THE WHITE HOUSE

WASHINGTON

Old Executive Office Building Room 373 Washington, D.C. 20506

January 30, 1976

The Honorable Thomas S. Kleppe Secretary of the Interior Washington, D.C. 20240

Dear Mr. Secretary:

In anticipation of the approval of the Marianas Commonwealth Covenant, the United States agreed some time ago that the Marianas District would be administratively separated on your authority, once the Marianas future political status question had been finally decided by the U.S. Congress. Additionally, the United States agreed during the course of the negotiations to a transition plan for the Northern Marianas. It called for the expenditure of \$1.5 million to cover the cost of a constitutional convention, ratification of a constitution, the organizing of the new government and the holding of elections. Economic studies and the drawing up of plans and goals for the new Commonwealth are also to be undertaken along with other special activities of a transition nature. A U.S.-Marianas Transition Commission is to be established as an Office of Transition Studies and plans to be located in Saipan. The latter will be responsible for directing and administering the use of the \$1.5 million transition funds.

The Senate in March of 1975 authorized \$1.5 million for transition (SJR 342) upon the approval of the Covenant by the Congress. My concern now is the uncertain timing of the actual appropriation of these funds and when they will be available. With the Senate Interior Committee being joined by Foreign Relations and Armed Services, final Senate approval may come in the next few weeks and hopefully before the end of February.

The Marianas and the Congress of Micronesia are expecting that once the Congress has acted, a Secretarial Order from you will follow immediately. Both the Marianas and the Congress of Micronesia have reached understandings on separate administration for the Marianas District and it would be in everyone's interest to move quickly toward separation once the way has been cleared by the U.S. Congress.