

104TH CONGRESS
1ST SESSION

H. RES. 80

Requesting the President to submit information to the House of Representatives concerning actions taken through the exchange stabilization fund to strengthen the Mexican peso and stabilize the economy of Mexico.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 10, 1995

Ms. KAPTUR (for herself, Mr. ABERCROMBIE, Mr. DEFazio, Mr. EVANS, Mr. HUNTER, Mr. KLINK, Mr. LIPINSKI, Mr. ROHRABACHER, Mr. SANDERS, Mr. TAYLOR of Mississippi, Mrs. THURMAN, Mr. VISCLOSKY, and Ms. DANNER) submitted the following resolution; which was referred to the Committee on Banking and Financial Services

RESOLUTION

Requesting the President to submit information to the House of Representatives concerning actions taken through the exchange stabilization fund to strengthen the Mexican peso and stabilize the economy of Mexico.

1 *Resolved*, That the President is hereby requested to
2 provide to the House of Representatives, not later than
3 14 days after the adoption of this resolution, the following
4 documents:

5 (1) Any document concerning the assured
6 source of repayment to the United States for any

1 short-, intermediate-, or long-term credit facility
2 made available to Mexico after December 31, 1994.

3 (2) Any document concerning the net worth of
4 Pemex, the historical annual revenues of Pemex, the
5 projected annual revenues during the 5-year period
6 beginning on the date of the adoption of this resolu-
7 tion, and the extent to which the proceeds from the
8 sale of Mexican oil to customers within Mexico or
9 outside of Mexico—

10 (A) are required to be paid to the Govern-
11 ment of Mexico as taxes or as payments in lieu
12 of taxes; or

13 (B) have been pledged as collateral for the
14 repayment of any loans or other extensions of
15 credit to the Government of Mexico or to
16 Pemex other than any credit facility described
17 in paragraph (1).

18 (3) Any document concerning the value of any
19 oil the proceeds from the sale of which are pledged
20 to assure the repayment of any financial assistance
21 provided by the United States to Mexico, the docu-
22 mentation received by the United States in connec-
23 tion with such pledge, and the manner in which the
24 United States may exercise any rights under such

1 pledge to obtain the proceeds as repayment for
2 losses incurred.

3 (4) Any document concerning any assurances
4 given by the Government of Mexico to the United
5 States Government with respect to changes in past
6 economic policies or the adoption of a new economic
7 plan.

8 (5) Any document concerning the decision by
9 the President to use the assets of the exchange sta-
10 bilization fund established under section 5302 of
11 title 31, United States Code, in connection with any
12 short-, intermediate-, or long-term credit facility
13 made available to Mexico after December 31, 1994.

14 (6) Any document concerning the criteria used
15 by the President or the Secretary of the Treasury in
16 making any decision to use the assets of the ex-
17 change stabilization fund to respond to any eco-
18 nomic, balance of payments, or exchange crisis in
19 any country and the facts on which such determina-
20 tions were made with respect to Poland, in 1989,
21 and to Mexico in December of 1994 and early 1995.

22 (7) Any document concerning how the use of
23 the assets of the exchange stabilization fund as a
24 source of credit to Mexico compares with all prior
25 uses of the assets of the fund since 1945 for all

1 other countries under section 5302 of title 31,
2 United States Code, with regard to—

3 (A) the dollar amount of each transaction;

4 (B) the type of the transaction, such as
5 loan, loan guarantee, or swap agreement (as de-
6 fined in section 11(e)(8)(D)(vi) of the Federal
7 Deposit Insurance Act);

8 (C) the purpose of the transaction, such as
9 whether it was to support the United States
10 dollar, to support a foreign currency, or any
11 other purpose;

12 (D) the duration, in years, of the trans-
13 action during which any credit was or is per-
14 mitted to remain outstanding;

15 (E) any security or collateral pledged to
16 assure repayment with respect to each such
17 transaction; and

18 (F) the existence of any agreement involv-
19 ing the International Monetary Fund or the
20 Board of Governors of the Federal Reserve Sys-
21 tem in connection with each such transaction
22 and the terms of each agreement by such Fund
23 or Board.

24 (8) Any document concerning debts owed by the
25 Government of Mexico and any entity owned or con-

1 trolled by the Government of Mexico to United
2 States public or private creditors which are out-
3 standing as of the date of the adoption of this reso-
4 lution, the status of each such debt (including
5 whether such debt has been refinanced), and the col-
6 lateral or security pledged to assure repayment of
7 such debt.

8 (9) Any document concerning an accounting of
9 all the fund flows through the exchange stabilization
10 fund established under section 5302 of title 31,
11 United States Code, during the 24-month period
12 ending on the date of the adoption of this resolution,
13 including the identification of the amount of and
14 purpose for each transaction involving such fund
15 during such period.

16 (10) Any document concerning the balance of
17 available assets in the exchange stabilization fund as
18 of the date of the adoption of this resolution.

19 (11) Any document concerning the amount by
20 which the total principal amount of loans, loan guar-
21 antees, and other extensions of credit which the
22 President has announced will be made available to
23 Mexico exceeds the total amount of available assets
24 in the exchange stabilization fund established under

1 section 5302 of title 31, United States Code, and
2 the means for covering the shortfall, if any.

3 (12) Any document concerning the departure of
4 the International Monetary Fund from the Fund's
5 customary guidelines for country assistance, includ-
6 ing any recommendation made by the President or
7 any other officer or employee in the executive branch
8 to the Fund regarding the amount of financial as-
9 sistance the Fund was preparing to make available
10 to Mexico, and any reciprocal agreement made by
11 the executive branch to the Fund for making such
12 assistance available in an amount greatly in excess
13 of the customary guidelines.

14 (13) Any document concerning the factual cir-
15 cumstances pursuant to which the Bank for Inter-
16 national Settlements has become a lender to individ-
17 ual countries beyond the Bank's customary role as
18 a clearinghouse for central banks.

19 (14) Any document concerning the financial ob-
20 ligations of the Board of Governors of the Federal
21 Reserve System to the Bank for International Settle-
22 ments.

23 (15) Any document concerning the relationship
24 among the Board of Governors of the Federal Re-
25 serve System, the Bank for International Settle-

1 ments, and the central banks of other countries
2 which are affiliated with such Bank in any manner
3 with regard to assigning or apportioning the ulti-
4 mate liability for any loss incurred in connection
5 with the extension of credit by such Bank to the
6 Government of Mexico.

7 (16) Any document, including minutes, concern-
8 ing any meeting between the President and any
9 Members of Congress concerning the proposed ac-
10 tions of the President, as announced on January 31,
11 1995, to strengthen the Mexican peso and support
12 economic stability in Mexico.

13 (17) Any document concerning any discrepancy
14 between the amount the President announced is
15 available in the exchange stabilization fund estab-
16 lished under section 5302 of title 31, United States
17 Code, and the amount shown as being available in
18 such Fund in the monthly statement of the public
19 debt of the United States on December 31, 1994.

○