3/24/77 [1]

Folder Citation: Collection: Office of Staff Secretary; Series: Presidential Files; Folder: 3/24/77 [1]; Container 12

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	RESTR
memo w/ attach.	From Robert Lipshutz To The President Re:"Double Dipping" (6 pp.)/ attached to memoFrom Rick Hutcheson to Robert Lipshutz	3/24/77	C

FILE LOCATION

Carter Presidential Papers- Staff Offices, Office of Staff Sec.-Pres. Handwriting File 3/24/77 Box 14

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.

PRESIDENCY
STRENTH
CONSENSUS
—
SALT
MBFR
TEST FIRINGS
TESTS
SALE of ARMS
TRADE
INDIAN OCEAN
AFRICA/M.EAST
COMPLEX- PRAY

THE PRESIDENT'S SCHEDULE

Thursday - March 24, 1977

8:30	Dr. Zbigniew Brzezinski - The Oval Office.
8:45	Mr. Frank Moore - The Oval Office.
9:00 (20 min.)	Coffee with the Georgia Congressional Delegation. (Mr. Frank Moore) - The Cabinet Room.
9:45 (10 min.)	Meeting with Mr. William J. Rogers, National Commander, American Legion; Mr. William F. Hauck, National Adjutant, and Mr. Raymond T. Mills, Aide to Commander Rogers. (Ms. Midge Costanza) - The Oval Office.
10:30	Mr. Jody Powell - The Oval Office.
10:45 (5 min.)	Mr. Gerald Long, Managing Director, Reuters. (Mr. Jody Powell) - The Oval Office.
12:00	Lunch with Mr. Bert Lance - The Oval Office.
2:30 (30 min.)	Press Conference. (Mr. Jody Powell). Room 450, OEOB.
3:30 (20 min.)	Secretary Brock Adams, Special Ambassador Alan S. Boy and Under Secretary of State Richard Cooper. (Mr. Jack Watson) - The Oval Office.
4:00 (15 min.)	Honorable George Meany. (Mr. Landon Butler). The Oval Office.
5:00	Former President Gerald R. Ford - The Oval Office.
6:00	Drop-By Dr. Zbigniew Brzezinski Briefing for Members of the Cabinet/Spouses - The Family Theater.
8:00	Private Dinner with Speaker and Mrs. Thomas P. O'Neill, Jr. - Second Floor Family Dining Room.

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Jody Powell

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

Rick Hutcheson

Letter from Carl Byoir & Associates
Ltd. re: Visit to United Nations

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
	d	POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE PRESIDENT HAS SEEN.

Pres
good
F

Carl Byoir & Associates, Inc.

cc Jody

March 18, 1977

Charles Kirbo, Esq.
2500 Trust Company Tower
Atlanta, Georgia 30303

Dear Charles:

I was present at the President's visit to the United Nations yesterday. I was with the press corps as it covered the Carter Administration's first major foreign policy statement.

There are certain impressions I gathered from friends and former journalistic colleagues, regarding what the President said, that indicates how he is being received, understood or misunderstood.

There is a distinct tendency to categorize President Carter with his immediate predecessor or the last Secretary of State. They do not understand the President's deep commitment to an open diplomacy that reaches to people around the world. The open style is not yet in vogue, at least with the professionals. But it is being accepted by people and in that, the press is still baffled. They expect complexities and contrivances in order to find an American foreign policy.

As far as the United Nations is concerned, no American Administration has taken the world organization and it's role serious for nearly 25 years. It has been a token of our presence and only surfaces when we fight over the budget or can exercise a veto. The theatrics so often associated with the UN is not in vogue today at the world organization. The emerging nations believe deeply in human rights and in the assertion of their participation in the affairs of men. Even the Secretary General seems genuinely impressed by a man who extends his hand and means it. Kurt Waldheim walks on a knife edge while carrying out General Assembly resolutions and trying to bring adversaries together. Carter has made his job easier.

(more)

Electrostatic Copy Made
for Preservation Purposes

800 Second Avenue, New York, N.Y. 10017 • Telephone (212) 986-6100

The President is so different that the sophisticated news media has not yet understood the nature of the man. They attribute his open stance to being new. They do not believe he means what he says. They chalk it up to cosmetics and symbolism.

It is clear, however, that the President does draw on some of the past in what he is saying and doing. He has some of the heritage of Woodrow Wilson when he calls for an extension of human rights and a strict adherence to UN convenants and the UN Charter--not unlike Wilson's passionate call for adherence to the League of Nations. The President also has some of Franklin Roosevelt in his direct approach to people--and in particular the American people. The moving away from the imperial Presidency is suspect because it is not believed.

But, in our society, the people determine, in their wisdom, when a policy is successful or not--their support makes that decision. Without that public support, it can never succeed. And with public endorsement, the nation can be, for the first time in many years, unified.

This is a learning curve for the press and, of course, for the public as well. But the world community has taken a new look at the President and at the United States. In too many ways, the USA had become stuffy and even looked like an imperialistic power. It had no flexibility. That change is welcome but takes time to be realized.

I think that all of those, who represent the President and his Administration should take on the role of educating and informing everyone about the new posture of our government. This is politics and the very best kind. This kind of politics is what the Founding Fathers wrote about 200 years ago. It has been lost in the dust of deception and secret government. It is about time that it be revived. We need it and need it now.

In talking to foreign correspondents, I note a greater sense of believability than with the American press. So the task will take time.

I think that the President has set the tone and I hope that his associates pick it up. The potential influence of a National Administration has not been used for these good purposes--of bringing people closer to the government they pay a very high price for--at least in the last decade. This change already marks the Jimmy Carter Presidency after only 8 weeks in office.

Sincerely,

Bill

WRG/dcjc

William R. Gruver

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Frank Moore -

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

Rick Hutcheson

Re: Letter from Congressman Dent
re: Minimum Wage Legislation

original to Frank Moore
cc Central Files

X

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
		JORDAN
		LIPSHUTZ
	X	MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
X	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

MAJORITY MEMBERS:
JOHN H. DENT, PA., CHAIRMAN
DOMINICK V. DANIELS, N.J.
PHILLIP BURTON, CALIF.
JOSEPH M. GAYDOS, PA.
WILLIAM "BILL" CLAY, MO.
MARIO BIAGGI, N.Y.
JAIME BENITEZ, P.R.
LEO BEFERETTI, N.Y.
GEORGE MILLER, CALIF.
ROBERT CORNELL, WIS.
PAUL SIMON, ILL.
CARL D. PERKINS, KY., EX OFFICIO

225-5331

CONGRESS OF THE UNITED STATES
HOUSE OF REPRESENTATIVES
COMMITTEE ON EDUCATION AND LABOR
SUBCOMMITTEE ON LABOR STANDARDS
B-346A RAYBURN HOUSE OFFICE BUILDING
WASHINGTON, D.C. 20515

MINORITY MEMBERS:
JOHN N. ERLENBORN, ILL.
RONALD A. SARASIN, CONN.
JOHN M. ASHBROOK, OHIO
ALPHONZO BELL, CALIF.
WILLIAM GOODLING, PA.
ALBERT H. QUIE, MINN., EX OFFICIO

C

March 23, 1977

The President
The White House
Washington, D.C.

Dear Mr. President:

During our meeting this morning on pending minimum wage legislation, a number of estimates of economic and earnings effects were discussed. It occurred to me during our return to Capitol Hill that we may have been anticipating some of your inquiries rather than responding narrowly to those you did present. For the sake of clarification, permit me now to restate and categorize some of those estimates.

1) More than 15 percent of those nonsupervisory employees subject to the minimum wage provisions of the existing law (The Fair Labor Standards Act) would be benefited by the initial minimum wage increase prescribed by the bill under discussion (H.R. 3744). This represents over 8 million employees who are now earning less than the rate that increase would provide.

2) There are about 400,000 employees who are now earning the minimum wage rate (i.e., $2.30 per hour for nonfarm workers and $2.20 per hour for farm workers). This aggregate includes 250,000 nonfarm and 150,000 farm workers.

The President March 23, 1977

I would again express appreciation for the opportunity to visit with you on this important matter. Please be assured of our desire to cooperate in effecting meaningful and feasible minimum wage legislation for our Nation.

With every good wish, I am

Sincerely yours,

JOHN H. DENT, M.C.

JHD:ft
cc: Charles Schultze
Stuart Eizenstat



THE WHITE HOUSE
WASHINGTON

March 24, 1977

Stu Eizenstat -

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

Rick Hutcheson

Re: Economic Performance in Recession and Recovery



THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
	✓	EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

CHART I

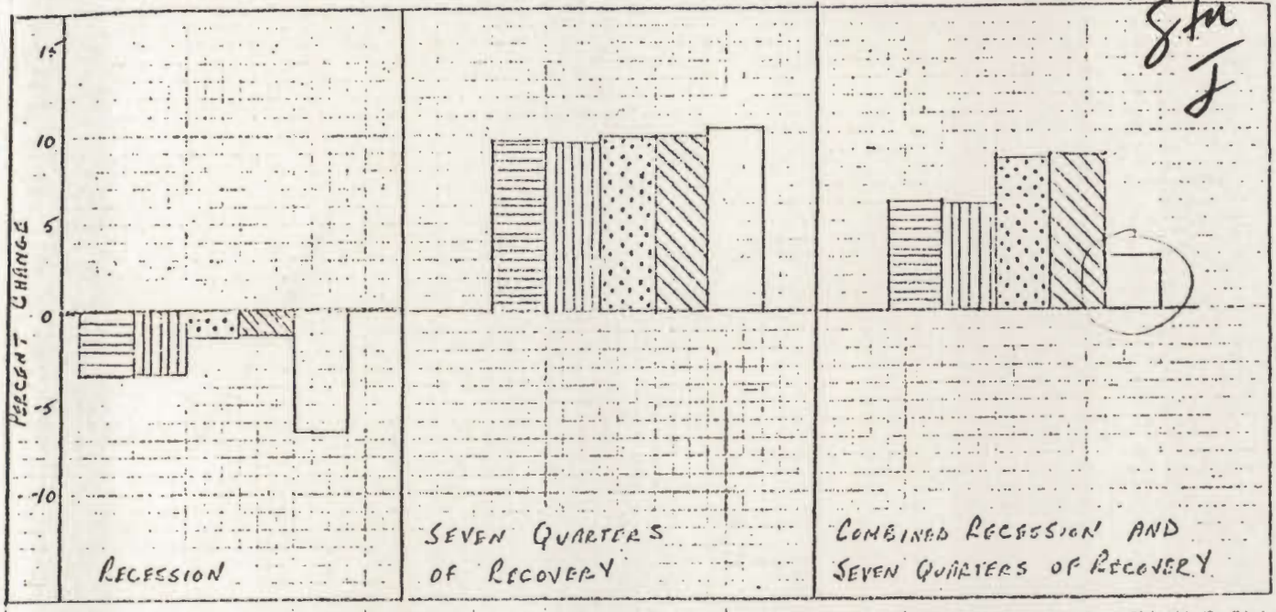
ECONOMIC PERFORMANCE IN RECESSION AND RECOVERY

THE PRESIDENT HAS BEEN...

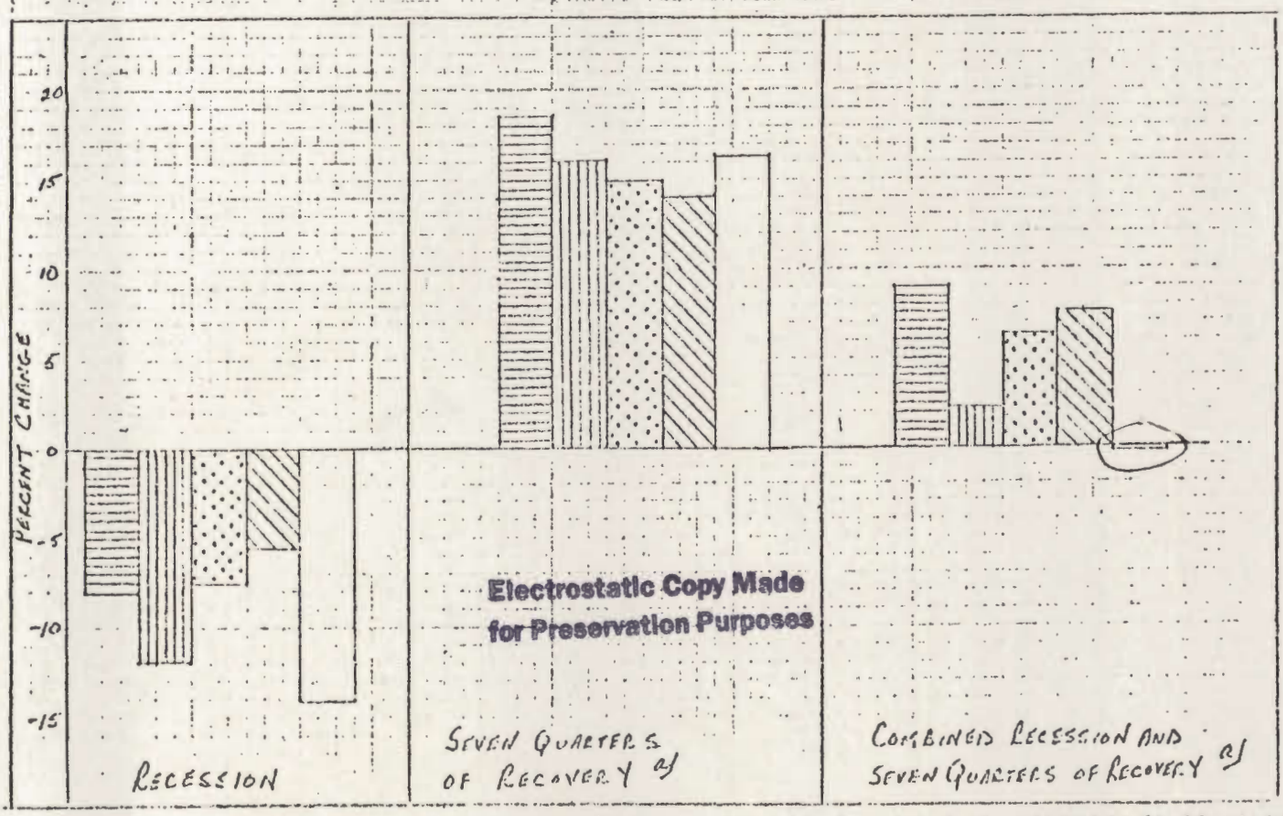
KEY

- 1953:2-1956:4
- 1957:3-1959:4
- 1960:1-1962:3
- 1969:3-1972:3
- 1973:4-1976:4

REAL GROSS NATIONAL PRODUCT



INDUSTRIAL PRODUCTION INDEX



Electrostatic Copy Made for Preservation Purposes

a/ FOR BOTH REAL GNP AND INDUSTRIAL PRODUCTION, THE RECOVERY IS CALCULATED FROM THE

Percentage Change in Prices, At Annual Rates

	1974	1975	1976 1st Half	1976 3rd Quarter	1976 4th Quarter	Dec. 1976 to Feb. 1977
Consumer Prices						
All Items	12.1	7.3	5.0	5.7	4.4	11.2
All Items less food & energy	10.9	6.9	7.2	6.5	4.9	9.2
Wholesale Prices						
All Items	22.4	4.3	3.1	3.6	6.2	8.6
Farm Products	12.3	0.3	-2.5	-7.9	-2.2	14.9
Industrial Commodities	27.1	5.9	5.2	6.8	9.0	6.9
Industrial Commodities Excluding Energy Items	23.3	4.9	6.1	5.7	6.8	5.5

Note: Except for Dec. 1976 to Feb. 1977 period, changes are measured using quarterly average levels of prices from end of period to end of period. For example, the 1974 change is measured from Q4 1973 to Q4 1974.

Outlook for Prices in 1977*

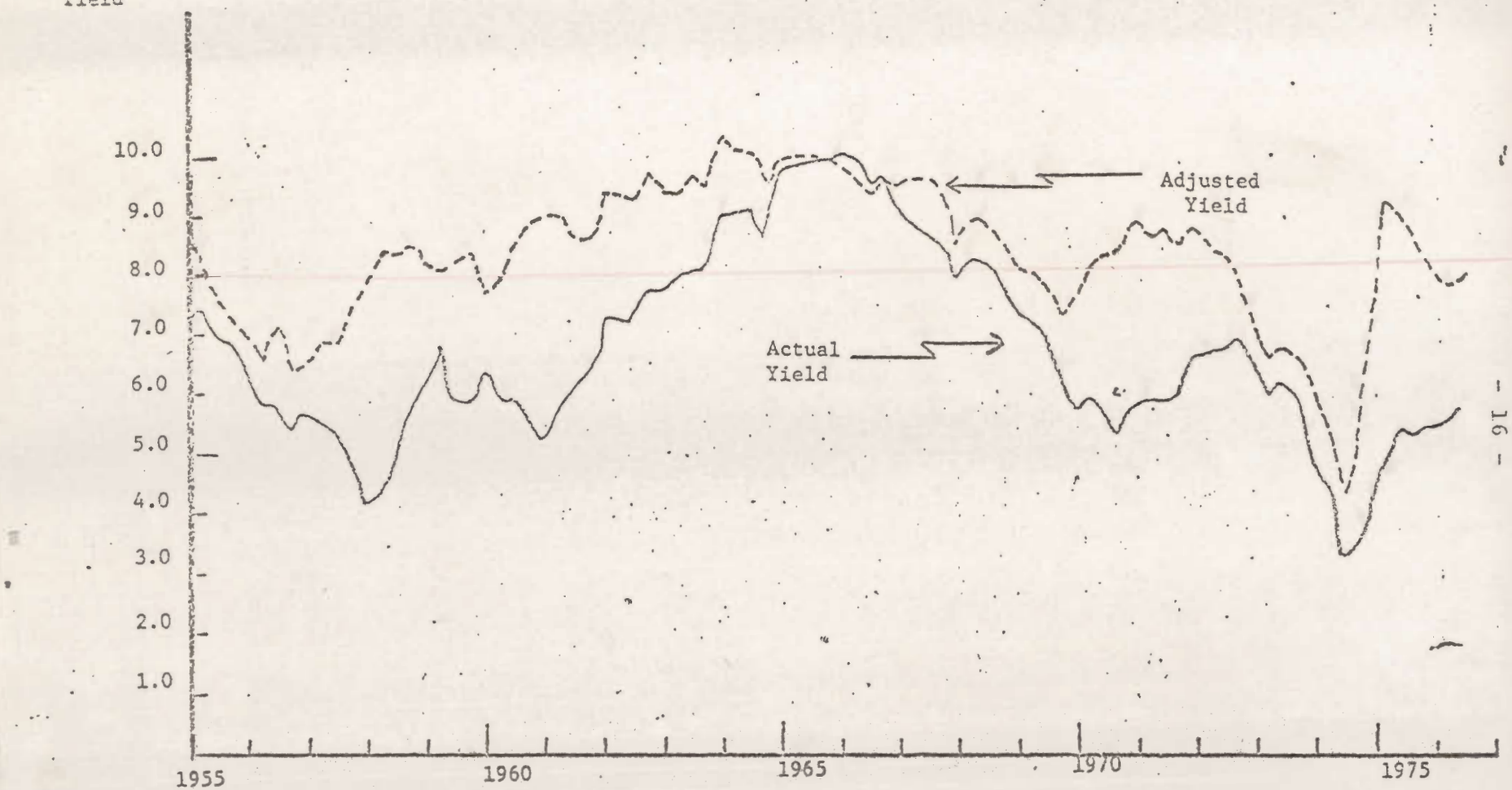
	Percent Increase
Compensation per Manhour	7-1/2 to 8
- Long-Term Productivity Growth	2 to 2-1/4
= Underlying Rate of Inflation	5-1/2 to 6
Food	6-1/2 to 7
Energy Items	8 to 12
Average Price Increase (including) Food and Energy Items	6 to 6-3/4

*Measured from fourth quarter 1976 to fourth quarter 1977.

Figure 2

Rate of Return on Reproducible Capital Nonfinancial Corporations

(Percentage Rate, actual and adjusted for cyclical variation)



Source: The yield is equal to the sum of corporate profits, adjusted for inventory and capital stock valuations, plus net interest minus tax liabilities divided by the current dollar value of reproducible capital. The yield was adjusted for cyclical variation with the revised FRB measure of capacity utilization.

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Maxie Wells

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

Rick Hutcheson

Re: Aunt Sissy

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
	✓	WELLS
		VOORDE

THE PRESIDENT HAS SEEN.

C

THE WHITE HOUSE
WASHINGTON

March 23, 1977

Mr. President:

Sylvia McCollough (wife of State Senator from Dearborn, Michigan) was talking to Alicia Smith in the Scheduling Office today and mentioned that she had talked to Aunt Sissy earlier this week, and that she was kind of down, trying to adjust to real life after the campaign. Alicia thought you'd like to know, in case you wanted to call or drop her a note.

Maxie

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Jody Powell
Jim Schlesinger

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

Rick Hutcheson

Re: Announcement on
Reprocessing

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
X		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
X	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
X		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE WHITE HOUSE
WASHINGTON

23 March 77

FOR THE PRESIDENT

FROM: Jim Schlesinger

Attached is a brief announcement of unilateral action on the part of the United States and a spur to international collaboration on the subject of reprocessing, as requested.

Attachment

Jody - hold I

[illegible] HAS SEEN.

ANNOUNCEMENT ON REPROCESSING

As I mentioned several times last year, there are serious questions about the reprocessing of nuclear fuel. Reprocessing produces plutonium which can be used for weapons as well as reactor fuel. The spread of reprocessing in the world could therefore lead to increased capability to develop nuclear weapons. This is a result that we should resist by every means at our command. I intend to do just that. Here at home, I believe the United States can and should avoid the use of plutonium until we can show that this material can be used safely. Further, even if its safe use can be established, I do not believe we should use plutonium until the need for it as a fuel becomes clear. For these reasons, I intend that the United States take no further steps toward developing commercial reprocessing until it is shown to be both wise and necessary.

This is, however, a worldwide problem. Our position is clear, but we must work constructively with others on it. I recognize the interests of other nations in this source of energy, but I believe we must together urgently seek to develop an international solution to the plutonium problem. I will shortly be announcing my comprehensive policy on this subject, which will include a vigorous international program.

Electrostatic Copy Made
for Preservation Purposes

Potential Questions and Suggested Answers

1. What does this mean about the Barnwell plant?

Background: Allied Chemical has put $250M into construction of a reprocessing plant at Barnwell, South Carolina. They estimate another $350M will be required to complete it (spent fuel storage, reprocessing, and fuel fabrication). The company would like to either go ahead with reprocessing or sell the plant to the government. The company believes they invested with the encouragement of the former administration and the Joint Atomic Energy Committee.

Answer: No federal funds will be provided to complete the Barnwell plant and I will request no license be given to reprocess fuel.

2. What does this mean about the breeder?

Background: The breeder panel should report by April 10. Reprocessing now is not required even if the Clinch River project is continued.

Answer: Mr. Schlesinger is reviewing that for me and I will have a position in the April 20 energy message.

3. Does this mean there will be no R&D in this area?

Background: This could be used to weaken your position since some will argue that even completing Barnwell is R&D.

Answer: We will do some R&D to determine if it is possible to process the used fuel in such a way as to guarantee the plutonium cannot be diverted to other purposes.

4. Does this mean we will expand an enrichment service?

Background: If there is no reprocessing, the United States may want to guarantee a supply of enriched fuel. The current budget has $500M for an add-on gaseous diffusion plant at Portsmouth, Ohio. (Total cost will be about $4B). The energy staff is examining several options for guaranteeing fuel service, including allowing current contracts to be slipped.

Answer: The current budget before the Congress does include funding for additional capacity and I will address this in the energy message.

5. Does this concide with the recommendations of the recent Ford Foundation Study.

Answer: I have met with the authors and I understand this position is not inconsistent with their recommendations.

6. Does this mean you believe Japan and other countries should not reprocess fuel?

Answer: I believe going to production and use of plutonium are steps that are not necessary and not wise at this time. I hope other countries would take similar if appropriate steps.

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Bert Lance:

For your information the President signed the attached Ninth Special Message Under the Impoundment Control Act of 1974 and the originals have been given to Bob Linder for delivery to the Hill.

Rick Hutcheson

cc: Frank Moore
Robert Linder

TO THE CONGRESS OF THE UNITED STATES:

In accordance with the Impoundment Control Act of 1974, I herewith report two new deferrals of funds totaling $12.6 million. The deferred funds were provided for water resources projects in the Corps of Engineers and the Department of the Interior. Only one of the deferrals -- related to the Corps of Engineers' Meramec Park Lake project -- is now in effect. This deferral will be maintained, at least until the completion of a review of Federal water resources projects currently in progress.

The details of each deferral are contained in the attached reports.

Jimmy Carter

THE WHITE HOUSE,

THE WHITE HOUSE
WASHINGTON

March 18, 1977

Bert Lance:

Re: Ninth 1977 Special Message
Under the Impoundment Control
Act of 1974

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

You will note the message to Congress was not signed.

Rick Hutcheson

THE WHITE HOUSE
WASHINGTON

Mr. President:

Under the Impoundment Control Act of 1974, you are required to notify Congress of any deferrals or temporary deferrals of spending. The attached message does this:

--temporary deferrals for the Kentucky and Louisiana projects (funds were deferred on March 10 and released on March 14 after the Senate added a section to the Public Works Employment Bill overturning any deferrals except for Meramec Park Lake);

--deferral for the Corps of Engineers' Meramec Park Lake project.

Frank's staff has completed notifying the affected Members of Congress to assure them that the action on the Kentucky, Louisiana and Arizona projects was only a technicality and has no impact on the FY77 funding or construction activities at these sites.

Stu concurs with Lance. I don't believe it is necessary for you to read more than the first few paragraphs of Lance's memorandum.

TWO SIGNATURES NEEDED on attached message.

----Rick

THE PRESIDENT HAS SEEN.

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

Bert - a) Who authorized release of the funds? b) Why do we need to notify Congress?

MAR 18 1977

J.

MEMORANDUM FOR: THE PRESIDENT

FROM: Bert Lance

SUBJECT: Ninth 1977 Special Message Under the Impoundment Control Act of 1974

The ninth 1977 special message to the Congress under the Impoundment Control Act of 1974 is attached for your signature.

This message transmits two new deferral reports arising from your review of all water resource development projects including those deleted from the 1978 budget.

New construction contracts are scheduled to commence before April 15 using 1977 appropriations on four of the projects deleted from the 1978 Budget, and each contract requires 1978 funds to continue. Funds for two of the contracts have already been temporarily postponed and released but nevertheless require deferral reports under the Congressional Budget and Impoundment Control Act of 1974 (P.L. 93-344).

Specifically, the deferral reports involve:

--A temporary deferral of funds for two Corps of Engineers construction projects. The deferral resulted in the delay of a notice to proceed to the contractor for the main dam at Yatesville Lake, Kentucky and the bid opening at Atchafalaya, Bayous Chene, Beouf and Black, Louisiana. These funds were deferred on March 10, 1977, and released on March 14, 1977, after the Senate added a section to the Public Works Employment Bill prospectively overturning any deferrals except for Meramec Park Lake.

--A deferral for the Corps of Engineers' Meramec Park Lake project delaying preparation of the dam abutments.

Electrostatic Copy Made
for Preservation Purposes

--The temporary deferral of funds for the Bureau of Reclamation's Central Arizona Project. Funds for a portion of the Granite Reef Aqueduct were temporarily deferred on March 10, 1977, and released on March 15, 1977.

The Corps of Engineers deferral is planned to extend only until April 15, at which time additional 1977 deferrals or rescissions may be in order depending upon your recommendations to Congress on completion of the review.

The Johnston Amendment to the Public Works Employment Bill (referred to above), passed by the Senate March 10, contains two provisions bearing on this action.

1. Section 402 would provide that all appropriations for construction projects contained in the Public Works Appropriation Act, 1977, and Department of Agriculture Appropriation Act, 1977, except for Meramec Park Lake, Missouri, "shall be made available for obligation by the President", not withstanding the provisions for deferrals and rescissions in the Impoundment Control Act.

2. Section 403 states that Section 402 shall "have the legal effect of a resolution disapproving any deferral of budget authority previously made with regard to water resource projects and is equivalent to a statement of Congressional intent not to uphold future deferrals or proposed rescissions of these funds.

Were these provisions to become law, adherence to Section 402 would preclude further delays of contracting, with funding from these appropriations, for policy reasons. Section 403 would have broader impact in that it reaches other funding and could be interpreted as mandating spending of earlier appropriations. However, since it is a statement of intent, the legal effect of the prospective aspect of the section is questionable.

It is likely from the vote on this amendment (65 yeas, 24 nays) that any deferral except for Meramec Lake will be speedily overturned in the Senate.

We believe that since funds were temporarily deferred and some activities might have been delayed, a report on these actions to the Congress is appropriate under the Impoundment Control Act. Since continued delay in the construction of Meramec will probably be acceptable to the Congress,

we believe funds for this project should be deferred pending completion of the project review.

The General Accounting Office is aware of the Meramec Park Lake deferral and may report it to the Congress by Friday, March 18, 1977, under Section 1015 of the Impoundment Control Act as an "unreported deferral." Congress would then be able to overturn it with an impoundment resolution.

Recommendation

That the attached special message be transmitted to the Congress not later than Friday, March 18, 1977.

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

Deferral #	Item	Budget Authority
	Defense-Civil:	
	Corps of Engineers	
D77-53	Construction, general.....	7,760
	Interior:	
	Bureau of Reclamation	
D77-54	Colorado river basin project...	4,790
	Total, deferrals.....	12,550

* *

SUMMARY OF SPECIAL MESSAGES
FOR FY 1977
(in thousands of dollars)

	Rescissions	Deferrals
Ninth special message:		
New items.....	---	12,550
Changes to amounts previously submitted.....	---	---
Effect of the ninth special message...	---	12,550
Previous special messages.....	1,040,378	7,075,880
Total amount proposed in special messages.	1,040,378 (in 13 rescission proposals)	7,088,430 (in 54 deferrals)

NOTE: All amounts listed represent budget authority except for $134,807,092 consisting of two general revenue sharing deferrals of outlays only (D77-26 and D77-27A). Reports for D77-26 and D77-27A are included in the special messages of October 1, 1976, and December 3, 1976, respectively.

Deferral No: D77-53

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Section 1013 of P.L. 93-344

Agency Department of the Army	New budget authority (P.L. 94-355) $1,436,745,000
Bureau Corps of Engineers, Civil	Other budgetary resources 141,889,603
Appropriation title & symbol Construction, General COE Civil 96X3122	Total budgetary resources 1,578,634,603
	Amount to be deferred: Part of year $ 7,760,000 /1 Entire year
OMB identification code: 96-3122-0-1-301	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act
Grant program ☐ Yes ☒ No	☐ Other
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification

The President has called for a review of all Federal water resources projects which may be environmentally damaging, economically marginal, or which pose safety hazards. This review is expected to be completed by April 15, 1977.

No 1978 funding is now being requested by the President for eleven water resources projects in the Corps of Engineers. These projects appear to meet the above criteria, and in addition, most are in relatively early stages of construction or are under design. The eleven projects are: Lukfata Lake, Oklahoma; Yatesville, Kentucky; Paintsville, Kentucky; Dickey-Lincoln, Maine; Meramec Lake, Missouri; Cache River, Arkansas; Grove Lake, Kansas; Freeport, Illinois; Dayton, Kentucky; Atchafalaya River, Bayous Chene, Boeuf and Black, Louisiana; and Richard B. Russell Dam and Lake, Georgia and South Carolina.

Three of the above projects have major contracts scheduled to begin in the two-month review period. They are: (1) Yatesville Lake, Kentucky--the main dam contract was recently awarded and the notice to proceed is imminent; (2) Meramec Park Lake, Missouri--bids have been opened on a major contract and award is imminent; (3) Atchafalaya River, Bayous Chene, Boeuf and Black, Louisiana--two major contracts are currently out for bids. (In additon, land is being acquired for the two reservoir projects--Yatesville Lake and Meramec Park Lake.)

1/ The amount deferred was reduced to $2,665,000 on March 14, 1977.

Funds in the amount of $7.76 M were deferred for Yatesville, Atchafalaya and Meramec on March 10, 1977 pending a determination on the course of action that was to be taken on these contracts and related land acquisition. On March 14, 1977, funds for Yatesville and Atchafalaya were released. Funds for Meramec Park Lake project continue to be deferred in the amount of $2.665 M.

Estimated Effects:

The deferral temporarily delayed the issuance of the notice to proceed at Yatesville Dam and the opening of bids of Atchafalaya, Bayous Chene, Boeuf and Black, Louisiana. No outlay effects resulted from this temporary delay. The deferral of funds for Meramec Park Lake will delay the start of abutment preparation and some land acquisition.

FY 1977 appropriations and carryover funds remain available for all other work scheduled on the Meramec Park Lake project and all work on the other ten projects deleted from the FY 1978 Budget.

Outlay Effect (Estimated in millions of dollars)

Comparison with President's FY 1978 budget:

1. Budget outlay estimate for FY 1977	$1,400.0
2. Outlay savings, if any, included in the budget outlay estimate	--

Current Outlay Estimates for 1977:

3. Without deferral	1,400.0
4. With deferral	1,398.8
5. Current outlay saving (line 3 minus line 4)	1.2
Outlay savings for 1978	--
Outlay savings for 1979	-1.2

Deferral No: D77-54

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Section 1013 of P.L. 93-344

Agency Department of the Interior	New budget authority (P.L. _____) $ 73,420,000
Bureau Bureau of Reclamation	Other budgetary resources 29,526,789
Appropriation title & symbol Colorado River Basin Project Lower Colorado River Basin Development Fund - 14X4079	Total budgetary resources 102,946,789
	Amount to be deferred: Part of year $ 4,790,000 Entire year _____
OMB identification code: 14-4079-0-3-301	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act
Grant program ☐ Yes ☒ No	☐ Other _____
Type of account or fund: ☐ Annual ☐ Multiple-year _____ (expiration date) ☒ No-year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification and Estimated Effects

This temporary deferral is being reported under the Impoundment Control Act (31 U.S.C. 1401). The funds have now been made available.

The funds -- related to the award of a Central Arizona Project contract -- were temporarily deferred while their disposition was being considered. They were withheld from March 10, 1977 to March 15, 1977.

THE WHITE HOUSE
WASHINGTON

March 18, 1977

Bert Lance:

Re: Ninth 1977 Special Message
Under the Impoundment Control
Act of 1974

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

You will note the message to Congress was not signed.

Rick Hutcheson

THE PRESIDENT HAS SEEN.

Bert -
a) Who authorizes release of the funds?
b) Why do we need to notify Congress?
J.

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

MAR 18 1977

MEMORANDUM FOR: THE PRESIDENT

FROM: Bert Lance

SUBJECT: Ninth 1977 Special Message Under the Impoundment Control Act of 1974

The ninth 1977 special message to the Congress under the Impoundment Control Act of 1974 is attached for your signature.

This message transmits two new deferral reports arising from your review of all water resource development projects including those deleted from the 1978 budget.

New construction contracts are scheduled to commence before April 15 using 1977 appropriations on four of the projects deleted from the 1978 Budget, and each contract requires 1978 funds to continue. Funds for two of the contracts have already been temporarily postponed and released but nevertheless require deferral reports under the Congressional Budget and Impoundment Control Act of 1974 (P.L. 93-344).

Specifically, the deferral reports involve:

--A temporary deferral of funds for two Corps of Engineers construction projects. The deferral resulted in the delay of a notice to proceed to the contractor for the main dam at Yatesville Lake, Kentucky and the bid opening at Atchafalaya, Bayous Chene, Beouf and Black, Louisiana. These funds were deferred on March 10, 1977, and released on March 14, 1977, after the Senate added a section to the Public Works Employment Bill prospectively overturning any deferrals except for Meramec Park Lake.

--A deferral for the Corps of Engineers' Meramec Park Lake project delaying preparation of the dam abutments.

--The temporary deferral of funds for the Bureau of Reclamation's Central Arizona Project. Funds for a portion of the Granite Reef Aqueduct were temporarily deferred on March 10, 1977, and released on March 15, 1977.

The Corps of Engineers deferral is planned to extend only until April 15, at which time additional 1977 deferrals or rescissions may be in order depending upon your recommendations to Congress on completion of the review.

The Johnston Amendment to the Public Works Employment Bill (referred to above), passed by the Senate March 10, contains two provisions bearing on this action.

1. Section 402 would provide that all appropriations for construction projects contained in the Public Works Appropriation Act, 1977, and Department of Agriculture Appropriation Act, 1977, except for Meramec Park Lake, Missouri, "shall be made available for obligation by the President", not withstanding the provisions for deferrals and rescissions in the Impoundment Control Act.

2. Section 403 states that Section 402 shall "have the legal effect of a resolution disapproving any deferral of budget authority previously made with regard to water resource projects and is equivalent to a statement of Congressional intent not to uphold future deferrals or proposed rescissions of these funds.

Were these provisions to become law, adherence to Section 402 would preclude further delays of contracting, with funding from these appropriations, for policy reasons. Section 403 would have broader impact in that it reaches other funding and could be interpreted as mandating spending of earlier appropriations. However, since it is a statement of intent, the legal effect of the prospective aspect of the section is questionable.

It is likely from the vote on this amendment (65 yeas, 24 nays) that any deferral except for Meramec Lake will be speedily overturned in the Senate.

We believe that since funds were temporarily deferred and some activities might have been delayed, a report on these actions to the Congress is appropriate under the Impoundment Control Act. Since continued delay in the construction of Meramec will probably be acceptable to the Congress,

we believe funds for this project should be deferred pending completion of the project review.

The General Accounting Office is aware of the Meramec Park Lake deferral and may report it to the Congress by Friday, March 18, 1977, under Section 1015 of the Impoundment Control Act as an "unreported deferral." Congress would then be able to overturn it with an impoundment resolution.

Recommendation

That the attached special message be transmitted to the Congress not later than Friday, March 18, 1977.

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

Deferral #	Item	Budget Authority
	Defense-Civil:	
	Corps of Engineers	
D77-53	Construction, general.....	7,760
	Interior:	
	Bureau of Reclamation	
D77-54	Colorado river basin project...	4,790
	Total, deferrals.....	12,550

* *

SUMMARY OF SPECIAL MESSAGES
FOR FY 1977
(in thousands of dollars)

	Rescissions	Deferrals
Ninth special message:		
New items.....	---	12,550
Changes to amounts previously submitted.....	---	---
Effect of the ninth special message...	---	12,550
Previous special messages.....	1,040,378	7,075,880
Total amount proposed in special messages.	1,040,378 (in 13 rescission proposals)	7,088,430 (in 54 deferrals)

NOTE: All amounts listed represent budget authority except for $134,807,092 consisting of two general revenue sharing deferrals of outlays only (D77-26 and D77-27A). Reports for D77-26 and D77-27A are included in the special messages of October 1, 1976, and December 3, 1976, respectively.

Deferral No: D77-53

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of the Army	New budget authority (P.L. 94-355): $1,436,745,000
Bureau: Corps of Engineers, Civil	Other budgetary resources: 141,889,603
Appropriation title & symbol: Construction, General COE Civil 96X3122	Total budgetary resources: 1,578,634,603
	Amount to be deferred: Part of year: $ 7,760,000
	Entire year:
OMB identification code: 96-3122-0-1-301	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification

The President has called for a review of all Federal water resources projects which may be environmentally damaging, economically marginal, or which pose safety hazards. This review is expected to be completed by April 15, 1977.

No 1978 funding is now being requested by the President for eleven water resources projects in the Corps of Engineers. These projects appear to meet the above criteria, and in addition, most are in relatively early stages of construction or are under design. The eleven projects are: Lukfata Lake, Oklahoma; Yatesville, Kentucky; Paintsville, Kentucky; Dickey-Lincoln, Maine; Meramec Lake, Missouri; Cache River, Arkansas; Grove Lake, Kansas; Freeport, Illinois; Dayton, Kentucky; Atchafalaya River, Bayous Chene, Boeuf and Black, Louisiana; and Richard B. Russell Dam and Lake, Georgia and South Carolina.

Three of the above projects have major contracts scheduled to begin in the two-month review period. They are: (1) Yatesville Lake, Kentucky--the main dam contract was recently awarded and the notice to proceed is imminent; (2) Meramec Park Lake, Missouri--bids have been opened on a major contract and award is imminent; (3) Atchafalaya River, Bayous Chene, Boeuf and Black, Louisiana--two major contracts are currently out for bids. (In additon, land is being acquired for the two reservoir projects--Yatesville Lake and Meramec Park Lake.)

1/ The amount deferred was reduced to $2,665,000 on March 14, 1977.

Funds in the amount of $7.76 M were deferred for Yatesville, Atchafalaya and Meramec on March 10, 1977 pending a determination on the course of action that was to be taken on these contracts and related land acquisition. On March 14, 1977, funds for Yatesville and Atchafalaya were released. Funds for Meramec Park Lake project continue to be deferred in the amount of $2.665 M.

Estimated Effects:

The deferral temporarily delayed the issuance of the notice to proceed at Yatesville Dam and the opening of bids of Atchafalaya, Bayous Chene, Boeuf and Black, Louisiana. No outlay effects resulted from this temporary delay. The deferral of funds for Meramec Park Lake will delay the start of abutment preparation and some land acquisition.

FY 1977 appropriations and carryover funds remain available for all other work scheduled on the Meramec Park Lake project and all work on the other ten projects deleted from the FY 1978 Budget.

Outlay Effect (Estimated in millions of dollars)

Comparison with President's FY 1978 budget:

1. Budget outlay estimate for FY 1977	$1,400.0
2. Outlay savings, if any, included in the budget outlay estimate	--

Current Outlay Estimates for 1977:

3. Without deferral	1,400.0
4. With deferral	1,398.8
5. Current outlay saving (line 3 minus line 4).....	1.2
Outlay savings for 1978	--
Outlay savings for 1979	-1.2

Deferral No: D77-54

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of the Interior	New budget authority (P.L. _____): $73,420,000
Bureau: Bureau of Reclamation	Other budgetary resources: 29,526,789
Appropriation title & symbol: Colorado River Basin Project, Lower Colorado River Basin Development Fund - 14X4079	Total budgetary resources: 102,946,789
	Amount to be deferred: Part of year: $4,790,000
	Entire year: _____
OMB identification code: 14-4079-0-3-301	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund: ☐ Annual	Type of budget authority: ☒ Appropriation
☐ Multiple-year _____ (expiration date)	☐ Contract authority
☒ No-year	☐ Other _____

Justification and Estimated Effects

This temporary deferral is being reported under the Impoundment Control Act (31 U.S.C. 1401). The funds have now been made available.

The funds -- related to the award of a Central Arizona Project contract -- were temporarily deferred while their disposition was being considered. They were withheld from March 10, 1977 to March 15, 1977.

THE WHITE HOUSE

WASHINGTON

March 18, 1977

MEMORANDUM FOR THE PRESIDENT

FROM STU EIZENSTAT

THROUGH RICK HUTCHESON

SUBJECT: Bert Lance's Memo on Water Project Deferrals

I concur with the content of Bert's memo, but in no event should the deferral message be transmitted either to the press or to the Congress before 3:00 p.m. today. Frank Moore's staff is now in the process of notifying the affected Congressmen and Senators to assure them that the action on the Kentucky, Louisiana and Arizona projects was only a technicality and has no impact on the FY77 funding or construction activities at these sites.

THE WHITE HOUSE
SIGNATURE MUST BE SECURED

TO: DATE 3/24/77

The Honorable W. Michael Blumenthal
Secretary of the Treasury
Washington, D. C. 20220

NUMBER .....

TIME REC'D 2:28

RECEIVED BY L. Buchanan

DELIVERED BY Hm

RETURN RECEIPT ~~ROOM 5 EOB~~ O. E. O. B.
RICK HUTCHESON

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Secretary Blumenthal -

For your information, the attached letter was sent today to Ken Axelson.

Rick Hutcheson

Sent to Mr. Kenneth Axelson
115 Central Park West
New York, New York

Address received from
Mrs. Moore 566-2801

X

THE WHITE HOUSE
WASHINGTON

BCC
Blumenthal

THE WHITE HOUSE
WASHINGTON

3-24-77

To Ken Axelson

I'm very grateful for the superb job you did for my administration during its formative weeks. Your helping Mike Blumenthal with staffing and organization and policy evolution within the Treasury Department were all a great service to our nation.

Your friend

Jimmy Carter

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Jack Watson

For your information, the attached documents have been signed and given to Bob Linder for immediate delivery.

Rick Hutcheson

Re: East-West Foreign Trade Board and Joint U.S. - U.S.S.R. Commercial Commission

X
bg - 3/23 G

THE PRESIDENT HAS SEEN. 3/24/77

THE WHITE HOUSE

WASHINGTON

March 11, 1977

MEMORANDUM FOR: THE PRESIDENT

FROM: JACK WATSON Jack

RE: EAST-WEST FOREIGN TRADE BOARD AND JOINT U.S.-U.S.S.R. COMMERCIAL COMMISSION.

Charles Schultze and Zbig agree with Mike's recommendation that he be named Chairman of the East-West Trade Board and the U. S. Section of the Joint U.S.-U.S.S.R. Commercial Commission, and that Anthony M. Solomon, Under Secretary for Monetary Affairs, be designated as Executive Secretary to the Board.

Attachment

THE WHITE HOUSE

WASHINGTON

To Secretary Blumenthal

I hereby appoint you to be the Chairman of the United States Section of the Joint U.S.-U.S.S.R. Commercial Commission.

Sincerely,

Jimmy Carter

The Honorable W. Michael Blumenthal
Secretary of the Treasury
Washington, D. C. 20220

ORDER

Pursuant to the provisions of Section 7 of Executive Order No. 11846 of March 27, 1975, I hereby designate W. Michael Blumenthal, Secretary of the Treasury, as Chairman of the East-West Foreign Trade Board.

Jimmy Carter

THE WHITE HOUSE,

ORDER

Pursuant to the provisions of Section 7 of Executive Order No. 11846 of March 27, 1975, I hereby designate Anthony Morton Solomon, Under Secretary of the Treasury for Monetary Affairs, as Executive Secretary of the East-West Foreign Trade Board.

Jimmy Carter

THE WHITE HOUSE,

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Hamilton Jordan -

The attached was returned in the President's outbox.

We'll let you notify Secretary Marshall.

Rick Hutcheson

Re: National Commission on Employment and Unemployment Statistics

cc: Jim King

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
K		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

NOTE TO HJ - WE'LL LET YOU KNOW MARSHALL

	FOR STAFFING
	FOR INFORMATION
K	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
	K	KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE PRESIDENT HAS SEEN.

THE WHITE HOUSE

WASHINGTON

March 22, 1977

MEMORANDUM FOR THE PRESIDENT

FROM: HAMILTON JORDAN HJ

SUBJECT: National Commission on Employment and Unemployment Statistics

Ray Marshall has sent you the attached letter concerning the National Commission on Employment and Unemployment Statistics. The Commission has nine members appointed by you subject to Senate confirmation. You have the authority to designate the chairman.

Ray recommends that you first designate the person as chairman and then have him assist in selecting the other members. His candidate for chairman is Sar A.Levitan, of Georgetown Univesity. Levitan is acceptable to Labor leaders and to the Congress.

I recommend you approve Ray's proposal and select Sar Levitan as chairman of the Commission.

Approve ✓ FC

Disapprove_____

Discuss_____

Attachment

Electrostatic Copy Made
for Preservation Purposes

U. S. DEPARTMENT OF LABOR "ACTION"
OFFICE OF THE SECRETARY
WASHINGTON

March 14, 1977

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

Dear Mr. President:

The Emergency Jobs Program Extension Act of 1976 establishes a National Commission on Employment and Unemployment Statistics. The Commission's mandate is to examine the current methods of collecting and using these statistics and recommend ways of improving this process. The Commission has nine members who are appointed by you with the advice and consent of the Senate. You also designate which of these nine members will chair the Commission.

The composition of this Commission is very important to both Congress and state and local government because, in many cases, the amount of federal aid depends on such statistics as the unemployment rate.

I would like to suggest a method for appointing the nine members of the Commission. I recommend that you first designate who will chair the Commission. This person can then assist you in selecting the other members of the Commission and in choosing the Commission's staff. The advantage of this method is that the Chairman-designate could contribute a background and a technical expertise that would help you identify people with experience and insight in this field.

I would also like to recommend consideration of Sar A. Levitan of Georgetown University for Chairman of the Commission. A copy of Mr. Levitan's resume is enclosed. It includes his extensive experience in the field of labor economics, with a particular emphasis on those who have difficulty in finding work. In my opinion--and in the opinion of others within the Labor Department who specialize in the area of labor statistics--Mr. Levitan would be an excellent Chairman of the Commission. His experience would also be helpful in assisting in the selection of the other members of the Commission.

My staff has discussed the possible appointment of Mr. Levitan with interested members of Congress and the AFL-CIO. Both groups are agreeable.

It is important that the work of the Commission begin soon, so that we all can benefit from its recommendations. I would appreciate your considering my suggestion of a method for selecting the members of the Commission. If you have any questions about Mr. Levitan's qualifications, please let me know.

Sincerely,

Ray Marshall

Secretary of Labor

Enclosure

SAR A. LEVITAN

1819 H Street, N.W. - Suite 660
Washington, D.C. 20006
(202) 833-2530

BORN: September 14, 1914 - Lithuania

EDUCATION:

1937 - B.S.	City College of New York
1939 - M.A.	Columbia Univeristy
1949 - Ph.D.	Columbia University

EXPERIENCE:

1946-51	State University of New York Plattsburgh, New York Associate Professor of Economics
1951-53	Wage Stabilization Board Washington, D.C. Public Member, Review and Appeals
1954-60	Legislative Reference Service Library of Congress Washington, D.C. Specialist in labor and economic development
1962-63	George Washington University Washington, D.C. - Research Professor, Economics
1964-1967	W.E. Upjohn Institute Washington, D.C. Senior Economist
1967 - Present	George Washington University Director, Center for Manpower Policy Studies

Career has also included service as consultant to various governmental agencies, and service on labor panels for the Federal Mediation and Conciliation Service and the American Arbitration Association.

Author of numerous publications in the manpower area of labor economics.

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Hamilton Jordan
Tim Kraft

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

Rick Hutcheson

cc: Jim King

Re: Civil Service Appointments
Poston & Sugarman

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
X		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
X	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
	X	KING
X		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE PRESIDENT HAS SEEN.

March 22,1977

TO: PRESIDENT CARTER

FROM: HAMILTON JORDAN

RE: CIVIL SERVICE APPOINTMENTS

Now that we have cleared the way for Allen Campbell's appointment as Chairman of the Civil Service Commission, we must make the two other appointments. One can be a Democrat and the other must be a Republican.

I am recommending Ersa Poston and Jule Sugarman for the two positions. Ersa is a black, Republican woman with direct experience in civil service work.

We have determined that both Poston and Sugarman are interested. To save you time interviewing them, I would suggest that we bring Campbell, Sugarman and Poston in together, let you ask Sugarman and Poston to serve with Campbell and outline to them what you would like for them to do with the CSC. This should make the best use of your time.

J.C.

✓ I agree with Poston and Sugarman and want to see them as you recommended.

_____ I disagree and suggest _____

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE
WASHINGTON

2-24-77

Ham -

Campbell seems best for chairman -

Poston
~~Sb~~ Superman } all o.k. for members
Sherwood -

I'm afraid of Townsend - maybe for Post Office - I've read his book -

ERSA POSTON

7 Carlton Terrace
Loudonville, N.Y. 12211
B: May 3, 1921 - 56 yrs.

Education

1942	B.A.	Kentucky State University
1946	M.S.W.	Atlanta School of Social Work

Experience

1975 -	Commissioner, New York State Civil Service, Vice Chair, IWY
1967-75	President, N.Y. State Civil Service Commission, Civil Service Dept.
1965-67	Director, N.Y. State Office of Economic Opportunity
1964-65	Confidential Assistant to Governor Rockefeller, N.Y.
1962-64	N.Y. State Youth Work Program Coordinator
1957-62	Area Director, N.Y. State Youth Commission

Personal

Black, Republican. National Urban league Equal Opportunity Award (first Woman recipient), 1976; U.S. C.S.C. Citation of Official Commendation and Praise, 1976.

CIVIL SERVICE COMMISSIONER

ERSA POSTON (56 - Loudonville, N.Y.)

(Republican) Commissioner, New York State Civil Service. (Black)

COMMENTS

Daisey Fields, Management Consultant, Executive Director, Federally Employed Women: "Would be super as a Commissioner. Has a true sense of what public service is all about. A doer, with an excellent reputation in her field. Able, committed. Knows her job."

Victor Bayou, Chair, CSC, New York State: "Competent, has had lots of state service. Maintains standards. Not partisan in that she sees many points of view. Is not overly assertive but has a pleasant manner when dealing with people. Would be an excellent Commissioner. First woman to receive Urban League Award."

Donald Tishenor, Executive Director of International Personnel Management Association: "Highly respected in her field. Is quite a person. Should receive high recommendations for a Commissioner position."

Shirely Chisholm, U.S. House of Representatives: "Very able administrator. Very esteemed. Would be an excellent person for the Republican slot on the CSC. Works better with Democrats than do most Democrats."

Alan Campbell, Dean, Maxwell School of Government, Syracuse University: "Would do a good job. However, others might do a better job; for instance, Nesta Gallis would work harder."

_____ I would like further checks made.

_____ I am not interested.

_____ Let us discuss.

JULE M. SUGARMAN

Atlanta, Georgia
B. Sept. 23, 1927 - 49 yrs.

Education

B.A.	American University
M.A.	American University

Experience

1976	Carter-Mondale Transition Staff
1974-76	Chief Administrative Officer, City of Atlanta
1970-73	Administrator, Human Resources Administration, N.Y.C.
1968-70	Acted as Associate Chief of Children's Bureau and Director of Child Development
1960-64	Associate Director for Head Start, O.E.O

THE WHITE HOUSE
WASHINGTON

3-24-77

To Chip

Grandma sent James a bond.

Did he get it?

J

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Stu Eizenstat -

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

Rick Hutcheson

Re: Status Report on Air Deregulation Hearings

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
X		EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
X	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

Stu -
Give me a brief tabulation of points from testimony so far. I'll send it to Brock for quick comment
J

THE WHITE HOUSE

WASHINGTON

March 23, 1977

MEMORANDUM FOR: THE PRESIDENT

FROM: STU EIZENSTAT

SUBJECT: Status Report on Air Deregulation Hearings

The Senate air deregulation hearings are in their third day. The first witnesses--Charlie Schultze, Bob Crandall (COWPS), and Mike Blumenthal--have delivered strong testimony supporting reform. The two remaining witnesses--Brock Adams and Don Baker (Justice Department) will testify next Friday, April 1.

We are concerned about the testimony of Brock Adams. As the attached item from Business Week (March 28) indicates, he may be planning a "softer line." Inconsistent testimony would raise questions (especially at the markup) about who is speaking for the Administration--Charlie or Brock. Brock's position will be particularly influential in the House, where support for reform is weaker than in the Senate.

Electrostatic Copy Made
for Preservation Purposes

WHO'S CALLING THE ECONOMIC SHOTS

A major struggle for policymaking ascendancy is developing between President Carter's two top economic advisers—Council of Economic Advisers Chairman Charles L. Schultze and Treasury Secretary W. Michael Blumenthal. The competition, though still friendly, surfaced this week with Schultze's resignation as Blumenthal's co-chairman of the high-level Economic Policy Group.

White House insiders contend that Schultze's decision to give up the EPG was precipitated by the realization that the fast-moving Blumenthal was effectively taking charge of the group, while Schultze's own commitment to running it was costing him access to Carter. "Charlie felt a bit miffed because Blumenthal was really running with the ball in the EPG," says one White House aide. "Blumenthal is a strong administrator; Charlie is a notoriously poor one, and he didn't want to sit on the sidelines just kibitzing."

Giving up the EPG was Schultze's own choice. But it was a tough decision that was debated for days at the CEA before the announcement by the White House. The problem is that if Blumenthal wants to shift the focus of economic policymaking to the Treasury, the EPG gives him a vehicle. But that's a gamble Schultze must take to make a success of the job he was hired for: Carter's personal economic counselor.

Schultze is no longer saddled with the bureaucratic imperative to make the EPG's work fly. As the President's personal economic adviser, he can go straight to Carter and criticize the EPG's recommendations, if he chooses.

The EPG shakeup doesn't begin to settle the question of whether Schultze or Blumenthal will emerge as first among equals. But, says one source close to Schultze: "This clears the air. How well Charlie fares will depend on his ability from here on to call the shots in economic policy and on Mike's ability to deliver as an administrator."

T. Bert Lance, the director of the Office of Management & Budget, is not competing in this contest. He has a special personal relationship with Carter that puts him above the battle. Moreover, he shows little active interest in forming economic policy. And with responsibility for executive reorganization, zero-base budgeting, and Carter's war on red tape, his plate is full.

In one sense, Schultze and Blumenthal start out even: Each has stubbed his toe on big issues in recent weeks. Schultze, for example, gets blamed by some White House sources for steering Carter away from a liberalized investment tax credit as part of the Administration's stimulus package, only to be forced to devise an awkward way to put it back after business protested. Schultze also drew fire from labor for pushing the idea of prenotification on wage and price boosts.

Blumenthal, for his part, has egg on his face over the withdrawal of Kenneth Axelson as nominee for Deputy Treasury Secretary after questions were raised concerning Axelson's business conduct. Treasury's handling of the disclosures is considered slipshod.

But Blumenthal, whose business acumen is clearly liked by Carter, continues to move into the limelight as an Administration spokesman to business and a star of TV interview shows. Issues that are naturals for Treasury, such as dealing with New York City's financial crisis and steering the embattled tax portion of the stimulus package through Congress, give Blumenthal additional visibility.

That visibility, however, carries some risk. Now that Treasury has primary responsibility for lobbying the tax package, White House legislative liaison staffers have taken a back seat. The odds are that the package will pass. But, says an Administration official: "If the Republican drive to replace the $50-per-person rebate with a permanent tax cut succeeds, it will be blamed squarely on Blumenthal."

Schultze has deliberately held back from playing a public role. But he and his small CEA staff also have their work cut out for them. The council, not the EPG, is still the center for formulating most major Administration economic policies, and in coming weeks it must design positions for Carter on an anti-inflation program, regulatory reform, congressional efforts to boost the minimum wage, and similar efforts to revive the Humphrey-Hawkins full employment bill.

Says one council source: "The status of the CEA with the President will depend on how good our advice on these matters turns out."

Capital wrapup

PEOPLE: Transportation Secretary Brock Adams, who gulped hard and reluctantly backed a strong Presidential message urging airline regulatory reform, may be having second thoughts. He has told labor leaders that he is making no commitments to either side. But Adams is known to favor a scaled-down "demonstration" of regulatory reform on some airline routes, a tactic he hopes will test the principle without endangering a carrier's financial health. He is likely to take this softer line in testimony before the Senate Commerce Committee.

REGULATIONS: The Environmental Defense Fund is ready to take the Environmental Protection Agency to court to halt uncontrolled release of benzene into the air. The group contends that benzene causes leukemia and wants the EPA to issue guidelines to reduce emissions from sources such as automobiles and chemical plants. The case will be a big one, since benzene is a basic chemical building block and very difficult to filter from chemical processes . . . The Coast Guard will require that all tankers entering U. S. waters be equipped with Loran-C long-range navigation equipment, which permits ships to pinpoint their positions within a quarter of a mile. Most tankers involved in oil-spill accidents are foreign-flag vessels that don't carry Loran-C. Even stiffer safeguards are expected from the White House soon.

TAXES: Federal courts are bracing for an estimated 38,000 new suits that will be spurred by a provision of the Tax Reform Act of 1976, which allows taxpayers to block investigators from obtaining data from banks, brokers, accountants, and credit card companies. Under the law, the IRS would have to resort to the courts to gain access. The tax men think the courts' estimate of the load is too high, since the agency believes that about two-thirds of the affected taxpayers will let the IRS have the records voluntarily.

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Hamilton Jordan -

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

Rick Hutcheson

Re: Former Presidents

cc: Hugh Carter

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
	A	JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
	✓	H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE WHITE HOUSE

WASHINGTON

March 24, 1977

MEMORANDUM FOR THE PRESIDENT

FROM: HAMILTON JORDAN HJ.

SUBJECT: Former Presidents

In view of the fact that most of the liaison and support for former Presidents already falls under Hugh Carter's area of responsibility, I recommend that you designate him as your official representative for all liaison with former Presidents.

Approve ✓ Disapprove _____

JC

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE

WASHINGTON

INFORMATION

March 24, 1977

MEMORANDUM FOR THE PRESIDENT

THROUGH: HAMILTON JORDAN

FROM: HUGH CARTER HC

SUBJECT: Former Presidents

Hamilton has asked me to give you a brief review of the liaison with former Presidents function.

(1) During the transition phase (six months) for former President Ford, we are providing all the assistance requested provided it is legal. This consists primarily of aircraft and communications. To date he has had the following aircraft support:

(a)	To Houston on 1/27	C-9 aircraft
(b)	To New Haven on 2/6	C-9 aircraft
(c)	To Ft. Lauderdale on 2/22	Jet Star

Also he is receiving telephone switchboard support at his Palm Springs, California, home and at all locations to which he travels. Our attorneys have determined this legal. For all travel requests after the six months transition for any former President, certification from the Secretary of the Treasury that transportation is necessary for security purposes will be required.

(2) Former Presidents Ford and Nixon are receiving periodic intelligence briefings from Dr. Brzezinski's office.

(3) In the past, former Presidents have had White House representatives (this usually has been Bill Gulley because he has been here long enough to know them) occasionally visit them at their request to perform a specific duty, e.g., help with setting up a Presidential library. Our attorneys have advised us not to furnish substantial support of this nature after the six months transition period has ended. Therefore, we have declined Mr. Nixon's request for Bill Gulley to visit him to assist in setting up a library. It might be noted that there is, under law, a system whereby former Presidents can have GSA archivists detailed to them for the purpose of setting up libraries.

You should also be aware that former Presidents receive $96,000 annually for life to pay staff salaries and other expenses, plus a $63,000 per year pension.

We will continue to decline requests for substantial support after the six months transition period.

(4) In the past former Presidents and their families have received courtesy type support. Some examples:

(a) Mamie Eisenhower usually requests a movie be shown to her about three times a year.

(b) A White House car is sometimes requested to meet a family member at the airport and take them to an address in the local Washington area.

(c) Occasionally a request is received for a copy of a document in the archives -- someone has to go look it up and have it sent.

Our attorneys have determined that it is legal for us to extend these courtesy type requests.

(5) Occasionally a "once only" request may arise. For example, an emergency situation in one of the families may cause them to request an airplane. Legal Counsel says you have the legal authority to authorize such equipment use.

(6) A Richard Nixon Executive Order dated 2/14/69 set up a position of Special Assistant to the President for Liaison with Former Presidents (copy attached). Basically, this set up two-way lines of communications between the sitting President and former President. To date Bill Gulley, Landon Butler, Jack Watson and Fran Voorde and myself have worked in this area. Most of this work has been done by Bill Gulley and myself. This job does not take much time and could easily be handled as part of one person's responsibilities.

intergovernmental issues of an informational, admin-
tive, or program nature so that the Council may more
ctively advise and assist the President with respect to
n affairs.

c. 2. *Functions of the Office.* The Office shall advise
assist the Vice President with respect to (1) inter-
rmmental relations generally, and (2) the responsi-
es assigned to the Vice President specifically under
on 1(b). In addition, the Office shall:

) serve as the clearinghouse for the prompt handling
solution of Federal-State-local problems brought to
ttention of the President or Vice President by execu-
and legislative officers of State and local governments;

) identify and report to the Vice President on re-
ng intergovernmental problems of a Federal inter-
rtmental and interprogram nature;

) explore and report to the Vice President on ways
means of strengthening the headquarters and inter-
cy relationships of Federal field offices as they relate
tergovernmental activities;

) maintain continuing liaison with intergovernmen-
nits in Federal departments and agencies and with
taff of the Council for Urban Affairs, and provide
taff of the Council with information and assistance
rding issues arising in Federal-State-local relations;

) review procedures utilized by Federal executive
ies for affording State and local officials an oppor-
y to confer and comment on Federal assistance pro-
s and other intergovernmental issues, and propose
ods of strengthening such procedures.

c. 3. *Administrative Arrangements.* (a) A person
nated by the Vice President shall serve as Director
e Office. The Director shall perform such duties as
ice President may from time to time direct.

) A person designated by the Vice President shall
as Deputy Director of the Office and assist the Direc-
performing those duties assigned to him.

) All Federal departments, agencies, interagency
ils and committees having an impact on intergov-
ental relations, and all Federal Executive Boards,
extend full cooperation and assistance to the Vice
dent and the Director of the Office in carrying out
responsibilities under this order. The Director shall,
request, assist all Federal departments and agencies
problems that may arise between them and the exec-
agencies or elected officials of State and local
nments.

) The head of each Federal department and agency
designate an appropriate official with broad general
ience in his department or agency to serve, upon
st of the Vice President, as a point of contact in
ng out Federal-State-local liaison activities under
rder.

c. 4. *Construction.* (a) Nothing in this order shall
nstrued as subjecting any department, establishment,
ner instrumentality of the executive branch of the Federal Government or the head thereof, or any function vested by law in or assigned pursuant to law to any such agency or head, to the authority of any other such agency or head or as abrogating, modifying, or restricting any such function in any manner.

(b) This order supersedes Executive Order No. 11426 of August 31, 1968.

RICHARD NIXON

The White House
February 14, 1969

[Filed with the Office of the Federal Register, 4:59 p.m., February 14, 1969]

NOTE: For the statement by the President upon signing the Executive order, see the preceding item.

Special Assistant to the President for Liaison With Former Presidents

Executive Order 11456. February 14, 1969

PROVIDING FOR A SPECIAL ASSISTANT TO THE PRESIDENT FOR LIAISON WITH FORMER PRESIDENTS

By virtue of the authority vested in me as President of the United States, it is hereby ordered as follows:

SECTION 1. There shall be in the White House Office a Special Assistant to the President for Liaison with Former Presidents (referred to hereinafter as the Special Assistant).

SEC. 2. (a) On behalf of the President, the Special Assistant shall maintain channels of communication between the President and each former living President of the United States, to the end that (1) each such former President shall be kept abreast of such developments as the President may desire; and (2) the President may avail himself of the counsel and advice of any or all of such former Presidents with respect to major matters, particularly of a national security nature, currently confronting the President.

(b) The Special Assistant shall also—

(1) Keep each former President currently informed of the major aspects of such principal international and domestic problems as the President directs;

(2) Arrange to secure from such former Presidents, or any of them, and convey to the President, their views on such issues as the President may designate; and

(3) Arrange to secure and convey to the President such views as any of the former Presidents may wish to communicate to the President on any issue of current interest or concern.

SEC. 3. (a) The Secretary of State, the Secretary of Defense, the Director of the Central Intelligence Agency, and the Executive Secretary of the National Security Council shall each designate a member of his staff as a point of contact for the Special Assistant. The Special Assistant may call upon such designated staff members

to supply information and render such other appropriate assistance as he may require in carrying out his duties under section 2 of this Order.

(b) Upon request of the Special Assistant, the head of any department or agency of the Federal Government shall designate a member of his staff as a point of contact to supply information and assistance for the Special Assistant in the performance of his duties in the same manner as provided in subsection (a) for staff members designated pursuant to that subsection.

SEC. 4. The Special Assistant shall be appointed by the President and shall serve at the pleasure of the President. He shall receive compensation at such rate as the President, consonant with law, may prescribe.

SEC. 5. (a) The Special Assistant shall have such staff and other assistance as may be necessary to carry out his duties under this Order.

(b) The Special Assistant shall be provided with such office space as may be necessary to carry out his duties under this Order, and shall also be provided with such office space, and maintenance thereof, as may be necessary for the use of former Presidents at the seat of Government when they are engaged in any effort of interest or concern to the President.

SEC. 6. (a) The compensation and expenses of the Special Assistant and members of his staff shall be paid from the appropriation under the heading "Special Projects" in the Executive Office Appropriation Act, 1969, or any corresponding appropriation which may be made for subsequent fiscal years, or from such other appropriated funds as may be available under law.

(b) The General Services Administration shall provide, on a reimbursable basis, such administrative services and facilities for the Special Assistant as the White House Office may request.

RICHARD NIXON

The White House
February 14, 1969

NOTE: The White House Press Office announced that Gen. Robert L. Schulz will serve as the new Special Assistant to the President under the Executive order.

Executive Order 11456 was not filed with the Office of the Federal Register before the cutoff time of this issue. As printed above, this item follows the text of the White House press release.

Digest of Other White House Announcements

Following is a listing of items of general interest which were announced to the press during the period covered by this issue but which are not carried elsewhere in the issue. Appointments requiring Senate approval are not included since they appear in the list of nominations submitted to the Senate, below.

February 11

The President and Attorney General Mitchell met with the Executive Committee of the National Association of Attorneys General at the White House.

Members of the 1968 Davis Cup Tennis team were guests of the President at a White House luncheon.

William Mullins and John Campbell have been appointed as Staff Assistants to the President's Special Consultant, Charles B. ("Bud") Wilkinson, to work on youth matters.

The President has named Lt. Gen. Frederick C. Weyand, USA, for assignment as Military Adviser to the Chairman of the United States Delegation, United States Embassy, Paris, France.

Miss Willie Mae Rogers, Director of the Good Housekeeping Institute, will assume the position of Consultant to the President on Consumer Affairs.

Adm. John McCain, Jr., Commander in Chief, Pacific, met with the President at the White House.

February 12

The President participated in the traditional wreath-laying ceremony at the Lincoln Memorial to mark the anniversary of the birth of President Lincoln.

Robert H. Finch, Secretary of Health, Education, and Welfare, announced the selection of James Farmer to be Assistant Secretary for Administration and of Creed C. Black to be Assistant Secretary for Legislation.

Governor Nelson Rockefeller of New York met with the President, Secretary of State Rogers, and Presidential Assistant Kissinger to discuss Federal-State relations and matters pertaining to Latin America.

Bruce Rabb has been appointed as a Staff Assistant in the office of Robert Brown, Special Assistant to the President.

February 13

The President met with members of the National Science Board of the National Science Foundation at the White House.

The President met with the 10 winners of the Arthur S. Flemming Award for 1968. The award is given to outstanding young men in the Federal Government.

NATO Secretary General Manlio Brosio was the President's guest at a private dinner at the White House.

Arnold Palmer, professional golfer, Chris Schenkel of ABC, Al Kaline of the Detroit Tigers, and Bart Starr of the Green Bay Packers visited the President at the White House.

February 14

The President visited the Department of Health, Education, and Welfare and the Treasury Department to speak to employees.

The President today received and approved the CAB order vacating the previous order, and certificates in the international phase of the trans-Pacific route investigation.

The President met with members of the Civil Rights Commission at the White House.

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Z. Brzezinski

The attached was returned in the President's outbox and is forwarded to you for transmitting to Secretary Vance.

Rick Hutcheson

Re: Nelson Rockefeller

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

DO
VANCE
cc Susie

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

THE WHITE HOUSE
WASHINGTON

3-24-77

To Cy Vance

We should consider sending Nelson Rockefeller to Brazil & perhaps a couple of other countries to smooth out differences.

J. C.

THE WHITE HOUSE
SIGNATURE MUST BE SECURED

TO:

The Honorable Bob S. Bergland
Secretary of Agriculture
Washington, D.C. 20250

DATE 3/24/77

NUMBER 04061

TIME REC'D .....

RECEIVED BY .....

DELIVERED BY .....

RETURN RECEIPT ~~ROOM 54 IN O.E.O.B.~~
RICK HUTCHESON

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Secretary Bergland -

The attached letter has been sent to Mr. Dennis Carver. The file is forwarded to you for appropriate handling.

Rick Hutcheson

X

THE WHITE HOUSE

WASHINGTON

3-22-77

To Dennis Paul Carver

Mr. Hodnigan gave me your remarkably good letter.

I have no authority to forgive a loan, but am forwarding your letter to Bob Berglund, & maybe he can help in some way—

Jimmy

cc: Berglund

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
	X	EIZENSTAT
		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
	X	WATSON

cc
secy
Berglund

	FOR STAFFING
	FOR INFORMATION
	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
		FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

Mr.Dennis Paul Carver
R.D.#3 Box 242
Vergennes,Vermont 05491
802-759-2363

To Douglas
5

President Jimmy Carter
1600 Pennsylvania Avenue
Washington, D.C.

Dear Mr.President,

This is to advise you of the Dairy Farming Industry as I see it. I am a "young farmer",(age 29),and I bought my 100 cow (60 milkers) farm 4 years ago with an F.H.A. loan. The forty year mortgage repayment schedule costs me 25% of my gross income,the maximum F.H.A. believes possible to handle. I also borrowed the maximum which F.H.A.lends, $150,000.

In my first year the barn burned due to old wiring.The next year was one of the dryest on record,and last year the wettest. Virtually all the machinery I bought with the farm either has been or needs desperately to be replaced. This farm is big enough to require an additional worker. That fact has caused tremendous trouble and expense. The former owners had a nephew who lived with them. I do not. With the first years Investment Credit I bought a used house trailer and set it up. The help I have been able to get has been of the "Welfare bum" category. They would work a few months until they re-qualified for unemployment and then quit. The worst aspect of this type of individual is that he doesn't care. Everything you can force him to actually do,is done in a slip-shod manner, with tremendous breakage resulting. I do not have the margin to allow high maintenance costs,nor the time to spend doing all that repair work. I have reached the point where I realize I can no longer hire that type of man. The few high caliber people who have applied for the job would not live in the trailer,(which the bums have systematically destroyed), and they required more money than I could pay. I cannot blame them. A competent man,regardless of his occupation,deserves a car in which he can reasonably expect to get to the store and back,and have a couple of dollars in his pocket.

Consequently,I have been alone since Christmas. I have been working from 5 A.M. to 8 P.M. EVERY day all winter. Even so,I am falling behind. There are more things breaking than I have time to fix.

As previously stated I am a young farmer. As the number of farms has been declining for the past twenty years,and the average age of farmers increasing,it is obvious that there are not many young farmers who can

make a go if it,and indeed,who want to make a go of it. As a result of the old farmers dying or retiring,and the lack of young ones starting, combined with the cancerous growth of Suburban development,it is obvious that within another generation,this country will be hungary,if nothing is done to make farming a profitable business before the land is all gone.

The Bill of Rights guarentees us the right to have and hold property. Since the Roosevelt era that right has been chipped away at,so that now, between property taxes,gift and inheritance taxes,sales and personal income taxes,and zoning laws,it is now an empty promise. Farmers who have not been making money for years,but have been mollifying themselves with the thought that they are building equity,sell out intending to retire, only to find that after taxes are paid,they have to go to work for someone else. Examples of that are all around me.

My farm does not have enough land. Consequently,I scurry around the countryside all summer buying standing hay. There is some nearby land which should come up for sale within the next few years. I will not be able to buy it because I am already mortgaged to the hilt,and I have to keep borrowing to buy replacement machinery. I have to replace the house trailer,but my grain bill is $15,000 and I now have to pay for each load as I get it. I cannot afford the breakage that a man who will work for what I pay creates,and I cannot pay a good man what he wants. I make less than anyone on the unemployment rolls,and I work 15 hours a day for it and worry half the night.

I am the most obstinate and pig-headed individual I know,which can be the only reason I have persevered for 4 years,through fire and water, literally.

However,there comes a time when the peak of intelligence must poke through the clouds of stubborness. I have reached that point. Spring usually brings with it a rebirth,an eagerness to start it all again. This spring all I see is work,and no possible way to get it done. I have many skills. I can teach,weld,drive a truck,but I want to farm. However,farming is not worth my health,especially since the reason things are so hard is the Governments "Cheap food policy". The economic standard has been formulated for a man who has no mortgage. He can make a living,hire help, and buy machinery. I cannot.

I determined several months ago that I would stick it out until April 15th,the time when spring work should begin. If I do not have good help then,I will have an auction.

Since the individual does not in fact own his land,cannot do with it as he wishes without the zoning board breathing down his back,since he cannot give it to his heirs,or bequeath it to them,and since he cannot make a living while working his life away,all due to government regulation, what is the point?

If I could make a living I would be satisfied.Since the government has a "cheap food policy",it stands to reason it is not outrageous to ask for a "Cheap Land Policy".

I am a good farmer, and improving all the time. Please check with my local FHAofficers,Ken Buzzell,head of the Middlebury,Vermont F.H.A., Rodney Haggett,the former office chief,now in Massachusetts,Terry Ryan,area supervisor including the entire state of Vermont.

They will verify my story, and I believe they will applaud my efforts and accomplishments. I hereby request that you cancel my mortgages with F.H.A., thereby putting me on an even footing with older farmers who can, if they are good managers, make a living.

You could take this action for my individual case, on its merits, or you could make this an annual incentive, statewide, or national, or you can reject my plea entirely. I urge you to give this matter considerable attention, both for my own personal sake, and for the sake of our agricultural industry, and therefore, our country's well-being.

I also ask your speed, because without the extra money in my milk check I will not be able to hire a good man or DARE replace the trailer by April 15th.

I thank you very much, and wish you continued success.

Sincerely yours,

Dennis Paul Carver

Dennis Paul Carver

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Jody Powell -

The attached letter has been sent to Eleanor Ballway. This copy is for your information.

Rick Hutcheson

X

THE WHITE HOUSE

WASHINGTON

3-23-77

To Eleanor Dalloway

Thank you for your
fine letter, encouragement,
& good advice -

Jimmy Carter

THE PRESIDENT HAS SEEN.

Jimmy Carter, President
Washington, D.C.

Dear Sir.

There are more citizens in this country than can be imagined who realize that drastic changes are about to occur in the life-styles of every one of us — this time not so much for those who have experienced border-line existence as for those who have had more than what is basically necessary for healthful living. Hundreds of thousands of us are ready for these changes. We are ready to have our homes and places of work ((in the

North) less warm in the winter and (in the South) less cool in the summer. We are ready for less variety in our diet, less running about in private vehicles (one individual per car). We are ready for real change.

How do you get U.S. citizens to turn themselves around from extravagance to "back to basics", as the young people have expressed it for several years? How do you get citizens and big business to turn from competition with each other to cooperation for the common good? ① education: fundamental, factual — even spiritual. ② propaganda — through citing examples of acceptable

behavior and life-styles.
③ economics.

What can we expect if major changes do not come about? At best, economic depression; at worst, revolution (it can happen here) or war. We cannot continue to live in the manner to which we've become accustomed (or in the manner to which some of us have become accustomed). We must, must turn ourselves around. We're counting on you, Jimmy Carter.

Eleanor W. Ballway

March 20, '77
Fletcher, Vermont
05444

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Hamilton Jordan -

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

Rick Hutcheson

cc: The First Lady

Re: Josefus Johnson and
Horace Tate

THE WHITE HOUSE
WASHINGTON

ACTION	FYI	
		MONDALE
		COSTANZA
		EIZENSTAT
✓		JORDAN
		LIPSHUTZ
		MOORE
		POWELL
		WATSON

	FOR STAFFING
	FOR INFORMATION
✓	FROM PRESIDENT'S OUTBOX
	LOG IN/TO PRESIDENT TODAY
	IMMEDIATE TURNAROUND

	ENROLLED BILL
	AGENCY BILL
	Staffing comments should go to Bert Carp within 48 hours; due from Carp to Staff Secretary next day.

	CAB DECISION
	EXECUTIVE ORDER
	Staffing comments should go to Doug Huron within 48 hours; due from Huron to Staff Secretary next day.

ACTION	FYI	
		ARAGON
		BOURNE
		BRZEZINSKI
		BUTLER
		CARP
		H. CARTER
		CLOUGH
		FALLOWS
	✓	FIRST LADY
		GAMMILL
		HARDEN
		HOYT
		HUTCHESON
		JAGODA
		KING
		KRAFT
		LANCE
		LINDER
		MITCHELL
		POSTON
		PRESS
		B. RAINWATER
		SCHLESINGER
		SCHNEIDERS
		SCHULTZE
		SIEGEL
		SMITH
		WELLS
		VOORDE

Hamm
J

THE WHITE HOUSE
WASHINGTON

Horace Tate called:

Wants Josepus Johnson to have Farm agents position in Ga.

black

32 yrs of service

would be only black farm chief in country.

Is at University of Ga.

Horace wants to be considered for Secretary of Education

Electrostatic Copy Made
for Preservation Purposes

THE WHITE HOUSE
WASHINGTON

March 24, 1977

Bert Lance -

The attached letter to the President of the Senate has been signed and has been given to Bob Linder for delivery.

Rick Hutcheson

cc: Frank Moore

Re: Proposed 1977 Supplemental Appropriations Requests and 1978 Budget Amendments

3/24/77

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

March 24, 1977

SIGNATURE

MEMORANDUM FOR: THE PRESIDENT

FROM: Bert Lance

SUBJECT: Proposed 1977 Supplemental Appropriations Requests and 1978 Budget Amendments

Attached for your signature are proposals for fiscal year 1977 supplemental appropriations and fiscal year 1978 budget amendments that were not included in your revised February Budget.

Some changes have been made to this package from the one sent to you for signature earlier. The request for an additional $300 thousand for the Office of the Special Representative for Trade Negotiations has been deleted. A request for $9,550 thousand for the Agency for International Development has also been deleted. The Agency has withdrawn this request as not required at this time. Two additional requests ($5 thousand each) for executive pay costs that cannot be absorbed are included for River Basin Commissions.

Included in this package are requests to cover executive pay increases totalling $448 thousand in fiscal year 1977 and $30 thousand in fiscal year 1978. Nearly all agencies are absorbing this cost which totals $118 million government-wide.

A fact sheet explaining and justifying each request is attached to this memorandum.

The House voted on 1977 supplemental appropriations on Wednesday, March 16, and the Senate is scheduled to act shortly. There is no assurance that the Congress will consider any other 1977 requests following their action on the 1977 Supplemental Appropriations Bill currenly under review.

Recommendation

To assure consideration of these requests, the letter transmitting these proposals should be signed as soon as possible.

Attachments

THE WHITE HOUSE

WASHINGTON

The President

of the Senate

Sir:

I ask the Congress to consider proposed supplemental appropriations for the fiscal year 1977 in the amount of $35,036,000 and amendments to the request for fiscal year 1978 appropriations in the amount of $439,000.

The details of these proposals are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Respectfully,

Jimmy Carter

Enclosure