

2/22/80

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THE PRESIDENT'S SCHEDULE

NOT ISSUED

Friday - February 22, 1980

- 7:15 Dr. Zbigniew Brzezinski - The Oval Office.
- 7:30
(90 min.) Breakfast with Vice President Walter F. Mondale, Deputy Secretary Warren Christopher, Secretary Harold Brown, Dr. Zbigniew Brzezinski, Mr. Hedley Donovan, and Mr. Hamilton Jordan - Cabinet Room.
- 10:00 Mr. Hamilton Jordan and Mr. Frank Moore.
The Oval Office.
- 11:30
(15 min.) GREETINGS/PHOTOGRAPHS - The Oval Office.
(SEE ATTACHED)
- ✓ # 12:00 PRIVATE LUNCHEON - Second Floor Private Dining Room.
- ✓ 2:00
(10 min.) Videotaping/Message for NEA. (Mr. Landon Butler) - The Cabinet Room.
- ~~12:30~~ 2:30
(15 min.) Reception for Pittsburgh Steelers and Pirates.
(Mr. Frank Moore) - The State Floor.
- 3:15 Depart South Grounds via Helicopter en route
Camp David.

GREETINGS/PHOTOGRAPHS

Friday - February 22, 1980

✓ 11:30 Mr. John J. Kramer, President, Public Employees
(5 min.) Federation of New York, and Ms. Constance
Cabelle, Secretary Treasurer. (Amb. Robert
Strauss) - The Oval Office.

✓ 11:40 Mayor Ben DeLieto. (Mr. Jack Watson).
(3 min.) The Oval Office.

✓ 11:45 Mr. Peter McDonald. (Ms. ~~Sarah~~ Weddington).
(5 min.) The Oval Office.

~~waxler~~
waxler/
Alison Thant

President Carter's Annual Videotape
National Education Association

C. C. Brown
Edwards 2/22
12:20 pm ok -
get figure
for Ste - done
J

I want ^{you,} ~~very much~~ to speak with members of the National

Education Association, about education, about the future,
and about a partnership I believe is critical to the ^{well being} ~~welfare~~

and future of our Nation. ~~I want to speak with you about the~~
^{That vital} ^{is} partnership between the educators of this country and the
President of the United States.

We formed this partnership nearly four years ago, because
we agreed that the American system of free public education is
essential to the existence and strength of our democracy.

Together, since those very first days, we have fought a
number of battles -- and we have been ^{very} successful.

We have increased federal support of education ^{by 70%} -- ^{and} as part
of that effort we have defeated attempts to ^{channel revenues into} ~~create~~ tuition tax
credits.

We have established a ^{new} separate Department of Education, giving education the full-time attention it deserves ~~XX~~ at the national level.

We ^{do} have had a ~~great~~ and strong partnership, ^{and our} ~~Our~~ Nation will need ^{this} ~~that~~ partnership -- more than ever -- in the years ahead.

^{We have increased employment} ~~My Administration~~ ^{above} has cut unemployment far below ^{cut} ~~shrunken~~ levels of previous Administrations. We have ~~shrunken~~ the budget deficit dramatically. Yet the energy crisis and worldwide inflation have combined to put spending for all our national priorities under increased pressure.

We must invigorate and maintain a strong national defense, ^{in order to keep our nation at peace.)} We must maintain our ^{ability to deal} ~~own strength to contend~~ successfully with ~~these~~ international crises that violate the principles of human decency and international law.

And we must never forget our national dependence on public education, a system which provides us with our future leaders -- young women and men ready to meet the challenges of the 1980s.

I have said before that our country owes its teachers a ^{great} deep debt of gratitude. This debt extends not just to the work you do for your students, but to the work you do for our Nation. Today our Nation requires your strength and commitment -- even more. We have fought successfully for many good causes in the past. Those same causes will need our attention in the future. We will have to fight even harder to gain adequate funds for public education in our Nation. ~~We will have to fight tuition tax credits again.~~ We will have to fight to ensure that the new Department of Education has the support it needs.

Vice President Mondale and ^{my} ~~our~~ entire Administration work with me to find solutions -- real solutions -- to our Nation's complex economic and social problems. We want the National

Education Association to continue to work ^{*closely*} with us ~~in this effort~~

in the years to come. We value your wisdom and your friendship.

We value your partnership with us not only on education issues

but on all matters that affect the well-being of Americans.

Our working relationship has served the Nation well. I hope

I can count on your support and your strength in the months and

years to come.

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*Present cards
did not
return*

Chris Matthews
Draft A-2; 2/20/80
Scheduled Delivery:
Fri., Feb. 22, 2:30 P.M.

2:30
revised

Talking Points

Reception for Pittsburgh Pirates/Steelers

1. MAYOR DICK CALIGUIRI [CAL-A-JEER-EE], MAYOR LOU TULIO [TOOL-EE-O], CONGRESSMAN JOE GAYDOS, CONGRESSMAN DOUG WALGREN, CONGRESSMAN AUSTIN MURPHY, AND CONGRESSMAN FRANK HORTON.
2. I AM HAPPY TO JOIN TODAY IN THIS SALUTE TO A PLACE THAT DESERVES TO BE CALLED "THE CITY OF CHAMPIONS".
3. I WOULD LIKE TO INCLUDE IN THAT SALUTE NOT ONLY THE CITY OF PITTSBURGH ITSELF BUT ALL OF WESTERN PENNSYLVANIA. THE ENTIRE AREA SUPPORTS THE PIRATES AND THE STEELERS. IT DESERVES TO SHARE THE HONORS THAT THESE GREAT CHAMPIONS HAVE WON.
4. LET ME START WITH THE PIRATES. IT WAS MY HONOR TO BE PRESENT IN THE PITTSBURGH LOCKER ROOM LAST FALL ON THE FINAL NIGHT OF THE WORLD SERIES. I HAVE NOT FORGOTTEN THOSE EXCITING MOMENTS. I COULD SENSE THEN THE STRONG FEELINGS OF BROTHERHOOD THAT HOLDS THE PIRATES TOGETHER. IT WAS THEIR STRONG SENSE OF UNITY, THEIR GREAT SENSE OF BEING A "FAMILY," THAT MADE THE TEAM GREAT, THAT MADE THEM CHAMPIONS. ["WE ARE FAMILY" WAS THE TEAM'S MOTTO THIS YEAR].
5. THE PITTSBURGH STEELERS SHOWED THE SAME KIND OF UNITY AND TEAMWORK. FOUR TIMES IN TEN YEARS THEY HAVE GONE TO THE SUPERBOWL. FOUR TIMES THEY HAVE WON IT FOR PITTSBURGH. YOU NEED TEAMWORK TO BUILD THAT KIND OF EXCELLENCE AND CONSISTENCY.

6. IF I MAY ADD A POLITICAL PLUG HERE, I HAVE BEEN ABLE TO BUILD THIS SAME CALIBER OF TEAMWORK WITH DICK CALIGUIRI, LOU TULIO, JOE GAYDOS, DOUG WALGREN, AND AUSTIN MURPHY THESE PAST THREE YEARS. WE HAVE WORKED TOGETHER -- AS A TEAM -- TO BRING JOBS AND ECONOMIC OPPORTUNITIES TO PITTSBURGH AND WESTERN PENNSYLVANIA.

7. I WOULD LIKE TO SALUTE THE "CITY OF CHAMPIONS" FOR ANOTHER REASON. OVER THE YEARS, THE PIRATES AND STEELERS HAVE DEMONSTRATED THEIR COMMITMENT TO SERVING THE PUBLIC THAT LOOKS UP TO THEM.

¶ ROBERTO CLEMENTE [CLE-MEN-TE], ONE OF THE GREATEST PITTSBURGH PIRATES EVER, WAS KILLED IN A PLANE CRASH [IN 1972] WHILE AIDING IN RELIEF EFFORTS FOR THE PEOPLE OF NICARAGUA.

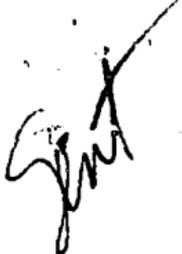
¶ ROCKY BLEIR [BLY-ER] OF THE STEELERS FOUGHT FOR HIS COUNTRY IN VIETNAM. HE HAS BEEN AN INSPIRATION TO OTHERS, BY OVERCOMING HIS COMBAT INJURY AND PLAYING TEN RUGGED YEARS OF CHAMPIONSHIP PROFESSIONAL FOOTBALL. [FOLLOWING HIS VIETNAM COMBAT INJURY, BLEIR'S DOCTORS HAD ONCE PREDICTED HE WOULD NEVER PLAY AGAIN].

¶ ART ROONEY, THE OWNER OF THE STEELERS, HAS ALSO MADE HIS UNIQUE CONTRIBUTION TO THE COMMUNITY. FOR ALMOST HALF A CENTURY, HE HAS KEPT HIS FAITH IN THE CITY OF PITTSBURGH. FOR MANY OF THESE YEARS -- WHEN THE PIRATES WERE NOT CHAMPIONS -- HE BELIEVED, SOMETIMES ALONE, THAT THE CITY COULD SOMEDAY

BE THE HOME OF CHAMPIONS. TODAY HE IS PROVEN RIGHT -- DOUBLY
RIGHT.

8. ART ROONEY'S STEELERS AND DAN GALBREATH'S [GAL-BRAYTH'S]
PIRATES HAVE NOW ESTABLISHED GREAT TRADITIONS, NOT JUST OF
WINNING GAMES, BUT OF TEAMWORK -- ON AND OFF THE FIELD. IT
IS MY HONOR TO SALUTE BOTH THEM AND THE CITY THEY REPRESENT,
"THE CITY OF CHAMPIONS".

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THE WHITE HOUSE
WASHINGTON

2/22/80

Frank Moore
Stu Eizenstat
Jim McIntyre

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

Rick Hutcheson

THE WHITE HOUSE

WASHINGTON

February 22, 1980

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/

MEMORANDUM FOR THE PRESIDENT

FROM: FRANK MOORE *FM*
JIM MCINTYRE *BR*
STU EIZENSTAT *SE*

SUBJECT: Constitutional Amendment to Balance the Budget

Last year, Senator Kennedy agreed to Senator Thurmond's demand that the Senate Judiciary Committee vote on a balanced budget amendment. (The agreement appears to have come as part of a deal to get Senator Thurmond's support for parts of the criminal code bill). The vote is now scheduled for March 4, though it is likely to slip to the 11th because the 4th is the date of the Massachusetts primary.

The Committee vote will be very close. It now appears that there are eight Senators in favor of the amendment, six opposed, and three undecided (Senators Baucus, Biden and Mathias). Unless each of those undecided Senators opposes the amendment, it will carry and, in all likelihood, have to be scheduled for a floor vote later this year.

To date, the Administration has not been involved in any lobbying effort on the amendment, though last year we publicly stated our opposition to this kind of constitutional amendment.

We are now being asked, by the Judiciary Committee staff, to take an active role in opposition to the amendment by:

- o providing our legal and economic analysis of the proposed amendment that will be before the Committee; and
- o using White House lobbying resources to secure the votes of the undecided Senators.

If we should take these actions, the chances are reasonably good that we could defeat the amendment. If we do not take the actions, it appears likely that the amendment will pass.

Clearly, there are some downsides to our active opposition at this time:

- o we will be elevating attention to the issue and, if we lose, probably suffer much more of the public blame than the Judiciary Committee chairmen; and
- o we may continue to confuse a sizeable part of the public about our position on the importance of a balanced budget.

Despite those pitfalls, we recommend active opposition to the amendment for the following reasons:

- o if the amendment passes the Committee, it will still be regarded as a rebuff to the Administration, particularly to our view that the budget can be balanced without the restraint of an amendment; but more importantly, it will continue to be an active Senate issue for months;
- o our public position is against the amendment; if we take no real opposition now, we can expect a fair amount of press and labor criticism should the amendment pass; and
- o the amendment is simply bad public policy, and we should try to end its life before the support from last year has an opportunity to mobilize again.

We recognize that it will be politically more difficult this year than last to delay or defeat spending restraint measures, such as a balanced budget amendment. For that reason, we are working, under Jim McIntrye's lead, to determine whether an acceptable spending restraint statute might be developed. The House will be voting in a few weeks on the restraint statute proposed by Congressman Jones, and we will need to have a clear position by then.

If you concur with our recommendation of active opposition to the Constitutional Amendment in the Judiciary Committee, we will begin to take the indicated actions.

APPROVE

DISAPPROVE

It would be better to keep it away from me personally, if possible.

*sent
2/21/80
use McD
canes rate on
with copies only*

<input type="checkbox"/>	FOR STAFFING
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	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND
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	FOR APPROPRIATE HANDLING
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ACTION
FYI

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THE WHITE HOUSE
WASHINGTON
February 22, 1980

*Sent
2/22/80*

THE HONORABLE
BOB BERGLAND
NEIL GOLDSCHMIDT
PHILIP KLUTZNICK
MOON LANDRIEU

The attached is forwarded to you
for your information.

Rick Hutcheson

THE WHITE HOUSE

WASHINGTON

February 21, 1980

MEMORANDUM FOR THE PRESIDENT

FROM : AL MCDONALD *AM*
ANNE WEXLER *AW*
JACK WATSON *Jack*

SUBJECT: Conservation Project

This is DOE's formal recommendation committing them to follow through and take the lead on our supplemental energy conservation project. They realize its focus must be high visibility. We believe the program is headed in the right direction so that at this Friday's meeting of the Conservation Action group, we can move ahead with the initiatives outlined in Charles' memo.

It is suggested that you emphasize to Charles again the importance of a highly visible Presidentially-launched and DOE-led program, supported by the Cabinet.



THE SECRETARY OF ENERGY
WASHINGTON, D.C.

February 21, 1980

MEMORANDUM FOR: THE PRESIDENT

FROM:

Charles W. Duncan, Jr.

A handwritten signature in black ink, appearing to read "C. W. Duncan, Jr.", written over the typed name.

SUBJECT:

Federal Conservation Information Activities

As indicated in my reports to you of February 1 and February 8, the Secretaries of Agriculture, Commerce, Transportation, Housing and Urban Development and I have joined in an effort to heighten public awareness of conservation opportunities. Our Departments will concentrate on high visibility activities in those areas offering the greatest potential benefits, such as transportation, residential, and commercial/industrial sectors.

This effort will proceed under the guidance of the Conservation Action Group, consisting of the above Secretaries, as well as Stu Eizenstat, Lloyd Cutler, Al McDonald, Jack Watson and Anne Wexler. On matters of policy, the action group will operate as a subcommittee of the Energy Coordinating Committee.

Because the spring and summer months involve the heaviest personal travel, each of the Secretaries intend to give special attention to transportation. This being said, it must be recognized that certain of the Departments have limited funding or regulatory authority in the transportation area and therefore will not so confine their efforts to publicize conservation.

Secretaries Klutznick, Bergland, Landrieu, Goldschmidt and I have made clear to our respective staffs our personal interest in these activities. We plan maximum personal participation in public events associated with them and will explore opportunities for Presidential participation. I have asked my Assistant for Public Affairs to convene a meeting of his counterparts in the other Departments to develop specific public relations programs. We will develop a specific schedule of events and keep your staff apprised. A brief description of the principal conservation activities which will underlie these programs is set forth below.

The Conservation Action Group will continue to meet to assess these efforts and will coordinate with those elements of the White House staff concerned with these activities, in order to identify events of Presidential interest. It will continue to work to develop new initiatives for expanding energy conservation opportunities.

Department of Energy

DOE activities have already been described in my memorandum to you of February 7, 1980. As you know from our February 15 activities, action on the reprogramming request for our key paid advertising program has been delayed pending a hearing later this week.

Department of Commerce

DOC efforts in the transportation area will encourage businesses to offer transportation programs to their employees, to include incentives for carpools, vanpools, and increased use of public transportation wherever possible. DOC will also increase information activities aimed at reducing energy consumption in business-operated motor fleets, both automobile and truck.

In other consumption areas, DOC will greatly expand its information activities through its extensive contacts with business groups and trade associations. It will encourage these groups to expand their own energy conservation activities, with both their own members and their local communities and employees.

The Department will also identify Federal programs providing information, technical assistance and management services to businesses and will expand these programs to include special counselling on improving energy conservation activities.

Departmental coordination of these activities will be handled by an internal Energy Coordinating Committee, to be chaired by the Associate Deputy Secretary. This group will monitor the activities described above and design new initiatives.

Department of Agriculture

USDA efforts in the transportation area will focus on displacement of gasoline through expansion of the biomass program. It will expand demonstration projects and loan programs for construction of large and small-scale alcohol and methane production plants. In addition, considerable gasoline and diesel fuel can be saved by reducing certain tillage practices. USDA is expanding the research programs and instructional services of the agricultural extension services relating to these matters.

In other areas, USDA will expand its efforts to reduce energy consumption in rural housing (which accounts for 4% of US energy use -- more than agricultural production, food processing or forestry). Specific programs include using 50% of Section 504 funds for weatherization and repair, complementing the DOE Weatherization program; training Farmers Home Administration (FmHA) personnel in the use of the new Home Energy Index as a basis for recommending improvements in fuel use; amending FmHA home loan procedures to provide loan interest rate reductions and other incentives to expanded use of

solar and conservation measures; and requiring consideration of energy efficiency in all feasibility studies and engineering reports in connection with site development loans for multi-family housing. Expanded use of wood and of alternative fuels developed from agricultural and waste products are also being encouraged as substitutes for oil and gas in rural homes.

USDA will also focus on ways to increase energy efficiency in agricultural operations, including improving machinery for better placement of fertilizer; improving timing of irrigation, maintenance of irrigation systems, and water management methods; and providing incentives for use of less energy-intensive soil conservation measures.

Department of Housing and Urban Development

HUD efforts in the transportation area will focus on planning for community development to make maximum use of energy efficient modes of transportation. This would include arrangement of structures and activities within development projects, such as the location of residential, commercial, educational and recreational centers to foster pedestrian movement and use of public modes of transportation. This subject will be made a key agenda item for a "Council on Development Choices for the Eighties" funded by HUD to seek private/public consensus on a range of development issues facing the Nation during the next decade.

In other areas, HUD will initiate a competition in Innovative Grants for Community Energy Conservation, funded at \$11 million, to solicit innovative approaches by which States and local governments can integrate energy conservation and alternative energy supply technologies into housing and rehabilitation, neighborhood revitalization, and other community and energy conservation development programs. In addition, HUD will publish a brochure entitled "Block Grant Energy Conservation," profiling the conservation efforts of ten communities, to show community development officials what can be accomplished.

In mid-March, HUD will initiate its pilot shopping mall exhibit program. Free-standing solar exhibits will be placed in 75 shopping malls in eight locations, stocked with free publications on residential solar energy applications, available HUD's National Solar and Heating and Cooling Information Center. This program should provide exposure to approximately 35.6 million consumers monthly.

Moreover, 100 table-top exhibits developed by the National Solar Information Center will be made available for use by Congressional offices, State energy offices, and other State and local groups, public and private. Light and easily shippable, these exhibits can be supplied at very little cost and returned inexpensively after use.

In a joint HUD/DOE effort, Consumer Action Now, Inc. (CAN) is being given a \$200,000 grant to develop a Women's Energy Tool Kit for home heating and weatherization. The kits will be ready by next

fall and will be distributed and used by a wide variety of community organizations in conjunction with special workshops and ongoing neighborhood programs.

Department of Transportation

DOT will play a central role in developing and implementing programs for energy conservation in transportation. A newly-developed public information program will focus on ridesharing and enforcement of the 55 miles-per-hour speed limit. It will utilize direct appeals (television and radio public service announcements) along with reliance on outside organizations such as State and local governments, corporations and associations for private advertising campaigns, corporate programs, mailings, volunteer committees, and news letters. Efforts are designed to peak during National Transportation Week, May 11-17.

The 55 MPH program is aimed at achieving more than 50% voluntary average compliance with the law by drivers and at least 40% compliance within each State. This program will involve a series of staged news events, including a roadside inspection by the Secretary and a State Governor of the state's speed monitoring system, meetings by the Secretary with State highway patrol chiefs and with officers of national organizations which will promote the program through local chapters. In addition, the Secretary will make a personal appeal to national volunteer organizations to conduct promotional campaigns at the chapter level, using DOT materials. Letters from the Secretary to chief executive officers of large businesses involved in highway travel (such as insurance companies, bus and trucking companies, and car, truck and tire manufactures) will solicit their support for this effort. Businesses and organizations who have been especially active in promoting the 55 MPH program will be recognized via Secretarial awards.

The Ridesharing Program is aimed at achieving a 5% increase in the number of commuters sharing the ride to work, amounting to 1 million 1 million persons, which would save an additional 175 million gallons of fuel per year. The program will focus on the commuting public and on corporations and government agencies, which must be encouraged to devise and organize ridesharing programs and policies. DOT will work closely with the National Task Force on Ridesharing, made up of representatives of corporations and State and local governments, publicizing its meetings, and continually communicating with its members. Radio stations will be encouraged to conduct contests for, e.g., the longest continual carpool in the area. Secretarial awards will go to those instituting outstanding ridesharing programs or policies. "Pool parties" will be organized: setting up tables representing residential areas, with refreshments served, to allow an informal setting for making contacts with potential ridesharers. A national clearinghouse on ridesharing information will be set up in the near future, to provide a point of initial contact for those wanting information and technical assistance, with a toll-free phone number.

DOT has recently published a technical assistance directory of its energy programs, projects, contacts, and conferences, entitled Transportation Energy Activities of the US Department of Transportation.

THE WHITE HOUSE
WASHINGTON

2/22/80

Stu Eizenstat

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

Rick Hutcheson

Frank Moore
Fred Kahn

THE WHITE HOUSE
WASHINGTON

*Stu
J*

February 21, 1980

MEMORANDUM FOR: THE PRESIDENT
FROM: STU EIZENSTAT *Stu*
FRANK MOORE *F.M.*
FRED KAHN *Fred*
SUBJECT: Trucking Deregulation Bill

Sen. Cannon (Commerce Committee) and Reps. Johnson and Howard (Public Works Committee) have introduced their bills. They will hold hearings next week and begin markup in early March (Senate) and April (House).

Cannon's bill represents real leadership. While it does not go as far as yours, it would achieve most of your key goals, and it is being bitterly attacked by the truckers and Teamsters. The House bill, on the other hand, is regressive. It would slow down the ICC's work to delete circuitous routing and other restrictions on existing truckers; it is more restrictive than current ICC policy on letting carriers enter the business; and it does nothing about price-fixing. The attached chart provides a more detailed assessment of the bills and of what your ICC appointees expect to do if there is no legislation.

*Tell him
to state
this
firmly*

Secretary Goldschmidt will be the main Administration witness in the hearings. He proposes to praise Cannon's bill while suggesting a few areas for strengthening amendments and to say that the House bill is seriously flawed. While an explicit veto threat is not necessary or desirable at this stage, we do propose to make it clear that the House must improve its bill.

In the Senate markup, we will work with Cannon to fight weakening amendments; the vote looks close at this stage due to massive pressure from the truckers and Teamsters. In the House committee we will try to improve the bill, but we do not expect to get far in committee. The broad coalition supporting our effort (ranging from NAM to major farm groups to Common Cause) has launched a substantial lobbying campaign. We will report to you again when markup gets underway.

COMPARISON OF TRUCKING PROVISIONS

PROVISION	ADMINISTRATION BILL (S. 1400)	SENATE BILL (S. 2245)	HOUSE BILL (H.R. 6418)	PROBABLE ICC ACTIONS UNDER EXISTING LAW IF THERE IS NO BILL
<u>ENTRY</u>	<p>Maximum reliance on <u>competition</u>.</p> <p><u>Burden of proof on opponent of entry.</u></p> <p>Allows ICC to give carriers broad grants of authority ("master certificates")</p>	<p>Maximum reliance on <u>competi-tion</u>.</p> <p>Burden of proof on <u>opponent</u>.</p> <p><u>Precludes</u> master certi-ficates.</p>	<p>Competition a relatively minor factor.</p> <p>Burden of proof on <u>applicant</u>.</p> <p><u>Precludes</u> master certificates.</p>	<p>Maximum reliance on <u>competition</u>.</p> <p>Burden of proof on <u>opponent</u>.</p> <p><u>Intends to adopt</u> master certificates.*</p>
<u>ANTITRUST IMMUNITY</u>	<p><u>Eliminates all antitrust immunity</u> for single-line and joint carrier rates.</p> <p>Rate bureaus may continue to <u>publish tariffs</u>.</p>	<p><u>Eliminates single-line immunity</u> after July 1, 1983.</p> <p>Rate bureaus set <u>joint rates under sunshine rules and publish tariffs</u>.</p>	<p>Does not eliminate antitrust immunity.</p> <p>Rate bureaus set rates under <u>sunshine rules and publish tariffs</u>.</p>	<p><u>Will probably eliminate at least single-line immunity</u> under existing authority.</p>
<u>ZONE FOR RATE CHANGES WITHOUT ICC REVIEW</u>	<p>Rates can be increased 5% or lowered 20% for first 2 years; after that, ceiling is 7% and floor is any rate equal to variable costs.</p>	<p>Rates can be increased 10% or decreased 10% each year. Floor stays fixed, so zone widens every year.</p>	<p>Same as Senate bill.</p>	<p>The ICC has proposed a zone.</p>
<u>RESTRICTION REMOVAL</u>	<p>Removes gateway, circuitous routing, backhaul and intermediate-stop restrictions; phases out commodity restrictions over three years.</p>	<p>Removes gateway and cir-cuitous routing re-strictions; establishes expedited procedure for considering others.</p>	<p>Requires ICC action to remove restrictions but places heavy burden on the applicant seeking restriction-removal.</p>	<p>The ICC will probably es-tablish procedures for removing restrictions.*</p>

* These ICC actions would be challenged in court as violations of the current statute; the result is uncertain.

PROVISION	ADMINISTRATION BILL (S. 1400)	SENATE BILL (S. 2245)	HOUSE BILL (H.R. 6418)	PROBABLE ICC ACTIONS UNDER EXISTING LAW IF THERE IS NO BILL
	Allows private and contract carriers to obtain common carrier authority; removes major restrictions on them.	Allows contract carriers to obtain common carrier authority; removes major restrictions on them.	Much weaker; burdensability of contract carriers to obtain common carrier authority.	The ICC will allow private and contract carriers to obtain common carrier authority; will remove major restrictions.
	Private carrier companies may haul goods of controlled subsidiaries.	Private carrier companies may haul goods of controlled subsidiaries.	Narrower than other bills; inter-corporate hauling only for wholly owned subsidiaries.	Will allow inter-corporate hauling for heavily controlled subsidiaries.
<u>AGRICULTURAL EXEMPTION</u>	Present law exempts "raw" agricultural products only. The bill would exempt raw and processed foods, feed, seeds, plants, farm implements and fertilizer.	Broadens exemption by adding uncooked meat, bananas, feed, seeds, and plants.	Adds only feed, seeds, and plants to exempt list.	The ICC cannot widen exemptions without legislative authority.

THE WHITE HOUSE
WASHINGTON

Phil
has Seen

THE WHITE HOUSE
WASHINGTON

2/21/80

Mr. President:

The Public Employees
Federation of New York
endorsed you last night.
They have 47,000 members
and are important. Strauss
would like to bring the
President and Sec/Trea by
tomorrow for a quick photo.
There is time. May I
schedule?

yes no

 Phil

THE WHITE HOUSE

WASHINGTON

February 21, 1980

MEMORANDUM FOR THE PRESIDENT

FROM: JACK WATSON *Jack*

SUBJECT: Meeting with Mayor Biagio (Ben) DiLieto of
New Haven, Connecticut, 11:40 am, The Oval Office

Purpose. Mayor DiLieto requested an opportunity to meet you personally.

Background. Mrs. Carter called DiLieto soon after his election last Fall; he expressed interest but was neutral at that time. Peter Kelly arranged for him to come to the White House and meet several of the staff in December, and at that time he expressed interest in meeting you. He endorsed you in early December.

DiLieto beat incumbent Frank Logue in the primary; DiLieto brings to City Hall some democratic operatives who felt ignored by Logue. DiLieto served as Police Chief for twenty years before being elected mayor. He is facing a terrible budget crunch due to overestimated tax revenues by the Logue Administration (according to his staff) and may have to increase taxes by twenty percent.

His themes for the city are downtown development, preserving the neighborhoods, and law enforcement. We have arranged a full day of appointments with key assistant secretaries to discuss his specific interests and concerns. One matter you might ask him about is his plan to redevelop an 80-acre site in conjunction with Cummins Engine Company; J. Irwin Miller has been involved personally and there will also most likely be a role for the federal government.

Participants. Gene Eidenberg will accompany the Mayor since I will be travelling.

Press. White House photographer only.

THE WHITE HOUSE

WASHINGTON

MEETING WITH PETER MACDONALD

Friday, February 22, 1980

11:45 a.m.

The Oval Office

From: Anne Wexler *Anne*

I. PURPOSE

To meet Peter MacDonald, Chairman of the Navajo Nation, and thank him for his support.

II. BACKGROUND

Peter MacDonald, Chairman of the Navajo Nation, is also Chairman of the Council of Energy Resource Tribes (CERT), a non-profit organization of energy-rich Indian tribes.

The CERT tribes own 40% of the United States' uranium resources, 30% of all strippable coal west of the Mississippi, and a significant portion of the country's oil shale, geothermal, natural gas and petroleum reserves. The Fiscal Year 1981 budget includes funds (\$23 million) to aid the tribes in developing these resources.

You also recently appointed Chairman MacDonald to the Nuclear Waste Management State Planning Council, chaired by Governor Riley of South Carolina.

III. PARTICIPANTS AND PRESS PLAN

- A. Participants: Chairman Peter MacDonald and Anne Wexler.
- B. Press Plan: White House photographer.

IV. TALKING POINTS

1. I thank you for your personal support and for the support of the Council of Energy Resource Tribes. I look forward to a continuing cooperative relationship between CERT and the United States government.
2. I would like to reiterate Secretary Duncan's statement to you, "It is in our national interest to help you develop your energy resources." I look forward to working with the American Indian tribes to lessen this country's dependence on foreign oil.

MEMORANDUM FOR THE PRESIDENT

FROM: ANNE WEXLER *AW*

SUBJECT: Additional Information on Your Meeting with
Pete MacDonald, Friday, February 22, 1980
11:45 a.m.

Chairman MacDonald is meeting with Ambassador Strauss
prior to your meeting to publicly announce MacDonald's
support of your re-election. MacDonald served as a
delegate to the Republican National Convention in 1976.

THE CHAIRMAN OF THE
COUNCIL OF ECONOMIC ADVISERS
WASHINGTON

February 21, 1980

EYES ONLY

MEMORANDUM FOR THE PRESIDENT

FROM:

Charlie Schultze

CLSh 1/28

Subject: Consumer Prices and New Orders for Durable Goods
in January

Two important economic statistics will be released tomorrow (Friday, February 22). The consumer price index for January will be released at 9:00 a.m.; the January figures for new orders for durable goods will be published at 2:30 p.m. The news on both fronts is sobering.

Consumer Prices

The CPI rose 1.4 percent in January; the annual rate of increase was 18 percent. This is the largest increase in any month since August 1973, when the index rose 1.8 percent.

The major elements contributing to the large increase were energy and housing and mortgage interest rates. The price of gasoline rose 7.4 percent in January; fuel oil, coal, and bottled gas increased 5.3 percent. Home prices rose 0.9 percent and home financing costs 3.0 percent.

Food prices were stable. All other prices -- i.e., excluding food, energy, and housing and home finance -- rose at a disturbing 12 percent annual rate. Over the first ten months of last year, these prices rose at an annual rate of 7 percent, and showed no signs of acceleration. Over the past three months, however, this rate has moved up to 10 percent, and, as noted, was 12 percent in January.

This price news is dismal, but about what we had expected. Given the 21 percent annual rate of increase in producers prices in January, however, it will likely generate press stories tomorrow that the inflation rate is now close to 20 percent.

New Orders for Durable Goods

New orders for durable goods increased very strongly in January -- by 4.3 percent, following an upward-revised increase of 3.1 percent in December. This series is very volatile; sometimes large jumps in defense orders or in orders for commercial aircraft are responsible for substantial increases in the total. This was not the case in January, however. The big increases were widely spread around, in primary metals, electrical and nonelectrical machinery, and household durable goods. Orders for nondefense capital goods (excluding aircraft) rose by a very large 8.1 percent.

There are four possible reasons for this sharp rise in new orders:

- o The jump in orders for steel may stem from planned increases in auto assemblies.
- o Increases in prices of nonferrous metals, including gold and silver, were probably a factor in swelling the dollar value, although we do not have enough detail to be sure.
- o Fears that increased defense spending may lead to shortages later on might have motivated businesses to get on the order books to assure their place in the queue.
- o Business plans for fixed investment, which were scaled down during the course of 1979, may be strengthening again because businessmen have decided that a recession is not in the cards.

These order figures, together with the retail sales figures for January, could mean a considerably stronger economy than the forecast that underlies the 1981 budget. If other figures coming in over the next few weeks confirm this, even larger changes in the course of fiscal policy than we have discussed with you recently may have to be considered.

FYI -- NO ACTION NECESSARY

THE WHITE HOUSE

WASHINGTON

February 21, 1980

MEMORANDUM FOR THE PRESIDENT

FROM: Frank Moore *FM.*

The Central American Supplemental vote
has now been rescheduled for tomorrow,
February 22.

*Friday?!
J*

GUEST LIST FOR LUNCHEON WITH THE PRESIDENT ~~AND FIRST LADY~~

Friday, February 22, 1980

12:00 Noon

Second Floor Family Dining Room

-- this luncheon is sponsored by the Carter/Mondale campaign

-- the guests will be briefed by David Rubenstein and David Aaron
at 11:15 a.m. in the Map Room

AUGUSTA "GUSSIE" CLARK

Philadelphia, Pennsylvania

Gussie is a Black City Councilwoman-at-large for the city of Philadelphia. She is very popular throughout the city and is considered a "real force" to deal with.

ANNA CIBOTTI VERNA

Philadelphia, Pennsylvania

Anna, too, is a Councilwoman for the city of Philadelphia. She is a ward leader in Ward 36, South Philadelphia, which is a "very hot ward." The ward is black, but Anna is Italian, and she is very well respected.

ED STEVENS

Pittsburgh, Pennsylvania

Ed is Ward Chairman for Scott Township in Pittsburgh. He is prominent in the General Assembly, is very influential, and is a good friend of Congressman Doug Walgren.

Walgren has flipfopped repeatedly on whether or not he will endorse the President. Walgren has endorsed, and then withdrawn his endorsement, several times. It is believed that if we can win Stevens, we can win Walgren.

MIKE BONN

Pittsburgh, Pennsylvania

He is a District Steelworker and will soon be the legislative director for the Pennsylvania Steelworkers, obviously a crucial position in this industrial state. He's a good party man, and it would be beneficial if he would come out of this luncheon endorsing the President.

ALEX TALMADGE

Philadelphia, Pennsylvania

Alex is President of the International Longshoremen's Union in Philadelphia. He is Black, powerful, and highly regarded.

RONALD RUBIN

Philadelphia, Pennsylvania

Ronald is President of the Philadelphia Jewish Federation, and he is very prominent and influential. He is a real estate developer and has a lot of real estate interests, including the Fairmont Hotel (the hotel involved with the tragic epidemic of Legionnaires disease).

EVAN ADAIR

Erie, Pennsylvania

Evan is an attorney. In the '76 election, he was active in the Erie area in the Pennsylvania primary and also in the general election. Presently he is working with Mayor Lou Tullio.

THE WHITE HOUSE

WASHINGTON

February 21, 1980

CELEBRATION FOR THE STEELERS AND PIRATES

Friday, February 22, 1980
2:30 p.m. (15 minutes)
The East Room

From: Frank Moore *F.M./BR*

I. PURPOSE

To publicly "toast" the Pittsburgh Steelers and Pittsburgh Pirates for their baseball and football championships this year.

II. BACKGROUND, PARTICIPANTS AND PRESS PLAN

Background: Pittsburgh is the home of both the ~~World Series~~ champions and the Super Bowl champions; this distinction has given the Pittsburgh area a case of sports fever. Players and management of both teams have been invited; the gathering will also include local officials, Members of Congress, and notables from the city in a public tribute to these Pennsylvania celebrities.

Participants: The President, Congressmen Joe Gaydos and Austin Murphy, Mayor Richard Caliguiri of Pittsburgh, etc. (For particulars, please see talking points).

Press Plan: Full press.

III. ADDITIONAL INFORMATION

You should be aware that some of the Steelers will be working in your behalf in the coming weeks.

Also in attendance will be the Pennsylvania notables with whom you are having lunch tomorrow, and you might want to mention that many people travelled quite a distance to come to the White House for this event, demonstrating their high regards for the teams.

EYES ONLY

February 22, 1980

MEMORANDUM FOR THE PRESIDENT

FROM: HEDLEY DONOVAN 

I mentioned a memo I gave my friend C. D. Jackson for use in his "transition" ~~document~~ with President-Elect Eisenhower. The date was December 4, 1952. I think this excerpt still has some interest:

"Right now the Eisenhower Administration can re-examine everything in sight, with the greatest of zest. It will not be so much fun six months from now, or a year from now. But the new Administration must find the will and the means to re-examine its own policies as searchingly as it is now studying the Democrats' performance. Not just because this Administration will inevitably make some mistakes, starting January 21st, but also because policies that are fine for 1953 may be ruinous for 1954."

I then go on to suggest the appointment of small Policy Audit committees, composed of private citizens, who would periodically examine the Administration's performance in foreign policy, fiscal policy, etc.

"They would be expected to think in a special way: i.e., to pretend that they were the advance men for a 'new Administration' coming into office next August, or February 1954, or whenever, that no existing policy is sacred, that there is no need to make policy fit the hasty thing the President said at his press conference last Tuesday, no need to protect the foolish directive that went out last month over the Secretary's signature, etc. This is one way the new Administration could keep itself new.

"Finally -- whatever system of self-inspection and self-criticism is worked out -- it is essential that the criticism reach the President himself. The isolation of the Presidency has not been a peculiarly Democratic failing and it can't be attributed to any particular type of Presidential temperament, when you consider that it came to envelope such diverse characters as Truman, Roosevelt, Hoover. It would seem to be an attribute of the power of the modern Presidency and the size of the modern Government, to be overcome only by the greatest determination and steadiest self-scrutiny on the part of the President himself."

*Sent
2/22/80*

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

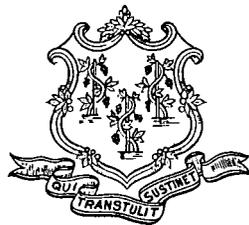
ADMIN CONFID
CONFIDENTIAL
SECRET
EYES ONLY

ACTION
FYI

	VICE PRESIDENT
	JORDAN
	CUTLER
	DONOVAN
	EIZENSTAT
	MCDONALD
	MOORE
	POWELL
X	WATSON
	WEDDINGTON
	WEXLER
	BRZEZINSKI
	MCINTYRE
	SCHULTZE
	ANDRUS
	ASKEW
	BERGLAND
	BROWN
	CIVILETTI
	DUNCAN
	GOLDSCHMIDT
	HARRIS
	KREPS
	LANDRIEU
	MARSHALL

	MILLER
	VANCE
	BUTLER
	CAMPBELL
	H. CARTER
	CLOUGH
	CRUIKSHANK
	FIRST LADY
	FRANCIS
	HARDEN
	HERTZBERG
	HUTCHESON
	KAHN
	LINDER
	MARTIN
	MILLER
	MOE
	PETERSON
	PRESS
	SANDERS
	SPETH
	STRAUSS
	TORRES
	VOORDE
	WISE

ELLA GRASSO
GOVERNOR



STATE OF CONNECTICUT
EXECUTIVE CHAMBERS
HARTFORD

February 22, 1980

The President
The White House
Washington, D.C. 20500

Dear Mr. President:

Thank you for extending your hospitality to Mayor Biagio DiLieto of New Haven.

As one of our state's new, energetic and dedicated public officials, he is committed to the growth and development of his community and the State of Connecticut.

Mayor DiLieto is particularly concerned about federal participation in two transportation programs that are vital to the future of New Haven: the rehabilitation and development of Union Station as a multi-modal transportation and commercial complex, and the completion of Route 34 as an essential link in the city's highway system.

The Union Station project involves expenditures of \$20.7 million, including \$13 million in federal funds, \$5 million in state funds, and \$2.7 million in municipal funds. The state has already committed the first \$700,000 of its share for acquisition of the facility from the Penn Central Railroad, and the acquisition process is now under way.

The viability of this project depends in large measure on the maintenance of the federal financial commitment from the Northeast Corridor Improvement Project.

Our state Department of Transportation is now analyzing testimony taken at a recent public hearing on the Draft Environmental Impact Statement for alternatives for the extension of Route 34 through New Haven. It is my understanding that the communities of New Haven and West Haven and the Regional Planning Agency serving that area are agreed on a three-mile extension of the highway from its present terminus in New Haven to the West Haven-Orange town line.

Once all the necessary approvals have been secured, this project will be eligible for 75 per cent federal funding under the primary system.

It is my hope that sympathetic consideration will be given to Mayor DiLieto's requests concerning these two important projects. Please be assured of state cooperation.

With best wishes,

Cordially,

Ella Grasso
ELLA GRASSO

Jackie
J
you answer
J



OFFICE OF THE MAYOR

CITY OF NEW HAVEN
CONNECTICUT 06508

BIAGIO DILIETO
MAYOR

February 21, 1980

The President
The White House
Washington, D.C.

Dear Mr. President:

During the first weeks of my tenure as Mayor, I have grown increasingly concerned, though optimistic, about the economic future of New Haven. Two matters now before us -- the disposition of the 42 acre waterfront site U.S. Steel is vacating and our preliminary discussions with Cummins Engine Company regarding the possibility of a \$200 million investment in our city -- are both critical to New Haven's economic development and may deserve your attention.

As part of a national reorganization, the U.S. Steel Corporation announced the closing of the New Haven Works in December. Despite an intergovernmental effort to persuade them not to leave New Haven, which included a combination of federal, state, and local assistance totalling millions of dollars, U.S. Steel would not reconsider its decision. Though we regret the loss of a major employer, our attention must now turn to the prime industrial site they are vacating. Due to the shortage of industrial land in New Haven, combined with a growing demand for buildable sites, it is crucial that it be developed to provide as many jobs and as much tax base as possible.

U.S. Steel executives have not been as communicative regarding the disposition of this site as I would like, though they have agreed to meet with me on February 26, 1980. I hope that our meeting results in an attitude of mutual cooperation regarding the development of this site. If it does not, may I call on you to talk to U.S. Steel president, William R. Roesch, about this matter?

Also of great importance is our preliminary discussions with Cummins Engine Company, Inc. regarding the possibility of attracting a \$200 million industrial development to a central city site in New Haven. Such an investment would increase our tax base by about one-fifth, provide 2,000 jobs, and reverse the decline of adjacent neighborhoods. If we are successful in pushing our proposal to the point of serious consideration by Cummins, would you be willing to call J. Irwin Miller on our behalf?

These developments are consistent with your policy of revitalizing central cities through private investment. Since both are so vital to New Haven's economic future, I would greatly appreciate your help if it is needed.

Respectfully yours,



Biagio DiBiato
Mayor

Friday, February 22, 1980

THE WHITE HOUSE
WASHINGTON

For Aff

2-22-80

Israel, settlements

Cy's trip

Canada

Binaisa

Sadat vs Fahd

El Salvador

For Aid

Dam = Elect 3/14 = Hostage & Larins

Panama Canal

Hartman/speech

Utah/new re MX

SALT

Kabul - strike - intel

Rhodesia - elections ?