

DRAFTING COMMITTEE 11/15/73

File
[Signature]

E. Silk

- Study in typing stage
- Setik and Quinn
- Budget Operation for TT

Warnke

- Termination - No great gap - years *only*
- *Tied to finance which provides*
- 10 year program
- Start up program
- Unless can reach agreement on hold back figures no point in

going further

- *US* Approach not productive
- Operating base no good
- Penurious rate
- Economic viability *lacking at present*
- Omissions
- ~~OEO~~ - PC Public Health
- Pay increases
- *\$ 27.4* not enough - would require cuts
- Hidden costs not reflected
- Six districts not five
- Opportunity to decide *must be given*
- Charter assigned *to the* committees

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- Quinn - Cost of continuing Government as is
 - With likely building costs
 - Base where we are now
 - 10 years costs - \$74 MM annually
plus new CIP - \$185 MM over 10 years
 - Poll of Districts on long range CIP
 - \$380 MM in unmet CIP needs as of now

Wish list -

8% increase per year Total - \$130 MM per year

- Silver
 - Average
 - Twice present ^{original} options ^{costs}
 - CIP
 - Bankable propositions
 - Revenues
 - Self-sufficiency
- Basic difference in viewpoint
 - Costs of Trusteeship
 - Overtime start ^{up} ~~of~~ costs
 - Continuation of cut rate trusteeship
 - Overall Micronesia ⁿ figure not non-negotiable
 - ^{Termination} Tied to Finance ⁱⁿ ~~ICPS~~ ^{view}
 - All provisions of Compact ^{permanent, none easy}
 - Micronesia provides for ^{new} ~~new~~ relationship
 - No all or nothing at all ^{philosophy}
 - District options



- U.S. Carte Blanche for 99 years
 - Won't do
 - Annex might do
 - By-pass treaty
 - Standby treaty may be unnecessarily cumbersome
- Pause *for now & regroup*

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