

### DEPARTMENT OF THE INTERIOR OFFICE OF THE SECRETARY

WASHINGTON, D.C. 20240

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Dear Mr. Speaker:

Enclosed herewith is a proposed bill "To establish a commission on the Status of the Trust Territory of the Pacific Islands."

I recommend that the bill be referred to the appropriate committee for consideration and I urge that it be enacted.

On july 18, 1947, by Joint Resolution, the Congress approved the Trusteeship Agreement between the United States and the Security Council of the United Nations, pursuant to which the United States has since administered the area known as the Trust Territory of the Pacific Islands. The Trust Territory, comprising the Mariana, Caroline, and Marshall Islands, involves over two thousand islands in the Western Pacific, and has a population of over 90,000. Since 1951, the Secretary of the Interior, by designation of the President, has been responsible for the administration of the Trust Territory.

The Trust Territory occupies a unique relationship to the United States. United States sovereignty does not extend to the area, but the United States does have "full powers of administration, legislation, and jurisdiction" over the territory (Article 3 of the Trusteeship Agreement). The people of the Trust Territory are aliens as to the United States; yet the United States affords to them diplomatic protection when they travel abroad (Article 11). The Trust Territory is a foreign area for purposes of United States customs and tan laws, but the United States could, if it chose, cause these and other United States laws to apply there as fully as in the States. (Articles 3 and 9).

The Trusteeship Agreement is silent as to its duration. It cannot be altered without United States consent (Article 15), and it will presumably continue indefinitely until the parties agree to its termination. Additionally, the Agreement contains no provision concerning the procedure for its termination. The uniform United Mations procedure, however, with respect to the termination of trusteeship status for other areas, indicates that an expression of opinion from the residents of the Trust Territory, in the form of a United Mations-supervised plebiscite, would probably be an essential.

The United States has, through the Secretary of the Interior, created a Government of the Trust Territory which is similar in many respects

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to American territorial governments elsewhere. Its chief executive, the High Commissioner, is appointed by the Secretary of the Interior; its popularly elected territorial legislature has extensive legislative powers; its independent judiciary is headed by appointees of the Secretary of the Interior, but is largely manned by natives of the area. As in the case of American Samoa, there is no appeal from final decisions of the highest court in the Trust Territory to the Federal judicial system. The Government of the Trust Territory is financed very largely by means of Federal grants and appropriated funds, currently running at the level of approximately \$17,500,000 per year. About \$400,000 in local revenue was collected, in addition, during the most recent fiscal year.

On the matter of political development of the Trust Territory, the Trusteeship Agreement, in the first paragraph of Article 6, requires that the United States

"foster the development of such political institutions as are suited to the trust territory and shall promote the development of the inhabitants of the trust territory toward self-government or independence as may be appropriate to the particular circumstances of the trust territory and its peoples and the freely expressed wishes of the peoples concerned; and to this end shall give to the inhabitants of the trust territory a progressively increasing share in the administrative services in the territory; shall develop their participation in government; and give due recognition to the customs of the inhabitants in providing a system of law for the territory; and shall take other appropriate measures toward these ends."

The United States is, in our judgment, meeting these objectives of politified development in timely fashion. We have been and ar. rostiming the development of political institutions and promotting cell-jovernment by, among other things, the creation and utilitation of legislattive bodies at all levels of the Trust Territory Commment -unicipal, district, and territory-wide. The people of the Trust termitory have shared and are sharing increasingly in the administrasion of the area through employment in the executive branch. For example, a Micronesian has recently been appointed as a District Administrator; several others serve as Assistant District Administrators and, at the Head parters, a Micronesian was recently designat d as Deputy Assistant Commissioner for Resources Development. We have given due reasgnition to the customs of the inhabitants in providing a system of law, as evidenced by provisions of the Trust Territory Jone which recog lize customs as having the status of law, in the absence of written slatutes.

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We have not yet sought to elicit "the freely expressed wishes of the peoples concerned" as to the political status they would prefer. But in light of the evidence that the people of the Trust Territory are increasingly anxious to express themselves on this issue, we believe that the United States Government should promptly take action on this subject.

In August of 1966, the Congress of Micronesia expressly requested that we do so. By overwhelming majorities in each house of that Congress, a resolution was adopted which stated in part that "this generation of Micronesians should have an early opportunity to determine the future constitutional and political status of Micronesia". The resolution called for the creation of a Presidential commission to assess the political alternatives open to Micronesia and to ascertain the wishes and views of the Micronesians. The full text of the pertinent resolution, H. J. Res. No. 47, is enclosed.

In our judgment, the action sought by the Congress of Micronesia can most effectively and expeditiously be commenced by the creation of a commission, so constituted as to represent the views of both the Government of the United States and the people of the Orust Territory, which commission would (a) assess the alternatives as to political status which are open to the people of Micronesia; (b) consult with the people of Micronesia so as to ascertain their wishes and views; (c) formulate recommendations as to the future political status of the Trust Territory and the procedure required to achieve that status; and (d) submit a report containing such recommendations to the President of the United States, the Congress of the United States, and the Congress of Micronesia. Such report would be submitted no later than 6 months following the commission's initial meeting.

Until an effort has been made to identify the status options which the results sically available to the Micronesians, it seems to us premature for representatives of the United States to discuss officially status options with them. We would anticipate that among the optics available to the Micronesians, when they are asked to participate in a plebiscite, would be sovereign independence. Article 6 of the Trusteeship Agreement, quoted above, implies that this should is so. Additionally, it may prove desirable to afford to the Micronesians the chance to choose the alternative of perpetuating the trusteeship. We understand that there is some sentiment now to the effect that it is too early for the Micronesians to be asked to decide upon their political future. Additionally, there is evidence that certain Micronesians believe that some form of permanent asso iation with the United States is the most attractive status alternative. Indeed, Micronesians in increasing numbers have attempted to sort out

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for themselves some of the possible forms which Trust Territory-United States association might take. They have received little assistance from us in this pursuit, for the Department of the Interior has been reluctant to articulate the possibilities, because of our concern that some such possibilities may not be realistically available. Too, prior to the recent incorption of the Congress of Micronesia, there was no force around which political opinion could conteace. Emplify this is no longer the case, and, as H. J. Res No. 47 indicates, it is the Micronesian people who are now seeking, at an accelerating pace, the resolution of their political status.

If the people of the Trust Territory incline toward permanent political association with the United States, the form of that association is a matter ultimately for the Congress of the United States to act upon. It is for this reason important, in our judgment, that the Congress be represented on the proposed commission, so as to assist in the assessment of the status alternatives. The association alternatives are in theory very numerous. They surely include the many forms which the United States has provided in the past: territorial status, either incorporated or unincorporated; commonwealth status, as in the current case of Puerto Rico; admission to the Union, as a State. But they include variations or combinations of these forms, all of which ought to be considered by representatives of the Micronesian people, of the interested agencies of the executive branch of the United States Government, and of the Congress of the United States. It is because of the need for this three-way involvement that we have proposed the enclosed draft legislation authorizing the partisipation in a status commission of representatives of the United States Congress, the executive branch and representatives of the Micronesian people. Without such tripartite participation, it would be difficult for the proposed commission to arrive at, in the words of the Congress of Micronesia resolution, "meaningful proposals of the political and constitutional alternatives open to the people of Micronesia."

Special leadly, section 1 of the bill establishes the Commission on the Status of the Trust Territory of the Pacific Islands, and section 2 status the purpose of such Commission is to study the alternatives as to political status open to Micronesia, and, through consultation, assess the views of the people of Micronesia toward such alternatives.

Section 3 provides that the Commission shall be composed of fifteen members: unree members of the Senate; three members of the House of Representatives; three members of the Senate of the Congress of Micronesia; three members of the House of Representatives of the Congress of Micronesia; and three members of the Federal executive branch.

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Section 4 provides for the organization and operation of the Commission. The section provides in part that members of the Commission who are members of the United States Congress, or who are representatives of the executive branch, shall serve without additional compensation, but that the Commission members who are members of the Congress of Micronesia shall receive \$30 per diem when engaged in Commission duties. All members of the Commission shall be reimbursed for travel, subsistence, and necessary expenses in the performance of such duties.

Section 5 sets forth the specific duties of the Commission and requires that a report be made by the Commission to the President, the Congress, and the Congress of Micronesia no later than 6 months following the Commission's initial meeting.

Section 6 sets forth certain powers of the Commission including the authority to obtain information it deems necessary to carry out its functions from any executive branch department, agency or instrumentality. The section also authorizes such departments, agencies, or instrumentalities to provide such information. It does not direct them to do so, inasmuch as agencies may find it necessary to withhold classified documents.

Section 7 authorizes the appropriation of not more than \$150,000, to remain available until expended, for the purpose of carrying out the provisions of the bill. The section also authorizes the Commission to appoint and fix the compensation of an Executive secretary and such other personnel as may be necessary to enable the Commission to earry out its functions without regard to the civil service laws, rules and regulations.

It is contemplated that the sum of \$150,000 would be sufficient to permit the trip to, from and through the Trust Territory by each of the non-Micronesian members of the Commission (potentially nine); one trip to and from Washington by each of the Micronesian members; a staff, for approximately 12 months, consisting of the Executive Socretary and one secretary; and all other necessary expenses of the Commission such as communications, printing and supplies.

We are convinced that this proposal is a matter of great importance and timeliness, both to the United States and to the people of Micronesia. We are hopeful, therefore, that the Congress will give this proposal prompt and favorable consideration.

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The Direct of the Dudget has advised that there is no objection to the submission of this proposal from the standpoint of the Administration's program.

Sincerely yours,

Secretary of the Interior

Hom. John W. McCommeli Specifier of the House of Representatives Washington, D. J.

Enclosure

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Secretary's Reading File (2)
Bureau of the Budget
The White House
Office of Information
Office of Territories
Associate Solicitor - TW&C
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