

WORKING GROUP ON ECONOMICS AND FINANCE

August 21, 1973

The Joint Working Group on Economics and Finance will undertake a technical review of the financial requirements of the Marianas and the implications for future U.S. economic and financial assistance to the Marianas. This joint study will be aimed toward assisting the two delegations in their development of an appropriate future financial relationship between the U.S. and the Marianas following the termination of the Trusteeship Agreement.

Although it is recognized that the group may not be able to reach a complete unanimity of views, it will aim its efforts towards expediting the overall negotiations by identifying the areas of agreement and those to be resolved.

The group will meet in Washington or in the Mariana Islands and may, as necessary, seek expert technical assistance from outside the respective delegations or otherwise seek relevant local data.

The group should report its findings and recommendations to the Marianas Political Status Commission and the President's Personal Representative as soon as possible, but no later than three weeks in advance of the next negotiating session. //

Specifically, the group will study:

1. The timing, range, cost and funding of planning activities envisaged in Phase I of the Marianas position paper.
2. The following questions suggested by Phase II of the Marianas position papers:
 - a. The cost of government operations and programs in the Marianas.
 - b. The nature and extent of internal revenues likely to be generated in the Marianas during the period covered by Phase II (1976-1987), including:
 - (1) The impact on anticipated revenues of present United States plans for construction and operation of a military facility in the Marianas.