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U.S. Draft - December 19, 1974

(Technical Agreement to be signed concurrently with the Covenant)

TECHNICAL AGREEMENT REGARDING UNITED STATES LAND ACQUI-

The Marianas Political Status Commission and the United States of

America.

Considering that the United States and the people of the Northern Mariana Islands have today entered into a formal Covenant providing for the establishment of a Commonwealth of the Northern Mariana Islands in policial union with the United States, hereinafter referred to as the Covenant;

Recognizing that Sections 802 and 803 of Article VIII of that Covenant contain provisions relating to the acquisition of land by the United States in the Northern Mariana Islands for defense purposes;

Noting that the extent of land required for use by the United States has been determined and the precise boundaries agreed upon by both parties hereto; and

Desiring that all basic arrangements relative to land be reduced to a formal land agreement;

Have now entered into the following technical agreement which will be subject to subsequent approval by the District Legislature of the Mariana Islands District of the Trust Territory of the Pacific Islands and becomes effective on the date that Sections 802 and 803 of the Covenant come into force.

PART I. MATTERS TO BE INCLUDED IN LAND CONVEYANCES LEASTER WITH THE WOITED STATES.

1. Description. Lands to be acquired by the United States for defense purposes are set forth in Section 802 of Article VIII, of the Covenant and are further described in Exhibit A, attached, and depicted on the map,

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- 2. Acquisition The land entity established by the Marianas District Legislature to receive and administer public lands in the Northern Mariana Islands will as soon as it is organized enterminto a lease with the duly authorized representative of the U.S. Government as follows:
- (a) The Government of the Northern Mariana Islands or its duly authorized representatives will lease the areas described in Section 802 of the Covenant and also described in Exhibit A attached hereto to the Government of the United States for a term of 50 years, and the Government of the United States will have the option of renewing this lease for all or part or such areas for an additional term of 50 years if it so desires at the end of the first term.
- (b) The Government of the United States will pay to the Government of the Northern Mariana Islands in full settlement of this lease, including the renewal option, the total sum of \$19,520,600 stated in constant 1975 dollars, divided as follows:
  - (1) Tinian \$17,500,000;
  - (2) Tanapag \$2,000,000; and
  - (3) Farallón de Medinilla \$20,600
- (c) The United States will lease back to the Government of the Northern Mariana Islands at a nominal sum of \$1 per acre per year, to be used for purposes compatible with their inteneded military use, the following areas:
  - (1) On Tinian, approximately 6,400 acres; and
  - (2) At Tanapag, 44 acres
- (d) One hundred thirty-three of the 177 acres included at Tanapag Harbors will be made available to the Government of the Northern Mariana Islands by the United States Government and will be set aside by the Government of the Northern Mariana Islands as a memorial for the American and Marianas dead in World War II and a public park. The Government of the Northern Mariana Islands will

place the \$2 million made available by the United States in a perpetual trust fund to be used as needed for the development of the memorial park and for its maintenance.

Payment under the lease will be made as soon as practicable after the receipt of authorization and appropriation by the Congress of the United States. The United States may enjoy full and unrestricted use of the land immediately upon making the above payment. The amount to be paid will be adjusted at the time of payment to reflect any percentage change, up or down, in the Guam Consumer Price Index between the time of signature of the Agreement and the time of payment. Should payment not be made within five years from the effective date of this Agreement then this Agreement shall automatically terminate and both parties will be released from all liability or obligations created by this Agreement.

3. Settlement of Claims, Encumbrances, etc. All legal encumbrances on lands described in paragraph I above, except for the Micronesian Development Corporation lease, will be removed and all existing claims will be settled by the Government of the Northern Mariana Islands at no additional cost to the United States Government. The United States will, however, pay all Title II benefits due under the Uniform Relocation and Real Property Acquisition Policies Act of 1970.

The Government of the Northern Marianas' lease of property to the United States Government on Tinian will be subject to the present Micronesian Development Corporation lease which will continue according to its terms. The U.S. Government will be responsible for any damages resulting from early termination of the Marianas Development Corporation lease at United States initiative. Should the Micronesian Development Corporation lease be terminated at the request of the Government of the Northern Mariana Islands, the Government of

the Northern Mariana Islands will be responsible for any resulting damages and will hold the United States harmless from all claims arising by reason of such termination.

## 4. Leasebacks

## A. Tinian.

- (1) <u>General</u>. All leasebacks on Tinian made pursuant to this Agreement will be subjec to the following retrictions to be contained in the lease(s):
- a. Uses of land must be compatible with planned military activities;
- b. There will be no permanent construction without prior U.S. consent;
  - c. FAA safety zone areas apply with respect to land use;
- d. Uses that damage or have a detrimental effect on subsequent use of the land will not be permitted.
- e. All lease backs will be subject to cancellation upon one year's notice, or sooner in the event of urgent military requirement or national emergency.
- f. Provisions for fair compensation in the event of cancellation or early termination will be included.
- (2) Area South of Present West Field. Approximately 1,335 acres lying south of West Field including the harbor area will be made available to the Government of the Northern Mariana Islands under lease back from the United States at such time as the United States obtains its land interests in such land. This lease back will be for a term of ten years with renewal rights upon request for an additional ten years upon the approval of the U.S. Government, except for thehharbor area which would be on a short-term five year basis U33654

of \$1 per acre per year, but are subject to revocation by the United States Government in the event of military need with one year notice except in case of national emergency where no notice is required. The Government of the Northern Mariana Islands may in turn sublease these lands on terms compatible with the lease back with such leases subject to immediate revocation in the event of violation of its terms. Permissible uses are grazing, agriculture that does not interfere with flight safety and other possible uses that may be approved from time to time by the U.S.

- (3) Area North of Present West Field and East of Broadway. The lands north of West Field and east of Broadway will continue to be used in accordance with the terms and conditions of the current lease with the Micronesian Development Corporation. This includes approximately 4,010 acres.
- (4) Military Maneuver Area on Tinian—Grazing. The United States will lease back ten out of the twelve existing grazing leases in the proposed maneuver area north of West Field. Substitute grazing leases will be made available within areas set aside for maneuvers north of West Field for two of those leases presently located in areas with a high probability of their being used by U.S. forces which are unsuitable for lease back. These leases will be for five years at \$1 per acre, renewable for additional five year periods, but subject to the same restrictions as ten year lease backs. Grazing will be the only use permitted. 1,113 acres will be leased back in this category.

(5) Military Maneuver Area on Tinian -- Present Private Owners. There are 38 deeded homestead parcels and six pending homesteads in the maneuver area. The Government of the Northern Mariana Islands will acquire this land at no additional cost to the United States Government. The Government of the Northern Mariana Islands will provide an opportunity for the owners of these homesteads who may be eligible for new homesteads as a result of their displacement to exchange their land with comparable lands outside the military area. The homestead owners will be fully compensated by the Government of the Northern Mariana Islands if they do not choose this exchange and will in addition receive whatever relocation compensation and assistance to which they would be entitled under U.S. law. After this land now held as homesteads is acquired by the United States by lease from the Government of the Northern Mariana Islands the United States will on a caseby-case basis on request lease it back to those former owners who wish to continue to farm the land on the same terms indicated in paragraph 3 above. Approximately 503 acres are involved in this category.

(6) Civilian Aviation Terminal Facilities, West Field. The presently existing civilian air terminal will be allowed to remain until such time as the U. S. military authorities determine that military requirements necessitate its relocation. If relocation becomes necessary in the future the U. S. will reimburse the Government of the Northern Mariana Islands for fair value of the old terminal building. Land will be made available adjacent to the present or to a future runway for civilian terminal facilities, including, but not limited to apron, aircraft parking, terminal building(s), automobile parking, and roadways. Ample provision will be made for necessary growth and expansion of the civilian facility. Military and civil aviation and safety and security regulations will be fully accommodated in the design and construction of any new civil aviation facilities constructed.

The total area covered by the U. S. proposal for lease back on Tinian is approximately 6,458 acres.

## B. Saipan.

(1) Tanapag Harbor. The United States will make available to the Government of the Northern Mariana Islands without cost 133 out of the 177 acres set aside in Tanapag Harbor. This will be used for a memorial to Americans and people of the Marianas who died in World War II and as a public park. \$2,000,000 of the total funds paid by the United States will be placed in a trust fund by the Government of the Northern Mariana Islands. Income from this fund will be used to develop and maintain the memorial park. The United States will assist in this development by providing assistance in planning and technical advice. Adequate space will be provided the United States to construct at its expense a memorial to the Americans

who died in the Marianas campaign. The remaining 44 acres will be made available to the Government of the Northern Mariana Islands by lease back on the same terms and conditions named in paragraph A (1) above except that uses of the 44 acres must be harbor related and leases will be for 10 years and will be automatically renewable.

#### PART II. JOINT USE

The United States Government or its duly authorized representative will enter into joint use agreements with a duly authorized agency or agencies of the Government of the Northern Mariana Islands, when such agency or agencies have been established by the Government of the Northern Mariana Islands, which will cover inter alia the following:

1. San Jose Harbor, Tinian. San Jose Harbor will initially be under Government of the Northern Mariana Islands control under specific terms of the lease back. If and when a decision is made to construct a full base as originally planned appropriate joint control arrangements will be agreed upon for the construction and subsequent periods to accommodate the needs of the civilian community with the military. When the U. S. upgrades the existing harbor the Government of the Northern Mariana Islands will upgrade their approximate 600 feet of wharf space or reimburse the U. S. for having such services performed as part of the U. S. construction project.

With respect to the two plots totalling nine acres immediately adjacent to the 600 foot civilian wharf, the Government of the Northern Mariana Islands will place appropriate restrictions on their use for harbor related activities only.

#### 2. West Field, Tinian

- A. General Use. There will be joint civil-military use of the field for aviation purposes with exceptions for safety of flight and non-interference with military operations. The Government of the Northern Mariana Islands will have operational responsibility for West Field except during periods of military use. During such periods the United States will assume operational responsibility and control.
- B. <u>Development Costs</u>. The cost of improving and maintaining present civil terminal facilities and future civilian terminal facilities will be borne by the Government of the Northern Mariana Islands.

- C. <u>Fuel Supplies</u>. Until the U. S. military takes over control and management of the field, fuel supplies for civilian aviation use will be the responsibility of the Government of the Northern Mariana Islands. Thereafter, as soon as they become available, standard military aviation fuels and oils will be supplied, subject to Federal Energy Administration allocation, on a cost basis by the Government of the United States to the Government of the Northern Mariana Islands for civil and compatible commercial aviation needs on Tinian. It is understood that provision of such fuels and oils will not be permitted to compete with private commercial enterprises performing this service.
- D. Terminial Utilities. The Government of the United States, during its planning of future base facilities, will take into consideration the needs of the future civilian terminal area for water, power, telephone and other utilities applicable to a terminal facility so as to make available to the civilian terminal appropriate utility hookups at the closest practicable locations to allow for civilian development of these utilities and joint use thereafter on a reimbursable basis.
- E. <u>Use of Present Facilities</u>. The use of facilities presently in existence at the West Field location and the use of the present air strip will continue on an uninterrupted basis prior to, during and subsequent to initial construction upgrade and during any future improvement program to the greatest extent possible. There will be close coordination with the Government of the Northern Mariana Islands to insure as

little hardship as possible should interruptions of the use of the present West Field and its terminal facilities be necessary for military operations such as maneuvers, etc. The use of a runway and taxiways may be curtailed from time to time to allow appropriate and adequate construction and repair work to be accomplished. This construction and repair work will at all times be coordinated with the civilian community so as to minimize any hardships involved.

- F. <u>U. S. Facilities</u>. When the United States establishes an operational military airfield at West Field, Tinian, the United States will provide such aircraft and structural fire protection services and aircraft crash rescue services as are available. The cost of such services shall be borne by the United States, subject to charging appropriate fees to users of these services.
- G. Landing Fees. At such time as the military forces take over operation of West Field commercial aircraft will be charged the minimum allowable landing fees according to standard policy of the appropriate military department, and collection will be in accordance with the terms of the formal joint use agreement.

### H. Security, Access, Customs.

- (1) Access to the present and future civilian air terminal area will be unrestricted.
- (2) Security in and around the present and future civilian air terminal and the operation and maintenance of the civilian facilities will be the responsibility of the Government of the Northern Mariana Islands or its representative.

(3) Customs inspections of all persons, baggage and freight will be in accord with all applicable laws and implementing regulations with the general principle established that whenever and wherever possible this customs inspection shall be performed in the military area by customs inspectors arranged for by the military and in the civilian area by customs inspectors arranged for by the Government of the Northern Mariana Islands.

## PART III - SOCIAL STRUCTURE ARRANGEMENTS

The following provisions unless modified by mutual agreement of the duly authorized representatives of the United States Government and the Government of the Northern Mariana Islands, will govern the future relations between the United States military forces in the Northern Mariana Islands and the civil authorities thereof:

- 1. Fishing and Shoreline Activities, Tinian. All shoreline areas in and around the northern two-thirds of Tinian shall remain open to fishermen at all possible times except for those limited areas that must be closed to comply with safety, security and hazardous risk requirements as may develop from military or commercial activities.
- 2. Beaches, Tinian. Marianas citizens shall have the same access to beach areas in the military areas of Tinian for recreational purposes as their dependents have for recreational purposes. During times of maneuvers and military operations the use of certain beaches or areas of the beach will be restricted. Closure for such purposes, however, will be kept to a minimum consistent with military requirein the interests ments/of safety and security. Conduct of all personnel within the beach areas and use of these areas will be subject to applicable military regulations.

- 3. <u>Utilities</u>. Utilities planning will be undertaken for Tinian on an island-wide basis, taking into account reasonable projections of civilian population land at the time development by the military becomes necessary. Planning accomplished by the United States will be closely coordinated with planning by the Government of the Northern Mariana Islands.
- a. The Government of the Northern Mariana Islands will bear the cost of civilian planning by either undertaking the planning work or reimbursing the United States for planning services.
- b. The Government of the Northern Mariana Islands will take necessary action to obtain such Federal funds as are available for planning pursuant to the Housing and Community Development Act of 1974.
- c. When utilities are constructed for military purposes, the United States will make excess capacity of utilities available to the civilian community on Tinian on an appropriate fee basis if desired.
- d. Use of this excess capacity by the civilian community is to be without contribution into the development costs of the capacity.

  The United States will not be expected to insure or create any guaranteed capacity for the civilian community on Tinian.
- 4. <u>Water.</u> Potable water will be made available to the United States by the Government of the Northern Mariana Islands at a mutually agreed cost.
- 5. Medical Care. In accordance with applicable guidelines and regulations emergency care, in military facilities established on Tinian, for all U. S. citizens or nationals residing on Tinian will be provided by the military when available on the island. In addition medical care in military health facilities on Tinian on a non-emergency basis will

be provided to residents of Tinian where civilian capability is non-existent, subject to the capacity and capability of the military and professional staff and availability of such Tinian military health facilities. Costs for all medical care will be at the prevailing reimbursement rates.

- 6. Fire Protection. When military firefighting facilities become necessary, a mutual fire protection aid agreement similar to that type of an agreement presently provided voluntarily by the military services in other locations will be entered into between the military facility on Tinian and the local community. Thus maximum beneficial use may be made of military and civilian capability as available on a reciprocal basis at minimum cost to either party.
- 7. Schools. At such time as military dependents are to be stationed on the base in large numbers, consultation will be held betwenn the civlian and military authorities on Tinian to determine possible impact on the local school system and appropriate steps will be taken to secure such additional Federal assistance as may be necessary.
- 8. Base Exchange, Commissary and Movies. At such time as an operating base is established purchasing of commodities by the civilian community from the base exchange and commissary will be prohibited, but use of base movies by the civilian community as guests in accordance with existing regulations will be permitted.

# PART IV - IMPLEMENTATION

This technical agreement will become effective upon final approval of the Covenant. Subordinate formal implementing agreements are to be executed as soon as practicable.

Done	THIS	DAY	of _	, 19 IN SAIPAN
			$\Rightarrow$	FOR THE UNITED STATES OF AMERICA
`			<u> </u>	FOR THE MARIANAS POLITICAL STATUS COMMISSION
				MEMBERS OF THE MARIANAS POLITICAL STATUS COMMISSION
				ETC.