lines is not equivalent to reproductive cloning." Berg, who appeared at the press conference, calls the episode "bizarre. ... You have an audience [that] seems not to have been on this planet for the last 2 years."

Stanford's plans are consistent with a state law passed in September that endorses both stem cell and therapeutic cloning research

(Science, 27 September, p. 2185), although Berg says that the new center "was in the works long before that." The University of California, San Francisco (UCSF), sponsored such work before researcher Roger Pedersen moved from there to the U.K.'s Cambridge University last year, and UCSF may revive it as part of another privately funded stem cell initiative launched earlier this year (Science, 16 August, p. 1107). Another boost may come from Massachusetts: Legislators there introduced a bill this month that would create a state fund for ES cell research.

Researchers applaud the Stanford initiative, which they see as necessary in light of the current prohibition on federal funding for research with human ES cells derived after 9 August 2001. MIT stem cell researcher George Daley says he hopes it is "just one of the first of what should be many privately funded institutes to take up the slack." The biggest one to date is the Institute for Cell Engineering at Johns Hopkins University, formed last year with an anonymous donation of \$58.5 million. UCSF is currently focused on distributing its two lines of presidentially approved stem cells to the 40 groups that have requested them.

-CONSTANCE HOLDEN

RESEARCH FUNDING

Italian Researchers Facing Lean Times

NAPLES—Italian researchers are distraught this week after legislators approved a 2003 budget that could shutter some national facilities and threaten Italy's contributions to major international research centers. "It is the worst situation in research in Italy since [World War II]," says legal historian Luigi Capogrossi Colognesi, a member of the governing council of the National Research Council (CNR), the country's largest research organization.

The parliamentary vote came after days of heated debate in the Senate, punctuated by outraged researchers demonstrating noisily outside and a mass resignation by university rectors, who say that a written commitment to adequate funding is the only thing that will bring them back. The chamber of deputies was preparing this week to rubber-stamp the budget decision by the upper house.

The Senate budget contained \$1.6 billion for public research organizations, a cut of 1.6%, and level funding of \$6.3 billion for universities. Fixed costs such as salaries and operating expenses consume most of the budget, leaving ongoing research projects most



It is not just the level of funding that has angered researchers. They are also incensed that the Ministry of Finance has proposed raising additional funds for universities by increasing the state tax on cigarettes. "I don't agree with people smoking to finance my research," says oncologist Alfredo Budillon of the University of Naples. Scientists

are also galled by a government proposal to create a \$98 million special science fund distributed at the personal discretion of Prime Minister Silvio Berlusconi. "This is a new attack on the autonomy of the scientific community and its institutions," says Falcone. Parliament was expected to vote this week on both proposals.

CNR, with about 100 research centers throughout Italy, will receive \$477 million, about 2.5% less than in 2002, says Capogrossi Colognesi. But the actual impact on science will be greater because its shrunken budget must cover raises written into existing labor agreements. CNR recently announced that it might have to rescind its membership in the European Science Foundation, and other international collaborations might also be sacrificed.

The government gave no explanation for why some organizations were hit much harder than others. "It is very hard to understand what the original motivations for these moves are, apart from trying to cut budgets across

the board," says physicist Alfonso Franciosi, chair of the National Committee for Synchrotron Radiation Research at the National Institute for the Physics of Matter (INFM). Facing a 30% cut, INFM will be forced to slash its contribution to the Elettra x-ray synchrotron in Trieste, which each year hosts 800 researchers from across Europe. Elettra could be shut down temporarily as early as next month. INFM officials are also wondering how to meet their \$11-million-a-year obligation to other European x-ray and neutron projects, among them the European Synchrotron Radiation Facility, the Institute Laue-Langevin neutron source, both in Grenoble, and the future European Spallation Source.

The National Institute for Nuclear Physics says it will be able to maintain its subscription to major facilities such as the CERN particle physics lab near Geneva, despite a 10% cut. But it will have to reduce its contribution to the building of several detectors for the Large Hadron Collider there, reports physicist Carlo Bernardini of the University of Rome.

Researchers say that the new cuts only underscore the country's status as the stepchild of European research. Italy spends less than 1% of its gross national product on research, about half the European average. Nobelist Carlo Rubbia, whose National Agency for New Technologies, Energy, and the Environment faces a 15% cut, says that Italy is "marginal both in Europe and in the world in the field of science."

-ALEXANDER HELLEMANS

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2004 BUDGET

No Holiday Cheer For NIH, NSF

When is a budget increase not really a budget increase? When President George W. Bush prepares a 2004 request to Congress before legislators have completed work on this year's budget.

Although the president's request for the next fiscal year won't become public until early February, Science has learned that the White House has settled on a 9% increase for the National Science Foundation (NSF), to roughly \$5.4 billion. That sounds like a hefty increase for a domestic research agency when the economy is in a slump, a war against Iraq looms, and the budget deficit is growing. But it might be no more than Congress gives NSF this year. The \$23.3 billion National Institutes of Health (NIH) has received similarly Scrooge-like news for the holidays: The White House has offered less than a 1% hike, and Department of Health and Human Services (HHS) officials are appealing.

The NSF request is less generous than it