



Department of State

MAY 29 1975

TELEGRAM

File n 28 May 1975
10
75, 64

File 513.1

UNCLASSIFIED 8451

Other cy in 814

PAGE 01 281428Z

45
ACTION INT-05

INFO OCT-01 EA-10 PM-03 IO-10 PA-02 L-03 /034 W
089522

P 280830Z MAY 75
FM HICOMTERPACIS SAIPAN MARIANA ISLANDS
TO ALODISTADS TERPACIS
TT LNO GUAM MARIANA ISLANDS
TT LNO KAWAJALEIN MARSHALL ISLANDS
COMNAVMIANAS GUAM MARIANAS ISLANDS
CINCPACREP GUAM/TTPI GUAM MARIANAS ISLANDS
CINCPAC HONOLULU HI
INTELLIGENCE CENTER PACIFIC (IPAC)
NAVINSERVO GUAM MARIANAS ISLANDS
COMTWELVE SAN FRANCISCO CA
RUEHC /SECSTATE WASHINGTON DC
SECDEF WASHINGTON DC
JCS WASHINGTON DC
CNO WASHINGTON DC
CINCPACFLT MAKALAPA HI
CINCPACFLT HICKAM AFB HI
CGFMFPAC CAMP W M SMITH HI
COMCBPAC PEARL HARBOR HI
NAVFACENGCOMHQ ALEXANDRIA VA
PACNAVFACENGCOM PEARL HARBOR HI

1. U. N. Hearings Begin
2. Kendall Report to U. N.
3. Setiki's Remarks at U. N. Hearings.

SAMTEC VANDENBERG AFB CA
FCDNA-LGA KIRTLAND AFB NM
CDRUSAGO MAKIMINATO JAPAN//TTPI-LNO//
AMEMB CANBERRA ACT AS
RUEHKO /AMEMB TOKYO JA
RUEHDT /USMISSION USUN NEW YORK

UNCLAS.
SECTION 01 OF 04
COMTWELVE PASS INFO FOR AMB WILLIAMS
SECSTATE PASS TO DEPT INT/SEC INTERIOR/DOA OSN
AMEMBASSY CANBERRA FOR PAC. ISLA. MOONTHLY

UNCLASSIFIED

70

03 034562



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 02 281428Z

(UN HEARINGS BEGINS)

UNITED NATIONS, MAY 28 (MNS)---TUESDAY (MAY 27) MARKED THE OPENING OF THE 42ND SESSION OF THE UNITED NATIONS TRUSTEESHIP COUNCIL HEARING AT THE UNITED NATIONS BUILDING IN NEW YORK CITY.

THE PROCEEDINGS, WHICH ARE EXPECTED TO LAST UNTIL THE MIDDLE OF NEXT WEEK, BEGAN WITH THE ELECTION OF NEW OFFICERS FOR THIS SESSION. REPRESENTATIVES OF THE UNITED KINGDOM,

PAGE 03 RUHGSAA1809 UNCLAS.

AUSTRALIA, FRANCE, THE SOVIET UNION AND THE UNITED STATES CAST THEIR BALLOTS AND SELECTED JAMES MURRY OF THE UNITED KINGDOM TO BE PRESIDENT OF THE TRUSTEESHIP COUNCIL FOR THIS YEAR AND SELECTED AMBASSADOR BARBARA WHITE OF THE UNITED STATES TO BE VICE-PRESIDENT.

DURING THE CONGRATULATORY REMARKS, THE REPRESENTATIVES FROM EACH NATION AFFIRMED THEIR BELIEF THAT THIS YEAR WILL BE A VERY CRUCIAL YEAR FOR MICRONESIA.

THE REPRESENTATIVE FROM THE UNITED KINGDOM SAID THAT HIS DELEGATION WILL BE LISTENING VERY CAREFULLY TO THE VIEWS OF THE REPRESENTATIVES FROM MICRONESIA. REPRESENTATIVES FROM THE OTHER NATIONS ECHOED THESE SENTIMENTS.

AMBASSADOR BARBARA WHITE OF THE UNITED STATES WAS INVITED TO BEGIN THE PROCEEDINGS BY MAKING AN OPENING STATEMENT. AMBASSADOR WHITE CONFINED REMARKS PRIMARILY TO THE SUBJECT OF THE FORTHCOMING MARIANAS PLEBISCITE AND THE PROPOSED COMPACT OF FREE ASSOCIATION.

AFTER REVIEWING THE HISTORY OF BOTH PROPOSALS, SHE NOTED THAT THE CONGRESS OF MICRONESIA VOTED TO REJECT ONE SECTION OF THE DRAFT COMPACT LAST MARCH, AND THEN DIRECTED THE JOINT

PAGE 04 RUHGSAA1809 UNCLAS.

COMMITTEE ON FUTURE STATUS TO RENEGOTIATE NEW TERMS AND LEVELS OF ASSISTANCE TO MICRONESIA.

THE AMBASSADOR RECALLED THAT BECAUSE OF OTHER COMMITMENTS AND RESPONSIBILITIES OF THE MEMBERS OF THE CONGRESS OF MICRONESIA AND THE JOINT COMMITTEE, THAT IT HAS NOT YET BEEN

UNCLASSIFIED



Department of State

TELEGRAM

UNCLASSIFIED

PAGE 03 281428Z

POSSIBLE TO ARRANGE SUCH A MEETING. SHE SAID THE INVITATION BY THE UNITED STATES TO RESUME THE NEGOTIATIONS ON THE DRAFT COMPACT REMAINS OPEN AND EXPRESSED THE HOPE THAT DISCUSSIONS WILL BEGIN AGAIN IN THE NEAR FUTURE.

THEN AMBASSADOR WHITE REVIEWED THE HISTORY OF THE SIGNING OF THE COVENANT, ITS MAJOR PROVISIONS AND THE PREPARATIONS FOR THE FORTHCOMING PLEBISCITE.

SHE STATED THAT IF THE COVENANT IS APPROVED BY THE PEOPLE OF THE MARIANAS ON JUNE 17TH, THE COVENANT WILL BE SUBMITTED TO THE U.S. CONGRESS IN THE FORM OF A BILL. SHE SAID THAT SHE ANTICIPATES THAT THE U.S. CONGRESS WILL DEAL WITH THE COVENANT AS A MATTER OF PRIORITY.

AMBASSADOR WHITE REASSURED THE MEMBERS OF THE COUNCIL THAT EVEN THOUGH SHE WOULD ANTICIPATE THE FORMATION OF A SEPARATE ADMINISTRATION FOR THE MARIANAS UPON APPROVAL OF

PAGE 05 RUHG9AA1809 UNCLAS.

THE COVENANT THAT THE UNITED STATES WOULD TERMINATE THE TRUSTEESHIP SIMULTANEOUSLY FOR ALL AREAS OF THE TRUST TERRITORY.

AMBASSADOR WHITE ENDED HER REMARKS BY SAYING THAT IN ORDER FOR A SMOOTH TRANSITION FROM THE PRESENT STATUS TO WHATEVER STATUS THE MICRONESIAN PEOPLE CHOOSE, WILL REQUIRE A TRANSITION PERIOD OF APPROXIMATELY FIVE YEARS, AND THEREFORE, THE UNITED STATES WISHES TO COMPLETE THE NEGOTIATIONS AND THE TRANSITION TO A NEW STATUS JUST AS RAPIDLY AS THE PEOPLE OF MICRONESIA ARE WILLING TO MOVE.

SHE WAS FOLLOWED BY THE HIGH COMMISSIONER EDWARD E. JOHNSTON, WHO IN HIS OPENING STATEMENTS COVERED IMPORTANT EVENTS THAT OCCURRED IN MICRONESIA IN RECENT MONTHS.

HE SAID A VERY HIGH PRIORITY PROJECT IS THE \$145 MILLION IN CAPITAL IMPROVEMENT PROGRAMS WHICH IS PROPOSED TO PUT A BASIC INFRASTRUCTURE IN PLACE DURING MICRONESIA'S TRANSITIONAL PERIOD FROM THE PRESENT FISCAL YEAR TO FISCAL YEAR 1980.

THE PRELIMINARY COST ESTIMATE FOR THE SIX YEAR PROGRAMS, THE HICOM SAID, WERE WORKED OUT BY TRUST TERRITORY PLANNERS, DISTRICT AND HEADQUARTERS OFFICIALS, MEMBERS OF THE JOINT COMMITTEE ON FUTURE STATUS OF THE CONGRESS OF MICRONESIA AND

UNCLASSIFIED

034563



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 04 281428Z

PAGE 06 RUHGSAA1809 UNCLAS.
DEPARTMENT OF INTERIOR OFFICIALS.

THE SIX-YEAR PLAN WILL PROVIDE FOR INFRASTRUCTURE DEVELOPMENTS RANGING FROM ALL WEATHER AIRPORT FACILITIES TO SOME AMENITIES IN OUTER ISLANDS SUCH AS SMALL GENERATORS TO ELECTRIFY SCHOOLS AND DISPENSARIES.

JOHNSTON INFORMED THE COUNCIL OF PROGRESS BEING MADE ON A NUMBER OF LARGE CAPITAL IMPROVEMENT PROJECTS IN THE TRUST TERRITORY.

AMONG THEM ARE: THE PALAU BRIDGE, PONAPE HOSPITAL, JALUIT HIGH SCHOOL, YAP HOSPITAL, WATER AND SEWER SYSTEMS IN TRUK AND PALAU, THE MAJURO AIR TERMINAL AND THE SAIPAN INTERNATIONAL AIRPORT.

HE ALSO REPORTED ON LEGISLATION PASSED BY THE CONGRESS OF MICRONESIA PROVIDING FOR THE PREPARATION OF A LONG RANGE COMPREHENSIVE AND BALANCED DEVELOPMENT PLAN FOR THE TRUST TERRITORY. "THIS NEW ACT WILL PLACE A MAJOR RESPONSIBILITY FOR PLANNING EVERY STEP OF THE WAY WILL BE ON MICRONESIAN PARTICIPATION IN ITS FORMULATION."

JOHNSTON REVIEWED FOR THE COUNCIL SPECIFIC PROGRESS THAT WAS MADE DURING THE YEAR ON SUCH PROGRAMS AS FISHING

PAGE 07 RUHGSAA1809 UNCLAS.

AND TOURISM INDUSTRIES, COPRA, FOREIGN INVESTMENT, RETURN OF PUBLIC LANDS, THE EDUCATION FOR SELF-GOVERNMENT PROGRAMS, VOCATIONAL EDUCATION, THE MEDEX PROGRAM AND WAR CLAIMS.

HIGH COMMISSIONER JOHNSTON ENDED HIS REMARKS BY SAYING THAT HE WAS LOOKING FORWARD TO ANSWERING QUESTIONS THE MEMBERS OF THE COUNCIL MAY POSE AND TO RECEIVING THE USUAL HELPFUL ADVICE AND COMMENTS OF COUNCIL MEMBERS.

JOHNSTON WAS FOLLOWED BY THE SPECIAL REPRESENTATIVE FROM THE CONGRESS OF MICRONESIA.

(ALL USERS: PLEASE CREDIT CONGRESS OF MICRONESIA)
(KENDALL REPORT TO THE UNITED NATIONS)

NEW YORK, MAY 28 (CONGRESS RELEASE).---"WE HAVE ARRIVED AT A DEAD END. THE NEGOTIATIONS HAVE FAILED," SAID SENATOR WILFRED KENDALL CONCERNING MICRONESIA'S FUTURE POLITICAL STATUS IN HIS OPENING REMARKS BEFORE THE U.N. TRUSTEESHIP COUNCIL TUESDAY

UNCLASSIFIED



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 05 281428Z

(MAY 27).

SENATOR KENDALL, WHO IS THE SPECIAL ADVISOR TO THE U.S. DELEGATION, THE COUNCIL'S 42ND SESSION AS HE WAS LAST YEAR, DELIVERED HIS REMARKS FOLLOWING THOSE OF AMBASSADOR BARBARA WHITE AND HIGH COMMISSIONER EDWARD E. JOHNSTON.

EOT

UNCLASSIFIED

034564



Department of State

TELEGRAM

10/21/72

UNCLASSIFIED 8442

PAGE 01 281429Z

50
ACTION INT-05

INFO OCT-01 IO-10 EA-10 PM-03 PA-02 L-03 /034 W
089553

P 280830Z MAY 75
FM HICOMTERPACIS SAIPAN MARIANA ISLANDS
TO ALDISTADS TERPACIS
TT LNO GUAM MARIANA ISLANDS
TT LNO KAWAJALEIN MARSHALL ISLANDS
COMNAV MARIANAS GUAM MARIANAS ISLANDS
CINCPACREP GUAM/TTPI GUAM MARIANAS ISLANDS
CINCPAC HONOLULU HI
INTELLIGENCE CENTER PACIFIC (IPAC)
NAVINSERVO GUAM MARIANAS ISLANDS
COMTWELVE SAN FRANCISCO CA
SECDEF WASHINGTON DC
SECDEF WASHINGTON DC
JCS WASHINGTON DC
CNO WASHINGTON DC
CINCPACFLT MAKALAPA HI
CINCPACFLT HICKAM AFB HI
CGFMFPAC CAMP H M SMITH HI
COMCRPAC PEARL HARBOR HI
NAVFACENGCOMHQ ALEXANDRIA VA
PACNAVACENGCOM PEARL HARBOR HI

SAMTEC VANDENBERG AFB CA
FCDNA-LGA KIRTLAND AFB NM
CDRUSAGO MAKIMINATO JAPAN//TTPI-LNO//
AMEMB CANBERRA ACT AU
RUENKO /AMEMB TOKYO JA
RUENDT /USMISSION USUN NEW YORK

UNCLAS.
SECTION 02 OF 04
COMMENTING THAT MICRONESIAN OBJECTIVES WILL NEVER BE
FULFILLED "FOR AS LONG AS WE CONTINUE TO PURPOSE NEGOTIATIONS
WITH THE UNITED STATES TOWARD FREE ASSOCIATION," HE SAID

UNCLASSIFIED

20

03 034565



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 02 281429Z

THAT "MICRONESIA MUST AND WILL BEGIN TO MAKE AN AGONIZING REAPPRAISAL OF OUR FUTURE COURSE." HE INDICATED THAT FAILURE TO REACH AGREEMENT WITH THE U.S. HAS, FOR ALL PRACTICAL PURPOSES, REMOVED FREE ASSOCIATION FROM CONSIDERATION, AND THAT "WE MUST AND WE WILL CONSIDER OTHER ALTERNATIVES; CLOSER UNION WITH THE UNITED STATES IN A UNIFIED COMMONWEALTH OF MICRONESIA OR POSSIBLY STATEHOOD OR COMPLETE AND TOTAL INDEPENDENCE, FREE TO MAKE OUR OWN POLITICAL ALLIANCES AS OUR

PAGE 03 RUHGSAA1810 UNCLAS.
NEEDS MAY DICTATE."

SPEAKING ON BEHALF OF THE CONGRESS, THE MARSHALLS SENATOR SAID THAT ONLY ONE THING IS CERTAIN--"THAT WE CAN NEVER AGAIN LOOK BACK UPON THE ROADS WHICH WE HAVE ALREADY TRAVELED."

PRECEDING THESE REMARKS, HE HAD OUTLINED HOW THE UNITED STATES, BY AGREEING TO ENTER INTO SEPARATE NEGOTIATIONS WITH THE MARIANAS HAD REFUSED TO AGREE THAT THE CONGRESS JOINT COMMITTEE ON FUTURE STATUS HAD THE AUTHORITY AND OBLIGATION TO NEGOTIATE A POLITICAL FUTURE STATUS FOR ALL OF MICRONESIA. "THIS," HE INDICATED, "WAS A COURSE AMERICA HAD FOLLOWED FOR ITS OWN SELFISH MOTIVES AT THE EXPENSE OF THE INTEREST, WELFARE AND PREHAPS THE UNITY OF THE REMAINDER OF MICRONESIA.

"THIS COURSE OF CONDUCT HAS DESTROYED FOREVER ANY PRETENSE OF GODS FAITH WITH REGARD TO MICRONESIA," KENDALL SAID.

ON THE RETURN OF SO-CALLED PUBLIC LANDS IN MICRONESIA, HE OUTLINED THE HISTORY OF THE ISSUES TO THE COUNCIL. HE STATED THAT THE FINAL CHOICE GIVEN TO MICRONESIANS WAS "GET BACK YOUR LANDS ON UNITED STATES TERMS OR DO NOT GET IT BACK AT ALL."

PAGE 04 RUHGSAA1810 UNCLAS.

QUESTIONING WHO OWNS MICRONESIA, HE SAID THAT THE POLITICAL REPREHENSIBLE AND MORALLY INEXCUSABLE ACTIONS THE ADMINISTERING AUTHORITY HAS COMMITTED WILL NOT SOON BE FORGOTTEN BY THE PEOPLE OF MICRONESIA.

TURNING TO THE SUBJECT OF MICRONESIA'S INVOLVEMENT WITH

UNCLASSIFIED



Department of State

TELEGRAM

UNCLASSIFIED

PAGE 03 281429Z

INTERNATIONAL AND REGIONAL ORGANIZATIONS. HE SAID THAT SOME PROGRESS HAD BEEN MADE AND ASSISTANCE RECEIVED. HE ADDED THAT U.S. SPONSORSHIP OF MICRONESIA'S MEMBERSHIP IN THE ASIA DEVELOPMENT BANK WAS SLOW, AND THAT DESPITE TWO YEARS OF REQUESTS THE DEPARTMENT OF THE TREASURY HAD FAILED TO INTRODUCE THE NECESSARY LEGISLATION.

TURNING THEN TO ECONOMIC MATTERS, HE NOTED THAT DESPITE AN IMPROVED BALANCE OF TRADE LAST YEAR DUE TO THE RISE IN THE PRICE OF COPRA, IT WAS EXPECTED TO SOON DECLINE.

HE ALSO STRESSED THE NEED FOR A VIABLE AIR SERVICE AND REQUESTED THE COUNCIL TO THROW ITS WEIGHT BEHIND THE INTERESTS OF THE PEOPLE OF MICRONESIA AS EXPRESSED BY THE CONGRESS OF MICRONESIA SUPPORTING AWARD OF THE JAPAN-Saipan ROUTE TO AIR MICRONESIA.

SENATOR KENDALL THEN POINTED OUT THAT THE CONGRESS HAD

PAGE 05 RUHGSAA1810 UNCLAS.

ENACTED A BILL WHICH IN EFFECT PROVIDES FOR REVENUE SHARING BY ALLOWING THE DISTRICT LEGISLATURES TO ENACT SURTAXES IN THEIR DISTRICTS.

"ACCORDINGLY, WE WERE DISTURBED AT RECENT RUMORS OF THE IMPENDING ISSUANCE OF A SECRETARIAL ORDER WHICH WOULD PREVENT THE DISTRICTS FROM LEVYING ADDITIONAL TAXES AND TRUST THAT THE ADMINISTERING AUTHORITY WILL REFRAIN FROM TAKING SUCH ACTION," HE SAID.

ON THE SUBJECT OF MICRONESIAN WAR CLAIMS HE SAID THAT INSUFFICIENT FUNDS WERE PROVIDED FOR TITLE ONE AND TWO CLAIMS AND THE U.S. HAD NOT TAKEN ANY INITIATIVE TO SOLVE THIS PROBLEM.

NOTING FURTHER THAT A MAJOR TASK BY THE CONGRESS OF MICRONESIA TO CREATE A SPECIAL WAR CLAIMS COMMITTEE WAS UNFORTUNATELY DISAPPROVED ON INSTRUCTIONS FROM WASHINGTON.

UNDER LOCALIZATION OF HIGH POSITIONS IN THE TT GOVERNMENT, HE INDICATED THAT WHILE THERE HAD BEEN PROGRESS IN HAVING THE DISTRICT COURT JUDGES BECOME SUBJECT TO ADVICE AND CONSENT, THE HIGH COURT JUSTICES, THE HIGH COMMISSIONER AND THE DEPUTY HIGH COMMISSIONER WERE STILL NOT SUBJECT TO APPROVAL BY THE

UNCLASSIFIED

034566



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 04 281429Z

PAGE 06 RUHGSAA1810 UNCLAS.
PEOPLE OF MICRONESIA.

SENATOR KENDALL THEN EXPRESSED HIS ALARM AT THE USE OF SECRETARIAL ORDERS FOR LEGISLATIVE PURPOSES WHICH SHOULD BE THE RESPONSIBILITY OF THE CONGRESS OF MICRONESIA, CITING THE PROPOSED ORDER ON THE SURTAX, THE RETURN OF PUBLIC LAND AND MARIANAS STATUS ISSUES AS EXAMPLES.

HE THEN NOTED INCREASING CONTROL OF MICRONESIAN AFFAIRS BY AMBASSADOR FRANKLIN WILLIAMS'S OFFICERS OF MICRONESIAN STATUS NEGOTIATIONS (OMSN). HE STATED THAT OMSN INFLUENCE IS SO PERVASIVE THAT EVERY MAJOR DECISION WHICH IS MADE ON SAIPAN IS SUBJECT TO CLEARANCE BY AMBASSADOR WILLIAMS. DEPARTMENT OF STATE EMPLOYEES ON SAIPAN HAVE PRIOR ACCESS TO THOSE DECISIONS WHICH COMES BEFORE THE HIGH COMMISSIONER, HE SAID.

COMMENTING ON THE MICOM'S VETO POWER, HE SAID THAT DESPITE PROMISES THAT THE POWER WOULD NOT BE USED IN AREAS AFFECTING MICRONESIA'S INTERNAL AFFAIRS, IT IS THROUGH THE INFLUENCE OF AMBASSADOR WILLIAMS AND HIS OFFICE THAT NO IMPROVEMENTS HAVE BEEN MADE, AND THAT OF TEN BILLS VETOED AFTER THE MOST RECENT SESSION, NO LESS THAN EIGHT COULD BE

PAGE 07 RUHGSAA1810 UNCLAS.
SAID TO RELATE OTHER THAN SOLELY TO THE INTERNAL AFFAIRS OF MICRONESIA.

HE CITED AS EXAMPLES OF THIS ONE MEASURE WHICH WOULD HAVE DECLARED THE CONSTITUTION OF MICRONESIA AS THE SUPREME LAW OF THE LAND AND ANOTHER MEASURE WHICH WOULD HAVE ALLOWED FOR JURY TRIALS IN LAND CASES.

IN HIS CONCLUDING REMARKS ON POLITICAL STATUS MATTERS, HE SAID THAT "THE CONGRESS OF MICRONESIA HAS ALWAYS UNDERSTOOD THE REASON FOR EXISTENCE AS BEING TWO-FOLD; TO FOSTER UNITY WITHIN MICRONESIA AND TO BRING TRUE SELF-GOVERNMENT TO THE MICRONESIAN PEOPLE.

"WE HAVE ARRIVED AT A DEAD END. THE NEGOTIATIONS HAVE FAILED AND AS CAESAR SAID, 'THE DIE IS CAST.' IT HAS BECOME APPARENT TO US OVER THE COURSE OF THE LAST YEAR, THAT NEITHER OF OUR OBJECTIVES WILL EVER BE FULFILLED AS LONG AS WE

UNCLASSIFIED



Department of State

TELEGRAM

UNCLASSIFIED

PAGE 05 281429Z

CONTINUE TO PURSUE NEGOTIATIONS WITH THE UNITES STATES TOWARD THE STATUS OF FREE ASSOCIATION. WE ARE, IN SHORT, AT A CROSSROAD, FACING PERHAPS THE MOST CRITICAL CHOICE OF OGR LIVES. ONLY ONE THING IS CERTAIN, THAT WE CAN NEVER AGAIN LOOK BACK UPON THE ROADS WHICH WE HAVE ALREADY TRAVELED," HE

EOT

UNCLASSIFIED

034567



Department of State

TELEGRAM

10
7634

UNCLASSIFIED 8445

PAGE 01 281430Z

44

ACTION INT-05

INFO OCT-01 EA-10 IO-10 L-03 PM-03 PA-02 /034 W
----- 089558

P 280830Z MAY 75
FM HICOMTERPACIS SAIPAN MARIANA ISLANDS
TO ALDISTADS TERPACIS
TT LNO GUAM MARIANA ISLANDS
TT LNO KAWAJALEIN MARSHALL ISLANDS
COMNAV Marianas GUAM MARIANAS ISLANDS
CINCPACREP GUAM/TTPI GUAM MARIANAS ISLANDS
CINCPAC HONOLULU HI
INTELLIGENCE CENTER PACIFIC (IPAC)
NAVINSERVO GUAM MARIANAS ISLANDS
COMTWELVE SAN FRANCISCO CA
RUEHC /SECSTATE WASHINGTON DC
SECDEF WASHINGTON DC
JCS WASHINGTON DC
CNO WASHINGTON DC
CINCPACFLT MAKALAPA HI
CINCPACFLT HICKAM AFB HI
CGFMPPAC CAMP H M SMITH HI
COMCBPAC PEARL HARBOR HI
NAVFACENGCOMHQ ALEXANDRIA VA
PACNAVACENGCOM PEARL HARBOR HI

SAMTEC VANDENBERG AFB CA
FCDNA-LGA KIRTLAND AFB NM
CDRUSAGO MAKIMINATO JAPAN//TTPI-LNO//
AMEMB CANBERRA ACT AS
RUEHKO /AMEMB TOKYO JA
RUEHDT /USMISSION USUN NEW YORK

UNCLAS.
SECTION 03 OF 04
CONCLUDED.
(ALL USERS: PLEASE CREDIT CONGRESS OF MICRONESIA)
(SETIK'S REMARKS AT THE UN HEARINGS)

UNCLASSIFIED

20

03 034508



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 02 281430Z

NEW YORK, MAY 28 (CONGRESS RELEASE)---"UNLESS THE NEEDS AND PROBLEMS OF MICRONESIA ARE MET, UNITED STATES STEWARDSHIP ON THE TRUST TERRITORY WILL INEVITABLY BE A TOTAL AND COMPLETE FAILURE BY ANY STANDARD," STATED REPRESENTATIVE RAYMOND SETIK IN REMARKS PREPARED FOR THE THE REASON FOR EXISTENCE AS BEING TWO-FOLD; TO FOSTER UNITY WITHIN MICRONESIA AND TO BRING TRUE SELF-GOVERNMENT TO THE MICRONESIAN PEOPLE.

PAGE 03 RUHGSAA1811 UNCLAS.

"WE HAVE ARRIVED AT A DEAD END. THE NEGOTIATIONS HAVE FAILED AND AS CAESER SAID, 'THE DIE IS CAST.' IT HAS BECOME APPRENT TO US OVER THE COURSE OF THE LAST YEAR, THAT NEITHER OF OUR OBJECTIVES WILL EVER BE FULFILLED AS LONG AS WE CONTINUE TO PURSUE NEGOTIATIONS WITH THE UNITED STATES TOWARD THE STATUS OF FREE ASSOCIATION. WE ARE, IN SHORT, AT A CROSSROAD, FACING PERHAPS THE MOST CRITICAL CHOICE OF OUR LIVES. ONLY ONE THING IS CERTAIN, THAT WE CAN NEVER AGAIN LOOK BACK UPON THE ROADS WHICH WE HAVE ALREADY TRAVELED," HE CONCLUDED.

(ALL USERS: PLEASE CREDIT CONGRESS OF MICRONESIA)
(SETIK'S REMARKS AT THE UN HEARINGS)

NEW YORK, MAY 28 (CONGRESS RELEASE)---"UNLESS THE NEEDS AND PROBLEMS OF MICRONESIA ARE MET, UNITED STATES STEWARDSHIP ON THE TRUST TERRITORY WILL INEVITABLY BE A TOTAL AND COMPLETE FAILURE ANY STANDARD," STATED REPRESENTATIVE RAYMOND SETIK IN REMARKS PREPARED FOR THE 42ND SESSION OF THE TRUSTEESHIP COUNCIL.

CONGRESSMAN SETIK, WHO IS ALSO A SPECIAL ADVISOR TO THE U.S. DELEGATION, WAS SCHEDULED TO DELIVER HIS REMARKS

PAGE 04 RUHGSAA1811 UNCLAS.

FOLLOWING THOSE OF HIS COLLEAGUE SENATOR KENDALL.

HOWEVER SETIK WAS ILL AND UNABLE TO ATTEND THEREFORE A REQUEST WAS MADE TO INSERT HIS STATEMENT INTO THE RECORD OF THE PROCEEDINGS.

IN HIS STATEMENT, HE WROTE THAT THERE COULD BE TWO

UNCLASSIFIED



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 03 281430Z

POSSIBLE FUTURES FOR MICRONESIA, "ONE OF PROGRESS THROUGH FULL COOPERATION OF AMERICA OR ONE OF DEPENDENCY AND DARKNESS BECAUSE OF THE OVERRIDING INTERESTS OF OUR TRUSTEE."

HE SAID THAT THE CONGRESS OF MICRONESIA THIS YEAR CELEBRATED ITS TENTH ANNIVERSARY AT A TIME WHEN AMERICA IS PREPARING TO OBSERVE THE 200TH ANNIVERSARY OF ITS INDEPENDENCE.

HE POINTED OUT THAT THE PEOPLE OF MICRONESIA ARE ALSO FIGHTING FOR THEIR OWN INDEPENDENCE. "UNFORTUNATELY IT APPEARS THAT WHERE THE UNITED STATES WAS SUCCESSFUL IN ITS EFFORT, UNLESS THE ADMINISTERING AUTHORITY CHANGES ITS APPROACH THE EFFORTS OF MICRONESIA TO AGAIN TRUE SELF GOVERNMENT MUST ULTIMATELY FAIL."

NOTHING THAT THE PROBLEMS AND NEEDS OF MICRONESIA WERE WELL KNOWN BY THE COUNCIL, HE STATED THAT THE LACK OF ECONOMIC DEVELOPMENT AND THE FEAR OF INCREASING RELIANCE

PAGE 05 RUHGSAA1811 UNCLAS.

ON U.S. SUBSIDIES TO KEEP THE GOVERNMENT AND THE MICRONESIAN ECONOMY AFLOAT WERE CRUX OF THE PROBLEM.

HE POINTED OUT THAT WITHOUT U.S. AID MICRONESIA DID NOT HAVE ENOUGH REVENUE TO SUPPORT A GOVERNMENT OF ITS OWN, AND THEREFORE THE PROBLEMS OF ECONOMIC DEVELOPMENT IN MICRONESIA ARE OF PRIME CONSIDERATION.

MICRONESIA'S LARGE SIZE AND RELATIVELY SMALL POPULATION PRESENTS PROBLEMS IN SUCH DEVELOPMENT HE SAID, BUT ADDED THAT THE CONGRESS OF MICRONESIA HAD TAKEN AN IMPORTANT STEP TOWARD ORDERLY AND PLANNED ECONOMIC DEVELOPMENT BY ENACTING A LAW WHICH CALLS FOR THE DEVELOPMENT FOR A COMPREHENSIVE ECONOMIC PLAN AND PROVIDES \$70,000 IN MATCHING FUNDS FOR THE PLAN.

HE STATED ALTHOUGH THERE IS SOME QUESTION IF MATCHING FUNDS WILL BE AVAILABLE FROM THE TT ADMINISTRATION THROUGH THE U.S. CONGRESS, THAT THE CONGRESS OF MICRONESIA WOULD CONSIDER APPROPRIATING ADDITIONAL MONEY DURING THE FORTHCOMING SPECIAL SESSION.

IT ALSO HOPES THAT THE OFFICE OF THE TERRITORIAL PLANNER WOULD TAKEN AN INCREASINGLY IMPORTANT AND RESPONSIBLE ROLE IN ASSISTING THE PEOPLE OF MICRONESIA IN PLANNING THEIR

UNCLASSIFIED

034569



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 04 281430Z

PAGE 06 RUHGSAA1811 UNCLAS.
FUTURE.

REP. SETIK SAID THAT HE AND HIS COLLEAGUE WOULD NOT FEEL SO STRONGLY ABOUT ECONOMIC DEVELOPMENT "IF IT WERE NOT FOR THE FACT THAT WE ARE ADVISED THAT 47 PERCENT OR 52,000 MICRONESIAN ARE UNDER THE AGE OF 15."

HE INDICATED THAT FOR BETTER OR WORSE THEY ARE BEING EDUCATED IN A WESTERN CONCEPT WHICH IMPLIES THAT THEY MUST GET A DIPLOMA TO FIND WORK.

THE GOVERNMENT TODAY EMPLOYS APPROXIMATELY 7,500 MICRONESIANS," HE SAID, "THOUGH THEY SAID IT WAS EXPECTED THAT MICRONESIA'S POPULATION WOULD DOUBLE BY 1992. WILL THE GOVERNMENT THEN EMPLOY 15,000 MICRONESIANS? WHO WILL PAY THE TAXES TO MEET THE GOVERNMENT PAYROLL IN 1992?" HE ASKED.

THE TRUK CONGRESSMAN THE DESCRIBED SOME OF THE PROBLEMS MICRONESIA FACES IN DEVELOPING, INCLUDING THE FACT THAT THE CONGRESS OF MICRONESIA STILL HAS ONLY ADVISORY AND REVIEW FUNCTIONS IN THE BUDGET PROCESS AND THAT ITS RECOMMENDATIONS CAN BE CHANGED BY THE HIGH COMMISSIONER, THE DEPARTMENT OF THE INTERIOR AND THE OFFICE OF MANAGEMENT AND BUDGET.

OTHER PROBLEMS HE OUTLINED INCLUDED RESTRICTIVE U.S.

PAGE 07 RUHGSAA1811 UNCLAS.

TARIFFS AGAINST MICRONESIAN PRODUCTS AND THE DELAY IN THE U.S. IN SUBMITTING LEGISLATION FOR INTRODUCTION IN THE U.S. CONGRESS TO SUPPORT THE TRUST TERRITORY MEMBERSHIP IN THE ASIA DEVELOPMENT BANK.

AN EXAMPLE OF A SOCIAL MATTER THAT WAS BEYOND MICRONESIAN CONTROL WAS THE FACT THAT CONTRARY TO THE GENERAL PRINCIPLES OF THE UN CHARTER MICRONESIAN DESCENDANTS OF DECEASED U.S. CITIZENS ARE NOT ELIGIBLE TO RECEIVE NORMAL BENEFITS ACCORDED TO U.S. CITIZENS BY VIRTUE OF A RULING BY THE U.S. SOCIAL SECURITY ADMINISTRATION.

SETIK COMMENTED THAT IN TRYING TO RESOLVE THEIR PROBLEMS MICRONESIA NATURALLY LOOKED TO THE U.S. GOVERNMENT, ESPECIALLY WITH REGARD TO FUTURE FUNDING UNDER A NEW POLITICAL STATUS.

BECAUSE OF THIS CONCERN, TITLE 4 OF THE DRAFT COMPACT DEALING WITH FINANCIAL ASSISTANCE WAS REJECTED BY THE CONGRESS

UNCLASSIFIED



Department of State

TELEGRAM

UNCLASSIFIED

PAGE 05 281430Z

"BECAUSE WE FELT THAT IT WOULD HAVE SECURELY LOCKED US INTO
A DEPENDENT SITUATION."

IN CONCLUDING HIS REMARKS HE STATED THAT THE SOLUTION TO
MICRONESIA'S PROBLEM WAS A SIMPLE ONE. FIRST A COMPREHENSIVE
ECONOMIC DEVELOPMENT PLAN AND THEN A POLITICAL PLAN WITH

EOT

UNCLASSIFIED

034570



Department of State

TELEGRAM

10
7.6

UNCLASSIFIED 8441

PAGE 01 281428Z

44
ACTION INT-05

INFO OCT-01 EA-10 IO-10 L-03 PM-03 PA-02 /034 W
----- 089538

P 280830Z MAY 75
FM HICOMTERPACIS SAIPAN MARIANA ISLANDS
TO ALDISTADS TERPACIS
TT LNO GUAM MARIANA ISLANDS
TT LNO KAWAJALEIN MARSHALL ISLANDS
COMNAV Marianas GUAM MARIANAS ISLANDS
CINCPACREP GUAM/TTPI GUAM MARIANAS ISLANDS
CINCPAC HONOLULU HI
INTELLIGENCE CENTER PACIFIC (IPAC)
NAVINSERVO GUAM MARIANAS ISLANDS
COMTWELVE SAN FRANCISCO CA
RUFHC /SECSTATE WASHINGTON DC
SECDEF WASHINGTON DC
JCS WASHINGTON DC
CNO WASHINGTON DC
CINCPACFLT MAKALAPA HI
CINCPACFLT HICKAM AFB HI
CGFMFPAC CAMP H M SMITH HI
COMCBPAC PEARL HARBOR HI
NAVFACENGCOMHQ ALEXANDRIA VA
PACNAVFACENGCOM PEARL HARBOR HI

SAMTEC VANDENBERG AFB CA
FCDNA=LGA KIRTLAND AFB NM
CURUSAGO MAKIMINATO JAPAN//TTPI-LNO//
AMEMB CANBERRA ACT AS
RUEHKO /AMEMB TOKYO JA
RUEHDT /USMISSION USUN NEW YORK

UNCLAS.
FINAL SECTION OF 04
WHICH SHOULD GO THE UNFETTERED COOPERATION OF OUR
ADMINISTERING AUTHORITY.
CONGRESSMAN SETIK THEN CONCLUDED BY STATING THAT DESPITE

UNCLASSIFIED

30

03034571



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 02 281428Z

ACCOMPLISHMENTS BY AMERICA IN MICRONESIA, EXTREME PESSIMISM WAS "MY VIEW OF THE FUTURE OF MICRONESIA." HE SAID THAT DURING THE 31ST SESSION OF THE COUNCIL IN 1964 MUCH HOPE WAS EXPRESSED THAT THE POWERS OF THE CONGRESS OF MICRONESIA WOULD EXPAND AND THOSE OF THE ADMINISTERING AUTHORITY WOULD WITHER AWAY.

"RATHER, IT IS THE POWER OF THE ADMINISTERING AUTHORITY THAT HAS INCREASED AND THE FRANCHISE OF OUR PEOPLE THA HAS

PAGE 03 RUHGSAA1812 UNCLAS.
WITHERED AWAY," HE SAID.

EOT

UNCLASSIFIED