

5/7/79 [1]

Folder Citation: Collection: Office of Staff Secretary; Series: Presidential Files; Folder: 5/7/79
[1]; Container 115

To See Complete Finding Aid:

http://www.jimmycarterlibrary.gov/library/findingaids/Staff_Secretary.pdf

WITHDRAWAL SHEET (PRESIDENTIAL LIBRARIES)

FORM OF DOCUMENT	CORRESPONDENTS OR TITLE	DATE	RESTRICTION
memo	From Brzezinski to The President (one page) re: Call from Amb. Atherton assigned to Cairo <i>opened per RAC NLC-126-17-4-1-8 8/22/13</i>	5/3/79	A
memo	From Brzezinski to The President (one page) re: Visit by Soviet Minister of Culture <i>opened per RAC NLC-126-17-4-1-8 8/22/13</i>	5/3/79	A
memo	From Brzezinski to The President (one page) re: Presidential Visit to Australia <i>opened per RAC NLC-126-17-4-1-8 8/22/13</i>	5/4/79	A
NOTE: The Memos Listed Above Are Enclosed In Hutcheson To Brzezinski 5/7/79			
memo	From Brown to The President (2 pp.) re: Weekly Activities of Sec. of Defense/enclosed in Hutcheson to Brzezinski 5/7/79	5/7/79	A

FILE LOCATION

Carter Presidential Papers- Staff Offices, Office of the Staff Sec.- Pres. Handwriting File 5/7/79 [1] BOX 129

RESTRICTION CODES

- (A) Closed by Executive Order 12356 governing access to national security information.
- (B) Closed by statute or by the agency which originated the document.
- (C) Closed in accordance with restrictions contained in the donor's deed of gift.

THE PRESIDENT'S SCHEDULE

Monday - May 7, 1979

8:00 Dr. Zbigniew Brzezinski - The Oval Office.

8:30 Mr. Frank Moore - The Oval Office.

8:40 Meeting with Rep. Ed Jenkins.
(15 min.) (Mr. Frank Moore) - Oval Office.

9:00 Cabinet Meeting. (Mr. Jack Watson).
(2 hrs.) The Oval Office.

11:00 Meeting with Governor Reubin Askew.
(15 min.) (Dr. Zbigniew Brzezinski) - Oval Office.

11:30 Mr. Jody Powell - The Oval Office.

12:00 Lunch with Vice President Walter F. Mondale.
(60 min.) The Oval Office.

2:00 Meeting with Elk City, Oklahoma, Farmers.
(20 min.) (Mr. Stuart Eizenstat) - The Cabinet Room.

THE WHITE HOUSE
WASHINGTON
07 May 79

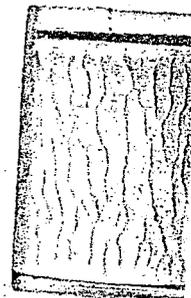
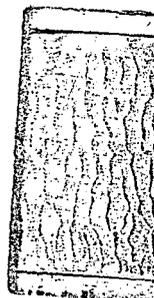
Frank Moore

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

Tim Kraft

1450



FOR STAFFING
FOR INFORMATION
FROM PRESIDENT'S OUTBOX
LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

	VICE PRESIDENT
	EIZENSTAT
	JORDAN
	KRAFT
	LIPSHUTZ
	MOORE
	POWELL
	WATSON
	WEXLER
	BRZEZINSKI
	MCINTYRE
	SCHULTZE

	ARAGON
	BOURNE
	BUTLER
	H. CARTER
	CLOUGH
	COSTANZA
	CRUIKSHANK
	FALLOWS
	FIRST LADY
	GAMMILL
	HARDEN
	HUTCHESON
	JAGODA
	LINDER
	MITCHELL
	MOE
	PETERSON
	PETTIGREW
	PRESS
	RAFSHOON
	SCHNEIDERS
	VOORDE
	WARREN
	WISE

	ADAMS
	ANDRUS
	BELL
	BERGLAND
	BLUMENTHAL
	BROWN
	CALIFANO
	HARRIS
	KREPS
	MARSHALL
	SCHLESINGER
	STRAUSS
	VANCE



9
1

Friday.

Dear Mr. President:

I am deeply moved by
your vote. As you know,
I like and respect you.
my position is firm. It
is time to say "goodbye" at

ABRAHAM RIBICOFF
UNITED STATES SENATE

CONNECTICUT

Electrostatic Copy Made
for Preservation Purposes

the end of this term.

I'll be in their working
hand for the next 18 months.
And finally, as in the
post, I will be on your
side.

Respectfully,
Abe!

THE WHITE HOUSE

WASHINGTON

May 4, 1979

10

MEMORANDUM FOR THE PRESIDENT

FROM: NELSON H. CRUIKSHANK



My long time friend, Arthur S. Flemming, Chairman of the U. S. Commission on Civil Rights, has asked me to forward to you the attached letter urging that the decision with respect to the appointment of Archibald Cox to the First Circuit Court of Appeals be based solely on his qualifications and without regard to age. You will recall that I sent you a Memorandum on March 28 on the same subject.

On this matter, Chairman Claude Pepper of the House Special Committee on Aging has brought to my attention the question of age having been raised in connection with the appointment of Congressman George Danielson of California to the Ninth Circuit Court. The Congressman was 64 in February, 1979. I do not know Congressman Danielson personally; although, I am familiar with his impressive record. He has a 100% favorable voting record as compiled by the National Council of Senior Citizens.

I respectfully urge that, consistent with the policy that you have enunciated, namely that individuals be appointed on the basis of their qualifications without regard to age, be adhered to in this instance also.

Attachment

**Electrostatic Copy Made
for Preservation Purposes**

May 4, 1979

The President
The White House
Washington, D. C.

Dear Mr. President:

I have become concerned about stories in the media to the effect that the Honorable Archibald Cox is being opposed by some persons for nomination as a member of the First Circuit Court of Appeals solely on the basis of his age.

You, of course, will have before you the evidence which will enable you to judge Mr. Cox's qualifications for judicial appointment. As one who has followed his career over the years, it seems to me that his background of training and experience, and his performance record over the years, indicate that he could and would render distinguished service in this high post.

My hope is that age will not play any part in the final determination. I supported enthusiastically the amendments to the Age Discrimination Act which you signed into law. Older Americans, do constitute an untapped resource. They, like persons in all age groups, should be judged solely on their merits as individuals. Personally, I deeply appreciate the leadership you have provided in dealing with this particular manifestation of ageism.

Respectfully,



Arthur S. Flemming
Chairman

THE WHITE HOUSE
WASHINGTON

Mr. President:

Because Neal Smith will be on the plane with you this morning Vernon Weaver felt it very important you knew about the attached before boarding.

Phil



U.S. GOVERNMENT
SMALL BUSINESS ADMINISTRATION
WASHINGTON, D.C. 20416

OFFICE OF THE ADMINISTRATOR

May 3, 1979

The President
The White House
Washington, D. C.

Dear Mr. President:

Attached is a quick summary of the status of our negotiations on H.R. 90.

In order to ensure Neal Smith's continued cooperation, my recommendation is that you thank him for accepting our compromise as soon as you see him on Air Force One.

We do not yet have total agreement with the Senate Select Committee on Small Business.

Sincerely yours,

A. Vernon Weaver
Administrator

Attachment

Electrostatic Copy Made
for Preservation Purposes

Small Business Administration Legislation

You vetoed SBA omnibus authorization legislation (H.R. 11445) last year. Neal Smith has introduced new legislation (H.R. 90) which accommodates many of your objections. Three critical issues not resolved in Smith's Bill are:

- 1) Transferring all farm lending authority to FmHA.
- 2) Disaster interest rates.
- 3) A credit elsewhere test for the SBA business disaster loan program.

This week the Senate Committee (Chairman Gaylord Nelson) marked up its bill in a manner that goes a long way toward resolving the three critical issues mentioned above. The Senate Bill:

- 1) Amends Farmers Home Administration legislation to permit FmHA disaster lending, at the cost of money, to those who might secure credit elsewhere. This will mean that many farmers, perhaps most, who have turned to SBA will be able to secure loans from FmHA;
- 2) Provides a credit elsewhere test for SBA subsidized assistance with terms the same as FmHA; and
- 3) Provides reasonable interest rates, although not all your Administration has sought, and uniform rates for businesses and farms. A detailed description is attached.

We have sought several additional amendments to the Senate Bill. The most important is language to ensure that farmers who will be eligible to apply for disaster loans from FmHA will be ineligible for SBA loans. This would firmly close the option farmers have had to go to either SBA or FmHA.

We have persuaded Chairman Smith to agree to this approach and to the major additional amendments we are seeking, including a \$500,000 cap on disaster loans. We still do not have firm agreement in the Senate, and some of the additional amendments we are seeking may not succeed in the end.

Attachment

ATTACHMENT

Disaster Interest Rates -- Senate Bill

- Homes - 3% on first \$55,000; cost of money thereafter. (Administration amendment: 3% on first \$20,000; 5% on next \$35,000. Since 91 percent of these loans are less than \$10,000, and the average for those above is only \$13,600, very few will be above \$20,000 at 5%).
- Business - 5%. This is the same rate as FmHA emergency loans for farmers without access to credit elsewhere; Cost of money for those with access to credit.
- Farm - 5% for those without access to credit; Cost of money for those with access to credit.

Additional Amendments Sought by the Administration

- 1) Ceiling of \$500,000 on business and farm disaster loans. Neal Smith is agreeable.
- 2) Term for review of loans for graduation into the private sector. The Senate Bill calls for review in 5 years. We are seeking a 2 year review.
- 3) The graduated interest rate on home loans noted above.

THE WHITE HOUSE
WASHINGTON
07 May 79

Tim Kraft

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson



FOR STAFFING
FOR INFORMATION
✓ FROM PRESIDENT'S OUTBOX
LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

VICE PRESIDENT
EIZENSTAT
JORDAN
✓ KRAFT
LIPSHUTZ
MOORE
POWELL
WATSON
WEXLER
BRZEZINSKI
MCINTYRE
SCHULTZE

ARAGON
BOURNE
BUTLER
H. CARTER
CLOUGH
COSTANZA
CRUIKSHANK
FALLOWS
FIRST LADY
GAMMILL
HARDEN
HUTCHESON
JAGODA
LINDER
MITCHELL
MOE
PETERSON
PETTIGREW
PRESS
RAFSHOON
SCHNEIDERS
VOORDE
WARREN
WISE

ADAMS
ANDRUS
BELL
BERGLAND
BLUMENTHAL
BROWN
CALIFANO
HARRIS
KREPS
MARSHALL
SCHLESINGER
STRAUSS
VANCE

THE WHITE HOUSE

WASHINGTON

April 11, 1979

MEMORANDUM FOR THE PRESIDENT

FROM:

TIM KRAFT *TK*

SUBJECT:

Telephone Calls - Week of April 9, 1979

Ed Campbell

Des Moines, Iowa

515/244-7292 (o)

515/277-6211 (h)

Ed Campbell is the Democratic Chair of the Iowa Party, formerly with Harold Hughes and John Culver; still close to both of these men.

Ed was helpful to me (TK) during my March trip to Iowa, at which time he said he would openly support you. He was very helpful on Chip's trip to Iowa last week, suggesting several things that were incorporated into the schedule. Chip, Lori Baux, and Bill Romjue (Rom-Schuu) went to Davenport, Iowa City, Cedar Rapids, Waterloo, Fort Dodge, Perry, Creston and Des Moines.

Bill Romjue will be the Carter-Mondale Coordinator in Iowa, and this has been announced there. He started with us in Missouri, worked in Virginia in the '76 General, and has been the Midwest Regional Coordinator for the D.N.C. He's low-key, competent and thorough, and will allow Iowa to be won by someone else over his dead body.

You should (1) thank Ed for his help and support to date, and (2) indicate your confidence in Romjue and ask Ed for continued advice.

In the event he asks you about their J-J dinner, you might indicate that you were out for the one in '77, Rosalynn was there for the one in '78 and that we might ask Fritz to appear this time.

NOTES:

Talked to him in person. He's all for us

THE WHITE HOUSE
WASHINGTON

07 May 79

Stu Eizenstat

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

Frank Moore
PHIL WISE

FOR STAFFING
FOR INFORMATION
✓ FROM PRESIDENT'S OUTBOX
LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

VICE PRESIDENT
✓ EIZENSTAT
JORDAN
KRAFT
LIPSHUTZ
✓ MOORE
POWELL
WATSON
WEXLER
BRZEZINSKI
MCINTYRE
SCHULTZE

ARAGON
BOURNE
BUTLER
H. CARTER
CLOUGH
COSTANZA
CRUIKSHANK
FALLOWS
FIRST LADY
GAMMILL
HARDEN
HUTCHESON
JAGODA
LINDER
MITCHELL
MOE
PETERSON
PETTIGREW
PRESS
RAFSHOON
SCHNEIDERS
VOORDE
WARREN
✓ WISE

ADAMS
ANDRUS
BELL
BERGLAND
BLUMENTHAL
BROWN
CALIFANO
HARRIS
KREPS
MARSHALL
SCHLESINGER
STRAUSS
VANCE

THE WHITE HOUSE

WASHINGTON

May 5, 1979

MEMORANDUM FOR THE PRESIDENT

FROM: DAVID RUBENSTEIN

SUBJECT: Anti-nuclear March

*Stu -
I'll be glad
to meet with
a small group Mon.
- You, Frank first
J*

Let me briefly update you on our plans for a meeting with the leaders of the anti-nuclear march (the May 6 Coalition):

1. We had originally hoped for a meeting on Sunday, in order to have our openness and sensitivity reflected in the same news cycle. Unfortunately, the organizers say that their planned schedule for Sunday is so tight (from 9-6) that a meeting with just White House staffers (Stu, Anne, Frank Press) would not justify changing it. The Vice-President will be out of town on Sunday.
2. We have offered a Monday meeting as an alternative, which, upon reflection of those involved on the staff, may be preferable. A later meeting will enable us to assess the march before actually holding a meeting (or having you in any way identified with the meeting).
3. At this point, the organizers have not responded to our request, in part because we believe they are holding out for a meeting with you. That has never been presented by us as a possibility, though the organizers obviously keep pressing for that.
4. If there is a meeting, those involved from the Coalition would not be the Jane Fonda-Barry Commoner types. Rather, it would be seven unknown, but respected, environmental and community organization leaders. The Coalition organizers are trying desperately to divide themselves from the anti-nuclear crazies (e.g., the Clamshell Alliance) and the publicity seekers. For that reason, a White House meeting would not likely become the media event that might otherwise have been the case. It would likely involve a more constructive discussion than even we originally thought.
5. At this point, I believe all of those who recommended to you that you be available for a drop-by still hold strongly to that recommendation.

**Electrostatic Copy Made
for Preservation Purposes**

6. There may not be a meeting on Monday because of the organizers' professed reluctance to meet just with the White House staff. Stu, Anne and Jack believe we should hold to our position that we would like a meeting, but only a staff meeting is possible, and continue to reserve judgment on your involvement.

THE WHITE HOUSE
WASHINGTON
07 May 79

Zbig Brzezinski

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

Phil Wise

~~CONFIDENTIAL~~

FOUR MEMOS ATTACHED

DECLASSIFIED

Per, Rac Project

ESDN: NLC-126-17-4-1-8

BY KS NARA DATE 8/21/13

FOR STAFFING
FOR INFORMATION
FROM PRESIDENT'S OUTBOX
LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

VICE PRESIDENT
EIZENSTAT
JORDAN
KRAFT
LIPSHUTZ
MOORE
POWELL
WATSON
WEXLER
BRZEZINSKI
MCINTYRE
SCHULTZE

ADAMS
ANDRUS
BELL
BERGLAND
BLUMENTHAL
BROWN
CALIFANO
HARRIS
KREPS
MARSHALL
SCHLESINGER
STRAUSS
VANCE

ARAGON
BOURNE
BUTLER
H. CARTER
CLOUGH
COSTANZA
CRUIKSHANK
FALLOWS
FIRST LADY
GAMMILL
HARDEN
HUTCHESON
JAGODA
LINDER
MITCHELL
MOE
PETERSON
PETTIGREW
PRESS
RAFSHOON
SCHNEIDERS
VOORDE
WARREN
WISE

~~CONFIDENTIAL~~

THE WHITE HOUSE

2590

WASHINGTON

SCHEDULE PROPOSAL

DATE: May 3, 1979

FROM: Zbigniew Brzezinski *ZB*

VIA: Phil Wise

~~CONFIDENTIAL~~

MEETING: Call on you by Ambassador & Mrs. Alfred L. Atherton

DATE: Suggested date May 18, 1979. The Athertons leave the Washington area on May 24.

PURPOSE: Recognition of Ambassador Atherton's role in the peace negotiations, as well as the importance we attach to our relations with Egypt.

FORMAT: The Oval Office. Five minute courtesy call.

CABINET PARTICIPATION: Dr. Brzezinski
Secretary Vance

SPEECH MATERIAL: Talking points to be provided.

PRESS COVERAGE: White House photographer

STAFF: Zbigniew Brzezinski

RECOMMEND: Secretary Vance

OPPOSED: None

PREVIOUS PARTICIPATION: Ambassador Atherton has worked closely with you on the peace process.

BACKGROUND: Roy Atherton is replacing Hermann Eilts as Ambassador to Cairo. In recognition of his role in the peace negotiations as well as the importance we attach to our relations with Egypt, a brief meeting with you before his departure would be desirable.

DECLASSIFIED

Per, Rac Project

ESDN; NLC-126-17-4-1-8

KS NARA DATE 8/24/13

Approve Disapprove

~~CONFIDENTIAL~~

Declassify on 4/30/80
Derivative Classified by Peter Tarnoff

for date to be worked out with Phil J

~~CONFIDENTIAL~~

MEMORANDUM

THE WHITE HOUSE
WASHINGTON

de
J

May 1, 1979

MEMORANDUM FOR: PHIL WISE
FROM: ZBIGNIEW BRZEZINSKI *JB*
SUBJECT: Ellsworth Bunker

At 7:00 PM on Wednesday, May 16 there will be a dinner at the Metropolitan Club in honor of Ellsworth Bunker on the occasion of his 85th birthday. The dinner will be given by about 50 people who served with him in Vietnam.

I believe it would be an appropriate and gracious gesture for the President to telephone Bunker during the dinner -- particularly since he and Bunker worked closely together on the Panama Canal Treaties and in light of Bunker's contribution to the success of the treaties.

THE WHITE HOUSE

WASHINGTON

SCHEDULE PROPOSAL

DATE: May 3, 1979

FROM: Zbigniew Brzezinski 

VIA: Phil Wise

MEETING: Call on you by Soviet Minister of Culture and Candidate Member of Politburo Petr Demichev.

DATE: May 9 - 10/11 (in Washington)*

PURPOSE: To convey a few key points on U.S.-Soviet relations to the Soviet leadership, and to broaden our contacts with Soviet leaders who may play an important role in Soviet politics in the post-Brezhnev era.

FORMAT: - Oval Office
- The President, Zbigniew Brzezinski
- 5 minutes

CABINET PARTICIPATION: None

SPEECH MATERIAL: Talking Points will be prepared by NSC.

PRESS COVERAGE: Meeting to be announced.
Photo opportunity.

STAFF: Zbigniew Brzezinski

RECOMMEND: State, ICA, NSC.

OPPOSED: None

PREVIOUS PARTICIPATION: President has never met Demichev.

BACKGROUND: Demichev is here at the invitation of John Reinhardt, Director of ICA, to open two major art exhibits from the USSR. He is a candidate member of the Politburo and one of the younger and more flexible members of the Soviet leadership.

DECLASSIFIED
Per, Rac Project
ESDN: NLC-126-17-4-1-8
 BY KS NARA DATE 8/21/13

_____ APPROVE DISAPPROVE

*But in the States from May 8-18.

THE WHITE HOUSE
WASHINGTON

1

~~CONFIDENTIAL~~

May 4, 1979

MEMORANDUM FOR: THE PRESIDENT
FROM: ZBIGNIEW BRZEZINSKI *ZB*
SUBJECT: Presidential Visit to Australia (C)

Ambassador Alston sent you a letter recommending that you visit Australia in connection with some ASEAN stops some time next year. I do not think that a stopover in Australia is a justifiable use of your time, even if you were in the general area as a result of a China trip or related ASEAN stop. Our relationship with Australia is stable and beneficial, but hardly pivotal. There is no compelling substantive reason for what would be a long detour out of your way home. Cy Vance will be visiting Canberra in early July after your Asian trip to Japan and Korea. (C)

*I agree for now
J*

~~CONFIDENTIAL~~

DECLASSIFIED

Per, Rac Project

ESDN: NLC-126-17-4-1-8

BY *KS* NARA DATE *8/21/13*

ORIGINAL CL BY _____
 DECL REVW ON May 3, 1985

EXT BYND 6 YEARS BY _____
REASON _____

~~CONFIDENTIAL~~

ID 1819

THE WHITE HOUSE

WASHINGTON

4 May 1979

MEMORANDUM FOR THE PRESIDENT

FROM:

RICK HUTCHESON *R.H.*

SUBJECT:

Status of Presidential Requests

ATTORNEY GENERAL BELL:

1. (2/7) (and McIntyre) On the proposal to establish a council to coordinate efforts of the Inspectors General and others to combat waste and fraud:
a) another council? b) possible to combine with positive aspect of efficiency and better government? c) how does Scotty Campbell feel about this? d) let an executive committee group meet to discuss and report to the President -- Done, (in 4/3 memo from the Attorney General, J. McIntyre and S. Campbell). *done*

JORDAN:

1. (2/24) Move on the selection of a director for FEMA -- Done. *done*

WATSON:

1. (5/3) The President wants to know the status of:
a) Bishop College vs. HEW and b) Dr. King's grand son-in-law -- Done. *done*

BRZEZINSKI:

1. (5/3) The President would like to see you concerning the tardiness of and the response to Senator Javits' letter on executive-legislative consultations with OPEC -- Done. *done*

POWELL:

1. (5/1) (and Rafshoon) Set up a PR event on the new solar heating system in the west wing -- In Progress, (to be held the week of 5/16).

SECRETARY ANDRUS:

1. (5/1) From experience, the President is concerned about permitting timber harvest immediately adjacent to streams. Erosion occurs, and the parts of trees tend to enter the stream beds. The President wants you to look into this -- In Progress, (the Secretary spoke with you this week on the topic and will do further follow-up).

done

SECRETARY SCHLESINGER:

1. (5/3) (and Costle) Give the President an early tentative assessment of the telegram from Congressman Bill Chappbell on the automobile engine which is capable of attaining 84 miles per gallon -- In Progress, (expected 5/9).

EIZENSTAT:

1. (4/6) Assess Admiral Rickover's memo concerning the Renegotiation Act (and the extension thereof) -- In Progress, (expected 5/8).
2. (4/10) Please organize and coordinate the effort for passage of the windfall profits tax and the establishment of the energy security fund; b) get everyone to use the same language as underlined; c) advise on how to move on the Alaska/Mexico/Japan swap -- Ongoing.
3. (5/3) The President wants to see you concerning a possible meeting with the May 6 coalition -- Done.

done

KRAFT:

1. (4/6) The President agrees; proceed accordingly on Admiral Rickover's memo regarding a replacement for the Commissioner of Education -- In Progress, (interim appointment expected mid-June).

done

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE

WASHINGTON

May 5, 1979

0
—

MEMORANDUM FOR THE PRESIDENT

FROM:

ANNE WEXLER *AW*

SUBJECT:

Outreach Highlights -- Week Ending May 4, 1979

1. Alaska Lands. You motivated the crowd at the briefing and they are working hard for Udall-Anderson.
2. Hospital Cost Containment. The insurance company executives are working on the key members for the vote next week. We expect to have a broad group of supporters working on the Hill on Monday and Tuesday.
3. Countercyclical Revenue Sharing. We called about 40 mayors to help get the Simon amendment passed in the House last week. They turned around some votes. It was an important victory. Although there is unease about our commitment to the state share of revenue sharing, the Administration was given full credit by the urban constituencies for standing by its commitments and effective lobbying. These constituencies are beginning to recognize that our budget proposals are all that is politically possible in this Congress. We still have a long way to go.
4. Department of Education. The interest groups did a good job on this one--particularly NEA, higher education officials, some mayors and governors and some businesses (GE and Xerox).
5. Windfall Profits Tax. Consumers, labor and some other liberal groups are awaiting results of efforts to reinstitute controls before beginning to help on the tax. Others are awaiting the split on the proceeds (transit people are particularly unhappy). However, there is broad support and we will begin our first briefing around the 15th.

cc: The Vice President
Stuart Eizenstat
Hamilton Jordan
Jack Watson

**Electrostatic Copy Made
for Preservation Purposes**

8:40 AM

THE WHITE HOUSE

WASHINGTON
May 4, 1979

MEETING WITH REP. ED JENKINS

Monday, May 7, 1979
8:40 a.m. (5 minutes)
The Oval Office

From: Frank Moore *FM./Bill*

I. PURPOSE

To discuss hospital cost containment.

II. BACKGROUND, PARTICIPANTS & PRESS PLAN

Background: Ed Jenkins is one of a small group of Southern committee Democrats we are currently carrying as opposed to cost containment. Jenkins, together with Ken Holland, Jim Jones, Dick Gephardt and possibly Wyche Fowler intend to move on Monday to recommit the bill to subcommittee, because "this issue is too complex to move this quickly, and we have paid inadequate attention to possible alternatives."

In particular Jenkins complains that the Talmadge bill which he introduced in the House in February was not considered in subcommittee. In effect this group seems to be using the "recommit" argument as a way to avoid taking a stand at this time on the President's bill.

Participants: The President, Rep. Jenkins, Frank Moore, Bill Cable.

Press Plan: White House photographer only.

III. TALKING POINTS

1. This problem is too serious and has been pending in Congress for too long (over two years) to justify further delay.
2. Delays by themselves will not prevent the bill from being considered by the full House, since it was referred on a time limited basis and the Speaker can bring it to the floor after that time, whether the committee has acted or not.

Electrostatic Copy Made
for Preservation Purposes

3. If the committee does not take time now to markup the cost containment bill, it will be emersed in windfall profits. All too soon the July 1 reporting date will be upon us. By that time, the committee will have lost its chance to discharge its responsibilities and the bill will be written on the House floor.
4. The President has previously supported most of the provisions in the Talmadge bill. However, this bill is not hospital cost containment. Rather it is a collection of over 35 miscellaneous medicare and medicaid amendments (some of which involve such things as payment for eyeglasses, dentistry, and ambulance services). It will be taken up by the subcommittee within the next few weeks when it considers this and other miscellaneous matters.
5. The one provision of the Talmadge bill that has been discussed in the context of cost containment, section 2, only deals with routine cost reimbursement (the hotel type room and board cost) under medicare and medicaid. While small savings in those programs might ultimately result from this provision, it is clear that no overall savings or reduction in inflation would result because the section does not apply to all costs or to nongovernmental payers. Studies have clearly shown that in such cases hospitals simply shift costs to private payers such as Blue Cross or insurance companies, and to private patients for their own care.

IV. ADDITIONAL INFORMATION

Attached is a chart listing Georgia's efforts on cost containment. This is for your information and probably should not be mentioned.

<u>RATE OF INCREASE IN HOSPITAL COST</u>	<u>U.S.</u>	<u>STATE</u>	<u>JENKINS DISTRICT</u>
INCREASE IN TOTAL EXPENSES, 1977 OVER 1976	14.2%	12.2%	17.8%
INCREASE IN TOTAL EXPENSES PER ADMISSION, 1977 OVER 1976	12.4%	12.4%	12.5%
INCREASE IN TOTAL EXPENSES PER DAY OF PATIENT CARE, 1977 OVER 1976	13.8%	11.4%	2.2%
INCREASE IN TOTAL EXPENSES IN SMALL, NONMETROPOLITAN HOSPITALS, 1977 OVER 1976	13.0%	12.3%	14.2%
INCREASE IN TOTAL EXPENSES IN OTHER THAN SMALL, NONMETROPOLITAN HOSPITALS, 1977 OVER 1976	13.7%	12.2%	19.0%

9:00 AM

C

THE WHITE HOUSE

WASHINGTON

May 5, 1979

Electrostatic Copy Made
for Preservation Purposes

MEMORANDUM FOR THE PRESIDENT

FROM: JACK WATSON
GENE EIDENBERG *Gene*

SUBJECT: Proposed Agenda for Cabinet Meeting
Monday, May 7, 1979 - 9:00 a.m.

All members of the Cabinet will be in attendance except Secretary Califano, who will be represented by his Executive Assistant, Dick Beattie (Under Secretary Hale Champion will be on the Hill for mark-up of the Cost Containment Bill); Secretary Kreps, who will be represented by Under Secretary-designate Luther Hodges; and Judge Bell, who will be represented by Mike Egan.

DOMESTIC ISSUES

Iowa and California Trip

You may want to report to the Cabinet on your weekend trip to Iowa and California.

Budget

Jim McIntyre will be prepared to brief the Cabinet on the status of the FY 79 and FY 80 budget resolutions.

Department of Natural Resources

Cece will be prepared to report on the Administration's legislative strategy to create a Department of Natural Resources.

Alaska D-2 Lands

Cece can brief the Cabinet on the status of this legislation.

Energy

Jim Schlesinger and Stu can brief the Cabinet on the status of Congressional efforts to continue oil price controls and the Administration's plan to have Congress enact the Windfall Profits Tax. It would be useful if Stu explained to the full Cabinet what is behind the press' characterization of the proposed

tax as less significant than at first thought. It is important for the Cabinet to be able to defend the proposal.

Economic Matters

Charlie can report on recent economic indicators. Ray will be able to brief on Friday's Bureau of Labor Statistics report on employment data for April.

FOREIGN POLICY ISSUES

Japan Summit

You may want to report to the Cabinet on last week's visit by Prime Minister Ohira and your expectations for next month's summit in Tokyo.

Elections in Great Britain

Cy will be prepared to brief the Cabinet on the change in government in Great Britain.

Middle East Negotiations

You may want to brief the Cabinet on Bob Strauss' new role as your representative in the next stage of the Mid-East peace process.

Rhodesian Elections

You may want Cy to summarize the Administration's position on the recent Rhodesian elections.

cc: The Vice President

THE WHITE HOUSE
WASHINGTON
07 May 79

Tim Kraft

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

ADMINISTRATIVELY
CONFIDENTIAL

1849

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND
	NO DEADLINE
	LAST DAY FOR ACTION -

ACTION
FYI

✓	ADMIN CONFID
	CONFIDENTIAL
	SECRET
	EYES ONLY

	VICE PRESIDENT
	EIZENSTAT
	JORDAN
✓	KRAFT
	LIPSHUTZ
	MOORE
	POWELL
	WATSON
	WEXLER
	BRZEZINSKI
	MCINTYRE
	SCHULTZE

	ARAGON
	BOURNE
	BUTLER
	H. CARTER
	CLOUGH
	COSTANZA
	CRUIKSHANK
	FALLOWS
	FIRST LADY
	GAMMILL
	HARDEN
	HUTCHESON
	JAGODA
	LINDER
	MITCHELL
	MOE
	PETERSON
	PETTIGREW
	PRESS
	RAFSHOON
	SCHNEIDERS
	VOORDE
	WARREN
	WISE

	ADAMS
	ANDRUS
	BELL
	BERGLAND
	BLUMENTHAL
	BROWN
	CALIFANO
	HARRIS
	KREPS
	MARSHALL
	SCHLESINGER
	STRAUSS
	VANCE

Tim
J

Telephone Calls - Week of April 9, 1979

Mark Hogan
Denver, Colorado
303/892-6080 (o)
303/756-2404 (h)

Mark Hogan is a former Lt. Governor who travelled and spoke on behalf of you in 1976. He was on the Steering Committee and was Chairman in the General Election. He has been hand-picked and convinced by Senator Hart and Governor Lamm to be the State Democratic Chairman. In the first two years, Colorado has gotten a lot of appointments in relation to other states; we have no reason to be defensive. The choice of Hogan may be a signal that the state would like to work more closely with us. Hogan could be asked what he thinks Lamm thinks of us and what Hart's chances for re-election are. Hogan was unable to attend the State Chairs briefing on April 10.

Edwint (Lamm)
Solely
M

NOTES: I talked to Mark personally. Says:
"Lamm wants to make peace." "Hart should
have no trouble"

Lt. Gov. John F. Wilder
Mason, Tennessee 38049
615/741-2368 (Nashville)
901/594-5343 (Summerville -home)
901/465-3616 (Summerville - office)

TC == 5/7/79

Lt. Governor Wilder was a Carter delegate and active supporter. His son, David, was a county campaign manager in Tennessee. The Lt. Governor feels very neglected; he also wants to talk to you about the EPA settlement with TVA over sulfur dioxide burning coal. Wilder is still supporting you, but he personally wants to share his views on TVA.

NOTES: Recog load on Pres. = but req. decentral. = all good
Consent degree. wanted U.S. not be involved: SO2 not
a problem. CaS2 may be worse problem.

THE WHITE HOUSE
WASHINGTON
07 May 79

Charles Warren

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

Stu Eizenstat
Jack Watson
Jim McIntyre
Frank Press

FOR STAFFING
FOR INFORMATION
<input checked="" type="checkbox"/> FROM PRESIDENT'S OUTBOX
<input checked="" type="checkbox"/> LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

VICE PRESIDENT
<input checked="" type="checkbox"/> EIZENSTAT
JORDAN
KRAFT
LIPSHUTZ
MOORE
POWELL
<input checked="" type="checkbox"/> WATSON
WEXLER
BRZEZINSKI
<input checked="" type="checkbox"/> MCINTYRE
SCHULTZE

ARAGON
BOURNE
BUTLER
H. CARTER
CLOUGH
COSTANZA
CRUIKSHANK
FALLOWS
FIRST LADY
GAMMILL
HARDEN
HUTCHESON
JAGODA
LINDER
MITCHELL
MOE
PETERSON
PETTIGREW
<input checked="" type="checkbox"/> PRESS
RAFSHOON
SCHNEIDERS
VOORDE
<input checked="" type="checkbox"/> WARREN
WISE

ADAMS
ANDRUS
BELL
BERGLAND
BLUMENTHAL
BROWN
CALIFANO
HARRIS
KREPS
MARSHALL
SCHLESINGER
STRAUSS
VANCE

THE WHITE HOUSE
WASHINGTON

5/4/79

Mr. President:

Jack Watson recommends that Stu preside over a normal staff review of the issues, rather than establishing a separate task force.

A memo from Frank Press is attached.

Eizenstat and McIntyre have not yet completed their comments. However, Warren was anxious that you see his memo before Sunday's demonstration.

Rick

EXECUTIVE OFFICE OF THE PRESIDENT
COUNCIL ON ENVIRONMENTAL QUALITY
722 JACKSON PLACE, N. W.
WASHINGTON, D. C. 20006

April 30, 1979

*Shick
with Stu's
presiding over
normal review
team
J*

MEMORANDUM FOR THE PRESIDENT

FROM: CHARLES WARREN *Chuck*
GUS SPETH

SUBJECT: Nuclear Power and the 1980 Campaign

The Three Mile Island accident and related developments raise a host of political and policy issues that bear directly on the 1980 campaign.

Assessment

o It now appears inevitable that future U.S. reliance on nuclear power will be a significant issue in the 1980 primaries. Governor Brown has said the U.S. should give the industry "a clear no" on nuclear expansion beyond that already underway. Even Senator Baker, who has been one of the nuclear industry's strongest supporters, has said that because his confidence in nuclear energy is "shaken," he is starting over at "square one to reexamine every aspect" of his position on nuclear power.

o The nuclear critic, pro-solar groups comprise one of the strongest grass-roots movements in the U.S. today. Their first attempt to organize nationally in response to Three Mile Island is the demonstration scheduled for this coming Sunday, May 6, on the Ellipse and at the Capitol. A large turnout is predicted.

o Your statements on nuclear power and solar energy will be watched particularly closely in the coming weeks, including any comments you may make on the May 6 demonstration. Your statements and actions during this period and those of others in the Administration will tend to define your positions as a candidate in 1980.

o It appears possible to respond to the above concerns without jeopardizing national energy needs. While national energy requirements provide definite constraints, particularly where nuclear plants are already in operation (today, they provide 4% of our total energy and 13% of our electricity), we believe the need for nuclear power is frequently overstated. Nuclear energy can only generate central station electricity and can make only a small contribution toward eliminating U.S. dependence on foreign oil. This is so in every sector of the economy. More than 50%

Electrostatic Copy Made
for Preservation Purposes

of our oil is used in transportation where electricity cannot now be used. Only 5-10% of our oil is used in steam plants for electric power production. In the remaining uses, in buildings and industry, electricity offers only very expensive and long-term possibilities for substitution for the direct use of oil. In the longer run, our recent study, The Good News About Energy, indicates that with aggressive but achievable year 2000 goals for solar energy and energy conservation, the U.S. will need no more nuclear or coal power plants at the century's end than are already under construction today. Operating nuclear capacity today is 51 Gwe, with 95 Gwe under construction. We do not offer these estimates as the last word on the subject of our energy needs but only as an indication that flexibility does exist.

Recommendations

We recommend that a small WH/EOP working group begin working quickly to develop recommendations to you for responding to the situation described above. As the first order of business, this group would prepare a statement and other materials for your possible use in connection with the May 6 demonstration. This would have to be done immediately. Subsequently, the working group would:

- develop informal Administration policies to guide the EOP in carrying out its clearance and related oversight responsibilities. These policies would also be used to guide Administration officials in addressing nuclear and solar issues;
- ensure the priority development of an impressive solar energy message to Congress in response to the Interagency Solar Domestic Policy Review;
- provide you with periodic recommendations for initiatives and statements (including Q and A and speech material) responsive to the problems identified here; and
- review and provide you with recommendations on the Kemeny Commission report when it is completed.

Recommendation: Establish working group as described.

Yes _____ No _____ Other _____

THE WHITE HOUSE

WASHINGTON

May 2, 1979

MEMORANDUM FOR THE PRESIDENT

FROM: Frank Press *FP*

SUBJECT: Memorandum from Charles Warren and Gus Speth on Nuclear Power and the 1980 Campaign

In my view a White House/EOP working group as proposed is unnecessary and would perhaps be counterproductive for the following reasons:

- . The Kemeny Commission is now underway. It was established specifically to provide the public with a careful and independent statement of what happened at Three Mile Island and what lessons should be learned. Great care must be taken to avoid preempting the Commission and undermining its work.
- . Our energy problem involves complicated interrelations of institutions and energy sources. Thus, singling out nuclear and solar energy for independent attention risks undermining the balanced and comprehensive energy strategy that you have recently announced.
- . The normal EOP mechanisms are now reviewing the DOE's draft National Energy Plan II and the solar energy domestic policy review, and are beginning the budget cycle for FY 1981. These mechanisms appear totally adequate for dealing with the evolution of energy policy, including particular issues evolving out of Three Mile Island. For example, the Kemeny Commission report will be thoroughly reviewed as a matter of course by my office and others in the EOP. No special working group appears necessary to deal with such day-to-day, albeit important, matters.

In light of the above, any Presidential statement in response to the demonstration planned for May 6 should not go beyond what you have already said in your energy speech and press conference discussions. You might express your personal concern and restate your confidence and reliance on the Kemeny Commission. Reiterating your balanced approach to energy policy would also be appropriate. I see no reason for a special task force to draft a major statement.

I might also point out that CEQ's view that no new nuclear or coal central generating plants will be needed before the end of the century is controversial. You have recommended and instituted policies to foster conservation and to utilize more efficiently our existing electric generating capacity. Once these are in place, the market will respond to satisfy whatever needs for new capacity might emerge. The country as a whole now has an over-capacity, although in some places (like New England and the Southwest) this is partly based on oil and gas. However, there may also be local or regional shortages developing. In general, the number of new starts will be few, at least for a time. But artificial constraints on new nuclear or coal construction should be avoided, since projections of future need are quite uncertain. If the optimistic expectations turn out to be incorrect -- and I believe CEQ's projections almost certainly will -- the inevitable result of such constraints would be electricity shortages or increased burning of oil.

As you know the growing scientific concern over the buildup of CO₂ in the atmosphere due to combustion of fossil fuels makes it more important not to close off the nuclear options prematurely. If a potential climatic catastrophe due to CO₂ buildup becomes apparent by the end of this century, as some scientists believe, solar and nuclear are the only other noncombustion options for electric power generation and solar technology may not be ready in time.

cc: Stu Eizenstat
Jim McIntyre
Jack Watson

ID 791731

THE WHITE HOUSE

WASHINGTON

DATE: 01 MAY 79

1st - body THUR - may 2/1 F Press
Joint memo

FOR ACTION: STU EIZENSTAT

JACK WATSON *attached*

JIM MCINTYRE

FRANK PRESS *attached*

INFO ONLY: THE VICE PRESIDENT

HAMILTON JORDAN

TIM KRAFT

JODY POWELL

JERRY RAFSHOON

ANNE WEXLER

ZBIG BRZEZINSKI

will see with NC

SUBJECT: ADMINISTRATIVELY CONFIDENTIAL WARREN MEMO RE NUCLEAR
POWER AND THE 1980 CAMPAIGN

+++++
+ RESPONSE DUE TO RICK HUTCHESON STAFF SECRETARY (456-7052) +
+ BY: 1200 PM THURSDAY 03 MAY 79 *Wed 2 pm* +
+++++

ACTION REQUESTED: YOUR COMMENTS

STAFF RESPONSE: () I CONCUR. () NO COMMENT. () HOLD.

PLEASE NOTE OTHER COMMENTS BELOW:

ADMINISTRATIVELY
CONFIDENTIAL

EXECUTIVE OFFICE OF THE PRESIDENT
COUNCIL ON ENVIRONMENTAL QUALITY
722 JACKSON PLACE, N. W.
WASHINGTON, D. C. 20006

April 30, 1979

MEMORANDUM FOR RICK HUTCHESON

FROM:

CHARLES WARREN 

The enclosed memorandum for the President contains sensitive material and should be expedited in light of the short time available to implement any decision before the coming weekend. Please use your discretion in having it reviewed.

Be sure that Hamilton and Tim Kraft see copies.

Thank you for your cooperation.

ID 791731

THE WHITE HOUSE
WASHINGTON

*Phil - Dick M
Ted - Larry*

DATE: 01 MAY 79

FOR ACTION: STU EIZENSTAT

JACK WATSON

JIM MCINTYRE

FRANK PRESS

INFO ONLY: THE VICE PRESIDENT

HAMILTON JORDAN

TIM KRAFT

JODY POWELL

JERRY RAFSHOON

ANNE WEXLER

ZBIG BRZEZINSKI

SUBJECT: ADMINISTRATIVELY CONFIDENTIAL WARREN MEMO RE NUCLEAR
POWER AND THE 1980 CAMPAIGN

+++++

+ RESPONSE DUE TO RICK HUTCHESON STAFF SECRETARY (456-7052) +

+ BY: ~~1200 PM THURSDAY 03 MAY 79~~ *2:00 Wed* +

+++++

ACTION REQUESTED: YOUR COMMENTS

STAFF RESPONSE: () I CONCUR. () NO COMMENT. () HOLD.

PLEASE NOTE OTHER COMMENTS BELOW:

see attached

ADMINISTRATIVELY
CONFIDENTIAL

FOR ACTION

FYI

FOR STAFFING

FOR INFORMATION

FROM PRESIDENT'S OUTBOX

LOG IN/TO PRESIDENT TODAY

IMMEDIATE TURNAROUND

NO DEADLINE

LAST DAY FOR ACTION

	X	VICE PRESIDENT
	X	JORDAN
X		EIZENSTAT
	X	KRAFT
		LIPSHUTZ
		MOORE
	X	POWELL
	X	RAFSHOON
X		WATSON
	X	WEXLER
	X	BRZEZINSKI
X		MCINTYRE
		SCHULTZE
		ADAMS
		ANDRUS
		BELL
		BERGLAND
		BLUMENTHAL
		BROWN
		CALIFANO
		HARRIS
		KREPS
		MARSHALL
		SCHLESINGER
		STRAUSS
		VANCE

		ARONSON
		BUTLER
		H. CARTER
		CLOUGH
		CRUIKSHANK
		FIRST LADY
		HARDEN
		HERNANDEZ
		HUTCHESON
		KAHN
		LINDER
		MARTIN
		MILLER
		MOE
		PETERSON
		PETTIGREW
	X	PRESS
		SANDERS
		WARREN
		WEDDINGTON
		WISE
		VOORDE
	X	ADMIN. CONFIDEN.
		CONFIDENTIAL
		SECRET
		EYES ONLY

1731

THE WHITE HOUSE

WASHINGTON

May 2, 1979

MEMORANDUM FOR THE PRESIDENT

FROM:

JACK WATSON *Jack*

SUBJECT:

Warren-Speth Memorandum on Nuclear
Power and the 1980 Campaign

A separate task force on this issue will become a publicly known fact and will itself generate pressure for a definitive statement from you before you may be ready to act.

The Three Mile Island Commission has just begun its work. It needs time to complete its assignment and make recommendations to you.

It is my opinion that the issue is an important one on which your position both for substantive and political reasons will have to be carefully thought out.

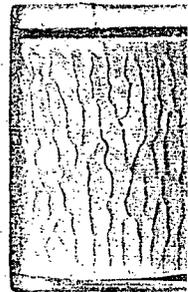
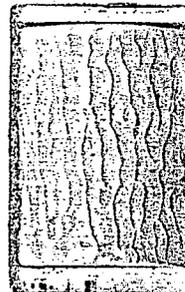
Rather than establish a separate task force, I recommend that Stu personally preside over a normal staff review of the issues and advise you accordingly after giving all EOP and agency views a chance to be aired. Such a review will, of course, need to consider the Kemeny Commission recommendations as well.

THE WHITE HOUSE
WASHINGTON
07 May 79

Jim McIntyre

The attached was returned in
the President's outbox today
and is forwarded to you for
your information.

Rick Hutcheson



	FOR STAFFING
	FOR INFORMATION
	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND
	NO DEADLINE
	LAST DAY FOR ACTION -

ACTION
FYI

	ADMIN CONFID
	CONFIDENTIAL
	SECRET
	EYES ONLY

	VICE PRESIDENT
	EIZENSTAT
	JORDAN
	KRAFT
	LIPSHUTZ
	MOORE
	POWELL
	WATSON
	WEXLER
	BRZEZINSKI
	MCINTYRE
	SCHULTZE

	ARAGON
	BOURNE
	BUTLER
	H. CARTER
	CLOUGH
	COSTANZA
	CRUIKSHANK
	FALLOWS
	FIRST LADY
	GAMMILL
	HARDEN
	HUTCHESON
	JAGODA
	LINDER
	MITCHELL
	MOE
	PETERSON
	PETTIGREW
	PRESS
	RAFSHOON
	SCHNEIDERS
	VOORDE
	WARREN
	WISE

	ADAMS
	ANDRUS
	BELL
	BERGLAND
	BLUMENTHAL
	BROWN
	CALIFANO
	HARRIS
	KREPS
	MARSHALL
	SCHLESINGER
	STRAUSS
	VANCE

THE WHITE HOUSE
WASHINGTON

5/6/79

Mr. President:

No comment from Stu.

Rick



THE SECRETARY OF TRANSPORTATION

WASHINGTON, D.C. 20590

MAY 3 1979

cc McHughen

Q
—

MEMORANDUM FOR THE PRESIDENT

THROUGH: Mr. Rick Hutchison, Staff Secretary

FROM: Brock Adams

SUBJECT: The Milwaukee Railroad

The Trustee of the bankrupt Milwaukee Railroad announced plans to ask the reorganization court on May 4 for permission to embargo (i.e. stop service for lack of cash) about 75 percent of the railroad on May 8 and to continue Milwaukee operations on a small core system in the upper Midwest.

On May 1, I called together the Trustee and his key officers, Chairman O'Neal of the ICC, and chief executives of other railroads most affected by the Milwaukee's cash crisis. These carriers are also the leading candidates to purchase portions of the non-core Milwaukee from the Trustee. I made the strongest possible case for expedited transfer of these lines and services, as an alternative to Congressional action to subsidize total Milwaukee service. I stressed that negotiations should immediately proceed in good faith so that other carriers will be able to serve as much of the Milwaukee's non-core traffic as possible. DOT also offered support in the form of Emergency Rail Services Act funds in an amount of \$20 million and the Trustee agreed to modify his request for embargo from May 8 to May 31.

On May 3, I met with representatives of the railroad labor organizations who are very much opposed to the Trustee's actions on the immediate embargo and want time to examine the reorganization proposal. They do not want an embargo to substitute for regular abandonment procedures.

I plan to support the concept of a core, with ICC action to continue essential service until other railroads can buy into the system and regular abandonment for unneeded lines can be moved through the ICC. Establishment of a core provides the best chance to avoid a total collapse of the system. If the entire railroad stops running because it has no cash to continue, 10,000 Milwaukee employees will be out of jobs. With a core the Trustee indicates approximately 5,000 employees would be employed and ICC procedures approving abandonments and property sales would mean some of the rest would be protected.

There will be a need for public funding of ICC-ordered service continuation on most embargoed lines for a limited period through the ICC funding authority. The Emergency Rail Services Act loan guarantees which DOT administers will be made available to aid in the process of finding and establishing a viable core.

DOT will also make a statement at the May 4 court hearing which will recommend a postponement of the embargo decision so that DOT and others will have a chance to look at a consultant's report which is the basis for the Milwaukee's core proposal. This report has not been fully completed and will not be available in written form until mid-May. The delay will also provide more opportunity for DOT to work with the ICC and other railroads to assure a continuation of essential services if an embargo is approved by the court. We will also request permission from the court to file a supplemental statement before May 31, so that DOT can express its views on the embargo request in greater detail.

The Justice Department lawyers representing DOT on May 4 will support the concept of ICC emergency service orders for the continuation of essential services for a limited time and will indicate DOT's willingness to make Emergency Rail Service money available. These actions require public funds but they provide time to work out permanent restructuring arrangements. We will also urge the court to require the Trustee to file petitions with the ICC seeking authority to abandon any lines which are embargoed. Abandonment proceedings will assure ICC jurisdiction over labor protection for employees who may be eligible for benefits from the Milwaukee estate. I am attaching a copy of the statement to be filed with the court on May 4.

I believe the strategy outlined here is the best response we can make to the Milwaukee Road's cash crisis.

~~Attachment~~

<input type="checkbox"/>	FOR STAFFING
<input checked="" type="checkbox"/>	FOR INFORMATION
<input type="checkbox"/>	FROM PRESIDENT'S OUTBOX
<input type="checkbox"/>	LOG IN/TO PRESIDENT TODAY
<input type="checkbox"/>	IMMEDIATE TURNAROUND
<input type="checkbox"/>	NO DEADLINE
<input type="checkbox"/>	LAST DAY FOR ACTION -

ACTION
FYI

<input type="checkbox"/>	ADMIN CONFID
<input type="checkbox"/>	CONFIDENTIAL
<input type="checkbox"/>	SECRET
<input type="checkbox"/>	EYES ONLY

<input checked="" type="checkbox"/>	VICE PRESIDENT
<input checked="" type="checkbox"/>	EIZENSTAT <i>has</i>
<input type="checkbox"/>	JORDAN
<input type="checkbox"/>	KRAFT
<input checked="" type="checkbox"/>	LIPSHUTZ
<input checked="" type="checkbox"/>	MOORE
<input type="checkbox"/>	POWELL
<input checked="" type="checkbox"/>	WATSON
<input type="checkbox"/>	WEXLER
<input type="checkbox"/>	BRZEZINSKI
<input checked="" type="checkbox"/>	MCINTYRE
<input checked="" type="checkbox"/>	SCHULTZE

<input type="checkbox"/>	ARAGON
<input type="checkbox"/>	BOURNE
<input type="checkbox"/>	BUTLER
<input type="checkbox"/>	H. CARTER
<input type="checkbox"/>	CLOUGH
<input type="checkbox"/>	COSTANZA
<input type="checkbox"/>	CRUIKSHANK
<input type="checkbox"/>	FALLOWS
<input type="checkbox"/>	FIRST LADY
<input type="checkbox"/>	GAMMILL
<input type="checkbox"/>	HARDEN
<input type="checkbox"/>	HUTCHESON
<input type="checkbox"/>	JAGODA
<input type="checkbox"/>	LINDER
<input type="checkbox"/>	MITCHELL
<input type="checkbox"/>	MOE
<input type="checkbox"/>	PETERSON
<input type="checkbox"/>	PETTIGREW
<input type="checkbox"/>	PRESS
<input type="checkbox"/>	RAF SHOON
<input type="checkbox"/>	SCHNEIDERS
<input type="checkbox"/>	VOORDE
<input type="checkbox"/>	WARREN
<input type="checkbox"/>	WISE

<input type="checkbox"/>	ADAMS
<input type="checkbox"/>	ANDRUS
<input type="checkbox"/>	BELL
<input type="checkbox"/>	BERGLAND
<input type="checkbox"/>	BLUMENTHAL
<input type="checkbox"/>	BROWN
<input type="checkbox"/>	CALIFANO
<input type="checkbox"/>	HARRIS
<input type="checkbox"/>	KREPS
<input type="checkbox"/>	MARSHALL
<input type="checkbox"/>	SCHLESINGER
<input type="checkbox"/>	STRAUSS
<input type="checkbox"/>	VANCE

May it please the Court, I am John Broadley from the United States Department of Justice appearing here today on behalf of the United States Department of Transportation.

The Department of Transportation has been informed that the Trustee will amend his April 23 petition to postpone the proposed embargo date from May 8 to May 31. The Department believes postponement is in the interest of all parties to this proceeding and supports the Trustee's amendment.

The Trustee has stated that the final report of Booz Allen and Hamilton will be available by May 15. The Department believes it would be desirable if the interested parties have a reasonable opportunity to examine the final report and submit further views to the Court before the Trustee's embargo petition is ruled upon by the Court. Accordingly, we request that the Court not enter an order at this time on the Trustee's petition for an embargo, but rather entertain the possibility of a further hearing after the submission of the interested parties' further views.

Postponement of any embargo to May 31 will also afford the Interstate Commerce Commission a more adequate opportunity to investigate the Trustee's service plan as referred to in his prepared testimony and ensure that essential service is maintained on the system covered by the embargo. Such service would be maintained either through permissive service orders under 49 U.S.C. 11124, or through directed rail transportation under 49 U.S.C. 11125. The Department supports efforts by the Interstate Commerce Commission to ensure the maintenance of essential services of the Milwaukee system.

For its own part, the Department of Transportation is prepared to meet its responsibilities under the Emergency Rail Services Act of 1970 to ensure essential service on the Milwaukee's system and to permit necessary restructuring. To this end we support the Trustee's petition to immediately borrow \$15 million from escrow accounts and the Milwaukee Land Company through the issuance of trustee certificates.

We recommend that, while the Court deliberates its ruling on the embargo petition, the Trustee be ordered to promptly file applications, pursuant to 49 U.S.C. 10903, for certificates of discontinuance of operations or abandonment of railroad

lines with the Interstate Commerce Commission with respect to the embargoed part of the Milwaukee system. Whatever the financial exigencies of the current situation, the provisions of the Interstate Commerce Act should be complied with to the maximum extent to maintain the rights of all affected parties.

THE WHITE HOUSE
WASHINGTON

07 May 79

Tim Kraft
Arnie Miller

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

MEMORANDUM

THE WHITE HOUSE

WASHINGTON

May 3, 1979

MEMORANDUM FOR: THE PRESIDENT
FROM: ZBIGNIEW BRZEZINSKI 
SUBJECT: Ambassadorial Appointments

I have no objection or significant reservations about the Ambassadorial appointments proposed by Secretary Vance. My only comment would be that Lyle Lane, who has done a good job in Havana, would appear to deserve a more stimulating post than Uruguay. However, that is obviously Cy's call and he certainly would do a good job there.

THE WHITE HOUSE
WASHINGTON
5/3/79

Zbig Brzezinski

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

cc: Tim Kraft

THE WHITE HOUSE
WASHINGTON

May 1, 1979

3619
Comment
J

MEMORANDUM FOR THE PRESIDENT

FROM: TIM KRAFT ^{TK}
ARNIE MILLER ~~AM~~

C

SUBJECT: Ambassadorial Appointments

Secretary Vance has made the following recommendations for Ambassadorial assignments:

Horace G. Dawson, Jr.	Botswana
Jack R. Perry	Bulgaria
George B. Roberts, Jr.	Guyana
William D. Wolle	United Arab Emirates
Lyle Lane	Uruguay

All of the candidates are Foreign Service Officers.

Mr. Dawson is fifty-three years of age and is Public Affairs Office in Manila.

Mr. Perry is forty-nine years of age and is a Senior Inspector at the Department of State.

Mr. Roberts is forty-nine years of age and is Deputy Chief of Mission at Vientiane.

Mr. Wolle is fifty-one years of age and is Director of the Office of Research and Analysis for Near East and South Asia.

Mr. Lane is fifty-two and is Principal Officer, US Interests Section, Havana.

RECOMMENDATION:

That you nominate Horace Dawson for Botswana; Jack Perry Bulgaria; George Roberts for Guyana; William Wolle for United Arab Emirates; and Lyle Lane for Uruguay.

approve ✓

disapprove _____

J

Electrostatic Copy Made
for Preservation Purposes

UNDER SECRETARY OF STATE
FOR MANAGEMENT
WASHINGTON

MEMORANDUM FOR: Mr. Tim Kraft
The White House
THRU: Ms. Patty Pettit *M.C.*
FROM: Michael M. Conlin, Acting

Secretary Vance has decided to recommend that the following career officers should be nominated for the posts indicated:

Botswana	Horace G. Dawson
Bulgaria	Jack R. Perry
Guyana	George B. Roberts
United Arab Emirates	William D. Wollé

Biographic information on all individuals is attached. We will begin the various clearance procedures upon receiving the President's approval.

THE WHITE HOUSE

WASHINGTON

April 24, 1979

MEMORANDUM FOR ROBERT GATES

FROM: TIM KRAFT

THROUGH: ALICIA SMITH
PATTY PETTIT 

SUBJECT: Ambassadorial Appointments

Attached are the background papers for the following-named individuals to be Ambassadors for the below listed countries.

Would you please let us know NSC's comments on these recommendations?

Thank you.

Botswana

Horace G. Dawson

Bulgaria

Jack R. Perry

El Salvador

Francis J. McNeill

Guyana

George B. Roberts

United Arab Emirates

William D. Wolle

If you have any questions, feel free to call Patty Pettit, of my staff, at 2995.

OFFICIAL USE
ONLY

UNDER SECRETARY OF STATE
FOR MANAGEMENT
WASHINGTON

April 23, 1979

MEMORANDUM FOR: Mr. Tim Kraft
The White House

THRU: Ms. Patty Pettit

FROM: Michael M. Conlin, Acting *M.C.*

Secretary Vance has decided to recommend that the following career officers should be nominated for the posts indicated:

Botswana	Horace G. Dawson
Bulgaria	Jack R. Perry
El Salvador	Francis J. McNeill
Guyana	George B. Roberts
United Arab Emirates	William D. Wollé

Biographic information on all individuals is attached. We will begin the various clearance procedures upon receiving the President's approval.

OFFICIAL USE

CANDIDATE FOR BOTSWANA

NAME: Horace G. DAWSON, Jr.

AGE: 53

AREAS OF EXPERIENCE: AF, EA

COUNTRIES OF EXPERIENCE: Uganda, Nigeria, Liberia, Philippines

RANK: Foreign Service Information Officer of Class I

FOREIGN LANGUAGES: None

EDUCATION: AB, Lincoln University 1949
MA, Columbia University 1950
PhD, Iowa State University 1960

PROFESSIONAL EXPERIENCE:

1977-present Public Affairs Officer, Manila
1975 to 1977 Assistant Director (Africa), USIA
1973 to 1975 Deputy Asst. Director (Africa), USIA
1971 to 1973 Cultural Affairs Advisor, USIA
1970 to 1971 Senior Seminar in Foreign Policy
1967 to 1970 PAO Monrovia, Liberia
1964 to 1967 Cultural Affairs Officer, Lagos, Nigeria
1962 to 1964 Cultural Affairs Officer, Kampala, Uganda
1953 to 1962 Assoc. Professor, North Carolina College

Dawson is regarded as one of ICA's most experienced and able African experts. He has field experience in Kampala, Lagos and Monrovia, and from 1975-77 was Assistant Agency Director for African Affairs in Washington. In the latter position, his broad knowledge of key issues proved particularly helpful to the agency and to senior US officials, e.g. Secretary Kissinger, Congressman Andrew Young et al., at a time when new diplomatic initiatives in our African policy were getting under way. Dawson's present position as public affairs officer in Manila is his first out-of-area assignment, but soon after his arrival in 1977 he demonstrated versatility in coming to grips with the complex ICA operation in the Philippines and considerable diplomatic skill in conveying our concerns about

human rights to the Philippines government. Dawson's style is low-keyed, honest, articulate and analytical. Interpersonal relations are one of his strongest points with host country leaders as well as with his own colleagues and supporting staff.

CANDIDATE FOR GUYANA

NAME: George B. ROBERTS, Jr.

AGE: 49

AREAS OF EXPERIENCE: Southeast Asia, Caribbean, Africa

COUNTRIES OF EXPERIENCE: Thailand, Laos, Tanzania, Jamaica

RANK: Foreign Service Officer of Class I

FOREIGN LANGUAGES: Thai, French, Swahili, Lao

EDUCATION: AB, Yale 1952
MA, Yale 1953

PROFESSIONAL EXPERIENCE:

1977-present Deputy Chief of Mission/Charge, Vientiane
1976 to 1977 Member, Senior Seminar in Foreign Policy
1974 to 1976 Office Director, Thailand/Burma Affairs
1973 to 1974 Special Assistant to Deputy Secretary of State
1969 to 1973 Deputy Chief of Mission, Kingston
1966 to 1969 Political Officer, Dar-es-Salaam
1965 to 1966 Desk Officer, Vietnam Affairs, EA
1964 to 1965 Secretariat Staff
1962 to 1964 Personnel Officer, M/DG
1958 to 1960 Staff Assistant and Consular Officer, Bangkok

Now Charge in Vientiane, Roberts would bring to Georgetown experience in the Caribbean (DCM Kingston), relevant African experience (political officer in Dar-es-Salaam), as well as other extensive Third World experience in Southeast Asia overseas and on Southeast Asian affairs in the Department. He also developed a high level policy perspective as Special Assistant to the Deputy Secretary in 1973-1974. Roberts has been consistently praised for his versatility, his effectiveness in interpersonal relations and for his coolness under pressure. He is about to receive the highest marks from the recently returned Inspectors who will note how he improved the US position in Laos under the most adverse political and

physical circumstances, for the quality of his reporting and his post management, as well as for his representational skills with the diplomatic community and even Lao officials. His quiet, unpretentious but confident manner, and his concern for staff morale would adapt well to the relatively claustrophobic environment in Guyana.

CANDIDATE FOR URUGUAY

NAME: Lyle F. LANE

AGE: 52

AREA OF EXPERIENCE: Latin America, Europe, Southeast Asia

COUNTRIES OF EXPERIENCE: Ecuador, Costa Rica, Peru, Cuba,
Spain, Philippines

RANK: Foreign Service Officer of Class I

FOREIGN LANGUAGES: Spanish

EDUCATION: AB, University of Washington, 1950
MS, George Washington University, 1969

PROFESSIONAL EXPERIENCE:

1977-present Principal Officer, US Interests Section,
Havana

1976 to 1977 Deputy Chief of Mission, Lima

1973 to 1976 Deputy Chief of Mission, San Jose

1969 to 1973 Administrative Officer and Deputy Executive
Director, ARA/MGT

1968 to 1969 Student, National War College

1966 to 1968 Detail to AID/Guatemala (Development Planning)

1962 to 1966 Principal Officer, Cebu

1961 to 1962 Advanced Economics Training, University of
California

1959 to 1961 Desk Officer, East Asia Bureau

1954 to 1959 Political Officer/Staff Assistant, Madrid

1952 to 1954 Consular/Administrative Officer, Guayaquil

Lane is a broadly experienced Latin America specialist having performed successfully in all the traditional Service functions. A superb executive, he served with distinction as DCM at two ARA posts, and when it was decided to reopen a diplomatic post in Havana after a hiatus of 17 years, Lane's all-around ARA

experience and management style led to his selection. He has conducted our operations in Havana and our relations with the Cubans in a careful, skilled, imaginative and productive manner, demonstrating the highest degree of professionalism and leadership. Despite a heavy workload, difficult working conditions and a hostile environment, morale at the post under his leadership remains high.

Lane makes and maintains a distinguished, energetic, forceful impression. He moves easily through all divisions of the social spectrum and could quickly gain the confidence of key officials in Uruguay. His Spanish is 4+/4+.

UNDER SECRETARY OF STATE
FOR MANAGEMENT
WASHINGTON

April 4, 1979

MEMORANDUM TO: The Honorable Tim Kraft
The White House

FROM: Ben H. Read *BHR*

Secretary Vance has decided to recommend that the following career officers should be nominated for the posts indicated:

Burma	Patricia Byrne
Niger	James K. Bishop
Tanzania	Richard N. Viets
Uruguay	Lyle Lane
Zambia	Frank F. Wisner

Bishop had previously been approved by the President as Ambassador to Chad, however because of the near civil war in that country the Secretary wishes to leave our current Ambassador there for the moment and to recommend Bishop for Niger which was also due for change.

Secretary Vance has also decided to recommend that Charles Cross be named to head the Taiwan office of the new American Institute on Taiwan. This is a major assignment, though not an ambassadorial appointment and one which does not require Senate action.

With the resignation of our Ambassador to New Zealand (recommendations for this position are being forwarded by the Presidential Advisory Board on Ambassadorial Appointments) and with the independence of the Gilbert Islands, which have become the new nation of Tuvalu, it is appropriate to realign several of the multiple accreditations of U. S. Ambassadors in the South Pacific. Our next Ambassador in New Zealand

will be accredited to Western Samoa and the Secretary proposes that our current Ambassador in Fiji (a career officer, John Condon) be accredited without additional compensation to be Ambassador to Tuvalu and the Kingdom of Tonga. While the U. S. maintains diplomatic relations with these countries we do not have Embassies there and will not have any time in the foreseeable future. Thus the most appropriate form of representation is the multiple accreditation of American Ambassadors from neighboring countries.

Biographic information on all individuals is attached. We will begin the various clearance procedures upon receiving the President's approval.

Two previous Secretarial recommendations (Papua-New Guinea, my Memorandum of March 12, and Ghana, my Memorandum of March 15) are still pending. I would very much appreciate any indication you might be able to give me on the status of these two.

CANDIDATE FOR UNITED ARAB EMIRATES

NAME: William D. WOLLE

AGE: 51

AREAS OF EXPERIENCE: Near East, Africa, Europe

COUNTRIES OF EXPERIENCE: Iraq, England, Lebanon, Aden,
Saudi Arabia, Kuwait, Jordan, Kenya,
Muscat and Oman

RANK: Foreign Service Officer of Class II

FOREIGN LANGUAGES: Arabic

EDUCATION: BA, Morningside College 1949
MIA, Columbia University 1951

PROFESSIONAL EXPERIENCE:

1978-present Director, Office of Research and Analysis for
Near East and South Asia, Bureau of Intelligence
and Research

1974 to 1978 Chief of Mission, Muscat

1973 to 1974 Commercial Officer, Nairobi

1970 to 1973 Economic/Commercial Officer, Amman

1968 to 1970 Political/Economic Officer, Kuwait

1967 to 1968 Student, National War College

1962 to 1967 Political/Economic Officer, Office of Israeli
and Arab-Israeli Affairs, Bureau of Near East
and South Asian Affairs

1959 to 1962 Economic/Commercial Officer, Jidda

1958 to 1959 Political/Economic Officer, Aden

1957 to 1958 Arabic Language Training, Beirut

1954 to 1957 Consular Officer, Manchester

1951 to 1954 Consular and Economic Officer, Baghdad

Wolle is a highly qualified Arabist whose functional expertise as an economics officer would be particularly relevant in Abu Dhabi where the Chief of Mission is expected to fully

comprehend the intricacies of petroleum economics. Wollé would also bring thorough familiarity with the broad range of Gulf issues from previous service in Kuwait and his more recent four-year Ambassadorship in Muscat. Although a quiet, low-keyed officer, his managerial skills are altogether appropriate to this assignment.

CANDIDATE FOR BULGARIA

NAME: Jack R. PERRY

AGE: 49

AREAS OF EXPERIENCE: Europe

COUNTRIES OF EXPERIENCE: USSR, France, Czechoslovakia, Sweden

RANK: Foreign Service Officer, Class I

FOREIGN LANGUAGES: French, Russian, Czech

EDUCATION: BA, Mercer University, English 1951
MA, Columbia Univ., Political Science 1958
PhD, Columbia Univ., Political Science 1972
LLD, Mercer University 1971

PROFESSIONAL EXPERIENCE:

1978-present Deputy Executive Secretary of the Department
1976 to 1978 Deputy Chief of Mission, Stockholm
1974 to 1976 Deputy Chief of Mission, Prague
1972 to 1974 Detailed to Council on Environmental Quality
1970 to 1972 Office of Soviet Affairs, European Bureau
1969 to 1970 Detailed to Washington Center for Foreign
Policy Research.
1966 to 1969 Political Officer, Paris
1964 to 1966 Political Officer, USNATO, Paris
1963 to 1964 Political Officer, Moscow
1962 to 1963 Personnel Officer, Moscow
1960 to 1962 Desk Officer, European Bureau

A Soviet specialist with experience in both Eastern and Western Europe, Mr. Perry also spent two years with the Council on Environmental Quality. His extended service as Charge in Prague has proven his executive ability, and his most recent overseas tour as DCM in Stockholm has confirmed earlier assessments of his managerial talents. A highly likeable man, he has an informal,

easy-going manner and an active, analytical mind; these characteristics together with strong professional drive make him a natural leader. His personal qualities will help in building staff morale in the isolated environment of Embassy Sofia. In addition, his journalistic background has given him sensitivity to the public relations aspects of our ties with countries in the Communist orbit.

THE WHITE HOUSE

WASHINGTON

May 7, 1979

MEETING WITH LEADERS OF ANTI-NUCLEAR DEMONSTRATION

Monday, May 7, 1979

11:30a.m. (10 minutes)

Roosevelt Room

FROM: ANNE WEXLER *Ann*
STU EIZENSTAT *Stu*

I. PURPOSE

To hear the concerns of some of the leaders of the May 6 Coalition -- the anti-nuclear demonstration -- and express your position on certain nuclear issues.

II. BACKGROUND, PARTICIPANTS, AGENDA & PRESS PLAN

- A. Background: The May 6 Coalition, consisting of over 100 organizations, organized the May 6 anti-nuclear demonstration. The groups involved included consumers, minorities, senior citizens, women, children, labor, etc. Through Donald Ross, their coordinator, on April 19 they asked for a meeting with you on May 6 or 7 but were turned down. In subsequent discussions they were told that your schedule precluded a decision on a meeting with you until Monday morning, May 7. Pursuant to your note to Stu, this meeting has now been planned.
- B. Participants: A list of the representatives of the May 6 Coalition is attached. For the most part, they are the grassroots organizers of anti-nuclear efforts rather than their better-known champions. They feel that in your campaign you were neutral to "leaning minus" on nuclear power and that you are now neutral to "leaning plus". They desire to get to you the message that they have very broad support

and that they are serious and competent, rather than confrontationists. They have expressed confidence in you on this matter.

White House staff participants will include Anne Wexler, Stu Eizenstat, Frank Press, Gus Speth and Jack Watson.

- C. Agenda: The meeting will start at 11:30 a.m.; we understand you will join it sometime before 12 noon. Anne will open the meeting by welcoming the group to the White House. They will then be invited to discuss (a) their assessment of their anti-nuclear support and (b) the kinds of actions they believe are feasible and ought to be taken.

- D. Press Plan: Press photo opportunity for first two minutes of your remarks. May 6 Coalition representatives will meet with the press following the meeting.

III. TALKING POINTS

Suggested talking points are attached.

TALKING POINTS

1. I am pleased that you were able to come to the White House today, for I wanted an opportunity to hear your concerns directly and to let you know what we are already doing about many of them.
2. I know that all of you worked hard to put together yesterday's rally. I think you did a fine job of organizing the rally, but most importantly of keeping it peaceful and constructive.
3. I principally wanted to hear today what you had to say, so I do not want to take your time speaking about what we are already doing. But let me briefly mention a few items.
 - Nuclear Power - I share many of your concerns about nuclear power. I believe we need to be very careful in our use of nuclear power. We do not have sufficient alternative energy sources available now to ignore nuclear power. But the use of nuclear power must be prudent, environmentally sound and safe. We are working hard toward that end.
 - Nuclear Safety - Our greatest concern in the commercial nuclear power area must be safety. We are determined, through the NRC, to make certain that every nuclear plant now in use is completely safe and that no unsafe plant is ever built or licensed.
 - NRC - I have appointed several members to the NRC whose concerns about safety are well-known to you (Peter Bradford, Victor Gillinsky, John Ahearne). I will do whatever I can to make sure the NRC is taking every step possible to ensure the highest safety standards.
 - Three Mile Island - I have appointed a distinguished Commission to investigate the Three Mile Island accident. That Commission has a broad mandate, and I fully expect it will make sound recommendations about how we can improve our safety procedures, so that there are no more such nuclear accidents.

- Inspectors - We are now placing a Federal safety officer at every operating nuclear power plant in the country. Those officers will be independent of the plant; have the authority to close down any plant that is not operating safely.
4. Nuclear Proliferation - We have undertaken a number of actions to limit the spread of nuclear materials, particularly plutonium. Until we took office, this country was moving headlong into a plutonium age, with almost no sensitivity toward the great dangers of proliferation:
- Clinch River Breeder Reactor - We have fought from the beginning the construction of the CRBR. That is an unnecessary waste of \$1.5 billion; its completion would not only give us an outdated, inefficient technology, but also risk the spread of plutonium. The Congress will soon be voting on whether to continue CRBR, and your help could turn the tide now moving in Congress to complete construction. This is the most immediate thing you could do to help reduce the spread of nuclear material.
 - Barnwell - We have fought the construction of a plutonium recycling plant in Barnswell, S.C. And I believe we have been successful so far, in part because of the help of some of the organizations you represent.
 - Non-Proliferation Act - I proposed a tough non-proliferation bill at the beginning of my Administration, and it has now been enacted. That act places very stringent controls before ^{It} ~~it~~ also imposes very tight safety and non-proliferation requirements on those countries which do receive nuclear materials. For the first time, our nation has been able to have a say in how other countries use nuclear materials. And we are serious about imposing the sanctions set forth in the act -- just recently we cut-off economic assistance to Pakistan because of its violations. *That nuclear fuel is exported.*
5. Arms Race
- SALT II - I have made the negotiation and ratification of a SALT II agreement one of the highest priorities of my Administration.

We are now very close to an agreement which will reduce the rate of production and growth of nuclear weapons, and reverse the trend toward almost unlimited, nuclear weapon production. Your help in getting SALT II ratified would be one of the most significant efforts you could possibly undertake.

- Test Ban Treaty - We are also negotiating an extension of the Nuclear Test Ban Treaty, so that all testing of nuclear weapons could be halted.

6. Solar Energy/Alternative Energy Sources - One of my Administration's highest priorities is the energy area has been the development and expanded use of solar power:

- We have increased funding for solar from \$313 million when we took office to \$845 for FY'80 (including tax credits - \$589 without the credits).
- We have undertaken a very comprehensive Solar Energy Review over the past year and will be announcing it this month. The Review will recommend to the Congress a number of ways in which we can expand our use of solar power and will set goals for increased use of solar power.
- I have proposed significant increases in solar energy and alternative energy research and development through the creation of an Energy Security Trust Fund. That will be created and funded if we pass the windfall profits tax I proposed.

7. Conservation - One of the most least expensive, most efficient ways to reducing of energy needs is conservation. As part of my recent energy message, I renewed our call for increased conservation and pledged to make energy conservation one of the linchpins of our energy policy. Our country has become the energy glutton of the world, and we must begin changing our habits through improved energy consciousness. I know that many of you have been involved in this effort already, but all of us need to intensify our efforts if we are to meet our goal of a 5% energy consumption reduction.

8. Nuclear Waste

- We have just completed the Federal government's first comprehensive study of the nuclear waste problem, and we are already beginning to implement a number of the study's proposals for improved handling of radioactive wastes. We will also soon be proposing some legislation based on the study.
- We already have before the Congress legislation to deal with the problem of nuclear spent fuel rods. That legislation would create a fund to finance the building of safe storage facilities and will help ensure improved handling of spent rods.

9. I recognize that we probably do not agree to the best ways to handle the safety and environmental problems raised by nuclear power. But I think it is clear that we are very sensitive to these problems, we have done more than any other Administration has ever attempted, and we are more than willing to work with you constructively to solve some of the problems which exist.

MEMORANDUM

THE WHITE HOUSE
WASHINGTON

to: THE PRESIDENT
F.V.I.

May 7, 1979

MEMORANDUM FOR FRANK MOORE

FROM: DAN TATE *Dan*
SUBJECT: Senator John Glenn and the Japan State Dinner

On Friday I spent about 45 minutes with Senator John Glenn. The appointment was made at my request because the number of press calls over this alleged snub was enormous.

During the course of our meeting I explained that we generally are able to invite five Senators to each State Dinner and that for the Japan function we attempted to have seven invited. His name was fifth on the list (behind Baker, Inouye, Matsunaga, and Hayakawa, the latter three being the Japanese-Americans in the Senate) and was the only one from the Foreign Relations Committee. I told him that Senator Robert Byrd and the Speaker are always invited and are not generally counted against our allotment of ten (five House and five Senate.) However, because there were tremendous pressures for seats at the Japan dinner, Senator Byrd was included in our allotment of five so the fifth name on our original list (John Glenn) ~~did~~ not receive an invitation.

I emphasized that his name was not taken off the list of invitees -- it simply never was on. He had been told by the press that his invitation had been yanked, presumably because of SALT and the Groton incident. He noted that press accounts said that Jody indicated that Glenn's not being invited was "inadvertent" and that "someone in the First Lady's office took his name off." In response I told Glenn that Jody's information was inaccurate and that the First Lady's office staff was not involved -- I did point out, however, that the Social Office is at least organizationally under the 1st Lady. I am sure he felt that either the First Lady herself or a member of her staff struck his name because of the Groton speech, but I am confident that he no longer believes that to be the case.

We parted on very good terms.

THE WHITE HOUSE
WASHINGTON

5/7/79

Mr. President:

Sarah Weddington is with Lynda Robb today discussing Lynda becoming chairperson of your adv. comm. Sarah would like to bring her by for a photo and a little lobbying by you before your 3 pm with Vance.

Phil

approve disapprove

**Electrostatic Copy Made
for Preservation Purposes**

2:30 pm

THE WHITE HOUSE
WASHINGTON

Tues

off the record

Mr. President:

Evan Dobbelle would like to bring Jackie Walsh by to see you for 5 minutes.

Jackie has joined Evan's operation as political director.

Phil

approve

disapprove

[Handwritten signature]

Electrostatic Copy Made
for Preservation Purposes

2:00 PM

THE WHITE HOUSE

WASHINGTON

MEETING WITH ELK CITY, OKLAHOMA FARMERS

Monday, May 7, 1979

2:00 p.m. (20 minutes)

Cabinet Room

From: Stu Eizenstat *Stu*
Lynn Daft *Lynn*

I. PURPOSE

Follow-up to the promise you made during your recent trip to Elk City.

II. BACKGROUND, PARTICIPANTS, AND PRESS PLAN

A. Background: This group of Oklahoma farm people, with Mr. Herb Weil probably serving as spokesperson, would like to discuss the following issues with you:

- o Cost-of-Production: Relationship of cost-of-production to loan rates and target prices; accuracy of available cost-of-production data.
- o English Bill: Legislation introduced by Congressman Glen English that would increase the target price of commodities covered in the 1977 Food and Agriculture Act by 7 percent.
- o International Wheat Agreement: What can be done to resume talks that will lead to an international wheat agreement.
- o Grass Roots Input: Would like to see more input by actual farmers in the USDA decision-making process.
- o Reduced Uncertainty: Request that farm program decisions be made further in advance and that the rules-of-the-game not be changed in mid-stream.

At their request, we have made arrangements for the group to meet with USDA staff to discuss Canadian agricultural policy while they are in town.

B. Participants: List attached.

C. Press Plan: Press photo opportunity (2 minutes)

III. TALKING POINTS

- o You might want to open the meeting by recalling your recent visit to Elk City and how much you enjoyed it. Following your welcome, the group will be prepared to discuss the five issues noted above.
- o With regard to cost-of-production, you might point out that: (a) the Federal Government can not and should not guarantee that everyone's full costs will be covered by price supports; (b) production costs vary significantly from region to region and among farms in a given region; and (c) that the USDA is now evaluating their cost-of-production concepts and would welcome suggestions for improvement.
- o With regard to the English Bill, a couple points can be made: A cost-of-production adjuster is already built-in to the current authority. This is the fairest and most sensible way to adjust target prices and we believe we should stick with it. The effects of this adjuster have not been particularly evident as a result of the effects of increasing yields and implementation of set-asides.
- o With regard to negotiating an international wheat agreement, we are now weighing various alternatives. Secretary Bergland is meeting with the Ministers of several major wheat exporting countries this week (May 10) in Canada. We enter these talks with an open mind, eager to explore all the options.
- o We agree on the need to have greater grass roots input, not just into farm policy but all policies. This is why I have undertaken my town hall meetings. It is also why Secretary Bergland has recently initiated a citizen participation effort that is designed to reach out and involve people like yourselves.

THE WHITE HOUSE
WASHINGTON

07 May 79

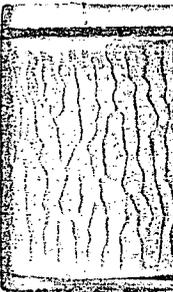
Stu Eizenstat
Anne Wexler

The attached was returned in
the President's outbox today
and is forwarded to you for
appropriate handling.

Rick Hutcheson

Phil Wise
Fran Voorde

79 1871



FOR STAFFING
FOR INFORMATION
FROM PRESIDENT'S OUTBOX
LOG IN/TO PRESIDENT TODAY
IMMEDIATE TURNAROUND
NO DEADLINE
LAST DAY FOR ACTION -

ACTION
FYI

ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

	VICE PRESIDENT
/	EIZENSTAT
	JORDAN
	KRAFT
	LIPSHUTZ
	MOORE
	POWELL
	WATSON
/	WEXLER
	BRZEZINSKI
	MCINTYRE
	SCHULTZE

	ARAGON
	BOURNE
	BUTLER
	H. CARTER
	CLOUGH
	COSTANZA
	CRUIKSHANK
	FALLOWS
	FIRST LADY
	GAMMILL
	HARDEN
	HUTCHESON
	JAGODA
	LINDER
	MITCHELL
	MOE
	PETERSON
	PETTIGREW
	PRESS
	RAFSHOON
	SCHNEIDERS
/	VOORDE
	WARREN
/	WISE

	ADAMS
	ANDRUS
	BELL
	BERGLAND
	BLUMENTHAL
	BROWN
	CALIFANO
	HARRIS
	KREPS
	MARSHALL
	SCHLESINGER
	STRAUSS
	VANCE

THE WHITE HOUSE
WASHINGTON

Phil
has seen

THE WHITE HOUSE
WASHINGTON

C

April 27, 1979

MEMORANDUM FOR PHIL WISE

FROM:

ANNE WEXLER *Anne*

STU EIZENSTAT *Stu*

SUBJECT:

East Room Briefing on Energy
Windfall Profits Tax

Hearings on the windfall profits tax commence on May 9 before the Ways and Means Committee. We believe that an East Room briefing the next week for community leaders from around the country would be important both to increase grassroots support and activity and to show the President's continued involvement in this effort. The audience would be made up of local leaders from the groups which we anticipate will be actively supporting the windfall profits tax -- e.g., environmentalists, small business, AAA, American Retail Federation, National Restaurant Association, religious organizations, civic groups and state and local officials.

Gretchen advises that the Mansion is available on the afternoon of May 15. Stu, Jim Schlesinger and Mike Blumenthal would conduct the briefing which would be followed by a reception. The President would close the briefing with a drop-by for about 10 minutes.

APPROVE _____

✓

DISAPPROVE _____

J

Electrostatic Copy Made
for Preservation Purposes