

File - Marianas
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13
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Notes on letter from Director of Territorial
Affairs Carpenter to High Commissioner Johnston.
Letter received by HICOM approximately 7-3-74.

Main points:

1. During Marianas IV negotiations, Ambassador Williams agreed to use his offices to see if funding for Marianas steam power plant could be kept outside the agreed Phase II financial assistance program. ^{said he} Carpenter/supports this concept.

2. Further ceiling increases not likely. In order to honor request (point 1), \$4.5 million of FY 1976 non-Marianas CIP projects must be deferred until FY 1977 and the power plant injected into the FY 1976 program.

3. The Department (DOI) will seek \$30,134,000 CIP funding in constant FY 1975 dollars in FY 1977 for all districts, ~~excluding Marianas which is expected to be financed separately.~~

This figure is arrived at by taking the six districts' \$31 million CIP figure contained in the three-year plan, minus \$5.366 million now programmed for the Marianas, then adding back the \$4.5 million lost in FY 1976.

4. Impact of \$4.5 million deferral will not be unduly restrictive; projects such as road building and paving are ongoing, and to have a portion of the money deferred would not substantially hinder the affected programs.

5. This entire matter will receive attention when Ambassador Williams meets with Senator Salii in July.