

serves as district 5 school board trustee. Dr. Roark attends home education activities and is actively interested in the accomplishments of homeschool students.

Dr. Roark is a past president of the Northeast Civitan Club and past district governor for the Great Southwest District of Civitan International. He is also a past president of the Northeast Civic Leaders Council. Dr. Roark continues with his active involvement in boys' baseball and other youth activities in Northeast El Paso. He received the highest certification that can be obtained in the health care administration as a Fellow American College of Health Executives. Dr. Roark is also active in his local church community.

Dr. Roark is a man of integrity, honesty, and dedication. His love of El Paso and his willingness to give himself should be a model for all El Pasoans to follow. I am proud to recognize Dr. Roark as the Northeast El Pasoan of the Year 1997. He shines as bright as the star on our mountain.

CONGRATULATIONS, REVEREND
EDWARD ALLEN

HON. DONALD M. PAYNE

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

Thursday, November 13, 1997

Mr. PAYNE Mr. Speaker, I would like my colleagues here in the House of Representatives to join me in honoring a man of remarkable dedication and commitment to the community he serves in my home city of Newark. Rev. Edward Allen, Sr., pastor of the Philemon Missionary Baptist Church.

On November 21, Reverend Allen will be honored by his many friends at a special event to celebrate 20 years in the ministry. It is fitting that we offer our congratulations and appreciation for his many contributions.

During the 10 years that I served as a councilman representing the South Ward in Newark, I often held town meetings to give local residents the opportunity to speak out about issues of concern. Because Reverend Allen always encouraged community involvement and participation, a town meeting that I hosted at his church was highly successful and well-attended. Philemon Missionary Baptist Church also hosted one of the most famous African-American women in modern history, the former Member of Congress and candidate for the President who was on the ballot in 12 primaries in 1972, the Honorable Shirley Chisholm.

Reverend Allen shared with Mrs. Chisholm a passion for justice and equality in our society. In fact, at a breakfast sponsored by a member of the Newark Municipal Council and candidate for the New Jersey General Assembly, the Honorable Donald Tucker on November 2 of this year, Reverend Allen spoke out with characteristic eloquence and inspiration about ensuring that residents of Newark share in the economic development efforts underway in our State, so that the urban center could become a catalyst for positive change.

Reverend Allen cares deeply about improving the quality of life in our community and ensuring that all people are treated with fairness and dignity.

Among his many accomplishments and contributions to the community are: founding

board member, Rainbow/Push Coalition chapter, Operation Push; lecturer and teacher of urban education and equal education opportunity; active involvement in the Jersey City community; cochair of the Clergy for Jesse Jackson for President in 1984 and 1988; counselor to youth and families in distress.

A graduate of my Alma Mater, Seton Hall University, Reverend Allen also pursued studies at Jersey City State College, New York Theological Seminary, Union Professional School of Business, and Saint Peter's College.

His professional career includes service as the director of the office of affirmative action compliance at the Jersey City Board of Education; college administrator, assistant to the educational opportunity fund director, and adjunct professor of the Afro-American Studies Program at Saint Peter's College.

Mr. Speaker, Reverend Allen is a man who has truly made a difference in many lives in our community. Let us join in honoring him for his two decades of dedicated service and in wishing him many more productive and successful years ahead.

DISTORTING SUBSIDIES
LIMITATION ACT OF 1997

HON. DAVID MINGE

OF MINNESOTA

IN THE HOUSE OF REPRESENTATIVES

Thursday, November 13, 1997

Mr. MINGE. Mr. Speaker, I rise today to introduce the Distorting Subsidies Limitation Act of 1977 [DSLAL]. The DSLAL is a comprehensive legislative initiative which will attempt to curb the use of economic subsidies by state and local governments to lure or retain new or existing businesses. These governmental entities have engaged in the use of targeted subsidies which include grants, below market loans or rent, and tax deferrals, aimed at a particular private business entity in an attempt to entice a business to a particular municipality. State and local governments are being forced to compete against one another using scarce tax dollars that would otherwise be used for essential public goods and services such as schools, police and fire protection and road improvements. When this state and local competition takes the form of preferential treatment for a specific business, it interferes with interstate commerce, distorts the allocation of resources, and leaves states to provide too few public goods and services. This bill will encourage economic competition among states based on factors such as quality of services, reasonable and efficient regulatory policies and fair tax structures.

Specifically, the legislation will do the following:

TAXABILITY OF SUBSIDIES

The bill creates a federal excise tax on businesses benefitting from these special targeted economic subsidies. If a business accepts the economic subsidy offered by the state or local government, the subsidy will be subject to the excise tax which will be computed on the aggregate value of the subsidy for calendar year in which it was received. The rate of the tax will be the same that applies in determining the regular income tax of a corporation. The excise tax will not apply if the subsidy is part of the long-term taxing and spending policies of the governmental unit or if the subsidy is available to all business entities.

The economic subsidies which will be subject to the excise tax will include: any grants; any contribution of property or services; any right to use property or services; any loan made available to a business at rates below those commercially available to others; any tax deferrals or payment of any tax or fee; any guarantee of any payment of any loan or lease; or any reduction for fees or other charges for the use of governmental facilities such as roads, sewage treatment facilities and the like.

There will be no excise tax rendered on the value of an economic subsidy which is provided for employee training or other educational programs. The legislation shall apply to any economic subsidy provided to a business 30 days after the date that this bill is enacted.

TAX EXEMPT BOND FINANCING

The DSLAL will also deny the exemption from tax for interest on bonds providing targeted state or local government development subsidies for a specific business entity. The legislation shall apply to bond obligations issued after the enactment of this bill.

FEDERAL FUNDING

The legislation will prohibit the use of federal funds by a state or local governmental unit for any targeted subsidies. The DSLAL is not intended to deny the use of federal program dollars for economic development if the federal program dollars are available to all businesses or are used for an established federal economic development program such as an enterprise zone. If it is determined that federal funds have been used for targeted subsidies, the bill provides for recovery of those funds from the governmental unit or the business entity. The legislation shall apply to funds provided after the enactment of this bill.

CLOSING

The Distorting Subsidies Limitation Act of 1997, would reduce the ever-increasing financial burdens placed on the citizenry of various taxing jurisdictions who are exploited by the race for business development. When enacted, it will allow state and local officials, who face exploitation by companies' threats to relocate, the ability to negotiate with businesses on a level playing field. The ever-increasing practice of giving targeted subsidies to demanding businesses is having a very detrimental effect on both the employment stability and fiscal stability of cities and states. We cannot allow the this short-term, targeted favoritism for a particular business to continue to skew the long term economic health of our communities.

A TRIBUTE TO HENRY B. GONZALEZ,
AN EXEMPLARY LEADER
FOR ENSUING GENERATIONS

HON. XAVIER BECERRA

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, November 13, 1997

Mr. BECERRA. Mr. Speaker, the Honorable HENRY B. GONZALEZ, Dean of the Texas Delegation and the Congressional Hispanic Caucus, will be honored by his community on November 23 at the Henry B. Gonzalez Archival Library Dinner in San Antonio, TX. Although I will not be able to join his family and friends