THE WHITE HOUSE

WASHINGTON

July 18, 1975

The President

of the Senate

The second second second second second

Sir:

I ask the Congress to consider amendments to the request for appropriations transmitted in the budget for the fiscal year 1976 in the amount of \$1,413,500,000 and for the transition quarter July 1 through September 30, 1976, in the amount of \$266,000,000 for the Veterans Administration.

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

Respectfully,

Revold R. Ford

Enclosure



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

July 18, 1975

The President

The White House

Sir:

I have the honor to submit for your consideration amendments to the request for appropriations transmitted in the 1976 budget, involving an increase in the amount of \$1,413,500,000 for fiscal year 1976 and an increase in the amount of \$266,000,000 for the transition quarter July 1 through September 30, 1976, for the Veterans Administration.

The details of these proposals are contained in the enclosure to this letter. I have reviewed carefully the proposals for appropriations contained in this document and am satisfied that these requests are necessary at this time. I recommend, therefore, that these proposals be transmitted to the Congress.

Respectfully,

James T. Lynn

Director

Enclosure

VETERANS ADMINISTRATION

Budge	t				
appen dix	_	1976 Request	1976 Proposed	1976 Revised	
page	Heading	 Pending	 Amendment	 Request	
	. ,	.*			
807	Compensation and pensions	\$ 7,499,700,000	\$ 200,000,000	\$ 7,699,700,000	
808	Readjustment benefits	\$ 4,214,475,000	\$ 1,200,000,000	\$ 5,414,475,000	
817	General operating expenses	\$ 452,957,000	\$ 13,500,000	\$ 466,457,000	

VETERANS ADMINISTRATION

	•			 J-1	
Budge appen dix page			Transition Quarter Request Pending	Transition Quarter Proposed Amendment	Transition Quarter Revised Request
807	Compensation and pensions	\$ 1	,885,400,000	\$ 81,000,000	\$ 1,966,400,000
808	Readjustment benefits	\$	854,472,000	\$ 185,000,000	\$ 1,039,472,000

These proposed budget amendments would provide for the payment of compensation, pensions, and related benefits to eligible veterans and their beneficiaries, and education and training assistance benefits to veterans of post-Korean military service and eligible dependents of deceased and disabled veterans. Increased field office staffing is also provided. The number of veterans now estimated to utilize these benefit programs is significantly larger than those which were forecast in the 1976 budget.

The cost of these benefits is beyond administrative control and cannot be absorbed within available appropriations. The present staffing level is not sufficient to process the increased workload in a timely manner.