Exchange Mail

DATE-TIME

10/14/97 8:56:19 AM

FROM

Baker, James E.

CLASSIFICATION

UNCLASSIFIED

SUBJECT

DCI Statement on Budget [UNCLASSIFIED]

TO

Elkon, Nicole L. Kerrick, Donald L. Quinn, Mary E. McCarthy, Mary O. Beers, Rand R.

CARBON COPY

Baker, James E. DeRosa, Mary B. Hunerwadel, Joan S. Kreczko, Alan J. Sparks, John E.

TEXT_BODY

Some additional edits from Jim Steinberg just showed up in hard copy.

I have added them to the statement I circulated yesterday to CIA/OGC

and DOD/GC. Two additional references to President have been deleted

This will make George unhappy, as his staff were already commenting

that the statement appeared to make the decision the DCI's. Indeed, in consultation with the President as stated in para. 3.

Whit

Peters informally reports that the Secretary of Defense is still opposed to release, but is probably not prepared to sign an affidavit himself, or convince George to do so. No final decision reached. (My read: Sounds like a moving target at this point. Unwise to consider this a cleared statement until our front office has spoken with Sec. Cohen directly.) Whit also believes Cohen will support some sort of legislative exemption for subordinate figures, while conscious that we do not want to undercut the argument that current classification authority is fully sufficient to protect numbers.

DCI statement.doc STATEMENT OF THE DCI ON DISCLOSURE OF FY 1997 INTELLIGENCE BUDGET

In May, 1997, Steven Aftergood, on behalf of the Federation of American

Scientists, filed suit under the Freedom of Information Act (FOIA) seeking to

have the Central Intelligence Agency publicly release the total budget appropriation for intelligence for fiscal year 1997.

In order to defend this lawsuit, I, as head of the Intelligence Community, would

have had to sign a declaration to the court that release of the figure in question could cause serious damage to the national security. I found that, in

good conscience, I could not attest to that statement. Indeed, to do so would

have conflicted with the view I had previously expressed in testimony to the

Congress that release of the aggregate total would not, in and of itself, damage

national security. I did express concern at the time I offered this assessment

that release of the overall number might lead to further, more detailed disclosures -- and I still have this concern -- but I did not oppose release of

the overall figure as such.

Following consultations on this matter with other agencies, and with the

President, I am announcing that the aggregate amount appropriated for the

intelligence and intelligence-related activities in fiscal year 1997, standing

alone, can be declassified and released to the public. The President concurs in this decision.

In announcing this decision, I note that the Aspin-Brown Commission on the Roles

and Capabilities of the U.S. Intelligence Community recommended disclosure of

this figure to the President in its April, 1996 report. Several of my predecessors, including Robert Gates and John Deutch, have also supported such disclosure.

While the President had previously indicated his preference to take

such action

in concert with the Congress, the present circumstances do not allow for this

sort of joint action. Congress is not a party to the FOIA lawsuit.

Our decision is premised upon two important points -- points which I now wish to explain and emphasize.

First, we will consider disclosure of future aggregate figures, but only after

consideration of whether such disclosures could cause harm to the national

security by showing trends over time.

Second, we will continue to protect from disclosure subsidiary information

concerning the intelligence budget that is classified: whether the information

concerns particular intelligence agencies or particular intelligence programs.

In other words, the Administration intends to draw a firm line at the top-line,

aggregate figure. Beyond this figure, there will be no other disclosures of

currently classified budget information, which in our judgment could harm

national security.

This issue has been debated for at least the last 23 years, occupying the

attention of the courts, the Congress, and blue-ribbon commissions on numerous

occasions. It is my hope that today's action will finally put the mater

rest. The American people will now be able to see for themselves how much of the

federal budget goes for intelligence and intelligence-related functions. I think

this is appropriate for our democracy so long as it does not jeopardize the

ability of our intelligence agencies to carry out their mission successfully in support of US national security.

Accordingly, I acknowledge that the aggregate amount appropriated for fiscal year 1997 is \$

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