STATES OF RELEASE

· R Pac 19 PAC TIT

Department of State

TELEGRAM

UNCLASSIFIED 937

PAGE Ø1 282032Z

87 ACTION INT-06

INFO OCT-01 10-12 EA-11 CIAE-00 PM-06 H-02 INR-06 L-03

NSAE-00 NSC-10 P-03 RSC-01 PRS-01 SS-14 USIA-12 E-11

RSR-01 /100 W

R 2807212 JAN 72
FM DISTAD PALAU
TO SECSTATE WASHDC
INFO COMTWELVE SAN FRAN CALIF
SECDEFENSE
WHITE HOUSE
CINCPAC
CINCPACREP GUAM TTPI
HICOMTERPACIS SAIPAN

DEPARTMENT OF STATE A/CDC/MR

REVIEWED BY DATE FEB. 26 1987

RDS or XDS EXT. DATE

TS AUTH. ____ REASON(S)

ENDORSE EXISTING MARKINGS

DECLASSIFIED RELEASABLE

RELEASE DENIED[]

PA or FOI EXEMPTIONS

UNCLAS.

PASS TO DEP. INTERIOR FOR OSN AND DASTA

FROM POLAD 42. STATE FOR IO/UNP AND S/PC. COMTWELVE FOR AMRASSADOR WILLIAMS. DEFENSE FOR OSD/ISA AND JCS. WHITE HOUSE FOR MR. HOLDRIDGE (NSC). CINCPAC FOR POLAD.

SUBJECT: TTPI CONGRESS OF MICRONESIA AND ECONOMIC DEVELOPMENT.

1. JANUARY 24 HOUSE RESOURCES AND DEVELOPMENT COMMITTEE CHAIRMAN SASAUO HARUO (TRUK) INTRODUCED HIS COMMITTEE'S REPORT ON ECONOMIC DEVELOPMENT IN THE TTPI. ALMOST TWO HUNDRED PAGES LONG, REPORT IS FIRST COMPREHENSIVE MICRONESIAN (AS AGAINST

PAGE TWO RUNGSAA5062 UNCLAS

U.S. OR U.N.) SURVEY OF MICRONESIA'S ECONOMY AND IS BASED ON ABOUT THREE MONTHS OF TRAVEL AND HEARINGS THROUGHOUT TTPI.

2. IN INTRODUCING HIS COMMITTEE'S REPORT, REP. HARUO
DESCRIBED MICRONESIA'S PRESENT ECONOMY AS A "CONFUSED AND BLEAK
JUMBLE, A PICTURE OF DESPARATE AND ISRUPTIVE FORCES AT WORK IN
A HELTER-SKELTER FASHION. AT ONE LEVEL WE FIND LACK OF CONTINUITY,
BUREAUCRATIC LETHARGY, POOR COMMUNICATION, LACK OF DIRECTION, CONFUSION

OVER PRIORITIES AND INAPPROPRIATE PROGRAMS. ALL THIS IS COMPOUNDED

UNCLASSIFIED



Department of State

TELEGRAM

UNCLASSIFIED

PAGE 02 282032Z

BY GENERAL LACK OF FORCEFUL AND CONTINUOUS MONITORING, SUPPORT, AND REVIEW OF ECONOMIC DEVELOPMENT AND ITS EFFECTS." ELSEWHERE IN LONG STATEMENT, HE STATES HIS COMMITTEE WAS "SHOCKED" ABOUT WHAT IT LEARNED IN TERMS OF GOVERNMENT'S HANDLING OF CONTRACTS, AND BITTERLY ATTACKED ADMINISTRATION FOR LACK OF PERFORMANCE WITH RESPECT DEVELOPMENT MARINE AND AGRIGULTURAL RESOURCES. ON MARINE RESOURCES, HE NOTED COMMITTEE FOUND THAT BUDGET FOR DEVELOPMENT THAT ACTIVITY ONLY ONE TENTH THAT ALLOCATED FOR ALL RESOURCES AND DEVELOPMENT ACTIVITIES.

3. DESPITE STATEMENT ON PAGE FIVE OF REPORT THAT COMMITTEE MEMBERS UNANIMOUSLY AGREED ADMINISTERING AUTHORITY "HAS NO SPECIFIC ECONOMIC DEVELOPMENT GOALS," REPORT AS A WHOLE IS

PAGE THREE RUHGSAA5062 UNCLAS

EXTREMELY THOUGH, WELL PREPARED AND TEMPERATE DOCUMENT -- MUCH
MORE TEMPERATE THAN HAD BEEN EXPECTED BY MANY HERE.

FURTHER, REPORT CONTAINS MANY WORTHY AND CONSTRUCTIVE

RECOMMENDATIONS OR CONCLUSIONS. SOME OF RECOMMENDATIONS

ARE DIRECTED AT CONGRESS OF MICRONESIA IN TERMS IMPLEMENTATION,

AND STILL OTHERS AT TIPI ADMINISTRATION AND U.S. GOVERNMENT.

BUT AT ANY EVENT, REPORT IS WORTHY OF CAREFUL READING AND

ATTENTION BY THOSE CONCERNED WITH TTPI ADMINISTRATION, AND THOSE CONCERNED WITH TTPI FUTURE POLITICAL STATUS. IN EITHER CASE, I WISH EMPHASIZE AGAIN THAT FOR FIRST TIME WE HAVE A COMPREHENSIVE AND THOROUGH REPORT OF MICRONESIAN VIEWS ON MICRONESIA'S DEVELOPMENT.

4. ONE COPY REPORT AND CHAIRMAN'S JANUARY 24 STATEMENT ON REPORT BEING AIRMAILED TODAY TO AMBASSADOR WILLIAMS AND OSN. SHOULD BE ABLE AIRMAIL ADDITIONAL COPIES IN ABOUT ONE WZEK. DORRANCE

EOT

UNCLASSIFIED