

THE WHITE HOUSE

WASHINGTON

December 30, 2003

Dear Mr. Speaker:

Consistent with provisions of Public Law 107-42, the Air Transportation Safety and System Stabilization Act, 2001, I hereby notify the Congress of a \$30 million Federal credit instrument for World Airways, Inc.

The details of this request are set forth in the enclosed letter from the Director of the Office of Management and Budget.

Sincerely,

A handwritten signature in black ink, appearing to read "J. Dennis Hastert", is written over a light-colored rectangular stamp area.

The Honorable J. Dennis Hastert
Speaker of the
House of Representatives
Washington, D.C. 20515

Enclosure



THE DIRECTOR

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

December 29, 2003

The President
The White House

I am notifying you of a \$30.0 million Federal credit instrument for World Airways, Inc. that is proposed under the Department of the Treasury's Air Transportation Stabilization Program.

Title I of P.L. 107-42, the Air Transportation Safety and System Stabilization Act, 2001, authorized the Government to issue up to \$10.0 billion in Federal credit instruments and provided the subsidy budget authority necessary for air carriers to promote a viable commercial air system in light of the September 11th terrorist attacks. Congress designated the amount of new budget authority and outlays in all fiscal years resulting from this title as an emergency requirement. To date, you have designated and made available \$352.5 million in subsidy budget authority, supporting \$1.7 billion of the \$10 billion authorized amount of loan guarantees.

There is no need to request any subsidy budget authority because there is no credit subsidy cost associated with the \$30.0 million Federal loan guarantee to World Airways, Inc. World Airways, Inc. received conditional approval for the proposed extension of Federal guarantees on April 23, 2003. No further congressional action will be required.

I have carefully reviewed this proposal for notification and am satisfied that it is necessary at this time. Therefore, I recommend that you transmit the attached notice to the Speaker of the House of Representatives.

Sincerely,

A handwritten signature in black ink, appearing to read "J. Bolten", with a long horizontal stroke extending to the right.

Joshua B. Bolten
Director

Enclosure

**ACTIONS PURSUANT TO
TITLE I OF P.L. 107-42, THE AIR TRANSPORTATION SAFETY AND SYSTEM
STABILIZATION ACT, 2001**

Department of the Treasury

Departmental Offices

Air Transportation Stabilization Program Account:

Such sums as may be necessary, currently estimated at \$0

Title I of P.L. 107-42, the Air Transportation Safety and System Stabilization Act, 2001, authorized \$10.0 billion in Federal credit instruments and the necessary subsidy budget authority and associated outlays. To date, the President has designated a total of \$352.5 million in budget authority as emergency requirements to support \$1.7 billion of the authorized \$10 billion of loan guarantees.

The Air Transportation Safety Board conditionally approved World Airways, Inc.'s application on April 23, 2003. The cost of this guarantee, calculated under the guidelines of the Federal Credit Reform Act, as amended, is negative. Therefore, the President is not required to designate any budget authority for this guarantee. The general fund of the Treasury will record \$3 million of negative subsidy receipts.