

Set 1: busi, small, rate, percent, credit, tax, high, lawyer

Set 2: china, compani, oversea, industri, competit, invest, manufactur, worker

Set 3: russian, putin, russia, nato, democraci, old, clear, cold

Set 4: presidenti, candid, debat, univers, welcom, tonight, commiss, nomine

MODERATOR Senator, I want to extend for a minute, you talk about tax credits to stop outsourcing. But when you have IBM documents that I saw recently where you can hire a programmer for \$12 in China, \$56 an hour here, tax credits wont cut it.

JOHN KERRY You cant stop all outsourcing, Charlie. Ive never promised that. Im not going to, because that would be pandering. You cant. But what you can do is create a fair playing field, and thats what Im talking about. But let me just address what the president just said. Ladies and gentlemen, thats just not true what he said. The Wall Street Journal said 96 percent of small businesses are not affected at all by my plan. And you know why he gets that count? The president got \$84 from a timber company that owns, and hes counted as a small business. Dick Cheney counted as a small business. Thats how they do things. Thats just not right.

GEORGE W. BUSH I own a timber company? (LAUGHTER) Thats news to me. (LAUGHTER) Need some wood? (LAUGHTER) Most small businesses are Subchapter S corps. They just are. I met Grant Milliron, Mansfield, Ohio. Hes creating jobs. Most small businesses — 70 percent of the new jobs in America are created by small businesses. Taxes are going up when you run up the top two brackets. Its a fact.

MODERATOR President Bush, the next question is for you, and it comes from Rob Fowler, who I believe is over in this area.