

17
11
10

DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR

CICR	4	J1	MCE*	PA	1	HRE	4	NSA	1
DES	3	NMCC	USRMALO	DDRE		ADD:PAGE	7	CSA	
SJCS	2	NMCCDDO	SECDEF	7	ARPA	DTACCS		CNO	FILE (1)
J-1		JRC	ADM		COMP	WREB		CHAF	1
J-3	4	NWSB	ISA		LA	W/M		CMS	6
J-4	8	OAS	UL	2	AE	STATE		SEC	
J-6		SAGA	G/C	1	M/RA	DIA	10	RIC	
								TOTAL	70

VZCZCIEC269IM005
RUEKJCS

48388

SECT 01 OF 48388

ACTION
DISTR ~~USC-MC(01)~~ FILE (1)
(#02)

TRANSIT/211118Z/271948Z/162130TOR0271927
DE RUMG8AA #2872 0211110
ZNR UUUUU
P 211110Z JAN 76
FM NCOMTERPACIS SAIPAN MARIANAS ISLANDS
TO ZEN/ALDISTADS TERPACIS
ZEN/TT LNO GUAM MARIANAS ISLANDS
RUMMFGA/TT LNO KWAJALEIN MARSHALL ISLANDS
RUHNSAA/COMNAV MARIANAS GUAM MARIANAS ISLANDS
RUHNSAA/CINCPACREP GUAM/TTPI GUAM MARIANAS ISLANDS
RUHQHQA/CINCPAC HONOLULU HI
RUHQHQA/INTELLIGENCE CENTER PACIFIC (IPAC)
RUHJPBA/NAVINSERVO GUAM MARIANAS ISLANDS
RUWJAJA/COMTWELVE SAN FRANCISCO CA
RUENMC /SECSTATE WASHINGTON DC
RUEKJCS/SECDEF WASHINGTON DC ✓
RUEKJCS/JCS WASHINGTON DC ✓
RUENAAA/CNO WASHINGTON DC
RHHMBRA/CINCPACFLT MAKALAPA HI
RUMVAAA/CINCPACAF HICKAM AFB HI
RUHQHQA/CGFMPPAC CAMP M M SMITH HI
RHHMRBD/COMCBPAC PEARL HARBOR HI
RULSSAA/NAVFACENGCOMHQ ALEXANDRIA VA
RUHWAGA/CCGDFOURTEEN HONOLULU HI
RHHMRBD/PACNAVFACENGCOM PEARL HARBOR HI
RUWJSLC/SAMTEC VANDENBERG AFB CA
RUWHAF/PCDNA-LGA KIRTLAND AFB NM
RUWYBQA/CDRUSAGO MAKIMINATO JAPAN//TTPI-LNO//
RUEHBAC/AMEMB CANBERRA AB
RUENKO /AMEMB TOKYO JA
RUCDGDG/CDRBMOSCOM HUNTSVILLE AL//BND SC-RO//
RUMGJAA/COMCGOARD MARSEC GUAM MARIANAS ISLANDS
BT

UNCLAS.O
SECTION 01 OF 04
COMTWELVE PASS ONFO FOR AMB WILLIAMS
SECSTATE PASS TO DEPT INT/SEC INTERIOR/DCTA OSM

Sec 1-4 of 4

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04-426084

DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR

CGCS	J6	MCFB	PA	H&E	CIA	NSA
OJS	NMCC	USRMCLD	DORE	ASD/P&E	CSA	RF/MCB
SJCS	NMCCDDO	SECDEF	ARPA	DTACCS	CNO	FILE (1)
J-1	JRC	ADM	CGMP	WSEG	CSAF	
J-3	NWSB	ISA	LA	W/H	CMC	
J-4	DAS	I/L	AE	STATE	NSC	
J-5	SAGA	G/C	M/HA	DIA	NIC	TOTAL

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AMEMBASSY CANBERRA FOR PAC. ISL. MONTHLY
(MARIANAS COMMONWEALTH COVENANT PAGES SENATE FOREIGN
RELATIONS COMMITTEE)

WASHINGTON, D.C., JAN. 21 (HNS)---THE COMMITTEE
ON FOREIGN RELATIONS OF THE UNITED STATES SENATE MET
JANUARY 20 ON THE SUBJECT OF THE COVENANT TO ESTABLISH
THE MARIANAS COMMONWEALTH. BY A VOTE OF 7 TO 4, THE
COMMITTEE INDICATED ITS APPROVAL OF THE COVENANT. HOUSE
JOINT RESOLUTION 549, WHICH EMBODIES THE COVENANT, WILL
NOW GO TO THE FLOOR OF THE SENATE WITH A POSITIVE
RECOMMENDATION FROM THIS IMPORTANT COMMITTEE OF THE
SENATE. THE FOREIGN RELATIONS COMMITTEE HAD REQUESTED
THE RIGHT TO REVIEW THE COVENANT TO SEE WHAT IMPACT
ITS APPROVAL WOULD HAVE ON UNITED STATES FOREIGN AFFAIRS.
THE COMMITTEE'S POSITIVE VOTE IS THE CULMINATION OF
SEVERAL WEEKS OF STUDY BY THE COMMITTEE AND ITS STAFF
ON THE MARIANAS COMMONWEALTH QUESTION.

BEFORE THE COVENANT IS BROUGHT TO THE FLOOR OF
THE SENATE FOR FULL DEBATE AND VOTE, THE SENATE ARMED
SERVICES COMMITTEE MAY ALSO MAKE A RECOMMENDATION. THE
ARMED SERVICES SUBCOMMITTEE ON GENERAL LEGISLATION
CHAIR BY SEN. HARRY F. BYRD, JR., (D.VA.,) ALSO MET
JANUARY 20 AND VOTED NOT TO SUPPORT THE COVENANT
INDICATING THAT THERE WILL BE MAJORITY AND MINORITY
REPORTS FILED FOR CONSIDERATION BY THE FULL ARMED
SERVICES COMMITTEE WHICH WILL HOLD ITS HEARING PRIOR
TO JANUARY 27.

THE SENATE FOREIGN RELATIONS COMMITTEE'S APPROVAL
OF THE COVENANT WAS CONSIDERED A VERY IMPORTANT EVENT
BY THE ADMINISTRATION AND BY MARIANAS REPRESENTATIVES
IN WASHINGTON. THE MOOD OF THE COMMITTEE WAS
FRIENDLY AND CONTAGIOUS. SENATOR HUBERT H. HUMPHREY
OF MINNESOTA, A DEMOCRAT, PRAISED THE HARD WORK ALL
THOSE INVOLVED HAVE PUT IN ON THE COVENANT AND DECLARED
THAT THE MARIANAS PEOPLE ARE READY FOR SELF-GOVERNMENT.
SENATOR CHARLES PERCY (R-ILL.) ALSO HAD KIND WORDS FOR
THE PEOPLE OF THE MARIANAS AND WENT ON TO PRAISE THE
WORK OF THE MICRONESIAN CONSTITUTIONAL CONVENTION. HE
ALSO PRAISED THE FAIRNESS AND CONCLUSIVE RESULTS OF THE
MARIANAS PLEBISCITE.

SENATOR ROBERT GRIFFIN COMMENTED THAT THE PEOPLE
OF THE MARIANAS HAVE CLEARLY EXPRESSED THEIR SUPPORT
FOR THE COVENANT AND "THIS LEAVES NO DOUBT IN MY MIND

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR

CICA	IS	MCER	PA	H&E	CIA	NSA
DJS	NMCC	USRMCLD	DDRE	ASD-PAGE	CSA	RF-MCB
SJCS	NMCCDDO	SECDEF	ARPA	DTACCS	CNO	FILE (1)
J-1	JRC	ADM	COMP	WEEG	CHAF	
J-3	NWSB	ISA	LA	W/H	CAC	
J-4	OAS	I/L	AE	STATE	INR	
J-5	SAGA	G/C	M/RA	DIA	NIC	TOTAL

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THAT THE FOREIGN RELATIONS COMMITTEE'S DECISION WAS A WISE ONE." SENATOR JACOB JAVITS AND SENATOR CLIFFORD CASE ALSO SPOKE STRONGLY IN SUPPORT OF THE MARIANAS COMMONWEALTH LEGISLATION. FULL SENATE DEBATE AND ACTION IS ANTICIPATED FOR EARLY FEBRUARY.

(SUPPORT OF THE MARIANAS COMMONWEALTH LEGISLATION)
WASHINGTON, D.C., JAN. 21 (MNS)---THIS STATEMENT WAS RELEASED BY THE OFFICE OF SENATOR ROBERT GRIFFIN (R-MICH.) REGARDING THE DECISION OF THE SENATE FOREIGN RELATIONS COMMITTEE.

"TODAY'S ACTION BY THE SENATE FOREIGN RELATIONS COMMITTEE IN APPROVING THE 'COVENANT TO ESTABLISH A COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS IN POLITICAL UNION WITH THE UNITED STATES' IS MOST GRATIFYING.

"EARLIER THIS MONTH I HAD THE PRIVILEGE OF VISITING THE MARIANAS AND MEETING WITH MANY POLITICAL AND CIVIC LEADERS. THE WARM RECEPTION I RECEIVED, AND THE ARTICULATE EXPRESSIONS OF SUPPORT FOR THE COVENANT I HEARD, LEAVE NO DOUBT IN MY MIND THAT THE FOREIGN RELATIONS COMMITTEE'S DECISION WAS A WISE ONE. THE PEOPLE OF THE MARIANAS HAVE CLEARLY EXPRESSED THEIR SUPPORT FOR THE TERMS OF THE COVENANT, AND MY VISIT TO THE ISLANDS HAS LEFT NO DOUBT IN MY MIND ABOUT THEIR ABILITY TO PROGRESS FROM TRUSTEESHIP STATUS TO FREE AND DEMOCRATIC SELF-GOVERNMENT."

"WITH REGARD TO THE OTHER PEOPLES OF THE PACIFIC TRUST TERRITORY, I AM CONFIDENT THAT THEY, TOO, WILL SOON CHOOSE THEIR FUTURE STATUS. WHATEVER THEIR DECISIONS, I LOOK FORWARD TO A FUTURE OF CLOSE COOPERATION AND FRIENDSHIP BETWEEN THE UNITED STATES AND ALL OF THE MICRONESIAN PEOPLES."

(ALL USERS: PLEASE CREDIT CONGRESS OF MICRONESIA)
(BASILIVS REQUEST COM TO SUPPORT MARIANAS COVENANT)

SAIPAN, JAN. 21 (CONGRESS RELEASE)---CONGRESSMAN POLYCARP BASILIVS, OF PALAU, TODAY (JAN. 21), URGED MEMBERS OF CONGRESS TO SUPPORT THE MARIANAS COVENANT NOW BEFORE THE UNITED STATES SENATE FOR CONSIDERATION.

IN A SPEECH BEFORE THE HOUSE, BASILIVS NOTED HIS AWARENESS THAT SOME MEMBERS OF CONGRESS ARE RELUCTANT TO SUPPORT THE MARIANAS COVENANT.

"IT IS HIGH TIME CONGRESS TOOK DEFINITIVE ACTION BY MARSHALLING ITS SUPPORT BEHIND THE COVENANT,

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR

CJCS	J8	MCEB	PA	H&E	CIA	NSA
DJS	NMCC	USRMCLD	DORE	ASD:PA&E	CSA	RF:MGB
SJCS	NMCCODO	SECDEF	ARPA	DTAGCS	CNO	FILE (1)
J-1	JRC	ADM	COMP	W&EG	CSAF	
J-3	NWSB	ISA	LA	W/H	CMC	
J-4	DAS	I/L	AE	STATE	NSC	
J-5	SAGA	G/C	M/RA	DIA	NSC	TOTAL

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AND URGING THAT THE U.S. SENATE APPROVE THIS DOCUMENT AS RECOMMENDED IN HOUSE JOINT RESOLUTION NO. 6-199, BASILIUS DECLARED.

HE SAID, "IT IS CLEAR THAT THE PEOPLE OF THE MARIANAS WANT THIS STEP...IT IS OUR RESPONSIBILITY TO SUPPORT THEIR DESIRES."

"THERE IS NO LONGER ANY VALID REASON, IF THERE EVER WAS ONE, TO STAND IN THEIR WAY."

REPRESENTATIVE BASILIUS SAID, "I COULD NOT FORESEE THE PEOPLE OF THE MARIANAS TRYING TO BLOCK ANY FUTURE STATUS AGREEMENT BETWEEN THE OTHER DISTRICTS OF MICRONESIA AND THE UNITED STATES."

"IN FACT, IF WE GIVE THEM THE SUPPORT TO WHICH THEY ARE DUE, I HAVE NO DOUBT THAT THEY WILL GIVE US THEIR UNQUALIFIED SUPPORT IN THE FUTURE," HE SAID.

BASILIUS CITED THE FUTURE DISTRICT OF KUSAIE, WHICH WILL BECOME A REALITY IN 1977 THROUGH THE EFFORTS OF CONGRESS ON BEHALF OF THE PEOPLE ON THAT ISLAND.

BY THE SAME TOKEN, CONGRESS "CANNOT AND MUST NOT IGNORE THE WISHES OF THE MARIANAS."

"IT IS TIME WE TOOK DIRECT AND POSITIVE ACTION, NOT

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ANNOTES

NMCC/NC/REFERENCE AND ROUTE

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR

	J-8	MGER	PA	HAE	CIA	NSA
CJCS	NMCC	USMCLD	DDRE	ASD:PASS	CIA	NSA
DJS	NMCCDDO	SECDEF	ARPA	DTACCS	CIA	NSA
SJCS	JRC	ADM	COMP	WEEB	CIA	NSA
J-1	NWSB	ISA	LA	W/H	CIA	NSA
J-3	DAS	I/L	AE	STATE	CIA	NSA
J-4	SAGA	G/C	M/RA	DIA	CIA	NSA
J-5						TOTAL

UNCLASSIFIED

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"THIS MEASURE."

HE SAID IT SHOULD, FOR THE FIRST TIME, GIVE THE CONGRESS INDEPENDENTLY SUBMITTED INFORMATION ON THE STATUS OF CONGRESS OF MICRONESIA ACCOUNTS WHICH WILL BE INVALUABLE IN PROGRAM AND BUDGET PLANNING, AS WELL AS IN THE OVERALL INTERNAL OPERATIONS OF THE HOUSE, THE SENATE, AND THE OFFICE OF THE LEGISLATIVE COUNSEL.

(PALAUANS ON SAIPAN SUPPORT SUPERPORT)

SAIPAN, JAN. 21 (MNS)--PALAUAN RESIDING ON SAIPAN, MOST OF WHOM ARE HOLDING HIGH POSITIONS IN THE TT EXECUTIVE BRANCH AND THE CONGRESS OF MICRONESIA, HAVE SENT A LETTER OF RECOMMENDATION TO THE PALAU LEGISLATURE ENDORSING A "FEASIBILITY STUDY" FOR THE PROPOSED SUPERTANKER PORT TO BE LOCATED ON KOSSOL REEF NORTH OF SABELTHAUP ISLAND.

AMONG THOSE WHO SIGNED THE RECOMMENDATION WERE EUSEBIO RECHUCHER, DIRECTOR OF THE TT DEPARTMENT OF RESOURCES AND DEVELOPMENT; KOICHI WONG, DIRECTOR OF PUBLIC WORKS; KALEB UOUI, LEGISLATIVE COUNSEL FOR THE CONGRESS OF MICRONESIA; SENATOR LAZARUS SALII; DAVID RAHARUI, DIRECTOR OF EDUCATION; DR. MASAO KUMANGAI, DIRECTOR OF HEALTH SERVICES; NAMORU NAKAMURA; DEPUTY ATTORNEY GENERAL; ELIAS OKAMURA, DEPUTY

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ANNOTES

NMCC/MC:REFERENCE AND ROUTE

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
GISTR

	JCS	J6	MCER	PA	HQE	CIA	NRA
DJS	NMCC		USRMCLO	DDRE	ASD/PAGE	CSA	RT-2028
SJCS	NMCCODD		SECDEF	ARPA	DTACCS	CNO	FILE (1)
J-1	JRC		ADM	COMP	W/EA	CIAP	
J-3	NWSB		ISA	LA	W/H	CAC	
J-4	DAS		I/L	AE	STATE	SEC	
J-5	SAGA		G/C	M/RA	DIA	NSC	TOTAL

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(HB 6-405). A SIMILAR BILL WAS INTRODUCED IN THE SENATE, (SB 6-263) AND DIRECT THE DIRECTOR OF THE DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS OF THE TT TO ENTER INTO AN AGREEMENT WHEREBY THE PACIFIC MISSIONARY AVIATION OF THE LIEBENZELL MISSION, A NONPROFIT CORPORATION OF GUAM WITH ITS PRINCIPAL OFFICE IN YAP DISTRICT, MAY PROVIDE AN AIR TRANSPORTATION NETWORK BETWEEN DISTRICT CENTERS AND OUTLYING AREAS IN YAP, TRUK AND PONAPE DISTRICT, AND APPROPRIATE \$100,000 TO CARRY OUT THE PROVISIONS OF THIS ACT, (HB 6-406);

THE TWO JOINT RESOLUTIONS WERE: TO REQUEST THE HIGH COMMISSIONER AND ALL DISTRICT ADMINISTRATORS TO TAKE APPROPRIATE STEPS TO ENSURE THE RAPID COMPLETION OF ALL CONGRESS OF MICRONESIA FUNDED PROJECTS, (HJR 6-127); AND TO REQUEST THE HIGH COMMISSIONER AND ALL DISTRICT ADMINISTRATORS TO IMPROVE FIELD TRIP SERVICES TO THE INHABITANTS OF THE OUTER ISLANDS THROUGHOUT MICRONESIA, AND MOST PARTICULARLY, IN PALAU DISTRICT, (HJR 6-128).

FLOOR ACTION IN THE SENATE WAS LIGHT WITH THE INTRODUCTION OF NEW BILLS BEING THE ONLY ACTIVITY.

TWO BILLS WERE OFFERED: A NATURALIZATION BILL (SB 6-264); AND A BILL CONCERNING THE EXPIRATION DATE FOR SALARY SCHEDULES (SB 6-264).

THE ONLY JOINT RESOLUTION INTRODUCED WAS TO REQUEST THE HICOM TO CONSULT WITH EACH OF THE SIX DISTRICT LEGISLATURES TO OBTAIN A CONSENSUS AS TO THE TIMING OF CALLING A REFERENDUM ON THE DRAFT CONSTITUTION OF THE FEDERATED STATES OF MICRONESIA (SJR 6-74).

(COM AUDIT PROPOSED)

SAIPAN, JANUARY 21 (COM RELEASE)---REPRESENTATIVE KUNIMO NAKAMURA OF PALAU, SPOKE IN SUPPORT OF A MEASURE TO PROVIDE FOR AN INDEPENDENT FINANCIAL AUDIT OF THE CONGRESS OF MICRONESIA IN A BRIEF SPEECH WEDNESDAY.

NAKAMURA INTRODUCED A MEASURE YESTERDAY TO PROVIDE \$20,000 TO FUND SUCH AN AUDIT BY AN INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT.

"AUDITS ARE NEVER POPULAR," HE SAID.

"IN MUCH THE SAME WAY AS A PATIENT SHOULD HAVE A PERIODIC CHECK-UP BY A QUALIFIED PHYSICIAN, THE CONGRESS MUST PERIODICALLY SUBMIT ITSELF TO...AN AUDIT...THIS, THE CONGRESS HAS NEVER DONE," NAKAMURA SAID.

N NAKAMURA SAID OF THE PROPOSED AUDIT BILL, "IT IS ONLY MY DESIRE TO SUSTAIN THE INTEGRITY AND FINANCIAL EFFICIENCY OF THE CONGRESS WHICH HAS LED ME TO INTRODUCE

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
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ACTION
DISTR

CJCS	J-8	MCER	PA	H&E	CIA	NSA
D-5	NMCC	USMCLO	DDRE	ASD:PA&E	CIA	AF:MCB
S-3	NMCCDDO	SECDEF	ARPA	DTACCS	CNO	FILE (S)
J-1	JRC	ADM	COMP	WSEC	CHAF	
J-3	NWSB	ISA	LA	W/H	CMS	
J-4	OAS	I/C	AE	STATE	NSC	
J-6	SAGA	G/C	M/RA	DIA	NSC	TOTAL

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THE LETTER TO THE PALAU LEGISLATURE STATED THAT "IF PALAU IS TO ADVANCE THE WELL-BEING OF ITS PEOPLE AND TO PROMOTE GROWTH AND PROGRESS, THE FIRST ORDER OF BUSINESS IS TO ADVANCE ECONOMIC DEVELOPMENT".

"WE THINK THAT PALAU SHOULD ADOPT A POLICY TO WELCOME AND ENCOURAGE FOREIGN CAPITAL TO ESTABLISH PIONEER ENTERPRISES THAT ARE CAPITAL INTENSIVE; WE THINK PALAU SHOULD ENCOURAGE FOREIGN CAPITAL THAT WOULD UTILIZE A SUBSTANTIAL AMOUNT OF DOMESTIC RAW MATERIALS, IN JOINT VENTURE WITH SUBSTANTIAL PALAUAN CAPITAL, WHENEVER AVAILABLE."

"BASED ON THE ABOVE DISCOURSE, OUR POSITION WITH REGARD TO THE SUPERTANKER PORT BEING PROPOSED TO BE LOCATED IN NORTHERN BABELDAOB SHOULD BE OBVIOUS. THE PROPOSAL ITSELF HOLDS A GREAT POTENTIAL SOURCE OF REVENUE FOR ALL OF PALAU, AND AUGURS WELL FOR THE FUTURE ECONOMIC WELL-BEING OF THE PALAUAN PEOPLE; IT WOULD SET IN MOTION ECONOMIC INDUCEMENTS AND WHEREWITHALS TO ENABLE PALAU DISTRICT TO LAUNCH A PROGRAM TOWARDS THE ACHIEVEMENT OF AN ECONOMIC SELF-SUFFICIENCY. NOT ONLY WILL THE PROPOSED FACILITY PROVIDE EMPLOYMENT AND TRAINING FOR PALAUANS IN A VARIETY OF SKILLS, BUT WE UNDERSTAND ALSO THAT THE FACILITY WILL INCLUDE PALAU DISTRICT AND PALAUANS AS ITS OWNERS AND OPERATIONAL MANAGERS."

"ANY INDIRECT ECONOMIC IMPACTS TO BE DERIVED FROM SUCH A FACILITY MUST NOT BE OVERLOOKED. A FACILITY OF THIS MAGNITUDE WILL MORE THAN LIKELY ATTRACT ADDITIONAL BUSINESSES AND INVESTMENTS TO PALAU. EVEN ASSUMING THE MULTIPLIER EFFECTS OF CAPITAL IMPORTS TO PALAU TO BE SMALL, THE PROSPECT OF HUGE CAPITAL INFLOW INTO PALAU WILL DEFINITELY GENERATE FURTHER EMPLOYMENT AND ECONOMIC DEVELOPMENT THAT WOULD NOT OTHERWISE COME TO PASS. AT THE VERY LEAST, THE SPIN-OFF FROM THE FACILITY AND ATTENDANT BUSINESSES SHOULD PROVIDE PUBLIC REVENUES TO BENEFIT PALAU DISTRICT AS A WHOLE AND THE PALAUANS AS INDIVIDUALS FOR THEIR LOCAL ENTERPRISES."

"WE ARE, OF COURSE, MINDFUL THAT SOME PEOPLE HAVE RAISED OBJECTIONS CONCERNING THE ENVIRONMENTAL

IMPACT OF THE PORT FACILITY. WITH REGARD TO THE ENVIRONMENTAL ISSUE, TWO POINTS SHOULD BE CONSIDERED. FIRST, THIS WILL BE THE MOST MODERN, ADVANCED FACILITY OF ITS KIND IN THE WORLD, AND WILL BE ALSO THE MOST ENVIRONMENTALLY SOUND PORT BUILT. SECOND, THE POSSIBLE DETRIMENTAL EFFECTS TO PALAU'S ECOSYSTEMS IS AT BEST A MOOT QUESTION AT THIS TIME, SINCE EXHAUSTIVE STUDIES ON THIS SUBJECT HAVE YET

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION
DISTR:

	J-8	MCEJ	PA	NAE	CIA	RSA
DJS	NMCC	USRMCLQ	DDRE	ASD:PAGE	CIA	RC-202
SJCS	NMCCDDO	SECDEF	ARPA	DTACCS	CNO	FILE (1)
J-1	JRC	ADM	COMP	WEEB	CEAF	
J-3	NWSB	ISA	LA	W/H	CAC	
J-4	DAS	I/L	AE	STATE	NSC	
J-6	SAGA	G/C	M/RA	DIA	NSC	TOTAL

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TO BE MADE. CONCERNING THE CULTURAL AND SOCIAL IMPACTS OF THE PORT (AND THE ECONOMIC DEVELOPMENT GENERATED FROM IT), WE OFFER THE OBSERVATION THAT PALAUANS HAVE SUCCESSFULLY ADAPTED TO CHANGE AND ITS CHALLENGES."

"WE RECOMMEND STRONGLY THAT THE MEMBERS GIVE SERIOUS CONSIDERATION TO APPROVING THE PROPOSAL IN PRINCIPLE, AND RESERVE THEIR FINAL DECISION UNTIL A LATER DATE, WHEN MORE DETAILED INFORMATION CONCERNING ALL ASPECTS OF THIS MATTER BECOMES AVAILABLE TO ALL OF US. NOW IS NOT THE MOST PROPITIOUS TIME TO INTERPOSE ANY RESERVATIONS OR DISAPPROVAL OF THE PROPOSED PROJECT, THEREBY EFFECTIVELY DETERRING OR STIFLING THE PROPOSED PROJECT IN ITS FORMULATIVE AND PRELIMINARY STAGE. WE THINK THAT THE PALAU DISTRICT LEGISLATURE SHOULD PROMPTLY AND STRONGLY ENDORSE THE FEASIBILITY STUDY OF THIS PROJECT TO TAKE PLACE AT THE EARLIEST POSSIBLE TIME," THE LETTER CONCLUDED.

(TRANSPORTATION REPORT SLAPS SAIPAN ROUTE CASE TO JAPAN) WASHINGTON, JAN 21 (MNS)---THE U.S. DEPARTMENT OF TRANSPORTATION (DOT) TOLD THE CIVIL AERONAUTICS BOARD (CAB) THAT IT COULD NOT SUPPORT SCHEDULED AIR SERVICE BETWEEN JAPAN AND SAIPAN ON GROUNDS THAT THE SERVICE WOULD BE UNPROFITABLE.

PRESIDENT FORD LAST NOVEMBER SENT BACK TO THE CAB THE BOARD'S SELECTION OF CONTINENTAL AIRLINES TO FLY NONSTOP SCHEDULED FLIGHTS BETWEEN SAIPAN AND TOKYO, ACCORDING TO A REPORT FROM WASHINGTON BY THE GANNET NEWS SERVICE (GNS). FORD SAID MORE INFORMATION WAS NECESSARY ON THE VIABILITY OF THE SERVICE AND DIRECTED THE TRANSPORTATION DEPARTMENT TO PREPARE A REPORT FOR SUBMISSION TO THE CAB.

"ANY REALISTIC LEVEL OF SERVICE OPERATED BEFORE THE END OF FISCAL YEAR 1977 AT THE EARLIEST WILL NOT, IN OUR ESTIMATE, PRODUCE SUFFICIENT RETURN TO JUSTIFY ITS OPERATION AND WILL RESULT IN INCREASED LOSSES FOR U.S. FLAG SERVICE AS A WHOLE," THE TRANSPORTATION DEPARTMENT'S REPORT SAID.

IF THE ROUTE "CANNOT BE OPERATED PROFITABLY, DOT WILL NOT SUPPORT AWARD OF THE ROUTE AUTHORITY," THE REPORT SAID.

THE DEPARTMENT NOTED THAT IN THE PAST, "UNDER CONDITIONS OF RAPID TRAFFIC GROWTH AND GENERAL AIRLINE PROFITABILITY," NEW INTERNATIONAL ROUTES WERE OFTEN AWARDED "MERELY ON THE GROUND THAT AIR SERVICE WOULD BE INCREASED AND THE CARRIERS WERE WILLING TO SERVICE THE ROUTES."

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DEPARTMENT OF DEFENSE

JOINT CHIEFS OF STAFF
MESSAGE CENTER

ACTION DISTR	CJCS	J8	MCES	PA	MAE	CIA	NSA
	DJS	NMCC	USRMCLD	DDRE	ASD:PA&I	CSA	DF:SEC
	SJCS	NMCCDDO	SECDEF	ARPA	DTACCS	CNO	PL&T (1)
	J1	JRC	ADM	COMP	NSAS	CSAF	
	J3	NWSB	ISA	'A	W/H	CDC	
	J4	DAS	I/L	AE	STATE	NSC	
	J6	SAGA	G/C	M/RA	DIA	NSC	TOTAL

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CURRENT CONDITIONS, HOWEVER, INCLUDING HIGH-COST FUEL, INFLATIONARY PRESSURES, TRAFFIC DECLINES AND PROBABLY SLOWER GROWTH, REQUIRE "A CHANGE IN THE JUSTIFICATION FOR NEW ROUTE AWARDS," DOT TOLD THE AERONAUTICS BOARD.

INSTEAD OF SEEKING NEW ROUTES, AIR CARRIERS SHOULD IMPROVE THE PRESENT JAPAN-GUAM-Saipan ROUTE SERVICE, DOT SUGGESTED. PAN AMERICAN WORLD AIRWAYS OPERATES THE JAPAN-GUAM LEG AND CONTINENTAL-AIR MICRONESIA FLIES THE GUAM-Saipan ROUTE.

(CREDIT UNION TOPPED ONE MILLION DOLLARS IN ASSETS)

SAIPAN, JANUARY 21 (MNS)--BOB KEJU, COOPERATIVE/CREDIT UNION ADVISER OF THE BUSINESS DEVELOPMENT BRANCH OF THE HEADQUARTERS ECONOMIC DEVELOPMENT DIVISION ANNOUNCE THIS WEEK THAT THE SECOND TRUST TERRITORY CREDIT UNION HAS TOPPED ONE MILLION DOLLARS IN ASSETS.

AS OF DECEMBER 31, 1979, THE KWAJALEIN EMPLOYEES CREDIT UNION WENT OVER THE MILLION DOLLAR ASSET GOAL. THE TRUK GOVERNMENT EMPLOYEE CREDIT UNION REACHED THIS MARK SEPTEMBER 30, 1979. KEJU INDICATED THAT THE KWAJALEIN EMPLOYEE CREDIT UNION WILL NOW SEEK DATA PROCESSING SERVICE FROM HONOLULU AND WILL PIONEER MODERN COMPUTER BOOKKEEPING

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ANNOTES

NMCC/MC REFERENCE AND ROUTE

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