher non-service connected pension benefits for needy veterans;

Greatly improved benefits to survivors of veterans dying in or as a result of service;

Authorization, by Presidential directive, of an increase in the number of beds available for sick and disabled veterans;

Development of a 12-year, \$900 million construction program to modernize and improve our veterans hospitals;

New modern techniques brought into the administration of Veterans Affairs to provide the highest quality service possible to those who have defended us.

CONCLUSION

In concluding my final message to the Congress, it is fitting to look back to my first—to the aims and ideals I set forth on February 2, 1953: To use America's influence in world affairs to advance the cause of peace and justice, to conduct the affairs of the Executive Branch with integrity

and efficiency, to encourage creative initiative in our economy, and to work toward the attainment of the well-being and equality of opportunity of all citizens.

Equally, we have honored our commitment to pursue and attain specific objectives. Among them, as stated eight years ago: strengthening of the mutual security program; development of world trade and commerce; ending of hostilities in Korea; creation of a powerful deterrent force; practicing fiscal responsibility; checking the menace of inflation; reducing the tax burden; providing an effective internal security program; developing and conserving our natural resources; reducing governmental interference in the affairs of the farmer; strengthening and improving services by the Department of Labor, and the vigilant guarding of civil and social rights.

I do not close this message implying that all is well—that all problems are solved. For progress implies both new and continuing problems and, unlike Presidential administrations, problems rarely have terminal dates.

Abroad, there is the continuing Communist threat to the freedom of Berlin, an explosive situation in Laos, the problems caused by Communist penetration of Cuba, as well as the many problems connected with the development of the new nations in Africa. These areas, in particular, call for delicate handling and constant review.

At home, several conspicuous problems remain: promoting higher levels of employment, with special emphasis on areas in which heavy unemployment has persisted; continuing to provide for steady economic growth and preserving a sound currency; bringing our balance of payments into more reasonable equilibrium and continuing a high level of confidence in our national and international systems; eliminating heavily excessive surpluses of a few farm commodities; and overcoming deficiencies in our health and educational programs.

Our goal always has been to add to the spiritual, moral, and material strength of our nation. I believe we have done this. But it is a process that must never end. Let us pray that leaders of both the near and distant future will be able to keep the nation strong and at peace, that they will advance the well-being of all our people, that they will lead us on to still higher moral standards, and that, in achieving these goals, they will maintain a reasonable balance between private and governmental responsibility.

DWIGHT D. EISENHOWER

NOTE: The
the House of

411 ¶
P. Roge

Dear Bill:

Under y
its impar
your resign
the opport
with the as

I am p
the new C
Departmen
the previe
report so
mendable

For gui
mind, you
good heal
respect an

With w

NOTE: Mr.
General fro
ary 20, 196

Dwight D. Eisenhower, 1960

¶ 411

NOTE: The message was transmitted to 12 and to the Senate (not being in session that day) on January 13.

411 ¶ Letter Accepting Resignation of William P. Rogers as Attorney General. *January 13, 1961*

[Released January 13, 1961. Dated January 11, 1961]

Dear Bill:

Under your direction, the Department of Justice has been noted for its impartial and effective administration of Federal law. In accepting your resignation as Attorney General, effective January 20, 1961, I take the opportunity to emphasize the outstanding record you have achieved with the assistance of your competent staff.

I am particularly gratified by the establishment and functioning of the new Civil Rights Division. Then too, the outstanding record of the Department in bringing anti-trust actions—a 25 per cent increase over the previous eight-year period—is most impressive. Indeed, as your report so well relates, every section of your Department has made commendable advances.

For guiding these achievements, as well as many more that come to mind, you have my thanks and deep appreciation. May the future hold good health and happiness. You leave government service with my respect and sincere friendship.

With warm regard,

As ever,

DWIGHT D. EISENHOWER

NOTE: Mr. Rogers served as Attorney General from November 8, 1957, to January 20, 1961. His letter of resignation, dated January 10, and his report were released with the President's reply.

Pursuant to that legislation agreements for cooperation were concluded with four of our NATO partners in May and June 1959. A similar agreement was also recently concluded with our NATO ally, the Republic of Italy. All of these agreements are designed to implement in important respects the agreed NATO program.

This agreement with the Government of Italy will enable the United States to cooperate effectively in mutual defense planning with Italy and in the training of Italian NATO forces in order that, if an attack on NATO should occur, Italian forces could, under the direction of the Supreme Allied Commander for Europe, effectively use nuclear weapons in their defense.

These agreements previously concluded and this Italian Agreement represent only a portion of the work necessary for complete implementation of the decision taken by the North Atlantic Treaty Organization in December 1957. I anticipate the conclusion of similar agreements for cooperation with certain other NATO nations as the Alliance's defensive planning continues.

Pursuant to the Atomic Energy Act of 1954, as amended, I am submitting to each House of the Congress an authoritative copy of the agreement with the Government of Italy. I am also transmitting a copy of the Secretary of State's letter accompanying an authoritative copy of the signed agreement, a copy of a joint letter from the Secretary of Defense and the Chairman of the Atomic Energy Commission recommending my approval of this document and a copy of my memorandum in reply thereto setting forth my approval.

DWIGHT D. EISENHOWER

NOTE: The text of the agreement and related documents is published in the Congressional Record of March 7, 1961 (vol. 107, p. 3095).

421 ¶ Farewell Radio and Television Address to the American People. *January 17, 1961*

[Delivered from the President's Office at 8:30 p.m.]

My fellow Americans:

Three days from now, after half a century in the service of our country, I shall lay down the responsibilities of office as, in traditional and solemn ceremony, the authority of the Presidency is vested in my successor.

This evening I come to you with a message of leave-taking and farewell, and to share a few final thoughts with you, my countrymen.

Like every other citizen, I wish the new President, and all who will labor with him, Godspeed. I pray that the coming years will be blessed with peace and prosperity for all.

Our people expect their President and the Congress to find essential agreement on issues of great moment, the wise resolution of which will better shape the future of the Nation.

My own relations with the Congress, which began on a remote and tenuous basis when, long ago, a member of the Senate appointed me to West Point, have since ranged to the intimate during the war and immediate post-war period, and, finally, to the mutually interdependent during these past eight years.

In this final relationship, the Congress and the Administration have, on most vital issues, cooperated well, to serve the national good rather than mere partisanship, and so have assured that the business of the Nation should go forward. So, my official relationship with the Congress ends in a feeling, on my part, of gratitude that we have been able to do so much together.

II.

We now stand ten years past the midpoint of a century that has witnessed four major wars among great nations. Three of these involved our own country. Despite these holocausts America is today the strongest, the most influential and most productive nation in the world. Understandably proud of this pre-eminence, we yet realize that America's leadership and prestige depend, not merely upon our unmatched material progress, riches and military strength, but on how we use our power in the interests of world peace and human betterment.

III.

Throughout America's adventure in free government, our basic purposes have been to keep the peace; to foster progress in human achievement, and to enhance liberty, dignity and integrity among people and among nations. To strive for less would be unworthy of a free and religious people. Any failure traceable to arrogance, or our lack of comprehension or readiness to sacrifice would inflict upon us grievous hurt both at home and abroad.

Progress
conflict no
sorbs our
atheistic in
happily th
meet it suc
transitory
forward st
longed and
remain, de
nent peace

Crises th
domestic, g
spectacular
all current
fense; deve
a dramatic
other poss
as the only

But each
tion: the
balance be
cost and h
the comfor
a nation a
ance betw
future. C
finds imba

The rec
governmer
sponded to
in kind or

A vital
Our arms
aggressor
Our mi

Progress toward these noble goals is persistently threatened by the conflict now engulfing the world. It commands our whole attention, absorbs our very beings. We face a hostile ideology—global in scope, atheistic in character, ruthless in purpose, and insidious in method. Unhappily the danger it poses promises to be of indefinite duration. To meet it successfully, there is called for, not so much the emotional and transitory sacrifices of crisis, but rather those which enable us to carry forward steadily, surely, and without complaint the burdens of a prolonged and complex struggle—with liberty the stake. Only thus shall we remain, despite every provocation, on our charted course toward permanent peace and human betterment.

Crises there will continue to be. In meeting them, whether foreign or domestic, great or small, there is a recurring temptation to feel that some spectacular and costly action could become the miraculous solution to all current difficulties. A huge increase in newer elements of our defense; development of unrealistic programs to cure every ill in agriculture; a dramatic expansion in basic and applied research—these and many other possibilities, each possibly promising in itself, may be suggested as the only way to the road we wish to travel.

But each proposal must be weighed in the light of a broader consideration: the need to maintain balance in and among national programs—balance between the private and the public economy, balance between cost and hoped for advantage—balance between the clearly necessary and the comfortably desirable; balance between our essential requirements as a nation and the duties imposed by the nation upon the individual; balance between actions of the moment and the national welfare of the future. Good judgment seeks balance and progress; lack of it eventually finds imbalance and frustration.

The record of many decades stands as proof that our people and their government have, in the main, understood these truths and have responded to them well, in the face of stress and threat. But threats, new in kind or degree, constantly arise. I mention two only.

IV.

A vital element in keeping the peace is our military establishment. Our arms must be mighty, ready for instant action, so that no potential aggressor may be tempted to risk his own destruction.

Our military organization today bears little relation to that known

by any of my predecessors in peacetime, or indeed by the fighting men of World War II or Korea.

Until the latest of our world conflicts, the United States had no armaments industry. American makers of plowshares could, with time and as required, make swords as well. But now we can no longer risk emergency improvisation of national defense; we have been compelled to create a permanent armaments industry of vast proportions. Added to this, three and a half million men and women are directly engaged in the defense establishment. We annually spend on military security more than the net income of all United States corporations.

This conjunction of an immense military establishment and a large arms industry is new in the American experience. The total influence—economic, political, even spiritual—is felt in every city, every State house, every office of the Federal government. We recognize the imperative need for this development. Yet we must not fail to comprehend its grave implications. Our toil, resources and livelihood are all involved; so is the very structure of our society.

In the councils of government, we must guard against the acquisition of unwarranted influence, whether sought or unsought, by the military-industrial complex. The potential for the disastrous rise of misplaced power exists and will persist.

We must never let the weight of this combination endanger our liberties or democratic processes. We should take nothing for granted. Only an alert and knowledgeable citizenry can compel the proper meshing of the huge industrial and military machinery of defense with our peaceful methods and goals, so that security and liberty may prosper together.

Akin to, and largely responsible for the sweeping changes in our industrial-military posture, has been the technological revolution during recent decades.

In this revolution, research has become central; it also becomes more formalized, complex, and costly. A steadily increasing share is conducted for, by, or at the direction of, the Federal government.

Today, the solitary inventor, tinkering in his shop, has been overshadowed by task forces of scientists in laboratories and testing fields. In the same fashion, the free university, historically the fountainhead of free ideas and scientific discovery, has experienced a revolution in the conduct of research. Partly because of the huge costs involved, a government contract becomes virtually a substitute for intellectual curiosity. For every

old blackbo

The prosp
ment, proje
is gravely to

Yet, in he
we must als
could itself l

It is the
these and o
cratic syste

Another
As we peer
must avoid
ease and co
mortgage tl
also of the
survive for
of tomorrow

Down th
this world
munity of c
of mutual t

Such a c
to the conf
we are by
though sca
certain ago

Disarma
imperative
with arms,
is so sharp
bilities in t
has witness
knows that
been so sl

old blackboard there are now hundreds of new electronic computers.

The prospect of domination of the nation's scholars by Federal employment, project allocations, and the power of money is ever present—and is gravely to be regarded.

Yet, in holding scientific research and discovery in respect, as we should, we must also be alert to the equal and opposite danger that public policy could itself become the captive of a scientific-technological elite.

It is the task of statesmanship to mold, to balance, and to integrate these and other forces, new and old, within the principles of our democratic system—ever aiming toward the supreme goals of our free society.

v.

Another factor in maintaining balance involves the element of time. As we peer into society's future, we—you and I, and our government—must avoid the impulse to live only for today, plundering, for our own ease and convenience, the precious resources of tomorrow. We cannot mortgage the material assets of our grandchildren without risking the loss also of their political and spiritual heritage. We want democracy to survive for all generations to come, not to become the insolvent phantom of tomorrow.

vi.

Down the long lane of the history yet to be written America knows that this world of ours, ever growing smaller, must avoid becoming a community of dreadful fear and hate, and be, instead, a proud confederation of mutual trust and respect.

Such a confederation must be one of equals. The weakest must come to the conference table with the same confidence as do we, protected as we are by our moral, economic, and military strength. That table, though scarred by many past frustrations, cannot be abandoned for the certain agony of the battlefield.

Disarmament, with mutual honor and confidence, is a continuing imperative. Together we must learn how to compose differences, not with arms, but with intellect and decent purpose. Because this need is so sharp and apparent I confess that I lay down my official responsibilities in this field with a definite sense of disappointment. As one who has witnessed the horror and the lingering sadness of war—as one who knows that another war could utterly destroy this civilization which has been so slowly and painfully built over thousands of years—I wish I

could say tonight that a lasting peace is in sight.

Happily, I can say that war has been avoided. Steady progress toward our ultimate goal has been made. But, so much remains to be done. As a private citizen, I shall never cease to do what little I can to help the world advance along that road.

VII.

So—in this my last good night to you as your President—I thank you for the many opportunities you have given me for public service in war and peace. I trust that in that service you find some things worthy; as for the rest of it, I know you will find ways to improve performance in the future.

You and I—my fellow citizens—need to be strong in our faith that all nations, under God, will reach the goal of peace with justice. May we be ever unswerving in devotion to principle, confident but humble with power, diligent in pursuit of the Nation's great goals.

To all the peoples of the world, I once more give expression to America's prayerful and continuing aspiration:

We pray that peoples of all faiths, all races, all nations, may have their great human needs satisfied; that those now denied opportunity shall come to enjoy it to the full; that all who yearn for freedom may experience its spiritual blessings; that those who have freedom will understand, also, its heavy responsibilities; that all who are insensitive to the needs of others will learn charity; that the scourges of poverty, disease and ignorance will be made to disappear from the earth, and that, in the goodness of time, all peoples will come to live together in a peace guaranteed by the binding force of mutual respect and love.

422 ¶ The President's News Conference of
January 18, 1961

THE PRESIDENT. Good morning. Please sit down.

I came this morning not with any particularly brilliant ideas about the future, but I did want the opportunity to say goodbye to people that I have been associated with now for 8 years, mostly I think on a friendly basis—[laughter]—and at least it certainly has always been interesting.

There is one man here who has attended every press conference that I have had, at home and abroad, and who has been of inestimable serv-

ice to the
never see
up. [Sha

Now, i

Q. Wi

than 2 n
problem
be shorter

THE PI

that we c
the inaug
in such f
something

Q. Th

the 8 year
for 6 year
loyal oppo

THE PI

may have
the recor
fault upo

Q. Ra

you had
wonder if

THE PR

After all,
me to tal
speed in h

Q. Mr

think the

THE PR

Q. Mr

THE PR

of fact the

Q. Wil

sounded a
implicit in
your critic

C



in the conduct of naval unconventional warfare operations against the Viet Cong in the Republic of Vietnam. Although often required to carry out their operations in treacherous and almost impenetrable mangrove swamps against overwhelming odds, SEAL TEAM ONE personnel maintained an aggressive operating schedule and were highly successful in gathering intelligence data and in interdicting Viet Cong operations. On one occasion, a six-man fire team ambushed one junk and two sampans, accounting for seven Viet Cong dead and the capture of valuable intelligence data. During this daring ambush, all members of the fire team remained in exposed, waist-deep mud and water in order to obtain clear fields of fire. As a result of their constant alertness and skillful reading of Viet Cong trail markers, patrols of SEAL TEAM ONE succeeded in discovering numerous well-concealed Viet Cong base camps and supply caches, and captured or destroyed over 228 tons of Viet Cong rice, as well as numerous river craft, weapons, buildings, and documents. The outstanding esprit de corps of the men of this unit was

evidenced on 7 October 1966 when a direct hit by an enemy mortar round wounded sixteen of the nineteen men aboard the detachment's armed LCM, and again on 7 April 1967 when three members of the SEAL TEAM ONE LCM were killed and eleven were wounded in a fire fight with Viet Cong positioned along the banks of a narrow stream. On both occasions, SEAL TEAM ONE men who were able, even though seriously wounded, returned to their positions and continued to fire their weapons until the boat was out of danger, thereby helping to save the lives of their comrades. The heroic achievements of SEAL TEAM ONE reflect the outstanding professionalism, valor, teamwork, and selfless dedication of the unit's officers and men. Their performance was in keeping with the highest traditions of the United States Naval Service.

NOTE: The President spoke at 12:43 p.m. in the Cabinet Room at the White House. In his opening words he referred to Clark M. Clifford, Secretary of Defense, Paul R. Ignatius, Secretary of the Navy, and Adm. Thomas H. Moorer, Chief of Naval Operations.

676 Annual Message to the Congress on the State of the Union.

January 14, 1969

[Delivered in person before a joint session at 9:05 p.m.]

Mr. Speaker, Mr. President, Members of the Congress and my fellow Americans:

For the sixth and the last time, I present to the Congress my assessment of the State of the Union.

I shall speak to you tonight about challenge and opportunity—and about the commitments that all of us have made together that will, if we carry them out, give America our best chance to achieve the kind of great society that we all want.

Every President lives, not only with what

is, but with what has been and what could be.

Most of the great events in his Presidency are part of a larger sequence extending back through several years and extending back through several other administrations.

Urban unrest, poverty, pressures on welfare, education of our people, law enforcement and law and order, the continuing crisis in the Middle East, the conflict in Vietnam, the dangers of nuclear war, the great difficulties of dealing with the Communist powers,

all have this much in common: They and their causes—the causes that gave rise to them—all of these have existed with us for many years. Several Presidents have already sought to try to deal with them. One or more Presidents will try to resolve them or try to contain them in the years that are ahead of us.

But if the Nation's problems are continuing, so are this great Nation's assets:

- our economy,
- the democratic system,
- our sense of exploration, symbolized most recently by the wonderful flight of the Apollo 8, in which all Americans took great pride,
- the good commonsense and sound judgment of the American people, and
- their essential love of justice.

We must not ignore our problems. But neither should we ignore our strengths. Those strengths are available to sustain a President of either party—to support his progressive efforts both at home and overseas.

Unfortunately, the departure of an administration does not mean the end of the problems that this administration has faced. The effort to meet the problems must go on, year after year, if the momentum that we have all mounted together in these past years is not to be lost.

Although the struggle for progressive change is continuous, there are times when a watershed is reached—when there is—if not really a break with the past—at least the fulfillment of many of its oldest hopes, and a stepping forth into a new environment, to seek new goals.

I think the past 5 years have been such a time.

We have finished a major part of the old agenda.

Some of the laws that we wrote have already, in front of our eyes, taken on the

flesh of achievement.

Medicare that we were unable to pass for so many years is now a part of American life.

Voting rights and the voting booth that we debated so long back in the fifties, and the doors to public service, are open at last to all Americans regardless of their color.

Schools and school children all over America tonight are receiving Federal assistance to go to good schools.

Preschool education—Head Start—is already here to stay and, I think, so are the Federal programs that tonight are keeping more than a million and a half of the cream of our young people in the colleges and the universities of this country.

Part of the American earth—not only in description on a map, but in the reality of our shores, our hills, our parks, our forests, and our mountains—has been permanently set aside for the American public and for their benefit. And there is more that will be set aside before this administration ends.

Five million Americans have been trained for jobs in new Federal programs.

I think it is most important that we all realize tonight that this Nation is close to full employment—with less unemployment than we have had at any time in almost 20 years. That is not in theory; that is in fact. Tonight, the unemployment rate is down to 3.3 percent. The number of jobs has grown more than 8½ million in the last 5 years. That is more than in all the preceding 12 years.

These achievements completed the full cycle, from idea to enactment and, finally, to a place in the lives of citizens all across this country.

I wish it were possible to say that everything that this Congress and the administration achieved during this period had already completed that cycle. But a great deal

of what we have co-

funding to become
 Yet the very ex-
 penses—these prom-
 ples made by the
 executive branch—
 achievements in the
 carry through on
 be a tragedy for the

This much is a
 group of men in
 alone. Congress at
 with their checks:
 ger and finally
 of the land. They
 force that the Ame-
 summon when it a-

They express a
 mination to achie-
 vation.

In most cases, yo
 action—but it is
 course.

Let me speak of
 commitments. I a
 language which t
 when it passed the

I am going to qu

In 1966, Congre
 ing the quality o
 critical domestic p
 States." Two year
 toric goal of "a de
 American family."

Now to meet the
 increase our supp
 program, where I
 already being pre
 American cities

To achieve the
 of 1968 that you
 should begin this
 homes for needy fa
 year. Funds are pr

of what we have committed needs additional funding to become a tangible realization.

Yet the very existence of these commitments—these promises to the American people, made by this Congress and by the executive branch of the Government—are achievements in themselves, and failure to carry through on our commitments would be a tragedy for this Nation.

This much is certain: No one man or group of men made these commitments alone. Congress and the executive branch, with their checks and balances, reasoned together and finally wrote them into the law of the land. They now have all the moral force that the American political system can summon when it acts as one.

They express America's common determination to achieve goals. They imply action.

In most cases, you have already begun that action—but it is not fully completed, of course.

Let me speak for a moment about these commitments. I am going to speak in the language which the Congress itself spoke when it passed these measures.

I am going to quote from your words.

In 1966, Congress declared that "improving the quality of urban life is the most critical domestic problem facing the United States." Two years later it affirmed the historic goal of "a decent home . . . for every American family." That is your language.

Now to meet these commitments, we must increase our support for the model cities program, where blueprints of change are already being prepared in more than 150 American cities.

To achieve the goals of the Housing Act of 1968 that you have already passed, we should begin this year more than 500,000 homes for needy families in the coming fiscal year. Funds are provided in the new budget

to do just this. This is almost 10 times—10 times—the average rate of the past 10 years.

Our cities and our towns are being pressed for funds to meet the needs of their growing populations. So I believe an urban development bank should be created by the Congress. This bank could obtain resources through the issuance of taxable bonds and it could then lend these resources at reduced rates to the communities throughout the land for schools, hospitals, parks, and other public facilities.

Since we enacted the Social Security Act back in 1935, Congress has recognized the necessity to "make more adequate provision for aged persons . . . through maternal and child welfare . . . and public health." Those are the words of the Congress—"more adequate."

The time has come, I think, to make it more adequate. I believe we should increase social security benefits, and I am so recommending tonight.

I am suggesting that there should be an overall increase in benefits of at least 13 percent. Those who receive only the minimum of \$55 should get \$80 a month.

Our Nation, too, is rightfully proud of our medical advances. But we should remember that our country ranks 15th among the nations of the world in its infant mortality rate.

I think we should assure decent medical care for every expectant mother and for their children during the first year of their life in the United States of America.

I think we should protect our children and their families from the costs of catastrophic illness.

As we pass on from medicine, I think nothing is clearer to the Congress than the commitment that the Congress made to end poverty. Congress expressed it well, I think, in 1964, when they said: "It is the policy of

the United States to eliminate the paradox of poverty in the midst of plenty in this nation."

This is the richest nation in the world. The antipoverty program has had many achievements. It also has some failures. But we must not cripple it after only 3 years of trying to solve the human problems that have been with us and have been building up among us for generations.

I believe the Congress this year will want to improve the administration of the poverty program by reorganizing portions of it and transferring them to other agencies. I believe, though, it will want to continue, until we have broken the back of poverty, the efforts we are now making throughout this land.

I believe, and I hope the next administration—I believe they believe—that the key to success in this effort is jobs. It is work for people who want to work.

In the budget for fiscal 1970, I shall recommend a total of \$3.5 billion for our job training program, and that is five times as much as we spent in 1964 trying to prepare Americans where they can work to earn their own living.

The Nation's commitment in the field of civil rights began with the Declaration of Independence. They were extended by the 13th, 14th, and 15th amendments. They have been powerfully strengthened by the enactment of three far-reaching civil rights laws within the past 5 years, that this Congress, in its wisdom, passed.

On January 1 of this year, the Fair Housing Act of 1968 covered over 20 million American homes and apartments. The prohibition against racial discrimination in that act should be remembered and it should be vigorously enforced throughout this land.

I believe we should also extend the vital provisions of the Voting Rights Act for another 5 years.

In the Safe Streets Act of 1968, Congress determined "To assist state and local governments in reducing the incidence of crime."

This year I am proposing that the Congress provide the full \$300 million that the Congress last year authorized to do just that.

I hope the Congress will put the money where the authorization is.

I believe this is an essential contribution to justice and to public order in the United States. I hope these grants can be made to the States and they can be used effectively to reduce the crime rate in this country.

But all of this is only a small part of the total effort that must be made—I think chiefly by the local governments throughout the Nation—if we expect to reduce the toll of crime that we all detest.

Frankly, as I leave the Office of the Presidency, one of my greatest disappointments is our failure to secure passage of a licensing and registration act for firearms. I think if we had passed that act, it would have reduced the incidence of crime. I believe that the Congress should adopt such a law, and I hope that it will at a not too distant date.

In order to meet our longstanding commitment to make government as efficient as possible, I believe that we should reorganize our postal system along the lines of the Kappel¹ report.

I hope we can all agree that public service should never impose an unreasonable financial sacrifice on able men and women who want to serve their country.

I believe that the recommendations of the Commission on Executive, Legislative and Judicial Salaries are generally sound. Later this week, I shall submit a special message which I reviewed with the leadership this evening containing a proposal that has been

¹ Frederick R. Kappel, Chairman of the Commission on Executive, Legislative and Judicial Salaries.

reduced and has more recommendation to congressional salaries.

For Members of Congress I recommend the basic compensation of \$50,000 unanimously. The Kappel Commission suggested Members, but \$50,000 to \$42,500. I think Congress appropriate a allowance for official expenses. Members will not be required increase for essential.

I would have submitted recommendations, except received from the usually are consulted. affect the Congress—would not accept the tion, and if I expected to be seriously considered substantial reductions son I didn't go along.

In 1967 I recommended fair and impartial raise for the draft. I submitted your most respectful

I know that all of of the things we do commitments I talk a If we maintain the s that we have had in th 8 years, I think we sources that we n commitments.

We have already been support for major social we have heard a lot al do anything on the h Vietnam; but we have 5 years to increase our things as health and billion in 1964 to \$68 fiscal year. That is mo

reduced and has modified the Commission's recommendation to some extent on the congressional salaries.

For Members of Congress, I will recommend the basic compensation not of the \$50,000 unanimously recommended by the Kappel Commission and the other distinguished Members, but I shall reduce that \$50,000 to \$42,500. I will suggest that Congress appropriate a very small additional allowance for official expenses, so that Members will not be required to use their salary increase for essential official business.

I would have submitted the Commission's recommendations, except the advice that I received from the leadership—and you usually are consulted about matters that affect the Congress—was that the Congress would not accept the \$50,000 recommendation, and if I expected my recommendation to be seriously considered, I should make substantial reductions. That is the only reason I didn't go along with the Kappel report.

In 1967 I recommended to the Congress a fair and impartial random selection system for the draft. I submit it again tonight for your most respectful consideration.

I know that all of us recognize that most of the things we do to meet all of these commitments I talk about will cost money. If we maintain the strong rate of growth that we have had in this country for the past 8 years, I think we shall generate the resources that we need to meet these commitments.

We have already been able to increase our support for major social programs—although we have heard a lot about not being able to do anything on the home front because of Vietnam; but we have been able in the last 5 years to increase our commitments for such things as health and education from \$30 billion in 1964 to \$68 billion in the coming fiscal year. That is more than double. That

is more than it has ever been increased in the 188 years of this Republic, notwithstanding Vietnam.

We must continue to budget our resources and budget them responsibly in a way that will preserve our prosperity and will strengthen our dollar.

Greater revenues and the reduced Federal spending required by Congress last year have changed the budgetary picture dramatically since last January when we made our estimates. At that time, you will remember that we estimated we would have a deficit of \$8 billion. Well, I am glad to report to you tonight that the fiscal year ending June 30, 1969, this June, we are going to have not a deficit, but we are going to have a \$2.4 billion surplus.

You will receive the budget tomorrow. The budget for the next fiscal year, that begins July 1—which you will want to examine very carefully in the days ahead—will provide a \$3.4 billion surplus.

This budget anticipates the extension of the surtax that Congress enacted last year. I have communicated with the President-elect, Mr. Nixon, in connection with this policy of continuing the surtax for the time being.

I want to tell you that both of us want to see it removed just as soon as circumstances will permit, but the President-elect has told me that he has concluded that until his administration, and this Congress, can examine the appropriation bills, and each item in the budget, and can ascertain that the facts justify permitting the surtax to expire or to be reduced, he, Mr. Nixon, will support my recommendation that the surtax be continued.

Americans, I believe, are united in the hope that the Paris talks will bring an early peace to Vietnam. And if our hopes for an early settlement of the war are realized, then our military expenditures can be reduced and

very substantial savings can be made to be used for other desirable purposes, as the Congress may determine.

In any event, I think it is imperative that we do all that we responsibly can to resist inflation while maintaining our prosperity. I think all Americans know that our prosperity is broad and it is deep, and it has brought record profits, the highest in our history, and record wages.

Our gross national product has grown more in the last 5 years than any other period in our Nation's history. Our wages have been the highest. Our profits have been the best. This prosperity has enabled millions to escape the poverty that they would have otherwise had the last few years.

I think also you will be very glad to hear that the Secretary of the Treasury informs me tonight that in 1968 in our balance of payments we have achieved a surplus. It appears that we have, in fact, done better this year than we have done in any year in this regard since the year 1957.

✓ The quest for a durable peace, I think, has absorbed every administration since the end of World War II. It has required us to seek a limitation of arms races not only among the superpowers, but among the smaller nations as well. We have joined in the test ban treaty of 1963, the outer space treaty of 1967, and the treaty against the spread of nuclear weapons in 1968.

This latter agreement—the nonproliferation treaty—is now pending in the Senate and it has been pending there since last July. In my opinion, delay in ratifying it is not going to be helpful to the cause of peace. America took the lead in negotiating this treaty and America should now take steps to have it approved at the earliest possible date.

Until a way can be found to scale down the level of arms among the superpowers, mankind cannot view the future without fear

and great apprehension. So, I believe that we should resume the talks with the Soviet Union about limiting offensive and defensive missile systems. I think they would already have been resumed except for Czechoslovakia and our election this year.

It was more than 20 years ago that we embarked on a program of trying to aid the developing nations. We knew then that we could not live in good conscience as a rich enclave on an earth that was seething in misery.

During these years there have been great advances made under our program, particularly against want and hunger, although we are disappointed at the appropriations last year. We thought they were woefully inadequate. This year I am asking for adequate funds for economic assistance in the hope that we can further peace throughout the world.

I think we must continue to support efforts in regional cooperation. Among those efforts, that of Western Europe has a very special place in America's concern.

The only course that is going to permit Europe to play the great world role that its resources permit is to go forward to unity. I think America remains ready to work with a united Europe, to work as a partner on the basis of equality.

For the future, the quest for peace, I believe, requires:

- that we maintain the liberal trade policies that have helped us become the leading nation in world trade,
- that we strengthen the international monetary system as an instrument of world prosperity, and
- that we seek areas of agreement with the Soviet Union where the interests of both nations and the interests of world peace are properly served.

The strained relationship between us and

the world's leading nations has not ended—especially the brutal invasion of Czechoslovakia. I think that totalitarianism is a threat to our freedom. I think we are able to resist it, but it reduces the dignity of the world.

What we do, we must do in the world. We must bring a new balance of diversity and independence to the world.

The quest for peace in Vietnam, and in the world, is a long and difficult one.

I regret more than anything else that it has not been possible to bring peace to South Vietnam.

The prospects, today, are better than at any time since it began its invasion more than 4 years ago.

The free nations were not sure of their own strength. They were not sure of their own care about their own people, about America's own people, and throughout the world.

The North Vietnamese cannot achieve their own force. There may be a settlement, but it will yield no cause.

I cannot speak for the American people without paying tribute to the men who have served there for all of us. Their Commanders, their men, their service is a continuing one—and it is a service that is a part of our life.

Finally, the quest for peace in the Middle East goes on. America's role is to bring about a resolution of it, which points the way to peace.

There must be a balance of power in the world.

the world's leading Communist power has not ended—especially in the light of the brutal invasion of Czechoslovakia. But totalitarianism is no less odious to us because we are able to reach some accommodation that reduces the danger of world catastrophe.

What we do, we do in the interest of peace in the world. We earnestly hope that time will bring a Russia that is less afraid of diversity and individual freedom.

The quest for peace tonight continues in Vietnam, and in the Paris talks.

I regret more than any of you know that it has not been possible to restore peace to South Vietnam.

The prospects, I think, for peace are better today than at any time since North Vietnam began its invasion with its regular forces more than 4 years ago.

The free nations of Asia know what they were not sure of at that time: that America cares about their freedom, and it also cares about America's own vital interests in Asia and throughout the Pacific.

The North Vietnamese know that they cannot achieve their aggressive purposes by force. There may be hard fighting before a settlement is reached; but, I can assure you, it will yield no victory to the Communist cause.

I cannot speak to you tonight about Vietnam without paying a very personal tribute to the men who have carried the battle out there for all of us. I have been honored to be their Commander in Chief. The Nation owes them its unstinting support while the battle continues—and its enduring gratitude when their service is done.

Finally, the quest for stable peace in the Middle East goes on in many capitals tonight. America fully supports the unanimous resolution of the U.N. Security Council which points the way.

There must be a settlement of the armed

hostility that exists in that region of the world today. It is a threat not only to Israel and to all the Arab States, but it is a threat to every one of us and to the entire world as well.

Now, my friends in Congress, I want to conclude with a few very personal words to you.

I rejected and rejected and then finally accepted the congressional leadership's invitation to come here to speak this farewell to you in person tonight.

I did that for two reasons. One was philosophical. I wanted to give you my judgment, as I saw it, on some of the issues before our Nation, as I view them, before I leave.

The other was just pure sentimental. Most all of my life as a public official has been spent here in this building. For 38 years—since I worked on that gallery as a door-keeper in the House of Representatives—I have known these halls, and I have known most of the men pretty well who walked them.

I know the questions that you face. I know the conflicts that you endure. I know the ideals that you seek to serve.

I left here first to become Vice President, and then to become, in a moment of tragedy, the President of the United States.

My term of office has been marked by a series of challenges, both at home and throughout the world.

In meeting some of these challenges, the Nation has found a new confidence. In meeting others, it knew turbulence and doubt, and fear and hate.

Throughout this time, I have been sustained by my faith in representative democracy—a faith that I had learned here in this Capitol Building as an employee and as a Congressman and as a Senator.

I believe deeply in the ultimate purposes

of this Nation—described by the Constitution, tempered by history, embodied in progressive laws, and given life by men and women that have been elected to serve their fellow citizens.

Now for 5 most demanding years in the White House, I have been strengthened by the counsel and the cooperation of two great former Presidents, Harry S. Truman and Dwight David Eisenhower. I have been guided by the memory of my pleasant and close association with the beloved John F. Kennedy, and with our greatest modern legislator, Speaker Sam Rayburn.

I have been assisted by my friend every step of the way, Vice President Hubert Humphrey. I am so grateful that I have been supported daily by the loyalty of Speaker McCormack and Majority Leader Albert.

I have benefited from the wisdom of Senator Mike Mansfield, and I am sure that I have avoided many dangerous pitfalls by the good commonsense counsel of the President Pro Tem of the Senate, Senator Richard Brevard Russell.

I have received the most generous cooperation from the leaders of the Republican Party in the Congress of the United States, Senator Dirksen and Congressman Gerald Ford, the Minority Leader.

No President should ask for more, although I did upon occasions. But few Presidents have ever been blessed with so much.

President-elect Nixon, in the days ahead, is going to need your understanding, just as I did. And he is entitled to have it. I hope every Member will remember that the burdens he will bear as our President, will be borne for all of us. Each of us should try not to increase these burdens for the sake of narrow personal or partisan advantage.

Now, it is time to leave. I hope it may be said, a hundred years from now, that by working together we helped to make our country more just, more just for all of its people, as well as to insure and guarantee the blessings of liberty for all of our posterity.

That is what I hope. But I believe that at least it will be said that we tried.

to lay the foundation.

This Government is eminent and an under

I don't know the exact budget was in the billion a year when I think of the \$195 billion morning, that shows forward—from \$5 billion my lifetime.

Now, during this period, I recommended that we have had to defend the parts of the world. The war going on in Viet

To those of you who were in World War I and World War II, it was very difficult to pay while they are going. Congress and although a bit late—it took them along with my tax rate had to withdraw from to even get them to convinced that the President was anxious to make me was a candidate—I don't know. [Laug

But we did get shortly thereafter, a dollar and preserved

Now, during this period, I recommended we spend were 2 years late. \$936 billion in revenue this 6-year-period, 1 billion.

During that period that reduced taxes, \$35 billion. So I think that we had an over during that period

I am very proud of the greatest strength

677 Remarks at the Signing of the Budget Message, Fiscal Year 1970. January 15, 1969

Director Zwick, Mr. Hughes, Mr. Schultze, Senator Young, Chairman Mahon, Congressman Bow, other distinguished Members of Congress, and honored guests:

I am so pleased that you could come here and be with us this morning in the East Room of the White House where we will sign and later officially transmit to the Congress the sixth Budget Message since I have been President.

In the budgets covering the years of the Johnson administration, including this one, we will have recommended the expenditure of almost a trillion dollars. When we talk

about credibility—it concerns me sometimes because so often it was said we have had to neglect, forgo, abuse, and take from our people because we have defended freedom.

Yet, we have provided \$969 billion for programs to improve the lives of our citizens and to protect the Nation's security. And more than two-thirds of that total increase in the outlays has gone for domestic activities.

So it is true that we are not doing all we should do. We are not doing all we must do. But it is not true that we have ignored or neglected our domestic needs. We have faced up to them, and we have tried to begin

672 Remarks in New York City at a Farewell Dinner Honoring the President. January 13, 1969

Governor Rockefeller, Mr. Vice President, Senator Mansfield, Senator Muskie, Senator Javits, Mayor Lindsay, Members of the Court, and the Cabinet, and the Congress, distinguished Ambassadors and Governors, my very dear hosts:

My, what a beautiful evening—how much Mrs. Johnson and I appreciate, how touched we are that you would want to come here and give us this delightful refreshment—an ending to 5 years of work that we have done together.

It was 5 years ago, in a very tragic hour, that I went before the Congress and all the people of America and asked for the help of "all Americans, and all America." Now, here tonight, at the end of my Presidency, I stand among the men and women—most all of whom answered the call that I made that night and answered it from the fullness of their hearts.

In the Office of the Presidency, a man must draw on many things: his own memories and his own heritage, his own vision of the Nation and really what the Nation should become, and whatever strength his life and his experiences have given him.

So tonight here among some of my dearest friends, many images crowd my mind. I go back to the thrill of coming to Washington as a young man in the zestful days when a great leader of New York, who had just come into the Presidency, demonstrated to the people of this country that he really cared.

Then I remember the hard but the very happy days on Capitol Hill, learning and trying to use the machinery of government to help human beings. I see out there in that audience tonight David Dubinsky, who in-

spired me and stimulated me to be one of the three southerners who forced a caucus on a minimum wage bill in 1938 to provide for a minimum wage, the first one the National Congress enacted that provided 25 cents an hour.

Then I remember the long hours of reflection, struggling from illness after I had had a heart attack, when my blood pressure dropped to zero, thinking of what a man must really do in the given time that had been allotted him.

I remember those earliest hours at the summit of authority, when I determined that only if America were made a better land, could sense be brought from that great tragedy.

But no President can really rely on his inner reserves alone. If he is not sustained and strengthened from sources outside himself, there is no doubt but what he is going to lose his way before long.

I think all of you know that I have been richly blessed with the love of a wonderful and incomparable family, the constancy of good, loyal, enduring, and understanding friends who have stood fast with me through many changing winds.

So tonight in this beautiful room, at this well-planned occasion, your friendship has greatly honored us. But I think it has done more than that. I think it strengthened this Nation more; for I think that friendship was rooted in a joint concern for the people of this country first, this great Nation itself.

We shared the dreams and the battles of a 5-year encounter with destiny. There will, in the years ahead, be many evaluations of all of the things that we did—favorable and unfavorable, praising and damning.

But what really n judgment that hist on the work that we or even this adminis is whether there ha: the better in the w this country. I am little secret. I reall

Our black citize silence for so long, voice in the voting the Nation. In the are actually electing

The old people, know the dignity c lion of them don't law when they can minds have been ci zons have been exp: a half young peop because of America tion in this country

By the millions, poor, and men wh now begun to kno incomes and full-ti of the American c of its mountains an set aside for all th their children to er

We tonight can j this room who ha and who have he look at these achiev together a swell of faction. But also w cern that will not e for that matter, eve all know, still has fi

The one thing t minded of in the la of office is the st Churchill, when he

But what really matters is not the ultimate judgment that historians are going to pass on the work that we have done in this period, or even this administration; but what matters is whether there has really been a change for the better in the way human beings live in this country. I am going to let you in on a little secret. I really think there has been.

Our black citizens, who were bound in silence for so long, are today finding their voice in the voting booth in every part of the Nation. In the States along the gulf they are actually electing sheriffs this year.

The old people, in their illness, finally know the dignity of independence; 20 million of them don't have to ask their sons-in-law when they can go to a hospital. Young minds have been enriched, and young horizons have been expanded, and a million and a half young people are in college tonight because of America's new concern for education in this country in the last 5 years.

By the millions, families who were once poor, and men who were once idle, have now begun to know the dignity of decent incomes and full-time jobs. A larger share of the American earth—of its shores and of its mountains and of its forests—has been set aside for all the American people and their children to enjoy.

We tonight can proudly—those of you in this room who have shared in this dream and who have helped to accomplish it—look at these achievements together, and feel together a swell of achievement and satisfaction. But also with it, we can feel a concern that will not end 7 days from now, or for that matter, ever end. For America, we all know, still has far to go.

The one thing that I am constantly reminded of in the last few hours of my term of office is the story of Prime Minister Churchill, when he said, "How little have

we done, how much we have yet to do." But we have begun.

I think I will take time just to tell that story. My staff has heard it several times. But Governor Rockefeller has just heard it twice.

At the end of World War II, after going through the critical period in the hectic days of that war, a group of temperance ladies came in to visit the Prime Minister to criticize his drinking habits.

A little lady, leading the group, stood there in her tennis shoes, and said, "Mr. Prime Minister, we are informed that if all the alcohol that you have consumed during this war could be emptied in this room at one time, it would come up to about here."

She stood on her tiptoes. The Prime Minister looked at the floor and he looked at the ceiling and at the little lady's hand, and he said, "My dear little lady, so little have I done, so much I have yet to do."

So when I look back at conservation, civil rights, education, health and consumer legislation, and the War on Poverty, I think so little have we done, so much have we yet to do.

So as we prepare to depart 7 days from now, we leave the plow in the furrow, and actually the field is only half tilled.

In the sweep of things, a President has only so much time—a very allotted time—to do the things that he really believes in and he thinks must be done. Within those limits, he can only give it the best he has.

Last week, one of our brave Apollo 8 astronauts that you gave such a great welcome to here—and to Mayor Lindsay and Governor Rockefeller, on behalf of the Nation, as well as the astronauts, I thank you for that symbol of appreciation—but this brave astronaut said that the first night he was back home, he stepped out into his back-

yard. I won't tell you the state that he was in. But he looked up at that beautiful moon and he wondered if actually he had ever really been there.

Perhaps the time will come for Mrs. Johnson and myself, perhaps some long reflective moment when we are walking along the banks of the Pedernales—I hope in company with Laurance Rockefeller—we can look back upon the majesty and the splendor of the Presidency, and I guess we will find it really hard to believe that I ever occupied that office.

But tonight I want to say this to my good and lasting friends who have come here—I want to say beyond any peradventure of a doubt: I know that I have been there.

I know something else: I know that most of you have been there with me all the time, every step of the way. And I further know more, and I know it with a great sense of pride that really touches every fiber of my soul: I know that I have given it everything I have had. [Applause]

I am not a prophet or the son of a prophet. I do not know what they will say next year or 100 years from now about the record

that the people of America have made these last few years to advance the cause of justice in this country.

I don't know what they will say about our actual accomplishments. I don't know what they will record about our solid achievements. But I do believe—in fact, I know—that they will all say we tried.

NOTE: The President spoke at 10:55 p.m. in the Grand Ballroom of the Plaza Hotel in New York City. In his opening words he referred to Governor Nelson A. Rockefeller of New York, Vice President Hubert H. Humphrey, Senator Mike Mansfield of Montana, Senate Majority Leader, Senators Edmund S. Muskie of Maine and Jacob K. Javits of New York, and Mayor John V. Lindsay of New York City. During his remarks he referred to David Dubinsky, President Emeritus of the International Ladies' Garment Workers Union, and Laurance S. Rockefeller, Chairman of the Citizens' Advisory Committee on Recreation and Natural Beauty.

Following the President's remarks, Governor Rockefeller addressed the gathering. His remarks are printed in the Weekly Compilation of Presidential Documents (vol. 5, p. 57).

The farewell dinner and dance was given by 16 hosts and attended by some 400 guests. The hosts were Mrs. Vincent Astor, Mr. and Mrs. Charles W. Engelhard, Mr. and Mrs. Henry Ford II, Mr. and Mrs. Arthur B. Krim, Mrs. Mary D. Lasker, Mr. and Mrs. John Loeb, Mr. and Mrs. Andre Meyer, Mr. and Mrs. Laurance S. Rockefeller, and Mr. and Mrs. Edwin L. Weisl.

out: 1) only half tioned feel now that they thought it would be hired; and 2) when the 35% plan to leave the

These findings suggest that and forcefully, that cannot rest content to let the employees to the high

I note with encouragement the actions already initiated by the committees to improve the job opportunities

674 President
Headquarters
Troop, 8
January 1

BY VIRTUE of the
as President of the
Commander-in-Chief
of the United States

THE PRESIDENTIAL
FOR EXTRAORDINARY

THE 41ST REGIMENT
1ST BATTALION
3D BATTALION
3D TROOP, 8TH REGIMENT
ARMY OF THE REPUBLIC

The 41st Regiment
and 3d Battalions,
3d Troop, 8th Regiment
Army of the Republic
guished themselves
in action against a
enemy force in Van
Binh Dinh Province

673 Memorandum to Agencies Transmitting Report on Career Training for Young Federal Employees. January 14, 1969

[Released January 14, 1969. Dated January 13, 1969]

Memorandum for the Heads of Departments and Agencies:

The attached Report was prepared in response to my memorandum of October 10 concerning career training for young employees in the Federal Government.

The report represents a preliminary attempt to probe the opinions, concerns and problems of young employees in the Federal Government. Too often in the past, evalua-

tions of trainee programs have proceeded from the top down, involving the young employee only in the end results. This time, through the creation of youth committees in each agency and through a questionnaire survey, a significant number of young people have been involved from the very start.

Though the overall picture emerging from the questionnaire indicates a considerable degree of job satisfaction, two findings stand